

# MEETING OF THE BOARD OF TRUSTEES

OF THE

# UNIVERSITY OF ILLINOIS

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May 21, 2009



This meeting of the Board of Trustees of the University of Illinois was held in Chicago Rooms B and C, UIC Student Center West, Chicago campus, Chicago, Illinois, on Thursday, May 21, 2009, beginning at 10:15 a.m.

Prior to the roll call, Chair Niranjan S. Shah welcomed Trustee Edward L. McMillan, a newly appointed member of the Board who was attending his first meeting, and invited him to accompany Trustee Lawrence C. Eppley to the lectern where Mr. Eppley read the following statement of the responsibilities of a trustee:

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

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

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

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

All members of the Board then welcomed Mr. McMillan to the Board.

Chair Shah then invited Trustee Dorris to the lectern and asked the student trustees to join him. Mr. Shah also invited Mr. James Winters, former student trustee, to join this group. Mr. Dorris then thanked each student trustee for his service to the Board for the past year and added individual comments to each. He noted that Mr. Schmitt had been a friend before he became student trustee and said that they share some of the same values and have worked together on projects. He praised Mr. Schmitt, calling him a man of integrity, who is guided by principles. He noted that Mr. Schmitt had graduated from the Urbana campus a few days ago and the next day was commissioned a second lieutenant in the United States Air Force and will soon be leaving for Alabama for training and then will go to Colorado to work with satellites. Mr. Dorris then told the Board that Mr. McFarland had graduated a few days earlier from the Springfield campus and was named a Dunne Fellow in Governor Quinn's office where he will work for the next year. Mr. Dorris said he will remember Mr. McFarland as the person whose name he drew from a hat when it was necessary to name one of the two remaining student trustees to serve as student trustee with the official, binding vote when Mr. Winters resigned. Mr. Dorris next thanked Mr. Winters for his service through much of the last year as the student trustee from Chicago. Lastly, Mr. Dorris thanked Mr. Pittos for stepping up to serve as the student trustee from the Chicago campus following Mr. Winters' resignation and doing a wonderful job. Mr. Dorris then presented certificates of appreciation from the Board to Messrs. Schmitt, McFarland, and Pittos.

Mr. Shah thanked all the student trustees for their service 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, Mr. Edward L. McMillan, Mr. James D. Montgomery, Dr. Kenneth D. Schmidt, Mr. Niranjan S. Shah, Mr. Robert F. Vickrey. Governor Pat Quinn was absent. Mr. D. Craig McFarland, voting student trustee from the Springfield campus, was present. The following nonvoting student trustees were present: Mr. Elias C. Pittos, Chicago campus; Mr. Paul D. Schmitt, Urbana-Champaign campus.

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

Mr. Shah asked President White to introduce the University officers and senate observers. President White introduced the following: Dr. Richard H. Herman, chancellor, University of Illinois at Urbana-Champaign; Dr. Paula Allen-Meares, chancellor, University of Illinois at Chicago; Dr. Richard D. Ringeisen, chancellor, University of Illinois at Springfield; Dr. Mrinalini Rao, vice president for academic affairs<sup>1</sup>; Dr. Avijit Ghosh, vice president for technology and economic development; and the officers of the Board, Mr. Walter K. Knorr, comptroller (and vice president/chief financial officer); Mr. Thomas R. Bearrows, university counsel; Mr. Lester H. McKeever, Jr.,<sup>2</sup> treasurer; and Dr. Michele M. Thompson, secretary. The president also

<sup>1</sup>It was announced later that Dr. Rao's name was inadvertently not announced at this time. However, she was present for the entire Board meeting.

<sup>2</sup>Mr. McKeever joined the meeting at 12:40 p.m.

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: Elliot Kaufman, professor of biochemistry and molecular genetics, College of Medicine, Chicago, representing the University Senates Conference; Abbas Aminmansour, associate professor, School of Architecture, representing the Urbana-Champaign Senate; Philip Patston, associate professor of oral medicine and diagnostic sciences, representing the Chicago Senate; John C. Martin, assistant professor of astronomy/physics, representing the Springfield Senate. Also in attendance was Nicholas C. Burbules, professor of educational policy studies and Grayce Wicall Gauthier Professor, College of Education, and chair of the Executive Committee of the Urbana-Champaign Senate; Tih-Fen Ting, assistant professor of environmental studies and chair of the Executive Committee of the Springfield Senate.

Following these introductions President White thanked the trustees for their participation in commencement ceremonies at the three campuses over the past few weeks.

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

Mr. Shah welcomed all to the Board meeting and noted that Memorial Day would be celebrated in a few days. He asked that all take a moment of silence to recognize the devotion and sacrifice of military veterans from all of the country's conflicts and to reflect on the contributions of these men and women.

Mr. Shah then commented on the recent commencements at the campuses and stated that the University awarded a total of 19,000 degrees in the 2008-2009 academic year and that the excellence of the University is reflected in each graduate. He noted that the University of Illinois has produced more graduates than its peers in the Chicago area and that the University couples that with remarkable excellence in all areas. He stated that this excellence is in evidence in our many academic programs and is the result of strategic planning and actions. He added that wise decisions have been made in the past regarding the areas in which the University would build excellent programs. He noted that maintaining strength requires constant investment in faculty and the research of faculty members, and stated that the Board is committed to encouraging and nourishing faculty research and assisting faculty members in their pursuit of this. He also made a commitment to support the deans of colleges and schools who are responsible for recruiting distinguished faculty members and are struggling to do so in the face of severe budget constraints. In addition, Mr. Shah expressed appreciation to administrators at all levels who, he said, are doing their best to maintain and build the strength of the University.

Mr. Shah said that as all groups within the University work to strengthen the University and work through myriad problems that it is important that mutual respect, kindness, caring, and concern prevail. He said that it is important that civility characterize the work of all groups throughout the University. He then stated that as an example of this behavior President

White has been reviewing the Global Campus and taking a second look at how it is currently structured which he said is admirable and is what the Board intended in its comments about the Global Campus at the Board meeting on March 11, 2009. Mr. Shah said that this is how public policy is developed, by constant review of earlier decisions. He said that although there is no perfect solution to any issue, it appears that there is now a plan for the Global Campus that is attractive to many within the University that President White will present to the Board.

Mr. Shah stated that in all endeavors the University must do well and he said that it is necessary to decide what areas will be emphasized for achieving and maintaining excellence. He listed several efforts that the University wants to develop, including: new facilities for the hospital; a model for the Global Campus that will succeed; construction of the advanced chemical technology building in Chicago; and an energy institute at Urbana. He observed that the University should focus on those things that it can do well and pursue those goals. He cautioned against overextending limited resources of all types.

In reviewing the plan for the meeting, Mr. Shah indicated that there are 38 agenda items to consider, and that three committee meetings and an executive session are scheduled. He said that the first committee meeting will be a meeting of the Finance and Investment Committee, followed by an executive session. He said that for the afternoon there is a meeting of the Budget and Audit Committee and a meeting of the University Hospital Committee planned.

#### **BOARD MEETING RECESSED FOR MEETING OF THE FINANCE AND INVESTMENT COMMITTEE**

At 10:30 a.m., Chair Niranjan S. Shah asked Trustee James D. Montgomery, chair of the Finance and Investment Committee, to convene the meeting. Mr. Montgomery invited Vice President Knorr to present a report to the committee.

Mr. Knorr presented information on the recommendation in the agenda for today's Board meeting to approve refunding the variable rate demand certificates of participation, Series 2007C and 2007D. He said that the 2007C bonds totaled \$31.34 million (tax exempt) when issued and were issued to finance a portion of an addition to the College of Medicine at Rockford that will house the National Center for Rural Health Professions, and the 2007D bonds totaled \$81.50 million (taxable) when issued and were issued to finance a portion of the cost of the Petascale Computing Facility project at Urbana.

Mr. Knorr explained that the recommendation to refund these bonds is made because the University has the ability to refinance the \$81.50 million in taxable bonds as tax-exempt. He also stated that the downgrade of Dexia Crédit Local, the liquidity provider, is causing erratic trading levels. Further, he stated that this recommendation is made for the University to retain the ability to refund the bonds when the State capital funding for the addition to the College of Medicine at Rockford (\$14.5 million) and the Petascale project (\$60.0 million) are appropriated by the State.

Mr. Knorr reported to the trustees that the recommendation is to refund \$114.84 million in the certificates of participation series 2007C and D with \$75.0 million in tax-exempt variable rate bonds with JPMorgan Chase Bank liquidity and \$37.595 million in tax-exempt fixed rate bonds (materials on file with the secretary).

### **BOARD MEETING RESUMED**

When the Board meeting resumed in regular session at 10:35 a.m., the trustees recorded as present at the start of the meeting were still in attendance.

### **WELCOME FROM THE CHANCELLOR, CHICAGO CAMPUS**

Chancellor Allen-Meares welcomed the Board to the Chicago campus for the first time in her tenure. In her remarks she summarized the three trends she saw that would affect the future of the Chicago campus and the reasons why she thought the Chicago campus must become a leading urban research university as well as a great urban university. She stated that the three trends were urbanization, globalization, and massification, which are all related to the future of the 21<sup>st</sup> century, and she indicated that the Chicago campus is poised to respond to all of these. She also related these to the Morrill Act and the mission of the land grant institution as envisioned in that legislation. As an example of how pervasive these trends will become she shared with the Board the welcoming speech that Mayor Richard M. Daley gave at the 2009 Daley Forum on the Chicago campus on April 27, 2009.

The chancellor told the Board that again the Daley Forum was a stunning success and that Vice President Joseph Biden presented the keynote address and spent time afterward with the University leadership.

Chancellor Allen-Meares reported that faculty members at the Chicago campus had presented 340 proposals for grants from the American Recovery and Reinvestment Act of 2009, the federal economic stimulus program, and she showed slides picturing several faculty members who had submitted proposals for funding. Also, she showed slides of photos of several other faculty members who had recently received honors and fellowships as well as grant awards. In addition, the chancellor showed a photo of Dr. Barbara Anna Schall, an alumna of the Chicago campus and a faculty member at Washington University in St. Louis, and a renowned scientist. She said that Dr. Schall received an honorary doctorate from the College of Liberal Arts and Sciences at that college's commencement ceremony, at which Governor Pat Quinn was the commencement speaker. She also noted that commencement speakers for other colleges included: Mayor Richard M. Daley, Congressman Bill Foster, and Assistant Secretary of the U.S. Department of Veterans' Affairs Tammy Duckworth. The chancellor told the Board that the campus conferred 6,000 degrees at the spring commencements.

The chancellor congratulated Ms. Shannon Tully, coach of the women's tennis team, and the team members for winning the Horizon League Championship for the thirteenth time and for participating for eleven consecutive years in the NCAA tournament.

In closing her welcome remarks Chancellor Allen-Meares stated that the campus would host the 2010 regional meeting of the Institute of Medicine (IOM) on September 21 on the subject of obesity and diabetes. The chancellor said that she will become the chair of Section X of the IOM, effective June 2009, and said that this appointment is due in part to the important role the Chicago campus plays in research nationally.

## **REPORTS FROM URBANA AND SPRINGFIELD CHANCELLORS**

### **Chancellor Herman**

Chancellor Herman reported on activities at the Urbana campus and stated that the campus awarded 8,000 degrees a few days ago and that 3,000 of these students attended the recent commencement ceremonies. He thanked the trustees for participating in commencement exercises at Urbana. He indicated that the commencement speakers were Ms. Suze Orman, nationally recognized financial adviser, and Dr. Carl Schramm, president of the Kaufman Foundation. He also noted that the University of Illinois Alumni Association honored Trustee McMillan with its distinguished service award at one of the commencement ceremonies, and that student Trustee Schmitt received a degree and was commissioned the next day as a second lieutenant in the United States Air Force. In addition he reported that U.S. Secretary of Transportation Ray LaHood delivered the convocation address to the graduates of the College of Law. He also told the Board that the Illinois Promise program graduated its first class of 107 this spring. He stated that this program, begun four years ago, confirms the fact that giving students an opportunity to pursue higher education without incurring great debt will allow them to prosper in ways that are personally enriching and that will contribute to the betterment of society. He called attention to an article from the Champaign-Urbana *News-Gazette* about the students in the Illinois Promise program that was distributed to the trustees before the meeting.

He also noted with sadness the passing of Professor David Herbert Donald, a renowned scholar of Abraham Lincoln and two-time winner of the Pulitzer Prize, who had received his Ph.D. in history at Urbana and later received an honorary doctorate from the Urbana campus. He said that Professor Donald passed away on commencement day, exactly seventeen years after receiving his honorary doctorate from the Urbana campus.

Chancellor Herman reported that the Department of Energy planned to invest \$777.0 million in energy projects over the next five years in 47 centers. He said that faculty members from Urbana would be partners in seven of these centers and that this activity was expected to bring \$23.0 million to the Urbana campus over the life of the centers. He also stated that the faculty members at Urbana submitted 5,000 proposals for funding this year, which is eight percent higher than last year.

The chancellor closed his remarks with the news that the men's golf team was named Big Ten champions for this year.

### **Chancellor Ringeisen**

Chancellor Ringeisen announced the appointment of Professor Michael Burlingame as Naomi Lynn Professor. He said that Professor Burlingame

was a noted Lincoln scholar and a former student of Professor David Herbert Donald, mentioned above by Chancellor Herman. He said that Professor Burlingame had previously held the Sadowski Chair at Connecticut College, and had recently completed a two-volume work entitled, *Abraham Lincoln, A Life*.

The chancellor reported that the commencement speaker at Springfield this year was Dr. Matthew Holden, who is also recommended for appointment as a faculty member on the agenda for today's meeting as the Wepner Distinguished Professor in Political Science. He said that Professor Holden, also a Lincoln scholar, was formerly the Doherty Professor Emeritus of Politics at the University of Virginia.

Chancellor Ringeisen stated that the Springfield campus now has six named professorships which is a significant development for that campus, since all of these have materialized in the last seven years.

The chancellor then cited several significant reviews and recognitions the campus had received recently, including: the Computer Science Department at Springfield had been named a national center for academic excellence in information assurance education by the National Security Agency and the Office of Homeland Security and was now certifying individuals as experts in security training for these agencies, he said that the Urbana and Chicago campuses also have these designations; a report from the NCAA concerning admission of the Springfield campus to the D 2 level of intercollegiate sports which was positive; a review by the Council on Public Liberal Arts Colleges of the Springfield campus that recommended the campus for membership in this group; the Springfield campus Model UN was named best among 300 contenders; and in the Model Illinois Government program Student Trustee McFarland was chosen as governor of Illinois.

In closing, Chancellor Ringeisen described a new campus program called Under the Dome that pairs high school students with Springfield campus students who are working in State government for a day to tour the capitol and receive information about the functioning of State government.

#### **PUBLIC COMMENT SESSION**

Mr. Shah announced that several individuals had applied to address the Board at this meeting and that six individuals had been approved to do so. He said that the speakers approved to address the Board were: Professor Simon Alford, Ms. Sirlena Perry, Ms. Tanya Cabrera, Ms. Sarita Heer, Mr. Joel Ebert, and Ms. Cecelia Real. He indicated to the speakers that each would be permitted five minutes to address the Board.

Mr. Shah invited the first speaker, Professor Alford, to speak. Professor Alford spoke in support of construction of the Advanced Chemical Technology Building on the Chicago campus which he said the campus supports. He added that this project is "shovel ready." He commented on the importance of this building to the teaching of chemistry and related fields and to research, and gave examples of his own research and that of his co-researchers and said this facility is to advance their research. He also stated that graduate programs in interdisciplinary research, such as the new program in neuroscience, would be possible if

this new facility was constructed. He reported that the building had been approved by the governor; however, funds have not yet been released for its construction.

Mr. Shah next invited Ms. Sirlena Perry to speak. She said she was a 25-year employee of the Chicago campus and assistant steward of Local 73 that has 3,000 members on the Chicago campus. She stated that she wanted to address layoffs at the campus, and said that the lower-level employees always pay the price for budget problems. She noted that in her 25 years as an employee at the campus the Chicago campus has grown and that she was concerned that the campus' urban mission was threatened. She stated that she was also concerned that the urban mission was not being fulfilled. In addition she said that unemployment was threatening communities in Illinois.

Mr. Shah then invited Tanya Cabrera to speak. Ms. Cabrera indicated that she is a teacher at Benito Juarez High School, and that she is concerned about funding for the LARES (Latin American Recruitment and Education Services) program at the Chicago campus which assists many graduates of her high school when they begin studies at the Chicago campus. She asked that the admissions application list the LARES program so that students might request the services of the program when they apply for admission. She expressed concern about cuts in the State budget that threaten programs such as LARES and others that assist students who need academic help. She also said that the enrollment of Latino students at the Chicago has decreased and that she thinks that there should be 3,000 Latino students at the Chicago campus. She also stated that the tuition differential for graduate students at Chicago is a problem for students. In closing she urged the Board to avoid layoffs, not to reduce student services, and specifically to continue support for the LARES program. She also said that she thought there were too few Latinos in faculty and staff positions at the campus.

Next, Mr. Shah invited Ms. Sarita Heer to speak. Ms. Heer said she was a graduate student at Chicago and a member of the steering committee of the Graduate Employees Organization at Chicago. She said the campus' mission statement indicates that the campus seeks to provide a wide range of students with educational opportunity only a leading research university can offer, and train professionals in a wide range of public service disciplines, serving Illinois as a principle educator of health science professionals and as a major health care provider to underserved communities. She said she agreed with this statement but questioned whether the words had become hollow, with the University using the current economic crisis to abandon this statement. She cited the closing of the 18<sup>th</sup> Street Clinic that served many poor Medicaid recipients in the Pilsen community as an example of the campus moving away from its commitment to serve the community in providing health care. She gave as another example the campus' underfunding of the LARES program as evidence for the campus' waning interest in serving a wide range of students and said that more efforts were needed in the recruitment of Latino and African American students. In addition, she stated that the tuition and fees at the Chicago campus for graduate students was eroding the campus' mission to train professionals in the health sciences and in other professions. She said that the University continues to burden graduate students with greater costs while not addressing administrators' salaries. She also noted the recent



increase in compensation approved for Coach Weber at Urbana. Further, Ms. Heer criticized the process for electing student trustees at the Chicago campus. In closing her comments, Ms. Heer told the Board that a campus coalition had been formed in the past year called United in Campaign Against Budget Cuts (UIC-ABC). She said that this group is made up of undergraduate students, campus employees, and members of community groups. She said that all of these groups had attempted partnership with the Board in the past. Ms. Heer's comments ceased when the five minute time allotment expired.

The last speaker was Mr. Joel Ebert. Mr. Ebert indicated that Ms. Cecelia Real, who had been approved to address the Board today, when another speaker withdrew just before the meeting, would not address the Board today due to the lateness of the notification. Mr. Ebert then stated that he wished to inform the Board that students are watching the Board and are concerned. He said that the way decisions have been addressed by the Board must change and that a change has occurred on the campus because the students themselves have changed. He said that awareness and being proactive are the new maxims of the UIC community. He stated that this was brought on by a belief that those in authority needed to do more to help students, particularly with the cost of their education. He cited examples of students who have debts for their education due to student loans and the uncertain future students face given the current job market. He said that tuition costs are a continuing burden for students, and that the cost of textbooks is also a major problem for students. Mr. Ebert then stated that the campus housing is expensive and lacks amenities and maintenance, including upkeep of fire alarms. He continued to express criticism of building maintenance on the campus. He said that he was reporting questions students had asked. He urged the Board to make students the first priority in all its considerations and stated that the University should measure its success by the excellence and accomplishments of the students. He said that the faculty members and students are the foundation of the University and unless that is strong the entire structure of the University is in peril. He added that when students are concerned about paying for their education, their academic work suffers and when teaching assistants are in fear of losing their positions, their performance is at risk. He urged the Board to invest in students and provide opportunity to students.

Mr. Shah thanked the speakers and assured the student speakers that the Board was not a passive group.

Mr. Eppley commented and volunteered to meet with a group of students and with staff to develop a dialog about the students' concerns. Dr. Schmidt and Mr. Bruce also volunteered to join such a meeting. Chancellor Allen-Meares indicated that she would coordinate a meeting for the three trustees and a selection of students.

## **UPDATE: PLANS AND PRIORITIES, PART I**

### **Global Campus**

Mr. Shah asked President White to report on developments related to the Global Campus (materials on file with the secretary).

President White stated that there is a national need to make higher education more accessible and more affordable to greater numbers of potential students. He told the Board that the IBHE is concerned about a crisis of accessibility and affordability. He went on to state that the one thing great universities can do in order to make higher education more accessible and affordable is to become partners with community colleges to make the educational experience a seamless one for students who initiate their studies in a community college and then transfer to a university. He said that this pattern would enable students to begin their college education close to home and then transfer to the University of Illinois to complete their degrees for which they could pursue both online courses and residential courses.

President White then reviewed the recent history of the status of the Global Campus, which is seen as another means for making higher education accessible and affordable. He began with the Board's approval in November 2008 for the Global Campus to seek separate accreditation, after which he said the staff filed a letter of intent to seek accreditation with the Higher Learning Commission. He then summarized the discussion at the March 11, 2009, Board meeting during which there was discussion of no support for accreditation, particularly emanating from the Urbana and Springfield senates. Given this, the president said there were now three options regarding the future of the Global Campus. These included:

- Continue to develop Global Campus and seek accreditation
- Discontinue efforts to develop the Global Campus
- Follow the new suggestion offered by a taskforce, chaired by Professor Nicholas Burbules and made up of faculty members and academic administrators, to maintain commitment to the concept of the Global Campus to provide accessible and affordable online courses and programs with responsibility located at the individual campuses.

The president said that this taskforce also recommended maintaining some of the extant Global Campus organization for support services to the campuses. He indicated that this plan is referred to at present as G. C. 2.0.

President White stated that the mission of the University is to provide quality higher education that is accessible and affordable. He said that the chancellors and vice presidents and other University officers had advised embracing the taskforce report and recommending it to the Board as the optimum way to proceed. The president stated that he was recommending that the campuses develop a multi-year plan for baccalaureate completion programs that would include on-campus and online courses. He said that this would require an expedited but careful review by the campuses of the Global Campus' resources, human and otherwise, in order to ensure that the expertise assembled in online education is utilized in the best possible manner going forward. He thanked the Board and said that the concept of the Global Campus is in line with the land grant roots of the University which stress quality education that is accessible and affordable. He then invited comments and questions from the Board. Mr. McFarland said that this plan (G. C. 2.0) is an example of cooperation between faculty members and administration and that it is the best solution to the dilemma

concerning the future of the Global Campus for students, faculty members, and the administration. He said he strongly supports this recommendation.

Dr. Schmidt stated that he had three questions: which baccalaureate programs will be selected for development, who will design the online courses, and how will the quality of courses taken at community colleges be assessed for comparability to University of Illinois courses for the degree completion students.

Mr. Bruce proposed that a decision regarding the future for the Global Campus be postponed because of management decisions to date regarding the Global Campus. He said he was concerned about possibly facilitating more management decisions which might lead to difficulties. He also observed that the concept of working with community colleges for degree completion programs that include online courses was developed some time ago and is ongoing. He said is this is known as the two plus two program. In addition he said that Illinois Articulation Initiative was agreed to by the campuses and asked if the Global Campus was needed with these two things, and if so, what the Global Campus offered that the two plus two program and the articulation initiative do not.

Mr. Montgomery said he was supportive of the Global Campus and that the faculty members and administration should be commended for working together on the new plan. He stated that any problems related to community college courses and completion of an undergraduate degree should be worked out by faculty members. He also cited letters the trustees had received from students enrolled in the Global Campus programs that praised the concept and the staff of the Global Campus for the help provided students. He said that he recommended approving the plan presented now that there is cooperation and proceed with developing the plan.

Mr. Vickrey said that he had a question for President White. He noted that the resolution concerning the Global Campus that is on the agenda for today's meeting, which represents the thinking of the group of faculty members and administrators, calls for the new plan for the Global Campus to commence in January 2010. He asked what would happen to the students currently enrolled in Global Campus programs between this time and January 2010. The president responded that the Global Campus programs that currently have students enrolled will continue in the months ahead. He said that every Global Campus program is presently owned by an academic unit. President White said he wanted to assure students enrolled in Global Campus programs that these would continue under arrangements to initiate the new G. C. 2.0 program. He said that accredited programs under the auspices of a University of Illinois unit will be launched, however, no new Global Campus programs would be started. The president said that even though the transition to the G. C. 2.0 program would not be started until January 2010, a plan for this will be presented earlier, probably in September 2009.

Dr. Schmidt stressed that the work product developed for online courses and programs must show how the courses will be developed. He said that this is a golden opportunity for the University of Illinois and that standard procedures should be well understood.

