

Contact: Andrea Anania

**MINUTES OF OCTOBER 21-22, 2015, BOARD MEETING**

**MAIN LOUNGE, IOWA MEMORIAL UNION  
UNIVERSITY OF IOWA  
IOWA CITY, IOWA**

<b>Board Members</b>	<b>October 21, 2015</b>	<b>October 22, 2015</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

**Staff Members**

Andrea Anania, Brad Berg, Mark Braun, Mary Braun, Tim Cook, Bob Donley, Diana Gonzalez, Josh Lehman, Joe Murphy, John Nash, Joan Racki, Keith Saunders, Patrice Sayre, Todd Stewart

**Regent Institutions**

SUI Jean Robillard, Barry Butler, Rod Lehnertz  
Ken Fisher, Ken Kates, Aaron Bossler, Nitin Karandikar, George Weiner  
Karim Abdel-Malek, Liz Mills, Dan Reed, Joshua Schoenfeld

ISU Steven Leath, Warren Madden, Jonathan Wickert  
Daniel Breitbarth, Michael Crum, Miles Lackey

UNI Bill Ruud, Michael Hager, Jim Wohlpart  
Katie Evans, Randy Pilkington

ISD/IBSSS Steve Gettel, Mike Morgan

**Others**

MJ Dolan, Iowa Association of Community College Trustees  
Barry Fick, Springsted Incorporated  
James McCarthy, Pappas Consulting Group, Inc.  
Valerie Newhouse, Iowa Lakes Community College  
Alceste T. Pappas, Pappas Consulting Group, Inc.

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.

**October 21, 2015**

*The Board met with the SUI Graduate and Professional Student Government at 10:00 a.m.*

*The Property and Facilities Committee met at 12:30 p.m.*

*The Education and Student Affairs Committee met at 1:30 p.m.*

**Call to Order for October 21, 2015**

President Rastetter called the Board of Regents meeting to order at 3:30 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	x
Absent									

**TIER Presentation**

Regent McKibben: (1) reported that the presentation is an update on the E-Learning and Enrollment Management academic business cases; and (2) recognized ISU Associate Vice President and Chief of Staff Miles Lackey.

Associate Vice President Lackey introduced Pappas Consulting Group, Inc.'s (PCGI) President/CEO Dr. Alceste T. Pappas and Senior Consulting Associate Dr. James McCarthy.

President/CEO Pappas provided an overview of PCGI's work, findings, and recommendations on the Enrollment Management business case.

President Rastetter recognized individuals at the meeting and Executive Director Bob Donley received a petition.

Senior Consulting Associate McCarthy provided an overview of PCGI's work, findings, and recommendations on the E-Learning business case.

Discussion was held on transfer student demand, employer-funded tuition, Regents Admissions Index, cost of recruiting in-state students versus retention, admissions at UNI, math placement testing for first-year students, massive open online courses, percentage of Iowa high-school graduates who attend public universities as compared to the percentage in other states, percentage of Iowa high school students who have an interest in a four-year degree as compared to five years ago, and acceptance to two or three state universities and the competition among them to recruit these students.

Regent McKibben expressed appreciation to Drs. Pappas and McCarthy and explained the next steps in the process.

- The Board received the presentation by GENERAL CONSENT.

**Adjourn**

President Rastetter adjourned the meeting at 5:30 p.m.

**Call to Order for October 22, 2015**

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	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 COWNIE, to:

- ▶ Approve Marquette Associates, Inc. as Investment Advisor to the Regent universities financial portfolios and authorize the Executive Director to execute the investment advisor contract on behalf of the Board;
- ▶ Receive the report of Modification of Financial Institutions, Brokerage Firms, and Money Market Mutual Funds;
- ▶ Receive the Committee Calendar for 2016; 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 Operating and Financial Performance;
- ▶ Receive the Strategic Plan Update;
- ▶ Receive the Faculty Presentation: Precision Cancer Medicine; 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.

