

Minutes of the Meeting of the Board of Trustees of the University of Kentucky, Tuesday, January 29, 1974

The Board of Trustees of the University of Kentucky met in special session at 2:00 p.m. (Central Daylight Time) on Tuesday, January 29, 1974 in the Board Room on the 18th floor of the Patterson Office Tower on the University campus with the following members answering the call of the roll: Mr. Thomas P. Bell, Mr. William R. Black, Mrs. Rexford S. Blazer, Mrs. Robert O. Clark, Mr. Richard E. Cooper, Mr. Eugene Goss, Mr. John R. Crockett, Mr. George W. Griffin, Mr. Garvice D. Kincaid, Professor Paul Oberst, Mr. Zirl Palmer, Professor Paul G. Sears, Mr. William B. Sturgill, Judge James A. Sutherland, Mr. James Flegle, and Dr. John R. Woodyard. Absent from the meeting were Mr. Jesse M. Alverson, Jr., Mr. Stanley Burlew, and Mr. Albert G. Clay. The University administration was represented by President Otis A. Singletary; Vice Presidents Alvin L. Morris, Lewis W. Cochran, Robert Zumwinkle, Stanley Wall, Peter Bosomworth, Larry Forgy, and Raymond Hornback; Mr. John Darsie, Legal Counsel; and Dr. Donald Clapp, Executive Assistant to the President. Representatives of the various news media were in attendance.

A. Meeting Opened

Mr. Bell, Vice Chairman of the Board, called the meeting to order at 2:00 p.m. After the invocation, pronounced by Mr. Crockett, the Board members observed a moment of silence in memory of Rexford S. Blazer, who died on January 2, 1974. Mr. Bell extended to Mrs. Blazer the sympathy of her fellow members and noted how much the University owed to Mr. Blazer for his loyalty and devotion and how much he would be missed.

The secretary reported a quorum present and the meeting was declared officially open for the conduct of business at 2:05 o'clock.

B. Minutes Approved

On motion by Professor Sears, seconded by Judge Sutherland and passed, the reading of the Minutes of the December 11, 1973 meeting of the Board of Trustees and the January 8, 1974 meeting of the Executive Committee of the Board of Trustees was dispensed with and the Minutes for the meetings were approved as published.

C. President's Report to the Trustees

Following a brief review of the items in PR 1, President's Report to the

Trustees, by President Singletary, Mr. Bell accepted the report and it was ordered filed.

D. Recommendations of the President (PR 2)

Explaining that the items in PR 2 were routine in nature and that the members had had an opportunity to study the recommendations prior to the meeting, President Singletary recommended its approval as a whole.

There being no questions, on motion by Mr. Sturgill, seconded by Dr. Woodyard and passed, PR 2, Recommendations of the President, was approved as a whole and ordered made an official part of the Minutes of the meeting. (See PR 2 at the end of the Minutes.)

E. Amendments to Governing Regulations Approved (PR 4)

President Singletary reminded the Board that proposed amendments to the Governing Regulations had been accepted at the October 15, 1973 meeting of the Board and tabled for action at a later meeting. He recommended that the amendments to Part VII, A, 1 and Part VII, B, 3 be removed from the table and approved as proposed at the meeting of October 15, 1973.

Dr. Sears moved approval of the proposed amendments to Part VII, A, 1 and Part VII, B, 3 of the Governing Regulations. His motion was seconded by Mr. Palmer and passed.

Mr. Flegle expressed the appreciation of the students for the leadership which Dr. Robert Evans has given to the Honors Program at the University of Kentucky, stating that it was one of the more innovative programs in the country. He felt that the changes which the amendments would effect would serve to strengthen the program and, on behalf of Student Government, gave it his whole-hearted endorsement. (See PR 4 at the end of the Minutes.)

F. Dean of the College of Social Professions Appointed (PR 5)

When Dean Witte requested that he be relieved of the duties as Dean of the College of Social Professions, a search committee was appointed to seek his replacement. President Singletary said that the committee had completed its screening of candidates and had recommended the appointment of Dr. Ronda S. Connaway as Dean of the College of Social Professions. The administration of the University concurs in the committee's recommendation and transmits it to the Board of Trustees for final approval.

Mr. Bell asked if there were any questions and, there being none, he

called for a motion approving the appointment of Dr. Connaway as Professor of Social Work and Dean of the College of Social Professions. The motion made by Mr. Palmer and seconded by Mrs. Blazer carried without dissent. (See PR 5 at the end of the Minutes.)

G. Application Fee for Non-Resident Applicants to the College of Medicine Authorized (PR 6)

The next item on the agenda was a recommendation for authorization to establish a \$15 fee for all non-resident applicants for positions in the entering class in the College of Medicine for the fall of 1975. Mr. Bell asked if any member wished to have any further clarification of the matter than that contained in PR 6. There being no questions, Judge Sutherland moved that the \$15 fee be established as recommended in PR 6. His motion was seconded by Dr. Woodyard and passed. (See PR 6 at the end of the Minutes.)

H. Budget Revisions for 1973-74 Authorized and Approved (PR 7)

President Singletary explained that the recommended budget revisions contained in PR 7 were routine in nature and indicated that Dr. Clapp would be happy to answer any questions. There being none, on motion by Mrs. Blazer, seconded by Professor Sears and passed, the budget revisions as set forth in PR 7 were authorized and approved. (See PR 7 at the end of the Minutes.)

I. President Comments on Pralltown

President Singletary requested permission from Mr. Bell to comment on stories which had appeared in the press over the weekend relative to the University of Kentucky's role as a landlord in Pralltown and the suggestion made by Representative Kenton that the University should develop a demonstration housing project on the property.

Permission being granted, President Singletary reviewed briefly the background of the University's ownership of property in Pralltown, stating that of the approximately 140 parcels of land in that area, the University had acquired a total of 44 during the period when it was thought the University might expand in that direction. When the physical development plan was changed and the University wished to dispose of the property, it was requested to hold the land pending the development of an urban renewal project for the Pralltown area. The University acquiesced and has converted all of its property to parking lots with the exception of a church which is rented and the one house which gave rise to the controversy and which was only vacated in November and is scheduled for demolition in February.

On the second point at issue, the University becoming a developer of a

demonstration housing project, President Singletary stated that he felt strongly that such a project was not within the statutory role and scope of the University and that furthermore, there were no funds available for such a purpose. He added, however, that should the General Assembly see fit to provide funds for such a project, the University of Kentucky would be willing to assist in whatever ways appeared to be feasible.

At the conclusion of President Singletary's remarks Mr. Eugene Goss stated that he felt there was too much property being held by public agencies and hence off the tax rolls and that the University should sell its holdings in Pralltown as soon as possible and use the proceeds from the sale elsewhere. Mr. Kincaid endorsed President Singletary's statement and said that the University should let it be known that the property is available for sale. Other members indicated agreement with the positions taken by President Singletary, Mr. Goss and Mr. Kincaid.

J. Interim Financial Report Accepted (FCR 1)

As Chairman of the Finance Committee, Mr. Sturgill moved that the Interim Financial Report, covering the period ending December 31, 1973 be accepted and ordered filed. His motion was seconded by Mr. Griffin and, without discussion, it was so ordered. (See FCR 1 at the end of the Minutes.)

K. Authorization to Purchase Property (FCR 2)

Mr. Sturgill explained that in order to straighten out some fence lines and protect present holdings at the Eden Shale Farm in Owen County, the Finance Committee recommended and he so moved that the Vice President for Business Affairs and Treasurer be authorized to purchase fifteen acres of land adjacent to the University's Eden Shale Farm in Owen County for \$2,800. His motion was seconded by Mr. Kincaid and passed with all present voting "Aye". (See FCR 2 at the end of the Minutes.)

L. Provision of Liability Insurance Authorized (FCR 3)

Mr. Sturgill said the proposal to provide liability insurance covering the decision making members of the faculty and administration of the University together with members of the boards of the University and its ancillary groups had come about because of recent law suits against certain faculty members and members of the Board of Trustees. Stating that the Finance Committee endorsed the proposal, Mr. Sturgill moved that the Vice President for Business Affairs and Treasurer be authorized to purchase the policy of professional liability insurance covering the groups mentioned above. His motion was seconded by Mrs. Clark and passed without dissent. (See FCR 3 at the end of the Minutes.)

M. Approval Given for Certain Utility Projects (FCR 5)

Mr. Sturgill moved adoption of the recommendation set forth in FCR 5 which would authorize certain expansions in the utilities system necessitated by new construction on campus. His motion was seconded by Mr. Cooper and passed without dissent. (See FCR 5 at the end of the Minutes.)

N. Amendments to Retirement System Adopted (FCR 6)

Inasmuch as the Board members had had an opportunity to study the proposed amendments to the University's Retirement System, Mr. Sturgill asked if there were any questions relative to any of the proposed amendments. There being none, he moved that FCR 6 setting forth the proposed amendments be approved. Mrs. Clark seconded his motion and the "Aye" votes carried. No "Nay" votes were cast. (See FCR 6 at the end of the Minutes.)

O. Room and Board Rates for 1974-75 Established (FCR 4)

Mr. Sturgill said that the Finance Committee had studied the proposed room and board rates for the 1974-75 academic year and recommended that the rates as set forth in FCR 4 be approved.

Mr. Flegle requested permission to explain why Board members had received letters from Student Government recommending approval of the increase in room and board rates rather than of an alternative plan known as the Coupon System. The Coupon System had been suggested by the University administration as a possible means of avoiding an increase in the board rates. Student Government had undertaken a survey of the students living in the residence halls and the survey showed that the students were clearly opposed to the Coupon System and favored the necessary increase in board rates. Acceding to the student's wishes, the administration did not recommend the adoption of the Coupon System to the Board of Trustees but rather made only the one recommendation that the rates be increased sufficiently to meet anticipated increases in food and labor costs. Mr. Flegle regretted the confusion caused by the Student Government letter and expressed appreciation for the administration's willingness to go along with the student's wishes in the matter.

There being no further discussion, Mr. Bell called for a motion. Mr. Sturgill moved that the recommendation relative to the room and board rates for 1974-75 as proposed in FCR 4 be approved. His motion was seconded by Judge Sutherland and passed. (See FCR 4 at the end of the Minutes.)

P. Quarterly Report on Investments Accepted (ICR 1)

Without discussion, on motion by Mr. Kincaid, seconded and passed,

the quarterly report on investments was accepted and ordered to record. (See ICR 1 at the end of the Minutes.)

Q. Hearing Committee Report

Mr. Bell, as Chairman of the Hearing Committee of the Board of Trustees, gave the following report:

The Hearing Committee of the Board of Trustees of the University of Kentucky met on January 8, 1974, on the 18th floor of the Patterson Office Tower on the University of Kentucky campus. Members of the Committee present were Thomas P. Bell, William R. Black, Paul Oberst, and Mrs. Robert Clark.

The hearing was held pursuant to notice and the distinguished members of the American Cancer Society and the Kentucky Heart Association appeared before the committee. The purpose of their appearance was to request the Board of Trustees of the University of Kentucky to permit them to solicit on the University of Kentucky campus in the same manner and with the same rights as the United Way Fund solicits. This policy was set on March 17, 1967 by the Board of Trustees.

During the course of the hearings the distinguished members of both the American Cancer Society and the Kentucky Heart Association agreed that even though they had given tremendous contributions to the University of Kentucky for research, their request that they be put on the same footing as the United Way was not based upon these gifts for research. The gifts for research were given because the University of Kentucky has excellent research facilities. Both the American Cancer Society and Kentucky Heart Association have been meeting their quotas for Fayette County for the past years, and of course the University of Kentucky professors and administrative personnel have participated individually in these drives.

It was the unanimous opinion of the members of the Hearing Committee that they would recommend to the Board of Trustees that the Board of Trustees instruct President Otis Singletary to appoint a committee to review the policy set on March 17, 1967 by the Board of Trustees. This committee to be composed of representatives of the people who will be solicited: to-wit, all employees of the University of Kentucky.

At the conclusion of the report by Mr. Bell, Mrs. Clark moved that President Singletary be requested to appoint a committee to review the present Board policy relative to solicitation of funds, such committee to be composed of

representatives of those persons being solicited, namely, all employees of the University of Kentucky. The motion was seconded by Mrs. Blazer and, without discussion, it was so ordered.

