

The Board of Regents, State of Iowa, met on Wednesday and Thursday, June 16 and 17, 1999, at the University of Iowa, Iowa City, Iowa. The following were in attendance:

	<u>June 16</u>	<u>June 17</u>
<u>Members of Board of Regents, State of Iowa</u>		
Mr. Newlin, President	All sessions	All sessions
Ms. Ahrens	Excused	Excused
Mr. Fisher	All sessions	Excused
Dr. Kelly	All sessions	All sessions
Mrs. Kennedy	All sessions	All sessions
Mr. Lande	Arrived at 1:15 p.m.	Excused
Mr. Neil	All sessions	All sessions
Mrs. Smith	Arrived at 1:17 p.m.	All sessions
Dr. Turner	All sessions	All sessions
<u>Office of the State Board of Regents</u>		
Executive Director Stork	All sessions	All sessions
Deputy Executive Director Barak	All sessions	All sessions
Director Elliott	All sessions	All sessions
Director Wright	All sessions	All sessions
Associate Director Hendrickson	All sessions	All sessions
Associate Director Kniker	All sessions	Excused
Associate Director Racki	All sessions	All sessions
Minutes Secretary Briggie	All sessions	All sessions
<u>State University of Iowa</u>		
President Coleman	All sessions	All sessions
Provost Whitmore	All sessions	Excused
Vice President Jones	Excused	All sessions
Vice President True	All sessions	All sessions
Associate Vice President Foldesi	All sessions	All sessions
<u>Iowa State University</u>		
President Jischke	All sessions	Excused
Interim Provost Seagrave	All sessions	Excused
Vice President Hill	All sessions	Excused
Vice President Madden	All sessions	Excused
Executive Assistant to President Dobbs	All sessions	Excused
Assistant to the President Mukerjea	All sessions	Excused
Director Bradley	All sessions	Excused
Director McCarroll	All sessions	Excused
Associate Director Steinke	All sessions	Excused
<u>University of Northern Iowa</u>		
President Koob	All sessions	Excused
Interim Provost Podolefsky	All sessions	Excused
Vice President Conner	All sessions	Excused
Executive Assistant to President Geadelmann	All sessions	Excused
Director Chilcott	All sessions	Excused
Assistant Director Saunders	All sessions	Excused
<u>Iowa School for the Deaf</u>		
Superintendent Johnson	All sessions	Excused
Interpreter Reese	All sessions	Excused
Interpreter Tyrrell	All sessions	Excused
<u>Iowa Braille and Sight Saving School</u>		
Superintendent Thurman	All sessions	Excused
Director Utsinger	All sessions	Excused
Director Woodward	All sessions	Excused

## GENERAL

The following business pertaining to general or miscellaneous business was transacted on Wednesday and Thursday, June 16-17, 1999.

**APPROVAL OF MINUTES OF BOARD MEETING OF MAY 19-20, 1999.** The Board Office recommended the Board approve the minutes.

President Newlin asked for additions or corrections to the minutes.

**MOTION:** Regent Fisher moved to approve the minutes of the May 19-20, 1999, meeting, as written. Regent Neil seconded the motion. **MOTION CARRIED UNANIMOUSLY.**

**CONSENT ITEMS.** The Board Office recommended the Board approve the consent docket, as follows:

Ratify institutional and Board Office personnel transactions;

Approve the Board meetings schedule;

Refer the request to establish a new interdepartmental graduate minor in complex adaptive systems at Iowa State University to the Interinstitutional Committee on Educational Coordination and the Board Office for review and recommendation;

Refer the proposed new interdepartmental major in Bioinformatics and Computational Biology at Iowa State University to the Interinstitutional Committee on Educational Coordination and the Board Office for review and recommendation;

Refer the proposed name change for the Business Administrative Sciences major in the College of Business M.S. degree program at Iowa State University to the Interinstitutional Committee on Educational Coordination and the Board Office for review and recommendation;

Refer the proposed revisions for graduate majors in animal science at Iowa State University to the Interinstitutional Committee on Educational Coordination and the Board Office for review and recommendation;

Refer the proposed course changes at the University of Iowa to the Interinstitutional Committee on Educational Coordination and the Board Office for review and recommendation;

Refer the name change for the Radiation Biology graduate program and the M.S. and Ph.D. degrees in Radiation Biology at the University of Iowa to the Interinstitutional Committee on Educational Coordination and the Board Office for review and recommendation; and

Refer the University of Iowa proposal to establish M.S. and Ph.D. programs in Translational Biomedicine to the Interinstitutional Committee on Educational Coordination and the Board Office for review and recommendation.

MOTION: Regent Neil moved to approve the consent docket, as presented. Regent Kennedy seconded the motion. MOTION CARRIED UNANIMOUSLY.

**INTERINSTITUTIONAL COMMITTEE ON EDUCATIONAL COORDINATION.** (a) New ISU Center to be Called the Iowa State University Biotechnology Outreach Education Center, Iowa State University. The Board Office recommended the Board approve the request for a new center at Iowa State University to be called the Iowa State University Biotechnology Outreach Education Center effective immediately.

The Biotechnology Outreach Education Center will provide teaching laboratories for year-round use by Iowa's K-12 teachers and students, extension service professionals, community college instructors, adult educators, industry personnel and members of the public who want hands-on laboratory experience with biotechnology techniques.

This request for the new center was reviewed by the Interinstitutional Committee on Educational Coordination and the Board Office and both recommended approval.

Biotechnology impacts crop science, animal production, human health, and industrial processes worldwide. The proposed center will provide a place for Iowans to acquire the scientific background and hands-on experience that they will need to make decisions about new biotechnology products. A unique goal of the proposed center is to use the ICN technology to allow instructors to transmit live laboratory activities to the more than 665 sites linked by Iowa's fiber optics system.

MOTION: Regent Neil moved to approve the request for a new center at Iowa State University to be called the Iowa State University Biotechnology Outreach Education Center effective immediately. Regent Fisher seconded the motion. MOTION CARRIED UNANIMOUSLY.

(b) Name Change and an Expanded Mission for the Resource Center for Science and Mathematics Teachers to the Center for Excellence in Science and Mathematics Education (CESME), Iowa State University. The Board Office reported that this item would be delayed pending further interinstitutional discussion regarding the proposed title and mission.

(c) New B.S. Program in Applied Physics, Iowa State University. The Board Office recommended the Board approve the Iowa State University proposal to establish a B.S. program in Applied Physics effective immediately.

This proposal was reviewed by the Interinstitutional Committee on Educational Coordination (ICEC) and the Board Office and both recommended approval.

For most of the second half of the 20th century, the primary goal of undergraduate education in physics and astronomy has been to prepare students for graduate studies. This is true both locally and nationally. As a result, the main focus of this education has been on general theory and learning to solve formal problems in the physical sciences. In particular, there has been less effort to meet the needs of students who intend to complete their studies at the B.S. level, and then seek employment. Meeting these needs might, for example, require more coursework involving specialized applications and laboratory techniques to give students the skills necessary to be competitive in the industrial job market.

Briefly stated, a B.S. Applied Physics major is needed to:

- a. Increase the supply of persons capable of solving difficult physical problems in high-technology laboratories and industry,
- b. provide a more attractive alternative to students who are interested in physical science, and who want a career in technology, but who wish to complete their education with a bachelor's degree,
- c. provide incentives for such students to choose Iowa State University,
- d. provide a more appropriate degree program for students, who decide during their undergraduate career that they do not wish to go to graduate school,

- e. provide an alternate track for students, who wish to pursue a graduate education in applied science or engineering,
- f. efficiently utilize resources presently available in our department, engineering departments, and the Ames Laboratory to provide a broader range of educational options for physical science students,
- g. increase the reputation of the university for providing broad-based education in physics and astronomy, and
- h. better fulfill the technology part of the mission of Iowa State University, and contribute to "science with practice."

The objective of the proposed B.S. in Applied Physics is to meet the needs listed above, and attract and retain more physical science majors. There are three parts to this objective: 1) giving students a core curriculum of physics, 2) giving students additional training in an area of specialization, and 3) making it possible to accomplish these things in 4 years. The core curriculum defines a physics student, both applied and traditional. The areas of specialization (item 2) define the applied programs - they will provide skills in an area of specialization to enable students to meet specific career goals, and have that training acknowledged on the diploma as a "Bachelor of Science in Applied Physics."

A secondary objective of this program is to increase cooperation between the departments involved. Many similar subjects are studied from a pure science approach in the Department of Physics and Astronomy and from an engineering applications approach in various engineering departments. Cooperating on curriculum issues and advising students taking courses in two or more departments should increase communication. It would allow these departments to increase their efficiency by providing students new opportunities without the need for substantial new resources.

MOTION: Regent Fisher moved to approve the Iowa State University proposal to establish a B.S. program in Applied Physics effective immediately. Regent Turner seconded the motion. MOTION CARRIED UNANIMOUSLY.

President Newlin noted that final approval of the program would be pending approval of the Iowa Coordinating Council for Post-High School Education.

(d) New Ph.D. Program in Health and Human Performance, Iowa State University. The Board Office recommended the Board approve the Iowa State University proposal to establish a Ph.D. in Health and Human Performance (HHP) in the College of Education effective immediately.

This proposal was reviewed by the Board Office and the Interinstitutional Committee on Educational Coordination (ICEC) and both recommended approval.

The proposed Ph.D. will have two tracks - Biological Basis of Physical Activity and Behavioral Basis of Physical Activity. The tracks are focused on cross-disciplinary and interdisciplinary knowledge about physical activity. Included in the biological basis is the development of cross-disciplinary knowledge and skills from exercise physiology, biomechanics, physical fitness, and health promotion as well as interdisciplinary work from biochemistry, nutrition, bioengineering, vet physiology, and biology. For the behavioral basis cross-disciplinary knowledge and skills are from motor behavior, physical education pedagogy, sport psychology, sport sociology, and sport management as well as interdisciplinary work from psychology, neuroscience, education, and sociology. Both tracks have appropriate statistical and methodology work. The premise underlying these two tracks is to develop a broadly based Ph.D. across a track with specialized research expertise in one of the topics listed within the track.

The department currently appears to have a strong faculty qualified to offer the Ph.D. and five faculty positions (currently filled with temporary appointments) will be hired over the next 2-3 years. In addition a number of faculty in other academic units do interdisciplinary work with faculty and students in HHP. These faculty have agreed to participate in the program. Laboratories, clinical settings, internships, and teaching facilities to support the program are considered to be of high quality. Assistantships will be available for Ph.D. students from existing departmental and grant resources.

President Newlin noted that final approval of the program would be pending approval of the Iowa Coordinating Council for Post-High School Education.

MOTION: Regent Turner moved to approve the Iowa State University proposal to establish a Ph.D. in Health and Human Performance (HHP) in the College of Education effective immediately. Regent Neil seconded the motion. MOTION CARRIED UNANIMOUSLY.

**UPDATE ON INTERNATIONAL AGREEMENTS.** The Board Office recommended the Board receive the report.

This report responds to the Board's request that "each institution develop and implement policy guidelines to establish basic standards of quality assurance, financial management, risk management, and student safety for all programs involving travel and

residence abroad." The three university policy statements address these four discrete areas somewhat differently.

Quality assurance. The policies from Iowa State University and the University of Northern Iowa speak of maintaining academic rigor of programs, calling for periodic site visits and regular contact with in-country leaders. Also, both statements call for pre-departure orientation programs which include cultural information. The University of Iowa policy does not address the issue of quality assurance directly; the student's condition of participation form requires the student to maintain a full academic load while abroad.

Financial Management. The guidelines and the condition of participation/waiver statements signed by participants address financial obligations. Both the University of Iowa and University of Northern Iowa statements continue references to refund policies in the case of program cancellation. The Iowa State University Waiver of Liability and Hold Harmless Agreement contains a statement in which the student agrees not to hold the university responsible for any loss, liability, damage, or costs that he/she may incur due to participation in the program.

Risk management. All three guidelines emphasize risk management procedures. The University of Iowa statement goes to great length describing factors which are weighed prior to the cancellation of a program and who is involved, at the university, when an emergency situation arises abroad. The policy statements inform students that the universities cannot guarantee a risk-free environment abroad, and that they, the students (as well as faculty and staff), must make informed decisions about participation. The new policy statements stress that programs abroad are subject to cancellation for a variety of reasons such as insufficient enrollment as well as lack of security.

Student safety. A major factor in reaching a decision to terminate a program because of security and safety factors would be a memorandum issued by the United States State Department (called Travel Warnings and Public Announcements). Two of the policies (University of Iowa and Iowa State University) state directly that the university will not sponsor any student abroad program or send groups of students under the university's auspices to a country for which the U. S. Department of State has issued a Travel Warning.

Students are reminded that they remain subject to university academic and conduct policies. University of Northern Iowa and Iowa State University officials indicate that additional materials, or packets, of information will be provided to students traveling abroad. Students traveling abroad are required to sign waiver statements. Two of the

policy statements address financial matters (University of Iowa and University of Northern Iowa), while Iowa State University's policy does so less directly (application of university regulations).

Associate Director Kniker reviewed with the Regents the information that had been provided in the docket materials. He noted that the University of Iowa had addressed the quality assurance matter in several other documents.

MOTION: Regent Neil moved to receive the report. Regent Fisher seconded the motion. MOTION CARRIED UNANIMOUSLY.

**FINAL REPORT ON LEGISLATIVE SESSION.** The Board Office recommended the Board receive the final report on the 1999 legislative session.

The General Assembly completed its 1999 session on April 29, 1999. The deadline for the Governor to sign or veto bills passed by the General Assembly was May 29, 1999. Governor Vilsack has taken action on all the bills from the 1999 legislative session.

On May 25, 1999, the Governor signed the Education Appropriations bill (SF 464) which appropriates \$670.2 million to the Regents. One item veto of SF 464 included Section 13, subsection 3, paragraph c, unnumbered paragraph 3 which directed the Cooperative Extension Service at Iowa State University to conduct a study on duplication of educational materials, seminars, and assistance between the Extension Service and the Department of Human Services. The Governor noted that the legislature had not provided additional resources for this task and that the study would unnecessarily divert resources from the important services provided by the Extension Service.

The Governor signed the Infrastructure bill (HF 772) on May 24, 1999. The bill includes FY 2000 Regent appropriations of \$4.5 million for the special schools with \$3.2 million for the Recreation Complex at the Iowa School for the Deaf and \$1.3 million for major maintenance needs at the Iowa School for the Deaf and Iowa Braille and Sight Saving School. One of the item vetoes of HF 772 included Section 10, subsections 3, 4, and 5, which would have appropriated \$26.3 million for FY 2001 for capital projects at the Regent universities. The Governor noted that it was premature at this time to expend all projected FY 2001 infrastructure funds.

Other appropriations bills signed by the Governor with funding for the Regent institutions include the Economic Development Appropriations bill (HF 745) with \$7.6 million of direct appropriations for FY 2000, and the Salary Appropriations bill (HF 781) with an estimated \$27.9 million allocation for the Regents for FY 2000. The Agricultural Appropriations bill (HF 746) contains FY 1999 supplemental funding and FY 2000 allocations.

The Technology Appropriations bill (HF 762) includes a \$100,000 allocation to the Regents for technology. Funding is uncertain because (1) the funding source for technology projects is based on FY 1999 reversions from state departments and these are not determined until August, and (2) technology projects are to be funded in priority order and the Regent technology amount is listed as the last priority. This bill also contains intent language to create an Information Technology Department on July 1, 2000, and establishes a transition team for making recommendations for the scope and structure of the new department.

The Governor has modified the planning process for departmental FY 2001 appropriations requests and will be employing a timetable that develops budget recommendations earlier than in past years. This change will necessitate some adjustments to the Board's procedures for considering institutional requests, which are normally presented to the Board in July with the Board's final approval scheduled for September. The institutional preliminary budget requests for FY 2001 will be presented to the Board for initial consideration and discussion in June.

Executive Director Stork stated that Governor Vilsack had signed all of the appropriations bills. The Governor vetoed a study on duplication of educational materials, seminars and assistance between the Extension Services at Iowa State University and the Department of Human Services because there was no funding to provide resources for the task. Mr. Stork stated that the Governor signed the infrastructure bill which provided appropriations to the Board of Regents of \$4.5 million for FY 2000. Those appropriations are for the special schools and include funds for the Recreation Center complex at the Iowa School for the Deaf. He said the Governor vetoed the FY 2001 appropriations to the universities. The Governor had indicated that he would veto most of the appropriations for FY 2001 on the basis that he wanted to take a look at those with respect to next fiscal year.

