

Minutes of the Meeting of the Board of Trustees of the University of Kentucky, Tuesday, January 22, 2002.

The Board of Trustees of the University of Kentucky met at 1:00 p.m. (Lexington time) on Tuesday, January 22, 2002 in the Board Room on the 18th Floor of Patterson Office Tower.

A. Meeting Opened

In the absence of Chairman Billy Joe Miles, Vice Chairman Steven S. Reed, called the meeting to order at 1:00 p.m., and Mr. Jack Guthrie gave the invocation.

B. 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, Ms. Pamela May, Dr. Elissa Plattner, 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. Russ Williams, Ms. Elaine Wilson, and Ms. Barbara Young. Absent from the meeting were Dr. Robert P. Meriwether, Mr. Billy Joe Miles (Chairman), and Mr. Billy Wilcoxson. 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, Jr., Acting Provost Michael Nietzel; Acting Vice President for Research James Boling, and Mr. Richard E. Plymale, General Counsel.

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 1:04 p.m.

C. Consent Agenda

Mr. Reed entertained a motion to approve the following items on the Consent Agenda:

Approval of Minutes
AACR 1 – Candidates for Degrees – Community College System

Ms. Sparks moved approval of the Consent Agenda. Her motion, seconded by Ms. Edge, passed. (See AACR 1 at the end of the Minutes.)

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

President Todd said it was his pleasure to begin his report with Acting Provost Mike Nietzel who would introduce a special guest and make an exciting announcement.

Dr. Nietzel thanked President Todd and announced that the University of Kentucky is one of four universities and colleges in the United States to be selected as one of the 2001 Truman Foundation institutions. This represents a significant achievement for the University. It is a substantial honor, and we are extremely proud. He said that the Executive Director of The Harry S. Truman Scholarship Foundation, Louis H. Blair, was in attendance and would be making the presentation. Mr. Blair would talk about the award, explain its history and purpose, and say some things about the University of Kentucky students who have helped the University earn this recognition. He noted that Mr. Blair has taken a considerable interest in these students in terms of their careers and mentoring them. Mr. Blair knows about their careers, their dreams, and their futures in terms of their contribution to public service, a focus of the Truman Fellows.

Dr. Nietzel recognized two groups of people that are critical to the University's success. The first was a group of faculty and staff who have been involved in the identification, selection, and cultivation of the students. Over the years, the University has had nine Truman Fellows, many of those in the past few years. He asked the Board to express its appreciation to a group of faculty and staff who have been critical to the success of these students. First and foremost is Penny Miller who has been involved in this fellowship selection. Members of the University of Kentucky Selection Committee are: Kate Johnson, Honors Program; David Bettez, International Affairs; Phil Harling, Department of History; Dan Rowland, Department of History; and Bill Freehling, Department of History. He noted that former Chancellor Elisabeth Zinser also helped promote the development of the Truman Fellows on the University campus. He mentioned that Phil Kramer, Associate Provost for Undergraduate Education, has given a real boost to these efforts. Students for volunteer and service learning activities have helped celebrate the Truman Foundation Award. Dr. Nietzel expressed appreciation to Kris Hobson in his office for helping put the arrangements together for both of the events.

Dr. Nietzel said it was a real pleasure to introduce the students who came back to be recognized at the Board meeting and be a part of the ceremony. He recognized Jay Varellas, who is the most recent Truman Award winner in 2001; Monica Grant and Anthony Jones, who won Truman Awards in 1999; Melody Flowers, who won her award in 1998; and Laura Neack, who won in 1980. He also introduced Jennifer Kasten who received a 2002 Marshall Scholarship. Ms. Kasten was recognized in PR 1 at the last Board meeting; however, she could not attend because she was taking a final exam. The students received a round of applause.

