

**BOARD OF REGENTS MEETING
UNIVERSITY OF NORTHERN IOWA – CEDAR FALLS, IOWA
MAUCKER UNION – OLD CENTRAL BALLROOM
SEPTEMBER 14-15, 2005**

Board Members	September 14, 2005	September 15, 2005
Amir Arbisser	Absent	Absent
Mary Ellen Becker	Present	Present
Tom Bedell	Present	Present
Robert Downer	Present	Present
Michael Gartner	Present	Present
Ruth Harkin	Present	Present
Jenny Rokes	Present	Present
Rose Vasquez	Present	Present
Teresa Wahlert	Present	Present

Staff Members

Andrea Anania, Susan Anderson, Andy Baumert, Mark Braun, Marcia Brunson, Pam Elliott Cain, Sheila Doyle, Tom Evans, Tony Girardi, Diana Gonzalez, Emiliano Lerda, Joan Racki, Dianne Smith, Ilene Tuttle, Keith Saunders, Gary Steinke, Todd Stewart

Regent Institutions

- SUI David Skorton, Adel Al-Jurf, Anthony DeFurio, Linda Everett, Charles Helms, Michael Hogan, Matthew Howard, Donna Katen-Bahensky, Marc Mills, Jean Robillard, Mark Schantz, John Staley, Todd Stewart, Doug True
- ISU Gregory Geoffroy, Benjamin Allen, Bonnie Bowen, John Brighton, Steve Carter, Stanley Johnson, Warren Madden
- UNI Robert Koob, Lou Honary, James Lubker, Randy Pilkington, Tom Schellhardt
- ISD Jeanne Prickett, Jim Heuer
- IBS Jeananne Schild, Luann Woodward

Others

Ed Bittle, Ahlers & Cooney Law Firm
Barry Fick, Springsted, Inc.
Marc Friedberg, Wilshire Associates

Mark Le May, Springsted, Inc.
Becky Knutson, Davis Law Firm

The corresponding docket memorandum for each agenda item is available on the Board of Regents web site: www.state.ia.us/educate/regents.

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

President Gartner called the meeting to order at 10:15 a.m. on September 14, 2005.

**BOARD OF REGENTS as BOARD OF TRUSTEES
September 14, 2005, Minutes**

Board of Trustees Members

Amir Arbisser (absent)	Jenny Rokes	President Michael Gartner
Mary Ellen Becker	Rose Vasquez	President Pro Tem Robert Downer
Tom Bedell	Teresa Wahlert	
Ruth Harkin		

Director's Report

Donna Katen-Bahensky provided the directors report, which included an update on the work plan, an update on recruitment and retention, length of stay management, the comprehensive cancer center designation, the Wellmark Bariatric Center of Excellence Designation, and other designations.

Regent Wahlert requested that UIHC provide a 15-20 minute update on their capital plan at the November Board meeting.

IowaCare Update

Donna Katen-Bahensky provided an update on the implementation and utilization of the new IowaCare program.

Capital Plan

John Staley provided a brief description of projects on the five-year capital plan.

Quality Measures and Report Cards

Charles Helms, M.D. and Linda Everett, Ph.D., R.N., discussed quality measures and report cards available for UIHC.

ECONOMIC DEVELOPMENT COMMITTEE
September 14, 2005, Minutes

Committee Members

Ruth Harkin, Chair	Jenny Rokes	President Michael Gartner (ex officio)
Tom Bedell	Teresa Wahlert	President Pro Tem Robert Downer (ex officio)

Minutes of the Meeting of August 3, 2005

MOVED by ROKES, SECONDED by BEDELL to approve the August 3, 2005, minutes.
MOTION APPROVED UNANIMOUSLY

Revised Committee Work Plan through June, 2006

The committee approved the revised work plan by GENERAL CONSENT.

Grow Iowa Values Fund Proposals

The Committee considered the Regent universities' proposals for directing Grow Iowa Values Fund appropriations.

Regent Wahlert recommended that the universities work with the Director of Internal Audit to identify key progress indicators for projects, report on results as a part of regular annual audit processes, and consider effective ways to reward faculty for the development of intellectual property.

