

Minutes of the Meeting of the Executive Committee of the Board of Trustees of the University of Kentucky, Tuesday, January 21, 1986.

The Executive Committee of the Board of Trustees of the University of Kentucky met at 1 p.m. (Eastern Standard Time) on Tuesday, January 21, 1986 in the Board Room on the 18th floor of the Patterson Office Tower on the Lexington Campus.

A. Meeting Opened and Roll Called

Mr. Robert T. McCowan, Chairman, called the meeting to order at 1 p.m., and the invocation was pronounced by Mr. Lassetter.

The following members of the Executive Committee of the Board of Trustees answered the call of the roll: Mr. Robert T. McCowan (Chairman), Mr. William R. Black, Mr. Albert G. Clay, Mr. Tracy Farmer, Mr. T. A. Lassetter, and Mr. George W. Griffin, Jr. (Ex Officio Secretary). Members of the Board of Trustees attending the meeting were Mr. Thomas P. Bell, Mr. John S. Cain, Professor Timothy A. Cantrell, Governor Albert Benjamin Chandler (Honorary Trustee), Mr. Henry E. Hershey, Mr. R. Larry Jones, Professor James D. Kemp, Mr. Frank Ramsey, and Professor Constance P. Wilson. The University administration was represented by President Otis A. Singletary; Mr. James O. King, Vice President for Administration; Chancellors Peter P. Bosomworth, Art Gallaher, and Charles T. Wethington; Dr. Raymond R. Hornback, Vice President for University Relations; Mr. Edward A. Carter, Associate Vice President for Planning and Budget; Mr. John C. Darsie, General Counsel; Mr. Henry Clay Owen, Controller and Treasurer; and Dr. Paul G. Sears, Special Assistant for Academic Affairs.

Members of the various news media were also in attendance. The Secretary reported all members of the Executive Committee present, and the Chairman declared the meeting officially open for the conduct of business at 1:03 p.m.

B. Minutes Approved as Amended

Professor Kemp called attention to the information item regarding Professor David T. Kao on page 2 of the December 10, 1985 Minutes of the Meeting of the Board of Trustees in which the word "Civil" had been omitted in the name of the Department of Civil Engineering. Mr. Farmer moved that the correction be made and that the Minutes be approved as amended. His motion was seconded by Mr. Black and carried.

C. President's Report to the Trustees (PR 1)

President Singletary called attention to his monthly report to the Trustees, copies of which were distributed earlier, and recommended that it be read at their leisure. He reminded the Trustees of the

March 4, 1986 meeting of the Executive Committee, the reception for members of the General Assembly prior to the U.K.-Georgia basketball game on January 23, and the reception and dinner for the Trustees and their spouses prior to the U.K.-Auburn game on January 31. He also reminded the Trustees of the February 5 rally in Frankfort planned by the Kentucky Advocates for Higher Education including a luncheon at 12:30, meeting of the Advocates at 2:30, the main event at 5:00 at which former Governor James Hunt from North Carolina will speak, and a reception at 6:00. President Singletary encouraged as many members of the Board as possible to participate in the Frankfort rally for higher education. He announced that the UK - Vanderbilt game on February 5 has been changed from 7:35 to 8:05 in order to accommodate those attending the rally.

President Singletary reported that he and the other university presidents met with the Governor yesterday afternoon for an overview of the budget as it applies to higher education. He added that the presidents appeared to be very supportive of her proposed funding for higher education but that specifics must await her budget message which will be presented this evening.

D. Personnel Actions (PR 2)

With President Singletary so recommending, on motion made by Mr. Black, seconded by Mr. Clay and passed, the routine personnel actions in PR 2 were approved. (See PR 2 at the end of the Minutes.)

E. Executive Session Called

The Board members went into Executive Session at 1:10 p.m. to discuss a specific personnel matter. Following the Executive Session, the members of the Board reconvened at 1:21 p.m.

F. Promotion and Tenure Recommendation (PR 3A)

President Singletary recommended that Dr. Joseph Murray Hayse not be promoted to the rank of Associate Professor or granted tenure at the University of Kentucky. Mr. Clay so moved. His motion was seconded by Mr. Lassetter and unanimously carried. (See PR 3A at the end of the Minutes.)

G. Acceptance of Gift from Ashland Oil, Incorporated (PR 3B-1)

President Singletary indicated his pleasure in recommending the acceptance of two gifts, both of which are directly related to members of the Board. He then recommended that the Board accept the gift of \$200,000 from Ashland Oil, Incorporated, which is the first installment of a five-year commitment of \$1,000,000. President Singletary again expressed his thanks and appreciation to Mr. McCowan and his colleagues at Ashland Oil for their support.

Mr. McCowan indicated that the first \$800,000 of this gift will fund the Otis A. Singletary Professorship in the Humanities in honor of President Singletary's contributions to the University. The other \$200,000 will fund laboratory improvements in the Department of Chemical Engineering, College of Engineering.

Mr. Clay, on behalf of the Board and University community, expressed thanks to Ashland Oil for its great contribution and moved that the Board accept the \$200,000 gift. Mr. Clay's motion was seconded by Mr. Black and unanimously carried. (See PR 3B-1 at the end of the Minutes.)

H. Acceptance of Gift from International Business Machines Corporation (PR 3B-2)

President Singletary then indicated his pleasure in recommending that the Board accept the gift of \$1.6 million from the International Business Machines Corporation, and gave much credit to Mr. Lassetter for the gift. The gift, consisting of computer equipment and software, will serve to enhance the educational and academic research programs in computer-aided graphics, design, engineering and manufacturing through the establishment of a computer-aided design laboratory. Mr. Black, on behalf of the Board of Trustees, expressed appreciation to I.B.M. for its tremendous support and moved acceptance of the \$1.6 million gift. His motion was seconded by Mr. Clay and unanimously carried. (See PR 3B-2 at the end of the Minutes.)

I. Associate Degree Program--Somerset Community College (PR 4A)

On motion made by Mr. Clay, seconded by Mr. Farmer and carried, the Board authorized for submission to the Council on Higher Education a new degree program, Associate Degree in Applied Science, Physical Therapy Assistant, for the Somerset Community College. The motion, seconded by Mr. Farmer, carried without dissent. (See PR 4A at the end of the Minutes.)

J. University of Kentucky Center on Aging Foundation, Incorporated (PR 6)

President Singletary recommended that the Board approve the Articles of Incorporation of the University of Kentucky Center on Aging Foundation, Incorporated and authorize future gifts in support of same to be deposited and accounted for in the University of Kentucky Center on Aging Foundation, Incorporated. Mr. Farmer so moved. His motion was seconded by Mr. Black and carried without dissent. (See PR 6 at the end of the Minutes.)

K. Interim Financial Report (FCR 1)

Mr. Clay, Chairman of the Finance Committee, reported that the committee met on the morning of January 21 and reviewed three agenda items to be presented for action. He then moved that the financial report for the five months ended November 30, 1985 be accepted. Mr. Clay's motion was seconded by Mr. Farmer and it was so ordered. (See FCR 1 at the end of the Minutes.)

L. Disposal of Personal Property (FCR 2)

On motion made by Mr. Clay, seconded by Mr. Lassetter and passed, approval was given for the disposition of obsolete and surplus equipment as recommended in FCR 2. (See FCR 2 at the end of the Minutes.)

M. Easement to Veterans Administration Medical Center (FCR 3)

With the concurrence of the Finance Committee, Mr. Clay moved that the Vice Chancellor for Administration, Lexington Campus, be authorized and directed to execute to the United States of America for and on behalf of the Veterans Administration, a permanent easement for an access road and driveways to serve the Veterans Administration Medical Center situated on University Drive, University of Kentucky campus. Mr. Clay's motion was seconded by Mr. Black and unanimously carried. (See FCR 3 at the end of the Minutes.)

N. Kentucky Advocates for Higher Education

Mr. McCowan praised the Kentucky Advocates for Higher Education for their time and effort in getting the message across the state of the need for additional funding for higher education. He stated that the involvement of community leaders in emphasizing the importance of higher education was healthy for the Commonwealth and would indicate to the elected political leadership that the future of the Commonwealth would depend largely on the progress that is made in education. He joined President Singletary in encouraging the members of the Board of Trustees to attend the rally in Frankfort on February 5.

O. Meeting Adjourned

There being no further business, the meeting was adjourned at 1:30 p.m.

