



UNIVERSITY OF ILLINOIS

Supplementary Financial Information and
Special Data Requirements

Year Ended June 30, 2013

Performed as Special Assistant
Auditors for the Auditor General,
State of Illinois

UNIVERSITY OF ILLINOIS
 Supplementary Financial Information and
 Special Data Requirements
 Year Ended June 30, 2013

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Related Reports Published under Separate Covers

The University of Illinois Annual Financial Report for the year ended June 30, 2013

The University of Illinois Auxiliary Facilities System Annual Financial Report for the year ended June 30, 2013

The University of Illinois Health Services Facilities System Annual Financial Report for the year ended June 30, 2013

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Special Data Requirements
Year Ended June 30, 2013

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Compliance Examination Report (In accordance with the Single Audit Act and OMB Circular A-133) for the year ended June 30, 2013, including findings, recommendations, and University responses

Independent Auditors' Reports on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*



KPMG LLP
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Suite 5500
200 East Randolph Drive
Chicago, IL 60601-6436

Independent Auditors' Report on Supplementary Information for State Compliance Purposes

The Honorable William G. Holland
Auditor General of the State of Illinois
and
The Board of Trustees
University of Illinois:

As Special Assistant Auditors for the Auditor General of the State of Illinois, we have audited the financial statements of the business-type activities and the aggregate discretely presented component units (University Related Organizations) of the University of Illinois (University), a component unit of the State of Illinois, as of and for the year ended June 30, 2013 and the related notes to the financial statements, which collectively comprise the University's basic financial statements, and have issued our report thereon dated December 20, 2013, which contained unmodified opinions on those financial statements. Our report includes a reference to other auditors who audited the financial statements of the discretely presented component units. Our audit was performed for the purpose of forming our opinions on the financial statements that collectively comprise the University's basic financial statements. We have not performed any procedures with respect to the audited basic financial statements subsequent to December 20, 2013.

The accompanying supplementary information in Schedules 1 through 17 and 23 through 25 is presented for the purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The supplementary information in Schedules 1 through 17 and 23 through 25 has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements, or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information in Schedules 1 through 17 and 23 through 25, except for that portion marked "unaudited" on Schedule 9, on which we express no opinion, is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

We have also previously audited the basic financial statements of the University as of and for the years ended June 30, 2012, 2011, 2010, and 2009 and we expressed unmodified opinions on those basic financial statements. The accompanying supplementary information in Schedules 1 through 17 and 23 through 25 related to the University's 2012, 2011, 2010, and 2009 basic financial statements was subjected to auditing procedures applied in the audits of those basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements from which it has been derived.

The accompanying supplementary information included in Schedule 9 for the years ended June 30, 2004 through 2008, Schedules 18 through 22, and the Analysis of Operations section are presented for the purpose of additional analysis and are not a required part of the basic financial statements. Such



information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

This report is intended solely for the information and use of the Illinois Auditor General, the Illinois General Assembly, the Illinois Legislative Audit Commission, the Illinois Governor, University management, the Board of Trustees of the University, and others within the University who have previously received the basic financial statements of the University as of and for the year ended June 30, 2013, and our unmodified opinions thereon, for use in evaluating those basic financial statements and is not intended to be and should not be used for any other purpose.

KPMG LLP

Chicago, Illinois
April 25, 2014

UNIVERSITY OF ILLINOIS

Schedule of Appropriations, Expenditures, and Lapsed Balances

Fourteen months ended August 31, 2013

Schedule 1

	Appropriations	Vouchered expenditures for the year ended June 30, 2013	Vouchered expenditures for the two months ended August 31, 2013	Total expenditures for the fourteen months ended August 31, 2013	Balances lapsed August 31, 2013	Balances reappropriated August 31, 2013
General Revenue Fund:						
State Scientific Survey	\$ 15,826,500	\$ 15,302,713	\$ 523,787	\$ 15,826,500	\$ -	\$ -
Transfer to UI Hospital Services	45,000,000	45,000,000	-	45,000,000	-	-
Total General Revenue Fund	\$ 60,826,500	\$ 60,302,713	\$ 523,787	\$ 60,826,500	\$ -	\$ -
Educational Assistance Fund:						
Hispanic Center Excellence	\$ 750,900	\$ 593,788	\$ 157,112	\$ 750,900	\$ -	\$ -
Dixon Springs	308,200	308,200	-	308,200	-	-
Dentistry	328,500	328,500	-	328,500	-	-
Personal Services	521,317,900	521,154,960	162,940	521,317,900	-	-
Awards and Grants	6,057,500	6,057,500	-	6,057,500	-	-
Contractual Services	37,000,000	37,000,000	-	37,000,000	-	-
Health Insurance	24,893,200	24,893,200	-	24,893,200	-	-
Medicare	9,737,100	9,737,100	-	9,737,100	-	-
Public Policy Institute	1,173,200	1,090,090	83,110	1,173,200	-	-
Total Educational Assistance Fund	\$ 601,566,500	\$ 601,163,338	\$ 403,162	\$ 601,566,500	\$ -	\$ -
Fire Prevention Fund	\$ 3,401,600	\$ 3,181,045	\$ 220,555	\$ 3,401,600	\$ -	\$ -
State College and University Trust Fund	250,000	189,475	-	189,475	60,525	-
Hazardous Waste Research Fund	500,000	253,461	246,539	500,000	-	-
Emergency Public Health Fund	200,000	190,627	9,373	200,000	-	-
Used Tire Management Fund	200,000	190,789	9,211	200,000	-	-
General Professions Dedicated Fund	500,000	481,586	18,414	500,000	-	-
GRAND TOTAL, ALL FUNDS	\$ 667,444,600	\$ 665,953,034	\$ 1,431,041	\$ 667,384,075	\$ 60,525	\$ -

Note: The data contained in the schedule was taken from the University's records, which have been reconciled to the records of the State Comptroller. All appropriations were authorized by Public Act PA097-0729. The appropriations reported above exclude capital state appropriations.

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Comparative Schedule of Appropriations, Expenditures, and Lapsed Balances

Budget years of fiscal 2013 and 2012

	PA097-0729	Schedule 2
	2013	PA097-0069
	2013	2012
General Revenue Fund:		
Appropriations	\$ 60,826,500	N/A
Expenditures:		
State Scientific Survey	15,826,500	N/A
Transfer to UI Hospital Services	45,000,000	N/A
Total Expenditures	60,826,500	N/A
Lapsed Balance	\$ —	N/A
Educational Assistance Fund:		
Appropriations	\$ 601,566,500	689,062,600
Expenditures:		
Hispanic Center Excellence	750,900	800,000
Dixon Springs	308,200	328,300
Dentistry	328,500	350,000
Personal Services	521,317,900	559,357,400
Awards and Grants	6,057,500	6,057,500
Contractual Services	37,000,000	40,046,400
Telecommunications	—	1,800,000
Health Insurance	24,893,200	24,893,200
Medicare	9,737,100	9,179,800
Public Policy Institute	1,173,200	1,250,000
Transfer to UI Hospital Services Fund	—	45,000,000
Total Expenditures	\$ 601,566,500	689,062,600
Lapsed Balance	—	—
Fire Prevention Fund:		
Appropriations	\$ 3,401,600	3,331,200
Expenditures	3,401,600	3,331,200
Lapsed Balance	\$ —	—
State College and University Trust Fund:		
Appropriations	\$ 250,000	250,000
Expenditures	189,475	184,400
Lapsed Balance	\$ 60,525	65,600

See accompanying independent auditors' report.

(Continued)

UNIVERSITY OF ILLINOIS
 Comparative Schedule of Appropriations, Expenditures, and Lapsed Balances
 Budget years of fiscal 2013 and 2012

Schedule 2

	PA097-0729	PA097-0069
	2013	2012
Hazardous Waste Research Fund:		
Appropriations	\$ 500,000	425,000
Expenditures	500,000	425,000
Lapsed Balance	\$ —	—
 Emergency Public Health Fund:		
Appropriations	\$ 200,000	200,000
Expenditures	200,000	200,000
Lapsed Balance	\$ —	—
 Used Tire Management Fund:		
Appropriations	\$ 200,000	200,000
Expenditures	200,000	200,000
Lapsed Balance	\$ —	—
 General Professions Dedicated Fund:		
Appropriations	\$ 500,000	500,000
Expenditures	500,000	500,000
Lapsed Balance	\$ —	—
 Grand totals, all funds:		
Appropriations	\$ 667,444,600	693,968,800
Expenditures	667,384,075	693,903,200
Reappropriated balances	—	—
Lapsed Balances	\$ 60,525	65,600

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
Analysis of State Appropriations –
Significant Lapse Period Expenditures
Two months ended August 31, 2013

Schedule 3

There were no appropriations with lapse period expenditures: (1) greater than \$250,000 and
(2) greater than 20% of total expenditures for the fourteen months ended August 31, 2013.

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Analysis of University Income Fund
 Comparative Schedule of University Income Fund Revenues and Expenditures
 Budget years of fiscal 2013 and 2012

Schedule 4

	2013	2012
University Income Fund:		
Revenues:		
Net student tuition and fees	\$ 973,922,839	919,702,320
Other sources	17,316,147	32,593,206
	991,238,986	952,295,526
Provision for bad debts	(2,600,250)	(1,874,002)
Net revenues	988,638,736	950,421,524
Add (deduct) net change in:		
Cash	171,248	261,330
Accounts receivable	18,253,715	(20,930,097)
Deferred charges	(1,596,431)	502,948
Accrued investment income	(2,279,793)	(3,151,747)
Deferred revenue	3,986,686	529,839
Accounts payable	(870)	2,789
	18,534,555	(22,784,938)
Fiscal year deposits	1,007,173,291	927,636,586
Expenditures:		
Audit expense	—	—
Unemployment compensation	650,073	565,500
Permanent improvements	1,129,566	363,377
Personal services	424,201,333	385,949,753
Awards and grants	111,780,279	97,333,857
Travel	6,497,807	5,360,842
Commodities	13,237,477	11,843,308
Contractual services	175,772,715	171,901,443
Equipment	56,086,213	44,685,468
Telecommunications	22,523,546	9,867,834
Operation of automotive equipment	1,080,702	1,210,705
Workers' compensation	6,366,451	7,201,987
Medicare	5,995,133	5,652,174
Transfers for capital projects	127,275,801	121,849,169
Transfers for debt payments	38,482,264	34,941,775
Total expenditures	991,079,360	898,727,192
Increase in fund balance	16,093,931	28,909,394
Fund balance at beginning of budget fiscal year	165,523,551	136,675,596
Prior year adjustments made after final report was completed	14,739	(61,439)
Beginning balance as adjusted	165,538,290	136,614,157
Fund balance at end of budget fiscal year	\$ 181,632,221	165,523,551
Budget	\$ 1,012,062,800	954,898,900
Fund balance as percentage of budget	17.95%	17.33%

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Analysis of University Income Fund

Comparative Schedule of University Income Fund Revenues and Expenditures

Budget years of fiscal 2013 and 2012

Schedule 4

Net student tuition increased by approximately \$54.2 million from fiscal year 2012 to fiscal year 2013. General tuition programs for continuing undergraduates increased approximately 4.8% at all three campuses. Fiscal year 2005 was the beginning of the University of Illinois Guaranteed Tuition plan, which sets an entering undergraduate student's tuition for four years (undergraduate rates would remain unchanged for four years). The four-year rate set for fiscal year 2013 for first-time enrollments increased approximately 4.8% at all three campuses. There were also comparable increases to existing undergraduate tuition differentials at University of Illinois-Urbana-Champaign (UIUC) and University of Illinois-Chicago (UIC). General graduate tuition increased approximately 4.8% at all three campuses. There were increases to existing differentials in several graduate and professional programs at UIUC and UIC. The campuses also experienced variations in enrollments, the student payer mix, carryover, and technical adjustments in fiscal year 2013.

The Income Fund cash balance earns investment income as a participant in the University's consolidated group of investments. These earnings are allocated and distributed to the participating funds at the end of each quarter based on the fund's average cash balance. With the exception of audit expense paid centrally, all investment income was distributed back to the campuses for recurring obligations.

Income Fund expenditures increased by approximately \$92.4 million (a 10.3% increase). This change included increases of \$38.3 million in personnel services and \$14.4 million in awards and grants. As noted above, in addition to the tuition and fee increases, annual changes in enrollment, the student payer mix, and carryover balances can have an impact on the spending available from this fund source.

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Analysis of Revenues, Expenses, and
 Changes in Net Position – Business-Type Activities
 Years ended June 30, 2013 and 2012
 (In thousands)

Schedule 5

	2013	2012	Increase (decrease)
Operating revenues:			
Student tuition and fees, net	\$ 1,044,188	987,796	56,392
Federal appropriations	16,830	18,072	(1,242)
Federal grants and contracts	693,959	718,621	(24,662)
State of Illinois grants and contracts	92,836	81,478	11,358
Private and other governmental agency grants and contracts	150,577	137,712	12,865
Educational activities	273,394	258,298	15,096
Auxiliary enterprises, net	369,814	363,319	6,495
Hospital and other medical activities, net	624,858	601,360	23,498
Medical service plan	236,668	236,160	508
Independent operations	13,620	13,083	537
Interest and service charges on student loans	2,168	1,945	223
Total operating revenues	3,518,912	3,417,844	101,068
Operating expenses:			
Instruction	1,249,732	1,114,474	135,258
Research	746,625	710,656	35,969
Public service	459,093	413,988	45,105
Academic support	421,200	377,982	43,218
Student services	160,960	141,130	19,830
Institutional support	250,156	232,023	18,133
Operation and maintenance of plant	282,287	270,947	11,340
Scholarships and fellowships	255,930	241,008	14,922
Auxiliary enterprises	333,648	307,597	26,051
Hospital and medical activities	761,237	709,650	51,587
Independent operations	12,422	12,442	(20)
Depreciation	231,556	213,070	18,486
Total operating expenses	5,164,846	4,744,967	419,879
Operating loss	(1,645,934)	(1,327,123)	(318,811)
Nonoperating revenues (expenses):			
State appropriations	666,731	709,683	(42,952)
Transfer of state appropriations to the Illinois DHFS Hospital Services Fund	(45,000)	(45,000)	—
Private gifts	139,039	141,700	(2,661)
Federal grants, nonoperating	67,535	69,529	(1,994)
On behalf payments for fringe benefits	1,083,666	818,084	265,582
Net investment income	68,005	24,656	43,349
Net increase in the fair value of investments	5,312	10,979	(5,667)
Interest expense	(70,877)	(71,489)	612
Loss on disposal/impairment of capital assets	(4,783)	(9,653)	4,870
Other nonoperating revenues, net	43,247	50,721	(7,474)
Net nonoperating revenue	1,952,875	1,699,210	253,665
Income before other revenues	306,941	372,087	(65,146)
Capital state appropriations	26,123	30,910	(4,787)
Capital gifts and grants	128,461	56,383	72,078
Private gifts for endowment purposes	4,082	323	3,759
Increase in net position	465,607	459,703	5,904
Net position, beginning of year, adjusted (a)	3,651,209	3,191,506 (a)	459,703
Net position, end of year	\$ 4,116,816	3,651,209	465,607

(a) Beginning of year net position for fiscal year 2012 were adjusted due to adoption of a new accounting standard, GASB Standard No. 64.

Net position, beginning of year as previously reported	\$ 3,189,460
Cumulative effect of change in accounting principle	2,046
Net position, beginning of year, adjusted	\$ 3,191,506

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Analysis of Revenues, Expenses, and Changes in Net Position – Business-Type Activities

Significant Revenue, Expense, and Changes in Net Position Variances

Years ended June 30, 2013 and 2012

Schedule 5

Consistent with prior years, all variances greater than \$30 million, and more than 10% variance from fiscal year 2012, are discussed below. Refer to the Analysis of Revenues, Expenses, and Changes in Net Position – Business Type Activities on page 9 for the actual dollar changes.

Explanations of significant variances:

- *Instruction (operating expenses)* – This increase is primarily due to an increase in required contributions to the State Universities Retirement System (SURS) and the Central Management Services State Employees Group Insurance Program (CMS) by the State of Illinois on the University’s behalf that was allocated across the functional expense categories.
- *Public services (operating expenses)* – This increase is due to the increase in required contributions to SURS and CMS mentioned above.
- *Academic support (operating expenses)* – This increase is due to the increase in required contributions to SURS and CMS mentioned above.
- *On behalf payments for fringe benefits (nonoperating revenues)* – This increase is due to an increase in the actuarial determined required contributions to the SURS and CMS. These contributions are made substantially by the State of Illinois on the University’s behalf to SURS and CMS. The contribution increased from \$818 million in 2012 to \$1,084 million in 2013.
- *Net investment income (nonoperating revenues)* – This increase is due to realized gains occurring in fiscal year 2013 due to a change of investment managers.
- *Capital gifts and grants (other revenues)* – This increase resulted from \$112 million of grant monies received in fiscal year 2013 from the National Science Foundation related to the purchase of equipment to be installed in the Petascale building on the Urbana campus.

See accompanying independent auditors’ report.

UNIVERSITY OF ILLINOIS

Analysis of Significant Account Balances

Cash and Cash Equivalents, Investments, and Accrued Investment Income

June 30, 2013 and 2012

Schedule 6

Various University funds have cash and certain investments that are pooled for the purpose of securing a greater return on investment and providing an equitable distribution of investment return. Pooled investments, which consist principally of U.S. government and government agency securities, time deposits, corporate commercial paper, and short-to-intermediate term mutual fund investments, are carried at their fair value as determined by quoted market price. Fair value for investment in limited partnerships and certain mutual funds is determined using net asset values as provided by external investment managers. Income is distributed to individual University funds quarterly based upon average monthly balances invested in the pool.

Nonpooled investments are reported at fair value, as determined by quoted market price. Investment income, including gains and losses resulting from the sale or other disposition of investments, is recognized in the fund that owns the investments, except for income derived from investments of the Endowment and Similar Funds, which is recognized in the funds to which such income is restricted.

The fair value of permanent and term endowed real estate and farm properties are determined by a periodic appraisal of the property by a certified real estate appraiser. Real estate and farm properties held as investments by quasi-endowments are reported at cost, or when donated, at fair value at the date of donation.

At June 30, 2013 and 2012, all bank deposits of the University were covered by federal depository insurance. The carrying value of the cash deposits were \$(10,554,000) and \$217,164,000 at June 30, 2013 and 2012, respectively. The carrying value of the University's investment balances, including pooled investments, at June 30, 2013 and 2012 was held as follows (in thousands):

	2013	2012
U.S. Treasury bonds and bills	\$ 291,725	268,785
U.S. government agencies	184,938	266,759
Commercial paper	12,922	13,838
Corporate bonds	495,442	274,782
Bond mutual funds	83,031	71,390
Nongovernment mortgage-backed and other asset-backed securities	237,180	152,542
Non-U.S. government bonds	41,950	35,797
Money market funds	739,588	545,456
Illinois Public Treasurer's Investment Pool	5,263	28,088
U.S. equities	34,426	26,940
International equities	5	42,824
U.S. equity mutual funds	233,960	146,998
Limited partnerships	34,632	19,560
Repurchase agreements	316	333
Certificates of deposits	21,400	7,751
Real estate and farm properties	82,931	75,875
Total	\$ 2,499,709	1,977,718

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Analysis of Significant Account Balances

Cash and Cash Equivalents, Investments, and Accrued Investment Income

June 30, 2013 and 2012

Schedule 6

Refer to the Notes to Financial Statements in the University of Illinois Annual Financial Report for the year ended June 30, 2013, for categorization of investments according to interest rate risk and credit risk assumed by the University at June 30, 2013.

The University accounts for investment income on the accrual basis. Investment income for non-pooled investments, including gains and losses resulting from the sale or other disposition of investments, is recognized in the fund that owns the investments, except for income derived from investments of the Endowment and Similar Funds, which is recognized in the funds to which such income is restricted. Income from pooled investments is distributed to individual University funds quarterly based upon average monthly balances invested in the pool. Accrued investment income, by fund, at June 30, 2013 and 2012 was as follows (in thousands):

	<u>2013</u>	<u>2012</u>
Current funds:		
Unrestricted	\$ 3,453	2,758
Restricted	270	278
Loan funds	42	35
Plant funds	1,226	865
	<u>\$ 4,991</u>	<u>3,936</u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Analysis of Significant Account Balances
 Accounts and Notes Receivable
 June 30, 2013 and 2012

Schedule 7

	2013	2012
Accounts receivable:		
Current unrestricted funds:		
Student tuition	\$ 30,631,355	32,152,692
Other unrestricted funds	5,058,393	8,434,543
Entity activities:		
Auxiliary enterprises	14,465,534	13,600,506
Hospital and clinics	449,999,247	374,432,375
Other departmental activities	53,068,528	41,632,469
Total accounts receivable	553,223,057	470,252,585
Allowance for doubtful accounts:		
Student tuition	(9,752,419)	(8,846,539)
Other unrestricted funds	(186,046)	(287,864)
Auxiliary enterprises	(5,578,482)	(4,823,906)
Hospital and clinics	(306,963,856)	(279,109,784)
Other departmental activities	(12,060,972)	(8,916,164)
Total allowance for doubtful accounts	(334,541,775)	(301,984,257)
Current unrestricted funds accounts receivable, net	218,681,282	168,268,328
Current restricted funds:		
Medical Service Plans	80,763,239	78,676,321
Grants, contracts, and gifts	198,528,889	215,231,579
Federal appropriations	2,683,235	2,316,303
Total accounts receivable	281,975,363	296,224,203
Allowance for doubtful accounts:		
Medical Service Plans	(29,912,748)	(27,080,988)
Grants, contracts, and gifts	(2,405,797)	(2,235,987)
Current restricted funds accounts receivable, net	249,656,818	266,907,228
Plant funds	10,481,168	10,839,152
Total accounts receivable, net	478,819,268	446,014,708
Notes receivable:		
Loan funds:		
Urbana campus	29,190,570	29,665,769
Chicago campus	35,309,045	35,049,813
Springfield campus	172,930	187,406
Total notes receivable	64,672,545	64,902,988
Allowance for doubtful notes:		
Urbana campus	(1,557,177)	(1,427,475)
Chicago campus	(1,392,660)	(1,287,616)
Springfield campus	(6,943)	(7,798)
Total allowance for doubtful accounts	(2,956,780)	(2,722,889)
Total notes receivable, net	61,715,765	62,180,099
Total accounts and notes receivable, net	\$ 540,535,033	508,194,807

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Analysis of Significant Account Balances

Accounts and Notes Receivable

Student Tuition Receivable

June 30, 2013 and 2012

Schedule 7

					June 30, 2013					
					Total	Urbana Campus	Chicago Campus	Springfield Campus		
Student tuition receivable:										
Current–30 days	\$	9,821,874			4,707,465	4,540,611	573,798			
31–90 days		782,749			637,971	122,149	22,629			
Over 90 days		20,026,732			6,852,070	10,790,766	2,383,896			
Total student tuition receivable		30,631,355			12,197,506	15,453,526	2,980,323			
Allowance for doubtful accounts		(9,752,419)			(3,242,933)	(5,358,267)	(1,151,219)			
Student tuition receivable, net	\$	20,878,936			8,954,573	10,095,259	1,829,104			
					June 30, 2012					
					Total	Urbana Campus	Chicago Campus	Springfield Campus		
Student tuition receivable:										
Current–30 days	\$	10,493,008			4,990,777	4,709,842	792,389			
31–90 days		707,646			572,790	125,527	9,329			
Over 90 days		20,952,038			7,494,827	10,273,703	3,183,508			
Total student tuition receivable		32,152,692			13,058,394	15,109,072	3,985,226			
Allowance for doubtful accounts		(8,846,539)			(3,113,655)	(4,746,680)	(986,204)			
Student tuition receivable, net	\$	23,306,153			9,944,739	10,362,392	2,999,022			

These receivables relate to unpaid student tuition.

