

Minutes of the Meeting of the Executive Committee of the Board of Trustees of the University of Kentucky, Tuesday, November 9, 1982.

The Executive Committee of the Board of Trustees of the University of Kentucky met at 2 p.m. (Eastern Standard Time) on Tuesday, November 9, 1982 in the Board Room on the 18th floor of the Patterson Office Tower on the Lexington Campus.

A. Meeting Opened and Roll Called

Mr. Albert G. Clay, Vice Chairman of the Board, presided in the absence of Chairman William B. Sturgill, and called the meeting to order at 2:06 p.m. The invocation was pronounced by Professor Constance Wilson.

The following members of the Executive Committee answered the call of the roll: Mr. William R. Black, Mr. Albert G. Clay, Mr. Tracy Farmer, Mr. A. Stevens Miles, and Mrs. Betty Pace Clark, Ex Officio Secretary. Mr. William B. Sturgill was not present. Members of the Board of Trustees attending the meeting included Professor Opal Skaggs Conley, Mr. James W. Dinkle, Mrs. Sally Hermansdorfer, Mr. W. Terry McBrayer, Mr. Robert T. McCowan, Professor William F. Wagner, and Professor Constance P. Wilson. The University administration was represented by President Otis A. Singletary; Dr. Donald B. Clapp, Vice President for Administration; Chancellors Peter P. Bosomworth and Charles T. Wethington; Dr. Raymond R. Hornback, Vice President for University Relations; Mr. John C. Darsie, General Counsel; Mr. Henry Clay Owen, Controller and Treasurer; Mr. David I. Carter, Special Assistant for Business and Financial Affairs; Dr. Paul G. Sears, Special Assistant for Academic Affairs; and Dr. Wimberly C. Royster, Dean of the Graduate School and Coordinator of Research. Members of various news media were also in attendance. The Secretary, Mrs. Clark, reported a quorum present, and Mr. Clay declared the meeting officially open for the conduct of business at 2:08 p.m.

B. Minutes Approved

On motion by Mr. Miles, seconded by Mr. Black and passed, the Minutes of the October 19, 1982 meeting of the Executive Committee of the Board of Trustees were approved as published.

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

President Singletary called attention to his monthly report to the Trustees, copies of which had been distributed earlier, and recommended its acceptance. Without objection, it was so ordered.

D. Recommendations of the President (PR 2)

After noting that the personnel changes in PR 2, Recommendations of the President, were routine in nature, President Singletary recommended its approval. Without discussion, on motion by Mr. Black, seconded by Mr. Farmer and passed, PR 2 was approved. (See PR 2 at the end of the Minutes.)

E. Supplemental Recommendation of the President (PR 3A)

President Singletary called on Dean Royster who reviewed Ms. Linda Brasfield's qualifications for Director of the Council on Aging and Associate Director of Educational Services, Multidisciplinary Center on Gerontology. With President Singletary so recommending, on motion by Mr. Miles, seconded by Mr. Black and passed, Ms. Linda Brasfield's appointment was approved, effective October 22, 1982. (See PR 3A at the end of the Minutes.)

F. 1982-83 Budget Revisions (PR 3B)

Noting that the proposed revisions in the 1982-83 budget were routine, President Singletary recommended approval. On motion by Mr. Miles, seconded by Mr. Black and passed, the proposed budget revisions were authorized and approved. (See PR 3B at the end of the Minutes.)

G. Report on Gifts and/or Grants (PR 3C)

The report on gifts and/or grants covering the period from July 1, 1982 through September 30, 1982 was accepted and ordered made a matter of record as recommended in PR 3C. (See PR 3C at the end of the Minutes.)

H. Reorganization Adjustments (PR 3D)

President Singletary called on Vice President Clapp who explained that the proposed budget adjustments rearrange the income and expenditure items into five major segments: the three Chancellors' sectors, Central Administration, and University-wide expenditures. He pointed out that these adjustments reflect the University reorganization and that no new dollars are involved, and that the total budget was previously authorized by the Board.

With President Singletary so recommending, Mr. Black moved approval of the reorganization adjustments. His motion was seconded by Mr. Miles and passed without dissent. (See PR 3D at the end of the Minutes.)

I. Proposed Amendments to the Governing Regulations (PR 3E)

President Singletary recommended that the proposed amendments to the Governing Regulations of the University of Kentucky as presented in PR 3E be received for consideration and placed on the agenda for action at the December meeting of the Board of Trustees. Without objection, it was so ordered. (See PR 3E at the end of the Minutes.)

J. Patent Assignment (PR 5A)

President Singletary recommended approval of the routine patent assignment as presented in PR 5A. On motion by Mr. Black, seconded by Mr. Miles and passed without dissent, PR 5A was approved. (See PR 5A at the end of the Minutes.)

K. Interim Financial Report (FCR 1)

Mr. Clay reported that the Finance Committee met on the morning of November 9 and reviewed five action items. He then asked Mr. Farmer to present the recommendations of the Committee. On motion by Mr. Farmer, seconded by Mr. Miles and passed, the financial report for the three months ending September 30, 1982 was accepted. (See FCR 1 at the end of the Minutes.)

L. Adoption of Resolution Approving Issuance of Series D Community Colleges Educational Buildings Revenue Bonds and Notes (FCR 2)

Thereupon, a motion was made by Mr. Farmer and seconded by Mr. Black that the following Resolutions, which were read in summary form to the Executive Committee, be passed and adopted; said Resolutions were entitled as follows:

A RESOLUTION AUTHORIZING THE ISSUANCE OF \$7,800,000
COMMUNITY COLLEGES EDUCATIONAL BUILDINGS REVENUE
BONDS, SERIES D OF THE BOARD OF TRUSTEES OF THE
UNIVERSITY OF KENTUCKY

AND

A RESOLUTION AUTHORIZING THE ISSUANCE OF \$7,800,000
COMMUNITY COLLEGES EDUCATIONAL BUILDINGS REVENUE BONDS,
SERIES D OF THE BOARD OF TRUSTEES OF THE UNIVERSITY OF
KENTUCKY AND THE ISSUANCE OF \$7,800,000 COMMUNITY
COLLEGES EDUCATIONAL BUILDINGS REVENUE BOND ANTICIPATION
NOTES, SERIES D, OF THE BOARD OF TRUSTEES OF THE
UNIVERSITY OF KENTUCKY IN ANTICIPATION OF THE ULTIMATE
ISSUANCE OF SAID SERIES D BONDS

(The full Resolutions being attached to these Minutes as Exhibit 1.)

Upon a vote being taken on the motion, the result was as follows:

<u>Yeas</u>	<u>Nays</u>
Mr. William R. Black	None
Mr. Albert G. Clay	
Mr. Tracy Farmer	
Mr. A. Stevens Miles	

Thereupon the Chairman declared that the motion had carried and that the Resolutions had been passed and adopted and directed that the same be recorded in the Minutes of the Board. (See FCR 2 at the end of the Minutes.)

M. Nicholasville Road and University Road B (FCR 3)

Mr. Farmer moved that the Vice Chancellor for Administration, Lexington Campus, be authorized to enter into an agreement with Urban County Government to transfer the responsibility for traffic control and maintenance of Stadium Road B to the Urban County Government as recommended in FCR 3. His motion was seconded by Mr. Black and passed unanimously. (See FCR 3 at the end of the Minutes.)

N. Lease of Property to Children's Oncology services of the Bluegrass, Incorporated (FCR 4)

On motion by Mr. Farmer, seconded by Mr. Miles and passed without dissent, the Board authorized the lease of approximately 1.43 acres of land to Children's Oncology Services of the Bluegrass, Incorporated, for the purpose of constructing a residential facility for children and the families of children suffering from leukemia and other severe illnesses while undergoing medical treatment.

Mrs. Phyllis H. Cronin, Chairperson of Children's Oncology Services of the Bluegrass, Incorporated, was present and introduced. (See FCR 4 at the end of the Minutes.)

O. Execution of Bond for Safekeeping of Property of the United States (FCR 5)

Mr. Farmer moved that the Secretary of the Board be authorized and directed to execute a bond in favor of the United States of America in the penal sum of \$100,000 assuring the United States that property issued, or to be issued, to the institution will be returned. His motion was seconded by Mr. Black and passed without dissent. (See FCR 5 at the end of the Minutes.)

P. Registration of Bonds

(See Certificate at end of Minutes.)

Q. Meeting Adjourned

There being no further business, the meeting was adjourned at 2:25 p.m.

Respectfully submitted,

Betty Pace Clark
Ex Officio Secretary
Executive Committee
Board of Trustees

(PR's 2, 3A, 3B, 3C, 3D, 3E, and 5A; FCR's 1, 2, 3, 4, and 5; and the Certificate of Bond Registration which follow are official parts of the Minutes of the meeting.)

Office of the President
November 9, 1982

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 XX Disapproved _____ Other _____
Date: November 9, 1982

COMMUNITY COLLEGE SYSTEM

I. ADMINISTRATIVE ACTION

A. ACADEMIC APPOINTMENTS

Jefferson Community College

Haag, Rita, Instructor in the Community College System (voluntary), 8/1/82 through 6/30/83.

Heard, Viola K., Instructor in the Community College System, 10/1/82 through 6/30/83.

Riddle, Dan, Instructor in the Community College System (voluntary), 8/1/82 through 6/30/83.

Southeast Community College

Belcher, Delzinna, Instructor in the Community College System, 10/1/82 through 6/30/83.

B. REAPPOINTMENTS

Jefferson Community College

Constable, Mary J., Instructor in the Community College System (voluntary), 7/1/82 through 6/30/83.

Cramer, Larry A., Instructor in the Community College System (voluntary), 7/1/82 through 6/30/83.

Payne, Sandra S., Instructor in the Community College System (voluntary), 7/1/82 through 6/30/83.

Watson, Mary S., Instructor in the Community College System (voluntary), 7/1/82 through 6/30/83.

Madisonville Community College

Cox, Deborah M., Instructor in the Community College System, 9/1/82 through 11/30/82.

Hogart, Linda K., Instructor in the Community College System, 10/1/82 through 6/30/83.

LEXINGTON CAMPUS

I. BOARD ACTION

A. ACADEMIC APPOINTMENTS

College of Engineering

Ueno, Yasuo, Visiting Professor, Chemical Engineering, 9/15/82 through 6/30/83.

B. JOINT APPOINTMENTS

Graduate School

McAllister, Russell, Associate Professor (with tenure), Medicine, College of Medicine, joint appointment as Associate Professor, Graduate Center for Toxicology, effective 11/1/82.

C. CORRECTION IN MINUTES

In the August 10, 1982 Minutes (PR 3B, page 12) Scarlett Tamara Greenwood was incorrectly listed as a recipient of a Bachelor of Science degree in Education. However, Ms. Greenwood had satisfactorily completed requirements for, and on certification of the Dean of Admissions and Registrar has received, the degree Bachelor of Arts in Education. It is recommended that the Minutes be changed to reflect awarding of the correct degree.

D. RETIREMENTS

Vice Chancellor for Administration

Pearce, Walter H., Disabled, Employee Benefits and Risk Management, after 34.5 consecutive years of service, effective 12/1/82.

E. EARLY RETIREMENTS

Vice Chancellor for Administration

Grace, Charles W., Superintendent, Carpentry, Physical Plant Division, after 35.5 consecutive years of service, effective 1/1/83.

II. ADMINISTRATIVE ACTION

A. ACADEMIC APPOINTMENTS

College of Agriculture

Nall, Martha A., Assistant Extension Professor*, Home Economics Extension, 9/27/82 through 6/30/83.

College of Arts and Sciences

Basgoze, Turkan, Visiting Instructor (part-time), Mathematics
8/16/82 through 12/31/82.

Baute, Paschal, Visiting Instructor (part-time), Psychology,
8/16/82 through 12/31/82.

Bloyd, Richard A., Voluntary Instructor (part-time), Computer
Science, 8/16/82 through 12/31/82.

East, Paul, Visiting Instructor (part-time), Mathematics,
8/16/82 through 12/31/82.

Evenson, E. Paul, Visiting Instructor (part-time), Psychology,
8/16/82 through 12/31/82.

Fulkerson, Stuart, Visiting Instructor (part-time), Physics
and Astronomy, 8/16/82 through 12/31/82.

Fulmer, Constance, Visiting Instructor (part-time), Mathematics,
8/16/82 through 12/31/82.

Ghosal, Mary Ann, Visiting Instructor (part-time), Mathematics,
8/16/82 through 12/31/82.

Guffey, Roger, Visiting Instructor (part-time), Mathematics,
8/16/82 through 12/31/82.

Hicks, Helen Katherine, Visiting Instructor (part-time),
Mathematics, 8/16/82 through 12/31/82.

Lawrence, Vivian, Visiting Instructor (part-time), Mathematics,
8/16/82 through 12/31/82.

Mendondo, Marta, Visiting Instructor (part-time), Mathematics,
8/16/82 through 12/31/82.

Mudd, Louis, Visiting Instructor (part-time), Mathematics,
8/16/82 through 12/31/82.

O'Connor, Jerry, Visiting Instructor (part-time), Mathematics,
8/16/82 through 12/31/82.

Richards, Holly, Visiting Instructor (part-time), Mathematics,
8/16/82 through 12/31/82.

Royster, Betty B., Visiting Instructor (part-time), Mathematics,
8/16/82 through 12/31/82.

Stephens, Arnita, Visiting Instructor (part-time), Mathematics,
8/16/82 through 12/31/82.

Stone, William C., Visiting Instructor (part-time), Mathematics,
8/16/82 through 12/31/82.

*Special Title Series

Swofford, Joy, Visiting Instructor (part-time), Mathematics,
8/16/82 through 12/31/82.
Tarkowski, Jacek, Visiting Assistant Professor, Political
Science, 8/16/82 through 5/31/83.
Varia, Harshad, Visiting Instructor (part-time), Mathematics,
8/16/82 through 12/31/82.
Wells, Paul David, Visiting Instructor (part-time), Mathematics,
8/16/82 through 12/31/82.
Yeager, Steve, Visiting Instructor (part-time), Mathematics,
8/16/82 through 12/31/82.

College of Business and Economics

Carey, Karen, Instructor (part-time), Management, 8/16/82
through 12/31/82.
Dulworth, Virginia, Instructor (part-time), Accounting, 8/16/82
through 5/15/83.

B. ADMINISTRATIVE APPOINTMENTS

College of Engineering

Sharpe, Gary W., Principal Research Engineer, Kentucky
Transportation Research Program, effective 9/16/82.

C. REAPPOINTMENTS

College of Arts and Sciences

Baumgardner, James D., Visiting Instructor (part-time),
Mathematics, 8/16/82 through 12/31/82.
Blackburn, Marylynn, Visiting Instructor (part-time),
Mathematics, 8/16/82 through 12/31/82.
Brangers, Peggy, Visiting Instructor (part-time), Mathematics,
8/16/82 through 12/31/82.
Cottrell, Harold, Visiting Instructor (part-time), Mathematics,
8/16/82 through 12/31/82.
Dietrich, Shelle, Visiting Instructor (part-time), Psychology,
8/16/82 through 12/31/82.
Easley, Dan, Visiting Instructor (part-time), Mathematics,
8/16/82 through 12/31/82.
Fazey, Mark, Visiting Instructor (part-time), Mathematics,
8/16/82 through 12/31/82.
Hewett, Donna, Visiting Instructor (part-time), Mathematics,
8/16/82 through 12/31/82.
Hurt, Hobert, Visiting Instructor (part-time), Mathematics,
8/16/82 through 12/31/82.
Lackey, Jackson B., Visiting Instructor (part-time), Mathematics,
8/16/82 through 12/31/82.
Moss, Marvin, Visiting Instructor (part-time), Mathematics,
8/16/82 through 12/31/82.
Norton, James C., Visiting Instructor (part-time), Psychology,
9/1/82 through 12/31/82.

O'Connor, Jerry, Visiting Instructor (part-time), Physics and Astronomy, 8/16/82 through 12/31/82.
Robinson, Penny, Visiting Instructor (part-time), Mathematics, 8/16/82 through 12/31/82.
Seiler, Michael J., Visiting Instructor (part-time), Mathematics, 8/16/82 through 12/31/82.
Vanderpool, Betty, Visiting Instructor (part-time), Mathematics, 8/16/82 through 12/31/82.
Weber, Deborah L., Visiting Instructor (part-time), Mathematics, 8/16/82 through 12/31/82.

D. CHANGES

College of Architecture

Bryant, Douglas R., from Visiting Assistant Professor (part-time) to Visiting Assistant Professor (full-time), 7/1/82 through 6/30/83.

E. LEAVES OF ABSENCE

College of Arts and Sciences

Kiernan, Kevin, Professor (with tenure), English, Sabbatical leave with half salary, 7/1/83 through 6/30/84.
MacAdam, Keith, Associate Professor (with tenure), Physics and Astronomy, Sabbatical leave with half salary, 7/1/83 through 6/30/84.
Prats, Armando, Associate Professor (with tenure), English, Sabbatical leave with full salary, 1/1/83 through 6/30/83.
Ulmer, S. Sidney, Professor (with tenure), Political Science, Sabbatical leave with full salary, 7/1/83 through 12/31/83.

College of Communications

Palmgreen, Philip, Associate Professor (with tenure), Communication, Sabbatical leave with full salary, 7/1/83 through 12/31/83.

College of Engineering

Wood, Don J., Professor (with tenure), Civil Engineering, Sabbatical leave with full salary, 7/1/83 through 12/31/83.

College of Home Economics

Chow, Ching, Associate Professor (with tenure), Nutrition and Food Science, Sabbatical leave with full salary, 7/1/83 through 12/31/83.

College of Library and Information Science

Wiegand, Wayne A., Associate Professor (with tenure), Sabbatical leave with full salary, 1/1/83 through 12/31/83.

MEDICAL CENTER

I. BOARD ACTION

A. JOINT APPOINTMENTS

College of Medicine

Offutt, William N. IV, Associate Clinical Professor (part-time), Ophthalmology, joint appointment as Associate Clinical Professor (part-time), Surgery, effective 10/15/82 through 6/30/83.

B. REAPPOINTMENTS

College of Medicine

Granacher, Robert P., Associate Clinical Professor (part-time), Psychiatry, 7/1/82 through 6/30/83.

Randall, JoAnne M., Associate Clinical Professor (part-time), Psychiatry, 7/1/82 through 6/30/83.

C. CHANGES

College of Dentistry

Kemper, John T. Jr., from Associate Professor (with tenure), Restorative Dentistry, to Associate Professor* (with tenure), Restorative Dentistry, effective 10/1/82.

College of Medicine

Kaak, H. Otto, from Associate Clinical Professor (part-time), Psychiatry, joint as Associate Clinical Professor (part-time), Pediatrics, to Associate Professor* (with tenure), Psychiatry, joint as Associate Professor*, Pediatrics, effective 9/1/82.

Leichter, Steven B., from Associate Professor (with tenure), Medicine, to Associate Clinical Professor (part-time), Medicine, 10/1/82 through 6/30/83.

II. ADMINISTRATIVE ACTION

A. ACADEMIC APPOINTMENTS

College of Allied Health Professions

Jerome, Thomas, Clinical Instructor (voluntary), Physical Therapy, 11/2/82 through 6/30/85.

Kiecke, D. Dale, Clinical Instructor (voluntary), Physical Therapy, 11/1/82 through 6/30/85.

Sudduth, Sally M., Clinical Instructor (voluntary), Physical Therapy, 11/1/82 through 6/30/85.

*Special Title Series

College of Dentistry

Catron, William R., Assistant Professor (part-time),
Restorative Dentistry, 9/1/82 through 6/30/83.
DeMaria, David, Assistant Professor (part-time), Periodontics,
9/1/82 through 6/30/83.
Embry, John R., Assistant Professor (part-time), Oral
Diagnosis & Oral Medicine, joint as Assistant
Professor (part-time), Restorative Dentistry,
8/23/82 through 6/30/83.
Hankla, John W., Assistant Professor (part-time),
Restorative Dentistry, 10/1/82 through 6/30/83.

B. ADMINISTRATIVE APPOINTMENTS

College of Allied Health Professions

Clark, Sherry, Assistant Professor*, Physical Therapy,
extension of appointment as Acting Chairperson,
11/1/82 through 12/31/82.

College of Medicine

Braen, G. Richard, Associate Professor* (with tenure),
Emergency Medicine, appointed Acting Chairperson,
Emergency Medicine, 10/1/82 through 6/30/83.

C. REAPPOINTMENTS

College of Medicine

Caldwell, Joseph G., Clinical Instructor (voluntary),
Family Practice, 7/1/82 through 6/30/85.
Combs, Gene N., Jr., Assistant Clinical Professor (part-time),
Psychiatry, 7/1/82 through 6/30/83.

College of Nursing

Jacobsen, Marilyn-Lu, Assistant Research Professor,
8/1/82 through 7/31/83.
Kent, Ellen L., Instructor, 10/1/82 through 6/30/83.

Medical Center Library

Barnett, Alice Lynne, Librarian III, 7/1/82 through 6/30/83.
Lucas, Barbara A., Librarian III, 7/1/82 through 6/30/83.

D. CHANGES

College of Pharmacy

Baird, Robert J., from Clinical Instructor (voluntary),
to Instructor (part-time), 10/15/82 through 6/30/83.
Brown, James B., from Clinical Instructor (voluntary), to
Instructor (part-time), 10/15/82 through 6/30/83.

*Special Title Series

E. LEAVES OF ABSENCE

College of Medicine

Ables, Billie S., Professor (with tenure), Psychiatry, sabbatical leave with full-salary, 1/1/83 through 6/30/83.

Kotchen, Jane, Associate Professor (with tenure), Medicine, sabbatical leave with half-salary, 10/1/82 through 6/30/83. NOTE: Change in beginning date of 7/1/82 approved on 12/8/81.

Kotchen, Theodore, Professor (with tenure), Medicine, sabbatical leave with half-salary, 10/1/82 through 6/30/83. NOTE: Change in beginning date of 7/1/82 approved on 12/8/81.

Lemon, Frank R., Professor (with tenure), Family Practice, joint as Professor, Medicine, sabbatical leave with full-salary, 1/1/83 through 6/30/83.

Seeley, Ellsworth C., Associate Professor* (with tenure), Family Practice, sabbatical leave with full-salary, 1/1/83 through 6/30/83.

Wiese, H. Jean, Associate Professor (with tenure), Behavioral Science, joint as Associate Professor, Anthropology, sabbatical leave with full-salary, 1/1/83 through 6/30/83.

College of Nursing

Bear, Elizabeth M., Associate Professor (with tenure), leave without pay, 7/1/83 through 6/30/84.

Office of the President
November 9, 1982

PR 3A

Members, Executive Committee, Board of Trustees:

SUPPLEMENTAL RECOMMENDATION OF THE PRESIDENT

I. Personnel Actions

Recommendations: (1) that approval be given to the 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 following recommended appointments and/or other staff changes require approval by the Board of Trustees in accordance with Part VIII-E 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.

LEXINGTON CAMPUS

Administrative Action

A. ADMINISTRATIVE APPOINTMENT

Graduate School

Brasfield, Linda, named Director, Council on Aging, and Associate Director of Educational Services, Multidisciplinary Center on Gerontology, effective 10/22/82.

Action taken: Approved XX Disapproved _____ Other _____

Date: November 9, 1982.

Office of the President
November 9, 1982

Members, Executive Committee, Board of Trustees:

PR3B

1982-83 BUDGET REVISIONS
CENTRAL ADMINISTRATION

Recommendation: that the following revisions in the 1982-83 budget be authorized and approved.

