

Minutes of the Meeting of the Board of Trustees of the University of Kentucky, Tuesday, August 14, 2001.

The Board of Trustees of the University of Kentucky met at 1:00 p.m. (Lexington time) on Tuesday, August 14, 2001 in the Board Room on the 18th floor of Patterson Office Tower.

A. Meeting Opened

Billy Joe Miles, Chairman, called the meeting to order at 1:00 p.m., and the invocation was pronounced by Dr. Loys Mather.

B. Oath of Office Administered

Mr. Miles asked Paul VanBooven, Deputy General Counsel, to administer the Oath of Office to the following members:

Pamela R. May, appointed by Governor Paul E. Patton to replace Edward T. Breathitt, for a term ending June 30, 2007.

Billy Joe Miles, reappointed by Governor Paul E. Patton for a term ending June 30, 2007.

Russell G. Williams, re-elected by the staff for a term ending June 30, 2004.

Dr. Claire Pomeroy, elected by the faculty to replace Daniel Reedy for a term ending June 30, 2004.

Tim Robinson, who will serve as student trustee for the 2001-02 academic year.

Barbara S. Young, appointed by Governor Paul E. Patton to replace Merwin Grayson, Jr. for a term ending June 30, 2007.

C. Roll Call

The following members of the Board of Trustees answered the call of the roll: Mr. Paul W. Chellgren, Ms. Marianne Smith Edge, Mr. John "Jack" Guthrie, Dr. Loys Mather, Dr. Robert P. Meriwether, Mr. Billy Joe Miles (Chairman), Dr. Claire Pomeroy, Mr. Steven S. Reed, Mr. Tim Robinson, Mr. Frank Shoop, Ms. Marian Sims, Ms. Alice Sparks, Dr. Grady Stumbo, Ms. JoEtta Wickliffe, Mr. Billy Wilcoxson, Mr. Russ Williams, Ms. Elaine Wilson, and Ms. Barbara Young. Absent from the meeting was Dr. Elissa Plattner. The University administration was represented by President Lee T. Todd, Jr.; Acting Senior Vice President Jack C. Blanton; Senior Vice President and Chancellor of the Medical Center James W. Holsinger; Acting Provost Michael Nietzel; and Vice President for Research James Boling, and Mr. Richard E. Plymale, General Council.

Members of the various news media were also in attendance. A quorum being present, the Chairperson declared the meeting officially open for the conduct of business at 1:12 p.m.

D. Consent Agenda

Mr. Miles stated that there were two items on the consent agenda:

Approval of the Minutes
PR 3 - Candidates for Degrees

On motion made by Ms. Edge, seconded by Mr. Guthrie and carried, the consent agenda was approved. (See PR 3 at the end of the Minutes.)

E. President's Report to the Board of Trustees (PR 1)

President Todd said he continue to be impressed as he reacquainted himself with the institution. He called attention to the following items in PR 1:

1. Kentucky Governor Paul E. Patton has established a new office in Washington, D.C., to advance the state's goals in the nation's capital. President Lee Todd and President John Shumaker, University of Louisville, appeared at a press conference with Governor Patton and made their commitment to the Washington office. This is one of the recommendations of the John Hall Report, the committee that Mr. Miles appointed earlier this year.
2. President Lee Todd has established Commissions on Women and Diversity. He has been meeting with people to ask them to serve on the two Commissions and is getting close to announcing the leadership and finalizing the appointments.
3. University of Kentucky Hospital is ranked in the Top 20 in the country in cancer care in *U.S. News & World Report's* 2001 edition of *America's Best Hospitals*.
4. President George W. Bush singled out the UK College of Dentistry as an example of community service to youth at a special declaration signing in early July. This is a part of America's Promise that Colin Powell, Secretary of State, put in place. Dr. Leon Assael, Dean of the College of Dentistry, represented the University at the White House.
5. "Citizen Kentucky: Democracy and the Media," a videotaped discussion about the role of the news media in American democracy, was aired on Kentucky Educational Television in June. The broadcast was organized by the UK School of Journalism and Telecommunications and moderated by the school's Director Buck Ryan.

