FINANCIAL REPORT

UNIVERSITY OF ILLINOIS

URBANA-CHAMPAIGN • CHICAGO • SPRINGFIELD

BOARD OF TRUSTEES
May 29, 2013
Federal and State Update

Federal -

• Budget Sequestration – Impacts

State -

• Fiscal Year 2014 Budget

• Employee Health Care Costs

• Medicaid in-patient reimbursement rates

• Procurement

• Pensions
State Appropriation Revenue
Unrestricted Funds
Billings and Collections through May 28, 2013

Dollars in Millions

<table>
<thead>
<tr>
<th>Year</th>
<th>Appropriation</th>
<th>Billed</th>
<th>Collected</th>
<th>Rescission</th>
<th>Stimulus</th>
<th>Receivable</th>
</tr>
</thead>
<tbody>
<tr>
<td>2009</td>
<td>$743</td>
<td>$18.6</td>
<td>$724</td>
<td>$588</td>
<td>$133</td>
<td>$133</td>
</tr>
<tr>
<td>2010</td>
<td>$743</td>
<td>$46</td>
<td>$697</td>
<td>$369</td>
<td>$46</td>
<td>$46</td>
</tr>
<tr>
<td>2011</td>
<td>$743</td>
<td>$46</td>
<td>$697</td>
<td>$372</td>
<td>$323</td>
<td>$323</td>
</tr>
<tr>
<td>2012</td>
<td>$696</td>
<td>$689</td>
<td>$689</td>
<td>$384</td>
<td>$372</td>
<td>$372</td>
</tr>
<tr>
<td>2013</td>
<td>$688</td>
<td>$688</td>
<td>$688</td>
<td>$448</td>
<td>$448</td>
<td>$448</td>
</tr>
</tbody>
</table>

FY09 appropriation includes $18.6 million rescission.
FY10 appropriation includes $45.5 million of federal stimulus funding and restoration of FY09 rescission.
Receivables as of June 30th for each of the following fiscal years were: 2009 ($125.9M), 2010 ($278.5M), 2011 ($312.7M), 2012 ($206.7M).
State and Tuition FY 2000 – FY 2013

- Total Enrollment FY 2000 over 67,000
- Total Enrollment FY 2013 over 77,400

In Millions

$1,100
$1,000
$900
$800
$700
$600
$500
$400
$300

In Constant 2013est. CPI Dollars

Sources: Budget Summary for Operations. State include GRF and all other state fund appropriations. State for FY02 – FY13 exclude $24.9 million for Health Insurance. State Surveys are included in State beginning in FY09. Assumes 2.5% inflation in FY2013. FY13 Receivable as of May 28th.
Income Fund (Tuition) Revenue
Unrestricted Funds
Fiscal Years 2009 – 2013
Collections and Billed through April 30\textsuperscript{st} of Fiscal Years 2012 & 2013

Dollars in Millions

<table>
<thead>
<tr>
<th>Fiscal Year</th>
<th>Budget</th>
<th>Billed</th>
<th>Collected</th>
<th>MAP</th>
</tr>
</thead>
<tbody>
<tr>
<td>FY 2009</td>
<td>$648</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>FY 2010</td>
<td>$730</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>FY 2011</td>
<td>$834</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>FY 2012</td>
<td>$939</td>
<td>$61</td>
<td>$894</td>
<td>$61</td>
</tr>
<tr>
<td>FY 2013</td>
<td>$1,012</td>
<td>$59</td>
<td>$974</td>
<td>$946</td>
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</tbody>
</table>
University of Illinois
Foundation Distributions to the University

In Millions

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
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<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>$125.5</td>
<td>$135.7</td>
<td>$127.6</td>
<td>$128.3</td>
<td>$129.1</td>
</tr>
</tbody>
</table>

Source: University Accounting and Financial Reporting
Includes endowment income and current use gifts distributions from the UI Foundation.
Hospital Revenue/Expense/Net Income
Fiscal Year 2012 vs. Fiscal Year 2013 through March 31, 2013

