

FINANCIAL REPORT



UNIVERSITY OF ILLINOIS

URBANA-CHAMPAIGN • CHICAGO • SPRINGFIELD

BOARD OF TRUSTEES

November 14, 2013

Reportable Events Since September Meeting

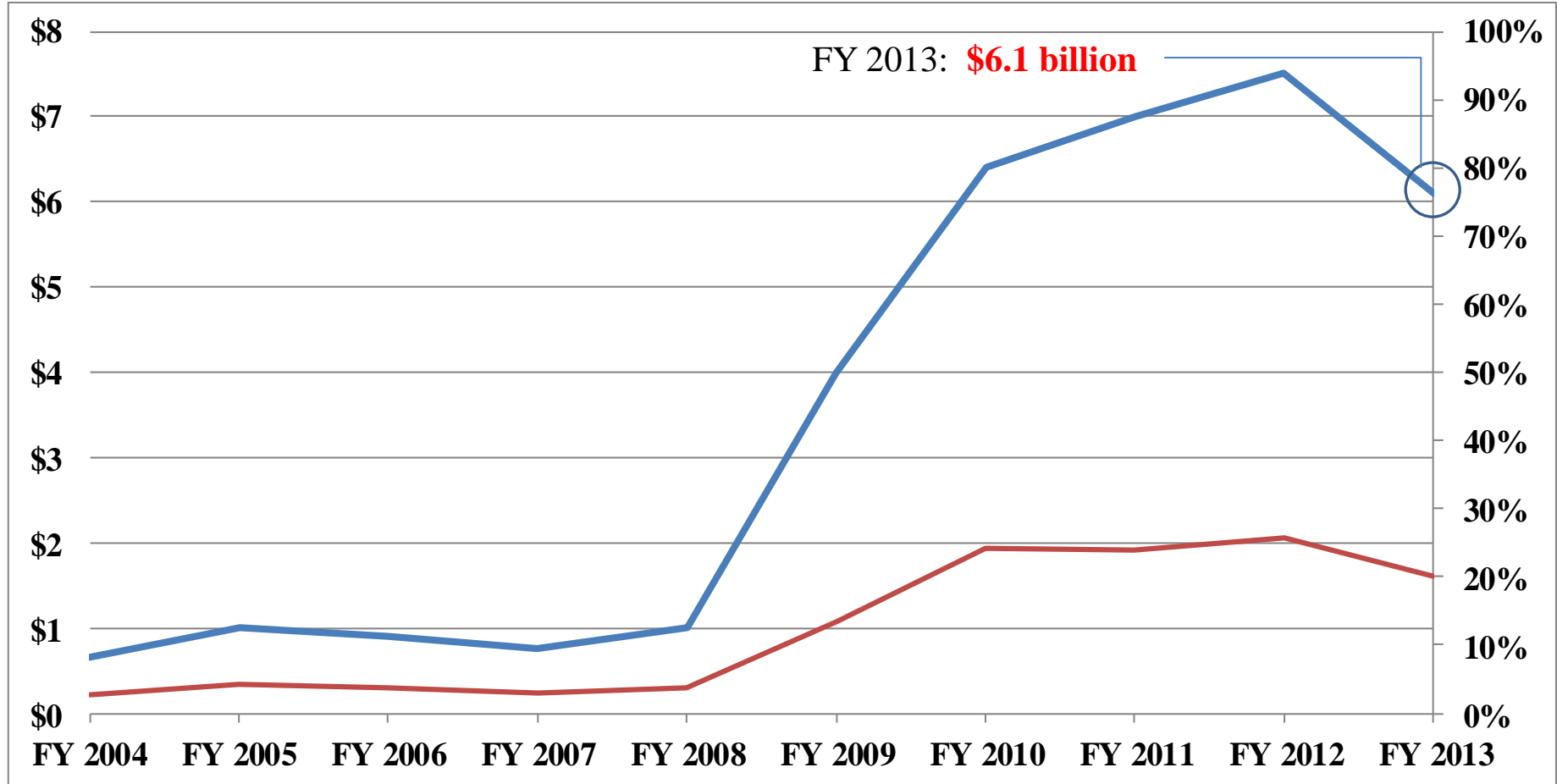
- State completed payments of Fiscal Year 2013 appropriation
- Legislative veto session
 - No action on pensions
 - No action on procurement
 - Retire/rehire modifications
 - School of Labor and Employee Relations
- Medicaid reimbursement shortfall
- IGPA report on State fiscal cliff issued
- Federal shutdown and sequestration

State of Illinois – General Revenue Fund

Estimated Accumulated Unpaid Vouchers and % of Appropriation

TOTAL ACCOUNTS PAYABLE at FISCAL YEAR END

Dollars in Billions



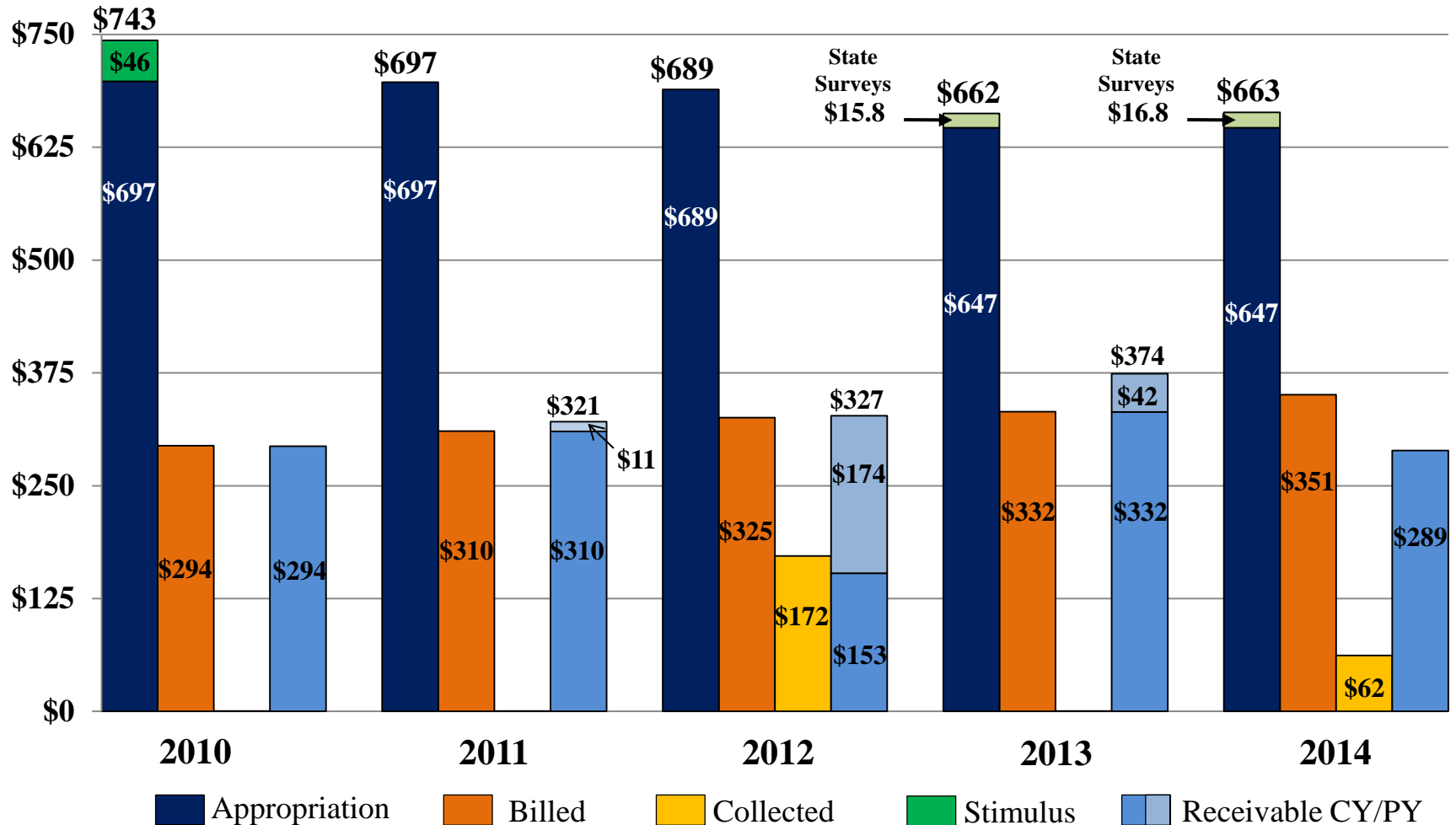
Appropriations based on CGFA Budget Summaries.