Regent Fisher referred to the infrastructure appropriation bill's funding of the Iowa School for the Deaf Recreation Complex, noting that the Board of Regents had encouraged inclusion of the pool. He asked if the pool is factored into the \$3.2 million appropriation?

Executive Director Stork said the pool was not factored into the \$3.2 million appropriation.

Regent Fisher asked how the funding for the pool would be addressed. Executive Director Stork responded that the Board Office is continuing discussions with Superintendent Johnson. One option would be to merge phases 1 and 2 to include the pool. Another option would be dependent upon additional private contributions which

would allow phase 2 to proceed. The other possible option would be to seek additional state appropriations which Mr. Stork did not think was a very viable option but one which was still pending before the Board.

Regent Fisher asked if the funding for phase 2, which is the pool, is basically going to have to come from private funds. Executive Director Stork responded affirmatively, noting that was the recommendation with the current phases as approved by the Board.

**ACTION:** President Newlin stated the Board received the final report on the 1999 legislative session, by general consent.

**REPORT OF THE BANKING COMMITTEE. (a) General Report.** The Board Office recommended the Board accept the report of the Banking Committee.

Regent Fisher stated that the Banking Committee met on the morning of June 16 and considered the following items: the Preliminary Resolution for the Sale of up to \$14,500,000 Utility System Revenue Refunding Bonds for Iowa State University, adoption of an asset allocation for the University of Iowa Quasi I endowment portfolio, and renewal of contracts with bond counsel and financial advisor. The Banking Committee also received the quarterly investment report for the period ended March 31, 1999, as well as bond audits and internal audit reports. Regent Fisher noted that the audit reports indicated there was nothing of any significance that needed to be corrected.

**MOTION:** Regent Turner moved to accept the report of the Banking Committee. Regent Kelly seconded the motion. MOTION CARRIED UNANIMOUSLY.

**(b) Preliminary Resolution for the Sale of Refunding Utility Bonds, Series ISU.** The Board Office recommended the Board adopt A Resolution authorizing the Executive Director to fix the date or dates for the sale of up to \$14,500,000 Utility System Revenue Refunding Bonds, Series I.S.U. 1999B.

The bonds, which were included in the proposed bond issuance schedule for calendar year 1999 presented to the Banking Committee in February 1999, would be issued to refund outstanding principal of the variable interest rate Series 1985 Utility System Revenue Bonds converted to a fixed interest rate in 1989. These bonds were issued to defray the costs of constructing, improving and equipping a utility system at Iowa State University.

The refunding bonds would have the same payout year as the 1989 bonds (2013). The estimated net and present value savings from the refunding exceed \$2,025,000 and \$1,400,000 respectively. Estimated annual debt service savings will range from \$30,000 to \$290,000. Debt service payments will continue to be made from utility system charges and the proceeds of any utility system student fees which the Board may establish in the future. The university's utility system is a self-supporting operation.

**MOTION:** Regent Kelly moved to adopt A Resolution authorizing the Executive Director to fix the date or dates for the sale of up to \$14,500,000 Utility System Revenue Refunding Bonds, Series I.S.U. 1999B. Regent Smith seconded the motion, and upon the roll being called, the following voted:  
AYE: Fisher, Kelly, Kennedy, Lande, Neil, Newlin, Smith, Turner.  
NAY: None.  
ABSENT: Ahrens.

**MOTION CARRIED.**

**SECOND PRELIMINARY GENERAL FUND OPERATING AND ATHLETICS BUDGETS FOR FY 2000.** The Board Office recommended the Board refer to the individual preliminary budgets for FY 2000.

The second preliminary FY 2000 operating budgets for the Regent institutions, including the University of Iowa Hospitals and Clinics, is \$1.4 billion. This represents an increase of \$59.7 million (4.3 percent) over the revised FY 1999 budgets, which is composed primarily of state appropriations, sales and service income of the hospital budget units, and projected tuition revenues.

There were only minor modifications to the preliminary budget requests that were submitted in May. For June, the institutions allocated total budgets by strategic planning goals. The three universities incorporated the Lakeside Laboratory salary allocation into their budgets. Iowa State University increased reallocations by \$1.7 million and Iowa Braille and Sight Saving School refined preliminary budget numbers.

The preliminary institutional budgets reflect the strategic plans of the Board and each respective institution. Institutional officials identified reallocations in accordance with the Board's five-year program of reallocations averaging 2 percent per year. The reallocations are designed to increase effectiveness and efficiency in line with Board strategic planning goals.

Total state appropriations for the Regent budget units total \$676.1 million and include funding of state salary policy, inflationary adjustments, and program initiatives.

Executive Director Stork stated that there were only minor modifications from what was submitted last month.

President Newlin recognized Regent Kennedy.

MOTION: Regent Kennedy moved to establish salaries for institutional heads for FY 2000, as follows:  
President Mary Sue Coleman, University of Iowa, \$227,443;  
President Martin C. Jischke, Iowa State University, \$227,443;  
President Robert D. Koob, University of Northern Iowa; \$179,198;  
Superintendent William P. Johnson, Iowa School for the Deaf, \$89,495;  
Superintendent Dennis Thurman, Iowa Braille and Sight Saving School, \$89,495.  
Regent Smith seconded the motion. MOTION CARRIED UNANIMOUSLY.

(a) University of Iowa. The Board Office recommended the Board (1) consider the FY 2000 second preliminary general fund operating budget for the University of Iowa in the amount of \$857,118,013 and (2) approve rate increases, effective July 1, 1999, for the University of Iowa Hospitals and Clinics (4 percent), Psychiatric Hospital (4 percent), and University Hospital School (4 percent.)

The FY 2000 second preliminary general operating fund budget at the University of Iowa of \$857.1 million was presented in accordance with the Board's strategic plan and reflected an increase in state appropriations of \$15.5 million. The budget total increased slightly from the one submitted in May to account for the salary allocation for Lakeside Laboratory. In July, University of Iowa officials will present the final FY 2000 general fund operating budget to the Board with detailed salary information.

The general university state appropriations of \$248,481,025 represent an increase of \$12,486,884 (5.3 percent) over the FY 1999 state appropriations. The new state appropriations reflect \$10.9 million for salary increases, \$860,000 for improving undergraduate education, \$200,000 for opening new buildings, \$300,000 for next generation science, \$100,000 for biosciences, and \$100,000 for arts and humanities.

The University of Iowa preliminary general university budget, including reallocations of \$14.8 million (3.9 percent of FY 1999 general university budget), reflects the university's commitment to the strategic plans of the Board and the institution. The second preliminary budget was allocated by its strategic goals of strengthening undergraduate education, graduate education, and professional programs, maintaining faculty of national and international distinction, having distinguished research and scholarship, providing a culturally diverse and inclusive community, creating strong ties between the university and external constituencies, and providing a high quality academic and working environment.

University officials proposed to increase UIHC, Psychiatric Hospital, and University Hospital School rates by 4 percent. FY 2000 revenues will be impacted by the anticipated general decrease in patient volume as well as reduced payments for services due to expansion of managed care payer penetration among UIHC's patients.

President Coleman stated that there was a minor change from what was presented last month. There will be an allocation of \$300,000 in support of the student union. She said the budget reflects the strategic goals for the university. The budget reflected a 3.9 percent reallocation effort. She said she was very pleased with the support that had been received from the legislature and the Governor.

**ACTION:** President Newlin stated the Board considered the FY 2000 second preliminary general fund operating budget for the University of Iowa in the amount of \$857,118,013, by general consent.

**MOTION:** Regent Fisher moved to approve rate increases, effective July 1, 1999, for the University of Iowa Hospitals and Clinics (4 percent), Psychiatric Hospital (4 percent), and University Hospital School (4 percent). Regent Lande seconded the motion. MOTION CARRIED UNANIMOUSLY.

(b) Iowa State University. The Board Office recommended the Board consider the second preliminary FY 2000 general fund operating budget for Iowa State University in the amount of \$380,532,823.

The FY 2000 preliminary general fund operating budget at Iowa State University of \$380.5 million was presented in accordance with the Board's strategic plan and reflected an increase in state appropriations of \$12.3 million. The budget total has increased slightly from the one submitted in May to account for the salary allocation for Lakeside Laboratory. University officials also identified \$1.7 million more in internal reallocations. In July, Iowa State University officials will present the final FY 2000 general fund operating budget to the Board with detailed salary information as well as the restricted fund budget.

The Iowa State University preliminary budget, including reallocations of \$9.5 million (2.6 percent of the FY 1999 revised budget), reflects the university's commitment to the strategic plans of the Board and the institution. The total preliminary budget was allocated by the strategic planning goals of strengthening undergraduate education, graduate education and research, outreach and extension, sustaining a stimulating and supportive environment, establishing leadership in information technology, and strengthening economic development and environmental stewardship.

President Jischke stated that what was presented was a very good budget. He noted that new revenues and reallocations total \$28.2 million which was just under 8 percent of the university's budget. He said mandatory cost increases represent \$12 million which is almost exclusively salary adjustments. The very small mandatory cost increases reflects cost containment efforts. He addressed priorities of the university strategic plan that are addressed in the university's budget. The highest priority is undergraduate education including student aid set aside, instructional support and learning communities which he said have been enormously successful. This past year 1,400 students were involved in learning communities which really has an impact on student retention through the freshman year. President Jischke stated that nearly one-third of the funds are allocated for graduate education and research. Extension 21 is an important investment. He stated that land-grant universities all over the country are struggling to define the role of extension. Iowa State University is seen as a national leader in this regard which was something of which he was quite proud.

President Newlin asked about retention measures. President Jischke stated that Iowa State University retention rates for 2 and 3 years are at 10-year highs. The percentage of classes that are small (less than 20 students) has gone up from 28 percent to 32 percent. Graduation rates are also at 10-year highs.

**ACTION:** President Newlin stated the Board considered the second preliminary FY 2000 general fund operating budget for Iowa State University in the amount of \$380,532,823, by general consent.

(c) University of Northern Iowa. The Board Office recommended the Board consider the second preliminary FY 2000 general fund operating budget for the University of Northern Iowa in the amount of \$123,814,514.

The preliminary FY 2000 general fund operating budget at the University of Northern Iowa of \$123.8 million was presented in accordance with the Board's strategic plan and reflects an increase in state appropriations of \$4.9 million. This budget was increased slightly from the one submitted in May to account for the salary allocation for Lakeside Laboratory. In July, University of Northern Iowa officials will present the final FY 2000 operating budget to the Board with detailed salary information, as well as the restricted fund budget.

The University of Northern Iowa preliminary FY 2000 general fund operating budget, including reallocations of \$3.6 million (3.0 percent of the FY 1999 revised budget), reflects the university's commitment to the strategic plans of the Board and the institution. The preliminary budget was allocated by its strategic planning goals of generating an intellectually demanding and stimulating environment, promoting a sense of community, managing resources effectively, and improving external relations.

President Koob stated there was no significant change in the budget from what was presented last month. He said there was significant input from faculty, staff and student communities. The budget not only met the strategic planning goals but was done with consensus and support of the entire campus.

President Newlin asked if this was the first year the university has experienced that kind of consensus with regard to the budget. President Koob responded affirmatively.

**ACTION:** President Newlin stated the Board considered the second preliminary FY 2000 general fund operating budget for the University of Northern Iowa in the amount of \$123,814,514, by general consent.

(d) Iowa School for the Deaf. The Board Office recommended the Board (1) consider the second preliminary FY 2000 general fund operating budget for the Iowa School for the Deaf in the amount of \$8,423,409 and (2) consider the preliminary FY 2000 restricted fund budget for the Iowa School for the Deaf in the amount of \$5,134,732.

The preliminary FY 2000 general fund operating budget at the Iowa School for the Deaf of \$8.4 million was presented in accordance with the Board's strategic plan and reflected an increase in state appropriations of \$509,046. This budget was unchanged

from the one submitted in May. In July, Iowa School for the Deaf officials will present the final FY 2000 operating budget to the Board with detailed salary information.

The Iowa School for the Deaf preliminary budget, including reallocations of \$169,800 (2.1 percent of the FY 1999 revised budget), reflected the school's commitment to the strategic plans of the Board and the institution. The total preliminary budget was allocated by the school's strategic planning goals of providing quality teaching services; expanding creative programming; maintaining flexibility, efficiency, cooperation, and accountability; and maintaining facilities and equipment.

The FY 2000 preliminary restricted fund budget of \$5.1 million represented an increase of \$3.5 million over FY 1999 due primarily to capital appropriations of \$3.2 million for the school's recreation complex and \$650,000 for utility system replacement, utility tunnel reconstruction, and repair of the administration building main entrance.

Revenue generated from Nebraska students attending Iowa School for the Deaf accounts for \$1.2 million of the restricted fund budget. This represents a decrease in revenue from the State of Nebraska of \$133,501, due to four less students expected to attend during FY 2000.

Superintendent Johnson stated there were no changes from the budget presented to the Board last month. Next month when final salary figures are included he expects there will be a small change in the operating budget. Also presented this month was the preliminary restricted budget. He noted that federal funds would be increasing; therefore, the restricted budget would be amended.

**ACTION:** President Newlin stated the Board, by general consent, (1) considered the second preliminary FY 2000 general fund operating budget for the Iowa School for the Deaf in the amount of \$8,423,409 and (2) considered the preliminary FY 2000 restricted fund budget for the Iowa School for the Deaf in the amount of \$5,134,732.

(e) Iowa Braille and Sight Saving School. The Board Office recommended the Board consider the second preliminary FY 2000 general fund operating budget for the Iowa Braille and Sight Saving School in the amount of \$4,751,995.

The preliminary FY 2000 general fund operating budget at the Iowa Braille and Sight Saving School of \$4.8 million was presented in accordance with the Board's strategic plan and reflects an increase in state appropriations of \$299,868. Iowa Braille and Sight Saving School's budget reflected minor programmatic changes from the one submitted in May. In July, Iowa Braille and

Sight Saving School officials will present the final FY 2000 operating budget to the Board with detailed salary information, as well as the restricted fund budget.

The Iowa Braille and Sight Saving School preliminary FY 2000 general fund operating budget, including reallocations of \$183,731 (4.1 percent of the FY 1999 budget but \$57,490 less than identified in May), reflected the school's commitment to the strategic plans of the Board and the institution. The budget continues to support educational programs that enable visually impaired and blind youth throughout Iowa to function as independently as possible in all aspects of life. The total preliminary budget was allocated by the school's strategic planning goals of quality and access in education, diversity and finances.

Superintendent Thurman stated that the strategic planning process, which has proven to be highly successful, was used to drive the budget and reshape the school. One component is the summer school which typically impacts 30 to 60 students. This year the school will offer an 8-week summer school. He expects to serve close to 90 students in summer school this year.

**ACTION:** President Newlin stated the Board considered the second preliminary FY 2000 general fund operating budget for the Iowa Braille and Sight Saving School in the amount of \$4,751,995, by general consent.

(f) Regional Study Centers. The Board Office recommended the Board (1) approve the distribution of the Quad-Cities Graduate Study Center's FY 2000 appropriation of \$171,382 including salary increase funds, (2) approve the distribution of the Tri-State Graduate Study Center's FY 2000 appropriation of \$83,778 including salary increase funds, (3) approve the distribution of the Southwest Iowa Regents Resource Center's FY 2000 appropriation of \$114,324 including salary increase funds, and (4) consider the second preliminary FY 2000 budgets for the Quad-Cities Graduate Study Center (\$384,376), the Tri-State Graduate Study Center (\$137,426) and the Southwest Iowa Regents Resource Center (\$144,348).

Each year funds are appropriated to the Board of Regents for distribution to the Quad-Cities Graduate Study Center, the Tri-State Graduate Study Center and the Southwest Iowa Regents Resource Center. The annual reports and budgets of the Regional Study Centers provide one method for addressing Action Step 2.1.1.1 - Annually Assess Access to Regent Institutions - of the Board of Regents Strategic Plan. The annual reports for the study centers were presented to the Board in May. The FY 2000 proposed budgets are unchanged from those presented to the Board in May.

FY 2000 Iowa state appropriations for the study centers total \$359,915; in addition, the sum of \$9,569 from the salary appropriations bill will be available to fund salary increases for the regional study centers.

The Board was asked to approve a distribution of funds to the study centers. The distribution included the individual appropriation amounts included in SF 464 and an allocation of funds for salary increases based upon Iowa's share of the centers' personnel bases. The recommended distribution was as follows:

	FY 1999 <u>Approp.</u>	FY 2000 <u>Approp.</u>	FY 2000 <u>Salary</u>	Total <u>FY 2000</u>
Quad-Cities Graduate Study Center	\$167,086	\$167,086	\$4,296	\$171,382
Tri-State Graduate Study Center	81,716	81,716	2,062	83,778
Southwest Iowa Regents Resource Center	<u>111,113</u>	<u>111,113</u>	<u>3,211</u>	<u>114,324</u>
TOTAL	\$359,915	\$359,915	\$9,569	\$369,484

Associate Director Racki stated that the budgets were unchanged from what was presented last month.

