

Contact: Andrea Anania

**BOARD OF REGENTS, STATE OF IOWA
SCHEMAN BUILDING, ROOMS 230-240
IOWA STATE CENTER
IOWA STATE UNIVERSITY
AMES, IOWA**

MINUTES OF JUNE 11, 2009

Board Members

Bonnie Campbell	Present
Robert Downer	Present
Jack Evans	Present
Michael Gartner	Present
Ruth Harkin	Absent
Greta Johnson	Absent
Craig Lang	Present
David Miles	Present
Rose Vasquez	Present

Staff Members

Andrea Anania, Andy Baumert, Brad Berg, Marcia Brunson, Aimee Clayton, Bob Donley, Sheila Doyle, Tom Evans, Diana Gonzalez, Joe Murphy, Joan Racki, Patrice Sayre, Todd Stewart, Ilene Tuttle

Regents Institutions

SUI Sally Mason, Jordan Cohen, Wallace Loh, Doug True

ISU Gregory Geoffroy, Robert Bosselman, Tahira Hira, Elizabeth Hoffman, Doug Jacobson, Warren Madden, Surya Mallapragada, Jack Payne, Sharron Quisenberry, Julie Rursch, Pam White, Jonathan Wickert

UNI Bill Callahan, Terry Hogan, Jim Lubker, Tom Schellhardt, Merrie Schroeder

ISD Jeanne Prickett, Jim Heuer

IBSSS Patrick Clancy, Don Boddicker

Others

Mark LeMay, Springsted Incorporated

The corresponding docket memorandum for each agenda item, an integral component of the minutes, is available on the Board of Regents website: www2.state.ia.us/regents.

Copies of these memoranda can also be obtained from the Board Office by calling 515-281-3934.

President Miles called the meeting to order at 8:00 a.m. on June 11, 2009.

Roll Call:

<u>Regent</u>	<u>Campbell</u>	<u>Downer</u>	<u>Evans</u>	<u>Gartner</u>	<u>Harkin</u>	<u>Johnson</u>	<u>Lang</u>	<u>Miles</u>	<u>Vasquez</u>
Present	x	x	x	x			x	x	x
Absent					x	x			

President Miles recognized UNI Interim Provost Dr. Jim Lubker, who is retiring at the end of June. On behalf of the Board, President Miles thanked him for his service and commitment to higher education for almost 50 years, and presented him with a certificate of appreciation.

Consent Agenda

- ◆ Minutes of April 30, 2009, Board Meeting
- ◆ Revisions to Board Meeting Calendar
- ◆ Institutional Personnel Transactions
- ◆ Conflict of Interest Vendors
- ◆ Approval of Non-Tuition-Related Miscellaneous Fees for 2009-2010
- ◆ Residence System Proposed Rate – Iowa State University – Wilson Hall

Amendments to Iowa Administrative Code:

- ◆ Adoption of Amendment to the Iowa Administrative Code
- ◆ Request to Adopt Rules to Classify Veterans for the Purpose of Undergraduate Tuition and Mandatory Fees
- ◆ Request to Amend Iowa Administrative Code Admission Requirements for the College of Veterinary Medicine at Iowa State University
- ◆ Notice to Amend Iowa Administrative Code, Chapter 13
- ◆ Identity Theft Prevention Programs
- ◆ Agreements with the Nebraska Department of Education
- ◆ Request to Terminate the Master of Science Program in Veterinary Diagnostic and Production Animal Medicine at Iowa State University
- ◆ ~~Request to Suspend Admissions in the Master of Arts and Ph.D. Programs in German at the University of Iowa~~ (pulled from agenda at meeting)
- ◆ Request to Award an Honorary Doctor of Science Degree at Iowa State University
- ◆ Request to Award an Honorary Doctor of Science Degree at Iowa State University
- ◆ Pandemic Preparedness Update
- ◆ Report of Crime Statistics at the Universities for the Quarter Ending March 31, 2009

Accreditation Reports

- ◆ Community and Regional Planning Programs Accreditation Report at Iowa State University
 - ◆ Undergraduate Technology Programs Accreditation Report at Iowa State University
 - ◆ Hotel, Restaurant, and Institutional Management Program Accreditation Report at Iowa State University.
 - President Pro Tem Evans asked for comment on the program's peer evaluation. Dr. Robert Bosselman, Director of the program, reported that most items raised in the evaluation have been addressed.
 - ◆ Landscape Architecture Program Accreditation Report at Iowa State University
 - ◆ Architecture Programs Accreditation Report at Iowa State University
 - ◆ Didactic Program in Dietetics Accreditation Report at Iowa State University
 - ◆ University Teacher Education Program Accreditation Report at Iowa State University
- MOVED by GARTNER, SECONDED by EVANS, to approve the Consent Agenda with the exception of the Request to Suspend Admissions in the Master of Arts and Ph.D. Programs in German at the University of Iowa; this item was pulled from consideration.

