

Contact: Andrea Anania

MINUTES OF FEBRUARY 4-5, 2015, BOARD MEETING

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

Board Members February 5, 2015

Sherry Bates	Present
Milt Dakovich	Present
Robert Downer	Present
Ruth Harkin	Present
Larry McKibben	Present
Katie Mulholland	Present
Bruce Rastetter	Present
Subhash Sahai	Present
Hannah Walsh	Present

Staff Members

Andrea Anania, Brad Berg, Mark Braun, Marcia Brunson, Aimee Claeys, 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, Rod Lehnertz
Jean Robillard, Ken Fisher, Ken Kates, Debra Schwinn
Lee Carmen, Douglas Van Daele

ISU Steven Leath, Warren Madden, Jonathan Wickert

UNI Bill Ruud, Michael Hager, Michael Licari
LaDene Bowen, Andrey Petrov, Randy Pilkington

ISD/IBSSS Steve Gettel

Others

Mark LeMay, Springsted Incorporated

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.

February 4, 2015

The Education and Student Affairs Committee met at 3:30 p.m.

February 5, 2015

The Property and Facilities Committee met at 9:00 a.m.

Call to Order for February 5, 2015

President Pro Tem Mulholland called the Board of Regents meeting to order at 10:20 a.m.

Roll Call:

<u>Regent</u>	<u>Bates</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		

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 DAKOVICH, to:

- ▶ Receive the report of Operational and Financial Performance;
- ▶ Receive the presentation on Health Information Technology Driving Clinical Value;
- ▶ Approve UIHC's request to purchase the equipment, furniture, inventory, active medical records, licenses, physician workforce, non-physician workforce, and other related business assets from Iowa City Heart Center, P.C. for \$1,170,000;
- ▶ Approve the minutes of the December 3, 2014, Telephonic Committee Meeting; and
- ▶ Receive the report of the University of Iowa Hospitals and Clinics Committee.

<u>Regent</u>	<u>Bates</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
Absent							x		

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 DOWNER, SECONDED by WALSH, to:

- ▶ Receive the original and follow-up internal audit reports;
- ▶ Receive the external audit report for the University of Iowa Hospitals and Clinics; and
- ▶ Receive the report of the Audit/Compliance and Investment Committee.

<u>Regent</u>	<u>Bates</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
Absent							x		

MOTION APPROVED by ROLL CALL.

CONSENT AGENDA

- ▶ Minutes of November 14, 2014, Telephonic Board Meeting
- ▶ Minutes of December 3, 2014, Telephonic Board Meeting
- ▶ Semi-Annual Claims Activity Reports: July 1, 2014 – December 31, 2014
- ▶ Annual Diversity Report
- ▶ Appointments
- ▶ Adoption of Amendments to Iowa Administrative Code 681 – Chapter 1
- ▶ Notice of Intent to Amend Iowa Administrative Code, Chapter 1
- MOVED by MCKIBBEN, SECONDED by DAKOVICH, to approve items on the CONSENT AGENDA.

<u>Regent</u>	<u>Bates</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
Absent							x		

MOTION APPROVED by ROLL CALL.

Resolution for the Sale and Issuance of \$32,335,000 Athletic Facilities Revenue Bonds, Series I.S.U. 2015

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

Mark LeMay reported that: (1) six bids were received; (2) the winning bid was submitted by Piper Jaffray & Co. and (3) the true interest cost was 3.007%.

- MOVED by DAKOVICH, SECONDED by WALSH, to approve A Resolution providing for the sale and authorizing and providing for the issuance and securing the payment of \$32,335,000 Athletic Facilities Revenue Bonds, Series I.S.U. 2015, for the purpose of constructing and equipping improvements at Jack Trice Stadium, funding a debt service reserve fund, and paying costs of issuance.

<u>Regent</u>	<u>Bates</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
Absent							x		

MOTION APPROVED by ROLL CALL.

2014 Battelle Report – “Iowa’s Re-envisioned Economic Development Roadmap”

UNI Business and Community Services Executive Director Randy Pilkington presented the 2014 Battelle Report recommendations.

