

THE REGENTS OF THE UNIVERSITY OF CALIFORNIA

November 20, 1998

The Regents of the University of California met on the above date at Covell Commons, Los Angeles campus.

Present: Regents Atkinson, Chandler, Clark, Davies, Espinoza, Gould, Hotchkis, Johnson, Khachigian, Kozberg, Miura, Montoya, Nakashima, Ochoa, Parsky, Preuss, Sayles, and Willmon (18)

In attendance: Regent-designate Vining, Faculty Representatives Coleman and Dorr, Secretary Trivette, Treasurer Small, Provost King, Vice Presidents Kennedy, Darling, Gomes, Gurtner, and Hershman, Chancellors Carnesale, Cicerone, Dynes, and Vanderhoef, and Recording Secretary Bryan

The meeting convened at 10:25 a.m. with Chairman Davies presiding.

1. **REMARKS OF COACH EMERITUS WOODEN**

Regent Ochoa introduced John Wooden, Basketball Coach Emeritus of UCLA, noting that he was the architect of unparalleled athletic successes, encompassing some of the most impressive winning streaks ever. Coach Wooden defined himself not by his wins but by his success at teaching his athletes a formula for being the best human beings they could be.

Coach Wooden discussed his early teaching career, during which he fashioned a philosophy that would give the youngsters under his supervision something to which to aspire other than more points or better grades. He developed a definition of success. He defined success as peace of mind, attained only through self-satisfaction in knowing you made the effort to do the best of which you are capable, and he used this definition as the apex for the "pyramid of success" he constructed. The cornerstones of the pyramid are industriousness and enthusiasm. Between the cornerstones are friendship, loyalty, and cooperation. The next tier is made up of self-control, alertness, initiative, and determination. On top of them are condition, scale, and team spirit. Poise and confidence make up the next layer. Leading up to the apex are faith and patience. He believed the elements of this pyramid are essential for attaining peace of mind.

2. APPROVAL OF MINUTES OF PREVIOUS MEETINGS

Upon motion of Regent Khachigian, duly seconded, the minutes of the meetings of September 18 and October 15, 1998, were approved.

3. REPORT OF THE PRESIDENT

President Atkinson presented the report concerning University activities and individuals. He mentioned that Governor-elect Gray Davis had appointed him to his transition education team, which will develop initiatives to help public schools.

Then, upon motion of Regent Clark, duly seconded, the President's report was accepted, and it was directed that notes of thanks be sent to the donors of the gifts mentioned in the report, that congratulations be extended to those faculty and staff members who have been awarded honors, and that notes of sympathy and regret be sent to the families of those whose deaths were reported.

[The report was mailed to all Regents in advance of the meeting, and a copy is on file in the Office of the Secretary.]

Faculty Representative Dorr presented her report from the Academic Council. She noted an additional death, that of Brian Miller, Chair of the Davis campus division of the Council.

Ms. Dorr reported that the Council has formed a UC Merced task force with representatives from each division and liaisons to the most relevant Senate committees. It is chaired by Fred Spiess, a former Chair of the Academic Council and a member of the UC Merced site committee. The task force will work with the administration and the new chancellor in carrying out faculty activities and in helping the faculty to construct its own division and governance for the new campus.

Ms. Dorr noted that two faculty committees are continuing to work on the ways in which the indirect cost recovery funds from research are being spent on the campuses. Their work has been motivated by concerns that, during the last period of economic difficulties, a variety of infrastructure supports for research, scholarship, and creative activity decreased. The indirect cost recovery funds are one means of supporting these activities. The committees are analyzing what funds are generated, where they go, and how they are spent. They are continuing also to study transfer and articulation activities in the hope of improving them, and to work on proposed changes in eligibility policy in an effort to effect a set of changes that will bring UC course pattern requirements into alignment with those of the California State University. She expected that the proposals would be presented to the Regents early in 1999.

