

MINUTES OF THE REGULAR MEETING

of the

BOARD OF REGENTS OF THE UNIVERSITY OF WISCONSIN SYSTEM

Madison, Wisconsin

Held in room 1820 Van Hise Hall
Friday, November 10

APPROVAL OF MINUTES	1
REPORT OF THE PRESIDENT OF THE BOARD	1
REPORT ON THE OCTOBER 27 TH MEETING OF THE HIGHER EDUCATIONAL AIDS BOARD	1
REPORT ON THE NOVEMBER 8 TH MEETING OF THE HOSPITAL AUTHORITY BOARD	2
ECONOMIC SUMMIT	2
Wisconsin Economic Summit.....	3
REGENT COMMITTEE FOR ACADEMIC STAFF EXCELLENCE AWARDS	4
REPORT OF THE PRESIDENT OF THE SYSTEM	4
FOLLOW-UP INFORMATION ON ACCESS DISCUSSION	4
<i>Nonresident students</i>	5
<i>Joint programs with WTCS</i>	5
<i>Relationship between access rates and retention/graduation rates</i>	5
<i>WIYN Telescope Consortium</i>	6
<i>Getting it into the Net</i>	7
<i>Presidential Early Career Awards for Two UW Scientists</i>	7
<i>UW-Milwaukee High-Tech Alumni</i>	7
<i>Two Chancellors Recognized</i>	7
<i>UW-Washington County Received \$1 Million Grant</i>	7
<i>UW-WTCS Collaborative Program</i>	8
<i>State Bar Board of Governors Appointment</i>	8
REPORT OF THE PHYSICAL PLANNING AND FUNDING COMMITTEE.....	8
2001-03 AND LONG RANGE FACILITY MAINTENANCE – FIRST READING	8
CAMP RANDALL EXPANSION AND RENOVATION	9
UW-Madison: Authority to Seek Enumeration Camp Randall Stadium Improvements.....	9
UW-Madison: Implementation of Camp Randall Stadium Improvements	9
UW-Madison: Authority to Construct a Camp Randall Memorial Sports Center Addition	10
UW-Madison: Authority to Construct a Babcock Hall Dairy Store Renovation Project.....	11
REPORT OF THE ASSISTANT VICE PRESIDENT.....	11
REPORT ON WASTE ABATEMENT IN THE UW SYSTEM.....	11
Resolution of Commendation Waste Management Program.....	11
UW-Milwaukee: Authority to Execute a Use Permit.....	12

REPORT OF THE BUSINESS AND FINANCE COMMITTEE..... 12

- Principal Expenditure UW System Trust Funds Kathryn J. Schmidt Bequest/Helen Louise Allen Textile Fund 13
- Contractual Agreement with Pharmacia & Upjohn AB Company..... 13
- Contractual Agreement with Novartis Pharmaceutical Corporation..... 13
- UW-Waukesha Low Power FM Radio License..... 14
- UW-Fox Valley Low Power FM Radio License..... 14
- UW-MADISON PRESENTATION: E-PROCUREMENT FOR HIGHER EDUCATION.....14
- UW FOUNDATION VIEWS ON VENTURE CAPITAL.....14
- QUARTERLY GIFTS, GRANTS AND CONTRACTS15
- ADDITIONAL ITEMS15
- PUBLIC FORUM ON TRUST FUND INVESTMENTS.....15

REPORT OF THE EDUCATION COMMITTEE 15

- University of Wisconsin System 2000 Research and Public Service Reports 16
- UW-Parkside: Authorization to Recruit: Provost and Vice Chancellor..... 16
- UW-Milwaukee: Renaming of School: School of Library and Information Science..... 16
- UW-Milwaukee: Reappointment of Wisconsin Distinguished Professor 16
- UW-Stevens Point: Reappointment of Wisconsin Distinguished Professor 16
- LOW ENROLLMENT PROGRAMS17
- 2000-01 EDUCATION COMMITTEE AGENDA.....17
- NEW PROGRAM AUTHORIZATIONS18

ADDITIONAL RESOLUTIONS 18

- Cancellation of January 2001 meetings 18

EXECUTIVE SESSION 18

- UW-Extension: Approval of Salary: Provost and Vice Chancellor 19
- UW-Milwaukee: Board of Visitors..... 19
- Nominations for Madison Cultural Arts District Governing Board..... 19
- UW-Madison: Appointment of Chancellor 20

MINUTES OF THE REGULAR MEETING

of the

BOARD OF REGENTS OF THE UNIVERSITY OF WISCONSIN SYSTEM

Madison, Wisconsin

Held in room 1820 Van Hise Hall

Friday, November 10, 2000

9:00 a.m.

