

# MEETING OF THE BOARD OF TRUSTEES

OF THE

# UNIVERSITY OF ILLINOIS

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September 7, 2006



This meeting of the Board of Trustees of the University of Illinois was held in the Pine Lounge, Illini Union, Urbana campus, Urbana, Illinois, on Thursday, September 7, 2006, beginning at 9:05 a.m.

Prior to the roll call, Chair Lawrence C. Eppley asked Trustee David V. Dorris and Christopher A. Kantas, student trustee from the Urbana-Champaign campus, to proceed to the lectern where Mr. Dorris welcomed the new student trustee to his first Board meeting and read to him the responsibilities of a student trustee (materials on file with the secretary).

Chair Eppley then 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. David V. Dorris, Mr. Lawrence C. Eppley, Dr. Kenneth D. Schmidt, Mr. Niranjana S. Shah, Mrs. Marjorie E. Sodemann, Mr. Robert Y. Sperling, Mr. Robert F. Vickrey. Governor Rod Blagojevich was absent. Ms. Sarah M. Doyle, voting student trustee from the Springfield campus, was present. The following nonvoting student trustees were present: Mr. Christopher Kantas, Urbana-Champaign campus; Mr. Umair Mamsa, Chicago campus.

## **INTRODUCTION OF UNIVERSITY OFFICERS AND SENATE OBSERVERS**

Mr. Eppley asked President White to introduce the University officers and senate observers. President White introduced the following: Dr. Syl-

via Manning, chancellor, University of Illinois at Chicago; Dr. Richard D. Ringeisen, chancellor, University of Illinois at Springfield; Dr. Richard H. Herman, chancellor, University of Illinois at Urbana-Champaign; 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.,<sup>1</sup> 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. Marna K. Fuesting and Ms. C. Ellen Foran, both assistant secretaries. President White then stated that the following persons were joining the meeting today: Dr. Karen Chapman-Novakofski, professor of food science and human nutrition, College of Agricultural, Consumer and Environmental Sciences, representing the University Senates Conference; Dr. Gerald Strom, professor of political science, College of Liberal Arts and Sciences, and secretary of the UIC Senate, representing the Chicago Senate; Ms. Patricia Langley, professor of women's studies/legal studies, College of Public Affairs and Administration, representing the Springfield Senate; Dr. Nicholas Burbules, professor of educational policy studies, College of Education, representing the Urbana-Champaign Senate. Also in attendance were Dr. Vernon Burton, professor of history, College of Liberal Arts and Sciences, and chair of the Urbana Senate Executive Committee; and Dr. Elliot Kaufman, professor of biochemistry and molecular genetics, College of Medicine and chair of the University Senates Conference.

#### **OPENING REMARKS FROM THE CHAIR OF THE BOARD**

Mr. Eppley welcomed the Board to the meeting and recalled that five years ago tragedy and terror struck with the destruction of the World Trade Center in New York City and that our country and the world were changed forever. He commented on the thousands of lives lost that day and of the thousands of people who have perished in battles in various parts of the world since then, especially men and women in our military who have made the ultimate sacrifice. Mr. Eppley then asked for a moment of silence.

Following that, he announced that the Board would adjourn in approximately one hour to meet Lieutenant Governor Patrick Quinn, who is visiting the Urbana campus today to pay tribute to an art exhibit in the adjoining art gallery that honors those men and women in military service who have fallen in the line of duty during the last five years.

Next, Mr. Eppley congratulated Mr. Sperling and told the Board that Mr. Sperling had been the recipient of the Volunteer of the Year award for his outstanding contributions to the work of the Chicago group known as Youth Guidance, an organization founded in 1924 to serve "at-risk children and youth of Chicago." Mr. Eppley noted that this award had been presented to Mr. Sperling for his dedicated work in mentoring and tutoring a 13-year-old youth in Chicago in the course of which he had brought together his own family and the young man's family for discussion and friendship. Mr. Eppley also recognized Dr. Carroll for her role in identify-

<sup>1</sup> Mr. McKeever joined the meeting at 11:00 a.m.

ing the youth and his family. Mr. Sperling thanked Dr. Carroll for suggesting that he become a mentor to this youth.

Mr. Eppley continued and provided a description of the work for this Board meeting, noting that there was an agenda of 22 action items to be considered and several reports including some from the University of Illinois Foundation, the University of Illinois Alumni Association, the University Senates Conference, and the Urbana-Champaign Senate.

Mr. Eppley then described several of the items to be considered and stated that a recommendation for the Fiscal Year 2007 budget was in the agenda, as well as a proposed request for the Fiscal Year 2008 budget, which he said will go to the Illinois Board of Higher Education for analysis and further consideration after this meeting, then to the governor for review and then on to the legislature, and that by early summer 2007, the University should know if the request for more funds had been successful. He continued and noted that another agenda item recommended was the largest issuance of bonds to date for the Auxiliary Facilities System, and various capital projects to help start the deferred maintenance program at the Urbana campus.

#### **WELCOME FROM CHANCELLOR HERMAN**

Chancellor Herman welcomed the Board to the Urbana campus and introduced several students who had made outstanding contributions to causes such as energy conservation as explained by a project to produce fuel from recycling cooking oil from campus cafeterias; competing in marathons and triathlons to raise money for children in third world countries; and starting a business to teach classics to children as a means for improving their reading potential. He also reported on the paintings of a student who has recently returned from military service in Iraq and paints what he recalls from that experience. The chancellor congratulated these students on their singular accomplishments aimed at helping others.

Chancellor Herman then asked Vice Chancellor Renée Romano to introduce some of the students involved with the Volunteer Illini projects who were present. Dr. Romano commented on the many projects undertaken by the Volunteer Illini and saluted these students for their splendid efforts.

Mr. Eppley then suggested that the item in the agenda to recognize the Volunteer Illini be considered by the Board at this time and invited Mr. Kantas to read the resolution.

#### **Resolution to Recognize the Volunteer Illini Projects, Inc., Student Organization at the University of Illinois at Urbana-Champaign**

(1) The Board of Trustees of the University of Illinois sincerely appreciates and recognizes the unselfish, dedicated commitment, leadership, and volunteerism demonstrated by Volunteer Illini Projects, Inc. (VIP) in its support of local community agencies and their volunteer needs.

Composed of nearly 2,500 students, 15 service projects, and six administrative positions, student volunteers with VIP gave 16,935 hours of service during the 2005-2006 academic year. The organization's mission is:

“Volunteer Illini Projects, Inc. (VIP) is a student-run, student-staffed volunteer organization committed to peace, unity, and change. By working with and within the community, VIP makes a positive impact through service, thereby enriching students’ educational experience and committing students to a lifetime of volunteerism. VIP strives to foster unity and enhance interpersonal connections through mutual understanding and empowerment. The dynamic of tradition of past student initiative and vision for positive social action guides the future of Volunteer Illini Projects, Inc.”

Through service projects such as Arts Outreach, Best Buddies, Blood, and I-Vote as well as service in aid of community justice, daycare, environmental issues, friendship, health needs, hunger and homelessness, recreation services, senior citizens assistance, social empowerment, tutoring, and other special projects, VIP volunteers can be seen at more than 75 partnering agencies within Champaign County.

Volunteer Illini Projects began in 1963 and continues to be one of the largest student volunteer organizations in the Midwest. The impact of the “VIP experience” continues after graduation. It is clear that VIP alumni continue to strive for peace, unity, and change. Many contribute financially to VIP and without their support the scope of VIPs’ activities would not be possible.

The Board of Trustees hereby recognizes and commends Volunteer Illini Projects, Inc., for its outstanding example of student volunteerism, which contributes to the fabric of student life on the Urbana campus, and benefits the community, and the larger society.

The Board of Trustees directs that this resolution be incorporated into the minutes of today’s meeting to become a part of the official public record, and that a suitable copy be given to Volunteer Illini Projects, Inc., as a permanent reminder of the esteem in which it is held.

On motion of Mr. Kantas, the foregoing resolution was adopted.

#### **PUBLIC COMMENT**

In accord with the Board’s procedures regarding comment from the public, Mr. Eppley announced that one individual had applied to address the Board and had been approved. He said this person would be given five minutes for remarks, and then asked Jen Tayabji to begin her comments.

Ms. Tayabji spoke about the Chief Illiniwek tradition which she referred to as racist. She stated that this Board meeting is the third meeting since the denial by the National Collegiate Athletic Association (NCAA) of the Board’s appeal of the NCAA’s decision that Chief Illiniwek and the logo associated with the chief must be discontinued in order for the Urbana campus to host post-season competition. She criticized the Board for not meeting with members of groups opposed to the Chief Illiniwek tradition and asserted that some people thought the Board wished to transfer the Chief to another organization to avoid discontinuing the tradition. She urged the Board to heed the decision of the NCAA. In addition, she admonished the Board to involve the public in any consideration of the Chief Illiniwek tradition and reminded trustees of the requirements of the Open Meetings Act. Ms. Tayabji also told the trustees that they ought not to try to find ways to continue the Chief, but end the tradition (material on file with the secretary).

### MEETING OF THE BOARD AS A COMMITTEE OF THE WHOLE

Mr. Eppley convened this meeting at 9:45 a.m. and asked President White to comment. In his remarks, President White told the Board that the next chapter of the University's history is the formation of a new part of the University to offer higher education to many groups who would otherwise never have an opportunity to obtain a University of Illinois education. He said the University should be a national leader in providing high quality higher education to large groups of people in fulfillment of the land grant mission. He added that students in the future will have curricular experiences that are a rich mixture of traditional courses and online courses, and that the resources of the University of Illinois make it a logical institution to deliver a high quality online education. He stated that Dr. Chester Gardner would present a report of developments to date in forming a global campus as part of the University. He added that it was his plan to provide this summary today and return at a later meeting of the Board for approval of it. He commended Dr. Gardner for his fine work on drawing up the plans for the global campus and invited him to summarize activities to date (materials on file with the secretary).

Dr. Gardner described the 40-member taskforce that had worked on this undertaking for the last year and stated that this group's report recommended moving forward with the development of the global campus. He stressed that the quality of courses offered online must be comparable to those offered on the campuses. Further, he said that the student services for online students must be exemplary.

Dr. Gardner told the trustees that a financial model had been developed, and that to implement this, a marketing program was crucial. He indicated that the governance model recommended was that of a limited liability corporation with a board of managers governed by the Board of Trustees, with the president of the University serving as chair of the board of managers. He said that there were 20 faculty members on the taskforce mentioned above, and that he had discussed the proposal for a global campus with the University Senates Conference, and was now seeking wider consultation with faculty groups on the campuses.

Also, Dr. Gardner listed several items that must be developed to launch a global campus, including: academic materials, a logo, templates for marketing, legal documents, and an identity. He told the Board that this would be a large undertaking with some unique challenges and added that this is an important innovation that would require a cultural shift in thinking on the part of the University. He also emphasized that the global campus must be self-sustaining with rigorous business systems and it must interact with academic programs and units on the campuses. He stated that the two characteristics are essential for the global campus: sound academic planning, including the establishment of admissions qualifications; and standards for the faculty who would teach in the program. Also, he said that adequate start-up financing is important for a business and financial plan, and that leadership from the board of managers and rigorous execution of both the academic plan and the business plan were required.

Discussion followed with several trustees commenting on the recommendation. Mr. Bruce questioned the limited liability corporation as a governance model and also questioned whether the president of the University would have the time required to take on the work of the chair of the board of managers.

Mr. Sperling asked first if the University of Illinois' peers had such programs, and upon learning from Dr. Gardner that just two, the University of Maryland and the University of Massachusetts, currently offered programs online, Mr. Sperling asked if the best public universities had not developed such delivery systems for fear of a loss of stature and a dilution of academic programs. He noted that he would not want a program like that which is offered by the University of Phoenix. Dr. Gardner responded that Cornell University had started a program for online delivery of academic programs but abandoned it after a few years. He also observed that times have changed since then and it now appears that the times are auspicious for launching a global campus because certain social and technical factors are now present that would make such a program successful. He reminded the Board that there are three different institutions that make up the University of Illinois and the global campus would be different too. He stated that the overarching consideration is for quality.

President White commented that some of the nation's top universities initiated online programs in the 1990s and seemed to drop them fairly quickly. He said that now seems to be a good time for the University of Illinois to develop a global campus, given its history of prominence in technological developments and the need for higher education for those who cannot travel to a traditional campus.

Dr. Carroll agreed that this is a good time for the University of Illinois to consider offering online programs and also agreed with Mr. Sperling that it is useful to be cautious and to insist on quality. She observed that it is good that the University of Illinois is a traditional institution and is taking on the task of moving into this arena with a proposal to offer high quality academic programs. She said that the Illinois Board of Higher Education (IBHE) had received reports on this recommendation and was supportive.

Dr. Schmidt commented that he had met with the senate observers and other representatives of the campus senates in a meeting where the global campus was discussed. He concluded that the global campus must be a program of high quality and, as a part of that, the credentials for faculty members should be comparable to those of faculty members teaching on the campuses. He said that maintaining quality is crucial and that if it cannot be maintained at a level of excellence, then the University ought not to embark on this venture. Dr. Schmidt also said he sees the potential for both independence and integration for the global campus and the residential campuses, in that students on the campuses might wish to include some online courses in their programs.

Mr. Shah also voiced concerns about quality for the global campus and said he would not look at the University of Phoenix as a model. He also had concerns about why a limited liability corporation was the best governance model. Further, he commented that he thought work was progressing too

quickly on this and that the Board needed to discuss it in greater depth in order to understand the processes which were not clear at this point.

Mr. Eppley noted that the Board of Trustees would be the only member of the limited liability corporation and the trustee serving on the board of managers would be approved by the Board of Trustees. Mr. Shah then asked if the Board of Trustees should give responsibility for a global campus to a limited liability corporation.

Ms. Doyle asked if the regular faculty members at the campuses would be involved in teaching courses for the global campus, since there was mention made that most of the faculty for the global campus would be part-time. She also asked if the admissions process would be separate from those of the campuses.

Mr. Eppley concluded the discussion and summed up the main issues that need further clarification. These included quality, governance, and control in the global campus. He noted that the goal was to keep the global campus structure nimble, ensure control and oversight by the trustees. He stated that the University of Phoenix is not a model for the global campus but that the University of Phoenix established that there is a market for this type of program.

#### **COMMITTEE MEETING RECESSED FOR PRESS CONFERENCE WITH LIEUTENANT GOVERNOR**

At 10:20 a.m., the Board recessed to attend a press conference held by Lieutenant Governor Patrick Quinn to recognize an art exhibit on the campus that honored those military men and women who have lost their lives in Afghanistan and Iraq in the current conflicts.

#### **MEETING OF THE BOARD AS A COMMITTEE OF THE WHOLE RECONVENED**

At 11:05 a.m., Mr. Eppley reconvened the meeting of the Board as a Committee of the Whole and asked Chancellor Manning to give a status report on plans for an addition to the College of Medicine building at Rockford. Chancellor Manning stated that the purpose of the building addition was to provide a home for the National Center for Rural Health Professions as part of a plan to build this program and make it nationally recognized. She stated that the estimated cost of the building addition is \$30.0 million and that \$2.7 million in federal funds would be made available when construction begins. In addition, she said that \$900,000 has been solicited in gifts yet to be received. Chancellor Manning also noted that this project is on the capital project priority list for the Fiscal Year 2008 budget request. She added that there is strong local interest in Rockford for this project from the mayor, the congressman, and the local legislator. Further, she stated that the Easter Seals organization has expressed interest in assisting.

Chancellor Manning then told the Board that the College of Pharmacy at the Chicago campus is interested in establishing a presence with the College of Medicine at Rockford, and would like to offer a program for approximately 50 students in each class for a total of 200 students. She said that an economy of scale would be possible if the College of Pharmacy could share the facility with the College of Medicine at Rockford. She



explained that there is a shortage of pharmacists in Illinois and that the possibility of offering the program outside Chicago is attractive. Dr. Joseph A. Flaherty, dean, College of Medicine, said that pharmacy schools were growing nationally and that having a pharmacy program at Rockford would be desirable.

Dr. Manning stated that the deans of the Colleges of Medicine and Pharmacy were now involved in a campaign to raise the funds needed for the building addition and that a total of 12 development staff members would be involved with this and had a set a goal of raising \$10.0 million.

Mr. Eppley asked Chancellor Manning if timelines were set for these projects. Chancellor Manning said that these are being drafted. Mr. Bruce emphasized the importance of timelines for this campaign. Chancellor Manning also noted that a celebration of the 35<sup>th</sup> anniversary of the College of Medicine in Rockford was planned for September 18, 2006, and that this event would provide an opportunity for her to announce the campaign and the plan to raise \$10.0 million.

