

UNIVERSITY OF ILLINOIS

Supplementary Financial Information and
Special Data Requirements

Year Ended June 30, 2014

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, 2014

Table of Contents

	Schedule	Page
Independent Auditors' Report on Supplementary Information for State Compliance Purposes		1
Supplementary Financial Information and Special Data Requirements		
Financial Related Schedules:		
Schedule of Appropriations, Expenditures, and Lapsed Balances for the fourteen months ended August 31, 2014	1	3
Comparative Schedule of Appropriations, Expenditures, and Lapsed Balances for the budget years of fiscal 2014 and 2013	2	4
Analysis of State Appropriations – Significant Lapse Period Expenditures for the two months ended August 31, 2014	3	6
Analysis of University Income Fund:		
Comparative Schedule of University Income Fund Revenues and Expenditures for the budget years of fiscal 2014 and 2013	4	7
Analysis of Revenues, Expenses, and Changes in Net Position – Business-Type Activities for the years ended June 30, 2014 and 2013	5	9
Analysis of Significant Account Balances at June 30, 2014 and 2013:		
Cash and cash equivalents, investments, and accrued investment income	6	11
Accounts and notes receivable	7	13
Capital assets	8	18
Accounts payable and accrued liabilities	9	25
Unearned revenue and student deposits	10	27
Bonds payable and accrued interest	11	28
Leaseholds payable and other obligations	12	36
Entity Financial Statements and Related Information:		
Entity descriptions	13	37
Statement of Net Position at June 30, 2014 and Statement of Revenues, Expenses, and Changes in Net Position for the year ended June 30, 2014:		
Auxiliary enterprises under indenture	14	41
Auxiliary enterprises not under indenture	15	43
Storerooms and service departments	16	45
Departmental activities	17	49

UNIVERSITY OF ILLINOIS
 Supplementary Financial Information and
 Special Data Requirements
 Year Ended June 30, 2014

Table of Contents

	Schedule	Page
Current Excess Funds Calculations:		
Selected plant fund data at June 30, 2014 (Unaudited)	18	65
Calculation sheets for current excess funds at June 30, 2014:		
Auxiliary enterprises under indenture (Unaudited)	19	73
Auxiliary enterprises not under indenture (Unaudited)	20	74
Storerooms and service departments (Unaudited)	21	75
Departmental activities (Unaudited)	22	77
Analysis of indirect cost reimbursements:		
Schedule of sources and applications of indirect cost reimbursements for the year ended June 30, 2014	23	85
Calculation sheet for indirect cost carryforward at June 30, 2014	24	86
Schedules of federal expenditures, nonfederal expenses, and new loans	25	87
Analysis of operations:		
University functions and planning program (Unaudited)		88
Employment and cost statistics (Unaudited)		89
Service efforts and accomplishments (Unaudited)		91
Emergency Purchases (Unaudited)		94
University Bookstore Information (Unaudited)		96
University Guidelines, 1982 as amended 1997:		
Special data requirements for university audits (Unaudited)		97
Schedule of funds provided by the University of Illinois Foundation for the years ended June 30, 2014 and 2013 (Unaudited)		100
Schedule of funds provided by the University to the University of Illinois Alumni Association for the years ended June 30, 2014 and 2013 (Unaudited)		101
Schedule of undergraduate and graduate tuition and fee waivers for the 2013–2014 school year (Unaudited)		102

Related Reports Published under Separate Covers

The University of Illinois Annual Financial Report for the year ended June 30, 2014

The University of Illinois Auxiliary Facilities System Annual Financial Report for the year ended June 30, 2014

The University of Illinois Health Services Facilities System Annual Financial Report for the year ended June 30, 2014

UNIVERSITY OF ILLINOIS
Supplementary Financial Information and
Special Data Requirements
Year Ended June 30, 2014

Table of Contents

Compliance Examination Report (In accordance with the Single Audit Act and OMB Circular A-133) for the year ended June 30, 2014, 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
Aon Center
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, 2014 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 19, 2014, 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. Additionally, our report includes a reference to the adoption of a new accounting pronouncement. 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 19, 2014.

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, 2013, 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 2013, 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, 2005 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, 2014, 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
March 10, 2015

UNIVERSITY OF ILLINOIS

Schedule of Appropriations, Expenditures, and Lapsed Balances

Fourteen months ended August 31, 2014

Schedule 1

	<u>Appropriations</u>	<u>Vouchered expenditures for the year ended June 30, 2014</u>	<u>Vouchered expenditures for the two months ended August 31, 2014</u>	<u>Total expenditures for the fourteen months ended August 31, 2014</u>	<u>Balances lapsed August 31, 2014</u>	<u>Balances reappropriated August 31, 2014</u>
General Revenue Fund:						
State Scientific Survey	\$ 16,826,500	\$ 15,817,226	\$ 1,009,274	\$ 16,826,500	\$ -	\$ -
Transfer to UI Hospital Services	45,000,000	45,000,000	-	45,000,000	-	-
Total General Revenue Fund	\$ 61,826,500	\$ 60,817,226	\$ 1,009,274	\$ 61,826,500	\$ -	\$ -
Educational Assistance Fund:						
Hispanic Center Excellence	\$ 750,900	\$ 635,079	\$ 115,821	\$ 750,900	\$ -	\$ -
Dixon Springs	308,200	303,133	5,067	308,200	-	-
Dentistry	328,500	328,500	-	328,500	-	-
Personal Services	520,160,600	519,970,333	190,267	520,160,600	-	-
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	1,100,319	72,881	1,173,200	-	-
Labor and Employment Relations Degree Programs	702,000	702,000	-	702,000	-	-
Labor and Employment Relations Certificate Programs	550,000	515,139	34,861	550,000	-	-
Total Educational Assistance Fund	\$ 601,661,200	\$ 601,242,303	\$ 418,897	\$ 601,661,200	\$ -	\$ -
Fire Prevention Fund	\$ 3,523,700	\$ 3,431,420	\$ 92,280	\$ 3,523,700	\$ -	\$ -
State College and University Trust Fund	250,000	188,100	-	188,100	61,900	-
Hazardous Waste Research Fund	500,000	448,348	51,652	500,000	-	-
Emergency Public Health Fund	200,000	194,675	5,325	200,000	-	-
Used Tire Management Fund	200,000	188,460	11,540	200,000	-	-
General Professions Dedicated Fund	500,000	477,759	22,241	500,000	-	-
GRAND TOTAL, ALL FUNDS	\$ 668,661,400	\$ 666,988,291	\$ 1,611,209	\$ 668,599,500	\$ 61,900	\$ -

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 Acts PA098-0033, PA098-0035 & PA098-0591.

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Comparative Schedule of Appropriations, Expenditures, and Lapsed Balances

Budget years of fiscal 2014 and 2013

Schedule 2

	PA 098-0033, PA 098-0035, & PA 098-0591	PA097-0729
	<u>2014</u>	<u>2013</u>
General Revenue Fund:		
Appropriations	\$ 61,826,500	60,826,500
Expenditures:		
State Scientific Survey	16,826,500	15,826,500
Transfer to UI Hospital Services	45,000,000	45,000,000
Total Expenditures	<u>61,826,500</u>	<u>60,826,500</u>
Lapsed Balance	\$ <u>—</u>	<u>—</u>
Educational Assistance Fund:		
Appropriations	\$ 601,661,200	601,566,500
Expenditures:		
Hispanic Center Excellence	750,900	750,900
Dixon Springs	308,200	308,200
Dentistry	328,500	328,500
Personal Services	520,160,600	521,317,900
Awards and Grants	6,057,500	6,057,500
Contractual Services	37,000,000	37,000,000
Health Insurance	24,893,200	24,893,200
Medicare	9,737,100	9,737,100
Public Policy Institute	1,173,200	1,173,200
Labor and Employment Relations Degree Programs	702,000	—
Labor and Employment Relations Certificate Programs	550,000	—
Total Expenditures	<u>601,661,200</u>	<u>601,566,500</u>
Lapsed Balance	\$ <u>—</u>	<u>—</u>
Fire Prevention Fund:		
Appropriations	\$ 3,523,700	3,401,600
Expenditures	<u>3,523,700</u>	<u>3,401,600</u>
Lapsed Balance	\$ <u>—</u>	<u>—</u>
State College and University Trust Fund:		
Appropriations	\$ 250,000	250,000
Expenditures	<u>188,100</u>	<u>189,475</u>
Lapsed Balance	\$ <u>61,900</u>	<u>60,525</u>

See accompanying independent auditors' report.

(Continued)

UNIVERSITY OF ILLINOIS
 Comparative Schedule of Appropriations, Expenditures, and Lapsed Balances
 Budget years of fiscal 2014 and 2013

Schedule 2

	PA 098-0033, PA 098-0035, & PA 098-0591	PA097-0729
	2014	2013
Hazardous Waste Research Fund:		
Appropriations	\$ 500,000	500,000
Expenditures	500,000	500,000
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	\$ 668,661,400	667,444,600
Expenditures	668,599,500	667,384,075
Reappropriated balances	—	—
Lapsed Balances	\$ 61,900	60,525

See accompanying independent auditors' report.

(Continued)

UNIVERSITY OF ILLINOIS
Analysis of State Appropriations –
Significant Lapse Period Expenditures
Two months ended August 31, 2014

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, 2014.

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 2014 and 2013

Schedule 4

	2014	2013
University Income Fund:		
Revenues:		
Net student tuition and fees	\$ 1,037,985,981	973,922,839
Other sources	18,964,266	17,316,147
	1,056,950,247	991,238,986
Provision for bad debts	(2,147,725)	(2,600,250)
Net revenues	1,054,802,522	988,638,736
Add (deduct) net change in:		
Cash	(30,984)	171,248
Accounts receivable	(1,020,452)	18,253,715
Prepaid charges	(1,258,604)	(1,596,431)
Accrued investment income	(7,454,594)	(2,279,793)
Unearned revenue	3,631,768	3,986,686
Accounts payable	(1,842)	(870)
	(6,134,708)	18,534,555
Fiscal year deposits	1,048,667,814	1,007,173,291
Expenditures:		
Unemployment compensation	521,761	650,073
Permanent improvements	1,031,619	1,129,566
Personal services	487,325,142	424,201,333
Awards and grants	123,374,745	111,780,279
Travel	6,424,770	6,497,807
Commodities	13,531,374	13,237,477
Contractual services	171,525,086	175,772,715
Equipment	42,753,064	56,086,213
Telecommunications	23,574,391	22,523,546
Operation of automotive equipment	1,166,280	1,080,702
Workers' compensation	5,309,917	6,366,451
Medicare	7,005,729	5,995,133
Transfers for capital projects	133,261,926	127,275,801
Transfers for debt payments	21,985,865	38,482,264
Total expenditures	1,038,791,669	991,079,360
Increase in fund balance	9,876,145	16,093,931
Fund balance at beginning of budget fiscal year	181,632,221	165,523,551
Prior year adjustments made after final report was completed	(8,449)	14,739
Beginning balance as adjusted	181,623,772	165,538,290
Fund balance at end of budget fiscal year	\$ 191,499,917	181,632,221
Budget	\$ 1,064,232,300	1,012,062,800
Fund balance as percentage of budget	17.99%	17.95%

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 2014 and 2013

Schedule 4

Net student tuition increased by approximately \$64.1 million from fiscal year 2013 to fiscal year 2014. General tuition programs for continuing undergraduates increased approximately 1.7% 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 2014 for first-time enrollments increased approximately 1.7% 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 1.7% 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 2014.

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 \$47.7 million (a 4.8% increase). This change included increases of \$63.1 million in personnel services and \$11.6 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, 2014 and 2013
 (In thousands)

Schedule 5

	2014	2013	Increase (decrease)
Operating revenues:			
Student tuition and fees, net	\$ 1,040,399	989,502	(b) 50,897
Federal appropriations	14,645	16,830	(2,185)
Federal grants and contracts	654,637	692,225	(b) (37,588)
State of Illinois grants and contracts	86,306	92,836	(6,530)
Private and other governmental agency grants and contracts	141,524	150,577	(9,053)
Educational activities	294,353	273,394	20,959
Auxiliary enterprises, net	378,992	369,953	(b) 9,039
Hospital and other medical activities, net	626,094	624,858	1,236
Medical service plan	226,781	236,668	(9,887)
Independent operations	13,704	13,620	84
Interest and service charges on student loans	2,137	2,168	(31)
Total operating revenues	3,479,572	3,462,631	16,941
Operating expenses:			
Instruction	1,259,862	1,249,732	10,130
Research	724,924	746,625	(21,701)
Public service	471,414	459,093	12,321
Academic support	451,948	421,200	30,748
Student services	163,064	160,960	2,104
Institutional support	255,874	250,156	5,718
Operation and maintenance of plant	315,393	282,287	33,106
Scholarships and fellowships	270,036	260,658	(b) 9,378
Auxiliary enterprises	341,780	333,648	8,132
Hospital and medical activities	771,520	761,237	10,283
Independent operations	12,570	12,422	148
Depreciation	249,250	231,556	17,694
Total operating expenses	5,287,635	5,169,574	118,061
Operating loss	(1,808,063)	(1,706,943)	(101,120)
Nonoperating revenues (expenses):			
State appropriations	668,372	666,731	1,641
Transfer of state appropriations to the Illinois DHFS Hospital Services Fund	(45,000)	(45,000)	—
Private gifts	174,875	139,039	35,836
Grants, nonoperating	136,245	128,544	(b) 7,701
On behalf payments for fringe benefits	1,074,913	1,083,666	(8,753)
Net investment income	37,458	68,005	(30,547)
Net increase in the fair value of investments	61,467	5,312	56,155
Interest expense	(70,575)	(70,877)	302
Loss on disposal/impairment of capital assets	(7,093)	(4,783)	(2,310)
Other nonoperating revenues, net	59,347	41,443	(b) 17,904
Net nonoperating revenue	2,090,009	2,012,080	77,929
Income before other revenues	281,946	305,137	(23,191)
Capital state appropriations	10,865	26,123	(15,258)
Capital gifts and grants	13,950	128,461	(114,511)
Private gifts for endowment purposes	348	4,082	(3,734)
Increase in net position	307,109	463,803	(156,694)
Net position, beginning of year, adjusted (a)	4,105,622	3,641,819	(a) 463,803
Net position, end of year	\$ 4,412,731	4,105,622	307,109

(a) Beginning of year net position for fiscal year 2013 were adjusted due to adoption of a new accounting standard, GASB Standard No. 65.

Net position, beginning of year as previously reported	\$ 3,651,209
Cumulative effect of change in accounting principle	(9,390)
Net position, beginning of year, adjusted	\$ 3,641,819

(b) Certain items were reclassified to correspond to the June 30, 2014 presentation.

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, 2014 and 2013

Schedule 5

Consistent with prior years, all variances greater than \$30 million and more than 10% variance from fiscal year 2013, 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:

- *Operation and maintenance of plant (operating expenses)* – This increase is primarily due to large renovation and repair projects in 2014 inside buildings such as Smith Hall, Davenport Hall and the Dental Clinic.
- *Private gifts (nonoperating revenues)* – This increase is due to an increase in cash gifts received through the University of Illinois Foundation with the largest increase for the Electrical & Computer Engineering Department.
- *Net investment income (nonoperating revenues)* – This decrease in fiscal year 2014 is due to large realized gains which occurred in fiscal year 2013 due to a change of investment managers.
- *Net increase in the fair value of investments (nonoperating revenues)* – This increase is due to improving market conditions in fiscal year 2014.
- *Capital gifts and grants (other revenues)* – This decrease is due to the University receiving \$112 million of grant monies 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. The University did not receive as much grant funding for equipment in fiscal year 2014 since the Petascale project was complete.

