

Minutes of the Meeting  
of the  
Oakland University  
Board of Trustees  
July 26, 1978

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The meeting was called to order by President Donald O'Dowd at 7:40 p.m. in Lounge II of the Oakland Center.

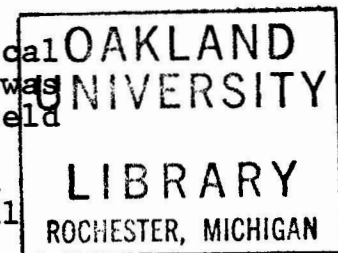
Present: Vice Chairman Lewis, Trustees Adams, Headlee, Katke, Mair, Morris and Saltzman

Absent: Chairman Schwartz

Information Items

Mr. O'Dowd gave a brief report on the following campus activities:

Death of Dr. V. Everett Kinsey - Mr. O'Dowd announced that the university was saddened by the death on July 23, 1978 of Dr. V. Everett Kinsey, Professor of Biological Sciences and Director Emeritus of the Institute of Biological Sciences. Mr. O'Dowd stated that Dr. Kinsey was a national and international figure in his field of ophthalmic research and his passing was a great loss. A memorial service was scheduled for Friday, July 28, at Grosse Pointe Memorial Church.



Federal Grant and Contract Activity - Federal grants and contracts for the 1977-78 fiscal year totalled \$3.8 million, a 41 percent increase from a year ago. Research activity accounted for \$1.2 million of the grant total, an increase of \$800,000 from a year ago.

Residence Halls - The projected fall occupancy for the residence halls looks excellent. Signed student dormitory contracts are nearly 30 percent ahead of last year.

Meadow Brook Music Festival - More than 24,000 patrons attended the "Star Wars" concerts during the past week.

Fulbright Awards - For the first time in Oakland's history, two of its faculty members will receive Fulbright scholarships at the same time. Professor Mary Karasch has been awarded a second year in Brazil; Professor Philip Singer has been awarded a year in Israel.

Faculty Honor - Professor Carl Barnes has been elected president of the International Center for Medieval Art, a major national organization in his particular field.

#### Approval of Minutes of June 28, 1978

Mr. O'Dowd requested approval of the minutes for the meeting of the Board of Trustees for June 28, 1978. Mrs. Adams offered a motion for approval of the minutes which was seconded by Mr. Mair. The motion was voted on and the minutes were approved.

#### Report on Acquisition of Computer Equipment

Mr. O'Dowd noted that there were a number of people in the audience who were concerned about the acquisition of new computer equipment. Therefore, he called on Trustee Richard Headlee, who chairs the Board committee reviewing this subject, to give a progress report.

Mr. Headlee said that the committee has been studying the various models of computers for several months. The committee was evaluating the implications to the university of each system under review. In addition, there are some financial issues requiring further study. He noted that it was amazing how rapidly computer technology is changing. He added that the various suppliers were eager to meet the committee's requests for information. He stated that a decision would be reached within the next few weeks. However, because of the amount of data to be evaluated and the size of financial investment, the committee felt they had to make the right decision. He commented that the "preference of most people on campus must be reviewed."

Mr. Joel Russell, member of the University Computer Committee, stated that the committee had "worked hard to have a recommendation for Board action in March of 1978." Additional data was asked for and the committee complied with this request. He urged a quick decision since the faculty had to prepare for computer courses offered this fall.

Mr. David Doane from the School of Economics and Management "seconded Mr. Russell's comments" since the absence of a decision was "severely hampering" university programs.

Mr. David Shantz, Department of Psychology, stated that he and his wife, who is employed at Wayne State University, were hampered in their research project through the delay in the acquisition of the computer.

Ms. Chris Sloan, member of the Chemistry Department, stated that it was "more important to make a decision on the information available." She added that she had to go on leave to finish research since adequate equipment would not be available at Oakland.

Mr. Glenn Jackson from the School of Engineering stated that there were 800 to 1,000 computer science students who would be prejudiced by the lack of action.

Mr. Headlee stated that some "new computer configurations" have been proposed which require a financial analysis.

Mr. O'Dowd stated that the funding for the computer equipment had not yet been approved by the Governor. Funding was part of the final appropriations bill which would take effect on October 1st.

#### Report from the Department of Art and Art History

Mr. O'Dowd introduced Mr. John Cameron, Chairman, and Professor of Art History, who was present to comment on the written departmental report submitted to the Board.

Mr. Cameron stated that while the Department of Art and Art History was relatively small, it had a dedicated group of teachers. The department has one FTE faculty in studio art and five and one-third faculty in art history. Currently the department offers only a B.A. in art history since the B.A. in studio art was suspended in 1975. Art history majors are offered a full panoply of introductory and advanced courses in American, European, Asian, African, North American Indian, Pre-Columbian, and Oceanic Art as well as collateral instruction in studio art. The department has added courses in photography, Michigan architecture, and a new course, women in art. Mr. Cameron stated that department members have at their disposal an excellent collection of over 80,000 slides plus the personal collections of various faculty members.

Mr. O'Dowd inquired about the job opportunities for the department's graduates.

Mr. Cameron noted that some went to the Institute of Fine Art in New York, Columbia, Yale, Michigan and Indiana University. Many went on to the master's program at Wayne, and from there to Ph.D.s.

Mr. O'Dowd thanked Mr. Cameron for an excellent written report and summary.

### Approval of Personnel Actions

Mr. O'Dowd presented the following personnel actions for the Board's approval:

#### Appointments

Cairns-Federlein, Anne, full-time, 10 month  
Instructor in Education, effective  
August 15, 1978

Connellan, William, part-time, 12 month Adjunct  
Assistant Professor of Communication Arts,  
effective August 15, 1978 through August 14, 1980

Gievers, John G., part-time, 10 month Adjunct  
Professor of Engineering, effective August 15, 1978  
through August 14, 1980

Ko, Hai-Ping, full-time, 10 month Assistant Professor  
of Mathematical Sciences, effective August 15, 1978

Morton, Charles E., part-time, 10 month Adjunct  
Professor and Lecturer in Philosophy, effective  
August 15, 1978 through August 14, 1979

Splete, Howard, full-time, 10 month Professor of  
Education with tenure, effective August 15, 1978

Swift, Carol A., full-time, 10 month Instructor in  
Education, effective August 15, 1978

Turett, Jay B., full-time, 10 month Assistant  
Professor of Mathematical Sciences, effective  
August 15, 1978

Wells, James R., part-time, 10 month Adjunct  
Associate Professor and Lecturer in Biological  
Sciences, effective August 15, 1978 through  
August 14, 1979

Yntema, Theodore O., part-time, 10 month Adjunct  
Professor of Economics and Management, effective  
August 15, 1978 through August 14, 1980



Changes of Status

Doane, David P., from Associate Professor of Economics to Associate Professor of Economics and Management, effective June 30, 1978

Gorlin, Alice C., from Assistant Professor of Economics to Assistant Professor of Economics and Acting Chairperson, Department of Economics, effective August 15, 1978 through August 14, 1979

Stern, Robert L., from Associate Professor of Chemistry and Coordinator of Special Instructional Projects in the Center for General and Career Studies to Associate Professor of Chemistry, effective July 1, 1978

Leaves of Absence

Braunstein, Daniel, Associate Professor of Management and Psychology, sabbatical leave from January 4, 1979 through April 26, 1979

Burdick, Dolores M., Associate Professor of French, sabbatical leave from January 4, 1979 through April 26, 1979

Church, Thomas W., Assistant Professor of Political Science, leave from August 28, 1978 through December 19, 1978

Cooper-Clark, Rose M., Assistant Professor of Learning Skills, sabbatical leave from August 28, 1978 through December 19, 1978

Gerulaitis, Renate, Associate Professor of German, sabbatical leave from January 4, 1979 through April 26, 1979

Roberts, Jean E., Assistant Professor of Mathematical Sciences, leave from August 15, 1978 through August 14, 1979

Titus, Elizabeth M., Assistant Professor in the Library, sabbatical leave from February 1, 1979 through June 21, 1979

White, William, Professor of Communication Arts, sabbatical leave from January 4, 1979 through April 26, 1979

Recommendations from Employment Relations DepartmentAcademic AffairsChemistry

Establish budget position #18, Chemical Laboratory Assistant, AP-I.