Mr. Vickrey asked Dr. Martin Lipsky, regional dean, College of Medicine at Rockford, to describe the Urban Health Program that is a companion program to the Rural Health Program. Dean Lipsky stated that both programs recruit students with the plan that the students will practice in underserved areas of the State once they graduate. He said that both programs have residencies in such geographic areas to encourage the students to practice in these areas.

Trustee Carroll asked about the relationship between the comments made by the mayor of Rockford last year and the current plans. Chancellor Manning said that Mayor Morrissey's support for the building addition was very important to the fundraising. Mr. Eppley reminded the Board that the Board had pledged \$14.0 million to this project and urged the chancellor to assist to raise the difference.

Trustee Schmidt stressed that consideration of the cost of adding a pharmacy program in Rockford in light of the current needs of all the health sciences colleges was important.

Trustee Shah suggested a schedule for the project and an explanation for the inclusion of the cost for adding a pharmacy program at Rockford.

Mr. Vickrey asked if the \$14.0 million that had been committed by the Board for the building addition had been transferred to an account for this purpose and Mr. Eppley answered that this was a commitment. Mr. Vickrey also requested a report on the status of the project and Dean Lipsky replied that drawings of the planned addition had been prepared.

President White suggested that flow charts for the entire project, building addition and pharmacy program, should be prepared. This concluded the discussion.

## **MEETING OF THE BUDGET AND AUDIT COMMITTEE**

### **Operating Budget for Fiscal Year 2007**

Mr. Bruce convened this meeting at 11:40 a.m. and asked Vice President Rugg to comment on the operating budget for Fiscal Year 2007.



Mr. Rugg described the FY 2007 budget and noted an increase of \$208.0 million, a six percent increase over the previous year. He said that \$55.0 million of this was in unrestricted funds; \$91.0 million in restricted funds; and that payments on behalf of the University accounted for \$62.0 million (materials on file with the secretary).

He stated that the goals of the University of Illinois Compact were met for this year, which is the first year of the compact, and that a new maintenance fee for academic facilities helped greatly. He also stated that not all funds are distributed evenly across all colleges. Also, Mr. Rugg commented that federal research and development funds from the agencies that provide the largest amount of funding to the University, National Science Foundation and the National Institutes of Health, are slowing. He also noted that the unrestricted funds are actually tied to specific programs, and cited the example of the income fund at Springfield growing substantially as enrollment grows, and that these funds are for academic programs.

Mr. Rugg also reviewed the information on revenue sources and expenditures (materials on file with the secretary). He explained that State funds and tuition revenue are used for instructional programs. He recommended approval of the budget for Fiscal Year 2007 which is an item in the agenda for today's meeting. He also called attention to the recommendation for approval of the salaries for the academic staff that is also an item in the agenda.

Mr. Eppley commended Mr. Rugg for showing where funds are expended and for pointing out that they are used for stated priorities. Dr. Schmidt then asked for information about changes reflected in this budget recommendation from what was discussed with the Board a few months earlier. Mr. Rugg responded that the modest increase in revenue predicted in the earlier discussion was not achieved and that expenses for utilities were greater than expected.

### **Budget Request for Fiscal Year 2008**

Next, Mr. Bruce asked Vice President Chicoine (in his role as interim vice president for academic affairs, pending approval by the Board of Trustees) to present the budget request for Fiscal Year 2008. First, Vice President Chicoine described the IBHE budget process calendar that begins when the University's budget request is submitted to the IBHE, then reviewed and submitted as a part of the higher education budget to the Governor for inclusion in the Governor's budget message to be delivered in early spring. He also reviewed the budget categories (see materials on file with the secretary), that included a request for an eight percent increase on the FY 2007 base and stated the following priorities: sustaining and building academic quality, improving facilities and operations, and meeting inflation and cost increases.

Mr. Eppley then invited Professor Elliot Kaufman, chair of the University Senates Conference, to comment on the budget request. In response, Professor Kaufman told the Board that the request for an increase of four percent for compensation for FY 2008 is the same as that requested in the FY 2007 budget request because that goal was not met in the FY 2007 budget. He also concurred with Mr. Rugg and noted that there is currently

a decline in the amount of federal funds available for research in universities, after decades of increases.

Discussion followed and Dr. Carroll asked for an explanation of the allocations for academic quality at Chicago and Urbana. Dr. Chicoine explained that those were based on the priorities stated in the campuses' strategic plans. Mr. Sperling stressed the need to address competitiveness in faculty salaries in order to retain outstanding faculty members. President White said he appreciated Mr. Sperling's comment and noted the difficulty in allocating scarce resources. Both Chancellor Herman and Chancellor Manning commented on the challenge and the need to improve salaries for faculty members. Trustee Schmidt urged the administration to plan budgets, and salary needs, in five-year cycles. In response, President White asked the vice presidents to prepare a long-range plan for faculty salaries.

Dr. Chicoine then presented the top ten priorities for capital projects (see Table 2 in agenda item no. 13) and explained that this is a compiled list of the individual campuses' lists of priorities. He reported that these ten priorities total \$261.0 million, and that some of these are considered economic development projects which are tied to the Illinois Department of Commerce and Economic Development and to the Capital Development Board, and that the others are projects for which the IBHE would have oversight.

### **Report on University Audits**

Mr. Bruce invited Julia A. Zemaitis, executive director of University Audits, to present a summary of the annual report of the audit office (materials on file with the secretary).

Ms. Zemaitis indicated that the full report had been distributed to the Board and that she would highlight three areas: first, the mission, purpose, responsibilities, and authority of the office; second, the office's use of resources; and third, audit recommendations.

With regard to the first, she said the office is charged with protecting the University and related agencies by checking the adequacy of procedures to safeguard financial resources; to comply with laws, regulations, and policies; and to manage risks appropriately.

Concerning the second area, she indicated that the office's use of resources shows that 85 percent of the office's effort was spent on planned audits and that the remaining 15 percent was spent on special projects, including investigations that were not planned.

She also reported that there were 235 outstanding audit recommendations at the beginning of the year, that 209 were added last year, and that management implemented 238, leaving 191 outstanding recommendations at the end of the year. She noted that management implementation of audit recommendations had been improving over the last three years.

In conclusion, she said that this report summarizing the implementation of the approved audit plan for Fiscal Year 2006 is in fulfillment of the audit function charter of the Board.

President White commended Ms. Zemaitis for her professionalism and outstanding work.

Mr. Bruce stated that this concluded the committee meeting and the Board reconvened in regular session.

### **MOTION FOR EXECUTIVE SESSION**

Chair Eppley stated: "A motion is now in order to hold an executive session to consider the following subjects: University employee matters; setting the price for the sale or lease of property owned by the University; and pending, probable, or imminent litigation against, affecting, or on behalf of the University."

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

(The student advisory vote was: Aye, Mr. Kantas, Mr. Mamsa; no, none.)

### **EXECUTIVE SESSION**

The trustees, President White, Mr. Bearrows, and Dr. Thompson were present.

#### **Setting the Price for Property Owned by the University**

Vice President Rugg and Douglas Beckmann, senior associate vice president for business and finance, joined the Board to discuss the item under this aegis that concerned setting the price for land owned by the University in order to transfer it to the University of Illinois Foundation for an exchange of land of like value. Mr. Rugg stated that the University wishes to transfer the land known as the Pell Farm to the University of Illinois Foundation for this exchange. He explained that this type of transaction is provided for in the guidelines of the Legislative Audit Committee, and that the provisions state that the Foundation may not profit from the transaction, and that it is assumed that the Foundation might incur a loss in such a transaction.

Mr. Rugg explained that the Foundation acquires properties strategically located within the University's master plans and that it owns property that would be useful for the planned relocation of the South Farms at Urbana. He said that in preparation for the exchange, the University received two appraisals for the Pell Farm property and the Foundation was emphatic about paying the lower appraisal. Mr. Rugg told the Board that this was \$2.5 million, and reminded the members that he had indicated at the Board meeting on July 13, 2006, that the appraisal that had been received at that time was for \$3.2 million. He noted that the Foundation required two appraisals and that its representatives had emphasized the need to accept the lower appraisal. Mr. Beckmann explained that this was expected because the Foundation had fiduciary responsibilities to meet. Mr. Rugg added that if the sale of the property (Pell Farm) net of carrying costs should be more than the lower appraisal, those funds would go to the Urbana campus and that, under the guidelines of the Legislative Audit Commission, the Foundation is not permitted to retain any profit. Mr. Eppley commented that the Foundation's insistence on accepting the

lower of the two appraisals is not a problem for the University because any subsequent profit would go to the Urbana campus.

Mr. Rugg then described the property the University seeks to receive from the Foundation in exchange for two farms on the south campus at Urbana; one residence and one piece of farm property. Mr. Vickrey asked for assurance that the University wanted to acquire all of these properties and was given that. Mr. Rugg stated that the Foundation provides the loan note for such property and the University pays the carrying costs which enables the University to acquire property before the price increases.

Messrs. Rugg and Beckmann departed the meeting at the end of this discussion.

A CONTINUING NEED FOR  
CONFIDENTIALITY  
EXISTS FOR THIS SECTION.

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### EXECUTIVE SESSION ADJOURNED

There being no further business, the executive session was adjourned and the Board meeting recessed for luncheon<sup>1</sup> and committee meetings.

### MEETING OF THE FINANCE AND INVESTMENT COMMITTEE

Following luncheon, Mr. Vickrey, chair of this committee, convened the meeting at 2:20 p.m. and asked Mr. Beckmann to begin the presentations. Mr. Beckmann stated that the first presentation concerned a recommendation to issue Auxiliary Facilities System Revenue Bonds for 2006 (materials on file with the secretary). He introduced four individuals who are members of the team working on the bond issuance. The financial advisor addressed the Board concerning the transaction and the opportunity it presented the University. Another team member stated that the interest rate was favorable.

Mr. Eppley asked if there were any comments on the taxability of the bonds for Memorial Stadium at Urbana. A team member stated that all the bonds were tax exempt bonds and that maximum benefit is expected.

Next, Mr. Beckmann presented a recommendation for a revision to the Endowment Investment Policy to add farmland to the investment portfolio. Mr. Beckmann told the Board that farmland is a low risk investment that is advised because the University's peers are including farmland in their investments. He noted that the University of Illinois has received as gifts some of the most valuable farmland in the world and that there is a relatively high correlation of the value of this investment to inflation. Thus, he recommended that the University include farmland in the amount of 15 percent of its investments. Mr. Eppley commented that this is wise because farmland should be treated as any other asset.

At this time, the Board reconvened in regular session.

### PRESENTATION AND DISCUSSION OF AGENDA ITEMS

For this session, the following items were considered. Agenda item nos. 12, 14, 15, and 19 had previously been covered in committee meetings. Voting on the items was scheduled for later in the meeting.

Agenda item no. 5, "Interim Vice President for Academic Affairs"—President White recommended Vice President David L. Chicoine for the added position of interim vice president for academic affairs in order to provide time for the president to assess this position and future arrangements regarding it.

Agenda item no. 4, "Appoint Members to the Board of Illinois VENTURES, LLC, Vice President for Technology and Economic Development"—Vice President Chicoine reported that the item recommends the reappointment of three current members of the Board of Managers for staggered terms as follows: James Foght, three years; Warren Holtsberg, one year; and Michael Tokarz, two years. He noted that among the nine voting members of this Board there are two members of the Board of Trustees, currently, Trustees Eppley and Schmidt. He noted that Mr.

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<sup>1</sup> Guests at luncheon included members of the Urbana Senate Executive Committee; students participating in the Volunteer Illini projects who were recognized earlier in the meeting; and the other student guests mentioned by Chancellor Herman in his remarks earlier in the meeting.



Bearrows is secretary of the Board and Mr. Rugg serves as treasurer. He explained that as a limited liability company, owned by the University, IllinoisVENTURES plays a key role in technology commercialization and economic development by providing business development services and early-stage capital to start-up projects built around faculty inventions. He noted that IllinoisVENTURES also manages the private venture fund, the Illinois Emerging Technologies Fund.

Dr. Chicoine stated that due to the leadership of the Board of Managers, particularly, Messrs. Foght, Holtsberg, and Tokarz and John Banta, chief executive officer, IllinoisVENTURES continues to demonstrate success and has accomplished much since becoming fully operational in January 2003. Since that time IllinoisVENTURES, LLC, has consulted on and reviewed 526 projects, provided seed funds for 40 start-ups, and provided a total of \$13.2 million in funding to start-ups with a total of third-party investments of \$85.0 million. He said that IllinoisVENTURES was recognized by Price, Waterhouse, Coopers as one of the top 100 early-stage venture capital firms and one of only two from Illinois in that group. Further, he told the Board that on September 20, 2006, the University of Illinois would be recognized in Washington, D.C., as one of the top ten universities in the world in the area of biotech research and for its ability to transfer technologies to the commercial marketplace. Dr. Chicoine indicated that this recognition comes from a world-wide review of successful biotech research and technology transfer at universities.

Agenda item no. 3, "Appoint Members to the Advisory Board of the Division of Specialized Care for Children (DSCC) in Springfield, Chicago"—Chancellor Manning stated that the Board of Trustees approves the 15 members of the board of this organization annually and noted that DSCC has been operated under the auspices of the University since 1957. DSCC is Illinois' Title V agency that provides care coordination for families and children with special health care needs and financial assistance for those who meet financial eligibility requirements. She said that the advisory board is representative of a broad professional, experiential, and geographic cross-section of the State of Illinois. She indicated appointments of three years each are recommended for the three individuals who would be new members of this board.

Agenda item no. 8, "Designate the Walter Payton Liver Center at the University of Illinois Medical Center, Chicago"—Chancellor Manning stated that the mission of this center is to provide the most comprehensive approach to the understanding, diagnosis, care, and cure of liver disease, fulfilling Walter Payton's wish to make a difference for others with liver-related illnesses. She explained that the UIC organization known as GILD (Gastrointestinal and Liver Disease Council) is embarking on a \$10.0 million philanthropic effort to expand the work of the Liver Center and that \$1.0 million has already been committed to the project. Dr. Manning stated that Walter Payton's family and the Estate have received this idea with enthusiasm and have given firm indication of their approval for the use of Mr. Payton's name and likeness to designate the Liver Center.

Mr. Vickrey suggested changes in the plan for the location, explaining that such a distinguished center should have better space. He also asked

for a more distinctive entrance for the center. President White assured the Board it would be something of which we all can be proud.

Agenda item no. 9, "Redesignate Remote Library Storage Facility as Oak Street Library Facility, University Library, Urbana"—Chancellor Herman explained that this is recommended to designate the facility more appropriately.

Agenda item no. 10, "Designate the John "Bud" Velde, Jr., Library Conservation Laboratory, Urbana"—Chancellor Herman stated that the curatorial responsibility of the library at Urbana is great since it is the largest public university library in the country. He explained that designating the conservation for Mr. Velde was suggested because Mr. Velde is a strong supporter of the library's special collections and of conservation.

Agenda item no. 16, "Award Contracts for Sandi Port Errant Language and Culture Learning Center at Grant Hall, Chicago"—Mr. Lyle D. Wachtel, associate vice president for facilities planning and programs, presented this item and other capital development projects. (Materials related to his presentations, such as maps and schedules, are on file with the secretary.) He explained that the contracts recommended were for the general work, heating, air conditioning, and temperature control on this project.

Agenda item no. 17, "Award Contracts for South Campus Mixed Use Development, Chicago"—Mr. Wachtel explained that these contracts were for landscaping and other work related to the projects in this part of the campus that are currently being constructed. He stated that the schedule calls for completion of the entire project by fall 2007.

Agenda item no. 18, "Employ Architects/Engineers for Projects for Deferred Maintenance Program, Urbana"—Mr. Wachtel noted that this is the first set of projects to be recommended under the program for 11 projects approved by the Board in May 2006. He indicated that contracts are recommended for life-safety projects for the Krannert Center for the Performing Arts and the Psychology Building, and replacement of air handling units and controls for Roger Adams Laboratory.

Mr. Eppley asked Mr. Shah for his comments on the recommendation to award these three contracts. Mr. Shah stated that since these deal with life-safety concerns, he would recommend approving the contracts and added that on other contracts he wants to take a more cost-effective approach since these three involve charges of approximately 20 percent more than he thinks necessary. He suggested developing a better procurement method for such contracts that would include handling more projects collectively.

Agenda item no. 20, "Purchases and Change Order Recommendations"—Mr. Michael Bass, executive assistant vice president for business and finance, presented the 18 purchases and three change orders recommended. There were no questions in regard to these.

#### **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 con-

sidered the vote on each agenda item nos. 2 through 10 inclusive. The recommendations were individually discussed but acted upon at one time.

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

### **Approve Minutes of Board of Trustees Meetings**

(2) The secretary presents for approval the minutes of the Board of Trustees meetings of October 5 (special) and November 10, 2005.

On motion of Mr. Dorris, these minutes were approved.