**MOTION:** Regent Kelly moved to (1) approve the distribution of the Quad-Cities Graduate Study Center's FY 2000 appropriation of \$171,382 including salary increase funds, (2) approve the distribution of the Tri-State Graduate Study Center's FY 2000 appropriation of \$83,778 including salary increase funds and (3) approve the distribution of the Southwest Iowa Regents Resource Center's FY 2000 appropriation of \$114,324 including salary increase funds. Regent Smith seconded the motion. MOTION CARRIED UNANIMOUSLY.

**ACTION:** President Newlin stated the Board, by general consent, considered the second preliminary FY 2000 budgets for the Quad-Cities Graduate Study Center (\$384,376), the Tri-State Graduate Study Center (\$137,426) and the Southwest Iowa Regents Resource Center (\$144,348).

(g) Lakeside Laboratory. The Board Office recommended the Board consider the second preliminary FY 2000 operating budget of \$420,602 for the Iowa Lakeside Laboratory, including \$343,842 in general funds to be provided as follows:

University of Iowa	\$169,997
Iowa State University	104,555

University of Northern Iowa	<u>69,290</u>
Total	\$343,842

A general fund budget of \$343,842 for the FY 2000 operation of the laboratory was recommended; this amount was consistent with the budget presented to the Board last month. The proposed budget was \$9,502 (+2.8 percent) higher than the approved FY 1999 general fund budget. The additional funds will provide for salary increases, including summer faculty salary increases at the same rate of increase as faculty salary increases for the academic year. The general fund budget for the laboratory is provided by the universities; the recommended allocation of the budget among the three universities was presented above. The distribution of funding among the institutions was consistent with the distribution in prior and current years. Review and approval of the laboratory's budget is consistent with the Board's strategic plan (action step 4.1.1.2) and provides effective stewardship of resources.

Last year it was reported to the Board that for each fiscal year FY 1995 – FY 1997 expenditures of the laboratory exceeded the Board-approved budget. In total, expenditures were \$50,335 greater than the approved budgets. To improve the accounting of revenues and expenditures the Board approved establishment, beginning with FY 1998, of a budgeted account at Iowa State University. For FY 1999 the Board increased the budget of the laboratory by \$12,000 (exclusive of salary increase funds) to sustain the operations and educational programs of the laboratory and ensure that the budget was balanced. Iowa State University was directed to put into effect pre-audit controls to ensure that the expenditures for this program were within the approved budget of the Board of Regents. FY 1999 revenues and expenditures are in-line and it is expected that FY 1999 expenditures will not exceed the available revenue.

Associate Director Racki reviewed with the Regents the information that was provided in the docket materials.

**ACTION:** President Newlin stated the Board, by general consent, considered the second preliminary FY 2000 operating budget of \$420,602 for the Iowa Lakeside Laboratory, including \$343,842 in general funds to be provided as presented.

(h) University Athletic Budgets. The Board Office recommended the Board consider the second preliminary FY 2000 athletic budgets for the University of Iowa, Iowa State University and the University of Northern Iowa.

The second preliminary FY 2000 university athletic budgets were unchanged from the preliminary budgets presented to the Board in May 1999. The budgets for the three universities total \$47.1 million. In addition \$2.1 million in men's athletic scholarships at the University of

Iowa were not included in the athletic budget. Review of the athletic budgets was consistent with the Board of Regents strategic plan which provides for a review of institutional operating budget proposals (Action Step 4.1.1.2). Revenue by source is summarized below:

	<u>SUI</u>	<u>ISU</u>	<u>UNI</u>	<u>Total</u>
General Fund Support	\$1,713,470	\$ 2,179,737	\$2,646,527	\$ 6,539,734
Designated Tuition for Operations	0	960,000	541,400	1,501,400
Designated Tuition for Debt Service	695,000	0	0	695,000
Sports Income	10,974,500	6,783,643	1,063,567	18,821,710
Athletic Conference/ NCAA Support	6,480,000	4,050,717	155,000	10,685,717
Other Income	<u>4,025,000</u>	<u>3,639,596</u>	<u>1,159,188</u>	<u>8,823,784</u>
Total	<u>\$23,887,970</u>	<u>\$17,613,693</u>	<u>\$5,565,682</u>	<u>\$47,067,345</u>

The following table compares revenue by institution for the FY 1999 Board-approved budget, FY 1999 estimate (current estimate of revenues and expenditures) and second preliminary FY 2000 budget.

	FY 1999 Board Approved Budget	FY 1999 Estimate	Second Preliminary FY 2000 Budget	% Change Second Preliminary FY 2000 Budget / FY 1999 Budget	% Change Second Preliminary FY 2000 Budget / FY 1999 Estimate
SUI	\$22,494,970	\$22,907,470	\$23,887,970	6.2%	4.3%
ISU	17,254,301	17,768,768	17,613,693	2.1%	-.9%
UNI	5,307,928	5,221,473	5,565,682	4.9%	6.6%

Budgeted sports income for FY 2000 includes general public, single-ticket price increases for football and men's basketball at the University of Iowa. These are the first increases in ticket prices at the University of Iowa since FY 1997. Single-ticket prices will increase for women's basketball at Iowa State University. University of Northern Iowa revenue includes a reconfigured ticket-pricing plan for premium seats and games. In FY 1998 Iowa State University increased men's basketball ticket prices and the University of Northern Iowa increased football ticket prices.

The following tables compare projected changes in expenditures for men's and women's sports. For all universities the percentage increase in expenditures from the FY 1999 budget to the second preliminary FY 2000 budget is greater for women's sports than for men's sports. At Iowa State University there is a two percent decline from the FY 1999 estimate to the second preliminary FY 2000 budget for women's sports.

#### Men's Sports

	FY 1999 Board Approved Budget	FY 1999 Estimate	Second Preliminary FY 2000 Budget	% Change Second Preliminary FY 2000 Budget / FY 1999 Budget	% Change Second Preliminary FY 2000 Budget / FY 1999 Estimate
SUI	\$6,565,869	\$6,908,069	\$7,114,774	8.4%	3.0%
ISU*	2,798,703	2,800,703	2,836,600	1.4%	1.3%

UNI	2,661,696	2,661,716	2,794,583	5.0%	5.0%
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\*Salaries are budgeted separately.

Women's Sports

	FY 1999 Board Approved <u>Budget</u>	FY 1999 <u>Estimate</u>	Second Preliminary FY 2000 <u>Budget</u>	% Change Second Preliminary FY 2000 Budget / <u>FY 1999 Budget</u>	% Change Second Preliminary FY 2000 Budget / <u>FY 1999 Estimate</u>
SUI	\$4,246,764	\$4,151,137	\$4,699,140	10.7%	13.2%
ISU*	1,119,672	1,184,882	1,161,800	3.8%	-2.0%
UNI	1,379,370	1,356,370	1,464,900	6.2%	8.0%

\* Salaries are budgeted separately.

Two years ago the Board requested specific information on athletic scholarships; athletic scholarships for FY 2000 are estimated to total \$8.8 million as follows:

University of Iowa	\$3,782,140
Iowa State University	3,472,125
University of Northern Iowa	<u>1,562,240</u>
Total	<u>\$8,816,505</u>

All scholarships for athletes at Iowa State University and the University of Northern Iowa are included in the athletic budgets presented for consideration by the Board. Women's scholarships at the University of Iowa are included in the university's athletic budget presented to the Board and men's scholarships are funded by gifts for that purpose.

Executive Director Stork stated the budgets were unchanged from what was presented last month.

**ACTION:** President Newlin stated the Board considered the second preliminary FY 2000 athletic budgets for the University of Iowa, Iowa State University and the University of Northern Iowa, by general consent.

(i) Board Office. The Board Office recommended the Board consider the FY 2000 preliminary budget of the Board Office in the amount of \$1,970,933 from all funds, which includes \$1,287,045 from state appropriations.

Changes made in the preliminary 2000 budget that was presented in May are as follows:

Associate Director Information System position was reclassified as an Information Technology Specialist. The budgeted amount was reduced from \$80,132 to \$53,468.

An Intern position was added to the Board Office budget, on the University of Iowa payroll, and is to be financed by all institutions.

The Board Office total budget for FY 2000 includes five positions and related expenditures in the University of Iowa budget. Board Office costs not covered by state appropriations have been adjusted to reflect the noted changes. The Regent institutions shares are as follows:

Institutional Allocations

University of Iowa	\$271,947
Iowa State University	266,451
University of Northern Iowa	122,679
Iowa School for the Deaf	12,508
Iowa Braille & Sight Saving School	<u>6,803</u>
	\$680,388

Due to the changes in the noted positions, the institutional allocation was increased \$2,116 over the preliminary budget presented in May 1999.

Executive Director Stork discussed the two changes in the budget from what was presented last month. The Associate Director Information Systems was reclassified to split the position into two positions in order to provide administrative support staff for academic affairs and to allow Dianne Smith, Information Technology Specialist, to concentrate on information technology duties for which she was originally employed. The other change is the addition of the intern position which was approved by the Board last month.

**ACTION:** President Newlin stated the Board considered the FY 2000 preliminary budget of the Board Office in the amount of \$1,970,933 from all funds, which includes \$1,287,045 from state appropriations, by general consent.

**ALLOCATIONS OF FY 2000 CAPITAL APPROPRIATIONS.** The Board Office recommended the Board (1) allocate the \$19,500,000 appropriated to the Board of Regents for FY 2000 for capital projects authorized by the First Session of the Seventy-

Seventh General Assembly (1997 session) as set forth and (2) allocate the \$1,285,000 appropriated to the Board of Regents by the First Session of the Seventy-Eighth General Assembly (1999 session) for FY 2000 for major maintenance needs at the Iowa School for the Deaf and Iowa Braille and Sight Saving School as set forth.

The 1996 - 1999 sessions of the General Assembly appropriated \$141,375,000 for Board of Regents capital projects. Included are appropriations of \$70,415,000 for the period FY 1998 – FY 2001 for projects at the universities, Lakeside Laboratory and the special schools. The projects were authorized by the 1997 General Assembly. Also included are FY 2000 appropriations of \$4,485,000 authorized by the 1999 General Assembly for the special schools.

The 1997 legislation authorized the Board to determine the amounts to be allocated to each project for each fiscal year based upon project needs. The Board was asked to approve the allocation of the FY 2000 appropriation of \$19,500,000. The Board Office worked with the universities in making recommendations for the allocation.

The Board was also asked to approve specific projects to be funded by the \$1,285,000 FY 2000 appropriation for major maintenance needs for the special schools. (There was a specific appropriation of \$3,200,000 for the Recreation Complex at the Iowa School for the Deaf and, therefore, the Board does not need to allocate funds for this project.) The proposed allocation of funds by project is consistent with the Board's FY 2000 request for capitals for the special schools.

<u>Project</u>	<u>FY 2000 Allocation</u>
Medical Education and Biomedical Research Facilities (SUI)	\$7,123,000
Engineering Teaching and Research Complex, Phase II (ISU)	9,163,000
Lang Hall Renovation (UNI)	<u>3,214,000</u>
Total	\$19,500,000



First Session of the Seventy-Seventh General Assembly (1997 session) as set forth and (2) allocate the \$1,285,000 appropriated to the Board of Regents by the First Session of the Seventy-Eighth General Assembly (1999 session) for FY 2000 for major maintenance needs at the Iowa School for the Deaf and Iowa Braille and Sight Saving School as set forth. Regent Turner seconded the motion. MOTION CARRIED UNANIMOUSLY.

**FY 2000 CAPITAL IMPROVEMENT PLANS.** The Board Office recommended the Board (1) receive the report on institutional FY 2000 anticipated capital improvement projects with the understanding that the proposed projects are subject to further review, availability of funding and specific project approval by the Board, and (2) receive the status report on previously-approved projects with budgets exceeding \$1 million.

The institutions submit to the Board in June of each year, as required by Section 9.02 D of the Board of Regents Procedural Guide, their capital plans for the upcoming fiscal year. Presentation of the plans is also consistent with objective 4.3 of the Board's strategic plan which provides for the maintenance and acquisition of physical facilities and equipment to meet stewardship responsibilities and changing institutional needs.

The FY 2000 capital plans present an overview of anticipated capital improvement projects for all campus facilities and a status report on previously-approved projects with budgets exceeding \$1 million.

The institutions anticipate bringing to the Board for approval in FY 2000 projects with estimated total costs of \$236.3 million. All projects are subject to further review, availability of funding and specific approval by the Board. The distribution by institution of the projects is as follows:

	# of Projects	Estimated Cost
University of Iowa		
General University	21	\$ 45,902,000
University Hospitals	33	41,349,000
Iowa State University	14	109,999,275
University of Northern Iowa	19	31,736,000
Iowa School for the Deaf	5	6,888,000
Iowa Braille & Sight Saving School	<u>4</u>	<u>449,000</u>
Total	96	\$236,323,275

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Of the total estimated cost of \$236.3 million, only \$41.4 million would be from state appropriations (capital appropriations, future capital appropriations, and building repair operating funds). Other sources of funds include: revenue bonds (\$70.7 million), gifts (\$60.1 million), UIHC Building Usage Funds (\$41.3 million), improvement reserves of self-supporting enterprises (\$8.3 million), Treasurer's Temporary Investments (\$7.4 million), and other sources (\$7.1 million).

The plans focus on fire and environmental safety; building deferred maintenance; utility expansion, improvements and deferred maintenance; remodel/renovation projects; and telecommunications, parking and exterior improvements. The estimated cost of projects in these categories totals more than \$142.2 million.

New building projects totaling \$94.1 million are included in the plans. More than 60 percent of the total funds (\$60.7 million) are for proposed projects at Iowa State University.

The plans include more than \$41.1 million in anticipated projects for the universities' residence systems. Included are \$2.7 million to install fiber optic cable in dormitories at the University of Iowa and make improvements to Hillcrest Residence Hall, \$26.3 million to construct the Union Drive Neighborhood portion of Iowa State University's Residence System Master Plan, and \$12.1 million in projects as part of the next phase of the long-range plan for the residence system at the University of Northern Iowa.

Approximately \$431.9 million in previously-approved projects with budgets exceeding \$1 million are in progress. Of this amount, projects totaling \$179.8 million are scheduled to be completed in FY 2000. Included are two projects at the University of Iowa for which appropriations were made by the 1996 General Assembly: Engineering Building Modernization/Addition project and Biological Sciences Renovation/Replacement – Phase 1 project. Projects at Iowa State University include the Maple Hall Remodeling and construction of the Palmer Human Development and Family Studies Building. The School of Music Classroom Building/Performing Arts Center and UNI-Dome Roof Replacement/Improvement project will be completed at the University of Northern Iowa.

Construction will continue during FY 2000 on \$175.5 million in projects. Previously approved projects for which construction is scheduled to begin in FY 2000 total \$76.6 million. Construction will also likely start in FY 2000 on some projects included on the anticipated list after appropriate Board approvals.

Executive Director Stork reviewed with the Regents the information that was provided in the docket materials.

Associate Director Racki discussed the listings of anticipated capital projects as well as the status report on previously-approved projects with budgets exceeding \$1 million. As an historical analysis, she said the first time she presented capital improvement plans to the Board was in June 1995 for FY 1996, at which time \$218 million in projects were in progress. The amount for FY 2000 is over \$400 million.

**ACTION:** President Newlin stated the Board, by general consent, (1) received the report on institutional FY 2000 anticipated capital improvement projects with the understanding that the proposed projects are subject to further review, availability of funding and specific project approval by the Board, and (2) received the status report on previously-approved projects with budgets exceeding \$1 million.

**PRELIMINARY OPERATING BUDGET REQUESTS FOR FY 2001.** The Board Office recommended the Board consider the preliminary FY 2001 general fund operating appropriation requests of the Regent institutions.

The Board appropriation request process for FY 2001 was modified to meet the new state budget process and timetable developed by the Governor. During June and early July, the Governor, Lieutenant Governor, and the Department of Management will work with teams of department directors to develop measurable goals in major policy areas, such as education, the economy and health care. In July and August, departmental budgets are to be developed around these goals, with continuing discussions and interactions among departments and the Governor's Office. FY 2001 budgets and plans should be completed by September. State agencies must still legally submit budget requests by October 1. Departments are expected to have more interactions on key state priorities or initiatives during the summer months. The Governor does not plan to conduct department-by-department budget hearings in November and December, which has been done previously.