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Analysis of Significant Account Balances

Cash and Cash Equivalents, Investments, and Accrued Investment Income

June 30, 2014 and 2013

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 bonds, 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, 2014, the University had \$717,000 of bank deposits that were not covered by federal depository insurance or by collateral held by an agent in the University's name. The carrying value of the cash deposits were \$195,900,000 and \$(10,554,000) at June 30, 2014 and 2013, respectively. The carrying value of the University's investment balances, including pooled investments, at June 30, 2014 and 2013 was held as follows (in thousands):

	2014	2013
U.S. Treasury bonds and bills	\$ 340,592	291,725
U.S. government agencies	342,258	184,938
Commercial paper	132,617	12,922
Corporate bonds	618,966	495,442
Bond mutual funds	99,034	83,031
Nongovernment mortgage-backed and other asset-backed securities	324,320	237,180
Non-U.S. government bonds	38,492	41,950
Money market funds	457,664	739,588
Illinois Public Treasurer's Investment Pool	4,082	5,263
U.S. equities	38,335	34,426
International equities	9	5
U.S. equity mutual funds	309,937	233,960
Hedge funds	51,023	—
Limited partnerships	24,568	34,632
Repurchase agreements	205	316
Certificates of deposits	300	21,400
Real estate and farm properties	96,979	82,931
Total	\$ 2,879,381	2,499,709

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Analysis of Significant Account Balances

Cash and Cash Equivalents, Investments, and Accrued Investment Income

June 30, 2014 and 2013

Schedule 6

Refer to the Notes to Financial Statements in the University of Illinois Annual Financial Report for the year ended June 30, 2014, for categorization of investments according to interest rate risk and credit risk assumed by the University at June 30, 2014.

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, 2014 and 2013 was as follows (in thousands):

	<u>2014</u>	<u>2013</u>
Current funds:		
Unrestricted	\$ 3,405	3,453
Restricted	306	270
Loan funds	36	42
Plant funds	<u>2,040</u>	<u>1,226</u>
	<u>\$ 5,787</u>	<u>4,991</u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Analysis of Significant Account Balances
 Accounts and Notes Receivable
 June 30, 2014 and 2013

Schedule 7

	2014	2013
Accounts receivable:		
Current unrestricted funds:		
Student tuition	\$ 31,531,159	30,631,355
Other unrestricted funds	7,892,192	5,058,393
Entity activities:		
Auxiliary enterprises	15,222,446	14,465,534
Hospital and clinics	472,350,810	449,999,247
Other departmental activities	49,684,878	53,068,528
Total accounts receivable	576,681,485	553,223,057
Allowance for doubtful accounts:		
Student tuition	(9,631,771)	(9,752,419)
Other unrestricted funds	(149,701)	(186,046)
Auxiliary enterprises	(5,243,475)	(5,578,482)
Hospital and clinics	(344,346,791)	(306,963,856)
Other departmental activities	(14,125,975)	(12,060,972)
Total allowance for doubtful accounts	(373,497,713)	(334,541,775)
Current unrestricted funds accounts receivable, net	203,183,772	218,681,282
Current restricted funds:		
Medical Service Plans	96,390,905	80,763,239
Grants, contracts, and gifts	167,149,250	198,528,889
Federal appropriations	2,156,624	2,683,235
Endowment farms	127,612	—
Total accounts receivable	265,824,391	281,975,363
Allowance for doubtful accounts:		
Medical Service Plans	(34,878,561)	(29,912,748)
Grants, contracts, and gifts	(1,641,334)	(2,405,797)
Current restricted funds accounts receivable, net	229,304,496	249,656,818
Plant funds, net	11,990,631	10,481,168
Total accounts receivable, net	444,478,899	478,819,268
Notes receivable:		
Loan funds:		
Urbana campus	30,326,156	29,190,570
Chicago campus	36,015,806	35,309,045
Springfield campus	221,230	172,930
Total notes receivable	66,563,192	64,672,545
Allowance for doubtful notes:		
Urbana campus	(1,775,006)	(1,557,177)
Chicago campus	(1,621,551)	(1,392,660)
Springfield campus	(8,253)	(6,943)
Total allowance for doubtful accounts	(3,404,810)	(2,956,780)
Total notes receivable, net	63,158,382	61,715,765
Total accounts and notes receivable, net	\$ 507,637,281	540,535,033

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Analysis of Significant Account Balances

Accounts and Notes Receivable

Student Tuition Receivable

June 30, 2014 and 2013

Schedule 7

June 30, 2014				
	Total	Urbana Campus	Chicago Campus	Springfield Campus
Student tuition receivable:				
Current–30 days	\$ 11,342,830	6,126,897	4,627,946	587,987
31–90 days	783,762	564,428	183,230	36,104
Over 90 days	<u>19,404,567</u>	<u>6,701,203</u>	<u>10,358,707</u>	<u>2,344,657</u>
Total student tuition receivable	31,531,159	13,392,528	15,169,883	2,968,748
Allowance for doubtful accounts	<u>(9,631,771)</u>	<u>(3,105,255)</u>	<u>(5,406,564)</u>	<u>(1,119,952)</u>
Student tuition receivable, net	\$ <u><u>21,899,388</u></u>	<u><u>10,287,273</u></u>	<u><u>9,763,319</u></u>	<u><u>1,848,796</u></u>
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	<u>20,026,732</u>	<u>6,852,070</u>	<u>10,790,766</u>	<u>2,383,896</u>
Total student tuition receivable	30,631,355	12,197,506	15,453,526	2,980,323
Allowance for doubtful accounts	<u>(9,752,419)</u>	<u>(3,242,933)</u>	<u>(5,358,267)</u>	<u>(1,151,219)</u>
Student tuition receivable, net	\$ <u><u>20,878,936</u></u>	<u><u>8,954,573</u></u>	<u><u>10,095,259</u></u>	<u><u>1,829,104</u></u>

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, 2014 and 2013

(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>2014</u>	<u>2013</u>
Active accounts:		
Patient receivables	\$ 165,943	173,379
Less bad debt allowance	(47,302)	(40,516)
Net patient receivables	<u>\$ 118,641</u>	<u>132,863</u>
Bad debt allowance – as a percent of patient receivables	28.50%	23.37%
Days revenue in net patient receivables	79	87
Write-offs of uncollectible accounts, net of recoveries	\$ 4,282	9,889
As a percent of gross revenue	0.23%	0.55%
Provision for bad debts	\$ 41,665	37,782
As a percent of gross revenue	2.20%	2.11%
Aging:		
0–30 days (including in-house)	56.39%	63.66%
31–90 days	21.28	14.01
91–180 days	11.38	10.87
Over 180 days	10.95	11.46
	<u>100.00%</u>	<u>100.00%</u>
Inactive accounts:		
Patient receivables	\$ 295,532	265,278
Less bad debt allowance	(295,532)	(265,278)
Net patient receivables	<u>\$ —</u>	<u>—</u>
Health Services Facilities System Receivables:		
Active patient receivables	\$ 165,943	173,379
Inactive patient receivables	295,532	265,278
Other receivables	10,561	11,177
Due from related organizations	315	165
Total Health Services Facilities System receivables	<u>\$ 472,351</u>	<u>449,999</u>
Allowance for doubtful accounts:		
Active patient receivables	\$ (47,302)	(40,516)
Inactive patient receivables	(295,532)	(265,278)
Other receivables	(1,513)	(1,170)
Total Health Services Facilities System allowance for doubtful accounts	<u>\$ (344,347)</u>	<u>(306,964)</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, 2014 and 2013

Schedule 7

		June 30, 2014				
		Total	Urbana Campus	Chicago Campus	Springfield Campus	University Administration
Grants, contracts, and gifts:						
U.S. government grants and contracts	\$	89,533,004	59,542,192	29,319,522	64,861	606,429
Private gifts, grants, and contracts		32,646,600	18,175,705	14,268,948	32,530	169,417
State of Illinois grants and contracts		43,328,312	28,175,678	13,118,384	768,572	1,265,678
Total grants, contracts, and gifts receivable, net		<u>\$ 165,507,916</u>	<u>105,893,575</u>	<u>56,706,854</u>	<u>865,963</u>	<u>2,041,524</u>
		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		<u>\$ 196,123,092</u>	<u>132,232,149</u>	<u>60,158,716</u>	<u>1,722,218</u>	<u>2,010,009</u>

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, 2014 and 2013

Schedule 7

	2014	2013
Urbana campus:		
Age:		
Not in repayment status/current billing	\$ 25,348,672	24,367,748
Under 120 days	924,024	1,116,087
Over 120 days	4,053,460	3,706,735
	30,326,156	29,190,570
Allowance for doubtful notes	(1,775,006)	(1,557,177)
Total – Urbana campus, net	28,551,150	27,633,393
Chicago campus:		
Age:		
Not in repayment status/current billing	30,389,825	29,678,092
Under 120 days	1,751,764	1,908,376
Over 120 days	3,874,217	3,722,577
	36,015,806	35,309,045
Allowance for doubtful notes	(1,621,551)	(1,392,660)
Total – Chicago campus, net	34,394,255	33,916,385
Springfield campus:		
Age:		
Not in repayment status/current billing	186,668	130,121
Under 120 days	12,750	16,847
Over 120 days	21,812	25,962
	221,230	172,930
Allowance for doubtful notes	(8,253)	(6,943)
Total – Springfield campus, net	212,977	165,987
All campuses:		
Age:		
Not in repayment status/current billing	55,925,165	54,175,961
Under 120 days	2,688,538	3,041,310
Over 120 days	7,949,489	7,455,274
	66,563,192	64,672,545
Allowance for doubtful notes	(3,404,810)	(2,956,780)
Total – all campuses, net	\$ 63,158,382	61,715,765

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, 2014

Schedule 8

	<u>Beginning balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Transfers</u>	<u>Ending balance</u>
Nondepreciable capital assets:					
Land	\$ 135,822,035	—	—	—	135,822,035
Construction in progress	207,852,074	212,700,180	—	(176,376,442)	244,175,812
Inexhaustible collections	21,809,628	670,346	—	—	22,479,974
Total nondepreciable capital assets	<u>365,483,737</u>	<u>213,370,526</u>	<u>—</u>	<u>(176,376,442)</u>	<u>402,477,821</u>
Depreciable capital assets:					
Buildings	3,706,291,770	266,282	—	150,122,312	3,856,680,364
Improvements and infrastructure	681,910,243	—	—	17,846,967	699,757,210
Equipment	1,209,697,082	70,646,713	(63,580,016)	5,643,013	1,222,406,792
Exhaustible collections	575,894,001	29,378,320	(2,830,052)	—	602,442,269
Software	172,311,703	—	—	2,764,150	175,075,853
Subtotal	6,346,104,799	100,291,315	(66,410,068)	176,376,442	6,556,362,488
Less accumulated depreciation	<u>3,213,456,047</u>	<u>249,250,400</u>	<u>(59,316,568)</u>	<u>—</u>	<u>3,403,389,879</u>
Total net depreciable capital assets	<u>3,132,648,752</u>	<u>(148,959,085)</u>	<u>(7,093,500)</u>	<u>176,376,442</u>	<u>3,152,972,609</u>
Total capital assets	<u>\$ 3,498,132,489</u>	<u>64,411,441</u>	<u>(7,093,500)</u>	<u>—</u>	<u>3,555,450,430</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, 2014

Schedule 8

Major changes to buildings

Additions to buildings

Chicago:

Other (additions less than \$500,000)	\$ <u>266,282</u>
Total additions to buildings	\$ <u><u>266,282</u></u>

Transfers to buildings

Urbana-Champaign:

Advanced Computation Building	\$ 658,259
Bousfield Hall	64,628,639
Burrill Hall	875,493
Illini Union	1,410,429
Memorial Stadium	5,641,191
Veterinary Medicine Basic Sciences Building	6,283,943
Veterinary Teaching Hospital	<u>7,426,478</u>
Urbana-Champaign major transfers to buildings	86,924,432
Other (transfers less than \$500,000)	<u>1,867,198</u>
Total transfers to buildings – Urbana-Champaign	<u><u>88,791,630</u></u>

Chicago:

College of Dentistry	8,759,952
College of Pharmacy	1,379,663
Curtis Granderson Stadium	6,870,300
Mile Square Health Center	35,498,673
Outpatient Care Center	3,936,730
Student Center East	1,690,198
University of Illinois Hospital	<u>2,252,742</u>
Chicago major transfers to buildings	60,388,258
Other (transfers less than \$500,000)	<u>942,424</u>
Total transfers to buildings – Chicago	<u><u>61,330,682</u></u>
Total transfers to buildings	\$ <u><u>150,122,312</u></u>

Major changes to improvements and infrastructure

Transfers to improvements and infrastructure

Urbana-Champaign:

Campus Chiller	\$ 11,992,599
Willard Airport Improvement	<u>2,726,482</u>
Total transfers to improvements and infrastructure – Urbana-Champaign	<u><u>14,719,081</u></u>

Chicago:

Dual Fuel Capability Boilers	1,995,984
Water Treatment West Plant	<u>1,131,902</u>
Total transfers to improvements and infrastructure – Chicago	<u><u>3,127,886</u></u>
Total transfers to improvements and infrastructure	\$ <u><u>17,846,967</u></u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Analysis of Significant Account Balances
 Capital Assets
 Year ended June 30, 2014

Schedule 8

Major changes to equipment

Equipment additions and transfers by category

Urbana-Champaign:	
Willard Airport	\$ 59,537
Auxiliaries	1,616,604
Other self-supporting	23,067,170
General campus	<u>22,616,369</u>
Total additions and transfers to equipment – Urbana-Champaign	<u>47,359,680</u>
Chicago:	
Hospital	9,534,766
Auxiliaries	346,766
Other self-supporting	2,739,664
General campus	<u>14,228,330</u>
Total additions and transfers to equipment – Chicago	<u>26,849,526</u>
Springfield:	
Auxiliaries	6,426
Other self-supporting	145,573
General campus	<u>593,997</u>
Total additions and transfers to equipment – Springfield	<u>745,996</u>
University administration:	
Other self-supporting	31,874
General campus	<u>1,302,650</u>
Total additions and transfers to equipment– University Administration	<u>1,334,524</u>
Total additions and transfers to equipment	<u>\$ 76,289,726</u>

Equipment trade-ins, disposals, and adjustments by category

Urbana-Champaign:	
Willard Airport	\$ —
Auxiliaries	(327,633)
Other self-supporting	(7,085,102)
General campus	<u>(22,396,502)</u>
Total trade-ins, disposals, and adjustments – Urbana-Champaign	<u>(29,809,237)</u>
Chicago:	
Hospital	(8,925,748)
Auxiliaries	(136,135)
Other self-supporting	(5,760,235)
General campus	<u>(16,839,901)</u>
Total trade-ins, disposals, and adjustments – Chicago	<u>(31,662,019)</u>
Springfield:	
Auxiliaries	(57,350)
Other self-supporting	(375,624)
General campus	<u>(136,566)</u>
Total trade-ins, disposals, and adjustments – Springfield	<u>(569,540)</u>
University administration:	
Other self-supporting	(199,688)
General campus	<u>(1,339,532)</u>
Total trade-ins, disposals, and adjustments – University Administration	<u>(1,539,220)</u>
Total trade-ins, disposals, and adjustments of equipment	<u>\$ (63,580,016)</u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Analysis of Significant Account Balances
 Capital Assets
 Year ended June 30, 2014

Schedule 8

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

Trade-ins	
Urbana-Champaign	\$ (3,229,221)
Chicago	(763,179)
Springfield	(45,857)
University administration	<u>(894,001)</u>
Total trade-ins of equipment	<u>(4,932,258)</u>
Disposals	
Urbana-Champaign	(26,580,016)
Chicago	(30,898,840)
Springfield	(523,683)
University administration	<u>(645,219)</u>
Total disposals of equipment	<u>(58,647,758)</u>
Total trade-ins, disposals, and adjustments of equipment	<u>\$ (63,580,016)</u>

Major changes to software

Additions/transfers to software by category	
Chicago:	
Hospital	\$ <u>2,764,150</u>
Total additions/transfers to software – Chicago	<u>2,764,150</u>
Total additions/transfers to software	<u>\$ 2,764,150</u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Analysis of Significant Account Balances
 Capital Assets
 Year ended June 30, 2014

Schedule 8

Major changes to exhaustible collections

Additions/transfers to exhaustible collections by category

Urbana-Champaign:

General Campus	\$ <u>19,733,229</u>
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Total additions/transfers to exhaustible collections – Urbana-Champaign	<u>19,733,229</u>
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Chicago:

General campus	<u>8,434,215</u>
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Total additions/transfers to exhaustible collections – Chicago	<u>8,434,215</u>
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Springfield:

General campus	<u>1,210,876</u>
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Total additions/transfers to exhaustible collections – Springfield	<u>1,210,876</u>
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Total additions/transfers to exhaustible collections	\$ <u><u>29,378,320</u></u>
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Trade-ins, disposals, and adjustments of exhaustible collections by category

Urbana-Champaign:

General campus	\$ <u>(1,933,830)</u>
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Total trade-ins, disposal, and adjustments – Urbana-Champaign	<u>(1,933,830)</u>
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Chicago:

General campus	<u>(620,048)</u>
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Total trade-ins, disposal, and adjustments – Chicago	<u>(620,048)</u>
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Springfield:

General campus	<u>(276,174)</u>
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Total trade-ins, disposal, and adjustments – Springfield	<u>(276,174)</u>
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Total trade-ins, disposals, and adjustments of exhaustible collections	\$ <u><u>(2,830,052)</u></u>
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Major changes to inexhaustible collections

Additions/transfers to inexhaustible collections by category

Urbana-Champaign:

General campus	\$ <u>670,346</u>
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Total additions/transfers to inexhaustible collections – Urbana-Champaign	<u>670,346</u>
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Total additions/transfers to inexhaustible collections	\$ <u><u>670,346</u></u>
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See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Analysis of Significant Account Balances
 Capital Assets
 Year ended June 30, 2014

Schedule 8

Major changes to construction in progress

Transfers from construction in progress

Urbana-Champaign:

Advanced Computation Building	\$ (658,259)
Bousfield Hall	(64,628,639)
Burrill Hall	(875,493)
Campus Chiller	(11,992,599)
Illini Union	(1,410,429)
Memorial Stadium	(5,641,191)
Veterinary Medicine Basic Sciences Building	(6,283,943)
Veterinary Teaching Hospital	(7,426,478)
Willard Airport Improvement	<u>(2,726,482)</u>
Urbana-Champaign major transfers from construction in progress	(101,643,513)
Other (transfers less than \$500,000)	<u>(7,496,277)</u>
Total transfers from construction in progress – Urbana-Champaign	<u>(109,139,790)</u>

Chicago:

College of Dentistry	(8,759,952)
College of Pharmacy	(1,379,663)
Curtis Granderson Stadium	(6,870,300)
Dual Fuel Capability Boilers	(1,995,984)
Mile Square Health Center	(35,498,673)
Outpatient Care Center	(3,936,730)
Power Insight Electronic Data Warehouse	(1,000,015)
Student Center East	(1,690,198)
University of Illinois Hospital	(2,252,742)
Water Treatment West Plant	<u>(1,131,902)</u>
Chicago major transfers from construction in progress	(64,516,159)
Other (transfers less than \$500,000)	<u>(2,720,493)</u>
Total transfers from construction in progress – Chicago	<u>(67,236,652)</u>
Total transfers from construction in progress	<u>(176,376,442)</u>
Total changes to construction in progress	<u>\$ 36,323,738</u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Analysis of Significant Account Balances
 Accounts Payable and Accrued Liabilities
 June 30, 2014 and 2013

Schedule 9

	2014	2013	Increase (decrease)
All funds:			
Accounts payable	\$ 323,016,176	301,062,625	21,953,551
Accrued payroll	160,333,854	149,378,954	10,954,900
Accrued interest	18,929,967	15,665,392	3,264,575
Accrued compensated absences:			
Vacation	156,940,061	153,552,590	3,387,471
Sick leave	42,233,364	46,706,721	(4,473,357)
Total compensated absences	199,173,425	200,259,311	(1,085,886)
Accrued self-insurance	223,744,079	232,322,000	(8,577,921)
Total accounts payable and accrued liabilities	\$ 925,197,501	898,688,282	26,509,219

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 2005–2008 were not audited by KPMG)

Schedule 9

	<u>Accrued vacation pay</u>	<u>Accrued sick pay</u>	<u>Total</u>
2014	\$ 156,940,061	42,233,364	199,173,425
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

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Analysis of Significant Account Balances
 Unearned Revenue and Student Deposits
 June 30, 2014 and 2013

Schedule 10

	2014	2013
Unearned revenue and student deposits:		
Unearned General Revenue Fund appropriations	\$ 900,827	704,744
Unearned tuition	48,141,425	44,509,657
Student deposits	2,373,754	2,209,293
Auxiliary enterprises under indenture	8,294,136	6,531,212
Auxiliary enterprises not under indenture	6,665,225	6,904,500
Departmental activities	11,782,364	10,574,540
Storerooms and other services	130,917	328,968
U.S. grants and contracts	5,295,107	7,036,425
Private grants and contracts	70,940,728	65,568,731
State of Illinois grants and contracts	7,386,146	11,283,501
Unexpended plant	1,229,639	1,186,861
Other	3,538,941	2,158,438
Total unearned revenue and student deposits	\$ 166,679,209	158,996,870

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Analysis of Significant Account Balances
 Bonds Payable and Accrued Interest
 Year ended June 30, 2014

Schedule 11

	<u>Balance at June 30, 2013</u>	<u>Bonds issued</u>	<u>Principal reductions</u>	<u>Accretion on bonds</u>	<u>Balance at June 30, 2014</u>
University of Illinois Auxiliary Facilities					
System Revenue Bonds:					
Series 1991	\$ 97,110,065	—	16,270,000	6,963,967	87,804,032
Series 1999A	22,695,615	—	—	1,440,076	24,135,691
Series 1999B	895,000	—	565,000	—	330,000
Series 2001A	47,425,000	—	4,580,000	—	42,845,000
Series 2001B	11,160,000	—	1,570,000	—	9,590,000
Series 2003A	38,285,000	—	—	—	38,285,000
Series 2005A	77,565,000	—	5,070,000	—	72,495,000
Series 2006	145,275,000	—	3,085,000	—	142,190,000
Series 2008	18,925,000	—	430,000	—	18,495,000
Series 2009A	81,220,000	—	770,000	—	80,450,000
Series 2010A	55,510,000	—	1,095,000	—	54,415,000
Series 2011A	81,075,000	—	1,185,000	—	79,890,000
Series 2011B	8,490,000	—	895,000	—	7,595,000
Series 2011C	71,720,000	—	1,700,000	—	70,020,000
Series 2013A	212,540,000	—	960,000	—	211,580,000
Series 2014A	—	159,985,000	—	—	159,985,000
Series 2014B	—	17,845,000	—	—	17,845,000
Series 2014C	—	50,000,000	—	—	50,000,000
Total Auxiliary Facilities System	<u>969,890,680</u>	<u>227,830,000</u>	<u>38,175,000</u>	<u>8,404,043</u>	<u>1,167,949,723</u>
UIC South Campus Development					
Revenue Bonds:					
Series 2003	6,370,000	—	525,000	—	5,845,000
Series 2008	51,205,000	—	4,425,000	—	46,780,000
Total UIC South Campus Development	<u>57,575,000</u>	<u>—</u>	<u>4,950,000</u>	<u>—</u>	<u>52,625,000</u>
University of Illinois Health Services					
Facilities System Revenue Bonds:					
Series 1997B	16,200,000	—	900,000	—	15,300,000
Series 2008	37,990,000	—	2,105,000	—	35,885,000
Series 2013	—	70,785,000	—	—	70,785,000
Total Health Services Facilities System	<u>54,190,000</u>	<u>70,785,000</u>	<u>3,005,000</u>	<u>—</u>	<u>121,970,000</u>
Total bonds payable	<u>\$ 1,081,655,680</u>	<u>298,615,000</u>	<u>46,130,000</u>	<u>8,404,043</u>	<u>1,342,544,723</u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
Analysis of Significant Account Balances
Bonds Payable and Accrued Interest
June 30, 2014

Schedule 11

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.

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.

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.

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Analysis of Significant Account Balances

Bonds Payable and Accrued Interest

June 30, 2014

Schedule 11

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 were issued in the principal amount of \$135,630,000. Series 2001B 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 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.

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.

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.

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
Analysis of Significant Account Balances
Bonds Payable and Accrued Interest
June 30, 2014

Schedule 11

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.

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 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.

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.

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.

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.

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
Analysis of Significant Account Balances
Bonds Payable and Accrued Interest
June 30, 2014

Schedule 11

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.

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.

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 refund certain outstanding obligations of the Board (Series 2003A, 2005A, and 2006) and pay costs of issuing the Series 2013A Bonds.

Series 2014A and Series 2014B

On February 19, 2014, the Series 2014A and Series 2014B Bonds were issued in the principal amount of \$159,985,000 and \$17,845,000, respectively. Series 2014A Bonds are current interest bonds which bear interest at 5.00% per annum, payable semiannually commencing April 1, 2014, and mature annually April 1, 2024 thru 2044. Series 2014B Bonds are current interest bonds which bear interest at rates ranging from 0.862% to 3.926% per annum, payable semiannually commencing April 1, 2014, and mature annually April 1, 2016 thru 2023.

Proceeds of the Series 2014AB Bonds will be used, together with other lawfully available funds including the proceeds of the Taxable Series 2014C Bonds, to (i) pay a part of the costs of various improvements and additions to the System, and (ii) pay costs of issuing the Series 2014AB Bonds.

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
Analysis of Significant Account Balances
Bonds Payable and Accrued Interest
June 30, 2014

Schedule 11

Series 2014C

On February 19, 2014, the Taxable Series 2014C Bonds were issued in the principal amount of \$50,000,000. Series 2014C Bonds are variable rate bonds bearing a weekly rate originally estimated at 3.60% per annum over the life of the bonds. Interest is payable monthly commencing March 2014. The bonds mature annually April 1, 2037 through 2044.

The proceeds of the Series 2014C Bonds, will be used, together with other lawfully available funds including the proceeds of the Series 2014A and Series 2014B Bonds to (i) pay a part of the costs of various improvements and additions to the Auxiliary Facilities System of the University of Illinois (the "System") and (ii) pay costs of issuing the Series 2014C Bonds.

University of Illinois UIC South Campus Development Project

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 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.

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 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.

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
Analysis of Significant Account Balances
Bonds Payable and Accrued Interest
June 30, 2014

Schedule 11

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 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.

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 bonds began maturing annually, commencing October 1, 2011 through 2026. 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.

Series 2013 Bonds

On September 5, 2013, the Series 2013 Bonds were issued in the principal amount of \$70,785,000. The Series 2013 bonds are current interest bonds which bear interest at rates ranging from 5.00% to 6.25% per annum, payable semiannually, commencing April 1, 2014. The bonds mature annually October 1, 2027 through 2042.

Proceeds from the sale of the Series 2013 Bonds were used to finance the costs of certain construction, renovation and equipment purchases for the Health Services Facilities System and to pay costs incidental to the issuance of the Series 2013 Bonds.

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Analysis of Significant Account Balances
 Bonds Payable and Accrued Interest
 June 30, 2014

Schedule 11

(1) Advance Refunded Bonds

	Outstanding at June 30, 2014
University of Illinois Auxiliary Facilities System, Series 2005A	\$ 54,950,000
University of Illinois Auxiliary Facilities System, Series 2006	<u>160,460,000</u>
	<u><u>\$ 215,410,000</u></u>

(2) Accrued Interest

Accrued interest on outstanding bonds payable at June 30, 2014 is as follows:

	Outstanding at June 30, 2014
University of Illinois Auxiliary Facilities System Revenue Bonds	\$ 12,105,260
University of Illinois Health Services Facilities System Revenue Bonds	1,154,822
University of Illinois UIC South Campus Development Revenue Bonds	<u>268,161</u>
	<u><u>\$ 13,528,243</u></u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Analysis of Significant Account Balances
 Leaseholds Payable and Other Obligations
 Year ended June 30, 2014

Schedule 12

Lessor	Balance at June 30, 2013	Increase in leaseholds and other obligations	Principal payments	Cancellations and adjustments	Balance at June 30, 2014
Leaseholds payable:					
Certificates of participation:					
Series 2003 UI Integrate	\$ 26,215,000	—	12,780,000	—	13,435,000
Series 2003 Utility Infrastructure	26,190,000	—	6,080,000	—	20,110,000
Series 2004 Utility Infrastructure	118,160,000	—	7,410,000	—	110,750,000
Series 2005 College of Medicine	14,505,000	—	915,000	—	13,590,000
Series 2006A Academic Facilities	60,900,000	—	3,470,000	—	57,430,000
Series 2007A	72,015,000	—	160,000	—	71,855,000
Series 2007B	45,645,000	—	—	—	45,645,000
Series 2009A	34,785,000	—	1,875,000	—	32,910,000
Total COPs	<u>398,415,000</u>	<u>—</u>	<u>32,690,000</u>	<u>—</u>	<u>365,725,000</u>
Other capital leases:					
Banc of America	2,509,493	2,278,228	783,522	—	4,004,199
CBI Leasing	29,431	—	9,382	—	20,049
Cerner Software	1,285,116	—	938,731	—	346,385
Commerce Bank	10,716	—	5,223	—	5,493
CreekrIDGE Capital	54,531	—	17,288	—	37,243
Deere Credit	248,212	409,415	82,475	(248,212)	326,940
Diagnostica Stago Inc	—	29,441	1,877	—	27,564
Eltekon Capital	974,130	—	813,213	(87,805)	73,112
First Southwest Leasing	523,018	—	523,018	—	—
Illinois Medical District Commission	28,728,000	—	1,020,700	—	27,707,300
Municipal Asset Management	55,933	—	3,438	4	52,499
Shimadzu Financial	24,390	—	15,885	—	8,505
Stryker Sales Corp	34,773	—	7,393	—	27,380
Suntrust Leasing Corporation	363,200	—	116,992	—	246,208
Thermo Fisher Financial	85,439	—	21,807	—	63,632
US BankCorp	4,469,620	—	869,242	—	3,600,378
WALZ Leasing	4,942	—	2,416	—	2,526
Total other capital leases	<u>39,400,944</u>	<u>2,717,084</u>	<u>5,232,602</u>	<u>(336,013)</u>	<u>36,549,413</u>
Total leaseholds payable	<u>437,815,944</u>	<u>2,717,084</u>	<u>37,922,602</u>	<u>(336,013)</u>	<u>402,274,413</u>
Other obligations:					
Energy services agreement installment payment contract 2010	15,769,877	—	1,041,740	—	14,728,137
Energy services agreement installment payment contract 2013	—	32,600,000	883,787	—	31,716,213
Environmental remediation liabilities	353,000	—	73,000	—	280,000
Total other obligations	<u>16,122,877</u>	<u>32,600,000</u>	<u>1,998,527</u>	<u>—</u>	<u>46,724,350</u>
Total leaseholds payable and other obligations	<u>\$ 453,938,821</u>	<u>35,317,084</u>	<u>39,921,129</u>	<u>(336,013)</u>	<u>448,998,763</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, 2014

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, 2014, 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, Series 2013A, Series 2014A, Series 2014B and Series 2014C (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, 2014

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

Entity Descriptions,
Auxiliary Facilities System Bonds, and
Special Bonds

Year ended June 30, 2014

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,
Auxiliary Facilities System Bonds, and
Special Bonds

Year ended June 30, 2014

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, 2014

Schedule 14

**All
campuses**

Assets:	
Current assets:	
Claim on cash and on pooled investments	\$ 158,281,598
Cash and cash equivalents	10,527,002
Investments	677,763
Investments, restricted	1,324,151
Accrued investment income	969,697
Accounts receivable, net of allowance	7,080,346
Inventories	7,480,327
Prepaid expenses	316,122
Total current assets	<u>186,657,006</u>
Noncurrent assets:	
Cash and cash equivalents	24,814,763
Investments, restricted	223,633,241
Capital assets, net of accumulated depreciation	<u>1,009,216,612</u>
Total noncurrent assets	<u>1,257,664,616</u>
Deferred outflow of resources	<u>27,652,855</u>
Total assets and deferred outflow of resources	<u>\$ 1,471,974,477</u>
Liabilities:	
Current liabilities:	
Accounts payable and accrued liabilities	\$ 46,747,980
Accrued compensated absences, current portion	651,271
Unearned revenue	8,294,136
Notes payable to the University, current portion	2,654,013
Bonds and leaseholds payable, current portion	<u>40,979,983</u>
Total current liabilities	<u>99,327,383</u>
Noncurrent liabilities:	
Accrued compensated absences	5,433,898
Notes payable to the University	8,554,015
Bonds and leaseholds payable	<u>1,190,187,880</u>
Total noncurrent liabilities	<u>1,204,175,793</u>
Total liabilities	<u>1,303,503,176</u>
Net position:	
Net investment in capital assets	10,952,416
Restricted:	
Expendable for debt service	25,492,766
Unrestricted	<u>132,026,119</u>
Total net position	<u>168,471,301</u>
Total liabilities and net position	<u>\$ 1,471,974,477</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, 2014

Schedule 14

	<u>All campuses</u>
Operating revenues:	
Room and board, net of waivers	\$ 139,170,736
Merchandise and retail food sales	34,230,416
Student service fees	92,721,641
Public events and recreation fees	6,943,194
Parking income	25,971,705
Rental and lease income	22,302,271
Vending income	2,234,529
Other operating revenue	<u>10,960,814</u>
Total operating revenues	<u>334,535,306</u>
Operating expenses:	
Salaries and wages	90,708,702
Merchandise and food for resale	36,096,483
Repairs and maintenance	5,539,503
Professional and other contractual services	39,137,663
Utilities	30,207,763
Supplies	12,867,363
Noncapitalized renovations and equipment	11,900,464
Administrative services	16,191,579
Other operating expense	4,864,518
Depreciation	32,580,892
On behalf payments for fringe benefits	<u>45,590,951</u>
Total operating expenses	<u>325,685,881</u>
Operating income	<u>8,849,425</u>
Nonoperating revenues (expenses):	
On behalf payments for fringe benefits	45,590,951
Investment income (net of related expenses)	3,691,656
Interest on capital asset related debt	(47,989,397)
Loss on disposal of capital assets	(89,135)
Other nonoperating expenses, net	<u>(1,371,312)</u>
Total nonoperating expenses, net	<u>(167,237)</u>
Increase in net position	8,682,188
Net position, beginning of year (a)	<u>159,789,113</u>
Net position, end of year	<u>\$ 168,471,301</u>

(a) Beginning of year net position for fiscal year 2013 was adjusted due to adoption of a new accounting standard, GASB Standard No. 65, which resulted in a cumulative effect of change in accounting principle in the amount of \$(5,670,258).

