Minutes of the Quarterly Board of Regents Meeting  
Murray State University  
September 23, 2005

The Board of Regents of Murray State University met on September 23, 2005, in quarterly session in the Jesse Stuart Room of Pogue Library on the main campus of Murray State University. The meeting was called to order at 1:40 p.m. by Chair Don Sparks.

Regent Alan Stout judged the Mr. MSU Pageant on Friday. The winner was Joshua Watkins, a sophomore from Hopkinsville, Kentucky. Prior to the beginning of the meeting, Mr. Matt Whitaker of Cynthiana, Kentucky, fourth runner-up for Mr. Murray State University, performed his entry in the recent competition.

The roll was called and the following members were present: William C. Adams, Marilyn Buchanon, Olivia Burr, Lori Dial, Scott Ellison, Beverly Ford, Peg Hays, Alan Stout, Terry Strieter, Vickie Travis, and Don Sparks. Absent: none.

Other present were: F. King Alexander, President of the University; Sandra M. Rogers, Assistant to the President and Secretary to the Board of Regents; Tom Denton, Vice President for Finance and Administrative Services and Treasurer of the Board of Regents; Gary Brockway, Provost and Vice President for Academic Affairs; Jim Carter, Vice President for Institutional Advancement; Don Robertson, Vice President for Student Affairs; Joyce Gordon, Associate Vice President for Human Resources; Dewey Yeatts, Associate Vice President for Facilities Management and Chief Facilities Officer; John Rall, University Counsel; members of the faculty, staff, students, news media and visitors.

The following was presented for the meeting:

AGENDA  
Meeting of the Board of Regents  
Murray State University  
Jesse Stuart Room, Pogue Library  
Friday, September 23, 2005  
1:30 p.m.

1. Roll Call  
2. Minutes of the Quarterly Meeting of the Board of Regents held on May 20, 2005  
   Dr. Alexander  
3. Report of the President  
   Mr. Sparks  
4. Report of the Chair  
   Mr. Denton  
5. Report of the Treasurer  
   (Financial and Investment Reports for the period July 1, 2004 - June 30, 2005)  
   Dr. Alexander  
6. Report of the Registrar  
   Dr. Alexander  
7. Admissions Policy  
   Dr. Alexander  
8. Gift Acceptances  
   A. Quarter Horse Gelding by Summer DeProw  
   B. Quarter Horse Gelding by Will and Jill Mobley  
   C. Swedish Warmblood Gelding by Lynne Humkey  
   Dr. Alexander  
9. Personnel Changes  
   Dr. Alexander
A. Staff Leaves of Absence Without Pay

10. Committee Reports/Recommendations

A. Academic Affairs
   Dr. Strieter
B. Athletic
   Mrs. Ford
C. Audit
   Mr. Sparks
D. Buildings and Grounds
   Ms. Hays
E. Development/Investments
   Mrs. Buchanan
F. Equal Opportunity/Affirmative Action
   Ms. Burr
G. Faculty/Staff Affairs
   Mrs. Buchanan
H. Finance
   Mr. Sparks
I. Governmental Relations
   Mr. Stout
J. International Relations
   Mrs. Ford
K. Student Life
   Mr. Ellison

11. Resolution of Appreciation
    Dr. Alexander

12. Election of Vice Chair and Secretary
    Mr. Sparks

Minutes of the Board of Regents Meeting on May 20, 2005, approved as amended

Ms. Hays moved, seconded by Mr. Stout, that the Minutes of the Board of Regents meeting held on May 20, 2005, be approved with two editorial changes. Motion carried.

President’s Report

President Alexander presented the attached President’s Report. All comments are referring the power point presentation.