Mr. Bruce asked for a definition of what the Global Campus does.

Mr. McMillan said that he agreed with Mr. Montgomery's comments and suggested that the chancellors bring forward a plan describing how the campuses would implement the program presented in G. C. 2.0 for review by the Board.

Dr. Carroll commended the faculty members and the administration for developing G. C. 2.0. She stated that she saw no problem from any source within the University regarding this new proposal. She said that the Global Campus is needed for place bound students and others who cannot attend a campus as residential students. She said the University of Illinois Global Campus should be a premier example of this type of program and advised that the University should move forward and develop a plan for this and implement it.

Mr. Eppley spoke next and said that he is dedicated to the mission of the Global Campus and expressed gratitude for the fact that the University was stressing this because it is a proper interpretation of the mission of the University. He commented that the Global Campus represents a fulfillment of the Morrill Act for these times. He then stated that the resolution presented looks like what was discussed by the campuses a few months ago. He said that it is beyond the mission of the University and that he does not agree with much of what is stated in it, however, he does not disagree. He said that several months ago the faculty governance groups suggested a partnership model and that proved to be unsuccessful in terms of developing courses and programs for the Global Campus. He said that he was concerned about turning back to this model. He then posed a question to the chancellors and the provosts, asking if they supported the Global Campus and if they would urge faculty members at their campuses to develop programs for it. More specifically he asked if the chancellors and provosts supported developing online baccalaureate degrees.

Chancellor Herman responded first and stated that the Urbana campus was now working with 13 community colleges for degree completion programs. He said he saw considerable opportunity to do this and agreed with Trustee Bruce about what was currently underway. He said there is a need to recruit more students for the degree completion programs and said that some of the course work for these will be online and some will be offered on campus.

Chancellor Allen-Meares said that the Global Campus was a way to develop online programs.

Mr. Shah then invited Dr. R. Michael Tanner, provost at Chicago, to speak to this. Dr. Tanner said that the Chicago campus would develop online programs for degree completion which would be a blended model of online courses and on campus courses. He said that a completely online degree completion program presents challenges. He added that the faculty members are enthusiastic about degree completion programs.

Chancellor Ringeisen then stated that serving community college transfer students was a commitment of the Springfield campus and a part of its tradition. He said that there are currently 17 degree completion programs online at the Springfield campus. He noted that enrollment in online courses is high at the Springfield campus and that the campus has a commitment to online education. He also said that the campus needs

funding for enhancements to the current offerings and said that funding from the Sloan Foundation helped get the online courses started. He added that commitment to degree completion programs is essential for the survival of the Springfield campus. In closing, Chancellor Ringeisen offered assistance to the other campuses from faculty and staff members at the Springfield campus who have been involved in online course development.

Mr. Eppley thanked the chancellors for their responses and stated that the G. C. 2 program would place more pressure on the campuses to develop online courses and programs and it was good to hear that the chancellors were accepting this responsibility. He then cited his own and his sister's personal experiences as recipients of degrees from the Urbana campus and their understanding of the need for higher education and of the transformative effect of higher education on the lives of individuals. He also reported on past efforts of higher education to be more accessible to more citizens, such as the G. I. Bill that was offered after World War II to veterans, and said that he was concerned about the possibility of inaction. He stated that if the University of Illinois can make the Global Campus work then the University can be proud of helping it become successful, just as the G. I. Bill was a success. He said that he thought some might not be able to look at the larger issues at stake, and that he wanted to be assured that the campuses were definitely committed to the goals of the Global Campus. He asked how the efforts to develop the Global Campus would be evaluated. In closing, he stated that he agreed with Mr. Bruce's observation that there is a lot that has been developed already with regard to provisions for degree completion which will provide a base on which more programs can be built.

Mr. McFarland recounted that he is a graduate of a community college and a transfer student to the Springfield campus for completion of his degree. He also stated that he has taken several online courses. He said that he found community college courses that were comparable to University of Illinois courses and that when he completed two years at a community college he was certified as admissible to the University of Illinois. He offered that the online courses he had taken were the best of his education. He suggested that a combination of online and on campus courses is good in a college degree program. He then stated that the Board should send a message that the Global Campus is strong and that acceptance of G. C. 2.0 is the first step in asserting that. He recommended approval today of the resolution on the agenda for this meeting.

Mr. Dorris said he found the discussion confusing and wanted to make his views known. He said he has supported the use of technology in delivering courses because he thought that some institution would develop this and he thought it ought to be the University of Illinois. He said he thought all should understand the principles involved in this undertaking, and that rushing to do something is reckless. He said that his second concern about this matter is the emphasis in discussions of the Global Campus that is placed on getting a degree, as this seems to regard a degree as a piece of paper. He said that he wants to be convinced that the model for the Global Campus is right and he said he is concerned that those who are interested in an online degree are not interested in an education. He stressed that the University must avoid emphasizing receipt of a degree and stress instead obtaining an

education. He added that he also had concerns about the teaching offered at the campuses. In addition, Mr. Dorris said he had concerns about the costs of developing the Global Campus programs and asked if the campuses had resources for this. He urged getting plans right before proceeding.

Mr. Shah inquired about whether there was a business plan for the G. C. 2.0 proposal. President White said that the chancellors would be asked to bring to the Board a budget and business plan for implementing the G. C. 2.0 proposal. Mr. Shah then asked if there were funds for the Global Campus and what the total expenses for it would be for the three and one-half months that it would continue in existence while being phased out. Mr. Knorr said that approximately \$2.2 million were available to the Global Campus. President White then asked for the monthly cost for the Global Campus. Mr. Knorr said that this was \$250,000 per month and that from now until September 2009, the funds needed would be \$900,000. Mr. Shah next asked who was currently in charge of the Global Campus and President White explained that Dr. Chester Gardener was directing this until July 1, 2009.

Mr. Schmitt commended President White for going back to the faculty members to rethink plans for the Global Campus. He then stated that he was concerned about departmental accountability for developing courses and programs and asked if there was a mechanism yet developed to evaluate this. President White responded that it is necessary to wait for the campus plans to be produced and then discuss these with the Board.

Mr. Vickrey said he wished to comment on Mr. Dorris' disappointment with enrollment in Global Campus programs. He then stated to the Board that the Global Campus needs programs first. He stated that the G. C. 2.0 report says that there will be 15 programs developed for an enrollment of 5,000 students. He said that there should be more programs and students and emphasized that providing programs was key to the success of the program.

Dr. Carroll commented that the discussion underway among the trustees was similar to the discussion at the March 11, 2009, Board meeting. She said that at the meeting she and Dr. Schmidt held earlier today with the senate representatives she heard of a new vision for the Global Campus. She indicated that she found that the comments centered on devising a plan for going forward with the goals of the Global Campus and that this included developing more programs. She said that the question that cannot be answered is that asked by Mr. Bruce, "Do we already have what the Global Campus offers?" Dr. Carroll then answered this question, stating that the answer is "no," the University has pieces of a program and now must put these together in a coherent program. She noted that the IBHE presentation to be made later today would make clear the need for the Global Campus. She said that the resolution on the agenda for today's meeting calls for a plan and if this is not approved then the University will stand still with regard to offering more accessible and affordable programs.

Mr. Eppley stated that these discussions are like the quandary of the chicken and the egg. He said that the earlier attempt to develop a partnership model for the Global Campus failed, then the Board sought separate accreditation for the Global Campus and some of the faculty objected, and now the Board is at the present point with a plan that requires that faculty members must develop the programs.

Mr. Shah agreed with Dr. Carroll that a decision must be made to develop a plan for offering more accessible and affordable higher education programs.

Mr. Bruce said that he agrees with the need for accessibility and with increasing the University's contributions to society. He said all on the Board agree with the mission of the Global Campus. He said his concern about the Global Campus is that it has been in the process of developing for two years at a cost of \$11.0 million and that there are 200 students enrolled. He said that these statistics are not good. He summarized the stages of development of the Global Campus over the last two years from re-vamping the original plan to a plan to seek accreditation, to the drafting of G. C. 2.0. He said his continuing question is, "What is it the Global Campus will do that is different?" He also asked where the terminology "global campus" gets the Board. He said that the Board must watch the University's money and that there are other competing needs, such as the Bill of Health, and other needs. He concluded by stating that the Board has a fiduciary duty and the Global Campus has cost a great deal.

Mr. Shah then spoke and said that the Board must take a step, that inaction is not an alternative. He said that President White has invested an immense amount of time on this and he asked how much time the Board should spend on it. He asked if the Board should vote on the recommendation on the agenda, and propose the development of a business plan and leadership for the Global Campus before September 2009. He stated that the Board now needs to expedite this and get a business plan that includes designation of responsibility, the cost, and milestone goals. He said that the campuses should review this and react to it. He asked his colleagues if they wanted to adopt the resolution on the agenda today then involve the chancellors and provosts in deciding how this program will be handled on the campuses, including naming a staff member who will be responsible for the program. He asked that the chancellors come back to the Board with their plans as soon as possible.

Mr. Dorris stated that if each campus would be responsible for doing something related to the proposed G. C. 2.0 then he would support the resolution on the agenda of today's meeting.

Mr. Bruce stated that he wished to clarify that if the Board approved the resolution it was not approving spending any additional money on this project. President White responded that that was correct; everything would be done within the current resources.

Mr. Shah said he would agree to spend approximately \$250,000 per month, as Vice President Knorr estimated and even slightly more, on this project for the next few months, but he did not want to see much more than that expended.

Mr. Eppley stated that the resolution was simple, basically saying that the Board supports G. C. 2.0 and requests that an implementation plan be developed and presented to the Board at the July 23, 2009, Board meeting.

At 12:20 p.m., Mr. Shah asked for a motion to approve agenda item no. 1, "Approve Resolution Concerning Global Campus."

### **Approve Resolution Concerning Global Campus**

(1) Whereas, the Board of Trustees has strongly and consistently supported the mission of Global Campus, "To develop and deliver high quality, accessible and affordable on-line

college educations to qualified students, including high demand baccalaureate completion degree programs in partnership with community colleges”;

Whereas, the trustees are satisfied with neither the progress of Global Campus toward this mission nor the costs incurred trying to achieve the mission;

Whereas, the trustees directed at the November 13, 2008, Board meeting, on the recommendation of the president, that Global Campus seek accreditation as a degree granting entity organized at the University level to enable it to initiate development of the programs required to achieve its mission;

Whereas, the administration of Global Campus has submitted a statement of intention to seek accreditation to the Higher Learning Commission of the North Central Association;

Whereas, the trustees recognize the expressed opposition to Global Campus accreditation by the University Senates Conference, the University’s overarching faculty governance body;

Whereas, the trustees appreciate the action by the University Senates Conference in response to a request by the president to create a taskforce on Global Campus chaired by Professor Nicholas Burbules with faculty and administration membership from the University’s three campuses;

Whereas, the taskforce has recommended an approach to the future of Global Campus called “Global Campus 2.0” comprised of a recommitment by the University to the above-cited mission and a “reset” of the University’s approach to achieving the mission, including complete ownership and responsibility for all on-line education at the campus and academic unit level, with Global Campus serving as a service and support organization;

Whereas, the leadership of the University, including the president, chancellors, provosts, and vice presidents has reached consensus that adoption of Global Campus 2.0 is the recommended way forward to achieve the mission.

Be it resolved, therefore, that:

The Board of Trustees directs the administration of the University to achieve the access and affordability mission for which Global Campus was created and to do so by making operational key ideas for Global Campus 2.0 presented in the taskforce report. More specifically, the trustees wish to ensure that the mission is achieved and resources are not wasted.

The Board of Trustees directs the chancellors of the three campuses, who will have responsibility for all on-line education under Global Campus 2.0, to do the following:

- Develop and present to the president and Board for approval a multi-year plan with a schedule and clear accountability for the creation and delivery of high demand, affordable on-campus and on-line baccalaureate completion programs in partnership with Illinois’ community colleges.
- Develop and present to the president and Board for approval recommendations for the organization and management of human and other assets and resources of the current Global Campus organization as may be retained by the University.

The Board directs that this work be undertaken expeditiously and that it be completed and implemented, as recommended by the taskforce report, by January 1, 2010.

On motion of Mr. Eppley, seconded by Mr. Montgomery, this resolution was adopted by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. McMillan, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

### **MOTION FOR EXECUTIVE SESSION AND BREAK**

Chair Shah stated: “A motion is now in order to hold an executive session to consider the following subjects: University employee matters; pending, probable, or imminent litigation against, affecting, or on behalf of



the University; purchase or lease of real property for use by the University; and discussion of minutes of meetings lawfully closed under the Open Meetings Act.”

The motion was made by Mr. Eppley, seconded by Mr. Dorris, and approved.

Mr. Shah then declared a brief break in the meeting.

**EXECUTIVE SESSION**

**A CONTINUING NEED FOR  
CONFIDENTIALITY  
EXISTS FOR THIS SECTION.**

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**Litigation**

**Medical Malpractice Cases**

Those present for this portion of the executive session included: the trustees, Treasurer McKeever, President White, University Counsel Bearrows, and Secretary Thompson.

Mr. Bearrows reported on two cases. He was joined by Dr. William Chamberlin, chief medical officer of the University of Illinois Hospital, for these presentations. The first was [REDACTED]. Mr. Bearrows told the Board that this case involved a [REDACTED] female patient who had surgery to remove her gall bladder. He said that there were difficulties with this procedure that a resident had started and an attending physician took over. He said that following the surgery the patient has reported continued discomfort and depression. He said that the patient had undergone a subsequent procedure at [REDACTED] and that the physician who treated her there had no criticism of her care at the University of Illinois Hospital. Mr. Bearrows recommended proceeding to trial and informed the Board that a trial date of July 23, 2009, had been set. There was no disagreement with this recommendation.

The second case that Mr. Bearrows presented concerned a case that he had reviewed for the Board previously. This is the case of ██████████ *et al.* Mr. Bearrows reported that he had informed the Board via memo that this case had gone to trial and that since the jury was deadlocked the judge had ordered a mistrial. He reminded the Board that this involved a ██████████ male patient who expired due to failure to replace a dislodged nasogastric tube and alleged improper reinsertion of that tube. Mr. Bearrows told the Board that a new trial was set to begin on June 3, 2009.

#### **Discussion of Minutes of Meetings Lawfully Closed Under the Open Meetings Act**

Dr. Thompson informed the Board that pursuant to the Open Meetings Act the Board is required at least semi-annually to review the minutes of executive sessions that have been sequestered to determine if it is appropriate to release any of those minutes. She explained that she and Mr. Bearrows review all minutes of executive sessions that have been kept in confidential status due to a continuing need to maintain confidentiality of the information to preserve individuals' privacy or for good reasons such as pending litigation or a need of the University to retain that confidentiality. She said that after reviewing all sequestered executive session minutes Mr. Bearrows and she recommended release of some for which confidentiality no longer seems necessary and those are reflected in the item on the agenda for today's meeting titled: "Disclose Certain Minutes of Executive Sessions Pursuant to Open Meetings Act."

#### **EXECUTIVE SESSION ADJOURNED**

At 2:10 p.m., there being no further business, the executive session was adjourned and the Board meeting recessed for luncheon.<sup>1</sup>

#### **BOARD MEETING RESUMED**

At 2:45 p.m., the Board meeting resumed in regular session. The Board members recorded as present earlier in the meeting were still in attendance; Mr. Bruce participated telephonically for the rest of the meeting. Mr. Shah asked Mr. Eppley to make an announcement concerning a future meeting of the Technology and Economic Development Committee.

Mr. Eppley stated that that he and Vice President Ghosh are organizing a meeting of the Technology and Economic Development Committee for the July 23, 2009, Board meeting which will include a presentation regarding the entity, IllinoisVENTURES, LLC. He also called attention to the written report of the committee that is included with the agenda for today's meeting and includes information on the activities of the research park and IllinoisVENTURES.

#### **BOARD MEETING RECESSED FOR MEETING OF BUDGET AND AUDIT COMMITTEE**

Mr. Eppley, vice chair of the Budget and Audit Committee, convened the meeting and asked Mr. Knorr to present information on the Fiscal Year 2010 budget and to introduce other presentations.

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<sup>1</sup>Mr. Bruce departed the meeting and participated telephonically for the rest of the meeting. Guests of the Board at luncheon were members of the Chicago Senate Executive Committee.

### **Preliminary Budget, Fiscal Year 2010**

Mr. Knorr stated that the Fiscal Year 2010 budget is a preliminary budget and is presented for approval in compliance with the requirement in State statute that an approved operating budget be in place prior to the beginning of the next fiscal year and this preliminary budget is the vehicle for a continuing appropriation as the University enters FY 2010 on July 1. He said that no formal statement on tuition is made in this preliminary budget; however, it is anticipated that a tuition decision will follow the conclusion of the legislative session and approval of a State budget. Mr. Knorr told the Board that there would be an update on the budget at the July 23, 2009, Board meeting, if the State legislature had completed work on a budget, and that there would be a recommendation for final approval of a detailed operating budget presented at the September 10 Board meeting. He then summarized the preliminary budget and stated that the 2010 budget of \$4.529 billion is \$365.0 million greater than the 2009 operating budget. He said that unrestricted funds, that principally include the State general revenue fund appropriation and tuition revenues, are up \$60.0 million, or 3.6 percent. He said that the increase is primarily driven by the expected \$7.8 million increase in the State appropriation and a \$41.5 million estimated increase in tuition. He stated that restricted funds are up \$303.9 million, or 12.3 percent. He noted that more than half of the increase of \$157.7 million is attributable to payments on behalf of University employees for employee pension and health benefit payments paid by the State. Mr. Knorr said that federally funded research grants and contracts have increased by \$57.0 million, or 9.3 percent, reflecting increased funding opportunities available from the American Recovery and Reinvestment Act. Also, he said that there is an increase in auxiliary enterprises revenue of \$46.0 million and the hospital and medical services plans show an increase of \$37.0 million. In concluding his presentation he said that there was an item on the agenda for today's meeting to approve this preliminary budget.

### **Report on Financial and Compliance Audits**

Next, Mr. Knorr introduced Dr. Heather J. Haberaecker, executive assistant vice president for business and finance, to present a report on the audits conducted under the direction of the Illinois Auditor General for Fiscal Year 2008. Dr. Haberaecker said that the University received an unqualified opinion on the financial audit which is important for external agencies doing business with the University. She reported that in the last two years government auditing standards have become more complex with new risk assessment standards. She said that the findings in this area increased from five to seven. She also said that FY 2008 was a year for a compliance audit for the six University related organizations (UROs). She said that just two of the UROs, Prairieland Energy and Illinois VENTURES, received material or government auditing standards' findings. She said that one other finding concerned the Energy Research Center at the Chicago campus. She said that this related to billing procedures involving the State's Central Management Services that were not timely, and thus cited as a finding. She also noted that there were repeat findings for which the University is working to



develop policies; an example is positive time reporting by faculty and staff. She said that corrective action plans were now in effect to address the findings and/or to minimize future findings. Dr. Haberaecker told the Board that the Auditor General had appointed the audit firm of KPMG to audit the University for the next six years.

### **BOARD MEETING RESUMED**

At 3:00 p.m., the Board meeting resumed in regular session. The Board members recorded as present earlier in the meeting were still in attendance. Mr. Bruce participated telephonically.

### **UPDATES: PLANS AND PRIORITIES, PART II**

Mr. Shah asked Dr. Carroll to introduce Ms. Carrie Hightman, chair of the Board of the Illinois Board of Higher Education (IBHE). In her introduction of Ms. Hightman, Dr. Carroll stated that in response to a request from the State legislature the IBHE had developed a Public Agenda for higher education in Illinois. Dr. Carroll noted that several members of the Board of Trustees had attended a session last year to learn about the elements of the Public Agenda, and that she was pleased that Ms. Hightman was able to be with the entire Board of Trustees today to share the findings and recommendations of the Public Agenda with the Board. Dr. Carroll also introduced Mr. Don Sevner, deputy director of the IBHE. Dr. Carroll then invited Ms. Hightman to speak. Ms. Hightman thanked Dr. Carroll for the warm introduction and also thanked her for her commitment to the IBHE. In addition, Ms. Hightman thanked Mr. Shah for inviting her to make a presentation on the Public Agenda for the Board of Trustees.

Ms. Hightman stated that the Public Agenda has the potential to place higher education at the forefront of the State's priorities. She said it is a very significant development in Illinois Higher Education (material on file with the secretary). She explained that the Public Agenda is intended to be a road map and a guide to the future development for Illinois' higher education system for use by the legislature and the governor. She said it is the product of a thoughtful, deliberative, and very collaborative process, that has yielded a set of goals, recommendations, strategies, and specific action steps that will affect the lives of Illinois residents and the State's future economic and social well being for a generation or more. She said the Public Agenda emerged from House and Senate Joint Resolution 69 in July 2007, which directed the IBHE to appoint a taskforce to oversee a major master planning initiative for Illinois higher education. She shared that the IBHE asked the General Assembly to direct it to work on the Public Agenda for two reasons. First, too many legislators do not understand that higher education matters to the State's economy and the State treasury; and second, Illinois is in trouble because there are two populations in Illinois, one well educated and fairly well off economically and one educationally under served and struggling economically. Ms. Hightman said that the Public Agenda will direct the IBHE's policy, budget recommendations, and the legislative agenda for higher education. She said it may alter the priorities for higher education in the State and an impact on legislation is anticipated. She stated that she thinks the Public Agenda will alter in

meaningful ways the priorities of colleges and universities and that it will have an impact on the allocation of State resources by the General Assembly. Ms. Hightman emphasized that in order for the Public Agenda to achieve its potential it will be necessary to have full participation and partnership from every college and university in Illinois.

Ms. Hightman described the planning process for writing the Public Agenda and said that it was very wide and transparent. She noted that the taskforce received 1,000 comments on the draft. She said that the IBHE approved the Public Agenda in December 2008, and that one of the goals of the Public Agenda is to understand the challenges for higher education in Illinois and recommend action. She stated that four goals of the Public Agenda will drive the higher education budget: adequate funding for P-12 education; an increase in funding for the monetary award program (MAP); grants to higher education for grants for health care programs and degree completion funding; and research matching grants. She said that the greatest amount of help is needed for the first goal; and indicated that emphasizing educational attainment in the early years will help children succeed later. She then said that the fourth goal, research matching grants, is important because of its help to the State for economic development and address regional disparities.

She told the Board that by Fiscal Year 2011, the University must make its budgets fit the Public Agenda goals.

She saluted the Board for its efforts to increase access and to continue to stress excellence and said that the Public Agenda seeks to make Illinois one of the top five states in higher education.

Ms. Hightman challenged the Board of Trustees to gather the collective educational, research, and public services resources from the three campuses of the University of Illinois to help IBHE achieve the goal of improving educational attainment, eliminating the achievement gap, and building a stronger economy for Illinois. She also said that the superstructure of higher education in Illinois needs attention.

Mr. Eppley commented that there is a need for a comprehensive approach to achieving these goals.

Ms. Hightman thanked Mr. Shah and Dr. Carroll for giving her the opportunity to speak to the Board.

President White thanked Ms. Hightman and told the Board that on his first meeting with Ms. Hightman he told her that the single biggest contribution that IBHE could make to higher education in Illinois would be to develop a comprehensive plan for higher education and that this has now taken the form of the Public Agenda. He said this would not have happened without Ms. Hightman's leadership.

Dr. Carroll noted that Vice President Rao has taken leadership in developing the University's response to the Public Agenda. She also said that the goal of the Public Agenda is to place Illinois among the top five states that provide education to all citizens. She said she hoped the University would make the Public Agenda, the University of Illinois Public Agenda.

Mr. Eppley thanked Ms. Hightman for being with the Board today and noted that he, Dr. Schmidt, and Mr. Vickrey attended a meeting on the Public Agenda and he went away from that briefing with the awareness

that the University of Illinois has much to contribute and that it can help achieve some of the comprehensive goals of the Public Agenda.

Mr. Shah thanked Ms Hightman for sharing information about the Public Agenda.

### PRESENTATION AND DISCUSSION OF AGENDA ITEMS

Mr. Shah said that the agenda items that had not been presented and discussed in the context of committee meetings earlier in the meeting would be presented for discussion at this time.

Mr. Shah then presented agenda item no. 15, "Amend *Bylaws* of the Board of Trustees"—He said that an amendment is recommended for the *Bylaws* to add a Student Affairs Committee to the standing committees of the Board to address student issues more effectively.

Agenda item no. 4, "Resolution in Support of Restoring Mumford House, Urbana"—Mr. Vickrey said he urged his colleagues' support of this resolution. Mr. Dorris then commented on the value of Mumford House to the Urbana campus.