State Appropriation Revenue

Billings and Collections through November 11, 2013

Does Not Include \$28.7 million receivable for Fall MAP Awards

Dollars in Millions

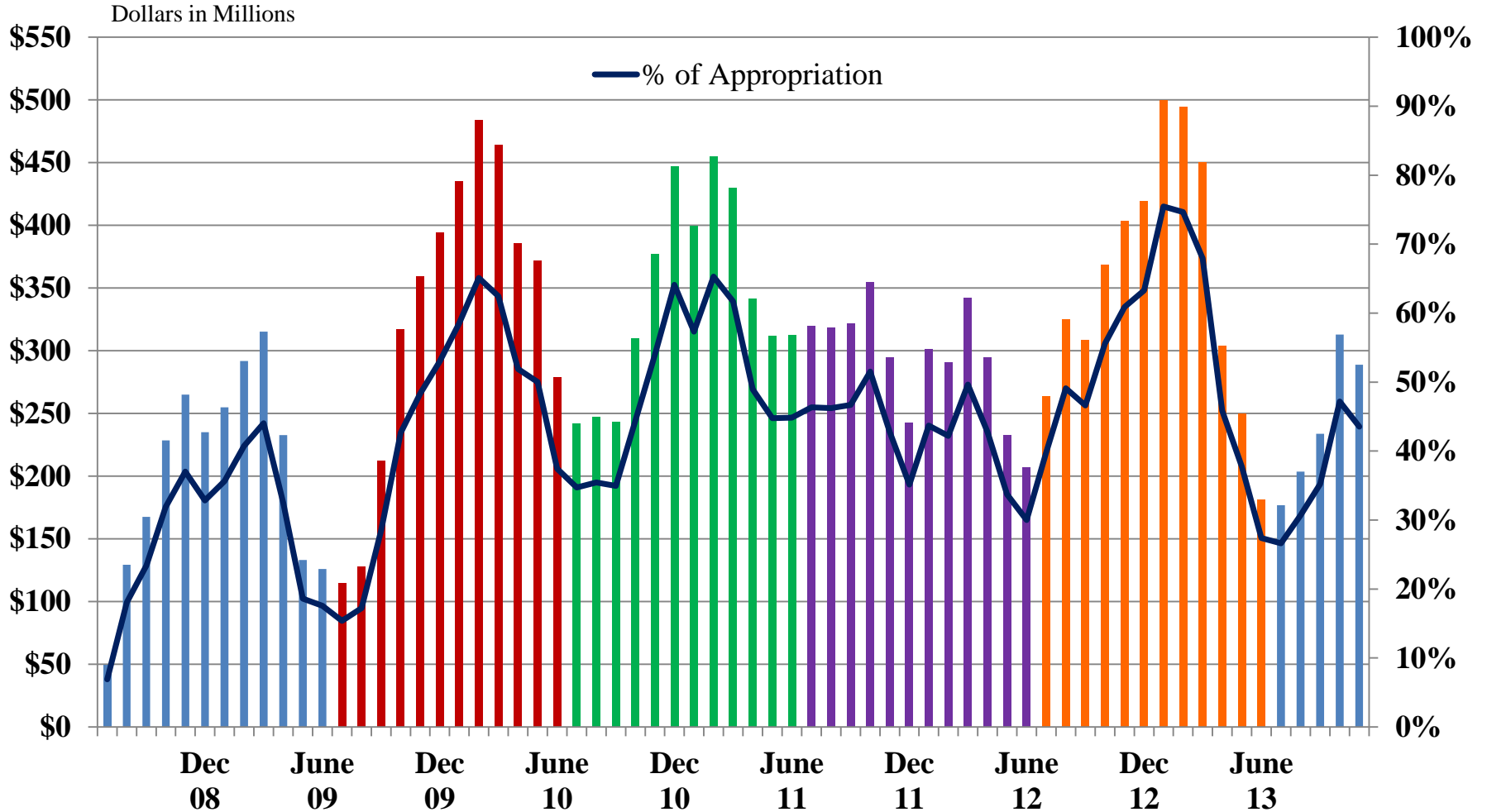


FY10 appropriation includes \$45.5 million of federal stimulus funding.

