

**Contact: Andrea Anania**

**MINUTES OF FEBRUARY 24-25, 2016, BOARD MEETING**

**FEBRUARY 24, 2016  
ALUMNI CENTER, UELNER EXECUTIVE BOARD ROOM  
ALUMNI CENTER, HORTON MULTI-PURPOSE ROOM  
IOWA STATE UNIVERSITY, AMES, IOWA**

**FEBRUARY 25, 2016  
GREAT HALL, MEMORIAL UNION  
IOWA STATE UNIVERSITY, AMES, IOWA**

<b>Board Members</b>	<b>February 24, 2016</b>	<b>February 25, 2016</b>
Mary Andringa	Present	Present
Sherry Bates	Present	Present
Patty Cownie	Present	Present
Milt Dakovich	Present	Present
Rachael Johnson	Present	Present
Larry McKibben	Present	Present
Katie Mulholland	Present	Present
Bruce Rastetter	Present	Present
Subhash Sahai	Present	Present

**Board Office**

Andrea Anania, Brock Ascher, Brad Berg, Mark Braun, Aimee Claeys, Laura Dickson, Bob Donley, Diana Gonzalez, Josh Lehman, John Nash, Joan Racki, Patrice Sayre, Todd Stewart

**Regent Institutions**

SUI Bruce Harreld, Barry Butler, Rod Lehnertz  
Jean Robillard, Ken Fisher, Ken Kates  
Joe Clamon, Kristen Constant, Tom Lograsso, Kalpaj Parekh, Von Stange,  
Julia Klesney-Tait

ISU Steven Leath, Warren Madden, Jonathan Wickert  
Mohamed Ali, Peter Englin, Martino Harmon, Brent Shanks

UNI Bill Ruud, Michael Hager, Jim Wohlpart  
Glenn Gray

ISD/IBSSS Steven Gettel, Mike Morgan

**Others**

Kate Coffman, Miller and Associates (via video conference)  
Barry Fick, Springsted Incorporated  
Andy Lanik, KPMG (via phone)  
Matt Maiers, KPMG (via phone)  
Doug Oest, Marquette Associates, Inc.  
Dave Smith, Marquette Associates, Inc.  
Ray Thompson, MGT of America (via video conference)

The corresponding memorandum for each agenda item, an integral component of the minutes, is available on the Board of Regents website: <http://www.regents.iowa.gov/>. Copies of these memoranda can also be obtained from the Board Office by calling 515-281-3934. Audio of the meeting is also available on the web site.

**Call to Order for February 24, 2016**

President Rastetter called the Board of Regents meeting to order at 8:30 a.m.

Roll Call:

<u>Regent</u>	<u>Andringa</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Sahai</u>
Present	x	x	x	x	x	x	x	x	x
Absent									

**Mid-Year Evaluation of Institutional Heads and Executive Director**

➤ MOVED by DAKOVICH, SECONDED by BATES, to enter into closed session pursuant to Iowa Code §21.5(1)(i) to conduct mid-year evaluations of the Executive Director and the institutional heads. Each individual requested that his performance evaluation be conducted in closed session.

<u>Regent</u>	<u>Andringa</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Sahai</u>
Aye	x	x	x	x	x	x	x	x	x
Nay									

MOTION APPROVED by ROLL CALL.

*The Board convened in closed session at 8:33 a.m.*

*The Board reconvened in open session at 1:55 p.m.*

**Adjourn**

President Rastetter adjourned the meeting at 1:55 p.m.

*The Property and Facilities Committee met at 2:30 p.m.*

*The Academic and Student Affairs Committee met at 2:30 p.m.*

**Call to Order for February 25, 2016**

President Rastetter called the Board of Regents meeting to order at 9:15 a.m.

Roll Call:

<u>Regent</u>	<u>Andringa</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Sahai</u>
Present	x	x	x	x	x	x	x	x	x
Absent									

**Audit/Compliance and Investment Committee**

The Audit/Compliance and Investment Committee met at this time.

Board Receipt of Committee Report

➤ MOVED by MCKIBBEN, SECONDED by ANDRINGA, to:

- ▶ Receive the Internal Audit Reports Issued;
- ▶ Receive the Investment and Cash Management Report for the Quarter Ended December 31, 2015;
- ▶ Receive the University of Iowa Hospitals and Clinics Audit Report; and
- ▶ Receive the report of the Audit/Compliance and Investment Committee.

<u>Regent</u>	<u>Andringa</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Sahai</u>
Aye	x	x	x	x	x	x	x	x	x
Nay									

MOTION APPROVED by ROLL CALL.

**University of Iowa Hospitals and Clinics Committee**

The University of Iowa Hospitals and Clinics Committee met at this time.