6. The first Young Women in Science group is completing the program developed by UK researchers at the Center on Drug and Alcohol Research.
7. The College of Human Environmental Sciences kicked off a \$1.4 million fund-raising campaign to support a new early childhood development and family center in late July. A \$50,000 check was recently received from R. J. Reynolds to kick off the fund-raising drive.

President Todd also called attention to the recipients of the 2001 Charles T. Wethington, Jr. awards that are designated specifically for exemplary efforts that exceed the levels of excellence in faculty research and said those individuals are to be commended.

President Todd called on Acting Provost Nietzel to summarize the press conference held prior to the Board meeting and to talk about the scholarship report.

Acting Provost Nietzel said he was pleased that one of his first opportunities to address the Board concerns scholarships for the students. He said he particularly appreciated the Board's interest in this issue. New programs that will be introduced next year for students who are participants in the Governor's School for the Arts and who are Governor's Scholars will be described in a report along with the expectations for those scholarships and programs.

These scholarships will be vital to the University in terms of attracting the kinds of students that we most want to be educated at the University of Kentucky. This is an opportunity for UK to reach out into the state, an effort that has not been made in the past. Just as world-class musicians want to be able to perform with the best symphonies, their performance is elevated when that happens, and just as outstanding athletes want to be able to compete against the best athletes and on the best teams, their performance is enhanced. Our students deserve the chance to rub academic elbows with the most highly prepared, capable and high achieving peers as can possibly be provided at the University. The university's scholarship program previously aimed at a very high academic mark, and at well-prepared students. We need to expand both the volume of that program and also diversify the criteria by which we select students. So there are two themes you will see in the presentation that will be made to you.

The University of Kentucky plans to increase, over the next four years by about fifty percent, the amount of money that currently is dedicated to academic scholarships. You are going to see a broadening of the criteria in making those awards: Criteria that reflect recognition that academic talent needs to be measured in multiple ways. While the ACT and high school accomplishments are good measures of academic talent, they are not the only ways. We have discovered that Governor's Scholars and graduates of the Governor's School for the Arts are among our best students. They persist, are retained, and graduate with very high levels of accomplishment. The program that was announced at the press conference is aimed at bringing many more of those students to the

University and having them benefit from the education they will receive as well as having current students benefit from having them as colleagues.

Acting Provost Nietzel paid particular tribute to Phil Kraemer, Associate Provost for Undergraduate Education, who helped a great deal in putting this scholarship program together. He then turned the podium over to Sandy Copher, who is the Director of Academic Scholarship Program, to present her PowerPoint summary of what has been done in the scholarship area and the goals and definition of the two new initiatives for Governor's Scholars and the Governor's School for the Arts. Ms. Copher's presentation will explain to the Board the new direction being taken at the University as far as recruiting students. (See Ms. Copher's slides at the end of the Minutes.)

Please click on box at right to view slides.

Ms. Copher thanked Dr. Nietzel, President Todd, and Chairman Miles. She said she was delighted to talk to the Board about the academic scholarship program at the University of Kentucky. The University has a strong program that is ethical and fair. It does have its weakness, however. We are trying to make headway in resolving those weaknesses. She said her presentation would cover the current programs and the upcoming scholarship program for Governor's Scholars and the Governor's School for the Arts and the benefits these programs will bring to the University.

At the University of Kentucky students have four different opportunities to receive financial assistance. The first is need-based aid or scholarships, grants, loans and work-study. The Office of Financial Aid administers that need-based aid.

College-sponsored scholarships, such as the College of Engineering, College of Agriculture, and the College of Education, have their own scholarship programs with their own requirements geared toward their students.

Departmental scholarships are the next opportunity, such as those of Minority Affairs, Athletics, and ROTC. These are departmental type scholarships. Again, they are geared to students in their area.