Respectfully submitted,

George W. Griffin, Jr.
Ex Officio Secretary
Executive Committee
Board of Trustees

(PR's 2, 3A, 3B-1, 3B-2, 4A, and 6, and FCR's 1, 2, and 3 which follow are official parts of the Minutes of the meeting.)

Office of the President
January 21, 1986

PR 2

Members, Executive Committee, Board of Trustees:

Personnel Actions

Recommendation: (1) that approval be given to the attached appointments and/or other staff changes which require Board action; and (2) that the report relative to appointments and/or changes already approved by the administration be accepted.

Background: The attached recommended appointments and/or other staff changes require approval by the Board of Trustees in accordance with Part VIII-B of the Governing Regulations of the University. These recommendations are transmitted to the Board by the appropriate chancellor through the President and have his concurrence.

Under the Governing Regulations, the authority to make certain appointments and/or other staff changes is delegated to the President or other administrators who are required to report their actions to the Board. This report follows the recommendations requiring Board approval.

Action taken: Approved Disapproved Other

Date: JANUARY 21, 1986

0197

CENTRAL ADMINISTRATION

I. BOARD ACTION

A. RETIREMENT

University Relations

Gano, Amelia F., Staff Assistant V, Alumni Affairs,
after 26 consecutive years of service, effective
January 31, 1986.

COMMUNITY COLLEGE SYSTEM

I. BOARD ACTION

A. ADMINISTRATIVE APPOINTMENTS

Maysville Community College

Kraemer, David L., Associate Professor in the Community College System (with tenure), Chairman, Division of Business and Related Technologies, 1/1/86 through 6/30/88.

Jefferson Community College

Ecker, David P., Assistant Professor in the Community College System, Chairman, Division of Humanities, Natural Sciences and Related Technologies, Southwest Campus, 1/1/86 through 6/30/88.

Southeast Community College

Newberry, Anthony L., Associate Professor in the Community College System (with tenure), Associate Director for Instruction, effective 1/1/86.

II. ADMINISTRATIVE ACTION

A. ACADEMIC APPOINTMENTS

Ashland Community College

Shytle, Louise C., Instructor in the Community College System, 11/18/85 through 6/30/86.

Hazard Community College

Fraley, Douglas A., Assistant Professor in the Community College System, 12/1/85 through 6/30/86.

Jefferson Community College

Besser, Mary P., Instructor in the Community College System, 1/1/86 through 6/30/86.

Bickers, Bobbi, Instructor in the Community College System, 1/1/86 through 6/30/86.

Boyd, Jerry W., Instructor in the Community College System, 1/1/86 through 6/30/86.

Graffis, Debbie, Instructor in the Community College System (voluntary), 10/1/85 through 6/30/86.

Houchin, Martha, Assistant Professor in the Community College System, 1/1/86 through 6/30/86.

Johnson, Helen, Instructor in the Community College System, 1/1/86 through 6/30/86.
Obetz, Mary, Instructor in the Community College System (voluntary), 1/1/86 through 6/30/86.
Watkins, Sally, Instructor in the Community College System (voluntary), 1/1/86 through 6/30/86.
Wilburn, Mark S., Instructor in the Community College System, 1/1/86 through 6/30/86.

Lexington Community College

Beihn, Robert, Instructor in the Community College System (voluntary), 1/1/86 through 6/30/86.
Collins, Judith A., Instructor in the Community College System (voluntary), 1/1/86 through 6/30/86.
Henry, Robert G., Instructor in the Community College System (voluntary), 1/1/86 through 6/30/86.
Wells, Paul D., Instructor in the Community College System, 1/1/86 through 6/30/86.

Maysville Community College

Doster, Steven J., Instructor in the Community College System, 1/1/86 through 6/30/86.

Southeast Community College

Tolliver, Delmar S., Instructor in the Community College System, 1/1/86 through 6/30/86.
Wilder, Kathy, Instructor in the Community College System (voluntary), 9/1/85 through 5/31/86.

B. ADMINISTRATIVE APPOINTMENTS

Jefferson Community College

Riedling, Gerald L., Professor in the Community College System (with tenure), Acting Associate Director for Academic Affairs, Downtown Campus, 1/1/86 through 5/31/86.

C. REAPPOINTMENTS

Jefferson Community College

Billings, Thomas, Instructor in the Community College System (voluntary), 1/1/86 through 6/30/86.
Cramer, Larry, Instructor in the Community College System (voluntary), 11/1/85 through 6/30/86.
Denton, Deborah, Instructor in the Community College System (voluntary), 1/1/86 through 6/30/86.

Dingess, Randall G., Instructor in the Community College System (voluntary), 1/1/86 through 6/30/86
Foster, Ervin, Instructor in the Community College System (voluntary), 11/1/85 through 6/30/86.
Hand, Michael D., Instructor in the Community College System (voluntary), 1/1/86 through 6/30/86.
Helseth, David C., Instructor in the Community College System (voluntary), 1/1/86 through 6/30/86.
Johnson, Maritza B., Instructor in the Community College System (voluntary), 1/1/86 through 6/30/86
Necessary, Lillian W., Instructor in the Community College System (voluntary), 1/1/86 through 6/30/86
Olivencia, Jose R., Instructor in the Community College System (voluntary), 1/1/86 through 6/30/86.
Robinson, Margaret P., Assistant Professor in the Community College System, 1/1/86 through 6/30/86.
Still, Jay F., Instructor in the Community College System (voluntary), 1/1/86 through 6/30/86.

Southeast Community College

Baker, Lee Roy, Instructor in the Community College System (voluntary), 9/1/85 through 5/31/86.
Cornelius, Gary, Instructor in the Community College System (voluntary), 9/1/85 through 5/31/86.
Gayheart, Wade, Instructor in the Community College System (voluntary), 9/1/85 through 5/31/86.
Gentry, Patrick, Instructor in the Community College System (voluntary), 9/1/85 through 5/31/86.

D. LEAVES OF ABSENCE

Paducah Community College

Kepner, Mary K., Assistant Professor in the Community College System, sabbatical leave at one-half salary, 1/1/86 through 6/30/86.

Southeast Community College

Noe, Roger, Associate Professor in the Community College System (with tenure), leave of absence without pay, 1/7/86 through 4/15/86.

LEXINGTON CAMPUS

I. BOARD ACTION

A. ACADEMIC APPOINTMENTS

College of Agriculture

Gates, Richard S., Assistant Professor, Agricultural Engineering,
12/9/85 through 6/30/86.

Petrites-Murphy, Marie B., Assistant Professor, Veterinary
Science, 1/15/86 through 6/30/86.

College of Law

Moore, Escum L., Professor (part-time), 1/1/86 through 4/30/86.

B. ADMINISTRATIVE APPOINTMENTS

Graduate School

Johnston, Ian M., Geological Section Head, Kentucky Geological
Survey, effective 11/18/85.

C. REAPPOINTMENTS

College of Law

Brabant, Thomas C., Professor (part-time), 1/16/86 through
5/15/86.

D. RETIREMENTS

College of Agriculture

Nichols, Charles W., Agricultural Technician I, Management
Operations, after 29 consecutive years of service,
effective 2/28/86.

College of Business and Economics

Massie, Joseph L., Professor (with tenure), Management, after
39.5 consecutive years of service, effective 2/1/86.

College of Social Work

Miller, Dorothy A., Professor (with tenure)*, after 16.5
consecutive years of service, effective 3/10/86.

Vice Chancellor for Academic Affairs

Griffin, Willis H., Director, International Programs, and
Associate Professor (with tenure), Social and
Philosophical Studies, College of Education, after 20
consecutive years of service, effective 12/31/85.

Vice Chancellor for Administration

Blakeman, James H., Disabled Staff, Employee Benefits and Risk Management, after 20 consecutive years of service, effective 2/1/86.

Massey, G. Harold, Disabled Faculty, Employee Benefits and Risk Management, after 16.5 consecutive years of service, effective 2/1/86.

Moore, Lagatha L., Disabled Staff, Employee Benefits and Risk Management, after 34.5 consecutive years of service, effective 2/28/86.

E. POST-RETIREMENT APPOINTMENTS

Vice Chancellor for Academic Affairs

Griffin, Willis H., Director (part-time), International Programs, 1/1/86 through 6/30/86.

