

Contact: Andrea Anania

MINUTES OF AUGUST 3-4, 2011, BOARD MEETING

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

Board Members	August 3, 2011	August 4, 2011
Nicole Carroll	Present	Present
Robert Downer	Present	Present
Jack Evans	Present	Present
Ruth Harkin	Present	Present
Greta Johnson	Via Phone	Via Phone
Craig Lang	Present	Present
David Miles	Present	Present
Katie Mulholland	Present	Present
Bruce Rastetter	Present	Present

Staff Members

Andrea Anania, Brad Berg, Marcia Brunson, Aimee Clayton, Tim Cook, Bob Donley, Sheila Doyle Koppin, Tom Evans, Diana Gonzalez, Ann McCarthy, Joan Racki, Keith Saunders, Patrice Sayre, Todd Stewart, Ilene Tuttle

Regent Institutions

- SUI Sally Mason, P. Barry Butler, John Keller, Rod Lehnertz, David Purlmutter, Carroll Reasoner, Doug True
- ISU Gregory Geoffroy, Cathann Kress, Elizabeth Hoffman, Warren Madden
- UNI Ben Allen, Maureen Collins-Williams, Gloria Gibson, Andrey Petrov, Randy Pilkington, Tom Schellhardt
- ISD Jeanne Prickett, Jim Heuer
- IBSSS Patrick Clancy, Don Boddicker

Others

Deb Derr, North Iowa Area Community College
Mary Grace Herrington, Iowa Public Radio
Andrew Nielsen, Deputy Auditor of State
David Vaudt, Auditor of State

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.

Call to Order for August 3, 2011

President Lang called the Board of Regents meeting to order at 9:12 a.m. on August 3, 2011.

Roll Call:

<u>Regent</u>	<u>Carroll</u>	<u>Downer</u>	<u>Evans</u>	<u>Harkin</u>	<u>Johnson</u>	<u>Lang</u>	<u>Miles</u>	<u>Mulholland</u>	<u>Rastetter</u>
Present	x	x	x	x	x*	x	x	x	x
Absent									

* Via phone

Evaluation of Institutional Heads and Executive Director

- MOVED by DOWNER, SECONDED by MULHOLLAND, to enter into closed session pursuant to Iowa Code §21.5(1)(i) upon request of individuals whose performance is being considered. Each individual has requested that his or her performance be discussed by the Board in closed session.

<u>Regent</u>	<u>Carroll</u>	<u>Downer</u>	<u>Evans</u>	<u>Harkin</u>	<u>Johnson</u>	<u>Lang</u>	<u>Miles</u>	<u>Mulholland</u>	<u>Rastetter</u>
Aye	x	x	x	x	x	x	x	x	x
Nay									

MOTION APPROVED by ROLL CALL.

The Board convened in closed session at 9:13 a.m.

The Board reconvened in open session at 4:13 p.m.

President Lang adjourned the meeting at 4:13 p.m.

Call to Order for August 4, 2011

President Lang called the Board of Regents meeting to order at 8:37 a.m. on August 4, 2011.

Roll Call:

<u>Regent</u>	<u>Carroll</u>	<u>Downer</u>	<u>Evans</u>	<u>Harkin</u>	<u>Johnson</u>	<u>Lang</u>	<u>Miles</u>	<u>Mulholland</u>	<u>Rastetter</u>
Present	x	x	x	x	x*	x	x	x	x
Absent									

* Via phone

Audit/Compliance and Investment Committee

The Audit/Compliance and Investment Committee met at this time.

Board Receipt of Audit/Compliance and Investment Committee Report

- MOVED by EVANS, SECONDED by HARKIN, to:
 - ◆ Receive the FY 2011 Audit Progress and approve the FY 2012 Internal Audit Plans;
 - ◆ Approve the selection of Neuberger Berman as fund manager for high yield fixed income; and
 - ◆ Receive the August 4, 2011, Audit/Compliance and Investment Committee report.

<u>Regent</u>	<u>Carroll</u>	<u>Downer</u>	<u>Evans</u>	<u>Harkin</u>	<u>Johnson</u>	<u>Lang</u>	<u>Miles</u>	<u>Mulholland</u>	<u>Rastetter</u>
Aye	x	x	x	x	x	x	x	x	x
Nay									

MOTION APPROVED by ROLL CALL.