Source of funds: An externally funded grant which will not commit general fund resources.

General and Career Studies

Establish budget position #2, Director of Community Education, AP-VII.

Source of funds: An increase in the general fund budget allocation as supported by student tuition and the State appropriation. (Subject to approval of proposed 1978-79 general fund budget by Board of Trustees).

Campus and Student AffairsSports & Recreation Building & Intramural Activities  
(Golf Course)

Establish budget position #303, Secretary/Golf Department, salary grade C-3.

Source of funds: Revenue generated by a self-supporting operation which will not commit general fund resources.

Student Services (Special Programs)

Establish budget position #312, Departmental Secretary, salary grade C-3.

Source of funds: An externally funded grant which will not commit general fund resources.

Mr. Katke inquired as to the status of the "plan or master book" on all classification approvals which would provide some record and history on classification to assist the Board in its decisions.

Mr. O'Dowd responded that Mr. John Coyle, Director of Employment Relations, had left the university in April and that when a director was employed, this project would have priority.

Mrs. Adams inquired about the different types of sabbatical leaves.

Mr. Frederick W. Obear, Provost, replied that basically there were three different types depending on the years of service and the length of time on leave. After three years faculty members were eligible for a "mini sabbatical" in either the fall or winter semester at half pay--generally to do research; after six years of continuous service, or from the last sabbatical leave, faculty were eligible for one semester at full pay or a full academic year at half pay. A request has to be submitted with an activity plan, and be approved. A report must be submitted at the end of the sabbatical. Mr. Obear added that leaves without pay were sometimes requested and granted with a time limit of generally no more than two years.

Mr. Headlee moved that the personnel actions be approved. Mrs. Adams seconded the motion which was voted on and passed.

#### Amendment to Faculty Personnel Action of June 28, 1978

Mr. O'Dowd noted that one Special Instructor from the Department of Learning Skills was incorrectly listed among the probationary Assistant Professors recommended for employment in the personnel actions of the June 28, 1978 Board meeting. Mr. O'Dowd requested the Board's approval of the following recommendation:

It is recommended that the following personnel action, formulated by the Provost with the assistance of the Vice Provost, in accordance with the Tenure Review Process be approved:

Special Instructor eligible for reemployment  
as a Special Instructor, effective August 15, 1979:

#### General and Career Studies

Wilma Garcia

Learning Skills

Reemploy

Mr. Headlee moved for approval. Mr. Mair seconded the motion which was voted on and passed.

Approval of Faculty Personnel Actions

Mr. O'Dowd stated that the Faculty Agreement requires that specific categories of reemployment and/or promotion decisions must be approved by the Board of Trustees at this meeting so that each faculty member, their academic unit, and the AAUP can be notified of the actions by August 15, 1978. This recommendation is concerned with the status of faculty members in the following categories: (1) Those who are eligible for tenure and who must be mandatorily reviewed for reemployment as assistant or associate professors; or are eligible for promotion to the rank of associate professor, with tenure; (2) Those who are being recommended for early tenure actions; (3) Those who are being considered for promotion to the rank of associate or full professor. Mr. O'Dowd requested the Board's approval of the following recommendation:

It is recommended that the following personnel actions, formulated by the Provost with the assistance of the Provost's Personnel Committee, in accordance with the Tenure Review Process be approved:

Assistant Professor eligible for reemployment with tenure as an Assistant Professor, effective August 15, 1979:

Library

Mildred H. Merz

Reemploy

Assistant Professors eligible for reemployment and promotion to the rank of Associate Professor with tenure, effective August 15, 1979:

Arts and Sciences

|                    |                     |                        |
|--------------------|---------------------|------------------------|
| Thomas W. Church   | Political Science   | Reemploy and Promote   |
| James E. Dawson    | Music               | Reemploy and Promote   |
| Lawrence T. Farley | Political Science   | Terminate <sup>1</sup> |
| R. Douglas Hunter  | Biological Sciences | Reemploy and Promote   |

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<sup>1</sup> Termination to be effective August 14, 1979

Arts and Sciences (Continued)

|                 |            |                        |
|-----------------|------------|------------------------|
| Donald C. Young | Chemistry  | Terminate <sup>1</sup> |
| Harold Zepelin  | Psychology | Reemploy and Promote   |

Economics and Management

|                  |            |                        |
|------------------|------------|------------------------|
| Alice C. Gorlin  | Economics  | Reemploy and Promote   |
| Richard M. Reese | Management | Terminate <sup>1</sup> |

Education

|                  |                   |                        |
|------------------|-------------------|------------------------|
| Donald E. Anctil | Teacher Education | Terminate <sup>1</sup> |
| D. Anita Bozardt | Teacher Education | Terminate <sup>1</sup> |
| Jean L. Easterly | Teacher Education | Reemploy and Promote   |

Library

|                 |              |
|-----------------|--------------|
| Mildred H. Merz | Not Approved |
|-----------------|--------------|

Assistant Professors considered for early promotion to the rank of Associate Professor with tenure, effective August 15, 1978:

Arts and Sciences

|                  |                   |              |
|------------------|-------------------|--------------|
| Thomas W. Church | Political Science | Not Approved |
|------------------|-------------------|--------------|

Economics and Management

|                 |           |              |
|-----------------|-----------|--------------|
| Alice C. Gorlin | Economics | Not Approved |
|-----------------|-----------|--------------|

Assistant Professors with tenure considered for promotion to the rank of Associate Professor, effective August 15, 1978:

Library

|                       |          |
|-----------------------|----------|
| Eileen E. Hitchingham | Approved |
| Janet A. Krompart     | Approved |

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<sup>1</sup>Termination to be effective August 14, 1979

Associate Professors considered for promotion to the rank of full Professor, effective August 15, 1978:

Arts and Sciences

|                   |                       |              |
|-------------------|-----------------------|--------------|
| Michael V. Riley  | Biological Sciences   | Approved     |
| Joel W. Russell   | Chemistry             | Not Approved |
| Richard P. Tucker | History               | Not Approved |
| Yel-Chiang Wu     | Mathematical Sciences | Not Approved |

Economics and Management

Daniel N. Braunstein    Management & Psychology    Approved

Mr. Michael Clover asked for recognition to speak on the personnel recommendations. Mr. Clover stated that he was the former president of the Alumni Association and a graduate of the School of Economics and Management. He indicated concern about the action taken with respect to Mr. Richard M. Reese. Mr. Clover stated that he has spoken to Dean Seeber, Provost Obear and a Board member regarding his concerns. He stated that he was not familiar with the review process but in his opinion there was a "flaw" in the system if "teaching" was not considered to be the most critical element for employment and promotion. He stated that Mr. Reese "made a lasting impression" on him when he was a student. He recommended that the Board personnel committee should review and compare the university's actions on other faculty members before finally acting on the recommendation regarding Mr. Reese. He contended that perhaps the faculty review committees may have been influenced by one or two individuals. He suggested that the Board should consider the development of a process or procedure for stressing teaching.

Mr. Gary Foster, President of the University Congress, requested recognition to speak as a representative of the students. Mr. Foster stated that Mr. Lawrence Farley had a great influence on him as a teacher since he provided stimulating class lectures. Mr. Foster stated that teaching was the critical element with regard to a faculty member.

Mr. Morris inquired if there was an appeal process for those faculty members being terminated.

Mr. Frederick Obear stated that the cases under review were subject to review by the AAUP after the Board's action. If the AAUP endorsed a faculty member's request for appeal, then there would be recourse to a Tenure Review Committee. The faculty members have until the end of the calendar year to appeal under this procedure.

Mr. Morris stated that it was his understanding from the comments made to the Board that all of the parties have agreed through collective bargaining on a procedure for promotion and reemployment matters. The Board has inquired if the procedures have been followed and the administration has indicated that they have been adhered to in the subject cases.

Mr. Headlee suggested that the present process has been legally accepted. If students or alumni have some concern with the process, then they should submit their recommendations to the Board for consideration at the appropriate time when collective bargaining contracts are under review.

