

September 9, 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 September 9, 2015

President Rastetter called the Board of Regents meeting to order at 10:17 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									

*via phone

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 DAKOVICH, to:

- ▶ Receive the report from Auditor of State Mary Mosiman which includes the:
 - ◆ FY 2015 State Audit Plan;
 - ◆ FY 2014 Reports of Recommendation for the five Regents institutions and the Board Office;
 - ◆ Report of Recommendations to the State University of Iowa on a Review of Selected General and Application Controls over the University's MAUI Student Financial Aid System;
 - ◆ Report on Special Investigation of the University of Iowa Health Care Department of Orthopaedics and Rehabilitation;
 - ◆ Report of Recommendations to Iowa State University of Science and Technology on a Review of Selected General and Application Controls over the Kuali Financial System;
 - ◆ Report of Recommendations to the University of Northern Iowa on a Review of Selected General and Application Controls over the University's Facility Administration and Maintenance Information System; and
 - ◆ Report on Special Investigation of the University of Northern Iowa College of Education – Curriculum and Instruction Department;
- ▶ Receive the Progress Reports for the universities' FY 2015 Audit Plans and approve the Internal Audit Plans for FY 2016;
- ▶ Receive the original and follow-up Internal Audit Reports Issued;
- ▶ Renew the Board of Regents Internal Audit Charter;
- ▶ Receive the Investment and Cash Management report for the quarter ended June 30, 2015;
- ▶ Receive the Annual Review of Peer Group Comparisons;
- ▶ Approve FTSE EPRA/NAREIT Developed Index as the new investment pool benchmark for Global REITs; 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.

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 MCKIBBEN, SECONDED by BATES, to:

- ▶ Receive the report of Operating and Financial Performance;
- ▶ Receive the Faculty Presentation on UI Health Care Advances in Surgical Quality and Safety; 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

- ▶ Minutes of August 5, 2015, Board Meeting
 - ▶ Calendar Year 2017 Board Meeting Schedule
 - ▶ Approval of the Northeast Regional Academy Consortium Agreement
 - ▶ Notice of Intent to Amend Iowa Administrative Code, Chapter 1
 - ▶ Personnel Appointment
- MOVED by MULHOLLAND, SECONDED by BATES, 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
Absent	x								

MOTION APPROVED by ROLL CALL.

Sale and Award of \$30,000,000 Dormitory Revenue Bonds, Series I.S.U. 2015A

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

Mark LeMay reported that: (1) seven bids were received; (2) the winning bid was submitted by Robert W. Baird & Co. and (3) the true interest cost was 3.171%.

- MOVED by MCKIBBEN, SECONDED by COWNIE, to approve A Resolution providing for the sale and authorizing and providing for the issuance and securing the payment of \$30,000,000 Dormitory Revenue Bonds, Series I.S.U. 2015A, for the purpose of paying a portion of the costs of constructing and equipping a new residence hall for student housing (Buchanan Residence Hall – Building #2 project) and other improvements to the system, including the Friley Dining Renovation, at Iowa State University of Science and Technology, 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	x
Absent	x								

MOTION APPROVED by ROLL CALL.

Reports from Institutional Heads

President Rastetter recognized President Ruud, Interim President Robillard, Superintendent Gettel, and President Leath for reports on recent activities at their respective institutions.

President Leath introduced ISU Associate Vice President for Student Affairs Martino Harmon and Thielen Student Health Center (TSHC) Interim Director Mary Hensley for an update on the comprehensive review of ISU's TSHC.

Regent Sahai commended Associate Vice President Harmon for the work he has done to resolve issues at TSHC.

In response to a question from Regent McKibben, Associate Vice President Harmon described TSHC's relationship with McFarland Clinic and Mary Greeley Medical Center.

Board President Report

Statement by President Rastetter:

"In particular at the start of the school year and also after hearing each of our presidents give these reports of some great things that are going on at our campuses, I want to take a moment to congratulate our institutions on taking hold of one of the key Board initiatives - growing enrollment.

It's a testament that our enrollment keeps going up. There are obviously many choices to pursue higher education, and our institutions have shown that they have high quality programs that are accessible and affordable. And really, both are critical components of the public university missions.