All of the academic program items had been addressed in memoranda from the three chancellors to the Board before the meeting. Mr. Shah asked if there were any questions about any of these items. There were none.

Agenda item no. 5, "Appoint Faculty Fellows to the Institute for the Humanities, College of Liberal Arts and Sciences, Chicago"—Chancellor Allen-Meares recommended these appointments to the Board.

Agenda item no. 17, "Approve Fiscal Year 2010 Agreements for the University of Illinois Alumni Association and the University of Illinois Foundation"—Mr. Knorr said that it is recommended that the Alumni Association receive \$2,873,000, the same level as provided in FY 2009. He said that under the related agreement, the Alumni Association manages the Foundation Alumni Constituency Tracking System, the Alumni Career Center, and it administers the activities associated with the organization, Illinois Connection that communicates with alumni and alumni groups. He then said that the agenda item recommends that the Foundation receive \$7,735,400, which is the same that was provided in FY 2009. He indicated that under this agreement the Foundation provides fundraising services in support of University programs, administers gifts in accordance with donor intent, maintains the donor records, and performs other fundraising support activities. He said that funding is contingent upon University funding within the State budget.

Mr. Bass then reviewed each of the capital projects by the following categories: deferred maintenance projects, life/safety projects, and other capital projects. He distributed maps for each capital project to illustrate the location of the project recommended (materials on file with the secretary).

Prior to these presentations, Mr. Shah told the Board of a meeting he had in which he met with the Central Illinois Builders Association regarding contracts and purchases. He stated that as a result of these discussions he has asked that Mr. Bearrows and his staff review future contracts to be awarded to contractors for projects involving such things as construction and remodeling to ensure that there are funds reserved for post-project completion work. He said that if any contractor does not perform well in

follow-up tasks on projects he suggests that that particular contractor(s) be excluded from bidding on projects in the future.

Mr. Bass presented the following deferred maintenance projects on the agenda recommended for today's meeting. He reviewed each item, giving the budget as reflected in the agenda item, the names of contractors or architects recommended, and funding sources.

Agenda item no. 19, "Award Contract for Air Handling Units Replacement, Morrill Hall, Urbana"

Agenda item no. 20, "Award Contracts for Sprinkler Installation, Armory, Urbana"

Agenda item no. 21, "Award Contract for Masonry Repair and Window Replacement, College of Medicine Buildings, Chicago"

Agenda item no. 22, "Approve Project for Exterior Repairs and Heating, Ventilation, and Air Conditioning Remediation Phase II, Foreign Languages Building, Urbana"

Agenda item no. 23, "Employ Architect/Engineer for Renovation, Douglas Hall, College of Business Administration, Chicago"

Agenda item no. 24, "Employ Architect/Engineer for Renovation, Lecture Center F, Chicago"

Agenda item no. 32, "Increase Contract for Expansion, Oak Street Chiller Plant and Distribution System, Urbana"

There were no questions or comments.

Mr. Bass then presented the one life/safety capital project and reviewed the extent of the work recommended, the name of the contractor, and the terms of the contract as recommended in the agenda item.

Agenda item no. 25, "Employ Architect/Engineer for Infrastructure Repairs, Illini Union, Urbana"

There were no questions or comments.

Next, Mr. Bass presented the other capital projects, which are identified below. He reviewed each of these recommended projects, named the contractors, specified the terms of the contracts, the amount of each contract, the indicated source of funds for each project, the location proposed for each project, the cost per square foot, and individual characteristics of each project. In addition, he described all future phases anticipated for some of the contracts.

Agenda item no. 26, "Award Contracts for Natural History Survey, Phase 2, Urbana"

Agenda item no. 27, "Award Contracts for Illinois Fire Services Institute Learning Resource and Research Center, Urbana"

Agenda item no. 28, "Award Contracts for Job Order Contracting 2010 (JOC10), Urbana"

Agenda item no. 29, "Award Contract for Relocation, Phase II, Pomology Research Farm, Urbana"

Agenda item no. 30, “Award Contracts for Job Order Contracting (JOC) System, Chicago”

Agenda item no. 31, “Approve Project for Stanley O. Ikenberry Commons—Residence Hall No. 2, Phase E, and Forbes Hall Demolition, Phase G, Urbana”

Agenda item no. 33, “Increase Project Budget for Electrical and Computer Engineering Building, Urbana”

At the conclusion of these presentations, Mr. Shah asked Mr. Bass to total the amount of contracts awarded to Central Illinois contractors and to send that information to the Central Illinois Builders Association and to the *Champaign-Urbana News Gazette*.

Dr. Carroll asked for an update on the Advanced Chemical Technology Building. Mr. Bass explained that funds for construction of this facility had been appropriated and re-appropriated during Governor Blagojevich’s time as Governor; however, the funds have not been released. He stated that the amount originally requested for construction of this project was \$64.0 million, however, that estimate is now dated and the University will need to adjust the estimated cost. Mr. Bass said that he will discuss this matter with the Illinois Capital Development Board and ask how the University might request release of the funds. He emphasized that a new cost estimate would be required, given that the original cost is no longer accurate. He said that in order to provide the additional funds for construction it might be necessary to develop a financing plan.

Mr. Shah stated that the best approach to securing funding for the Advanced Chemical Technology Building was to continue to place it on the University’s priority list for the capital budget.

Mr. Eppley commented and said that an appropriation for the Advanced Chemical Technology Building was approved in 2003, along with the renovation of Lincoln Hall, and the Institute for Genomic Biology, and that the only project for which funds were released was the Institute for Genomic Biology. He said that construction of the Advanced Chemical Technology Building was not funded and that this project is not listed in the capital Bill presently.

Mr. Shah stated that the Advanced Chemical Technology Building project might be eligible for funds from the federal stimulus program.

Mr. Vickrey then commented that the project for an addition to the College of Medicine building in Rockford was lagging behind the schedule established for it. He also said that a budget adjustment was needed for this project because when the plan for the building was changed to add a pharmacy program there was a concomitant need for more parking, thus a parking lot is needed. He asked if funds for this project could be used for construction of a parking lot.

Agenda item no. 35, “Purchase, Change Order, and Renewal Recommendations”—Mr. Knorr presented these recommendations and stated that the total of these purchases, change orders, and renewals is \$60.8 million. Further he said that there are 49 purchases, 12 change orders, and 18 renewals totaling

\$48.3 million, \$3.0 million, and \$9.5 million, respectively. He said that he had reviewed these recommendations with the chair and vice chairs of the Buildings and Grounds Committee. In addition, he stated that all of these purchases, change orders, and renewals are in accordance with all applicable State and University statutes, rules, and regulations. There were no questions or comments.

### **AGENDA**

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

#### **Approve Resolution for Robert Y. Sperling**

(2) The Board of Trustees hereby expresses its deep appreciation for your insightful and dedicated service to the University as a member of this Board for the last six years.

We are grateful for your devoted service as the chair of the Athletics Committee and the impressive investment of time you made in carrying out the responsibilities of this task, including assisting in preparations for the Rose Bowl game of 2008. Your passionate interest in the success of student athletes as students first, and your support of all efforts to aid the success of these students in both roles was extraordinary.

Further, your concern for all students as expressed in your frequent comments and queries about the quality and breadth of the undergraduate curriculum and student life on the campuses was exemplary.

In addition, and related to your concern for students, you will be equally remembered for your determined insistence that the University consistently work to do all possible to recruit and retain excellent faculty members.

Your experience in serving on the boards of other outstanding institutions gave you a perspective that proved to be of great value in your work as a trustee.

Also, your service as a vice chair of the Finance and Investment Committee and the advice you provided to the Board in these areas was significant and of great help to your colleagues and the University.

The president and other administrative officers, the faculty members, students, and staff join with the members of the Board of Trustees in this special tribute and extend best wishes to you and your wife, Andrea, for your devoted service.

The Board of Trustees directs that this resolution be incorporated in the minutes of today's meeting to become a part of the official public record, and that a suitable copy be given you as a permanent reminder of the esteem and affection in which you are held.

On motion of Mr. Eppley, seconded by Mr. Dorris, this resolution was adopted.

By consensus, the Board agreed that one vote would be taken and considered the vote on each agenda item nos. 3 through 15 inclusive. The recommendations were individually discussed but acted upon at one time.

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

#### **Approve Minutes of Board of Trustees Meeting**

(3) The secretary presents for approval the minutes of the Board of Trustees meeting of March 26, 2008.

On motion of Mr. Eppley, seconded by Dr. Carroll, these minutes were approved.

### **Approve Resolution in Support of Restoring Mumford House**

(4) *Whereas*, the Mumford House, designed in 1870 as a model farmhouse and located one block east of the corner of Sixth Street and Lorado Taft Drive in Urbana, is the oldest building in existence on the University of Illinois at Urbana-Champaign campus, and

*Whereas*, the Mumford House stands near the center of what once was the Experimental Farm of the Illinois Industrial University (IIU) and was originally the home for the experimental farm's livestock manager, and the former home to three deans of the College of Agriculture (1880 to 1938), and

*Whereas*, the Mumford House is a significant building associated with persons who established the IIU in 1867 and is associated with John Milton Gregory throughout his Regency, and

*Whereas*, the Mumford House is a two-story dwelling having characteristics of the Victorian Gothic style reflecting the influences of Andrew Jackson Downing, Lewis F. Allen, Henry W. Cleaveland, and William and Samuel D. Backus, and

*Whereas*, current University students, alumni, members of the Urbana-Champaign community, and citizens of the state of Illinois have expressed strong sentiments in preserving the Mumford House *in-situ*.

*Therefore, Be It Resolved:*

1. That the Board of Trustees recognizes the need for and the importance of the Mumford House *in-situ* at Illinois to make its students, faculty, staff, and community aware of the University's founding principles and agricultural history, and
2. That the Board of Trustees fully supports the continued planning and fundraising for this project to restore and preserve the University's oldest building in existence on its campus, including a maintenance endowment fund to maximize the utility of the facility in perpetuity, for the future of the citizens of Illinois, and
3. That the Board of Trustees, due to the importance of this structure to the University, states that this matter is one of policy and therefore controlled by Board decision. No action shall be taken to demolish, alter to a point that restoration is made impossible or impractical, or to allow the structure to further deteriorate. The administration is directed to formulate a plan for restoration of the structure by October 1, 2009, and forward such plan to the Board.

On motion of Mr. Eppley, seconded by Dr. Carroll, this resolution was adopted.

### **Appoint Faculty Fellows to the Institute for the Humanities, College of Liberal Arts and Sciences, Chicago**

(5) The chancellor at Chicago with the recommendation of the director of the Institute of the Humanities and with the concurrence of the dean of the College of Liberal Arts and Sciences has recommended the following appointments of fellows to the Institute for the Humanities for the academic year 2009-10, and for the programs of research or study indicated.<sup>1</sup> Fellows are released from teaching and administrative duties, normally for one year, so that they can devote full effort to their research.<sup>2</sup>

CHRISTOPHER R. BOYER, associate professor, Departments of History, and Latin American and Latino Studies, "Crosscuts: A Social History of Forests in Northern Mexico"

<sup>1</sup>Faculty fellows are chosen competitively by the Institute's Executive Committee through evaluation of research proposals.

<sup>2</sup>Alternates: 1. Constance C. Meinwald, associate professor, Department of Philosophy, "PLATO" (for the Routledge Philosophers series); 2. Pamela Fraser, assistant professor, School of Art and Design, "Considering Color."

JOHN A. D'EMILIO, professor, Departments of Gender and Women's Studies, and History, "Sexual Identity in Chicago 1950-2000"

COLIN V. KLEIN, assistant professor, Department of Philosophy, "Looking Inside your Head: What Neuroscience Can (and Can't) do for the Humanities"

ANNA KORNBLOH, assistant professor, Department of English, "To Realize Capital': Libidinal and Financial Economies in mid-Victorian Realist Form"

ELLEN M. MCCLURE, associate professor, Department of Spanish, French, Italian and Portuguese, "Creation, Authorship and the Will in Seventeenth-Century France"

JULIA VAINGURT, assistant professor, Department of Slavic and Baltic Languages and Literatures, "Wonderlands of the Avant-Garde: Technology and the Arts in Russia of the 1920s"

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 the University Organization and Procedure*, and Board of Trustees policies and directives.

The president of the University concurs.

On motion of Mr. Eppley, seconded by Dr. Carroll, these appointments were approved.

### **Amend Operating Agreement of the University of Illinois Research Park, LLC, to Change Composition of the Board of Managers; Appoint Members to the Board of Managers**

(6) At its meetings on March 2, 2000, and April 13, 2000, the Board of Trustees authorized formation of the University of Illinois Research Park, LLC (LLC), as a University-Related Organization to assist the University in developing and operating research parks in Champaign, in Chicago, and in DuPage County. The LLC is governed by an Operating Agreement, which defines the composition and responsibilities of the Board of Managers.

At its September 11, 2003, meeting, the Board of Trustees approved amendments to the Operating Agreement of the LLC to create the current five-member Board of Managers: one Board of Trustees representative (the chair of the Technology and Economic Development Committee or designee) appointed in the same manner as appointments to the Board of Trustees' committees; the vice chancellor for research of the Urbana campus; the vice chancellor for research of the Chicago campus; a business leader nominated by the chancellor of the Urbana campus; and a business leader nominated by the chancellor of the Chicago campus in consultation with the Illinois Medical District Commission.

The president recommends that the current Board of Managers composition be modified to expand the private sector representation to provide more diverse business expertise on the board. It is recommended that Article 5.2 and Article 5.7 of the Operating Agreement be revised as shown below. Proposed new text is underlined and proposed deleted text is ~~lined-through~~:

5.2 Composition of the Board of Managers. The permanent Board of Managers shall consist of ~~five (5)~~ ten (10) individuals, ~~six of whom shall be voting members~~, who shall serve for the terms specified in Section 5.7. The Board of Managers shall include:

- (1) ~~The chair (or designee) of the Technology and Economic Development Committee of the Board of Trustees of the University of Illinois, appointed in the same manner as appointments to Board of Trustees' committees; Three members of the Board of Trustees of the University of Illinois, appointed annually in the same manner as appointments of the chairs and vice chairs of Board of Trustees' standing committees;~~
- (2) The vice chancellor for research for the University's Urbana-Champaign campus and the vice chancellor for research for the University's Chicago campus, *ex officio*, without vote;
- (3) The university vice president for technology and economic development, ex officio, without vote;



- (4) The comptroller of the Board of Trustees, *ex officio*, without vote; and
- (3) A business leader nominated by the chancellor of the University's Urbana-Champaign campus in consultation with the Research and Technology Transfer Council (or successor entity) of the University's Urbana-Champaign campus; and
- (4) A business leader nominated by the chancellor of the University's Chicago campus in consultation with the Illinois Medical District Commission.
- (5) Three business leaders, nominated by the university president in consultation with the chancellors for Urbana and Chicago, and approved by the Board of Trustees.

5.7. **Term.** ~~The representative of the Research and Technology Transfer Council (or successor entity) of the University of Illinois at Urbana-Champaign and the representative of the Chicago Technology Park or the Illinois Medical District Commission shall have three (3) year staggered terms. Each manager shall serve for his or her term and until a successor is appointed, or until such individual resigns, is removed as a manager or the company dissolves, whichever occurs first. The managers who are appointed to the "business leader" positions on the board shall have three year staggered terms as specified at the time of their appointment, and shall thereafter continue to serve until a successor is appointed, or until such individual resigns, is removed as a manager or the company dissolves, whichever occurs first.~~

It should be noted that the Operating Agreement currently provides that the following University administrators serve as *ex officio*, nonvoting officers of the company: vice president for technology and economic development (unless otherwise decided by the Board of Managers) is the director; university counsel or designee is the secretary; and the comptroller or designee is the treasurer.

In addition, given the above-described changes it is recommended that Article 5.1 of the Operating Agreement be revised as follows:

5.1 **Management.** Except where the approval of the member is expressly required by this Agreement or by nonwaivable provisions of the Act, the managers shall have full and complete authority, power, and discretion to manage and control the business, affairs, and properties of the company, to make all decisions regarding those matters and to perform any and all other acts or activities customary or incident to the management of the company's business.

The company shall execute an agreement with the member which will indicate the service, management and fiscal obligations of the parties. The vice president for technology and economic development will serve as principal officer for the member and will be responsible for providing administrative support for the company and its Board of Managers and for the oversight of the performance of the obligations of the member as specified in the Services and Management Agreement. ~~The vice chancellor for Research for the University's Urbana-Champaign campus and for the University's Chicago campus will be responsible for the performance of the obligations of the member as specified in the Services and Management Agreement.~~

Finally, it is recommended that the following individuals be appointed to the Board of Managers for the terms indicated: Patrick F. Daly (continuing member, for one year), Roderick Johnson (for two years), and Rick L. Stephens (for three years).

PATRICK F. DALY is the founder and CEO of The Daly Group LLC, a Chicago based group of companies focused on real estate development, brokerage, and construction management services, responsible for over \$1.0 billion of commercial and retail projects in 26 states. A native of Chicago, Mr. Daly has served continuously since 1985 as vice chairman of the Metropolitan Pier and Exposition Authority. Mr. Daly is a member of the Board of Directors of the U.S. Committee for UNICEF/Chicago, and the USO of

Illinois. He is also a trustee of the Chicago Academy of Sciences. He is chairman of the Chancellor's Corporate Advisory Board for the University of Illinois at Chicago, is a director emeritus of the Board of Directors of the University of Illinois Foundation, and has served as president and chairman of the University of Illinois Alumni Association. He received the 2002 Chicago Area Entrepreneurship Hall of Fame Award. A licensed architect, Mr. Daly received a Bachelor of Science in Architecture and a Bachelor of Arts in Architectural History from the University of Illinois at Chicago.

RODERICK JOHNSON has been a Partner of The Pivotal Factor since early 2007. From 1999 to 2006, he was a director of Bio-logic Systems Corp. (BLSC) and served as its president and chief operating officer until its sale to Natus Medical. In 1994, with the Continental Illinois Venture Corporation (CIVC), a private equity firm, Johnson founded the NeuroCare Group, which acquired and integrated several neurosurgical equipment and disposable supply companies selling products globally. He served as NeuroCare Group's chairman, president, and chief executive officer until 1999 when it was sold to Integra LifeSciences. His other assignments include 12 years in planning and international finance positions in Baxter's corporate headquarters in Illinois and its UK subsidiary. He holds an MBA from Tulane University, a BSEE from the University of Houston, and is a CPA.

RICK L. STEPHENS is chairman of the Board of Horizon Hobby, Inc., of Champaign, Illinois. Horizon Hobby is an international developer, marketer, and distributor of radio control hobby products, model trains, and a wide range of educational, toy, and other hobby products. The company employs over 650 people and has facilities in Champaign; Ontario, California; Harlow, England; and Hamburg, Germany. Stephens has served on the Board of Directors of several corporate and nonprofit organizations including National City Bank, National Retail Hobby Stores Association, and the Carle Foundation Hospital.

The Board of Trustees 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 Mr. Eppley, seconded by Dr. Carroll, these recommendations were approved.

### **Appoint Vice Chancellor for Student Affairs, Springfield**

(7) The chancellor at Springfield has recommended the appointment of Timothy L. Barnett, presently vice chancellor, student and enrollment services, University of Alaska Fairbanks, as vice chancellor for student affairs, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$150,000, beginning July 1, 2009.

He will succeed L. Christopher Miller, who resigned July 14, 2008, to assume the position as vice president for student affairs, Marquette University, Milwaukee, Wisconsin.

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

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<sup>1</sup>Karen Kirkendall, interim director, Capital Scholars Program, and associate professor of labor and integrative studies, College of Liberal Arts and Sciences, *co-chair*; Edward R. Wojcicki, associate chancellor for constituent relations, Office of the Chancellor, and adjunct instructor in public administration, College of Public Affairs and Administration, *co-chair*; Kendra L. Chislom, undergraduate student, College of Business and Management; Christi Crumly, athletics business manager, Office of the Vice Chancellor for Student Affairs; Lori L. Giordano, interim director of student services admissions, Office of the Chancellor and vice chancellor for academic affairs; Rassule Hadidi, professor of management information systems, College of Business and Management; Carmalita Kemayo, undergraduate academic adviser, Office of the Chancellor and Vice Chancellor for Academic Affairs; Robert Eugene Lael, assistant manager, human resources; Ashley Marie Rook, graduate student, College of Public Affairs and Administration; Larry D. Stonecipher, associate professor of mathematical sciences, College of Liberal Arts and Sciences, and associate professor of teacher education and dean, College of Education and Human Services; and Tih-Fen Ting, assistant professor of environmental studies, College of Public Affairs and Administration.

The vice president for academic affairs concurs.

The president of the University recommends approval.

On motion of Mr. Eppley, seconded by Dr. Carroll, this appointment was approved.

### **Appoint Dean, College of Business, Urbana**

(8) The chancellor at Urbana has recommended the appointment of Lawrence M. DeBrock, presently professor of business administration, College of Business; professor of economics, College of Liberal Arts and Sciences; associate dean for academic affairs, College of Business; and interim dean, College of Business, as dean of the College of Business, non-tenured, on a twelve-month service basis, at an annual salary of \$280,000 (equivalent to an annual nine-month base salary of \$229,091 plus two-ninths annualization of \$50,909), and an administrative increment of \$60,000, for a total salary of \$340,000 beginning May 22, 2009.

Dr. DeBrock will continue to hold the rank of professor of business administration, on indefinite tenure, on an academic year service basis, on zero percent time (non-salaried); and professor of economics, College of Liberal Arts and Sciences, non-tenured, on an academic year service basis, on zero percent time (non-salaried).

Executive leadership of the college transitioned from Dean Avijit Ghosh to Dr. Greg R. Oldham, who served as acting dean of the college during a period when Dean Ghosh was on a partial leave of absence without pay. Upon return from leave, Dean Ghosh accepted the position of vice president for technology and economic development, University of Illinois, beginning January 1, 2008. Dr. DeBrock served in the role of interim dean-designate, College of Business, January 1 through January 17, 2008, followed by service as interim dean since January 18, 2008.

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 recommendation is made with strong support of a search committee,<sup>1</sup> and the advice of the provost and vice chancellor for academic affairs.

The vice president for academic affairs concurs with this recommendation.

The president of the University recommends approval.

On motion of Mr. Eppley, seconded by Dr. Carroll, this appointment was approved.

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<sup>1</sup>Robert A. Easter, professor of animal sciences and dean, College of Agricultural, Consumer and Environmental Sciences, *co-chair*; Ira Solomon, Robert C. Evans Endowed Chair, College of Business, and professor and head, Department of Accountancy, College of Business, *co-chair*; Rajshree Agarwal-Tronetti, John Georges Chair in Technology Management and Entrepreneurship, College of Business, and professor and director of innovation and technology management initiatives, Department of Business Administration, College of Business; Clifton E. Brown, H. T. Scovill Professor of Accountancy, and professor and director of professional programs, Department of Accountancy, College of Business; Jeffrey R. Brown, William G. Karnes Professor of Mergers and Acquisitions, Department of Finance, and professor of finance, College of Business; Jim Cook, Partner, Ernst and Young, Chicago, Illinois; Joseph Gutman, managing director, Grosvenor Capital Management L.P., Chicago, Illinois; Mary Kay Haben, Group Vice President and Managing Director, North America, William Wrigley Jr. Company, Chicago, Illinois; Charles M. Kahn, Fred S. Bailey Memorial Chair of Finance, and professor and interim chair, Department of Finance, College of Business; Tracy G. McCabe, assistant dean for external and alumni affairs, College of Business; Victor Mullins, associate dean for undergraduate student affairs, College of Business; Jasen Mark Schrock, student, Masters of Business Administration Program, College of Business; Sharon Shavitt, Walter H. Stellner Distinguished Professor of Marketing, Department of Business Administration, and professor of business administration, College of Business; Andrew Carl Singer, Donald Biggar Willett Faculty Scholar, Department of Electrical and Computer Engineering, and professor of electrical and computer engineering, College of Engineering; Elizabeth Thomas, undergraduate student, College of Business; and Michael Tokarz, president, The Tokarz Group Advisers, LLC, Purchase, New York.

### **Appoint Dean, College of Liberal Arts and Sciences, Springfield**

(9) The chancellor at Springfield has recommended the appointment of James W. Ermatinger, presently dean, College of Liberal Arts, Bloomsburg University of Pennsylvania, as dean, College of Liberal Arts and Sciences, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$100,000 and an administrative increment of \$45,000, for a total salary of \$145,000, beginning July 1, 2009.

Dr. Ermatinger will hold the rank of professor of history, on indefinite tenure, on an academic year service basis, on zero percent time, non-salaried, beginning July 1, 2009. He will succeed Margot I. Duley, who served as professor, History Program and Women and Gender Studies Program and dean, College of Liberal Arts and Sciences, from August 2004 and is retiring effective June 30, 2009.

