

Minutes of the Special Meeting of the Board of Trustees of the University of Kentucky, Tuesday, October 22, 1968

As provided by action of the Board of Trustees taken on May 7, 1968, when monthly meetings of the Board were established for the academic year 1968-69, the Board of Trustees met in special session on Tuesday, October 22, 1968, at 2:00 o'clock, Eastern Daylight Time, in the Board Room of the Administration Building on the campus of the University with the following members present: Dr. Ralph Angelucci, Vice Chairman, Mr. William R. Black, Mrs. Rexford Blazer, Mr. Smith Broadbent, former Governor A. B. Chandler, Mr. Richard E. Cooper, Dr. Harry Denham, Mr. George W. Griffin, Mr. Robert Hillenmeyer, Dr. N. N. Nicholas, non-voting faculty members Professor Paul Oberst and Dr. Robert W. Rudd, and non-voting student member Mr. Wallace Bryan. Absent were: Governor Louie B. Nunn, Mr. Wendell P. Butler, Mr. Sam Ezelle, Mr. J. Robert Miller, and Mr. B. Hudson Milner. The administration was represented by Interim President A. D. Kirwan and Vice Presidents A. D. Albright, William R. Willard, Robert F. Kerley, Glenwood L. Creech, Lewis W. Cochran and Acting Vice President of Student Affairs Stuart Forth. Members of the news media were also present.

A. Meeting Opened

The meeting was called to order at 2:00 p.m. Following the invocation, pronounced by Mr. William R. Black, the secretary announced that a quorum was present and Dr. Angelucci, presiding in the absence of Governor Nunn, declared the meeting officially open for the conduct of business at 2:05 p.m.

B. Minutes Approved

On motion by Governor Chandler, seconded by Mr. Hillenmeyer, and passed, the reading of the Minutes of the September 17, 1968 meeting of the Board of Trustees was dispensed with and the Minutes were approved as published.

C. President's Report to the Trustees

Dr. Kirwan gave the monthly report of the President to the Trustees which summarized some of the representative activities carried on by the University since the last meeting. His report was accepted with thanks by the chairman and was ordered filed.

D. Recommendations of the President (PR 2)

The recommendations contained in PR 2 were routine in nature, and, upon the

members indicating they had no questions, Dr. Angelucci called for a motion for adoption. Mr. Hillenmeyer moved that PR 2, Recommendations of the President, be approved as a whole and made an official part of the Minutes of the meeting. His motion was seconded by Governor Chandler and, without objection, it was so ordered. (See PR 2 at the end of the Minutes.)

E. Fees Committee Authorized to Determine Residency for Purpose of Assessment of Enrollment Fees (PR 4)

Dr. Albright explained that the recommendation contained in PR 4 was primarily a confirmation by the Board of Trustees of action taken by the Council on Public Higher Education relative to the determination of residency for purpose of assessment of enrollment fees, and delegated the authority for the final decision on each application to the Fees Committee. He added that the guidelines approved by the Council on Public Higher Education did not differ greatly from those under which the University of Kentucky had been operating for some time.

On motion by Dr. Nicholas, seconded by Mr. Broadbent, and approved, the recommendations set forth in PR 4 were approved. (See PR 4 at the end of the Minutes.)

F. Doctor of Pharmacy Degree in College of Pharmacy Authorized (PR 5)

Dr. Willard said that the College of Pharmacy under the leadership of Dean Swintosky had shown remarkable advancement and efforts to integrate the Pharmacy program into that of Medicine have been most successful. The need for pharmacists has been growing and the inauguration of the proposed six-year program leading to the Doctor of Pharmacy degree would be a very important step in the training of pharmacists. He pointed out that the Doctor of Pharmacy degree would not be the equivalent of the Ph.D. degree. In answer to a question, he said he believed that persons earning this degree would probably be employed in research capacities rather than as pharmacists in drug stores. Dr. Willard concluded his remarks with the statement that the recommendation that the Doctor of Pharmacy degree be authorized carried the enthusiastic endorsement and support of the Academic Council of the Medical Center. An advisory committee made up of pharmacists throughout the state is also supportive of this proposed advanced professional preparation program in pharmaceutical education.

On motion by Governor Chandler, seconded by Mrs. Blazer, and passed unanimously, the College of Pharmacy of the Albert B. Chandler Medical Center was authorized to develop an advanced professional preparation program in pharmaceutical education leading to the degree of Doctor of Pharmacy. (See PR 5 at the end of the Minutes.)

G. Institution-Wide Self-Study Program Authorized (PR 6)

Dr. Albright explained that every ten years a university which is accredited by and is a member of the Southern Association of Colleges and Schools is required to conduct a self-study for purposes of reaccreditation. The time is at hand when the University of Kentucky is subject to this process. The self-study usually requires eighteen months to complete and the Board of Trustees needs to authorize the study.

On motion by Mr. Cooper, seconded by Dr. Denham, and passed unanimously, the Board of Trustees authorized an institution-wide Self-Study program preparatory to the visitation by the Southern Association of Colleges and Schools for purposes of accreditation. (See PR 6 at the end of the Minutes.)

H. Departments of Diagnostic Radiology and Therapeutic Radiology Created (PR 7)

Dr. Willard pointed out that there has been a growing appreciation of the basic differences in the disciplines of Diagnostic Radiology and Therapeutic Radiology for many years. They have been allied in the past mainly by tradition. The American Board of Radiology is promoting division of the specialty into two distinct components and, inasmuch as the specialty training programs in these two fields are separate at the University of Kentucky for all practical purposes, it is deemed desirable to separate the two departments administratively as recommended by the American Board of Radiology. Dr. Willard concluded his presentation with the statement that the proposed separation of the present Department of Radiology into two departments to be known as the Department of Diagnostic Radiology and the Department of Therapeutic Radiology would have no noticeable effect on the present teaching program. He further recommended that Dr. Harold D. Rosenbaum be named Chairman of the Department of Diagnostic Radiology and that Dr. Robert H. Greenlaw be named Chairman of the Department of Therapeutic Radiology, with the division to become effective July 1, 1969.

Without discussion, the motion was made by Dr. Nicholas, seconded by Dr. Denham, and passed unanimously, that the recommendations as set forth in PR 7 be approved. (See PR 7 at the end of the Minutes.)

I. University of Kentucky Sports Center Named for Bernie A. Shively (PR 8-1)

Dr. Kirwan said he had been requested by the Board of Directors of the University of Kentucky Athletics Association to present a unanimous recommendation from that Board to the Board of Trustees of the University of Kentucky that the new Sports Center be named in honor of Mr. Bernie A. Shively, former Athletics Director of the University, who died in December, 1967. Knowing of the

high esteem in which the Board of Trustees' members held Mr. Shively, Dr. Kirwan said the recommendation was presented to the Board of Trustees with the full concurrence and support of the University's administrative staff.

After several comments by the members of the Board as to the appropriateness of such an action, the motion was made by Mr. William R. Black that the new Sports Center of the University of Kentucky be named the Bernie A. Shively Sports Center. His motion was seconded by Dr. Denham, and passed unanimously. (See PR 8-1 at the end of the Minutes.)

Dr. Angelucci named Mr. William R. Black, Governor A. B. Chandler, and Dr. Harry Denham to serve as a committee to plan a fitting ceremony when a plaque would be placed on the building designating it as the Bernie A. Shively Sports Center. Mr. Black was named chairman of the committee.

J. Extension of Period of Leave Granted Mr. Buster Brown (PR 8-2)

Dr. Kirwan said a second recommendation from the Athletics Association Board of Directors concerned the approval by the Board of Trustees of the University of Kentucky of an extension of the military leave granted Mr. Buster Brown, Equipment Manager of the Athletics Association for many years, to cover the period January 1, 1943, to January 1, 1952. He indicated that such action was necessary since Mr. Brown will retire in January, 1969, and there are no official records to indicate the understanding which Mr. Shively and Mr. Brown had relative * to his leave of absence from the University to engage in war defense work.

On motion by Governor Chandler, seconded by Mr. Hillenmeyer, and, without objection so ordered by the Chairman, the military leave of absence granted Buster Brown, Equipment Manager for the Athletics Association, was extended to cover the period January, 1943, to January, 1952. (See PR 8-2 at the end of the Minutes.)

K. Budget Revisions for 1968-69 Approved (PR 9)

Dr. Albright indicated that the University had received \$27,811 more in gifts and grants than anticipated and the proposed budget revisions covered the expenditure of this sum.

On motion by Governor Chandler, seconded by Dr. Nicholas, and passed without dissent, the budget revisions recommended in PR 9 were authorized. (See PR 9 at the end of the Minutes.)

L. Financial Report Approved (FCR 1)

The Board members, having had an opportunity to examine the financial

report covering the three months' period, July 1, 1968, through September 30, 1968, had no questions and on motion by Dr. Denham, seconded by Mr. Black, and approved, the financial report as presented in FCR 1 was accepted and ordered made a matter of record. (See FCR 1 at the end of the Minutes.)

M. Audits for the University of Kentucky and the Housing and Dining System Accepted (FCR 2)

At the request of Dr. Denham, Mr. Kerley explained that the four documents mailed to the members in advance of the meeting included the following:

(1) Transmittal letter from the audit firm, Peat, Marwick, Mitchell and Company indicating the University of Kentucky had abided by the laws of the Commonwealth.

(2) Financial Statements and Schedules for the Housing and Dining System of the University of Kentucky prepared by the auditors.

(3) A detailed Financial Report for the year ended June 30, 1968.

(4) A less detailed Financial Report, primarily for distribution externally.

He indicated that the management letter from the audit firm would be submitted to the Board of Trustees after the Finance Committee had had an opportunity to examine it in detail.

The Board members indicated they had no questions and on motion by Dr. Denham, seconded by Mr. Hillenmeyer, the recommendation made as a part of FCR 2 was passed unanimously. (See FCR 2 at the end of the Minutes. The accountants' report and the two financial statements are not included in the Minutes but are in the official files of the Board of Trustees.)

N. Resolution Authorizing Issuance of \$33,200,000 Bond Anticipation Notes, Invitation to Submit Proposal and Official Statement Relating to the Issuance and Sale of the Notes

Mr. Kerley, speaking for the Finance Committee, explained that the \$33,200,000 Bond Anticipation Notes authorized November 27, 1967, by the Executive Committee of the Board of Trustees, acting under proper authority from the Board, expire on December 11, 1968. He then stated that University officials and the Finance Committee of the Board of Trustees acting upon the advice of bond counsel and fiscal agent and with the approval of the Department of Finance of the Commonwealth recommend to the Board of Trustees that the University remain in

the short-term market for another year and that renewal of the Bond Anticipation Notes of 1967 be authorized. Renewal of the notes will permit the University to delay long-term financing to take further advantage of the improving long-term market and to participate in a new Federal program to assist institutions in meeting interest cost on long-term debts which has been authorized but has not been funded. After this introduction and explanation by Mr. Kerley, Dr. Harry Denham introduced, caused to be read and moved immediate adoption of the proposed Resolution as follows:

A RESOLUTION OF THE BOARD OF TRUSTEES OF THE UNIVERSITY OF KENTUCKY AUTHORIZING THE ISSUANCE, JOINTLY WITH THE STATE PROPERTY AND BUILDINGS COMMISSION OF KENTUCKY, AND SUBJECT TO THE APPROVAL AND CONCURRENCE OF SAID COMMISSION, OF ITS \$33,200,000 REVENUE BOND ANTICIPATION (RENEWAL) NOTES ACCORDING TO AUTHORITY OF KRS 56.513, PAYABLE AS TO PRINCIPAL AND INTEREST SOLELY AS HEREINAFTER PROVIDED, AND NOT CONSTITUTING GENERAL OBLIGATIONS OF THE UNIVERSITY, THE BOARD, OR THE COMMONWEALTH; AND REQUESTING APPROVAL AND CONCURRENCE OF THE SAID COMMISSION.

WHEREAS, at a meeting held on November 27, 1967, the statutory Executive Committee of the Board of Trustees of the University of Kentucky (the "Executive Committee"), acting under proper authority from the Board of Trustees of the University of Kentucky (the "Board"), adopted a certain resolution (the "Series C and Series D Resolution"), which is identified by its title or caption, as follows:

"A RESOLUTION AUTHORIZING THE ISSUANCE OF \$4,393,000 CONSOLIDATED EDUCATIONAL BUILDINGS REVENUE BONDS, SERIES C, AND \$29,250,000 CONSOLIDATED EDUCATIONAL BUILDINGS REVENUE BONDS, SERIES D, OF THE BOARD OF TRUSTEES OF THE UNIVERSITY OF KENTUCKY

AND

IN ANTICIPATION OF THE ISSUANCE OF SAID BONDS, AUTHORIZING THE ISSUANCE, JOINTLY WITH THE STATE PROPERTY AND BUILDINGS COMMISSION OF KENTUCKY, AND SUBJECT TO THE APPROVAL AND CONCURRENCE OF SAID COMMISSION, OF REVENUE BOND ANTICIPATION NOTES IN

(UK, Consol. C & D; Rev.
Bond Ant. (Renewal) Notes)

THE MANNER AUTHORIZED BY KRS 56.513, THE SAME TO BE PAYABLE (A) AS TO PRINCIPAL SOLELY FROM THE PROCEEDS OF THE CONSOLIDATED EDUCATIONAL BUILDINGS REVENUE BONDS, SERIES C AND SERIES D, HEREIN AUTHORIZED, WHEN SAID BONDS ARE SOLD AND DELIVERED (OR FROM THE PROCEEDS OF RENEWAL NOTES), AND (B) AS TO INTEREST FROM THE SOURCES HEREIN PROVIDED THEREFOR; AND REQUESTING APPROVAL AND CONCURRENCE OF THE SAID COMMISSION."; and

WHEREAS, with the approval, concurrence and authorization of the State Property and Buildings Commission of Kentucky (the "Commission") and pursuant to KRS 56.513 and the aforesaid Series C and Series D Resolution, and in anticipation of the future issuance of the Board's aforesaid Consolidated Educational Buildings Revenue Bonds, Series C, in the principal amount of \$4,393,000, and the Board's Consolidated Educational Buildings Revenue Bonds, Series D, in the principal amount of \$29,250,000, there were duly authorized, sold and delivered the "Revenue Bond Anticipation Notes" (the "Notes") in the principal amount of \$31,400,000, being the joint obligations of the Board and of the Commission, the same being dated December 11, 1967, maturing on December 13, 1968, and bearing interest at the respective rates provided in said Notes (such interest being payable at the maturity of the Notes); and in connection with the issuance of said Notes, and conforming to the provisions of said Series C and Series D Resolution, deposit was made with Chemical Bank New York Trust Company, New York, New York, as the Paying Agent designated for said Notes, of the sum of \$1,501,545.82, representing interest on said Notes from

date to maturity, the same to be held, invested and reinvested from time to time by said Paying Agent; and

WHEREAS, KRS 56.513 authorizes, and said Series C and Series D Resolution permits, renewal of said Notes at the option of the Board and the Commission; and it has been determined by the Board (subject to the approval and authorization of the Commission, as hereinafter requested) that the Notes should be renewed by the issuance of \$33,200,000 principal amount of "Revenue Bond Anticipation (Renewal) Notes" (the "Renewal Notes"), to be issued as joint obligations of the Board and of the Commission, as hereinafter provided; said Renewal Notes to be dated December 12, 1968, to be issued and delivered on said date, and to mature as to principal on December 11, 1969, with provision that from the proceeds of said Renewal Notes the interest accruing thereon at the respective rates which may be made applicable thereto as hereinafter provided, computed from the date of the Notes to the maturity date thereof, shall be deposited with a paying agent (to be designated as hereinafter provided) for investment and reinvestment from time to time in the manner hereinafter provided; said Renewal Notes, and the interest thereon, to be payable solely from the respective sources hereinafter set forth, and not to constitute an indebtedness of the University of Kentucky, or of the Board, or of the Commission, or of the Commonwealth of Kentucky; and

WHEREAS, the Board is duly aware of all of the foregoing; has

received the advice of its Fiscal Agent, F. L. Dupree & Co., Inc., Lexington, Kentucky; has consulted with the Commissioner of Finance of the Commonwealth of Kentucky; and is properly advised,

NOW, THEREFORE, THE BOARD OF TRUSTEES OF THE UNIVERSITY OF KENTUCKY HEREBY RESOLVES, AS FOLLOWS:

Section 1.01. Authorization of Revenue Bond Anticipation (Renewal) Notes. With the approval, concurrence and participation of the State Property and Buildings Commission of Kentucky (the "Commission"), it is hereby determined that interim financing shall be effected through the issuance of Revenue Bond Anticipation (Renewal) Notes (the "Renewal Notes") under authority of KRS 56.513. Such Renewal Notes are hereby authorized to be issued in anticipation of the later issuance, at a proper time, of the Consolidated Educational Buildings Revenue Bonds, Series C and Series D, which were authorized by a certain resolution which was adopted by the Statutory Executive Committee of this Board at a meeting held on November 27, 1967, and which is identified in the preamble hereof. The Renewal Notes shall be dated the 12th day of December, 1968; shall be issued in the aggregate principal amount of Thirty-three Million Two Hundred Thousand Dollars (\$33,200,000); shall be in such denominations (each a multiple of \$5,000) as may be requested by the purchaser or purchasers thereof in their purchase proposals or within three (3) days after the Renewal Notes are awarded to purchasers thereof, as hereinafter provided; shall mature on the

12th day of December, 1969; and shall bear interest until maturity at such rate or rates, not to exceed six per cent (6%) per annum as may be established in a supplemental resolution awarding the Renewal Notes; and if for any reason the Renewal Notes, or any of them, are not paid in full, both principal and interest, at maturity or upon prior redemption, then such Renewal Notes, and the interest at that time due and unpaid, shall thereafter bear interest at the uniform rate of six per cent (6%) per annum until payment thereof in full, both principal and interest. The Renewal Notes shall be payable as to both principal and interest at the principal office of a bank or trust company, acceptable to the Commissioner of Finance, in the City of New York, State of New York, nominated by the purchaser to which the greatest dollar amount of the Renewal Notes may be awarded.

Section 1.02. The Renewal Notes shall be subject to redemption by the Board, with the approval of the Commission, as a whole, but not in part, on the 11th day of December, 1969, upon terms of the principal amount of each Renewal Note, accrued interest at the prescribed rate to the date of redemption, and without premium or additional interest, upon condition that a "Notice of Redemption" to that effect be published one time at least thirty (30) days prior to the redemption date in a daily newspaper published in and of general circulation throughout Kentucky and in a newspaper or financial journal of national circulation among bond buyers published in the City of New York, New York.

Section 1.03. Each Renewal Note shall be executed on behalf of the Board by an authorized facsimile reproduction of the signature of the Chairman, and a facsimile of the seal of the Board shall be reproduced thereon, attested by the manual signature of the Secretary of the Board. Upon approval and concurrence by the Commission, it is requested that the Commission join in the Renewal Notes as a party thereto and provide that each Renewal Note shall be executed on behalf of the Commission by an authorized facsimile reproduction of the signature of its Chairman, attested by the manual or authorized facsimile reproduction of the signature of its Executive Director.

Section 1.04. The Renewal Notes shall be in substantially the following form:

(FORM OF REVENUE BOND ANTICIPATION (RENEWAL) NOTE)

COMMONWEALTH OF KENTUCKY
BOARD OF TRUSTEES OF THE UNIVERSITY OF KENTUCKY
AND
STATE PROPERTY AND BUILDINGS COMMISSION OF KENTUCKY
REVENUE BOND ANTICIPATION (RENEWAL) NOTE
IN CONNECTION WITH THE ISSUANCE BY THE BOARD OF TRUSTEES
OF THE UNIVERSITY OF KENTUCKY OF ITS "CONSOLIDATED
EDUCATIONAL BUILDINGS REVENUE BONDS, SERIES C AND SERIES D"

No. _____ \$ _____

The Board of Trustees of the University of Kentucky, a public body corporate, and an educational institution and agency of the Commonwealth of Kentucky, at Lexington, Fayette County, Kentucky (the "Board"), acting under authority of Section 162.340, et seq., and Section 56.513

of the Kentucky Revised Statutes, and the State Property and Buildings Commission of Kentucky, a public body corporate and an independent agency of the Commonwealth of Kentucky (the "Commission"), acting under authority of pertinent provisions of Chapter 56 of the Kentucky Revised Statutes (including Section 56.513 thereof), for value received hereby jointly promise to pay to bearer the principal sum of _____
_____ Thousand Dollars (\$_____) on the 12th day of December, 1969, and to pay interest on said principal sum at the rate of _____ per cent (____%) per annum payable at maturity or upon prior redemption; both principal and interest being subject to the provisions hereinafter set forth with respect to payment prior to maturity. The obligations of the Board and the Commission for the principal of this Renewal Note, and interest hereon, are limited to payment from the proceeds of the Board's Revenue Bonds, herein identified, when said Bonds, or either Series thereof, are sold and delivered and such proceeds are received and are available, except to the extent provision shall previously have been made for payment from the proceeds of other renewal notes, as authorized and permitted by law, or from interest derived from investment of the proceeds hereof, pending disbursement, or from the pledge (hereinafter made) of revenues of the Board's Consolidated Educational Buildings Project, to the extent such revenues are surplus to requirements of the Board's Consolidated Educational Buildings Revenue Bonds. The principal of this

Renewal Note, and interest hereon, are payable in New York Clearing House Funds in lawful money of the United States of America at the principal office of _____, in the City of _____.* If for any reason this Renewal Note is not paid in full, both principal and interest, at the specified maturity date (or on the specified redemption date if notice be duly given as hereinafter provided), it is agreed that from and after such failure of payment, interest on the principal amount of this Renewal Note, and upon the amount of interest then due and unpaid, shall accrue at the rate of six per cent (6%) per annum until payment of this Renewal Note in full, both principal and interest.

The Board represents to the bearer of this Renewal Note that it has taken all proper steps to initiate an Undertaking consisting of the erection or reconstruction of one or more buildings, with necessary appurtenances, at the main campus of the University of Kentucky in Lexington, Kentucky, to be used for educational purposes, the same to constitute parts of the Board's "Consolidated Educational Buildings Project," heretofore established, and that it has made of record a determination that the same shall be financed (to the extent funds are not otherwise provided) through the issuance of the Board's "Consolidated Educational Buildings Revenue Bonds, Series C and Series D," which will constitute a part of its issue of "Consolidated Educational

* To be supplied by supplemental proceedings

Buildings Revenue Bonds" heretofore authorized, which Revenue Bonds will not constitute an indebtedness of the Board, or of the Commission, or of the Commonwealth of Kentucky, but will be payable solely from the defined Revenues derived and to be derived from said Consolidated Educational Buildings Project; and that it has duly adopted a "Series C and Series D Resolution" authorizing said Revenue Bonds in the aggregate amount of \$33,643,000. The Board further represents that it has provided to the Commission all documentation required to be furnished by the Board according to Section 56.513 of the Kentucky Revised Statutes, and in accordance with the Commission's requirements thereunder as conditions precedent to interim financing in anticipation of the issuance of said identified Revenue Bonds.

The Commission represents to the bearer of this Renewal Note that it has received from the Board all documentation required by Section 56.513 of the Kentucky Revised Statutes, and by the Commission's requirements thereunder, in connection with the initiation of such Undertaking and the proposal of the Board that the same be financed (to the extent funds are not otherwise provided) through the issuance of the aforesaid Revenue Bonds by the Board; that the Commission has approved the documentation so furnished by the Board; and that the Commission and the Board have made all such determinations as are required preliminary to interim financing in anticipation of the Board's issuance of such Revenue Bonds.

The Board covenants with the bearer of this Renewal Note that at a proper time or times during the construction of said Undertaking, or upon completion thereof (to be determined in the discretion of the Commission), the Board will take all proper and necessary action under existing statutory authority and in accordance with previous proceedings creating its issue of "Consolidated Educational Buildings Revenue Bonds," to offer at public sale, issue and deliver the Series of such Revenue Bonds hereinabove identified, in an amount not less than \$33,643,000, which is an amount estimated to be the aggregate of all costs of said Undertaking (to the extent funds are not otherwise provided), including provision for payment from the proceeds of said Revenue Bonds of the principal of and interest on this Renewal Note as herein provided, unless interest shall previously have been paid, or provisions for payment thereof have been duly made from other sources, as herein provided.

The Commission covenants with the bearer of this Renewal Note that the Commission has approved the Board's authorization and later issuance of said Revenue Bonds as required by the applicable provisions of Chapter 56 of the Kentucky Revised Statutes, and that the Board is authorized to offer the same at public sale and thereafter issue and deliver the same.

The Board and the Commission jointly covenant with the bearer of this Renewal Note that when the proceeds of said Revenue Bonds are received, the same will be deposited in a special escrow account with

the financial institution hereinabove named as the place of payment of principal and interest, upon such terms as will provide that the escrow agent shall pay from said proceeds to the respective bearers of all of the Renewal Notes issued as constituting the series herein referred to the principal amount thereof, together with interest as herein provided (unless and to the extent such interest shall previously have been paid or provision for payment of interest shall have been made from one or more of the other sources herein provided in that connection), as a first charge upon said proceeds; and thereafter to remit the balance of said proceeds to the Commonwealth of Kentucky for disposition in accordance with the provisions of the proceedings pursuant to which said Revenue Bonds have been authorized to be issued.