Mr. Katke stated that the action requested this evening implies some responsibility on the part of the Board and he would feel more comfortable with additional facts.

Mr. Obear responded that the cases have been under review for many months by a variety of committees. All of the information is available to the Board. The procedure followed by the university is detailed in the AAUP contract which was approved by the Board of Trustees.

Mr. Headlee commented that the procedure approved by the Board was assumed to be a sound process at the time of adoption. He inquired of Mr. Obear if Mr. Clover's comments were considered during the review process.

Mr. Obear stated that his comments were considered and that he had spoken personally to Mr. Clover and to members of the student body.

Mr. Headlee stated that the Board was assured by Mr. Obear and Mr. O'Dowd that the procedures adopted by the university were followed. If there are questions regarding the process, perhaps these should be considered during the negotiation period for the next AAUP agreement.

Mr. Headlee moved adoption of the personnel actions and Mr. Morris seconded the motion.



Mr. Jerry Grossman, a member of the Mathematics Department inquired of Mr. Obear if the tenure or promotion and reemployment recommendations were in agreement with the FRPC.

Mr. Obear indicated that there was full agreement on the tenure recommendations.

Mr. Saltzman recommended that the Board should vote on and approve the recommendations, but he suggested that the process be reviewed to determine if there should be some involvement of the Board's Personnel Policy Committee in the actions under consideration.

Mr. Katke stated that he would abstain from voting in the absence of additional information.

Mr. Morris suggested that the motion could be amended to meet Mr. Katke's concern by providing that the Personnel Policy Committee should meet on the recommendations and report back to the Board.

Mr. Obear stated that the Board must take action prior to August 15, 1978.

Mr. Lewis recommended that since the Board was assured that the appropriate procedures have been followed by the institution that action should be taken at this meeting and that the involvement of the Personnel Policy Committee should be prospective covering future recommendations to the Board of Trustees.

Mr. Mair commented that it might be helpful to provide the Board with additional information on promotions and retentions as well as terminations.

Mr. Katke inquired about the reasons for not providing the Board with additional time for review.

Mr. Obear stated that he had hoped to bring the recommendations to the Board at the June meeting, but the committee's scheduling and the Board meeting date did not fall in such a fashion to permit this timing.

A vote was called for the motion as modified by Mr. Lewis. The Board approved the recommendation. Mr. Katke abstained from voting.

Mr. O'Dowd stated that according to the Faculty Agreement, a faculty member denied employment "for a final non-tenured employment term and considered eligible for employment in a tenured position" or the Association may demand that the case be reviewed by the Faculty Reemployment and Promotion Committee (FRPC). Following receipt of the FRPC recommendation, Oakland shall reconsider its original decision and notify the full-time faculty member, the academic unit, and the Association of its reemployment decision by August 15 of the year preceding the date of contract expiration. Assistant Professors J. Harold Ellens (Department of Communication Arts, College of Arts and Sciences); Richard K. Molnar (Department of Mathematical Sciences, College of Arts and Sciences); and Socrates D. Tountas (Department of Economics, School of Economics and Management) have been reconsidered for reemployment under this contract provision.

Mr. O'Dowd requested the Board's approval of the following recommendation:

It is recommended that the following personnel actions, formulated by the Provost with the assistance of the Provost's Personnel Committee, in accordance with the Tenure Review Process be approved:

Assistant Professors eligible for reemployment as Assistant Professors for two-year probationary terms, effective August 15, 1979:

College of Arts and Sciences

|                   |                       |                        |
|-------------------|-----------------------|------------------------|
| J. Harold Ellens  | Communication Arts    | Terminate <sup>1</sup> |
| Richard K. Molnar | Mathematical Sciences | Terminate <sup>1</sup> |

School of Economics and Management

|                     |           |                        |
|---------------------|-----------|------------------------|
| Socrates D. Tountas | Economics | Terminate <sup>1</sup> |
|---------------------|-----------|------------------------|

Mr. Saltzman moved approval of the recommendation which was seconded by Mr. Mair, voted on and passed.

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<sup>1</sup>Termination to be effective August 14, 1979

Approval of Amendments to 1976-79 Faculty Agreement

Mr. O'Dowd explained to the Board that the university and the Oakland Chapter, AAUP, have tentatively agreed to a modification in the 1976-79 Faculty Agreement, which would benefit both parties. The faculty gain would derive from improved acceptance of their Blue Cross/Blue Shield (BC/BS) coverage by hospitals in other states through the addition of the First Aid Emergency (FAE) rider which permits out-of-state hospitals to bill Michigan BC/BS directly. The FAE rider also provides slightly-improved emergency room care thus making faculty coverage comparable to that currently afforded to administrative professionals. Oakland would, in turn, reduce its liability for a one-time salary supplement to be paid to faculty in December, 1978, according to Paragraph 83 of the Faculty Agreement.

Therefore, Mr. O'Dowd requested the Board's approval of the following recommendation:

That the Board of Trustees approve the following changes in the 1976-79 Faculty Agreement, subject to ratification by the Oakland Chapter, American Association of University Professors:

1. Paragraph 93. Add the FAE rider to the list of riders set forth in the first sentence.
2. Paragraph 83. Amend the first sentence to read: "A supplemental payment will be made in December, 1978, to each continuing bargaining unit faculty member drawing all or part of a regular annual salary for the 1978-79 year".

Mr. Headlee moved to approve the amendment which was seconded by Mr. Morris.

Mr. Katke inquired as to the meaning of Mr. O'Dowd's statement that the parties have "tentatively agreed."

Mr. O'Dowd explained that both parties were in accord but the agreement needed approval by the Board of Trustees and the Oakland Chapter, AAUP.

Mr. Saltzman noted that such a modification of a contract was an unusual procedure. He inquired if any precedents were being set.

Mr. O'Dowd expressed the opinion that the administration did not think so, and that this was a mutually beneficial amendment.

The motion was voted on and passed.

#### Acceptance of Gifts and Grants

Mr. O'Dowd requested acceptance of the following gifts and grants:

- I. Gift in support of the Falcon Golf Scholarship:  
Falcon Golf, Inc., Ferndale \$1,500.00
- II. Gifts in support of the Eric Pelzner Memorial Student Loan Fund:  
Miscellaneous Donors 5.00  
Pelzner, Mr. and Mrs. Mervin J., Oak Park 100.00
- III. Gifts in support of the Alumni Association:  
Miscellaneous Donors 30.00
- IV. Gifts in support of the Athletic Department:  
General Mills Foundation, Minneapolis, Minnesota (Matching Gift) 500.00  
Lenk, Mr. Joseph, Jr., Rochester 375.00  
Miscellaneous Donors 90.00
- V. Gift in support of the Awards Fund:  
Larson, Dr. and Mrs. Alvin, Bloomfield Hills 1,000.00
- VI. Gifts in support of the Friends of Kresge Library:  
Miscellaneous Donors 25.00
- VII. Gifts in support of the Leo Gerulaitis/John Immerwahr Book Award Fund, Memorials for Mr. Harry Schucart:  
Miscellaneous Donors 50.00
- VIII. Gift in support of the Honors College:  
Lyon Foundation, Inc. (The), Birmingham 1,000.00

## IX. Gifts in support of Meadow Brook Art Gallery:

|                                                      |           |
|------------------------------------------------------|-----------|
| Doner, Mr. and Mrs. Wilfred B., Franklin             | \$ 100.00 |
| Miscellaneous Donors                                 | 645.00    |
| Sloan, Mr. and Mrs. Richard, Birmingham              | 100.00    |
| Winkelman, Mr. and Mrs. Stanley J., Bloomfield Hills | 100.00    |
| Yamasaki, Minoru, & Associates, Inc., Troy           | 100.00    |

## X. Gifts in support of Meadow Brook Hall:

|                                                                                           |        |
|-------------------------------------------------------------------------------------------|--------|
| Ayres, Mr. and Mrs. L. F., Beverly Hills, California                                      | 500.00 |
| Women's National Farm & Garden Association -<br>Bloomfield Hills Branch, Bloomfield Hills | 700.00 |

