

will provide \$1.7 million; an additional \$43,700 will be taken from the salary incentive reserves, a fund used to assist in recruitment and retention of faculty; \$2,750,100 million will be cut from planned expenditures for various sectors; and the remaining \$1 million will come from a reduction in debt service payments. President Singletary emphasized that this is a short-term plan to deal with the reduction in State appropriation and that any significant adjustment, should these funds not be restored, will be made in the 1987-88 Operating Budget. He added that absorbing this reduction into the recurring support of the institution in 1987-88 will have a serious and visible impact on the salary levels of the employees. He also told the Trustees that if additional reductions occur in 1986-87 they can not be implemented without serious disruption in programs. President Singletary then recommended approval of the proposal for implementing the reduction in State support of the institution for 1986-87. Mr. Jones so moved. Mr. Hershey seconded the motion which carried without dissent. (See PR 3A-3 at the end of the Minutes.)

J. Proposed Amendment to the Governing Regulations (PR 3B-1)

Professor Betts moved that the proposed amendment to the Governing Regulations which was received by the Board for preliminary consideration at its October 1986 meeting be approved. The motion was seconded by Mr. Black and carried. (See PR 3B-1 at the end of the Minutes.)

K. Proposed Amendment to the Governing Regulations (PR 3B-2)

Mr. Clay moved that the proposed amendment to the Governing Regulations be received for preliminary consideration and be included on the agenda at the next regular meeting of the Board. The motion, seconded by Mr. Jones, carried. (See PR 3B-2 at the end of the Minutes.)

L. Agreement Between the University of Kentucky and the University of Kentucky Faculty Club, Inc. (PR 3C)

President Singletary recommended that the Board of Trustees reserve and dedicate the Hilary J. Boone Faculty Center for use by the University of Kentucky Faculty Club, Inc. and authorize the Vice Chancellor for Administration, Lexington Campus, to sign an agreement (attached to PR 3C) between the University of Kentucky and the University of Kentucky Faculty Club, Inc., which sets forth the obligations of the University and the Faculty Club. Professor Wilson so moved. The motion was seconded by Mrs. Hayes and unanimously carried. (See PR 3C at the end of the Minutes.)

M. 1986-87 Budget Revisions (PR 3D)

On motion made by Mr. Jones, seconded by Mr. Rose and carried, the Board approved the revisions in the 1986-87 budget as recommended in PR 3D. (See PR 3D at the end of the Minutes.)

N. Candidates for Degrees--Lexington Campus and Medical Center (PR 3E)

Mr. Black moved that the President be authorized to confer upon each individual whose name was listed in PR 3E the correct degree to which he or she is entitled, upon certification by the Registrar and approval by the University Senate that the individual has satisfactorily completed all requirements for the degree for which application has been made. His motion was seconded by Mr. Clay and unanimously carried. (See PR 3E at the end of the Minutes.)