UI Month End GRF Receivable & Percent of State Budget

Fiscal Year 2009 through Fiscal Year 2014

As of November 11, 2013



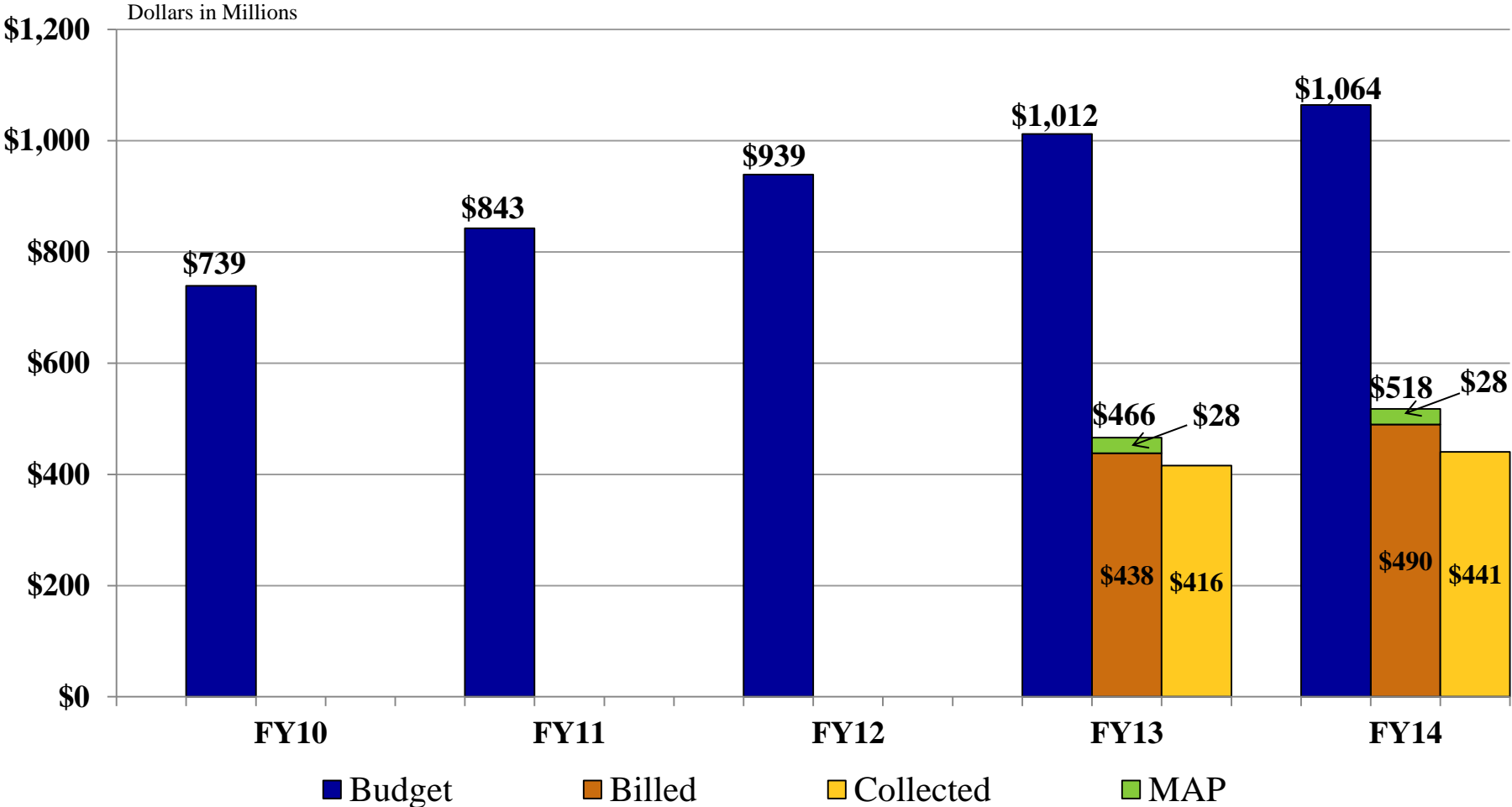
Receivables as of June 30th for each of the following fiscal years were: 2009 (\$125.9M), 2010 (\$278.5M), 2011 (\$312.7M), 2012 (\$206.7M), 2013 (\$181.4M).