R. Meeting Adjourned

Having first determined that there was no further business to come before the meeting, Mr. Bell called for a motion for adjournment. The motion was made, seconded and carried and the meeting adjourned at 2:45 p. m.

Respectfully submitted,

Lucile T. Blazer, Secretary
Board of Trustees

(PRs 2, 4, 5, 6, and 7; FCRs 1, 2, 3, 4, 5, and 6; and ICR 1 which follow are official parts of the Minutes of the meeting.)

PR1

PRESIDENT'S REPORT TO THE TRUSTEES

January 29, 1974

1. PHI BETA KAPPA TAPS 26 STUDENTS FOR MEMBERSHIP

The University chapter of Phi Beta Kappa initiated 26 students in early December. The initiates, their hometowns and major fields of study are:

Rocco P. Ambrose, psychology, Margaret Saunier, mathematics, and Robert E. Stickel Jr., physics, all of Lexington. Kenneth H. Ashby Jr., Hopkinsville, sociology; Cindy S. Bloch, Medina, Ohio, economics and journalism; Mary T. Davis, Winchester, history; Jeffrey Allen Boecker, urban studies; William Ladusaw, linguistics; David Loy, psychology, and Mary Lynne Osterholt, French graduate student, all of Louisville. Dorothy R. Dean, Pewee Valley, mathematics and computer science; Debby Z. Dempsey, Cold Spring, botany; Anne W. Domeck, Prospect, psychology; Raymond Lee Easton, Ashland, philosophy; Lois Fugate, Catlettsburg, linguistics; Barbara Holland, Mississippi State, Miss., communications; Robert W. Jewett, Basking Ridge, N.J., history; Roy McNeill Jr., Ludlow, philosophy.

John A. Miller, Frankfort, political science; Steve H. Murdock, Milnor, N. Dak., sociology graduate student; Keith Ewan Pope, Loyall, computer science; David Michael Sproull, Houston, Tex., political science; Susan Tomasky, Morgantown, W. Va., political communications; John R. White, Marion, pre-med; Robert B. Wooley, Paducah, biology, and Earl V. Mullins, Lebanon, English.

2. INTERNATIONAL STUDENTS ON CAMPUS INCREASING IN NUMBER

While many institutions report a decline in enrollment of foreign students this year from that of previous years, the University has gained. Last year there were 400 on campus, this year there are 450.

Several committees and agencies on campus deal with the students. The International Student Office in the Human Relations Center is concerned with all aspects of international students' experiences on campus except the academic aspect, although the office maintains liaison with the faculty in dealing with problems not neatly divisible into academic and non-academic segments.

The office provides a meeting place for the students; counseling on personal, financial and immigration problems; assists in providing housing, orientation to student life, and introduction to the larger Lexington and other communities.

3. LAW SCHOOL MOOT COURT TEAM PLACES THIRD IN NATIONAL COMPETITION

A moot court team representing the College of Law finished third in the National Moot Court finals in New York City at the annual competition held early in December.

The competition is designed to provide courtroom experience to students, who brief a complex legal problem and then argue the case before a bench of lawyers and judges. Members of the team are selected through competition in the law school, where final arguments are judged by members of the Kentucky Court of Appeals.

Members of the University team in New York were John T. Reed, Fulton, Ralph T. McDermott, Covington, and J. Gregg Clendenin, Lexington, all seniors.

4. LIVESTOCK JUDGING TEAM HAS SUCCESSFUL SEASON; FIRST IN SOUTH

The Livestock Judging Team has been named the best in the Southeastern Conference, concluding one of its most successful seasons in history. The team was seventh among 34 schools in the National Intercollegiate contest held in Chicago, and did well in other competition.

Team members were: Buster Hayslett, Burgin; Robert Botkin, Lexington; Charles Conner, Cynthia; Edward Stack, Guthrie; Dale Stith, Guston; Rodney Kelley, Georgetown; Richard Caple, Louisville, and Doug Cooper, coach.

5. POLITICAL SCIENTISTS SECOND IN PUBLISHING IN MAJOR JOURNALS

The Department of Political Science ranks second in the number of research articles by faculty members published in major political science journals during the last five years.

Political science faculty members have published 25½ articles in the major journals, only one article less than political scientists at the University of Wisconsin, says Dr. Bradley Canon, department chairman. One-half denotes a jointly-written article, each author receiving credit for a half.

The faculty is two articles ahead of the faculty of the University of Michigan, which ranked third, and which has been prolific in the past. The journals are "Polity," "Journal of Politics," "American Journal of Political Science," "American Political Science Review," and "Western Political Science Quarterly." Other universities in the top ten are Florida State, Georgia, California at Berkeley, Michigan State, Iowa, Ohio State and Stanford.

6. MINING-MINERAL INSTITUTE, BECOMING KNOWN, HAS GREAT FUTURE

The Institute for Mining and Mineral Research, now in its fourth year, is gaining national prominence in its coal research activities, despite the fact it has no full-time staff and no office of its own. It is housed in the College of Engineering and involves twelve professors who have been meeting monthly to discuss advances in coal research but who have individual projects of their own underway.

The institute is being recognized as one of five such facilities in the nation that are prepared to focus on research leading to solutions in the current national energy crisis. Directed by Dean James E. Funk, the institute received its first encouragement in 1970 when the state appropriated \$200,000 for five major projects, including geologic and economic studies, work on the desulfurization of coal, and liquefaction research. Last October, the National Science Foundation approved a two-year study on producing synthetic oil from coal, and Governor Ford has proposed a \$4 million facility for the institute and additional money for support programs in the coal research field.

Research in the future will be interdisciplinary, although engineers presently dominate the institute.

7. ENERGY USE STUDY DIRECTED AT 50 FAMILIES

A study to determine whether people can be encouraged to reduce their use of energy was expected to begin this month under the direction of Dr. Michael T. Nietzel and Dr. Richard A. Winett, both psychologists.

They hope to solicit the cooperation of about 50 families in Lexington and Fayette county, studying their reaction to voluntary reduction of energy use, penalties for excessive use, and incentives for reduced use of energy. These are considered alternatives to rationing. Another part of the study involves mailing a survey questionnaire to 300 families asking their opinion on reducing fuel use.

Dr. Nietzel said, "If you demonstrate to people that they can do things more efficiently, they may continue to do them that way."

8. SOMERSET COMMUNITY COLLEGE DEBATERS TAKING HONORS

The Somerset Community College Intercollegiate Debate Team participated in four University level tournaments last semester. At Morehead University, they won two of six matches; at Tennessee Wesleyan, they won six to ten matches; at Marshall University they won eight of 12 matches, placing third, and at Western Kentucky University, they won ten of sixteen matches. In University competition the team has a winning first semester season of 26 wins and 17 losses. Plans are being made to send the team to Junior College Nationals.

9. PADUCAH COMMUNITY COLLEGE SETS UP CLASSES FOR AREA WORKERS

Swing shift workers in area industries are enabled to attend college classes with no loss of work time under a new arrangement set up for the spring semester at Paducah Community College. Blocks of time for classes are allotted twice a day, two days a week (morning and evening sessions). This allows persons working day shifts to meet the class in the evening and persons working afternoon shifts to meet in the morning. Those working midnight shifts could attend either class. In case of necessary absence caused by a change in work hours, the student can meet the class in another time slot with no loss of class contact because the blocked classes will be taught by the same instructor and the same subject will be covered.

Each class will require three hours of participation each week and provide the student three hours' college credit.

10. CHARLES LANDRUM JR. HEADS ALUMNI ASSOCIATION

Charles Landrum Jr., Lexington attorney and civic leader, has been elected president of the Alumni Association for 1974. Landrum, a senior partner in the law firm of Landrum, Patterson and Dickey, received a bachelor of laws degree here in 1942. He succeeds W. Hugh Adcock of Atlanta, Ga., as president of the association.

Mrs. Joe F. Morris, Lexington, was reelected treasurer, and Edward Jay Brumfield, director of alumni affairs, was reelected as secretary. Mrs. Morris, the former Jane Irvin, is a 1938 graduate. She has been a member of the association's board of directors since 1961.

Hopkinsville Mayor George L. Atkins Jr., a 1963 graduate, was elected vice president. He also is serving his second year as National Membership Chairman of the association.

There are approximately 53,000 living alumni of the University. About 14,000 alumni are active members of the association.

11. KENTUCKY JANUARY PROJECT AIMED AT PICTURING TOTAL HEALTH CARE

The aim of the Kentucky January project, which this month sent 170 students to 27 locations throughout the state, is to mingle students from different health fields among professionals in all health fields. The unique program, the only one of its kind in the country, functions as a three hour course in the College of Allied Health Professions. In addition to providing insight into all phases of the health care program, the project provides smaller hospitals and clinics a chance for consultation with the faculty members who accompany the student teams to the field.

12. UKRF AWARDS IN FIRST SIX MONTHS ARE OVER \$12 MILLION

Although two grants were reduced during November and December by \$327,000, the increase in research grants through the University Research Foundation since October amount to \$558,064. Total awards since July now stand at \$12,306,958.43.

COLLEGE OF AGRICULTURE

Office of the Dean--C. O. Little, Develop, Install and Make Operational an Automatic Weather Data-Logging Station, U.S. Department of Commerce, \$9,000. Agricultural Economics--K. R. Ansel, Design, Implementation of a Special Recruitment Plan, Action A&F/Small Purchases Branch, \$400. Agricultural Engineering--G. W. Stokes, Agricultural Engineering Research, American Society of Agricultural Engineering, \$2,800 additional. J. N. Walker, Environment in Greenhouse Associated With Strip Mine Benches and/or Deep Mines, Kentucky Surface Mining and Reclamation Association, Gro-Master Gilts, Inc. and Sto-Cote Products, Inc., \$2,000 additional. Agronomy--N. L. Taylor, Framers Forage Cooperative, Schempp Bros. and Lawrence Omlin, \$1,237,50 additional. Animal Science--J. H. Drudge, Controlled Release Formulations of Trichlorfon in the Horse, Fort Dodge Laboratories, \$1,500. Entomology--D. I. Dahlman, Canavanine Biototoxicity in Anthropods, BSSG General Research Support Branch-Division of Research Resources, NIH, \$500. R. Thurston, Tobacco, Corn and Alfalfa With Cyanamid Insecticides, American Cyanamid Co., \$1,500. Plant Pathology--M. R. Siegel and R. Couch, Reactions of the Fungicide Captan With Purified Histones, DNA and Nuclear Components From Isolated Rate Liver Nuclei, NIH, \$1,000. Cooperative Extension Service--J. L. Ragland and D. A. Tichenor, Rural Manpower Services, Somerset Employment Office, Kentucky Department for Human Resources, \$37,803.

COLLEGE OF ARTS AND SCIENCES

Anthropology--L. F. Duffield, Survey Projects in Various Counties, U.S.D.A. Soil Conservation Service, \$9,800. Chemistry--R. W. Kiser, Analyzing Samples by Mass Spectroscopy, IBM, \$1,000.

COLLEGE OF BUSINESS AND ECONOMICS

Office of Business Development and Government Services--M. Hackbart, Local Government Personnel Management Training Program, U.S. Civil Service Commission through Kentucky Department of Personnel, \$2,000 additional. C. Hultman, Black Lung Compensation, Kentucky Department of Labor, \$2,700. H. K. Charlesworth, Technical Assistance to Business, EDA/U.S. Department of Commerce, \$27,250 additional. M. Hackbart, Evaluate Present and Alternative Policies Regarding Investment of State Cash Balances, Kentucky Office of Policy and Management, \$15,750. N. Willard and D. Victor, Commissioner of Bureau of Manpower, Department for Human Resources, \$78,437.50.

COLLEGE OF EDUCATION

Curriculum and Instruction--D. Arnold, Flexible Scheduling Project, Pendleton County Board of Education/Carroll County Board of Education, \$1,500 additional. Special Education--J. Tawney, Development and Curriculum Development and Dissemination for MR Children (Teacher, Tutor Portion), U.S. Department of Education, \$100,486.

J. Tawney, Development MR Children (Research Portion), U.S.D.E., \$99,848.

COLLEGE OF ENGINEERING

Chemical Engineering--R. B. Grieves, Membrane Ultrafiltration to Treat Non-Sanitary Military Wastes, U.S. Army, \$48,568 additional. Civil Engineering--J. G. Rose, Testing and Evaluation of Concrete, Proctor and Gamble Company, \$400. Electrical Engineering--E. L. Steele, Inter-Systems Communications Electronics, U.S. Air Force, \$17,480 additional. Mechanical Engineering--J. F. Lafferty, Mechanical Etiology of Spondylolysis, Veterans Administration, \$11,225. Office of Research & Engineering Services--R. E. Puckett, Use of Digital Computer, Fuller, Mossbarger and Scott, \$500 additional.

