

Minutes of the Meeting of the Board of Trustees
University of Kentucky
Tuesday, May 2, 2017

The Board of Trustees of the University of Kentucky met on Tuesday, May 2, 2017, in the Board Room on the 18th floor of Patterson Office Tower.

A. Meeting Opened

E. Britt Brockman, chair of the Board of Trustees, called the meeting to order at 2:09 p.m. Chair Brockman asked Trustee Kelly Holland, secretary of the Board, to call the roll.

B. Roll Call

The following members of the Board of Trustees answered the call of the roll: C. B. Akins, Sr., Jennifer Y. Barber, Claude A. “Skip” Berry, III, Lee X. Blonder, James H. Booth, William C. Britton, E. Britt Brockman, Mark P. Bryant, Michael A. Christian, Kelly Knight Craft, Angela L. Edwards, Cammie DeShields Grant, Robert Grossman, David V. Hawpe, Kelly Sullivan Holland, David Melanson, Rowan Reid, C. Frank Shoop, Robert Vance, and Barbara Young. Trustee Carol Martin “Bill” Gatton was not in attendance.

Secretary Holland announced that a quorum was present.

The University administration was represented by President Eli Capilouto, Provost Tim Tracy, Executive Vice President for Health Affairs Michael Karpf, Executive Vice President for Finance and Administration Eric Monday, and General Counsel William Thro.

The University faculty was represented by Chair of the University Senate Council, Katherine McCormick, and the University staff was represented by Chair of the Staff Senate, Troy Martin.

Guests and members of the news media were also in attendance.

C. Chairs Report and Consent Items

Chair Brockman reported that there had been no petitions to address the Board since the last Board of Trustees meeting and called attention to the consent items on the agenda. The items were as follows:

Minutes	Board of Trustees Meeting, February 17, 2017
PR 2	Personnel Actions
ASACR 1	Candidates for Degrees: May 2017
ASACR 2	Candidates for Degrees: August 2017
ASACR 3	Academic Degree Recommendation: College of Education
ASACR 4	Academic Degree Recommendation: College of Fine Arts
FCR 1	Gift in Kind from Staumann USA, LLC

- FCR 2 Establishment of University Operating Quasi-Endowment Fund
- FCR 3 A Resolution Providing for the Authorization Issuance and Sale of Approximately \$171,000,000 General Receipts Obligations of the University of Kentucky, Pursuant to the Trust Agreement Dates as of November 1, 2005
- FCR 4 Acceptance of Interim Financial Report for the Six Months Ended December 31, 2016
- FCR 5 Fiscal Year 2016-17 Budget Revisions
- FCR 6 Authorization to Acquire Property (1530 Nicholasville Road, Lexington, Kentucky)
- FCR 7 Renovate/Upgrade Student Recreation Fields Capital Project
- FCR 8 Approval of Lease (College of Medicine – Bowling Green Campus)

Hearing no requests to remove items from the consent agenda, Chair Brockman asked for a motion for approval. Trustee Christian moved approval of the consent agenda. Trustee Shoop seconded the motion and the consent agenda passed without dissent. (See consent items on the Board of Trustees website, www.uky.edu/Trustees, under agenda.)

Chair Brockman congratulated Trustee Grossman on his reelection as Faculty Representative to the Board of Trustees. Student Government President Rowan Reid introduced President-Elect Ben Childress, who will be succeeding President Reid as the next Student Representative on the Board of Trustees. President-elect Childress will be sworn in at the June 16 meeting.

D. Alternate Meeting Site (CR 1)

Chair Brockman stated that CR1 was the recommendation that the Board approve northern Kentucky as an alternate meeting site for the September 14 -15, 2017, Board of Trustee meeting and associated committee meetings.

Trustee Bryant moved approval of CR 1. Trustee Britton seconded CR 1 and the motion passed without dissent. (See CR 1 on the Board of Trustees website, www.uky.edu/Trustees, under agenda.)

