

Contact: Andrea Anania

MINUTES OF APRIL 19-20, 2017, BOARD MEETING

**LIED MULTIPURPOSE COMPLEX – COMMUNITY ROOM
IOWA SCHOOL FOR THE DEAF
COUNCIL BLUFFS, IOWA**

Board Members	April 19, 2017	April 20, 2017
Sherry Bates	Present	Present
Patty Cownie	Present	Present
Milt Dakovich	Present	Present
Rachael Johnson	Present	Present
Larry McKibben	Present	Present
Katie Mulholland	Present	Present
Bruce Rastetter	Present	Present
Michael Richards	Present	Present
Subhash Sahai	Absent	Absent

Board Office

Andrea Anania, Brock Ascher, Brad Berg, Rachel Boon, Mark Braun, Aimee Claeys, Bob Donley, Josh Lehman, John Nash, Jason Pontius, Patrice Sayre, Todd Stewart

Regent Institutions

SUI Bruce Harreld, Sue Curry, Rod Lehnertz, Erin Brothers, Tom Vaughn
Jean Robillard, Ken Fisher, Ken Kates, Jennifer Vermeer

ISU Steven Leath, Miles Lackey, Jonathan Wickert
Clayton Johnson, Jonathan Sturm

UNI Mark Nook, Jim Wohlpart, Michael Hager

ISD/IBSSS Steven Gettel, Mike Morgan

Others

Mark LeMay, Springsted Incorporated

Dan Kinney, Iowa Western Community College

Mary Mosiman, Auditor of State

Andy Nielsen, Deputy Auditor of State

Roger Nearmyer, Nearmyer & Associates, P.C. (via phone)

Doug Oest, Marquette Associates, Inc.

The corresponding memorandum for each agenda item, an integral component of the minutes, is available on the Board of Regents website: <http://www.iowaregents.edu>. Copies of these memoranda can also be obtained from the Board Office by calling 515-281-3934. Audio of the meeting is also available on the website.

April 19, 2017

The Academic and Student Affairs Committee met at 1:00 p.m.

The Property and Facilities Committee met at 2:30 p.m.

Call to Order for April 19, 2017

President Rastetter called the Board of Regents meeting to order at 3:45 p.m.

Roll Call:

<u>Regent</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Richards</u>	<u>Sahai</u>
Present	x	x	x	x	x	x	x	x	
Absent									x

The University of Iowa Hospitals and Clinics Committee met at 3:03 p.m.

Board Receipt of Committee Report

➤ MOVED by MCKIBBEN, SECONDED by RICHARDS, to approve:

- ▶ A UIHC Proposed Rate Increase of 6% for FY 2018; and
- ▶ The UIHC Strategic Plan as detailed in the attachment to the memorandum.

<u>Regent</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Richards</u>	<u>Sahai</u>
Aye	x	x	x	x	x	x	x	x	
Absent									x

MOTION APPROVED by ROLL CALL.

The Audit/Compliance and Investment Committee met at 4:00 p.m.

Adjourn

President Rastetter adjourned the meeting at 4:33 p.m.

Call to Order for April 20, 2017

President Rastetter called the Board of Regents meeting to order at 10:07 a.m.

Roll Call:

<u>Regent</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Richards</u>	<u>Sahai</u>
Present	x	x	x	x	x	x	x	x	
Absent									x

Update on Collaboration with Community Colleges

Interim Chief Academic Officer Rachel Boon welcomed Iowa Western Community College President Dr. Dan Kinney. Dr. Kinney spoke about opportunities and challenges offered by partnerships between the Regent universities and Iowa's community colleges.

- The Board received the update by GENERAL CONSENT.