### **Appoint Members to the Advisory Board of the Division of Specialized Care for Children (DSCC) in Springfield, Chicago**

(3) In 1957, the Illinois General Assembly created an advisory board for the Division of Specialized Care for Children (DSCC) to advise the administrators of the University of Illinois regarding DSCC. The Board of Trustees is charged with appointing the members of the advisory board. The chancellor at Chicago recommends the following appointments for a three-year term ending July 31, 2009:

SHUBHRA MUKHERJEE, MD, attending physician, Pediatric Rehabilitation, Rehabilitation Institute of Chicago; active staff/courtesy, Physical Medicine and Rehabilitation, Children's Memorial Hospital, Chicago; instructor, Physical Medicine and Rehabilitation, Feinberg School of Medicine, Northwestern University, Chicago

MYRTIS SULLIVAN, MD, MPH, FAAP, assistant professor, Division of Community Health Sciences, Maternal and Child Health, School of Public Health, University of Illinois at Chicago; associate director and director of research, Great Lakes Children's Environmental Health Center/Pediatric Environmental Health Center, John H. Stroger Jr. Hospital of Cook County, Chicago; voluntary attending physician, Department of Ambulatory Pediatrics, John H. Stroger, Jr. Hospital of Cook County, Chicago

NANCY M. YOUNG, MD, head, Section of Otolaryngology and Neurotology, Division of Pediatric Otolaryngology, Children's Memorial Hospital, Chicago; medical director, Department of Audiology, Division of Pediatric Otolaryngology, Children's Memorial Hospital, Chicago; medical director, Listening and Language Center, Division of Pediatric Otolaryngology, Children's Memorial Hospital, Chicago; assistant professor, Department of Otolaryngology, Feinberg School of Medicine, Northwestern University, Chicago

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 Mr. Dorris, these appointments were approved.

### **Appoint Members to the Board of IllinoisVENTURES, LLC, Vice President for Technology and Economic Development**

(4) At the Board of Trustees meeting of April 13, 2000, the Board authorized formation of the IllinoisVENTURES, LLC (LLC), a limited liability company which promotes the development of new companies commercializing University technologies through such activities as assisting companies in obtaining early-stage capital, recruiting management talent, developing business plans, and obtaining necessary business services, to help these companies succeed. The Operating Agreement (Bylaws) of the LLC specifies 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, three business and industry leaders, one representative of the president of the University, and one member recommended by the governor.

The three current members of the Board of Managers, who are business and industry leaders, are completing their second three-year terms. These are James Foght, Vector Securities, Winnetka, Illinois; Warren Holtsberg, vice president and director, Motorola Ventures, Schaumburg, Illinois; and Michael Tokarz, The Tokarz Group, Purchase, New York.

On September 11, 2003, the Board of Trustees recommended that the Board of Managers establish staggered terms for the business and industry leader members considering the three-year terms specified in Section 5.7 of the Operating Agreement and the need for continuity on the Board of Managers as terms expire. Upon the determination by the Board of Managers, the terms of the business and industry leader members of the Board of Managers shall be reported to the vice president for technology and economic development, the University's principal officer to the LLC and to the secretary of the LLC. It is recommended that the following be reappointed to the Board of Managers with the following terms: (1) James Foght be reappointed to a three-year term, expiring in September 2009; (2) Warren Holtsberg be reappointed to a one-year term, expiring in September 2007; and (3) Michael Tokarz be reappointed to a two-year term expiring in September 2008. Each of these appointments will return to three-year terms upon expiration.

The president of the University and the vice president for technology and economic development recommend the appointments of James Foght, Warren Holtsberg, and Michael Tokarz to the Board of Managers.

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

### **Interim Vice President for Academic Affairs**

(5) I recommend the appointment of David L. Chicoine, currently vice president for technology and economic development, as interim vice president for academic affairs, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$270,000, beginning July 1, 2006.

Dr. Chicoine will continue to hold the title of vice president for technology and economic development non-tenured on a twelve-month service basis on zero percent time; and the rank of professor in both the Department of Agricultural and Consumer Economics and Institute of Government and Public Affairs on indefinite tenure on an academic year service basis on zero percent time. He succeeds Chester S. Gardner who resigned June 30, 2006, and now serves as special assistant to the president for the global campus.

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.

This appointment has been reviewed by the University Senates Conference.

I seek your approval.

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

### **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**

FELICIA AURORA BARRETT, assistant professor and assistant health sciences librarian (Rockford), University Library, University of Illinois at Chicago, probationary faculty on initial/partial term appointment, on a twelve-month service basis, on 100 percent time, at an annual salary of \$47,000, beginning July 1, 2006.

- JIN-HONG CHANG, assistant professor of ophthalmology and visual sciences, College of Medicine at Chicago, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$77,727, beginning April 1, 2006.
- TOM G. DRIVER, assistant professor of chemistry, summer appointment, on 100 percent time, at a monthly rate of \$7,667, July 1-August 15, 2006, and continuing as probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$69,000, beginning August 16, 2006.
- \* MARK STEVEN DWORKIN, associate professor, Division of Epidemiology and Biostatistics, School of Public Health, on indefinite tenure, on an academic year service basis, on 60 percent time, at an annual salary of \$76,091, beginning August 16, 2006; and senior research scientist, Division of Epidemiology and Biostatistics, School of Public Health, non-tenured, on an academic year service basis, on 40 percent time, at an annual salary of \$50,727, beginning August 16, 2006, for a total salary of \$126,818.
- CRISTINA GRAGNANI, assistant professor of Spanish, French, Italian, and Portuguese, 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, 2006.
- BRYNA HARWOOD, assistant professor of obstetrics and gynecology, College of Medicine at Chicago, probationary faculty on initial/partial term appointment, on a twelve-month service basis, on 51 percent time, at an annual salary of \$81,600, beginning July 1, 2006; and physician surgeon in obstetrics and gynecology, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, on 49 percent time, at an annual salary of \$78,400, beginning July 1, 2006, for a total salary of \$160,000.
- JEFFREY DAVID KLOPFENSTEIN, assistant professor of neurosurgery, College of Medicine at Peoria, probationary faculty on tenure track year one, on a twelve-month service basis, on 60 percent time, at an annual salary of \$25,000, beginning July 1, 2006.
- SUPRIYA MEHTA, assistant professor, Division of Epidemiology and Biostatistics, School of Public Health, probationary faculty on tenure track year one, on an academic year service basis, on 64 percent time, at an annual salary of \$44,800, beginning August 16, 2006; and research scientist, Division of Epidemiology and Biostatistics, School of Public Health, non-tenured, on an academic year service basis, on 36 percent time, at an annual salary of \$25,200, beginning August 16, 2006, for a total salary of \$70,000.
- SUSAN D. PHILLIPS, assistant professor, Jane Addams College of Social Work, summer appointment, on 100 percent time, at a monthly rate of \$4,778, July 16-August 15, 2006, and continuing as probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$61,000, beginning August 16, 2006.
- ABHILASHA RADHAKRISHNAN, assistant professor of medicine, College of Medicine at Peoria, probationary faculty on initial/partial term appointment, on a twelve-month service basis, on 55 percent time, at an annual salary of \$75,625, beginning June 24, 2006; and physician surgeon in medicine, College of Medicine at Peoria, non-tenured, on a twelve-month service basis, on 45 percent time, at an annual salary of \$61,875, beginning June 24, 2006, for a total salary of \$137,500.
- PRESTON T. SNEE, assistant professor of chemistry, summer appointment, on 100 percent time, at a monthly rate of \$7,667, July 1-August 15, 2006, and continuing as probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$69,000, beginning August 16, 2006.
- DEBORAH S. STRATMAN, assistant professor, School of Art and Design, 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, 2006.
- CHVETTE T. WILLIAMS, assistant professor, Division of Health Policy and Administration, School of Public Health, probationary faculty on tenure track year one, on an academic year service basis, on 65 percent time, at an annual salary of \$52,650, beginning August 16, 2006; and research scientist, Division of Epidemiology and Biostatistics, School of Public Health, non-tenured, on an academic year service basis, on

35 percent time, at an annual salary of \$34,650, beginning August 16, 2006, for a total salary of \$87,300.

HUI XIE, assistant professor, Division of Epidemiology and Biostatistics, School of Public Health, probationary faculty on tenure track year one, on an academic year service basis, on 60 percent time, at an annual salary of \$40,200, beginning August 16, 2006; and research scientist, Division of Epidemiology and Biostatistics, School of Public Health, non-tenured, on an academic year service basis, on 40 percent time, at an annual salary of \$38,000, beginning August 16, 2006, for a total salary of \$78,200.

#### *Emeriti Appointments*

GARY L. ALBRECHT, professor emeritus of disability and human development, August 16, 2005. This is in addition to the title of professor emeritus of health policy and administration, August 16, 2005, which was previously approved by the Board on April 11, 2006.

NASROLLAH ETEMADI, associate professor emeritus of mathematics, statistics, and computer science, June 16, 2006

BRAYTON I. GRAY, professor emeritus of mathematics, statistics, and computer science, June 16, 2006

LAWRENCE A. KENNEDY, professor emeritus of mechanical engineering in the Department of Mechanical and Industrial Engineering, March 1, 2006

RICHARD G. LARSON, professor emeritus of mathematics, statistics, and computer science, June 16, 2006

JAMES MAHARG, associate professor emeritus of Spanish, French, Italian and Portuguese, May 16, 2006

SABYASACHI MUKHERJEE, professor emeritus of periodontics, June 1, 2006

ROBERT V. STORTI, professor emeritus of biochemistry and molecular genetics, May 16, 2006

PAUL ROBERT YOUNG, JR., professor emeritus of chemistry, January 1, 2004

VIRGINIA W. WEXMAN, professor emerita of English, May 16, 2006

#### Springfield

WILLIAM CARPENTER, assistant professor, English Program, probationary faculty on tenure track year three, on an academic year service basis, on 100 percent time, at an annual salary of \$46,000, beginning August 16, 2006.

HUA CHEN, assistant professor, Biology Program, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$48,000, beginning August 16, 2006.

PAMELA M. DOUGHMAN, assistant professor of Environmental Studies, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$48,000, beginning August 16, 2006.

RICHARD GILMAN-OPALSKY, assistant professor of political studies, 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, 2006.

JONATHAN M. ISLER, assistant professor, Sociology/Anthropology Program, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$42,500, beginning August 16, 2006.

DENISE KEELE, assistant professor of environmental studies, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$47,000, beginning August 16, 2006.

MARC A. KLINGSHIRN, assistant professor, Chemistry Program, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$45,000, beginning August 16, 2006.

DAVID K. LARSON, assistant professor of management information systems, probationary faculty on tenure track year three, on an academic year service basis, on 100 percent time, at an annual salary of \$88,000, beginning August 16, 2006.



- JOHN C. MARTIN, assistant professor, Astronomy/Physics Program, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$44,500, beginning August 16, 2006.
- YASHANAD MHASKAR, assistant professor, Chemistry Program, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$48,000, beginning August 16, 2006.
- TUNG NGUYEN, assistant professor, Mathematical Sciences Program, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$43,500, beginning August 16, 2006.
- NATHAN L. STEELE, assistant professor of management, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$76,200, beginning August 16, 2006.
- MILISSA THIBODEAUX-THOMPSON, assistant professor, Communication Program, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$42,000, beginning August 16, 2006.
- ANGELA MICHELLE WINAND, assistant professor, African-American Studies Program, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$49,500, beginning August 16, 2006.

#### Urbana-Champaign

- GOPESH JANKINATH ANAND, assistant professor of business administration, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$107,000, beginning August 16, 2006.
- EUGENE MICHAEL AVRUTIN, assistant professor of history, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$55,000, beginning August 16, 2006.
- ANAHID AZNAVOORIAN, 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 \$55,000, beginning August 16, 2006.
- PREETA MONA BANERJEE, assistant professor of business administration, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$115,000, beginning August 16, 2006.
- LISA KATHLEEN BATES, assistant professor of urban and regional planning, probationary faculty on initial/partial term appointment, on an academic year service basis, on 100 percent time, at an annual salary of \$55,000, beginning May 14, 2006. Dr. Bates held the rank of assistant professor of urban and regional planning, summer appointment, on 100 percent time, at a monthly rate of \$6,111, June 16-July 15, 2006, and continuing as probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$56,650, effective August 16, 2006.
- FRANK BOUKAMP, assistant professor of civil and environmental engineering, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$76,900, beginning August 16, 2006.
- TIMOTHY WOLFE BRETLE, assistant professor of aerospace engineering, summer appointment, on 40 percent time, at a monthly rate of \$3,556, August 1-August 15, 2006, and continuing as probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$80,000, effective August 16, 2006.
- STEVEN BROGLIO, assistant professor of kinesiology and community health, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$57,500, beginning August 16, 2006.
- JODI BYRD, assistant professor, American Indian Studies Program, probationary faculty on tenure track year one, on an academic year service basis, on 75 percent time, at an annual salary of \$47,250, beginning August 16, 2006; and assistant professor of English, probationary faculty on tenure track year one, on an academic year service basis, on 25 percent time, at an annual salary of \$15,750, beginning August 16, 2006, for a total salary of \$63,000.



- TIMOTHY R. CAIN, assistant professor of educational organization and leadership, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$56,000, beginning August 16, 2006.
- WILLIAM CASTRO, assistant professor of Spanish, Italian, and Portuguese, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$53,000, beginning August 16, 2006.
- \* JOSE ANTONIO CHEIBUB, associate professor of political science, summer appointment, on 100 percent time, at a monthly rate of \$10,000, July 16-August 15, 2006, and continuing on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$125,000, effective August 16, 2006; and Harold Boeschstein Scholar in Political Economy and Public Policy, Department of Political Science, non-tenured, on an academic year service basis, on zero percent time, non-salaried, beginning August 16, 2006.
- CHANDRA SEKHAR CHEKURI, associate professor of computer science, summer appointment, on 100 percent time, at a monthly rate of \$11,667, August 1-August 15, 2006, and continuing as Q probationary faculty, on an academic year service basis, on 100 percent time, at an annual salary of \$105,000, for four years beginning August 16, 2006.
- HONG CHEN, assistant professor of food science and human nutrition, summer appointment, on 100 percent time, at a monthly rate of \$6,667, June 1-August 15, 2006, and continuing as probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$60,000, effective August 16, 2006.
- TODD PRENTICE COLEMAN, assistant professor, Coordinated Science Laboratory, summer appointment, on 100 percent time, at a monthly rate of \$8,889, July 1-August 15, 2006, and continuing as assistant professor of electrical and computer engineering, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$80,000, effective August 16, 2006.
- GERALD ARTHUR ERICKSEN, assistant professor, Institute of Labor and Industrial Relations, summer appointment, on 100 percent time, at a monthly rate of \$11,111, July 16-August 15, 2006, and continuing as probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$100,000, effective August 16, 2006.
- LIMING FENG, assistant professor of industrial and enterprise systems engineering, summer appointment, on 100 percent time, at a monthly rate of \$8,556, August 1-August 15, 2006, and continuing as probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$77,000, effective August 16, 2006.
- FABIAN FERNANDEZ, assistant professor of crop sciences, summer appointment, on 100 percent time, at a monthly rate of \$6,444, July 28-August 15, 2006, and continuing as probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$58,000, effective August 16, 2006.
- \* RAYVON DAVID FOUICHE, associate professor of history, on indefinite tenure, on an academic year service basis, on 50 percent time, at an annual salary of \$47,000, beginning August 16, 2006; and associate professor, African American Studies and Research Program, on indefinite tenure, on an academic year service basis, on 50 percent time, at an annual salary of \$47,000, beginning August 16, 2006, for a total salary of \$94,000.
- GEORGE ZBIGNIEW GASNA, assistant professor of Slavic languages and literatures, probationary faculty on tenure track year one, on an academic year service basis, on 50 percent time, at an annual salary of \$26,500, beginning August 16, 2006; and assistant professor, Program in Comparative and World Literature, probationary faculty on tenure track year one, on an academic year service basis, on 50 percent time, at an annual salary of \$26,500, beginning August 16, 2006, for a total salary of \$53,000.
- THOMAS ROBERT GILLESPIE, assistant professor of pathobiology, College of Veterinary Medicine, probationary faculty on tenure track year one, on an academic year service

basis, on 50 percent time, at an annual salary of \$35,000, beginning August 16, 2006; and assistant professor of anthropology, College of Liberal Arts and Sciences, probationary faculty on tenure track year one, on an academic year service basis, on 50 percent time, at an annual salary of \$35,000, beginning August 16, 2006, for a total salary of \$70,000.

DANIEL L. GOSCHA, assistant professor, School of Art and Design, 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, 2006.

\* JEFFREY GRUBBS, associate professor, School of Music, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$95,000, beginning August 16, 2006.

IDETHIA SHEVON HARVEY, assistant professor of kinesiology and community health, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$60,000, beginning August 16, 2006.

LUIS RICARDO HERRERA, 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 \$52,000, beginning August 16, 2006.

