

# THE REGENTS OF THE UNIVERSITY OF CALIFORNIA

March 16, 2000

The Regents of the University of California met on the above date at UCSF - Laurel Heights, San Francisco.

Present: Regents Atkinson, Bagley, Davies, Hopkinson, S. Johnson, Lansing, Lee, Montoya, Moores, Nakashima, Pannor, Parsky, Preuss, Sayles, and Taylor (15)

In attendance: Regents-designate Kohn and Miura, Faculty Representatives Coleman and Cowan, Secretary Trivette, General Counsel Holst, Senior Vice President Kennedy, Vice Presidents Darling, Gomes, and Hershman, and Recording Secretary Bryan

The meeting convened at 1:40 p.m. with Chairman Davies presiding. It was noted that a Special meeting of The Regents was convened concurrently with the regular meeting previously scheduled for this time and place for the purpose of approving compensation for the Senior Vice President–Business and Finance and the Vice President–Educational Outreach.

## 1. APPROVAL OF MINUTES OF PREVIOUS MEETING

Upon motion of Regent Preuss, duly seconded, the minutes of the meetings of January 19 and 20, 2000 were approved.

## 2. REPORT OF THE PRESIDENT

President Atkinson presented the report concerning University activities and individuals.

Upon motion of Regent Bagley, 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.]

## 3. RESOLUTION IN APPRECIATION OF FRANK W. CLARK, JR.

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

WHEREAS, the members of The Board of Regents of the University of California wish to express their deep gratitude and heartfelt appreciation to Frank W. Clark, Jr., who has served as a Regent of the University of California with unswerving loyalty and tireless dedication for the past two decades; and

WHEREAS, an alumnus of the UCLA Class of 1939 and a graduate of Hastings College of the Law's Class of 1946, for over half a century he has enjoyed a sterling career as a highly respected attorney, and his experience in corporate finance and substantial fiduciary responsibilities in a variety of settings have resulted in his giving wise and valued counsel in guiding the University's financial, legal, and investment affairs; and

WHEREAS, he has been a commanding and persuasive member of the Board, whose knowledge and understanding of the complex issues facing the University were most notably evident during his terms as chairman and vice chairman of the Board, in his role as chairman of the Committee on Hospital Governance, and in his active participation in the Committees on Health Services, Audit, Investments, and Grounds and Buildings; and

WHEREAS, a gentleman of consummate personal and professional integrity, his varied talents and his broad perspectives on issues facing California have been recognized by Democratic and Republican governors alike, and as a staunch alumnus, he has given generous assistance to his alma mater as the founding donor of the Clark Urological Center at UCLA and as the founding co-donor of the Clark-Morrison Children's Urological Center at UCLA, two of the foremost centers of urological research in the country; and

WHEREAS, in addition to his many professional and intellectual interests, he has maintained a deep passion for the sport of tennis, both as an amateur player of uncommon ability and as a community leader who has served as past president of the Southern California Tennis Association and as vice chairman of the Pacific Southwest Youth Tennis Foundation;

NOW, THEREFORE, BE IT RESOLVED that the Regents of the University of California do hereby express their sincere appreciation for Frank Clark's devoted years of service to the Board, their respect for his courage in steadfastly holding to his convictions, and their gratitude for his loyalty and commitment to the University's welfare;

AND BE IT FURTHER RESOLVED that a suitably inscribed copy of this resolution be presented to Dorothy and Frank as a symbol of the Board's high regard and lasting friendship.

**4. RESOLUTION IN APPRECIATION OF ANTONIO R. VILLARAIGOSA**

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

WHEREAS, Antonio R. Villaraigosa has served with distinction as Speaker of the Assembly and as a Regent of the University of California; and

WHEREAS, he is a proud graduate of UCLA, a lifelong Los Angeles resident who has represented the citizens of the 45<sup>th</sup> Assembly District since 1995 and has served as an eloquent voice for the needs and concerns of diverse communities not only in Los Angeles but throughout the state; and

WHEREAS, he has been a passionate advocate for education at all levels, successfully promoting legislation to build and modernize California's playgrounds and public schools, playing a key role in the passage of the largest bond measure for kindergarten-through-university facilities in the United States, and supporting initiatives in research and graduate education that will keep the University at the forefront of scientific advance and California at the heart of global economic growth; and

WHEREAS, having achieved extraordinary success despite the obstacles of poverty and disadvantage, he has been an enthusiastic champion of educational opportunity, and through his leadership State funding to UC's outreach programs has more than tripled, to the lasting benefit of young people now and in the future; and

