

Minutes of the Meeting of the Board of Trustees
University of Kentucky
Friday, June 21, 2019

The Board of Trustees of the University of Kentucky met on Friday, June 21, 2019, in Lewis Honors College.

A. Meeting Opened

E. Britt Brockman, Chair of the Board of Trustees, called the meeting to order at 1:01 p.m. Chair Brockman asked Angela Edwards, Secretary of the Board, to call the roll.

B. Roll Call

The following members of the Board of Trustees were present: Jennifer Y. Barber, Claude A. “Skip” Berry, III, Lee X. Blonder, James Booth, E. Britt Brockman, Michael Christian, Angela Edwards, Cammie DeShields Grant, Robert Grossman, Michael Hamilton, David V. Hawpe, Kimberly McCann, Elizabeth McCoy, David Melanson, Derrick Ramsey, Frank Shoop, Sandra Shuffett, Robert Vance, Rachel Watts Webb, and Barbara Young. Carol Martin “Bill” Gatton was not in attendance.

The University administration was represented by President Eli Capilouto, Athletics Director Mitch Barnhart, Provost David Blackwell, Vice President for Research Lisa Cassis, Vice President for Institutional Diversity Sonja Feist-Price, Vice President for University Relations Tom Harris, Executive Vice President for Finance and Administration Eric Monday, Executive Vice President for Health Affairs Mark Newman, and General Counsel William Thro.

The University faculty was represented by Chair of the University Senate Council Jennifer Bird-Pollan, and the University Staff Senate was represented by Chair of the Staff Senate Jon Gent.

Guests and members of the news media also were in attendance. Secretary Edwards announced a quorum was present.

C. Chairs Report

Chair Brockman reported that there had been no petitions to address the Board since the last Board of Trustees meeting and called attention to the 29 consent items on the agenda. The items were as follows:

Minutes	Board of Trustees meeting, April 30, 2019
PR 2	Personnel Actions
ASACR 1	Candidate for Degrees: December 2017
ASACR 2	Candidates for Degrees: May 2019
ASACR 3	Academic Degree Recommendation: College of Agriculture, Food, and Environment

ASACR 4	Deletion of Degree: College of Arts & Sciences
ASACR 5	Deletion of Degree: College of Health Sciences
FCR 1	Pledge from Jim Beam Brands Co.
FCR 2	Gifts from the Estate of Hazel Clay Arnold
FCR 3	Pledge from The Don Jacobs, Sr. Charitable Foundation, Inc.
FCR 4	Amendment to the Keeneland Professorship in Equine Veterinary Science Fund and New Pledge
FCR 5	Pledge from the Joseph W. Craft III Foundation
FCR 6	Establishment of the University of Kentucky Research Foundation Myron and Elaine Jacobson
FCR 7	Establishment and Liquidation of Quasi-Endowment Funds
FCR 8	Acceptance of Interim Financial Report for the Nine Months Ended March 31, 2019
FCR 9	Authorization, Issuance, and Sale of General Receipts Refunding Obligations of UK
FCR 10	Academic Year 2019-20 Tuition and Mandatory Fees Schedule
FCR 11	Fiscal Year 2019-20 Operating and Capital Budget
FCR 12	Disposal of Personal Property
FCR 13	Approval of Premises Lease Alpha Gamma Rho Fraternity
FCR 14	Acquire Telemedicine/Virtual ICU Information Technology Capital Project
FCR 15	Authorization of Lease for UK HealthCare Specialty Pharmacy
FCR 16	Approval of Improvements for the University of Kentucky Center on Drug and Alcohol Research
FCR 17	Renovate Warehouse Space (Phase Two) Capital Project
FCR 18	Repair/Upgrade/Expand Central Plants Cooling Plant #1 Tower Replacement
FCR 19	Renew/Modernize Facilities-Scovell Hall Design Only Capital Project
FCR 20	Upgrade/Renovate/Expand Research Labs Capital Project
FCR 21	Capital Construction Report
FCR 22	Patent Assignment Report

Chair Brockman asked if there were any requests to remove items from the consent agenda. Trustee Hamilton requested FCR 10 be removed from the consent agenda for further discussion. Chair Brockman announced that FCR 10 had been pulled for further discussion and asked if any additional items needed to be pulled. Hearing none, Chair Brockman asked for a motion for approval of the remaining items on the consent agenda. Trustee Christian moved approval, Trustee McCoy seconded the motion and the consent agenda passed without dissent. (See consent items on the Board of Trustees website, www.uky.edu/Trustees, under “Agenda”.)

