



Fiscal 2020 Financial Summary

Prepared for presentation to the Board of Trustees

November 12, 2020

Disclaimer

**Unaudited, Preliminary Financial Results
For Discussion Purposes Only**

Fiscal Year 2020

Onset of Pandemic Created Many Uncertainties

Unprecedented Actions Needed to Overcome Challenges

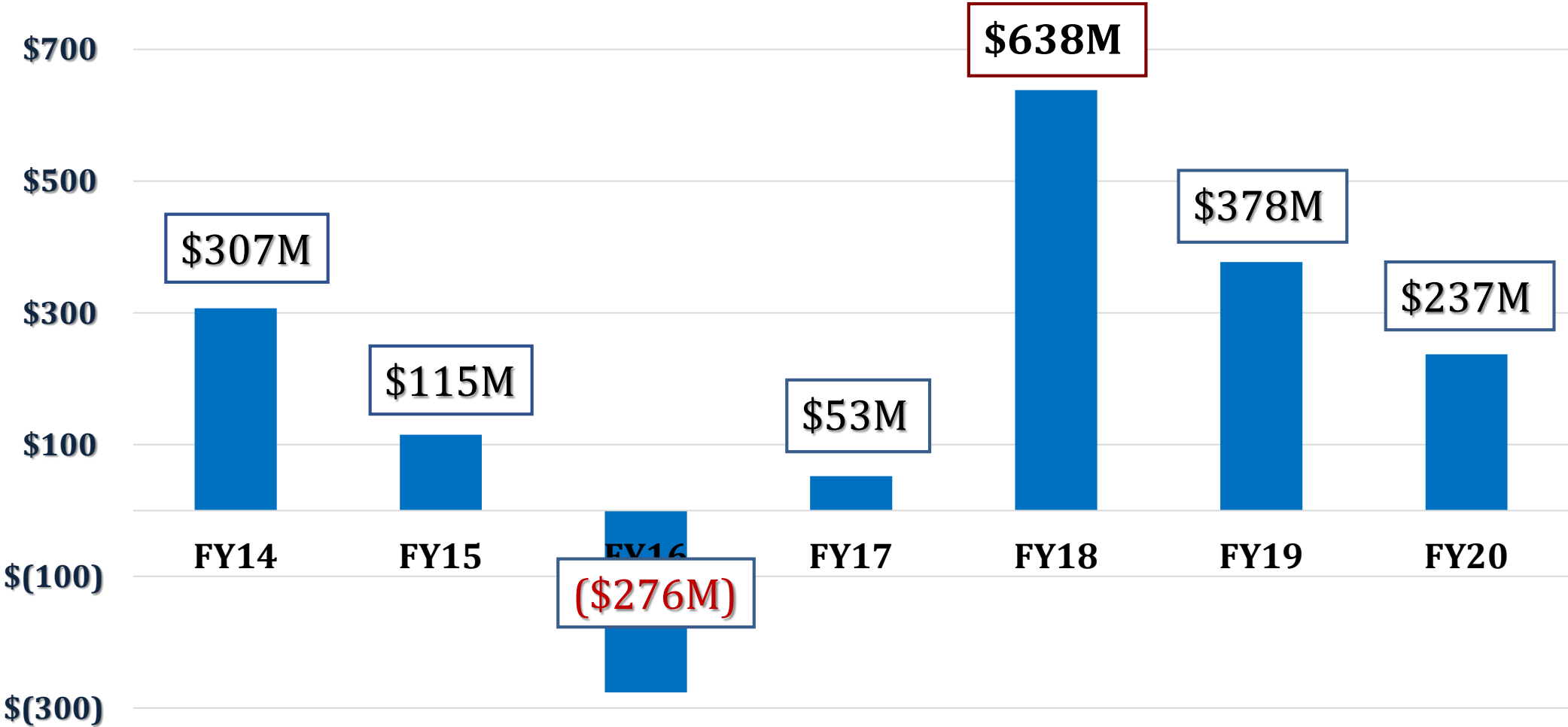
Prudent Management Leads to Stable Financial Results

FY20 Financial Summary

	Including Payments on Behalf	Without Payments on Behalf
Revenues Used to Fund Operations	\$6,457,365	\$5,269,705
Operating Expenses	\$5,949,492	\$4,761,832
Income before interest, depreciation and net non-operating revenues	\$507,873	\$507,873
Depreciation	(\$252,588)	(\$252,588)
Interest expense	(\$58,181)	(\$58,181)
Net Other Non-Operating Revenues	\$40,117	\$40,117
Change in Net Position	\$237,221	\$237,221