- President Smith presiding -

PRESENT: Regents Alexander, Axtell, Barry, Boyle, Brandes, De Simone,
Gottschalk, James, Krutsch, Marcovich, Mohs, Olivieri, Randall,
Schneiders and Smith

ABSENT: Regents Gracz and Benson

APPROVAL OF MINUTES

There being no additions or corrections, the minutes of the October 6, 2000, meeting of the Board stood approved as distributed.

- - -

REPORT OF THE PRESIDENT OF THE BOARD

Report on the October 27th meeting of the Higher Educational Aids Board

The Board received a written report on the October 27 meeting of the Higher Educational Aids Board.

-

Report on the November 8th meeting of the Hospital Authority Board

A written report on the November 8 meeting of the Hospital Authority Board was provided to the Board of Regents. Supplementing the written report, Regent Mohs, a member of the Authority Board, reported that recent financial results for the hospital were positive, despite the difficulties faced by teaching hospitals on a national basis. He also pointed out that UW Hospital is second in the nation in numbers of organ transplants and is one of the lowest in cost.

Regent DeSimone commended UW Hospital for its promptness in handling referrals of cancer patients.

-

Economic Summit

Regent President Smith reported that public listening sessions and regional economic strategy meetings held throughout the state were very successful, with broad participation from business, labor, education, government, and the general public

Noting that news media coverage of activities leading to the economic summit has been excellent, he thanked the media statewide for their extensive coverage and editorial support.

Activities around the state have attracted more than a thousand participants to date and have generated a great deal of enthusiasm for creating a strategic vision for Wisconsin's economic future. The state's five regions have succeeded in identifying regional strengths and challenges. They are well along in creating regional economic visions and plans. In addition, 50 white papers are being written and will be available on the summit's Web site as they come in.

Regarding the agenda, Regent Smith indicated that the white paper authors, who have made a great contribution to the summit, will be honored at a special reception on Thursday, November 30th. On Wednesday evening, the Regents will host a kick-off reception with Governor Thompson.

Noting that the agenda will be interactive, Regent Smith expressed the hope that all Regents will be able to attend and share thoughts on these important issues. Registrations to date show that the initial estimate of about 300 participants already has been far surpassed.

Expressing appreciation to all who have supported and encouraged the Economic Summit, Regent President Smith commented that an "opportunity does not often emerge to make a significant imprint on the state's economy and quality of life. This is one such moment for the university and all the people of Wisconsin. The Regents are honored and humbled to play a leading role as it pertains to this effort."

Regent Axtell read Resolution 8240 and moved its adoption by the Board of Regents. The motion was seconded by Regent DeSimone and carried unanimously.

Wisconsin Economic Summit

Resolution 8240: Whereas, thanks to the visionary leadership of Governor Thompson and State Legislature and the hard work of many others, Wisconsin's positive present economy with its unprecedented job creation and record low unemployment is a strong foundation upon which continued economic growth and prosperity can be built; and

Whereas, Wisconsin today has an unprecedented opportunity to create a shared vision for long-term economic vitality that enhances existing industries and traditional economic sectors, while opening new pathways to economic growth in promising high-tech fields; and

Whereas, through 152 years of statehood, in partnership with education, government, business, labor, agriculture and citizens across the state, the institutions of the University of Wisconsin System have served as a catalyst for intellectual, industrial and economic development; and

Whereas, because of its historical role in society, the UW System is dedicated and well positioned to initiate and foster the development of strategic plans for Wisconsin's economy in the 21st Century, in a manner that encourages the participation of all citizens, in every community, for maximum impact; and

Whereas, the Wisconsin Economic Summit, a strategic initiative of the Board of Regents and the University of Wisconsin System, was launched in June of this year to create a shared vision for the long-term vitality of our state; and

Whereas, through a series of energetic regional public listening sessions and the creation of dozens of discussion papers on crucial issues and opportunities facing Wisconsin, the Summit will initiate a discussion of futuristic goals and strategies for Wisconsin's long-term economic vitality;

Therefore, be it resolved that the Board of Regents of the University of Wisconsin System does strongly encourage every UW System institution, our representatives from education, government, business, labor and agriculture, and all interested citizens to attend and participate in the Wisconsin Economic Summit, to be held November 29, 30 and December 1, 2000, at the Midwest Express Center, Milwaukee, Wisconsin.