CONSENT AGENDA

- MOVED by MULHOLLAND, SECONDED by COWNIE, to approve and receive the following CONSENT AGENDA items:
 - ▶ Minutes of February 22-23, 2017, Board Meeting
 - ▶ Minutes of March 8, 2017, Telephonic Board Meeting
 - ▶ Minutes of March 27, 2017, Telephonic Board Meeting
 - ▶ Approval of University Parking for FY 2018
 - ▶ Annual Report on Competition with Private Enterprise
 - ▶ Personnel Appointments
 - ▶ Allocation of Mandatory Student Fees for 2017-2018 Academic Year
 - ▶ University of Iowa Facilities Corporation Reimbursement Resolution
 - ▶ Resolution to Establish Utilities System at the University of Northern Iowa
 - ▶ FY 2017 Amended University Operating Budgets
 - ▶ Property and Facilities Committee Meeting – February 22, 2017
 - ▶ Academic and Student Affairs Committee Meeting – February 22, 2017
 - ▶ Audit/Compliance and Investment Committee Meeting – February 22, 2017
 - ▶ University of Iowa Hospitals and Clinics Committee Meeting – February 22, 2017
 - ▶ Policy Manual Revisions

<u>Regent</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Richards</u>	<u>Sahai</u>
Aye	x	x	x	x	x	x	x	x	
Absent									x

MOTION APPROVED by ROLL CALL.

Board President Report

President Rastetter thanked the Board for the opportunity to serve on the Board of Regents, commented on accomplishments and challenges during his term, and offered his thoughts on the system going forward.

Regent McKibben thanked President Rastetter and President Pro Tem Mulholland for their vision with respect to TIER (Transparent, Inclusive Efficiency Review), the comprehensive review of the academic and administrative expenses at the three public universities and the Regent system.

- ▶ President Rastetter read the following proclamation for Iowa State University President Dr. Steven Leath:

WHEREAS, Dr. Steven Leath was selected by the Board of Regents to be the 15th President of Iowa State University effective February 1, 2012; and

WHEREAS, under President Leath's leadership, Iowa State University has achieved record enrollment, including more than 36,000 students on campus as of Fall 2016, and enrollment having grown more than 18 percent over the five years; and

WHEREAS, he has led Iowa State in strategic initiatives to maintain and improve the high quality student educational experience that the university is known for, strengthen the university's scholarly reputation, broaden its research enterprise, expand its economic development programs and activities for the state of Iowa, and increase diversity among students, faculty and staff; and

WHEREAS, he has seen Iowa State achieve not only record enrollment, but records in retention rates, graduation rates, job placement rates and fundraising, including having launched the *Forever True, For Iowa State* comprehensive fundraising campaign, the University's' largest ever; and

WHEREAS, under his leadership, Iowa State received a record \$425 million of external research funding in fiscal year 2016, which includes grants, contracts, gifts and cooperative agreements from federal, state, and local governments as well as from corporations, foundations and other universities; and

WHEREAS, over the years he has been named to several national and regional groups. He is a member of the Council of Presidents of the Association of Public and Land-Grant Universities, serves on the Board of Directors of the University Innovation Alliance and the Greater Des Moines Partnership, was founding co-chair of the Cultivation Corridor regional economic development initiative, and is a member of the executive committee of the Iowa STEM Advisory Council, the World Food Prize Council of Advisors, the Qassim University International Advisory Board, and the Iowa Business Council;

NOW, THEREFORE, BE IT RESOLVED that the Board of Regents, State of Iowa, expresses its deep gratitude to Dr. Steven Leath for his expertise and dedication and presents to him this plaque in recognition of his extraordinary service and contributions to the Board of Regents, its institutions, students, families, and all Iowans. Moreover, we recognize and truly appreciate the extraordinary service of his wife, Janet Leath, and wish them all the best in the future.

- ▶ Regent McKibben read the following proclamation for President Pro Tem Katie Mulholland:

WHEREAS, Katie Mulholland was appointed to the Board of Regents by Governor Terry Branstad effective May 1, 2011, and her term will end on April 30, 2017; and

WHEREAS, she served in Board leadership for the past four years, having been elected President Pro Tem of the Board in 2013 and was unanimously re-elected President Pro Tem of the Board in both 2014 and 2016; and

WHEREAS, during her time on the Board, she has served as Chair of the Academic and Student Affairs Committee; and

WHEREAS, the Board has undertaken numerous key initiatives during her time on the Board, including the Transparent, Inclusive Efficiency Review (TIER), development of a new Board of Regents Strategic Plan, overhaul of the Board Policy Manual, a review of Board meeting schedules and committee structure, and the implementation of the Board's first Campus Safety and Security Summit; and

WHEREAS, during her time on the Board, tuition was frozen for in-state undergraduate students at Iowa's public universities for two and one half years for the first time in 40 years, allowing college to remain affordable and accessible for countless students and their families; and

