

Minutes of the University Athletics Committee
University of Kentucky
Thursday, June 20, 2019

The University Athletics Committee of the University of Kentucky met on Thursday, June 20, 2019, in the Lewis Honors College on the University of Kentucky campus.

A. Meeting Opened

Trustee Jennifer Barber, Chair of the University Athletics Committee, called the meeting to order at 3:31 p.m. Chair Barber asked Katie Hardwick to call the roll.

B. Roll Call

The following members of the University Athletics Committee were present: Jennifer Barber, Skip Berry, Cammie Grant, David Melanson, and Rachel Webb; Community Advisory Members Vickie Bell and Paula Hanson. Community Advisory Member Wilbur Hackett and Faculty Representative Joe Fink were not in attendance.

C. Chairs Report

Chair Barber asked for a motion to approve the minutes from the April 29, 2019 meeting. Trustee Melanson moved for approval. Trustee Grant seconded the motion and it carried without dissent.

D. President's Report

Chair Barber introduced President Capilouto for remarks. The President commended AD Barnhart for being named the Athletic Director of the Year. "This is certainly well-deserved and a tribute to Mitch's long and very successful career. Congratulations and thank you."

Athletic Director's Report

Chair Barber thanked President Capilouto and introduced AD Barnhart for remarks.

AD Mitch Barnhart thanked the President and highlighted multiple accomplishments including academically: UK's student-athletes posted their second highest grade point average (GPA) in school history with 3.2 this spring; set school records in the National College Athletic Association (NCAA) graduation rate measures; and surpassed the academic progress rate (APR) cut score in all 22 sports, remaining one of two Southeastern Conference (SEC) schools in the history to never incur an APR penalty.

AD Barnhart continued his report by highlighting individual accomplishments including: two SEC national players-of-the-year with Abbey Cheek in softball and Josh Allen in football; an Elite 90 recipient and Arthur Ashe Female Sport Scholar of-the-year with Asia Seidt in swimming; and NCAA medalists Daniel Roberts and Chloe Abbott in track and field.

AD Barnhart pointed out that these individual accomplishments have led to team success including: the best football season in four decades; conference championships in both volleyball and men's soccer; top 10 national finishes in rifle, men's soccer, volleyball, men's basketball, and softball; and a top-15 Director's Cup finish, the third best in school history.

AD Barnhart also highlighted UK's Student-Athlete Experience Division service activities such as partnering with Special Olympics Kentucky, career fair and workshop activities, service trip to Eastern Kentucky, and two annual trips to Ethiopia.

"These accomplishments give us a lot to celebrate, but it is also great motivation for us. Motivation because even with all we have accomplished, there is much more we still can do. When the season begins, we will be ready."

Chair Barber thanked AD Barnhart for his report and echoed the President's comments congratulating AD Barnhart for being named the Athletic Director of the Year. She also commended the President for being elected President of the SEC and thanked them both for making UK's athletic programs and the University so well-known at a National level.

E. Business Items

Review of the Athletics Department Interim Financial Report

Chair Barber introduced Executive Associate Athletic Director Melissa Gleason for comments on the Athletics Department Interim Financial Report for March 31, 2019.

Ms. Gleason discussed the Interim Financial Report review as of March 31, 2019, and referenced the Current Financial Statement, which compares the current budget to actual. She pointed out that this report ties to the budget approved last Fiscal Year, and is a reflection of what the University of Kentucky reports to the NCAA. This report does not include capital project or any building expenses or related revenues, but specifically day-to-day operations. Ms. Gleason pointed out the main fluctuations were due to the construction of the baseball stadium which is now online and functional; the JMI three-year contract extension; and the Rupp Arena media rights which were received for the first time.

University Athletics Department Budget

Ms. Gleason presented the Athletic Department Budget proposal for the period of July 1, 2019-June 30, 2020. She indicated that there have been no State appropriations or University funds received, and the Athletic Department budget continues to be a small portion of the University budget. This allows the Athletic Department to be a strong partner with the University in both contributions such as: the Jacob Science Building, non-athletic University Scholarships, University of Kentucky Band Support, and Full-Tuition pay rate for all Athletic Scholarships. "This equates to \$18.4 million, and encompasses student-athletes, student trainers, student managers, and interns, which totals 675 receiving full or partial scholarships. The Athletic Department paid all expenses for capital and facility improvement including utilities, maintenance, parking, game day expenses, and security on all facilities, and continues to share revenues 50/50

split within the University licensing contract. Further, the department's multimedia rights contract provides for annual radio, advertisement, and inventory which is used to communicate the university's message to a broad audience." Ms. Gleason continued by discussing the upcoming 2020 budget, which includes revenue from Football, Men's Basketball with the exception of parking, tickets, SEC revenue and guarantees, and Women's Basketball. She continued that other categories were multimedia rights contracts, corporate sponsorships, annual K-Fund, licensing, ticket revenue from other men's and women's sports, camps, operating fund balance transfer, capital funds balance, post-season, and opportunity fund.

Chair Barber asked for a motion to accept the Athletics Department Budget for the period of July 1, 2019-June 30, 2020 as presented. Trustee Webb moved for approval. Trustee Melanson seconded the motion and it carried without dissent.

F. Adjournment

Chair Barber thanked Ms. Gleason for her report and asked for any additional questions. With no further questions, the meeting was adjourned at 4:06 p.m.