4. RESOLUTION IN APPRECIATION OF PETE WILSON

Upon motion duly made and seconded, the following resolution was adopted:

WHEREAS, the great State of California and its finest treasure, the University of California, have benefited from the extraordinary talents of its thirty-sixth governor, Pete Wilson, who has served as a Regent and as president of the Board of Regents for the last eight years; and

WHEREAS, throughout his life he has devoted himself to the welfare of the citizens of this state and nation, beginning with a stint in the United States Marine Corps, followed by a career in public service that has spanned more than three decades, and that has seen his election to the California State Assembly, twelve years in office as mayor of San Diego, election to the United States Senate, and ultimately election to two terms as governor; and

WHEREAS, since assuming the governorship of the most populous state in the Union, he has worked tirelessly to improve the state's economy, guided by a bold vision that recognizes the importance of education in a knowledge-based society, a vision that led him to generously provide the resources and encouragement for University programs that have enhanced its ability to lead California into the 21st century; and

WHEREAS, through his persistent efforts and exacting standards, improvements in K-12 education have been recognized throughout the state, and students bound for college have been the beneficiaries of innovative programs and policies that greatly increased financial aid, thus making a college education a more attainable goal for citizens of California; and

WHEREAS, he enthusiastically supported an unprecedented four-year bond measure of \$9.2 billion, which was passed overwhelmingly by the voters in 1998 and paved the way to the expansion of existing UC campuses and to the development of an historic tenth campus in the Central Valley, thus making it possible to accommodate the next generation of California students; and

WHEREAS, his tenure has been characterized by an unshakeable determination to keep UC a great and vital university and to protect the University's high standards of excellence in education, research, and public service by providing a stable framework for UC to build upon through the establishment of an historic four-year compact with the University--a farsighted agreement that ensured access for all qualified students, maintained the quality of instruction, restored faculty salaries, and provided for annual increases in the University budget;

NOW, THEREFORE, BE IT RESOLVED that the Regents of the University of California express their deep gratitude for his dedicated service to California, for the strength of his leadership and the courage of his convictions, for his

contributions to the complex deliberations of the Board, and for his efforts on behalf of education throughout the state;

AND BE IT FURTHER RESOLVED that the Regents extend to Pete and Gayle Wilson their warmest good wishes for happiness in their new life and direct that a suitably inscribed copy of this resolution be presented to them as a token of the Regents' admiration and affection.

5. REPORT OF THE COMMITTEE ON FINANCE

A. *External Financing for Westwood Replacement Hospital, Los Angeles Campus*

The Committee recommended, subject to the amendment of the Budget for Capital Improvements and the Capital Improvement Program to include the total project cost of the Westwood Replacement Hospital project, that:

- (1) Funding for the Westwood Hospital Replacement project be approved as follows:

Federal funds	\$432,900,000
State matching funds	44,100,000
Hospital reserves	9,000,000
External financing	<u>111,700,000</u>
Total	\$597,700,000

- (2) Subject to approval by the President in consultation with the Chairman of the Board, the Chairman of the Committee on Finance, and the Chairman of the Committee on Health Services, the Treasurer be authorized to obtain external financing not to exceed \$111,700,000 to finance construction of the Westwood Replacement Hospital, subject to the following conditions:

- a. Interest only shall be paid during the construction period;
- b. Repayment of the principal plus interest shall be from gross revenues of the Medical Center; and
- c. The general credit of The Regents shall not be pledged.

- (3) The Treasurer be authorized to obtain external financing not to exceed \$43,290,000 to finance on an interim basis, if necessary, potential cash flow needs in connection with the Federal Emergency Management Agency (FEMA) reimbursement program for seismic correction costs related to damage caused to the Center for Health Sciences by the

January 17, 1994 Northridge earthquake, subject to the following conditions:

- a. Interest only shall be paid on any advances;
 - b. Repayment of the principal plus interest shall be from gross revenues of the Medical Center; and
 - c. Should significant disallowance of expenses occur in the post-audit reviews of the seismic and staging costs related to the reconstruction of the Westwood Replacement Hospital, the campus would, if necessary, return to The Regents to seek the approval for long-term external financing of some or all of those disallowed costs.
- (4) The Officers of The Regents be authorized to provide a certification to the lender that interest paid by The Regents is excluded from gross income for purposes of federal income taxation under existing law.
 - (5) Officers of The Regents be authorized to execute all documents necessary in connection with the above.