-

Regent Committee for Academic Staff Excellence Awards

Regent Smith announced that the following Regents will constitute the Regent Committee to select the year 2000 winners of the academic staff excellence awards: Regent Randall, Chair, Regent Gracz, Regent Krutsch, and Regent Schneiders.

- - -

REPORT OF THE PRESIDENT OF THE SYSTEM

Follow-up Information on Access Discussion

President Lyall began by recalling that information on access was presented at the October meeting as a series of "funnels" that start with a high school student's decision to take or not to take the ACT test, a requirement for admission; then the decision whether or not to apply to a UW institution; the institution's decision whether or not to admit the student; and finally, the admitted student's decision whether or not to enroll in that institution.

Noting that use of the term "access rate" may be misleading, she pointed out that the rate of 33% actually is a service rate; that is, the UW System serves one in three Wisconsin high school graduates. 94% of all Wisconsin high school applicants are admitted somewhere in the UW System. By either of these measurements, she indicated, Wisconsin has significantly higher access and service rates than most other states.

It is apparent, President Lyall said, that there are both gender and race differences in the way various groups proceed through the "funnel", with more males making decisions early in the process not to take the ACT test, and fewer students of color making decisions later in the process to attend institutions to which they were admitted.

-

Nonresident students

Responding to questions that were raised at the October meeting, President Lyall indicated that about 6% (9,000 FTE) of students are nonresidents. That number ranges from about 1% at UW-River Falls to 16% at UW-Madison. Minnesota reciprocity students are treated as residents and are excluded from these figures, as are international students. Wisconsin ranks second lowest of the seven Midwestern states in the percent of nonresidents in its undergraduate student body.

Because nonresidents pay 140% of instructional cost in Wisconsin, they generate \$26 million that is used to subsidize resident undergraduate tuition. If the 9,000 nonresident undergraduates were replaced with residents, resident undergraduate tuition would have to rise about 20% to maintain the same educational support per student. However, she pointed out, nonresidents are not admitted for financial effect, however beneficial that may be. They are admitted to provide diversity in the student body and enrich the experience of resident undergraduates.

-

Joint programs with WTCS

Another question, President Lyall continued, relates to what joint marketing programs with WTCS could be undertaken to promote college attendance in general. In this regard, UW-Rock County and Blackhawk Technical College did a successful joint marketing program last summer. In the future, she indicated, the most promising opportunities appear to be the 2+2 programs being developed under the Joint Board Agreement of last April. These would lend themselves to an information campaign that could outline how the student could go from start to finish utilizing both systems to maximum effect.

-

Relationship between access rates and retention/graduation rates

President Lyall noted a question concerning whether success rates decline as access increases. Replying in the negative, she reported that the statistical correlation between access and retention/graduation rates is very high because institutions have been increasing the proportion of freshmen coming from the top of their high school classes. Therefore, rising access is associated with rising academic success rates.

With regard to other questions that had been raised, President Lyall indicated that a survey is planned in 2001 of high school students who have taken the ACT, in order to learn more about their college selection decisions. In addition, focus groups with pre-college students are planned to learn more about their perceptions of college accessibility and affordability. Another plan is to contact a sample of high school counselors to find out what they think can be done to encourage high school males to take the ACT and aspire to college in large numbers.

Noting that access is one of the Board's three priority issues for this year, President Lyall said information about these topics will continue to be brought to the Board.

Regent Krutsch observed that, although Wisconsin's access rate is one of the highest in the country, the number of college graduates in the state is lower than average. She thought it pertinent to focus on the cause of this discrepancy. With respect to differing access rates for males and females, she observed that in Great Britain programs are being developed for boys beginning in elementary school to address discrepancies in reading and writing scores between girls and boys.

Regent Olivieri noted that numbers of nonresident students at UW-Madison remain an issue of concern to Wisconsin students and parents. He also noted the importance of advising students about attractive options available at other UW institutions.

