

and 88% of the expenditures had been committed. These figures are consistent with last year. He reported that there was a 17% increase in contracts and grants, and the financial condition is strong. He moved approval of FCR 1. Mr. Grayson seconded the motion, and it passed. (See FCR 1 at the end of the Minutes.)

Q. Disposal of Surplus Property (FCR 2)

Mr. Hardymon called attention to the report, noting the broader look at surplus property by having categories listed and more detail on the attachment. Further, anything with a value of less than \$10,000 can be handled without approval by the Board and by the process of bids and auctions. This approval is now for the 1997-98 disposal of surplus property. He moved approval of FCR 2. Mr. Chellgren seconded the motion, and it passed. (See FCR 2 at the end of the Minutes.)

R. Designation of Depository Bank (FCR 3)

Mr. Hardymon said FCR 3 is a recommendation that the Board approve Fifth Third Bank, Cynthiana, Kentucky, to serve as a depository bank for the University of Kentucky and its affiliated corporations. He reviewed the process and said that Fifth Third Bank was selected on the basis of lowest cost to the University. He noted that Fifth Third Bank in Cynthiana is new, and they are handling the rather small banking business for the Maysville Community College. He moved approval of FCR 3. His motion, seconded by Mr. Grayson carried. (See FCR 3 at the end of the Minutes.)

S. Report of Leases (FCR 4)

Mr. Hardymon reviewed the lease agreements in FCR 4 and moved that the Board accept the President's report of the lease agreements not exceeding \$30,000 in value. He noted that these lease agreements were all renewals. His motion, seconded by Mrs. Weinberg, passed. (See FCR 4 at the end of the Minutes.)

T. Approval of Leases (FCR 5)

Mr. Hardymon reviewed the lease agreements in FCR 5 and moved that the Board authorize the Vice President for Fiscal Affairs to negotiate and execute the lease agreements in excess of \$30,000. Mr. Shoop seconded the motion, and it carried. (See FCR 5 at the end of the Minutes.)

U. Purchase of Property (FCR 6)

Mr. Hardymon moved that the Board approve FCR 6 which called for the purchase of property at 628-632 Lawrence Street. He noted that this property is located in the University of Kentucky acquisition area as approved by the Board in the 1996-98