

Minutes of the Meeting of the Board of Trustees of the  
University of Kentucky, Tuesday, January 19, 1988.

The Board of Trustees of the University of Kentucky met at 1 p.m. Lexington time on Tuesday, January 19, 1988 in the Board Room on the 18th floor of the Patterson Office Tower on the Lexington Campus.

A. Meeting Opened and Oath of Office Administered

Mr. Robert T. McCowan, Chairman, called the meeting to order at 1:15 p.m., and the invocation was pronounced by Mr. Jerry Stricker.

Mr. McCowan welcomed the new members of the Board of Trustees and requested Mr. John C. Darsie, Legal Counsel, to administer the oath of office to the following:

Albert B. Chandler, appointed by Governor Wallace G. Wilkinson to replace Robert E. Watson, for a term expiring June 30, 1991.

Robert T. McCowan, reappointed by Governor Martha Layne Collins, for a term expiring December 31, 1988.

Robert F. Stephens, appointed by Governor Martha Layne Collins to replace Terrell A. Lassetter, for a term expiring December 31, 1990.

B. Roll Call

The following members of the Board of Trustees answered the call of the roll: Mr. Robert T. McCowan (Chairman), Mr. Ted B. Bates, Professor Raymond F. Betts, Governor Albert B. Chandler, Mr. Albert G. Clay, Professor Mary Sue Coleman, Professor David R. Driscoll, Jr., Mr. Lawrence E. Forgy, Jr., Mrs. Edythe Jones Hayes, Mr. Henry E. Hershey, Dr. Nicholas J. Pisacano, Mr. Frank Ramsey, Jr., Mr. James L. Rose, Judge Robert F. Stephens, Mr. Jerome A. Stricker, Ms. Cyndi Weaver, and Mr. Billy B. Wilcoxson. Absent from the meeting were Mr. Tracy Farmer, Mr. George W. Griffin, Jr., Senator Walter D. Huddleston, Mr. T. A. Lassetter, Judge Julia K. Tackett, and Mr. Bobby Watson. The University administration was represented by President David P. Roselle; Mr. Edward A. Carter, Vice President for Administration; Chancellors Peter P. Bosomworth, Art Gallaher and Charles T. Wethington; Mr. Eugene R. Williams, Acting Vice President for Information Systems; Mr. John C. Darsie, Legal Counsel.

Members of the news media were also in attendance. Mrs. Hayes reported a quorum present, and Mr. McCowan declared the meeting officially open for the conduct of business at 1:22 p.m.

C. Minutes Approved

On motion made by Mr. Bates, seconded by Dr. Pisacano and passed, the Minutes of the December 8, 1987 meeting of the Board of Trustees were approved as written.

D. Committee Announcement

Mr. McCowan announced that he would be reviewing the Board committees for additions and changes. He stated that the addition of a new committee was being considered and encouraged the members to contact him regarding their preference of committees.

E. Resolution of Appreciation of Contributions of Harold Dean Collins

Mr. Bates recommended and so moved that a resolution be prepared, made a part of the Minutes of the January 19, 1988 meeting, and a copy be sent to Mrs. Harold Dean Collins in appreciation of the contributions made by Mr. Harold Dean Collins to Lexington and the Commonwealth. The motion was voted on and unanimously carried.

Following is the resolution:

WHEREAS, Harold Dean Collins was a renowned artist well known for his watercolors of the Bluegrass and was especially popular in Central Kentucky, and

WHEREAS, he was also a widely acclaimed portrait artist who painted the official portraits of 10 Kentucky governors, 17 college presidents, and a host of other state, local and federal officials, and

WHEREAS, he also designed the state seal and flag of the Commonwealth of Kentucky, and

WHEREAS, he made numerous contributions to the arts in Lexington through his service as president of the Lexington Art League and to the Commonwealth through his membership in the Southern and Kentucky Watercolor societies, Kentucky Heritage Arts, Paul Sawyer Art Club, and as State Art Director,

NOW THEREFORE BE IT RESOLVED, that the Board of Trustees of the University of Kentucky notes with deep sorrow the death of Harold Dean Collins, orders that this resolution be made a part of the Minutes of the meeting of January 19, 1988, and requests that a copy of the resolution be sent to Mrs. Collins.

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

In reviewing his "Report to the Trustees", President Roselle called attention to (1) John (Jack) Guthrie elected as President of the UK National Alumni Association, (2) a special speakers bureau formed to generate speaking opportunities to describe the status, goals, and needs of the University, (3) a conference held on recruitment and retention of minority students in teacher education, and (4) a \$3,000 gift given to the University by the Kentucky Post and the First Amendment Congress to establish the First Amendment Center in the School of Journalism.

President Roselle stated that consideration was being given to having one or more Board meetings away from Lexington. He indicated that Northern Kentucky and Elizabethtown had been mentioned frequently, and Northern Kentucky seemed appropriate because of the region's population and their bicentennial celebration.