Regent Bedell recommended that the universities consider ways to further support student entrepreneurship, develop matching grant programs with Iowa communities to complement the efforts outlined in the proposals, and that the Regent enterprise's economic development efforts effectively link with those of the Iowa Department of Economic Development.

MOVED by WAHLERT, SECONDED by ROKES to recommend to the Board approval of the Regents Grow Iowa Values funding as follows:

University of Iowa	\$1,925,000
Iowa State University	1,925,000
University of Northern Iowa	950,000
To be considered at a later Economic Development Committee meeting.	<u>200,000</u>

MOTION APPROVED UNANIMOUSLY \$5,000,000

Highlighted Project Report – Ag-Based Industrial Lubricants (ABIL) and Environmental Lubricants Manufacturing (ELM) – UNI

The Committee received a report on UNI's Ag-Based Industrial Lubricants research program and Environmental Lubricants Manufacturing.

Chair Report to the Full Board

Regent Harkin, Chair, reported on actions of the Economic Development Committee during its September 14, 2005, meeting and the full Board took the following action:

MOVED by HARKIN, SECONDED by WAHLERT that the Board approve funding for the Grow Iowa Values Fund as follows:

University of Iowa	\$1,925,000
Iowa State University	1,925,000
University of Northern Iowa	950,000
To be considered at a later Economic Development Committee meeting.	<u>200,000</u>

MOTION APPROVED UNANIMOUSLY \$5,000,000

INVESTMENT COMMITTEE
September 14, 2005, Minutes

Committee Members

Tom Bedell, Chair	Mary Ellen Becker	President Michael Gartner (ex officio)
Amir Arbisser (absent)	Teresa Wahlert	President Pro Tem Robert Downer (ex officio)

Minutes of the Meeting of June 13, 2005

MOVED by BECKER, SECONDED by WAHLERT to approve the June 13, 2005, minutes.
MOTION APPROVED UNANIMOUSLY

Investment and Cash Management Report for the Quarter Ended June 30, 2005, and Executive Summary of Investment Performance

The Committee accepted the report.

Review of Investment Policy

Regent Downer indicated that he would like Regent investments to include safe and prudent investments in Iowa that lift the state's economy, preserve capital, and earn a reasonable rate of return on investment. The Committee agreed, provided that Iowa investments are consistent with current investment policies.

MOVED by BECKER, SECONDED by WAHLERT to recommend to the Board the following investment policy changes as detailed in the exhibit:

- A definitive statement that the Board will seek a reasonable return at a prudent level of risk;
- Clarification of general restrictions on both operating and endowment investment portfolios;
- Additional investment instruments (commingled, private equity, and real estate), as well as specific definitions and uses of those instruments;
- Revisions to asset class allocations and ranges based on additional investment instruments; and
- Modifications of the reporting structure to reflect the assignment of the annual evaluation of fund manager performance to a subcommittee.

MOTION APPROVED UNANIMOUSLY

Annual Review of Banking and Broker Relationships

MOVED by WAHLERT, SECONDED by BECKER to recommend to the Board:

- Approval of the list of financial institutions, subject to the limitations specified as to purpose and maximum amount as outlined in the memorandum;
- Increases and decreases of maximum deposits;
- A name change; and
- A deletion.

MOTION APPROVED UNANIMOUSLY

Alternative for Short -Term Investments

MOVED by BECKER, SECONDED by WAHLERT to recommend to the Board:

- Authorizing Regent institutional membership in the Common Fund for Nonprofit Organizations ("Commonfund") and designating the Vice Presidents for Business and Finance at each institution to apply for membership, open an account, and execute transactions.

MOTION APPROVED UNANIMOUSLY

Revised FY 2006 Committee Work Plan

A subcommittee will be interviewing potential fund managers in October. An Investment Committee meeting will be added to the November agenda for selection of new fund managers.