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

The vice president for academic affairs concurs.

The president of the University recommends approval.

On motion of Mr. Eppley, seconded by Dr. Carroll, this appointment was approved.

### **Amend Multiyear Contracts With Head Men's Basketball Coach, Urbana**

(10) In May 2003, the Board of Trustees approved the appointment of Bruce Weber to serve as head men's basketball coach from April 30, 2003, through April 29, 2008. The employment agreement provided compensation for base salary, radio and television appearances, and summer camp services. The Board also approved a professional services agreement with Coach Bruce Weber Basketball Enterprises for educational, public relations, consulting, and promotional activities to be provided by Coach Weber. Coach Weber's base salary is funded by operating revenue in the Division of Intercollegiate Athletics; his radio and television broadcasting services are funded by broadcast revenue; his summer camp services are funded by camp revenue; and his educational, public relations, consulting, and promotional activities are supported by corporate contracts.

In June 2004, the Board of Trustees approved a first amendment to the employment agreement to extend the terms of the contract through April 30, 2009, and increase Coach Weber's compensation. The Board also approved extending the agreement with Coach Bruce Weber Basketball Enterprises through April 30, 2009.

In July 2005, the Board of Trustees, in recognition of Coach Weber's outstanding performance, approved a second amendment to the employment agreement to extend the terms of the contract through April 30, 2011, and increase Coach Weber's compensation by \$150,000. In addition, the Board approved the establishment of a deferred compensation account with an initial contribution of \$100,000, and \$200,000 annual contributions thereafter. The Board also approved extending the professional services agreement with Coach Bruce Weber Basketball Enterprises through April 30, 2011.

In May 2006, the Board of Trustees approved a third amendment to Coach Weber's employment agreement and professional services agreement to extend the terms of both

<sup>1</sup>Mary Bohlen, associate professor of communication, College of Liberal Arts and Sciences, *chair*; Hei-Chi Chan, associate professor of mathematical sciences, College of Liberal Arts and Sciences; Michael Abraham Gammon, student representative; Paula Garrett, associate professor emerita of clinical laboratory science and interim director, science division, College of Liberal Arts and Sciences; Sharon Sue Graf, associate professor of sociology/anthropology, College of Liberal Arts and Sciences; Erin Elizabeth Kullick, office support specialist, College of Liberal Arts and Sciences; Amy McEuen, assistant professor of biology, College of Liberal Arts and Sciences; Loretta Meeks, professor of teacher education, College of Education and Human Services; Merrill T. Mims, professor of computer science, College of Liberal Arts and Sciences; Donna J. Schaub, assistant to the dean, College of Liberal Arts and Sciences; Pinky S. Wassenberg, professor of political science and dean, College of Public Affairs and Administration.

agreements by one additional year, through April 30, 2012. The Board also approved an increase in Coach Weber's compensation for radio, television, and other promotional events from \$500,000 to \$600,000.

In July 2007, a fourth amendment to Coach Weber's employment agreement and a fourth amendment to his professional services agreement were executed. These amendments altered the payments under the employment agreement so that the annual amount paid to Coach Weber for radio and television appearances was reduced from \$450,000 to \$420,000. The amount of this reduction, \$30,000, increased the amount paid to Coach Bruce Weber Basketball Enterprises under the professional services agreement from \$150,000 to \$180,000.

The chancellor at Urbana now recommends amending Coach Weber's employment agreement and professional services agreement to:

- extend the terms of both agreements by three additional years, through April 30, 2015;
- increase Coach Weber's base pay from \$200,000 to \$405,000 effective May 1, 2009;
- increase Coach Weber's compensation for radio, television, and other promotional events from \$600,000 to \$645,000 effective May 1, 2009; and
- increase Coach Weber's compensation for radio, television, and other promotional events from \$645,000 to \$895,000 effective January 15, 2010.

The proposed increases would mean that Coach Weber's total annual compensation, including the \$200,000 annual contribution to the deferred compensation account, would increase from \$1,000,000 to \$1,250,000 effective May 1, 2009, and to \$1,500,000 effective January 15, 2010.

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.

No State funds will be used to enhance the original contract. Funds are available from operating revenue, broadcast revenue, and corporate contracts within the Division of Intercollegiate Athletics.

The president of the University concurs.

On motion of Mr. Eppley, seconded by Dr. Carroll, this recommendation was approved. (Dr. Schmidt asked to be recorded as not voting on this item.)

(Mr. Schmitt asked to be recorded as not casting an advisory vote on this item.)

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

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

(11) 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 are presented for approval by the Board of Trustees.

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.

#### **Urbana-Champaign**

\*RASHMI ADAVAL, associate professor of business administration, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$140,000, beginning August 16, 2009; and James F. Towey Faculty Fellow in Business Administration, non-tenured, on an academic year service basis, with an annual increment of \$7,500, beginning August 16, 2009, for a total salary of \$147,500.

PATRICK BRAY, assistant professor of French, 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, 2008.

VINCE M. DAVIS, assistant professor of crop sciences, probationary faculty on initial/partial term appointment, on an academic year service basis, on 100 percent time, at an annual salary of \$64,000, beginning February 16, 2009.

\*DENNIS D. FRENCH, professor of veterinary clinical medicine, on indefinite tenure, on a twelve-month service basis, on 65 percent time, at an annual salary of \$87,750, beginning March 16, 2009; and professor, Veterinary Teaching Hospital, non-tenured, on a twelve-month service basis, on 35 percent time, at an annual salary of \$47,250, beginning March 16, 2009, for a total salary of \$135,000. Indefinite tenure will be maintained at 100 percent time in the Department of Veterinary Clinical Medicine.

ROBERTO GALVEZ, assistant professor of psychology, summer appointment, on 100 percent time, at a monthly rate of \$7,556, June 16-August 15, 2009; 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 \$68,000, effective August 16, 2009.

PARAMITA MONDAL, assistant professor of civil and environmental engineering, probationary faculty on initial/partial term appointment, on an academic year service basis, on 100 percent time, at an annual salary of \$81,000, beginning February 16, 2009.

JOSEPH PAUL ROBINSON, assistant professor of educational psychology, probationary faculty on initial/partial term appointment, on an academic year service basis, on 100 percent time, at an annual salary of \$59,000, beginning January 1, 2009.

IRENE SMALL, assistant professor, School of Art and Design, probationary faculty on initial/partial term appointment, on an academic year service basis, on 100 percent time, at an annual salary of \$57,000, beginning January 1, 2009.

\*ROBERT S. WYER, JR., professor of business administration, College of Business, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$232,000, beginning August 16, 2009. Dr. Wyer will also be appointed as J. M. Jones Distinguished Chair in Marketing, College of Business, non-tenured, on an academic year service basis, on zero percent time, non-salaried, beginning August 16, 2009. He will receive an amount equal to two-ninths of his academic year base salary for two months' faculty service during each summer of his appointment as J. M. Jones Distinguished Chair in Marketing (\$51,556 for summer 2010), for a total salary of \$283,556. Dr. Wyer previously retired from faculty service at the University of Illinois at Urbana-Champaign. With approval of the current proposed appointment, he will reverse his retirement decision in order to return to full-time active status.

#### *Emeriti Appointments*

RODNEY L. BURTON, professor emeritus of aerospace engineering, May 16, 2009

YIA-CHUNG CHANG, professor emeritus of physics, February 1, 2009

JONATHAN A. DANTZIG, professor emeritus of mechanical engineering in the Department of Mechanical Science and Engineering, August 16, 2008

GEORGE Z. GERTNER, professor emeritus of natural resources and environmental sciences, August 16, 2009

WANDA M. HASCHEK-HOCK, professor emerita of pathobiology, January 1, 2009

GREGORY F. McISAAC, associate professor emeritus of natural resources and environmental sciences, August 16, 2009

ALAN M. NATHAN, professor emeritus of physics, January 1, 2009

ADELLE M. RENZAGLIA, professor emerita of special education, April 1, 2009

JOSEPH W. STUCKI, professor emeritus of soil science in the Department of Natural Resources and Environmental Sciences, June 1, 2009

VICTOR E. O. VALLI, professor emeritus of pathobiology, June 1, 2008

#### Chicago

\*MARLENE BOUVIER, associate professor of microbiology and immunology, College of Medicine at Chicago, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$97,920, beginning March 16, 2009.

- EDGAR GEORGE CHEDRAWY, assistant professor of surgery, 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 \$50,000, beginning January 1, 2009; and Physician Surgeon, University of Illinois Hospital and Clinics, Chicago, non-tenured, on a twelve-month service basis, on 11 percent time, at an annual salary of \$50,000, beginning January 1, 2009. Dr. Chedrawy will continue to serve as physician surgeon in surgery, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, on 38 percent time, at an annual salary of \$226,000, effective January 1, 2009, for a total salary of \$326,000.
- JUNG-HYUN MIN, assistant professor of chemistry, probationary faculty on initial/partial term appointment, on an academic year service basis, on 100 percent time, at an annual salary of \$73,000, beginning March 1, 2009.
- MARY ELIZABETH ROSS, assistant professor of pediatrics, College of Medicine at Peoria, probationary faculty on initial/partial term appointment, on a twelve-month service basis, on 51 percent time, at an annual salary of \$75,480, beginning January 16, 2009; and physician surgeon in pediatrics, College of Medicine at Peoria, non-tenured, on a twelve-month service basis, on 49 percent time, at an annual salary of \$72,520, beginning January 16, 2009, for a total salary of \$148,000.
- FERNANDO DANIEL TESTAI, assistant professor of neurology and rehabilitation, probationary faculty on initial/partial term appointment, on a twelve-month service basis, on 51 percent time, at an annual salary of \$62,500, beginning July 16, 2009; and physician surgeon in neurology and rehabilitation, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, on 49 percent time, at an annual salary of \$62,500, beginning July 16, 2009, for a total salary of \$125,000.

*Emeriti Appointments*

- CHRISTOPHER MARK COMER, professor emeritus of biological sciences, January 1, 2009
- MARQUIS D. FOREMAN, professor emeritus of biobehavioral health science, December 1, 2008
- KLAUS JOCHEN MIESCKE, professor emeritus of mathematics, statistics and computer science, May 16, 2009
- MARGALIT B. MOKYR, professor emerita of biochemistry and molecular genetics, College of Medicine at Chicago, May 16, 2009
- KAREN MARIE SAKASH, clinical professor emerita of curriculum and instruction, January 1, 2009
- BILJANA SLJIVIC-SIMSIĆ, professor emerita of Slavic and Baltic languages and literatures, May 16, 2009
- BHAMA SRINIVASAN, professor emerita of mathematics, statistics and computer science, May 16, 2009
- LYNN C. WESTNEY, associate professor emerita, University Library, January 1, 2009

Springfield

- \*MATTHEW HOLDEN, JR., professor of political science, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$100,000, beginning August 16, 2009; and Wepner Distinguished Professor in Political Science, non-tenured, on an academic year service basis, with an annual increment of \$10,000, beginning August 16, 2009, for a total salary of \$110,000.
- DENISE K. SOMMERS, assistant professor of human services, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$47,025, beginning December 16, 2008.

*Emeriti Appointments*

- MARYA L. LEATHERWOOD, associate professor emerita of management, April 16, 2009

**Administrative/Professional Staff**

- JOHN B. ALSTERDA, senior associate university counsel, Office of University Counsel, University Administration, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$134,640, beginning May 25, 2009.

- MING BENGTSOON, assistant dean for finance and human resources, College of Law, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$115,000, beginning June 1, 2009.
- TIMOTHY J. BRUCE, associate chair of the Department of Psychiatry and Behavioral Medicine, College of Medicine at Peoria, non-tenured, on a twelve-month service basis, with an administrative increment of \$6,242, beginning May 25, 2009. Dr. Bruce was appointed to serve as interim associate chair of the Department of Psychiatry and Behavioral Medicine under the same conditions and salary arrangement beginning January 1, 2009. He will continue to hold the rank of professor of clinical psychiatry and behavioral medicine, College of Medicine at Peoria, non-tenured, on a twelve-month service basis, on 68 percent time, at an annual salary of \$79,476, effective August 16, 2008; director of outcomes and clinical training, Department of Psychiatry and Behavioral Medicine, College of Medicine at Peoria, non-tenured, on a twelve-month service basis, on 32 percent time, at an annual salary of \$37,074, effective August 16, 2008; and project coordinator in psychiatry and behavioral medicine, College of Medicine at Peoria, non-tenured, on a twelve-month service basis, on zero percent time, with an administrative increment of \$12,456, effective August 16, 2008, for a total salary of \$135,248.
- PAMELA J. CHRISTMAN, assistant vice chancellor for advancement, Office of the Vice Chancellor for Institutional Advancement, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$120,000, beginning May 25, 2009. Ms. Christman was appointed to serve as interim assistant vice chancellor for advancement under the same conditions and salary arrangement beginning April 16, 2009.
- MICHAEL B. DORE, investment officer, 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 \$110,000, beginning May 25, 2009. Mr. Dore was appointed to serve as interim investment officer under the same conditions and salary arrangement beginning May 11, 2009.
- LAURA MARIE FRERIGHS, associate director, Research Park and Incubator Facilities, University Administration, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$121,500, beginning June 16, 2009.
- KAREN L. FRESCO, head of the Department of French, School of Literatures, Cultures and Linguistics, College of Liberal Arts and Sciences, Urbana-Champaign, non-tenured, on an academic year service basis, with an administrative increment of \$5,500, beginning August 16, 2009. In addition, Dr. Fresco will receive an amount equal to one-ninth of her total academic year salary for one month's service during each summer of her appointment as head (\$9,278 during Summer 2010). She will continue to hold the rank of associate professor of French, School of Literatures, Cultures and Linguistics, College of Liberal Arts and Sciences, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$78,000, effective August 16, 2009; associate professor, Gender and Women's Studies Program, College of Liberal Arts and Sciences, non-tenured, on an academic year service basis, on zero percent time, non-salaried, effective August 16, 2009; and associate professor, Program in Medieval Studies, School of Literatures, Cultures and Linguistics, College of Liberal Arts and Sciences, non-tenured, on an academic year service basis, on zero percent time, non-salaried, effective August 16, 2009, for a total salary of \$92,778.
- PIER CRISTOFORO GIULIANOTTI, associate head of the Department of Surgery, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, on zero percent time, non-salaried, beginning May 25, 2009. Dr. Giulianotti was appointed to serve as interim associate head of the Department of Surgery under the same conditions and salary arrangement beginning March 16, 2009. He will continue to hold the rank of professor of surgery, College of Medicine at Chicago, Q probationary faculty, on a twelve-month service basis, on 34 percent time, at an annual salary of \$100,000, for three years effective August 16, 2008; Lloyd M. Nyhus Chair in Surgery, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, on 17 percent



- time, at an annual salary of \$50,000, effective August 16, 2008; chief of general surgery, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, with an administrative increment of \$25,000, effective August 16, 2008; physician surgeon in surgery, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, on 37 percent time, at an annual salary of \$325,000, effective August 16, 2008; and physician surgeon in surgery, University of Illinois Hospital and Clinics, Chicago, non-tenured, on a twelve-month service basis, on 12 percent time, at an annual salary of \$100,000, effective August 16, 2008, for a total salary of \$600,000.
- PATRICK H. HOEY, III**, assistant provost for budget and resource planning, Office of the Provost and Vice Chancellor for Academic Affairs, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 25 percent time, at an annual salary of \$31,250, beginning May 25, 2009. Mr. Hoey was appointed to serve as interim assistant provost for budget and resource planning under the same conditions and salary arrangement beginning March 16, 2009. He will continue to serve as director of budget operations and analysis, Office of Business and Financial Services, University Administration, non-tenured, on a twelve-month service basis, on 75 percent time, at an annual salary of \$93,750, effective March 16, 2009, for a total salary of \$125,000.
- FRANCIS P. JATICO**, director, business development services, 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 \$130,000, beginning May 25, 2009. Mr. Jatico was appointed to serve as visiting director, business development services, under the same conditions and salary arrangement beginning December 1, 2008.
- DALE A. LAW**, regional director, southern region, Cooperative Extension Service, College of Agricultural, Consumer and Environmental Sciences, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$120,000, beginning June 1, 2009.
- DENISE L. LEGVOLD**, assistant dean and director, 4-H youth development, Cooperative Extension Service, College of Agricultural, Consumer and Environmental Sciences, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$120,000, beginning May 25, 2009. Dr. Legvold was appointed to serve as interim assistant dean and director, 4-H youth development, under the same conditions and salary arrangement beginning May 11, 2009.
- MAI NACHT**, director of solid organ transplant and specialty surgical services, Department of Surgery, University of Illinois Hospital and Clinics, Chicago, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$120,000, beginning May 25, 2009.
- SCOTT EDWARD RICE**, senior associate university counsel, Office of University Counsel, University Administration, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$124,848, beginning May 25, 2009.
- ANTHONY S. RIMOVSKY**, associate director, enterprise infrastructure, Campus Information Technologies and Educational Services, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$115,000, beginning May 25, 2009. Mr. Rimovsky was appointed to serve as interim associate director, enterprise infrastructure, under the same conditions and salary arrangement beginning March 2, 2009.
- SANDRA BETH STREET**, associate director, University Office for Planning and Budgeting, University Administration, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$94,300, beginning May 25, 2009. Ms. Street was appointed to serve as interim associate director, University Office for Planning and Budgeting, under the same conditions and salary arrangement beginning May 16, 2009.
- STEVEN M. SWANSON**, associate dean, research and graduate education, College of Pharmacy, Chicago, non-tenured, on an academic year service basis, with an administrative increment of \$10,000, beginning August 16, 2009. Dr. Swanson will continue to hold the rank of professor of pharmacognosy, Department of Medicinal Chemistry and Pharmacognosy, College of Pharmacy, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$130,000, effective

August 16, 2009; professor of surgical oncology, College of Medicine at Chicago, non-tenured, on an academic year service basis, on zero percent time, non-salaried, effective August 16, 2009; and program leader, Cancer Center, College of Medicine at Chicago, non-tenured, on an academic year service basis, with an administrative increment of \$10,000, effective November 16, 2008, for a total salary of \$150,000.

TARA KATHERINE TINCKNELL, assistant director of radiology, University of Illinois Hospital and Clinics, Chicago, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$94,091, beginning June 1, 2009.

JEFFREY W. WALKINGTON, director, University Laboratory High School, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$150,000, beginning July 16, 2009; and lecturer in English, College of Liberal Arts and Sciences, non-tenured, on an academic year service basis, on zero percent time, non-salaried, beginning August 16, 2009, for a total salary of \$150,000.

JULIE A. ZERWIC, head of the Department of Biobehavioral Health Science, College of Nursing, Chicago, non-tenured, on an academic year service basis, with an administrative increment of \$15,000, beginning May 25, 2009. Dr. Zerwic will continue to hold the rank of associate professor of biobehavioral health science, College of Nursing, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$80,244, effective August 16, 2008, for a total salary of \$95,244.

KIMBERLEY BETH ZIMMERMAN, director of speech pathology and hospital neurosciences, University of Illinois Hospital and Clinics, Chicago, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$95,000, beginning May 25, 2009.

### **Intercollegiate Athletic Staff**

KURT J. BEATHARD, assistant varsity coach, football, Division of Intercollegiate Athletics, Urbana-Champaign, a first amendment to extend the current multi-year agreement, on a ten months' service paid over twelve months service basis, on 100 percent time, at an annual salary of \$170,000, beginning February 1, 2009, through January 31, 2010. A performance review will be held in January of each contract year to determine any compensation increases after January 31, 2010. This agreement shall automatically renew on January 31, 2010, and on January 31 of each year thereafter, for a period of one year, unless otherwise terminated by written notice given by the University to coach no later than 30 days prior to January 31, provided that the University reserves the right to issue a one year termination notice and is only obligated to pay salary for one year following notice.

JAMES P. HEFFERNAN, head varsity coach, wrestling, Division of Intercollegiate Athletics, Urbana-Champaign, on a ten months' service paid over twelve months service basis, on 100 percent time, at an annual salary of \$100,000, beginning May 25, 2009. Mr. Heffernan was appointed to serve as head coach designate under the same conditions and salary arrangement beginning April 28, 2009. Consistent with policy approved by the Board of Trustees on January 12, 1989, a multi-year contract will be proposed at a later date.

JERRANCE O. HOWARD, assistant varsity coach, men's basketball, Division of Intercollegiate Athletics, Urbana-Champaign, non-tenured, on a ten months' service paid over twelve months service basis, with a multi-year agreement, on 100 percent time, at an annual salary of \$180,000, beginning May 25, 2009, through April 30, 2013. In addition, as incentive to remain at Illinois and forego other career opportunities, coach will receive a one-time payment of \$50,000 as a signing incentive, payable within 30 days of the execution of the employment contract and a one-time \$75,000 bonus payment if coach's service at Illinois continues through April 30, 2013.

### **Addendum**

#### **Amendments to Previously Confirmed Faculty Appointments**

##### **Urbana**

DEBASISH DUTTA, professor of mechanical science and engineering, College of Engineering, on indefinite tenure, on an academic year service basis, on zero percent time,

non-salaried, beginning January 16, 2009; **and Gutsell Professor of Mechanical Science and Engineering, College of Engineering, non-tenured, on an academic year service basis, with an annual increment of \$7,500, beginning January 16, 2009.** Previously, on July 24, 2008, the Board of Trustees appointed Dr. Dutta to serve as dean of the Graduate College, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$240,000 and an administrative increment of \$30,000, beginning January 16, 2009, for a total salary of ~~\$270,000~~ **\$277,500.**

NEGAR KIYAVASH, assistant professor of industrial and enterprise systems engineering, probationary faculty on initial/partial term appointment, on an academic year service basis, on 100 percent time, at an annual salary of \$79,500, beginning January 1, 2009. **Dr. Kiyavash will continue to serve as research assistant professor of computer science, non-tenured, on a twelve-month service basis, on zero percent time, non-salaried, effective August 16, 2008.**

### Chicago

SUBHASH C. KUKREJA, professor of medicine, College of Medicine at Chicago, on indefinite tenure, on a twelve-month service basis, on 50 percent time, at an annual salary of \$90,800, beginning ~~November 17, 2008~~ **March 16, 2009.** Dr. Kukreja will continue to serve as physician surgeon in medicine, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, on 24 percent time, at an annual salary of \$41,200, effective August 16, 2008; and physician surgeon, University of Illinois Hospital and Clinics, non-tenured, on a twelve-month service basis, on 26 percent time, at an annual salary of \$44,000, effective August 16, 2008, for a total salary of \$176,000.

TODD A. LEE, associate professor of pharmacy practice, probationary faculty on initial/partial term appointment, on ~~a twelve-month~~ **an academic year** service basis, on 51 percent time, at an annual salary of \$72,000, beginning January 1, 2009, and continuing as Q probationary faculty, on ~~a twelve-month~~ **an academic year** service basis, on 51 percent time, at an annual salary of \$72,000, for three years beginning August 16, 2009. Dr. Lee was appointed to the rank of associate professor of pharmacy administration, non-tenured, on ~~a twelve-month~~ **an academic year** service basis, on zero percent time, non-salaried, beginning January 1, 2009; and assistant director, Center for Pharmacoeconomics Research, College of Pharmacy, non-tenured, on ~~a twelve-month~~ **an academic year** service basis, with an administrative increment of \$4,000, beginning January 1, 2009, for a total salary of \$76,000.

