

Des Moines, Iowa
May 24, 1963

A special called meeting of the State Board of Regents was held in the Board's Office in the State Office Building, Des Moines, Iowa, on May 24, 1963.

Present:

Members of the State Board of Regents

Mr. Hagemann
Mr. Crabbe
Mr. Molison
Mr. Noehren
Mr. Oberhausen
Mr. Redeker
Mrs. Rosenfield

Members of the Finance Committee

Chairman Gernetzky
Secretary Dancer
Member Cottrell

State University of Iowa

President Hancher
Vice President Jolliffe
Director Strayer

Iowa State University

President Hilton
Vice President Parks
Vice President Platt

State College of Iowa

President Maucker

Iowa School for the Deaf

Superintendent Berg
Business Manager Geasland

Iowa Braille and Sight-Saving School

Superintendent Iverson

State Sanatorium

Superintendent Spear
Business Manager Wynn

Absent:

Members of the State Board of Regents

Mrs. Evans
Mrs. Valentine

May 24, 1963 - General or miscellaneous

The Board met at 9 a.m., May 24, 1963, with President Hagemann in the chair and Mr. Dancer secretary of the meeting. President Hagemann stated that the meeting had been called to consider the proposed budget summaries of the institutions for the year 1963-1964.

GENERAL OR MISCELLANEOUS

The following business relating to general or miscellaneous matters was transacted:

APPROPRIATIONS GRANTED FOR CAPITAL IMPROVEMENTS - BIENNIUM 1963-1965. Senate File 474, passed by the 60th G.A., appropriated \$16,000,000 to be used in the following manner:

"To supplement any appropriations for capital improvement items for construction of new buildings, repairs, improvements, replacements or alterations, or for any other capital expenditures the board of regents may deem necessary for the proper and necessary function of any institution under its jurisdiction."

On motion, which was seconded and passed, the \$16,000,000 appropriated by the 60th G.A. for capital improvements was divided among the institutions, as follows:

State University of Iowa		
General University	\$6,863,000	
Public Services	<u>637,000</u>	\$ 7,500,000
Iowa State University		
General University	\$5,700,000	
Public Services (Agricultural Experiment Station)	350,000	
Special Repairs, Replacements and Alterations	<u>158,000</u>	6,208,000
State College of Iowa		2,016,000
Iowa Braille and Sight-Saving School		94,880
Iowa School for the Deaf		82,880
State Sanatorium		<u>92,960</u>
Total allocated		\$15,994,720
Unallocated		<u>5,280</u>
		\$16,000,000

May 24, 1963 - General or miscellaneous

The Board also approved the following breakdown of the allocations for capital improvements for the Iowa Braille and Sight-Saving School, the Iowa School for the Deaf, and the State Sanatorium:

Iowa Braille and Sight-Saving School

Special Repairs, Replacements and Alterations

1. Heating and Power Plant Renovation	\$34,000	
2. Renovation of Main Kitchen	30,000	
3. Fire Protection	14,950	
4. Main Building Special Repairs	<u>15,930</u>	\$94,880

Iowa School for the Deaf

High School Gym - remodel boys and girls dressing rooms

\$25,000

Special Repairs, Replacements and Alterations

1. Boys Dormitory - cover floors, refinish wood-work and doorways and modernize heating	39,480	
2. Boys Dormitory - remodel and enlarge toilet facilities	13,200	
3. Replace water softener tanks in Power House	2,700	
4. Fire Protection	<u>2,500</u>	\$82,880

State Sanatorium

Addition to Employees Apartment Building 92,960*

* It was agreed that the sum of \$92,960 is not sufficient to construct the planned Addition to Employees Apartment Building, and that it will be held for further review as to final disposition.

The breakdown of the allocations for capital improvements for the State University of Iowa, the Iowa State University, and the State College of Iowa was deferred until the June meeting.

PLAN FOR JOINT PROGRAM FOR DOCTOR OF PHILOSOPHY IN EDUCATION. Upon the recommendation of the Educational Policy Committee, President Hancher and President Maucker were authorized to refer to the Committee on Educational Coordination, if they so desire, the proposed plan among the State University of Iowa, the State College of Iowa and Drake University for a joint program for the degree of Doctor of Philosophy in Education.

May 24, 1963 - General or miscellaneous

EXECUTIVE SESSION. The Board resolved itself into executive session at 3 p.m. The Board arose from executive session at 3:45 p.m. and resumed regular business.