Dr. Nietzel then introduced Mr. Blair who has a degree in electrical engineering from MIT, an academic pedigree that this University is very pleased to recognize. Mr. Blair did his undergraduate work at the University of Virginia and has been involved in a

number of selection committees for these most prestigious fellowships that university and college students can win, including the Rhodes, the Marshall, the Truman, the Gates, Cambridge and a number of others. Mr. Blair probably knows as much about the cultivation of students and the selection of students for this kind of award than anybody in the United States. He has devoted his life to public service, including his long-term direction of the Truman Foundation but also in a variety of other public affairs venues that include appointments in the White House and a number of other congressional and federal agencies. Dr. Nietzel said it was with a great deal of pleasure that he turn the podium over to Mr. Louis Blair. Mr. Blair received a round of applause.

Mr. Blair said that The Truman Scholarship Foundation was setup as the federal memorial to President Truman. It is a merit-based competition that gives \$30,000 grants to the students with outstanding leadership potential, the ones that go to Graduate School in preparation for careers in public service. It is a fiercely competitive program. In the 27 years of operation there have been 2,095 Truman scholars from 503 colleges and universities. Recently, the trustees established awards recognizing institutions that have done not only well in terms of Truman numbers but have also promoted the values of service, of contributing to the public good. It is for these reasons that he attended this Board meeting to honor the University of Kentucky.

Mr. Blair said he hoped the Board members get the chance to meet the five scholars at the meeting. He gave a statement about each of the scholars and said they were terrific kids. He said these sorts of things do not happen just because you have terrific students. These things happen because of some staff who will work extraordinarily hard to help students. He said he was astounded that you really have to recruit people for scholarships. Students do not think they are competitive enough. It is bringing confidence, helping them dare to dream bigger dreams, and helping provide some structure so these kids can achieve the dreams.

He thanked Penny Miller for her extraordinary work on behalf of The Truman Foundation and the University of Kentucky. It was Elisabeth Zinser and Mike Nietzel in higher administration and now President Todd caring. It is their values for service and appreciation for scholarship that further result not just in Truman and Marshall scholars but in the University of Kentucky becoming one of the great universities like the way they talk about the University of California at Berkeley and the way they talk about the University of Michigan for certain things. He said it is exciting for him to see what is underway. The five scholars and Jennifer Kasten are going to do great good things for the University of Kentucky, the Commonwealth of Kentucky and for our country because Professors Penny Miller and Dan Rowland have helped shape the path and plow the path that will enable them to achieve it. He said he was proud to present, and it was a pleasure to bestow on behalf of The Truman Scholars Trustees The Truman Scholarship Foundation Honor Institution Award. He congratulated President Todd and Mr. Reed, following which they received a round of applause.

President Todd thanked Mr. Blair and The Truman Foundation. The University of Kentucky is a great school, and it is getting greater. He expressed appreciation to

Penny Miller, Dan Rowland and others on the committee who take the time to cause the dreams to happen in kids whose minds have yet to learn to dream.

President Todd mentioned The Truman Scholar banner, along with many others, that are already up. He announced that Kathy DeBoer has agreed to recognize an academic scholar at this institution at the first minute of half time of each basketball game. Jennifer Kasten will be the first one recognized, and Jay Varellas will be the second one recognized. Others are going to be recognized, and they will get four tickets that night for the ballgame and a warm-up outfit from the Athletics Department.

President Todd thanked the staff, The Truman Foundation, and Mr. Blair for what they have done for the University of Kentucky. He also thanked the students. He noted that it is a very difficult application and process to complete. The process gives the students the experiences that make them fight hard to win and represent the University. These experiences are the things that change their lives. He expressed appreciation to the students for what they have done and for coming back to be a part of the Board meeting. This is a very special occasion for the University. The students received a round of applause.

President Todd continued with his report and called attention to a few items in PR 1:

1. Governor Paul Patton and other dignitaries joined University administrators on campus in early January and broke ground for the new Biomedical/Biological Sciences Research Building. The construction will begin in the spring 2002 with completion in the spring of 2004.
2. The University of Kentucky received \$4 million in federal funding for health care and education initiatives. Senator Mitch McConnell and Congressman Hal Rogers again helped find these funds. This past year brought in \$16.7 million in federal earmarks. This is a record and a testament to Bill Schweri and the University team.
3. Officials from the University of Kentucky and McDowell Cancer Foundation held a dedication ceremony in early December for the new Marylou Whitney and John Hendrickson Cancer Facility for Women at the UK Markey Cancer Center. This is the fourth building in that complex.
4. County agents in UK's Cooperative Extension Service will join forces with the UK College of Medicine to expand the delivery of health care information to Kentuckians. Funded by an \$800,000 grant from the U.S. Department of Agriculture, the Health Education through Extension Leadership program, a collaboration between the College of Agriculture and the College of Medicine,

will involve Kentucky School of Public Health education specialists collaborating with county Extension Agents in all 120 Kentucky counties to provide basic health care information to residents. Senator McConnell found the funding for this project.

5. Lexington Community College (LCC) opened its doors to its new Winchester-Clark County campus. The people in Winchester-Clark County are extremely excited about LCC coming to their area. They were able to get the facility that made it easier for the LCC to make that move.

President Todd reported that he had met with Dr. Deneese Jones who heads the Commission for Diversity. The Commission has met and been charged. He also noted that the Commission on the Status of Women has met several times.

He reported that the University will be conducting searches for important positions on campus. He reviewed the academic search process:

- Someone is asked to chair the search who has previously been on a search committee but maybe never chaired one.
- Leading faculty from around campus, who maybe have never served on a search committee, are asked to serve on the committee.
- Each search committee is charged with going out and recruiting candidates to apply for the position.

He said that it was a concern of the two commissions that the University sometimes does not get as diverse pool of candidates. Sometimes the University advertises and just takes what is received.

President Todd reported that Dr. James Holsinger and Dr. Emery Wilson at the Medical Center have Edythe Lock work with each search committee to ensure that they advertise openly and aggressively, that they build their pool of candidates, and that they actually recruit by asking people, who were not going to submit a letter, to apply. Ms. Lock handles the process to make sure the diversity issues are watched as they go through the selection process. This is a quality control measure to make sure diversity issues are taken into consideration as they go through the process. Having heard about the Medical Center's process, President Todd said he and Dr. Nietzel met with Ms. Lock and talked with her about the process. He and Dr. Nietzel have asked Kris Hobson to provide that same function for search committees for the rest of the campus. Ms. Hobson will work in conjunction with Ms. Lock so Ms. Lock will do some mentoring and support with the early position searches. This will assure us that we have a good process in place and that is one of the first recommendations that came out, almost informally, from the two commissions. We have already begun to implement that process.

President Todd reported that the Vice President for Research search has begun and Dr. Kim Anderson, Chemical Engineering, is chairing that committee. He said he hoped to fill that position beginning next academic year.

President Todd reported that he had been in Frankfort quite a bit. He and Dr. Shumaker appeared jointly before the House Appropriations and Revenue Committee at Chairman Harry Moberly's recommendation to talk about the need for "Bucks for Brains." He informed the Board that he will provide information to them that summarizes the factual impact that this has had on campus because it has been tremendous and the University needs it. He announced that it will be "Bonds for Brains" that the Governor will announce at 7:00 p.m. this evening in giving his budget address.

President Todd said he was pleased with the reaction he has received from the legislators. He and Dr. Shumaker have made joint calls on 10 of the leaders of the legislature to let them know they are working together. When we began the "Bucks for Brains" campaign the University's endowment was approximately \$200M. Today, it sets at \$430M. In that four-year period, the University endowment has doubled. If the University gets the next round of "Bonds for Brains", it will get \$67M to be matched. It will be able to raise its endowment to \$600M. That is the key as the Board is trying to make a University really charge forward and have stability. It helps recruitment, helps the national reputation, and helps the standing. That money stays in the system, and that is important for people to understand. Some in Frankfort were not clear about that. The legislature gives the University \$67M, and the University has to match it. That money stays in the higher education system, and the University just spends the interest off of it. He announced that the University of Kentucky and the University of Louisville are going to have a joint reception on February 25th at Frankfort, and the Board is invited. The University of Kentucky will have the Research Challenge Trust Fund (RCTF) faculty there. There are 142 RCTF faculty on campus as a result of that program now. The University of Louisville will also have their RCTF faculty there. The universities are going to put a face on this program so the legislators can see the results of this successful program.