CHRISTOPHER ROY HIGGINS, assistant professor of educational policy studies, summer appointment, on 100 percent time, at a monthly rate of \$6,779, July 1-August 15, 2006, and continuing as probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$61,000, effective August 16, 2006.

\* TIMOTHY C. JOHNSON, associate professor of finance, summer appointment, on 100 percent time, at a monthly rate of \$21,333, July 16-August 15, 2006, and continuing on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$192,000, effective August 16, 2006.

SARA C. KAPLAN, assistant professor, African American Studies and Research Program, summer appointment, on 44 percent time, at a monthly rate of \$2,877, July 16-August 15, 2006, and continuing as probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$58,000, effective August 16, 2006.

SOO AH KWON, assistant professor, Asian American Studies Program, College of Liberal Arts and Sciences, probationary faculty on tenure track year one, on an academic year service basis, on 50 percent time, at an annual salary of \$27,500, beginning August 16, 2006; and assistant professor of human and community development, College of Agricultural, Consumer and Environmental Sciences, probationary faculty on tenure track year one, on an academic year service basis, on 50 percent time, at an annual salary of \$27,500, beginning August 16, 2006, for a total salary of \$55,000.

VIDAR LERUM, assistant professor, School of Architecture, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$60,000, beginning August 16, 2006.

\* BRUCE CARLAN LEVINE, professor of history, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$135,000, beginning August 16, 2006; and J. G. Randall Professor of History, non-tenured, on an academic year service basis, on zero percent time, non-salaried, beginning August 16, 2006.

YUE LI, assistant professor of accountancy, summer appointment, on 100 percent time, at a monthly rate of \$18,056, June 16-August 15, 2006, and continuing as probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$162,500, effective August 16, 2006.

FENG LIANG, assistant professor of statistics, summer appointment, on 100 percent time, at a monthly rate of \$8,111, July 16-August 15, 2006, and continuing as probationary faculty on tenure track year two, on an academic year service basis, on 100 percent time, at an annual salary of \$73,000, effective August 16, 2006.

\* JEFFREY S. MAGEE, associate professor, School of Music, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$63,000, beginning August 16, 2006.

- RIPAN S. MALHI, assistant professor of anthropology, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$60,000, beginning August 16, 2006.
- ARELI MARINA, assistant professor, School of Architecture, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$52,000, beginning August 16, 2006.
- \* ARIF MASUD, associate professor of civil and environmental engineering, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$100,000, beginning August 16, 2006.
- RUBY MENDENHALL, assistant professor of sociology, summer appointment, on 100 percent time, at a monthly rate of \$6,000, July 16-August 15, 2006, and continuing as probationary faculty on tenure track year one, on an academic year service basis, on 50 percent time, at an annual salary of \$29,000, effective August 16, 2006; and assistant professor, African American Studies and Research Program, probationary faculty on tenure track year one, on an academic year service basis, on 50 percent time, at an annual salary of \$29,000, beginning August 16, 2006, for a total salary of \$58,000.
- SERGEY MERENKOV, assistant professor of mathematics, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$64,500, beginning August 16, 2006.
- STEFAN MILENKOVICH, associate professor, School of Music, Q probationary faculty, on an academic year service basis, on 100 percent time, at an annual salary of \$90,000, for four years beginning August 16, 2006.
- \* ANDREW PETTIT MORRIS, professor of law, summer appointment, on 100 percent time, at a monthly rate of \$15,000, June 16-August 15, 2006, and continuing on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$175,000, effective August 16, 2006; and H. Ross and Helen Workman Professor of Law, non-tenured, on an academic year service basis, on zero percent time, with an endowed increment of \$20,000, beginning August 16, 2006, for a total salary of \$195,000. Dr. Morriss will be on an educational leave of absence without pay during academic year 2006-07 in order to complete a funded research project at Case Western Reserve University School of Law, Cleveland, Ohio.
- RAY MUHAMMAD, assistant professor, African American Studies and Research Program, summer appointment, on 100 percent time, at a monthly rate of \$6,000, July 16-August 15, 2006, and continuing as probationary faculty on tenure track year one, on an academic year service basis, on 50 percent time, at an annual salary of \$30,000, effective August 16, 2006; and assistant professor of sociology, probationary faculty on tenure track year one, on an academic year service basis, on 50 percent time, at an annual salary of \$30,000, beginning August 16, 2006, for a total salary of \$60,000.
- JUSTINE SUMMERHAYES MURISON, 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 \$53,000, beginning August 16, 2006.
- ANGELIA NEDICH, assistant professor of industrial and enterprise systems engineering, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$78,000, beginning August 16, 2006.
- \* MICHELLE RENEE NELSON, associate professor of advertising, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$81,000, beginning August 16, 2006.
- STEPHEN NESBITT, assistant professor of atmospheric sciences, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$68,000, beginning August 16, 2006.
- FIONA NGO, assistant professor, Asian American Studies Program, probationary faculty on tenure track year one, on an academic year service basis, on 50 percent time, at an annual salary of \$28,000, beginning August 16, 2006; and assistant professor, Gender and Women's Studies Program, probationary faculty on tenure track year one, on an academic year service basis, on 50 percent time, at an annual salary of \$28,000, beginning August 16, 2006, for a total salary of \$56,000.

- MIMI THI NGUYEN, assistant professor, Gender and Women's Studies Program, probationary faculty on tenure track year one, on an academic year service basis, on 50 percent time, at an annual salary of \$29,000, beginning August 16, 2006; and assistant professor, Asian American Studies Program, probationary faculty on tenure track year one, on an academic year service basis, on 50 percent time, at an annual salary of \$29,000, beginning August 16, 2006, for a total salary of \$58,000.
- WILLIAM CHARLES OLIVERO, professor of surgery, College of Medicine at Urbana-Champaign, summer appointment, on 25 percent time, at a monthly rate of \$2,378, August 2-August 15, 2006, and physician surgeon in surgery, College of Medicine at Urbana-Champaign, summer appointment, on zero percent time, with a monthly increment of \$2,929, and continuing as professor of surgery, College of Medicine at Urbana-Champaign, on indefinite tenure, on an academic year service basis, on 25 percent time, at an annual salary of \$47,075, effective August 16, 2006; and physician surgeon in surgery, College of Medicine at Urbana-Champaign, non-tenured, on an academic year service basis, on zero percent time, with an annual increment of \$58,000, effective August 16, 2006, for a total salary of \$105,075.
- LAURA OSWALD, associate professor of advertising, Q probationary faculty, on an academic year service basis, on 100 percent time, at an annual salary of \$70,000, for four years beginning August 16, 2006.
- ILINCA STANCIULESCU PANEA, assistant professor of civil and environmental engineering, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$77,000, beginning August 16, 2006.
- \* CURTIS PERRY, professor of English, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$100,000, beginning August 16, 2006.
- LISSETTE PIEDRA, assistant professor, School of Social Work, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$55,560, beginning August 16, 2006.
- \* MARSHALL SCOTT POOLE, professor of speech communication, summer appointment, on 100 percent time, at a monthly rate of \$17,778, July 16-August 15, 2006, and continuing on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$160,000, effective August 16, 2006; and senior research scientist, National Center for Supercomputing Applications, non-tenured, on an academic year service basis, on zero percent time, non-salaried, beginning August 16, 2006, for a total salary of \$160,000.
- DIANE SMITH RANDOLPH, assistant professor of kinesiology and community health, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$59,000, beginning August 16, 2006.
- EMANUEL ROTA, assistant professor of Spanish, Italian, and Portuguese, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$53,000, beginning August 16, 2006.
- MARKUS SIEGFRIED SCHULZ, assistant professor of sociology, summer appointment, on zero percent time, non-salaried, August 10-August 15, 2006, and continuing as probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$59,500, effective August 16, 2006.
- XIAOFENG SHAO, assistant professor of statistics, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$72,000, beginning August 16, 2006.
- MICHELLE SHUMATE, assistant professor of speech communication, probationary faculty on tenure track year two, on an academic year service basis, on 100 percent time, at an annual salary of \$62,000, beginning August 16, 2006.
- JULIE STAFFORD SON, assistant professor of recreation, sport and tourism, 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, 2006.
- JOHN CHARLES STALLMEYER, assistant professor, School of Architecture, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$52,000, beginning August 16, 2006.

- HANS-HENRIK STEIN, associate professor of animal sciences, summer appointment, on 100 percent time, at a monthly rate of \$8,667, June 16-August 15, 2006, and continuing as Q probationary faculty, on an academic year service basis, on 100 percent time, at an annual salary of \$78,000, for three years beginning August 16, 2006.
- ELEONORA STOPPINO, assistant professor of Spanish, Italian, and Portuguese, probationary faculty on tenure track year two, on an academic year service basis, on 100 percent time, at an annual salary of \$55,000, beginning August 16, 2006. Dr. Stoppino will be on an educational leave of absence without pay during academic year 2006-07 in order to accept the Villa I Tatti Fellowship at the Harvard University Center for Italian Renaissance Studies, Florence, Italy.
- KATHERINE R. SYER, assistant professor, School of Music, probationary faculty on tenure track year one, on an academic year service basis, on 51 percent time, at an annual salary of \$24,000, beginning August 16, 2006.
- SHARRA L. VOSTRAL, assistant professor, Gender and Women's Studies Program, probationary faculty on tenure track year three, on an academic year service basis, on 75 percent time, at an annual salary of \$46,500, beginning August 16, 2006; and assistant professor of history, probationary faculty on tenure track year three, on an academic year service basis, on 25 percent time, at an annual salary of \$15,500, beginning August 16, 2006, for a total salary of \$62,000.
- \* SCOTT LOUIS WALTER, associate university librarian for services and professor of library administration, University Library, on indefinite tenure, on a twelve-month service basis, on 100 percent time, at an annual salary of \$115,000, beginning September 16, 2006.
- RACHEL WHITAKER, assistant professor of microbiology, School of Molecular and Cellular Biology, probationary faculty on initial/partial term appointment, on an academic year service basis, on 100 percent time, at an annual salary of \$67,000, beginning November 16, 2006.
- YOUFU ZHAO, assistant professor of crop sciences, summer appointment, on 100 percent time, at a monthly rate of \$6,889, July 1-August 15, 2006, and continuing as probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$62,000, effective August 16, 2006.

*Promotions*

*To the Rank of Professor Without Change in Tenure:*

- \* DIANNE S. HARRIS, from associate professor of landscape architecture, College of Fine and Applied Arts, to the rank of professor of landscape architecture on indefinite tenure, effective August 16, 2006. Dr. Harris will be promoted from associate professor to the rank of professor in the Department of History in the School of Art and Design, and in the School of Architecture, non-tenured, on zero percent time, non-salaried, effective August 16, 2006

*To the Rank of Associate Professor on Indefinite Tenure:*

- \* DIRK HUNDERTMARK, from assistant professor of mathematics, College of Liberal Arts and Sciences, to the rank of associate professor of mathematics on indefinite tenure, effective August 16, 2006

*To the Rank of Associate Professor Without Change in Tenure:*

- JANET ARLENE JOKELA, from assistant professor of clinical medicine in the Department of Internal Medicine, College of Medicine at Urbana-Champaign, to the rank of associate professor of clinical medicine, non-tenured (W contract), effective August 16, 2006
- SHALINI MANCHANDA, from assistant professor of clinical internal medicine in the Department of Internal Medicine, College of Medicine at Urbana-Champaign, to the rank of associate professor of clinical internal medicine, non-tenured (W contract), effective August 16, 2006

*To the Rank of Clinical Professor Without Change in Tenure:*

ABRAHAM G. KOCHERIL, from clinical associate professor of internal medicine, College of Medicine at Urbana-Champaign, to the rank of Clinical professor of Internal Medicine, non-tenured, effective August 16, 2006

DAVID ZOLA, from clinical assistant professor of educational psychology, College of Education, to the rank of clinical professor of educational psychology, non-tenured, effective August 16, 2006

*To the Rank of Clinical Associate Professor Without Change in Tenure:*

BARRY JAMES ACKERSON, from assistant professor, School of Social Work, to clinical associate professor, School of Social Work, non-tenured, effective August 16, 2006

*Emeriti Appointments*

ROBERT H. BURGER, professor emeritus of library administration, University Library, October 1, 2006

POO CHOW, professor emeritus of wood science in the Department of Natural Resources and Environmental Sciences, July 16, 2006

JO ANN C. EURELL, associate professor emerita of veterinary biosciences, September 1, 2006

THOMAS E. EURELL, associate professor emeritus of veterinary biosciences, September 1, 2006

LARRY G. HANSEN, professor emeritus of veterinary biosciences, September 1, 2006

TOM D. KILTON, professor emeritus of library administration, University Library, September 1, 2006

JAY E. MITTENTHAL, associate professor emeritus of cell and structural biology in the Department of Medical Cell and Structural Biology, September 1, 2006

MARIA A. PORTA, associate professor emerita of library administration, University Library, October 1, 2006

DAVID J. SCHAEFFER, associate professor emeritus of veterinary biosciences, September 1, 2006

JOHN R. SHAPLEY, professor emeritus of chemistry, August 16, 2006

STANLEY G. SMITH, professor emeritus of chemistry and chemical education in the Department of Chemistry, August 16, 2006

WILLIAM J. TRANQUILLI, professor emeritus of veterinary clinical medicine, September 1, 2006

**Administrative/Professional Staff**

SARAH O. ALLISON, assistant director, Division of Animal Resources, Office of the Vice Chancellor for Research, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 90 percent time, at an annual salary of \$83,250, beginning September 11, 2006. Dr. Allison was appointed to serve as interim assistant director, Division of Animal Resources, under the same conditions and salary arrangement beginning September 5, 2006. In addition, she was appointed as clinical assistant professor of veterinary clinical medicine, College of Veterinary Medicine, non-tenured, on a twelve-month service basis, on 10 percent time, at an annual salary of \$9,250, beginning September 5, 2006, for a total salary of \$92,500.

KAREN M. CARNEY, associate dean, College of Liberal Arts and Sciences, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$120,000, beginning September 11, 2006. Dr. Carney was appointed to serve as interim associate dean, College of Liberal Arts and Sciences under the same conditions and salary arrangement beginning August 16, 2006.

FRED COLEMAN III, director of capital development for Orchard Downs, Facilities and Services, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$110,000, beginning September 11, 2006. Dr. Coleman was appointed to serve as interim director of capital development for



Orchard Downs under the same conditions and salary arrangement beginning July 17, 2006.

HELEN J. COLEMAN, director of planning, Facilities and Services, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$110,528, beginning September 11, 2006. Ms. Coleman was appointed to serve as interim director of planning under the same conditions and salary arrangement beginning August 16, 2006.

JOHN J. CONRATH, associate executive director, Business and Industry Services Coalition, University of Illinois Extension and Outreach, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$164,299, beginning October 1, 2006. Mr. Conrath may be awarded incentive compensation, in the form of lump sum payments, based on superior performance and profitability of the Business and Industry Services Coalition program based on pre-established criteria and procedures, not to exceed 15 percent of his salary annually. The terms of the incentive compensation plan are subject to the approval of the associate dean, Extension and Outreach, and dean of the College of Agricultural, Consumer and Environmental Sciences.

JENNIFER M. CRILEY, assistant director, Division of Animal Resources, Office of Vice Chancellor for Research, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 92 percent time, at an annual salary of \$105,800, beginning September 11, 2006. Dr. Criley was appointed to serve as interim assistant director, Division of Animal Resources, under the same conditions and salary arrangement beginning July 24, 2006. In addition, she was appointed as clinical assistant professor of veterinary clinical medicine, College of Veterinary Medicine, non-tenured, on a twelve-month service basis, on 8 percent time, at an annual salary of \$9,200, beginning July 24, 2006, for a total salary of \$115,000.

SOMNATH DAS, director of graduate studies, Department of Accounting, College of Business Administration, Chicago, non-tenured, on an academic year service basis, with an administrative increment of \$5,000, beginning September 11, 2006. Dr. Das was appointed to serve as visiting director of graduate studies, summer appointment, on 16 percent time, with a summer stipend of \$5,000, May 16-July 15, 2006. He will continue to hold the rank of professor of accounting, College of Business Administration, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$145,040, effective September 11, 2006, for a total 2006-07 salary of \$150,040.

FAITH G. DAVIS, senior associate dean, School of Public Health, Chicago, non-tenured, on an academic year service basis, with an administrative increment of \$20,000, beginning September 11, 2006. Dr. Davis was appointed to serve as visiting senior associate dean, School of Public Health under the same conditions and salary arrangement beginning August 16, 2006. In addition, she will receive an amount equal to two-ninths of her total academic year salary for two months' administrative service during each summer of her appointment as senior associate dean (\$25,680 for summer 2007). Dr. Davis will continue to hold the rank of professor of epidemiology, Division of Epidemiology and Biostatistics, School of Public Health, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$115,561, effective September 11, 2006, for a total 2006-07 salary of \$161,241.