Income Fund (Tuition) Revenue

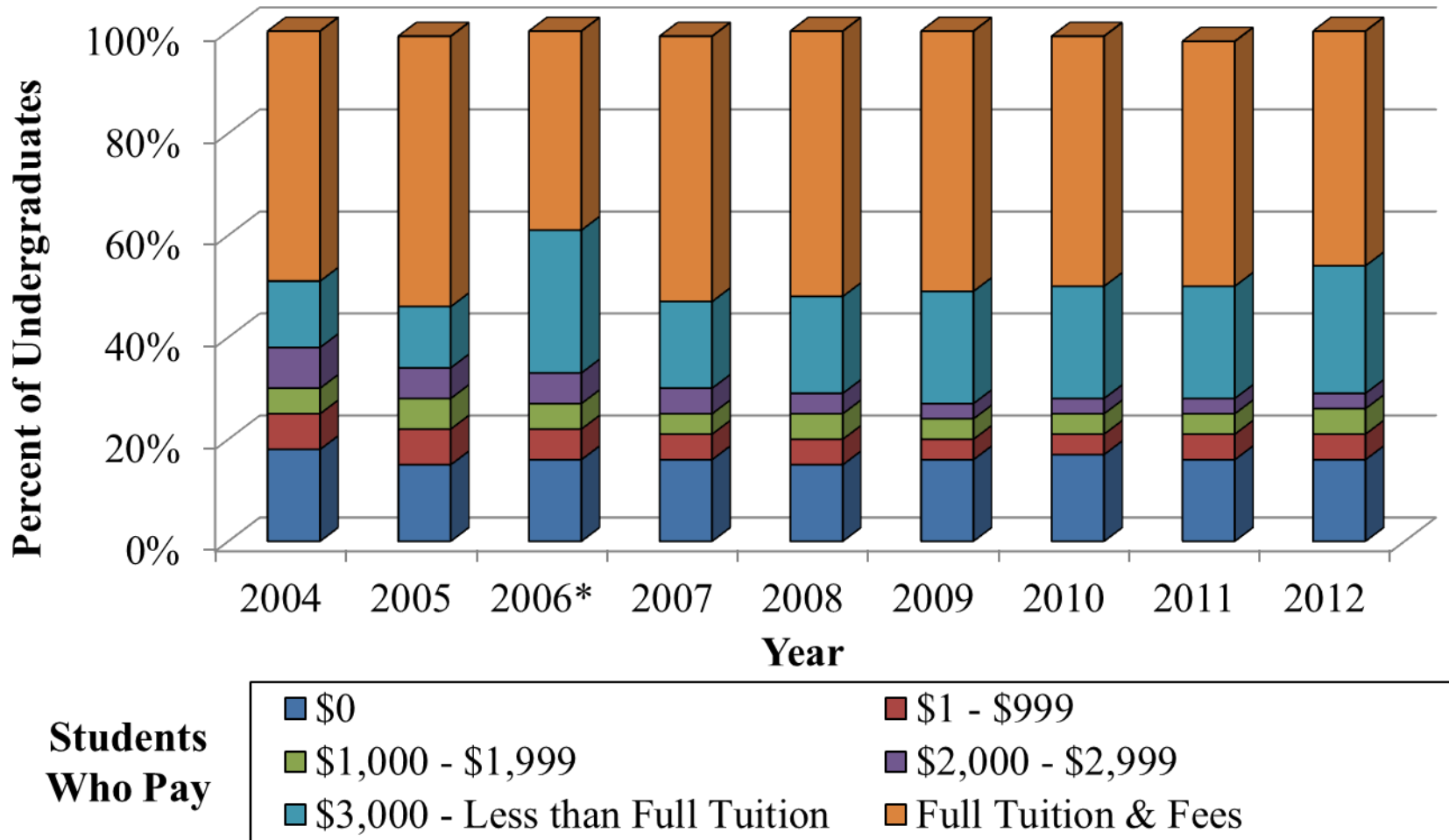
Unrestricted Funds

Fiscal Years 2010 – 2014

Collections and Billed through September 30th of Fiscal Years 2013 & 2014



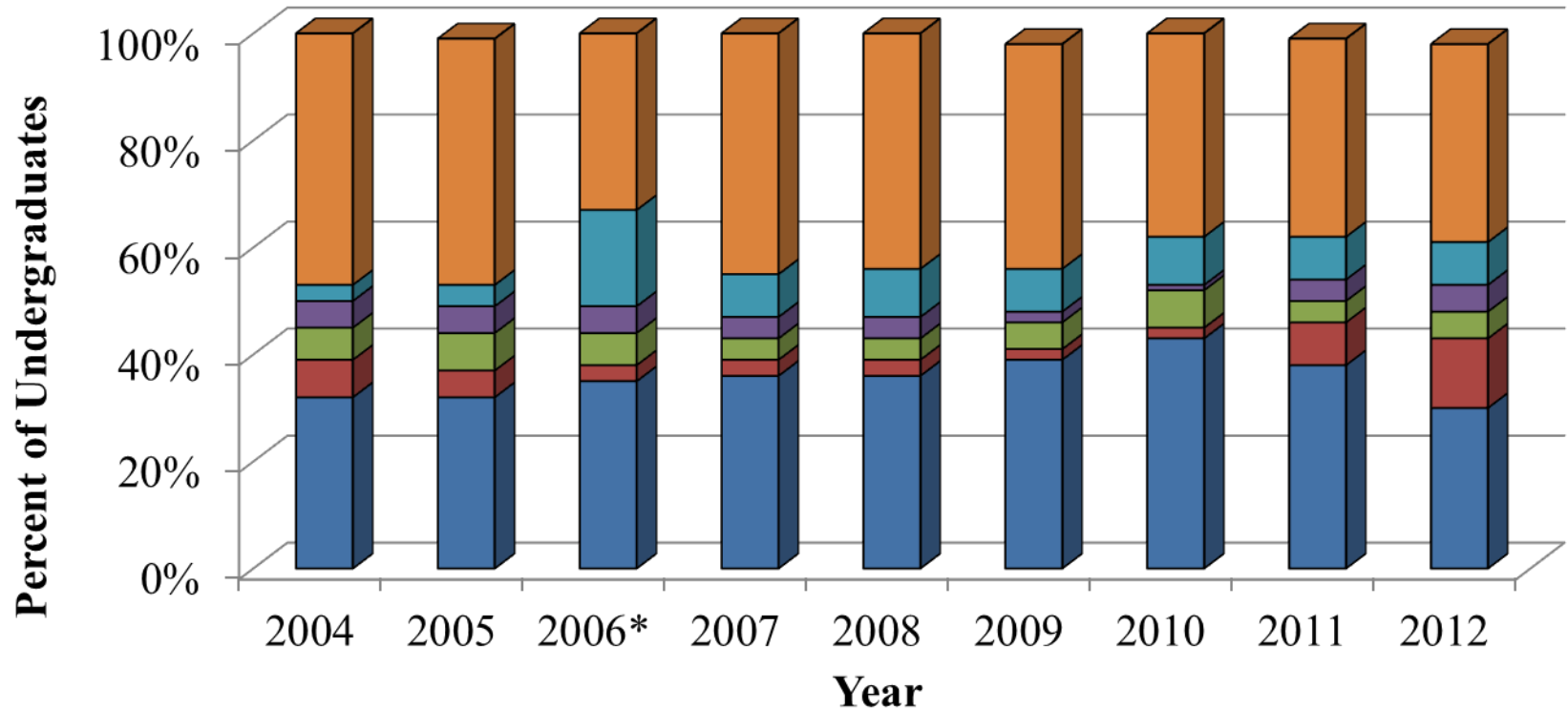
University of Illinois at Urbana-Champaign Financial Aid “Who Pays” Analysis Undergraduate Student Assistance (Residents)



Based on Fall Full-Time Undergraduates.

*Includes MAP Plus Awards.

University of Illinois at Chicago Financial Aid “Who Pays” Analysis Undergraduate Student Assistance (Residents)



Students Who Pay

■ \$0

■ \$1,000 - \$1,999

■ \$3,000 - Less than Full Tuition

■ \$1 - \$999

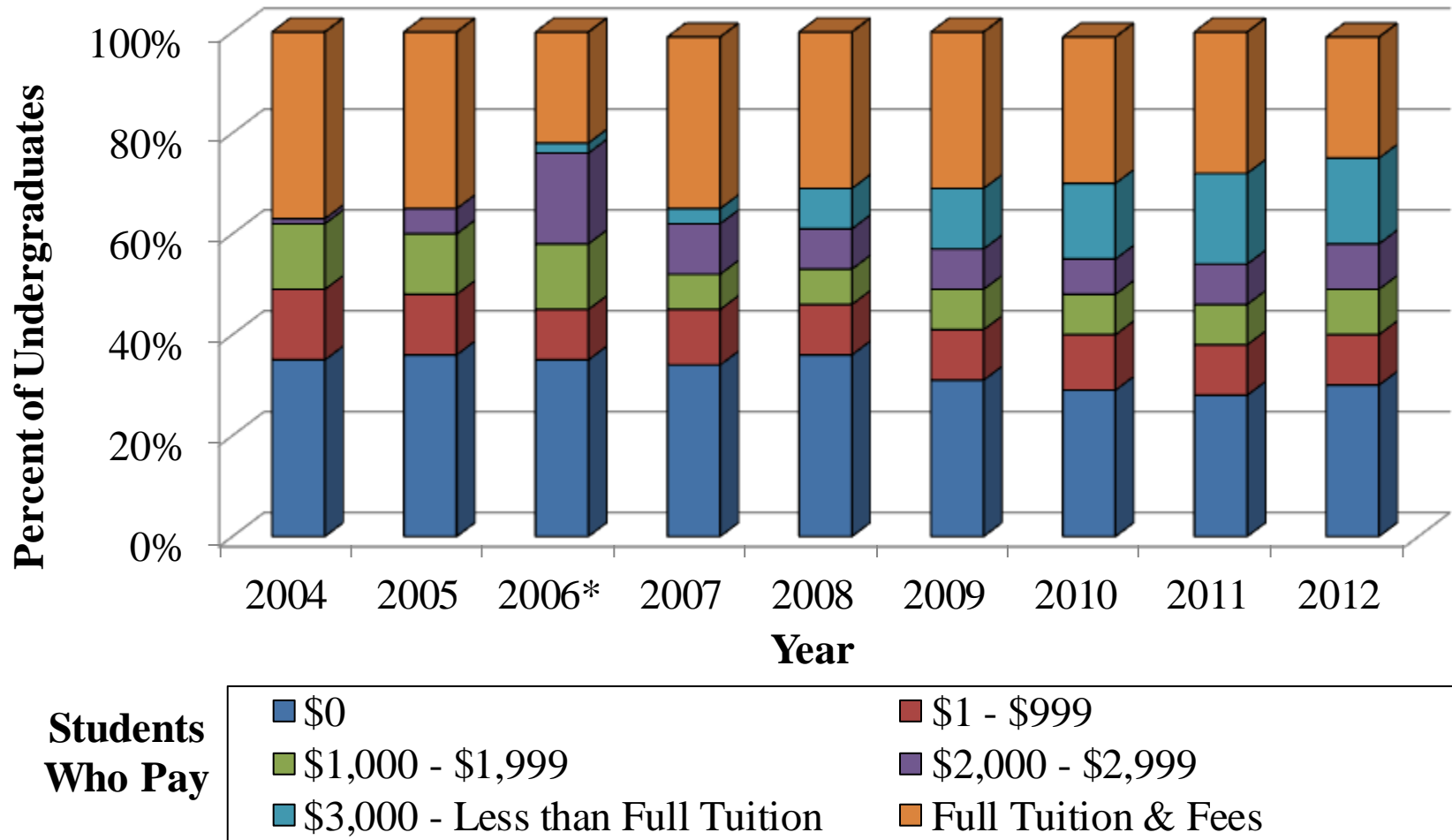
■ \$2,000 - \$2,999

■ Full Tuition & Fees

Based on Fall Full-Time Undergraduates.

