

**Contact: Andrea Anania**

**MINUTES OF APRIL 20-21, 2016, BOARD MEETING**

**LIED MULTIPURPOSE COMPLEX – COMMUNITY ROOM  
IOWA SCHOOL FOR THE DEAF  
COUNCIL BLUFFS, IOWA**

<b>Board Members</b>	<b>April 20, 2016</b>	<b>April 21, 2016</b>
Mary Andringa	Present	Present
Sherry Bates	Present	Present
Patty Cownie	Absent	Absent
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, 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 Christina Bohannan, Hans Hoerschelman, Joshua Smith
ISU	Steven Leath, Warren Madden, Jonathan Wickert Tera Lawson, Rob Wallace
UNI	Bill Ruud, Nancy Hill Cobb, Michael Hager Melanie Abbas, Steve O’Kane
ISD/IBSSS	Steven Gettel, Mike Morgan Susan Brennan, Pam Rubel

**Others**

Kate Coffman, Miller and Associates  
Barry Fick, Springsted Incorporated  
Mary Mosiman, Office of Auditor of State  
Andy Nielsen, Office of Auditor of State  
Maggie Stevens, Miller and Associates

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.

*The Academic and Student Affairs Committee met at 1:00 p.m.*

*The Property and Facilities Committee met at 3:00 p.m.*

**Call to Order for April 20, 2016**

President Rastetter called the Board of Regents meeting to order at 4:06 p.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
Absent			x						

**Audit/Compliance and Investment Committee**

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

Board Receipt of Committee Report

- MOVED by DAKOVICH, SECONDED by ANDRINGA, to:
  - ▶ Receive the State Audit Reports;
  - ▶ Receive the Internal Audit Reports;
  - ▶ Receive the External Audit Reports; 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
Absent			x						

MOTION APPROVED by ROLL CALL.

**Adjourn**

President Rastetter adjourned the meeting at 4:25 p.m.

**Call to Order for April 21, 2016**

President Rastetter called the Board of Regents meeting to order at 9:00 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
Absent			x						

**CONSENT AGENDA**

- MOVED by JOHNSON, SECONDED by BATES, to approve and receive the following CONSENT AGENDA items:
  - ▶ Minutes of February 24-25, 2016, Board Meeting
  - ▶ Minutes of March 17, 2016, Telephonic Board Meeting
  - ▶ Approval of University Parking
  - ▶ Annual Report on Competition with Private Enterprise
  - ▶ Comprehensive Human Resources Report
  - ▶ Personnel Appointments
  - ▶ Appointments to Committees, Boards, and Commissions
  - ▶ Allocation of Mandatory Student Fees for 2016-2017
  - ▶ Notice of Intended Action to Amend Iowa Administrative Code Section 681 – 13.8 (262)
  - ▶ University of Iowa – Carver Hawkeye Arena Video Display and Sound System – Purchase and Financing

<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.

**Board President Report**

President Rastetter thanked the Governor and the legislature for their support over the past three years and discussed the \$20 million dollar appropriations request for the 2016-2017 academic year, legislative appropriations, and the potential to raise tuition.

- The Board received the report by GENERAL CONSENT.

**2016 – 2021 Strategic Plan Presentation**

Chief Academic Officer Dr. Diana Gonzalez introduced Miller and Associates Senior Project Consultant and Project Manager Dr. Maggie Stevens and Director of Higher Education Kate Coffman. Dr. Gonzalez, Dr. Stevens, and Director Coffman gave an update on the development of the Board of Regents strategic plan for 2016 – 2021.

Discussion occurred on facilities planning, alignment with strategic plans of the institutions, communication with the Governor’s Office and other constituencies, and the involvement of more state leaders.

- The Board received the presentation by GENERAL CONSENT.

**Reports from Institutional Heads**

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

In response to a question from Regent Sahai, Board Counsel Aimee Claeys elaborated on prayer rooms at the University of Iowa.

In response to a question from Regent McKibben, President Ruud discussed UNI's efforts to recruit students that are seeking advanced certifications and degrees.

- The Board received the reports by GENERAL CONSENT.

**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 BATES, to:
  - ▶ Receive the report on Operational and Financial Performance;
  - ▶ Receive the report on Managing High Census;
  - ▶ Receive the FY 2017 Operating Budget;
  - ▶ Approve the UIHC Proposed Rate Increase of 6% for FY 2017; 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.

