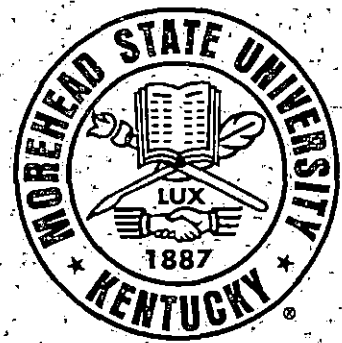


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September 22
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AGENDA BOOK Board of Regents



MEETING SCHEDULE

Saturday, September 22, 2001

9 a.m.

Board of Regents

Riggle Room

Immediately
following BOR
meeting

Lunch

Heritage Room



Academic Affairs

Helen Pennington, Chair
Madge Baird
Lynne Fitzgerald
Sylvia Lovely
Charles Rhodes

Administration and

Fiscal Services

Juanita Mills, Chair
James Booth
Gene Caudill
Lynne Fitzgerald
Helen Pennington
Jerry Umberger

Student Life and

External Relations

Jerry Umberger, Chair
Madge Baird
Gene Caudill
Lynne Fitzgerald
Sylvia Lovely
Brian Martin
Charles Rhodes

Audit Committee

Juanita Mills, Chair
Buckner Hinkle, Jr.
Helen Pennington
Jerry Umberger

Officers of the Board

Buckner Hinkle, Jr., Chair
Juanita Mills, Vice Chair
Porter Dailey, Treasurer
Carol Johnson, Secretary

**BOARD OF REGENTS
MOREHEAD STATE UNIVERSITY
September 22, 2001**

9 a.m., Riggle Room, Adron Doran University Center, Morehead, Kentucky

AGENDA

- I. CALL TO ORDER**
- II. ROLL CALL**
- III. APPROVE MINUTES OF JUNE 8, 2001**
- IV. PRESIDENT'S RECOMMENDATIONS AND REPORTS**
 - A. Recommendations**
 - 1. Approve Change in Administrative Title 1
 - 2. Amend Personnel Policies
 - a. PAc-2, Promotion Review 2-15
 - b. PAc-30, Performance-Based Compensation Plan
for Faculty 16-18
 - 3. Approve Master of Arts in Teaching Degree: Secondary
Teaching Option 19
 - 4. Ratify Personnel Actions 20-52
 - 5. Ratify Sale of Housing and Dining System Revenue
Bonds, Series P 53
 - 6. Authorize the Sale of Consolidated Educational
Buildings Revenue Bonds, Series L 54-84
 - 7. Approve Acquisition of Real Property 86-88
 - 8. Approve 2002-2004 Tuition and Mandatory
Student Fees 89-91
 - B. Reports**
 - 1. Preliminary Report on Fall 2001 Enrollment
 - 2. Report on Easement with Morehead Utility
Plant Board 92-100
 - 3. Report on Real Property Leases 101-103
 - 4. Report on Strategic Plan 104-105
 - 5. Report on Fire Safety Projects 106-110
 - 6. Report of Major Gifts Since June 9, 2001 111
 - 7. Report of Private Giving July 1, 2000, through
June 30, 2001 112
 - 8. Report on Personal Service Contracts 113-115
- V. OTHER BUSINESS**
 - Future Meetings: Saturday, November 10, 2001 (Work Session)
 - Saturday, December 1, 2001 (BOR Meeting)
- VI. ADJOURNMENT**

**BOARD OF REGENTS
MOREHEAD STATE UNIVERSITY**

June 8, 2001

The Board of Regents of Morehead State University met on Friday, June 8, 2001, in the Riggle Room of the Adron Doran University Center in Morehead, Kentucky.

CALL TO ORDER

Chair Hinkle convened the meeting at 9 a.m.

ROLL CALL

The following members were present: Madge Walters Baird, Gene Caudill, Lynne Fitzgerald, Buckner Hinkle, Jr., Teresa Johnson, L. M. Jones, Sylvia Lovely, Juanita Mills, Helen Pennington, and Jerry Umberger. Charles M. Rhodes did not attend.

Others present: President Ronald G. Eaglin; Vice Presidents Michael Moore, Porter Dailey, Michael Mincey, and Keith Kappes; and other members of the faculty, staff, and administration.

**MARCH 3, 2001,
MINUTES**

Ms. Mills moved, seconded by Dr. Fitzgerald, to approve the minutes of the March 3, 2001, meeting as distributed. The motion carried.

**INTRODUCTION
OF NEW VP FOR
DEVELOPMENT
AND NEW
GENERAL
COUNSEL**

President Eaglin introduced newly appointed Vice President for Development Barbara Ender and General Counsel Jane Fitzpatrick. Ms. Ender comes to MSU from the position of Senior Development Officer at Indiana University of Pennsylvania and Executive Director of the IUP Foundation. She is the first person in the history of Morehead State University to serve as a full-time development officer at the vice presidential level.

Dr. Fitzpatrick has been a practicing lawyer, working as an associate attorney and then as a partner in Brooks, Coffman & Fitzpatrick and its successor firms, as well as in solo practice. Her areas of experience are in education, employment and civil rights law. In addition, Dr. Fitzpatrick has been an adjunct instructor at the University of Kentucky College of Law and an attorney for the State Office of Public Advocacy.

Chair Hinkle read the following resolution honoring Louis M. Jones, whose term expires June 30, 2001:

**RESOLUTION
HONORING
LOUIS M. JONES****RESOLUTION HONORING LOUIS M. JONES**

WHEREAS, Mr. Louis M. (Sonny) Jones of Versailles, Kentucky, has served with distinction as a member of the Board of Regents of Morehead State University since 1992; and

WHEREAS, Mr. Jones provided strong leadership to the Board of Regents while serving as its chairperson from 1996 to 2001; and

WHEREAS, Mr. Jones' distinguished service on the Board of Regents consistently has reflected his high ethical standards and deep, personal commitment to academic excellence; and

WHEREAS, Mr. Jones previously served the University with distinction as president of the Alumni Association and as a member of the Board of Trustees of the Morehead State University Foundation, Inc.,

THEREFORE, be it resolved by the Board of Regents of Morehead State University that Mr. Louis M. (Sonny) Jones be and hereby is commended for his nine years of honorable and outstanding service on the Board of Regents and that the University expresses its profound and sincere gratitude for his leadership and loyalty.

The Board extends its best wishes to Mr. Jones in his future endeavors.

Done this eighth day of June, 2001.

Buckner Hinkle Jr., Chair

ATTEST:

Carol Johnson, Secretary

Ronald G. Eaglin, President

Ms. Mills moved, seconded by Ms. Johnson, to adopt the Resolution Honoring Louis M. Jones. The motion carried.

In presenting the resolution, Chair Hinkle expressed his appreciation to Mr. Jones for serving as a wonderful mentor and example.

President Eaglin stated that Mr. Jones and Ms. Pennington were the only remaining individuals serving on the Board when he was appointed president in 1992. He thanked Mr. Jones for his loyalty and service during the nine years they had served together.

Chair Hinkle read the following Resolution Honoring Teresa Johnson, whose term as student representative ends June 30, 2001:

**RESOLUTION
HONORING
TERESA
JOHNSON**

RESOLUTION HONORING TERESA JOHNSON

WHEREAS, Ms. Teresa Johnson has served as the President of the Student Government Association and as the Student Member of the Board of Regents of Morehead State University for the 2000-2001 school year; and

WHEREAS, Ms. Johnson has demonstrated her leadership abilities through her service on various University committees and by articulating important issues and concerns affecting all students; and

WHEREAS, Ms. Johnson has served the University with distinction and has honorably performed her duties as prescribed by the Kentucky Revised Statutes and policies of the Board of Regents,

THEREFORE, BE IT RESOLVED by the Morehead State University Board of Regents that Ms. Teresa Johnson be and hereby is commended for the time, energy, and dedication given as the Student Member of the Board of Regents of Morehead State University.

The Board extends its best wishes to Ms. Johnson in her future endeavors.

Done this eighth day of June, 2001.

Buckner Hinkle Jr., Chair

ATTEST:

Carol Johnson, Secretary

Ronald G. Eaglin, President

Dr. Fitzgerald moved, seconded by Mr. Umberger, to adopt the Resolution honoring Ms. Teresa Johnson. The motion carried.

Chairman Hinkle stated that Ms. Johnson had set a fine example for other student representatives to follow and on behalf of the Board thanked her for the counsel she had provided and the interest she had taken on the issues before the Board. Chairman Hinkle wished her well in her future endeavors and presented Ms. Johnson the resolution in recognition of the Board's gratitude.

President Eaglin noted that Teresa also had served during the past year as the Student Government Association president and commended her on addressing the important issue of modernizing the SGA election process.

Chair Hinkle asked that due to the lengthy agenda that the Board first consider items V-A-1-4 and 6. These include the following recommendations:

The President recommended:

**2001 SPRING
GRADUATES**

RECOMMENDATION: That the awarding of degrees to all candidates who successfully completed all degree requirements as approved by the faculty of the University at the 2001 spring commencement on May 12, 2001, be ratified.

**PROMOTIONS,
2001-2002 YEAR**

RECOMMENDATION: That the Board approve the granting of promotions to the following with the issuance of their contracts for the 2001-02 year:

Professor

John Modaff, Speech

Associate Professor

Charles Mason, Geoscience

Librarian III

Gary Austin

**EMERITUS
STATUS**Librarian II

Thomas Kmetz

(Additional background information attached to these minutes and marked V-A-2)

RECOMMENDATION: That the Board approve the granting of Emeritus Status to the following:

Laradean Brown, Assistant Professor of Health, Physical Education and Recreation

David Cutts, Professor of Physics

R. Jay Flippin, Associate Professor of Music

Larry Netherton, Assistant Professor of Radio-TV

Barbara Niemeyer, Associate Professor of Education

Phyllis Oakes, Professor of Education

Jack Whidden, Professor of Physics

Betty Jean Wilson, Librarian IV

Thomas Yancy, Associate Professor of Radio-TV

(Additional background information attached to these minutes and marked V-A-3)

**EDUCATIONAL
LEAVES**

RECOMMENDATION: That the Board approve the granting of educational leaves to the following faculty members contingent upon funding being available within Academic Affairs.

Fall 2001

Marshia White-Lewis, Assistant Professor of Nursing

Mattie Burton, Assistant Professor of Nursing

(Additional background information attached to these minutes and marked V-A-4)

**TENURE FOR
DR. DAN
BRANHAM**

RECOMMENDATION: That the Board approve the granting of tenure to Dr. Dan Branham, Professor of Education and Dr. Antonino Carnevali, Professor of Physics.

(Additional background information attached to these minutes and marked V-A-6)

MOTION: Ms. Mills moved, seconded by Mr. Caudill, to approve the President's recommendations in Items V-A-1, A-2, A-3, A-4, & A-6.

VOTE: The motion carried.

The President recommended:

**2001-2006
STRATEGIC
PLAN**

RECOMMENDATION: That the Board approve the 2001-2006 Strategic Plan.

(Strategic Plan, 2001-2006, and Additional Background Information attached to these minutes and marked V-A-19)

President Eaglin presented the five-year strategic plan for 2001-2006 entitled *Pride and Promise*, which he said is "based on pride in our past and the promise of the future" as we move aggressively into the 21st century and is aligned with the Council on Postsecondary Education's 2020 Vision and Action Agenda. He noted that the document is not final; it is a dynamic instrument that will constantly evolve. The University's Strategic Plan was the primary focus of the University's annual administrative retreat in August 2000. During this two-day retreat, more than 75 participants, including the Board of Regents, reviewed and developed the institutional purpose, mission, goal statements and objectives. These were further reviewed and refined by the University Planning Committee and six subcommittees and were again shared and discussed with the Board at its February workshop.

As a result, the final document, which includes a new mission statement, as well as five major goals -- Academic Excellence and Student Success, Excellence in Student Support, Enrollment Growth and Retention Gains, Effective Administration, and Enhanced Reputation and Productive Partnerships -- exemplifies the University's core values:

- An academic enterprise committed to providing optimal opportunities for teaching and learning;
- A scholarly community that values ideas, individuals and innovation;
- A culturally diverse organization dedicated to the personal worth of its members; and

- A public institution fully accountable for its actions, outcomes, and resources.

Dr. Eaglin noted that this plan would be periodically reviewed and amended to address the new challenges that face the University.

Ms. Beth Patrick, Associate Vice President for Planning and Technology, and Dr. Dan Connell, Dean of Extended Campus, Continuing Education, and Academic Support, provided more detailed information on goals, performance indicators, and accountability.

Following discussion, members asked how MSU would judge whether there had been improvements. Ms. Patrick indicated that a report card would be distributed annually to show progress or those areas that have fallen short of the goals.

Chair Hinkle encouraged the Board members to review the plan and make any suggestions to the President as soon as possible.

The Strategic Plan will be further refined and distributed at the 2001-2002 Opening of School Convocation this fall.

MOTION: Ms. Lovely moved, seconded by Mr. Jones, to approve the President's recommendation.

VOTE: The motion carried.

The President recommended:

RECOMMENDATION: That the Board approve the recommended 2001-2002 Operating Budget, which totals \$87,397,000, and the 2001-2002 Fee Schedule.

Dr. Eaglin presented the 2001-2002 Operating Budget and Fee Schedule. He stated that the proposed 2001-2002 Operating Budget reflects Morehead State University's continued efforts to support the Kentucky Council on Postsecondary Education's *2020 Vision: An Agenda for Kentucky's System of Postsecondary Education*. The \$87.4 million operating budget is based on a projected fall enrollment of 8,600 students. Residence hall occupancy is projected at 3,120, which is an increase of 130 students (3 percent) over the previous fall semester.

The operating budget reflects a 7.52 percent increase from the 2000-2001 opening budget. These new funds will come from increases in the state appropriation (operating), \$1,921,700; tuition and mandatory fees,

**2001-2002
OPERATING
BUDGET AND
FEE SCHEDULE**

\$2,213,300; and housing rates, \$592,000. In addition, endowment income of \$51,000 will be placed in the University's budget for the first time. This money will be used to enhance existing academic budgets in accordance with the respective endowment guidelines.

As in past years, faculty and staff compensation is a major budget priority. The University elected to increase its annual contribution by \$840 to each faculty and staff medical insurance contract, effective January 1, 2001. An additional annual contribution of \$120 per regular full-time employee has been built into the budget for anticipated rate increases beginning in 2002. MSU also will contribute \$40/month or \$480/year for each regular full-time employee to purchase a better medical plan, offset some of the added expense of the cost of the family plan, or to pay un-reimbursed medical expenses. In addition, the 2001-2002 Operating Budget includes a 5 percent salary pool for distribution to faculty and staff based on employee evaluations.

Dr. Eaglin also noted that the proposed budget for intercollegiate athletics is in compliance with the Board's 1989 resolution, which stipulates that athletic revenues must equal at least 33 and 1/3 percent of the athletic expenditures. The budget also adheres to the resolution's requirement that general fund contributions not exceed 3.6 percent of the educational and general budget.

Following discussion, Dr. Eaglin recommended that the Board approve the proposed 2001-2002 Operating Budget and Fee Schedule.

MOTION: Mr. Jones moved, seconded by Mr. Umberger, to approve the President's recommendation.

VOTE: The motion carried.

Mr. Dailey commended Ms. Teresa Johnson, Director of Budgets, and Ms. Cathy Cox, Budget Analyst, on their work in developing the budget.

At 10:40 a.m., Chairman Hinkle opened the floor for a motion to go into executive session concerning some personnel matters. Ms. Lovely moved, seconded by Ms. Johnson, that the Board go into executive session. The motion carried.

At 12:55 p.m., the Board reconvened in open session. Dr. Fitzgerald was unable to remain for the rest of the meeting.

**RECOGNITION
OF B. PROCTOR
CAUDILL**

Chairman Hinkle recognized and congratulated Mr. B. Proctor Caudill, Chairman of the Board of Trustees of the Morehead State University Foundation, Inc., on his induction into the Alumni Hall of Fame.

**PAC-27 TENURE
REVIEW**

The President recommended:

RECOMMENDATION: That the Board approve the revisions to PAC-27, Tenure Review.

(Additional background information and revised Personnel Policy PAC-27 attached to these minutes and marked V-A-5)

Dr. Michael Moore, Executive Vice President for Academic Affairs, stated that the revised policy streamlines the tenure review process and now includes provisions for IRAPP faculty and faculty appointments with tenure, as well as clarifies the tenure portfolio components and tenure review in the final year.

MOTION: Mr. Caudill moved, seconded by Ms. Johnson, to approve the President's recommendation.

VOTE: The motion carried.

The President recommended:

**MASTER OF
SCIENCE IN
INDUSTRIAL
TECHNOLOGY**

RECOMMENDATION: That the Board approve the Master of Science in Industrial Technology.

(Additional background information attached to these minutes and marked V-A-7)

Dr. Moore stated that the proposed Master of Science Degree in Industrial Technology is designed primarily for persons holding a bachelor's degree in industrial technology, engineering, engineering technology, applied sciences, manufacturing engineering, mechanical design and related technical professional programs. This master's degree program will help meet the needs of recent graduates who plan to pursue a master's degree, technical professionals who want to upgrade their skills, faculty members in two-year institutions, and technology education teachers who want to earn a rank advancement.

MOTION: Mr. Umberger moved, seconded by Ms. Johnson, to approve the President's recommendation.

VOTE: The motion carried.

**PERSONNEL
ACTIONS**

The President recommended:

RECOMMENDATION: That the Board ratify the Personnel Actions for the period February 12, 2001, through May 18, 2001.

(Additional background information and list of Personnel Actions attached to these minutes and marked V-A-8)

Mr. Roger Barker, Director of Human Resources, stated that the Personnel Action Report during the period of February 12, 2001, through May 18, 2001, included seven resignations and seven retirements.

MOTION: Mr. Jones moved, seconded by Mr. Umberger, to approve the President's recommendation.

VOTE: The motion carried.

The President recommended:

**THIRD
QUARTER
FINANCIAL
REPORT**

RECOMMENDATION: That the Board accept the financial statements and amend the operating budget for the third quarter of the fiscal year that will end on June 30, 2001.

(Additional background information and Third Quarter Financial Report attached to these minutes and marked V-A-9)

Mr. Porter Dailey, Vice President for Administration and Fiscal Services, stated that the financial highlights for the third quarter are found on pages 82-83 of the agenda book and significant adjustments are outlined on page 89.

MOTION: Ms. Johnson moved, seconded by Ms. Mills, to approve the President's recommendation.

VOTE: The motion carried.

The President recommended:

**PAC-17,
SABBATICAL
LEAVE OF
ABSENCE &
PAC-28,
EDUCATIONAL
LEAVE OF
ABSENCE**

RECOMMENDATION: That the Board amend PAC-17, Sabbatical Leave of Absence and PAC-28, Educational Leave of Absence.

(Additional background information and amended Personnel Policies PAC-17 and PAC-28 attached to these minutes and marked V-A-10)

Mr. Dailey explained that both policies were approved by the Board at its March 3, 2001, meeting. At that time, the Board raised a question concerning the length of time the University could conceivably remain liable for the employer contribution if the employee on educational or sabbatical leave elected not to purchase his/her entitled service credit in a timely manner. The policies have now been clarified to state that the University will contribute the employer matching amount if the employee elects to purchase the service credit within the "interest free" period defined by KTRS, which is currently defined as June 30 of the school year in which the leave was granted.

MOTION: Mr. Jones moved, seconded by Ms. Johnson, to approve the President's recommendation.

VOTE: The motion carried.

The Audit Committee recommended:

**AUDIT SERVICES
CONTRACT**

RECOMMENDATION: That based on the recommendation of the Audit Committee, the Board approve the award of the contract for the University's auditing services to Crowe, Chizek, and Company with offices in Lexington and Louisville, Kentucky.

(Additional background information attached to these minutes and marked V-A-11)

**MINIMUM
SCOPE OF AUDIT**

RECOMMENDATION: That based on the recommendation of the Audit Committee, the Board approve the minimum scope of the University's audit for the year ending June 30, 2001.

(Additional background information attached to these minutes and marked V-A-12)

Regent Mills stated that the Audit Committee recommended at its meeting on April 19 that the Board approve awarding the contract for auditing services to Crowe, Chizek and Company and also approve the Minimum Scope of the University's audit for the year ending June 30, 2001.

MOTION: Ms. Mills moved, seconded by Mr. Jones, to approve the Audit Committee's recommendation.

VOTE: The motion carried.

**BANKING
SERVICES
CONTRACTS**

The President recommended:

RECOMMENDATION: That the Board exercise the option to renew the banking services contracts for the period July 1, 2001 - June 30, 2002, with Firststar Bank of Morehead for the main campus banking, Firststar Bank of Prestonsburg for MSU at Prestonsburg, and the Commercial Bank of West Liberty for MSU at West Liberty, and that the Board exercise the option to continue the money market account at National City Bank for MSU at Ashland.

(Additional background information attached to these minutes and marked V-A-13)

Mr. Michael Walters, Associate Vice President for Fiscal Services, stated that the University is recommending that the Board approve the renewal of the contracts for banking services for the 2001-2002 fiscal year, which is the last period in the renewal provisions of the contracts. The bid process for banking services will commence in January 2002 for the 2002-2003 fiscal year.

MOTION: Mr. Jones moved, seconded by Ms. Lovely, that the Board approve the President's recommendation.

VOTE: The motion carried.

The President recommended:

MEAL PLAN

RECOMMENDATION: That the Board approve the recommendation that beginning in the fall semester of 2002, all freshman students required to live in University housing would be also required to purchase a meal plan of their choice, rather than the declining balance program. Sophomores would be subject to either a meal plan or \$400 per semester minimum buy-in for the declining balance program.

(Additional background information attached to these minutes and marked V-A-14)

Mr. Walters stated that in 1993, the Board approved a policy related to mandatory housing and dining requirements for certain full-time students. That policy required that students who had accumulated fewer than 60 credit hours live in campus housing and also buy into a \$300 per semester dining plan. The policy was implemented in the fall of 1994 and has not been changed since that time. Mr. Walters stated that the Board is being asked to approve the amended plan as stated above and outlined on page 109 of the agenda book to be effective at the beginning of the 2002 fall semester.

**ACQUISITION
OF PROPERTY**

MOTION: Mr. Caudill moved, seconded by Ms. Johnson, to approve the President's recommendation.

VOTE: The motion carried.

The President recommended:

RECOMMENDATION: That the Board approve the orders authorizing and directing the acquisition of property located at 230 University Street, 236 University Street, and 231 East Second Street, Rowan County, Kentucky, by Eminent Domain Proceedings if necessary.

(Additional background information attached to these minutes and marked V-A-15)

Mr. Dailey briefed the Board on Phase I of the Adron Doran University Center Expansion and Renovation Project, which was approved in the 2000-2002 Budget of the Commonwealth. The architects for the project have recommended that the University will need to acquire at least four private properties located immediately east of the University Center, three of which are in the Campus Master Plan. The fourth is the Hogge Office Building located south of Second Street, which is not in the Campus Master Plan. Acquisition of the Hogge Building would be of significant importance and use to the University during the University Center project. The owner of the building also has been advised of the University's interest, but current appraisals have not been obtained.

The University is currently negotiating with the owners of the three properties that lie within the boundaries of the Campus Master Plan. Appraisals have been obtained and formal offers have been extended. It is recommended that the Board authorize acquisition of the properties through Eminent Domain provisions if negotiations with the property owners are unsuccessful.

MOTION: Mr. Jones moved, seconded by Ms. Johnson, to approve the President's recommendation.

VOTE: The motion carried.

The President recommended:

RECOMMENDATION: That the Board adopt:

**ISSUANCE OF
SERIES P
HOUSING AND
DINING SYSTEM
REVENUE
BONDS**

A RESOLUTION OF THE BOARD OF REGENTS OF MORHEAD STATE UNIVERSITY AUTHORIZING THE ISSUANCE OF SAID BOARD'S HOUSING AND DINING SYSTEM REVENUE BONDS,

SERIES P, TO BE DATED THE FIRST DAY OF THE MONTH IN WHICH SOLD; AUTHORIZING PROPER PROCEEDINGS RELATIVE TO THE PUBLIC SALE OF THE BONDS AND THE DISPOSITION OF THE PROCEEDS THEREOF; AUTHORIZING EXECUTION OF A SEVENTH SUPPLEMENTAL TRUST INDENTURE BETWEEN THE BOARD AND CENTRAL BANK AND TRUST COMPANY, LEXINGTON, KENTUCKY, AS TRUSTEE, IN COMPLIANCE WITH THE PROVISIONS OF THE TRUST INDENTURE DATED NOVEMBER 1, 1966.

And that:

(A) The forms of Notice of Bond Sale, Official Terms and Conditions of the Sale of Bonds, and Bid form be approved and a copy of each be placed by the Secretary in the official record of the Board;

(B) The Board authorize the publication of the Notice of Bond Sale in accordance with Chapter 424 of the Kentucky Revised Statutes and the Financial Advisor be authorized to disseminate copies of the Official Statement; and

(C) Sealed bids for the purchase of the Series P bonds be opened on such date and time as designed by the Vice President for Administration and Fiscal Services, whereupon there is herewith appointed a special committee of the Board which shall, by resolution, accept on such date the lowest and best bid as recommended by Hilliard-Lyons, the Financial Advisor to the Board.

(Resolution attached to these minutes and marked V-A-16)

Mr. Walters stated that two projects are to be funded with proceeds of Morehead State University Housing and Dining System Revenue Bonds, Series P. The first project is the installation of sprinklers in West Mignon Hall and East Mignon Hall at a scope of \$1,082,850. In addition, a new 28-unit Lakewood Terrace Family Housing Complex will be constructed at a scope of \$3,516,679. After adding costs of issuance, debt service reserve, and other costs to the combined project scopes of \$4,599,529, the total issue will be \$5,140,000.

Moreover, Mr. Walters stated that as in previous bond sales, the Chairman of the Board has appointed a three-member subcommittee to act on behalf of the Board. This subcommittee will meet on the day of the sale to review and accept bids. The full Board will then ratify the actions of the committee at its first regular meeting following the bond sale.

PROPERTY
LEASE WITH
MSU
FOUNDATION

MOTION: Mr. Caudill moved, seconded by Ms. Lovely, to approve the President's recommendation.