## XI. Gifts in support of Meadow Brook Hall - Gilders Development Fund:

|                                  |        |
|----------------------------------|--------|
| Bentley, Mrs. Arvella D., Owosso | 500.00 |
|----------------------------------|--------|

## XII. Gifts in support of Meadow Brook Music Festival:

|                                                                   |          |
|-------------------------------------------------------------------|----------|
| Federal-Mogul Corporation, Detroit                                | 250.00   |
| Miscellaneous Donors                                              | 880.00   |
| Mollica, Mr. and Mrs. John A., Rochester                          | 100.00   |
| National Bank of Detroit - Trust Division, Detroit                | 2,000.00 |
| Semple, Mr. and Mrs. Robert B., Grosse Pointe<br>Farms            | 200.00   |
| Wisconsin Industrial Truck Company, Inc.,<br>Milwaukee, Wisconsin | 100.00   |
| Wolf Envelope Company, Detroit                                    | 100.00   |
| Wood, R. E., Associates, Inc., Rochester                          | 100.00   |

XIII. Gifts in support of Meadow Brook Music Festival/  
Meadow Brook Theatre:

|                                                 |        |
|-------------------------------------------------|--------|
| Ada Metal Products Inc., Lincolnwood, Illinois  | 100.00 |
| Advanced Composite & Forging Company, Warren    | 100.00 |
| Allen Electric Supply Company, Livonia          | 100.00 |
| American Metal, Grand Rapids                    | 100.00 |
| American Steel Corporation, Detroit             | 100.00 |
| Arcade Machine & Tool Company, Southfield       | 100.00 |
| Arnold Tool Engineering Company, Detroit        | 100.00 |
| Atwood Vacuum Machine Company, Birmingham       | 100.00 |
| BASF Wyandotte Corporation, Wyandotte           | 500.00 |
| Bard Air Freight, Inc., Detroit                 | 100.00 |
| Barton-Malow Company, Detroit                   | 350.00 |
| Bott, Jack, Sales, Inc., Detroit                | 125.00 |
| Bradley, A. George, Press Company, Southfield   | 100.00 |
| Brown, Mr. and Mrs. Barton, Grosse Pointe Farms | 100.00 |

XIII. Gifts in support of Meadow Brook Music Festival/  
Meadow Brook Theatre (Continued):

|                                                            |           |
|------------------------------------------------------------|-----------|
| Caldwell, Mr. and Mrs. W.M., West Bloomfield               | \$ 100.00 |
| Campbell, Charles M., Company, Bloomfield Hills            | 150.00    |
| Caserio, Mr. Martin J., Bloomfield Hills                   | 100.00    |
| Cass Machine Company, Detroit                              | 100.00    |
| Champion Bait Company, Mt. Clemens                         | 100.00    |
| Collins, J. J., West Bloomfield                            | 100.00    |
| Custom Sales, Inc., Troy                                   | 100.00    |
| Darnton, Mr. and Mrs. Thomas E., Bloomfield Hills          | 100.00    |
| DeLorenzo, A. G., Detroit                                  | 100.00    |
| Detroit Ball Bearing Company, Detroit                      | 100.00    |
| Division Printing, Inc., Pontiac                           | 100.00    |
| Douglas & Lomason Company, Farmington Hills                | 100.00    |
| Dow Chemical U.S.A., Southfield                            | 100.00    |
| Draftline & Binderline, St. Clair Shores                   | 100.00    |
| Dunn Tool Company, Livonia                                 | 150.00    |
| Edwards, Mr. Morgan H., Birmingham                         | 100.00    |
| Ferro Manufacturing Corporation, Detroit                   | 100.00    |
| Finken, Mr. and Mrs. Warren E., Bloomfield Hills           | 100.00    |
| Fitzsimons Manufacturing Company, Detroit                  | 250.00    |
| Fleet Carrier Corporation, Pontiac                         | 150.00    |
| Franey, Mr. and Mrs. J. L., Southfield                     | 100.00    |
| General Motors Foundation, Inc., Detroit                   | 10,000.00 |
| General Tire Foundation, Inc., Akron, Ohio                 | 300.00    |
| Godfrey, Mr. and Mrs. Joseph E., Bloomfield Hills          | 100.00    |
| Gulf & Western Manufacturing Company, Southfield           | 400.00    |
| Himmelspace, Mr. and Mrs. John A.,<br>Bloomfield Hills     | 100.00    |
| Hughes Manufacturing, Inc., Walled Lake                    | 100.00    |
| Hurst Performance, Inc., Warminster, Pennsylvania          | 100.00    |
| International Telephone & Telegraph, New York,<br>New York | 100.00    |
| Ivan Tool Corporation, Detroit                             | 500.00    |
| Jackson, Mr. and Mrs. Grant F., Birmingham                 | 100.00    |
| Jonesville Products, Inc., Jonesville                      | 100.00    |
| Kasle Steel Corporation, Dearborn                          | 100.00    |
| Kelsey, Mr. Raymond W., Jr., Birmingham                    | 100.00    |
| Kent-Moore Foundation, Warren                              | 100.00    |
| Kripke-Tuschman Industries, Inc., Toledo, Ohio             | 150.00    |
| Kurtz, James H., Steel Company, Detroit                    | 100.00    |
| McDonald, Mr. and Mrs. F. James, Bloomfield Hills          | 200.00    |
| Michigan Bell Telephone Company, Detroit                   | 750.00    |
| Michigan Mutual Insurance Company, Detroit                 | 100.00    |
| Miscellaneous Donors                                       | 6,719.50  |
| Myr, Arthur B., Sheet Metal Industries, Inc.,<br>Dearborn  | 200.00    |
| Nu-Car Driveaway, Inc., Detroit                            | 250.00    |

XIII. Gifts in support of Meadow Brook Music Festival/  
Meadow Brook Theatre (Continued):

|                                                                |           |
|----------------------------------------------------------------|-----------|
| Owens, Mr. I. Jeffrey, Rochester                               | \$ 100.00 |
| Pontiac Travel Service, Inc., Pontiac                          | 150.00    |
| Precision Spring Corporation, Detroit                          | 100.00    |
| Quality Metalcraft, Inc., Livonia                              | 100.00    |
| Reynolds Metals Company, Southfield                            | 250.00    |
| Ring Screw Works, Madison Heights                              | 100.00    |
| Ritter-Smith, Inc., Southfield                                 | 200.00    |
| Schwarb Foundry Company, Warren                                | 100.00    |
| Simpson, A. G., Company, Ltd., Scarborough,<br>Ontario, Canada | 100.00    |
| Simpson Industries Fund, Litchfield                            | 100.00    |
| Smith, Mr. and Mrs. F. Alan, Bloomfield Hills                  | 100.00    |
| Smith, Mr. and Mrs. Roger B., Bloomfield Hills                 | 100.00    |
| Standard Lead Company, Inc., Detroit                           | 100.00    |
| Stevens, J. P., & Company, Inc., Royal Oak                     | 100.00    |
| Suspa, Inc., Grand Rapids                                      | 100.00    |
| Tanury, James, Associates, Inc., Troy                          | 100.00    |
| Trim Trends, Inc., Clawson                                     | 300.00    |
| Tweddle Litho Company, St. Clair Shores                        | 250.00    |
| Uptilt, Inc., Lansing                                          | 100.00    |
| Van Wormer Industries, Inc., St. Clair Shores                  | 200.00    |
| Vorhes, Mr. and Mrs. J. G., Birmingham                         | 100.00    |
| Walker, Hiram, Inc., Detroit                                   | 1,000.00  |
| Whims, Mr. James W., St. Clair Shores                          | 100.00    |
| Wilson Stamping & Manufacturing Inc., Vassar                   | 200.00    |
| Wisco Corporation, Ferndale                                    | 100.00    |
| Woodstock Die Casting, Woodstock, Illinois                     | 100.00    |

