

UNIVERSITY OF KENTUCKY BOARD OF TRUSTEES

Angie Martin, Vice President for Financial Planning and
Chief Budget Officer



Topics

Results of 2024 Kentucky General Assembly

Consolidated Budget and Fund Groups

FY 2024-25 Undesignated General Funds: Revenues

AY 2024-25 Tuition & Mandatory Fees

FY 2024-25 Budget: Undesignated General Funds:
Expenses

Summary and FCR 7 and FCR 8 Recommendations



Results of 2024 Kentucky General Assembly

Incremental State Appropriation Increases

Regular Appropriations

- \$11.1 million for inflationary adjustment
- \$ 9.9 million for State, Fire and Tornado Fund insurance
- \$ 1.4 million additional from Postsecondary Education Performance Fund
- \$ 500,000 for Cancer Registry Mandated Program

Special Appropriations

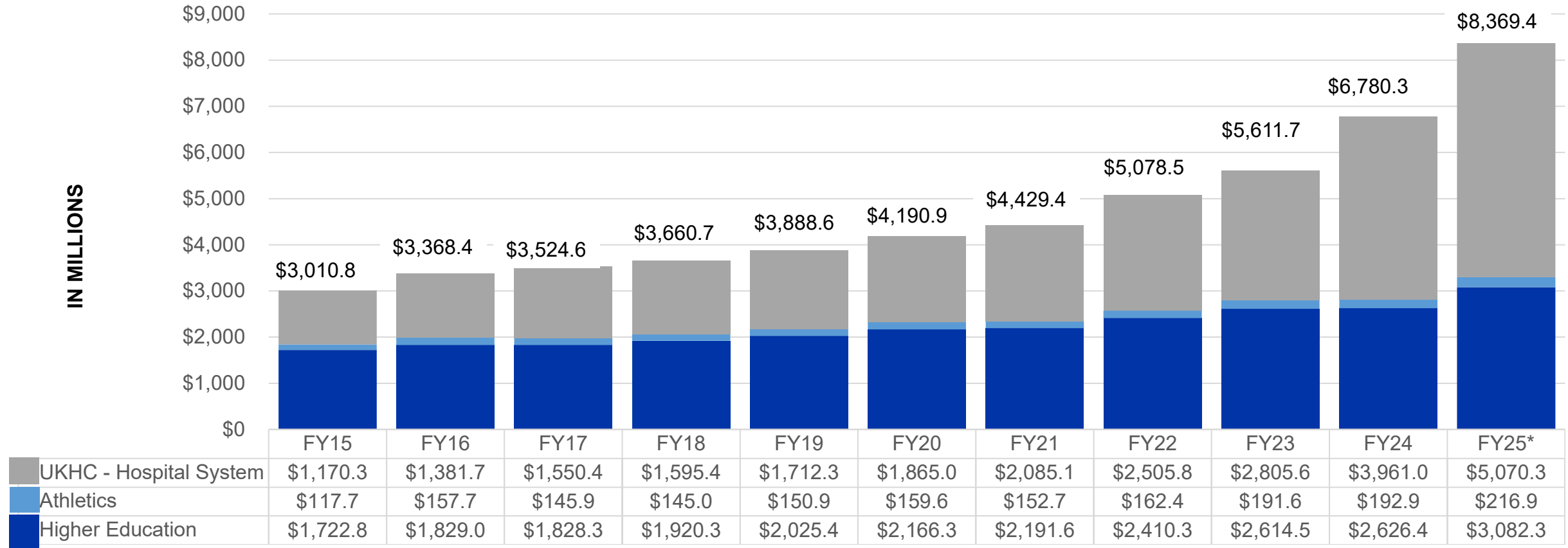
- \$ 5.0 million for UK Markey Cancer Center
- \$ 1.0 million Immune Dysregulation Research
- \$20.0 million for UK Center for Applied Energy Research quasi endowment

Capital Investment

- \$2.0 billion legislative authorization for Expand Patient Care Facility
- \$123.5 million state bonds for Asset Preservation (\$30.9 million required match)
- \$200.0 million state bonds for Agriculture Research Facility

FISCAL YEAR 2024-25 BUDGET

University of Kentucky Consolidated Original Budget



Figures based on revenues. FY 2015 – 2018, UKHC-Hospital System includes hospital state appropriation.