COLLEGE OF SOCIAL PROFESSIONS

S. Shenkar, Project Open Door, Kentucky Department of Mental Health, \$20,400 additional. E. F. Witte, Curriculum Development of Doctoral Degree in Criminal Justice, Crime Commission, Department of Justice, \$37,000.

COLLEGE OF ALLIED HEALTH PROFESSIONS

Department of Social Services--N. Smith, Miscellaneous, S. C. Bohanan, Ruth R. Miller, \$85 additional.

UNIVERSITY EXTENSION

Civil Defense--W. Berry, Civil Defense Program, U.S. Department of the Army, \$7,250.

UNIVERSITY PRESS

J. W. Crouch and B. F. Denbo, Publication of "Women in the Medieval Spanish Epic and Lyric Traditions," Louisiana State University in New Orleans, \$1,000.

OHIO VALLEY REGIONAL MEDICAL PROGRAM

E. Hebbeler, O.V.R.M. Program, Regional Medical Programs Service, Health Services and MHA, \$25,434 additional. E. Hebbeler, O.V.R.M. Program, Regional Medical Programs Service, Health Services and Mental Health Administration, \$326,826 reduction due to error.

COLLEGE OF MEDICINE

Office of the Dean--W. S. Jordan, College Alumni Association Fund, Miscellaneous, \$45 additional. F. Lemon, Continuing Education Development Fund, Miscellaneous, \$8,665 additional. J. Wolff and D. Stuckey, Appalachian Kentucky Health Manpower Service, National Health Council, \$21,959. Community Medicine--A. Benenson, Field Professor for Buffalo Trace and Gateway Regions, Health Development Association of Northeastern Kentucky, Inc., \$48,851. M. Vandiviere, Herman Huempfer Research Fund, Miscellaneous, \$30 additional. Medicine--W. E. Bullock, In Vivo Studies of Delayed Hypersensitivity in Leprosy, National Institutes of Health, \$58,080. B. Surawicz, Cardiology Symposium, Miscellaneous, \$2,000 additional. J. W. Hollingsworth, Post-Doctoral

Fellowship, Kentucky Chapter of the Arthritis Foundation, \$4,500 additional. P. Madelstam, Gastro-Intestinal Research Fund, Smith, Kline, and French, \$5,000 additional. E. Rees, Phase III Clinical Study of MK-185, Merck, Sharp and Dohme, \$2,500 additional. Obstetrics and Gynecology--J. Greene, OB-GYN Fund, Miscellaneous, \$3,150 additional. Pediatrics--W. Wheeler, Resident's Fund, Fayette County Children's Bureau, \$150 additional. B. Wolf, Children With Developmental Disabilities, Kentucky Bureau of Health Services, \$25,000. P. Holland, Children's Leukemia Fund, Miscellaneous, \$530 additional. C. Mabry, Birth Defects Special Treatment Center, National Foundation March of Dimes, \$30,890. W. Wheeler, Resident's Fund, Fayette County Children's Bureau, \$150 additional. W. Wheeler, Pediatrics-Ross Laboratories, Miscellaneous, \$50 additional. Physiology and Biophysics--J. Zolman, Developmental Psychopharmacology: Inhibitory Processes, NIH, \$52,052. Surgery--W. Meeker, Cancer Registry Secretary, American Cancer Society (Kentucky Division), \$3,600 additional. Surgery-Division of Ophtalmology--J. Wirtschafter, Ophtalmology Development Fund, Miscellaneous, \$235 additional. J. Wirtschafter, Ophtalmology Development Fund, Miscellaneous, \$235 additional.

MEDICAL CENTER LIBRARY

O. Hamlin, Kentucky, Michigan, Ohio Regional Medical Library Program, Wayne State University, \$2,540.70.

COLLEGE OF ALLIED HEALTH

Center for Learning Resources--W. Collins, Allied Health Advanced Traineeship, Public Health Service, \$139 reduction. Clinical Pastoral Counseling--R. S. Carpenter, UKRF Clinical Pastoral Education Account, Mrs. Arch M. Stanley, \$30 additional. Social Services--N. Smith, Miscellaneous, Zonta Club of Lexington, Women's Club of Lexington, \$330 additional.

COLLEGE OF DENTISTRY

Admissions--G. W. Hill, U.S. Army Scholarship Account, Fitzsimmons Army Medical Center, \$12,000 additional.

COLLEGE OF PHARMACY

Office of the Dean--H. B. Kostenbauder, Research and Development Grant, Scherling Corporation, Southeastern Kentucky Regional Health Demonstration, Inc., Appalachian Regional Hospitals, Minnesota Mining and Manufacturing Company, A. H. Robins Company, Inc., and Upjohn Company, \$19,922. T. R. Simpson, Tuberculosis Control, Kentucky Department of Health, Division of TB Control, \$14,312.25. Pharmacy--J. V. Swintosky, Residency Program, Appalachian Regional Hospitals, \$2,367.66 additional.

13. SIGNIFICANT ACTIVITIES OF FACULTY AND STAFF

Dr. Harriett A. Rose, director of the Counseling and Testing Center, and associate professor of psychology, has been appointed to a three-year term on the editorial board of "The Journal of Vocational Behavior."

Robert L. Barnett Jr., clinical instructor in the College of Pharmacy, has been elected chairman of the Kentucky Drug Formulary Council.

Dr. Martin Solomon, director of the Computing Center, was a program participant at the annual meeting of the College and University Systems Exchange, held last month in New Orleans. He discussed the management and organization of computing centers in higher education environments.

A composition by Ronald Kauffman, choral instructor at Paducah Community College, has been published by Harold Flammer Music Publishers. "A Children's Cradle Carol," is a choral composition for adults and children.

Jacqueline Moss, Paducah Community College, has been named president of the newly-formed Kentucky Mathematics Association for two-year colleges.

Dr. Robert Chiang of Hazard Community College has completed his book, "Chemical Calculations," and is using it in his classes. He was able to complete the book through aid from the Summer Teaching Improvement Fellowship program.

Miss Anne Stiene, associate professor of medical technology, College of Allied Health Professions, has been named to the Medical Technology Review Board of the newly-incorporated National Accrediting Agency for Clinical Laboratory Sciences.

Dr. Malcolm Jewell, professor of political science, has been invited by the University of Iowa to research the legislatures of various countries, on the Iowa campus, beginning July 1, when Dr. Jewell goes on sabbatical.

Dr. Geoffrey Wall, assistant professor of geography, presented a paper at the annual conference of the Institute of British Geographers meeting at the University of East Anglia, Norwich, England, earlier this month.

Dr. Marion Pearsall, professor of behavioral science, recently was installed as the 1974 president of the Society for Medical Anthropology, at the group's annual meeting in New Orleans.

Dr. Ernst Jokl, professor of allied health and physical education, has been invited to preside over the Second Plenary Session of the First International Sports Science Congress, sponsored by the Soviet Union in Moscow, USSR, on September 15 of this year.

Dr. William H. Jansen, professor of English, attended a meeting of the American Council of Learned Societies, in Washington, this month. Dr. Jansen is a member of the board of directors.

Dr. Leslie R. Martin, professor of higher education, has been named a member of the new Public Health Accrediting Council. The Council was founded as a joint project of the American Public Health Association and the Association of Schools of Public Health.

Dr. John Lihani, professor of Spanish, recently delivered a lecture on the Spanish Renaissance drama in the Visiting Scholar Lecture Series at the University of Delaware. At the fall meeting of the South Atlantic Modern Language Association, he was elected secretary for Spanish Golden Age Drama Section, and he served as chairman of the Spanish Comedia Section at the national meeting of the Modern Language Association of America in Chicago in December.

Dr. Sheldon Simon, associate professor of political science, has been awarded a \$2,000 grant by the Foreign Policy and Defense Studies division of The American Enterprise Institute for Public Policy Research, for the preparation of a monograph on Asian neutralism. The study will be based in part on research interviews conducted by Prof. Simon with Asian elites during the course of a Spring 1973 lecture/research tour sponsored by the U.S. Information Service.

Eldon D. Smith, professor, Kurt Anshel, associate professor, and J. Keith Wilkinson, who recently received his Ph.D at UK, agriculture economists, recently co-authored a report, "Economic Costs and Benefits of Rural Road Improvement in the Eastern Kentucky Coal Fields," published by the Department of Agricultural Economics.

Robert L. Beck, associate professor of agricultural economics, has been appointed to a three-year term on the Editorial Council of the "Southern Journal of Agricultural Economics."

Harold G. Love, extension specialist in agricultural marketing firms, taught in the agri-business management workshop December 3-6, at the University of Maryland.

Wilson Hourigan, extension specialist in agricultural policy, attended the 1974 National Agricultural Outlook Conference, in Washington, D.C., in mid-December.

Mrs. Anne Noffsinger, assistant professor of associate degree nursing at the Lexington Technical Institute, has been elected president of the Kentucky Nurses Association-District 2. Her tenure began in November.

Mrs. Gloria H. Doughty, pharmacist in the Medical Center out-patient pharmacy, has been named to an additional year on the Kentucky Board of Pharmacy. She completed a four year appointment to the board in December. She will assume duties in 1974 as president of the board.

Dr. Harry A. Smith, professor of pharmacy administration, has co-authored a book, "Building A Successful Pharmacy Practice: A Case Study," with Dr. D. C. Huffman of the University of Tennessee. Published by the American College of Apothecaries, the 98-page publication is based on research which demonstrated the application of scientific management techniques to a community pharmacy practice.

Office of the President
January 29, 1974

PR 2

Members, Board of Trustees:

RECOMMENDATIONS OF THE PRESIDENT

I. FUND Board Appointment

Recommendation: that approval be given to the appointment of President Irvin E. Lunger as a member of the FUND Board of Directors for a two-year term beginning July 1, 1973 and ending June 30, 1975.

Background: The Board of Trustees must approve all appointments to the Board of Directors of The Fund for the Advancement of Education and Research in the University of Kentucky Medical Center. Dr. Lunger, President of Transylvania University, will be an effective and valuable member of this Board.

II. Patent Assignment

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: Benjamin R. Gossick, Serial No. 409,789, filed October 26, 1973.

Background: Benjamin R. Gossock has invented an Improved Mute for Brass Musical Instruments. He has assigned his rights to the invention to the University. In accord with usual practice it is recommended that the University assign the patent to The University of Kentucky Research Foundation.

III. Approval of Degrees and Certificates for Community College Graduates

Recommendation: that the degrees and certificates specified below be awarded to the persons named, upon certification that the requirements for those degrees or certificates have been satisfactorily completed.

Background: At the November 19, 1965 meeting of the Board of Trustees authorization was given to the awarding of the Degrees of Associate in Arts, Associate in Science and Associate in Applied Sciences, and of certificates for those who complete prescribed programs of two years or less of college work. The candidates listed below are recommended to the President and the Board

by the Community College Faculty and Vice President. These names were omitted from the list of degree candidates which was presented to the Board at its December 1973 meeting:

LEXINGTON TECHNICAL INSTITUTE

Associate in Applied Science

- | | |
|----------------------------|-----------------------------|
| 1. John David Cafferty | 5. Catherine Xavier Leinart |
| 2. Debbie Young Czepyha | 6. Angela Shearer |
| 3. Henry Charles Grimes | 7. Aubrey L. Wesley |
| 4. Kenneth F. Lammers, Sr. | |

IV. Appointments and/or Other Staff Changes

Recommendation: (1) that approval be given to the appointments and/or other 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-B of the Governing Regulations of the University. The recommendations are transmitted to the Board by the appropriate vice president 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.