He also reported that the University had received a very good result on a bone marrow settlement with Humana Hospital at the University of Louisville and complimented the leadership of the Board members and members of the University's administration, especially the University Hospital.

He then acknowledged the accurate and well written article by Mr. Dick Wilson of the Courier Journal regarding television spots produced by MER & Associates and sponsored by friends of the University.

G. University's Budgetary Situation

President Roselle called attention to the University's budgetary situation and gave a brief overview. He reported that the Governor was dealing with a \$53.7M shortfall in the current fiscal year and the University will respond to this shortfall in two ways: (1) the Collins administration requested that the University hold in reserve one percent of the University's budget which is \$2.6M to protect against a shortfall and (2) Governor Wilkinson has issued a call for other economies in the operation of state agencies. He stated that the University has the one percent reserve and will respond to the call for economies in several different ways. He asked Mr. Carter to explain the University's procedures.

Mr. Carter reiterated that the University is holding the one percent reserve. He reported that the Secretary of Finance had been instructed by the Governor to institute a number of savings policies to assist in dealing with the \$54M shortfall. The University has implemented all of those policies dealing with capital construction projects, personal service contracts, equipment purchases, current expense expenditures and travel expenditures by (1) putting a freeze on all capital projects that have not started, (2) beginning a close review of all personal service contracts that come forward as well as a close review of all budgetary changes throughout the institution (3) freezing equipment purchases, and (4) beginning a strict review of travel requests, approving only those of critical need to the

institution. He stated that these procedures will allow the University to provide some operating contingencies not only dealing with the University's share but also in terms of contingencies for 1988-89. He pointed out that the impact of the \$53.7M shortfall on the University will not actually be known until January 27.

H. Personnel Actions (PR 2)

In recommending approval of the appointments and staff changes in PR 2, President Roselle recognized the appointment of Dr. Walter Randolph Chitwood as professor in the Department of Surgery. Dr. Bosomworth reviewed Dr. Chitwood's credentials and experience and indicated his pleasure in recommending the appointment. On motion made by Mr. Wilcoxson, seconded by Mr. Stricker and carried, the appointments and staff changes were approved. (See PR 2 at the end of the Minutes.)

I. Appointments/Reappointments to University of Kentucky Equine Research Foundation (PR 5A)

With President Roselle so recommending, on motion made by Mr. Bates, seconded by Mrs. Hayes and carried, approval was given to the appointment of Sheik Mana Bin Rashid Al Maktoum and the reappointments of Helen Alexander, Brownell Combs II, Edward S. Ford, A. B. Hancock, Jr., James M. Hill IV and Virginia Kraft Payson as members to the Board of Directors of the University of Kentucky Equine Research Foundation for four-year terms beginning December 14, 1987. (See PR 5A at the end of the Minutes.)

J. Patent Assignment - Medical Center (PR 6A)

With President Roselle so recommending, Mr. Ramsey moved that the routine patent assignment in PR 6A be accepted. His motion was seconded by Mr. Hershey and passed unanimously. (See PR 6A at the end of the Minutes.)

K. Acceptance of Interim Financial Report for the University of Kentucky for the Five Months Ended November 30, 1987 (FCR 1)

Mr. Forgy, Chairman of the Finance Committee, gave a brief overview of FCR 1. He pointed out that the University is within its revenue estimate and is on target. He then recommended and moved that the interim financial report be accepted. His motion was seconded by Mr. Clay, and carried. (See FCR 1 at the end of the Minutes.)

L. Designation of Depository Bank (FCR 2)

With the concurrence of the Finance Committee, Mr. Forgy recommended that the Board designate First State Bank of Pineville, Middlesboro, Kentucky, to serve as a depository bank for the University of Kentucky and/or its affiliated corporations. The motion was seconded by Mr. Clay and carried. (See FCR 2 at the end of the Minutes.)



M. Establishment of the Engineering Scholarship Quasi-Endowment  
(FCR 3)

Mr. Forgy recommended and so moved that the Board establish in the College of Engineering the Engineering Scholarship Quasi-Endowment at the sum of \$500,000 which shall be funded from multiple gifts to the College specifically for scholarships, or from gifts designated for general use by the College which this resolution authorizes the dean to quasi-endow as funds are received. Mr. Forgy's motion was seconded by Professor Betts and unanimously carried. (See FCR 3 at the end of the Minutes.)

N. Mr. Stricker's Comments

Mr. Stricker suggested that the Board consider changing the time and day of the Board meetings. Mr. McCowan asked President Roselle to have his staff prepare a ballot to explore the alternatives with the members and expressed hope in reporting the consensus of the group at the next meeting.

O. Meeting Adjourned

There being no further business to come before the Board, the Chairman adjourned the meeting at 1:47 p.m.

Respectfully submitted,

Edythe Jones Hayes  
Secretary  
Board of Trustees

(PR's 2, 5A, and 6A; FCR's 1, 2, and 3 which follow are official parts of the Minutes of the meeting.)

