

Minutes of the Meeting of the Board of Trustees
University of Kentucky
Friday, September 15, 2023

The Board of Trustees of the University of Kentucky met on Friday, September 15, 2023, in the Gatton Student Center, Harris Ballroom.

I. Call to Order

Bob Vance, chair of the Board of Trustees, called the meeting to order at 11:10 a.m. and asked Secretary Webb to call the roll.

II. Roll Call

The following members of the Board of Trustees were in attendance: Alex Boone, E. Britt Brockman, Todd Case, Aaron Cramer, Ray Daniels, Ron Geoghegan, Brenda Gosney, Andrew Laws, Lance Lucas, Kimberly McCann, David Melanson, Paula Leach Pope, Frank Shoop, Sandra R. Shuffett, Hollie Swanson, Robert Vance and Rachel Watts Webb. Claude A. "Skip" Berry and Cathy A. Black attended via Zoom.

Secretary Webb announced a quorum was present.

III. Approval of Minutes

Chair Vance welcomed the newest Board member Alex Boone. Chair Vance reported there had been no petitions to address the Board since their last meeting and stated that the minutes of the June 16, 2023, meeting had been distributed and asked for a motion to approve. Trustee Melanson moved approval and Trustee Shuffett seconded the motion. Trustees Boone and Hornung abstained, the motion carried. (See meeting minutes on the Board of Trustees website, www.uky.edu/Trustees, under "Agenda")

IV. Chair's Report

Chair Vance reported that the Executive Committee reviewed the Constituent Evaluation of the President and the Board Self-evaluation earlier that morning. Small edits were made to the Constituent Survey questions and Chair Vance asked for a motion to approve the revisions. Trustee Gosney moved approval and Trustee Brockman seconded the motion. Trustees Boone and Hornung abstained; the motion carried.

Chair Vance reminded the Board that both of the surveys will be sent in the coming weeks and the results will be presented at the October meetings. He then called attention to the 22 consent items on the agenda:

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| PR 2 | Personnel Actions |
| ASACR 1 | Candidate for Degree: December 2022 and August 2023 |
| FCR 1 | Charitable Grant from the B. Wayne Hughes Sr. Family Fund |
| FCR 2 | Acceptance of Disbursement Children's Miracle Network Hospitals |

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| FCR 3 | Acceptance of Charitable Grant Pledge Encompass Health Corp. |
| FCR 4 | Acceptance of Gift from Kenette Sohmer |
| FCR 5 | Acceptance of Gift from Brett and Billie Jo Setzer |
| FCR 6 | Approval of Improvements of Leased Space |
| FCR 7 | Authorization of Negotiated Disposition of Personal Property |
| FCR 8 | Authorization of Negotiated Disposition of Personal Property |
| FCR 9 | Approval of Improvements of Leased Space |
| FCR 10 | Approval of Improvements of Leased Space |
| FCR 11 | Approval of Improvements of Leased Space |
| FCR 12 | Approval to Acquire |
| FCR 13 | Construct Retail/Parking Facilities Capital Project |
| FCR 14 | Improve UK HealthCare Facilities - Pavilion H Capital Project |
| FCR 15 | Improve Markey Cancer Center Facilities Capital Project |
| FCR 16 | Roof Replacement Kroger Field South Tower Capital Project |
| FCR 17 | Capital Construction Report |
| FCR 18 | Patent Report |
| | Letter of Leadership Appointments |
| | UK HealthCare Medical Staff Privileges and Appointments |

Chair Vance asked if there were any requests to remove an item from the consent agenda. Hearing none, he asked for a motion to approve. Trustee Shoop moved approval; Trustee McCoy seconded the motion. The motion passed without dissent. (See consent agenda items on the Board of Trustees website, www.uky.edu/Trustees, under “Agenda”)

Chair Vance reported that the Executive Committee met earlier that day and discussed revisions to the Constituent Survey for the Presidential Evaluation. The Student Senate suggested a few slight changes which were incorporated and presented to the Committee. Chair Vance asked for a motion to approve the revisions to the Constituent Survey for the Presidential Evaluation. Trustee Gosney moved approval and Trustee Brockman seconded the motion. The motion carried without dissent. (See Board of Trustees website, www.uky.edu/Trustees, under “Agenda”)

Chair Vance reminded the Board that they will receive Executive Committee interest forms where they will be asked for their interest in serving as an officer or at-large member. The slate for these positions will be presented and voted on during the October meeting of the Board of Trustees. Chair Vance then recognized President Capilouto for his report.

