

Contact: Joan Racki

MINUTES OF MARCH 12, 2014, COMMITTEE MEETING

**BOARD OF REGENTS, STATE OF IOWA
PROPERTY AND FACILITIES COMMITTEE**

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

Committee Members Present

Regent Milt Dakovich, Chair

Regent Larry McKibben

Doug True, University of Iowa Senior Vice President & Treasurer, Finance & Operations

Warren Madden, Iowa State University Senior Vice President for Business and Finance

Michael Hager, University of Northern Iowa Vice President for Administration & Financial Services

Patrice Sayre, Board of Regents Chief Business Officer

Presenters

John Staley, University of Iowa Hospitals and Clinics Senior Associate Director

Rod Lehnertz, University of Iowa Director of Planning, Design and Construction; Department of Facilities Management

Barry Butler, University of Iowa Executive Vice President & Provost

David Kieft, University of Iowa Business Manager

Gary Barta, University of Iowa Athletics Director

Chair Dakovich called the meeting to order at 9:05 a.m.

Minutes of February 6, 2014, Committee Meeting

The minutes of the February 6, 2014 meeting as presented were accepted by General Consent.

Agenda Item 2 - Register of University of Iowa Capital Improvement Business Transactions

Senior Vice President Doug True and Senior Associate Director John Staley presented the Register of University of Iowa Capital Improvement Business Transactions.

In response to an inquiry from Chair Dakovich regarding the funding of the hospital projects, Senior Associate Director Staley responded that they would be funded by Hospital Building Usage Funds.

The Committee, by General Consent, recommended to the Board approval of:

1. The **Dental Science Building – Renovate Galagan Auditoria and UIHC – Relocation of Pediatrics and Psychiatry Department Offices** projects, major capital projects as defined by Board policy:
 - a. Acknowledge receipt of the University's initial submission of information to address the Board's capital project evaluation criteria (Attachment A of agenda item for Dental Science and Attachment B of agenda item for Pediatrics);
 - b. Accept the Board Office recommendation that the projects meet the necessary criteria for Board consideration; and
 - c. Authorize permission to proceed with project planning, including the selection of Invision Architecture for the Dental Science project and the design professional selection process for the Pediatrics project.
2. The **UIHC – Iowa River Landing Clinical Service Expansion** project:
 - a. Acknowledge receipt of the University's final submission of information to address the Board's capital project evaluation criteria (Attachment C of agenda item);
 - b. Accept the Board Office recommendation that the project meets the necessary criteria for Board consideration; and
 - c. Approve the schematic design, and project description and budget (\$5,420,000), with the understanding that approval will constitute final Board approval and authorization to proceed with construction.
3. The project budget (\$4,000,000), and selection of West Plains Engineering of Cedar Rapids, IA as the design professional and Gilbane Building Company of Providence, RI as the construction manager for the **UIHC – JPP West Electrical Power Upgrade and New Transformer Vault** project.

Agenda Items 3a and 3b - University of Iowa Proposed Namings

Senior Vice President Doug True and Athletics Director Gary Barta presented the two naming requests.

Athletics Director Barta provided background information on the combined football facility and noted that the two phases would cost approximately \$50 million. Most of the funds for the two phases of the self-supporting facility were obtained through fundraising, with more than 1,000 donors. Mr. Barta thanked Stew and LeNore Hansen for their \$8 million contribution to the Iowa

Football Campaign. Mr. Barta stated that Dick Jacobson had been an incredible supporter of all three Regent universities and contributed \$5 million to the project.

By General Consent the Committee recommended to the Board approval of the University of Iowa's request to name the new combined football facility as the Stew and LeNore Hansen Football Performance Center and to name the new football operations building as the Richard O. Jacobson Football Operations Building.

Agenda Item 4 - Institutional Agreements, Leases and Easements

Policy and Operations Officer Joan Racki presented the agenda item and noted that it included a request for approval of an easement and two leases for the benefit of the University of Iowa.

The easement was for a permanent utility easement across University property so that the owners of a vacant lot could build a private residence.

By General Consent the Committee recommended to the Board approval of one easement and two leases for the benefit of the University of Iowa, subject to approval of the final documents by the Attorney General's Office and the Board Office.

Agenda Item 5 - University of Iowa Update of Flood Recovery Status

Senior Vice President Doug True presented the update on the University of Iowa Flood Recovery Status. In response to a question from Chair Dakovich on whether FEMA had granted a waiver for other entities of the requirement for insurance on a building by building basis and had accepted a blanket insurance policy, Senior Vice President True noted that the granting of a waiver was a Region VII decision and it was possible that different decisions had been made in other regions. He volunteered to research the question in more depth and report to the Committee at a later date, if so desired. Senior Vice President True again thanked the Iowa Insurance Commissioner for his efforts on behalf of the University.

Senior Vice President True also noted that issues with FEMA regarding lease costs for 108 River Street had been worked out and the report for the next Committee meeting would reflect this change.

The Committee received the report.

Agenda Item 6 - University of Iowa Museum of Art Replacement Facility

Senior Vice President Doug True, Provost Barry Butler, Director of Planning, Design and Construction Rod Lehnertz, and Business Manager David Kieft presented the report from the University of Iowa on the replacement of the Museum of Art Facility.

Provost Butler described the background that led to the development of the Request for Qualifications (RFQ) which would be issued subsequent to the Board meeting. Director Lehnertz explained the key role that Lord Cultural Resources had in developing the RFQ and that the firm would be assisting in programming. The responses to the RFQ are due July 1,

2014. Business Manager David Kieft gave some examples of uses that might be compatible with the museum in a multi-use facility – residential units above or adjacent to the museum, class A office space, retail.

Iowa State University Senior Vice President for Business and Finance Warren Madden inquired as to the funding of the University portion of the proposed facility (museum). University of Iowa Senior Vice President Doug True responded that it is anticipated that fundraising would be a large component; the project would not be part of the University's request for capital state funding.

The Committee received the report.

Agenda Item 7 - Discussion of Future Committee Agenda Items

Policy and Operations Officer Joan Racki indicated that at the June meeting, in conjunction with the presentation of FY2015 capital plans, the universities would discuss with the Committee their internal capital processes and how projects are prioritized.

OTHER BUSINESS

Regent McKibben brought the Committee up to date on the Efficiency and Transformation Review that will be conducted by Deloitte Consulting LLP. He noted that there was concern by some individuals about spending on bricks and mortar and whether Arizona State University's use of multi-use facilities should be explored. In response to a question from Vice President Hager, Regent McKibben indicated that the analysis would be from both institutional and Regent wide perspectives. Chair Dakovich confirmed Regent McKibben's statement and thanked him for sharing the information with the Committee.

Chair Dakovich adjourned the meeting at 9:41 a.m.

The corresponding docket 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.