**CONSENT AGENDA**

- ▶ Minutes of September 3, 2015, Board Meeting
  - ▶ Minutes of September 9, 2015, Board Meeting
  - ▶ Comprehensive Fiscal Report for FY 2015
  - ▶ Abandonment of Quadrangle Residence Hall at the University of Iowa
  - ▶ Interagency Cooperation Plan Annual Report
  - ▶ Iowa Public Radio Annual Report and Board of Directors Appointments
  - ▶ Personnel Appointments
- MOVED by MULHOLLAND, SECONDED by ANDRINGA, 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:

- ◆ Thanked John Pappajohn for encouraging and inspiring University of Iowa students by distributing 667 envelopes each containing \$10 and challenging the students to give the money to the University as a lesson in philanthropy; 97% of the money was donated to the University; and
  - ◆ Recognized Regent Sahai who gave comments on the recent process to select the next President at the University of Iowa.
- The Board received the report by GENERAL CONSENT.

**Reports from Institutional Heads**

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

- The Board received the reports by GENERAL CONSENT.

**Update on Collaboration with Iowa Community Colleges**

Chief Academic Officer Dr. Diana Gonzalez briefly described the Regents' partnerships with Iowa Community Colleges and introduced Iowa Lakes Community College President Dr. Valerie Newhouse and Iowa Association of Community College Trustees Executive Director MJ Dolan.

Dr. Newhouse spoke on the opportunities and challenges offered by partnerships between Iowa's community colleges and public universities. Executive Director Dolan discussed the work required to bring about a statewide agreement to allow all Iowa postsecondary institutions to participate in the National Council of Statewide Authorization Reciprocity Agreements.

- The Board received the update by GENERAL CONSENT.

**Proposed 2016-2017 Tuition and Fees**

Chief Business Officer Patrice Sayre provided an overview of the proposed tuition and mandatory fees for the 2016-2017 academic year.

President Rastetter recognized Northern Iowa Student Government President Katie Evans; University of Iowa Student Government President Liz Mills; Iowa State University Government of the Student Body President Daniel Breitbarth; and University of Iowa Graduate and Professional Student Government President Joshua Schoenfeld. The group provided comments on the proposed tuition and fees from the students' perspective.

Regent McKibben asked the student leaders to have the TIER leadership team at their respective university to speak to their student leadership team and get involved with the TIER process to help keep the cost of education down.

President Rastetter thanked student leaders for presenting their views.

- The Board received the report by GENERAL CONSENT.

**Proposed 2016-2017 Common and University/Program Specific Fees**

Policy and Operations Analyst Andrea Anania provided an overview of the proposed changes to common and university/program specific fees for the 2016-2017 academic year.

- The Board received the report by GENERAL CONSENT.

**University Strategic Plan Progress Reports**

Chief Academic Officer Dr. Diana Gonzalez gave an overview of the strategic plan progress and recognized SUI Provost Barry Butler, ISU Provost Jonathan Wickert, UNI Provost Jim Wohlpart, and Superintendent Gettel for updates on their respective institutions' strategic plans.

In response to questions from Regents Cownie and Sahai, the provosts discussed graduation rates, extra-curricular activities, outside employment, how being engaged outside the classroom balances with improved recruitment from employers and improved student success, and statistics on four- and six-year graduation rates. Further discussion occurred on helping students understand borrowing and loans and the potential for a required financial literacy course.

In response to Regent Johnson, the provosts talked about their respective university's four-year graduation rate as it relates to their peer group.

- The Board received the reports by GENERAL CONSENT.

**Bond Sales**

**SALE AND AWARD OF \$21,135,000 ATHLETIC FACILITIES REVENUE REFUNDING BONDS, SERIES S.U.I. 2015C (TAXABLE)**

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

Barry Fick reported that: (1) nine bids were received; (2) the winning bid was submitted by Piper Jaffray and Co. Inc. and (3) the true interest cost was 3.087%.

- 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 \$21,135,000 Athletic Facilities Revenue Refunding Bonds, Series S.U.I. 2015C (taxable), for the purpose of advance refunding the \$27,500,000 Athletic Facilities Revenue Bonds, Series S.U.I. 2006, 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 \$19,755,000 ATHLETIC FACILITIES REVENUE REFUNDING BONDS, SERIES S.U.I. 2015D (TAXABLE)**

Barry Fick reported that: (1) eight bids were received; (2) the winning bid was submitted by Robert W. Baird & Co. and (3) the true interest cost was 3.155%.

