

Contact: Andrea Anania

MINUTES OF SEPTEMBER 6-7, 2017, BOARD MEETING

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

| Board Members | September 6, 2017 | September 7, 2017 |
|----------------------|--------------------------|--------------------------|
| Sherry Bates | Present | Present |
| Nancy Boettger | Present | Present |
| Patty Cownie | Present | Present |
| Milt Dakovich | Present | Present |
| Nancy Dunkel | Present | Present |
| Rachael Johnson | Present | Present |
| Larry McKibben | Present | Present |
| Michael Richards | Present | Present |
| Subhash Sahai | Present | Present |

Board Office

Andrea Anania, Brock Ascher, Brad Berg, Rachel Boon, Mark Braun, Mary Braun, Aimee Claeys, Laura Dickson, Kristin Failor, Josh Lehman, John Nash, Jason Pontius, Keith Saunders, Patrice Sayre, Todd Stewart

Regent Institutions

SUI Bruce Harreld, Sue Curry, Rod Lehnertz, Jean Robillard, Ken Kates, Doug True, Patricia Winokur, Ted Abel, Theresa Brennan, Michael Edmond, Landon Elkind, Rob Humble, Marcia Ward

ISU Ben Allen, Miles Lackey, Jonathan Wickert
Kate Gregory, Luis Rico-Gutierrez

UNI Mark Nook, Jim Wohlpart, Michael Hager

ISD/IBSSS Steven Gettel, Mike Morgan, John Cool

Others

Sheryl Bailey, Springsted Incorporated

Mary Mosiman, Auditor of State
Andy Nielsen, Deputy Auditor of State

Doug Oest, Marquette Associates, Inc.
Dave Smith, Marquette Associates, Inc.

Ryan Wise, Iowa Department of Education

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.

September 6, 2017

The Academic and Student Affairs Committee met at 12:30 p.m.

The Campus Safety and Security Committee met at 1:15 p.m.

The Property and Facilities Committee met at 1:45 p.m.

The Investment and Finance Committee met at 2:45 p.m.

Call to Order for September 6, 2017

President Richards called the Board of Regents meeting to order at 3:05 p.m.

Roll Call:

| <u>Regent</u> | <u>Bates</u> | <u>Boettger</u> | <u>Cownie</u> | <u>Dakovich</u> | <u>Dunkel</u> | <u>Johnson</u> | <u>McKibben</u> | <u>Richards</u> | <u>Sahai</u> |
|---------------|--------------|-----------------|---------------|-----------------|---------------|----------------|-----------------|-----------------|--------------|
| Present | x | x | x | x | x | x | x | x | x |
| Absent | | | | | | | | | |

Bond Sales

SALE AND AWARD OF \$6,255,000 ATHLETIC FACILITIES REVENUE REFUNDING BONDS, SERIES I.S.U. 2017

Policy and Operations Officer Brad Berg introduced Dr. Sheryl Bailey from Springsted, Incorporated, the Board's municipal advisor.

Dr. Bailey reported that: (1) five bids were received; (2) the winning bid was submitted by Robert W. Baird & Co.; and (3) the true interest cost was 2.4877%. Issuance of the refunding bonds at lower interest rates resulted in present value savings of \$801,000.

- MOVED by BATES, SECONDED by COWNIE, to approve A Resolution providing for the sale and authorizing and providing for the issuance and securing the payment of \$6,255,000 of Athletic Facilities Revenue Refunding Bonds, Series I.S.U. 2017, for the purpose of advance refunding the \$8,220,000 Athletic Facilities Revenue Bonds, Series I.S.U. 2007A, and paying costs of issuance.

| <u>Regent</u> | <u>Bates</u> | <u>Boettger</u> | <u>Cownie</u> | <u>Dakovich</u> | <u>Dunkel</u> | <u>Johnson</u> | <u>McKibben</u> | <u>Richards</u> | <u>Sahai</u> |
|---------------|--------------|-----------------|---------------|-----------------|---------------|----------------|-----------------|-----------------|--------------|
| Aye | x | x | x | x | x | x | x | x | x |
| Nay | | | | | | | | | |

MOTION APPROVED by ROLL CALL.

IOWA STATE UNIVERSITY FACILITIES CORPORATION REVENUE BONDS (BIOSCIENCES FACILITIES) SERIES 2017

Dr. Bailey reported that: (1) nine bids were received; (2) the winning bid was submitted by Robert W. Baird & Co.; and (3) the true interest cost was 2.9954%.