Chair Brockman added, “On a personal note, I would like to congratulate former UK Trustee and current US Ambassador to Canada, Kelly Craft, for her nomination to serve as the US Ambassador to the United Nations, and congratulate her on her testimony Thursday, of this past week, regarding the same. We are proud of Ambassador and former Trustee Craft”.

Chair Brockman continued by reporting that the Executive Committee had met the day prior and discussed the process for evaluating President Capilouto’s performance for 2018-19.

D. Process for the 2018-19 Presidential Evaluation (ECR 1)

Chair Brockman stated ECR 1 was the recommendation that the Board of Trustees approve the process, attached timeline, and preliminary list of survey questions as part of the 2018-19 Presidential Evaluation. As background, pursuant to Section E, Evaluation, of President Eli Capilouto's Employment Agreement with the University of Kentucky Board of Trustees: An annual performance evaluation shall be performed in accordance with Governing Regulation II.E.2.c. In essence, ECR 1 initiates the six-month long process of the presidential evaluation. Chair Brockman asked if there was any discussion. Seeing none, he called for the vote and it passed without dissent. (See ECR 1 on the Board of Trustees website, www.uky.edu/Trustees, under "Agenda".)

E. Resolutions

Chair Brockman continued, "At this point, it is always a bittersweet time in the life of our Board when we say goodbye and thank you, but not a goodbye in a permanent sense, as we are all friends and will remain so, but goodbye in an official sense, to three of our Trustees."

Chair Brockman invited Trustee McCoy to come forward and read the first resolution honoring and commending

James H. Booth for his service to the UK Board of Trustees, the University, his community, and the Commonwealth.

WHEREAS, James H. Booth, member of the Board of Trustees since 2013, has diligently served the University of Kentucky with admirable acumen and dedication; and

WHEREAS, during his appointment, he offered his expertise and skills as Chairman of the Finance Committee of the Board of Trustees, and as a member of the Investment, University Health Care, and Audit and Compliance committees; and

WHEREAS, the Martin County native is an alumnus of Morehead State University, having earned his Bachelor of Business Administration while working in coal mining operations as an undergraduate student; and

WHEREAS, after graduation, Mr. Booth developed multiple surface and underground mining divisions into a conglomerate company known as Booth Energy, which provides natural resource energy to utilities around the country; and

WHEREAS, he has parlayed his success in the energy industry into multiple entrepreneurial ventures in retail operations and real estate holdings in several communities across Eastern Kentucky and Southern West Virginia; and

WHEREAS, Mr. Booth is an active member of his community, serving on the boards of the University of Pikeville, Inez Deposit Bank, East Kentucky Regional Industrial Development Authority, and the Kentucky Coal Association; having previously served as the past chairman of

the Kentucky Chamber of Commerce, the Board of Regents of Morehead State University, and as a former member of the Federal Reserve Board of Cincinnati; and

WHEREAS, a successful alumnus and entrepreneur, Mr. Booth has been inducted into the Morehead State University Alumni Hall of Fame and the Kentucky Entrepreneurial Hall of Fame.

NOW, THEREFORE, BE IT RESOLVED, that the University of Kentucky Board of Trustees does hereby adopt this resolution on June 21, 2019, and expresses, on behalf of the University community, our individual and collective gratitude to James H. Booth for his exemplary support and service, wishes him well in all of his future endeavors, and orders that this resolution be made part of the minutes of the meeting.

Trustee Booth received a round of applause. He thanked his fellow Board of Trustees members and stated “This University is in good hands. We have a great President here at UK and I am really pleased with what I've seen happen since I've been here. I have made some lifelong friends and I wish you all well.”

Chair Brockman invited Trustee Grant to come forward and read the next resolution honoring and commending

Angela L. Edwards for her service to the UK Board of Trustees, the University, her community, and the Commonwealth.