	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
A. <u>General Fund</u>			
1. Income Estimates			
Student Fees			
Registration Fees			
Continuing Education			
Fees	\$ 2,711,100	\$ 2,746,800	\$ 35,700
Miscellaneous Fees	278,900	311,300	32,400
Gifts and Grants			
Other Gifts and Grants	1,370,000	1,382,000	12,000
Sales and Services			
Departmental Sales and			
Services	5,051,200	5,060,700	<u>9,500</u>
			89,600
2. Expenditures			
Academic Affairs			
College of Arts and			
Sciences			
English	1,549,100	1,581,500	32,400
College of Education			
Educational Psychology			
and Counseling	602,200	607,200	5,000
Center for Professional			
Development	175,400	211,100	35,700
College of Library Science	499,300	511,300	12,000
Medical Center			
College of Nursing			
Instruction	1,214,200	1,218,700	<u>4,500</u>
			89,600
3. <u>Comments</u> - Continuing education fees generated by the Summer Gifted and Talented Program in the College of Education will fund expenses incurred by that workshop. Miscellaneous student fees generated by the increase in enrollment in the Institute in English as a Second Language will provide additional expenditure authority for the Institute. The increase in other gifts and grants generated by a funding from the State Department of Library and Archives in Frankfort will support three students in the College of Library and Information Science for internships at the State Department			

A. General Fund (Continued)

3. Comments - (Continued)

of Library and Archives for 1982-83. The increase in departmental sales and services generated by the Educational and Counseling Psychology Clinic will support a community counseling service to local families through the use of graduate students practicing in the field. The increase in departmental sales and services generated by the Wedco District Health Department will fund instruction and training by the College of Nursing to the Wedco staff.

	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
B. <u>Restricted Funds</u>			
1. Income Estimates	\$19,801,400	\$19,982,900	\$ 181,500
2. Expenditures			
Academic Affairs			
College of Arts and Sciences			
Chemistry	17,100	37,100	20,000
College of Engineering			
Administration	292,400	293,400	1,000
Chemical	47,000	53,400	6,400
College of Fine Arts			
Art Museum	20,000	150,000	130,000
Community College System			
Hazard	38,300	43,600	5,300
Henderson	30,900	33,900	3,000
University-Wide			
General Library	39,900	40,900	1,000
Graduate School	209,400	214,400	5,000
Student Aid			
Community College			
Scholarships	192,300	193,300	1,000
General Scholarships	831,300	840,100	8,800
			<u>181,500</u>

3. Comments - Income restricted for the purposes indicated above will fund the proposed additional expenditures.

C. Contracts and Grants Received

	<u>Amount</u>
Academic Affairs	
Agricultural Experiment Station	
Agricultural Engineering	
Grain Loads on Bin Walls and Hoppers (T0309)	\$ 24,000

	<u>Amount</u>
C. <u>Contracts and Grants Received</u> (Continued)	
Academic Affairs (Continued)	
Agricultural Experiment Station (Continued)	
Animal Sciences	
Effect of Inoculation on Fermentation and Feed Intake of Corn (T0310)	\$ 8,000
Medical Center	
College of Allied Health	
Dental Hygiene Department	
American Dental Educational Development Program (T0308)	<u>1,000</u> 33,000

Action taken: Approved XX Disapproved _____ Other _____
Date: November 9, 1982

Office of the President
November 9, 1982

PR 30

Members, Executive Committee, Board of Trustees:

REPORT ON GIFTS AND/OR GRANTS

Central Administration

Recommendation: that the attached report on gifts and/or grants covering the period from July 1, 1982 through September 30, 1982 be accepted and made a matter of record.

Background: The attached report represents the gifts and/or grants accepted by the President on behalf of the Board of Trustees for the three months ending September 30, 1982 in accordance with the policy adopted by the Board of Trustees on November 19, 1965. Acknowledgment of gifts and/or grants has been made to all donors by the President on behalf of the Board.

Action taken: Approved XX Disapproved _____ Other _____

Date: November 9, 1982

OFFICE OF DEVELOPMENT
GIFTS AND REQUESTS REPORT

FOR JULY 1, 1982 TO* SEPTEMBER 30, 1982

ALUMNI GIVING

Alumni	1611*	\$ 135,208.97	
Alumni Fellows	81	138,193.86	
Alumni Gift-in-Kind	10	1,828.01	
Alumni Bequests	-	-	
Total Alumni Giving	1702	\$ 275,230.84	

NON-ALUMNI GIVING

Non-Alumni Individuals	623	\$ 112,403.26	
Non-Alumni Fellows	31	63,097.10	
Non-Alumni Gift-in-Kind	21	15,734.50	
Non-Alumni Bequests	1	42,513.43	
Trusts, Corporations, Foundations and Associations	270	1,090,451.32	
Total Non-Alumni Giving	946	\$1,324,199.61	

Third Quarter Total- 7/1/82 to 9/30/82 2648

Second Quarter Total- 4/1/82 to 6/30/82 3927

First Quarter Total- 1/1/82 to 3/31/82 2144

GRAND TOTAL 1/1/82 to 9/30/82 8719

\$1,599,430.45

1,407,600.67

2,560,792.07

\$5,567,823.19

* Denotes number of donors

REPORT OF GIFTS
TO THE UNIVERSITY OF KENTUCKY
JULY 1, 1982 TO SEPTEMBER 30, 1982

Source of Gifts	Alumni	Non-Alumni	Trusts Corporations Foundations Associations	7-1-82 to 9-30-82	7-1-81 to 9-30-81
<u>UK Annual Giving Funds</u>					
Undesignated Fund	42,463.29			42,463.29	38,712.72
President's Discretionary Fund	1,050.00			1,050.00	11,618.17
Blue and White Fund	99,144.50	114,144.50	44,350.00	257,639.00	271,167.58
<u>College Funds</u>					
Agriculture	1,045.00	15,649.99	340,872.08	357,567.07	296,915.09
Architecture	267.00	36.00		303.00	515.00
Arts and Sciences	2,742.00	1,223.29	25,909.91	29,875.20	42,493.32
Business and Economics	4,075.00		15,000.00	19,075.00	11,108.28
Communications	957.00	1,001.00	1,497.31	3,455.31	2,685.80
Education	1,142.00	595.00	25.00	1,762.00	185.00
Engineering	16,889.70	733.00	157,763.25	175,385.95	147,597.00
Fine Arts	900.00	22,545.02		23,445.02	10,606.63
Home Economics	615.00	22,575.02	46.25	23,236.27	335.00
Law	19,430.00		3,010.53	22,440.53	7,430.00
Library Science	155.00	150.00		305.00	30.00
Social Professions	110.00	450.00		560.00	5,146.00
<u>Medical Center</u>					
Allied Health	2.00			2.00	15,482.00
Dentistry	11,515.00	870.81	790.00	13,175.81	4,975.00
Hospital	2,288.00	210.00	11,977.31	14,475.31	200.00
Medicine	27,525.00	24,504.28	319,838.15	371,867.43	252,125.63
Nursing	475.00	400.00		875.00	155.00
Pharmacy	2,220.00	435.50	24,022.29	26,677.79	73,618.95
<u>Community College System</u>					
	270.00	4,600.00	46,035.25	50,905.25	45,675.78

JULY 1, 1982 TO SEPTEMBER 30, 1982

Source of gifts	Alumni	Non-Alumni	Trusts Corporations Foundations Associations	7-1-82 to 9-30-82	7-1-81 to 9-30-81
Memorials and Scholarships	\$ 9,895.00	\$ 150.00	\$ 4,550.00	\$ 14,595.00	\$ 17,142.42
<u>Other Funds</u>					
Alumni Association	4,209.00			4,209.00	6,288.12
Athletic Association	10.00			10.00	205.00
Art Museum	1,575.00	2,663.38		4,238.28	1,480.00
Council on Aging	45.00	22.00		67.00	250.00
Donovan Program			30.00	30.00	-
Graduate Education	100.00	475.00	1,280.00	1,855.00	18,370.00
Haggin Trust Fund			85,303.99	85,303.99	56,645.11
Honors Program		1,120.00		1,120.00	10.00
King Library	2,763.00	3,159.50	650.00	6,572.50	24,529.10
Miscellaneous	20,353.35	890.00	5,000.00	26,243.35	57,240.78
Placement Service					
University Progress	1,000.00	15,145.00	2,500.00	18,645.00	9,960.00
TOTALS	\$ 275,230.84	\$ 233,748.29	\$ 1,090,451.32	\$ 1,599,430.45	\$ 1,430,898.48

Office of the President
November 9, 1982

PR 3 D

Members, Executive Committee, Board of Trustees:

REORGANIZATION ADJUSTMENTS

Recommendation: that approval be given to the attached budget adjustments which reflect the University reorganization which took effect on July 1, 1982.

Background: The attached 1982-83 income and expenditure summaries reflect the budget adjustments required to conform with the University reorganization effective July 1, 1982. To the extent that functions have been shifted, adjustments are reflected accordingly. The one exception is the distribution of the Physical Plant Division budget which is still being reviewed. The total budget shown has been previously authorized by the Board.

Action taken: Approved XX Disapproved _____ Other _____

Date: November 9, 1982

INCOME/EXPENDITURE SUMMARIES
UNIVERSITY OF KENTUCKY

	LEXINGTON CAMPUS	MEDICAL CENTER	COMMUNITY COLLEGES	CENTRAL ADMINISTRATION	UNIVERSITY WIDE	TOTAL
ESTIMATED INCOME AND FUNDS AVAILABLE						
Unrestricted Funds						
Sector Income	\$ 49,430,000	\$ 74,622,400	\$30,600,600	\$ 160,100	\$	\$154,813,100
University-Wide Income	76,257,900	26,209,100		3,777,200	27,370,600	133,614,800
Total Unrestricted Funds	\$125,687,900	\$100,831,500	\$30,600,600	\$3,937,300	\$27,370,600	\$288,427,900
Auxiliary Services Income	23,912,500	211,600	2,597,500			26,721,600
Restricted Funds	14,648,600	3,846,200	830,600	126,600		19,452,000
TOTAL INCOME AND FUNDS AVAILABLE	\$164,249,000	\$104,889,300	\$34,028,700	\$4,063,900	\$27,370,600	\$334,601,500
ESTIMATED EXPENDITURES						
Unrestricted Funds						
Instruction, Departmental Research and Academic Support	\$ 44,910,600	\$ 28,068,600	\$19,261,800	\$	\$ 1,124,200	\$ 93,365,200
Organized Research	16,665,400	394,100				17,059,500
Extension and Public Service	27,361,800					27,361,800
Library Services	3,564,100	650,800	1,338,700			5,553,600
Student Services	3,768,500	1,880,200	28,300			5,677,000
General Administration	5,513,100	421,200	808,500	3,905,900		10,648,700
Maintenance and Operations	14,950,900		3,650,900		173,500	18,775,300
General Expenses					804,100	804,100
Staff Benefits			3,524,500			3,524,500
Debt Service	4,129,600	2,940,700	1,424,700		21,796,500	25,321,000
Student Aid	1,277,400		243,200		391,800	1,912,400
University Hospital		64,797,900				64,797,900
Nonrecurring Appropriations	3,546,500	1,678,000	320,000	31,400	3,080,500	8,656,400
Total Unrestricted Funds	\$125,687,900	\$100,831,500	\$30,600,600	\$3,937,300	\$27,370,600	\$288,427,900
Auxiliary Services	23,912,500	211,600	2,597,500			26,721,600
Restricted Funds						
Student Aid	4,263,900	3,776,200	192,300	8,100		8,240,500
Other	10,384,700	70,000	638,300	118,500		11,211,500
Total Restricted Funds	\$ 14,648,600	\$ 3,846,200	\$ 830,600	\$ 126,600		\$ 19,452,000
TOTAL EXPENDITURES	\$164,249,000	\$104,889,300	\$34,028,700	\$4,063,900	\$27,370,600	\$334,601,500

INCOME/EXPENDITURE SUMMARIES
LEXINGTON CAMPUS

1982-83

ESTIMATED INCOME AND FUNDS AVAILABLE

<u>Unrestricted Funds</u>	
Sector Income (1)	\$ 49,430,000
University Wide Income	<u>76,257,900</u>
Total Unrestricted Funds	125,687,900
<u>Auxiliary Services Income</u>	23,912,500
<u>Restricted Funds</u>	<u>14,648,600</u>
TOTAL INCOME AND FUNDS AVAILABLE	164,249,000

ESTIMATED EXPENDITURES

Unrestricted Funds

Instruction and Departmental Research/
Academic Support:

Division of Colleges:	
College of Agriculture	1,928,900
College of Architecture	948,300
College of Arts & Sciences	15,942,100
College of Business & Economics	3,819,700
College of Communications	1,104,900
College of Education	4,003,700
College of Engineering	4,508,600
College of Fine Arts	2,436,100
College of Home Economics	1,216,900
College of Law	1,626,100
College of Library Science	499,300
College of Social Work	832,500
Program Reserve	<u>351,600</u>
Total Division of Colleges	39,218,700
Fort Knox Center	284,400
Summer Session	1,311,400
Art Museum	171,700
Office of the Chancellor	982,700
Undergraduate Studies:	
Honors Program	177,900
Instructional Resources	619,900
Experiential Education	<u>56,700</u>
Total Undergraduate Studies	854,500

Graduate School:	
Office of the Dean	422,700
Patterson School of Diplomacy	42,500
James W. Martin Center	272,400
Appalachian Center	63,600
NKU-UK Graduate Center	<u>31,000</u>
Total Graduate School	832,200
Computing Center	1,255,000
Total Instruction, Departmental Research, Academic Support	44,910,600
Organized Research:	
Research Administration	527,700
Agricultural Experiment Station	13,149,400
Wenner Gren Laboratory	226,400
Research and Engineering Services	243,700
Transportation Research	24,000
Water Resources Institute	23,200
Institute of Mines & Minerals Research	34,300
Center for Developmental Change	119,900
Clay Papers Project	18,900
General Research Support	1,786,200
Graduate Center for Toxicology	36,100
Kentucky Geological Survey Administration	361,600
Faculty Research	106,800
Faculty Reprints	<u>7,200</u>
Total Organized Research	16,665,400
Extension and Public Service:	
Agricultural Cooperative Extension	21,180,500
Agriculture Public Service	2,935,900
Business Development-Government	473,600
Center for Applied Economic Research	121,700
Center for Professional Development	175,400
Cultural Assessment Center	62,000
Survey Research Center	9,800
University Extension	1,752,200
University Press	<u>650,700</u>
Total Extension and Public Service	27,361,800
Library Services:	
Lexington Campus Libraries	3,564,100
Student Services:	
Vice Chancellor Student Affairs & Student Publications	2,549,600
Women's Athletics	182,900
University Admissions and Registrar	<u>1,036,000</u>
Total Student Services	3,768,500

General Administration:	
Athletic Director	65,800
Vice Chancellor Minority Affairs	265,100
Vice Chancellor Administration	<u>5,182,200</u>
Total General Administration	<u>5,513,100</u>
Maintenance and Operations	14,950,900
Debt Service	4,129,600
Student Aid	1,277,400
Nonrecurring Appropriations	<u>3,546,500</u>
Total Unrestricted Funds	125,687,900
<u>Auxiliary Services</u>	23,912,500
<u>Restricted Funds</u>	
Student Aid	4,263,900
Other	<u>10,384,700</u>
Total Restricted Funds	14,648,600
TOTAL EXPENDITURES	\$164,249,000

(1) Includes Support of Nonrecurring Allocations

INCOME/EXPENDITURE SUMMARIES
MEDICAL CENTER

1982-83

ESTIMATED INCOME AND FUNDS AVAILABLE

<u>Unrestricted Funds</u>	
Sector Income (1)	\$ 74,622,400
University Wide Income	<u>26,209,100</u>
Total Unrestricted Funds	100,831,500
<u>Auxiliary Services Income</u>	211,600
<u>Restricted Funds</u>	<u>3,846,200</u>
TOTAL INCOME AND FUNDS AVAILABLE	104,889,300

ESTIMATED EXPENDITURES

<u>Unrestricted Funds</u>	
Instruction and Departmental Research/ Academic Support:	
Administration	962,600
Communications Services	406,200
College of Allied Health	1,816,300
College of Dentistry	5,532,300
College of Medicine	15,324,000
College of Nursing	1,658,600
College of Pharmacy	2,190,000
Program Reserve	<u>178,600</u>
Total Instruction Departmental Research, Academic Support	28,058,600
Organized Research:	
Medical Center Service Enterprises	394,100
Library Services:	
Medical Center Library	650,800
Student Services:	
Medical Center Admissions	538,200
Student Health Services	<u>1,342,000</u>
Total Student Services	1,880,200
General Administration:	
Medical Center Stores	47,900
Personnel	190,000
Parking and Security	172,000
Records Management	<u>11,300</u>
Total General Administration	421,200

Debt Service	2,940,700
University Hospital	64,797,900
Nonrecurring Appropriations	<u>1,678,000</u>
Total Unrestricted Funds	100,831,500
<u>Auxiliary Services</u>	211,600
<u>Restricted Funds</u>	
Student Aid	3,776,200
Other	<u>70,000</u>
Total Restricted Funds	3,846,200
TOTAL EXPENDITURES	\$104,889,300

(1) Includes Support of Nonrecurring Allocations

INCOME/EXPENDITURE SUMMARIES
COMMUNITY COLLEGE SYSTEM

1982-83

ESTIMATED INCOME AND FUNDS AVAILABLE

<u>Unrestricted Funds</u>	
Sector Income (1)	\$30,600,600
University Wide Income	<u>-0-</u>
Total Unrestricted Funds (2)	30,600,600
<u>Auxiliary Services Income</u>	2,597,500
<u>Restricted Funds</u>	<u>830,600</u>
TOTAL INCOME AND FUNDS AVAILABLE	34,028,700

ESTIMATED EXPENDITURES

Unrestricted Funds

Instruction and Academic Support:	
Ashland Community College	1,439,300
Elizabethtown Community College	1,461,300
Hazard Community College	672,500
Henderson Community College	966,300
Hopkinsville Community College	900,000
Jefferson Community College	4,346,000
Lexington Technical Institute	1,023,200
Madisonville Community College	804,700
Maysville Community College	1,347,300
Paducah Community College	987,400
Prestonsburg Community College	1,188,800
Somerset Community College	824,100
Southeast Community College	1,903,300
Summer Session	524,300
Program Reserve	<u>873,300</u>
Total Instruction/Academic Support	19,261,800
Library Services:	
Community College System Libraries	1,338,700
Student Services:	
Community College Student Activities	28,300
General Administration	908,500
Maintenance and Operations	3,650,900
Staff Benefits	3,524,500

Community College System
Page 2

Debt Service	1,424,700
Student Aid	243,200
Nonrecurring Appropriations	<u>320,000</u>
Total Unrestricted Funds (2)	30,600,600
<u>Auxiliary Services</u>	2,597,500
<u>Restricted Funds</u>	
Student Aid	192,300
Other	<u>638,300</u>
Total Restricted Funds	830,600
TOTAL EXPENDITURES	\$34,028,700

- (1) Includes Support of Nonrecurring Allocations
(2) Excludes University Wide Services of \$1,578,200

INCOME/EXPENDITURE SUMMARIES
CENTRAL ADMINISTRATION

1982-83

ESTIMATED INCOME AND FUNDS AVAILABLE

<u>Unrestricted Funds</u>	
Sector Income (1)	\$ 160,100
University Wide Income	<u>3,777,200</u>
Total Unrestricted Funds	3,937,300
<u>Restricted Funds</u>	
	<u>126,600</u>
TOTAL INCOME AND FUNDS AVAILABLE	4,063,900

ESTIMATED EXPENDITURES

<u>Unrestricted Funds</u>	
General Administration:	
Board of Trustees	19,200
Office of the President	174,800
Senate Council	45,700
Vice President Administration	106,000
Affirmative Action	80,100
Legal Counsel	172,700
Vice President University Relations	1,068,100
Special Assistant Academic Affairs	69,000
Special Assistant Business and Financial Affairs	97,600
Office of Budget	157,500
Office of Planning and Policy Analysis	125,700
Management and Organizational Analysis	254,900
Controller/Treasurer	<u>1,534,600</u>
Total General Administration	3,905,900
Nonrecurring Appropriations	<u>31,400</u>
Total Unrestricted Funds	3,937,300
<u>Restricted Funds</u>	
Student Aid	8,100
Other	<u>118,500</u>
Total Restricted Funds	126,600
TOTAL EXPENDITURES	\$4,063,900

(1) Includes Support of Nonrecurring Allocations

INCOME/EXPENDITURE SUMMARIES
UNIVERSITY WIDE

1982-83

ESTIMATED INCOME AND FUNDS AVAILABLE

<u>Unrestricted Funds</u>	\$27,370,600
TOTAL INCOME AND FUNDS AVAILABLE	27,370,600

ESTIMATED EXPENDITURES

Unrestricted Funds

Instruction, Departmental Research and
Academic Support:

Program Improvement Fund	872,900
Special Projects Reserve	<u>251,300</u>

Total Instruction, Departmental Research & Academic Support	1,124,200
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Maintenance and Operations:

Utilities Reserve	173,500
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General Expenses:

Annual Giving Program	212,900
University Audit	35,000
General Expenses	105,900
Institutional Dues & Memberships	40,000
President's Discretionary Fund	22,000
Common Insurance Fund	350,000
Cultural Enrichment	<u>38,300</u>
Total General Expenses	804,100

Staff Benefits:

Disability Insurance	599,100
Life Insurance	121,000
Retirement Payments	3,376,800
Retirement System I	5,079,000
Retirement System II	2,019,000
Retirement System III	999,400
Social Security	7,320,900
Unemployment Compensation	260,000
Workmen's Compensation	413,200
Professional Liability Insurance	125,000
Health Insurance	<u>1,483,100</u>
Total Staff Benefits	21,796,500 (1)

Student Aid:	391,800
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Nonrecurring Appropriations:	
Community Service Programs	50,000
Computing Equipment	1,450,000
Consulting Agreements	15,500
Designated Funds	300,000
Nonrecurring Contingency	550,000
Office Rental	115,000
Renovation	600,000
Total Nonrecurring Appropriations	<u>3,080,500</u>
Total Unrestricted Funds	27,370,600
TOTAL EXPENDITURES	\$27,370,600

(1) Excludes Community College System

Office of the President
November 9, 1982

PR 3E

Members, Executive Committee, Board of Trustees:

Proposed Amendments to the Governing Regulations

Recommendation: that the following proposed amendments to the Governing Regulations of the University of Kentucky be received at this time for preliminary consideration and, at the next regular meeting of the Board of Trustees, be included on the agenda for action.

(Note: Proposed additions are underlined; proposed deletions are bracketed.)

First Amendment - Change Part IV, twelfth paragraph, fourth subsection, to read:

Recommend to the appropriate chancellor and the President on the establishment, alteration, and abolition of educational units in the University System.

Rationale: This change is consistent with the basic objective of the recent administrative reorganization which is to more clearly focus the responsibility and authority for the day-to-day administration of the three academic sectors on the chancellors. The primary means of accomplishing this objective are the placement of business, administrative, and student services under the control of the chancellor, and the delegation of certain authority for personnel, program, budget, and facilities.

Second Amendment - Change Part VII.A.4, first paragraph, to read:

The faculty of a college shall consist of its dean, assistant and/or associate deans, and full-time faculty personnel having the rank of assistant professor, associate professor, or professor in the regular, special title, or extension series. Membership, with

or without voting privileges, also may be extended by a college faculty to any other person assigned to it for administrative work, teaching, or research. An individual may be assigned to more than one faculty; in this instance, one assignment shall be designated by the President or other appropriate officer (X.B.1) appropriate chancellor(s) or dean (Part X.B.1) as the primary one.

Rationale: The same as that for the first amendment.

Third Amendment - Change Part VII.A.4, second paragraph, to read:

The faculty shall hold regularly scheduled meetings. In addition, it shall meet in special session on the call of the President of the University, the chancellor of the academic sector, or the dean of the college, or at the request of a prescribed number of its membership. Each college faculty shall establish the quorum for the transaction of business. Copies of minutes of college faculty meetings shall be made available to all members of the faculty of the college.

Rationale: The chancellor of the academic sector should be included among those authorized to call a special session of a college faculty.

Fourth Amendment - Change Part VII.A.6., second paragraph, to read:

The department faculty has jurisdiction, with the approval of the dean and the President appropriate chancellor or chancellor's designee over matters concerning its internal policies, insofar as these do not conflict with those of other departments or with the rules of the University Senate or the faculties of the school or college of which the department is a part. It should hold regularly scheduled meetings and is authorized to established rules for procedure and a committee structure to deal with matters over which it has jurisdiction, copies being filed with the secretary (secretaries) of the school and/or college of which the department is a member. It has primary responsibility for the development of policies on such matters as academic requirements, courses of study, class schedules, graduate and research programs, and service functions. Jointly with the department chairman, it should establish: (1) procedures to be used within the department in making recommendations on the appointment of new members of the department, promotions, reappointments, terminal reappointments, decisions not to reappoint, post-retirement appointments, and the granting of tenure; and (2) the procedures to be used within the department in the faculty performance evaluations and in the preparation of budget requests.