Board Receipt of Committee Report

➤ MOVED by ANDRINGA, SECONDED by JOHNSON, to:

- ▶ Receive the report of the Operational and Financial Performance;
- ▶ Approve the Proposed Amendments to the Bylaws of the UIHC and Clinical Staff;
- ▶ Receive the Faculty Presentation on “Lung Transplantation: State of the Art”; and
- ▶ Receive the report of the University of Iowa Hospitals and Clinics Committee.

<u>Regent</u>	<u>Andringa</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Sahai</u>
Aye	x	x	x	x	x	x	x	x	
Absent									x

MOTION APPROVED by ROLL CALL.

**CONSENT AGENDA**

➤ MOVED by ANDRINGA, SECONDED by MCKIBBEN, to approve and receive the following CONSENT AGENDA items:

- ▶ Minutes of December 2, 2015, Telephonic Board Meeting
- ▶ Equipment Purchase – University of Iowa
- ▶ Iowa Public Radio Board of Directors Appointment
- ▶ University of Iowa Reimbursement Resolutions – Motor Vehicles and Storage Annex Shelving
- ▶ Annual Diversity Report
- ▶ Personnel Appointments
- ▶ Annual Report on Span of Control
- ▶ Proposed University Parking for FY 2017
- ▶ Semi-Annual Claims Activity Report

<u>Regent</u>	<u>Andringa</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Sahai</u>
Aye	x	x	x	x	x	x	x	x	
Absent									x

MOTION APPROVED by ROLL CALL.

**Report of the Property and Facilities Committee**

*The Property and Facilities Committee met at 2:30 p.m. on February 24, 2016.*

- MOVED by DAKOVICH, SECONDED by MULHOLLAND, to:
- ▶ Receive the Facilities Governance Report and reaffirm the Board's support for continued: (1) inter-institutional collaboration and coordination on facility issues; and (2) institutional correction of identified fire safety and deferred maintenance deficiencies within the limits of available resources. (P&F 2);
  - ▶ Approve the actions detailed on page one of the docket memorandum for the Russell and Ann Gerdin Athletic Learning Center Renovation and Build Out of 3rd Floor; Roy J. Carver Pavilion-Relocation of Cardiovascular Procedure Recovery Unit; John Colloton Pavilion-Material Services, Processed Stores Relocation to Support Central Sterilization Services Expansion; and UIHC-Relocation of Neurology and Neonatology Faculty Offices projects. (P&F 3);
  - ▶ Approve the actions on page one of the memorandum for the Richardson Court Residence Halls – Bathroom Remodeling and Biosciences Facilities: Bessey Hall Addition and Advanced Teaching and Research Building projects. (P&F 4);
  - ▶ Approve the action on page one of the docket memorandum including approval of one lease with 229 S. Dubuque LLC and one amended lease with KGRD Green Bay, LLC for the benefit of the University of Iowa. (P&F 5);
  - ▶ Receive the University of Iowa update of flood recovery status; and
  - ▶ Receive the report of the Property and Facilities Committee.

<u>Regent</u>	<u>Andringa</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Sahai</u>
Aye	x	x	x	x	x	x	x	x	
Absent									x

MOTION APPROVED by ROLL CALL.

**Report of the Academic and Student Affairs Committee**

*The Academic and Student Affairs Committee met at 2:30 p.m. on February 24, 2016.*

- MOVED by MULHOLLAND, SECONDED by DAKOVICH, to:
  - ▶ Approve the December 2, 2015, minutes of the Academic and Student Affairs Committee meeting;
  - ▶ Receive the presentation from ISU “Enhancing Affordability Through Student Financial Aid and Bookstore Operations”;
  - ▶ Receive the 2014-2015 Distance Education Report;
  - ▶ Approve the request for a new program at Iowa State University: Bachelor of Arts Program in Criminal Justice;
  - ▶ Approve the request for a program name change at Iowa State University: From Bachelor of Science Program in Culinary Science to Bachelor of Science Program in Culinary Food Science;
  - ▶ Receive the 2014-2015 Report on Faculty Resignations;
  - ▶ Approve the proposed course changes at the University of Iowa;
  - ▶ Approve the proposed revision for the Iowa State University 2016-2017 General Catalog;
  - ▶ Approve the proposed curriculum changes for the University of Northern Iowa; 2016-2017 Catalog;
  - ▶ Receive the Update of Northeast Regional Academy;
  - ▶ Receive the Higher Education Recruitment Consortium Presentation;
  - ▶ Receive the report on Campus Safety and Security Sub-Committee;
  - ▶ Approve the naming of STEAM (Science, Technology, Engineering, Arts and Mathematics) Academy at the Belin-Blank Center as the Martin and Melva Bucksbaum STEAM Academy;
  - ▶ Receive the 2016 Academic and Student Affairs Committee Work Plan; and
  - ▶ Receive the report of the Academic and Student Affairs Committee.

<u>Regent</u>	<u>Andringa</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Sahai</u>
Aye	x	x	x	x	x	x	x	x	
Absent									x

MOTION APPROVED by ROLL CALL.