XIV. Gifts in support of Meadow Brook Theatre:

|                                                   |        |
|---------------------------------------------------|--------|
| Auto City Iron & Metal Company, Detroit           | 100.00 |
| Bagley Die & Tool Company, Roseville              | 100.00 |
| Denzer, Mr. and Mrs. Richard E., Bloomfield Hills | 100.00 |
| Inmont Corporation, Troy                          | 500.00 |
| Miscellaneous Donors                              | 465.00 |
| Reed, Mr. and Mrs. Stuart M., Bloomfield Hills    | 100.00 |
| Tri-West Products, Inc., Detroit                  | 100.00 |

XV. Gifts in support of the O. U. Foundation -  
President's Club:

|                                             |           |
|---------------------------------------------|-----------|
| Capsalis, Mr. Aleck, Bloomfield Hills       | 1,000.00  |
| Golden, Dr. Donald L., Southfield           | 500.00    |
| Huttenlochters Kerns Norvell, Inc., Pontiac | 10,000.00 |



XV. Gifts in support of the O. U. Foundation -  
President's Club (Continued):

|                                                   |           |
|---------------------------------------------------|-----------|
| Mainland, W. L., Milford                          | \$ 200.00 |
| Markwardt, Mr. and Mrs. M. W., Rochester          | 1,000.00  |
| Stange, Mr. and Mrs. Herbert J., Troy             | 1,000.00  |
| Truesdell, Mr. Robert E., Troy                    | 1,000.00  |
| Wallich, Mr. and Mrs. Edward F., Bloomfield Hills | 1,000.00  |
| Ylvisaker, Dr. John R., Bloomfield Hills          | 1,000.00  |

XVI. Gifts in support of the President's Discretionary  
Fund:

|                                    |          |
|------------------------------------|----------|
| Chrysler Corporation Fund, Detroit | 2,500.00 |
| Thomas Jewelry Company, Pontiac    | 500.00   |

XVII. Gift in support of the School of Economics and  
Management - Federal Computer Systems Study:

|                                    |          |
|------------------------------------|----------|
| Charfoos, Mr. Lawrence S., Detroit | 5,000.00 |
|------------------------------------|----------|

XVIII. Gift in support of the William G. Shaw Charitable  
Trust:

|                                             |        |
|---------------------------------------------|--------|
| Shaw, William G., Charitable Trust, Detroit | 700.00 |
|---------------------------------------------|--------|

XIX. Grants in support of Departments, Staff, Schools  
and Colleges:

National Eye Institute, Bethesda, Maryland, under  
the direction of Dr. Nalin J. Unakar of the  
Department of Biology, to be used in support of the  
program entitled, "Morphological Studies in Experi-  
mental Cataracts." Period of Performance:  
June 1, 1978 to May 31, 1979. 35,235.00

National Eye Institute, Bethesda, Maryland, under  
the direction of Dr. Nalin J. Unakar of the  
Department of Biology, to be used for indirect  
cost related to the program entitled, "Morphologi-  
cal Studies in Experimental Cataracts." Period of  
Performance: June 1, 1978 to May 31, 1979. 16,452.00

National Institutes of Health, Bethesda, Maryland, under  
the direction of Dr. V. Everett Kinsey of the In-  
stitute of Biological Sciences, to be used for  
indirect cost related to the program entitled,  
"Intraocular Fluid Dynamics." Period of Perfor-  
mance: May 1, 1977 to August 31, 1978. 11,966.00

## XIX. Grants in support of Departments, Staff, Schools and Colleges (Continued):

National Institutes of Health, Bethesda, Maryland, under the direction of Dr. Venkat N. Reddy of the Institute of Biological Sciences, to be used for indirect cost related to the program entitled, "Intraocular Transport." Period of Performance: May 1, 1978 to April 30, 1979. \$39,096.00

National Science Foundation, Washington, D. C., under the direction of Dr. Joel W. Russell of the Chemistry Department, to be used in support of the program entitled, "Comprehensive Assistance to Undergraduate Science Education Program." Period of Performance: June 1, 1978 to May 31, 1981. 222,400.00

U.S. Office of Education, Washington, D.C., under the direction of Drs. Sidney Graber and Doris Sponseller of the School of Education, to be used in support of the program entitled, "Project Early: Training Facilitators for the Education and Development of the Young Handicapped Child." Period of Performance: June 1, 1978 to May 31, 1979. 44,000.00

U.S. Office of Education, Washington, D. C., under the direction of Dr. George Jackson of the Student Services Department, to be used in support of the program entitled, "Special Services for Disadvantaged Students." Period of Performance: July 1, 1977 to June 30, 1979. 149,800.00

U.S. Office of Education, Washington, D.C., under the direction of Dr. George Jackson of the Student Services Department, to be used in support of the program entitled, "Upward Bound." Period of Performance: June 1, 1978 to June 30, 1979. 175,470.00

U.S. Office of Education - Veterans' Programs Branch, Washington, D.C., under the direction of Dr. Manuel Pierson of the Student Services Department, to be used as a supplement to the original award for the program entitled, "Veterans' Cost of Instruction Program." Period of Performance: July 1, 1977 to September 30, 1978. 900.00

Total Gifts and Grants \$762,828.50

Mrs. Adams moved that the gifts and grants be accepted with gratitude. Mr. Headlee seconded the motion which was voted on and carried.

University Fifteen Year Plan

Mr. O'Dowd stated that he had hoped to discuss the University Fifteen Year Plan with the Board at this meeting. Unfortunately, the report is still in the printing production process and will be presented at a future meeting.

Approval of 1978-79 General Fund Operating Budget and Tuition and Fee Schedule

Mr. O'Dowd called the Board's attention to the following proposed 1978-79 General Fund Operating Budget:

Oakland University  
Proposed  
1978-79 General Fund Budget

|                                      | 1977-78<br><u>Estimated Actual</u> | 1978-79<br><u>Proposed</u> | <u>Change</u> |                |
|--------------------------------------|------------------------------------|----------------------------|---------------|----------------|
|                                      |                                    |                            | <u>Amount</u> | <u>Percent</u> |
| <u>Resources</u>                     |                                    |                            |               |                |
| 1. Legislative Appropriation         | \$15,301,400                       | \$17,498,475               | \$2,197,075   | 14.4%          |
| 2. Tuition:                          |                                    |                            |               |                |
| At Current Rates                     | \$ 6,925,000                       | \$ 7,010,000               |               |                |
| Rate Changes                         |                                    | 190,000                    |               |                |
| Total Tuition                        | \$ 6,925,000                       | \$ 7,200,000               | \$ 275,000    | 4.0%           |
| 2. Other Student Fees <sup>(1)</sup> |                                    |                            |               |                |
| At Current Rates                     | \$ 245,000                         | \$ 250,000                 |               |                |
| Rate Changes - Net                   |                                    | 115,000                    |               |                |
| Total Other Student Fees             | \$ 245,000                         | \$ 365,000                 | \$ 120,000    | 49.0%          |
| 4. Indirect Cost Recovery            | \$ 405,000                         | \$ 405,000                 | -             | -              |
| 5. Miscellaneous Revenue             | \$ 370,000                         | \$ 400,000                 | \$ 30,000     | 8.1%           |

(1) Excludes Student Center fee, Student Activity fee, Transportation fee, Athletic fee, and Health Service fee; all of which are not considered to be general fund fees.

|                            | <u>1977-78</u>      |               | <u>1978-79</u>            | <u>Change</u>      |                |
|----------------------------|---------------------|---------------|---------------------------|--------------------|----------------|
|                            | <u>Estimated</u>    | <u>Actual</u> | <u>Proposed</u>           | <u>Amount</u>      | <u>Percent</u> |
| 6. Fund Balances           | \$ 280,925          |               | \$ 350,000 <sup>(1)</sup> | \$ 69,075          | 24.6%          |
| 7. Total Resources         | <u>\$23,527,325</u> |               | <u>\$26,218,475</u>       | <u>\$2,691,150</u> | <u>11.4%</u>   |
| <u>Allocation of Funds</u> |                     |               |                           |                    |                |
| Expenditures               | <u>\$23,177,325</u> |               | <u>\$26,218,475</u>       | <u>\$3,041,150</u> | <u>13.1%</u>   |
| Enrollment (FYES)          | <u>8,825</u>        |               | <u>9,039</u>              | <u>214</u>         | <u>2.4%</u>    |
| <u>Per FYES</u>            |                     |               |                           |                    |                |
| Appropriation              | \$1,734             |               | \$1,936                   | \$202              | 11.6%          |
| Tuition and Fees           | 812                 |               | 837                       | 25                 | 3.1%           |
| All Other Resources        | <u>120</u>          |               | <u>128</u>                | <u>8</u>           | <u>6.7%</u>    |
| Total Budget               | <u>\$2,666</u>      |               | <u>\$2,901</u>            | <u>\$235</u>       | <u>8.8%</u>    |