JONATHAN D. FINEBERG, director, Illinois at The Phillips Collection, School of Art and Design, College of Fine and Applied Arts, Urbana-Champaign, non-tenured, on a twelve-month service basis, with an administrative increment of \$10,000, beginning September 11, 2006. Dr. Fineberg was appointed to serve as interim director, Illinois at The Phillips Collection under the same conditions and salary arrangement beginning August 16, 2006. He will receive an amount equal to two-ninths' of his total academic year salary for two months' administrative service during each summer of his appointment as director (\$34,000 for summer 2007). In addition, Dr. Fineberg will continue to hold the rank of professor of art, School of Art and Design, College of Fine and Applied Arts, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$136,333, effective August



16, 2006; and will continue to serve as Gutsell Professor, School of Art and Design, College of Fine and Applied Arts, non-tenured, on an academic year service basis, with an annual increment of \$16,667, effective August 16, 2006, for a total 2006-07 salary of \$197,000.

DENA J. FISCHER, director of the graduate program, Department of Oral Medicine and Diagnostic Sciences, College of Dentistry, Chicago, non-tenured, on a twelve-month service basis, with an administrative increment of \$15,000, beginning September 11, 2006. Dr. Fischer was appointed to serve as visiting director of the graduate program under the same conditions and salary arrangement beginning August 1, 2006. In addition, she was appointed to the rank of assistant professor of oral medicine and diagnostic sciences, College of Dentistry, probationary faculty on tenure track year one, on a twelve-month service basis, on 100 percent time, at an annual salary of \$90,000, beginning August 1, 2006, for a total salary of \$105,000.

\* SARA C. GORDON, director of oral pathology graduate training, Department of Oral Medicine and Diagnostic Sciences, College of Dentistry, Chicago, non-tenured, on a twelve-month service basis, with an administrative increment of \$15,000, beginning September 11, 2006. Dr. Gordon was appointed to serve as visiting director of oral pathology graduate training under the same conditions and salary arrangement beginning August 1, 2006. In addition, she was appointed to the rank of associate professor of oral medicine and diagnostic sciences, College of Dentistry, on indefinite tenure, on a twelve-month service basis, on 75 percent time, at an annual salary of \$80,000, beginning August 1, 2006; and dental surgeon in oral medicine and diagnostic sciences, College of Dentistry, non-tenured, on a twelve-month service basis, on 25 percent time, at an annual salary of \$30,000, beginning August 1, 2006, for a total salary of \$125,000.

WILLIAM G. HENDRICKSON, director, Research Resources Center, Office of the Vice Chancellor for Research, Chicago, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$145,000, beginning September 16, 2006. Dr. Hendrickson will continue to hold the rank of associate professor of microbiology and immunology, College of Medicine at Chicago, on indefinite tenure, on an academic year service basis, on zero percent time, effective September 16, 2006; and co-director of the Graduate Education in Medical Sciences Program, Department of Microbiology and Immunology, College of Medicine at Chicago, non-tenured, on an academic year services basis, with an administrative increment of \$10,000, effective September 16, 2006, for a total salary of \$155,000.

MARY ROSE HENNESSY, executive director, Business and Industry Services Coalition, University of Illinois Extension and Outreach, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$170,000, beginning October 1, 2006. Ms. Hennessy may be awarded incentive compensation, in the form of lump sum payments, based on superior performance and profitability of the Business and Industry Services Coalition program based on pre-established criteria and procedures, not to exceed 15 percent of her salary annually. The terms of the incentive compensation plan are subject to the approval of the associate dean, Extension and Outreach, and dean of the College of Agricultural, Consumer and Environmental Sciences.

KASSAUNDR A HESTER, associate director, payroll 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 \$100,000, beginning September 16, 2006. Ms. Hester was appointed to serve as visiting associate director, payroll operations under the same conditions and salary arrangement beginning September 5, 2006.

VIRGINIA G. HUDAK-DAVID, associate director of the Office for University Relations, University Administration, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$97,000, beginning September 8, 2006. Ms. Hudak-David was appointed to serve as interim associate director of the Office for University Relations under the same conditions and salary arrangement beginning August 16, 2006.

- SHELDON KATZ, chair of the Department of Mathematics, College of Liberal Arts and Sciences, Urbana-Champaign, non-tenured, on an academic year service basis, with an administrative increment of \$10,000, beginning September 11, 2006. Dr. Katz was appointed to serve as interim chair of the Department of Mathematics under the same conditions and salary arrangement beginning August 16, 2006. He will receive an amount equal to one-ninth of his total academic year salary for one month's administrative service during each summer of his appointment as chair (\$18,333 for summer 2007). Dr. Katz will continue to hold the rank of professor of mathematics, College of Liberal Arts and Sciences, on indefinite tenure, on an academic year service basis, on 67 percent time, at an annual salary of \$103,850, effective August 16, 2006; and professor of physics, College of Engineering, on indefinite tenure, on an academic year service basis, on 33 percent time, at an annual salary of \$51,150, effective August 16, 2006, for a total 2006-07 salary of \$183,333.
- STIG LANESSKOG, assistant provost for strategic planning and assessment, Office of the Provost and Vice Chancellor for Academic Affairs, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$130,000, beginning September 11, 2006. Mr. Lanesskog was appointed to serve as interim assistant provost for strategic planning and assessment under the same conditions and salary arrangement beginning August 16, 2006.
- KATHERINE SUN LEE, assistant director of ambulatory care pharmacy services, Department of Pharmacy Practice, College of Pharmacy, Chicago, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$101,500, beginning September 16, 2006. Dr. Lee was appointed to serve as visiting assistant director of ambulatory care pharmacy services under the same conditions and salary arrangement beginning March 27, 2006. In addition, she was appointed to the rank of clinical assistant professor of pharmacy practice, College of Pharmacy, non-tenured, on a twelve-month service basis, on zero percent time, non-salaried, beginning March 27, 2006.
- MARK NOLAN, associate director, Office of Corporate Relations, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$115,000, beginning September 11, 2006. Mr. Nolan was appointed to serve as interim associate director, Office of Corporate Relations, under the same conditions and salary arrangement beginning August 16, 2006.
- JAMES D. OLIVER, associate chancellor, Office of the Chancellor, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 25 percent time, at an annual salary of \$46,250, beginning September 11, 2006. Dr. Oliver was appointed to serve as interim associate chancellor under the same conditions and salary arrangement beginning August 16, 2006. In addition, he will continue to serve as assistant dean, urban and metropolitan affairs, University of Illinois Extension and Outreach, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 75 percent time, at an annual salary of \$138,750, effective August 16, 2006, for a total salary of \$185,000.
- PATRICK PATTERSON, controller, 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 \$148,000, beginning September 8, 2006. Mr. Patterson was appointed to serve as interim controller, University Office of Business and Financial Services, under the same conditions and salary arrangement beginning August 16, 2006.
- \*MARK EVERETT PEECHER, director, Ph.D. Program, Department of Accountancy, College of Business, Urbana-Champaign, non-tenured, on an academic year service basis, with an administrative increment of \$10,000, beginning September 11, 2006. Dr. Peecher was appointed to serve as interim director, Ph.D. Program, under the same conditions and salary arrangement beginning August 16, 2006. He was appointed to the rank of professor of accountancy, College of Business, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$179,600, beginning August 16, 2006; and will continue to hold the Deloitte and Touche Teaching Fellowship in Accountancy, College of Business, non-tenured, on

an academic year basis, with an annual increment of \$7,500, for a total salary of \$197,100.

- LAWRENCE A. PINKELTON, director, Campus Auxiliary Services Financial Services, Office of the Associate Vice Chancellor for Student Affairs, Chicago, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$97,000, beginning September 16, 2006. Dr. Pinkelton was appointed to serve as visiting director, Campus Auxiliary Services Financial Services, under the same conditions and salary arrangement beginning August 7, 2006.
- GEORGE PINTERIS, director of academic advising, Master of Science in Finance, Department of Finance, College of Business, Urbana-Champaign, non-tenured, on a twelve-month service basis, with an administrative increment of \$12,000, beginning September 11, 2006. Dr. Pinteris was appointed to serve as interim director of academic advising, Master of Science in Finance, under the same conditions and salary arrangement beginning August 16, 2006. He was appointed as lecturer in finance, College of Business, non-tenured, on an academic year service basis, on 100 percent time, at an annual salary of \$93,000, beginning August 16, 2006, for a total salary of \$105,000.
- ARKALGUD RAMAPRASAD, associate vice chancellor for academic affairs, Office of the Executive Vice Provost for Academic Affairs, Chicago, non-tenured, on an academic year service basis, with an administrative increment of \$16,000, beginning September 11, 2006. Dr. Ramaprasad was appointed to serve as visiting associate vice chancellor for academic affairs under the same conditions and salary arrangement beginning August 16, 2006. In addition, he will continue to hold the rank of professor of information and decision sciences, College of Business Administration, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$138,226, effective August 16, 2006, for a total salary of \$154,226.
- THOMAS J. RUDOLPH, director of graduate studies, Department of Political Science, College of Liberal Arts and Sciences, Urbana-Champaign, non-tenured, on an academic year service basis, with an administrative increment of \$2,500, beginning September 11, 2006. Dr. Rudolph was appointed to serve as interim director of graduate studies, Department of Political Science, under the same conditions and salary arrangement beginning August 16, 2006. He will receive an amount equal to one-ninth of his total academic year salary for one month's administrative service during each summer of his appointment as director (\$10,333 for summer 2007). In addition, Dr. Rudolph will continue to hold the rank of associate professor of political science, College of Liberal Arts and Sciences, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$93,000, effective August 16, 2006, for a total salary of \$105,833.
- ROBERT GIVENS SHEETS, director of research and development, Business and Industry Services Coalition, University of Illinois Extension and Outreach, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$140,000, beginning September 11, 2006. Dr. Sheets was appointed to serve as interim director of research and development under the same conditions and salary arrangement beginning August 1, 2006. He may be awarded incentive compensation, in the form of lump sum payments, based on superior performance and profitability of the Business and Industry Services Coalition Program based on pre-established criteria and procedures, not to exceed 15 percent of his salary annually. The terms of the incentive compensation plan are subject to the approval of the associate dean, Extension and Outreach, and dean of the College of Agricultural, Consumer and Environmental Sciences.
- RODNEY C. SHRADER, director of the Institute for Entrepreneurial Studies Program, College of Business Administration, Chicago, non-tenured, on an academic year service basis, with an administrative increment of \$10,000, beginning September 11, 2006. Dr. Shrader was appointed to serve as visiting director of the Institute for Entrepreneurial Studies Program under the same conditions and salary arrangement beginning August 16, 2006. In addition, he will continue to hold the rank of associate professor of managerial studies, College of Business Administration, on indefinite

tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$115,871, effective August 16, 2006, for a total salary of \$125,871.

SUSAN JANE SINDELAR, assistant director, Institute of Government and Public Affairs, University Administration, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$111,000, beginning September 16, 2006. Ms. Sindelar was appointed to serve as visiting assistant director, Institute of Government and Public Affairs, under the same conditions and salary arrangement beginning June 1, 2006.

ASTRIDA ORLE TANTILLO, head of the Department of Germanic Studies, College of Liberal Arts and Sciences, Chicago, non-tenured, on an academic year service basis, with an administrative increment of \$7,000, beginning November 16, 2006. Dr. Tantillo will continue to hold the rank of associate professor of Germanic studies, College of Liberal Arts and Sciences, on indefinite tenure, on an academic year service basis, on 50 percent time, at an annual salary of \$40,500, effective November 16, 2006; and associate professor of history, College of Liberal Arts and Sciences, on indefinite tenure, on an academic year service basis, on 50 percent time, at an annual salary of \$40,500, effective November 16, 2006, for a total salary of \$88,000.

KELLY ANNE TAPPENDEN, associate dean, Graduate College, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 50 percent time, at an annual salary of \$51,353, and an administrative increment of \$14,668, beginning September 11, 2006. Dr. Tappenden was appointed to serve as interim associate dean, Graduate College, under the same conditions and salary arrangement beginning August 16, 2006. In addition, she will continue to hold the rank of associate professor of food science and human nutrition, College of Agricultural, Consumer and Environmental Sciences, on indefinite tenure, on an academic year service basis, on 50 percent time, at an annual salary of \$42,016, effective August 16, 2006, for a total salary of \$108,037.

DALE J. VAN HARLINGEN, head of the Department of Physics, College of Engineering, Urbana-Champaign, non-tenured, on an academic year service basis, with an administrative increment of \$5,000, beginning September 11, 2006. Dr. Van Harlingen was appointed to serve as interim head of the Department of Physics under the same conditions and salary arrangement beginning July 1, 2006. He will receive an amount equal to one-ninth of his total academic year salary for one month's administrative service during each summer of his appointment as head (\$21,778 for Summer 2007). Dr. Van Harlingen will continue to hold the rank of professor of physics, College of Engineering, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$181,000, effective August 16, 2006. In addition, he will continue to serve as Donald Biggar Willett professor of engineering, non-tenured, on an academic year service basis, on zero percent time, with an increment of \$10,000, effective August 16, 2006; research professor, Micro and Nanotechnology Laboratory, College of Engineering, non-tenured, on an academic year service basis, on zero percent time, non-salaried, effective August 16, 2006; and Center for Advanced Study Professor of Physics, Office of the Vice Chancellor for Research, non-tenured, on an academic year service basis, on zero percent time, non-salaried, effective August 16, 2006, for a total 2006-07 salary of \$217,778.

WILLIAM C. WELBURN, associate dean, Graduate College, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$108,000, beginning September 11, 2006. Dr. Welburn was appointed to serve as interim associate dean, Graduate College, under the same conditions and salary arrangement beginning August 14, 2006.

DOUGLAS ALAN WIEGMANN, head, Aviation Human Factors Division, Institute of Aviation, Urbana-Champaign, non-tenured, on a twelve-month service basis, with an administrative increment of \$14,000, beginning August 16, 2007; and assistant director, Institute of Aviation, Urbana-Champaign, non-tenured, on a twelve-month service basis, with an administrative increment of \$12,000, beginning August 16, 2007. Dr. Wiegmann will continue to hold the rank of associate professor, Institute of Aviation, on indefinite tenure, on an academic year service basis, on 100 percent time,

at an annual salary of \$126,000, effective August 16, 2007; associate professor, Beckman Institute for Advanced Science and Technology, non-tenured, on an academic year basis, on zero percent time, non-salaried, effective August 16, 2007; and associate professor of psychology, College of Liberal Arts and Sciences, non-tenured, on an academic year service basis, on zero percent time, non-salaried, effective August 16, 2007, for a total salary of \$152,000.

\* PAUL TIYAMBE ZELEZA, head of the Department of African American Studies, College of Liberal Arts and Sciences, Chicago, non-tenured, on an academic year service basis, with an administrative increment of \$7,000, beginning January 1, 2007; and professor of African American studies, College of Liberal Arts and Sciences, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$156,000, beginning January 1, 2007, for a total salary of \$163,000.

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

### Recommendation to Rehire University Retiree

(7) The following recommendation for appointment of a University retiree at Urbana is presented for approval. The president of the University concurs.

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.

Name	Job Title (Before Retirement)	Proposed Job Title and Employing Unit	Proposed Job Description and Purpose	Service Dates	Salary	Source of Funds
James A. Desigio	Head, Division of Instructional Media Utilization and Engineering, Office of Instructional Resources	Technology Support Coordinator, Center for Teaching Excellence	Mr. Desigio will provide technology support and videotaping of teaching assistants and selected faculty members upon request within the mission of the Center. Although full time support is not possible due to budgetary constraints, a search waiver was approved to appoint Mr. Desigio to a regular half-time position. The campus seeks approval of this appointment.	11/01/06 thru 08/15/07	total \$34,247	Institutional

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

### Designate the Walter Payton Liver Center at the University of Illinois Medical Center, Chicago

(8) The chancellor at Chicago has recommended designating the Patient Care Unit 7 West, located at 1740 West Taylor Street at the University of Illinois Medical Center at Chicago, as the Walter Payton Liver Center.

Currently, liver disease and liver transplant in-patients are treated in Patient Care Unit 7 West. The intention of dedicating this space is to create a permanent location where patients are treated and research is recognized, and to create an umbrella name for all activities related to the treatment of liver diseases.

The space will not undergo extensive physical change, such as renovation, but signage will be placed in recognition of the space designation and minor aesthetic modifications will be made. The UIC Gastrointestinal and Liver Disease (GILD) Council is embarking on a \$10.0 million philanthropic effort to expand the work of the Liver Center.

One million dollars has already been committed to this project. The GILD believes the Payton naming will enhance this fundraising effort.