Regent Barry added that UW-Marathon has been highly successful in generating college transfer contracts to UW-Madison, primarily through focus on marketing the idea to students and parents. Under the contract, transfer is guaranteed with a grade point average of 2.6 or higher at UW-Marathon. The UW, he remarked, needs to publish these types of contracts as well as other access avenues for Wisconsin high school graduates.

-

WIYN Telescope Consortium

President Lyall reported that UW-Madison, UW-Stevens Point, UW-Whitewater, UW-Oshkosh, and UW-Milwaukee had formed a consortium to take over management of a .9 meter optical telescope on Kitts Peak, Arizona. The telescope is being equipped for remote viewing so that students in Wisconsin will be able to look through the telescope from their labs on campus. Management of the telescope is being taken over from a federal agency as a result of a winning proposal that impressed the review committee because of its collaborative nature and educational promise. Recognizing Professor Bob Mathieu, of UW-Madison, who took the lead in putting the proposal together, President Lyall noted that this is one more benefit of the UW's collaborative approach to programming that opens up new opportunities for students.

-

Getting it into the Net

President Lyall recognized Wisconsin Public Television for successfully transmitting a Badger hockey game to Anchorage, Alaska on Internet2 - the first such transmission of a regularly scheduled program. Internet2, she noted, is the 21st century research network that will keep UW-Madison and other institutions on the cutting edge of research advances. She commended Wisconsin Public Television for its part in continuing to push the envelope.

-

Presidential Early Career Awards for Two UW Scientists

President Lyall congratulated Assistant Professor Susan Hagness and Assistant Professor Jenny Saffran, both of UW-Madison, for winning Presidential Early Career Awards of \$500,000 to advance their research and teaching. Professor Saffran, a child development psychologist, does research on how babies learn. Professor Hagness, an engineering professor, is developing a new class of materials to increase the speed of computers.

-

UW-Milwaukee High-Tech Alumni

It was reported by President Lyall that UW-Milwaukee is honoring two of its high-tech enterprises: Chin Fan, President and co-founder of Flash Electronics, Inc.; and Staya Nadella, Vice President of MicroSoft bCentral Team. They hold degrees in industrial engineering and computer science, respectively.

-

Two Chancellors Recognized

President Lyall commended Chancellor George, UW-Stevens Point, who has published his third scientific book since arriving on campus. His most recent publication is titled *Optics of Nanostructured Materials*.

She also congratulated Chancellor Zimpher, UW-Milwaukee, for being awarded the St. Francis Children's Center Community Service Award. Other recipients have been Roger Fitzsimonds, James Ericson, and Regent Emeritus Edith Finlayson.

-

UW-Washington County Received \$1 Million Grant

President Lyall commended UW-Washington County and Dean Joel Rodney on receipt of a \$1 million grant from Paul Collins, an area donor, whose gift will be used to provide nursing programs to area residents in collaboration with UW-Milwaukee's School

of Nursing. The program will consist of two years study at UW-Washington County, two years at UW-Milwaukee, and a final clinical year serving the Washington County community. This is an excellent example, the President pointed out, of how collaboration expands the reach of academic programs, while maximizing efficiency.

-

UW-WTCS Collaborative Program

Another cooperative innovation is a collaborative microcomputer specialist program to be offered by UW-Richland and Southwest Wisconsin Technical College. Southwest Technical College will offer computer-related courses on the UW-Richland campus and UW-Richland will offer general education courses. Graduates will earn an associate degree from Southwest Tech. Noting that this is the first joint program offered by the two systems, President Lyall commended Richland Dean Dion Kempthorne and Southwest President Karen Knox for this major step in carrying forth the spirit of the agreement signed by the Board of Regents and the Wisconsin Technical College System Board in April.

-

State Bar Board of Governors Appointment

President Lyall recognized Tess Arenas, Assistant Vice President for Academic and Multicultural Affairs, for her appointment by the Wisconsin Supreme Court to a two-year term on the Board of Governors of the Wisconsin State Bar.

- - -

REPORT OF THE PHYSICAL PLANNING AND FUNDING COMMITTEE

The Physical Planning Committee met jointly with the Business and Finance Committee to discuss the long range facility maintenance plan and renewal; the 2001-03 Capital Budget funding recommendations, and Camp Randall expansion and renovation.