Rationale: The same as that for the first amendment.

Fifth Amendment - Change Part VII.B.5., second paragraph, to read:

The department chairman is responsible for recommendations on the appointment of new members of the department, promotions, reappointments, terminal reappointments, decisions not to reappoint, post-retirement appointments, and the granting of tenure. Procedures and criteria used in preparing recommendations shall be those established by the University, the college, and the department faculty. As a minimum, the procedures must include consultation with all tenured members of the department and with all full-time, non-tenured faculty members (except those appointed in the research title or visiting series) with the actual or equivalent rank of assistant professor or higher who have been members of the department for two years, except as noted below. All recommendations on matters listed above, excluding reappointments and post-retirement appointments, shall include the written judgment of each consulted member of the department along with the recommendation of the chairman. The following exceptions may be made: (1) faculty members on approved leave of absence or with a primary administrative, service, or other assignment outside the department may, but are not required to, provide written judgments on all recommendations; ~~[(1)]~~ (2) faculty members need not be consulted on recommendations for promotion affecting faculty members with equivalent or higher rank, except that all faculty members with tenure shall be consulted on recommendations for granting of tenure; ~~[(2)]~~ (3) faculty members without tenure need not be consulted on recommendations for granting of tenure; ~~[(3)]~~ (4) the right to make recommendations on temporary appointments and/or appointments at the assistant professor level or below may be delegated, with these appointments to be reviewed by the tenured faculty of the department during the second semester of the first year of appointment; and ~~[(4)]~~ (5) in a large and diverse department, upon prior recommendation by the department faculty and approval of the ~~President~~ dean and the chancellor, consultation with faculty members may be restricted to those associated with the concerned, previously-defined academic division or program area in the department.

Rationale: The first change in this paragraph of Part VII.B.5 has been recommended specifically by the Department of Behavioral Science, the Dean of the College of Medicine, and the Chancellor for the Medical Center and is known to have strong support in other parts of the University. The rationale for the second change (other than numbering) in this paragraph is the same as that for the first amendment.

Sixth Amendment - Change Part X.B.1, fifth paragraph, to read:

The term "joint appointment" shall apply in any case in which an individual holds two or more intra-University faculty appointments. In such an instance, one of the appointments shall be designated as

the primary appointment by the dean of the college if the individual's appointments are associated with educational units in the same college, by the appropriate chancellor if the appointments are with educational units in different colleges but in the same academic sector (i.e., Lexington Campus, Medical Center, or Community College System), or by the President mutual agreement of the appropriate chancellors if the appointments are with educational units in different academic sectors. The constituent appointments relating to a joint appointment may be processed simultaneously or at different times; however, each appointment should be processed independently and considered on its own merits. An individual's academic rank, though usually the same, may differ in the constituent appointments. The possibility of tenure applies only to the primary appointment. In case of termination of the non-primary appointment(s) leaving only the primary appointment for a full-time faculty member, the individual's assignment associated with the primary appointment shall become full-time.

Rationale: The same as that for the first amendment.

Seventh Amendment - Change Part X.B.3. to read:

The precise terms and conditions, excepting salary, covering each appointment shall be stated in writing on an official appointment record. Notice of reappointment shall be in the possession of the appropriate administrative officers and the appointee at least three months before the renewed appointment begins, when possible, or at the earliest date feasible in view of budget considerations. It shall be the responsibility of the Vice President for Administration appropriate chancellor to insure compliance with this regulation.

Rationale: Information on salary is not included on the form entitled "University of Kentucky Notice of Appointment and Assignment." With respect to the second modification, since responsibility to insure compliance with this regulation has been delegated for more than ten years to the appropriate academic vice president, it appears logical in view of the recent administrative reorganization to assign the responsibility directly to the appropriate chancellor.

Eighth Amendment - Change the first two paragraphs of Part X.B.4 to read:

Part-time, visiting, or temporary short-term appointments with explicit terminal dates of one academic year or less terminate at the expiration of the term without notice.

For those employed year-to-year on a fiscal or academic year basis, notification of non-renewal of appointment at the end of the first year of service shall be given not later than March 1 if the appointment expires at the end of that year or three months in advance if the one-year appointment terminates during the academic year. Notification of non-renewal of appointment at the end of the second year of service shall be given no later than December 15 if the appointment expires at the end of the year or six months in advance if the appointment expires during the year. Notification of non-renewal of appointment after more than two years of service shall be given at least 12 months before expiration of the appointment. Notice of non-renewal of appointment of those on post-retirement appointment shall be not less than six months.

Rationale: The modification in the first paragraph is needed because notice of non-renewal affecting an appointment having a length greater than 9 months (one academic year) but not more than 12 months (one year) is not currently covered in the University's regulations. The deletion of the last sentence in the second paragraph is appropriate because a post-retirement appointment is a temporary short-term appointment and would be covered by the first paragraph of Part X.B.4 as amended.

Action taken: Approved XX Disapproved _____ Other _____

Date: November 9, 1982

Office of the President
November 9, 1982

PR 5A

Members, Executive Committee, Board of Trustees:

PATENT ASSIGNMENT
LEXINGTON CAMPUS

- I. Recommendation: that authorization be given to the proper officials of the University of Kentucky Board of Trustees to execute an assignment on behalf of the Board of Trustees to the University of Kentucky Research Foundation of the following application for Letters Patent of the United States and the invention represented thereby: David T. Kao, Serial No. (to be assigned), filed September 28, 1982.

Background: David T. Kao has invented certain improvements in SELF-FLUSHING PISTON ASSEMBLY FOR SLURRY PUMP. He has assigned his right to the invention to the University of Kentucky. In accord with usual practice, it is recommended that the University assign the patent to the University of Kentucky Research Foundation.

Action: Approved XX Disapproved _____ Other _____

Date: November 9, 1982.

Office of the President
November 9, 1982

FCR 1

Members, Executive Committee, Board of Trustees:

INTERIM FINANCIAL REPORT

Recommendation: that the financial report for the three months ending September 30, 1982, be accepted.

Background: The September 30, 1982, report reflects income of \$98,999,175 for the period of the report; the income figure is 30% of the annual income estimate of \$334,391,031.

The expenditures and commitments represent a total of \$77,551,069 for the period of three months, or 23% of the expenditure authority of \$334,391,031 approved by the Board.

Action taken: Approved XX Disapproved _____ Other _____

Date: November 9, 1982

Statement 1

University of Kentucky
 Balance Sheet
 September 30, 1982
 With Comparative Figures for 1981-82

ASSETS

	<u>1982-1983</u>	<u>1981-1982</u>
Current Funds:		
Unrestricted:		
Cash in banks:		
Depository Funds	\$ 16,972,868	\$11,076,419
Imprest Cash		67,655
Cash on deposit with State Treasurer:		
Trust and agency		<u>2,413,404</u>
Total cash	<u>16,972,868</u>	<u>13,557,478</u>
Due from other funds and affiliated corporations	3,195,934	9,130,520
Investments	384,238	
Accounts receivable	7,156,309	5,750,789
Inventories	6,628,912	4,772,469
Unrealized income (Statement 3)	<u>152,669,524</u>	<u>134,923,531</u>
Total unrestricted	<u>187,007,785</u>	<u>168,134,787</u>
Restricted:		
Cash in banks	20,538,234	12,907,970
Cash on deposit with State Treasurer	<u>3,585,614</u>	<u>3,089,514</u>
Total cash	<u>24,123,848</u>	<u>15,997,484</u>
Petty cash advances	441,820	399,416
Travel advances	200,934	142,562
Accounts receivable	12,325	12,368
Accrued interest receivable	1,463,689	404,967
Investments:		
Short-term (Schedule 1)	27,371,947	12,881,495
Other	47,888	37,959
Unrealized income:		
Restricted (Statement 3)	10,994,011	8,615,748
Tobacco Research Trust Fund (Statement 3)	<u>5,665,468</u>	<u>2,566,358</u>
Total restricted	<u>70,321,930</u>	<u>41,058,357</u>

University of Kentucky
Balance Sheet
September 30, 1982
With Comparative Figures for 1981-82

LIABILITIES AND FUND BALANCES

	<u>1982-1983</u>	<u>1981-1982</u>
Current Funds:		
Unrestricted:		
Outstanding encumbrances	\$ 5,195,310	\$ 5,724,435
Accounts payable-county funds	143,852	109,464
Accrued expenses	1,379,185	1,093,900
Advance from state for imprest cash fund	95,631	1,300,000
Deferred income	3,493,000	818,967
Accrued vacation	165,677,400	3,138,000
Unencumbered balance, departmental appropriations (Statement 4)		147,408,263
Fund balances:		
Allocated for working capital (Statement 2)	<u>11,023,407</u>	<u>8,541,758</u>
Total unrestricted	<u>187,007,785</u>	<u>168,134,787</u>
Restricted:		
General Fund collections	9,227,703	3,783,865
Payroll deposits and withholdings	5,602,252	2,390,528
Outstanding encumbrances	911,181	401,700
Due to other funds and affiliated corporations	22,267,348	10,705,007
Advance from state for imprest cash fund		50,000
Deferred income	135,086	19,295
Refundable deposits	75,111	70,079
Outstanding liabilities	88,562	80,077
Unencumbered balance, departmental appropriations (Statement 4)	10,717,296	8,144,456
Unencumbered balance, Tobacco Research Trust Fund		
Appropriation (Statement 4)	5,482,110	2,948,191
Fund balances:		
Restricted fund (Statement 2)	12,608,053	10,096,004
Tobacco Research Trust Fund-unallocated funds (Statement 2)	<u>3,207,228</u>	<u>2,369,155</u>
Total restricted	<u>70,321,930</u>	<u>41,058,357</u>

Statement 1

University of Kentucky
Balance Sheet
September 30, 1982
With Comparative Figures for 1981-1982

	<u>1982-83</u>	<u>1981-82</u>
<u>ASSETS</u>		
Hospitals and clinics:		
Due from other funds and affiliated corporations	\$ 9,786,137	\$ 6,842,899
Accounts receivable, net of allowance for doubtful account of \$7,612,954 in 1983 and \$7,385,705 in 1982	16,676,593	12,354,634
Inventories	986,001	1,007,423
Unrealized income (Statement 3)	<u>45,365,309</u>	<u>41,871,004</u>
Total hospital and clinics	<u>72,814,040</u>	<u>62,075,960</u>
Housing and dining system:		
Cash in bank	4,483,416	690,850
Cash on deposit with State Treasurer	301,646	4,823,026
Accounts receivable	659,312	409,147
Inventories	1,640,920	1,275,900
Prepaid expenses	175,112	183,018
Unrealized income (Statement 3)	<u>16,712,516</u>	<u>14,492,918</u>
Total housing and dining system	<u>23,972,922</u>	<u>21,874,859</u>
Auxiliary enterprises:		
Cash in banks	774,592	618,514
Cash on deposit with State Treasurer	<u>751,245</u>	<u>188,412</u>
Total cash	<u>1,525,837</u>	<u>806,926</u>
Accounts receivable	87,077	43,871
Notes receivable	47,051	87,000
Inventories	768,870	670,664
Unrealized income (Statement 3)	<u>3,985,028</u>	<u>3,634,681</u>
Total auxiliary enterprises	<u>6,413,863</u>	<u>5,243,142</u>
TOTAL CURRENT FUNDS	<u>\$ 360,530,540</u>	<u>\$ 298,387,105</u>

University of Kentucky
Balance Sheet
September 30, 1982
With Comparative Figures for 1981-82

LIABILITIES AND FUND BALANCES

	<u>1982-83</u>	<u>1981-82</u>
Hospitals and clinics:		
Outstanding encumbrances	\$ 95,631	\$ 645,794
Accounts payable	6,380,841	5,394,834
Accrued vacation	901,000	787,000
Unexpended balance, departmental appropriation (Statement 4)	54,354,231	44,746,513
Fund balances-allocated for working capital (Statement 2)	<u>11,082,337</u>	<u>10,501,819</u>
Total hospital and clinics	<u>72,814,040</u>	<u>62,075,960</u>
Housing and dining system:		
Accrued expenses	488,311	396,989
Accrued wages	177,470	140,356
Accrued vacation	199,000	125,000
Accounts payable	770,815	361,674
Due to other funds and affiliated corporations	645,968	1,636,500
Refundable deposits	95,787	83,401
Deferred income	4,276,072	4,336,967
Unexpended balance, departmental appropriation (Statement 4)	16,536,559	14,338,780
Fund balances:		
Allocated for future operating purposes (Statement 2)	<u>782,940</u>	<u>455,192</u>
Total housing and dining system	<u>23,972,922</u>	<u>21,874,859</u>
Auxiliary enterprises:		
Outstanding encumbrances	106,425	168,432
Due to other funds and affiliated corporations	886,576	438,035
Unencumbered balance, departmental appropriation (Statement 4)	4,072,366	3,538,622
Fund balances-allocated:		
Working capital	904,965	840,130
Future operating purposes	<u>443,531</u>	<u>257,923</u>
Total fund balance (Statement 2)	<u>1,348,496</u>	<u>1,098,053</u>
Total auxiliary enterprises	<u>6,413,863</u>	<u>5,243,142</u>
TOTAL CURRENT FUNDS	<u>\$360,530,540</u>	<u>\$298,387,105</u>

Statement 1

University of Kentucky
 Balance Sheet
 September 30, 1982
 With Comparative Figures for 1981-82

	<u>1982-83</u>	<u>1981-82</u>
<u>ASSETS</u>		
Loan Funds:		
Cash in bank	\$ 1,967,347	\$ 903,284
Notes receivable, net allowance for doubtful accounts of \$2,360,588 in 1983 and \$2,242,677 in 1982	10,633,303	10,898,620
Due from other funds and affiliated corporations	250	38
Due from United Student Aid loan fund	<u>2,000</u>	<u>2,000</u>
TOTAL LOAN FUNDS	<u>\$12,602,900</u>	<u>\$11,803,942</u>
Endowment Funds:		
Investments	<u>\$ 7,832,391</u>	<u>\$ 6,175,562</u>
TOTAL ENDOWMENT FUNDS	<u>\$ 7,832,391</u>	<u>\$ 6,175,562</u>
Plant Funds:		
Unexpended:		
Cash on deposit with State Treasurer:		
Trust and agency	\$ 5,870,900	\$ 2,695,006
Capital construction funds	<u>12,043,807</u>	<u>28,206,549</u>
Total cash on deposit with State Treasurer	<u>17,914,707</u>	<u>30,901,555</u>
Due from other funds and affiliated corporations	5,779,738	4,466,965
Construction in progress	<u>20,879,939</u>	<u>8,552,286</u>
Total unexpended plant funds	<u>44,574,384</u>	<u>43,920,806</u>

University of Kentucky
Balance Sheet
September 30, 1982
With Comparative Figures for 1981-82

LIABILITIES AND FUND BALANCES

	<u>1982-1983</u>	<u>1981-1982</u>
Loan Funds:		
Federal sponsored loan funds:		
Federal Government	\$ 8,763,866	\$ 8,378,171
University matching funds	1,062,585	1,053,710
Accumulated interest income	<u>1,521,371</u>	<u>1,333,021</u>
Total Federal sponsored loan funds	<u>11,347,822</u>	<u>10,764,902</u>
University loan funds:		
University student aid funds	83,695	85,851
University special student loan funds	1,169,383	951,189
United Student Aid loan funds	<u>2,000</u>	<u>2,000</u>
Total University loan funds	<u>1,255,078</u>	<u>1,039,040</u>
TOTAL LOAN FUNDS	<u>\$ 12,602,900</u>	<u>\$ 11,803,942</u>
Endowment Funds:		
Due to other funds and affiliated corporations	\$ 142,644	\$ 6,175,562
Fund balances	7,689,747	6,175,562
TOTAL ENDOWMENT FUNDS	<u>\$ 7,832,391</u>	<u>\$ 6,175,562</u>
Plant Funds:		
Unexpended:		
Outstanding encumbrances	\$ 4,326,179	\$ 13,259,832
Bond anticipation notes payable	21,300,000	21,300,000
Fund balances allocated for construction-renovation	<u>18,948,205</u>	<u>9,360,974</u>
Total unexpended plant funds	<u>44,574,384</u>	<u>43,920,806</u>

Statement 1

University of Kentucky
Balance Sheet
September 30, 1982
With Comparative Figures for 1981-1982

ASSETS

	<u>1982-1983</u>	<u>1981-1982</u>
Renewal and replacements:		
Cash on deposit with Trustees	\$ 58,442	\$ 285,139
Cash on deposit with State Treasurer	1,574,504	448,886
Due from other funds and affiliated corporations	33,322	307,532
Accrued interest receivable	1,246,064	17,210
Investments held by Trustees	<u>2,912,332</u>	<u>883,619</u>
Total renewal and replacements		<u>1,942,386</u>
Retirement of indebtedness:		
Cash on deposit with State Treasurer	50,000	50,000
Cash on deposit with Trustees	39,303	5,161,534
Accrued interest receivable	187,877	150,620
Investments held by Trustees	<u>17,383,178</u>	<u>10,365,614</u>
Total retirement of indebtedness		<u>15,727,768</u>
Investment in plant:		
Land	22,065,696	21,680,390
Buildings	280,876,542	277,199,725
Equipment	<u>105,607,422</u>	<u>105,478,128</u>
Total investment in plant		<u>404,358,243</u>
TOTAL PLANT FUNDS	<u>\$473,696,734</u>	<u>\$ 465,949,203</u>
Agency Funds:		
Cash in bank	\$ 381,691	\$ 488,131
Accounts receivable		2,399
Investments short-term (Schedule 1)	<u>15,000</u>	<u>15,000</u>
TOTAL AGENCY FUNDS		<u>\$ 505,530</u>

University of Kentucky
 Balance Sheet
 September 30, 1982
 With Comparative Figures for 1981-1982

LIABILITIES AND FUND BALANCES

	<u>1982-1983</u>	<u>1981-1982</u>
Renewal and replacements:		
Due to other funds and affiliated corporations	\$ 170,875	\$ 33,562
Outstanding encumbrances	6,868	
Fund balances:		
Restricted (Schedule 4)	1,154,000	1,150,847
Unrestricted (Schedule 4)	<u>1,580,589</u>	<u>757,977</u>
Total fund balances	<u>2,734,589</u>	<u>1,908,824</u>
Total renewal and replacements	<u>2,912,332</u>	<u>1,942,386</u>
Retirement of indebtedness:		
Bonds payable (Schedule 3)	1,385,000	1,536,000
Fund balances (Schedule 3)	<u>16,275,358</u>	<u>14,191,768</u>
Total retirement of indebtedness	<u>17,660,358</u>	<u>15,727,768</u>
Investment in plant:		
Due to other funds and affiliated corporations		381,000
Bonds payable	101,945,000	104,813,000
Notes payable	742,497	928,121
Lease purchase obligation	4,470,000	4,660,000
Net investment in plant	<u>301,392,163</u>	<u>293,576,122</u>
Total investment in plant	<u>408,549,660</u>	<u>404,358,243</u>
TOTAL PLANT FUNDS	<u>\$473,696,734</u>	<u>\$465,949,203</u>
Agency Funds:		
Outstanding encumbrances:		
Due to other funds and affiliated corporations	\$ 1,091	\$ 4,005
Funds held in custody for others	22,634	34,229
	<u>372,966</u>	<u>467,296</u>
TOTAL AGENCY FUNDS	<u>\$ 396,691</u>	<u>\$ 505,530</u>

Statement 2

University of Kentucky
Statement of Changes in Fund Balances-Current Funds
Three Months Ended September 30, 1982

	Unrestricted Allocated	Restricted	Tobacco Research Trust Fund	Hospitals and Clinics	Housing Dining System Funds for Future Operating Purposes	Auxiliary Enterprises
Fund Balances July 1, 1982	\$ 20,973,407	\$12,608,053	\$ 3,207,228	\$11,082,337	\$ 782,940	\$ 1,348,496
Realized income	70,956,691	1,651,415	934,532	19,432,566	4,236,628	1,787,343
Unrealized income	152,669,524	10,994,011	5,665,468	45,365,309	16,712,516	3,985,028
Total estimated income	<u>223,626,215</u>	<u>12,645,426</u>	<u>6,600,000</u>	<u>64,797,875</u>	<u>20,949,144</u>	<u>5,772,371</u>
Less fund balance appropriated	<u>9,950,000</u>					
Net current estimated income	<u>213,676,215</u>	<u>12,645,426</u>	<u>6,600,000</u>	<u>64,797,875</u>	<u>20,949,144</u>	<u>5,772,371</u>
Total available	<u>234,649,622</u>	<u>25,253,479</u>	<u>9,807,228</u>	<u>75,880,212</u>	<u>21,732,084</u>	<u>7,120,867</u>
Current year expenditures/ encumbrances	57,948,815	1,928,130	1,117,890	10,443,644	4,412,585	1,700,005
Unencumbered balances, appropriations	<u>165,677,400</u>	<u>10,717,296</u>	<u>5,482,110</u>	<u>54,354,231</u>	<u>16,536,559</u>	<u>4,072,366</u>
Total authorized appropriation	<u>223,626,215</u>	<u>12,645,426</u>	<u>6,600,000</u>	<u>64,797,875</u>	<u>20,949,144</u>	<u>5,772,371</u>
Fund Balances September 30, 1982	<u>\$ 11,023,407</u>	<u>\$12,608,053</u>	<u>\$ 3,207,228</u>	<u>\$11,082,337</u>	<u>\$ 782,940</u>	<u>\$ 1,348,496</u>

University of Kentucky
 Summary of Current Revenues and Appropriated Balances
 Three Months Ended September 30, 1982
 With Comparative Figures for 1981-82

Fund and Source:	1982-1983			1981-1982		
	Estimated for the Year	Realized to Date	% Realized to Date	Estimated for the Year	Realized to Date	% Realized to Date
Unrestricted:						
Student fees	\$ 32,213,237	\$16,783,948	52	\$ 28,283,509	\$ 15,343,420	54
Federal appropriations	12,884,176	2,978,717	23	12,894,430	2,999,127	23
County appropriations	2,622,700	543,240	21	2,387,800	432,660	18
Endowment and trust fund income	195,400	85,504	44	189,900	56,662	30
Investment income	4,180,000	1,777,476	43	3,870,000	1,975,929	51
Gifts and grants:						
Affiliated corporations	5,354,532			4,812,804	57,505	1
Other funds	349,100			349,100		
Other	1,013,882	371,657	37	953,000	128,778	14
Sales, services, other income	6,935,388	1,824,429	26	6,416,000	1,639,735	26
Subtotal	<u>65,748,415</u>	<u>24,364,971</u>	<u>37</u>	<u>60,156,543</u>	<u>22,633,816</u>	<u>38</u>
State appropriations	147,927,800	36,641,720	25	132,300,400	34,899,596	26
Fund balance appropriated	9,950,000	9,950,000	100	9,888,000	9,888,000	100
Total unrestricted	<u>223,626,215</u>	<u>70,956,691</u>	<u>32</u>	<u>202,344,943</u>	<u>67,421,412</u>	<u>33</u>
Restricted:						
Tobacco Research	12,645,426	1,651,415	13	10,218,384	1,602,636	16
Trust Fund:						
Total	<u>6,600,000</u>	<u>934,532</u>	<u>14</u>	<u>3,540,000</u>	<u>973,642</u>	<u>28</u>
Hospital and Clinics:						
State appropriations	7,149,492	1,969,155	28	7,170,800	2,165,204	30
Hospital earned income-net	57,648,383	17,463,411	30	49,608,307	12,742,899	22
Total Hospital and Clinics	<u>64,797,875</u>	<u>19,432,566</u>	<u>30</u>	<u>56,779,107</u>	<u>14,908,103</u>	<u>23</u>
Housing and Dining System	20,949,144	4,236,628	20	18,258,451	3,765,533	21
Auxiliary Enterprises	5,772,371	1,787,343	31	5,272,283	1,637,602	31
TOTAL CURRENT FUNDS AND APPROPRIATED BALANCES	<u>\$334,391,031</u>	<u>\$ 98,999,175</u>	<u>30</u>	<u>\$296,413,168</u>	<u>\$ 90,308,928</u>	<u>31</u>