II. ADMINISTRATIVE ACTION

A. ACADEMIC APPOINTMENTS

College of Arts and Sciences

Miller, Robert J., Instructor (part-time), Religious Studies, 1/1/86 through 5/31/86.

College of Education

Culatta, Janet, Instructor (part-time), Special Education, 10/1/85 through 12/31/85.

Monahan, Dana, Instructor (part-time), Special Education, 10/1/85 through 12/31/85.

Libraries

Dial, Ron, Librarian IV, Newspapers/Periodicals/Microfiche, 1/2/86 through 6/30/86.

B. REAPPOINTMENTS

College of Arts and Sciences

Alfino, Mark R., Instructor (part-time), Philosophy, 1/1/86 through 5/31/86.

Burgett, James E., Instructor (part-time), German, 1/1/86 through 5/31/86.

Osgood, Christopher J., Assistant Research Professor, Biological Sciences, 7/1/85 through 6/30/86.

Sorokin, Larisa, Instructor (part-time), Russian and Eastern Studies, 1/1/86 through 5/31/86.

White, Ronald F., Instructor (part-time), Philosophy, 1/1/86 through 5/31/86.

College of Home Economics

Ruddy, Sue Gibson, Instructor (part-time), Administration, 1/1/86 through 5/31/86.

C. CHANGE IN STATUS

College of Education

Stevens, Kay B., from Instructor, Special Education, to Lecturer, Special Education, 7/1/85 through 6/30/86.

Libraries

Vass, Mary Miller, from Librarian IV, Collection Development, to Librarian IV, Education Library, 1/1/86 through 6/30/86.

D. LEAVES

College of Arts and Sciences

Belmore, Susan, Associate Professor (with tenure), Psychology, Sick leave with pay, 9/27/85 through 12/31/85.

MEDICAL CENTER

I. BOARD ACTION

A. ACADEMIC APPOINTMENTS

College of Dentistry

Kaplan, Alan L., Associate Professor (Adjunct Series),
Community Dentistry, 11/1/85 through 6/30/86.

College of Medicine

Revelette, W. Robert, Assistant Research Professor,
Physiology & Biophysics, 1/1/86 through 6/30/86.

B. ADMINISTRATIVE APPOINTMENTS

College of Medicine

Nikitovitch-Winer, Miroslava B., Professor (with tenure),
and Chairperson, Anatomy, reappointed Chairperson,
Anatomy, 12/1/85 through 11/30/91.

Young, A. Byron, Professor (with tenure), Surgery,
named Chairperson, Surgery, 2/1/86 through 1/31/92.

University Hospital

Clark, Murray B., Jr., named Chief Financial Officer,
effective 1/1/86.

C. JOINT APPOINTMENTS

College of Pharmacy

Haley, Boyd E., Professor (with tenure), joint appointment
as Professor (without tenure), Biochemistry, College
of Medicine, effective 7/1/85.

Watt, Davis S., Professor (with tenure), joint appointment
as Professor (without tenure), Chemistry, College of
Arts and Sciences, effective 11/1/85.

D. CORRECTION IN MINUTES

College of Medicine

Perdue, Michael, from Assistant Professor, Medical Micro-
biology & Immunology, to Senior Scientist (temporary),
Medical Microbiology & Immunology, 3/1/86 through

8/31/86. Note: To correct Senior Scientist to Senior Scientist (temporary) as reported in the December 10, 1985 Minutes.

E. TERMINAL REAPPOINTMENTS

College of Pharmacy

Olson, Jack W., Assistant Professor, 12/1/85 through 11/30/86.

F. RETIREMENTS

Medical Retirement

Ambulatory Medical Services

Gorham, Carl J., Clinical Service Technician II, Ambulatory Services Administration, after 21 consecutive years of service, effective 12/31/85.

II. ADMINISTRATIVE ACTION

A. ACADEMIC APPOINTMENTS

College of Allied Health Professions

McEntyre, Linda, Clinical Instructor (voluntary), Physical Therapy, 11/30/85 through 6/30/88.

College of Dentistry

Baluyut, Arlene, Clinical Instructor (voluntary), Community Dentistry, 12/1/85 through 6/30/86.

Bernstrom, Richard E., Clinical Instructor (voluntary), Community Dentistry, 11/1/85 through 6/30/86.

Collins, Donald R., Clinical Instructor (voluntary), Community Dentistry, 11/1/85 through 6/30/86.

College of Medicine

Combs, Greta L., Assistant Clinical Professor (voluntary), Family Practice, 12/1/85 through 6/30/88.

Gilinsky, Norman H., Assistant Professor, Medicine, 12/15/85 through 6/30/86.

Green, Steven D., Assistant Clinical Professor (voluntary), Family Practice, 12/1/85 through 6/30/88.

Jarboe, Charles D., Assistant Clinical Professor (voluntary), Family Practice, 12/1/85 through 6/30/88.

Levy, Liza, Assistant Clinical Professor (voluntary), Family Practice, 12/1/85 through 6/30/88.

Martin, Lowell D., Assistant Clinical Professor (voluntary),

Family Practice, 12/1/85 through 6/30/88.
Ulrich, Dennis A., Assistant Clinical Professor (voluntary),
Family Practice, 12/1/85 through 6/30/88.

College of Pharmacy

Bahr, Debra E., Clinical Instructor (voluntary), 10/1/85
through 6/30/88.

B. ADMINISTRATIVE APPOINTMENTS

College of Allied Health Professions

Miller, Ralph M., Acting Medical Director (part-time),
(temporary), Clinical Nutrition, 1/1/86 through
6/30/86.

C. REAPPOINTMENTS

College of Medicine

Beatty, C. Patrick, Assistant Clinical Professor
(voluntary), Anesthesiology, 7/1/85 through 6/30/88.
Cullen, John W., Assistant Clinical Professor (voluntary),
Anesthesiology, 7/1/85 through 6/30/88.
Stumbo, W. Grady, Assistant Clinical Professor (voluntary),
Family Practice, joint as Assistant Clinical Professor
(voluntary), Preventive Medicine & Environmental
Health, 7/1/85 through 6/30/88.

D. CHANGES

College of Medicine

Bendfeldt, Fernando Z., from Assistant Professor,
Psychiatry, to Assistant Professor*, Psychiatry,
11/1/85 through 6/30/86.

E. LEAVES OF ABSENCE

College of Medicine

Haley, John W., Professor (with tenure), Behavioral
Science, Sabbatical leave at full-salary, 7/1/86
through 12/31/86.

College of Nursing

Withrow, Cora F., (with tenure), Leave without pay,
2/4/86 through 6/30/86.

Office of the President
January 21, 1986

PR 3A

Members, Executive Committee, Board of Trustees:

PROMOTION AND TENURE RECOMMENDATION

Recommendation: that Dr. Joseph Murray Hayse not be promoted to the rank of Associate Professor or granted tenure at the University of Kentucky.

Background: The reasons for this recommendation are contained in the attached memorandum; the recommendation is brought to the Board in order to comply with a decision of the Court of Appeals of Kentucky interpreting the University's administrative regulations as applied in this case.

Action taken: Approved Disapproved Other

Date: JANUARY 21, 1986.

January 21, 1986

Members, Executive Committee, Board of Trustees:

In 1978 Dr. Joseph Murray Hayse, then a faculty member in the University's Honors Program, was considered for promotion from the rank of Assistant to Associate Professor and for tenure in the University System. He was recommended for promotion and tenure by the faculty and Director of the Honors Program. However, the Dean of Undergraduate Studies recommended against promotion and tenure. Dr. Hayse's promotion file was then forwarded to the Academic Area Advisory Committee for the Humanities and to the Dean of the Graduate School, both of whom recommended against promotion and tenure. The Dean of Undergraduate Studies advised Dr. Hayse that he would not be promoted or awarded tenure and that the decision was final.

Thereafter, Dr. Hayse brought suit against the Board of Trustees and Dr. John Stephenson, the then Dean of Undergraduate Studies, contending, among other things, that the University had not properly applied its administrative regulations in his case and that various of his Constitutional rights had been violated in the process. The Circuit Court entered a Summary Judgment in favor of the University. This decision was appealed by Dr. Hayse to the Kentucky Court of Appeals. The Court of Appeals reversed the Circuit Court's decision and remanded the case to the Circuit Court.

As interpreted by the Court of Appeals, the University's administrative regulations required that Dr. Hayse's case be considered by both the President and the Board of Trustees.

