FINANCIAL REPORT

UNIVERSITY OF ILLINOIS

URBANA-CHAMPAIGN • CHICAGO • SPRINGFIELD

BOARD OF TRUSTEES
July 21, 2016
Since May BOT Meeting

- FY 2017 lump sum appropriation of $349.2 million for the operations of the University, the Prairie Research Institute and the hospital
- Additional appropriation made for the FY 2016 Spring Monetary Award Program grants, estimated at $29 million
- University operating under a continuing budget resolution approved at the May Board meeting
- Moody’s Investor Service affirms the University’s Aa3 rating, but downgrades the hospital to A3
- Standard & Poor’s downgrades the University’s rating to an A+ on the heels of the State downgrade to BBB+
- State’s last payment of the $180 million FY 2016 “stop-gap” appropriation was made on June 22nd
- Capital projects re-appropriated; State grant and managed care Medicaid claim payments remain in jeopardy
- Conducted campus workshops on possible revisions to the State group insurance plans and related costs
State of Illinois – General Revenue Fund
Estimated Accumulated Unpaid Vouchers and % of Appropriation
Total Accounts Payable at Fiscal Year End

*No full budget enacted
Appropriations based on CGFA Budget Summaries.
University of Illinois
GRF Appropriations for FY 2013 – FY 2017
(Dollars in Millions)

Total Enrollment Fall 2015 over 80,200

In Constant FY2017 est. CPI Dollars

- GRF
- CMS Health Insurance
- Survey Transfer
- Rescission

FY 16 & FY 17 CPI estimated at 1.5%
State and Tuition FY 2000 – FY 2017

• Total Enrollment FY 2000 over 67,000
• Total Enrollment FY 2016 over 80,200

Sources: Budget Summary for Operations; FY2016 & FY2017 from Budget Allocation By Source of Funds. State include GRF and all other state fund appropriations. State for FY02 – FY15 exclude $24.9 million for Health Insurance. State Surveys are included in State beginning in FY09. Assumes 1.5% inflation in FY2016 & FY2017.
State Appropriation Revenue
Billings and Collections through July 11, 2016

Dollars in Millions

2013 2014 2015 2016 2017

Appropriation $662 $662 $662 $643
Billed/to be Billed $663 $662 $644 $644 $351
Collected $662 $662 $643 $529 $351
Mid Year Reduction $18.4
$18.4
$180
$180
$180
$351
$351
$351
$351
$351
$351
$351

Spring MAP Receivable
$29
Income Fund (Tuition) Revenue

Fiscal Years 2012 – 2016
Collections and Billed through June 30th
### Hospital Revenue/Expense/Net Income

Fiscal Year 2014 - 2016 through May 31st

<table>
<thead>
<tr>
<th></th>
<th>FY 2014</th>
<th>FY 2015</th>
<th>FY 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td>Budget</td>
<td>$753.2</td>
<td>$751.5</td>
<td>$780.9</td>
</tr>
<tr>
<td>Revenue</td>
<td>$737.5</td>
<td>$754.3</td>
<td>$779.6</td>
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<tr>
<td>Expense</td>
<td>$728.7</td>
<td>$701.2</td>
<td>$782.0</td>
</tr>
<tr>
<td>Net Income plus Depreciation</td>
<td>$24.1</td>
<td>$15.8</td>
<td>$14.7</td>
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Dollars in Millions
Payments on Behalf
Fringe Benefits (Health Care)
FY 2006 – FY 2016
(Dollars in Millions)

*Estimated: Fringe benefits based on 5 year average increase.
Health Care Price Indices
FY 2000* – FY 2016**

Percent Change in Index from 2000

*Where FY 2000 is the baseline.
**Estimated.
State of Illinois Employees’ Group Health Insurance Liability

Liability per Participant

FY 2008 – FY 2017

State of Illinois Unfunded Public Pension Obligations (SERS, SURS, JRS, GARS, TRS)

(Dollars in Billions)

(At end of Fiscal Year, FY 2003-04 sale of Pension Bonds).
Using Actuarial Accrued Liability at Market Value without asset smoothing.
Payments on Behalf - SURA
FY 2006 – FY 2016
(Dollars in Millions)

*Estimated: Retirement based on estimated historical share of SURA funding. Normal cost and prior under-funding are estimated. Tier II effective January 1, 2011.
For the September Board meeting

For consideration –

• Academic Administrative Appointments – (“Gray Book”)

• Fiscal Year 2018 Budget Request – (“Green Book”)

• Fiscal Year 2017 Budget Summary of Operations – (“Orange Book”)