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Analysis of Significant Account Balances

Accounts and Notes Receivable

Health Services Facilities System – Accounts Receivables

June 30, 2013 and 2012

(Dollars in thousands)

Schedule 7

The University of Illinois Health Services Facilities System is comprised of the University of Illinois Hospital and associated clinical facilities providing patient care at, but not limited to, the University of Illinois at Chicago Medical Center.

	<u>2013</u>	<u>2012</u>
Active accounts:		
Patient receivables	\$ 173,379	126,515
Less bad debt allowance	<u>(40,516)</u>	<u>(40,919)</u>
Net patient receivables	<u>\$ 132,863</u>	<u>85,596</u>
Bad debt allowance – as a percent of patient receivables	23.37%	32.34%
Days revenue in net patient receivables	87	59
Write-offs of uncollectible accounts, net of recoveries	\$ 9,889	4,737
As a percent of gross revenue	0.55%	0.27%
Provision for bad debts	\$ 37,782	35,118
As a percent of gross revenue	2.11%	2.02%
Aging:		
0–30 days (including in-house)	63.66%	61.14%
31–90 days	14.01	14.62
91–180 days	10.87	11.47
Over 180 days	<u>11.46</u>	<u>12.77</u>
	<u>100.00%</u>	<u>100.00%</u>
Inactive accounts:		
Patient receivables	\$ 265,278	237,038
Less bad debt allowance	<u>(265,278)</u>	<u>(237,038)</u>
Net patient receivables	<u>\$ —</u>	<u>—</u>
Health Services Facilities System Receivables:		
Active patient receivables	\$ 173,379	126,515
Inactive patient receivables	265,278	237,038
Other receivables	11,177	10,368
Due from related organizations	<u>165</u>	<u>511</u>
Total Health Services Facilities System receivables	<u>\$ 449,999</u>	<u>374,432</u>
Allowance for doubtful accounts:		
Active patient receivables	\$ (40,516)	(40,919)
Inactive patient receivables	(265,278)	(237,038)
Other receivables	<u>(1,170)</u>	<u>(1,153)</u>
Total Health Services Facilities System allowance for doubtful accounts	<u>\$ (306,964)</u>	<u>(279,110)</u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Analysis of Significant Account Balances
 Accounts and Notes Receivable
 Grants, Contracts, and Gifts Receivables, Net
 June 30, 2013 and 2012

Schedule 7

		June 30, 2013				
		Total	Urbana Campus	Chicago Campus	Springfield Campus	University Administration
Grants, contracts, and gifts:						
U.S. government grants and contracts	\$	107,853,442	73,998,722	32,858,993	78,459	917,268
Private gifts, grants, and contracts		40,332,827	26,022,069	13,981,003	119,708	210,047
State of Illinois grants and contracts		47,936,823	32,211,358	13,318,720	1,524,051	882,694
Total grants, contracts, and gifts receivable, net		\$ 196,123,092	132,232,149	60,158,716	1,722,218	2,010,009
		June 30, 2012				
		Total	Urbana Campus	Chicago Campus	Springfield Campus	University Administration
Grants, contracts, and gifts:						
U.S. government grants and contracts	\$	135,072,992	100,932,598	33,431,680	83,588	625,126
Private gifts, grants, and contracts		37,131,735	28,873,059	7,985,814	45,632	227,230
State of Illinois grants and contracts		40,790,865	24,986,041	13,160,742	1,303,125	1,340,957
Total grants, contracts, and gifts receivable, net		\$ 212,995,592	154,791,698	54,578,236	1,432,345	2,193,313

These accounts primarily consist of receivables for work performed under grant and contract activity. They are shown net of related allowances.

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Analysis of Significant Account Balances
 Accounts and Notes Receivable
 Notes Receivable – Loan Funds
 June 30, 2013 and 2012

Schedule 7

	2013	2012
Urbana campus:		
Age:		
Not in repayment status/current billing	\$ 24,367,748	25,074,799
Under 120 days	1,116,087	1,100,733
Over 120 days	3,706,735	3,490,237
	29,190,570	29,665,769
Allowance for doubtful notes	(1,557,177)	(1,427,475)
Total – Urbana campus	27,633,393	28,238,294
Chicago campus:		
Age:		
Not in repayment status/current billing	29,678,092	29,335,843
Under 120 days	1,908,376	2,282,008
Over 120 days	3,722,577	3,431,962
	35,309,045	35,049,813
Allowance for doubtful notes	(1,392,660)	(1,287,616)
Total – Chicago campus	33,916,385	33,762,197
Springfield campus:		
Age:		
Not in repayment status/current billing	130,121	139,046
Under 120 days	16,847	26,350
Over 120 days	25,962	22,010
	172,930	187,406
Allowance for doubtful notes	(6,943)	(7,798)
Total – Springfield campus	165,987	179,608
All campuses:		
Age:		
Not in repayment status/current billing	54,175,961	54,549,688
Under 120 days	3,041,310	3,409,091
Over 120 days	7,455,274	6,944,209
	64,672,545	64,902,988
Allowance for doubtful notes	(2,956,780)	(2,722,889)
Total – all campuses, net	\$ 61,715,765	62,180,099

These amounts primarily represent loans to students under the Perkins and HPSL programs.

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Analysis of Significant Account Balances
 Capital Assets
 Year ended June 30, 2013

Schedule 8

	<u>Beginning balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Transfers</u>	<u>Ending balance</u>
Nondepreciable capital assets:					
Land	\$ 134,707,051	1,305,559	(190,575)	—	135,822,035
Construction in progress	168,383,034	257,955,497	—	(218,486,457)	207,852,074
Inexhaustible collections	21,320,166	490,262	(800)	—	21,809,628
Total nondepreciable capital assets	<u>324,410,251</u>	<u>259,751,318</u>	<u>(191,375)</u>	<u>(218,486,457)</u>	<u>365,483,737</u>
Depreciable capital assets:					
Buildings	3,674,976,166	294,613	(4,246,519)	35,267,510	3,706,291,770
Improvements and infrastructure	678,450,905	—	—	3,459,338	681,910,243
Equipment	1,026,305,555	60,210,592	(53,520,532)	176,701,467	1,209,697,082
Exhaustible collections	551,884,148	25,864,391	(1,854,538)	—	575,894,001
Software	169,253,561	—	—	3,058,142	172,311,703
Subtotal	6,100,870,335	86,369,596	(59,621,589)	218,486,457	6,346,104,799
Less accumulated depreciation	<u>3,035,976,463</u>	<u>231,555,738</u>	<u>(54,076,154)</u>	<u>—</u>	<u>3,213,456,047</u>
Total net depreciable capital assets	<u>3,064,893,872</u>	<u>(145,186,142)</u>	<u>(5,545,435)</u>	<u>218,486,457</u>	<u>3,132,648,752</u>
Total capital assets	<u>\$ 3,389,304,123</u>	<u>114,565,176</u>	<u>(5,736,810)</u>	<u>—</u>	<u>3,498,132,489</u>

*Amounts reconcile to the records submitted to the Illinois Office of the Comptroller.

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Analysis of Significant Account Balances
 Capital Assets
 Year ended June 30, 2013

Schedule 8

Major changes to land FY2013	
Urbana-Champaign:	
Additions to land in 2013	
TR2021 908 W. Nevada	\$ 605,559
TR2020 1110 W. Stoughton	700,000
Urbana major additions to land	<u>1,305,559</u>
Other (additions less than \$500,000)	<u>—</u>
Total additions to land – Urbana-Champaign	<u>\$ 1,305,559</u>
Deductions from land in 2013	
Other (deductions less than \$500,000)	\$ (190,575)
Total deductions from land – Urbana-Champaign	<u>\$ (190,575)</u>
Major building changes, including transfers from construction in progress FY2013	
Additions to buildings in FY2013	
Chicago:	
Other (additions less than \$500,000)	\$ 294,613
Total additions to buildings	<u>\$ 294,613</u>
Deductions from buildings in 2013	
Urbana-Champaign:	
Beckwith Hall	\$ (1,635,582)
Forbes Hall	<u>(2,281,732)</u>
Urbana-Champaign major deductions from buildings	(3,917,314)
Other (transfers less than \$500,000)	<u>(329,205)</u>
Total deductions from buildings	<u>\$ (4,246,519)</u>
Transfer to buildings in 2013	
Urbana-Champaign:	
1110 W Stoughton Building	\$ 500,000
Burrill Hall	1,692,644
Chemical & Life Science	1,130,062
Crop Sciences Research and Education	1,643,695
Hopkins Hall	631,031
Illini Union	7,716,975
Lincoln Hall	1,699,255
Roger Adams Laboratory	1,587,324
Snyder Hall	984,874
Timothy J Nugent Hall	2,448,789
Weston Hall	<u>683,617</u>
Urbana-Champaign major transfers to buildings	20,718,266
Other (transfers less than \$500,000)	<u>1,963,105</u>
Total transfers to buildings – Urbana-Champaign	<u>22,681,371</u>
Chicago:	
Maxwell Parking Structure	1,008,166
Outpatient Care Center	1,057,205
Student Services Building	1,864,141
UIC Hospital	<u>503,312</u>
Chicago major transfers to buildings	4,432,824
Other (transfers less than \$500,000)	<u>570,617</u>
Total transfers to buildings – Chicago	<u>5,003,441</u>
Springfield:	
Bluebell Court 120	985,751
Bluebell Court 140	1,027,456
Bluebell Court 160	968,311
Clover Court 300	512,590
Clover Court 400	511,832
Larkspur Court 240	984,992
Larkspur Court 260	984,234
Larkspur Court 280	<u>984,234</u>
Springfield major transfers to buildings	6,959,400
Other (transfers less than \$500,000)	<u>623,298</u>
Total transfers to buildings – Springfield	<u>7,582,698</u>
Total transfers to buildings	<u>\$ 35,267,510</u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Analysis of Significant Account Balances
 Capital Assets
 Year ended June 30, 2013

Schedule 8

Major changes to improvements and infrastructure FY2013

Transfers to improvements and infrastructure in 2013

Urbana-Champaign:

Abbott Power Plant	\$ 1,983,503
Willard Airport improvement	1,206,549
	3,190,052
Urbana-Champaign major transfers to improvements and infrastructure	269,286
Other (transfers less than \$500,000)	269,286
	3,459,338
Total transfers to improvements and infrastructure – Urbana-Champaign	3,459,338
Total transfers to improvements and infrastructure	\$ 3,459,338

Major changes to equipment FY2013

Additions/internal transfers in 2013 by category

Urbana-Champaign:

Willard Airport	\$ 66,782
Auxiliaries	548,517
Other self-supporting	8,988,891
General campus	202,458,886
	212,063,076
Total additions/transfers – Urbana-Champaign	212,063,076

Chicago:

Hospital	5,712,615
Auxiliaries	454,887
Other self-supporting	6,745,684
General campus	16,223,962
	29,137,148
Total additions/transfers – Chicago	29,137,148

Springfield:

Auxiliaries	16,035
Other self-supporting	389,712
General campus	370,231
	775,978
Total additions/transfers – Springfield	775,978

University administration:

Other self supporting	(4,317,583)
General campus	(746,560)
	(5,064,143)
Total additions/transfers – University Administration	(5,064,143)
Total additions/transfers to equipment	\$ 236,912,059

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Analysis of Significant Account Balances
 Capital Assets
 Year ended June 30, 2013

Schedule 8

Major changes to equipment FY2013

Equipment trade-ins, disposals, and adjustments by category FY2013

Urbana-Champaign:	\$	—
Willard Airport		(983,781)
Auxiliaries		(6,888,730)
Other self-supporting		(21,361,714)
General campus		<u>(21,361,714)</u>
Total trade-ins, disposals, and adjustments – Urbana-Champaign		<u>(29,234,225)</u>
Chicago:		
Hospital		(10,134,193)
Auxiliaries		(22,637)
Other self-supporting		(2,074,850)
General campus		(5,997,658)
Total trade-ins, disposals, and adjustments – Chicago		<u>(18,229,338)</u>
Springfield:		
Auxiliaries		(83,440)
Other self-supporting		(105,194)
General campus		(181,958)
Total trade-ins, disposals, and adjustments – Springfield		<u>(370,592)</u>
University administration:		
Other self-supporting		(4,103,209)
General campus		(1,583,168)
Total trade-ins, disposals, and adjustments – University Administration		<u>(5,686,377)</u>
Total trade-ins, disposals, and adjustments FY2013	\$	<u><u>(53,520,532)</u></u>

Summary of equipment trade-ins, disposals, and adjustments by campus FY2013

Trade-ins		
Urbana-Champaign	\$	(2,376,183)
Chicago		(1,183,402)
Springfield		(88,697)
University administration		(2,092,948)
Total trade-ins to equipment		<u>(5,741,230)</u>
Disposals		
Urbana-Champaign		(26,858,042)
Chicago		(17,045,936)
Springfield		(281,895)
University administration		(3,593,429)
Total disposals to equipment		<u>(47,779,302)</u>
Total equipment trade-ins, disposals, and adjustments FY2013	\$	<u><u>(53,520,532)</u></u>

Major changes to software FY2013

Additions/transfers in 2013 by category

Chicago:		
Hospital	\$	3,058,142
Total additions/transfers to software – Chicago		<u>3,058,142</u>
Total additions/transfers to software FY2013	\$	<u><u>3,058,142</u></u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Analysis of Significant Account Balances
 Capital Assets
 Year ended June 30, 2013

Schedule 8

Major changes to exhaustible collections FY2013	
Additions/internal transfers in 2013 by category	
Urbana-Champaign:	
General Campus	\$ <u>16,097,922</u>
Total additions/transfers to exhaustible collections – Chicago	<u>16,097,922</u>
Chicago:	
General campus	<u>8,594,780</u>
Total additions/transfers to exhaustible collections – Urbana-Champaign	<u>8,594,780</u>
Springfield:	
General campus	<u>1,171,689</u>
Total additions/transfers to exhaustible collections – Springfield	<u>1,171,689</u>
Total additions/transfers to exhaustible collections	<u>\$ 25,864,391</u>
Exhaustible collections trade-ins, disposals, and adjustments by category FY2013	
Urbana-Champaign:	
General campus	\$ <u>(1,138,180)</u>
Total trade-ins, disposal, and adjustments – Chicago	<u>(1,138,180)</u>
Chicago:	
General campus	<u>(716,358)</u>
Total trade-ins, disposal, and adjustments – Urbana-Champaign	<u>(716,358)</u>
Total trade-ins, disposals, and adjustments to exhaustible collections	<u>\$ (1,854,538)</u>
Major changes to inexhaustible collections FY2013	
Additions/internal transfers in 2013 by category	
Urbana-Champaign:	
General campus	\$ <u>490,012</u>
Total additions/transfers to inexhaustible collections – Urbana-Champaign	<u>490,012</u>
Springfield:	
General campus	<u>250</u>
Total additions/transfers to inexhaustible collections – Springfield	<u>250</u>
Total additions/transfers to inexhaustible collections	<u>\$ 490,262</u>
Inexhaustible collections trade-ins, disposals, and adjustments by category FY2013	
Urbana-Champaign:	
General campus	\$ <u>(800)</u>
Total trade-ins, disposal, and adjustments – Urbana-Champaign	<u>(800)</u>
Total trade-ins, disposals, and adjustments to inexhaustible collections	<u>\$ (800)</u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Analysis of Significant Account Balances
 Capital Assets
 Year ended June 30, 2013

Schedule 8

Major changes to construction in progress FY2013

Additions in 2013

Urbana-Champaign:

1110 W Stoughton	\$ 500,000
Blue Waters Super Computer	112,902,010
Chilled Water to Talbot Lab & Grainger Library	1,187,107
Crop Science Building	1,521,371
Electrical and Computer Engineering	24,394,299
Fabricated Equipment	12,553,595
Ikenberry Commons	32,816,220
Illini Union	2,452,341
Lincoln Hall	1,788,852
Memorial Stadium	3,389,958
Natural History Building	1,140,166
Oak Street Chiller Plant	5,662,471
Roger Adams Laboratory	857,353
Urbana Champaign Big Broadband	927,938
Vet Med Basic Sciences Building	515,557
Willard Airport -Airfield Lighting Vault	736,647
Willard Airport Taxiway Improvement	<u>1,060,513</u>
Urbana-Champaign major additions to construction in progress	204,406,398
Other (additions less than \$500,000)	<u>3,827,659</u>
Total additions to construction in progress – Urbana-Champaign	<u>208,234,057</u>

Chicago:

Applied Health Sciences Building	817,200
College of Dentistry	7,102,937
College of Medicine West Tower	877,393
College of Pharmacy	3,179,496
Fabricated Equipment	1,440,323
Maxwell St Parking Structure	1,008,166
Mile Square Health Center	13,746,251
OCC Automation & Efficiency	3,169,534
Outpatient Care Center	1,374,760
Science & Engineering Laboratory	726,000
Surginet Software	570,473
UIC Hospital	9,110,503
UIC Student Center East	<u>1,589,624</u>
Chicago major additions to construction in progress	44,712,660
Other (additions less than \$500,000)	<u>2,703,348</u>
Total additions to construction in progress – Chicago	<u>47,416,008</u>

Springfield:

Student apartment housing	<u>2,067,424</u>
Springfield major additions to construction in progress	2,067,424
Other (additions less than \$500,000)	<u>238,008</u>
Total additions to construction in progress – Springfield	<u>2,305,432</u>
Total additions to construction in progress	<u>\$ 257,955,497</u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Analysis of Significant Account Balances
 Capital Assets
 Year ended June 30, 2013

Schedule 8

Major changes to construction in progress FY2013

Transfers from construction in progress In 2013

Urbana-Champaign:

1110 W Stoughton Building	\$ (500,000)
Blue Waters Super Computer	(163,802,010)
Burrill Hall	(1,692,644)
Chemical & Life Science	(1,130,063)
Crop Sciences Research and Education	(1,643,695)
Fabricated Equipment	(12,820,114)
Hopkins Hall	(631,031)
Illini Union	(7,716,975)
Lincoln Hall	(1,699,255)
Roger Adams Laboratory	(1,587,324)
Snyder Hall	(984,874)
Timothy J Nugent Hall	(2,448,789)
Weston Hall	(683,617)
Abbott Power Plant	(1,983,503)
Willard Airport Improvement	(1,206,549)

Urbana-Champaign major transfers from construction in progress (200,530,443)

Other (transfers less than \$500,000) (2,232,392)

Total transfers from construction in progress – Urbana-Champaign (202,762,835)

Chicago:

Cerner Software	(893,226)
Maxwell Parking Structure	(1,008,166)
Outpatient Care Center	(1,057,205)
Student Services Building	(1,864,141)
Surginet Software	(1,481,920)
UIC Hospital	(774,440)

Chicago major transfers from construction in progress (7,079,098)

Other (transfers less than \$500,000) (1,061,826)

Total transfers from construction in progress – Chicago (8,140,924)

Springfield:

Bluebell Court 120	(985,751)
Bluebell Court 140	(1,027,456)
Bluebell Court 160	(968,311)
Clover Court 300	(512,590)
Clover Court 400	(511,832)
Larkspur Court 240	(984,992)
Larkspur Court 260	(984,234)
Larkspur Court 280	(984,234)

(6,959,400)

Other (transfers less than \$500,000) (623,298)

Total transfers from construction in progress – Springfield (7,582,698)

Total transfers from construction in progress FY2013 (218,486,457)

Total changes to construction in progress FY2013 \$ 39,469,040

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Analysis of Significant Account Balances
 Accounts Payable and Accrued Liabilities
 June 30, 2013 and 2012

Schedule 9

	2013	2012	Increase (decrease)
All funds:			
Accounts payable	\$ 301,062,625	284,357,309	16,705,316
Accrued payroll	149,378,954	145,172,103	4,206,851
Accrued interest	15,665,392	17,455,232	(1,789,840)
Accrued compensated absences:			
Vacation	153,552,590	149,643,585	3,909,005
Sick leave	46,706,721	51,408,709	(4,701,988)
Total compensated absences	200,259,311	201,052,294	(792,983)
Accrued self-insurance	232,322,000	245,709,090	(13,387,090)
Total accounts payable and accrued liabilities	\$ 898,688,282	893,746,028	4,942,254

