Minutes of the Meeting
of the
Oakland University
Board of Trustees
July 20, 1983

The meeting was called to order at 7:35 p.m. by Chairman Ken Morris in Lounge II of the Oakland Center.

Present: Chairman Ken Morris, Trustees David Handleman, Patricia B. Hartmann, Alex C. Mair, Arthur W. Saltzman, and Howard F. Sims

Absent: Trustees Richard H. Headlee and Wallace D. Riley

Approval of Minutes of June 15, 1983

Chairman Morris requested approval of the minutes of the Board meeting of June 15, 1983 as distributed.

Mr. Sims offered a motion for approval of the minutes. Mr. Handleman seconded the motion which was voted on and approved by all of the Trustees present.

Acceptance of Gifts and Grants

Chairman Morris requested the Board's acceptance of the gifts and grants totaling $394,426.87. (A copy of the complete list of gifts and grants dated July 20, 1983 is on file in the Office of the Secretary to the Board of Trustees and the Office of the Vice President for Developmental Affairs.) Chairman Morris asked Mr. Robert W. Swanson, Vice President for Developmental Affairs, to comment on the gifts and grants.

Mr. Swanson called the Board's attention to gifts in support of the Alumni Annual Fund drive. He added that on Saturday, July 23, there would be a reunion of the charter graduating class of 1963. He announced that there were now 600 members of the President's Club. Mr. Swanson also noted the gifts in support of the Slavic Folk Ensemble which will be going on tour to Rumania and Russia in August. Professor Helen Kovach has given direction to this program for approximately 16 years.

Mr. Keith R. Kleckner, Senior Vice President for University Affairs and Provost, called the Board's attention to the academic grants which represented a diversity of projects and indicated the quality of faculty efforts. As an example, he cited a grant of $70,426 from the Ford Motor Company for a major project in "Statistical Training". University staff will work with personnel at all levels in quality control training programs. He also noted the grant from the Michigan Heart Association for an important study on the oxidation of enzymes during heart disease, and the funding by the National Endowment for the Arts to assist in the publication of the works of some Japanese and American poets. In addition, the National Institutes of Health has approved a grant of approximately $100,000 for the program "Morphological Studies in Experimental Cataracts".

Mr. Mair moved that the gifts and grants be accepted with gratitude. Mr. Handleman seconded the motion which was voted on and approved by all of the Trustees present.

Report on Security Transactions

Chairman Morris requested that Mr. Robert J. McGarry, Vice President for Finance and Administration and Treasurer to the Board of Trustees, comment on the income set forth in the Security Transaction Report.

Mr. McGarry stated that as a result of the sale of two gifts of securities since the June meeting, the University received $11,937.69. (A copy of the report is on file in the Office of the Board of Trustees and the Office of the Vice President for Finance and Administration.)

Mrs. Hartmann moved to accept the report. Mr. Sims seconded the motion which was voted on and approved by all of the Trustees present.

Approval of Faculty Personnel Actions

Chairman Morris requested the Board's approval of the following faculty personnel actions:

Appointments

Arledge, Paula C., Instructor in Political Science, effective August 15, 1983

Aston, Thomas A., Adjunct Assistant Professor of Theatre, effective August 15, 1983, through August 14, 1985

Baran, Robert W., Adjunct Instructor in Biological Sciences, effective August 15, 1983, through August 14, 1985

Appointments (Continued)

Berven, Keith A., Assistant Professor of Biological Sciences, effective August 15, 1983

DiChiera, David, Adjunct Professor of Music, effective August 15, 1983, through August 14, 1985

Diltz, John D., Assistant Professor of Economics, effective August 15, 1983

Frankie, Suzanne O., Professor of the University Library with tenure and Dean of the University Library, effective August 15, 1983

Gordon, Sheldon R., Assistant Professor of Biological Sciences, effective August 15, 1983

Morton, Charles E., Adjunct Professor of Philosophy, effective August 15, 1983, through August 14, 1985

Solosky, Dolores J., Instructor in Nursing, effective August 15, 1983

Strazdis, Joan R., Assistant Professor of Biological Sciences, effective August 15, 1983

Strom, Maria, Adjunct Clinical Instructor in Nursing, effective August 15, 1983, through August 14, 1984