Mr. O'Dowd commented that the development of the 1978-79 budget followed the administrative procedure established last year. An eight person executive budget committee was charged with the responsibility of reviewing the divisional budget requests and recommending budget allocations to the President for 1978-79. The committee was composed of the following individuals: William Connellan, Assistant to the President and Director of Public Relations; Lowell Eklund, Dean of Continuing Education; Laszlo Hetenyi, Dean, School of Education; Patricia Houtz, Assistant Vice President for Student Affairs; Frederick Obear, Vice President for Academic Affairs and Provost; Norton Seeber, Dean, School of Economics and Management; Reuben Torch, Dean, College of Arts and Sciences; Robert Swanson, Chairman, Vice President for Business Affairs; and Ray Harris - Ex officio, Budget Director.

Mr. O'Dowd noted that the Legislature appropriated \$18,112,400, a 15.7 percent increase, for the State fiscal year of October 1, 1978 to September 30, 1979. The university fiscal year is July 1, 1978 to June 30, 1979. The proposed budget is prorated resulting in the \$15,301,400 figure set forth above.

Mr. O'Dowd also called the Board's attention to the following proposed tuition and fee schedule for 1978-79:

(1) Represents savings effected during 1977-78 primarily from vacant or unfilled staff positions, related fringe benefit cost savings, and utility conservation efforts. Does not include encumbrances of 1977-78 purchase obligations at June 30, 1978 which are expected to total approximately \$100,000.

Oakland University  
Proposed  
Tuition and Fee Schedule for 1978-79

|                                                                         | <u>1977-78</u><br><u>Rate</u> | <u>Changes</u> | <u>1978-79</u><br><u>Rate</u> | <u>Percent</u><br><u>Increase</u> |
|-------------------------------------------------------------------------|-------------------------------|----------------|-------------------------------|-----------------------------------|
| <u>Tuition per semester credit hour:</u>                                |                               |                |                               |                                   |
| a. Michigan residents:                                                  |                               |                |                               |                                   |
| Undergraduate                                                           | \$ 24.25                      | \$ .75         | \$ 25.00                      | 3.1                               |
| Graduate                                                                | 33.50                         | 1.50           | 35.00                         | 4.5                               |
| b. Non-residents                                                        | 63.50                         | --             | 63.50                         | --                                |
| c. Competency credit exam fee:                                          |                               |                |                               |                                   |
| Undergraduate                                                           | 12.00                         | --             | 12.00                         | --                                |
| Graduate                                                                | 15.00                         | --             | 15.00                         | --                                |
| Non-resident                                                            | 33.00                         | --             | 33.00                         | --                                |
| d. Off-campus:                                                          |                               |                |                               |                                   |
| Undergraduate                                                           | 30.25                         | --             | 30.25                         | --                                |
| Graduate                                                                | 40.50                         | --             | 40.50                         | --                                |
| <u>General service fee per semester (on-</u><br><u>campus students)</u> |                               |                |                               |                                   |
| a. Undergraduates taking 10 credits<br>or more:                         |                               |                |                               |                                   |
| Oakland Center Allocation                                               | \$ 10.00                      | \$ 6.00        | \$ 16.00                      | 60.0                              |
| Activity Allocation                                                     | 5.00                          | --             | 5.00                          | --                                |
| Transportation Use Allocation                                           | 8.00                          | (2.00)         | 6.00                          | (25.0)                            |
| Enrollment Allocation                                                   | 5.00                          | 5.00           | 10.00                         | 100.0                             |
| Athletic Allocation                                                     | 5.00                          | --             | 5.00                          | --                                |
| Health Service Allocation                                               | --                            | 5.00           | 5.00                          | New                               |
| Total                                                                   | \$ 33.00                      | \$14.00        | \$ 47.00                      | 42.4                              |
| b. Undergraduates taking less than<br>10 credits:                       |                               |                |                               |                                   |
| Oakland Center Allocation                                               | \$ 5.00                       | \$ 3.00        | \$ 8.00                       | 60.0                              |
| Activity Allocation                                                     | 3.50                          | --             | 3.50                          | --                                |
| Transportation Use Allocation                                           | 4.00                          | (1.00)         | 3.00                          | (25.0)                            |
| Enrollment Allocation                                                   | 5.00                          | 5.00           | 10.00                         | 100.0                             |
| Athletic Allocation                                                     | 3.50                          | --             | 3.50                          | --                                |
| Health Service Allocation                                               | --                            | 2.50           | 2.50                          | New                               |
| Total                                                                   | \$ 21.00                      | \$ 9.50        | \$ 30.50                      | 45.2                              |
| c. Graduates taking 10 credits or<br>more:                              |                               |                |                               |                                   |
| Oakland Center Allocation                                               | \$ 10.00                      | \$ 6.00        | \$ 16.00                      | 60.0                              |
| Transportation Use Allocation                                           | 8.00                          | (2.00)         | 6.00                          | (25.0)                            |
| Enrollment Allocation                                                   | 5.00                          | 5.00           | 10.00                         | 100.0                             |
| Health Service Allocation                                               | --                            | 5.00           | 5.00                          | New                               |
| Total                                                                   | \$ 23.00                      | \$14.00        | \$ 37.00                      | 60.9                              |
| d. Graduates taking less than<br>10 credits:                            |                               |                |                               |                                   |
| Oakland Center Allocation                                               | \$ 5.00                       | \$ 3.00        | \$ 8.00                       | 60.0                              |
| Transportation Use Allocation                                           | 4.00                          | (1.00)         | 3.00                          | (25.0)                            |
| Enrollment Allocation                                                   | 5.00                          | 5.00           | 10.00                         | 100.0                             |
| Health Service Allocation                                               | --                            | 2.50           | 2.50                          | New                               |
| Total                                                                   | \$ 14.00                      | \$ 9.50        | \$ 23.50                      | 67.9                              |

