

FINANCIAL REPORT

**Prepared for presentation to the Board of Trustees
May 11, 2017**

UNIVERSITY OF ILLINOIS SYSTEM

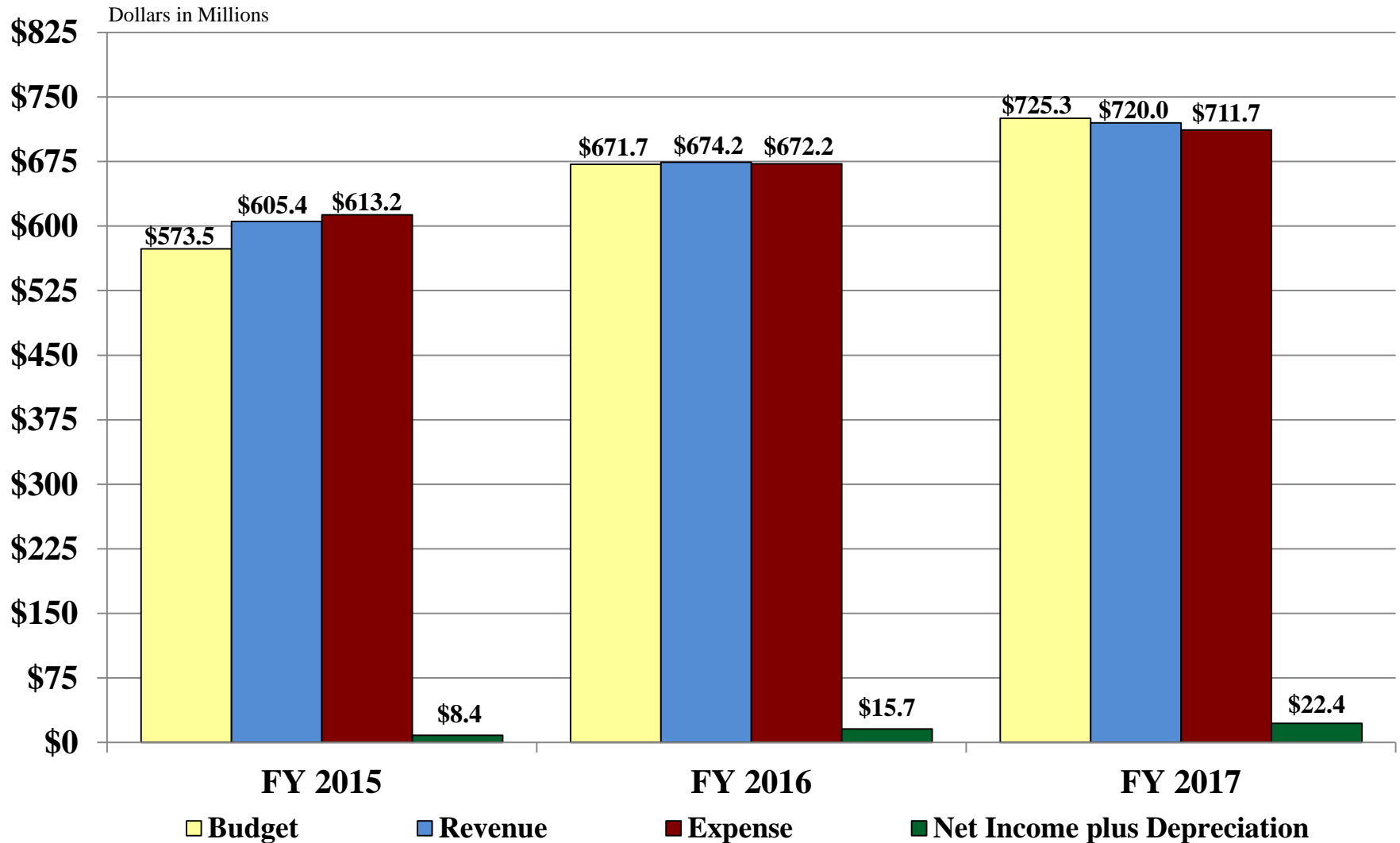


Since March BOT Meeting

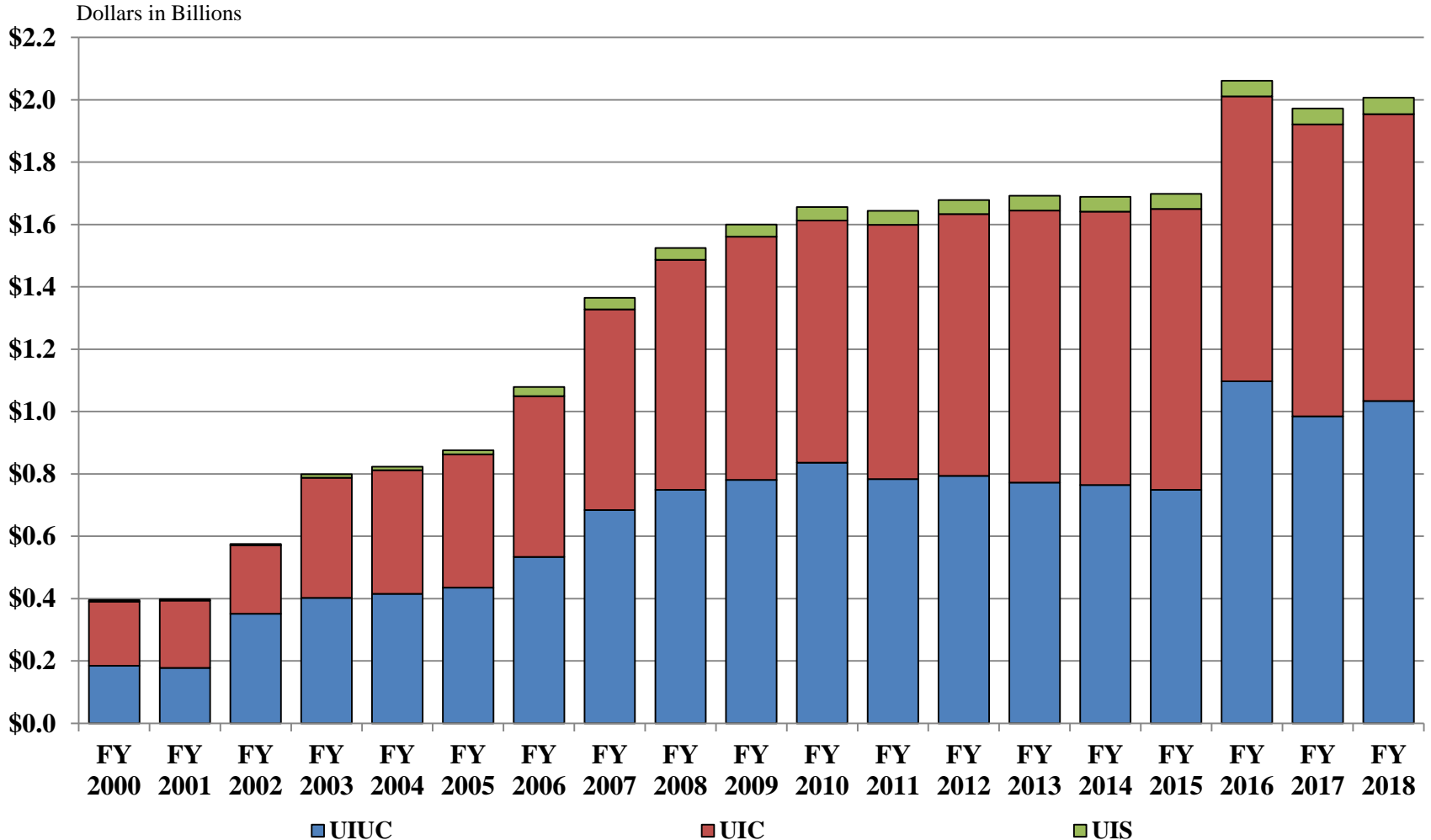
- State budget remains at an impasse with no additional funding for the University beyond the \$351 million FY 2017 “bridge appropriation”
- On April 6th, the Illinois House approved an additional \$86.5 million “life line” appropriation from the Education Assistance Fund for the University and \$287 million to ISAC for the Monetary Award Program for AY16-17
- State had \$13 billion in unpaid vouchers at May 1, 2017, including \$4.2 billion in unpaid health insurance bills
- FY 2016 Financial and Compliance Audits performed through the Auditor General by the external audit firm of Clifton Larson Allen were approved by the Legislative Audit Commission on March 28th; entrance conference was held on April 12th for the FY 2017 financial and compliance audits
- Standard & Poor’s credit ratings downgraded to A, with negative outlook; S&P previously affirmed the hospital’s “A” rating
- Moody’s Investors Service (Aa3) remained unchanged but has placed six Illinois Public Universities under review for downgrade on April 17th, including the University of Illinois
- Continued active advocacy for the University and IPAC; House appropriation hearing on April 6th and Senate appropriation hearing on April 25th