This Renewal Note is one of a series of Renewal Notes in the authorized principal amount of \$33,200,000, bearing interest at various rates, but otherwise of the same tenor and effect and alike as to date of maturity, and provisions for redemption prior to the maturity date, issued by the Board with the approval and concurrence of the Commission in anticipation of the issuance of said Revenue Bonds and for the purpose of providing interim funds to be applied solely toward payment of similar Notes previously issued, interest on the Renewal Notes, the costs of construction of said Undertaking and proper expenses; all being done under and in strict conformity with the Constitution and applicable statutes of the Commonwealth of Kentucky, particular reference

being made to Section 162.340, et seq., and Chapter 56 of the Kentucky Revised Statutes, now in full force and effect.

Neither this Renewal Note, nor the interest hereon, shall constitute or evidence an indebtedness of the Commonwealth of Kentucky, or of the Board, or of the Commission, but the same are payable solely from the proceeds of the above-identified Revenue Bonds and from the proceeds of the Renewal Notes, or of other renewal notes, or from other sources, as aforesaid. Pursuant to the statute authorizing the issuance hereof, this Renewal Note, and the receipt of interest hereon, are exempt from all taxation by the Commonwealth of Kentucky and all of its subdivisions, municipalities and taxing authorities.

The Board and the Commission covenant and agree that from the proceeds of the Renewal Notes (a) there will be set aside in a special fund or account which has been designated the "Revenue Bond Anticipation (Renewal) Notes - Interest Account" a sum equal to interest on all of the Renewal Notes from the date thereof to the date of maturity, and (b) the remainder of such proceeds, less proper expenses, will be deposited in a special fund or account which has been designated the "Revenue Bond Anticipation (Renewal) Notes - Proceeds Account," from which disbursements will be made solely for payment of similar Notes previously issued and proper costs of the above-mentioned Undertaking; and that as additional sources of payment of interest on the Renewal Notes the Board (with the concurrence and approval of the Commission)

has pledged (i) all interest income which may be realized from investment and reinvestment of moneys set aside and deposited in the aforesaid "Revenue Bond Anticipation (Renewal) Notes - Interest Account" and the aforesaid "Revenue Bond Anticipation (Renewal) Notes - Proceeds Account," pending proper and authorized disbursements therefrom and (ii) to any extent which may be necessary, the defined Revenues of the Board's Consolidated Educational Buildings Project, as created and established by the Resolution, but only in so far as the said Revenues are surplus to the requirements prescribed in the resolutions authorizing the Series A Bonds and the Series B Bonds for the security, source of payment, benefit and protection of the holders of the Board's outstanding "Consolidated Educational Buildings Revenue Bonds, Series A and Series B," heretofore issued. If interest on the Renewal Notes shall be well and truly paid at the maturity of the Renewal Notes or prior thereto, from any or all of the sources which have been pledged for that purpose, as herein recited, then the pledge of surplus Revenues of the Consolidated Educational Buildings Project shall automatically become a nullity, and shall not serve to impair the lawful capacity of the Board to pledge the Revenues of the Consolidated Educational Buildings Project in connection with the future issuance of Consolidated Educational Buildings Revenue Bonds according to Series resolutions as contemplated in the Board's Resolution of September 20, 1960, in which the Consolidated Educational Buildings Project was created and established.

The right is expressly reserved to the Board, acting with the approval and concurrence of the Commission, to redeem and discharge this Renewal Note from the proceeds of said identified Revenue Bonds or from the proceeds of other renewal notes, or from other permissible sources, on the 11th day of December, 1969, upon terms of the principal amount hereof, with interest at the stipulated rate to the redemption date, and without additional interest or premium, upon giving notice of its election to make such redemption at least thirty (30) days prior to the redemption date in a daily newspaper published in and of general circulation throughout Kentucky and in a newspaper or financial journal of national circulation among bond buyers published in the City of New York, New York. If such notice shall be given in accordance with the foregoing, and at the prescribed time and place the Board and the Commission shall cause to be deposited in escrow, at the office of the above-named Paying Agent, all sums then due to the bearers of all of said Renewal Notes, then this Renewal Note shall cease to bear interest on the redemption date, and thereafter the bearer hereof shall look exclusively to the funds so deposited for that purpose with the escrow agent for the discharge of all obligations of the Board and of the Commission hereunder.

The Board and the Commission hereby covenant and agree that in the event that the Board's "Consolidated Educational Buildings Revenue Bonds, Series C and Series D" (or either of said Series) are

sold and delivered so that the proceeds thereof become available more than ninety (90) days prior to December 12, 1969, the Board and the Commission will solicit tenders of the outstanding Renewal Notes for purchase and cancellation at a price or prices not exceeding the face amount thereof together with accrued interest to the date of surrender and payment; and that to the extent tenders may be received upon such terms, the proceeds of the Bonds which have been sold and are so scheduled for delivery and payment will be applied to the payment of such Renewal Notes; provided, however, if the amount available is insufficient to pay all of the Renewal Notes so tendered (by reason of the sale of one of said Series of Bonds, but not both thereof), the Board and the Commission reserve the right to accept those tenders most advantageous to the Board and the Commission, to the extent of the moneys available for that purpose. Solicitation of tenders in this respect will be addressed by ordinary mail to the original purchasers of the Renewal Notes, and to any subsequent transferee thereof if the name and address of such transferee has been filed with the Paying Agent designated herein, and not otherwise. Nevertheless in the event such tenders are solicited from the known holders of the outstanding Renewal Notes, the Board and the Commission will entertain tenders from the holder or holders of any of the outstanding Renewal Notes, if received in accordance with the conditions set forth in the solicitation of tenders.

It is agreed by the Board and the Commission that the proceeds or purchase price of this Renewal Note shall be paid by the purchaser hereof to the Commonwealth of Kentucky in New York Clearing House Funds by means of a check certified by a bank acceptable to the Commissioner of Finance of the Commonwealth, or by a cashier's, treasurer's or official check issued by a bank acceptable to said Commissioner of Finance, the same to be payable to the Treasurer of the Commonwealth of Kentucky and delivered to said Commissioner of Finance. The purchaser of this Renewal Note shall be controlled by this agreement and shall make payment herefor according to the foregoing; and such payment shall discharge the purchaser of all obligations to the Board and to the Commission hereunder.

It is hereby certified, recited and declared by the Board and by the Commission that all acts, conditions and things required to exist, to happen and to be performed precedent to and in the issuance and delivery of this Renewal Note, do exist, have happened and have been performed according to law; that neither the principal of or interest on this Renewal Note shall constitute an indebtedness of the Commonwealth of Kentucky, or of the Board, or of the Commission; and that provision has been made, and will be made, for (a) the payment of the principal hereof from the proceeds of the above-identified Revenue Bonds, or from the proceeds of other renewal notes, and (b) for the payment of interest hereon from the proceeds of the Renewal Notes or from other sources as hereinabove recited; in each instance as a first

charge thereon, as aforesaid.

IN TESTIMONY WHEREOF, the Board has caused this Renewal Note to be executed in its name and on its behalf by the authorized facsimile reproduction of the signature of its Chairman, and has caused a facsimile reproduction of its seal to be printed hereon, attested by the manual signature of its Secretary; and the Commission has caused this Renewal Note to be executed in its name and on its behalf by the authorized facsimile reproduction of the signature of its Chairman, attested by the manual or authorized facsimile reproduction of the signature of the Commissioner of Finance as its Executive Director; all being done as of the 12th day of December, 1968.

BOARD OF TRUSTEES OF THE
UNIVERSITY OF KENTUCKY
Lexington, Kentucky

(FACSIMILE
OF SEAL)

By (Facsimile Signature)
Chairman

ATTEST:

(Manual Signature)
Secretary

STATE PROPERTY AND BUILDINGS
COMMISSION OF KENTUCKY

By (Facsimile Signature)
Governor of the Commonwealth
and ex officio Chairman of
the Commission

ATTEST:

(Manual or Facsimile Signature)
Commissioner of Finance and Executive
Director of the Commission

Section 1.05. Disposition of the proceeds of the Renewal

Notes shall be made as provided in this Section. The Board (with the approval and concurrence of the Commission) hereby creates and establishes two special funds or accounts, one of which is hereby designated the "Revenue Bond Anticipation (Renewal) Notes - Interest Account" (for convenience hereinafter sometimes referred to as the "Special Renewal Notes Interest Account") in the custody of the Paying Agent designated for the Renewal Notes; and the other being hereby designated the "Revenue Bond Anticipation (Renewal) Notes - Proceeds Account" (for convenience hereinafter sometimes referred to as the "Special Renewal Notes Proceeds Account") which is established in the custody of Chemical Bank New York Trust Company, New York, New York, in its capacity as the Paying Agent which was designated for the outstanding Notes for the renewal of which the Renewal Notes are issued.

Upon receipt of the proceeds of the Renewal Notes (or as soon thereafter as may be feasible) the Commissioner of Finance of the Commonwealth shall cause to be deposited in said Special Renewal Notes Interest Account all sums received from the purchaser or purchasers of the Renewal Notes as representing interest accrued from the date of the Renewal Notes to the date of delivery thereof; and, additionally, from the proceeds of said Renewal Notes such a sum as shall cause the total amount initially so deposited in said Special Renewal Notes Interest Account to be equal to all interest which will accrue on all of the Renewal Notes from the date thereof to the stated maturity date thereof,

computed at the interest rates made applicable to the Renewal Notes in the supplemental proceedings awarding the Renewal Notes. As and for additional security for the payment of interest on the Renewal Notes becoming due at the maturity thereof, the Board hereby pledges (i) all interest income which may be realized from investments made for said Special Renewal Notes Interest Account, (ii) all interest income which may be realized from investments made for the Special Renewal Notes Proceeds Account, pending disbursement thereof as hereinafter provided, and (iii) to any extent which may be necessary, the defined Revenues of the Board's Consolidated Educational Buildings Project, but only to the extent that such Revenues are in excess of the deposits required to be made from such Revenues for the security, source of payment, and protection of the holders of the Board's heretofore issued Consolidated Educational Buildings Revenue Bonds, Series A and Series B, according to the terms and provisions of the Resolution which was adopted by the Board on September 20, 1960, creating and establishing the Board's Consolidated Educational Buildings Project.

The aggregate amount initially deposited in the aforesaid Special Renewal Notes Interest Account from accrued interest on the Renewal Notes and from the proceeds of the Renewal Notes shall be invested and reinvested by the Paying Agent, as directed by the Board, but only in interest-bearing obligations of the United States Government, or obligations fully guaranteed as to principal and interest by the

United States Government, or in Certificates of Deposit meeting the conditions hereinafter prescribed, maturing not later than December 11, 1969; and all interest income realized from such investments shall be credited and accumulated in the said Special Renewal Notes Interest Account and is hereby pledged as additional security for the payment of interest on the Renewal Notes.

From the proceeds of the Renewal Notes the sum of \$31,400,000 shall be deposited by the Commissioner of Finance of the Commonwealth in the aforesaid Special Renewal Notes Proceeds Account in Chemical Bank New York Trust Company, as aforesaid; and the remaining balance, if any, shall be deposited in the Treasury of the Commonwealth of Kentucky for credit to the "Revenue Bond Anticipation Notes - Proceeds Account," which was established in and by the aforesaid resolution adopted by the Board on November 27, 1967, authorizing issuance of the presently outstanding Revenue Bond Anticipation Notes, for the payment of which the Renewal Notes are issued. The Commissioner is authorized to make payment from said previously established Special Proceeds Account of the contractual fee of the Fiscal Agent for advice, services and expenses undertaken by the Fiscal Agent in connection with the issuance of the Renewal Notes. The balance remaining thereafter in the said previously established Special Proceeds Account is hereby declared to be available for application to the costs of constructing the Undertaking for which the Board's Consolidated Educational Buildings Revenue Bonds,

Series C and Series D, have been authorized. Confirming instructions previously given, the Board and the Commission shall cause to be prepared by the Architects and/or Engineers having supervision of the construction of the various elements of the aforesaid Undertaking, an up-dated schedule of projected dates and amounts anticipated to be required for disbursement from the previously established Special Proceeds Account in payment of the costs of constructing said Undertaking, and the undisbursed portions of the balances from time to time existing in the said previously established Special Proceeds Account shall be invested and reinvested in accordance with the directions of the Commissioner of Finance of the Commonwealth, but only in interest-bearing obligations of the United States Government, or obligations fully guaranteed as to principal and interest of the United States Government, or in Certificates of Deposit meeting the conditions hereinafter prescribed, maturing in such manner as that cash shall be available for projected disbursements for construction purposes in accordance with the aforesaid schedule or projection prepared by the Architects and/or Engineers. All interest income realized upon the diminishing balances of moneys so invested and reinvested for the said previously established Special Proceeds Account shall be paid over into the same, and shall be held, invested and reinvested therein as additional security for the payment of interest on the Renewal Notes, and is hereby expressly pledged for that purpose.

As further security for the payment of interest on the Renewal Notes, as recited in the "Form of Revenue Bond anticipation (Renewal) Note" appearing in Section 1.04 hereof, the Board hereby further pledges the Revenues of the Board's Consolidated Educational Buildings Project, but only to the extent that such Revenues are and shall be in excess of the requirements and pledges heretofore made for the security, benefit and protection of the holders of the Board's heretofore issued and outstanding Consolidated Educational Buildings Revenue Bonds, Series A and Series B. Upon payment of interest on the Renewal Notes, when due, from any or all of the sources herein pledged for that purpose, the aforesaid pledge of surplus Revenues of the Consolidated Educational Buildings Project shall automatically become a nullity, without further affirmative action on the part of the Board or the Commission, in order that the existence of such pledge shall not thereafter serve as an impediment to the issuance by the Board of additional Series of its Consolidated Educational Buildings Revenue Bonds under authority of the Resolution of September 20, 1960, and as therein contemplated.

The amount, if any, deposited from the proceeds of the Renewal Notes in the aforesaid previously established Special Proceeds Account is intended to be applied from time to time toward the costs of the aforesaid Undertaking for which the Board's "Consolidated Educational Buildings Revenue Bonds, Series C and Series D," have been

authorized. Disbursements for such purposes shall be made from said previously established Special Proceeds Account according to the same procedures, and upon certification by the Architects or Engineers in the same manner as is prescribed in Section 2.16 of the Series C and Series D Resolution with reference to similar disbursements from the "Bond Proceeds Series C and Series D Construction Account."

Upon payment of the Renewal Notes and interest thereon, at maturity or upon prior redemption, or otherwise, any amount then remaining in said "Special Renewal Notes Interest Account" shall be paid over by the escrow agent to First Security National Bank and Trust Company of Lexington, Lexington, Kentucky, as Trustee for the holders of the Board's Consolidated Educational Buildings Revenue Bonds, and for deposit by the Trustee in the "Consolidated Educational Buildings Project Bond and Interest Sinking Fund"; provided, however, that in the event the Board (with the approval and concurrence of the Commission) shall see fit to issue other renewal notes at that time, the said escrow agent may be directed to transmit such remaining balance in the "Special Renewal Notes Interest Account" to another escrow agent similarly designated in connection with the issuance of such other renewal notes.

Section 1.06. As provided in the "Form of Revenue Bond Anticipation (Renewal) Note" hereinabove prescribed, the Board and the Commission hereby covenant and agree with the holders of the Renewal Notes that in the event the Board's "Consolidated Educational Buildings

Revenue Bonds, Series C and Series D" (or either of said Series), are sold and delivered in such manner that the proceeds thereof will be available more than ninety (90) days prior to December 12, 1969, the Board and the Commission will solicit tenders of the outstanding Renewal Notes, to the amount of the moneys so made available for purchase and retirement thereof, such tenders to be upon terms not exceeding the face amount of the Renewal Notes with interest at the rate or rates respectively applicable thereto, to the date of surrender and payment. In the event the amount available (by reason of the sale of one of said Series but not both thereof), shall be insufficient to purchase and retire all Renewal Notes which may be tendered pursuant to such solicitation, the Board and the Commission reserve the right to accept tenders most advantageous to the Board and the Commission. Such solicitation of tenders will be addressed by ordinary mail to the original purchasers of the Renewal Notes, and to any subsequent transferee thereof if the name and address of such transferee has been filed with the Paying Agent designated therein, and not otherwise. Nevertheless in the event such tenders are solicited from the known holders of the outstanding Renewal Notes, the Board and the Commission will entertain tenders from the holder or holders of any of the outstanding Renewal Notes, if received in accordance with the conditions set forth in the solicitation of tenders.

Section 1.07. The Board acknowledges that by reason of its previously declared purpose to undertake a substantial program of construction and reconstruction of buildings and necessary appurtenant facilities on the main campus of the University at Lexington, Kentucky, to finance the same (to the extent funds are not otherwise available) through the issuance of one or more Series of its Consolidated Educational Buildings Revenue Bonds, and, if necessary or desirable, to provide interim financing in anticipation of the issuance of such Revenue Bonds (as set forth in a certain resolution which was adopted by the Board on January 20, 1967), the Commission, acting through the Commissioner of Finance of the Commonwealth as its duly authorized member and agent, has complied with the requirements of Section 56.513 of the Kentucky Revised Statutes by soliciting proposals for the interim financing herein authorized from at least three (3) responsible lenders; and is hereby requested, in the exercise of its discretion, to designate said Commissioner to join with the Board or its Executive Committee in selecting from among the proposals received those which are deemed the best thereof, consistent with sound financial practices. The Board hereby ratifies, confirms and adopts the actions and procedures so taken on its behalf.

Section 1.08. Upon the Board's issuance of the Series C and Series D Bonds which have heretofore been authorized, all interest coupons appurtenant to said Bonds and which are past due at that time

shall be detached and cancelled by the Trustee; or, as a permissible alternative, the printer may be instructed not to prepare such then past due interest coupons, in which event the printer shall be required to furnish to the Trustee its certificate to that effect.

Section 1.09. Notwithstanding the authority contained in Section 56.513 of the Kentucky Revised Statutes to issue renewal notes without limitation as to the number of renewals, the Board covenants and agrees that it will not, in any event, undertake to issue Revenue Bond Anticipation Notes for the purpose of renewing all or any part of the Renewal Notes authorized herein more than one more time. The Board declares its present intention to offer at public sale its Consolidated Educational Buildings Revenue Bonds, Series C and Series D, and to issue such Bonds at the date of maturity of the Revenue Bond Anticipation (Renewal) Notes which are herein authorized, or as close to said date as may be feasible; and the covenant set forth in this Section is made in order that prospective purchasers of the Renewal Notes need not be concerned that the Board may propose to renew such notes indefinitely.

Section 1.10. Wherever in the Series C and Series D Resolution, or herein, references are made to investment of moneys in Certificates of Deposit, the same shall be eligible for such investment only (a) if issued by a bank or trust company which is a member of Federal Deposit Insurance Corporation, and (b) if secured by a valid

pledge of obligations of, or fully guaranteed as to principal and interest by, the United States Government, having at all times an aggregate market value, exclusive of accrued interest, at least equal to the face amount of each certificate; provided, however, the requirement that security be given may be waived in the case of Certificates of Deposit issued by banks or trust companies having combined capital and surplus exceeding Fifty Million Dollars (\$50,000,000), according to the most recent financial report required by supervisory authorities.

ADOPTED October 22, 1968.

(SEAL)

ATTEST:

S/Ralph J. Angeleucci

Chairman or Vice-Chairman

Board of Trustees

University of Kentucky

S/Sam Ezelle
Secretary

CERTIFICATION

The undersigned, Secretary of the Board of Trustees of the University of Kentucky, Lexington, Kentucky, hereby certifies that the foregoing is a true and complete copy of a resolution duly adopted by the said Board of Trustees at a meeting held on the 22nd day of October, 1968, and that the same is in full force and effect.

WITNESS my signature and the seal of said Board, this ____ day of October, 1968.

(SEAL)

S/Sam Ezelle

Secretary, Board of Trustees,
University of Kentucky

The motion for the adoption of the said Resolution was seconded by Mr. Robert Hillenmeyer. After full discussion, the chairman put the question and upon call of the roll, the vote was recorded as follows:

Voting "Aye": Dr. Ralph Angelucci, Mr. William R. Black, Mrs. Rexford Blazer, Mr. Smith Broadbent, Governor A. B. Chandler, Mr. Richard E. Cooper, Dr. Harry Denham, Mr. George Griffin, Mr. Robert Hillenmeyer, Dr. N. N. Nicholas.

Voting "Nay": None.

The chairman then announced that the Resolution had been duly adopted and was in full force and effect.

Dr. Harry Denham thereupon introduced, caused to be read and moved immediate acceptance and approval of the form of the Invitation to Submit Proposal and the Official Statement Relating to the Issuance and Sale \$33,200,000 Bond Anticipation Notes dated December 12, 1968 as follows:

Re: University of Kentucky
Lexington, Kentucky
\$33,200,000 "Revenue Bond Anticipation (Renewal) Notes," to be dated
December 12, 1968, and to mature December 12, 1969

INVITATION TO SUBMIT PROPOSAL

_____, 1968

Gentlemen:

You have been determined to be a "responsible lender" within the meaning of Section 56.513 of the Kentucky Revised Statutes, and as such you are among a limited number of lenders who have been provided tentative drafts of an "Official Statement" and other information relative to the prospective sale by the Board of Trustees of the University of Kentucky (the "Board") and the State Property and Buildings Commission of Kentucky (the "Commission") of the Revenue Bond Anticipation (Renewal) Notes (the "Notes"), which are identified as above.

You are advised that the Executive Committee of the Board (having full authority in the matter) will convene in the Board Room, in the Administration Building at the Main Campus of the University in Lexington, Kentucky, on the ____ day of _____, 1968, at the hour of _____, Eastern Standard Time, for the purpose of considering proposals for the purchase of all of the Notes, or permissible blocks thereof, upon the terms and conditions hereinafter set forth. You are invited to submit one or more proposals, which may be

- (a) wholly in writing, and complete in all details, or
- (b) in writing over your signature, but containing blanks which you may complete by telegraphic communication, or
- (c) in writing over your signature, but containing blanks which you may complete by telephone providing your authorized representative is identified to the satisfaction of the Commissioner of Finance of Kentucky, or his deputy, or
- (d) wholly by telephone, providing your authorized representative is identified to the satisfaction of the Commissioner of Finance of Kentucky, or his deputy.

You may arrange, in advance, a satisfactory means of identification, if such is your pleasure.

In any event, the Board, its Executive Committee, and the Commissioner of Finance, will undertake no responsibility for your completion, or delivery, of your proposal by the specified time, notwithstanding failure or delay in the mail, or failure in any other form of communication.

Proposals will be received for the entire \$33,200,000 of Renewal Notes, or for blocks thereof in amounts not less than \$100,000 each, and in a multiple of \$5,000, and in your proposal you may state whether or not you are willing to accept, on the same terms, an additional amount of the Renewal Notes, up to a stated limit, if necessary to effect a sale of all of the Renewal Notes.

The Board reserves the right to waive informalities and irregularities which it may deem to be immaterial (with respect to time or otherwise), to reject any or all proposals for any reason which it may deem to be sufficient, to award less than all of the Renewal Notes, and to award to any bidder less than all of the Renewal Notes offered to be purchased (but not less than \$100,000 in any case).

All of the Renewal Notes will be dated as of December 12, 1968, and delivery will be tendered to all successful purchasers on the date of

the Renewal Notes, or as soon thereafter as circumstances may permit, at a financial institution in New York, New York, to be selected by the Commissioner of Finance. The time and place of delivery will be furnished to all purchasers as soon as determinable. If, despite efforts to deliver on the date of the Renewal Notes, there should be an unavoidable delay, the purchasers will be required to pay accrued interest to delivery. All Renewal Notes will mature December 12, 1969, subject to redemption without premium on December 11, 1969.

Each purchaser shall make payment in New York Clearing House Funds by means of a check certified by a bank or trust company satisfactory to the Commissioner of Finance, or by a cashier's, treasurer's or official check of such a bank or trust company, payable to the Treasurer of the Commonwealth of Kentucky.

Each proposal shall contain an offer to purchase a permissible block of the Renewal Notes, shall offer to pay therefor not less than ninety-nine and three-fourths per cent (99.75%) of the face amount, and shall stipulate an interest rate, or more than one interest rate, each a multiple of one hundredth (1/100) of one (1) per cent. If more than one interest rate is stipulated, the amount of Renewal Notes to bear each rate should be made clear. No interest rate may exceed six per cent (6%) per annum, and the average interest cost, or sole interest rate, may not exceed six per cent (6%), computed from date to maturity, according to standard tables.

Each proposal may contain a nomination of a bank or trust company in New York, New York, and it is the purpose of the Board to designate the nominee of the purchaser awarded the greatest dollar amount of the Renewal Notes, the same to be named as the place of payment of all of the Renewal Notes.

Each proposal may stipulate how many Renewal Notes are desired, and the denominations desired, in multiples of \$5,000 each. A proposal will not be deemed incomplete if denominations are omitted, and will not be disqualified by reason of this omission. However, upon being advised that Renewal Notes have been awarded, a bidder will be required to furnish desired denominations within such time as the Commissioner of Finance may allow; otherwise Renewal Notes will be tendered in the denomination of \$5,000 each.