Finally, there is merit-based aid, which is administered by the Office of Academic Scholarships. Within that office, four different types of programs are administered. The first is for incoming freshmen. Students who are currently seniors in high school can apply for these scholarships. The majority of the scholarships are four-year awards; however, there are some one-year awards. There is a program for students who are transferring to the University of Kentucky, a program for currently enrolled students that are not already receiving a scholarship at the University, and Alumni Club scholarships that are sometimes based on need and sometimes on merit.

The funding for the Office of Academic Scholarships last year was a little over \$4.4 million. The large majority came from Central Administration with the Provost providing the rest and private endowments providing the small amount. The incoming freshmen program uses about 75% of the budget. Again, that is because most of the awards are for four years. The transfer program is a small program, but it is a stable

program. Then there is the currently enrolled program, which are one-year awards. The Office of Academic Scholarships sponsors also sponsors scholarships to units on campus such as the Gaines Center, ROTC, and the Law School. The Office of Academic Scholarships provides funds to them to provide scholarships to their students. They are totally involved with the selection, but the Office of Academic Scholarships does provide funds for them.

Ms. Copher reported that the merit-based scholarship students must have a 28 on their ACT and a 3.30 cumulative grade point average in high school. Last year the Office of Academic Scholarships funded a little over a thousand students, at a cost of about \$3.3 million.

The transfer program is a small program. The Office of Academic Scholarships only funded about 60 students last year, but the requirements are a 3.5 cumulative grade point average at their current institution.

The currently enrolled program has the same requirements, a 3.5 cumulative grade point average at the University of Kentucky. The Office of Academic Scholarships funded about 540 for about \$640,000 last year.

The freshman program is the largest program. A variety of different scholarships are offered through that program. Ms. Copher provided a slide showing the two different values for instate and out of state tuition along with the number of recipients and how much it cost the past year.

There are two different values for the National Merit Program. The first is because instate tuition, room and board, and books are covered during the freshman year. The amount is decreased during the sophomore, junior and senior year, and the Office of Academic Scholarships covers tuition and an additional \$2500.

Ms. Copher explained that the Singletary Scholarships and the National Merit Scholarships take up a large percent of the budget. The other scholarship applicants are receiving the Patterson and the FAES (Freshman Academic Excellence Scholarship) a one-year award. She illustrated the different values for those awards.

The transfer program is a small program, but it is stable. It is open to all transfer students who are transferring from any accredited institution. Again, these are students currently enrolled at the University of Kentucky who are not receiving any other type of merit aid and who have a 3.5 cumulative grade point average. These are very strong students, and that program is growing every year.

Ms. Copher pointed out that the number of Governor's Scholars is decreasing every year. It was stable for a while, but the numbers have gone down the past two years. About ninety Governor's Scholars are expected this fall. She explained that other schools in the state have implemented Governor's Scholars scholarships. It is a guaranteed

scholarship, and it is something that the University of Kentucky has not been able to offer until today.

Ms. Copher reviewed the Governor's Scholars program. There are a thousand students selected into the program from all across the state. It is a five-week residential program that takes place on the Centre College, Northern Kentucky University or Eastern Kentucky campuses; those were the three campuses it was on this summer. Selection is based on academic excellence, strong leadership skills, teacher recommendations and writing ability. These students are the leaders in the high schools. That is one reason why the Office of Academic Scholarships is pleased to be able to offer scholarships to these students.

She then reviewed the Governor's School for the Arts program. This program receives about 1200 applicants each year. Two-hundred students are selected into the program. It is very similar to the Governor's Scholars Program. This year it was on the Transylvania University campus. It is a three-week residential program. It is based on the creative and performing arts.

The Academic Scholarship program at the University of Kentucky is very strong. The students have an ACT score of 28 and above, 3.3 in their high school careers, or 3.5 on campus. The Office of Academic Scholarships did not want to take away from that group of students in order to fund a scholarship program for Governor's Scholars. We are pleased that our new administration has agreed with us and sees a need for this new scholarship.