Chair Report to the Full Board

Regent Bedell, Chair, reported on actions of the Investment Committee during its September 14, 2005, meeting and the full Board took the following actions:

MOVED by BEDELL, SECONDED by WAHLERT to approve the following investment policy changes:

- A definitive statement that the Board will seek a reasonable return at a prudent level of risk.
- Clarification of general restrictions on both operating and endowment investment portfolios.
- Additional investment instruments (commingled, private equity, and real estate), as well as specific definitions and uses of those instruments.
- Revisions to asset class allocations and ranges based on additional investment instruments.
- Modifications of the reporting structure to reflect the assignment of the annual evaluation of fund manager performance to a subcommittee.

MOTION APPROVED UNANIMOUSLY

MOVED by BEDELL, SECONDED by WAHLERT to approve:

- The list of financial institutions, subject to the limitations specified as to purpose and maximum amount;
- Increases and decreases of maximum deposits;
- A name change; and
- A deletion.

MOTION APPROVED by ROLL CALL

<u>Regent</u>	<u>Arbisser</u>	<u>Becker</u>	<u>Bedell</u>	<u>Downer</u>	<u>Gartner</u>	<u>Harkin</u>	<u>Rokes</u>	<u>Vasquez</u>	<u>Wahlert</u>
Aye		x	x		x	x		x	x
Nay									
Absent	x						x		
Abstain				x					

MOVED by BEDELL, SECONDED by DOWNER to approve:

- Authorizing Regent institutional membership in the Common Fund for Nonprofit Organizations ("Commonfund") and designating the Vice Presidents for Business and Finance at each institution to apply for membership, open an account, and execute transactions.

MOTION APPROVED UNANIMOUSLY

EDUCATION AND STUDENT AFFAIRS COMMITTEE
September 14, 2005, Minutes

Committee Members

Mary Ellen Becker, Chair Jenny Rokes President Michael Gartner (ex officio)
Amir Arbisser (absent) Rose Vasquez President Pro Tem Robert Downer (ex officio)

Minutes of the Meeting of June 13, 2005

MOVED by ROKES, SECONDED by BECKER to approve the June 13, 2005, minutes.
MOTION APPROVED UNANIMOUSLY

Program Changes – Consent

The Committee accepted the following items by GENERAL CONSENT:

- Request for name change in the Department of Design, Family, and Consumer Sciences at the University of Northern Iowa;
- Request for course changes at the University of Iowa;
- Request for name change of Ph.D. in Health Services and Policy at the University of Iowa; and
- Academic Calendar for Iowa State University.

Program Changes – Program Termination

MOVED by ROKES, SECONDED by VASQUEZ to recommend to the Board approval of the following requests:

- Suspend admissions and terminate the undergraduate major and minor in Inter-American Studies at the University of Northern Iowa; and
- Discontinue the Bachelor of Science in Applied Physics Program at Iowa State University.

MOTION APPROVED UNANIMOUSLY

Program Changes – New Program

MOVED by VASQUEZ, SECONDED by ROKES to recommend to the Board:

- Approval of the Master of Science program in Clinical Investigation at the University of Iowa.

MOTION APPROVED UNANIMOUSLY

Education and Student Affairs Committee Work Plan Update

The committee accepted the revised work plan by GENERAL CONSENT.

IBSSS Task Force Recommendations Work Plan

The Committee received a report from Interim Superintendent Jeananne Schild on the status of the work plan to implement the IBSSS Task Force recommendations. The Committee requested that Superintendent Schild share ideas for efficiencies at the November meeting.

Iowa Lakeside Laboratory 2005-2006 Budget

MOVED by VASQUEZ, SECONDED by ROKES to recommend to the Board approval of the Iowa Lakeside Laboratory 2005-2006 budget. MOTION APPROVED UNANIMOUSLY

Annual Distance Education Report

The Committee received the annual report on Regents enterprise distance education and directed Dr. Gonzalez to coordinate a study to investigate the cost effectiveness of delivering distance education by the Regent universities using different technologies/methodologies. Chair Becker affirmed the desire for availability of distance education across all areas of the state.

Iowa Public Radio Executive Director Appointment

MOVED by BECKER, SECONDED by ROKES to recommend to the Board:

- Ratification of the appointment of Ms. Cindy Browne as Executive Director of Iowa Public Radio.

