FCR 1

Office of the President June 8, 2010

Members, Board of Trustees:

ALLIANCE RESOURCE PARTNERS AND ALLIANCE HOLDINGS PLEDGE

<u>Recommendation</u>: that the Board of Trustees accept a pledge of \$1,200,000 from Alliance Resource Partners, L.P. and Alliance Holdings GP, L.P. of Tulsa, Oklahoma to create the Alliance Coal Chair in Mining Engineering in the College of Engineering.

<u>Background</u>: Alliance Resource Partners is a diversified coal producer and marketer with significant operations in the eastern United States. It has a longstanding partnership with the College of Engineering Department of Mining Engineering through its support of faculty, students, and research. The Alliance Coal Chair will provide the opportunity to recruit a renowned scholar and researcher to enhance the teaching, research, and service of the Department.

□ Other____