The new scholarship proposals set forth are a full tuition scholarship for Governor's Scholars with an ACT score of 28 and above and a 3.3 grade point average, the students who would normally meet our regular scholarship program. Full tuition is valued at about \$15,000 over the course of four years. For the Governor's School for the Arts participants, we will offer a full tuition scholarship based on criteria reflecting exceptional creative talent and artistic talent. We will work with the Governor's School for the Arts in determining exactly what that criteria will be. Governor's Scholars or Governor's School for the Arts recipients who do not meet eligibility requirements for a full tuition scholarship will be offered a four-year award, \$1,500 per year, valued at \$6,000.00.

The program will be expensive. The cost of the first year is estimated at about \$600,000, and it will go up to about \$2.5 million in four years. These estimates are based on the percentage of the Governor's Scholars that have the 28 and above ACT score. Some of these students are already coming to our campus and will already be receiving a scholarship; therefore, this was backed out of the total cost to arrive at the new funds that would be required. There is about \$150,000 already put aside for these students that will now go into this new program.

Ms. Copher explained some of the benefits this scholarship will afford the University. The first is enhanced recruitment. We hope that it will open the door, and

students will decide that UK is the right place for them. If cost is a factor, it will open some doors for those students.

One of the indicators that the Office of Admissions will publish is the number of Governor's Scholars in the freshman class every year. It should help with that quality indicator. It should also help with the quality indicator of the average ACT and average GPA of the incoming freshman class because these students are strong students.

Retention is two-fold. The information from the Office of Institutional Research and Data shows that these students do persist on campus. So, it should help the retention on campus. We will have students who will come as a freshman and stay for the four or five years. It will also help retain students within the State of Kentucky.

Finally, the program extends the university's outreach across the Commonwealth. Almost everyone knows about Governor's Scholars and Governor's School for the Arts. High school counselors are in favor of this. The students are in favor of this, and this is the right thing for the University to do.

The Governor's Scholars Program and the Governor's School for the Arts scholarships will be implemented with the fall class of 2002. President Todd will send a letter to these 1200 students announcing the scholarship within the next few weeks. The Office of Academic Scholarships will follow-up and have some specific recruitment events.

Ms. Copher entertained questions from the Board. She was asked if the ACT score and GPA were etched in stone. Ms. Copher replied that the 28 ACT score and 3.3 GPA have always been minimums for the University.

President Todd pointed out that the University is covered for the first year of this program. The first half million is due to reallocations. We decided that was one place to commit some of this reallocated money that we have been working on in the administration. He said that he would come back to the Board with a plan. Terry Mobley is going to be looking at raising some money to assist with this program, and the Board will probably be asked to get involved in this effort to help the University in future years. He said, in his opinion, this is one of the most important things that can be done to increase the scholarship offering in the University. It will make the biggest difference to the student body. It is one of those slightly "on the edge" things that we are going to do. We feel good about it and think it is the right direction.

President Todd called on Acting Provost Nietzel to talk about the other announcements made during the morning press conference because some of the Board members were not there.

Acting Provost Nietzel reported that there were two other announcements that the President made the morning press conference. They had to do with support and access issues for students. The second announcement was an endowment that was established

for the University of Kentucky by the Cralle Foundation. That endowment provides money for two fellowships at a \$15,000 stipend when matched by the Research Challenge Trust Fund. The fellowship will be for students who graduate from any of the nineteen independent colleges in Kentucky who will be coming to graduate or professional programs in law, dentistry, and medicine at the University of Kentucky. He said there were a couple of features that he would like to emphasize for the Board.

The first feature is that the University has about seven hundred students in its graduate programs and probably a hundred or more, if professional programs are considered, who are graduates of those independent colleges. They have been terrific students at the University. Some of the very best have been educated and cultivated in those independent colleges; therefore, we have a real interest in having them in our graduate and professional programs. This fellowship, provided through the endowment, is a signal to those independent colleges of how much their graduates are valued at the University of Kentucky and how much we want them to continue their professional and graduate careers here.

Second, it helps reflect the University's commitment to the higher education system in Kentucky. It includes both the public and the independent colleges and addresses the concern that the Council on Postsecondary Education has had about developing a system of higher education in Kentucky that will help make progress on many of the important indicators of economic, cultural, educational and health development in the state. This is a valuable endowment for the University to begin. He said he hoped that it serves as a stimulus for other donors and foundations to consider similar kind of fellowship programs on behalf of students who are attending the independent colleges.