### Administrative/Professional Staff

EVAN H. DELUCIA, director of the School of Integrative Biology, College of Liberal Arts and Sciences, Urbana-Champaign, non-tenured, on an academic year service basis, with an administrative increment of \$11,000, beginning October 1, 2008. In addition, Dr. Delucia will receive an amount equal to one-ninth of his total academic year salary for one month's service during each summer of his appointment as director (\$18,222 for Summer 2009). He will be appointed as G. William Arends Professor of Integrative Biology, School of Integrative Biology, College of Liberal Arts and Sciences, non-tenured, on an academic year service basis, on zero percent time, ~~with an annual increment of \$10,000~~ **non-salaried,** beginning August 16, 2008. Dr. Delucia will continue to hold the rank of professor of plant biology, School of Integrative Biology, College of Liberal Arts and Sciences, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$153,000, effective August 16, 2008; **and** professor, Institute for Genomic Biology, non-tenured, on an academic year service basis, on zero percent time, non-salaried, effective August 16, 2008; **and head of the Department of Plant Biology, School of Integrative Biology, College of Liberal Arts and Sciences, non-tenured, on an academic year service basis, with an administrative increment of \$5,500, effective August 16, 2008,** for a total salary of ~~\$197,722~~ **\$182,222.**

MARIAN FITZGIBBON, associate director, Institute for Health Research and Policy, School of Public Health, Chicago, non-tenured, on a twelve-month service basis, with an

administrative increment of \$5,000, beginning January 19, 2009. Dr. Fitzgibbon was appointed to serve as visiting associate director, Institute for Health Research and Policy, under the same conditions and salary arrangement beginning August 16, 2008. She will continue to hold the rank of professor of psychology in the Department of Medicine, College of Medicine at Chicago, on indefinite tenure, on a twelve-month service basis, on ~~37~~ **25** percent time (with tenure at 41 percent), at an annual salary of ~~\$85,378~~ **\$70,373**, effective ~~August~~ **November 16, 2008**; professor, Division of Health Policy and Administration, School of Public Health, non-tenured, on a twelve-month service basis, on 10 percent time, at an annual salary of \$13,658, effective August 16, 2008; research professor, Institute for Health Research and Policy, School of Public Health, non-tenured, on a twelve-month service basis, on 10 percent time, at an annual salary of \$8,650, effective August 16, 2008; ~~research professor, Cancer Center, non-tenured, on a twelve-month service basis, on 6 percent time, at an annual salary of \$15,000, effective November 16, 2008; and visiting associate director, Cancer Center, non-tenured, on a twelve-month service basis, with an administrative increment of \$10,000, effective November 16, 2008;~~ clinical professor of psychiatry, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, on zero percent time, non-salaried, effective August 16, 2008. Dr. Fitzgibbon will continue to serve as director, Section of Health Promotion and Research in the Department of Medicine, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, with an administrative increment of \$46,350, effective August 16, 2008, for a total salary of ~~\$159,036~~ **\$169,031**.

STAFFORD ~~W~~ HOOD, head of the Department of Curriculum and Instruction, College of Education, Urbana-Champaign, non-tenured, on a twelve-month service basis, with an administrative increment of \$20,000, beginning September ~~15~~ **16**, 2008. ~~Dr. Hood was appointed to serve as interim head of the Department of Curriculum and Instruction under the same conditions and salary arrangement beginning August 1, 2008. He~~ **Dr. Hood** will also be appointed to the rank of professor of curriculum and instruction, College of Education, on indefinite tenure, ~~on zero percent time, non-salaried, August 1-15, 2008, and continuing on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$150,000, effective August 16, 2008~~ **beginning September 16, 2008**; professor of educational psychology, College of Education, non-tenured, on an academic year service basis, on zero percent time, non-salaried, beginning ~~August 1, 2008~~ **September 16, 2008**; and Sheila M. Miller Professor, Department of Curriculum and Instruction, College of Education, non-tenured, on an academic year service basis, on zero percent time, non-salaried, beginning ~~August 1, 2008~~ **September 16, 2008**, for a total salary of \$170,000.

KIM A. KRAMER LEW, assistant director of clinical practice and business development, Department of Medicine, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, on 5 percent time, at an annual salary of ~~\$15,793~~ **\$13,273**, beginning November 17, 2008. Ms. Kramer Lew was appointed to serve as acting assistant director of clinical practice and business development, non-tenured, on a twelve-month service basis, with an administrative increment of \$10,409, beginning August 16, 2008. She will continue to serve as director of physician practice, ambulatory clinical services, University of Illinois Hospital and Clinics, non-tenured, on a twelve-month service basis, on 95 percent time, at an annual salary of ~~\$102,297~~ **\$104,817**, effective November 17, 2008, for a total salary of \$118,090.

SCOTT PICKARD, associate director, Information Trust Institute, College of Engineering, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$133,094, beginning March 16, 2009. Mr. Pickard was appointed to serve as interim associate director, Information Trust Institute, under the same conditions and salary arrangement beginning ~~January 30~~ **February 2**, 2009.

MARIBEL REYES DE LOBOS, director of the McCormick Dental Clinic, Department of Pediatric Dentistry, College of Dentistry, Chicago, non-tenured, on a twelve-month service basis, with an administrative increment of \$15,000, beginning

March 16, 2009. Dr. Reyes De Lobos was appointed to serve as visiting director of the McCormick Dental Clinic under the same conditions and salary arrangement beginning July 14, 2008. She will ~~continue to hold~~ **be appointed to** the rank of clinical assistant professor of pediatric dentistry, College of Dentistry, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$93,000, ~~effective August 16, 2008~~ **beginning March 16, 2009**, for a total salary of \$108,000.

On motion of Mr. Eppley, seconded by Dr. Carroll, these appointments were approved.

(Mr. Schmitt asked to be recorded as casting an advisory vote of “no” on this item.)

### **Establish the Master of Arts in Design Criticism, College of Architecture and the Arts, Chicago**

(12) The chancellor at Chicago with the advice of the Chicago Senate, the Graduate College, and the College of Architecture and the Arts recommends the establishment of the Master of Arts in Design Criticism.

The mission of the proposed Master of Arts in Design Criticism is to develop textual and visual argumentation in the areas of architecture, urbanism, landscape, and allied design practices. The program revolves around intensive writing seminars and publication workshops for the objective of developing the practice of writing into diverse fields of electronic and print media communication. The M.A. will offer an intellectual opportunity for post graduate and mid-career professionals who are interested in re-focusing on research, writing, and publication. Graduates will have the professional education that will allow them to obtain positions as writers, editors, and educators with both print and electronic media, colleges and universities, magazines, journals, not-for-profit organizations, and architectural firms.

Today, architecture and its corollary design fields have become increasingly focused toward academic and professional specialization. In this context, architecture and its allied design professions have become central in producing the complex environment in which we live, but increasingly unable to situate and evaluate the cultural and social significance of such developments for a wider audience. The field has become louder (and more spectacular) but less articulate. At the same time, the requested product of design competitions is increasingly gravitating to books and arguments. Locally, for Chicago to become an important cultural center requires not simply material evidence, but the ability to marshal such evidence to tell relevant and surprising stories to diverse audiences. This program proposes to fill these public and professional needs by understanding criticism as a platform for new practices and future production.

The proposed program is composed of 56 credit hours, consisting of dedicated pro-seminars and writing tutorials for those enrolled in the Master of Arts program, supported by existing coursework in architectural, urban and design theory, and history offered in the school and college. The coursework-only program will meet its curricular objectives by offering a concentrated graduate sequence in architectural and urban theory, history, criticism, writing, and graphic argumentation. In addition, students will benefit from participation in an annual research seminar, resulting in the publication of its findings.

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

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

The president of the University recommends approval. This action is subject to further review and approval by the Illinois Board of Higher Education.

On motion of Mr. Eppley, seconded by Dr. Carroll, this recommendation was approved.

**Establish the Master of Arts in Latin American and Latino Studies,  
College of Liberal Arts and Sciences, Chicago**

(13) The chancellor at Chicago with the advice of the Chicago Senate, the Graduate College, and the College of Liberal Arts and Sciences recommends the establishment of the Master of Arts in Latin American and Latino Studies.

The mission of the proposed Master of Arts in Latin American and Latino Studies is to offer an interdisciplinary perspective to the study of both contemporary Latin American societies and of historical minorities and immigrants of Latin American descent living in the United States. The program emphasizes the histories and experiences of Latin American people as they enter into a transnational dialogue that defines both American and Latin American identities, cultures, economies, and politics in the twenty-first century. It will encourage an interdisciplinary approach that ranges across the social sciences, humanities, cultural studies, and history.

Society needs educators, researchers, and professionals who can understand Latin America and Latinos from a cross-border perspective and are able to think creatively beyond traditional disciplinary boundaries. The M.A. in Latin American and Latino Studies is intended to serve the needs of students who later wish to apply to a Ph.D. program or professional school, educators wishing to gain some expertise in Latin America and Latino studies, as well as professionals working in community organizations or social services agencies. The program will provide students with the foundations for research and policy-oriented careers in local, state, and federal government, international organizations, community-based organizations, and the private sector. In addition, the interdisciplinary focus will contribute well-rounded individuals trained to understand minority and foreign populations from methodological approaches used both in the humanities and social sciences.

The proposed program is composed of 34 credit hours beyond the baccalaureate, made up of core and elective courses, research methods and directed research, and a community research internship. In addition, students must write a Master of Arts paper emphasizing social science or humanities research or policy research. The program's research internship program and other forms of partnership with the community will be a key component of student training, thus strengthening its impact outside the academic community. It will provide much needed policy and research expertise for community-based organizations that serve the Latino community.

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

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

The president of the University recommends approval. This action is subject to further review and approval by the Illinois Board of Higher Education.

On motion of Mr. Eppley, seconded by Dr. Carroll, this recommendation was approved.

**Redesignate and Revise Degree Program,  
Doctor of Dental Surgery (DDS) to Doctor of Dental  
Medicine (DMD), College of Dentistry, Chicago**

(14) The chancellor at Chicago with the advice of the Chicago Senate and the College of Dentistry recommends changing the degree designation of the Doctor of Dental Surgery (DDS) to the Doctor of Dental Medicine (DMD). The proposed revisions to the degree program will provide for developing new learning objectives, re-sequencing content, and transforming instructional processes and assessments.

The DDS reflects the history of the field as a surgical profession focused on remediation and repair of damage due to oral disease and trauma. This view of dentistry reflected a focus on the symptoms and outcomes of oral disease rather than diagnosis and an understanding of underlying disease processes. Thus it was also primarily treatment

focused, and treatments tended to be invasive. Advances in understanding of microbiological, developmental, and behavioral aspects of oral health and disease have led to a greater emphasis on prevention and non-invasive treatment interventions. Simultaneously, advances in oral science have elucidated connections between oral and systemic health previously unrecognized.

In recent years, societal trends such as the aging of the U.S. population and increased incidence of obesity, diabetes, and cardiovascular disease in children and adults have led to an increased need for informed consultations with physicians and other health care professionals in the care of dental patients with complex medical problems. All of these changes require that general dentists understand and are able to apply biomedical science knowledge to their practice. The College of Dentistry views the degree name change as symbolic of, and consistent with, ensuring that students graduate with a broad view of oral health care that relates principles of oral health to those of systemic health.

Instructional processes in the program will emphasize active learning through interactive plenary sessions, small group collaborations, clinical supervision, and instructional technology. All learning will be contextualized to show relevance to professional dentistry roles, and the curriculum will be organized around interdisciplinary patient scenarios (cases) integrating clinical, biomedical, community, and behavioral science learning objectives. Finally, community-based learning will be an integral component of the curriculum.

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

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

The president of the University recommends approval. This action is subject to further review and approval by the Illinois Board of Higher Education.

On motion of Mr. Eppley, seconded by Dr. Carroll, this recommendation was approved.

### **Amend Bylaws of the Board of Trustees**

(15) Amendments are proposed to Article IV, Section 6, of the *Bylaws* of the Board of Trustees to change the responsibilities of the Academic Affairs Committee and to add a committee, the Student Affairs Committee. As required by Article VIII, Section 2, the proposed amendments were submitted in writing to each member of the Board at least 30 days prior to this meeting. The chair of the Board of Trustees recommends the adoption of the proposed amendments.

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.

### **Proposed Amendments to the University of Illinois Bylaws of the Board of Trustees**

(Additions to the text are underlined and deletions are ~~lined through~~.)

#### **ARTICLE IV. STANDING COMMITTEES OF THE BOARD**

*Section 6.* The chairs of committees are responsible for keeping the board informed of their committees' activities by way of reports, as needed.

It is expected that ordinarily the position of committee chair will rotate among board members every two years.

##### *Academic Affairs Committee*

This committee ~~combines~~ has responsibilities for the review and oversight of academic programs, ~~as well as policies related to student development~~. The committee also reviews academic policy in terms of the University of Illinois *Statutes* and *The General Rules Concerning University Organization and Procedure*, supports the colleges and campuses in

carrying out the academic mission. ~~It also considers policies and programs related to student life in terms of the University's responsibilities for the health, safety, and general welfare of students.~~

In addition, ~~this~~ the committee ~~is will be~~ a conduit through which trustees may liaise with the campus senates and the University Senates Conference, and thus ensure ongoing communication between faculty governance groups and the Board.

#### *Access Committee*

This committee provides oversight for the University's commitment to both excellence and access.

In the University's academic programs, this means maximizing opportunity for individuals who are able and motivated to earn a University of Illinois education.

In the University's employment of faculty and staff, it means casting a wide net to attract, recruit, retain and develop individuals who are the best in their fields.

Further, this means providing opportunities in areas beyond the core mission of the University in employment, contracting, and volunteer partnerships to ensure that such opportunities are widely available and fairly distributed.

#### *Athletics Committee*

This committee must be knowledgeable of the requirements issued by the Big Ten Conference, NCAA, NAIA, and the federal government under which the athletic programs operate to ensure that procedures are in place to effect compliance and detect noncompliance. The committee encourages an appropriate balance between athletics and academic work for scholar athletes to maximize the graduation rate. The chair of this committee is expected to present information about athletic programs at each campus.

#### *Budget and Audit Committee*

This committee provides oversight and ensures accountability for the University's budget. In doing so the committee is guided by the State Finance Act. Working with the President of the University, this committee cooperatively establishes budget allocation and spending priorities recommended to the board for approval, sets tuition and fees, and helps the board ensure that the University is managing its resources wisely and efficiently.

The committee also provides oversight for the University's audit function as set forth in the Audit Function Charter, and working with the President of the University and the Comptroller of the Board of Trustees, makes recommendations for and reviews the annual internal audit program and the external audit of the University. Another responsibility for the committee is to monitor compliance with the University's Conflict of Interest Policy. In addition to the members of the Board, the Treasurer of the Board is also an *ex officio*, voting member of this committee.

#### *Buildings and Grounds Committee*

This committee evaluates long-range plans that impact the University's infrastructure and facilities. It also reviews and recommends for approval all capital projects; designs for projects; appointment of architects, construction managers, and contractors for such projects; acquisition and/or sale of property; lease agreements for property/buildings/portions of buildings; and operation and maintenance projects of a certain magnitude.

#### *External Affairs Committee*

This committee is to be adequately informed of and to enhance the University's governmental and external relations program. The committee will assist University officials' interactions with state and federal public officials to advance the University's state and federal priorities.

#### *Finance and Investment Committee*

This committee is to review and recommend to the board all policies concerning the management and control of the University's financial resources including oversight of debt management and bond financing, and formulation of policies and strategies for



maintaining and growing the endowment. It is also responsible for the appointment of investment advisors, financial participants, and bond underwriters, and for working with the Comptroller of the Board in reviewing the University's annual financial statements.

#### *Governance Committee*

This committee helps provide orientation assistance for new trustees, including a mentoring program for which the Board chair, in consultation with the committee chair, appoints mentors for new trustees. The committee also periodically reviews Bylaws of the Board of Trustees, requests nominations for recipients of the Trustees' Distinguished Service Medallion, drafts agendas for sessions during which the board addresses its own processes and procedures, drafts plans for board training when appropriate, and assumes responsibility for other matters affecting board governance and for special projects at the discretion of the board chair.

#### *Human Resources Committee*

In order to enhance the quality of the faculty and staff at the University and to ensure retention of highly productive and effective employees, this committee reviews and evaluates policies related to all aspects of employment at the University for all groups of employees. The committee promotes diversity within the workplace and fosters a climate in which the goals and objectives of the University can best be achieved. The committee also oversees and ensures compliance with relevant state and federal laws. Examples of the scope of the committee's responsibilities include: recruitment and search policies, recommendations for salary plans, review of benefits offered faculty and staff, approval of non-discrimination and equal opportunity policies, and review of administrative data systems for human resources information.

#### *Legal Affairs Committee*

This committee will serve as liaison to the University Counsel, who is the general legal officer of the board and University, and who serves as legal advisor to the board, the President of the University, and other administrative officers of the University. The committee will provide consultation and advice on important legal matters pertaining to the board such as governance, interpretation of statutes, University policies, and litigation management. The committee also may provide guidance concerning the delivery of legal services to the board and University officials.

#### *Strategic Planning Committee*

This committee is charged with helping the University administration plan for the future in ways that will aid in developing the institution and in exploiting its strengths. This committee is also responsible for supporting actions that will implement such plans. The committee must always keep in mind the University's multiple missions of teaching, research, service, and economic development in planning for the future.

#### *Student Affairs Committee*

This committee will focus on ensuring that the best interests of students are considered and met in decisions of the Board and provide a means for receiving information about student needs and interests. The primary source of this information will be from the student trustees. The committee will assist the Board in learning of the changing needs of students and thus help the Board reach decisions that will aid in making the overall experience of students at the University as welcoming and productive as possible.

#### *Technology and Economic Development Committee*

This committee reviews, evaluates, and provides oversight of all policies concerning the University's economic development mission and strategies. These include those units of the University responsible for and engaged in the commercialization of University-based technologies, such as the Offices of Technology Management, research parks, and incubator facilities, IllinoisVENTURES, LLC, and other University-Related Organizations created to further these purposes. It also reviews and recommends nominations to these units' respective boards of directors and the appointment of their respective chief officers

and advisors, and reviews and recommends to the board policies, agreements, and opportunities concerning the same.

*University Hospital Committee*

This committee provides oversight of the University Hospital and Clinics, and reviews and recommends approval of projects, as required.

On motion of Mr. Eppley, seconded by Dr. Carroll, these amendments were adopted.

By consensus, the Board agreed that one roll call vote would be taken and considered the vote on each agenda item nos. 16 through 38 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 Certificates of Participation (Refunding),  
Series 2009A and B**

(16) The Board, at its meeting on January 15, 2009, authorized a number of actions leading to the issuance of certificates of participation to refund and/or restructure all or a portion of the Variable Rate Demand Certificates of Participation (Projects), Series 2007C (the "Series 2007C"), and the Variable Rate Demand Certificates of Participation (Projects), Taxable Series 2007D (the "Series 2007D").

The certificates will be issued in two separate series. The Certificates of Participation (Refunding), Series 2009A (the "Series 2009A") will be traditional fixed-rate certificates. The Variable Rate Demand Certificates of Participation (Refunding), Series 2009B (the "Series 2009B") will be variable rate demand certificates. The proceeds from the Series 2009A and the Series 2009B certificates will refund the Series 2007C and Series 2007D certificates. All or a portion of the Series 2009B certificates will be redeemed when the University receives capital appropriations or gifts for the College of Medicine, Rockford National Center for Rural Health Professionals Facility and the Petascale Computing Facility.

Pursuant to the Board's approval, the following actions have been completed: retention of Katten Muchin Rosenman LLP as bond counsel; retention of Freeborn & Peters LLP as special issuer's counsel; retention of Scott Balice Strategies, LLC, as financial advisor; retention of J. P. Morgan Securities, Inc., as managing underwriter; retention of The Bank of New York Mellon Trust Company, N.A. as trustee; preparation of the Preliminary Official Statement for the Series 2009A certificates and the Official Statement for the Series 2009B certificates; analysis of credit enhancement and/or liquidity support; actions to pursue and obtain ratings on the certificates; preparation of one or more indentures and supplemental indentures (collectively, the "Indentures of Trust"), Certificate Purchase Agreements, Installment Purchase Contracts, Amended and Restated Acquisition Agreements, Continuing Disclosure Agreement, Remarketing Agreement, and Standby Certificate Purchase Agreement.

It is requested that the Board authorize the issuance of the Series 2009A and 2009B certificates in an amount not to exceed \$115.0 million (not including original issue discount or premium) with a final maturity of not more than 19 years to refund the Series 2007C and Series 2007D certificates, plus necessary issuance costs.

The Series 2009A and B certificates evidence proportionate interests in installment payments to be made by the Board under installment purchase contracts. The average annual debt service payments to the certificate holders are estimated to be approximately \$10.0 million (with maximum annual debt service payments of approximately \$14.0 million) over the 19-year life of the Series 2009A and B certificates. The Series 2009A and Series 2009B certificates are subject to redemption at such times and at such redemption prices as the comptroller determines necessary or helpful in marketing the Series 2009A and Series 2009B certificates, but such prices shall not exceed 115.0 percent of the par amount of the certificates.

The Series 2009A and Series 2009B certificates will be sold via a negotiated sale. They will be fully registered, and the obligation to make the installment payments will be included annually in each operating budget of the Board. Neither the Installment Purchase Contracts nor the Series 2009A and Series 2009B certificates will constitute an indebtedness of the Board or the State of Illinois. The Board will agree to apply to the payment of the installment payments such moneys as may be lawfully appropriated by the General Assembly for such purposes and legally available non-appropriated funds on an annual basis, e.g., tuition and indirect cost recoveries.

All legal matters incidental to the authorization and issuance of the Series 2009A and Series 2009B certificates, the forms of the Preliminary Official Statement, the final Official Statements, the Indentures of Trust, the Certificate Purchase Agreements, the Installment Purchase Contracts, the Acquisition Agreements, the Standby Certificate Purchase Agreement, the Remarketing Agreement and the Continuing Disclosure Agreement will be approved by Katten Muchin Rosenman, LLP, bond counsel, Chicago; and Freeborn & Peters, LLP, special counsel to the University, Chicago; and certain legal matters will be passed upon for the underwriters by Ungaretti & Harris LLP, underwriter's counsel, Chicago.

The vice president/chief financial officer and comptroller recommends that the Board:

1. Approve the Preliminary Official Statement and approve of the final Official Statements with the addition of the final terms of the Series 2009A and Series 2009B certificates.<sup>1</sup>
2. Approve the form of the Certificate Purchase Agreements<sup>1</sup> with J. P. Morgan Securities, Inc., and other such underwriters as the comptroller may select wherein the underwriter agrees to purchase from the Board not less than all of the Series 2009A and Series 2009B certificates in an aggregate original principal amount not exceeding \$115.0 million. The price at which the Series 2009A certificates will be purchased from the Board by the underwriter, exclusive of original issue discount, will not be less than 98.0 percent of the par amount thereof. The price at which the Series 2009B certificates will be purchased from the Board by the underwriter, exclusive of original issue discount, will not be less than 99.0 percent of the par amount thereof. The true interest cost of borrowing for the Series 2009A certificates will not exceed 6.50 percent. The initial interest rate for the Series 2009B certificates will not exceed 8.00 percent at the time of issuance. With respect to the variable-rate Series 2009B certificates, subsequent interest rates will not exceed the maximum rate permitted by law.
3. Adopt an authorizing resolution<sup>1</sup> which authorizes the Series 2009A and Series 2009B certificates, the Installment Purchase Contracts, the Amended and Restated Acquisition Agreements, the Indentures of Trust, the Certificate Purchase Agreements, the Standby Certificate Purchase Agreement, the Remarketing Agreement, and the Continuing Disclosure Agreement.
4. Delegate to the comptroller the authority to determine the aggregate principal amount, final terms and terms of the sale of

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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.

the Series 2009A and Series 2009B certificates within the limits expressed in this Board action and authorizing resolution.

5. Approve the forms of the Amended and Restated Acquisition Agreements and the Installment Purchase Contracts.<sup>1</sup>
6. Approve the form of the Indentures of Trust, Remarketing Agreement and Standby Certificate Purchase Agreement.<sup>1</sup>
7. Approve the form of the Continuing Disclosure Agreement by the Board with respect to the Series 2009A certificates.<sup>1</sup>
8. 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 Series 2009A and Series 2009B certificates to the underwriter.
9. 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 authorizing resolution, the Preliminary Official Statement, the Official Statements, the Indentures of Trust, the Certificate Purchase Agreements, the Installment Purchase Contracts, the Amended and Restated Acquisition Agreements, the Remarketing Agreement, the Continuing Disclosure Agreement, the Standby Certificate Purchase Agreement and all acts and things whether heretofore or hereafter done or performed by and of the officers of the Board which are in conformity with the intents and purposes of this Board action, and the authorizing resolution 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 Organizations and Procedures*, and Board of Trustees policies and directives.

Funding will be available from the proceeds of the Series 2009A and Series 2009B certificates.

The president of the University concurs.

On motion of Mr. Eppley, seconded by Mr. McFarland, these recommendations were approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. McFarland, Mr. McMillan, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn. (Mr. Eppley asked to be recorded as not voting on this item.)

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

### **Approve Fiscal Year 2010 Agreements for the University of Illinois Alumni Association and the University of Illinois Foundation**

(17) The vice president/chief financial officer and comptroller recommends the renewal of agreements with the University of Illinois Alumni Association and the University of Illinois Foundation for Fiscal Year 2010. Since 1982, the Board of Trustees has designated the Alumni Association and the University of Illinois Foundation as University-related organizations and authorized basic service agreements for certain services. The award of these agreements is in accordance with the procedures of the Illinois Procurement Code, and the *University Guidelines* of the Legislative Audit Commission.