Hospital Revenue/Expense/Net Income

FY 2015 – FY 2017 through March 31st

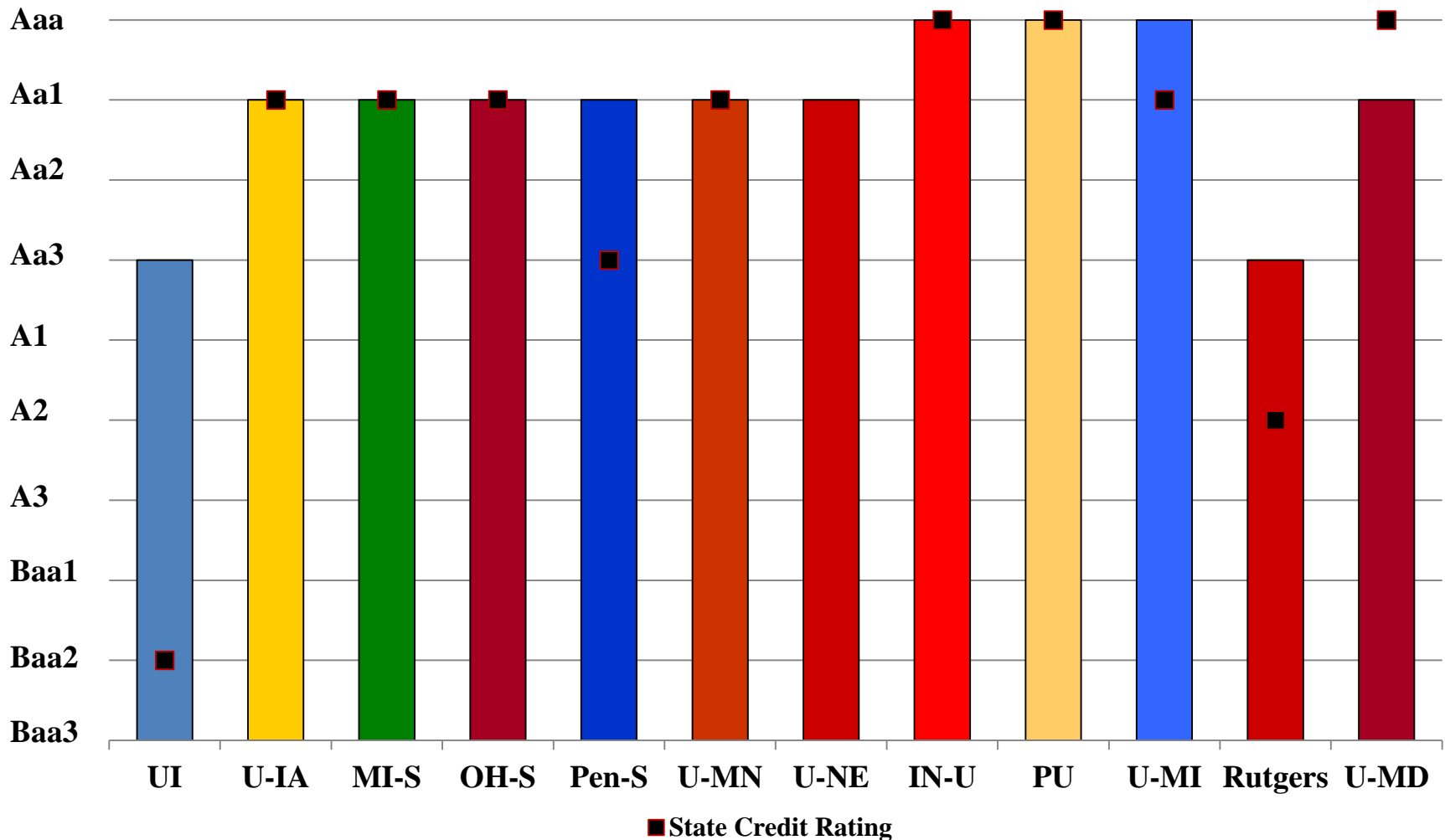


University of Illinois Deferred Maintenance Annual Estimate FY 2000 – FY 2018



Source: IBHE Technical Question, Campus Facilities and Services.