<u>Regent</u>	<u>Campbell</u>	<u>Downer</u>	<u>Evans</u>	<u>Gartner</u>	<u>Harkin</u>	<u>Johnson</u>	<u>Lang</u>	<u>Miles</u>	<u>Vasquez</u>
Aye	x	x	x	x			x	x	x
Absent					x	x			

MOTION APPROVED by ROLL CALL.

Executive Director Report

Executive Director Bob Donley: (1) updated the Board on the strategic planning process currently underway; (2) reported on the three task forces appointed at the April 30th Board meeting on inter-institutional cooperation, employee benefits, and the special schools; (3) thanked Governor Culver, Speaker of the House Pat Murphy, and Representatives Jeff Kaufmann and Representative Roger Wendt for their work on the articulation legislation; and (4) said that he and Regent Downer met with Midwest Higher Education Conference (MHEC) officials.

Regent Gartner reported that Governor Culver vetoed a section of the MHEC bill and that Iowa remains a member and the Regents would pay dues around \$90,000. He asked if this is true and if the Regents will pay it, and, if not, can Iowa remain a member without paying dues. Executive Director Donley said the MHEC Board has no expectation to receive payment. President Miles said that this issue is not resolved and the item remains open; the Board has not acted to bear the entire membership cost. Regent Downer reported that there is no immediacy as far as payment is concerned.

- The Board received the report by GENERAL CONSENT.

President Geoffroy introduced new: (1) Vice President for Research and Economic Development Sharron Quisenberry; (2) College of Human Sciences Dean Pam White; and (3) College of Engineering Dean Jonathan Wickert.

University Budget Presentations

University leaders provided presentations on their respective FY 2010 budgets and use of federal stimulus money. ISU Vice President for Extension and Outreach Jack Payne reported on meetings held around the state to discuss ISU Extension.

- The Board received the presentations by GENERAL CONSENT.

FY 2010 Salary Policies, FY 2010 Special School Budgets, and Regional Study Center Operating Appropriations

Brad Berg provided a brief overview of the docket memorandum.

- MOVED by GARTNER, SECONDED by EVANS, to approve:
 - ◆ FY 2010 salary policies for the Regent institutions and Board Office effective July 1, 2009, as provided in the memorandum's executive summary and attachments;
 - ◆ FY 2010 operating and restricted fund budgets for the Iowa School for the Deaf and the Iowa Braille and Sight Saving School as shown in Attachments D and E; and
 - ◆ Distribution of the regional study centers FY 2010 operating appropriations as follows:
 - ◆ Quad Cities Graduate Study Center \$149,628
 - ◆ Southwest Iowa Regents Resource Center \$100,851
 - ◆ Tri-State Graduate Study Center \$76,789

<u>Regent</u>	<u>Campbell</u>	<u>Downer</u>	<u>Evans</u>	<u>Gartner</u>	<u>Harkin</u>	<u>Johnson</u>	<u>Lang</u>	<u>Miles</u>	<u>Vasquez</u>
Aye	x	x	x	x			x	x	x
Absent					x	x			

MOTION APPROVED by ROLL CALL.

University of Iowa Update of Flood Recovery Status

Vice President Doug True provided an update on the flood recovery status of various campus facilities.

- The Board received the update by GENERAL CONSENT.

Request For A New Collaborative Pilot License Program – Iowa Teacher Intern License

Dr. Diana Gonzalez and UNI Assistant Professor, Merrie Schroeder, Office of Student Field Experiences, College of Education, discussed the proposed program.

Discussion was held on field experience, program expenses, student registration, and how the program moves from a pilot program to a non-pilot program. Dr. Gonzalez said the Board will be asked to consider approval of the program at the end of the three-year pilot period.