2001-03 and Long Range Facility Maintenance – First Reading

Assistant VP Nancy Ives explained that the basis of the long range facility maintenance plan is a detailed audit of major GPR facilities. The audit revealed a backlog of deferred maintenance of approximately \$800 million with about \$115 million

per biennium needed to fund cyclical maintenance. Eliminating the backlog over a ten-year period will require a reinvestment of approximately \$160 million per biennium.

Bob Brandherm, Administrator of the State Division of Facilities Development, supports the proposed 10-year plan to eliminate the backlog. He reported that the State Building Commission adopted the UW model of facilities assessment for all state agencies.

-

Camp Randall Expansion and Renovation

A tour of Camp Randall familiarized the Board of Regents with existing problems and the need for potential proposed improvements. Financial and architectural consultants provided additional information at the committee meeting.

Unanimously approved by the Physical Planning and Funding Committee and the Business and Finance Committee were Resolutions 8241 - 8242. Regent James moved their adoption by the Board of Regents as consent agenda items. Regent Randall seconded the motion and it was carried unanimously.

UW-Madison: Authority to Seek Enumeration Camp Randall Stadium Improvements

Resolution 8241: That, upon the recommendation of the UW-Madison Chancellor and the President of the University of Wisconsin System, authority be granted to seek enumeration as part of the 2001-03 Capital Budget of a Camp Randall Stadium Renovation and Expansion project at an estimated cost of \$99.7 million, funded as follows:

- \$72.7 million Program Revenue Supported Borrowing,
- \$17 million Gifts,
- \$10 million General Fund Supported Borrowing - All Agency appropriations for Repair and Renovation

UW-Madison: Implementation of Camp Randall Stadium Improvements

Resolution 8242: To clarify the expectations of the Board of Regents regarding implementation of a major renovation project at UW-Madison Camp Randall Stadium proposed for enumeration as part of the 2001-03 Capital Budget:

Additional approval by the Board of Regents will be sought prior to construction, as follows:

Summer/Fall 2001: Following legislative approval of the 2001-03 Capital Budget, Regent approval will be requested for construction of the first stage of work, primarily focused on infrastructure and utility work estimated at approximately \$14.6 million.

Winter/Spring 2002: Regent approval will be requested for the balance of work, to include a financing plan with at least the following components:

- a commitment of at least \$17 million in gift funding
- assurances that sufficient revenues are available from multi-year leases of suites and club seats, from the Badger Fund, and from other receipts to amortize the program revenue bonding and pay ongoing operating costs.

-

The joint meeting was adjourned and the Physical Planning and Funding Committee reconvened.

Regent James, Chair, presented the Committee's report.

The Physical Planning and Funding Committee unanimously approved Resolutions 8243-8244. Regent James moved their adoption as consent agenda items by the Board of Regents. Regent Randall seconded the motion and it was carried unanimously.

UW-Madison: Authority to Construct a Camp Randall Memorial Sports Center Addition

Resolution 8243: That, upon the recommendation of the UW-Madison Chancellor and the President of the University of Wisconsin System, authority be granted to construct a Camp Randall Memorial Sports Center (Shell) Addition, at an estimated total project cost of \$499,000, using Program Revenue–Cash (Athletics).

UW-Madison: Authority to Construct a Babcock Hall Dairy Store Renovation Project

Resolution 8244: That, upon the recommendation of the UW-Madison and the President of the University of Wisconsin System, authority be granted to construct a Babcock Hall Dairy Store Renovation project, at an estimated total project cost of \$450,000 Gift Funds.

-

Report of the Assistant Vice President

Nancy Ives, Assistant Vice President, reported that the Building Commission approved about \$68 million for various projects at their October meeting. One of the projects is the installation of a baghouse at UW-Eau Claire heating plant to meet EPA emission standards. Eight of our nine coal-fired heating plants will require similar work in 2001-03 biennium.

-

Report on Waste Abatement in the UW System

Assistant Vice President Ellen James reported on our successful programs for reducing solid and hazardous waste through reuse, recycling and progressive purchasing practices, as well as safe handling and storage of chemicals and other substances.

The Committee unanimously approved Resolution 8245. Regent James moved its adoption by the Board of Regents. It was seconded by Regent Alexander and carried unanimously.

