

Presidential Recommendation:

RECOMMENDATION:

That the Board of Regents approve the following resolution establishing and approving the Fiscal Year 2009-10 Unrestricted Current Fund Annual Operating Budget for Northern Kentucky University.

Recommendation relating to Fiscal Year 2009-10 Budget, Northern Kentucky University, Board of Regents, May 6, 2009:

Be it resolved that, upon due consideration of the recommendation of the President, the Unrestricted Current Fund Annual Budget for Northern Kentucky University is hereby established and approved in an amount totaling \$200,000,000 for the fiscal year beginning July 1, 2009, and ending June 30, 2010, subject to the realization and receipt of revenue totaling a like amount. Included in the \$200M is \$52,824,300 appropriated during the 2008 Legislative Session (HB406) for FY 2009-10. A reserve of \$2,430,315 has been established in anticipation that the nonrecurring cut of \$1,046,000 (2% of regular appropriation) during FY 2008-09 will become recurring and that an additional \$1,384,315 (2.7% of regular appropriation) will be cut during FY 2009-10.

Acting in the capacity of chief executive officer of the University and on behalf of the Board of Regents, the President shall have printed the detailed budget of the University embodying this authorization and indicating the various budgets of individual units and the subsidiary expenditure categories. In addition, the President is authorized to approve adjustments between the budget authorizations when such action appears, in his judgment, to represent the best interests of the University. However, any adjustment which alters the unrestricted current fund budget authorization of \$200,000,000 shall be submitted to this Board for approval at its next regular meeting.

In the event that projected current fund revenue is not sufficient to equal authorized unrestricted current fund expenditures, the President shall take appropriate measures to reduce budgeted expenditure authorizations by amounts sufficient to insure that unrestricted current fund expenditures do not exceed available revenue.

The President is authorized to allocate and expend University net assets for such purposes deemed to be in the best interest of the University and necessary to support, protect, maintain or enhance the functioning of the University and its physical environs. The President shall report such expenditure authorizations to the Board periodically.

In the incurrence of financial obligations and the expenditure and disbursement of University funds available under this authorization, all University units and University personnel or agents shall adhere to and observe applicable laws, regulations, and policies of both the Commonwealth of Kentucky and the University, which govern and control the expenditure of funds. Administrators of the various units shall not authorize nor incur any financial obligation in excess of the budget authorizations.