

Contact: Andrea Anania

MINUTES OF DECEMBER 5, 2012, TELEPHONIC BOARD MEETING

(Host Location)
ALUMNI CENTER
UELNER EXECUTIVE BOARD ROOM
IOWA STATE UNIVERSITY
AMES, IOWA

Board Members

	December 5, 2012
Nicole Carroll	Present at host site
Robert Downer	Present at host site
Jack Evans	Via phone
Ruth Harkin	Present at host site
Craig Lang	Present at host site
David Miles	Via phone
Katie Mulholland	Via phone
Bruce Rastetter	Present at host site
Hanna Walsh	Via phone

Staff Members

Andrea Anania, Jeneane Beck, Aimee Clayton, Bob Donley, Sheila Doyle Koppin, Tom Evans, Diana Gonzalez, Joe Murphy, Joan Racki (via phone), Patrice Sayre, Todd Stewart (via phone), Ilene Tuttle

Regent Institutions

SUI Sally Mason (via phone), P. Barry Butler, Ken Fisher (via phone), Ken Kates (via phone), Jean Robillard (via phone), Debra Schwinn (via phone), Doug True

ISU Steven Leath, Warren Madden, Sri Sritharan, Jonathan Wickert

UNI Ben Allen (via phone), Michael Hager (via phone)

ISD/IBSSS Patrick Clancy, Don Boddicker (via phone)

Others

Barry Fick, Springsted Incorporated (via phone)
Susan Hagarty, Iowa Hands and Voices
Brook Nolin, National Association for Parents of Children with Visual Impairments (Iowa division)

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.

Call to Order for December 5, 2012

President Lang called the Board of Regents meeting to order at 1:09 p.m.

Roll Call:

<u>Regent</u>	<u>Carroll</u>	<u>Downer</u>	<u>Evans</u>	<u>Harkin</u>	<u>Lang</u>	<u>Miles</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Walsh</u>
Present	x	x	x*	x	x	x*	x*	x	x*
Absent									

*via phone

University of Iowa Hospitals and Clinics Committee

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

Board Receipt of UIHC Committee Report

➤ MOVED by DOWNER, SECONDED by CARROLL, to receive the:

- ▶ Report on operational and financial performance; and
- ▶ Report of the University of Iowa Hospitals and Clinics Committee.

<u>Regent</u>	<u>Carroll</u>	<u>Downer</u>	<u>Evans</u>	<u>Harkin</u>	<u>Lang</u>	<u>Miles</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Walsh</u>
Aye	x	x	x	x	x	x	x	x	x
Absent									

MOTION APPROVED by ROLL CALL.

Audit/Compliance and Investment Committee

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

Board Receipt of Audit/Compliance and Investment Committee Report

➤ MOVED by EVANS, SECONDED by CARROLL, to receive the:

- ▶ Investment and Cash Management Report for the Quarter Ended September 30, 2012; and
- ▶ Report of the Audit/Compliance and Investment Committee.

<u>Regent</u>	<u>Carroll</u>	<u>Downer</u>	<u>Evans</u>	<u>Harkin</u>	<u>Lang</u>	<u>Miles</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Walsh</u>
Aye	x	x	x	x	x	x	x	x	x
Absent									

MOTION APPROVED by ROLL CALL.

Board President Report

President Lang:

- ▶ Introduced and welcomed new student Regent Hannah Walsh. Regent Walsh said she looked forward to giving back to the state of Iowa and representing fellow students. She said Iowa is fortunate to have high quality and affordable educational resources and she will strive to maintain that for the next generation of students; and
 - ▶ Commented on the resignation of Peter Gray, former academic advisor in the Department of Athletics at the University of Iowa. President Lang said his expectation is for the University to develop and implement new procedures to ensure full compliance with Board policy.
- The Board received the report by GENERAL CONSENT.

CONSENT AGENDA

- ▶ Minutes of October 24-25, 2012, Board Meeting
 - ▶ Approval of Common and University/Program Specific Fees for 2013-2014
 - ▶ Approval of University of Iowa Research Park Corporation Board of Directors
 - ▶ Annual Report on the Articulation Efforts and Activities Implemented by the Community Colleges and the Institutions of Higher Education Governed by the Board of Regents
 - ▶ Report on Iowa Research and Development Center for Education Innovation at the University of Northern Iowa
 - ▶ Request to Award Honorary Doctor of Humane Letters Degree at the University of Iowa
 - ▶ Request to Award Honorary Doctor of Humane Letters Degree at the University of Iowa
 - ▶ Report of Crime Statistics at the Universities for the Quarter Ending September 30, 2012
 - ▶ Annual Report on Regent Accountability of Resources Initiative
 - ▶ University of Iowa Update of Flood Recovery Status
 - ▶ University of Northern Iowa Presidential Search and Screen Committee
- MOVED by HARKIN, SECONDED by EVANS, to approve the CONSENT AGENDA.