*Pending

Background:

The consolidated operating budget is balanced and:

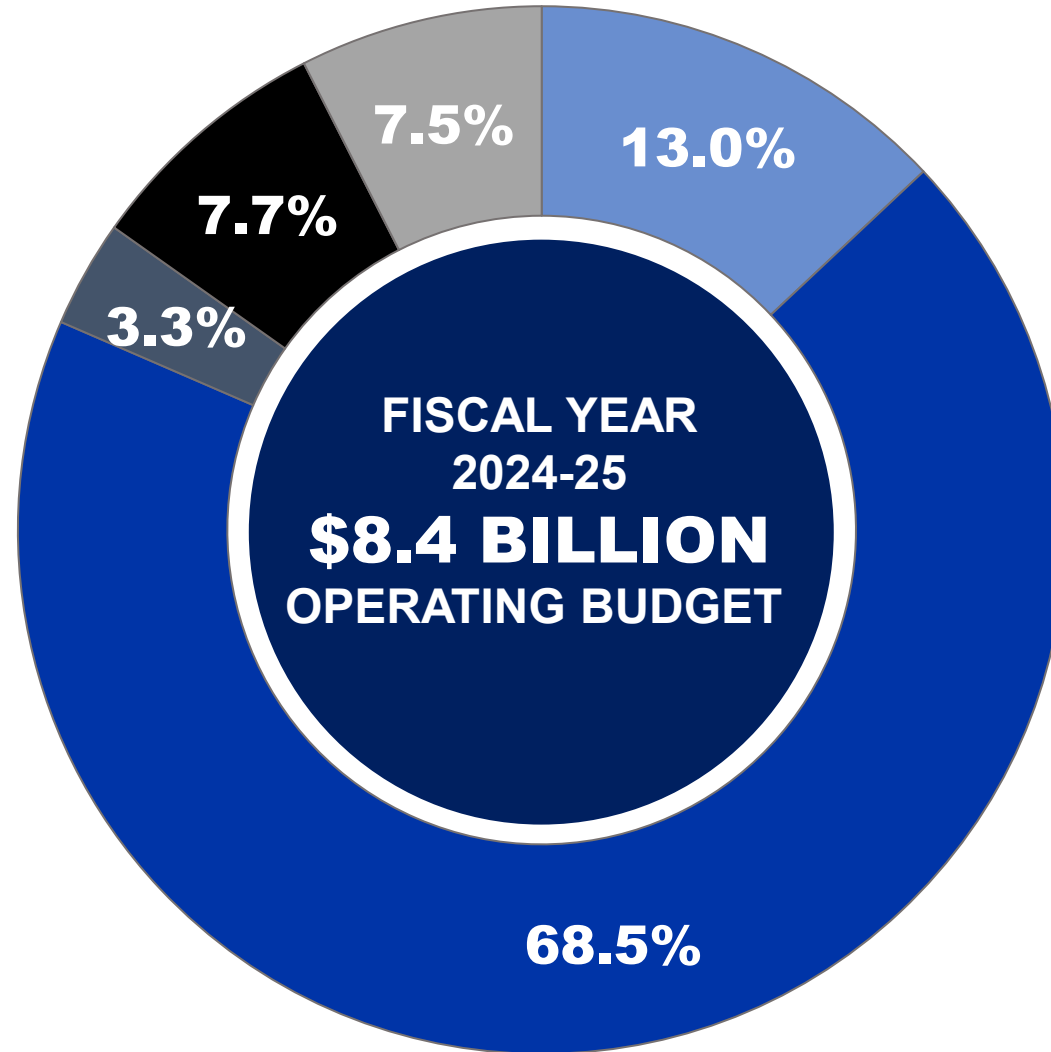
- establishes expenditure authority for each area, college and department
- includes all components of the University (e.g., academic enterprise, hospital system, clinical patient care, research, philanthropy, athletics)
- includes Current Funds only