VOTE: The motion carried.

Chairman Hinkle appointed Gene Caudill, Lynne Fitzgerald, and himself to serve as the subcommittee to act on behalf of the Board. It is anticipated that the sale will be held on Wednesday, July 11, at 11 a.m.

The President recommended:

RECOMMENDATION: That the Board ratify the real property lease with the MSU Foundation, Inc., in regard to the property located at 133 Third Street, Morehead, Kentucky.

(Additional background information attached to these minutes and marked V-A-17)

Mr. Dailey stated that the MSU Foundation, Inc. acquired property located at 133 Third Street at the request of the University. The University plans to purchase this property from the Foundation after July 1, 2002, when a new biennial land acquisition authorization is approved by the General Assembly. In the meantime, the University will enter into a short-term lease with the Foundation, at a monthly rate of \$1,800, through August 31, 2002. MSU's Policies Related to Real Property Management provide that a lease with the MSU Foundation have prior Board approval; however, the property owner's timing demands precluded such approval. Therefore, the Board is being asked to ratify the lease agreement.

MOTION: Mr. Caudill moved, seconded by Mr. Jones, to approve the President's recommendation.

VOTE: The motion carried.

The President recommended:

SURPLUS
PROPERTY

RECOMMENDATION: That approximately 1.901 acres of undeveloped land located in the Commonwealth of Kentucky, County of Morgan, located on the north side of State Route 2498 (Liberty Road) approximately 0.2 miles west of junction US 460 near the community of Index be declared surplus to the needs of the University and that the property be sold to the Morgan County Fiscal Court for \$1 to meet the needs and interest of the public sector.

(Additional background information and Order to Dispose of Property attached to these minutes and marked V-A-18)

**2001-2002
PERSONNEL
ROSTER**

Mr. Dailey stated that last year the Morgan County Public Properties Corporation gave to the University an approximate seven-acre tract for the construction of our new West Liberty Extended Campus Center. The 2000 General Assembly appropriated funds to the Morgan County Fiscal Court for the construction of the Morgan County Technology School, and the fiscal court has asked that we give them back approximately two acres for them to construct their facility at this same location. The process for us to give property back to a public entity requires the Board to declare this property as surplus to our needs.

MOTION: Mr. Caudill moved, seconded by Mr. Umberger, to approve the President's recommendation.

VOTE: The motion carried.

The President recommended:

RECOMMENDATION: That the Board approve the 2001-2002 Personnel Roster.

(Additional background information and 2001-2002 Personnel Roster attached to these minutes and marked V-A-20)

MOTION: Mr. Jones moved, seconded by Ms. Pennington, to approve the President's recommendation.

VOTE: The motion carried.

Mr. Caudill stated that he had had several constituents call him within the past few days indicating that their departments had not been treated equally with others on campus as far as the raise pool was concerned.

**PRESIDENT'S
CONTRACT**

Mr. Caudill moved, seconded by Mr. Jones, that the Board offer a compensation package to President Eaglin in the amount of \$170,000 in salary and other compensation, which will include a one-year roll over in his contract. The motion carried.

**BOARD
RETREAT**

Since several Board members cannot attend the annual administrative retreat on August 6-7, the Board's retreat will be held on September 7, 2001.

**NEXT MEETING
& GOVERNOR'S
TRUSTEESHIP
WORKSHOP**

Chairman Hinkle announced that the next Board meeting will be held on September 22, 2001, and the Governor's Trusteeship Workshop will be held on September 16-17, 2001.

ADJOURNMENT

There being no further business to conduct, Mr. Jones moved, seconded by Ms. Mills, to adjourn at 1:30 p.m. The motion carried.

Respectfully submitted,



Carol Johnson, Secretary

CHANGE IN ADMINISTRATIVE TITLE

BOR (IV-A-1)
September 22, 2001

Background:

The title of Provost is increasingly being recognized within the academic community as the preferred title for the chief academic officer of a college or university. However, since the title of Provost is not well known or understood outside of the academic community, the title of Vice President for Academic Affairs is frequently retained as well. As a result, the majority of institutions within the United States, and all other comprehensive institutions within Kentucky, have now adopted some form of the title Vice President for Academic Affairs and Provost to designate the chief academic officer. At the same time, the title of Dean of Faculty (currently within the title of Morehead State University's chief academic officer) has become implicit within the title of Provost. The following recommendation is designed to establish a title for the chief academic officer that communicates more clearly to all appropriate constituencies and is consistent with common practice at other institutions.

Recommendation:

That the Board of Regents approve changing the title of Morehead State University's chief academic officer from Executive Vice President for Academic Affairs and Dean of the Faculty to Provost and Executive Vice President .

REVISE PERSONNEL POLICY PAC-2, PROMOTION REVIEW

BOR (IV-A-2-a)
September 22, 2001

Background:

The criteria, procedures and conditions for the review of faculty for promotion from associate professor to professor rank are governed and described by PAC-2. This policy was created in 1985 and was revised most recently in 1998 and requires a high degree of consistency with PAC-27 "Tenure Review." With the BOR's approved revision of PAC-27 at its June, 2001, meeting, the attached revision of PAC-2 is provided. The Faculty Senate studied the present policy for most of the 2000-01 academic year and has recommended several changes. The Deans' Council, the Executive Vice President for Academic Affairs and the President have reviewed the recommendations.

Analysis:

The major differences between the current and the revised policy are:

- Provision for promotion of tenured assistant professors. The 1997 revision of PAC-27, Tenure Review, established the principle of automatic promotion of assistant professors to associate professors with the granting of tenure. However, no provision was made in either PAC-27 or the 1998 revision of PAC-2 for the promotion of previously tenured assistant professors to the rank of associate professor. This revision of PAC-2 does provide a procedure and guidelines for the promotion of previously tenured assistant professors.
- Provision for IRAPP faculty. The university's program of distinction, Institute for Regional Analysis and Public Policy (IRAPP), has been added as an autonomous academic unit since the last revision of PAC-2. The revised policy provides for faculty to be promoted within IRAPP, consistent with faculty in other academic units.
- Clarification of promotion portfolio components. Consistent with the current revision of PAC-27, Tenure Review, the revised promotion policy provides clearer and more comprehensive distinction between the two major components of the promotion portfolio, the portfolio summary (extended curriculum vitae) and the supporting documents. It also provides a clearer explanation of the substance and format of each component.

Since there are no changes in the promotion review process and no current tenure-track faculty will be affected by the proposed changes, the revised policy will apply to all current and future tenured faculty, upon approval by the Board of Regents.

Recommendation:

That the Board of Regents approve the revisions to PAc-2, Promotion Review.

Policy: PAc-2 Promotion Review

Approval Date: 07/01/85

Revision Date: 3/07/94; 9/18/98

PURPOSE:

To define criteria, procedures, and conditions for granting promotion from associate professor to professor. In the special circumstance that a tenured or special status assistant professor seeks promotion to associate professor, all of the subsequent procedures that follow in this policy apply to the candidate with the exception of acceptable standards for promotion. Tenured assistant professors seeking promotion to the associate professor rank are expected to meet the departmental standards for tenure and promotion of assistant professors to the rank of associate professor as defined in the departmental faculty evaluation plan (FEP) by the chair and the departmental faculty. For assistant professors applying for the rank of associate professor, the Departmental Promotion Committee will consist of all tenured associate professors and full professors.

I. GENERAL PRINCIPLES

ACADEMIC
PRINCIPLES:

Faculty members have an important responsibility in providing evaluations of peers in the promotion process. This responsibility involves the application of academic and professional judgments in a framework of shared authority among various levels of review and between faculty and academic administrators. Faculty, academic administrators, the President and the Board of Regents recognize the central authority of the Morehead State University Mission Statement. Promotion evaluations must be consistent with the responsibilities and general principles outlined in the Mission Statement.

All Standing I faculty in each department will establish acceptable standards for evaluating its faculty in the department Faculty Evaluation Plan. The appropriate college dean and the University Promotion Committee must approve these standards for promotion and subsequent revisions to ensure quality, equity, and fairness. Standing I faculty in IRAPP will follow a consistent model with standards being approved by the Dean of IRAPP and the University Promotion Committee. The Dean of IRAPP shall consult with each faculty member and shall determine a "home" department (other than IRAPP) for each faculty member.

The promotion procedures consist of peer and administrative judgments and reviews at the department, college, and the University levels. These judgments and reviews regarding promotion must evaluate, certify and document that the performance level of an associate professor is at or above the performance level

defined by departmental promotion standards. Departmental faculty may choose to develop discipline-specific standards for teaching, professional achievement, and service. At each level, the review process will reflect the competence and perspective of the reviewing body as well as the principles of the Mission Statement.

~~The college-level:~~ Reviews by the Department Promotion Committee, the Department Chair, the College Promotion Committee, and the College Dean will make judgements that focus on the quality and quantity of the professional and scholarly performance in the areas of teaching, professional achievement, and service.

Performance-based salary increase (PBSI) and promotion evaluations are separate processes, and consequently, meeting or exceeding PBSI criteria does not automatically ensure a favorable promotion decision. PBSI evaluations are based on annual performance whereas promotion evaluations are based on cumulative performance. As the University strives to recruit and maintain an outstanding faculty, meeting the minimal expectations of performance will not be sufficient for promotion to professor. ~~Performance-Based Salary Increase merit share rankings (i.e. number of merit shares awarded) will be excluded from the documentation.~~

~~The University-level:~~ Reviews by the University Promotion Committee, the Executive Vice President for Academic Affairs and Dean of Faculty (EVPAA), and the President will be guided by criteria established in the departmental Faculty Evaluation Plan. University-level reviews by the Executive Vice President for Academic Affairs and the President will bring broader faculty and administrative judgments to bear. ~~University level reviews will also monitor general standards of quality, equity, and adequacy of the procedures used.~~

~~Each chair and departmental faculty will define acceptable standards for promotion to the rank of professor in the department Faculty Evaluation Plan to evaluate faculty eligible for promotion to professor. The University Promotion Committee will review, on an annual basis, these promotion standards and recommend acceptance or ask for revision to ensure University-wide standards of quality, equity, and fairness. Review by the University Promotion Committee is not required for those years when no modifications have been made to the Departmental Faculty Evaluation Plan relative to promotion. The college deans and University Promotion Committee will approve these promotion standards before they are implemented.~~

II. GENERAL CRITERIA FOR PROMOTION

Promotions will be based on recognized performance in each of the three areas listed below as appropriate to the particular responsibilities of the faculty member as outlined in the Departmental Faculty Evaluation Plan. Promotion is neither an unqualified right nor an automatic consequence of having completed a certain period of service.

Accomplishments in each of the three areas listed below must be recognized and evaluated by the Department Promotion Committee, the Department Chair, the College Promotion Committee, the College Dean, the University Promotion Committee, the Executive Vice President for Academic Affairs and Dean of Faculty, and the President. Evaluations will be guided by promotion standards contained in the departmental FEP.

1. Teaching: Teaching excellence as recognized by colleagues, department chairs, and deans and as assessed by students. Other evidence may include, but not be limited to, the following: student contact activities (advisement, supervision of internships and theses); development of new courses, programs, or innovative instructional techniques; teaching awards and honors.
2. Professional achievement: Documentation of professional achievement may include, but not be limited to, the following: research, scholarly or creative achievements; leadership roles in professional organizations; participation in professional meetings, seminars and workshops; additional graduate study in the teaching field beyond the minimum required for meeting standards for promotion to professor or contract stipulations; work experience; and/or consulting.
3. Professional Service: Service is recognized, evaluated and expected of faculty desiring promotion to professor. Service may include, but not be limited to, the following: active participation on University, college, department, and/or Faculty Senate ad hoc and standing committees; service as an official representative of the University; sponsorship of approved co-curricular activities; coordination of and participation in University workshops, conferences, clinics, in-service presentations, and special events; development of proposals; development of functioning relationships with professional groups in business, industry, trade, education, and government; and public schools; performance of public service within the faculty's field of expertise.

III. GENERAL STATEMENTS REGARDING PROMOTION

TIME IN RANK:

For faculty appointment at the Associate Professor^{or} rank with tenure up to three years of equivalent professional service at other regionally accredited institutions of higher education may be applied to the time in rank requirements for promotion outlined in PAC-1 within the first year following appointment to Morehead State University. Credit for equivalent professional service will be recommended to the Executive Vice President for Academic Affairs and Dean of Faculty by the Departmental Promotion Committee, Department Chair, and College Dean University Promotion Committee in accordance with the criteria established for promotion.

PROMOTION PORTFOLIO:

The promotion portfolio must contain a letter of intent, portfolio summary, (extended curriculum vitae), and supporting documents. The format for the presentation of promotion material will be determined by the University Promotion Committee shall adhere to the following guidelines for Curriculum Vitae and Supporting Documents. The letter of intent, addressed to the Department Chair, will state the desire to be considered for promotion and will contain a summary of major responsibilities and activities since the last rank assignment that merit consideration for the promotion. If a faculty member applies previous service at another institution to the time in rank requirement, the previous service must be documented with respect to teaching excellence, professional achievement, and service to that institution and community. The candidate's portfolio must document all qualifications, and it must be complete at the time of submission.

CURRICULUM PORTFOLIO

VITAE SUMMARY:

The following are guidelines for constructing the curriculum vita organizing the portfolio. Not all categories will apply to each candidate Candidates should respond to or supply evidence for all categories that apply. Whenever appropriate specific titles, dates, pages, and publishers should shall be included. Numbers 1 and 2 must be as complete as possible, and a reasonable sample of items under numbers 3 and 4 should be presented.

1. Personal Data
 - a. Name
 - b. Present rank, Administrative title (if applicable), and department
 - c. Dates of initial rank assignment and promotions at Morehead State University
 - d. Field or fields of specialization
 - e. Education completed: degrees, certifications, and/or licenses with institutions and dates awarded or granted
 - f. Teaching prior to Morehead State University or related work experience prior to Morehead State University

- (1) Institutions
 - (2) Dates
 - (3) Responsibilities
 - (4) Rank changes and dates
 - g. Memberships in academic honor organizations
- 2. Teaching--Note whenever reassigned time was given.
 - a. Teaching load each semester
 - (1) Numbers and titles of courses taught
 - (2) Credit hours/workload
 - b. Teaching Evaluations
 - (1) Student (e.g., nationally normed or university-accepted supplemental, etc.)
 - (2) Peer and/or Chair
 - (3) Advising
 - bc. Student contact activities
 - (1) Number of advisees: graduate, undergraduate
 - (2) Supervisor of internships
 - (3) Direction of theses and service on theses committees
 - (4) Direction of independent studies
 - (5) Service on oral examination committees
 - (6) Other
 - ed. New courses and programs developed
 - ee. Innovative instructional techniques developed
 - ef. Teaching awards and honors
 - fg. Other evidence of effective teaching
- 3. Professional Achievement
 - a. Scholarship
 - (1) List of published articles
 - (2) List of published books
 - (3) List of published reviews
 - (4) Work in progress
 - (4)(5) List of papers read at conferences
 - (5)(6) Editorship of or service on editorial boards of professional journals
 - (6)(7) List of Scholarly grants
 - (7)(8) Sabbaticals
 - (8)(9) Basic and/or applied research activities
 - (9)(10) Fellowships awarded
 - (10)(11) Awards for scholarship
 - b. Creative Productions--List of:
 - (1) Exhibits

- (2) Musical compositions published
- (3) Poems, plays, stories, novels published
- (4) Work in Progress
- (4)(5) Artistic performances
- (5)(6) Speaking engagements
- (6)(7) Inventions
- (7)(8) Awards for creative productions
- c. Academic and/or professional organizations
 - (1) Memberships
 - (2) Leadership roles
 - (3) Active participation at conferences
 - (4) Awards for professional service
- d. Continuing education
 - (1) Seminars attended and form of participation
 - (2) Workshops attended and form of participation
 - (3) Graduate study beyond the required terminal degree
 - (a) Institution
 - (b) Degree being pursued and anticipated date of completion
 - (c) Credit hours completed
- e. Relevant work experience and consulting
 - (1) Institution/agency
 - (2) Responsibilities
 - (3) Dates
- f. Other evidence of professional growth
- 4. Service
 - a. List of University, college, department, and Faculty Senate ad hoc and standing committees with level indicated in each case
 - b. Sponsorship or advisor of University-approved extracurricular activities
 - c. Service as official representative of the University
 - (1) Place
 - (2) Responsibility
 - (3) Date
 - d. Coordination of and participation in Morehead State University workshops, conferences, clinics, in-service, and special events
 - (1) Title
 - (2) Form of participation
 - (3) Date
 - e. Development of proposals to benefit the University
 - (1) Title of proposal

- (2) Date submitted
- (3) Accepted or rejected
- f. Development of relations with professional groups (business, industry, trade, education, and government)
- g. Honors and awards for service
- h. Other service

SUPPORTING DOCUMENTS:

The supporting documents should be arranged in the following categories:

1. Documents which support personal data (for example):
 - a. Copies of official transcripts
 - ba. Copies of official letters of promotion at other institutions
2. Documents which support teaching excellence (for example):
 - a. Course Syllabi
 - b. Course assessment materials (exams, assignments, evidence of feedback to students, etc.)
 - ac. Copies of results of teacher ratings (e.g., student, peer and/or chair advising)
 - bd. Copies of descriptions of innovative instructional techniques
 - ce. Copies of teaching awards and honors
3. Documents which support evidence of professional achievement (for example):
 - a. Copies of published articles, books, reviews
 - b. Copies or evidence of work in progress
 - bc. Copies of conference papers read at conferences/posters/abstracts
 - cd. Copies of relevant pages in conference programs
 - de. Copies, slides, tapes of, or patents for creative productions
 - ef. Evidence of roles in academic organizations
 - fg. Evidence of continuing education including transcripts of graduate work
 - gh. Programs identifying speaking engagements
4. Documents which support service (for example):
 - a. Copies of proposals to benefit the University
 - b. Copies of honors or awards for service
5. The department's Faculty Evaluation Plan(s) for the years being evaluated.

IV. GENERAL PROCEDURES FOR PROMOTION REVIEW

1. No candidate for promotion, candidate's spouse, immediate family (as defined by PG-22), department chairs, or deans will serve on promotion committees.
2. No faculty member will serve on more than one promotion committee for a given candidate. A tenured IRAPP faculty member may serve on promotion committees at the department level and for IRAPP during the same year.
3. The chairperson of each promotion committee will be elected by the committee from the membership.
4. The University Promotion Committee will consist of faculty members selected by the Faculty Senate from the tenured, full-time faculty and must include one representative from each college and five additional at-large faculty members, and shall include both males and females. No two representatives will be from the same department. Committee members shall be professors. In the event that professors are unavailable, associate professors may serve. Term of service will be three years, with one-third being replaced each year. A member may not hold successive terms. The Faculty Senate will appoint members to the committee by May 1 of the prior academic year. Committee members will be notified in writing as to their own and others' selection to the committee prior to the committee's first meeting. IRAPP faculty will be evaluated by the college committee associated with each faculty member's home department.
5. No member of the University Promotion, Tenure, or Faculty Rights and Responsibilities Committees will serve concurrently on the University Promotion Committee.
6. The College Promotion Committee will consist of one representative from each department of the college. These members will be tenured, full-time faculty members. Committee members will be professors. In the event that professors are unavailable, associate professors may serve. Each department will elect, by secret ballot, a representative to serve a two-year term on the college committee by September 1. Committee members will be notified in writing as to their own and others' selection prior to the Committee's first meeting.
7. All full-time tenured professors in a Department will serve on the Department Promotion Committee. The committee will have a minimum

of five faculty members. In the event that there are fewer than five full-time tenured professors in the Department, then full-time tenured associate professors from the Department will be chosen by the tenured faculty in the Department. In the event that there are fewer than five eligible members in the Department, the Department's tenured faculty will provide the Dean a list consisting of twice the number of full-time tenured professors within the same college needed to form a committee of at least five members and from which the Dean will select the outside members of the committee. For IRAPP faculty, the Promotion Committee in IRAPP shall consist of professors in IRAPP. Tenured faculty members in IRAPP will select two tenured faculty from the candidate's academic discipline to serve on the IRAPP Promotion Committee. Should this strategy fail to produce a committee of five, the tenured faculty members in IRAPP shall collectively invite enough full-time tenured faculty from IRAPP faculty affiliates to form the committee.

8. All voting on candidates will be by secret ballot. Recommendation for promotion requires an affirmative vote by the majority of the committee membership voting. There will be no abstentions in the voting process. In all committee recommendations, the number of "yes" votes and the number of "no" votes must be recorded.
9. Justification for the recommendation of each candidate must be in a detailed evaluation narrative format on the appropriate form. The evaluation narrative must reflect the candidate's teaching excellence, professional achievement, and service activities and include statements of strengths and weaknesses. Minority views will also be included if the vote for promotion is split; minority opinions must be included in the written evaluation.
10. Promotion committee deliberations must be treated confidentially and must not be discussed outside of promotion committee meetings.

V. THE PROMOTION REVIEW PROCESS

1. The Department Promotion Committee will review the portfolio and submit a written evaluation of the strengths and perceived weaknesses of the portfolio to the candidate using the Department's Faculty Evaluation Plan as the criteria for evaluation. The written evaluation, which will be signed by all committee members, will document the validity of the information contained in the candidate's department promotion portfolio as it relates to the Department's Faculty Evaluation Plan.

The primary purpose of this evaluation is to evaluate and certify the items and statements contained in the candidate's Promotion Portfolio, and to ensure that the performance level of the faculty member is at or above the performance level specified by the departmental criteria for promotion to professor. The Department Promotion Committee may also request additional documentation of items and statements made in the candidate's Promotion Portfolio. This ~~Any~~ additional documentation and supporting evidence will ~~be forwarded~~ not become part of the portfolio to be sent further up the chain of review.

It is the responsibility of the Department Promotion Committee to conduct a vote which affirms or denies their support of the Promotion Portfolio, with a copy of the evaluation and vote tally delivered to the candidate. Voting will be by secret ballot, and a sealed ballot by an absent faculty member may be included in the tally if all of the ballots are opened and counted at the same time at the Department Promotion Committee meeting. Abstentions are not allowed at either the Department, College, or University Promotion Committee levels of review.

2. The Department Promotion Committee will then forward the Promotion Portfolio, written evaluation, and vote tally to the Department Chair, who will add his/her written evaluation to the portfolio. A copy of this evaluation also will be delivered to the promotion candidate. ~~In the case of IRAPP faculty, the department chair in the faculty member's discipline shall evaluate the portfolio~~

It is also the responsibility of the Department Chair to evaluate and certify that the supporting documentation is at or above the performance level specified by the departmental criteria for promotion to professor. This evaluation and certification must be part of the Chair's letter of evaluation. It is also the responsibility of the Department Chair to certify that academic requirements, such as terminal degrees, years of teaching/previous service, etc., have been met.

3. The Department Chair will then forward the Promotion Portfolio, Department Committee written evaluation and vote tally, and his/her written evaluation to the College Promotion Committee. ~~IRAPP faculty will be evaluated by the college committee associated with each faculty member's home department.~~ The College Promotion Committee will review the portfolio and submit a written evaluation of the strengths and perceived weaknesses of the portfolio to the candidate using the criteria for promotion to professor as defined in the Department's FEP.

It is the responsibility of the College Promotion Committee to conduct a vote which affirms or denies their support of the Promotion Portfolio, with a copy of the evaluation and vote tally delivered to the candidate. Voting will be by secret ballot, and a sealed ballot by an absent faculty member may be included in the

tally if all of the ballots are opened and counted at the same time at the College Promotion Committee meeting.

4. The College Promotion Committee will then forward the Promotion Portfolio, Department Committee, Chair, and College Committee written evaluation, and vote tallies to the College Dean.
5. The College Dean will review the Promotion Portfolio and provide a written evaluation of the portfolio, with a copy of this evaluation delivered to the candidate. ~~In the case of IRAPP faculty, the Dean of IRAPP shall evaluate the portfolio.~~ The College Dean will then forward all materials to the University Promotion Committee for review.

The promotion candidate may then add a letter of response to the University Promotion Committee which responds to any or all of the written evaluations of his/her portfolio within seven calendar days after receipt of the written evaluation from the College Dean.

6. The University Promotion Committee will review the portfolio and submit a written evaluation of the strengths and perceived weaknesses of the portfolio to the candidate using the criteria for promotion to professor as defined in the Department's FEP.

It is the responsibility of the University Promotion Committee to conduct a vote, with at least two-thirds of its membership present, which affirms or denies their support of the Promotion Portfolio, with a copy of the evaluation and vote tally delivered to the candidate. Voting will be by secret ballot. Absentee ballots will not be permitted. A recommendation to "promote" or "not promote" requires a simple majority of the entire committee membership.

The promotion candidate may then add a letter of response to the Executive Vice-President of Academic Affairs which responds to any or all of the written evaluations of his/her portfolio within seven calendar days after receipt of the written evaluation from the University Promotion Committee.

7. The University Promotion Committee will then forward all materials and their final recommendation and written evaluation to the Office of the Executive Vice-President of Academic Affairs and Dean of Faculty.
8. The Executive Vice President for Academic Affairs and Dean of Faculty will review all materials, vote tallies, written evaluations, and recommendations and make a recommendation to the President. Should the recommendation of the Executive Vice President for Academic Affairs differ from the recommendation of the

University Promotion Committee, the Executive Vice President for Academic Affairs will consult with the University Promotion Committee prior to making a recommendation to the President. The President will make the final recommendation to the Board of Regents.

9. The President will inform each candidate of his or her recommendation at least two weeks prior to the Board of Regents meeting. Letters to candidates not recommended for promotion should state the specific reasons for rejection of the promotion application. Candidates not recommended for promotion may request a meeting with the Executive Vice President for Academic Affairs and/or the President prior to the Board of Regents meeting.

VI. ACADEMIC FREEDOM

Faculty and administration will observe the conditions on academic freedom and responsibility for teaching and research as outlined in PAC-14.

VI. VII GENERAL DATES FOR THE PROMOTION REVIEW PROCESS

1. Specific dates and deadlines for the promotion review process in each year will be set and distributed to the faculty in a timely manner by the Office of the Executive Vice President for Academic Affairs and Dean of Faculty.