Accordingly, I have asked Dr. Art Gallaher, the Chancellor of the Lexington Campus, to review Dr. Hayse's promotion file. (Since the reorganization of the University, the duties of the former Vice President for Academic Affairs in this respect have been assumed by the Chancellor.)

Chancellor Gallaher has reviewed Dr. Hayse's promotion file and has recommended to me that he not be promoted or granted tenure. I have reviewed Dr. Hayse's file and noted the following:

- A. The Director and faculty of the Honors Program recommended unanimously for promotion and tenure.
- B. The Dean of Undergraduate Studies (to whom the Honors Program Director reported) after consultation with an ad hoc faculty committee, disapproved the proposal.

- C. The Academic Area Advisory Committee for the Humanities considered the file and found that Dr. Hayse's publication record "...does not meet the standards that have been applied to all other cases which have come before the Committee." The Area Committee also found that:

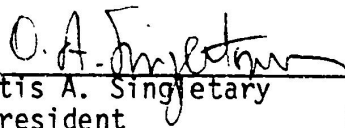
"Nothing has been published, and neither the articles which have been accepted by journals nor the book-length manuscripts offer strong evidence that Dr. Hayse will distinguish himself as a scholar."

Accordingly, the Area Committee did not recommend promotion or tenure for Dr. Hayse.

- D. The Dean of the Graduate School concurred with the Area Committee; he found that:

"Dr. Hayse's performance in scholarly writing does not appear to meet the universal requirements for promotion in other humanities fields, let alone, meet adequate or average standards."

In view of all of the above, I find no compelling reason to overturn the recommendations of the Dean, the Area Committee and the Chancellor. I, therefore, join in their opinion that Dr. Hayse not be promoted to the rank of Associate Professor or granted tenure.



Otis A. Singletary
President

Office of the President
January 21, 1986

PR 3B-1

Members, Executive Committee, Board of Trustees:

ACCEPTANCE OF GIFT FROM
ASHLAND OIL, INCORPORATED

Recommendation: that the Board of Trustees accept the gift of \$200,000 from Ashland Oil, Incorporated.

Background: The \$200,000 gift from Ashland Oil represents the first installment of a five-year commitment of \$1,000,000 to the University to be allocated as follows: \$800,000 to fund a professorship in the humanities and \$200,000 to fund an upgrade in the laboratories in Chemical Engineering.

Under the policy adopted by the Board of Trustees on November 19, 1965, gifts in excess of \$100,000 are required to be accepted by the Board of Trustees.

Action taken: Approved Disapproved Other

Date: JANUARY 21, 1986.

1186D

Office of the President
January 21, 1986

PR 3B-2

Members, Executive Committee, Board of Trustees:

ACCEPTANCE OF GIFT
FROM
INTERNATIONAL BUSINESS MACHINES CORPORATION

Recommendation: that the Board of Trustees accept the gift of \$1.6 million from the International Business Machines Corporation.

Background: The \$1.6 million gift from I.B.M. consists of computer equipment and software which will be utilized by several colleges. This equipment will serve to enhance the educational and academic research programs in computer-aided graphics, design, engineering and manufacturing through the establishment of a computer-aided design laboratory.

Under the policy adopted by the Board of Trustees on November 19, 1965, gifts in excess of \$100,000 are required to be accepted by the Board of Trustees.

Action taken Approved Disapproved _____ Other _____

Date: JANUARY 21, 1986.

1186D

Office of the President
January 21, 1986

PR 4A

Members, Executive Committee, Board of Trustees:

ASSOCIATE DEGREE PROGRAM IN THE
COMMUNITY COLLEGE SYSTEM
SOMERSET COMMUNITY COLLEGE

Recommendation: that the Board of Trustees authorize for submission to the Council on Higher Education a new degree program, Associate Degree in Applied Science, Physical Therapy Assistant, for the Somerset Community College.

Background: The Council on Higher Education is empowered to define and approve all higher education associate degree programs.

Somerset Community College has worked with the local Advisory Board and other appropriate individuals and groups in determining the need for graduates from the program. The Kentucky Chapter of the American Physical Therapy Association is on record with its support for a second program in the state. This program will help meet the need for physical therapy assistants in Somerset and the surrounding region.

Approval by the Board of Trustees is required prior to submission to the Council on Higher Education.

Action taken: Approved Disapproved _____ Other _____

Date: JANUARY 21, 1986.

Office of the President
January 21, 1986

PR 6

Members, Executive Committee, Board of Trustees:

UNIVERSITY OF KENTUCKY CENTER ON AGING FOUNDATION, INCORPORATED

Recommendation: that the Board of Trustees approve the attached Articles of Incorporation of the University of Kentucky Center on Aging Foundation, Incorporated and authorize future gifts in support of same to be deposited and accounted for in the University of Kentucky Center on Aging Foundation, Incorporated.

Background: The proposed non-profit corporation will be created to solicit gifts in support of multidisciplinary research, education and service activities in the biomedical, social and behavior sciences. Support is especially needed for research and administrative space, endowed professorships, and seminal research efforts exploring new avenues of inquiry.

Over the past decade aging programs of the University of Kentucky have made great strides. The University's Center on Aging has gained national prominence through its excellent biomedical research activities and tuition-free education program for older adults. With the burgeoning growth of the older population in our country and the critical health care needs facing our society, this is an area which will grow in importance for educational and medical institutions alike in the future. In order to build on the excellent track record of the Center on Aging and to ensure the continued growth and success of these efforts, we are proposing to establish the University of Kentucky Center on Aging Foundation to enhance our fund raising capabilities. Article XIII of the attached Articles of Incorporation requires that any amendments to the articles be approved by the Board of Trustees of the University prior to the filing of same with the Secretary of State.

Action taken: Approved Disapproved Other

Date: JANUARY 21, 1986

ARTICLES OF INCORPORATION
OF
UNIVERSITY OF KENTUCKY
CENTER ON AGING FOUNDATION, INC.

KNOW ALL MEN BY THESE PRESENTS THAT:

We, William R. Markesbery, M.D., Peter P. Bosomworth, M.D., and Wimberly C. Royster, Ph.D., the undersigned, acting as incorporators of a non-profit corporation under the provisions of Chapter 273 of the Kentucky Revised Statutes, do hereby adopt the following Articles of Incorporation:

ARTICLE I

The name of the corporation shall be the University of Kentucky Center on Aging Foundation, Inc.

ARTICLE II

The period of duration of the corporation shall be perpetual unless terminated pursuant to law.

ARTICLE III

The corporation is organized exclusively to support the educational, research and clinical activities of multi-disciplinary gerontology programs of the University of Kentucky and to foster the development of education, research and service in the field of aging across the many disciplines within the total University community. To that end, the purposes of the corporation shall include, but not be limited to, the following:

(1) To solicit and receive gifts, bequests and devises of things of value and accept the same (subject to such conditions and trusts as may be imposed thereon) for the exclusive benefit of the Aging Programs of the University of Kentucky.

(2) To build an endowment fund and such other funds as may be desirable; and further, to advise as to the creative management of said

funds; and further, to disburse therefrom, from time to time, such monies as may be determined by the hereinafter named Board of Directors, all in accordance with the limitations of any gifts, bequests or devises which may come to the corporation.

(3) To assist in raising and holding the funds necessary to construct a long term care facility or other facilities deemed necessary and appropriate for the teaching and research programs of the Center on Aging.

(4) To foster and support educational and research activities in, but not limited to, the following areas: the nature and causes of Alzheimer's disease and other dementing disorders; other diseases as they specifically affect the older patient, basic and applied research pertaining to age-related issues in the biomedical sciences and the social and behavioral sciences.

(5) To foster and support educational and service activities for older persons and individuals who provide services and care for older persons which promote independence, continued learning and enhanced quality of life.

(6) To conduct any and all activities related or appurtenant to the above purposes through any and all necessary means within the lawful provisions of the Kentucky Revised Statutes.

(7) To support the educational, scientific and care programs of the Center on Aging.

ARTICLE IV

The University of Kentucky shall serve as fiscal agent for the corporation and, as such, receive and hold in an agency account all monies received by and on behalf of the corporation and expend therefrom such monies as may be authorized by the corporation.

ARTICLE V

The corporation shall have all powers granted by the laws of the Commonwealth of Kentucky so long as such powers are consistent with the qualifying provisions of Section 501(c)(3) of the Internal Revenue Code for such corporations.