All Figures in Thousands of Dollars

Change in Net Position



FY20 Operating Ratios

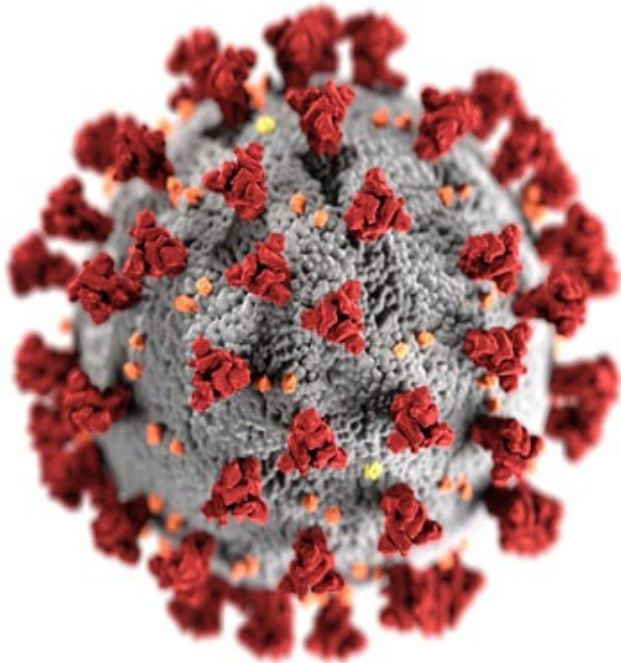
	With POB	Without POB	Adjusted POB (\$625M)
EBIDA %	7.9%	9.6%	8.6%
Net Income %	3.7%	4.5%	4.0%

Median Comprehensive Public University Operating Margin 3.1%

EBIDA % = EBIDA / Revenue Used to Fund Operations Net Income % = Net Position / Revenue Used to Fund Operations

Estimated COVID-19 Financial Impact* (Through June 30, 2020)

Estimated cost to U of I System = \$188.5M



➤ Student fee adjustments	\$49.2M
➤ Costs associated with COVID response	\$21.4M
➤ Other lost revenues (program/events)	\$34.9M
➤ Lost clinical revenue	\$34.7M
➤ Increased financial aid	\$48.2M

*** Does not include hospital**



CARES Act Funding Received

University	Amount
UIC	\$32.47M
UIS	\$1.73M
UIUC	\$31.44M
Patient Care Entities*	\$35.03M
TOTAL	\$100.69M

Fifty percent of CARES funding to universities for additional financial aid

UIC total includes \$289K separate allocation to JMLS & \$2.309M allocation as minority serving institution

