

DIVISION OF BUSINESS & FINANCE

COMPTROLLER'S UPDATE

November 22, 2019



Agenda

Audits and Reviews

- > Annual Financial Audit
 - Underway, and expected to be completed by early December.
- > Athletics Procedures Review for NCAA Compliance (Agreed Upon Procedures)
 - Required by the NCAA, 44 fiscal and procedural areas followed by Division I athletics departments must be reviewed by an independent accountant.
 - Draft report expected December 16; Chancellor designee certifies results to NCAA January 2020.
- > State Single Audit
 - No single audit FY 2018-19. Financial Aid (Title IV) to be audited in early 2020 to satisfy SACS compliance.
- **Financial Reporting Department**
 - > Financial Statement Highlights

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Financial Statement Highlights



Statement of Revenue, Expenditures, and Change in Net Position

	FY 2019	FY 2018	Change
Operating Revenues			
Tuition and Fees	76,524,561	71,108,701	5,415,860
Federal Appropriations	10,461,731	9,066,200	1,395,531
Grants and Contracts	24,402,199	26,461,359	(2,059,160)
Sales and Services	31,575,701	28,776,431	2,799,270
Other	6,109,826	4,363,480	1,746,346
Total Operating Revenues	149,074,018	139,776,171	9,297,847
Operating Expenses			
Salaries and Benefits	171,215,726	170,065,646	1,150,080
Supplies and Materials	17,996,413	17,352,236	644,177
Services	64,833,192	59,199,828	5,633,364
Scholarships	19,140,583	18,890,926	249,657
Utilities	6,173,636	6,076,997	96,639
Depreciation	13,422,752	12,296,726	1,126,026
Total Operating Expenses	292,782,302	283,882,359	8,899,943
Total Operating Loss	(143,708,284)	(144,106,188)	397,904

	FY 2019	FY 2018	Change
Nonoperating Revenues (Expenses)			
State Appropriations	93,838,062	92,315,804	1,522,258
Noncapital Grants and Gifts	62,657,740	60,345,408	2,312,332
Interest and Fees on Debt	(3,988,095)	(4,052,168)	64,073
Income Earned on Investments	5,558,962	6,590,314	(1,031,352)
Loss on Disposal of Property	(430,341)	(284,828)	(145,513)
Total Nonoperating Revenues	157,636,328	154,914,530	2,721,798
Income Before Other Revenues	13,928,044	10,808,342	3,119,702
Other Revenues			
Capital Appropriations	1,393,521	6,945,645	(5,552,124)
Capital Aid and Gifts	7,149,537	1,416,317	5,733,220
Additions to Endowments	3,731,496	3,310,662	420,834
Total Other Revenues	12,274,554	11,672,624	601,930
Increase in Net Position	26,202,598	22,480,966	3,721,632
Net Position			
Net Position - July 1	157,267,320	138,134,753	19,132,567
Restatement	-	(3,348,399)	3,348,399
Net Position - June 30, 2018	183,469,918	157,267,320	26,202,598

The University's Net Position increased \$26.2M in FY 2019. The prior year was restated to recognize the future liability for existing workers compensation claims.



	FY 2019	FY 2018 (As Restated)	Change
Assets			
Current Assets			
Cash and Cash Equivalents	86,046,607	80,208,788	5,837,819
Receivables and Other Assets	13,040,754	16,463,642	(3,422,888)
Total Current Assets	99,087,361	96,672,430	2,414,931
Noncurrent Assets			
Cash and Cash Equivalents	11,946,912	22,181,018	(10,234,106)
Investments	61,051,488	54,178,160	6,873,328
Other Assets	2,151,203	2,409,449	(258,246)
Capital Assets, Net	406,254,136	395,196,138	11,057,998
Total Noncurrent Assets	481,403,739	473,964,765	7,438,974
Total Assets	580,491,100	570,637,195	9,853,905
Deferred Outflows of Resources			
On Refunding	203,712	248,008	(44,296)
Related to Pensions	26,457,001	18,829,613	7,627,388
Related to OPEB	20,606,246	7,007,647	13,598,599
Deferred Outflows of Resources	47,266,959	26,085,268	21,181,691

