

UCCSN Board of Regents' Meeting Minutes August 10-11, 1979

08-10-1979

Pages 149-166

BOARD OF REGENTS

UNIVERSITY OF NEVADA SYSTEM

August 10, 1979

The Board of Regents met on the above date in the Pine Auditorium, Travis Student Union, University of Nevada, Reno.

Members present: Mr. James L. Buchanan, II

Mr. Robert A. Cashell

Mrs. Lilly Fong

Mr. Chris Karamanos

Mrs. Molly F. Knudtsen

Dr. Louis E. Lombardi

Miss Brenda D. Mason

Mr. John R. Mc Bride

Mr. John Tom Ross

Others present: Chancellor Donald H. Baepler

President William Berg, NNCC

President Joseph N. Crowley, UNR

President Jack Davis, WNCC

President Judith Eaton, CCCC

President Leonard Goodall, UNLV

President Lloyd Smith, DRI

Secretary Bonnie M. Smotony

Also present were: Vice Chancellor Lessly, Vice Chancellor

Partridge, Vice Presidents Pine, Gorrell, Westfall, Glennen and

Dawson; Faculty Senate representatives Van Vactor, Marschall,

Jacobson, Mathewson, Christopher and Melrose; Student Association

representatives Campbell and Ritch.

The meeting was called to order by Chairman Cashell at 10:15 A.M.

1. Adoption of Consent Agenda

The Consent Agenda (identified as Ref. A and filed with permanent minutes) containing the following items, was submitted for approval:

(1) Approval of minutes of the personnel session of June 8,

1979, and the regular meeting of June 29, 1979.

- (2) Report of Gifts and Grants.

- (3) Recommendation to concur with award by State Public Works Board of a negotiated bid to Eagle Construction for \$53,409 for construction of a press box on the east side of Mackay Stadium.

- (4) Authorization to employ Grant A. Engstrom as a consulting engineer for a project at Main Station Farm.

- (5) Authorization for withdrawal of \$12,115.94 from Corporate Trusts held by FNB.

- (6) Authorization to increase the \$4,000 revolving fund maintained at Nevada National Bank for DRI to \$6,000.

- (7) Change in signature authority on bank accounts maintained by UNLV to remove Controller Wayne Williams and Brock Dixon, and to add President Goodall and Louis Du Bois.

- (8) Augmentation, by allocation from Board of Regents

Special Projects Account, to bring the following

accounts to the levels indicated:

UNR Interview and Recruiting Account \$10,000

DRI Interview and Recruiting Account 5,000

- (9) Request for easement for an underground electrical service to enable Sierra Pacific Power Company to provide power to existing feed mill on the Main Station Farm.

A question was raised concerning the accuracy of the minutes of June 29, 1979, regarding the Board's action on the loan to UNLV Marching Band, in that the minutes had reflected an interest free loan of \$55,000 with no repayment schedule.

It was the opinion of several Regents that a one-year repayment schedule had been specified. It was agreed that the minutes would be accepted with the stipulation that the tapes of that discussion would be used to verify this one point and any correction necessary would be made to accurately reflect the Board's action on this point.

Mrs. Fong also requested that the minutes be amended to reflect her statement that \$2,000 budgeted for stationery for

the Marching Band was excessive.

Mr. Buchanan moved approval of the Consent Agenda, with the corrections to the minutes as reflected above. Motion seconded by Dr. Lombardi, carried without dissent.

(Note to Minutes: The minutes of June 29, 1979, were in error in regard to the Board's action on the loan to the Marching Band. The correct motion, offered by Mr. Buchanan and seconded by Mrs. Fong, was for an interest-free loan of \$55,000, to be repaid within one year. That motion carried unanimously by roll call vote.)

2. Student Petition Regarding Preservation of the UNR Quad

President Crowley introduced Susan Horton of the UNR History Club, who spoke in support of the following petition:

We the undersigned, recommend the preservation of Frandsen Humanities building, the old Journalism building, the Mackay Mines Museum, and the Mechanical Arts building, wherever preservation techniques can be practically applied, and we recommend that where

this is not possible, that the architectural integrity
of the University be retained.

(Petition and Ms. Horton's remarks are on file in the office
of the Secretary.)

Chancellor Baepler recalled that when the Master Plan was
being developed, there was strong consideration given to the
ultimate demolition of some of the older buildings, but he
also noted that the Regents were very clear that the quality
and characteristics of the Quad should be maintained. He
noted that the issue has been addressed extensively and it
was his impression that the Regents were in full accord with
the wishes expressed in the petition.

President Crowley reported that the UNR Administration con-
curs with the sentiments expressed in the petition, noting
that there is no intention of demolishing any buildings
wherein such preservation techniques can be practicably
applied, except for the Mechanic Arts building which will
give way ultimately to the construction of the new Mackay
Mines building, adding that the new building will be con-
structed in such a way as to insure the architectural
integrity of the Quad. He also commented on the plans to

preserve at least the facade of the present Mackay Mines building, and to utilize it in such a way that the structural problems of the building would not endanger its occupants.