See accompanying independent auditors' report.

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

June 30, 2014

Schedule 15

	Urbana	Chicago	Springfield
Assets:			
Current assets:			
Cash and cash equivalents	\$ 16,438,490	8,916,939	782,526
Accounts receivable and accrued investment income	870,200	1,961,609	122,356
Inventories	109,095	—	17,028
Prepaid expenses and charges	1,333,766	366,435	34,195
Total current assets	18,751,551	11,244,983	956,105
Noncurrent assets:			
Capital assets, net of accumulated depreciation	2,210,771	286,000	506,436
Total assets	\$ 20,962,322	11,530,983	1,462,541
Liabilities:			
Current liabilities:			
Accounts payable and accrued liabilities	\$ 2,875,205	704,702	493,202
Unearned revenue	3,423,085	3,070,335	171,805
Accrued compensated absences, current portion	62,601	66,644	12,211
Total current liabilities	6,360,891	3,841,681	677,218
Noncurrent liabilities:			
Accrued compensated absences	506,496	539,207	98,796
Total liabilities	6,867,387	4,380,888	776,014
Net position:			
Net investment in capital assets	2,210,771	286,000	506,436
Unrestricted	11,884,164	6,864,095	180,091
Total net position	14,094,935	7,150,095	686,527
Total liabilities and net position	\$ 20,962,322	11,530,983	1,462,541

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, 2014

Schedule 15

	<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>
Operating revenues:			
Student program fees	\$ 33,336,756	35,401,421	2,737,214
Merchandise and food sales	1,227,722	53,696	1,099
Public events and recreation fees	311,096	7,855	5,958
Rental and lease income	161,679	900	—
Room and board	144,218	—	—
Parking income	—	24,519	—
Vending income	—	2,424	—
Other operating revenue	8,636,519	2,128,838	708,829
Total operating revenues	<u>43,817,990</u>	<u>37,619,653</u>	<u>3,453,100</u>
Operating expenses:			
Salaries and wages	8,746,233	5,344,140	1,551,242
Merchandise and food for resale	367,515	7,075,183	45,921
Repairs and maintenance	34,982	161,738	3,954
Professional and other contractual services	21,208,009	12,467,628	1,239,615
Utilities	89,651	92,572	10,335
Supplies	1,580,969	1,010,880	349,237
Equipment rental	5,074,981	117,197	47,374
Administrative services	254,352	339,842	19,904
Other operating expense	4,095,019	10,838,191	238,604
Depreciation and amortization	196,913	79,644	42,908
Total operating expenses	<u>41,648,624</u>	<u>37,527,015</u>	<u>3,549,094</u>
Operating income (loss)	<u>2,169,366</u>	<u>92,638</u>	<u>(95,994)</u>
Nonoperating revenues (expenses):			
Investment income (net of related expenses)	330,250	123,561	5,720
Other nonoperating expenses, net	(112,714)	(230)	—
Total nonoperating revenues, net	<u>217,536</u>	<u>123,331</u>	<u>5,720</u>
Increase (decrease) in net position	2,386,902	215,969	(90,274)
Net position, beginning of year	<u>11,708,033</u>	<u>6,934,126</u>	<u>776,801</u>
Net position, end of year	<u>\$ 14,094,935</u>	<u>7,150,095</u>	<u>686,527</u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
Statement of Net Position
Storerooms and Service Departments
Communication and Computing Services
June 30, 2014

Schedule 16

All campuses

Assets:	
Current assets:	
Cash and cash equivalents	\$ 13,303,493
Investments	709
Accounts receivable	158,863
Inventories	1,077,420
Prepaid expenses and charges	597,158
Total current assets	<u>15,137,643</u>
Noncurrent assets:	
Capital assets, net of accumulated depreciation	<u>14,046,632</u>
Total noncurrent assets	<u>14,046,632</u>
Total assets	<u><u>\$ 29,184,275</u></u>
Liabilities:	
Current liabilities:	
Accounts payable and accrued liabilities	\$ 3,372,419
Accrued compensated absences, current portion	401,213
Leaseholds payable and other obligations, current portion	271,093
Total current liabilities	<u>4,044,725</u>
Noncurrent liabilities:	
Accrued compensated absences	3,246,176
Leaseholds payable and other obligations	14,127,681
Total noncurrent liabilities	<u>17,373,857</u>
Total liabilities	<u>21,418,582</u>
Net position (deficit):	
Net investment in capital assets	(352,142)
Restricted	654
Unrestricted	8,117,181
Total net position	<u>7,765,693</u>
Total liabilities and net position	<u><u>\$ 29,184,275</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, 2014

Schedule 16

	All campuses
Operating revenues:	
Campus Information Technologies and Educational Services	\$ 66,602,443
Academic Computing and Communication Center services	9,874,944
Merchandise and food sales	4,205,005
Administrative Information Technology Services (AITS) training and assistance	1,361,378
Business Information Systems services	739,976
Rental and lease income	301,358
Other sources	3,430
Total operating revenues	83,088,534
Operating expenses:	
Salaries and wages	29,105,476
Merchandise and food for resale	5,855,915
Repairs and maintenance	1,249,942
Professional and other contractual services	26,171,642
Utilities	11,657,437
Supplies	3,541,887
Equipment rental	328,495
Other operating expense	1,349,214
Depreciation and amortization	10,373,513
Total operating expenses	89,633,521
Operating loss	(6,544,987)
Nonoperating revenues (expenses):	
State appropriations for debt service	13,622,708
Investment income (net of related expenses)	1,246,912
Interest on capital asset related debt	(421,255)
Loss on disposal of capital assets	(333,804)
Other nonoperating revenues, net	498,961
Total nonoperating revenues, net	14,613,522
Increase in net position	8,068,535
Net deficit, beginning of year	(302,842)
Net position, end of year	\$ 7,765,693

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
Statement of Net Position
Storerooms and Service Departments
Plant and Services Operations
June 30, 2014

Schedule 16

All campuses

Assets:	
Current assets:	
Cash and cash equivalents	\$ 95,223,863
Investments	18,483
Accounts receivable and accrued investment income	5,877,555
Inventories	8,169,374
Prepaid expenses and charges	1,504,087
Other assets	2,000,000
Total current assets	<u>112,793,362</u>
Noncurrent assets:	
Capital assets, net of accumulated depreciation	<u>186,049,608</u>
Total noncurrent assets	<u>186,049,608</u>
Deferred outflow of resources	<u>4,578,455</u>
Total assets	<u><u>\$ 303,421,425</u></u>
Liabilities:	
Current liabilities:	
Accounts payable and accrued liabilities	\$ 39,221,306
Unearned revenue	130,917
Accrued compensated absences, current portion	1,919,880
Leaseholds payable and other obligations, current portion	14,912,951
Total current liabilities	<u>56,185,054</u>
Noncurrent liabilities:	
Leaseholds payable and other obligations	189,846,894
Accrued compensated absences	15,533,578
Total noncurrent liabilities	<u>205,380,472</u>
Total liabilities	<u>261,565,526</u>
Net position (deficit):	
Net investment in capital assets	(20,962,148)
Restricted	105,497
Unrestricted	62,712,550
Total net position	<u>41,855,899</u>
Total liabilities and net position	<u><u>\$ 303,421,425</u></u>

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, 2014

Schedule 16

	<u>All campuses</u>
Operating revenues:	
Plant operations and related services	\$ 339,649,768
Utility services	214,085,101
Lab and pharmacy services	55,196,463
Merchandise and food sales	12,494,650
Rental and lease income	3,146,687
Farm product sales	1,357,435
Other sources	5,483,522
	<hr/>
Total operating revenues	631,413,626
	<hr/>
Operating expenses:	
Salaries and wages	196,964,753
Merchandise and food for resale	160,005,976
Repairs and maintenance	73,455,191
Professional and other contractual services	141,926,643
Utilities	925,359
Supplies	17,299,144
Equipment rental	1,350,467
Administrative services	3,320,226
Other operating expense	25,317,969
Depreciation and amortization	19,483,478
	<hr/>
Total operating expenses	640,049,206
	<hr/>
Operating loss	(8,635,580)
	<hr/>
Nonoperating revenues (expenses):	
Investment income (net of related expenses)	6,800,526
Interest on capital asset related debt	(10,166,952)
Other nonoperating revenues, net	1,104,344
	<hr/>
Total nonoperating expenses, net	(2,262,082)
	<hr/>
Decrease in net position	(10,897,662)
	<hr/>
Net position, beginning of year	52,753,561
	<hr/>
Net position, end of year	\$ 41,855,899
	<hr/> <hr/>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Statement of Net Position

Departmental Activities

Instructional Course Activities

June 30, 2014

Schedule 17

	<u>Urbana</u>	<u>Chicago</u>
Assets:		
Current assets:		
Cash and cash equivalents	\$ 3,042,362	4,499,891
Accounts receivable and accrued investment income	214,360	46,104
Prepaid expenses	—	328
Total current assets	<u>3,256,722</u>	<u>4,546,323</u>
Noncurrent assets:		
Capital assets, net of accumulated depreciation	<u>2,692,068</u>	<u>119,337</u>
Total assets	<u>\$ 5,948,790</u>	<u>4,665,660</u>
Liabilities:		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 86,285	64,311
Unearned revenue	761,243	1,304,623
Accrued compensated absences, current portion	<u>4,230</u>	<u>11,319</u>
Total current liabilities	851,758	1,380,253
Noncurrent liabilities:		
Accrued compensated absences	<u>34,222</u>	<u>91,581</u>
Total liabilities	<u>885,980</u>	<u>1,471,834</u>
Net position:		
Net investment in capital assets	2,692,068	119,337
Unrestricted	<u>2,370,742</u>	<u>3,074,489</u>
Total net position	<u>5,062,810</u>	<u>3,193,826</u>
Total liabilities and net position	<u>\$ 5,948,790</u>	<u>4,665,660</u>

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, 2014

Schedule 17

	<u>Urbana</u>	<u>Chicago</u>
Operating revenues:		
Student program fees	\$ 1,266,480	—
Food and merchandise sales	2,250	—
Other sources	2,126,557	5,542,255
Total operating revenues	<u>3,395,287</u>	<u>5,542,255</u>
Operating expenses:		
Salaries and wages	996,657	1,378,420
Repairs and maintenance	5,665	5,926
Professional and other contractual services	1,082,483	1,796,772
Utilities	2,030	22,366
Supplies	281,125	369,487
Equipment rental	41,647	84,721
Administrative services	172,161	238
Other operating expense	204,772	90,152
Depreciation and amortization	115,947	23,129
Total operating expenses	<u>2,902,487</u>	<u>3,771,211</u>
Operating income	<u>492,800</u>	<u>1,771,044</u>
Nonoperating revenues (expenses):		
Investment income (net of related expenses)	53,370	75,384
Other nonoperating expenses, net	—	(43,854)
Total nonoperating revenues, net	<u>53,370</u>	<u>31,530</u>
Increase in net position	546,170	1,802,574
Net position, beginning of year	<u>4,516,640</u>	<u>1,391,252</u>
Net position, end of year	<u><u>\$ 5,062,810</u></u>	<u><u>3,193,826</u></u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
Statement of Net Position
Departmental Activities
Professional Development Activities
June 30, 2014

Schedule 17

	Urbana	Chicago	Springfield
Assets:			
Current assets:			
Cash and cash equivalents	\$ 7,117,274	3,683,958	264,927
Accounts receivable and accrued investment income	1,335,734	204,148	91,352
Inventories	82,315	179	—
Prepaid expenses	92,351	84,378	—
Total current assets	8,627,674	3,972,663	356,279
Noncurrent assets:			
Capital assets, net of accumulated depreciation	8,290,860	43,530	3,682
Total noncurrent assets	8,290,860	43,530	3,682
Total assets	\$ 16,918,534	4,016,193	359,961
Liabilities:			
Current liabilities:			
Accounts payable and accrued liabilities	\$ 1,120,382	520,548	26,858
Unearned revenue	1,234,296	511,511	83,598
Accrued compensated absences, current portion	44,849	24,959	427
Leaseholds payable and other obligations, current portion	355,454	—	—
Total current liabilities	2,754,981	1,057,018	110,883
Noncurrent liabilities:			
Accrued compensated absences	362,871	201,940	3,453
Leaseholds payable and other obligations	6,339,308	—	—
Total noncurrent liabilities	6,702,179	201,940	3,453
Total liabilities	9,457,160	1,258,958	114,336
Net position:			
Net investment in capital assets	1,596,098	43,530	3,682
Unrestricted	5,865,276	2,713,705	241,943
Total net position	7,461,374	2,757,235	245,625
Total liabilities and net position	\$ 16,918,534	4,016,193	359,961

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, 2014

Schedule 17

	<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>
Operating revenues:			
Professional development conferences and workshops	\$ 17,898,262	7,906,428	602,775
Student program fees	99,783	13,640	101,693
Rental and lease income	19,036	2,340	165,649
Public events and recreation fees	10,883	—	—
Other sources	36,871	2,876	—
Total operating revenues	<u>18,064,835</u>	<u>7,925,284</u>	<u>870,117</u>
Operating expenses:			
Salaries and wages	9,137,213	3,561,110	282,268
Merchandise and food for resale	3,335	170	7,984
Repairs and maintenance	62,125	8,556	—
Professional and other contractual services	4,777,589	2,319,708	429,986
Utilities	207,600	74,647	4,148
Supplies	893,816	367,401	40,660
Equipment rental	754,714	587,352	6,733
Administrative services	169,789	2,324	156
Other operating expense	848,502	475,517	10,680
Depreciation and amortization	463,580	19,387	576
Total operating expenses	<u>17,318,263</u>	<u>7,416,172</u>	<u>783,191</u>
Operating income	<u>746,572</u>	<u>509,112</u>	<u>86,926</u>
Nonoperating revenues (expenses):			
Investment income (net of related expenses)	134,811	93,732	1,374
Interest on capital asset related debt	(297,320)	—	—
Other nonoperating revenue (expense), net	508,431	(512,723)	(157)
Total nonoperating revenues (expenses), net	<u>345,922</u>	<u>(418,991)</u>	<u>1,217</u>
Increase in net position	1,092,494	90,121	88,143
Net position, beginning of year	<u>6,368,880</u>	<u>2,667,114</u>	<u>157,482</u>
Net position, end of year	<u>\$ 7,461,374</u>	<u>2,757,235</u>	<u>245,625</u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Statement of Net Position

