

Minutes of the Meeting of the Board of Directors  
The University of Kentucky Research Foundation  
Wednesday, May 8, 2013

The Board of Directors of the University of Kentucky Research Foundation met at 3:00 p.m. (Lexington time) on Wednesday, May 8, 2013 in room 103 Main Building.

A. Meeting Opened

Dr. James W. Tracy, Vice President and Executive Director of the University of Kentucky Research Foundation called the meeting to order at 3:00 p.m. Dr. Tracy asked Kathy Stanwix-Hay to call the roll.

B. Roll Call

The following members of the Board of Directors answered the roll call: Dr. Hollie Swanson, Dr. Mark Meier, Mr. William C. Britton, Mr. F. Richard Kurzynske, Mr. Henry Jackson, Dr. Eli Capilouto, Dr. Michael Karpf, Dr. Timothy S. Tracy, Mr. Eric Monday, and Dr. James W. Tracy. Mr. Mark Bryant was absent from the meeting. Dr. Tracy announced that a quorum was present. Others in attendance: Mr. Jack Supplee, Ms. Angela Martin, Ms. Katherine Adams, Ms. Deborah Davis, Mr. Dan Wentz, Ms. Nancy Ison, Ms. Judy Duncan, Ms. Jennifer Miles, Ms. Toni Smith, Ms. Taunya Phillips, Mr. Greg Franseth and Ms. Kathy Stanwix-Hay.

Dr. James Tracy reported that copies of the minutes of the June 5, 2012, meeting had been emailed to all board members and a copy was also in their notebooks. He asked for any corrections or additions. There being none, the minutes were approved.

ACTION TAKEN:                                    APPROVED                                    DISAPPROVED

Report of the Nominating Committee

Dr. James Tracy, Secretary of the Nominating Committee, presented the following recommendation:

UNIVERSITY OF KENTUCKY RESEARCH FOUNDATION  
Nominating Committee Report  
May 8, 2013

## BOARD OF DIRECTORS

Recommend appointment of Karyn Esser, Department of Physiology, Faculty Member, for a three-year term ending June 30, 2016.

## OFFICERS OF THE FOUNDATION

President	Eli Capilouto, President, ex officio
Executive Director	James W. Tracy, Vice President for Research, ex officio
Vice President	James W. Tracy, Vice President for Research
Secretary	Jack Supplee, Associate Director of U. K. Research Foundation
Treasurer	Angela S. Martin, Vice President Financial Operations and Treasurer

## EXECUTIVE COMMITTEE OF THE FOUNDATION

Eli Capilouto, President, ex officio  
James W. Tracy, Executive Director, Vice President for Research, ex officio  
Michael Karpf, Executive Vice President for Health Affairs, ex officio  
Christine Riordan, Provost  
Mark Meier, Department of Chemistry, Faculty Member  
William C. Britton, Trustee Member

ACTION TAKEN:  APPROVED  DISAPPROVED

To be effective July 1, 2013

### Report of the Treasurer

Ms. Angie Martin, Vice President Financial Operations and Treasurer, presented an overview of UKRF financial activities covering FY 2011-12 and FY 2012-13 through March 2013. Please press CTRL and click to view the [Report of the Treasurer](#) as a pdf.

### Report of the Vice President for Research

Dr. Tracy began his report by highlighting some of the activities taking place during the year within the Office of the Vice President for Research. He presented information on the National Science Foundation Higher Education R&D rankings; Grant and Contract Expenditures for the period FY 2008-12; FY 2012 Sponsored Project Expenditures by Function, Source, Federal Expenditures by Agency and Expenditures by UK Units. He provided information on categories of support funded by the UKRF budget indicating that 68 percent (\$35.1 million) of the FY 2011-12 budget went directly to faculty and academic unit support. He presented data on Faculty Start-up FY 2009-13 and realized F&A Income for FY 2009 - 14 (Projected).

Information on Intellectual Property Activity and Licensing Revenue was provided.

The Federal Budget Sequestration, its impact on R&D Agencies in Federal FY 2012-13, and the Federal Budget Outlook were discussed.

Please press CTRL and click [UKRF Board of Directors 2012-13 Research Report](#) to view Dr. Tracy's presentation as a pdf.

### Budget Presentation

Dr. Tracy presented the proposed FY 2013-14 budget. He summarized the various revenue sources, indicating that the major source, F&A recovery, is estimated to be \$41.5 million. This is a decrease from FY 2012-13 budget estimate of \$45 million. Additionally, he described the various categories of faculty support funded through the UKRF budget.

Following the budget presentation, there was discussion, as well as concern expressed, about the projected F&A decrease in the UKRF budget and what, if any, contingency plans should be put in place should the actual F&A be less than projected.

The motion to approve the FY 2013-14 budget was amended to stipulate that the foundation conduct an assessment of current expenses and investment categories for appropriateness and develop a three-year strategic plan for dealing with projected declines in F&A revenue. Each and every budget category will be subject to scrutiny. The review is to be completed within 90 days and submitted to the UKRF Board for its consideration.

Please press CTRL and click [2013-14 UKRF Budget](#) to view the approved budget as a pdf.

ACTION TAKEN:  APPROVED  DISAPPROVED

### New Business

#### Resolution #1

That Eric Monday, Executive Vice President for Finance and Administration, Christine Riordan, Provost, and James W. Tracy, Vice President for Research be appointed to serve on the 2013-14 Nominating Committee, with the Executive Vice president for Finance and Administration serving as Chair and James W. Tracy as Secretary.

#### BACKGROUND:

This is in accord with Article VI of the UKRF By-Laws.

ACTION TAKEN:  APPROVED  DISAPPROVED

### Information Item

The University of Kentucky Board of Trustees approved the appointment of Mr. Mark P. Bryant as a Trustee member of the UKRF Board of Directors for a term ending September 30, 2015.

Please press CTRL and click to view this [informational item](#).

Before adjourning the Meeting Dr. James Tracy thanked Dr. Hollie Swanson for serving on the UKRF Foundation Board of Directors. He also thanked Mr. Dan Wentz for his 48 years of service to the University. Dan retired April 30, 2013.

Jack Supplee  
Secretary