*Includes MAP Plus Awards.

University of Illinois at Springfield Financial Aid “Who Pays” Analysis Undergraduate Student Assistance (Residents)



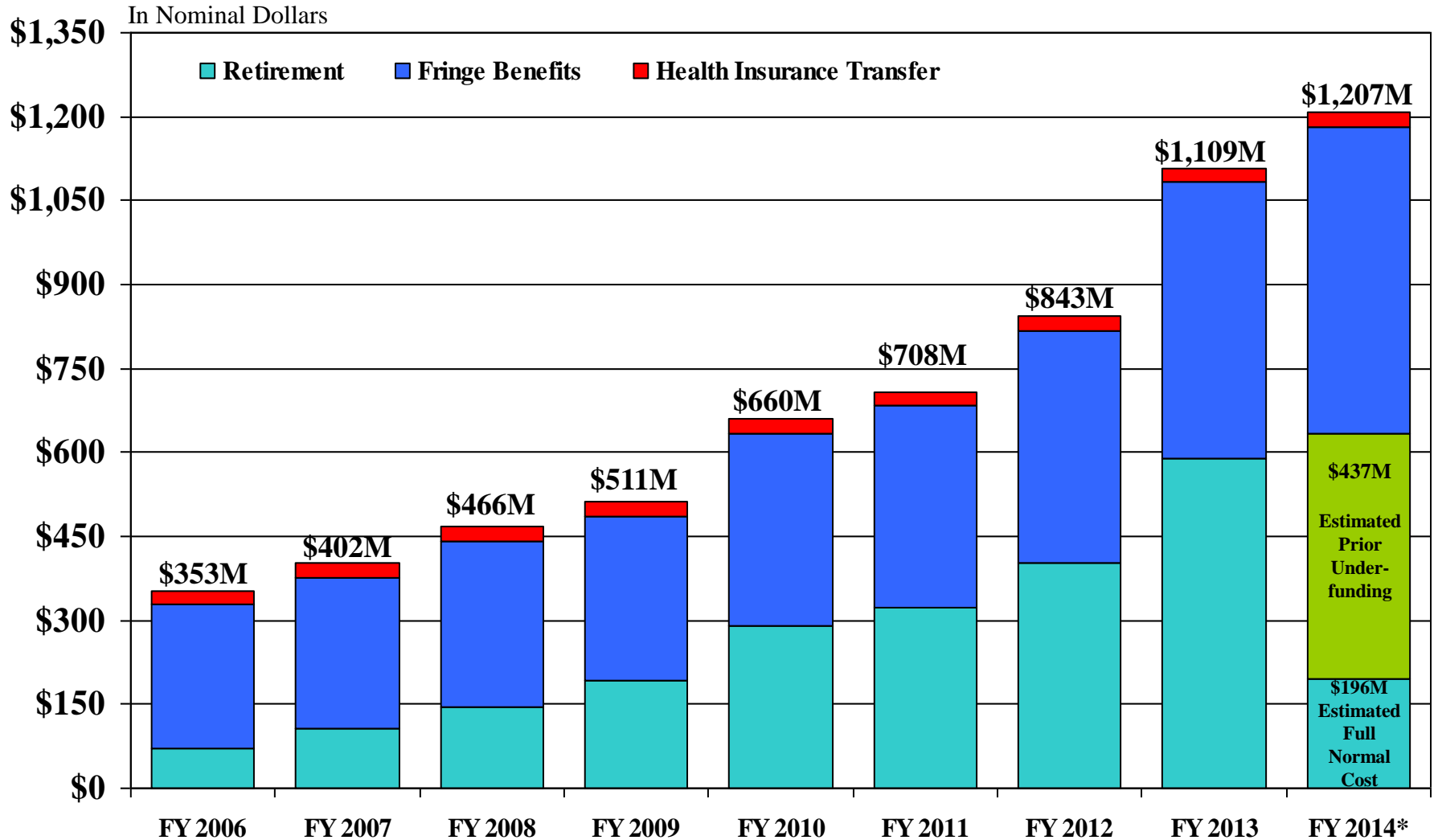
Based on Fall Full-Time Undergraduates.

*Includes MAP Plus Awards.

Payments on Behalf

FY 2006 – FY 2014

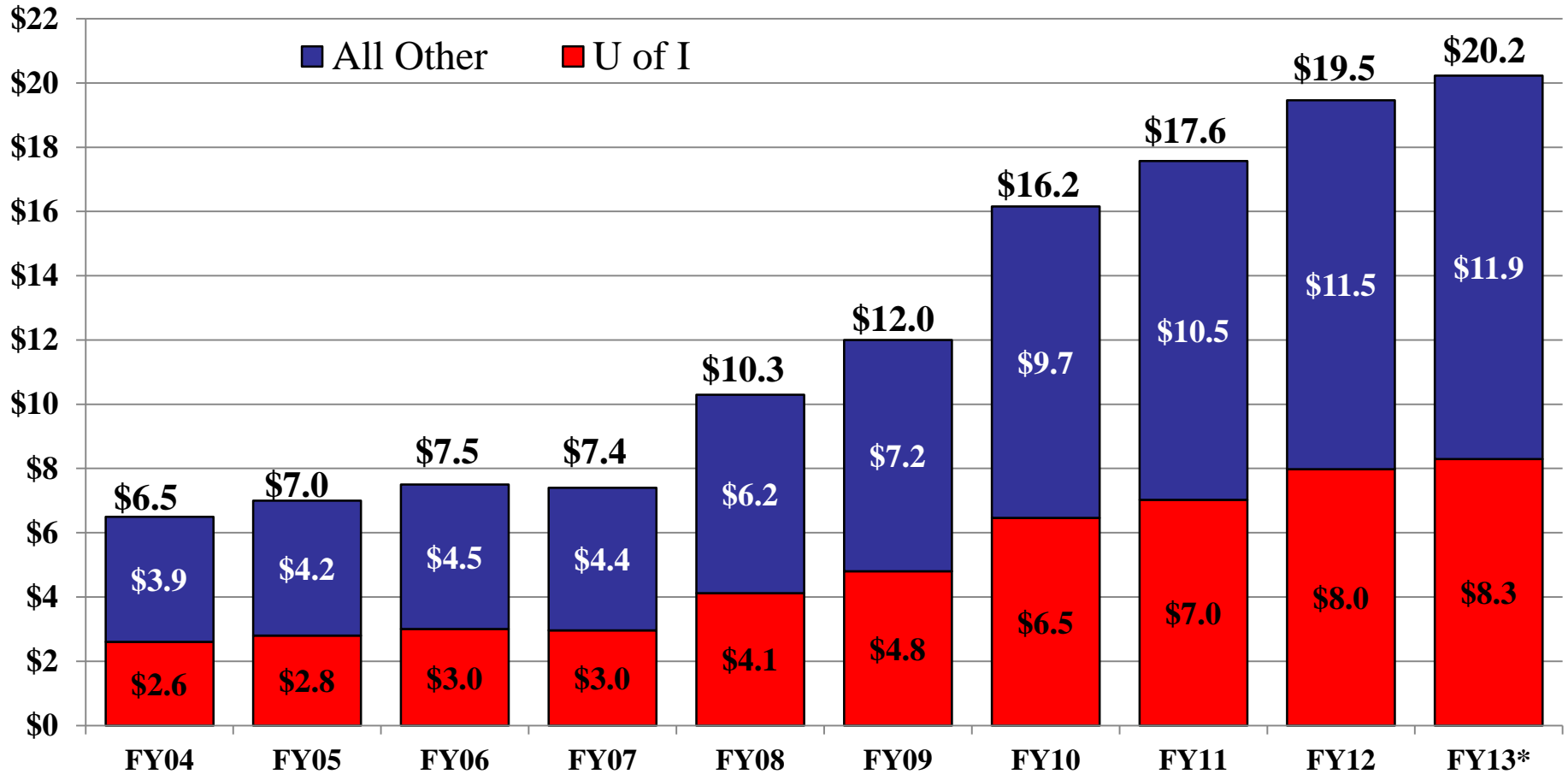
(Dollars in Millions)