V. President’s Report

President Capilouto announced that UK had reached a historic milestone of a 70 percent six-year graduation rate – a figure placing the institution among the best in the country. The enrollment report included several other historic firsts, including a record first-year class of almost 6,500 students and overall, more than 34,000 students enrolled on the campus for the first time ever, according to preliminary figures.

“Over the last decade, because of the work of thousands of faculty and staff and the commitment and capacity of our students, we have rapidly accelerated the success

rate of students – even as we continued to grow enrollment. Kentucky is rightly demanding of us a larger and even more skilled workforce to meet the needs of a complex and competitive economy,” reported President Capilouto. “To do that, we must educate and graduate even more students, in fields responsive to local and global workforce needs – students who have the skills to solve problems, work in teams, communicate effectively and think deeply and broadly about challenges.”

Other highlights of Capilouto’s preliminary enrollment report included:

Six-year graduation rates have increased by more than 12 percentage points since the class of 2010; four-year graduation rates have increased by 27 percentage points in that same time and five-year rates have increased by 17 percentage points.

The 70% graduation rate, according to the most recent data, places UK among the top 100 public institutions in the country that grant primarily bachelor’s degrees or higher.

Second fall retention – the success rate for students returning for their second year of college – also reached a record level of 87 percent, according to preliminary numbers.

Nearly 6,500 first-year students are enrolled at UK this fall, about 400 more than last year. UK’s first-year enrollment exceeds 6,000 for the second year in a row. In fall 2010, the first-year enrollment was a little more than 4,300.

Overall, UK has grown from a little more than 28,000 students in fall 2010 to more than 34,000 in fall 2023; UK also has more than 24,000 undergraduates for the first time.

Nearly 17 percent of students enrolled are from underrepresented populations, an increase in both number and percentage over last year. This continues an upward trend in underrepresented student enrollment that has produced more than 1,400 credentials earned by students of color in 2022-23, a 251 percent increase since 2010-11. In addition, nearly 19 percent of UK’s first-year students are from underrepresented populations.

Additionally, about 25 percent of first-year students are “first gen” students – meaning they will be the first in their families to graduate from college, a number that continues to increase as well.

“At UK, we work every day to model a community where everyone belongs and everyone feels accepted for who they are and what they, uniquely, contribute to this place,” said President Capilouto, “Kentucky needs more – more from us and with us to build a stronger state with a brighter future ... We must, and I believe we will, find ways to do and be even more for Kentucky.”

PR 3 Appointment of Co-EVPHA

President Capilouto introduced PR 3, a recommendation that the Board of Trustees approve the appointment of Robert S. DiPaola as Co-Executive Vice President for Health Affairs, effective August 1, 2023.

In December 2022, President Capilouto selected Robert S. DiPaola to serve as Acting Co-Executive Vice President for Health Affairs while continuing in his role as Provost.

Over the past seven months, Dr. DiPaola along with Dr. Monday have provided steadfast, strong leadership and worked to ensure greater feedback from administrative and clinical leadership. They have established a thoughtful approach to facility planning and are aggressively emphasizing programmatic clinical areas, whose continued excellence is critical to meeting UK's mission as Kentucky's center for advanced subspecialty care.

With a sense of positive urgency, they have led a remarkable refresh of UK HealthCare's (UKHC) strategic plan along with partners across the UKHC enterprise. What has emerged is a bold vision for health care grounded within an academic health system – all for Kentucky's future.

The decision to appoint Dr. DiPaola on a permanent basis reinforces UK's commitment to continuity of leadership. It further fosters a compelling vision during a time of tremendous transformation within UKHC, and it enables a clear benefit for the campus and Commonwealth for greater partnership and alignment across the institution as UK focuses on the needs of the state.