B. *External Financing for UC Davis Center for the Arts: Performance Hall, Davis Campus*

The Committee recommended, subject to the amendment of the Budget for Capital Improvements and the Capital Improvement Program to include the UC Davis Center for the Arts: Performance Hall, Davis campus, that:

- (1) Funding for the UC Davis Center for the Arts: Performance Hall, Davis campus, be approved as follows:

External financing	\$15,400,000
Gift funds	22,600,000
Funds available to the campus	<u>15,500,000</u>
Total	\$53,500,000

- (2) The Treasurer be authorized to obtain external financing not to exceed \$15.4 million for the UC Davis Center for the Arts: Performance Hall, Davis campus, subject to the following conditions:
 - a. Interest only, based on the amount drawn down, shall be paid on the outstanding balance during the construction period.

- b. Repayment of the debt shall be from the Davis campus' share of the University Opportunity Fund; and
 - c. The general credit of The Regents shall not be pledged.
- (3) The Officers of The Regents be authorized to provide certification to the lender that interest paid by The Regents is exempt from federal income taxation under existing law.
 - (4) The Officers of The Regents be authorized to execute documents necessary in connection with the above.

C. ***External Financing for South Campus Development: Parking and Roadway Improvements, Davis Campus***

The Committee recommended, subject to the amendment of the Budget for Capital Improvements and the Capital Improvement Program to include the South Campus Development: Parking and Roadway Improvements project, Davis campus, that:

- (1) Funding for the South Campus Development: Parking and Roadway Improvements project, Davis campus, be approved as follows:

External financing	\$16,723,000
Parking reserves	1,682,000
Funds available to the campus	<u>1,000,000</u>
Total	\$19,405,000

- (2) The Treasurer be authorized to obtain external financing not to exceed \$16,723,000 to finance the South Campus Development: Parking and Roadway Improvements project, Davis campus, subject to the following conditions:
 - a. Interest only, based on the amount drawn down, shall be paid on the outstanding balance during the construction period;
 - b. As long as the debt is outstanding, parking fees for the Davis campus shall be established at levels which, together with other related income, will be sufficient to provide excess net revenues to pay the operating costs of the facility, to pay the debt service, and to meet the related requirements of the proposed financing; and
 - c. The general credit of The Regents shall not be pledged.

- (3) The Officers of The Regents be authorized to provide certification to the lender that interest paid by The Regents is exempt from federal income taxation under existing law.
- (4) The Officers of The Regents be authorized to execute documents necessary in connection with the above.

D. *Financing for Environmental Services Facility, Los Angeles Campus*

The Committee recommended that:

- (1) Funding for the Environmental Services Facility, Los Angeles campus, be approved as follows:

External financing	\$4,906,000
Hospital reserves	3,000,000
Campus funds	<u>540,000</u>
Total	\$8,446,000

- (2) The Treasurer be authorized to obtain financing not to exceed \$4,906,000 to finance construction of the Environmental Services Facility project, subject to the following conditions:
 - a. Interest only, based on the amount drawn down, shall be paid on the outstanding balance during the construction period.
 - b. Repayment of the debt shall be from the Los Angeles campus's share of the University Opportunity Fund; and
 - c. The general credit of The Regents shall not be pledged.
- (3) The Officers of The Regents be authorized to provide certification that interest paid by The Regents is excluded from gross income for purposes of federal income taxation under existing law.
- (4) The Officers of The Regents be authorized to execute all documents necessary in connection with the above.

E. *External Financing for Pierce Hall Addition, Riverside Campus*

The Committee recommended, subject to the amendment of the Budget for Capital Improvements and the Capital Improvement Program to include the Pierce Hall Addition, that:

- (1) Funding for the Pierce Hall Addition, Riverside campus, be approved as follows:

External Financing	\$ 8,338,000
Funds available to the Chancellor	<u>5,615,000</u>
Total	\$13,953,000

- (2) The Treasurer be authorized to obtain financing not to exceed \$8,338,000 to finance a portion of the Pierce Hall Addition project construction costs, subject to the following conditions:
- Interest only, based on the amount drawn down, shall be paid on the outstanding balance during the construction period;
 - Repayment of the debt shall be from the Riverside campus' share of the University Opportunity Fund; and
 - The general credit of The Regents shall not be pledged.
- (3) The Officers of The Regents be authorized to provide certification that interest paid by The Regents is excluded from gross income for purposes of federal income taxation under existing law.
- (4) The Officers of The Regents be authorized to execute all documents necessary in connection with the above.