BOARD ACTION

New Appointments

- Dennis R. Brightwell, Assistant Professor, Department of Psychiatry, College of Medicine, effective July 1, 1974
- A. Wendell Musser, Professor, Department of Pathology, College of Medicine, and Associate Dean for Veterans Affairs, retroactive to January 1, 1974
- Ronald J. Saykaly, Assistant Professor, Department of Medicine, College of Medicine, effective June 1, 1974
- Paul A. Van Dreal, Associate Professor*, Department of Pathology, College of Medicine, retroactive to November 1, 1973
- John P. Wyatt, Professor, with tenure, Department of Pathology, College of Medicine, effective March 1, 1974

*Special Title Series

Kenneth Morris Martin, Assistant Professor*, Department of Medical Technology, College of Allied Health Professions, retroactive to January 1, 1974

William Heinzer, Visiting Professor, Department of Mathematics, College of Arts and Sciences, retroactive to January 1, 1974

Ronda S. Connaway, Professor of Social Work, with tenure, College of Social Professions, and Dean of the College of Social Professions, effective July 1, 1974

**Michael N. Cassell, Instructor, Department of Accounting, College of Business and Economics, effective August 1, 1974

Alan Randall, Assistant Professor, Department of Agricultural Economics, College of Agriculture, effective January 28, 1974

Robert F. Wittwer, Assistant Professor, Department of Forestry, College of Agriculture, retroactive to December 15, 1973

Non-Academic Appointments

Raymond E. Olsen, named Associate Veterinarian, Animal Care Services, Medical Center, retroactive to December 1, 1973

Earl Eugene Price, named Chief Technologist, Department of Diagnostic Radiology, University Hospital, retroactive to December 3, 1973

Garvin W. Quinn, named Extension Specialist, Radio and Television, Department of Public Information, College of Agriculture, retroactive to January 1, 1974

Administrative Appointments

A. Wendell Musser, named Associate Dean for Veterans Affairs, retroactive to January 1, 1974

Jacqueline A. Noonan, named Chairman of the Department of Pediatrics, College of Medicine, effective July 1, 1974

Ronda S. Connaway, named Dean of the College of Social Professions, effective July 1, 1974

Stephen L. Langston, named Assistant Vice President for Academic Affairs, effective July 1, 1974

John Thrailkill, named Chairman of the Department of Geology, College of Arts and Sciences, retroactive to January 1, 1974

Promotion

Robert J. Schedgick, Department of Special Education, College of Education, from Instructor to Assistant Professor, retroactive to January 1, 1974

*Special Title Series

**Upon completion of the Ph. D. requirements, promotion pending to Assistant Professor

Reappointment

Mahmood B. Mirza, Visiting Professor of Mining Engineering, Department of Civil Engineering, College of Engineering, retroactive to January 1, 1974

Retirement

George E. Gray, Jr., Custodian, Physical Plant Division, after over 16 years of service, effective February 11, 1974

Civil Service Retirements

Josephine M. Chesnut, Area Extension Specialist, Area Extension, College of Agriculture, retroactive to December 31, 1973

William B. Collins, Area Extension Specialist, Area Extension, College of Agriculture, retroactive to December 31, 1973

Jones R. Davie, Area Extension Specialist, Area Extension, College of Agriculture, retroactive to December 31, 1973

Stella E. Helton, Extension Specialist, Cooperative Extension Service, College of Agriculture, retroactive to December 31, 1973

John P. King, Area Extension Specialist, Area Extension, College of Agriculture, retroactive to December 31, 1973

ADMINISTRATION ACTION

New Appointments

David M. Cash, Instructor (part-time), Department of Restorative Dentistry, College of Dentistry, retroactive to January 1, 1974

Roy S. Harney, Instructor (part-time), Department of Restorative Dentistry, College of Dentistry, retroactive to December 1, 1973

Carol Craig Johnson, Instructor, College of Nursing, retroactive to January 1, 1974

Kathy Kuykendal, Instructor, College of Nursing, retroactive to January 1, 1974

Avis J. Ericson, Assistant Professor*, Department of Pharmacy, College of Pharmacy, retroactive to January 1, 1974

Gordon S. Harmon, Instructor, Department of Community Medicine, College of Medicine, retroactive to January 1, 1974

S. Y. Yeh, Instructor, Adjunct Series (part-time), Department of Pharmacology, College of Medicine, retroactive to January 1, 1974

Michael T. Rench, Clinical Instructor, Department of Surgery (Plastic), College of Medicine, retroactive to December 1, 1973 (Voluntary Faculty)

*Special Title Series

Vivian Hall, Clinical Instructor, Department of Physical Therapy, College of Allied Health Professions, retroactive to December 1, 1973 (Voluntary Faculty)

John R. Ketcham, Visiting Instructor, Department of Telecommunications, College of Arts and Sciences, retroactive to January 1, 1974

Avinash Sathaye, Assistant Professor, Department of Mathematics, College of Arts and Sciences, effective August 1, 1974

Edgar W. Steele, Assistant Professor of Military Science, Department of Military Science, College of Arts and Sciences, effective June 1, 1976

Laenu A. Karp, Assistant Professor, Department of Curriculum and Instruction, College of Education, retroactive to January 1, 1974

Harvester Johnson, Instructor, Elizabethtown Community College, retroactive to January 1, 1974

Nancy Lynn Lehman, Instructor, Elizabethtown Community College, retroactive to January 1, 1974

Tita-Generosa C. Reyes, Assistant Professor, Jefferson Community College, retroactive to January 1, 1974 (Temporary appointment)

Ronald Edward Elliott, Instructor, Lexington Technical Institute, retroactive to January 15, 1974

Jane H. Rogers, Instructor, Paducah Community College, retroactive to January 1, 1974

Cheryl J. Stephens, Instructor, Somerset Community College, retroactive to January 1, 1974

Administrative Appointments

Gene P. Lewis, named Acting Dean of the College of Dentistry, effective February 1, 1974

Joseph R. Utley, named Chief, Division of Cardiothoracic Surgery, College of Medicine, retroactive to January 1, 1974

William W. Ecton, named Acting Dean of the College of Business and Economics, retroactive to January 1, 1974

Joint Appointments

Juda Z. Jona, Assistant Professor, Department of Surgery, College of Medicine, and Department of Pediatrics, College of Medicine, retroactive to December 1, 1973

Robert C. Lam, Assistant Clinical Professor, Department of Surgery, College of Medicine, and Department of Allied Health Education and Research, College of Allied Health Professions, retroactive to January 10, 1974 (Voluntary Faculty)

Promotions

W. Michael Bauman, Department of Pharmacy, College of Pharmacy, from Clinical Instructor to Assistant Clinical Professor, retroactive to January 1, 1974 (Voluntary Faculty)

- Alvin R. Bertram, Department of Pharmacy, College of Pharmacy, from Clinical Instructor to Assistant Clinical Professor, retroactive to January 1, 1974 (Voluntary Faculty)
- William Curry, Department of Pharmacy, College of Pharmacy, from Clinical Instructor to Assistant Clinical Professor, retroactive to January 1, 1974 (Voluntary Faculty)
- William K. Wheeler, Department of Pharmacy, College of Pharmacy, from Clinical Instructor to Assistant Clinical Professor, retroactive to January 1, 1974 (Voluntary Faculty)

Changes

- Mary Ada Sullivan, Department of Microtext, University Library, from unclassified status to Librarian IV, retroactive to September 1, 1973
- Ann Hall Taylor, Department of Social Work, College of Social Professions, from Assistant Professor* (part-time) to Assistant Professor* (full-time), retroactive to January 1, 1974

Leaves of Absence

- William S. Jordan, Jr., Professor and Dean, College of Medicine, on special assignment for the period February 15, 1974 through March 3, 1974
- Irving F. Kanner, Professor, Department of Medicine, College of Medicine, leave without pay for the period April 1, 1974 through March 31, 1975 cancelled
- Harry M. Bohannon, Professor and Dean, College of Dentistry, on special assignment, effective February 1, 1974 for not less than 6 months, and not more than 9 months
- Burt Coody, Associate Extension Professor, Department of Extension Service, College of Agriculture, sabbatical leave for the period January 14, 1974 through May 14, 1974
- David M. Allen, Associate Professor, Department of Statistics, College of Arts and Sciences, sabbatical leave at half-salary for the period July 1, 1974 through June 30, 1975
- George H. Gadbois, Jr., Associate Professor, Department of Political Science, College of Arts and Sciences, sabbatical leave at half-salary for the period January 1, 1974 through December 31, 1974, changed to sabbatical leave for the Spring semester, 1974, and leave without pay for the balance of calendar year
- T. L. Hayden, Associate Professor, Department of Mathematics, College of Arts and Sciences, sabbatical leave for the period July 1, 1974 through December 31, 1974
- Bernd Kratz, Associate Professor, Department of Germanic Languages and Literatures, College of Arts and Sciences, sabbatical leave at half-salary for the period July 1, 1974 through June 30, 1975

*Special Title Series

Maria G. Dallerba, Associate Professor, College of Architecture, leave without pay for the period January 1, 1974 through May 31, 1974
Bruce J. Walker, Assistant Professor, Department of Business Administration, College of Business and Economics, leave without pay for the period July 1, 1974 through June 30, 1975
Beverly C. Favre, Instructor, College of Social Professions, leave without pay for the Fall semester, 1974
Rose A. Clark, Assistant Professor, Henderson Community College, leave without pay for the period January 1, 1974 through June 30, 1974
James G. Mahanes, Assistant Professor, Jefferson Community College, termination of sabbatical leave as of December 31, 1973 rather than June 30, 1974 as previously approved
Lucretia R. McDowell, Instructor, Madisonville Community College, leave without pay for the period January 1, 1974 through June 30, 1974

Terminal Reappointments

Earlene Joyce Craver, Assistant Professor, Department of History, College of Arts and Sciences, January 1, 1974 through December 31, 1974
Kenneth J. Hofstetter, Assistant Professor, Department of Chemistry, College of Arts and Sciences, January 1, 1974 through December 31, 1974
Jack McElroy, Assistant Professor*, Department of Vocational Education, College of Education, August 1, 1974 through January 1, 1975

*Special Title Series

Action: Approved X Disapproved Other

Date: January 29 , 1974

Office of the President
January 29, 1974

PR 4

Members, Board of Trustees:

APPROVAL OF AMENDMENT TO THE GOVERNING REGULATIONS

Recommendation: that the proposed amendments to Part VII, A, I and Part VII, B, 3 of the Governing Regulations received and tabled at the October 15, 1973 meeting of the Board of Trustees be removed from the table and approved as proposed.

Background: A copy of PR 7 which was received and tabled at the October 15, 1973 meeting is attached. As explained at that meeting, the amendment to Part VII of the Governing Regulations as proposed would designate the Honors Program as an educational unit equivalent to a department and responsible to the Dean of Undergraduate Studies. Further the amendment would designate the chief administrative officer of the Honors Program as a director equivalent to a department chairman and the Dean of Undergraduate Studies would be given the same authority and responsibilities as those of a dean of a college in the administration of educational units that might be transferred or developed under his office.

Attachment

Action: Approved Disapproved Other

Date: January 29, 1974

Office of the President
January 29, 1974

PR 5

Members, Board of Trustees:

APPOINTMENT OF A DEAN OF COLLEGE OF
SOCIAL PROFESSIONS

Recommendation: that Dr. Ronda S. Connaway be appointed Professor of Social Work, with tenure, and Dean of the College of Social Professions, effective on or before July 1, 1974.

Background: Dr. Connaway received the A. B. degree from Anderson College and the M. S. W. and D. S. W. degrees from Washington University in St. Louis. She has had extensive practice experience in social work in social welfare agencies and has been on the faculty of The George Warren Brown School of Social Work of Washington University in St. Louis for several years. She presently holds the rank of professor there and serves as Chairman of the Behavior and Practice Department.

Dr. Connaway has been highly recommended by the search committee and has visited the campus twice for extensive discussions with the faculty of the College and appropriate University administrative officers. It is the combined judgment that Dr. Connaway is well-qualified for this position of leadership by virtue of education and experience.

Action: Approved X Disapproved Other

Date: January 29 , 1974

Office of the President
January 29, 1974

PR 6

Members, Board of Trustees:

AUTHORIZATION FOR AN APPLICATION FEE FOR
NON-RESIDENT APPLICANTS TO THE COLLEGE OF MEDICINE

Recommendation: that the College of Medicine be authorized to establish a \$15 application fee for all non-resident applicants for positions for the entering class in the College of Medicine effective upon approval with applicants applying for positions in the entering class for the fall of 1975.