Office of the President  
January 19, 1988

PR 2

Members, Board of Trustees:

PERSONNEL ACTIONS

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

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

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

---

Action taken: Approved  Disapproved  Other

Date: January 19, 1988

0197

CENTRAL ADMINISTRATION

I. BOARD ACTION

A. RETIREMENT

Office of the Vice President for University Relations

Crowdus, Paul T., Administrative Staff Officer III, Office of the Vice President for University Relations, after 26.5 years of consecutive service, under II.B of AR II-1.6-1, effective February 29, 1988.

COMMUNITY COLLEGE SYSTEM

I. BOARD ACTION

A. ADMINISTRATIVE APPOINTMENTS

Southeast Community College

Wilson, Odell, Assistant Professor in the Community College System, appointed Dean for Academic Affairs, effective 1/1/88.

B. EARLY RETIREMENTS

Hopkinsville Community College

Ricks, Russell J., Building & Grounds Supervisor, after 20 consecutive years of service, [under AR II-1.6-1 Section II.A.1(b)], effective 2/1/88.

II. ADMINISTRATIVE ACTION

A. ACADEMIC APPOINTMENTS

Jefferson Community College

Butsch, Richard A., Instructor in the Community College System, 1/1/88 through 6/30/88.

Cullens, Laura, Instructor in the Community College System (voluntary), 10/1/87 through 6/30/88.

Lexington Community College

Kubley, Kelly K., Instructor in the Community College System (voluntary), 12/1/87 through 6/30/88.

Madisonville Community College

Gray, Gary E., Instructor in the Community College System, 12/1/87 through 6/30/88.

B. REAPPOINTMENTS

Jefferson Community College

Beckham, Judith E., Instructor in the Community College System, 1/1/88 through 6/30/88.

Drake, Paul, Instructor in the Community College System, 1/1/88 through 6/30/88.

Freeman, Patricia, Instructor in the Community College System, 1/1/88 through 6/30/88.

Lexington Community College

Beihn, Robert, Instructor in the Community College System (voluntary), 1/1/88 through 6/30/88.  
Brandenburg, Sara S., Instructor in the Community College System (voluntary), 12/1/87 through 6/30/88.  
Collins, Judith A., Instructor in the Community College System (voluntary), 1/1/88 through 6/30/88.  
Magoun, Sylvia, Instructor in the Community College System (voluntary), 12/1/87 through 6/30/88.  
Stipp, Vickie, Instructor in the Community College System (voluntary), 12/1/87 through 6/30/88.  
Wierzbinski, Becky, Instructor in the Community College System (voluntary), 12/1/87 through 6/30/88.

C. LEAVES OF ABSENCE

Southeast Community College

Noe, Roger, Professor in the Community College System (with tenure), leave of absence without pay, 1/5/88 through 4/15/88.

LEXINGTON CAMPUS

I. BOARD ACTION

A. ACADEMIC APPOINTMENTS

Graduate School

Rodgers, Robert C., Associate Professor (with tenure), Martin School, effective 8/16/87.

B. ADMINISTRATIVE APPOINTMENTS

College of Communications

Dick, David B., Associate Professor (with tenure)\*, Journalism, and Acting Director, Journalism, appointed Director, Journalism, 1/1/88 through 12/31/91.

C. REAPPOINTMENTS

Graduate School

Rodgers, George, Adjunct Associate Professor, Toxicology, 7/1/87 through 6/30/91.

D. RETIREMENTS

College of Agriculture

Kennedy, LaFern, County Extension Clerk, Cooperative Extension Service, after 27 consecutive years of service, under Section II.B of AR II-1.6-1, effective 1/8/88.

Vice Chancellor for Administration

Austin, James A., Disabled Faculty, Employee Benefits and Risk Management, after 13 consecutive years of service, under Section II.B of AR II-1.6-1, effective 2/29/88.

Lacey, Leonard E., Disabled Staff, Employee Benefits and Risk Management, after 27.5 consecutive years of service, under Section II.B of AR II-1.6-1, effective 1/31/88.

E. EARLY RETIREMENTS

Vice Chancellor for Administration

Coffey, Katherine A., Custodial Worker IV, Undergraduate Housing, Auxiliary Services, after 23 consecutive years of service, under Section II.A.1(b) of AR II-1.6-1, effective 2/1/88.

\*Special Title Series

Mobley, Marie, Staff Assistant II, Stores, after 32.5 consecutive years of service, under Section II.A.2(b) of AR II-1.6-1, effective 4/15/88.

## II. ADMINISTRATIVE ACTION

### A. ACADEMIC APPOINTMENTS

#### College of Agriculture

Arnold, Mark C., Instructor (part-time), Horticulture and Landscape Architecture, 1/1/88 through 4/30/88.