In response to questions from President Pro Tem Mulholland and Regent Harkin, Executive Director Pilkington discussed the type of workers needed in Iowa and in what industries.

- The Board received the report by GENERAL CONSENT.

Economic Development Presentation at the University of Northern Iowa: “EDA University Center – Supporting Entrepreneurship Across Iowa”

Business and Community Services Executive Director Randy Pilkington introduced Institute for Decision Making Associate Director LaDene Bowen, who gave a presentation on supporting entrepreneurship in Iowa.

In response to a question from Regent Harkin, Associate Director Bowen explained how the Center works with community leaders to develop economic development plans.

- The Board received the presentation by GENERAL CONSENT.

Admissions Study Team Final Report

TIER Project Manager Mark Braun commented on Administrative Business Case SS-08 and its recommendation to standardize manual calculation of the Regent Admission Index and introduced Chief Academic Officer Dr. Diana Gonzalez for further remarks on the Admissions Study Team’s report.

In response to a question from Regent McKibben, Chief Academic Officer Dr. Gonzalez provided rationale for using two formulas in the interim as opposed to one if standardization is the goal. Further discussion occurred on the predictive value of ACT scores, high school GPA, and class rank.

President Pro Tem Mulholland thought it made sense to use both formulas for a year to gather data for analysis.

Regent Sahai expressed concern for students that fall short of the minimum 245 score and yet have great leadership capability, which is not included in the criteria.

- MOVED by DOWNER, SECONDED by HARKIN, to:
 - ▶ Approve the Admissions Study Team proposal to adopt the proposed alternative formula for the Regent Admission Index to be used for Iowa high school students without a high school rank;
 - ▶ Approve the proposed changes to Board Policy Manual §6.02; and
 - ▶ Authorize the Executive Director to file the Notice of Intent to Amend the Iowa Administrative Rules regarding the Regent Admission Index as stated in the agenda item.

<u>Regent</u>	<u>Bates</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.

Proposed University of Iowa 2015 Early Retirement Incentive Program

General Counsel Tom Evans and Policy and Operations Officer Marcia Brunson provided an overview of the proposed University of Iowa 2015 Early Retirement Incentive Program.

- MOVED by HARKIN, SECONDED by MULHOLLAND, to:
 - ▶ Approve the University of Iowa request for an Early Retirement Incentive Program; and
 - ▶ Direct the University to submit a report regarding its Early Retirement Incentive Program at the August 2015 Board meeting.

<u>Regent</u>	<u>Bates</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.

TIER Update

Regent McKibben welcomed TIER Transformation Project Manager Mark Braun. Both provided comments on recent TIER activities, including an update on the Request for Proposals (RFPs) since the December 3, 2014, Board meeting.

- ▶ Administrative Business Cases:
 - ◆ Delivery of Services – The universities were selected for implementation with Chazey Partners retained to provide technical expertise.
 - ◆ Procurement – Huron Consulting Group was selected for implementation.
- ▶ Academic Business Cases: Responses to the RFPs have been received, finalists will be interviewed, and a selection will be made by February 13, 2015.
- The Board received the reports by GENERAL CONSENT.

Report of the Education and Student Affairs Committee

The Education and Student Affairs Committee was held at 3:30 p.m. on February 4th.

- MOVED by MULHOLLAND, SECONDED by HARKIN, to:
 - ▶ Approve the Minutes of the December 3, 2014, Education and Student Affairs Committee;
 - ▶ Receive the presentation at the University of Northern Iowa: “First Year Only”;
 - ▶ Receive the 2013-2014 Distance Education Report;
 - ▶ Approve the request for a new program at the University of Iowa “Master of Science Program in Business Analytics” and a new program at Iowa State University “Master of Business Analytics”;
 - ▶ Approve the request for a center name change at the University of Northern Iowa: From UNI Regional Business Center to UNI Center for Business Growth and Innovation;
 - ▶ Receive the 2013-2014 Report on Faculty Resignations;
 - ▶ Receive the 2015 Education and Student Affairs Committee Work Plan; and
 - ▶ Receive the Report of the Education and Student Affairs Committee.