Background: A major factor in this recommendation is an effort to reduce the number of non-resident applications which are received by the College of Medicine by discouraging individuals who apply indiscriminately. There were 1133 non-resident applications for the class entering in the fall of 1973. More than 1500 such applications have been received for the class entering in fall, 1974, and this represents over a 50% increase in non-resident applications received at the same time last year. Currently, 94 of the 113 medical schools in the United States charge application fees, ranging from \$5 to \$25.

Action: Approved Disapproved Other

Date: January 29, 1974

Office of the President
January 29, 1974

PR 7

Members, Board of Trustees:

1973-74 Budget Revisions

Recommendation: that the following revisions in the 1973-74 budget be authorized and approved:

	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
A. <u>General Funds</u>			
1. <u>Income Estimates</u>			
Student Fees			
Regular Registra- tion Fees	\$ 9,901,200	\$ 9,969,800	\$ 68,600
Miscellaneous Fees	653,500	663,800	10,300
Federal Appropriations			
Agricultural Experi- ment Station	1,662,700	2,059,800	397,100
Agricultural Coopera- tive Extension	5,149,200	5,262,700	113,500
Gifts and Grants			
The Fund for the Advance- ment of Education and Research in the UK			
Medical Center	2,448,200	2,855,000	406,800
Sales and Services			
Departmental Sales and Services	1,658,400	1,700,400	42,000
Farm Sales	445,100	520,100	75,000
Public Service and Regulatory	784,300	804,300	20,000
Hospital Income	12,204,700	12,654,700	<u>450,000</u>
			1,583,300

	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
2. Expenditures			
Academic Affairs			
College of Agriculture			
Agriculture Public Service			
Agronomy Founda- tion Seed	\$ 88,200	\$ 108,200	\$ 20,000
Animal Sciences	867,600	942,600	75,000
Agricultural Experi- ment Station	5,829,100	6,226,200	397,100
Agricultural Coopera- tive Extension	9,879,800	9,993,300	113,500
College of Library Science			
Continuing Education	18,300	19,500	1,200
Community Colleges			
Student Fee Scholarships	-0-	68,600	68,600
Elizabethtown Commun- ity Service	6,000	12,000	6,000
Jefferson - Community Service	7,800	10,900	3,100
Medical Center			
Salary Supplementation	231,700	638,500	406,800
Parking	53,600	95,600	42,000
University Hospital	16,888,900	17,338,900	<u>450,000</u>
			1,583,300

3. Comments - The proposed expenditure increase in the Agronomy Foundation Seed program will be supported by increased income from Regulatory fees. The Animal Sciences program increase will be funded from the sale of beef cattle. An increase in federal funding will support the Agricultural Experiment Station and Cooperative Extension Service increases. The proposed expenditure increases for Community Colleges and for the Continuing Education program in the College of Library Science will be supported by increased income from student fees. The proposed expenditures for salary supplementation in the Medical Center will be supported by an increase in the grant from The Fund for the Advancement of Education and Research in the UK Medical Center, and is provided pursuant to the "Provisions for Supplemental Compensation Under the Physician's

Service Plan" approved by this Board on August 4, 1970. The expenditures for parking in the Medical Center will be supported by increased income from parking fees paid by staff and patients. The proposed expenditure increases for the University Hospital will be funded by income generated by the Hospital.

	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
B. <u>Auxiliary Services</u>			
1. Income Estimates	\$ 11,152,400	\$ 11,195,350	\$ 42,950
2. Expenditures			
Community Colleges			
Elizabethtown Campus			
Bookstore	80,300	123,250	42,950
3. <u>Comments</u> - The proposed additional expenditures will be supported by increased income to the Elizabethtown Community College campus Bookstore.			
C. <u>Restricted Funds</u>			
1. Income Estimates	7,244,000	7,430,800	186,800
2. Expenditures			
Academic Affairs			
College of Agriculture			
Kentucky Dairy Records Program	-0-	5,000	5,000
Title V Rural Development Program	-0-	83,300	83,300
Veterinary Science Fellowship	-0-	16,000	16,000
College of Education			
Educational Change Program	19,700	32,400	12,700
College of Library Science			
Spindletop Research Assistantship	-0-	3,600	3,600

	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
C. <u>Restricted Funds</u>			
2. Expenditures (continued)			
Community College System			
Elizabethtown - Pre-			
Discharge	135,100	191,300	56,200
Kentucky Humanities			
Council	111,100	121,100	<u>10,000</u>
			186,800

3. Comments - The proposed additional expenditures will be funded from income restricted to the purposes indicated above.

Action: Approved X Disapproved Other

Date: January 29 , 1974

Finance Committee Report
January 29, 1974

FCR 1

Members, Board of Trustees:

INTERIM FINANCIAL REPORT

Recommendation: that the financial report for the six months ending December 31, 1973, be accepted.

Background: The December, 1973 report reflects income of \$70,104,613 for the period of the report; the income figure is 50.7% of the annual income estimate of \$138,277,170.

The expenditure and commitments represent a total of \$64,558,739 for this period of six months, or 46.7% of the expenditure authority of \$138,277,170 approved by the Board.

Action: Approved Disapproved Other

Date: January 29, 1974

University of Kentucky
Balance Sheet
December 31, 1973
With Comparative Figures for 1972

ASSETS

	<u>1973</u>	<u>1972</u>
Current Funds:		
Unrestricted:		
Cash in bank:		
Depository funds	\$ 761,374	\$ 407,160
Imprest funds	1,247	11,017
Cash on deposit with State Treasurer:		
Trust and agency funds	8,774,394	4,668,986
General fund appropriation	884,203	776,725
Total cash	<u>10,421,218</u>	<u>5,863,888</u>
Due from other funds and affiliated corporations	3,026,555	
Accounts receivable	212,419	238,795
Notes receivable	74,168	72,144
Inventories	2,635,208	2,177,966
Unrealized income	<u>47,707,399</u>	<u>44,380,247</u>
Total unrestricted	<u>61,050,412</u>	<u>55,759,595</u>
Restricted:		
Cash in bank	265,370	681,035
Cash on deposit with State Treasurer-Tobacco Research Trust Fund	3,993,014	3,742,813
Total cash	<u>4,258,384</u>	<u>4,423,848</u>
Petty cash advances	176,311	193,283
Travel advances	112,158	95,934
Accounts receivable	220,189	67,521
Investments:		
Short-term	5,374,073	4,500,000
Other	69,724	876,239
Unrealized income:		
Restricted	4,122,666	2,175,498
Tobacco Research Trust Fund	<u>2,321,018</u>	<u>1,978,009</u>
Total restricted	<u>16,654,523</u>	<u>14,310,322</u>

University of Kentucky
 Balance Sheet
 December 31, 1973
 With Comparative Figures for 1972

Schedule 1

LIABILITIES AND FUND BALANCES

	<u>1973</u>	<u>1972</u>
Current Funds:		
Unrestricted:		
Outstanding encumbrances	\$ 2,533,849	\$ 2,237,626
Due to other funds and affiliated corporations	757,218	
Accounts payable-county funds	6,154	25,343
Due to Federal government	212,952	111,205
Accrued expenses	447,000	
Advance from state for imprest cash fund	800,000	800,000
Unencumbered balance, departmental appropriations	52,123,096	46,584,364
Fund balance:		
Allocated:		
Inventories	2,305,935	1,991,743
Notes receivable	74,169	71,190
Undistributed accrued payroll expenses		527,000
Workmen's Compensation payments		65,000
Future operating purposes	1,719,478	872,823
Unallocated	<u>70,561</u>	<u>2,473,301</u>
Total unrestricted	<u>61,050,412</u>	<u>55,759,595</u>
Restricted:		
General fund collections-student fees	6,037	127,225
Payroll withholdings	294,256	402,374
Other collections and clearing	604,060	1,101,913
Outstanding encumbrances	610,929	326,775
Due to other funds and affiliated corporations	3,112,451	4,015,627
Advance from state for imprest cash fund	50,000	50,000
Outstanding check liability	20,850	23,532
Unencumbered balance, departmental appropriations	3,967,452	1,878,349
Unencumbered balance, Tobacco Research Trust Fund appropriation	1,879,618	1,944,777
Fund balances:		
Restricted fund	2,320,868	1,130,907
Tobacco Research Trust Fund-unallocated funds	<u>3,788,002</u>	<u>3,308,853</u>
Total restricted	<u>16,654,523</u>	<u>14,310,332</u>

University of Kentucky
Balance Sheet
December 31, 1973
With Comparative Figures for 1972

ASSETS

	<u>1973</u>	<u>1972</u>
Hospital and clinics:		
Due from other funds	\$ 2,740,178	\$ 1,113,372
Accounts receivable, net of allowance for doubtful accounts of \$ 3,263,416 in 1973 and \$ 3,381,431 in 1972	2,831,868	3,833,297
Inventories	285,894	293,797
Unrealized income	<u>8,358,084</u>	<u>7,338,080</u>
Total hospital and clinics	<u>14,216,024</u>	<u>12,578,546</u>
Housing and dining system:		
Due from other funds and affiliated corporations	914,281	1,484,169
Accounts receivable	143,415	138,100
Inventories	883,112	778,466
Prepaid expenses	<u>355,404</u>	<u>324,116</u>
Total housing and dining system	<u>2,296,212</u>	<u>2,724,851</u>
Auxiliary enterprises:		
Due from other funds and affiliated corporations	337,790	145,568
Accounts receivable		24,466
Inventories	396,237	389,971
Unrealized income	<u>1,319,518</u>	<u>1,479,760</u>
Total auxiliary enterprises	<u>2,053,545</u>	<u>2,039,765</u>
TOTAL CURRENT FUNDS	<u><u>\$ 96,270,716</u></u>	<u><u>\$ 87,413,089</u></u>

University of Kentucky
 Balance Sheet
 December 31, 1973
 With Comparative Figures for 1972

Schedule 1

LIABILITIES AND FUND BALANCES

	<u>1973</u>	<u>1972</u>
Hospital and clinics:		
Outstanding encumbrances	\$ 242,381	\$ 157,223
Unexpended balance, departmental appropriations	10,146,308	9,426,491
Fund balances-allocated:		
Inventories	329,478	308,997
Accounts receivable	<u>3,497,857</u>	<u>2,685,835</u>
Total hospital and clinics	<u>14,216,024</u>	<u>12,578,546</u>
Housing and dining system:		
Accrued expenses	106,809	14,834
Accrued wages	50,157	49,272
Accounts payable	68,259	117,507
Deferred income	625,178	704,231
Fund balances:		
Funds for renewals and replacements	916,301	1,325,690
Allocated for future operating purposes	<u>529,508</u>	<u>513,317</u>
Total housing and dining system	<u>2,296,212</u>	<u>2,724,851</u>
Auxiliary enterprises:		
Outstanding encumbrances	199,242	89,580
Unencumbered balance, departmental appropriations	1,123,043	1,041,602
Fund balances-allocated:		
Inventories	396,237	389,971
Funds for renewals and replacements	34,881	21,108
Future operating purposes	<u>300,142</u>	<u>497,504</u>
Total auxiliary enterprises	<u>2,053,545</u>	<u>2,039,765</u>
TOTAL CURRENT FUNDS	<u>\$ 96,270,716</u>	<u>\$ 87,413,089</u>

University of Kentucky
Balance Sheet
December 31, 1973
With Comparative Figures for 1972

ASSETS

	<u>1973</u>	<u>1972</u>
Loan Funds:		
Cash	\$ 281,949	\$ 234,074
Notes receivable	7,458,386	6,658,300
Due from other funds	69,581	26,347
Due from Federal Government	13,632	12,087
Due from United Student Aid loan fund	2,000	2,000
	<u>\$ 7,825,548</u>	<u>\$ 6,932,808</u>
Endowment Funds:		
Due from other funds and affiliated corporations	\$ 1,303,822	\$ 98,231
Investments	<u>1,303,822</u>	<u>1,114,118</u>
	<u>\$ 1,303,822</u>	<u>\$ 1,212,349</u>
Plant Funds:		
Unexpended plant funds:		
Cash on deposit with State Treasurer:		
Trust and agency	\$ 2,552,102	\$ 17,683,621
Capital construction funds	18,181,902	17,683,621
Total cash on deposit with State Treasurer	<u>20,734,004</u>	<u>35,367,242</u>
Due from other funds	1,428	918,994
Due from Federal Government	312,120	117,274,825
Construction funded	<u>110,250,714</u>	<u>135,877,440</u>
Total unexpended plant funds	<u>131,298,266</u>	<u>153,469,481</u>

