FCR 4

Office of the President
June 10, 2014

Members, Board of Trustees:

FISCAL YEAR 2014-15 OPERATING AND CAPITAL BUDGET

<u>Recommendation</u>: that the Board of Trustees:

1. Approve the <u>Fiscal Year 2014-15 Operating and Capital Budget</u>.

2. Approve the appropriation and allocation of all fund balances for future operations, to include amounts necessary to cover accounts receivable and inventories that will represent assets on the audited balance sheet of the University of Kentucky as of June 30, 2014. These audited balances may be different than the estimates incorporated in the proposed budget. Since the books of account for the University of Kentucky are maintained on a full accrual basis, this action will provide the authorization to expend accumulated fund balances as necessary to maintain a sound financial position during Fiscal Year 2014-15.

3. Order that the Operating and Capital Budget be recorded as an integral part of the University's financial system with the necessary fiscal control being exercised for the collection and appropriation of income and for the expenditure of departmental appropriations in accordance with authorized fiscal policies and procedures.

4. Accept the Operating and Capital Budget as the basis of maximum expenditure for Fiscal Year 2014-15, subject to item number two above and other Board approved revisions.

<u>Background</u>: Pursuant to the Governing Regulation II.E.2(c), the Finance Committee shall oversee the budgets of the University by reviewing and recommending to the Board of Trustees on the annual operating budgets. The University's recommended Fiscal Year 2014-15 consolidated Operating and Capital Budget totals $3,010,837,600, an increase of $282,768,200, or 10.4 percent, compared to the Fiscal Year 2013-14 revised budget. The <u>Fiscal Year 2014-15 Operating and Capital Budget</u> will be provided as a separately bound document. The document will also be available online at: http://www.uky.edu/OPBPA .

Action taken: ☑ Approved   ❑ Disapproved   ❑ Other ⸻⸻⸻⸻