WHEREAS, she served on several institutional head search committees, including co-chairing the successful presidential search at the University of Northern Iowa in 2016; and

WHEREAS, during her service on the Board, there were hundreds of millions of dollars in capital projects across the Regent enterprise; and

WHEREAS, during her tenure on the Board, enrollment at Iowa's public universities continued to rise throughout her six years, reaching an all-time high of more than 81,000 students in Fall 2016, with the University of Iowa and Iowa State University each reporting record individual enrollments during that term;

NOW, THEREFORE, BE IT RESOLVED that the Board of Regents, State of Iowa, expresses its deep gratitude to Katie Mulholland for her expertise, dedication, and leadership for six years of service to the Board, and presents to her this plaque in honor of her extraordinary service and contributions to the Board of Regents, its institutions, students, families, and all Iowans.

- ▶ Regent Johnson thanked President Rastetter for: (1) his hard work over the last six years; (2) continually putting students first; and (3) being a tireless advocate for the Regents institutions. She then read the following proclamation for President Rastetter:

WHEREAS, Bruce Rastetter was appointed to the Board of Regents by Governor Terry Branstad effective May 1, 2011, and his term will end on April 30, 2017; and

WHEREAS, he has served as President Pro Tem of the Board from 2011 until 2013, when he was elected President of the Board, and was unanimously re-elected President of the Board in both 2014 and 2016; and

WHEREAS, during his tenure on the Board and under his leadership, the Board was able to freeze undergraduate resident tuition at Iowa's public universities for two and one half consecutive years, the first time that had been accomplished since the 1970s; and

WHEREAS, because of his tireless efforts on behalf of students and their families, Iowa's public universities remain affordable and accessible and the amount of student debt declined; and

WHEREAS, while he was on the Board, the Transparent, Inclusive Efficiency Review (TIER) process was implemented, which resulted in millions of dollars in savings across the Regents enterprise, and put in place processes that will continue to allow for savings at the public universities for years to come; and

WHEREAS, during his service on the Board, there were hundreds of millions of dollars in capital projects across the Regent enterprise; and

WHEREAS, during his tenure on the Board, enrollment at Iowa's public universities continued to rise throughout his six years, reaching an all-time high of more than 81,000 students in Fall 2016, with the University of Iowa and Iowa State University each reporting record individual enrollments during that term; and

WHEREAS, during his tenure, five searches for institutional heads were conducted with the searches culminating in the selections of outstanding leaders for our institutions;

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

- MOVED by MCKIBBEN, SECONDED by JOHNSON, to accept the proclamations for President Leath, President Pro Tem Mulholland, and President Rastetter.

<u>Regent</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Richards</u>	<u>Sahai</u>
Aye	X	X	X	X	X	X	X	X	
Absent									X

MOTION APPROVED by ROLL CALL.

Iowa State University Presidential Search Update

Executive Director Bob Donley gave an update on selection of the search firm, search committee makeup, and the timeline for hiring the next ISU President.

- MOVED by JOHNSON, SECONDED by MULHOLLAND, to approve the following nominees to the Iowa State University Presidential Search and Screen Committee:

<u>Name and Title</u>	<u>Representing</u>
▶ Dan Houston, Co-Chair – Principal Financial Group President and CEO	Member of the Public
▶ Luis Rico-Gutierrez, Co-Chair – Dean	College of Design
▶ Tim Day, Faculty Senate President	Faculty
▶ Jessica Bell, President	Professional & Scientific Staff
▶ Cody West, President	Student Government
▶ Vivek Lawana, President	Graduate Students
▶ Steven Freeman, University Professor	Agricultural and BioSystems Engineering
▶ Brent Shanks, Professor of Engineering	Chemical and Biological Engineering
▶ Ann Marie Fiore, University Professor	Department of Apparel, Events, and Hospitality Management
▶ Monic Behnken, Associate Professor	Department of Sociology
▶ Jessica Ward, Assistant Professor	Veterinary Clinical Sciences
▶ Charles (Brad) Shrader, Morrill Professor	Management
▶ Thea Oberlander, Retired Alumni, College of Business	ISU Alumni Association
▶ Steve Zumbach, Attorney	ISU Alumni Association
▶ Ric Jurgens, Hy-Vee Retired Chairman, CEO, and President	ISU Foundation
▶ Gary Streit, Attorney	ISU Foundation
▶ Tom Hill, Retired Senior Policy Advisor	Member of the Public
▶ Patty Cownie, Regent	Board of Regents
▶ Sherry Bates, Regent	Board of Regents
▶ Milt Dakovich, Regent	Board of Regents
▶ Nancy Boettger, Regent	Board of Regents
▶ Bob Donley, Executive Director	Ex-Officio / Non-Voting
▶ Mark Braun, Chief Operating Officer	Ex-Officio / Non-Voting

MOTION APPROVED UNANIMOUSLY.