Consideration of Institutional Heads and Executive Director Compensation

➤ MOVED by EVANS, SECONDED by DOWNER, to approve the following compensation changes for FY 2012:

- ♦ ISU President Gregory Geoffroy
 - ♦ Increase his base salary by 4%, from \$423,316 to \$440,249.
- ♦ SUI President Sally Mason
 - ♦ Increase her base salary by 4%, from \$465,000 to \$483,600; and
 - ♦ Authorize a new five-year deferred compensation plan commencing July 1, 2011, and ending June 30, 2016. In year one of the new plan, the annual contribution is \$25,000, thereafter \$150,000 per year.
- ♦ UNI President Ben Allen
 - ♦ Increase his base salary by 4%, from \$320,000 to \$332,800; and
 - ♦ Authorize a new five-year deferred compensation plan commencing July 1, 2011, and ending June 30, 2016. In year one of the new plan, the annual contribution is \$20,000, thereafter \$70,000 per year.
- ♦ ISD Superintendent Jeanne Prickett
 - ♦ No change to her base salary of \$135,674.
- ♦ IBSSS Superintendent Patrick Clancy
 - ♦ Increase his base salary by 4%, from \$133,250 to \$138,580; and
- ♦ Executive Director Robert Donley
 - ♦ Increase his base salary by 4% increase, from \$147,900 to \$153,816;
 - ♦ Award the performance incentive of \$5,000, resulting from his FY 2011 evaluation; and
 - ♦ Create a performance incentive of \$5,000; if awarded, to be paid after his FY 2012 evaluation.

Note: Numbers rounded.

<u>Regent</u>	<u>Carroll</u>	<u>Downer</u>	<u>Evans</u>	<u>Harkin</u>	<u>Johnson</u>	<u>Lang</u>	<u>Miles</u>	<u>Mulholland</u>	<u>Rastetter</u>
Aye	x	x	x	x	x	x	x	x	x
Nay									

MOTION APPROVED by ROLL CALL.

Board President Report

- ♦ President Lang recognized and congratulated President Allen for being appointed co-chair of the Governor’s Science, Technology, Engineering, and Mathematics (STEM) Advisory Council. President Allen said he is honored to be asked to serve and work with the Governor and Lieutenant Governor, noting the Presidents Mason and Geoffroy will also be on the council.
- ♦ President Allen: (1) thanked Tom Schellhardt for his service as Vice President for Administration and Financial Services over the past nine years; (2) commended him for his steady leadership, sense of stability, and deep understanding of financial matters; and (3) outlined the legacy that he leaves, including how he cares about people, his spirit of collaboration, and all of his efforts on sustainability initiatives.

- ◆ Resolution of the Board of Regents, State of Iowa
 - MOVED by MULHOLLAND, SECONDED by HARKIN, to approve the following Resolution of the Board of Regents, State of Iowa:

Joan Racki is a higher education professional dedicated to bringing the art of integrated planning to college and universities worldwide. This plaque is given in recognition of Joan's many years of work in support of integrated planning, most recently as President of the Society for College and University Planning (SCUP). As President of SCUP's international community of higher education leaders, Joan has led the board and staff in pursuit of member benefits, products, and services that meet the needs of academic, fiscal, facilities, and strategic planners on campuses everywhere.

Joan began her membership in SCUP in the mid-1980's and, over the years, has held a variety of volunteer positions on the Publications Advisory Committee, the Professional Development Committee, and as a reviewer and committee member for many of the Society's annual conferences. Her dedication to the Society and her conscientious volunteer work was recognized by the Society in 2008 when Joan received the SCUP Distinguished Service Award.

Presented this 4th Day of August 2011 at Cedar Falls, Iowa, by the Board of Regents, State of Iowa.

MOTION APPROVED UNANIMOUSLY.

President Lang congratulated Ms. Racki on a successful year as President of SCUP and wished her the best for many more adventures in the future.

- ◆ President Lang's Statement to the Public and to the Media

Let me begin by saying that in life and in this role, I'm a firm believer in getting input from key players before making any major decisions. That's why I've spent the past couple of weeks reaching out to the Regents, University Presidents, and other key leaders to learn more about issues that are "top-of-mind" for them. All of these conversations are necessary during a transition to determine common ground, and assess our future direction.

I've also spent a lot of time traveling around the state. As President of the largest grassroots organization in Iowa, I visit with Iowa families in every corner of the state; in fact, I'm heading up to Cresco this evening, to hear what they have to say about the needs of our children as they prepare to be leaders of tomorrow, among other things. My goal was to be accessible to folks and understand their issues first, before making any broad statements to the media. I appreciate your understanding about that.