Chair Vance asked for a motion to approve PR 3. Trustee Shuffett moved approval; Trustee Shoop seconded the motion, and PR 3 passed without dissent. (See PR 3 on the Board of Trustees website, www.uky.edu/Trustees, under "Agenda")

PR 4 Appointment of Co-EVPHA

President Capilouto introduced PR 4, a recommendation that the Board of Trustees approve the appointment of Eric N. Monday as Co-Executive Vice President for Health Affairs, effective August 1, 2023.

In December 2022, President Capilouto selected Eric N. Monday to serve as Acting Co-Executive Vice President for Health Affairs while continuing in his role as Executive Vice President for Finance and Administration, a position he has held since 2012.

Over the past seven months, Dr. Monday along with Dr. DiPaola have provided steadfast, strong leadership and worked to ensure greater feedback from administrative and clinical leadership. They have established a thoughtful approach to facility planning and are aggressively emphasizing programmatic clinical areas, whose continued excellence is critical to meeting UK's mission as Kentucky's center for advanced subspecialty care.

With a sense of positive urgency, they have led a remarkable refresh of UK HealthCare's (UKHC) strategic plan along with partners across the UKHC enterprise. What has emerged is a bold vision for health care grounded within an academic health system – all for Kentucky's future.

The decision to appoint Dr. Monday on a permanent basis reinforces UK's commitment to continuity of leadership. It further fosters a compelling vision during a time of tremendous transformation within UKHC, and it enables a clear benefit for the campus and Commonwealth for greater partnership and alignment across the institution as UK focuses on the needs of the state.

Chair Vance asked for a motion to approve PR 4. Trustee Boone moved approval, Trustee Shoop seconded the motion, and PR 4 passed without dissent. (See PR 4 on the Board of Trustees website, www.uky.edu/Trustees, under "Agenda")

PR 5 Appointment of the Dean of the College of Medicine

President Capilouto introduced PR 5, a recommendation that the Board of Trustees approve the appointment of Charles H. "Chipper" Griffith, III, MD, as dean of the UK College of Medicine, effective July 15, 2023.

After graduating from the School of Medicine at Vanderbilt University in 1988, Dr. Griffith moved to Lexington to complete his residency at UK in internal medicine and pediatrics. In 1991, he became chief resident, before earning a master's degree in public health. In 1994, Dr. Griffith joined UK's health care enterprise as a physician and the college as an assistant professor, eventually earning tenure as a professor.

Since his arrival at UK in 1988, Dr. Griffith has cared for innumerable patients, including countless children. He has taught thousands of students who have studied at the college, he has championed medical education throughout the region, and he has served in many leadership positions.

For the last two years, as acting dean, Dr. Griffith has led the college through increased enrollment; strengthened investments in student support services; and ensured the college remains focused on supporting the university in achieving our purpose of advancing Kentucky.

Through the years, Dr. Griffith has played an instrumental role in the health and well-being of many Kentuckians, and in the academic success of some of our brightest students. Dr. Griffith understands Kentucky needs the UK College of Medicine, and he undoubtedly will serve the college and the Commonwealth every day with this in mind, as he has for the past 35 years.

Chair Vance asked for a motion to approve PR 5. Trustee Brockman moved approval, Trustee Shuffett seconded the motion, and PR 5 passed without dissent. (See PR 5 on the Board of Trustees website, www.uky.edu/Trustees, under "Agenda")

Chair Vance recognized Dr. Griffith and the Board recognized him with applause.

PR 6 Appointment of the Dean of Graduate School

President Capilouto introduced PR 6, a recommendation that the Board of Trustees approve the appointment of Padraic J. Kenney as dean of the Graduate School, effective October 1, 2023.

Dr. Kenney served as Associate Dean for Social and Historical Sciences and Graduate Education at Indiana University (IU) where he has an impressive background as an experienced administrator, educator and leader. His vision for the Graduate School aligns with the aspirational goals of UK's strategic plan and mission to advance Kentucky.

Dr. Kenney has served as an associate dean of the College of Arts and Sciences at IU since 2019. In this role, he had oversight of graduate degrees, students, departments and programs, developed and implemented a plan for \$2 million in new funds to improve graduate funding, reorganized the college's graduate office to promote recruitment and retention of graduate students from underrepresented groups, and created a mentoring program to pair newly-hired faculty with senior mentors outside their department.