- MOVED by BOETTGER, SECONDED by COWNIE, to approve A Resolution authorizing and approving the issuance of \$37,905,000 ISU Facilities Corporation Revenue Bonds (Biosciences Building Projects) Series 2017, for the purpose of financing a portion of constructing, equipping and renovating the Bessey Hall Addition and the Advanced Teaching and Research Building, funding a debt service reserve fund, and paying for costs of issuance, providing for the payment thereof, and directing the issuer to issue said bonds.

| <u>Regent</u> | <u>Bates</u> | <u>Boettger</u> | <u>Cownie</u> | <u>Dakovich</u> | <u>Dunkel</u> | <u>Johnson</u> | <u>McKibben</u> | <u>Richards</u> | <u>Sahai</u> |
|---------------|--------------|-----------------|---------------|-----------------|---------------|----------------|-----------------|-----------------|--------------|
| Aye | x | x | x | x | x | x | x | x | x |
| Nay | | | | | | | | | |

MOTION APPROVED by ROLL CALL.

The Audit and Compliance Committee met at 3:15 p.m.

President Richards recognized State Representative Mary Mascher and welcomed her to the meeting.

The University of Iowa Hospitals and Clinics Committee met at 3:45

Adjourn

President Richards adjourned the meeting at 4:43 p.m.

Call to Order for September 7, 2017

President Richards called the Board of Regents meeting to order at 10:05 a.m.

Roll Call:

| <u>Regent</u> | <u>Bates</u> | <u>Boettger</u> | <u>Cownie</u> | <u>Dakovich</u> | <u>Dunkel</u> | <u>Johnson</u> | <u>McKibben</u> | <u>Richards</u> | <u>Sahai</u> |
|---------------|--------------|-----------------|---------------|-----------------|---------------|----------------|-----------------|-----------------|--------------|
| Present | X | X | X | X | X | X | X | X | X |
| Absent | | | | | | | | | |

Public Comment

President Richards said public comment on issues that come before the Board is an important part of the Board's deliberations and welcomed presenters.

- ▶ SUI student Landon Elkind commented on tuition increases; and
- ▶ SUI third-year medical student Rob Humble commented on medical student tuition, debt, and retention after training.

President Richards thanked everyone for their comments.

- The Board received the comments by GENERAL CONSENT.

Report from Iowa Department of Education on "Every Student Succeeds Act"

Chief Academic Officer Rachel Boon welcomed Iowa Department of Education Director Ryan Wise. Director Wise gave a presentation on the Every Student Succeeds Act.

In response to a question from Regent Sahai, Director Wise elaborated on the importance of parent and family engagement.

Regent Boettger congratulated Director Wise on the good work and encouraged continued efforts.

- The Board received the presentation by GENERAL CONSENT.

CONSENT AGENDA

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

- ▶ Minutes of August 2, 2017, Telephonic Board Meeting
- ▶ Appointments to Committees, Boards, and Commissions
- ▶ Iowa School for the Deaf Property Sale
- ▶ Academic Program Review, Board Policy §3.6 – 1st Reading
- ▶ Policy Manual Revisions – Chapter 2.3
- ▶ Meeting of Audit/Compliance and Investment Committee – April 19, 2017

| <u>Regent</u> | <u>Bates</u> | <u>Boettger</u> | <u>Cownie</u> | <u>Dakovich</u> | <u>Dunkel</u> | <u>Johnson</u> | <u>McKibben</u> | <u>Richards</u> | <u>Sahai</u> |
|---------------|--------------|-----------------|---------------|-----------------|---------------|----------------|-----------------|-----------------|--------------|
| Aye | X | X | X | X | X | X | X | X | X |
| Nay | | | | | | | | | |

MOTION APPROVED by ROLL CALL.

Reports from Institutional Heads

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

Regent McKibben thanked President Harreld and his faculty and staff for their hard work on TIER and Regent Sahai congratulated President Harreld on SUI's TIER results.

In response to questions from Regents Boettger and Sahai, President Harreld elaborated on the various campus constituencies' view of the University's strategic plan and how fewer out-of-state students in the entering class of 2017 compares to previous years.

- The Board received the reports by GENERAL CONSENT.

Update on Iowa State University Presidential Search

ISU Presidential Search and Screen Committee Co-Chair Dean Luis Rico-Gutierrez updated the Board on the search for the next president of Iowa State University.