WHEREAS, Angela L. Edwards, member of the Board of Trustees since 2013, has diligently served the University of Kentucky with admirable acumen and dedication; and

WHEREAS, during her appointment, she offered her expertise and skills as Secretary of the Board of Trustees; Chair of the Academic and Student Affairs Committee; and member of the Executive, Audit and Compliance, and Human Resources and University Relations committees; and

WHEREAS, the Transylvania University and University of Kentucky College of Law alumna is Executive Vice President and Chief Executive Officer of the Lawyers Mutual Insurance Company of Kentucky; and

WHEREAS, a 2013 Top Lawyer and Kentucky *Super Lawyer*, she was formerly a Partner in the Litigation Department with the firm of Dinsmore and Shohl where she practiced in the areas of Employee Retirement Income Security Act litigation and commercial litigation; and

WHEREAS, she has served the Louisville Bar Association as past President, Secretary, and a member of the Diversity and Summer Internship Steering Committee; is a Life Member of the Sixth Circuit Judicial Conference; and a past Commissioner on the Kentucky Executive Branch Ethics Commission; and

WHEREAS, a successful alumna and legal leader, Ms. Edwards has served the higher education community as a member of the Board of Trustees of Saint Catharine College, the current Chair of

the Transylvania University Board of Regents, and a member of the University of Kentucky College of Law Visiting Committee.

NOW, THEREFORE, BE IT RESOLVED, that the University of Kentucky Board of Trustees does hereby adopt this resolution on June 21, 2019, and expresses, on behalf of the University community, our individual and collective gratitude to Angela L. Edwards for her exemplary support and service, wishes her well in all of her future endeavors, and orders that this resolution be made part of the minutes of the meeting.

Trustee Edwards received a round of applause. She stated “The opportunity to be here and to serve on this Board has been remarkable. Almost 30 years ago, I came down Broadway, across from Transy, to go to law school and all my achievements have happened because of my education and experience at Transy, and then here at the University of Kentucky. I feel so honored and privileged to have the opportunity to give back and to serve on this Board with terrific colleagues, staff, and the administration. To say that the experiences at the Law School were profound in my life would be an understatement. I mean, after all, I met my husband there. You are all so passionate about the University and inspire us all to be better. I think we inspire each other to be better trustees, advocates, and stewards for our University. Diversity, inclusion, and equity are so important to me and to the experiences that I had, as well as the experiences I want my children to have. I implore you to continue to be mindful of those issues. We have heard positive things over the time that I have been on the Board. There is never a ceiling, and there will always be room for improvement. I look forward to hearing the terrific and great things that will continue to happen here at the University of Kentucky.”

Chair Brockman invited Trustee Melanson to come forward and read the final Board resolution honoring and commending

David V. Hawpe for his service to the UK Board of Trustees, the University, his community, and the Commonwealth.

WHEREAS, David V. Hawpe, member of the Board of Trustees since 2013, has diligently served the University of Kentucky with admirable acumen and dedication; and

WHEREAS, during his appointment, he offered his expertise and skills as a member of the Academic and Student Affairs, Audit and Compliance, and Human Resources and University Relations committees; and

WHEREAS, from Louisville, Kentucky, Mr. Hawpe, after graduating from the University of Kentucky, began a 40-year career at his hometown newspaper, rising from Eastern Kentucky Bureau Reporter to Editor of the Courier-Journal; and

WHEREAS, under his leadership and tenure, the Courier-Journal won four Pulitzer Prizes; and

WHEREAS, throughout his career, he focused almost entirely on fostering diversity in American journalism, championing the important priorities of diverse staffing and coverage by news organizations; and

WHEREAS, Mr. Hawpe earned several industry and professional distinctions and awards, including the James Madison Award for Service to the First Amendment, the Distinguished Service Award by the National Associated Press Managing Editors, the National Walker Stone Prize, the Anthony Lewis Media Award for Public Advocacy, an honorary doctorate from Lindsey Wilson College, and a Nieman Fellowship and faculty appointment at Harvard University; and

WHEREAS, in his retirement, he has served on the Morehead State University Board of Regents, the University Press of Kentucky Editorial Board, and Kentucky Humanities Council; edited the recent book “Two Centuries of Black Louisville”; co-chaired the Jefferson County Recovery Court Project; and has been engaged in Kentucky state politics.

NOW, THEREFORE, BE IT RESOLVED, that the University of Kentucky Board of Trustees does hereby adopt this resolution on June 21, 2019, and expresses, on behalf of the University community, our individual and collective gratitude to David V. Hawpe for his exemplary support and service, wishes him well in all of his future endeavors, and orders that this resolution be made part of the minutes of the meeting.