3. Report of Joint Subcommittee on Teaching Assistants, UNR

President Crowley noted inclusion with the agenda of a report prepared by the Joint Subcommittee on Teaching Assistants at UNR (identified as Ref. B and filed with permanent minutes), and introduced Dr. John Marschall, UNR Faculty Senate Chairman, who presented the following remarks:

A fraction of the University's graduate students are Graduate Fellows (both men and women). Their fellowships are awarded on the basis of a competitive regional and/or national search. Unlike other graduate students, the Fellow is a kind of apprentice scholar engaged in part-time teaching or special research under the supervision of a professor. The stipend paid to most Graduate Fellows is, therefore, partially a salary and partially a scholarship.

The more highly qualified Graduate Fellows we are able to attract to the University directly affects the quality and reputation of the program of which they are a part. First-class Graduate Fellows help to stimulate the productivity and performance of all graduate students in a Department. In addition, by providing assistance in lab work, teaching, research or working with a professor with large class loads in a variety of ways, the Fellow enters a kind of novitiate in the community of scholars, thus preparing him or her for his future profession. Many current leaders in the professions were once Graduate Fellows.

As you can see from the table on page 2 of the study, the University of Nevada Fellows stipend is currently \$3800, which is considerably less than the average of U. S. State Universities and even lower than that of graduate students at institutions in states bordering our own.

With the exception of Medical School residents, a special case, the University of Nevada Graduate Fellows receive no fringe benefits because the University does not consider them employees, but the IRS does consider

most of them in the employee category for purposes of taxation. The University has great difficulty competing with neighboring institutions for the very best Graduate Fellows available.

While there are several recommendations in this report, several of which would touch on your jurisdictions, there are others that require some internal work. We are not, therefore, presenting this report to you for any kind of action at this time. We have to do that internal work first, before making any detailed proposals to you. But we hope that by apprising you now of the status -- and I might say, the plight -- of both the University and the Graduate Fellow, it would be helpful background for specific recommendations which will be made to you in the not too distant future.

Hans-Juergen Sievert spoke on behalf of the UNR Graduate Students Association, urging the Regents to look carefully at the report and at the status of the graduate student as recommendations concerning these students come before the Board.

At the urging of Mrs. Fong, Mr. Jim Kitchen, UNLV Affirmative Action Officer, spoke briefly concerning the report filed by UNR, but noted that it had not been discussed to any extent by personnel on that Campus.

4. Proposed Acquisition of Property, UNR

President Crowley recalled that the Board had previously discussed plans for expansion of College Inn, which, he noted, is contingent upon acquisition of three lots north of the College Inn. He reported that these lots are now available for purchase and he requested authorization to use funds available from within various accounts at UNR to negotiate for the purchase of Lots 4, 5 and 6, Block 3, Anderson Addition, with such funds to be repaid from College Inn revenue.

Mr. Ross moved approval. Motion seconded by Dr. Lombardi, carried without dissent.

5. Proposed Lease of Mining Claim, Esmeralda County, Nevada

President Crowley presented a proposal for lease of a mining claim in Esmeralda County to Falcon Explorations, which

presently owns or leases all other claims surrounding this one. The proposal submitted by Falcon Explorations is for five percent of the net smelter return, a lease of \$250 a year for twenty years with an option to renew for an additional 20 years, with an ultimate sale price of \$250,000, with smelter return and lease payments applied to the sale price.

Dr. Lombardi moved approval. Motion seconded by Mr. Karamanos, carried with Mrs. Fong opposing because she felt the lease price was not sufficient.

Mr. Buchanan reported that he had received an inquiry from a Mr. George Jellea concerning possible lease of property in the Gold Run Mining District in Humboldt County, and had referred this inquiry to Chancellor Baepler. It was agreed that Vice President Pine would pursue this matter with the appropriate parties.

(Note to Minutes: It has been determined that this inquiry concerned the Adelaide Mine, jointly owned by UNR and Mrs. Roxy Wingfield.)

In response to a question from Mrs. Fong concerning the Uni-

versity's obligation to engage in competitive bidding for the lease just approved, Mr. Lessly stated that there is no provision in law that the University must go through a public bidding procedure in that the Board is a constitutional body and is not covered by State statute. He did note, however, that approval of this lease without competitive bidding constitutes an exception to Board policy, but suggested that it is justified by virtue of the fact that the property is already surrounded and it would be difficult to envision there being another bidder.

6. Proposal for Lease of Additional Clinical Space for Medical School, UNR

President Crowley recalled that in June the Board authorized the School of Medical Sciences to lease space in a new building being constructed on Mill Street near the Washoe Medical Center, to be used for clinical teaching activities of the Departments of Medicine and Pediatrics.