University of Kentucky
 Summary of Current Funds Expenditures
 Three Months Ended September 30, 1982
 With Comparative Figures for 1981-82

Fund or Function Restricted:	1982-1983			1981-1982		
	Appropriation for the Year	Expended Encumbered to Date	% Expended Encumbered to Date	Appropriation for the Year	Expended Encumbered to Date	% Expended Encumbered to Date
Department of Instruction and research	\$ 83,883,133	\$ 22,216,917	26	\$ 80,031,452	\$ 20,293,377	25
Summer session-1982	1,747,824	1,626,079	93	1,568,331	1,421,305	91
Organized activities	1,918,448	630,566	33	1,899,841	485,345	26
Organized research	17,902,813	5,287,794	30	17,280,260	5,770,625	33
Libraries	5,441,449	1,925,215	35	5,350,053	1,623,390	30
Extension and public service	25,878,232	6,573,160	25	24,556,101	6,280,551	26
Maintenance and operation of plant	18,804,200	4,356,340	23	16,944,418	4,958,176	29
Renovation, office furniture, etc.	3,056,177	213,860	7	930,350	130,650	14
General administration	10,232,578	2,271,590	22	8,646,349	2,101,295	24
Student services	5,653,177	1,391,261	25	5,446,102	1,673,184	31
Staff benefits	21,670,243	1,608,660	7	19,822,967	1,446,227	7
General institutional services	9,776,175	2,793,404	29	9,950,604	2,819,863	28
Service enterprises	268,651	102,604	38	282,101	261,545	93
Debt service cost	8,162,800	6,637,110	81	5,925,100	4,973,555	84
Student aid	2,284,075	314,255	14	2,168,457	697,592	32
Reserves	6,946,240			1,532,457		
Total unrestricted	223,626,215	57,948,815	26	202,344,943	54,936,680	27

University of Kentucky
 Summary of Current Funds Expenditures
 Three Months Ended September 30, 1982
 With Comparative Figures for 1981-1982

Fund or Function: restricted:	1982-1983		1981-1982	
	Appropriation for the Year	Expended Encumbered to Date	Appropriation for the Year	Expended Encumbered to Date
		% Expended Encumbered to Date		% Expended Encumbered to Date
Departments of Instruction and research	\$ 2,980,309	387,753	\$ 2,295,419	389,702
Organized activities	107,344	16,195	56,405	10,773
Organized research	5,303,595	812,273	4,091,439	802,028
Libraries	43,850	8,131	36,010	1,865
Extension and public service	491,242	82,716	313,952	52,767
General institutional service	654,092	260,330	627,719	76,747
Student aid	1,132,220	360,732	2,797,440	740,046
Reserves	1,932,774			
Total restricted	12,645,426	1,928,130	10,218,384	2,073,928
Tobacco Research Trust Fund	6,600,000	1,117,890	3,540,000	591,809
Hospitals and clinics	64,797,875	10,443,644	56,779,107	12,032,594
Housing and Dining System	20,949,144	4,412,585	18,258,451	3,919,671
Auxiliary Enterprises	5,772,371	1,700,005	5,272,283	1,733,661
TOTAL CURRENT FUNDS EXPENDITURES	\$334,391,031	\$ 77,551,069	\$ 296,413,168	\$ 75,288,343
		23		25

Schedule 1

University of Kentucky
 Schedule of Short Term Investments
 September 30, 1982

	<u>Maturity Value</u>	<u>Cost</u>
Restricted Current Fund:		
Government securities:		
U.S. Treasury Bills, 14.35%, 12/2/82	\$ 3,000,000	\$ 2,655,700
U.S. Treasury Bills, 13.83%, 12/2/82	385,000	342,286
U.S. Treasury Bills, 14.67%, 2/24/83	4,550,000	3,995,934
U.S. Treasury Bills, 13.98%, 5/19/83	6,790,000	5,999,086
U.S. Treasury Bills, 15.10%, 6/16/83	3,435,000	2,997,470
U.S. Treasury Bills, 11.17%, 9/8/83	3,880,000	3,496,471
FHLB, 7.375%, 11/26/84	200,000	200,000
U.S. Treasury Notes, 7.875%, 5/15/86	685,000	685,000
Total government securities	<u>22,925,000</u>	<u>20,371,947</u>
Certificates of deposit:		
Bank of Commerce & Trust Co., 12.125%, 11/22/82	3,000,000	3,000,000
Bank of Commerce & Trust Co., 13.25%, 7/19/83	4,000,000	4,000,000
Total certificates of deposit	<u>7,000,000</u>	<u>7,000,000</u>
TOTAL RESTRICTED FUNDS	<u><u>\$ 29,925,000</u></u>	<u><u>\$27,371,947</u></u>
Agency Funds:		
Government securities:		
U.S. Treasury Notes, 7.875%, 5/15/86	\$ 15,000	\$ 15,000
TOTAL AGENCY FUNDS	<u><u>\$ 15,000</u></u>	<u><u>\$ 15,000</u></u>

University of Kentucky
 Schedule of Retirement of Indebtedness Funds
 For the Three Months Ended September 30, 1982

	<u>Estimated</u>	<u>Realized</u>	<u>% Realized</u>
Source of Funds:			
Unrestricted current funds	\$ 8,162,800	\$6,637,110	82
Housing and dining system	2,501,976		
Auxiliary enterprises current funds	<u>161,292</u>	<u>7,746</u>	<u>5</u>
TOTAL RETIREMENT OF INDEBTEDNESS FUNDS	<u>\$10,826,068</u>	<u>\$6,644,856</u>	<u>61</u>
	<u>Appropriated</u>	<u>Expended</u>	<u>% Expended</u>
Debt Service:			
Unrestricted funds debt:			
Consolidated Educational Buildings-Series A	\$ 508,088		
Consolidated Educational Buildings-Series B	482,700		
Consolidated Educational Buildings-Series C	234,200		
Consolidated Educational Buildings-Series D	2,414,484		
Consolidated Educational Buildings-Series E	291,128		
Consolidated Educational Buildings-Series F	527,220		
Consolidated Educational Buildings-Series G	2,283,590		
Community Colleges Educational Buildings-Series A	836,720		
Community Colleges Educational Buildings-Series B	198,000		
Community Colleges Educational Buildings-Series C	<u>386,670</u>		
Subtotal	<u>8,162,800</u>		
Housing and Dining System Revenue Bonds-Series A-L	<u>2,501,976</u>	<u>520</u>	
Auxiliary Enterprises:			
Alpha Delta Pi	8,316		
Dorms A-F	39,330		
Dorms G-L	49,943		
Phi Delta Theta	7,540		
Delta Delta Delta	4,090		
Alpha Tau Omega	7,738		
Housing Bonds of 1960	13,844		
Student Housing Bonds of 1964	<u>30,491</u>	<u>7,746</u>	
Subtotal	<u>161,292</u>	<u>7,746</u>	<u>5</u>
TOTAL RETIREMENT OF INDEBTEDNESS FUNDS	<u>\$10,826,068</u>	<u>\$ 8,266</u>	

University of Kentucky
 Schedule of Sinking Funds
 September 30, 1982

	<u>Total Sinking Fund</u>	<u>Bonds Payable</u>	<u>Fund Balances</u>
<u>Bond Issue with Reserves Fully Funded:</u>			
Housing and Dining System Revenue Bond and Interest Sinking Fund	\$ 2,035,747		\$ 2,035,747
Consolidated Educational Buildings Project and Interest Sinking Fund:			
Series A	1,054,044		1,054,044
Series B	1,034,032		1,034,032
Series C	429,431		429,431
Series D	4,444,788		4,444,788
Series E	533,068		533,068
Series F	1,291,233		1,291,233
Series G	1,909,624		1,909,624
Interest Sinking Fund:	141,271		141,271
Student Housing Bond and Interest Sinking Fund of 1964	1,765,044		1,765,044
Community College Educational Buildings Project Bond and Interest Sinking Fund:	399,595		399,595
Series A	778,617		778,617
Series B	100,824		100,824
Series C	50,000		50,000
Student Housing Bond and Interest Sinking Fund of 1960	15,967,318		15,967,318
Dormitory Revenue Bonds of 1956			
Total Bond Issues with Reserves Fully Funded	<u>15,967,318</u>		<u>15,967,318</u>
<u>Bonds Fully Funded by Escrow Accounts:</u>			
Keeneland, Cooperstown and Student Union Future Bond and Interest Fund	1,385,000	\$ 1,385,000	308,040
TOTAL SINKING FUNDS	<u>\$17,660,358</u>	<u>\$ 1,385,000</u>	<u>\$16,275,358</u>

Schedule 4

University of Kentucky
 Schedule of Renewal and Replacement
 For the Three Months Ended September 30, 1982

	<u>Restricted</u>	<u>Unrestricted</u>	<u>Total Fund Balances</u>
Repair and Maintenance Reserves:			
Housing and Dining System	\$ 1,074,000	\$ 133,671	\$1,207,671
Student Housing Buildings of 1964	50,000	6,500	56,500
Student Housing Buildings of 1960	30,000	4,739	34,739
Other Auxillary Enterprises	<u> </u>	<u>34,018</u>	<u>34,018</u>
Total repair and maintenance reserves	<u>1,154,000</u>	<u>178,928</u>	<u>1,332,928</u>
Renewal and Replacement Funds:			
Housing and Dining Funds	<u> </u>	<u>1,216,153</u>	<u>1,216,153</u>
Other Auxillary Enterprises	<u> </u>	<u>185,508</u>	<u>185,508</u>
Total renewal and replacement funds	<u> </u>	<u>1,401,661</u>	<u>1,401,661</u>
GRAND TOTAL	<u>\$1,154,000</u>	<u>\$1,580,589</u>	<u>\$2,734,589</u>

EXHIBIT I

Office of the President
November 9, 1982

Members, Executive Committee, Board of Trustees:

FCR 2

RESOLUTION AUTHORIZING ISSUANCE OF
COMMUNITY COLLEGES EDUCATIONAL
BUILDINGS REVENUE BONDS, SERIES D

Recommendation: That the Executive Committee approve a Resolution authorizing the issuance of \$7,800,000 Community Colleges Consolidated Educational Buildings Revenue Bonds, Series D, dated December 1, 1982. Further, that the Executive Committee concurrently approve an Alternate Series D Resolution authorizing not only the above Series D Bonds, but also authorizes the issuance of \$7,800,000 Community Colleges Consolidated Educational Buildings Revenue Bond Anticipation Notes, Series D, dated December 1, 1982, and maturing May 1, 1985, said Alternate Series D Resolution also authorizing the Treasurer of the Board to poll the members of the Finance Committee on November 30, 1982, and to proceed with the issuance and sale on December 14, 1982, of the Bonds or the Notes in accordance with the vote of a majority of the Finance Committee.

Both the Series D Resolution and the Alternate Series D Resolution authorize the dissemination of a Notice of Sale, an Official Statement and an Official Bid Form for the solicitation of bids to be received at the meeting of the Board of Trustees on December 14, 1982.

Background: The proceeds of the Series D Bonds or Notes will provide funds for payment of the costs of construction and related costs of additions to the University's Community College System which have been previously approved by the Board as follows:

- (1) Southeast Community College - Technical facilities and Learning Resource Center.
- (2) Elizabethtown Community College - Learning Resource Center.
- (3) Jefferson Community College (Southwest Campus) - Auditorium.
- (4) Maysville Community College - Academic technical facilities.

At the time of preparation of the Series D Resolution, the bond market was indicating a decline in interest rates and the probability of some stabilization in December, 1982; however, in the past three weeks, market indices indicate an increase in average interest cost of approximately one percent (1%). For this reason, it is believed that the option of issuing notes should be retained and because of time limitations, it was desirable to prepare an alternate Series D Resolution. The poll of the Finance Committee on November 30, 1982, permits the assessment of market activities at a point in time closer to the December 14, 1982 sale date.

Action: Approved XX Disapproved Other

Date November 9 , 1982

A RESOLUTION AUTHORIZING THE ISSUANCE OF \$7,800,000
COMMUNITY COLLEGES EDUCATIONAL BUILDINGS REVENUE BONDS,
SERIES D OF THE BOARD OF TRUSTEES OF THE UNIVERSITY OF
KENTUCKY

WHEREAS, the Board of Trustees of the University of
Kentucky, by Resolution entitled:

A RESOLUTION creating and establishing a Community
Colleges Educational Buildings Project of the
University of Kentucky; creating and establishing a new
issue of Community Colleges Educational Buildings
Revenue Bonds of the Board of Trustees of the
University of Kentucky; providing for the issuance from
time to time of said bonds; providing for the payment
of the principal of and interest on said Bonds and
repealing all resolutions or parts of resolutions in
conflict with this resolution.

heretofore adopted on May 6, 1969 (hereinafter referred to as the
"Resolution") has created and established an issue of Community
Colleges Educational Buildings Revenue Bonds of the Board of
Trustees of the University of Kentucky (the "Bonds"), and

WHEREAS, the Resolution authorizes the issuance by said
Board of said Bonds in one or more Series pursuant to a
resolution authorizing each such Series; and

WHEREAS, the Board has determined that it is in its best
interest to authorize at this time an additional series of Bonds
to be designated "Community Colleges Educational Buildings
Revenue Bonds, Series D"; the Board having previously authorized,
sold, issued and delivered three prior issues of Bonds designated
"Community Colleges Educational Buildings Revenue Bonds, Series
A, Series B and Series C"; and

NOW, THEREFORE, the Board of Trustees of the University of
Kentucky hereby resolves, as follows:

ARTICLE I - DEFINITIONS AND AUTHORITY.

SECTION 1.01. Series D Resolution. This resolution
(hereinafter referred to as the "Series D Resolution") is adopted
in accordance with Article II, Section 2.03, of the Resolution.

SECTION 1.02. Definitions.

(A) All terms which are defined in Article I of the Resolution shall have the same meanings, respectively, in this Series D Resolution as such terms are given in said Article of the Resolution.

(B) In this Series D Resolution, Series D Bonds shall mean the Bonds authorized by Article II of this Series D Resolution.

SECTION 1.03. Authority. This Series D Resolution is adopted pursuant to the provisions of Section 162.340, et seq., of the Kentucky Revised Statutes and the Resolution.

ARTICLE II - AUTHORIZATION OF SERIES D BONDS.

SECTION 2.01. Series D Bonds Authorized. Pursuant to the provisions of the Resolution there is hereby authorized to be issued by the Board of Trustees of the University of Kentucky, in its corporate capacity, a fourth series of Bonds in the aggregate principal amount of Seven Million Eight Hundred Thousand Dollars (\$7,800,000). Such Bonds shall be designated as "University of Kentucky Community Colleges Educational Buildings Revenue Bonds, Series D". Said Series D Bonds are hereby declared to have been authorized under the Resolution and in conformity with the provisions of Section 7.10 of the Resolution.

SECTION 2.02. Purpose of Issue. Said Series D Bonds are being issued for the purpose of paying the costs (to the extent not otherwise provided) of the construction of educational buildings and necessary appurtenances on the properties owned by the University for use of existing Community Colleges in the Cities of Maysville, Louisville, Elizabethtown and Cumberland; said educational buildings and improvements to be known respectively as Maysville Academic/Technical Building, Jefferson Southwest Auditorium, Elizabethtown Learning Resource Center and Southeast Technical Building/Learning Resource Center.

SECTION 2.03. Bond Maturities. The Series D Bonds shall be dated December 1, 1982, and bear interest payable semiannually on November 1 and May 1 of each year, commencing May 1, 1983, at a coupon rate or coupon rates to be fixed as a result of advertised sale and competitive bidding for said Series D Bonds as hereinafter provided. Said Series D Bonds shall be numbered and scheduled to become due and payable in numerical order on May 1 of the respective years, as follows:

<u>Coupon Bonds Numbered (Inclusive)</u>	<u>Principal Amount</u>	<u>Date of Maturity May 1</u>
1-14	\$ 70,000	1984
15-29	75,000	1985
30-47	90,000	1986
48-65	90,000	1987
66-87	110,000	1988
88-110	115,000	1989
111-135	125,000	1990
136-162	135,000	1991
163-192	150,000	1992
193-225	165,000	1993
226-262	185,000	1994
263-302	200,000	1995
303-345	215,000	1996
346-391	230,000	1997
392-442	255,000	1998
443-499	285,000	1999
500-563	320,000	2000
564-634	355,000	2001
635-712	390,000	2002
713-799	435,000	2003
800-897	490,000	2004
898-1037	700,000	2005
1038-1194	785,000	2006
1195-1368	870,000	2007
1369-1560	960,000	2008

SECTION 2.04. Type of Bonds. Said Series D Bonds may be issued in coupon form, in the denomination of \$5,000, registrable as to principal only. Notwithstanding the authorization of the Series D Bonds in coupon form, the right is reserved in the Board to issue and deliver said Series D Bonds in fully registered form in denominations designated by the purchasers thereof in multiples of \$5,000.

SECTION 2.05. Place of Payment. The principal of and interest on said Series D Bonds shall be payable in any coin or currency which at the time of the payment thereof shall be legal tender for the payment of public and private debts at the principal office of Second National Bank and Trust Company, Lexington, Kentucky (or successor Trustee appointed pursuant to the provisions of the Resolution), or at the option of the holders of the Series D Bonds and coupons at the principal office of The Northern Trust Company, in the City of Chicago, Illinois, or of Chemical Bank, in the City of New York, New York.

SECTION 2.06. Provisions for Prior Redemption. The Series D Bonds maturing May 1, 1994 and thereafter shall be subject to redemption by the Board in whole or from time to time in part in the inverse order of their maturities (less than all of a single maturity to be selected by lot), or on any interest payment date on or after May 1, 1993, at the redemption prices, expressed in percentages of principal amount with respect to each Bond as set forth below, plus in each case accrued interest to the date of redemption:

If Redeemed	Redemption Price
On or after May 1, 1993 and prior to May 1, 1998	103%
On or after May 1, 1998 and prior to May 1, 2003	102%
On and after May 1, 2003 and prior to final maturity	101%

SECTION 2.07. Execution of Bonds. Said Series D Bonds shall be executed on behalf of said Board with the reproduced facsimile signature of the Chairman of the Board and attested by the manual signature of the Secretary of the Board, and the facsimile of the corporate seal of said Board shall be imprinted thereon. Interest on said Series D Bonds, if issued as coupon bonds, falling due on and prior to maturity shall be represented by appropriate interest coupons to be attached to each of said Bonds, which coupons shall be executed with the facsimile of the official signatures of said Chairman and said Secretary.

SECTION 2.08. Security for Bonds; Trustee. For the purpose of securing the payment of both the principal and interest on all the Series D Bonds (and any additional parity Bonds which may hereafter be issued and outstanding pursuant to the conditions and restrictions set forth in Section 7.10 of the Resolution), and to secure for the benefit of all the holders of said Series D Bonds the faithful performance of the covenants and provisions contained in the Resolution in the manner and to the extent as permitted and provided in the Resolution and in Sections 162.340 et seq., of the Kentucky Revised Statutes, as amended, Second National Bank and Trust Company, Lexington, Kentucky, is hereby designated as Trustee under the Resolution for the holders of all of said Bonds authorized under said Resolution, including the Series D Bonds, with the powers and duties set forth in the Resolution and with no liability in connection with any action or omission to act under the Resolution except for its own negligence or willful breach of trust. Execution of the authentication certificate of the Trustee on the Series D Bonds shall conclusively establish the acceptance as to such Series D Bonds by the Trustee of the trusts and provisions with respect thereto as set forth in the Resolution.

SECTION 2.09. Form of Bonds. The Series D Bonds coupon bonds and provisions for registration appertaining thereto and the certificate of the Trustee to be endorsed on said Series D Bonds shall be in substantially the forms set forth as Exhibit A to this Series D Resolution. The Series D Bonds fully registered bonds and provisions for registration appertaining thereto and the certificate of the Trustee to be endorsed on said Series D Bonds shall be in substantially the forms set forth as Exhibit B to this Series D Resolution.

SECTION 2.10. Conditions of Sale of Bonds. The Series D Bonds shall be offered at a public sale or public sales upon sealed bids. The Treasurer of the University is hereby authorized and directed to cause an appropriate form or forms of a Notice of Bond Sale of the Series D Bonds to be published in The Courier-Journal, a legal newspaper published in the City of Louisville, Kentucky, which will afford state-wide notice of the sale, and in The Daily Bond Buyer, a financial journal published in the City of New York, New York, which is a publication having general circulation among bond buyers, and said newspaper and financial journal are hereby declared to be qualified to publish such notices for the Board of Trustees within the meaning and provisions of KRS Chapter 424. Such notice or notices shall be published in said newspaper and financial journal at least once and shall appear not less than seven days nor more than twenty-one days prior to the scheduled date of sale of said Bonds. Such notice shall be in substantially the same form prepared by Henry M. Reed III, Bond Counsel to the Board, as set forth in Exhibit C to this Series D Resolution.

The Series D Bonds shall be offered as a whole, at not less than 98% of par, plus accrued interest, in multiples of 1/8 or 1/20 of 1%. Coupon rates shall be on an ascending scale, with the difference between the highest and lowest coupon not to exceed 5%. Only bids submitted on the Official Bid Form shall be given favorable consideration. The Official Bid Form shall be in substantially the same form as that prepared by Bond Counsel as set forth in Exhibit D to this Series D Resolution.

The right to reject any or all bids shall be expressly reserved. On the occasion set forth in such notice the Board, or its Executive Committee, as the case may be, shall consider all proposals made pursuant to such notice, and if acceptable bids are received, award the Series D Bonds in the manner and for the purposes herein provided, establish the interest coupon rate or rates which the Series D Bonds shall bear, and take all other necessary and proper steps in the sale and issuance of the said Series D Bonds.

The Treasurer of the Board in conjunction with First Kentucky Securities Corporation, Financial Advisor to the Board and Bond Counsel may cause to be prepared multiple copies of one or more Official Terms and Conditions of Bond Sale giving more complete and particular descriptions of the Series D Bonds, provisions for the security and payment thereof, disposition of bond proceeds and other information that it is not feasible to give within the limits of the published notice or notices, and may furnish copies of such Official Terms and Conditions of Bond Sale to all interested bidders upon request in substantially the same form as that prepared by Bond Counsel as set forth in Exhibit E to this Series D Resolution.

The Financial Advisor to the Board shall prepare an "Official Statement" for the purpose of providing adequate information to prospective bidders, and the same shall be examined on behalf of the Board by the Treasurer of the Board, and approved by said officer prior to the use thereof in connection with the sale of said Series D Bonds.

SECTION 2.11. Disposition of Proceeds of Bonds; Construction Account. Upon the delivery of the Series D Bonds, the proceeds thereof, together with interest accrued thereon to the date of their delivery, shall be transferred to the Trustee and deposited as follows:

(a) a sum equal to the interest accrued on said Series D Bonds from December 1, 1982 to the date said Series D Bonds are delivered shall be deposited in the "Community Colleges Educational Buildings Project Bond and Interest Sinking Fund" (the "Bond Fund" established by the Resolution) and applied to the payment of the interest becoming due on said Series D Bonds on May 1, 1983; and

(b) the entire balance of the Series D Bonds remaining after the deposit of accrued interest thereon shall be transferred to the State Treasury of the Commonwealth, for deposit in a separate and special account hereby created and established and designated as the "University of Kentucky Community Colleges Educational Buildings Project - Series D Bond Proceeds Construction Account" (the "Construction Account").

From the balance of the proceeds of the Series D Bonds deposited in the Construction Account there shall be paid to First Kentucky Securities Corporation as Financial Advisor to the Board the contractual compensation which shall then be due and payable. All monies then on deposit in the Construction Account shall be available for application to the costs of the educational buildings and appurtenances hereinbefore in this Series D Resolution identified for which the Series D Bonds have been authorized.