President Todd referred to a handout and said that it shows the areas where there is impact, and a large part of it is on health care. It is important to show what is happening in Lexington in the area of research and get that information out to the people of Kentucky. He said the University can have an impact on Kentuckians' lives, and he feels very strongly about that.

He reported that in recent research rankings the University of Kentucky increased its total expenditures in the last year by \$28M. If you look at all universities, the University of Kentucky gained two positions, from 49th to 47th, and that was a good gain. We held our own in the 32nd position in public universities. It is going to take \$20M if we are going to capture the one above us which is Maryland. He said this is not an easy game to play because institutions move and the higher up they are the faster they move. He said he would keep the Board abreast of how this works. With that information, he concluded the President's Report.

E. Personnel Actions (PR 2)

President Todd said that PR 2 is personnel actions. The recommendation is that the Board approve the attached appointments. He entertained a motion to have that those actions approved. On motion made by Ms. Edge, seconded by Ms. Wilson and carried, PR 2 was approved. (See PR 2 at the end of the Minutes.)

F. Proposed Amendment to the Governing Regulations (PR 3A)

President Todd said that PR 3A, which forms a University of Kentucky Staff Senate, was received by the Board for preliminary consideration at the December meeting. It is time now to finalize that proposed amendment. He asked if anyone would like to speak to the motion.

Ms. Sparks said she would like to speak in favor of the motion. In her opinion, it is beyond time that the staff be recognize by having a voting Staff Senate. She believes all the other public universities have one with the exception of one. She said she certainly hoped that the Board would vote favorably on item. Mr. Williams moved approval of PR 3A. Dr. Mather seconded the motion, and it passed. (See PR 3A at the end of the minutes.)

President Todd said that he has had some wonderful meetings with the staff since his arrival on campus. On one occasion, the staff had a meeting scheduled with him and surprised him with a plaque and cake as an expression of thanks for what he has done for the staff. President Todd said the staff is appreciative of the effort that we have made and that you, as the Board, have made to be inclusive in this case. He applauded the Board for giving 9,800 employees this voice.

Mr. Williams thanked President Todd for bringing it forward and said that it is time the staff have an organized method to get their voices heard. The staff has been working on some of the mechanisms for the last ten months and now has elections to conduct. He asked for the indulgence of the staff in getting through the process since this has never been done before. There are good, dedicated staff who have committed to continue the work on it. He said he appreciated the Board's action, and it is for those who call this a workplace that it is an historic day.

Mr. Reed said that he knew Mr. Williams had worked very hard on this, as many other items important to the staff. Mr. Williams is very passionate about the staff, and he has raised the consciousness of the Board as far as the real importance of the staff at this university.

G. Proposed Amendment to the Governing Regulations (PR 3B)

President Todd said that PR 3B is a recommendation that the following proposed amendment to Governing Regulations that was received by the Board on December 11th be approved at this meeting. The regulation will remove the Board of Trustees from the approval of changes to the Governing Regulations when there is a change in the selection procedure for members of the University Senate. This change does not alter the number or composition of the University Senate. The Bylaws of the University Senate will govern the selection of its members.

Dr. Mather pointed out that the proposed amendment was initiated by the University Senate at their request. He suggested that the word “Bylaws” be changed to “Rules” in the second paragraph because typically the Bylaws on campus are referred to as the Rules of the University Senate. He referred to it as an editorial change. Basically, it should be Rules of the University Senate rather than Bylaws of the University Senate.

On motion made by Ms. Edge, seconded by Dr. Mather and passed, PR 3B was approved. (See PR 3B at the end of the Minutes.)

H. Administrative Staff Officer Emeritus Title be Conferred upon Charles Thomas Moore (PR 3C)

President Todd said that it was his pleasure to recognize that this will be the third staff emeritus title to be conferred upon an employee. PR 3C is a recommendation that Charles Thomas Moore be named Administrative Staff Officer Emeritus in recognition of his long service and dedication to the University of Kentucky College of Engineering.