1. Fall Enrollment

   • Projected Total Fall Enrollment (CPE) 10,290 (1.6%) up 162
   • Actual Fall Enrollment (9/18/05) 10,154 (2.1%) up 212
   • In-State Kentuckians up 201 (2.8%)
   • Out-of-State up 28 (1.1%)
   • International (without 120 new ESL) down 17 (-5.5%)
   • African-American (Whitney Young Scholars) down - 36
   • Undergraduate up 290 (3.5%)
   • Graduate down 78 (-4.5%)

   • MSU Freshmen 1,414 (4%) up 56
   Strong: Christian; Fulton; Graves; Jefferson; McCracken
   Weak: Henderson; Marshall; Webster; Oldham; Fort Campbell
   States: Illinois (43); Indiana (21); Missouri (5); Tennessee (-49)

   Highlights:
   • Largest enrollment in MSU History
   • 2nd largest increase in Kentucky (2004-2005)
   • 3rd fastest growing university in Kentucky since reform (1998-2005)
   • 1,387 students (15.6%)
   • 2nd highest graduation rate in Kentucky

2. Whitney Young Scholars
• 2002: 29 Scholars
UL (8), WKU (6), UK (4), NKU (2), Murray (0)
• 2003: 29 Scholars
Murray (14), UL (2), NKU (2)
• 2004: 26 Scholars
Murray (6), UL (5), UK (2)
• 2005: 33 Scholars
Murray (17), UL (5), UK (4), NKU (2)

3. National Rankings (Fall 2005)

US News and World Report

• Category: Great Schools, Great Price (Top Ten)
South Region
1) Rollins College, FL
2) Mississippi College
3) Converse College, SC
4) Stetson University, FL
5) Centenary College, LA
6) Mercer University, GA
7) The Citadel, SC*
8) Murray State University* (2004 Score = 2nd)
* Denotes a public university

• Category: Overall Score
Nationally: Public Universities (255 public universities)
9th Murray State University (up from 18th)

South Region: Public Universities (73 public universities)
1) James Madison University
2) The Citadel
3) University of Mary Washington
4) College of Charleston
5) Appalachian State University
6) Murray State University (6th in 2004)

South Region: Public & Private Universities (135 universities)
17th Murray State University (up from 21st)

4. MSU Campus Construction

2004-2006 Major Capital Projects: $60.1 million

Completed Projects 2004-2005 ($24 million):
• $10 million Susan Bauernfeind Student Recreation & Wellness Center
• $13 million Phase I Science Complex (Biology Building)
• $1 million Equine Classroom Facility

Under Construction:
• $3 million Murray State University Regional Business Center (Oct./Nov.)
• $450,000 MSU Miller Golf Clubhouse (Dec.)
• $350,000 Breathitt Veterinary Laboratory Upgrade (Dec.)

To begin Construction Winter/Spring 2005 ($32.3 million):
• $25 million Phase II Science Complex (Chemistry Building)
• $13.3 million New Clark Residential College
• $4 million Phase II of the Renaissance for Knowledge Library Project

5. Other News

• New Faculty and Professional (Academic) Staff – 40
• Gear-Up Grant – $68 million for Kentucky, works with students starting in the 7th grade all the way through middle and high school process to prepare them for going to college
• Donor Gift – gift to be forthcoming for our Chemistry Building
• Campus Health Insurance – we have for the coming year a projected $430,000 decrease for the total plan costs. We cannot say that it is tied to the Wellness Center, but we will say that more employees are taking advantage of the facility. We have had a decrease in high claims costs for the past twelve months. We are implementing dental insurance this year. Murray State covers 81 percent of the insurance coverage and the employee pays 19 percent.
• OVC Team Academic Performance Awards – our men’s rifle team and our women’s golf team received the awards this year.
• MSU Marching Band – largest number of band members recorded in history
• State Historical Marker: Homecoming – We will have a marker in the quadrangle signifying the 50th Anniversary of Desegregation on Murray State University’s campus. The speaker for the unveiling is Dr. Walter Bumphus, President of the Louisiana Community and Technical College System. Don Tharpe, recently appointed to the Congressional Black Caucus in Washington, is coming to campus. Dennis Jackson, recently retired as director of district personnel with Paducah Public Schools, and Dr. Jerry Sue Pritchett Thornton, President of Cuyahoga Community College in Cleveland, Ohio, are Grand Marshals of the Homecoming parade.
• Commonwealth Honors Academy – Warren Edminster, Randy Black, and Jane Etheridge presented brief reports on the Commonwealth Honors Academy. This year’s theme was “Fantastic Journey—Exploring Truth, Tradition and Tolerance.” There were 94 in this year’s class, which was the largest class we have had involved in the program. We have enrolled 64.5 percent of the students.
• Graduation Rates - Stewardship of state resources: of the 19 universities mentioned, the University of Minnesota, University of Arizona that have graduation rates less than MSU, their education and general expenditures per student at the University of Minnesota who has a graduation rate less than MSU is at $44,000 per student. The University of Arizona is at $30,600; the University of Arkansas is at $27,000 E and G per student; West Virginia, $21,400; LSU $21,300. All of these institutions that are strong universities have substantial per student expenditures and Murray State University’s E & G expenditure per student is $12,900. If there’s a testament of what we are doing in an efficient manner, we are enrolling and graduating students with expenditures that are half that of many other institutions that have smaller graduation rates than we do. That really says a lot for what’s going on on campus. That means we are good stewards of these resources and we are good investments for the taxpayers of Kentucky. Our outcomes are important. The more we fund outcomes and performances the stronger this university will be funded by the state.

