

APPENDIX A

Approval of 2005-06 Budget Reductions Report

During the 2005 legislative session, a special provision in Section 9.1 of Senate Bill 622 required that each Chancellor report to the Board of Governors on the reductions made to the General Fund budget codes in order to meet the reduction reserve amounts for his/her institution. The Board of Governors must then make a summary report to the Office of State Budget and Management and the Fiscal Research Division by December 31, 2005 on all the reductions made to reach the targeted amounts.

The Chancellors of the fifteen affected campuses (there was no reduction to NCSA) and the President of UNC Hospitals have reported their reductions to the Board of Governors. The summary report is attached.

It is recommended that the Board of Governors approve the 2005-06 Budget Reductions Report and that it be transmitted to the Office of State Budget and Management and the Fiscal Research Division by December 31, 2005.