Wolf, Eleanor P., Adjunct Professor of Sociology, effective August 15, 1983, through August 14, 1985

Changes of Status

Changes in title of existing faculty to reflect academic affiliation with the Center for Health Sciences, effective August 15, 1983:

Carr, Larry S.	to	Assistant Professor of Exercise Science
Stevenson, John	to	Assistant Professor of Exercise Science

Change in title of existing faculty to reflect academic affiliation with the Center for Health Sciences, effective July 1, 1983:

Stransky, Alfred W. to Associate Professor of Exercise Science, Director of Exercise Physiology and Cardiac Rehabilitation Program, and Acting Director, Physical Therapy Program

David, Indra M., from Associate Professor of the University Library and Acting Dean of the University Library to Associate Professor of the University Library, effective August 14, 1983

Feingold, Marcia, from Instructor in Mathematical Sciences to Assistant Professor of Mathematical Sciences, effective June 1, 1983

Hirschfeld-Medalia, Adeline G., from Associate Professor of Theatre to Associate Professor of Theatre and Acting Chair, Department of Theatre and Dance, effective August 30, 1983, through December 17, 1983

Loh, Nan K., from Professor of Engineering to John F. Dodge Professor of Engineering, effective January 1, 1984

Russell, Joel W., from Professor of Chemistry to Professor of Chemistry and Interim Director, Center for Health Sciences, effective July 1, 1983

Stevenson, John, from Instructor in Education to Assistant Professor of Education, effective April 1, 1983

Leaves of Absence

David, Indra M., Associate Professor of the University Library and Acting Dean of the University Library, sabbatical leave from August 15, 1983, through August 14, 1984

Leaves of Absence (Continued)

Evarts, Peter G., Professor of English and Rhetoric, sabbatical leave from January 3, 1984, through April 21, 1984

Fitzsimmons, Thomas, Professor of English, leave from August 30, 1983, through December 17, 1983

Murphy, Brian F., Associate Professor of English, sabbatical leave from January 3, 1984, through April 21, 1984

Sayre, C. Franklin, Assistant Professor of Art and Art History, leave from August 30, 1983, through April 21, 1984

Schwartz, Helen J., Associate Professor of English, sabbatical leave from January 3, 1984, through April 21, 1984

Shepherd, A. Gary, Associate Professor of Sociology, sabbatical leave from January 3, 1984, through April 21, 1984

Singer, Philip, Professor of Anthropology and Behavioral Sciences, sabbatical leave from January 3, 1984, through April 21, 1984

Strauss, W. Patrick, Professor of History, sabbatical leave from January 3, 1984, through April 21, 1984

Tripp, Anne H., Associate Professor of History, sabbatical leave from January 3, 1984, through April 21, 1984

Tucker, Richard P., Professor of History, sabbatical leave from January 3, 1984, through April 21, 1984

Wu, Yel-Chiang, Professor of Mathematical Sciences, leave from August 30, 1983, through April 21, 1984

Resignations (Information Item)

Clarke, Pamela, Assistant Professor of Nursing, effective August 14, 1983

Foote, Paul S., Assistant Professor of Management, effective August 14, 1983

Resignations (Continued)

Pak, Moon J., Associate Provost and Director, Center for Health Sciences, effective June 30, 1983

Schwerin, Donald S., Assistant Professor of Political Science, effective December 17, 1983

In response to Chairman Morris' request for comments on the faculty personnel actions, Mr. Kleckner called attention to the appointment of Susanne Frankie as Dean of the University Library. He noted that her appointment was the result of a national search, and that she was eminently qualified. Mr. Kleckner then noted the change of status to the faculty for Indra David who had done a superb job as Acting Dean of the Library. Mr. Kleckner also noted that Professor Joel Russell would be serving as Interim Director, Center for Health Sciences, in place of Dr. Moon J. Pak who had submitted his resignation.

Mr. Kleckner stated that he enthusiastically endorsed the recommendation of Nan K. Loh as the John F. Dodge Professor of Engineering. He explained that Dean Mohammed Ghausi was the current holder of the John F. Dodge endowed chair in Engineering, but that he would be leaving the University, effective October 1, 1983. Mr. Kleckner added that Professor Loh was nationally and internationally renowned and that in the five years he has been at the University he has developed grant and contract-funded research which constituted a key element of the School's doctoral program in systems engineering. In addition, his work was critical to the activity of the recently formed Center for Robotics and Advanced Automation. He added that in every way Professor Loh merited the distinguished position of the endowed chair, effective January 1, 1984.

