

Contact: Andrea Anania

MINUTES OF DECEMBER 5-6, 2016, TELEPHONIC BOARD MEETING

**OAK ROOM, MAUCKER UNION
UNIVERSITY OF NORTHERN IOWA
CEDAR FALLS, IOWA**

Board Members	December 5, 2016	December 6, 2016
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
Michael Richards	Present	Present
Subhash Sahai	Present	Present

Board Office

Andrea Anania, Brock Ascher, Brad Berg, Mark Braun, Mary Braun, Aimee Claeys, Laura Dickson, Bob Donley, Diana Gonzalez, Josh Lehman, John Nash, Joan Racki

Regent Institutions

SUI Bruce Harreld, Barry Butler, Rod Lehnertz (all via phone)
Jean Robillard, Joe Clamon, Ken Fisher, Ken Kates (all via phone)

ISU Steven Leath (via phone)

UNI Jim Wohlpart, Brenda Bass, Michael Hager

ISD/IBSSS Steven Gettel, Mike Morgan (both via phone)

Others

Sheryl Bailey, Springsted Incorporated
Mark Nook, Montana State University Billings
Doug Oest, Marquette Associates, Inc.
Dave Smith, Marquette Associates, Inc.
Neil Theobald, Temple University

The corresponding memorandum for each agenda item, an integral component of the minutes, is available on the Board of Regents website: <http://www.iowaregents.edu>. 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 Property and Facilities Committee met telephonically at 8:00 a.m. on December 5, 2016.

The Academic and Student Affairs Committee met at 11:30 a.m. on November 28, 2016.

Call to Order for December 5, 2016

President Pro Tem Mulholland called the Board of Regents meeting to order at 1:00 p.m.

Roll Call:

<u>Regent</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter*</u>	<u>Richards</u>	<u>Sahai</u>
Present	x	x	x	x	x	x		x	x
Absent							x		

**President Rastetter arrived immediately after the roll call was taken.*

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:

- ▶ Receive the Investment and Cash Management Report for the Quarter Ended September 30, 2016; and
- ▶ Receive the report of the Audit/Compliance and Investment Committee.

<u>Regent</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Richards</u>	<u>Sahai</u>
Aye	x	x	x	x	x	x	x	x	x
Nay									

MOTION APPROVED by ROLL CALL.

Sale and Award of \$18,650,000 Recreational Facilities Revenue Refunding Bonds, Series S.U.I. 2017

Policy and Operations Officer Brad Berg introduced Dr. Sheryl Bailey from Springsted, Incorporated, the Board's municipal advisor.

Dr. Bailey reported that: (1) eight bids were received; (2) the winning bid was submitted by J.P. Morgan Securities and (3) the true interest cost was 3.35%. Issuance of the refunding bonds at lower interest rates resulted in present value savings of \$937,695.

➤ MOVED by JOHNSON, SECONDED by COWNIE, to approve A Resolution providing for the sale and authorizing and providing for the issuance and securing the payment of \$18,650,000 Recreational Facilities Revenue Refunding Bonds, Series S.U.I. 2017, for the purpose of advance refunding the \$26,000,000 Recreational Facilities Revenue Bonds, Series S.U.I. 2007, and paying costs of issuance.

<u>Regent</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Richards</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 MCKIBBEN, SECONDED by COWNIE, to:

- ▶ Receive the Report on Operating and Financial Performance;
- ▶ Approve the Proposed Amendments to the Bylaws of the University of Iowa Hospitals and Clinics and its Clinical Staff as illustrated in the UIHC presentation materials; and
- ▶ Receive the report of the University of Iowa Hospitals and Clinics Committee.

<u>Regent</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Richards</u>	<u>Sahai</u>
Aye	x	x	x	x	x	x	x	x	x
Nay									

MOTION APPROVED by ROLL CALL.

CONSENT AGENDA – University of Iowa Proposed Naming

➤ MOVED by BATES, SECONDED by MULHOLLAND, to approve the University of Iowa’s request to adopt “Iowa Neuroscience Institute” as the official name of the institute with no other individual or corporate names to be added or attached now or in the future.

President Rastetter: (1) recognized SUI President Harreld, Vice President for Medical Affairs Jean Robillard, SUI Foundation President Lynette Marshall, and their teams for securing the \$45 million gift from the Roy J. Carver Charitable Trust; (2) said the gift will allow the Iowa Neuroscience Institute to conduct research to find the causes of and prevention, treatment, and cure for many diseases that affect the brain and nervous system; and (3) thanked the Roy J. Carver Charitable Trust and the Carver family for their unwavering support, noting that they are the largest donors to the University of Iowa with collective giving of nearly \$200 million.

Roll call on motion:

<u>Regent</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Richards</u>	<u>Sahai</u>
Aye	x	x	x	x	x	x	x	x	x
Nay									

MOTION APPROVED by ROLL CALL.

