

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

June 17, 2013

A meeting of the Board of Trustees was convened on June 17, 2013, at 11:45 a.m. in the Tarble Arts Center, Eastern Illinois University, Charleston, Illinois. Mr. Joe Dively, Chair, presided.

Roll Call

Roll was called:

| | |
|----------------|---------|
| Mr. Dano | Present |
| Mr. Dively | Present |
| Dr. Gilchrist | Present |
| Mr. Goetz | Present |
| Mr. Hutchinson | Absent |
| Mr. Kratochvil | Present |
| Mr. Scherle | Present |
| Dr. Webb | 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
Mr. Robert Martin, Vice President for University Advancement
Mr. Rob 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. Goetz moved that the Board of Trustees convene into Executive Session to consider the employment of employees as permitted by Section 2.C.1 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. Kratochvil seconded the motion.

Roll was called and the vote was as follows:

| | |
|----------|-----|
| Mr. Dano | Yes |
|----------|-----|

| | |
|----------------|-----|
| Dr. Gilchrist | Yes |
| Mr. Goetz | Yes |
| Mr. Scherle | Yes |
| Dr. Webb | Yes |
| Mr. Welch | Yes |
| Mr. Kratochvil | Yes |
| Mr. Dively | Yes |

Motion carried.

Mr. Kratochvil moved to return to Open Session. Mr. Dano seconded the motion.

Roll was called and the vote was as follows:

| | |
|----------------|-----|
| Mr. Dano | Yes |
| Dr. Gilchrist | Yes |
| Mr. Goetz | Yes |
| Mr. Scherle | Yes |
| Dr. Webb | Yes |
| Mr. Welch | Yes |
| Mr. Kratochvil | Yes |
| Mr. Dively | Yes |

Motion carried.

Action Items

1. Mr. Kratochvil moved to approve the minutes of the Board Meeting on April 19, 2013. Mr. Hutchinson seconded the motion.

Roll was called and the vote was as follows:

| | |
|----------------|-----|
| Mr. Dano | Yes |
| Dr. Gilchrist | Yes |
| Mr. Goetz | Yes |
| Mr. Scherle | Yes |
| Dr. Webb | Yes |
| Mr. Welch | Yes |
| Mr. Kratochvil | Yes |
| Mr. Dively | Yes |

Motion carried.

2. Mr. Goetz moved to release the executive session minutes from 6/22/09, 11/20/09, 1/22/10, 3/12/10, 4/26/10, 6/21/10, 9/3/10, 11/19/10, 1/14/11, 4/25/11, 6/20/11, 9/16/11, 11/18/11, 1/20/12, 6/18/12, 6/23/12, and 11/9/12, and further moved that recordings of executive sessions prior to 2012 be destroyed once the minutes are released. The need for confidentiality still exists as to minutes from the other executive sessions. Mr. Scherle seconded the motion.

Roll was called and the vote was as follows:

| | |
|----------------|-----|
| Mr. Dano | Yes |
| Dr. Gilchrist | Yes |
| Mr. Goetz | Yes |
| Mr. Scherle | Yes |
| Dr. Webb | Yes |
| Mr. Welch | Yes |
| Mr. Kratochvil | Yes |
| Mr. Dively | Yes |

Motion carried.

3. Mr. Dano moved to approve the FY13 Budget approval; Mr. Kratochvil seconded the motion. The recommended revenue budget for all funds is \$192,603,400, and the recommended expenditure budget for all funds is \$197,701,100.

Roll was called and the vote was as follows:

| | |
|----------------|-----|
| Mr. Dano | Yes |
| Dr. Gilchrist | Yes |
| Mr. Goetz | Yes |
| Mr. Scherle | Yes |
| Dr. Webb | Yes |
| Mr. Welch | Yes |
| Mr. Kratochvil | Yes |
| Mr. Dively | Yes |

Motion carried.

4. Dr. Webb moved to approve the FY 2015 Budget submission without the PPR for the new Center for Locally Sustainable Entrepreneurship (CLOSE). With the exclusion of CLOSE, Eastern is requesting an appropriated/income funds budget of \$110,162,000, built under the assumption of status quo general revenue funds. The University's FY 2015 Program Priority Requests (PPRs) now total \$9,981,400 for seven initiatives: academic base support, the Center for Clean Energy Research and Education (CENCERE), deferred maintenance, recruitment and retention in a diverse learning environment, the Student Success Center, a new Student Wellness Center, and technology enhancements. The all-funds FY 2015 budget request for expenditures totals \$199,448,000 without any new funding for PPRs, \$209,429,400 with the requested PPR funding. Mr. Hutchinson seconded the motion.