(See Attachment #1)

Report of the Chair

Chair Sparks indicated that the most newsworthy item in the newspapers at the beginning of school is the fact that we were overcrowded and RA’s were having to share their room. It stated that one of the causes for that was that upperclassmen were wanting to stay in the dormitories which goes against all college habits. I think that tells us that our Residential Colleges, our faculty and those people working with the students are doing a good job. We’ve just got to build some more residential colleges, that’s the key.

Report of the Treasurer, accepted

Treasurer Tom Denton presented and reviewed the financial and investment reports for the period of July 1, 2004 - June 30, 2005. Following a brief discussion, Mrs. Buchanan moved, seconded by Ms. Dial, that the Treasurer’s Report be accepted. Motion carried.
Report of the Registrar

Mrs. Buchanon moved, seconded by Mrs. Ford, that the Board of Regents ratify the awarding of the degrees to individuals on August 5, 2005, as recommended by the Registrar. Motion carried.

(See Attachment #4)

Admissions Policy revision approved

Mr. Adams moved, seconded by Ms. Dial, that the Board of Regents, upon the recommendation of the President of the University, approve a revision in the admissions and housing and dining policies for all new students admitted for the fall 2005 semester or after from the Tennessee counties of Henry, Obion, Stewart and Weakly that they will be treated as Kentucky residents for admissions and housing and dining policies. This revision will be effective for the fall 2005 semester for full and part-time students. Motion carried.

Gift Acceptances

A. Quarter Horse Gelding

The gift of the 11-year-old Quarter Horse gelding will be used in the Equine Teaching Program in the School of Agriculture at Murray State University.

Ms. Hays moved, seconded by Mrs. Ford, that the Board of Regents, upon the recommendation of the President of the University, accept the donation of an 11-year-old Quarter Horse gelding, Signed by Skip, valued at $7,500 which was donated by Will and Jill Mobley of Kennett, Missouri. Motion carried.

B. Swedish Warmblood Gelding

The gift of the 12-year-old Swedish Warmblood Gelding will be used in the Equine Teaching Program in the School of Agriculture at Murray State University.

Mrs. Travis moved, seconded by Mr. Stout, that the Board of Regents, upon the recommendation of the President of the University, accept the donation of a 12-year-old Swedish Warmblood Gelding, Singular, valued at $10,000 which was donated by Lynne Humkey of Franklin, Tennessee. Motion carried.

Personnel Changes

A. Staff Leaves of Absence Without Pay approved

Ms. Burr moved, seconded by Mrs. Buchanon, that the Board of Regents, upon the recommendation of the President of the University, approve the Staff Leaves of Absence Without Pay as listed below:

<table>
<thead>
<tr>
<th>Name</th>
<th>Department</th>
<th>Effective Date</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cain, Wendy</td>
<td>Accounting and Finance</td>
<td>7/12/05 - 7/25/05</td>
</tr>
<tr>
<td>Chadwick, Linda</td>
<td>General Counsel</td>
<td>5/26/05 - 6/29/05</td>
</tr>
<tr>
<td>Elkins, Tammy</td>
<td>Food Service</td>
<td>6/28/05 - 7/1/05</td>
</tr>
<tr>
<td>Ferguson, Debbie</td>
<td>Food Service</td>
<td>6/7/05 - 8/19/05</td>
</tr>
<tr>
<td>Garland, Greg</td>
<td>Miller Golf Course</td>
<td>7/23/05 - 8/31/05</td>
</tr>
<tr>
<td>Jackson, Donna</td>
<td>Public Safety</td>
<td>8/13/05 - 8/19/05</td>
</tr>
<tr>
<td>Johnson, Brittany</td>
<td>CSIS/BPA</td>
<td>8/12/05 - 9/6/06</td>
</tr>
</tbody>
</table>
Kimbro, Angela
Knight, Johnnie
McCallon, Melanie
Miller, Steve D.
Riley, Crystal
Singleton, Terry
Slinker, Joseph L.
Stanislaw-Menchinger, Leigh
Stanislaw-Menchinger, Leigh
Woods, Ashley
Wyatt, Angie G.

WKMS-FM
West KY Dental Health Project
Institute for International Studies
Facilities Management
CE/AO - Academic Outreach
Facilities Management
Facilities Management
Procurement
Procurement
BVC
ESL Program

9/30/05 - 10/31/05
6/6/05 - 9/30/05
6/10/05 - 8/31/05 *
5/28/05 - 6/20/05
6/6/05 - 7/5/05 *
6/2/05 - 8/12/05
4/1/05 - 5/16/05
6/27/05 - 7/31/05
8/1/05 - 9/30/05 *
4/19/05 - 4/26/05
5/2/05 - 7/29/05 *

* Intermittent Leave

Motion carried.

B. Salary Roster, Report of New Employment, and Report of Resignations and Terminations, approved

Dr. Strietter moved, seconded by Mr. Adams, that the Board of Regents, upon the recommendation of the President of the University, approve the Salary Roster as of August 15, 2005; the Report of Resignations and Terminations for the period of January 1, 2005, through August 14, 2005; and the Report of New Employment for the period of January 1, 2005, through August 14, 2005. Motion carried.

(See Attachments #5 - #7)

Committee Reports

A. Academic Affairs - no report.

B. Athletic - no report.

C. Audit - Mr. Sparks.

Mr. Sparks reported that the Audit Committee heard a presentation on the Audit Contract Bid Process. No action required.


Six-Year Capital Plan

On behalf of the Building and Grounds Committee, Ms. Hays moved, seconded by Ms. Dial, that the Board of Regents, upon the recommendation of the President of the University, approve the preliminary 2006-2012 Six-Year Capital Plan which includes the Capital Budget Requests for the 2006-2008 State Biennial Budget. Motion carried.

(See Attachment #8)

Disposition of Structures

1) Milk House (Bldg #202)

On behalf of the Buildings and Grounds Committee, Ms. Hays moved, seconded by Mrs. Ford, that the Board of Regents, upon the recommendation of the President of the University, approve the attached Resolution and Order to dispose of the structure known as the Milk House (Building #202) located on the West Farm. Motion carried.

(See Attachment #9)
2) Storage Barn (Bldg #214)

On behalf of the Buildings and Grounds Committee, Ms. Hays moved, seconded by Mrs. Travis, that the Board of Regents, upon the recommendation of the President of the University, approve the attached Resolution and Order to dispose of the structure known as the Storage Barn (Building #214) located on the West Farm. Motion carried.

(See Attachment #10)

Murphy's Pond

Murray State University acquired Murphy's Pond in 1975. It is in the best interest of the University to dedicate a portion of the real property and all pertinent and associated personal property of said portion as a State Nature Preserve in association and cooperation with the Kentucky State Nature Preserves Commission. Murray State University shall retain custody and oversee/monitor activities of Murphy’s Pond, including educational access.

On behalf of the Buildings and Grounds Committee, Ms. Hays moved, seconded by Ms. Dial, that the Board of Regents authorize the President or his designee, the Vice President for Finance and Administrative Services, the authority to:

1. Negotiate and execute all documents on behalf of the University as deemed in the best interest of the University for the dedication of a portion of Murphy’s Pond as a State Nature Preserve, including but not limited to Articles of Dedication.

2. The authority to finalize any role of Murray State University in the continued operations of Murphy’s Pond upon dedication of same as a State Nature Preserve and to cooperate with the Kentucky State Nature Preserves Commission in said dedication.