Trustee Hawpe received a round of applause. He thanked his fellow trustees and described his history with the University as a child and later a student. “Over the years, I have covered and managed coverage of this University; I’ve lectured here under the auspices of the National Endowment for Humanities; I have taught as an adjunct; and served on the Board of Trustees. Against that backdrop and having worked one on one with every President in some capacity since Frank Dickie, I can say that I don’t think this institution has ever been better served by its leadership than it has been these few years. The campus has been revitalized and the institution’s service to Kentucky and academic opportunities has been enriched and expanded. Congratulations to the President and his team, who have made that happen. It has been a privilege to serve on the Board especially at a time of enormous progress. It has been a joy to have my lifelong relationship with this place culminate in this way. Thank you all for being great colleagues and thank you to the President and his team for all they have achieved and will accomplish.”

F. President’s Report (PR 1)

The President began, “I want to express my deep appreciation to our outgoing trustees. The advice and admonitions always stick with me, and the relationships and friendships we have created are always cherished. I appreciate the way you have extended a culture of caring first about this University above all else, and the fine principles and professionalism that you all exhibit. That’s easy on most days, but you did it on the hard days. You heard me say at commencement that over 150 years ago, two Kentuckians dreamed and asked a simple question: What is possible? President Lincoln made it possible for states to offer public education for the first time. John Bowman, also a Kentuckian, then seized the opportunity to establish this place. I often wonder what they would think today. Our founders acted upon a profound idea: That a university had a deep responsibility to change lives through unmatched higher education. That we had to be on the forefront of research and discovery to uplift this Commonwealth and every community in it. Today, we are still asking questions: What is possible? How can the University of Kentucky do more for Kentucky?”

A great meeting for a university president is when you get to do what I do during these meetings. I do not say much because all of the people who make the heavy lifts get to report on such exceptional progress. They keep those questions in mind. At the end of the year, I have to mention the highlights. Our graduation and retention rates are at record levels, and the 2018-19 commencement had not only record participation from graduates, but all those who attended as well. Our faculty and staff are earning more through steep competition, in the form of funded research – \$385 million. Dr. Cassis shared with me the double-digit increase that is likely this year.

Every day across every discipline – the arts, humanities, law – we see research that sheds light and insight on the difficult questions of our day, and that music and song can stir our souls. And I cannot stop talking about our Center on Drug and Alcohol Research. Twenty faculty across six different colleges worked nonstop for 90 days, to produce a pledge to reduce opioid deaths by 40 percent in 16 counties in three years. They earned \$87 million in support.

Our physicians and caregivers in UK HealthCare are recognized as the top hospital in Kentucky for the third year in a row. What I appreciate most is the culture of continuous quality improvement. We launched our Kentucky Can 21st Century Campaign and have worked hard to raise \$2.1 billion. Our college athletics program is well-rounded. It starts with our students, their welfare, and their success after they get here. Athletic Director Barnhart talked about the 4 for 40 program. I asked Mitch a year ago to build the ideal program in the country, so that we could look at our student athletes 10 years from now and understand not just that they graduated, but that they have meaningful and purposeful jobs. He has put together a new group to focus on that goal, and I am confident that we will achieve it. For that reason and many more, he was rightfully named the Athletic Director of the Year. This community is recognized by the Chronicle of Higher Education, Forbes, the mayor, and many others for our compassion, collaboration, and welcoming community. Why do I appreciate that so much?

I have always loved this quote from Eleanor Roosevelt: If you want to make yourself happy, make other people happy. Our people deserve these recognitions – it indicates that we are happy and that we work hard to make others happy. At the University of Kentucky, students, faculty, staff, and alumni, have boldly aspired to ask and answer those important questions: What is possible, and how can UK be more and do more for the Commonwealth and country. Our answers are a testimony to the power of “we”. We are a community built on trust and relationships. We ask and answer these questions every day, emboldened, undaunted, and full of determination and compassion for those we serve. Our people are what makes the difference. We have a \$4.2 billion budget and \$2 billion of it is spent on our people. It is not just their wages, but also their benefits which we think are competitive. It is precious when we invite those we choose to lead our colleges into this special community. They offer the academic home – I cannot emphasize the word “home” enough – for all our faculty.

There are several special guests we will introduce today including Professor Mary J. Davis, who will serve as Interim Dean for our College of Law during the next year as Dr. David Brennan completes his American Council on Education Fellowship. Professor Davis is the Ashland-Spears Distinguished Research Professor of Law and has been a member of UK Law faculty since 1991. To this interim role, she brings extensive academic and administrative knowledge. She was elected by the faculty to serve on the Dean's Advisory Executive Committee over 10 times. She served as

the Associate Dean of Administration and Faculty Development, and serves as the Associate Dean for Academic Affairs. She has been a Visiting Professor of Law at four universities and has been honored by this University for her excellence in teaching. Professor it is an honor to invite you up to say a few words.”