Resolution of Commendation Waste Management Program

Resolution 8245: Whereas the Physical Planning and Funding Committee has received a report on the activities of the University of Wisconsin System institutions regarding pollution prevention and waste abatement, and

Whereas, the report indicates that all UW institutions have successful programs for the reduction of solid and hazardous waste, and the safe handling and storage of hazardous substances. The success of these programs is due, in part, to:

- progressive systemwide and campus purchasing practices

- aggressive reuse and recycling activities
- collaborative research with Wisconsin industries on innovative waste management, and
- ongoing training of faculty, students and staff in best practices.

Now, therefore, the Board of Regents of the University of Wisconsin System commends the institutions and System Administration for their proactive strategy toward pollution prevention and waste abatement and encourages continued emphasis in these areas.

-

The Committee unanimously approved the following resolution. Regent James moved its adoption by the Board of Regents and it was seconded by Regent Schneiders and carried unanimously.

UW-Milwaukee: Authority to Execute a Use Permit

Resolution 8246: That, upon the recommendation of the UW-Milwaukee Chancellor and the President of the University of Wisconsin System, authority be granted to execute a use permit agreement between the Board of Regents and the UW-Milwaukee Foundation to remodel the Helene Zelazo Center for the Performing Arts (formerly known as the Congregation Emanu-El B'ne Jeshurun) for the UW-Milwaukee Peck School of the Arts.

- - -

REPORT OF THE BUSINESS AND FINANCE COMMITTEE

The Committee's report was presented by Regent Marcovich, Chair.

Regent Marcovich presented Resolutions 8247-8251, which had been approved unanimously by the Business and Finance Committee, and moved their adoption as consent agenda items by the Board of Regents. Regent Gottschalk seconded the motion and it was carried unanimously.

Principal Expenditure UW System Trust Funds Kathryn J. Schmidt Bequest/Helen Louise Allen Textile Fund

Resolution 8247: That, upon recommendation of the President of the University of Wisconsin System, and the Chancellor of the University of Wisconsin-Madison, the principal and income balance of the Kathryn J. Schmidt bequest be made available for spending and \$50,000 be transferred from principal to income of the Helen Louise Allen Textile Fund.

Contractual Agreement with Pharmacia & Upjohn AB Company

Resolution 8248: That upon recommendation of the President of the University of Wisconsin System and the Chancellor of the University of Wisconsin-Madison, the Board of Regents accepts the agreement with Pharmacia & Upjohn AB Company entitled "A Phase III randomized double-masked, vehicle controlled, parallel group study of Tin Ethyl Etiopurpurin (SnET2) photodynamic therapy in the treatment of subfoveal choroidal neovascularization (CNV) with Age-Related Macular Degeneration (AMD Study)."

Contractual Agreement with Novartis Pharmaceutical Corporation

Resolution 8249: That upon recommendation of the President of the University of Wisconsin System and the Chancellor of the University of Wisconsin-Madison, the Board of Regents accepts the agreement with Novartis Pharmaceutical Corporation entitled "The effects of immunosuppression with cyclosporin A, RAD cyclophosphamide and steroids on survival time in baboons receiving life-supporting xenotransplantation with h-DAF porcine kidney" and "The effects of immunosuppression with cyclosporin A, RAD cyclophosphamide and steroids on the outcome of acute vascular rejection and survival time in baboons receiving life-supporting xenotransplantation with h-DAF porcine kidney."

UW-Waukesha Low Power FM Radio License

Resolution 8250: That upon recommendation of the Chancellor of UW Colleges and the President of the UW System, the Board of Regents agrees to apply for licensing by the Federal Communications Commission (FCC) to construct and operate a low power FM (LPFM) broadcast radio station.

UW-Fox Valley Low Power FM Radio License

Resolution 8251: That upon recommendation of the Chancellor of UW Colleges and the President of the UW System, the Board of Regents agrees to apply for licensing by the Federal Communications Commission (FCC) to construct and operate a low power FM (LPFM) broadcast radio station for UW-Fox Valley.

-

UW-Madison Presentation: E-Procurement for Higher Education

Mike Hardiman, Director of Purchasing at UW-Madison, highlighted UW-Madison's e-procurement initiative which includes procurement cycle goals of:

- increasing process efficiency;
- improving navigation to find contracted products in vendor catalogs, it's a self-service purchasing concept;
- reducing product cost through focused contracting that takes advantage of vendors' reductions in process costs; and
- maximizing efficiencies in the physical movement of goods.