#### College of Arts and Sciences

Deo, Shripad D., Instructor (part-time), Sociology, 1/1/88 through 5/31/88.

Mulay, Shashikant B., Visiting Assistant Professor, Mathematics, 1/1/88 through 5/31/88.

Thigpen, John F., Instructor (part-time), Sociology, 1/1/88 through 5/31/88.

#### College of Business and Economics

Baldwin, William T., Assistant Professor (part-time), Economics, 1/1/88 through 4/30/88.

#### College of Communications

Hawpe, David P., Instructor (part-time), Journalism, 8/15/87 through 12/31/87.

#### College of Home Economics

Ott, Linda G., Assistant Professor (voluntary), Nutrition and Food Science, 8/1/87 through 6/30/89.

Vivian, Beverly S., Assistant Professor (voluntary), Nutrition and Food Science, 8/1/87 through 6/30/89.

#### College of Social Work

Brown, Gretchen M., Assistant Professor (voluntary), 1/1/88 through 12/30/90.

Clendenin, Marie T., Assistant Professor (voluntary), 1/1/88 through 12/30/90.

Harrison, Victor B., Jr., Assistant Professor (voluntary), 1/1/88 through 12/30/90.

Walker, Robert, Assistant Professor (voluntary), 1/1/88 through 12/30/90.

\*Special Title Series



B. ADMINISTRATIVE APPOINTMENTS

College of Arts and Sciences

Bera, Ranajit K., appointed Isotope Production Scientist, Physics and Astronomy, effective 8/17/87.

College of Engineering

Broderson, A. B., appointed Acting Director, Continuing Education, effective 9/1/87.

Graduate School

Peters, Leonard K., Professor (with tenure), Chemical Engineering, College of Engineering, and Associate Dean for Research, Graduate School, appointed Acting Director, Tobacco and Health Research Institute, effective 12/1/87.

College of Library and Information Science

Willis, Paul A., Professor (with tenure), Law, Librarian I (without tenure), Libraries, and Director, Libraries, appointed Acting Dean, College of Library and Information Science, effective 1/1/88.

Vice Chancellor for Administration

Davis, Bradley R., Acting Sports Information Director, Athletics, appointed Sports Information Director, Athletics, effective 11/1/87.

C. JOINT APPOINTMENTS

College of Agriculture

Woodward, Jerold G., Assistant Professor, Microbiology and Immunology, College of Medicine, joint appointment as Assistant Professor, Veterinary Science, 7/1/87 through 6/30/88.

D. REAPPOINTMENTS

College of Arts and Sciences

Mullinax, Maureen C., Instructor (part-time), Sociology, 1/1/88 through 5/31/88.

Seabrook, Charles C., Instructor (part-time), Spanish and Italian, 1/1/88 through 5/31/88.

\*Special Title Series

College of Business and Economics

Saidibaghgandomi, Gholamreza, Assistant Professor (part-time),  
Economics, 1/1/88 through 4/30/88.

College of Education

Banks, Ivan, Assistant Professor, Curriculum and Instruction,  
7/1/88 through 6/30/90.

Zollman, Alan, Assistant Professor, Curriculum and Instruction,  
7/1/88 through 6/30/90.

College of Home Economics

Wright, Jannelle, Instructor (part-time), Administration, 1/1/88  
through 5/31/88.

E. TERMINAL REAPPOINTMENTS

College of Arts and Sciences

Dunston, Aingred G., Assistant Professor, History, 7/1/88 through  
6/30/89.

F. LEAVES OF ABSENCE

College of Arts and Sciences

Gadbois, George, Associate Professor (with tenure), Political  
Science, Sabbatical leave with half salary, Spring Semester  
1988 and Fall Semester 1988.

College of Business and Economics

Laumas, G. S., Professor (with tenure), Economics, Sabbatical leave  
with full salary, Fall Semester 1988.

College of Education

Cole, Henry P., Professor (with tenure), Educational and Counseling  
Psychology, Sabbatical leave with half salary, Fall Semester  
1988 and Spring Semester 1989.

Page, Judith L., Associate Professor (with tenure), Special  
Education, Sabbatical leave with full salary, Spring Semester  
1988.

College of Social Work

Sullivan, Nathan R., Associate Professor (with tenure)\*, Sabbatical  
leave with half salary, Fall Semester 1988 and Spring Semester  
1989.

\*Special Title Series

MEDICAL CENTER

I. BOARD ACTION

A. ACADEMIC APPOINTMENTS

College of Dentistry

Hicks, E. Preston, Associate Professor\* (without tenure),  
Orthodontics, 7/15/87 through 6/30/88.

College of Medicine

Chitwood, W. Randolph, Professor (with tenure), Surgery,  
effective 2/1/88.

Hollins, Jack L., Assistant Professor\*, Ophthalmology,  
12/1/87 through 6/30/88.

King, Joseph G., Assistant Professor, Diagnostic Radiology,  
1/1/88 through 6/30/88.