E. President’s Report (PR 1)

President Capilouto began by thanking the individuals responsible for the presentations, recommendations, materials, and logistics for the May Board meeting.

President Capilouto stated that as the semester comes to a close and over 5400 degrees will be confirmed this weekend at the May Commencement ceremonies, he wanted to share with the Board of Trustees a few of the success stories from this past academic year. In January 2017, the University of Kentucky Cheerleading team won the national championship at the Universal Cheerleaders Association competition. This was the second consecutive win and 22nd in the last 33 years of competition. Of special note, team members Spencer Clan and Whitney Agee won the National Partner Stunt Championship. In addition to Ms. Agee and Mr. Clan, other members of

the squad were present at the meeting and introduced themselves to the Board. The Board gave them a round of applause.

President Capilouto stated that for the first time in program history, members of the University of Kentucky Mock Trial Team earned a spot to compete in the American Mock Trial Association National Championship Tournament. In doing so, they were one of only 48 teams, among 700 teams across the country to advance to this coveted spot, and one of only five teams, who were competing in the National Championship for the first time. President Capilouto welcomed team president, Lauren Williams, a graduating Political Science major, to introduce the team. Members of the team introduced themselves to the Board. The Board gave them a round of applause.

President Capilouto stated that in March, the University of Kentucky Debate Team competed in the 71st National Debate Tournament at the University of Kansas. For the third year in a row, the team advanced two separate partnerships into the round of 32. Ranked 13th in the nation, one of UK's two teams were freshmen led. The team was only the second all-freshman team in UK's history to make it to the elimination round. President Capilouto welcomed team advisor and director David Arnett to introduce the team. Members of the team introduced themselves to the Board. The Board gave them a round of applause.

President Capilouto congratulated Dr. Sonja Feist-Price on her appointment (subject to Board of Trustee approval) as the Vice President for Institutional Diversity. Dr. Feist-Price has served the UK community for nearly 25 years as a leading teacher and scholar in the College of Education. She also has served as Academic Ombudsman and Senior Assistant Provost for Faculty Affairs. The Board gave Dr. Feist-Price a round of applause.

President Capilouto acknowledged and thanked Terry Allen, who served as the interim Vice President for most of the last two years. The Board gave Mr. Allen a round of applause.

President Capilouto introduced Dr. Lisa Cassis, Vice President for Research, who introduced the 2017-18 University Research Professors. Dr. Cassis stated that each of the individuals chosen demonstrated excellence in research and scholarly activity within their area of expertise. The 2017-18 University Research Professors are:

<u>Name</u>	<u>College and Department</u>
Ole Wendroth	College of Agriculture, Food and Environment Plant and Soil Sciences
Ramesh S. Bhatt	College of Arts and Sciences Psychology
Abigail Firey	College of Arts and Sciences History
J. David Johnson	College of Communication and Information Communication

Gregory A. Luhan	College of Design School of Architecture
Lisa A. Ruble	College of Education Educational, School and Counseling Psychology
I. S. Jawahir	College of Engineering Mechanical Engineering
Ebony G. Patterson	College of Fine Arts School of Art and Visual Studies
David M. Hardesty	Gatton College of Business and Economics Marketing and Supply Chain
Charlotte A. Peterson	College of Health Sciences Rehabilitation Sciences
Melynda J. Price	College of Law
Bradley K. Taylor	College of Medicine Physiology
Matthew S. Gentry	College of Medicine Molecular and Cellular Biochemistry
Terry A. Lennie	College of Nursing
Jeffery C. Talbert	College of Pharmacy Pharmacy Practice and Science
Glen P. Mays	College of Public Health Health Management and Policy

The Board gave the recipients a round of applause.

F. Proposed Revision to Governing Regulation: Lecturer Series in Lewis Honors College (PR 3)

President Capilouto stated that PR 3 was the recommendation that the Board of Trustees receive and vote to accept for the first reading the attached revision to Governing Regulation VII, University Organization. The revision, if approved, will allow Lecturer Series faculty to hold primary appointments in the Lewis Honors College.