-

UW Foundation Views on Venture Capital

John Feldt, Senior Vice President of the UW Foundation, outlined advantages and disadvantages of alternative investments, including venture capital. At a future date, he will discuss what may be appropriate for UW Trust Funds.

Quarterly Gifts, Grants and Contracts

In response to Regent Krutsch's request, information on gifts, grants and contracts will be presented by institutions. Vice President Durcan cautioned the Committee not to read too much into campus fluctuations this early in the fiscal year.

-

Additional Items

Vice President Durcan distributed copies of a letter from the Legislative Audit Bureau outlining the scope of their audit of the 1999-2000 financial statements.

-

Public Forum on Trust Fund Investments

The public forum convened at 3:48 p.m. in Grainger Hall following the Business and Finance Committee meeting. Treasury Manager Lori Mills reviewed Regent policies guiding proxy voting for UW Trust Funds. Tom Reinders, Investment Portfolio Analyst, gave an IRRC online analyst demonstration and a summary of UW Trust Fund votes for the past year. Students questioned the effect of proxy voting as opposed to divestiture and urged the Board to consider divesting in companies which are clearly in violation of Board policies on discrimination or the environment.

The forum adjourned at 4:55 p.m.

- - -

REPORT OF THE EDUCATION COMMITTEE

Regent Brandes, Chair, presented Resolutions 8252-8256, which had been approved unanimously by the Education Committee and moved their adoption by the Board of Regents as consent agenda items. The motion was seconded by Regent Gottschalk and carried unanimously.

University of Wisconsin System 2000 Research and Public Service Reports

Resolution 8252: That, upon recommendation of the President of the University of Wisconsin System, the Board of Regents accepts the 2000 Research and Public Service Reports for transmittal to the Governor and the Joint Committee on Finance, pursuant to s. 36.45(3), Wis. Stats.

UW-Parkside: Authorization to Recruit: Provost and Vice Chancellor

Resolution 8253: That, upon recommendation of the Chancellor of the University of Wisconsin-Parkside and the President of the University of Wisconsin System, the Chancellor be authorized to recruit for a Provost and Vice Chancellor.

UW-Milwaukee: Renaming of School: School of Library and Information Science

Resolution 8254: That, upon recommendation of the Chancellor of the University of Wisconsin-Milwaukee and the President of the University of Wisconsin System, the School of Library and Information Science be renamed the School of Information Studies.

UW-Milwaukee: Reappointment of Wisconsin Distinguished Professor

Resolution 8255: That, upon recommendation of the Chancellor of the University of Wisconsin-Milwaukee and the President of the University of Wisconsin System, Pradeep Rohatgi be reappointed a Wisconsin Distinguished Professor, for the period March 8, 2001 through March 7, 2006.

UW-Stevens Point: Reappointment of Wisconsin Distinguished Professor

Resolution 8256: That, upon recommendation of the Chancellor of the University of Wisconsin-Stevens Point and the President of the University of Wisconsin System, Richard Wilke be reappointed a Wisconsin Distinguished Professor, for the period March 8, 2001 through March 7, 2006.

Low Enrollment Programs

Interim Senior Vice President Thibodeau commented on low enrollment programs, noting that in the past five years 45 new programs have been added and 40 have been deleted. He observed that because institutions must mount new programs from their base budgets there is pressure to eliminate or merge low enrolling programs. Both the request for an entitlement to plan and authorization to implement a new academic program require information on student and market demand.

-

2000-01 Education Committee Agenda

The committee reviewed a draft matrix of agenda items for the coming year. Priority areas include: (1) the Economic Summit; (2) the quality of the educational experience; and (3) PK-16 educational initiatives.

In discussion at the Board meeting, Regent Barry asked if priority could be given to consideration of creating a voluntarily constituted PK-16 Council. Willing participation by all parties, he commented, would be the key to success. Members would include the UW, the Technical College System, private colleges, the K-12 system, and perhaps others.

Senior Vice President Thibodeau indicated that the UW currently is working with the Department of Public Instruction and others toward creation of such a council.

Indicating that directions taken by a PK-16 Council could have far-reaching implications, Regent Olivieri suggested that, early in the process, the Board should vote on a framework of issues for the council to consider.