The dedication of the Walter Payton Liver Center would create a special opportunity for both the Walter Payton legacy and the University of Illinois Medical Center at Chicago. The Liver Center will be dedicated to the cure of liver diseases, fulfilling Payton's wish to make a difference for others with liver-related illnesses. This name association will increase the Liver Center's ability to attract the field's top specialists, surgeons, and researchers, thus enabling fulfillment of the Center's mission of providing the world's most comprehensive approach to the cause, diagnosis, care, and cure of liver disease.

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 with this recommendation.

On motion of Mr. Dorris, this recommendation was approved.

### **Redesignate Remote Library Storage Facility as Oak Street Library Facility, University Library, Urbana**

(9) The chancellor at Urbana recommends for approval a proposal from the University Library to redesignate the Remote Library Storage Facility as Oak Street Library Facility.

The current name "Remote Library Storage Facility" does not accurately represent the operations, access, and service functions the facility provides for the university library systems' faculty, staff, students, and community patrons. The original design of the facility incorporated the first of four high density shelving vaults, operations space for receiving, processing, and retrieving collection material entering/exiting the vault, and shell space on the second floor for future Conservation Laboratory build out, which the Library has successfully completed and occupied. The facility's location and function demonstrates the importance of renaming the facility to accurately portray its relationship to the overall Library's mission of access and services.

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 Mr. Dorris, this recommendation was approved.

### **Designate the John "Bud" Velde, Jr., Library Conservation Laboratory, Urbana**

(10) The chancellor at Urbana has recommended designating the second floor of the building at 809 South Oak Street (currently the Remote Library Storage Facility) as the John "Bud" Velde, Jr., Library Conservation Laboratory, in recognition of gifts raised toward the construction of space to be used by the Library.

John "Bud" Velde, Jr., was a strong supporter of the Library, particularly in the areas of special collections, rare books, and preservation; he provided \$1.4 million overall in donations to the Library. Total costs for the construction of the Laboratory were \$430,000, of which \$350,000 was supplied by a gift from Mr. Velde. Indeed, the construction of the Conservation Laboratory may not have been undertaken were it not for this gift. The new Conservation Laboratory allows the staff to undertake many more complicated and advanced treatments on special collections and rare book materials, thus marrying two of Mr. Velde's interests. Hence, the Library feels that it is appropriate to commemorate his generosity with the dedication of the new laboratory.

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 Mr. Dorris, this recommendation was approved.



By consensus, the Board agreed that one roll call vote would be taken and considered the vote on each agenda item nos. 11 through 22 inclusive. The recommendations were individually discussed but acted upon at one time.

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

### **Operating Budget for Fiscal Year 2007**

(11) The vice president for administration recommends approval of the University's Fiscal Year 2007 operating budget, covering the allocation of estimated operating income from all sources. This recommendation follows the Board's adoption of a preliminary Fiscal Year 2007 operating budget at the June 2006 meeting. The recommended \$3.68 billion operating budget represents a \$55.0 million (3.6 percent) increase in unrestricted funds, a \$152.6 million (7.8 percent) increase in restricted funds, and a \$207.6 million (6.0 percent) increase in all operating funds from FY 2006. The priorities reflected in the proposed final budget are identical to those adopted in the preliminary operating budget. The total amount in the proposed final budget is \$15.6 million below that anticipated in the preliminary budget, following refinements of forecasts for hospital, royalty, sponsored program and indirect cost resources. The attachment illustrates all changes from preliminary to final budget amounts.

Consistent with Board of Trustees' directives on the configuration of the internal operating budget adopted by the Board at the March 13 and June 27, 2003, meetings, the vice president for academic affairs and the vice president for administration prepared the budget based upon: (1) the policies and institutional priorities established by the Board of Trustees in consultation with senior academic leaders; (2) recommendations of the chancellors, after consultation with deans, directors, and other University officers on the methods and means of best executing the Board's policies and institutional priorities; and (3) recommendations from the president. The allocation of restricted funds is in accord with the terms and conditions of the restrictions, and the allocation of unrestricted funds follows the Board's policies and institutional priorities.

The attachment to this item is the *Budget Summary for Operations* for Fiscal Year 2007 (the BSO, or "Orange Book"), and presents all University-level budget amounts by source of funds and object of expenditure. (A copy is filed with the secretary of the Board for record.)

The BSO executive summary is divided into two major sections. The section titled "University Revenue Budget FY 2007" defines the sources of University operating revenue for FY 2007, details the budget by those revenue sources, and analyzes the change in revenue from FY 2006 to FY 2007. The section titled "University Expense Budget FY 2007" defines and details the budget by object of expenditure category. Three appendices follow the campus budget tables; the first provides critical dates in the budget process; the second provides a summary of the Board of Trustees requirement for prior Board approval of specified budgetary transactions, the delegation of authority for specified budgetary transactions, and the required Board reporting of budgetary activities; and the third provides a glossary of terms.

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

(The student advisory vote was: Aye, Mr. Kantas, Mr. Mamsa; no, none.)



	FY07 Prelim Operating Revenue	FY07 Operating Revenue	Change	
			<u>Prelim - Final</u> Amount	Percent
<b>Revenue Budget</b>				
Unrestricted Funds				
Direct Appropriation <sup>1</sup>	713.0	713.0	-	0.0%
University Income Fund	539.8	539.8	-	0.0%
ICR	216.4	199.3	(17.1)	-7.9%
Royalties	9.9	13.1	3.2	32.1%
Administrative Allowances	100.8	101.9	1.1	1.1%
Subtotal Unrestricted Funds	\$ 1,579.8	\$ 1,567.1	\$ (12.8)	-0.8%
Estimated Restricted Funds				
Sponsored Projects	614.4	592.5	(21.9)	-3.6%
Federal Appropriations	16.9	16.9	-	0.0%
Gift & Endowment Inc.	136.5	137.2	0.7	0.5%
Medical Service Plans	125.2	123.5	(1.7)	-1.4%
Hospital	346.4	366.6	20.2	5.8%
Auxiliaries & Dept. Operations	475.8	475.8	-	0.0%
AFMFA	7.4	7.4	-	n/a
Payments on Behalf	388.6	388.6	-	0.0%
Subtotal Restricted Funds	\$ 2,111.2	\$ 2,108.5	\$ (2.8)	-0.1%
<b>Total Revenue Budget</b>	<b>\$ 3,691.0</b>	<b>\$ 3,675.5</b>	<b>\$ (15.6)</b>	<b>-0.4%</b>

**Expense Budget**

	FY07 Prelim Operating Revenue	FY07 Operating Revenue	Change	
			<u>Prelim - Final</u> Amount	Percent
Unrestricted Funds				
Personal Services & Benefits	1,141.2	1,137.4	(3.8)	-0.3%
Contractual Services	242.3	237.8	(4.5)	-1.9%
Travel & Automotive Equipment	11.8	11.7	(0.1)	-0.9%
Commodities	28.9	27.8	(1.1)	-3.8%
Equipment	58.5	55.6	(2.9)	-4.9%
Telecommunications	14.2	13.8	(0.4)	-2.7%/
Permanent Improvements	8.1	7.9	(0.2)	-2.4%

	FY07 Prelim Operating Revenue	FY07 Operating Revenue	Change	
			Amount	Prelim - Final Percent
Awards and Grants	40.0	39.1	(0.9)	-2.1%
Medical Devices (DSCC)	5.3	5.3	-	0.0%
Special Appropriations	4.7	5.7	1.0	22.0%
Health Insurance	24.9	24.9	(0.0)	0.0%
Subtotal	\$ 1,579.9	\$ 1,567.1	\$ (12.8)	-0.8%
<b>Restricted Funds</b>				
Personal Services & Benefits	789.8	788.5	(1.3)	-0.2%
Contractual Services	482.0	481.3	(0.7)	-0.2%
Travel & Automotive Equipment	25.9	25.9	(0.0)	-0.1%
Commodities	201.0	200.6	(0.4)	-0.2%
Equipment	63.0	62.9	(0.1)	-0.2%
Telecommunications	15.7	15.6	(0.1)	-0.3%
Permanent Improvements	5.1	5.1	(0.0)	-0.3%
Awards and Grants	86.4	86.2	(0.2)	-0.2%
Mandatory Transfers	46.4	46.3	(0.1)	-0.1%
Payments on Behalf	388.6	388.6	-	0.0%
AFMFA	7.4	7.4	-	n/a
Subtotal	\$ 2,111.3	\$ 2,108.5	\$ (2.8)	-0.1%
<b>Total Expense Budget</b>	<b>\$ 3,691.2</b>	<b>\$ 3,675.5</b>	<b>\$ (15.6)</b>	<b>-0.4%</b>

### Academic Appointments for Contract Year 2006-2007

(12) On June 5, 2006, the Board of Trustees approved a preliminary operating budget for Fiscal Year 2007, and the Board has received a recommendation for final approval of the FY 2007 operating budget. Recommendations for academic and administrative appointments beginning August 16, 2006, have been completed within the funds available to the University reflected in the proposed final operating budget.

Accordingly, the president of the University recommends approval of the document entitled *Academic Personnel, 2006-2007* (copy filed with the secretary) and requests authorization, in accord with the needs of the University and the equitable interests involved, and within total budgeted income: (1) to accept resignations; (2) to make such additional appointments as are necessary and to approve the issuance of notices of nonreappointment, subject to the provisions of the University of Illinois *Statutes, The General Rules Concerning University Organization and Procedure, and Policy and Rules*; and (3) to make such other personnel adjustments as needed, such adjustments to be covered in periodic reports to the Board of Trustees (Secretary's Report).

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.

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

(The student advisory vote was: Aye, Mr. Kantas, Mr. Mamsa; no, none.)

### **Requests for New Operating and Capital Appropriations, Fiscal Year 2008**

(13) Requests for incremental operating funds and for new capital appropriations for the University of Illinois for the fiscal year commencing July 1, 2007, are presented herewith for action by the Board of Trustees. Following Board action, the budget request will be submitted to the Illinois Board of Higher Education for review. The accompanying tables summarize the major elements of each request. The document, *Fiscal Year 2008 Budget Request for Operating and Capital Funds* (copy filed with the secretary), provides detailed descriptions of each program and project included in the request.

The Fiscal Year 2008 operating budget request is outlined in Table 1. The University is requesting \$101.0 million in new funds, an increase of 8.06 percent above the current year budget. The FY 2008 request focuses on strengthening academic quality, addressing facility operations needs, and meeting cost increases. The academic quality initiative is comprised of a salary program for faculty and staff and key strategic initiatives developed by each campus. The strategic initiatives include establishment of new interdisciplinary activities at the Chicago campus, an Experiential and Service Learning Institute at the Springfield campus, and strengthening undergraduate education and interdisciplinary research at Urbana. The FY 2008 request also seeks support for facilities maintenance resources as well as meeting cost increases in areas such as utilities, libraries, and information technology.

Table 2 identifies in priority order the ten projects that comprise the FY 2008 capital budget request. These projects represent a total investment of \$261.9 million for improvements to the University's existing facilities as well as critical new space needs. Remodeling and renovation projects comprise a large part of the total funds requested with the highest priority given to repair and renovation projects at the three campuses. In addition, the next highest priority is the deferred maintenance request. Both items clearly emphasize the importance the University places on maintenance and upkeep of facilities, highlighting the need to adequately fund multiple aspects of the facility plant assets.

The operating and capital requests summarized here reflect the University's highest priority budget needs, focusing on the University's mission of instruction, research, public service, and economic development. Both funding requests are consistent with the preliminary requests presented to the Board in July.

The University's operating and capital budget requests for FY 2008 have been prepared by the president, chancellors, and vice presidents with consultation from the Academic Affairs Management Team and the University Policy Council.

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 recommends approval.

The president of the University concurs.

On motion of Dr. Schmidt, the requests for operating and capital appropriations for Fiscal Year 2008 were approved as recommended by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Ms. Doyle, Mr. Eppley, Dr. Schmidt, Mr. Shah, Mrs. Sodemann, Mr. Sperling, Mr. Vickrey; no, none; absent, Governor Blagojevich.

(The student advisory vote was: Aye, Mr. Kantas, Mr. Mamsa; no, none.)

**Table 1**  
**FY 2008 Operating Budget Request**  
**(Dollars in Thousands)**

<b>I. Strengthen Academic Quality</b>	<b>\$ 70,132.2</b>
A. Compensation Improvements	\$ 41,332.2
1. Salary Improvements – 4%	\$ 36,739.7
2. Recruitment, Retention & Compression – .5%	4,592.5
B. Campus Strategies Initiatives	\$ 28,800.0
1. UIC	\$ 13,000.0
2. UIS	1,900.0
3. UIUC	13,900.0
<b>II. Address Facility Operations Needs</b>	<b>\$ 6,290.1</b>
A. O & M New Areas	\$ 1,290.1
1. Urbana-Champaign	\$ 1,290.1
B. Facility Maintenance Support	\$ 5,000.0
1. Facility Maintenance Support	\$ 5,000.0
<b>III. Meet Inflationary and Other Cost Increases</b>	<b>\$ 24,573.4</b>
A. Payroll Cost Increases	\$ 2,200.0
1. Medicare	\$ 800.0
2. Workers' Compensation	1,150.0
3. Legal Liability	250.0
B. Cost Increases	\$ 22,373.4
1. General Price Increases – 2%	\$ 3,367.7
2. Utilities Price Increases – 17.5%	13,861.0
3. Library Price Increases – 10%	2,144.7
4. IT Infrastructure Costs	3,000.0
<b>Total Request</b>	<b>\$ 100,995.7</b>
<b>IV. Statewide Program (FSI)</b>	<b>\$ 21.9</b>
<b>V. Medical Professional Liability Insurance</b>	<b>\$ 12,000.0</b>
<b>VI. Statewide Economic Development (Technology Commercialization)</b>	<b>\$ 3,000.0</b>

**Table 2**  
**FY 2008 Capital Budget Request**  
**(Dollars in Thousands)**

<b>State Funding Priority Order</b>						
<u>Priority</u>	<u>Project</u>	<u>Chicago</u>	<u>Springfield</u>	<u>Urbana</u>	<u>Total</u>	<u>Cumulative</u>
1	Repair and Renovation	\$ 8,331.8	\$ 687.4	\$12,450.8	\$21,470.0	\$21,470.0
2	Deferred Maintenance	8,000.0	125.0	12,000.0	20,125.0	41,595.0
3	Lincoln Hall			53,100.0	53,100.0	94,695.0
4	College of Medicine Rockford	14,250.0			14,250.0	108,945.0
5	Dentistry Modernization/ Code Compliance	20,000.0			20,000.0	128,945.0
6	South Farms Realignment <sup>1</sup>			43,000.0 <sup>1</sup>	43,000.0	171,945.0
7	Advanced Chemical Technologies Inflation <sup>2</sup>	20,000.0 <sup>2</sup>			20,000.0	191,945.0
8	Electrical and Computer Engineering Building			42,000.0 <sup>3</sup>	42,000.0	233,945.0
9	Brookens Library Renovation		8,000.0		8,000.0	241,945.0
10	Medical Sciences Building Modernization	20,000.0			20,000.0	261,945.0
		\$90,581.8	\$8,812.4	\$162,550.8	\$261,945.0	

<sup>1</sup> \$43.0 M includes funding for three facilities: 1) Bioprocessing Research Laboratory (\$18.0 M); 2) Swine Biogenetic and Biomedical Research Laboratory (\$15 M); and 3) Feedmill (\$10 M). In June 2006, CDB released \$1.9 M for planning for the Bioprocessing Research Laboratory; construction funding of \$18 M is still needed for the Lab. For FY 2008, additional funding of \$25 M is requested for the Swine Lab and the Feedmill projects. The Bioprocessing Research Laboratory was submitted in response to a request from the Governor for Economic Development projects.

<sup>2</sup> \$64 M was appropriated for the ACT project (\$6 M for planning in FY 2002 and \$57.6 M for construction in FY 2003), but funds have not been released to date. For FY 2008, an additional \$20 M is requested to offset the cost increases that have occurred over the five years the funds have been "frozen" and to enable a full build-out of the facility as originally

<sup>3</sup> This project was submitted in response to a request from the Governor for Economic Development projects. In the FY request, the total project budget for ECE has been increased from \$60 M to \$90 M with \$45 M each to be provided by state private support (i.e., an additional \$15 M from both state and private sources is needed for the project). Because CDB released \$3M for planning purposes in January 2006, the amount requested is \$42 M.

### **Auxiliary Facilities System Revenue Bonds, Series 2006**

(14) The Board, at its meeting on July 13, 2006, authorized a number of actions leading toward the issuance of Auxiliary Facilities System Revenue Bonds, Series 2006 (the "Bonds") to finance a portion of the following projects: Chicago South Campus Mixed Use Development, Springfield Townhouses Phase III, Springfield Student Recreation Center, Springfield Residence Hall, Urbana Student Dining and Residential Programs Building and the First Wing of New Residence Hall, and Memorial Stadium Phased De-

velopment Plan. All of the projects have previously been approved by the Board. Additional approval was granted to refund certain outstanding Auxiliary Facilities System bonds if the refunding savings can reach at least three percent of the principal amount of the bonds to be refunded and the comptroller deems such refunding to be economically beneficial.