Reports from Institutional Heads

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

- The Board received the reports by GENERAL CONSENT.

Report of the Property and Facilities Committee

- MOVED by DAKOVICH, SECONDED by BATES, to:
 - ▶ For the benefit of the University of Iowa, approve the actions detailed on page one of the docket memorandum (P&F 2) for the:
 - ◆ Renovation of Burge Residence Hall;
 - ◆ College of Nursing Building – Building Modifications;
 - ◆ John Colloton Pavilion – Level 3 Relocation of Acute Leukemia and Bone Marrow Transplant Unit;
 - ◆ John Pappajohn Pavilion – Level 7 Relocation of RSCCU/Palliative Care Unit;
 - ◆ Roy Carver Pavilion – Inpatient Psychiatry Expansion & Renovation;
 - ◆ John Colloton Pavilion – MRI Suite Safety and PET/MR Expansion and Renovation;
 - ◆ Pomerantz Family Pavilion - MRI Linear Accelerator Installation; and
 - ◆ Hawkeye Drive Apartments – Raze Facilities projects; all major capital projects as defined by Board policy;
 - ▶ For the benefit of the University of Iowa, approve the purchase of commercial property at 716 East 2nd Avenue in Coralville, Iowa from Lock Properties LC at a purchase price of \$1,395,190 and a waiver of Board Policy 2.3.2 Ciii (conveyance of real estate for monetary consideration based on two appraisals), subject to approval of the final documents by the Board Office and Attorney General’s Office. (P&F 3); and
 - ▶ For the benefit of Iowa State University, approve the actions detailed in the docket memorandum (P&F 4) for the:
 - ◆ Institutional Roads 2018 – Union Drive and Welch Road Reconstruction; and
 - ◆ Utilities – Chilled Water West Campus Distribution Improvements projects.

<u>Regent</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Richards</u>	<u>Sahai</u>
Aye	x	x	x	x	x	x	x	x	
Absent									x

MOTION APPROVED by ROLL CALL.

Report of the Academic and Student Affairs Committee

➤ MOVED by MULHOLLAND, SECONDED by COWNIE, to:

- ▶ Receive the report and approve the 2017-2018 Proposed Tenure Actions as detailed in the memorandum (ASAC 4a);
- ▶ Establish a Master of Science in Finance in the Graduate College and Tippie College of Business at the University of Iowa as detailed in the memorandum (ASAC 6a1);
- ▶ Establish a Bachelor of Science in Engineering with a major in Environmental Engineering (BSEnvE) in the Department of Civil and Environmental Engineering of the College of Engineering at the University of Iowa as detailed in the memorandum (ASAC 6a2);
- ▶ Terminate the Bachelor of Science in Athletic Training program in the Department of Health and Human Physiology in the College of Liberal Arts and Sciences at the University of Iowa as detailed in the memorandum (ASAC 6b);
- ▶ Change the name of the Department of Microbiology to the Department of Microbiology and Immunology in the Carver College of Medicine at the University of Iowa as detailed in the memorandum (ASAC 6c);
- ▶ Establish a Master of Human Computer Interaction (M.HCI) in the Graduate College at Iowa State University as detailed in the memorandum (ASAC 7a);
- ▶ Create a Nanovaccine Institute (NI) reporting to the Office of the Vice President for Research at Iowa State University (ASAC 7b);
- ▶ Create a Crop Bioengineering Center reporting to the Office of the Vice President for Research, Plant Sciences Institute at Iowa State University (ASAC 7c);
- ▶ Change the name of the Women’s Studies Program to the Women’s and Gender Studies Program in the College of Liberal Arts and Sciences at Iowa State University (ASAC 7d); and
- ▶ Change the name of the Center for Excellence in Science, Mathematics, and Engineering Education (CESMEE) to the Center for STEM Education in the College of Human Sciences at Iowa State University (ASAC 7e).