ARTICLE VI

In the event of dissolution of the corporation, the assets of the corporation shall be distributed to the University of Kentucky, for the use and benefit of its Center on Aging, to be held and administered in accordance with any restrictions, conditions or limitations imposed thereon; provided, however, if the University of Kentucky at the time of dissolution is not qualified, not in existence, or unwilling or unable to accept said assets, then the assets shall go to the Commonwealth of Kentucky for exclusively public purposes.

ARTICLE VII

The address of the initial registered office of the corporation is: 101 Sanders-Brown Building, University of Kentucky, Lexington, Kentucky 40536-0230 and the name of its initial registered agent is: William R. Markesbery, M.D., whose address is 101 Sanders-Brown Building, University of Kentucky, Lexington, Kentucky 40536-0230.

ARTICLE VIII

The affairs of the corporation shall be regulated, managed, controlled and conducted by a Board of Directors to be appointed by the Board of Trustees of the University of Kentucky, upon the recommendation of the President of the University. The Board shall consist of 25 members, one of whom shall be the Chancellor of the Chandler Medical Center, University of Kentucky; one

of whom shall be the Chancellor for the Lexington Campus, University of Kentucky, one of whom shall be the Vice Chancellor for Research and Dean of the Graduate School, one of whom shall be the Dean of the College of Medicine, University of Kentucky, one of whom shall be the Director of the Center on Aging, University of Kentucky; and one of whom shall be the Associate Director for Behavioral and Social Sciences at the Sanders-Brown Center on Aging. The remaining 19 members of the Board of Directors shall be appointed from the public at large.

The terms of the members of the Board of Directors shall be as stated in the By-Laws of the corporation.

ARTICLE IX

The number of directors constituting the initial board shall be three and the names and addresses of the initial directors who are to serve until their successors are duly appointed and qualified are: Peter P. Bosomworth, M.D., A301 W. Wright Medical Plaza, University of Kentucky, Lexington, Kentucky 40536-0223; William R. Markesbery, M.D., 101 Sanders-Brown Building, University of Kentucky, Lexington, Kentucky 40536-0230; and Wimberly C. Royster, Ph.D., 359 Patterson Office Tower, University of Kentucky, Lexington, Kentucky 40506-0027.

ARTICLE X

The officers of the corporation shall consist of a president, one or more vice presidents, a secretary, a treasurer and such other officers (and assistant officers) as may be deemed necessary by the Board of Directors. The officers shall be elected or appointed at such time and in such manner and for such terms as may be prescribed in the By-Laws. Any two of the offices of vice-president, secretary, and treasurer may be combined in one person. The officers of the corporation may be designated by such additional titles as may be provided by the By-Laws.

ARTICLE XI

The names and addresses of the incorporators are: Peter P. Bosomworth, M.D., A301 W. Wright Medical Plaza, University of Kentucky, Lexington, Kentucky 40536-0223; William R. Markesbery, M.D., 101 Sanders-Brown Building, University of Kentucky, Lexington, Kentucky 40536-0230; and Wimberly C. Royster, Ph.D., 359 Patterson Office Tower, University of Kentucky, Lexington, Kentucky 40506-0027.

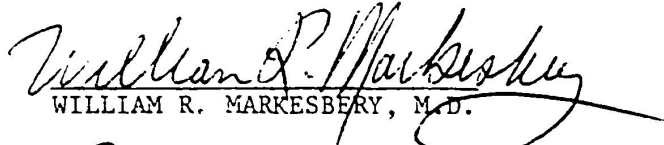
ARTICLE XII

No part of the funds or assets of the corporation shall inure to the benefit of, or be distributable to, officers or directors of the corporation, or other private persons. No substantial part of the activities of the corporation shall be the carrying on of propaganda, or otherwise attempting to influence legislation, and the corporation shall not participate in, or intervene in (including the publishing or distribution of statements) any political campaign on behalf of any candidate for public office. Notwithstanding any other provision of these articles, the corporation shall not carry on any other activities not permitted to be carried on (a) by a corporation exempt from Federal income tax under section 501(c)(3) of the Internal Revenue Code of 1954 (or the corresponding provision of any future United States Internal Revenue Law) or (b) by a corporation, contributions to which are deductible under section 170(c)(2) of the Internal Revenue Code of 1954 (or the corresponding provision of any future United States Internal Revenue Law).

ARTICLE XIII

These Articles of Incorporation shall be amended by the adoption of an amendment at a meeting of the Board of Directors upon receiving the vote of two-thirds (2/3) of the directors in office and approval of the Board of Trustees of the University of Kentucky.

IN TESTIMONY WHEREOF, the undersigned have hereunto subscribed their hands this the 11th day of December, 1985.


WILLIAM R. MARKESBERY, M.D.

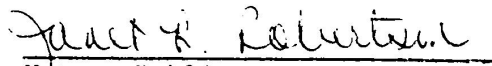

PETER P. BOSOMWORTH, M.D.


WIMBERLY C. ROYSTER, Ph.D.

STATE OF KENTUCKY)
(SCT.
COUNTY OF FAYETTE)

The foregoing Articles of Incorporation of the University of Kentucky Center on Aging Foundation, Inc. were acknowledged before me by William R. Markesbery, on this the 11th day of December, 1985.


My commission expires: 11-20-86.


Notary Public
State of Ky at large, KY

STATE OF KENTUCKY)
(SCT.
COUNTY OF FAYETTE)

The foregoing Articles of Incorporation of the University of Kentucky Center on Aging Foundation, Inc. were acknowledged before me by Peter P. Bosomworth, on this the 11th day of December, 1985.

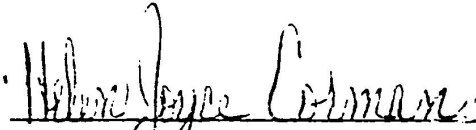
My commission expires: February 15, 1989.


Notary Public
State of Kentucky at Large, KY

STATE OF KENTUCKY)
(SCT.
COUNTY OF FAYETTE)


The foregoing Articles of Incorporation of the University
of Kentucky Center on Aging Foundation, Inc. were acknowledged before
me by Wimberly C. Royster, on this the 11th day of December,
1985.

My commission expires: October 23, 1988.


Notary Public

State of Ky. at Large, KY

THIS INSTRUMENT PREPARED BY:


R. Bruce Lankford
Office of Legal Counsel
Room 2 - Admin. Bldg.
University of Kentucky
Lexington, Kentucky 40506-0032

Office of the President
January 21, 1986

FCR 1

Members, Executive Committee, Board of Trustees:

INTERIM FINANCIAL REPORT

Recommendation: that the Board of Trustees accept the University of Kentucky financial report for the five months ended November 30, 1985.

Background: As of November 30, 1985, the University of Kentucky had realized income of \$213,203,436, representing 50% of the 1985-86 estimate of \$424,331,143. Expenditures and commitments total \$165,060,170 or 39% of the approved budget of \$424,331,143.

Action taken: Approved Disapproved Other

Date: JANUARY 21, 1986

Statement 1

University of Kentucky
Balance Sheet
November 30, 1985
With Comparative Figures for 1984-85

ASSETS

	1985-86	1984-85
Current Funds		
Unrestricted		
Cash and cash equivalents	\$ 36,539,308	\$ 31,475,006
Total cash and cash equivalents	36,539,308	31,475,006
Investments		
Accounts receivable	1,538,060	1,215,982
Accrued interest	5,607,967	2,353,458
Inventories	582,778	1,055,679
Unrealized income (Statement 3)	6,219,676	6,211,380
Total unrestricted	141,913,535	131,117,356
Total unrestricted	192,401,324	173,428,861
Restricted		
Cash in banks and cash equivalents	9,457,643	11,995,333
Cash on deposit with State Treasurer	1,138,241	1,925,792
Total cash and cash equivalents	10,595,884	13,921,125
Accrued interest receivable		
Inventory	502,933	403,866
Investments	112,732	113,500
Short term (Schedule 1)		
Other	37,008,501	32,200,665
Unrealized income	6,491	5,430
Restricted (Statement 3)		
Tobacco Research Trust Fund (Statement 3)	16,458,273	13,664,370
Total restricted	3,039,559	1,967,811
Total restricted	67,724,373	62,276,767