Dr. Crowley requested authorization to lease up to 1,700 additional square feet in this facility, to provide office space for Dr. George Furman, Chief of Obstetrics, at a cost of \$1 per square foot. He noted that Dr. Furman has agreed

to pay for half the space, with the other half to be sub-leased, hopefully to another staff member of the Medical School under similar arrangements to that described for Dr. Furman. Chancellor Baepler recommended approval.

Mr. Buchanan moved approval. Motion seconded by Mr. Lombardi, carried without dissent.

7. Proposed Lease of Portion of Main Station Farm

President Crowley requested authorization to offer for lease, for a period of 40 years with an option to renew for an additional 40 years, a parcel of land consisting of approximately 56 acres located at the northwest corner of Mill Street and Boynton Lane. (Description of property identified as Ref. D and filed with permanent minutes.) Dr.

Crowley recalled that in December, 1978 the Board had approved specifications for such a lease bid, with the understanding that authorization to proceed with advertising for bids would be requested at such time as the status of the Gund Ranch became clear, noting that until recently there had been some question concerning the acquisition of the 8,000 acres of BLM property from the Federal government because of the possible application of provisions of the

Wilderness Act. The BLM property has now been transferred and there is a need for money for development, fencing and water system improvements. President Crowley recalled that the parcel of land to be offered for lease was identified as Parcel #3 in a previous offer made by the Board in 1978; however, this present offer will not include the 3.0 acres upon which the Veterinary Science Facility is located, nor does it include water rights that are, or have been, used on the parcel for irrigation purposes. The bid documents, as prepared by Counsel and approved by the Board in December, also state that no real estate commission will be paid by the Board of Regents to any real estate firm, broker, salesman or agent for the lease of this land. Chancellor Baepler recommended approval.

Mrs. Knudtsen moved approval. Motion seconded by Mr. Karamanos.

Mr. Lessly asked that the motion also include authorization for Counsel to make whatever editorial changes necessary to the bid document which, he noted, had already been approved by the Board, adding that such changes will not affect the terms whatsoever, but will only be those changes necessary for clarification of the document.

Mrs. Knudtsen and Mr. Karamanos agreed to the amendment to the motion requested by Counsel.

Mr. Ross suggested that the documents be submitted to the Board again for review after they are finalized. Mr. Lessly agreed that the lease would come back to the Board when a successful bidder had been identified, at which time the Board and the Governor would be asked to approve the lease.

Mr. Ross and Mrs. Fong both expressed concern that the proposed lease provided for a 40-year term, with option to renew for an additional 40-year term.

Motion carried with Mr. Ross abstaining and Mrs. Fong opposing.

8. Request for Allocation from Board of Regents Special Projects Account

President Crowley recalled that in 1977 the Board of Regents established, by allocation of \$50,000 from the Board of Regents Special Projects Account, a Regents' Equalization Fund for Rural Programs, to provide a special subsidy for

courses offered in the rural areas by the two Universities.

It was agreed that if the program proved successful, efforts to secure State funding would be renewed in 1979. Requests for reimbursement from this fund during the past two years have been approved by the Chancellor in accordance with the regulations established at the time the fund was provided.

Dr. Crowley reported that in April, 1979, an Estimative Budget was prepared and submitted by UNR for a projected expenditure of \$11,435 from this account. The estimates were based on increased demand for courses experienced over the period of the Fund's existence. The programs actually cost \$11,676; however, upon seeking reimbursement in June, it was determined that other demands upon the fund had reduced it to \$7,126, leaving a shortfall of \$4,550.

President Crowley requested that this shortfall in reimbursement to UNR be provided by allocation of \$4,500 from the Board of Regents Special Projects Account.

Mrs. Knudtsen moved approval. Motion seconded by Miss Mason, carried without dissent.

9. Selection of Site, Henderson Campus of CCCC

Chancellor Baepler reported that the 1979 Legislature had appropriated \$1,924,800 for construction of a Community College facility at Henderson and the State Public Works Board had requested action by the Board of Regents to designate a site for that facility. He recalled that in June, 1977 the Board of Regents had accepted an offer from the City of Henderson of 80 acres for eventual use by the University for Community College facilities, at a cost of \$6,400, with the understanding that the City would spend a like amount of money on improvements to the property, and with the understanding that should construction of such facilities not commence within five years, the property would revert. A description of the property was included with the agenda (identified as Ref. E and filed with permanent minutes).

Chancellor Baepler noted that it was his understanding that President Eaton concurred with the recommendation that the Henderson Campus of CCCC be located on the 80 acres described in the reference.

Mr. Buchanan moved approval. Motion seconded by Mrs. Fong.

President Eaton agreed that based upon the studies that have been done and previous investigations, this site appeared to

be the best suited to meet the needs of the kinds of construction anticipated for the College.