Roll was called and the vote was as follows:

| | |
|---------------|-----|
| Mr. Dano | Yes |
| Dr. Gilchrist | Yes |
| Mr. Goetz | Yes |
| Mr. Scherle | Yes |

| | |
|----------------|-----|
| Dr. Webb | Yes |
| Mr. Welch | Yes |
| Mr. Kratochvil | Yes |
| Mr. Dively | Yes |

Motion carried.

- Mr. Kratochvil moved to approve the purchase of the annual supply of diesel and fuel oil from South Central FS Inc., Effingham, IL, at a cost not to exceed \$950,000.00. The purchase of this supply and delivery of diesel and fuel oil is for the period of July 1, 2013 through June 30, 2015 with an option to renew for three additional two-year periods. The fund source is appropriated and local funds. Mr. Scherle seconded the motion.

Roll was called and the vote was as follows:

| | |
|----------------|-----|
| Mr. Dano | Yes |
| Dr. Gilchrist | Yes |
| Mr. Goetz | Yes |
| Mr. Scherle | Yes |
| Dr. Webb | Yes |
| Mr. Welch | Yes |
| Mr. Kratochvil | Yes |
| Mr. Dively | Yes |

Motion carried.

- Dr. Webb moved to approve the purchase of legal services for the time period July 1, 2012 through June 30, 2013 from Heyl, Royster, Voelker & Allen, Peoria, IL at a cost not to exceed \$350,000.00. Due to additional services required of the vendor, it is anticipated that the total contract will exceed the Board approval limit of \$250,000.00. The fund source is appropriated funds. Mr. Kratochvil seconded the motion.

Roll was called and the vote was as follows:

| | |
|----------------|-----|
| Mr. Dano | Yes |
| Dr. Gilchrist | Yes |
| Mr. Goetz | Yes |
| Mr. Scherle | Yes |
| Dr. Webb | Yes |
| Mr. Welch | Yes |
| Mr. Kratochvil | Yes |
| Mr. Dively | Yes |

Motion carried.

- Mr. Dano moved to approve the purchase of a new building for CENCERE at a cost of \$968,163 (including \$88,015 contingency) from the following vendors: Grunloh Construction, Inc., Effingham, IL for General Construction at a cost of \$574,000; Reliable Plumbing & Heating,

Savoy, IL for Plumbing at a cost of \$61,995; Merz Heating & Air Conditioning, Inc., Effingham, IL for HVAC at a cost of \$64,830; Prairie Fire Sprinkler, Inc., Decatur, IL for Fire Protection at a cost of \$31,823; and Anderson Electric, Inc., Mattoon, IL for Electrical at a cost of \$147,500. The fund source is capital project and gift/grant funds. Mr. Hutchinson seconded the motion.

The project will construct a new building, approximately 5000 Square feet, for the Center for Clean Energy Research and Education and will provide space for an Idea Incubator, office, analytical lab, gasifier and material handling.

Roll was called and the vote was as follows:

| | |
|----------------|-----|
| Mr. Dano | Yes |
| Dr. Gilchrist | Yes |
| Mr. Goetz | Yes |
| Mr. Scherle | Yes |
| Dr. Webb | Yes |
| Mr. Welch | Yes |
| Mr. Kratochvil | Yes |
| Mr. Dively | Yes |

Motion carried.

8. Mr. Kratochvil moved to approve the purchase of legal services on an “as needed” basis for the time period July 1, 2013 through June 30, 2015 with the University’s option to renew for four (4) additional two-year periods from Heyl, Royster, Voelker & Allen, Peoria, IL at a cost not to exceed \$500,000.00 for each two (2) year option period. The fund source is appropriated funds. Mr. Scherle seconded the motion.

Roll was called and the vote was as follows:

| | |
|----------------|-----|
| Mr. Dano | Yes |
| Dr. Gilchrist | Yes |
| Mr. Goetz | Yes |
| Mr. Scherle | Yes |
| Dr. Webb | Yes |
| Mr. Welch | Yes |
| Mr. Kratochvil | Yes |
| Mr. Dively | Yes |

Motion carried.