We have a great state filled with great students. Students are why these institutions exist and are at the core of everything we do as a Board. Each of our institutions is outstanding, and the enrollment growth that we're seeing is a direct reflection that students from all over – but particularly the state of Iowa – are wanting to pursue their degree at Iowa, Iowa State and Northern Iowa.

As we oftentimes talk about, our charge as the Board of Regents is to make sure that our universities remain outstanding. We take this role very seriously and we want to help shape the future of the next generation of students coming out of our schools.

We've positioned ourselves to continue to make great strides going forward. The fact that our enrollment continues to grow shows that we are doing many things right, and we will, as a Board, continue to aim high in order to offer the best possible education to our students."

- The Board received the report by GENERAL CONSENT.

Proposed Spring FY 2016 Tuition Increase

Chief Business Officer Patrice Sayre provided an overview of the proposed Spring FY 2016 tuition increase.

ISU Government of the Student Body President Dan Breitbarth, Northern Iowa Student Government President Katie Evans, and University of Iowa Student Government President Liz Mills commented on the proposed Spring FY 2016 tuition increase; President Mills opposed and Presidents Breitbarth and Evans supported the increase.

Regent McKibben explained why he will not support the proposed increase.

President Rastetter explained why he will support the increase for ISU and UNI and stated that, based on President Mills' comments, he would consider her request to not raise tuition at that University for the Spring 2016 semester.

President Mills explained that students do not want a mid-year increase due to financial planning and advocated for consideration of an increase for the FY 2017 academic year.

President Rastetter clarified that, since the legislature did not complete its work until June, it was too close to the Fall 2015 semester to propose a tuition increase because of scholarships and students' financial need. That is why the Board proposed a second semester increase.

President Evans said UNI supports continual, but gradual increases rather than years of freezes and then a large increase at once.

In response to Regent Cownie, Presidents Mills and Breitbarth elaborated on their research and student feedback at their respective institutions.

- MOVED by MULHOLLAND, SECONDED by BATES, to approve a 2016 Spring semester tuition increase of 3%, which would amount to an average increase per resident student undergrad of approximately \$100.

In response to Regent Sahai, Regent Mulholland clarified that Fall 2015 tuition would remain the same and Spring 2016 tuition would increase by 3% and remain at that level.

- MOVED by COWNIE, SECONDED by SAHAI, to amend the motion to exempt the University of Iowa from the tuition increase of 3%.

In response to President Pro Tem Mulholland, President Rastetter clarified the motion would be for the Spring 2016 semester.

ROLL CALL on the AMENDMENT:

<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
Nay					x	x	x		

AMENDMENT APPROVED by ROLL CALL.

Regent McKibben explained why he opposed the increase and Regent Sahai explained why he supported the increase.

MOTION AS AMENDED:

- Approve the proposed 3% tuition increase for undergraduate resident students at Iowa State University and the University of Northern Iowa as outlined in the memorandum, effective with the Spring 2016 semester; the University of Iowa is exempt from the 3% increase and will remain frozen for the academic 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
Nay						x	x		

MOTION, AS AMENDED, APPROVED by ROLL CALL.

FY 2017 Operating and Other Fund Appropriations Requests

Chief Business Officer Patrice Sayre provided an overview of the proposed FY 2017 Operating and Other Fund Appropriations Requests.

➤ MOTION:

- ▶ Approve the identified operating appropriations requests for FY 2017 totaling \$656.8 million; UIHC requests of \$20.8 million; and the transfer of \$1.2 million for the operation of the State Geological Survey from the Iowa Department of Natural Resources to the University of Iowa; and
- ▶ Authorize actions by designated Regent staff to seek collaboration and partnerships between Regent institutions and other sectors of state government.

Discussion was held on an additional \$4.5 million general university operation appropriations request for the University of Iowa.

- MOVED by MCKIBBEN, SECONDED by BATES, to increase the general university operating appropriations request by \$4.5 million for FY 2017 for the University of Iowa.

Regents McKibben, Mulholland, Cownie, and Bates explained why they supported the amended request.

ROLL CALL on the AMENDMENT:

<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									

AMENDMENT APPROVED by ROLL CALL.

Chief Business Officer Sayre clarified the Regents will ask for \$20.3 million for general university and the overall incremental request will be \$49.2 million. President Rastetter clarified that the total request will be \$683.3 million.