<u>Regent</u>	<u>Carroll</u>	<u>Downer</u>	<u>Evans</u>	<u>Harkin</u>	<u>Lang</u>	<u>Miles</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Walsh</u>
Aye	x	x	x	x	x	x	x	x	x
Absent									

MOTION APPROVED by ROLL CALL.

BOND SALES

Resolution for the Sale and Issuance of \$16,580,000 Dormitory Revenue Refunding Bonds, Series I.S.U. 2013

Policy and Operations Officer Joan Racki introduced Barry Fick from Springsted, Incorporated, the Board's financial advisor.

Barry Fick reported that: (1) three bids were received; (2) the winning bid was submitted by Hutchinson Shockey Erley & Co.; and (3) the true interest cost was 2.3357%.

- MOVED by DOWNER, SECONDED by RASTETTER, to approve A Resolution providing for the sale and authorizing and providing for the issuance and securing the payment of \$16,580,000 Dormitory Revenue Refunding Bonds, Series I.S.U. 2013, for the purpose of advance refunding the \$21,575,000 Dormitory Revenue Bonds, Series I.S.U. 2003, funding a reserve fund, paying costs of issuance, and approving a Refunding Trust Agreement.

<u>Regent</u>	<u>Carroll</u>	<u>Downer</u>	<u>Evans</u>	<u>Harkin</u>	<u>Lang</u>	<u>Miles</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Walsh</u>
Aye	x	x	x	x	x	x	x	x	x
Absent									

MOTION APPROVED by ROLL CALL.

Resolution for the Sale and Issuance of \$12,010,000 Parking System Revenue Refunding Bonds, Series S.U.I. 2013

Barry Fick reported that: (1) five bids were received; (2) the winning bid was submitted by Janney Montgomery Scott LLC; and (3) the true interest cost was 1.734%.

- MOVED by DOWNER, SECONDED by EVANS, to approve A Resolution providing for the sale and authorizing and providing for the issuance and securing the payment of \$12,010,000 Parking System Revenue Refunding Bonds, Series S.U.I. 2013, for the purpose of advance refunding the \$18,250,000 Parking System Revenue Bonds, Series S.U.I. 2004, paying costs of issuance, and approving a Refunding Trust Agreement.

<u>Regent</u>	<u>Carroll</u>	<u>Downer</u>	<u>Evans</u>	<u>Harkin</u>	<u>Lang</u>	<u>Miles</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Walsh</u>
Aye	x	x	x	x	x	x	x	x	x
Absent									

MOTION APPROVED by ROLL CALL.

Proposed 2013-2014 Tuition and Fees

Chief Business Officer Patrice Sayre provided brief comments on the 2013-2014 tuition and fee proposals.

- MOVED by HARKIN, SECONDED by WALSH, to approve the proposed conditional tuition and mandatory fees for the 2013-2014 academic year as outlined in this memorandum, effective with the summer session 2013.

<u>Regent</u>	<u>Carroll</u>	<u>Downer</u>	<u>Evans</u>	<u>Harkin</u>	<u>Lang</u>	<u>Miles</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Walsh</u>
Aye	x	x	x	x	x	x	x	x	x
Absent									

MOTION APPROVED by ROLL CALL.

PROFESSIONAL DEVELOPMENT ASSIGNMENTS

Professional Development Assignment Requests for FY 2014

Chief Academic Officer Dr. Diana Gonzalez provided brief comments on the FY 2014 requests.

- MOVED by DOWNER, SECONDED by MULHOLLAND, to approve the requests by the Regent universities for professional development assignments for FY 2014 as presented in the memorandum.

<u>Regent</u>	<u>Carroll</u>	<u>Downer</u>	<u>Evans</u>	<u>Harkin</u>	<u>Lang</u>	<u>Miles</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Walsh</u>
Aye	x	x	x	x	x	x	x	x	x
Absent									

MOTION APPROVED by ROLL CALL.

Professional Development Assignment Reports for FY 2012

Chief Academic Officer Dr. Diana Gonzalez commented on the FY 2012 reports.

- By GENERAL CONSENT, the Board received the professional development assignment reports submitted by the Regent universities for FY 2012 as presented in the memorandum.

Register of University of Iowa Capital Improvement Business Transactions

Vice President Doug True explained the proposed transactions.

Regent Downer commented on the large amount of material generated from building demolitions and expressed concern about landfill capacity. Vice President True explained the University’s plan to preserve, reuse, and recycle as much as possible.

- MOVED by MILES, SECONDED by EVANS, to approve the actions outlined in the memorandum for the following projects:
 - ▶ Labor and Delivery Suite Expansion;
 - ▶ Stanley Hall – Renovate Restrooms and Replace Galvanized Piping;
 - ▶ Art Building – Raze Facility;
 - ▶ Hancher-Voxman-Clapp – Raze Facility; and
 - ▶ Emergency Repair of Steam Lines in the Burlington Street Dam Tunnel.

