

**Contact: Andrea Anania**

**MINUTES OF FEBRUARY 22-23, 2017, BOARD MEETING**

**ALUMNI CENTER, REIMAN BALLROOM  
IOWA STATE UNIVERSITY  
AMES, IOWA**

<b>Board Members</b>	<b>February 22, 2017</b>	<b>February 23, 2017</b>
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	Absent

**Board Office**

Andrea Anania, Brock Ascher, Brad Berg, Rachel Boon, Mark Braun, Aimee Claeys, Tim Cook, Laura Dickson, Bob Donley, Diana Gonzalez, Josh Lehman, John Nash, Jason Pontius, Joan Racki, Patrice Sayre, Todd Stewart

**Regent Institutions**

SUI Bruce Harreld, Barry Butler, Rod Lehnertz, Von Stange  
Jean Robillard, Ken Fisher, Ken Kates, Andrew Pieper

ISU Steven Leath, Miles Lackey, Jonathan Wickert, Alicia Carriquiry, Peter Englin,  
James Roth

UNI Mark Nook, Jim Wohlpart, Michael Hager, Glenn Gray

ISD/IBSSS Steven Gettel, Mike Morgan

**Others**

Sheryl Bailey, Springsted Incorporated  
Dan Koraleski, KPMG LLP (via phone)  
Matt Maiers, KPMG LLP (via phone)

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 website.



**CONSENT AGENDA**

- MOVED by MULHOLLAND, SECONDED by BATES, to remove the Proposed Policy Manual Revisions item from the Consent Agenda.

<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	
Absent									x

MOTION APPROVED by ROLL CALL.

Chief Operating Officer Mark Braun explained the vision for the proposed new committee structure. The new structure will help the Board focus its efforts, align with its strategic plan, and bring more people into the process.

President Rastetter said Board members want to be thoughtful in how committees are established.

Regent McKibben: (1) noted the cultural change from the Board reviewing reports from past activities to looking ahead to grow the enterprise; and (2) thanked President Pro Tem Mulholland for the vision.

COO Braun said moving the Board’s work to the committees will allow the Board to have more long-term strategic discussions.

- MOVED by MULHOLLAND, SECONDED by MCKIBBEN, to approve the policy manual section regarding the Board's committee structure.

<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	
Absent									x

MOTION APPROVED by ROLL CALL.

**CONSENT AGENDA**

- MOVED by JOHNSON, SECONDED by COWNIE, to approve and receive the following CONSENT AGENDA items:

- ▶ Minutes of January 17-18, 2017, Board Meeting
- ▶ Minutes of December 12, 2016, Board Meeting
- ▶ Minutes of December 5-6, 2016, Board Meeting
- ▶ Adoption of Amendments to Iowa Administrative Code 681 – Chapter 1
- ▶ Proposed University Parking for FY 2018
- ▶ Abandonment of the Hawkeye Drive Apartment Complex – University of Iowa
- ▶ Personnel Appointments
- ▶ Semi-Annual Claims Activity Report
- ▶ Annual Diversity Report
- ▶ Annual Span of Control Report
- ▶ Annual Human Resources Report

<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	
Absent									x

MOTION APPROVED by ROLL CALL.

**Board President Report**

- ▶ President Rastetter recognized Regent Dakovich for a special proclamation for Policy and Operations Officer Joan Racki.

WHEREAS, Joan Racki joined the Board of Regents, State of Iowa, in 1993 and served as Policy and Operations Officer for facilities; and

WHEREAS, Joan was responsible for property and facilities development at the University of Iowa, Iowa State University, University of Northern Iowa, Iowa School for the Deaf, and the Iowa Braille and Sight Saving School using her commitment to sound policy implementation and has led Regent institutions through contract management, campus master planning, fire and life safety improvements, deferred maintenance, bond acquisitions, and procurement across the 38 million square feet of Regent facilities; and

WHEREAS, Joan provided guidance to the Board of Regents and its institutions through recovery from the major floods of 1993 and 2008, the 1994 UNI-Dome roof collapse, the 2001 fire at the Old Capitol at the University of Iowa, the 2011 straight-line wind damage at the Iowa Braille and Sight Saving School, and numerous wind, water, fire, and tornado events over the years; and

WHEREAS, Joan is a national leader in the Society for College and University Planning earning the 2008 Distinguished Service Award and serving on its Board of Directors from 2009-2012 including a term as president from 2010-2011; and

WHEREAS, Joan has been a member of the City of Urbandale Planning and Zoning Commission since 2012 and is an active community member, mother and grandmother to her two children and five grandchildren, and an experienced bridge player; and

NOW, THEREFORE, BE IT RESOLVED that the Board of Regents, State of Iowa, expresses its deep gratitude to Joan Racki for her 23 years of leadership and many efforts in promoting and contributing to the excellence of the Board of Regents and the universities and special schools of the State of Iowa.