Comparison of proposals will be upon the basis of interest cost to the Board; and the Board intends to accept the best proposal or proposals to the full amount of the Renewal Notes therein offered to be purchased; thereafter, the next best to the full amount thereof, and so on until all the Renewal Notes are awarded -- but subject, nevertheless, to the reserved right to reject purchase proposals.

If a bidder is awarded less than the amount of Renewal Notes offered to be purchased, the stipulated purchase price will be prorated; and if a single proposal contains an offer to purchase stated amounts of Renewal Notes at different interest rates, the Board expressly reserves the right to accept the offer to the extent one or more rates are stipulated, while rejecting the proposal in other respects.

If you do not desire to submit a proposal, advance notice to the Commissioner of Finance will be appreciated.

All communications will be held in the strictest confidence, no matter how submitted, until the hour hereinabove stated.

Proposals, if in writing or by telegraph, should be addressed as follows:

Mr. Robert F. Kerley
Vice President and Treasurer
University of Kentucky
Lexington, Kentucky 40506

Proposals submitted or completed by telephone may be placed as follows (but at the risk of the bidder as to availability of circuits, prior calls, etc.):

Mr. Robert F. Kerley
Vice President and Treasurer
University of Kentucky
Lexington, Kentucky
Telephone: 258-9000

Your proposal may be submitted with the understanding that if any of the Renewal Notes are awarded to you, there will be delivered to you at the time of delivery of the Notes, without expense on your part, the unqualified legal opinion of Grafton, Ferguson, Fleischer & Harper, Bond Counsel, Louisville, Kentucky, to the effect (a) that all proceedings preliminary to the issuance of the Renewal Notes have been conducted and completed according to the Constitution and laws of the Commonwealth of Kentucky by all parties required to act in that connection; (b) that the Renewal Notes are in due form of law and are valid and legally binding in accordance with the import thereof; (c) that the Consolidated Educational Buildings Revenue Bonds, Series C and Series D, referred to in the Renewal Notes, have been lawfully and properly authorized and may be issued within the conditions and restrictions prescribed in the Resolution adopted by the Board of Trustees of the University of Kentucky on September 20, 1960, and (d) that at the time of delivery of the Renewal Notes such Bond

Counsel is unaware of any visible impediment to the issuance, sale and delivery of said Bonds, other than the ordinary hazards of marketability.

Yours very truly,

/s/ Albert Christen

Albert Christen
Commissioner of Finance of Kentucky,
Acting for the State Property and
Buildings Commission of Kentucky
and the Board of Trustees of the
University of Kentucky

OFFICIAL STATEMENT

Relating to the Issuance and Sale of

\$33,200,000

BOND ANTICIPATION NOTES

Dated December 12, 1968

Relative to

\$33,643,000

UNIVERSITY OF KENTUCKY

CONSOLIDATED EDUCATIONAL BUILDINGS REVENUE BONDS

Dated November 1, 1967

\$33,200,000
BOND ANTICIPATION NOTES

Relative to
\$33,643,000

UNIVERSITY OF KENTUCKY
CONSOLIDATED EDUCATIONAL BUILDINGS REVENUE BONDS

Dated December 12, 1968

Due December 12, 1969.

Subject to prior redemption as a whole, but not in part, on the 11th day of December, 1969, upon terms of the principal amount, plus accrued interest and without premium or additional interest, upon publication of a "Notice of Redemption" at least thirty days prior to the redemption date in a newspaper of general circulation published in Kentucky and a financial journal of national circulation published in New York City. .

Principal and Interest (December 12, 1969) payable at _____
_____. Coupon notes in various denominations as
specified by the purchaser, non-registrable.

Interest exempt, in the opinion of Bond Counsel, from present Federal Income Taxes, Kentucky Income Taxes, and Kentucky Ad Valorem Taxes, under Existing Statutes, Regulations, and Court Decisions.

LEGAL OPINION - GRAFTON, FERGUSON, FLEISCHER & HARPER, ATTORNEYS
LOUISVILLE, KENTUCKY

PRINCIPAL AMOUNT OFFERED: The University will not issue notes in excess of authorized face amount of \$33,643,000 of the Series C & D Consolidated Educational Buildings Revenue Bonds, hereinafter described in an Official Statement attached hereto and made a part hereof. The University may, at its option, issue notes for less than the total Series C & D face amount depending upon offers received and determinations as to cash requirements. For purposes of this Official Statement, and as an initial offer on the part of the University, the University proposes to sell in whole or in parts all of an issue of \$33,200,000 of Bond Anticipation Notes, based upon the following cash requirements:

Basic Construction, Architects Fees and Contingencies-----\$29,751,086.00

Estimated Capitalized Interest, Legal, Fiscal and Administrative-- 3,448,914.00
\$33,200,000.00

SECURITY: The principal amount of these notes is payable solely from the proceeds received from the sale of Revenue Bonds or another issue of notes. The issuance of notes is limited by terms of the indenture to two one-year issues in addition to this issue, requiring that an issue of notes maturing December 12, 1970, if such issue is sold and delivered, must be redeemed solely from the proceeds of the issuances of Series C & D Bonds. Interest on these notes will be capitalized in full and, in the event the notes cannot be redeemed for any reason, interest shall accrue subsequent to the scheduled date of maturity at 6% per annum on all unpaid principal and interest.

Funds not immediately required for construction purposes shall be deposited in an account styled "Revenue Bond Anticipation Notes - Proceeds Account" and one year's interest shall be deposited in an account styled "Revenue Bond Anticipation Notes - Interest Account." These funds may be invested and income from these investments, together with surplus student fees pledged to the Consolidated Educational Buildings Project, may be used for the payment of interest on notes where it is not otherwise provided.

AUTHORITY: These notes are being issued pursuant to the provisions of KRS 56.513 and resolutions of the Board of Trustees of the University of Kentucky adopted on November 10, 1967, and October 22, 1968.

THE SERIES C & D BONDS: These notes are being issued in anticipation of the later sale of \$33,643,000 of University of Kentucky Consolidated Educational Buildings Revenue Bonds, Series C & D. Series C will be issued in the face amount of \$4,393,000 in accordance with a loan agreement with the United States Department of Health, Education and Welfare in which this agency agrees to bid a 3% coupon for the bonds at the time of their public sale. HEW agrees to take up these bonds when the project (Classroom Office Building for the College of Arts and Sciences) is 80% complete. It is presently estimated that this stage of completion will be reached in March of 1969.

Series D will be issued in the face amount of \$29,250,000 at an interest rate to be determined by the best bidder at a public advertized sale. Considerations as to market conditions will determine the exact date of sale of these bonds.

For a further description of the Series C & D Bonds and a general description of the University and its Consolidated Educational Buildings Project, see the Official Statement related to these issues which constitutes a part of this Statement and is attached hereto.

UNIVERSITY OF KENTUCKY

S/Ralph J. Angelucci
Chairman or Vice Chairman
Board of Trustees

ATTEST:

s/Sam Ezelle
Sam Ezelle

Secretary of the Board of Trustees

OFFICIAL STATEMENT

Relating to the Issuance and Sale of

\$33,643,000

UNIVERSITY OF KENTUCKY

CONSOLIDATED EDUCATIONAL BUILDINGS REVENUE BONDS

SERIES C & D

Dated November 1, 1967

Due May 1, 1969-2007, Inclusive

\$33,643,000
UNIVERSITY OF KENTUCKY
CONSOLIDATED EDUCATIONAL BUILDINGS REVENUE BONDS
SERIES C & D

Dated November 1, 1967

Due May 1, 1969-2007, inclusive

Bonds maturing in the years 1969-1980, inclusive, are not subject to redemption prior to maturity. Bonds maturing May 1, 1981, and thereafter, are subject to redemption prior to maturity in inverse order of their maturities (less than all of a single maturity to be selected by lot) on May 1, 1980, on any interest payment date thereafter, at the principal amount thereof and accrued interest to the date of such redemption, plus a premium per \$1,000 principal amount of bonds so called for redemption as follows:

<u>If Redeemed:</u>	<u>Series C</u>	<u>Series D</u>
On and after May 1, 1980, and prior to May 1, 1985	\$30.00	\$30.00
On and after May 1, 1985, and prior to May 1, 1990	20.00	20.00
On and after May 1, 1990, and prior to May 1, 1995	10.00	10.00
On and after May 1, 1995, and prior to May 1, 2000	Par	5.00
On and after May 1, 2000, and prior to final maturity		Par

Principal and Interest (May 1 and November 1, First Coupon May 1, 1968) payable at First Security National Bank and Trust Company of Lexington, Lexington, Kentucky, as Trustee, or, at the option of the holder, at the principal office of the Chemical Bank New York Trust Company, New York, New York. Coupon bonds in the denomination of \$5,000 (with the exception of Bonds Nos. 1, 2, and 3 of Series C, which shall be in the denomination of \$1,000 each), all bonds registrable as to principal only.

Interest Exempt, in the Opinion of Bond Counsel, from Present Federal Income Taxes under Existing Statutes, Regulations and Court Decisions.

In the Opinion of Bond Counsel, Interest Exempt from Present Kentucky Income Taxes and Principal Exempt from Kentucky Ad Valorem Taxes.

These \$33,643,000 Consolidated Educational Buildings Revenue Bonds, Series C & D, are being issued to provide funds (to the extent not otherwise provided) for the construction of new buildings (new classroom, faculty and administration office building for the College of Arts and Sciences, a new laboratory-office for the Nutritional Sciences program; three parking buildings to provide approximately 2,000 parking spaces required as appurtenances to the heart of the Academic Campus and the Medical Center) and the substantial reconstruction, enlargement or completion of existing buildings at the Main Campus of the University at Lexington, Kentucky, and appurtenant facilities, all of which, when completed, will constitute parts of the Consolidated Educational Buildings Project. The Bonds are being issued pursuant to the provisions of Section 162.340 et seq., of the Kentucky Revised Statutes and in accordance with the provisions of the Series C & D Resolution adopted by the Board of Trustees of the University of Kentucky on November 10, 1967, pursuant to the terms of a Resolution adopted by said Board on September 20, 1960. These Series C & D Bonds, together

with the now outstanding Series A Bonds and Series B Bonds and additional parity bonds that may hereafter be issued under the terms of the Resolution, are secured by the terms of the Resolution and the Series Resolutions supplemental thereto, and are payable from and constitute a paramount charge on the Revenues of the Consolidated Educational Buildings Project of the University of Kentucky (of which the aforementioned Buildings are a part), created and established under the Resolution. The Revenues of the Project are derived through the imposition and collection of a Student Registration Fee from all students attending the University, as herein set forth. As further security for the Bonds and the coupons appertaining thereto, a statutory mortgage lien upon the Project is created and granted by Sections 162.350 and 162.200 of the Kentucky Revised Statutes.

AMOUNTS AND MATURITIES

Amount			Amount		
Series C	Series D	Due	Series C	Series D	Due
\$103,000	-	1969	\$185,000	\$615,000	1989
105,000	\$255,000	1970	190,000	645,000	1990
110,000	270,000	1971	195,000	675,000	1991
110,000	285,000	1972	200,000	710,000	1992
115,000	295,000	1973	205,000	745,000	1993
120,000	310,000	1974	215,000	775,000	1994
125,000	325,000	1975	220,000	815,000	1995
125,000	340,000	1976	225,000	850,000	1996
130,000	355,000	1977		1,125,000	1997
135,000	370,000	1978		1,180,000	1998
140,000	390,000	1979		1,235,000	1999
140,000	410,000	1980		1,295,000	2000
145,000	425,000	1981		1,355,000	2001
150,000	445,000	1982		1,420,000	2002
155,000	470,000	1983		1,485,000	2003
160,000	490,000	1984		1,555,000	2004
165,000	515,000	1985		1,625,000	2005
170,000	540,000	1986		1,705,000	2006
175,000	565,000	1987		1,795,000	2007
180,000	590,000	1988			

The issuance of these bonds and all legal matters incident thereto are subject to approval by Grafton, Ferguson, Fleischer & Harper, Attorneys, Louisville, Kentucky.

OFFICIAL STATEMENT
of
THE BOARD OF TRUSTEES OF THE UNIVERSITY OF KENTUCKY
relating to its
UNIVERSITY OF KENTUCKY
CONSOLIDATED EDUCATIONAL BUILDINGS REVENUE BONDS
SERIES C & D

Lexington, Kentucky
November , 1968

With reference to \$33,643,000 University of Kentucky Consolidated Educational Buildings Revenue Bonds, Series C & D, (the Bonds), as described on the cover page, which is considered a part hereof, this Official Statement is being distributed by the Board of Trustees of the University of Kentucky (the Board of Trustees or the Board) to furnish pertinent information to all who may become purchasers of such Bonds.

THE UNIVERSITY OF KENTUCKY

The University of Kentucky (the University), located at Lexington, Fayette County, Kentucky, began as a part of Kentucky University under a cooperative plan authorized by the legislature in 1865. The purpose of this plan was to unite sectarian and public education under one organization and this experiment was tried for a number of years. In the meantime, federal funds authorized under the Morrill Act were used to develop agriculture and mechanic arts in Kentucky University. In 1878, when the people of Kentucky decided to establish a state institution of higher learning, the College of Agriculture and Mechanic Arts was separated from Kentucky University and reestablished on land given by the City of Lexington and the County of Fayette. In 1908 the legislature changed the name of the institution to the State University of Kentucky and gave it additional financial support. In 1916 the name was changed to the University of Kentucky, and additional maintenance was arranged by legislative act. The University is a land-grant college, established by the Morrill Act of 1862, and receives federal assistance under provisions of this and subsequent laws relating to the teaching of agriculture and the mechanic arts and the provision of agricultural experiment stations and extension services in agriculture and home economics.

The governing body of the University is the Board of Trustees of the University of Kentucky, consisting of the Governor of the Commonwealth, the State Superintendent of Public Instruction, and the State Commissioner of Agriculture, ex officio, and twelve members appointed by the Governor, three of whom are alumni of the University. The government of the University is vested in the Board, and the Board has general supervision of lands, buildings, and other properties of the College and, subject to the statutes of the Commonwealth of Kentucky, control of all expenses therefor.

The major function of the University is that of instruction. For the performance of this function it is organized into the College of Arts and Sciences, the College of Agriculture and Home Economics, the College of Engineering, the College of Law, the College of Education, the College of Business and Economics, the College of Pharmacy, the College of Medicine, the College of Nursing, the College of Dentistry, the Graduate School, and Extended Programs. The academic year of the University is divided into two

semesters of approximately eighteen weeks each and a summer session of eight weeks.

The University plant, valued at more than \$155,000,000, includes some 82 major buildings on the 315-acre campus at Lexington, eight farms having a total of 17,575 acres, and seven outstate Community Colleges each offering two years of college work. A recently completed General Development Plan made by and for the University indicates a proposed expansion of the main campus to about 641 acres in coming years. Total income of the University for the fiscal year ended June 30, 1968, amounted to \$73,776,444.00 and was realized from the following sources:

State Appropriations-----	\$41,912,400.00
Federal Appropriations-----	5,139,811.00
Student Fees-----	6,808,118.00
Gifts, Grants, and Investment Income-----	2,944,901.00
Hospital and Clinics-----	4,419,892.00
Student Aid-----	1,234,158.00
Sales and Services-----	2,983,950.00
Housing, Dining, and Other Auxiliary Operations-----	8,333,214.00

ENROLLMENT

The following schedule indicates the Fall Semester total student enrollment at the campus in Lexington for each of the academic years 1958-59 through 1968-69:

<u>Academic Year</u>	<u>Fall Semester Enrollment</u>
	<u>Full-time Students Enrolled on Campus at Lexington</u>
1958-59	7,285
1959-60	7,021
1960-61	6,791
1961-62	7,568
1962-63	8,525
1963-64	8,928
1964-65	9,855
1965-66	11,095
1966-67	12,908
1967-68	13,995
1968-69	14,443

As indicated in the schedule, the University has experienced an extended period of enrollment growth. An increase in the birth rate during and after World War II, together with emphasis upon higher education as a part of national policy, indicates that the trend of enrollments at the University will continue upward during the next decade and a half. Using regional and national surveys of future college age population and historic enrollment data as bases, the University has projected estimated Fall semester full-time student enrollment at its Lexington Campus for the academic years 1969-70 through 1974-75, as shown in the tabulation below. In estimating future enrollments at the University, consideration has been given to the need for additional classroom, dormitory and dining facilities necessary to meet such enrollment increases. The physical plant of the University is being rapidly expanded, and it is planned that such expansion will continue during the next several years. The seven-year enrollment projection for the University is set forth in the following tabulation:

<u>Academic Year</u>	<u>Estimated Full-Time Student Enrollment at Lexington Campus</u>
1969-70 -----	15,237
1970-71 -----	16,075
1971-72 -----	16,959
1972-73 -----	17,892
1973-74 -----	18,876
1974-75 -----	19,914

(Figures Projected @ 5.5%)

Approximately 23.1% of the students enrolled in the University are non-residents of Kentucky, and it is anticipated that the percentage of non-resident enrollments will remain at this level in future years.

CONSOLIDATED EDUCATIONAL BUILDINGS PROJECT

There are located on the campus of the University some 82 buildings which house the activities of the University. These buildings include educational and administrative facilities, athletic facilities, dormitories, and student center and recreation facilities. In 1960 the Board of Trustees determined that the anticipated increased enrollment in the University would require the continued expansion of the physical plant of the University over the course of the next several years, particularly the expansion of facilities for educational and administrative purposes. The Board further determined that the erection of such facilities for educational and administrative purposes would require the borrowing of money by the issuance of bonds payable solely from the revenues of buildings thereafter erected and the educational buildings then located on the Lexington campus of the University. For the purpose of securing bonds issued to finance the erection from time to time of needed educational buildings, the Board by Resolution

adopted on September 20, 1960, established and created a Consolidated Educational Buildings Project (the Project) consisting of all educational buildings and necessary appurtenances theretofore erected and located on the property of the University in Fayette County, Kentucky, and all educational buildings and necessary appurtenances thereafter erected upon such property from available funds of the Board or from the sale of Bonds, excluding all housing buildings and facilities of the University, and all buildings and facilities exclusively for athletics, as distinguished from those which are, or may be, wholly or principally for physical education.

Pursuant to the provisions of said Resolution and the Series A Resolution, also adopted on September 20, 1960, the Board has heretofore issued \$8,000,000 of its Consolidated Educational Buildings Revenue Bonds, Series A, to provide funds for the erection of the Chemistry-Physics Building and for the erection of a new Library Building. Erection of the Chemistry-Physics Building and the Library Building have been completed and such buildings are now a part of the Consolidated Educational Buildings Project. \$7,500,000 Series B Bonds, pursuant to the September 20, 1960, Resolution and the Series B Resolution adopted on April 26, 1963, were issued to provide funds for the erection of a new College of Education Building, a nuclear accelerator as an appurtenance to the existing Chemistry-Physics Building, a Law Building, English Building, and Business and Economics Building, and such buildings are also now a part of the Consolidated Educational Buildings Project.

Proposed Facilities: The University proposes to expand its Consolidated Educational Buildings Project by the erection of the facilities listed, together with associated project costs, as follows:

SCHEDULE 1

(Referred to in and made a part of a certain Resolution adopted by the Board of Trustees of the University of Kentucky at a meeting held on January 20, 1967). Revised by the Board of Trustees on November 10, 1967.

PART 1 - Projects heretofore authorized, in the course of planning, and anticipated to be ready for the solicitation of construction bids during the calendar years 1967 and 1968.

<u>Description - Anticipated or Actual Contract Award</u>	<u>Estimated Amount to be Financed</u>
<u>Classroom-Office Building for the College of Arts and Sciences</u>	<u>\$ 10,940,086.00</u>
Total Estimated Cost	\$12,700,000
Less HEW Title I Grant \$ 630,844	
HEW Title II Grant <u>1,129,070</u>	<u>1,759,914</u>

This project consists of classroom and office facilities to house the Social Sciences and other non-laboratory activities of the College of Arts and Sciences and is comprised of an office tower and a related low rise classroom structure. (3-17-67)

<u>Laboratory-Office Building for the Agricultural Sciences Program</u>	4,000,000.00
This project will provide office and laboratory space designed to accommodate the University's Animal Sciences Program. (10-1-68)	

Appurtenant Facilities - Parking Structures \$ 4,200,000.00

This project will consist of three parking buildings, including access ramps and malls, to provide approximately 1,900 parking spaces needed to serve the core of the academic campus and the Medical Center. One structure will provide space for the main campus Telephone Exchange. (3-1-68 5-1-68 9-1-68)

Appurtenant Facilities - Cooling Plant #2 and Chilled Water Distribution System 1,500,000.00

At this time air-conditioning is provided separately for certain buildings or by window air-conditioning units. This project will provide a central source and distribution system for air-conditioning of the Main Campus at Lexington, thereby avoiding the inefficiency and high cost of the present installations. (3-1-68)

Appurtenant Facilities - Electrical Substation and Underground Distribution System 300,000.00

At this time the central campus is served by an obsolete and over-loaded electrical distribution system. This project will provide a new electrical energy source and distribution system for a portion of the central campus. (3-1-68)

Appurtenant Facilities - For the University's Physical Education and Recreation Program 275,000.00

Construction of certain of the new buildings will require use of campus space now used, in part, for outdoor aspects of the physical education and recreation complex. This project will provide 9 new tennis courts designed to serve the University's instructional program in physical education. (7-14-67)

Appurtenant Facilities - Ingress and Egress 221,000.00

Construction of new buildings in areas of the main campus not presently accessible to traffic require this project, which consists of 2,400 lineal feet of 4-lane roadway to provide ingress and egress to the southern area of the main campus, including the Medical Center and two of the new parking structures which are described in the above Item "Parking Structures." (1-20-67)

Appurtenant Facilities - Cooling Plant 1,275,000.00

This project will constitute an expansion of the recently completed Chilled Water Plant in the Medical and Agricultural Science Centers area in order to provide air-conditioning for the new construction programmed in that area of the campus, including the new Agricultural Science Building and the Veterans Administration Hospital (10-1-68)

Total Estimated Cost \$1,500,000

Less VA Participation 225,000 \$1,275,000

<u>Appurtenant Facilities - Permanent Surface Parking</u>	\$ 185,000.00
This project will consist of a permanent surface parking area which will accommodate 750 cars designed to serve the University's Physical Education-Recreation Complex. (2-15-68)	
<u>Appurtenant Facilities - Pedestrian Access and Lights</u>	275,000.00
This project will consist of the installation of pedestrian malls and related lighting urgently needed to provide adequate and safe access to a number of the University's academic facilities. (3-15-68)	
<u>Appurtenant Facilities - Ingress and Egress</u>	130,000.00
This project will provide for the construction of additional roadways in the Medical and Agricultural Science Centers area in order to adequately serve the existing medical facilities and the new construction programmed for that area, including the Agricultural Science Building, Veterans Administration Hospital, and Parking Structure #1. (2-15-68)	
<u>Laboratory, Office, and Studio Facilities - University wide</u>	2,500,000.00
This project will consist of new buildings to provide office, laboratory, and studio space and facilities suitable for use in expanding programs of the Colleges of Arts and Sciences, Fine Arts, Medicine, Pharmacy, and Engineering. (3-1-68)	
<u>Complete Interior Reconstruction of Memorial Hall</u> (6-1-68)	400,000.00
<u>Substantial Interior Reconstruction of a Portion of the Library Service Building</u>	300,000.00
Consisting of substantial reconstruction of the third floor thereof and portions of the second floor thereof, to accommodate the central accounting, purchasing, and personnel functions of the University; and in part, to accommodate the University's Physical Development Division. (12-1-67)	
<u>Substantial Reconstruction of Steam Distribution System and Addition of Auxiliary Equipment to the Existing Heating Plants</u> (11-1-67)	750,000.00
<u>Contingency</u> (11-1-67)	2,500,000.00
<u>TOTAL ESTIMATED AMOUNT TO BE FINANCED FOR THE PROJECTS LISTED IN THIS SCHEDULE 1</u>	\$29,751,086.00
Estimated Legal, Financial and Administrative, Capitalized Interest, Bond Discount	3,891,914.00
	<u>\$33,643,000.00</u>

AUTHORITY FOR ISSUE AND SECURITY

These Bonds are being issued pursuant to the provisions of Sections 162.340 et seq., of the Kentucky Revised Statutes, and a Series C & D Resolution adopted by the Board of Trustees on November 10, 1967, pursuant to the provisions of a Resolution adopted by the Board on September 20, 1960. The Resolution and the Series C & D Resolution (collectively, the Resolutions) are attached hereto as Exhibit A and Exhibit B, respectively. The Bonds will be secured pursuant to the terms of the Resolutions whereunder the First Security National Bank & Trust Company of Lexington, Lexington, Kentucky, is named Trustee for the holders of all of the Series C and Series D Bonds for the purpose of securing the payment of both the principal of and interest on the Bonds and to secure the faithful performance of the covenants and provisions contained in the Resolutions.

