

# FCR 10

Office of the President  
June 12, 2007

Members, Board of Trustees:

## APPROVAL OF LEASE

Recommendation: that the Board of Trustees authorize the executive vice president for finance and administration to negotiate and execute:

A new operating lease between the University of Kentucky (Information Technology and UK HealthCare) and Lexington Holdings, LLC, 1500 Bull Lea Road, Suite 110, Lexington, Kentucky for space located within the Coldstream Research Campus, in the Lexhold International Center for Technological Innovation, Building B for the use of approximately 70,500 square feet of data center space, at an annual rate not to exceed \$2,000,000.

Background: At its June 14, 2005 meeting the Board of Trustees amended the Governing Regulations (SCGR 1) to require that all leases in excess of \$100,000 be approved by the Board of Trustees. The president or his designated representative is authorized to enter into leases and easements not exceeding \$100,000 in value.

The new data center located off-campus at the Coldstream Research Park would house the campus data center located in McVey Hall and the data center at the Chandler Medical Center. Relocating the campus data center will allow the university to reassign approximately 33,000 square feet of space in the core of campus for classrooms and faculty offices.

A comprehensive data center - - supporting research, administrative, and health care functions - - would be capable of offering substantial technological services. The computational research facilities also could support infrastructure needs for new economy businesses locating at Coldstream.

The lease would be funded by the university and the University Hospital.

---

Action taken:     Approved     Disapproved     Other    Withdrawn