Oakland University  
Proposed  
Tuition and Fee Schedule for 1978-79

|                                           | <u>1977-78</u> | <u>Changes</u> | <u>1978-79</u> | <u>Percent</u>  |
|-------------------------------------------|----------------|----------------|----------------|-----------------|
|                                           | <u>Rate</u>    |                | <u>Rate</u>    | <u>Increase</u> |
| 3. <u>Special course fees per course:</u> |                |                |                |                 |
| BIO 195                                   | \$ 10.00       | \$(10.00)      | \$ --          | Eliminate       |
| CHM 107, 147, 148                         | 10.00          | (10.00)        | --             | "               |
| CIN 300, 301, 302                         | 7.50-15.00     | (7.50-15.00)   | --             | "               |
| CIS 120, 121                              | 5.00           | (5.00)         | --             | "               |
| CIS 180                                   | 10.00          | (10.00)        | --             | "               |
| ED 455                                    | 35.00          | --             | 35.00          | --              |
| ED 585                                    | 10.00          | (10.00)        | --             | Eliminate       |
| ED 597                                    | 50.00          | --             | 50.00          | --              |
| EGR 172                                   | 10.00          | (10.00)        | --             | Eliminate       |
| ENG 250, 309, 350, 392                    | 7.50-15.00     | (7.50-15.00)   | --             | "               |
| ENG 566                                   | 14.00          | (14.00)        | --             | "               |
| FRH 404                                   | 7.50-15.00     | (7.50-15.00)   | --             | "               |
| LIT 251                                   | 7.50-15.00     | (7.50-15.00)   | --             | "               |
| NCC 101                                   | 5.00           | (5.00)         | --             | "               |
| Physical Education                        | 2.00           | (2.00)         | --             | "               |
| PHY 158                                   | 10.00          | (10.00)        | --             | "               |
| SCN 200, 375                              | 7.50-15.00     | (7.50-15.00)   | --             | "               |
| SA 100, 101                               | 10.00          | (10.00)        | --             | "               |
| Applied Music:                            |                |                |                |                 |
| Individual Instruction                    | 60.00          | --             | 60.00          | --              |
| Group Instruction                         | 15.00          | --             | 15.00          | --              |
| Film Courses                              | 15.00          | (15.00)        | --             | Eliminate       |
| 4. <u>Summary comparison of on-campus</u> |                |                |                |                 |
| <u>tuition and fee costs (exclusive</u>   |                |                |                |                 |
| <u>of special course fees):</u>           |                |                |                |                 |
| a. Undergraduate Michigan resident        |                |                |                |                 |
| student taking a 31 credit hour           |                |                |                |                 |
| load for two semesters:                   |                |                |                |                 |
| Tuition                                   | \$ 751.75      | \$23.25        | \$ 775.00      | 3.1             |
| General Service Fee*                      | 50.00          | 32.00          | 82.00          | 64.0            |
| Total                                     | \$ 801.75      | \$55.25        | \$ 857.00      | 6.9             |
| b. Graduate Michigan resident             |                |                |                |                 |
| student taking a 24 credit hour           |                |                |                |                 |
| load for two semesters:                   |                |                |                |                 |
| Tuition                                   | \$ 804.00      | \$36.00        | \$ 840.00      | 4.5             |
| General Service Fee*                      | 30.00          | 32.00          | 62.00          | 106.7           |
| Total                                     | \$ 834.00      | \$68.00        | \$ 902.00      | 8.2             |
| c. Non-resident undergraduate student     |                |                |                |                 |
| taking a 31 credit hour load for          |                |                |                |                 |
| two semesters:                            |                |                |                |                 |
| Tuition                                   | \$1,968.50     | \$ --          | \$1,968.50     | --              |
| General Service Fee*                      | 50.00          | 32.00          | 82.00          | 64.0            |
| Total                                     | \$2,018.50     | \$32.00        | \$2,050.50     | 1.6             |

\*Excluding portion allocated to transportation use.

Mr. O'Dowd requested the Board's approval of the following recommendation:

It is recommended that the Board of Trustees approve the General Fund Budget for 1978-79 totaling \$26,218,475 and the proposed Tuition and Fee Schedule for 1978-79.

Mr. Headlee moved to approve the proposed 1978-79 budget and tuition and fee schedule. Mrs. Adams seconded the motion.

Mr. Saltzman stated that for the past two years he has requested more detailed financial information in order to assist the Board in its evaluation of the university's budget recommendations. In his opinion the material submitted for review was "not an appropriate document." It was Mr. Saltzman's impression that as a result of his previous inquiries a new and expanded budget format would be presented to the Board. In explanation of his concerns, he stated that he was unable to determine from the materials submitted whether the recommended budget was consistent with the university's role and mission statement and the five-year plan. He expressed a need for a budget which had some "historical perspective" with respect to past expenditures and accomplishments and future objectives. He specifically requested that the Board also receive a "consolidated budget" which would include information on all of the university's activities. This budget would encompass the self-liquidating and auxiliary functions as well as the general fund activity. In the absence of the information requested, it was Mr. Saltzman's opinion that the Board could not be instructive to the administration and could not be responsive to the needs of the university community.

Mr. Lewis inquired if the budget and tuition and fee schedule had been reviewed by the Board Audit and Finance Committee.

Mr. Katke stated that the committee reviewed the material and recommended its approval.

Mr. Swanson stated that he was "not unmindful of Mr. Saltzman's request." He added that the Association of University Governing Boards is reviewing the budget questions raised by Mr. Saltzman with the thought of developing some uniform reporting process for all of the State institutions. Mr. Swanson added that he could develop a "programmatic approach to the budget" as requested by Mr. Saltzman, but he was awaiting further developments of a State-wide reporting process.



Mr. Lewis inquired if Mr. Swanson's response was "acceptable or satisfactory" to Mr. Saltzman.

Mr. Saltzman stated that he understood the response and that it was satisfactory. He reiterated that the Board could not respond effectively with the budgetary information provided.

Mr. O'Dowd stated that the budgetary process was geared to the five and fifteen year plans.

Mr. Lewis asked for confirmation of his understanding that the fees were not optional but mandatorily levied on the students.

Mr. O'Dowd stated that Mr. Lewis was correct in his understanding.

Mr. Gary Foster, President of the University Congress, requested recognition. He stated that he did not have any prior information on the fees and had not had an opportunity to discuss this issue with the students. In his opinion the Health Center, for which there is a proposed fee, is used primarily by faculty and staff. He also stated that in his opinion the Oakland Center was used more by faculty and staff than by students. He observed that the Oakland Center fee in all probability should have been raised prior to this year in order to balance the budget. He requested, however, that the fee should not be added at this time until there was an opportunity to review the issue with the student body. Mr. Foster also expressed the opinion that special instructional course fees were appropriate since in some instances he alleged that 85 percent of the student body would be subsidizing 15 percent of the students. He recommended that if the tuition and fee schedule is approved, it not be implemented until he conducted a student referendum in the fall.

Mr. Jack Wilson, Dean for Student Life, stated that Mr. Foster was aware of the proposed fee schedule prior to this evening. He stated that there were several meetings with Mr. Foster and other students and they had been informed about these issues.

Mr. Headlee inquired about the amount of money raised by dropping the course fees and increasing tuition and other fees.

Mr. O'Dowd stated that approximately \$20,000 additional would be raised.

Mr. Morris inquired about the utilization of the Health Center by students.

Mr. Coffman responded that the students made great use of the Health Center and the charges were lower than those made by private physicians.

There was a general discussion by several students in the audience contesting the level of utilization of the Health Center and other university functions by the students. In addition, there was a discussion on whether or not fees should be charged for those courses having higher operating costs so that students not taking these programs would not be subsidizing the courses.

Mr. Keith Kleckner, Associate Provost, commented that if actual costs were charged for each course, certain programs at the university would be prohibitive. As an example, the science and nursing courses requiring extensive laboratory equipment would be beyond the reach of many students.

Mr. Foster asked for the floor and stated that he would prefer a tuition increase rather than an increase in fees. He therefore asked that the Board delay action on the fees until he could conduct a "study of the issue." Since the students were on summer recess, he suggested that action should be deferred until the students returned in the fall.

Mr. Morris observed that the question raised by Mr. Foster was most difficult to respond to since some students would prefer a tuition increase and others a fee increase, depending upon their particular program at the institution.

Mr. O'Dowd inquired if the Board was ready to vote on the matter. The Board members indicated that the matter should be put to a vote. All of the Board members approved the budget and the tuition and fee schedule.

Mr. Saltzman stated that he would urge the Board and the administration to invite Mr. Foster and any other member of the university community to submit suggestions on the modification of the fee schedule so that such recommendations could be considered in future budgetary actions by the Board of Trustees.

#### Approval of an Allocation of Investment Income for Acquisition of Instructional Equipment

Mr. O'Dowd noted that due to limited general fund budgets, instructional equipment needs in the academic area over the past several years have exceeded the university's funding ability. He

stated that he made a commitment to supplement the general fund budget with gifts and other unrestricted funds to alleviate this problem. Mr. O'Dowd requested approval of the following recommendation:

That approval be granted to allocate \$50,000 from the investment income account in the Designated Fund for the purchase of instructional equipment during 1978-79.

Mr. Katke moved to approve the recommendation. Mr. Mair seconded the motion which was voted on and passed.

Mr. Headlee left the meeting at this time.

#### Approval of Contract for Construction of Katke-Cousins Golf Course Clubhouse

Mr. O'Dowd reported that the Board had previously approved the construction of a clubhouse at the Katke-Cousins Golf Course. The project budget was to be \$150,000 funded from gift income and if needed, a loan of up to \$40,000 from the Oakland University Foundation. Over the course of several months the architect, Harley Ellington Pierce Yee Associates, determined that the clubhouse could not be built to include all the desired elements within the budget approved by the Board. Therefore, rather than eliminate some important features of the plan, several general contractors and material suppliers were approached to solicit their interest in contributing time and material as a gift to the university. This approach has proved quite fruitful. In order to construct the clubhouse in this fashion, it is necessary to appoint a general contractor who will coordinate the work. Therefore, Mr. O'Dowd requested approval of the following recommendation:

It is recommended that the Board authorize the President or his designee to enter into a contract with a general contractor who will build the clubhouse at the lowest cost to the university.