### University of Illinois Alumni Association

The agreement requires the Association to provide management and supervisory services for data gathering, data entry and maintenance of alumni records on the Foundation Alumni Constituency Tracking System (FACTS) and management services of the activities of the Alumni Career Center. The Association will publish periodicals that will be distributed to alumni. The Association will provide support to University field activities such as meetings of alumni groups and off-campus communications with alumni and will administer Illinois Connection activities.

Contingent upon the University funding provided within the FY 2010 State budget, the University will provide direct support for the Association at an estimated amount of \$2,873,100 for FY 2010. This support will be provided during the course of the year through contractual payments to the Alumni Association for the costs of services rendered and through funds allocated in the University's Office of Alumni Relations and Alumni Career Center for the maintenance of alumni support functions. The agreement also provides for the Association's use of the FACTS to maintain membership records and for access to and joint ownership of such records. Ownership of the periodicals published by the Alumni Association resides with the Association. Also provided is the employer cost of benefits for University employees working in the Office of Alumni Relations and the Alumni Career Center.

### University of Illinois Foundation

The agreement requires the Foundation to provide fund-raising services and other assistance to attract private gift funds to support University programs. The Foundation agrees to accept and administer such gifts according to terms specified by the donor, to inform the University of all gifts received for the benefit of the University, and to apply the same in accord with the terms of the gift or, as in the case of all undesignated gifts, as the University may determine. The Foundation also will provide management and supervisory services for the maintenance of donor records on the FACTS. The Foundation assesses a management fee to Foundation gift accounts as a means to support private gift fund-raising, administrative, and stewardship operations.

Contingent upon the University funding provided within the FY 2010 State budget, the University will provide direct support for the Foundation at an estimated amount of \$7,735,400 for FY 2010. The support will be provided through payments to the Foundation during the course of the year based upon actual costs incurred and through funds allocated to the University Office of Development for the maintenance of donor records and other fund-raising support functions.

Certain routine business and financial services will be provided to the Foundation as needed. The agreement also provides the Foundation with access to the University's FACTS for the purpose of conducting fund-raising activities. Also provided is the employer cost of benefits for University employees working in the Office of Development.

Institutional funds, generated from a management fee assessed to University gift accounts, and State appropriated funds are available to support these agreements for FY 2010.

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. Eppley, seconded by Mr. McFarland, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. McMillan, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

### **Approve Preliminary Operating Budget for Fiscal Year 2010**

(18) The University's preliminary operating budget from all sources of funds for the fiscal year beginning July 1, 2009 (Fiscal Year 2010) is presented for approval as outlined in Attachment A. State statutes require governing board approval of operating budgets prior to the beginning of a fiscal year. Fiscal Year 2010 budget plans may be updated at the July Board meeting to reflect information obtained subsequent to this meeting. Final approval of the detailed operating budget is expected to be requested of the Board at its September meeting.

Consideration of FY 2010 budget issues began in June 2008 with the Board's review of the preliminary FY 2010 request and its approval of that request in September 2008. Discussion of FY 2010 funding requirements and University-wide priorities occurred during the Board's review of several items throughout the year.

The revenue estimates included in the preliminary operating budget are built upon the following assumptions that include the most current information for the University's primary sources of support:

- State tax support is based upon the FY 2010 budget recommended by the Governor. The budget calls for FY 2010 total general state tax support for the University of Illinois to increase by \$7.8 million.
- Incremental income fund revenue is estimated to be \$41.5 million based upon projected tuition increases along with rate changes for specific programs, adjustments for enrollment level projections, increases in cost recovery programs, and other technical adjustments.
- Sponsored program support (primarily federally-funded research grants and contracts) rising at a 9.3 percent rate. This estimate reflects increased funding opportunities made available through the American Recovery and Reinvestment Act. The indirect cost recovery budget increases by 4.3 percent.
- Hospital and Medical Service Plan increases of 7.4 percent and 3.9 percent respectively, reflecting improved patient volume in general and targeted increases in selected specific patient care areas.
- Incremental endowment and private giving revenue declines of \$0.3 million or .2 percent, reflecting the impact of the general economic downturn and financial market declines.
- The Academic Facility Maintenance Fund Assessment (AFMFA), which is being installed over four years. FY 2010 is the fourth year of this program and is expected to generate an additional \$5.3 million in FY 2010.
- "Payments on Behalf" of University employees to the Department of Healthcare and Family Services and to the State Universities Retirement System that grow by an estimated \$157.7 million, or 30.4 percent from the FY2009 budgeted amount, for the employer's share of health insurance and retirement based upon current statutory requirements. These funds are not under the direct control of the University and cannot be reassigned for any other purpose. They are included within the University's formal operating budget based upon directives from the Governmental Accounting Standards Board.

As outlined in earlier presentations, the University's primary budget priorities for FY 2010 are strengthening academic quality, ensuring access, addressing facility operations needs, and meeting mandated cost increases. An allocation of \$12.2 million is planned for academic quality initiatives. Support for financial aid programs is increased by \$4.1 million, deferred maintenance is increased by \$5.3 million as a result of the Academic Facilities Maintenance Fund Assessment (net after financial aid) and the Library/IT support is increased by \$5.6 million (net after financial aid). Energy related costs require an allocation of \$7.5 million and \$3.8 million is set aside to address cost increases in areas such as insurance, operations and maintenance of new facilities, and Medicare payroll taxes.

Based upon these revenue estimates and expenditure priorities, the vice president/chief financial officer and comptroller recommends approval of a \$4.5 billion preliminary FY 2010 unrestricted and restricted funds operating budget beginning July 1, 2009, as out-

lined in Attachment A. Unrestricted funds include State appropriations, University income fund revenue, ICR, royalty, and administrative allowance funds. Unrestricted funds are used primarily for personal services, benefits, and contractual services. Restricted funds include estimated revenue from grants and contracts, federal appropriations, private gifts, endowment income, Medical Service Plan, Auxiliary Enterprises, University Hospital, departmental activities, and State payments on behalf of the University. Restricted funds are designated for specific uses by the donor, grantor, contractor, or State statute.

The preliminary FY 2010 unrestricted funds operating budget estimate of \$1.76 billion represents a \$60.9 million (3.6 percent) increase over FY 2009. The FY 2010 restricted funds operating budget recommendation of \$2.77 billion represents a 303.9 million (12.3 percent) increase from FY 2009 primarily due to increases in payments on behalf, personal services, and contractual services. (Excluding "Payments on Behalf," over which the University has no direct control, the restricted funds total represents a 7.5 percent increase over the current year.) Refinements in any of the estimates in this preliminary budget will be reflected in the final FY 2010 Budget Summary for Operations presented at the September meeting of the Board of Trustees.

Subject to the foregoing and the Board's directives concerning establishment of University of Illinois budgets and limitations on changes, authorization is also requested in accord with the needs of the University and the equitable interest involved, and within total resources: (a) to accept resignations; (b) to make such additional appointments as are necessary and to approve the issuance of notices of non-reappointment, subject to the provisions of the University of Illinois Statutes, *The General Rules Concerning University Organization and Procedure*, and the *Policy and Rules*; and (c) to make such changes and adjustments in items included in the preliminary budget as are needed.

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. Eppley, seconded by Mr. McFarland, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. McMillan, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

### Attachment A

Revenue Budget	FY09 Operating Revenue	FY10 Operating Revenue	Change FY 2009–FY 2010	
			Amount	Percent
<b>Unrestricted Funds</b>				
Direct Appropriation	747.1	754.9	7.8	1.0%
University Income Fund	655.4	696.9	41.5	6.3%
State Survey Transfer	16.8	16.7	(0.1)	-0.6%
ICR	151.9	158.5	6.6	4.3%
Royalties	18.2	26.6	8.4	56.2%
Administrative Allowances	113.1	109.8	(3.3)	-2.9%
<b>Subtotal Unrestricted Funds</b>	<b>\$1,702.5</b>	<b>\$1,763.4</b>	<b>\$ 60.9</b>	<b>3.6%</b>
<b>Estimated Restricted Funds</b>				
Sponsored Projects	616.1	673.5	57.4	9.3%
Federal Appropriations	20.1	20.1	—	0.0%
Gift & Endowment Inc.	157.7	157.4	(0.3)	-0.2%
Medical Service Plans	146.1	151.8	5.7	3.9%
Hospital	428.2	459.8	31.6	7.4%
Auxiliaries & Dept. Operations	550.4	596.9	46.5	8.4%
AFMFA	25.8	31.1	5.3	20.5%
Payments on Behalf	517.9	675.6	157.7	30.4%
<b>Subtotal Restricted Funds</b>	<b>\$2,462.3</b>	<b>\$2,766.2</b>	<b>303.9</b>	<b>12.3%</b>
<b>Total Revenue Budget</b>	<b>\$4,164.8</b>	<b>\$4,529.6</b>	<b>\$364.8</b>	<b>8.8%</b>

Expense Budget	FY10	FY10	Change	
	Operating Expense	Operating Expense	FY 2009–FY 2010 Amount	Percent
<b>Unrestricted Funds</b>				
Personal Services & Benefits	\$1,139.8	\$1,178.0	\$38.2	3.4%
Contractual Services	280.6	291.4	10.8	3.8%
Travel & Automotive Equipment	14.6	14.8	0.2	1.4%
Commodities	59.7	61.8	2.1	3.5%
Equipment	60.7	63.0	2.3	3.8%
Telecommunications	13.6	14.6	1.0	7.4%
Permanent Improvements	41.2	42.6	1.4	3.4%
Awards and Grants	57.4	63.1	5.7	9.9%
Medical Devices (DSCC)	5.3	5.2	(0.1)	-1.9%
Special Appropriations	4.7	4.6	(0.1)	-2.1%
Health Insurance	24.9	24.3	(0.6)	-2.4%
Subtotal	\$1,702.5	\$1,763.4	\$60.9	3.6%
<b>Restricted Funds</b>				
Personal Services & Benefits	\$ 913.5	\$ 966.2	\$ 52.7	5.8%
Contractual Services	518.7	562.7	44.0	8.5%
Travel & Automotive Equipment	35.2	37.1	1.9	5.4%
Commodities	193.1	210.1	17.0	8.8%
Equipment	61.0	69.0	8.0	13.1%
Telecommunications	18.0	19.6	1.6	8.9%
Permanent Improvements	11.9	13.5	1.6	13.4%
Awards and Grants	101.2	106.2	5.0	4.9%
Mandatory Transfers	71.9	76.9	5.0	7.0%
AFMFA	25.8	31.1	5.3	20.5%
Payments on Behalf	517.9	675.6	157.7	30.4%
Subtotal	\$2,468.2	\$2,768.0	299.8	12.1%
<b>Total Expense Budget</b>	<b>\$4,170.7</b>	<b>\$4,531.4</b>	<b>\$360.7</b>	<b>8.6%</b>

### Award Contract for Air Handling Units Replacement, Morrill Hall, Urbana

(19) This \$1.65 million project addresses both energy conservation and select deferred maintenance in Morrill Hall. The project consists of the selective demolition of multiple air handling units that currently serve the basement through third floors and the phased installation of a new, single unit that incorporates energy reclamation. In addition, the project will modify existing air distribution, exhaust air systems, and related controls as required to accommodate this upgrade. A new steam to hot water heat exchanger, pumping, and associated piping will be installed to furnish upgraded heating capacity.

Bids have been solicited; and for the project to proceed, the chancellor at Urbana with the concurrence of the appropriate administrative officers recommends that the following contract<sup>1</sup> be awarded. Competitive bidding procedures in accordance with the Illinois Procurement Code were followed; and the award is to the lowest responsible bidder on the basis of its base bid:

*Division 4—Ventilation Work*

King-Lar Company, Decatur, IL	Base Bid	\$787,000
<i>Total</i>		\$787,000

<sup>1</sup>Contracts for other divisions were awarded that are within the delegated approval levels: Division 1—General Work, Grunloh Construction, Effingham, IL, \$144,000; Division 3—Heating A/C Temp Control Work, A & R Mechanical Contractors, Inc., Urbana, IL, \$361,716; and Division 5—Electrical Work, Glesco Electric, Inc., Urbana, IL, \$84,700; making a total award of \$1,377,416.



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.

Funds for these projects are available from the sale proceeds of the Certificates of Participation Series 2006A.

The president of the University concurs.

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

On motion of Mr. Eppley, seconded by Mr. McFarland, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. McMillan, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

### **Award Contracts for Sprinkler Installation, Armory, Urbana**

(20) In March 2008, the Board approved the \$2.5 million project to provide a higher level of protection for a heavily utilized, historically significant building. The sprinkler installation throughout the Armory will reduce the extent of possible damage, loss, and assure safe exiting from this building in the event of a fire. The life safety improvements include: the installation of a new automatic wet sprinkler system in the perimeter areas of the building; extension of the existing fire alarm system, including notification to all areas of the building, door hold opens, and additional detection devices; and installation of the new building emergency power system including generator, transfer switch, emergency panels, and distribution to existing building lighting circuits.

Bids have been solicited; and for the project to proceed, the chancellor at Urbana with the concurrence of the appropriate administrative officers recommends that the following contracts be awarded. Competitive bidding procedures in accordance with the Illinois Procurement Code were followed; and the awards are to the lowest responsible bidder in each division on the basis of its base bid and indicated alternate:<sup>1</sup>

#### *Division 5—Electrical Work*

Coleman Electrical Service, Inc.,	Base Bid	\$483,037
Mansfield, IL	Alternate 1	<u>23,800</u>
<i>Total</i>		\$506,837

#### *Division 6—Sprinkler Work*

Fire Suppression Systems, Champaign, IL	Base Bid	\$652,000
<i>Total</i>		\$652,000

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.

Funds for these projects are available from the Academic Facility Maintenance Fund Assessment Fund.

The president of the University concurs.

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

On motion of Mr. Eppley, seconded by Mr. McFarland, these contracts were awarded by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. McMillan, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

<sup>1</sup>Description of Alternate: E-1—Add elevator fire fighter's service upgrade to east elevator.

### **Award Contract for Masonry Repair and Window Replacement, College of Medicine Buildings, Chicago**

(21) This \$3,005,100 deferred maintenance project will include repairing distressed and deteriorating masonry, tuckpointing, replacing steel and masonry lintels, limestone panels and trim, and various masonry anchorage devices and windows at the three College of Medicine Buildings on the Chicago campus with a primary focus on the College of Medicine East Tower building.

The chancellor at Chicago with the concurrence of the appropriate administrative officers recommends that the construction contract for the masonry and window restoration work be awarded. Competitive bidding procedures in accordance with the Illinois Procurement Code were followed; and the award is to the lowest responsible bidder on the basis of its base bid plus the acceptance of indicated alternates.<sup>1</sup>

#### *Division 23—Masonry Work*

Grove Masonry Maintenance, Inc., Alsip, IL	Base Bid	\$1,820,272
	Alt. 1	118,290
	Alt. 2	62,530
	Alt. 3	<u>82,266</u>
<i>Total</i>		\$2,083,358

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.

Funds for this project are available from the sale proceeds of the Certificates of Participation Series 2007A.

The president of the University concurs.

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

On motion of Mr. Eppley, seconded by Mr. McFarland, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. McMillan, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

### **Approve Project for Exterior Repairs and Heating, Ventilation, and Air Conditioning Remediation Phase II, Foreign Languages Building, Urbana**

(22) The Foreign Languages Building is a 117,715 gsf facility on the quadrangle and its 1970s era exterior systems are failing. This \$3.5 million project will address active water infiltration and classroom air distribution and control issues, as well as, restoring the integrity of the central air conditioning system.

Accordingly, the chancellor at Urbana with the concurrence of the appropriate administrative officers recommends that the Foreign Languages Building—Exterior Repairs and HVAC Remediation Phase II be approved with a budget of \$3.5 million.

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.

Funds for this project are available from the Academic Facilities Maintenance Fund Assessment Fund.

The president of the University concurs.

On motion of Mr. Eppley, seconded by Mr. McFarland, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll,

<sup>1</sup>Description of Alternates: Alt. No. 1—Window Replacement (G-1 Work); Alt. No. 2—Window Replacement (G-2 Work); and Alt. No. 3—Window Replacement (G-3 Work).

Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. McMillan, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

**Employ Architect/Engineer for Renovation, Douglas Hall,  
College of Business Administration, Chicago**

(23) In January 2009, the Board approved the Renovation, Douglas Hall, College of Business Administration (CBA) project with a budget of \$16,256,300. The purpose of the renovation of Douglas Hall is to create state-of-the-art classrooms and on-campus administrative space for the CBA. The classrooms will replace existing small classrooms with limited technology with larger, fully-equipped classrooms. Larger classrooms will allow the CBA to deliver its curriculum in a more cost-effective manner as well as having pedagogical advantages at the master's level. Included in the new classrooms will be a working trading floor to capitalize on the CBA's strength in quantitative finance, the new International Center for Futures and Derivatives, and relationships with the Chicago financial exchanges.

In order for the project to proceed, it is necessary to employ an architect/engineer for the required professional services. The selection of the architect/engineer for this project was in accordance with the requirements and provisions of Public Act 87-673 (Architectural, Engineering and Land Surveying Qualifications-Based Selection Act).<sup>1</sup>

Accordingly, the chancellor at Chicago with the concurrence of the appropriate administrative officers recommends that The Architects Enterprise, Ltd., of Chicago, IL, be employed for the professional services required through the warranty phase of the project. The firm's fees through the warranty phase will be a fixed fee of \$1,023,020 and authorized reimbursable expenses estimated at \$90,000.

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.

Funds for this project are available from the institutional funds operating budget, Academic Facilities Maintenance Fund Assessment Fund, and gift/donor funds.

The president of the University concurs.

On motion of Mr. Eppley, seconded by Mr. McFarland, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. McMillan, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

**Employ Architect/Engineer for Renovation,  
Lecture Center F, Chicago**

(24) In January 2009, the Board approved the Renovation, Lecture Center F project with a budget of \$3.2 million. This project will renovate the main corridors and four 2,000 square foot lecture rooms (Rooms F1, F3, F4, and F6) of Lecture Center F. This project also includes upgrades to and replacements of the building's primary mechanical, electrical, and plumbing systems. The work proposed will renovate the classrooms and preparation rooms with new finishes, furniture, and state-of-the-art audio-visual equipment and technologies to support 21<sup>st</sup> century learning pedagogies.

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<sup>1</sup>A selection committee consisting of Clarence Bridges (Facilities Management); Waleed D'Keidek (Office for Capital Programs); Kevin Duff (University Office of Capital Programs and Real Estate Services); John Hiltcher (Office for Capital Programs); James Pierce (College of Business Administration); Greg Quinn (Office for Capital Programs); and Dave Taeyaerts (Campus Learning Environment) interviewed and ranked as most qualified the following firms: Eckenhoff Saunders Architects, Chicago, IL; Skidmore, Owings & Merrill, LLP, Chicago, IL; The Architects Enterprise, Ltd., Chicago, IL; and Valerio Dewalt Train Associates, Inc., Chicago, IL. The committee recommends The Architects Enterprise, Ltd., Chicago, IL, as best meeting the criteria for the project.

In order for the project to proceed, it is necessary to employ an architect/engineer for the required professional services. The selection of the architect/engineer for this project was in accordance with the requirements and provisions of Public Act 87-673 (Architectural, Engineering and Land Surveying Qualifications-Based Selection Act).<sup>1</sup>

Accordingly, the chancellor at Chicago with the concurrence of the appropriate administrative officers recommends that DeStefano and Partners, Ltd., of Chicago, IL, be employed for the professional services required through the Warranty phase of the project. The firm's fees through the Warranty phase will be a fixed fee of \$190,425 and authorized reimbursable expenses estimated at \$20,000.

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.

Funds for this project are available from the Academic Facilities Maintenance Fund Assessment Fund and institutional funds operating budget of the Chicago campus.

The president of the University concurs.

On motion of Mr. Eppley, seconded by Mr. McFarland, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. McMillan, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

### **Employ Architect/Engineer for Infrastructure Repairs, Illini Union, Urbana**

(25) In January 2009, the Board approved the Illini Union Infrastructure Repairs with a budget of \$10.0 million. Phase 1 is a \$5.0 million systems upgrade and will provide for mechanical and electrical system repairs and replacements to the North Building of the Illini Union and life safety/fire alarm upgrades throughout the building. Some of these systems are original to the building and are well beyond their life expectancy.

In order for the project to proceed, it is necessary to employ an architect/engineer for the required professional services. The selection of the architect/engineer for this project was in accordance with the requirements and provisions of Public Act 87-673 (Architectural, Engineering and Land Surveying Qualifications-Based Selection Act).<sup>2</sup>

Accordingly, the chancellor at Urbana with the concurrence of the appropriate administrative officers recommends that Affiliated Engineers, Inc., of Chicago, IL, be employed for the professional services required for the construction documents, bidding, and construction administration phases of the project. The firm's fixed fee will be \$259,000; for on-site observation on an hourly basis not to exceed \$59,850; for warranty phase on an hourly basis not to exceed \$8,750; for authorized reimbursable expenses estimated at \$10,000; and for other supplemental services on an hourly basis not to exceed \$46,500.

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<sup>1</sup>A selection committee consisting of Clarence Bridges (Facilities Management); Waleed D'Keidek (Office for Capital Programs); John Hiltcher (Office for Capital Programs); Fernando Howell (Facility and Space Planning); Karen Quinlan (University Office of Capital Programs and Real Estate Services); Greg Quinn (Office for Capital Programs); and Dave Taeyaerts (Campus Learning Environment) interviewed and ranked as most qualified the following firms: DeStefano and Partners, Ltd., Chicago, IL; FGM Architects, Inc., Oak Brook, IL; LCM Architects, LLC, Chicago, IL; and STR Partners, LLC, Chicago, IL. The committee recommends DeStefano and Partners, Ltd., Chicago, IL, as best meeting the criteria for the project.

<sup>2</sup>A selection committee consisting of Robert Bryant (Facilities and Services), Jim Clarke (Operations Manager of Illini Union), Mulu Ferede (Senior Associate Director of Illini Union), Sean Reeder (University Office of Capital Programs and Real Estate Services), and Sandra Yoo (Facilities and Services) interviewed and ranked as most qualified the following firms: Affiliated Engineers, Inc., Chicago, IL; Building Systems Engineering, Naperville, IL; Clark Dietz, Champaign, IL; and Environmental Systems Design, Chicago, IL. The committee recommends Affiliated Engineers, Inc., Chicago, IL, as best meeting the criteria for the project.

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.

Funds for the project are available from the sale proceeds of the Auxiliary Facilities System Revenue Bonds Series 2009A.

The president of the University concurs.

On motion of Mr. Eppley, seconded by Mr. McFarland, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. McMillan, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

### **Award Contracts for Natural History Survey, Phase 2, Urbana**

(26) In September 2007, the Board approved the design of the Natural History Survey, Phase 2, project that will provide offices, laboratories, and collection space for the Illinois Natural History Survey (INHS) Botany program and a small Crop Sciences collection. Subsequent phases will add an addition to facilitate the INHS Zoological collections. The current phase consists of construction of a two-story steel framed laboratory, office, and herbarium storage building of approximately 22,000 gross square foot (\$317.78 construction cost per gross square foot). The exterior of the building will have precast walls, site cast concrete walls, metal paneling, and glass storefront systems. The ground floor consists of laboratories, miscellaneous storage spaces, mechanical rooms, and a climate controlled herbarium storage area for cataloging of plant specimens. The second floor will have office and laboratory space overlooking a centralized green roof. This project shall achieve a LEED silver rating.

Bids have been solicited; and for the project to proceed, the chancellor at Urbana with the concurrence of the appropriate administrative officers recommends that the following contracts<sup>1</sup> be awarded. Competitive bidding procedures in accordance with the Illinois Procurement Code were followed; and the awards are to the lowest responsible bidder in each division on the basis of its base bid and indicated alternate<sup>2</sup>:

#### *Division 1—General Work*

Associated Constructors, Bloomington, IL	Base Bid	\$2,998,800
	Alt. 1	38,800
<i>Total</i>		\$3,037,600

#### *Division 3—Heating A/C Temp Control Work*

Davis-Houk Mechanical Inc., Urbana, IL	Base Bid	\$524,000
<i>Total</i>		\$524,000

#### *Division 5—Electrical Work*

Potter Electric, Urbana, IL	Base Bid	\$744,600
<i>Total</i>		\$744,600

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.

<sup>1</sup>Contracts for other divisions were awarded that are within the delegated approval levels: Division 2—Plumbing Work, G. A. Rich & Sons, Deer Creek, IL, \$180,570; Division 4—Ventilation Work, Reliable Plumbing & Heating, Savoy, IL, \$416,110; and Division 6—Sprinkler Work, Superior Fire Protection, Forsyth, IL, \$48,495; making a total award of \$4,951,375.