Big Ten University Credit Rating with Corresponding State Rating

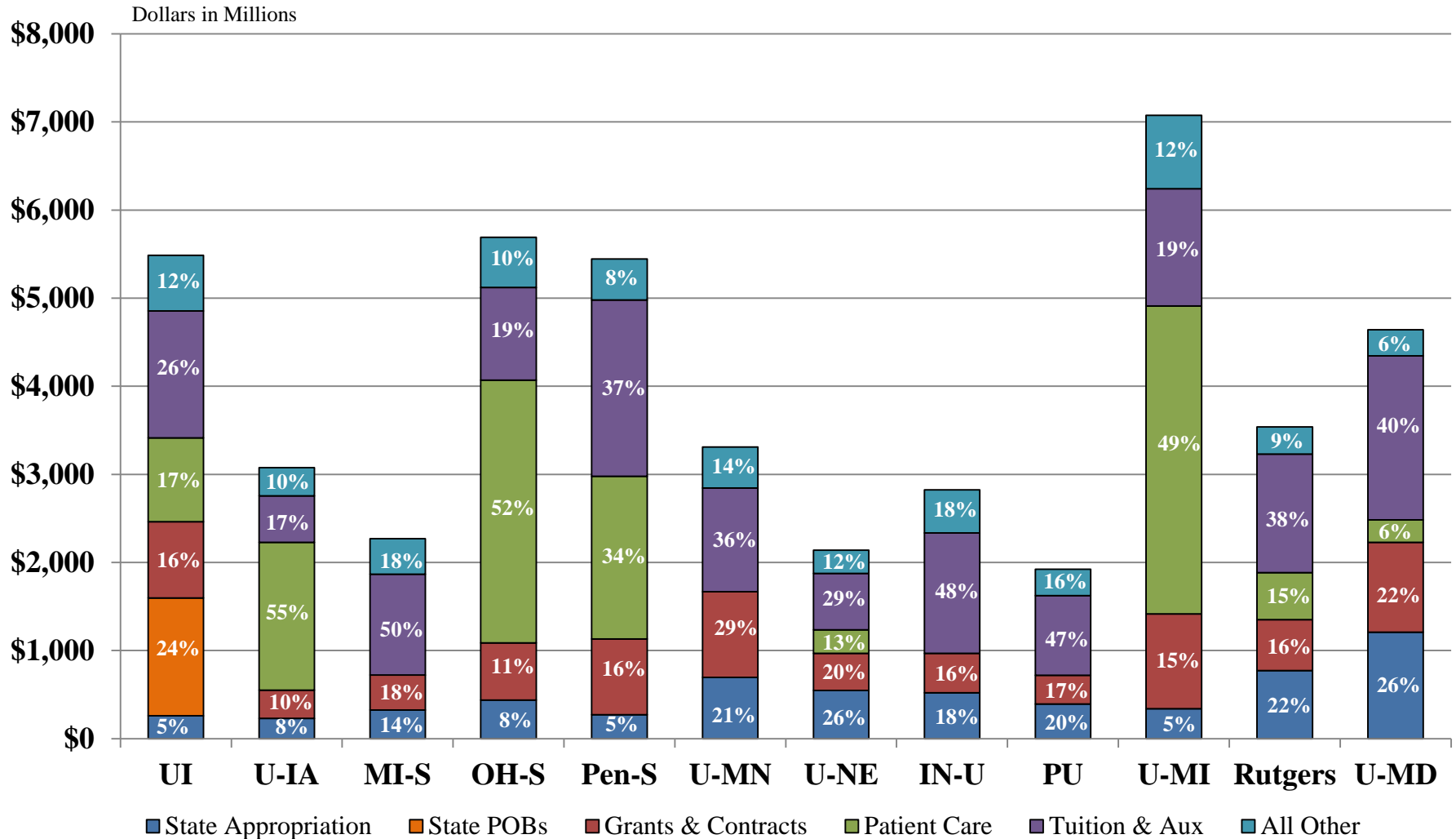


*Source: Moody's Investor Service as of 4/14/17.

Big Ten Comparison

Total Revenues by Contribution

FY 2016

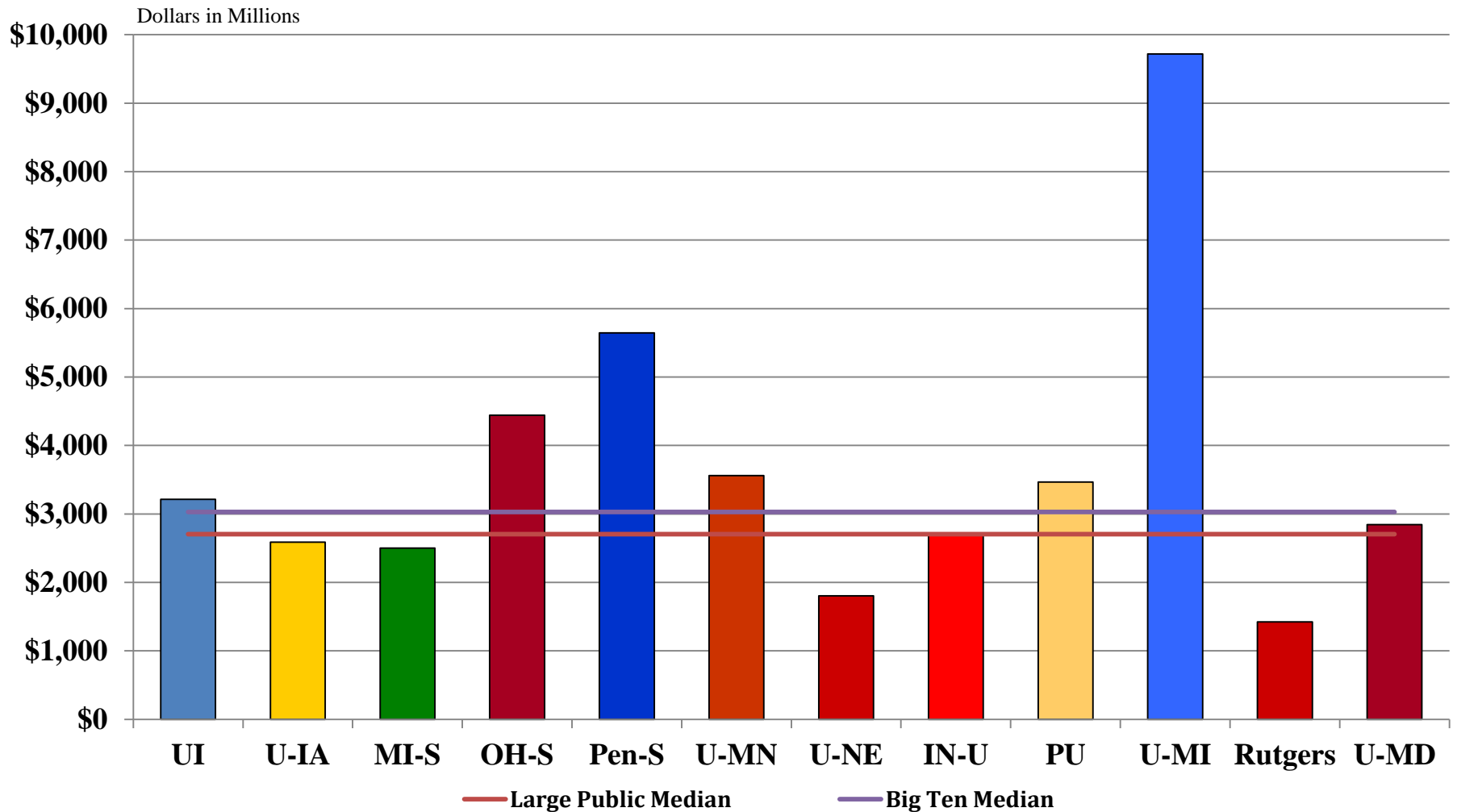


*Source: Moody's Investor Service as of 4/14/2017.