**Report of the Property and Facilities Committee**

*The Property and Facilities Committee met at 3:00 p.m. on April 20, 2016.*

- MOVED by DAKOVICH, SECONDED by JOHNSON, to:
  - ▶ Approve the actions as detailed in the memorandum (P&F 2) for the:
    - ◆ UIHC Renovation and Expansion of Central Sterilization Services;
    - ◆ UIHC-Adult Inpatient Single Bed Conversion projects;
    - ◆ Psychological and Brain Sciences Building – Construct Facility project; and
    - ◆ Utilities Distribution System – Reconstruct Currier Steam Tunnel at Burge Hall Offices projects.
  - ▶ Approve the actions in the docket memorandum (P&F 3) for:
    - ◆ One lease with Hubbard Warehouse 1, LLC & Hubbard Warehouse 2, LLC for the benefit of the University of Iowa (During the Committee meeting, SUI requested an increase in the space to be leased from 27,000 square feet to 34,300 square feet);
    - ◆ Two leases with Dickson Jensen and Luann Jensen and SBA Steel II, LLC for the benefit of Iowa State University; and
    - ◆ One easement with First United Methodist Church for the benefit of the University of Northern Iowa.

<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.

- MOVED by DAKOVICH, SECONDED by BATES, to approve the actions as detailed in the memorandum (P&F 3) related to the easement with Dakota Access, LLC for the benefit of Iowa State University.

<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						
Abstain	x								

MOTION APPROVED by ROLL CALL.

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

*The Academic and Student Affairs Committee met at 1:00 p.m. on April 20, 2016.*

- MOVED by MULHOLLAND, SECONDED by DAKOVICH, to:
  - ▶ Approve the minutes of the February 24<sup>th</sup>, March 2<sup>nd</sup>, and March 9<sup>th</sup> 2016, Committee meetings;
  - ▶ Receive the presentation at Iowa School for the Deaf: “An Overview of How Assessments and Data will be Utilized by the Leadership Team for Statewide Services, IBSSS, and ISD to Support Early Literacy Implementation”;
  - ▶ Approve tenure and promotion recommendations for the 2016-2017 academic year; and receive the annual governance report on faculty tenure for 2015-2016;
  - ▶ Receive the report of the Campus Safety and Security Sub-Committee meeting on April 6, 2016;
  - ▶ Approve the request by the University of Iowa for the following:
    - ◆ Suspend admissions to the following bioscience Master of Science and Ph.D. programs – Biochemistry; Developmental and Cell Biology; Free Radical and Radiation Biology; Immunology; Microbiology; Molecular and Cellular Biology; Pharmacology; and Molecular Physiology and Biophysics;
    - ◆ Restructure the bioscience programs into a new program offered as the Ph.D. Program in Biomedical Science; and
    - ◆ Create a Master of Science Program in Biomedical Science in the Graduate College;
  - ▶ Approve the request by the University of Iowa to establish new Bachelor of Arts and Bachelor of Science Programs in Criminology, Law, and Justice in the Department of Sociology in the College of Liberal Arts and Sciences;
  - ▶ Approve the request by the University of Iowa to terminate the Ph.D. Program in Comparative Literature in the Division of World Languages, Literatures, and Cultures in the College of Liberal Arts and Sciences;
  - ▶ Approve the request by Iowa State University to change the name of the Bachelor of Design Program to the Bachelor of Arts Program in Interdisciplinary Design in the College of Design;
  - ▶ Approve the request by Iowa State University to merge the Department of Anthropology and the Department of World Languages and Cultures and name the new department as the Department of World Languages and Cultures in the College of Liberal Arts and Sciences;
  - ▶ Approve the request by the University of Northern Iowa to establish a new Master of Athletic Training Program in the Department of Health, Physical Education, and Leisure Services in the College of Education;
  - ▶ Approve the request by the University of Northern Iowa to establish a new Bachelor of Applied Studies Program in Criminal Justice in the Department of Sociology, Anthropology and Criminology in the College of Social and Behavioral Sciences;
  - ▶ Approve the request by the University of Northern Iowa to establish a new Master of Business Administration Program in Mason City in the College of Business Administration;

- ▶ Approve the request by the University of Northern Iowa to change the name of the School of Health, Physical Education and Leisure Services to the School of Kinesiology Allied Health and Human Services in the College of Education;
- ▶ Approve the request by the University of Northern Iowa to terminate the Accelerated Master of Public Policy Program in the Department of Political Science in the College of Social and Behavioral Sciences;
- ▶ Receive the update of 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.

**Approval of Residence System Proposed Rates for 2016-2017 Academic Year**

Policy and Operations Officer Brad Berg said this is the second reading of the proposed rates and transfers. No changes have been made since the first reading at the March Board meeting.

In response to a question from Regent McKibben, SUI Senior Vice President for Finance and Operations Rod Lehnertz reported that the University of Iowa would not be increasing wages as a direct result of Johnson County raising its minimum wage.

- MOVED by ANDRINGA, SECONDED by JOHNSON, to approve the universities' academic year 2016-2017 proposed rates for all residence halls, apartments, and board options as detailed in Attachments A, B, and C in the memorandum.

Regent McKibben and President Rastetter stated they would vote for the increase this year, but expect that collaboration on purchasing through the TIER project would result in cost savings affecting future residence system rates.

<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.