Professor Davis thanked President Capilouto and Provost Blackwell for the opportunity to serve the College of Law. “I have been a faculty member for 28 years and we have an extraordinary student body. They are talented, dedicated, and passionate about becoming members of the legal community, and serving their Commonwealth and their nation. I have learned about a world class faculty who are educators and researchers. They move the needle on law reform. They are active on the national and international stage. But in their heart, they are educators for our students, and that is their primary goal. I also have learned that our alumni are passionate about us. We value our alums for their enduring support. In my time as the Interim Dean of UK’s College of Law, I intend to serve with gratitude and passion to keep the College moving forward with optimism and with an appreciation for where we have been, and what we can do together. I intend to make my short time impactful and am looking forward to the opportunity. Thank you, I look forward to working with all of you.”

PR 4 Appointment of the Dean of Communication and Information

President Capilouto continued by introducing Dr. Jennifer Greer as the new Dean of the College of Communication and Information. “Dr. Greer is a tenured professor with 19 years of experience in academic administration at the University of Alabama and the University of Nevada, and currently serves as Associate Provost of the University of Alabama. She handles faculty personnel issues, faculty orientation and leadership programs, and several academic support and administrative units in Academic Affairs. She earned her doctorate from the University of Florida, a master’s degree from the University of Kansas, and undergraduate degrees from the University of Missouri. Please join me in welcoming Dr. Greer.”

“Good afternoon. It is an honor to be standing in front of you. I have been at the University of Alabama the last 12 years. So, one of the things I am most excited about, is that I get to stay in the SEC. Again, I want to thank the President and the Provost for inviting me to take this position. I have complete passion for this role. The College is well-positioned. There are amazing faculty and staff. We have incredible programs and research opportunities. We have service and outreach. We serve our professions. There are many opportunities that we can take advantage of. We are a central, foundational college at the University of Kentucky. We play a key role in the general education of all of our students, and we train them to be leaders in their professions. I want to work closely with our college leadership to come together and work collaboratively. Our professions and disciplines are merging rapidly in a digital era, and we have so much to learn and offer each other. We want to reach out across the University because communication and information are vital in everything we do. I know that we can play an even stronger service role and support role for all of the things going on at the University of Kentucky. Another big priority is working with the President, Provost, and EVPFA, to secure a state-of-the-art facility for our College that we can be proud of. I am confident that we can make this a reality. Again, I thank you all so much, and I thank you, Provost Blackwell, for the opportunity. I look forward to working with everyone.”

President Capilouto recognized the former Dean of the College of Communication and Information, Dr. Dan O’Hair and Derek Lane, who served as Interim Dean since August 2018.

PR 5 Appointment of the Dean of Education

The President announced Dr. Julian Vasquez Heilig as Dean of the College of Education. “Dr. Vasquez Heilig is an award-winning teacher and researcher who currently serves as Professor of Educational Leadership in Policy Studies, the Director of the Doctorate in Educational Leadership at California State University, Sacramento, and served the Hawaii State Conference as the NAACP Education Chair. He earned his PhD in Education Administration at Stanford University. Unfortunately, he is unable to join us today, as he is in the process of transitioning to our campus and community. He is excited and we look forward to him joining us at a future Board meeting. I also want to thank Dr. Mary John O’Hair, former Dean, and Dr. Rosetta Sandidge who served as Interim Dean.”

PR 6 Appointment of the Dean of Libraries

President Capilouto announced Doug Way as Dean of UK Libraries. “Mr. Way has served as Associate University Librarian for Collections and Research Services at the University of Wisconsin-Madison, where he provides leadership for the Collection Development and Management Resource Sharing and Scholarly Communications Program. He supervised a large staff and budget of \$12 million for the University’s 14 library system that welcomed a million visitors a year. Unfortunately, Mr. Way is unable to join us today, but will also be joining us at a future Board meeting. I want to thank Dr. Terry Birdwhistle for his service as Dean, and Dr. Deirdre Scaggs who was an excellent Interim Dean since 2017.”

PR 7 Appointment of the Dean of Social Work

The President introduced Dr. Jay Miller as Dean of the College of Social Work. “Dr. Miller is currently the Associate Dean for Research, and Associate Professor and Director of the Self Care Lab at the University of Kentucky. He has spent his career committed to improving the lives of children, families, and the professionals who serve them. Dr. Miller earned his doctoral degree from the University of Louisville, his master’s degree from Spalding University, and his undergraduate degree from Western Kentucky University. Join me in welcoming Dr. Miller to the podium.”