Mr. Buchanan recalled the earlier discussions concerning this property, and stated that although it was not reflected in the minutes, he believed that it was the intent of the Board at the time the offer from the City of Henderson was accepted that this would be the eventual site of a Community College facility if one were to be placed in Henderson.

Chancellor Baepler agreed, stating that this was his interpretation of the record, adding that the matter was on the agenda simply for clarification.

Motion carried without dissent.

It was agreed that a tour of the site would be arranged for the Regents in conjunction with its meeting in September.

10. Bid Opening, Phase IV, WNCC/South

Chancellor Baepler reported that the State Public Works Board will be opening bids on August 23 for construction of Phase IV of WNCC/South. Since the next regular meeting of

the Board of Regents is not scheduled until September 21, Chancellor Baepler requested that authority be delegated to the Administration to review and concur in the State Public Works Board's recommendation for award of a contract, in order that such award not be unnecessarily delayed by the time lapse. A report of action taken will be included on the September agenda.

Mr. Ross moved approval. Motion seconded by Mr. Karamanos, carried without dissent.

11. Bid Opening, Dickinson Library Addition, UNLV

President Goodall reported that bids were opened by the State Public Works Board on July 12, for the addition to the Dickinson Library, with the following results:

	Base Bid	A*
Smith Universal	\$6,131,455	.726
Zuni Construction Co.	5,941,000	.70
Sletten Construction Co.	6,030,000	.74
Tiberti Construction Co.	6,184,000	.75

* Price quoted is per lineal inch of shelving.

President Goodall noted that all bids exceed the construction budget of \$5,481,000 for this project and the State Public Works Board had negotiated with the low bidder, Zuni Construction, for a contract in the amount of \$5,480,018, which is within the budget. He recommended that the Board concur in the proposed award of a negotiated contract by the State Public Works Board to Zuni Construction. Chancellor Baepler concurred.

Mrs. Fong moved approval. Motion seconded by Mr. Buchanan, carried without dissent.

12. Proposal for Funding of Radio Station Equipment, UNLV

President Goodall recalled that in June the Board had authorized CSUN to proceed with purchase or lease of equipment for the radio station, with proposals for financing to be brought back to the August Board meeting. Accordingly, President Goodall requested approval of a loan to CSUN of \$95,000 from the proceeds of the sale of the Hall Property, to be repaid over a three year period, and to bear the same interest the account would earn if otherwise invested. Dr.

Goodall recalled that the Hall Property had been a gift to the University with the stipulation that interest earned from the proceeds of its sale be used for the College of Business.

Mr. Mc Bride moved approval. Motion seconded by Mrs. Fong, carried without dissent.

13. Request for Funding of Presidential Inauguration Expenses

Chancellor Baepler requested an allocation of \$15,000 from the Board of Regents Special Projects Account to provide \$5,000 each to UNR and UNLV to cover expenses of a Presidential Inauguration and related activities for President Crowley and President Goodall, and \$5,000 to CCCC to cover expenses of a major reception for President Eaton.

Mrs. Fong moved approval. Motion seconded by Miss Mason, carried without dissent.

14. Bid Opening, Revenue Bonds

Vice Chancellor Partridge reported that bids were opened August 8, 1979 for \$9.1 million in revenue bonds to fund the

\$5.1 million addition to the Dickinson Library at UNLV and the \$4 million College of Business Administration building at UNR. Mr. Patridge recommended the Board of Regents accept the bid of L. F. Rothschild, Unterberg, Towbin, in association with Paine, Webber, Jackson & Curtis, Inc., Oppenheimer & Co., Inc., and Foster & Marshall, Inc., at a net interest cost of 6.0082%.

He further recommended adoption of the following resolution to accept the above bid and to permit all additional steps necessary to complete the issuance of these revenue bonds:

RESOLUTION #79-7

A RESOLUTION DESIGNATED BY THE SHORT TITLE "9-1-79 BOND RESOLUTION"; CONCERNING THE UNIVERSITIES OF THE UNIVERSITY OF NEVADA SYSTEM; AUTHORIZING THE CONSTRUCTION, OTHER ACQUISITION, AND IMPROVEMENT OF BUILDINGS, STRUCTURES, AND OTHER FACILITIES, AND ACQUIRING EQUIPMENT AND FURNISHINGS THEREFOR, AND OTHER APPURTENANCES; FOR THE PURPOSE OF DEFRAYING IN PART THE COST OF (1) THE ADDITION TO THE DICKINSON LIBRARY, UNIVERSITY OF NEVADA LAS VEGAS, SUBPROJECT, AND (2) THE COLLEGE OF BUSINESS ADMINISTRATION BUILDING, UNIVERSITY OF NEVADA, RENO,