RECRUITING AND SELECTING ISU PRESIDENT

My conversations with the Regents, University Presidents, and others revealed that we all have far more in common than not. We are all united in our support and commitment for our students and higher learning institutions. With that, I have three priorities that I feel are necessary to focus on initially. They are by no means the only priorities of the Regents, but I feel these are most important to tackle first:

I've already said earlier that one of our most urgent priorities is the recruitment and selection of the next ISU President. As a land grant university, Iowa State should be a leader in the bioeconomy; finding ways to bring more value to what we grow. That, in turn, will create higher-paying jobs to keep our best and brightest students in the state.

The next ISU President needs to be an innovator, a hard-charging visionary who can take ISU into the future, so that students who are interested in solving the world's energy and food needs will come here, to Iowa, to find and study the solutions.

But it's about more than biofuels, it's about new fields. We're in a global world. How are we preparing our students for those jobs and to operate in a global capacity? That would be a draw for our young people. We need to find cohesion in these studies, so multiple departments can work together to find solutions for the 21st century.

WORKING WITH THE LEGISLATURE

It's also important to work cooperatively with the Iowa Legislature. Regent funding comes from the appropriations committee of the Legislature. There has to be a stronger relationship with the Iowa legislature, to work together. We believe it's important to stop the loss of appropriations so that a student's cost is more closely aligned to the cost of inflation.

We're going to work on improving our relationship with the executive and legislative branch, providing openness and transparency on Regents system operations. That's why I invited the local legislators to breakfast this morning and to stay for the meeting. I understand that hasn't happened before. I appreciate the legislators and students participating here today and sharing input. Real progress can be made when all parties come together.

CREATING AWARENESS OF THE VALUE OF OUR HIGHER LEARNING INSTITUTIONS

And finally, we have tremendous learning institutions in this state, including the liberal arts/teaching program here at UNI and the outstanding medical facility in the University of Iowa Hospitals and Clinics. My hope over the next 8 months is to help Iowans understand the value that these institutions provide us now and in the future so when our children graduate, they know that they can obtain the best education to be a teacher right here at UNI, or to be a doctor at the University of Iowa or to be involved in the bio-economy at Iowa State. We have much to offer them and we need to focus on our areas of strength.

This is the first day in my new role with the Iowa Board of Regents...there is much to accomplish in the remainder of this term. It starts today by building bridges, increasing our transparency to help get parents, students, Regents, lawmakers and Iowa leaders all working together, for the sake of our children.

Thank you. I look forward to visiting with the media at noon to answer any questions. Our three University presidents will also be joining me.

- The Board received the report by GENERAL CONSENT.

CONSENT AGENDA

- ◆ Minutes of June 8, 2011, Board Meeting
 - ◆ Minutes of June 13, 2011, Telephonic Board Meeting
 - ◆ Minutes of June 23, 2011, Telephonic Board Meeting
 - ◆ Minutes of July 12, 2011, Telephonic Board Meeting
 - ◆ Semi-Annual Claims Activity Reports – January 1, 2011 - June 30, 2011
 - ◆ Personnel Transactions
 - ◆ Five-Year Institutional Roads Program
 - ◆ Equipment Purchase – University of Northern Iowa
 - ◆ Appointments to Board Committees, Boards, and Commissions
 - ◆ Proposed Course Changes at the University of Iowa
 - ◆ Request to Award Honorary Doctor of Humane Letters Degree at Iowa State University
 - ◆ Request to Award Honorary Doctor of Science Degree at Iowa State University
 - ◆ Request to Award Honorary Doctor of Humane Letters Degree at Iowa State University
 - ◆ University of Iowa Non-Organized Professional and Scientific Compensation Plan
 - ◆ Iowa Braille and Sight Savings School Early Retirement Incentive Program Extension
 - ◆ Accreditation Report for the Iowa School for the Deaf
 - ◆ *(Removed and considered separately – see below.)*
 - ◆ North Central Association Higher Learning Commission Accreditation Report at the University of Northern Iowa
 - ◆ School of Social Work Programs Accreditation Report at the University of Iowa
 - ◆ Academic Fees for Price Lab School
- MOVED by EVANS, SECONDED by RASTETTER, to approve the CONSENT AGENDA, excluding the following agenda item, Accreditation Report for the Iowa School for the Deaf, which was removed and considered separately.

