

Contact: Andrea Anania

MINUTES OF FEBRUARY 5-6, 2014, BOARD MEETING

**MAUCKER UNION, OLD CENTRAL BALLROOM, ROOMS A AND B
UNIVERSITY OF NORTHERN IOWA
CEDAR FALLS, IOWA**

Board Members	February 5, 2014	February 6, 2014
Nicole Carroll	Present	Present
Milt Dakovich	Present	Present
Robert Downer	Present	Present
Ruth Harkin	Present	Present
Larry McKibben	Present	Present
Katie Mulholland	Present	Present
Bruce Rastetter	Present	Present
Subhash Sahai	Present	Present
Hannah Walsh	Present	Present

Staff Members

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

Regent Institutions

SUI Sally Mason, Barry Butler, Doug True
Jean Robillard, Ken Fisher, Ken Kates, Debra Schwinn, Bill Hesson, Richard Smith

ISU Steven Leath, Warren Madden, Jonathan Wickert

UNI Bill Ruud, Gloria Gibson, Michael Hager
Dan Beenken, Chad Christopher, James Cryer, Randy Pilkington, Marty Wartick

ISD/IBSSS Patrick Clancy, Don Boddicker

Others

Barry Fick, Springsted Incorporated
Brian White, John Deere Insurance Company

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 web site.

Call to Order for February 5, 2014

President Rastetter called the Board of Regents meeting to order at 4:00 p.m.

Roll Call:

<u>Regent</u>	<u>Carroll</u>	<u>Dakovich</u>	<u>Downer</u>	<u>Harkin</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Sahai</u>	<u>Walsh</u>
Present	x	x	x	x		x	x	x	x
Absent					x*				

* Regent McKibben was absent for the roll call; however, he joined the meeting during the University of Iowa Hospitals and Clinics Committee.

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 SAHAI, SECONDED by WALSH, to:

- ▶ Receive the report of Operational and Financial Performance;
- ▶ Approve the Proposed Amendments to the Bylaws of the UIHC and its Clinical Staff as proposed in the UIHC presentation;
- ▶ Receive the report on the Iowa Institute of Human Genetics; and
- ▶ Receive the report of the University of Iowa Hospitals and Clinics Committee.

<u>Regent</u>	<u>Carroll</u>	<u>Dakovich</u>	<u>Downer</u>	<u>Harkin</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Sahai</u>	<u>Walsh</u>
Aye	x	x	x	x	x	x	x	x	x
Nay									

MOTION APPROVED by ROLL CALL.

Adjourn

President Rastetter adjourned the meeting at 5:17 p.m.

Call to Order for February 6, 2014

President Rastetter called the Board of Regents meeting to order at 1:20 p.m.

Roll Call:

<u>Regent</u>	<u>Carroll</u>	<u>Dakovich</u>	<u>Downer</u>	<u>Harkin</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Sahai</u>	<u>Walsh</u>
Present	x	x	x	x	x	x	x	x	x
Absent									

Sale and Award of \$27,935,000 Dormitory Revenue Bonds, Series S.U.I. 2014

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

Barry Fick reported that: (1) ten bids were received; (2) the winning bid was submitted by Robert W. Baird & Company, Inc.; and (3) the true interest cost was 3.27%.

- MOVED by DOWNER, SECONDED by CARROLL, to approve A Resolution providing for the sale and authorizing and providing for the issuance and securing the payment of \$27,935,000 Dormitory Revenue Bonds, Series S.U.I. 2014, for the purpose of paying a portion of the costs of constructing and equipping a new residence hall for student housing and related facilities, funding a debt service reserve fund, and paying costs of issuance.

<u>Regent</u>	<u>Carroll</u>	<u>Dakovich</u>	<u>Downer</u>	<u>Harkin</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Sahai</u>	<u>Walsh</u>
Aye	x	x	x	x	x	x	x	x	x
Nay									

MOTION APPROVED by ROLL CALL.

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 HARKIN, to receive the:
 - ▶ Original and follow-up internal audit reports;
 - ▶ External audit report for the University of Iowa Hospitals and Clinics for the years ended June 30, 2013, and June 30, 2012;
 - ▶ External audit report for the University of Iowa Health System and subsidiaries for the years ended December 31, 2012, and December 31, 2011; and
 - ▶ The report of the Audit/Compliance and Investment Committee.

<u>Regent</u>	<u>Carroll</u>	<u>Dakovich</u>	<u>Downer</u>	<u>Harkin</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Sahai</u>	<u>Walsh</u>
Aye	x	x	x	x	x	x	x	x	x
Nay									

MOTION APPROVED by ROLL CALL.

CONSENT AGENDA

- ▶ Minutes of December 4, 2013, Telephonic Board Meeting
 - ▶ Semi-Annual Claims Activity Reports: July 1, 2013 – December 31, 2013
 - ▶ Annual Diversity Report
 - ▶ Appointments to Committees, Boards, and Commissions
 - ▶ Revisions to the Board of Regents Policy Manual – Chapter 1
 - ▶ Revisions to the Board of Regents Policy Manual – Chapter 8
 - ▶ Comprehensive Human Resources Report
- MOVED by MULHOLLAND, SECONDED by SAHAI, to approve and receive items on the CONSENT AGENDA.