***Includes Hospital MSHC and Medical Service Plan**

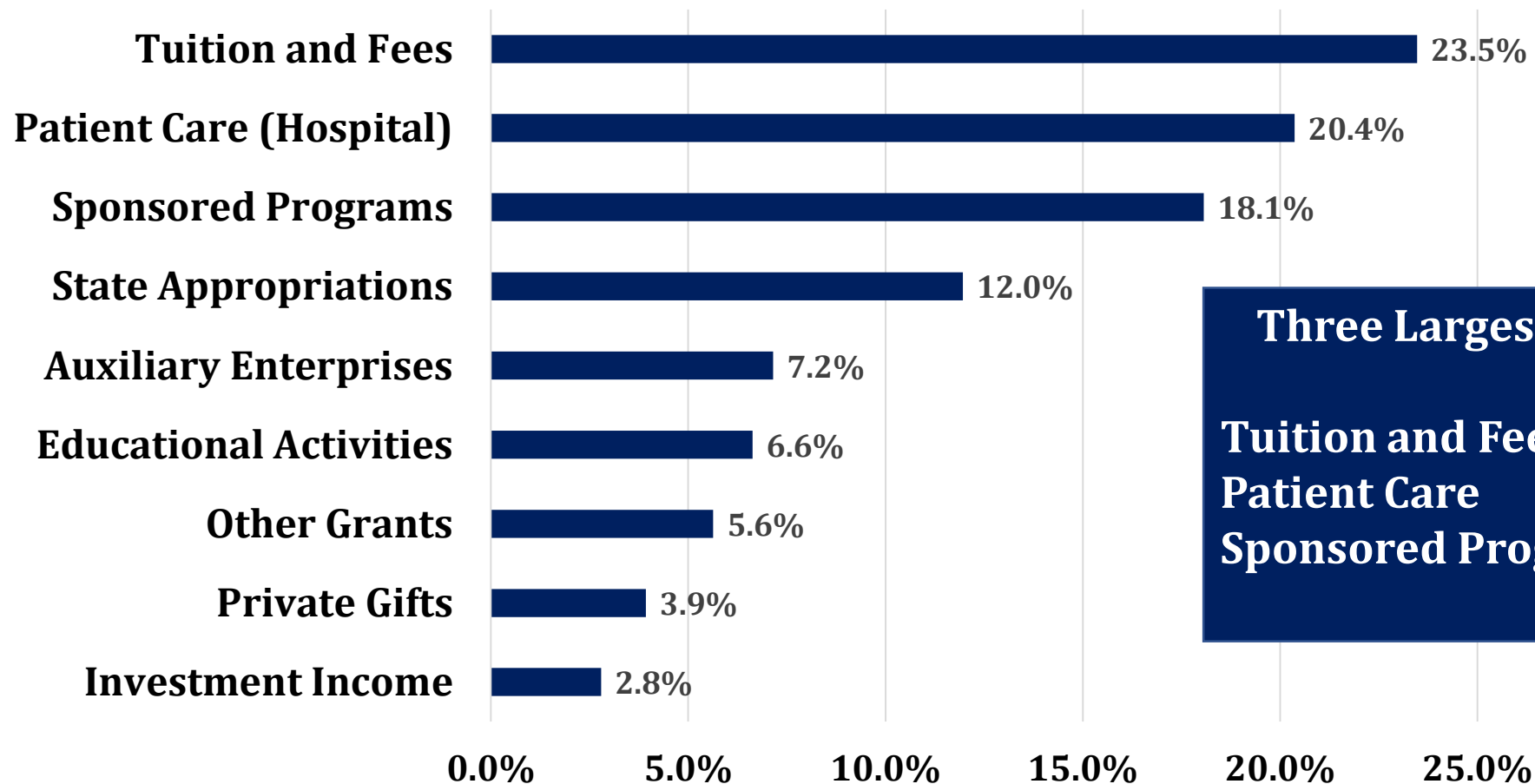
How Funds Were Spent

Category	Expended in FY20	Deferred to FY21	Total
Financial Aid	\$29.08M	\$2.59M	\$31.67M
Institutional Support	\$29.50M	\$4.48M	\$33.98M
Patient Care	\$33.15M	\$1.88M	\$35.03M
TOTAL	\$91.73M	\$8.95M	\$100.69M

Diversified Revenue Sources

(Excluding Payments on Behalf)