Mrs. Adams moved that the recommendation be approved. Mr. Saltzman seconded the motion.

Mr. O'Dowd assured the Board that Messrs. Howlett and De Carlo would assist Mr. Kenneth Coffman, Vice President for Campus and Student Affairs, in working out the procedures to implement this action.

The motion was voted on and carried.

Report on Status of State Building Authority Program for  
Classroom Office Building No. 2

Mr. O'Dowd called upon Mr. De Carlo to report on the status of Classroom Office Building No. 2.

Mr. De Carlo stated that the Michigan State Legislature in Act No. 240 of the Public Acts of 1976 created the State Building Authority "with the power to acquire, furnish, equip, own, improve, enlarge, operate and maintain buildings, necessary parking structures and facilities and sites for the use of the State or any of its agencies." In addition, the Authority has the power to issue revenue bonds to carry out its functions. The Building Authority was established as a result of the decision by the Legislature to construct building projects on a bonding rather than on a pay-as-you-go basis. The buildings will then be leased to the State or the universities.

The bonds issued by the Authority will not have the full faith and credit of the State as the basis for payment. The bonds will be paid from what has been designated in the statute as "true rental" which is defined as the rental paid by the State to the Building Authority pursuant to a lease between the parties for a facility provided by the Authority.

Oakland University's Classroom Office Building No. 2 has been designated by the State Legislature and the State Building Authority as one of the first projects to be constructed under this new procedure. The process is complicated and raises a host of legal questions since the Authority has not as of this time issued any contracts, lease documents or bonds.

At this point Mr. Lewis stated that there was a potential conflict of interest on his part since his law firm had been engaged as co-bond council by the State Building Authority. He wanted to make a full disclosure of this fact. He stated that he would not take part in any action by the Board on this project. Mr. Lewis said he was very sensitive about the issue of a possible conflict of interest or the appearance of any impropriety. He noted that when his firm was interviewed by the State Building Authority he made it "crystal clear" that his firm would not accept any fee proportionate to the total amount of the projects being financed by the Building Authority represented by the Oakland project. His firm is not accepting a fee for any work they do as bond council for the first eight projects which includes Oakland

University's Classroom Office Building No. 2. This portion of their fee would inure to the benefit of the State Building Authority. Furthermore, Mr. Lewis said he would feel more comfortable if he did not take part in any discussion on this item.

Mr. Lewis left the meeting at this time.

Mr. De Carlo continued to explain that no formal action was required by the Board at this time. He stated that the Board should be aware of the fact that it will be required to enter into an agreement with the State Building Authority in order to construct Classroom Office Building No. 2. Mr. De Carlo stated that the legal issues presently under review are related to the following areas:

1. The university may be required to convey the site for the location of Classroom Office Building No. 2 to the State Building Authority. It was initially suggested by the Authority that the land be conveyed outright. The university objected to such a conveyance and proposed a lease of the land. (Upon completion of the building, the Authority would lease back to the university the building and land.) This issue of the conveyance of land has not been resolved. The reason for concern is that during the construction period the university would have no authority over the building site if the land was conveyed outright. In addition, if there was a default on the bonds through the lack of payment from the Legislature, there is the possibility that the bondholders would acquire the property. There would then be an enclave of private owners of property within the boundaries of the university.
2. There is also some question with respect to the ultimate transfer of title after payment of the bonds. If the State Building Authority owns the property outright and leases the land and building to the university without an agreement for transfer to the university upon payment of the bonds, by what mechanism will the property and the building revert to the university?
3. The status of the university property in the event of a successful legal challenge to the Act or lease agreements is another issue requiring resolution.

This matter is brought to the Board's attention for an appraisal of the issues since the State Building Authority has just adopted an accelerated schedule to undertake the first eight priority projects by the end of October. The university has not received any of the lease documents as of this date, but it is projected that the documents will be submitted on or about the 24th of July. The attorneys for the universities will have until August 22nd to approve the leases and the Building Authority requests that the Board of Trustees approve the documents by September 15. The timetable is critical particularly in view of the unresolved issues.

The State Building Authority Bonding Counsel and the Attorney General's Office are working with the institutions in an effort to resolve the issues. A recommendation will be presented to the Board after the receipt and analysis of the legal documents.

Mr. Morris moved to accept Mr. De Carlo's report. Mr. Saltzman seconded this action.

Mr. Katke commented that he had attended a meeting with Mr. De Carlo where these various issues were discussed and that there seemed to be a great deal of confusion about the matter. Mr. Katke stated that "instead of paying our way, we are mortgaging our future through the bonding process."

Mr. De Carlo said at this time he just wished to alert the Board to the situation.

The motion to accept the report "with concern" was approved.

Mr. Lewis returned to the meeting.

Report from Special Board Committee Appointed to Consider the Offer to Purchase University Property West of Squirrel Road

Mr. O'Dowd noted that at the last meeting of the Board Vice Chairman, David Lewis, appointed a committee consisting of Trustees Adams, Headlee and Morris to investigate the various issues relating to the offer from a developer to purchase approximately 40 acres of university property west of Squirrel Road.

Mr. Morris, acting as spokesperson for the committee, stated that a meeting had been held at 8:30 a.m., Thursday, July 20, 1978 which was attended by Trustees Adams and Morris, and Messrs. John De Carlo, George Karas and Robert Swanson. He noted that they investigated the various ramifications of the proposed purchase offer and visited the site. He noted that the area in question possessed great natural beauty. The special committee came to the following conclusions:



1. The Board of Trustees would be advised at the July 26, 1978 meeting that the committee believes that every effort should be made to maintain the natural scenic beauty of Squirrel and Butler Roads.
2. Based upon the information presently available, the committee could not recommend disposing of any university property.
3. The committee recommends that Board authorization be granted for the committee to invite the developers of the property west of Squirrel Road, representatives of Pontiac Township, the Oakland County Road Commission and interested campus and university groups to appear before the committee to express their viewpoints regarding the widening and paving of Squirrel Road and the status of the 40 acres of university property west of Squirrel Road.
4. The campus engineer's office should obtain the following information for the committee's review:
  - (1) The County and Township plans on Butler Road.
  - (2) Specific information on the location of Squirrel Road and the exact right-of-way proposed by the County.
  - (3) The acreage lost to the university by the proposed right-of-way.

The committee had a general discussion of the university Physical/Development Plan (also known as the university Master Plan). The plan was adopted by the Board on December 4, 1971. The Board at that time accepted the Master Plan with the understanding that it would be under continuous review and could be subject to "major changes or modifications." The Board committee members expressed the opinion that it may be appropriate to review the Master Plan in connection with the Squirrel Road project in order to determine if there should be some change with regard to the peripheral road program.

Mr. Morris added that the general feeling of the committee was that before making a final recommendation to the Board that an opportunity should be given to the university community and all concerned parties to express their points of view. After taking these various viewpoints into consideration, the special committee would then make its recommendation to the Board.



Mr. Saltzman recommended concurrence by the Board in the committee's recommendations. Mr. Mair seconded the motion.

Mr. Lewis expressed appreciation to the committee for its fine recommendations.

The motion was voted on and passed.

A motion to adjourn was made by Mr. Morris and seconded by Mr. Saltzman.

Mr. O'Dowd recognized Mr. Gary Foster who expressed his appreciation to the Board for their interest in and consideration of his comments during the meeting.

Mr. O'Dowd recognized Mr. Corey Van Fleet who informed the Board and audience of the death of Mr. Fred Duranceau, the former groundskeeper for the university.

The meeting was adjourned at 11:05 p.m.

Approved,

John De Carlo, Secretary  
Board of Trustees

Alan E. Schwartz, Chairman  
Board of Trustees

Date \_\_\_\_\_

JDeC/mp