- MOVED by ANDRINGA, SECONDED by COWNIE, to approve A Resolution providing for the sale and authorizing and providing for the issuance and securing the payment of \$19,755,000 Athletic Facilities Revenue Refunding Bonds, Series S.U.I. 2015D (taxable), for the purpose of advance refunding the \$25,000,000 Athletic Facilities Revenue Bonds, Series S.U.I. 2006A, 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 \$14,055,000 ACADEMIC BUILDING REVENUE BONDS, SERIES S.U.I. 2015**

Barry Fick reported that: (1) seven bids were received; (2) the winning bid was submitted by FTN Financial and (3) the true interest cost was 2.860%.

- MOVED by COWNIE, SECONDED by BATES, to approve A Resolution providing for the sale and authorizing and providing for the issuance and securing the payment of \$14,055,000 Academic Building Revenue Bonds, Series S.U.I. 2015, for the purpose of paying a portion of the costs of building, repairing, replacing, reconstructing and equipping flood damaged buildings and facilities on the campus of The State University of Iowa, funding a 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.

**Proposed Bond Issuance Schedule for Calendar Year 2016**

Policy and Operations Officer Brad Berg provided an overview of the proposed bond issuance schedule and reported total savings of more than \$54 million from refunding bonds since 2001.

- MOVED by JOHNSON, SECONDED by COWNIE, to:
  - ▶ Establish a schedule for the issuance of bonds for calendar year 2016 as detailed in the memorandum; and
  - ▶ Adopt a resolution authorizing the Executive Director to fix the date or dates for the sale of Academic Building Revenue Bonds, refunding bonds, and other sales as may be authorized as a component of a Board approved financing plan for an identified capital project.

<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 meeting was held at 12:30 p.m. on October 21<sup>st</sup>.*

- MOVED by DAKOVICH, SECONDED by MULHOLLAND, to:
  - ▶ Approve the actions detailed on page one of the docket memorandum for the Daum Residence Hall – Renovate Floors 1-8, Utilities Distribution System – Reconstruct Currier Steam Tunnel at Burge Hall, Water Plant – Install Reverse Osmosis System, UIHC Colloton Pavilion LL-L3 Replacement of Air Handling Units, and Power Plant – Air Regulations Compliance projects for the University of Iowa (P&F 2);
  - ▶ Approve the Gift Agreement between AIB College of Business and the University of Iowa and authorization for the University and the Board’s Executive Director to take further actions as needed to complete the gifting process (P&F 3);
  - ▶ Approve the demolition of buildings at 2550 Postal Road and 2401 Coral Ridge Avenue on the University of Iowa Oakdale Campus in Coralville; and 130 North Madison Street, Iowa City (P&F 4);
  - ▶ Approve the actions detailed on page one of the docket memorandum for the Lawther Hall Renovation, Southwest Campus Storm Water Management and Schindler Education Center Renovation projects for the University of Northern Iowa (P&F 5);
  - ▶ Approve two easements (one with the City of Coralville and one with MidAmerican Energy) and one lease with KGRD Green Bay, LLC all for the benefit of the University of Iowa (P&F 6);
  - ▶ Receive the update on the University of Iowa Flood Recovery Status (P&F 7); 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 Education and Student Affairs Committee**

*The Education and Student Affairs Committee meeting was held at 1:30 p.m. on October 21<sup>st</sup>.*

President Pro Tem Mulholland encouraged attendance at the upcoming Campus Safety and Security Summit to be held on October 28<sup>th</sup> in the FFA Enrichment Center on DMACC’s Ankeny Campus.