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Analysis of Significant Account Balances
 Accounts Payable and Accrued Liabilities
 Accrued Compensated Absences
 June 30 for the last ten years
 (Years 2004–2008 were not audited by KPMG)

Schedule 9

	<u>Accrued vacation pay</u>	<u>Accrued sick pay</u>	<u>Total</u>
2013	\$ 153,552,590	46,706,721	200,259,311
2012	149,643,585	51,408,709	201,052,294
2011	143,255,886	58,032,422	201,288,308
2010	146,485,196	68,502,921	214,988,117
2009	143,532,929	74,001,733	217,534,662
2008	135,304,812	78,003,438	213,308,250
2007	127,407,585	81,773,448	209,181,033
2006	122,653,572	84,653,590	207,307,162
2005	115,467,685	90,607,349	206,075,034
2004	90,443,817	92,926,513	183,370,330

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Analysis of Significant Account Balances
 Deferred Revenue and Student Deposits
 June 30, 2013 and 2012

Schedule 10

	2013	2012
Deferred revenue and student deposits:		
Deferred General Revenue Fund appropriations	\$ 704,744	89,182
Deferred tuition	44,509,657	40,522,971
Student deposits	2,209,293	4,018,303
Auxiliary enterprises under indenture	6,531,212	7,244,242
Auxiliary enterprises not under indenture	6,904,500	5,176,588
Departmental activities	10,574,540	12,327,843
Storerooms and other services	328,968	246,187
U.S. grants and contracts	7,036,425	7,512,015
Private grants and contracts	65,568,731	58,995,589
State of Illinois grants and contracts	11,283,501	9,217,761
Unexpended plant	1,186,861	1,001,524
Other	2,158,438	304,158
Total deferred revenue and student deposits	\$ 158,996,870	146,656,363

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Analysis of Significant Account Balances
 Bonds Payable and Accrued Interest
 Year ended June 30, 2013

Schedule 11

	<u>Balance at June 30, 2012</u>	<u>Bonds issued</u>	<u>Principal reductions</u>	<u>Accretion on bonds</u>	<u>Balance at June 30, 2013</u>
University of Illinois Auxiliary Facilities					
System Revenue Bonds:					
Series 1991	\$ 105,774,979	—	16,270,000	7,605,086	97,110,065
Series 1999A	21,341,531	—	—	1,354,084	22,695,615
Series 1999B	1,770,000	—	875,000	—	895,000
Series 2001A	48,995,000	—	1,570,000	—	47,425,000
Series 2001B	12,645,000	—	1,485,000	—	11,160,000
Series 2003A	42,500,000	—	4,215,000	—	38,285,000
Series 2005A	139,470,000	—	61,905,000	—	77,565,000
Series 2006	308,610,000	—	163,335,000	—	145,275,000
Series 2008	19,345,000	—	420,000	—	18,925,000
Series 2009A	81,975,000	—	755,000	—	81,220,000
Series 2010A	56,560,000	—	1,050,000	—	55,510,000
Series 2011A	81,075,000	—	—	—	81,075,000
Series 2011B	9,300,000	—	810,000	—	8,490,000
Series 2011C	71,900,000	—	180,000	—	71,720,000
Series 2013A	—	212,540,000	—	—	212,540,000
Total Auxiliary Facilities System	<u>1,001,261,510</u>	<u>212,540,000</u>	<u>252,870,000</u>	<u>8,959,170</u>	<u>969,890,680</u>
UIC South Campus Development					
Revenue Bonds:					
Series 2000	1,785,000	—	1,785,000	—	—
Series 2003	6,875,000	—	505,000	—	6,370,000
Series 2008	53,430,000	—	2,225,000	—	51,205,000
Total UIC South Campus Development	<u>62,090,000</u>	<u>—</u>	<u>4,515,000</u>	<u>—</u>	<u>57,575,000</u>
University of Illinois Health Services					
Facilities System Revenue Bonds:					
Series 1997B	17,000,000	—	800,000	—	16,200,000
Series 2008	40,080,000	—	2,090,000	—	37,990,000
Total Health Services Facilities System	<u>57,080,000</u>	<u>—</u>	<u>2,890,000</u>	<u>—</u>	<u>54,190,000</u>
Total bonds payable	<u>\$ 1,120,431,510</u>	<u>212,540,000</u>	<u>260,275,000</u>	<u>8,959,170</u>	<u>1,081,655,680</u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
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University of Illinois Auxiliary Facilities System

Series 1991 Bonds

On June 13, 1991, the Series 1991 Bonds were issued in the principal amount of \$77,387,579. The Series 1991 Bonds consist of current interest bonds (\$29,640,000) and capital appreciation bonds (\$47,747,579). The current interest bonds were retired during fiscal year 2002 utilizing funds from the sale of the Series 2001B and 2001C Bonds. The capital appreciation bonds do not require current interest payments. They began maturing on April 1, 1996 and April 1, 2002 through April 1, 2021, at amounts sufficient to produce yields ranging from 5.95% to 7.35%. The University records the annual increase in the principal amount of the bonds as capital appreciation on bonds payable.

Proceeds from the sale of the Series 1991 Bonds were used to (a) finance certain additions to the System; (b) finance remodeling, repair, and improvement of certain existing facilities of the System; (c) fund the Debt Service Reserve in an amount equal to the difference between the Maximum Annual Net Debt Service and the balance in such account at the time of delivery of the Series 1991 Bonds; and (d) pay all costs incidental to the issuance of the Series 1991 Bonds. These issuance costs, in the amount of \$3,660,983, have been recorded as a prepaid expense and are being amortized over the life of the bond issue.

Series 1999A Bonds

On January 12, 2000, the Series 1999A Bonds were issued in the principal amount of \$110,639,381. The Series 1999A Bonds consist of current interest bonds (\$100,730,000) and capital appreciation bonds (\$9,909,381). A portion of the current interest bonds were refunded during fiscal year 2005, and the remaining balance matured annually April 1, 2006 through April 1, 2010. The portion of the current interest bonds was refunded utilizing funds from the sale of the Series 2005A Bonds. The capital appreciation bonds do not require current interest payments. They will begin maturing annually commencing April 1, 2015 through 2030 at amounts sufficient to produce yields ranging from 4.5% to 6.0%. The University records the annual increase in the principal amount of the bonds as interest expense and accretion on bonds payable.

Series 1999B Bonds

On January 12, 2000, the Series 1999B Bonds were issued in the principal amount of \$6,000,000. The Series 1999B Bonds are current interest bonds which bear interest at rates ranging from 7.41% to 7.56% per annum, payable semiannually commencing April 1, 2000, and began maturing annually April 1, 2005 through 2015.

Proceeds from the sale of the Series 1999A and 1999B Bonds were used to (a) finance various additions, improvements, and renovations to the System; (b) pay a portion of the interest on the Series 1999A and 1999B Bonds during construction; and (c) pay all costs incidental to the issuance of the Series 1999A and 1999B Bonds. These issuance costs, in the amount of \$1,933,819, have been recorded as a prepaid expense and are being amortized over the life of the bond issues.

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
Analysis of Significant Account Balances
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Series 2001A

On August 30, 2001, the Series 2001A Bonds were issued in the principal amount of \$106,030,000. Series 2001A Bonds are current interest bonds which bear interest at rates ranging from 4.00% to 5.50% per annum, payable semiannually commencing April 1, 2002, and began maturing annually April 1, 2006 through 2030. A portion of the Series 2001A Bonds were refunded during fiscal year 2012 utilizing funds from the sale of the Series 2011C Bonds.

Proceeds from the sale of the Series 2001A Bonds were used to advance refund portions of various outstanding Auxiliary Facilities System bond issues. The refunding resulted in a reduction in debt service of approximately \$7,900,000 and an economic gain of approximately \$8,169,000. The difference between the reacquisition price and the net carrying amount of the old debt, loss on refunding, is deferred and amortized as a component of interest expense over the remaining life of the old debt or the life of the new debt, whichever is shorter.

Series 2001B

On July 26, 2001, the Series 2001B and Series 2001C Bonds were issued in the principal amount of \$135,630,000 and \$18,925,000, respectively. Series 2001B Bonds are current interest bonds which bear interest at rates ranging from 4.00% to 5.55% per annum, payable semiannually commencing April 1, 2002, and mature annually April 1, 2003 through 2032. A portion of the Series 2001B Bonds were refunded during fiscal year 2005 utilizing funds from the sale of the Series 2005A Bonds, in fiscal year 2007 utilizing funds from the sale of the Series 2006 Bonds, and in fiscal year 2012 utilizing funds from the sale of the Series 2011A and Series 2011C Bonds.

Proceeds from the sale of the Series 2001B Bonds were used to (a) fund the current refunding of various outstanding issues, (b) fund various additions and improvements to the System, (c) pay the interest on the Series 2001B Bonds during construction; and (d) pay costs incidental to the issuance of the Series 2001B Bonds. The issuance costs for Series 2001B in the amount of \$913,000 have been recorded as a prepaid expense and are being amortized over the life of the bond issue.

Series 2003A

On June 5, 2003, the Series 2003A Bonds were issued in the principal amount of \$65,870,000. Series 2003A Bonds are current interest bonds which bear interest at rates ranging from 2.00% to 5.50% per annum, payable semiannually commencing October 1, 2003, and began maturing annually April 1, 2004 through 2034. A portion of the Series 2003A Bonds were refunded during fiscal years 2012 and 2013 utilizing funds from the sale of the Series 2011C Bonds and Series 2013A Bonds, respectively.

Proceeds from the sale of the Series 2003A Bonds were used to fund various additions and improvements to the System, pay debt service during construction, and pay all costs incidental to the issuance of the bonds. These issuance costs, in the amount of \$594,592, have been recorded as a prepaid expense and are being amortized over the life of the bond issue.

See accompanying independent auditors' report.

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Series 2005A

On March 31, 2005, the Series 2005A Bonds were issued in the principal amount of \$163,905,000. Series 2005A Bonds are current interest bonds which bear interest at rates ranging from 4.625% to 5.50% per annum, payable semiannually commencing October 1, 2005, and began maturing annually April 1, 2007 through 2031. A portion of the Series 2005A Bonds were refunded during fiscal year 2013 utilizing funds from the sale of the Series 2013A Bonds.

Proceeds from the sale of the Series 2005A Bonds were used to fund various additions and improvements to the System; to provide for the advance refunding of portions of the outstanding Auxiliary Facilities System Revenue Bonds, Series 1996, Series 1999A, Series 2000, and Series 2001B; to pay debt service during construction; and to pay all costs incidental to the issuance of the bonds. These issuance costs, in the amount of \$1,113,378, have been recorded as a prepaid expense and are being amortized over the life of the bond issues.

Series 2006

On October 5, 2006, the Series 2006 Bonds were issued in the principal amount of \$318,155,000. Series 2006 Bonds are current interest bonds which bear interest at rates ranging from 4.00% to 5.00% per annum, payable semiannually commencing April 1, 2007, and began maturing annually April 1, 2008 through 2036. A portion of the Series 2006 Bonds were refunded during fiscal year 2013 utilizing funds from the sale of the Series 2013A Bonds.

Proceeds from the sale of the Series 2006 Bonds were used to fund various improvements to the System; provide for the refunding of portions of the outstanding System bonds, Series 1996; and Series 2001B; to pay debt service during construction; and to pay all costs incidental to the issuance of the bonds. These issuance costs, in the amount of \$2,666,750, have been recorded as a prepaid expense and are being amortized over the life of the bond issues.

Series 2008

On June 18, 2008, the Series 2008 Bonds were issued in the principal amount of \$20,800,000. Series 2008 Bonds are variable rate bonds bearing a weekly rate originally estimated at 4% per annum over the life of the bonds. Interest is payable monthly commencing July 2008. The bonds began maturing annually April 1, 2009 through April 1, 2038.

Proceeds from the sale of the Series 2008 Bonds are being used to pay for various improvements and additions to the System, to pay debt service during construction, and to pay all costs incidental to the issuance of the Series 2008 Bonds. These issuance costs, in the amount of \$266,845, have been recorded as a prepaid expense and are being amortized over the life of the bond issues.

Series 2009A

On March 19, 2009, the Series 2009A Bonds were issued in the principal amount of \$84,100,000. Series 2009A Bonds are current interest bonds which bear interest at rates ranging from 2.00% to 5.75% per annum, payable semiannually commencing October 1, 2009, and began maturing annually April 1, 2010 through 2038.

See accompanying independent auditors' report.

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Proceeds from the sale of the Series 2009A Bonds are being used to fund various improvements to the System; to provide for the refunding of the outstanding variable rate bonds, Series 2005B; and to pay all costs incidental to the issuance of the bonds. These issuance costs, in the amount of \$769,909, have been recorded as a prepaid expense and are being amortized over the life of the bond issues.

Series 2010A

On July 21, 2010, the Series 2010A Bonds were issued in the principal amount of \$56,675,000. Series 2010A Bonds are current interest bonds which bear interest at rates ranging from 4.00% to 5.25% per annum, payable semiannually commencing October 1, 2010, and began maturing annually April 1, 2012 through 2030.

Proceeds from the sale of the Series 2010A Bonds are being used to fund various improvements to the System, pay debt service during construction, and to pay costs of issuing the Series 2010A Bonds. These issuance costs, in the amount of \$591,276, have been recorded as a prepaid expense and are being amortized over the life of the bond issues.

Series 2011A and Series 2011B

On July 7, 2011, the Series 2011A and Series 2011B Bonds were issued in the principal amount of \$81,970,000 and \$10,875,000, respectively. Series 2011A Bonds are current interest bonds which bear interest at rates ranging from 2.00% to 5.50% per annum, payable semiannually commencing October 1, 2011, and mature annually April 1, 2012 thru 2041. Series 2011B Bonds are current interest bonds which bear interest at rates ranging from 1.347% to 4.517% per annum, payable semiannually commencing October 1, 2011, and mature annually April 1, 2012 thru 2021.

Proceeds from the sale of the Series 2011A and Series 2011B Bonds are being used to pay for various improvements and additions to the System, currently refund certain outstanding obligations of the Board (Series 2001B and Series 2001C), pay certain capitalized interest on the Series 2011A and Series 2011B Bonds, and to pay all costs incidental to the issuance of the Series 2011A and Series 2011B Bonds. The issuance costs for Series 2011A and Series 2011B, in the amount of \$694,506 and \$83,221, respectively, have been recorded as a prepaid expense and are being amortized over the life of the bond issues.

Series 2011C

On January 12, 2012, the Series 2011C Bonds were issued in the principal amount of \$71,900,000. Series 2011C Bonds are current interest bonds which bear interest at rates ranging from 2.00% to 5.00% per annum, payable semiannually commencing April 1, 2012, and mature annually April 1, 2013 thru 2032.

Proceeds from the sale of the Series 2011C Bonds are being used to refund certain outstanding obligations of the Board (Series 2001A, 2001B, and 2003A) and pay costs incidental to the issuance of the Series 2011C Bonds. These issuance costs, in the amount of \$925,008, have been recorded as a prepaid expense and are being amortized over the life of the bond issues.

See accompanying independent auditors' report.

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Series 2013A

On May 15, 2013, the Series 2013A Bonds were issued in the principal amount of \$212,540,000. Series 2013A Bonds are current interest bonds which bear interest at rates ranging from 3.00% to 5.00% per annum, payable semiannually commencing October 1, 2013, and began maturing annually April 1, 2014 through 2032.

Proceeds from the sale of the Series 2013A Bonds are being used to (i) refund certain outstanding obligations of the Board (Series 2003A, 2005A, and 2006) and (ii) pay costs of issuing the Series 2013A Bonds. These issuance costs, in the amount of \$2,744,089, have been recorded as a prepaid expense and are being amortized over the life of the bond issues.

University of Illinois UIC South Campus Development Project

Series 2000 Bonds

On February 17, 2000, the Series 2000 Bonds were issued in the principal amount of \$27,150,000. The Series 2000 Bonds were current interest bonds which bore interest at rates ranging from 6.77% to 7.96% per annum, payable semiannually, commencing July 15, 2000. The bonds matured annually, commencing January 15, 2001 through 2002 and annually January 15, 2004 through 2013.

Proceeds from the sale of the Series 2000 Bonds were used to (a) provide a portion of the funding for the University of Illinois South Campus Development Project, an integrated academic, residential, recreational, and commercial development; and (b) pay costs incidental to the issuance of the Series 2000 Bonds. These issuance costs, in the amount of \$259,710, were recorded as a prepaid expense and were amortized over the life of the bond issues.

Series 2003 Bonds

On August 1, 2003, the Series 2003 Bonds were issued in the principal amount of \$10,000,000. The Series 2003 bonds are current interest bonds which bear interest at rates ranging from 2.00% to 5.25% per annum, payable semiannually, commencing January 15, 2004. The bonds began maturing annually, commencing January 15, 2004 through January 15, 2023.

Proceeds from the sale of the Series 2003 Bonds were used to (a) provide a portion of the funding for the University of Illinois South Campus Development Project; and (b) pay costs incidental to the issuance of the Series 2003 Bonds. These issuance costs, in the amount of \$105,519, have been recorded as a prepaid expense and are being amortized over the life of the bond issue.

See accompanying independent auditors' report.

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Series 2008 Bonds

On July 16, 2008, the Series 2008 Bonds were issued in the principal amount of \$54,245,000. Series 2008 Bonds are variable rate bonds bearing interest at a weekly rate. Interest is payable monthly commencing August 2008. The bonds began maturing annually commencing January 15, 2011 through January 15, 2022.

Proceeds from the sale of the Series 2008 Bonds were used to refund the entire outstanding principal amount of the Series 2006A Bonds and to pay costs incidental to the issuance of the Series 2008 Bonds. These issuance costs, in the amount of \$545,000, have been recorded as a prepaid expense and are being amortized over the life of the bond issue.

University of Illinois Health Services Facilities System

Series 1997B Bonds

On May 8, 1997, the Series 1997B Bonds were issued in the principal amount of \$25,000,000. The Series 1997B Bonds are variable rate bonds bearing interest at a weekly rate estimated to average 4% per annum over the life of the bonds. Interest is payable monthly commencing June 1, 1997. The bonds began maturing annually, commencing October 1, 2000 through October 1, 2026.

Proceeds from the sale of the Series 1997B Bonds were used to (a) pay or reimburse the Board for the cost of acquiring, constructing, and equipping a new ambulatory care facility on the campus of the University of Illinois at Chicago and a medical office building in Rockford, Illinois, as a part of the Health Services Facilities System of the University; (b) pay a portion of the interest on the Series 1997B Bonds; and (c) pay costs incidental to the issuance of the Series 1997B Bonds. These issuance costs, in the amount of \$964,525, have been recorded as a prepaid expense and are being amortized over the life of the bond issues.

Series 2008 Bonds

On June 26, 2008, the Series 2008 Bonds were issued in the principal amount of \$41,215,000. The Series 2008 Bonds are variable rate bonds bearing interest at a weekly rate. Interest is payable monthly commencing July 2008. The Series 2007 interest rate swap agreement was transferred to the Series 2008 Bonds on July 28, 2008, in the notional amount of \$40,875,000.

Proceeds from the issuance of these bonds were used to fund the redemption of the \$40,875,000 outstanding principal amount of the Series 2007 Bonds and to pay all costs incidental to the issuance of the Series 2008 Bonds. These issuance costs, in the amount of \$340,000, have been recorded as a prepaid expense and are being amortized over the life of the bond issues.

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
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(1) Advance Refunded Bonds

	Outstanding at June 30, 2013
University of Illinois Auxiliary Facilities System, Series 2005A	\$ 54,950,000
University of Illinois Auxiliary Facilities System, Series 2006	160,460,000
	\$ 215,410,000

(2) Accrued Interest

Accrued interest on outstanding bonds payable at June 30, 2013 is as follows:

	Outstanding at June 30, 2013
University of Illinois Auxiliary Facilities System Revenue Bonds	\$ 9,629,735
University of Illinois Health Services Facilities System Revenue Bonds	95,883
University of Illinois UIC South Campus Development Revenue Bonds	286,038
	\$ 10,011,656

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Analysis of Significant Account Balances
 Leaseholds Payable and Other Obligations
 Year ended June 30, 2013

Schedule 12

Lessor	Balance at June 30, 2012	Increase in leaseholds and other obligations	Principal payments	Cancellations and adjustments	Balance at June 30, 2013
Leaseholds payable:					
Certificates of participation:					
Series 2003 South Farm Projects	\$ 16,890,000	—	16,890,000	—	—
Series 2003 UI Integrate	31,700,000	—	5,485,000	—	26,215,000
Series 2003 Utility Infrastructure	31,970,000	—	5,780,000	—	26,190,000
Series 2004 Utility Infrastructure	125,280,000	—	7,120,000	—	118,160,000
Series 2005 College of Medicine	15,375,000	—	870,000	—	14,505,000
Series 2006A Academic Facilities	64,205,000	—	3,305,000	—	60,900,000
Series 2007A	72,170,000	—	155,000	—	72,015,000
Series 2007B	45,645,000	—	—	—	45,645,000
Series 2009A	36,560,000	—	1,775,000	—	34,785,000
Total COPs	<u>439,795,000</u>	<u>—</u>	<u>41,380,000</u>	<u>—</u>	<u>398,415,000</u>
Other capital leases:					
Banc of America	625,335	2,623,107	738,949	—	2,509,493
CBI Leasing	38,409	—	8,978	—	29,431
Cerner Software	2,178,342	—	893,226	—	1,285,116
Commerce Bank	68,278	—	57,562	—	10,716
Creekridge Capital	20,643	39,726	6,919	1,081	54,531
Deere Credit	286,691	147,404	93,520	(92,363)	248,212
Eltekon Capital	2,621,368	—	1,647,238	—	974,130
First Southwest Leasing (CARLYLE)	1,026,162	—	503,144	—	523,018
Illinois Medical District Commission	29,713,700	—	985,700	—	28,728,000
Municipal Asset Management	4,615	55,933	4,615	—	55,933
Shaff Implement	20,219	—	20,219	—	—
Shimadzu Financial	38,885	—	14,495	—	24,390
Stryker Sales Corp	—	40,234	5,461	—	34,773
Suntrust Leasing Corporation	476,298	—	113,098	—	363,200
Thermo Fisher Financial	106,205	—	20,766	—	85,439
US BankCorp	—	4,469,620	—	—	4,469,620
WALZ Leasing	7,251	—	2,309	—	4,942
Total other capital leases	<u>37,232,401</u>	<u>7,376,024</u>	<u>5,116,199</u>	<u>(91,282)</u>	<u>39,400,944</u>
Total leaseholds payable	<u>477,027,401</u>	<u>7,376,024</u>	<u>46,496,199</u>	<u>(91,282)</u>	<u>437,815,944</u>
Other obligations:					
Energy services agreement installment payment contract	16,778,668	—	1,008,791	—	15,769,877
Environmental remediation liabilities	1,610,812	17,000	1,274,812	—	353,000
Total other obligations	<u>18,389,480</u>	<u>17,000</u>	<u>2,283,603</u>	<u>—</u>	<u>16,122,877</u>
Total leaseholds payable and other obligations	<u>\$ 495,416,881</u>	<u>7,393,024</u>	<u>48,779,802</u>	<u>(91,282)</u>	<u>453,938,821</u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Entity Financial Statements and Related Information

Entity Descriptions, Auxiliary Facilities System Bonds, and Special Bonds

Year ended June 30, 2013

Schedule 13

The revenues, expenses, and other changes for the current unrestricted funds, excluding state appropriations and student tuition, unrestricted gifts, and indirect cost reimbursements for the year ended June 30, 2013, are compared and analyzed by accounting entity, as defined by the University.