**REVISE PERSONNEL POLICY
PAC-30, PERFORMANCE-BASED
COMPENSATION PLAN FOR FACULTY**

**BOR (IV-A-2-b)
September 22, 2001**

Background:

The Performance-Based Compensation Plan for Faculty was implemented in 1992 to insure that annual increases in compensation are based upon meritorious performance. The revised policy is the result of a review by the Faculty Senate, with input from the Dean's Council, the Executive Vice President for Academic Affairs and the President.

Analysis:

The major differences between the current and the revised policy are:

- Required (vs. voluntary) participation of all faculty in the process of annual evaluation
- Clarification of the role of the department faculty, the department chair and the dean of the college in establishing the standards for evaluating faculty
- Emphasis on criteria for evaluating teaching other than student evaluations.

The revised policy will apply to all current and future tenure-track faculty, upon approval by the Board of Regents.

Recommendation:

That the Board of Regents approve the revisions to PAC-30, "Performance-Based Compensation Plan for Faculty."

Policy: PAc-30

Performance-Based Compensation Plan for Faculty

Approval Date: 3/1/92

Revision Date:

PURPOSE: To establish a provision for and authorize the development and implementation of a performance-based compensation plan to acknowledge meritorious faculty performance.

POLICY: It shall be the policy of Morehead State University to systematically evaluate individual faculty performance by means of a departmental faculty evaluation process which specifies performance expectations in teaching, professional achievement, and service and which is consistent with University guidelines for faculty evaluation. All returning tenured and tenure-track faculty are required to participate in the process of evaluation as specified in their departmental Faculty Evaluation Plan.

~~Tenured and tenure-track faculty, in accordance with departmental faculty evaluation plans, are eligible to participate in the performance-based compensation plan. To be considered for participation for performance-based compensation, the faculty must participate in the departmental faculty evaluation plan.~~

Performance-based compensation will be based on the concept that criteria exist in the areas of teaching, professional achievement, and service against which the performance of individual faculty will be compared for evaluation. These criteria will not be a set of fixed universally-applied standards, but a set of flexible standards which will accommodate the unique nature of the disciplines in which faculty teach, engage in professional achievement activities, and serve. The application of the standards should accommodate the specific role of the individual within the a department and should recognize the variables which affect opportunities for professional achievement and service.

Each chair and departmental faculty shall set up acceptable standards for evaluating its faculty members under the performance-based compensation plan, and these standards

shall be approved by a majority of the tenured and tenure-track faculty. Faculty evaluation plans must be approved by the appropriate department chair and college dean before implementation. Departmental faculty evaluation plans must include a clear procedure for appeal. They must also include clear criteria for performing at the expected level in teaching, professional achievement, and service. Finally, no more than 50% of a faculty member's teaching evaluation can be based on student evaluations of teaching.

RESPONSIBILITIES:

1. Department chairs, college deans, and the Executive Vice President for Academic Affairs and Dean of Faculty (EVPAA) ~~Faculties~~ shall be responsible for ensuring that departmental faculty evaluation plans are applied fairly without unreasonable differences across departments and colleges.
2. The Faculty Senate will review annually the University guidelines for faculty evaluation and make recommendations to the EVPAA ~~Vice President for Academic Affairs and Dean of Faculties~~.
3. The EVPAA ~~Vice President for Academic Affairs and Dean of Faculties~~ will review annually the distribution of performance-based compensation increments to assure compliance with the University guidelines for faculty evaluation and regulations for performance-based compensation.
4. The President will review and approve the annual distribution of performance-based compensation increments to the faculty.

ADMINISTRATION OF THE PLAN:

The Board of Regents authorizes the President to develop and approve regulations for administering the performance-based compensation plan.

The President may allocate funds for the performance-based compensation plan to be determined annually based on budgetary considerations.

**MASTER OF ARTS IN TEACHING DEGREE:
SECONDARY TEACHING OPTION**

**BOR (IV-A-3)
September 22, 2001**

Background:

A recent projection by the U.S. Department of Education has estimated a need for as many as 2,000,000 teachers over the next decade at all educational levels. Some of the shortage areas include: science, mathematics, family and consumer health, Spanish, and health education. In response to evidence of teacher shortages in Kentucky, the State Legislature passed House Bill 77. This bill focuses on the development of alternative routes to certification. In the fall of 2000, the Educational Professional Standards Board (as mandated by KRS 161.028 and KRS 161.030) created six alternative routes to certification and these were distributed to college and universities so that programs could be developed to meet the needs of adults who wanted to teach.

The Master of Arts in Teaching will make it possible for people who have discovered a talent for or desire to teach to return to school and fulfill the requirements for teacher certification. It is the mission of this University to serve the region and to prepare quality teachers. This program will allow us to reach a "new" population of adults, thus increasing the number of certified teachers in classrooms throughout the University's service region.

The proposed program fulfills all of the requirements set forth by the Educational Professional Standards Board. It addresses the need for alternative routes to certification by providing adults with the course work to complete a degree while maintaining their work obligations. In addition, the College of Education will have a new way to address the expressed state and institutional concern to supply qualified teachers to the classrooms of eastern Kentucky.

Analysis:

The Master of Arts in Teaching Degree is designed primarily for individuals who have earned an undergraduate degree in a state-approved teacher preparation content area and are currently working (1) in a public school and have been granted a temporary provisional certificate or (2) in business, industry, or a service occupation and wish to complete the teacher certification requirements for a selected secondary program.

This program has been designed to allow a candidate to complete the content area and professional course work, supervised teaching, and internship in two years. Use of a variety of course delivery options will support candidate access to courses and field experiences. Currently two courses are offered through the Kentucky Virtual University, one course is offered through KTLN, and two courses are web enhanced. In addition, grant funds have been allocated to provide faculty members with release time or a stipend to develop on-line course modules for the supervised teaching courses. The scheduling of on-site teaching courses will take into account the typical work schedules of program candidates.

Students admitted to this program must meet all admission requirements and complete the Program Entrance and Design Interview and Check-Sheet Development Process. Candidates who successfully complete all program requirements will be awarded a Master of Arts in Teaching: Secondary Option and will be eligible for full certification at the Rank II Level.

Recommendation:

That the Board of Regents approve the proposed program, Master of Arts in Teaching: Secondary Option.

PERSONNEL ACTIONS**BOR (IV-A-4)**
September 22, 2001

Background:

The Personnel Action Request Report includes actions related to:

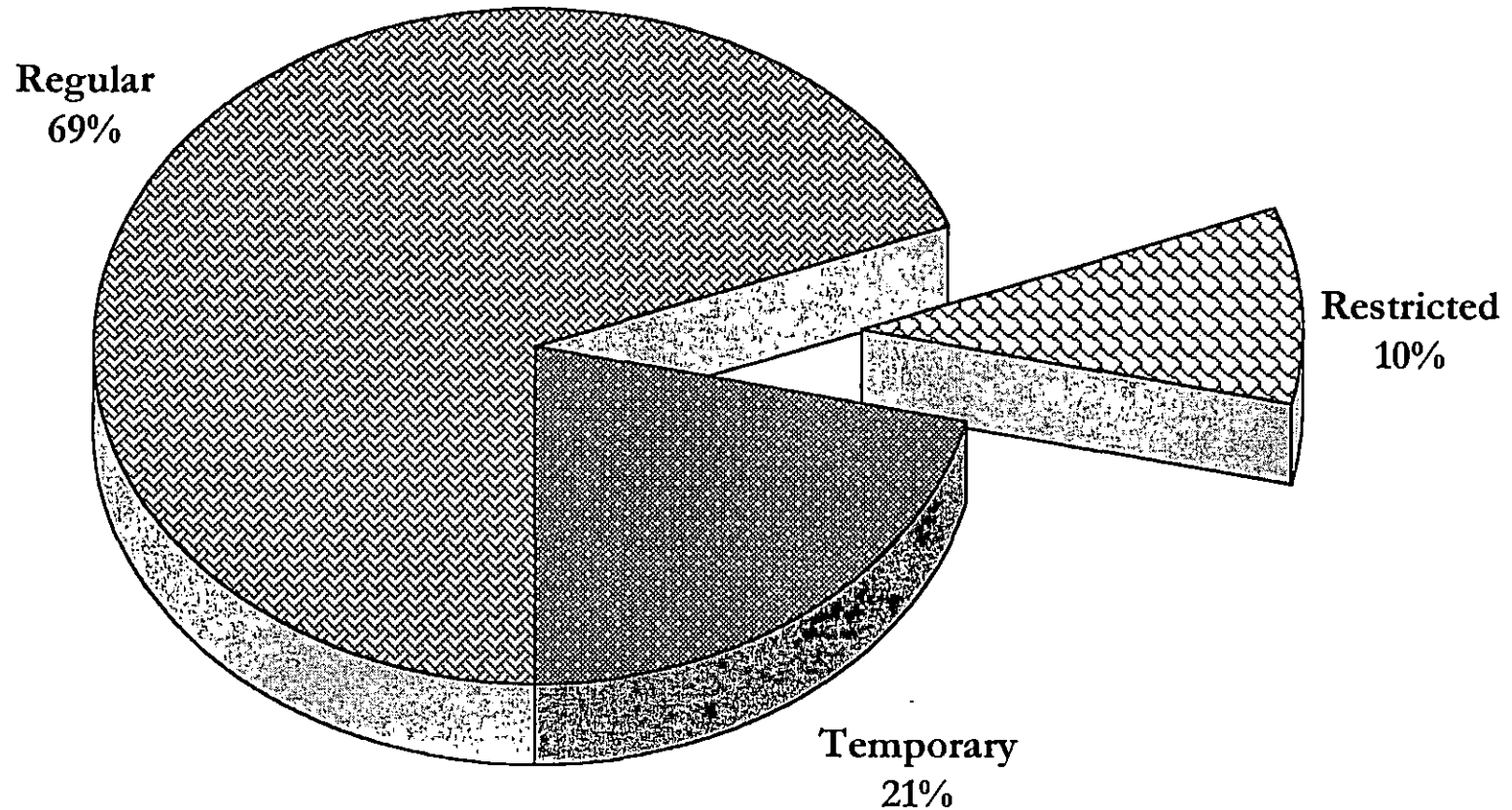
- 1) full-time and continuing part-time faculty, librarians and Executive, Administrative and Managerial employees, excluding supplemental actions not listed under Item 3, below;
- 2) full-time and continuing part-time non-classified Executive, Administrative and Managerial and Professional Staff positions (including supplemental actions);
- 3) supplemental actions for faculty acquiring managerial duties, excluding normal grant activities;
- 4) discipline;
- 5) leave of absences;
- 6) sabbaticals; and
- 7) retirements.

Recommendation:

That the Board ratify the Personnel Actions for the period May 21, 2001, through September 7, 2001.

PERSONNEL ACTION REQUEST

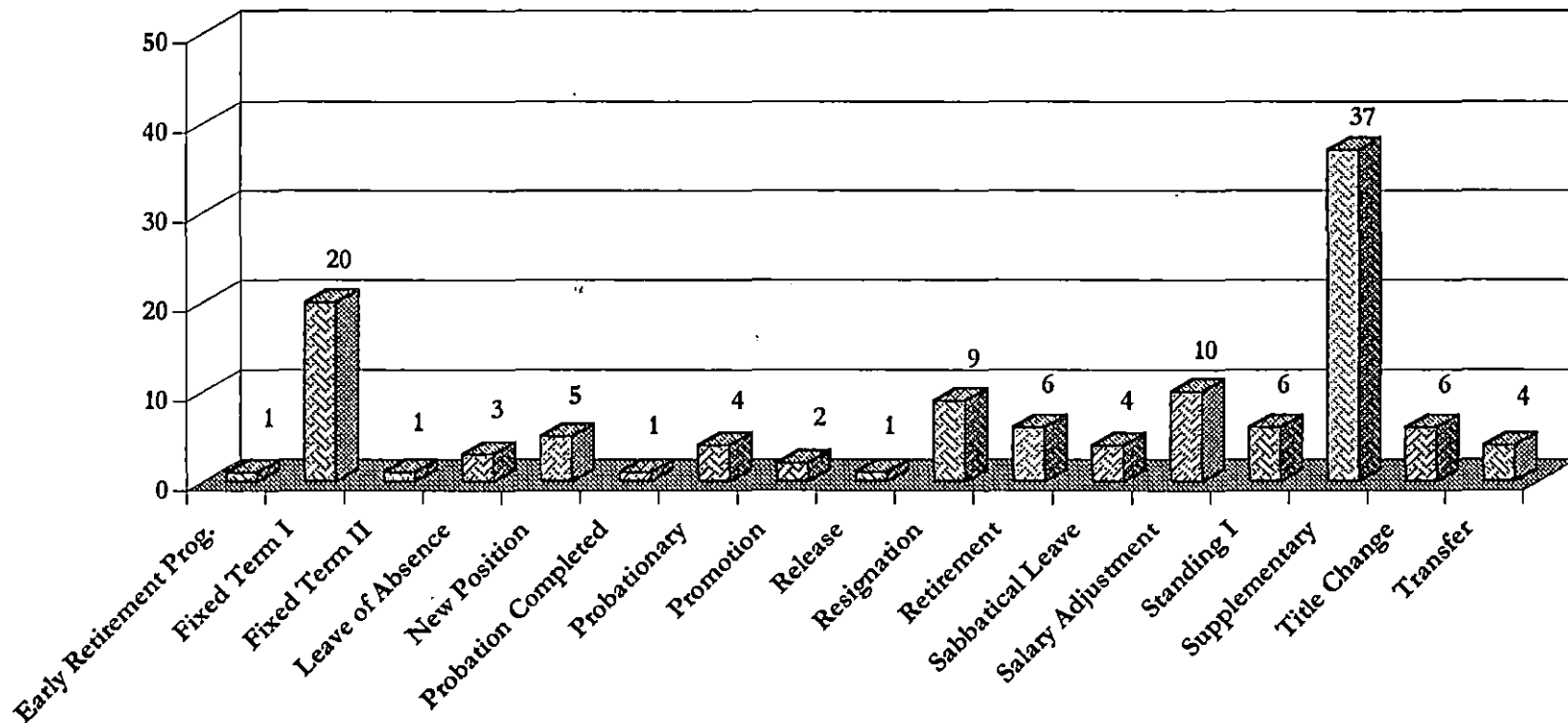
5/21/01 thru 9/7/01



Total Number of PARs = 136

PERSONNEL ACTIONS FOR COVERED ROSTER POSITIONS

5/21/01 thru 9/7/01

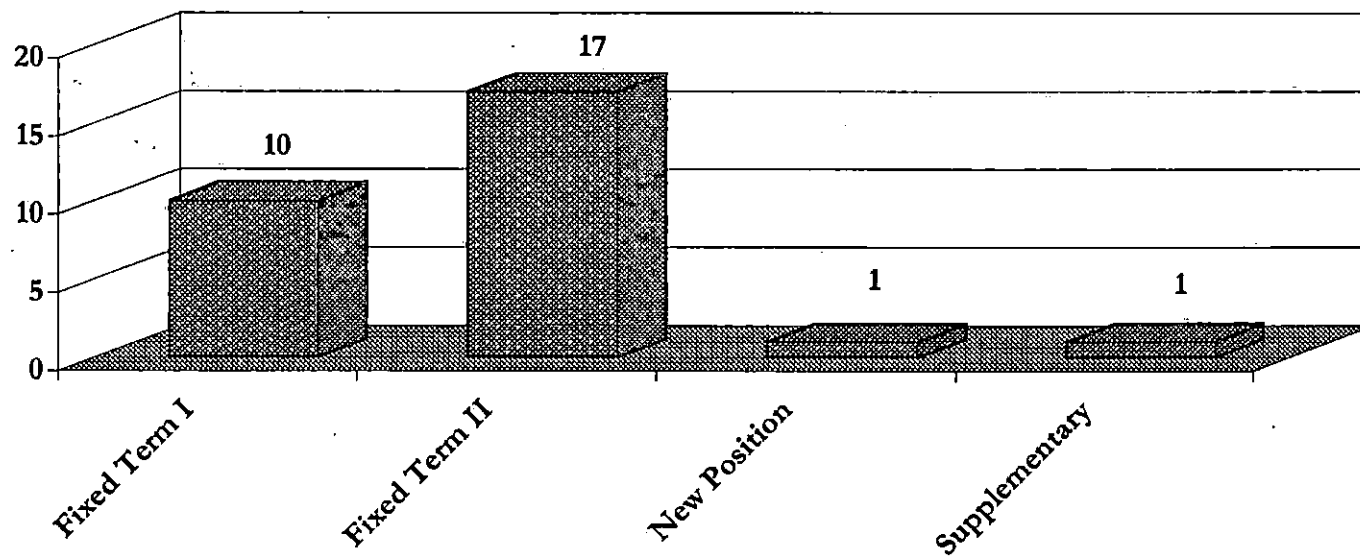


Total Number of PARs = 93

Total Number of Actions = 120

PERSONNEL ACTIONS FOR NON-ROSTERED TEMPORARY APPOINTMENTS

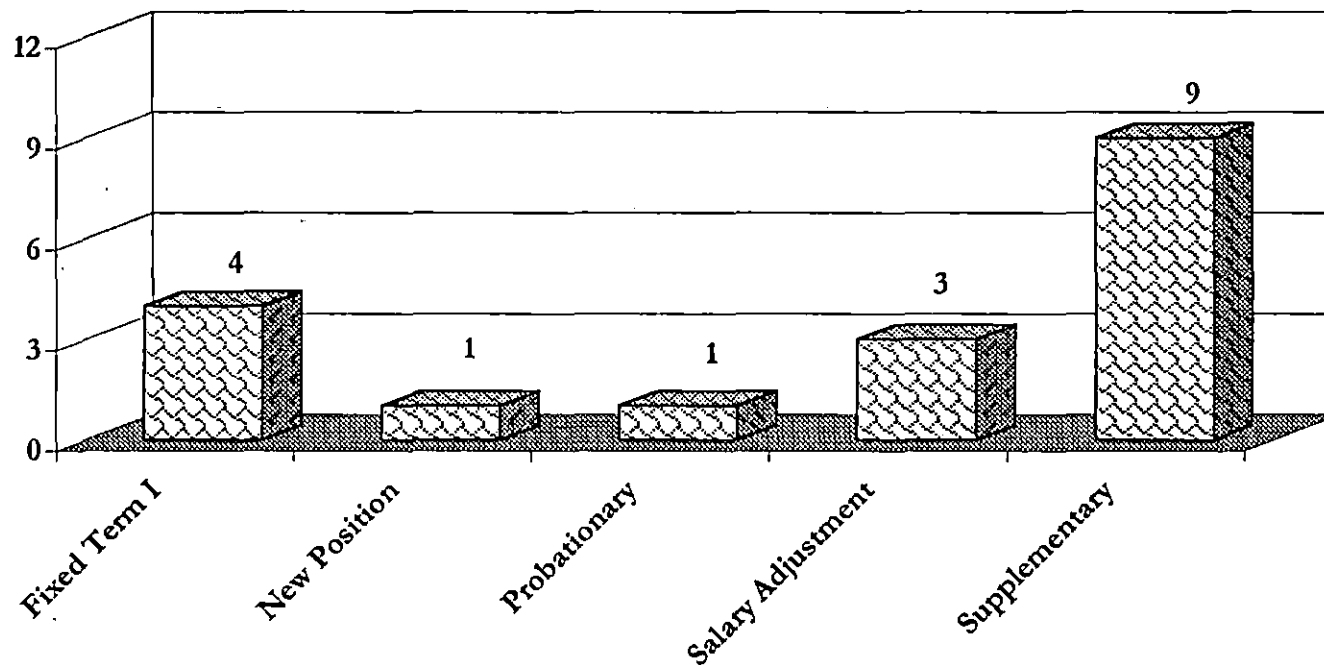
5/21/01 thru 9/7/01



Total Number of PARs = 29

Total Number of Actions = 29

PERSONNEL ACTIONS FOR RESTRICTED APPOINTMENTS
5/21/01 thru 9/7/01



Total Number of PARs = 13

Total Number of Actions = 18

MOREHEAD STATE UNIVERSITY
STANDING I AND STANDING II POSITIONS SUMMARY
09/07/01

<u>DEPARTMENT NAME</u>	<u>July 1 Authorized Positions</u>	<u>Current Authorized Positions</u>	<u>+/- Position Adjustments</u>	<u>Current Position Strength</u>	<u>% Current Strength</u>
OFFICE OF THE PRESIDENT	7.00	6.00	-1.00	5.00	83.33
DIVISION OF UNIVERSITY RELATIONS	29.50	30.50	1.00	28.50	93.44
DIVISION OF DEVELOPMENT	13.00	13.00	0.00	12.00	92.31
DIVISION OF ADMINISTRATION AND FISCAL SERVICES	110.00	110.00	0.00	103.00	93.64
PHYSICAL PLANT	155.70	155.70	0.00	146.70	94.22
DIVISION OF STUDENT LIFE	119.30	122.30	3.00	115.30	94.28
DIVISION OF ACADEMIC AFFAIRS	29.00	29.00	0.00	25.00	86.21
CAUDILL COLLEGE OF HUMANITIES	144.75	144.11	-0.64	128.61	89.24
COLLEGE OF BUSINESS	54.50	54.50	0.00	48.50	88.99
COLLEGE OF EDUCATION	81.00	84.00	3.00	62.50	74.40
COLLEGE OF SCIENCE AND TECHNOLOGY	152.60	152.60	0.00	147.60	96.72
INSTITUTE FOR REGIONAL ANALYSIS & PUBLIC POLICY	14.50	14.50	0.00	8.00	55.17
GRADUATE AND UNDERGRADUATE PROGRAMS	41.50	42.14	0.64	40.14	95.25
CAMDEN-CARROLL LIBRARY	39.50	39.50	0.00	33.00	83.54
	991.85	997.85	6.00	903.85	90.58

NOTE: Positions are expressed in terms of full-time equivalency.

DEFINITIONS OF THE DIFFERENT KINDS OF APPOINTMENTS

- Standing I:** Appointment to a continuing full-time faculty, administrative or staff (exempt or non-exempt) position. *Regular status. No ending date. Appointment may be terminated, if for cause.
- Standing II:** Appointment to a continuing part-time faculty, administrative or staff (exempt or non-exempt) position. **Non-Regular status. No ending date. Appointment may be terminated, if for cause.
- Fixed Term I:** Appointment to a full-time faculty, administrative or staff (exempt or non-exempt) position for at least six calendar months but not to exceed one year. Non-faculty appointments may be renewed from year to year. Faculty appointments may be renewed from year to year but cannot exceed five academic years. *Regular status. Terminable on specified ending date of appointment, or earlier, if for cause.
- Fixed Term II:** Appointment to a full-time (up to six calendar months) or part-time (up to one year) faculty, administrative or staff exempt position. **Non-Regular status. Terminable on specified ending date of appointment, or earlier, if for cause.
- Supplementary:** Supplementary appointment to original employment agreement. For example, Summer I & II faculty appointments or 9 month appointment extended to 10, 11, or 12 month appointment. Also used for additional responsibilities as supplement to Standing or Fixed Term appointments. For example, an administrator teaching a class or compensation for over-the-road pay. Not to be used for regular overtime pay. A supplemental appointment does not change an employee's base pay or employment status.

* Regular status denotes an appointment of a faculty, administrative, or staff member to a full-time position, with benefits fully covered, that will exist for at least six calendar months.

** Non-Regular status denotes an appointment of a faculty, administrative, or staff member to a position that is less than full-time or is full-time for a period not to exceed six calendar months.