Trustee Grossman moved approval of PR 3. Trustee Vance seconded the motion and it passed without dissent. (See PR 3 on the Board of Trustees website, www.uky.edu/Trustees, under agenda.)

G. Appointment of Vice President for Institutional Diversity (PR 4)

President Capilouto stated that PR 4 was the recommendation that the Board of Trustees approve the appointment of Dr. Sonja Feist-Price as Vice President for Institutional Diversity, effective March 20, 2017.

Trustee Grant moved approval of PR 4. Trustee Melanson seconded the motion, and it passed without dissent. (See PR 4 on the Board of Trustees website, www.uky.edu/Trustees, under agenda.)

H. University Research Professors (PR 5)

President Capilouto stated that PR 5 was the recommendation that the Board of Trustees approve the University Research Professors for 2017-2018.

Trustee Hawpe moved approval of PR 5. Trustee Booth seconded the motion and it passed without dissent. (See PR 5 on the Board of Trustees website, www.uky.edu/Trustees, under agenda.)

I. Renaming of University Facility (PR 6)

President Capilouto stated that PR 6 was the recommendation that the Board of Trustees approve the renaming of Commonwealth Stadium, home of the University of Kentucky football team, as “Kroger Field.”

Trustee Shoop moved approval of PR 6 and Trustee Britton seconded the motion. Chair Brockman opened the floor for discussion.

President Reid stated that she had received numerous complaints and concerns from students worried that UK is commercializing a tradition that many feel strongly about. She continued that the stadium name was originally meant to commemorate not only students, faculty, and staff of the University, but also the citizens of the Commonwealth, which the University is supposed to serve. For these reasons, President Reid stated she would be voting “no”.

Trustee Blonder agreed with President Reid and offered the words from the original recommendation from April 1973. She quoted Dr. Daniel Reedy, a faculty member on the Athletics Association Board who explained, “the stadium actually belonged to the Commonwealth and was merely leased to the members of Kentucky and further that it belonged to all the people.” Trustee Blonder stated she also would vote “no”.

Trustee Shoop understood the sentimentality associated with the proposed name change, but recognized that with dwindling state financial support, the financial impact to the University

and schools throughout the Commonwealth was important. Trustee Shoop stated his endorsement of the recommendation.

Trustee Grossman pointed out that FCR 7 Renovate/Upgrade Student Recreation Fields Capital Project, approved earlier by the Board, is a project funded by the same type of private funds and it benefits all students, not just student-athletes.

Trustee Hawpe noted that as time passes, traditions evolve. Earlier names (McLean Stadium, Stoll Field, etc.) are no longer in use. He was appreciative and proud that UK would partner with the Kroger Company and would be voting to approve the recommendation.

Hearing no further discussion, Chair Brockman called for the vote. Eighteen Trustees voted in favor of the recommendation and two voted against, President Reid and Trustee Blonder. (See PR 5 on the Board of Trustees website, www.uky.edu/Trustees, under agenda.)

J. University Athletics Committee Report

Trustee C.B. Akins, Sr., chair of the University Athletics Committee, stated that the Committee had met earlier that morning. The Committee accepted the Interim Financial Report for the Six Months ending December 31, 2016, as presented and recommended approval of FCR 7 Renovate/Upgrade Student Recreation Fields Capital Project and PR 6 Naming of University Facility.

K. Investment Committee Report

Trustee Mark Bryant, chair of the Investment Committee, reported that the Committee had met on Monday, May 1, 2017, to review performance results and conduct other business. The Endowment Pool had a market value of \$1.3 billion as of March 31, 2017. For the six-month period ending March 31, 2017, the Endowment pool generated an estimated return of 6.6 percent.

