

**MINUTES OF THE MEETING OF THE
BOARD OF TRUSTEES OF
EASTERN ILLINOIS UNIVERSITY
CHARLESTON, IL**

November 18, 2011

A meeting of the Board of Trustees was convened on November 18, 2011, at 1:00 p.m. in the University Ballroom of the Martin Luther King, Jr., University Union, Eastern Illinois University, Charleston, Illinois. Mr. Kratochvil, Vice Chair, presided.

Mr. Kratochvil welcomed the new Trustees and asked each Trustee, old and new, to introduce themselves.

Roger Kratochvil of Mt. Olive is an EIU alum and retired coach and principal from Mt. Olive High School.

Joe Dively of Charleston is an EIU alum and works for First Mid Illinois Bank & Trust and prior to that spent 20 years with Consolidated Communications. He has worked with the EIU Alumni Association, the Business School Advisory Board, EIU Foundation and the Panther Club.

Rene Hutchinson of Chicago is an EIU alum and has worked for Allstate Insurance Company for approximately 30 years and is a past president of the EIU Alumni Association.

Jarrold Scherle of Red Bud currently serves as the Student Trustee, and he is pursuing an MBA from Eastern in May 2013.

Kristopher Goetz of Lombard is an EIU alum and works at Northwestern Memorial Hospital in the Streeterville neighborhood as the Operations Director in Patient Care.

Leo Welch of O'Fallon is originally from Mattoon. Mr. Welch is an EIU alum and professor emeritus of biological sciences at Southwestern Illinois College in Belleville.

Roll Call

Mr. Dano	Not Present
Mr. Dively	Present
Mr. Goetz	Present
Mr. Hutchinson	Present
Mr. Kratochvil	Present
Mr. Scherle	Present
Dr. Webb	Not Present
Mr. Welch	Present

Also present were the following:

Dr. William L. Perry, President
Dr. Blair Lord, Provost and Vice President for Academic Affairs
Dr. Dan Nadler, Vice President for Student Affairs
Dr. William Weber, Vice President for Business Affairs
Mr. Robert Martin, Vice President for University Advancement
Mr. Robert Miller, General Counsel
Ms. Cynthia Nichols, Director of Civil Rights and Diversity
Ms. Judy Gorrell, Executive Secretary to the President and Assistant Secretary, Board of Trustees

Mr. Brad Ingram, Board Counsel
Mr. Paul McCann, Treasurer, Board of Trustees

Executive Session

Mr. Welch moved that the Board of Trustees convene into Executive Session to consider collective negotiating matters as permitted by Section 2.C.2 of the Open Meetings Act, pending, probable and imminent litigation as permitted by Section 2.C.11 of the Open Meetings Act, and executive session minutes, as permitted by Section 2.C.21 of the Open Meetings Act. Mr. Scherle seconded the motion.

Roll was called and the vote was as follows:

Mr. Dively	Present
Mr. Goetz	Present
Mr. Hutchinson	Present
Mr. Scherle	Present
Mr. Welch	Present
Mr. Kratochvil	Present

Motion carried.

Mr. Welch moved to return to Open Session. Mr. Hutchinson seconded the motion.

Roll was called and the vote was as follows:

Mr. Dively	Yes
Mr. Goetz	Yes
Mr. Hutchinson	Yes
Mr. Scherle	Yes
Mr. Welch	Yes
Mr. Kratochvil	Yes

Motion carried.

Action Items

1. Mr. Kratochvil nominated Mr. Leo Welch to serve as Secretary; Mr. Scherle seconded the nomination. Mr. Welch was elected Secretary by secret ballot.
2. Mr. Welch moved to approve the minutes of the Board Meeting on September 16, 2011. Mr. Scherle seconded the motion.

Roll was called and the vote was as follows:

Mr. Dively	Yes
Mr. Goetz	Abstain
Mr. Hutchinson	Yes
Mr. Scherle	Yes
Mr. Welch	Yes
Mr. Kratochvil	Yes

Motion carried.

3. Executive Session Minutes – Mr. Ingram reported that the executive session minutes were reviewed according to statute and no action is to be taken at this time.
4. Dr. Perry introduced Dr. Wesley Whiteside an emeritus faculty member of the botany department at Eastern Illinois University who served from 1960-1987. Dr. Whiteside has taught many, many students with kind and caring concern in subjects such as general botany, local flora, plant taxonomy, plant morphology and mycology. The botanical garden was started in 1963 and grew to its current size of 5 acres and includes hundreds of species. Mr. Welch, who was a major and then a minor in biological sciences including zoology and botany, and a former student of Dr. Whiteside, thanked him for his work and the gift of the botanical garden and reflected on his days as a student on Eastern's campus.

