

FCR 5

Office of the President
December 9, 2008

Members, Board of Trustees:

2008-09 Budget Revisions

Recommendation: that the Board of Trustees authorize and approve the following revisions to the 2008-09 budget. The budget revisions outlined below will increase the University of Kentucky's total budget by \$22,333,500 – from \$2,205,613,700 to \$2,227,947,200.

	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
A. <u>GENERAL FUND</u>			
1. Income Estimates			
Departmental Sales and Services	\$20,178,700	\$20,192,200	\$13,500
Fund Balances	81,155,400	103,227,900	<u>22,072,500</u>
			\$22,086,000
2. Expenditures			
Provost			
Center for Clinical Translational Sciences	\$ 558,200	\$ 571,700	\$13,500
University Wide			
General Operating and Capital Projects	79,331,600	101,404,100	<u>22,072,500</u>
			\$22,086,000
3. <u>Comments</u> – The 2008-09 Operating Budget approved by the Board of Trustees included a projected fund balance of \$81,155,400. The actual fund balance was higher as a result of unspent funds in various reserve accounts and other excess revenues in many areas of the university. Additional expenditure authority of \$22,072,500 is requested to fully recognize the funds available.			

Departmental Sales and Services are estimated to increase by \$13,500 for professional laboratory testing services provided by the General Clinical Research Center. The Center acts as a conduit for clinical research services provided to other centers across the United States.

	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
B. <u>RESTRICTED FUND</u>			
1. Income Estimates			
Endowment and Investment			
Income	\$23,805,700	\$23,807,300	\$1,600
Gifts, Grants and Contracts – Other	92,351,400	92,493,500	<u>142,100</u>
			\$143,700
2. Expenditures			
President			
Development	\$92,800	\$214,800	\$122,000
Provost			
Kentucky Tobacco Research and			
Development Center	3,007,700	3,027,800	20,100
Institutional Diversity			
Office of the Vice			
President	20,700	22,300	<u>1,600</u>
			\$143,700
3. <u>Comments</u> – Gifts, grants and contracts are expected to increase by \$142,100 to support fundraising activities coordinated by the Development Office and to support research activities related to tobacco research and development.			

Additional endowment and investment income budget authority of \$1,600 is requested from the establishment of the Risner Family Endowment to support scholarships.

C. AUXILIARY FUND

1. Income Estimates			
Departmental Sales and			
Services	\$55,816,300	\$55,834,300	<u>\$18,000</u>
			\$18,000
2. Expenditures			
Provost			
College of Engineering			
Engineering Electron Microscopy	\$31,300	\$11,400	\$(19,900)
College of Medicine			
Neurology	0	37,900	<u>37,900</u>
			\$18,000

3. Comments – Departmental Sales and Services are expected to increase by a net \$18,000 from increased research programs in the Department of Neurology and a decrease in income to the Engineering Electron Microscopy Facility program. A major customer of the facility purchased equipment previously provided by the program.

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

1. Income Estimates

The Fund for Advancement of
Education and Research

\$9,998,500	\$10,084,300	\$85,800
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4. Expenditures

The Fund for Advancement of
Education and Research

\$9,998,500	\$10,084,300	\$85,800
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5. Comments – Prior year fund balance from the Dean of the College of Medicine’s Academic Enhancement Fund will be used for faculty recruitment and retention efforts.

Action taken: Approved Disapproved Other _____