* Estimated: Retirement based on estimated historical share of SURS funding and fringe benefits based on 5 year average increase. Normal cost and prior under-funding are estimated.

State Universities Retirement System (SURS) Unfunded Pension Obligations

(Dollars in Billions)



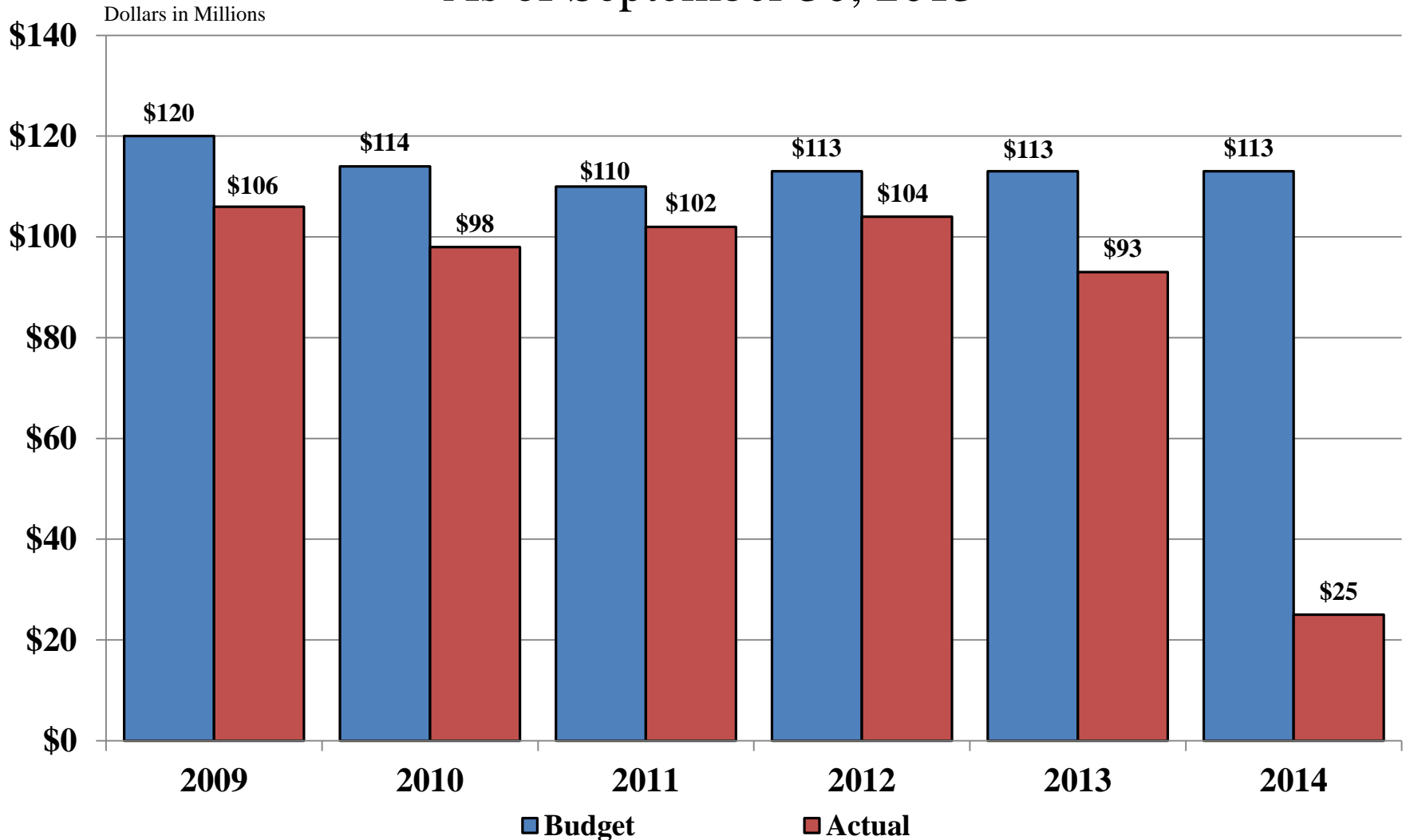
U of I portion is estimated.

*FY13 total is based on COGFA estimates.

Utility Budget versus Actual Expenditures

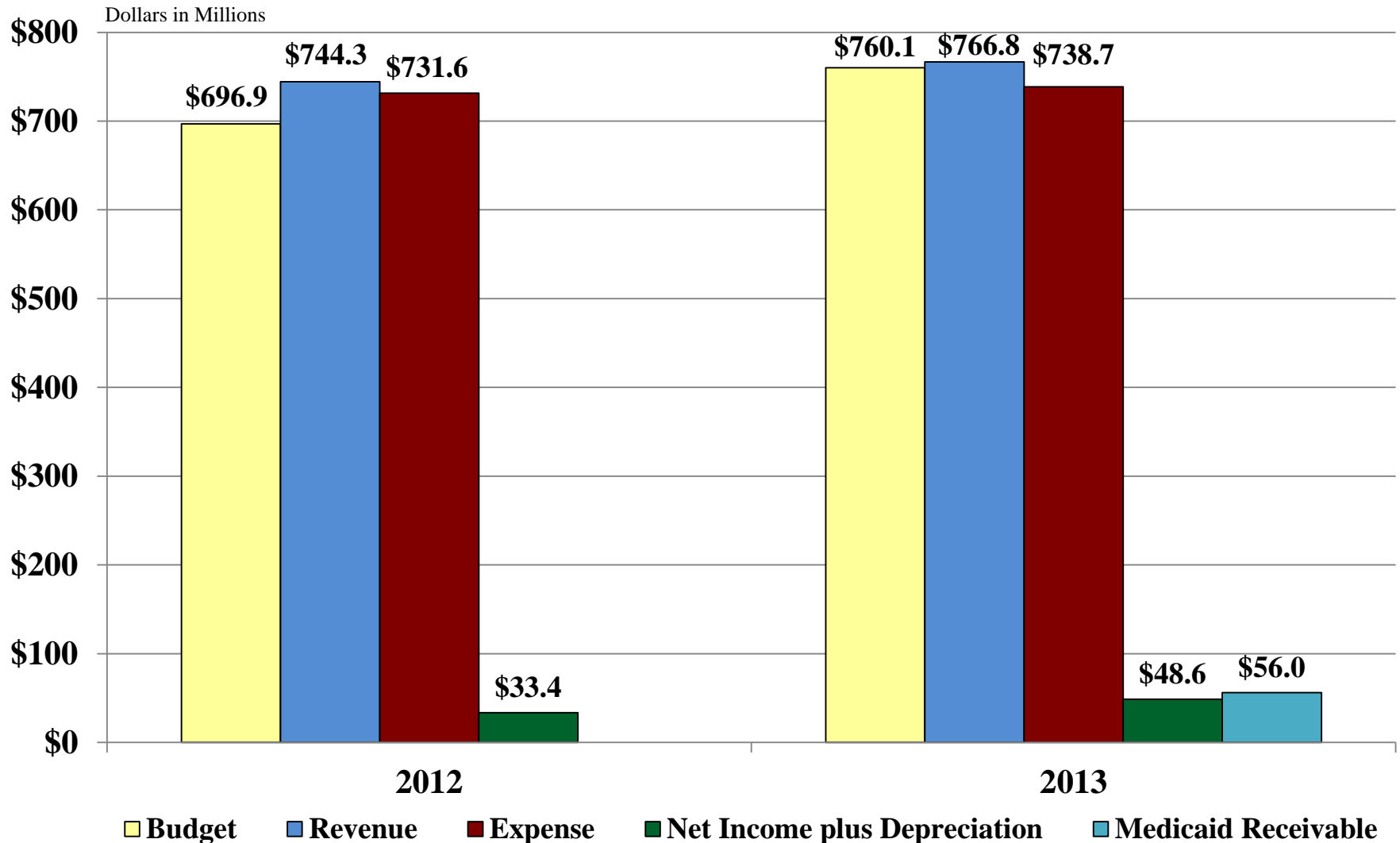
Fiscal Year 2009 through Fiscal Year 2014

