

## Financial Exigency

**Original Implementation:** October 18, 2011

**Last Revision:** July 27, 2021

Financial exigency is an imminent financial crisis that threatens the continuation of a strong academic program and that cannot be alleviated by less stringent means. (i.e.,). The responsibility for demonstrating the existence and extent of the financial exigency rests with the administration.

Termination of an appointment with tenure, or of a probationary or special appointment before the end of the specified term, may occur under extraordinary circumstances because of bona fide financial exigency. Before terminating an appointment because of financial exigency, the appropriate university administrator, with faculty participation, shall make every reasonable effort to place the faculty member concerned in another position within the university for which the individual is professionally qualified.

If the university, because of financial exigency, terminates appointments with tenure, or probationary or special appointments before the end of the specified term, it will not at the same time make new appointments in the same academic unit except in circumstances where a serious distortion of the academic program would otherwise result. Employment of a faculty member with tenure will not be terminated in favor of retaining a faculty member without tenure within the same academic unit, except in circumstances where a serious distortion of the academic program would otherwise result.

In each case of termination of an appointment with tenure because of financial exigency, the vacancy will not be filled by a replacement within a period of two calendar years, unless the released faculty member has been offered reinstatement and at least sixty (60) days in which to accept or decline.

A probationary faculty member whose appointment is terminated because of financial exigency shall be given appropriate notice as prescribed in policy 7.29, Tenure and Continued Employment. A tenured faculty member shall be given notice at least twelve months prior to termination of appointment.

A faculty member whose appointment is terminated because of financial exigency, and who alleges abridgement of constitutional guarantees or academic freedom, shall be afforded due process.

**Cross Reference:** Tenure and Continued Employment (7.29); Reduction in Force of Staff and Non-Tenure Track Employees (11.23)

**Responsible for Implementation:** President

**Contact for Revision:** Vice President for Finance and Administration; Provost and Executive Vice President for Academic Affairs

**Forms:** None

**Board Committee Assignment:** Finance and Audit

**Revision History:** April 24, 2018  
April 14, 2015