<u>Regent</u>	<u>Carroll</u>	<u>Downer</u>	<u>Evans</u>	<u>Harkin</u>	<u>Johnson</u>	<u>Lang</u>	<u>Miles</u>	<u>Mulholland</u>	<u>Rastetter</u>
Aye	x	x	x	x	x	x	x	x	x
Nay									

MOTION APPROVED by ROLL CALL.

CONSENT AGENDA

- ◆ **Accreditation Report for the Iowa School for the Deaf**
- MOVED by DOWNER, SECONDED by MULHOLLAND, to schedule the Accreditation Report for the Iowa School for the Deaf as a separate item to be presented at a future Board of Regents meeting at the convenience of the Board President and Executive Director.

<u>Regent</u>	<u>Carroll</u>	<u>Downer</u>	<u>Evans</u>	<u>Harkin</u>	<u>Johnson</u>	<u>Lang</u>	<u>Miles</u>	<u>Mulholland</u>	<u>Rastetter</u>
Aye	x	x	x	x	x	x	x	x	x
Nay									

MOTION APPROVED by ROLL CALL.

Emergency Storm Recovery Authorizations – Iowa Braille and Sight Saving School

Superintendent Patrick Clancy: (1) provided highlights on the July 11, 2011, storm that resulted in extensive damage on campus, the emergency response, and current recovery phase; (2) thanked SUI, ISU, and Policy and Operations Officer Joan Racki for their assistance; and (3) briefed the Board on the proposed authorizations.

➤ MOVED by EVANS, SECONDED by DOWNER, to:

- ◆ Ratify the Executive Director’s actions related to the utilization of capital project delivery and purchasing processes to recover buildings temporarily lost due to severe weather damage at the Iowa Braille and Sight Saving School (IBSSS), as outlined in Attachment B in the memorandum;
- ◆ Authorize Iowa State University and the University of Iowa, on behalf of IBSSS; to advance funds, expend resources to provide damage response services and to coordinate reconstruction efforts in the immediate aftermath of the recent storm. This includes immediate response, clean-up, emergency generation and stabilization, as well as the coordination of reconstruction efforts and the use of university equipment, public safety and facilities staff;
- ◆ Authorize IBSSS working with the Board of Regents Office and University staff(s) to establish the necessary authorization and record keeping procedures to file claims and meet insurance company, state and federal disaster reimbursement requirements; and
- ◆ Receive the oral report on severe weather damage recovery activities to date at IBSSS.

<u>Regent</u>	<u>Carroll</u>	<u>Downer</u>	<u>Evans</u>	<u>Harkin</u>	<u>Johnson</u>	<u>Lang</u>	<u>Miles</u>	<u>Mulholland</u>	<u>Rastetter</u>
Aye	X	X	X	X	X	X	X	X	X
Nay									

MOTION APPROVED by ROLL CALL.

President Geoffroy introduced and welcomed new ISU Vice President for Extension and Outreach Cathann Kress.

FY 2012 Budgets – Universities, Special Schools, Iowa Public Radio, Board Office

Chief Business Officer Patrice Sayre, SUI President Sally Mason, ISU President Gregory Geoffroy, Superintendent Patrick Clancy, Superintendent Jeanne Prickett, and Policy and Operations Officer Brad Berg updated the Board on budget issues.

➤ MOVED by RASTETTER, SECONDED by MULHOLLAND, to approve:

- ◆ Regent institutional FY 2012 budgets as presented on pages 5-8 in the memorandum;
- ◆ Iowa Public Radio FY 2012 budget as presented in Attachment F on page 33 in the memorandum;
- ◆ Board Office FY 2012 operating budget as shown in Attachment G on page 34 in the memorandum;
- ◆ Distribution of the operating appropriations to the regional study centers as follows:
 - ◆ Quad Cities Graduate Study Center - \$129,776
 - ◆ Southwest Iowa Regents Resource Center - \$87,471
 - ◆ Tri-State Graduate Study Center - \$66,601; and
- ◆ FY 2011 operating budget amendments for each university and the Iowa School for the Deaf as presented in the attachments in the memorandum.

<u>Regent</u>	<u>Carroll</u>	<u>Downer</u>	<u>Evans</u>	<u>Harkin</u>	<u>Johnson</u>	<u>Lang</u>	<u>Miles</u>	<u>Mulholland</u>	<u>Rastetter</u>
Aye	X	X	X	X	X	X	X	X	X
Nay									

MOTION APPROVED by ROLL CALL.