Departmental Activities

Unique Instructional Programs

June 30, 2014

Schedule 17

	<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>
Assets:			
Current assets:			
Cash and cash equivalents	\$ —	23,139	—
Accounts receivable and accrued investment income	712,406	48	—
Prepaid expenses	453,130	9,557	—
Total current assets	1,165,536	32,744	—
Noncurrent assets:			
Capital assets, net of accumulated depreciation	6,777	—	—
Total assets	\$ 1,172,313	32,744	—
Liabilities:			
Current liabilities:			
Accounts payable and accrued liabilities	\$ 2,130,029	5,563	83
Unearned revenue	245,670	11,416	—
Accrued compensated absences, current portion	12,421	—	—
Total current liabilities	2,388,120	16,979	83
Noncurrent liabilities:			
Accrued compensated absences	100,494	—	—
Total liabilities	2,488,614	16,979	83
Net position (deficit):			
Net investment in capital assets	6,777	—	—
Unrestricted	(1,323,078)	15,765	(83)
Total net position (deficit)	(1,316,301)	15,765	(83)
Total liabilities and net position	\$ 1,172,313	32,744	—

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, 2014

Schedule 17

	<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>
Operating revenues:			
Program services	\$ 10,904,318	39,664	7,000
Student program fees	1,308,921	43,044	—
Total operating revenues	<u>12,213,239</u>	<u>82,708</u>	<u>7,000</u>
Operating expenses:			
Salaries and wages	2,573,570	29,942	—
Repairs and maintenance	10,365	—	—
Professional and other contractual services	7,348,045	14,432	—
Utilities	17,204	—	—
Supplies	584,723	8,369	—
Equipment rental	125,533	—	—
Administrative expenses	76,132	—	—
Other operating expense	1,998,470	20,827	14
Depreciation	3,007	—	—
Total operating expenses	<u>12,737,049</u>	<u>73,570</u>	<u>14</u>
Operating income (loss)	<u>(523,810)</u>	<u>9,138</u>	<u>6,986</u>
Nonoperating revenues (expenses):			
Investment income (net of related expenses)	7	1,044	—
Other nonoperating expenses, net	(3,276)	(11,613)	—
Total nonoperating (expenses), net	<u>(3,269)</u>	<u>(10,569)</u>	<u>—</u>
Increase (decrease) in net position	<u>(527,079)</u>	<u>(1,431)</u>	<u>6,986</u>
Net position (deficit), beginning of year	<u>(789,222)</u>	<u>17,196</u>	<u>(7,069)</u>
Net position (deficit), end of year	\$ <u><u>(1,316,301)</u></u>	<u><u>15,765</u></u>	<u><u>(83)</u></u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Statement of Net Position

Departmental Activities

Agricultural Operations

June 30, 2014

Schedule 17

Urbana

Assets:	
Current assets:	
Cash and cash equivalents	\$ 5,405,898
Accounts receivable and accrued investment income	128,974
Inventories	269,928
Prepaid expenses	25,230
Total current assets	<u>5,830,030</u>
Noncurrent assets:	
Capital assets, net of accumulated depreciation	<u>8,200,675</u>
Total assets	<u>\$ 14,030,705</u>
Liabilities:	
Current liabilities:	
Accounts payable and accrued liabilities	\$ 676,445
Unearned revenue	601,471
Leaseholds payable, current portion	47,134
Accrued compensated absences, current portion	24,372
Total current liabilities	<u>1,349,422</u>
Noncurrent liabilities:	
Leaseholds payable	152,940
Accrued compensated absences	197,196
Total noncurrent liabilities	<u>350,136</u>
Total liabilities	<u>1,699,558</u>
Net position:	
Net investment in capital assets	8,000,601
Unrestricted	4,330,546
Total net position	<u>12,331,147</u>
Total liabilities and net position	<u>\$ 14,030,705</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, 2014

Schedule 17

Urbana

Operating revenues:	
Farm sales	\$ 6,788,774
Crop sciences programs	2,974,211
Cooperative Extension services	1,867,040
Animal sciences programs	1,280,951
Agricultural and biological engineering activities	365,315
4H activities	734,344
Information technology and commercial services	342,334
Food science and human nutrition programs	310,632
Natural resources and environment sciences	64,898
Rental and lease income	159,598
Merchandise and food sales	284,886
Other sources	204,637
	<hr/>
Total operating revenues	15,377,620
	<hr/>
Operating expenses:	
Salaries and wages	4,069,519
Merchandise and food for resale	339,439
Repairs and maintenance	303,565
Professional and other contractual services	2,786,608
Utilities	146,563
Supplies	6,538,118
Equipment rental	361,387
Administrative services	188,778
Other operating expense	622,301
Depreciation and amortization	868,733
	<hr/>
Total operating expenses	16,225,011
	<hr/>
Operating loss	(847,391)
	<hr/>
Nonoperating revenues (expenses):	
Investment income (net of related expenses)	111,841
Interest on capital asset related debt	(5,936)
Other nonoperating revenue, net	179,157
	<hr/>
Total nonoperating revenues, net	285,062
	<hr/>
Decrease in net position	(562,329)
	<hr/>
Net position, beginning of year	12,893,476
	<hr/>
Net position, end of year	\$ 12,331,147
	<hr/> <hr/>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
Statement of Net Position
Departmental Activities
Commercial Operations Not Under Indenture
June 30, 2014

Schedule 17

	Urbana	Chicago
Assets:		
Current assets:		
Cash and cash equivalents	\$ 2,429,301	2,620,541
Accounts receivable and accrued investment income	1,156,782	569,839
Total current assets	3,586,083	3,190,380
Noncurrent assets:		
Capital assets, net of accumulated depreciation	30,312,156	5,536,470
Total assets	\$ 33,898,239	8,726,850
Liabilities:		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 111,400	26,375
Accrued compensated absences, current portion	6,768	—
Unearned revenue	—	57,995
Internal payable, current portion	65,000	—
Total current liabilities	183,168	84,370
Noncurrent liabilities:		
Internal payable	132,304	—
Accrued compensated absences	54,755	—
Total noncurrent liabilities	187,059	—
Total liabilities	370,227	84,370
Net position:		
Net investment in capital assets	30,312,156	5,536,470
Unrestricted	3,215,856	3,106,010
Total net position	33,528,012	8,642,480
Total liabilities and net position	\$ 33,898,239	8,726,850

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, 2014

Schedule 17

	<u>Urbana</u>	<u>Chicago</u>
Operating revenues:		
Utilities provided to outside parties	\$ 2,316,804	6,957,371
Rental and lease income	1,060,209	1,737,398
Vending income	800,543	—
Parking	514,315	—
Farm sales	206,000	—
Merchandise and food sales	9,070	—
Other sources	1,304	650,370
Total operating revenues	<u>4,908,245</u>	<u>9,345,139</u>
Operating expenses:		
Salaries and wages	1,139,694	—
Repairs and maintenance	32,098	951,851
Professional and other contractual services	405,013	410,453
Utilities	2,531,135	7,855,979
Supplies	314,343	2,624
Equipment rental	1,113	5,854
Administrative services	—	213,139
Other operating expense	166,525	(3,245)
Depreciation and amortization	1,770,531	341,679
Total operating expenses	<u>6,360,452</u>	<u>9,778,334</u>
Operating loss	<u>(1,452,207)</u>	<u>(433,195)</u>
Nonoperating revenues (expenses):		
Investment income (net of related expenses)	39,803	47,943
Interest on capital asset related debt	(7,652)	—
Capital grants	1,989,835	—
Total nonoperating revenues, net	<u>2,021,986</u>	<u>47,943</u>
Increase (decrease) in net position	569,779	(385,252)
Net position, beginning of year	<u>32,958,233</u>	<u>9,027,732</u>
Net position, end of year	\$ <u><u>33,528,012</u></u>	\$ <u><u>8,642,480</u></u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Statement of Net Position

Departmental Activities

Hospital and Clinics

June 30, 2014

Schedule 17

Chicago

Assets and deferred outflow of resources:

Current assets:

Claim on cash and on pooled investments:

Cash and cash equivalents	\$ 161,634,663
Cash and cash equivalents, restricted	1,148,890
Restricted cash and cash equivalents	5,932
Accrued investment income	512,900
Patient receivables, net	115,244,807
Other receivables	9,363,605
Inventories	5,799,381
Prepaid expenses, deposits, and other assets	701,512

Total current assets	<u>294,411,690</u>
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Noncurrent assets:

Restricted claim on cash and on pooled investments – less amount required for current liabilities disclosed above	8,591,077
Restricted cash and cash equivalents	4,001,804
Restricted investments	41,014,693
Capital assets net of accumulated depreciation	186,123,445

Total noncurrent assets	<u>239,731,019</u>
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Deferred outflow of resources

6,686,539

Total assets and deferred outflow of resources	\$ <u>540,829,248</u>
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Liabilities:

Current liabilities:

Accounts payable and accrued liabilities	\$ 80,819,855
Long-term liabilities, current portion	8,014,309

Total current liabilities	<u>88,834,164</u>
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Noncurrent liabilities:

Long-term debt, net of current portion	124,843,532
Accrued compensated absences, net of current portion	20,247,857
Derivative instrument – swap liability	4,574,241

Total noncurrent liabilities	<u>149,665,630</u>
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Total liabilities	<u>238,499,794</u>
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Net position:

Net investment in capital assets	101,158,868
Restricted	10,695,441
Unrestricted	190,475,145

Total net position	<u>302,329,454</u>
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Total liabilities and net position	\$ <u>540,829,248</u>
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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, 2014

Schedule 17

Chicago

Operating revenues:	
Net patient service revenues	\$ 547,813,660
Other revenues	57,104,575
Total operating revenues	<u>604,918,235</u>
Operating expenses:	
Salaries and wages	295,665,666
Fringe benefits	205,633,239
Supplies and general expenses	248,528,846
Administrative services	22,210,495
Depreciation and amortization	17,894,879
Total operating expenses	<u>789,933,125</u>
Operating loss	<u>(185,014,890)</u>
Nonoperating revenue (expenses):	
On behalf payments for fringe benefits	197,707,845
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	(2,026,174)
Investment income	4,043,037
Loss on disposal of capital assets	(458,961)
Other nonoperating revenue, net	400,482
Total nonoperating revenues, net	<u>199,666,229</u>
Increase in net position	14,651,339
Net position, beginning of year (a)	<u>287,678,115</u>
Net position, end of the year	\$ <u><u>302,329,454</u></u>

(a) Beginning of year net position for fiscal year 2013 was adjusted due to adoption of a new accounting standard, GASB Standard No. 65, which resulted in a cumulative effect of change in accounting principle in the amount of \$(328,854).

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Statement of Net Position

Departmental Activities

Public Service, Academic Support, and Economic Development Activities

June 30, 2014

Schedule 17

	<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>
Assets:			
Current assets:			
Cash and cash equivalents	\$ 14,429,732	31,688,984	617,017
Accounts receivable and accrued investment income	2,586,155	20,840,877	23,013
Inventories	2,058,892	4,703,835	19,855
Prepaid expenses	346,593	518,055	16,403
Total current assets	<u>19,421,372</u>	<u>57,751,751</u>	<u>676,288</u>
Noncurrent assets:			
Capital assets, net of accumulated depreciation	11,013,671	24,115,056	12,834
Total assets	<u>\$ 30,435,043</u>	<u>81,866,807</u>	<u>689,122</u>
Liabilities:			
Current liabilities:			
Accounts payable and accrued liabilities	\$ 2,128,705	11,791,546	314,759
Unearned revenue	1,284,976	675,701	281,664
Internal payable, current portion	—	104,144	—
Leaseholds payable, current portion	23,104	—	—
Accrued compensated absences, current portion	85,127	490,060	3,283
Total current liabilities	<u>3,521,912</u>	<u>13,061,451</u>	<u>599,706</u>
Noncurrent liabilities:			
Internal payable	—	165,291	—
Leaseholds payable	94,202	—	—
Accrued compensated absences	688,756	3,965,029	26,562
Total noncurrent liabilities	<u>782,958</u>	<u>4,130,320</u>	<u>26,562</u>
Total liabilities	<u>4,304,870</u>	<u>17,191,771</u>	<u>626,268</u>
Net position:			
Net investment in capital assets	10,896,365	23,845,621	12,834
Unrestricted	15,233,808	40,829,415	50,020
Total net position	<u>26,130,173</u>	<u>64,675,036</u>	<u>62,854</u>
Total liabilities and net position	<u>\$ 30,435,043</u>	<u>81,866,807</u>	<u>689,122</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, 2014

Schedule 17

	<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>
Operating revenues:			
Health and medical services income	\$ 19,663,991	135,382,559	—
Public services income	10,516,446	2,346,018	376,532
Academic support activities income	4,992,299	153,740	57
Student program fees	1,326,490	56,461	—
Merchandise and food sales	1,452,790	40,417	22,959
Rental and lease income	827,606	29,804	402,563
Public events and recreation fees	701,043	36,911	1,875,869
Room and board	287,605	—	—
Farm sales	178,053	—	—
Economic development services	117,446	—	—
Parking	—	—	26,448
Other sources	1,578,917	1,270,984	—
	<u>41,642,686</u>	<u>139,316,894</u>	<u>2,704,428</u>
Total operating revenues			
Operating expenses:			
Salaries and wages	16,029,561	62,351,963	685,446
Merchandise and food for resale	487,532	30,370,791	843
Repairs and maintenance	536,523	407,836	35,656
Professional and other contractual services	15,591,489	32,482,739	1,837,972
Utilities	695,369	1,209,230	20,897
Supplies	5,943,083	6,124,187	121,996
Equipment rental	572,926	423,287	42,883
Administrative services	35,655	997,644	—
Other operating expense	1,099,812	1,868,982	29,181
Depreciation and amortization	1,350,404	1,104,652	5,146
	<u>42,342,354</u>	<u>137,341,311</u>	<u>2,780,020</u>
Total operating expenses			
Operating income (loss)	<u>(699,668)</u>	<u>1,975,583</u>	<u>(75,592)</u>
Nonoperating revenues (expenses):			
Investment income (net of related expenses)	210,489	619,593	2,431
Interest on capital related debt	(4,446)	(11,911)	—
Other nonoperating expenses	(12,372)	(73,963)	(3,636)
	<u>193,671</u>	<u>533,719</u>	<u>(1,205)</u>
Total nonoperating revenues (expenses), net			
Increase (decrease) in net position	<u>(505,997)</u>	<u>2,509,302</u>	<u>(76,797)</u>
Net position, beginning of year	<u>26,636,170</u>	<u>62,165,734</u>	<u>139,651</u>
Net position, end of year	\$ <u>26,130,173</u>	<u>64,675,036</u>	<u>62,854</u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Statement of Net Position

Departmental Activities

Intercollegiate Athletics

June 30, 2014

Schedule 17

	<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>
Assets:			
Current assets:			
Cash and cash equivalents	\$ 8,303,873	—	71,544
Accounts receivable and accrued investment income	1,909,322	476,933	32,614
Inventories	99,439	—	—
Prepaid expenses and charges	684,863	119	55
Total current assets	<u>10,997,497</u>	<u>477,052</u>	<u>104,213</u>
Noncurrent assets:			
Capital assets, net of accumulated depreciation	3,922,211	1,825,704	—
Total assets	<u>\$ 14,919,708</u>	<u>2,302,756</u>	<u>104,213</u>
Liabilities:			
Current liabilities:			
Accounts payable and accrued liabilities	\$ 2,917,694	504,425	37,097
Unearned revenue	4,520,133	—	42,839
Accrued compensated absences, current portion	164,047	69,751	969
Internal payable, current portion	—	147,770	—
Total current liabilities	<u>7,601,874</u>	<u>721,946</u>	<u>80,905</u>
Noncurrent liabilities:			
Internal payable	—	591,070	—
Accrued compensated absences	1,327,289	564,353	7,837
Total noncurrent liabilities	<u>1,327,289</u>	<u>1,155,423</u>	<u>7,837</u>
Total liabilities	<u>8,929,163</u>	<u>1,877,369</u>	<u>88,742</u>
Net position (deficits):			
Net investment in capital assets	3,922,211	1,086,864	—
Unrestricted	2,068,334	(661,477)	15,471
Total net position	<u>5,990,545</u>	<u>425,387</u>	<u>15,471</u>
Total liabilities and net position	<u>\$ 14,919,708</u>	<u>2,302,756</u>	<u>104,213</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, 2014