Said Bonds, together with the Series A & B Bonds and additional parity bonds hereafter issued and outstanding under the terms of the Resolution and subsequent Series Resolutions, are payable from and constitute a paramount charge upon the Revenues to be derived by the University from the operation of its Consolidated Educational Buildings Project. The fee imposed upon and collected from all students of the University at Lexington, Kentucky, as an incident to registration at the beginning of each semester of the regular academic year and each summer session is designated as the source of revenues of the Consolidated Educational Buildings Project. Such fee is known as the Student Registration Fee (the Registration Fee) and the Board of Trustees covenants that the same will be fixed (and if necessary revised and increased from time to time) at such rates as may be required to pay the interest on and principal of the Bonds as they respectively mature, to provide reserves therefor and to pay the operating costs of the Project to the extent they are not otherwise provided. All collections of the Student Registration Fee are to be set aside, as received, into the Consolidated Educational Buildings Project Revenue Funds and are made subject to a first lien and paramount charge for the security and source of payment of the Consolidated Educational Buildings Revenue Bonds.

As further security for the Bonds and the coupons appertaining thereto, there is created and granted by Sections 162.350 and 162.200 of the Kentucky Revised Statutes a statutory mortgage lien upon the Consolidated Education Buildings Project.

Certain pertinent provisions of the Resolutions are summarized in subsequent sections of this Official Statement.

Application of Revenues: There is created and established a special fund to be known as the Consolidated Educational Buildings Project Revenue Fund (the Revenue Fund) in the custody of the Treasurer of the Board of Trustees, separate and apart from other funds of the University. Such Revenue Fund shall be maintained so long as any of the Bonds are outstanding and unpaid as a trust fund in one or more banks which shall be members of the Federal Deposit Insurance Corporation and shall be expended and used by the Treasurer only in the manner and order specified in the Resolutions. Upon the issuance and delivery of any Bonds pursuant to the Resolutions, all Revenues

derived from the Consolidated Educational Buildings Project shall be deposited as collected in the Revenue Fund to be held and administered by the Treasurer of the Board and shall be paid out and applied for the uses and purposes set forth below.

There is created and established a special account to be known as the Consolidated Educational Buildings Project Bond and Interest Sinking Fund (the Bond Fund) to be maintained by and in the custody of the Trustee so long as any Bonds are outstanding and unpaid. The Bond Fund shall be used by the Trustee to pay interest on the Bonds as the same becomes due from time to time and to pay and retire the Bonds as they become due, or as otherwise provided in the Resolutions. From and after the issuance of any Bonds and thereafter commencing on May 1 of each year the Treasurer shall transfer from the Revenue Fund and deposit to the credit of the Bond Fund all the Revenues as and when the same are received and deposited into the Revenue Fund until there has been so deposited and paid into the Bond Fund an amount equal to the total interest and principal becoming due on or prior to the succeeding May 1 on all Bonds then outstanding plus such amount as may be provided in a pertinent Series Resolution to be deposited in the Bond Fund during such year to provide for the retirement of Bonds scheduled to mature on May 1 of any subsequent year.

For the purpose of creating and maintaining a reserve in the Bond Fund equal to the maximum Aggregate Principal, Interest and Bond Fund Charges, as such term is defined below, the amounts to be set aside into the Bond Fund shall be 125% of the amounts set forth above until such reserve is so accumulated and thereafter the same shall be resumed and continued whenever and so long as required to restore and maintain such reserve. Aggregate Principal, Interest and Bond Fund Charges is defined "as of any particular date of computation and with respect to a particular twelve month period, an amount of money equal to the aggregate of the amounts required by the provisions of the Resolution and all Series Resolutions to be paid into the Bond Fund in such twelve month period for account of the interest on all outstanding Bonds becoming due during such twelve month period and to accomplish the retirement of the principal of all outstanding Bonds at or prior to the maturity thereof."

The amounts by which the above payments exceed the Aggregate Principal, Interest and Bond Fund charges in any particular twelve month period shall be held in the Bond Fund as a reserve. Moneys in the Bond Fund in excess of the Aggregate Principal, Interest and Bond Fund Charges and the prescribed reserve may be used to purchase or redeem Bonds in advance of maturity.

Whenever all required payments into the Bond Fund have been made in any particular twelve month period ending May 1, any moneys remaining in the Revenue Fund may be used by the Board to pay the operating costs of the Project to the extent that such costs are not otherwise provided or may be used for any other lawful purpose including the purchase or retirement of Bonds in advance of maturity.

Application of Bond Proceeds: Any amounts received upon delivery of the Bonds in payment of accrued interest thereon plus a portion of the bond proceeds sufficient in the aggregate to pay all interest to accrue on the Bonds to and including November 1, 1969, shall be deposited by the Treasurer into the Bond Fund to pay interest on the Bonds during the construction of the aforementioned educational buildings and appurtenances.

There is established in the State Treasury of the Commonwealth a construction account to be designated University of Kentucky Consolidated Educational Buildings Project - Bond Proceeds Series C & D Construction Account (Construction Account). The balance of the bond proceeds after making the aforesaid deposits into the Bond Fund shall be transmitted by the Treasurer of the Board to the Treasurer of the Commonwealth for deposit in the Construction Account. Moneys in the Construction Account shall be disbursed by the Treasurer of the Commonwealth according to such inspection, audit and disbursement procedures as may from time to time be provided by law for the purpose of paying the costs (to the extent not otherwise provided) of erecting and completing the educational buildings and necessary appurtenances as described on pages 6, 7, and 8 hereof, in accordance with approved plans and specifications therefor, and only upon certification of the architect or engineer having supervision of construction, as to each disbursement, that the amount thereof has been duly earned by and is payable to the designated party or parties for materials, services and/or labor furnished pursuant to contracts duly awarded for the erection of the buildings.

Any balance remaining in the Construction Account after erection and completion of the educational buildings and appurtenances herein described and the payment of all costs in connection therewith shall be deposited in the Bond Fund; provided, however, that if proceedings are then pending or imminently contemplated for the construction or completion of one or more additional educational buildings which are or will be financed by the issuance of bonds under the Resolutions, and which may be taken into account in determining the amount of bonds to be authorized therefor, or may otherwise be applied to the proper costs thereof.

ADDITIONAL BONDS

The Board covenants and agrees that it will not hereafter create or permit the creation of or issue any bonds which will have a priority over the charge on the Revenues or the payments to be made into the Bond Fund.

Additional bonds ranking on a parity with these Bonds may be issued only for the purpose of erecting and completing educational building or buildings and necessary appurtenances, provided:

1. that at the time of the issuance of the additional bonds there is no deficiency in the amounts required to be paid into the Bond Fund.
2. that the average annual Revenues from the Project for the two fiscal years immediately preceding the issuance of the additional bonds, as indicated in a statement by the Treasurer of the Board to be filed with the Trustee, was equal to not less than 1.25 times the maximum Aggregate Principal and Interest and Bond Fund Charges in any succeeding twelve month period ending May 1 on the bonds then outstanding and the additional bonds proposed to be issued. For the purpose of computing average annual Revenues, the Treasurer shall make an adjustment in the amount of annual Revenues to reflect any increase or decrease in the Student Registration Fee being imposed at the time for the services of the Project.

The issuance of such additional bonds shall be pursuant to the terms of an appropriate Series Resolution adopted by the Board in accordance with the provisions of the Resolution

COVENANTS OF THE BOARD OF TRUSTEES

The Board of Trustees covenants with the holders of the Bonds, among other things, the following:

1. that it will establish, maintain and collect, so long as any Bonds are outstanding, such Student Registration Fees for the services of the Project as may be necessary (1) to pay the interest on and principal of the Bonds as they respectively mature, to provide reserves therefor and (2) to pay the operating costs of the Project to the extent they are not otherwise provided. In order to assure full and continuous performance of this covenant with a margin for contingencies and temporary unanticipated reduction in Revenues the Board further covenants and agrees to establish, maintain and collect such Student Registration Fees as well as produce Revenues in each twelve month period ending May 1 equal to at least 110% of the current Aggregate Principal, Interest and Bond Fund Charges.
2. that while any of the Bonds are outstanding it will, except as hereinbefore set forth under "Application of Revenues," pay the current operating costs of the Project from available funds other than the Revenues derived from the Project.
3. that it will procure and maintain to the extent available, fire and extended coverage insurance on the Project in amounts sufficient to provide for not less than full recovery whenever the loss from causes covered by such insurance does not exceed 80% of the full insurable value of the Project.
4. that unless provision is otherwise made by law for disposition by the Commonwealth of Kentucky of claims made against the University for bodily injury and/or death which may arise from operations of the Board, it will, if such insurance is not already in force, procure and maintain public liability insurance with limits of not less than \$500,000/\$100,000 to protect the Board from claims for bodily injury and/or death which may arise from the operations of the Board, including any use or occupancy of its grounds, structures and vehicles.
5. that it will keep accurate financial records and proper books relating to the Project; that such records and books shall be open to inspection by the bondholders and their agents and representatives; and, that not later than 90 days after the close of each fiscal year it will furnish to the Trustee, and to any bondholder who shall request the same in writing, copies of audit reports prepared by an independent certified public accountant or a firm of such accountants, who shall be satisfactory to the Trustee, or by an appropriate State auditing official, reflecting in reasonable detail the financial condition and record of operation of the

University, the Project, and the pledged Revenues during the preceding fiscal year.

6. that it will at all times maintain, preserve and keep the Project and every part thereof in good condition, repair and working order, and will from time to time make all needful and proper repairs, replacements, additions, betterments and improvements so that the operations and business of the Project shall at all times be conducted efficiently, properly and advantageously.
7. that whenever any portion of the Project shall have been worn out or destroyed or shall have become obsolete, inefficient or otherwise unfit for use, the Board will procure and install substitutes of at least equal utility and efficiency, so that the value and efficiency of the Project will at all times be fully maintained.
8. that it will faithfully observe, do and perform all of its agreements and obligations provided for by the Bonds and the Resolutions.

ESTIMATED INCOME

Student Registration Fee: The Board of Trustees with the approval of the Kentucky Council on Public Higher Education has established a schedule of Student Registration Fees to be imposed, charged and collected for the services of the Project from all students attending the University. The present schedule of fees which became effective September 1, 1968, are as follows, after deducting non-pledged Student Center and Activity Fee.

Registration Fee Full-Time Students

All Colleges of the University except the College of Dentistry and the College of Medicine

Semester Registration Fee for Resident Students -----	\$ 121.75
Semester Registration Fee for Non-Resident Students--	471.75
Summer School Registration Fee for Resident Students-	74.00
Summer School Registration Fee for Non-Resident Students	254.00

College of Dentistry and College of Medicine

Annual Registration Fee for Regular Academic Year of 2 Semesters - Resident Students-----	563.50
Annual Registration Fee for Regular Academic Year of 2 Semesters - Non-Resident Students-----	1,463.50

Revenues of Project: The proceeds received by the University from the imposition and collection of the Student Registration Fee for each of the years 1963-64 through 1967-68 are set forth in the tabulation below. The tabulation does not include the proceeds derived from a variety of "incidental and miscellaneous fees" charged and collected from students attending the University. No part of the proceeds of any

"Incidental and miscellaneous fees" are pledged as Revenues of the Project or to the security of the Bonds.

SUMMARY OF INCOME FROM STUDENT REGISTRATION FEE

Academic Year	Total of Registration Fees Collected
1963-64 -----	\$2,037,735
1964-65 -----	2,396,342
1965-66 -----	3,491,375
1966-67 -----	4,595,683
1967-68 -----	4,981,410

On the basis of the Student Registration Fee becoming effective September 1, 1968, it is estimated that the proceeds to be derived from the Registration Fee (which will be the Revenues of the Project) for each of the academic years 1968-69 through 1974-75 will be as set forth in the following tabulation:

ESTIMATED COLLECTIONS OF STUDENT REGISTRATION FEE (Revenues of the Project)

Academic Year	Estimated Total of Collections of Registration Fee
1968-69	\$5,236,600
1969-70	5,498,430
1970-71	5,773,352
1971-72	6,062,019
1972-73	6,365,119
1973-74	6,683,337
1974-75	7,017,503

COVERAGE OF DEBT SERVICE REQUIREMENTS

This tabulation of coverage of debt service requirements as set forth below is based on the schedule of annual debt service for the Consolidated Educational Buildings Project Bonds as shown on page 15.

Estimated Maximum Annual Debt Service Requirement (1985) -- \$2,997,717.50 .

1967-68 Project Revenues -----	4,981,410.00
Times Maximum Debt Service Covered -----	1.66x
1968-69 Estimated Project Revenues -----	5,236,600.00
Times Maximum Debt Service Covered -----	1.74x

**SCHEDULE OF ANNUAL AGGREGATE PRINCIPAL,
INTEREST AND BOND FUND CHARGES**

The following schedule sets forth the estimated requirements for principal of and interest on \$4,393,000 Consolidated Educational Buildings Revenue Bonds, Series C, and the \$29,250,000 Series D Bonds, together with annual principal and interest requirements on the outstanding Consolidated Educational Buildings Revenue Bonds, Series A & B:

Year Ending May 1	Total Series A & B	Series C (Interest Est. @3%)	Series D (Interest Est. @5 1/4%)	Total Series A, B, C, D
1969	\$963,243.75	\$279,635.22*	\$1,328,437.50**	\$2,571,316.47
1970	965,318.75	233,700.00	1,620,000.00***	2,819,018.75
1971	966,673.75	235,550.00	1,792,237.50	2,994,461.25
1972	966,531.25	232,250.00	1,793,062.50	2,991,843.75
1973	967,556.25	233,950.00	1,788,100.00	2,989,606.25
1974	967,881.25	235,500.00	1,787,612.50	2,990,993.75
1975	972,506.25	236,900.00	1,786,337.50	2,995,743.75
1976	971,243.75	233,150.00	1,784,275.00	2,988,668.75
1977	974,281.25	234,400.00	1,781,425.00	2,990,106.25
1978	981,050.00	235,500.00	1,777,787.50	2,994,337.50
1979	981,750.00	236,450.00	1,778,362.50	2,996,562.50
1980	985,668.75	232,250.00	1,777,887.50	2,995,806.25
1981	988,481.25	233,050.00	1,771,362.50	2,992,893.75
1982	990,187.50	233,700.00	1,769,050.00	2,992,937.50
1983	990,787.50	234,200.00	1,770,687.50	2,995,675.00
1984	994,891.25	234,550.00	1,766,012.50	2,995,453.75
1985	997,680.00	234,750.00	1,765,287.50	2,997,717.50
1986	993,560.00	234,800.00	1,763,250.00	2,991,610.00
1987	488,300.00	234,700.00	1,759,900.00	2,482,900.00
1988	486,920.00	234,450.00	1,755,237.50	2,476,607.50
1989		234,050.00	1,749,262.50	1,983,312.50
1990		233,500.00	1,746,975.00	1,980,475.00
1991		232,800.00	1,743,112.50	1,975,912.50
1992		236,950.00	1,742,675.00	1,979,625.00
1993		230,950.00	1,740,400.00	1,971,350.00
1994		234,800.00	1,731,287.50	1,966,087.50
1995		233,350.00	1,730,600.00	1,963,950.00
1996		231,750.00	1,722,812.50	1,954,562.50
1997			1,953,187.50	1,953,187.50
1998			1,949,125.00	1,949,125.00
1999			1,942,175.00	1,942,175.00
2000			1,937,337.50	1,937,337.50
2001			1,929,350.00	1,929,350.00
2002			1,923,212.50	1,923,212.50
2003			1,913,662.50	1,913,662.50
2004			1,905,700.00	1,905,700.00
2005			1,894,062.50	1,894,062.50
2006			1,888,750.00	1,888,750.00
2007			1,889,237.50	1,889,237.50

* Figures for a full year - Includes interest for 7 months on notes @ 4 3/4% and interest on bonds for 5 months @ 3%.

** Figures for a full year - Includes interest for 7 months on notes @ 4 3/4% and 5 months on notes @ 4 1/4%

*** Includes interest on notes for 7 months @ 4 1/4% and interest on bonds for 5 mo. @ 5 1/4%

OUTSTANDING BONDS OF THE UNIVERSITY

<u>Name of Issue</u>	<u>Year of issue</u>	<u>Amount of issue</u>	<u>Amount Outstanding 6-30-68</u>	<u>Year of Final Maturity</u>
<u>Fraternity and Sorority Dormitory Bonds</u>				
Dormitory Revenue Bonds	1950	\$ 74,500	\$ 32,500	1980
Dormitory Revenue Bonds	1950	76,000	39,000	1980
Dormitory Revenue Bonds of 1953	1953	710,000	452,000	1983
Dormitory Revenue Bonds	1956	900,000	765,000	1996
Dormitory Revenue Bonds	1956	150,000	128,000	1996
Dormitory Revenue Bonds	1957	100,000	60,000	1982
Dormitory Revenue Bonds	1958	150,000	130,000	1998
Housing Bonds of 1960	1960	300,000	273,000	2000
Student Housing Bonds of 1964	1965	640,000	622,000	2004
Total			\$2,501,500	
<u>Educational Building Bonds</u>				
<u>Memorial Auditorium-Field House Revenue Bonds</u>				
Bonds	1948	\$ 825,000	\$ 45,000	1968
Library-Service Building Revenue Bonds	1949	490,000	4,000	1969
Stadium Addition Revenue Bonds	1949	300,000	15,000	1969
Journalism Building Revenue Bonds	1950	225,000	24,000	1970
<u>Consolidated Educational Buildings Revenue Bonds - Series A</u>				
Bonds - Series A	1960	8,000,000	6,480,000	1986
<u>Consolidated Educational Buildings Revenue Bonds - Series B</u>				
Bonds - Series B	1963	7,500,000	6,690,000	1988
Total			\$13,258,000	
<u>Community Colleges Bonds</u>				
<u>Community College Educational Buildings Revenue Bonds - Series A</u>				
Revenue Bonds - Series A	1963	\$1,200,000	\$1,070,000	1988
<u>Community College Educational Buildings Revenue Bonds - Series B</u>				
Revenue Bonds - Series B	1964	1,000,000	919,000	1989
Total			\$1,989,000	
<u>Housing and Dining System Revenue Bonds</u>				
Housing and Dining Bonds - Series A	1965	\$1,000,000	\$ 910,000	1990
Housing and Dining Bonds - Series B	1965	275,000	275,000	1994
Housing and Dining Bonds - Series C	1965	955,000	895,000	1995
Housing and Dining Bonds - Series D	1965	1,835,000	1,715,000	1996
Housing and Dining Bonds - Series E	1965	1,580,000	1,485,000	1997
Housing and Dining Bonds - Series F	1965	1,155,000	1,155,000	2001
Housing and Dining Bonds - Series G	1965	1,375,000	1,375,000	2002
Housing and Dining Bonds - Series H	1965	6,900,000	6,150,000	2005
Housing and Dining Bonds - Series I	1965	20,000,000	20,000,000	2005
Total			\$33,960,000	

In addition to the above, the University has outstanding certain old issues of Dormitory

or Dining Bonds now advance refunded with full principal and interest on deposit and escrowed.

All of the foregoing descriptions or statements of provisions of the Resolutions, the Kentucky Revised Statutes, the Bonds, and other documents of the University are made subject, respectively, to all provisions thereof, to which reference is hereby made for further information, and do not purport to be complete statements of such provisions.

UNIVERSITY OF KENTUCKY

S/Ralph J. Angelucci
Chairman or Vice Chairman
Board of Trustees

ATTEST:

s/Sam Ezelle
Sam Ezelle
Secretary of the Board of Trustees

The motion for the adoption of the Invitation to Submit Proposal and the Official Statement was seconded by Mr. Hillenmeyer. After discussion the chairman put the question and the vote was recorded as follows:

Voting "Aye": Dr. Ralph Angelucci, Mr. William R. Black, Mrs. Rexford Blazer, Mr. Smith Broadbent, Governor A. B. Chandler, Mr. Richard E. Cooper, Dr. Harry Denham, Mr. George Griffin, Mr. Robert Hillenmeyer, Dr. N. N. Nicholas.

Voting "Nay": None.

The chairman then announced that the statement of the Invitation to Submit Proposal and the Official Statement had been accepted and approved.

O. Property Acquisition at Henderson Community College
Approved (FCR 4)

At the request of Dr. Denham, Mr. John Darsie, the University's Legal Counsel, presented FCR 4. He said that acquisition of the piece of property described in FCR 4 was in keeping with the recommendation in the Preliminary Development Plan which was approved in principle by the University of Kentucky Board of Trustees on June 2, 1967. The Henderson College Foundation has agreed to provide the money necessary to acquire the property.

Governor Chandler indicated that he was a long time friend of Mr. Barrett, the owner of the property, and had represented him in previous negotiations with the University. Since becoming a member of the Board of Trustees of the University of Kentucky, he had completely disassociated himself from the matter and Mr. Barrett is presently represented by another law firm.

There being no further discussion, on motion by Mr. Broadbent, seconded by Mr. Griffin, and passed, the appropriate University officials were authorized to proceed with the acquisition of the property in accordance with the recommendation which was a part of FCR 4. (See FCR 4 at the end of the Minutes.)

P. Easement Authorized for Spindletop Research, Inc. (FCR 5)

Mr. Kerley indicated that the authorization to execute an easement between Spindletop Research, Inc. and the Commonwealth of Kentucky through the Board of Trustees was routine in nature and recommended approval of FCR 5.

On motion by Dr. Denham, seconded by Mr. Cooper, and passed, the recommendation contained in FCR 5 was approved. (See FCR 5 at the end of the Minutes.)

Q. Appropriation of Funds Approved (FCR 6)

There was no discussion on FCR 6 which was routine in nature and on motion by Dr. Denham, seconded by Mr. Cooper, and passed, the sum of \$6,252.65 was appropriated from fund balances in the Auxiliary Enterprise Account for payment to the Brunswick Corporation as recommended in FCR 6. (See FCR 6 at the end of the Minutes.)

R. Meeting Adjourned

The chairman, having first determined that there was no further business to come before the meeting, called for a motion for adjournment. It was so moved by Governor Chandler. His motion was seconded by Mr. Hillenmeyer and without objection the meeting was adjourned at 3:10 p.m., Eastern Daylight Time.

Respectfully submitted,

Sam Ezelle, Secretary
Board of Trustees

(PR 2, PR 4, PR 5, PR 6, PR 7, PR 8, PR 9, FCR 1, FCR 2, FCR 4, FCR 5, FCR 6 which follow are official parts of the Minutes of the Meeting of the Board of Trustees held on Tuesday, October 22, 1968)

PR1

PRESIDENT'S REPORT TO THE TRUSTEES

October 22, 1968

1. RARE BOOKS, GIFTS TO MAYSVILLE, CALLED RESEARCH ASSET

A gift of 100 old and rare books to the Maysville Community College has been cited as a "rare collection that will become a valuable research asset to the college library," by Dr. Charles T. Wethington, director of the college. The books were given by Miss Patty Hunter, Coral Gables, Florida, formerly of Mason County, in memory of her father and her grandfather, to whom the books had once belonged. The collection includes many classics and histories.

2. EMERGENCY AID COURSE FOR POLICE, OTHERS PLANNED

The first practical course on emergency aid and transportation of ill and injured persons to be held in Lexington, sponsored by the Committee on Injuries of the American Orthopedic Surgeons, will be November 13-16, at the University. Invited are ambulance attendants, policemen, firemen, nurses, safety engineers, volunteer rescue squads and others who deal with the ill or injured. The training will be given in cooperation with University Extension, Fayette County Fire and Police departments, Fayette County Medical Society, Lexington-Fayette County Health Department, American Red Cross, Lexington-Fayette County Civil Defense, and Regional Chapter, Ambulance Group. Dr. William K. Massie, Lexington orthopedic surgeon who has organized the program and will direct the course, says the death rate from accidental injuries can be reduced by improving training of emergency personnel.

"A fast ride by ambulance or other means has practically never saved a life," he said. "There is often only a few minutes to re-establish heart action and breathing -- too short for even a 90-mile-an-hour trip to the hospital."

3. ALUMNI HELP GOES TO SEVEN STUDENTS

Winners of \$150 Alumni Association scholarships have been chosen at seven colleges in the Community College System. They are: Elizabethtown Community College, Darryl Lewis Boyd; Henderson college, Terri Jo Mills; Hopkinsville, Becky Louise Anderson; Madisonville, Roger Matheny; Maysville, Rodney Brent Earehart; Prestonsburg, Jaralene Adkins; Paducah, Nancy Rebecca Moore.

4. NUMBER OF GREAT TEACHING AWARDS INCREASED

Seven "great teacher" awards will be made by the Alumni Association for the 1968-69 academic year. Four of the awards will go to faculty members on the Lexington campus and three to teachers in the Community College System. The awards are worth \$500 each. Last year the association granted five awards, all of them to Lexington campus-based professors. The announcement was made following the association's board of directors recent meeting at Lexington.

5. RESEARCH PROJECT IS AIMED AT SAFER MINE CEILINGS

Safer conditions for coal mine workers and accident prevention are the objectives of a research project now underway by a University professor of mining engineering. Prof. Fred D. Wright, an experienced mining engineer, with the aid of a National Science Foundation grant of \$39,900, hopes to design a mine ceiling support which will provide maximum safety for the miners plus efficient and economical construction. To arrive at a design he says he first must develop a full understanding of the stresses on rock ceilings and how they work against each other to hold the mine ceiling in place. He is building a mine model in the rock mechanics laboratory, a scale model that will duplicate the natural conditions found in stratified rock formations. He says nature often provides such safe ceilings where rocks that are cracked work somewhat like keystones, exerting sufficient side and vertical stresses to hold the ceiling permanently in place. It was during his experience as a professional mining engineer that Prof. Wright conceived the idea for the research. He is being assisted by graduate mining engineering student Jon Edward Kelly of Madisonville. As the project develops, other students will be added to the research team.