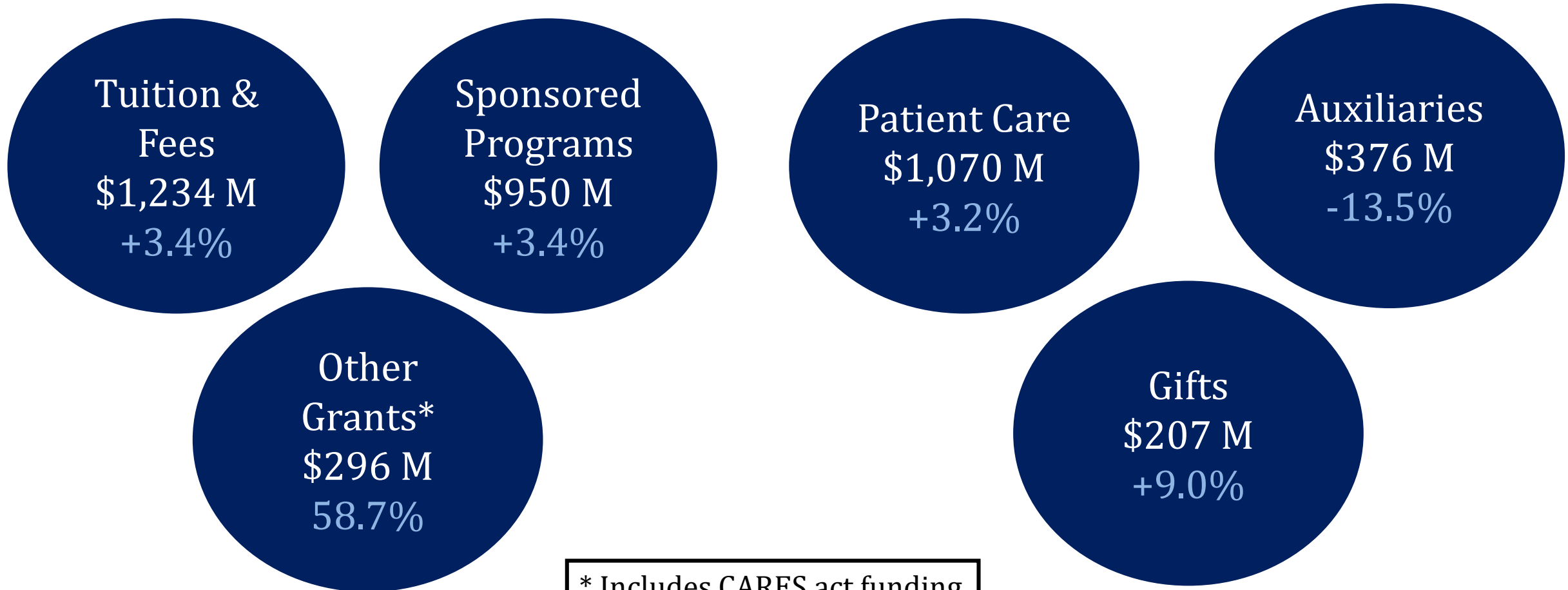
Total Revenue \$5,256.5 Million



Three Largest Sources of Revenue

Tuition and Fees	\$1,234M
Patient Care	\$1,070M
Sponsored Programs	\$950M

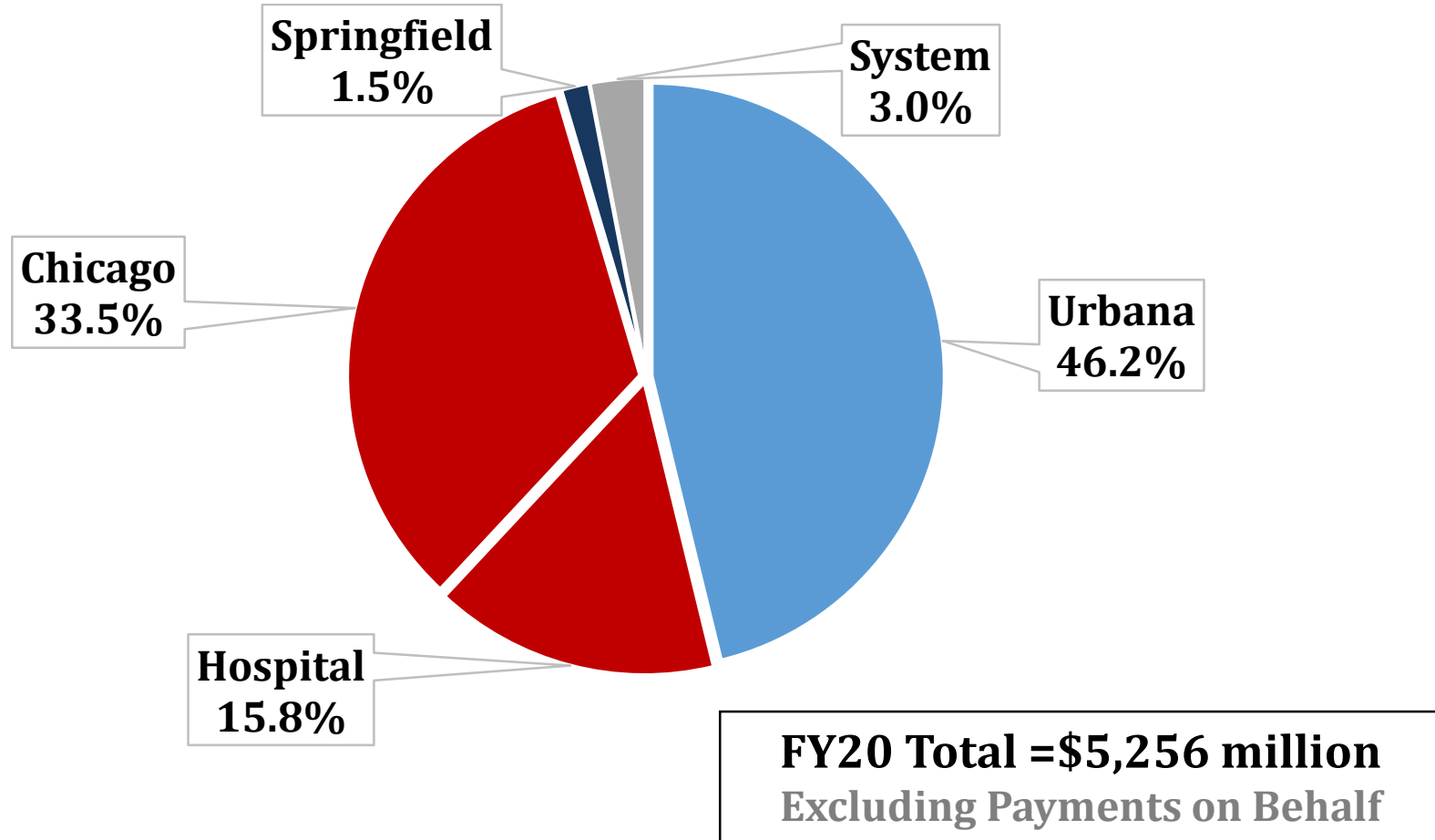
Key Revenue Changes from FY2019