Schedule 17

	<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>
Operating revenues:			
Public events and recreation fees	\$ 46,483,923	2,456,777	180,822
Student program fees	—	6,742,985	1,106,453
Merchandise and food sales	1,051,946	—	13,788
Rental and lease income	146,486	—	—
Parking	9,169	—	—
Other sources	4,434,778	331,705	3,864
Total operating revenues	<u>52,126,302</u>	<u>9,531,467</u>	<u>1,304,927</u>
Operating expenses:			
Salaries and wages	26,545,155	4,749,062	153,569
Merchandise and food for resale	342,342	—	9,186
Repairs and maintenance	312,068	2,965	1,984
Professional and other contractual services	12,484,683	1,888,135	224,728
Utilities	2,499,664	68,533	6,276
Supplies	2,859,219	671,297	97,394
Equipment rental	1,514,458	334,724	77,967
Administrative services	661,182	262,172	2,201
Other operating expense	4,874,951	1,374,253	657,134
Depreciation and amortization	535,173	136,444	369
Total operating expenses	<u>52,628,895</u>	<u>9,487,585</u>	<u>1,230,808</u>
Operating income (loss)	<u>(502,593)</u>	<u>43,882</u>	<u>74,119</u>
Nonoperating revenues (expenses):			
Investment income (net of related expenses)	237,340	511	165
Interest on capital asset related debt	—	(48,834)	—
Other nonoperating revenues, net	15,015	848,880	—
Total nonoperating revenues, net	<u>252,355</u>	<u>800,557</u>	<u>165</u>
Increase (decrease) in net position	<u>(250,238)</u>	<u>844,439</u>	<u>74,284</u>
Net position (deficits), beginning of year	<u>6,240,783</u>	<u>(419,052)</u>	<u>(58,813)</u>
Net position, end of year	<u>\$ 5,990,545</u>	<u>425,387</u>	<u>15,471</u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Current Excess Funds Calculations
 Selected Plant Fund Data
 Auxiliary Enterprises Under Indenture
 June 30, 2014
 (Unaudited)

Schedule 18

	<u>All campuses</u>
Capital assets:	
Facilities – at replacement cost	\$ 2,664,776,457
Parking lots and improvements – at historical cost	53,187,425
Equipment – at historical cost	39,419,181
Bond resolution limitations on repair and replacement reserve:	
5% of replacement cost of facilities	\$ 133,238,823
5% of historical cost of parking lots and improvements	2,659,371
20% of historical cost of equipment	7,883,836
Total reserve limitation	<u>143,782,030</u>
Repair and replacement reserve	<u>103,542,344</u>
Total margin of compliance	<u><u>\$ 40,239,686</u></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
Auxiliary Enterprises Not Under Indenture
June 30, 2014
(Unaudited)

Schedule 18

	Student/staff programs and services		
	Urbana	Chicago	Springfield
Capital assets:			
Facilities – at replacement cost	\$ 820,226	26,560	3,542,930
Improvements – at historical cost	—	—	—
Parking lots – at historical cost	—	698,666	—
Equipment – at historical cost	3,824,779	2,151,320	1,464,831
Guidelines limitations on repair and replacement reserves for entities:			
5% of replacement cost of facilities	\$ 41,011	1,328	177,147
5% of historical cost of improvements	—	—	—
10% of historical cost of parking lots	—	69,867	—
20% of historical cost of equipment	764,956	430,264	292,966
Total reserve limitation	805,967	501,459	470,113
Repair and replacement reserve	373,329	—	—
Total margin of compliance	\$ 432,638	501,459	470,113

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, 2014
 (Unaudited)

Schedule 18

**Communication
and
computing
services**

All campuses

Capital assets:	
Facilities – at replacement cost	\$ 19,655,372
Improvements – at historical cost	10,500,000
Equipment – at historical cost	186,925,416
Guidelines limitations on repair and replacement reserves for entities:	
5% of replacement cost of facilities	\$ 982,769
5% of historical cost of improvements	525,000
20% of historical cost of equipment	37,385,083
Total reserve limitation	38,892,852
Repair and replacement reserve	4,494,860
Total margin of compliance	<u>\$ 34,397,992</u>

**Plant and
service
operations**

All campuses

Capital assets:	
Facilities – at replacement cost	\$ 53,569,315
Improvements – at historical cost	290,482,763
Equipment – at historical cost	94,817,922
Guidelines limitations on repair and replacement reserves for entities:	
5% of replacement cost of facilities	\$ 2,678,466
5% of historical cost of improvements	14,524,138
20% of historical cost of equipment	18,963,584
Total reserve limitation	36,166,188
Repair and replacement reserve	24,391,942
Total margin of compliance	<u>\$ 11,774,246</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, 2014
 (Unaudited)

Schedule 18

	Instructional course activities	
	Urbana	Chicago
Capital assets:		
Facilities – at replacement cost	\$ 23,240,902	—
Equipment – at historical cost	6,452,562	552,799
Guidelines limitations on repair and replacement reserves for entities:		
5% of replacement cost of facilities	\$ 1,162,045	—
20% of historical cost of equipment	1,290,512	110,560
Total reserve limitation	2,452,557	110,560
Repair and replacement reserve	562,714	—
Total margin of compliance	\$ 1,889,843	110,560

	Professional development activities		
	Urbana	Chicago	Springfield
Capital assets:			
Facilities – at replacement cost	\$ 9,252,690	—	—
Improvements – at historical cost	138,115	—	—
Equipment – at historical cost	2,878,065	1,795,870	82,163
Guidelines limitations on repair and replacement reserves for entities:			
5% of replacement cost of facilities	\$ 462,635	—	—
5% of historical cost of improvements	6,906	—	—
20% of historical cost of equipment	575,613	359,174	16,433
Total reserve limitation	1,045,154	359,174	16,433
Repair and replacement reserve	278,000	—	—
Total margin of compliance	\$ 767,154	359,174	16,433

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, 2014
 (Unaudited)

Schedule 18

	Agricultural operations	
	Urbana	
Capital assets:		
Facilities – at replacement cost	\$	51,196,822
Improvements – at historical cost		473,425
Equipment – at historical cost		10,964,143
Guidelines limitations on repair and replacement reserves for entities:		
5% of replacement cost of facilities	\$	2,559,841
5% of historical cost of improvements		23,671
20% of historical cost of equipment		2,192,829
Total reserve limitation		4,776,341
Repair and replacement reserve		472,499
Total margin of compliance	\$	4,303,842
	Commercial operations not under indenture	
	Urbana	Chicago
Capital assets:		
Facilities – at replacement cost	\$	32,951,233
Improvements – at historical cost		17,648,088
Equipment – at historical cost		21,241,650
Equipment – at historical cost		3,110,238
Equipment – at historical cost		221,573
Guidelines limitations on repair and replacement reserves for entities:		
5% of replacement cost of facilities	\$	1,647,562
5% of historical cost of improvements		882,404
20% of historical cost of equipment		2,582,783
20% of historical cost of equipment		1,062,083
Total reserve limitation		622,048
Total reserve limitation		4,852,393
Repair and replacement reserve		179,007
Total margin of compliance	\$	1,988,802

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, 2014

(Unaudited)

Schedule 18

	Unique instructional programs	
	Urbana	Chicago
Capital assets:		
Facilities – at replacement cost	\$ —	—
Improvements – at historical cost	—	—
Equipment – at historical cost	142,314	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	28,463	1,787
Total reserve limitation	28,463	1,787
Repair and replacement reserve	—	—
Total margin of compliance	\$ <u>28,463</u>	<u>1,787</u>
	Hospital and clinics	
	Chicago	
Capital assets:		
Facilities – at replacement cost	\$ 378,480,190	
Equipment – at historical cost	209,823,429	
Guidelines limitations on repair and replacement reserves for entities:		
5% of replacement cost of facilities	\$ 18,924,010	
20% of historical cost of equipment	41,964,686	
Total reserve limitation	60,888,696	
Repair and replacement reserve	10,844,239	
Total margin of compliance	\$ <u>50,044,457</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, 2014
(Unaudited)

Schedule 18

	Public service, academic support, and economic development activities		
	Urbana	Chicago	Springfield
Capital assets:			
Facilities – at replacement cost	\$ 212,879,034	180,565,989	—
Improvements – at historical cost	633,636	—	—
Equipment – at historical cost	12,563,752	11,817,344	137,655
Guidelines limitations on repair and replacement reserves for entities:			
5% of replacement cost of facilities	\$ 10,643,952	9,028,299	—
5% of historical cost of improvements	31,682	—	—
20% of historical cost of equipment	2,512,750	2,363,469	27,531
Total reserve limitation	13,188,384	11,391,768	27,531
Repair and replacement reserve	2,995,285	—	—
Total margin of compliance	\$ 10,193,099	11,391,768	27,531

	Intercollegiate athletics		
	Urbana	Chicago	Springfield
Capital assets:			
Facilities – at replacement cost	\$ 3,842,177	—	—
Improvements – at historical cost	8,001	2,409,202	—
Equipment – at historical cost	10,473,355	814,917	63,929
Guidelines limitations on repair and replacement reserves for entities:			
5% of replacement cost of facilities	\$ 192,109	—	—
5% of historical cost of improvements	400	120,460	—
20% of historical cost of equipment	2,094,671	162,983	12,786
Total reserve limitation	2,287,180	283,443	12,786
Repair and replacement reserve	500,000	—	—
Total margin of compliance	\$ 1,787,180	283,443	12,786

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, 2014
(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, 2014
 (Unaudited)

Schedule 19

All campuses

1. Current available funds:			
Add:			
Cash (excludes repair and replacement reserve)	\$	45,908,478	
Cash equivalents:			
Bank deposits		—	
Marketable securities		—	
Certificates of deposit		—	
Repurchase agreements		—	
Other cash equivalent items		—	
Interfund receivables		—	
Total current available funds	A	<u>45,908,478</u>	
2. Working capital allowance:			
Add:			
Highest month's expenditures		40,328,806	
Encumbrances and current liabilities paid in lapse period		9,262,807	
Deferred income		5,105,283	
Refundable deposits		1,748,235	
Allowance for restoring inventory to normal level		—	
Allowance for sick leave/vacation payouts		651,272	
Working capital allowance	B	<u>57,096,403</u>	
3. Current excess funds:			
Deduct B from A and enter here	C	<u>(11,187,925)</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>(40,239,686)</u>	
Enter the algebraic sum of C and D and remit the amount due, if any, for deposit in the income fund	\$	<u><u>(51,427,611)</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, 2014

(Unaudited)

Schedule 20

		<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>
1. Current available funds:				
Add:				
Cash (excludes repair and replacement reserve)	\$	16,000,604	8,916,939	782,526
Cash equivalents:				
Bank deposits		—	—	—
Marketable securities		—	—	—
Certificates of deposit		—	—	—
Repurchase agreements		—	—	—
Other cash equivalent items		—	—	—
Interfund receivables		—	—	—
Total current available funds	A	<u>16,000,604</u>	<u>8,916,939</u>	<u>782,526</u>
2. Working capital allowance:				
Add:				
Highest month's expenditures		13,757,943	15,367,727	1,136,761
Encumbrances and current liabilities paid in lapse period		2,868,032	704,702	493,202
Deferred income		2,731,590	2,446,279	100,280
Refundable deposits		404,108	—	50,609
Allowance for restoring inventory to normal level		—	—	—
Allowance for sick leave/vacation payouts		61,853	48,172	10,813
Working capital allowance	B	<u>19,823,526</u>	<u>18,566,880</u>	<u>1,791,665</u>
3. Current excess funds:				
Deduct B from A and enter here	C	<u>(3,822,922)</u>	<u>(9,649,941)</u>	<u>(1,009,139)</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>(432,638)</u>	<u>(501,459)</u>	<u>(470,113)</u>
Enter the algebraic sum of C and D and remit the amount due, if any, for deposit in the income fund	\$	<u><u>(4,255,560)</u></u>	<u><u>(10,151,400)</u></u>	<u><u>(1,479,252)</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, 2014

(Unaudited)

Schedule 21

All campuses

1. Current available funds:		
Add:		
Cash	\$	8,626,136
Cash equivalents:		
Bank deposits		—
Marketable securities		—
Certificates of deposit		—
Repurchase agreements		—
Other cash equivalent items		—
Interfund receivables		—
Total current available funds	A	<u>8,626,136</u>
2. Working capital allowance:		
Add:		
Highest month's expenditures		19,145,826
Encumbrances and current liabilities paid in lapse period		3,203,625
Deferred income		—
Refundable deposits		—
Allowance for restoring inventory to normal level		—
Allowance for sick leave/vacation payouts		201,872
Working capital allowance	B	<u>22,551,323</u>
3. Current excess funds:		
Deduct B from A and enter here	C	<u>(13,925,187)</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>(34,397,992)</u>
Enter the algebraic sum of C and D and remit the amount		
due, if any, for deposit in the income fund	\$	<u><u>(48,323,179)</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, 2014

(Unaudited)

Schedule 21

All campuses

1. Current available funds:		
Add:		
Cash	\$	60,292,046
Cash equivalents:		
Bank deposits		—
Marketable securities		—
Certificates of deposit		—
Repurchase agreements		—
Other cash equivalent items		—
Interfund receivables		—
Total current available funds	A	<u>60,292,046</u>
2. Working capital allowance:		
Add:		
Highest month's expenditures		130,401,174
Encumbrances and current liabilities paid in lapse period		35,399,531
Deferred income		112,472
Refundable deposits		—
Allowance for restoring inventory to normal level		—
Allowance for sick leave/vacation payouts		1,349,196
Working capital allowance	B	<u>167,262,373</u>
3. Current excess funds:		
Deduct B from A and enter here	C	<u>(106,970,327)</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>(11,774,246)</u>
Enter the algebraic sum of C and D and remit the amount due, if any, for deposit in the income fund		\$ <u><u>(118,744,573)</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, 2014
 (Unaudited)

Schedule 22

	Urbana	Chicago
1. Current available funds:		
Add:		
Cash (excludes repair and replacement reserve)	\$ 2,465,163	4,499,891
Cash equivalents:		
Bank deposits	—	—
Marketable securities	—	—
Certificates of deposit	—	—
Repurchase agreements	—	—
Other cash equivalent items	—	—
Interfund receivables	—	—
Total current available funds	A 2,465,163	4,499,891
2. Working capital allowance:		
Add:		
Highest month's expenditures	658,348	1,249,217
Encumbrances and current liabilities paid in lapse period	71,800	67,678
Deferred income	438,016	1,120,663
Refundable deposits	195,256	183,960
Allowance for restoring inventory to normal level	—	—
Allowance for sick leave/vacation payouts	3,592	574
Working capital allowance	B 1,367,012	2,622,092
3. Current excess funds:		
Deduct B from A and enter here	C 1,098,151	1,877,799
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 (1,889,843)	(110,560)
Enter the algebraic sum of C and D and remit the amount due, if any, for deposit in the income fund	\$ (791,692)	1,767,239

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Calculation Sheet for Current Excess Funds

Departmental Activities

Professional Development Activities – Entity 3410

June 30, 2014

(Unaudited)