FISCAL YEAR 2024-25 BUDGET

**Designated
General Funds
68.5%**

**Undesignated
General Funds
13.0%**

**Restricted
Funds
7.7%**



**Auxiliary
Funds
3.3%**

**Fund
Balances
7.5%**

FISCAL YEAR 2024-25 BUDGET

Undesignated general funds: five-year revenue history

RECURRING BUDGET	FY 2020-21	FY 2021-22	FY 2022-23	FY 2023-24	RECOMMENDED FY 2024-25
State Appropriations, Total	\$265.2	\$271.3	\$318.2	\$309.7	\$358.6
<i>Performance Funds*</i>	\$6.6	\$6.1	\$30.9	\$33.3	\$34.7
<i>Mandated Programs**</i>	\$80.6	\$80.6	\$91.7	\$91.7	\$102.1
<i>Special Appropriations</i>			\$11.0	\$0	\$26.0
Student Tuition	490.0	507.2	557.0	581.7	630.8
Other	54.0	63.1	71.4	86.6	94.2
Total	\$809.2	\$841.6	\$946.6	\$978.0	\$1,083.6

IN MILLIONS

*Effective FY 2022, performance funds are cumulative.

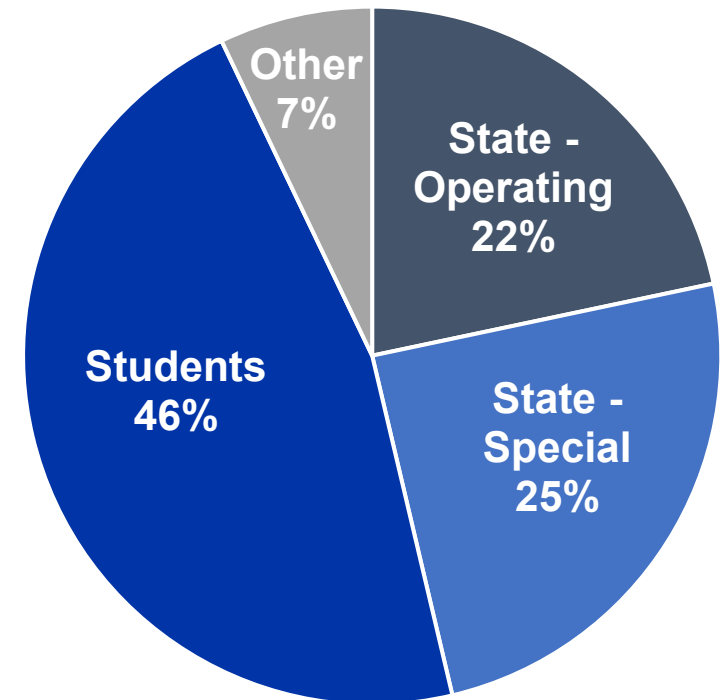
**State appropriations include funding for programs mandated by the Kentucky General Assembly such as the Agricultural Cooperative Extension Service and the Center for Applied Energy Research.

FISCAL YEAR 2024-25 BUDGET

Undesignated general funds: incremental revenues

RECURRING BUDGET	RECOMMENDED FY 2024-25
State Appropriations	
Inflationary Adjustment	\$ 11.1
Performance Funds	1.4
Mandated Programs	
State, Fire and Tornado Insurance	9.9
Cancer Registry	.5
Special Appropriations	
CAER Quasi Endowment	20.0
Markey Cancer Center	5.0
Immune Dysregulation Research	<u>1.0</u>
Total	48.9
Student Tuition	
2.2% Rate Increases	49.2
6,500 First-Year Undergraduate Cohort	
Other	
Investment Income	5.3
Service Assessments	1.8
Misc.	<u>.4</u>
Sub-Total	7.5
Total	\$105.6

