

Contact: Andrea Anania

**MINUTES OF JUNE 4-5, 2015, BOARD MEETING**

**JUNE 4, 2015  
SCHEMAN BUILDING, ROOM 230-240  
IOWA STATE UNIVERSITY  
AMES, IOWA**

**JUNE 5, 2015  
ISU ALUMNI CENTER, UELNER EXECUTIVE BOARD ROOM  
IOWA STATE UNIVERSITY  
AMES, IOWA**

<b>Board Members</b>	<b>June 4, 2015</b>	<b>June 5, 2015</b>
Mary Vermeer 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

**Staff Members**

Andrea Anania, Brad Berg, Mark Braun, Marcia Brunson, Aimee Claeys, Laura Dickson, Bob Donley, Sheila Doyle Koppin, Tom Evans, Diana Gonzalez, Ann McCarthy, Joan Racki, Patrice Sayre, Todd Stewart, Ilene Tuttle

**Regent Institutions**

SUI      Barry Butler, Rod Lehnertz  
            Jean Robillard, Ken Fisher, Ken Kates, Debra Schwinn  
            Steven Fleagle, Darren Hoffmann, Jeff Waechter

ISU      Steven Leath, Warren Madden, Jonathan Wickert  
            David Holger, Geoff Janes, James Kurtenbach, Sara Nusser, Brent Shanks, Zackary Zenko

UNI      Bill Ruud, Michael Hager, Jim Wohlpart  
            Matt Kroeger, Marty Mark

ISD/IBSSS    Steve Gettel, Mike Morgan

**Others**

Barry Fick, Springsted Incorporated

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 website.

**June 4, 2015**

*The Property and Facilities Committee met at 9:00 a.m.*

*The Education and Student Affairs Committee met at 9:00 a.m.*

**Call to Order for June 4, 2015**

President Rastetter called the Board of Regents meeting to order at 10:10 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 BATES, to:

- ▶ Receive the Investment and Cash Management Report for the Quarter Ended March 31, 2015; 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 DAKOVICH, SECONDED by SAHAI, to:

- ▶ Approve the minutes of the April 23, 2015, Committee meeting;
- ▶ Receive the report of Operating and Financial Performance;
- ▶ Receive the Faculty Presentation on Cyber Anatomy; 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	x
Nay									

MOTION APPROVED by ROLL CALL.

**University of Iowa Presidential Search Update**

Presidential Search Committee Chair Dr. Jean Robillard provided an update to the Board on the status of the University of Iowa presidential search.

➤ The Board received the update by GENERAL CONSENT.

**CONSENT AGENDA**

- ▶ Minutes of April 23, 2015, Board Meeting
  - ▶ Minutes of April 29, 2015, Telephonic Board Meeting
  - ▶ Personnel Appointments
  - ▶ Master Lease Financing
  - ▶ Adoption of Amendments to Iowa Administrative Code 681 – Chapter 1
  - ▶ Campus Sustainability Annual Report
  - ▶ FY 2016 Salary Policies
  - ▶ Proposed Distribution of Standard and Poor’s Settlement Proceeds
- MOVED by MULHOLLAND, SECONDED by JOHNSON, to approve and receive items on the CONSENT AGENDA.

<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.

**Board President Report**

President Rastetter:

- ▶ Recognized retiring Board Office Policy and Operations Officer Marcia Brunson (30 years) and Executive Assistant Ilene Tuttle (18 years) and thanked them for their many years of service to the Board; and
  - ▶ Welcomed new Regents Mary Vermeer Andringa, Patty Cownie, and Rachael Johnson to the Board and elaborated on issues facing the institutions today.
- The Board received the report by GENERAL CONSENT.

- MOVED by COWNIE, SECONDED by ANDRINGA, to approve the following Resolution:

WHEREAS, Sally Mason was selected by the Board of Regents to be the 20<sup>th</sup> President of the University of Iowa effective August 1, 2007; and

WHEREAS, during her eight years as President, the University faced one of its greatest challenges in its history in responding to and recovering from the devastating campus flood of 2008; and

WHEREAS, under her leadership, she oversaw the rebuilding of the Arts Campus; the expansion of the University of Iowa medical campus to include development of the Iowa River Landing, the Children's Hospital, the Biomedical Research Facility as well as other significant capital projects including the College of Public Health Building, the Campus Recreation and Wellness Center, the State Hygienic Laboratory, the Mary Louise Petersen Residence Hall, renovation of the Chemistry Building, renovation of and addition to the Carver Hawkeye Arena, and renovation of the Main Library to create the Learning Commons; and

WHEREAS, during her tenure, the University saw enrollment growth, a more diverse student body, increased emphasis on living/learning communities and improved retention and four-year graduation rates; and

WHEREAS, under her leadership, the University experienced a high level of success in external funding totaling in excess of \$3 billion; and

WHEREAS, during her time as President, she led the largest fundraising campaign in the history of the University. The "For Iowa, Forever More" campaign raised \$1.7 billion for the University. Her fundraising efforts also included securing donations for the Stephen A. Wynn Institute for Vision Research and Fraternal Order of Eagles Diabetes Research Center; and

WHEREAS, President Mason also demonstrated her national leadership abilities by serving as chair of the Association of Public and Land Grant Universities Board of Directors and as Chair of the Big Ten Council of Presidents; and

NOW THEREFORE, BE IT RESOLVED that the Board of Regents, State of Iowa, expresses its deep gratitude to President Mason for her expertise and dedication and presents to her this plaque in honor of her extraordinary service and contributions to the Board of Regents, the University of Iowa, its students, families, and all Iowans.