Knox, Craig A., Assistant Professor, Neurology, 1/1/88  
through 6/30/88.

Lightfoot, Robert W., Professor (without tenure), Medicine,  
11/1/87 through 6/30/88.

B. ADMINISTRATIVE APPOINTMENTS

College of Allied Health Professions

Bogia, B. Preston, Assistant Professor\* (without tenure),  
Clinical Pastoral Counseling, named Acting  
Chairman, Clinical Pastoral Counseling, effective  
1/1/88 through 6/30/88.

College of Medicine

Golden, Abner, Professor (with tenure), Pathology, joint  
appointment as Professor (without tenure), College of  
Allied Health Professions, Medical Technology,  
reappointed Chairman, Pathology, effective 1/1/88  
through 7/1/88.

College of Pharmacy

Cohen, Jordan L., Professor (with tenure), Pharmaceutics,  
effective 1/1/88.

---

\*Special Title Series

C. RETIREMENTS

Support Units

McTyre, Edwin M., Custodial Supervisor I, Physical Plant after 20 consecutive years of service, under AR II-1.6-1 Section II.B, effective 3/5/88.

II. ADMINISTRATIVE ACTION

A. CHANGES

College of Medicine

Cook, Anne G., from Assistant Professor, Emergency Medicine, to Assistant Professor (Clinical Title Series), Medicine, 9/1/87 through 6/30/88.

Jackson, James L., from Assistant Professor, (part-time), Medicine, to Assistant Professor (Clinical Title Series), (full-time), Medicine, 7/1/87 through 6/30/88.

Sloss, Robert R., from Assistant Professor\*, Pathology, to Assistant Professor (Clinical Title Series), Pathology, 12/1/87 through 6/30/88.

B. LEAVES OF ABSENCE

College of Medicine

Audenaert, Steve M., Assistant Professor (without tenure), Anesthesiology, leave without pay, 12/1/87 through 1/13/88.

College of Pharmacy

Crooks, Peter A., Associate Professor (with tenure), sabbatical leave at half-salary, 9/1/88 through 8/31/89.

---

\*Special Title Series

Office of the President  
January 19, 1988

PR 5A

Members, Board of Trustees:

APPOINTMENTS/REAPPOINTMENTS TO UNIVERSITY OF  
KENTUCKY EQUINE RESEARCH FOUNDATION

Recommendation: that approval be given to the appointment/reappointment of the following as members, representing the equine industry, to the Board of Directors of the University of Kentucky Equine Research Foundation for four year terms beginning December 14, 1987.

Appointment

Sheik Mana Bin Rashid Al Maktoum

Reappointments

Miss Helen Alexander  
Mr. Brownell Combs II  
The Honorable Edward S. Ford  
Mrs. A. B. Hancock, Jr.  
Dr. James M. Hill IV  
Mrs. Virginia Kraft Payson

Background: The Chancellor of the Lexington Campus recommended these appointments to the President, who in turn recommends them to the Board of Trustees. These recommended appointments require approval by the Board of Trustees in accordance with the Articles of Incorporation for the University of Kentucky Equine Research Foundation approved by the Board of Trustees at its meeting on October 16, 1984.

---

Action taken: Approved  Disapproved  Other

Date: January 19, 1988

Office of the President  
January 19, 1988

PR 6A

Members, Board of Trustees:

PATENT ASSIGNMENT  
MEDICAL CENTER

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 Letters Patent of the United States and the invention represented thereby: Dr. Steven S. Kraman, Serial No. 858,694, filed May 2, 1986.

Background: Dr. Steven S. Kraman has invented certain improvements in SIMPLE CAPSULE PNEUMOGRAPH. He has assigned his rights to the invention to the University of Kentucky. In accord with usual practice, it is recommended that the University assign the patent to the University of Kentucky Research Foundation.

---

Action taken: Approved  Disapproved  Other

Date: January 19, 1988

Office of the President  
January 19, 1988

# FCR 1

Members, Board of Trustees:

ACCEPTANCE OF INTERIM FINANCIAL REPORT FOR THE  
UNIVERSITY OF KENTUCKY FOR THE FIVE MONTHS ENDED  
November 30, 1987

Recommendation: that the Board of Trustees accept the University of Kentucky consolidated financial report for the five months ended November 30, 1987.

Background: The consolidated financial report includes the financial activities of the University of Kentucky and its affiliated corporations, consisting of the University of Kentucky Research Foundation, The Fund for Advancement of Education and Research in the University of Kentucky Medical Center, University of Kentucky Athletic Association, University of Kentucky Mining Engineering Foundation, Inc., University of Kentucky Business Partnership Foundation, Inc., University of Kentucky Humanities Research Foundation, Inc., University of Kentucky Equine Research Foundation, Inc., and Health Care Collection Service, Inc.

As of November 30, 1987, the University had realized income of \$276,483,000 representing 51% of the 1987-88 estimate of \$544,106,000. Expenditures and commitments total \$215,410,000 or 40% of the approved budget of \$544,106,000.