**Residence System Governance Report**

Policy and Operations Officer Brad Berg provided brief comments on the Residence System Governance Report and introduced ISU Department of Residence Director Peter Englin, SUI University Housing Director Von Stange, and UNI Director of Residence Glenn Gray.

The residence system directors presented information related to housing and dining at the three universities. Regent McKibben and President Rastetter expressed concern about the proposed rate increases and the impact on students and their families.

ISU Department of Residence Director Englin introduced new Director of ISU Dining Mohamed Ali.

- The Board received the report by GENERAL CONSENT.

**Board President Report**

President Rastetter and President Pro Tem Mulholland gave a presentation on the 2016 State of the Regents.

- The Board received the report by GENERAL CONSENT.

**Research Faculty Presentation at Iowa State University: “Biobased Chemicals through Advanced Biomanufacturing”**

ISU Provost Jonathan Wickert introduced ISU Professor Brent Shanks. Professor Shanks gave a presentation on biobased chemicals through advanced manufacturing.

- The Board received the presentation by GENERAL CONSENT.

**Bond Sales**

Policy and Operations Officer Brad Berg introduced Barry Fick from Springsted, Incorporated, the Board’s municipal advisor.

**SALE AND AWARD OF \$23,765,000 DORMITORY REVENUE BONDS, SERIES U.N.I. 2016**

Barry Fick reported that: (1) six bids were received; (2) the winning bid was submitted by Piper Jaffray & Co.; and (3) the true interest cost was 2.725%.

- MOVED by MCKIBBEN, SECONDED by ANDRINGA, to approve A Resolution providing for the sale and authorizing and providing for the issuance and securing the payment of \$23,765,000 Dormitory Revenue Bonds, Series U.N.I. 2016, for the purpose of paying a portion of the costs of constructing and equipping improvements to the Dormitory System, funding a debt service reserve fund, and paying costs of issuance.

<u>Regent</u>	<u>Andringa</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Sahai</u>
Aye	x	x		x	x	x	x	x	
Absent			x						x

MOTION APPROVED by ROLL CALL.

**SALE AND AWARD OF \$19,285,000 UTILITY SYSTEM REVENUE REFUNDING BONDS, SERIES S.U.I. 2016**

Barry Fick reported that: (1) six bids were received; (2) the winning bid was submitted by Hutchinson, Shockey, Erley & Co.; and (3) the true interest cost was 1.852%.

- MOVED by DAKOVICH, SECONDED by BATES, to approve A Resolution providing for the sale and authorizing and providing for the issuance and securing the payment of \$19,285,000 Utility System Revenue Refunding Bonds, Series S.U.I. 2016, for the purpose of advance refunding the \$25,000,000 Utility System Revenue Bonds, Series S.U.I. 2007, and paying costs of issuance.

<u>Regent</u>	<u>Andringa</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Sahai</u>
Aye	x	x		x	x	x	x	x	
Absent			x						x

MOTION APPROVED by ROLL CALL.

**Reports from Institutional Heads**

President Leath, President Ruud, Superintendent Gettel, and President Harreld gave reports on recent activities at their respective institutions.

- The Board received the reports by GENERAL CONSENT.

**Update on Higher Education Needs Assessment**

Chief Academic Officer Dr. Diana Gonzalez introduced MGT of America Vice-President of Higher Education Services Dr. Ray Thompson.

Dr. Thompson gave an oral update on the Higher Education Needs Assessment for the Des Moines Metro Area, which was conducted on behalf of the Board of Regents.

- The Board received the update by GENERAL CONSENT.

**Update on Development of 2016 – 2021 Board of Regents Strategic Plan**

Chief Academic Officer Dr. Diana Gonzalez introduced Miller and Associates Director of Higher Education Kate Coffman.

Director Coffman gave an oral update on the status of the 2016 - 2021 Board of Regents strategic planning process and Dr. Gonzalez identified the next steps.

In response to a question from Regent Andringa, Dr. Gonzalez said metrics will be drafted and input will be gathered from the institutions and the Board during the process. She anticipated having a draft report for the Board's review at its April meeting and a final report for approval at its June meeting.

- The Board received the update by GENERAL CONSENT.

**Faculty Presentation at Iowa State University: “Science with Synergy: U.S. Department of Energy Ames Laboratory and Iowa State University”**

ISU Provost Jonathan Wickert introduced Department of Energy Ames Laboratory Deputy Director Tom Lograsso and ISU Materials Science and Engineering Department Chair Dr. Kristen Constant. Deputy Director Lograsso and Dr. Constant gave an overview of the laboratory, its unique relationship with ISU, and its work to address the global need for advanced materials.

- The Board received the presentation by GENERAL CONSENT.

**Adjourn**

President Rastetter adjourned the meeting at 2:35 p.m.