Acting Provost Nietzel said that the third announcement was a tuition payment installment plan. For the first time in the University's history, an opportunity for students and their parents to pay the tuition obligation in installments begins in the Spring Semester 2002. This is a very important matter for a couple of reasons. One, the University of Kentucky is the last public university in the state to make this opportunity available. Again, it is another attempt by the administration to improve access and retention of students.

President Todd then continued with PR 1. The second item under PR 1 is student-related enhancements. He reported that he and Mrs. Todd had spent two hours on the past three Friday afternoons walking through the dorms and throughout the campus looking at the status of the campus both internally and externally to make sure it is ready for the students when they return. On this last week, Tim Robinson, student Trustee and Student Government President, was asked to go with them. He called on Mr. Robinson for any comments he would like to make about student-related enhancements on campus.

Mr. Robinson said that when the President asked him to take this opportunity to talk to the Board about student-related enhancements on campus, he had to think about just what that meant. What student enhancement meant on campus. He said he had come

to the conclusion that it is not just the kind of bricks and mortar that is going on but more of a change in the culture and a change in the atmosphere. Instead of giving a list of the things to the Board, he thought he would take the Board back through the summer and walk them through what he has seen and what he has gotten to be a part of this summer. He said he hoped he could convey to the Board the change in atmosphere on campus and gave the following remarks:

A couple of months ago, I took a walk. I took a walk from my office in the Student Center, and I had lunch with President and Mrs. Todd. I left my office not knowing what to expect, but it didn't take me long to realize that there were a lot of changes in store for our campus. More important, it didn't take me long to realize that the students not only had a new first family, but they also had two new friends.

Two or three weeks ago, students came in the Student Government Office and told me there was a hot dog stand in the middle of campus. We could hardly believe it. So I took a walk. I took a walk and, sure enough, I got a hot dog and a soft drink right in the middle of campus. It may not sound like a big deal, but it's something I could never do before.

The next week I saw our President, and he told me that they were making some changes around their new home. Curious, I took a walk. I took a walk and, sure enough, the hedges were cut away, the gates were open, and flowers were being planted all around. And, apparently those who are helping tear down Fort Maxwell were troubled. They were worried. They warned Mrs. Todd, and they tried to tell her. They tried to convince her that with all these fences being torn down that they were very concerned. They were concerned that people might be able to see in. Well, much to their surprise, she said that's the point, we want them to.

A week later I took a walk and I saw flowers where flowers had never been before. I saw new benches, and I even talked to a student who had met Mrs. Todd as she was touring her dorm.

Just last week, I took a walk over to Maxwell Place, and I talked about student issues and student concerns over breakfast. The only thing better than the biscuits was the President's support for the changes that we propose.

Later that afternoon, I took a walk and right beside me were the President and Mrs. Todd. We took a walk across campus together, looking for ways to improve student life, and they showed me the changes that had already been made such as the "welcome to campus" banners that are going up. They showed me where the wireless internet connections were being installed. And, you know, this Fall for the first time, students cannot only use their laptops in the classrooms, but they can use them on a bench or they can even use them under a tree. We walked past flowerbeds that added color where color has never been before. We took a walk

through dorm after dorm and facility after facility, and we talked about all the changes that were being made in each of the buildings. During a walk, we even discussed ways of how we could do more in the future. They showed me student common areas that have been completely re-landscaped with flowers and completely revitalized.

We took a walk through two new parks, two new parks where students will be able to go, over by the dorms. We talked about the new restaurants that are coming to the Student Center. We talked about the Coffee Shop that's on its way. We talked about student issues and concerns and how we could make our campus feel a little more welcome to students in a way that we've never done before.

This morning I took a walk. I took a walk from my office up the stairs to a press conference where the President announced new scholarships and gave students and families more choices to help pay their tuition.

From the smallest detail to the major improvements, the new First Family has made a tremendous effort to make students the priority on our campus. They have welcomed us into their home and have taken the time to see where we live and to see where we learn.