Mr. Saltzman moved that the faculty personnel actions be approved. Mrs. Hartmann seconded the motion which was voted on and approved by all of the Trustees present.

President Joseph E. Champagne added that Professor Loh was present this evening and that he wished to congratulate him for his outstanding work at the University.

Professor Loh responded that he appreciated the opportunity to serve Oakland University in this capacity and would strive even "harder" in his efforts.

Approval of Appointment of Department Chairs

In response to Chairman Morris' request that he present the recommendation on the department chairs, Mr. Kleckner stated that department chairs are appointed for three-year, renewable terms. He noted that the proposed appointments have the enthusiastic support of the respective departments and the Dean of the College of Arts and Sciences. He then presented the following recommendation for the Board's approval:

The following persons are recommended for appointment to three-year terms--August 15, 1983, through August 14, 1986--as department chairs:

Department	Name	Term
Biological Sciences	Nalin J. Unakar	4th
Rhetoric, Communications and Journalism	Donald E. Morse	2nd
Sociology and Anthropology	Peter J. Bertocci	2nd

Mr. Sims moved that the recommendation be approved. Mr. Saltzman seconded the motion which was voted on and approved by all of the Trustees present.

Approval of Faculty Personnel Actions

Chairman Morris requested that Mr. Kleckner present the item on faculty reemployment and promotion actions.

Mr. Kleckner stated that the faculty personnel actions to be presented were the result of the review process specified in the Faculty Agreement and are submitted to the Board each year. These actions are related to job security or tenure. He then presented the following recommendation for the Board's approval:

RESOLVED, That the Board of Trustees approve the following personnel actions, formulated by the Provost with the assistance of the Provost's Personnel Committee, in accordance with the Tenure Review Process.

1. Assistant professors eligible for reemployment and promotion to the rank of associate professor with tenure, effective August 15, 1984:

Arts and Sciences

Beverly K. Berger	Physics	Reemploy and Promote
I. Theodore Landau	Psychology	Reemploy and Promote
Charlotte V. Stokes	Art and Art History	Reemploy and Promote

Arts and Sciences (Continued)

Stephen J. Wright	Mathematical Sciences	Reemploy and Promote

2. Assistant professor eligible for early promotion to the rank of associate professor with tenure, effective August 15, 1983:

Arts and Sciences

David J. Downing	Mathematical Sciences	Reemploy and Promote

Institute of Biological Sciences

Frank J. Giblin		Reemploy and Promote

3. Assistant professor eligible for early promotion to the rank of associate professor with tenure, effective August 15, 1984:

Human and Educational Services

Robert M. Schwartz		Reemploy and Promote

4. Special instructor eligible for reemployment as special instructor with job security, effective August 15, 1984:

Economics and Management

David D. Sidaway	Management	Reemploy

Mr. Sims moved that the recommendation be approved. Mr. Saltzman seconded the recommendation which was voted on and approved by all of the Trustees present.

Mr. Kleckner stated that Professor Downing who had just been approved for an early promotion was present, and he wished to congratulate him, and inquired if he wished to make any comments.

Professor Downing stated that like Professor Loh he hoped that he could continue serving the University well.

Chairman Morris called upon Mr. Kleckner to present the next group of faculty personnel actions requiring Board action.

Mr. Kleckner noted that this group of personnel actions concerned the status of faculty members who have completed more than one year of service at Oakland University, but who are not yet to the point where tenure or job security decisions are involved. This review is also mandated by the Faculty Agreement. Mr. Kleckner then presented the following recommendation for the Board's approval:

RESOLVED, That the Board of Trustees approve the following personnel actions, formulated by the Provost with the assistance of the appropriate academic dean or center director, in accordance with the Tenure Review Process.