<sup>2</sup>Description of Alternate: Alternate 1—Center roof trellis.

Funds for these projects are available from State appropriated funds operating budget, institutional funds operating budget, and gift funds.

The president of the University concurs.

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

On motion of Mr. Eppley, seconded by Mr. McFarland, these contracts were awarded by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. McMillan, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

### **Award Contracts for Illinois Fire Services Institute Learning Resource and Research Center, Urbana**

(27) In July 2007, the Board approved the Illinois Fire Services Institute Learning Resource and Research Center project, which with a budget of \$9.0 million (\$290.91 construction cost per gross square foot). The addition will expand the existing Fire Service Institute's Library and will include firefighter life safety and homeland security research labs to enhance the Institute's ability to conduct human subject and product research. The project also includes a National Incident Management System-compliant, full-scale, hands-on training facility for Emergency Operations Center and Unified Command Center training, a simultaneous translation classrooms/conference facility for multi-lingual presentations and major conference events, and a Firefighter Memorial Hall to serve as a learning resource center known for firefighter fatality situations. Additional classroom, seminar room, and computer labs will be included to increase the number of simultaneous training activities that can be conducted. Utility infrastructure upgrades will connect the Institute's facility to the campus fiber optic communications and electrical power distributions systems.

Bids have been solicited; and for the project to proceed, the chancellor at Urbana with the concurrence of the appropriate administrative officers recommends that the following contracts<sup>1</sup> be awarded. Competitive bidding procedures in accordance with the Illinois Procurement Code were followed; and the awards are to the lowest responsible bidder in each division on the basis of its base bid and indicated alternates<sup>2</sup>:

#### *Division 1—General Work*

P.J. Hoerr, Inc., Urbana, IL		Base Bid       \$3,336,000 Alternate 1       30,000 Alternate 3       2,000 Alternate 4 <u>90,000</u>
<i>Total</i>		\$3,458,000

#### *Division 3—Plumbing Work*

Reliable Plumbing and Heating Co., Savoy, IL		Base Bid       \$509,015
<i>Total</i>		\$509,015

#### *Division 5—Electrical Work*

Krut's Electric, Inc., Champaign, IL		Base Bid       \$1,092,000 Alternate 2       40,000 Alternate 4 <u>19,800</u>
<i>Total</i>		\$1,151,800

<sup>1</sup>Contracts for other divisions were awarded that are within the delegated approval levels: Division 2—Plumbing Work, A & R Mechanical Contractors, Inc., Urbana, IL, \$258,000; Division 4—Ventilation Work, A & R Mechanical Contractors, Inc., Urbana, IL, \$401,800; and Division 6—Sprinkler Work, Superior Fire Protection Systems, Inc., Forsyth, IL, \$69,500; making a total award of \$5,848,115.

<sup>2</sup>Description of alternates: Alternate 1—Operable partition system; Alternate 2—new services to building 294; Alternate 3—Kiosks; and Alternate 4—parking lot.

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.

Funds for these projects are available from State appropriated funds operating budget and the sale proceeds of the Certificates of Participation Series 2007A.

The president of the University concurs.

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

On motion of Mr. Eppley, seconded by Mr. McFarland, these contracts were awarded by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. McMillan, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

### **Award Contracts for Job Order Contracting 2010 (JOC10), Urbana**

(28) The Job Order Contracting (JOC) System enhances the contracting operations for repairs, minor remodeling, and new construction at the Urbana campus. Budgets will be developed on an individual project basis in connection with specific job orders.<sup>1</sup> It is anticipated that between \$6.0 million and \$8.0 million in construction work will be completed under these Job Order Contracts over the designated four-year contract period.

The chancellor at Urbana with the concurrence of the appropriate administrative officers recommends that the following contracts be awarded. Competitive bidding procedures in accordance with the Illinois Procurement Code were followed; and the awards are to the lowest responsible bidders on the basis of the lowest combined adjustment factor:

Approve award for the general work to F. H. Paschen, S. N. Nielsen and Associates, Inc., Chicago, Illinois, for a Combined Adjustment Factor of 0.9590.

Approve award for the general work to Nogle & Black Mechanical, Inc., Urbana, Illinois, for a Combined Adjustment Factor of 1.0339.

(These JOC contracts will have a maximum value of \$2.0 million each during the initial terms of the contracts, which expire June 30, 2010. The contracts will include an option for three additional one-year terms. The maximum value of each option term per contract shall be \$2.0 million plus any carry over amounts from the initial term or any option term. No individual work order will exceed \$250,000.)

Funds will be identified on a project-by-project basis and may include state appropriated funds, institutional funds, or restricted funds available in the campus operating budget during each fiscal year.

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.

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 Mr. Eppley, seconded by Mr. McFarland, these contracts were awarded by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. McMillan, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

<sup>1</sup>An individual project cost will be determined by the quantities of work required to complete the project, multiplied by the unit prices published in the industry unit price book for the Champaign-Urbana area, multiplied by the applicable price adjustment factor.

### **Award Contract for Relocation, Phase II, Pomology Research Farm, Urbana**

(29) This \$1.9 million project to relocate the Pomology Research Facilities to a site south of Windsor Road and west of Race Street was approved June 2007. In addition to extending electric, gas, water, and telecommunication lines from Lincoln Avenue, the project will include site development and construction of two or three modest research buildings.

Bids have been solicited; and in order for the project to proceed, the chancellor at Urbana with the concurrence of the appropriate administrative officers recommends that the following contract<sup>1</sup> be awarded. Competitive bidding procedures in accordance with the Illinois Procurement Code were followed; and the award is to the lowest responsible bidder on the basis of its base bid:

*Division 1—General Work*

Associated Constructors Co., Inc., Bloomington, IL	Base Bid	\$509,878
<i>Total</i>		\$509,878

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.

Funds for this construction are available from the institutional funds operating budget of the Urbana campus.

The president of the University concurs.

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

On motion of Mr. Eppley, seconded by Mr. McFarland, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. McMillan, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

### **Award Contracts for Job Order Contracting (JOC) System, Chicago**

(30) The Job Order Contracting (JOC) System enhances the contracting operations for minor building alterations, repairs, new construction, and site work at the Chicago campus. Budgets will be developed on an individual basis in connection with specific work orders for minor building alterations, repairs, new construction, and site work on the Chicago campus. The contracts will be awarded for a base term of July 1, 2009, to June 30, 2010, estimated at \$2.0 million and will include four one-year option periods, at a value estimated at \$2.0 million plus any carry over amounts not to exceed \$500,000 from the base term or any option term(s) for each option period. Any option year extension requires approval of the Board based upon an evaluation of the prior year's experience.

The chancellor at Chicago with the concurrence of the appropriate administrative officers recommends that the following contracts be awarded. Competitive bidding procedures in accordance with the Illinois Procurement Code were followed; and the awards are to the lowest responsible bidders on the basis of the lowest combined adjustment factor:

Approve award for the General Work to J-Mac Associates, Ltd., Carol Stream, Illinois, for a Combined Adjustment Factor of 0.7778.

Approve award for the General Work to Meccor Industries, Ltd., Skokie, Illinois, for a Combined Adjustment Factor of 0.9385.

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<sup>1</sup>Contracts for other divisions were awarded that are within the delegated approval levels: Division 2—Plumbing, Davis-Houk Mechanical Inc., Urbana, IL, \$133,800; Division 3—Heating A/C Work, A & R Mechanical Contractors, Inc., Urbana, IL, \$215,000; Division 5—Electrical Work, Witte Electric, Champaign, IL, \$144,650; Division 27—Site Work, A & R Mechanical Services, Inc., Urbana, IL, \$239,932; and Division 29—Utility Site Electrical Work, Glesco Electric, Inc., Urbana, IL, \$155,200; making a total award of \$1,398,460.



Approve award for the General Work to Garco Enterprises, Inc., Bellwood, Illinois, for a Combined Adjustment Factor of 0.9666.

Approve award for the General Work to Old Veteran Construction, Inc., Chicago, Illinois, for a Combined Adjustment Factor of 0.9745.

Approve award for the General Work to Louis Jones Enterprises, Inc., Chicago, Illinois, for a Combined Adjustment Factor of 1.0019.

Bids were based on price adjustment factors that will be applied to pre-established unit prices to determine the value of each work order. The adjustment factors will be applicable to work performed in non-patient care facilities with and without design and patient care facilities with and without design, during normal business hours, and other than normal business hours.

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.

Funds will be identified on a project-by-project basis and may include State appropriated funds, institutional funds, or restricted funds available in the campus operating budget during each fiscal year. A minimum of \$25,000 for work will be guaranteed to each contractor. No individual work order will exceed \$250,000.

The president of the University concurs.

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

On motion of Mr. Eppley, seconded by Mr. McFarland, these contracts were awarded by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. McMillan, Mr. Montgomery, Dr. Schmidt, Mr. Vickrey; no, none; absent, Governor Quinn. (Mr. Shah asked to be recorded as not voting on this item.)

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

### **Approve Project for Stanley O. Ikenberry Commons—Residence Hall No. 2, Phase E, and Forbes Hall Demolition, Phase G, Urbana**

(31) University Housing (Urbana) seeks authorization to initiate the next phases of work, Phase E, construction of the new Residence Hall No. 2 and Phase G, demolition of Forbes Hall. This new LEED Silver building would offer approximately 450 suites or semi-suites configured rooms. In addition to student living spaces, floor lounges, public meeting spaces, professional staff apartments, laundry, and mailroom facilities with appropriate storage, and staff offices would also be provided. Once the new Residence Hall No. 2 is complete, Forbes Hall will be demolished which will allow for continued development of Stanley O. Ikenberry Commons. The \$78.1 million proposed project will provide approximately 180,000 gross square feet (\$296 construction cost per gross square foot) of residence hall.

Accordingly, the chancellor at Urbana with the concurrence of the appropriate administrative officers recommends that the Stanley O. Ikenberry Commons—Residence Hall No. 2, Phase E, and Forbes Hall Demolition, Phase G be approved with a budget of \$78.1 million.

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.

Funds for this project are available from the operating budget of the Urbana Housing Division with anticipated reimbursement from the proceeds of a subsequent sale of auxiliary facilities system revenue bonds.

The president of the University concurs.

On motion of Mr. Eppley, seconded by Mr. McFarland, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. McMillan, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

### **Increase Contract for Expansion, Oak Street Chiller Plant and Distribution System, Urbana**

(32) On March 11, 2009, the Board approved the award of contracts for a project to provide the next increment of chilled water capacity at the Oak Street Chiller Plant to support the recently announced National Center for Supercomputing Applications (NCSA) Petascale Computing Facility. The project includes the installation of a Thermal Energy Storage (TES) tank, which shall be an above-ground, vertical, cylindrical, flat-bottom type tank of all-welded steel construction. The TES system includes foundations, tank erection, internal diffusers, painting, insulation, and hydrotesting. Also included is the extension of the Urbana campus main distribution chilled water, forced main piping, and electrical duct bank as well as the installation of a Pump House. Piping extension shall begin and extend to the Pump House with a First Street connection to existing piping and to the new NCSA Petascale Computing Facility. The Pump House shall be a pre-engineered metal building housing pumps, piping, and equipment necessary to control chilled water flow to/from the TES tank.

Among the contracts awarded at the March meeting, Caldwell Tanks, Inc., Louisville, Kentucky, was awarded the contract in the amount of \$3,133,700 for the TES tank work. Subsequently, it has been determined that an increase in the size of the TES tank originally bid will provide significant additional energy savings. The tank capacity will be increased from 42,700 ton hours to approximately 50,000 ton hours (17 percent increase), and the cost for the larger tank is an additional \$633,321.

Accordingly, the chancellor at Urbana with the concurrence of the appropriate administrative officers recommends the construction contract with Caldwell Tanks, Inc., be increased to \$3,767,021 for the increased TES tank capacity and associated construction work.

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.

Funds for this construction are available from institutional funds operating budget. The president of the University concurs.

On motion of Mr. Eppley, seconded by Mr. McFarland, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. McMillan, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

### **Increase Project Budget for Electrical and Computer Engineering Building, Urbana**

(33) At the September 2008 Board of Trustees meeting, the Board approved the Capital Budget Request for Fiscal Year 2010, which included \$42.0 million from the State for the new Electrical and Computer Engineering (ECE) Building. The Capital Development Board (CDB) had previously released \$3.0 million in January 2006 for planning and design purposes. The project was envisioned in two phases with Phase I budgeted at \$75.0 million, receiving \$45.0 million from the State, and \$30.0 million from private sources. A future Phase II was anticipated at \$20.0 million from other sources.

Subsequent progress in the programming and design of the project has indicated efficiency and economy by merging this into a single phase project. The CDB has recently added \$2.5 million to the budget for anticipated escalation due to inflation, bringing the total sum contributed by the State to \$47.5 million. Thus, the College of Engineering has confirmed their commitment to provide matching donor funds in the amount of \$47.5 million. Therefore the total project budget is \$95.0 million.

This new LEED Silver-certified facility for the internationally acclaimed Department of ECE will provide integrated teaching and research. The multi-story plus basement facility will house a major portion of the ECE department and will consolidate programs and curricula from several other buildings on the north campus. The building will occupy a

site directly south and west of the Beckman Institute and will complete the enclosure of the Oval Allee of the North Engineering Campus.

Accordingly, the chancellor at Urbana with the concurrence of the appropriate administrative officers recommends that the Board approve the increase in project budget for this project to \$95.0 million, an increase of \$20.0 million.

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.

Funds for this project are available from State capital appropriated funds, institutional funds operating budget of the Urbana campus, and gift funds.

The president of the University concurs.

On motion of Mr. Eppley, seconded by Mr. McFarland, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. McMillan, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos; no, Mr. Schmitt.)

### **Amend Construction Manager Agreement for National Center for Supercomputing Applications (NCSA) Petascale Computing Facility, Urbana**

(34) In November 2007, the Board approved the National Center for Supercomputing Applications (NCSA) Petascale Computing Facility with a project budget of \$72.5 million (\$690 construction cost per gross square foot). The project provides NCSA with a facility to house the Blue Waters (Track 1) Data Processing Center and required utility infrastructure. This new 95,000 gross square foot building will be comprised of offices, storage and loading docks, water-cooled data processing machine rooms, and data processing machine room support. In December 2007, EYP Mission Critical Facilities, Inc., of Chicago, was retained to provide architectural and engineering services through the construction administration phase of the project.

In March 2008, the Board approved the employment of Clayco, Chicago, for professional construction management services required for the project for a fixed fee of \$1,422,475 and staff cost on an hourly basis with the total not to exceed \$1,539,848, plus reimbursable expenses estimated to be \$128,675.

The chancellor at Urbana with the concurrence of the appropriate administrative officers recommends an amendment to the professional services agreement with Clayco, Chicago, Illinois, for additional reimbursable expenses estimated to be \$124,044.

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.

Funds for the project are available initially from the institutional funds operating budget with anticipated reimbursement from State appropriations or the Variable-Rate Demand Certificates of Participation (Projects) Taxable Series 2007D.

The president of the University concurs.

On motion of Mr. Eppley, seconded by Mr. McFarland, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. McMillan, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

### **Purchase, Change Order, and Renewal Recommendations**

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

These were presented in one category—purchases, change orders, and renewals 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, change orders, and renewals were:

*From Institutional Funds*

Purchases . . . . .	\$48,304,679
Change Orders . . . . .	2,961,000
Renewals . . . . .	9,568,747

A complete list of the purchases, change orders, and renewals 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 Mr. Eppley, seconded by Mr. McFarland, these recommendations were approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. McMillan, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

**Authorize Settlement**

(36) The university counsel recommends that the Board approve settlement of *McGuigan v. Barua* in the amount of \$2,400,000. The plaintiff, 60-year-old James McGuigan, alleges defendant's improper performance of thoracic spine surgery caused his permanent neurological injuries.

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/ chief financial officer and comptroller concurs.

The president of the University recommends approval.

On motion of Mr. Eppley, seconded by Mr. McFarland, this recommendation was approved by the following vote: Aye, Dr. Carroll, Mr. Eppley, Mr. McFarland, Mr. McMillan, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn. (Messrs. Bruce, Dorris, and Montgomery asked to be recorded as not voting on this item.)

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

**Authorize Settlement**

(37) The university counsel recommends that the Board approve payment of \$3,000,000 as its contribution to the settlement of *Olguin v. Chibas, et al.* St. Paul Insurance, as the excess insurance provider, will pay the remainder of the settlement. The plaintiff alleges defendants' failure to recognize fetal distress and accomplish an expedient delivery resulted in permanent neurological injuries to newborn Leslie Olguin.

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/ chief financial officer and comptroller concurs.

The president of the University recommends approval.

On motion of Mr. Eppley, seconded by Mr. McFarland, this recommendation was approved by the following vote: Aye, Dr. Carroll, Mr. Eppley, Mr. McFarland, Mr. McMillan, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn. (Messrs. Bruce, Dorris, and Montgomery asked to be recorded as not voting on this item.)

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

### **Disclose Certain Minutes of Executive Sessions Pursuant to Open Meetings Act**

(38) Under the Open Meetings Act passed by the General Assembly, public bodies subject to the Act that conduct business under exceptions specified in the Act must, at least every six months, determine whether the need for confidentiality still exists with respect to each item considered under such exception.

Items appearing in minutes from October 1999 through January 2008 that have been heretofore unreleased are recommended for release at this time.

The university counsel and the secretary of the Board, having consulted with appropriate University officers, recommend that the following matters considered in executive session for the time period indicated above be made available to the public at this time.

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.

### **Executive Session Minutes Released to the Public**

#### **November 13, 2003, Page 403**

Mr. Bearrows reported a favorable decision following the bench trial in the Levenstein case in which Joseph Levenstein, M.D., sued the University on several bases related to his employment. Mr. Bearrows offered positive comments about the outside counsel, Jenner + Block LLP.

#### **November 10, 2005, Page 467**

##### **Traffic Accident Involving the Death of a Student, Urbana**

Mr. Bearrows told the board that there was probable litigation affecting the University stemming from the traffic accident near the Urbana campus involving a Mass Transit District bus in Champaign-Urbana and a student in late September. He said his office would retain counsel to be prepared to defend the University if necessary.

On motion of Mr. Eppley, seconded by Mr. McFarland, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. McMillan, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

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

(39) The president presented the following report:

#### **Establish a Joint Master of Business Administration (M.B.A.) and any Master's or Ph.D., Graduate College and College of Business, Urbana**

The Graduate College has approved, on behalf of the Urbana-Champaign Senate, a proposal from the Graduate College and College of Business to establish a Joint Master of Business Administration (M.B.A.) and any Master's or Ph.D.

The establishment of the Joint Master of Business Administration (M.B.A.) and any Master's or Ph.D. allows students seeking a Master's or Ph.D. in another college, school, or department to jointly earn an M.B.A. The joint degree adds to the academic strength on campus, fosters interdisciplinary study and collaboration, and enhances the academic program of students both within and outside the MBA. Students would benefit from an interdisciplinary program that encourages them to incorporate and intertwine the content of their two disciplines while still retaining the full educational value of each degree.

**Revise the Illinois Integrated Veterinary Professional Curriculum in the  
College of Veterinary Medicine, College of Veterinary Medicine, Urbana**

The Urbana-Champaign Senate has approved a proposal from the College of Veterinary Medicine to revise the Illinois Integrated Veterinary Professional Curriculum in the College of Veterinary Medicine.

The request to revise the Illinois Integrated Veterinary Professional Curriculum is in response to societal and technical expectations that challenge the more traditional means of delivering veterinary curricula. The proposed revised curricula addresses these societal and technological challenges and responds to outcomes assessment in which graduates repeatedly recommend increased integration of clinical experiences with basic science subject matter to improve the medical relevancy throughout the curriculum.

**Convert the Graduate Options in Food Science and Human Nutrition  
to Establish a Food Science Concentration and Human Nutrition  
Concentration in the M.S. and Ph.D. in Food Science and Human Nutrition,  
College of Agricultural, Consumer and Environmental Sciences, Urbana**

The Urbana-Champaign Senate has approved a proposal from the College of Agricultural, Consumer and Environmental Sciences to convert the Graduate Options in Food Science and Human Nutrition and establish a Food Science Concentration and Human Nutrition Concentration in the M.S. and Ph.D. in Food Science and Human Nutrition.

The request to convert the Graduate Options in the Food Science and Human Nutrition into Concentrations will document the specific training for those seeking to verify the educational background of our graduates. While food science and nutrition are highly related disciplines, in reality, the academic fields are substantially different in formal training and career opportunities. Currently the degree title suggests expertise in both fields while most students obtain training in only one.

**Eliminate the Concentration in Glass in the B.F.A. in Crafts in the  
School of Art and Design, College of Fine and Applied Arts, Urbana**

The Urbana-Champaign Senate has approved a proposal from the College of Fine and Applied Arts to eliminate the Concentration in Glass in the B.F.A. in Crafts.

The request to eliminate the Concentration in Glass in the B.F.A. in Crafts is due to a combination of small enrollment, the departure of the only faculty member that staffed the program, and to allow the glass production facility to be closed.

**Establish a Minor in Hindi Studies,  
College of Liberal Arts and Sciences, Urbana**

The Urbana-Champaign Senate has approved a proposal from the College of Liberal Arts and Sciences to establish a Minor in Hindi Studies.

The establishment of a minor in Hindi Studies will meet the steadily increasing enrollments in the Hindi program and the expressed interest of the students for broadening and complementing their disciplinary majors with a minor. The minor will also expand the scope and focus of International Studies by offering students the chance to opt for a focused and deeper knowledge of Hindi language and culture.

**Establish an Interdisciplinary Minor in Museum Studies,  
Graduate College and College of Liberal Arts and Sciences, Urbana**

The Urbana-Champaign Senate has approved a proposal from the Graduate College and College of Liberal Arts and Sciences to establish an Interdisciplinary Minor in Museum Studies.

The proposed minor will provide students with the applied theory required to work with or in museums, while also enabling them to become knowledge specialists in their particular disciplines. Student and faculty interest in museum studies is high due to: (a) the role of museums in global tourism, urban economic development, multiculturalism, and

the creation of identities; (b) the museums as sites of both research and employment; and (c) the way in which museums act as intersections between a broad range of academic disciplines. The minor has the potential to be at the cutting edge of research and practice, bringing top quality graduate students to the University, and to attract significant positive attention to the University by enhancing the quality of research, teaching, and service.

**Eliminate the Elementary Education-Certification  
Concentration in the Ed.M. in Elementary Education,  
Graduate College and College of Education, Urbana**

The Urbana-Champaign Senate has approved a proposal from the Graduate College and College of Education to eliminate the Elementary Education-Certification Concentration in the Ed.M. in Elementary Education.

The Elementary Education-Certification Concentration is no longer needed. Students applying to this program will be in Elementary Education. The concentration is redundant.

**Establish the Joint Degree M.A. in African Studies and M.S. in Library  
and Information Science, Graduate College, College of Liberal Arts and  
Sciences, and Graduate School of Library and Information Science, Urbana**

The Graduate College has approved, on behalf of the Urbana-Champaign Senate, a proposal from the Graduate College, the College of Liberal Arts and Sciences, and the Graduate School of Library and Information Sciences to establish a Joint Degree M.A. in African Studies and M.S. in Library and Information Science.

The request to establish the joint degree M.A. in African Studies and M.S. in Library and Information Science addresses the need to serve students who have an interest in African Studies and in a career in librarianship. It will also help internationalize the Graduate School of Library and Information Science curriculum and encourage more research in African and African diaspora studies and in library and information science.

**Establishment of the Master of Science in Clinical and Translational  
Science/Doctor of Pharmacy Joint Degree Program,  
School of Public Health and College of Pharmacy, Chicago**

The Chicago Senate with the recommendation of the School of Public Health and the College of Pharmacy has approved the establishment of the Master of Science (M.S.) in Clinical and Translational Science and the Doctor of Pharmacy (Pharm.D.) Joint Degree Program.

The proposed five-year program will prepare pharmacy school graduates with the skills required to combine their clinical knowledge with the knowledge and skills needed to conduct research to prepare them for careers as researchers in the clinical and translational sciences. The joint degree program will be available to pharmacy students with a mentored research requirement that will draw on their clinical and research training. The program will typically require one year beyond the commitment for the Doctor of Pharmacy program.

No more than 12 hours will consist of shared coursework.

**Establishment of the Concentration in Nonprofit Management,  
Master of Public Administration, College of Urban Planning  
and Public Affairs, Chicago**

The Chicago Senate with the recommendation of the College of Urban Planning and Public Affairs and its Department of Public Administration has approved the establishment of the Concentration in Nonprofit Management within the Master of Public Administration (M.P.A.) program.