9. Mr. Dano moved to approve the revision to the Master Contract between the Board of Trustees of Eastern Illinois University and the Eastern Illinois University Foundation. On July 1, 2003, the Board of Trustees approved a master contract between the Board of Trustees of Eastern Illinois University and the Eastern Illinois University Foundation. Amendment Number 3 is being presented to the Board for approval to be effective July 1, 2013: A. The contract is amended by adding “The term of the contract as stated in paragraph 12 a) is extended for one year through

June 30, 2014. B. Except as amended herein, the Master Contract shall continue in full force and effect. Mr. Hutchinson seconded the motion.

Roll was called and the vote was as follows:

| | |
|----------------|-----|
| Mr. Dano | Yes |
| Dr. Gilchrist | Yes |
| Mr. Goetz | Yes |
| Mr. Scherle | Yes |
| Dr. Webb | Yes |
| Mr. Welch | Yes |
| Mr. Kratochvil | Yes |
| Mr. Dively | Yes |

Motion carried.

10. In accordance with Article II.C.2 of the Board of Trustees Governing Policies, the President may offer multi-year contracts to certain senior administrative employees and coaches. Dr. Perry is recommending that the Board approve the following three contract extensions and one new contract:

Mr. Kratochvil moved to approve a one-year contract extension for the period July 1, 2015, to June 30, 2016, for Ms. Barbara Burke, Director, Intercollegiate Athletics. Mr. Goetz seconded the motion.

Roll was called and the vote was as follows:

| | |
|----------------|-----|
| Mr. Dano | Yes |
| Dr. Gilchrist | Yes |
| Mr. Goetz | Yes |
| Mr. Scherle | Yes |
| Dr. Webb | Yes |
| Mr. Welch | Yes |
| Mr. Kratochvil | Yes |
| Mr. Dively | Yes |

Motion carried.

Mr. Hutchinson moved to approve a one-year contract extension for the period April 10, 2015, to April 9, 2016, for Mr. Jay Spoonhour, Men's Basketball Coach. Mr. Kratochvil seconded the motion.

Roll was called and the vote was as follows:

| | |
|---------------|-----|
| Mr. Dano | Yes |
| Dr. Gilchrist | Yes |
| Mr. Goetz | Yes |
| Mr. Scherle | Yes |

| | |
|----------------|-----|
| Dr. Webb | Yes |
| Mr. Welch | Yes |
| Mr. Kratochvil | Yes |
| Mr. Dively | Yes |

Motion carried.

Mr. Scherle moved to approve a new three-year contract for the period June 17, 2013, to June 16, 2016, for Ms. Deborah Black, Head Women's Basketball Coach. Mr. Hutchinson seconded the motion.

Roll was called and the vote was as follows:

| | |
|----------------|-----|
| Mr. Dano | Yes |
| Dr. Gilchrist | Yes |
| Mr. Goetz | Yes |
| Mr. Scherle | Yes |
| Dr. Webb | Yes |
| Mr. Welch | Yes |
| Mr. Kratochvil | Yes |
| Mr. Dively | Yes |

Motion carried.

Mr. Kratochvil moved to approve a new two-year contract for Dr. Regis Gilman, Dean of the School of Continuing Education, for the period July 1, 2013 to June 30, 2015. Mr. Hutchinson seconded the motion.

Roll was called and the vote was as follows:

| | |
|----------------|-----|
| Mr. Dano | Yes |
| Dr. Gilchrist | Yes |
| Mr. Goetz | Yes |
| Mr. Scherle | Yes |
| Dr. Webb | Yes |
| Mr. Welch | Yes |
| Mr. Kratochvil | Yes |
| Mr. Dively | Yes |

Motion carried.

11. Mr. Dano moved to approve the awarding of tenure to Dr. Austin Cheney, newly hired Chair, School of Technology, effective July 1, 2013. Dr. Webb seconded the motion.

Roll was called and the vote was as follows:

| | |
|---------------|-----|
| Mr. Dano | Yes |
| Dr. Gilchrist | Yes |

| | |
|----------------|-----|
| Mr. Goetz | Yes |
| Mr. Scherle | Yes |
| Dr. Webb | Yes |
| Mr. Welch | Yes |
| Mr. Kratochvil | Yes |
| Mr. Dively | Yes |

Motion carried.