The State Treasurer of the Commonwealth is hereby authorized and requested to make disbursements from said Construction Fund according to such inspection, audit and disbursement procedures as may from time to time be provided by law, for the purpose of paying the costs of erecting and completing the educational buildings and necessary appurtenances identified in this Series D Resolution in accordance with the plans and specifications therefor, but only upon certification of the respective Engineers having supervision of the particular project, as to each disbursement, that the amount thereof has been duly earned by and is payable to the designated party or parties for materials, services, and/or labor furnished pursuant to a proper contract duly awarded therefor. Notwithstanding the foregoing, disbursements from the Construction Account for the contractual sum due the Financial Advisor to the Board for its professional services in connection with the authorization, issuance, sale and delivery of the Series D Bonds shall not be subject to approval by such Engineers.

Upon the completion of the respective construction projects, as certified by the Engineers, any balance remaining in said Construction Account after the payment of all project costs shall be deposited in the Bond Fund; provided, however, that if Series D Bond proceeds are remaining at a time when there is pending or imminently contemplated the construction of one or more additional educational buildings which are to be financed from the proceeds of additional Series Bonds pursuant to the Resolution, and which building or buildings will constitute a part of the Community Colleges Educational Buildings Project, any such unexpended balance may be taken into account in determining the amount of such additional Series Bonds to be authorized therefor, or may otherwise be applied to the proper costs thereof, in which event such unexpended balance in the Construction Account, upon direction of the Board, shall be transferred to the Series Construction Account created for said additional Series Bonds.

Monies on deposit in the Construction Account shall be invested and reinvested from time to time by the State Treasurer upon direction to the State Treasurer by the Treasurer of the Board, in direct obligations of the United States Government or agencies of the United States Government, or obligations which are fully guaranteed by the United States Government, or in negotiable or nonnegotiable Certificates of Deposit issued by any bank, trust company or national banking association (including the Trustee) which is a member of the Federal Reserve System or of Federal Deposit Insurance Corporation, provided that such Certificates of Deposit shall be continuously secured by a valid pledge of direct obligations of or obligations guaranteed by the United States Government having a market value (exclusive of

accrued interest) at all times equal to at least 100% of the principal amount of said Certificates of Deposit in excess of Federal Deposit Insurance Corporation coverage, which Certificates shall be lodged with the State Treasurer as custodian, or in investments permitted by KRS 42.500(9). Said investments shall be made upon the determination of the Treasurer of the Board, upon advice from the Engineers, that monies on deposit in the Construction Account are not immediately required for construction purposes and any investments made from the Construction Account shall be selected in contemplation of the anticipated schedule of disbursements prepared by the Treasurer of the Board. All such investments shall be reconverted into cash as and when cash is required to pay costs for which the Construction Account is established.

ARTICLE III - NON-ARBITRAGE PROVISIONS

SECTION 3.01. Duties of Board Treasurer. It shall be the duty of the Treasurer of the Board to file with the Trustee a statement indicating that the annual Adjusted Revenues from the Project for the two fiscal years immediately preceding the issuance of the Series D Bonds were equal to not less than 1.25 times the maximum Adjusted Aggregate Principal, Interest and Bond Fund Charges in any succeeding twelve month period ending May 1 on the Bonds then outstanding and the Series D Bonds proposed to be issued hereunder.

SECTION 3.02. Covenant Against Arbitrage. Neither the Board, nor the Treasurer of the Board acting on behalf of the Board, shall permit any of the proceeds of the Series D Bonds to be used directly or indirectly to acquire any securities or obligations, the acquisition of which would cause any Series D Bond, or any Bonds, to be an "arbitrage bond" as defined in Section 103(c)(2) of the Internal Revenue Code of 1954, as amended, and the Board covenants that it will perform all acts and things permitted by law and necessary or desirable in order to assure that the interest paid by the Board on the Series D Bonds, shall be exempt from Federal income taxation under any valid provision of law.

SECTION 3.03. Treasurer to Deliver Bonds. That the Treasurer of the Board is hereby charged with the responsibility for issuing and delivering the Series D Bonds and shall have responsibility for the receipt, disbursement, use and investments of the proceeds of said Series D Bonds and shall certify at the time said Series D Bonds are delivered that on the basis of the facts, estimates and circumstances in existence on the date said Series D Bonds are delivered that it is not expected that the proceeds thereof will be used in any manner that would cause such Series D Bonds, or any of the Board's Bonds, to be "arbitrage bonds".

ARTICLE IV - RESOLUTION EFFECTIVE

SECTION 4.01. Severability. If any one or more of the covenants or agreements provided in this Series D Resolution on the part of the Board or of the Trustee or any Paying Agent to be performed shall be determined by a court of competent jurisdiction to be contrary to law, then such covenant or covenants, agreement or agreements shall be deemed severable from the remaining covenants and agreements herein contained and the invalidity thereof shall in no way affect the validity of the other provisions of this Series D Resolution.

SECTION 4.02. Conflicts Repealed. All resolutions or parts of resolutions in conflict herewith shall be and the same are hereby repealed insofar as such conflict exists.

SECTION 4.03. Effective Date of Resolution. This Series D Resolution shall take effect immediately upon its adoption by the Executive Committee of the Board.

ADOPTED NOVEMBER 9, 1982.

Chairman, Board of Trustees

(SEAL)

ATTEST:

Secretary, Board of Trustees

(FORM OF COUPON BOND)

UNITED STATES OF AMERICA
COMMONWEALTH OF KENTUCKY
UNIVERSITY OF KENTUCKY
COMMUNITY COLLEGES EDUCATIONAL BUILDINGS REVENUE BOND
SERIES D

No. _____

\$5,000.00

The Board of Trustees of the University of Kentucky, a body corporate, as an educational institution and agency of the Commonwealth of Kentucky, for value received, hereby promises to pay, solely from the special fund provided therefor, as hereinafter set forth, to the bearer, or, if this Bond be registered, to the registered owner hereof, as hereinafter provided, the sum of Five Thousand Dollars (\$5,000.00) on the first day of May __, 19__, and to pay, solely from said special fund, interest thereon from the date hereof until payment of principal at the rate of _____ per cent (__%) per annum, such interest being payable semiannually on the first days of May and November in each year, commencing May 1, 1983, except as the provisions hereinafter set forth with respect to prior redemption may be and become applicable hereto, such interest as may accrue on and prior to the maturity date of this Bond to be paid only upon presentation and surrender of the annexed coupons as they severally mature, both principal and interest being payable in any coin or currency which at the time of the payment thereof is legal tender for the payment of public and private debts at the principal office of the Trustee, Second National Bank and Trust Company, in the City of Lexington, Kentucky, or, at the option of the holder hereof or of the interest coupons hereto appertaining, at the principal office of The Northern Trust Company, in the City of Chicago, Illinois, or at the option of the holder hereof or of the interest coupons hereto appertaining, at the principal office of Chemical Bank, New York, New York.

This Bond is one of a duly authorized issue of Bonds designated as Community Colleges Educational Buildings Revenue Bonds (hereinafter referred to as the "Bonds") to be issued under and in full compliance with the Constitution and Statutes of the Commonwealth of Kentucky, including among others, Sections 162.350 to 162.380, inclusive, of the Kentucky Revised Statutes now in full force and effect, and under and pursuant to the Resolution adopted by the Board of Trustees on May 6, 1969 (hereinafter referred to as the "Resolution"), and the Series D Resolution adopted by the Board of Trustees on November 9, 1982.

As provided in the Resolution, the Bonds may be issued from time to time pursuant to separate resolutions in one or more

SERIES D RESOLUTION
EXHIBIT A

series, in various principal amounts, may bear interest at different rates and may otherwise vary as in the Resolution provided. The aggregate principal amount of Bonds which may be issued under the Resolution is not limited except as provided in the Resolution, and all Bonds issued and to be issued under the Resolution are and will be equally secured by the pledges and covenants made therein, except as otherwise expressly provided or permitted in the Resolution.

This Bond is one of a series of Bonds of various maturities designated as "Community Colleges Educational Buildings Revenue Bonds, Series D", (herein called the "Series D Bonds") issued in the aggregate principal amount of \$7,800,000 under the Resolution for the purpose of financing the costs (to the extent not otherwise provided) of erecting and completing educational buildings and necessary appurtenances as parts of the Community Colleges Educational Buildings Project of said University (hereinafter called the "Project"). Copies of the Resolution and the Series D Resolution are on file at the office of the Trustee. Reference is hereby made to the Resolution pursuant to which Second National Bank and Trust Company, in the City of Lexington, Kentucky, has been designated as Trustee for the holders of the issue of Bonds of which this Bond is one and for the provisions, among others, with respect to the custody and application of the proceeds of the Bonds, the rights, duties and obligations of said Board of Trustees, and of the Trustee, and the rights of the holders of the Bonds, and by the acceptance of this Bond, the holder hereof assents to all of the provisions of the Resolution. Under authority of the statutes pursuant to which this Bond is issued, this Bond shall have all the qualities and incidents of a negotiable instrument, and, subject to the provisions for registration endorsed hereon and contained in the Resolution, nothing contained in this Bond or in the Resolution shall affect or impair the negotiability of this Bond.

The holder of this Bond shall have no right to enforce the provisions of the Resolution or to institute action to enforce the covenants therein, or to take any action with respect to any default under the Resolution, or to institute, appear in or defend any suit or other proceedings with respect thereto, except as provided in the Resolution. The Resolution provides for fixing, charging and collecting fees for the services of said Project, which fees will be sufficient to pay the principal of and the interest on said Bonds as the same become due and to provide services for such purposes and also to pay the costs of operation and maintenance of the Project to the extent the same are not otherwise provided. The Resolution provides for the creation of a special account designated "Community Colleges

Educational Buildings Project Bond and Interest Sinking Fund" (herein called the "Bond Fund") and for the deposit to the credit of said Bond Fund of a fixed amount of the gross Revenues of said Project to pay interest on the Bonds as the same become due, and to pay or retire the principal of the Bonds at or prior to the maturity thereof, and to provide a reserve for such purpose, which Bond Fund is pledged to and charged with the payment of said principal and interest.

The issue of Series D Bonds of which this Bond is one and all other Bonds outstanding from time to time under the Resolution are payable only from a fixed amount of the gross revenues derived from the operation of said Project which will be set aside in said Bond Fund, and this Bond does not constitute any indebtedness of the University of Kentucky or of its Board of Trustees or of the Commonwealth of Kentucky within the meaning of any provisions or limitations of the Constitution of the Commonwealth of Kentucky.

The Series D Bonds maturing May 1, 1994, and thereafter (being the Bonds numbered 226 and upwards) shall be subject to redemption at the option of the Board of Trustees in whole or from time to time in part in the inverse order of their maturities (less than all of a single maturity to be selected by lot), on any interest payment date on or after May 1, 1993, at the redemption prices, expressed in percentages of principal amount, with respect to each Bond as set forth below, plus in each case accrued interest to the date of redemption:

If Redeemed	Redemption Price
On or after May 1, 1993 and prior to May 1, 1998	103%
On or after May 1, 1998 and prior to May 1, 2003	102%
On and after May 1, 2003 and prior to final maturity	101%

In the event the Board of Trustees shall exercise its option to redeem any of the Series D Bonds of which this Bond is a part, notice of such redemption identifying the Bonds to be redeemed shall be given to the Trustee at least forty-five (45) days prior to the specified redemption date and such notice shall be published at least once not less than thirty (30) days prior to the specified redemption date in a newspaper or financial journal of general circulation published in each of the Cities of Louisville, Kentucky, and New York, New York. Any Bonds called for redemption and for the payment of which funds are deposited with said Trustee on the specified redemption date shall cease to bear interest on said redemption date.

This Bond shall pass by delivery unless registered as to principal on the books of said Board of Trustees at the office of the Trustee under the Resolution, and such registration noted hereon, after which no valid transfer hereof shall be effective unless made on said books and similarly endorsed hereon at the written request of the registered holder or his duly authorized representative, but this Bond may be discharged from registration by being in like manner registered to bearer whereupon full negotiability and transferability by delivery shall be restored but may again from time to time be registered as aforesaid. Such registration, however, shall not affect the negotiability of the interest coupons which shall always remain payable to bearer and transferable by delivery merely. The Board of Trustees, the Trustee, and the Paying Agents may treat the bearer of this Bond, if not registered as to principal, and the bearer of any coupon hereto appertaining, whether or not this Bond be so registered, or if this Bond be registered as herein authorized, the person in whose name the same is registered, as the absolute owner for the purpose of making payment and for all other purposes.

A statutory mortgage lien (except upon educational buildings and appurtenances which may be leased rather than owned by the University), which is hereby recognized as valid and binding on said Project is created and granted to and in favor of the holder or holders of this Bond and the issue of Bonds of which it is one, and in favor of the holder or holders of the coupons attached thereto, and said Project shall remain subject to such statutory mortgage lien until the payment in full of the principal of and interest on this Bond and the issue of Bonds of which it is one.

This Bond shall not be valid or become obligatory for any purpose, or be entitled to any security or benefit, under the Resolution, until it shall have been authenticated by the execution by the Trustee of the certificate hereon endorsed.

It is hereby certified, recited and declared that all acts, conditions and things required to exist, to happen, and to be performed precedent to and in the issuance of this Bond, do exist, have happened, and have been performed in due time, form and manner as required by law, and the amount of this Bond, together with all other obligations of said Board of Trustees and of the University of Kentucky, does not violate any provisions or exceed any limit prescribed by the Constitution or Statutes of Kentucky; that said Project will be continuously operated, and that a sufficient portion of the gross revenues therefrom has been pledged to and will be set aside into said Bond Fund for the

payment of the principal of and interest on this Bond and the issue of which it is one, and all other bonds which by their terms and the terms of the Resolution are payable from said Bond Fund, as and when the same will respectively become due.

IN TESTIMONY WHEREOF, the Board of Trustees of the University of Kentucky has caused this Bond to be executed on its behalf by the reproduced facsimile signature of its Chairman, and the facsimile of its corporate seal to be imprinted hereon, attested by the manual signature of its Secretary, and the coupons hereto attached to be executed with the facsimile signatures of said Chairman and Secretary, all being done as of the 1st day of December, 1982.

(Facsimile of Seal)

(Facsimile)
Chairman
Board of Trustees
University of Kentucky

ATTEST:

(Manual Signature)
Secretary
Board of Trustees

(FORM OF COUPON)

No. _____ \$ _____

On the first day of _____, 19__, *(unless the Bond to which this coupon is attached shall have been duly called for prior redemption and payment of the redemption price duly made or provided for), the Board of Trustees of the University of Kentucky, at Lexington, Kentucky, will pay to bearer _____ Dollars (\$ _____) in any coin or currency which at the time of payment thereof is legal tender for the payment of public and private debts out of its "Community Colleges Educational Buildings Project Bond and Interest Sinking Fund", at the principal office of Second National Bank and Trust Company, in the City of Lexington, Kentucky, or, at the option of the holder hereof, at the principal office of The Northern Trust Company, in the City of Chicago, Illinois, or at the principal

office of Chemical Bank, New York, New York, as provided in and for interest then due on its Community Colleges Educational Buildings Revenue Bond, Series D, dated December 1, 1982, Number _____.

(Facsimile)

 Chairman
 Board of Trustees
 University of Kentucky

(Facsimile)

 Secretary
 Board of Trustees

*(The phrase in parentheses should appear only on coupons maturing on and after _____, attached to Bonds numbered _____ to _____, inclusive.)

(FORM OF AUTHENTICATION CERTIFICATE)

This Bond is one of the Series D Bonds described or provided for in the within-mentioned Resolution.

By _____ (Manual Signature)
 Authorized Officer

(FORM OF REGISTRATION TO BE PRINTED ON THE BACK OF EACH SERIES D BOND)

Date of Registration	Name of Registered Holder	Signature of Authorized Officer or Trustee
:		:
:		:
:		:
:		:
:		:
:		:
:		:

(FORM OF FULLY REGISTERED BOND)

UNITED STATES OF AMERICA
COMMONWEALTH OF KENTUCKY
UNIVERSITY OF KENTUCKY
COMMUNITY COLLEGES EDUCATIONAL BUILDINGS REVENUE BOND
SERIES D

No. _____

\$ _____

The Board of Trustees of the University of Kentucky, a body corporate, as an educational institution and agency of the Commonwealth of Kentucky (hereinafter called the "Borrower"), for value received, hereby promises to pay, solely from the special fund provided therefor, as hereinafter set forth to the registered owner hereof, or his successors, registered assigns or legal representatives, the sum of _____ Dollars (\$ _____) on the first day of May in years and installments, as follows:

Year	Principal Amount	Year	Principal Amount
_____	_____	_____	_____
_____	_____	_____	_____

and to pay, solely from said special fund, interest thereon from the date hereof until payment of principal at the rate of _____ per cent (___%) per annum, such interest being payable semiannually on the first days of May and November in each year, commencing May 1, 1983, except as the provisions hereinafter set forth with respect to prior redemption may be and become applicable hereto, both principal and interest being payable in any coin or currency which at the time of payment thereof is legal tender for the payment of debts due the United States of America at the principal office of the Trustee, Second National Bank and Trust Company, in the City of Lexington, Kentucky, (or successor Trustee appointed pursuant to the provisions of the Resolution). Payments of principal and interest, including prepayments of installments of principal as hereinafter provided, shall be noted on the Payment Record kept by said Trustee, and such payment shall fully discharge the obligation of the Borrower hereon to the extent of the payments so made. Upon final payment of principal and interest this Bond shall be submitted to the Trustee for cancellation and surrender to the Borrower.

This Bond is one of a duly authorized issue of Bonds designated as "Community Colleges Educational Buildings Revenue Bonds" (hereinafter referred to as the "Bonds") issued and to be issued under and in full compliance with the Constitution and Statutes of the Commonwealth of Kentucky, including among others, Sections 162.350 to 162.380, inclusive, of the Kentucky Revised Statutes now in full force and effect, and under and pursuant to the Resolution adopted by the Board of Trustees on May 6, 1969 (hereinafter referred to as the "Resolution"), and the Series D Resolution adopted by the Board of Trustees on November 9, 1982.

As provided in the Resolution, the Bonds may be issued from time to time pursuant to separate resolutions in one or more series, in various principal amounts, may bear interest at different rates and may otherwise vary as in the Resolution provided. The aggregate principal amount of Bonds which may be issued under the Resolution is not limited except as provided in the Resolution, and all Bonds issued and to be issued under the Resolution are and will be equally secured by the pledges and covenants made therein, except as otherwise expressly provided or permitted in the Resolution.

This Bond is one Bond of a series of Bonds of various maturities designated as "Community Colleges Educational Buildings Revenue Bonds, Series D" (hereinafter called the "Series D Bonds") issued in the aggregate principal amount of \$7,800,000 under the Resolution for the purpose of financing the costs (to the extent not otherwise provided) of erecting and completing educational buildings and necessary appurtenances as parts of the Community Colleges Educational Buildings Project of said University (hereinafter referred to as the "Project"). Copies of the Resolution and the Series D Resolution are on file at the office of the Trustee. Reference is hereby made to the Resolution pursuant to which Second National Bank and Trust Company, in the City of Lexington, Kentucky, has been designated as Trustee for the holders of the issue of Bonds of which this Bond is one and for the provisions, among others, with respect to the custody and application of the proceeds of the Bonds; the rights, duties and obligations of said Board of Trustees, and of the Trustee, and the rights of the holders of the Bonds; and by the acceptance of this Bond, the holder hereof assents to all of the provisions of the Resolution. Under authority of the statutes pursuant to which said Series D Bonds are issued, they shall have all the qualities and incidents of a negotiable instrument, subject to the provisions for registration.

The holder of this Bond shall have no right to enforce the provisions of the Resolution or to institute action to enforce the covenants therein, or to take any action with respect to any default under the Resolution, or to institute, appear in or

defend any suit or other proceedings with respect thereto, except as provided in the Resolution. The Resolution provides for fixing, charging and collecting fees for the services of said Project, which fees will be sufficient to pay the principal of and interest on said Bonds as the same become due and provide reserves for such purposes and also to pay the costs of operation and maintenance of the Project to the extent the same are not otherwise provided. The Resolution provides for the creation of a special account designated "Community Colleges Educational Buildings Project Bond and Interest Sinking Fund" (herein called the "Bond Fund") and for the deposit to the credit of said Bond Fund of a fixed amount of the gross revenues of said Project to pay interest on the Bonds as the same become due, and to pay or retire the principal of the Bonds at or prior to the maturity thereof, and to provide a reserve for such purpose, which Bond Fund is pledged to and charged with the payment of said principal and interest.

The issue of Series D Bonds of which this Bond is one and all other Bonds outstanding from time to time under the Resolution, are payable only from a fixed amount of the gross revenues derived from the operation of said Project which will be set aside in said Bond Fund, and this Bond does not constitute any indebtedness of the University of Kentucky or of its Board of Trustees or of the Commonwealth of Kentucky within the meaning of any provisions or limitations of the Constitution of the Commonwealth of Kentucky.

The Series D Bonds maturing May 1, 1994, and thereafter or the corresponding installments of principal becoming due on that date or thereafter, shall be subject to redemption at the option of the Board of Trustees in whole or from time to time in part in the inverse order of their maturities (less than all of a single maturity to be selected by lot), on any interest payment date on or after May 1, 1993, at the redemption prices, expressed in percentages of principal amount, with respect to each Bond as set forth below, plus in each case accrued interest to the date of redemption:

<u>If Redeemed</u>	<u>Redemption Price</u>
On or after May 1, 1993 and prior to May 1, 1998	103%
On or after May 1, 1998 and prior to May 1, 2003	102%
On and after May 1, 2003 and prior to final maturity	101%

Notice of any such optional prepayment shall be given at least thirty (30) days prior to the prepayment date by mailing to the registered owner of this Bond, by registered mail, a notice fixing such prepayment date, the amount of principal to be prepaid, and the premium, if any, to be prepaid.

A statutory mortgage lien, which is hereby recognized as valid and binding on said Project is created and granted to and in favor of the holder or holders of this Bond and the issue of Bonds of which it is one, and in favor of the holder or holders of the coupons attached thereto, and said Project shall remain subject to such statutory mortgage lien until the payment in full of the principal of and interest on this Bond and the issue of Bonds of which it is one.

This Bond may be assigned and upon such assignment the assignor shall promptly notify the Borrower at the office of the Trustee by registered mail, and the assignee shall surrender the same to the Trustee either in exchange for a new Fully Registered Bond, or for transfer on the registration records and verification of the endorsements made on the Payment Record attached of the portion of the principal amount hereof and interest paid or prepaid, and every such assignee shall take this Bond subject to such condition.

This Bond shall not be valid or become obligatory for any purpose, or be entitled to any security or benefit, under the Resolution, until it shall have been authenticated by the execution by the Trustee of the certificate hereon endorsed.

It is hereby certified, recited and declared that all acts, conditions and things required to exist, to happen, and to be performed precedent to and in the issuance of this Bond, do exist, have happened, and have been performed in due time, form and manner as required by law, and the amount of this Bond, together with all other obligations of said Board of Trustees and of the University of Kentucky, does not violate any provisions or exceed any limit prescribed by the Constitution or Statutes of Kentucky; that said Project will be continuously operated, and that a sufficient portion of the gross revenues therefrom has been pledged to and will be set aside into said Bond Fund for the payment of the principal of and interest on this Bond and the issue of which it is one, and all other bonds which by their terms and the terms of the Resolution are payable from said Bond Fund, as and when the same will respectively become due.

IN TESTIMONY WHEREOF, the Board of Trustees of the University of Kentucky has caused this Bond to be executed on its behalf by the reproduced facsimile signature of its Chairman, and the facsimile of its corporate seal to be imprinted hereon, attested by the manual signature of its Secretary, and the coupons hereto attached to be executed with the facsimile

signatures of said Chairman and Secretary, all being done as of the 1st day of December, 1982.

(Facsimile of Seal)

(Facsimile)
Chairman
Board of Trustees
University of Kentucky

ATTEST:

(Manual Signature)
Secretary
Board of Trustees

(FORM OF AUTHENTICATION CERTIFICATE)

This Bond is one of the Series D Bonds described or provided for in the within-mentioned Resolution.