1. Instructors eligible for reemployment and promotion to the rank of assistant professor, effective August 15, 1984:

Arts and Sciences

Sharon L. Howell	Communications	Reemploy and Promote*

2. Assistant professors eligible for reemployment to second, two-year probationary terms as assistant professor, effective August 15, 1984:

Arts and Sciences

Karen L. Beckwith	Political Sciences	Reemploy
Virginia R. Blankenship	Psychology	Reemploy
Bandana Chatterjee	Chemistry	Reemploy
Lucinda Hart-Gonzalez	Linguistics and Sociology and Anthropology	Reemploy
Melodie Monahan	English	Reemploy

Economics and Management

Scott A. Monroe	Economics	Reemploy

Engineering

Hoda A. Zohdy		Reemploy
Mohamed A. Zohdy		Reemploy

*Contingent upon certification no later than January 15, 1984 by the granting institution that Ms. Howell has safisfactorily completed all doctoral degree requirements.

Human and Educational Services

Larry S. Carr		Reemploy
Luellen Ramey		Reemploy
John R. Stevenson		Reemploy

Nursing

Gary Moore		Reemploy

3. Assistant professors eligible for reemployment to final, two-year probationary terms as assistant professor, effective August 15, 1984:

Arts and Sciences

Paul G. Bator	Rhetoric	Reemploy
Edward J. McCabe	Sociology/ Anthropology	Reemploy
C. Franklin Sayre	Art and Art History	Reemploy
Roberta C. Schwartz	Journalism	Reemploy
Robert B. Stewart	Psychology	Reemploy

Economics and Management

Augustine Kwasi Fosu	Economics	Reemploy
James E. Mallett	Economics	Terminate*

Engineering

Osman D. Altan		Reemploy

Library

William S. Cramer		Reemploy

Nursing

Elizabeth Pinkstaff		Terminate*

*Termination effective August 14, 1984.

4. Special instructor eligible for reemployment to a final, two-year probationary term as a special instructor, effective August 15, 1984:

Health Sciences

Mary Lou Sherman	Medical Technology	Reemploy

Mr. Mair moved that the recommendation be approved. Mrs. Hartmann seconded the motion which was voted on and approved by all of the Trustees present.

Approval of Increased Credit Requirement for Baccalaureate in Physical Therapy

Chairman Morris requested that Mr. Kleckner present the increased credit requirement for a baccalaureate in Physical Therapy.

Mr. Kleckner stated that the proposed recommendation is the result of changes which have occurred in the past several years in the Physical Therapy Program, and would keep that program in compliance with the accreditation requirement of the American Physical Therapy Association. Authorization is requested to increase the number of credit hours from 136 to 162 semester hours. This change in credits is consistent with the requirements of similar programs at other institutions, such as Wayne State University and the University of Michigan. He added that the University now provides instruction to Physical Therapy students at an effective tuition rate below that for students in all other undergraduate programs. Mr. Kleckner stated that if approved, the increased credits and cost would affect incoming juniors who have been advised that this proposal was being considered, and students who are admitted for the program in the fall, but would not apply to seniors who are finishing up the program. Mr. Kleckner then presented the following recommendation for the Board's approval:

> That the Board authorize an increase in the overall credit requirement for a Bachelor of Science degree with a major in Physical Therapy from 136 semester hours to 162 semester hours, the change to apply to students admitted to the Physical Therapy program for September, 1983 and subsequent years.

Mr. Mair moved that the recommendation be approved. Mr. Sims seconded the motion which was voted on and approved by all of the Trustees present.

Approval of the Establishment of a Center for the Arts

Chairman Morris requested that Mr. Kleckner present the item on the establishment of a Center for the Arts.

Mr. Kleckner stated that at its February 16, 1983 meeting, the Board approved the closure of the School of Performing Arts. At that time the administration stated that it was their intent to establish a Center for the Arts within the College of Arts and Sciences. The proposed recommendation would implement that Center. Mr. Kleckner said that the programs would not change and would continue with the same departmental structure. The Center would be established to coordinate the performance activities from the various areas, that is, to work on audience development, programming, recitals, concerts, theatre productions, art exhibits, and particularly to try to develop interdisciplinary work in the arts. It is also anticipated that there would be some coordination with the Meadow Brook activities. He then presented the following recommendation for the Board's approval:

> That the Board of Trustees authorize the establishment within the College of Arts and Sciences of a Center for the Arts, the purpose of which is to be:
>
> 1. To foster the development of and public relations for the University's various academic programs in the fine and performing arts,
>
> 2. To foster cooperative relations between academic activities in the arts and the several Meadow Brook enterprises, and
>
> 3. To develop curricular activities in the interdisciplinary arts.