MOTION APPROVED UNANIMOUSLY.

**Bond Sales**

**RESOLUTION FOR THE SALE AND AWARD OF \$25,000,000 UTILITY SYSTEM REVENUE BONDS, SERIES S.U.I. 2015**

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

Barry Fick reported that: (1) eight bids were received; (2) the winning bid was submitted by Hutchinson, Shockey, Erley & Co.; and (3) the true interest cost was 3.544%.

- MOVED by DAKOVICH, SECONDED by COWNIE, to approve A Resolution providing for the sale and authorizing and providing for the issuance and securing the payment of \$25,000,000 Utility System Revenue Bonds, Series S.U.I. 2015, for the purpose of constructing, equipping, installing and extending certain facilities and improvements to the Utility System of The State University of Iowa, funding the 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	x	x
Nay									

MOTION APPROVED by ROLL CALL.

**RESOLUTION FOR THE SALE AND AWARD OF \$19,315,000 ATHLETIC FACILITIES REVENUE REFUNDING BONDS, SERIES S.U.I. 2015A**

Barry Fick reported that: (1) eight bids were received; (2) the winning bid was submitted by Hutchinson, Shockey, Erley & Co.; and (3) the true interest cost was 2.922%. Mr. Fick reported the present value savings for the refunding bonds is approximately \$1,638,000.

- MOVED by ANDRINGA, SECONDED by MCKIBBEN, to approve A Resolution providing for the sale and authorizing and providing for the issuance and securing the payment of \$19,315,000 of Athletic Facilities Revenue Refunding Bonds, Series S.U.I. 2015A, for the purpose of currently refunding the Athletic Facilities Revenue Bonds, Series S.U.I. 2005, 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	x
Nay									

MOTION APPROVED by ROLL CALL.

**Report of the Property and Facilities Committee**

The Property and Facilities Committee meeting was held at 9:00 a.m. on June 4<sup>th</sup>.

- MOVED by DAKOVICH, SECONDED by BATES, to:
  - ▶ Approve the FY 2016 Annual Capital Plans and receive the:
    - ◆ Report on anticipated institutional FY 2016 new capital improvements projects, with the understanding that the proposed projects are subject to further review, availability of funding, and specific project approval consistent with Board policy; and
    - ◆ Status report on previously approved projects with budgets exceeding \$1 million;
  - ▶ Approve the actions detailed on page one of the docket memorandum (P&F 3) for the Pathology Core Lab Expansion – 6RCP, Pediatric Specialty Clinic and Conference Center Development, Utility Enabling Projects for University of Iowa Hospitals and Clinics, and UIHC Entrance Plaza Landscaping projects;
  - ▶ Approve the purchase of property at 104 East Market Street, Iowa City, Iowa, at a price of \$2,600,000 from Fred A Riddle Jr. for the benefit of the University of Iowa, and a waiver of Board Policy 9.02 C.2 (conveyance of real estate for monetary consideration based on appraisal), subject to approval of the final documents by the Board Office and Attorney General’s Office;
  - ▶ Approve the actions as detailed on page one of the docket memorandum (P&F 5) for the Biosciences Facilities – Bessey Hall Addition and Biosciences Facilities – Advanced Teaching and Research Building projects;
  - ▶ Approve the actions as detailed on page one of the docket memorandum (P&F 6) for the Schindler Education Center Renovation project;
  - ▶ Approve:
    - ◆ A lease with James P. Hayes for property located at 1131, 1137, 1205, and 1211 East Burlington in Iowa City for the benefit of the University of Iowa;
    - ◆ A lease with North Dodge Medical Holdings LLC for approximately 58,000 gross square feet of medical clinic and office space in a facility to be constructed at 1301 N. Dodge St., Iowa City, for the benefit of the University of Iowa; and
    - ◆ A land lease with CB Solar, Inc. for the benefit of Iowa State University, subject to approval of the final documents by the Board Office and Attorney General’s Office;
  - ▶ Approve the purchase of 29 acres of land located adjacent to the University’s State Avenue and Mortenson Road teaching and research plot area in Ames, Iowa, at a price of \$1,310,000 from Breckenridge for the benefit of Iowa State University, contingent upon the completion of an acceptable environmental survey and subject to approval of the final documents by the Board Office and Attorney General’s Office;
  - ▶ Receive the following updates:
    - ◆ University of Iowa Flood Recovery Status; and
    - ◆ TIER facilities business cases:
      - ◆ FAC-03 – Reduce utilities and operational costs by limiting use of buildings during evening and summer (UNI)
      - ◆ FAC-04 – Reduce energy consumption by investing in energy management initiatives (ISU and UNI); and
  - ▶ Receive the report of the Property and Facilities Committee.

