

FCR 5

Office of the President
December 12, 2017

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 increase the University of Kentucky's total budget by \$46,689,500 – from \$3,660,727,400 to \$3,707,416,900.

	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
A. <u>GENERAL FUND</u>			
1. Income Estimates			
Appropriated Fund Balances	\$ 185,633,400	\$ 231,089,000	\$ <u>45,455,600</u> \$ 45,455,600
2. Expenditures			
University Wide			
Operating and Capital Projects	\$ 115,061,800	\$ 160,517,400	\$ <u>45,455,600</u> \$ 45,455,600
3. <u>Comments</u> – The Fiscal Year 2017-18 Operating Budget approved by the Board on June 16, 2017 included a projected General Fund fund balance of \$185,633,400. The actual fund balance as of June 30, 2017 was \$231,089,000, or \$45,455,600 more than originally projected. The additional funds to be recognized were a result of earning more revenue than expected including non-credit fees, late registration fees, and non-governmental grants and contracts, as well as colleges and units not spending as much as forecasted.			

The majority of the \$231,089,000 of non-recurring funds were generated or saved over multiple years and have been committed for various program initiatives. Additional expenditure authority is requested to fully recognize these available funds. The majority of the funds will be returned to the colleges and departments in accordance with expenditure plans approved by the President, Provost, or Executive Vice President for Finance and Administration.

	<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	\$ 9,037,100	\$ 9,326,400	\$ 289,300
Appropriated Fund Balances	7,938,700	7,858,300	<u>(80,400)</u>
			\$ 208,900
2. Expenditures			
Provost			
Agricultural Experiment Station			
Agricultural Motor Pool			
Security	\$ 225,000	\$ 144,600	\$ (80,400)
College of Engineering			
Civil Engineering	0	11,800	11,800
Transportation Center	0	17,500	17,500
Finance and Administration			
Facilities Management			
Physical Plant	674,800	718,800	44,000
Risk Management and			
Administrative Services	0	216,000	<u>216,000</u>
			\$ 208,900
3. <u>Comments</u> – The budget for Departmental Sales and Services - Other will increase \$289,300 for four service center operations that were not fully budgeted during the FY 2017-18 budget development process. Appropriated Fund Balances will decrease \$80,400 due to an over-estimation of projected fund balances for the College of Agriculture, Food and Environment motor pool.			

	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
C. <u>RESTRICTED FUND</u>			
1. Income Estimates			
Gifts, Grants, and Contracts			
Gifts and Other Grants and Contracts			
Other	\$ 18,286,200	\$ 18,311,200	\$ 25,000
Appropriated Fund Balances	83,643,600	84,643,600	<u>1,000,000</u>
			\$ 1,025,000
2. Expenditures			
President			
Office of the President Administration	\$ 0	\$ 1,025,000	\$ 1,025,000
3. <u>Comments</u> – Gifts and Other Grants and Contracts will increase \$25,000 due to anticipated designated gifts.			

Funds remaining in the President's undesignated gift account as of June 30, 2017 were not budgeted during the FY 2017-18 budget development process. The remaining \$1,000,000 will be used for operations supported by the Office of the President.

Action taken: Approved Disapproved Other _____