

## CHAPTER 7: DEFICIT SPENDING

### Policy 7-1 DEFICIT SPENDING

Regardless of the source of funding, *Organizational Unit Managers* shall manage all activities and expenditures under their control, and avoid generating a *Deficit* in the *Index*. *Organizational Unit Managers* must eliminate *Deficits* in a timely manner. All *Deficits* related to non-sponsored projects must be eliminated by the end of the fiscal year.

A *Deficit* that exists in Sponsored Projects that is not resolved within 90 days may be automatically transferred to a Principal Investigator's professional or research development account, departmental or center unrestricted source of funds, including gift funds or a department's general fund budget.