Mr. Handleman moved that the recommendation be approved. Mrs. Hartmann seconded the motion which was voted on and approved by all of the Trustees present.

Approval of the 1983-84 General Fund Budget

Chairman Morris requested that Mr. McGarry present the 1983-84 General Fund Budget item to the Board.

Mr. McGarry stated that now that the State appropriation for 1983-84 had been approved and signed by the Governor, it was possible to present Oakland University's 1983-84 General

Fund Budget. He noted that for Oakland University the State appropriation is $22,266,500 on the State's fiscal year (October 1, 1983 to September 30, 1984) which converts to $21,832,949 for the University's fiscal year (July 1, 1983 to June 30, 1984). The new appropriation was approximately $2,400,000 or 12.2 percent higher than the amount recognized in 1982-83 after fiscal 1983 Executive Order cuts. Mr. McGarry said that the appropriation has gone up slightly and represents about 57 percent of the General Fund revenue budget; it was about 56 percent last year; but it still falls far short of approximately 68 percent about 5 years ago. He added that the budget provides for a salary adjustment of 3 percent across-the-board for all employee groups plus an additional 4.5 percent indexed to University revenues.

Mr. McGarry said that the indexing provision this year (1982-83) was calculated roughly on preliminary year-end figures to amount to about 3.5 percent which is .5 percent below the agreed upon maximum indexed amount. It could be less depending on final revenue tabulations. He noted that the employee contracts called for the accumulation or carrying forward of an indexed amount not received in the 1982-83 fiscal year into the next year's computations which accounts for the need to budget for a possible salary increase of 4.5 percent if revenues meet the index formulas in the employee agreements.

Mr. McGarry said that total revenues for the next fiscal year were expected to total approximately $38,300,000 which was about $1,000,000 less than projected expenditures. The shortfall would be made up by a year-end balance which was being carried forward from 1982-83. He added that in the event the Legislature restores the Executive Order cuts of last year, which would amount to an additional $1,800,000 for Oakland, the moneys would be allocated to high-priority items. He said the concensus of the business officers from the other universities was that it was unlikely that it would materialize. Mr. McGarry then presented the following recommendation for the Board's approval:

> It is recommended that the Board of Trustees approve the General Fund Budget for 1983-84, with estimated revenues of $38,272,949 and estimated expenses of $39,272,949 with the shortfall of $1,000,000 to be covered by the previous years' carryforward; and
>
> It is further recommended that should the Legislature approve repayment within 1983-84 of Executive Orders 1982-13 and/or 1983-5, that such funds should be devoted to one-time high priority needs which include instructional equipment, Library acquisitions, deferred maintenance projects, computer equipment and software expansion and other related high priority needs as identified by the President.

President Champagne stated that this item had received considerable discussion and that the Audit and Finance Committee concurred in its adoption.

Mr. Saltzman inquired as to the actual percentage increase using the reduced base.

Mr. McGarry responded that for the State's fiscal year it was 8.47 percent, and for the University's fiscal year it was 12.2 percent.

Mr. Saltzman moved that the recommendation be approved. Mr. Sims seconded the motion which was voted on and approved by all of the Trustees present.

Approval of Raising Minimum Capitalization Level for Equipment Items

Chairman Morris asked Mr. McGarry to present the item on raising the minimum capitalization level for equipment items to the Board.

Mr. McGarry stated that in 1976 the Board established the $100 capitalization level for equipment items. At that time there were approximately 2,000 items in inventory. There are now about 14,000 items primarily because of inflation, and that many of the items originally culled out were now back in inventory. He asked that the minimum capitalization rate be raised to $300 which would reduce the inventoried items to about 6,000 and would lower the total property valuation by about 11 percent, that is, from approximately $12,000,000 to about $11,000,000. This action would result in a saving of staff time for more important tasks. Mr. McGarry then presented the following recommendation:

> RESOLVED, That the Board of Trustees authorizes the Vice President for Finance and Administration to raise the capitalization level for equipment items from $100 to $300 beginning with the 1983/84 fiscal year.

Mr. Sims moved that the recommendation be approved. Mrs. Hartmann seconded the motion.

