

Minutes of the University Health Care Committee  
University of Kentucky Board of Trustees  
Friday, June 17, 2022

The University Health Care Committee of the Board of Trustees of the University of Kentucky met on June 17, 2022, in the Harris Ballroom of the Gatton Student Center.

A. Meeting Opened

E. Britt Brockman, chair of the University Health Care Committee (Committee), called the meeting to order at 8:31 a.m.

B. Roll Call

The following members of the University Health Care Committee were in attendance: E. Britt Brockman, Ray Daniels, Ron Geoghegan, David Melanson and Hollie Swanson; Community Advisory members Jennifer Barber and Luther Deaton; Community Advisory members Josh Proffitt and Kevin Sowers attended the meeting via Zoom.

C. Approval of Minutes

Chair Brockman stated that the minutes of the April 28, 2022 meeting had been distributed and asked for a motion. Trustee Geoghegan moved approval, and Trustee Daniels seconded the motion. The motion carried without dissent. (See meeting minutes on the Board of Trustees website, [www.uky.edu/Trustees](http://www.uky.edu/Trustees), under "Agenda".)

D. Executive Vice President for Health Affairs Report

Executive Vice President for Health Affairs Mark F. Newman, MD, previewed the agenda for the meeting and announced a \$5 million gift from the Markey Cancer Foundation and the William Stamps Farish Fund. Dr. Newman thanked all those involved in the recent gifts.

Dr. Newman reported that the Kentucky Children's Hospital has been ranked nationally for the third consecutive year by U.S. News and World Report.

Dr. Newman referenced the UK HealthCare (UKHC) 2025 Strategic Plan and prior discussions with the Committee about creating patient centric access. He announced plans to purchase a parcel of land located in the Hamburg area to help create distributed access in the I-64/I-75 corridor. Dr. Newman stated that decisions have not been made regarding the services and types of care that will be offered at the new location.

E. FY2022 UKHC Provider and Staff Engagement Survey

Provider Experience Program Officer and Chief Medical Officer for the Kentucky Children's Hospital Lindsay Ragsdale, MD, Chief Experience and Chief Administrative Officer for Good Samaritan Hospital Angie Lang and Press Ganey Workforce Solutions Advisor Eleanor Palmer presented results from the FY2022 provider and staff

engagement surveys. Dr. Ragsdale reported physician engagement and alignment scores had slightly fallen since 2021. She stated that top concerns continue to include staffing and scheduling.

Ms. Lang reported staff engagement scores dropped slightly but are similar to national academic healthcare averages. She stated that top concerns for staff include staffing and pay. Trustee Blonder added that all hospitals have been dealing with COVID-19 and should not be used to rationalize lower scores. Dr. Newman responded that the new electronic health record installation also occurred during the initial stages of the pandemic and should be considered.

F. FY2022 April Operations and Financial Update

Chief Operations Officer Peter N. Gilbert reported inpatient discharges were 177 less than budget but were significantly higher than prior months and improving.

Mr. Gilbert reiterated that the ability to move patients through the system effectively would improve faculty and employee engagement scores.

Chief Financial Officer Craig Collins presented UKHC's net income of \$24.5 million but \$9.5 million less than budget. Mr. Collins recommended that personnel related expenses contributed to the \$31.7 million in excess operating expenses.

G. FY2022 Enterprise Goals Scorecard and FY2023 Enterprise Goals and Target Recommendations

Associate Vice President for Core Clinical and Performance Services Jennifer H. Rose presented the FY2022 Enterprise Goals Scorecard preliminary results. Ms. Rose reminded the Committee of UKHC's FY2020 five-year reputational goals. She stated that UKHC had improved to a three-star rating by the Centers for Medicare and Medicaid Services (CMS) and improved to a Leapfrog B rating at the Chandler Hospital in their most recent survey.