6. ALUMNI RESPOND FAVORABLY TO UNIVERSITY PROGRAMS

Directors of the Alumni Association have received preliminary results of a poll showing that a top-heavy majority of alumni support educational principles outlined by the University administration earlier this year. All alumni were asked in a questionnaire whether they agreed with the following statement, approved earlier by the Board of Trustees and the directors of the Alumni Association: "If Kentucky citizens expect the University to contribute to progress, our teachers and students must be permitted and encouraged to investigate any theory, challenge any premise, engage in political and social debate, and express their dissent -- without jeopardy to their academic careers -- provided their behavior is not in violation of the law and does not interfere with the normal operation of the educational programs of the University."

Replies still are being received, but a sampling of early returns showed 84 per cent responding agreed with the statement.

Other questions in the poll and the sample responses: Do you think the University has made accelerated progress and gained national and international stature since your graduation? Yes, 90 per cent; do you believe the University and its community colleges have merited their cost to Kentucky taxpayers? Yes, 93 per cent; would you recommend the University to your children, grandchildren or young friends? Yes, 91 per cent.

A number of respondents -- 56 per cent in Kentucky and 47 per cent from out of state -- were active (contributing) members of the association, which uses funds given by alumni to support University programs for which state or federal money is not available. The poll was undertaken after the directors had reviewed the statement on the "nature and purposes of a university" and decided it would be worthwhile to get an expression of opinion from the entire alumni body.

7. BUCKNER FUND TO AID FOREIGN STUDENTS

Contributions to the foreign student loan fund are being accepted in memory of Dr. William A. Buckner, former assistant coordinator of the foreign student program. Dr. Buckner was killed August 4 in an automobile accident. He had received his Ph.D in May from the University and had accepted a teaching position at another institution. Dr. S. C. Bohanan, campus coordinator for the Thailand Project, said checks should be made payable to the University of Kentucky-Buckner Fund and mailed to Leonard Wilson, Development Office, 204 Administration Building.

8. DEMAND IS GROWING FOR EXTENSION CLASSES

University extension classes have mushroomed from 300 students a semester just a few years ago to over 1,200 students a semester last year, reports James Brown, director of the University Extension Class Program. He expects over 2,300 to participate in the program this year. The Program has been more successful in some sections of the state than in others, but people in towns that have never had the classes are beginning to ask for them.

Brown says the average extension student is in his mid-thirties. The largest group of such students are at Ft. Knox -- mostly servicemen. Approximately 40 per cent of the students are enrolled in education classes, mostly in the community college towns, and seek upper division and graduate classes. New this fall is a class in chemical engineering, which features a professor on the Lexington campus lecturing to students at both Lexington and Paducah via a telelecturer. Others are in data processing, real estate, industrial psychology, business law, accounting, business administration, money and banking, and history. An attempt is made to provide any course for which there is a demand.

Classes are held also during the summer. Students this past summer were enrolled in some 20 classes held throughout the state. During the fall and spring some 50 classes are in session. Professors are recruited from the Lexington campus and the community colleges. Others are drafted from within the local communities. The availability of an instructor -- especially one from within the community -- is the key to the success of the program. A class in one city may be demanded by a group of businessmen who want courses in business and bookkeeping. In another area the demand may be for technicians, who want math and engineering courses. Practically all areas of the state find teachers demanding courses in education. Credit is given in practically all the classes toward a degree at the University.

9. MORE 'MATURE' WOMEN RETURNING TO STUDIES

Fifty per cent of the 514 mature women -- age 28 or over -- enrolled in the University this semester are in Graduate School, according to Mrs. Celia K. Zyzniewski, Center for Continuing Education for Women, who adds that most of the women are 30-39 years old, "confirming the recognition by women that an interrupted education should be resumed." She says "about 75 per cent of them are pursuing higher education on a part-time basis, which is consistent with their attitudes and responsibilities as homemakers." In the Spring semester, the over-all grade point average of these mature women was 3.1 (on a 4.0 scale); 65 per cent earned a "B" grade or better and 12 per cent earned straight "A's."

10. CKY ORCHESTRA FILMED FOR BRAZIL TV

The Central Kentucky Youth Orchestra was filmed in early October by the U.S. Information Agency for a five-minute film to be run on Brazilian television. The orchestra, under the direction of Joseph Ceo, assistant professor of music, will be shown in rehearsal for a performance of "Overture to a Fairy Tale," by John Barnes Chance, music lecturer at the University. Widely known as a composer, Chance is a past recipient of the Ford Foundation Young Composers Project Grant and the Ostwald Composition Award of the American Bandmasters Association. Filming of the orchestra continued when they performed at Pikeville City High School on October 13, a concert sponsored by the Kentucky Arts Commission.

11. WBKY RADIO TO BROADCAST RETURNS

On the night of November 5, the University's WBKY will operate a state-wide election returns network, similar to the one operated last May on primary day. "Plans for the network are incomplete," Don Wheeler, station manager, said, "but listeners throughout the state can be assured of rapid and accurate reporting of Kentucky returns in the Presidential race nationwide." Some of the same people participating in the May network will be working again: Pete Manchikes, Public Relations; Dr. Malcolm Jewell, Political Science Department; John Duvall; Don Wheeler, and D. J. Everett, student announcer at WBKY.

12. BERNIE A. SHIVELY SCHOLARSHIP GIVEN

Danny Joe Basil of Glasgow has been awarded the Bernie A. Shively Memorial Scholarship for 1968-69 by the K-Men's Association. Basil graduated from Glasgow High School as valedictorian of his class, finished first in the State FFA public speaking contest and went on to compete nationally in Kansas City in 1967. He has been president of the local FFA chapter and a district officer. He was a starter on the varsity basketball team the past two years and maintained a grade point standing of 3.95 (of a 4.0 maximum). Basil plans to major in some area of science and minor in speech. His current preference is physics. James E. Ingle, administrator of the Office of Student Financial Aid, predicted that Basil "will be an outstanding student at the University and will demonstrate by his performance the K-Men's good judgment in selecting him for the first Bernie A. Shively Memorial Scholarship." Jim Host, K-Men's president, said the entire organization of UK sports letter winners "joins me in saluting this young man in our continuing effort to do the best job possible for Kentucky's youth."

13. FRATERNITY, UNIVERSITY CITED FOR SERVICE PROJECTS

A University social fraternity, Sigma Alpha Epsilon, has been recognized nationally for its "outstanding service projects," and earned \$1,000 to carry out other projects and another \$1,000 for the University. Edward Ockerman, a senior from Lexington, and Interim President A. D. Kirwan accepted the checks at a banquet in the fraternity's honor. The chapter's service projects included participation in the fraternity and sorority Heart Fund Drive; a Halloween party for crippled children in the University Hospital, and work with the Fayette County Children's Bureau, which houses orphans and needy children. The fraternity men had two parties for children sponsored by the Bureau and some 20 pledges built a ball diamond and backstop for the Bureau's playground. Dr. Kirwan praised the SAEs and said the money would be used to establish a four-year scholarship for a student named by the Fayette County Children's Bureau.

14. DENTAL FACULTY MEMBER SAYS TENSION DAMAGES TEETH

Emotional strain and nervous tension cause more damage to the teeth and their supporting structures than the process of chewing food, reports Dr. Harry Lundeen, director of the occlusion teaching program in the College of Dentistry. He says several hundred pounds of force are exerted on the molars when a person grinds his teeth nervously or in anger. In contrast, he says, the chewing of food produces only light forces in the magnitude of 10 to 30 pounds of pressure on the teeth. "And, the food which is being chewed in the process cushions some of the strain." Discussing the effects of the jaw's complex movement patterns at an international symposium on occlusion at the University of Southern California, Dr. Lundeen said that strain and tension, exerted during sleeping and waking hours, is vented through the jaw muscles. "This is enough to break out fillings, wear the enamel, rock teeth loose or injure the joints," he said. Dr. Lundeen predicted the day will come when no one will need dentures. "Tooth decay is really a disease of the past," Dr. Lundeen said, "but we are still geared to the idea that some people must have poor teeth." He said the public will have to be trained from childhood in the prevention of decay and gum disease so persons will grow up with good teeth in good alignment.

15. ALL MAYSVILLE SCHOLARSHIP APPLICANTS SUCCESSFUL

All students who applied to Maysville Community College for a scholarship were given financial aid, says Dr. Charles T. Wethington Jr., director. There are 243 students at Maysville. Fifty-six scholarships were granted, including \$400 each to 18 children of employees of the Browning Co.; 36 full tuition grants of \$150; one full tuition grant provided by the Alumni Association, and another by a Maysville organization. The scholarships represent about one-third of the total enrollment. Dr. Wethington said one student enrolled under vocational rehabilitation and that nine of the scholarship students are on a work-study arrangement which provides them up to 15 hours' work each week. T. Frank Jones, chairman of the scholarship and fund raising committee, reported that 28 of the 36 full tuition scholarships came from the Maysville community and eight came from interest funds of the Licking Valley Development Corp., the agency that raised funds for the college site.

16. FIRST CLASS FOR UNION MEMBERS BEGINS AT OWENSBORO

Kentucky union members will have the opportunity to continue their education through extension classes sponsored jointly by the University and the Kentucky State AFL-CIO. The first class sessions under the new program began in Owensboro on October 17. Two eight-week courses will be offered in union administration and community services. Prof. William A. Tolman, of the Office of Development Services and Business Research, said disagreements often arise between management and union members because of poor communication between the two groups. "We feel that by offering union members the opportunity to further their education, we can avoid communication gaps and lessen the number of strikes," he added. Working with Prof. Tolman in planning the extension classes is Jim Head, president of the Owensboro Council of Labor and a member of the United Steel Workers of America. Some 25 students from the Owensboro area are enrolled in each class.

17. DISASTER RELIEF PARTICIPATION ELICITS NEW EQUIPMENT

The Department of Electrical Engineering has received \$795 from the Western Electric Company to purchase a new radio transmitter for its Amateur Radio Club, which operates Station W4JP. The need for such a transmitter became apparent at the time of the April 27 tornado, which caused considerable damage to Falmouth, Ky. Just after the tornado, members of the club, with the assistance of their faculty advisor, P. C. Magoun, quickly set up a remote amateur radio station in the disaster area. Members maintained contact with the Kentucky Traffic Network and a number of amateur stations across the state until order was restored.

18. UNIVERSITY GETS TOP SAFETY AWARD FOR SECOND YEAR

The University will receive the Award of Honor in the National College and University Safety Award Program of the National Safety Council during the National Safety Congress in Chicago on October 29. It will be the second consecutive year the University has received the award. Only one other university has received the honor twice, according to Safety Officer Steve B. Logan. It is the highest award in the program, he said. Jack N. Green, staff representative of the council, stated that "members of the committee choosing the awardee were unanimous in their decision." UK received the runner-up award of merit in 1966. Logan and F. G. Dempsey, director of safety and security, will attend the Chicago meeting October 28-31.

19. DR. ADAMS RETURNS TO AFRICA FOR NILE VALLEY DIG

Dr. W. Y. Adams, associate professor of anthropology, has received a grant of \$76,000 from the National Science Foundation to conduct excavation work in the Nile River valley during the 1969 Spring semester. The excavation will be done on Kulubnarti, a large island about 80 miles south of Wadi Halfa and not far from the modern village of Akasha. Dr. Adams is an expert on the Christian occupation of that area, which extended back about 1,000 years before the Islam religion took over. For seven years he was director of an archeological salvage program in a 120-mile area in the Sudan, an area soon to be flooded by Egypt's Aswan dam project. At that time he was employed by UNESCO and the government of Sudan. Before leaving the project to come to the University, he promised to return for one more "dig." Besides Dr. Adams, the UK Team will consist of two graduate assistants and their wives, who will serve as technical assistants, and Mrs. Adams, who will supervise laboratory work and serve as camp manager. Mrs. Adams has had similar experience with her husband on previous expeditions in the Sudan. An architect and an epigrapher (an expert in epigraphs, or inscriptions), will be recruited at the site, to work part of the time.

20. COLLOQUIUM FOR ELDER AMERICAN LEADERS PLANNED

Operation CEAL -- Colloquium for Elder American Leaders -- is the name given to a May 6, 1969, conference of senior Americans who have gained national reputations in their various fields. Dr. Earl Kauffman, director of the UK Council on Aging, announced the name of the project with this statement: "We have had the benefit of advice from a number of leading elder Americans who have served on an advisory committee for this colloquium, which will be the first of its kind in world history and which will give our country the benefit of the wisdom over many years of experience by our senior leaders." Wayne T. Cottingham, a former New York Associated Press editor, now living in Lexington, chaired the advisory committee and also served as chairman of an interim subcommittee for the colloquium, which, he says, "not only will benefit the nation by bringing into focus the wisdom of our elder leaders on important problems, but will serve the University and the Commonwealth as a new platform for thought upon which all Americans, young and old, can build a future for our country."

Among other areas of colloquium discussion will be the breakdown of communications between various national groups and between nations; interracial problems; the effectiveness of the social welfare system; unequal distribution of national affluence; utilization of the nation's oldest adults in significant ways; technology as it affects the country's future; the recognition of present day opportunities; reasons for unemployment; the family unit as a motivator of morality and law observance; diminution of American patriotism, factors necessary to assure a continually growing national economy and increasing employment without dangerous inflation. About 100 senior American leaders are expected to attend. Participants will be divided into groups for the study of individual issues.

21. FIRST WOMAN PH.D RECALLS HARD WORK

The first woman to receive a Ph.D. degree from the University, interviewed recently, recalls that her department chairman did not encourage a woman to get a doctor's degree. The pace-setter, whose path since has been followed by several women, is Dr. Virginia C. McClure, 121 Tahoma Road, Lexington, who received the Ph.D degree in American history in 1934. "I received the degree after good, long hard work," Dr. McClure says. She graduated in 1912 with an AB degree and received her master's in 1928, also from the University. She taught for a year at Middlesboro, another year at Paducah and seven years at Cynthiana. She returned to Lexington, where she taught for nine and a half years in Fayette County schools, and then took off two and a half years to work on her doctorate. She then joined the former Lexington City School system, and taught U.S. history and government from 1934 to 1959 at Henry Clay High School.

22. DORM COMPLEX TO BE DEDICATED SATURDAY

The University band, a string quartet, Gov. Nunn, and student-conducted tours of the 11-unit residential complex will be among the highlights of the dedication of the complex with its twin 23-story towers on Saturday, October 26. The dedication of the towers and eight of the low-rise units will honor Dr. A. D. Kirwan, UK history professor and interim president, and Miss Sarah G. Blanding, former dean of women, in ceremonies scheduled for 11 a.m. The central commons building in the complex--which is not being named--will be the scene of a luncheon honoring Dr. Kirwan and Miss Blanding at 12:30 p.m., following the dedication ceremony. One of the towers and four of the low-rise units will each be named for the two honorees. Ceremonies at 11 o'clock will be held on the mall area at the walk entrance to the complex, featuring Gov. Louie B. Nunn with dedicatory remarks and two students in brief acceptance talks. The students are John Colliver of Cave City, representing Kirwan Tower, and Karen Walters of Louisville, a resident of Blanding One.

"Reflections" on the respective classes of the two honorees will be offered by Sam Ridgway of Louisville, president of the Student Council in 1923, the graduating class of Miss Blanding, and by John Y. Brown of Lexington, a member of the debating team and on the track team with Dr. Kirwan, class of 1926, Dr. Kirwan's class. The Rev. Robert T. Estill of Christ Church, Louisville, will deliver both the invocation and the benediction. Dr. Glenwood Creech, vice president-University relations, will preside at both the dedication ceremonies and the luncheon which follows. It was pointed out by the dedication committee that the luncheon at 12:30 would be followed by the dedication, at about 1:30 p.m., in the event inclement weather forced the ceremony indoors.

Tours will be conducted by student residents of the complex, from noon until 3 p.m., but in case of a program change because of the weather, the tours will begin at 11 a.m. The University band, under the direction of Harry Clarke will begin playing at 10:30. A string quartet will play during the luncheon. Two students representing campus organizations will speak at the luncheon. They are Miss Taft McKinstry of Versailles, president of the Associated Women Students, and Wally Bryan of Hopkinsville, president of Student Government.

23. DR. MACQUOWN AND FAMILY CAUGHT IN CZECH INVASION

A University professor, Dr. William C. MacQuown, his wife, Mrs. Vivian J. MacQuown, a UK reference librarian, and their daughter, Melissa, 17, were "caught" in Prague, Czechoslovakia, during the Soviet-led invasion in August. Before they managed to get out of the country they encountered a good deal of encouragement and friendliness from people who only days before had shown a hostile face to the Americans. Mrs. MacQuown relates the family's experiences in a letter to her mother, Mrs. J. A. Johnson, who makes her home with the MacQuowns at 641 Beth Lane, Lexington. Dr. MacQuown, professor of geology, is on sabbatical leave; Mrs. MacQuown is on leave of absence from the library. The three MacQuowns left Lexington in June and had been touring Europe in a rented car. They were in Prague, where Dr. MacQuown was to attend the International Geological Congress, which meets every four years. Prague was invaded the night they arrived in the city. They managed, through the help of the Embassy, to flee the country in the next two days.

24. SIX COLLEGES JOINTLY SEEK U.S. AID

Six Kentucky junior colleges have announced a co-operative endeavor to seek federal funds for improvement of their academic and administrative programs. The consortium includes four private colleges--Alice Lloyd, Lees, St. Catherine's and Southeast Christian--and the Henderson and Southeast Community Colleges of the University system. They will cooperate to improve faculty education and administrative efficiency, add new courses, intensify student recruiting and explore ways more students can earn their college expenses. Troy Eslinger, president of Lees Junior College at Jackson and the group's chairman, cited some benefits that could come from the proposal. Among them: prevention of costly duplication in development of new programs; increased administrative efficiency through sending only one representative to regional and national workshops, instead of representatives from each school; improvement of faculties through joint involvement in the National Teacher Fellowship Program, in which faculty members are granted leaves of absence for further study. The other three private junior colleges in Kentucky--Sue Bennett, Lindsey Wilson and Midway--and other colleges in the University system, will be eligible for membership later.

25. 'AG' STUDENTS ON UPTURN AT UNIVERSITY

The number of students studying agriculture this year has taken a sharp upturn. The University has 144 freshmen in its agriculture college this semester, 26 more than a year ago. The total enrollment of undergraduate agriculture students is slightly more than 600, a 15 to 20 per cent increase over a year ago. That figure does not include slightly more than 200 students enrolled in agriculture graduate degree programs. Dr. W. G. Survant, acting associate dean, College of Agriculture, said he believes part of the reason for the increased interest in agriculture is the diversification of study available. Youths now can select from more than 25 different courses of study toward a degree. Forestry students working toward a degree in the new school of Natural Resources number 19. Dr. Survant said very few of the students obtaining bachelor degrees actually go into farming. He said most wind up in teaching, research, government positions, or in businesses related to or serving farmers. The University last year graduated 80 students, one of the smallest classes in years, according to Dr. Survant. Another reason for the increase in the number of students at the University, Dr. Survant feels, is the opportunity to work with some highly-skilled experts on the research staff and in some of the nation's most modern laboratories. He added that about half the students have street addresses, indicating that they neither came from farms nor have farming backgrounds.

26. GIANT CENTRIFUGE ALMOST READY FOR USE

Dr. K. O. Lange hopes to put one of the country's largest and most versatile centrifuges into full-scale operation this month "if everything goes okay." It already has had some practice spins. The \$250,000 facility will be used to find out how such animals as rats, mice and monkeys behave while being subjected to different gravitational forces. These behavior patterns of the animals in turn will be used to help solve problems of gravity that spacemen will encounter in future flights. Some of these flights will last weeks and months, not just days.

The new 50-foot centrifuge--a machine using centrifugal force to simulate gravitational effects--can achieve forces up to 10 times that of gravity. It is versatile as well as powerful. Not only can the rotating speed be changed, but the size of the circle an animal travels in one spin can be greatly varied by shoving arms of the centrifuge in or out. Dr. Lange and his staff at the Wenner-Gren Aeronautical Research Laboratory also have information from space shots. Twice, mice housed in 300-pound payloads have been shot aloft from Wallops Island, Va., to see how they react to no-gravity conditions.

27. UKRF REPORTS AWARDS STAND AT NEAR \$5 MILLION

During the period September 2-September 30, a total of 36 agreement awards were received by the University of Kentucky Research Foundation, amounting to \$539,959.96. Two other awards were received, amounting to \$18.56. Total agreement awards since July 1: \$4,438,793.25.

COLLEGE OF AGRICULTURE

Department of Animal Science--V. W. Hays, Research on the Influence of (2,2-Dichlorovinyl Dimethyl Phosphate (DDVP) on the Reproductive Performance of Sows and Subsequent Performance of the Pigs in the Growing Finishing Stage (T3363), Shell Chemical Company, \$1,500. H. H. Van Horn, Reproductive Efficiency and Genetic Improvement of Dairy Cattle (T3219), Kentucky Artificial Breeding Association, \$2,500.

COLLEGE OF ARTS AND SCIENCES

Department of Microbiology--S. F. Conti, Ultra-Structure and Development of Microbial Organelles (B3126), National Science Foundation, \$40,000. R. F. Wiseman, Intestinal Bacteria Uric Acid Interrelationships (A3185), National Institutes of Health, \$177 (Supplement).

Department of Music--E. Grzesnikowski, The Heritage String Quartet (S3059), Kentucky Arts Commission, monthly billings.

Department of French--T. Mueller, Foreign Language Conference (T3453), Miscellaneous, \$800.

Department of Chemistry--S. L. Smith and J. L. Alderfer, Predoctoral Fellowship - James L. Alderfer (A3A72), National Institutes of Health, \$5,300.

Department of Physics--B. D. Kern, Bendix Account (T3452), Bendix Corporation, \$300.

Department of Anthropology--F. Essene and C. Blakeman Jr., National Science Foundation Graduate Fellowship (B3127), National Science Foundation, \$5,400.

COLLEGE OF EDUCATION

Bureau of School Service--P. Street, Consultative Services for Title I Program at Floyd County (T3451), Floyd County Board of Education, \$850. P. Street, Study of the Instructional Program of the Maysville, Kentucky Schools (T3444), Maysville Board of Education, \$1,010.

Division of Education--J. B. Kincheloe and J. R. Ogletree, Personal Service Contract - Consultant Services (T3350), monthly billings, \$1,000.

Program on Educational Change--R. I. Miller, Analysis and Evaluation of ESEA Title III End of Budget Period Reports (K3096), United States Office of Education, \$2,500.

COLLEGE OF ENGINEERING

Department of Civil Engineering--D. K. Blythe, Technical Seminar and New Technical Applications for Land Surveyors (S3064), Kentucky Department of Commerce, \$4,145.

Department of Metallurgical Engineering--H. Conrad, Metal Deformation Processing (E3016), United States Air Force, \$408,000.

Office of Research and Engineering Services--R. Puckette, Weighing Vehicles in Motion (S3001), Kentucky Department of Highways, \$12,600.

CENTER FOR DEVELOPMENTAL CHANGE

P. Street, Knox County (X3007), Office of Economic Opportunity, \$10,000.

SCHOOL OF HOME ECONOMICS

L. V. Packett, Home Economics Program at Kentucky State College (T3445), Kentucky State College, \$9,962.

WATER RESOURCES INSTITUTE

R. A. Lauderdale and L. A. Krumholz, A Preliminary Ecological Study of Areas to be Impounded in the Salt River Basin of Kentucky (T3443), Office of Water Resources Research, Department of the Interior, \$30,900.

COLLEGE OF DENTISTRY

Department of Oral Biology--H. C. Bickley, Research Fellowship - Bioregulation of Collagen Maturation (Ruby J. Burriss) (A3A65), National Institutes of Health, \$4,912.

COLLEGE OF MEDICINE

Department of Anatomy--H. F. Parks, Ultrastructural Basis of Secretory and Other Metabolic Phenomena (B3125), National Science Foundation, \$20,256. M. B. Winer, Bio-Assays for Lutenizing Hormone Releasing Factor Activity (T3442), The Upjohn Company, \$500.

Department of Biochemistry--A. D. Winer, Mechanism of Action of Enzyme Coenzyme Complexes (A3A60), National Institutes of Health, \$21,368.

Department of Cell Biology--J. W. Gorman, Enzyme Synthesis and Morphogenesis of Mitochondria (A3A66), National Institutes of Health, \$24,308.

Department of Community Medicine--M. L. Furcolow, Community Medicine Resident Account (T3351), Lincoln Laboratories, \$2,500.

Department of Medicine--J. R. Logic, American Heart Association(T3438), American Heart Association, \$500. B. Surawicz, Examination of the Heart - 2-Day Symposium (T3416), Kentucky Heart Association, \$560 (additional funds). W. Winternitz, Alterations and Renovations (A3A70), National Institutes of Health, \$935. J. Yarbrow, Drug and X-ray Effects on DNA-RNA-Protein Metabolism (A3A71), National Institutes of Health, \$26,080.

