

# FCR 6

Office of the President  
April 27, 2010

Members, Board of Trustees:

## 2009-10 BUDGET REVISIONS

Recommendation: that the Board of Trustees authorize and approve the following revisions to the 2009-10 budget. The budget revisions outlined below will increase the University of Kentucky's total budget by \$16,618,700 – from \$2,433,189,800 to \$2,449,808,500.

	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
<b>A. <u>GENERAL FUND</u></b>			
1. Income Estimates			
Tuition and Fees			
Noncredit Fees	\$10,336,800	\$ 10,585,700	\$ 248,900
Other Fees	12,238,300	12,338,300	100,000
County Appropriations	15,855,300	17,166,300	1,311,000
Gifts, Grants, and Contracts			
Grants and Contracts – State	18,383,500	18,413,500	30,000
Departmental Sales and Services	20,220,900	20,269,500	48,600
Fund Balances – University	95,880,300	109,722,600	<u>13,842,300</u>
			\$15,580,800
2. Expenditures			
Finance and Administration			
Human Resource Services	\$ 4,589,800	\$ 4,638,400	\$ 48,600
Provost			
Agricultural Cooperative Extension Service			
Field Programs	35,517,000	36,828,000	1,311,000
Multidisciplinary Graduate Programs			
James W. Martin School of Public and Policy Administration	2,006,000	2,254,900	248,900
Enrollment Management			
Registrar	7,534,300	7,634,300	100,000

	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
2. Expenditures (continued)			
Undergraduate Education			
Associate Provost for			
Undergraduate Studies	\$ 1,157,400	\$ 1,187,400	30,000
University Wide			
General Operating and Capital			
Projects	95,736,100	109,578,400	<u>13,842,300</u>
			<u>\$15,580,800</u>

3. Comments – Noncredit fees will increase by \$248,900 for the International Public Policy and Management Institute in the Multidisciplinary Graduate Programs James Martin School of Public Policy and Administration. These fees are a result of a Memorandum of Agreement with South Korea for the University to provide continuing education seminars.

Other Fees will increase by \$100,000 due to additional revenues received from advising conferences for undergraduate students. The additional revenues will support direct expenses associated with the conferences.

County appropriations will increase \$1,311,000 to support field programs in the Agriculture Cooperative Extension Service.

Gifts, Grants and Contracts will increase \$30,000 as a result of funding received from the Council on Postsecondary Education to support the Adult Learning Initiative. Through the joint efforts of the Office of Undergraduate Education and the Office of Institutional Research, Planning, and Effectiveness, this funding will be used to strengthen efforts to increase bachelor degree attainment by non-traditional students.

Departmental Sales and Services is expected to increase \$48,600 primarily as a result of a contract with Focus Health Solutions for rights to the BeHip Program, a behavioral health improvement plan for employees, retirees, spouses, and sponsored dependents.

A net fund balance increase of \$13,842,300 is recommended to reflect a \$15,500,000 million internal loan to fit-up the lab and research space on the fourth and fifth floors of the new Pharmacy Building and a -\$1,657,700 adjustment because actual fund balances as of June 30, 2009 were less than originally estimated. The internal loan will be repaid by the Provost in accordance with the University's revised debt policy.

	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
<b>B. <u>RESTRICTED FUND</u></b>			
1. Income Estimates			
Gifts, Grants, and Contracts			
Operating and Capital Gifts	\$83,255,400	\$83,281,800	\$ 26,400
2. Expenditures			
Provost			
Institutional Diversity			
Office of the Vice President	\$ 30,500	\$ 32,900	\$ 2,400
Partnership Institute for Mathematics and Science Reform	1,000	25,000	<u>24,000</u>
			\$ 26,400
3. <u>Comments</u> – Gifts, Grants, and Contracts are expected to increase \$26,400 due to unbudgeted funds received for the Partnership Institute for Mathematics and Science Reform (PIMSR) and the Jamal Mashburn Scholarship program. The PIMSR funds will support math and science workshops and conferences. The Jamal Mashburn Scholarship program supports at-risk Fayette County high school students.			

	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
<b>C. <u>AUXILIARY FUND</u></b>			
1. Income Estimates			
Departmental Sales and Services	\$58,155,500	\$58,147,000	\$ (8,500)
2. Expenditures			
Provost			
College of Engineering			
Center for Robotics and Manufacturing Systems	\$ 76,300	\$ 64,800	\$ (11,500)
College of Medicine			
Office of Academic Affairs	0	3,000	<u>3,000</u>
			\$ (8,500)
3. <u>Comments</u> – Departmental Sales and Services are expected to decrease a net \$8,500 primarily due to an expected decline in the usage of the rapid prototyping machines in the Center for Manufacturing. Additional revenue is anticipated from workshops and exams offered by the Standardized Patient Service Center in the College of Medicine.			

<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
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D. AFFILIATED CORPORATIONS

The Fund for Advancement of Education and Research in the University of Kentucky  
Medical Center

- |   |              |              |             |
|---|--------------|--------------|-------------|
| 1. Income Estimates   |              |              |             |
| Departmental Sales and Services   | \$13,619,100 | \$14,639,100 | \$1,020,000 |
| 2. Expenditure  | \$ 9,373,800 | \$10,393,800 | \$1,020,000 |
| 3. <u>Comments</u> – The Fund for Advancement of Education and Research revenue is expected to increase by \$1,020,000 from ticket sales for Overture of Healing, an event to benefit the Lucille Caudill Little Performing Arts in Healthcare Program. Expenditure plans will reflect expenses associated with planning and programmatic activities associated with the event. |              |              |             |

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Action taken:     Approved     Disapproved     Other \_\_\_\_\_