SUBPROJECT; AUTHORIZING THE ISSUANCE OF THE SECURITIES OF THE UNIVERSITY OF NEVADA, DESIGNATED AS THE "UNIVERSITY OF NEVADA SYSTEM, UNIVERSITIES REVENUE BONDS, SERIES SEPTEMBER 1, 1979", IN THE PRINCIPAL AMOUNT OF \$9,100,000.00, FOR THE PURPOSE OF DEFRAYING IN PART THE THE COST OF SUCH PROJECT; ACCEPTING ON BEHALF OF THE UNIVERSITY THE BEST BID FOR THE PURCHASE OF THE BONDS; PROVIDING THE INTEREST RATES WHICH THE BONDS SHALL BEAR AND THE PURCHASE PRICE THEREFORE; PROVIDING THE FORM, TERMS AND CONDITIONS OF THE BONDS, THE MANNER OF THEIR EXECUTION, THE METHOD OF THEIR PAYMENT AND THE SECURITY THEREFORE; PROVIDING FOR THE COLLECTION AND THE DISPOSITION OF REVENUES DERIVED FROM CERTAIN FEES AND OTHER CHARGES FROM STUDENTS ATTENDING THE UNIVERSITIES OF THE UNIVERSITY OF NEVADA SYSTEM, AND, CONDITIONALLY, DERIVED FROM CERTAIN GRANTS AND POSSIBLY IN THE FUTURE OTHER FEES, GRANTS AND FACILITIES OF THE UNIVERSITY; PLEDGING SUCH REVENUES TO THE PAYMENT OF THE BONDS; PROVIDING FOR THE ISSUANCE OF ADDITIONAL BONDS AND OTHER SECURITIES PAYABLE FROM SUCH REVENUES; PROVIDING DUTIES, PRIVILEGES, POWERS, LIABILITIES, DISABILITIES, IMMUNITIES, AND RIGHTS PERTAINING THERETO; PROVIDING OTHER COVENANTS, AGREEMENTS, AND OTHER DETAILS, AND MAKING OTHER PROVISIONS CONCERNING THE

UNIVERSITIES, THE BONDS, AND THE PLEDGED REVENUES,
RATIFYING ACTION PREVIOUSLY TAKEN AND PERTAINING TO
THE FOREGOING MATTERS; PROVIDING OTHER MATTERS RELAT-
ING THERETO; AND REPEALING ALL RESOLUTIONS IN CONFLICT
HEREWITH.

Mr. Buchanan moved acceptance of the bid as presented and
adoption of Resolution #79-7 as recommended. Motion second-
ed by Mrs. Fong, carried without dissent.

15. Implementation of Early Retirement Provisions

Chancellor Baepler recalled that in June the Board had de-
ferred action on a recommendation for implementation of
early retirement provisions approved by the 1979 Legislature
in order that Counsel could more fully explore the legal
ramifications of the legislation as it relates to University
of Nevada faculty. He asked for comments by General Counsel
after which he stated he would offer his recommendation.

Mr. Lessly noted that an analysis of the legislation had
been mailed prior to the meeting (memorandum filed with
permanent minutes) in which he had identified several areas
of concern that he believed needed to be addressed. He re-

called that at the June 29 meeting, the Board had approved a retirement policy that makes retirement mandatory for tenured faculty members at age 65 until July 1, 1982. He suggested that the legislation on early retirement is in conflict with that mandatory retirement policy in that it does not provide criteria with respect to adjusting to retirement requirements, adding that if the Board authorizes the Presidents to enter into contracts for early retirement, they not be authorized to execute such contracts past the mandatory retirement age for the employee involved.

The second concern which Mr. Lessly suggested the Board consider is the possibility of having to make double payments for retirement benefits if a contract is extended to an employee, and then the institution finds it necessary that the 1/2 position which was vacated under this contract must be filled. He suggested that an additional criterion be established to require that any such agreement for phase-in retirement be subject to the requirement that it create a net gain to the University, as opposed to a net loss.

A third concern cited by Mr. Lessly was the lack of criteria in the legislation governing the issuance or refusal to issue such early retirement contracts. He recommended that

the Board determine some criteria as to what it will allow a President to do in this regard so as to guard against lawsuits for arbitrary and capricious action.

A final area of concern was that the legislation does not apply to any other than members of the Public Employees Retirement System and Mr. Lessly suggested that it would be necessary to adopt a similar policy for faculty who are covered by TIAA-CREF.

Chancellor Baepler recommended: (1) that the Board approve the implementation of the early retirement program as defined by statute; (2) that coverage for those people who are in TIAA-CREF also be provided to insure that all employees are treated equally; (3) that it be understood that the new retirement policy approved by the Board on June 29 not be violated by extending such phase-in retirement contracts beyond the retirement age; and (4) that the fundamental policy guiding who is eligible to receive such early retirement contracts be based on economic considerations, namely, that the total cost to the institution of granting early retirement contracts, including the possible costs of replacement, shall not exceed the costs that would have been incurred by the continued full-time employment of each individual.

Mr. Mc Bride moved approval of the Chancellor's recommendation. Motion seconded by Mr. Buchanan.