---

Action taken: Approved  Disapproved  Other

Date: January 19, 1988



CONSOLIDATED BALANCE SHEET  
UNIVERSITY OF KENTUCKY AND AFFILIATED CORPORATIONS  
NOVEMBER 30, 1987  
(in thousands)

Statement :

	(A)	(B)	(C)	(D)	(E)	(F)
	Current Unrestricted Funds	Current Restricted Funds	Loan Funds	Endowment Funds	Plant Funds	Totals November 1987
<b>ASSETS</b>						
(1) Cash and cash equivalents	\$ 78,124	\$ 14,856	\$ 2,329	\$ (25)	\$126,747	\$ 222,031
(2) Due to(from) interfund Notes, loans, and A/R (less bad debt allowances of \$4,579)	15,734	(22,384)			6,650	0
(3) Investments	25,779	2,387	13,744		720	42,630
(4) Property, plant, and equipment	11,296	40,155		49,077	66,922	167,450
(5) Inventories and other	10,926	105			610,667	610,667
(6) <b>Total Assets</b>	<u>\$141,859</u>	<u>\$ 35,119</u>	<u>\$16,073</u>	<u>\$49,052</u>	<u>\$811,706</u>	<u>\$1,053,809</u>
<b>LIABILITIES AND FUND BALANCES</b>						
<b>Liabilities</b>						
(8) Accounts payable	\$ 12,353	\$ 439	\$ 134			\$ 12,926
(9) Employee withholdings and deposits		11,256				11,256
(10) Other liabilities	1,072				\$ 4,380	5,452
(11) Liability for self insurance	8,339					8,339
(12) Deferred income	3,151	(56)				3,095
(13) Bonds payable					259,410	259,410
(14) Capitalized lease obligation					34,267	34,267
(15) Net deferred revenues and appropriated fund balances	65,827	1,247				67,074
(16) <b>Total Liabilities</b>	<u>90,742</u>	<u>12,886</u>	<u>134</u>	<u>0</u>	<u>298,057</u>	<u>401,819</u>
<b>Fund Balances</b>						
<b>Current Unrestricted</b>						
(17) Working capital	32,510					32,510
(18) Funded Hospital depreciation	13,000					13,000
(19) Other	5,607					5,607
(20) <b>Current Restricted</b>		22,233				22,233
(21) Loan			\$15,939			15,939
(22) True Endowments				25,971		25,971
(23) Term Endowments				653		653
(24) Quasi Endowments				22,428		22,428
<b>Plant</b>						
(25) Retirement of Indebtedness					29,325	29,325
(26) Renewal and Replacement					3,664	3,664
(27) Allocated for designated projects					37,634	37,634
(28) Net investment in plant					443,026	443,026
(29) <b>Total Fund Balances</b>	<u>51,117</u>	<u>22,233</u>	<u>15,939</u>	<u>49,052</u>	<u>513,649</u>	<u>651,990</u>
(30) <b>Total Liabilities and Fund Balances</b>	<u>\$141,859</u>	<u>\$ 35,119</u>	<u>\$16,073</u>	<u>\$49,052</u>	<u>\$811,706</u>	<u>\$1,053,809</u>

CONSOLIDATED STATEMENT OF CURRENT FUNDS  
 REVENUES AND APPROPRIATED FUND BALANCES  
 UNIVERSITY OF KENTUCKY AND AFFILIATED CORPORATIONS  
 FOR THE FIVE MONTHS ENDED NOVEMBER 30, 1987  
 with comparative totals for November 30, 1986  
 (in thousands)

Schedule 1

	(A)	(B)	(C)	(D)	(E)	(F)
	1987-1988				1986-1987	
	ORIGINAL BUDGET	REVISED BUDGET	REALIZED TO DATE	PERCENT REALIZED	REALIZED TO DATE	PERCENT REALIZED
<b>GENERAL FUND AND HOSPITAL</b>						
(1) State Appropriation	\$ 233,516	\$ 225,834	\$ 114,088	51	\$ 103,955	49
(2) Student Fees	50,998	50,998	28,765	56	23,875	51
(3) Federal Appropriations	13,621	13,621	5,427	40	5,817	48
(4) County Appropriations	3,554	3,554	871	25	669	20
(5) Endowment Income	696	696	180	26	155	22
(6) Investment Income	7,358	7,358	3,004	41	4,728	50
Gifts and Grants						
(7) Affiliated corporations	8,117	8,117	47	1	42	
(8) Other	2,905	2,905	232	8	332	13
(9) Sales and Services	12,100	12,100	5,298	44	4,655	42
Hospital						
(10) Revenues	83,418	83,418	40,629	49	37,523	51
(11) Fund Balances	22,747	22,747	22,747	100	6,820	123
(12) Fund Balances	7,021	7,021	7,021	100	8,281	120
<b>TOTAL GENERAL FUND AND HOSPITAL</b>						
(13)	446,051	438,369	228,309	52	193,852	50
(14) AUXILIARY SERVICES	26,443	26,443	12,023	45	11,189	45
(15) RESTRICTED FUNDS	33,621	33,621	12,196	36	11,705	33
(16) AFFILIATED CORPORATIONS	45,673	45,673	23,955	52	23,751	57
<b>TOTAL REVENUES AND APPROPRIATED FUND BALANCES</b>						
(17)	\$ 551,788	\$ 544,106	\$ 276,483	51	\$ 240,497	48