University of Kentucky
Balance Sheet
December 31, 1973
With Comparative Figures for 1972

Schedule 1

LIABILITIES AND FUND BALANCES

	<u>1973</u>	<u>1972</u>
Loan Funds:		
Federal sponsored loan funds:		
Federal government	\$ 6,539,785	\$ 5,929,729
University matching funds	709,535	576,180
Accumulated interest income	371,375	283,705
Total Federal sponsored loan funds	<u>7,620,695</u>	<u>6,789,614</u>
University loan funds:		
University student loan funds	70,347	63,852
University special student loan funds	132,506	77,342
United Student Aid loan fund	2,000	2,000
Total University loan funds	<u>204,853</u>	<u>143,194</u>
TOTAL LOAN FUNDS	<u>\$ 7,825,548</u>	<u>\$ 6,932,808</u>
Endowment Funds:		
Due to other funds	\$. 81	\$ 1,212,349
Fund balances	<u>1,303,741</u>	<u>1,212,349</u>
TOTAL ENDOWMENT FUNDS	<u>\$ 1,303,822</u>	<u>\$ 1,212,349</u>
Plant Fund:		
Unexpended plant funds:		
Outstanding encumbrances	\$ 9,239,368	\$ 11,926,944
Due to other funds		68,926
Bonds payable	25,010,869	18,588,716
Appropriations- unencumbered balances	11,496,065	5,740,451
University equity in projects	<u>85,551,964</u>	<u>99,552,403</u>
Total unexpended plant funds	<u>131,298,266</u>	<u>135,877,440</u>

Schedule 1

University of Kentucky
Balance Sheet
December 31, 1973
With Comparative Figures for 1972

	<u>1973</u>	<u>1972</u>
<u>ASSETS</u>		
Retirement of indebtedness funds:		
Cash on deposit with State Treasurer	\$ 50,000	\$ 88,320
Unrealized income	<u>1,142,868</u>	<u>1,789,797</u>
Total retirement of indebtedness funds	<u>1,192,868</u>	<u>1,878,117</u>
Sinking funds:		
Cash on deposit with Trustee	3,990,791	3,612,534
Investments held by Trustees	<u>43,244,040</u>	<u>12,585,517</u>
Total sinking funds	<u>47,234,831</u>	<u>16,198,051</u>
Invested in plant:		
Land	12,054,184	11,799,072
Buildings	175,031,060	165,258,628
Equipment	<u>48,134,022</u>	<u>41,407,129</u>
Total invested in plant	<u>235,219,266</u>	<u>218,464,829</u>
TOTAL PLANT FUNDS	<u>\$414,945,231</u>	<u>\$372,418,437</u>
Agency Funds:		
Due from other funds and affiliated corporations	\$ 201,903	\$ 306,300
Investments- short term	<u>3,000</u>	<u>3,000</u>
TOTAL AGENCY FUNDS	<u>\$ 204,903</u>	<u>\$ 309,300</u>

University of Kentucky
 Balance Sheet
 December 31, 1973
 With Comparative Figures for 1972

Schedule 1

LIABILITIES AND FUND BALANCES

	<u>1973</u>	<u>1972</u>
Retirement of indebtedness funds:		
Unexpended debt service appropriation	\$ 1,104,548	\$ 1,789,797
Fund balances	<u>88,320</u>	<u>88,320</u>
Total retirement of indebtedness funds	<u>1,192,868</u>	<u>1,878,117</u>
Sinking funds:		
Bonds payable	34,408,000	4,523,000
Funds balances	<u>12,826,831</u>	<u>11,675,051</u>
Total sinking funds	<u>47,234,831</u>	<u>16,198,051</u>
Invested in plant:		
Bonds payable	87,099,631	81,713,284
Net investment in plant	<u>148,119,635</u>	<u>136,751,545</u>
Total invested in plant	<u>235,219,266</u>	<u>218,464,829</u>
TOTAL PLANT FUNDS	<u>\$414,945,231</u>	<u>\$372,418,437</u>
Agency Funds:		
Agency funds balances	<u>\$ 204,903</u>	<u>\$ 309,300</u>
TOTAL AGENCY FUNDS	<u>\$ 204,903</u>	<u>\$ 309,300</u>

Schedule 2

University of Kentucky
 Schedule of Changes in Fund Balances-Current Funds
 Six Months Ended December 31, 1973

	Unallocated	Allocated for Future Operating Purposes	Restricted	Tobacco Research Trust Fund	Hospital and Clinics	Housing and Dining System Funds for Future Operating Purposes	Auxiliary Enterprises
Balances, July 1	\$ 68,787	\$ 6,702,578	\$ 2,320,868	\$ 3,788,002	\$ 3,826,692	\$ 394,466	\$ 300,142
1973							
Allocations:							
Current operations:							
Original budget		(4,983,100)					
Current year operation						135,042	
Adjustments of prior year expenditures	1,774				643		
Balances, December 31, 1973	\$ 70,561	\$ 1,719,478	\$ 2,320,868	\$ 3,788,002	\$ 3,827,335	\$ 529,508	\$ 300,142

Schedule of Changes in Unrestricted Fund and
Hospital Estimated Income
For the Six Months Ended December 31, 1973

Schedule 3

	Original Budget	First Quarter	October	November	December	Adjusted Budget
Unrestricted Funds:						
Student fees	\$ 15,446,700	\$ 65,500	\$ 300	\$ 78,990		\$ 15,591,490
State appropriations	63,839,600	(390,444)	400,072		\$ (16,191)	63,833,037
Federal appropriations	7,417,300	(117,485)		210,529		7,510,344
County appropriations	1,040,100			139,578		1,179,678
Endowment and trust fund income	158,200					158,200
Investment income	300,000					300,000
Gifts and grants	3,233,700	588,000	1,000	45,000		3,867,700
Sales, services and other income	2,868,400	353,018	(7,214)	3,380		3,217,584
Fund balances allocated	4,983,100		(409,700)			4,573,400
Total unrestricted	\$ 99,287,100	\$ 498,589	\$ (15,542)	\$ 477,477	\$ (16,191)	\$ 100,231,433
Hospital and clinics:						
State appropriations	\$ 4,684,200	\$ 409,700	\$ (409,700)		\$ 16,191	\$ 4,700,391
Hospital income	12,204,700					12,204,700
Fund balances allocated			409,700			409,700
Total Hospital and clinics	\$ 16,888,900	\$ 409,700	\$	\$	\$ 16,191	\$ 17,314,791

Schedule 4
 Schedule of Changes in Unrestricted Fund
 and Hospital Expenditure Appropriations
 For the Six Months Ended December 31, 1973

	<u>Unrestricted</u>	<u>Hospital and Clinics</u>	<u>Total</u>
Original budget	\$ 99,287,100	\$ 16,888,900	\$ 116,176,000
Increases (decreases) as approved by the Board of Trustees:			
July and August 1973	(158,095)	409,700	251,605
September 1973	656,684		656,684
October 1973	(15,542)		(15,542)
November 1973	477,477		477,477
December 1973	<u>(16,191)</u>	<u>16,191</u>	
Total per Report	<u>\$ 100,231,433</u>	<u>\$ 17,314,791</u>	<u>\$ 117,546,224</u>

Summary of Current Funds Revenues and Appropriated Balances
Six Months Ended December 31, 1973
With Comparative Figures for 1972

Fund and Source:	December 31, 1973			December 31, 1972		
	Estimated for the Year	Realized to Date	% Realized	Estimated for the Year	Realized to Date	% Realized
<u>Unrestricted:</u>						
Student fees	\$ 15,591,490	\$ 8,207,259	52.6	\$ 13,434,500	\$ 6,727,991	50.1
Federal appropriations	7,510,344	2,245,035	29.9	7,987,782	2,312,947	29.0
County appropriations	1,179,678	404,064	34.3	1,039,986	386,108	37.1
Endowment and trust fund income	158,200	41,467	26.2	168,200	75,502	44.9
Investment income	300,000	85,103	28.4	300,000	120,599	40.2
Gifts and grants (includes grants from affiliated corporations)	3,867,700	193,667	5.0	3,036,900	149,334	4.9
Sales, services, and other income	3,217,584	1,672,879	52.0	2,890,084	1,376,138	47.6
Subtotal	31,824,996	12,849,474	40.4	28,857,452	11,148,619	38.6
State appropriations	63,833,037	35,101,160	55.0	60,764,400	34,092,986	56.1
Fund balances appropriated	4,573,400	4,573,400	100.0	3,268,900	3,268,900	100.0
Total unrestricted	100,231,433	52,524,034	52.4	92,890,752	48,510,505	52.2
Restricted	5,584,536	1,461,870	26.2	3,405,416	1,230,148	36.1
Tobacco Research Trust Fund	3,987,987	1,666,969	41.8	3,124,700	1,146,691	36.7
Hospital and Clinics:						
State appropriations	4,700,391	2,597,367	55.3	5,034,200	2,529,873	50.3
Hospital earned income- net	12,204,700	5,949,640	48.7	11,100,000	6,266,247	56.5
Fund balances appropriated	409,700	409,700	100.0			
Total hospital and clinics	17,314,791	8,956,707	51.7	16,134,200	8,796,120	54.5
Housing and Dining System	8,742,582	4,398,710	50.3	8,224,621	4,151,160	50.5
Auxiliary Enterprises	2,415,841	1,096,323	45.4	2,162,527	682,767	31.6
TOTAL CURRENT FUNDS REVENUES AND APPROPRIATED BALANCES	\$138,277,170	\$ 70,104,613	50.7	\$125,942,446	\$ 64,517,391	51.2

University of Kentucky
 Summary of Current Funds Expenditures
 Six Months Ended December 31, 1973
 With Comparative Figures for 1972

Fund or Function:	December 31, 1973			December 31, 1972		
	Appropriation for the Year	Expended or Encumbered to Date	% Encumbered to Date	Appropriation for the Year	Expended or Encumbered to Date	% Expended or Encumbered to Date
Departments of instruction and research	\$ 39,310,819	\$ 18,923,682	48.1	\$ 37,369,780	\$ 18,114,724	48.5
Summer session-1973	414,021	372,319	89.9	786,347	729,885	92.8
Organized activities	1,150,985	529,300	46.0	603,291	232,902	38.6
Organized research	7,888,547	3,514,218	44.6	7,143,579	3,495,599	48.9
Libraries	3,011,150	1,750,497	58.1	3,026,504	1,746,750	57.7
Extension and public service	11,457,304	5,298,645	46.3	11,251,261	5,342,153	47.5
Maintenance and operation of plant	7,426,822	3,292,767	44.3	6,934,464	3,437,894	49.6
Renovation, office furniture, etc.	4,965	4,965	100.0	2,720	9,100	334.6
General administration	3,575,232	1,617,912	45.3	5,910,059	2,357,873	39.9
Student services	2,849,500	1,391,597	48.8	2,676,052	1,351,410	50.5
Staff benefits	8,301,500	3,546,133	42.7	6,852,497	2,961,069	43.2
General institutional services	4,663,271	2,070,743	44.4	2,331,220	951,500	40.8
Service enterprises	152,132	166,216	109.3	201,748	108,910	54.0
Debt service cost	5,531,100	4,864,760	88.0	5,531,100	5,057,670	91.4
Student aid	1,463,159	764,583	52.3	1,218,754	408,949	33.6
Reserves	3,030,926			1,051,376		
Total unrestricted	100,231,433	48,108,337	48.0	92,890,752	46,306,388	49.9

University of Kentucky
 Summary of Current Funds Expenditures
 Six Months Ended December 31, 1973
 With Comparative Figures for 1972

Fund or Function:	December 31, 1973		December 31, 1972	
	Appropriation for the Year	Expended or Encumbered to Date	Appropriation for the Year	Expended or Encumbered to Date
Restricted:				
Departments of instruction and research	\$ 1,658,853	\$ 488,191	\$ 1,569,337	\$ 593,927
Organized activities	400		25,500	277
Organized research	170,325	62,816	144,114	39,352
Libraries	72,074	19,326	38,651	4,360
Extension and public services	628,710	85,032	308,452	60,865
General institutional services	149,157	54,092	120,082	42,055
Student aid	2,617,691	907,627	1,199,510	786,461
Reserves	287,326			
Total restricted	5,584,536	1,617,084	3,405,646	1,527,297
Tobacco Research Trust Fund	3,987,987	2,108,369	3,124,700	1,179,923
Hospital and Clinics	17,314,791	7,168,483	16,134,200	6,707,709
Housing and Dining System	8,742,582	4,263,668	8,224,21	4,132,953
Auxiliary Enterprises	2,415,841	1,292,798	2,162,527	1,120,925
TOTAL CURRENT FUNDS EXPENDITURES	\$138,277,170	\$ 64,558,739	\$125,942,446	\$ 60,975,195
		46.7		48.4
		53.5		51.8
		48.8		50.3
		41.4		41.6
		52.9		37.8
		29.0		44.8