- ▶ President Rastetter recognized Chief Academic Officer Dr. Diana Gonzalez for a special proclamation for SUI Provost Barry Butler.

WHEREAS, Dr. Barry Butler, after serving as Dean of the College of Engineering for 10 years, was appointed Executive Vice President and Provost at the University of Iowa in May 2011; and

WHEREAS, as Dean, the College experienced record growth in undergraduate enrollment, external research funding, and private support for faculty development; and

WHEREAS, among his numerous accomplishments, Barry established the Hanson Center for Technical Communication, a resource center devoted to improving the oral and written communication skills of students; partnered with Kirkwood Community College to create the Kirkwood Regional Center at the Oakdale Campus to provide high school students with hands-on technical experiences; provided leadership in creating the Center for Bioinformatics and Computational Biology, Iowa Institute for Biomedical Imaging, Institute of Human Genetics, Center for Immunology and Immune Based Diseases, Center for Child Health Improvement and Innovation, Institute for Vision Research, and the Iowa Institute of Public Health Research and Policy; and

WHEREAS, Barry has been instrumental in advancing the University of Iowa's strategic plan; was responsible for coordinating the academic components of the arts campus rebuilding effort; and provided leadership in the university's recent cluster hiring initiatives in water sustainability, aging mind and brain, digital public arts and humanities, and informatics; and

WHEREAS, for the past decade, Barry has worked closely with the automotive industry to develop advanced computer models for use in the design, development, and analysis of occupant restraint safety systems; and

WHEREAS, in 2002, he was honored as an outstanding alumnus of the Department of Aeronautical and Astronautical Engineering and, in 2012, was awarded a Distinguished Alumni Award from the College of Engineering at the University of Illinois at Urbana-Champaign; and

WHEREAS, Barry served as Chair of the Council of Provosts from July 2012 to June 2015; and

NOW THEREFORE, BE IT RESOLVED that the Board of Regents, State of Iowa, expresses its deep gratitude to Provost Barry Butler for his expertise and dedication; congratulates him on his appointment as President of Embry-Riddle Aeronautical University; expresses best wishes to him and his family; and presents to him this plaque in honor of his extraordinary service and contributions to the Board of Regents, the University of Iowa, its students, families, and all Iowans.

- ▶ President Rastetter recognized President Pro Tem Mulholland for a special proclamation for Chief Academic Officer Dr. Diana Gonzalez.

WHEREAS, Dr. Diana Gonzalez joined the Board of Regents, State of Iowa, in 1998 and served as the Chief Academic Officer; and

WHEREAS, Diana was responsible for academic and student affairs policy and strategy and has been an invaluable resource and leader for five executive directors and seven presidents of the Board of Regents; and

WHEREAS, Diana devoted her time, talent, and resources to the sound governance of Regent institutions, substantially contributing to their vital role in the state of Iowa; and

WHEREAS, Diana guided the Board of Regents and its institutions through participation in developing and implementing two strategic plans; developing the Regent Admission Index; leading the statewide Campus Safety and Security Committee and statewide summits; serving as permanent secretary of the Iowa Coordinating Council for Post-High School Education; and participating in numerous statewide committees for the Office of the Governor and the Iowa Department of Education; and

WHEREAS, Diana worked vigorously in support of military personnel and veterans receiving credit for prior learning and military training as a member of the advisory committee for the Multi-State Collaborative on Military Credit; and she applied her considerable talents to improving the transfer pathways for community college students to Regent institutions resulting in over 1,000 articulation agreements in her time with the Board Office; and

WHEREAS, Diana and her husband, Brian Fitzpatrick, are ardent supporters of the arts, active volunteers in their parish and community, and loyal Green Bay Packer fans; and

NOW, THEREFORE, BE IT RESOLVED that the Board of Regents, State of Iowa, expresses its deep gratitude to Dr. Diana Gonzalez for her nineteen years of leadership and many efforts in promoting and contributing to the excellence of the Board of Regents and the schools and universities of Iowa.