Motion carried.

E. Development/Investments - Mrs. Buchanon.

We had a meeting of the Development and Investments Committee this morning. We had no business to tend to, but we did hear a great report from Vice President Jim Carter about our giving year this past fiscal year. He was very happy to report that it’s the second biggest year we have had in our history and that was welcome news.

Mr. Carter also shared with us some information regarding pre-campaign progress and we will hear more in the months to come regarding that subject.

F. Equal Opportunity/Affirmative Action - no report.

G. Faculty/Staff Affairs - no report.

H. Finance - Mr. Sparks.

Six-Year Capital Plan

On behalf of the Finance Committee, Mr. Sparks moved, seconded by Ms. Hays, that the Board of Regents, upon the recommendation of the President of the University, approve the preliminary 2006-2012 Six-Year Capital Plan which includes the Capital Budget Requests for the 2006-2008 State Biennial Budget. Motion carried.

(See Attachment #11)

Endowment Match Program

The attached report summarizes the programmatic and financial results of the Endowment Match Program at Murray State University. The cumulative total in state endowment matching
funds for the past three biennia for which this trust fund program has been in existence is $8,490,787. When combined with private funds, the total endowment is $16,981,574.

On behalf of the Finance Committee, Mr. Sparks moved, seconded by Mrs. Buchanon, that the Board of Regents, upon the recommendation of the President of the University, approve the attached Endowment Match Program Report for the period ended June 30, 2005, as required by the Kentucky Council on Postsecondary Education. Motion carried.

(See Attachment #12)

Net Tuition

On behalf of the Finance Committee, Mr. Sparks moved, seconded by Mrs. Travis, that the Board of Regents, upon the recommendation of the President of the University, set the net tuition for all Tennessee students at an amount that is the greater of either Murray State’s in-state rate or the average of the following Tennessee universities effective for the fall 2005 semester:

Austin Peay University
Tennessee Technological University
University of Tennessee at Chattanooga
University of Tennessee at Martin

Motion carried.

Residential College Bond Resolution

On behalf of the Finance Committee, Mr. Sparks moved that the Board of Regents, upon the recommendation of the President of the University, adopt the attached Resolution authorizing the issuance of Murray State University Housing and Dining System Revenue Bonds, Series Q, to construct or renovate facilities for use as a residence hall.

Mrs. Ford seconded and the roll was called with the following voting: Mr. Adams, yes; Mrs. Buchanan, yes; Ms. Burr, yes; Ms. Dial, yes; Mr. Ellison, yes; Mrs. Ford, yes; Ms. Hays, yes; Mr. Stout, yes; Dr. Strieter, yes; Mrs. Travis, yes; and Mr. Sparks, yes. Motion carried.

(See Attachment #13)

Special Committee Established

On behalf of the Finance Committee, Mr. Sparks moved that the Board of Regents, upon the recommendation of the President of the University, approve the following action:

Scaled bids for the purchase of the Series Q Bonds shall be opened by the President or his designee and considered on the date of the sale by a special committee of the Board hereby established and comprised of Mr. Don Sparks, Mrs. Beverly Ford, and Ms. Lori Dial (the “Special Committee”), whereupon the Special Committee thereunto duly authorized shall, by resolution, accept the lowest and best bid as recommended by Seasongood and Mayer, LLC, the Financial Advisor to the Board.

Mrs. Travis seconded and the motion carried.

Disposition of Structures

1) Milk House (Bldg #202)

On behalf of the Finance Committee, Mr. Sparks moved, seconded by Ms. Hays, that the Board of Regents, upon the recommendation of the President of the University, approve the attached Resolution and Order to dispose of the structure known as the Milk House (Building #202) located on the West Farm. Motion carried.
(See Attachment #14)

2) Storage Barn (Bldg #214)

On behalf of the Finance Committee, Mr. Sparks moved, seconded by Ms. Hays, that the Board of Regents, upon the recommendation of the President of the University, approve the attached Resolution and Order to dispose of the structure known as the Storage Barn (Building #214) located on the West Farm. Motion carried.