Mr. Martin referred to the addendum, Real Property Gift Acquisition, for action. The Donor agrees to make a testamentary disposition by which the Successor Trustee of the Wesley C. Whiteside 1999 Declaration of Trust will convey to the Board of Trustees of Eastern Illinois University the following described real estate:

TRACT I: PART OF THE NORTH 10 CHAINS OF LOT TWO (2) OF THE SOUTHWEST QUARTER (SW. 1/4) OF SECTION SEVEN (7), TOWNSHIP TWELVE (12) NORTH, RANGE TEN (10) EAST OF THE THIRD PRINCIPAL MERIDIAN, DESCRIBED AS FOLLOWS:

BEGINNING AT THE INTERSECTION OF THE SOUTH LINE OF THE NORTH 10 CHAINS OF LOT TWO (2) OF THE SOUTHWEST QUARTER (SW. 1/4) OF SAID SECTION SEVEN (7), AND THE SOUTH RIGHT OF WAY LINE OF FEDERAL AID ROUTE 17 (NOW STATE ROUTE #16); THENCE EAST 555.00 FEET TO THE CENTER LINE OF THE NORTH AND SOUTH PUBLIC ROAD; THENCE NORTH 273.00 FEET; THENCE SOUTH 59 DEGREES 19 MINUTES WEST A DISTANCE OF 19.00 FEET; THENCE NORTH 64 DEGREES 42 MINUTES WEST 104.84 FEET; THENCE SOUTHWESTERLY AROUND A CURVE TO THE LEFT ALONG THE SOUTH RIGHT OF WAY LINE OF STATE ROUTE #16, A DISTANCE OF 531.93 FEET TO THE PLACE OF BEGINNING, COLES COUNTY, ILLINOIS.

TRACT II: PART OF THE NORTH HALF (N.1/2) OF LOT ONE (1) OF THE SOUTHWEST QUARTER (SW.1/4) OF SECTION SEVEN (7), TOWNSHIP TWELVE (12) NORTH, RANGE TEN (10) EAST OF THE THIRD PRINCIPAL MERIDIAN, COLES COUNTY, ILLINOIS, DESCRIBED AS FOLLOWS:

LOT ONE (1) AS A PLACE OF BEGINNING; THENCE CONTINUING SOUTH 21.00 FEET, MORE OR LESS, TO AN EXISTING FENCE LINE; THENCE EAST ALONG SAID FENCE LINE TO THE CENTER LINE OF A DITCH; THENCE NORTHWESTERLY ALONG THE CENTER LINE OF SAID DITCH TO THE SOUTH LINE OF THE NORTH HALF (N.1/2) OF LOT ONE (1) OF THE SOUTHWEST QUARTER (SW.1/4) OF SECTION SEVEN (7), TOWNSHIP TWELVE (12) NORTH, RANGE TEN (10) EAST; THENCE WEST ALONG SAID SOUTH LINE A DISTANCE OF 1,088.00 FEET TO THE PLACE OF BEGINNING, COLES COUNTY, ILLINOIS.

TRACT IV: ALL THE NORTH 10 CHAINS OF LOT TWO (2) OF THE SOUTHWEST QUARTER (SW.1/4) OF SECTION SEVEN (7), TOWNSHIP TWELVE (12) NORTH, RANGE TEN (10) EAST OF THE THIRD PRINCIPAL MERIDIAN, LYING EAST OF THE COUNTY ROAD, EXCEPT THAT PORTION THEREOF CONVEYED TO THE STATE OF ILLINOIS FOR ROAD PURPOSES AND RECORDED IN THE RECORDER'S OFFICE OF COLES COUNTY, ILLINOIS, AT DEED RECORD 367 PAGE 78, AND

EXCEPT THE COAL, OIL AND MINERAL RIGHTS IN, UNDER AND TO THE PROPERTY RESERVED IN A CONVEYANCE RECORDED IN THE RECORDER'S OFFICE OF COLES COUNTY, ILLINOIS, AT DEED RECORD 367 PAGE 78.

Dr. Perry noted that graduate and undergraduate students in the field of biological sciences will have the opportunity to do research and community outreach at this living laboratory, these botanical gardens. Graduate students will have internship and thesis opportunities focused on their research at the Whiteside Botanical Gardens. Part of the property is farmland and the farmland portion can be rented for cash crops or utilized for research in growing select crops for our renewable energy center for testing. There are many many uses of the land but the main focus is the wonderful botanical garden treasure that Dr. Whiteside has developed over many years. The Department of Biological Sciences' plan is for this property to be an educational research and outreach facility for Eastern Illinois University.

5. Mr. Welch moved to approve the acceptance of the Wesley Whiteside Botanical Gardens; Mr. Hutchinson seconded the motion.