* Includes CARES act funding

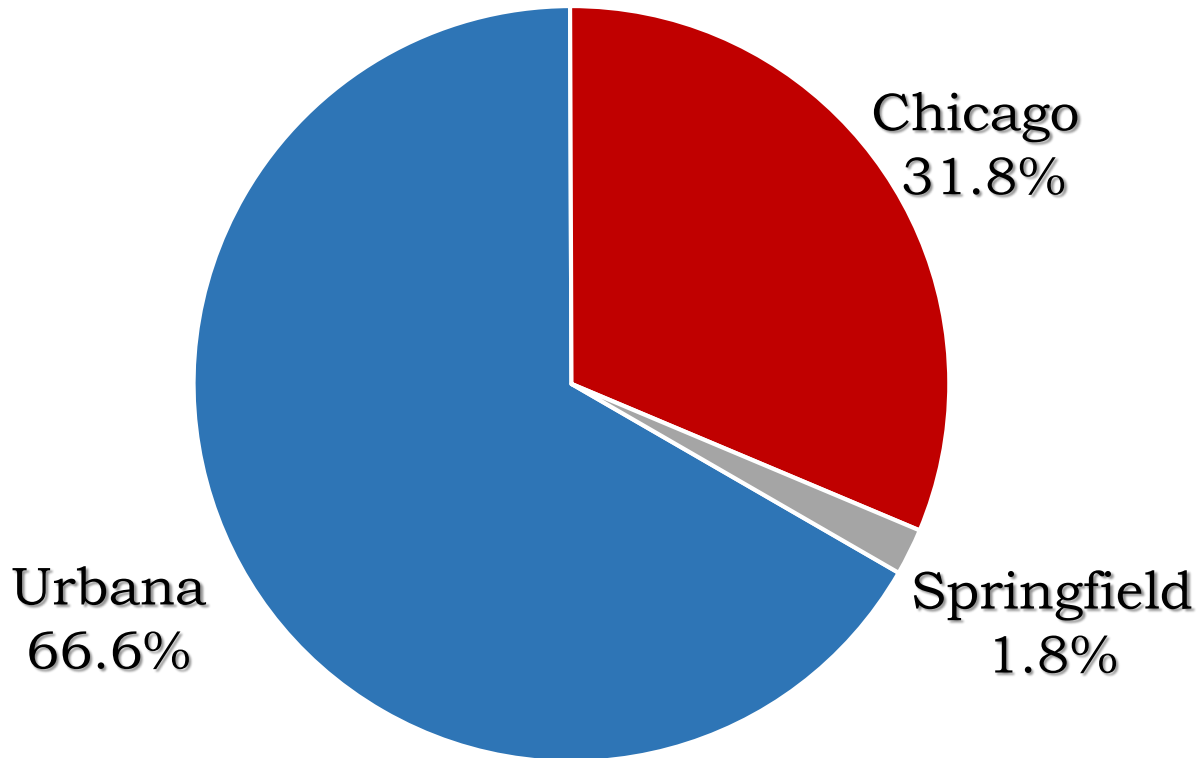


Revenue By Unit



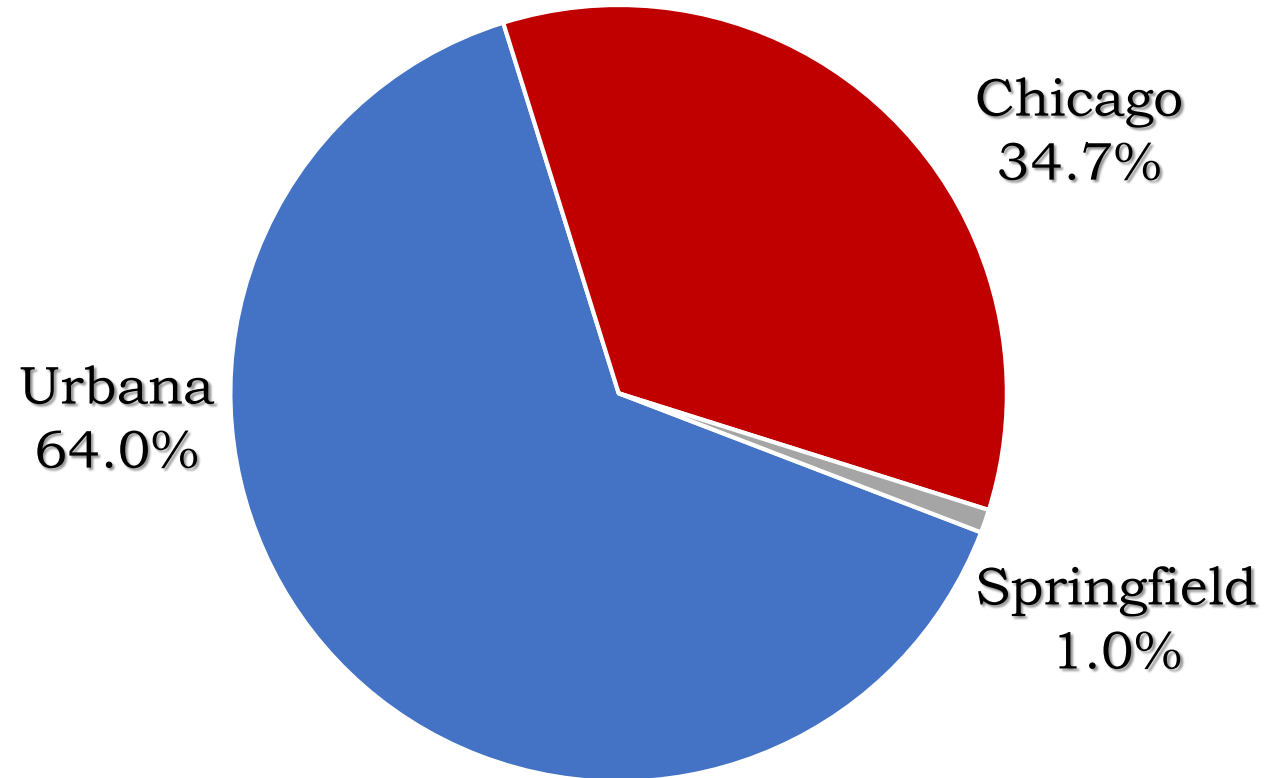
Major Revenue Type By Unit

Tuition and Fees



FY20 Total = \$1,233.7 million

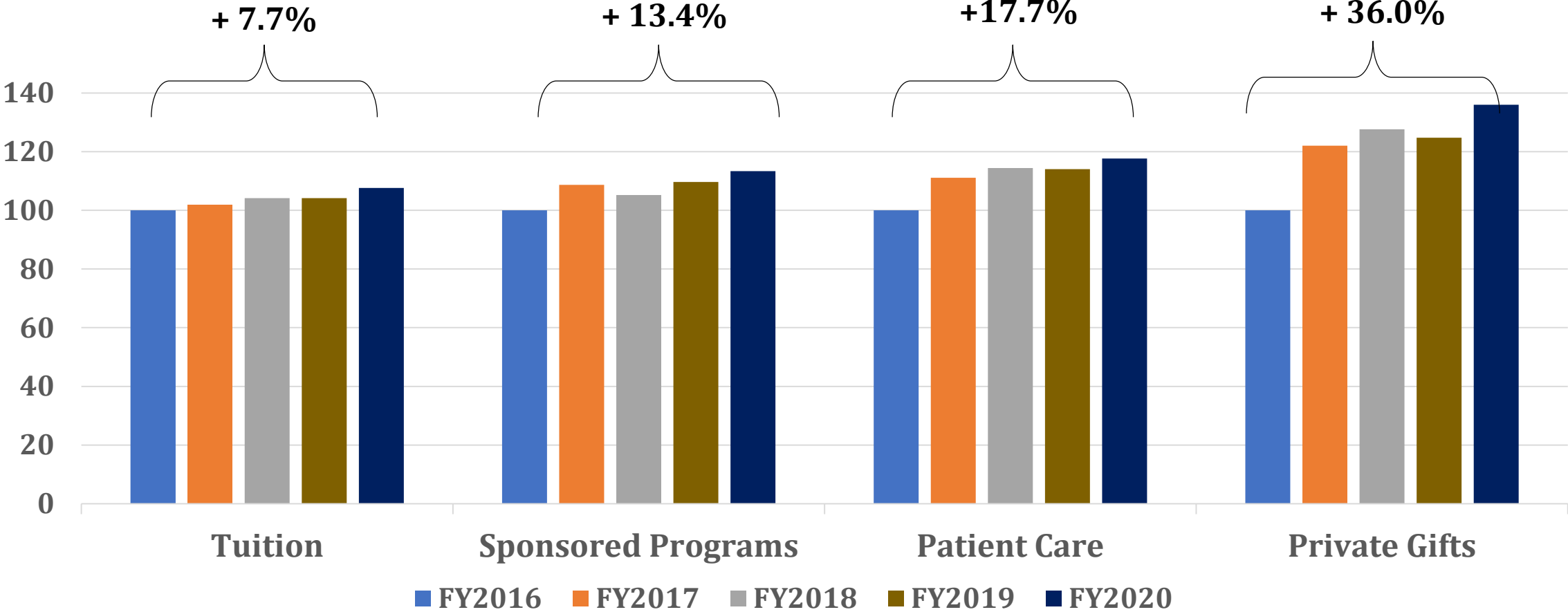
Sponsored Programs