12. Dr. Webb moved to approve the adjustments to non-indentured reserves. Approval is requested in order to retain working capital allowances and adequate funds for repair/replacement of equipment and/or relevant facilities, and in accordance with Section V.G.5 of the Board of Trustees Regulations and Sections IV.A.1 and IV.C.2 of the University Guidelines 1982, Board approval is requested to increase/(decrease) reserves as follows: Student/Staff Programs/Services \$5,000, Public Services \$2,500, Continuing Education (CC) \$3,000, Capital Projects—Science Building Renovations (I/F) (\$1,000,000), Capital Projects—Science Building Renovations (Fee) \$650,000, Capital Projects—New Science Building (Fee) (\$2,000,000), Capital Projects—Center for Clean Energy Research and Education (CENCERE) \$800,000. Mr. Dano seconded the motion.

Roll was called and the vote was as follows:

| | |
|----------------|-----|
| Mr. Dano | Yes |
| Dr. Gilchrist | Yes |
| Mr. Goetz | Yes |
| Mr. Scherle | Yes |
| Dr. Webb | Yes |
| Mr. Welch | Yes |
| Mr. Kratochvil | Yes |
| Mr. Dively | Yes |

Motion carried.

13. Mr. Hutchinson moved to approve the 2014 Board Meeting Calendar: Friday, January 17, 2014, Friday, February 28, 2014, Friday, April 25, 2014, Friday, June 6, 2014, Friday, September 19, 2014, and Friday, November 7, 2014. Meetings are subject to change with adequate notice. All meetings will be held on the campus of Eastern Illinois University in Charleston, Illinois, unless other notice is given. Mr. Kratochvil seconded the motion.

Roll was called and the vote was as follows:

| | |
|----------------|-----|
| Mr. Dano | Yes |
| Dr. Gilchrist | Yes |
| Mr. Goetz | Yes |
| Mr. Scherle | Yes |
| Dr. Webb | Yes |
| Mr. Welch | Yes |
| Mr. Kratochvil | Yes |

Mr. Dively Yes

Motion carried.

Information Items

President's Report

Dr. Perry introduced Mr. John Inyart and his wife Lucy. Mr. Inyart is the former mayor of Charleston, and Dr. Perry read a resolution from the President's Council commending him for his service.

**Resolution
Presented to
John Inyart**

WHEREAS, John Inyart served the City of Charleston with distinction as mayor for eight years from 2005 to 2013; and

WHEREAS, he developed a strong working relationship with Eastern Illinois University in efforts to best serve faculty, staff, and students; and

WHEREAS, Mayor Inyart worked to facilitate the completion of projects such as valuable safety improvements to pedestrian walkways on Fourth Street, "Paw Prints" street markings in support of Panther Athletics, the Seventh Street Roads Scholars program in support of the construction of the Doudna Fine Arts Center, and many other collaborative projects of great value to the city and the university; and

WHEREAS, he worked closely with members of the university community to perpetuate the Good Neighbors program highlighting the importance of all interactions between the campus and the City of Charleston; and

WHEREAS, Mayor Inyart and City of Charleston staff worked proactively to complete multiple city beautification projects benefiting both residents and the university; and

WHEREAS, he was a tireless advocate for EIU and all members of the campus community and was always willing to put forth any effort necessary to help the university and the City of Charleston succeed.

NOW, THEREFORE, BE IT RESOLVED THAT the members of the President's Council at Eastern Illinois University publicly commend John Inyart for his service to the City of Charleston and for his dedication to the success and well-being of the students, faculty, and staff at EIU.

Report from Board Chair

Mr. Dively read two resolutions, one for Mr. Roger Kratochvil thanking him for his service as Chair of the Board of Trustees for the past year, and one for Mr. Jarrod Scherle for his service on the Board of Trustees for the past two years.