WHEREAS, his record of public service and community involvement boldly illustrates the vital bonds between health care, education, community safety, an economic opportunity;

NOW, THEREFORE, BE IT RESOLVED that the Regents of the University of California express to Antonio R. Villaraigosa their deep gratitude and appreciation for his dedicated service and commitment to the University;

AND BE IT FURTHER RESOLVED that the Regents extend to Antonio and Corina Villaraigosa their best wishes for the future and direct that a suitably inscribed copy of this resolution be presented to them as an expression of the Board's warmest regard and lasting friendship.

**5. REPORT OF THE COMMITTEE ON FINANCE*****Reversion of Property to the State, Bay Area Research and Extension Center, Santa Clara County***

The Committee recommended that:

- A. The Regents hereby resolve that the approximately 17-acre Bay Area Research and Extension Center property in Santa Clara County (BAREC) is no longer necessary for agricultural research.
- B. The Secretary be authorized to execute a quitclaim deed or other appropriate documentation conveying The Regents' interest in BAREC to the State of California, if requested by the State.

Upon motion of Regent S. Johnson, the recommendation of the Committee on Finance was approved, Regents Lee, Montoya, Pannor, and Taylor voting "no."

**6. REPORT OF THE COMMITTEE ON GROUNDS AND BUILDINGS****A. *Approval of Design, Seismic Safety Corrections, FEMA Program Phase 1: Barrows Hall, Hildebrand Hall, Latimer Hall, and Silver Space Sciences Laboratory, Berkeley Campus***

The Committee reported its:

- (1) Adoption of the Findings.
- (2) Approval of the design of the Seismic Safety Corrections, FEMA Program Phase 1: Barrows Hall, Hildebrand Hall, Latimer Hall, and Silver Space Sciences Laboratory, Berkeley campus.

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

**B. *Approval of Negative Declaration and Approval of Design, Undergraduate Housing Expansion, Phase 2–Mesa Court, Irvine Campus***

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

- (1) Approval of the Tiered Initial Study/Mitigated Negative Declaration.
- (2) Adoption of the Findings and Mitigation Monitoring Program.

- (3) Approval of the design of Undergraduate Housing Expansion, Phase 2 – Mesa Court, Irvine campus.

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

C. ***Certification of Environmental Impact Report and Approval of Design, University Village Expansion, Los Angeles Campus***

Upon review and consideration of the environmental consequences of the proposed project as evaluated in the Final Environmental Impact Report, the Committee reported its:

- (1) Certification of the Environmental Impact Report.
- (2) Adoption of the Findings, Statement of Overriding Considerations, and Mitigation Monitoring Program.
- (3) Approval of the design of the University Village Expansion project, Los Angeles campus.

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

D. ***Approval of Negative Declaration and Approval of Design, Parnassus Services Seismic Replacement Building, San Francisco Campus***

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

- (1) Approval of the Tiered Initial Study/Negative Declaration.
- (2) Adoption of the Findings.
- (3) Approval of the design of the Parnassus Services Seismic Replacement Building, San Francisco campus.

[The Tiered Initial Study/Negative Declaration 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, Amendment of Long Range Development Plan, and Approval of Design, Engineering-Science Building, Santa Barbara Campus***

Upon review and consideration of the environmental consequences of the proposed project as indicated in the Environmental Impact Report, the Committee recommended the following:

- (1) Certification of the Environmental Impact Report.
- (2) Adoption of the Findings, Statement of Overriding Considerations, and Mitigation Monitoring Program.
- (3) Amendment of the Long Range Development Plan.
- (4) Approval of the design of the Engineering-Science Building, Santa Barbara campus.

[The Environmental Impact Report, Findings, Statement of Overriding Considerations, and Mitigation Monitoring Program 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 Lee, the reports and recommendations of the Committee on Grounds and Buildings were approved.

7. **REPORT OF THE COMMITTEE ON HEALTH SERVICES**

A. ***Approval of UCSD Medical Center and Department of Psychiatry to Participate as a Member of a California Nonprofit Public Benefit Corporation, San Diego Campus***

The Committee recommended that the President, in consultation with the General Counsel and the Vice President for Clinical Services Development, be authorized to execute documents necessary to allow The Regents on behalf of the UCSD Medical Center and the Department of Psychiatry to be a founding member of the Children, Youth and Family Network of San Diego, a California Nonprofit Public Benefit Corporation, tax exempt under §501(c)(3) of the Internal Revenue Code.