Partnerships Between Iowa’s Public Universities and Community Colleges

Chief Academic Officer Dr. Diana Gonzalez introduced Dr. Deb Derr, President of North Iowa Area Community College and chair of the Community Colleges Seamless Transition Committee. Dr. Derr briefed the Board on the community colleges’ perspective about current and future partnership efforts with the Regent universities.

➤ The Board received the report by GENERAL CONSENT.

Register of University of Iowa Capital Improvement Business Transactions

Vice President True highlighted the proposed transactions.

➤ MOVED by EVANS, SECONDED by HARKIN, to

- ◆ Approve permission to proceed with project planning, including the design consultant selection process, for the **Power Plant – Replace Boiler Fans and Erect New Stack** and **Power Plant – Install Back Up Power and Auxiliaries** projects;
- ◆ Approve the following actions for the **Central Pharmacy Drug Storage, Processing and Dispensing Service Relocation and IV Admixture Facility Expansion** project:
 - ◆ Acknowledge receipt of the University’s initial submission of information to address the Board’s capital project evaluation criteria (see Attachment A in the memorandum);
 - ◆ Accept the Board Office recommendation that the project meets the necessary criteria for Board consideration; and
 - ◆ Authorize permission to proceed with project planning, including the design professional selection process.
- ◆ Approve the following actions for the **Dental Science Building – Phase 2 – Renovate South Wing** project:
 - ◆ Acknowledge receipt of the University’s final submission of information to address the Board’s capital project evaluation criteria (see Attachment B in the memorandum);
 - ◆ Accept the Board Office recommendation that the project meets the necessary criteria for Board consideration; and
 - ◆ Approve the schematic design, project description and budget (\$48,000,000), with the understanding that approval will constitute final Board approval and authorization to proceed with construction.
- ◆ Ratify the Executive Director’s action revising the **College of Public Health Building – Install Furniture** project budget to \$3,500,000, an increase of \$1,367,000.

<u>Regent</u>	<u>Carroll</u>	<u>Downer</u>	<u>Evans</u>	<u>Harkin</u>	<u>Johnson</u>	<u>Lang</u>	<u>Miles</u>	<u>Mulholland</u>	<u>Rastetter</u>
Aye	x	x	x	x		x	x	x	x
Absent					x				

MOTION APPROVED by ROLL CALL.

Register of Iowa State University Capital Improvement Business Transactions

Vice President Madden provided an overview of the proposed transactions.

- MOVED by DOWNER, SECONDED by EVANS, to approve:
 - ◆ Consider ratification of the revised project budgets for the **Sweeney Hall – Remodel for BioMap Laboratories** (\$2,204,995) project and the **College of Veterinary Medicine – Laboratory Animal Resources HVAC Improvements** (\$4,800,000) project.

<u>Regent</u>	<u>Carroll</u>	<u>Downer</u>	<u>Evans</u>	<u>Harkin</u>	<u>Johnson</u>	<u>Lang</u>	<u>Miles</u>	<u>Mulholland</u>	<u>Rastetter</u>
Aye	x	x	x		x	x	x	x	x
Absent				x					

MOTION APPROVED by ROLL CALL.

Register of University of Northern Iowa Capital Improvement Business Transactions

Vice President Schellhardt provided an overview of the proposed transactions.

- MOVED by MULHOLLAND, SECONDED by CARROLL, to approve the following for the **Bartlett Hall Renovation / Baker Hall Demolition** project, a major capital project as defined by Board policy:
 - ◆ Acknowledge receipt of the University’s final submission of information to address the Board’s capital project evaluation criteria (see Attachment A);
 - ◆ Accept the Board Office recommendation that the project meets the necessary criteria for Board consideration;
 - ◆ Approve the schematic design, project description and budget (\$21,000,000), with the understanding that approval will constitute final Board approval and authorization to proceed with construction;
 - ◆ Approve a Resolution Directing the Removal of Bartlett Hall from the University of Northern Iowa Residence System; and
 - ◆ Approve the demolition of Baker Hall upon completion of the **Bartlett Hall Renovation** project.

<u>Regent</u>	<u>Carroll</u>	<u>Downer</u>	<u>Evans</u>	<u>Harkin</u>	<u>Johnson</u>	<u>Lang</u>	<u>Miles</u>	<u>Mulholland</u>	<u>Rastetter</u>
Aye	x	x	x		x	x		x	x
Absent				x					
Abstain							x		

MOTION APPROVED by ROLL CALL.