Dr. Miller thanked the Provost, the President, Associate Provost, and the rest of the team for their support and guidance. “I am excited for the opportunity to serve as the Dean of the College of Social Work. It is a fulfilling experience for me because I grew up in foster care in a small town about three hours from here. Though I have lived and worked all over the world, I joke that I am a Kentucky kid at heart. It is those personal experiences that drive my fervency and commitment to the work that I do and to the College of Social Work. I have the opportunity to engage with world class faculty, staff, and students. Expect big things from us! Thank you.”

The President continued, “This morning, the Provost recognized Ann Vail for her service as Interim Dean for four years. I was an Interim Dean three times in my life, and I had somebody

tell me one time that we are all interim. Forget the interim and just do the work, answering the question every day about what is best for your university or unit. That is the way all of these people who stepped in these roles took on the job. I also want to thank Provost David Blackwell. What was wonderful about the pools of candidates was that lots of people wanted to make the University of Kentucky their home. We had tough choices. Because of the Provost's intentionality, we had diversity reflected in those pools. And what else is important to the University – and should be important to all universities – is a diversity of perspective and diversity of stories. Thank you, Provost Blackwell, for your work.”

“At the end of this month, a long-time member of the UK family will retire after an extensive career spent serving this campus and every single student. Mr. John Herbst has been part of this campus for nearly 45 years and served as Executive Director of the Student Center since 1997. He has been nationally recognized for his work in Student Affairs. As evidenced by the new Gatton Student Center, he has thoughtfully and passionately advocated for a new campus living room and gathering rooms for many years. John played an integral role in the design and construction of the facility. He is a long-time advisor of Omicron Delta Kappa National Honor and Leadership Organization. He has built lasting relationships with former students, student leaders, and alumni. For several decades, John has anchored and organized one of the most important annual traditions at the University: Commencement activities. The event is the product of a year-round planning process, and as soon as it is over, John would start thinking about how to make the next year better. What has John provided? I like to say flawless commencements and countless memories for graduates and families. This last May, with his guidance, we celebrated the accomplishments of 4,000 graduates who decided to walk, out of our 5,300 total graduates. His contributions to this campus are too many to mention, but his time here has brought great distinction to this University and the Commonwealth. This afternoon in PR 3, we will present for your consideration, the honor of Staff Emeritus. Please join me in congratulating John Herbst.”

PR 3 University Staff Emeritus

The President stated, “I want to make a recommendation that the Board of Trustees confer upon John Herbst the title of University Staff Emeritus in recognition of his many years of service, dedication, and loyalty to the University of Kentucky.

Chair Brockman called for a motion to approve PR 3 and stated it will be standing as unanimous. He called for a second, and stated it was also unanimous. Chair Brockman asked if there was any discussion. Seeing none, he called for the vote and it passed without dissent. (See PR 3 on the Board of Trustees website, www.uky.edu/Trustees, under “Agenda”.)

Chair Brockman continued, “I have the distinct privilege of reading a resolution, honoring, and commending

John H. Herbst for his service to the UK Board of Trustees, the University, his community, and the Commonwealth.

WHEREAS, John H. Herbst, has thoughtfully and compassionately served the University of Kentucky family and its students since 1974, including 22 years as the Director of the Student Center; and

WHEREAS, the State University of New York-Geneseo and Boston College alumnus, Mr. Herbst spent his career in various student services and support roles prior to his tenure as Director and has been recognized nationally as an Outstanding Student Activities Director (1985) and the Outstanding Student Government Advisor (2000); and

WHEREAS, he provided essential leadership in the planning, construction, opening, and operation of the Bill Gatton Student Center, for which the Association of College Unions-International (ACUI) awarded the 2019 ACUI Facility Design Award of Excellence; and

WHEREAS, for many years, Mr. Herbst has dedicated his time to shaping the leadership skills of countless UK students as the advisor for Omicron Delta Kappa (ODK) National Honor Society, has served the organization at a national level as the National Convention Chair, and received the 2002 ODK Meritorious Service Award; and

WHEREAS, he has helped organize the University of Kentucky's Commencement Ceremonies since 1996, and served as Chair of the Commencement Committee since 2003, ensuring that every UK graduate received special recognition in receiving their degree; and

WHEREAS, Mr. Herbst has shared his expertise and passion for service with professional and community organizations, including the National Association for Campus Activities, Lexington Art League, the Downtown Lexington Revitalization Task Force, Lexington Festival Commission, Kentucky Bluegrass State Games, and the Lexington Cultural Center, among many others; and

WHEREAS, in addition to his long and celebrated career in higher education, Mr. Herbst is a Commercial Hot Air Balloon Pilot certified by the Federal Aviation Administration (FAA).