FY20 Total = \$949.6 million

Five Year Revenue Trends

FY2016 = 100



FY2020: Year of Many Unexpected Expenses

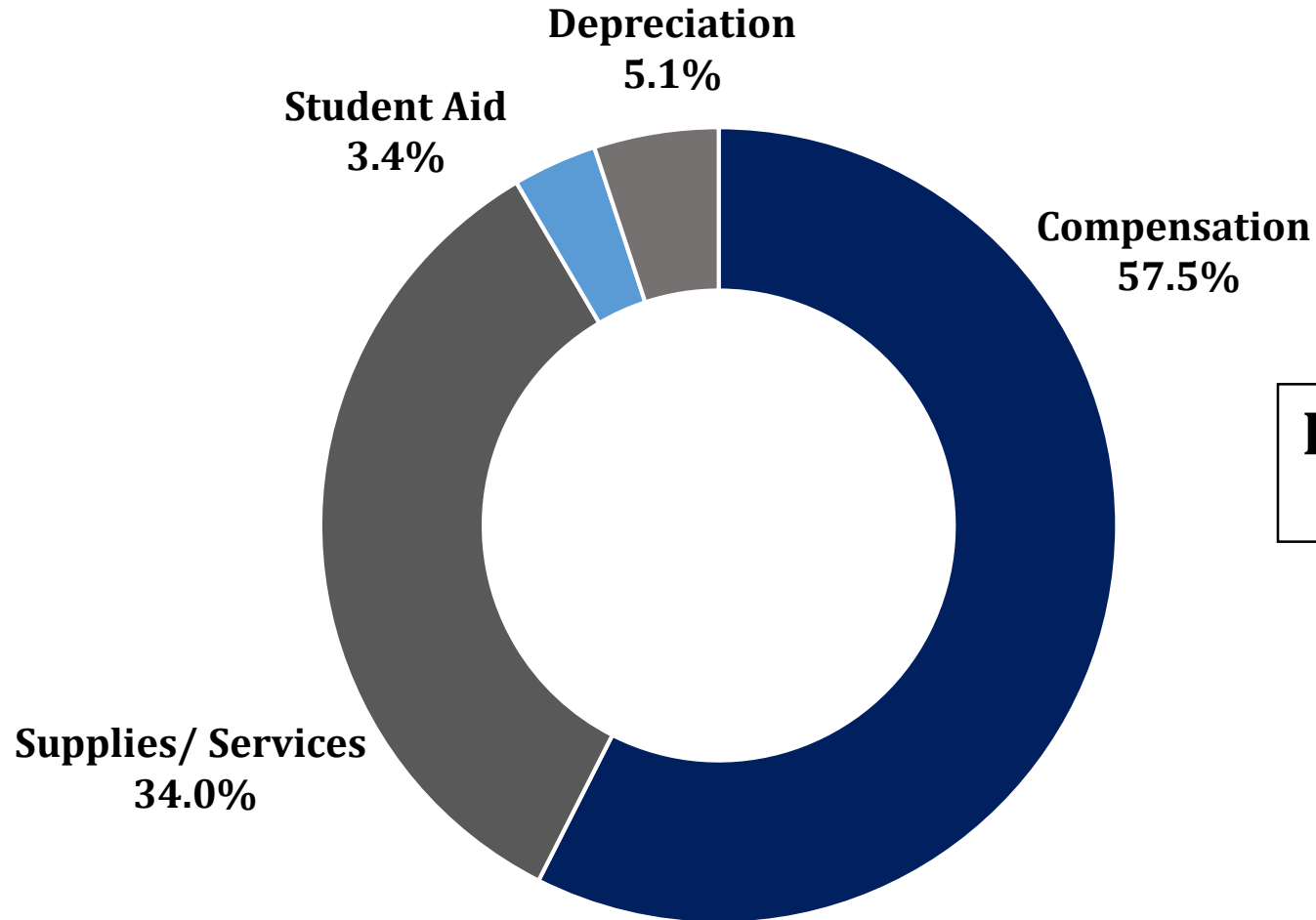
Expenses Increased 6.6% over FY19



Expense Increase in FY20 Much Higher Than Typical

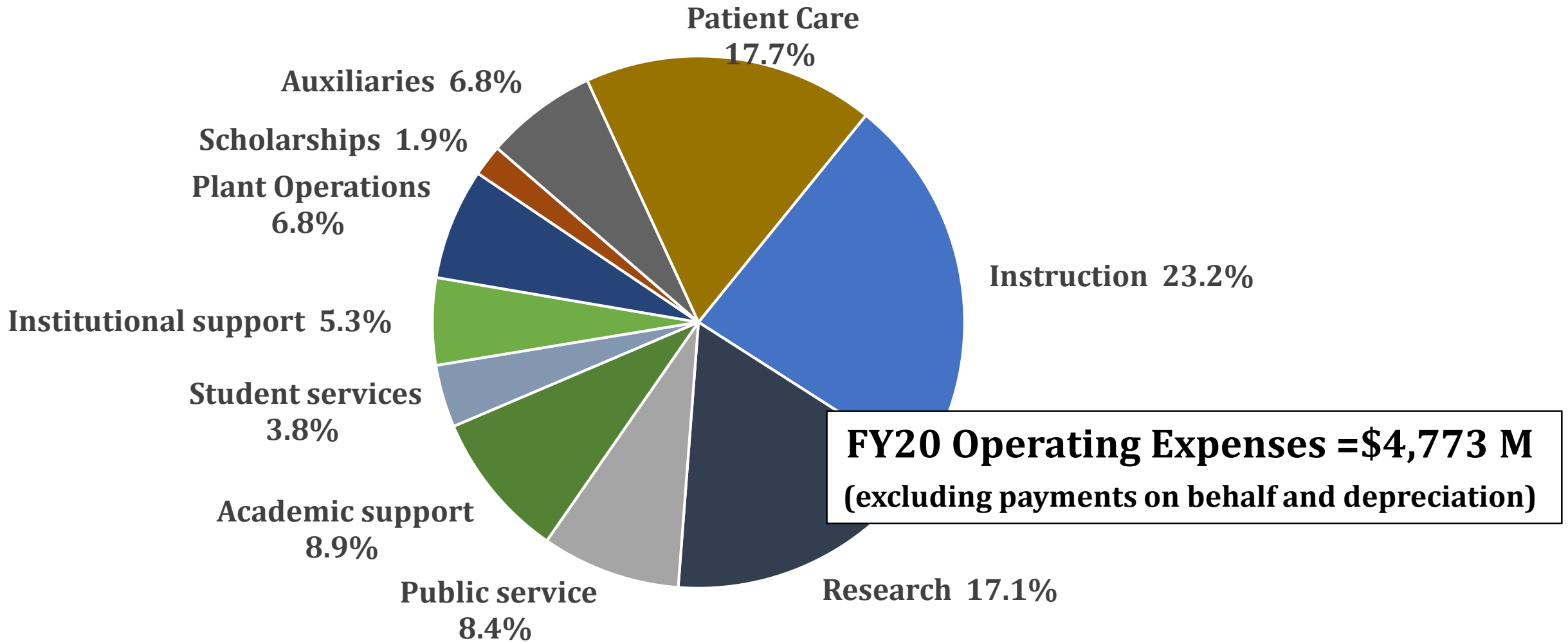