The Department of Public Administration in the College of Urban Planning and Public Affairs is proposing a concentration in nonprofit management as an additional

concentration option for students in the M.P.A. program. There is significant interest among current and prospective students, as well as recent graduates of the program, in nonprofit management as an area of study. Much of this interest stems from the fact that students increasingly anticipate careers that span the boundaries between the public and nonprofit sectors.

The concentration will require students to complete three courses for a total of 12 credit hours.

#### **Redesignation of the Minor in Real Estate as the Minor in Urban Real Estate, College of Liberal Arts and Sciences, Chicago**

The Chicago Senate with the recommendation of the College of Liberal Arts and Sciences and its Department of Economics has approved the redesignation of the Minor in Real Estate as the Minor in Urban Real Estate.

Adding the adjective “urban” reflects the focus of this program on issues pertaining to real estate in big cities, and also its broad perspective encompassing urban and regional economics.

The Minor in Urban Real Estate requires 18 hours of coursework.

#### **Redesignation of the Minor in Labor Markets and Workforce Development as the Minor in Human Capital and Labor Markets, College of Liberal Arts and Sciences, Chicago**

The Chicago Senate with the recommendation of the College of Liberal Arts and Sciences and its Department of Economics has approved the redesignation of the Minor in Labor Markets and Workforce Development as the Minor in Human Capital and Labor Markets.

The title “Human Capital and Labor Markets” reflects the various aspects of human capital covered by this minor, including labor, education, demography, and health, using both economic and sociological perspectives.

The Minor in Human Capital and Labor Markets requires 18 hours of coursework.

#### **Reorganization of the Concentrations in the Major in English, Bachelor of Arts in Liberal Arts and Sciences, College of Liberal Arts and Sciences, Chicago**

The Chicago Senate with the recommendation of the College of Liberal Arts and Sciences and its Department of English has approved the reorganization of the concentrations in the Major in English for the Bachelor of Arts in Liberal Arts and Sciences.

The concentrations within the Major in English have been reduced from a total of eleven to four. Many of the current concentrations have been eliminated, and courses within them have been redistributed; while some current concentrations have been combined. The new concentrations are: British and Anglophone Literature; American Literature; Media, Rhetorical and Cultural Studies; and Creative Writing.

The previously large number of concentrations made it difficult for the department to offer a sufficient number of courses to ensure that students completed their concentrations. Reducing the number of concentrations will streamline the major and make it easier for students and their advisors to track students’ progress toward degree.

Students choose three courses within a concentration for a total of nine credit hours.

#### **Establishment of Undergraduate Minor in the Communication Department, College of Liberal Arts and Sciences, Springfield**

The Springfield Senate has approved a proposal from the Communication Department within the College of Liberal Arts and Sciences to establish an Undergraduate Minor in Theatre.

The minor is designed to provide an opportunity for students to formally broaden their theatrical knowledge and experiences. Students completing this minor will develop a strong sense of teamwork, as the process of creating theatre is largely collaborative, and



learning about creating theatre fosters collaborative skills, necessary in today's marketplace. The minor will provide the aspiring theatre student an enhanced professional setting in which to work as a theatre artist. The critical thinking and creative team skills learned throughout a theatre minor are widely needed and applicable to numerous professions and occupations.

**Elimination of Minor in Labor Relations, Department of Political Science,  
College of Public Affairs and Administration, Springfield**

The Springfield Senate has approved a proposal from the Department of Political Science within the College of Public Affairs and Administration to eliminate the Minor in Labor Relations. The Minor in Labor Relations is no longer viable. The minor was offered through the joint efforts of three professors from the Political Science and Legal Studies departments, all of whom have retired as of August 2007. The expertise of these professors was not replaced. There are no students currently pursuing this minor and the last time a course was offered for the minor was Spring 2006.

This report was received for record.

**Investment Report for the Quarter Ended March 31, 2009**

(40) The comptroller presented this report as of March 31, 2009. A copy has been filed with the secretary of the Board.

This report was received for record.

**Report on Compliance Activities for Calendar Year 2008,  
University of Illinois Medical Center at Chicago**

(41) This report prepared in compliance with the Joint Commission on Accreditation of Healthcare Organizations was presented to the Board for record. A copy has been filed with the secretary of the Board.

**Technology Commercialization Highlights,  
Fiscal Year 2009, Third Quarter**

(42) 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.

**Report of the Secretary:  
Selection of Student Members of the  
University of Illinois Board of Trustees, 2009-2010**

(43) The secretary presented the following report:

*Urbana-Champaign campus*

The election was held on March 3-4, 2009, and Matthew M. Reschke was elected.

The total number of votes cast for student trustee was 5,972. The tally for each candidate was:

Dan Weber (not certified)	2,251
Matthew Reschke	1,579
Roberto "Berto" Martell	778
Chris Chung	420
Christopher Cox	349
Martin St. Aubin	314
Dan Martin	123
Total ballots with write-in votes for this office	158

Mr. Reschke is majoring in Premed/Integrative Biology and is from Wilmette, Illinois. His future plans include medical school and a specialization in surgery. During his leisure time, he enjoys sailing and traveling.

*Chicago campus*

The election was held on April 15-16, 2009, and Bogdan V. "Dan" Zavorotny was elected. The total number of votes cast for student trustee was 2,558. The tally for each candidate was:

Joel Ebert (not certified)	1,125
Dan Zavorotny	759
Roshina Khan	674

Mr. Zavorotny of Gurnee, Illinois, is a senior Pre-Pharmacy/Economics major in the College of Liberal Arts and Sciences. During the 2008-2009 academic year, he served as chair of the External Affairs Sub-Committee of the Undergraduate Student Government and president of Beta Kappa Zeta fraternity. In his first year at UIC, Mr. Zavorotny was a member of the Pre-Pharmacy Club. He is a recipient of the 2009 "Mr. Greek of the Year at UIC" Award and has been a member of the Dean's List every year since 2007.

*Springfield campus*

The Student Government Association Election was held April 15 and 16, 2009, and Derek Felix was elected as the Springfield campus student representative to the University of Illinois Board of Trustees. Derek was unopposed on the ballot. The tally was:

Derek Felix	155
No Vote	48

Mr. Felix is a junior in the Capital Scholars Program, with a double major in accounting and business administration. This past year he has been the senator to the College of Business and Management on UIS' Student Government Association. He currently works as a front desk attendant at The Recreation and Athletic Center on the UIS campus.

A 2006 graduate of Lyons Township High School, Mr. Felix is from LaGrange Park, Illinois.

This report was received for record.

**SECRETARY'S REPORT**

The secretary presented for record changes to academic appointments for contract year 2008-09, new hires, reappointed retirees, 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, Chicago, and Springfield campuses on the dates indicated.

**Summary**

**Urbana-Champaign**

*Degrees Conferred May 17, 2009*

*Graduate Degrees*

Doctor of Audiology.....	4
Doctor of Education .....	6
Doctor of Musical Arts .....	22
Doctor of Philosophy .....	255
Doctor of the Science of Law .....	3
<i>Total, Doctors .....</i>	<i>(290)</i>

Master of Accounting Science .....	188
Master of Architecture .....	70
Master of Arts .....	131
Master of Business Administration.....	179
Master of Computer Science.....	10
Master of Education.....	107
Master of Fine Arts.....	33
Master of Human Resources and Industrial Relations .....	28
Master of Landscape Architecture .....	6
Master of Laws.....	35
Master of Music .....	44
Master of Music Education.....	3
Master of Science .....	653
Master of Social Work .....	26
Master of Urban Planning .....	9
<i>Total, Masters.....</i>	<i>(1,522)</i>
<i>Certificate of Advanced Study</i>	
Educational Organization and Leadership .....	2
Special Education.....	1
Library and Information Science .....	2
<i>Total, Certificates.....</i>	<i>(5)</i>
<i>Total, Graduate Degrees.....</i>	<i>1,817</i>
<i>Professional Degrees</i>	
College of Law	
Juris Doctor.....	180
College of Veterinary Medicine	
Doctor of Veterinary Medicine.....	104
<i>Total, Professional Degrees .....</i>	<i>284</i>
<i>Undergraduate Degrees</i>	
College of Agricultural, Consumer and Environmental Sciences	
Bachelor of Science.....	463
Bachelor of Science in Agriculture .....	2
<i>Total, College of ACES .....</i>	<i>(465)</i>
College of Applied Health Sciences	
Bachelor of Science.....	365
College of Business	
Bachelor of Science.....	705
College of Education	
Bachelor of Science.....	156
College of Engineering	
Bachelor of Science.....	764
College of Fine and Applied Arts	
Bachelor of Fine Arts .....	140
Bachelor of Landscape Architecture .....	28
Bachelor of Music .....	40
Bachelor of Music Education .....	26
Bachelor of Science in Architectural Studies.....	125
<i>Total, College of Fine and Applied Arts.....</i>	<i>(390)</i>
College of Liberal Arts and Sciences	
Bachelor of Arts.....	21
Bachelor of Arts in Liberal Arts and Sciences .....	1,310

Bachelor of Science.....	972
Bachelor of Science in Liberal Arts and Sciences.....	117
<i>Total, College of Liberal Arts and Sciences.....</i>	<i>(2,420)</i>
College of Media	
Bachelor of Science.....	202
Bachelor of Science in Journalism.....	83
<i>Total, College of Media.....</i>	<i>(285)</i>
Institute of Aviation	
Bachelor of Science in Aviation Human Factors.....	17
<i>Total, Undergraduate Degrees.....</i>	<i>5,567</i>
<i>Total, Degrees Conferred May 17, 2009.....</i>	<i>7,668</i>

### Chicago

#### *Degrees Conferred July 19, 2008*

College of Applied Health Sciences	
Bachelor of Science.....	9
College of Architecture and the Arts	
Bachelor of Arts.....	13
Bachelor of Fine Arts.....	4
<i>Total, College of Architecture and the Arts.....</i>	<i>(17)</i>
College of Business Administration	
Bachelor of Science.....	83
College of Dentistry	
Doctor of Dental Surgery.....	2
College of Engineering	
Bachelor of Science.....	18
Bachelor of Science in Civil Engineering.....	1
<i>Total, College of Engineering.....</i>	<i>(19)</i>

#### *Graduate Programs*

Doctor of Occupational Therapy.....	3
Doctor of Philosophy.....	100
Master of Architecture.....	2
Master of Arts.....	40
Master of Business Administration.....	123
Master of Education.....	28
Master of Engineering.....	2
Master of Fine Arts.....	5
Master of Health Care Administration.....	1
Master of Health Professions Education.....	2
Master of Public Administration.....	8
Master of Science.....	184
Master of Science in Teaching.....	1
Master of Social Work.....	3
Master of Urban Planning and Policy.....	18
<i>Total, Graduate Programs.....</i>	<i>(520)</i>
College of Liberal Arts and Sciences	
Bachelor of Arts.....	153
Bachelor of Science.....	49
<i>Total, College of Liberal Arts and Sciences.....</i>	<i>(202)</i>

College of Medicine	
Doctor of Medicine (Chicago).....	4
Doctor of Medicine (Rockford).....	1
<i>Total, College of Medicine.....</i>	<i>(5)</i>
College of Pharmacy	
Doctor of Pharmacy.....	2
School of Public Health	
Doctor of Public Health.....	1
Master of Public Health.....	23
<i>Total, School of Public Health.....</i>	<i>(24)</i>
<i>Total, Degrees Conferred July 19, 2008.....</i>	<i>883</i>
<i>Degrees Conferred December 13, 2008</i>	
College of Applied Health Sciences	
Bachelor of Science.....	35
College of Architecture and the Arts	
Bachelor of Arts.....	12
Bachelor of Fine Arts.....	12
<i>Total, College of Architecture and the Arts.....</i>	<i>(24)</i>
College of Business Administration	
Bachelor of Science.....	271
College of Dentistry	
Advance Certificate.....	1
Bachelor of Science.....	40
Doctor of Dental Surgery.....	2
<i>Total, College of Dentistry.....</i>	<i>(43)</i>
College of Engineering	
Bachelor of Science.....	128
<i>Graduate Certificates</i>	
Nursing.....	1
<i>Graduate Programs</i>	
Doctor of Occupational Therapy.....	1
Doctor of Philosophy.....	77
Master of Architecture.....	2
Master of Arts.....	44
Master of Arts in Teaching.....	1
Master of Business Administration.....	127
Master of Education.....	53
Master of Engineering.....	9
Master of Fine Arts.....	1
Master of Health Care Administration.....	1
Master of Health Professions Education.....	1
Master of Public Administration.....	4
Master of Science.....	175
Master of Science in Teaching.....	10
Master of Urban Planning and Policy.....	11
<i>Total, Graduate Programs.....</i>	<i>(517)</i>
College of Liberal Arts and Sciences	
Bachelor of Arts.....	376
Bachelor of Science.....	118
<i>Total, College of Liberal Arts and Sciences.....</i>	<i>(494)</i>

College of Medicine	
Doctor of Medicine (Chicago).....	1
Doctor of Medicine (Peoria).....	1
Doctor of Medicine (Rockford).....	3
Doctor of Medicine (Urbana).....	1
<i>Total, College of Medicine.....</i>	<i>(6)</i>
College of Nursing	
Bachelor of Science.....	1
College of Pharmacy	
Doctor of Pharmacy.....	4
School of Public Health	
Doctor of Public Health.....	1
Master of Public Health.....	25
<i>Total, School of Public Health.....</i>	<i>(26)</i>
<i>Total, Degrees Conferred December 13, 2008.....</i>	<i>1,550</i>
<i>Degrees Conferred May 6-10, 2009</i>	
College of Applied Health Sciences	
Bachelor of Science.....	107
Doctor of Physical Therapy.....	26
<i>Total, College of Applied Health Sciences.....</i>	<i>(133)</i>
College of Architecture and the Arts	
Bachelor of Arts.....	25
Bachelor of Fine Arts.....	92
Bachelor of Science.....	45
<i>Total, College of Architecture and the Arts.....</i>	<i>(162)</i>
College of Business Administration	
Bachelor of Science.....	353
College of Dentistry	
Advance Certificate.....	22
Doctor of Dental Surgery.....	80
<i>Total, College of Dentistry.....</i>	<i>(102)</i>
College of Education	
Bachelor of Arts.....	51
College of Engineering	
Bachelor of Science.....	193
Certificate of Advanced Study	
Applied Health Sciences.....	4
<i>Graduate Certificates</i>	
Nursing.....	2
<i>Graduate Programs</i>	
Doctor of Education.....	1
Doctor of Occupational Therapy.....	2
Doctor of Philosophy.....	106
Master of Architecture.....	26
Master of Arts.....	96
Master of Arts in Teaching.....	5
Master of Business Administration.....	141
Master of Education.....	106
Master of Engineering.....	14
Master of Fine Arts.....	23
Master of Health Care Administration.....	12

Master of Health Professions Education.....	2
Master of Public Administration .....	22
Master of Science .....	263
Master of Science in Teaching.....	3
Master of Social Work .....	185
Master of Urban Planning and Policy.....	29
<i>Total, Graduate Programs.....</i>	<i>(1,036)</i>
College of Liberal Arts and Sciences	
Bachelor of Arts.....	724
Bachelor of Science.....	306
<i>Total, College of Liberal Arts and Sciences.....</i>	<i>(1,030)</i>
College of Medicine	
Doctor of Medicine (Chicago).....	176
Doctor of Medicine (Peoria).....	44
Doctor of Medicine (Rockford) .....	41
Doctor of Medicine (Urbana) .....	18
<i>Total, College of Medicine.....</i>	<i>(279)</i>
College of Nursing	
Bachelor of Science.....	149
College of Pharmacy	
Doctor of Pharmacy .....	153
School of Public Health	
Master of Public Health .....	48
College of Urban Planning and Public Affairs	
Bachelor of Arts.....	11
<i>Total, Degrees Conferred May 6-10, 2009.....</i>	<i>3,706</i>

### Springfield

*Degrees Conferred July 26, 2008<sup>1</sup>*

College of Business and Management	
Bachelor of Arts.....	13
Bachelor of Business Administration.....	15
Master of Arts .....	5
Master of Business Administration.....	7
Master of Science .....	7
<i>Total, College of Business and Management.....</i>	<i>(47)</i>
College of Education and Human Services	
Bachelor of Social Work .....	6
Master of Arts .....	39
<i>Total, College of Education and Human Services .....</i>	<i>(45)</i>
College of Liberal Arts and Sciences	
Bachelor of Arts.....	56
Bachelor of Science.....	7
Master of Arts .....	10
Master of Science .....	28
<i>Total, College of Liberal Arts and Sciences.....</i>	<i>(101)</i>
College of Public Affairs and Administration	
Bachelor of Arts.....	22
Master of Arts .....	30

<sup>1</sup>Twelve Certificates of Advanced Study and ten IBHE-approved certificates (post baccalaureate or graduate) were also awarded.

Master of Public Administration .....	6
Master of Public Health .....	1
Master of Science .....	1
Doctor of Public Administration .....	1
<i>Total, College of Public Affairs and Administration.....</i>	<i>(61)</i>
<i>Total, Degrees Conferred July 26, 2008.....</i>	<i>254</i>
<i>Degrees Conferred December 20, 2008<sup>1</sup></i>	
College of Business and Management	
Bachelor of Arts.....	21
Bachelor of Business Administration .....	28
Master of Arts .....	7
Master of Business Administration.....	5
Master of Science .....	18
<i>Total, College of Business and Management.....</i>	<i>(79)</i>
College of Education and Human Services	
Bachelor of Social Work .....	6
Master of Arts .....	53
<i>Total, College of Education and Human Services .....</i>	<i>(59)</i>
College of Liberal Arts and Sciences	
Bachelor of Arts.....	68
Bachelor of Science.....	31
Master of Arts .....	15
Master of Science .....	57
<i>Total, College of Liberal Arts and Sciences.....</i>	<i>(171)</i>
College of Public Affairs and Administration	
Bachelor of Arts.....	24
Master of Arts .....	3
Master of Public Administration .....	22
Master of Public Health .....	7
Doctor of Public Administration.....	1
<i>Total, College of Public Affairs and Administration.....</i>	<i>(57)</i>
<i>Total, Degrees Conferred December 20, 2008.....</i>	<i>366</i>
<i>Degrees Conferred May 16, 2009<sup>2</sup></i>	
College of Business and Management	
Bachelor of Arts.....	38
Bachelor of Business Administration .....	45
Master of Arts .....	13
Master of Business Administration.....	21
Master of Science .....	17
<i>Total, College of Business and Management.....</i>	<i>(134)</i>
College of Education and Human Services	
Bachelor of Social Work .....	14
Master of Arts .....	69
<i>Total, College of Education and Human Services .....</i>	<i>(83)</i>
College of Liberal Arts and Sciences	
Bachelor of Arts.....	139
Bachelor of Science.....	50
Master of Arts .....	23

<sup>1</sup>Two IBHE-approved certificates (post baccalaureate or graduate) were also awarded.

<sup>2</sup>Four IBHE-approved certificates (post baccalaureate or graduate) were also awarded.



Master of Science .....	27
<i>Total, College of Liberal Arts and Sciences.....</i>	<i>(239)</i>
College of Public Affairs and Administration	
Bachelor of Arts.....	35
Master of Arts .....	21
Master of Public Administration .....	29
Master of Public Health .....	4
Master of Science .....	1
Doctor of Public Administration.....	4
<i>Total, College of Public Affairs and Administration.....</i>	<i>(94)</i>
<i>Total, Degrees Conferred May 16, 2009.....</i>	<i>550</i>

**BOARD MEETING RECESSED FOR  
MEETING OF UNIVERSITY HOSPITAL COMMITTEE**

Mr. Vickrey, chair of the University Hospital Committee, convened this meeting and asked Mr. John J. DeNardo, CEO, HealthCare System, Chicago, and Dr. Joseph A. Flaherty, dean, College of Medicine, to report on the hospital’s financial performance (materials on file with the secretary).

Mr. DeNardo stated that the hospital had felt the impact of a weak economy this year and said that there were several volume changes from March 31, 2008, to March 31, 2009, including: discharges of patients, a decrease in patient days, no significant change in surgical procedures, and a slight increase in outpatient visits. He also said that charity care had increased dramatically to \$27.4 million for Fiscal Year 2009 and that the hospital’s bad debts had increased as unemployment increased. Further, he said that unfunded mandates were increasing, interest expense had risen to 9.4 percent and investment income had turned to losses, and there was a growing delay in receipt of receivables.

He said that the economic stimulus program could help the health care enterprise with information system improvements and additional funds for health care services. However, he said that there is a suggestion that there will be reductions in resident reimbursement formulas and a disproportionate share of funding calculations. He said that the growing State cash deficits were affecting the State’s bond rating and ultimately would have an impact on the hospital’s debt costs. He said that a replacement of the intergovernmental transfer agreement for reimbursement with a new payment methodology is imminent, which would have a negative impact on the hospital. He then reviewed census data and the financial performance of the hospital, and said that the hospital’s operating income is \$7.9 million below budget.

Dean Flaherty spoke next and presented a report on the financial performance of the physicians’ group plan. He said that revenue for FY 2009 was \$168.0 million, for a 2.2 percent increase. He attributed this to enhanced brand reputation of the medical center and market presence. He stated that there was a diversified payer mix that were important partnerships with the college and medical center, the outpatient care center, and strategic external hospitals and groups.

Dean Flaherty then introduced Dr. Dimitri Azar, head of the Department of Ophthalmology, and said that Dr. Azar is an example of a tradition of excellence at the college and medical center, and invited comments from Dr. Azar.

Dr. Azar addressed the Board and said that the department seeks a variety of different cases for treatment and research (materials on file with the secretary). He reported that nearly all of the faculty members in the department have been ranked as top doctors nationally and that the residents are highly ranked as well. He then said that the department is practicing 21<sup>st</sup> century medicine in a mid-20<sup>th</sup> century facility, the Eye and Ear Infirmary. He told the Board that recently he found it necessary to move a research program to the Lions of Illinois Research Center next door to the Eye and Ear Infirmary. Dr. Azar stated that the department has research programs on vision diseases of the elderly and noted that this group in the population is expected to double in number in the next few decades. He said that patient volume in his department could double if there were space available. He also said that most surgery is done on an outpatient basis and for this the department needs a surgi-center. He then thanked the Board for the opportunity to bring them this brief report. This concluded the hospital committee meeting.

### **BOARD MEETING RESUMED**

The Board meeting resumed in regular session at 4:15 p.m.

Mr. Montgomery asked about the recent vandalism to Native American art work at the Urbana campus. Chancellor Herman said that efforts are underway to provide more surveillance of this area of the campus in hopes of preventing further vandalism.

Mr. Shah recognized two of the newly-elected student trustees who had joined the meeting, Mr. Matthew Reschke from Urbana, and Mr. Derek Felix from Springfield and congratulated them on their election to the Board.

### **STUDENT TRUSTEES' REPORTS**

Mr. Shah invited Mr. Schmitt to report. Mr. Schmitt presented a video that the students at Urbana had produced for use in meeting with legislators in Springfield that illustrates the needs of the Urbana campus and interviews students about their concerns regarding tuition. He thanked Ms. Jaclyn O'Day, president of the Illinois Student Senate, for her work on this video (on file with the secretary).

Mr. Pittos spoke next and stated that the Daley Forum had been a great success this year and afforded students an opportunity for intellectual discussion about national and international planning regarding the economy and cities. He also said that the commencement ceremonies were very impressive. In addition, he thanked Mr. McMillan for taking time to spend a day on the Chicago campus the day before touring the campus and speaking with various individuals and groups. In closing, he said he plans to apply to the College of Pharmacy next year, and he thanked the Board for the opportunity of serving with them for the last few months.

Mr. McFarland then reported and said that at the Springfield campus there had been a march called "Take Back the Night" to protest violence that involved both Lincoln Land Community College and the Springfield campus, and a campaign referred to as "Know Your Rights," that dealt with police searches and seizure. He told the Board that he was one of three

students from the Springfield campus chosen to serve as Dunn Fellows next year in the Governor's office. He also apprised the Board of recent successes of the Public Affairs Reporting Program. Mr. McFarland then introduced his successor, Mr. Derek Felix, who was observing the Board meeting today. In closing, Mr. McFarland thanked the Board and the staff for a good year, and quoted from Abraham Lincoln, "To this place and to these people I owe everything."

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

Chair Shah called attention to the schedule of meetings for the next few months: July 22-23, Chicago; September 10, Urbana; and November 12, Springfield. He also noted that the date of the March meeting in 2010 would be March 10.

There being no further business, the Board adjourned.

MICHELE M. THOMPSON  
*Secretary*

NIRANJAN S. SHAH  
*Chair*