University of Kentucky
Balance Sheet
November 30, 1985
With Comparative Figures for 1984-85

	1985-86	1984-85
LIABILITIES AND FUND BALANCES		
Current Funds		
Unrestricted		
Outstanding encumbrances	\$ 4,279,466	\$ 7,030,624
Due to other funds and affiliated corporations	679,883	62,512
Accounts payable - county funds		48,230
Accrued expenses - disability, w/c, unemployment	5,714,760	2,185,882
Deferred income	203,761	20,401
Accrued vacation	4,513,900	4,243,900
Unencumbered balance, departmental appropriations (Statement 4)	167,034,642	153,047,705
Fund balances		
Allocated for working capital (Statement 2)	9,974,912	6,789,607
Total unrestricted	-----	-----
	192,401,324	173,428,861
	-----	-----
Restricted		
Payroll deposits	8,255,671	11,009,595
General fund collections	1,254,583	7,981,770
Outstanding encumbrances	568,053	531,647
Due to other funds and affiliated corporations	19,045,738	14,716,987
Deferred income	1,370	45,535
Refundable deposits	93,689	87,816
Other liabilities	102,541	107,521
Accrued interest	113,485	
Realized income in excess of estimate/Mining & Mineral Trust Fund	107,752	102,570
Unencumbered balance, departmental appropriations (Statement 4)	15,542,053	11,254,434
Unencumbered balance, Tobacco Research Trust Fund appropriation (Statement 4)		
Fund balances	2,654,021	3,353,966
Restricted fund (Statement 2)	17,167,157	12,139,928
Contracts and grants	595,476	
Tobacco Research Trust Fund - unallocated funds (Statement 2)	1,465,795	582,490
Mining and Minerals Trust Fund (Statement 2)	756,989	362,508
Total restricted	-----	-----
	67,724,373	62,276,767
	-----	-----

Statement 1

University of Kentucky
Balance Sheet
November 30, 1985
With Comparative Figures for 1984-85

	1985-86	1984-85
ASSETS		
Hospitals and Clinics		
Due from other funds and affiliated corporations	25,671,957	21,378,802
Accounts receivable, net of allowance for doubtful accounts of \$2,593,930 in 1985-86 and \$9,874,064 in 1984-85	21,984,375	14,999,081
Inventories	1,114,811	816,643
Unrealized income	36,455,965	39,990,394
Total hospital and clinics	85,227,108	77,184,920
Housing and dining system		
Cash and cash equivalents	4,393,076	3,943,314
Total cash	4,393,076	3,943,314
Accrued interest receivable	145,782	231,735
Accounts receivable	663,887	677,362
Inventories	674,925	707,923
Prepaid expenses	363,038	344,254
Unrealized income (Statement 3)	10,147,484	13,406,927
Total housing and dining system	16,388,192	19,311,515
Other auxiliary enterprises		
Cash and cash equivalents	1,834,254	1,822,405
Total cash	1,834,254	1,822,405
Accounts receivable	94,602	158,008
Inventories	745,563	759,974
Unrealized income (Statement 3)	3,220,643	4,050,880
Total auxiliary enterprises	5,895,062	6,791,267
TOTAL CURRENT FUNDS	\$ 367,636,059	\$ 338,993,330

University of Kentucky
Balance Sheet
November 30, 1985
With Comparative Figures for 1984-85

	1985-86	1984-85
LIABILITIES AND FUND BALANCES		
Hospitals and clinics		
Outstanding encumbrances	18,937	111,500
Accounts payable	4,457,841	4,246,082
Accrued vacation	1,056,111	1,057,693
Unexpended balance, departmental appropriation (Statement 4)	59,611,602	50,047,413
Fund balances - allocated (Statement 2)		
Working capital	16,036,641	19,643,940
Future operating purposes	4,045,976	2,078,292
Total fund balance (Statement 2)	20,082,617	21,722,232
Total hospital and clinics	85,227,108	77,184,920
Housing and dining system		
Accrued expenses	215,858	227,923
Accrued wages	117,529	88,388
Accrued vacation	215,000	215,000
Accounts payable	293,254	242,132
Due to other funds and affiliated corporations	874,909	1,824,357
Refundable deposits	81,497	88,026
Deferred income	2,069,460	1,625,686
Unexpended balance, departmental appropriation (Statement 4)	11,021,787	13,901,885
Fund balance		
Allocated for future operations - scholarships	400,000	
Allocated for future operations - other	365,353	1,098,118
Allocated for working capital	733,545	
Total fund balances	1,498,898	1,098,118
Total housing and dining system	16,388,192	19,311,515
Other auxiliary enterprises		
Outstanding encumbrances	29,750	92,084
Due to other funds and affiliated corporations	270,380	709,380
Prepaid expenses	3,406,868	3,997,644
Unencumbered balance, departmental appropriation (Statement 4)		
Fund balances - allocated	941,225	974,346
Working capital	1,246,839	1,017,813
Future operating purposes	2,188,064	1,992,159
Total fund balance (Statement 2)	5,895,062	6,791,267
Total other auxiliary enterprises	\$ 367,636,059	\$ 338,993,330
TOTAL CURRENT FUNDS		

Statement 1

University of Kentucky
Balance Sheet
November 30, 1985
With Comparative Figures for 1984-85

	1985-86	1984-85
ASSETS		
Loan funds		
Cash in bank	\$ 1,800,612	\$ 1,394,030
Notes receivable, net allowance for doubtful accounts of \$2,231,193 in 1985-86 and \$2,489,679 in 1984-85	13,551,757	12,541,203
Due from other funds and affiliated corporations	2,000	900
Due from United Student Aid loan fund	-----	2,000
TOTAL LOAN FUNDS	\$ 15,354,369	\$ 13,938,133
	-----	-----
Endowment funds		
Investments	\$ 25,787,315	\$ 22,741,963
TOTAL ENDOWMENT FUNDS	\$ 25,787,315	\$ 22,741,963
	-----	-----
Plant funds		
Unexpended		
Cash on deposit with State Treasurer	\$ 50,718,887	\$ 35,216,481
Cash and cash equivalents	50,718,887	35,216,481
Total cash on deposit with State Treasurer	-----	-----
Construction in progress	19,971,222	12,490,121
Due from other funds and affiliated corporations	7,906,184	8,341,581
Total unexpended plant funds	78,596,293	56,048,183
	-----	-----

Statement 1

University of Kentucky
Balance Sheet
November 30, 1985
With Comparative Figures for 1984-85

LIABILITIES AND FUND BALANCES

	1985-86	1984-85
Loan funds		
Accumulated interest income	1,559,827	2,127,304
Total liabilities	1,559,827	2,127,304
Fund balances		
U. S. Government grants refundable	12,070,973	10,167,596
University funds	1,723,569	1,643,233
Total university loan funds	\$ 15,354,369	\$ 13,938,133
Endowment funds		
Fund balances	\$ 25,787,315	\$ 22,741,963
TOTAL ENDOWMENT FUNDS	\$ 25,787,315	\$ 22,741,963
Plant funds		
Unexpended		
Outstanding encumbrances	\$ 11,955,453	\$ 7,322,482
Bonds payable	24,600,000	13,364,412
Bond anticipation notes payable	3,500,000	3,500,000
Fund balances allocated for construction - renovation	42,040,840	31,861,289
Total unexpended plant funds	78,596,293	56,048,183

Statement 1

University of Kentucky
Balance Sheet
November 30, 1985
With Comparative Figures for 1984-85

	1985-86	1984-85
ASSETS		
Renewal and replacement Cash and cash equivalents	\$ 3,575,615	\$ 2,661,900
Total cash	3,575,615	2,661,900
Accrued interest receivable Investments held by Trustees	61,339 1,799,354	27,737 1,621,281
Total renewal and replacements	5,436,308	4,310,918
Retirement of indebtedness Cash on deposit with State Treasurer	50,000	56,560
Total cash	50,000	56,560
Accrued interest receivable Investments held by Trustees Due from other funds and affiliated corporations	305,383 19,242,701	251,392 18,172,722 122,500
Total retirement of indebtedness	19,598,084	18,603,174
Investment in plant Land Buildings Equipment	23,830,545 321,087,673 143,217,282	25,251,981 310,857,071 130,073,463
Total investment in plant	488,135,500	466,182,515
TOTAL PLANT FUNDS	\$ 591,766,185	\$ 545,144,790
Agency funds Cash in bank Accounts receivable Due from other funds and affiliated corporations Investments short - term (Schedule 1)	\$ 317,614 15,000	\$ 449,112 3,979 15,000
TOTAL AGENCY FUNDS	\$ 332,614	\$ 468,240