In the discussion following, President Crowley recalled that the previous December the Board had authorized the Administration to promote the early retirement concept with the Retirement Board and with the Legislature, which had led to the referenced legislation. He also recalled that one of the basic reasons for proposing this phase-in retirement program was that it was believed there would be a net gain to the University, because people who would be participating in the phase-in retirement program would be high-salaried people, and the half-time position thus vacated could be filled with a young faculty member at a lesser salary. Dr. Crowley stated that he did not believe there would be any problem in administering the program in accord with the Chancellor's recommendation.

Mr. Lessly commented on the Chancellor's recommendation, noting that the recommendation, if adopted, gives no option to the appointing authority other than to grant a request for early retirement to any employee who is qualified, so long as the economic provisions are met.

Dr. Crowley suggested that it would be highly unlikely that the University would not wish to grant early retirement to anyone wishing to exercise that option. President Goodall concurred, noting however that because of the difference in the age structure of the UNR and UNLV faculties, he did not believe this would be an issue for UNLV for some time.

Dr. Marschall, UNR Faculty Senate Chairman, expressed strong support of the Chancellor's recommendation, commenting specifically on the concern expressed by Counsel over the lack of criteria as to who would be granted or denied early retirement. He stated that in his opinion it would be virtually inconceivable that a situation would arise where the University would not be willing to accept a request for phase-in retirement, pointing out that now any person may resign completely from the University at his or her discretion, and if a highly desirable faculty member should elect early retirement, it would be logical that the University would cooperate in every way to accommodate that person's best talents within the 1/2 time appointment. Conversely, he suggested that if a mediocre professional wished to exercise the phase-in retirement option, it is unlikely that the University would not welcome such a move.

Motion carried without dissent.

16. Supplement to Litigation Account

Chancellor Baepler requested an allocation of \$25,000 from the Board of Regents Special Projects Account to augment the Litigation Account in the Chancellor's Office, noting that litigation continues or will be initiated in some areas which need funding; e. g., the Texas litigation involving the Hughes Estate, the litigation that is necessary before the Nevada Supreme Court for the bond issue in support of the two Sports Pavilions and continuing NCAA litigation.

Mr. Lessly recalled that a lawsuit had previously been filed against UNR by the American Civil Liberties Union, based on Section 504 of the Handicapped Act of 1973, and the Architectural Barriers Act of 1968. As a result of the budget that the Board of Regents presented to the Legislature, including approximately \$2.7 million for removal of architectural barriers on the UNR Campus, and as a result of some rather lengthy negotiations and discovery, Mr. Lessly reported that Federal court had dismissed the lawsuit against UNR and litigation is no longer pending.

Mr. Buchanan moved approval of the Chancellor's request.

Motion seconded by Mr. Karamanos, carried without dissent.

17. Proposed Workshop for Regents and Officers

Mr. Mc Bride referred to this proposal contained in the agenda (identified as Ref. F and filed with permanent minutes), and requested that the publications from AGB concerning the guidelines and criteria for self-study, and the Board Mentor Program, be sent to each of the Board members. He suggested that, in that there are two new Board members and three new Presidents, a workshop within the parameters suggested in his memorandum be considered, and that a committee of two Regents, assisted by the Secretary of the Board, be appointed to organize the self-study, arrange for participants from the Board Mentor Program, and develop a proposal for dates, location, a budget, and an agenda for the Workshop.

Mr. Ross moved that the suggestion by Mr. Mc Bride be approved. Motion seconded by Mr. Buchanan, carried without dissent.

18. Report of Audit Committee

Chancellor Baepler reported that the Audit Committee had held its final organization meeting the previous day, and suggested that Mr. Mc Bride, who Chairs the Committee, might wish to comment.

Mr. Mc Bride agreed that the meeting had been very productive and expressed appreciation that two Board members who were not on the Committee had attended and contributed to the discussion. He encouraged the attendance of other Regents in subsequent meetings. Mr. Mc Bride also requested that any information concerning problems which would benefit from review by the Audit Committee be referred to the Committee in order that it can be directed into the proper channels. In response to a question concerning the improvement of the Audit Committee as an investigative body, Mr. Mc Bride stated that he did not anticipate the Committee having an adversarial relationship with the Administration, rather he believed that the appropriate role of the Committee would be as a representative of the Board as a whole, looking at things in depth in cooperation with the Administration.

Chancellor Baepler also reported that the Committee is anticipating a proposal to the Board of a revised set of responsibilities, thereby expanding the Committee to a Finance Committee.

The meeting adjourned for lunch and a meeting of the Investment Advisory Committee, reconvening at 1:45 P.M.

19. Report of Investment Advisory Committee

Mr. Karamanos reported the following actions and recommendations by the Investment Advisory Committee:

(1) In January, 1979, the Committee considered and tabled a proposal by Nevada National Bank to manage a portion of the University's endowment fund. That proposal was again considered by the Committee at this meeting and it was the consensus of the Committee that at such time as new monies come into the endowment fund that could be suitably managed by Nevada National Bank, the Investment Advisory Committee would explore this matter further with the bank.