SECOND NATIONAL BANK AND
TRUST COMPANY
Lexington, Kentucky

By (Manual Signature)
Authorized Officer

NOTICE OF BOND SALE

UNIVERSITY OF KENTUCKY
Lexington, Kentucky

\$7,800,000 Community Colleges Educational
Buildings Revenue Bonds, Series D

The Treasurer of the Board of Trustees of the University of Kentucky (the "Board"), hereby gives notice that the Board will until the hour of 10:30 A.M., E.S.T., on December 14, 1982 receive in the Office of the President, Administration Building, University of Kentucky Campus, Lexington, Kentucky 40506, sealed competitive bids for the purchase of for \$7,800,000 of its Community Colleges Educational Buildings Revenue Bonds, Series D, dated December 1, 1982 (the "Bonds"). Proposals for the purchase of the Bonds will be considered by the Finance Committee of the Board at 11:00 A.M. and referred to the full Board for acceptance or rejection at its meeting at 2:00 P.M. on December 14, 1982.

The Bonds are issued pursuant to the provisions of a Resolution of the Board and Sections 162.340 through 162.380 of the Kentucky Revised Statutes as Coupon Bonds in \$5,000 denominations, registrable as to principal only, maturing serially on May 1 in each of the years 1984 through 2008; subject to prior redemption on May 1, 1993. Right to issue fully registered Bonds reserved in Board.

The Bonds are not general obligations of the Board, the University or the Commonwealth of Kentucky but are special obligations payable from a first lien and charge upon the defined Revenues of the Community Colleges Educational Buildings Project.

Bids must be on Official Bid Form contained in Information for Bidders available from the undersigned or First Kentucky Securities Corporation, Suite 324 State National Bank Building, Frankfort, Kentucky 40602. Reference should be made to Official Terms and Conditions of Bond Sale contained in the Official Statement for details and bidding conditions.

Sale on usual tax exempt basis, subject to approving Legal Opinion of Henry M. Reed III, Bond Counsel, Louisville, Kentucky. Right to reject bids or waive informality reserved. Delivery prior to December 31, 1982 anticipated.

s/ Henry Clay Owen
Treasurer, Board of Trustees
University of Kentucky

SERIES D RESOLUTION
EXHIBIT C

OFFICIAL BID FORM

To the Honorable Chairman and Members of
 The Board of Trustees of the
 University of Kentucky
 c/o Mr. Henry Clay Owen
 University Treasurer, Office of the President
 Administration Building
 Lexington, Kentucky 40506

Gentlemen:

Pursuant to your "Official Terms and Conditions of Bond Sale", the undersigned offers to purchase your "University of Kentucky Community Colleges Educational Buildings Revenue Bonds, Series D", dated December 1, 1982, in accordance with and subject to the terms set forth in said Notice of Bond Sale.

We hereby bid for said \$7,800,000 principal amount of Bonds the sum of \$ _____ (not less than \$7,644,000); plus accrued interest from December 1, 1982, at the following rates (coupons on ascending scale; rate differential not to exceed 5%):

<u>Year</u>	<u>Amount</u>	<u>Rate</u>	<u>Year</u>	<u>Amount</u>	<u>Rate</u>
1984	\$ 70,000	_____ %	1997	\$ 230,000	_____ %
1985	75,000	_____ %	1998	255,000	_____ %
1986	90,000	_____ %	1999	285,000	_____ %
1987	90,000	_____ %	2000	320,000	_____ %
1988	110,000	_____ %	2001	355,000	_____ %
1989	115,000	_____ %	2002	390,000	_____ %
1990	125,000	_____ %	2003	435,000	_____ %
1991	135,000	_____ %	2004	490,000	_____ %
1992	150,000	_____ %	2005	700,000	_____ %
1993	165,000	_____ %	2006	785,000	_____ %
1994	185,000	_____ %	2007	870,000	_____ %
1995	200,000	_____ %	2008	960,000	_____ %
1996	215,000	_____ %			

It is understood that such Bonds are offered for sale subject to the principal and interest on such Bonds not being subject to Federal or Kentucky ad valorem or income taxation on the date of their delivery to the successful bidder. It is also

understood that the Board of Trustees of the University of Kentucky will furnish a final approving Legal Opinion of Henry M. Reed III, Bond Counsel, Louisville, Kentucky, subject to whose approving Legal Opinion said Bonds are sold, and will furnish printed bond forms and the usual closing proofs, including the customary no-litigation certificate to the successful bidder.

The successful bidder shall not be required to take up and pay for said Bonds unless delivery is made within forty-five days from the date said bid is accepted. Upon delivery the successful bidder shall take up and pay for said Bonds in FEDERAL FUNDS. It is anticipated that the Bonds will be tendered for delivery prior to December 31, 1982.

A certified check or bank cashier's check in the amount of \$78,000, payable to the University of Kentucky is enclosed in accordance with the Notice of Bond Sale.

Respectfully submitted,

Authorized Signature

Name of Bidder

Address

Accepted this ___ day of December, 1982, by Resolution of the Board of Trustees of the University of Kentucky.

BOARD OF TRUSTEES,
UNIVERSITY OF KENTUCKY

By: _____
Chairman

ATTEST:

Secretary, Board of Trustees

OFFICIAL TERMS AND CONDITIONS OF BOND SALE

UNIVERSITY OF KENTUCKY
Lexington, Kentucky

\$7,800,000 Community Colleges Educational
Buildings Revenue Bonds, Series D

The Board of Trustees of the University of Kentucky (the "Board"), a public body corporate, educational agency and instrumentality, and a political subdivision of the Commonwealth of Kentucky, hereby gives notice that until the 14th day of December, 1982, at the hour of 10:30 A.M., E.S.T., the Treasurer of the Board will receive in the Office of the President, in the Administration Building on the Campus of the University at Lexington, Kentucky 40506, sealed bids for the purchase of its \$7,800,000 Community Colleges Educational Buildings Revenue Bonds, Series D (the "Bonds"), dated December 1, 1982. Proposals for the purchase of the Bonds will be considered by the Finance Committee of the Board at 11:00 A.M. on December 14, 1982 and referred to the full Board of Trustees for acceptance or rejection at its meeting at 2:00 P.M. on the same date.

The Bonds are to be issued in the form of coupon bonds in the denomination of \$5,000, registrable as to principal only; provided, however, the Board reserves the right to issue said Bonds in fully registered form. The Bonds bear interest from their date payable on May 1, 1983 and semiannually thereafter and mature as to principal on May 1 in each of the years 1984 through 2008 as follows:

<u>YEAR</u>	<u>AMOUNT</u>	<u>YEAR</u>	<u>AMOUNT</u>
1984	\$ 70,000	1997	\$ 230,000
1985	75,000	1998	255,000
1986	90,000	1999	285,000
1987	90,000	2000	320,000
1988	110,000	2001	355,000
1989	115,000	2002	390,000
1990	125,000	2003	435,000
1991	135,000	2004	490,000
1992	150,000	2005	700,000
1993	165,000	2006	785,000
1994	185,000	2007	870,000
1995	200,000	2008	960,000
1996	215,000		

SERIES D RESOLUTION
EXHIBIT E

The Bonds are subject to redemption prior to their stated maturities on or after May 1, 1993. Optional Paying Agents are Second National and Trust Company, Lexington, Kentucky, The Northern Trust Company, Chicago, Illinois and Chemical Bank, New York, New York.

The Bonds are issued for the purpose of providing funds to construct educational buildings and related improvements at four different Community Colleges located in the cities of Maysville, Louisville, Elizabethtown and Cumberland, Kentucky. The Bonds are being issued pursuant to the provisions of Section 162.340 et seq. of the Kentucky Revised Statutes and the Original Resolution adopted by the Board on May 6, 1969, as amended by the Series D Resolution adopted by the Executive Committee of the Board on November 9, 1982. The Bonds are secured pursuant to the terms of the Original Resolution whereunder Second National Bank and Trust Company, Lexington, Kentucky is named Trustee for the holders of all Bonds issued under the Original Resolution and by a statutory mortgage lien upon the buildings and appertunances constituting the Community Colleges Educational Buildings Project. In addition, the Bonds are secured by a pledge of the revenues derived from the operation of the Community Colleges Educational Buildings Project. The Bonds rank on the basis of parity as to security and source of payment with three previous issues, Series A, B and C now outstanding.

Details regarding the Bonds, the Official Bid Form and financial and other pertinent information concerning the University and the Community Colleges Educational Buildings Project are contained in the "Official Statement" which may be obtained by addressing Mr. Henry Clay Owen, Treasurer of the Board, Peterson Service Building, University of Kentucky Campus, Lexington, Kentucky 40506, or the Financial Advisor, First Kentucky Securities Corporation, Suite 324 State National Bank Building, P. O. Box 554, Frankfort, Kentucky 40602.

The Bonds are not general obligations of the Board, the University, or the Commonwealth of Kentucky, but are special obligations payable solely from a first lien and charge upon the defined Revenues of the Community Colleges Educational Buildings Project to which the Revenues derived from all Student Registration Fees from all Community Colleges of the University (elsewhere than in Fayette County) are pledged and made subject to a first lien and paramount charge for the security and source of payment of the Community Colleges Educational Buildings Revenue Bonds.

The purchasers of the Bonds will be furnished at delivery, at the cost of the Board, the unqualified approving opinion of Henry M. Reed III, Bond Counsel, Louisville, Kentucky, which will

contain a statement that in Bond Counsel's opinion interest on the Bonds will be exempt from federal income taxation, based upon statutes, regulations, court decisions and administrative rulings as interpreted and applied at that date, and that the Bonds and interest thereon are exempt from all Kentucky ad valorem and income taxation. The Board expressly reserves the right to reject all bids and to waive informalities and irregularities which in the judgment of the Board do not impair the integrity of the bidding process.

Delivery is guaranteed within forty-five days after awards are made and it is now anticipated that delivery will be made prior to December 31, 1982.

The Board will tender the Bonds to the purchasers thereof, at its own expense, anywhere in the continental United States (exclusive of Alaska). Payment for the Bonds must be made in FEDERAL FUNDS.

BIDDING CONDITIONS: The Bonds shall be offered as a whole, at not less than 98% of par, plus accrued interest. Coupon rates shall be on an ascending scale, with the difference between the highest and lowest coupon not to exceed 5%. Interest rates must be in multiples of 1/8 or 1/20 of 1%. A good faith check in the amount of \$78,000 is required. Only bids submitted on the Official Bid Form shall be given favorable consideration. CUSIP identification numbers shall be printed on the Bonds at the expense of the Board. Neither the improper imprintation nor the failure to imprint CUSIP numbers shall constitute a cause for failure or refusal by the purchaser to accept delivery and pay for the Bonds.

BY ORDER OF THE BOARD:

s/ Henry Clay Owen
Treasurer, Board of Trustees,
University of Kentucky

A RESOLUTION AUTHORIZING THE ISSUANCE OF \$7,800,000 COMMUNITY COLLEGES EDUCATIONAL BUILDINGS REVENUE BONDS, SERIES D OF THE BOARD OF TRUSTEES OF THE UNIVERSITY OF KENTUCKY AND THE ISSUANCE OF \$7,800,000 COMMUNITY COLLEGES EDUCATIONAL BUILDINGS REVENUE BOND ANTICIPATION NOTES, SERIES D, OF THE BOARD OF TRUSTEES OF THE UNIVERSITY OF KENTUCKY IN ANTICIPATION OF THE ULTIMATE ISSUANCE OF SAID SERIES D BONDS.

WHEREAS, the Board of Trustees of the University of Kentucky, by Resolution entitled:

A RESOLUTION creating and establishing a Community Colleges Educational Buildings Project of the University of Kentucky; creating and establishing a new issue of Community Colleges Educational Buildings Revenue Bonds of the Board of Trustees of the University of Kentucky; providing for the issuance from time to time of said bonds; providing for the payment of the principal of and interest on said Bonds and repealing all resolutions or parts of resolutions in conflict with this resolution.

heretofore adopted on May 6, 1969 (hereinafter referred to as the "Resolution") has created and established an issue of Community Colleges Educational Buildings Revenue Bonds of the Board of Trustees of the University of Kentucky (the "Bonds"), and

WHEREAS, the Resolution authorizes the issuance by said Board of said Bonds in one or more Series pursuant to a resolution authorizing each such Series; and

WHEREAS, the Board has determined that it is in its best interest to authorize at this time an additional series of Bonds to be designated "Community Colleges Educational Buildings Revenue Bonds, Series D"; the Board having previously authorized, sold, issued and delivered three prior issues of Bonds designated "Community Colleges Educational Buildings Revenue Bonds, Series A, Series B and Series C"; and

WHEREAS, the conditions of the municipal bond market are presently unfavorable to the issuers of long term obligations and it has been determined by the Executive Committee of the Board of Trustees that it is in the best interest of the Board to authorize Revenue Bond Anticipation Notes to provide interim financing pending the issuance and delivery of the Series D Bonds;

NOW, THEREFORE, the Board of Trustees of the University of Kentucky hereby resolves, as follows:

ARTICLE I - DEFINITIONS AND AUTHORITY.

SECTION 1.01. Series D Resolution. This resolution (hereinafter referred to as the "Alternate Series D Resolution") is adopted in accordance with Article II, Section 2.03, of the Resolution.

SECTION 1.02. Definitions.

(A) All terms which are defined in Article I of the Resolution shall have the same meanings, respectively, in this Alternate Series D Resolution as such terms are given in said Article of the Resolution.

(B) In this Alternate Series D Resolution, Series D Bonds shall mean the Bonds authorized by Article II of this Alternate Series D Resolution.

(C) In this Alternate Series D Resolution, Series D Notes shall mean Notes authorized by Article III of this Alternate Series D Resolution.

SECTION 1.03. Authority. This Alternate Series D Resolution is adopted pursuant to the provisions of Section 162.340, et seq., of the Kentucky Revised Statutes and the Resolution.

ARTICLE II - AUTHORIZATION OF SERIES D BONDS.

SECTION 2.01. Series D Bonds Authorized. Pursuant to the provisions of the Resolution there is hereby authorized to be issued by the Board of Trustees of the University of Kentucky, in its corporate capacity, a fourth series of Bonds in the aggregate principal amount of Seven Million Eight Hundred Thousand Dollars (\$7,800,000). Such Bonds shall be designated as "University of Kentucky Community Colleges Educational Buildings Revenue Bonds, Series D". Said Series D Bonds are hereby declared to have been authorized under the Resolution and in conformity with the provisions of Section 7.10 of the Resolution.

SECTION 2.02. Purpose of Issue. Said Series D Bonds shall be issued for the purpose of paying the principal of the Series D Notes on May 1, 1985.

SECTION 2.03. Bond Maturities. The Series D Bonds shall be dated May 1, 1985, and bear interest payable semiannually on November 1 and May 1 of each year, commencing November 1, 1985, at a coupon rate or coupon rates to be fixed as a result of

advertised sale and competitive bidding for said Series D Bonds as hereinafter provided. Said Series D Bonds shall be numbered and scheduled to become due and payable in numerical order on May 1 of the respective years, as follows:

<u>Bond Numbering (Inclusive)</u>	<u>Principal Amount</u>	<u>Date of Maturity May 1</u>
1-14	\$ 70,000	1986
15-29	75,000	1987
30-47	90,000	1988
48-65	90,000	1989
66-87	110,000	1990
88-110	115,000	1991
111-135	125,000	1992
136-162	135,000	1993
163-192	150,000	1994
193-225	165,000	1995
226-262	185,000	1996
263-302	200,000	1997
303-345	215,000	1998
346-391	230,000	1999
392-442	255,000	2000
443-499	285,000	2001
500-563	320,000	2002
564-634	355,000	2003
635-712	390,000	2004
713-799	435,000	2005
800-897	490,000	2006
898-1037	700,000	2007
1038-1194	785,000	2008
1195-1368	870,000	2009
1369-1560	960,000	2010

SECTION 2.04. Type of Bonds. Said Series D Bonds shall be issued in fully registered form in denominations designated by the purchasers thereof in multiples of \$5,000.

SECTION 2.05. Place of Payment. The principal of and interest on said Series D Bonds shall be payable in any coin or currency which at the time of the payment thereof shall be legal tender for the payment of public and private debts to the order of the registered owner thereof by the Trustee or its successor or alternate.

SECTION 2.06. Provisions for Prior Redemption. The Series D Bonds maturing May 1, 1996 and thereafter shall be subject to redemption by the Board in whole or from time to time in part in the inverse order of their maturities (less than all of a single maturity to be selected by lot), or on any interest payment date

on or after May 1, 1995, at the redemption prices, expressed in percentages of principal amount with respect to each Bond as set forth below, plus in each case accrued interest to the date of redemption:

If Redeemed	Redemption Price
On or after May 1, 1995 and prior to May 1, 2000	103%
On or after May 1, 2000 and prior to May 1, 2005	102%
On and after May 1, 2005 and prior to final maturity	101%

SECTION 2.07. Execution of Bonds. Said Series D Bonds shall be executed on behalf of said Board with the reproduced facsimile signature of the Chairman of the Board and attested by the manual signature of the Secretary of the Board, and the facsimile of the corporate seal of said Board shall be imprinted thereon. Notwithstanding the foregoing provisions regarding the execution of the Series D Bonds, same may be delivered by the Trustee or such other transfer agent as may be appointed by the Board, utilizing the facsimile signature of the Secretary of the Board as well as the facsimile signature of the Chairman.

SECTION 2.08. Security for Bonds; Trustee. For the purpose of securing the payment of both the principal and interest on all the Series D Bonds (and any additional parity Bonds which may hereafter be issued and outstanding pursuant to the conditions and restrictions set forth in Section 7.10 of the Resolution), and to secure for the benefit of all the holders of said Series D Bonds the faithful performance of the covenants and provisions contained in the Resolution in the manner and to the extent as permitted and provided in the Resolution and in Sections 162.340 et seq., of the Kentucky Revised Statutes, as amended, Second National Bank and Trust Company, Lexington, Kentucky, is hereby designated as Trustee under the Resolution for the holders of all of said Bonds authorized under said Resolution, including the Series D Bonds, with the powers and duties set forth in the Resolution and with no liability in connection with any action or omission to act under the Resolution except for its own negligence or willful breach of trust. Execution of the authentication certificate of the Trustee on the Series D Bonds shall conclusively establish the acceptance as to such Series D Bonds by the Trustee of the trusts and provisions with respect thereto as set forth in the Resolution; such authentication may be effected by the Trustee through the utilization of a facsimile signature.

SECTION 2.09. Form of Bonds. The Series D Bonds and the certificate of the Trustee to be endorsed on said Series D Bonds shall be in substantially the forms set forth as Exhibit A to this Alternate Series D Resolution. Notwithstanding the

provisions of the preceding sentence, variations in the form of said Series D Bonds may be made at the time of the delivery of said Bonds in order to conform with Regulations of the Internal Revenue Service then in existence relating to the issuance of fully registered bonds.

SECTION 2.10. Conditions of Sale of Bonds. The Series D Bonds shall be offered at a public sale or public sales upon sealed bids. The Treasurer of the University is hereby authorized and directed to cause an appropriate form or forms of a Notice of Bond Sale of the Series D Bonds to be published in The Courier-Journal, a legal newspaper published in the City of Louisville, Kentucky, which will afford state-wide notice of the sale, and in The Daily Bond Buyer, a financial journal published in the City of New York, New York, which is a publication having general circulation among bond buyers, and said newspaper and financial journal are hereby declared to be qualified to publish such notices for the Board of Trustees within the meaning and provisions of KRS Chapter 424. Such notice or notices shall be published in said newspaper and financial journal at least once and shall appear not less than seven days nor more than twenty-one days prior to the scheduled date of sale of said Bonds.

The right to reject any or all bids shall be expressly reserved. On the occasion set forth in such notice the Board, or its Executive Committee, as the case may be, shall consider all proposals made pursuant to such notice, and if acceptable bids are received, award the Series D Bonds in the manner and for the purposes herein provided, establish the interest coupon rate or rates which the Series D Bonds shall bear, and take all other necessary and proper steps in the sale and issuance of the said Series D Bonds.

The Treasurer of the Board in conjunction with First Kentucky Securities Corporation, Financial Advisor to the Board and Bond Counsel may cause to be prepared multiple copies of one or more Official Terms and Conditions of Bond Sale giving more complete and particular descriptions of the Series D Bonds, provisions for the security and payment thereof, disposition of bond proceeds and other information that it is not feasible to give within the limits of the published notice or notices, and may furnish copies of such Official Terms and Conditions of Bond Sale to all interested bidders upon request.

The Financial Advisor to the Board shall prepare an "Official Statement" for the purpose of providing adequate information to prospective bidders, and the same shall be examined on behalf of the Board by the Treasurer of the Board, and approved by said officer prior to the use thereof in connection with the sale of said Series D Bonds.

SECTION 2.11. Disposition of Proceeds of Bonds; Construction Account. Upon the delivery of the Series D Bonds, the proceeds thereof, together with interest accrued thereon to the date of their delivery, if any, shall be transferred to the Trustee and deposited as follows:

(A) a sum equal to the interest accrued, if any, on said Series D Bonds from May 1, 1985 to the date said Series D Bonds are delivered shall be deposited in the "Community Colleges Educational Buildings Project Bond and Interest Sinking Fund" (the "Bond Fund" established by the Resolution) and applied to the payment of the interest becoming due on said Series D Bonds on November 1, 1985; and

(B) a sum equal to the principal balance of the Series D Notes becoming due on May 1, 1985 shall be deposited in the "Community Colleges Educational Buildings Project Bond and Interest Sinking Fund" (the "Bond Fund") established by the Resolution and applied, together with amounts previously transferred thereto for the payment of interest, to the complete payment and retirement of the Series D Notes; and

(C) the entire balance of the Series D Bonds remaining after the deposit of the accrued interest thereon and amount sufficient to retire the Series D Notes on May 1, 1985, shall be deposited in the "University of Kentucky Community Colleges Educational Buildings Project - Series D Note Proceeds Construction Account" established pursuant to the provisions of Article III of this Alternate Series D Resolution.

ARTICLE III - AUTHORIZATION OF SERIES D NOTES.

SECTION 3.01. Series D Notes Authorized. Pursuant to the provisions of the Resolution, there is hereby authorized to be issued by the Board of Trustees of the University of Kentucky, in its corporate capacity, Revenue Bond Anticipation Notes, Series D, in the aggregate principal amount of Seven Million Eight Hundred Thousand Dollars (\$7,800,000) in anticipation of the ultimate issuance of the Series D Bonds authorized hereunder. Such Series D Notes shall be designated as the "University of Kentucky Community Colleges Educational Buildings Revenue Bond Anticipation Notes, Series D". Said Series D Notes are hereby declared to have been authorized under the Resolution and in conformity with Section 7.10 of the Resolution.

SECTION 3.02. Purpose of Issue. Said Series D Notes are being issued for the purpose of paying the costs (to the extent not otherwise provided) of the construction of educational buildings and necessary appurtenances on the properties owned by the University for use of existing Community Colleges in the

Cities of Maysville, Louisville, Elizabethtown and Cumberland; said educational buildings and improvements to be known respectively as Maysville Academic/Technical Building, Jefferson Southwest Auditorium, Elizabethtown Learning Resource Center and Southeast Technical Building/Learning Resource Center.

SECTION 3.03. Note Maturity. The Series D Notes shall be dated December 1, 1982 and shall bear interest payable semiannually on May 1 and November 1 of each year, commencing May 1, 1983, at a coupon rate in a multiple of 1/100 of 1% to be fixed as a result of advertised sale and competitive bidding for said Series D Notes as hereinafter provided. The principal of said Series D Notes shall all be scheduled to become due and payable on May 1, 1985.

SECTION 3.04. Type of Notes. Said Series D Notes shall be issued in coupon form, in the denomination of \$5,000, registrable as to principal only.

SECTION 3.05. Place of Payment. The principal of and interest on said Series D Notes shall be payable in any coin or currency which at the time of payment thereof shall be legal tender for the payment of public and private debts at the principal office of Second National Bank and Trust Company, Lexington, Kentucky (or successor Trustee appointed pursuant to the provisions of the Resolution) or, at the option of the holder, at the principal office of The Northern Trust Company in the City of Chicago, Illinois or, at the option of the holder, at the principal office of Chemical Bank in the City of New York, New York.