- MOVED by DOWNER, SECONDED by EVANS, to approve the establishment of a new collaborative pilot Iowa Teacher Intern License program which will be jointly administered by the three Regent universities.

<u>Regent</u>	<u>Campbell</u>	<u>Downer</u>	<u>Evans</u>	<u>Gartner</u>	<u>Harkin</u>	<u>Johnson</u>	<u>Lang</u>	<u>Miles</u>	<u>Vasquez</u>
Aye	x	x	x	x			x	x	x
Absent					x	x			

MOTION APPROVED by ROLL CALL.

University of Iowa Hospitals and Clinics Trustees

Chair Downer provided an overview on the reports presented to the UIHC Committee meeting on June 10, 2009.

- The Board received the report by GENERAL CONSENT.

Audit/Compliance and Investment Committee Report

Chair Evans provided an overview on the reports presented to the Audit/Compliance and Investment Committee meeting. The full Board took the following action:

- MOVED by EVANS, SECONDED by GARTNER, to:
 - ◆ Receive the reports presented to the Audit/Compliance and Investment Committee; and
 - ◆ Approve the modification of banking relationships.

<u>Regent</u>	<u>Campbell</u>	<u>Downer</u>	<u>Evans</u>	<u>Gartner</u>	<u>Harkin</u>	<u>Johnson</u>	<u>Lang</u>	<u>Miles</u>	<u>Vasquez</u>
Aye	x		x	x			x	x	x
Absent					x	x			
Abstain		x							

MOTION APPROVED by ROLL CALL.

FY 2010 Annual Capital Plans

Joan Racki provided a brief overview on the annual capital plans.

- MOVED by LANG, SECONDED by DOWNER, to receive the following:
 - ◆ Report on anticipated institutional FY 2010 new capital improvement projects with the understanding that the proposed projects are subject to further review, availability of funding, and specific project approval consistent with Board policy; and
 - ◆ Status report on previously approved projects with budgets exceeding \$1 million.

<u>Regent</u>	<u>Campbell</u>	<u>Downer</u>	<u>Evans</u>	<u>Gartner</u>	<u>Harkin</u>	<u>Johnson</u>	<u>Lang</u>	<u>Miles</u>	<u>Vasquez</u>
Aye	x	x	x	x			x	x	x
Absent					x	x			

MOTION APPROVED by ROLL CALL.

Register of University of Iowa Capital Improvement Business Transactions

Vice President True described the proposed budget change for the Iowa Institute for Biomedical Discovery (IIBD) that included shell space for a 32,500 square foot vivarium and needed mechanical space expansion that would be accommodated on the lowest level of the building which would extend under the interior courtyard.

He indicated that the University's write-up of the budget change should also have included the increased budget accommodation for builder's risk insurance for the project and design costs for connectors between IIBD and other research buildings in the vicinity.

President Miles asked whether the supplemental factors being described were within the proposed budget of \$133,700,000. Vice President True responded yes.

- MOVED by EVANS, SECONDED by DOWNER, to approve:
 - ◆ Permission to proceed with project planning for the **Oakdale Renewable Energy Plant – Install Biomass Gasifier and Steam Generator** project;
 - ◆ Project description and budget (\$2,685,000) for the **Flood Mitigation – Sidewalk Modifications** project; and
 - ◆ Revised project budget (\$133,700,000) for the **Iowa Institute for Biomedical Discovery** project.

<u>Regent</u>	<u>Campbell</u>	<u>Downer</u>	<u>Evans</u>	<u>Gartner</u>	<u>Harkin</u>	<u>Johnson</u>	<u>Lang</u>	<u>Miles</u>	<u>Vasquez</u>
Aye	x	x	x	x			x	x	x
Absent					x	x			

MOTION APPROVED by ROLL CALL.

Institutional Agreements, Leases and Easements

Joan Racki provided a brief overview.

- MOVED by LANG, SECONDED by VASQUEZ, to approve an easement for the benefit of Iowa State University with the Board as Owner of real property for the following:

Xenia Rural Water District

The University requests approval of a water pipeline easement for Xenia Rural Water District at Iowa State University Agriculture Engineering Research Center (commonly called the Ag Engineering Farm) for installation of a water pipeline to provide water service for the Center, which is located in Boone County, approximately 6 miles west of Ames, Iowa. See Attachment A for map.