A few minutes ago, I took a walk from the Student Center to here. And you know, I'm so glad to be here today to report to you all the great things that are happening on our campus. It is a great time to be a Wildcat. This UK family is full of enthusiasm, especially the students. They are actually excited about coming back to campus. And, you know, they should be. Things are changing. And, if you want to see why Lee Todd is already being called the "Students' President," all you have to do is take a walk.

President Todd thanked Mr. Robinson for his comments and said he is looking forward to working with him during the next year. He said that Mr. Robinson has a lot of good ideas, and the Board will be hearing more about those later.

F. Personnel Actions (PR 2)

President Todd recommended that approval be given to the appointments, actions and/or other staff changes which require Board action; and that the report relative to appointment and/or changes already approved by the administration be accepted. Ms. Sims moved approval. The motion, seconded by Ms. Wilson, carried. (See PR 2 at the end of the Minutes.)

G. Appointments to Advisory Board – Lexington Community College (PR 4)

President Todd said that PR 4 is a recommendation to approve two appointments to fill two vacancies on the Advisory Board of Lexington Community College. These are

four-year terms effective July 1, 2001 through June 30, 2005. On motion made by Ms. Sparks, seconded by Mr. Shoop and carried, PR 4 was approved.

H. Report on Leases (FCR 1)

Mr. Chellgren, Chairperson of the Finance Committee, reported that the Finance Committee had a comparatively brief meeting that morning, and most of the Trustees were there. There were eighteen items on the Finance Committee agenda. The first item was the Report of Leases for the Administration to the Finance Committee and the Board. There were two renewals and one new lease. These are individual leases that do not exceed \$30,000.00 in value, and these leases need to be reported to the Board. He moved the acceptance of FCR 1. His motion, seconded by Ms. Sims, passed. (See FCR 1 at the end of the Minutes.)

I. Termination of Quasi-Endowment Fund in the College of Engineering (FCR 2)

Mr. Chellgren reported that FCR 2 is the termination of an \$887,000.00 quasi-endowment (which is an accounting term which means a sort of legal endowment) in the College of Engineering and freeing that quasi-endowment to be used to fund part of the gap between the state-supported debt and the total cost of the new Mechanical Engineering Building. These funds were accumulated over the years and were from undesignated gifts to the College of Engineering. They have been used for scholarships, but in recent years, additional scholarship funds have been made available. Consequently, the Dean of Engineering and the administration recommend to the Board that that they be given authority to terminate this quasi-endowment and commit these funds to fund a part of the total project cost of the Mechanical Engineering Building. He moved the acceptance FCR 2. Ms. Sparks seconded the motion, and it carried. (See FCR 2 at the end of the Minutes.)

J. Naming Six Endowed Chairs (FCR 3)

Mr. Chellgren reminded the Board members who have been on the Board awhile of a gift of some \$3,000,000.00 from an alumnus, Mr. William T. Bryan, who passed away in 1997 and left his estate to the University. This gift was matched by the state's Research Challenge Trust Fund and created six endowed chairs funded at a \$1,000,000.00 each. These were in diplomacy and international commerce, history, Spanish, special education, public finance and vocal music. These were not designated as William T. Bryan chairs. The decision has now been made and the recommendation is for the Finance Committee and the Board to name these endowed chairs in honor of the donor of these funds posthumously, Mr. William T. Bryan. Mr. Chellgren moved the acceptance of FCR 3. His motion, seconded by Ms. Wilson, passed. (See FCR 3 at the end of the Minutes.)

K. Changing Name of Endowed Chair (FCR 4)

Mr. Chellgren said FCR 4 is a housekeeping item. The GTE Corporation has changed its name to Verizon South, Inc. They gave the University a very generous gift of some \$900,000 about two years ago. These funds were matched by the Research Challenge Trust Fund, and it endowed a Chair in Network Engineering. The donor has requested that the name be changed to the new corporate name, Verizon South, Inc. He moved the acceptance of FCR 4. Ms. Edge seconded the motion, and it passed. (See FCR 4 at the end of the Minutes.)