Big Ten Comparison

Spendable Cash & Investments

FY 2016

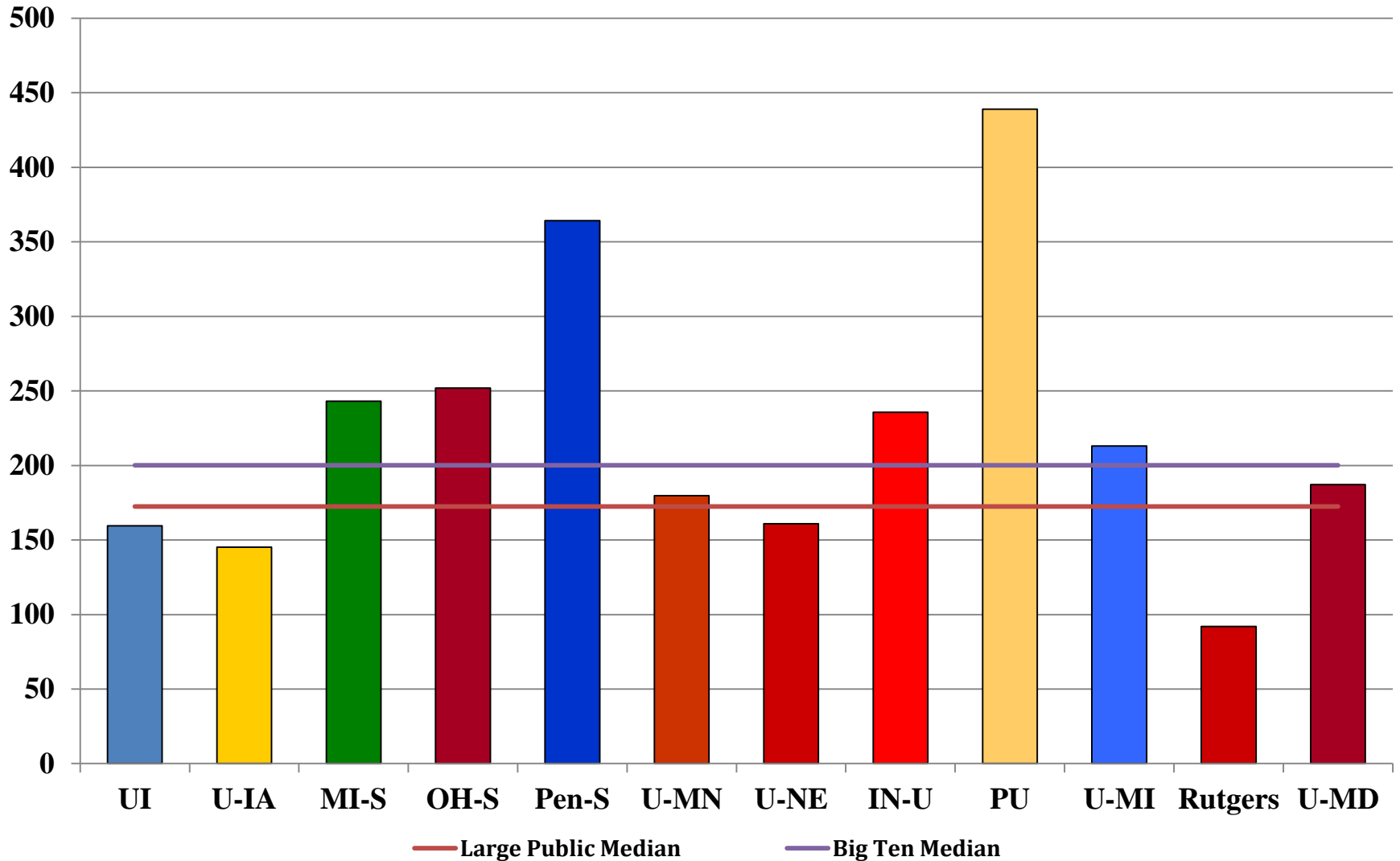


*Source: Moody's Investor Service as of 4/14/2017.