F. *Approval of University of California 1999-2000 Budgets for Current Operations and for Capital Improvements*

- (1) The Committee recommended that the expenditure plan included in the **1999-2000 Budget for Current Operations** be approved.
- (2) The Committee reported its concurrence with the recommendation of the Committee on Grounds and Buildings that the 1999-2000 Budget for Capital Improvements be approved as presented in the document titled **1999-2000 Budget for Capital Improvements**, modified as described in the background of Item 14 presented at the November 19 meeting of the Committees on Grounds and Buildings and Finance.

[The Item was mailed to all Regents in advance of the meeting, and a copy is on file in the Office of the Secretary.]

G. *Delegation of Authority to the President to Set Fees for Self-Supporting Degree Programs*

The Committee recommended that authority be delegated to the President to set fees for self-supporting professional degree programs and to approve the use of fee revenue from a self-supporting professional degree program to support salaries of ladder-rank faculty members teaching in these programs. The President will report to The Regents annually on the fees charged for these programs.

Upon motion of Regent Johnson, duly seconded, the recommendations of the Committee on Finance were approved.

6. **REPORT OF THE COMMITTEE ON GROUNDS AND BUILDINGS**

A. ***Certification of Environmental Impact Report, Amendment of Long Range Development Plan, and Approval of Design, Westwood Replacement Hospital, Los Angeles Campus***

Upon review and consideration of the environmental consequences of the proposed project as evaluated in the Final Environmental Impact Report for the Academic Health Center Facilities Reconstruction Plan, the Committee recommended that The Regents:

- (1) Certify the Final Environmental Impact Report.
- (2) Adopt the Mitigation Monitoring Program and Findings including Statement of Overriding Considerations.
- (3) Amend the campus' Long Range Development Plan to accommodate the Westwood Replacement Hospital and related components of the UCLA Academic Health Center Facilities Reconstruction Plan.
- (4) Approve the design of the Westwood Replacement Hospital, Los Angeles campus.

[The Final Environmental Impact Report, Mitigation Monitoring Programs, and Findings were mailed to all Regents in advance of the meeting, and copies are on file in the Office of the Secretary.]

B. ***Approval of Mitigated Negative Declaration and Approval of Land Use Amendment to Long Range Development Plan, Davis Campus***

Upon review and consideration of the environmental consequences of the proposed action as evaluated in the Initial Study/Mitigated Negative Declaration, the Committee recommended that The Regents:

- (1) Approve the Initial Study/Mitigated Negative Declaration.

- (2) Adopt the Mitigation Monitoring Program and Findings.
- (3) Amend the 1994 UC Davis Long Range Development Plan to change the land use designations as follows:
 - a. At the proposed site for the Entry Quad, 1.1 acres from *High Density Academic and Administrative* to *Formal Open Space*;
 - b. At the proposed site for the Parking Structure, 8.5 acres from *Teaching and Research Fields* to *Parking*;
 - c. At the proposed site for the Surface Parking Lot, 3.2 acres from *Parking* to *High Density Academic and Administrative*;
 - d. Add the designation *Potential Enterprise Opportunity* to 2.5 acres of *High Density Academic and Administrative*;
 - e. South of the Environmental Horticulture facilities, 2.1 acres from *Parking* to *High Density Academic and Administrative – Potential Enterprise Opportunity*;
 - f. At the proposed site for the South Orchard, 1.7 acres from *Parking* to *High Density Academic and Administrative*; and
 - g. In the West Campus Support Zone, 8.5 acres from *Support* to *Teaching and Research Fields*.

[The Initial Study/Mitigated Negative Declaration, Mitigation Monitoring Program, and Findings were mailed to all Regents in advance of the meeting, and copies are on file in the Office of the Secretary.]