The permanent easement of 30 feet in width would be granted in consideration of the payment of One Dollar and the installation of the pipeline to serve the Center. The Xenia Rural Water District will construct, reconstruct, operate, maintain and repair the water pipeline.

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Aye	x	x	x	x			x	x	x
Absent					x	x			

MOTION APPROVED by ROLL CALL.

University Strategic Plan Progress Reports

Dr. Diana Gonzalez reported that the Board approves the institutions' strategic plans and receives annual progress reviews. As requested by the Board last year, trends in the universities' common academic indicators were identified in the report. University leaders provided progress reports on their respective university's strategic plan.

- The Board received the reports by GENERAL CONSENT.

Sale and Issuance of Revenue Bonds

Joan introduced Mark LeMay from Springsted, Incorporated, the Board's financial advisor.

Resolution for the Sale and Issuance of \$25,175,000 Recreational Facilities Revenue Bonds, Series S.U.I. 2009

Mr. LeMay reported that five bids were received; the winning bid was submitted by a syndicate headed by Wachovia Securities with a true interest cost of 4.675% and an Aa2 rating by Moody's Investors Services. Regent Gartner asked for the coupon range. Mr. LeMay reported that the yields range from 1.5% in 2011 to 4.875% 2034.

- MOVED by GARTNER, SECONDED by LANG, to approve A Resolution providing for the sale and authorizing and providing for the issuance and securing the payment of \$25,175,000 Recreational Facilities Revenue Bonds, Series S.U.I. 2009, funding the debt service reserve fund, and paying costs of issuance

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Aye	x	x	x	x			x	x	x
Absent					x	x			

MOTION APPROVED by ROLL CALL.

Resolution for the Sale and Issuance of \$6,255,000 Parking System Revenue Refunding Bonds, Series S.U.I. 2009

Mr. LeMay reported that three bids were received; the winning bid was submitted by BMO Capital Markets with a true interest cost of 3.315% with an Aa2 rating by Moody's Investors Services and an A+ rating by Standard & Poor's.

- MOVED by DOWNER, SECONDED by GARTNER, to approve A Resolution providing for the sale and authorizing and providing for the issuance and securing the payment of \$6,255,000 Parking System Revenue Refunding Bonds, Series S.U.I. 2009, for the purpose of refunding the Series 1999B Bonds, funding a debt service reserve fund, and paying the costs of issuance.

<u>Regent</u>	<u>Campbell</u>	<u>Downer</u>	<u>Evans</u>	<u>Gartner</u>	<u>Harkin</u>	<u>Johnson</u>	<u>Lang</u>	<u>Miles</u>	<u>Vasquez</u>
Aye	x	x	x	x			x	x	x
Absent					x	x			

MOTION APPROVED by ROLL CALL.

Presentation on the Iowa Student Loan Liquidity Corporation (ISLLC)

Dr. Tahira Hira, Executive Assistant to the President at Iowa State University and Professor of Personal Finance and Consumer Economics discussed the ISLLC and updated the Board on ISU's one-hour course on personal finance in early adulthood.

- The Board received the presentation by GENERAL CONSENT.

Faculty Presentation at Iowa State University – IT Adventures Program

Elizabeth Hoffman introduced Dr. Doug Jacobson and Ms. Julie Rursch, who described the IT Adventures Program at Iowa State University.

- The Board received the presentation by GENERAL CONSENT.

Presentation on Office of Experimental Program to Stimulate Competitive Research (EPSCoR)

Dr. Jordan Cohen, Vice President for Research at the University of Iowa, described EPSCoR research grants from the National Science Foundation.

- The Board received the presentation by GENERAL CONSENT.

Highlighted Technology Transfer Presentation

Dr. Surya Mallapragada, Iowa State University Professor of Chemical and Biological Engineering, reported on research that has resulted in: (1) biodegradable films that can regenerate damaged nerve cells; (2) injectable gels that repair cartilage cracks to prevent and treat osteoarthritis; and (3) a gelling drug for glucose-sensitive insulin delivery.

- The Board received the presentation by GENERAL CONSENT.

Other

An update was provided by the chairs of each of the three task forces appointed by President Miles: (1) Chair Evans – Institutional Cooperation Task Force; (2) Chair Downer – Employee Benefits Task Force; and (3) Chair Gartner – Special Schools Task Force.

President Miles adjourned the meeting at 2:09 p.m.