MOTION APPROVED UNANIMOUSLY

MOVED by VASQUEZ, SECONDED by ROKES to recommend to the Board:

- Acceptance of the Education and Student Affairs Committee's revised work plan by general consent;
- Approval of the IBSSS Task Force Recommendations work plan;
- Approval of the Iowa Lakeside Laboratory 2005-2006 Budget;
- Acceptance of the Annual Distance Education Report; and

MOTION APPROVED UNANIMOUSLY

Chair Report to the Full Board

Regent Becker, Chair, reported on actions of the Education and Student Affairs Committee during its September 14, 2005, meeting and the full Board took the following actions:

MOVED by BECKER, SECONDED by DOWNER to approve requests for:

- Name change in the Department of Design, Family, and Consumer Sciences at the University of Northern Iowa;
- Course changes at the University of Iowa;
- Name change of Ph.D. in Health Services and Policy at the University of Iowa; and
- Academic Calendar at Iowa State University

MOTION APPROVED UNANIMOUSLY

MOVED by BECKER, SECONDED by DOWNER to approve requests to:

- Suspend admissions and terminate the undergraduate major and minor in Inter-American Studies at the University of Northern Iowa; and
- Discontinue the Bachelor of Science in Applied Physics Program at Iowa State University.

MOTION APPROVED UNANIMOUSLY

MOVED by BECKER, SECONDED by HARKIN to:

- Approve the Master of Science program in Clinical Investigation at the University of Iowa.

MOTION APPROVED UNANIMOUSLY

MOVED by BECKER, SECONDED by VASQUEZ to approve:

- Acceptance of the Education and Student Affairs Committee's revised work plan;
- Approval of the IBSSS Task Force Recommendations work plan;
- Approval of the Iowa Lakeside Laboratory 2005-2006 Budget;
- Acceptance of the Annual Distance Education Report; and
- Ratification of the appointment of Ms. Cindy Browne as Executive Director of Iowa Public Radio.

MOTION APPROVED UNANIMOUSLY

HUMAN RESOURCES COMMITTEE
September 14, 2005, Minutes

Committee Members

Rose Vasquez, Chair	Ruth Harkin	President Michael Gartner (ex officio)
Tom Bedell	Jenny Rokes	President Pro Tem Robert Downer (ex officio)

Minutes of the Meeting of May 4, 2005

MOVED by HARKIN, SECONDED by ROKES to approve the May 4, 2005, minutes.
MOTION APPROVED UNANIMOUSLY

Human Resources Committee Work Plan Update

Regent Vasquez explained that because the Committee will not meet in December, the work plan had been revised to add a committee meeting at the February 1-2, 2006, meeting.
ACCEPTED by GENERAL CONSENT

Appeal Process Review

Tom Evans reported that the Board Office has been conducting an ongoing review of the Board's Policy Manual and that the next set of policies to be reviewed is the appeal process utilized by faculty, staff, students, student organizations and vendors.

At the last meeting of the Regent Legal Officers Group, a task force was established to review existing appeal policies and procedures and to make recommendations to the Human Resources Committee. RECEIVED by GENERAL CONSENT

Family Emergency Leave Carryover

Tom Evans explained the proposed benefit change to the Regent's Administrative Rules regarding the carryover of up to 40 hours of unused family emergency care leave to the next year. He also provided information for the Committee to consider authorizing the institutions to revise their policies to grant non-organized faculty and P&S staff the same opportunity.

MOVED by BEDELL, SECONDED by HARKIN

- To approve the filing of Notice of Intended Action to amend Section 681 Iowa Administrative Code Chapter 3.148 – "Emergency and Funeral Leave", including the authorization of the Acting Executive Director to file the appropriate documents; and to authorize the Regent institutions to revise their benefit policies to grant family emergency leave carryover to non-organized faculty and P & S staff.

