

MINUTES OF THE MEETING OF THE FINANCE COMMITTEE OF THE
UNIVERSITY OF LOUISVILLE BOARD OF TRUSTEES

In Open Session

The Finance Committee of the University of Louisville Board of Trustees met on Thursday, July 13, 2006, in the Jefferson Room of Grawemeyer Hall, Belknap Campus, with members present and absent as follows

Present: Mr. Ulysses L. Bridgeman, Jr., Chair
Mr. Kevin Cogan
Mr. Owsley B. Frazier
Mr. Darrell Messer
Mr. Steve Poe
Mr. Bill Stone

Absent: Ms. Sandy Metts Snowden

Other Trustees

Present: Ms. Marie Abrams
Ms. Beth Boehm
Ms. Donna Tinsley Denny
Dr. Salem George
Mr. Nathaniel Green
Mr. Grant Helman
Dr. Robert Curtis Hughes
Ms. Jessica Loving
Dr. William Pierce
Mr. J. Chester Porter

From the
University:

Dr. James R. Ramsey, President
Dr. Shirley Willihnganz, Executive Vice President and Provost
Dr. Larry Cook, Executive Vice President for Health Affairs
Dr. Nancy Martin, Senior Vice President for Research
Ms. Angela D. Koshewa, University Counsel
Ms. Gina Bertocci, Professor of Mechanical Engineering
Mr. Brian Buford, Manager in Human Resources
Mr. Mike Curtin, Vice President for Finance
Mr. John Drees, Acting Associate VP of Communications and Marketing
Ms. Denise Fitzpatrick, Director of Media Relations
Mr. Tom Sawyer, VP of Information Technology
Dr. David Howarth, Associate University Provost
Dr. Blaine Hudson, Dean of Arts and Science
Mr. David Barker, Director, Audit Services
Ms. Susan Howarth, Director, Budget

Ms. Anne Rademaker, Controller's Office
Ms. Terri Rutledge, Asst. VP for Business Affairs
Ms. Carolyn Cochran, Office of the Provost
Mrs. Kathleen M. Smith, Assistant Secretary
Mrs. Debbie Dougherty, Board Liaison

Outside the
University:

Ms. Julie Goodwin, WFPL
Mr. Mark Pitsch, Courier-Journal
Ms. Cathy Dykstra, Project Women
Ms. Carla Winn, Courier-Journal
Mr. Dick Irby, WHAS
Mr. David Edmonds, Family Foundation

I. Call to Order

Having determined a quorum present, Chair Bridgeman called the meeting to order at 1:25 p.m.

Approval of Minutes, May 11, 2006

Mr. Cogan made a motion, which Mr. Stone seconded, to approve the minutes of May 11, 2006. The motion passed unanimously.

II. Action Item: Approval of Capital Construction Projects

Mr. Rutledge reported in 1982 the Board of Trustees authorized administrative regulations pertaining to capital construction as part of the implementation of HB 622, the Higher Education Financial Management Act of 1982. One provision required any capital construction item greater than \$100,000 to be authorized by the Board of Trustees. Recently enacted Senate Bill 83 increased the state required threshold for capital projects to \$200,000. The law allows capital construction projects under \$200,000 to be performed by employees of the University or by individuals hired specifically for the project. Senate Bill 83 continues to require Board authorization for projects over \$200,000 and this action would make the Board's policy conform to law. Mr. Stone made a motion, which Mr. Frazier seconded, to approve the

President's recommendation that the threshold for capital construction projects requiring Board of Trustees approval be increased from \$100,000 to \$200,000.

The motion passed unanimously.

III. Action Item: Approval of The Endowed Fund in Franchising in the College of Business

Vice President Curtin reported the University has received gifts in the amount of \$118,522 from the Mildred V. Horn Foundation and Ms. Greta Marshall. These funds will be matched by a contribution of \$118,522 already received from the Commonwealth of Kentucky Research Challenge Trust Fund resulting in a total contribution of \$237,044. These funds will be used to establish an endowment for the Franchising program in the College of Business and will complement the University's strategic plan, the *Challenge for Excellence* and the advancement of the new economy. Mr. Stone made a motion, which Mr. Frazier seconded, to approve the

President's recommendation that the Board of Trustees approve the establishment of a new endowed fund in Franchising in the College of Business that will be funded from the Commonwealth's Endowment Match Program; and

authorize the Chair of the Board of Trustees to execute any documents required to complete the Creation of this new endowed fund.

The motion passed unanimously.

IV. Action Item: Approval of Collaborative Agreement with Project Women for a Scholar House Program Grant

Provost Willihnganz reported the Kentucky Housing Corporation was accepting applications to fund five Scholar Housing programs across the state. The apartments are for residents and those who agree to participate in the program. Non-participating residents may not live in the proposed facility. Moreover, this transitional housing is for residents as long as they are active participants in the educational programs. Once residents have graduated, they will be allowed ample time to move into permanent housing.

Dr. Willihnganz stated the Kentucky Housing Corporation (KHC) will accept separate applications to fund five (5) Scholar House programs across the state, preferably in different congressional districts. No more than one project will be funded per county/school area. Applications must be submitted by September 1, 2006. She referred to guidelines and regulations that must be followed for the application. She stated the proposed property was across from the Urban Studies Center on Bloom Street. The lease would be for \$1/year for 15 years, at which time the title to improvements would transfer to the University of Louisville. In response to Mr. Stone's inquiry, Ms. Dykstra reported the project provides housing and support services for single mothers and allows these homeless families to attain and maintain self sufficiency while working toward a college degree. President

Ramsey recognized the efforts of Dr. Willihnganz for moving this project in an expeditious manner. He further noted the collaboration in terms of funding through Kentucky Housing Corporation. Dr. Willihnganz thanked Dr. Ralph Fitzpatrick who coordinated the task force to determine partnership opportunities for the University such as this one. Dr. Hughes expressed his strong support for the proposal. Mr. Messer made a motion, which Mr. Stone seconded, to approve the

President’s recommendation that the Board of Trustees authorize the President or his designee to enter into a collaborative agreement, including the lease of approximately one (1) acre of property, with Project Women in order to apply for a Kentucky Housing Corporation “Scholar House Program” grant for construction of a 56-unti housing complex on land currently owned by Project Women and the University of Louisville.

The motion passed unanimously.

V. Other Business

There was no other business.

VI. Adjournment

Mr. Messer made a motion, which Mr. Cogan seconded, to adjourn the meeting at 2:15 p.m. The motion passed unanimously.