C. ***Approval of Mitigated Negative Declaration and Approval of Design, UC Davis Center for the Arts: Performance Hall, Davis Campus***

Upon review and consideration of the environmental consequences of the proposed project as indicated in the Tiered Initial Study/Mitigated Negative Declaration, the Committee reported the following:

- (1) Approval of the Tiered Initial Study/Mitigated Negative Declaration.
- (2) Adoption of the Mitigation Monitoring Program and Findings.
- (3) Approval of the design of the Center for the Arts Performance Hall, Davis Campus.

[The Tiered Initial Study/Mitigated Negative Declaration, Mitigation Monitoring Program, and Findings were mailed to all Regents in advance of the meeting, and copies are on file in the Office of the Secretary.]

D. ***Approval of Mitigated Negative Declaration and Approval of Design, South Campus Development: Parking and Roadway Improvements, Davis Campus***

Upon review and consideration of the environmental consequences of the proposed project as indicated in the Tiered Initial Study/Mitigated Negative Declaration, the Committee reported the following:

- (1) Approval of the Tiered Initial Study/Mitigated Negative Declaration.
- (2) Adoption of the Mitigation Monitoring Program and Findings.
- (3) Approval of the design of the South Campus Development: Parking and Roadway Improvements project, Davis campus.

[The Tiered Initial Study/Mitigated Negative Declaration, Mitigation Monitoring Program, and Findings were mailed to all Regents in advance of the meeting, and copies are on file in the Office of the Secretary.]

E. ***Certification of Environmental Impact Report and Approval of Design, Environmental Services Facility, Los Angeles Campus***

Upon review and consideration of the environmental consequences of the proposed project as evaluated in the Final Environmental Impact Report for the Academic Health Center Facilities Reconstruction Plan, the Committee reported the following:

- (1) Certification of the Final Environmental Impact Report.
- (2) Adoption of the Mitigation Monitoring Program and Findings including Statement of Overriding Considerations.
- (3) Approval of the design of the Environmental Services Facility, Los Angeles campus.

[The Final Environmental Impact Report, Mitigation Monitoring Program, and Findings were mailed to all Regents in advance of the meeting, and copies are on file in the Office of the Secretary.]

F. *Approval of University of California 1999-2000 Budget for Capital Improvements*

With the concurrence of the Committee on Finance, the Committee recommended that the 1999-2000 Budget for Capital Improvements be approved as presented in the document titled **1999-2000 Budget for Capital Improvements**, modified as described in the background of Item 14 presented at the November 19 meeting of the Committees on Grounds and Buildings and Finance.

[The Item was mailed to all Regents in advance of the meeting, and copies are on file in the Office of the Secretary.]

G. *Approval of Tiered Initial Study and Approval of Design, Blair Manor, Privately Developed Student Apartments, Riverside Campus*

Upon review and consideration of the environmental consequences of the proposed project as indicated in the Tiered Initial Study, the Committee reported the following:

- (1) Approval of the Tiered Initial Study.
- (2) Adoption of the Findings.
- (3) Approval of the design of Blair Manor Student Housing, Riverside campus.

[The Tiered Initial Study and Findings were mailed to all Regents in advance of the meeting, and copies are on file in the Office of the Secretary.]

H. *Approval of Mitigated Negative Declaration and Approval of Design, Entomology Buildings Seismic Replacement, Riverside Campus*

Upon review and consideration of the environmental consequences of the proposed project as indicated in the Initial Study/Mitigated Negative Declaration, the Committee reported the following:

- (1) Approval of the Initial Study/Mitigated Negative Declaration.
- (2) Adoption of the Mitigation Monitoring Program and Findings.
- (3) Approval of the design of the Entomology Buildings Seismic Replacement, Riverside campus.

[The Initial Study/Mitigated Negative Declaration, Mitigation Monitoring Program, and Findings were mailed to all Regents in advance of the meeting, and copies are on file in the Office of the Secretary.]