Mr. Moore joined the University of Kentucky on October 30, 1972 and transferred to the College of Engineering on December 3, 1976. Over the past twenty-five years, he has been the Business Officer for the College of Engineering. During his tenure in the College, Mr. Moore has been principally responsible for managing accounts established by general funds, grants and contracts, self-generated service receipts and private gifts. He has been instrumental in mentoring a significant number of individuals who have gone on to other positions within the University. Mr. Moore has served on the Board of Directors for the University of Kentucky Federal Credit Union and as a member of numerous committees and task forces. He has served as a member of the committee that established the University’s guidelines for cost accounting standards and the University’s task force on the implementation of the PDP system to name just a few of the many prominent examples of his service.

Mr. Moore has also given unselfishly of his time and resources in numerous University and College charity initiatives. He serves as a member of the Board of Directors of Pope Villa Restoration Committee, where he has been instrumental in acquiring private and governmental support for repair of this prominent structure in Lexington.

President Todd asked Mr. Moore to stand and be recognized and said that a certificate will be forthcoming. Mr. Moore received a round of applause. On motion made by Mr. Williams and seconded by Ms. Edge, PR 3C was approved. (See PR 3C at the end of the Minutes.)

I. Appointment of Board of Directors Equine Research Foundation (PR 3D)

President Todd said PR 3D recommends the Appointment of the Board of Directors of the Equine Research Foundation. He seeks approval for the appointment of three individuals: Mr. James Bassett for a one-year term ending in December 14, 2002; Mr. John Adger for a four-year term ending in December 14, 2005 and Mrs. Jerry Amerman for a four-year term ending in December 14, 2005. Mr. Shoop moved approval of PR 3D. Mr. Guthrie seconded the motion, and it passed. (See PR 3D at the end of the Minutes.)

J. Appointment of Executive Director of the University of Kentucky Research Foundation (PR 3E)

President Todd said that PR 3E is a recommendation that approval be given to the appointment of James A. Boling as Executive Director of the University of Kentucky Research Foundation for a term beginning retroactively on July 5, 2001 and continuing through June 30, 2002. In accordance with the Bylaws, the Executive Director of the University of Kentucky Research Foundation is appointed by the Board of Trustees upon recommendation of the President. President Todd noted that Mr. Boling is serving as Acting Vice President for Research. Ms. Sims moved approval. Her motion, seconded by Ms. Wilson, carried. (See PR 3E at the end of the Minutes.)

K. Honorary Degree Recipients (PR 3F)

President Todd said it was his pleasure to ask for the Board's approval for the granting of two honorary doctorates. One is Doctor of Engineering to Mr. Fujio Cho of Toyota and the other, a Doctor of Arts to Loretta Lynn. Both of these individuals will be recognized, if the Board approves this, at individual ceremonies.

Dr. Cho's impact on Kentucky was obviously at the Georgetown plant, and this is a great opportunity for the University to recognize him not only for what an impact he had on the University of Kentucky but also on the State of Kentucky.

Loretta Lynn will be on campus performing, and this will give the University an opportunity to give her this recognition. She had received this recognition previously but was not able to attend graduation so this allows us to fulfill some expectations that have been there for some time.

On motion made by Ms. Wilson, seconded by Mr. Guthrie and carried, PR 3F was approved.

President Todd noted that Mr. Cho's ceremony will be at 11:00 a.m. on January 29th at the William T. Young Library and Loretta Lynn's ceremony will be March 9th. He said that details of the ceremonies would be sent to the Board.

L. Acceptance of Interim Financial Report for the University of Kentucky for the Six Months Ended December 31, 2001 (FCR 1)

Mr. Chellgren, Chairperson of the Finance Committee, reported that the Finance Committee had a brief meeting that morning. It was a very conventional agenda. FCR 1 is the Interim Financial Report for the first six months of the fiscal year through December 30, 2001. At this point, the university's revenue received and realized are actually 50.5% of the budget. That is a little bit lighter than the Board has seen in previous years, primarily because year-to-date the hospital revenues are down about \$8 million over last year. They are still over half the anticipated revenue to be received for the whole year, and the expenditures are comfortably under half the budgeted expenditures, some 47%. The Finance Committee did discuss this in detail.