Department of Pediatrics--W. E. Wheeler, Ross Laboratories (T0020), The Purdue Frederick Company, \$1,000. M. T. Yarbrow, Intestinal Transport of Amino Acids in Phenylketonuria (A3A53), National Institutes of Health, \$29,114.

Department of Physical Therapy--J. Warren, Teaching and Traineeships in Rehabilitation Medicine (L3009), Vocational Rehabilitation Administration, \$21,800.

Department of Surgery--L. R. Bryant, Scintillation Scans in Lung Transplantation (A3A69), National Institutes of Health, \$28,901. B. F. Rush, Clinical Drug Evaluation Program (T0022), State of Wisconsin, \$1,327.96. C. B. Wilson and H. Norrell, Experimental Chemotherapy of Brain Tumor Patients (J3030), \$12,954 (supplemental funds).

COLLEGE OF PHARMACY

M. Kornet, Cooperative Efforts in the Synthesizing and Testing of Various Chemical Compounds Having Possible Anaesthetic Effects (T3221), Astra Pharmaceutical Products, Inc., \$10,000.

OTHER

Helen Lasby Jeffrey Estate	\$ 8.56
UK Library Associates	<u>10.00</u>
	\$18.56

TOTAL AGREEMENT AWARDS	\$743,978.52
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28. SIGNIFICANT ACTIVITIES OF FACULTY AND STAFF

Vice President William R. Willard of the Medical Center will speak at the 79th annual meeting of the Association of American Medical Colleges, to be held in Houston, Texas, October 31-November 4. He will discuss the primary physician in relation to the specific needs for medical manpower.

Dr. George P. Faust, professor of anthropology, has returned from Kiel, West Germany, where he presented a research paper at a meeting of the European Linguistics Society. He also presided at one of the sessions.

Dr. John E. Keller, chairman of the Department of Spanish and Italian and director of the School of Letters and Languages, is the author of a 55-page introductory study which appears in "The Book of Good Love," recently published by the University of North Carolina Press.

An educational television lesson prepared by Dr. Lawrence S. Thompson, professor of classics, has been released by the Nebraska Educational Television Council for Higher Education, Inc.

The U. S. Bureau of Indian Affairs has published a series of lectures given by Dr. Margaret L. Lantis, applied anthropologist, to teachers attending a workshop in Anchorage, Alaska.

Dave Carter, educational television co-ordinator and journalism instructor at Ashland Community College, has designed an advertising campaign voted "one of the best in the nation." The campaign, one of over a thousand entries, won the Direct Mail Advertising Association's national award. He will be honored November 7 at Chicago's Palmer House.

Dr. Albert D. Kirwan, University of Kentucky professor of history and interim president, presented the annual Distinguished Professor Lecture of the College of Arts and Sciences on October 8. Title of the lecture was "Congress Elects a President." Dr. Kirwan was elected Distinguished Professor of the Year by his colleagues in the Spring of 1967 while he was lecturing at the University of Vienna, Austria, as a Fulbright Lecturer.

"Ireland in the World Economy" is the title of a paperback by Dr. Charles Hultman, professor of economics, to be published by Mercier Press in early 1969, and based on research conducted during his sabbatical year (1967-68).

Dr. Joseph Krislov's (professor of economics) article "Four Issues in Income Maintenance for the Aged During the 1970's," is published in "Social Service Review," September, 1968.

At a recent meeting of the deans and directors of extension and continuing education held on the campus of the University of South Carolina, Dean R. D. Johnson of University Extension was installed as chairman of the Southeastern Region.

Dr. Z. Govindarajulu, professor of statistics, has been elected a fellow of the American Statistical Association at its annual meetings held in Pittsburgh during August.

Dr. Lewis Donohue, associate professor of journalism, has been appointed to the editorial board of Journalism Monographs, a publication of the Association for Education in Journalism.

Dr. Earl Kauffman, director of the Council on Aging, participated in a conference, "Advanced Training Institute for Nursing and Retirement Home Administrators," at the University of Iowa, October 17-18.

Dr. Ernst Jokl, professor of physical education, and Dr. Peter Jokl have published a book 'Exercise and Altitude', the first of a series of monographs on 'Medicine and Sport', issued by S. Karger AG, Publisher, in Basel, Switzerland. The book, 'The Physiological Basis of Athletic Records', which appeared in May, has received high praise in the 'Bulletin of the International Olympic Committee.'

Dr. Howard L. Bost, assistant vice president of the Medical Center, has been named to the planning committee of the Secretary's Regional Conference on Health Care Costs.

Dr. Harris Isbell, professor of medicine, was honored by the Kentucky Medical Association at its recent meeting in Louisville for "significant contributions to teaching and research."

Dr. Bobby Ott Hardin, professor of civil engineering, has been named by the American Society of Civil Engineers to receive one of the top research prizes awarded its members. He was cited for his research on resistance and stability in the field of soil dynamics.

Dr. Richard I. Miller, director, Program on Educational Change, has been named to the committee planning national conferences for the American Association for Higher Education.

Dr. P. P. Karan, chairman, Department of Geography, took part in the Summer Geography Institute for Advanced Study at Syracuse University during the summer.

Office of the President
October 22, 1968

PR 2

Members, Board of Trustees:

RECOMMENDATIONS OF THE PRESIDENT

I. Quarterly Report on Gifts and/or Grants (See attachment)

Recommendation: that the report on gifts and/or grants covering the period from July 1, 1968 through September 30, 1968, be accepted and made a matter of record.

Background: The attached report represents the gifts and/or grants accepted by the President on behalf of the Board of Trustees for the period July 1 through September 30, in accordance with the policy adopted by the Board of Trustees on November 19, 1965. Acknowledgment of gifts and/or grants has been made to all donors by the President on behalf of the Board.

II. Appointments and/or Other Staff Changes

Recommendation: that approval be given to the appointments and/or other changes which require Board action and that the report relative to appointments and/or changes already approved by the administration be accepted.

Background: Approval of the Board of Trustees is required for all appointments to the positions with the rank of Associate Professor and above, for promotions, for the granting of tenure, and for salary changes above \$12,000 for non-academic personnel and \$15,000 for academic personnel. All other appointments and/or changes may be made by the President and reported to the Board.

BOARD ACTION

New Appointments

Albert G. Abdalla, Visiting Professor, Department of English, College of Arts and Sciences, retroactive to September 1, 1968
Joseph D. Alter, Associate Professor, Department of Community Medicine, College of Medicine, retroactive to July 15, 1968
Mauricio B. Rosenbaum, Visiting Professor, Department of Medicine, College of Medicine, retroactive to October 1, 1968
John L. Butler, Instructor, Department of Clinical Pharmacy, College of Pharmacy, retroactive to August 1, 1968 (salary over \$15,000)
Clifford E. Hynniman, Instructor, Department of Clinical Pharmacy, College of Pharmacy, retroactive to August 1, 1968 (salary over \$15,000)

John A. Oliver, Instructor, Department of Clinical Pharmacy, College of Pharmacy, retroactive to September 1, 1968 (salary over \$15,000)
John J. Piecoro, Jr., Instructor, Department of Clinical Pharmacy, College of Pharmacy, retroactive to October 1, 1968 (salary over \$15,000)

Appointments Requiring Waiver of Nepotism Regulation

Barbara A. Clark, Instructor (part-time), Department of Obstetrics and Gynecology (wife of David Clark, Professor and Chairman in the Department of Neurology)
Dorothy Hollingsworth, Assistant Professor, Department of Pediatrics, College of Medicine (wife of J. W. Hollingsworth, Professor and Chairman in the Department of Medicine)
Barbara Jarecky, Social Worker, Social Services Division, University Hospital (wife of Roy K. Jarecky, Associate Dean of Admissions and Student Personnel, and Director of Office of Student Services)
Cynthia Ryans, Librarian IV (half-time), Department of Acquisitions, King Library (wife of John K. Ryans, Associate Professor, Department of Business Administration)
L. Terry Warth, Librarian III, Department of Special Collections, King Library (wife of Robert D. Warth, Professor, Department of History)
Judith Worell, Assistant Professor, Department of Special Education and Department of Educational Psychology and Counseling (wife of Leonard Worell, Professor and Acting Chairman in the Department of Psychology)

Promotions

Henry Mikel Barlow, Department of Sociology, College of Arts and Sciences, from Instructor to Assistant Professor, retroactive to July 1, 1968
Thomas E. Buie, Jr., Department of Psychiatry, College of Medicine, from Instructor to Assistant Professor, retroactive to October 1, 1968
Byron Petrakis, Department of English, College of Arts and Sciences, from Instructor to Assistant Professor, retroactive to September 1, 1968
Robert C. Buckner, Department of Agronomy (Adjunct), College of Agriculture, from Associate Professor to Professor
Paul F. Parker, Department of Clinical Pharmacy, College of Pharmacy, from Department Chairman and Assistant Professor to Department Chairman and Associate Professor (with tenure), retroactive to September 1, 1968
John C. Robertson, Department of Animal Sciences, College of Agriculture, from Associate Professor to Extension Professor (Special Title Series)

Retirements

Stella S. Gilb, Assistant Professor, Department of Health, Physical Education and Recreation, after over 31 years of service, effective October 1, 1968 (Mrs. Gilb's request for consideration of an early retirement is based on her physical disability condition)

Mary L. Guyn, Secretary, Department of Nutrition and Food Science, School of Home Economics, after over 43 years of service, effective November 1, 1968
Cecil Evans, Laborer, Robinson Substation, College of Agriculture, after over 25 years of service, retroactive to July 1, 1968

Leaves of Absence

Donald K. Carman, Assistant Professor, Department of Periodontics, leave without pay for the period October 1, 1968 through March 31, 1969
Herbert Greene, Professor, School of Architecture, sabbatical leave for the period September through December of the 1969-70 academic year
Maurice A. Hatch, Associate Professor, Department of English, sabbatical leave for the spring semester, 1969
Virginia Lane, Professor, Department of Clinical Nursing, sabbatical leave for the 1968-69 academic year, delayed
Joseph B. Parker, Professor and Chairman, Department of Psychiatry, sabbatical leave at full pay for the period October 14, 1968 through April 13, 1969 and without pay until September 1, 1969
Harvey Luce, Area Extension Agent, Area Extension Programs, leave without pay for the period September 1, 1968 through August 31, 1969
Glenn McNabb, Area Extension Youth Agent, Area Extension Programs, sabbatical leave without pay, November 2, 1968 through February 15, 1969 and with full pay, February 16 through May 31, 1969
A. W. Rowland, Area Extension Agent, Area Extension Programs, leave without pay, September 1 through October 15, 1968 and with full pay, October 16 through November 30, 1968
Logan Louderback, Area Director, Area Extension Programs, leave without pay, October 1, 1968 through February 13, 1969 and with full pay, February 14 through June 30, 1969
Randall Barnett, Area Director, Area Extension Programs, leave without pay, January 9 through March 16, 1969 and May 24 through July 31, 1969 and with full pay, March 17 through May 23, 1969
Margie H. Wilson, Area Extension Agent, Area Extension Programs, leave without pay, September 1, 1968 through January 15, 1969 and with full pay, January 16 through May 31, 1969
John Heller, Extension Specialist, Area Extension Programs, leave without pay, October 1 through November 30, 1968 and with full pay, December 1, 1968 through January 31, 1969
Edwin Clayton Riley, Assistant Professor, Department of Vocational Education, leave without pay for the period October 1, 1968 through May 31, 1969
Dwight M. Seath, Professor, Department of Animal Sciences, extension of leave without pay through December 31, 1968
Ethel Wyatt, Secretary, Department of Administration and Supervision, extension of leave without pay for the 1968-69 year

Director and Chairman Named

John C. Robertson, Extension Professor (Special Title Series), College of Agriculture, named Director of Instruction, College of Agriculture, effective November 1, 1968

Harold R. Laswell, Assistant Professor, Department of Restorative Dentistry, named Chairman of the Department of Restorative Dentistry, retroactive to July 1, 1968

ADMINISTRATIVE ACTION

New Appointments - Lexington Campus

Billie Mandle Ables, Assistant Professor, Department of Psychiatry, retroactive to September 1, 1968

Charles Bowden, Clinical Instructor, Department of Psychiatry and Psychiatric Services, retroactive to September 1, 1968 (voluntary faculty)

Harry Gayle Caldwell, Clinical Instructor, Department of Surgery, Division of Ophthalmology, retroactive to October 1, 1968 (voluntary faculty)

Carolyn DeArmond Cantrell, Instructor (temporary), School of Home Economics, retroactive to September 1, 1968

William H. Craine, Psychologist, University Health Service, retroactive to October 1, 1968

Sidney Davidson, Instructor, Department of Medicine, retroactive to July 1, 1968

Joseph B. Deisher, Assistant Clinical Professor, Department of Community Medicine (voluntary faculty)

John A. Dooling, Assistant Professor (Adjunct Series), Department of Surgery, retroactive to September 1, 1968

Thomas W. Dunphy, Instructor, Department of Clinical Pharmacy, retroactive to August 1, 1968

Evelyn Geller, Assistant Professor, Department of Instruction, College of Nursing, retroactive to September 1, 1968

Robert P. Goodman, Clinical Instructor, Department of Surgery, retroactive to October 1, 1968 (voluntary faculty)

Mary Hartwig, Teaching Associate, Department of Instruction, College of Nursing, retroactive to September 1, 1968

James D. Lytle, Instructor (part-time), Department of Periodontics, retroactive to September 1, 1968

Mark G. Markowitz, Clinical Instructor, Department of Psychiatry, retroactive to September 1, 1968 (voluntary faculty)

Glenn Marsh, Clinical Instructor, Department of Medicine, retroactive to October 1, 1968 (voluntary faculty)

William A. Miller, Instructor, Department of Clinical Pharmacy, retroactive to August 1, 1968

Ronald A. Moss, Assistant Clinical Professor, Department of Pathology, retroactive to July 1, 1968 (voluntary faculty)

William Rodney Napier, Visiting Instructor, Department of Health, Physical Education and Recreation, retroactive to September 1, 1968

Robert St. Peters, Instructor, Department of Health, Physical Education and Recreation, retroactive to September 1, 1968
Joe Christian Savage, Adjunct Instructor, College of Law, retroactive to September 1, 1968
Robert O. Schoffstall, Assistant Clinical Professor, Department of Surgery, retroactive to September 1, 1968 (voluntary faculty)
Fredrick J. Shainfeld, Instructor, Department of Clinical Pharmacy, retroactive to August 1, 1968
Herbert Joseph Strentz, Visiting Assistant Professor, Department of Journalism, retroactive to September 1, 1968
Russell L. Travis, Clinical Instructor, Department of Surgery, retroactive to September 1, 1968 (voluntary faculty)
Peter Verhoven, Instructor, Department of Health, Physical Education and Recreation, retroactive to October 1, 1968
Leonard C. Wilson, Instructor, Department of Radiation Medicine, School of Allied Health Professions, retroactive to September 1, 1968
Karl F. Yoshonis, Instructor, Department of Medicine, retroactive to July 1, 1968

New Appointments - Community College System

Jane E. Morrow, Instructor, Hazard Community College, retroactive to July 1, 1968
Gunnar O. Hansen, Instructor, Jefferson Community College, retroactive to July 1, 1968
Maurice Darryl McCormick, Instructor, Jefferson Community College, retroactive to September 1, 1968
Patricia K. McCoy, Instructor, Jefferson Community College, retroactive to September 1, 1968
Alicia Arbuckle, Instructor, Madisonville Community College, retroactive to September 1, 1968
Helen Frances Snider, Librarian IV, Madisonville Community College, retroactive to July 1, 1968
Gerald F. Harris, Instructor, Northern Community College, retroactive to July 1, 1968
Thad Lindsey, Instructor, Northern Community College, retroactive to July 1, 1968
John C. Cromwell, Instructor, Paducah Community College, retroactive to July 1, 1968
Effie Kemp, Instructor, Paducah Community College, retroactive to July 1, 1968
Chun Whang Ro, Instructor, Paducah Community College, retroactive to September 1, 1968
John Hanson, Instructor, Prestonsburg Community College, retroactive to September 1, 1968
George Frederick Conley, Visiting Instructor, Southeast Community College, retroactive to September 1, 1968

Reappointment

Ernest R. Lelonde, Assistant Professor, Department of Oral Pathology,
College of Dentistry, July 1, 1968 to July 1, 1969

Acting Chairmen and/or Directors

Thomas C. Barr, Associate Professor, Department of Zoology, named
Acting Chairman of the Department of Zoology for the 1968-69 academic
year

Russell Brannon, Assistant Professor, Department of Agricultural Economics,
named Associate Director of Center for Developmental Change (one fifth-
time), retroactive to October 1, 1968

Myron G. Sandifer, Professor, Department of Psychiatry, named Acting
Chairman of the Department of Psychiatry for the period October 15, 1968
through August 30, 1969

Resignations

Sallie Lou Allen, Instructor, Prestonsburg Community College, retroactive to
June 30, 1968

Louise S. Appell, Instructional Materials Specialist, SEIMC Special Education,
retroactive to September 30, 1968

Carol Currier, Psychologist, University Health Service, retroactive to
September 15, 1968

Robert LeRoy Dillon, Professional Consultant, School of Architecture,
retroactive to September 1, 1968

Anna E. Groff, Assistant Professor, Department of Instruction, College of
Nursing, retroactive to August 31, 1968

Joseph R. Newton, Assistant Professor, Department of Psychiatry, retroactive
to September 5, 1968

David Scott, Physician, University Health Service, and Assistant Professor,
Department of Clinical Medicine, retroactive to August 31, 1968

Howard D. Stowe, Associate Professor, Department of Veterinary Science,
retroactive to October 1, 1968

Jose Torres, Clinical Instructor, Department of Surgery, retroactive to
August 31, 1968

W. F. Yau, Assistant Professor, Department of Engineering Mechanics,
effective December 31, 1968

Action: Approved X Disapproved Other

Date: October 22 , 1968

GIFTS AND/OR GRANTS
QUARTERLY REPORT
(JULY 1, 1968 THROUGH SEPTEMBER 30, 1968)

American Breeders Service, Inc.	\$ 400.00	Scholarship, Dairy Ed.
American Dairy Assn. of Ky.	\$ 290.00	4-H
Anonymous	\$ 100.00	Baldwin-Fibbe Scholarship
Ashland Area Labor Council (COPE)	\$ 250.00	Ashland Community College Elementary String Music
Automotive Safety Foundation	\$ 3,000.00	Fellowship, Highway Transportation Engineering
Badgett, Mr. & Mrs. Russell, Jr.	\$ 2,500.00	Scholarship, Civil Engr. Mining option
Bailey, Walter K.	\$ 100.00	Aubrey J. Brown Memorial
Beers, Dr. & Mrs. Howard W.	\$ 50.00	Memory of William Buckner Foreign Student Loan Fund
Big Sandy Insurance Agency	\$ 300.00	Prestonsburg Community College Scholarship
Blue Diamond Coal Company	\$ 747.50	Southeast Community College Scholarship
Bluegrass Kiwanis, Inc.	\$ 149.00	IFYE
Bohanan, Dr. & Mrs. S. C.	\$ 100.00	Memory of William Buckner
Brodhead High School	\$ 100.00	Somerset Community College Scholarship
Brodhead Lions Club	\$ 100.00	" " " "
Brown Produce Company	\$ 150.00	Prestonsburg Community College Scholarship
Chicago Bridge and Iron Foundation	\$ 4,500.00	Chemical Engineering
Christian, Anson E.	\$ 280.00	Somerset Community College Scholarship

Gifts and/or Grants
Quarterly Report

Page 2
July 1, 1968 through September 30, 1968

Christian Wood Products, Inc.	\$ 280.00	Somerset Community College Scholarship
Cincinnati Milling Machine Co.	\$ 1,250.00	Scholarship, College of Engineering
Citizens National Bank of Paintsville	\$ 300.00	Prestonsburg Community College Scholarship
Creech Chevrolet-Olds., Inc.	\$ 140.00	Southeast Community College Scholarship
Cumberland Rotary Club	\$ 280.00	" " " "
Cumberland Telephone Company	\$ 280.00	" " " "
Cumberland Womans Club	\$ 140.00	" " " "
Cundiff, William B.		Somerset Community College Scholarship
Gift - ten shares of J. P. Stevens & Co. stock.	(\$600.00)	
John W. Dargavel Foundation	\$ 200.00	Scholarship, College of Pharmacy
DeRossett, Frank	\$ 150.00	Prestonsburg Community College Scholarship
East Main PTA Lynch, Kentucky	\$ 140.00	Southeast Community College Scholarship
Evans, George, Jr.	\$ 600.00	Prestonsburg Community College Scholarship
Federal Cartridge Corporation	\$ 650.00	4-H
Federal Land Bank Association of Bowling Green	\$ 25.00	Aubrey J. Brown Memorial
Federal Land Bank Association of Maysville	\$ 25.00	" " " " "
The Federal Land Bank Association of Winchester	\$ 25.00	" " " " "
First and Farmers National Bank of Somerset	\$ 280.00	Somerset Community College Scholarship

Gifts and/or Grants
Quarterly Report

Page 3
July 1, 1968 through September 30, 1968

First Guaranty Bank of Martin	\$	500.00	Prestonsburg Community College Scholarship
First National Bank of Prestonsburg	\$	300.00	" " " " "
Floyd County Farm Bureau	\$	800.00	" " " " "
Floyd County Medical Society, Inc.	\$	300.00	" " " " "
Gallo, S. G.	\$	50.00	Unrestricted
Green River Production Credit Assn.	\$	100.00	Aubrey J. Brown Memorial
Griffin, Dr. & Mrs. Willis H.	\$	10.00	Memory of William Buckner
Hammer, Mrs. Victor	\$	5.00	Gladys Robertson Memorial
Harlan County Bridge Club	\$	254.00	Southeast Community College Scholarship
Harlan County Farm Bureau	\$	560.00	" " " " "
Harlan County Woman's Club	\$	280.00	" " " " "
Hillenmeyer Nurseries	\$	250.00	Hillenmeyer Scholarship
Hudnall, J. S. Gift - 150 shares Franklin Life Insurance Co. stock. (\$4,950.00)			J. S. Hudnall Scholarship
Hudnall, J. S.	\$	50.00	J. S. Hudnall Scholarship
IFYE Alumni Association	\$	100.00	IFYE
Inter-County Rural Electric Coop.	\$	100.00	Aubrey J. Brown Memorial
The International Nickel Co.	\$	1,080.00	Scholarship, College of Engineering
Irvin Industries, Inc.	\$	280.00	Leslie L. Irvin Scholarship
Irving Air Chute Recreation Fund	\$	280.00	Scholarship
Jeter, Mrs. L. J.	\$	10.00	Memory of William Buckner

Gifts and/or Grants
Quarterly Report

Page 4
July 1, 1968 through September 30, 1968

Kentucky Artificial Breeding Assn.	\$ 50.00	Scholarship, Dairy Ed.
Kentucky Congress of PTA	\$ 250.00	Southeast Community College Scholarship
Kentucky Utilities Company Lexington, Kentucky	\$ 1,200.00	Scholarships
Kentucky Water Service Somerset, Kentucky	\$ 280.00	Somerset Community College Scholarship
Kirby, Augustus M. (estate)	\$ 1,017.98	Scholarship
Kiwanis Club of Lexington	\$ 200.00	IFYE
Licking Valley College Development Corporation	\$ 8,896.00	Maysville Community College student activity area furniture & fixtures
May, R. V.	\$ 150.00	Prestonsburg Community College Scholarship
Moorman Manufacturing Co.	\$ 1,500.00	Agriculture Scholarship
Music-Colvin Motor Company	\$ 300.00	Prestonsburg Community College Scholarship
Mutual Federal Savings & Loan Association of Somerset	\$ 280.00	Somerset Community College Scholarship
Navarro, Mrs. Ana Maria	\$ 20.00	Memory of William Buckner
Orr, Joe B.	\$ 175.00	Scholarship
Osco Drug, Inc.	\$ 125.00	Scholarship, College of Pharmacy
Paintsville Jaycees	\$ 100.00	Prestonsburg Community College Scholarship
Patton, Dr. & Mrs. M. L.	\$ 10.00	Gladys Robertson Memorial
Pet Dairy Division	\$ 220.00	Southeast Community College Scholarship
Philip Morris, Inc.	\$ 500.00	Scholarship
Philip Morris, Inc.	\$ 300.00	Unrestricted

Gifts and/or Grants
Quarterly Report

Page 5
July 1, 1968 through September 30, 1968

Prestonsburg Jaycees	\$ 300.00	Prestonsburg Community College Scholarship
Prestonsburg Woman's Club	\$ 150.00	" " " " "
Ralston Purina Company	\$ 500.00	Scholarship, College of Agriculture
Rice, Mr. & Mrs. Nicholas M.	\$ 100.00	Memory of William Buckner
Rice, Mrs. Philip A.	\$ 10.00	IFYE
Robinson, Mrs. Lolo	\$ 100.00	Phi Beta Scholarship
Robinson, Mrs. Lolo	\$ 250.00	Robinson Drama Scholarship
Rockefeller Foundation	\$ 1,500.00	Unrestricted
Salyersville Kiwanis Club	\$ 100.00	Prestonsburg Community College Scholarship
Sanders, Colonel Harland	\$ 500.00	IFYE
Schickel, Miss Jo Ann	\$ 10.00	IFYE
Schlumberger Foundation	\$ 1,000.00	Schlumberger Collegiate Award, Engineering
The Sears-Roebuck Foundation	\$ 150.00	4-H
Shipman, Miss Martha V.	\$ 10.00	Memory of Dr. Leo M. Chamberlain
Shively, Mrs. Ruth	\$ 10.00	" " " " "
Skerski, Gertrude M.	\$ 20.00	Aubrey J. Brown Memorial
Somerset Lions Club	\$ 140.00	Somerset Community College Scholarship
Southern Farm Equipment Mfg., Inc.	\$ 300.00	Scholarship, College of Agriculture
Southern States Cooperative	\$ 500.00	4-H
Southern States Cooperative	\$ 2,600.00	Scholarships, College of Agriculture
Steele, Mr. & Mrs. Dewey G.	\$ 10.00	Memory of Dr. Leo M. Chamberlain
Stemming District Tobacco Assn.	\$ 50.00	Aubrey J. Brown Memorial

Gifts and/or Grants
Quarterly Report

Page 6
July 1, 1968 through September 30, 1968

Texaco, Inc.	\$ 1,350.00	Scholarship
Texaco, Inc.	\$ 250.00	Unrestricted
Thirty-six Club	\$ 100.00	Ashland Community College Scholarship
Thomas-Huston	\$ 250.00	Thomas-Huston Scholarship
Union Carbide Corporation	\$ 3,000.00	Mechanical Engineering
Union Carbide Educational Fund	\$ 1,200.00	Union Carbide Scholarship
Union Carbide Educational Fund	\$ 150.00	Mechanical Engineering
Union Carbide Educational Fund	\$ 150.00	Chemical Engineering
VFW Post 5171 Cumberland, Kentucky	\$ 280.00	Southeast Community College Scholarship
Walker, Miss Lillian C.	\$ 10.00	Memory of Dr. Leo M. Chamberlain
Weir, John F.	\$ 50.00	Memory of William Buckner
Western Electric Company	\$ 400.00	Western Electric Scholarship
Western Electric Company	\$ 125.00	Electrical Engineering
Willard Dr. & Mrs. John H.	\$ 360.00	Southeast Community College Scholarship
Wilson, Anne Lewis	\$ 10.00	Memory of Dr. Leo M. Chamberlain
Winn-Dixie & Quik-Chek Food Stores	\$ 750.00	Winn-Dixie Stores Foundation Scholarships
Wisconsin Steel Coal Mines	\$ 500.00	Southeast Community College Scholarship
Woman's Civic Club	\$ 140.00	Somerset Community College Scholarship
Women in Construction of Lexington	\$ 140.00	Scholarship, College of Engineering
Total Quarterly Gifts	\$ 61,839.48	

Office of the President
October 22, 1968

PR 4

Members, Board of Trustees:

AUTHORIZATION FOR FEES COMMITTEE TO DETERMINE
RESIDENCY FOR PURPOSE OF ASSESSMENT OF ENROLLMENT FEES

Recommendation: that the President be authorized to direct the Fees Committee, when considering complex or unusual applications for resident status, to make a determination as to residency for the purpose of assessment of appropriate enrollment fees in accordance with (a) Definition of Resident Student for Fee Assessment Purposes for the State Supported Colleges and Universities in Kentucky (approved by the Council on Public Higher Education on July 22, 1968), and (b) Guidelines for Administration of the Definition of Resident Student for Fee Assessment Purposes (adopted by the Council on Public Higher Education on October 7, 1968), copies of Definition and Guidelines being attached hereto and made a part hereof; further, that the Fees Committee, for and on behalf of the Board of Trustees, render a final decision on each application.

