University of Kentucky

Fulfilling Our Promise to Kentucky

Presentation to the House Budget Review Subcommittee on Higher Education

Eli Capilouto, President
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Total Impact of the Proposed Base Reduction

The state’s $267 million investment is UK’s “first dollar,” which we leverage into a $3.7 billion economic engine for Kentucky.

A 6.25% reduction in our state appropriation is equivalent to more than $16 million.

The reduction will affect:
- 30,400 students
- 20,000 faculty and staff
- 1.5 million patients
- 120 Kentucky counties

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The $10.2 million in program eliminations and reductions decreases the state’s investment by an additional 3.55%.

Program Reductions:
- Center for Applied Energy Research ($2.63 million)
- Livestock Diagnostic Laboratory ($2.06 million)

Program Eliminations:
- Agriculture Public Service ($1.8 million)
- Hospital Direct Support ($1.1 million)
- Robinson Scholars ($1 million)
- University Press ($672,500)
- Center for Entrepreneurship ($612,900)
- Mining Engineering Scholarship ($300,000)
Potential Impact of Other Proposed Eliminations and Reductions

Kentucky’s investment produces a multiplier effect that supports the entire academic, research, health care, and service enterprise.

There are multiple “pass through” program reductions or eliminations that affect UK.

We need clarification on the total scope and impact of these proposals, which include:

- Collaborative Center for Literacy Development ($1.2 million)
- Ovarian Cancer Screening Outreach Program ($800,000)
- Kentucky Transportation Center ($290,000)
- Professional Education Preparation ($239,200)
- Minority Student College Preparation ($167,100)
- Coal County College Completion Scholarship ($146,862)
- Southern Regional Education Board Doctoral Scholars ($60,000)
- Work Study Scholarships ($60,000)
Undermining Kentucky’s Talent

Workforce Development
- Robinson Scholars
- Mining Engineering Scholarship
- Coal County College Completion Scholarship
- UK Leveraging Economic Affordability for Developing Success

Economic Development - EnerBlu
- $400 million investment, bringing 900 jobs to Pikeville and Lexington
- UK Center for Applied Energy Research
  - Carbon materials
  - Clean fuels and chemicals
  - Environmental and coal technologies

Shane Allen
Clay County
Class of 2015, BS Doctor of Physical Therapy

237 Mining Engineering Scholars since Fall 2006
750 Robinson Scholars since Fall 2001
Addressing Kentucky’s Public Health

University of Kentucky Regulatory Services

• The only consumer protection and farmer support agency of its kind in the state, supporting Kentucky’s $45 billion agriculture industry.
• Ensures safety and usability of fertilizer, feed, and seed. In 2017, the lab issued stop-sale orders on 206 fertilizer samples containing adulterants potentially harmful to home gardens, farms, and pet food.
• Analyzes animal medication to ensure suitability and quality in meat, milk, and egg products.
• Analyzes nearly 47,000 soil samples submitted by farmers and homeowners, annually.
• Monitors milk and cream handling systems.

University of Kentucky Veterinary Diagnostic Laboratory

• Works with the state and federal partners to prevent outbreaks of infectious diseases like High Path Avian Flu, Mad Cow Disease, and others that potentially can impact both animals and humans.
  • For every $1 the state invests in the diagnostic laboratory, the service generates $6.40 for the large animal industry.*
  • For every $1 the state invests in the diagnostic laboratory, the service generates $71.60 for the poultry industry.*

*Source: Purdue University Study
We Want to Be Your Partner

Additional clarification on:

– The total scope of program reductions and eliminations;

– Language related to the reduction and elimination of programs, and the institution’s ability to respond;

– And, the number and scope of capital projects and projects included in the asset preservation renewal pool.