- ▶ President Rastetter read a special proclamation for Governor Terry Branstad.

WHEREAS, Governor Terry Branstad has served the state of Iowa with distinction for more than 40 years, including being the longest-serving Governor in the history of the United States of America at 22 years; and

WHEREAS, he served three terms in the Iowa House of Representatives beginning in 1972 before being elected Lieutenant Governor in 1978, and after being first elected Governor in 1983 he weathered some of Iowa's worst economic turmoil during the farm crisis of the 1980s and helped lead the state's resurgence in the 1990s; and

WHEREAS, he ended his first tenure as Governor in 1999 as Iowa's longest serving Governor and left office with Iowa enjoying record employment, a \$900 million budget surplus, and the enactment of historic government overhauls that led to greater efficiencies in state government; and

WHEREAS, after leaving the Governor's Office, he served as president of Des Moines University for six years, growing enrollment, increasing the endowment and integrating new buildings, programs and initiatives, and after retiring from DMU he ran successfully for Governor again in 2010, was re-elected to a sixth term in 2014; and

WHEREAS, his leadership in working with the Board of Regents, state and federal officials, and the Federal Emergency Management Agency, ensured flood recovery efforts at the University of Iowa were expedited; and

WHEREAS, his tireless efforts and leadership with the Legislature and Board of Regents on securing state funding, which recently allowed for two-and-a-half year tuition freezes for in-state undergraduate students, directly led to enhanced access, affordability and reduced student debt; and

WHEREAS, he collaborated with the Board of Regents to secure necessary funding for countless infrastructure projects at the public universities, including recent projects such as the Biosciences Facilities at Iowa State University, the College of Pharmacy Building at the University of Iowa, and the Schindler Education Center renovation at the University of Northern Iowa;

NOW, THEREFORE, BE IT RESOLVED that the Board of Regents, State of Iowa, expresses its deep gratitude to Terry Branstad for his decades of leadership and service to the state of Iowa, and many efforts in contributing to the excellence of the Board of Regents and the universities and special schools of the state of Iowa. Moreover, we congratulate Governor Branstad on his nomination by President Donald Trump to serve as U.S. Ambassador to China, and wish him and his family all the best.

- MOVED by JOHNSON, SECONDED by MCKIBBEN, to accept the proclamations for Policy and Operations Officer Joan Racki, SUI Provost Barry Butler, Chief Academic Officer Dr. Diana Gonzalez, and Governor Terry Branstad.

<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	
Absent									x

MOTION APPROVED by ROLL CALL.

**Reports from Institutional Heads**

President Leath, Superintendent Gettel, President Nook, and President Harreld gave reports on recent activities at their respective institutions.

- The Board received the reports by GENERAL CONSENT.

**Request of the Property and Facilities Committee**

- MOVED by DAKOVICH, SECONDED by BATES, to accept the request to:
  - ▶ For the benefit of the University of Iowa, approve the actions detailed on page one of the docket memorandum for the:
    - ◆ Riverside Recital Hall – Remodel Space;
    - ◆ Hancher Footbridge – Construct New Footbridge and Raze Existing; and
    - ◆ Iowa River Landing – Medical Office Building Extension Development projects (P&F 3);
  - ▶ For the benefit of Iowa State University, approve the actions detailed on page one of the docket memorandum for the Reiman Gardens – Southwest Corner Improvements project (P&F 4);
  - ▶ For the benefit of Iowa State University, approve the actions detailed on page one of the docket memorandum for the sale of Franklin Park to the City of Ames, subject to approval of the final documents by the Board Office and Attorney General’s Office (P&F 5); and
  - ▶ Approve the actions detailed on page one of the docket memorandum for:
    - ◆ One lease with the University of Iowa Foundation for the benefit of the University of Iowa; and
    - ◆ One lease amendment with the United States Department of Agriculture for the benefit of Iowa State University, subject to approval of the final documents by the Board Office and Attorney General’s Office (P&F 8).

<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	
Absent									x

MOTION APPROVED by ROLL CALL.