In order for the Regents to participate and meet the identified timetable of this budget process, the Board needs to review institutional appropriation requests in June rather than in July, as had been previous Board practice. Institutional requests and associated budget numbers for FY 2001 were still being developed and refined. Further details of institutional requests will be provided at the July Board meeting along with Board Office recommendations. The Board will be requested to approve FY 2001 institutional appropriation requests in July, rather than in September, so that Regent requests can be fully considered in the executive branch process. In September, the

status and any proposed changes to institutional appropriation requests will also be presented to the Board.

Institutional amounts requested are exclusive of funds for Regent salary increases. The preliminary appropriations request packages represent only incremental funding.

Executive Director Stork stated that the preliminary operating budget requests for FY 2001 were presented with the intent of meeting the new budget process being proposed by the Governor. He said the Governor plans to have more public discussion of the budgets during the fall months and to avoid departmental budget presentations which have been used in past years. The Board Office will provide recommendations for Board consideration in July. He said the challenge this year is being able to identify specific recommendations early in the process. Institutional officials have responded quite well in terms of getting specifics to the Board Office for presentation to the Board. He noted that a fair amount of work and discussion would take place between the Board Office and institutional officials before the budget requests are presented to the Board in July.

President Coleman addressed the University of Iowa's preliminary FY 2001 incremental budget requests. She expressed appreciation for the help of the Board in facilitating this process rapidly. The institutions are operating under a totally different system than before which has caused institutional officials to work hard to make sure the budget requests reflect consensus, needs of the university and adherence to the strategic plan.

President Coleman stated that price inflation is going to be one of the issues with which university officials will deal. She said the University of Iowa's operating budget request included four areas listed in priority order in which university officials would make strategic investments to enhance everything that is done at the university. The first of the priority areas is preparing globally competitive students. President Coleman said this effort is directed at the heart of the university, the College of Liberal Arts, where all of the undergraduates and most of the graduate students intersect at some point. It is also the area of the university with the most challenging funding problems. University officials seek to create the opportunities and the resources to prepare students to compete anywhere for anything. The university needs a competitive curriculum. There are shifting faculty needs and shifting areas of emphasis to which the university needs to respond. The university needs to have a more diverse faculty and students.

Some new buildings will be opened and that is a challenge for University of Iowa officials. President Coleman said it is opening buildings like biology and engineering that will have an effect on students and the way in which they study.

President Coleman said the four-year undergraduate graduation plan has been very effective. Last year 62 percent of the students signed up for the four-year graduation plan and she hopes to do as well or better this year. The university needs to be able to counsel students, to help them understand why the graduation plan is a benefit to them. University officials find that good advising can help students stay at the university when students believe they have overwhelming obstacles. She said the University of Iowa needs smaller class sizes. University officials want to emphasize writing throughout the curriculum. She said one of the issues she hears most often from CEOs is that they need students who can write. The university needs better teaching equipment. University officials want to make sure that students have access to the best equipment available. She said there is a need to modernize classrooms. University officials need to practice good building stewardship. There is a need for academic support for those students who may come to the university with a less-than-desirable background as well as to provide more services for individuals with disabilities.

The second priority area in the University of Iowa operating budget request was information access and learning. President Coleman said the university needs to catch up, it needs to keep up, and it needs to leap ahead. At a recent faculty council retreat, faculty's largest concern was the area of information access and using that information for learning. The University of Iowa has a Big 10 caliber library but there are some huge needs. She said 87 percent of the acquisitions budget goes for books on the shelves. The university needs to be able to maintain those acquisitions. The university also needs to connect with others, interact with others, and use its resources wisely to be able to share collections. The university needs to make more investment in the high-speed intranet. The university's library needs to be compatible with its peer libraries in order to share information and use resources wisely. Advanced computing is going to be a very important part of this information access.

A recent review of the university's libraries showed there is a huge deficit in people. In order to keep pace in acquisitions, the libraries over the years have skimmed on library information specialists who can help people find information, catalog the information, retrieve and maintain information, and keep the doors open. The university desperately needs help in those areas.

The third priority of the University of Iowa budget request is public health and advancing the health and independence of elderly Iowans. President Coleman called this the Healthy Iowans Initiative. That morning on CNN it was announced that Iowa leads the nation in those over the age of 100. This is an enormous challenge for our state. Iowa is a rural state and many of those elderly are in rural areas where they do not have access to some of the services that they need. With all of the changes occurring in Iowa, there, as yet, is not an accredited Master of Public Health degree offered in the state. The University of Iowa is going to change that with its newly-established College

of Public Health and the initiative for health and independence of elderly Iowans. She said the University of Iowa wants to serve Iowa and the Midwest as one of the nation's premier state-supported schools of public health and to lead the global community in rural public health education, training, research and practice. This effort was proposed to be done in partnership with communities and in cooperation with the university's sister institutions, Iowa State University and the University of Northern Iowa.

The University of Iowa's fourth priority in its budget request is crossing disciplinary boundaries, solving complex problems in Iowa and the world, teaching students analytical and problem-solving skills. President Coleman stated that this year she expects the University of Iowa will receive in excess of \$250 million in federal and private grants and contracts. More than 9,000 graduate and professional students, a third of the student body, can do advanced research. The university has eager and bright undergraduate students who can collaborate in projects that involve faculty and graduate and professional students. There are complex societal problems to be solved. University officials can leverage strategic state resources with resources coming from the federal government and private foundations. With this mix of resources, she expects the university can make dramatic progress on some of the most difficult social problems of our state and the world. President Coleman stated that university officials would like to develop a plan within the university to stimulate people to study problems that cross disciplines. In order to really deal with these issues, the university needs to have huge computer programs. Information from many different data bases can be put together in important ways to solve some of the most perplexing issues that will face us in the future.

President Coleman expressed excitement about the plans. She said investments in these areas will allow the University of Iowa to be more responsive to the needs of Iowa, to the needs of students and to the needs of the world.

President Newlin asked for an example of efforts to prepare students to be globally competitive. President Coleman provided the example of the university's international business certificate which was introduced 4-5 years ago. The certificate program started with 50 students and has now grown to 200-250 students. Students in the certificate program have to become proficient in another language. Many of the students study abroad and develop an understanding of another culture.

President Jischke stated that this was a quite accelerated process for preparing appropriations requests. Iowa State University officials are juggling three budgets at once. He said the university's appropriations request was structured into two groups. The first group addressed what it would take to sustain what the university is already doing. The second group of items were fundamental initiatives that advance the

university's strategic plan and would represent monumental change at Iowa State University for the better.

The first group of items President Jischke referred to as sustaining excellence according to the strategic plan. Items included in this group were mandatory cost increases and opening a number of new buildings. The single largest item in the plan for opening new buildings is funded by private gifts. It costs money to operate the new buildings. He said students continue to need financial aid, which was also included in the first group. Library acquisition and academic information technology was another area. Iowa State University competes for graduate assistants, another area addressed in the first group. With regard to building repair, university officials are trying to get to a \$5 million recurring level and to a \$10 million overall level. Minority recruitment and retention looked very positive for the coming year. The number of minority freshmen is up 30 percent. Child care was another area where the need was great.

With regard to the second group of items in the Iowa State University appropriations request which President Jischke referred to as initiatives to advance Iowa State University's strategic plan goals, he said there are three subgroups: 1) building a center of excellence in fundamental plant science, 2) improving undergraduate education and 3) improving Iowans' quality of life. President Jischke stated that this is an astonishingly exciting time in the plant sciences. Advances will change agriculture, the impact of which in Iowa is profound. There is a consensus in our state about the importance of Iowa becoming a world leader in plant genetics. Iowa State University is making very good progress. With regard to bioinformatics, the legislature increased appropriations by \$2 million. University officials next want to strengthen genomics. The goal is to build an additional \$10 million base funding from the state. University officials will match the state funding with private funds of \$100 million within 10 years of this initiative.

President Jischke stated that the second area in which Iowa State University officials are asking for investments come under the label of undergraduate education and relate to information technology. He said there is astonishing growth in information technology programs the university offers. Enrollment has doubled in those areas. The computer science job market is unbelievable. The university needs help dealing with this enrollment growth. University officials were asking for investment in technology to enhance the student experience across the entire university. The third initiative is improving Iowans' quality of life. University officials are attempting to respond to the challenge of the Governor to make Iowa a more compelling place particularly for young people. He said early childhood experiences have an enormous impact on the behavior and success of young people. The first three years of life may be as decisive as any period in a person's life. The quality of our environment is another important element. Iowans have been good stewards of the land.

The third piece of the improving quality of life effort was a request for funding for the public health initiative in the College of Veterinary Medicine. One element of the cooperative effort with colleagues at the University of Iowa and the University of Northern Iowa is to find ways to involve the veterinary community in zoonotic diseases and in the general question of the public health of people in Iowa.

President Jischke believes that support for the proposals will bring dramatic improvements and exciting and important new developments.

President Koob stated that the University of Northern Iowa enjoys a unique position in the state of Iowa. It is the only institution categorized as a comprehensive university category one. Across the nation there are hundreds of institutions of this type. University of Northern Iowa officials are proud of the fact that the university is already ranked in the top 10 in the nation. The decision that Iowans made to focus on a single institution with this niche was a wise one. He said it would be a shame if the university could not maintain that level of excellence. Therefore, a good number of the initiatives in the university's appropriations request were aimed at sustaining excellence according to the strategic plan.

President Koob addressed each of the initiatives in the university's appropriations request, noting that there was a changing job description for the university. The first initiative was to maintain the campus and sustain current operations that are changing in cost. Areas include library, utilities and deferred maintenance. The second initiative was the Masters in Social Work. He said university officials were astonished at the level of political support the program had garnered. University officials feel it is important to fund the second year of the initial proposal which will enable the establishment of a 60 hour masters program with new academic options.

The University of Northern Iowa has to continue to try to improve on what it is doing. University officials put the continuous improvement request into three categories: 1) improve instructional technology through the use of "smart classrooms", 2) enhance the curriculum and student support services to increase the retention rate for all students and to continue to reduce the class size on campus, and 3) faculty positions to expand faculty-student interaction.

President Koob discussed how the role of the University of Northern Iowa in the state is changing. He provided some history of the University of Northern Iowa beginning with the time it was a normal school offering a 3-month summer certificate to allow a person to teach. The institution's first CEO insisted the normal school adopt a strong program in liberal arts. He said that commitment made over 100 years ago allowed the university to be successful. The liberal arts commitment is key. He said the rate of

change is accelerating. The evolving job description means that university officials will have to pay more attention to the changing needs of Iowa's workforce.

President Koob stated that the fourth initiative is to improve post-baccalaureate education for Iowa's workforce. The fourth initiative is a result of the natural evolution of the institution. He said the University of Northern Iowa does not have some of the excitement of a research university; nonetheless, it pays close attention to the needs of the people of Iowa. The university intends to meet the changing educational need of Iowans.

Superintendent Johnson stated that Iowa School for the Deaf officials proposed four projects for the FY 2001 appropriations request. One project directly relates to one of the FY 2000 programs through which the school added three teachers to accommodate the increased Iowa student enrollment. School officials wish to expand technology for learning into the dormitories. The second appropriations request related to information that has been long known: deaf students who can read will achieve. Much learning occurs in early childhood and, yet, most deaf students do not have the basic fundamental opportunities to develop their reading and literacy skills. School officials requested appropriations to provide additional opportunities to allow students to be more on par with non-disabled youngsters. The third request addressed the end of a student's program at Iowa School for the Deaf. He said most of the students are accepted into post-secondary programs. School officials need to make sure that students are ready in all aspects for those post-secondary programs. The fourth proposal related to opening of the recreation center. School officials feel there is a need for appropriations for opening of a new building.

Regent Kelly asked that Superintendent Johnson provide an expansion of his concept of the teaching of the very young. Superintendent Johnson responded that he would provide something in writing.

Regent Neil asked for the difference in cost between phase I and phase II of the recreation center. Superintendent Johnson responded that phase one will cost about \$6.12 million and phase two will cost another \$2 million.

Superintendent Thurman presented the appropriations request for the Iowa Braille and Sight Saving School. The first request was for the establishment of a regional resource center for western Iowa. He noted that in the presentation in July he would provide additional statistical information. He stated that in March 1988 the Board of Regents created an outreach department at the Iowa Braille and Sight Saving School with one director who would also serve as the state vision consultant. In 1988 the school had three consulting positions for the state of Iowa. Today the school has nine orientation and mobility instructors throughout the state, four itinerant teachers, and six

consultants. Over the last 11 years the three positions that were created to start the school's outreach effort has grown to about 20 positions. The vast majority of the increased services has come from financial arrangements with the Iowa Department of Education or area education agencies (AEA). Of the three consultants appointed in 1988, two are still on staff and in the same positions. Since the original appointment of the three consultants, not only has the number of professionals in the outreach effort increased but the number of students served has also increased.

Superintendent Thurman stated that the school's proposal to create a western Iowa regional resource center would provide consultation in three basic areas: 1) education, 2) technology and 3) work experience/independent living skills. In the western Iowa area education agencies, there are 192 visually-impaired students. Last year the 192 students received only 15 consultations for technology, one consultation for education, and four work experience consultations from Iowa Braille and Sight Saving School. The number of consultations in western Iowa last year was a function of distance and the great caseload. Superintendent Thurman stated that now is the time for Iowa Braille and Sight Saving School to dramatically expand again its outreach activities. He said the concept is receiving tremendous support and is a logical next step forward for the school.

Regent Smith asked for an explanation of the relationship between Iowa Braille and Sight Saving Schools' outreach efforts and the area education agencies. Superintendent Thurman said it depends on the AEA and the services it is receiving. The AEA with which Regent Smith was likely familiar receives support for orientation and mobility. Consultations are also done from the school in Vinton to the AEA. A low vision clinic will be in Regent Smith's AEA in the next 1-2 years as well as a deaf-blind consultant. Educational consultation is available. The school also provides orientation to the world of work. He said those are the kinds of relationships that Iowa Braille and Sight Saving School has with the AEAs. With some AEAs, Iowa Braille and Sight Saving School provides the full range of services. With others the relationship may only be a consultation, an evaluation or the low vision clinic. He noted that school officials were experiencing a great demand for the school's services to increase in a non-traditional way.

Regent Smith asked about the funding streams and AEA support dollars. Superintendent Thurman responded that the direct services are funded by the AEA to the school. Consultations by Iowa Braille and Sight Saving School are given free, including the low vision clinics and evaluation. There is support from the Department of Education to the orientation and mobility program in the state. Because it is a high cost item, the Department of Education has underwritten a certain amount of the cost so that every AEA could have access to those services.

Regent Kennedy asked where the resource center would be located. Superintendent Thurman responded that the center would probably be located in Council Bluffs at the AEA office. Given the fact that it is difficult to recruit teachers of the visually impaired, the school is more likely to attract individuals to the Council Bluffs and Omaha areas than into smaller areas.

Associate Director Hendrickson presented the appropriations requests for the regional study centers.

President Newlin thanked institutional officials for responding to the Governor's time schedule. He said he knew it was a time crunch.

Executive Director Stork stated that the Board was accustomed to being presented with appropriations requests in July with the corresponding Board Office recommendations, and then having two months for discussion and negotiation. This year there will be quite a challenge to come back in July both with additional information and the Board Office recommendation so the requests can go forward in terms of the legislative package. He said there may be some changes as this process moves forward. The Regents may be able to make some changes in September but not dramatic changes. He emphasized that all of the operating appropriations requests are exclusive of salary increases. The salary recommendation remains the highest priority of the Board.

**ACTION:** President Newlin stated the Board considered the preliminary FY 2001 general fund operating appropriation requests of the Regent institutions, by general consent.

**PRELIMINARY CAPITAL BUDGET REQUESTS FOR FY 2001.** The Board Office recommended the Board (1) consider the FY 2001 preliminary capital improvement requests of the Regent institutions totaling \$107,195,000 and (2) consider the FY 2001 preliminary tuition replacement appropriation request of \$28,174,854.

Consistent with the Board's strategic plan, each year institutional officials request and the Board recommends capital funding from the state infrastructure fund. In September 1998 the Board approved a biennial capital budget request of \$4,485,000 for FY 2000 for the special schools and \$68,711,000 for FY 2001 for the universities and special schools. Funds were not requested for the universities for FY 2000 in accord with understandings reached during the 1997 legislative session. The Board's FY 2000 request was funded in its entirety. Although the General Assembly appropriated \$26,336,000 for FY 2001 for three Regent projects, the funding was item vetoed by Governor Vilsack, who vetoed most infrastructure projects that were beyond FY 2000 and not consistent with his recommendations.