Mr. Chellgren said there was one other item he wanted to bring to the Board's attention. As of the end of December, the University's endowment funds were back up to \$440M. Some may remember at the end of September they were down to \$405M. There was a dip and a recovery. The University has received gifts, some investment returns, and of course the Research Challenge Trust Fund match. The endowment in spite of a tough financial market is the same level as it was six months ago. In his opinion, this is quite a good, positive sign in terms of investment management, the contributions and the match. With nothing else that needs to be brought to the Board's attention, he moved the adoption of FCR 1. Ms. Sparks seconded the motion, and it passed. (See FCR 1 at the end of the Minutes.)

President Todd mentioned one thing about revenue coming in this year. He said that the fall semester is the first time the University has put the installment plan in place, and this might have hit the income somewhat. This is a new figure just recently received, and he does not know if it had that much of an impact.

M. Capital Construction Report (FCR 2)

Mr. Chellgren said the second item is the quarterly Capital Construction Report on construction projects above \$400,000. The Finance Committee reviewed the change orders that were \$25,000 and above and discussed them in detail. There were eight change orders during this past quarter. No major contracts were let, and no major items need to be brought to the Board's attention. He moved the acceptance of FCR 2. His motion, seconded by Mr. Guthrie, carried. (See FCR 2 at the end of the Minutes.)

N. Report of Leases (FCR 3)

Mr. Chellgren said FCR 3 is the normal acceptance of lease renewals. There are two new leases: one for 1,340 square feet of office space in Harlan, Kentucky for an

annual rate of just over \$11,000 to house the Robinson Scholars Program through June 30, 2003 and a new lease in Lexington for approximately 3,000 square feet for a design studio for the College of Architecture. These leases are below the \$30,000 annual expenditure level that needs to be approved on a specific basis by the Board. He moved the acceptance of FCR 3. Ms. Young seconded his motion, and it passed. (See FCR 3 at the end of the Minutes.)

O. Approval of Lease (FCR 4)

Mr. Chellgren reported that FCR 4 is a new lease for the Hospital Marketing in Lexington for 6,615 square feet at an annual rate of just over \$108,000. This does need to be approved by the Board. He moved the acceptance of FCR 4. His motion was seconded by Mr. Guthrie and carried. (See FCR 4 at the end of the Minutes.)

P. Gifts and Pledges (FCR 5-16)

Mr. Chellgren said FCR 5 through 16 are gifts. They will be voted on as one package in terms of a resolution. To make sure that the donors receive proper recognition publicly, he reviewed the items individually and asked if there were any specific questions.

FCR 5 - acceptance of an anonymous gift of \$150,000 to provide additional funds to a scholarship fund to benefit graduate and undergraduate students at the University of Kentucky or at the Lexington Community College. This is a tradition of a generous gift by an anonymous donor who wishes the gift to be treated in that manner.

FCR 6 - acceptance of a gift of \$100,493 to create and endow the Ralph E. and Normal L. Edwards Research Professorship in the Department of Mathematics. In the 1930's, the University of Kentucky accepted a 14 year old woman from Rochester, New York to work on a degree in mathematic in the College of Arts and Sciences. Her career progressed, and she is now Mrs. Norma Lambert. She and her husband both became actuaries and are giving this gift to the University. This gift is eligible to be matched by the Research Challenge Trust Fund.

FCR 7 - acceptance of gifts of \$10,455 and pledges of \$45,000 to establish and endow the Rast-Holbrook Research and Seminar Fund in the Department of Geological Sciences in the College of Arts and Sciences. Mr. Holbrook was a geologist and worked for the Chevron Corporation. There will be some match coming from Chevron to help make up this gift. The gifts and pledges are also eligible for matching funds from the Research Challenge Trust Fund.

FCR 8 - acceptance of a pledge of \$50,000 from Thomas Lester and his wife, Susan, to create and endow the Donald and Gertrude Lester Professorship in Mechanical Engineering in the College of Engineering. This memorializes Dean

Lester's mother and father. It is wonderfully generous and a very classy thing to do. This pledge is also eligible for funds from the Research Challenge Trust Fund.