<u>Regent</u>	<u>Carroll</u>	<u>Downer</u>	<u>Evans</u>	<u>Harkin</u>	<u>Lang</u>	<u>Miles</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Walsh</u>
Aye	x	x	x	x	x	x	x	x	x
Absent									

MOTION APPROVED by ROLL CALL.

Register of Iowa State University Capital Improvement Business Transactions

Vice President Warren Madden explained the proposed transactions.

- MOVED by RASTETTER, SECONDED by HARKIN, to approve the actions outlined in the memorandum for the following projects:
 - ▶ Utilities – Stoker Boiler Replacement; and
 - ▶ Wilson Hall – Install Fire Sprinkler and Improvements.

MOTION APPROVED UNANIMOUSLY.

<u>Regent</u>	<u>Carroll</u>	<u>Downer</u>	<u>Evans</u>	<u>Harkin</u>	<u>Lang</u>	<u>Miles</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Walsh</u>
Aye	x	x	x	x	x	x	x	x	x
Absent									

MOTION APPROVED by ROLL CALL.

Institutional Agreements, Leases, and Easements

Policy and Operations Officer Joan Racki provided brief comments.

- MOVED by EVANS, SECONDED by WALSH, to approve the following items on behalf of the University of Iowa as outlined in the memorandum, subject to approval of the final documents by the Board Office and Attorney General’s Office:
 - ▶ Lease agreements with Svoboda Rentals L.L.C., and their property management entity, Campusview Management, for the University’s use of apartment space at 112 East Bloomington Street and 427 North Dubuque Street, Iowa City;
 - ▶ Water Main Easement Agreement with the City of Iowa City for the City’s repair, operation and maintenance of an existing water main on University property; and
 - ▶ Natural Gas Main Utility Easement with the MidAmerican Energy for the construction, operation and maintenance of a gas main on University property.

<u>Regent</u>	<u>Carroll</u>	<u>Downer</u>	<u>Evans</u>	<u>Harkin</u>	<u>Lang</u>	<u>Miles</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Walsh</u>
Aye	x	x*	x	x	x	x	x	x	x
Abstain		x*							

**Regent Downer voted aye on the first two items and abstained on the third item only.*

MOTION APPROVED by ROLL CALL.

University of Northern Iowa Building Demolition

Vice President for Administration and Financial Services Michael Hager explained the proposed demolition of portions of the Price Laboratory School (PLS) building. The field house and a portion of the west wing, which is being renovated to house the Child Development Center, would remain.

Discussion occurred on what would happen if PLS was found not to be lawfully closed and whether there is any potential interest in the building from the Cedar Falls School System.

- MOVED by MULHOLLAND, SECONDED by HARKIN, to approve the demolition of portions of the Price Laboratory School building.

<u>Regent</u>	<u>Carroll</u>	<u>Downer</u>	<u>Evans</u>	<u>Harkin</u>	<u>Lang</u>	<u>Miles</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Walsh</u>
Aye	X	X	X	X	X	X	X	X	X
Absent									

MOTION APPROVED by ROLL CALL.

Request to Implement a New Program at Iowa State University: Ph.D. Program in Wind Energy Science, Engineering, and Policy

Senior Vice President and Provost Jonathan Wickert explained the proposed new program.

In response to Regent questions: (1) ISU College of Engineering Professor Sri Sritharan elaborated on the new courses to be added and that the program would be attractive to international students; and (2) Vice President Warren Madden gave an update on the wind turbine currently being installed on campus.

- MOVED by WALSH, SECONDED by CARROLL, to establish a new Ph.D. program at Iowa State University in Wind Energy Science, Engineering, and Policy in the College of Engineering.

<u>Regent</u>	<u>Carroll</u>	<u>Downer</u>	<u>Evans</u>	<u>Harkin</u>	<u>Lang</u>	<u>Miles</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Walsh</u>
Aye	X	X	X	X	X	X	X	X	X
Absent									

MOTION APPROVED by ROLL CALL.

Report on University of Northern Iowa Presidential Search

Regent Carroll provided an update on the last meeting of the Presidential Search Committee, the timeline extension for completion of the search, and the addition of Beverly Smith to the Search Committee (as approved in the Consent Agenda.)

- The Board received the update by GENERAL CONSENT.

Update Report on Feasibility Study and Planning Committee

Superintendent Patrick Clancy introduced parents and Committee members Susan Hagarty and Brook Nolan.

Ms. Hagarty described her role as President of Iowa Hands and Voices and Mr. Nolin described his role as President of the National Association for Parents of Children with Visual Impairments (Iowa division). Both discussed their respective involvement in the deaf or blind community.

Superintendent Clancy provided comments on the Committee's work and the proposed recommendations. Board action on the recommendations is anticipated at the February meeting.

- The Board received the update report by GENERAL CONSENT.

Adjourn

President Lang adjourned the meeting at 2:53 p.m.