

MINUTES OF THE FINANCE COMMITTEE
University of Kentucky Board of Trustees
May 8, 2012 – 11:00 AM
18th Floor Patterson Office Tower, Board Room

Committee Members Present

James Stuckert, Chairperson, Jo Curris, Keith Gannon, Bill Gatton, Pam May, Terry Mobley, Erwin Roberts, and Frank Shoop

Approval of Minutes

The minutes of the March 27, 2012, Finance Committee meeting were approved as presented.

FCR 1-3 Consent Items

Mr. Jim Stuckert, Chairperson, acknowledged a gift of \$1 million dollars from the Bernard Osher Foundation, and a gift of \$245,133 from the Estate of E. Vernon Smith to replace an unfulfilled pledge to the Research Challenge Trust Fund. Mr. Stuckert stated that on behalf of the University he wished to thank all the donors for their continued generous support. In addition, the Finance Committee supported the request to rename the Multicultural Studies Endowment to the Georgia Davis Powers Endowment in the Center for Research on Violence Against Women.

FCR 4 – 2011-12 Budget Revisions

Jim Stuckert recommended that the Board of Trustees authorize and approve the 2011-12 budget revisions. The budget revisions will increase the University's total budget by \$2.3 million from \$2,700,992,500 to \$2,703,381,800. Jo Curris moved for approval. Terry Mobley seconded, and the motion for approval unanimously carried.

FCR 5 – Capital Construction Report

Bob Wiseman, Vice President for Facilities Management, reported that during the quarter ending March 31, 2012, there were four new contracts; 10 change orders; two contract amendments; and two contracts completed. Frank Shoop moved for approval. Bill Gatton seconded, and the motion for approval unanimously carried.

FCR 6 – Proposed 2012-13 Tuition and Mandatory Fees Schedule

Dr. Eli Capilouto spoke on continuing to make the campus activities and finances more transparent. He thanked Angie Martin for her extraordinary job in putting together the budget plan. Tim Tracy, Interim Provost, is leading a group reviewing financial transparency and accountability and is doing an excellent job. Hollie Swanson, faculty member, is working with a group looking at faculty performance evaluations and rewards. Dr. Capilouto stated, "It's onward and upward for the University of Kentucky. I think everyone is aware of the conditions we are working on that it's called 'the new normal'. When we talk about traditional support we realize the cavalry is not coming, in fact, there may be no cavalry. We have to be resourceful in how we manage our resources, and how we leverage our assets to do so."

Angie Martin, Vice President for Financial Operations and Treasurer, presented the proposed 2012-13 Tuition and Mandatory Fees Schedule which reflects a six percent increase for undergraduate, resident tuition and mandatory fees. The recommendation aligns with the tuition parameters established by the Council on Postsecondary Education by maintaining the current floor for nonresident, undergraduate tuition and mandatory fees of at least two times the resident undergraduate rate; and market competitive tuition and mandatory fee rates for graduate and first-professional students. The University administration continues to work on the 2011-12 Operating and Capital Budget, and will present a recommendation to the Board at its June 19 meeting. Keith Gannon moved for approval. Frank Shoop seconded, and the motion for approval unanimously carried.

FCR 7 – Proposed 2012-13 Room and Board Rates

Angie Martin presented the proposed housing and dining rates. The proposed housing rates reflect no increase for traditional residence halls. The dining rates reflect an average increase of four percent for each of the four available plans. Students living in residence halls are required to purchase the Minimum Dining Plan. Terry Mobley moved for approval. Erwin Roberts seconded, and the motion for approval unanimously carried.

FCR 8 – Resolution for the Designation of an Agent for the Application of FEMA Assistance

Jim Stuckert requested that the Finance Committee approve a resolution designating Angela S. Martin, Vice President for Financial Operations and Treasurer for the University of Kentucky, to be the authorized agent for the University to execute an application with the appropriate state office for the purpose of obtaining federal financial assistance under the Disaster Relief Act or otherwise available from the President's Disaster Relief Fund. Frank Shoop moved for approval. Jo Curriss seconded, and the motion for approval unanimously carried.

Next Meeting

Tuesday, June 19, 2012, 11 AM, 18th Floor Patterson Office Tower Board Room

Respectfully submitted,

Barbara Royalty-Tatum
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