MOTION APPROVED UNANIMOUSLY

Chair Report to the Full Board

Regent Vasquez, Chair, reported on actions of the Human Resources Committee during its September 14, 2005, meeting and the full Board took the following actions:

MOVED by VASQUEZ, SECONDED by HARKIN

- To approve the filing of Notice of Intended Action to amend Section 681 Iowa Administrative Code Chapter 3.148 – "Emergency and Funeral Leave", including the authorization of the Acting Executive Director to file the appropriate documents; and to authorize the Regent institutions to revise their benefit policies to grant family emergency leave carryover to non-organized faculty and P & S staff.

MOTION APPROVED UNANIMOUSLY

The Board of Regents adjourned for the day at 4:15 p.m. on September 14, 2005.

President Gartner called the meeting to order at 9:00 a.m. on September 15, 2005.

**BOARD OF REGENTS, STATE OF IOWA
September 15, 2005, Minutes**

Employee Appeal

Becky Knutson from the Davis Law Firm and attorney for Dr. Adel Al-Jurf presented an overview of the personnel appeal of Dr. Al-Jurf. Marc Schantz, General Counsel for the University of Iowa, provided brief comments with regard to the appeal.

MOVED by BECKER, SECONDED by WAHLERT

- To enter into closed session, pursuant to Iowa Code, Section 21.5(1)(c), to discuss strategy with counsel on a matter where litigation is imminent and disclosure would be likely prejudice or disadvantage the Board's position in that litigation.

MOTION APPROVED by ROLL CALL

<u>Regent</u>	<u>Arbisser</u>	<u>Becker</u>	<u>Bedell</u>	<u>Downer</u>	<u>Gartner</u>	<u>Harkin</u>	<u>Rokes</u>	<u>Vasquez</u>	<u>Wahlert</u>
Aye		x	x	x	x	x		x	x
Nay									
Absent	x						x		

The Board convened in closed session at 9:30 a.m.

The Board reconvened in open session at 10:10 a.m.

MOVED by DOWNER, SECONDED by BECKER

- To affirm the University of Iowa's final decision to terminate Dr. Adel Al-Jurf's employment for the reasons stated in that decision.

MOTION APPROVED by ROLL CALL

<u>Regent</u>	<u>Arbisser</u>	<u>Becker</u>	<u>Bedell</u>	<u>Downer</u>	<u>Gartner</u>	<u>Harkin</u>	<u>Rokes</u>	<u>Vasquez</u>	<u>Wahlert</u>
Aye		x	x	x	x	x		x	x
Nay									
Absent	x						x		

Consent Agenda

- Minutes of the meeting of August 3-4, 2005
- Change in Board Meeting Schedule
- Institutional and Board Office Personnel Transactions
- Quarterly Review of Vendors with a Potential Conflict of Interest
- Equipment Purchase (SUI)

MOVED by BEDELL, SECONDED by HARKIN

- To approve the Consent Agenda, with the exception of Item D (Quarterly Review of Vendors with a Potential Conflict of Interest), which was pulled from the consent agenda to be voted on separately.

MOTION APPROVED UNANIMOUSLY

MOVED by DOWNER, SECONDED by BECKER to approve Item D (Quarterly Review of Vendors with a Potential Conflict of Interest). MOTION APPROVED by ROLL CALL

<u>Regent</u>	<u>Arbisser</u>	<u>Becker</u>	<u>Bedell</u>	<u>Downer</u>	<u>Gartner</u>	<u>Harkin</u>	<u>Rokes</u>	<u>Vasquez</u>	<u>Wahlert</u>
Aye		x	x	x		x		x	x
Nay									
Absent	x						x		
Abstain					x				

PROPERTY AND FACILITIES COMMITTEE
September 15, 2005, Minutes

Committee Members

Amir Arbisser, Chair (absent)	Jenny Rokes (absent) Teresa Wahlert	President Michael Gartner (ex officio) President Pro Tem Robert Downer (ex officio) (Acting Chair)
Tom Bedell		

Minutes of the Meeting of August 4, 2005

MOVED by WAHLERT, SECONDED by BEDELL to approve the August 4, 2005, minutes.
MOTION APPROVED UNANIMOUSLY.

Revised Work Plan

Joan Racki explained that the Property and Facilities Committee work plan for the remainder of FY 2006 has been revised to reflect the elimination of the December 2005 Board meeting.
APPROVED by GENERAL CONSENT.