<u>Regent</u>	<u>Bates</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 Property and Facilities Committee

The Property and Facilities Committee was held at 9:00 a.m. on February 5th.

- MOVED by DAKOVICH, SECONDED by DOWNER, to:
 - ▶ Receive the Facilities Governance Report and reaffirm the Board’s support for continued:
 - ◆ Inter-institutional collaboration and coordination on facility issues; and
 - ◆ Institutional correction of identified fire safety and deferred maintenance deficiencies within the limits of available resources;
 - ▶ Approve the actions, as detailed on page one in the memorandum, for the following Register of University of Iowa Capital Improvement Business Transactions items:
 - ◆ Westlawn – Renovate Student Health & Wellness Space project;
 - ◆ UIHC – Relocation of Pediatrics and Psychiatry Department Offices project; and
 - ◆ Steam Utility Enterprise Systems – Replace Riverside Drive / Grand Avenue Steam Distribution System – Phase 1 project;
 - ▶ University of Iowa Proposed Property Purchase – Approve, as detailed on page one in the memorandum, the purchase of one parcel of property at 815 1st Avenue, Coralville, Iowa, at a price of \$1,500,000;
 - ▶ Approve the actions, as detailed on page one in the memorandum, for the Register of Iowa State University Capital Improvement Business Transactions for the Forker Building – Kinesiology Renovation project;
 - ▶ For the University of Northern Iowa, approve the Proposed Demolition of 1233 West 22nd Street, Cedar Falls, Iowa;
 - ▶ Institutional Agreements, Leases and Easements – Approve, as detailed on page one in the memorandum:
 - ◆ Iowa State University entering into additional off-campus housing agreements for the 2015-2017 academic years;
 - ◆ One agreement for the benefit of the University of Northern Iowa, including delegation of approval of service schedules and exhibits to the Executive Director; and
 - ◆ One easement for the benefit of the University of Northern Iowa; subject to approval of the final documents by the Board Office and Attorney General’s Office; and
 - ▶ Receive the Report of the Property and Facilities Committee.

<u>Regent</u>	<u>Bates</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: “Frontiers of Sustainability – Understanding and Fostering Sustainable Development in the Arctic and Other Remote and Rural Communities”

UNI Interim Provost Michael Licari introduced Department of Geography Associate Professor Andrey Petrov who gave a presentation on the work of UNI faculty, staff and students on sustainability and sustainable development in remote regions, particularly Arctic communities.

- The Board received the presentation by GENERAL CONSENT.

Board President Report

President Rastetter:

- ▶ Welcomed new Regent Sherry Bates and gave a brief background on her; and
 - ▶ Reported that Dale Howard passed away and offered the Board’s sympathy to his family. He said he was a positive influence on many Iowans and supporter of many endeavors across the state, including Iowa’s public universities.
- The Board received the report by GENERAL CONSENT.

Reports from Institutional Heads

President Pro Tem Mulholland recognized President Ruud, President Mason, President Leath, and Superintendent Gettel for a report on recent activities at their respective institutions.

- The Board received the reports by GENERAL CONSENT.

University of Iowa Presidential Search Update

Executive Director Donley provided an update on the University of Iowa presidential search, including comments on: (1) the Request for Proposals process to solicit a search firm; (2) process to gather input from the University of Iowa community and the public on characteristics desired in the next president; and (3) committee members.

President Rastetter said he appreciates the working relationship with the University of Iowa Faculty Senate and he looks forward to a successful search.

- The Board received the update by GENERAL CONSENT.

Closed Session

- MOVED by MULHOLLAND, SECONDED by WALSH, to enter into closed session pursuant to Iowa Code §20.17(3) to discuss collective bargaining strategy.

<u>Regent</u>	<u>Bates</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.

The Board convened in closed session at 3:33 p.m.

The Board reconvened in open session at 3:47 p.m.

Adjourn

President Rastetter adjourned the meeting at 3:48 p.m.