- MOVED by MULHOLLAND, SECONDED by COWNIE, to:
  - ▶ Approve the Minutes of the September 9, 2015, Education and Student Affairs Committee meeting;
  - ▶ Receive the presentation at the University of Iowa: “First-Year Seminars – Connecting Faculty and Students and Building a Foundation for Academic Success”;
  - ▶ Receive the Education Strategy Group presentation: “Alignment Strategies in Iowa”;
  - ▶ Receive the Fall 2015 Enrollment Report;
  - ▶ Approve the request to create a new center at Iowa State University: Center for Statistics and Application in Forensic Evidence;
  - ▶ Approve the Regional Study Centers Funding Allocation Request for 2015-2016: \$182,734 for the Southwest Iowa Regents Resource Center (Council Bluffs); \$96,114 for the Northwest Iowa Regents Resource Center (Sioux City); and \$5,000 for the Quad Cities Graduate Center (Quad Cities) and direct the Board Office to notify, in writing, the General Assembly and the Legislative Services Agency of funds allocated to the centers as specified in HF 304, Sec. 8.
  - ▶ Receive the Iowa Lakeside Laboratory Regents Resource Center 2014-2015 Annual Report and approve the 2015-2016 Budget;
  - ▶ Approve the request to create a new center at the University of Northern Iowa: Arctic, Remote, and Cold Territories Interdisciplinary Center;
  - ▶ Receive the update on program offerings at the Regents Regional Resource Center for Fall 2016;
  - ▶ Approve the request to adopt a new peer group at the University of Northern Iowa;
  - ▶ Receive the presentation: “Graduate and Professional Student Financial Retention Incentive”;
  - ▶ Receive the 2015 Biennial Faculty Activities Report;
  - ▶ Receive the 2015 Education and Student Affairs Committee Work Plan;
  - ▶ Approve the request by the Education and Student Affairs Committee to change its name to the Academic and Student Affairs Committee;
  - ▶ Approve the request to modify the charge to the Campus Safety and Security Subcommittee to indicate that the Subcommittee is responsible for compliance and oversight;
  - ▶ Receive the discussion of the role of the Education and Student Affairs Committee regarding professional development activities for the Board of Regents; and
  - ▶ Receive the report of the Education and Student Affairs Committee.

Regent Andringa requested that the two new centers (Center for Statistics and Application in Forensic Evidence at Iowa State University and the Arctic, Remote, and Cold Territories Interdisciplinary Center at the University of Northern Iowa) report to the Board in the future on how the Centers were able to leverage other parts of their respective university to expand.

<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.

**TIER Update – Ad Astra**

Regent McKibben provided an update of TIER activities since the last report and welcomed ISU Associate Vice President and Chief of Staff Miles Lackey. Associate Vice President Lackey gave an update on Ad Astra’s work on the following business cases:

- ◆ SSU-03 – Space Utilization; and
- ◆ SSU-04 – Course Scheduling

In response to Regent Johnson, Associate Vice President Lackey confirmed that the course scheduling business case addresses undergraduate students only.

In response to Regent Andringa, Regent McKibben explained the process and anticipated timeline moving forward.

In response to President Rastetter, Associate Vice President Lackey and Regent McKibben elaborated on the process to determine how to more efficiently utilize current facilities.

- The Board received the update by GENERAL CONSENT.

**Presentation at University of Iowa: “Santos™ The Virtual Soldier Makes a Difference for the U.S. Marines”**

SUI Executive Vice President and Provost Barry Butler introduced Director of the Center for Computer Aided Design and Professor of Biomedical Engineering Dr. Karim Abdel-Malek. Dr. Abdel-Malek gave a presentation on Santos™, a human simulator developed at the University of Iowa that helps in the reduction of load for the U.S. Marines, tests new equipment, and helps design new vehicles.

In response to a question from Executive Director Bob Donley, Dr. Abdel-Malek explained the company’s marketability.

In response to a question from Regent Andringa, Dr. Abdel-Malek confirmed there is intellectual property protection on Santos.

- The Board received the presentation by GENERAL CONSENT.

**Annual Economic Development and Technology Transfer Report**

State Relations Officer Joe Murphy: (1) provided highlights on the report; (2) thanked the Board for its leadership to promote economic development throughout the state of Iowa; (3) thanked the Governor and General Assembly for investing in the economic development programs at the three universities; and (4) introduced SUI Vice President for Research and Economic Development Director Dan Reed; ISU Vice President for Economic Development and Business Engagement Michael Crum; and UNI Business and Community Services Executive Director Randy Pilkington. The group gave a presentation on the universities’ economic development collaborative contributions and impact on Iowa.

Regent Andringa expressed appreciation to the group for the mentoring and support provided to Iowa entrepreneurs. President Rastetter said the group’s efforts are showing and continued development of the research parks will enhance entrepreneurial growth going forward.

- The Board received the report by GENERAL CONSENT.

**Adjourn**

President Rastetter adjourned the meeting at 2:55 p.m.