

FCR 7

Office of the President
December 14, 2021

Members, Board of Trustees:

FY 2021-22 BUDGET REVISIONS

Recommendation: that the Board of Trustees authorize and approve the following revisions to the FY 2021-22 budget. The budget revisions outlined below will decrease the University of Kentucky's current funds budget by \$4,637,500 from \$5,078,502,700 to \$5,073,865,200.

	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
A. <u>GENERAL FUND</u>			
1. Income Estimates			
Sales and Services			
Departmental Sales and Services			
Other	\$38,391,500	\$38,387,500	(\$4,000)
Appropriated Fund Balances	272,448,400	267,679,900	<u>(4,768,500)</u>
			\$4,772,500)
2. Expenditures			
College of Health Sciences			
Athletic Training and			
Clinical Nutrition	\$789,300	\$785,300	(\$4,000)
University Wide			
Operating and Capital Projects	157,892,700	153,124,200	<u>(4,768,500)</u>
			(\$4,772,500)

3. Comments – The decrease in sales and services is due to the overestimation of the Athletic Training and Clinical Nutrition recharge operations budget during the Fiscal Year 2021-22 budget development process. The rate will be adjusted accordingly.

Fund balances are generated or saved over multiple years. The FY 2021-22 Operating Budget, approved by the Board of Trustees on June 17, 2021, included expenditures supported with projected General Fund, fund balances of \$272,448,400. Based on actual General Fund, fund balances as of June 30, 2021, committed for capital projects and various strategic initiatives, the budget for General Fund, fund balances will decrease by \$4,768,500.

	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
B. <u>AUXILIARY FUND</u>			
1. Income Estimates			
Sales and Services			
Other	\$6,219,900	\$6,212,000	(\$7,900)
Appropriated Fund Balances	9,721,200	11,836,300	<u>292,200</u> \$284,300
2. Expenditures			
Finance and Administration			
Auxiliary and Administrative			
Services			
Purchasing	\$0	\$322,100	\$322,100
Campus Services			
University Police	103,200	95,300	(7,900)
Facilities Management			
Physical Plant	1,809,600	1,716,000	(93,600)
Utilities and Energy Management	855,200	1,175,600	320,500
Human Resource Services			
Employment	60,000	85,100	25,100
Temporary Employment	500,000	655,000	155,000
Information Technology Services			
Enterprise Computing Services	967,100	530,200	<u>(436,900)</u> \$284,300

3. Comments – The \$7,900 decrease in the Sales and Services budget is due to less than expected sales for the Medical Center Security service center operations.

The \$292,200 increase in Appropriated Fund Balances for several service centers reflects actual balances as of June 30, 2021. The funds will be used to support operations in the associated service centers.

	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
C. <u>RESTRICTED FUND</u>			
1. Income Estimates			
UK Gluck Equine Research			
Foundation Inc.			
Appropriated Fund Balances	\$162,300	\$13,000	(\$149,300)
2. Expenditures			
UK Gluck Equine Research			
Foundation Inc.	\$326,200	\$176,900	(\$149,300)

3. Comments –The affiliated corporation budgets contained in the university's original operating budget are, in some instances, tentative, subject to the approval of their respective boards. UK Gluck Equine Research Foundation Inc. budget is being reduced to reflect the budget approved by its corporate board.

Action taken: ☒ Approved ☐ Disapproved ☐ Other _____