Regent Bates recognized the extra work the Committee and others have done in addition to their regular jobs.

In addition to their curriculum vitae, Regent Sahai requested written feedback from the finalists on academics as well as in other areas.

- The Board received the update by GENERAL CONSENT.

Five-Year Capital Plans Including 2019 Capital Request

Assistant Director of Facilities John Nash welcomed SUI Senior Vice President Rod Lehnertz, ISU Senior Vice President for University Services Kate Gregory, UNI Senior Vice President for Finance and Operations Michael Hager, and ISD/IBSSS Assistant Administrator John Cool. The group gave a presentation on the FY 2019 capital request.

In response to a question from President Pro Tem Cownie, ISU Senior Vice President Gregory elaborated on the costs and funding sources of ISU's proposed capital projects.

In response to a request from Regent Johnson, ISD Assistant Administrator Cool confirmed that key card entry would be available at all entrances after the Long Hall building upgrade.

- MOVED by DAKOVICH, SECONDED by BATES, to approve the five-year capital plans including the FY 2019 capital request as illustrated below:
 - ▶ Approve the Five-Year State-Funded Capital Plan for FY 2019 – FY 2023 of \$514.2 million, including the FY 2019 capital request for state funds of \$61.8 million to be funded by appropriations and/or Academic Building Revenue Bonds (P&F2 - Table 1, page 6.)
 - ▶ Receive the report on the University of Iowa Hospitals and Clinics Five-Year Capital Plan for FY 2019 – FY 2023 of \$270.7 million to be funded by Hospital Building Usage Funds (P&F2 - Table 2, page 7.)
 - ▶ Receive the report on Other-Funds, Five-Year Capital Plan for FY 2019 – FY 2023 of \$860.7 million for the universities to be funded by sources other than appropriations, other funds to match appropriations, gifts, or UIHC funds (P&F2 - Table 3, pages 8-10.)

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| Aye | x | x | x | x | x | x | x | x | x |
| Nay | | | | | | | | | |

MOTION APPROVED by ROLL CALL.

Tuition Task Force Report

Tuition Task Force Chair Regent McKibben provided a summary of the Tuition Task Force meetings held this summer. Interim President Allen, President Harreld, and President Nook commented on tuition.

Regent Sahai, Regent McKibben, and President Richards addressed the Board with their thoughts on tuition.

President Richards thanked Tuition Task Force members for their service.

- The Board received the report by GENERAL CONSENT.

University of Iowa Faculty Presentation

“Advancing Health in Iowa and the Nation: The Rural Telehealth Research Center”

Interim Provost Sue Curry introduced Department of Health Management and Policy Professor and Interim Head, Center for Health Policy and Research Director, and HRSA-funded Rural Telehealth Research Center Director Dr. Marcia M. Ward.

Dr. Ward provided an overview of how telehealth in emergency departments helps to meet needs of patients, providers, and administrators in small rural hospitals.

In response to questions from Regents Dunkel and Bates, Dr. Ward elaborated on patient costs, financing, staffing, survey efforts, and patient feedback.

- The Board received the presentation by GENERAL CONSENT.

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| <u>Regent</u> | <u>Bates</u> | <u>Boettger</u> | <u>Cownie</u> | <u>Dakovich</u> | <u>Dunkel</u> | <u>Johnson</u> | <u>McKibben</u> | <u>Richards</u> | <u>Sahai</u> |
| Aye | x | x | x | x | x | x | x | x | x |
| Nay | | | | | | | | | |

MOTION APPROVED by ROLL CALL.

Closed Session

- MOVED by BATES, SECONDED by DAKOVICH, to enter into closed session in accordance with Iowa Code §21.5.1(a) and (e) and the Family Educational Rights and Privacy Act to review two student appeals.

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| Aye | x | x | x | x | x | x | x | x | x |
| Nay | | | | | | | | | |

MOTION APPROVED by ROLL CALL.

The Board convened in closed session at 2:28 p.m.

The Board reconvened in open session at 2:40 p.m.

- MOVED by MCKIBBEN, SECONDED by DUNKEL, to deny the student appeal and affirm the final institutional decision in the matters of student a and student b.

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| Aye | x | x | x | x | x | x | x | x | x |
| Nay | | | | | | | | | |

MOTION APPROVED by ROLL CALL.

Adjourn

President Richards adjourned the meeting at 2:44 p.m.