CONSENT AGENDA

➤ MOVED by JOHNSON, SECONDED by SAHAI, to approve and receive the following CONSENT AGENDA items:

- ▶ Minutes of October 19-20, 2016, Board Meeting
- ▶ Iowa Public Radio Annual Report and 2017-2022 Strategic Plan

<u>Regent</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Richards</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 commented on the recently-established, two-year budget model for tuition and state appropriations. The model will provide transparency and predictability for students and their families, the state, and the universities.

➤ The Board received the report by GENERAL CONSENT.

Report of the Property and Facilities Committee

The Property and Facilities Committee met telephonically at 8:00 a.m. on December 5, 2016.

- MOVED by DAKOVICH, SECONDED by COWNIE, to:
 - ▶ For the benefit of the University of Iowa, approve the actions detailed on page one of the docket memorandum for the:
 - ◆ Communication Center Renovation;
 - ◆ Pathology Core Lab Renovation – 6RCP;
 - ◆ UIHC – Relocation of Neurology and Neonatology Faculty Offices;
 - ◆ John Colloton Pavilion – Material Services, Processed Stores Relocation to Support Central Sterilization Services Expansion;
 - ◆ Power Plant – Capacity Expansion;
 - ◆ John Pappajohn Business Building – Renovate Galleria and Library Spaces;
 - ◆ Hillcrest Residence Hall – Replace Vanities and Plumbing;
 - ◆ University Capitol Centre Backfill;
 - ◆ University Capitol Centre Renovate Suites 2700 and 3700;
 - ◆ UIHC – Consolidation of Staff Offices; and
 - ◆ Steam Utility Enterprise Systems – Replace Riverside Drive/Grand Avenue Steam Distribution System – Phase 2 project. (P&F 2);
 - ▶ For the benefit of the University of Iowa, ratify the Executive Director’s actions related to the utilization of capital project delivery processes as described in the docket memorandum to install temporary boilers to meet steam generation needs for the upcoming heating season (P&F 3);
 - ▶ For the benefit of Iowa State University, approve the actions detailed on page one of the docket memorandum for the:
 - ◆ Student Innovation Center;
 - ◆ Richardson Court Residence Halls – Bathroom Remodeling;
 - ◆ Wallace and Wilson Residence Halls – Life Cycle Replacement; and
 - ◆ Wallace and Wilson Residence Halls – Window Replacement projects. (P&F 4);
 - ▶ Approve Iowa State University’s request to name the Iowa State University Black Cultural Center the “George Jackson Cultural Center.” (P&F 5);
 - ▶ For the benefit of Iowa State University, approve the purchase of 68.38 acres of land located at 3898 University Boulevard at a price of \$2,190,000, subject to approval of the final documents by the Board Office and Attorney General’s Office. (P&F 6);
 - ▶ For the benefit of the University of Northern Iowa, approve the University of Northern Iowa’s request to accept transfer of title of the real property identified in Exhibit A of the docket memorandum. (P&F 7);
 - ▶ Approve two lease amendments with Svoboda Rentals LLC for off-campus housing for the benefit of the University of Iowa, three leases with the City of Ames with the Board as landlord to allow Iowa State University land to continue to be used as public parks, and one lease with the City of Vinton for the benefit of the Iowa Braille and Sight Saving School to allow 7.2 acres of land to continue to be used as a public park, subject to approval of the final documents by the Board Office and Attorney General’s Office. (P&F 8); and
 - ▶ Receive the Report of the Property and Facilities Committee.

<u>Regent</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Richards</u>	<u>Sahai</u>
Aye	x	x	x	x	x	x	x	x	x
Nay									

MOTION APPROVED by ROLL CALL.

Report of the Academic and Student Affairs Committee

The Academic and Student Affairs Committee met at 11:30 a.m. on November 28, 2016.

- MOVED by MULHOLLAND, SECONDED by DAKOVICH, to:
 - ▶ Approve the:
 - ◆ Minutes of October 19, 2016, Academic and Student Affairs Committee meeting;
 - ◆ Professional Development Assignment Requests for FY 2018;
 - ◆ Annual Report on the Articulation Efforts and Activities Implemented by the Iowa Community Colleges and the Institutions of Higher Education Governed by the Board of Regents and direct the Board Office to submit the final report to the General Assembly by January 15, 2017;
 - ◆ Report on the Iowa Research and Development Center for Educational Transformation at the University of Northern Iowa and direct the Board Office to submit the final report to the General Assembly by January 9, 2017;
 - ◆ Request from the University of Northern Iowa for the following new programs:
 - Bachelor of Applied Science Program in Managing Business and Organizations;
 - Bachelor of Applied Science Program in Technology; and
 - Bachelor of Arts Program in Physics; and
 - ◆ Request to award the following honorary doctor degrees at the University of Iowa:
 - Honorary Doctor of Science Degree to Dr. Martín J. Sepulveda;
 - Honorary Doctor of Humane Letters Degree to Mr. Ted Waitt; and
 - Honorary Doctor of Humane Letters Degree to Dr. Marilynne Robinson; and
 - ▶ Receive the following items:
 - ◆ Professional Development Assignment Reports for FY 2016; and
 - ◆ 2017 Academic and Student Affairs Committee Work Plan.