B. ***Assumption of Debt by Establishment of Instrumentality, Medical Center, San Francisco Campus***

The Committee recommended approval of the establishment of UCSF Finance Corporation, a California nonprofit public benefit corporation, to act with The Regents as replacement borrower for the 1998 Series A Bonds issued by California Health Facilities Financing Authority for the benefit of UCSF Stanford Health Care in accordance with the terms of the 1998 Series A Indenture, subject to the following:

- (1) The activity of UCSF Finance Corporation shall be limited to serving as replacement borrower with The Regents for the assumption of 1998 Series A Bonds.
- (2) UCSF Finance Corporation shall be dissolved as soon as practicable following the earlier of the final maturity of the 1998 Series A Bonds or the date when the California Health Facilities Financing Authority statutes are amended to qualify The Regents acting alone to assume the 1998 Series A Bonds.
- (3) The Officers of The Regents be authorized to execute all documents and agreements as may be necessary in connection with the above.

Upon motion of Regent Lansing, the recommendations of the Committee on Health Services were approved.

8. **REPORT OF THE COMMITTEE ON OVERSIGHT OF THE DEPARTMENT OF ENERGY LABORATORIES**

***Authorization to Approve and Execute Modifications to the Department of Energy Contracts for Lawrence Berkeley National Laboratory, Lawrence Livermore National Laboratory, and Los Alamos National Laboratory to Amend Clauses as a Result of Changes to the Federal Acquisition Regulations and the DOE Regulations***

The Committee recommended that the President be authorized to approve and the Secretary be authorized to execute a modification to the provisions of contracts W-7405-ENG-36, DE-ACO3-76SF00098, and W-7405-ENG-48 in order to incorporate revisions to the following clauses:

**CLAUSE 3.2 - ALLOWABLE COSTS (MANAGEMENT AND OPERATING)**

Text of clause remains the same.

Date change in title from JUN 1997 to MAR 1998.

**CLAUSE 3.8 - COST ACCOUNTING STANDARDS**

Minor text changes. Date change in title from APR 1996 to APR 1998.

**CLAUSE 3.13 - LEGISLATIVE LOBBYING COST PROHIBITION**

Clause text will remain the same.

Title will change to "Political Activity Cost Prohibition (DEC 1997) (Modified)."

**CLAUSE 6.11 - WASTE REDUCTION PROGRAM**

Updates definition of "waste reduction."

Updates Executive Order number.

Adds a specific reference to the Resource Conservation and Recovery Act.

**CLAUSE 6.20 (LLNL/LANL) and CLAUSE 6.21 (LBNL)****POLLUTION PREVENTION AND RIGHT-TO-KNOW INFORMATION**

New FAR clause referencing Executive Order 12856.

Requires compliance with the provisions of the Emergency Planning and Community Right-to-Know Act of 1986 (EPCRA).

**Clause 8.4 - ACQUISITION AND USE OF ENVIRONMENTALLY PREFERABLE PRODUCTS AND SERVICES**

Updates Executive Order number.

**CLAUSE 9.4 - EQUAL OPPORTUNITY**

FAR clause updated to allow a preference in employment to Indians living on or near an Indian reservation.

FAR clause updated to change language regarding Executive Order 11246 and Office of Federal Contract Compliance Programs (OFCCP).

Minor text changes.

Date change in title from APR 1984 to FEB 1999.

**CLAUSE 9.5 - AFFIRMATIVE ACTION FOR SPECIAL DISABLED AND VIETNAM ERA VETERANS**

"Special disabled" changed to "disabled veterans."

**CLAUSE 9.6 - AFFIRMATIVE ACTION FOR HANDICAPPED WORKERS**

"Handicapped workers" changed to "workers with disabilities."

**CLAUSE 9.7 - EMPLOYMENT REPORTS ON SPECIAL DISABLED VETERANS AND VETERANS OF THE VIETNAM ERA**

Minor text changes as a result of 9.5 and 9.6 above.

**CLAUSE 9.9 - WHISTLEBLOWER PROTECTION FOR CONTRACTOR EMPLOYEES**

Date change to April 1999 and rewording of the two paragraphs.

**CLAUSE 12.3 - FOREIGN OWNERSHIP, CONTROL, OR INFLUENCE OVER CONTRACTOR (FOCI)**

Date change to April 1999 with approved "Deviation."