The entities, as defined by the University, are classified in four general categories: auxiliary enterprises under indenture, auxiliary enterprises not under indenture, storerooms and service departments, and departmental activities. The University's entity definitions combine operations by campus and function. However, entity financial statements have been prepared by campus and function, as required by University Guidelines, and shown in this report as referenced in the table of contents as entity financial statements and related information. The information in the entity financial statements is presented in accordance with the requirements of University Guidelines. Therefore, some amounts presented in the entity financial statements may differ from amounts presented in, or used in the preparation of, the basic financial statements, due to certain eliminations between various entities.

The individual entities are described as follows:

I. Auxiliary Enterprises under Indenture

Auxiliary enterprises under indenture consist of the operations of the University of Illinois Auxiliary Facilities System. The operations of the Auxiliary Facilities System are subject to the provisions, terms, covenants, and conditions of the Resolutions of the Board of Trustees of the University, which provided for the issuance of the University of Illinois Auxiliary Facilities System Revenue Bonds, Series 1991, Series 1999A, Series 1999B, Series 2001A, Series 2001B, Series 2003A, Series 2005A, Series 2006, Series 2008, Series 2009A, Series 2010A, Series 2011A, Series 2011B, Series 2011C, and Series 2013A (Bond Resolutions).

The Auxiliary Facilities System is comprised of University-owned housing units, student unions, and similar auxiliary service units, including parking, at the three campuses; recreation and athletic facilities, including the State Farm Center, the Activities and Recreation Center, Ice Rink Arena, and Memorial Stadium at the Urbana-Champaign campus; the Pavilion and Ice Rink at the Chicago campus; and the Gymnasium and the Recreation and Athletic Center at the Springfield campus.

II. Auxiliary Enterprises Not Under Indenture

A. *Student/Staff Programs and Services* – Administration and operation of programs and services for students, faculty, and staff, including counseling, testing, student government activities, and the Beckwith Living Center.

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Entity Financial Statements and Related Information

Entity Descriptions, Auxiliary Facilities System Bonds, and Special Bonds

Year ended June 30, 2013

Schedule 13

III. Storerooms and Service Departments

- A. *Communication and Computing Services* – Activities that provide University-wide services, primarily to University departments, for data processing, telecommunications, and computing services.
- B. *Plant and Service Operations* – Activities for distribution of costs associated with services rendered to internal operations on a University-wide basis, including storeroom operations, physical plant, mail service, advance insurance billings to units, printing, duplication, and activities used for collection and redistribution of costs.

IV. Departmental Activities

- A. *Instructional Course Activities* – Credit-bearing instructional activities provided primarily as a public service for private businesses, community organizations, and governmental units.
- B. *Professional Development Activities* – Noncredit-bearing instructional activities including conferences, workshops, seminars, and continuing education courses provided primarily as a public service.
- C. *Unique Instructional Programs* – Unique student and staff programs such as flight training, field trips, summer and abroad programs, and other activities of a similar nature.
- D. *Agricultural Operations* – Agricultural activities that pertain to the practice of agriculture in direct support of the instructional, research, and public service functions of the University administered by the College of Agricultural, Consumer, and Environmental Sciences. Activities that pertain to academic and theoretical research and topics are recorded in other entities as appropriate.
- E. *Commercial Operations Not Under Indenture* – Facilities and costs of services with a significant emphasis on users outside the University community, including services of the steam plant operations and the technical research park.
- F. *Hospital and Clinics* – Administration and operation of patient care facilities, primarily the University of Illinois Hospital and Clinics, which are in direct support of the instructional, research, and public service functions of the University.
- G. *Public Service, Academic Support, and Economic Development Activities* – Activities in direct support of the primary academic, public service, and economic development missions of the University, including laboratory and testing centers and services, publication and design services, technology incubation and economic development services, and facilities, which are in direct support of the instructional, research, public service, and economic development functions of the University.

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Entity Financial Statements and Related Information

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Year ended June 30, 2013

Schedule 13

- H. *Intercollegiate Athletics* – Administration and operation of intercollegiate athletic activities and programs administered by the Department of Intercollegiate Athletics, including summer camps, golf course, tennis center, and the various athletic programs.

Auxiliary enterprises receive revenues from the following sources:

- Room and board
- Merchandise and food sales
- Public events and recreation fees
- Parking
- Investment income
- Student service fees
- Rental and lease income
- Vending income
- Other sources

Storerooms and service departments receive revenues from services performed and goods provided to University departments.

Departmental activities receive revenues from operations.

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Entity Financial Statements and Related Information

Entity Descriptions,
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Year ended June 30, 2013

Schedule 13

Entity Descriptions	Urbana	Chicago	Springfield
Auxiliary Enterprises Under Indenture (reported University-wide)	X	X	X
Student/Staff Programs and Services	X	X	X
Communication and Computing Services (reported University-wide)	X	X	X
Plant and Service Operations (reported University-wide)	X	X	X
Instructional Course Activities	X	X	
Professional Development Activities	X	X	X
Unique Instructional Programs	X	X	X
Agricultural Operations	X		
Commercial Operations Not Under Indenture	X	X	
Hospital and Clinics		X	
Public Service, Academic Support, and Economic Development Activities	X	X	X
Intercollegiate Activities	X	X	X
<hr/>			
Special Bonds (Separate Reports for I)	Urbana	Chicago	Springfield
I. Health Services Facilities System		X	

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
Statement of Net Position
Auxiliary Enterprises Under Indenture
June 30, 2013

Schedule 14

**All
campuses**

Assets:	
Current assets:	
Claim on cash and on pooled investments	\$ 160,680,185
Cash and cash equivalents	7,596,218
Investments	3,875,102
Investments, restricted	1,356,564
Accrued investment income	444,486
Accounts receivable, net of allowance	6,924,243
Inventories	7,978,211
Prepaid expenses and deferred charges	685,475
Total current assets	<u>189,540,484</u>
Noncurrent assets:	
Cash and cash equivalents, restricted	20,226,156
Investments, restricted	24,205,078
Capital assets, net of accumulated depreciation	985,779,871
Prepaid expenses and deferred charges	7,594,210
Total noncurrent assets	<u>1,037,805,315</u>
Total assets	<u>\$ 1,227,345,799</u>
Liabilities:	
Current liabilities:	
Accounts payable and accrued liabilities	\$ 36,538,046
Accrued compensated absences, current portion	740,487
Deferred revenue	7,010,085
Notes payable to the University, current portion	2,502,017
Bonds and leaseholds payable, current portion	38,484,354
Total current liabilities	<u>85,274,989</u>
Noncurrent liabilities:	
Accrued compensated absences	5,225,752
Notes payable to the University	7,518,484
Bonds and leaseholds payable	961,498,855
Total noncurrent liabilities	<u>974,243,091</u>
Total liabilities	<u>1,059,518,080</u>
Net position:	
Net investment in capital assets	10,498,509
Restricted:	
Expendable for debt service	23,924,710
Unrestricted	133,404,500
Total net position	<u>167,827,719</u>
Total liabilities and net position	<u>\$ 1,227,345,799</u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Statement of Revenues, Expenses, and Changes in Net Position

Auxiliary Enterprises Under Indenture

Year ended June 30, 2013

Schedule 14

**All
campuses**

Operating revenues:	
Room and board, net of waivers	\$ 132,752,112
Merchandise and retail food sales	35,174,489
Student service fees	92,896,878
Public events and recreation fees	8,131,988
Parking income	25,639,299
Rental and lease income	20,022,277
Vending income	1,802,693
Other operating revenue	9,634,172
Total operating revenues	326,053,908
Operating expenses:	
Salaries and wages	87,887,020
Merchandise and food for resale	37,463,516
Repairs and maintenance	5,256,655
Professional and other contractual services	35,566,607
Utilities	27,949,356
Supplies	11,586,743
Noncapitalized equipment and equipment rental	1,782,889
Administrative services	15,167,503
Other operating expense	13,399,087
Depreciation	31,227,774
On behalf payments for fringe benefits	45,845,260
Total operating expenses	313,132,410
Operating income	12,921,498
Nonoperating revenues (expenses):	
On behalf payments for fringe benefits	45,845,260
Investment income (net of related expenses)	1,767,939
Interest on capital asset related debt	(46,896,806)
Amortization of issuance costs	(375,741)
Loss on disposal of capital assets	(732,416)
Other nonoperating revenues, net	(636,452)
Total nonoperating expenses, net	(1,028,216)
Increase in net position	11,893,282
Net position, beginning of year	155,934,437
Net position, end of year	\$ 167,827,719

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
Statement of Net Position
Auxiliary Enterprises Not Under Indenture
Student/Staff Programs and Services

June 30, 2013

Schedule 15

	Urbana	Chicago	Springfield
Assets:			
Current assets:			
Cash and cash equivalents	\$ 11,753,955	8,056,999	432,011
Accounts receivable and accrued investment income	583,831	1,897,047	111,650
Inventories	104,257	436,985	23,498
Prepaid expenses and deferred charges	1,363,985	178,833	4,062
Total current assets	13,806,028	10,569,864	571,221
Noncurrent assets:			
Capital assets, net of accumulated depreciation	2,230,391	295,210	529,014
Total assets	\$ 16,036,419	10,865,074	1,100,235
Liabilities:			
Current liabilities:			
Accounts payable and accrued liabilities	\$ 446,797	471,892	90,177
Deferred revenue	3,330,130	2,979,651	151,979
Accrued compensated absences, current portion	66,175	57,529	9,753
Total current liabilities	3,843,102	3,509,072	251,909
Noncurrent liabilities:			
Accrued compensated absences	485,284	421,876	71,525
Total liabilities	4,328,386	3,930,948	323,434
Net position:			
Net investment in capital assets	2,230,391	295,210	529,014
Unrestricted	9,477,642	6,638,916	247,787
Total net position	11,708,033	6,934,126	776,801
Total liabilities and net position	\$ 16,036,419	10,865,074	1,100,235

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Statement of Revenues, Expenses, and Changes in Net Position

Auxiliary Enterprises Not Under Indenture

Student/Staff Programs and Services

Year ended June 30, 2013

Schedule 15

	<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>
Operating revenues:			
Student program fees	\$ 32,935,895	29,782,440	2,415,859
Merchandise and food sales	1,038,720	18,423	710
Public events and recreation fees	306,490	5,960	6,972
Rental and lease income	90,217	—	—
Room and board	90,141	—	—
Parking income	—	30,045	—
Vending income	—	377	—
Other operating revenue	6,837,035	6,945,919	661,646
Total operating revenues	<u>41,298,498</u>	<u>36,783,164</u>	<u>3,085,187</u>
Operating expenses:			
Salaries and wages	8,446,236	5,278,719	1,472,389
Merchandise and food for resale	592,690	9,414,748	32,432
Repairs and maintenance	31,235	268,080	5,089
Professional and other contractual services	19,166,960	11,158,853	1,023,069
Utilities	106,237	85,464	10,641
Supplies	1,524,843	711,962	322,685
Equipment rental	4,843,255	174,610	1,355
Administrative services	236,584	492,051	16,872
Other operating expense	3,715,608	10,339,412	211,840
Depreciation and amortization	192,497	61,706	41,118
Total operating expenses	<u>38,856,145</u>	<u>37,985,605</u>	<u>3,137,490</u>
Operating income (loss)	<u>2,442,353</u>	<u>(1,202,441)</u>	<u>(52,303)</u>
Nonoperating revenues (expenses):			
Investment income (net of related expenses)	76,637	285,346	4,936
Other nonoperating expenses, net	(884,402)	(4,019)	—
Total nonoperating expenses, net	<u>(807,765)</u>	<u>281,327</u>	<u>4,936</u>
Increase (decrease) in net position	1,634,588	(921,114)	(47,367)
Net position, beginning of year	<u>10,073,445</u>	<u>7,855,240</u>	<u>824,168</u>
Net position, end of year	\$ <u><u>11,708,033</u></u>	<u><u>6,934,126</u></u>	<u><u>776,801</u></u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
Statement of Net Position
Storerooms and Service Departments
Communication and Computing Services
June 30, 2013

Schedule 16

All campuses

Assets:	
Current assets:	
Cash and cash equivalents	\$ 14,750,592
Investments	933
Accounts receivable	113,142
Inventories	1,506,966
Prepaid expenses and deferred charges	701,170
Total current assets	<u>17,072,803</u>
Noncurrent assets:	
Prepaid expenses	115,736
Capital assets, net of accumulated depreciation	18,692,755
Total noncurrent assets	<u>18,808,491</u>
Total assets	<u><u>\$ 35,881,294</u></u>
Liabilities:	
Current liabilities:	
Accounts payable and accrued liabilities	\$ 5,080,030
Accrued compensated absences, current portion	421,810
Leaseholds payable and other obligations, current portion	410,245
Total current liabilities	<u>5,912,085</u>
Noncurrent liabilities:	
Accrued compensated absences	3,093,277
Leaseholds payable and other obligations	27,178,774
Total noncurrent liabilities	<u>30,272,051</u>
Total liabilities	<u>36,184,136</u>
Net position (deficit):	
Net investment in capital assets	(8,896,264)
Restricted	654
Unrestricted	8,592,768
Total net deficit	<u>(302,842)</u>
Total liabilities and net deficit	<u><u>\$ 35,881,294</u></u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Statement of Revenues, Expenses, and Changes in Net Position

Storerooms and Service Departments

Communication and Computing Services

Year ended June 30, 2013

Schedule 16

All campuses

Operating revenues:	
Campus Information Technologies and Educational Services	\$ 64,099,841
Academic Computing and Communication Center services	9,912,280
Merchandise and food sales	3,268,762
Administrative Information Technology Services (AITS) training and assistance	950,653
Business Information Systems services	753,680
Rental and lease income	160,598
Other sources	2,205
Total operating revenues	<u>79,148,019</u>
Operating expenses:	
Salaries and wages	27,058,723
Merchandise and food for resale	3,391,748
Repairs and maintenance	1,572,076
Professional and other contractual services	26,007,368
Utilities	11,936,535
Supplies	2,595,988
Equipment rental	748,278
Other operating expense	1,297,735
Depreciation and amortization	15,811,422
Total operating expenses	<u>90,419,873</u>
Operating loss	<u>(11,271,854)</u>
Nonoperating revenues (expenses):	
State appropriations for debt service	13,476,507
Investment income (net of related expenses)	1,246,016
Interest on capital asset related debt	(1,040,030)
Loss on disposal of capital assets	(251,534)
Other nonoperating revenues, net	88,507
Total nonoperating revenues, net	<u>13,519,466</u>
Increase in net position	2,247,612
Net deficit, beginning of year	<u>(2,550,454)</u>
Net deficit, end of year	<u>\$ (302,842)</u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
Statement of Net Position
Storerooms and Service Departments
Plant and Services Operations
June 30, 2013

Schedule 16

All campuses

Assets:	
Current assets:	
Cash and cash equivalents	\$ 114,455,631
Investments	4,582
Accounts receivable and accrued investment income	5,277,661
Inventories	7,724,060
Prepaid expenses and deferred charges	1,366,507
Other assets	2,000,000
	<hr/>
Total current assets	130,828,441
	<hr/>
Noncurrent assets:	
Prepaid expenses, noncurrent	763,728
Capital assets, net of accumulated depreciation	189,482,497
	<hr/>
Total noncurrent assets	190,246,225
	<hr/>
Total assets	\$ 321,074,666
	<hr/> <hr/>
Liabilities:	
Current liabilities:	
Accounts payable and accrued liabilities	\$ 40,964,324
Deferred revenue	328,968
Accrued compensated absences, current portion	1,947,620
Leaseholds payable and other obligations, current portion	13,630,256
	<hr/>
Total current liabilities	56,871,168
	<hr/>
Noncurrent liabilities:	
Leaseholds payable and other obligations	197,167,389
Accrued compensated absences	14,282,548
	<hr/>
Total noncurrent liabilities	211,449,937
	<hr/>
Total liabilities	268,321,105
	<hr/> <hr/>
Net position (deficit):	
Net investment in capital assets	(20,962,148)
Restricted	105,497
Unrestricted	73,610,212
	<hr/>
Total net position	52,753,561
	<hr/>
Total liabilities and net position	\$ 321,074,666
	<hr/> <hr/>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Statement of Revenues, Expenses, and Changes in Net Position

Storerooms and Service Departments

Plant and Services Operations

Year ended June 30, 2013

Schedule 16

	<u>All campuses</u>
Operating revenues:	
Plant operations and related services	\$ 311,500,636
Utility services	195,226,003
Lab and pharmacy services	47,378,577
Merchandise and food sales	13,072,344
Rental and lease income	2,930,366
Farm product sales	1,152,776
Other sources	5,381,591
	<hr/>
Total operating revenues	576,642,293
	<hr/>
Operating expenses:	
Salaries and wages	178,138,709
Merchandise and food for resale	145,562,461
Repairs and maintenance	52,901,244
Professional and other contractual services	124,659,722
Utilities	1,508,947
Supplies	19,615,144
Equipment rental	4,467,436
Administrative services	3,561,915
Other operating expense	19,117,400
Depreciation and amortization	17,719,731
	<hr/>
Total operating expenses	567,252,709
	<hr/>
Operating income	9,389,584
	<hr/>
Nonoperating revenues (expenses):	
Investment income (net of related expenses)	6,678,459
Interest on capital asset related debt	(9,897,186)
Other nonoperating expenses, net	(174,345)
	<hr/>
Total nonoperating expenses, net	(3,393,072)
	<hr/>
Increase in net position	5,996,512
	<hr/>
Net position, beginning of year	46,757,049
	<hr/>
Net position, end of year	\$ 52,753,561
	<hr/> <hr/>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Statement of Net Position

Departmental Activities

Instructional Course Activities

June 30, 2013

Schedule 17

	Urbana	Chicago
Assets:		
Current assets:		
Cash and cash equivalents	\$ 2,286,556	1,960,957
Accounts receivable and accrued investment income	152,601	65,611
Deferred charges	—	142
Total current assets	2,439,157	2,026,710
Noncurrent assets:		
Capital assets, net of accumulated depreciation	2,746,472	142,466
Total assets	\$ 5,185,629	2,169,176
Liabilities:		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 112,845	86,016
Deferred revenue	513,505	604,296
Accrued compensated absences, current portion	5,117	10,513
Total current liabilities	631,467	700,825
Noncurrent liabilities:		
Accrued compensated absences	37,522	77,099
Total liabilities	668,989	777,924
Net position:		
Net investment in capital assets	2,746,472	142,466
Unrestricted	1,770,168	1,248,786
Total net position	4,516,640	1,391,252
Total liabilities and net position	\$ 5,185,629	2,169,176

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Statement of Revenues, Expenses, and Changes in Net Position

Departmental Activities

Instructional Course Activities

Year ended June 30, 2013

Schedule 17

	<u>Urbana</u>	<u>Chicago</u>
Operating revenues:		
Student program fees	\$ 1,438,480	2,811
Food and merchandise sales	14,510	—
Other sources	2,148,775	3,735,949
Total operating revenues	<u>3,601,765</u>	<u>3,738,760</u>
Operating expenses:		
Salaries and wages	1,005,609	1,271,565
Repairs and maintenance	9,328	17,228
Professional and other contractual services	1,769,567	1,412,450
Utilities	2,891	32,454
Supplies	421,368	406,901
Equipment rental	54,310	65,967
Administrative services	154,387	236
Other operating expense	232,554	100,686
Depreciation and amortization	114,425	23,129
Total operating expenses	<u>3,764,439</u>	<u>3,330,616</u>
Operating (loss) income	<u>(162,674)</u>	<u>408,144</u>
Nonoperating revenues (expenses):		
Investment income (net of related expenses)	29,888	41,087
Other nonoperating expenses, net	(714,740)	—
Total nonoperating (expenses) revenues, net	<u>(684,852)</u>	<u>41,087</u>
(Decrease) increase in net position	<u>(847,526)</u>	<u>449,231</u>
Net position, beginning of year	<u>5,364,166</u>	<u>942,021</u>
Net position, end of year	<u><u>\$ 4,516,640</u></u>	<u><u>1,391,252</u></u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
Statement of Net Position
Departmental Activities
Professional Development Activities
June 30, 2013