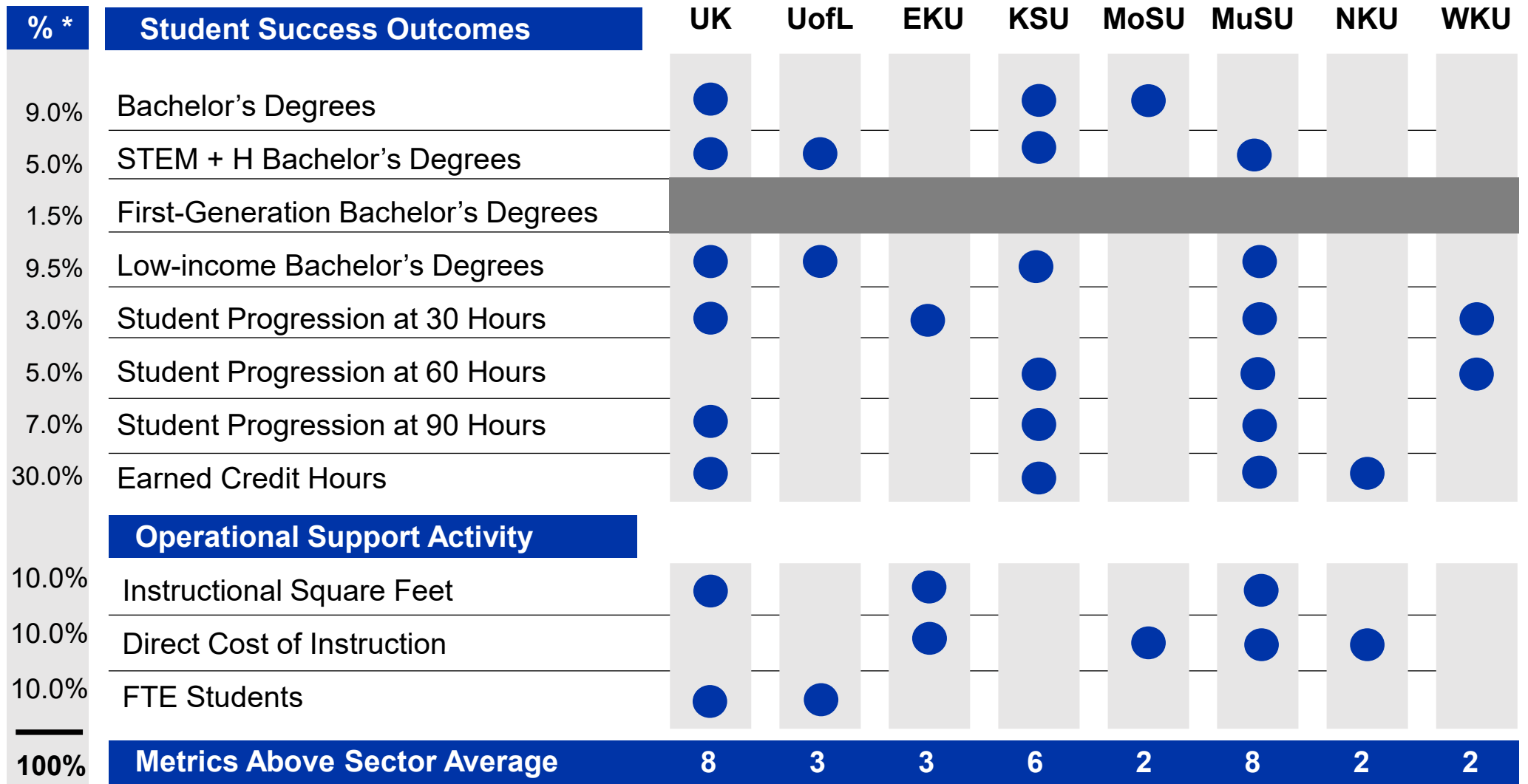
Where will our new revenues come from?