**THE FOLLOWING ARE TYPES OF APPOINTMENTS & PERSONNEL ACTIONS
REPORTED IN THE APPOINTMENT STATUS ACTIONS SECTION:**

EARLY RETIREMENT PROGRAM

RESIGNATION

FIXED TERM I

RETIREMENT

FIXED TERM II

SABBATICAL LEAVE

LEAVE OF ABSENCE

SALARY ADJUSTMENT

NEW POSITION

STANDING I

PROBATION COMPLETED

SUPPLEMENTARY

PROBATIONARY

TITLE CHANGE

PROMOTION

TRANSFER

RELEASE

Appointment Status Actions
05/21/2001 - 09/07/2001

Name
Title
Department
Roster ID

Position	Base Salary	Salary	Description	Effective Date	Fund Source
AAGAARD-BORAM, LOLA JEAN Instructor of Education Leadership & Secondary Educ. 2157 \$56,023		\$24,000.00	Fixed Term I	08/13/2001 - 05/11/2002	
AKPAN, JOSEPH PAUL Assistant Professor Education Leadership & Secondary Educ. 3077 \$40,000.00		\$40,000.00	Resignation	08/07/2001	
BALLARD, PEGGY ELLEN Nurse, R.N. Off. Counseling & Health Serv. 123 \$28,859.00		\$28,859.00	Retirement	07/31/2001	
BECK, GENELL SUE Instructor of Mathematics Mathematics 577 \$40,000.00		\$25,096.00	Fixed Term I	08/13/2001 - 05/11/2002	

Appointment Status Actions
05/21/2001 - 09/07/2001

Name Title Department Roster ID Position Base Salary	Salary	Description	Effective Date	Fund Source
BERRY, LEMUEL JR. Dean, Caudill College of Hum. Off. Dean, Caudill Coll. Hum. 229 \$93,390.00	\$93,390.00	Resignation	06/29/2001	
BLANTON, RICHARD ALAN Instructor of Mathematics Mathematics 2676 \$37,518.00	\$25,096.00	Fixed Term I	08/13/2001 - 05/11/2002	
BROWN, ROBERT ROY Instructor of CIS Information Systems 3303 \$74,000.00	\$30,000.00	Fixed Term I	08/13/2001 - 05/11/2002	
BURTON, MATTIE ELIZABETH Assoc. Professor of Nursing Nursing & All. Health-ADN Prog 1263 \$43,285.00	\$43,285.00	Leave of Absence (Educational leave with pay)	08/20/2001 - 12/15/2001	
CARLISLE, GREGORY J. Instructor of Communications Communication and Theatre	\$31,000.00	Fixed Term I	08/13/2001 - 05/11/2002	Roster ID # 000484 Roster ID # 003337

Appointment Status Actions
05/21/2001 - 09/07/2001

Name Title Department Roster ID Position Base Salary				
	Salary	Description	Effective Date	Fund Source
CARLSON, ROSEMARY Professor of Finance Accounting, Economics & Finan. 355 \$76,944.00	\$76,944.00	Sabbatical Leave	01/02/2002 - 05/10/2002	
CHATHAM, RICHARD DOUGLAS Asst. Professor of Mathematics Mathematics 573 \$40,000.00	\$41,000.00	Standing I	08/13/2001	Roster ID # 000570
COLLINS, BETTY DONALDSON Instructor of Education Elem. Read. & Spec. Education	\$14,000.00	Fixed Term II	08/20/2001 - 12/14/2001	Roster ID # 000374
CORLEY, DONNA JEAN Coordinator, ADN Program Nursing & All. Health-ADN Prog 976 \$42,490.00	\$50,544.00 (\$8,054.00 incr.)	Transfer . Title Change Salary Adjustment (From Assoc. Prof. of Nursing, BSN to Coord., ADN Prog.)	08/01/2001	Roster ID # 003043 Roster ID # 002889

Appointment Status Actions
05/21/2001 - 09/07/2001

Name Title Department Roster ID Position Base Salary	Salary	Description	Effective Date	Fund Source
DEHNER, BARBARA LEAH Coord., Radiologic Technology Nurs. & All. Hlth.-Rad. Scien. 315 \$47,312.00	\$52,569.00	Salary Adjustment Title Change (From Assoc. Prof. Rad. Tech. to Coord., Rad. Tech. From \$45,176 to \$52,569. \$7,393 incr.)	08/01/2001	Roster ID # 003043
DERBY, SANDRA ELIZABETH Asst. Prof. of Music Education Music 522 \$38,721.00	\$39,721.00 (\$1,000.00 incr.)	Salary Adjustment (Received doctoral degree)	08/15/2001	Roster ID # 000532
DEVORE, NIKOLOS R. Head Tennis Coach Tennis 1207 \$28,739.00	\$28,739.00	Resignation	08/01/2001	
DEWALD, LORI LYNN Athletic Train. Program Dir. Health, P.E. & Recreation 424 \$50,000.00	\$55,000.00	Standing I New Position	08/13/2001	Roster ID # 002996

Appointment Status Actions
05/21/2001 - 09/07/2001

Name
Title
Department
Roster ID

Position	Base Salary	Salary	Description	Effective Date	Fund Source
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DIEHM, GARY E.
Head Athletic Trainer
Office of the Trainer
649
\$36,110.00

\$36,110.00

Resignation

06/29/2001

EACKER, SUSAN
Assoc. Professor of History
Geog., Government & History
612
\$39,310.00

\$39,310.00

Leave of Absence
(With pay)

08/20/2001 - 12/14/2001

FASKO, DANIEL
Professor of Education
Leadership & Secondary Educ.
2157
\$52,347.00

\$52,347.00

Resignation

07/31/2001

FOX, AMY JO
Medical Dept. Psychologist
CDPCRC

\$51,100.00

Fixed Term I
Salary Adjustment
(From \$48,667 to \$51,100.
\$2,433 incr.)

07/01/2001 - 06/30/2002

Restricted

Appointment Status Actions
05/21/2001 - 09/07/2001

Name Title Department Roster ID Position Base Salary	Salary	Description	Effective Date	Fund Source
FRANK, ROBERT E. Assoc. Dean, International Edu International Education 3340 \$60,000.00	\$60,000.00	Standing I Salary Adjustment Title Change New Position Transfer Promotion (From Asst. Prof. Speech to Assoc. Dean, Int. Ed & Assoc. Prof. Speech. From \$38,377 to \$60,000)	08/01/2001	Roster ID # 003337 Roster ID # 000480
GAINES, ANTHONY WAYNE Instructor of Education Leadership & Secondary Educ.	\$38,000.00	Fixed Term I	08/13/2001 - 05/11/2002	Unbudgeted Revenues
GIBSON, DWAYNE ALAN Instructor of CIS Information Systems 3108 \$51,949.00	\$30,000.00	Fixed Term I	08/13/2001 - 05/11/2002	
GLASSER, MARC D. Assoc. VP Acad. Aff/Dean GUP Off., Undergraduate Programs 212 \$91,419.00	\$91,419.00	Retirement	08/31/2001	

Appointment Status Actions
05/21/2001 - 09/07/2001

Name
Title
Department
Roster ID

Position	Base Salary	Salary	Description	Effective Date	Fund Source
GRAYSON, DONNIE J. Instructor of English English, Foreign Lang. & Phil.		\$12,000.00	Fixed Term II	08/20/2001 - 12/14/2001	Roster ID # 001345
GREENFIELD, DANA G. Instructor of Industrial Tech. Ind. Educ. & Technology		\$20,000.00	Fixed Term I	08/13/2001 - 05/12/2002	Roster ID # 002996
GREULICH, LUANA LYN Instructor of Education Elem. Read. & Spec. Education 3111 \$38,707.00		\$32,000.00	Fixed Term I	08/20/2001 - 05/10/2002	
GROSS, JANET J. Coord. Baccalaureate Nur. Pro. Nursing & All. Health-BSN Prog 2890 \$69,240.00		\$69,240.00	Transfer Title Change Salary Adjustment (From Coord. of Nursing, ADN to Coord. Bacc. Nur. Prog., BSN. From \$66,114 to \$69,240. \$3,126 incr.)	08/01/2001	
HAGGARD, HAROLD B. Construction Manager Engineering Services 701 \$35,284.00		\$35,284.00	Retirement	06/30/2001	

Appointment Status Actions
05/21/2001 - 09/07/2001

Name Title Department Roster ID Position Base Salary	Salary	Description	Effective Date	Fund Source
HARDIN, PATRICIA JANE Instructor of Mathematics Mathematics 3086 \$24,724.00	\$25,095.00	Fixed Term I	08/13/2001 - 05/11/2002	Roster ID # 000570
HAWKINS-LOONEY, LORIMELIND Instructor of Communications Communication and Theatre	\$15,000.00	Fixed Term II	08/15/2001 - 12/15/2001	Roster ID # 002996
HIGGINBOTHAM, WILLIAM J. Special Assistant to President Office of the President 3242 \$73,750.00	\$73,750.00	Release	06/30/2001	
HIGGINBOTHAM, WILLIAM J. Special Assistant to President Office of the President	\$6,146.00	Fixed Term II	07/01/2001 - 07/31/2001	Roster ID # 003242
HIGGINBOTHAM, WILLIAM J. Special Assistant to President Office of the President	\$6,146.00	Fixed Term II	08/01/2001 - 08/31/2001	Roster ID # 003242
HIGGINBOTHAM, WILLIAM J. Special Assistant to President Office of the President	\$6,146.00	Fixed Term II	09/01/2001 - 09/30/2001	Roster ID # 003242

Appointment Status Actions
05/21/2001 - 09/07/2001

Name Title Department Roster ID Position Base Salary	Salary	Description	Effective Date	Fund Source
HOLDER, TIMOTHY DAVID Visiting Assistant Professor Geog., Government & History	\$15,000.00	Fixed Term I	08/20/2001 - 12/14/2001	Roster ID # 000606
HOWARD, MICHAEL ANTHONY Instructor of Mathematics Mathematics	\$24,200.00	Fixed Term I	08/13/2001 - 05/11/2002	Roster ID # 002855 Roster ID # 000570
HUNSUCKER, KEITHEL JOE Director of Internal Audits Office of Internal Audits 2807 \$52,500.00	\$52,500.00	Probation Completed	06/02/2001	
HURT, DAVID ALLEN Instructor of Communications Communication and Theatre 484 \$43,553.00	\$32,480.00	Fixed Term I	08/13/2001 - 05/11/2002	
JONES, AMY KRISTINE Visiting Assistant Professor Music 532 \$35,500.00	\$30,450.00	Fixed Term I Salary Adjustment (From \$30,000 to \$30,450. \$450 incr.)	08/15/2001 - 05/18/2002	

Appointment Status Actions
05/21/2001 - 09/07/2001

Name Title Department Roster ID Position Base Salary				
Position Base Salary	Salary	Description	Effective Date	Fund Source
LOCKHART, ROBERT LEE Assistant Professor of English English,Foreign Lang. & Phil. 3206 \$35,777.00	\$35,777.00	Resignation	08/03/2001	
MACE, RONALD WILLIAM Instructor of Communications Communication and Theatre	\$15,000.00	Fixed Term II	08/20/2001 - 12/14/2001	Roster ID # 002996
MADDEN, DEBORAH B. Instructor of Finance Accounting, Economics & Finan. 3266 \$66,313.00	\$41,500.00	Fixed Term I	08/13/2001 - 05/13/2002	
MARSHALL, DAVID WESLEY Assistant Basketball Coach Men's Basketball 2218 \$26,436.00	\$35,000.00/11 mo.	Probation Fixed Term I	07/09/2001 - 03/31/2002	Opening Bud-Undist.
MASCLE, DEANNA MARIE Instructor of English English,Foreign Lang. & Phil.	\$12,500.00	Fixed Term II	08/20/2001 - 12/14/2001	Roster ID # 001345 Roster ID # 003206

Appointment Status Actions
05/21/2001 - 09/07/2001

Name
Title
Department
Roster ID

Position Base Salary	Salary	Description	Effective Date	Fund Source
MCGHEE, CONNIE LOU Regional Monitoring Specialist Elem. Read. & Spec. Education 3219 \$31,143.00	\$31,143.00	Fixed Term I Salary Adjustment (From \$29,660 to \$31,143. \$1,483 incr.)	07/01/2001 - 06/30/2002	
MILLER, MARY MURPHY Instructor of HPER Health, P.E. & Recreation	\$25,000.00	Fixed Term I	08/13/2001 - 05/11/2002	Roster ID # 001222
MINOR, JOYCE ANN Instructor of Education Elem. Read. & Spec. Education 366 \$38,129.00	\$37,000.00	Fixed Term I	08/13/2001 - 05/11/2002	
MURPHY, MADELINE L. Instructor of Human Sciences Agricultural & Human Sciences	\$37,740.00	Fixed Term I	08/13/2001 - 05/11/2002	Roster ID # 002996
NAPIER, JOHNAH CAROL Instructor of Education Elem. Read. & Spec. Education	\$14,000.00	Fixed Term II	08/20/2001 - 12/14/2001	Roster ID # 000382

Appointment Status Actions
05/21/2001 - 09/07/2001

Name				
Title				
Department				
Roster ID				
Position	Base Salary	Salary	Description	Effective Date Fund Source
ROLLAND, SUSANNE MOSTELLER		\$43,099.00	Sabbatical Leave	08/20/2001 - 12/14/2001
Assoc. Professor Social Work				
Sociology, Social Work & Crim.				
2194				
\$43,099.00				
ROSSI, REAGAN KAY		\$30,905.00	Resignation	06/30/2001
Assistant Basketball Coach				
Women's Basketball				
650				
\$30,905.00				
RYAN, PAMELA ANN		\$12,500.00	Fixed Term II	08/20/2001 - 12/14/2001 Roster ID # 001345
Instructor of Philosophy				
English, Foreign Lang. & Phil.				
SAPP, DELORES R.		\$14,000.00	Fixed Term II	08/20/2001 - 12/14/2001 Roster ID # 000374
Instructor of Education				
Elem. Read. & Spec. Education				
SCHWORM, BRIAN WILLIAM		\$25,365.00	Fixed Term I	08/13/2001 - 05/11/2002 Roster ID # 000570
Instructor of Mathematics				
Mathematics				
3042				
\$24,724.00				

Appointment Status Actions
05/21/2001 - 09/07/2001

Name Title Department Roster ID Position Base Salary	Salary	Description	Effective Date	Fund Source
SETH, DANIEL L. Assoc. Professor Mathematics Mathematics 582 \$46,818.00	\$46,818.00	Sabbatical Leave	08/13/2001 - 05/11/2002	
SKAGGS, ROBERT DUANE Instructor of Mathematics Mathematics 3196 \$26,785.00	\$27,186.00	Fixed Term I	08/13/2001 - 05/11/2002	Roster ID # 000570
SPRADLING, JEFF ALAN University Editor Off. of University Marketing 195 \$39,078.00	\$36,265.00	Title Change (From Director of Marketing to University Editor)	06/01/2001	
STINSON, JANET P. Instructor of English English, Foreign Lang. & Phil.	\$12,000.00	Fixed Term II	08/20/2001 - 12/14/2001	Roster ID # 001345 Roster ID # 003206
TAYLOR, CAROLYN D. Assoc. Prof. Human Sciences Agricultural & Human Sciences 285 \$24,927.00	\$24,927.00	Early Retirement Program	08/13/2001 - 05/13/2002	

Appointment Status Actions
05/21/2001 - 09/07/2001

Name Title Department Roster ID Position Base Salary	Salary	Description	Effective Date	Fund Source
THOMAS, ERIC TODD Instructor of Science Physical Sciences 136 \$42,000.00	\$45,000.00	Fixed Term I	07/02/2001 - 06/30/2002	Opening Bud-Undist.
TIERNEY, LELANA GRAVES Program Consultant Regional Technical	\$34,988.00	Fixed Term I Salary Adjustment (From \$33,322 to \$34,988. \$1,666 incr.)	07/01/2001 - 06/30/2002	Restricted
VANMETER, ELLA JANE Instructor of English English,Foreign Lang. & Phil.	\$12,500.00	Fixed Term II	08/20/2001 - 12/14/2001	Roster ID # 001345
WALTERS, MICHELE ANN Instructor of Nursing Nursing & All. Health-ADN Prog	\$16,000.00	Fixed Term II	08/20/2001 - 12/14/2001	Roster ID # 002889
WEBB, H. JACK Director, MSU @ Ashland MSU at Ashland 2221 \$34,339.00	\$34,339.00	Fixed Term II Salary Adjustment (From 33,399 to \$34,339. \$940 incr.)	07/01/2001 - 06/30/2002	

Appointment Status Actions

05/21/2001 - 09/07/2001

Name

Title

Department

Roster ID

Position Base Salary

Salary

Description

Effective Date

Fund Source

WELLS, TERESA DANIELS
External Degree Prog. Eval.
CDPCRC

\$32,723.00/annual

Fixed Term I
Probation
New Position

07/16/2001 - 06/30/2002

Restricted

WHITE, CARL WAYNE
Maint. Technician II
Building Maintenance
719
\$11.83/hr.

\$11.83/hr.

Retirement

07/31/2001

YAKUBU, SABO EZEMUL
Instructor of Biology
Biological & Environmental Sci

\$15,000.00

Fixed Term I

08/13/2001 - 12/14/2001

Roster ID # 003090

**THE FOLLOWING IS THE TYPE OF PERSONNEL ACTION REPORT
IN THE SUPPLEMENTAL ACTIONS SECTION:**

SUPPLEMENTARY

Total for this report = \$138,752.00

Summer I	\$7,912.00
Summer II	\$10,054.00
Teaching	\$11,600.00
Other	\$109,186.00

Supplemental Actions
05/21/2001 - 09/07/2001

Name Title Current Salary	Supplement	Description	Effective Date	Fund Source
<u>Office of Athletics</u>				
FABER, LESLIE M. Women's Head Soccer Coach \$29,000.00	\$3,600.00	Intercollegiate Athletics	07/01/2001 - 06/30/2002	Other Wages
<u>Office of Retention</u>				
BLAIR, SHIRLEY S. Dir., Educational Service Unit \$62,891.00	\$5,000.00	PT3 Grant	06/11/2001 - 05/31/2002	Restricted
	\$248.00	KTIP trainings	06/21/2001 - 06/21/2001	Restricted
	\$1,239.00	5 KTIP trainings	07/11/2001 - 07/23/2001	Restricted
	\$744.00	Lead Trainers training	07/22/2001 - 07/27/2001	Restricted
	\$496.00	2 KTIP trainings	08/02/2001 - 08/06/2001	Restricted
	\$248.00	1 KTIP training	08/09/2001 - 08/09/2001	Restricted
	\$700.00	Teach MSU 101	08/20/2001 - 11/15/2001	Lecturer Acct.
KAPPES, KEITH R. V. P. for University Relations \$100,000.00	\$600.00	Teach MSU 101	08/20/2001 - 11/15/2001	Lecturer Acct.
TOBIN, JONELL Director, MSU @ West Liberty \$68,760.00	\$6,336.00	Admin. of Adult Ed. Prog.	07/01/2001 - 06/30/2002	Restricted
	\$700.00	Teach MSU 101	08/20/2001 - 11/15/2001	Lecturer Acct.
<u>English, Foreign Lang. & Phil.</u>				
ROYAR, ROBERT D. Assoc. Professor of English \$45,515.00	\$7,689.00	Director, LexMark Project	08/21/2001 - 05/21/2002	Restricted
	\$5,000.00	Asst. to Dean of CCH	08/20/2001 - 05/10/2002	Roster ID # 002996

Supplemental Actions

05/21/2001 - 09/07/2001

Name Title Current Salary	Supplement	Description	Effective Date	Fund Source
<u>Off., Dean Coll. of Education</u>				
GLASSER, MARC D. Assoc. VP Acad. Aff/Dean GUP \$91,419.00	\$467.00	PT3 Grant	07/03/2001 - 07/03/2001	Restricted
<u>Elem. Read. & Spec. Education</u>				
WILLIS, WAYNE Professor of Education \$54,180.00	\$5,000.00	Asst. to Dean, Col. Ed.	08/06/2001 - 12/14/2001	Roster ID # 002996
<u>Health, P.E. & Recreation</u>				
FITZGERALD, LYNNE ELIZABETH Professor of HPER \$56,284.00	\$5,000.00	Asst. to Dean, Col. Ed.	08/01/2001 - 05/31/2002	Roster ID # 002996
HUTCHINSON, BRIAN ALLEN Assoc. Director of Athletics \$48,300.00	\$1,800.00	Teach 3 hrs.	08/20/2001 - 12/14/2001	Lecturer Acct.
MACY, KYLE ROBERT Head Basketball Coach \$73,417.00	\$5,088.00 \$600.00	Radio Broadcasting Teach 1 hr.	11/13/2000 - 02/27/2001 08/20/2001 - 12/14/2001	Unbudgeted Revenues Lecturer Acct.
TENYER, ROBERT J. Assistant Football Coach \$25,455.00	\$1,800.00	Teach 3 hrs.	08/20/2001 - 12/14/2001	Lecturer Acct.

Supplemental Actions
05/21/2001 - 09/07/2001

Name Title Current Salary	Supplement	Description	Effective Date	Fund Source
<u>Health, P.E. & Recreation</u>				
TROSPER, JAMES DAVID Coord., Recruiting \$31,327.00	\$600.00	Teach 1 hr.	08/20/2001 - 12/14/2001	Lecturer Acct.
<u>Agricultural & Human Sciences</u>				
SAMPLEY, MARILYN Y. Asst. Dean, Science & Tech. \$74,751.00	\$3,906.00	Reassigned Time	06/01/2001 - 06/30/2001	Summer School
	\$3,906.00	Teach Summer I	06/04/2001 - 06/15/2001	Summer School
	\$100.00	Teach Summer I	06/04/2001 - 06/08/2001	Over The Road Acct.
	\$3,936.00	Teach Summer II	07/01/2001 - 07/31/2001	Summer School
	\$1,968.00	Teach Summer II	07/01/2001 - 07/13/2001	Summer School
	\$1,968.00	Teach Summer II	06/18/2001 - 06/29/2001	Summer School
<u>Space Science Center</u>				
MALPHRUS, BENJAMIN KEVIN Professor of Space Science \$55,279.00	\$18,000.00	Director of Space Science	07/01/2001 - 06/30/2002	Other Wages
<u>Psychology</u>				
FOX, AMY JO Medical Dept. Psychologist \$51,100.00	\$1,800.00	Teach 3 hrs.	08/20/2001 - 12/14/2001	Lecturer Acct.
<u>Inst. Region. Analy. Pub. Pol.</u>				
HAIL, MICHAEL W. Research & Development Dir. \$45,649.00	\$11,412.00	Asst. to Dean of IRAPP	07/01/2001 - 06/30/2002	Opening Bud-Undist.

Supplemental Actions
05/21/2001 - 09/07/2001

Name Title Current Salary	Supplement	Description	Effective Date	Fund Source
<u>Inst. Region. Analy. Pub. Pol.</u>				
PARKANSKY, STEVEN	\$4,111.00	Dir., Geog & Cart Serv.	06/01/2001 - 06/30/2001	Opening Bud-Undist.
Asst. Professor of Geography	\$4,111.00	Dir., Geog & Cart Serv.	07/01/2001 - 07/31/2001	Opening Bud-Undist.
\$39,225.00				
RUDY, DAVID R.	\$1,625.00	KY Homeless Survey Grant	05/01/2001 - 06/30/2001	Restricted
Dean Inst Reg Anal & Pub Pol				
\$102,698.00				
<u>Correct. Research & Training</u>				
HENSLEY, CHRISTOPHER LEE	\$1,091.00	Teach Summer II	06/18/2001 - 06/30/2001	Summer School
Dir., Inst. Correct. Training	\$1,091.00	Teach Summer II	07/01/2001 - 07/13/2001	Summer School
\$50,922.00	\$6,760.00	Project Director	07/01/2001 - 06/30/2002	Restricted
	\$828.00	Wardens Perception Grant	07/16/2001 - 08/31/2001	Restricted
	\$3,200.00	Conducting research	09/01/2001 - 11/30/2001	Restricted
<u>Ext. Camp, Cont Ed, & Acad Sup</u>				
LEWIS, MARGARET	\$1,800.00	Teach 3 hrs.	08/20/2001 - 12/14/2001	Lecturer Acct.
Director, MSU @ Prestonburg	\$1,800.00	Teach 3 hrs.	08/20/2001 - 12/14/2001	Lecturer Acct.
\$72,550.00				
<u>English Language Center</u>				
BALDWIN, ALAN ROMANS	\$2,000.00	Duties as Director of ELC	06/01/2001 - 06/30/2001	Unbudgeted Revenues
Asst. to EVPAA	\$1,000.00	Duties as Director of ELC	07/01/2001 - 07/15/2001	Temporary Wages
\$52,121.00	\$1,000.00	Duties as Director of ELC	07/16/2001 - 07/31/2001	Temporary Wages

Supplemental Actions
05/21/2001 - 09/07/2001

Name Title Current Salary	Supplement	Description	Effective Date	Fund Source
<u>Adult Learning Center</u>				
OWEN, T. ROSS Asst. Prof. of Adult Education \$37,875.00	\$2,220.00	Director of ALC	07/01/2001 - 06/30/2002	Restricted
<u>Morehead Writing Project</u>				
LOCKHART, ROBERT LEE Assistant Professor of English \$35,777.00	\$2,147.00	Dir., Writing Project	07/30/01 - 08/03/2001	Restricted
PETERSON, NANCY L. Assoc. Professor of English \$46,187.00	\$2,617.00	Dir., Writing Project	07/30/01 - 08/03/2001	Restricted
<u>Gear-Up Program</u>				
CONNELL, DANIEL J. Dean, Ext Camp, Cont Ed, Ac Sp \$80,652.00	\$2,000.00	Liason for Gear-Up Prog.	05/01/2001 - 06/30/2001	Restricted

**RATIFY SALE OF HOUSING AND DINING
SYSTEM REVENUE BONDS, SERIES P**

**BOR (IV-A-5)
September 22, 2001**

Background:

On June 8, 2001, the Board adopted a resolution authorizing the sale of Housing and Dining System Revenue Bonds, Series P. The proceeds from the Series P bonds are being used to continue the fire safety projects in residence halls and to construct student family housing units at Lakewood Terrace. A committee consisting of Buckner Hinkle, Jr., Lynne Fitzgerald, and Gene Caudill was appointed to act on behalf of the Board to review and accept the bids for the bonds. The actions of the committee were to be ratified by the full board at its first meeting following the bond sale.

The sale was conducted on July 11, 2001. Six bids were received for the bonds. Upon recommendation by Administration and Fiscal Services staff and bond fiscal agent, the committee accepted the bid of Ross-Sinclair & Associates, Inc., at a net interest cost of 4.6810%.

Recommendation:

That the Board ratify the actions taken by the appointed committee on July 11, 2001 related to the sale of the Housing and Dining System Revenue Bonds, Series P.

**RESOLUTION AUTHORIZING THE
SALE OF CONSOLIDATED EDUCATIONAL
BUILDINGS REVENUE BONDS, SERIES L**

**BOR (IV-A-6)
September 22, 2001**

Background:

The University issued its Consolidated Educational Buildings Revenue Bonds (ConEd), Series H and I in 1986 and 1992 respectively. The Series H bonds were sold to fund improvements in several campus buildings. The Series I bonds were sold to fund the Phase I renovation of Lappin Hall.

Recent reductions in the interest rates for bonds have made it feasible to refund older issues. The University's bond fiscal agent, J.J.B Hilliard, W.L. Lyons, Inc. has analyzed previously issued bonds to determine if savings could be generated from refunding issues. Based on current interest rate projections, a net present value savings of approximately \$284,000 can be realized from refunding the Series H and I bonds. Debt service for the ConEd bonds is funded by the state through the University's annual appropriations. Therefore, the annual debt service savings will be offset by a reduction in the amount of the state appropriation for debt service.

If approved by the Board, the refunding issue will be titled Morehead State University Consolidated Educational Buildings Revenue Bonds, Series L. The Series L bonds will be sold on December 11, 2001 at 11:00 am. With previous bond sales, the Board has appointed a committee of Board members to act in its behalf and accept bids on the sale date. In the interest of efficiency, bond counsel has advised that the Board may appoint representatives from the Administration and Fiscal Services staff to review and accept the bids for the bonds. The action of the designees will be ratified by the Board at its first regular meeting following the sale.

Peck, Shaffer and Williams, bond counsel for the University, has prepared the Series L resolution and other documents related to the sale of the Series L bonds. Samples of those documents are presented for the Board's consideration.