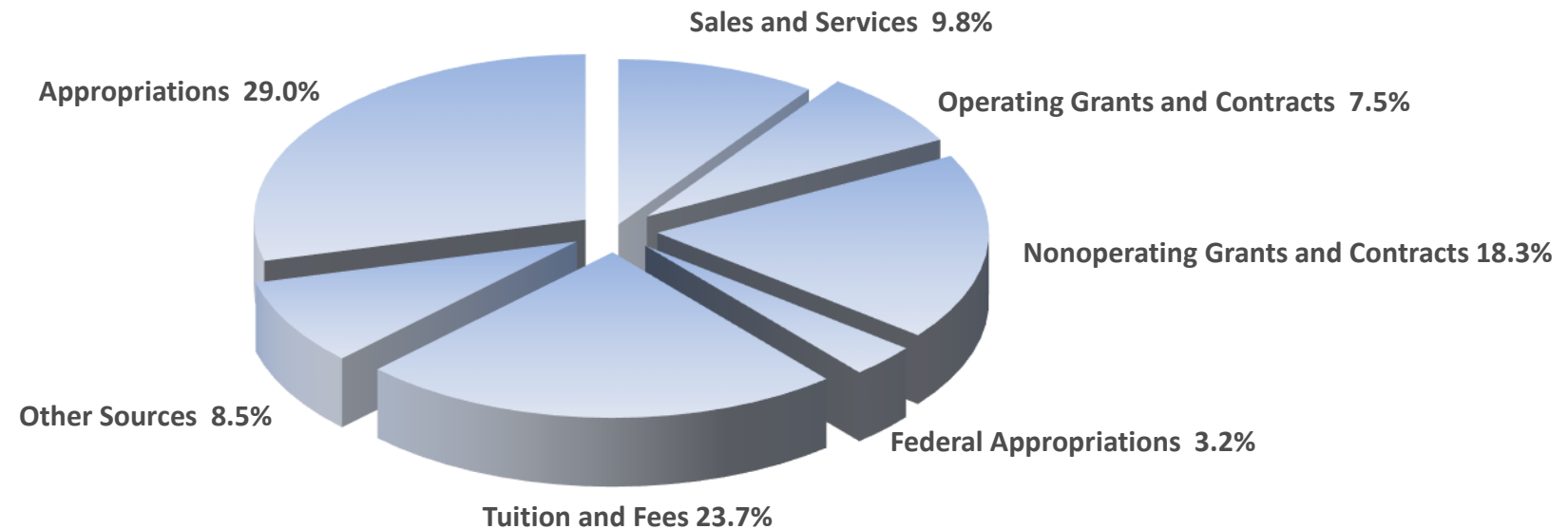
Statement of Net Position

	FY2019	FY 2018 (As Restated)	Change
Liabilities			
Current Liabilities			
Liabilities and Unearned Revenue	12,886,595	16,179,068	(3,292,473)
Long-Term Liabilities - Current	4,706,003	4,556,548	149,455
Total Current Liabilities	17,592,598	20,735,616	(3,143,018)
Noncurrent Liabilities			
Long-Term Liabilities	113,559,752	116,071,380	(2,511,628)
Pension Liability	42,172,002	32,109,096	10,062,906
Liability for OPEB	164,837,738	178,919,711	(14,081,973)
Other Noncurrent Liabilities	958,620	988,352	(29,732)
Total Noncurrent Liabilities	321,528,112	328,088,539	(6,560,427)
Total Liabilities	339,120,710	348,824,155	(9,703,445)
Deferred Inflows of Resources			
Related to Nonexchange Transactions	131,167	-	131,167
Related to OPEB and Pensions	105,036,264	90,630,988	14,405,276
Deferred Inflows of Resources	105,167,431	90,630,988	14,536,443
Net Positions			
Net Investment in Capital Assets	307,943,377	302,442,527	5,500,850
Restricted - Nonexpendable	44,716,002	41,099,238	3,616,764
Restricted - Expendable	34,813,912	31,740,392	3,073,520
Unrestricted	(204,003,373)	(218,014,837)	14,011,464
Total Net Position	183,469,918	157,267,320	26,202,598



Operating and Nonoperating Income

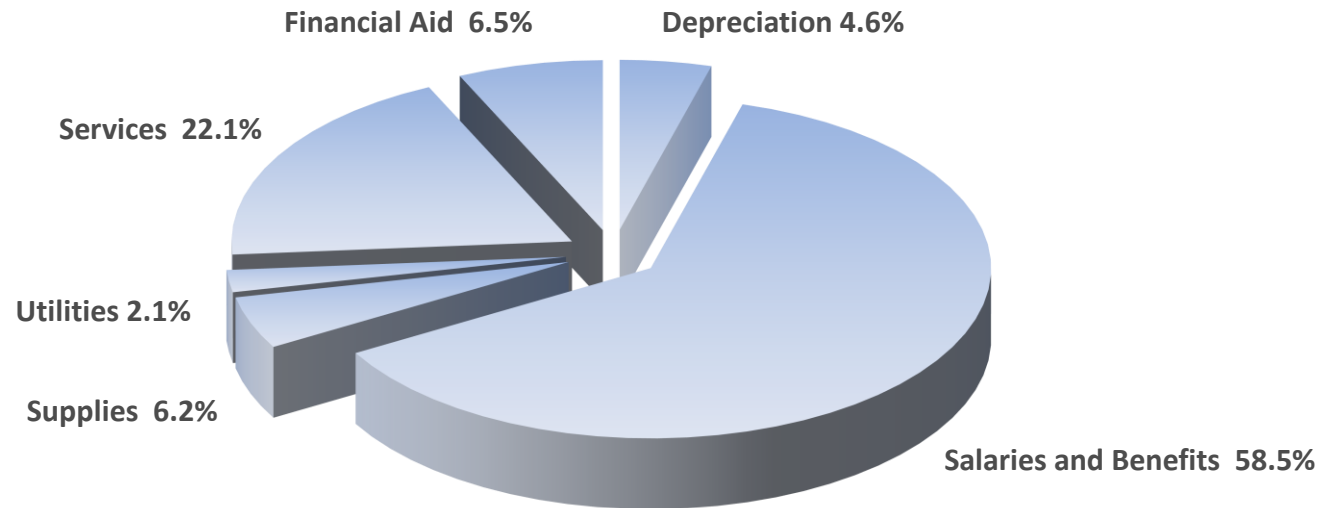
- Tuition and fees and Sales and Services increased \$5,415,860 and \$2,799,270, respectively, in fiscal year 2019. The increases was due to increases in fees and enrollment.
- Nonoperating Grants and Contracts increased \$2,312,332, primarily due to increases in Pell student financial aid and Title III grants. Appropriations increased \$1,522,258 in fiscal year 2019.
- Other revenues increased \$1,746,346 from consignment ticket sales, a one-time scholarship program funded by the Foundation, as well as payroll reimbursements from the Foundation.