(2) Approved a recommendation by Valley Bank for purchase

of the following stocks, conditional upon the market:

Proposed				
No.	Purchase Total Value Present			
Shrs	Company	Price*	of Purchase	Price
600	I. B. M.	68	\$ 40,800	69
3600	Merrill Lynch	19	68,400	20
3400	Pittston	22	74,800	23
1250	Schering Plough	31	38,750	33
1000	Union Carbide	40	40,000	41
2400	Weyerhaeuser	27	64,800	31
2500	Western Bancorporation	28	70,000	33
2500	United Airlines	29	72,500	27
1800	United Technologies	40	72,000	41

* at proposed price or lower \$542,050

(3) Concurred in the recommendation by Security National

Bank that no changes be made at this time in the
portfolio managed by that bank.

(4) Approved a recommendation by FNB to sell the following

stocks:

	Approx.	Approx.	Antic.	Mkt.	
Units	Price	Value	Income	Yield	
5	American Tel & Tel. Pfd. Conv. \$4				
	60.	\$ 300	\$ 20	6.7	
100	American Tel & Co. Common				
	57.	5,700	500	8.8	
1408.39	Dreyfus Fund	12.93	18,210	662	3.0
3036	The Investment Co. of America				
	7.97	24,197	1579	6.5	
507	Keystone Custodian Funds K-1				
	7.44	3,772	279	7.4	
710.35	Washington Mutual Investors Fund				
	6.80	4,830	242	5.0	
		\$57,009	\$3282		

Mr. Karamanos requested approval by the Board of the Committee's action.

Mrs. Knudtsen moved approval. Motion seconded by Dr.

Lombardi, carried without dissent.

20. Request to Sell Revenue Bonds

Chancellor Baepler recalled that in June the Board authorized the Administration to proceed with the initial steps toward the sale of \$56 million in revenue bonds for the two Sports Pavilions. He reported that the appropriate documents for this purpose have now been prepared and recommended adoption of the following resolution and authorization to proceed with the additional steps necessary to effect the sale of these bonds:

RESOLUTION #79-8

A RESOLUTION DESIGNATED BY THE SHORT TITLE "11-1-79 BOND RESOLUTION"; CONCERNING THE UNIVERSITIES OF THE UNIVERSITY OF NEVADA SYSTEM; AUTHORIZING THE CONSTRUCTION, OTHER ACQUISITION, AND IMPROVEMENT OF BUILDINGS, STRUCTURES, AND OTHER FACILITIES, AND ACQUIRING EQUIPMENT AND FURNISHINGS THEREFOR, AND OTHER APPURTENANCES, FOR THE PURPOSE OF DEFRAYING IN WHOLE OR IN PART THE COST OF (1) THE MULTIPURPOSE PAVILION ON THE CAMPUS OF THE UNIVERSITY OF NEVADA, LAS VEGAS, SUBPROJECT, (2) THE MULTIPURPOSE PAVILION ON THE CAMPUS OF THE UNIVERSITY OF NEVADA, RENO, SUBPROJECT, AND (3) THE BUSINESS

AND HOTEL ADMINISTRATION BUILDING, PHASE I, ON THE
CAMPUS OF THE UNIVERSITY OF NEVADA, LAS VEGAS, SUBPROJ-
ECT; AUTHORIZING THE ISSUANCE OF THE SECURITIES OF THE
UNIVERSITY OF NEVADA, DESIGNATED AS THE "UNIVERSITY
OF NEVADA SYSTEM, UNIVERSITIES REVENUE BONDS, SERIES
NOVEMBER 1, 1979", IN THE AMOUNT OF \$58,000,000.00,
FOR THE PURPOSE OF DEFRAYING IN PART THE COST OF SUCH
PAYMENT; PROVIDING THE FORM, TERMS, AND CONDITIONS OF
THE BONDS, THE MANNER OF THEIR EXECUTION, THE METHOD
OF THEIR PAYMENT AND THE SECURITY THEREFOR; PROVIDING
FOR THE COLLECTION AND THE DISPOSITION OF REVENUES DE-
RIVED FROM CERTAIN FEES AND OTHER CHARGES FROM STUDENTS
ATTENDING THE UNIVERSITIES OF THE UNIVERSITY OF NEVADA
SYSTEM, AND DERIVED FROM CERTAIN STATE GRANTS CONSIST-
ING OF STATE SLOT MACHINES TAX PROCEEDS, AND POSSIBLY
IN THE FUTURE OTHER FEES, OTHER GRANTS AND FACILITIES
OF THE UNIVERSITY; PLEDGING SUCH REVENUES TO THE PAY-
MENT OF THE BONDS; PROVIDING FOR THE ISSUANCE OF ADDI-
TIONAL BONDS AND OTHER SECURITIES PAYABLE FROM SUCH
REVENUES; PROVIDING DUTIES, PRIVILEGES, POWERS, LIABIL-
ITIES, DISABILITIES, IMMUNITIES, AND RIGHTS PERTAINING
THERE TO; PROVIDING OTHER COVENANTS, AGREEMENTS, AND
OTHER DETAILS, AND MAKING OTHER PROVISIONS CONCERNING
THE UNIVERSITIES, THE BONDS, AND THE PLEDGED REVENUES;