NOW, THEREFORE, BE IT RESOLVED, that the University of Kentucky Board of Trustees does hereby adopt this resolution on June 21, 2019, and expresses, on behalf of the University community, our individual and collective gratitude to John H. Herbst for his exemplary support and service, wishes him well in all of his future endeavors, and orders that this resolution be made part of the minutes of the meeting.

Mr. Herbst stated, "This is a very humbling time as I look around the room and see so many people that mean so much to me. At the University of Kentucky, we spend so much time together. I am so passionate for this University and all of our students past, present, and future. It has been the honor of my lifetime to work for the University of Kentucky and get to know many of you trustees, who hold that same passion for this institution – this great University. I am honored and privileged; it is the high point of my life. One of the most enlightening and enriching things that I have seen at this University is working for such a visionary person as Eli Capilouto. President Capilouto, you have my eternal thanks, and the same goes for my boss, Dr. Eric Monday. Thank you all so much for the privilege and honor to work for the University of Kentucky."

President Capilouto announced another long-time member of the UK family who is headed for retirement. “Carl Nathe has served the University’s Public Relations Office for more than 29 years. During his career, Carl covered news and events for our Gatton College of Business and Economics, the College of Agriculture, Food, and Environment, and served as UK’s PR Liaison to UK Athletics. For several years he produced the popular UK at the Half radio broadcast, and he is frequently an MC for press events and ribbon cuttings. Carl is known for two things: for several years he was the Public Address Announcer for UK football. It was always a good day when you heard Carl say, “First down, Kentucky”. And every graduating student who walks across the stage at Commencement gets to have their name announced by Carl Nathe in Rupp Arena – he does that so well. Carl will be around campus for post-retirement assignments, and he will continue his duties for UK football and Commencement. Thank you, Carl Nathe.”

The President continued by reading PR 4, the recommendation that the Board of Trustees approve the appointment of Dr. Jennifer Greer as Dean of the College of Communication and Information, effective August 1st, 2019.

Chair Brockman asked for a motion for approval. Trustee Shoop moved approval of PR 4. Trustee Shuffett seconded the motion and it passed without dissent. (See PR 4 on the Board of Trustees website, www.uky.edu/Trustees, under “Agenda”.)

The President continued by reading PR 5, the recommendation that the Board of Trustees approve the appointment of Dr. Julian Vasquez Heilig as Dean of the College of Education, effective July 1, 2019.

Chair Brockman asked for a motion for approval. Trustee Grant moved approval of PR 5. Trustee Hawpe seconded the motion and it passed without dissent. (See PR 5 on the Board of Trustees website, www.uky.edu/Trustees, under “Agenda”.)

The President continued by reading PR 6, the recommendation that the Board of Trustees approve the appointment of Doug Way as Dean of UK Libraries, effective July 15, 2019.

Chair Brockman asked for a motion for approval. Trustee Grossman moved approval of PR 6. Trustee Shuffett seconded the motion and it passed without dissent. (See PR 5 on the Board of Trustees website, www.uky.edu/Trustees, under “Agenda”.)

The President continued by reading PR 7, the recommendation that the Board of Trustees approve the appointment of Dr. Jay Miller as Dean of the College of Social Work, effective July 1, 2019.

Chair Brockman asked for a motion for approval. Trustee McCoy moved approval of PR 7. Trustee Blonder seconded the motion and it passed without dissent. (See PR 7 on the Board of Trustees website, www.uky.edu/Trustees, under “Agenda”.)

The President continued by introducing PR 8, the recommendation that the Board of Trustees approve awarding an Honorary Doctor of Engineering to F. Joseph Halcomb, III and

Honorary Doctor of Humane Letters to Porter G. Peeples, and an Honorary Doctor of Humane Letters to Doris, Y. Wilkinson, as approved and recommended by the University Faculty.

Chair Brockman asked for a motion for approval. Trustee Melanson moved approval of PR 8. Trustee Grossman seconded the motion and it passed without dissent. (See PR 8 on the Board of Trustees website, www.uky.edu/Trustees, under “Agenda”.)