Recommendation:

That the Board adopt:

A RESOLUTION OF THE BOARD OF REGENTS OF MOREHEAD STATE UNIVERSITY AUTHORIZING THE ISSUANCE OF CONSOLIDATED EDUCATIONAL BUILDINGS REFUNDING REVENUE BONDS, SERIES L IN THE APPROXIMATE AMOUNT OF \$4,810,000 (WHICH AMOUNT MAY BE INCREASED OR DECREASED BY \$480,000).

And that:

- (A) The forms of Official Terms and Conditions of the Sale of Bonds
- (B) and Bid Form be approved and a copy of each be placed by the Secretary in the official record of the Board;
- (C) The Board authorize the publication of the Notice of Bond Sale in accordance with Chapter 424 of the Kentucky Revised Statutes and the Financial Advisor be authorized to disseminate copies of the Official Statement; and
- (D) Sealed bids for the purchase of the Series L bonds be opened on such date and time as designated by the Vice President for Administration and Fiscal Services, and
- (E) The Board appoint Porter Dailey, Vice President for Administration and Fiscal Services, and/or Michael R. Walters, Associate Vice President for Fiscal Services as its designees, who shall by written declaration, accept on such date the lowest and best bid as recommended by Hilliard-Lyons, the Financial Advisor to the Board.

MOREHEAD STATE UNIVERSITY
SERIES L BOND RESOLUTION

A RESOLUTION OF THE BOARD OF REGENTS OF MOREHEAD STATE UNIVERSITY, AUTHORIZING THE ISSUANCE OF CONSOLIDATED EDUCATIONAL BUILDINGS REFUNDING REVENUE BONDS, SERIES L IN THE APPROXIMATE PRINCIPAL AMOUNT OF \$4,810,000 (WHICH AMOUNT MAY BE INCREASED OR DECREASED BY \$480,000).

WHEREAS, the Board of Regents of Morehead State College (now Morehead State University) (the "Board"), by Resolution entitled:

"A RESOLUTION creating and establishing a Consolidated Educational Buildings Project of the Morehead State [University]; creating and establishing an issue of Consolidated Educational Buildings Revenue Bonds of the Board of Regents of the Morehead State [University]; providing for the issuance from time to time of said bonds; providing for the payment of the principal of and interest on said bonds and repealing all resolutions or parts of resolutions in conflict with this resolution"

adopted on November 14, 1960 (the "Resolution"), has created and established an issue of Consolidated Educational Buildings Revenue Bonds of the Board of Regents of Morehead State University (the "Bonds"); and

WHEREAS, the Board has heretofore authorized, sold, issued and delivered eleven (11) prior issues of Bonds designated "Consolidated Educational Buildings Revenue Bonds, Series A, Series B, Series C, Series D, Series E, Series F, Series G, Series H, Series I, Series J and Series K;" and

WHEREAS, the Board has determined that it is in the best interests of Morehead State University to authorize, at this time, an additional series of Bonds to be designated "Morehead State University Consolidated Educational Buildings Refunding Revenue Bonds, Series L" (the "Series L Bonds"), pursuant to the provisions of this resolution (the "Series L Resolution") for the purpose of refunding the outstanding Morehead State University Consolidated Educational Buildings Revenue Bonds, Series H and the Morehead State University Consolidated Educational Buildings Revenue Bonds, Series I (collectively, the "Prior Bonds") in order to achieve substantial debt service savings; and

WHEREAS, it has been ascertained that the average of the annual Revenues, as defined in the Resolution, from the Consolidated Educational Buildings Project, as defined in the Resolution, for the latest two Fiscal Years, as defined in the Resolution, immediately preceding the proposed issuance of the Series L Bonds, from the sources established in the Resolution, as adjusted in the authorized manner, was equal to not less than 1.25 times the maximum Aggregate Principal, Interest and Bond Fund Charges, as defined in the

Resolution, in any succeeding twelve month period ending May 1, on all Series of the Consolidated Educational Buildings Revenue Bonds payable from the Revenues of the Project (including the Series L Bonds), evidenced by a statement to that effect which will be filed with the Trustee by the Treasurer of the Board prior to the time of issuance of the Series L Bonds, thereby complying with the conditions and restrictions set forth in Section 7.10 of the Resolution permitting the issuance of bonds ranking on a basis of parity and equality with all outstanding Series of Morehead State University Consolidated Educational Buildings Revenue Bonds, as to security and source of payment, and in all other respects.

NOW, THEREFORE, THE BOARD OF REGENTS OF MOREHEAD STATE UNIVERSITY HEREBY RESOLVES AS FOLLOWS:

ARTICLE I. AUTHORITY AND DEFINITIONS

Section 1.01 Authority of Original Resolution. This Resolution (hereinafter referred to as the "Series L Resolution") is adopted in accordance with Article II, Section 2.03 of the Resolution.

Section 1.02. Definitions of Resolution Reaffirmed.

(a) All terms which are defined in Article I and elsewhere in the Resolution shall have the same meanings, respectively, in this Series L Resolution as such terms are given in the Resolution.

(b) In addition to the foregoing, the following terms, unless the context shall indicate another or different meaning, shall be construed, used and intended to have the meanings as follows:

"Agent Member" means a member of, or participant in, the Securities Depository.

"Book-Entry Form" means, with respect to the Series L Bonds, a form or system, as applicable, under which (i) the ownership of beneficial interests in the Series L Bonds and bond service charges may be transferred only through a book entry, and (ii) physical Series L Bond certificates in fully registered form are registered only in the name of a Securities Depository or its nominee as owner, with the physical Series L Bond certificates in the custody of a Securities Depository.

"Continuing Disclosure Agreement" means the Continuing Disclosure Agreement dated as of the first day of the month in which the Series L Bonds are sold, between Morehead State University and the Trustee.

"Escrow Agreement" means the Escrow Trust Agreement dated the first date of the month in which the Series L Bonds are sold, as hereinafter provided, between Morehead State University and the Escrow Trustee.

"Escrow Fund" means the Escrow Trust Fund created by the Escrow Agreement.

"Escrow Trustee" means Chase Manhattan Trust Company, National Association [.]

"Memorandum of Instructions" means the Memorandum of Instructions Regarding Rebate delivered to the Board and the Trustee at the time of the issuance and delivery of the Series L Bonds as the same may be amended or supplemented in accordance with its terms.

"Prior Bonds" means the outstanding Morehead State University Consolidated Educational Buildings Revenue Bonds, Series H and Morehead State University Consolidated Educational Buildings Revenue Bonds, Series I which are more particularly identified in the Escrow Agreement.

"Securities Depository" means any securities depository that is a "clearing corporation" within the meaning of the New York Uniform Commercial Code and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act, operating and maintaining, with its participants or otherwise, a Book-Entry System to record ownership of beneficial interests in bonds and bond service charges, and to effect transfers of bonds in Book-Entry Form, and means, initially, The Depository Trust Company (a limited purpose trust company), New York, New York.

"Securities Depository Nominee" means any nominee of a Securities Depository and initially means Cede & Co., New York, New York, as nominee of The Depository Trust Company.

"Series L Bonds" means the Bonds authorized by Article II of this Series L Resolution.

"Series L Resolution" means this Series L Resolution.

Section 1.03. Statutory Authority. This Series L Resolution is adopted pursuant to the provisions of Section 162.340 through 162.380 of the Kentucky Revised Statutes and the Resolution.

ARTICLE II. AUTHORIZATION, PURPOSE AND TERMS OF SERIES L BONDS

Section 2.01. Authorization of Series L Bonds. Pursuant to the provisions of the Resolution there is hereby authorized to be issued by the Board of Regents of Morehead State University, in its corporate capacity, a series of bonds in the aggregate principal amount of approximately FOUR MILLION EIGHT HUNDRED TEN THOUSAND DOLLARS (\$4,810,000). Such Bonds shall be designated as "Morehead State University Consolidated Educational Buildings Refunding Revenue Bonds, Series L." The Series L Bonds are hereby declared to have been authorized under the Resolution and in conformity with the provisions of Section 7.10 of the Resolution. The Board hereby represents that the conditions prescribed in Section 7.10 of the Resolution will have been complied with before the time of issuance of the Series L Bonds, and that the Series L Bonds are issued on a basis of parity with all outstanding Series of Morehead State University Consolidated Educational Buildings Revenue Bonds. The exact principal amount of the Series L Bonds to be issued may be increased or decreased by up to \$480,000. The exact principal amount shall be established at the time of sale of the Series L Bonds as the amount required to refund the Prior Bonds, which amount shall be conclusively established by the acceptance of the best bid for the Series L Bonds in such amount.

Section 2.02. Purpose of Series L Bonds. Said Series L Bonds are being issued for the purpose of (i) depositing to the Escrow Fund, the amount required to refund the Prior Bonds, such amounts to thereafter be used to redeem the Prior Bonds on the dates, at the redemption prices and in the amounts set forth in the Escrow Trust Agreement and (ii) paying the costs of issuing the Series L Bonds.

Section 2.03. Date of Bonds; Maturities; and Interest Rate. The Series L Bonds shall be issued as fully registered bonds as to both principal and interest in denominations of \$5,000 or any multiple thereof within a single maturity, shall be dated the first day of the month in which the Series L Bonds are sold, and shall be numbered consecutively from R-1 upward. The Series L Bonds shall bear interest payable semiannually on May 1 and November 1, commencing the first such date occurring after the Series L Bonds are issued (or the second such date if the first such date is less than three months from the dated date of the Series L Bonds), at such interest rate or rates fixed as a result of the advertised sale of the Bonds, and shall mature serially on May 1 in each of the years 2002 through 2012, in the approximate principal amounts, as follows:

Maturity	Principal Amount	Maturity	Principal Amount
May 1, 2002	\$ 10,000	<u>May 1, 2008</u>	\$385,000
May 1, 2003	75,000	May 1, 2009	400,000
May 1, 2004	390,000	May 1, 2010	425,000
May 1, 2005	705,000	May 1, 2011	445,000
May 1, 2006	740,000	May 1, 2012	465,000
May 1, 2007	770,000		

The exact maturity amounts shall be established at the time of sale of the Series L Bonds as the amounts required to amortize the Series L Bonds no later than May 1, 2012, which amounts shall be conclusively established by the acceptance of revised maturities to be set forth in the best bid for the Series L Bonds.

Each Series L Bond shall bear interest from the interest payment date to which interest has been paid next preceding the date on which such Series L Bond is authenticated by the Trustee, unless such Series L Bond is authenticated on an interest payment date to which interest has been paid, in which event it shall bear interest from such date, or if such Series L Bond is authenticated prior to the first interest payment date, such Series L Bond shall bear interest from the date of original issue.

Section 2.04. Registration and Transfer; Payment of Principal and Interest; Authentication of Series L Bonds; Mutilated, Lost, Stolen or Destroyed Bonds. Chase Manhattan Trust Company, National Association, Louisville, Kentucky, is hereby designated as "Registrar" and "Paying Agent" for the Series L Bonds. So long as any Series L Bonds remain outstanding, the Registrar shall keep at its principal office a Bond Register showing and recording a register of the owners of the Series L Bonds and shall provide for the registration and transfer of Series L Bonds in accordance with the terms of the Series L Resolution, subject to such reasonable regulations as the Registrar may prescribe.

The person in whose name any Series L Bond is registered on the Bond Register maintained by the Registrar, on the 15th day of the calendar month next preceding an interest payment date (the "Record Date") shall be entitled to receive the interest payable on such interest payment date (unless such Series L Bond shall have been called for redemption on a redemption date which is prior to such interest payment date) notwithstanding the cancellation of such Series L Bond upon any registration of transfer or exchange thereof subsequent to such Record Date and prior to such interest payment date.

The principal of (redemption price, if redeemed prior to maturity) and interest on the Series L Bonds shall be payable in lawful money of the United States of America as same respectively become due. The principal of each Series L Bond is payable upon surrender of same at the principal office of the Paying Agent. Interest on the Series L Bonds shall be paid by check mailed by the Paying Agent on or before each interest payment date to the owners of the Series L Bonds shown on the Bond Register as of the end of business on the Record Date, at the respective addresses appearing on the Bond Register.

The Series L Bonds shall be executed on behalf of the Board, as permitted by Section 61.390 of the Kentucky Revised Statutes, with the duly authorized reproduced facsimile signature of the Chairman, and the reproduced facsimile of its corporate seal shall be imprinted thereon and attested by the reproduced facsimile signature of the Secretary; and said officials, by the execution of appropriate certifications, shall adopt as and for their own proper signatures, their respective facsimile signatures on said Series L Bonds; provided the Authentication Certificate of Registrar must be executed by the manual signature of the Registrar on each Series L Bond before such Series L Bond shall be valid.

The Registrar shall have the right to order the preparation of whatever number of Series L Bond certificates as, in the sole discretion of the Registrar, shall be deemed

necessary in order to enable the Registrar to maintain an adequate reserve supply of such Series L Bond certificates to effect properly the continuing transfers and exchanges of ownership of Series L Bond certificates as same are sold, exchanged and/or otherwise surrendered in the future. No further action regarding the authorization or execution of additional Series L Bond certificates shall be required by the Board, and all expenses incident thereto shall be borne by the Board.

All Series L Bonds shall be exchangeable and transferable upon presentation and surrender thereof at the office of the Registrar, duly endorsed for transfer or accompanied by an assignment duly executed by the owner or his authorized representative, for a Series L Bond or Series L Bonds of the same maturity and interest rate and in any authorized denomination of \$5,000 and any multiple thereof within a single maturity, in an aggregate principal amount or amounts equal to the unpaid principal amount of the Series L Bond or Series L Bonds presented for exchange and transfer. The Registrar shall be and is hereby authorized to authenticate and deliver exchange Series L Bonds in accordance with the provisions of this Section. Each exchange Series L Bond delivered in accordance with this Section shall constitute an original contractual obligation of the Board and shall be entitled to the benefits and security of, the Resolution and this Series L Resolution to the same extent as the Series L Bond or Series L Bonds in lieu of which such exchange Series L Bond is delivered.

No Series L Bond shall be valid or obligatory for any purpose or be entitled to any security or benefit of the Resolution or this Series L Resolution unless and until such Series L Bond has been duly authenticated by the Registrar by the execution of the Authentication Certificate of Registrar appearing on such Series L Bond. Such Certificate appearing on any Series L Bond shall be deemed to have been duly executed by the Registrar if manually signed by an authorized officer of the Registrar. It shall not be required that the same officer of the Registrar sign such Certificate on all of the Series L Bonds.

If any Series L Bond shall be mutilated, lost, stolen or destroyed, the Registrar may execute, authenticate and deliver a new Series L Bond of like maturity and tenor in lieu of and in substitution for the Series L Bond mutilated, lost, stolen or destroyed; provided that, in the case of any mutilated Series L Bond, such mutilated Series L Bond shall first be surrendered to the Registrar, and in the case of any lost, stolen or destroyed Series L Bond, there shall be first furnished to the Board satisfactory evidence of the ownership of such Series L Bond and of such loss, theft or destruction, together with indemnity satisfactory to the Board. If any such Series L Bond shall have matured, the Registrar may pay the same instead of issuing a new Series L Bond. The Registrar, the Trustee and the Board may charge the owner of such Series L Bond their reasonable fees and expenses in this connection.

Section 2.05. Redemption Provisions. The Series L Bonds shall not be subject to optional redemption prior to maturity. The U Bonds may be subject to mandatory sinking fund redemption if the purchaser of the Series L Bonds designates term bonds in its bid for the Series L Bonds.

In the event that a Series L Bond subject to redemption is in a denomination larger than \$5,000, a portion of such Series L Bond may be redeemed, but only in a principal amount equal to \$5,000 or an integral multiple thereof. Upon surrender of any Series L Bond for redemption in part, the Registrar, in accordance with this Series L Resolution, shall authenticate and deliver an exchange Series L Bond or Series L Bonds in an aggregate principal amount equal to the unredeemed portion of the Series L Bond so surrendered.

The Trustee shall give notice of any redemption by sending such notice by United States mail, first class, postage prepaid, not less than thirty (30) and not more than sixty (60) days prior to the date fixed for redemption, to the registered Owner of each Series L Bond to be redeemed in whole or in part at the address shown on the Bond Register as of the date of mailing of such notice. Such notice shall state the redemption date, the place at which the Bonds are to be surrendered for payment, and, if less than all of the Series L Bonds outstanding are to be redeemed, an identification of the Series L Bonds or portions thereof to be redeemed. Any notice mailed as provided in this Section shall be conclusively presumed to have been duly given, whether or not the owner receives such notice.

Prior to each redemption date, the Trustee shall make provision, to the extent funds are then available therefor, for the payment of the redemption price of the Series L Bonds to be redeemed on such date by setting aside and holding in trust an amount sufficient to pay such redemption price. Upon presentation and surrender of any such Series L Bond at the main corporate trust office of the Paying Agent on or after the date fixed for redemption, the Paying Agent shall pay the Redemption Price of such Bond (plus accrued interest to the date of redemption) from the funds set aside for such purpose.

All of said Bonds as to which the Board reserves and exercises the right of redemption and as to which notice as aforesaid shall have been given, and for the retirement of which, upon the terms aforesaid, funds are duly provided, will cease to bear interest on the redemption date.

The Registrar shall not be required to transfer or exchange any Series L Bonds (i) during the period between the Record Date and the next Interest Payment Date of such Series L Bond; (ii) after notice calling such Series L Bond for redemption has been mailed; or (iii) during a period of fifteen (15) days next preceding the mailing of a notice of redemption of any Series L Bond.

No service charge shall be made for any transfer or exchange of Series L Bonds, but the Board and the Registrar may require payment of a sum sufficient to cover any tax or any other governmental charge that may be imposed in connection with any transfer or exchange of Series L Bonds, except in the case of the issuance of a Bond or Bonds for the unredeemed portion of a Series L Bond surrendered for redemption.

Section 2.06. Securities Depository; Ownership of Bonds. Except as provided in paragraph (c) below, the Series L Bonds shall be registered in the name of the Securities Depository or the Securities Depository Nominee, and ownership thereof shall be maintained in Book-Entry Form by the Securities Depository for the account of the Agent

Members of the Securities Depository. Initially, the Series L Bonds shall be registered in the name of Cede & Co., as the nominee of The Depository Trust Company. Except as provided in paragraph (c) below, the Series L Bonds may be transferred, in whole but not in part, only to the Securities Depository or the Securities Depository Nominee, or to a successor Securities Depository selected or approved by the Board or to a nominee of such successor Securities Depository. As to any Series L Bond, the person in whose name such Series L Bond shall be registered shall be the absolute owner thereof for all purposes, and payment of or on account of the principal of and premium, if any, and interest on any such Series L Bond shall be made only to or upon the order of the registered owner thereof or his legal representative.

(a) Neither the Board nor the Trustee shall have any responsibility or obligation with respect to:

(i) the accuracy of the records of the Securities Depository or any Agent Member with respect to any beneficial ownership interest in the Series L Bonds;

(ii) the delivery to any Agent Member, any beneficial owner of the Series L Bonds or any other person, other than the Securities Depository, of any notice with respect to the Series L Bonds or the Bond Resolution; or

(iii) the payment to any Agent Member, any beneficial owner of the Series L Bonds or any other person, other than the Securities Depository, of any amount with respect to the principal of, premium, if any, or interest on the Series L Bonds.

So long as any Series L Bonds are registered in Book-Entry Form, the Board and the Trustee may treat the Securities Depository as, and deem the Securities Depository to be, the absolute owner of such Series L Bonds for all purposes whatsoever, including without limitation:

(A) the payment of principal of, premium, if any, and interest on the Series L Bonds;

(B) giving notices of redemption and other matters with respect to the Series L Bonds;

(C) registering transfers with respect to the Series L Bonds;

(D) the selection of Series L Bonds for redemption;

(E) for purposes of obtaining consents under the Bond Resolution; and

(F) notwithstanding the definition of the terms "bondholder" or "holder" or "owner" in the Bond Resolution as referencing the registered owners of the Series L Bonds, the Trustee shall be entitled to rely upon written

instructions from a majority of the beneficial owners of the Series L Bonds with reference to consent, if any, required from the owners of the Series L Bonds pursuant to the terms of the Bond Resolution.

(b) If at any time the Securities Depository notifies the Board that it is unwilling or unable to continue as Securities Depository with respect to the Series L Bonds, or if at any time the Securities Depository shall no longer be registered or in good standing under the Securities Exchange Act or other applicable statute or regulation and a successor Securities Depository is not appointed by the Board within 90 days after the Board receives notice or becomes aware of such condition, as the case may be, then this Section shall no longer be applicable, and the Board shall execute and the Trustee shall authenticate and deliver certificates representing the Series L Bonds to the owners of the Series L Bonds as otherwise provided in this Article II.

(c) Payment of the principal of, premium, if any, and interest on any Series L Bonds not registered in Book-Entry Form shall be made as provided in Section 2.04 hereof.

(d) The principal of, premium, if any, and interest on the Series L Bonds registered in Book-Entry Form in the name of the Securities Depository or the Securities Depository Nominee shall be payable by wire transfer from the Trustee to the Securities Depository or the Securities Depository Nominee, as the case may be.

Section 2.07. Form of Bond. The Series L Bonds and the certificate of the Registrar to be endorsed on said Series L Bonds shall be in substantially the following form, to-wit:

UNITED STATES OF AMERICA
COMMONWEALTH OF KENTUCKY
MOREHEAD STATE UNIVERSITY
CONSOLIDATED EDUCATIONAL BUILDINGS REFUNDING REVENUE BOND
SERIES L

NO. R-____

\$_____

DATE OF ORIGINAL ISSUE INTEREST RATE MATURITY DATE
CUSIP

REGISTERED OWNER:

PRINCIPAL AMOUNT:

DOLLARS

KNOW ALL MEN BY THESE PRESENTS: That the Board of Regents of Morehead State University, at Morehead, Kentucky, a public body corporate and educational institution and agency of the Commonwealth of Kentucky (hereinafter called the "Board"), for value received, hereby promises to pay to the Registered Owner named above, or registered assigns or legal representatives, as herein provided, solely from the special fund hereinafter identified, upon presentation and surrender of this Series L Bond, the Principal Amount specified above, on the Maturity Date specified above, and to pay interest on said sum at the per annum Interest Rate specified above, from the interest payment date to which interest has been paid next preceding the date on which this Series L Bond is authenticated, unless this Series L Bond is authenticated on an interest payment date to which interest has been paid, in which event this Series L Bond shall bear interest from such date, or if this Series L Bond is authenticated prior to the first interest payment date, this Series L Bond shall bear interest from the Date of Original Issue set out above, semiannually on May 1 and November 1 of each year, commencing _____ 1, _____, until payment of the Principal Amount, except as the provisions hereinafter set forth with regard to redemption prior to maturity may be and become applicable hereto. The principal amount of this Series L Bond (or redemption price, if redeemed prior to maturity) is payable upon surrender of this Series L Bond, at maturity or at earlier redemption prior to maturity, in lawful money of the United States of America at the principal office of the Paying Agent, Chase Manhattan Trust Company, National Association, Louisville, Kentucky, or any successor appointed pursuant to the provisions of the Resolution hereinafter referred to. Interest due on this Series L Bond shall be paid by check or draft mailed by regular United States mail, postmarked no later than the due date thereof, by the Paying Agent to the Registered Owner and at the address shown as of the 15th day of the month preceding such interest payment date on the Bond Register kept by the Registrar.

This Series L Bond and the issue of which it is a part is issued under and pursuant to a Resolution adopted on November 14, 1960 (the "Resolution"), and a Series L Resolution adopted on September 22, 2001 (the "Series L Resolution"), by the Board, and in full compliance with the Constitution and Statutes of the Commonwealth of Kentucky, including among others, Sections 162.340 to 162.380, inclusive, of the Kentucky Revised Statutes now in full force and effect.

As provided in the Resolution, bonds may be issued from time to time pursuant to separate resolutions in one or more series, in various principal amounts, may bear interest at different rates and may otherwise vary as in the Resolution provided. The aggregate principal amount of bonds which may be issued under the Resolution is not limited except as provided in the Resolution, and all bonds issued and to be issued under the Resolution are and will be equally secured by the pledges and covenants made therein, except as otherwise expressly provided or permitted in the Resolution. As of the date hereof, there are outstanding pursuant to the Resolution, Series H, Series I and Series K Bonds. All series of bonds heretofore and hereafter issued and outstanding, including the Series L Bonds, under and pursuant to the Resolution are hereinafter referred to as the "Bonds."

This Bond is one of a series of Bonds in the aggregate principal amount of _____ DOLLARS (\$ _____) principal amount of Bonds (hereinafter collectively referred to as the "Series L Bonds") authorized to be issued by the

Board for the purpose of (i) depositing to an escrow fund the amount required to refund certain Bonds and (ii) paying the costs of issuing the Series L Bonds.

Copies of the Resolution and the related series resolutions are on file at the office of, Louisville, Kentucky, the Trustee. Reference is hereby made to the Resolution and the Series L Resolution pursuant to which Chase Manhattan Trust Company, National Association, Louisville, Kentucky, has been designated as Trustee for the holders and owners of the issue of Bonds of which this Series L Bond is one and for the provisions, among others, with respect to the custody and application of the proceeds of the Bonds; the rights, duties and obligations of said Board of Regents and of the Trustee, and the rights of the holders and owners of the Bonds; and by the acceptance of this Series L Bond, the owner hereof assents to all of the provisions of the Resolution and the Series L Resolution.

The owner of this Series L Bond shall have no right to enforce the provisions of the Resolution or the Series L Resolution, or to institute action to enforce the covenants therein, to take any action with respect to any default under the Resolution, or the Series L Resolution, or to institute, appear in or defend any suit or other proceedings with respect thereto, except as provided in the Resolution.

The Resolution provides for fixing, charging and collecting fees for the services of the Consolidated Educational Buildings Project (the "Project") consisting of all educational buildings heretofore and hereafter erected on the property of the University as more particularly defined in the Resolution, which fees will be sufficient to pay the principal of and interest on the Bonds as the same become due and to provide reserves for such purposes and also to pay the costs of operation and maintenance of the Project to the extent the same are not otherwise provided. The Resolution provides for the creation of a special account designated "Consolidated Educational Buildings Project Bond and Interest Sinking Fund" (the "Bond Fund"), and for the deposit to the credit of the Bond Fund of a fixed amount of the gross Revenues of the Project to pay interest on the Bonds as the same becomes due and to pay or retire the principal of the Bonds at or prior to the maturity thereof, and to provide a reserve for such purpose, in an amount equal to the maximum Aggregate Principal, Interest and Bond Fund Charges on the Bonds, which Bond Fund is pledged to and charged with the payment of said principal and interest.