Schedule 17

	Urbana	Chicago	Springfield
Assets:			
Current assets:			
Cash and cash equivalents	\$ 5,761,545	3,569,302	242,404
Accounts receivable and accrued investment income	1,905,415	91,822	18,057
Inventories	63,816	175	—
Prepaid expenses and deferred charges	40,808	49,539	995
Total current assets	7,771,584	3,710,838	261,456
Noncurrent assets:			
Prepaid expenses, noncurrent	31,379	—	—
Capital assets, net of accumulated depreciation	8,714,139	54,570	4,258
Total noncurrent assets	8,745,518	54,570	4,258
Total assets	\$ 16,517,102	3,765,408	265,714
Liabilities:			
Current liabilities:			
Accounts payable and accrued liabilities	\$ 1,296,849	316,922	50,788
Deferred revenue	1,400,799	528,598	55,560
Accrued compensated absences, current portion	49,843	30,333	226
Leaseholds payable and other obligations, current portion	340,454	—	—
Total current liabilities	3,087,945	875,853	106,574
Noncurrent liabilities:			
Accrued compensated absences	365,515	222,441	1,658
Leaseholds payable and other obligations	6,694,762	—	—
Total noncurrent liabilities	7,060,277	222,441	1,658
Total liabilities	10,148,222	1,098,294	108,232
Net position:			
Net investment in capital assets	1,678,923	54,570	4,258
Unrestricted	4,689,957	2,612,544	153,224
Total net position	6,368,880	2,667,114	157,482
Total liabilities and net position	\$ 16,517,102	3,765,408	265,714

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Statement of Revenues, Expenses, and Changes in Net Position

Departmental Activities

Professional Development Activities

Year ended June 30, 2013

Schedule 17

	<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>
Operating revenues:			
Professional development conferences and workshops	\$ 18,440,852	7,222,973	517,444
Student program fees	53,820	25,667	2,024
Rental and lease income	84,669	—	138,353
Public events and recreation fees	4,147	—	—
Other sources	52,989	250	—
Total operating revenues	<u>18,636,477</u>	<u>7,248,890</u>	<u>657,821</u>
Operating expenses:			
Salaries and wages	9,472,411	3,464,125	116,460
Merchandise and food for resale	17,341	4,101	785
Repairs and maintenance	52,139	5,800	60
Professional and other contractual services	4,281,392	1,744,841	442,699
Utilities	190,681	77,506	356
Supplies	977,288	490,906	45,885
Equipment rental	1,174,154	288,698	7,440
Administrative services	288,602	3,663	92
Other operating expense	1,031,147	315,674	22,184
Depreciation and amortization	423,288	20,998	575
Total operating expenses	<u>17,908,443</u>	<u>6,416,312</u>	<u>636,536</u>
Operating income	<u>728,034</u>	<u>832,578</u>	<u>21,285</u>
Nonoperating revenues (expenses):			
Investment income (net of related expenses)	49,197	47,747	9
Interest on capital asset related debt	(310,973)	—	—
Other nonoperating revenue (expense), net	121,321	(9,897)	(46)
Total nonoperating revenues (expenses), net	<u>(140,455)</u>	<u>37,850</u>	<u>(37)</u>
Increase in net position	587,579	870,428	21,248
Net position, beginning of year	<u>5,781,301</u>	<u>1,796,686</u>	<u>136,234</u>
Net position, end of year	<u>\$ 6,368,880</u>	<u>2,667,114</u>	<u>157,482</u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Statement of Net Position

Departmental Activities

Unique Instructional Programs

June 30, 2013

Schedule 17

	<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>
Assets:			
Current assets:			
Cash and cash equivalents	\$ —	28,524	4,251
Accounts receivable and accrued investment income	435,430	154	—
Deferred charges	<u>133,462</u>	<u>6,753</u>	<u>—</u>
Total current assets	568,892	35,431	4,251
Noncurrent assets:			
Capital assets, net of accumulated depreciation	<u>9,784</u>	<u>—</u>	<u>—</u>
Total assets	<u>\$ 578,676</u>	<u>35,431</u>	<u>4,251</u>
Liabilities:			
Current liabilities:			
Accounts payable and accrued liabilities	\$ 615,986	15,735	11,320
Deferred revenue	617,888	2,500	—
Accrued compensated absences, current portion	<u>16,083</u>	<u>—</u>	<u>—</u>
Total current liabilities	1,249,957	18,235	11,320
Noncurrent liabilities:			
Accrued compensated absences	<u>117,941</u>	<u>—</u>	<u>—</u>
Total liabilities	<u>1,367,898</u>	<u>18,235</u>	<u>11,320</u>
Net position (deficit):			
Net investment in capital assets	9,784	—	—
Unrestricted	<u>(799,006)</u>	<u>17,196</u>	<u>(7,069)</u>
Total net position (deficit)	<u>(789,222)</u>	<u>17,196</u>	<u>(7,069)</u>
Total liabilities and net position	<u>\$ 578,676</u>	<u>35,431</u>	<u>4,251</u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Statement of Revenues, Expenses, and Changes in Net Position

Departmental Activities

Unique Instructional Programs

Year ended June 30, 2013

Schedule 17

	<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>
Operating revenues:			
Program services	\$ 10,146,137	37,236	86,940
Student program fees	1,532,460	267,524	—
Total operating revenues	<u>11,678,597</u>	<u>304,760</u>	<u>86,940</u>
Operating expenses:			
Salaries and wages	2,207,666	76,313	—
Repairs and maintenance	17,227	—	—
Professional and other contractual services	6,973,693	141,261	28,660
Utilities	174,062	81	—
Supplies	672,084	18,161	—
Equipment rental	102,214	—	—
Administrative expenses	209,674	1	—
Other operating expense	2,605,846	84,744	65,349
Depreciation	2,128	—	—
Total operating expenses	<u>12,964,594</u>	<u>320,561</u>	<u>94,009</u>
Operating loss	<u>(1,285,997)</u>	<u>(15,801)</u>	<u>(7,069)</u>
Nonoperating revenues (expenses):			
Investment income (net of related expenses)	13,405	480	—
Other nonoperating expenses, net	(2,714)	(2,154)	—
Total nonoperating revenues (expenses), net	<u>10,691</u>	<u>(1,674)</u>	<u>—</u>
Decrease in net position	<u>(1,275,306)</u>	<u>(17,475)</u>	<u>(7,069)</u>
Net position, beginning of year	<u>486,084</u>	<u>34,671</u>	<u>—</u>
Net position (deficit), end of year	<u><u>\$ (789,222)</u></u>	<u><u>17,196</u></u>	<u><u>(7,069)</u></u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Statement of Net Position

Departmental Activities

Agricultural Operations

June 30, 2013

Schedule 17

Urbana

Assets:	
Current assets:	
Cash and cash equivalents	\$ 5,729,010
Accounts receivable and accrued investment income	153,528
Inventories	152,759
Prepaid expenses and deferred charges	4,333
Total current assets	<u>6,039,630</u>
Noncurrent assets:	
Capital assets, net of accumulated depreciation	<u>8,400,318</u>
Total assets	<u>\$ 14,439,948</u>
Liabilities:	
Current liabilities:	
Accounts payable and accrued liabilities	\$ 718,284
Deferred revenue	492,375
Leaseholds payable, current portion	42,461
Accrued compensated absences, current portion	24,426
Total current liabilities	<u>1,277,546</u>
Noncurrent liabilities:	
Leaseholds payable	89,802
Accrued compensated absences	179,124
Total noncurrent liabilities	<u>268,926</u>
Total liabilities	<u>1,546,472</u>
Net position:	
Net investment in capital assets	8,268,055
Unrestricted	4,625,421
Total net position	<u>12,893,476</u>
Total liabilities and net position	<u>\$ 14,439,948</u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Statement of Revenues, Expenses, and Changes in Net Position

Departmental Activities

Agricultural Operations

Year ended June 30, 2013

Schedule 17

Urbana

Operating revenues:	
Farm sales	\$ 5,487,226
Crop sciences programs	2,483,853
Cooperative Extension services	1,692,267
Animal sciences programs	792,949
Agricultural and biological engineering activities	805,193
4H activities	624,090
Information technology and commercial services	311,614
Food science and human nutrition programs	365,230
Rental and lease income	119,370
Merchandise and food sales	491,100
Other sources	170,504
	<hr/>
Total operating revenues	13,343,396
	<hr/>
Operating expenses:	
Salaries and wages	3,006,894
Merchandise and food for resale	367,180
Repairs and maintenance	320,366
Professional and other contractual services	2,450,533
Utilities	144,777
Supplies	5,071,625
Equipment rental	392,453
Administrative services	294,676
Other operating expense	493,471
Depreciation and amortization	891,555
	<hr/>
Total operating expenses	13,433,530
	<hr/>
Operating loss	(90,134)
	<hr/>
Nonoperating revenues (expenses):	
Investment income (net of related expenses)	55,679
Interest on capital asset related debt	(654)
Other nonoperating expenses, net	(47,465)
	<hr/>
Total nonoperating revenues, net	7,560
	<hr/>
Decrease in net position	(82,574)
	<hr/>
Net position, beginning of year	12,976,050
	<hr/>
Net position, end of year	\$ 12,893,476
	<hr/> <hr/>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
Statement of Net Position
Departmental Activities
Commercial Operations Not Under Indenture
June 30, 2013

Schedule 17

	Urbana	Chicago
Assets:		
Current assets:		
Cash and cash equivalents	\$ 2,794,313	1,854,983
Accounts receivable and accrued investment income	517,452	1,357,005
Total current assets	3,311,765	3,211,988
Noncurrent assets:		
Capital assets, net of accumulated depreciation	30,033,314	5,878,149
Total assets	\$ 33,345,079	9,090,137
Liabilities:		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 66,544	7,715
Accrued compensated absences, current portion	7,200	—
Deferred revenue	—	54,690
Internal payable, current portion	61,000	—
Total current liabilities	134,744	62,405
Noncurrent liabilities:		
Internal payable	199,304	—
Accrued compensated absences	52,799	—
Total noncurrent liabilities	252,103	—
Total liabilities	386,847	62,405
Net position:		
Net invested in capital assets	30,033,314	5,878,149
Unrestricted	2,924,918	3,149,583
Total net position	32,958,232	9,027,732
Total liabilities and net position	\$ 33,345,079	9,090,137

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Statement of Revenues, Expenses, and Changes in Net Position

Departmental Activities

Commercial Operations Not Under Indenture

Year ended June 30, 2013

Schedule 17

	<u>Urbana</u>	<u>Chicago</u>
Operating revenues:		
Utilities provided to outside parties	\$ 2,153,999	7,503,116
Rental and lease income	955,352	1,806,262
Vending income	684,959	—
Parking	469,878	—
Farm sales	235,000	—
Merchandise and food sales	10,145	—
Other sources	—	301,119
	<u>4,509,333</u>	<u>9,610,497</u>
Total operating revenues		
Operating expenses:		
Salaries and wages	1,003,860	—
Repairs and maintenance	56,018	969,442
Professional and other contractual services	401,197	6,057
Utilities	2,344,322	7,729,404
Supplies	223,023	3,243
Equipment rental	1,763	407
Administrative services		229,868
Other operating expense	248,344	12,576
Depreciation and amortization	1,741,553	367,507
	<u>6,020,080</u>	<u>9,318,504</u>
Total operating expenses		
Operating (loss) income	<u>(1,510,747)</u>	<u>291,993</u>
Nonoperating revenues (expenses):		
Investment income (net of related expenses)	18,256	10,394
Interest on capital asset related debt	(10,861)	—
Capital grants	1,797,160	—
	<u>1,804,555</u>	<u>10,394</u>
Total nonoperating revenues, net		
Increase in net position	293,808	302,387
Net position, beginning of year	<u>32,664,424</u>	<u>8,725,345</u>
Net position, end of year	\$ <u><u>32,958,232</u></u>	\$ <u><u>9,027,732</u></u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Statement of Net Position

Departmental Activities

Hospital and Clinics

June 30, 2013

Schedule 17

Chicago

Assets and deferred outflow of resources:

Current assets:

Claim on cash and on pooled investments	\$ 136,948,514
Restricted claim on cash and on pooled investments, required for current liabilities	89,607
Restricted cash and cash equivalents	6,276
Accrued investment income	425,177
Patient accounts receivables, net	132,862,952
Other receivables	10,172,437
Inventories	5,820,828
Prepaid expenses, deposits, and other assets	3,740,704
	<hr/>
Total current assets	290,066,495

Noncurrent assets:

Restricted claim on cash and on pooled investments	8,871,653
Capital assets, net of accumulated depreciation	168,237,468
Prepaid expenses and other assets	282,540
	<hr/>
Total noncurrent assets	177,391,661

Deferred outflow of resources related to swap

3,929,431

Total assets and deferred outflow of resources

\$ 471,387,587

Liabilities:

Current liabilities:

Accounts payable and accrued liabilities	\$ 94,464,778
Long-term liabilities, current portion	9,120,395
	<hr/>
Total current liabilities	103,585,173

Noncurrent liabilities:

Long-term debt, net of current portion	53,559,141
Accrued compensated absences, net of current portion	21,292,661
Derivative instrument – swap liability	4,966,800
	<hr/>
Total noncurrent liabilities	79,818,602

Total liabilities

183,403,775

Net position:

Net investment in capital assets	111,699,448
Restricted	8,871,654
Unrestricted	167,412,710
	<hr/>
Total net position	287,983,812
	<hr/>
Total liabilities and net position	\$ <u>471,387,587</u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Statement of Revenues, Expenses, and Changes in Net Position

Departmental Activities

Hospital and Clinics

Year ended June 30, 2013

Schedule 17

Chicago

Operating revenues:	
Net patient service revenues	\$ 559,155,265
Other revenues	50,141,988
Total operating revenues	<u>609,297,253</u>
Operating expenses:	
Salaries and wages	286,502,635
Fringe benefits	212,445,329
Supplies and general expenses	246,713,036
Administrative services	22,794,906
Depreciation and amortization	18,977,656
Total operating expenses	<u>787,433,562</u>
Operating loss	<u>(178,136,309)</u>
Nonoperating revenue (expenses):	
On behalf payments for fringe benefits	205,409,583
State appropriations	45,000,000
Transfer of State appropriations to the Illinois DHFS Hospital Services Fund	(45,000,000)
Interest on capital asset related debt	(1,785,906)
Investment income	2,679,141
Loss on disposal of capital assets	(129,892)
Other nonoperating revenue, net	725,440
Total nonoperating revenues, net	<u>206,898,366</u>
Increase in net position	28,762,057
Net position, beginning of year	<u>259,221,755</u>
Net position, end of the year	<u>\$ 287,983,812</u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Statement of Net Position

Departmental Activities

Public Service, Academic Support, and Economic Development Activities

June 30, 2013

Schedule 17

	<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>
Assets:			
Current assets:			
Cash and cash equivalents	\$ 13,306,771	22,275,486	380,731
Accounts receivable and accrued investment income	2,295,664	24,744,356	31,431
Inventories	2,056,530	3,289,683	18,302
Prepaid expenses and deferred charges	167,095	549,449	24,804
Total current assets	<u>17,826,060</u>	<u>50,858,974</u>	<u>455,268</u>
Noncurrent assets:			
Capital assets, net of accumulated depreciation	11,692,848	24,889,266	17,980
Total assets	<u>\$ 29,518,908</u>	<u>75,748,240</u>	<u>473,248</u>
Liabilities:			
Current liabilities:			
Accounts payable and accrued liabilities	\$ 1,519,773	8,597,043	128,942
Deferred revenue	722,643	742,151	196,025
Internal payable, current portion	—	99,258	—
Leaseholds payable, current portion	22,242	38,701	—
Accrued compensated absences, current portion	63,583	460,088	1,036
Total current liabilities	<u>2,328,241</u>	<u>9,937,241</u>	<u>326,003</u>
Noncurrent liabilities:			
Internal payable	—	271,288	—
Leaseholds payable	88,221	—	—
Accrued compensated absences	466,276	3,373,977	7,594
Total noncurrent liabilities	<u>554,497</u>	<u>3,645,265</u>	<u>7,594</u>
Total liabilities	<u>2,882,738</u>	<u>13,582,506</u>	<u>333,597</u>
Net position:			
Net investment in capital assets	11,582,385	24,480,019	17,980
Unrestricted	15,053,785	37,685,715	121,671
Total net position	<u>26,636,170</u>	<u>62,165,734</u>	<u>139,651</u>
Total liabilities and net position	<u>\$ 29,518,908</u>	<u>75,748,240</u>	<u>473,248</u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Statement of Revenues, Expenses, and Changes in Net Position

Departmental Activities

Public Service, Academic Support, and Economic Development Activities

Year ended June 30, 2013

Schedule 17

	<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>
Operating revenues:			
Health and medical services income	\$ 20,124,621	119,229,275	—
Public services income	7,914,293	2,449,705	876,896
Academic support activities income	4,694,629	51,824	410
Student program fees	1,687,906	77,427	—
Merchandise and food sales	1,150,411	25,204	2,205
Rental and lease income	840,390	29,594	208,436
Public events and recreation fees	409,614	47,787	861,747
Room and board	213,828	—	—
Farm sales	193,213	—	—
Economic development services	115,979	—	—
Parking	681	—	—
Other sources	1,314,079	1,169,377	—
	<u>38,659,644</u>	<u>123,080,193</u>	<u>1,949,694</u>
Total operating revenues			
Operating expenses:			
Salaries and wages	14,213,565	54,154,386	113,631
Merchandise and food for resale	558,489	21,049,961	—
Repairs and maintenance	380,605	386,442	7,077
Professional and other contractual services	13,826,310	32,496,947	1,305,785
Utilities	619,039	1,189,166	8,750
Supplies	5,517,341	5,027,256	81,222
Equipment rental	639,270	982,902	30,568
Administrative services	24,454	162,384	—
Other operating expense	1,133,348	3,723,479	—
Depreciation and amortization	1,373,744	1,134,554	5,146
	<u>38,286,165</u>	<u>120,307,477</u>	<u>1,552,179</u>
Total operating expenses			
Operating income	<u>373,479</u>	<u>2,772,716</u>	<u>397,515</u>
Nonoperating revenues (expenses):			
Investment income (net of related expenses)	75,565	458,716	(5)
Interest on capital related debt	(1,894)	(20,679)	—
Other nonoperating expenses	(219,586)	(2,432,296)	(2,892)
	<u>(145,915)</u>	<u>(1,994,259)</u>	<u>(2,897)</u>
Total nonoperating (expenses), net			
Increase in net position	227,564	778,457	394,618
Net position (deficits), beginning of year	26,408,606	61,387,277	(254,967)
Net position, end of year	\$ <u>26,636,170</u>	<u>62,165,734</u>	<u>139,651</u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Statement of Net Position

Departmental Activities

Intercollegiate Athletics

June 30, 2013

Schedule 17

	<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>
Assets:			
Current assets:			
Cash and cash equivalents	\$ 11,269,852	(272,983)	(28,668)
Accounts receivable and accrued investment income	3,421,301	572,425	32,452
Inventories	120,462	—	
Prepaid expenses and deferred charges	367,529	—	344
Total current assets	<u>15,179,144</u>	<u>299,442</u>	<u>4,128</u>
Noncurrent assets:			
Capital assets, net of accumulated depreciation	4,261,013	1,962,148	369
Total assets	<u>\$ 19,440,157</u>	<u>2,261,590</u>	<u>4,497</u>
Liabilities:			
Current liabilities:			
Accounts payable and accrued liabilities	\$ 6,205,887	333,953	16,254
Deferred revenue	5,631,080	—	40,791
Accrued compensated absences, current portion	163,489	73,344	752
Internal financing payable, current portion	—	208,404	—
Total current liabilities	<u>12,000,456</u>	<u>615,701</u>	<u>57,797</u>
Noncurrent liabilities:			
Internal financing payable	—	1,527,086	—
Accrued compensated absences	1,198,918	537,855	5,513
Total noncurrent liabilities	<u>1,198,918</u>	<u>2,064,941</u>	<u>5,513</u>
Total liabilities	<u>13,199,374</u>	<u>2,680,642</u>	<u>63,310</u>
Net position (deficits):			
Net investment in capital assets	4,261,013	226,658	369
Unrestricted	1,979,770	(645,710)	(59,182)
Total net position (deficits)	<u>6,240,783</u>	<u>(419,052)</u>	<u>(58,813)</u>
Total liabilities and net position	<u>\$ 19,440,157</u>	<u>2,261,590</u>	<u>4,497</u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Statement of Revenues, Expenses, and Changes in Net Position

Departmental Activities

Intercollegiate Athletics

Year ended June 30, 2013

Schedule 17

	<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>
Operating revenues:			
Public events and recreation fees	\$ 45,065,524	2,425,480	137,496
Student program fees	336	6,476,258	1,078,152
Merchandise and food sales	1,024,058	—	13,022
Rental and lease income	133,981	—	—
Parking	8,223	—	—
Other sources	4,450,505	231,202	7,812
	<u>50,682,627</u>	<u>9,132,940</u>	<u>1,236,482</u>
Total operating revenues			
Operating expenses:			
Salaries and wages	26,866,101	4,381,288	150,216
Merchandise and food for resale	325,698	—	6,605
Repairs and maintenance	219,099	2,681	6,588
Professional and other contractual services	14,156,338	2,139,148	291,177
Utilities	2,171,660	67,238	4,763
Supplies	2,922,344	594,117	82,359
Equipment rental	1,563,459	365,730	21,862
Administrative services	602,300	251,451	865
Other operating expense	4,580,492	1,151,357	671,679
Depreciation and amortization	614,835	134,704	969
	<u>54,022,326</u>	<u>9,087,714</u>	<u>1,237,083</u>
Total operating expenses			
Operating income (loss)	<u>(3,339,699)</u>	<u>45,226</u>	<u>(601)</u>
Nonoperating revenues (expenses):			
Investment income (net of related expenses)	185,284	664	42
Interest on capital asset related debt	(142)	(66,743)	—
Other nonoperating expenses, net	(16,505)	—	—
	<u>168,637</u>	<u>(66,079)</u>	<u>42</u>
Total nonoperating revenues (expenses), net			
Decrease in net position	(3,171,062)	(20,853)	(559)
Net position (deficits), beginning of year	<u>9,411,845</u>	<u>(398,199)</u>	<u>(58,254)</u>
Net position (deficits), end of year	<u>\$ 6,240,783</u>	<u>(419,052)</u>	<u>(58,813)</u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Current Excess Funds Calculations
 Selected Plant Fund Data
 Auxiliary Enterprises Under Indenture
 June 30, 2013
 (Unaudited)

Schedule 18

	All campuses
Capital assets:	
Facilities – at replacement cost	\$ 2,547,502,814
Parking lots and improvements – at historical cost	53,187,425
Equipment – at historical cost	36,988,342
Bond resolution limitations on repair and replacement reserve:	
5% of replacement cost of facilities	\$ 127,375,141
5% of historical cost of parking lots and improvements	2,659,371
20% of historical cost of equipment	7,397,668
Total reserve limitation	137,432,180
Repair and replacement reserve	97,104,973
Total margin of compliance	\$ 40,327,207

See accompanying notes to selected plant fund data.