University of Kentucky
 Balance Sheet
 November 30, 1985
 With Comparative Figures for 1984-85

LIABILITIES AND FUND BALANCES

	1985-86	1984-85
Renewal and replacement		
Outstanding encumbrances		4,475
Due to other funds and affiliated corporations	534,455	65,180
Fund balances		
Restricted (Schedule 4)	1,154,000	1,154,000
Unrestricted (Schedule 4)	3,747,853	3,087,263
Total fund balances	4,901,853	4,241,263
Total renewal and replacements	5,436,308	4,310,918
Retirement of indebtedness		
Bonds payable (Schedule 3)	1,078,000	1,168,000
Fund balances (Schedule 3)	18,520,084	17,435,174
Total retirement of indebtedness	19,598,084	18,603,174
Investment in plant		
Bonds payable	116,608,000	115,435,588
Notes payable	185,624	371,248
Bonds Anticipation Notes Payable	7,700,000	4,200,000
Lease purchase obligation	3,835,000	4,060,000
Net investment in plant	359,806,876	342,115,679
Total investment in plant	488,135,500	466,182,515
TOTAL PLANT FUNDS	\$ 591,766,185	\$ 545,144,790
Agency funds		
Due to other funds and affiliated corporations	\$ 50,910	
Outstanding encumbrances	1,560	
Funds held in custody for others	280,144	\$ 468,240
TOTAL AGENCY FUNDS	\$ 332,614	\$ 468,240

Statement 2

University of Kentucky
Statement of Changes in Fund Balances-Current Funds
Five Months Ended November 30, 1985

	Unrestricted Allocated	Other Restricted	Tobacco Research Trust Fund	Mining and Minerals Trust Fund	Hospitals and Clinics	Housing Dining System Funds for Future Operating Purposes	Other Auxiliary Enterprises
Fund balances July 1, 1985	\$ 22,213,612	\$ 17,762,633	\$ 1,465,795	\$ 756,989	\$ 32,617,617	\$ 1,498,898	\$ 2,188,064
Realized income	142,517,675	9,349,687	1,260,441	107,752	49,356,071	8,305,077	2,306,733
Realized income in excess of estimate				(107,752)			
Unrealized income	141,913,535	16,458,273	3,039,559		36,455,965	10,147,484	3,220,643
Total estimated income	284,431,210	25,807,960	4,300,000	0	85,812,036	18,452,561	5,527,376
Less fund balance appropriated	12,238,700				12,535,000		
Net current estimated income	272,192,510	25,807,960	4,300,000		73,277,036	18,452,561	5,527,376
Total available	294,406,122	43,570,593	5,765,795	756,989	105,894,653	19,951,459	7,715,440
Current year expenditures/encumbrances	117,396,568	10,265,907	1,645,979		26,200,434	7,430,774	2,120,508
Unencumbered balances, appropriations	167,034,642	15,542,053	2,654,021		59,611,602	11,021,787	3,406,868
Total authorized appropriations	284,431,210	25,807,960	4,300,000	0	85,812,036	18,452,561	5,527,376
Fund balances November 30, 1985	\$ 9,974,912	\$ 17,762,633	\$ 1,465,795	\$ 756,989	\$ 20,082,617	\$ 1,498,898	\$ 2,188,064

University of Kentucky
 Summary of Current Funds Revenues and Appropriated Balances
 Five Months Ended November 30, 1985 With Comparative Figures for 1984-85

Fund and Source	1985-86			1984-85		
	Estimated for the Year	Realized to Date	% Realized to Date	Estimated for the Year	Realized to Date	% Realized to Date
Unrestricted						
Student Fees	\$ 42,636,316	\$ 22,823,106	54	\$ 40,950,200	\$ 19,862,211	49
Federal appropriations	14,084,136	5,174,286	37	13,727,230	5,865,754	43
County appropriations	3,185,100	557,371	17	3,035,961	468,203	15
Endowment and trust fund income	679,200	191,123	28	279,200	147,616	53
Investment income	9,225,400	3,813,742	41	7,806,200	3,930,348	50
Gifts and grants						
UKRF	2,634,000			4,346,200	259,742	6
The Fund	861,300					
Mining and Minerals	1,638,700	500				
Other funds	175,000	20,634	12	349,100		
Other	861,400	231,277	27	1,167,835	500,597	43
Sales, services, other income	9,894,858	4,226,176	43	8,774,983	3,390,682	39
Subtotal	85,875,410	37,038,215	43	80,436,909	34,425,153	43
State appropriations	186,317,100	93,240,760	50	170,376,300	85,270,700	50
Fund balance appropriated	12,238,700	12,238,700	100	12,876,746	12,876,746	100
Total unrestricted	284,431,210	142,517,675	50	263,689,955	132,572,599	50
Restricted						
Tobacco Research Trust Fund						
Appropriations	4,300,000	1,260,441	29	3,200,000	1,232,189	39
Fund balance appropriated				1,604,000	1,604,000	100
Total Tobacco Research Trust Fund	4,300,000	1,260,441	29	4,804,000	2,836,189	59
Mining & Minerals Trust Fund						
Other Restricted	25,807,960	9,349,687	36	20,501,764	6,837,394	33
Hospitals and clinics						
State appropriations	1,017,000	508,500	50	7,281,800	3,640,900	50
Hospital earned income-net	72,260,036	36,312,571	50	66,682,090	30,332,596	45
Appropriated fund balance	12,535,000	12,535,000	100			
Total hospital and clinics	85,812,036	49,356,071	58	73,963,890	33,973,496	46
Housing and dining system	18,452,561	8,305,077	45	21,326,720	7,919,793	37
Auxiliary Enterprises	5,527,376	2,306,733	42	6,749,913	2,699,033	40
TOTAL CURRENT FUNDS AND APPROPRIATED BALANCES	\$ 424,331,143	\$ 213,203,436	50	\$ 391,036,242	\$ 186,941,074	48

University of Kentucky
 Summary of Current Funds Expenditures
 Five Months Ended November 30, 1985
 With Comparative Figures for 1984-85

Fund or Function	1985-86			1984-85		
	Appropriation for the Year	Expended to Date	% Expended to Date	Appropriation for the Year	Expended to Date	% Expended to Date
Unrestricted						
Instruction	121,662,802	43,736,956	36	100,135,583	44,849,509	45
Summer Session - 1985	2,227,973	1,683,034	76	2,286,149	1,734,060	76
Research	22,857,485	9,813,264	43	23,300,864	10,965,004	47
Public service	30,117,077	13,042,223	43	29,066,485	12,015,573	41
Academic support	29,553,718	12,372,549	42	17,023,446	6,777,004	40
Student services	8,410,997	3,533,877	42	7,229,796	3,017,521	42
Staff Benefits	7,333,052	2,266,094	31	21,360,891	3,024,220	14
Institutional support	17,535,357	8,557,765	49	16,936,192	6,383,677	41
Maintenance and operation of plant	26,303,454	10,149,567	39	22,485,154	8,981,454	42
Renovation, office furniture, etc.	1,196,446	1,005,314	84	1,515,921	1,440,808	95
Debt service	12,426,700	8,918,916	72	10,407,400	9,445,410	91
Scholarships and fellowships	4,806,149	2,317,009	48	4,156,298	1,983,010	48
Reserves				7,785,776	25,000	
Total unrestricted	284,431,210	117,396,568	41	263,689,955	110,642,250	42