FY 2007 Capital Appropriations Request

Joan Racki outlined the proposed FY 2007 capital appropriations request of \$25 million to correct deferred maintenance and fire safety deficiencies at the Regent institutions. This amount includes \$250,000 for Iowa Lakeside Laboratory, with the remainder to be allocated by the Board at a later date.

Regent Wahlert asked if the Committee would see the appropriation request for the proposed College of Public Health Building at SUI. President Skorton and Vice President True explained that the project, which is the University's top capital priority for state funding, was included in the Board's Five Year Capital Plan (FY 2006 – FY 2010) one year ago in FY 2008 with a state request of approximately \$19 million. The project is currently in the University's FY 2007 capital request at \$19.6 million, and the University would prefer to see it move to FY 2007 in the Board's capital request. Since the Board's request now deals only with FY 2007, rather than there being a Five-Year Plan, the University requested an indication of the Board's priority for the project with respect to state funding requests, and confirmation to move forward with the project.

Regent Downer suggested two potential actions: 1) modify the proposed Board's FY 2007 request to the 2006 General Assembly to include the project; or 2) provide a sense from the Board that the project would be included in its FY 2008 capital appropriation request to provide the confirmation being requested by the University. The Committee expressed its preference to consider the project for the Board's FY 2008 capital request and asked that the University prepare a presentation of the project for the November 2005 Board meeting, which would allow the Board to proceed with some form of action on the project. President Skorton agreed to arrange the presentation for the November meeting.

MOVED by BEDELL, SECONDED by WAHLERT

- To recommend Board approval of the FY 2007 capital appropriations request of \$25 million to correct deferred maintenance and fire safety deficiencies at the Regent institutions, including \$250,000 to correct deferred maintenance and renovate Calvin Laboratory at Iowa Lakeside Laboratory.

MOTION APPROVED UNANIMOUSLY

Agreements Related to the Iowa State University Dairy Farm

Vice President Madden outlined the University's request for a) approval of the lease agreement with the City of Ankeny, which would allow the University (following its sale of the Ankeny Dairy Farm to the City) to lease land to continue its dairy operations while new facilities are being constructed, and b) the purchase agreement with the Committee for Agricultural Development (CAD), for the University's acquisition of 885 acres of land as the site for the new dairy facilities, contingent upon the closing of the Ankeny Farm sale. He explained that the University's purchase price for the land is what CAD paid, which is below appraised value when considering CAD's \$1 million grant to the new dairy project. He added that since the City of Ankeny has decided to purchase all of the Ankeny Dairy Farm at one time (as opposed to the acquisition in three separate parcels), the University plans to purchase the full 885 acres from CAD as soon as the proceeds are available.

MOVED by BEDELL, SECONDED by WAHLERT

- To recommend Board approval of: 1) the lease agreement with the City of Ankeny, Iowa, for the University's continued use of 599 acres of land at the existing Ankeny Dairy Farm site following the sale of the land to the City of Ankeny and until relocation of the University's dairy farm operations, and 2) the purchase agreement with the Committee for Agricultural Development (CAD) for acquisition of agricultural land south of Ames, Iowa as a site for the University's new dairy facilities.

MOTION APPROVED UNANIMOUSLY

Institutional Agreements, Leases and Easements

MOVED by WAHLERT, SECONDED by BEDELL to recommend Board approval of the agreements, leases and easements. MOTION APPROVED UNANIMOUSLY

Register of Capital Improvement Business Transactions – University of Iowa

Vice President True outlined the three projects on the University of Iowa capital register.

MOVED by WAHLERT, SECONDED by BEDELL

- To recommend Board approval of the University of Iowa capital register including permission to proceed with project planning, waiving of the architectural selection process (Policy Manual §9.10. 2.a.), and approval of the selection of OPN Architects, Cedar Rapids, Iowa, for the University Hospitals and Clinics – Neurosurgery Clinic Expansion and Renovation project.