<u>Regent</u>	<u>Carroll</u>	<u>Dakovich</u>	<u>Downer</u>	<u>Harkin</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Sahai</u>	<u>Walsh</u>
Aye	x	x	x	x	x	x	x	x	x
Nay									

MOTION APPROVED by ROLL CALL.

Board President Report

President Rastetter:

- ▶ Recognized President Pro Tem Mulholland for a report on the Performance-Based Revenue Task Force;
 - ▶ Recognized Regent McKibben for a report on the Efficiency and Transformation Review Committee;
 - ▶ Recognized UNI President Ruud for a report on the \$539,000 grant UNI received for a Year-Long Student Teaching Pilot Program. President Ruud congratulated College of Education Dean Dr. Dwight Watson, Coordinator of Elementary Teacher Education Dr. James Cryer, Coordinator of Secondary Teacher Education Chad Christopher, and their team for receiving this grant; and
 - ▶ Commented on the uniqueness of each university and how each relates to the Performance-Based Revenue Task Force and the Efficiency and Transformation Review Committee's efforts.
- The Board received the report by GENERAL CONSENT.

Reports from Institutional Heads

President Rastetter recognized President Ruud, Superintendent Clancy, President Mason, and President Leath for a report on recent activities at their respective institutions.

- The Board received the reports by GENERAL CONSENT.

Report of the Property and Facilities Committee

The Property and Facilities Committee was held the morning of February 6th.

Regent Harkin expressed concern about: (1) the new residence hall at ISU and the increased long-term bond debt; (2) ISU having more housing than the other universities; and (3) the Regents not having a uniform policy on the percentage of students housed in campus residence halls. President Rastetter said the efficiency study will look at the infrastructure on the campuses.

- MOVED by DAKOVICH, SECONDED by MCKIBBEN, to:
 - ▶ Approve of the Facilities Governance Report as detailed in the memorandum;
 - ▶ Approve the Register of University of Iowa Capital Improvement Business Transactions as detailed in the memorandum;
 - ▶ Approve the Register of Iowa State University Capital Improvement Business Transactions as detailed in the memorandum;
 - ▶ Approve the ISU Off-Campus Housing Agreements (Amendment #1 to the existing agreement and a new agreement) with The Ridge at Fountainview, L.C. (Jensen Properties) as detailed in the memorandum; and
 - ▶ Receive the report of the University of Iowa Update of Flood Recovery Status;
 - ▶ Receive the Report of the Property and Facilities Committee.

<u>Regent</u>	<u>Carroll</u>	<u>Dakovich</u>	<u>Downer</u>	<u>Harkin</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Sahai</u>	<u>Walsh</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 was held the morning of February 6th.

- MOVED by MULHOLLAND, SECONDED by HARKIN, to:
 - ▶ Approve the minutes of the Education and Student Affairs Committee meeting of December 4, 2013;
 - ▶ Receive the 2012-2013 Distance Education Report;
 - ▶ Receive the Presentation at the University of Northern Iowa: “Building Capacity and Infusing Gender Violence Prevention and Bystander Education Strategies on Campus and Around the State of Iowa”;
 - ▶ 2012-2013 Report on Faculty Resignations; and
 - ▶ Receive the 2014 Education and Student Affairs Committee Work Plan.

<u>Regent</u>	<u>Carroll</u>	<u>Dakovich</u>	<u>Downer</u>	<u>Harkin</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Sahai</u>	<u>Walsh</u>
Aye	x	x	x	x	x	x	x	x	x
Nay									

MOTION APPROVED by ROLL CALL.

Economic Development Presentation at the University of Northern Iowa: “Advance Iowa – Supporting Growth Companies in Iowa”

UNI Business and Community Services Executive Director Randy Pilkington introduced UNI Small Business Development Center Director, Innovation Incubator Manager, and Advance Iowa Manager Dan Beenken, who explained Advance Iowa and how it provides economic gardening services to second-stage growth companies in Iowa.

- The Board received the presentation by GENERAL CONSENT.

Progress Report on Search for Superintendent of Iowa School for the Deaf/Iowa Braille and Sight Savings School

Regent Carroll provided a progress report on the search for the next superintendent.

- MOVED by MULHOLLAND, SECONDED by DAKOVICH, to:
 - ▶ Ratify the search committee membership as outlined in the memorandum;
 - ▶ Ratify the agreement with Ray and Associates, Inc., to assist in the search; and
 - ▶ Receive the report on activities to date from Regent Carroll.

<u>Regent</u>	<u>Carroll</u>	<u>Dakovich</u>	<u>Downer</u>	<u>Harkin</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Sahai</u>	<u>Walsh</u>
Aye	x	x	x	x	x	x	x	x	x
Nay									

MOTION APPROVED by ROLL CALL.

Faculty Presentation at the University of Northern Iowa: “Accounting: A Culture of Achievement”

UNI Provost Gloria Gibson introduced UNI Accounting Department Head and Halverson Professor of Accounting Dr. Marty Wartick and UNI graduate and John Deere Insurance Company Senior Insurance Accountant Brian White. Dr. Wartick and Mr. White discussed the accounting program at UNI. The CPA pass rate for UNI accounting graduates far exceeds the national average.

- The Board received the presentation by GENERAL CONSENT.

Adjourn

President Rastetter adjourned the meeting at 3:07 p.m.