Institutional officials requested capital funding of \$107,195,000 for FY 2001. Last year when the Board recommended FY 2001 funding of \$68,711,000, institutional officials had requested FY 2001 funding of \$97,576,000. At this time, the Board Office recommended the capital funding for FY 2001 as approved by the Board in September 1998. The Board Office will continue to review in detail the institutional requests before making final recommendations for FY 2001 funding for Board approval at the July 1999 meeting.

Tuition replacement appropriations represent an ongoing commitment of the state to meet the debt service cost of Academic Building Revenue Bonds. The Board was requested to consider the preliminary tuition replacement appropriation request of \$28,174,854 for FY 2001.

Executive Director Stork stated that similar to the operating appropriations request, the schedule for capital appropriations requests was being moved up somewhat. He said the universities have not had a new capital appropriation since 1997. During this next legislative session will be the first time for a couple of years that the universities have made a capital request to the legislature and Governor. The total amount being requested was \$107 million which compared with \$97.6 million last year. The recommendation of the Board Office last fall was \$69 million. He said the Board Office included only the FY 2001 capital appropriations requests. At this point, the Board Office intended to retain the priority list as presented. He believes the Governor intends to recommend to the legislature basic changes in terms of funding infrastructure and technology. He does not believe the Governor intends to merge infrastructure capital requests with operating requests but it is possible that will be part of the package which the Governor and the legislature address.

President Coleman presented the Regents with a booklet from the University of Iowa's 1999 presidential lecture. Professor Lou Drake, internationally-recognized scientist, was this year's lecturer. The title of the lecture was "Small Comets and Our Origins: The Ecstasy and Agony of the Scientific Debate".

President Coleman addressed the University of Iowa's priority order for its capital requests. The top priority is the biology project phase 2. The second priority is art and art history which will include a new building and renovation of an existing building. The third priority is a building for journalism as well as general classroom space. She said there are 200 general assignment classrooms at the university which are utilized 40 hours/week.

Regent Neil asked how old were the numbers. Executive Director Stork responded that the numbers were a year old. The Board approved the amounts last September. He

noted that some of the projects had been on the list longer than last September. The priority and numbers were approved last September by the Board.

President Coleman stated that, depending on the project, university officials may be able to leverage the state funds with private gifts. University officials will be looking for significant contributions from the private sector.

President Jischke stated that Iowa State University officials were very pleased when the legislature proposed to make a commitment to Gilman Hall and to the College of Business for FY 2001. He was quite hopeful that would happen again. Those two initiatives were very important to the university. More than one-half of the undergraduates are in Gilman Hall every semester. The university's chemistry department, housed in Gilman Hall, is among the most distinguished departments at Iowa State University. President Jischke said the College of Business building is the centerpiece of a very large strategic initiative to enhance Iowa State University's College of Business. University officials are working toward moving the College of Business to among the top 10 in the country. The university has a commitment from Russell and Ann Gerdin of Coralville of \$10 million which is predicated on the receipt of matching funds. This capital request was pivotal to that private investment. The university needs the state commitment in order to successfully complete the private fund raising.

In response to Regent Neil's question regarding inflationary adjustments, President Jischke stated that Iowa State University officials were requesting \$9 million not \$8 million for Gilman Hall. Similarly, for the College of Business, university officials were requesting \$10.3 million not \$10 million. Every year the amount of the requests are adjusted to take account of inflation.

President Koob stated that the University of Northern Iowa's number one and number two priorities for this year remain the same as last year. First was the McCollum Science Addition for Biology which has significant consequences for other sciences on the campus, as well. University officials chose to limit the number of majors in biology because of the lack of space. The second priority is the university's steam distribution system. The expected lifetime of the steam distribution system has already been exceeded.

Regent Neil asked for an explanation of the development of the priority list. Executive Director Stork responded that the list was taken from the five-year list of capital projects and prioritized for the next 2 years. He noted that sometimes the Governor and legislature seek to reprioritize the Board's priority listings which the Board resists due to the comprehensive review process it utilizes to establish priorities.

Superintendent Johnson noted that this was the first time in 12 years that Iowa School for the Deaf officials were not asking for a recreation center or fire safety funding. School officials were asking for deferred maintenance funding.

Superintendent Thurman stated that Iowa Braille and Sight Saving School's capital requests were in two categories: 1) deferred maintenance and 2) upgrade in the HVAC. This year the school received some money for HVAC. He noted that the addition of air conditioning in a school that in some parts is 147 years old is not an easy task. The school will be offering an 8-week summer school. In the past, school officials have relied on window air conditioners and fans to keep the facility cool.

Regent Fisher stated that each institution had presented a well thought-out plan, which he supported.

Executive Director Stork stated that fire safety and deferred maintenance is a top priority among all of the institutions. Funding for those needs continues to be requested every year.

**ACTION:** President Newlin stated the Board, by general consent, (1) considered the FY 2001 preliminary capital improvement requests of the Regent institutions totaling \$107,195,000 and (2) considered the FY 2001 preliminary tuition replacement appropriation request of \$28,174,854.

**REVIEW OF KNIGHT COMMISSION.** The Board Office recommended the Board (1) receive the report on the Knight Commission's "one plus three" rule; (2) receive a status report on associated certification reviews at the Regent universities; (3) reaffirm the Board's position as stated in its Policy on Athletics, Board of Regents Procedural Guide, Section X; and (4) adopt the "Statement of Principles" identified by the Knight Commission and recommend that each university adopt the principles.

The John S. and James L. Knight Foundation (Knight Foundation) was begun in 1950 through the generosity of the family which owned the Knight brother's newspaper enterprises. With the succession of the Knight Rider newspaper empire, the bequests of members of the Knight family and contributions from Knight Rider newspapers, the foundation has become one the largest in the country. It makes national grants in journalism, education, arts and culture, and community initiatives.

In 1989 the Knight Foundation trustees were concerned that the abuses in intercollegiate athletics threatened the integrity of higher education. The foundation

established the Knight Commission to review the status of intercollegiate athletics and propose a reform agenda for college sports. The commission, composed of nationally-recognized leaders in higher education, prepared three reports aimed at correcting perceived deficiencies in intercollegiate athletics through adoption of rules and principles by governing boards and universities. The Knight Commission reports became the foundation of reforms within the National Collegiate Athletic Association (NCAA). Principal among the Knight Commission outcomes was the adoption of a “one plus three” rule (the university president [one] responsible for the academic integrity, financial integrity, and independent certification [three] of intercollegiate athletics) and a Statement of Principles for collegiate athletics.

In February 1992, the Board, upon the recommendation of the Regent Priority Study Committee on Athletics, adopted policy and procedures fashioned after the Knight Commission “one plus three” rule and the Statement of Principles “...to provide additional policy emphasis on integrity in athletics.” Pursuant to NCAA rules, the Regent universities are subject to periodic reviews by the NCAA and by institutional, non-athletic department committees. Ten-year reviews have been completed at all three universities and the athletic programs of each have been certified by the NCAA. An interim review is currently underway at the University of Iowa and appears to be progressing satisfactorily. The Board Office recommended that the Board reaffirm its policy and procedure statement on athletics and adopt the “Statement of Principles” contained in the third report of the Knight Commission.

Director Wright reviewed with the Regents the information that was provided in the docket materials.

Regent Lande asked for clarification regarding the statement in the docket memorandum that all three Regent universities were certified at their last review. The University of Iowa was certified in 1998. Iowa State University was certified in 1996. The University of Northern Iowa was certified in 1996.

Director Wright responded that those certifications were interim certifications. The NCAA staggered the dates of the interim reviews.

**MOTION:**

Regent Lande moved to (1) receive the report on the Knight Commission’s “one plus three” rule; (2) receive a status report on associated certification reviews at the Regent universities; (3) reaffirm the Board’s position as stated in its Policy on Athletics, Board of Regents Procedural Guide, Section X; and (4) adopt the “Statement of Principles” identified by the Knight Commission

and recommend that each university adopt the principles. Regent Fisher seconded the motion.  
MOTION CARRIED UNANIMOUSLY.

President Newlin stressed the importance of revisiting this issue for the benefit of the new Regents and new people at the universities.

**ADMINISTRATIVE PROCEDURES ACT – ADOPTION OF NOTICED RULES.** The Board Office recommended the Board adopt administrative rules [Chapters 18 (Declaratory Orders), 19 (Procedure for Rule Making), and 20 (Contested Cases) of Section 681 of the Iowa Administrative Code and the amendment of titles of certain current chapters and rescission of certain sections] approved by the Board in February, 1999 and published as Notice of Intended Action in the April 7, 1999, Iowa Administrative Bulletin, as required by the Administrative Procedures Act. These rules are adopted by reference.

In February 1999, the Board approved a set of rules for publication as a Notice of Intended Action (Notice) in the Iowa Administrative Bulletin. The rules were required to place the Board and its institutions in compliance with the Administrative Procedures Act effective July 1, 1999. The Notice was published April 7, 1999. No comments were received within the period required by the Notice. Pursuant to the APA the Board must adopt its rules within 100 days of publication as a Notice.

MOTION:

Regent Turner moved to adopt administrative rules [Chapters 18 (Declaratory Orders), 19 (Procedure for Rule Making), and 20 (Contested Cases) of Section 681 of the Iowa Administrative Code and the amendment of titles of certain current chapters and rescission of certain sections] approved by the Board in February, 1999 and published as Notice of Intended Action in the April 7, 1999, Iowa Administrative Bulletin, as required by the Administrative Procedures Act. These rules are adopted by reference. Regent Neil seconded the motion. MOTION CARRIED UNANIMOUSLY.

**REPORT ON IOWA COLLEGE STUDENT AID COMMISSION.** The Board Office recommended the Board receive the report on the May 18, 1999, meeting of the Iowa College Student Aid Commission.

The Iowa College Student Aid Commission met in May. The meeting's agenda consisted mostly of routine reports on financial aid programs. The Commission also received a legislative report on programs receiving state appropriations. Key increases were:

- An additional \$3.0 million for the Iowa Tuition Grant Program which will fund an authorized increase in the maximum grant of \$250. Next year's maximum award will be \$3,900.
- An additional \$238,203 for the Vocational-Technical Tuition Grant Program, which will fund an authorized maximum award of \$650, up from the current \$600 maximum.
- An additional \$23,740 for the State of Iowa Scholarship Program. The increase will help maintain the value of the award. The maximum award is \$400 per student. Next year, approximately 1,200 students who will attend accredited colleges and universities in Iowa will receive these scholarships.
- A new appropriation of \$250,000 for a Teacher Shortage Forgivable Loan Program to replace the Industrial Technology Teacher Forgivable Loan Program. The new program will provide loans of up to \$3,000 for students agreeing to practice in teacher shortage areas designated by the director of the Iowa Department of Education. The loans will be reduced by 20% for each year of service in a designated area of need.

The commission authorized its staff to retain KPMG Peat Marwick for a study and recommendations concerning the commission's programs and operations. The review will include, for example, the need for a strategic plan to address changes in federal funding, potential new alliances, and consideration of changes in the commission's forecasting methodology.

Executive Director Stork stated that the May meeting of the Iowa College Student Aid Commission consisted of primarily routine reports and an update on the legislative session. He noted that new appropriations were being provided for a teacher shortage forgivable loan program.

Regent Neil asked who makes the decision on which teachers qualify for the forgivable loan program. Executive Director Stork said qualification would be determined by the director of the Iowa Department of Education.

**ACTION:** President Newlin stated the Board received the report on the May 18, 1999, meeting of the Iowa

College Student Aid Commission, by general consent.

**BOARD OFFICE PERSONNEL TRANSACTIONS.** The Board Office reported that there were no transactions on its personnel register this month.

**YEAR 2000 STATUS REPORT.** The Board Office recommended the Board (1) receive the updated report of the Peer Review Team on progress of the institutions in compliance with Year 2000 (Y2K) requirements; (2) receive information concerning the State's Emergency Management Division's Y2K activities for contingent operations; and (3) receive the report (oral) of the University of Iowa on its Y2K compliance activities.

The Board had before it the monthly update of institutional activity and progress toward Y2K compliance. The institutions continue to progress in a manner calculated to bring timely compliance in the fall. The state's auditor of Y2K processes, CTA, expects to complete its preliminary reports of analysis of selected university computer code by June 11.

The State's Emergency Management Division (EMD) requested a list of classifications of bargaining unit employees who will be on duty during the millennium transition. That list was timely provided, reviewed by division head Ellen Gordon, and found acceptable. The Board will receive an oral report of the EMD meeting of June 7.

The University of Iowa will provide an update on its Y2K compliance activities with special attention to implementation of human resources software.

Director Wright reviewed with the Regents the information that was provided in the docket materials. He anticipated that the meeting with the Legislative Oversight Committee on June 29 would go well. The CTA review of computer codes for each of the universities and University of Iowa Hospitals and Clinics had been completed. The first draft report was provided last evening. Institutional officials have not had an opportunity to review the draft report. Next Tuesday the parties involved will meet to go over the report.

Director Jim Wagner presented the year 2000 progress report on behalf of the University of Iowa Hospitals and Clinics (UIHC). He referred to the CTA report which was just received and stated that University of Iowa Hospitals and Clinics submitted 177,000 lines of code from 220 different programs. CTA found the UIHC to be 96.3 percent in compliance. Only eight programs of the 220 programs had any problem at all and those were very minor.

Director Wagner reviewed the completion status for the various areas. Mainframe/midrange hardware and systems are at 94 percent. Personal computers are at 84 percent. He said 1,600 of the 1,800 work stations are now compliant. Mainframe application software is 88 percent complete while networks and telecommunications is 89 percent complete. Medical equipment is 83 percent complete and building mechanicals is 88 percent complete.

Director Wagner discussed what would occur in the next few months. He stated that rigorous testing is underway; they have already celebrated the change of the century 18 times! He described contingency planning activities. Written plans are completed for all 104 user areas of the University of Iowa Hospitals and Clinics. Reviews of computer system business continuity plans will be finalized. Two dress rehearsals are scheduled—in July there will be a power interruption and in October there will be a computer interruption.

Regent Kelly asked how often UIHC tests its generators by turning off outside sources of electricity. Director Wagner responded that tests of the emergency back-up power are done on a monthly basis.

Regent Kelly asked how much of the most vital emergency equipment has battery back up. Director Wagner responded that every one of the critical care areas has separate outlets that switch to emergency power in two seconds following a power outage.

Regent Turner said it was her understanding that some of the hospitals and medical clinics around the state assume that University of Iowa Hospitals and Clinics would be the back-up hospital should those others experience problems.

Director Wagner stated that University of Iowa Hospitals and Clinics officials continue to work on a communication plan with the Iowa Hospital Association so UIHC knows in advance if health care providers intend to transfer patients to UIHC.

Director David Dobbins presented the year 2000 progress report on behalf of the University of Iowa. With regard to completion status, he said facilities is at 95 percent, network and telecommunications is at 85 percent, administrative software is at 82 percent. He noted that there was some additional scope required in the administrative software area. Additional staff were assigned to that area and have responded accordingly. The area of personal computers is 92 percent complete; he presented an inventory of personal computers at the university. Mainframe and systems is 94 percent complete. He noted that the CTA review was completed on admissions applications. Of the 81,000 lines of code, there were 45 comments and one line to be corrected. University officials feel good about the sample set of code that was reviewed by CTA; it gives some credence to what university officials have been

saying about the university's readiness. The University of Iowa is categorized by CTA as a low risk with a qualifier.

Director Dobbins stated that a parallel platform has been established. With regard to facilities equipment, Johnson Control updates will not be installed until September or October. He addressed contingency planning and stated that university officials have invested a great deal of effort to develop a fairly high-level plan. The contingency plan is 90 percent complete.

President Newlin asked when university officials would again report to the Board. Director Dobbins stated that university officials would report in October when the Board next meets at the University of Iowa.

President Newlin asked if the completion status in October would be at 99 percent. Director Dobbins responded that for the most part the completion status would be at 99 percent. At that time any attempts to remediate will be pretty much closed. University officials will continue extensive testing that could cause an item to be less than 99 percent complete in October. He said he feels very comfortable about the progress. He noted that a lot of effort has been made by his staff, and the staff of facilities and public safety.

President Newlin thanked university officials for the very thorough reports.

**ACTION:** President Newlin stated the Board, by general consent, (1) received the updated report of the Peer Review Team on progress of the institutions in compliance with Year 2000 (Y2K) requirements; (2) received information concerning the State's Emergency Management Division's Y2K activities for contingent operations; and (3) received the report (oral) of the University of Iowa on its Y2K compliance activities.