Mr. Sims asked if this level of capitalization was generally accepted by other universities and governmental agencies.

Mr. McGarry responded that the federal government has a $500 limit; the University of Michigan and Michigan State have a $500 limit; and Eastern Michigan University has a $200 limit.

Mrs. Hartmann asked why Oakland University did not have a $500 limit.

Mr. McGarry responded that in the past there had been some reluctance by the Board for increasing the limit level. He felt that the $300 level would be of assistance to his staff.

Mrs. Hartmann said she felt the limit should be $500 since it would be more economical.

Mr. Saltzman asked if there would be a greater exposure to equipment loss if the limit was $500.

Mr. McGarry said that there would not and that there would be better control over more valuable items.

Mrs. Hartmann reiterated her belief that a $500 limitation on inventoried items would be preferable since it would undoubtedly reduce the workload considerably. She proposed an amendment to the recommendation to raise the capitalization level to $500.

President Champagne said he knew Mr. McGarry had spent a great deal of time trying to arrive at a reasonable limit to recommend to the Board, and asked for his opinion on the matter.

Mr. McGarry stated that a $500 limitation would be preferable.

Chairman Morris announced that there was an amendment to change the capitalization level for equipment items from $100 to $500 rather than to $300.

Mr. Sims inquired what items might be omitted if the range were changed from $300 to $500.

Mr. Mair suggested that perhaps desks would be among the items excluded.

Mr. McGarry said that he could not state which specific items would be dropped.

Mr. Morris asked if office equipment property was depreciated.

Mr. McGarry responded that the universities do not depreciate property, but carry the original value on the books until such time as they are replaced or disposed of by sale or scrap. Mr. McGarry explained that accepted accounting practices for colleges and universities did not employ depreciation schedules.

President Champagne added that going from a capitalization level of $300 to $500 would cut the inventoried items approximately in half and only reduce the value of the inventory by approximately $900,000.

Chairman Morris stated that there was the original recommendation to raise the capitalization level for equipment items from $100 to $300, and the amendment to raise the capitalization level for equipment items from $100 to $500. He called for a vote on the following amended recommendation:

> RESOLVED, That the Board of Trustees authorizes the Vice President for Finance and Administration to raise the capitalization level for equipment items from $100 to $500 beginning with the 1983/84 fiscal year.

The amendment was voted on and approved by all of the Trustees present.

Approval of Grading Permit Related to the Extension of the Bicycle/Pedestrian Path along Walton Boulevard

Chairman Morris asked Mr. McGarry to present the grading permit item to the Board.

Mr. McGarry stated that currently there is a bike path on Walton Boulevard on the northern boundary of the campus that terminates just east of the entrance to the Meadow Brook Music Festival grounds. Avon Township has offered to extend the bike path on the County right-of-way up to Adams Road which would be of great benefit to University students. In order to construct the path it will be necessary to bring in fill dirt, and since grading and filling will occcur on University property, it is necessary that the Township obtain a grading permit from the institution. Mr. McGarry stated that this project would be subject to the Township submitting a satisfactory plan to the University to carry out this project, and approval of University legal counsel. Mr. McGarry then presented the following recommendation for the Board's approval:

> That Oakland University grants permission to the Charter Township of Avon for necessary grading in connection with a bicycle/pedestrian path along the south side of Walton Boulevard within 30 feet of the south line of the existing right-of-way, as recorded in Liber 5320, Pages 82 and 83 of Oakland County Records, over the following described property:

The East 710 feet of the North 170 feet of the NE 1/4 of Section 18, T. 3N., R. 11E., Avon Township, Oakland County, Michigan, otherwise known as part of Parcel 15-18-200-001 on the Avon Township Tax Rolls.

This authorization is subject to the following conditions:

1. That Avon Township submits detailed plans for the project to the University's Vice President for Finance and Administration and that he concurs in the proposed construction plans.

2. That Avon Township holds the University harmless from any actions related to this project.

3. That the grading permit is subject to review and approval by the University's General Counsel.

Mr. Handleman moved that the recommendation be approved. Mrs. Hartmann seconded the motion, which was voted on and approved by all of the Trustees present.