**Request of the Academic and Student Affairs Committee**

- MOVED by MULHOLLAND, SECONDED by COWNIE, to approve the proposed:
  - ▶ Course changes at the University of Iowa (ASAC 3a);
  - ▶ Revisions to the Iowa State University 2017-2018 General Catalog (ASAC 3b); and
  - ▶ Curriculum Changes for the University of Northern Iowa (ASAC 3c).

<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	
Absent									x

MOTION APPROVED by ROLL CALL.



**Presentation at Iowa State University: “ISU Faculty Elected to National Academy of Medicine”**

Provost Jonathan Wickert introduced: (1) President’s Chair and Distinguished Professor of Statistics Alicia Carriquiry; and (2) President’s Chair and Clarence Hartley Covault Distinguished Professor of Veterinary Microbiology and Preventive Medicine James Roth. Each provided a brief presentation regarding their research and its importance to the state and nation.

In response to questions from President Rastetter, Professor Roth described how ISU’s Veterinary Diagnostic Lab responded to the surge in diagnostic cases with respect to the avian influenza and how the lab coordinates with labs around the country.

- The Board received the presentation by GENERAL CONSENT.

**Residence System Governance Report**

Policy and Operations Officer Brad Berg provided brief comments on the Residence System Governance Report and introduced SUI University Housing Director Von Stange, ISU Department of Residence Director Peter Englin, and UNI Director of Residence Glenn Gray.

The residence system directors presented information related to housing and dining at the three universities.

In response to a question from Regent Johnson, the residence system directors discussed meal plan requirements for students living in on-campus residence halls.

President Rastetter thanked the residence directors for lowering costs to minimize the proposed rate increases.

- The Board received the report by GENERAL CONSENT.

**Bond Sales**

**SALE AND AWARD OF \$28,485,000 DORMITORY REVENUE 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) six bids were received; (2) the winning bid was submitted by Piper Jaffray; and (3) the true interest cost was 3.40%.

- MOVED by MULHOLLAND, SECONDED by DAKOVICH, to approve A Resolution providing for the sale and authorizing and providing for the issuance and securing the payment of \$28,485,000 Dormitory Revenue Bonds, Series S.U.I. 2017, 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>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	
Absent									x

MOTION APPROVED by ROLL CALL.

**SALE AND AWARD OF \$20,625,000 RECREATIONAL FACILITIES REVENUE REFUNDING BONDS, SERIES S.U.I. 2017A**

Dr. Bailey reported that: (1) six bids were received; (2) the winning bid was submitted by Robert Baird; and (3) the true interest cost was 2.85%. Issuance of the refunding bonds at lower interest rates resulted in present value savings of \$1.46 million.

- **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 \$20,625,000 Recreational Facilities Revenue Refunding Bonds, Series S.U.I. 2017A, for the purpose of advance refunding the \$26,000,000 Recreational Facilities Revenue Bonds, Series S.U.I. 2008, 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	
Absent									x

MOTION APPROVED by ROLL CALL.

**SALE AND AWARD OF \$8,295,000 DORMITORY REVENUE REFUNDING BONDS, SERIES I.S.U. 2017**

Dr. Bailey reported that: (1) four bids were received; (2) the winning bid was submitted by J.P. Morgan Securities; and (3) the true interest cost was 2.47%. Issuance of the refunding bonds at lower interest rates resulted in present value savings of \$615,400.

- **MOVED** by BATES, **SECONDED** by JOHNSON, to approve A Resolution providing for the sale and authorizing and providing for the issuance and securing the payment of \$8,295,000 Dormitory Revenue Refunding Bonds, Series I.S.U. 2017, for the purpose of advance refunding the \$13,400,000 Dormitory Revenue Bonds, Series I.S.U. 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	
Absent									x

MOTION APPROVED by ROLL CALL.

**Closed Session**

- **MOVED** by MULHOLLAND, **SECONDED** by JOHNSON, to enter into closed session in accordance with Iowa Code §21.5.1.i and §21.5.1.a.

<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	
Absent									x

MOTION APPROVED by ROLL CALL.

*The Board convened in closed session at 1:05 p.m.*

*The Board reconvened in open session at 1:22 p.m.*

- **MOVED** by MULHOLLAND, **SECONDED** by BATES, to adopt the recommendation of the Iowa School for the Deaf.

<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	
Absent									x

MOTION APPROVED by ROLL CALL.

**Adjourn**

President Rastetter adjourned the meeting at 1:25 p.m.