Iowa State University Property Transaction

Vice President Madden introduced Iowa Public Radio Chief Executive Officer Mary Grace Herrington, who briefed the Board on the proposed property transaction.

- MOVED by CARROLL, SECONDED by MULHOLLAND, to:
 - ◆ Approve Iowa State University’s request for permission to enter into a purchase agreement with Connoisseur Media LLC for the acquisition of the assets of two radio stations, KZHZFM and KZHC-FM (collectively, the stations), at a cost of \$1.75 million. The purchase agreement and related legal documents shall be subject to Board Office review and approval; and
 - ◆ Delegate to the Executive Director of the Board of Regents and Iowa State University the authority to take actions necessary to accomplish closing.

<u>Regent</u>	<u>Carroll</u>	<u>Downer</u>	<u>Evans</u>	<u>Harkin</u>	<u>Johnson</u>	<u>Lang</u>	<u>Miles</u>	<u>Mulholland</u>	<u>Rastetter</u>
Aye	x	x	x		x	x	x	x	x
Absent				x					

MOTION APPROVED by ROLL CALL.

Resolutions of the Board of Regents, State of Iowa

➤ MOVED by DOWNER, SECONDED by MULHOLLAND, to approve the following:

- ◆ WHEREAS, David W. Miles was appointed to the Board of Regents on May 1, 2007, and served as its 16th President from December 5, 2007, through July 12, 2011; and

WHEREAS, Mr. Miles brought to the Board a strong advocacy for higher education through his service to Drake University, as well as financial expertise as Chief Executive Officer of Miles Capital, Inc.; and

WHEREAS, Mr. Miles, along with President Pro Tem Jack Evans, demonstrated tremendous leadership in response to the devastating and historic flooding at the University of Iowa in the summer of 2008, particularly in the pursuit of critical flood recovery funding; and

WHEREAS, under Mr. Miles' leadership, the Board guided Iowa's Public Universities and Special Schools through difficult and uncertain financial times resulting from the global financial crisis, and a substantial decrease in state appropriations, and successfully directed the institutions to do more with less as they completed comprehensive, strategic reviews that strengthened the efficiency of their operations; and

WHEREAS, under Mr. Miles' leadership, the Board emphasized access and affordability of Iowa's Public Universities for all students, especially for all eligible Iowans regardless of financial need, particularly by increasing contributions to student financial aid; and

WHEREAS, under Mr. Miles' leadership, the Board approved moderate tuition increases, averaging only 4.6%, as it carefully balanced its commitment to the affordability of Iowa's Public Universities with its commitment to preserving their outstanding quality; and

WHEREAS, under Mr. Miles' leadership, the Board emphasized the link between education and Iowa's economic future, and Iowa's Public Universities significantly expanded their relationships with Iowa's Community Colleges to support the transfer and enrollment of students at Iowa's Public Universities; and

WHEREAS, under Mr. Miles' leadership, the Board oversaw the strategic transformation of the educational delivery model at the Iowa Braille and Sight Saving School and preserved the specialized and high quality services of the Iowa School for the Deaf despite significant budget cuts; and

WHEREAS, under Mr. Miles' leadership, Iowa's Public Universities and Special Schools, and their commitment to Iowans, are stronger than ever.

NOW THEREFORE, BE IT RESOLVED that the Board of Regents, State of Iowa, expresses its deep gratitude to Mr. Miles for his vision, expertise, and leadership, and presents to him this plaque in honor of his extraordinary service and contributions to the Board of Regents, its institutions, students, families, and Iowans.

Dated this 4th Day of August 2011.

- ◆ WHEREAS, Jack B. Evans was appointed to the Board of Regents on May 1, 2007, and served as President Pro Tem from February 7, 2008, through July 12, 2011; and

WHEREAS, Mr. Evans brought to the Board extensive financial expertise as President of the Hall-Perrine Foundation of Cedar Rapids, and with his service to numerous financial and philanthropic organizations; and

WHEREAS, Mr. Evans, along with President David Miles, demonstrated tremendous leadership in response to the devastating and historic flooding at the University of Iowa in the summer of 2008, particularly in the pursuit of critical flood recovery funding; and

WHEREAS, under Mr. Evans' leadership, the Board guided Iowa's Public Universities and Special Schools through difficult and uncertain financial times resulting from the global financial crisis, and a substantial decrease in state appropriations, and successfully directed the institutions to do more with less as they completed comprehensive, strategic reviews that strengthened the efficiency of their operations; and

