

FCR 11

Office of the President
April 22, 2008

Members, Board of Trustees:

APPROVAL OF LEASE FOR EASTERN STATE HOSPITAL SITE AT
COLDSTREAM RESEARCH CAMPUS

Recommendation: that the executive vice president for finance and administration, or his designee, be authorized to negotiate and execute a lease between the University of Kentucky, as Lessor, and the Kentucky Cabinet of Health and Family Services, as Lessee, for Lot 35 in the Coldstream Research Campus, Lexington, Kentucky, which consists of approximately 28.85 acres. The terms of the lease will include annual rent of one dollar (\$1.00) for a period of ninety-nine (99) years.

Background: As part of an agreement between the Commonwealth of Kentucky, Kentucky Community and Technical College System (“KCTCS”), the Lexington-Fayette Urban County Government, and the University of Kentucky, the university is committed to facilitating the relocation and construction of a new Eastern State Hospital at Coldstream Research Campus.

As part of this agreement, construction of legislatively approved KCTCS buildings is proposed for location at the current Eastern State Hospital site. In recognition that KCTCS will have a residual presence within the university, the university and KCTCS will collaborate to designate and reallocate KCTCS buildings on the university’s campus.

The 2008 Kentucky General Assembly has approved the specific components of the agreement (House Bill 406).

Action taken: Approved Disapproved Other _____