Schedule 7

University of Kentucky
 Schedule of Short Term Investments
 For the Six Months Ended December 31, 1973

	Maturity Value	Cost
Restricted Current Funds:		
Government securities:		
Banks for Cooperatives, 8.7%, 2-4-74	\$ 200,000	\$ 200,000
F. I. C. B. Bonds, 7%, 3-4-74	200,000	200,000
F. I. C. B. Bonds, 7.5%, 4-1-74	200,000	200,000
F. I. C. B. Bonds, 8.65%, 5-1-74	200,000	200,000
U. S. Treasury Bills, 6.818%, 5-7-74	100,000	93,542
U. S. Treasury Bonds, 4.25%, 5-15-74	700,000	680,531
Federal Home Loan Banks, 7.875%, 8-25-75	200,000	200,000
Federal Home Loan Banks, 7.875%, 8-25-75	200,000	200,000
Federal Home Loan Banks, 9.625%, 8-26-74	100,000	100,000
Federal Home Loan Banks, 8.75%, 2-25-76	100,000	100,000
Federal Home Loan Banks, 7.2%, 2-25-77	100,000	100,000
Total government securities	2,274,073	
Certificates of deposit:		
Central Bank & Trust Company, 7.0625%, 1-19-74	1,800,000	1,800,000
Central Bank & Trust Company, 6.75%, 1-26-74	150,000	150,000
Bank of Lexington, 6.75%, 1-26-74	250,000	250,000
Citizens Fidelity Bank & Trust Company, 6.9%, 3-8-74	200,000	200,000
Bank of Lexington, 8.25%, 6-27-74	200,000	200,000
First Security National Bank & Trust Company, 8.38%, 7-13-74	100,000	100,000
Bank of Lexington, 8.5%, 7-13-74	400,000	400,000
Total certificates of deposit	3,100,000	
Total Current Restricted Funds	\$5,374,073	
Agency Funds - Certificates of Deposit:		
First Security National Bank & Trust Company, 5.5%, 3-2-73	\$ 3,000	\$ 3,000

University of Kentucky
 Schedule of Retirement of Indebtedness Funds
 For the Six Months Ended December 31, 1973

	<u>Estimated</u>	<u>Realized</u>	<u>% Realized</u>
Income:			
Unrestricted funds debt:			
Charged to unrestricted current funds	\$ 4,986,473	\$ 4,864,760	97.6
Transfers from sinking funds	<u>270,077</u>	<u>203,377</u>	<u>75.3</u>
Subtotal	<u>5,256,550</u>	<u>5,068,137</u>	<u>96.4</u>
Housing and dining system debt:			
Charged to housing and dining system current funds	1,623,663	783,715	48.3
Transfers from sinking funds	<u>56,233</u>	<u>56,233</u>	<u>100.0</u>
Subtotal	<u>1,679,896</u>	<u>839,948</u>	<u>50.0</u>
Auxiliary enterprises debt:			
Charged to auxiliary enterprises current funds	<u>181,847</u>	<u>67,340</u>	<u>37.0</u>
TOTAL RETIREMENT OF INDEBTEDNESS FUNDS	<u>\$ 7,118,293</u>	<u>\$ 5,975,425</u>	<u>83.9</u>
	<u>Appropriated</u>	<u>Expended</u>	<u>% Expended</u>
Debt Service:			
Unrestricted funds debt:			
Consolidated Educational Buildings-Series A	\$ 502,663	\$ 502,205	99.9
Consolidated Educational Buildings-Series B	466,665	466,205	99.9
Consolidated Educational Buildings-Series C	235,601	235,538	100.0
Consolidated Educational Buildings-Series D	2,463,422	2,461,932	99.9
Consolidated Educational Buildings-Series E	541,590	541,447	100.0
Community Colleges Educational Buildings-Series A	847,909	700,430	82.6
Community Colleges Educational Buildings-Series B	<u>198,700</u>	<u>198,700</u>	<u>100.0</u>
Subtotal	<u>5,256,550</u>	<u>5,106,457</u>	<u>97.1</u>
Housing and dining system revenue bonds-Series A-I	<u>1,679,896</u>	<u>839,948</u>	<u>50.0</u>

University of Kentucky
 Schedule of Retirement of Indebtedness Funds
 For the Six Months Ended December 31, 1973

	<u>Appropriated</u>	<u>Expended</u>	<u>% Expended</u>
Auxiliary Enterprises:			
Chi Omega	\$ 3,062	2,800	91.4
Alpha Delta Pi	14,354	11,265	78.5
Dorms A-F	39,445	5,722	14.5
Dorms G-L	51,198	16,099	31.4
Sigma Phi Epsilon	7,942	2,471	31.1
Delta Delta Delta	5,710	4,900	85.8
Alpha Tau Omega	8,055	2,528	31.4
Alpha Gamma Rho	16,776	6,902	41.1
Student Housing Bonds of 1964	<u>35,305</u>	<u>14,653</u>	<u>41.5</u>
Subtotal	<u>181,847</u>	<u>67,340</u>	<u>37.0</u>
TOTAL RETIREMENT OF INDEBTEDNESS FUNDS	<u>\$ 7,118,293</u>	<u>\$ 6,013,745</u>	<u>84.5</u>

University of Kentucky
 Schedule of Sinking Funds
 December 31, 1973

Schedule 9

	<u>Total Sinking Fund</u>	<u>Bonds Payable</u>	<u>Fund Balance</u>
Bond Issues with Reserves Fully Funded:			
University of Kentucky Housing and Dining System	\$2,003,480		\$2,003,480
Revenue Bond and Interest Sinking Fund			
University of Kentucky Housing and Dining System	777,990		777,990
Repair and Maintenance Reserve			
Bowman, Keeneland, Cooperstown, Blazer and			
Student Union Future Bond and Interest Fund	3,514,589	\$2,645,000	869,589
Consolidated Educational Buildings Project Bond and			
Interest Sinking Fund-Series A	1,010,770		1,010,770
Consolidated Educational Buildings Project Bond and			
Interest Sinking Fund-Series B	975,003		975,003
Consolidated Educational Buildings Project Bond and			
Interest Sinking Fund-Series C	344,941		344,941
Consolidated Educational Buildings Project Bond and			
Interest Sinking Fund-Series D	3,690,376		3,690,376
Consolidated Educational Buildings Project Bond and			
Interest Sinking Fund-Series E	410,991		410,991
University of Kentucky Student Housing Bond and			
Interest Sinking Fund Account of 1964	87,532		87,532
Community Colleges Educational Buildings-Series B-			
Bond and Interest Fund-Escrow Fund-Escrow	798,570	763,000	35,570
Issue- Old Account			
Community Colleges Educational Buildings Project			
Bond and Interest Sinking Fund-Series A	1,326,549		1,326,549
Community Colleges Educational Buildings Project			
Bond and Interest Sinking Fund-Series B	266,585		266,585
University of Kentucky Student Housing Bond and Interest			
Sinking Fund Account of 1960	51,537		51,537
University of Kentucky Student Housing Building Maintenance			
and Equipment Reserve Account of 1960	<u>33,601</u>		<u>33,601</u>
Total Bond Issues with Reserves Fully Funded	<u>15,292,514</u>	<u>3,408,000</u>	<u>11,884,514</u>

University of Kentucky
 Schedule of Sinking Funds
 December 31, 1973

Schedule 9

	<u>Total Sinking Fund</u>	<u>Bonds Payable</u>	<u>Fund Balance</u>
Bond Issues with Reserves not Fully Funded: University of Kentucky Student Housing Building Maintenance and Equipment Reserve Account of 1964	\$ 37,717		\$ 37,717
Total Bond Issues with Reserves not Fully Funded	<u>37,717</u>		<u>37,717</u>
Consolidated Educational Series D Refunding Issue: Bonds Payable	31,000,000	\$31,000,000	839,150
Premium on Sale of Bonds	839,150		206,875
Amortization of Discount on Investments	206,875		976,318
Investment Income	976,318		(1,117,743)
Interest Payment	<u>(1,117,743)</u>		<u>(1,117,743)</u>
Total Series D Refunding Issue	<u>31,904,600</u>	<u>31,000,000</u>	<u>904,600</u>
TOTAL SINKING FUNDS	<u>\$47,234,831</u>	<u>\$34,408,000</u>	<u>\$12,826,831</u>

University of Kentucky
 Summary of Other Funds Transactions
 For the Six Months Ended December 31, 1973

Schedule 10

	Balances July 1, 1973	Receipts	Expenditures	Balances December 31, 1973
<u>Loan Funds:</u>				
Federal sponsored loan funds:				
Federal government	\$ 6,198,922	\$ 340,863		\$ 6,539,785
University of Kentucky	609,878	99,657		709,535
Accumulated interest income	340,085	31,290		371,375
University loan funds:				
University student loan funds	65,377	4,970		70,347
University special student loan fund	89,202	43,304		132,506
United Student Aid loan fund	2,000			2,000
	<u>\$ 7,305,464</u>	<u>\$ 520,084</u>		<u>\$ 7,825,548</u>
<u>Endowment Funds</u>	<u>\$ 1,281,185</u>	<u>\$ 22,637</u>		<u>\$ 1,303,822</u>
<u>Agency Funds</u>	<u>\$ 189,899</u>	<u>\$ 356,120</u>	<u>\$ 341,116</u>	<u>\$ 204,903</u>

Finance Committee Report
January 29, 1974

FCR 2

Members, Board of Trustees:

AUTHORIZATION TO PURCHASE PROPERTY

Recommendation: that the Board authorize the Vice President for Business Affairs and Treasurer to purchase fifteen acres of land adjacent to the University's Eden Shale Farm in Owen County for \$2,800.

Background: The Dean of the College of Agriculture has requested the acquisition of this land in order to straighten out some line fences and protect a considerable area of the Eden Shale Farm in the event the proposed Eagle Creek Dam is constructed.

Action: Approved Disapproved Other

Date: January 29, 1974

Finance Committee Report
January 29, 1974

FCR 3

Members, Board of Trustees:

PROFESSIONAL LIABILITY INSURANCE

Recommendation: that the Board of Trustees, acting pursuant to the provisions of KRS 164.220, authorize the Vice President, Business Affairs and Treasurer to purchase a policy of professional liability insurance covering decision making members of the faculty and administration of the University together with the members of the boards of the University and its ancillary corporations.

Background: this policy can be procured with limits of \$100,000 for each person insured for an aggregate cost of less than \$5,000 per year. The purchase has been approved by the Commissioner of Insurance.

Action: Approved X Disapproved Other

Date: January 29 , 1974

FCR 4

Members, Board of Trustees:

ROOM AND BOARD RATES, 1974-75

Adjustment of Room and Board Rates--Undergraduate Residence Halls--
Regular Semester

Recommendation: that the semester room and board rates be adjusted to \$623.00 for the three meal plan, to \$540.00 for the two meal plan of breakfast and dinner, and to \$560.00 for the choice of any two meals plan effective the Fall Semester, 1974.

Background: The present room and board rates (\$587.00 for the three meal plan, \$518.00 for the breakfast and dinner plan, and \$538.00 for the choice of any two meals plan) are insufficient to meet the higher operating costs of the Housing and Dining System. The proposed adjustment results primarily from increased labor and food costs. The recommended rates provide for a 5.5% increase for personal services, an increase for food, and elimination of the equivalent of seven positions. These rates cover debt service, all operating costs, funds for replacement of furniture and equipment and programming in residence halls.

Action: Approved Disapproved _____ Other _____

Date: January 29, 1974

FCR 5

Members, Board of Trustees:

APPROVAL OF UTILITY PROJECTS

Recommendation: A recommendation that the Board of Trustees approve the following projects: Addition to Cooling Plant # 1; Expansion of Cooling Plant # 2; Cooper Drive utilities - chilled water lines to Rose Street/Lime triangle and authorize the expenditure of \$3,550,000 for these projects and authorize the President to obtain the Council on Public Higher Education and Department of Finance approval.