**AFFILIATED ORGANIZATION REPORTS.** The Board Office recommended the Board receive the affiliated organization report on the Committee for Agricultural Development associated with Iowa State University and the Iowa School for the Deaf Foundation.

The Committee for Agricultural Development, an organization affiliated with Iowa State University, exists for scientific and educational purposes that promote the general welfare of agriculture. The independent auditor reported that the financial statements of the Committee for Agricultural Development for the fiscal year ended December 31, 1998, were presented fairly in all material respects. No findings were reported.

The Iowa School for the Deaf Foundation, with a December 31, 1998, fiscal year end, was organized to provide financial support to ISD through the acquisition of gifts, grants, bequests, and other available funding. This is the first report provided to the Board for this foundation. A volunteer-based board of directors conducts the affairs and business of the foundation.

The financial data for these organizations are retained at the Board Office.

**ACTION:** President Newlin stated the Board received the affiliated organization report on the Committee for Agricultural Development associated with Iowa State University and the Iowa School for the Deaf Foundation, by general consent.

**BOARD MEETINGS SCHEDULE.** The Board Office recommended the Board approve the Board meetings schedule.

July 14-15, 1999	Iowa State University	Ames
September 15-16, 1999	University of Northern Iowa	Cedar Falls
October 20-21, 1999	University of Iowa	Iowa City
November 17-18, 1999	Iowa State University	Ames
December 15-16, 1999	West Des Moines Marriott Hotel	W. Des Moines
January 19, 2000	Telephonic Conference Call	
February 16-17, 2000	University of Iowa	Iowa City
March 15-16, 2000	University of Northern Iowa	Cedar Falls
April 19-20, 2000	Iowa School for the Deaf	Council Bluffs
May 17, 2000	Iowa Braille and Sight Saving School	Vinton
May 18, 2000	University of Northern Iowa	Cedar Falls
June 14-15, 2000	Lakeside Laboratory	Okoboji
July 19-20, 2000	University of Northern Iowa	Cedar Falls
September 13-14, 2000	University of Iowa	Iowa City
October 18-19, 2000	Iowa State University	Ames
November 15-16, 2000	University of Iowa	Iowa City
December 13-14, 2000	West Des Moines Marriott Hotel	W. Des Moines

**ACTION:** The Board meetings schedule was approved on the consent docket.

President Newlin then asked Board members and institutional officials if there were additional general or miscellaneous items for discussion. There were none.

## STATE UNIVERSITY OF IOWA

The following business pertaining to the University of Iowa was transacted on Wednesday and Thursday, June 16-17, 1999.

President Coleman introduced the university's new student leaders: Lana Zak, president of the student body. Ms. Zak won a Truman Award which pays for her last year in college and for graduate work. Chris Linn, undergraduate collegiate senate executive, is an exercise science and pre-med student. President Coleman stated that university officials are always proud of the student leaders.

Regent Kennedy stated that the Regents do not want to wait until close to tuition time to discuss tuition because there are a lot of issues. The Board members get torn as do the students when trying to balance the needs of the students and the needs of the university, long term and short term. She said she looked forward to hearing from the students on an ongoing basis. She then asked the two student leaders what were the goals and issues they hoped to bring forward.

Mr. Linn addressed the issue of tuition. He stated that this year student government leaders especially want to get as much student input as possible. They are planning to conduct a survey campaign through the Daily Iowan as well as through the residence halls to obtain student input on where students would like their tuition money to go. The effort will also educate students on the funding process of the university and help them to understand that their tuition money goes into a pool of lots of money. Student leaders are especially concerned with telling the Regents where the students would like their money to go and what they see as the university's needs.

Ms. Zak stated that another issue she expected that students would work together with the Regents on would be the library. Student government executives are discussing how to continue the strong history of the University of Iowa as a research university and how to address the problems in the libraries. The libraries are critical. The university is facing some unexpected problems regarding the libraries. Students are also working with President Coleman on achieving all of the goals to make the University of Iowa one of the best in the Big 10. Other issues the students want student government to address are problems of parking, transportation and recycling, all of which are very important issues. Another issue is helping to shape the leadership of the future as part

of the educational experience outside of the classrooms. Those types of experiences are something that students are very interested in promoting.

Regent Kennedy wished the students good luck.

**RATIFICATION OF PERSONNEL TRANSACTIONS.** The Board Office recommended the Board ratify personnel transactions, as follows:

Register of Personnel Changes for April 1999.

Approve the reappointments of Douglas True as Treasurer and Douglas Young as Secretary in accordance with Chapter 262.9 of the Code of Iowa for the fiscal year beginning July 1, 1999.

Receive the appointment of Sandra Bowman Damico as Dean of the College of Education effective July 1, 1999, at an annual salary of \$145,000.

**ACTION:** The personnel transactions were approved, as presented, on the consent docket.

**COURSE CHANGES.** The Board Office recommended the Board refer the proposed course changes at the University of Iowa to the Board Office and the Interinstitutional Committee on Educational Coordination for review and recommendation.

University of Iowa officials submitted its list of proposed course changes for the approval of the Board of Regents. The proposed course offerings represent the continuing response of the University to the changing educational needs of students, changing disciplinary emphases, and vitality of University faculty. The course changes do not include any new programs of study.

**ACTION:** This matter was referred on the consent docket.

**NAME CHANGE: RADIATION BIOLOGY GRADUATE PROGRAM AND M.S. AND PH.D. DEGREES IN RADIATION BIOLOGY TO FREE RADICAL AND RADIATION BIOLOGY GRADUATE PROGRAM AND THE M.S. AND PH.D. DEGREES IN FREE RADICAL AND RADIATION BIOLOGY.** The Board Office recommended the Board refer the name change for the Radiation Biology graduate program and the M.S. and Ph.D. degrees in Radiation Biology to the Free Radical and Radiation Biology graduate program and the M.S. and Ph.D. degree in Free Radical and Radiation Biology at the University of Iowa to the Interinstitutional Committee on Educational Coordination and the Board Office for review and recommendation.

University of Iowa officials requested approval of a name change for the Radiation Biology graduate program and the M.S. and Ph.D. degrees in Radiation Biology to the Free Radical and Radiation Biology graduate program and the M.S. and Ph.D. degrees in Free Radical and Radiation Biology.

The majority of the faculty in the department recommended the proposed name change. There will be no significant budgetary implications as a result of the name change.

**ACTION:** This matter was referred on the consent docket.

**NEW DEGREE PROGRAM: M.S. AND PH.D. IN TRANSLATIONAL BIOMEDICINE.**

The Board Office recommended the Board refer the University of Iowa proposal to establish M.S. and Ph.D. programs in Translational Biomedicine to the Board Office and the Interinstitutional Committee on Educational Coordination (ICEC) for review and recommendation.

Medical education (leading to the M.D. degree) produces physicians who are skilled clinicians highly trained in applying their skills to issues of health and disease. In the past, some physicians have devoted all or a majority of their professional effort to seeking new knowledge about health and disease through research. Recently, there has been a dramatic decline in the number of physician-scientists; this threatens the future ability of the medical research enterprise to continue significant advances in health care and prevention, treatment, and cure of disease.

The proposed graduate program in Translational Biomedicine is designed to train clinicians to conduct rigorous and original clinical investigation by performing research that uses basic biological and physiological principles to address important health concerns. Students entering the program with an M.D. (or equivalent medical degree) will be trained to perform hypothesis-driven research using scientific principles from the basic sciences to address important clinical problems.

Applicants with an M.D. degree (or equivalent medical degree) will be admitted at various stages of their training (immediately upon receipt of the degree or during residency or sub-specialty training). The program of coursework, laboratory rotations, and mentored research will lead either to an M.S. or a Ph.D. degree.

This program will include a consortium of faculty from basic science programs/ departments (e.g., biology, biochemistry, epidemiology) and clinical departments (e.g., medicine, surgery, radiology) and will provide clinicians with rigorous scientific training in translational biomedicine. This program will focus on translational research which is the interface between basic sciences and clinical sciences. Candidates will receive

didactic training in study design, epidemiology, biostatistics, basic biology, physiology, and methods specific to translational biomedicine, such as the application of basic science principles to clinical diseases and the integration of clinical and basic sciences in research.

In addition, students will be expected to participate actively in mentored research in translational biomedicine. Mentored research opportunities include the following five broad areas of clinical investigation: (1) disease mechanisms or etiology; (2) new clinical insights into the diagnosis or natural history of disease; (3) objective assessment and outcome of therapeutic intervention; (4) medical informatics; (5) development of new approaches to therapeutics. Extensive research opportunities are available in each of these areas among faculty participating in the training program.

External funding (including institutional training grants) will provide support for students prior to the mentored research phase of the Program; internal funds from the College of Medicine will provide support to students who are not eligible for external funding. During the mentored research years, students will be supported from external funding available to the program or for those not eligible for this funding, from a combination of funds provided by their research mentor (50 percent), their department (25 percent), and the College of Medicine (25 percent). Typically, master's students will be supported for 2½ years and Ph.D. students will be supported for 4-5 years.

The College of Medicine will support the administrative costs of the program. After the graduate program in Translational Biomedicine is approved, key faculty in the program will apply for extramural support for this program. The college anticipates funds for a physician-scientist training grant from the National Institutes of Health.

**ACTION:** This matter was referred on the consent docket.

**PROFESSIONAL AND SCIENTIFIC CLASSIFICATION SYSTEM.** The Board Office recommended that the Board approve the proposed revisions to the professional and scientific classification system.

As part of its annual review, University of Iowa officials proposed a number of revisions to its professional and scientific classification system. These revisions include the addition of three new classes and pay grade changes to five classes. The pay grades for the new classifications and changes to existing classifications were established through application of the job evaluation instrument in compliance with the state's comparable worth law (Code of Iowa, Chapter 70A.18).

New Classifications Proposed

Administrator, Affiliated Rural Hospital, pay grade 12 (\$41,520 - \$77,740)  
Associate Director, Faculty Practice Plan, pay grade 14 (\$48,590 - \$91,005)  
Associate Director of Financial Management, pay grade 14 (\$48,590 - \$91,005)

Pay Grade Changes Proposed

Assistant Nurse Manager from pay grade 7 (\$28,005-\$52,440) to pay grade 8 (\$30,290-\$56,730)  
Respiratory Care Supervisor from pay grade 8 (\$30,290-\$56,730) to pay grade 9 (\$32,775-\$61,375)  
Assistant Director, Respiratory Care from pay grade 10 (\$35,460-\$66,410) to pay grade 11 (\$38,370-\$71,850)  
Administrator, Hospital School from pay grade 11 (\$38,370-\$71,850) to pay grade 13 (\$44,905-\$84,110)  
Director, Research Services and Administration and Special Assistant to the Vice President for Research from pay grade 15 (\$52,570-\$98,460) to pay grade 17 (\$61,535-\$115,250)

MOTION: Regent Neil moved to approve the proposed revisions to the professional and scientific classification system. Regent Turner seconded the motion. MOTION CARRIED UNANIMOUSLY.

**REGISTER OF CAPITAL IMPROVEMENT BUSINESS TRANSACTIONS.** The Board Office recommended the Board approve the Register of Capital Improvement Business Transactions for the University of Iowa.

Spence Laboratories of Psychology Renovation

Project Summary

	<u>Amount</u>	<u>Date</u>	<u>Board Action</u>
Permission to Proceed		June 1999	Requested

University officials requested permission to proceed with project planning for the phased renovation of laboratory space in the Spence Laboratories of Psychology facility and Seashore Hall. The project will provide modern research laboratories for the Department of Psychology, which has the largest enrollment of undergraduate majors at the university and attracts \$1,800,000 annually in sponsored research.

Even when it opened in 1968, Spence Laboratories was not large enough to accommodate existing laboratory needs. As a consequence, several laboratories have remained in antiquated sections of Seashore Hall. The inadequate and highly dispersed laboratory space has compromised the department's ability to continue to attract high quality faculty.

The proposed project is a comprehensive effort to better consolidate the research facilities and correct the various deficiencies in Seashore Hall and the Spence Laboratories. The main objectives of the consolidation effort are:

- Provide sufficient laboratory space and animal housing for a faculty of six behavioral and cognitive neuroscientists;
- Provide sufficient space to meet requirements of the American Association for Accreditation of Laboratory Animal Care;
- Reduce the traffic of animals and supplies through public areas; and
- Expand space for human subject research.

University officials identified three phases of work which will allow the project to be undertaken without compromising the continuing academic and research efforts of the department. Phase 1 will renovate portions of the ground and third floors of the northeast wing of Seashore Hall to accommodate most of the human subject research activities presently occupying the third floor of Spence Laboratories. Phase 2 will remodel and renovate the third floor of Spence Laboratories to accommodate research support areas and four research laboratories. Phase 3 will remodel and renovate the fourth floor of Spence Laboratories to accommodate additional research support areas and two research laboratories. The total project cost is estimated at \$4,000,000.

According to the university's FY 2000 capital plan, the project would be funded by building renewal funds and Income from Treasurer's Temporary Investments.

University Hospitals and Clinics—Pediatric Bone Marrow Transplant Unit Relocation  
Source of Funds: University Hospitals Building Usage Funds

Project Summary

	<u>Amount</u>	<u>Date</u>	<u>Board Action</u>
Permission to Proceed		July 1998	
Architectural Agreement (Rohrbach Carlson)	\$ 355,000	May 1999	Approved
Program Statement		June 1999	Requested
Project Description and Total Budget	\$3,706,370	June 1999	Requested

This project will remodel space in the existing Pediatric Inpatient Unit on the third floor of the Colloton Pavilion to house the Pediatric Bone Marrow Transplant Unit, which will relocate from space in the Carver Pavilion which it shares with the Adult Bone Marrow Transplant Unit. The project will allow the pediatric unit to be housed with all other functions of the Department of Pediatrics' Division of Hematology/Oncology. Also included will be the renovation of space on the second floor Pediatric Inpatient Unit directly below the site for the Pediatric Bone Marrow Transplant Unit. In addition, upon completion of this project, the vacated space in Carver Pavilion will be renovated to meet the increasing needs of the Adult Bone Marrow Transplant Unit.

University officials requested approval of the program statement and project budget in the amount of \$3,706,370. The Pediatric Bone Marrow Transplant Unit will be designed to support the needs of patients and their families in a secure and clean environment. The existing area will be demolished and reconstructed to provide an enclosed, highly-clean environment to significantly limit the transmission of infection as required for bone marrow transplant patients.

The project area consists of a total of 6,553 net square feet of space which will be renovated to provide five patient rooms of varying sizes, and associated patient, staff and support spaces. The project will include installation of a high efficiency air filtration system and ionic water treatment system. These systems, which will contain the transmission of air borne infectious agents and more highly purify the water supply, are required to reduce the transplant patient's risk of infection. In addition, the space will be renovated to provide the necessary patient, family and staff support facilities. The project will also upgrade the existing fire alarm system to meet current code requirements.

The project also provides for the renovation of 6,529 net square feet of space on the second floor east Pediatric Inpatient Unit in the Colloton Pavilion directly below the site

for the Pediatric Bone Marrow Transplant Unit. Included is the installation of shower stalls in eleven patient bathrooms, and construction of two additional bathroom areas to serve two patient rooms which presently share bathrooms with adjoining patient areas. This portion of the project will also include the conversion of eight double-bed patient rooms to single-bed rooms and the renovation of the unit's nurse station and other staff and family support rooms, including the installation of new finish materials.

University officials requested approval of the preliminary project budget as follows:

Preliminary Budget

Construction	\$ 2,918,400
Architectural/Engineering Support	350,210
Planning and Supervision	145,920
Contingencies	<u>291,840</u>
 TOTAL	 <u>\$ 3,706,370</u>

Institutional Roads—Highway 6 Pedestrian Overpass—Westlawn to International Center

Project Summary

	<u>Amount</u>	<u>Date</u>	<u>Board Action</u>
Engineering Agreement (Shive-Hattery)	\$ 182,990	Sept. 1998	Approved
Project Description and Total Budget	\$ 1,343,000	June 1999	Requested

University officials requested approval of a project description and budget to construct a pedestrian/bicycle bridge over U. S. Highway 6 and the adjacent CRANDIC railroad between the International Center and Westlawn. The existing, uncontrolled pedestrian crossing of the highway is unsafe and not accessible for persons with disabilities. The project has been endorsed by the City of Iowa City, the Iowa Department of Transportation, and the nearby Veteran's Administration Hospital as a project which is necessary to address the high risk for pedestrian injury at this location.