Big Ten Comparison

Days Cash on Hand

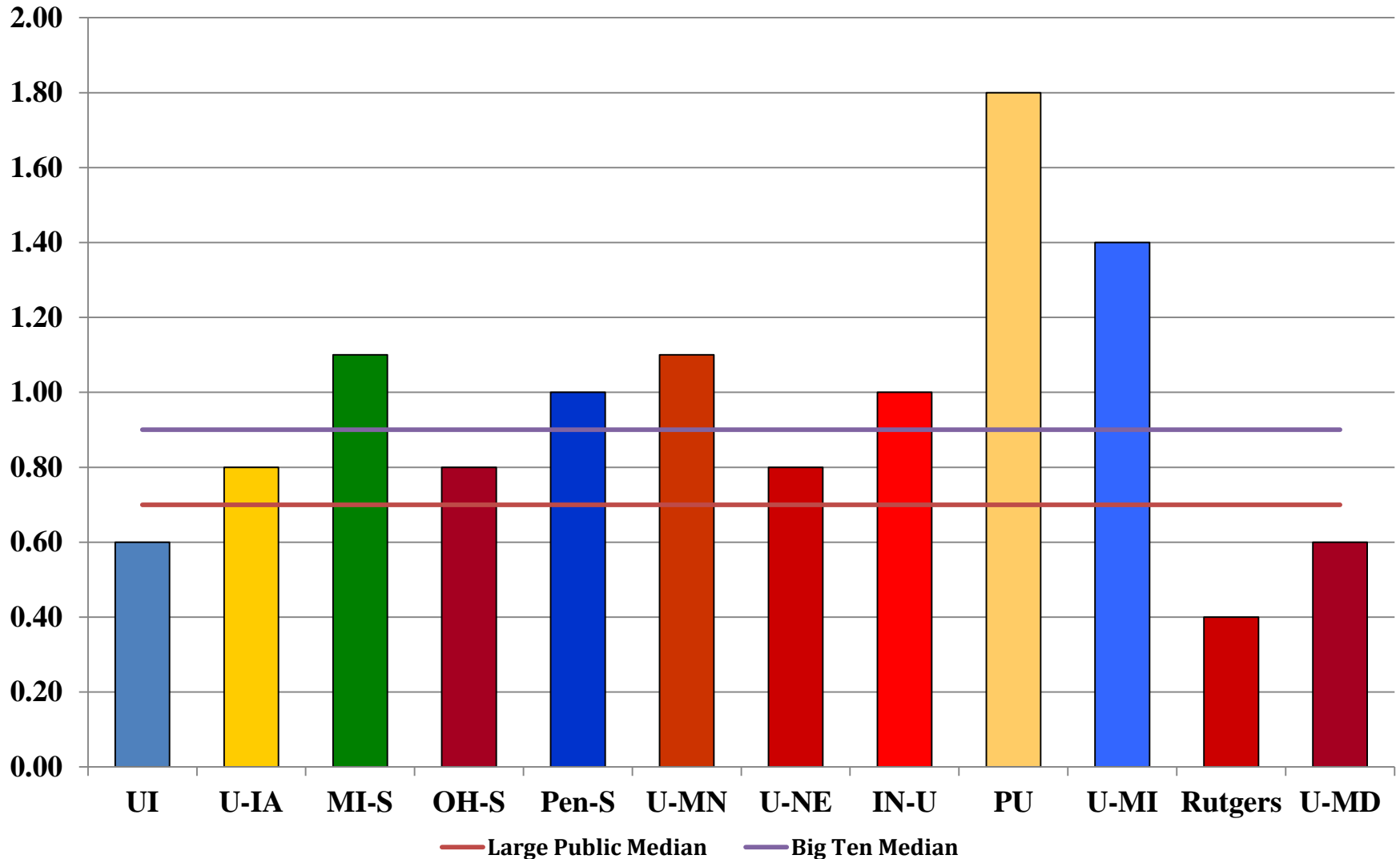
FY 2016



*Source: Moody's Investor Service as of 4/14/2017.