NEXT MEETING. The next meeting of the State Board of Regents was rescheduled to be held on June 27 and 28, 1963, with Committee meetings beginning at 1 p.m., Wednesday, June 26, at the State University of Iowa, Iowa City, Iowa.

May 24, 1963

IOWA SCHOOL FOR THE DEAF

The following business relating to the Iowa School for the Deaf was transacted:

BUDGET SUMMARY, 1963-1964. Superintendent Berg distributed copies of a summary of the proposed budget of the Iowa School for the Deaf for the year 1963-1964, the totals being as follows:

Total operating income		\$916,600.00
Estimated expenditures		
Salaries, Support, Maintenance, Equipment and Miscellaneous		
Salaries	\$714,284.10	
Other expenses	<u>184,615.90</u>	
	898,900.00	
Repairs, Replacements and Alterations	<u>17,700.00</u>	\$916,600.00

On motion, which was seconded and passed, the summary of the proposed budget of the Iowa School for the Deaf for the year 1963-1964 was approved and Superintendent Berg was authorized to proceed with the preparation of the line budget.

May 24, 1963

IOWA BRAILLE AND SIGHT-SAVING SCHOOL

The following business relating to the Iowa Braille and Sight-Saving School was transacted:

BUDGET SUMMARY, 1963-1964. Superintendent Iverson distributed copies of a summary of the proposed budget of the Iowa Braille and Sight-Saving School for the year 1963-1964, with totals as follows:

Total operating income		\$511,000.00
Estimated expenditures		
Salaries, Support, Maintenance, Equipment and Miscellaneous		
Salaries	\$405,552.00	
General expense	73,148.00	
Equipment	15,700.00	
	<u>\$494,400.00</u>	
Repairs, Replacements and Alterations	<u>16,600.00</u>	\$511,000.00

On motion, which was seconded and passed, the summary of the proposed budget of the Iowa Braille and Sight-Saving School for the year 1963-1964 was approved and Superintendent Iverson was authorized to proceed with the preparation of the line budget.

May 24, 1963

STATE SANATORIUM

The following business relating to the State Sanatorium was transacted:

BUDGET SUMMARY, 1963-1964. Superintendent Spear distributed copies of a summary of the proposed budget of the State Sanatorium for the year 1963-1964, with totals as follows:

Total operating income		\$1,321,460.00
Estimated expenditures		
Salaries, Support, Maintenance, Equipment and Miscellaneous		
Salaries	\$ 919,152.00	
General expense	296,280.00	
Equipment	25,200.00	
Unallocated income	35,828.00	
	<u>\$1,276,460.00</u>	
Repairs, Replacements and Alterations	<u>45,000.00</u>	\$1,321,460.00

On motion, which was seconded and passed, the summary of the proposed budget of the State Sanatorium for the year 1963-1964 was approved and Superintendent Spear was authorized to proceed with the preparation of the line budget.

May 24, 1963

STATE UNIVERSITY OF IOWA

The following business relating to the State University of Iowa was transacted:

APPOINTMENT. Upon the recommendation of President Hancher and the Educational Policy Committee, Loren Kottner was appointed director of the Iowa Memorial Union, Division of Student Services, at a salary of \$14,500 plus insurance programs, twelve months' basis, effective July 8, 1963; salary payable from Account A 115.

EXTENSION OF APPOINTMENT. Upon the recommendation of President Hancher and the Educational Policy Committee, the appointment of Harvey H. Davis, Provost, was extended from the date of his retirement, June 30, 1963, through August 31, 1963, without change in rank, title or salary.

UNIVERSITY FUNDED RETIREMENT PLAN (TEACHERS INSURANCE AND ANNUITY ASSOCIATION - CREF). President Hancher and the Educational Policy Committee recommended that the following changes be made in the University Funded Retirement Plan (Teachers Insurance and Annuity Association - CREF), effective July 1, 1963:

A. Increase minimum salary for eligibility.

To increase from \$3,000 to \$4,800 the annual salary above which permanent employees may participate in the University Funded Retirement Plan (TIAA-CREF).

Note: This change will not increase costs of the plan.

B. To increase premiums from 12% to 15% of annual salary in excess of \$4,800, with 1/3 to be paid by the employee and 2/3 by the University, the same proportion as at present.

Estimates of increases in annual costs to the University:

General Educational Fund	\$75,000
University Hospital	3,500
Psychopathic Hospital	4,500
State Bacteriological Laboratory	1,500
Hospital School	1,400
Other Funds	25,000

May 24, 1963 - State University of Iowa

Mrs. Rosenfield moved that the foregoing recommendation be approved and that the proposed changes in the University Funded Retirement Plan (TIAA-CREF) be made effective July 1, 1963. The motion was seconded by Mr. Oberhausen and passed.