CONSOLIDATED STATEMENT OF CURRENT FUND  
 EXPENDITURES AND TRANSFERS SUMMARY BY PROGRAM - ALL FUNDS  
 UNIVERSITY OF KENTUCKY AND AFFILIATED CORPORATIONS  
 FOR THE FIVE MONTHS ENDED NOVEMBER 30, 1987  
 (in thousands)

Schedule 2

	(A)	(B)	(C)	(D)
	1987-1988			
	ORIGINAL BUDGET	REVISED BUDGET	EXPENDITURES/ ENCUMBRANCES TO DATE	PERCENT EXPENDED/ ENCUMBERED
(1) INSTRUCTION	\$ 148,563	\$ 146,086	\$ 56,180	38
(2) RESEARCH	63,845	62,741	29,713	47
(3) PUBLIC SERVICE	50,620	47,396	16,241	34
(4) ACADEMIC SUPPORT	34,950	35,664	15,073	42
(5) STUDENT SERVICES	13,266	13,257	5,849	44
(6) INSTITUTIONAL SUPPORT	21,351	22,374	12,365	55
(7) STUDENT FINANCIAL AID	19,789	20,299	7,889	39
(8) OPERATION AND MAINTENANCE	32,721	32,347	11,843	37
(9) MANDATORY TRANSFERS (DEBT SERVICE)	22,542	19,801	14,554	74
(10) HOSPITAL	187,280	187,280	29,018	27
(11) AUXILIARY ENTERPRISES	36,861	36,661	16,685	45
(12) TOTAL EXPENDITURES AND TRANSFERS BY PROGRAM	\$ 551,788	\$ 544,106	\$ 215,413	40

EXPENDITURES AND TRANSFERS SUMMARY  
 BY CATEGORY OF EXPENDITURES  
 UNIVERSITY OF KENTUCKY AND AFFILIATED CORPORATIONS  
 FOR THE FIVE MONTHS ENDED NOVEMBER 30, 1987  
 (in thousands)

Schedule 3

	(A)	(B)	(C)	(D)
	ORIGINAL BUDGET	REVISED BUDGET	EXPENDED/ ENCUMBERED	% EXPENDED ENCUMBERED
(1) PERSONNEL COSTS	\$ 311,799	\$ 308,150	\$ 125,745	41
(2) OPERATING EXPENSES	197,404	186,112	58,920	32
(3) MANDATORY TRANSFERS (DEBT SERVICE)	22,542	19,801	14,554	74
(4) CAPITAL OUTLAY	30,043	30,043	16,191	54
(5) TOTAL EXPENDITURES AND TRANSFERS BY CATEGORY	\$ 551,788	\$ 544,106	\$ 215,410	40

CONSOLIDATED STATEMENT OF CURRENT FUNDS  
EXPENDITURES AND TRANSFERS  
UNIVERSITY OF KENTUCKY AND AFFILIATED CORPORATIONS  
FOR THE FIVE MONTHS ENDED NOVEMBER 30, 1987  
with comparative totals for November 30, 1986  
(in thousands)