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
Current Excess Funds Calculations
Selected Plant Fund Data
Auxiliary Enterprises Not Under Indenture
June 30, 2013
(Unaudited)

Schedule 18

	Student/staff programs and services		
	Urbana	Chicago	Springfield
Capital assets:			
Facilities – at replacement cost	\$ 789,758	26,122	3,484,467
Improvements – at historical cost	—	—	—
Parking lots – at historical cost	—	698,666	—
Equipment – at historical cost	3,640,409	2,028,113	1,400,419
Guidelines limitations on repair and replacement reserves for entities:			
5% of replacement cost of facilities	\$ 39,488	1,306	174,223
5% of historical cost of improvements	—	—	—
10% of historical cost of parking lots	—	69,867	—
20% of historical cost of equipment	728,082	405,623	280,084
Total reserve limitation	767,570	476,796	454,307
Repair and replacement reserve	433,800	—	—
Total margin of compliance	\$ 333,770	476,796	454,307

See accompanying notes to selected plant fund data.

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Current Excess Funds Calculations
 Selected Plant Fund Data
 Storerooms and Service Departments
 June 30, 2013
 (Unaudited)

Schedule 18

**Communication
and
computing
services**

All campuses

Capital assets:	
Facilities – at replacement cost	\$ 19,331,035
Improvements – at historical cost	10,500,000
Equipment – at historical cost	182,226,532
Guidelines limitations on repair and replacement reserves for entities:	
5% of replacement cost of facilities	\$ 966,552
5% of historical cost of improvements	525,000
20% of historical cost of equipment	36,445,306
Total reserve limitation	37,936,858
Repair and replacement reserve	3,764,602
Total margin of compliance	\$ 34,172,256

**Plant and
service
operations**

All campuses

Capital assets:	
Facilities – at replacement cost	\$ 51,987,603
Improvements – at historical cost	283,071,777
Equipment – at historical cost	84,866,155
Guidelines limitations on repair and replacement reserves for entities:	
5% of replacement cost of facilities	\$ 2,599,380
5% of historical cost of improvements	14,153,589
20% of historical cost of equipment	16,973,231
Total reserve limitation	33,726,200
Repair and replacement reserve	28,083,317
Total margin of compliance	\$ 5,642,883

See accompanying notes to selected plant fund data.

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Current Excess Funds Calculations
 Selected Plant Fund Data
 Departmental Activities
 June 30, 2013
 (Unaudited)

Schedule 18

	Instructional course activities	
	Urbana	Chicago
Capital assets:		
Facilities – at replacement cost	\$ 22,857,397	—
Equipment – at historical cost	6,522,012	542,351
Guidelines limitations on repair and replacement reserves for entities:		
5% of replacement cost of facilities	\$ 1,142,870	—
20% of historical cost of equipment	1,304,402	108,470
Total reserve limitation	2,447,272	108,470
Repair and replacement reserve	656,143	—
Total margin of compliance	\$ 1,791,129	108,470

	Professional development activities		
	Urbana	Chicago	Springfield
Capital assets:			
Facilities – at replacement cost	\$ 9,100,008	—	—
Equipment – at historical cost	2,827,769	1,855,482	81,795
Guidelines limitations on repair and replacement reserves for entities:			
5% of replacement cost of facilities	\$ 455,000	—	—
20% of historical cost of equipment	565,554	371,096	16,359
Total reserve limitation	1,020,554	371,096	16,359
Repair and replacement reserve	67,522	—	—
Total margin of compliance	\$ 953,032	371,096	16,359

See accompanying notes to selected plant fund data.

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Current Excess Funds Calculations
 Selected Plant Fund Data
 Departmental Activities
 June 30, 2013
 (Unaudited)

Schedule 18

	Agricultural operations	
	Urbana	
Capital assets:		
Facilities – at replacement cost	\$	50,352,010
Improvements – at historical cost		473,425
Equipment – at historical cost		10,428,180
Guidelines limitations on repair and replacement reserves for entities:		
5% of replacement cost of facilities	\$	2,517,601
5% of historical cost of improvements		23,671
20% of historical cost of equipment		2,085,636
Total reserve limitation		4,626,908
Repair and replacement reserve		734,789
Total margin of compliance	\$	3,892,119

	Commercial operations not under indenture	
	Urbana	Chicago
Capital assets:		
Facilities – at replacement cost	\$	17,356,872
Improvements – at historical cost		21,241,650
Equipment – at historical cost		—
Guidelines limitations on repair and replacement reserves for entities:		
5% of replacement cost of facilities	\$	867,844
5% of historical cost of improvements		1,062,083
20% of historical cost of equipment		651,952
Total reserve limitation		1,929,927
Repair and replacement reserve		179,007
Total margin of compliance	\$	1,929,927

See accompanying notes to selected plant fund data.

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Current Excess Funds Calculations

Selected Plant Fund Data

Departmental Activities

June 30, 2013

(Unaudited)

Schedule 18

	Unique Instructional Programs	
	Urbana	Chicago
Capital assets:		
Facilities – at replacement cost	\$ —	—
Improvements – at historical cost	—	—
Equipment – at historical cost	127,134	8,936
Guidelines limitations on repair and replacement reserves for entities:		
5% of replacement cost of facilities	\$ —	—
5% of historical cost of improvements	—	—
20% of historical cost of equipment	25,427	1,787
Total reserve limitation	25,427	1,787
Repair and replacement reserve	—	—
Total margin of compliance	\$ <u>25,427</u>	<u>1,787</u>
	Hospital and clinics	
	Chicago	
Capital assets:		
Facilities – at replacement cost	\$ 365,396,162	
Equipment – at historical cost	205,622,040	
Guidelines limitations on repair and replacement reserves for entities:		
5% of replacement cost of facilities	\$ 18,269,808	
20% of historical cost of equipment	41,124,408	
Total reserve limitation	59,394,216	
Repair and replacement reserve	9,020,152	
Total margin of compliance	\$ <u>50,374,064</u>	

See accompanying notes to selected plant fund data.

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
Current Excess Funds Calculations
Selected Plant Fund Data
Departmental Activities
June 30, 2013
(Unaudited)

Schedule 18

	Public service, academic support, and economic development activities		
	Urbana	Chicago	Springfield
Capital assets:			
Facilities – at replacement cost	\$ 209,366,255	177,586,416	—
Improvements – at historical cost	633,636	—	—
Equipment – at historical cost	11,832,550	10,797,397	131,113
Guidelines limitations on repair and replacement reserves for entities:			
5% of replacement cost of facilities	\$ 10,468,313	8,879,321	—
5% of historical cost of improvements	31,682	—	—
20% of historical cost of equipment	2,366,510	2,159,479	26,223
Total reserve limitation	12,866,505	11,038,800	26,223
Repair and replacement reserve	2,466,530	—	172
Total margin of compliance	\$ 10,399,975	11,038,800	26,051
	Intercollegiate athletics		
	Urbana	Chicago	Springfield
Capital assets:			
Facilities – at replacement cost	\$ 3,778,776	—	—
Improvements – at historical cost	8,001	2,409,202	—
Equipment – at historical cost	11,108,519	789,092	59,936
Guidelines limitations on repair and replacement reserves for entities:			
5% of replacement cost of facilities	\$ 188,939	—	—
5% of historical cost of improvements	400	120,460	—
20% of historical cost of equipment	2,221,704	157,818	11,987
Total reserve limitation	2,411,043	278,278	11,987
Repair and replacement reserve	—	—	—
Total margin of compliance	\$ 2,411,043	278,278	11,987

See accompanying notes to selected plant fund data.

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
Current Excess Funds Calculations
Notes to Selected Plant Fund Data
June 30, 2013
(Unaudited)

Schedule 18

1. The *University Guidelines* allow for the establishment of capital reserves for indentured entities as required by the bond indenture.
2. The *University Guidelines* allow for the establishment of capital reserves for nonindentured entities as follows:
 - 5% of replacement cost of buildings and related improvements.
 - 10% of the historical cost of parking lots or estimated cost of resurfacing any one existing parking lot, whichever is greater.
 - 20% of the historical cost of moveable equipment or the replacement cost of any individual piece of equipment, whichever is greater.

In the Selected Plant Fund Data presented, the University has used 5% of replacement cost (calculated using the *Engineering News Record* – Building Cost Index) of buildings and related improvements in calculating allowable reserves.

3. Historical or replacement cost of investments in plant assets have been provided for purposes of computing the margins of compliance. In compliance with GASB Statement No. 35, all reserve activity associated with an entity has been included in the financial statement for that entity.

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Calculation Sheet for Current Excess Funds
 Auxiliary Enterprises Under Indenture
 Auxiliary Facilities System
 June 30, 2013
 (Unaudited)

Schedule 19

All campuses

1. Current available funds:		
Add:		
Cash (excludes repair and replacement reserve)	\$	43,452,340
Cash equivalents:		
Bank deposits		—
Marketable securities		—
Certificates of deposit		—
Repurchase agreements		—
Other cash equivalent items		—
Interfund receivables		—
Total current available funds	A	<u>43,452,340</u>
2. Working capital allowance:		
Add:		
Highest month's expenditures		39,679,869
Encumbrances and current liabilities paid in lapse period		9,845,710
Deferred income		3,741,142
Refundable deposits		1,528,784
Allowance for restoring inventory to normal level		
Allowance for sick leave/vacation payouts		740,487
Working capital allowance	B	<u>55,535,992</u>
3. Current excess funds:		
Deduct B from A and enter here	C	<u>(12,083,652)</u>
4. Calculation of income fund remittance:		
An entity may offset excess capital or current funds within the entity.		
Enter the amount to be offset, if any, here	D	<u>(40,327,207)</u>
Enter the algebraic sum of C and D and remit the amount due, if any, for deposit in the income fund	\$	<u><u>(52,410,859)</u></u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Calculation Sheet for Current Excess Funds

Auxiliary Enterprises Not Under Indenture

Student/Staff Programs and Services – Entity 3200

June 30, 2013

(Unaudited)

Schedule 20

		<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>
1. Current available funds:				
Add:				
Cash (excludes repair and replacement reserve)	\$	11,219,304	8,056,999	432,011
Cash equivalents:				
Bank deposits		—	—	—
Marketable securities		—	—	—
Certificates of deposit		—	—	—
Repurchase agreements		—	—	—
Other cash equivalent items		—	—	—
Interfund receivables		—	—	—
Total current available funds	A	<u>11,219,304</u>	<u>8,056,999</u>	<u>432,011</u>
2. Working capital allowance:				
Add:				
Highest month's expenditures		12,809,078	19,206,302	1,055,972
Encumbrances and current liabilities paid in lapse period		420,547	471,893	90,178
Deferred income		2,882,306	2,340,701	87,669
Refundable deposits		274,492		45,912
Allowance for restoring inventory to normal level				
Allowance for sick leave/vacation payouts		93,546	46,187	10,085
Working capital allowance	B	<u>16,479,969</u>	<u>22,065,083</u>	<u>1,289,816</u>
3. Current excess funds:				
Deduct B from A and enter here	C	<u>(5,260,665)</u>	<u>(14,008,084)</u>	<u>(857,805)</u>
4. Calculation of income fund remittance:				
An entity may offset excess capital or current funds within the entity. Enter the amount to be offset, if any, here	D	<u>(333,770)</u>	<u>(476,796)</u>	<u>(454,307)</u>
Enter the algebraic sum of C and D and remit the amount due, if any, for deposit in the income fund	\$	<u><u>(5,594,435)</u></u>	<u><u>(14,484,880)</u></u>	<u><u>(1,312,112)</u></u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Calculation Sheet for Current Excess Funds

Storerooms and Service Departments

Communication and Computing Services – Entity 3100

June 30, 2013

(Unaudited)

Schedule 21

All campuses

1. Current available funds:		
Add:		
Cash	\$	10,644,825
Cash equivalents:		
Bank deposits		—
Marketable securities		—
Certificates of deposit		—
Repurchase agreements		—
Other cash equivalent items		—
Interfund receivables		—
Total current available funds	A	<u>10,644,825</u>
2. Working capital allowance:		
Add:		
Highest month's expenditures		20,361,827
Encumbrances and current liabilities paid in lapse period		4,752,342
Deferred income		—
Refundable deposits		—
Allowance for restoring inventory to normal level		—
Allowance for sick leave/vacation payouts		157,536
Working capital allowance	B	<u>25,271,705</u>
3. Current excess funds:		
Deduct B from A and enter here	C	<u>(14,626,880)</u>
4. Calculation of income fund remittance:		
An entity may offset excess capital or current funds within the entity. Enter the amount to be offset, if any, here	D	<u>(34,172,256)</u>
Enter the algebraic sum of C and D and remit the amount due, if any, for deposit in the income fund		\$ <u><u>(48,799,136)</u></u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Calculation Sheet for Current Excess Funds

Storerooms and Service Departments

Plant and Service Operations – Entity 3110

June 30, 2013

(Unaudited)

Schedule 21

All campuses

1. Current available funds:		
Add:		
Cash	\$	76,165,616
Cash equivalents:		
Bank deposits		—
Marketable securities		—
Certificates of deposit		—
Repurchase agreements		—
Other cash equivalent items		—
Interfund receivables		—
Total current available funds	A	<u>76,165,616</u>
2. Working capital allowance:		
Add:		
Highest month's expenditures		110,843,071
Encumbrances and current liabilities paid in lapse period		36,209,393
Deferred income		311,127
Refundable deposits		—
Allowance for restoring inventory to normal level		—
Allowance for sick leave/vacation payouts		1,555,834
Working capital allowance	B	<u>148,919,425</u>
3. Current excess funds:		
Deduct B from A and enter here	C	<u>(72,753,809)</u>
4. Calculation of income fund remittance:		
An entity may offset excess capital or current funds within the entity. Enter the amount to be offset, if any, here	D	<u>(5,642,883)</u>
Enter the algebraic sum of C and D and remit the amount due, if any, for deposit in the income fund		\$ <u><u>(78,396,692)</u></u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Calculation Sheet for Current Excess Funds

Departmental Activities

Instructional Course Activities – Entity 3400

June 30, 2013

(Unaudited)

Schedule 22

		<u>Urbana</u>	<u>Chicago</u>
1. Current available funds:			
Add:			
Cash (excludes repair and replacement reserve)	\$	1,630,413	1,960,957
Cash equivalents:			
Bank deposits		—	—
Marketable securities		—	—
Certificates of deposit		—	—
Repurchase agreements		—	—
Other cash equivalent items		—	—
Interfund receivables		—	—
Total current available funds	A	<u>1,630,413</u>	<u>1,960,957</u>
2. Working capital allowance:			
Add:			
Highest month's expenditures		1,712,583	1,116,173
Encumbrances and current liabilities paid in lapse period		112,844	86,017
Deferred income		311,345	514,428
Refundable deposits		149,485	89,869
Allowance for restoring inventory to normal level		—	—
Allowance for sick leave/vacation payouts		1,692	2,147
Working capital allowance	B	<u>2,287,949</u>	<u>1,808,634</u>
3. Current excess funds:			
Deduct B from A and enter here	C	<u>(657,536)</u>	<u>152,323</u>
4. Calculation of income fund remittance:			
An entity may offset excess capital or current funds within the entity. Enter the amount to be offset, if any, here	D	<u>(1,791,129)</u>	<u>(108,470)</u>
Enter the algebraic sum of C and D and remit the amount due, if any, for deposit in the income fund	\$	<u><u>(2,448,665)</u></u>	<u><u>43,853</u></u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Calculation Sheet for Current Excess Funds

Departmental Activities

Professional Development Activities – Entity 3410

June 30, 2013

(Unaudited)

Schedule 22

		<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>
1. Current available funds:				
Add:				
Cash (excludes repair and replacement reserve)	\$	6,132,892	3,569,302	242,404
Cash equivalents:				
Bank deposits		—	—	—
Marketable securities		—	—	—
Certificates of deposit		—	—	—
Repurchase agreements		—	—	—
Other cash equivalent items		—	—	—
Interfund receivables		—	—	—
Total current available funds	A	<u>6,132,892</u>	<u>3,569,302</u>	<u>242,404</u>
2. Working capital allowance				
Add:				
Highest month's expenditures		4,226,897	1,837,325	228,473
Encumbrances and current liabilities paid in lapse period		1,216,066	316,922	50,789
Deferred income		1,231,619	528,598	55,560
Refundable deposits				
Allowance for restoring inventory to normal level				
Allowance for sick leave/vacation payouts		48,376	20,145	2,858
Working capital allowance	B	<u>6,722,958</u>	<u>2,702,990</u>	<u>337,680</u>
3. Current excess funds:				
Deduct B from A and enter here	C	<u>(590,066)</u>	<u>866,312</u>	<u>(95,276)</u>
4. Calculation of income fund remittance:				
An entity may offset excess capital or current funds within the entity. Enter the amount to be offset, if any, here	D	<u>(953,032)</u>	<u>(371,096)</u>	<u>(16,359)</u>
Enter the algebraic sum of C and D and remit the amount due, if any, for deposit in the income fund	\$	<u><u>(1,543,098)</u></u>	<u><u>495,216</u></u>	<u><u>(111,635)</u></u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Calculation Sheet for Current Excess Funds

Departmental Activities

Unique Instructional Programs – Entity 3420

June 30, 2013

(Unaudited)

Schedule 22

		<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>
1. Current available funds:				
Add:				
Cash	\$	(399,788)	28,524	4,251
Cash equivalents:				
Bank deposits		—	—	—
Marketable securities		—	—	—
Certificates of deposit		—	—	—
Repurchase agreements		—	—	—
Other cash equivalent items		—	—	—
Interfund receivables		—	—	—
Total current available funds	A	<u>(399,788)</u>	<u>28,524</u>	<u>4,251</u>
2. Working capital allowance:				
Add:				
Highest month's expenditures		—	—	—
Encumbrances and current liabilities paid in lapse period		216,198	15,735	11,320
Deferred income		570,641	2,500	—
Refundable deposits		—	—	—
Allowance for restoring inventory to normal level		—	—	—
Allowance for sick leave/vacation payouts		16,411	—	—
Working capital allowance	B	<u>803,250</u>	<u>18,235</u>	<u>11,320</u>
3. Current excess funds:				
Deduct B from A and enter here	C	<u>(1,203,038)</u>	<u>10,289</u>	<u>(7,069)</u>
4. Calculation of income fund remittance:				
An entity may offset excess capital or current funds within the entity. Enter the amount to be offset, if any, here	D	<u>—</u>	<u>—</u>	<u>—</u>
Enter the algebraic sum of C and D and remit the amount due, if any, for deposit in the income fund	\$	<u><u>(1,203,038)</u></u>	<u><u>10,289</u></u>	<u><u>(7,069)</u></u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Calculation Sheet for Current Excess Funds

Departmental Activities

Agricultural Operations – Entity 3430

June 30, 2013

(Unaudited)

Schedule 22

Urbana

1. Current available funds:		
Add:		
Cash	\$	4,983,021
Cash equivalents:		
Bank deposits		—
Marketable securities		—
Certificates of deposit		—
Repurchase agreements		—
Other cash equivalent items		—
Interfund receivables		—
Total current available funds	A	<u>4,983,021</u>
2. Working capital allowance:		
Add:		
Highest month's expenditures		2,650,560
Encumbrances and current liabilities paid in lapse period		707,084
Deferred income		492,375
Refundable deposits		—
Allowance for restoring inventory to normal level		—
Allowance for sick leave/vacation payouts		24,863
Working capital allowance	B	<u>3,874,882</u>
3. Current excess funds:		
Deduct B from A and enter here	C	<u>1,108,139</u>
4. Calculation of income fund remittance:		
An entity may offset excess capital or current funds within the entity. Enter the amount to be offset, if any, here	D	<u>(3,892,119)</u>
Enter the algebraic sum of C and D and remit the amount due, if any, for deposit in the income fund	\$	<u><u>(2,783,980)</u></u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Calculation Sheet for Current Excess Funds

Departmental Activities

Commercial Operations Not Under Indenture – Entity 3600

June 30, 2013

(Unaudited)