GROUP LIFE INSURANCE PROGRAM. President Hancher and the Educational Policy Committee recommended that the following changes be made in the schedule of maximum group life insurance coverage, effective July 1, 1963; the decrease in coverage of 2% per year beginning at age 50 to remain unchanged:

<u>Salary Group</u>	<u>Present Coverage</u>	<u>Proposed Coverage</u>
Less than \$2,500	\$ 3,600	\$ 3,600
\$ 2,500 but less than \$ 3,500	5,400	5,400
\$ 3,500	4,500	7,200
\$ 4,500	5,500	9,000
\$ 5,500	6,500	10,800
\$ 6,500	7,500	12,600
\$ 7,500	9,000	14,400
\$ 9,000	10,500	15,800
\$10,500	12,000	17,200
\$12,000	13,500	18,600
\$13,500	14,500	20,200
\$14,500	15,500	21,700
\$15,500	16,500	23,200
\$16,500	17,500	24,700
\$17,500	18,500	26,200
\$18,500	19,500	27,700
\$19,500	20,500	29,200
\$20,500	21,500	30,700
\$21,500	22,500	32,200
\$22,500	23,500	33,700
\$23,500	24,500	35,200
\$24,500	25,500	36,700
\$25,500	26,500	38,200
\$26,500	26,666	39,700
\$26,666 or more		40,000

Estimates of increase in annual costs to the University:

General Educational Fund	\$ 15,000
University Hospital	360
Psychopathic Hospital	475
State Bacteriological Laboratory	130
Hospital School	65
Other Funds	3,600

May 24, 1963 - State University of Iowa

Mr. Oberhausen moved that the foregoing recommendation be approved and that the proposed changes be made in the schedule of maximum group life insurance coverage, effective July 1, 1963. The motion was seconded by Mr. Noehren and passed.

UNIVERSITY HOSPITALS - 1962-1963 BUDGET INCREASE - BIENNIAL CEILING INCREASE.

Upon the recommendation of President Hancher and the Building and Business Committee, and in consideration of the need for the purchase of additional radioisotope and radiotherapy equipment for the Nuclear Medicine Clinic, the 1962-1963 Salaries, Support, Maintenance and Equipment budget for the University Hospitals was increased by \$135,000 to a total of \$10,518,262.74, and the biennial ceiling was increased by \$135,000 to a total of \$20,325,429.72, funds for which are available from increased estimated earnings, with the understanding that a report will be filed with the State Comptroller in accordance with the provisions of Section 12, Chapter 5, Laws of the 59th G.A.

Following is a summary of the 1962-1963 budget and the 1961-1963 biennial ceiling increases that have been made for the University Hospitals:

1961-1963 statutory biennial ceiling		\$19,972,685.00
1962-1963 original budget	\$10,056,423.00 *	

	<u>Budget</u> <u>Change</u>	<u>Adjusted</u> <u>Budget</u>	<u>Ceiling</u> <u>Change</u>	<u>Adjusted</u> <u>Ceiling</u>
Changes approved by Board:				
9/13-14/62	\$124,084.74	\$10,180,507.74	\$14,989.72	\$19,987,674.72
1/10-11/63	37,755.00	10,218,262.74	37,755.00	20,025,429.72
2/14-15/63	165,000.00	10,383,262.74	165,000.00	20,190,429.72
5/24/63	135,000.00	10,518,262.74	135,000.00	20,325,429.72

* Includes \$174,300 RR&A.

PROPOSED BUDGET FOR 1963-1964. President Hancher submitted summaries of the proposed budget of the State University of Iowa for the year 1963-1964, with totals as follows:

May 24, 1963 - State University of Iowa

State University of Iowa General Educational Fund	
Salaries, support, maintenance, equipment and miscellaneous	\$20,626,250
Repairs, replacements and alterations	350,000
Lakeside Laboratory	4,400
University Hospitals	
Salaries, support, maintenance, equipment and miscellaneous	10,970,068
Repairs, replacements and alterations	170,000
Psychopathic Hospital	
Salaries, support, maintenance, equipment and miscellaneous	1,549,700
Repairs, replacements and alterations	15,000
State Bacteriological Laboratory	
Salaries, support, maintenance, equipment and miscellaneous	501,975
Hospital School for Severely Handicapped Children	
Salaries, support, maintenance, equipment and miscellaneous	764,800
Repairs, replacements and alterations	5,500

On motion, which was seconded and passed, President Hancher was authorized to proceed with the preparation of the detailed budget of the State University of Iowa for the year 1963-1964 on the basis of the summaries submitted.