I. ***Approval of Mitigated Negative Declaration and Approval of Design, the Preuss School (UCSD Model School), San Diego Campus***

Upon review and consideration of the environmental consequences of the proposed project as indicated in the Initial Study/Mitigated Negative Declaration, the Committee reported the following:

- (1) Approval of the Initial Study/Mitigated Negative Declaration.
- (2) Adoption of the Mitigation Monitoring Program and Findings.
- (3) Approval of the design of the Preuss School (UCSD Model School), San Diego campus.

[The Initial Study/Mitigated Negative Declaration, Mitigation Monitoring Program, and Findings were mailed to all Regents in advance of the meeting, and copies are on file in the Office of the Secretary.]

Upon motion of Regent Nakashima, the recommendations of the Committee on Grounds and Buildings were approved.

7. REPORT OF THE COMMITTEE ON INVESTMENTS***Treasurer's Annual Report***

The Committee forwarded to The Regents the Treasurer's Annual Report for the fiscal year ended June 30, 1998.

[The Report was mailed to all Regents in advance of the meeting, and copies are on file in the Office of the Secretary.]

Upon motion of Regent Parsky, duly seconded, the Report was accepted.

8. REPORT OF THE COMMITTEE ON AUDIT***Appointment of External Auditor for the Year Ending June 30, 1999***

The Committee recommended that the current external auditor of the University of California, Deloitte & Touche LLP, be reappointed as external auditor for the fiscal year ending June 30, 1999 and that the fee for the audit program be \$1.25 million plus estimated expenses not to exceed \$150,000.

Upon motion of Regent Sayles, the recommendation was approved.

9. REPORT OF THE COMMITTEE ON GROUNDS AND BUILDINGS AND THE COMMITTEE ON FINANCE**A. *Amendment of the Budget for Capital Improvements and the Capital Improvement Program, Westwood Replacement Hospital, Los Angeles Campus***

The Committee on Grounds and Buildings recommended, with the concurrence of the Committee on Finance, that the appropriate Budgets for Capital Improvements and the Capital Improvement Programs be amended as follows:

From: Los Angeles: J. Westwood Replacement Hospital -- preliminary plans -- \$22 million to be funded from federal funds (\$18 million), State matching funds (\$2 million), and hospital reserves (\$2 million).

To: Los Angeles: C. Westwood Replacement Hospital -- preliminary plans, working drawings, construction, and equipment -- \$597.7 million total project cost to be funded from federal funds (\$432.9 million), State matching funds (\$44.1 million), hospital reserves (\$9 million), and external financing (\$111.7 million).

B. ***Amendment of the Budget for Capital Improvements and the Capital Improvement Program, UC Davis Center for the Arts: Performance Hall, Davis Campus***

The Committee on Grounds and Buildings recommended, with the concurrence of the Committee on Finance, that the Budget for Capital Improvements and the Capital Improvement Program be amended as follows:

From: Davis: C. UC Davis Center for the Arts: Performance Hall -- preliminary plans -- \$2,305,000 to be funded from funds available to the campus.

To: Davis: A. UC Davis Center for the Arts: Performance Hall -- total project cost -- \$53,500,000 to be funded from gift funds (\$22,600,000), funds available to the campus (\$15,500,000), and external financing (\$15,400,000).

C. ***Amendment of the Budget for Capital Improvements and the Capital Improvement Program, South Campus Development: Parking and Roadway Improvements, Davis Campus***

The Committee on Grounds and Buildings recommended, with the concurrence of the Committee on Finance, that the Budget for Capital Improvements and the Capital Improvement Program be amended as follows:

From: Davis: D. South Campus Development: Parking and Roadway Improvements -- preliminary plans -- \$736,000 to be funded from parking reserves (\$577,000) and funds available to the campus (\$159,000).

To: Davis B. South Campus Development: Parking and Roadway Improvements -- total project cost -- \$19,405,000 to be funded from external financing (\$16,723,000), parking reserves (\$1,682,000), and funds available to the campus (\$1,000,000).