Schedule 22

		<u>Urbana</u>	<u>Chicago</u>
1. Current available funds:			
Add:			
Cash	\$	1,625,278	1,854,983
Cash equivalents:			
Bank deposits		—	—
Marketable securities		—	—
Certificates of deposit		—	—
Repurchase agreements		—	—
Other cash equivalent items		—	—
Interfund receivables		—	—
Total current available funds	A	<u>1,625,278</u>	<u>1,854,983</u>
2. Working capital allowance:			
Add:			
Highest month's expenditures		799,848	1,317,625
Encumbrances and current liabilities paid in lapse period		45,882	7,715
Deferred income		—	54,690
Refundable deposits		—	—
Allowance for restoring inventory to normal level		—	—
Allowance for sick leave/vacation payouts		14,393	—
Working capital allowance	B	<u>860,123</u>	<u>1,380,030</u>
3. Current excess funds:			
Deduct B from A and enter here	C	<u>765,155</u>	<u>474,953</u>
4. Calculation of income fund remittance:			
An entity may offset excess capital or current funds within the entity. Enter the amount to be offset, if any, here	D	<u>(4,539,779)</u>	<u>(1,929,927)</u>
Enter the algebraic sum of C and D and remit the amount due, if any, for deposit in the income fund	\$	<u><u>(3,774,624)</u></u>	<u><u>(1,454,974)</u></u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Calculation Sheet for Current Excess Funds
 Departmental Activities
 Hospital and Clinics – Entity 3500
 June 30, 2013
 (Unaudited)

Schedule 22

Chicago

1. Current available funds:		
Add:		
Cash	\$	135,101,454
Cash equivalents:		
Bank deposits		—
Marketable securities		—
Certificates of deposit		—
Repurchase agreements		—
Other cash equivalent items		—
Interfund receivables		—
Total current available funds	A	135,101,454
2. Working capital allowance:		
Add:		
Highest month's expenditures	74,113,445	
Encumbrances and current liabilities paid in lapse period	90,873,783	
Deferred income	—	
Refundable deposits	—	
Allowance for restoring inventory to normal level	—	
Allowance for sick leave/vacation payouts	2,728,193	
Working capital allowance	B	167,715,421
3. Current excess funds:		
Deduct B from A and enter here	C	(32,613,967)
4. Calculation of income fund remittance:		
An entity may offset excess capital or current funds within the entity. Enter the amount to be offset, if any, here	D	(50,374,064)
Enter the algebraic sum of C and D and remit the amount due, if any, for deposit in the income fund	\$	(82,988,031)

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Calculation Sheet for Current Excess Funds

Departmental Activities

Public Service, Economic Development, and Academic Support Activities – Entity 3440

June 30, 2013

(Unaudited)

Schedule 22

		<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>
1. Current available funds:				
Add:				
Cash (excludes repair and replacement reserve)	\$	10,840,241	22,275,486	380,559
Cash equivalents:				
Bank deposits		—	—	—
Marketable securities		—	—	—
Certificates of deposit		—	—	—
Repurchase agreements		—	—	—
Other cash equivalent items		—	—	—
Interfund receivables		—	—	—
Total current available funds	A	<u>10,840,241</u>	<u>22,275,486</u>	<u>380,559</u>
2. Working capital allowance:				
Add:				
Highest month's expenditures		8,257,991	21,778,066	322,080
Encumbrances and current liabilities paid in lapse period		1,519,773	8,597,043	128,942
Deferred income		626,889	738,471	183,805
Refundable deposits		35,999	—	12,220
Allowance for restoring inventory to normal level		—	—	—
Allowance for sick leave/vacation payouts		93,586	271,130	1,005
Working capital allowance	B	<u>10,534,238</u>	<u>31,384,710</u>	<u>648,052</u>
3. Current excess funds:				
Deduct B from A and enter here	C	<u>306,003</u>	<u>(9,109,224)</u>	<u>(267,493)</u>
4. Calculation of income fund remittance:				
An entity may offset excess capital or current funds within the entity. Enter the amount to be offset, if any, here	D	<u>(10,399,975)</u>	<u>(11,038,800)</u>	<u>(26,051)</u>
Enter the algebraic sum of C and D and remit the amount due, if any, for deposit in the income fund	\$	<u><u>(10,093,972)</u></u>	<u><u>(20,148,024)</u></u>	<u><u>(293,544)</u></u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
Calculation Sheet for Current Excess Funds
Departmental Activities
Intercollegiate Athletics – Entity 3450
June 30, 2013
(Unaudited)

Schedule 22

		<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>
1. Current available funds:				
Add:				
Cash	\$	11,269,852	(272,983)	(28,668)
Cash equivalents:				
Bank deposits		—	—	—
Marketable securities		—	—	—
Certificates of deposit		—	—	—
Repurchase agreements		—	—	—
Other cash equivalent items		—	—	—
Interfund receivables		—	—	—
Total current available funds	A	<u>11,269,852</u>	<u>(272,983)</u>	<u>(28,668)</u>
2. Working capital allowance:				
Add:				
Highest month's expenditures		11,965,059	2,225,270	401,678
Encumbrances and current liabilities paid in lapse period		6,205,888	333,953	16,254
Deferred income		5,631,080	—	33,522
Refundable deposits		—	—	—
Allowance for restoring inventory to normal level		—	—	—
Allowance for sick leave/vacation payouts		318,450	126,597	6,931
Working capital allowance	B	<u>24,120,477</u>	<u>2,685,820</u>	<u>458,385</u>
3. Current excess funds:				
Deduct B from A and enter here	C	<u>(12,850,625)</u>	<u>(2,958,803)</u>	<u>(487,053)</u>
4. Calculation of income fund remittance:				
An entity may offset excess capital or current funds within the entity. Enter the amount to be offset, if any, here	D	<u>(2,411,043)</u>	<u>(278,278)</u>	<u>(11,987)</u>
Enter the algebraic sum of C and D and remit the amount due, if any, for deposit in the income fund	\$	<u><u>(15,261,668)</u></u>	<u><u>(3,237,081)</u></u>	<u><u>(499,040)</u></u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Analysis of Indirect Cost Reimbursements

Schedule of Sources and Applications of
Indirect Cost Reimbursements

Year ended June 30, 2013

Schedule 23

Balance, July 1, 2012	\$ 213,893,094
Sources:	
Private gifts, grants, and contracts	32,318,107
Federal grants and contracts	165,821,416
State of Illinois grants and contracts	10,095,776
Medical service plan	4,408,008
Auxiliary administrative allowances	15,531,710
Other administrative allowances	38,924,444
Investment income	(286)
Total additions	<u>267,099,175</u>
Applications:	
Educational and general:	
Instruction	(16,349)
Research	(70,849,363)
Public service	(10,243,509)
Academic support	(51,901,501)
Student services	(1,920,589)
Institutional support	(82,250,547)
Operation and maintenance of plant	(31,980,415)
Student aid	(4,456,269)
Total deductions	<u>(253,618,542)</u>
Balance at June 30, 2013	<u>\$ 227,373,727</u>

Note : Above information is prepared on an accrual basis.

Indirect cost reimbursements are expended, pursuant to allocations of funds within the University's budget as adopted by the Board of Trustees, to pay for the costs of grants and contracts operations and to pay for overhead expenses of the University. Indirect cost reimbursements are expended in a manner consistent with the formula under which such reimbursements are determined.

Based on the requirements of the *University Guidelines*, patents and royalties do not meet the definition of indirect cost reimbursements and are excluded from this calculation as well as the indirect cost carry-forward.

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Analysis of Indirect Cost Reimbursements
 Calculation Sheet for Indirect Cost Carryforward
 June 30, 2013

Schedule 24

1. Cash and equivalents balance:		
Add:		
Cash		\$ 162,181,801
Cash equivalents:		
Bank deposits		—
Marketable securities		99,714
Certificates of deposit		—
Repurchase agreements		—
Other cash equivalent items		—
Interfund receivables		—
		<u>162,281,515</u>
2. Allocated reimbursements:		
Enter the total indirect cost reimbursements allocated for expenditure for the fiscal year completed:		
\$529,968,934; enter 30% of this amount		<u>158,990,680</u>
3. Unallocated reimbursements:		
Enter the lesser of the actual unallocated indirect cost expenditure for the year completed or 10% of total indirect cost allocations for the year completed		<u>—</u>
4. Encumbrances and current liabilities paid in the lapse period:		
Enter the amount of:		
Current liabilities		11,808,992
Encumbrances		3,633,287
Total		<u>15,442,279</u>
5. Indirect cost carryforward:		
a. Enter the total items 2, 3, and 4		<u>174,432,959</u>
b. Subtract from item 1		<u>(12,151,444)</u>
If a positive number results, enter here and remit for deposit in the income fund		\$ N/A

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Schedules of Federal Expenditures, Nonfederal Expenses, and New Loans

Year ended June 30, 2013

(Dollars in thousands)

Schedule 25

Schedule A – Federal financial component:

Total federal expenditures reported on SEFA schedule	\$	908,245
Total new loans made not included on SEFA schedule		488,137
Amount of federal loan balances at beginning of the year (not included on the SEFA schedule and continued compliance is required)		48,499
Other noncash federal award expenditures		<u>8,394</u>
Total Schedule A	\$	<u><u>1,453,275</u></u>

Schedule B – Total financial component:

Total operating expenses (from financial statements)	\$	5,164,846
Total nonoperating expenses		70,877
Total new loans made		488,137
Amount of federal loan balances at beginning of the year		48,499
Other noncash federal award expenditures		<u>8,394</u>
Total Schedule B	\$	<u><u>5,780,753</u></u>

	<u>Amount</u>	<u>Percentage</u>
--	----------------------	--------------------------

Schedule C:

Total Schedule A	\$	1,453,275	25.1%
Total nonfederal expenses		<u>4,327,478</u>	<u>74.9%</u>
Total Schedule C	\$	<u><u>5,780,753</u></u>	<u><u>100.0%</u></u>

These schedules are used to determine the Agency's single audit costs in accordance with OMB Circular A-133.

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

University Functions and Planning Program

(Unaudited)

Year ended June 30, 2013

The University of Illinois (University) is a comprehensive university primarily serving the citizens of Illinois from three main campuses through instruction (both on-campus and on-line), research, economic development, and outreach activities. The University is headed by its President, Robert Easter, whose office is located at the Urbana-Champaign campus, Office of the President, 346 Henry Administration Building, 506 South Wright Street, Urbana, Illinois 61801. The University's mission is articulated in its "Scope and Mission of the University of Illinois" statement. This document is updated, as deemed necessary, by management of the University.

The Urbana-Champaign campus is responsible for pursuing instruction, including strong emphasis at the graduate level; research, through its eminent faculty; and public service as the original land grant campus of the University.

The Chicago campus is responsible for pursuing teaching, research, and service activities related to basic and health sciences and providing a broad range of educational services at both the graduate and undergraduate levels. Vast educational offerings include professional degree programs in medicine, dentistry, pharmacy, nursing, associated health professions, and public health as well as major research programs in a variety of curriculums.

The Springfield campus is responsible for addressing public affairs within the framework of a liberal arts curriculum through its firsthand access to state government and public service through special courses, projects, and internship opportunities.

Each campus has developed planning procedures for maintenance and expansion of existing programs as well as development of new programs. All proposals, for academic programs that originate in the campus Faculty Senate, are reviewed by Central Administration, and are approved by the Board of Trustees before being submitted, when necessary, to the Illinois Board of Higher Education. A university-wide, five-year "rolling" budget, the Resource Allocation Management Plan (RAMP), is prepared annually and is approved by the Illinois Board of Higher Education. The University's planning and budgeting procedures appear to be comprehensive and responsive in accomplishing each campus' mission.

In addition to the extensive formal planning and budgeting process at the University, each campus has established its own academic review program. These programs involve the participation of those faculty members responsible for considering matters of educational policy (e.g., granting tenure). On occasion, outside reviewers are utilized and accreditation review teams provide additional input for virtually all professional programs and academic offerings. The reviews concentrate on qualitative concerns as well as document quantitative issues. It appears that the academic reviews should be effective measures in accomplishing the University's mission.

UNIVERSITY OF ILLINOIS

Employment and Cost Statistics

Fall terms fiscal 2013 and 2012

(Unaudited)

	Fall term fiscal 2013				Fall term fiscal 2012			
	Urbana	Chicago	Springfield	Total	Urbana	Chicago	Springfield	Total
University employment statistics:								
Headcount:								
Faculty	3,397	3,149	353	6,899	3,346	3,138	349	6,833
Academic professionals	4,526	3,333	241	8,100	4,360	3,542	228	8,130
Support staff	4,676	6,108	312	11,096	4,516	5,737	311	10,564
Other	5,863	3,403	277	9,543	5,751	3,468	274	9,493
	<u>18,462</u>	<u>15,993</u>	<u>1,183</u>	<u>35,638</u>	<u>17,973</u>	<u>15,885</u>	<u>1,162</u>	<u>35,020</u>
Full-time equivalency:								
Faculty	3,125	2,503	264	5,892	3,034	2,529	260	5,823
Academic professionals	4,467	3,243	227	7,937	4,299	3,450	218	7,967
Support staff	4,605	5,954	308	10,867	4,441	5,583	307	10,331
Other	2,620	2,068	150	4,838	2,564	2,077	148	4,789
	<u>14,817</u>	<u>13,768</u>	<u>949</u>	<u>29,534</u>	<u>14,338</u>	<u>13,639</u>	<u>933</u>	<u>28,910</u>

“Other” represents house staff (medical residents and interns) and research and teaching assistants.

The above information was provided by the University Office of Planning and Budgeting from the Staff Monitoring System and is prepared using Illinois Board of Higher Education requirements as follows:

- (1) Employees with full-time contracts are counted as one full-time equivalent.
- (2) Part-time employees are multiplied by the number of months worked and then divided by 12 to arrive at their full-time equivalency.

UNIVERSITY OF ILLINOIS

Employment and Cost Statistics

Years ended June 30, 2013 and 2012

(Unaudited)

Cost per student credit hour and full-time equivalent student:

The following are calculations of cost per student credit hour and cost per full-time equivalent student for the years ended June 30, 2013 and 2012, using the formula prescribed by the Illinois Board of Higher Education. All credit hours and instructional operating costs paid from state appropriated funds are included (except costs related to the College of Medicine and Dentistry at the Health Sciences Center).

	<u>Urbana-Champaign</u>		<u>Chicago</u>		<u>Springfield</u>	
	<u>Undergraduate</u>	<u>Graduate</u>	<u>Undergraduate</u>	<u>Graduate</u>	<u>Undergraduate</u>	<u>Graduate</u>
For the year ended June 30, 2013:						
Total costs (1)	\$ 359,398,587	276,618,572	157,025,780	157,751,128	29,861,046	15,093,971
Student credit hours	1,004,851	347,946	484,775	199,555	73,656	31,320
Full-time equivalent students (2)	33,495	14,498	16,159	8,315	2,455	1,305
Cost per student credit hour	\$ 358	795	324	791	405	482
Cost per full-time equivalent student	10,730	19,080	9,717	18,972	12,162	11,566

	<u>Urbana-Champaign</u>		<u>Chicago</u>		<u>Springfield</u>	
	<u>Undergraduate</u>	<u>Graduate</u>	<u>Undergraduate</u>	<u>Graduate</u>	<u>Undergraduate</u>	<u>Graduate</u>
For the year ended June 30, 2012:						
Total costs (1)	\$ 342,286,416	256,937,920	149,063,380	145,428,237	28,548,960	14,397,016
Student credit hours	1,008,162	315,987	491,083	197,396	76,785	32,004
Full-time equivalent students (2)	33,605	13,166	16,369	8,225	2,560	1,333
Cost per student credit hour	\$ 340	813	304	737	372	450
Cost per full-time equivalent student	10,185	19,515	9,106	17,682	11,154	10,797

- (1) Total costs are calculated using Illinois Board of Higher Education requirements as follows: total state appropriated costs less organized research, public service, student financial aid, appropriations for the State Universities Retirement System, appropriations for workers' compensation, auxiliary enterprises, hospital, and independent operations.
- (2) Undergraduate full-time equivalent student is computed as the total number of semester credit hours divided by 30. Graduate and professional full-time equivalent student is computed as the total number of semester credit hours divided by 24.

UNIVERSITY OF ILLINOIS
Service Efforts and Accomplishments
Fiscal year 2013
(Unaudited)

The following statistics are from the *State of Illinois Board of Higher Education 2013 Data Book on Illinois Higher Education, Fall Enrollment Survey*.

Enrollment statistics:

The total headcount enrollment for Fall 2012 by class level was as follows:

	<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>	<u>Total</u>
Undergraduate:				
Freshman	7,932	4,301	374	12,607
Sophomore	6,766	2,834	357	9,957
Junior	7,425	3,882	809	12,116
Senior	9,137	5,576	1,436	16,149
Unclassified	1,021	85	78	1,184
Total undergraduate	<u>32,281</u>	<u>16,678</u>	<u>3,054</u>	<u>52,013</u>
Graduate:				
Professional	1,118	2,654	—	3,772
Graduate	10,719	7,846	1,811	20,376
Unclassified	402	697	183	1,282
Total graduate	<u>12,239</u>	<u>11,197</u>	<u>1,994</u>	<u>25,430</u>
Total	<u><u>44,520</u></u>	<u><u>27,875</u></u>	<u><u>5,048</u></u>	<u><u>77,443</u></u>

The total headcount enrollment for Fall 2012 by gender and by level of instruction were as follows:

	<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>	<u>Total</u>
Gender:				
Men	24,361	12,705	2,500	39,566
Women	20,159	15,170	2,548	37,877
Total	<u>44,520</u>	<u>27,875</u>	<u>5,048</u>	<u>77,443</u>
Level of instruction:				
Full-time	40,704	23,071	2,469	66,244
Part-time	3,816	4,804	2,579	11,199
Total	<u>44,520</u>	<u>27,875</u>	<u>5,048</u>	<u>77,443</u>

The median age of students enrolled by level of instruction for Fall 2012 was not available for this report.

UNIVERSITY OF ILLINOIS
 Service Efforts and Accomplishments
 Fiscal year 2013
 (Unaudited)

Degrees conferred:

The following statistics are from the Integrated Postsecondary Education Data System (IPEDS) Completion Survey.

The number of degrees conferred for the year ended June 30, 2013 was as follows:

	<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>	<u>Total</u>
Degrees:				
Certificate	3	—	—	3
Baccalaureate	7,645	3,809	741	12,195
Postbaccalaureate certificates	—	26	19	45
Masters	3,222	2,170	587	5,979
Post-Master's certificates	9	43	8	60
Doctorate (Research)	809	352	3	1,164
Doctorate (Professional Practice)	350	622	—	972
Total	<u>12,038</u>	<u>7,022</u>	<u>1,358</u>	<u>20,418</u>

Staff statistics:

The following statistics are from the Survey of Salaries of Full-Time Instructional Faculty, 2012–2013 IPEDS.

The average salary of full-time faculty for the year ended June 30, 2013 was as follows:

	<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>	<u>Combined</u>
Average salary of full-time faculty	\$ 102,021	89,053	65,339	95,356

The percent of tenured full-time faculty for the year ended June 30, 2012 was as follows:

	<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>	<u>Combined</u>
Percent of tenured full-time faculty	60.57%	50.12%	51.71%	56.40%

Notes:

- (1) All data are for full-time instructional faculty, which excludes faculty whose responsibilities are primarily research or public service.
- (2) Chicago figures exclude all Colleges of Medicine and the University Hospital. Urbana figures exclude Cooperative Extension staff. University Administration staff are excluded from all campus and combined figures.

UNIVERSITY OF ILLINOIS
 Service Efforts and Accomplishments
 Fiscal year 2013
 (Unaudited)

Tuition and required fees rates:

The following tuition and required fee rates are as approved by the Board of Trustees and reported to the Illinois Board of Higher Education.