Kentucky Performance Funding Model

Metrics where rates of growth exceeded sector average between FY 2023-24 and FY 2024-25

* Performance funding metric shares



FISCAL YEAR 2024-25 BUDGET

Recommended tuition and mandatory fees (per semester)

Undergraduate, Full-Time	Fall 2023	Fall 2024	% Change
Resident	\$ 6,606.00	\$ 6,751.00	2.2%
Non-resident	\$16,703.00	\$17,070.00	2.2%
UKOnline (Per Credit Hour)	\$ 611.00	\$ 624.00	2.1%

Graduate, Full-Time	Fall 2023	Fall 2024	% Change
Resident	\$ 7,165.00	\$ 7,322.00	2.2%
Non-resident	\$17,729.50	\$18,119.00	2.2%
Graduate Students Enrolled Exclusively in Distance Education Courses	\$ 6,619.00	\$ 6,761.00	2.2%

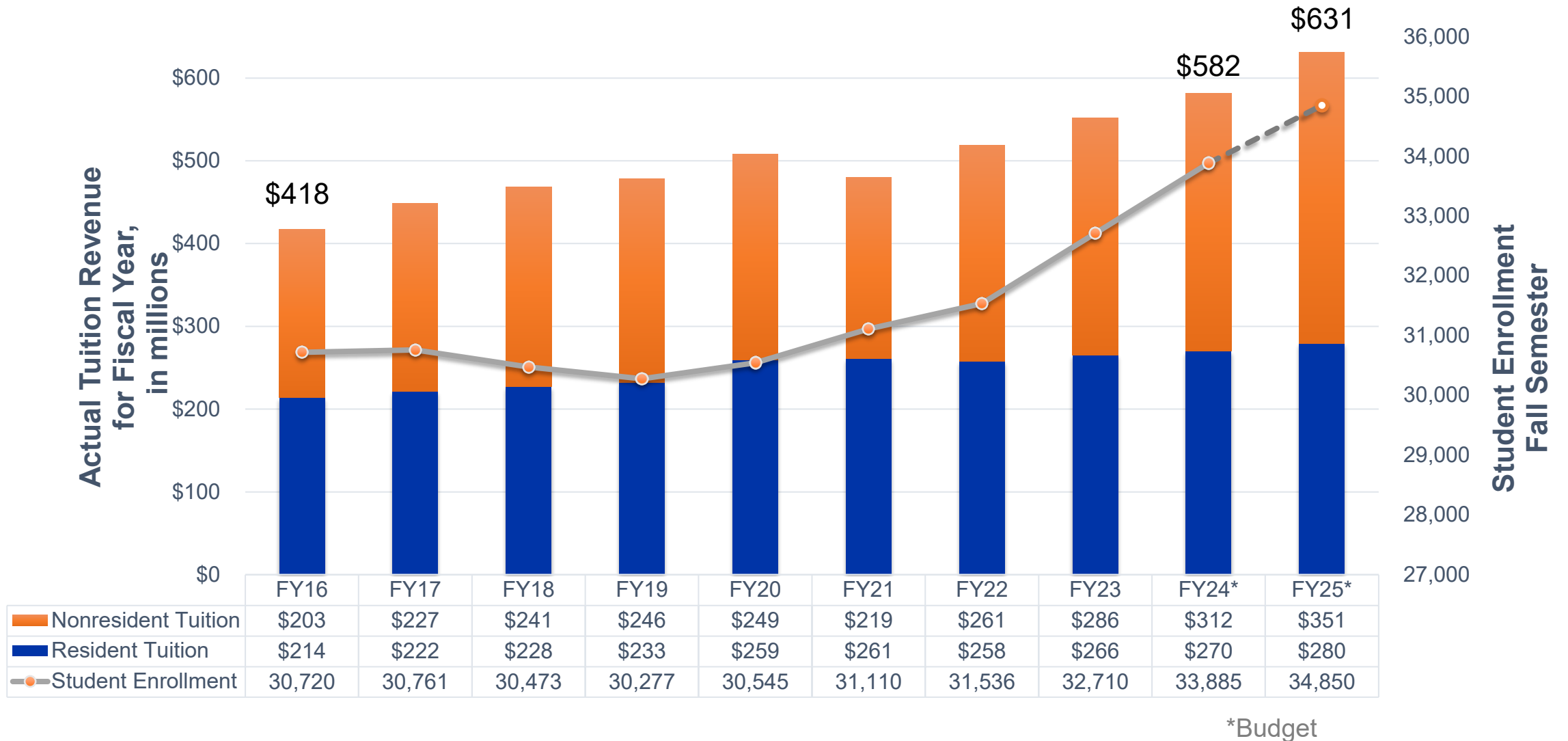
FISCAL YEAR 2024-25 BUDGET

Student headcount enrollment

	Fall 2020 Actual	Fall 2021 Actual	Fall 2022 Actual	Fall 2023 Actual	Fall 2024 Target
Undergraduate First-time in College	4,891	4,721	6,061	6,437	6,500