Regent	<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.

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

The Education and Student Affairs Committee meeting was held at 9:00 a.m. on June 4<sup>th</sup>.

- MOVED by MULHOLLAND, SECONDED by COWNIE, to:
  - ▶ Approve the Minutes of the April 23, 2015, Education and Student Affairs Committee meeting;
  - ▶ Receive the presentation at Iowa State University: “Biological/Premedical Illustration Program”;
  - ▶ Approve the proposed course changes at the University of Iowa;
  - ▶ Receive the Report on the Title IIA Grant Program;
  - ▶ Receive the Annual Regent Student Financial Aid Study;
  - ▶ Approve the request to create a Campus Safety and Security Sub-Committee;
  - ▶ Receive the 2015 Education and Student Affairs Committee Work Plan; and
  - ▶ Receive the report of the Education 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	x
Nay									

MOTION APPROVED by ROLL CALL.

**TIER Update**

Regent McKibben thanked President Rastetter and President Pro Tem Mulholland for their efforts during the legislative session; university leadership, faculty, and staff for their collaboration; and students for their interest in the TIER project.

He then introduced Chief Academic Officer Dr. Diana Gonzalez who gave a brief background on the common application portal and introduced SUI Operations and Research Senior Associate Director Jeff Waechter, ISU Office of Admissions Information Systems Manager Geoff Janes, and UNI Associate Vice President for Enrollment Management Matt Kroeger. The group gave a demonstration of the portal.

- MOVED by MCKIBBEN, SECONDED by ANDRINGA, to approve the Common Application Portal.

<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.

**Safeguarding IT Systems and Institutional Data**

Chief Business Officer Patrice Sayre gave a brief background on information technology security and introduced University of Iowa Associate Vice President and CIO Steven Fleagle, Iowa State University Interim Vice President and CIO James Kurtenbach, and University of Northern Iowa CIO Marty Mark. The group gave a presentation on the following Information Technology Security issues: vulnerability, threats, and countermeasures.

In response to a question from Regent McKibben, the group elaborated on how the universities work to stay ahead of cyber attacks.

- The Board received the presentation by GENERAL CONSENT.

**Faculty Presentation at Iowa State University: “Graduate College Initiatives”**

ISU Provost Jonathon Wickert introduced Associate Provost for Academic Programs and Graduate College Dean Dr. David Holger and Kinesiology and Health Doctoral Student and 2015-2016 Iowa State University Graduate and Professional Student Senate (GPSS) President Zachary Zenko.

Dr. Holger and GPSS President Zenko gave a presentation on current programmatic and efficiency initiatives in the Graduate College.

In response to a question from Regent Vermeer Andringa, Dean Holger explained how they plan to keep the Graduate College programmatic and efficiency initiatives moving forward.

- The Board received the presentation by GENERAL CONSENT.

**Economic Development Presentation at Iowa State University: “Center for Biorenewable Chemicals”**

ISU Vice President for Research Sara Nusser introduced Distinguished Professor of Chemical and Biological Engineering and Director of the Center for Biorenewable Chemicals (CBC) Dr. Brent Shanks.

Dr. Shanks gave a presentation on the: (1) key industry and university partnerships involved with the CBC; (2) type of research conducted by the CBC; (3) importance of biobased chemicals to Iowa’s economic future; and (4) CBC-initiated biofoundry that encourages and supports commercialization of intellectual property by graduate students.

He also provided a brief update on the status of the National Network of Manufacturing Innovation program’s biomanufacturing initiative, including the leadership role for ISU and the state of Iowa.

- The Board received the presentation by GENERAL CONSENT.

**Closed Session**

- MOVED by DAKOVICH, SECONDED by MULHOLLAND, to enter into closed session pursuant to Iowa Code §21.5(1)(i) upon request of Superintendent Gettel whose performance is being considered, and Iowa Code §21.5 (1)(f) to discuss the decision to be rendered in a contested case conducted in accordance with the provision of Iowa Code chapter 17A. Superintendent Gettel has requested that his performance be discussed by the Board in closed session.

Regent	<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 3:05 p.m.*

*The Board reconvened in open session at 4:20 p.m.*

- MOVED by MCKIBBEN, SECONDED by COWNIE, to deny the appeal and affirm the final institutional (ISU) decision terminating Dr. Tidriri’s employment.

Regent	<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 June 5, 2015**

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									

**Evaluations of University Presidents and Executive Director**

- MOVED by COWNIE, SECONDED by BATES, to enter into closed session pursuant to Iowa Code §21.5(1)(i) upon request of individuals whose performance is being considered. Each individual has requested that his or her performance be discussed by the Board 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 8:31 a.m.*

*The Board reconvened in open session at 12:55 p.m.*

**Consideration of Personnel Action for Institutional Heads and Executive Director Compensation**

- MOVED by JOHNSON, SECONDED by COWNIE, to defer setting compensation for FY 2016 for the institutional heads and Executive Director until a later date to allow additional time to determine appropriate levels of compensation and to determine performance goals for the coming year.

<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.

President Rastetter adjourned the meeting at 12:56 p.m.