Background: The Fees Committee, appointed annually by the President, has been functioning under rules and regulations previously established by the Council on Public Higher Education.

According to the newly adopted Guidelines, final responsibility for the classification of students as to residence classification and the assessment of appropriate enrollment fees is vested in the Board of Trustees of the University of Kentucky. Furthermore, according to the newly adopted Definition of Resident Student for Fee Assessment Purposes, the Council recommends that each institution establish a Non-Resident Fees Committee to consider changes in residence classification, based upon certain criteria set forth in the Definition. The Council further recommends that application for change of residence classification be made in writing to the Chairman of the Non-Resident Fees Committee. The Chairman may then present each application to the Committee for a final decision with written notification to the student as to the disposition of his application.

Action: Approved X Disapproved Other

Date: October 22 , 1968

GUIDELINES FOR ADMINISTRATION OF THE DEFINITION OF
RESIDENT STUDENT FOR FEE ASSESSMENT PURPOSES
(Approved October 7, 1968)

The following guidelines are adopted by the Council on Public Higher Education for the purpose of providing common definitions, interpretations and administration among the state-supported institutions of higher learning in Kentucky of the Council's adopted "definition of resident student for fee assessment purposes". Final responsibility for the classification of students as to residency and the assessment of appropriate enrollment fees is vested in the respective governing boards of the institutions of higher education.

GENERAL STATEMENTS

A student who is eligible to enroll as a resident student in another state cannot be enrolled as a resident student at a Kentucky state-supported institution of higher learning.

A student initially classified as a non-resident and who maintains continuous student status shall not normally be re-classified as a resident student. Exceptions to this policy may include the following: marriage of a non-resident female to a resident male, parents establish a legal residence in Kentucky or on an indefinite military assignment in Kentucky.

DEFINITION OF TERMS

ADULT: The following are considered adult students:

- a. A student who has reached his eighteenth (18th) birthday.
- b. A married student who has not reached his eighteenth (18th) birthday, but who is financially independent and whose legal residence is maintained independent of that of his parents or legal guardian.

An out-of-state student reaching his eighteenth birthday while attending school does not qualify for classification as an in-state student merely by virtue of having become an adult.

IN-STATE STUDENT: One whose legal residence is in Kentucky, as determined by proper authorities at the institution.

LEGAL GUARDIAN: A person who by court order has been appointed to act in the place of the parents of a minor student.

LEGAL RESIDENCE: A person's residence is his permanent dwelling place. It is the place where he is generally understood to reside with the intention of remaining there indefinitely or of returning there when absent from it. For the purpose of these regulations, enrollment at an institution of higher education is not sufficient to establish residence in Kentucky.

- a. MAINTENANCE OF RESIDENCE: The fact that one temporarily resides elsewhere, with the purpose of returning to his home, does not change his legal residence. It is presumed that the legal residence of a person continues to be in the place where it is proved to have been until the contrary is shown. A legal residence is never lost until a new one is established.
- b. CHANGE OF LEGAL RESIDENCE: To effect a change of legal residence, the first legal residence must be abandoned with no intention of returning to it and actual residence taken up in another place coupled with the intention to remain there permanently and/or indefinitely. The burden of proving legal residence rests with the student.
- c. ESTABLISHMENT OF RESIDENCE: An adult student attempting to establish residence in his own right is presumed to have met the requirements for residency when he has maintained continuous residence in Kentucky for at least one academic year exclusive of any time spent in attendance at any institution of higher learning in Kentucky.

LEGAL RESIDENCE OF A MINOR: The legal residence of an unmarried minor is normally that of the father.

- a. FATHER DECEASED: If the father is not living, the legal residence of the minor is that of the mother.
- b. PARENTS WITH SEPARATE RESIDENCES: If the parents maintain separate residences, the residence of the minor is that of the parent with whom he lives.
- c. PARENTS DIVORCED: If the parents are divorced, the legal residence of the minor is that of the parent who was granted custody by court order; if custody was not granted, the minor's legal residence is that of the parent with whom he lives; but if he lives with neither, it remains that of his father.

USE OF RECORDS: A student whose admissions records show him to be a graduate of an out-of-state high school and his legal residence to be outside of Kentucky will normally be classified as a non-resident.

MOVEMENT INTO KENTUCKY: A student (or in the case of a minor, his parent or legal guardian) who has not established residence in Kentucky is classified as an out-of-state resident. For tuition assessment purposes, a person does not establish a legal residence merely by spending time in Kentucky, payment of taxes, owning real property or by attending an institution of higher education.

MILITARY PERSONNEL: No person shall be presumed to have gained or lost in-state residence status in Kentucky while serving in the Armed Forces. Persons assigned to military duty and residing in Kentucky for an indefinite period of time shall be considered residents of the Commonwealth of Kentucky. A minor dependent of military personnel whose sponsor is reassigned outside the United States but whose family remains in Kentucky will not lose resident status for tuition purposes.

ALIENS: Aliens lawfully admitted to the United States for permanent residence may establish Kentucky residence in the same manner as any other nonresident. An alien who possesses a student visa cannot be classified as a resident.

Commonwealth of Kentucky
COUNCIL ON PUBLIC HIGHER EDUCATION
319 Ann Street
Frankfort
40601

DEFINITION OF RESIDENT STUDENT FOR FEE ASSESSMENT PURPOSES
FOR THE STATE-SUPPORTED COLLEGE & UNIVERSITIES OF KENTUCKY
(Approved July 22, 1968)

Every student who is not a resident of Kentucky as defined below is required to pay non-resident registration and/or entrance fees.

The following policy, adopted by the Council on Public Higher Education, Commonwealth of Kentucky, in accordance with Section 164.020 (3) of the Kentucky Revised Statutes, is applied to determine a student's eligibility for fees assessed Kentucky residents who enroll at any of the state-supported institutions of higher learning in the Commonwealth of Kentucky. This determination is made at the time of initial enrollment and shall not be changed thereafter except as provided below.

A student under eighteen years of age is eligible to enroll as a resident of Kentucky if his parent or legal guardian has established or has maintained residence in the Commonwealth immediately preceding his original enrollment. No student under eighteen years of age shall be considered to have gained residence in the Commonwealth while a student unless or until his parent or guardian moves into the Commonwealth and acquires residence. If a student under eighteen years of age is enrolled as a resident of the Commonwealth and his parent or legal guardian thereafter moves out of the Commonwealth, the student will become a non-resident at the beginning of his next enrollment. If the parents have different residences, the residence of the parent who has legal custody of the student's person or the residence of the parent who provides the main financial support shall be considered the residence of the student.

An adult student from out-of-state who seeks Kentucky residence status must assume the burden of proving conclusively that he is a resident of the Commonwealth with the present intention of making his permanent home in this state. In general, it is assumed that the intent to remain indefinitely in Kentucky is evidenced not only by what a person states but what a person has actually done. The following criteria may be among those used by authorities of the institution in ascertaining the legal residence of a student: Obtaining full-time employment, establishing a home, buying property, filing state income tax returns, transferring or establishing church membership, affiliating with local organizations, and various other actions which give evidence of intent to remain indefinitely within the Commonwealth. Compliance with any one or more of these criteria does not in itself constitute Kentucky resident status for the student or his parents.

Any student or prospective student in doubt concerning his residence status must bear the responsibility for securing a ruling by stating his case in writing to the Admissions Officer. The student who, due to subsequent events, becomes eligible

for a change in residence classification, whether from out-of-state to in-state, or the reverse, has the responsibility of immediately informing the Office of Admissions of this circumstance in writing.

The Council recommends that each institution establish a Non-Resident Fees Committee to consider changes in resident status based on the above criteria. Application for change of residence classification should be made in writing to the person who has been designated by the Board of Trustees or Regents as the Chairman of the Non-Resident Fees Committee. The Chairman may present each case to the Committee for a final decision, and the student will be notified in writing as to the disposition of his application.

This policy shall be applicable with exceptions allowable for possible conflicts with state and federal laws relating to residency such as the Federal Soldiers and Sailors Relief Act.

Office of the President
October 22, 1968

PR 5

Members, Board of Trustees:

AUTHORIZATION OF DOCTOR OF PHARMACY DEGREE
IN COLLEGE OF PHARMACY

Recommendation: that the College of Pharmacy of the Albert B. Chandler Medical Center be authorized to develop an advanced professional preparation program in pharmaceutical education leading to the degree of Doctor of Pharmacy.

Background: The recommendation comes with the approval of the Academic Council of the Medical Center. The proposal, following University policy, was circulated to the University faculty and was confirmed by the University Senate Council.

The program will be offered on an optional basis. Students at the University of Kentucky can elect to apply for admission at the end of their second professional year. By careful scheduling these students could graduate with the Pharm.D. degree in six years (two pre-professional and four professional years). Registration as a pharmacist in Kentucky requires an additional year for internship. Also, admission will be granted to selected qualified individuals holding a B.S. degree in Pharmacy from accredited college. These students may earn the Pharm.D. degree by making up deficiencies in previous training (including Clinical Pharmacy) and completing requirements.

The program leading to a Pharm.D. is consistent with the educational program among the other health professions which require general education followed by professional study and which include medicine, dentistry, and veterinary medicine as well as pharmacy.

Graduates of the program will have specialized in hospital care practice, nursing home or other institutional practice, pharmacy and health care organizations, administration of small community practice, non-prescription drug products, drug product evaluation, drug information retrieval, drug and health law, product formulation, animal care products, and other areas.

The current budget, staffing pattern and facilities will accommodate the initiation of this professional degree program. The projection of extramural support for the college will substantially meet increases in costs without major budgetary additions.

Action: Approved X Disapproved Other

Date: October 22, 1968

Office of the President
October 22, 1968

PR 6

Members, Board of Trustees:

VISITATION BY SOUTHERN ASSOCIATION OF COLLEGES AND SCHOOLS

Recommendation: that the Board of Trustees authorize an institution-wide Self-Study program preparatory to the visitation by the Southern Association of Colleges and Schools for purposes of accreditation.

Background: Each ten years a college or university which is accredited by and is a member of the Southern Association of Colleges and Schools is required to conduct a self-study of the institution for purposes of re-accreditation.

The time is at hand when the University of Kentucky is subject to this process. The self-study usually demands about eighteen months to complete for an institution of our size and complexity. This step is followed by a visitation of a small group of professional personnel representing higher education in the region and appointed by the Southern Association. This visitation team, after reading the report of the self-study, spends several days on the campus or campuses of the institution examining and investigating various aspects of the college or university. Subsequently, the visitation team submits a report and recommendations to the Southern Association.

The Community College System will participate in a parallel manner in this process.

Action: Approved X Disapproved Other

Date: October 22, 1968

Office of the President
October 22, 1968

PR 7

Members, Board of Trustees:

CREATION OF DEPARTMENTS OF DIAGNOSTIC RADIOLOGY
AND THERAPEUTIC RADIOLOGY

Recommendation: that the Department of Radiology, College of Medicine, be divided into two separate departments; namely, the Department of Diagnostic Radiology and the Department of Therapeutic Radiology. It is further recommended that Harold D. Rosenbaum, M.D., presently Professor and Chairman of the Department of Radiology, be named Chairman of the Department of Diagnostic Radiology and that Robert H. Greenlaw, M.D., Professor of Radiology, be named Chairman of the Department of Therapeutic Radiology, effective July 1, 1969.

Background: For many years there has been a growing appreciation of the basic differences in the disciplines of Diagnostic Radiology and Therapeutic Radiology. The equipment used, the basic responsibilities and the orientation of these two types of radiologists are completely different. They have been allied in the past mainly by tradition and because both require an understanding and utilization of ionizing radiation. These have been separate departments throughout the continent of Europe for many years, and recently a similar division has been utilized in the United States. The American Board of Radiology is promoting division of the specialty into these two distinct components, recognizing and encouraging programs devoted exclusively to either Diagnostic Radiology or Therapeutic Radiology, as well as offering separate certification in each field.

Separation of the Department of Radiology into two departments would have no noticeable effect on any aspect of the teaching program inasmuch, for all practical purposes, the teaching of the two disciplines is already separate. The specialty training programs in these two fields are separate at the University of Kentucky and other institutions now for all practical purposes also.

A basis of division of the present departmental activities has identified appropriate responsibilities for the two separate departments. For all intents and purposes, the present Department is functioning in the manner proposed.

The Department of Diagnostic Radiology would include overall direction of the residency program in General Radiology, as well as the training program in Radiologic Technology. The Development and Maintenance Section also would be assigned to this Department.

The Department of Therapeutic Radiology includes aspects of Radiobiology, Radiation Physics, training programs in Bioradiation Sciences, and Nuclear Medicine.

The creation of the two departments will require no additional budgetary or space commitments at this time. All educational, patient care, and research programs, including those of the Veterans Administration Hospital, would be potentially strengthened by this division.

Action: Approved X Disapproved Other

Date: October 22 , 1968

Office of the President
October 22, 1968

PR 8

Members, Board of Trustees:

RECOMMENDATIONS FROM BOARD OF DIRECTORS OF UNIVERSITY
OF KENTUCKY ATHLETICS ASSOCIATION

Recommendation: the Board of Directors of the University of Kentucky Athletics Association makes the following recommendations to the Board of Trustees of the University of Kentucky:

- (1) that the University of Kentucky Sports Center be named for Mr. Bernie A. Shively.
- (2) that the military leave of absence granted Buster Brown, Equipment Manager for the Athletics Association, be extended and that such leave cover the period from January, 1943 to January, 1952.

Background: (1) The Board of Directors of the Athletics Association recommends to the Board of Trustees of the University of Kentucky that the new Sports Center be named for Bernie A. Shively, Athletics Director of the University, who died in December, 1967. The Board feels that this is a fitting recognition of the contribution which Mr. Shively made to the University of Kentucky athletics programs and an expression of the deep respect and esteem in which he was held by his friends and associates.

(2) Mr. Buster Brown, Equipment Manager for the Athletics Association, will retire in January, 1969. He has been a loyal and dedicated employee for over twenty years. His service, however, was interrupted by a leave of absence to do war defense work for the period from 1943 to 1947. When he returned to Lexington to resume his former position, it had been filled by another and did not become open until 1952. At that time he resumed his duties as Equipment Manager and has been in continuous employment since. There are no official records available to indicate the understanding reached between Mr. Bernie A. Shively and Mr. Brown relative to his leave of absence and, in order to facilitate the determination of his retirement pay, the Board of Directors of the Athletics Association recommends to the Board of Trustees that official approval be given to a leave of absence for Mr. Brown for the period from January, 1943 to January, 1952.

Action: Approved X Disapproved Other

Date: October 22 , 1968

Office of the President
October 22, 1968

PR 9

Members, Board of Trustees:

1968-69 Budget Revisions

Recommendation: that the following revisions in the 1968-69 budget be authorized and approved.

	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
<u>Restricted Funds</u>			
1. Income estimates	\$ 3,958,655	\$ 3,986,466	\$ 27,811
2. Expenditures			
Medical Center			
College of Pharmacy	-0-	6,000	6,000
Community Dentistry	-0-	681	681
College of Medicine Administration	-0-	9,639	9,639
Department of Surgery	-0-	320	320
Department of Pedi- atrics	-0-	9,011	9,011
Department of Neuro- surgery	-0-	1,445	1,445
Department of Medicine	-0-	500	500
Department of Oph- thalmology	-0-	215	<u>215</u>
			27,811

Page 2

3. Comments - Additional gifts and grants have been received to support these restricted fund expenditures.

Action: Approved X Disapproved Other

Date: October 22 , 1968

Finance Committee Report
October 22, 1968

FCR 1

Members, Board of Trustees:

INTERIM FINANCIAL REPORT

Recommendation: that the financial report for the three months ending September 30, 1968 be accepted.

Background: The report reflects income of \$23,974,849.34 for the period of the report; the income figure is 28.3% of the annual income estimate of \$84,617,737.90.

The expenditure and commitments represent a total of \$20,775,214.86 for this three months' period, or 24.6% of the expenditure authority of \$84,617,737.90 approved by the Board.

Action: Approved X Disapproved Other

Date: October 22 , 1968

UNIVERSITY OF KENTUCKY

LEXINGTON, KENTUCKY 40506

OFFICE OF VICE PRESIDENT
BUSINESS AFFAIRS AND TREASURER

October 11, 1968

Dr. A. D. Kirwan, Interim President
University of Kentucky
Lexington
Kentucky

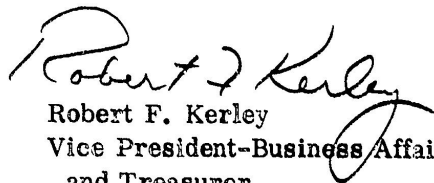
Dear Dr. Kirwan:

Submitted herewith is the interim financial report of the University of Kentucky for the period July 1, 1968 through September 30, 1968. This report consists of a balance sheet for the twelve fund groups, and statements of income and appropriations showing the financial transactions for the three months ended September 30, 1968.

<u>Exhibit</u>	<u>Name</u>	<u>Page</u>
A	Balance Sheet	1
B	Summary of Current Funds Income and Appropriated Balances	7
C	Summary of Current Funds Expenditures	8
D	Statement of Unexpended Plant Funds	10
E	Statement of Retirement of Indebtedness Funds	13
F	Statement of Sinking Funds	14
G	Summary of Other Funds Transactions	15
	1. Loan Funds	
	2. Endowment Funds	
	3. Agency Funds	

This report is intended to form a comprehensive and permanent record of the finances of the University for the period covered.

Respectfully submitted,


Robert F. Kerley
Vice President-Business Affairs
and Treasurer

/rts

EXHIBIT A

University of Kentucky
Balance Sheet
September 30, 1968ASSETS

I. Current Funds:

A. Unrestricted:

Cash:

Federal funds	\$ 526,222.75
Depository funds	1,360,624.75
On deposit with State Treasurer	<u>2,971,249.93</u>
Total cash	4,858,097.43
Reimbursements due from State Treasurer	671,875.62
Due from other funds	3,260,708.34
Accounts receivable	701,516.49
Notes receivable	71,190.00
Unrealized income (Exhibit B)	45,385,939.85
Inventories and undistributed charges	<u>2,157,124.41</u>

Total unrestricted

\$ 57,106,452.14

B. Restricted:

Cash in bank	291,853.18
Due from other funds	820,572.12
Petty cash advances	211,582.39
Investments	5,461,323.90
Accounts receivable	210,814.83
Unrealized income (Exhibit B)	<u>1,722,709.16</u>

Total restricted

8,718,855.59

C. Hospital and clinics:

Cash:

Depository funds	661,905.68
On deposit with State Treasurer	<u>75,153.73</u>
Total cash	737,059.41
Accounts receivable (net of allowance for doubtful accounts of \$ 4,514,083)	1,670,332.30
Unrealized income (Exhibit B)	7,439,665.02
Inventories	<u>421,918.04</u>

Total hospital and clinics

10,268,974.77

University of Kentucky
Balance Sheet
September 30, 1968

EXHIBIT A

LIABILITIES

I. Current Funds:

A. Unrestricted:

Accounts payable-county funds	\$ 9,222.28
Outstanding encumbrances	3,728,209.49
Due to Federal Government	44,086.86
Due to other funds	1,444,800.34
Advances from state for imprest cash fund	400,000.00
Unencumbered balance, departmental appropriations (Exhibit C)	46,600,487.56
Deferred income-student fees	1,632,728.13
Reserve for inventories	1,050,552.83
Reserve for notes receivable	71,190.00
Special reserve-University Hospital	249,000.00
Unallocated fund balances	<u>1,876,174.65</u>

Total unrestricted \$ 57,106,452.14

B. Restricted:

Outstanding encumbrances	35,611.97
Due to other funds	2,801,704.95
Outstanding check liability	9,898.45
Undistributed collections and clearing	2,180,171.69
Unencumbered balance, departmental appropriations (Exhibit C)	1,094,379.63
Unappropriated funds balances	<u>2,597,088.90</u>

Total restricted 8,718,855.59

C. Hospital and clinics:

Outstanding encumbrances	67,778.90
Due to other funds	103,168.18
Unexpended balance, departmental appropriations (Exhibit C)	8,277,456.45
Reserve for inventories	396,176.97
Reserve for accounts receivable	<u>1,424,394.27</u>

Total hospital and clinics 10,268,974.77

EXHIBIT A

University of Kentucky
Balance Sheet
September 30, 1968ASSETS

D. Housing and dining system:

Cash in bank	\$ 1,095,157.21
Funds for renewal and replacement	561,232.00
Accounts receivable	180,762.00
Inventories	582,089.74
Unrealized income (Exhibit B)	4,896,574.41
Funded future bond interest expense	1,395,282.50

Total housing and dining system	\$ 8,711,097.86
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E. Auxiliary enterprises:

Cash in bank	1,253,842.81
Accounts receivable	13,309.32
Inventories	183,902.00
Unrealized income (Exhibit B)	<u>1,198,000.12</u>

Total auxiliary enterprises	<u>2,649,054.25</u>
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TOTAL CURRENT FUNDS	<u><u>\$ 87,454,434.61</u></u>
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II: Loan Funds:

Cash in bank	\$ 19,420.59
Notes receivable	3,974,609.68
Due from Federal Government	4,836.34
Due from United Student Aid loan fund	2,000.00

TOTAL LOAN FUNDS	<u><u>\$ 4,000,866.61</u></u>
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III. Endowment Funds:

Cash in bank	\$ 85,036.41
Cash on deposit with Trustee	32.97
Investments	<u>614,605.61</u>

TOTAL ENDOWMENT FUNDS	<u><u>\$ 699,674.99</u></u>
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University of Kentucky
Balance Sheet
September 30, 1968