**Iowa School for the Deaf Faculty Presentation: "Iowa's Deafblind Services Project"**

ISD Superintendent Gettel introduced Iowa Educational Services for the Blind and Visually Impaired Deafblind Eastern Regional Director Pam Rubel and Consultant and Project Coordinator Dr. Susan Brennan.

Director Rubel and Dr. Brennan gave a presentation on the Iowa Deafblind Services Project (IDSP). IDSP serves children and young adults from birth through 21 years of age who might have both hearing and a vision loss or difficulty in processing auditory and visual information.

- The Board received the presentation by GENERAL CONSENT.

**Presentations by Nonrepresented Faculty and Staff on FY 2017 Salary Issues**

Board Counsel Aimee Claeys introduced the following people who made presentations to the Board on budget planning and salary policies for FY 2017:

- ▶ University of Iowa Faculty Senate President Christina Bohannon
- ▶ University of Iowa Staff Council President Hans Hoerschelman
- ▶ Iowa State University Faculty Senate President Rob Wallace
- ▶ Iowa State University Professional and Scientific Staff Council President Tera Lawson
- ▶ University of Northern Iowa Faculty Senate Chair Steve O'Kane
- ▶ University of Northern Iowa Professional and Scientific Council President Melanie Abbas
- ▶ Regents Interinstitutional Supervisory and Confidential Advisory Committee Chair Joshua Smith (representing Regent Merit System supervisory and confidential staff)

A written statement was provided by the Iowa School for the Deaf Faculty (See attachment in the docket memorandum.)

Regent Sahai recognized all of the employees in these groups for everything they do for the universities and the special schools.

President Rastetter thanked the presenters and acknowledged the need to maintain quality faculty and staff.

Regent McKibben expressed appreciation for all of the collaboration at the institutions on the TIER project and hoped that TIER savings would help meet the needs the presenters discussed in their presentations.

- The Board received the presentations 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 \$14,015,000 ACADEMIC BUILDING REVENUE REFUNDING BONDS, SERIES U.N.I. 2016**

Barry Fick reported that: (1) five bids were received; (2) the winning bid was submitted by Wells Fargo Bank; and (3) the true interest cost was 1.86%.

- MOVED by MCKIBBEN, SECONDED by DAKOVICH, to approve A Resolution providing for the sale and authorizing and providing for the issuance and securing the payment of \$14,015,000 Academic Building Revenue Refunding Bonds, Series U.N.I. 2016, for the purpose of currently refunding the \$12,800,000 Academic Building Revenue Bonds, Series U.N.I. 2005, the \$5,110,000 Academic Building Revenue Refunding Bonds, Series U.N.I. 2005, and the \$8,000,000 Academic Building Revenue Bonds, Series U.N.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	x
Absent			x						

MOTION APPROVED by ROLL CALL.

**SALE AND AWARD OF \$29,000,000 HOSPITAL 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 1.74%.

- MOVED by ANDRINGA, SECONDED by MULHOLLAND, to approve A Resolution providing for the sale and authorizing and providing for the issuance and securing the payment of \$29,000,000 Hospital Revenue Refunding Bonds, Series S.U.I. 2016, for the purpose of advance refunding the \$25,000,000 Hospital Revenue Bonds, Series S.U.I. 2007, and the \$25,000,000 Hospital Revenue Bonds, Series S.U.I. 2007A, 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	x
Absent			x						

MOTION APPROVED by ROLL CALL.

**Election of President and President Pro Tem**

- MOVED by BATES, SECONDED by JOHNSON, to nominate Bruce Rastetter as President of the Board of Regents for the term commencing May 1, 2016, and ending April 30, 2018.
- MOVED by DAKOVICH, SECONDED by ANDRINGA, to cease nominations. MOTION APPROVED UNANIMOUSLY.

*Roll call on the MOTION to nominate Bruce Rastetter as President.*

<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						
Abstain								x	

MOTION APPROVED by ROLL CALL.

- MOVED by MCKIBBEN, SECONDED by SAHAI, to nominate Katie Mulholland as President Pro Tem of the Board of Regents for the term beginning May 1, 2016, and ending April 30, 2018.
- MOVED by JOHNSON, SECONDED by MCKIBBEN, to cease nominations. MOTION APPROVED UNANIMOUSLY.

*Roll call on the MOTION to nominate Katie Mulholland as President Pro Tem.*

<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						
Abstain							x		

MOTION APPROVED by ROLL CALL.

**Closed Session – Student Appeal**

- MOVED by BATES, SECONDED by MULHOLLAND, to enter into closed session to discuss the decision to be rendered in a contested case appeal and to review records which are required to be kept confidential by state and federal law.

<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.

*The Board convened in closed session at 2:03 p.m.*

*The Board reconvened in open session at 2:33 p.m.*

- MOVED by MCKIBBEN, SECONDED by JOHNSON, to deny the student appeal and affirm the final institutional decision.

<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						
Abstain									x

MOTION APPROVED by ROLL CALL.

**Adjourn**

President Rastetter adjourned the meeting at 2:34 p.m.