Ms. Rose presented the new FY2023 Enterprise Goals for the Committee's approval and responded to a question about physician distribution and availability for sub-specialty care. She expressed that UKHC is always working to take care of Kentucky and provide more comprehensive care throughout the state.

At the conclusion of her presentation of the new FY2023 Enterprise Goals (Goals), Ms. Rose yielded the floor to Chair Brockman for a vote on the Goals. Chair Brockman asked for a motion to recommend the FY2023 UK HealthCare Enterprise Goals. Trustee Daniels moved approval and Trustee Geoghegan seconded the motion. The motion carried without dissent.

H. UHCCR 1 UK HealthCare FY2023 Quality Assurance and Safety Performance Improvement Plan

The recommendation seeks approval of the UK HealthCare FY2023 Quality Assurance and Safety Performance Improvement Plan (Plan). The full Plan was provided for the Committee's review. Chair Brockman asked for a motion to recommend approval of UHCCR 1. Trustee Daniels moved approval and Trustee Geoghegan seconded the motion. The motion carried without dissent.

I. FY2023 UK HealthCare Financial and Operational Plan

Chief Operations Officer Peter N. Gilbert and Chief Financial Officer Craig Collins reviewed the FY2023 UK HealthCare Financial and Operational Plan (FY2023 Plan). Mr. Gilbert stated that an average daily census of 40 COVID-19 inpatients was built into the FY2023 Plan. Mr. Collins detailed additional items in the projections. Community Advisory Member Sowers commented that it had been a difficult year to create a budget for all healthcare providers due to the difficulty in projecting COVID-19 patients. Chair Brockman asked for a motion to recommend approval of the FY2023 Plan. Trustee Melanson moved approval and Trustee Swanson seconded the motion. The motion carried without dissent.

J. FCR 1 Pledge from the University of Kentucky Markey Cancer Foundation

The recommendation seeks acceptance of a pledge of \$5 million from the University of Kentucky Markey Cancer Foundation to create a urologic cancer research program in the College of Medicine to be named the "Ambassador William Stamps Farish Program of Excellence in Urologic Cancer." This grant is contingent on the University of Kentucky Markey Cancer Foundation's receipt of an annual grant from the "William Stamps Farish Fund." This \$5 million grant will help expand urologic cancer research in the form of clinical trials for novel therapies for the benefit of all Kentuckians. Of the total grant, \$1 million will be used to establish and support a non-endowed fund named the "William Stamps Farish Urologic Cancer Program Support Fund" to provide initial funding for the "Ambassador William Stamps Farish Program of Excellence in Urologic Cancer"; and \$4 million will be used to establish and support an endowed fund named the "William Stamps Farish Urologic Cancer Program Endowment" to support research, a chair position and other faculty for the program. Trustee Daniels made a motion to accept FCR 1. Trustee Geoghegan seconded the motion. The motion carried without dissent.

K. FCR 3 Pledge from the University of Kentucky Markey Cancer Foundation

The recommendation seeks acceptance of a pledge of \$1 million from the University of Kentucky Markey Cancer Foundation to establish and support a new endowed distinguished professorship fund to be named the "Distinguished Professorship in Neuroendocrine Tumor Research" in the College of Medicine. This pledge is contingent on the University of Kentucky Markey Cancer Foundation's receipt of an annual grant from the Amanda W. Lockett Foundation. This grant will be used to establish the world's first distinguished professorship in neuroendocrine tumor research and will help the UK Markey Cancer Center advance its understanding of neuroendocrine tumor biology, support growth in translational research, and make the UK Markey Cancer Center an elite

radiopharmaceutical therapy alliance program. Trustee Swanson made a motion to accept FCR 3. Trustee Melanson seconded the motion. The motion carried without dissent.

L. FCR 4 Pledge from the MAP Foundation, Inc.

The recommendation seeks acceptance of a pledge of \$1 million from The MAP Foundation, Inc. to establish and support a new endowed fund named the “MAP Endowed Fund for Excellence in Advanced Pediatric Care” in UK HealthCare to benefit the Kentucky Children’s Hospital.