<u>Approval of Regional Cardiac Rehabilitation and Health Maintenance/Health Improvement Center</u>

Chairman Morris asked that Mr. McGarry present the item on the Regional Cardiac Rehabilitation and Health Maintenance/Health Improvement Center.

Mr. McGarry stated that Oakland University had requested a $985,000 grant from the Economic Development Administration, U. S. Department of Commerce, for the purpose of constructing a Regional Cardiac Rehabilitation and Health Maintenance/Health Improvement Center. This grant is made available under the Public Law 98-8 (Emergency Jobs Act). Mr. McGarry noted that the grant had to be filed before the Board meeting and there was a provision in the grant requiring confirmation by the Board of the request for funds.

The grant would enable the University to replace one of the barns recently destroyed by fire. He added that it was estimated that the fire insurance settlement on one of the buildings would be approximately $500,000, which amount would be added to the $985,000 grant, if awarded, permitting the development of a fully equipped facility. He restated that the administration was requesting the authority to seek these funds which had been applied for conditioned on subsequent Board approval. Mr. McGarry then presented the following resolution:

> RESOLVED, That the Board of Trustees authorizes the Vice President for Finance and Administration to request funds from the Economic Development Administration, U. S. Department of Commerce, which are available under the Public Law 98-8 (Emergency Jobs Act), for the purpose of constructing a Regional Cardiac Rehabilitation and Health Maintenance/Health Improvement Center; and be it further
>
> RESOLVED, That the Board of Trustees authorizes the expenditure of $500,000 of University funds for this purpose on the condition that insurance proceeds from the fire loss are at least equal to this amount and that the requested grant is received; and be it further
>
> RESOLVED, That the architectural firm of Micuda and Associates, which was previously selected for the Feasibility Study, be engaged to develop the plans and specifications for this project as needed; and be it further
>
> RESOLVED, That the Vice President for Finance and Administration is authorized to award the construction contract to the lowest qualified bidder in an amount not to exceed the funding authorized by the grant; and be it further
>
> RESOLVED, That the above approvals are subject to the condition of prior compliance with all University policies and procedures and any appropriate requirement of the State of Michigan.

Mr. John De Carlo, Secretary to the Board of Trustees and Vice President for Governmental Affairs and General Counsel, suggested that Mr. McGarry might wish to explain the necessity for expediting this matter because of the time constraints.

Mr. McGarry stated that as part of the Emergency Jobs Act, immediate action was needed since the applications were due on July 1, 1983, and approved projects must be started by October 1, 1983 and completed within 18 months. The federal government authorizations will not be announced until the end of August.

President Champagne stated that a little over a year ago the Board had authorized the restoration of the Riding Ring as a project for funding. The President added that the administration was pursuing several alternatives for restoration and one of them was presented in the foregoing resolution. He added that the Board had asked that as the administration proceeded with the development of the Riding Ring project that Trustee Howard Sims be involved. President Champagne stated that Trustee Sims has been consulted on this particular project. This is part of an overall master plan for the rehabilitation and restoration of the Riding Ring. Two of the buildings that were involved in the project were destroyed by fire so that now there is not only the rehabilitation of the facility but the reconstruction and replacement of the buildings. President Champagne asked Trustee Sims for comments.

Mr. Sims noted that it has been University policy not to award contracts without considering a number of organizations that may be capable of providing similar services. However, in this instance it was determined that this review process had taken place already with the awarding of the Feasibility Study. Therefore, due to the time constraints established by the law under which the grant is to be awarded, it was determined to be in the best interest of the University to award the architectural services on this project to Micuda and Associates. This firm conducted the Feasibility Study and the firm's familiarity with the project will assist in meeting the government's timetable.

Mr. Saltzman asked for more specific information on the project.

President Champagne said that currently there is a cardiac rehabilitation program as part of the University's health maintenance program and exercise physiology lab, directed by Professor Alfred Stransky. This project would house this operation. When the Riding Ring arena is restored, the Ring would also provide an indoor facility for the health program. President Champagne continued that as part of the master plan, there would be an adjacent outdoor jogging trail. He said that the intention with this program was to continue the research activities of the Center for Health Sciences in the area of cardiac rehabilitation. He noted that the University makes these services available to employees and members of the community, the latter for a fee, and that the University was moving in the direction of providing the services to corporate entities for their employees. President Champagne stated that there was the expertise within the University for an excellent program in health maintenance with good faculty, and a "good track record". He wished to upgrade the facilities consistent with the talent.

