

FCR 5

Office of the President
May 1, 2018

Members, Board of Trustees:

2017-18 BUDGET REVISIONS

Recommendation: that the Board of Trustees authorize and approve the following revisions to the 2017-18 budget. The budget revisions outlined below will decrease the University of Kentucky's total budget by \$2,074,900 – from \$3,707,416,900 to \$3,705,342,000.

	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
A. <u>GENERAL FUND</u>			
1. Income Estimates			
State Appropriations Operating	\$ 253,677,400	\$ 251,006,500	\$ <u>(2,670,900)</u>
			\$ (2,670,900)
2. Expenditures			
University Wide			
Operating and Capital Projects	\$ 160,517,400	\$ 157,846,500	\$ <u>(2,670,900)</u>
			\$ (2,670,900)
3. Comments – In response to an estimated revenue shortfall, Governor Matthew Bevin issued General Fund Budget Reduction Order 18-01 reducing state appropriations of each Kentucky public university and the Kentucky Community and Technical College System by one percent for FY 2017-18. The budget reduction for the University of Kentucky is \$2,670,900. The reduction will be absorbed centrally with non-recurring fund balances.			
	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
B. <u>AUXILIARY FUND</u>			
1. Income Estimates			
Sales and Services			
Departmental Sales and Services - Other	\$ 9,326,400	\$ 9,342,400	\$ <u>16,000</u>

	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
2. Expenditures			
Provost			
College of Engineering			
Electrical Engineering	\$ 0	\$ 16,000	\$ <u>16,000</u>
			\$ 16,000

3. Comments – The Center for Nanoscale Science and Engineering Service Center will earn \$16,000 of external income to be classified as Departmental Sales and Services - Other. This information was not known during the FY 2017-18 budget development process.

	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
C. <u>RESTRICTED FUND</u>			
1. Income Estimates			
Gifts, Grants and Contracts			
Gifts, Other Grants, and			
Contracts – Other	\$ 18,311,200	\$ 18,391,200	\$ 80,000
Appropriated Fund Balances	84,643,600	85,143,600	<u>500,000</u>
			\$ 580,000

2. Expenditures			
President			
Philanthropy			
Administration	\$ 1,244,100	\$ 1,324,100	\$ 80,000
Provost			
Lewis Honors College			
Administration and			
Instruction	7,700	507,700	<u>500,000</u>
			\$ 580,000

3. Comments – Gifts, Other Grants, and Contracts will increase \$80,000 due to anticipated gifts from a new Parents Annual Giving Program. Funds will support expenses associated with the Program.

The budget of Appropriated Fund Balances will be increased by \$500,000 to support the Lewis Honors College Facilities capital project. This revision will provide budget authority to transfer the final \$500,000 payment of a pledge received in the prior year to the project.

Action taken: Approved Disapproved Other _____