Such actions have been completed including: retention of Pugh, Jones, Johnson & Quandt, P.C., as bond counsel; retention of Katten Muchin Rosenman LLP as special issuer's counsel; retention of Public Financial Management, Inc., as financial advisor; retention of Loop Capital Markets, LLC, as managing underwriter and Citigroup Global Markets Inc., as co-senior manager; retention of JP Morgan Trust Company, National Association as bond registrar; the preparation of the Preliminary Official Statement; the analysis of the purchase of bond insurance, where such insurance will be purchased by the managing underwriter; actions to pursue and obtain ratings on the revenue bonds; preparation of additional documents including a Supplemental Bond Resolution, Bond Purchase Agreement, Escrow Agreement (if prior bonds are refunded), and Continuing Disclosure Agreement.

Now it is requested that the Board authorize the issuance of the bonds in an original principal amount not to exceed \$280.0 million to fund the projects, pay capitalized interest and issuance costs (see Attachment) and up to an additional \$115.0 million if the maximum amount of refunding is included. The final maturity of the bonds shall be no later than April 1, 2036. All, or a portion, of the bonds will be insured if it is deemed economically beneficial. (A copy of the attachment is filed with the secretary of the board for record.)

The bonds will be issued as fixed rate bonds, will be fully registered, will be special, limited obligations of the Board and will be payable only from and secured by the net revenues of the Auxiliary Facilities System (subject to prior payment of operating and maintenance expenses of the system, but only to the extent necessary), student tuition and fees, and the Bond and Interest Sinking Fund Account.

All legal matters incidental to the authorization and issuance of the bonds, the forms of the Preliminary and Final Official Statements, the Thirteenth Supplemental System Revenue Bond Resolution, the Bond Purchase Agreement, the Escrow Agreement (if prior bonds are refunded), and the Continuing Disclosure Agreement will be approved by Pugh, Jones, Johnson & Quandt, P.C., Chicago, Illinois, Bond Counsel, and Katten Muchin Rosenman LLP, Chicago, Illinois, Special Issuer's Counsel; and certain legal matters will be passed upon by Freeborn & Peters LLP, Chicago, Illinois, Underwriters' Counsel.

The vice president for administration recommends the Board:

1. Authorize the issuance and sale of the bonds, approve the Preliminary Official Statement and approve the Final Official Statement with the addition of the final terms of the bonds.
2. Approve the form of the Bond Purchase Agreement with Loop Capital Markets, LLC as managing underwriter and Citigroup Global Markets Inc., as co-senior managing underwriter, and Banc of America Securities LLC, Merrill Lynch & Co., Robert W. Baird & Co. Incorporated, Griffin, Kubik, Stephens & Thompson, Inc., Bernardi Securities, Inc., Mesirov Financial, Inc., Melvin Securities, L.L.C., and Podesta & Co., co-managers, wherein the underwriters agree to purchase from the Board all of the bonds at a price, exclusive of net original issue discount or premium, not less than 98 percent of the par amount thereof and with the true interest cost of the bonds not more than 5.50 percent.
3. Delegate to the comptroller the authority to determine the principal amount, final terms and terms of the sale of the bonds within the limits expressed in this Board action.

4. Approve the Thirteenth Supplemental System Revenue Bond Resolution.<sup>1</sup>
5. Approve the form of the Escrow Agreement (if applicable) with respect to the bonds.<sup>1</sup>
6. Approve of the form of the Continuing Disclosure Agreement by the Board with respect to the bonds.<sup>1</sup>
7. Ratify and confirm all actions taken or to be taken by the officers and members of the Board in connection with the sale and delivery of the bonds to the managing underwriter, co-senior manager and co-managers.
8. Authorize and empower the comptroller and other authorized officers of the Board 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 Thirteenth Supplemental System Revenue Bond Resolution, the Bond Purchase Agreement, the Escrow Agreement (if applicable), the Continuing Disclosure Agreement, and all acts and things whether heretofore or hereafter done or performed by any 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 Dr. Schmidt, these recommendations were approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Ms. Doyle, Mr. Eppley, Dr. Schmidt, Mr. Shah, Mrs. Sodemann, Mr. Vickrey; no, none; absent, Governor Blagojevich. (Mr. Sperling asked to be recorded as not voting on this item.)

(The student advisory vote was: Aye, Mr. Kantas, Mr. Mamsa; no, none.)

COST OF ISSUANCE

		Estimated on 8/25/06	Actual
JP Morgan Trust Company, N.A.	TRUSTEE	\$ 7,000.00	\$ -
	TRUSTEE'S COUNSEL	2,500.00	-
Clifton Gunderson, LLP	AUDITOR'S CONSENT	8,500.00	-
Pugh, Jones, Johnson & Quandt, P.C.	BOND COUNSEL	175,000.00	-
Katten Muchin Rosenman LLP	SPECIAL COUNSEL AND TAX COUNSEL	95,000.00	-

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<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.

COST OF ISSUANCE

Public Financial Management Inc.	FINANCIAL ADVISOR TO THE UNIVERSITY	45,000.00	-	
	VERIFICATION AGENT (IF ANY)	7,000.00	-	<i>estimate</i>
	PRINTER	12,000.00	-	<i>estimate</i>
	OFFICE OF CAPITAL FINANCING	9,300.00	-	
	MOODY'S	77,000.00	-	
	S & P	75,500.00	-	
	MISC.	10,000.00	-	
	TOTAL COST OF ISSUANCE	\$ 520,800.00	\$ -	

### Revision of Investment Policy (Endowment Funds)

(15) As established by the Board of Trustees, the primary objectives for management of the University of Illinois endowment are to preserve the real value, or purchasing power, of the endowment pool assets and to maximize the sustainable spending stream provided by these assets. These objectives are consistent for the University endowment managed by the Board of Trustees and endowments held by the University of Illinois Foundation on behalf of the University and managed by its Board of Directors.

Periodic review of asset allocation mix is a critically important part of the management of any endowment. As part of a periodic review, University staff and the University's investment consultant, EnnisKnupp, explored expanding the asset allocation for the University endowment pool to include farmland investments. As a result of this review, the vice president for administration recommends the adoption of the following revisions to the University's endowment pool asset allocation policy:

1. Further diversify the pool asset allocation by establishing a 15 percent allocation to farmland. This allocation would be funded from the U.S. Equity and fixed income allocations.
2. Expand the performance benchmark for the equity allocation to include the NCREIF farmland index.

The current and proposed asset allocations are illustrated in the table below.

	Current Allocation (%)	Proposed Allocation (%)	Change (%)
U.S. Equity	55%	47.5%	-7.5%
Non-U.S. Equity	15%	15%	0.0%
Fixed Income	25%	17.5%	-7.5%
Private Equity	5%	5%	0.0%
Farmland	0%	15%	15%

Since farmland has a low correlation to other asset classes and provides competitive total investment return, this action would enhance the risk and return characteristics of the University endowment pool. This action would also diversify the investment program



and improve the spending stream for the separately invested farms moved into the endowment pool.

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. Schmidt, these revisions were approved by the following vote: Aye, Dr. Carroll, Mr. Dorris, Ms. Doyle, Mr. Eppley, 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. Kantas, Mr. Mamsa; no, none.)

### **Award Contracts for Sandi Port Errant Language and Culture Learning Center at Grant Hall, Chicago**

(16) In June 2005, the Board approved the Sandi Port Errant Language and Culture Learning Center at Grant Hall project at \$4,500,000 for comprehensive remodeling. In addition to remodeling the interior spaces of the building, this project includes complete replacement of the exterior walls, mechanical, electrical, and plumbing systems. The renovated facility will present a more welcoming environment both within and outside the classroom; provide learning spaces that are flexible, functional, and attractive; offer places for students to study and relax; and feature year-round heating and cooling with maximum energy efficiency. In January 2006, the Board approved an increase to \$5,140,000 for the project budget, and in July 2006, the Board approved the award for construction of the curtain wall work.

At this time, the chancellor at Chicago with the concurrence of the appropriate administrative officers now recommends that the following contracts<sup>1</sup> for construction be awarded. Competitive bidding procedures in accordance with the Illinois Procurement Code were followed; and the awards are to the lowest responsive and responsible bidder on the basis of its base bid plus the acceptance of indicated alternates.<sup>2</sup>

#### *Division 1—General Work*

Joseph Construction Company, Lynwood, IL	Base Bid	\$1,421,026
	Alt. B	<u>77,480</u>
<i>Total</i>		\$1,498,506

#### *Division 3—Heating, A/C and Temperature Control*

Premier Mechanical Inc., Addison, IL	Base Bid	\$640,000
<i>Total</i>		\$640,000

The project will be funded from gift funds and institutional funds operating budget of the Chicago campus.

The Board action recommended in this item complies in all material aspects 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.

A schedule of the bids received will be filed with the secretary of the Board for record.

<sup>1</sup> Contracts for divisions that were awarded within the delegated approval level: Division 2 (Plumbing Work)—A & H Plumbing, Elk Grove Village, IL—\$146,700; Division 4 (Ventilation)—R. J. Olmen Company, Glenview, IL—\$496,750; and Division 5 (Electrical Work)—Argon Electric, Arlington Heights, IL—\$428,000.

<sup>2</sup> Description of Alternates: Alternate B provides general work associated with geothermal field.

The president of the University concurs.

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

(The student advisory vote was: Aye, Mr. Kantas, Mr. Mamsa; no, none.)

### **Award Contracts for South Campus Mixed Use Development, Chicago**

(17) In July 2004, the Board approved a mixed use development project on the east side of the Chicago campus that includes a 750-bed residence hall with dining facilities and support services (now known as the James J. Stukel Towers); a convocation center with a 3,000-seat auditorium or a 1,000-seat banquet facility; and 40,000 square feet for a retail and office space component. In November 2004, the Board approved the design of the facility and in May 2005 the current project budget of \$124.0 million. Previous contracts totaling \$98,550,080 have been approved.

At this time, the chancellor at Chicago with the concurrence of the appropriate administrative officers recommends that the following contracts<sup>1</sup> for construction be awarded. Competitive bidding procedures in accordance with the Illinois Procurement Code were followed; and the awards are to the lowest responsive and responsible bidders on the basis of their base bids plus the acceptance of indicated alternates:<sup>2</sup>

#### *Division 22—Landscaping Work*

Moore Landscapes, Inc., Northbrook, IL	Base Bid	\$595,000
<i>Total</i>		\$595,000

#### *Division 53—Audio Visual Equipment*

Pentegra Systems, LLC, Elmhurst, IL	Base Bid	\$1,731,670
	Alt. 53.1	51,794
	Alt. 53.2	41,836
<i>Total</i>		\$1,825,300

The project will be funded from the proceeds of the future sale of Auxiliary Facilities Systems Revenue Bonds. Any project planning and construction costs incurred prior to the sale of the revenue bonds will be funded initially from other campus auxiliary operating funds with anticipated reimbursement from the subsequent proceeds of a revenue bond sale.

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 procedures.

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

The president of the University concurs.

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

<sup>1</sup> Contracts for divisions that were awarded within the delegated approval level: Division 11 (Building Signage)—Architectural Graphics, Inc., Virginia Beach, VA—\$488,262; and Division 21 (Asphalt Pavement, Concrete Sidewalks, Gutters, and Curbs)—Rojas Concrete, Chicago, IL—\$421,000.

<sup>2</sup> Description of Alternates: Alternate 53.1 provides two motorized lifts, SVS lifts, SVS 12 EX-33 with 33'-8" lowering extension, heavy duty all accessories with projector mounts, and two motorized projection screens, Stewart Filmscreen Custom Quote #73389 as indicated on sketch ASK-060606-01F; and Alternate 53.2 provides projector, projection lens, and projector mount as described in Section 11136—Appendix A, Page 5, Items 92, 93, and 94.

(The student advisory vote was: Aye, Mr. Kantas, Mr. Mamsa; no, none.)

### **Employ Architects/Engineers for Projects for Deferred Maintenance Program, Urbana**

(18) In November 2005, the Board approved a University-wide facilities renewal program to address facilities deficiencies on the campuses of the University of Illinois. To initiate this program, in May 2006, the Board approved eleven deferred maintenance projects on the Chicago and Urbana campuses. The next phase for these approved projects is to select the required professional services. The selection process for architects/engineers for the Urbana campus projects has proceeded and the employment of three of the required firms is now being recommended.

The selection of the architects/engineers for these services was in accordance with the requirements and provisions of Public Act 87-673 (Architectural, Engineering, and Land Surveying Qualifications-Based Selection Act).<sup>1</sup>

Accordingly, the chancellor at Urbana with the concurrence of the appropriate administrative officers recommends that the following firms be employed to provide the professional services for each of the projects as indicated below:

1. Affiliated Engineers, Inc., Chicago, IL, be employed for the \$3.0 million Krannert Center for Performing Arts Life Safety Corrections project. The firm's fixed fee for schematic design, design development, construction documents, bidding, and construction administration is \$189,270; for on-site observation and warranty, on an hourly basis, not to exceed \$35,007; plus authorized reimbursable expenses estimated to be \$20,000.
2. General Energy Corporation, Chicago, IL, be employed for the \$4.0 million Psychology Building Life Safety Corrections project. The firm's fixed fee for schematic design, design development, construction documents, bidding, and construction administration is \$230,000; for conceptualization, on-site observation, and warranty, on an hourly basis, not to exceed \$54,440; plus authorized reimbursable expenses estimated to be \$15,000.
3. KJWW Engineering Consultants, Rock Island, IL, be employed for the \$5.5 million Roger Adams Laboratory—Replace Air Handling Units and Controls project. The firm's fixed fee for conceptualization, schematic design, design development, construction documents, bidding, and construction administration is \$447,880; for on-site observation and warranty, on an hourly basis, not to exceed \$53,040; plus authorized reimbursable expenses estimated to be \$37,000.

Funds for this project are available from the future sale of Certificates of Participation. Any project planning costs incurred prior to the sale of the Certificates will be funded initially from other University institutional funds operating budgets with anticipated reimbursement from the subsequent proceeds of the Certificates of Participation sale.

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

<sup>1</sup> Selection information is attached.

(The student advisory vote was: Aye, Mr. Kantas, Mr. Mamsa; no, none.)

### Professional Services Selection Information

**1. Krannert Center for Performing Arts Life Safety Corrections**—A selection committee consisting of Bill Beard (Facilities & Services), Craig Grant (Facilities and Services), Robert Goss (Krannert Center for Performing Arts), Mark Inglert (University Office for Facilities Planning and Programs), and Carl Lewis (Facilities and Services) evaluated the following firms listed in ranking order: (1) Affiliated Engineers, Inc., Madison, WI; (2) KM2 Design Group, P.C., Springfield, IL; (3) Henneman Engineering, Inc., Champaign, IL; and (4) GHR Engineers and Associates, Inc., Champaign, IL. The committee recommends Affiliated Engineers, Inc., Chicago, IL, as best meeting the criteria for the project.

**2. Psychology Building Life Safety Corrections**—A selection committee consisting of Anthony M. Battaglia (Facilities and Services), Bill Beard (Facilities and Services), Craig Grant (Facilities and Services), and Mark Inglert (University Office for Facilities Planning and Programs) evaluated the following firms listed in ranking order: (1) General Energy Corporation, Oak Park, IL; (2) Affiliated Engineers, Inc., Madison, WI; (3) KM2 Design Group, P.C., Springfield, IL; and (4) Henneman Engineering, Inc., Champaign, IL. The committee recommends General Energy Corporation, Oak Park, IL, as best meeting the criteria for the project.

**3. Roger Adams Laboratory Replace Air Handling Units and Controls**—A selection committee consisting of Allen Marx (Facilities and Services), Bill Beard (Facilities and Services), and Mark Inglert (University Office for Facilities Planning and Programs) evaluated the following firms listed in ranking order: (1) KJWW Engineering Consultants, Rock Island, IL; (2) Harley Ellis Devereaux, Chicago, IL; and (3) Clark Dietz, Inc., Champaign, IL. The committee recommends KJWW Engineering Consultants, Rock Island, IL, as best meeting the criteria for the project.

### Urbana South Campus Land Exchange

(19) The chancellor at Urbana with the concurrence of the appropriate administrative officers, recommends that the comptroller be authorized to execute an agreement to transfer the University-owned Pell (Pomology Research) Farm to the University of Illinois Foundation in exchange for like-valued Foundation-owned properties.

The Board of Trustees owns the property, commonly known as Pell Farm, in fee simple and there are no gift limitations. Pell Farm consists of 160 acres and is located outside of the Urbana campus Master Plan boundaries at the southwest corner of Windsor and Philo Roads in Urbana, Illinois. Historically, Pell Farm has been the site of pomology research under the direction of the College of Agricultural, Consumer and Environmental Sciences (ACES). ACES has been in the process of relocating and consolidating its pomology research to newly acquired south campus research lands. Completion of the relocation process is scheduled for January 2008.