As of September 30, 2013



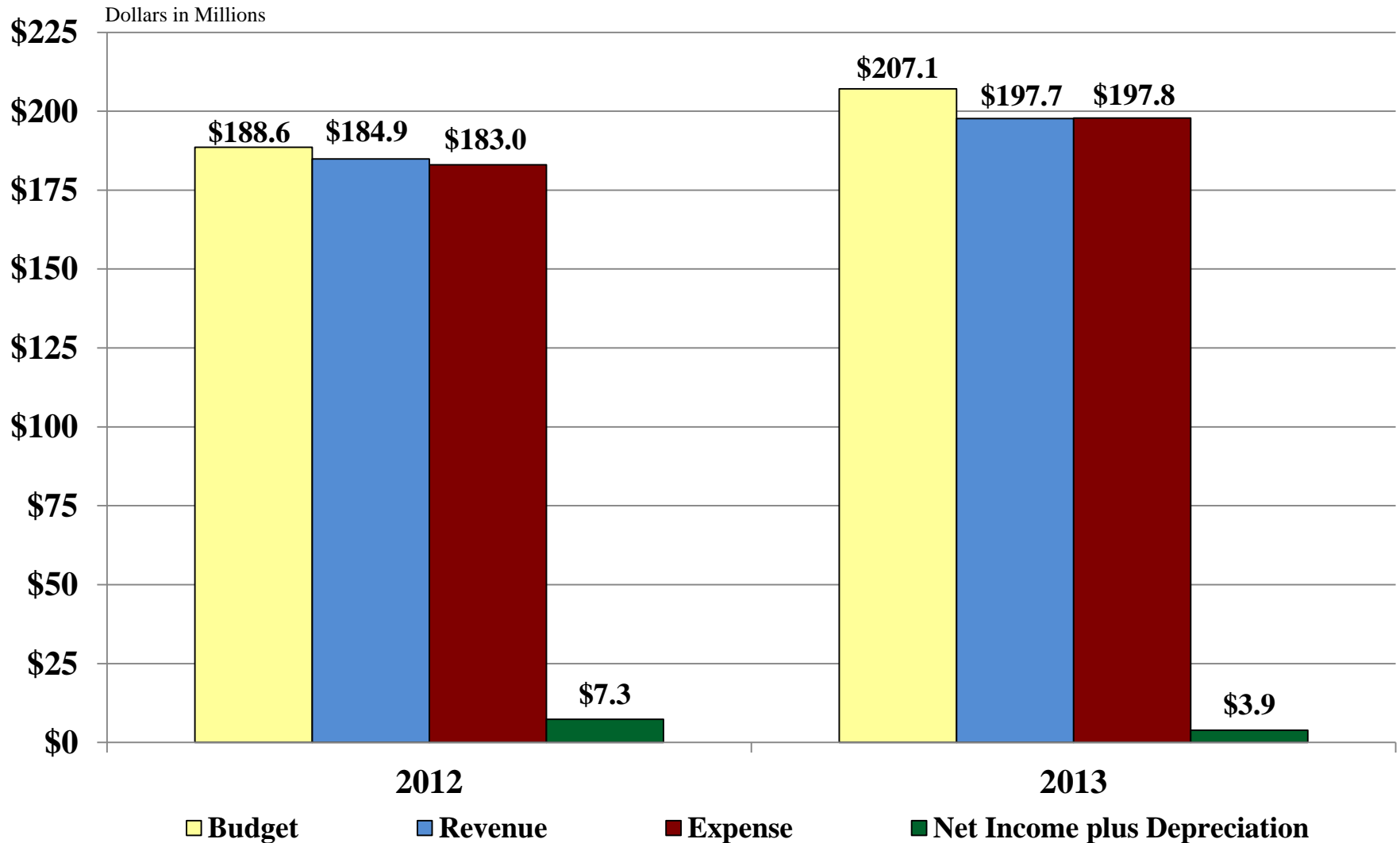
Hospital Revenue/Expense/Net Income

Fiscal Year 2012 vs. Fiscal Year 2013 through June 30, 2013



Hospital Revenue/Expense/Net Income

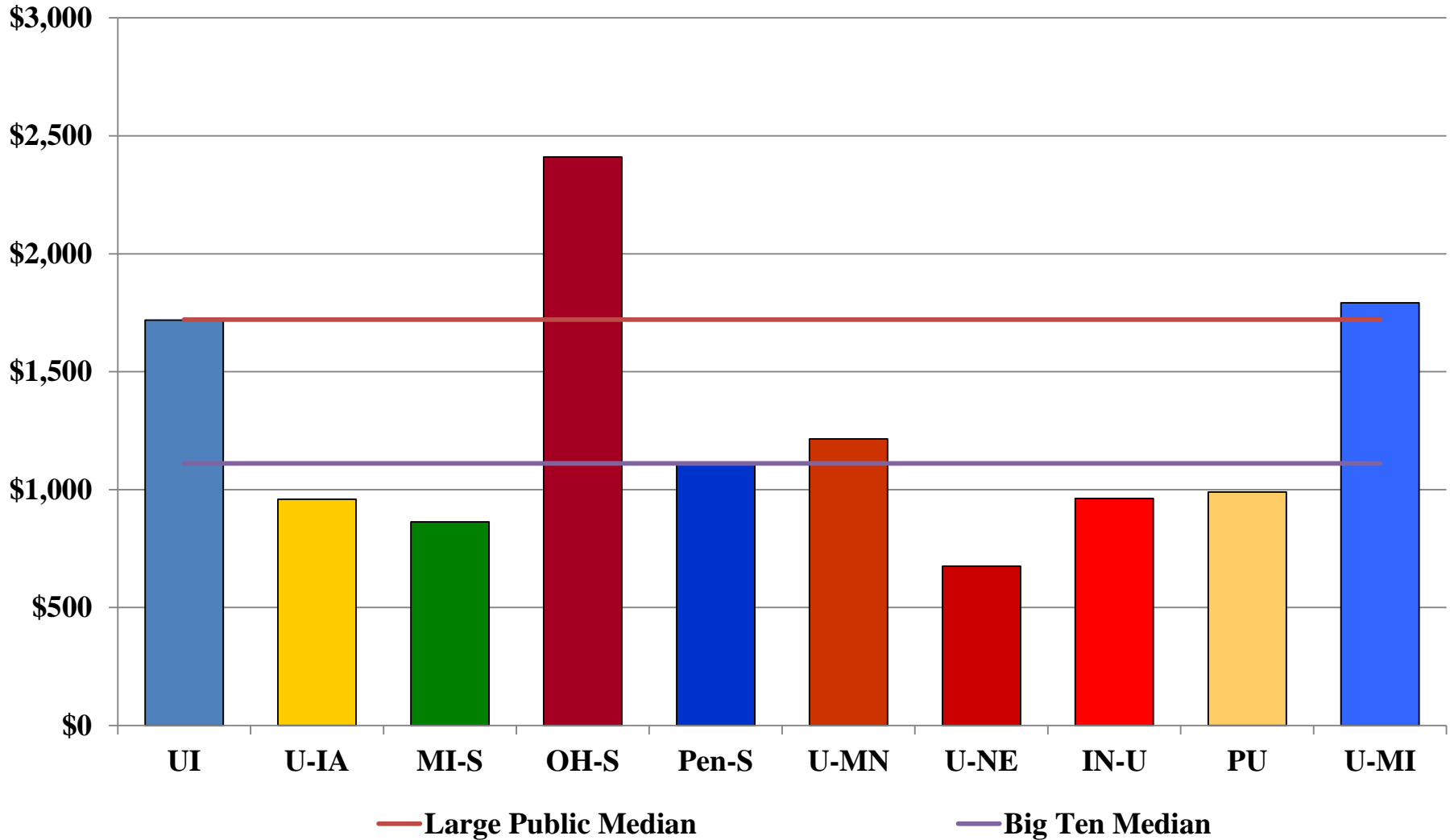
Fiscal Year 2013 vs. Fiscal Year 2014 through September 30th



Big Ten Comparison

Total Debt

(In Millions)



*Source: Moody's Investor Service as of 3/21/2013.

University of Illinois

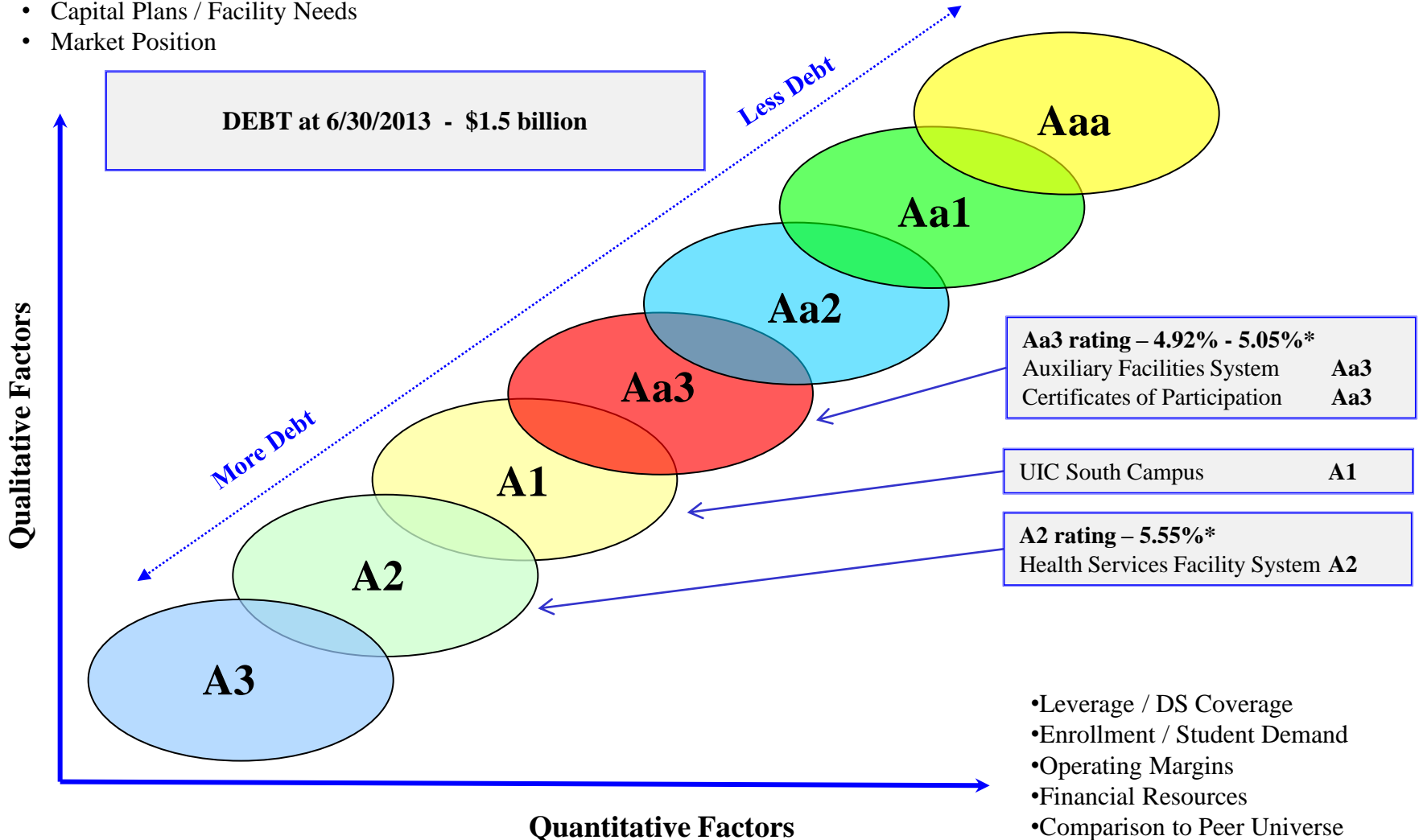
Moody's Rating Action

Aa3, Negative Outlook

- Challenges –
 - Reliance on State “for a significant portion of its operating revenues”
 - “Vulnerable to impact of pension reform”
 - University healthcare system “exposed to healthcare risks”
- Strengths –
 - University is flagship institution
 - “Proactive management of operations and cash flow”
 - Leading national research and fundraising success

Debt Capacity

- Revenue Diversity
- State Relationship / State Rating
- Management / Governance
- Capital Plans / Facility Needs
- Market Position



*Interest rates depend on market conditions. Interest rates (yield to maturity) for 30 year bonds at October 29, 2013.

Source: Public Financial Management.