



AGENDA ITEM SUMMARY

1. **NAME OF ITEM:** Resolution Authorizing and Approving Net Position Usage in the Aggregate Amount of \$ 2,200,000
2. **INITIATED BY:** Justin Oates, Vice President of Finance and Business Affairs; Dr. Randy Imler, Chair of Finance Committee
3. **BOARD INFORMATION:** ☐ **BOARD ACTION:** ☒
4. **BACKGROUND:**

The FY2019 Net Position is projected to the end the year at \$21.8M or \$1.6M higher than FY2018 balance. The FY2020 Operating Budget, however, is projected to increase \$1.6M compared to FY2019 preliminary year-end actuals. An itemized list of capital expenses and maintenance needs was prepared by the Vice President for Finance and Business Affairs for review by the Finance Committee. Finding these items appropriate for the use of net position, the Finance Committee determined that the net position usage proposal to fund these specific costs should be presented to the Full Board for consideration.
5. **TEXT OF PROPOSED RESOLUTION:**

I move that the Board adopts the Resolution Authorizing and Approving Net Position Usage in the Aggregate Amount of \$ 2,200,000

**RESOLUTION AUTHORIZING AND APPROVING NET POSITION USAGE IN THE AGGREGATE
AMOUNT OF \$ 2,200,00**

WHEREAS, the Board of Trustees at Winthrop University have examined the fee structure at Winthrop University and adopted, on June 28, 2019, the recommendations provided by the Finance Committee; and

WHEREAS, the members the Board of Trustees have examined the projected resources and projected commitments based on the adopted fee schedule for 2019-20; and

WHEREAS, the members of the Board recognize their fiduciary responsibility to ensure that the University's operating budget strikes a balance between actual resources and commitments; and

WHEREAS, through cost-cutting measures and reduced spending as well as the changes in timing of certain capital projects during FY2019, the University's Net Position Reserves are currently at a record high level;

THEREFORE, BE IT RESOLVED that the use of funds not to exceed \$2.2 million from the Net Position Reserves be made available for specific uses as approved by the Committee on Finance be adopted by the Board of Trustees.

APPROVED, this the 25th day of October, 2019.

Glenn A. McCall
Chair, Winthrop University Board of Trustees

Daniel F. Mahony, Ph.D.
President, Winthrop University