D. ***Amendment of the Budget for Capital Improvements and the Capital Improvement Program, Pierce Hall Addition, Riverside Campus***

The Committee on Grounds and Buildings recommended, with the concurrence of the Committee on Finance, that the 1998-99 Budget for Capital Improvements and the 1998-2001 Capital Improvement Program be amended as follows:

Riverside: A. Pierce Hall Addition -- preliminary plans, working drawings, construction, and equipment -- \$13,953,000 total

project cost to be funded from external financing (\$8,338,000) and funds available to the Chancellor (\$5,615,000).

E. ***Amendment of the Budget for Capital Improvements and the Capital Improvement Program, Haas Pavilion, Berkeley Campus***

The Committee on Grounds and Buildings recommended, with the concurrence of the Committee on Finance, that the Budget for Capital Improvements and the Capital Improvement Program be amended as follows:

From: Berkeley: D. Haas Pavilion -- preliminary plans, working drawings, construction, and equipment -- \$48,000,000 total project cost to be funded from gift funds (\$35,000,000), athletics net revenues (\$8,000,000), external financing (\$3,600,000), Berkeley Campus Fee (\$900,000), and University Registration Fee Reserves (\$500,000).

To: Berkeley: A. Haas Pavilion -- preliminary plans, working drawings, construction, and equipment -- \$57,500,000 total project cost to be funded from gift funds (\$41,000,000), athletics net revenues (\$6,100,000), campus funds (\$5,000,000), external financing (\$3,600,000), Berkeley Campus Fee (\$1,300,000), and University Registration Fee Reserves (\$500,000).

Upon motion of Regent Khachigian, duly seconded, the recommendations were approved.

10. **REPORT OF PERSONNEL ACTIONS**

In accordance with Bylaw 14.7(b), Secretary Trivette reported that the following personnel actions were taken since the July 1998 meeting. There were no roll call votes on these actions.

- A. Appointment of Richard J. Burick as Deputy Laboratory Director for Operations, Los Alamos National Laboratory. The effective date of the appointment will be determined after extension of the offer of employment.
- B. Appointment of Geoffrey A. O'Neill to University Counsel position, Office of the General Counsel, effective July 8, 1998.
- C. Appointment of Cynthia A. Vroom to University Counsel position, Office of the General Counsel, effective July 1, 1998.

- D. Appointment of Jane E. Lennon to University Counsel position, Office of the General Counsel, effective September 8, 1998.
- E. Appointment of Frank H. Shu as University Professor, Department of Astronomy, Berkeley campus, effective September 18, 1998.
- F. Appointment of Kapila Vatsyayan as Regent's Professor, Department of Art History, Santa Cruz campus, for the spring quarter of the 1998-99 academic year.

11. **REPORT OF COMMUNICATIONS RECEIVED**

Secretary Trivette presented summaries of communications received subsequent to the September meeting. The residency appeals were referred to the General Counsel, and the remaining communications were referred to the President for review and response as appropriate.

[A copy of the Report of Communications received is on file in the Office of the Secretary.]

12. **REPORT OF THE PRESIDENT**

The President reported that on the dates indicated the following information reports were mailed to The Regents or to Committees:

To Members of the Committee on Educational Policy

- A. Annual report on the establishment and disestablishment of Organized Research Units, on the appointments of new ORU Directors, and on the establishment of new centers of the Education Abroad Program. October 2, 1998.

To Members of the Committee on Finance

- B. Annual Report on Insurance and Self-Insurance Programs. November 2, 1998. (Schedule of Reports)

To Members of the Committee on Health Services

- C. Activity and Financial Status Report on Hospitals and Clinics as of August 31, 1998. October 2, 1998. (Schedule of Reports)
- D. Activity and Financial Status Report on Hospitals and Clinics as of June 30, 1998 (reflects final audit adjustments). October 2, 1998. (Schedule of Reports)

**Committee on Health Services, Committee on Grounds and Buildings, and
Committee on Finance**

- E. Background materials concerning the UCLA Westwood Replacement Hospital project, provided in advance of the November 1998 Regents' meeting. November 9, 1998.

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- F. Two external audit reports concerning the Assisted Reproductive Technologies (ART) program at UC San Diego. October 14, 1998.
- G. Summary of research funding between 1992-93 and 1997-98. October 23, 1998.

The meeting adjourned at 10:55 a.m.

Attest:

Secretary