



University of Connecticut (Storrs & Regionals)
Q2 Quarterly Financial Report
FY20: Budget to Year End Forecast

University Budget - FY20 Forecast

The FY20 operating budget was presented to the BOT in June 2019 showing an operating deficit of \$19.6M. At that time, the University committed a balanced budget to the BOT through attrition, optimal use of fund balances and cost containment. Through the second quarter of FY20, the University has successfully managed expenses and generated favorable revenues. Currently, the University is forecasting a FY20 year end surplus of \$3.9M.

Note: The FY20 budget has been restated to reflect an accounting change related to how UConn Health funding is reported. There is no overall operating impact from this restatement.

Q2 Revenues

Overall revenues are running favorable to budget by \$11.5 million. Key drivers include:

Favorable:

- Tuition income, up \$8.2M driven by an increase in tuition paying equivalents (TPE) in undergraduates (based on credit hours and waiver reductions) and favorable graduate school enrollment
- Course and Mandatory fee income, up \$1.2M reflecting increased revenues from Business School graduate programs
- Grants & Contracts income, up \$1.8M reflecting increased Pell reimbursements and Roberta Willis Scholarship, both offset in financial aid
- Foundation, Investments & Gifts, up \$12.2M primarily reflecting favorable investment income and additional Foundation reimbursements to Athletics and other units
- Auxiliary Revenue, up \$1.0M reflecting favorable room and board revenues over budget

Unfavorable:

- State Support, down \$10.8M driven by lower fringe reimbursements compared to budgeted rates (offset in fringe) and lapses
- Self-Supporting/Entrepreneurial Revenue, down \$1.3M. Currently trending below budget possibly due to timing

Q2 Expenses

Overall non-transfer expenses including financial aid are \$7.9M below budget, primarily due to fringe benefit rates. Details include:

Favorable:

- Fringe Benefits, down \$14.8M driven by lower retirement rates from State Comptroller released after budget was set
- Other Expense, down \$1.5M driven by commodity savings in Dining operations

Unfavorable:

- Energy, up \$0.6M due to higher than budgeted consumption
- Equipment, up \$1.3M due to large Residential Life furniture purchase and higher IT spend

Q2 Financial Aid

Forecasted financial aid expense is \$5.8M over budget due to:

- Endowment/Foundation/Other Private (non-athletic): \$3.1M higher than budget
- Pell: \$1M higher than budget
- Roberta Willis: \$800k higher than budget
- Departmental scholarships: \$600k higher than budget
- New Haven promise: running higher \$400k than budget



Operating Budget - Unit Summary
University of Connecticut (Storrs & Regionals)

FY20 Year-End Forecast

	FY19			FY20 Budget			FY20 Forecast			FY20 Forecast Variance to Budget		
	Research	Operating	Total	Research	Operating	Total	Research	Operating	Total	Research	Operating	Total
Revenue												
State Appropriations	178,457	356,719,201	356,897,658	-	371,492,449	371,492,449	-	360,719,197	360,719,197	-	(10,773,252)	(10,773,252)
Tuition	-	426,372,698	426,372,698	-	443,285,281	443,285,281	-	451,495,762	451,495,762	-	8,210,480	8,210,480
Course/Mandatory Fees	743	137,678,920	137,679,663	-	146,491,718	146,491,718	-	147,697,987	147,697,987	-	1,206,269	1,206,269
Grants & Contracts (Inc. Fin Aid)	121,652,685	88,354,095	210,006,780	116,926,803	86,115,720	203,042,523	116,926,803	87,915,720	204,842,523	-	1,800,000	1,800,000
Foundation, Investments & Gifts	-	32,938,473	32,938,473	-	21,700,000	21,700,000	-	33,938,473	33,938,473	-	12,238,473	12,238,473
Auxiliary Revenue	-	218,863,114	218,863,114	-	218,267,321	218,267,321	-	219,267,321	219,267,321	-	1,000,000	1,000,000
Self-Supporting/Entrepreneurial Revenue	92,485	22,617,463	22,709,948	-	23,719,375	23,719,375	-	22,397,433	22,397,433	-	(1,321,942)	(1,321,942)
Other Revenues	273,504	29,782,761	30,056,265	1,095,430	31,003,901	16,024,092	1,095,430	30,148,165	31,243,595	-	(855,736)	15,219,503
Total Revenues	122,197,874	1,313,326,725	1,435,524,599	118,022,233	1,342,075,766	1,444,022,760	118,022,233	1,353,580,058	1,471,602,290	-	11,504,292	27,579,531
Expense												
Personal Services	54,159,144	501,233,270	555,392,414	57,630,528	523,899,711	579,293,531	57,630,528	524,698,087	582,328,615	-	798,376	3,035,084
Fringe Benefits	18,622,877	285,870,682	304,493,560	17,333,538	319,857,951	336,073,135	17,333,538	305,059,468	322,393,006	-	(14,798,483)	(13,680,129)
Salary/Benefits	72,782,021	787,103,952	859,885,974	74,964,066	843,757,662	915,366,666	74,964,066	829,757,555	904,721,621	-	(14,000,108)	(10,645,045)
Energy/Utilities	149	21,062,583	21,062,732	-	20,700,000	20,700,000	-	21,273,209	21,273,209	-	573,209	573,209
Other Expense	34,850,154	237,464,242	272,314,397	34,705,106	246,872,916	268,857,845	34,705,106	245,348,174	280,053,280	-	(1,524,742)	11,195,435
Equipment	5,477,771	23,201,668	28,679,439	3,703,198	25,539,813	29,243,011	3,703,198	26,801,668	30,504,866	-	1,261,855	1,261,855
Financial Aid	5,513,754	188,206,968	193,720,721	3,706,579	194,683,696	198,390,275	3,706,579	200,495,915	204,202,494	-	5,812,219	5,812,219
Total Other Expense	45,841,827	469,935,462	515,777,289	42,114,883	487,796,426	517,191,132	42,114,883	493,918,966	536,033,849	-	6,122,540	18,842,718
Total Non-Transfer Expense	118,623,848	1,258,754,744	1,377,378,593	117,078,949	1,331,554,088	1,432,557,798	117,078,949	1,323,676,521	1,440,755,470	-	(7,877,567)	8,197,672
Net Transfers/Debt Service	3,729,024	49,606,335	53,335,359	-	31,114,756	31,114,756	-	26,954,756	26,954,756	-	(4,160,000)	(4,160,000)
Total Expense	122,352,872	1,306,645,749	1,428,998,622	117,078,949	1,362,668,844	1,463,672,554	117,078,949	1,350,631,277	1,467,710,226	-	(12,037,567)	4,037,672
Net Income/(Loss)	(154,998)	6,680,975	6,525,977	943,284	(20,593,078)	(19,649,794)	943,284	2,948,781	3,892,064	-	23,541,859	23,541,859

Note: the FY20 budget has been restated to reflect the actual way funding from UConn Health is accounted. There is no overall operating impact from this restatement.