Before serving as an associate dean at IU, Dr. Kenney was the chair of the Department of International Studies at IU. Between 2011 and 2020, he also served as director for the Polish Studies Center, the Russian and East European Institute, and the Collins Living-Learning Center.

Dr. Kenney received an atriium baccalaureus in Slavic languages and literature from Harvard College in 1985, a master's degree in history from the University of Toronto in 1986 and a doctoral degree in history from the University of Michigan in 1992.

Chair Vance asked for a motion to approve PR 6. Trustee Swanson moved approval, Trustee Melanson seconded the motion, and PR 6 passed without dissent. Dr. Kenney was not in attendance. (See PR 6 on the Board of Trustees website, www.uky.edu/Trustees, under "Agenda")

VI. Investment Committee Report

Trustee Daniels reported that the Investment Committee met to review performance results and conduct other business. The Endowment pool had an estimated market value of \$2.1 billion as of June 30, 2023, and gained an estimated 7.9% in the 12-month fiscal year to date period, adding that public equity exposure was the primary contributor to performance for the period. The Endowment pool gained an estimated 1.8% for the month ending July 31, 2023. Public equity exposure was the primary contributor to performance for the period.

VII. University Health Care Committee Report

Trustee Brockman reported that the University Health Care Committee heard reports from Co-EVPHA Bob DiPaola and Eric Monday. They discussed the creation of two important committees.

The Healthcare Infrastructure Team or “HIT” oversees infrastructure projects approved by the board at the April Retreat. He reminded the group that these building projects totaled \$2.4B.

The Executive Clinical Effectiveness Leadership Team or “EXCEL” meets weekly to identify critical needs and processes in UK HealthCare’s key programmatic areas for quick resolution.

Chief Physician Executive Jay Grider announced that UK HealthCare has for the 8th year in a row been named the #1 hospital in the state of Kentucky by U.S News and World Report. “Those of us who have served as Trustees for many years already know that UK HealthCare is the best hospital in the state. We have seen firsthand how UK HealthCare continues to fulfill the mission of taking care of Kentuckians and advance healthcare in Kentucky and beyond”, stated Dr. Brockman.

The Committee recommended approval of five Finance Committee Recommendations (FCRs). Two of the recommended FCRs were required to make improvements to spaces leased by UK HealthCare. The Committee recommended approval and authorized the Executive Vice President for Finance and Administration to negotiate and create a viable Public Private Partnerships (P3) to build a parking facility for the new cancer and advanced ambulatory building. The Committee also recommended approval of the first FCR for UK King’s Daughters which authorizes \$2.1M to purchase property in Jackson County Ohio.

Chief Physician Executive, Jay Grider presented a Letter of Leadership Appointment for Infection and Prevention Control. This letter is required by the Joint Commission to be disclosed to the enterprise’s governing body. The Committee approved the list of privileges and appointments submitted by the UK HealthCare Active Medical Staff.

In closing, Trustee Brockman reminded the Board to attend a special announcement for the Markey Cancer Center in the Grand Ballroom today.

VIII. Other Business

2024 Board of Trustees Meeting Schedule

Chair Vance asked for a motion to approve the 2024 Board of Trustees Meeting Schedule. Trustee Pope moved approval, Trustee Gosney seconded the motion, and the 2024 Board of Trustees Meeting Schedule passed without dissent. (See 2024 Board of Trustees Meeting Schedule on the Board of Trustees website, www.uky.edu/Trustees, under “Agenda”)

IX. Adjournment

Chair Vance recognized the newest Board members in attendance Trustee Alex Boone and Trustee Janie Greer. Secretary Webb reminded the Board about the upcoming

dedication of Alumni Commons and Trustee Brockman recognized Trustee Berry who had joined the meeting via Zoom due to illness. The Board honored him with applause. Chair Vance asked if there was any further business to come before the Board. Hearing none, the meeting adjourned at 11:50 a.m.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Rachel", written in a cursive style.

Rachel Watts Webb
Secretary