WHEREAS, under Mr. Evans' leadership as Chair of the Board's Audit Compliance and Investment Committee, Chair Evans oversaw revisions to the Board's investment policies and endowment asset allocation plan, directed the work of institutional risk management staff in the collaboration on priorities and procedures, communicated closely with university finance and treasury staff, and fostered strong relationships with the Auditor of State and the Regent Chief Audit Executive; and

WHEREAS, Mr. Evans' leadership ensured sound financial practices at Iowa's Public Universities and Special Schools and positive credit ratings for the issuance of Board of Regents revenue bonds; and

WHEREAS, Mr. Evans faithfully represented Iowa's Public Universities and Special Schools to the Iowa Business Council and other civic organizations; and

WHEREAS, under Mr. Evans' leadership, Iowa's Public Universities and Special Schools, and their commitment to Iowans, are stronger than ever.

NOW THEREFORE, BE IT RESOLVED that the Board of Regents, State of Iowa, expresses its deep gratitude to Mr. Evans for his vision, expertise, and leadership, and presents to him this plaque in honor of his extraordinary service and contributions to the Board of Regents, its institutions, students, families, and Iowans.

Dated this 4th Day of August 2011.

<u>Regent</u>	<u>Carroll</u>	<u>Downer</u>	<u>Evans</u>	<u>Harkin</u>	<u>Johnson</u>	<u>Lang</u>	<u>Miles</u>	<u>Mulholland</u>	<u>Rastetter</u>
Aye	x	x			x	x		x	x
Absent				x					
Abstain			x				x		

MOTION APPROVED by ROLL CALL.

Bond Sales

UNIVERSITY OF IOWA FACILITIES CORPORATION REVENUE BONDS (JOHN AND MARY PAPPAJOHN BIOMEDICAL DISCOVERY BUILDING), SERIES 2011

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

Mr. Fick reported that: (1) seven bids were received; (2) the winning bid was submitted by Stifel, Nicolaus and Company, Inc. with five co-managers; and (3) the true interest cost was 3.94%.

- **MOVED** by RASTETTER, **SECONDED** by CARROLL, to approve A Resolution authorizing and approving the execution and delivery of the ground lease, the lease, the indenture, the bond purchase agreement, the tax exemption certificate and the continuing disclosure certificate, authorizing and providing for the issuance of University of Iowa Facilities Corporation (John and Mary Pappajohn Biomedical Discovery Building project) \$28,000,000 Revenue Bonds, Series 2011, providing for the payment thereof, and directing the issuer to issue said bonds.

<u>Regent</u>	<u>Carroll</u>	<u>Downer</u>	<u>Evans</u>	<u>Harkin</u>	<u>Johnson</u>	<u>Lang</u>	<u>Miles</u>	<u>Mulholland</u>	<u>Rastetter</u>
Aye	x	x	x			x	x	x	x
Absent				x	x				

MOTION APPROVED by ROLL CALL.

SALE AND AWARD OF \$10,195,000 UTILITY SYSTEM REVENUE REFUNDING BONDS, SERIES S.U.I. 2011

Barry Fick reported that: (1) seven bids were received; (2) the winning bid was submitted by Wells Fargo Bank, National Association; (3) the true interest cost was 2.185%; with (4) annual debt service savings of approximately \$110,000 per year.

- **MOVED** by DOWNER, **SECONDED** by RASTETTER, to approve A Resolution providing for the sale and authorizing and providing for the issuance and securing the payment of \$10,195,000 Utility System Revenue Refunding Bonds, Series S.U.I. 2011, for the purpose of advance refunding the Utility System Revenue Bonds, Series S.U.I. 2002, and paying costs of issuance, and authorizing and approving the execution and delivery of the Sixteenth Supplemental Indenture.

<u>Regent</u>	<u>Carroll</u>	<u>Downer</u>	<u>Evans</u>	<u>Harkin</u>	<u>Johnson</u>	<u>Lang</u>	<u>Miles</u>	<u>Mulholland</u>	<u>Rastetter</u>
Aye	x	x	x			x	x	x	x
Absent				x	x				

MOTION APPROVED by ROLL CALL.

Sale and Award of \$8,425,000 Student Union Revenue Refunding Bonds, Series U.N.I. 2011

Barry Fick reported that: (1) eight bids were received; (2) the winning bid was submitted by Morgan Keegan with 15 co-managers; (3) the true interest cost was 2.37%; with (4) annual debt service savings of approximately \$100,000 per year.