The MAP Foundation, Inc. was founded in 2007 by business partners Rick Avare and Jamal Mashburn. The MAP Foundation, Inc. and Rick and Diane Avare of Lexington, Kentucky are long-time supporters of the Kentucky Children’s Hospital through the “Lexus for the Little Ones Initiative.” This Initiative has been instrumental in the renovation of several spaces within Kentucky Children’s Hospital and most recently provided funding to Kentucky Children’s Hospital’s Integrative Medicine for pediatric patients. The MAP Foundation, Inc. and the Avars intend for this new charitable grant to make a lasting impact on Kentucky Children’s Hospital patients and their families. Trustee Melanson made a motion to accept FCR 4. Trustee Geoghegan seconded the motion. The motion carried without dissent.

M. FCR 13 Approval of Improvements to Leased Space (UK HealthCare Bluegrass Clinic)

The resolution seeks approval of the payment of up to \$25,000 for improvements to leased space for the University of Kentucky HealthCare Bluegrass Clinic (Infectious Diseases) located at 3101 Beaumont Centre Circle, Lexington, Kentucky. The scope of work includes adding two Americans with Disabilities Act (ADA) door operators to suite entry doors to accommodate patients with mobility issues. Chair Brockman asked for a motion to recommend approval of FCR 13. Trustee Swanson moved approval and Trustee Daniels seconded the motion. The motion carried without dissent.

N. FCR 15 Approval to Acquire Meadowcrest Property

The resolution seeks authorization for the Executive Vice President for Finance and Administration to enter into a purchase agreement to acquire land located at 2550 Winchester Road, Lexington, Kentucky. UK HealthCare (UKHC) is looking for a location to expand its ambulatory and hospital facilities. An initial location totaling 26.74 acres has been identified and is currently under contract to purchase contingent on approvals by the UK Board of Trustees and the Secretary of Finance for the Commonwealth of Kentucky.

The purchase sales agreement includes a right of first refusal on additional parcels in the development if UKHC deems it necessary for the execution of its clinical needs at this site. If additional acreage is required, it will also be contingent on approvals by the UK Board of Trustees and the Secretary of Finance for the Commonwealth of Kentucky.

The acquisition price in the contract is \$20.25 million and has been authorized by the 2022 Session of the Kentucky General Assembly as part of the Implement Land Use Plan – UKHC (Land Acquisition Pool). Chair Brockman asked for a motion to recommend approval of FCR 15. Trustee Melanson moved approval and Trustee Swanson seconded the motion. The motion carried without dissent.

O. FCR 16 Approval to Acquire R.E.I., LLC Properties

The resolution seeks authorization for the Executive Vice President for Finance and Administration to enter into a purchase agreement to acquire residential parcels owned by R.E.I., LLC located at the following addresses in Lexington, Kentucky: 112 State Street, 127 State Street, and 121, 125 and 135 Waller Avenue. To accommodate the expansion of UK HealthCare, including a new cancer center, UK will be acquiring 41 residential parcels most located in Lexington, Fayette County, Kentucky in the 100 block of Conn Terrace, State Street, University Avenue and Waller Avenue. Trustee Geoghegan moved approval and Trustee Swanson seconded the motion. The motion carried without dissent.

P. Privileges and Appointments

Chief Physician Executive Jay Grider, DO, presented the list of credentials for approval presented by the UKHC Medical Staff. Chair Brockman called for a motion to approve the list of providers. Trustee Melanson moved to approve the list. Trustee Geoghegan seconded the motion, and it passed without dissent.

Q. Other Business and Adjournment

Chair Brockman called for new or other business that needed to be brought before the University Health Care Committee or questions for the presenters. Hearing no further business, the meeting was adjourned at 10:15 a.m.

Respectfully submitted,

Leigh Bays Donald  
University Health Care Committee Secretary