Big Ten Comparison

Spendable Cash & Investments-to-Operating Expenses FY 2016

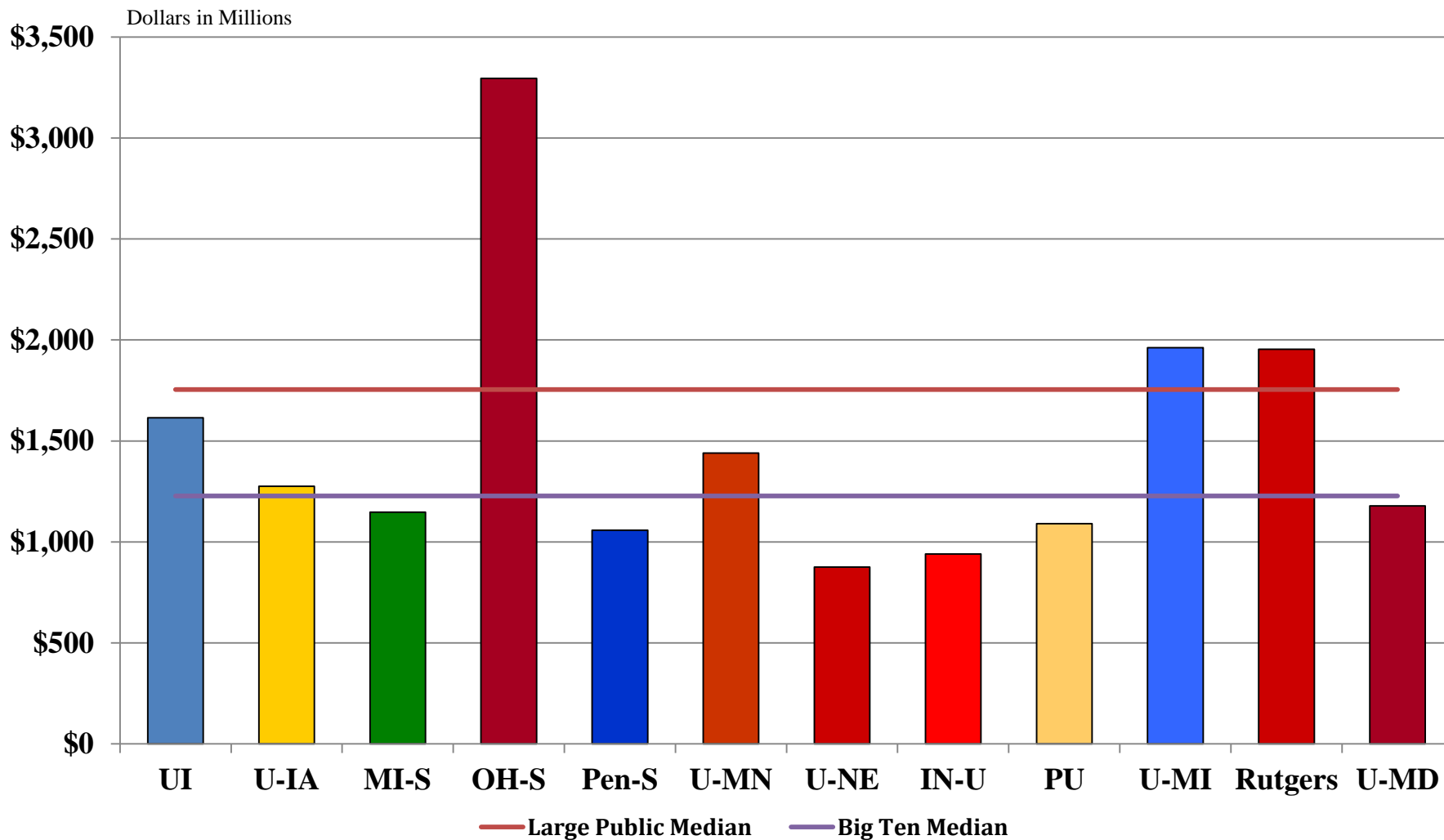


*Source: Moody's Investor Service as of 4/14/2017.