Mr. Sims noted that the recommendation to the Board should include a provision that the contract will be awarded to the architect "subject to that firm meeting all of the University's standards and conditions for the awardability of such a contract".

Mr. McGarry read the following revised resolution which incorporated Mr. Sims' recommendations for the Board's approval:

> RESOLVED, That the Board of Trustees authorizes the Vice President for Finance and Administration to request funds from the Economic Development Administration, U. S. Department of Commerce, which are available under the Public Law 98-8 (Emergency Jobs Act), for the purpose of constructing a Regional Cardiac Rehabilitation and Health Maintenance/Health Improvement Center; and be it further
>
> RESOLVED, That taking into consideration the Federal Government's extremely limited time constraints for commencement and completion of this project and that a selection process was previously conducted regarding the appointment of an architect for the Feasibility Study of the Riding Ring and adjacent buildings, and in recognition of their experience with these structures due to the Feasibility Study the architectural firm of Micuda and Associates should be engaged to develop the plans and specifications for this project, as required, subject to the firm's meeting all of the University's standards and conditions for the awardability of such a contract, and be it further
>
> RESOLVED, That the Board of Trustees authorizes the expenditure of $500,000 of University funds for this purpose on the condition that insurance proceeds from the fire loss are at least equal to this amount and that the requested grant is received; and be it further
>
> RESOLVED, That the Vice President for Finance and Administration is authorized to award the construction contract to the lowest qualified bidder in an amount not to exceed the funding authorized by the grant; and be it further
>
> RESOLVED, That the above approvals are subject to the condition of prior compliance with all University policies and procedures and any appropriate requirement of the State of Michigan.

Mrs. Hartmann moved that the recommendation be approved. Mr. Saltzman seconded the motion. The motion to approve the above resolution was voted on and approved by all of the Trustees present.

Report on the Meadow Brook Subdivision Financing Guarantee

Chairman Morris asked Mr. McGarry to report on the Meadow Brook Subdivision financing program.

Mr. McGarry said that in compliance with Board policy, each time a mortgage is guaranteed in the Meadow Brook Subdivision, a report is brought to the Board. He said the most recent transaction guaranteed payment on a promissory note for Varick L. and Jeanette M. Olson in the amount of $64,000 with an interest rate of 12.5 percent and a maturity of July 1, 2008. Mr. Olson is Assistant Professor and Director of Program in Physical Therapy. Mr. McGarry added that presently there were 46 mortgage guarantees with a total dollar amount of almost $1,200,000.

Mr. Saltzman moved to accepted the report. The motion was seconded by Mr. Mair and approved by all of the Trustees present.

President's Report

Chairman Morris called upon President Joseph E. Champage for his report.

President Champagne announced that he would forego his report for this meeting.

Approval of Closed Meeting of the Board of Trustees

Chairman Morris asked Mr. De Carlo to comment on the request for a closed meeting.

Mr. De Carlo stated that the administration recommended that the Board vote to meet in closed session in the Meadowbrook Room for the following purposes:

1. To consult with its attorney to consider the opinion of legal counsel which is exempt from disclosure by State law.

2. To consider the subject of the purchase or lease of real property.

Mr. De Carlo noted that the Open Meetings Act permits closed sessions under Section 8, subsections "(d) to consider the purchase or lease of real property," and "(h) to consider material exempt from discussion or disclosure" by law, which includes the confidential legal opinion of legal counsel. A two-thirds roll call vote of the full Board (an affirmative vote by six members) was required to approve a closed meeting session. Mr. De Carlo called the role as follows:

David Handleman	Yes
Patricia Hartmann	Yes
Richard Headlee	Absent
Alex Mair	Yes
Ken Morris	Yes
Wallace Riley	Absent
Arthur Saltzman	Yes
Howard Sims	Yes

Mr. De Carlo announced that six affirmative votes were cast, and the motion to hold a closed session was authorized.

Chairman Morris stated that the meeting was adjourned at 8:30 p.m. and that the Board would not return that evening.

Approved,

John De Carlo, Secretary
Board of Trustees

Ken Morris, Chairman
Board of Trustees

Date ______________________