Roll was called and the vote was as follows:

Mr. Dively	Yes
Mr. Goetz	Yes
Mr. Hutchinson	Yes
Mr. Scherle	Yes
Mr. Welch	Yes
Mr. Kratochvil	Yes

Motion carried.

6. Mr. Dively moved to approve the purchase of the Outdoor Sports Venues at a cost not to exceed \$3,260,500.00 which includes a general bid of \$2,750,000.00 from Hellas Construction, Austin, TX; electrical bid of \$212,274.00 from Anderson Electric, Mattoon, IL; alternate electric-Alt. 4 of \$113,900.00; and a contingency of \$268,226.00. The source of funds is local funds/income funds. Mr. Scherle seconded the motion.

The project calls for the demolition and replacement of the existing running rack and the existing synthetic turf football field at O'Brien Field. The visitor bleachers will be modified to allow track events to be moved to the exterior of the track. Alternates include electrical power for the special events areas.

Roll was called and the vote was as follows:

Mr. Dively	Yes
Mr. Goetz	Yes
Mr. Hutchinson	Yes
Mr. Scherle	Yes
Mr. Welch	Yes
Mr. Kratochvil	Yes

Motion carried.

7. Mr. Scherle moved to approve the Appropriated/Income Funds Budget Increase as requested; Mr. Welch seconded the motion.

On June 20, 2011, the Board of Trustees approved the university's budget for Fiscal Year 2012, which included an appropriated/income funds budget for revenue expenditures of \$114,741,400. The university requests approval to make an increase of \$3,184,800 in its appropriated/income funds budgeted expenditures for Fiscal Year 2012. This amount represents one-time carry-forward of income funds from Fiscal Year 2011 that resulted from the university's cash flow management.

Roll was called and the vote was as follows:

Mr. Dively	Yes
Mr. Goetz	Yes
Mr. Hutchinson	Yes
Mr. Scherle	Yes
Mr. Welch	Yes
Mr. Kratochvil	Yes

Motion carried.

Information Items

President's Report

Dr. Perry asked Dr. Lord to introduce Dean Bonnie Irwin, who shared information about an award recently received by Dr. David Raybin of the English Department. Dr. Raybin was named the Illinois State Professor of the Year, which is the first award of this type received by a faculty member at EIU. The award is given by the Carnegie Foundation for the Advancement of Teaching and the Council for Advancement of Support of Undergraduate Education. Of the 300 professors nominated, only 27 received this award.

Dr. Perry then gave a brief mid-year report, mentioning EIU's most recent US News & World Report ranking, the Campaign for Eastern – which is currently at about 93% of the financial goal, the Renewable Energy Center opening, the strategic planning effort, student community service, several accreditations and re-certifications, current enrollment numbers, and three issues important to Eastern that will be taken up in the spring General Assembly. These issues are the budget, the pension system, and continuing to press for funding of our new Science Building.

Report from Board Chair

Mr. Kratochvil read commendations for Ms. Julie Nimmons and Mr. William O'Rourke, to thank them for their service as members of the Board.

Commendation Presented to Julie I. Nimmons

WHEREAS, Julie I. Nimmons has devoted her career to bettering society as an exemplary educator, businesswoman and community servant, while generously supporting Eastern Illinois University in its educational ventures; and

WHEREAS, Mrs. Nimmons, having received her bachelor's degree in music from Eastern, taught elementary music and directed the junior high and high school choruses for Piasa Southwestern District #9; and

WHEREAS, her subsequent association with Schutt Manufacturing Group led to a highly successful business career; and

WHEREAS, despite that busy career, Mrs. Nimmons continued to generously give of her time and talents, contributing to her local community and causes further afield, including service on the Litchfield (Illinois) City Planning Commission, the Lincoln Land Community College Business Advisory Board, the National Athletic Trainers Association Research and Education Foundation Board of Directors, the State of Illinois' Governor's Council on Health and Physical Fitness and the Illinois State Board of Trustees for the Fellowship of Christian Athletes; and

WHEREAS, Mrs. Nimmons has been a highly valued member of the EIU Board of Trustees from 2001 to 2011, a time period that included such campus milestones as the planning and construction of the Renewable Energy Center; the construction of the Dr. Louis M. Grado Building, which houses Eastern's Textbook Rental Service; the rededication of Blair Hall; the completion of the Doudna Fine Arts Center renovation/expansion; and the creation of a new nursing program; and

WHEREAS, Mrs. Nimmons has been instrumental in the outstanding success of the \$50 million Expect Greatness capital campaign, now underway, serving as its enthusiastic and highly effective chairwoman.

NOW, THEREFORE, BE IT RESOLVED THAT the members of the Eastern Illinois University Board of Trustees, along with the University's administration, faculty, staff and students, do hereby express their utmost gratitude to Mrs. Julie I. Nimmons for her dedicated service to Eastern Illinois University and the people of Illinois, and do hereby thank her for her past, present and future service to the University and the community at large.