EXHIBIT A

LIABILITIES

D. Housing and dining system:

Bonds payable	\$ 1,395,282.50
Deferred income-student fees	89,958.00
Unexpended balance, departmental appropriations (Exhibit C)	6,341,442.78
Funds balances:	
Funds for renewals and replacement	561,232.00
Unallocated	<u>323,182.58</u>

Total housing and dining system \$ 8,711,097.86

E. Auxiliary enterprises:

Outstanding encumbrances	192,570.72
Unencumbered balance, departmental appropriations (Exhibit C)	1,528,756.62
Unallocated funds balances	<u>927,726.91</u>

Total auxiliary enterprises 2,649,054.25

TOTAL CURRENT FUNDS \$ 87,454,434.61

II. Loan Funds:

Federal sponsored loan funds:

Federal government	\$ 3,523,679.67
University matching funds	322,015.24
Accumulated interest income	66,869.90
Total Federal sponsored loan funds	<u>3,912,564.81</u>

University loan funds:

University student loan funds	27,700.00
University special student loan funds	58,601.80
United Student Aid loan fund	2,000.00
Total University loan funds	<u>88,301.80</u>

TOTAL LOAN FUNDS \$ 4,000,866.61

III. Endowment Funds:

Funds balances	\$ 699,674.99
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TOTAL ENDOWMENT FUNDS \$ 699,674.99

EXHIBIT A

University of Kentucky
Balance Sheet
September 30, 1968ASSETS

IV. Plant Funds:

A. Unexpended plant funds:

Cash on deposit with State Treasurer	\$ 312,250.23
Capital construction funds	32,095,201.48
Due from Federal Government	1,335,675.00
Due from other funds	686,531.36
Construction authorized (Exhibit D)	48,758,638.67

Total unexpended plant funds	\$ 83,188,296.74
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B. Retirement of indebtedness funds:

Cash on deposit with State Treasurer	104,269.01
Accounts receivable	10,449.50
Unrealized income (Exhibit E)	<u>3,100,692.08</u>

Total retirement of indebtedness funds	3,215,410.59
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C. Sinking funds:

Cash on deposit with Trustee	26,492.52
Investments held by Trustee	<u>8,184,431.74</u>

Total sinking funds	8,210,924.26
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D. Invested in plant:

Land	5,378,378.41
Buildings	120,607,507.00
Equipment	<u>29,034,544.00</u>

Total invested in plant	<u>155,020,429.41</u>
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TOTAL PLANT FUNDS	<u>\$ 249,635,061.00</u>
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V. Agency Funds:

Cash in bank	<u>\$ 744,385.60</u>
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TOTAL AGENCY FUNDS	<u>\$ 744,385.60</u>
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University of Kentucky
Balance Sheet
September 30, 1968

EXHIBIT A

LIABILITIES

IV. Plant Funds:

A. Unexpended plant funds:

Outstanding encumbrances	\$ 14,635,930.73
Due to current general funds	243,715.00
Due to Commonwealth of Kentucky	6,547,831.00
Notes payable	31,400,000.00
Appropriations-unencumbered balances (Exhibit D)	17,700,514.48
University equity in projects	<u>12,660,305.53</u>

Total unexpended plant funds \$ 83,188,296.74

B. Retirement of indebtedness funds:

Unexpended balances, debt service (Exhibit E)	3,128,126.20
Funds balances	<u>87,284.39</u>

Total retirement of indebtedness
funds 3,215,410.59

C. Sinking funds:

Bonds payable	3,333,000.00
Funds balances (Exhibit F)	<u>4,877,924.26</u>

Total sinking funds 8,210,924.26

D. Invested in plant:

Bonds payable	50,315,717.50
Due to other funds	401,000.00
Net investment in plant	<u>104,303,711.91</u>

Total invested in plant 155,020,429.41

TOTAL PLANT FUNDS \$ 249,635,061.00

V. Agency Funds:

Agency funds balances	<u>\$ 744,385.60</u>
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TOTAL AGENCY FUNDS \$ 744,385.60

University of Kentucky
Summary of Current Funds Income and Appropriated Balances
For the Three Months Ended September 30, 1968

EXHIBIT B

<u>Fund and Source:</u>	<u>Estimated</u>	<u>Realized</u>	<u>Unrealized</u>
A. Unrestricted:			
Student fees	\$ 7,856,600.00	\$ 2,248,302.57	\$ 5,608,297.43
State appropriations	43,042,229.00	11,070,790.00	31,971,439.00
Federal appropriations	4,821,335.00	1,042,518.00	3,778,817.00
County appropriations	639,500.00	145,016.05	494,483.95
Endowment income	48,200.00	30,546.76	17,653.24
Gifts and grants	2,333,800.00	12,874.99	2,320,925.01
Sales and services	1,645,365.00	451,040.78	1,194,324.22
Fund balances appropriated for current operations	1,565,033.15	1,565,033.15	
Prior year encumbrances appropriated	<u>1,057,559.28</u>	<u>1,057,559.28</u>	
Total unrestricted	<u>63,009,621.43</u>	<u>17,623,681.58</u>	<u>45,385,939.85</u>
B. Restricted	<u>1,970,983.38</u>	<u>248,274.22</u>	<u>1,722,709.16</u>
C. Hospital and clinics:			
State appropriations	4,071,051.00	1,042,490.00	3,028,561.00
Hospital earned income- net	5,645,320.00	1,234,215.98	4,411,104.02
Fund balances appropriated for current operations	193,000.00	193,000.00	
Prior year encumbrances appropriated	<u>83,857.60</u>	<u>83,857.60</u>	
Total hospital and clinics	<u>9,993,228.60</u>	<u>2,553,563.58</u>	<u>7,439,665.02</u>
D. Housing and dining system	<u>7,437,681.00</u>	<u>2,541,106.59</u>	<u>4,896,574.41</u>
E. Auxiliary enterprises	<u>2,206,223.49</u>	<u>1,008,223.37</u>	<u>1,198,000.12</u>
TOTAL CURRENT FUNDS INCOME AND APPROPRIATED BALANCES	<u>\$ 84,617,737.90</u>	<u>\$ 23,974,849.34</u>	<u>\$ 60,642,888.56</u>

University of Kentucky
Summary of Current Funds Expenditures
For the Three Months Ended September 30, 1968

EXHIBIT C

<u>Fund and Function:</u>	<u>Appropriations</u>	<u>Expenditures</u>	<u>Encumbrances</u>	<u>Unencumbered Balance</u>
A. Unrestricted:				
Departments of instruction and research	\$ 24,724,070.90	\$ 5,144,299.52	\$ 756,044.22	\$ 18,823,727.16
Community colleges	5,388,700.09	1,170,478.48	208,242.35	4,009,979.26
Summer session	524,173.75	567,850.38	561.64	(44,238.27)
Organized activities	906,717.54	118,465.59	87,563.58	700,688.37
Organized research	5,973,032.37	1,324,911.21	732,443.72	3,915,677.44
Libraries	1,689,885.18	366,299.02	329,973.17	993,612.99
Extension and public services	7,228,027.92	1,642,228.68	99,502.09	5,486,297.15
Maintenance and operation of plant	3,778,780.20	717,327.89	479,591.43	2,581,860.88
Major improvements	300,000.00	16,516.47		283,483.53
Acquisition of equipment	137,321.43	21,777.68	38,558.93	76,984.82
General administration	2,456,491.36	509,290.03	39,011.13	1,908,190.20
Student services	2,242,624.89	447,730.24	104,338.95	1,690,555.70
Staff benefits	3,713,766.00	874,190.56	13,167.07	2,826,408.37
General institutional services	1,738,279.74	284,342.55	224,996.53	1,228,940.66
Service enterprises	116,908.27	56,144.09	27,586.67	33,177.51
Debt service cost	1,400,000.00			1,400,000.00
Student aid	7,500.00	700.00		6,800.00
Reserves	<u>683,341.79</u>		<u>5,000.00</u>	<u>678,341.79</u>
Total unrestricted	<u>63,009,621.43</u>	<u>13,262,552.39</u>	<u>3,146,581.48</u>	<u>46,600,487.56</u>

University of Kentucky
Summary of Current Funds Expenditures
For the Three Months Ended September 30, 1968

EXHIBIT C

<u>Fund and Function:</u>	<u>Appropriations</u>	<u>Expenditures</u>	<u>Encumbrances</u>	<u>Unencumbered Balance</u>
B. Restricted:				
Departments of instruction and research	\$ 456,948.25	\$ 67,395.20	\$ 14,163.13	\$ 375,389.92
Organized research	226,576.00	44,307.57	7,582.43	174,686.00
Libraries	9,214.00	16.27		9,197.73
Extension and public services	597,483.73	227,827.61	1,624.86	368,031.26
General administration	39,614.73	11,035.87	4,408.36	24,170.50
Student services	55,527.00			55,527.00
General institutional services	94,270.00	21,575.48	3,312.13	69,382.39
Student aid	472,366.49	464,177.74	347.24	7,841.51
Construction	<u>18,983.18</u>	<u>5,543.26</u>	<u>3,286.60</u>	<u>10,153.32</u>
Total restricted	<u>1,970,983.38</u>	<u>841,879.00</u>	<u>34,724.75</u>	<u>1,094,379.63</u>
C. Hospital and clinics	<u>9,993,228.60</u>	<u>1,665,571.95</u>	<u>50,200.20</u>	<u>8,277,456.45</u>
D. Housing and dining system	<u>7,437,681.00</u>	<u>1,096,238.22</u>		<u>6,341,442.78</u>
E. Auxiliary enterprises	<u>2,206,223.49</u>	<u>484,896.15</u>	<u>192,570.72</u>	<u>1,528,756.62</u>
TOTAL CURRENT FUNDS				
EXPENDITURES	<u>\$ 84,617,737.90</u>	<u>\$ 17,351,137.71</u>	<u>\$ 3,424,077.15</u>	<u>\$ 63,842,523.04</u>

University of Kentucky
Statement of Unexpended Plant Funds
For the Three Months Ended September 30, 1968

EXHIBIT D

Construction:	<u>Appropriation</u>	<u>Expenditures</u>	<u>Encumbrances</u>	<u>Unencumbered Balance</u>
Main campus-				
Undergraduate housing complex	\$ 542,742.51		\$ 207,442.54	\$ 335,299.97
Classroom -office building	12,089,195.00	\$ 5,879,262.85	5,067,682.36	1,142,249.79
Completed projects clearing	<u>156,128.95</u>		<u>15,700.59</u>	<u>140,428.36</u>
Total construction-main campus	<u>12,788,066.46</u>	<u>5,879,262.85</u>	<u>5,290,825.49</u>	<u>1,617,978.12</u>
Community colleges-				
Ashland	3,476,120.00	116,569.78	2,955,113.59	404,436.63
Elizabethtown	1,765,998.65	440,310.09	1,121,396.30	204,292.26
Hazard	124,250.00	50,097.48	52,551.97	21,600.55
Henderson	54,760.00	49,965.63	1.00	4,793.37
Hopkinsville	188,350.00	153,354.58	4,250.00	30,745.42
Jefferson	1,530,452.00	1,417,076.16	55,329.55	58,046.29
Maysville	1,872,054.00	769,953.78	1,070,241.90	31,858.32
Northern	350,586.18	95,294.49	43,176.36	212,115.33
Prestonsburg	227,007.24	218,849.16	93.65	8,064.43
Somerset	192,869.00	162,971.62	5,841.00	24,056.38
Southeast	41,670.00	18,802.83	17,914.42	4,952.75
Movable classroom-office building	<u>437,271.00</u>	<u>420,002.94</u>	<u>1,893.80</u>	<u>15,374.26</u>
Total community colleges	<u>10,261,388.07</u>	<u>3,913,248.54</u>	<u>5,327,803.54</u>	<u>1,020,335.99</u>
Total construction	<u>23,049,454.53</u>	<u>9,792,511.39</u>	<u>10,618,629.03</u>	<u>2,638,314.11</u>
Major Improvements:				
Food storage building-refrigeration	28,839.50	27,678.55		1,160.95
Animal care facilities for medical research	289,950.00	289,464.91		485.09
Wood Utilization Center-student housing	17,250.00	6,062.92	8,025.17	3,161.91
Agricultural Engineering Building-renovation	99,634.00	95,166.94	97.72	4,369.34
Tobacco and health research equipment installation	225,821.00	147,759.69	22,555.57	55,505.74
Demolition of residential buildings for surface parking	23,066.00	17,262.00		5,804.00

University of Kentucky
Statement of Unexpended Plant Funds
For the Three Months Ended September 30, 1968

EXHIBIT D

Major Improvements (continued)	<u>Appropriation</u>	<u>Expenditures</u>	<u>Encumbrances</u>	<u>Unencumbered Balance</u>
Heben G. King Alumni House	\$ 45,124.00	\$ 45,000.87	\$ 70.00	\$ 53.13
Parking structures	3,890,818.00	300,989.82	3,207,734.86	382,093.32
Temporary ETV production center	394,147.00	236,768.83	148,808.48	8,569.69
Engineering Building-7th floor alterations for materials science program	58,093.00	54,097.22	1,040.66	2,955.12
New serving lines-Donovan Hall Cafeteria	142,163.00	120,801.92	15,038.61	6,322.47
Agricultural Sciences laboratory Building # 2	17,500.00	14,999.00	1.00	2,500.00
Electrical substation, # 2-central campus	53,600.00	5,272.05	44,369.61	3,958.34
Cooling plant # 2-central campus	1,242,138.00	75,184.20	18,667.72	1,148,286.08
Installation of auxiliary system-central heating plants	443,774.00	354,225.13	29,311.55	60,237.32
Anderson Hall-miscellaneous renovation	138,009.00	131,712.42	5,510.74	785.84
Modernization of lighting and lighting control systems-Guignol Theatre	82,223.00	6,209.45	2,279.92	73,733.63
Civil Engineering Research Laboratory renovation	10,402.00	3,127.04	6,805.07	469.89
Center Motel renovation	103,260.00	37,060.95	60,973.65	5,225.40
Pre-fabricated laboratory building	1,579,972.00	74.90		1,579,897.10
Art Building	5,800.00	1,000.00	3,137.80	1,662.20
Office area-Service Building	24,500.00	7,573.72	15,148.45	1,777.83
Office laboratory-student quarters-swine research program-Coldstream Farm	106,337.50	55,104.48		51,233.02
Renovation of Reynolds # 3	135,437.00	77,962.26	51,032.13	6,442.61
Electrical renovation-Bowman and Breckinridge Halls	62,699.00	52,680.60	6,858.45	3,159.95
Agronomy seed laboratory-air conditioning	2,500.00		1,000.00	1,500.00
Renovation of Pharmacy Building	2,500.00			2,500.00
Memorial Hall renovation	28,700.00	21,770.19	81.00	6,848.81
Funkhouser mechanical and electrical renovation	2,500.00	1,000.00		1,500.00
Administration Building-remodeling-Phase II	170,257.00	111,942.94	54,387.05	3,927.01

University of Kentucky
Statement of Unexpended Plant Funds
For the Three Months Ended September 30, 1968

EXHIBIT D

Major Improvements (continued)	<u>Appropriation</u>	<u>Expenditures</u>	<u>Encumbrances</u>	<u>Unencumbered Balance</u>
Horticulture field research laboratory	\$ 3,000.00			\$ 3,000.00
Central campus utility distribution	382,688.00			382,688.00
Surface parking area, lighting and landscaping	3,000.00			3,000.00
Pedestrian walks, lighting and landscaping	3,000.00			3,000.00
Margaret I. King library additions	10,000.00			10,000.00
Center for handicapped children	7,000.00			7,000.00
Biological Sciences Building	30,000.00			30,000.00
Aerial mapping	<u>11,546.00</u>	<u>\$ 11,541.21</u>		<u>4.79</u>
Total major improvements	<u>9,877,248.00</u>	<u>2,309,494.21</u>	<u>3,702,935.21</u>	<u>3,864,818.58</u>
Minor Construction	<u>912,133.48</u>	<u>599,883.25</u>	<u>309,327.45</u>	<u>2,922.78</u>
Property Acquisitions	<u>2,225,650.00</u>	<u>2,102,758.79</u>	<u>5,039.04</u>	<u>117,852.17</u>
Undistributed portion- Consolidated Educational Building Bonds- Anticipation Notes 1967	<u>12,502,145.26</u>	<u>1,616,545.82</u>		<u>10,885,599.44</u>
Clearing Account	<u>191,007.40</u>			<u>191,007.40</u>
TOTAL UNEXPENDED PLANT FUNDS	<u><u>\$48,757,638.67</u></u>	<u><u>\$16,421,193.46</u></u>	<u><u>\$14,635,930.73</u></u>	<u><u>\$17,700,514.48</u></u>

University of Kentucky
Statement of Retirement of Indebtedness Funds
September 30, 1968

EXHIBIT E

<u>Income:</u>	<u>Estimated</u>	<u>Realized</u>	<u>Unrealized</u>
<u>Debt service charged to:</u>			
Unrestricted funds	\$ 1,192,434.00		\$ 1,192,434.00
Housing and dining system	1,757,112.25		1,757,112.25
Auxiliary enterprises	174,982.98	\$ 24,137.09	150,845.89
Sinking funds	6,641.70	6,641.70	
University of Kentucky Athletic Association	49,916.10	49,616.16	299.94
Fund balances appropriated	<u>23,799.46</u>	<u>23,799.46</u>	
TOTAL RETIREMENT OF INDEBTEDNESS			
FUNDS (Exhibit A)	<u>\$ 3,204,886.49</u>	<u>\$ 104,194.41</u>	<u>\$ 3,100,692.08</u>

<u>Debt Service:</u>	<u>Appropriated</u>	<u>Expended</u>	<u>Unexpended Balance</u>
Auditorium Field House	\$ 45,666.85	\$ 45,672.75	\$ (5.90)
Library Service Building	4,130.74	65.00	4,065.74
Stadium Addition	15,505.00	243.75	15,261.25
Chi Omega	3,428.15	2,981.30	446.85
Journalism Building	12,509.00		12,509.00
Alpha Delta Pi	4,125.00		4,125.00
Dorms A, B, C, D, E, and F	38,820.00		38,820.00
Dorms G, H, I, J, K, and L	50,812.50		50,812.50
Phi Delta Theta	8,550.00		8,550.00
Delta Delta Delta	6,565.00		6,565.00
Alpha Tau Omega	8,670.00		8,670.00
Consolidated Educational Buildings-Series A	503,038.00		503,038.00
Community Colleges Educational Buildings- Series A	87,099.00		87,099.00
Consolidated Educational Buildings- Series B	524,623.00		524,623.00
Alpha Gamma Rho and Sigma Chi	16,558.00	7,293.74	9,264.26
Community Colleges Educational Buildings-Series B	77,674.00		77,674.00
Student Housing Bonds of 1964	40,000.00	20,503.75	19,496.25
Housing and Dining System Revenue Bonds- Series A-I	<u>1,757,112.25</u>		<u>1,757,112.25</u>
TOTAL RETIREMENT OF INDEBTEDNESS			
FUNDS (Exhibit A)	<u>\$ 3,204,886.49</u>	<u>\$ 76,760.29</u>	<u>\$ 3,128,126.20</u>

University of Kentucky
Statement of Sinking Funds
For the Three Months Ended September 30, 1968

EXHIBIT F

Housing and Dining System Bond and Interest Fund	\$1,701,110.44
Housing and Dining System Repair and Maintenance Reserve	562,883.82
Bowman, Keeneland, Cooperstown, Blazer and Student Union Future Interest Fund	1,385,457.50
Second PWA Issue	5,043.87
Consolidated Educational Buildings- Series A	567,631.28
Consolidated Educational Buildings- Series B	478,615.65
Community Colleges Educational Buildings- Series A	57,117.16
Community Colleges Educational Buildings- Series B	34,669.31
Housing Bonds of 1960	37,093.59
Housing Bonds of 1960-Maintenance Reserve	12,720.17
Student Housing Bonds of 1964	<u>35,581.47</u>
 TOTAL SINKING FUNDS (Exhibit A)	 <u><u>\$4,877,924.26</u></u>

University of Kentucky
Summary of Other Funds Transactions
For the Three Months Ended September 30, 1968

EXHIBIT G

<u>Loan Funds:</u>	<u>Balances</u> <u>July 1, 1968</u>	<u>Receipts</u>	<u>Expenditures</u>	<u>Balances</u> <u>September 30, 1968</u>
Federal sponsored loan funds:				
Federal government	\$ 3,238,054.59	\$ 285,625.08		\$ 3,523,679.67
University of Kentucky	322,968.01	(952.77)		322,015.24
Accumulated interest income	65,073.40	1,796.50		66,869.90
University loan funds:				
University student loan funds	23,984.51	3,715.49		27,700.00
University special student loan fund	58,114.89	486.91		58,601.80
United Student Aid loan fund	<u>2,000.00</u>			<u>2,000.00</u>
TOTAL LOAN FUNDS	<u>\$ 3,710,195.40</u>	<u>\$ 290,671.21</u>		<u>\$ 4,000,866.61</u>
<u>Endowment Funds:</u>				
TOTAL ENDOWMENT FUNDS	<u>\$ 639,096.61</u>	<u>\$ 60,578.38</u>		<u>\$ 699,674.99</u>
<u>Agency Funds:</u>				
TOTAL AGENCY FUNDS	<u>\$ 785,560.18</u>	<u>\$ 1,148,979.58</u>	<u>\$ 1,190,154.16</u>	<u>\$ 744,385.60</u>

Finance Committee Report
October 22, 1968

FCR 2

Members, Board of Trustees:

ACCEPTANCE OF AUDITS FOR THE
UNIVERSITY OF KENTUCKY FOR 1967-68

Recommendation: that the Board of Trustees accept the financial statements of the University of Kentucky and the Housing and Dining System and related statements for the fiscal year ended June 30, 1968.

Background: The Finance Committee of the University of Kentucky has reviewed the audit reports and related statements submitted by the firm Peat, Marwick, Mitchell & Co. in conjunction with the administration of the University of Kentucky. The Finance Committee presents these reports to the Board for its acceptance.

(The accountant's report and the two financial statements are not included in the Minutes but are in the official files of the Board of Trustees.)

Action: Approved X Disapproved Other

Date: October 22 , 1968

FCR 4

Members, Board of Trustees:

REAL PROPERTY TRANSACTION--HENDERSON COMMUNITY COLLEGE

Recommendation: that the appropriate officials of the University be authorized to proceed with the acquisition, either by purchase or condemnation, of certain property adjacent to the Henderson Community College, presently owned by Mr. Heyward R. Barrett, for the purpose of expanding the plant and extending the usefulness of the said Community College. The property to be acquired consists of approximately 21.5 acres bounded by the existing Community College Campus. In the event that the property can be acquired by negotiation, without exercise of the power of eminent domain, the entire property owned by Mr. Barrett, consisting of approximately 51.54 acres may be purchased.

Background: The Preliminary Development Plan for the Henderson Community College recommends acquisition of the 21.5 acre tract to allow for the orderly expansion of the campus. The Development Plan was approved in principle by the Board on June 2, 1967. Subsequently, the Advisory Board of the Henderson Community College has passed a resolution requesting that the University acquire the property by purchase or condemnation. In addition, The College Foundation, Inc., a non-profit corporation formed to raise money for the benefit of the Henderson Community College, has agreed to furnish the funds necessary for the acquisition. The Foundation has also agreed that it will furnish the money to purchase the entire 51.54 acre tract if acquisition of the whole seems more feasible.

Action: Approved X Disapproved Other

Date: October 22 , 1968

FCR 5

Members, Board of Trustees:

EASEMENT, SPINDLETOP RESEARCH, INC.

Recommendation: that the Board of Trustees authorize the Vice President, Business Affairs and Treasurer, to execute an easement between Spindletop Research, Inc., and the Commonwealth of Kentucky, by and through the Board of Trustees of the University of Kentucky, for the construction and maintenance of certain roadways and sewer facilities over property of Spindletop Research, Inc., to serve the office building of the Council of State Governments.

Background: Inasmuch as the office building of the Council of State Governments is being located adjacent to Spindletop Research, Inc., a cooperative arrangement has been reached whereby Spindletop Research, Inc., has agreed to grant the above described easements in return for the right to tap on and connect with the sewer line and its appurtenant facilities in accordance with engineering plans approved by the Commonwealth of Kentucky, by and through the Board of Trustees of the University of Kentucky. The tapping on and connecting with shall be at the sole expense of Spindletop Research, Inc.

The Commonwealth of Kentucky, by and through the Board of Trustees of the University of Kentucky, agrees to the usual covenants; that is, to restore the property as nearly as possible to its original condition, to protect any trees and shrubs that may be encountered on the easements, and to pay for any damages incurred by Spindletop Research, Inc., as a result of construction and maintenance of the roadways and sewer facilities.

Action: Approved X Disapproved Other

Date: October 22 , 1968

Finance Committee Report
October 22, 1968

FCR 6

Members, Board of Trustees:

APPROPRIATION OF FUNDS

Recommendation: that \$6,252.65 be appropriated from fund balances in the Auxiliary Enterprise Account for payment to Brunswick Corporation.

Background: The bowling alley is located on the site of parking structure number 3; consequently, the equipment was removed so that the building could be razed. This payment will close the account with Brunswick Corporation.

Action: Approved X Disapproved Other

Date: October 22 , 1968