L. Anonymous Pledge of \$250,000 (FCR 5-18)

Mr. Chellgren stated that the following fourteen items would be voted upon as a consent agenda:

- FCR 5- an anonymous pledge of \$250,000.00 from an anonymous donor to supplement the UK Medical Alumni Association Scholarship Endowment Fund in the College of Medicine. This a very generous gift to continue to support the Scholarship Endowment Fund.
- FCR 6 - a pledge of some \$50,000.00 from Ashley Judd of Franklin, Tennessee, also from Ashland, Kentucky, who is a graduate of Blazer High School. This pledge is to create and endow the Susan Abbott-Jamieson Dissertation Research Fund in Anthropology in the Department of Anthropology in the College of Arts and Sciences. It is anticipated that these funds will be matched by the Research Challenge Trust Fund.
- FCR 7 - a gift from a longtime, traditional and very generous supporter of the University, the Brown-Forman Corporation of Louisville, Kentucky. This is a pledge of \$500,000 to establish and endow the Brown-Forman Visiting Chair in Urban Design in the College of Architecture. It is anticipated that matching funds will be received to bring this up to the \$1,000,000 to fund a full chair.
- FCR 8 - a pledge of some \$300,000 by the Cralle Foundation of Louisville, Kentucky, to create and endow the Cralle Foundation/Joan Cralle Day Graduate Fellowship Endowment in the Graduate School with particular emphasis to help students from the independent colleges and universities in the State of Kentucky. It is anticipated that this pledge will be matched.
- FCR 9 - a pledge of \$80,000 from Dr. Charles R. Combs, Lexington, Kentucky, to establish the Dr. Charles R. Combs Scholarship in the College of Medicine. Dr. Combs is a graduate of the College of Medicine. It is anticipated that this pledge will be matched.
- FCR 10 - a pledge of \$50,000 from Dr. Robert D. Hayes of Marietta, Georgia, to fund the Dr. Robert D. Hayes Endowed Graduate Fellowship Fund in the College of Engineering's Department of

- Electrical and Computer Engineering. Dr. Hayes is a 1948 graduate of the University. This pledge is anticipated to be matched to build the corpus of this fellowship fund.
- FCR 11 - an anticipated distribution of \$50,000 from the estate of Mark M. Luckens to create and endow the Mark and Ruth Luckens Graduate Award in Toxicology in the Department of Chemistry in the College of Arts and Sciences. This is from the estate of Dr. Luckens.
- FCR 12 - 24 gifts totaling a little over \$19,000 and 12 pledges totaling just over \$30,000 for the total of just about \$50,000 to supplement the Helen Edwards Abell Endowed Research Fund for Historic Preservation in the College of Architecture. It is anticipated this will be matched by the Research Challenge Trust Fund.
- FCR 13 - a gift of \$47,000 from several individuals and corporations and a pledge of \$5,000.00 from Dr. Patrick DeLuca of Lexington, Kentucky, and a pledge of some \$8,000 from Murty Pharmaceutical, Inc., of Lexington, Kentucky, to fund an endowed fund in the College of Pharmacy in the area of pharmacological technology.
- FCR 14 - a pledge of \$100,000 by the Zantker Charitable Foundation of Lexington, Kentucky and an anticipated distribution of \$50,000 from the estate of Dr. Mark Luckens to the Zantker Professorship in Judaic Studies in the College of Arts and Sciences. This is in addition to an existing professorship.
- FCR 15 - a gift of \$5,550 and a pledge of \$44,450 from Robert M. Odear, Jr., of Nashville, Tennessee, to create and establish the Robert M. Odear, Sr., Faculty Research Fund in Latin America in the College of Arts and Sciences.
- FCR 16 - a gift of \$51,657 from Thomas C. and Evelyn W. Finnie of Webster Groves, Missouri, for the Finnie BS/MBA Graduate Fellowship Endowment in the College of Engineering.
- FCR 17 - a pledge of \$50,000 from William F. Beaven of Uniontown, Kentucky, to create and endow the Beaven-Eidetik Research Fellowship in Developmental Disabilities and Mental Retardation in the College of Social Work.
- FCR 18 - a gift of \$10,000 and a pledge of an additional \$40,000 from a longtime employee and supporter of the University, Wimberly C. and Betty J. Royster of Lexington, Kentucky, to create and endow the Royster Research Professorship in the Department of Mathematics in the College of Arts and Sciences.