SECTION 3.06. Provisions for Prior Redemption. The Series D Notes shall be subject to redemption by the Board only as a whole on May 1, 1984 and November 1, 1984 at a redemption price of par plus accrued interest to the date of redemption.

SECTION 3.07. Execution of Notes. Said Series D Notes shall be executed on behalf of the Board with the reproduced facsimile signature of the Chairman of the Board with the facsimile of the Corporate Seal of the Board imprinted thereon, attested by the manual signature of the Secretary of the Board.

SECTION 3.08. Security for the Notes; Trustee. For the purpose of securing the payment of both the principal and interest on all of the Series D Notes (and any additional parity Notes which may hereafter be issued and outstanding pursuant to the conditions and restrictions set forth in Section 7.10 of the Resolution) and to secure for the benefit of all the holders of said Series D Notes the faithful performance of the covenants and provisions contained in the Resolution in the manner and to the extent permitted and provided in the Resolution and in Sections 162.340 et. seq. of the Kentucky Revised Statutes, as amended,

Second National Bank and Trust Company, Lexington, Kentucky is hereby designated as Trustee under the Resolution for the holders of all of said Series D Notes, with the powers and duties set forth in the Resolution and with no liability in connection with any action or omission under the Resolution except for its own negligence or willful breach of trust. Execution of the Authentication Certificate of the Trustee on the Series D Notes shall be conclusive evidence of the acceptance of the trusts and provisions with respect thereto as set forth in the Resolution.

The Series D Notes shall be payable as to principal from the proceeds of the Series D Bonds (or Renewal Notes, the right to issue which is hereby specifically reserved by the Board) when the same are sold and delivered and the proceeds of said Series D Bonds are hereby pledged to the payment of the principal of said Series D Notes and the holders of said Series D Notes are hereby granted a first lien upon the proceeds of said Series D Bonds. By the execution of this Alternate Series D Resolution the Board covenants and agrees with the Trustee and with the holders of the Series D Notes, that a sufficient length of time prior to the maturity date of the Series D Notes it will advertise, sell and deliver the Series D Bonds (or Renewal Notes) in accordance with the terms of this Alternate Series D Resolution in order to provide for the payment of said Series D Notes.

The Series D Notes shall be payable as to interest from the "Community Colleges Educational Buildings Project Bond and Interest Sinking Fund" (the "Bond Fund") into which there shall be deposited a sufficient amount of the gross Revenues of the Project in order to pay the principal and interest on all Bonds authorized under the Resolution as the same become due and the interest on the Series D Notes as the same becomes due.

SECTION 3.09. Form of Notes. The Series D Notes and provisions for registration appertaining thereto and the Certificate of the Trustee to be endorsed thereon shall be in substantially the forms set forth in Exhibit B to this Alternate Series D Resolution.

SECTION 3.10. Conditions of Sale of Notes. The Series D Notes shall be offered at public sale or public sales upon sealed bids. The Treasurer of the University is hereby authorized and directed to cause an appropriate form or forms of Notice of Note Sale of the Series D Notes to be published in The Courier-Journal and The Daily Bond Buyer in order to comply with the provisions of Chapter 424 of the Kentucky Revised Statutes; such publications shall be made at least once not less than seven days nor more than twenty-one days prior to the scheduled date of the sale of said Series D Notes.

The right to reject any or all bids shall be expressly reserved in the Board. The Series D Notes shall be offered only as a whole, at not less than 99 1/2% of par, plus accrued

interest, in multiples of one-hundredth of one percent. Only one coupon rate shall be permitted. Only bids submitted on the Official Bid Form shall be given favorable consideration. The Official Bid Form, Notice of Note Sale and Official Terms and Conditions of Note Sale shall be in substantially the same form as that prepared by Henry M. Reed III, Bond Counsel, as set forth in Exhibits C, D and E, respectively, to this Alternate Series D Resolution.

The Treasurer of the Board, in conjunction with First Kentucky Securities Corporation, Financial Advisor to the Board, and Bond Counsel, may cause to be prepared an "Official Statement" for the purpose of providing adequate information to prospective bidders and the same shall be examined on behalf of the Board by the Treasurer of the Board and approved by said officer prior to the use thereof in connection with the sale of the Series D Notes.

SECTION 3.11. Disposition of Proceeds of Notes; Construction Account. Upon the delivery of the Series D Notes, the proceeds thereof, together with interest accrued thereon to the date of their delivery, shall be transferred to the Trustee and deposited as follows:

(A) a sum equal to the interest accrued on said Series D Notes from December 1, 1982 to the date said Series D Notes are delivered shall be deposited in the "Community Colleges Education Buildings Project Bond and Interest Sinking Fund" and applied to the payment of the interest becoming due on said Series D Notes on May 1, 1983; and

(B) the entire balance of the Series D Notes remaining after the deposit of accrued interest thereon shall be transferred to the State Treasury of the Commonwealth, for deposit in a separate and special account hereby created and established and designated as the "University of Kentucky Community Colleges Educational Buildings Project - Series D Note Proceeds Construction Account" (the "Construction Account").

From the balance of the proceeds of the Series D Notes deposited in the Construction Account there shall be paid to First Kentucky Securities Corporation as Financial Advisor to the Board the contractual compensation which shall then be due and payable. All monies then on deposit in the Construction Account shall be available for application to the costs of the educational buildings and appurtenances hereinbefore in this Alternate Series D Resolution identified for which the Series D Notes have been authorized.

The State Treasurer of the Commonwealth is hereby authorized and requested to make disbursements from said Construction Fund according to such inspection, audit and disbursement procedures

as may from time to time be provided by law, for the purpose of paying the costs of erecting and completing the educational buildings and necessary appurtenances identified in this Alternate Series D Resolution in accordance with the plans and specifications therefor, but only upon certification of the respective Engineers having supervision of the particular project, as to each disbursement, that the amount thereof has been duly earned by and is payable to the designated party or parties for materials, services, and/or labor furnished pursuant to a proper contract duly awarded therefor. Notwithstanding the foregoing, disbursements from the Construction Account for the contractual sum due the Financial Advisor to the Board for its professional services in connection with the authorization, issuance, sale and delivery of the Series D Notes shall not be subject to approval by such Engineers.

Upon the completion of the respective construction projects, as certified by the Engineers, any balance remaining in said Construction Account after the payment of the Series D Notes and all project costs shall be deposited in the Bond Fund; provided, however, that if Series D Note or Bond proceeds are remaining at a time when there is pending or imminently contemplated the construction of one or more additional educational buildings which are to be financed from the proceeds of additional Series Bonds pursuant to the Resolution, and which building or buildings will constitute a part of the Community Colleges Educational Buildings Project, any such unexpended balance may be taken into account in determining the amount of such additional Series Bonds to be authorized therefor, or may otherwise be applied to the proper costs thereof, in which event such unexpended balance in the Construction Account, upon direction of the Board, shall be transferred to the Series Construction Account created for said additional Series Bonds.

Monies on deposit in the Construction Account shall be invested and reinvested from time to time by the State Treasurer upon direction to the State Treasurer by the Treasurer of the Board, in direct obligations of the United States Government or agencies of the United States Government, or obligations which are fully guaranteed by the United States Government, or in negotiable or nonnegotiable Certificates of Deposit issued by any bank, trust company or national banking association (including the Trustee) which is a member of the Federal Reserve System or of Federal Deposit Insurance Corporation, provided that such Certificates of Deposit shall be continuously secured by a valid pledge of direct obligations of or obligations guaranteed by the United States Government having a market value (exclusive of accrued interest) at all times equal to at least 100% of the principal amount of said Certificates of Deposit in excess of Federal Deposit Insurance Corporation coverage, which Certificates shall be lodged with the State Treasurer as custodian, or in investments permitted by KRS 42.500(9). Said

investments shall be made upon the determination of the Treasurer of the Board, upon advice from the Engineers, that monies on deposit in the Construction Account are not immediately required for construction purposes and any investments made from the Construction Account shall be selected in contemplation of the anticipated schedule of disbursements prepared by the Treasurer of the Board. All such investments shall be reconverted into cash as and when cash is required to pay costs for which the Construction Account is established.

ARTICLE IV - NON-ARBITRAGE PROVISIONS

SECTION 4.01. Duties of Board Treasurer. It shall be the duty of the Treasurer of the Board to file with the Trustee a statement indicating that the annual Adjusted Revenues from the Project for the two fiscal years immediately preceding the issuance of the Series D Notes or Bonds were equal to not less than 1.25 times the maximum Adjusted Aggregate Principal, Interest and Bond Fund Charges in any succeeding twelve month period ending May 1 on the Bonds then outstanding and the Series D Notes or Bonds proposed to be issued hereunder.

SECTION 4.02. Covenant Against Arbitrage. Neither the Board, nor the Treasurer of the Board acting on behalf of the Board, shall permit any of the proceeds of the Series D Notes or Bonds to be used directly or indirectly to acquire any securities or obligations, the acquisition of which would cause any Series D Note or Bond, or any Notes or Bonds, to be an "arbitrage bond" as defined in Section 103(c)(2) of the Internal Revenue Code of 1954, as amended, and the Board covenants that it will perform all acts and things permitted by law and necessary or desirable in order to assure that the interest paid by the Board on the Series D Notes or Bonds, shall be exempt from Federal income taxation under any valid provision of law.

SECTION 4.03. Treasurer to Deliver Notes. That the Treasurer of the Board is hereby charged with the responsibility for issuing and delivering the Series D Notes and shall have responsibility for the receipt, disbursement, use and investments of the proceeds of said Series D Notes and shall certify at the time said Series D Notes are delivered that on the basis of the facts, estimates and circumstances in existence on the date said Series D Notes are delivered that it is not expected that the proceeds thereof will be used in any manner that would cause such Series D Notes, or any of the Board's Bonds, to be "arbitrage bonds".

ARTICLE V -ALTERNATE RESOLUTION EFFECTIVE.

SECTION 5.01. Severability. If any one or more of the covenants or agreements provided in this Alternate Series D Resolution on the part of the Board or of the Trustee or any

Paying Agent to be performed shall be determined by a court of competent jurisdiction to be contrary to law, then such covenant or covenants, agreement or agreements shall be deemed severable from the remaining covenants and agreements herein contained and the invalidity thereof shall in no way affect the validity of the other provisions of this Alternate Series D Resolution.

SECTION 5.02. Conflicts Repealed. All resolutions or parts of resolutions in conflict herewith shall be and the same are hereby repealed insofar as such conflict exists; including all of the provisions of the Series D Resolution adopted concurrently herewith in accordance with the provisions of Section 5.03 hereof.

SECTION 5.03. Effective Date of Resolution. Upon adoption of this Alternate Series D Resolution by the Executive Committee of the Board said Alternate Series D Resolution shall not take effect until the Treasurer of the Board has received the consent and approval of a majority of the members of the Finance Committee of the Board regarding the issuance of the Series D Notes. The Treasurer of the Board shall poll each member of the Finance Committee in person or by telephone on November 30, 1982 and in the event a majority of the members of said Finance Committee approve the issuance of the Series D Notes in lieu of the Series D Bonds authorized under the Series D Resolution, this Alternate Series D Resolution shall become effective immediately and all provisions of the Series D Resolution adopted concurrently with this Alternate Series D Resolution shall be and are hereby repealed and the provisions of this Alternate Series D Resolution shall then be in full force and effect. Conversely, in the event a majority of the Finance Committee should favor the issuance of the Series D Bonds at this time, this Alternate Series D Resolution shall be repealed and immediately be void. The Treasurer shall file an Affidavit with the Secretary of the Board on December 1, 1982 reflecting the determination of the Finance Committee (specifically indicating each Member's preference) and such Affidavit shall be the final determination as to whether the Series D Resolution or the Alternate Series D Resolution shall be in effect.

ADOPTED NOVEMBER 9, 1982.

Chairman, Board of Trustees

(SEAL)

ATTEST:

Secretary, Board of Trustees

(FORM OF FULLY REGISTERED BOND)

UNITED STATES OF AMERICA
COMMONWEALTH OF KENTUCKY
UNIVERSITY OF KENTUCKY
COMMUNITY COLLEGES EDUCATIONAL BUILDINGS REVENUE BOND
SERIES D

No. _____ \$ _____

The Board of Trustees of the University of Kentucky, a body corporate, as an educational institution and agency of the Commonwealth of Kentucky (hereinafter called the "Borrower"), for value received, hereby promises to pay, solely from the special fund provided therefor, as hereinafter set forth to the registered owner hereof, or his successors, registered assigns or legal representatives, the sum of _____ Dollars (\$ _____) on the first day of May in years and installments, as follows:

<u>Year</u>	<u>Principal Amount</u>	<u>Year</u>	<u>Principal Amount</u>
_____	_____	_____	_____
_____	_____	_____	_____

and to pay, solely from said special fund, interest thereon from the date hereof until payment of principal at the rate of _____ per cent (___%) per annum, such interest being payable semiannually on the first days of May and November in each year, commencing November 1, 1985, except as the provisions hereinafter set forth with respect to prior redemption may be and become applicable hereto, both principal and interest being payable in any coin or currency which at the time of payment thereof is legal tender for the payment of debts due the United States of America at the principal office of the Trustee, Second National Bank and Trust Company, in the City of Lexington, Kentucky, (or successor Trustee appointed pursuant to the provisions of the Resolution). Payments of principal and interest, including prepayments of installments of principal as hereinafter provided, shall be noted on the Payment Record kept by said Trustee, and such payment shall fully discharge the obligation of the Borrower hereon to the extent of the payments so made. Upon final payment of principal and interest this Bond shall be submitted to the Trustee for cancellation and surrender to the Borrower.

This Bond is one of a duly authorized issue of Bonds designated as "Community Colleges Educational Buildings Revenue Bonds" (hereinafter referred to as the "Bonds") issued and to be issued under and in full compliance with the Constitution and Statutes of the Commonwealth of Kentucky, including among others, Sections 162.350 to 162.380, inclusive, of the Kentucky Revised Statutes now in full force and effect, and under and pursuant to the Resolution adopted by the Board of Trustees on May 6, 1969 (hereinafter referred to as the "Resolution"), and the Series D Resolution adopted by the Board of Trustees on November 9, 1982.

As provided in the Resolution, the Bonds may be issued from time to time pursuant to separate resolutions in one or more series, in various principal amounts, may bear interest at different rates and may otherwise vary as in the Resolution provided. The aggregate principal amount of Bonds which may be issued under the Resolution is not limited except as provided in the Resolution, and all Bonds issued and to be issued under the Resolution are and will be equally secured by the pledges and covenants made therein, except as otherwise expressly provided or permitted in the Resolution.

This Bond is one Bond of a series of Bonds of various maturities designated as "Community Colleges Educational Buildings Revenue Bonds, Series D" (hereinafter called the "Series D Bonds") issued in the aggregate principal amount of \$7,800,000 under the Resolution for the purpose of paying and retiring \$7,800,000 of Community Colleges Educational Buildings Bond Anticipation Notes, Series D", originally issued for the purpose of financing the costs (to the extent not otherwise provided) of erecting and completing educational buildings and necessary appurtenances as parts of the Community Colleges Educational Buildings Project of said University (hereinafter referred to as the "Project"). Copies of the Resolution and the Series D Resolution are on file at the office of the Trustee. Reference is hereby made to the Resolution pursuant to which Second National Bank and Trust Company, in the City of Lexington, Kentucky, has been designated as Trustee for the holders of the issue of Bonds of which this Bond is one and for the provisions, among others, with respect to the custody and application of the proceeds of the Bonds; the rights, duties and obligations of said Board of Trustees, and of the Trustee, and the rights of the holders of the Bonds; and by the acceptance of this Bond, the holder hereof assents to all of the provisions of the Resolution. Under authority of the statutes pursuant to which said Series D Bonds are issued, they shall have all the qualities and incidents of a negotiable instrument, subject to the provisions for registration.

The holder of this Bond shall have no right to enforce the provisions of the Resolution or to institute action to enforce the covenants therein, or to take any action with respect to any default under the Resolution, or to institute, appear in or

defend any suit or other proceedings with respect thereto, except as provided in the Resolution. The Resolution provides for fixing, charging and collecting fees for the services of said Project, which fees will be sufficient to pay the principal of and interest on said Bonds as the same become due and provide reserves for such purposes and also to pay the costs of operation and maintenance of the Project to the extent the same are not otherwise provided. The Resolution provides for the creation of a special account designated "Community Colleges Educational Buildings Project Bond and Interest Sinking Fund" (herein called the "Bond Fund") and for the deposit to the credit of said Bond Fund of a fixed amount of the gross revenues of said Project to pay interest on the Bonds as the same become due, and to pay or retire the principal of the Bonds at or prior to the maturity thereof, and to provide a reserve for such purpose, which Bond Fund is pledged to and charged with the payment of said principal and interest.

The issue of Series D Bonds of which this Bond is one and all other Bonds outstanding from time to time under the Resolution, are payable only from a fixed amount of the gross revenues derived from the operation of said Project which will be set aside in said Bond Fund, and this Bond does not constitute any indebtedness of the University of Kentucky or of its Board of Trustees or of the Commonwealth of Kentucky within the meaning of any provisions or limitations of the Constitution of the Commonwealth of Kentucky.

The Series D Bonds maturing May 1, 1996, and thereafter or the corresponding installments of principal becoming due on that date or thereafter, shall be subject to redemption at the option of the Board of Trustees in whole or from time to time in part in the inverse order of their maturities (less than all of a single maturity to be selected by lot), on any interest payment date on or after May 1, 1995, at the redemption prices, expressed in percentages of principal amount, with respect to each Bond as set forth below, plus in each case accrued interest to the date of redemption:

<u>If Redeemed</u>	<u>Redemption Price</u>
On or after May 1, 1995 and prior to May 1, 2000	103%
On or after May 1, 2000 and prior to May 1, 2005	102%
On and after May 1, 2005 and prior to final maturity	101%

Notice of any such optional prepayment shall be given at least thirty (30) days prior to the prepayment date by mailing to the registered owner of this Bond, by registered mail, a notice fixing such prepayment date, the amount of principal to be prepaid, and the premium, if any, to be prepaid.

A statutory mortgage lien, which is hereby recognized as valid and binding on said Project is created and granted to and in favor of the holder or holders of this Bond and the issue of Bonds of which it is one, and in favor of the holder or holders of the coupons attached thereto, and said Project shall remain subject to such statutory mortgage lien until the payment in full of the principal of and interest on this Bond and the issue of Bonds of which it is one.

This Bond may be assigned and upon such assignment the assignor shall promptly notify the Borrower at the office of the Trustee by registered mail, and the assignee shall surrender the same to the Trustee either in exchange for a new Fully Registered Bond, or for transfer on the registration records and verification of the endorsements made on the Payment Record attached of the portion of the principal amount hereof and interest paid or prepaid, and every such assignee shall take this Bond subject to such condition.

This Bond shall not be valid or become obligatory for any purpose, or be entitled to any security or benefit, under the Resolution, until it shall have been authenticated by the execution by the Trustee of the certificate hereon endorsed.

It is hereby certified, recited and declared that all acts, conditions and things required to exist, to happen, and to be performed precedent to and in the issuance of this Bond, do exist, have happened, and have been performed in due time, form and manner as required by law, and the amount of this Bond, together with all other obligations of said Board of Trustees and of the University of Kentucky, does not violate any provisions or exceed any limit prescribed by the Constitution or Statutes of Kentucky; that said Project will be continuously operated, and that a sufficient portion of the gross revenues therefrom has been pledged to and will be set aside into said Bond Fund for the payment of the principal of and interest on this Bond and the issue of which it is one, and all other bonds which by their terms and the terms of the Resolution are payable from said Bond Fund, as and when the same will respectively become due.

IN TESTIMONY WHEREOF, the Board of Trustees of the University of Kentucky has caused this Bond to be executed on its behalf by the reproduced facsimile signature of its Chairman, and the facsimile of its corporate seal to be imprinted hereon, attested by the manual signature of its Secretary, and the coupons hereto attached to be executed with the facsimile

signatures of said Chairman and Secretary, all being done as of the 1st day of May, 1985.

(Facsimile of Seal)

(Facsimile)
Chairman
Board of Trustees
University of Kentucky

ATTEST:

(Manual or Facsimile Signature)
Secretary
Board of Trustees

(FORM OF AUTHENTICATION CERTIFICATE)

This Bond is one of the Series D Bonds described or provided for in the within-mentioned Resolution.

SECOND NATIONAL BANK AND
TRUST COMPANY
Lexington, Kentucky

By (Manual or Facsimile Signature)
Authorized Officer

(FORM OF NOTE)

UNITED STATES OF AMERICA
COMMONWEALTH OF KENTUCKY
UNIVERSITY OF KENTUCKY
COMMUNITY COLLEGES EDUCATIONAL BUILDINGS REVENUE BOND
ANTICIPATION NOTE SERIES D

No. _____

\$5,000.00

The Board of Trustees of the University of Kentucky, a body corporate, as an educational institution and agency of the Commonwealth of Kentucky, for value received, hereby promises to pay, solely from the special fund provided therefor, as hereinafter set forth, to the bearer, or, if this Note be registered, to the registered owner hereof, as hereinafter provided, the sum of Five Thousand Dollars (\$5,000.00) on the first day of May, 1985, and to pay, solely from said special fund, interest thereon from the date hereof until payment of principal at the rate of _____ per cent (___%) per annum, such interest being payable semiannually on the first days of May and November in each year, commencing May 1, 1983, except as the provisions hereinafter set forth with respect to prior redemption may be and become applicable hereto, such interest as may accrue on and prior to the maturity date of this Note to be paid only upon presentation and surrender of the annexed coupons as they severally mature, both principal and interest being payable in any coin or currency which at the time of the payment thereof is legal tender for the payment of public and private debts at the principal office of the Trustee, Second National Bank and Trust Company, in the City of Lexington, Kentucky, or, at the option of the holder hereof or of the interest coupons hereto appertaining, at the principal office of The Northern Trust Company, in the City of Chicago, Illinois, or at the option of the holder hereof or of the interest coupons hereto appertaining, at the principal office of Chemical Bank, New York, New York.

This Note is one of a duly authorized issue of Bonds designated as Community Colleges Educational Buildings Revenue Bond or Notes (hereinafter referred to as the "Bonds" or "Notes") to be issued under and in full compliance with the Constitution and Statutes of the Commonwealth of Kentucky, including among others, Section 58.150 and Sections 162.350 to 162.380, inclusive, of the Kentucky Revised Statutes now in full force and effect, and under and pursuant to the Resolution adopted by the Board of Trustees on May 6, 1969 (hereinafter referred to as the "Resolution"), and the Series D Resolution adopted by the Board of Trustees on November 9, 1982.

As provided in the Resolution, the Bonds or Notes may be issued from time to time pursuant to separate resolutions in one or more series, in various principal amounts, may bear interest

ALTERNATE SERIES D RESOLUTION
EXHIBIT B

at different rates and may otherwise vary as in the Resolution provided. The aggregate principal amount of Bonds or Notes which may be issued under the Resolution is not limited except as provided in the Resolution, and all Bonds or Notes issued and to be issued under the Resolution are and will be equally secured by the pledges and covenants made therein, except as otherwise expressly provided or permitted in the Resolution.

This Note is one of a series of Notes of various maturities designated as "Community Colleges Educational Buildings Revenue Bond Anticipation Notes, Series D", (herein called the "Series D Notes") issued in the aggregate principal amount of \$7,800,000 under the Resolution for the purpose of financing the costs (to the extent not otherwise provided) of erecting and completing educational buildings and necessary appurtenances as parts of the Community Colleges Educational Buildings Project of said University (hereinafter called the "Project"). Copies of the Resolution and the Series D Resolution are on file at the office of the Trustee. Reference is hereby made to the Resolution pursuant to which Second National Bank and Trust Company, in the City of Lexington, Kentucky, has been designated as Trustee for the holders of the issue of Notes of which this Note is one and for the provisions, among others, with respect to the custody and application of the proceeds of the Notes, the rights, duties and obligations of said Board of Trustees, and of the Trustee, and the rights of the holders of the Notes, and by the acceptance of this Note, the holder hereof assents to all of the provisions of the Resolution. Under authority of the statutes pursuant to which this Note is issued, this Note shall have all the qualities and incidents of a negotiable instrument, and, subject to the provisions for registration endorsed hereon and contained in the Resolution, nothing contained in this Note or in the Resolution shall affect or impair the negotiability of this Note.

