

FCR 5

Office of the President
December 10, 2019

Members, Board of Trustees:

FY 2019-20 BUDGET REVISIONS

Recommendation: that the Board of Trustees authorize and approve the following revisions to the FY 2019-20 budget. The budget revisions outlined below will decrease the University of Kentucky's current funds budget by \$9,264,300 – from \$4,190,939,600 to \$4,181,675,300.

	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
A. <u>GENERAL FUND</u>			
1. Income Estimates			
Sales and Services			
Department Sales and Services			
Central Kentucky Management			
Services, Inc.	\$ 6,617,300	\$ 6,438,900	\$(178,400)
Appropriated Fund Balances	230,208,900	220,021,900	<u>(10,187,000)</u>
			\$(10,365,400)
2. Expenditures			
Provost			
Central Kentucky Management			
Services, Inc.	\$ 6,617,300	\$ 6,438,900	\$ (178,400)
University Wide			
Operating and Capital			
Projects	142,785,500	132,598,500	<u>(10,187,000)</u>
			\$(10,365,400)

3. Comments – The budgets of affiliated corporations included in the University's total original budget are, in some instances, tentative, subject to the approval of their respective boards. The minor revision to Sales and Services income for the Central Kentucky Management Service, Inc. is necessary to reflect the budget approved by its Board.

Fund balances are generated or saved over multiple years and, generally, are committed for capital projects and various strategic initiatives such as activities related to student success and recruitment, and research. The FY

2019-20 Operating Budget, approved by the Board of Trustees on June 21, 2019, included a projected General Fund balance of \$230,208,900. The actual fund balance as of June 30, 2019 was \$220,021,900, or \$10,187,000 less than originally projected.

	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
B. <u>AUXILIARY FUND</u>			
1. Income Estimates			
Student Tuition and Fees			
Fees			
Mandatory Fees			
Student Health	\$ 8,314,900	\$ 8,512,700	\$ 197,800
Appropriated Fund Balances	10,018,500	10,921,800	<u>903,300</u>
			\$ 1,101,100
2. Expenditures			
Finance and Administration			
Auxiliary Services			
Administration	\$ 1,625,200	\$ 1,703,400	\$ 78,200
Campus Services			
University Police	0	500,000	500,000
Procurement, Risk Management and Administrative Services			
Supply Center	95,000	120,100	25,100
Provost			
College of Fine Arts			
Singletary Center for the Arts	867,700	1,167,700	300,000
Student and Academic Life			
Counseling and Testing	557,200	755,000	<u>197,800</u>
			\$1,101,100

3. Comments – The budget for Student Health Mandatory Fees income was under-estimated during the Fiscal Year 2019-20 budget development process and will be increased by \$197,800 to reflect revised projections. The additional revenue will support the Counseling Center to better serve students.

The budgets of Appropriated Fund Balances for several service centers will increase by \$603,300 to reflect the actual balances as of June 30, 2019 to support service center operations. In addition, the Singletary Center for the Arts requested authority to budget \$300,000 of prior year fund balances for a capital project to repair lighting.

Action taken: Approved Disapproved Other _____