MOTION APPROVED UNANIMOUSLY

Register of Capital Improvement Business Transactions – University of Northern Iowa

Vice President Schellhardt addressed the revised budget for the McLeod Center project. He explained that the project presented to the Board in November 2004 included the Hall of Fame connector to the UNI-Dome (to honor former athletes, coaches and administrators, and provide gathering space), but sufficient funds were not available at that time. He announced that the University has now received two large gifts of \$500,000 each, from Bill Krause of Kum & Go, and from the family of Judy Kothari (widow of Dr. Jitendra D. Kothari, former orthopaedic surgeon and team doctor). He reported that an additional \$1,365,000 is available for the McLeod Center project and the Foundation has agreed to revise its funding agreement to provide the necessary funds for Hall of Fame connector.

MOVED by BEDELL, SECONDED by WAHLERT

- To recommend Board approval of the University of Northern Iowa capital register including the revised project budget (\$24,208,199) for the McLeod Center project.

MOTION APPROVED UNANIMOUSLY

Additional Items

Regent Gartner recommended that, at the November 2005 meeting in Iowa City, the Board tour the University Hygienic Laboratory in anticipation of a capital project for the facility being presented to the Property and Facilities Committee and the Board at a future date. Regent Downer asked President Skorton to work with the Board Office to coordinate such a tour; President Skorton expressed his enthusiasm to do so.

Chair Report to the Full Board

Regent Downer, Acting Chair, reported on actions of the Property and Facilities Committee during its September 15, 2005, meeting and the full Board took the following actions:

MOVED by DOWNER, SECONDED by WAHLERT

- To approve the FY 2007 capital appropriations request of \$25 million to correct deferred maintenance and fire safety deficiencies at the Regent institutions, including \$250,000 to correct deferred maintenance and renovate Calvin Laboratory at Iowa Lakeside Laboratory.

MOTION APPROVED UNANIMOUSLY

MOVED by BEDELL, SECONDED by WAHLERT

- To approve: 1) the lease agreement with the City of Ankeny, Iowa, for the University's continued use of 599 acres of land at the existing Ankeny Dairy Farm site following the sale of the land to the City of Ankeny and until relocation of the University's dairy farm operations; and 2) the purchase agreement with the Committee for Agricultural Development (CAD) for acquisition of agricultural land south of Ames, Iowa as a site for the University's new dairy facilities.

MOTION APPROVED by ROLL CALL

<u>Regent</u>	<u>Arbisser</u>	<u>Becker</u>	<u>Bedell</u>	<u>Downer</u>	<u>Gartner</u>	<u>Harkin</u>	<u>Rokes</u>	<u>Vasquez</u>	<u>Wahlert</u>
Aye		x	x	x	x	x		x	x
Nay									
Absent	x						x		

MOVED by WAHLERT, SECONDED by BEDELL to approve the institutional agreements, leases and easements. MOTION APPROVED by ROLL CALL

<u>Regent</u>	<u>Arbisser</u>	<u>Becker</u>	<u>Bedell</u>	<u>Downer</u>	<u>Gartner</u>	<u>Harkin</u>	<u>Rokes</u>	<u>Vasquez</u>	<u>Wahlert</u>
Aye		x	x	x	x	x		x	x
Nay									
Absent	x						x		

MOVED by DOWNER, SECONDED by WAHLERT

- To approve the University of Iowa capital register including permission to proceed with project planning, waiving of the architectural selection process (Policy Manual §9.10. 2.a.), and approval of the selection of OPN Architects, Cedar Rapids, Iowa, for the University Hospitals and Clinics – Neurosurgery Clinic Expansion and Renovation project.

MOTION APPROVED UNANIMOUSLY

MOVED by DOWNER, SECONDED by WAHLERT

- To approve the University of Northern Iowa capital register including the revised project budget (\$24,208,199) for the McLeod Center project.

MOTION APPROVED UNANIMOUSLY

BOARD OF REGENTS, STATE OF IOWA
September 15, 2005, Minutes

Proposed Tuition Policy

MOVED by WAHLERT, SECONDED by DOWNER

- To approve the revised tuition and related fees policy for use in determining tuition and fees for the 2006-2007 academic year.

