FCR 4

Office of the President
May 8, 2015

Members, Board of Trustees:

<u>2014-15 BUDGET REVISIONS</u>

<u>Recommendation</u>: that the Board of Trustees authorize and approve the following revisions to the 2014-15 budget. The budget revisions outlined below will increase the University of Kentucky's total budget by $10,678,500, or .35 percent, to $3,027,343,600.

	Approved <u>Budget</u>	Revised <u>Budget</u>	<u>Change</u>
A. <u>GENERAL FUND</u>			
1. Income Estimates			
Student Tuition and Fees			
Tuition			
Fall, Spring and Winter	$359,797,200	$360,081,700	<u>$ 284,500</u>
			$ 284,500
2. Expenditures			
Provost			
Gatton College of Business			
and Economics			
Graduate Center	$ 998,000	$ 1,282,500	<u>$ 284,500</u>
			$ 284,500

3. <u>Comments</u>: Tuition revenue is expected to increase by $284,500 due to the new Joint Executive Master in Business Administration (EMBA) program offered by the University of Kentucky (UK) and the University of Louisville (UofL). The first cohort began in August 2014. UofL assesses and collects all tuition and fees for the program and remits 50 percent of the collections to UK. These funds will be used to support the EMBA program expenses.

	Approved Budget	Revised Budget	Change

B. AUXILIARY FUND

1. Income Estimates
   Sales and Services
     Departmental Sales and Services

	Approved Budget	Revised Budget	Change
Dining Operations	$5,140,500	$15,534,500	$10,394,000
			$10,394,000

2. Expenditures
   Executive Vice President for
    Finance and Administration
     Auxiliary Services

	Approved Budget	Revised Budget	Change
Food Service Operations	$3,963,900	$14,357,900	$10,394,000
			$10,394,000

3. Comments: In accordance with generally accepted accounting principles for public institutions, the University will recognize additional revenue during the fiscal year as a result of the public-private partnership for dining operations. Revenue from the private partner that will be recognized as a service concession arrangement includes, but is not limited to, guaranteed commissions, facility improvements, and funds provided to establish two quasi-endowments.

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