(See Attachment #15)

I. Governmental Relations - no report.
J. International Relations - no report.
K. Student Life - no report.

Resolution of Appreciation

President Alexander read the following Resolution of Appreciation for Judge Mike Miller.

BOARD OF REGENTS
Murray State University
Resolution of Appreciation

Judge K. Michael Miller

WHEREAS, Judge Mike Miller served with distinction as a member of the Board of Regents of Murray State University from 1999 to 2005 and was involved in many initiatives for the improvement and advancement of the University; and

WHEREAS, his dedicated service reflected an unselfish willingness to expend both time and energy on behalf of the University and contributed substantially toward fulfillment of its mission; and

WHEREAS, he exemplified outstanding leadership on the Board as Chair of both the Building and Grounds committee and the Government Relations committee and accepted significant responsibilities in other committee assignments; and

WHEREAS, his efforts were instrumental in securing state funding for the new Biology and Chemistry buildings; and

WHEREAS, he proved to be an effective advocate of the needs and programs of the University and through his work as a public servant of the Commonwealth has brought honor to himself and to the University he has so faithfully served;

WHEREAS, the citizens of the Commonwealth through the Board of Regents of Murray State University express their appreciation to Judge K. Michael Miller for his noteworthy service to the University and its students; and

WHEREAS, the Board of Regents of Murray State University and its President, Dr. F. King Alexander, join in thanking our friend Mike Miller for his devotion to the cause of higher education in Kentucky; and

NOW THEREFORE, ON THIS SEPTEMBER 23, 2005, BE IT RESOLVED that this recognition be preserved in the Minutes; and that copies be provided to the members of his immediate family.
Mrs. Buchanon moved, seconded by Mrs. Ford, that the Resolution be adopted. Motion carried.

**Election of Vice Chair and Secretary**

The statutes require that each time the Board has new members, there is an election of the Vice Chair and the Secretary.

For the election of Vice Chair, Mrs. Buchanon nominated Beverly Ford. The remaining members passed. Mr. Adams moved that nominations cease and that Beverly Ford be elected by acclamation. Mr. Stout seconded and the motion carried.

For the election of Secretary, Mrs. Buchanon nominated Sandra Rogers. The remaining members passed. Mr. Adams moved that nominations cease and that Sandra Rogers be elected by acclamation. Ms. Burr seconded and the motion carried.

The Board recessed for ten minutes at 3:30 p.m.

The Board reconvened into session at 3:40 p.m.

Mrs. Buchanon moved, seconded by Ms. Hays, that the Board go into closed session pursuant to KRS 61.810, (1) for the purpose of discussing ongoing litigation that the Board and the University is involved in. Motion carried.

**Executive Session**

Executive Session began at 3:42 p.m. and ended at 5:00 p.m.

**Open Session**

Mrs. Dial moved, seconded by Mrs. Ford, that the Board convene in open session. Motion carried. Open Session begin at 5:00 p.m.

Mrs. Buchanon moved that in the case of Dennison v. MSU et.al that the University cover costs of litigation including attorney fees, costs and recovery, if any, by Dennison against any named defendants who are being sued in his or her individual or official capacity while acting in good faith pursuant of their duties.

Ms. Dial and Mrs. Ford seconded and the roll was called with the following voting: Mr. Adams, yes; Mrs. Buchanon, yes; Ms. Burr, yes; Ms. Dial, yes; Mr. Ellison, yes; Mrs. Ford, yes; Ms. Hays, yes; Mr. Stout, yes; Dr. Strieter, yes; Mrs. Travis, yes; and Mr. Sparks, yes. Motion carried.

**Special Committee, established**

Dr. Strieter expressed an interest in the Board developing a broad policy regarding litigation that would protect the University President, the Board, Faculty and Staff. Mr. Sparks appointed Alan Stout to chair a committee along with Marilyn Buchanon, Terry Strieter, and Lori Dial. Also included would be John Rall.

Mr. Stout added that he would want Mr. Johnson to look at the policy.
Adjournment

Ms. Burr moved, seconded by Mrs. Buchanon, that the meeting adjourn. Motion carried. Adjournment was at 5:15 p.m.

Chair

Secretary

The remainder of this page is left blank due to the attachments to the September 23, 2005, Minutes of the Board of Regents.

Secretary