FCR 9 - acceptance of a pledge of \$500,000 from Lucille C. Little of Lexington, Kentucky of which \$300,000 is for an existing endowed enrichment fund for research on vocal studies in the College of Fine Arts and an additional \$200,000 to establish and endow the Lucille Caudill Little Research Fund in Opera Studies in the College of Fine Arts. The \$200,000 is eligible to be matched by the Research Challenge Trust Fund and the \$300,000 is being applied to a challenge pledge which as already been matched. This \$500,000 in essence will generate some \$700,000 for the endowment.

FCR 10 - acceptance of a pledge of \$50,000 from the University of Kentucky Association of Emeriti Faculty of Lexington to create and endow a graduate fellowship in the Graduate School. An initial payment of \$30,000 will be made by January 31, 2002. The balance of \$20,000 will be paid at the rate of \$4,000 annually for five years. This pledge is eligible to be matched by the Research Challenge Trust Fund.

FCR 11 - acceptance of gifts and pledges totaling \$50,000 to create and endow the Robert E. McNeil Endowed Research Fund in the Department of Horticulture in the College of Agriculture. The primary donor is Associated Landscape Contractors of America. Others have made pledges to bring the total to \$50,000 which will endow this research fund. This is also eligible to be matched by the Research Challenge Trust Fund.

FCR 12 - acceptance of a pledge of \$1,000,000 from the James Graham Brown Foundation of Louisville, Kentucky, with \$500,000 designated to create and endow a chair in neuroscience and \$500,000 designated to create and endow a professorship in forestry and environmental sciences.

FCR 13 - acceptance of a gift of \$50,000 from the Edith D. Gardner Charitable Foundation, Inc. for the Edith D. Gardner Professorship in Cancer Research in the College of Medicine. This gift is eligible to be matched by the Research Challenge Trust Fund.

FCR 14 - acceptance of a gift of \$10,000 and a pledge of \$40,000 from Mrs. Ruth Johnson of Lexington, Kentucky for the Robert L. Johnson Scholarship Endowment in the College of Medicine. This gift and pledge is also subject to match from the Research Challenge Trust Fund.

FCR 15 - acceptance of gifts and pledges from 32 persons totaling \$50,000 to establish and endow the Joanne I. Bell Professorship in Critical Thinking and Social Policy Analysis in the College of Social Work. Professor Bell was an associate professor for 25 years in the College Social Work. These gifts and

pledges are from her admirers, supporters and fellow students to endow this professorship in her name.

FCR 16 - acceptance of gifts and a pledge totaling \$50,000 from Vernon R. and Donna M. Wiehe of Lexington, Kentucky to establish and endow the Vernon R. Wiehe Professorship in Family Violence in the College of Social Work. Dr. Wiehe has been a faculty member in the College of Social Work since 1974.

Mr. Chellgren moved the acceptance of FCR 5 through 16 inclusively. Ms. Sparks seconded his motion, and it passed. (See FCR, 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 15, and 16 at the end of the Minutes.)

Mr. Chellgren reported that the Finance Committee had a brief update on the status of the formerly \$66.7 million Research Challenge Trust Fund money. With the existing gifts received plus the commitments and pledges outstanding, the last money for the “Bucks for Brains” program has pretty well been exhausted. Hopefully, the Governor will announce a “Bonds for Brains” program. The Finance Committee was informed, however, that there is approximately \$2M interest income on the last program that will also be eligible for match. He said there is a little room to maneuver; therefore, the University can receive some additional gifts that will be eligible for that remaining amount of money yet to be committed.

Mr. Reed commented that the University is getting contributions from long-time supporters, current and retired faculty, and former students who obviously must have been inspired greatly by teachers they had when they were at the University of Kentucky. This speaks extraordinarily well for the love of the University. He asked Mr. Mobley if he had any comments.

Mr. Mobley said that Mr. Reed’s words were exactly true.