The Investment Committee approved IC 1, a proposal to amend the structure of the existing Student Managed Investment Funds Program. The Endowment's remaining commitment of \$3.3 million will be allocated to the existing undergraduate fund and a new account to be managed by graduate students in the Masters of Science and Finance Program. These programs were approved by the Committee in December 2013 and a total of \$5.1 million was committed for student management.

L. University Health Care Committee Report

Trustee Robert Vance, chair of the University Health Care Committee, stated that the Committee met on Monday, May 1, 2017, at the Charles T. Wethington Building.

Trustee Vance reported that the Committee heard a presentation from Dean Scott Lephart on the Sports Medicine Research Institute. Other items for the Committee's consideration were the compliance report, financials, and approved list of privileges and credentials.

M. Item for Discussion – Follow-up to the National Rx Drug Abuse & Heroin Summit

President Capilouto shared that on a recent trip to northern Kentucky, he sat down with the Cincinnati Inquirer newspaper. He reported that one of the topics discussed was the discouraging opioid addiction and abuse in Kentucky. In a Cincinnati Inquirer published report, every forty hours one individual dies of a drug overdose in northern Kentucky. President Capilouto remarked that as UK is the Commonwealth's most significant research and health care provider, an inevitable question is, what contributions can *we* at the University of Kentucky make towards this issue.

In April, University of Kentucky faculty attended with policy makers and researchers from across the nation the National Rx Drug Abuse and Heroin Summit in Atlanta, Georgia. The Summit brought together stakeholders from all levels of government, business, academia, treatment, and community leadership to address this issue.

President Capilouto introduced Dr. Lisa Cassis, Vice President for Research, who introduced one of UK's leading researchers into this problem. Dr. Cassis stated that Sharon Walsh is a Professor of Behavioral Science, Psychiatry, Pharmacology and Pharmaceutical Sciences in the College of Medicine and the College of Pharmacy. She also serves in the very important capacity as the Director of the Center on Drug and Alcohol Research within the College of Medicine at UK. She obtained a PhD from Rutgers University in Behavioral Neurology and she served as faculty at the John Hopkins University for Medicine for thirteen years, where she matriculated to the rank of Professor before joining UK in 2005 in the Department of Behavioral Sciences. Dr. Walsh is a leader in the field of clinical research focused on opioid dependence, pharma code therapies, and contributing to evidence-based approaches for medication assisted therapy for people that suffer from dependence on abused substances. A recipient of the Presidential Early Career Award for Scientist and Engineers, the Betty Ford Award, and several other national prominent awards and honors, Dr. Walsh also served as the President of the College on Problems of Drug Dependence. She has a stellar record of past and current federal funding for her high impact clinical research on drug abuse and its treatment, and has published more than 120 articles on this important topic.

Dr. Walsh began by emphasizing that UK has a very long and proud history of doing excellent substance abuse research. Over the last 15 years, the rates of drug overdose have been steadily increasing. Many Kentucky communities have seen dramatic increases in drug overdose deaths and in the birth of babies with mothers addicted to opioids at the time of delivery.

The University of Kentucky is very involved with this epidemic through teaching/education, research, service, and healthcare expansion. In 2015, the Kentucky General Assembly passed comprehensive legislation (Senate Bill 192) that increased access to treatment, authorized a needle exchange program, contained a "Good Samaritan" clause that provided for nonmedical personnel to intervene in the case of an overdose situation, and increased access to Naloxone. The UK College of Pharmacy immediately began trying to expand access to Naloxone, by providing training programs throughout the state to pharmacists and student pharmacists. Naloxone is an opioid blocker that quickly reverses the effects of opioids and is used by emergency care technicians and in hospitals in the treatment of overdose situations. Within months, over 1400

pharmacists and 300 student pharmacists had been trained, with over 1100 pharmacists certified by the Board of Pharmacy to initiate dispensing Naloxone.