Consistent with its mission to support the University, the Foundation, at the request of the University, has acquired a portfolio of properties within the Urbana campus master plan boundaries, including the Willard Airport area, to which the University has been granted full use by way of master lease agreement between the parties.

The University has obtained an appraisal for the Pell Farm property and the Foundation finds this valuation acceptable to support a property exchange transaction. As consideration, the Foundation will transfer ownership to the University of an appropriate number of properties totaling a like-value to the agreed upon Pell Farm value.

University pomology research located on the Pell Farm is being transitioned to a new south farms location. When this transition is accomplished, the Foundation is free

to pursue a transaction involving Pell Farm. In accordance with Legislative Audit Commission Guidelines, if a transaction results in a gain net of the Foundation's carrying costs, the net gain will be promptly transferred or made available by the Foundation to the University, and a loss will be retained by the Foundation.

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 the Board of Trustees policies and directives.

The vice president for administration concurs.

The president of the University recommends approval.

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

(The student advisory vote was: Aye, Mr. Kantas, Mr. Mamsa; no, none.)

**Purchases and Change Orders**

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

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

The total amounts of these purchases and change orders were:

*From Institutional Funds*

Purchases.....	\$8,671,412
Change Orders.....	625,000

A complete list of the purchases and change orders, 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 Dr. Schmidt, the purchases and change orders recommended were authorized by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Ms. Doyle, Mr. Eppley, Dr. Schmidt, Mr. Shah, Mrs. Sodemann, Mr. Sperling, Mr. Vickrey; no, none; absent, Governor Blagojevich.

(The student advisory vote was: Aye, Mr. Kantas, Mr. Mamsa; no, none.)

**Authorization for Settlement**

(21) The university counsel recommends that the Board approve settlement of *Dowdell v. Guppy* in the amount of \$340,000. The plaintiff, 50-year-old Melvin Dowdell, alleges that the improper performance of his cervical spine surgery resulted in both the need for repeat surgery and additional pain and suffering.

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 Dr. Schmidt, this recommendation was approved by the following vote: Aye, Dr. Carroll, Ms. Doyle, Mr. Eppley, Dr. Schmidt, Mr. Shah, Mrs. Sodemann, Mr. Sperling, Mr. Vickrey; no, none; absent,

Governor Blagojevich. (Mr. Bruce and Mr. Dorris asked to be recorded as not voting on this item.)

(The student advisory vote was: Aye, Mr. Kantas, Mr. Mamsa; no, none.)

**Authorization for Settlement**

(22) The university counsel recommends that the Board approve settlement of a medical malpractice claim in the amount of \$6,750,000. The claim involves an alleged failure to diagnose and treat adequately a bowel perforation during a surgical procedure, ultimately leading to the death of Julius Izquierdo.

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

(The student advisory vote was: Aye, Mr. Kantas, Mr. Mamsa; no, none.)

**Report of Actions by the Executive Committee**

(23) The following actions have been taken by the Executive Committee since the last meeting of the Board. These actions are now reported to the Board as a whole.

**Recommendation to Rehire University Retiree**

(1) The following recommendation for an appointment of a University retiree is presented for approval. The president of the University concurs.

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.

Name	Job Title (Before Retirement)	Proposed Job Title and Employing Unit	Proposed Job Description and Purpose	Service Dates	Salary	Source of Funds
Sharon Lee Scott	Specialist in Education, Office of Instructional Resources	Associate Director of the Teaching Academy (50%), Associate Director of Global Studies (20%), College of Liberal Arts and Sciences	Serve as Associate Director for the Teaching Academy and Associate Director of Global Studies. Dr. Scott stepped in, with the departure of Charles Stewart in Spring 2005, to provide management and coordination in the LAS Global Studies Program. During Spring 2006, the College conducted a search to fill the two positions and Dr. Scott was the top candidate. This appointment will be submitted on an annual basis for Board approval.	08/16/06 thru 08/15/07	\$37,000 for Associate Director, Teaching Academy; and \$14,800 for Associate Director, Global Studies (total \$51,800)	Institutional

On motion of Mr. Shah, this recommendation was approved by the following vote of members of the Executive Committee: Aye, Mr. Eppley, Mr. Shah, Mr. Vickrey; no, none.

**Purchases and Change Orders**

(2) The president submitted, with his concurrence, purchases and change orders recommended by the director of purchases at Urbana and the vice president for administration.

The purchases and change orders were 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 amount of the purchases and change orders from institutional funds was \$1,300,000.

On motion of Mr. Vickrey, the purchases and change orders recommended were authorized by the following vote of members of the Executive Committee: Aye, Mr. Eppley, Mr. Shah, Mr. Vickrey; no, none.

This report was received and confirmed.

**Comptroller’s Report of Investment Transactions  
July 1, 2005 through June 30, 2006**

(24) The comptroller presented the above report which includes transactions under Finance and Investment Committee guidelines. A copy has been filed with the secretary of the Board.

This report was received for record.

**Capital Projects Status Report**

(25) The associate vice president for facilities planning and programs presented this report of active projects in excess of \$5.0 million. A copy has been filed with the secretary of the Board.

This report was received for record.

**Technology Commercialization Highlights,  
Fiscal Year 2006, End of Year and 4th Quarter**

(26) The vice president for technology and economic development presented this report. A copy has been filed with the secretary of the Board.

This report was received for record.

**SECRETARY’S REPORT**

The secretary presented for record changes to academic appointments for contract year 2005-06, new hires, resignations, and notices of nonreappointment. A copy has been filed with the secretary of the Board.

**DEGREES CONFERRED**

The secretary presented for record the following list of degrees conferred on candidates at the Urbana-Champaign campus on August 7, 2006.

**Summary**

*Graduate Degrees*

Master of Accounting Science.....	6
Master of Architecture.....	10
Master of Arts.....	48
Master of Business Administration.....	3
Master of Computer Science.....	4



Master of Education.....	35
Master of Fine Arts.....	8
Master of Laws.....	2
Master of Music.....	10
Master of Music Education.....	13
Master of Science.....	297
Master of Social Work.....	24
Master of Urban Planning.....	1
<i>Total, Masters.....</i>	<i>(461)</i>
Certificate of Advanced Study	
Educational Organization and Leadership.....	5
Human Resource Education.....	1
<i>Total, Certificates.....</i>	<i>(6)</i>
<i>Total, Graduate Degrees.....</i>	<i>467</i>
<i>Professional Degrees</i>	
College of Law	
Juris Doctor.....	1
<i>Total, Professional Degrees.....</i>	<i>1</i>
<i>Undergraduate Degrees</i>	
College of Agricultural, Consumer and Environmental Sciences	
Bachelor of Science.....	41
College of Applied Health Sciences	
Bachelor of Science.....	80
College of Business	
Bachelor of Science.....	118
College of Communications	
Bachelor of Science.....	3
Bachelor of Science in Journalism.....	3
<i>Total, College of Communications.....</i>	<i>(6)</i>
College of Education	
Bachelor of Science.....	17
College of Engineering	
Bachelor of Science.....	77
College of Fine and Applied Arts	
Bachelor of Arts in Urban Planning.....	1
Bachelor of Fine Arts.....	15
Bachelor of Landscape Architecture.....	1
Bachelor of Music.....	3
Bachelor of Music Education.....	1
Bachelor of Science in Architectural Studies.....	6
<i>Total, College of Fine and Applied Arts.....</i>	<i>(27)</i>
College of Liberal Arts and Sciences	
Bachelor of Arts.....	179
Bachelor of Science.....	88
<i>Total, College of Liberal Arts and Sciences.....</i>	<i>(267)</i>
Institute of Aviation	
Bachelor of Science in Aviation Human Factors.....	13
<i>Total, Undergraduate Degrees.....</i>	<i>646</i>
<i>Total, Degrees Conferred August 7, 2006.....</i>	<i>1,114</i>

### **BOARD MEETING RECESSED FOR MEETING OF UNIVERSITY HOSPITAL COMMITTEE<sup>1</sup>**

Mr. Vickrey, chair of the committee, convened the meeting and asked Mr. John J. DeNardo, CEO of the HealthCare System, Chicago, to report the Medical Center's financial performance for Fiscal Year 2006 (materials on file with the secretary). Mr. DeNardo reported that the workload is increasing, patient admissions are stable, and that efforts are being made to improve collections that have resulted in reducing the time for collections from 78 days to 62 days and that these efforts continue. He told the Board that the medical center spent \$20.0 million in capital improvements in FY 2006. There was discussion of collections from the State for Medicaid patients and Mr. DeNardo explained that the hospital received expedited payments from the State. Dr. Schmidt asked if this might change due to the State's new Kid Care program. Mr. DeNardo responded that indeed some physicians are not included among those designated for expedited payments.

Dr. Joseph A. Flaherty, dean, College of Medicine, reported on payments received through the medical service plan which provides for 30 percent of the budget of the College of Medicine (materials on file with the secretary). He stated that payments to the medical service plan from physicians at the Chicago campus provided 90 percent of the total payments to the plan. He also noted that the regional medical service plans are no longer in deficit and that the payer mix has a higher percentage of Medicaid patients than other academic medical centers. He also noted that for FY 2006 there was a modestly positive bottom line for the combined income from all the medical service plans.

### **BOARD MEETING RESUMED**

When the Board meeting resumed those trustees noted as present at the beginning of the meeting (with the exception of Trustees Shah and Sperling) were still in attendance.

### **REPORT FROM UNIVERSITY OF ILLINOIS FOUNDATION**

President White introduced this presentation and told the Board that the University and the Foundation had drafted a Memorandum of Understanding to explain the relationship between the two organizations and the mutual obligations. He stated that Chair Eppley was reviewing this now and that next week the Foundation's Board of Directors would review the draft. The president stated that once the Foundation Board had agreed to the contents of the memorandum it would be placed on the agenda of a future meeting of the Board of Trustees for consideration.

Following this, Dr. Sidney S. Micek, president of the University of Illinois Foundation, presented a report to the Board (materials on file with the secretary). Dr. Micek commented that the purpose of the Foundation is to work in a partnership fashion with the University and that the Memorandum of Understanding explicates and clarifies that. He stated that the sole purpose of the Foundation is to serve the University of Illinois and that it is a separate organization for good reasons, among them are to

<sup>1</sup> Trustees Shah and Sperling departed the meeting at 3:05 p.m.

ensure confidentiality of donor records and correspondence regarding donations, and to provide targeted investment policies to guarantee returns on funds.

Dr. Micek then reviewed plans for launching a capital campaign scheduled for June 1, 2007, that will be held at Navy Pier in Chicago. He reported on plans for a special forum to be held in conjunction with the annual meeting of the Foundation to set the stage for the campaign and noted that 500 had registered to attend the annual meeting.

He stated that Fiscal Year 2006 was the best year the Foundation has had with a total of new gifts and pledges totaling \$185.0 million. He added that gifts received through the annual giving program totaled \$26.2 million and that the endowment held by the Foundation now totaled \$1.8 billion.

Mr. Eppley stated that the funds raised by the Foundation will contribute greatly to the future of the University and commended the board of directors, commenting that the board members are very hard-working.

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

Mr. Loren R. Taylor, president and chief executive officer of the University of Illinois Alumni Association, presented an annual report to the trustees summarizing activities of the Alumni Association. He indicated that the Alumni Association was also working on a Memorandum of Understanding to define the relationship between the University and the Alumni Association.

Next, he reported that Ms. Mary Kay Haben was the new chair of the Alumni Association and that the new Alice Campbell Alumni Center that opened in May 2006 provided new office space for staff members as well as excellent meeting facilities.

Mr. Taylor indicated that alumni engagement would serve to assist with the upcoming capital campaign. He added that alumni were also interested in the plans for the Global Campus and saw congruence between plans for that and the strategic plan of the Alumni Association.

Next, he described a new subscription service for members of the Alumni Association that provides electronic access to all the periodicals at the three campus libraries.

#### **REPORT FROM THE UNIVERSITY SENATES CONFERENCE**

Professor Elliot Kaufman, chair of the University Senates Conference during Fiscal Year 2006, presented highlights of the conference's activities of the past year (materials on file with the secretary). He mentioned a number of recommendations for revisions to the University of Illinois Statutes that had been completed during the year including a proposal for multi-year contracts for non-tenure track faculty which he said should make the University more competitive in its offers to this group of faculty. He also cited the conference's reviews and recommendations concerning the Global Campus.

Professor Kaufman told the Board that there is a robust system of shared governance at the University and that the president and vice president for academic affairs meet regularly with the conference and that the conference also meets frequently with members of the Board of Trustees, especially the chair of the Board and the chair of the Academic Affairs

Committee. He said the conference was pleased that Chair Eppley had invited comments from the conference at Board meetings.

Professor Kaufman also reported that the conference met in both 2005 and 2006 with State legislators to discuss the interests of higher education and that these encounters had proved helpful. In closing, he thanked the University administration and the members of the University Senates Conference for a productive year. President White complimented Professor Kaufman for his good work over the past year.

#### **REPORT FROM URBANA SENATE EXECUTIVE COMMITTEE**

Professor Vernon Burton, chair of the Executive Committee of the Urbana Senate, began his presentation by inviting the trustees to visit with the faculty in their classrooms and laboratories. He stated that the Urbana Senate Executive Committee meets regularly with the president and the chancellor and that all are working to make the Urbana-Champaign campus the premier public university in the country. He referenced Abraham Lincoln's statement that public universities are democracy's universities.

He commented that a major concern of the Urbana Senate is to strengthen shared governance for the purpose of providing open forums for discussion of issues before the University. He also said that the senate had reached out to students over the past year to discuss such issues as discipline and he saluted the members of the various committees of the senate for their work.

Professor Burton also reported various subjects the senate had dealt with in Fiscal Year 2006 which included: a response to the University's strategic planning efforts; the Board's policy on rehiring retirees, for which he thanked the Board; and discussion of Chief Illiniwek and the effects of the presence of this tradition including the fact that it seems to be a distraction on the campus that takes time away from other issues.

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

President White called attention to several coming events including the following:

- The annual meeting of the University of Illinois Foundation, September 14-16, Urbana campus
- The presentation of the Senator Paul Douglas Ethics Award to Senator Carl Levin of Michigan, September 26, Washington, D.C.

#### **OLD BUSINESS**

There was no business presented under this aegis.

#### **NEW BUSINESS**

Dr. Schmidt reported on a meeting of the Board of Managers of the University of Illinois Research Park and said that this park and the Chicago Technology Park were working together on some projects.

He also gave praise to the University auditors for working with the Board of Managers and in bringing certain things in need of change to the attention of the Board of Managers. He said the outcome of this was

the appointment of a two-person taskforce to advise the board on future actions.

Dr. Schmidt also reported the deaths of two outstanding former faculty members of the College of Medicine at Chicago, Dr. Olga Jonasson, a long-time faculty member and the first woman chair of a department of surgery at a medical school (The Ohio State University), and Dr. Nicholas J. Cotsonas, Jr., former chair of the Department of Medicine and the first dean of the College of Medicine at Peoria.

### **STUDENT TRUSTEES' REPORTS**

Ms. Sarah Doyle, student trustee from the Springfield campus, reported that current enrollment at that campus was 4,761, the highest ever, and that all residence halls on the campus were fully occupied. She also said that the campus had a record number of international students and that campus life has blossomed.

Mr. Umair Mamsa, student trustee from the Chicago campus, stated that the Chicago campus had held its first freshman convocation on August 27 and that 1,251 students had attended. He said that student life on the Chicago campus is much more active and that more students are attending events on campus. He reported that one goal of student leaders at Chicago for this year is to lobby elected officials to ask them to consider students' perspectives.

Mr. Christopher Kantas, student trustee from the Urbana campus, told the Board that 120 Legacy Scholarships, valued at \$2,000 each, were awarded to students for this academic year. He reminded the Board that these scholarships are funded by the students through a fee they voted to assess themselves to provide financial assistance to students in need. He said that the Legacy Scholarship Fund is expected to grow to \$14.7 million by 2025 and to provide \$1.1 million annually for scholarships. He also mentioned a new video available to students to advocate safety on campus, and indicated that 4,000 students have watched the video thus far. Further, he reported that voter registration for students is available online now and that students responsible for this program hope to register 6,000 students this academic year. In closing, he said that the C-U Mass Transit District has agreed with students to try to improve the service of the "safe rides" program, a service offered to students at night.

**ANNOUNCEMENTS FROM THE CHAIR OF THE BOARD**

Chair Eppley called attention to the schedule of meetings for the next few months: November 9, Springfield; January 18, 2007, Chicago; March 13, Urbana.

There being no further business, the Board adjourned.

MICHELE M. THOMPSON

*Secretary*

LAWRENCE C. EPPLEY

*Chair*