RATIFYING ACTION PREVIOUSLY TAKEN AND PERTAINING TO
THE FOREGOING MEMBERS; PROVIDING OTHER MATTERS RELAT-
ING THERETO; AND REPEALING ALL RESOLUTIONS IN CONFLICT
HEREWITH.

Miss Mason moved approval. Motion seconded by Mrs. Fong,
carried without dissent.

21. Request for Authorization to Lease Space, WNCC

President Davis requested authorization to lease 2,500 sq.
feet of space at 400 Hot Springs Road, Carson City, from Mr.
Roger Shaheen for a monthly rental of \$1,225, for the period
August 1, 1979 to June 30, 1980, to provide space for the
CETA Slot Mechanic Training Program. Chancellor Baepler
concurred.

Miss Mason moved approval. Motion seconded by Mr. Ross,
carried without dissent.

Mr. Buchanan commented on the involvement of the Community
Colleges in gaming-related instructional programs, suggest-
ing that greater efforts should be made to provide training
for employees of the gaming industry.

Dr. Davis reported that WNCC has been involved in instruction for slot mechanics, blackjack dealing, and other gaming skills for three years and would propose to continue that kind of instruction as long as allowed to by the Board of Regents and requested to by the industry.

Dr. Eaton noted that CCCC offers courses in casino management now as part of the Hotel-Motel Management Program and the Food Technology Program. She also noted that there had been some discussions internally at CCCC about the potential of expanding these programs in such a way that would include training for the gaming industry, and anticipated that further exploration into this possibility would occur. She agreed that the Community Colleges would be an appropriate agency to offer this kind of instruction, particularly since they would be in the position to provide general education courses along with the specialized training.

Dr. Berg reported that NNCC attempts to provide training in the areas demanded by the community, noting that there has not been a demand in the Elko area for this type of training. He pointed out, however, that the Community College exists to meet the needs of the occupational areas and if

the requests are made, NNCC will try to service them.

22. NNCC Revolving Fund

Chancellor Baepler noted that Northern Nevada Community College maintains a \$1,000 revolving fund for emergency purposes. He reported that President Berg had requested that this fund be increased to \$5,000, during registration periods only, to be used for emergency loans and to be replenished from the emergency loan account when the necessary paper work has been completed. At the end of each registration period, the account will revert to the level of \$1,000. Signature authority will remain with President Berg, Carol Groves and Betty Richardson.

Dr. Lombardi moved approval. Motion seconded by Mr. Karamanos, carried without dissent.

23. Appointments to National Advisory Board

President Smith recommended the following appointments to the National Advisory Board for the Desert Research Institute:

George E. Aker, President, Nevada National Bank

Joseph S. Cragwall, Jr., Assistant Chief Administrator,

Water Resources Division, U. S. Geological Survey

Lawrence R. Greenwood, Director, Environmental

Observation Division, Office of Space and

Terrestrial Applications

L. Edward Perry, formerly Chief Biologist, Columbia

River Fishery Development

Dr. Lombardi moved approval. Motion seconded by Mr. Mc
Bride, carried without dissent.

24. New Business

A. Mr. Buchanan requested a report from Clark County

Community College concerning the feasibility of offering
educational programs related to the gaming industry.

B. Mr. Buchanan also reported that there is pressure for

the appointment of a committee on the Law School, as re-
quested at an earlier meeting, and asked for a report on
the status of that request. Chancellor Baepler stated
that this matter would be on the September agenda.

C. Mrs. Fong asked for a status report on the implementation of the Committee on Minority Affairs. Chancellor Baepler stated that the Committee would be operational in September.

D. Mr. Ross asked for consideration at the September meeting of the appointment of William Van Patten to the Advisory Board of Western Nevada Community College.

25. Appointments to Special Committees

Mr. Cashell announced the following appointments to special committees established by the Board:

A. Special Committee for Sports Pavilions

Regent John Tom Ross, Chairman

Regent James L. Buchanan

Dr. Richard Dankworth, Vice President for University

Services, UNR

Dr. Wayne Pearson, Assistant Director of Athletics, UNLV

Mr. Ernest Martinelli, Booster

Mr. William Morris, Booster

B. Special Committee for Board Workshop

Regent John Mc Bride

Regent Louis E. Lombardi

The meeting adjourned at 2:30 P.M.

Bonnie M. Smotony

Secretary of the Board

08-10-1979