Mr. Chellgren said that Mr. Mobley and his staff would be happy to answer any questions regarding these wonderfully generous gifts from supporters of the University. He moved the adoption of FCR 5 through 18 inclusively. Ms. Wilson seconded the motion, and it carried.

Mr. Chellgren said that he might make a public statement that with the acceptance of these gifts/pledges, the remaining amount of the second Research Challenge Trust Fund that is yet to be matched is \$8.35 million, and we would certainly hope to do that as soon as possible and under no circumstances any later than next June 30, 2002.

M. Other Business

Ms. Sparks said that she did not want to pass up the opportunity to again remind everyone that the Southern Association of Colleges and Schools (SACS) Self-Study Committee is meeting very frequently to get ready for the report to be submitted to the President and then to SACS. The SACS Committee will be on campus next April 17th and 18th for their on-campus visit. The Board will be invited to have dinner with the Committee. The Chair of the university's self-study, Dr. John Picoro, was in attendance at the Board meeting should anyone has any questions. Ms. Sparks said it had really been an interesting adventure for her. She said there were about six scheduled meetings during the month of August and extended an invitation to the Board members. These meetings will give the Board an in-depth insight to the University. All of the reports are being finalized.

President Todd thanked Alice for her enthusiasm and work on the SACS committee and Dr. Picoro as well. Dr. Picoro prepared a letter that he signed to a hundred and fifty people who have put a lot of work into this effort.

As a new President coming in, those reports have been extremely helpful to get a glimpse of the activity of the University. The Board would be interested in seeing those as well.

President Todd said that Ms. Wickliffe had mentioned the day before that she would like to have a tour of the campus. Dr. Joe Fink indicated that anyone interested in touring ASTeCC was welcome. That is a fascinating trip, and we might try to organize a tour in association with one of our Board meetings.

Dr. Mather thanked President and Mrs. Todd for their leadership team and for all they are doing for the University. He commented that Mr. Robinson said it very well and very eloquently in his remarks. He expressed appreciation to President and Mrs. Todd for their vision and above all their enthusiasm and commitment.

Mr. Miles said that several of the Board members attended the Panhellenic Board meeting and made a commitment that they would let the Board members keep the Board informed and up-to-date. He asked for any comments from the Board.

President Todd said he thought the paper did a good job reporting on the extension of Coach Guy Morriss's contract. He said he had been extremely impressed with his work ethic and was glad the University had him standing in the wings when they had to have somebody step up.

President Todd reported that the University had extended its lease with Rupp Arena. Mr. Ivy had taken that negotiation through quite a bit of improvement previously and had locked down the commitment that if they do not follow through the University can back out of the extended lease. The University plans to be there for a fifteen-year extension which is enough to cover the bond issue. Bill Owen, who is the new head of the Lexington Center Corporation, has been extremely cooperative and has worked closely with Mr. Ivy on getting that done.

President Todd reported that the University did receive the NCAA investigation report, and there were no surprises. Mr. Ivy, Sandy Bell and the team had done the university's investigation. The NCAA investigator had gone through many of the same interviews with the people to audit the university's process, and they were very complimentary with what had been done at the University of Kentucky. The University will submit its documents back to the NCAA and see what the next step is. He complimented the papers for doing a good job of covering everything.

N. Meeting Adjourned

With no further business to come before the Board, the Chairperson adjourned the meeting at 2:10 p.m.

Respectfully submitted,

Richard E. Plymale
Assistant Secretary
Board of Trustees

(PR 2, 3, 4; FCR 1, 2, 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 15, 16, 17, and 18 which follow are official parts of the Minutes of the meeting.)