Schedule 4

	(A)	(B)	(C)	(D)	(E)	(F)
	1987-1988			1986-1987		
	ORIGINAL BUDGET	REVISED BUDGET	EXPENDED ENCUMBERED TO DATE	PERCENT EXPENDED/ ENCUMBERED	EXPENDED ENCUMBERED TO DATE	PERCENT EXPENDED/ ENCUMBERED
<b>CURRENT UNRESTRICTED FUNDS</b>						
(1) Instruction	\$ 139,914	\$ 137,437	\$ 54,969	40	\$ 50,334	41
(2) Research	31,719	30,615	11,514	38	9,596	37
(3) Public Service	42,827	39,603	15,667	40	14,593	40
(4) Academic Support	31,715	32,429	13,960	43	13,194	44
(5) Student Services	13,133	13,124	5,806	44	4,241	39
(6) Institutional Support	19,577	20,600	11,612	56	11,252	46
(7) Student Financial Aid	4,805	5,315	3,240	61	2,458	54
(8) Operation and Maintenance	32,601	32,227	11,773	37	10,608	37
(9) Mandatory Transfers (Debt Service)	22,542	19,801	14,554	74	9,784	71
(10) Hospital	107,218	107,218	29,018	27	28,448	35
<b>TOTAL CURRENT UNRESTRICTED FUNDS</b>	<b>446,051</b>	<b>438,369</b>	<b>172,113</b>	<b>39</b>	<b>154,508</b>	<b>40</b>
<b>CURRENT RESTRICTED FUNDS</b>						
(12) Instruction	1,988	1,988	1,078	54	1,354	59
(13) Research	13,760	13,760	4,212	31	3,867	28
(14) Public Service	837	837	573	68	657	55
(15) Academic Support	991	991	330	33	295	24
(16) Student Services	118	118	31	26	29	22
(17) Institutional Support	910	910	653	72	209	35
(18) Student Financial Aid	14,835	14,835	4,600	31	6,092	39
(19) Operations and Maintenance	120	120	69	58	20	20
(20) Hospital	62	62				
<b>TOTAL CURRENT RESTRICTED FUNDS</b>	<b>33,621</b>	<b>33,621</b>	<b>11,546</b>	<b>34</b>	<b>12,523</b>	<b>36</b>
(22) AUXILIARY ENTERPRISES	26,443	26,443	11,267	43	10,249	41
(23) AFFILIATED CORPORATIONS	45,673	45,673	20,484	45	19,591	47
<b>TOTAL EXPENDITURES AND TRANSFERS</b>	<b>\$ 551,788</b>	<b>\$ 544,106</b>	<b>\$ 215,410</b>	<b>40</b>	<b>\$ 196,871</b>	<b>40</b>

CONSOLIDATED SUMMARY OF NET DEFERRED REVENUES  
AND APPROPRIATED FUND BALANCES  
UNIVERSITY OF KENTUCKY AND AFFILIATED CORPORATIONS  
FOR THE FIVE MONTHS ENDED NOVEMBER 30, 1987  
(in thousands)

Schedule 5

REVENUES, REALIZED		\$ 246,715
APPROPRIATED FUND BALANCES		
Current unrestricted fund	\$ 7,021	
University Hospital	22,747	
	<u>          </u>	
TOTAL APPROPRIATED FUND BALANCES		29,768
		<u>          </u>
TOTAL REVENUES AND APPROPRIATED FUND BALANCES (SCHEDULE 1)		276,483
		<u>          </u>
EXPENDITURES/ENCUMBRANCES (SCHEDULE 2)	215,410	
LESS: RESERVE FOR ENCUMBRANCES	(6,001)	
	<u>          </u>	
TOTAL EXPENDITURES		209,409
		<u>          </u>
NET DEFERRED REVENUES AND APPROPRIATED FUND BALANCES (STATEMENT 1)		\$ 67,074
		<u>          </u>

Office of the President  
January 19, 1988

FCR 2

Members, Board of Trustees:

Designation of Depository Bank

Recommendation: that the Board of Trustees designate First State Bank of Pineville, Middlesboro, Kentucky, to serve as a depository bank for the University of Kentucky and/or its affiliated corporations.

Background: To comply with House Bill 622 by the 1982 General Assembly, the Board of Trustees must designate depository banks serving the University of Kentucky and its affiliated corporations.

With the increased growth of the off-campus and continuing education programs offered at Middlesboro by the Southeast Community College, a need has arisen for depository services within Middlesboro. The University of Kentucky Division of Purchasing Services invited bids for depository banking services from two banks located in Middlesboro. Based on the lowest total annual banking services cost, the First State Bank of Pineville was selected as the depository bank.

---

Action taken: Approved  Disapproved  Other

Date: January 19, 1988



Office of the President  
January 19, 1988

# FCR 3

Members, Board of Trustees:

ESTABLISHMENT OF THE ENGINEERING SCHOLARSHIP QUASI-ENDOWMENT

Recommendation: That the Board of Trustees establish in the College of Engineering the Engineering Scholarship Quasi-Endowment at the sum of \$500,000 which shall be funded from multiple gifts to the College specifically for scholarships, or from gifts designated for general use by the College which this resolution authorizes the dean to quasi-endow as funds are received.

Background: For many years, undesignated alumni gifts for the College of Engineering have been deposited to the Engineering Alumni Fund. The recent direction of the College is to put an emphasis on developing its scholarship program. The income earned from the endowment will provide basic scholarships to Engineering students. Strong academic performance shall be the first consideration in selection of the recipients. Financial need may be considered when applicants are of equal academic merit. The recipients will be required to maintain undergraduate status in the College, and will be selected by a Scholarship Committee appointed by the dean.

The College will periodically solicit gifts specifically for the scholarship fund, and as the dean receives a number of private gifts for the College that are designated for general use, certain of these gifts will be placed in the scholarship fund as quasi-endowed monies at the discretion of the dean.

Until the scholarship account is fully funded at a minimum level of \$500,000, interest on monies in the fund would be accrued as principal.

---

Action taken: Approved  Disapproved  Other

Date: January 19, 1988

D403/50