Noting that about 20 states have PK-16 councils, President Lyall observed that one advantage of a volunteer council is that it can define the two or three issues that it thinks are at the intersection of two or more sectors of education and for which collaborative work is beneficial. These issues, she noted, vary considerably from state to state. She felt that one advantage of having a council would be for members of that body to have a discussion about possible agenda items and then perhaps return to their boards for concurrence.

Regent Gottschalk suggested that the Education Committee be provided with a copy of the assessment program mentioned by Chancellor Langenberg, of the University of Maryland System, in his presentation to the Board the preceding day.

Regent Krutsch commented that one of the strengths of the report done by the consortium led by Chancellor Langenberg was to make the point that college admission and placement policies need to reinforce K-12 standards.

New Program Authorizations

The committee heard the initial presentation of three new program authorizations: B.A. in Religious Studies and B.A. in Jewish Studies, both at UW-Madison, and an M.S. in Computer and Information Systems, UW-Parkside. These programs will come before the Board for a final consideration at our December meeting.

-- --

ADDITIONAL RESOLUTIONS

Cancellation of January 2001 meetings

Upon motion by Regent Randall, seconded by Regent Axtell and carried unanimously, the meetings scheduled for January 4 and 5, 2001, were cancelled.

-- --

EXECUTIVE SESSION

The Board recessed at 10:00 a.m. and reconvened at 10:20 a.m., at which time the following resolution, moved by Regent Randall and seconded by Regent Olivieri, was adopted on a unanimous roll-call vote, with Regents Alexander, Axtell, Barry, Boyle, Brandes, DeSimone, Gottschalk, James, Krutsch, Marcovich, Mohs, Olivieri, Randall, Schneiders and Smith voting in the affirmative. There were no abstentions and no negative votes.

Resolution 8257:	That, the Board of Regents recess into Executive Session, to consider appointment of a Chancellor, UW-Madison and to consider salary for Provost/Vice Chancellor, UW-Extension, as permitted by s.19.85(1)(c), <i>Wis. Stats.</i> , to consider honorary degree nominations at UW-Madison, Board of Visitor appointment, UW-Milwaukee, and Madison Cultural Arts District Board nominations, as permitted by s.19.85(1)(f), <i>Wis. Stats.</i> , and to confer with legal counsel, as permitted by s.19.85(1)(g), <i>Wis. Stats.</i>
------------------	--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------

The Board arose from executive session at 11:25 a.m., having adopted the following resolutions:

UW-Extension: Approval of Salary: Provost and Vice Chancellor

Resolution 8258: That, upon recommendation of the Chancellor of the University of Wisconsin-Extension and the President of the University of Wisconsin System, the salary for Marvin J. Van Kekerix as Provost and Vice Chancellor for Academic Affairs, be set at an annual salary of \$122,400, effective November 1, 2000.

UW-Milwaukee: Board of Visitors

Resolution 8259: That, upon the recommendation of the Chancellor of the University of Wisconsin-Milwaukee and the President of the University of Wisconsin System, the following persons be appointed to the UW-Milwaukee Board of Visitors for terms ending August 2003.

Judy A. Murray Dordel
Helen J. Harris
Carol L. Fuchs.

Nominations for Madison Cultural Arts District Governing Board

Resolution 8260: At the recommendation of the UW System President and UW-Madison Chancellor, the UW System Board of Regents nominates the following individuals for consideration as gubernatorial appointees to the Madison Cultural Arts District governing board pursuant to 1999 Wisconsin Act 65, 229.842(2)(b):

Professor Agatino Balio, Director, Arts, Institute,
UW-Madison

Professor Truman T. Lowe, Professor, Art and
Education, UW-Madison

Russell Panczenko, Director, Elvehjem Museum of Art,
UW-Madison

Michael Goldberg, Director, Union Theatre,
UW-Madison

UW-Madison: Appointment of Chancellor

Resolution 8261: That, upon recommendation of the Special Regent Committee and the President of the University of Wisconsin System, John Wiley be appointed Chancellor of the University of Wisconsin-Madison, effective upon resignation of Chancellor Ward, at an annual salary of \$193,000; and further, that John Wiley shall be permitted to enter into a contract with the University of Wisconsin Foundation for the provision of personal services in conjunction with a capital campaign to be undertaken by the Foundation, which services substantially exceed the traditional fundraising duties of the chancellor's position.

The meeting was adjourned at 11:25 a.m.

Judith Temby, Secretary