- **MOVED** by MULHOLLAND, **SECONDED** by EVANS, to approve A Resolution providing for the sale and authorizing and providing for the issuance and securing the payment of \$8,425,000 Student Union Revenue Refunding Bonds, Series U.N.I. 2011, for the purpose of advance refunding the Student Union Revenue Bonds, Series U.N.I. 2002, and paying costs of issuance.

<u>Regent</u>	<u>Carroll</u>	<u>Downer</u>	<u>Evans</u>	<u>Harkin</u>	<u>Johnson</u>	<u>Lang</u>	<u>Miles</u>	<u>Mulholland</u>	<u>Rastetter</u>
Aye	x	x	x			x	x	x	x
Absent				x	x				

MOTION APPROVED by ROLL CALL.

Legislative Update

State Relations Officers Keith Saunders briefed the Board on the outcome of the 2011 Legislative Session.

- The Board received the report by GENERAL CONSENT.

Iowa State University Presidential Search

President Pro Tem Rastetter updated the Board on the first ISU Presidential Search Committee meeting, which was held on June 29, 2011. The next meeting is August 16, 2011.

- The Board received the report by GENERAL CONSENT.

Iowa State University Flood/Storm Recovery

Vice President Madden provided a financial report update on the flood/storm recovery.

- The Board received the update by GENERAL CONSENT.

University of Iowa Update of Flood Recovery Status

Vice President Doug True introduced SUI Vice President for Legal Affairs and General Counsel Carroll Reasoner and Director of Design and Construction Rod Lehnertz and gave the flood recovery status update.

- The Board received the update by GENERAL CONSENT.

Highlighted Economic Development Presentation: UNI's MyEntre.Net Program

UNI Business and Community Services Director Randy Pilkington introduced UNI Director of Business Development and Incubation Maureen Collins-Williams, who provided an overview of the MyEntre.Net entrepreneurship support system.

- The Board received the presentation by GENERAL CONSENT.

School of Journalism and Mass Communication Programs Accreditation Report at the University of Iowa

Chief Academic Officer Dr. Diana Gonzalez introduced: (1) SUI Executive Vice President and Provost Barry Butler; (2) Associate Provost for Graduate Education and Graduate College Dean Dr. John Keller, and (3) Director of the School of Journalism and Mass Communication David Purlmutter.

Dr. Gonzalez explained institutional and programmatic accreditation, professional requirements, and undergraduate and graduate program reviews. Provost Butler elaborated on the University's actions taken in response to the accreditation review.

- The Board received the report by GENERAL CONSENT.

Biennial Faculty Activities Report

Chief Academic Officer Dr. Diana Gonzalez provided highlights of the report and indicated that the report format had been modified to present a more comprehensive view of faculty activities. Dr. Gonzalez introduced SUI Associate Provost for Faculty Tom Rice, ISU Associate Provost for Academic Personnel Dawn Bratsch-Prince, and UNI Associate Provost for Faculty Affairs Virginia Arthur.

The associate provosts spoke on faculty activities at their respective institution.

- The Board received the report by GENERAL CONSENT.

Faculty Presentation at the University of Northern Iowa: "Polar Science at UNI"

Provost Gloria Gibson introduced Professor Andrey Petrov, who gave a presentation on Polar Science at UNI.

- The Board received the presentation by GENERAL CONSENT.

Closed Session

- MOVED by CARROLL, SECONDED by MULHOLLAND, to enter into closed session pursuant to Iowa Code section 21.5(1)(c) to discuss strategy with counsel in a matter that is presently in litigation where disclosure would be likely to prejudice or disadvantage the position of the Board in that litigation.

<u>Regent</u>	<u>Carroll</u>	<u>Downer</u>	<u>Evans</u>	<u>Harkin</u>	<u>Johnson</u>	<u>Lang</u>	<u>Miles</u>	<u>Mulholland</u>	<u>Rastetter</u>
Aye	x	x	x			x	x	x	x
Absent				x	x				

MOTION APPROVED by ROLL CALL.

The Board convened in closed session at 3:05 p.m.

The Board reconvened in open session at 3:55 p.m.

- MOVED by CARROLL, SECONDED by RASTETTER to adjourn the meeting. MOTION APPROVED UNANIMOUSLY.

The meeting adjourned at 3:57 p.m.