The issue of Series L Bonds of which this Series L Bond is one, and all other Bonds heretofore issued and as may hereafter be issued and outstanding from time to time under the Resolution, are payable only from a fixed amount of the gross Revenues derived from the operation of the Project which will be set aside in said Bond Fund and other Revenues required to be paid into said Bond Fund, and this Series L Bond does not constitute an indebtedness of Morehead State University or of its Board of Regents or of the Commonwealth of Kentucky within the meaning of any provisions or limitations of the Constitution of the Commonwealth of Kentucky.

This Series L Bond may be exchanged or transferred upon presentation and surrender at the office of the Registrar, duly endorsed for transfer or accompanied by an assignment duly executed by the owner or his authorized representative, for a Series L Bond or Series L Bonds of the same maturity and interest rate and in any authorized denomination of \$5,000 and/or a multiple thereof within a single maturity, in an aggregate principal

amount or amounts equal to the unpaid principal amount of the Series L Bond or Series L Bonds presented for exchange and transfer.

The Series L Bonds are not subject to optional redemption prior to maturity.

[Insert mandatory sinking fund redemption provisions, if any.]

In the event that a Series L Bond subject to redemption is in a denomination larger than \$5,000, a portion of such Series L Bond may be redeemed, but only in a principal amount equal to \$5,000 or an integral multiple thereof. Upon surrender of any Series L Bond for redemption in part, the Registrar, in accordance with the Series L Resolution, shall authenticate and deliver in exchange Series L Bonds in an aggregate principal amount equal to the unredeemed portion of the Series L Bond so surrendered.

The Trustee shall give notice of any redemption by sending such notice by United States mail, first class, postage prepaid, not less than thirty (30) and not more than sixty (60) days prior to the date fixed for redemption, to the registered Owner of each Series L Bond to be redeemed in whole or in part at the address shown on the Bond Register as of the date of mailing of such notice.

A statutory mortgage lien, which is hereby recognized as valid and binding on said Project, is created and granted to and in favor of the owners of the Series L Bonds on a parity with all outstanding Bonds, and the Project shall remain subject to such statutory mortgage lien until the payment in full of the principal of and interest on the Series L Bonds.

This Series L Bond shall not be valid or become obligatory for any purpose, or be entitled to any security or benefit under the Resolution until it shall have been authenticated by the execution by the Registrar of a certificate endorsed hereon.

It is hereby certified, recited and declared that all acts, conditions and things required to exist, to happen and to be performed precedent to and in the issuance of this Series L Bond, do exist, have happened and have been performed in due time, form and manner as required by law, and that the amount of this Series L Bond, together with all other obligations of the Board of Regents of said Morehead State University, does not violate any provision or exceed any limit prescribed by the Constitution or Statutes of the Commonwealth of Kentucky; that said Project will be continuously operated, and that a sufficient portion of the gross Revenues therefrom has been pledged to and will be set aside into said Bond Fund for the payment of the principal of and interest on the Series L Bonds, and all other Bonds, which by their terms and the terms of the Resolution are payable from said Bond Fund, as and when the same will respectively become due.

IN TESTIMONY WHEREOF, the Board of Regents of Morehead State University has caused this Series L Bond to be executed on its behalf by the reproduced facsimile signature of its Chairman and the facsimile of its corporate seal to be imprinted hereon, attested by the reproduced facsimile signature of its Secretary, dated as of the Date of Original Issue set forth above; provided, however, that this Series L Bond shall not be valid or obligatory for any purpose or be entitled to any security or benefit under

the Series L Resolution pursuant to which it was authorized until the Authentication Certificate of Trustee printed hereon shall have been executed by the manual signature of a duly authorized representative of the Trustee.

BOARD OF REGENTS OF MOREHEAD
STATE UNIVERSITY

By (Facsimile Signature)
Chairman

Attest:

(Facsimile Signature)
Secretary

(Facsimile Seal)

THE AUTHENTICATION DATE OF THIS SERIES L BOND IS: _____

AUTHENTICATION CERTIFICATE OF REGISTRAR

This is to certify that this Series L Bond is one of the Series L Bonds referred to in the within Series L Bond and in the within-mentioned Resolution. Printed on the reverse hereof is the complete text of the opinion of Bond Counsel, Peck, Shaffer & Williams LLP, Covington, Kentucky, a signed original of which is on file with the undersigned, delivered and dated on the date of initial delivery of and payment for the Series L Bonds.

Chase Manhattan Trust Company, National
Association, Louisville, Kentucky, Registrar

By _____
Authorized Officer

[Insert form of Bond Counsel Opinion]

ASSIGNMENT

For value received, the undersigned hereby sells, assigns and transfer unto the within Series L Bond and hereby irrevocably constitutes and appoints attorney to transfer the within Series L Bond on the books kept for registration and transfer of said Series L Bond, with full power of substitution in the premises.

Dated: _____

(Signature must correspond with name of
Registered Owner as it appears on the front
of this Bond in every particular, without
alteration, enlargement or any change
whatsoever.)

Social Security Number or other identifying
number:

Signature Guaranteed By:

Notice: Signatures must be guaranteed by a member firm of the New York Stock Exchange or a commercial bank or trust company.

ARTICLE III. MISCELLANEOUS PROVISIONS

Section 3.01. The Trustee. For the purpose of securing the payment of both the principal of and interest on all of the outstanding Series of Bonds authorized pursuant to the Resolution, and any additional parity bonds which may hereafter be issued and outstanding pursuant to the conditions and restrictions set forth in Section 7.10 of the Resolution, and to secure for the benefit of all the holders and owners of said Bonds the faithful performance of the covenants and provisions contained in the Resolution in the manner and to the extent as permitted and provided in the Resolution and in Sections 162.340 to 162.380 of the Kentucky Revised Statutes, Chase Manhattan Trust Company, National Association, Louisville, Kentucky, was designated in the Series A Resolution as Trustee under the Resolution for the holders of all of said Bonds, and such designation is now reaffirmed, with the powers and duties set forth in the Resolution and with no liability in connection with any action or omission to act under the Resolution except for its own negligence or willful breach of trust. Execution of a certificate of the Trustee in connection with the delivery of the Series L Bonds shall conclusively establish the acceptance as to such Series L Bonds by the Trustee of the trusts and provisions with respect thereto as set forth in the Resolution and in this Series L Resolution.

Section 3.02. Conditions of Sale of Series L Bonds; Determination of Interest Rates. The Series L Bonds shall be sold at public sale after public advertising as required by Chapter 424 of the Kentucky Revised Statutes. Bids shall be received in the office of the Treasurer of the University (who is hereby recognized and designated as the Treasurer of the Board for all purposes of this Series L Resolution), until a day and hour designated by the Treasurer, but not less than seven (7), nor more than twenty-one (21) days prior to the designated sale date. The Treasurer of the Board and the Associate Vice President for Fiscal Services of the University are each separately authorized to accept the lowest and best bid for the Series L Bonds and establish the final principal amount and maturities for the Series L Bonds, and the interest rates of said Series L Bonds shall be automatically fixed at the interest rates set out in said successful bid accepted by such authorized officer, without the necessity of any further action by the Board. The proceeds of the sale of said Series L Bonds shall be used only for the purposes herein described.

Section 3.03. Delivery of Series L Bonds; Application of Proceeds. Immediately upon the issuance, sale and delivery of the Series L Bonds, the proceeds thereof shall be applied as follows:

- (a) To the Bond Fund, accrued interest on the Series L Bonds from the date thereof to the date of delivery to be applied toward payment of interest on the Series L Bonds on the first interest payment date;
- (b) To the Escrow Fund, the amount required by the Escrow Agreement;
- (c) To a temporary account entitled, the "costs of issuance account" to be held by the Trustee, the amount necessary to pay the costs of issuance of the Series L Bonds; and

- (d) To the Bond Fund, the remaining balance, if any.

From the proceeds of the Series L Bonds deposited in the costs of issuance account, there shall be paid to J.J.B. Hilliard, W.L. Lyons, Inc., Louisville, Kentucky, as Financial Advisor to the Board and Peck, Shaffer & Williams LLP, Bond Counsel, the contractual compensation which shall then be due and payable, and all other costs associated with the authorization, issuance, sale and delivery of the Series L Bonds. All monies remaining in the costs of issuance account after payment of all costs of issuance shall be transferred to the Bond Fund.

Section 3.04. Escrow Agreement. The Board shall enter into the Escrow Agreement with the Escrow Trustee, in substantially the form set forth in Exhibit A hereto, which shall provide for the establishment of an Escrow Fund with the Trustee and the investment of the funds held therein to effect the refunding and redemption of the Prior Bonds.

Section 3.05. Subscription to SLGS. Authority is given to Peck, Shaffer & Williams LLP, 118 West Fifth Street, Covington, Kentucky 41011 and the Trustee, to act on behalf of the Board in signing on behalf of the Board subscriptions for the purchase and issue of United States Treasury Certificates, Notes or Bonds - State and Local Government Series, to be issued to the Trustee as Escrow Agent in connection with the investment of the proceeds of the Series L Bonds.

Section 3.06. Compliance with Provisions of Resolution as to Parity Coverage. It is hereby certified that prior to the issuance of the Series L Bonds, a statement will be filed by the Treasurer of the Board with the Trustee evidencing compliance with the conditions and restrictions set forth in Section 7.10 of the Resolution permitting the issuance of bonds ranking on a basis of parity and equality with all the outstanding Series of Bonds issued pursuant to the Resolution as to security and source of payment, and in all other respects, as set out in the preamble hereto.

Section 3.07. All Provisions of the Resolution as to Revenues and Bond Fund Reaffirmed. All of the provisions of the Resolution as to the Revenues of the Consolidated Buildings Project, the application of same, the creation of various funds and the maintenance of the reserve in the Bond Fund, are hereby readopted, ratified and confirmed.

Section 3.08. Compliance with Federal Arbitrage Regulations. Prior to or at the time of delivery of the Series L Bonds, the Chairman of the Board and/or the chief financial officer of the University shall execute appropriate certifications with reference to the matters referred to above, setting out all known and contemplated facts concerning Series L Bond proceeds and investments, including the execution of necessary and/or desirable certifications of the type contemplated by applicable Treasury Regulations in order to assure that interest on the Bonds will be exempt from all federal income taxes and that the Series L Bonds will not be treated as arbitrage bonds.

Section 3.09. Compliance With All Provisions of Law. Prior to the issuance of the Series L Bonds, all provisions of law shall be complied with, which must be complied with prior to or at that time.

Section 3.10. Covenant of Board To Take All Action Necessary to Assure Compliance With the Internal Revenue Code of 1986. In order to assure purchasers of the Series L Bonds that interest thereon will continue to be exempt from all federal and Kentucky income taxation (subject to certain exceptions set out below), the Board covenants to and with the owners of the Series L Bonds that (1) the Board will take all actions necessary to comply with the provisions of the Internal Revenue Code of 1986, as applicable (the "Code"), (2) the Board will take no actions which will violate any of the provisions of the Code, or would cause the Series L Bonds to become "private activity bonds" or "arbitrage bonds" within the meaning of the Code, (3) none of the proceeds of the Series L Bonds will be used for any purpose which would cause the interest on the Series L Bonds to become subject to federal income taxation, and the Board will comply with any and all requirements as to rebate (and reports with reference thereto) to the United States of America of certain investment earnings on the proceeds of the Series L Bonds.

Neither the University nor the Trustee shall take any action at any time which will cause the interest on the Bonds to become subject to Federal income taxation, and, without limiting the foregoing, it is covenanted for the benefit of the owners of such Bonds that no use of the proceeds of the Series L Bonds will be made at any time which, if such use had been reasonably expected on the date of issue of such bonds, would have caused them to be "arbitrage bonds." This covenant shall impose an obligation to comply with the requirements of Section 148 of the Code, and the applicable regulations thereunder. The word "proceeds" as used herein shall have the meaning which it has under such section of the Code and such regulations and shall include all moneys on deposit in all Funds provided for herein and all Funds established in connection with the Project and the Bonds. Without limiting the generality of the foregoing, in no event shall moneys be deposited in any accounts created hereunder or invested pursuant to the provisions hereof if such deposit or investment shall cause any Bond to be an "arbitrage bond" within the meaning of Section 148 of the Code.

The Board certifies that on the basis of the facts, expectations, and circumstances (including covenants of the Board) in existence on the date of adoption of this Series L Resolution it is not expected that the proceeds of the Series L Bonds will be used in a manner that will cause such obligations to be "arbitrage bonds." The Chairman and the Treasurer of the Board are hereby jointly and severally designated and charged by the Board and the University with the responsibility for issuing the Series L Bonds and are hereby designated as the officers of the Board and the University to execute (by either of them) the ("no arbitrage") certification required by Section 1.103-13(a)(2)(ii) and any other provisions of the Treasury Regulations, and such certification shall set forth such facts, expectations and circumstances, which may be in brief and summary terms, and shall state that to the best of his knowledge and belief that are no other facts, expectations, or circumstances that would materially change such expectation that the proceeds of the issue of Bonds herein authorized will not be used in a manner that would cause same to be "arbitrage bonds." If, under any valid provisions of law hereafter enacted, the interest paid by the Board on the Bonds should be excludable from the gross income of a recipient thereof for Federal income tax purposes without regard to compliance with the provisions of Section 148 of the Code, then the University shall not be required to comply with such provisions of the Code.

Without limiting the generality of the foregoing, the Board agrees that there shall be paid from time to time all amounts required to be rebated to the United States pursuant to Section 148(f) of the Code and any temporary, proposed or final Treasury Regulations as may be applicable to the Series L Bonds from time to time. This covenant shall survive payment in full or defeasance of the Series L Bonds. The Board specifically covenants to pay or cause to be paid to the United States, the Rebate Amount, at the times and in the amounts described in the Memorandum of Instructions. The Trustee, by execution of its Acceptance attached hereto, agrees to comply with all instructions of the Board given in accordance with the Memorandum of Instructions.

The Board reserves the right to amend the Series L Resolution authorizing the Series L Bonds without obtaining the consent of the owners of the Series L Bonds (i) to whatever extent shall, in the opinion of Bond Counsel, be deemed necessary to assure that interest on the Series L Bonds shall be exempt from federal income taxation, and (ii) to whatever extent shall be permissible (without jeopardizing such tax exemption or the security of the said owners) to eliminate or reduce any restrictions concerning the investment of the proceeds of these Series L Bonds, or the application of such proceeds. The purchasers of these Series L Bonds are deemed to have relied fully upon these covenants and undertakings on the part of the Board as part of the consideration for the purchase of the Series L Bonds. To the extent that the Board obtains an opinion of nationally recognized bond counsel to the effect that non-compliance with any of the covenants contained in this Series L Resolution or referred to in this Series L Resolution would not subject interest on the Series L Bonds to federal income taxes or Kentucky income taxes, the Board shall not be required to comply with such covenants or requirements.

Section 3.11. Compliance with SEC Rule 15c2-12 Disclosure Requirements. The Board agrees for the benefit of the holders of the Series L Bonds to provide, or cause to be provided, continuing disclosure of the information required by Securities and Exchange Commission Rule 15c2-12 (the "Rule"). In order to comply with the requirements of the Rule, the Board hereby approves and agrees to enter into the Continuing Disclosure Agreement substantially in the form set forth in Exhibit B hereto (the "Continuing Disclosure Agreement").

Section 3.12. Copy of Resolution To Be Filed With Trustee. A certified copy of this Series L Resolution shall be filed with the Trustee, and this Series L Resolution shall take effect immediately upon its adoption and the filing of a certified copy hereof with the Trustee.

Section 3.13. Authorization. The Board hereby designates its Chairman and Secretary or their designees and the Treasurer of Morehead State University, to act as representatives of the Board in connection with the matters provided in this Series L Resolution and said representatives or their designees are authorized and directed to execute and deliver, for and on behalf of the Board, the Escrow Agreement, the Continuing Disclosure Agreement and any and all additional certificates, documents, agreements or other papers and perform all other acts necessary or desirable in connection with the issuance of the Series L Bonds, and arrangements for the investment of proceeds thereof,

the necessity and desirability of such additional certificates, documents, agreements and other papers and such other acts to be established conclusively by the execution or taking thereof.

Adopted: September 22, 2001

(SEAL)

Chairman, Board of Regents

Attest:

Secretary

CERTIFICATE OF SECRETARY

The undersigned Secretary of the Board of Regents of Morehead State University, Morehead, Kentucky, hereby certifies that the foregoing is a true copy of a Series L Resolution adopted by said Board at a meeting held on September 22, 2001, which Series L Resolution pertains to the issuance of Consolidated Educational Buildings Refunding Revenue Bonds, Series L, all as shown by the official records in my custody and under my control.

WITNESS my signature and the seal of the University this _____, 2001.

(SEAL)

Secretary, Board of Regents

OFFICIAL TERMS AND CONDITIONS OF BOND SALE

Re: Morehead State University Consolidated Educational Buildings Refunding Revenue Bonds, Series L, dated December 1, 2001, in the principal amount of \$4,810,000*

The President of Morehead State University, Morehead, Kentucky will until 11:00 A.M. E.D.T., December 11, 2001, in the office of the President of the University in Morehead, Kentucky, receive competitive, sealed bids for the purchase of the above-identified Bonds (the "Series L Bonds").

DESCRIPTION AND MATURITIES OF BONDS

The Series L Bonds bear interest from December 1, 2001, payable semiannually, on May 1 and November 1, commencing May 1, 2002, will be in the denomination of \$5,000 or any multiple thereof within the same maturity, are numbered R-1 and upward, and will mature and/or be subject to mandatory redemption on May 1 on each of the respective years, as follows:

Maturity Date	Principal*	Maturity Date	Principal*
<u>May 1</u>	<u>Amount</u>	<u>May 1</u>	<u>Amount</u>
2002	\$10,000	2008	\$385,000
2003	75,000	2009	400,000
2004	390,000	2010	425,000
2005	705,000	2011	445,000
2006	740,000	2012	465,000
2007	770,000		

*The principal maturities are subject to change as provided in the Series L Resolution pursuant to which the Series L Bonds will be issued.

The Depository Trust Company ("DTC"), New York, New York, will act as securities depository for the Series L Bonds. The Series L Bonds will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee). One fully-registered Series L Bond certificate will be issued for each maturity of the Series L Bonds, each in the aggregate principal amount of such maturity, and will be deposited with DTC.

Purchases of the Series L Bonds under the DTC system must be made by or through securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations (the "Direct Participants"), which will receive a credit for the Series L Bonds on DTC's records. The ownership interest of each actual purchaser of each Series L Bond (a "Beneficial Owner") is in turn to be recorded on the records of Direct Participants or securities brokers and dealers, banks, and trust companies that clear through or maintain a custodial relationship with a Direct Participant (the "Indirect Participants"). Beneficial

Owners will not receive written confirmation from DTC of their purchase, but Beneficial Owners are expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Series L Bonds are to be _____

*Preliminary, subject to change.

accomplished by entries made on the books of Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in the Series L Bonds, except in the event that use of the book-entry system for the Series L Bonds is discontinued.

The Series L Bonds shall be lettered and numbered from R-1 upward, or such numbering shall be made in such other appropriate manner as may be determined by Chase Manhattan Trust Company, National Association, Louisville, Kentucky, the Trustee, Bond Registrar, Transfer Agent, Payee Bank and Depository Bank.

The person in whose name any Series L Bond is registered on the Record Date (April 15 or October 15) with respect to an interest payment date shall be entitled to receive the interest payable on such interest payment date.

The Series L Bonds are not subject to optional redemption prior to their maturities.

AUTHORITY AND PURPOSE OF BONDS

These Series L Bonds are being issued pursuant to the authority of Sections 162.340 through 162.380, inclusive, of the Kentucky Revised Statutes, are being issued on a parity as to security and source of payment with Series H, Series I and Series K Bonds (which, together with the Series L Bonds are referred to as the "Bonds") heretofore issued pursuant to a Resolution of the Board of Regents (the "Board") of Morehead State College (now known as Morehead State University) adopted on November 14, 1960, establishing the Consolidated Educational Buildings Project for the University (the "Resolution"), and a Series L Resolution adopted on September 22, 2001 for the purpose of (i) refunding a portion of its Consolidated Educational Buildings Revenue Bonds, Series H dated December 1, 1986 and Series I dated June 1, 1992, and (ii) paying the costs of issuance of the Series L Bonds.

SECURITY

The Bonds, and any additional parity bonds hereafter issued and outstanding under the terms of the Resolution, are and will be payable from and constitute a paramount charge upon the defined Revenues (student registration fees) derived by the University from the operation of its Consolidated Educational Buildings Project. The Consolidated Educational Buildings Project may be described generally as all of the educational buildings and appurtenant facilities of the University.

As further security for the Bonds there is created and granted by Sections 162.350 and 162.200 of the Kentucky Revised Statutes a statutory mortgage lien upon the Consolidated Educational Buildings Project of the University.

BIDDING CONDITIONS AND RESTRICTIONS

The public offering of the Series L Bonds is made up on the following specific conditions and provisions:

A. A minimum price is required for the entire issue of not less than \$4,737,850 (98.5% of par), plus accrued interest from the date of the Bonds (October 1, 2001) to the date of delivery, payable in Federal Funds.

B. The successful bidder will be required to deposit with Chase Manhattan Trust Company, National Association, Louisville, Kentucky, for the account of Morehead State University immediately available funds in the amount of \$96,200, representing the good faith deposit, by the close of business on the day following the sale. The amount of the good faith deposit, without interest, will be deducted from the purchase price at the time of delivery of the Series L Bonds.

C. The determination of the best bid will be made on the basis of the lowest net interest cost calculated by computing the total interest payable on the Series L Bonds from December 1, 2001, through the Final Maturity Date, plus discount or less premium, as set forth in the Official Bid Form, for exactly \$4,810,000 of Series L Bonds under the terms and conditions therein specified. Upon determination of the lowest net interest cost, the Board shall immediately proceed to adjust such principal amounts of the Series L Bonds to determine the maturities of its final bond issue. The successful bidder will be required to accept the final bond issue as so computed, whether the principal amount has been increased or decreased by up to \$480,000, and to pay the percentage purchase price based upon the aggregate amount of the final bond issue.

D. Bidders must state an interest rate or rates in multiples of $\frac{1}{8}$, $\frac{1}{10}$ or $\frac{1}{20}$ of 1%, or both.

E. There is no limit on the number of different rates which may be specified in any bid.

F. All Bonds of the same maturity shall bear the same and a single interest rate from the date thereof to maturity.

G. Interest rates must be on an ascending scale, in that the interest rate for Bonds of any maturity may not be less than the interest rate stipulated for any preceding maturity.

H. Bidders may require that a portion of the Series L Bonds be term bonds maturing on one or more dates (the "Term Bonds"); provided, however, that such Term Bonds will be subject to mandatory redemption by lot at a redemption price of 100% of the principal amount thereof plus accrued interest to the date of redemption on May 1 of the years and in the principal amounts set forth in the maturity schedule above.

I. The right to reject bids for any reason deemed advisable by the Finance Committee of the Board and the right to waive any possible informalities, irregularities, or defects in any bid which, in the judgment of the Board, with the advice of the Financial Advisor, shall be minor or immaterial, is expressly reserved.

J. Bids must be made on forms which, together with a Preliminary Official Statement, may be obtained at the office of the Treasurer of the University or from the Financial Advisor, J.J.B. Hilliard, W.L. Lyons, Inc., Hilliard Lyons Center, 501 South Fourth Avenue, Louisville, Kentucky 40202 or P.O. Box 32760, Louisville, Kentucky 40232-2760, Attention Mr. Sam Conner (502) 588-8473 or at <http://pos.hilliard.com>. Bids must be enclosed in sealed envelopes marked "Bid for Morehead State University Consolidated Educational Buildings Refunding Revenue Bonds, Series L, dated October 1, 2001," and bids must be received by the Treasurer prior to the date and hour set for the sale. It is also possible to submit a bid by the delivery (including by facsimile) of a signed bid form to the Financial Advisor or University officials prior to the sale and completing the bid by telephone prior to the deadline for submitting bids.

K. The purchasers of the Bonds shall pay the CUSIP Service Bureau charge for the assignment of CUSIP numbers, which numbers will be printed on the Bonds at no expense or cost to the purchasers. Neither the failure to print a CUSIP number on any Bond nor any error with respect thereto shall constitute cause for a failure or refusal by the purchasers thereof to accept delivery of and pay for the Bonds.

L. Delivery will be made at the Depository Trust Company, New York, New York, at no additional cost or expense to the purchasers. The Board will pay for the printing of the Bonds, which will contain the opinion of Bond Counsel. Delivery is expected on January 3, 2002.

M. Upon wrongful refusal of the purchasers to take delivery of and pay for the Bonds in Federal Funds when tendered for delivery, the good faith deposit shall be forfeited by such purchasers, and such amount shall be deemed liquidated damages for such default; provided, however, if the Bonds are not ready for delivery and payment within forty-five (45) days from the date of sale herein provided for, said purchasers shall be relieved of any liability to accept the Bonds hereunder. However, it is contemplated that the Bonds will be delivered on a date during such period as may be designated by representatives of the Board, and the purchasers will be required to accept delivery of and pay for the Bonds on any designated date within such 45 day period upon notice being given at least five (5) business day prior to the designated delivery date.

N. If the successful bidder desires to obtain insurance guaranteeing the payment of the principal and/or interest on the Bonds, the University agrees that it will cooperate with the successful bidder in obtaining such insurance, but all of the expenses and charges in connection therewith shall be borne by such bidder and the University shall not be liable to any extent therefor. The University has applied for a

rating on the Series L Bonds from Moody's Investors Service, Inc. and Standard & Poor's Ratings Services and will pay the fees associated therewith.

O. The successful bidder shall promptly advise the Financial Advisor to the Board of (i) the reoffering price for each maturity of the Series L Bonds, and (ii) the principal amount sold to the public of each principal maturity of the Series L Bonds on the reoffering date.

