

FCR 7

Office of the President
October 25, 2011

Members, Board of Trustees:

2011-12 BUDGET REVISIONS

Recommendation: that the Board of Trustees authorize and approve the following revisions to the fiscal year 2011-12 budget. The budget revisions outlined below will increase the University of Kentucky's total budget by \$2,805,700 – from \$2,674,768,400 to \$2,677,574,100.

	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
A. <u>GENERAL FUND</u>			
1. Income Estimates			
Student Tuition and Fees			
Fees			
Non Credit	\$ 6,093,400	\$ 6,130,900	\$ 37,500
Gifts, Grants and Contracts			
Non-Governmental Grants and Contracts	152,005,300	152,632,500	627,200
State and Local Grants and Contracts	18,527,500	18,752,500	225,000
Sales and Services			
Departmental Sales and Services	16,346,500	16,005,500	(341,000)
UK Affiliated Corporations			
The Fund for Advancement of Education and Research in the University of Kentucky Medical Center	17,947,500	18,214,900	<u>267,400</u>
		\$	816,100
2. Expenditures			
Finance and Administration			
Human Resource Services	\$ 5,279,300	\$ 5,339,300	\$ 60,000
Provost			
College of Dentistry			
Department of Oral Health Practice	5,306,800	5,036,800	(270,000)

A. GENERAL FUND (continued)

2. Expenditures (continued)
Provost (continued)

	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
College of Fine Arts			
Singletary Center for the Arts	\$ 797,300	\$ 396,300	\$ (401,000)
College of Medicine			
Administration	6,965,900	7,593,100	627,200
College of Nursing			
Instruction	7,576,100	7,738,400	162,300
Institutional Diversity			
Office of the Vice President	931,900	969,400	37,500
Research			
Interdisciplinary Human Development Institute	394,800	619,800	225,000
UK Affiliated Corporations			
The Fund for Advancement of Education and Research in the University of Kentucky Medical Center	6,204,200	6,579,300	<u>375,100</u>
			\$ 816,100

3. Comments: Income from Student Tuition and Fees will increase \$37,500 due to the Summit on Diversity and Inclusion conference held by the Institutional Diversity program. These revenues will be used to support program expenses in Institutional Diversity.

Gifts, Grants and Contracts will increase \$627,300 from additional revenues from Kentucky Medical Service Foundation contracts which were understated during the fiscal year 2011-12 budget development process.

In addition, \$225,000 is expected from revenues generated from the newly formed Driver Rehabilitation program offered by the Interdisciplinary Human Development Institute. This program provides high quality evaluation and training for drivers with disabilities. These revenues will be used to support program expenses in the Interdisciplinary Human Development Institute.

The general funds budget for Departmental Sales and Services will decrease by a net \$341,000 due to a movement of the \$401,000 budget for the Singletary Center for the Arts to auxiliary funds and, the expectation of \$60,000 from the new on-line records request system in Human Resources Services. This system allows businesses and government agencies to request verification of UK employees' (current and former) employment.

3: Comments (continued):

The increase of \$267,400 in the Fund for Advancement of Education and Research in the University of Kentucky Medical Center (The Fund) is due to a combination of primarily an increase of \$537,400 from changes in contracts with Central Baptist Hospital and Good Samaritan Nursing Center; and a decrease of \$270,000 due to an over estimation of anticipated patient revenue in the Dentistry Practice Plan.

The \$537,400 will be used to support expenses associated with The Fund including hiring of additional temporary technicians in the Good Samaritan Nursing Center.

	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
B. <u>AUXILIARY FUND</u>			
1. Income Estimates			
Auxiliary Enterprises			
Other	\$ 8,339,600	\$ 9,329,200	\$ 989,600
2. Expenditures			
Provost			
College of Fine Arts			
Singletary Center for the Arts	\$ 0	\$ 989,600	\$ 989,600
3. <u>Comments</u> : Income from Auxiliary Enterprises is expected to increase \$989,600 due to revenues from ticket sales and rental income by the Singletary Center for the Arts. This revision includes movement of \$401,000 inadvertently budgeted in the general fund to the auxiliary fund. These funds will be used to support the Singletary Center for the Arts operations.			

	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
C. <u>RESTRICTED FUND</u>			
1. Income Estimates			
Gifts, Grants and Contracts			
Gifts, and Other Grants and Contracts	\$ 34,775,500	\$ 35,775,500	\$ 1,000,000
2. Expenditures			
Provost			
Office of the Provost Administration	\$ 1,084,900	\$ 2,084,900	\$ 1,000,000

3. Comments: Restricted gifts, grants and contracts income is expected to increase by \$1million from a gift provided by Lexmark to support the renovation of the Old Northside Library for the Biology program and STEM education.

Action taken: Approved Disapproved Other _____