	Average Annual Growth FY15-FY19	Change FY19-FY20
Compensation	2.13%	8.04%
Supplies/Services	1.20%	2.12%
Student Aid	1.89%	43.49%
TOTAL	1.62%	6.60%

Compensation is Largest Expense Category



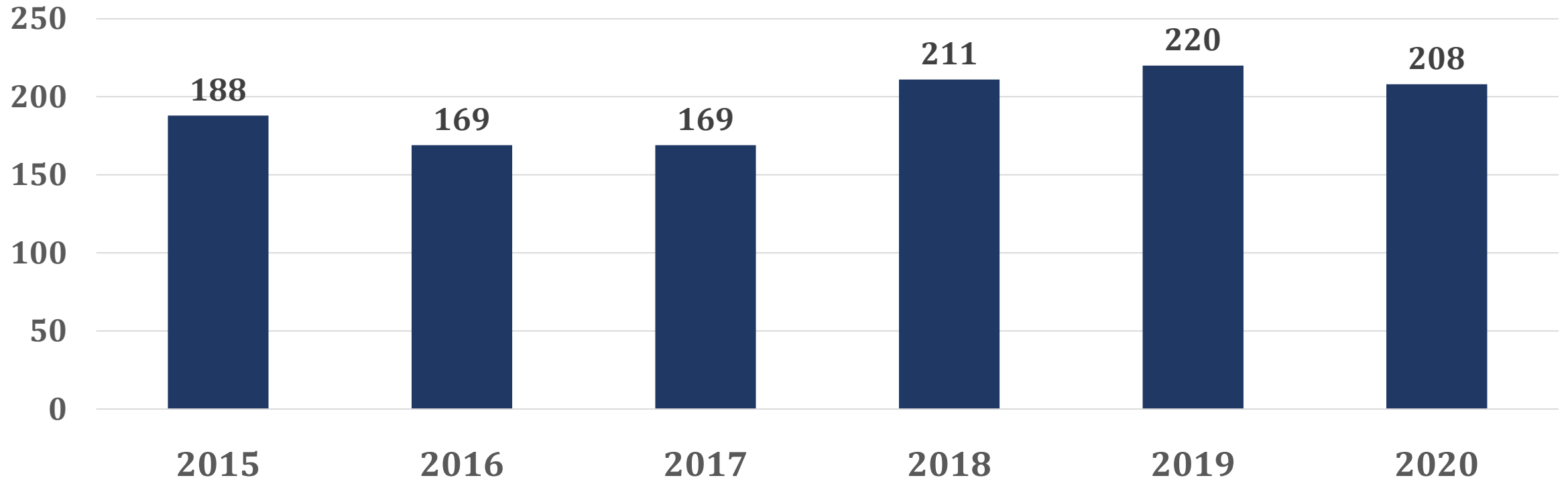
**FY20 Operating Expenses \$4,994 M
(Excluding Payments on Behalf)**

Instruction is the Largest Expense Function



Maintaining Strong Cash Position

Days Cash on Hand as of June 30



Public University Medians

A: 154 days; Aa 169 days; Aaa 181 days

**Difficult Year Managed
Prudently During Challenging
Times**

Thank You