P. Bidders are advised that J.J.B. Hilliard, W.L. Lyons, Inc., of Louisville, Kentucky, has been employed as Financial Advisor in connection with the issuance of these Series L Bonds. Their fee for services rendered with respect to the sale of the Series L Bonds is contingent upon the issuance and delivery of the Series L Bonds. They may submit a bid for the purchase of the Series L Bonds at the time of the advertised public sale of the Series L Bonds, either individually or as members of a syndicate organized to submit a bid for the purchase of the Series L Bonds.

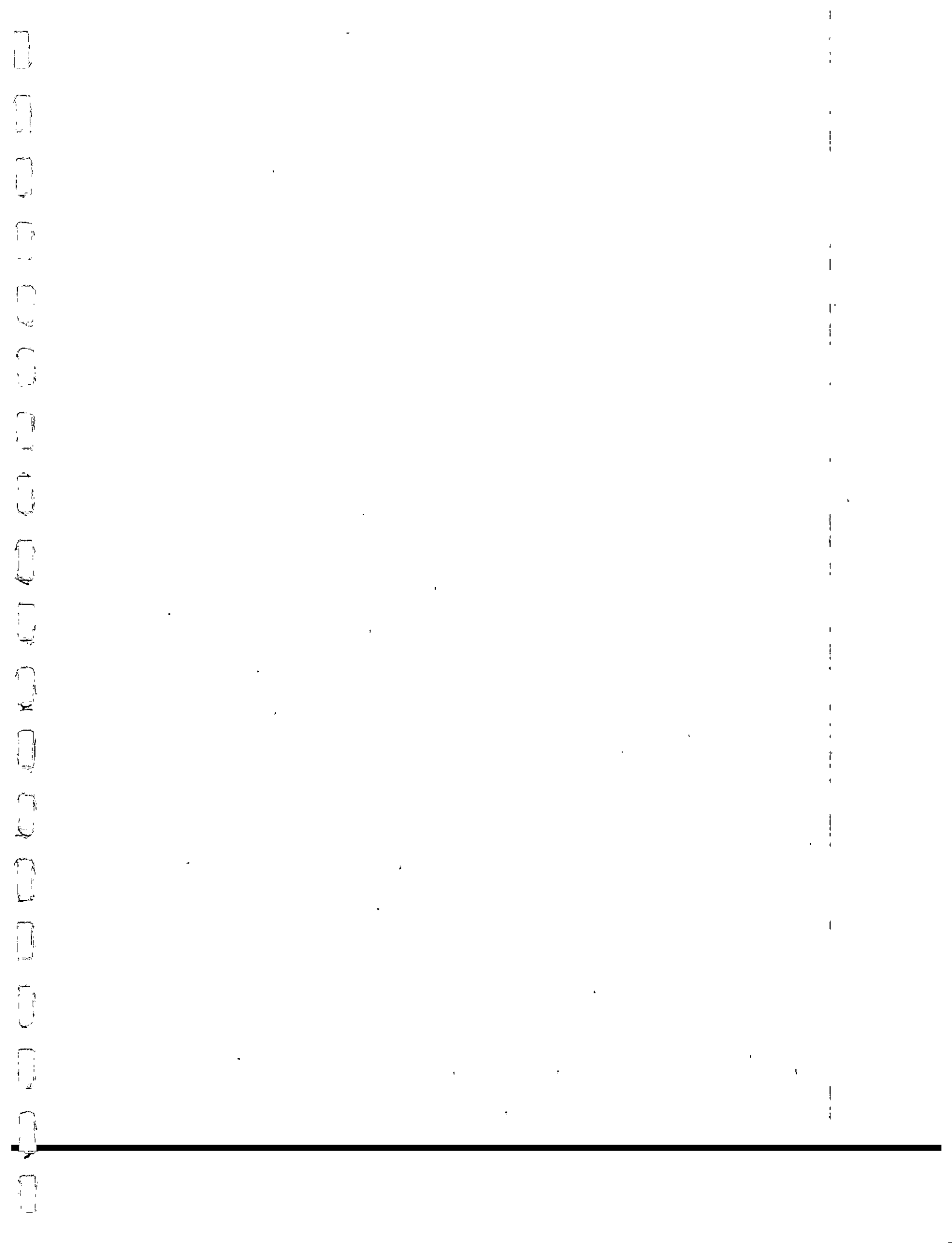
The Board has agreed in the Series L Resolution to provide or cause to be provided, in accordance with the requirements of Rule 15c2-12, as amended and interpreted from time to time (the "Rule") promulgated by the Securities and Exchange Commission (the "Commission"), (i) on or prior to 180 days after the end of each fiscal year, certain annual financial information and operating data, including audited financial statements for the preceding fiscal year, generally consistent with the information contained in the Official Statement, and (ii) timely notice of the occurrence of certain material events with respect to the Series L Bonds.

The purchaser's obligation to purchase the Series L Bonds shall be conditioned upon its receiving, at or prior to the delivery of the Series L Bonds, in form and substance reasonably satisfactory to the purchaser, evidence that the Board has made the limited continuing disclosure undertaking set forth above for the benefit of the holders of the Series L Bonds.

The Board shall provide to the successful purchaser a final Official Statement in accordance with the Rule. Arrangements have been made with the printer, upon submission of completion text, to print a reasonable quantity of final Official Statements in sufficient time to meet the delivery requirements of the successful bidder under SEC or Municipal Securities Rulemaking Board Delivery Requirements, which Official Statements will be provided at the expense of the Board.

The Board will furnish to the purchasers the customary No Litigation Certificate and the final, approving Legal Opinion of Peck, Shaffer & Williams LLP, Covington, Kentucky, without expense to the purchasers.

Concurrently with the delivery of the Series L Bonds, the Treasurer of the Board will certify that, to the best of his knowledge, the Official Statement did not, as of its date, and does not, as of the date of delivery of the Bonds, contain any untrue statement of a material fact or omit to state a material fact which should be included therein for the purpose for which the Official Statement is to be used, or which is necessary in order to make the



OFFICIAL BID FORM

\$4,810,000*
MOREHEAD STATE UNIVERSITY
CONSOLIDATED EDUCATIONAL BUILDINGS REFUNDING REVENUE BONDS
SERIES L
DATED DECEMBER 1, 2001

Subject to the terms and conditions set forth in the Official Terms and Conditions of Sale of Bonds, providing for the sale of \$4,810,000* of Morehead State University Consolidated Educational Buildings Refunding Revenue Bonds, Series L, dated December 1, 2001 (the "Bonds"), and in accordance with the notice of sale of the Bonds as advertised, to all of which the undersigned agrees, the undersigned hereby submits the following offer to purchase the Bonds.

We hereby bid for said \$4,810,000* principal amount of Bonds the sum of \$_____ (not less than \$4,737,850), plus accrued interest from December 1, 2001, to the date of delivery, at the following annual interest rates:

SCHEDULE OF PRINCIPAL AMOUNTS AND INTEREST RATES

Maturity May 1	Principal* Amount	Serial Bond Rate	Term ¹ Bond Rate	Maturity May 1	Principal* Amount	Serial Bond Rate	Term ¹ Bond Rate
2002	\$10,000	_____	_____	2008	\$385,000	_____	_____
2003	75,000	_____	_____	2009	400,000	_____	_____
2004	390,000	_____	_____	2010	425,000	_____	_____
2005	705,000	_____	_____	2011	445,000	_____	_____
2006	740,000	_____	_____	2012	465,000	_____	_____
2007	770,000	_____	_____				

¹Bidders may elect to structure the maturities to include term bonds with mandatory sinking fund redemptions. To bid Term Bonds, put interest rate in Term Bond Rate column.

We understand that this bid may be accepted for as much as \$5,290,000 of Bonds and for as little as \$4,330,000 of Bonds, at the same price per \$1,000 of Bonds as the price bid per \$1,000 of Bonds by the undersigned with the variation in such amount being adjusted as determined by the Board of Regents at the time of acceptance of the best bid.

We understand that the Board of Regents will furnish the final, approving legal opinion of Peck, Shaffer & Williams LLP, Covington, Kentucky. We agree that if we are the successful bidder, immediately available funds in the amount of \$96,200, payable to the Morehead State University will be deposited in Chase Manhattan Trust Company, National Association, Louisville, Kentucky, by federal wire transfer, ABA _____, prior to the end of the business day on December 12, 2001, in accordance with the Notice of Bond Sale and the Official Terms, with the understanding that the amount thereof, without interest, will be deducted from the purchase price of the Bonds when tendered to us for delivery. If we are the successful bidder, we agree to accept and make payment for the Bonds in accordance with the terms of sale.

*Preliminary, subject to change.

Respectfully submitted,

By _____

Title _____

Total interest cost from December 1, 2001,
to final maturity

\$ _____

Less premium bid or plus discount, if any

\$ _____

Net interest cost

\$ _____

Net interest cost (%)

The above computations of net interest cost and of average interest rate or cost, submitted for information only and are not part of this Bid.

ACCEPTANCE OF BID WITH ADJUSTMENT OF MATURITY AMOUNTS

Accepted by the Board of Regents of Morehead State University, with the change in maturities of Bonds being as follows:

Maturity May 1	Principal Amount	Maturity May 1	Principal Amount
2002	\$ _____	2008	\$ _____
2003	_____	2009	_____
2004	_____	2010	_____
2005	_____	2011	_____
2006	_____	2012	_____
2007	_____		

Accepted this ____ day of December, 2001.

BOARD OF REGENTS OF MOREHEAD
STATE UNIVERSITY

By: _____
Authorized Officer

**APPROVE ACQUISITION OF REAL
PROPERTY AND ACCEPT GIFT OF
REAL PROPERTY (LARRY GENE
CAUDILL AND CAROLYN SUE CAUDILL)**

**BOR (IV-A-7)
September 22, 2001**

Background:

Tract 1: Morehead State University Foundation, Inc. (MSUF) purchased a 62+-acre tract from the Ross family in 1998. The tract is contiguous to the Morehead State University (MSU) golf course. The University then entered into a lease agreement, with option to purchase, with the MSUF on March 1, 1999. The University has since constructed a soccer field on the property, improved the golf course practice range and enhanced the safety of the MSU golf course.

Adjacent and to the east of the MSUF tract is an approximate three (3) acre tract that MSU desires to acquire from Larry Gene Caudill and Carolyn Sue Caudill (attached). The University is interested in acquiring this tract from the Caudills as it allows the University to further enhance the development of the 62-acre tract by relocating and straightening Slab Camp Branch.

An independent appraisal has established a value of \$7,500 per acre – total of \$22,500 – on the property.

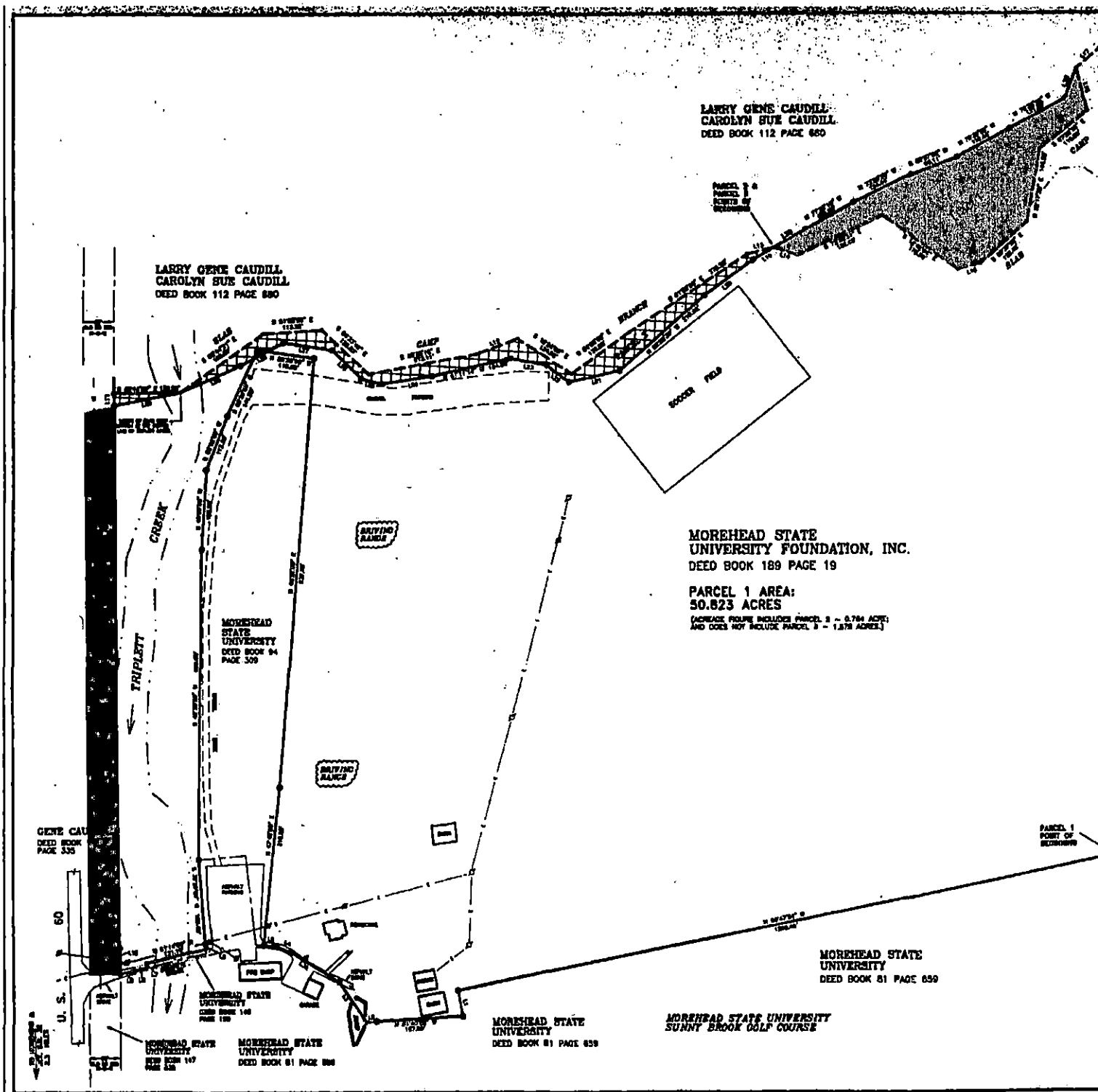
Tract 2: In discussions with the Caudills regarding acquisition of Tract 1, Larry Gene Caudill and Carolyn Sue Caudill have offered to donate to the University, through the Morehead State University, Foundation, Inc., an approximate 1.65 - acre tract (abandoned and former CSX railroad bed) bordering the MSU Golf Course and U.S. Highway 60. The Caudills acquired the former railroad bed property approximately twelve (12) years ago at about the same time that the University acquired the railroad bed along the western portion of the golf course.

The University acquired the railroad bed property along this portion of its golf course to prevent the potential development of that property for other purposes. Acquisition of the railroad bed tract currently owned by the Caudills will likewise serve a similar purpose. With the new acquisition, MSU will have ownership of all property between the MSU golf course and Highway 60 right-of-way.

Morehead State University Policies Related to Real Property Management approved by the Board of Regents in 1993 and amended in 1998, requires that property not identified in the Campus Master Plan may be acquired, but only after a Board approved amendment to the Master Plan or other exception that the Board would authorize. The approved Campus Master Plan does not address real property needs away from the main campus. The Board of Regents approved the acquisition of the 62+ acre tract via the lease with option to purchase agreement in February 1999. It is recommended that the Board of Regents approve the acquisition of the approximate 3-acre Caudill tract and accept the gift of the approximate 1.65 - acre tract from the Caudills.

Recommendation:

That the Board of Regents approve the acquisition of the above referenced Tract 1 and accept Tract 2 as a gift.



**APPROVE 2002-2004 TUITION AND
MANDATORY STUDENT FEES****BOR (IV-A-8)
September 22, 2001****Background:**

In an effort to provide the institutions with greater management flexibility, the Council on Postsecondary Education delegated the authority to set tuition rates to the public universities and community and technical college system. This action became effective in April 1999 starting with the 2000/2001 fiscal period. The parameters used by Morehead State University administrators to guide in the decision-making process related to tuition-setting are detailed in the attached *Morehead State University Tuition Setting Parameters* document. This document was initially presented to the Morehead State University Board of Regents in September 1999.

Preliminary planning for the 2002-04 biennial budget indicates an increase of 8% in the tuition and mandatory fee schedule will be necessary to generate sufficient revenue to enable the University to advance academic and employee initiatives important in achieving its long-term goals. These goals are identified in the board-approved *Pride & Promise Morehead State University Strategic Plan 2001-2006* and support the *2020 Vision* as set forth by the Council on Postsecondary Education.

The tuition and mandatory fee rates as proposed enable Morehead State University to fulfill the following tuition-setting guidelines recommended by the Council on Postsecondary Education.

- Out-of-state students who qualify for in-state waiver programs should pay a higher tuition rate than Kentucky resident students
- Tuition and fee revenue should make up a minimum of 37% of the comprehensive universities' total public funds (state general fund appropriations and tuition and fee revenue)

The recommended fee schedule is outlined in the attached.

- The full-time, undergraduate resident tuition and fee rate for fall semester 2002 will be \$1,463 or \$108 more than the current year rate.
- The University's tuition rate will remain well below the median when compared with the public comprehensive universities and with the benchmark institutions approved for Morehead State University by the Council on Postsecondary Education.

Recommendation:

That the Board approve the 2002-2004 tuition and mandatory fee schedule.

Morehead State University
Proposed 2002-04 Tuition Rates and Mandatory Fees

	Actual 2001/2002 Fall & Spring		Proposed 2002/2003 (8% increase)		Proposed 2003/2004 (8% increase)	
	Full Time	Part Time	Full Time	Part Time	Full Time	Part Time
Undergraduate						
Resident	\$ 1,355	\$ 113	\$ 1,463	\$ 122	\$ 1,580	\$ 132
Nonresident waiver program	\$ 1,355	\$ 113	\$ 1,563	\$ 122	\$ 1,680	\$ 140
Nonresident	\$ 3,602	\$ 301	\$ 3,890	\$ 325	\$ 4,201	\$ 351
Graduate						
Resident	\$ 1,467	\$ 163	\$ 1,584	\$ 176	\$ 1,711	\$ 190
Nonresident	\$ 3,932	\$ 437	\$ 4,247	\$ 472	\$ 4,586	\$ 510

Note: The Nonresident waiver program rate is only available to first-time, full-time, out-of-state students from selected counties.

MANDATORY FEES (included above)	\$ 232	\$ 251	\$ 271
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MOREHEAD STATE UNIVERSITY TUITION SETTING PARAMETERS

MOREHEAD STATE UNIVERSITY BELIEVES THAT QUALIFIED AND MOTIVATED STUDENTS SHOULD HAVE EQUAL ACCESS AND OPPORTUNITY TO ENROLL AT THE UNIVERSITY.

MOREHEAD STATE UNIVERSITY BELIEVES IN THE SHARED RESPONSIBILITY BETWEEN THE STATE AND OUR STUDENTS FOR THE COST OF EDUCATION. HOWEVER, THE COST TO STUDENTS SHOULD NOT BE SO PROHIBITIVE THAT IT HINDERS OR DENIES ACCESS TO A UNIVERSITY EDUCATION.

MOREHEAD STATE UNIVERSITY BELIEVES THAT LOW TUITION IS THE BEST FORM OF STUDENT FINANCIAL AID.

MOREHEAD STATE UNIVERSITY WILL CONTINUE TO SUPPORT STATE AND NATIONAL FUNDING INITIATIVES FOR STUDENT FINANCIAL AID.

Morehead State University's student body and service region is characterized by the following:

- ◆ Over 71 percent come from the University's 22 county primary service region.
- ◆ The service region has a low per capita income level.
- ◆ 17 counties in our service region have poverty rates that exceed twice that of the national rate.
- ◆ Postsecondary graduation rates that are the lowest in the Commonwealth.
- ◆ College attendance rates that are well below the state and national averages.
- ◆ An average adult education level that is well below the state and national averages.

Morehead State University has as its primary goals the advancement of postsecondary education and economic development in the region by:

- ◆ Increasing high school graduation rates.
- ◆ Increasing the college going rate of traditional and non-traditional students.
- ◆ Increasing the number of college graduates.
- ◆ Delivering quality instructional programs.
- ◆ Providing quality service programs.
- ◆ Providing institutional financial assistance and scholarship aid to attract and retain qualified and high achieving students.

Morehead State University will establish tuition rates to achieve the following objectives:

- ◆ Increase the enrollment of first-time freshmen.
- ◆ Increase the enrollment of adult students.
- ◆ Advance diversity within the MSU student population by increasing the number of minority; nonresident; and international students at the University.
- ◆ Conform with state funding policy as relates to tuition income and general fund support.
- ◆ Meet the general and specific operational needs of the University as related to competitive salaries; adequate classroom support; technology support and enhancement; plant support, maintenance and enhancement; student financial assistance; and employee development.

Presented September 17, 1999.

**REPORT ON EASEMENT WITH
MOREHEAD UTILITY PLANT BOARD****BOR (VI-B-2)
September 22, 2001****Background:**

The following easement has been granted by Morehead State University:

Granted To	Date	Location	Purpose
Morehead Utility Plant Board	06/18/01	Vicinity of Henry Ward Place cul-de-sac	Placement of a new water tank and water lines.

The above referenced easement supersedes and replaces in all respects the previous easement entered into between Morehead Utility Plant Board and Morehead State University on May 12, 2000 and reported to the Board of Regents June 9, 2000. Both parties desired to modify the previous easement to relocate and resituate the location and appurtenances of the water storage tank. The easement addresses tank site easement, water line easement, access road easement, and drainage easement.

Morehead State
University

JUL 03 2001

Received by
Admin & Fiscal Services**EASEMENT**

THIS INDENTURE, made and entered into this the 18th day of June, 2001, by and between the **COMMONWEALTH OF KENTUCKY**, pursuant to KRS 164A.575, by Porter Dailey, Vice President for Administration and Fiscal Services, acting for the use and benefit of Morehead State University, Morehead, KY 40351, hereafter referred to as "GRANTOR"; and **THE CITY OF MOREHEAD** % Morehead Utility Plant Board, 135 South Wilson, Morehead, KY 40351, hereinafter referred to as "GRANTEE";

NOW, WHEREAS, GRANTOR is the owner of certain real property in Rowan County, Kentucky, acquired by Deed dated 03 May 1922, from Christian Woman's Board of Missions, of record in Deed Book No. 34, Page 228, of the Rowan County records;

WHEREAS, GRANTEE is desirous of acquiring an easement for the purpose of constructing, maintaining, repair, and improvement of a water storage tank, an access road, water lines, drainage ditches, and appurtenances thereto;

WHEREAS, GRANTEE and GRANTOR have previously executed and agreed upon an Easement for the purpose of constructing the water storage tank and necessary appurtenances, on 12 May 2000, which is now recorded in Deed Book No. 194, Page 552 of the Rowan County records; and

WHEREAS, GRANTEE and GRANTOR now desire to modify the previous easement to relocate and resituate the location and appurtenances of the water storage tank;

NOW, THEREFORE, in consideration of the foregoing, **AND FOR NO MONETARY CONSIDERATION**, but other good and valuable consideration, being the mutual benefit of both parties, the GRANTOR hereby grants a perpetual easement to the GRANTEE, for purposes of constructing, operating, maintaining, repairing, and improvement of a water storage tank, access road, related water lines, drainage ditches and appurtenances.

TANK SITE EASEMENT

BEING a permanent easement for the purpose of a water tank and appurtenances to be located approximately 250' northerly of the Henry Ward Place cul-de-sac, and further described as follows:

From an iron pin found at the northeast corner of 4-Profit Partnership, corner common to Morehead State University, thence North 08°52'08" West, 230.3 feet to the Point of Beginning, thence:

North 38°34'30" West, 175.0 feet, thence

North 51°25'30" East, 175.0 feet, thence

South 38°34'30" East, 175.0 feet, thence

South 51°25'30" West, 175.0 feet, to the **POINT OF BEGINNING**, containing 0.7 acres.

IN ADDITION a temporary construction easement being a 50' wide strip adjoining and exterior to the perimeter of the above-described permanent easement.

FURTHER, the Grantor has sold and conveyed and does by these presents now and hereby sell and convey unto the Grantee, its successors and assigns, the permanent and perpetual easement and right of way for utility purposes, to lay, construct, install, maintain, inspect, operate, connect with, alter, repair, remove, change the size of, replace, and rebuild water lines, together with appurtenances thereto, across, through,

over, under, and upon the hereinafter described real estate and right of way, together with the right to remove any and all trees or obstacles upon said easement which might interfere with the construction, operation, maintenance, and repair of said utility.

THE EASEMENT THROUGH THE ABOVE-DESCRIBED PROPERTY IS DESCRIBED AS FOLLOWS:

WATER LINE EASEMENT

BEING a 20' wide permanent waterline easement, 10' on each side of the following described centerline:

BEGINNING at a point in north right of way of Fifth Street, said point located approximately 300' easterly of Wilson Avenue; thence from said point of beginning, northerly and generally parallel with property line common to Morehead State University and 4-Profit Partnership, approximately 265 feet, thence northeasterly and crossing Henry Ward Place approximately 120 feet, thence northerly approximately 110 feet to point "A", thence northwesterly approximately 45 feet to a point in the southeast line of the above-described permanent tank site easement. Also from point "A" northeasterly approximately 720 feet to an existing MUPB water valve vault.

In addition, a 40' wide temporary construction and access easement, 20' on each side of the above-described centerline.

ACCESS ROAD EASEMENT

BEING a 30' wide permanent access road easement, 15' on each side of the following described centerline:

BEGINNING at a point in the southeast line of the above-described permanent tank site easement, said point located southwesterly approximately 60 feet from the easternmost corner of said site, thence from said point of beginning easterly approximately 140 feet, thence northeasterly approximately 500 feet, thence easterly approximately 280 feet to a point at the north edge of a parking area, said point located approximately 150 feet northeasterly of Henry Ward Place.

In addition, a 60' wide temporary construction and access easement, 30' on each side of the above-described centerline.

