

FCR 13

Office of the President
June 30, 2026

Members, Board of Trustees:

IMPROVEMENTS TO LEASED PROPERTY

Recommendation: that the Board of Trustees approve improvements to leased property initiated during Fiscal Year 2026-27 which cost less than \$1,000,000, are not funded by state General Funds or debt, and have been deemed necessary by the Executive Vice President for Finance and Administration.

Background: Kentucky Revised Statute (KRS) §164A.575(7)(d) permits a public university to pay for improvements to leased property costing more than \$10,000 but less than \$1,000,000 in a lump sum using fund sources other than State General Funds and debt upon approval by its board. This recommendation to approve leased property improvements for Fiscal Year 2026-27 will satisfy the approval requirements of KRS §164A.575(7)(d) while also providing an efficient and timely process for such improvements. The Finance Committee will continue to review and recommend to the Board of Trustees on all capital projects exceeding \$1,000,000 annually pursuant to University regulations.

Action taken: ☒ Approved ☐ Disapproved ☐ Other_____