

UNIVERSITY of KENTUCKY
HOSPITAL COMMITTEE
February 9, 2007

MEMBERS PRESENT: Mr. Billy Wilcoxson
Ms. Mira Ball
Judge Phillip Patton
Ms. Myra Tobin

COMMUNITY ADVISORY
MEMBERS PRESENT: Mr. Luther Deaton
Ms. Pam Miller

ADVISORY
MEMBERS PRESENT: Dr. Lee Todd
Dr. Michael Karpf

GUESTS: Mr. James Hardymon
Mr. Stephen Branscum
Ms. JoEtta Wickliffe
Ms. Pam May
Dr. Jeff Dembo
Mr. Tom Harris
Mr. Jay Blanton
Ms. Ruth Booher
Mr. Harry Dadds
Mr. Frank Butler
Ms. Courtney Higdon
Ms. Barbara Jones
Mr. Sergio Melgar
Ms. Peggy Way

I. CALL TO ORDER

The meeting was called to order at 9:00 a.m. by Mr. Billy Wilcoxson.

II. APPROVAL OF THE MINUTES

The minutes were reviewed and approved.

III. CLOSED SESSION

A motion was made, seconded and approved by the committee to go into closed session.

IV. RECONVENE TO OPEN SESSION

The committee reconvened in open session.

V. VOTE ON PROPOSAL

A motion was made, seconded and approved to recommend that the Executive Committee of the Board of Trustees authorize University executive management to negotiate the terms and conditions of the transaction identified in the closed session. See UHC 1 attached.

VI. ADJOURN

Mr. Wilcoxson thanked everyone for attending and adjourned the meeting at 10:35 am.

UHCR 1

Office of the President
February 9, 2007

Members, University Hospital Committee of the Board of Trustees:

AUTHORITY TO NEGOTIATE TRANSACTION

Recommendation: the University Hospital Committee recommends that the Executive Committee of the Board of Trustees authorize executive management of the University, in its sound discretion, to negotiate the terms and conditions of the Transaction identified in the closed meeting of the University Hospital Committee on February 9, 2007, subject to final approval of the same by said Board of Trustees and requisite regulatory approvals. Frank A. Butler, Executive Vice President for Finance and Administration, Sergio Melgar, Vice President for Health Affairs and Chief Financial Officer for UK HealthCare, and each of them are authorized to negotiate the terms of the Transaction, execute the appropriate legal documents in connection with the negotiations and to take such further action as may be necessary or appropriate to finalize the terms for the Transaction to be presented to the Board of Trustees for approval.

Background: A real estate opportunity has been presented to the University (the "Transaction"). Executive Management needs the authority to negotiate terms of the Transaction in confidence until definitive terms are reached. The documents setting forth the definitive terms of the Transaction will be presented to the full Board of Trustees for final approval.

University management has determined that the Transaction is in the best interests of the University.

Action taken: Approved Disapproved Other _____