

ADMINISTRATIVE MEMORANDUM

SUBJECT Regulations of the Board of Governors of The
University of North Carolina With Respect to
Institutional Vending Facilities - Revision
of Administrative Policy

NUMBER 222

DATE August 2, 1985

At its meeting on September 14, 1984, the Board of Governors, as required by 1984 legislation, adopted a resolution establishing a policy for the use by the constituent institutions of the net proceeds from vending facilities. Administrative Memorandum #210, dated November 12, 1984, provided instructions for actions which are required for implementation of the Board's resolution. The purpose of this Administrative Memorandum is to provide further interpretation and elaboration on the uses of net proceeds as identified in Section 4. Uses of Administrative Memorandum #210.

The present policies with regard to uses of net proceeds are stated below:

4. Uses

As provided in the Board's resolution, only the following uses of net proceeds from the operation of vending facilities are authorized:

- (a) Scholarships.
- (b) Debt service on self-liquidating facilities.
- (c) Operating expenses of the Student Supply Store, Student Union, Student Housing, Food Service, and Laundry when vending receipts are an integral part of the overall revenues of these self-supporting student service operations and expenditures are not identified by internal receipts source.

(Note: This use is especially appropriate to situations where vending receipts have historically been viewed as a general revenue source for the identified self-supporting operations.)

- (d) Student activities specifically authorized by the Chancellor.

Based upon responses by the Joint Legislative Commission on Governmental Operations to initial reporting of University-wide uses of net proceeds from vending operations, it is evident that administrative discretion allowed with regard to expenditures on student activities exceeds the limits contemplated in the earlier legislative directives. Therefore, the following administrative modifications are applicable to this use.

- (d) Student activities specifically authorized by the Chancellor, subject to the following limitations:
- i. Social and recreational activities for students residing in self-supporting University housing; however, expenditures for these purposes shall not exceed the amount of total net revenues derived from vending facilities located in such housing facilities.
 - ii. Special orientation programs for targeted groups of students (such as, Peer Mentor programs).
 - iii. Operating expenses of scholarships and other student awards and honors programs.

These limitations are effective immediately. All other provisions of Administrative Memorandum #210 remain in effect.



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