By the adoption of the Series D Resolution, the Board of Trustees has authorized the issuance of \$7,800,000 of "Community Colleges Educational Buildings Revenue Bonds, Series D, dated May 1, 1985 (hereinafter referred to as the Series D Bonds) and has covenanted to issue said Series D Bonds, or Renewal Notes, in order to provide for the complete payment of the principal amount of the Notes on May 1, 1985. Said Series D Resolution pledges the proceeds of the Series D Bonds to the payment of said Notes and grants to the holders of said Notes a first lien upon said proceeds.

The holder of this Note shall have no right to enforce the provisions of the Resolution or to institute action to enforce the covenants therein, or to take any action with respect to any default under the Resolution, or to institute, appear in or defend any suit or other proceedings with respect thereto, except as provided in the Resolution. The Resolution provides for fixing, charging and collecting fees for the services of said

Project, which fees will be sufficient to pay the principal of and the interest on said Notes as the same become due and to provide services for such purposes and also to pay the costs of operation and maintenance of the Project to the extent the same are not otherwise provided. The Resolution provides for the Educational Buildings Project Bond and Interest Sinking Fund" (herein called the "Bond Fund") and for the deposit to the credit of said Bond Fund of a fixed amount of the gross Revenues of said Project to pay interest on the Bonds as the same become due, and to pay or retire the principal of the Bonds at or prior to the maturity thereof, and to provide a reserve for such purpose, which Bond Fund is pledged to and charged with the payment of said principal and interest.

The issue of Series D Notes of which this Note is one and all other Bonds outstanding from time to time under the Resolution are payable as to interest only from a fixed amount of the gross revenues derived from the operation of said Project which will be set aside in said Bond Fund, and this Note does not constitute any indebtedness of the University of Kentucky or of its Board of Trustees or of the Commonwealth of Kentucky within the meaning of any provisions or limitations of the Constitution of the Commonwealth of Kentucky.

The Series D Notes are subject to redemption only as a whole prior to maturity without premium on May 1, 1984 and November 1, 1984.

In the event the Board of Trustees shall exercise its option to redeem any of the Series D Notes of which this Note is a part, notice of such redemption shall be given to the Trustee at least forty-five (45) days prior to the specified redemption date and such notice shall be published at least once not less than thirty (30) days prior to the specified redemption date in a newspaper or financial journal of general circulation published in each of the Cities of Louisville, Kentucky, and New York, New York. The Series D Notes called for redemption and for the payment of which funds are deposited with said Trustee on the specified redemption date shall cease to bear interest on said redemption date.

This Note shall pass by delivery unless registered as to principal on the books of said Board of Trustees at the office of the Trustee under the Resolution, and such registration noted hereon, after which no valid transfer hereof shall be effective unless made on said books and similarly endorsed hereon at the written request of the registered holder or his duly authorized representative, but this Note may be discharged from registration by being in like manner registered to bearer whereupon full negotiability and transferability by delivery shall be restored but may again from time to time be registered as aforesaid. Such registration, however, shall not affect the negotiability of the

interest coupons which shall always remain payable to bearer and transferable by delivery merely. The Board of Trustees, the Trustee, and the Paying Agents may treat the bearer of this Note, if not registered as to principal, and the bearer of any coupon hereto appertaining, whether or not this Note be so registered, or if this Note be registered as herein authorized, the person in whose name the same is registered, as the absolute owner for the purpose of making payment and for all other purposes.

A statutory mortgage lien (except upon educational buildings and appurtenances which may be leased rather than owned by the University), which is hereby recognized as valid and binding on said Project is created and granted to and in favor of the holder or holders of this Note and the issue of Notes of which it is one, and in favor of the holder or holders of the coupons attached thereto, and said Project shall remain subject to such statutory mortgage lien until the payment in full of the principal of and interest on this Note and the issue of Notes of which it is one.

This Note shall not be valid or become obligatory for any purpose, or be entitled to any security or benefit, under the Resolution, until it shall have been authenticated by the execution by the Trustee of the certificate hereon endorsed.

It is hereby certified, recited and declared that all acts, conditions and things required to exist, to happen, and to be performed precedent to and in the issuance of this Note, do exist, have happened, and have been performed in due time, form and manner as required by law, and the amount of this Note, together with all other obligations of said Board of Trustees and of the University of Kentucky, does not violate any provisions or exceed any limit prescribed by the Constitution or Statutes of Kentucky; that said Project will be continuously operated, and that a sufficient portion of the gross revenues therefrom has been pledged to and will be set aside into said Bond Fund for the payment of the interest on this Note and the issue of which it is one, and all other Bonds which by their terms and the terms of the Resolution are payable from said Bond Fund, as and when the same will respectively become due.

IN TESTIMONY WHEREOF, the Board of Trustees of the University of Kentucky has caused this Note to be executed on its behalf by the reproduced facsimile signature of its Chairman, and the facsimile of its corporate seal to be imprinted hereon, attested by the manual signature of its Secretary, and the coupons hereto attached to be executed with the facsimile signatures of said Chairman and Secretary, all being done as of the 1st day of December, 1982.

(Facsimile of Seal)

(Facsimile)
Chairman
Board of Trustees
University of Kentucky

ATTEST:

(Manual Signature)
Secretary
Board of Trustees

(FORM OF COUPON)

No. _____ \$ _____

On the first day of _____, 19__, *(unless the Bond to which this coupon is attached shall have been duly called for prior redemption and payment of the redemption price duly made or provided for), the Board of Trustees of the University of Kentucky, at Lexington, Kentucky, will pay to bearer _____ Dollars (\$ _____) in any coin or currency which at the time of payment thereof is legal tender for the payment of public and private debts out of its "Community Colleges Educational Buildings Project Bond and Interest Sinking Fund", at the principal office of Second National Bank and Trust Company, in the City of Lexington, Kentucky, or, at the option of the holder hereof, at the principal office of The Northern Trust Company, in the City of Chicago, Illinois, or at the principal office of Chemical Bank, New York, New York, as provided in and for interest then due on its Community Colleges Educational Buildings Revenue Bond Anticipation Note, Series D, dated December 1, 1982, Number _____.

(Facsimile)
Chairman
Board of Trustees
University of Kentucky

(Facsimile)
Secretary
Board of Trustees

(FORM OF AUTHENTICATION CERTIFICATE)

This Note is one of the Series D Notes described or provided for in the within-mentioned Resolution.

By _____ (Manual Signature)
Authorized Officer

(FORM OF REGISTRATION TO BE PRINTED ON THE BACK OF EACH SERIES D NOTE)

Date of Registration	Name of Registered Holder	Signature of Authorized Officer or Trustee
:	:	:
:	:	:
:	:	:
:	:	:
:	:	:
:	:	:
:	:	:

OFFICIAL BID FORM

To the Honorable Chairman and Members of
The Board of Trustees of the
University of Kentucky
c/o Mr. Henry Clay Owen
University Treasurer, Office of the President
Administration Building
Lexington, Kentucky 40506

Gentlemen:

Pursuant to your "Official Terms and Conditions of Note Sale", the undersigned offers to purchase your "University of Kentucky Community Colleges Educational Buildings Revenue Bond Anticipation Notes, Series D", dated December 1, 1982, in accordance with and subject to the terms set forth in the Official Terms and Conditions of Note Sale.

We hereby bid for said \$7,800,000 principal amount of Notes the sum of \$ _____ (not less than \$7,761,000); plus accrued interest from December 1, 1982; all of said Notes to bear interest at the rate of ____% per annum.

It is understood that such Notes are offered for sale subject to the principal and interest on such Notes not being subject to Federal or Kentucky ad valorem or income taxation on the date of their delivery to the successful bidder. It is also understood that the Board of Trustees of the University of Kentucky will furnish a final approving Legal Opinion of Henry M. Reed III, Bond Counsel, Louisville, Kentucky, subject to whose approving Legal Opinion said Notes are sold, and will furnish printed note forms and the usual closing proofs, including the customary no-litigation certificate to the successful bidder.

The successful bidder shall not be required to take up and pay for said Notes unless delivery is made within forty-five days from the date said bid is accepted. Upon delivery the successful bidder shall take up and pay for said Notes in FEDERAL FUNDS. It is anticipated that the Notes will be tendered for delivery prior to December 31, 1982.

ALTERNATE SERIES D RESOLUTION
EXHIBIT C

A certified check or bank cashier's check in the amount of \$78,000, payable to the University of Kentucky is enclosed in accordance with the Official Terms and Conditions of Note Sale.

Respectfully submitted,

Authorized Signature

Name of Bidder

Address

Accepted this ___ day of December, 1982, by Resolution of the Board of Trustees of the University of Kentucky.

BOARD OF TRUSTEES,
UNIVERSITY OF KENTUCKY

By: _____
Chairman

ATTEST:

Secretary, Board of Trustees

NOTICE OF NOTE SALE

UNIVERSITY OF KENTUCKY
Lexington, Kentucky

\$7,800,000 Community Colleges Educational
Buildings Revenue Bond Anticipation Notes, Series D

The Treasurer of the Board of Trustees of the University of Kentucky (the "Board"), hereby gives notice that the Board will until the hour of 10:30 A.M., E.S.T., on December 14th, 1982 receive in the Office of the President, Administration Building, University of Kentucky Campus, Lexington, Kentucky 40506, sealed competitive bids for the purchase of for \$7,800,000 of its Community Colleges Educational Buildings Revenue Bond Anticipation Notes, Series D, dated December 1, 1982 (the "Notes"). Proposals for the purchase of the Notes will be considered by the Finance Committee of the Board at 11:00 A.M. and referred to the full Board for acceptance or rejection at its meeting at 2:00 P.M. on December 14, 1982.

The Notes are issued pursuant to the provisions of a Resolution of the Board and Sections 162.340 through 162.380 of the Kentucky Revised Statutes as Coupon Notes in \$5,000 denominations, registrable as to principal only, maturing on May 1, 1985; subject to prior redemption on May 1, 1984 without premium.

The Notes are not general obligations of the Board, the University or the Commonwealth of Kentucky but are special obligations payable from the proceeds of Series D Bonds to be dated May 1, 1985, which in turn shall be payable from a first lien and charge upon the defined Revenues of the Community Colleges Educational Buildings Project.

Bids must be on Official Bid Form contained in Information for Bidders available from the undersigned or First Kentucky Securities Corporation, Suite 324 State National Bank Building, Frankfort, Kentucky 40602. Reference should be made to Official Terms and Conditions of Note Sale contained in the Official Statement for details and bidding conditions.

Sale on usual tax exempt basis, subject to approving Legal Opinion of Henry M. Reed III, Bond Counsel, Louisville, Kentucky. Right to reject bids or waive informality reserved. Delivery prior to December 31, 1982 anticipated.

s/ Henry Clay Owen
Treasurer, Board of Trustees
University of Kentucky

ALTERNATE SERIES D RESOLUTION
EXHIBIT D

OFFICIAL TERMS AND CONDITIONS OF NOTE SALE

UNIVERSITY OF KENTUCKY
Lexington, Kentucky

\$7,800,000 Community Colleges Educational
Buildings Revenue Bond Anticipation Notes, Series D

The Board of Trustees of the University of Kentucky (the "Board"), a public body corporate, educational agency and instrumentality, and a political subdivision of the Commonwealth of Kentucky, hereby gives notice that until the 14th day of December, 1982, at the hour of 10:30 A.M., E.S.T., the Treasurer of the Board will receive in the Office of the President, in the Administration Building on the Campus of the University at Lexington, Kentucky 40506, sealed bids for the purchase of its \$7,800,000 Community Colleges Educational Buildings Revenue Bond Anticipation Notes, Series D (the "Notes"), dated December 1, 1982. Proposals for the purchase of the Notes will be considered by the Finance Committee of the Board at 11:00 A.M. on December 14, 1982 and referred to the full Board of Trustees for acceptance or rejection at its meeting at 2:00 P.M. on the same date.

AUTHORITY, PURPOSE AND SECURITY

The Notes are issued for the purpose of providing funds to construct educational buildings and related improvements at four different Community Colleges located in the cities of Maysville, Louisville, Elizabethtown and Cumberland, Kentucky. The Notes are being issued pursuant to the provisions of Section 162.340 et seq. of the Kentucky Revised Statutes and the Original Resolution adopted by the Board on May 6, 1969, as amended by the Series D Resolution adopted by the Executive Committee of the Board on November 9, 1982. The Notes are secured pursuant to the terms of the Original Resolution whereunder Second National Bank and Trust Company, Lexington, Kentucky is named Trustee for the holders of all Bonds (or Notes) issued under the Original Resolution and by a statutory mortgage lien upon the buildings and appertunances constituting the Community Colleges Educational Buildings Project. In addition, the Bonds are secured by a pledge of the revenues derived from the operation of the Community Colleges Educational Buildings Project. The Notes rank on the basis of parity as to security and source of payment with three previous issues of Bonds, Series A, B and C now outstanding.

The Notes are not general obligations of the Board, the University, or the Commonwealth of Kentucky, but are special obligations payable as to interest solely from a first lien and

ALTERNATE SERIES D RESOLUTION
EXHIBIT E

charge upon the defined Revenues of the Community Colleges Educational Buildings Project to which the Revenues derived from all Student Registration Fees from all Community Colleges of the University (elsewhere than in Fayette County) are pledged and made subject to a first lien and paramount charge for the security and source of payment of the Community Colleges Educational Buildings Revenue Bonds and Notes. The Notes are payable as to principal from the proceeds of the Series D Bonds, which are pledged to such payment.

The Notes are issued in anticipation of the issuance by the Board of \$7,800,000 Community Colleges Educational Buildings Revenue Bonds, Series D, dated May 1, 1985 (the "Bonds") which have been authorized by the Board pursuant to the terms of the Series D Resolution. The Bonds are to be issued in the form of fully registered Bonds with principal maturities on May 1 in each of the years 1986 through 2010.

LEGAL OPINION AND DELIVERY

The purchasers of the Notes will be furnished at delivery, at the cost of the Board, the unqualified approving opinion of Henry M. Reed III, Bond Counsel, Louisville, Kentucky, which will contain a statement that in Bond Counsel's opinion interest on the Notes will be exempt from federal income taxation, based upon statutes, regulations, court decisions and administrative rulings as interpreted and applied at that date, and that the Notes and interest thereon are exempt from all Kentucky ad valorem and income taxation. The Board expressly reserves the right to reject all bids and to waive informalities and irregularities which in the judgment of the Board do not impair the integrity of the bidding process.

Delivery is guaranteed within forty-five days after awards are made and it is now anticipated that delivery will be made prior to December 31, 1982.

The Board will tender the Notes to the purchasers thereof, at its own expense, anywhere in the continental United States (exclusive of Alaska). Payment for the Bonds must be made in FEDERAL FUNDS.

BIDDING CONDITIONS

The Notes shall be offered as a whole, at not less than 99-1/2% of par, plus accrued interest. The single coupon rates must be in multiples of 1/100 of 1%. A good faith check in the amount of \$78,000 is required. Only bids submitted on the Official Bid Form shall be given favorable consideration. CUSIP identification numbers shall be printed on the Notes at the expense of the Board. Neither the improper imprintation nor the

failure to imprint CUSIP numbers shall constitute a cause for failure or refusal by the purchaser to accept delivery and pay for the Notes.

Details regarding the Notes, the Official Bid Form and financial and other pertinent information concerning the University and the Community Colleges Educational Buildings Project are contained in the "Official Statement" which may be obtained by addressing Mr. Henry Clay Owen, Treasurer of the Board, Peterson Service Building, University of Kentucky Campus, Lexington, Kentucky 40506, or the Financial Advisor, First Kentucky Securities Corporation, Suite 324 State National Bank Building, P. O. Box 554, Frankfort, Kentucky 40602.

BY ORDER OF THE BOARD:

s/ Henry Clay Owen
Treasurer, Board of Trustees,
University of Kentucky

Office of the President
November 9, 1982

FCR 3

Members, Executive Committee, Board of Trustees:

NICHOLASVILLE ROAD AND UNIVERSITY ROAD B

Recommendation: be it resolved that the Vice Chancellor for Administration, Lexington Campus be authorized to enter into an agreement with Urban County Government to transfer the responsibility for traffic control and maintenance of Stadium Road B to the Urban County Government and allow Stadium Road B to be opened to through traffic from Nicholasville Road to Alumni Drive.

Background: The Lexington-Fayette Urban County Government is constructing a Senior Citizens Center at the northeast corner of Nicholasville Road and University Road B. This center will provide services to all elderly citizens throughout the community. The resulting pedestrian and vehicular traffic increase will compound an existing problem with vehicles entering and exiting Shawneetown Drive immediately south of Road B.

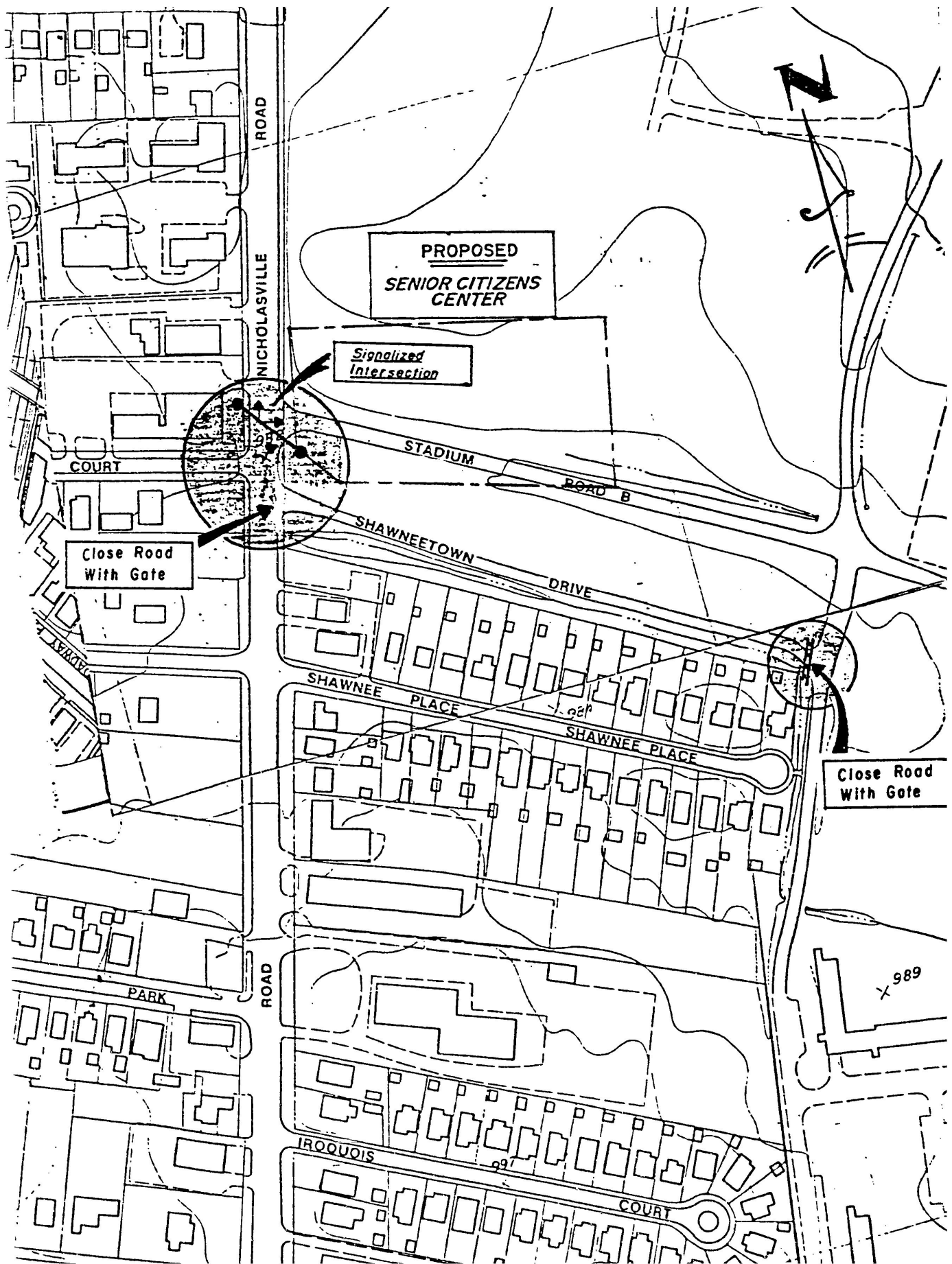
A proposed highway improvement to reduce the anticipated congestion at this location is shown on the attached map. It is recommended that Shawneetown Drive be controlled by traffic gate at Nicholasville Road and 900 feet to the east along Shawneetown Drive.

University Road B would be opened to through traffic, and the intersection of Road B with Nicholasville Road would be signalized. The traffic signal would be installed to provide better control of the increased pedestrian and vehicular traffic movements. The traffic signal would also be interconnected with existing signals to minimize possible delays on Nicholasville Road.

Shawneetown Drive would be closed to through traffic except on those dates when football games are played or other events held that would limit access to the Shawneetown apartments. On these dates the road would be open to through traffic.

Action taken: Approved XX Disapproved _____ Other _____

Date: November 9, 1982



**PROPOSED
SENIOR CITIZENS
CENTER**

*Signalized
Intersection*

**Close Road
With Gate**

**Close Road
With Gate**

X 989



Office of the President
November 9, 1982

FCR 4

Members, Executive Committee, Board of Trustees:

LEASE OF PROPERTY TO
CHILDREN'S ONCOLOGY SERVICES OF
THE BLUEGRASS, INC.

Recommendation: That the President of the University be authorized to negotiate and execute a lease of approximately 1.43 acres of land, consisting of a tract approximately 250' x 250', north of the present site of the K-Men's House and south of the KET installation, to Children's Oncology Services of the Bluegrass, Inc. for a period of thirty years at a rental of one dollar (\$1.00) per year for the purpose of constructing a residential facility for children suffering from leukemia, other oncologic disorders, and other severe illnesses and their families during periods of medical treatment.

Background: The specifics of the lease which is the subject of this recommendation are presently being developed in final form. The actual document will provide for appropriate University control of the design and appearance of the building to be constructed on the property. This facility will house children who are outpatients at University hospital and other community hospitals, during the course of their treatment for oncological disorders.

Action Taken: Approved XX Disapproved _____ Other _____

Date: November 9, 1982

Office of the President
November 9, 1982

FCR 5

Members, Executive Committee, Board of Trustees:

EXECUTION OF BOND FOR SAFEKEEPING OF PROPERTY OF THE UNITED STATES

Recommendation: that the Secretary of the Board of Trustees be authorized and directed to execute a bond in favor of the United States of America in the penal sum of \$100,000.00 assuring the United States that property issued, or to be issued, to the institution will be returned.

Background: The above action is made necessary by regulations of the Secretary of the Army with respect to property issued to the institution in connection with the Military Science program. An additional bond premium will not be payable since the blanket bond already in force will be utilized.

Action taken: Approved XX Disapproved Other

Date: November 9 , 1982.

CERTIFICATE OF REGISTRATION

This is to certify that on this 9th day of November, 1982, Bonds numbered 1811, 1812, 1813, 1814 and 1815 of the University of Kentucky Dormitory Revenue Bonds of 1955 (Cooperstown Apartments), each of the denomination of \$1,000.00 were registered on the books of the Secretary of the Board of Trustees of the University of Kentucky, as to principal only, in the name of Mr. Elmo Abell, 1802 Princeton Dr., Louisville, Ky. 40205.

This the 9th day of November, 1982.

Betty Pace Clark
Betty Pace Clark, Secretary
Board of Trustees,
University of Kentucky

State of Kentucky)
(
County of Fayette)

Subscribed and sworn to before me this 9th day of November, 1982, by Betty Pace Clark, as her free act and deed as Secretary of the Board of Trustees of the University of Kentucky.

[Signature]
Notary Public, State at Large

My Commission expires: December 31, 1983.