DRAINAGE EASEMENT

BEING a 20' wide permanent drainage easement, 10' on each side of the following described centerline:

1. **BEGINNING** at a point in the southwest line of the above-described permanent tank site easement, said point located northwesterly approximately 35' from the southernmost corner of said site, thence from said point of beginning southerly approximately 160' to a point in the north right of way of the Henry Ward Place cul-de-sac.
2. **BEGINNING** at a point in the above-described access road easement, said point located easterly approximately 90' from the easternmost corner of said site, thence from said point of beginning southeasterly approximately 130' to a point in the north right of way of Henry Ward Place.

In addition, a 40' wide temporary construction and access easement, 20' on each side of the two above-described centerlines.

ALL BEING A PART OF THE SAME PROPERTY conveyed to the GRANTOR by Deed from Christian Woman's Board of Missions, dated 03 May 1922, of record in Deed Book 34, Page 228, in the office of the Rowan County Court Clerk.

IT IS FURTHER UNDERSTOOD AND AGREED:

1. The previous easement entered into between Grantor and Grantee on 12 May 2000 and recorded in Deed Book 194, Page 552 of the Rowan County records is hereby superseded and replaced in all respects.
2. That the Grantee covenants to maintain the easement in good repair so that no unreasonable damage will result from its use to the adjacent land of the Grantor, its successors and assigns.
3. That the Grantee, its successors and assigns, shall hold and save harmless the Grantor, its successors and assigns, from any and all claims and demands resulting from personal injury or property damage arising from, through, or by reason of the construction, maintenance, operation, or repair of said utility.

4. That the Grantee shall bury all pipes laid under said right of way to a sufficient depth so as not to interfere with the cultivation of the soil, with the understanding however, that certain appurtenances which may extend to or above the surface of the ground may be placed upon said easement, but shall be so located as to give minimum interference with the normal use of the surface of the land, insofar as is reasonably possible.

5. That the Grantee shall take reasonable measures to compact backfill to prevent subsidence of the land under which said utility is laid.

6. That the Grantee, its agent or contractor, shall, at the conclusion of any work done as herein provided, cause to be removed from Grantor's property all surplus dirt, debris, and other material placed thereon by the Grantee, its agent or contractor, and restore the property to its condition immediately prior to the undertaking of such work, insofar as is reasonably possible.

7. That the Grantee shall, at its own expense, modify the telemetry system at the water tank sit, should such system create any interference with any satellite signal reception facility in the vicinity of the water tank.

8. That the Grantee shall not have the right to fence the whole or any part of the easement, unless mutually agreed upon by the Grantee and Grantor.

9. That as it refers to the 20 foot wide water line easement, the Grantor shall always have the right to make use of the property but shall not unreasonably interfere with the rights of the Grantee and shall have the right to place along, across and over said easement any roads, streets, fences, and sidewalks as it may desire, but the Grantor shall not construct or build any structure, house, or obstruction on or over said easement that will interfere with the construction, maintenance, operation, or repair of said water lines and appurtenances, nor shall the Grantor increase or decrease the fill dirt placed over the water line on any portion of the permanent easement without the written consent of the Grantee.

The Deed of Easement and the obligations herein expressed shall be considered as running with the land and shall extend to, bind and inure to the benefit of the parties hereto and their respective assigns or successors in interest; provided, however, that if the party of the second part should cease to use the easement and right of way for the purposes herein granted for a period of two (2) consecutive calendar years, such lack of use shall be deemed an abandonment of this easement and all rights hereunder granted shall cease and this easement shall terminate, in which event party of the second part shall remove any and all improvements made since the date hereof

within the boundaries of the easement herein granted, and shall restore the land over which this easement is located to its original condition.

The parties hereto state that the above-mentioned consideration is the full consideration for the Easement and both parties join the execution of this indenture certifying same.

IN WITNESS WHEREOF, the parties have executed this instrument, this 18th day of June, 2001.

GRANTOR:

COMMONWEALTH OF KENTUCKY
FOR THE USE AND BENEFIT OF
MOREHEAD STATE UNIVERSITY

BY: Porter Dailey
PORTER DAILEY
VICE PRESIDENT FOR
ADMINISTRATION AND FISCAL SERVICES

GRANTEE:

CITY OF MOREHEAD, KENTUCKY

BY: Robert M. Nickell
ROBERT M. NICKELL, GENERAL MANAGER
MOREHEAD UTILITY PLANT BOARD

COMMONWEALTH OF KENTUCKY
COUNTY OF ROWAN SS

The foregoing instrument was subscribed, acknowledged, and sworn to before me by **PORTER DAILEY**, Vice President, for Administration and Fiscal Services, on behalf of the **COMMONWEALTH OF KENTUCKY**, acting for the use and benefit of Morehead State University, this the 18th day of June, 2001.

My Commission expires: 2-26-2004

Maure R. Watter
NOTARY PUBLIC, STATE AT LARGE

COMMONWEALTH OF KENTUCKY

SS

COUNTY OF ROWAN

The foregoing instrument was subscribed, acknowledged, and sworn to before me by **ROBERT M. NICKELL**, Authorized Agent/Officer, on behalf of the **MOREHEAD UTILITY PLANT BOARD**, this the 19th day of June, 2000.1.

My Commission expires: 2-26-2004




NOTARY PUBLIC, STATE AT LARGE

PREPARED IN THE OFFICE OF:
CAMPBELL & ROGERS, PLLC
ATTORNEYS AT LAW
154 FLEMINGSBURG ROAD
MOREHEAD, KY 40351

By: 

EARL ROGERS III

DOCUMENT NO: 49522
RECORDED ON: JUNE 25, 2001 06:10:40PM
TAL FEES: \$20.00
JNTY CLERK: JEAN W. BAILEY
JNTY: ROWAN COUNTY
JNTY CLERK: LETISHA GLOVER



JK D199 PAGES 274 - 280



MOREHEAD UTILITY PLANT BOARD

RECEIVED
JUN 17 2001

June 15, 2001

Mr Porter Dailey
UPO Box 1019 MSU
Morehead Ky 40351

Dear Mr Dailey:

As we discussed, MUPB has incorporated into the construction contract gabon baskets along the hillside by the water tank. This will assist in facilitating rapid vegetation growth around the water tank. MUPB also agrees to fill in the old existing concrete tanks and grade around this to present reclaimed appearance.

If you have any questions contact me at 606-784-8313.

Sincerely:

A handwritten signature in dark ink, appearing to read 'R Mike Nickell'.

R Mike Nickell
General Manager

REPORT ON REAL PROPERTY LEASES**BOR (IV-B-3)
September 22, 2001****Background:**

Policies related to Real Property Management approved by the Board of Regents on April 30, 1993, require that all leases be reported annually to the Board. The Lease Report reflects those Lease Agreements in effect on July 1, 2001.

ANNUAL REPORT ON REAL PROPERTY LEASES

LESSOR	LEASE ID	DESCRIPTION	LOCATION	LEASE EXPIRES	ANNUAL RENTAL COST
PARKING LOTS					
Mr. Don Blair	PR 3122	63 space gravel parking lot	5th Street, Morehead	6/30/02	\$ 4,020.00
Baptist Church	PR 3123	36 space gravel parking lot	2nd Street, Morehead	6/30/03	\$ 2,592.00
City of Morehead	MSU-P2	36 space parking lot and site of Moonlight School.	First Street & Wilkinson Boulevard, Morehead	6/30/08	\$ 3,600.00
Mabry Carpetland and Rental Co.	MSU-P1	41 space gravel parking lot	Corner of Main Street and University Blvd.	6/30/03	\$ 3,690.00
Rowan Co. Fiscal Court	PR 3127	85 space gravel parking lot	Vaughn Drive, Morehead	06/30/08	\$ 2,400.00
MSU Foundation, Inc.	MSU-P3	22 space gravel parking lot with dwelling	133 Third Street, Morehead	08/31/02	\$ 21,600.00
OTHER					
FIVCO Area Development	MSU-3	Ashland Area Extended Campus Center - 2nd and 3rd floor - 28,200 sq.ft. Classroom/office space (\$3.50/sq.ft.)*	Ashland	6/30/07	\$ 98,700.00
FIVCO Area Development	MSU-3779	Ashland Area Extended Campus Center - 1st Floor Bookstore Area	Ashland	6/30/04	\$ 1,392.50

LESSOR	LEASE ID	DESCRIPTION	LOCATION	LEASE EXPIRES	ANNUAL RENTAL COST
		- 557 sq.ft. Classroom/office space (\$2.50/sq.ft.)			
Frederick & May Lumber Co.	PR 3387	Licking Valley Extended Campus Center- 8,313 sq.ft. Classroom/office space (\$5.85/sq.ft.)	West Liberty	6/30/03	\$ 48,631.00
East KY Development Associates Limited Partnership Highland Plaza Associates, Ltd.	PR 3634	Big Sandy Extended Campus Center - 14,250 sq.ft. Classroom/office space (\$9.00/sq.ft.)	Prestonsburg	6/30/02	\$ 128,250.00
Mr. Harold Bellamy	PR 3440	Adult Learning Center 1,603 sq.ft. Classroom/office space (\$5.86/sq.ft.)	Main Street, Morehead	6/30/07	\$ 9,398.00
Pack's, Inc.	MSU-6	Warehouse space for Breckinridge Hall storage 10,000 sq.ft. (\$1.50/sq.ft.)	Morehead	04/30/02	\$ 15,000.00
MSU Foundation, Inc.	MSU-7	Adjacent to University Golf Course	Morehead	02/01/19	\$ 18,927.84
Vision Realty	MSU-8	Small Business Dev. Ctr Office Space 1,000 sq.ft. (\$6.42/sq.ft.)	3455 North Mayo Trail, Pikeville	10/31/2008	\$ 6,420.00

* \$1.00 per sq. ft. for utilities

REPORT ON STRATEGIC PLAN**BOR (IV-B-4)**
September 22, 2001**Background:**

The Board of Regents approved *Pride & Promise Morehead State University Strategic Plan 2001-2006* at its regular quarterly meeting in June 2001. The document represents the first strategic plan revision since the 1997 higher education reform efforts of the Governor and General Assembly and aligns the institution with the Council on Postsecondary Education's 2020 Vision and Action Agenda. The attached timeline document details the progression of the strategic plan from the initial development phase in fall 2000 through the anticipated issuance of the first annual "report card" by the Planning Committee scheduled for January 2002.

Progress made to the plan since it's approval by the Board in June includes:

- Revised performance indicators based on suggestions received from the Board at the June 2001 meeting
- Identified organizational unit responsible for completing measurement process and timeline for measurement of each performance indicator
- Collected baseline measurement data for each performance indicator
- Communication of the plan:
 - Plan available on-line at www.morehead-st.edu/units/budgets/plan.pdf
 - Reviewed plan with administrators, faculty, and staff at the fall 2001 administrative retreat
 - Distribution Academic Planbook to faculty and staff
 - Distribution of final plan document

Morehead State University
Strategic Plan 2001-2006
Development Timeline
September 2001

105

<u>Date</u>	<u>Action</u>	<u>Status</u>
August 2000	Input from administrators, faculty, staff, and members of the Board of Regents was collected during a two-day workshop held during the fall administrative retreat to develop initial draft of the University's new strategic plan.	<input checked="" type="checkbox"/>
Fall 2000	Campus workgroups appointed by the Planning Committee to refine the plan goals drafted during the retreat workshop and develop objectives to further define each goal.	<input checked="" type="checkbox"/>
Spring 2001	Planning Committee and Planning staff developed performance indicators and identify related assessment reports necessary to measure progress with each objective identified in the plan.	<input checked="" type="checkbox"/>
April 2001	Draft of the plan distributed to all faculty and staff for feedback.	<input checked="" type="checkbox"/>
May 2001	Modifications made to the plan by the Planning Committee based on campus feedback. Final draft submitted to the President by the Planning Committee.	<input checked="" type="checkbox"/>
June 2001	MSU Board of Regents discussed and approved <i>Pride & Promise Morehead State University Strategic Plan 2001-2006</i> .	<input checked="" type="checkbox"/>
July 2001	Revisions made to performance indicators based on BOR discussions of the plan.	<input checked="" type="checkbox"/>
August 2001	Reviewed <i>Pride & Promise Morehead State University Strategic Plan 2001-2006</i> with administrators, faculty, and staff at the fall administrative retreat. Distributed <i>Pride & Promise University Planbook</i> to faculty and staff at fall convocation ceremony.	<input checked="" type="checkbox"/>
September 2001	Planning staff to coordinate collection of initial baseline data for measurement of each performance indicator included in the plan.	<input type="checkbox"/>
September 2001	Final print and distribution of formal plan: <i>Pride & Promise Morehead State University Strategic Plan 2001-2006</i> .	<input type="checkbox"/>
October 2001	Collection of administrative and academic unit plan assessment reports for 2000/2001 academic period.	<input type="checkbox"/>
December 2001	Report of assessments to be submitted to the Planning Committee on each of the performance indicators included in the plan.	<input type="checkbox"/>
January 2002	Planning Committee to issue first annual "report card"	<input type="checkbox"/>
February 2002	Planning Committee to submit recommendations to the President regarding 2002/03 budget priorities based on report card analysis.	<input type="checkbox"/>

REPORT ON FIRE SAFETY PROJECTS**BOR (IV-B-5)**
September 22, 2001

Three phases of the Residence Halls Five Phase Sprinkler Installation Project have been completed. These three phases cost more than \$2,000,000 over the original estimates that were provided to the Board in 1999. We experienced significant engineering and contractor problems during the first two phases. Based upon our recommendation, the Finance and Administrative Cabinet assigned new engineers for construction administration of Phase III and design and construction administration of Phases IV and V. The new engineering consultant is Biagi, Chance, Cummins, London, Titzer, Inc. of Shelbyville, Kentucky. This change has improved project design and administration.

In the original schedule, Phase III included the installation of sprinkler systems at East Mignon Hall, West Mignon Hall, and Nunn Hall. The schedule was modified in November 2000 and the installation of the sprinkler system at Nunn Hall was delayed until Phase IV. The Phase III construction costs were greater than the initial estimate and the revised estimate for Phase IV is also significantly greater. Thus, the costs of Phase III and Phase IV Sprinkler Projects planned for the 2000-2002 biennium increased beyond the funding authorization. Therefore, Nunn Hall will again be moved back in the schedule to Phase V. A copy of the revised schedule and cost estimate is attached.

By delaying Nunn Hall to the final year of the project plan, the University should have sufficient funding authorization to proceed with the planned fire safety enhancement to Regents Hall and Wilson Hall next summer. We requested and have received approval from the State Fire Marshal's Office to defer Nunn Hall's sprinkler system installation to Phase V or the fifth year of our original schedule. Nunn Hall was chosen as the Phase IV facility to be deferred for one more year because the rooms exit to an open-air walkway and the significant cost estimate increase.

With this modification, the completion date (Fall 2003) of the original five-year schedule remains the same. With other universities undertaking similar projects and many other new State construction projects requiring installation of sprinkler systems under construction, the competition for qualified sprinkler installation contractors has dramatically increased the cost of this project. Based on the actual cost for Phases I, II, and III and revised estimates for Phases IV, and V, it is projected that our total cost for this project will increase from \$3,570,000 (the original estimate) to \$8,002,850.

MOREHEAD STATE UNIVERSITY SCHEDULE/COST ESTIMATE FOR SPRINKLER/FIRE SAFETY PROJECTS REVISED JULY 16, 2001

	Facilities	Floors	Gross Sq. Ft.	Scheduled Completion	Original Cost Estimate*	***Actual Cost or Revised Cost Estimate
<i>Phase 1 (1999)</i>						
	Cartmell Hall	18	103,165	Fall 1999		
	Alumni Tower	11	100,546	Fall 1999		
					\$900,000	***\$1,870,000
<i>Phase 2 (2000)</i>						
	Mignon Tower	16	68,204	Fall 2000		
	Mignon Hall	6	57,700	Fall 2000		
	Cooper Hall	5	35,543	Fall 2000		
					\$790,000	***\$1,200,000
<i>Phase 3 (2001)</i>						
	West Mignon Hall	5	45,113	Fall 2001		
	East Mignon Hall	6	45,127	Fall 2001		
					\$440,000	***\$1,082,850
<i>Phase 4 (2002)</i>						
	Regents Hall	5	37,464	Fall 2002		
	Wilson Hall	5	37,540	Fall 2002		
					\$360,000	\$850,000
<i>Phase 5 (2003)</i>						
	Nunn Hall**	10	104,822	Fall 2003		
	Normal Hall	4	27,270	Fall 2003		
	Waterfield Hall	5	66,774	Fall 2003		
	Butler Hall	4	35,748	Fall 2003		
					<u>\$1,080,000</u>	<u>\$3,000,000</u>
					\$3,570,000	\$8,002,850

Includes sprinklers installation, other fire safety requirements, design fees, and contingency.

* Moved from Phase 4 2002 to Phase 5 2003

** Actual Cost

Paul E. Patton
Governor

Dennis J. Langford
Commissioner

Dave Manley
State Fire Marshal



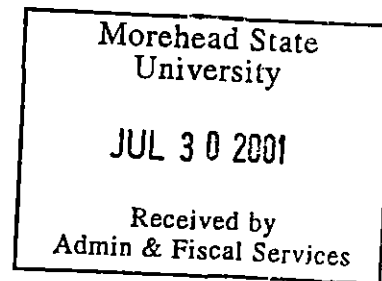
COMMONWEALTH OF KENTUCKY
DEPARTMENT OF HOUSING, BUILDINGS AND CONSTRUCTION
DIVISION OF FIRE PREVENTION
1047 US HIGHWAY 127 S, BAY 1
FRANKFORT, KENTUCKY 40601-4322
(502) 564-3626
FAX (502) 564-6799

Hazardous Materials
(502) 564-4010

Manufactured
Housing
(502) 564-4018

July 25, 2001

Mr. Porter Dailey
Vice President for Administration
And Fiscal Services
Morehead State University
202 Howell McDowell Ad. Bldg
Morehead, Kentucky 40351-1689



Dear Mr. Dailey:

Your request to delay installing the sprinkler system in NUNN HALL for one year is approved. Mr. Jess Thompson is no longer with this office. He is retiring on July 31, 2001.

If you have any questions feel free to contact me at (502) 564-3626.

Sincerely,


Carvon Hudson
Assistant State Fire Marshal





OFFICE OF VICE PRESIDENT OF
ADMINISTRATION AND FISCAL SERVICES

202 HOWELL-MCDOWELL AD. BLDG.
MOREHEAD, KENTUCKY 40351-1689
TELEPHONE: 606-783-2053
FAX: 606-783-5011

July 19, 2001

Division of Fire Prevention
Attn: Jess Thompson
1047 U.S. 127 S., Suite 1
Frankfort, KY 40601

Dear Mr. Thompson:

In 1998, Morehead State University submitted a five-year plan for installation of sprinkler systems and upgrade of fire alarm systems in our residence halls. Last October we modified Phase III (year three - 2001) and Phase IV (2002) and must now request a further modification to the plan. The construction estimate for Phase IV (2002) as amended will cause us to exceed our 2000-2002 biennial legislative authorizations.

The first two phases cost \$1.4 million greater than the original estimate. We then modified Phase III primarily to accommodate a change in engineering consultants and moved the Nunn Hall project to Phase IV. Phase III construction costs are now projected to be greater than the initial estimates and the estimates for Phase IV are also significantly greater pushing the costs of the projects planned for the 2000-2002 biennium beyond the biennial funding authorization. Therefore, we will again move Nunn Hall back in the schedule to Phase V.

By delaying Nunn Hall to the final year of the project plan, we should have sufficient funding authorization to proceed with the planned fire safety enhancements to Regents Hall and Wilson Hall next summer.

As noted last year in selecting Nunn Hall as the hall to delay, the rooms exit to an outside walkway, and thus represent less of an egress issue for its occupants in the unlikely event of a fire. The modification of our plan does not change the overall five-year schedule. It only delays Nunn Hall, again, for one year.

We certainly appreciate you and your staffs' support and advice regarding these important projects. We anticipate the 2002 General Assembly giving us the final funding approvals to complete the projects in the summer 2003.

Sincerely,

Porter Dailey
Vice President For Administration
and Fiscal Services

CC: President Eaglin
Joe Planck

Gordon Davies
Angela Martin

Sherron Jackson
Dave Manley

Attachment

MOREHEAD STATE UNIVERSITY

SCHEDULE/COST ESTIMATE FOR SPRINKLER/FIRE SAFETY PROJECTS

REVISED JULY 2001

	Facilities	Floors	Gross Sq. Ft.	Scheduled Completion	Original Cost Estimate*	***Actual Cost or Revised Cost Estimate
<i>Phase I</i> (1999)						
	Cartmell Hall	18	103,165	Fall 1999		
	Alumni Tower	11	100,546	Fall 1999		
					\$900,000	***\$1,870,000
<i>Phase II</i> (2000)						
	Mignon Tower	16	68,204	Fall 2000		
	Mignon Hall	6	57,700	Fall 2000		
	Cooper Hall	5	35,543	Fall 2000		
					\$790,000	***\$1,200,000
<i>Phase III</i> (2001)						
	West Mignon Hall	5	45,113	Fall 2001		
	East Mignon Hall	6	45,127	Fall 2001		
					\$440,000	***\$1,082,850
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	Regents Hall	5	37,464	Fall 2002		
	Wilson Hall	5	37,540	Fall 2002		
					\$360,000	\$850,000
<i>Phase V</i> (2003)						
	Nunn Hall**	10	104,822	Fall 2003		
	Normal Hall	4	27,270	Fall 2003		
	Waterfield Hall	5	66,774	Fall 2003		
	Butler Hall	4	35,748	Fall 2003		
					<u>\$1,080,000</u>	<u>\$3,000,000</u>
					\$3,570,000	\$8,002,850

Includes sprinklers installation, other fire safety requirements, design fees, and contingency.

Moved from Phase IV (2002) to Phase V (2003)

** Actual Cost

REPORT OF MAJOR GIFTS
SINCE June 9, 2001

BOR (IV-B-6)
September 22, 2001

The following is a list of gifts of \$10,000 or more that have been received and/or recorded since June 9, 2001, on behalf of the University in accordance with terms of the operating agreement between Morehead State University and the MSU Foundation, Inc.

<u>Amount</u>	<u>Donor(s)</u>	<u>Type or Purpose</u>
\$ 17,153	Anonymous	Gift-in-Kind (Equipment)
10,000	E. O. Robinson Mountain Trust	Scholarship
13,450	Terry S. Jacobs	Athletics
35,000	Ashland, Inc.	Endowment
50,000	Elmer Smith	Endowment
75,000	Student Government Association	Endowment
100,000	Ashland, Inc.	Endowment
300,000	Commonwealth of Kentucky	Program of Distinction
1,109,866	Commonwealth of Kentucky	State Matched Endowments
 \$1,710,469		

**REPORT OF PRIVATE GIVING
JULY 1, 2000 THROUGH JUNE 30, 2001**

**BOR (IV-B-7)
September 22, 2001**

Private giving to Morehead State University for 2000-2001 surpassed the \$1.5 million mark. A total of \$1,587,658.25 in gifts from 5,039 individuals, corporations, and other entities was received by the MSU Foundation, Inc., on behalf of the University during the 2000-2001 fiscal year.

Gifts-in-kind, ranging from livestock to works of art, totaled \$217,768.28. The Office of Development and Alumni Relations processed 9,897 gifts from various sources.

The most significant gifts of the year included \$177,580.80 from Ruth and E. L. Shannon; \$150,112.58 from the Addie Rader Estate; \$150,000 from the C. Louise Caudill Estate; and \$100,000 from Ashland, Inc.

Giving Summary 2000-2001

Scholarships (unendowed)	\$ 130,404.45
Endowments	799,684.81
Gifts-in-Kind	217,768.28
Eagle Athletic Fund	119,938.61
Unrestricted	87,054.51
Colleges, Departments and Other Units	232,807.59
Total	\$ 1,587,658.25

**REPORT ON PERSONAL
SERVICE CONTRACTS****BOR (VI-B-8)
September 22, 2001****Background:**

The attached list of personal service contracts represents all such contracts issued with amounts greater than \$10,000 between November 21, 2000 and September 13, 2001.

PERSONAL SERVICE CONTRACTS
November 21, 2000 through September 13, 2001

Individual/Firm	Contract Description	Contract Beginning Date	Contract Ending Date	Contract Amount	Method of Selection
University Accounting Service, Inc. Brookfield, Wisconsin	Billing and accounting service for the Federal Perkins Loan accounts.	July 1, 2001	June 30, 2002	\$ 27,000.00	Proposal
Morehead Clinic Morehead, KY	Provide health care to students of Morehead State University through the Caudill Health Clinic.	July 1, 2001	June 30, 2002	\$ 187,600.00	Reference
McBrayer, McGinnis, Leslie and Kirkland Lexington, KY	Provide legal advice and representation to Morehead State University.	July 1, 2001	June 30, 2002	\$ 40,000.00	Reference
Sturgill, Turner, Barker & Moloney, PLLC Lexington, KY	Provide legal advice and representation to Morehead State University.	July 1, 2001	June 30, 2002	\$ 30,000.00	Reference
Wes Waltrip Lexington, KY	Provide assistance to the MSU Space Science Center faculty/staff in the development of contracts, budgets, grantsmanship and other special projects.	July 1, 2001	June 30, 2002	\$ 52,000.00	Reference

PERSONAL SERVICE CONTRACTS
November 21, 2000 through September 13, 2001

Individual/Firm	Contract Description	Contract Beginning Date	Contract Ending Date	Contract Amount	Method of Selection
Crowe, Chizek and Company, LLP Louisville, KY	Conduct annual audit.	July 1, 2001	June 30, 2002	\$ 41,000.00	Proposal
Dr. Cathy Barlow Wilmington, NC	Grant evaluator for PTE Implementation Grant.	July 5, 2001	May 31, 2002	\$ 16,150.00	Reference
William M. Mercer, Inc. Louisville, KY	Create three campus climate surveys relating to the recruitment, retention and social interaction of MSU faculty, staff, students and community.	September 1, 2001	January 31, 2002	\$ 39,900.00	Reference