Language added so that Standard Form (SF) 328, *Certificate Pertaining to Foreign Interests*, which is used for collecting FOCI information will be used by all agencies.

As a result of the changes the table of contents for each contract will be revised accordingly.

Upon motion of Regent Montoya, duly seconded, the recommendations of the Committee on Oversight of the Department of Energy Laboratories were approved.

9. **REPORT OF THE COMMITTEE ON AUDIT**

*Approval of External Audit Plan for the Year Ending June 30, 2000*

The Committee recommended that the annual external audit plan for the year ending June 30, 2000, as presented in the **University of California Audit Service Plan**, be approved.

[The plan 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 Davies, duly seconded, the recommendation of the Committee on Audit was approved.

10. **REPORT OF THE NOMINATING COMMITTEE**

A. *Appointments to the Investment Advisory Committee*

The Committee recommended that the following individuals be appointed to the Investment Advisory Committee:

- (1) Mr. Russell Gould: Senior Vice President for Finance and Investments at the J. Paul Getty Trust. Mr. Gould is a former Regent of the University of California and was Director of the California Department of Finance, 1993-1996.
- (2) Mr. John Hotchkis: Chairman of Hotchkis and Wiley, which manages tax-exempt institutional portfolios of pension, profit sharing, and endowment funds. Mr. Hotchkis is a former Regent of the University of California.

Each appointee will serve a four-year term, effective immediately. An additional two appointments will be made at the May 2000 meeting.

B. *California Postsecondary Education Commission*

The Committee recommended that Regent Montoya replace Regent Connerly as The Regents' representative to the California Postsecondary Commission through June 30, 2000.

Upon motion of Regent S. Johnson, duly seconded, the recommendations of the Nominating Committee were approved.

**11. REPORT OF THE COMMITTEE ON FINANCE AND THE COMMITTEE ON GROUNDS AND BUILDINGS**

**A. *Amendment of the Budget for Capital Improvements and the Capital Improvement Program, and Approval of External Financing for Orthopaedic Hospital, Los Angeles Campus, and Mission Bay, San Francisco Campus***

- (1) With the concurrence of the Committee on Finance, the Committee on Grounds and Buildings recommended that the 1999-2000 Budget for Capital Improvements and the 1999-2002 Capital Improvement Program be amended as follows:

From: Los Angeles: A. The Orthopaedic Hospital–J. Vernon Luck, Sr. M.D. Center – preliminary plans–\$1.6 million to be funded from gift funds.

To: Los Angeles: A. The Orthopaedic Hospital–J. Vernon Luck, Sr. M.D. Center – preliminary plans, working drawings, construction, and equipment – \$37.7 million total project cost to be funded from 501(c)(3) bonds issued by Orthopaedic Hospital in the amount of \$30 million and \$7.7 million in gift funds from other sources.

- (2) The Committee on Finance recommended that:
- a. The Treasurer be authorized to obtain interim external financing for cash flow purposes not to exceed \$7.7 million to finance, if necessary, a portion of the campus gift-funded portion of the Orthopaedic Hospital–J. Vernon Luck, Sr. M.D. Center project, subject to the conditions that:
- i. repayment of the debt shall be from collection of gifts, and should such funds be insufficient, from the Los Angeles campus share of University Opportunity Funds;

- ii. interest only, based on the amount drawn, shall be paid on the outstanding balance during the construction period; and
    - iii. the general credit of The Regents shall not be pledged.
  - b. The Officers of The Regents be authorized to execute all documents necessary in connection with the above.
  - c. The Officers of The Regents be authorized to execute certificates as necessary in connection with the tax-exempt financing by Orthopaedic Hospital of its \$30 million charitable pledge, subject to the following:
    - ii. The Regents shall not be liable for any costs or debt service payments with respect to the Orthopaedic Hospital financing;
    - ii. no security interest shall be created in the bond funds transferred to The Regents for construction of the J. Vernon Luck building or in the building itself; and
    - iii. subject to the provisions of the Master Alliance Agreement, The Regents shall have no responsibility to use the J. Vernon Luck, Sr. M.D. building in a manner that maintains the federal tax-exemption for the Orthopaedic Hospital bonds.
- (3) With the concurrence of the Committee on Finance, the Committee on Grounds and Buildings recommended that the appropriate Budget for Capital Improvements and Capital Improvement Programs be amended to include the following project:

San Francisco: B. Mission Bay Development Biology and Genetics Building, Mission Bay (19B) – preliminary plans, working drawings, and construction and equipment – \$88 million to be funded from campus funds (\$46 million) and gift funds (\$42 million).
- (4) The Committee on Finance recommended that:
  - a. The Treasurer be authorized to obtain standby financing not to exceed \$22.2 million and interim external financing not to exceed \$16 million, for a total of \$38.2 million, prior to awarding a construction contract, for any gift funds not received by that time and subject to the following conditions:

- i. interest only, based on the amount drawn, shall be paid on the outstanding balance during the construction period;
    - ii. repayment of any interim financing shall be from gift funds and in the event such gift funds are insufficient, from the UCSF share of the University Opportunity Funds; and
    - iii. in the event that all gifts are not collected by the completion of construction, the campus would return to The Regents to seek authorization for long-term financing for some or all of the uncollected gift funds.
  - b. The general credit of The Regents shall not be pledged;
  - c. The Officers of The Regents be authorized to provide certification to the lender that interest paid by The Regents is exempt from gross income for purposes of federal income taxation under existing law; and
  - d. The Officers of The Regents be authorized to execute all documents necessary in connection with the above.
- (5) With the concurrence of the Committee on Finance, the Committee on Grounds and Buildings recommended that the appropriate Budgets for Capital Improvements and Capital Improvement Programs be amended to include the following project:

San Francisco: Mission Bay Campus Community Center Building (21B) – preliminary plans, working drawings, construction, and equipment – \$58 million to be funded from campus funds (\$4 million) and gifts funds (\$54 million).
- (6) The Committee on Finance recommended that:
  - a. The Treasurer be authorized to obtain standby financing not to exceed \$29 million and interim external financing not to exceed to \$20 million, for a total of \$49 million, prior to awarding a construction contract, for any gift funds not received by that time and subject to the following conditions:
    - i. interest only, based on the amount drawn, shall be paid on the outstanding balance during the construction period;

- ii. repayment of any interim financing shall be either from gift funds and, in the event such gift funds are insufficient, from the UCSF share of the University Opportunity Funds or Education Funds; and
  - iii. in the event that all gifts are not collected by the completion of construction, the campus would return to The Regents to seek authorization for long-term financing for some or all of the uncollected gift funds.
- b. The general credit of The Regents shall not be pledged;
  - c. The Officers of The Regents be authorized to provide certification to the lender that interest paid by The Regents is exempt from gross income for purposes of federal income taxation under existing law; and
  - d. The Officers of The Regents be authorized to execute all documents necessary in connection with the above.
- B. ***Amendment of the Budget for Capital Improvements and the Capital Improvement Program, and Approval of External Financing for Garamendi Projects Under §15820.21 of the Government Code, Davis, Irvine, San Diego, and Santa Barbara Campuses***
- (1) With the concurrence of the Committee on Finance, the Committee on Grounds and Buildings recommended that the 1999-2000 Budget for Capital Improvements and the 1999-2002 Capital Improvement Program be amended to include the following projects:
    - Davis: A. Genome & Biomedical Sciences Facility – preliminary plans, working drawings, construction, and equipment – \$95,050,000 to be funded from external financing using the “Garamendi” funding mechanism (\$62,650,000), the School of Medicine Compensation Plan (\$16,000,000), gifts (\$14,200,000) and campus funds (\$2,200,000).
    - Irvine: D. Hewitt Hall – preliminary plans, working drawings, and construction – \$24,130,000 to be funded from external financing using the “Garamendi” funding mechanism (\$16,130,000) and gifts (\$8,000,000).
    - San Diego: C. School of Medicine Research Facility – preliminary plans, working drawings, construction, and equipment – \$61,590,000 to be funded from external financing

using the “Garamendi” funding mechanism (\$47,090,000), Howard Hughes Medical Institute Pre-paid Lease funds (\$10,500,000) and gifts (\$4,000,000).

Santa Barbara: A. Marine Science Research Building – preliminary plans, working drawings, construction, and equipment – \$25,057,000 to be funded from external financing using the “Garamendi” funding mechanism (\$18,990,000), internal loan funds (\$2,258,000) and gifts (\$3,809,000).