Big Ten Comparison

Total Direct Debt

FY 2016

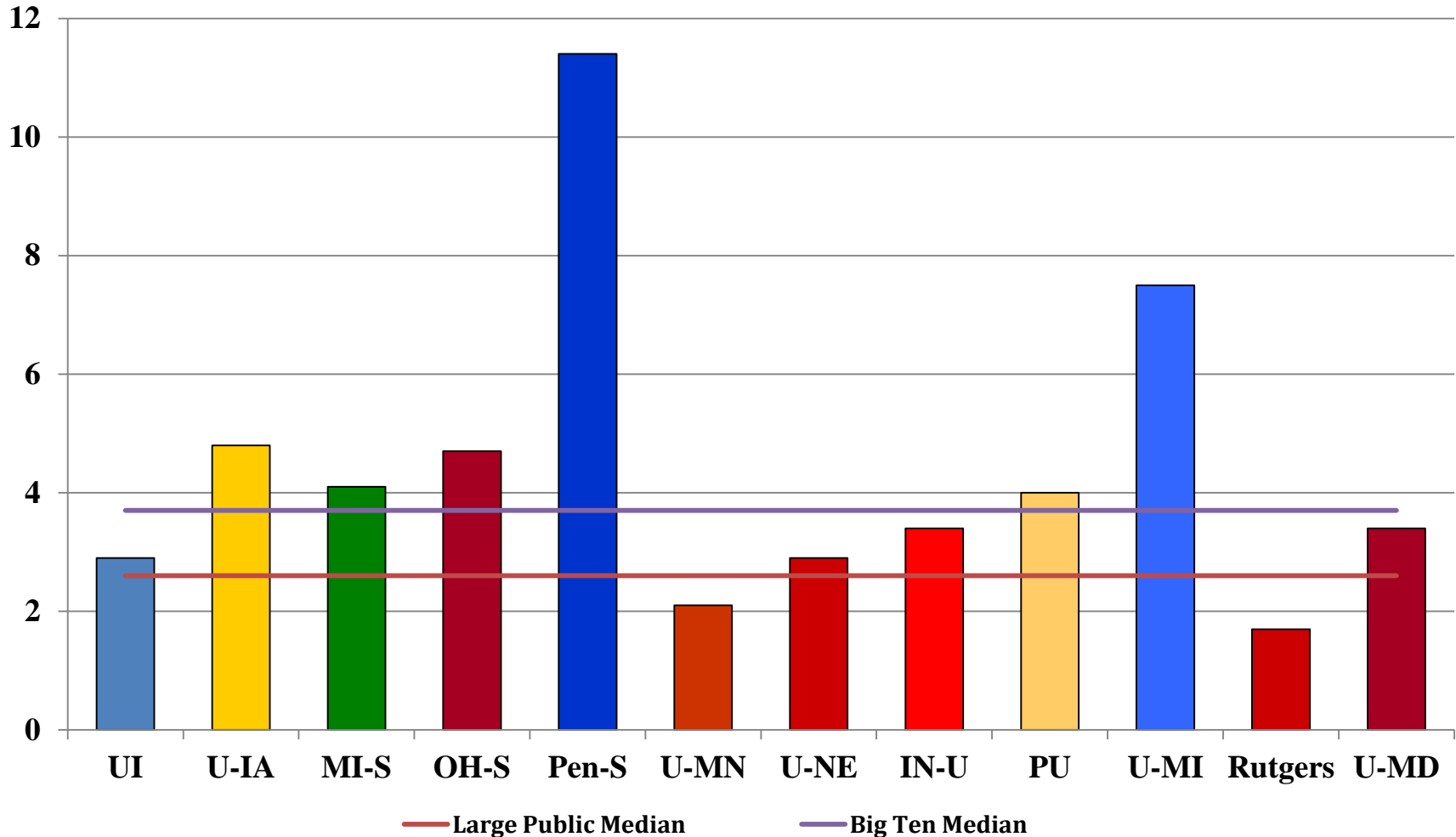


*Source: Moody's Investor Service as of 4/14/2017.

Big Ten Comparison

Average Debt Service Coverage (x)

FY 2016

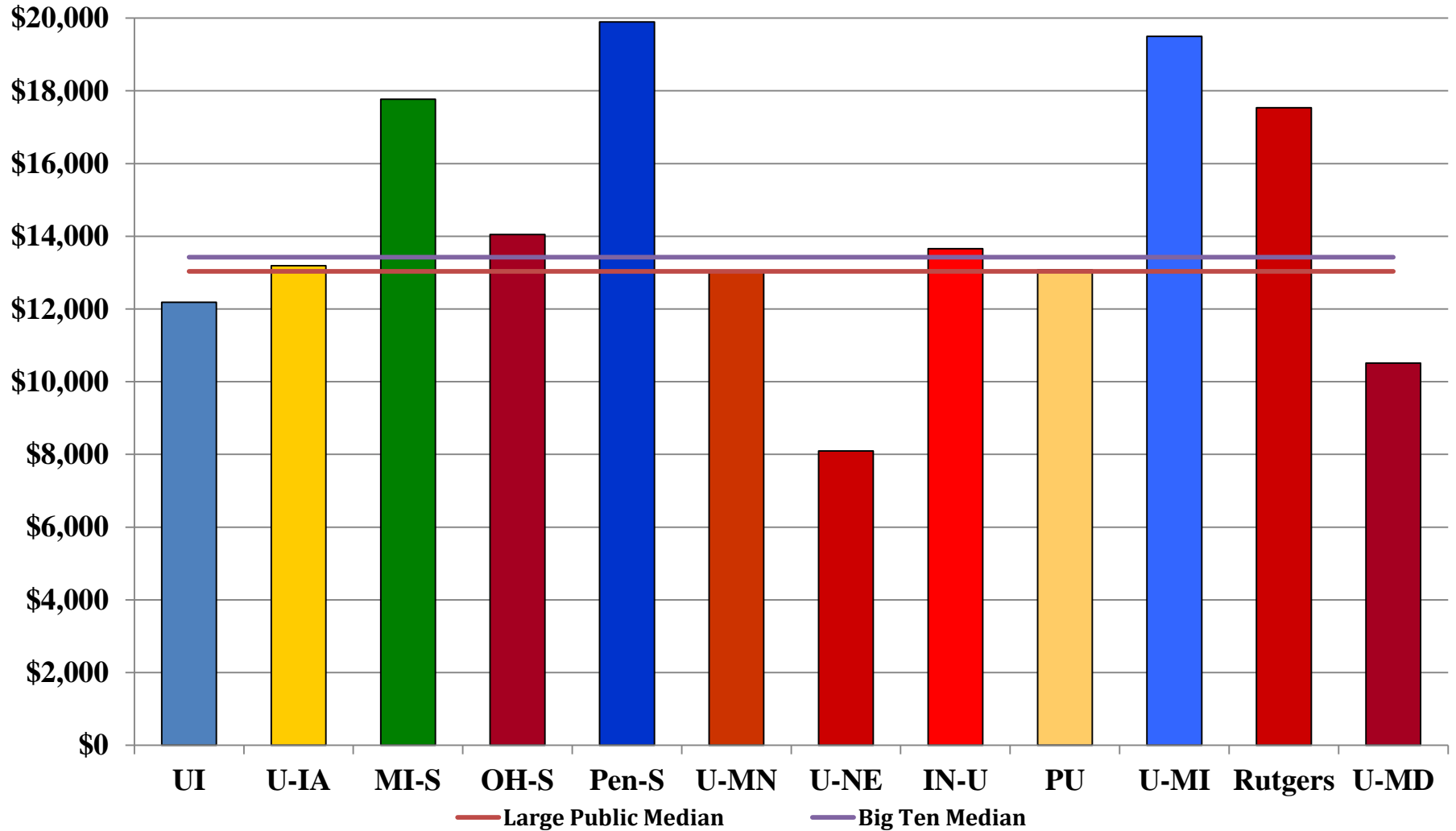


*Source: Moody's Investor Service as of 4/14/2017.

Big Ten Comparison

Net Tuition Per Student

FY 2016



*Source: Moody's Investor Service as of 4/14/2017.