Other Undergraduates	17,355	17,207	16,706	17,534	18,400
Sub-Total Undergraduates	22,246	21,928	22,767	23,971	24,900
Graduate/Professional	8,864	9,608	9,943	9,914	9,950
TOTAL	31,110	31,536	32,710	33,885	34,850

FISCAL YEAR 2024-25 BUDGET

UK tuition revenue and student enrollment



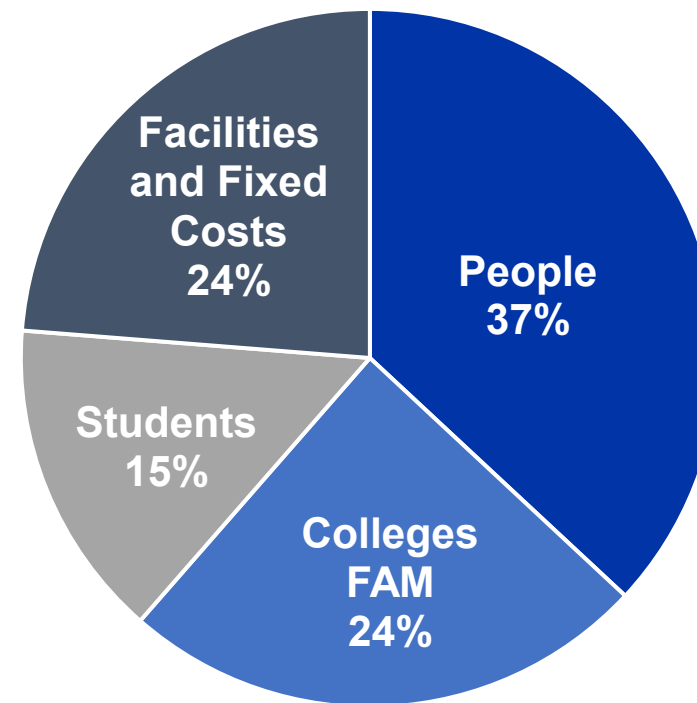
FISCAL YEAR 2024-25 BUDGET

Undesignated general funds: incremental expenses

RECURRING BUDGET	RECOMMENDED FY 2024-25
People Faculty and Staff Salary Increase Benefits Faculty Promotions and Retention Funds	\$29.4
College Financial Allocation Models Net Tuition Revenue (NTR) College Productivity Model (CPM) Performance Funding Allocation (PFA)	19.5
Students Student Financial Aid Advising QEP	11.8
Facilities and Fixed Costs Modernization of Facilities Safety and Security	18.9
Special State Appropriations	26.0
Total	\$105.6