The general four-year guaranteed base rate tuition and required fees for full-time, in-state undergraduates, and general full-time base rate tuition and required fees for in-state graduate students entering after Fall 2012 for the 2012–2013 academic year were as follows (excluding refundable fees and health insurance):

	<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>
Undergraduate	\$ 14,522	13,122	10,865
Graduate	14,318	13,772	9,469

The tuition and required fees for a full-time student entering Fall 2012 for the 2012–2013 academic year in the first-professional programs were as follows (excluding refundable fees and health insurance):

	<u>Urbana</u>	<u>Chicago</u>
First-professional programs:		
Medicine	\$ —	36,948
Dentistry	—	32,250
Pharmacy	—	25,500
Physical therapy	—	18,122
Law	40,071	—
Veterinary medicine	27,826	—
Doctor of Audiology	14,318	—

UNIVERSITY OF ILLINOIS

Emergency Purchases

Year ended June 30, 2013

(Unaudited)

The University reported the following emergency purchases to the Office of the Auditor General during fiscal year 2013:

Vendor	Description	Amount
Kroeschell Services	This emergency purchase was for repairs to the underground high temperature water pipe at 728 W. Roosevelt. It began to leak on August 3, 2012.	\$ 100,000
OK Enterprises, LLC	This emergency purchase was to procure a used forage harvester with unique specifications to meet research needs. This machine was not available long enough to institute a formal procurement process.	101,000
Kroeschell Services	This emergency purchase was to provide the emergency one-month rental of a 40-ton portable trailer water chiller and labor to tie it into the Student Service Auxiliary Building at 1200 W. Harrison St., Chicago. The old chiller was failing.	75,000
University of Chicago	This emergency purchase was to provide Radiation Oncology services. The University of Illinois Hospital at Chicago does not employ specialized personnel.	1,953,571
Center for Children's Digestive Health	This emergency purchase was to provide uninterrupted Gastroenterology services to the Pediatric Unit of the U of I Health Sciences System. This provided uninterrupted coverage until a formal solicitation process was completed.	123,936
Weatherby Locums, Inc.	This emergency purchase was to obtain temporary Physician services to McKinley Health Center due to four permanent physicians resigning in a short time.	107,898
Ioditech, Inc.	This emergency purchase was for 1,100 gallons of aqueous sodium iodine solution due to several unforeseen events and circumstances beyond the control of the University.	294,822
Illinois Piping Corporation	This emergency purchase was to fix an underground pipe leak at the College of Medicine at Peoria. This leak required an assessment from an external contractor. Illinois Piping Corp was the only one that could immediately assist.	61,680
Flood Specialist	This emergency purchase was to repair water damage from sprinkler heads that were set off during a fire at Thomas Beckman Hall.	80,139
Agilent Technologies	This emergency purchase was for an Agilent Technologies Demonstration model Infrared Spectroscopic Imaging System. The University awarded this contract to Dr. Michael Walsh for start-up research.	203,556
Phillips Healthcare	This emergency purchase was for an x-ray tube to replace one that failed. Without this tube, UIC's Department of Radiology would have been unable to produce x-ray images for medical diagnosis, thus impacting patient care.	144,000
Gift of Life Michigan	This emergency purchase was for cadaver organs needed for a critical transplant patient. The Hospital Department of Transplant Surgery had to use a different provider because the normal provider could not supply the organs.	107,700
J.S.R. Enterprises, Inc.	This emergency purchase was to fix a water leak at 804 S. Halsted St., Chicago. This required careful excavation. The deteriorated condition of the water piping was cause for a temporary fix until the entire section of pipe could be replaced.	31,745
Finetech	This emergency purchase was to provide necessary hardware design options for the Information Trust Institute to develop and operate a facility at the U of I campus. This facility provides services for the validation of information technology. Time constraints caused the need to upgrade.	65,808
Illini Towers	This emergency purchase was to house 40 participants for a five-week program. The College of Agriculture, Consumer, and Environmental Sciences, Office of International Programs, was awarded as U.S. Host institution for the Fullbright Visiting Scholar Program for Libya to refine Fullbright faculty's English skills and provide materials relevant to their academic disciplines.	61,400

UNIVERSITY OF ILLINOIS

Emergency Purchases

Year ended June 30, 2013

(Unaudited)

The University reported the following emergency purchases to the Office of the Auditor General during fiscal year 2013:

Vendor	Description	Amount
Various Entertainment Acts	This emergency purchase was required due to situations in which the opportunity to obtain entertainment performance was available for a limited time.	167,895
Illinois Rocstar LLC	This emergency purchase was for software changes needed to complete a set of existing legacy astronomy codes in support of the Community Pipeline Project.	23,421
Butler Animal Health	This emergency purchase was to allow Veterinary Medicine to purchase critical supplies for animal care until a pending RFP could be evaluated and awarded.	179,950

UNIVERSITY OF ILLINOIS

University Bookstore Information

Fiscal year 2013

(Unaudited)

<u>University</u>	<u>University of Illinois (U of I)</u>	<u>U of I at Chicago (UIC)</u>	<u>U of I – Springfield (UIS)</u>
Contracted/rents to students/University operated	University operated	University operated	Contracted
Contractor	N/A	N/A	Follett Higher Education Group, Inc.
Contract term	N/A	N/A	fiscal year 2012 – 9/1/2008–8/31/2013 * renewable five-year terms
Amount of gross sales for bookstore for FY 12	\$ 16,780,384	7,153,570	1,046,929
Amount to be paid to bookstore for FY 12 (if any) from University	N/A	N/A	N/A
Commissions	N/A	N/A	\$ 83,291
Commission terms	N/A	N/A	Follett to pay UIS – an Annual amount equal to the sum of: a) 8.10% of all gross revenue up to \$1,000,000 b) 9.60% of any part of gross revenue over \$1,000,000 * Paid monthly 20 days after the end of the month
Given exclusive rights	No	No	Yes
Competition “Other” nearby/on-campus bookstores	T.I.S College Bookstore Follett Bookstore	None	Barnes & Noble

UNIVERSITY OF ILLINOIS

Special Data Requirements for University Audits

Year ended June 30, 2013

(Unaudited)

In accordance with an Office of the Auditor General, July 25, 2000 memorandum entitled *Matters Regarding University Audits* (Memorandum), certain supplemental data is required to be reported by the University. The table below cross-references the memorandum requirements (indicated by number and letter paragraph references) to the University financial statements and audit reports for the year ended June 30, 2013, where such special data is found.

Compliance Findings

- 13(a) At June 30, 2013, State Compliance Findings were reported on pages 64 through 84 within the Compliance Examination report. None of these findings specifically related to the *University Guidelines*. The University's calculation sheets for current excess funds are presented in this report on pages 73 through 84.

Indirect Cost Reimbursements

- 13(b) A schedule of the sources and applications of indirect cost reimbursements is included in this report on page 85.
- 13(c) The University's calculation sheet for indirect cost carryforward is included in this report on page 86.

Tuition Charges and Fees

- 13(d) The University identified no instances of tuition being diverted to auxiliary enterprise operations.

Auxiliary Enterprises, Activities, and Accounting Entities

- 13(e) Identification of each specific accounting entity and descriptions of the sources of revenue and purpose of each are presented in this report on pages 37 through 40.
- 13(f) Entity financial statements are presented on pages 41 through 64 of this report. The entity financial statements should be read in conjunction with the University of Illinois Annual Financial Report for the year ended June 30, 2013, the Annual Financial Report of the University of Illinois Auxiliary Facilities System for the year ended June 30, 2013, and the Annual Financial Report of the University of Illinois Health Services Facilities System for the year ended June 30, 2013.
- 13(g) The University's calculation sheets for current excess funds are presented in this report on pages 73 through 84.
- 13(h) Support received by auxiliary enterprises from State appropriated funds for retirement and group insurance benefits is disclosed in the Annual Financial Report of the University of Illinois Auxiliary Facilities System for the year ended June 30, 2013 on page 11.
- 13(i) Statements of receipts and disbursements and related definitions, for funds required by bond indentures are presented on pages 5 through 7 and page 16 and 17 of the Annual Financial Report of the University of Illinois Auxiliary Facilities System for the year ended June 30, 2013.
- 13(j) At June 30, 2013, no Compliance Findings were reported regarding the fund accounting covenants of the Resolutions of the Board of Trustees of the University of Illinois, which provided for the issuance of revenue bonds.

UNIVERSITY OF ILLINOIS

Special Data Requirements for University Audits

Year ended June 30, 2013

(Unaudited)

- 13(k) At June 30, 2013, no noninstructional facilities reserves (development reserves) have been established by the University.

University-Related Organizations

13(l), (m), and (n)

Organizations recognized by the University as University-Related Organizations (UROs) are as follows:

University of Illinois Foundation	PrairieLand Energy, Inc.
University of Illinois Alumni Association	Illinois Ventures, LLC and its Subsidiary
University of Illinois Research Park, LLC	Wolcott, Wood and Taylor, Inc.
UI Singapore Research, LLC and its Subsidiary	

Payments by the UROs to the University for services provided by the University and payments by the University to UROs for services provided by the UROs for the year ended June 30, 2013 are disclosed in this report on pages 100 and 101.

The University has designated no organizations as “Independent Organizations” as defined in Section VII of *University Guidelines*.

- 13(o) At June 30, 2013, the University identified that there were no unreimbursed subsidies to the UROs from University or appropriated funds.
- 13(p) Debt financing by UROs at June 30, 2013 is disclosed in the Annual Financial Statements of the University of Illinois Foundation on page 25.

Other Topics

- 13(q) Schedules of cash and investments held by the University are presented in the analysis of significant account balances section of this report on pages 11 and 12 and in the notes to financial statements in the University of Illinois Annual Financial Report for the year ended June 30, 2013 on pages 24 through 29.
- 13(r) A statement describing the methodology used to allocate income from investments of pooled funds is included in this report on page 12.
- 13(s) Costs per full-time equivalent student are presented in this report on page 90.

UNIVERSITY OF ILLINOIS

Special Data Requirements for University Audits

Year ended June 30, 2013

(Unaudited)

- 13(t) Acquisitions of land in excess of \$250,000 by the University and its UROs during the year ended June 30, 2013 that were not funded by a separate appropriation specifically identifying the particular acquisitions are presented in this report, if applicable, on pages 18 and 100 as Analysis of Significant Account Balances – Capital Assets and Schedule of Funds Provided by the University of Illinois Foundation.
- 13(u) During fiscal year 2013, the University did not issue any certificates of participation (COPs) or participate in lease or purchase arrangements involving COPs.

UNIVERSITY OF ILLINOIS

Analysis of Operations

Schedule of Funds Provided by the University of Illinois Foundation

Years ended June 30, 2013 and 2012

(Unaudited)

During fiscal years 2013 and 2012, the University engaged the University of Illinois Foundation (Foundation), under contract, to provide fundraising and other services. In accordance with the contract agreement, the University provided \$100,000 cash and \$7,506,823 budget allocation in 2013 and \$738,911 cash and \$7,052,910 budget allocation in 2012, and an additional \$575,000 and \$687,000 of services in 2013 and 2012, respectively, to the Foundation. As required by contract, the Foundation provided the University certain funds considered unrestricted for purposes of the computations outlined in *University Guidelines*. In addition, the Foundation provided the University with nonqualifying restricted funds. Presented below is a summary of all funds that the Foundation provided to the University during each fiscal year:

	<u>2013</u>	<u>2012</u>
Unrestricted funds	\$ 321,327	426,892
Restricted only as to campus, college, or department, and generally available for ongoing university operations:		
Provided to a particular campus	1,395,054	960,371
Provided to a particular college	17,413,724	24,492,773
Provided to a particular department	18,865,130	18,133,616
Provided for the Intercollegiate Athletics	<u>8,136,109</u>	<u>12,693,237</u>
Subtotal	46,131,344	56,706,889
Restricted by donor:		
Provided for student support	24,030,620	20,917,348
Provided for certain instructional, research, and public service programs	23,516,932	25,688,952
Provided for physical facilities additions or improvements	13,661,237	9,997,507
Provided for other restricted purposes	<u>36,717,956</u>	<u>35,062,502</u>
Total funds provided by the Foundation to the University	\$ <u>144,058,089</u>	<u>148,373,198</u>

University Guidelines require that the University report annually the purchase or acceptance of gifts of real estate by a URO in excess of \$250,000. During fiscal year 2013, the Foundation received the following gifts and made the following purchases of real estate:

<u>Date</u>	<u>Value (\$)</u>	<u>Property and description</u>
10/16/2012	3,757,589	Partial interest in 1,736 acres of farmland in Moultrie County, IL
12/27/2012	327,000	35 acres farmland in McDonough County, IL

UNIVERSITY OF ILLINOIS

Analysis of Operations

Schedule of Funds Provided by the University to the University of Illinois Alumni Association

Years ended June 30, 2013 and 2012

(Unaudited)

In accordance with an annual agreement between the University and the Alumni Association, the University paid \$4,318,800 and \$4,361,600, of which \$1,930,700 and \$1,987,200 represent employee salaries to the Alumni Association for the years ended June 30, 2013 and 2012, respectively. In return, the Alumni Association agreed to (1) provide management and supervisory services for the maintenance of alumni records, (2) publish Alumni periodicals, and (3) provide support to Alumni field activities and meetings. During the years ended June 30, 2013 and 2012, the Alumni Association expended the following amounts in the performance of those functions:

	<u>2013</u>	<u>2012</u>
Communications	\$ 904,400	922,800
Information services	1,088,500	1,081,000
Membership promotion	10,100	61,700
Alumni outreach programs	920,500	897,900
General and operating expenses	<u>1,395,300</u>	<u>1,398,200</u>
Total expenditures	<u>\$ 4,318,800</u>	<u>4,361,600</u>

UNIVERSITY OF ILLINOIS

Schedule of Undergraduate and Graduate Tuition and Fee Waivers

2012–2013 School Year

(Unaudited)

(In thousands)

	Undergraduate			Graduate		
	Tuition waivers	Fee waivers	Total waivers	Tuition waivers	Fee waivers	Total waivers
Urbana	\$ 33,485	1,776	35,261	162,841	11,294	174,135
Chicago	8,456	115	8,571	71,715	7,208	78,923
Springfield	2,609	32	2,641	2,470	164	2,634
Total	\$ 44,550	1,923	46,473	237,026	18,666	255,692

The amount of fiscal 2013 tuition waivers reported above are based on data provided from the Office of Planning and Budgeting.

UNIVERSITY OF ILLINOIS
Schedule of Undergraduate Tuition and Fee Waivers
2012–2013 School Year
(Unaudited)

	University of Illinois at Urbana-Champaign			
	Tuition waived		Fees waived	
	Number of recipients *	Value of waivers (In thousands)	Number of recipients *	Value of waivers (In thousands)
Mandatory waivers:				
Teacher special education	94	\$ 989	97	\$ 296
General assembly	178	2,184	—	—
Reserve Officers' Training Corps (ROTC)	125	1,189	—	—
Department of Children and Family Services (DCFS)	36	358	36	121
Children of employees	592	3,660	—	—
Honorary scholarships	285	3,452	—	—
Veterans grants and scholarships**	174	1,987	110	341
Adjustments (1)	(7)	—	—	—
Subtotal	<u>1,477</u>	<u>13,819</u>	<u>243</u>	<u>758</u>
Discretionary waivers:				
Faculty/administrators	23	75	—	—
Civil service	35	119	—	—
Academic/other talent	824	4,839	302	259
Athletic	71	810	—	—
Foreign exchange students	517	8,444	517	759
Foreign students	8	78	—	—
Student need – financial aid	1,962	5,084	—	—
Cooperating professionals	1	1	1	—
Interinstitutional/related agencies	6	76	—	—
Retired University employees	6	26	—	—
Yellow ribbon VA tuition	17	114	—	—
Adjustments (1)	(31)	—	(1)	—
Subtotal	<u>3,439</u>	<u>19,666</u>	<u>819</u>	<u>1,018</u>
Total	<u><u>4,916</u></u>	<u><u>\$ 33,485</u></u>	<u><u>1,062</u></u>	<u><u>\$ 1,776</u></u>

* Unduplicated

** Illinois Veterans Grants from Illinois Student Assistance Commission (ISAC), Illinois National Guard Grants (ISAC), and POW/MIA Scholarships (Department of Veterans Affairs). Include only the waived (unfunded) portion of these grants.

(1) A recipient may be granted a waiver in multiple categories. The number of recipients in the subtotal is adjusted for student waivers granted in multiple categories.

UNIVERSITY OF ILLINOIS
Schedule of Undergraduate Tuition and Fee Waivers
2012–2013 School Year
(Unaudited)

	University of Illinois at Chicago			
	Tuition waived		Fees waived	
	Number of recipients *	Value of waivers (In thousands)	Number of recipients *	Value of waivers (In thousands)
Mandatory waivers:				
General assembly	43	\$ 428	—	\$ —
Reserve Officers' Training Corps (ROTC)	52	415	—	—
Department of Children and Family Services (DCFS)	12	139	12	36
Children of employees	165	795	—	—
Honorary scholarships	32	322	—	—
Veterans grants and scholarships**	224	2,305	—	—
Subtotal	<u>528</u>	<u>4,404</u>	<u>12</u>	<u>36</u>
Discretionary waivers:				
Faculty/administrators	4	9	4	4
Civil service	41	179	42	73
Academic/other talent	417	1,961	—	—
Athletic	143	1,749	—	—
Student need – financial aid	37	66	—	—
Student need – special programs	58	84	—	—
Other assistants	—	—	1	1
Retired University employees	2	4	2	2
Adjustments (1)	(5)	—	—	—
Subtotal	<u>697</u>	<u>4,052</u>	<u>49</u>	<u>80</u>
Total	<u>1,225</u>	<u>\$ 8,456</u>	<u>61</u>	<u>\$ 116</u>

* Unduplicated

** Illinois Veterans Grants from Illinois Student Assistance Commission (ISAC), Illinois National Guard Grants (ISAC), and POW/MIA Scholarships (Department of Veterans Affairs). Include only the waived (unfunded) portion of these grants.

(1) A recipient may be granted a waiver in multiple categories. The number of recipients in the subtotal is adjusted for student waivers granted in multiple categories.

UNIVERSITY OF ILLINOIS
Schedule of Undergraduate Tuition and Fee Waivers
2012–2013 School Year
(Unaudited)

	University of Illinois – Springfield			
	Tuition waived		Fees waived	
	Number of recipients *	Value of waivers (In thousands)	Number of recipients *	Value of waivers (In thousands)
Mandatory waivers:				
General assembly	11	\$ 100	—	\$ —
Department of Children and Family Services (DCFS)	5	48	—	—
Children of employees	27	93	—	—
Honorary scholarships	65	507	—	—
Veterans grants and scholarships**	200	1,130	—	—
Subtotal	<u>308</u>	<u>1,878</u>	<u>—</u>	<u>—</u>
Discretionary waivers:				
Faculty/administrators	3	5	3	1
Civil service	45	140	45	31
Academic/other talent	22	144	—	—
Athletic	42	180	—	—
Gender equity in intercollegiate athletics	14	50	—	—
Student need – financial aid	237	196	—	—
Interinstitutional/related agencies	5	16	—	—
Adjustments (1)	(6)	—	—	—
Subtotal	<u>362</u>	<u>731</u>	<u>48</u>	<u>32</u>
Total	<u>670</u>	<u>\$ 2,609</u>	<u>48</u>	<u>\$ 32</u>

* Unduplicated

** Illinois Veterans Grants from Illinois Student Assistance Commission (ISAC), Illinois National Guard Grants (ISAC), and POW/MIA Scholarships (Department of Veterans Affairs). Include only the waived (unfunded) portion of these grants.

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UNIVERSITY OF ILLINOIS
Schedule of Graduate Tuition and Fee Waivers
2012–2013 School Year
(Unaudited)

	University of Illinois at Urbana-Champaign			
	Tuition waived		Fees waived	
	Number of recipients *	Value of waivers (In thousands)	Number of recipients *	Value of waivers (In thousands)
Mandatory waivers:				
Teacher special education	1	\$ 15	1	\$ 4
General assembly	5	107	—	—
DCFS	1	37	1	4
Honorary scholarships	31	538	—	—
Veterans grants and scholarships**	100	1,316	84	275
Adjustments (1)	(2)	—	—	—
Subtotal	<u>136</u>	<u>2,013</u>	<u>86</u>	<u>283</u>
Discretionary waivers:				
Faculty/administrators	340	2,276	—	—
Civil service	67	252	—	—
Academic/other talent	246	2,247	492	378
Athletic	2	11	—	—
Foreign exchange students	39	545	39	49
Cooperating professionals	167	871	32	9
Research assistants	3,167	67,692	3,033	4,313
Teaching assistants	2,440	42,326	2,436	3,167
Other assistants	1,605	15,501	1,519	1,267
Interinstitutional/related agencies	56	477	8	2
Retired University employees	5	22	—	—
Contract/training grants	152	3,462	152	87
Fellowship/traineeship	1,145	25,146	1,250	1,739
Adjustments (1)	(849)	—	(2,132)	—
Subtotal	<u>8,582</u>	<u>160,828</u>	<u>6,829</u>	<u>11,011</u>
Total	<u>8,718</u>	<u>\$ 162,841</u>	<u>6,915</u>	<u>\$ 11,294</u>

* Unduplicated

** Illinois Veterans Grants from Illinois Student Assistance Commission (ISAC), Illinois National Guard Grants (ISAC), and POW/MIA Scholarships (Department of Veterans Affairs). Include only the waived (unfunded) portion of these grants.

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UNIVERSITY OF ILLINOIS
Schedule of Graduate Tuition and Fee Waivers
2012–2013 School Year
(Unaudited)

	University of Illinois at Chicago			
	Tuition waived		Fees waived	
	Number of recipients *	Value of waivers	Number of recipients *	Value of waivers
		(In thousands)		(In thousands)
Mandatory waivers:				
Teacher special education	14	\$ 117	14	\$ 38
General assembly	40	1,106	—	—
ROTC	2	22	—	—
Senior citizen	1	14	—	—
Honorary scholarships	17	331	—	—
Veterans grants and scholarships**	176	2,413	—	—
Subtotal	<u>250</u>	<u>4,003</u>	<u>14</u>	<u>38</u>
Discretionary waivers:				
Faculty/administrators	478	3,543	387	732
Civil service	187	1,298	145	276
Academic/other talent	99	3,958	17	2
Athletic	—	—	—	—
Cooperating professionals	40	135	39	12
Research assistants	1,097	15,824	1,097	1,829
Teaching assistants	1,331	20,386	1,329	2,241
Other assistants	565	8,289	1,295	1,074
Interinstitutional/related agencies	3	21	2	4
Retired University employees	6	23	5	8
Fellowship/traineeship	809	14,236	792	994
Adjustments (1)	—	—	(1,157)	—
Subtotal	<u>4,615</u>	<u>67,713</u>	<u>3,951</u>	<u>7,172</u>
Total	<u><u>4,865</u></u>	<u><u>\$ 71,716</u></u>	<u><u>3,965</u></u>	<u><u>\$ 7,210</u></u>

* Unduplicated

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UNIVERSITY OF ILLINOIS
Schedule of Graduate Tuition and Fee Waivers
2012–2013 School Year
(Unaudited)

	University of Illinois – Springfield			
	Tuition waived		Fees waived	
	Number of recipients *	Value of waivers (In thousands)	Number of recipients *	Value of waivers (In thousands)
Mandatory waivers:				
General assembly	1	\$ 6	—	\$ —
Honorary scholarships	28	112	—	—
Veterans grants and scholarships**	151	621	—	—
Subtotal	<u>180</u>	<u>739</u>	<u>—</u>	<u>—</u>
Discretionary waivers:				
Faculty/administrators	144	411	137	75
Civil service	60	208	36	33
Academic/other talent	10	63	—	—
Cooperating professionals	14	23	10	1
Research assistants	8	45	12	4
Teaching assistants	13	80	13	8
Other assistants	127	823	69	41
Interinstitutional/related agencies	27	74	1	1
Retired University employees	2	4	2	1
Adjustments (1)	(5)	—	—	—
Subtotal	<u>400</u>	<u>1,731</u>	<u>280</u>	<u>164</u>
Total	<u>580</u>	<u>\$ 2,470</u>	<u>280</u>	<u>\$ 164</u>

* Unduplicated

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