- (2) The Committee on Finance recommended that:
- a. The Treasurer be authorized to obtain financing not to exceed \$144,860,000 to finance the projects listed in (1) above, subject to the following conditions:
    - i. interest only, based on the amount drawn down, shall be paid on the outstanding balance during the construction period;
    - ii. repayment of the debt shall be from each campus’ share of the University Opportunity Fund; and
    - iii. the general credit of The Regents shall not be pledged.
  - b. The Officers of The Regents be authorized to provide certification to the lender that interest paid by The Regents is excluded from gross income for purposes of federal income taxation under existing law.
  - c. The Officers of The Regents be authorized to execute all documents necessary in connection with the above.

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

## 12. **REPORT OF THE SPECIAL COMMITTEE ON REGENTS’ PROCEDURES**

### ***Dates of Regents Meetings for 2001***

The Special Committee recommended that the following dates of Regents meetings for 2001 be approved.

January 17-18  
March 14-15

May 16-17  
July 18-19  
September 12-13  
November 14-15

Upon motion of Regent Preuss, duly seconded, the recommendations of the Special Committee on Regents' Procedures was approved.

12. **REPORT OF THE SPECIAL COMMITTEE TO SELECT A STUDENT REGENT**

The Special Committee recommended that Justin Fong be appointed a Regent of the University of California to serve for the period July 1, 2000 through June 30, 2001, and that Mr. Fong serve as Regent-designate until his appointment becomes effective July 1.

Upon motion of Regent Preuss, duly seconded, the recommendation of the Special Committee to Select a Student Regent was approved.

13. **SUPPLEMENTAL REPORT ON EXECUTIVE COMPENSATION**

A. ***Compensation for Michael V. Drake as Vice President–Health Affairs, Office of The President***

The Committee recommended that, contingent upon approval of his appointment as Vice President–Health Affairs, Office of the President, a total annual salary rate of \$280,000 plus additional compensation as a member of the Health Sciences Compensation Plan be approved for Michael V. Drake as Vice President–Health Affairs, Office of the President, effective July 1, 2000.

B. ***Compensation for Alex M. Saragoza as Vice President–Educational Outreach, Office of the President***

The Committee recommended that, contingent upon approval of his appointment by The Regents as Vice President–Educational Outreach, Office of the President, 100 percent, an annual salary rate of \$200,000 be approved for Alex M. Saragoza, effective July 1, 2000. In the fall 2000, the President will recommend a salary increase for Mr. Saragoza comparable to salary increases granted to other members of the Senior Management Group for 2000-01.

C. ***Compensation for Joseph P. Mullinix as Senior Vice President–Business and Finance, Office of the President***

The Committee recommended that, contingent upon approval of his appointment by The Regents as Senior Vice President–Business and Finance,

Office of the President, 100 percent, an annual salary rate of \$270,000 be approved for Joseph P. Mullinix, effective July 1, 2000, with additional non-base building incentive pay of \$30,000 to be awarded annually based on the President's assessment of his contribution to the management of the University.

Upon motion of Regent S. Johnson, duly seconded, the Supplemental Report on Executive Compensation was approved.

14. **REPORT OF COMMUNICATIONS**

Secretary Trivette presented summaries of communications received subsequent to the January 2000 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.

15. **REPORT OF THE PRESIDENT**

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

**To Members of the Committee on Finance**

- A. Annual Report on Paid Service on Corporate Boards by Officers of the University and Officers of The Regents. January 14, 2000. (Schedule of Reports)
- B. Annual Report, University of California Technology Transfer Program for Fiscal Year 1999. February 1, 2000. (Schedule of Reports)

**To Members of the Committee on Health Services**

- C. UCSF Stanford Health Care audited financial statement for fiscal year ended August 31, 1999. January 14, 2000. (Schedule of Reports)
- D. UCSF Stanford Health Care financial statement for November 30, 1999. January 20, 2000. (Schedule of Reports)
- E. Activity and Financial Status Report on Hospitals and Clinics for the second quarter ended December 31, 1999. February 10, 2000. (Schedule of Reports)
- F. Activity and Financial Status Report on Hospitals and Clinics as of January 31, 2000. March 1, 2000. (Schedule of Reports)

**The Regents of the University of California**



- G. Announcement that the University of California proposes to add November 11, Veterans Day, as an annual official University holiday beginning in November 2000. January 20, 2000.
- H. Report on the National Institutes of Health at the University of California. January 28, 2000.
- I. Composition of Graduate Students and Faculty at the University of California by Race and Sex, and Composition of the Career Staff Workforce by Race and Sex. February 15, 2000.

The meeting adjourned at 1:50 p.m.

Attest:

Secretary