Schedule 22

		<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>
1. Current available funds:				
Add:				
Cash (excludes repair and replacement reserve)	\$	7,281,596	3,683,958	264,927
Cash equivalents:				
Bank deposits		—	—	—
Marketable securities		—	—	—
Certificates of deposit		—	—	—
Repurchase agreements		—	—	—
Other cash equivalent items		—	—	—
Interfund receivables		—	—	—
Total current available funds	A	<u>7,281,596</u>	<u>3,683,958</u>	<u>264,927</u>
2. Working capital allowance				
Add:				
Highest month's expenditures		4,339,754	2,281,573	178,174
Encumbrances and current liabilities paid in lapse period		1,043,052	520,548	26,858
Deferred income		1,223,811	511,511	83,598
Refundable deposits		10,485	—	—
Allowance for restoring inventory to normal level		—	—	—
Allowance for sick leave/vacation payouts		41,935	28,324	93
Working capital allowance	B	<u>6,659,037</u>	<u>3,341,956</u>	<u>288,723</u>
3. Current excess funds:				
Deduct B from A and enter here	C	<u>622,559</u>	<u>342,002</u>	<u>(23,796)</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>(767,154)</u>	<u>(359,174)</u>	<u>(16,433)</u>
Enter the algebraic sum of C and D and remit the amount due, if any, for deposit in the income fund	\$	<u><u>(144,595)</u></u>	<u><u>(17,172)</u></u>	<u><u>(40,229)</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, 2014

(Unaudited)

Schedule 22

	<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>
1. Current available funds:			
Add:			
Cash	\$ (1,597,771)	23,140	(83)
Cash equivalents:			
Bank deposits	—	—	—
Marketable securities	—	—	—
Certificates of deposit	—	—	—
Repurchase agreements	—	—	—
Other cash equivalent items	—	—	—
Interfund receivables	—	—	—
Total current available funds	A <u>(1,597,771)</u>	<u>23,140</u>	<u>(83)</u>
2. Working capital allowance:			
Add:			
Highest month's expenditures	—	—	—
Encumbrances and current liabilities paid in lapse period	532,258	5,564	—
Deferred income	201,024	11,416	—
Refundable deposits	—	—	—
Allowance for restoring inventory to normal level	—	—	—
Allowance for sick leave/vacation payouts	22,269	—	—
Working capital allowance	B <u>755,551</u>	<u>16,980</u>	<u>—</u>
3. Current excess funds:			
Deduct B from A and enter here	C <u>(2,353,322)</u>	<u>6,160</u>	<u>(83)</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>(2,353,322)</u></u>	<u><u>6,160</u></u>	<u><u>(83)</u></u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Calculation Sheet for Current Excess Funds

Departmental Activities

Agricultural Operations – Entity 3430

June 30, 2014

(Unaudited)

Schedule 22

Urbana

1. Current available funds:		
Add:		
Cash	\$	4,933,399
Cash equivalents:		
Bank deposits		—
Marketable securities		—
Certificates of deposit		—
Repurchase agreements		—
Other cash equivalent items		—
Interfund receivables		—
Total current available funds	A	<u>4,933,399</u>
2. Working capital allowance:		
Add:		
Highest month's expenditures		3,624,828
Encumbrances and current liabilities paid in lapse period		676,445
Deferred income		601,471
Refundable deposits		—
Allowance for restoring inventory to normal level		—
Allowance for sick leave/vacation payouts		25,025
Working capital allowance	B	<u>4,927,769</u>
3. Current excess funds:		
Deduct B from A and enter here	C	<u>5,630</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>(4,303,842)</u>
Enter the algebraic sum of C and D and remit the amount due, if any, for deposit in the income fund		\$ <u><u>(4,298,212)</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, 2014

(Unaudited)

Schedule 22

		<u>Urbana</u>	<u>Chicago</u>
1. Current available funds:			
Add:			
Cash	\$	2,089,817	2,620,541
Cash equivalents:			
Bank deposits		—	—
Marketable securities		—	—
Certificates of deposit		—	—
Repurchase agreements		—	—
Other cash equivalent items		—	—
Interfund receivables		—	—
Total current available funds	A	<u>2,089,817</u>	<u>2,620,541</u>
2. Working capital allowance:			
Add:			
Highest month's expenditures		769,477	1,766,654
Encumbrances and current liabilities paid in lapse period		88,836	26,375
Deferred income		—	57,995
Refundable deposits		—	—
Allowance for restoring inventory to normal level		—	—
Allowance for sick leave/vacation payouts		13,598	—
Working capital allowance	B	<u>871,911</u>	<u>1,851,024</u>
3. Current excess funds:			
Deduct B from A and enter here	C	<u>1,217,906</u>	<u>769,517</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>(4,673,386)</u>	<u>(1,988,802)</u>
Enter the algebraic sum of C and D and remit the amount due, if any, for deposit in the income fund	\$	<u><u>(3,455,480)</u></u>	<u><u>(1,219,285)</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, 2014
 (Unaudited)

Schedule 22

Chicago

1. Current available funds:		
Add:		
Cash	\$	158,889,668
Cash equivalents:		
Bank deposits		—
Marketable securities		—
Certificates of deposit		—
Repurchase agreements		—
Other cash equivalent items		—
Interfund receivables		—
Total current available funds	A	<u>158,889,668</u>
2. Working capital allowance:		
Add:		
Highest month's expenditures		68,782,621
Encumbrances and current liabilities paid in lapse period		82,097,943
Deferred income		165,230
Refundable deposits		—
Allowance for restoring inventory to normal level		—
Allowance for sick leave/vacation payouts		<u>2,824,079</u>
Working capital allowance	B	<u>153,869,873</u>
3. Current excess funds:		
Deduct B from A and enter here	C	<u>5,019,795</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>(50,044,457)</u>
Enter the algebraic sum of C and D and remit the amount due, if any, for deposit in the income fund		<u>\$ (45,024,662)</u>

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, 2014

(Unaudited)

Schedule 22

		<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>
1. Current available funds:				
Add:				
Cash (excludes repair and replacement reserve)	\$	11,426,806	31,688,984	617,017
Cash equivalents:				
Bank deposits		—	—	—
Marketable securities		—	—	—
Certificates of deposit		—	—	—
Repurchase agreements		—	—	—
Other cash equivalent items		—	—	—
Interfund receivables		—	—	—
Total current available funds	A	<u>11,426,806</u>	<u>31,688,984</u>	<u>617,017</u>
2. Working capital allowance:				
Add:				
Highest month's expenditures		8,279,908	22,133,123	503,652
Encumbrances and current liabilities paid in lapse period		2,121,062	11,791,546	314,759
Deferred income		1,194,614	675,373	267,702
Refundable deposits		42,046	(50)	13,962
Allowance for restoring inventory to normal level		—	—	—
Allowance for sick leave/vacation payouts		84,237	266,027	1,005
Working capital allowance	B	<u>11,721,867</u>	<u>34,866,019</u>	<u>1,101,080</u>
3. Current excess funds:				
Deduct B from A and enter here	C	<u>(295,061)</u>	<u>(3,177,035)</u>	<u>(484,063)</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>(10,193,099)</u>	<u>(11,391,768)</u>	<u>(27,531)</u>
Enter the algebraic sum of C and D and remit the amount due, if any, for deposit in the income fund	\$	<u><u>(10,488,160)</u></u>	<u><u>(14,568,803)</u></u>	<u><u>(511,594)</u></u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS
 Calculation Sheet for Current Excess Funds
 Departmental Activities
 Intercollegiate Athletics – Entity 3450
 June 30, 2014
 (Unaudited)

Schedule 22

		<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>
1. Current available funds:				
Add:				
Cash	\$	7,803,873	(211,824)	71,544
Cash equivalents:				
Bank deposits		—	—	—
Marketable securities		—	—	—
Certificates of deposit		—	—	—
Repurchase agreements		—	—	—
Other cash equivalent items		—	—	—
Interfund receivables		—	—	—
Total current available funds	A	<u>7,803,873</u>	<u>(211,824)</u>	<u>71,544</u>
2. Working capital allowance:				
Add:				
Highest month's expenditures		12,658,470	1,812,505	409,586
Encumbrances and current liabilities paid in lapse period		2,917,694	292,601	37,097
Deferred income		4,520,133	—	36,071
Refundable deposits		—	—	—
Allowance for restoring inventory to normal level		—	—	—
Allowance for sick leave/vacation payouts		272,874	63,599	5,465
Working capital allowance	B	<u>20,369,171</u>	<u>2,168,705</u>	<u>488,219</u>
3. Current excess funds:				
Deduct B from A and enter here	C	<u>(12,565,298)</u>	<u>(2,380,529)</u>	<u>(416,675)</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>(1,787,180)</u>	<u>(283,443)</u>	<u>(12,786)</u>
Enter the algebraic sum of C and D and remit the amount due, if any, for deposit in the income fund		<u>\$ (14,352,478)</u>	<u>(2,663,972)</u>	<u>(429,461)</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, 2014

Schedule 23

Balance, July 1, 2013	\$ <u>227,373,727</u>
Sources:	
Private gifts, grants, and contracts	31,120,942
Federal grants and contracts	156,204,882
State of Illinois grants and contracts	12,092,320
Medical service plan	5,463,833
Auxiliary administrative allowances	16,389,878
Other administrative allowances	38,860,243
Investment income	<u>29,201</u>
Total additions	<u>260,161,299</u>
Applications:	
Educational and general:	
Instruction	(22,545)
Research	(78,970,725)
Public service	(7,110,760)
Academic support	(61,919,611)
Student services	(2,757,954)
Institutional support	(52,641,959)
Operation and maintenance of plant	(35,884,680)
Student aid	<u>(5,802,812)</u>
Total deductions	<u>(245,111,046)</u>
Balance at June 30, 2014	\$ <u><u>242,423,980</u></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, 2014

Schedule 24

1. Cash and equivalents balance:		
Add:		
Cash		\$ 171,008,753
Cash equivalents:		
Bank deposits		—
Marketable securities		228,915
Certificates of deposit		—
Repurchase agreements		—
Other cash equivalent items		—
Interfund receivables		—
		<u>171,237,668</u>
2. Allocated reimbursements:		
Enter the total indirect cost reimbursements allocated for expenditure for the fiscal year completed:		
\$532,194,440; enter 30% of this amount		<u>159,658,332</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		12,156,188
Encumbrances		<u>3,697,210</u>
Total		<u>15,853,398</u>
5. Indirect cost carryforward:		
a. Enter the total items 2, 3, and 4		<u>175,511,730</u>
b. Subtract from item 1		<u>(4,274,062)</u>
If a positive number results, enter here and remit for deposit in the income fund		<u><u>\$ N/A</u></u>

See accompanying independent auditors' report.

UNIVERSITY OF ILLINOIS

Schedules of Federal Expenditures, Nonfederal Expenses, and New Loans

Year ended June 30, 2014

(Dollars in thousands)

Schedule 25

Schedule A – Federal financial component:

Total federal expenditures reported on SEFA schedule	\$	749,257
Total new loans made not included on SEFA schedule		460,874
Amount of federal loan balances at beginning of the year (not included on the SEFA schedule and continued compliance is required)		47,584
Other noncash federal award expenditures		8,182
Total Schedule A	\$	1,265,897

Schedule B – Total financial component:

Total operating expenses (from financial statements)	\$	5,287,635
Total nonoperating expenses		70,575
Total new loans made		460,874
Amount of federal loan balances at beginning of the year		47,584
Other noncash federal award expenditures		8,182
Total Schedule B	\$	5,874,850

Schedule C:

		<u>Amount</u>	<u>Percentage</u>
Total Schedule A	\$	1,265,897	21.5%
Total nonfederal expenses		4,608,953	78.5%
Total Schedule C	\$	5,874,850	100.0%

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, 2014

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 2014 and 2013

(Unaudited)

	Fall term fiscal 2014				Fall term fiscal 2013			
	Urbana	Chicago	Springfield	Total	Urbana	Chicago	Springfield	Total
University employment statistics:								
Headcount:								
Faculty	3,408	3,307	347	7,062	3,397	3,149	353	6,899
Academic professionals	4,620	2,988	242	7,850	4,526	3,333	241	8,100
Support staff	4,645	6,271	316	11,232	4,676	6,108	312	11,096
Other	5,975	3,314	276	9,565	5,863	3,403	277	9,543
	<u>18,648</u>	<u>15,880</u>	<u>1,181</u>	<u>35,709</u>	<u>18,462</u>	<u>15,993</u>	<u>1,183</u>	<u>35,638</u>
Full-time equivalency:								
Faculty	3,125	2,592	267	5,984	3,125	2,503	264	5,892
Academic professionals	4,560	2,969	227	7,756	4,467	3,243	227	7,937
Support staff	4,584	6,121	313	11,018	4,605	5,954	308	10,867
Other	2,662	2,016	149	4,827	2,620	2,068	150	4,838
	<u>14,931</u>	<u>13,698</u>	<u>956</u>	<u>29,585</u>	<u>14,817</u>	<u>13,768</u>	<u>949</u>	<u>29,534</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, 2014 and 2013

(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, 2014 and 2013, 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, 2014:						
Total costs (1)	\$ 385,407,649	299,915,233	161,274,010	155,402,384	30,883,617	17,627,506
Student credit hours	1,015,820	346,438	481,942	211,465	73,281	35,927
Full-time equivalent students (2)	33,861	14,435	16,065	8,811	2,443	1,497
Cost per student credit hour	\$ 379	866	335	735	421	491
Cost per full-time equivalent student	11,382	20,777	10,039	17,637	12,643	11,776

	<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

- (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 2014
 (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 2013 by class level was as follows:

	Urbana	Chicago	Springfield	Total
Undergraduate:				
Freshman	8,186	4,261	470	12,917
Sophomore	6,467	2,928	308	9,703
Junior	7,863	3,798	756	12,417
Senior	9,147	5,614	1,425	16,186
Unclassified	1,032	70	80	1,182
Total undergraduate	<u>32,695</u>	<u>16,671</u>	<u>3,039</u>	<u>52,405</u>
Graduate:				
Professional	1,043	2,674	—	3,717
Graduate	10,828	7,934	1,908	20,670
Unclassified	376	759	190	1,325
Total graduate	<u>12,247</u>	<u>11,367</u>	<u>2,098</u>	<u>25,712</u>
Total	<u><u>44,942</u></u>	<u><u>28,038</u></u>	<u><u>5,137</u></u>	<u><u>78,117</u></u>

The total headcount enrollment for Fall 2013 by gender and by level of instruction were as follows:

	Urbana	Chicago	Springfield	Total
Gender:				
Men	24,798	12,860	2,525	40,183
Women	20,144	15,178	2,612	37,934
Total	<u><u>44,942</u></u>	<u><u>28,038</u></u>	<u><u>5,137</u></u>	<u><u>78,117</u></u>
Level of instruction:				
Full-time	41,118	23,239	2,587	66,944
Part-time	3,824	4,799	2,550	11,173
Total	<u><u>44,942</u></u>	<u><u>28,038</u></u>	<u><u>5,137</u></u>	<u><u>78,117</u></u>

The median age of students enrolled by level of instruction for Fall 2013 was not available for this report.

UNIVERSITY OF ILLINOIS
 Service Efforts and Accomplishments
 Fiscal year 2014
 (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, 2014 was as follows:

	<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>	<u>Total</u>
Degrees:				
Certificate	7	—	—	7
Baccalaureate	7,660	3,756	690	12,106
Postbaccalaureate certificates	—	34	27	61
Masters	3,410	2,264	565	6,239
Post-Master's certificates	9	46	—	55
Doctorate (Research)	804	328	1	1,133
Doctorate (Professional Practice)	314	641	—	955
Total	<u>12,204</u>	<u>7,069</u>	<u>1,283</u>	<u>20,556</u>

Staff statistics:

The following statistics are from the Survey of Salaries of Full-Time Instructional Faculty, 2013–2014 IPEDS.