Schedule 1

University of Kentucky
 Schedule of Short Term Investments
 November 30, 1985

	Maturity Value	Cost
Restricted Current Funds		
Government securities		
U.S. Treasury Notes, 7.875%, 5/15/86	\$ 685,000	\$ 685,000
U.S. Treasury Notes, 11.375%, 8/15/86	4,000,000	4,100,000
U.S. Treasury Notes, 11.625%, 10/31/86	4,000,000	4,107,500
U.S. Treasury Notes, 10.75%, 3/31/87	3,000,000	3,079,688
U.S. Treasury Notes, 12.0%, 5/15/87	5,250,000	5,506,758
U.S. Treasury Notes, 12.5%, 5/15/87	4,750,000	5,023,867
U.S. Treasury Notes, 9.125%, 5/31/87	4,950,000	5,005,688
Total government securities	26,635,000	27,508,501
Certificates of deposit		
First Security National Bank, 9.60%, 12/04/85	5,000,000	5,000,000
Bank of Commerce, 9.40%, 6/25/86	500,000	500,000
Bank of Commerce, 8.50%, 12/10/86	4,000,000	4,000,000
	9,500,000	9,500,000
TOTAL RESTRICTED FUNDS	\$ 36,135,000	\$ 37,008,501
Agency Funds		
Government securities		
U.S. Treasury Notes, 7.875%, 5/15/86	\$ 15,000	\$ 15,000
TOTAL AGENCY FUNDS	\$ 15,000	\$ 15,000

Schedule 1

University of Kentucky
 Schedule of Retirement of Indebtedness Funds
 For the Five Months Ended November 30, 1985

	Estimated	Realized	% Realized
Source of Funds			
Unrestricted current funds	\$ 12,426,700	\$ 8,918,916	72
Housing and dining system	2,484,992	1,246,869	50
Auxiliary enterprises current funds	116,688	23,431	20
	-----	-----	---
TOTAL RETIREMENT OF INDEBTEDNESS FUNDS	\$ 15,028,380	\$ 10,189,216	68
	=====	=====	===
	Appropriated	Expended	% Expended
Debt Service			
Current unrestricted funds debt			
Consolidated Educational Buildings-Series A	509,600	33,645	7
Consolidated Educational Buildings-Series B	483,960	53,442	11
Consolidated Educational Buildings-Series C	234,800	40,940	17
Consolidated Educational Buildings-Series D	2,413,255	969,286	40
Consolidated Educational Buildings-Series E	291,628	140,708	48
Consolidated Educational Buildings-Series F	525,330	247,200	47
Consolidated Educational Buildings-Series G	2,219,747	469,235	21
Consolidated Educational Buildings-Series H	1,122,865	360,626	32
Consolidated Educational Buildings-Series I	1,851,111		
Community Colleges Educational Buildings-Series A-E	2,774,404	982,275	35
	-----	-----	---
Subtotal	12,426,700	3,297,357	27
	-----	-----	---
Housing and Dining System Revenue Bonds-Series A-L	2,484,992	712,486	29
	-----	-----	---
Other Auxiliary Enterprises			
Alpha Delta Pi	7,529	1,330	18
Dorms G-L	48,953	10,949	22
Phi Delta Theta	7,945	1,614	20
Alpha Tau Omega	8,228		
Housing Bonds of 1960	14,094	2,548	18
Student Housing Bonds of 1964	29,939	6,969	23
	-----	-----	---
Subtotal	116,688	23,410	20
	-----	-----	---
TOTAL RETIREMENT OF INDEBTEDNESS FUNDS	\$ 15,028,380	\$ 4,033,253	27
	=====	=====	===

Schedule 3

University of Kentucky
 Schedule of Retirement of Indebtedness Sinking Funds
 November 30, 1985

	Total Sinking Funds	Bonds Payable	Fund Balances
Bond Issue with Reserves Fully Funded			
Consolidated Educational Buildings Project and Interest Sinking Fund	\$ 1,109,167		\$ 1,109,167
Series A	1,063,300		1,063,300
Series B	423,610		423,610
Series C	3,835,018		3,835,018
Series D	423,833		423,833
Series E	826,035		826,035
Series F	1,988,640		1,988,640
Series G	1,405,692		1,405,692
Series H			0
Community College Educational Buildings Project Bond and Interest Sinking Fund			0
Series A-E	3,735,712		3,735,712
Housing and Dining System Revenue Bond and Interest Sinking Fund			0
Student Housing Bond and Interest Sinking Fund of 1964	3,115,149		3,115,149
Student Housing Bond and Interest Sinking Fund of 1960	205,772		205,772
Dormitory Revenue Bonds of 1956	149,291		149,291
	50,000		50,000
	-----		-----
Total Bond Issues with Reserves Fully Funded	18,331,219		18,331,219
	-----		-----
Bonds Fully Funded by Escrow Accounts			
Cooperstown Future Bond and Interest Fund	1,266,865	1,078,000	188,865
	-----	-----	-----
	\$ 19,598,084	\$ 1,078,000	\$ 18,520,084
	-----	-----	-----
TOTAL SINKING FUNDS			

Schedule 4

University of Kentucky
 Schedule of Renewal and Replacement
 For the Five Months Ended November 30, 1985

	Restricted	Unrestricted	Total Fund Balances
Repair and Maintenance Reserves			
Housing and Dining System	\$ 1,074,000	\$ 708,310	\$ 1,782,310
Student Housing Buildings of 1964	50,000	26,558	76,558
Student Housing Buildings of 1960	30,000	12,069	42,069
	-----	-----	-----
Total repair and maintenance reserves	1,154,000	746,937	1,900,937
	-----	-----	-----
Renewal and Replacement Funds			
Housing and Dining Funds		2,726,598	2,726,598
Other Auxiliary Enterprises		274,318	274,318
	-----	-----	-----
Total renewal and replacement funds		3,000,916	3,000,916
	-----	-----	-----
GRAND TOTAL	\$ 1,154,000	\$ 3,747,853	\$ 4,901,853
	-----	-----	-----

Office of the President
January 21, 1986

FCR 2

Members, Executive Committee, Board of Trustees:

Disposal of Personal Property

Recommendation: that the Board of Trustees approve the disposition of obsolete and surplus equipment.

Background: KRS 164A.575 requires that the governing board sell or otherwise dispose of all personal property which is not needed by the institution.

Exhibit I is the sale of duplicate journal publications from Agriculture Library.

Exhibit II is the disposal of two (2) surplus vehicles at Paducah Community College.

Action taken: Approved ✓ Disapproved _____ Other _____

Date: JANUARY 21, 1986

UNIVERSITY OF KENTUCKY

Disposal of Surplus Journals

TYPE OF DISPOSAL: Negotiation.

REASON: The Agriculture Library dropped the subscriptions to these two (2) publications in 1980 as use did not justify the cost of the publications. Both publications are available in the Chemistry/Physics Library and in the Medical Library and Chemical Abstracts can be accessed by computer in the Agriculture Library. Shelf space is needed for normal growth of the library collection.

ITEMS: Chemical Abstracts; v. 76-85; 1972-1976; 82 physical volumes.

Chemical Abstracts 9th Collective Index; 57 physical volumes.

Chemical Abstracts; abstracts and indexes, v. 86-93; 1977-1980; 163 physical volumes.

Journal of the American Chemical Society; v. 1-102; 1879-1980; 296 physical volumes.

UNIVERSITY OF KENTUCKY

Disposal of Two (2) Surplus Vehicles
at Paducah Community College

TYPE OF DISPOSAL: Sealed Bid.

REASON: Age, damaged, wrecked and excessive repair cost.

ITEMS:

<u>Fleet #</u>	<u>Year</u>	<u>Description</u>	<u>Serial Number</u>	<u>Mileage</u>
9-177	1975	Chevrolet Pickup	CC0145F341688	179,372
9-213	1977	Dodge Maxiwagon	B36BF7X055045	229,084

Office of the President
January 21, 1986

FCR 3

Members, Executive Committee, Board of Trustees:

EASEMENT TO VETERANS ADMINISTRATION MEDICAL CENTER

Recommendation: that the Vice Chancellor for Administration, Lexington Campus, be and is hereby authorized and directed to execute, to the United States of America for and on behalf of the Veterans Administration, a permanent easement for an access road and driveways to serve the Veterans Administration Medical Center situated on University Drive, University of Kentucky campus.

Background: The purpose of this easement is to enable the Veterans Administration to have convenient access to both the existing Veterans Administration Medical Center and its scheduled clinical addition as well as a guaranteed landscaped green buffer zone.

The arrangement is a furtherance of the ongoing programs of the University and Veterans Administration, arising as a result of contractual arrangements between the two institutions at the time the Veterans Administration Medical Center was established adjacent to the Albert B. Chandler Medical Center. No consideration is to be received in exchange for the easement inasmuch as the University and Veterans Administration have been and continue to be engaged in a joint effort to provide maximum medical care and research in the University's teaching environment.

Action Taken: Approved Disapproved _____ Other _____

Date: JANUARY 21, 1986

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