The University of Kentucky has a long association of service to the Commonwealth through its evaluation of publicly funded substance abuse treatment programs, and work with the Cabinet for Health and Family Services, Department of Corrections, Kentucky Housing Corporation, and Kentucky Injury and Prevention Research Center. Earlier this year, Governor Bevin charged UK to lead a plan to improve training of health professionals across the state on better prescribing practices and identifying drug use disorders. This resulted in a collaborative white paper titled “A Statewide Inter-Professional Approach to Drug Addition Education in Kentucky: The Kentucky Addiction Prevention Education (KAPE) Program.” The program identifies core competencies that will be required across all institutions for training health professionals to handle substance abuse.

Dr. Walsh shared that over three years ago, the faculty in Obstetrics/Gynecology and Neonatology began seeing the rise of opioid addiction in their services. They developed a very successful program call PATHways, Perinatal Assistance and Treatment Home. This program for women, who are pregnant and addicted, provides a multidisciplinary approach of education and nursing facilitation, coupled with treatment for their opioid addiction. Also, underway at UK HealthCare is an Addiction Medicine Service, which will hire and train staff to develop a multidisciplinary inpatient and outpatient service to treat opioid use disorder with evidence-based practices.

Dr. Walsh continued that substance abuse research funding at UK accounts for approximately 10 percent of all funding on campus. In 2016, the National Institute on Drug Abuse (NIDA) and National Institute on Alcohol Abuse and Alcoholism (NIAAA) were the two major funding agencies to UK. Current development of novel treatments for opioid use disorder include development of long acting formulations of Buprenorphine in an implant and sustained release action. Other areas of multidisciplinary research include infectious endocarditis (an infection of the heart valve), which is a byproduct infection from injection drug use and the SNAP (Social Networks among Appalachian People) Study, a longitudinal study to determine vulnerabilities to prescription opioid abuse in rural Appalachia.

Additional planned projects to address the opioid epidemic in rural Appalachia include:

- a pending NIDA project to introduce and expand evidence-based practices for treatment in the Gateway and Kentucky River districts;
- 21st Century Cures Act money may support clinical treatment efforts for opioid abuse;
- a randomized trial between Pike versus Perry County to treat hepatitis C-infected individuals and introduce other harm reduction approaches; and
- a potential partnership between NIDA, National Cancer Institute, and the state of Kentucky to look at treatment of infection and prevention of disease.

Dr. Walsh welcomed questions and comments from Trustees. Questions from and discussions with Trustees included the role of pharmacists and laypersons in dispensing Naloxone, additional legislative initiatives and use of federal and state resources, definition of opioids, the problematic increase of Fentanyl use, additional preventative measures, and how to continue to increase the number of pharmacists/pharmacies that can dispense. Questions also discussed included KASPER (Kentucky All Schedule Prescription Electronic Reporting) and tracking physicians and pharmacist prescription and dispenser records, pain management with chiropractic or massage therapies and integrative care, the increase in the number of Kentuckians addicted to drugs, the use of Suboxone (buprenorphine) as a treatment, the work and role of Kentucky Board of Medical Licensure (KBML) in controlling unauthorized prescriptions and can KBML do more, laws and policies on trafficking, the educational approach for students at the University of Kentucky regarding addiction, and required Continuing Medical Education (CME) courses for Kentucky physicians.

For more information, Dr. Walsh's presentation may be found at http://www.uky.edu/Trustees/agenda/full/2017/may/Walsh_Presentation_May-2-2017.pdf

N. Meeting Adjourned

Hearing no further business, the meeting was adjourned at 3:34 p.m.

Respectfully submitted,



Kelly Sullivan Holland
Secretary, Board of Trustees

(CR 1, PR 1, PR 2, PR 3, PR 4, PR 5, PR 6, ASACR 1, ASACR 2, ASACR 3, ASACR 4, FCR 1, FCR 2, FCR 3, FCR 4, FCR 5, FCR 6, FCR 7, and FCR 8, are official parts of the Minutes of the meeting)