G. Finance Committee Report

Chair Brockman stated FCR 10, recommending tuition and mandatory fees for the 2019-20 academic year was previously pulled from the consent agenda by Trustee Hamilton and is open for discussion.

Trustee Hamilton stated, “As the student representative in the room, I always take the time to heed warnings about increasing tuition costs. Today, it is hard to afford a college education, and when the costs go up, it becomes more inaccessible for students every day. I am thankful for the University for working around that and finding innovative ways to help students cover that cost. But, in any regard, when there is an increase on the table, I have to speak up and let the Board know that the students cannot continue to pay these increasing costs and bills”.

Chair Brockman thanked Trustee Hamilton and asked if there was further discussion concerning FCR 10. Seeing none, he called for a vote. The motion passed with 19 in favor and one opposed.

H. Investment Committee Report

Trustee McCoy reported the Investment Committee met the day prior to review performance results and conduct other business. The endowment pool had a market value of \$1.5 billion as of April 30, 2019 and gained an estimated three percent for \$45 million in the 10 month period. Real assets and global equity allocations were the primary contributors to the endowment pool performance for the period.

I. Health Care Committee Report

Trustee Young stated Trustee Vance needed to be excused and asked for her to deliver the Committee report. Trustee Young stated the University Health Care Committee held its Annual Retreat yesterday. As UK HealthCare begins the last year of its 2020 Strategic Plan, EVPHA Dr. Mark Newman, and several members of his executive team discussed key things that will drive UK HealthCare strategies and development for the future.

UK HealthCare is set to begin strategic planning for the next five years. John A. Perry, UK Associate Vice President for Philanthropy, presented the UK HealthCare and College of Medicine Philanthropy and Growth Plan. Craig Collins, Vice President and Chief Financial Officer, and Dr. Colleen Swartz, Vice President for Hospital Operations, discussed the Fiscal Year 2019, and year-to-date operating results. Strong volume and performance created favorable variances to the May year-to-date budget of \$28 million. Year-to-date total enterprise margin is

6.1 percent through May, above budget by 3.4 percent. The Committee approved the Fiscal Year 2020 budget, presented by Craig Collins.

Trustee Young continued her report by discussing clinical revenues which are projected at \$2.227 billion, and expenses which are projected to be \$2.178 billion, producing a net increase in assets of \$49 million. The budget included investments in the College of Medicine and the Electronic Health Record system. The Committee recommended approval of FCR 14, to acquire a clinical telehealth program, providing electronic intensive care unit technology at a budget of \$8 million. The Committee also recommended approval of FCR 15, to authorize the Executive Vice President for Finance and Administration to negotiate, and execute a building lease needed for UK HealthCare Specialty and Pharmacy Services for a 31,000 square foot space and annual costs not to exceed \$1,150,000.

The Committee recommended approval of FCR 16, authorizing improvements to lease space at Angliana Avenue in Lexington, estimated to be less than \$1 million, for the UK Center on Drug and Alcohol Research, in support of its recent federal grant award. The Committee also approved the Fiscal Year 2020 Enterprise Goals, presented by Dr. Swartz, for Adult Inpatient Ambulatory Children's Hospital, Eastern State Hospital and lastly, the Committee approved the list of providers submitted to the Medical Staff Committees for Privileges and Credentials of Chandler Hospital.

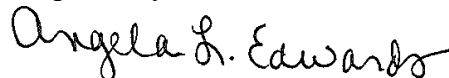
J. Other Business

Chair Brockman reminded the Board that John Herbst's retirement celebration at the Gatton Student Center begins immediately following the Board meeting and the next Board of Trustees meetings will be held Thursday, September 12, and Friday, September 13, at the Gatton Student Center.

K. Adjournment

With no further questions or discussion, the Board adjourned at 2:10 p.m.

Respectfully submitted,



Angela L. Edwards
Secretary, Board of Trustees

(PR 2, ASACR 1, ASACR 2, ASACR 3, ASACR 4, ASACR 5, FCR 1, FCR 2, FCR 3, FCR 4, FCR 5, FCR 6, FCR 7, FCR 8, FCR 9, FCR 11, FCR 12, FCR 13, FCR 14, FCR 15, FCR 16, FCR 17, FCR 18, FCR 19, FCR 20, FCR 21, and FCR 22 are official parts of the Minutes of the meeting)