**Commendation
Presented to
William G. O'Rourke**

WHEREAS, William G. O'Rourke has devoted his career to public service, while generously supporting Eastern Illinois University in its educational ventures; and

WHEREAS, Mr. O'Rourke, having received his bachelor's degree in political science from Eastern, worked in various managerial roles for the Illinois Secretary of State's Office, Sangamon County and the City of Springfield; and

WHEREAS, despite a busy career, Mr. O'Rourke continued to generously give of his time and talents, contributing to many service and civic organizations, including the American Business Club, United Cerebral Palsy, the Elks Club, Knights of Columbus, Friend-in-Deed, and Ronald McDonald House; and

WHEREAS, Mr. O'Rourke has continued to support his alma mater over the years, being actively involved in the Springfield chapter of the EIU Alumni Association and other related activities, and having shared his talents and resources with the EIU Athletic Department and serving on the Panther Club Board of Directors; and

WHEREAS, Mr. O'Rourke has been a highly valued member of the EIU Board of Trustees from 2005 to 2011, a time period that included such campus milestones as the planning and construction of the Renewable Energy Center and its companion campus energy improvement program; the construction of the Dr. Louis M. Grado Building, which houses Eastern's Textbook Rental Service; the completion of the Doudna Fine Arts Center renovation/expansion; and the creation of a new nursing program.

NOW, THEREFORE, BE IT RESOLVED THAT the members of the Eastern Illinois University Board of Trustees, along with the University's administration, faculty, staff and students, do hereby express their utmost gratitude to Mr. William G. O'Rourke for his dedicated service to Eastern Illinois University and the people of Illinois, and do hereby thank him for his past, present and future service to the University and the community at large.

Committee Reports

Executive/Planning Committee – Mr. Kratochvil reported that the committee met this morning for an extended period of time. As a brief orientation, each of the vice presidents and direct reports of the president shared information pertinent to his/her area of responsibility. After, as well as during the presentations board members were given an opportunity to ask questions.

Board Relations Committee – No report.

Finance/Audit Committee – Mr. Kratochvil reported that a budget overview and update was given, and that the strategic plan was also discussed.

Board Regulations – No report.

Academic and Student Affairs Committee – No report.

Alumni Association Report

Mr. Hugh O'Hara provided an update on Alumni Association events such as a trip to a Cubs baseball game, black student reunion, and a cheer team reunion at Homecoming. He also mentioned the alumni awards recipients, and scholarships that are given out through the Alumni Association. Mr. O'Hara reported that the Alumni Association is looking at creating awards for approximately 25 outstanding seniors this year, which is an effort to involve current students in the association and garner their interest as future members.

Earned Degrees Report

In FY 2011, 2907 degrees were awarded, which is a slight decrease from the previous year. Elementary Education continues to be the largest undergraduate major, and Educational Administration is the largest Master's Degree program. In FY 2011, minorities received 319 degrees, or 11% of the total degrees conferred. Eastern's 6-year graduation rate (IPEDS/NCAA methodology) is 62 %.

Enrollment Report, Summer and Fall 2011

Enrollment numbers have declined slightly from the previous year, for both the summer and fall semesters. Undergraduate enrollment has shown more decline than graduate enrollment, while undergraduate transfer numbers have increased very slightly.

Reports from Constituencies

None

Summary of Purchases \$100,000 – \$249,999

<u>Vendor</u>	<u>Type of Purchase</u>	<u>Bids</u>	<u>Amount</u>
Noel Levitz Coralville, IA	Enrollment Management Consulting Services	5	\$167,000.00
Loebl, Schlossman & Hackl, Inc., Chicago, IL	Master Plan design services work on the Physical Science Building	1*	101,600.00

*Made in accordance with the Qualifications Based Selection (QBS) Act.

Deposit & Investment Report

For the quarter ending September 30, 2011: Operating Funds Investment Performance – The University had an average daily invested balance of \$50,321,653.37 and a net average daily balance of \$47,155,881.27. The annualized average yield was .04%. Endowment Funds Investment Performance – The Portfolio Market Value as of September 30, 2011 was \$499,738.35, which was a (12.0)% return on investments for the quarter.

Income Producing Contracts

There were 104 awards of \$10,000 or more in FY11, totaling \$10,090,357. This is an increase of 3.30%. There were 206 awards under \$10,000, totaling \$589,467 which is an increase of 47.88% from the previous fiscal year. The total value of income producing contracts in FY11 was \$10,679,824 which was an overall increase of 5.05%. There were 52 Research/Public Service grants & contracts of \$10,000 or more awarded in FY11, with a total value of \$7,114,800.

Adjournment

Meeting was adjourned at approximately 3:00 p.m.