May 24, 1963

STATE COLLEGE OF IOWA

The following business relating to the State College of Iowa was transacted:

PROPOSED BUDGET FOR 1963-1964. President Maucker submitted a summary of the proposed budget of the State College of Iowa for the year 1963-1964 with totals, as follows:

Salaries, support, maintenance, equipment and miscellaneous	
Salaries	\$ 4,794,632
Other expense	799,000
Equipment	81,368
	<u>\$ 5,675,000</u>
Repairs, replacements and alterations	175,000
	<u>\$ 5,850,000</u>

On motion, which was seconded and passed, President Maucker was authorized to proceed with the preparation of the detailed budget of the State College of Iowa for the year 1963-1964 on the basis of the summary submitted.

May 24, 1963

IOWA STATE UNIVERSITY

The following business relating to the Iowa State University was transacted:

FUNDED RETIREMENT PLAN (TEACHERS INSURANCE AND ANNUITY ASSOCIATION - CREF).

President Hilton and the Educational Policy Committee recommended that the following change be made in the Funded Retirement Plan (Teachers Insurance and Annuity Association - CREF), effective July 1, 1963:

To increase premiums from 12% to 15% of annual salary in excess of \$4,800, with 1/3 to be paid by the employee and 2/3 by the University, the same proportion as at present.

Mrs. Rosenfield moved that the foregoing recommendation be approved and that the proposed change in the Funded Retirement Plan (TIAA-CREF) be made, effective July 1, 1963. The motion was seconded by Mr. Oberhausen and passed.

PROPOSED BUDGET FOR 1963-1964. President Hilton submitted summaries of the proposed budget of the Iowa State University for the year 1963-1964, with totals as follows:

General University	
Salaries, support, maintenance, equipment and miscellaneous	\$16,448,950
Repairs, replacements and alterations	460,000
Agriculture and Home Economics Experiment Station	
Salaries, support, maintenance, equipment and miscellaneous	3,439,704
Cooperative Extension Service in Agriculture and Home Economics	
Salaries, support, maintenance, equipment and miscellaneous	3,588,769

May 24, 1963 - Iowa State University

On motion, which was seconded and passed, President Hilton was authorized to proceed with the preparation of the detailed budget of the Iowa State University for the year 1963-1964 on the basis of the summaries submitted.

ANIMAL INDUSTRIES BUILDING WITHOUT EQUIPMENT, 59TH G.A. - PUBLIC HEARING - BIDS - CONTRACTS. Business Manager Platt reported that at 1 p.m., May 24, 1963, in Room 125, Beardshear Hall, Iowa State University, Ames, Iowa, a public hearing was held in regard to the Animal Industries Building without Equipment, 59th G.A.; that Finance Committee Member Cottrell and Architect Dougher, and Associate Professor Moore, Junior Mechanical Engineer Whitman, and Superintendent of Physical Plant Schaefer, of the Iowa State University, were present at the hearing; that no objections were filed and no objectors appeared; and that at 2 p.m. bids for the project were received and opened in Room 103, Classroom Building, in the presence of the following: Finance Committee Member Cottrell; Architects Dougher and Frevert; Engineer Appell; and Superintendent of Physical Plant Schaefer, Junior Mechanical Engineer Whitman, and Professor and Head Johnson, of the Iowa State University.

Copies of the tabulation of the bids received were distributed to Board members.

Upon the recommendation of Vice President Platt the contracts for the construction of the Animal Industries Building without Equipment, 59th G.A., were awarded to the low bidders, as follows, subject to the approval and allocation of funds by the Budget and Financial Control Committee, and the Secretary of the State Board of Regents was authorized to sign the contracts when satisfactory bonds have been filed:

May 24, 1963 - Iowa State University

General construction contract to the Gethmann Construction Company on the basis of that firm's low base bid		\$857,000.00
Mechanical contract to the Conditioned Air Corporation on the basis of that firm's low base bid		498,400.00
Electrical contract to the Johnson Electric Company on the basis of that firm's low bid, as follows:		
Base bid	\$120,738.00	
Add Alternate No. 3	<u>671.00</u>	121,409.00

The revised project budget will be submitted at the June meeting.

ADJOURNMENT. President Hagemann adjourned the meeting at 5 p.m., May 24, 1963.


David A. Dancer, Secretary