**Resolution
Presented to
Roger L. Kratochvil**

WHEREAS, Roger L. Kratochvil continues his devotion to education in Illinois, a task which includes the diligent performance of his duties as a member of Eastern Illinois University's Board of Trustees; and

WHEREAS, he has faithfully supported the mission and activities of Eastern Illinois University as both a trustee and a proud alumnus; and

WHEREAS, Mr. Kratochvil's extensive service to the Board of Trustees has included guiding the Board as its chairman from April 2012 to April 2013, a period that included such milestones as the completion of the "EI&U: Expect Greatness" capital campaign – two years early and \$13.7 million over goal – and the birth of Eastern's Center for Clean Energy Research and Education (CENCERE); and

WHEREAS, Mr. Kratochvil serves as a strong advocate for the university -- a service that includes personal student recruitment efforts near and in his hometown of Mt. Olive, Ill.

NOW, THEREFORE, BE IT RESOLVED THAT the members of Eastern Illinois University's Board of Trustees, along with the university's administrators, faculty, staff and students, do hereby express their utmost gratitude to Roger L. Kratochvil for his dedicated service to education, Eastern Illinois University and to the people of Illinois, and do hereby thank him for his continued service.

**Resolution
Presented to
Jarrod Scherle**

WHEREAS, as a student at Eastern Illinois University, Jarrod Scherle actively pursued the full student experience, becoming involved in Student Government, residential life, Greek life and volunteerism opportunities, among others; and

WHEREAS, he served as a student lobbyist, making his voice heard in Springfield as an advocate for Eastern's Renewable Energy Center and the continuation of Monetary Award Program (MAP) grants, and played an instrumental role in coordinating the efforts of the Student Action Team, registering voters and hosting the Charleston, Ill., mayoral debate in Spring 2013; and

WHEREAS, as a student trustee, Mr. Scherle faithfully brought the voices and opinions of the student body to the Board of Trustees; and

WHEREAS, Mr. Scherle will be leaving Eastern Illinois University, having graduated with both a bachelor's degree in finance and a master's degree in business administration from EIU (in May 2011 and May 2013, respectively).

NOW, THEREFORE, BE IT RESOLVED THAT the members of Eastern Illinois University's Board of Trustees, along with the university's administrators, faculty, staff and students, do hereby express

their utmost gratitude to Jarrod Scherle for his dedicated service to education, Eastern Illinois University and to the people of Illinois, and do hereby thank him for his service.

Report from Board Member attending Professional Conference

Mr. Kratochvil reported on his trip to the Association of Governing Boards Annual Meeting in San Francisco, CA.

Committee Reports

Executive/Planning Committee

The Executive/Planning Committee discussed the meeting calendar for 2014. The proposed date of April 18 was moved to April 25 because of Good Friday. There was also some discussion about the possibility of having the Board Retreat next year on June 7, following the Board meeting on June 6. The Committee reviewed details about the upcoming Board Retreat on June 21-22, 2013 in East Peoria, IL, Board committee memberships, and the pension issue.

Board Relations Committee – No report.

Finance/Audit Committee

All of the Trustees met to review the FY 2014 Budget Approval, the FY 2015 Budget Submission and the Non-indentured Reserves.

Board Regulations – No report.

Academic and Student Affairs Committee – No report

Reports from Constituencies

Student Government – No report.

Faculty Senate – No report.

Staff Senate – No report.

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

| <u>Vendor</u> | <u>Type of Purchase</u> | <u>Bids</u> | <u>Amount</u> |
|--|--|-------------|---------------|
| US Foods, Inc. St. Louis, MO | Food and resale items | (a) | < \$6 million |
| Commercial Electric, Inc. Mattoon, IL | Site Utilities (Electrical) for the Center for Clean Energy Research and Education (CENCERE) | (5) | \$152,683 |

(a) IPHEC Contract

University Highlights

Dr. Perry noted that the Business Solutions Center finished its first Coles County Entrepreneurship ClassE with thirteen high school students. Jeanne Dau, director of EIU's Business Solutions Center, taught entrepreneurial skills. The juniors and seniors enrolled in the yearlong course met each weekday morning. The students started their own businesses, funded by the Coles County business community, toured several local businesses; and heard from entrepreneurial speakers who also served as business mentors.

Col. Robert A. Sinkler, who started his military career at EIU, came back after 30 years of service in the U. S. Army for his retirement ceremony, retiring as the Strategic Initiatives Chief for the Chief of Engineers and Commander of the U. S. Army Corps of Engineers. During the event at EIU, Sinkler received several awards, including the De Fleury Medal and the Distinguished Service Medal. His wife, Brandie, an EIU alumna, was also honored for her support.

Adjournment

Meeting was adjourned.