<u>Regent</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Richards</u>	<u>Sahai</u>
Aye	x	x	x	x	x	x	x	x	
Absent									x

MOTION APPROVED by ROLL CALL.

Approval of Residence System Proposed Rates for 2017-2018 Academic Year

Policy and Operations Officer Brad Berg said this is the second reading of the proposed rates. No changes have been made since the first reading at the March Board meeting.

➤ MOVED by JOHNSON, SECONDED by COWNIE, to approve the universities’ academic year 2017-2018 proposed rates for all residence halls, apartments, and board options as detailed in Attachments A, B and C in the memorandum.

<u>Regent</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Richards</u>	<u>Sahai</u>
Aye	x	x	x	x	x	x	x	x	
Absent									x

MOTION APPROVED by ROLL CALL.

Presentations by Nonrepresented Faculty and Staff on FY 2018 Salary Issues

Board Counsel Aimee Claeys introduced the following people who made presentations to the Board on salary issues for FY 2018:

- ▶ University of Iowa Faculty Senate President Tom Vaughn;
- ▶ University of Iowa Staff Council President Erin Brothers;
- ▶ Iowa State University Faculty Senate President Jonathan Sturm;
- ▶ Iowa State University Professional and Scientific Staff Council President Clayton Johnson; and
- ▶ University of Northern Iowa Professional and Scientific Council President Matthew Gordon.

A written statement was provided by the Regents Interinstitutional Supervisory and Confidential Advisory Council (representing Regent Merit System supervisory and confidential staff.) (See attachment in the memorandum.)

President Rastetter said the Board: (1) recognizes the changes and challenges at each of the universities and the challenges with state support; (2) values quality faculty; (3) supports rewarding good people; and (4) thanks them for the good relationship and for their professionalism.

- The Board received the presentations by GENERAL CONSENT.

Presentation at Iowa School for the Deaf: “Special Programs for Special Students at the Iowa School for the Deaf”

Superintendent Gettel introduced Reading Specialist and Instructional Coach LeeAnn Bradley. Ms. Bradley introduced Deaf/Blind special needs team members: (1) Teacher Julie Holland; (2) Teacher Sarah Planck; (3) Teacher Megan Rang; and (5) Speech and Language Pathologist Abigail Schwartz.

The group gave a presentation on strategies and special programs offered to special students at ISD.

- The Board received the presentation by GENERAL CONSENT.

SALE AND AWARD OF \$24,175,000 ACADEMIC BUILDING REVENUE REFUNDING BONDS, SERIES I.S.U. 2017A
Policy and Operations Officer Brad Berg introduced Mark LeMay from Springsted, Incorporated, the Board's municipal advisor.

Policy and Operations Officer Berg said the Board has realized total net present value savings of over \$70 million in refunding bonds since 2011, including the bond sale today.

Mr. LeMay reported that: (1) eight bids were received; (2) the winning bid was submitted by Hutchinson Shockey Early & Co.; and (3) the true interest cost was 2.390%. Issuance of the refunding bonds at lower interest rates resulted in present value savings of \$2.66 million.

- **MOVED** by BATES, **SECONDED** by MULHOLLAND, to approve A Resolution providing for the sale and authorizing and providing for the issuance and securing the payment of \$24,175,000 Academic Building Revenue Refunding Bonds, Series I.S.U. 2017, for the purpose of advance refunding the \$25,000,000 Academic Building Revenue Bonds, Series I.S.U. 2008A, and paying costs of issuance.

<u>Regent</u>	<u>Bates</u>	<u>Cownie</u>	<u>Dakovich</u>	<u>Johnson</u>	<u>McKibben</u>	<u>Mulholland</u>	<u>Rastetter</u>	<u>Richards</u>	<u>Sahai</u>
Aye	X	X	X	X	X	X	X	X	
Absent									X

MOTION APPROVED by ROLL CALL.

Other

President Rastetter said the Board will hold a telephonic meeting on May 1, 2017, to elect new Board leadership.

Adjourn

- **MOVED** by MULHOLLAND, **SECONDED** by RASTETTER, to adjourn.

President Rastetter adjourned the meeting at 1:16 p.m.