The project will provide a much-needed link between the Health Sciences Campus and the Iowa Center for the Arts Campus. The bridge will connect the sites of the International Center located north of the highway, and Westlawn and the Newton Road Parking Ramp located south of the highway. The project will also include construction of a pedestrian/bicycle trail from the north end of the bridge to Riverside Drive.

The bridge will consist of a pre-cast concrete structure with a length of 226 feet and a width of approximately 10 feet. The high clearances required by the railroad will necessitate the construction of a lengthy access ramp as well as an access stair at the north end of the bridge. The bridge and ramp will be fully accessible to persons with disabilities.

The construction project will require the university to obtain an easement from CRANDIC railroad. The easement will be presented to the Board for approval at a future date.

The preliminary project budget is as follows:

Preliminary Budget

Construction	\$ 1,013,490
Design and Administration	
Consultants	212,990
Design/Construction Services	15,000
Contingencies	<u>101,520</u>
 TOTAL	 <u><u>\$ 1,343,000</u></u>
 Source of Funds	
Institutional Roads Funds	
(Iowa Department of Transportation)	\$ 757,705
Federal Department of Transportation Funds	527,000
(from City of Iowa City)	
Income from Treasurer's Temporary	
Investments	<u>58,295</u>
 TOTAL	 <u><u>\$ 1,343,000</u></u>

Medical Laboratories—Remodel Suite 3000

Source of Funds: College of Medicine Gifts and Earnings

Project Summary

	<u>Amount</u>	<u>Date</u>	<u>Board Action</u>
Project Description and Total Budget	\$ 855,000	June 1999	Requested

University officials requested approval of a project description and budget to renovate Suite 3000 in the Medical Laboratories to provide a modern research laboratory suite for the Department of Anesthesiology. The project will upgrade 3,850 square feet of existing laboratory space and will include demolition and installation of new partitions, mechanical systems, laboratory casework and fume hoods, and new light fixtures and wiring.

The preliminary project budget is as follows:

Preliminary Budget

Construction	\$ 702,100
Design, Inspection and Administration	
Design/Construction Services	73,100
Consultants	9,300
Contingencies	70,500
 TOTAL	 \$ 855,000

University Hospitals and Clinics—Cardiac Rehabilitation Facility Development

Source of Funds: University Hospitals Building Usage Funds

Project Summary

	<u>Amount</u>	<u>Date</u>	<u>Board Action</u>
Project Description and Total Budget	\$ 279,100	June 1999	Requested

University officials requested approval of a project description and budget to remodel 2,400 square feet of space in the Carver Pavilion to house functional areas of the University Hospitals Cardiac Rehabilitation program including reception, exercise, and office areas. The space was previously occupied by the Spine Diagnostic Treatment Center and Volunteer Program which have relocated within University Hospitals.

The project will include demolition and installation of partitions, doors, windows and frames, and modifications to structural, mechanical, electrical and fire suppression systems.

The preliminary project budget is as follows:

Preliminary Budget

Construction	\$ 234,000
Planning and Supervision	11,700
Architectural/Engineering Support	10,000
Contingencies	<u>23,400</u>
 TOTAL	 <u>\$ 279,100</u>

Biological Sciences Renovation/Replacement—Phase 2

Project Summary

	<u>Amount</u>	<u>Date</u>	<u>Board Action</u>
Requested State Appropriation	\$ 14,086,000	Sept. 1998	Included in Board's FY 2001 Capital Request (9/98)
Architectural Agreement for Schematic Design Services (Brooks Borg and Skiles)	\$ 115,000	Sept. 1998	Approved
Architectural Agreement for Detailed Design Services (Brooks Borg and Skiles)	\$ 1,084,000	June 1999	Requested

State funds were appropriated in FY 1997 to provide an addition to the Biological Sciences Complex and to renovate the Annex. Construction is ongoing.

Phase 2 of this project includes the extensive renovation of Old Biology (constructed in 1902), and fire and life safety improvements and the upgrade of mechanical and electrical systems in the Biology I and Biology II facilities (constructed in 1963 and 1969, respectively). Many areas of these buildings remain unchanged since their construction and do not meet the needs of modern science programs.

The infrastructure appropriations bill (HF 772), as passed by the 1999 General Assembly, included a FY 2001 appropriation of \$14,086,000, which is consistent with the Board's request for the project. However, the appropriation was item vetoed by the Governor.

In September 1998 the Board approved the university entering into an agreement for schematic design services for the Phase 2 project with Brooks Borg and Skiles. University officials requested approval to enter into an agreement with Brooks Borg and

Skiles to provide detailed design services from design development through construction documents, including construction services, for the Phase 2 project. The agreement provides for a fee of \$1,084,000, including reimbursables.

University officials wish to proceed with approval of the design agreement at this time even though the FY 2001 appropriation was not approved. This will allow the project design to be completed, in anticipation of project funding being available for FY 2001, so that construction can begin promptly if funds are approved next year. The Phase 1 addition is scheduled for completion in January 2000 which will allow the areas to be renovated in the Phase 2 project to be vacated. The university has verified that it has available resources for payment of the design fee prior to the receipt of state funds. A portion of the appropriation would be used to reimburse the university resources.

University Hospitals and Clinics—Development of Otolaryngology Head and Neck Surgery Institute

Project Summary

	<u>Amount</u>	<u>Date</u>	<u>Board Action</u>
Permission to Proceed		April 1997	Approved
Project Description and Total Budget	\$ 10,828,125	Nov. 1997	Approved
Architectural Agreement (Hansen Lind Meyer)	\$ 636,262	March 1998	Approved
Construction Contract (McComas-Lacina Construction)	\$ 7,702,667	Oct. 1998	Approved*
Previous Change Orders (6)	\$ 111,699		Approved
Change Order #7	(\$ 163,812)	May 1999	Approved
Furnishings Agreement (Shive-Hattery)	\$ 66,500	June 1999	Requested

\* Awarded by Executive Director

This project will finish approximately 40,000 square feet of space on the second level of the Pomerantz Pavilion to provide additional space for the Department of Otolaryngology to meet its present patient care service requirements and permit expansion of existing services and development of new clinical initiatives. The project will provide replacement facilities for various functions of the department which are located in approximately 29,000 square feet of space in the General Hospital.

University officials requested approval to enter into an agreement with Shive-Hattery to provide interior design services for the project. These services are required to ensure

that the installation of new furnishings will be compatible with the installation of the department's existing equipment and furniture in the new space.

The agreement provides for a fee of \$66,500, including reimbursables.

Northwest Campus Chilled Water Plant

Project Summary

	<u>Amount</u>	<u>Date</u>	<u>Board Action</u>
Project Description and Total Budget	\$ 7,130,000	June 1997	Approved
Construction Contract	\$ 2,734,000	Feb. 1999	Approved
Engineering Agreement (Burns and McDonnell)	\$ 566,220	June 1997	Approved
Previous Amendment	\$ 62,419		Approved
Amendment #2	\$ 10,000	June 1999	Requested

This project will construct a chilled water plant in the Newton Road Parking Facility to serve the needs of the west campus. University officials requested approval of Amendment #2 to the engineering agreement with Burns and McDonnell which will provide compensation for additional reimbursable expenses for the reproduction of general construction bidding documents.

University Hospitals and Clinics—Development of Rheumatology Clinic and Orthopaedic Surgery—Clinical Research and Support Facilities

Vice President True stated that university officials requested that the contract award for this project be deferred until the July meeting of the Board of Regents.

\* \* \* \* \*

Included in the university's capital register for Board ratification were project budgets under \$250,000 and amendments to architectural/engineering agreements which were approved by the university, construction contracts which were awarded by the Executive Director, and the acceptance of completed construction contracts. These items were listed in the register prepared by the university.

MOTION: Regent Turner moved to approve the Register of Capital Improvement Business Transactions for

the University of Iowa, as presented by university officials. Regent Neil seconded the motion.  
MOTION CARRIED UNANIMOUSLY.

**LEASE OF PROPERTIES.** The Board Office recommended the Board approve leases, as presented.

University officials requested approval of an amendment to its lease as lessee with the United Way of Central Iowa for the university's use of 3,640 square feet of classroom and office space at the United Way Human Services Campus in Des Moines, Iowa. The amendment will extend the lease for an additional one-year term commencing June 1, 1999 through May 31, 2000. The space will be leased at the rate of \$3,761 per month (\$12.40 per square foot, \$45,132 per year), which is an increase of 1.5 percent over the current lease rate.

University officials requested approval of an amendment to its lease as lessee with Towncrest Investment Associates for the university's use of 8,300 square feet of space in the Brewery Square Building in Iowa City. The amendment provides for renewal of the lease for two successive one-year periods effective July 1, 1999. The space will be renewed for FY 2000 at the rate of \$8,095 per month (\$11.70 per square foot, \$97,140 per year), which is an increase of 1.6 percent over the current lease rate.

University officials requested approval to renew its lease as lessor with Integrated Engineering Solutions for its use of 187 square feet of space in the Technology Innovation Center at the Oakdale Campus at the rate of \$132.46 per month (\$8.50 per square foot, \$1,589.52 per year) for a one-year period commencing July 1, 1999 through June 30, 2000. The new rate is an increase of 41.7 percent over the current lease rate.

University officials requested approval to renew its lease as lessor with EnzyMed, Inc., for its use of 4,222 square feet of space (2,915 square feet of laboratory space and 1,307 square feet of office space) in the Technology Innovation Center at the Oakdale Campus at the rate of \$3,840.79 per month (\$12 per square foot for the laboratory space, \$8.50 per square foot for the office space, \$46,089.48 per year) for a one-year period commencing July 1, 1999 through June 30, 2000. The lease rate per square foot will remain the same as under the current agreement but the amount of space leased will increase by 804 square feet.

MOTION: Regent Fisher moved to approve leases, as presented. Regent Kelly seconded the motion, and upon the roll being called, the following voted:

AYE: Fisher, Kelly, Kennedy, Lande, Neil, Newlin,  
Smith, Turner.  
NAY: None.  
ABSENT: Ahrens.

MOTION CARRIED.

President Newlin then asked Board members and institutional officials if there were additional items for discussion pertaining to the University of Iowa.

President Newlin thanked President Coleman and her staff for their hospitality.

## IOWA STATE UNIVERSITY

The following business pertaining to Iowa State University was transacted on Wednesday and Thursday, June 16-17, 1999.

**RATIFICATION OF PERSONNEL TRANSACTIONS.** The Board Office recommended the Board ratify personnel transactions, as follows:

Register of Personnel Changes for May 1999 that included five requests for early retirement and five requests for phased retirement.

Approve the reappointments of Margaret Pickett as Secretary and Joan Thompson as Treasurer in accordance with Chapter 262.9 of the Code of Iowa for the fiscal year beginning July 1, 1999.

**ACTION:** The personnel transactions were approved, as presented, on the consent docket.

**APPROVAL OF A NEW INTERDEPARTMENTAL GRADUATE MINOR IN COMPLEX ADAPTIVE SYSTEMS.** The Board Office recommended the Board refer the request by Iowa State University to establish a new interdepartmental graduate minor in Complex Adaptive Systems to the Interinstitutional Committee on Educational Coordination and the Board Office for review and recommendation.

The proposed minor responds to Iowa State University's strategic plan, which calls for the development of innovative programs in information science and technology. The minor is a part of the developing information science initiative being developed by the provost and president. It may represent the first step toward the establishment of an interdisciplinary graduate major in this area.

The term "complex adaptive systems" or CAS, refers to natural as well as artificial systems exhibiting apparently complex adaptive behaviors that emerge as a consequence of nonlinear spatio-temporal interactions among a large number of components or systems (Examples from nature: immune systems, multicellular organisms, nervous systems; example of an artificial or human-constructed system -- a large communications network.). Disciplines and fields of study using the research from

CAS include psychology, sociology, neuroscience, economics, mathematics, physics, biology, and engineering.

Minor programs are meant to complement students' major fields of study by offering a sequence of critical knowledge and skills for the effective organization and utilization of information. The three goals of this proposed minor are: 1) to foster productive interaction and collaboration among faculty interested in CAS; 2) to provide a formal educational structure for interdisciplinary training of students in this emerging area; and 3) to attract outstanding graduate students to Iowa State University.

Both the University of Northern Iowa and University of Iowa approve this item. At the University of Iowa, there are some graduate programs in this area, but they are not integrated into a common program, so there is no question of program duplication.

**ACTION:** This matter was referred on the consent docket.

**APPROVAL OF A NEW INTERDEPARTMENTAL MAJOR IN BIOINFORMATICS AND COMPUTATIONAL BIOLOGY.** The Board Office recommended the Board refer the proposed new major of Bioinformatics and Computational Biology, at Iowa State University to the Interinstitutional Committee on Educational Coordination and the Board Office for review and recommendation.

The primary goal of the Bioinformatics and Computational Biology interdepartmental graduate major (BCB) is to prepare students for careers in bioinformatics/computational biology research and university teaching. There is a high demand for scientists in fields such as molecular biology, genetics, biochemistry, and biotechnology. Graduates will be prepared for employment in either academia or industry, doing such tasks as genetic engineering of crop plants or animals, designing drugs in the pharmaceutical industry, and interpreting data gathered and stored in digital form.

The new interdepartmental major, related to the advanced degrees, Doctor of Philosophy in Bioinformatics and Computational Biology and Master of Science in Bioinformatics and Computational Biology, would be offered initially by 29 faculty from eight departments.

Currently, there is a vast shortage of scientists adequately trained in bioinformatics and computational biology. Demand for graduates are strong in both academia and industry. The University of Iowa has a Ph.D. program in Applied Mathematical and Computational Sciences which has other specializations and is broader in some respects, so there is no duplication of this program.

**ACTION:** This matter was referred on the consent docket.

**APPROVAL OF A NAME CHANGE FOR THE BUSINESS ADMINISTRATIVE SCIENCES MAJOR IN THE COLLEGE OF BUSINESS M.S. DEGREE PROGRAM.**

The Board Office recommended the Board refer the proposed name change of the Business Administrative Sciences major in the College of Business M.S. degree program to the Master of Science in Business at the University of Iowa to the Interinstitutional Committee on Educational Coordination and the Board Office for review and recommendation.

The proposed new name for the only major offered in the College of Business under the Master of Science degree would be "Master of Science in Business." The new name provides clarity (avoiding confusion with the Master of Business Administration degree and offering a more commonly recognized name nationally, similar to such degrees as Master of Science in Accounting, Financing or Marketing).

**ACTION:** This matter was referred on the consent docket.

**APPROVAL OF POST-TENURE REVIEW POLICY.** The Board Office recommended the Board approve the Iowa State University proposal of a post-tenure review policy.

In December 1998, when Iowa State University brought a new tenure and promotion document to the Board of Regents for approval, the Board asked that a post-tenure review policy also be developed within the next year. Following that meeting, the faculty senate appointed a committee chaired by Professor Dennis Ross of the Department of Physics, to prepare a draft policy for consideration by the faculty senate. The faculty senate reviewed the policy, approved it and forwarded it to the general faculty for a vote on March 23, 1999. The vote by the faculty approved the policy on April 30, 1999, with 639 yes votes (72 percent) and 248 no votes (28 percent). Over half of the faculty (52.3 percent) voted.

The proposed policy is consistent with the intent of the Board's request and the policies previously approved at the University of Iowa and the University of Northern Iowa.

Interim Provost Seagrave provided the Regents with a summary of the information presented in the docket materials.

Regent Kennedy thanked Interim Provost Seagrave for his efforts. She stated that some of the discussion in the past has focused on faculty performance in the balanced areas of teaching, research and service. She asked Dr. Seagrave to shed some light on the faculty discussion on how to find that balance college by college and department by department.

Interim Provost Seagrave stated that every department has a strategic plan. Each college has a strategic plan which dovetails into the overall university strategic plan. In larger departments, faculty can specialize in teaching, research or outreach which is quite different than in a department which does not have a graduate program. Position responsibilities vary quite a bit across the university.

Regent Kennedy stated that the Regents' goal is not to put all research faculty in the classroom; that does not do students any good. She wanted to make sure that message was actually filtering down so the universities can remain flexible. She did not want to lose sight of the fact that there may be individual faculty members who do not have a balanced workload. Overall there needs to be balance.

Regent Fisher congratulated the university administration in achieving this policy.

Interim Provost Seagrave asked to also congratulate the Faculty Senate.

Regent Lande asked about the turnaround in attitude toward the adoption of a post-tenure review policy.