IN MILLIONS

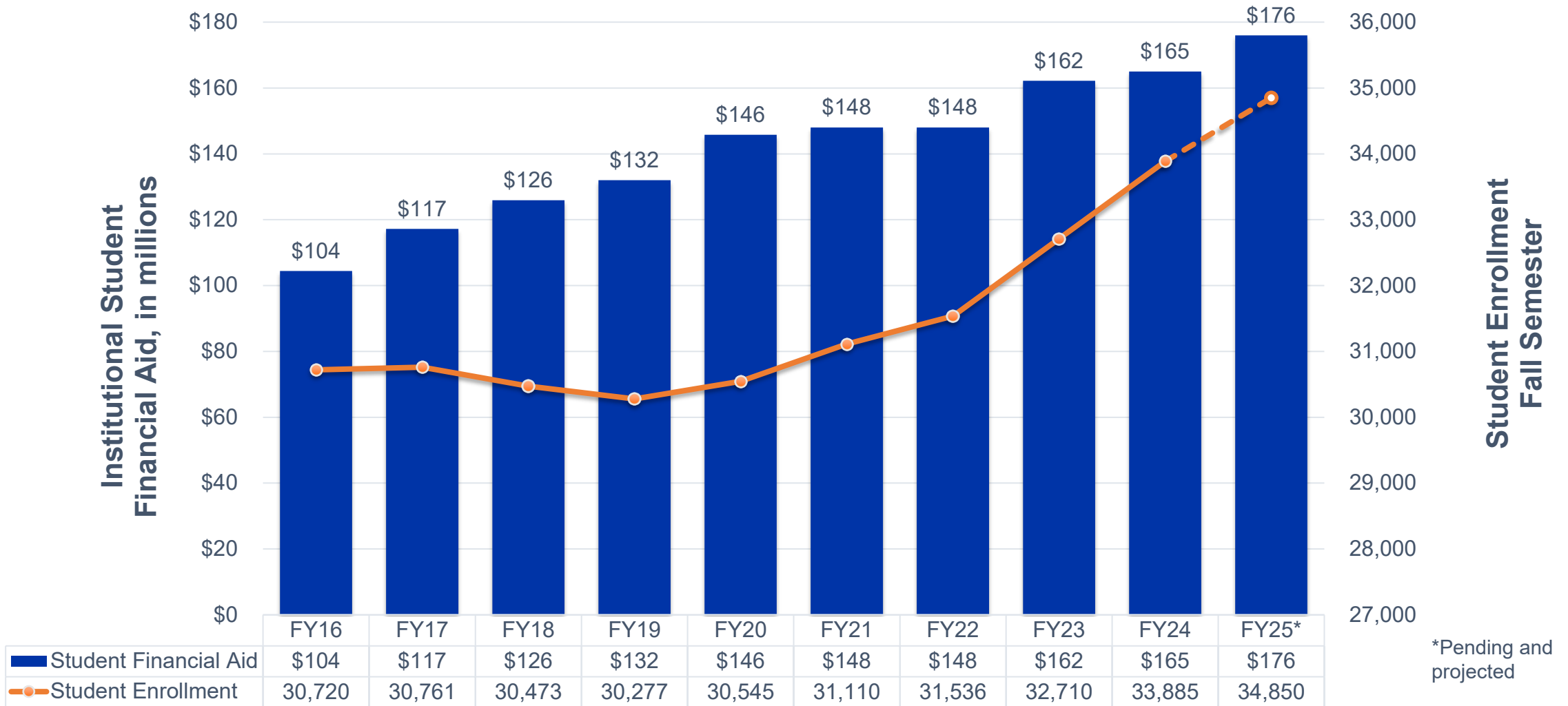
How will we allocate our resources?



*Excludes special state appropriations

FISCAL YEAR 2024-25 BUDGET

UK institutional student financial aid and student enrollment



FISCAL YEAR 2024-25 BUDGET

Aligning our investments with the strategic plan



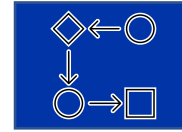
Putting Students First



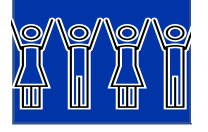
Taking Care of Our People



Inspiring Ingenuity



Ensuring Greater Trust, Transparency and Accountability



Bringing Together Many People, One Community

	Putting Students First	Taking Care of Our People	Inspiring Ingenuity	Ensuring Greater Trust, Transparency and Accountability	Bringing Together Many People, One Community
College Financial Allocation Models	●	●	●	●	●
Facility Modernization Projects	●	●	●		
Safety and Security	●	●			
Libraries Investment	●		●		
Student Advising	●				
Student Financial Aid	●				
Salary Increases		●			●
Health Benefits		●			●
Faculty "Fighting Fund"		●			●
Quality Enhancement Program	●				
Next Generation Scholars	●				

Questions?

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