The average salary of full-time faculty for the year ended June 30, 2014 was as follows:

	<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>	<u>Combined</u>
Average salary of full-time faculty	\$ 105,223	89,178	67,488	97,443

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	60.11%	49.26%	54.07%	55.96%

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 2014
 (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 2013 for the 2013–2014 academic year were as follows (excluding refundable fees and health insurance):

	<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>
Undergraduate	\$ 14,750	13,402	11,132
Graduate	14,542	14,062	9,790

The tuition and required fees for a full-time student entering Fall 2013 for the 2013–2014 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	\$ —	37,616
Dentistry	—	32,944
Pharmacy	—	26,624
Physical therapy	—	18,456
Law	41,251	—
Veterinary medicine	28,856	—

UNIVERSITY OF ILLINOIS

Emergency Purchases

Year ended June 30, 2014

(Unaudited)

The University reported the following emergency purchases to the Office of the Auditor General during fiscal year 2014:

Vendor	Description	Amount
Corporate Concepts, Inc.	This emergency purchase is being established in order to enable Universities who have requirements for office classroom and installation services with a current IPHEC furniture provider in order to place orders without disruption.	\$ 126,858
O.F.S. Brands	This emergency purchase is being established in order to enable Universities who have requirements for office classroom and installation services with a current IPHEC furniture provider in order to place orders without disruption.	24,384
Steelcase, Inc.	This emergency purchase is being established in order to enable Universities who have requirements for office classroom and installation services with a current IPHEC furniture provider in order to place orders without disruption.	118,852
Medtronic Sofamor Danek	This emergency purchase is to provide various medical supplies which are required and patented for use in surgical procedures in the University of IL Hospital and Health Sciences System.	1,035,048
Commonwealth Edison	This emergency purchase is to provide uninterrupted electricity for the UIC buildings and power plants from the existing authorized supplier, Commonwealth Edison.	58,729
Peoples Gas, Light and Coke Co.	This emergency purchase is to provide uninterrupted natural gas for the UIC Campus buildings and power plants from the existing authorized supplier, Peoples Gas, Light and Coke Co.	19,435
Allsteel, Inc.	This emergency purchase is being established in order to enable Universities who have requirements for office classroom and installation services with a current IPHEC furniture provider in order to place orders without disruption.	1,037,400
Krueger International, Inc.	This emergency purchase is being established in order to enable Universities who have requirements for office classroom and installation services with a current IPHEC furniture provider in order to place orders without disruption.	1,259,995
Kimball Office, Inc.	This emergency purchase is being established in order to enable Universities who have requirements for office classroom and installation services with a current IPHEC furniture provider in order to place orders without disruption.	68,355
Medspeed	This emergency purchase is for laboratory courier services for the University of IL Hospital and Health Sciences System Pathology Lab Dept by the existing authorized supplier, Medspeed, while the hospital evaluates and awards a contract.	197,399
Bruker AXS, Inc.	This emergency purchase is for a Bruker AXS SMART X2S Automated System for Crystal Structure Analysis that will be used primarily for undergraduate laboratories.	120,000
Cameron International Corp.	This emergency purchase is for repairs to the ET24 Turbo charger unit utilized by Physical Plant Administration.	95,143
Cross Implements, Inc.	This emergency purchase is to procure a used combine to be utilized by the Department of Crop Science to harvest corn and soybeans on research plots as well as rotational acreage.	43,900
Siemens Medical Solutions USA, Inc.	This emergency purchase is for a Siemens 3T Trio MRI scanner at the Biomedical Imaging Center at the Beckman Institute. This scanner will accommodate the MRI demands of a research grant the University has applied for.	1,925,878
Leopardo Co.	This emergency purchase is to replace the steam pipeline at the intersection of Polk and Wolcott due to considerable rust and deterioration which has the potential to be a life safety risk.	871,661

UNIVERSITY OF ILLINOIS

Emergency Purchases

Year ended June 30, 2014

(Unaudited)

The University reported the following emergency purchases to the Office of the Auditor General during fiscal year 2014:

Vendor	Description	Amount
HFO Chicago	This emergency purchase was required for construction of a particle detection instrument for the international scientific collaboration, COMPASS.	187,308
Atlas Tool & Die Works, Inc.	This emergency purchase was required for construction of a particle detection instrument for the international scientific collaboration, COMPASS.	105,896
Pelton & Crane, Inc.	This emergency purchase is to purchase clinic cabinetry to complete the final phase of the renovation and re-equipping of the care clinics, where dental student clinical education and patient care occur.	510,034
Evanston Ophthalmologists S. C.	This emergency purchase is for a 2010 (used) Heidelberg Spectralis FA OCT camera. UIC will utilize this camera to perform OCT scan with active eye tracking.	90,000
Information Systems Group, Inc.	This emergency purchase is for communications switches and equipment for the University from ISG.	335,461
Siemens Medical Solutions USA, Inc.	This emergency purchase is for fluoroscopic equipment that is used by the University of Illinois Hospital & Health Sciences System for diagnosis and treatment of various gastrointestinal diseases.	295,577
Medivators	This emergency purchase was for a GI (Gastrointestinal) lab scope cleaning system for the University of Illinois Hospital.	108,552
Anchor Mechanical Inc.	This emergency purchase was due to loss of hot water and heat at the UIC building at Halsted and Harrison. Anchor had to excavate to find the ruptured pipe and then repair/replace it.	233,000
Clear Channel Outdoor	This emergency purchase is for an advertising campaign in the Chicagoland area. This advertising via Outdoor signage will cover car commute traffic and the Metra Train commuters.	157,278
Superior Livestock Auction	This emergency purchase is for Red Angus cattle that meet the specific research needs.	165,294
Rovanco Piping Systems	This emergency purchase is related to the repair/replacement of an underground ruptured pipeline. Rovanco is the only local vendor capable of supplying the pipeline system.	81,970

UNIVERSITY OF ILLINOIS

University Bookstore Information

Fiscal year 2014

(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 2013 – 9/1/2008–6/30/2018
Amount of gross sales for bookstore for FY 13	\$ 11,329,101	6,749,914	1,046,929
Amount to be paid to bookstore for FY 13 (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	None	Barnes & Noble

UNIVERSITY OF ILLINOIS

Special Data Requirements for University Audits

Year ended June 30, 2014

(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, 2014, where such special data is found.

Compliance Findings

- 13(a) At June 30, 2014, State Compliance Findings were reported on pages 82 through 109 within the Compliance Examination report. One of these findings specifically related to the *University Guidelines*; see finding 2014-026. 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, 2014, the Annual Financial Report of the University of Illinois Auxiliary Facilities System for the year ended June 30, 2014, and the Annual Financial Report of the University of Illinois Health Services Facilities System for the year ended June 30, 2014.
- 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, 2014 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 17 and 18 of the Annual Financial Report of the University of Illinois Auxiliary Facilities System for the year ended June 30, 2014.
- 13(j) At June 30, 2014, 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, 2014

(Unaudited)

- 13(k) At June 30, 2014, no non-instructional 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, 2014 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, 2014, 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, 2014 is disclosed in the Annual Financial Statements of the University of Illinois Foundation on page 24.

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, 2014 on pages 26 through 30.
- 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, 2014

(Unaudited)

- 13(t) Acquisitions of land in excess of \$250,000 by the University and its UROs during the year ended June 30, 2014 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 2014, 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, 2014 and 2013

(Unaudited)

During fiscal years 2014 and 2013, 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 \$997,581 cash and \$7,809,877 budget allocation in 2014 and \$100,000 cash and \$7,506,823 budget allocation in 2013, and an additional \$581,000 and \$575,000 of services in 2014 and 2013, 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>2014</u>	<u>2013</u>
Unrestricted funds	\$ 283,125	321,327
Restricted only as to campus, college, or department, and generally available for ongoing university operations:		
Provided to a particular campus	233,978	1,395,054
Provided to a particular unit	<u>57,158,435</u>	<u>44,414,963</u>
Subtotal	57,675,538	46,131,344
Restricted by donor:		
Provided for student support	24,523,744	24,030,620
Provided for faculty support	10,243,214	11,741,209
Provided for certain instructional, research, and public service programs	47,702,338	25,354,276
Provided for physical facilities additions or improvements	43,285,670	13,661,237
Provided for other restricted purposes	<u>3,431,496</u>	<u>23,139,403</u>
Total funds provided by the Foundation to the University	<u>\$ 186,862,000</u>	<u>144,058,089</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 2014, 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>
9/19/2013	1,280,000	160 acres of farmland in Lewistown, 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, 2014 and 2013

(Unaudited)

In accordance with an annual agreement between the University and the Alumni Association, the University paid \$4,367,700 and \$4,318,800, of which \$1,971,400 and \$1,930,700 represent employee salaries to the Alumni Association for the years ended June 30, 2014 and 2013, 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, 2014 and 2013, the Alumni Association expended the following amounts in the performance of those functions:

	<u>2014</u>	<u>2013</u>
Communications	\$ 924,900	904,400
Information services	1,107,400	1,088,500
Membership promotion	—	10,100
Alumni outreach programs	932,800	920,500
General and operating expenses	<u>1,402,600</u>	<u>1,395,300</u>
Total expenditures	<u>\$ 4,367,700</u>	<u>4,318,800</u>

UNIVERSITY OF ILLINOIS

Schedule of Undergraduate and Graduate Tuition and Fee Waivers

2013–2014 School Year

(Unaudited)

(In thousands)

	Undergraduate			Graduate		
	Tuition waivers	Fee waivers	Total waivers	Tuition waivers	Fee waivers	Total waivers
Urbana	\$ 31,793	1,795	33,588	169,300	11,658	180,958
Chicago	8,080	112	8,192	70,151	7,202	77,353
Springfield	2,561	30	2,591	2,571	165	2,736
Total	\$ 42,434	1,937	44,371	242,022	19,025	261,047

The amount of fiscal 2014 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
2013–2014 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	96	\$ 1,065	96	\$ 310
General assembly	3	28	—	—
Reserve Officers' Training Corps (ROTC)	100	1,041	—	—
Department of Children and Family Services (DCFS)	37	361	37	123
Children of employees	637	4,122	—	—
Honorary scholarships	272	3,589	—	—
Veterans grants and scholarships**	179	2,154	109	357
Adjustments (1)	—	—	—	—
Subtotal	<u>1,324</u>	<u>12,360</u>	<u>242</u>	<u>790</u>
Discretionary waivers:				
Faculty/administrators	22	60	—	—
Civil service	30	120	—	—
Academic/other talent	815	4,360	316	230
Athletic	37	688	—	—
Foreign exchange students	531	8,612	531	775
Foreign students	9	93	—	—
Student need – financial aid	1,350	5,338	—	—
Cooperating professionals	2	4	1	—
Interinstitutional/related agencies	4	23	—	—
Retired University employees	5	19	—	—
Zero hour internship waiver	100	116	—	—
Adjustments (1)	(57)	—	—	—
Subtotal	<u>2,848</u>	<u>19,433</u>	<u>848</u>	<u>1,005</u>
Total	<u>4,172</u>	<u>\$ 31,793</u>	<u>1,090</u>	<u>\$ 1,795</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
2013–2014 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	7	\$ 68	—	\$ —
Reserve Officers' Training Corps (ROTC)	47	381	—	—
Department of Children and Family Services (DCFS)	13	116	13	29
Children of employees	187	940	—	—
Honorary scholarships	23	249	—	—
Veterans grants and scholarships**	181	1,758	—	—
Subtotal	<u>458</u>	<u>3,512</u>	<u>13</u>	<u>29</u>
Discretionary waivers:				
Faculty/administrators	5	14	5	5
Civil service	45	184	44	76
Academic/other talent	432	2,305	—	—
Athletic	146	1,925	—	—
Student need – financial aid	23	43	—	—
Student need – special programs	44	90	—	—
Cooperating professionals	3	5	3	1
Retired University employees	—	—	—	—
Interinstitutional/related agencies	1	2	1	1
Adjustments (1)	(2)	—	—	—
Subtotal	<u>697</u>	<u>4,568</u>	<u>53</u>	<u>83</u>
Total	<u>1,155</u>	<u>\$ 8,080</u>	<u>66</u>	<u>\$ 112</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
2013–2014 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	—	\$ —	—	\$ —
Department of Children and Family Services (DCFS)	6	61	—	—
Children of employees	33	124	—	—
Senior citizens	2	16	—	—
Honorary scholarships	65	530	—	—
Veterans grants and scholarships**	197	1,081	—	—
Subtotal	<u>303</u>	<u>1,812</u>	<u>—</u>	<u>—</u>
Discretionary waivers:				
Faculty/administrators	2	10	2	2
Civil service	45	162	45	27
Academic/other talent	14	100	—	—
Athletic	37	179	—	—
Gender equity in intercollegiate athletics	16	75	—	—
Student need – financial aid	151	191	—	—
Interinstitutional/related agencies	10	31	—	—
Retired university employees	1	1	—	—
Adjustments (1)	(8)	—	—	1
Subtotal	<u>268</u>	<u>749</u>	<u>47</u>	<u>30</u>
Total	<u><u>571</u></u>	<u><u>\$ 2,561</u></u>	<u><u>47</u></u>	<u><u>\$ 30</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.

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UNIVERSITY OF ILLINOIS
Schedule of Graduate Tuition and Fee Waivers
2013–2014 School Year
(Unaudited)

	University of Illinois at Urbana-Champaign			
	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	1	\$ 11	1	\$ 3
General assembly	—	—	—	—
DCFS	—	—	—	—
Honorary scholarships	34	585	—	—
Veterans grants and scholarships**	126	1,381	105	317
Adjustments (1)	—	—	—	—
Subtotal	<u>161</u>	<u>1,977</u>	<u>106</u>	<u>320</u>
Discretionary waivers:				
Faculty/administrators	366	2,460	—	—
Civil service	69	307	—	—
Academic/other talent	224	2,143	474	378
Athletic	2	33	—	—
Foreign exchange students	40	590	40	54
Cooperating professionals	147	714	30	9
Research assistants	3,522	71,161	3,386	4,454
Teaching assistants	2,612	46,209	2,611	3,412
Other assistants	1,335	13,541	1,303	1,136
Interinstitutional/related agencies	50	408	5	1
Retired University employees	4	12	—	—
Contract/training grants	142	3,634	142	90
Fellowship/traineeship	1,180	26,110	1,283	1,804
Adjustments (1)	(2,149)	—	(2,343)	—
Subtotal	<u>7,544</u>	<u>167,322</u>	<u>6,931</u>	<u>11,338</u>
Total	<u><u>7,705</u></u>	<u><u>\$ 169,299</u></u>	<u><u>7,037</u></u>	<u><u>\$ 11,658</u></u>

* Unduplicated

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UNIVERSITY OF ILLINOIS
Schedule of Graduate Tuition and Fee Waivers
2013–2014 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	16	\$ 117	16	\$ 40
General assembly	1	46	—	—
ROTC	—	—	—	—
Senior citizen	1	14	—	—
Honorary scholarships	18	397	—	—
Veterans grants and scholarships**	165	2,344	—	—
Subtotal	<u>201</u>	<u>2,918</u>	<u>16</u>	<u>40</u>
Discretionary waivers:				
Faculty/administrators	441	3,391	354	653
Civil service	202	1,468	161	318
Academic/other talent	85	3,589	17	2
Athletic	—	—	—	—
Cooperating professionals	43	160	42	13
Research assistants	1,028	14,490	1,027	1,724
Teaching assistants	1,318	19,786	1,315	2,227
Other assistants	639	9,483	1,398	1,174
Interinstitutional/related agencies	2	16	2	4
Retired University employees	7	29	7	12
Fellowship/traineeship	861	14,821	838	1,035
Adjustments (1)	(503)	—	(1,258)	—
Subtotal	<u>4,123</u>	<u>67,233</u>	<u>3,903</u>	<u>7,162</u>
Total	<u>4,324</u>	<u>\$ 70,151</u>	<u>3,919</u>	<u>\$ 7,202</u>

* Unduplicated

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UNIVERSITY OF ILLINOIS
Schedule of Graduate Tuition and Fee Waivers
2013–2014 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	—	\$ —	—	\$ —
Senior citizens	2	15	—	—
Honorary scholarships	26	130	—	—
Veterans grants and scholarships**	131	539	—	—
Subtotal	<u>159</u>	<u>684</u>	<u>—</u>	<u>—</u>
Discretionary waivers:				
Faculty/administrators	129	398	129	64
Civil service	73	249	74	43
Academic/other talent	10	68	—	—
Cooperating professionals	9	14	9	1
Research assistants	8	68	8	5
Teaching assistants	10	52	10	6
Other assistants	147	968	65	44
Interinstitutional/related agencies	26	66	2	1
Retired University employees	3	4	3	1
Adjustments (1)	(5)	—	(4)	—
Subtotal	<u>410</u>	<u>1,887</u>	<u>296</u>	<u>165</u>
Total	<u>569</u>	<u>\$ 2,571</u>	<u>296</u>	<u>\$ 165</u>

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