MOTION APPROVED UNANIMOUSLY

FY 2007 Appropriations Requests

MOVED by BEDELL, SECONDED by HARKIN

- To approve the following appropriation requests totaling \$706,940,696 for consideration by the Governor and his buying teams: Higher Education; Higher Education Special Purpose; Special Education; Economic Development; Health (University of Iowa Hospitals and Clinics); and Capitals.

MOTION APPROVED UNANIMOUSLY

Resolutions for the Sale, Award, and Issuance of \$12,800,000 Academic Building Revenue Bonds, Series U.N.I. 2005

Mark LeMay of Springsted, Inc., the Board's financial advisor, reported on the bid received that morning for these double tax-exempt bonds. One bid was received from a syndicate led by RBC Dain Rauscher with a true interest cost of 4.066%. When only one bid is received, the financial advisor ensures that the prices and rates received are fair and equitable. An analysis of other bond sales indicated that the bonds traded at interest rates equivalent to bonds of an AAA-rated entity. The UNI bonds were rated AA by Moody's and A by Standard & Poor's, which upgraded its outlook for the University to stable from negative.

MOVED by DOWNER, SECONDED by BECKER to adopt:

- A Resolution providing for the sale and award of \$12,800,000 Academic Building Revenue Bonds, Series U.N.I. 2005 and approving and authorizing the agreement of such sale and award.
- A Resolution authorizing and providing for the issuance and securing the payment of \$12,800,000 Academic Building Revenue Bonds, Series U.N.I. 2005, for the purpose of paying for the costs of the science buildings and Russell Hall renovation projects, funding a reserve fund and paying the costs of issuance.

MOTION APPROVED by ROLL CALL

<u>Regent</u>	<u>Arbisser</u>	<u>Becker</u>	<u>Bedell</u>	<u>Downer</u>	<u>Gartner</u>	<u>Harkin</u>	<u>Rokes</u>	<u>Vasquez</u>	<u>Wahlert</u>
Aye		x		x	x	x	x	x	x
Nay									
Absent	x		x						

Resolution Authorizing and Providing for the Issuance of University of Iowa Facilities Corporation Revenue Bonds, Series 2005

Mark Le May reported that four bids were received that morning, with the winning bid from UBS Financial Services with a true interest cost of 4.13%. These are single tax-exempt bonds; the interest is exempt from federal but not state taxes. Ed Bittle of Ahlers & Cooney reported that the Facilities Corporation had earlier that day approved its resolution for the sale.

MOVED by ROKES, SECONDED by WAHLERT to adopt:

- A Resolution authorizing and approving the execution and delivery of the lease, the indenture, the bond purchase agreement, the tax exemption certificate and the continuing disclosure certificate, and authorizing and providing for the issuance of University of Iowa Facilities Corporation (Old Capitol Town Center) \$13,530,000 Revenue Bonds, Series 2005.

MOTION APPROVED by ROLL CALL

<u>Regent</u>	<u>Arbisser</u>	<u>Becker</u>	<u>Bedell</u>	<u>Downer</u>	<u>Gartner</u>	<u>Harkin</u>	<u>Rokes</u>	<u>Vasquez</u>	<u>Wahlert</u>
Aye		x		x	x	x	x	x	x
Nay									
Absent	x		x						

Preliminary Resolution for the Sale of up to \$20,000,000 Academic Building Revenue Bonds, Series I.S.U. 2005.

MOVED by DOWNER, SECONDED by ROKES to adopt:

- A Resolution authorizing the Acting Executive Director to fix the date or dates for the sale of up to \$20,000,000 Academic Building Revenue Bonds, Series I.S.U. 2005.

MOTION APPROVED by ROLL CALL

<u>Regent</u>	<u>Arbisser</u>	<u>Becker</u>	<u>Bedell</u>	<u>Downer</u>	<u>Gartner</u>	<u>Harkin</u>	<u>Rokes</u>	<u>Vasquez</u>	<u>Wahlert</u>
Aye		x		x	x	x	x	x	x
Nay									
Absent	x		x						

The Board of Regents adjourned for the day at 10:54 a.m. on September 15, 2005.