- MOVED by JOHNSON, SECONDED by BATES, to approve the amended operating appropriations requests for FY 2017 totaling \$683.3 million, and to authorize actions by designated Regent staff to seek collaboration and partnerships between Regent institutions and other sectors of state government.

<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, AS AMENDED, APPROVED by ROLL CALL.

Report of the Property and Facilities Committee

The Property and Facilities Committee meeting was held at 9:00 a.m.

- MOVED by DAKOVICH, SECONDED by MCKIBBEN to:
 - ▶ Approve the Five-Year State-Funded Capital Plan for FY 2017 – FY 2021 of \$436.0 million, to be funded by capital appropriations or Academic Building Revenue Bonds and receipt of the five year plans for the University of Iowa Hospitals and Clinics and the university plans to be funded by “other” (non-state or UIHC) sources of funds (P&F 2);
 - ▶ Approve the actions detailed on page one of the docket memorandum (P&F 3) for the College of Nursing – Building Modifications and University of Iowa Children’s Hospital projects;
 - ▶ Authorize Iowa State University, in cooperation with the ISU Foundation, to establish the ISU Global Corporation to provide an entity to lease, develop, or own real estate and facilities and operate them in foreign countries for the benefit of Iowa State University (P&F 4);
 - ▶ Approve two easements with One University Place, LLC for the benefit of the University of Iowa subject to approval of the final documents by the Board Office and Attorney General’s Office (P&F 5); 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	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.

In response to President Pro Tem Mulholland, Regents Bates and Johnson reported on the Campus Safety and Security subcommittee.

- MOVED by MULHOLLAND, SECONDED by JOHNSON, to:
 - ▶ Approve the Minutes of the June 4, 2015, Education and Student Affairs Committee meeting;
 - ▶ Receive the report of the May 27, 2015, Education and Student Affairs Committee Meeting;
 - ▶ Receive the report of the June 3, 2015, Education and Student Affairs Committee Meeting;
 - ▶ Receive the presentation at the University of Northern Iowa: "Showcasing UNI Student Success";
 - ▶ Approve the request to terminate the Ph.D. Program in Translational Biomedicine at the University of Iowa;
 - ▶ Approve the request for a program name change at the University of Iowa: from Master of Arts Program in Physical Therapy to Master of Arts Program in Physical Rehabilitation Science;
 - ▶ Receive the Campus Safety and Security Subcommittee Report;
 - ▶ Receive the update of the 2015 Education and Student Affairs Committee Work Plan;
 - ▶ Receive the recognition report of Dr. Georgina Dodge and Monique DeCarlo by the Department of Justice Office on Violence Against Women;
 - ▶ Authorize the Executive Director to issue a Request for Proposal (RFP) related to obtaining services of a consultant to conduct a higher education needs assessment for the Des Moines metropolitan area and to seek a winning bidder with the following timeline: the RFP to be completed and released within the week, data collection over the next 60 days, and an anticipated report to the Education and Student Affairs Committee in February 2016; 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.

Presentation at University of Northern Iowa: "FORTEPAN Iowa"

UNI Provost and Executive Vice President Jim Wohlpart introduced Associate Professor of Visual Communication and Interactive Digital Studies Dr. Bettina Fabos; Assistant Professor of History, Public History Coordinator, and FORTEPAN Iowa project co-founder Dr. Leisl Carr Childers; Assistant Professor of Photography Dr. Noah Doely; and Assistant Professor in Interactive Digital Studies Dr. Sergey Golitsynskiy.

The group gave a presentation on a faculty research collaboration called the FORTEPAN Iowa.

- The Board received the presentation by GENERAL CONSENT.

Closed Session

- MOVED by BATES, SECONDED by JOHNSON, to enter into closed session pursuant to:

- ◆ Iowa Code sections 21.5(1)(a) & (e) to hold a hearing in a student appeal and to review and discuss records that are required to be kept confidential in accordance with the Family Educational Rights and Privacy Act (20 U.S.C § 1232g); and
- ◆ Iowa Code section 21.5(1)(c) to discuss strategy with counsel in matters that are presently in litigation, where disclosure would likely prejudice or disadvantage the position of the Board.

<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 3:35 p.m.

The Board reconvened in open session at 4:11 p.m.

- MOVED by MULHOLLAND, 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	x
Absent	x								

MOTION APPROVED by ROLL CALL.

Adjourn

President Rastetter adjourned the meeting at 4:13 p.m.