Background: These utility projects are necessary for the construction of numerous projects anticipated in the near future. The sources of funds for the above projects are uncommitted plant funds and the possible sale of additional revenue bonds.

Action: Approved Disapproved Other

Date: January 29, 1974

Finance Committee Report
January 29, 1974

FCR 6

Members, Board of Trustees:

AMENDMENTS TO RETIREMENT SYSTEM

Recommendation: that the Board of Trustees adopt the following amendments to the University Retirement System:

Retirement Policy on University employees other than UK/VA employees who are covered at some point in their University career by Civil Service

Background

The University has a large number of employees who are covered by and retire under Federal Civil Service regulations. Some of these employees have a number of years of service as University employees when they were not covered by Civil Service. There are other employees who retire under the University retirement provisions for employees who are not Civil Service. Some of these employees were covered under Civil Service while University employees.

Many individuals change jobs within the University at the request of and for the benefit of the University. The purpose of this amendment is to establish the principle that these employees, who otherwise had or have retirement rights under the old University unfunded plan, who have changed jobs that caused them to leave or come under Civil Service have not lost University retirement benefits under the old retirement plan if the Civil Service benefit provides less than they would have gotten had they not come under Civil Service. It is equally fair to treat Civil Service retirement benefits as a deduct for those employees who retire under University regulations but who are not Civil Service at the time of retirement when years at the University under Civil Service are counted as a part of the total University service. This amendment is not intended to cover employees who have a dual status of being University and Veterans Administration employees.

Amendment

Employees whose University employment includes periods of service covered in part by the United States Civil Service Retirement Plan and in part by the TIAA/CREF funded retirement plan and/or the older University unfunded plan, will, where necessary, be provided a supplemental retirement income upon retirement sufficient to assure a minimum benefit during their lifetime equal to that which would have been received had all service been exclusively under the unfunded program. Only employees whose employment began prior to January 1, 1973 shall be eligible to receive a retirement supplement and any benefits payable under the TIAA/CREF plan and those payable under the U. S. Civil Service retirement system shall be treated as a deduction from the amount of the retirement benefit which would have been earned had all service been exclusively under the unfunded program.

If an employee eligible for Civil Service retirement benefits elects to retire at an age earlier than the normal University retirement age of 65, all retirement benefits will be calculated on the age attained at retirement rather than the normal University retirement age of 65. However, any University supplement which is due the employee is considered as a deferred annuity until the employee attains the normal University retirement age.

In determining if participation in the Civil Service and the TIAA/CREF plans has produced the minimum benefit described above, it will be presumed that the benefits from these sources will be computed on the basis of a single life annuity regardless of the option actually elected by the participant.

It will further be presumed that the annuity resulting from participation in the TIAA/CREF program will include the existing accumulations attributable to the combined employee and University contributions and that the CREF accumulation, if any, will be deposited in TIAA at the time of retirement.

The policy established herein applies to retirements which become effective on or after January 1, 1974. This policy does not apply to employees whose service is in part with the University of Kentucky and in part with the U. S. Veterans Administration as they are covered by separately drawn agreements.

Retirement Policy on Post-Retirement Appointments to Enable a Staff Employee
to Attain the Required Fifteen Consecutive Years of Service

Amendment

Post-retirement appointments may be requested for staff employees who have at least fourteen years of consecutive University service and who through a single post-retirement appointment can establish the required period of time necessary to qualify for the minimum retirement benefit, but in no event may a post-retirement appointment be requested that would extend employment of an employee beyond the fiscal year in which the employee attains age 70.

Background

The Board has in the past approved post-retirement appointments for staff employees who otherwise would fail to qualify for a retirement benefit because they did not meet the required fifteen consecutive years of service requirement. Generally in these instances a post-retirement appointment has been requested for only employees who have considerable years of service but fall somewhat short of the fifteen year requirement. The request has usually only asked for whatever period of time is necessary to establish the minimum fifteen year requirement. It is desirable to adopt an operating policy that establishes clear guidelines on what is a reasonable maximum period that an employee may establish through post-retirement appointments for purposes of qualifying for retirement benefits. One year or less is recommended as the cutoff point that an employee may expect consideration under this provision.

Retirement Policy on Total Disability Leave

Amendment

The period of time during which an employee receives benefits under the University's Total Disability Program will be included in the total years of service factor used in the computation of benefits under the non-funded retirement program.

Background

The University has provided an income protection program for regular full-time employees who become totally disabled. The program has been set up through Teachers Insurance and Annuity Association. This program also provides for a waiver of retirement contributions for totally disabled employees in the funded retirement program beginning with the seventh full month of total disability. Both the University's and the employee's share are paid into the individual's retirement account by the insurance company. The University continues to recognize any individual who is totally disabled under this program as an employee on leave for reason of total disability. The coverage and payments cease when an employee becomes 65 years of age at which time the employee is placed on retirement status.

Retirement Policy on Workmen's Compensation and/or
Unemployment Compensation Payments

Amendment

Any University employee who, at the time of retirement, is eligible for retirement payments by the University under the provisions of the unfunded retirement plan, shall have any continuing benefits that are payable after retirement under the Workmen's Compensation Laws or Unemployment Compensation Laws deducted from the unfunded retirement benefit. It is the intent that the employee receive the total amount of the greatest single benefit but in no event any combination of benefits that will exceed this greatest single benefit. This provision does not encompass the retirement benefit payable to the employee by the TIAA/CREF funded retirement plan.

Any amount deducted from the unfunded retirement benefit because of Workmen's Compensation payments and/or Unemployment Compensation payments will be restored at the time of occurrence in the event that all or any portion of such payments are discontinued.

Background

University retirement policies governing payment under the unfunded retirement plan did not anticipate certain Federal/State legal requirements, except Social Security, as well as University benefit programs that may have existed and/or have come to exist. Most notable are the Workmen's Compensation Laws and Unemployment Compensation.

Of immediate concern are recent Workmen's Compensation Law changes that provide up to lifetime benefits. University policy is not necessarily clear on how unfunded retirement payments are to be affected by awards of benefit made under Workmen's Compensation Laws. This amendment changes the University retirement regulations so as to make clear the full intent of University policy on this matter.

Retirement Policy on Breaks in Service

Amendment

Staff employees who, except for the required 15 consecutive years of employment at retirement, otherwise qualify for retirement benefits may count total service at the University in order to establish a minimum retirement benefit, provided total service is equal to or greater than fifteen years of employment. In any event, the last re-employment date must have preceeded the establishment of the funded retirement plan for that class of employees.

Background

Present University retirement policy stipulates that only years of continuous service shall be counted in computing years of service. University policy further requires non Group I employees to have a minimum of fifteen consecutive years of service in order to qualify for retirement benefits under the provisions of the old unfunded University retirement plan.

The Board has on several occasions approved retirement benefits for employees who have had less than fifteen consecutive years of service at retirement but who have had total service equaling or exceeding 15 years, disregarding breaks in service.

The purpose of the amendment is to establish a policy that permits breaks in service that may be applied equally to all employees. A very small number of employees are affected by this amendment.

Retirement Policy to permit Group III employees to choose a CREF option prior to vesting

Amendment

University contributions in the retirement plan for Group III employees will be applied as premiums to TIAA retirement annuity contracts and/or CREF retirement annuity contracts in the same manner as elected by the employee at the time of enrollment and thereafter as the employee may choose in accordance with TIAA/CREF regulations.

Background

The Board approved a retirement amendment in February 1972, effective July 1, 1972, establishing a retirement plan for Group III employees. The employees who are eligible for this plan fall into the Administrative, Managerial and Professional employment categories.

The retirement provisions in this amendment permitted the employee prior to vesting to elect either 100 percent, 75 percent, 50 percent or 25 percent of their contributions to be applied as premiums for a TIAA retirement annuity contract and the balance, if any, to be applied as premiums for a CREF retirement annuity.

The retirement provisions limit the University's contributions prior to vesting to only be applied as premiums for a TIAA retirement annuity.

TIAA/CREF administrative regulations do not permit the employee contribution to be applied to TIAA and/or CREF in a different manner than the application of the employer contribution. The purpose of this amendment is to permit University's Group III contributions to be applied to TIAA and/or CREF in the same manner as the employee has elected for their own contributions. This does not alter University ownership of these contributions prior to vesting.

Action: Approved X Disapproved Other

Date: January 29 , 1974

Investment Committee Report
January 29, 1974

ICR 1

Members, Board of Trustees:

REPORT OF INVESTMENTS

Recommendation: that the report of changes made in investments for the University of Kentucky and its Affiliated Corporations for the quarter ended December 31, 1973, be accepted.

Background: A part of the Board policy regarding investments is a provision that quarterly reports be submitted by the Investment Committee of the Board. The attached reports reflect the purchases and sales made during the Fourth Quarter of 1973, for the University of Kentucky Athletic Association, The Fund for Advancement of Education and Research in the University of Kentucky Medical Center, the University of Kentucky and the University of Kentucky Research Foundation.

Action: Approved Disapproved Other

Date: January 29, 1974

UNIVERSITY OF KENTUCKY ATHLETIC ASSOCIATION
Statement of Portfolio Changes
For the Fourth Quarter, 1973

<u>Purchases:</u>	<u>Purchase Date</u>	<u>Yield</u>	<u>Net Amount Of Purchase</u>
Certificate of Deposit	11/13/73	9.65%	\$ <u>300,000</u>

<u>Sales:</u>	<u>Maturity Date</u>	<u>Yield</u>	<u>Net Proceeds From Sale</u>
Certificate of Deposit	11/13/73	6.50%	\$ 200,000
Certificate of Deposit	11/13/73	6.375%	<u>100,000</u>
Total - Sales			<u>\$ 300,000</u>

**THE FUND FOR ADVANCEMENT OF EDUCATION AND RESEARCH
 IN THE UNIVERSITY OF KENTUCKY MEDICAL CENTER**
Statement of Portfolio Changes
For the Fourth Quarter, 1973

<u>Purchases:</u>	<u>Purchase Date</u>	<u>Yield</u>	<u>Net Amount Of Purchase</u>
Certificate of Deposit	11/13/73	8.29%	<u>\$ 800,000</u>

<u>Sales:</u>	<u>Maturity Date</u>	<u>Yield</u>	<u>Net Proceeds From Sale</u>
Certificate of Deposit	11/13/73	6.375%	<u>\$ 300,000</u>

UNIVERSITY OF KENTUCKY
Statement of Portfolio Changes
For the Fourth Quarter, 1973

<u>Purchases:</u>	<u>Purchase Date</u>	<u>Yield</u>	<u>Net Amount Of Purchase</u>
Federal Home Loan Bank Bonds	10/25/73	7.20%	\$ 100,000
\$12,000 Master Note of General Electric Company	11/ 6/73	7.75%	12,000
Certificate of Deposit	11/13/73	6.50%	300,000
\$12,000 Master Note of General Electric Company	11/20/73	8.37%	12,000
Certificate of Deposit (University Club Investment--- purchased with funds of faculty and staff members)	12/ 2/73	5.50%	<u>3,000</u>
Total - Purchases			<u>\$ 427,000</u>

<u>Sales:</u>	<u>Maturity Date</u>	<u>Yield</u>	<u>Net Proceeds From Sale</u>
Certificate of Deposit	10/26/73	6.25%	\$ 500,000
Certificate of Deposit (University Club investment--- purchased with funds of faculty and staff members)	12/ 2/73	5.50%	<u>3,000</u>
Total - Sales			<u>\$ 503,000</u>

UNIVERSITY OF KENTUCKY RESEARCH FOUNDATION
Statement of Portfolio Changes
For the Fourth Quarter, 1973

<u>Purchases:</u>	<u>Purchase Date</u>	<u>Yield</u>	<u>Net Amount Of Purchase</u>
Certificate of Deposit	11/13/73	8.29%	\$ 200,000
Certificate of Deposit	11/13/73	9.65%	<u>200,000</u>
Total - Purchases			<u>\$ 400,000</u>

<u>Sales:</u>	<u>Maturity Date</u>	<u>Yield</u>	<u>Net Proceeds From Sale</u>
Certificate of Deposit	11/13/73	6.375%	<u>\$ 100,000</u>