Dollars in Millions

<table>
<thead>
<tr>
<th>Year</th>
<th>Budget</th>
<th>Revenue</th>
<th>Expense</th>
<th>Net Income plus Depreciation</th>
</tr>
</thead>
<tbody>
<tr>
<td>2012</td>
<td>$522.2</td>
<td>$547.9</td>
<td>$540.6</td>
<td>$22.1</td>
</tr>
<tr>
<td>2013</td>
<td>$541.7</td>
<td>$548.1</td>
<td>$570.2</td>
<td>$9.9</td>
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</tbody>
</table>
Big Ten University Credit Rating
with Corresponding State Rating

*Source: Moody’s Investor Service as of 3/21/13.

*State Credit Rating

*Source: Moody’s Investor Service as of 3/21/13.
List of Large Public Universities
(to determine the public medians)

- Alabama Community College System, AL
- Arizona State University, AZ
- Board of Regents of The University System of Georgia, GA
- California State University, CA
- Indiana University, IN
- Kentucky Community & Technical College System, KY
- Maricopa County Community College District, AZ
- Minnesota State Colleges & Universities, MN
- Mississippi Institutions of Higher Learning, MS
- Nevada System of Higher Education, NV
- Ohio State University, OH
- Pennsylvania State University, PA
- Purdue University, IN
- Rutgers, The State University of New Jersey, NJ
- State System of Higher Education, PA
- State University of New York, NY
- State University System of Florida, FL
- Texas A&M University System, TX
- Texas State University System, TX
- University of Arkansas, AR
- University of California, CA
- University of Colorado, CO
- University of Florida, FL
- University of Houston System, TX
- University of Illinois, IL
- University of Massachusetts, MA
- University of Michigan, MI
- University of Minnesota, MN
- University of Puerto Rico, PR
- University of Texas System, TX
- University of Washington, WA
- University System of Maryland, MD
- West Virginia Higher Education Policy Commission, WV
Big Ten Comparison
Total Revenues by Contribution

(In Millions)

*Source: Moody’s Investor Service as of 3/21/2013. Fiscal year 2012 data, except University of Nebraska is 2011.
Big Ten Comparison
Total Cash & Investments

(In Millions)

*Source: Moody’s Investor Service as of 3/21/2013. Fiscal year 2012 data, except University of Nebraska is 2011.

*Large Public Median  Big Ten Median*
Big Ten Comparison
Days Cash on Hand

*Source: Moody’s Investor Service as of 3/21/2013. Fiscal year 2012 data, except University of Nebraska is 2011.*
Big Ten Comparison
Unrestricted Financial Resources-to-Operations

*Source: Moody’s Investor Service as of 3/21/2013. Fiscal year 2012 data, except University of Nebraska is 2011.

*Large Public Median

*Big Ten Median

*Source: Moody’s Investor Service as of 3/21/2013. Fiscal year 2012 data, except University of Nebraska is 2011.
Big Ten Comparison

Total Debt

(In Millions)

*Source: Moody’s Investor Service as of 3/21/2013. Fiscal year 2012 data, except University of Nebraska is 2011.
Big Ten Comparison
Average Debt Service Coverage (x)

*Source: Moody’s Investor Service as of 3/21/2013. Fiscal year 2012 data, except University of Nebraska is 2011.
Big Ten Comparison
Net Tuition Per Student

*Source: Moody’s Investor Service as of 3/21/2013. Fiscal year 2012 data, except University of Nebraska is 2011.

*Large Public Median
*Big Ten Median

*Source: Moody’s Investor Service as of 3/21/2013. Fiscal year 2012 data, except University of Nebraska is 2011.
Big Ten Comparison

Primary Matriculation (admissions/applications accepted)

*Source: Moody’s Investor Service as of 3/21/2013. Fiscal year 2012 data, except University of Nebraska is 2011.
Big Ten Comparison
Primary Selectivity (acceptances/applications)

*Source: Moody’s Investor Service as of 3/21/2013. Fiscal year 2012 data, except University of Nebraska is 2011.

*Large Public Median
*Big Ten Median