<u>Regent</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Richards</u>	<u>Sahai</u>
Aye	x	x	x	x	x	x	x	x	x
Nay									

MOTION APPROVED by ROLL CALL.

Approval of 2017-2018 Tuition and Fees

Policy and Operations Officer Brad Berg reported that tuition rates for the 2017-2018 academic year remain unchanged from the first reading in October. However, as amended in October, the memorandum reflects establishment of a new Mental Health Fee at the University of Iowa. He said the new fee is largely offset by elimination of the proposed increase to the Health Fee that was also proposed in October.

- MOVED by BATES, SECONDED by JOHNSON, to approve the proposed conditional tuition and mandatory fees for the 2017-2018 academic year as outlined in the memorandum, effective with summer session 2017.

<u>Regent</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Richards</u>	<u>Sahai</u>
Aye	x	x	x	x	x	x	x	x	x
Nay									

MOTION APPROVED by ROLL CALL.

Approval of 2017-2018 Common and University / Program Specific Fees

Policy and Operations Analyst Andrea Anania said that no changes have been made to the proposed Common and University / Program Specific Fees for the 2017-2018 academic year since these fees were first presented to the Board in October for consideration.

- MOVED by SAHAI, SECONDED by MULHOLLAND, to approve the proposed changes to Common and University / Program Specific Fees for the 2017-2018 academic year as presented in the memorandum.

<u>Regent</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Richards</u>	<u>Sahai</u>
Aye	x	x	x	x	x	x	x	x	x
Nay									

MOTION APPROVED by ROLL CALL.

Request to Approve the University of Iowa’s 2016-2021 Strategic Plan

Chief Academic Officer Dr. Diana Gonzalez gave a brief overview of the University of Iowa’s 2016-2021 strategic plan and its alignment to the Board’s 2016-2021 strategic plan.

Executive Director Bob Donley thanked Dr. Gonzalez for her work and commended President Harreld for putting the plan together in strategic alignment with the Board process and metrics.

President Harreld said the strategic plan is more streamlined; milestones, metrics, and timelines have already been identified.

Executive Vice President and Provost Barry Butler emphasized the role of shared governance groups in developing the plan and thanked them for their collaborative efforts.

- MOVED by JOHNSON, SECONDED by COWNIE, to approve the University of Iowa’s 2016-2021 Strategic Plan.

<u>Regent</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Richards</u>	<u>Sahai</u>
Aye	x	x	x	x	x	x	x	x	x
Nay									

MOTION APPROVED by ROLL CALL.

Closed Session – Meeting of the Board with the Presidential Search and Screen Committee

- MOVED by MULHOLLAND, SECONDED by JOHNSON, to enter into closed session in accordance with Iowa Code §21.5.1.i for the purposes of evaluating the professional competency of individuals whose appointment or hiring is being considered. Each individual has requested that his professional competency be evaluated in closed session.

<u>Regent</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Richards</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 3:01 p.m.

The Board reconvened in open session at 3:53 p.m.

Adjourn

President Rastetter adjourned the meeting at 3:54 p.m.

Call to Order for December 6, 2016

President Rastetter called the Board of Regents meeting to order at 9:07 a.m.

Roll Call:

<u>Regent</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Richards</u>	<u>Sahai</u>
Present	X	X	X	X	X	X	X	X	X
Nay									

Closed Session – Regents Interview Presidential Candidates

- MOVED by JOHNSON, SECONDED by MULHOLLAND, to enter into closed session in accordance with Iowa Code §21.5.1.i for the purposes of evaluating the professional competency of individuals whose appointment or hiring is being considered. Each individual has requested that his professional competency be evaluated in closed session.

<u>Regent</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Richards</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 9:10 a.m.

The Board reconvened in open session at 3:17 p.m.

President Rastetter thanked the UNI Presidential Search and Screen Committee for their hard work to find a great group of candidates and the community for welcoming the three finalists.

- MOVED by JOHNSON, SECONDED by MCKIBBEN, to appoint Dr. Mark A. Nook as President of the University of Northern Iowa effective February 1, 2017, and approve the following employment terms: provide an annual salary of \$357,110 and a three-year term of appointment.

<u>Regent</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Richards</u>	<u>Sahai</u>
Aye	X	X	X	X	X	X	X	X	X
Nay									

MOTION APPROVED by ROLL CALL.

- MOVED by MULHOLLAND, SECONDED by COWNIE, to dissolve the University of Northern Iowa Presidential Search and Screen Committee.

<u>Regent</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Richards</u>	<u>Sahai</u>
Aye	X	X	X	X	X	X	X	X	X
Nay									

MOTION APPROVED by ROLL CALL.

Adjourn

President Rastetter adjourned the meeting at 3:20 p.m.