Mr. Reed thanked Mr. Chellgren for the outstanding Finance Committee report and called upon Mr. Mather, Chairperson of the Ad Hoc Committee on Board Structure, for his report.

Q. Ad Hoc Committee on Board Structure Report

Dr. Mather reported that the Committee met on January 11th. It is mostly trying to come up with a list of items in terms of the consistency and operating methods across the various boards at the University. It is scheduled to meet again later in the afternoon to fine tune that list which is a prelude to an all day meeting on February 1st. He invited other Board members to attend, provided they want to sit through an all day session hearing about the various boards and bylaws.

Ms. Wilson said as a member of the Ad Hoc Committee on Board Structure she wanted to publicly thank Dr. Jack Blanton, his staff and everybody who was pressed to provide the materials for their meeting.

She said they had the pleasure of having Dr. and Mrs. Todd in Somerset, Kentucky last Friday night. Dr. Todd spoke at their annual Chamber of Commerce banquet. This is the second opportunity that Dr. Todd has come to the Somerset community. There will also be another opportunity for him to be in the area next week. She said his visits are very important to all the people in that area. A lot of people look up to the University and his presence there means a lot to everyone. She thanked him for his visits.

President Todd said she was certainly welcome. He and his wife, Patsy, enjoyed it.

R. Dr. Mather's Comments about Martin Luther King, Jr. Celebration

Dr. Mather commended President Todd for the excellent remarks he made on January 21st at the Martin Luther King celebration at Heritage Hall not only for his presence there and what he said but for the kind of contribution the University is making at this event both in terms of leadership and especially in terms of financial support. He said it was a wonderful event, and he was pleased to see the University being a key part of that ceremony.

S. University Relations Committee Report

Mr. Guthrie reported that the University Relations Committee met that morning. He expressed appreciation to Mary Margaret Colliver, Terry Mobley, and Stan Key for joining the members of the Committee giving them an overview of public relations, development and alumni activities at the University. The Public Relations Office, Tom Harris and Mary Margaret will either e-mail or fax to the Board major announcements and news releases on state-wide issues. They will try to keep the Board informed and let us know if we can help in any way with activities in Frankfort. He thanked the members of the staff for attending the meeting.

T. Other Comments

Ms. Sims praised the University of Kentucky cheerleaders for winning the national championship competition. She said the cheerleaders are ambassadors for the University, and she is proud of them. She noted that they had won the last eight championships.

Mr. T. Lynn Williamson, advisor to the Kentucky cheerleaders' program, was asked to stand and be recognized, following which he received a round of applause.

Dr. Plattner made the following remarks to Mr. Reed, acting chairperson for the meeting:

“On some very special occasions, the larger world that we hope for – the bigger world – takes place. And, if we’re very fortunate, we are present on that day. Mr. Reed, the door is open. We all try to role model in life so that people will walk through the doors with us. I am sure that your boyhood home of Munfordville in Hart County are cheering today.”

Mr. Reed received a round of applause.

Mr. Reed thanked Dr. Plattner and said she sure had a way with words. He said it was a very special day. He looked at yesterday’s celebration of the birth, life and times of Dr. Martin Luther King, Jr. and what that means to the nation and the state. He looked at the leadership the University provides and noticed Dr. Todd’s contributions so the ceremony could take place and the dream could continue to burn very well in the hearts and souls of many people across Kentucky. The University of Kentucky plays an instrumental role of a very important dream, and it is not lost upon him that the very next day, he is chairing the meeting with the trustees who have been unbelievably supportive at the University. He said he could not say enough about the University. He is so proud to be a part of the University and a part of everyone at the meeting. He repeated, “It is a very special day.” He said it may not show but he had suppressed tears of joy because it is such a special day for him. He thanked everyone.

U. Meeting Adjourned

With no further business to come before the Board, Mr. Reed adjourned the meeting at 2:12 p.m.

Respectfully submitted,

JoEtta Wickliffe
Secretary, Board of Trustees

(PR 2, 3A, 3B, 3C, 3D, 3E, 3F; AACR 1; FCR 1, 2, 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 15, and 16 which follow are official parts of the Minutes of the meeting.)