President Jischke said he believes that faculty understood clearly that the Board wanted to see a policy. The faculty committee, led by Professor Ross, listened to the concerns and objections to the original proposal and crafted a proposal which was much more responsive to the faculty's concerns. He said it is a better policy and one which is seen as an opportunity to help faculty think about how they will continue to improve.

MOTION: Regent Kennedy moved to approve the Iowa State University proposal of a post-tenure review policy. Regent Smith seconded the motion. MOTION CARRIED UNANIMOUSLY.

President Newlin thanked Interim Provost Seagrave for his efforts in this area.

#### **APPROVAL FOR REVISIONS FOR GRADUATE MAJORS IN ANIMAL SCIENCE.**

The Board Office recommended the Board refer the proposed revisions for graduate majors in Animal Science at Iowa State University to the Interinstitutional Committee on Educational Coordination and the Board Office for review and recommendation.

The Iowa State University Department of Animal Science proposed several changes in its graduate programs resulting from review of the program. Four current majors (animal production, muscle biology, nutritional physiology, and physiology of

IOWA STATE UNIVERSITY  
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reproduction) are being discontinued. The department proposed one completely new major (animal science) and one new major (animal physiology) that also includes as

specializations the former majors in physiology of reproduction and in muscle biology. Three current majors (animal breeding, animal nutrition, and meat science) are being continued, except that “and genetics” will be added to the name of animal breeding. Therefore, the department proposed to move from a total of seven majors to a total of five majors.

ACTION: This matter was referred on the consent docket.

**REGISTER OF CAPITAL IMPROVEMENT BUSINESS TRANSACTIONS.** The Board Office recommended the Board approve the Register of Capital Improvement Business Transactions for Iowa State University.

Beardshear Hall Remodeling

Project Summary

	<u>Amount</u>	<u>Date</u>	<u>Board Action</u>
Permission to Proceed		July 1998	Approved
Project Description and Total Budget	\$ 5,750,507	July 1998	Approved
Architectural Agreement through Schematic Design (Brooks Borg and Skiles)	\$ 80,390	Oct. 1998	Approved
Program Statement		June 1999	Requested

This project will remodel space in Beardshear Hall to consolidate various student-related functions in one central campus location. The project will also relocate and consolidate other administrative offices within the building, and address building code, accessibility, and life safety deficiencies. University officials requested approval of the program statement for the project.

Beardshear Hall houses the university’s central administrative departments including the offices of the President, Provost, Vice Presidents and Vice Provosts. The building also houses many entities which interact extensively with students including student financial aid, the treasurer’s office and student affairs. The Beardshear Hall remodeling project will centralize student service functions on the ground floor and relocate existing administrative offices within the building. The remodeling will also allow administrative offices on the second and third floors to be consolidated, providing appropriate functional adjacencies.

The objectives of the remodeling project include the following:

- Fully develop the student answer center on the ground level to include a student help desk and various student service units;
- Reconfigure office suites on the ground, second and third floors to support student answer center activities and accommodate the relocation and consolidation of administrative departments within the building;
- Improve interaction between public spaces and individual office suites so office areas are more visible and inviting from the public atrium space; and
- Address building code, accessibility, life safety and maintenance requirements.

The project area consists of a total of 35,555 net square feet of space as follows:

<u>Ground Level</u>	<u>NSF</u>
Student Answer Center	
Help Desk	600
Other Student Service Areas	9,270
Restrooms/Elevator/Mail/Vending	1,780
Total	11,650
 <u>Second Level</u>	
Vice Provost for Extension	3,205
Vice President for Student Affairs	1,855
Vice Provost for Research and Advanced Studies	1,695
Vice Provost for Undergraduate Studies	1,525
Vice President for External Affairs	940
Marketing	1,465
Conference/Restrooms/Elevator/Storage	1,350
Total	12,035
 <u>Third Level</u>	
Human Resources Services	5,885
University Legal Services	1,580
Institutional Research	1,390
Affirmative Action	985
Governmental Relations	770
Internal Audit	760
Restrooms/Elevator/Storage	500
Total	11,870
 GRAND TOTAL	 <u>35,555</u>

Institutional Roads—Sixth Street Reconstruction

Project Summary

	<u>Amount</u>	<u>Date</u>	<u>Board Action</u>
Project Description and Total Budget	\$ 490,700	June 1999	Requested

University officials requested approval of a project description and budget to reconstruct and realign Sixth Street east of Wallace Road. The project will reconstruct this portion of the roadway which has deteriorated due to heavy truck and bus traffic. In addition, the project will realign the access routes to the university heating plant and Cy-Ride (the City of Ames transit system). The proposed realignment will resolve circulation conflicts between vehicle, bicycle and pedestrian traffic to provide safer access routes in the area. The alignment modifications will also provide additional space for future expansion of the heating plant facilities.

The detail of the proposed budget is as follows:

Preliminary Budget

Construction Costs	\$ 468,600
Professional Fees	17,800
Project Contingency	4,300
 TOTAL	 <u>\$ 490,700</u>
 Source of Funds:	
Utility Repair Funds	\$ 226,500
Institutional Roads Funds	192,200
Federal Transportation Grant	72,000
 TOTAL	 <u>\$ 490,700</u>

Honors Program Building

Project Summary

	<u>Amount</u>	<u>Date</u>	<u>Board Action</u>
Permission to Proceed		March 1999	Approved
Architectural Agreement (Smith Metzger)	\$ 24,000	June 1999	Requested

This project will construct a facility of approximately 6,800 gross square feet to house the functions of the university's honors program which will relocate from its current location in approximately 2,200 square feet of inadequate space in the Osborn Cottage.

University officials requested approval to enter into an agreement with Smith Metzger to provide pre-design through schematic design services for the project. The agreement will provide for a fee of \$24,000, including reimbursables.

MacKay Hall—Food Science and Human Nutrition Laboratory Renovation

Project Summary

	<u>Amount</u>	<u>Date</u>	<u>Board Action</u>
Project Description and Total Budget	\$ 150,000	May 1998	Exec. Dir. *
Revised Total Project Budget	\$ 455,000	May 1999	Approved
Architectural Agreement (RDG Bussard Dikis)	\$ 51,000	June 1999	Requested

\* The initial project budget of \$150,000 was approved by the Executive Director in May 1998 in accordance with Board procedures for projects under \$250,000.

This project will remodel approximately 1,600 square feet of space in the Food Science and Human Nutrition Laboratory in MacKay Hall. The project will include the installation of new heating, ventilating and air conditioning systems, and kitchen and telecommunications equipment.

University officials requested approval to enter into an agreement with RDG Bussard Dikis to provide pre-design through construction services for the project. The agreement will provide for a fee of \$51,000, including reimbursables.

Engineering Teaching and Research Complex

Project Summary

	<u>Amount</u>	<u>Date</u>	<u>Board Action</u>
Permission to Proceed		May 1993	Approved
Planning Funds	\$ 2,190,700	July 1996	Approved
Phase 1 Revised Project Budget	\$33,763,869	July 1996	Approved
Phase 2 Revised Project Budget	\$25,066,393	July 1996	Approved
Total Revised Project Budget	\$61,020,962	Sept. 1997	Approved
Architectural Agreement—Phase 1 (Brooks Borg and Skiles)	\$ 748,000	Nov. 1996	Approved
Previous Amendments (4)	\$ 284,400		Approved
Amendment #5	\$ 9,131	June 1999	Requested
Amendment #6	\$ 11,454	June 1999	Requested

University officials requested approval of two amendments to the design agreement with Brooks Borg and Skiles for the Phase 1 project which includes construction of the main facility, Howe Hall. Amendment #5 will re-design the exhaust path for the emergency generator. Amendment #6 will revise the electrical service in the building in response to furnishing requirements and user requests.

\* \* \* \* \*

Included in the university's capital register was the construction contract award for the Hawthorn Court—Phase 1 project which was awarded by the Executive Director in the amount of \$21,772,300, approximately 5.7 percent below the engineering estimate for the contract. In addition, university officials reported a revised project budget for the Molecular Biology—Lower Level Renovation project in the amount of \$1,212,550, which was approved by the Executive Director to allow award of the construction contract. University officials also reported change order #1 to the construction contract with Welker Construction Company for Farm House Museum—Exterior Renovation project; the change order was approved by the Executive Director as authorized by the Board at the April 1999 meeting.

The register also included project budgets under \$250,000 and amendments to architectural agreements which were approved by the university, additional construction contracts awarded by the Executive Director, and final reports. These items were listed in the register prepared by the university.

MOTION: Regent Lande moved to approve the Register of Capital Improvement Business Transactions for Iowa State University. Regent Kennedy seconded the motion. MOTION CARRIED UNANIMOUSLY.

President Newlin then asked Board members and institutional officials if there were additional items for discussion pertaining to Iowa State University. There were none.

## UNIVERSITY OF NORTHERN IOWA

The following business pertaining to the University of Northern Iowa was transacted on Wednesday and Thursday, June 16-17, 1999.

**RATIFICATION OF PERSONNEL TRANSACTIONS.** The Board Office recommended the Board ratify personnel transactions, as follows:

Register of Personnel Changes for April and May 1999.

Approve the reappointments of Gary Shontz as Secretary and John Conner as Treasurer in accordance with Chapter 262.9 of the Code of Iowa for the fiscal year beginning July 1, 1999.

**ACTION:** The personnel transactions were approved, as presented, on the consent docket.

**REGISTER OF CAPITAL IMPROVEMENT BUSINESS TRANSACTIONS.** The Board Office recommended the Board approve the Register of Capital Improvement Business Transactions for the University of Northern Iowa.

The University of Northern Iowa capital register consisted of items for Board ratification. This included project budgets under \$250,000 which were approved by the university, a construction contract which was awarded by the Executive Director, and the acceptance of completed construction contracts. These items were listed in the register prepared by the university.

**MOTION:** Regent Fisher moved to approve the Register of Capital Improvement Business Transactions for the University of Northern Iowa. Regent Turner seconded the motion. **MOTION CARRIED UNANIMOUSLY.**

**TOWER LEASE.** The Board Office recommended the Board approve the lease, as follows:

University officials requested approval to enter into a new lease as lessor with Electronic Engineering Company for its use of space on the KUNI/KHKE radio tower on the University of Northern Iowa campus. The space will be used for the installation, operation and maintenance of trunked radio equipment, including base stations, antenna poles or masts, cabling, wiring and accessories. The space will be leased at the rate of \$300 per month (\$3,600 per year) for a five-year period commencing July 1, 1999 through June 30, 2004. The lease revenue is used to offset substantial cuts in federal funding experienced in recent years.

**MOTION:** Regent Fisher moved to approve the lease, as presented. Regent Kelly seconded the motion, and upon the roll being called, the following voted:  
AYE: Fisher, Kelly, Kennedy, Lande, Neil, Newlin, Smith, Turner.  
NAY: None.  
ABSENT: Ahrens.

**MOTION CARRIED.**

President Newlin then asked Board members and institutional officials if there were additional items for discussion pertaining to the University of Northern Iowa. There were none.

**EXECUTIVE SESSION.** President Newlin requested that the Board enter into closed session to consider a request from an employee whose performance was being considered as provided by the Code of Iowa section 21.5(1)(i).

**MOTION:** Regent Kennedy moved to enter into closed session. Regent Smith seconded the motion, and upon the roll being called, the following voted:  
AYE: Fisher, Kelly, Kennedy, Lande, Neil, Newlin, Smith, Turner.  
NAY: None.  
ABSENT: Ahrens.

**MOTION CARRIED.**

UNIVERSITY OF NORTHERN IOWA  
June 16-17, 1999

The Board having voted at least two-thirds majority resolved to meet in closed session beginning at 4:16 p.m. on June 16, 1999, and adjourned therefrom at 7:15 p.m. on that same date.

## IOWA SCHOOL FOR THE DEAF

The following business pertaining to the Iowa School for the Deaf was transacted on Wednesday and Thursday, June 16-17, 1999.

**RATIFICATION OF PERSONNEL TRANSACTIONS.** The Board Office recommended the Board ratify personnel transactions, as follows:

Register of Personnel Changes for May 1999.

Approve the reappointment of James Heuer as Secretary and Treasurer in accordance with Chapter 262.9 of the Code of Iowa for the fiscal year beginning July 1, 1999.

Approve the appointment of John Cool as Level I child abuse investigator and Lori Green and Jeanette Watson alternates for the fiscal year beginning July 1, 1999.

**ACTION:** The personnel transactions were approved, as presented, on the consent docket.

**GRADUATION REQUIREMENTS.** The Board Office recommended the Board (1) approve the changes in the graduation requirements at Iowa School for the Deaf to be effective Fall 1999 and (2) request that future curriculum revisions, together with a statement on implications of the proposed changes, be presented to the ISD Advisory Committee and the Board Office at least three months prior to Board of Regents action.

The faculty and administration of Iowa School for the Deaf requested that the Board of Regents approve changes in the graduation requirements, to be effective in Fall 1999. The most recent change in graduation requirements was approved by the Board in 1995. These proposed changes include: 1) switching from semester units to trimester units; 2) reducing the number of elective courses; 3) requiring all students to complete 8 units of vocational/career education; 4) increasing the total number of minutes in the four-year curriculum from 237,600 minutes to 244,800 minutes.

An advantage of the restructuring to a trimester system is increased opportunities for Iowa School for the Deaf students to take some courses at Lewis Central High School. The proposed changes in graduation requirements would not significantly effect the Individual Education Plans (IEPs) which must be developed for each student at Iowa School for the Deaf.

Superintendent Johnson reviewed with the Regents the school's proposal. He said many of the school's students are going to general post-secondary programs. The change meets the requirements of the universities.

Regent Smith asked if Lewis Central Schools is on a trimester system. Superintendent Johnson responded affirmatively.

**MOTION:**

Regent Fisher moved to (1) approve the changes in the graduation requirements at Iowa School for the Deaf to be effective Fall 1999 and (2) request that future curriculum revisions, together with a statement on implications of the proposed changes, be presented to the ISD Advisory Committee and the Board Office at least three months prior to Board of Regents action. Regent Turner seconded the motion. **MOTION CARRIED UNANIMOUSLY.**

**AEA UMBRELLA AGREEMENT.** The Board Office recommended the Board defer this matter until July to permit additional consultation between the Board Office and the institution.

**ACTION:**

President Newlin stated that this matter was deferred, by general consent.

**REGISTER OF CAPITAL IMPROVEMENT BUSINESS TRANSACTIONS.** The Board Office recommended the Board approve the Register of Capital Improvement Business Transactions for the Iowa School for the Deaf.

Long Hall—Third Floor

Source of Funds: Nebraska Restricted Funds

**Project Summary**

	<u>Amount</u>	<u>Date</u>	<u>Board Action</u>
Project Description and Budget	\$ 20,000	June 1999	Requested

This project will provide new interior finishes to the third floor classrooms of the high school, Long Hall. The project will include the installation of acoustical ceilings, carpet, and drywall, and painting.

Sidewalk and Step Repair

Source of Funds: FY 1999 Building Repair Funds

**Project Summary**

	<u>Amount</u>	<u>Date</u>	<u>Board Action</u>
Project Description and Budget	\$ 10,000	June 1999	Requested

This project is a continuation of the school's efforts to repair and replace concrete sidewalks and steps throughout campus.

MOTION:

Regent Neil moved to approve the Register of Capital Improvement Business Transactions for the Iowa School for the Deaf. Regent Smith seconded the motion. MOTION CARRIED UNANIMOUSLY.

President Newlin then asked Board members and institutional officials if there were additional items for discussion pertaining to the Iowa School for the Deaf. There were none.

## IOWA BRAILLE AND SIGHT SAVING SCHOOL

The following business pertaining to Iowa Braille and Sight Saving School was transacted on Wednesday and Thursday, June 16-17, 1999.

**RATIFICATION OF PERSONNEL TRANSACTIONS.** The Board Office recommended the Board ratify personnel transactions, as follows:

Register of Personnel Changes for the period of April 18 to May 15, 1999.

Approve the reappointment of LuAnn Woodward as Secretary and Treasurer in accordance with Chapter 262.9 of the Code of Iowa for the fiscal year beginning July 1, 1999.

Approve the appointment of Dianne Utsinger as Level I child abuse investigator and Barbara Roberts and Nick Fisher alternates for the fiscal year beginning July 1, 1999.

**ACTION:** The personnel transactions were approved, as presented, on the consent docket.

President Newlin then asked Board members and institutional officials if there were additional items for discussion pertaining to the Iowa Braille and Sight Saving School. There were none.

### **ADJOURNMENT.**

The meeting of the Board of Regents, State of Iowa, adjourned at 9:12 a.m. on Thursday, June 17, 1999.

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Frank J. Stork  
Executive Director