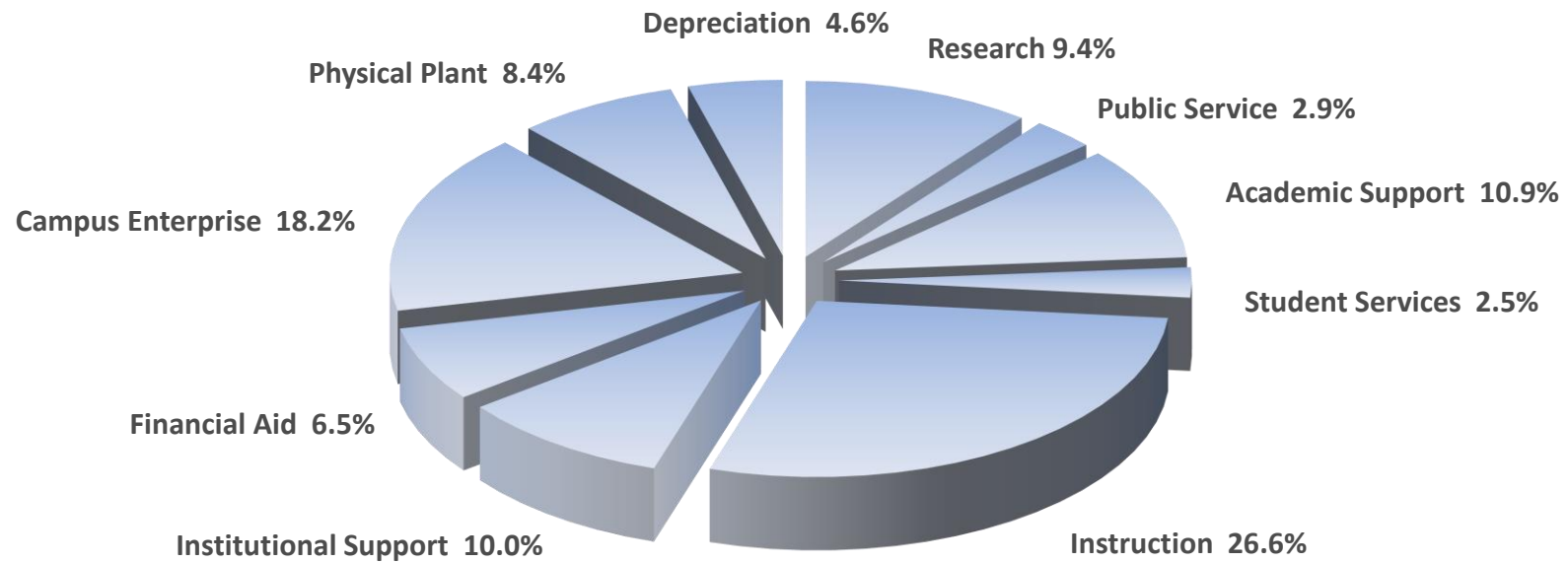
Operating Expenses by Classification

- Salaries and benefits increased \$1,150,080 in fiscal year 2019. This net increase was due to new employees hired during the year and a legislative cost of living increase, off-set by a decrease due to pension and OPEB reclassifications.
- Services increased \$5,633,364 due to increases in food services, building rentals for student housing, web-based software and campus IT projects, professional services, residence hall maintenance, and over-all travel.
- Depreciation increased \$1,126,026 primarily due to depreciation on the new student center.





Operating Expenses by Purpose



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Thank-you

