




University of Connecticut
Financial Planning and Management

June 20, 2006

TO: Members of the Board of Trustees

FROM: Lorraine M. Aronson 
Vice President and Chief Financial Officer

SUBJECT: APPROVAL OF THE SPENDING PLAN FOR FISCAL YEAR 2007

RECOMMENDATION:

That the Board of Trustees approve a Spending Plan for Fiscal Year 2007 of \$858.1 million.

BACKGROUND:

The Fiscal Year 2007 Spending Plan includes \$856.7 million of revenue, including state funding of \$220.6 (excluding fringe benefits), to cover \$858.1 million in expenses, yielding a \$1.4 million net loss. This net loss is comprised of a \$1.0 million gain representing the reserve repayment for the November 2001 drawdown of \$11.5 million for the Towers Dining Center and Student Union and a \$2.4 million loss in Auxiliary Enterprises due to increased energy costs.

See attached schedule for detailed information.

An Equal Opportunity Employer

352 Mansfield Road Unit 2122
Storrs, Connecticut 06269-2122

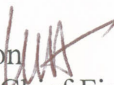
Telephone: (860) 486-5115
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University of Connecticut
Financial Planning and Management

June 20, 2006

TO: Members of the Board of Trustees

FROM: Lorraine M. Aronson 
Vice President and Chief Financial Officer

SUBJECT: Approval of the Spending Plan for the University of Connecticut Health Center for Fiscal Year 2007.

RECOMMENDATION:

That the Board of Trustees approves the University of Connecticut Health Center Spending Plan for the Fiscal Year 2007.

BACKGROUND:

The Fiscal Year 2007 Spending Plan for the Health Center includes \$ 654.8 million of revenue, including a state appropriation of \$76.9 million, to cover \$654.7 million in expenses, yielding a net gain of \$94,101. This budget includes planned revenue enhancements and expenditure reductions, which will be implemented during Fiscal Year 2007 to provide funding for strategic initiatives as discussed at the Board of Directors meeting on June 12, 2006.

See separate summary and related schedules attached for detailed information.

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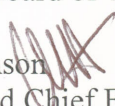
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University of Connecticut
Financial Planning and Management

June 20, 2006

TO: Members of the Board of Trustees

FROM: Lorraine M. Aronson 
Vice President and Chief Financial Officer

SUBJECT: Approval of the Capital Spending Plan for Fiscal Year 2007 and the Five Year Capital Spending Plan for Fiscal Years 2008-2012 for the University of Connecticut Health Center.

RECOMMENDATION:

That the Board of Trustees approves the University of Connecticut Health Center Capital Spending Plan for Fiscal Year 2007 and the Five Year Capital Spending Plan for Fiscal Years 2008-2012.

BACKGROUND:

The Capital Spending Plan for FY 2007 for the Health Center provides for State Bond Fund expenditures totaling \$2,855,305, UCONN 2000 Phase III (21st Century UConn) Bonds totaling \$23,510,425 and \$50,950,000 from other funds that include Research Use Allowance, John Dempsey Hospital, UConn Medical Group and others.

The Five-Year Capital Spending Plan reflects the planned use of UCONN 2000 Phase III (21st Century UConn) Bond Funds, other non-bond fund sources, and anticipated future capital funding needs through 2012.

See separate summary and related schedules attached for detailed information.

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University of Connecticut (Storrs & Regional Campuses)

Financial Assumptions Related to Development of Current Funds Budget

	Fiscal Year 2007	
	Annual	% Change
National Inflation		2.3%
Budget Inflation		
E & G University Supported Accounts		0.0%
Energy		10.0%
Fringe Benefits		2.7%
Undergraduate In-State Rate Adjustments		
Tuition		5.91%
General University Fee		5.66%
Other Fees		3.31%
Room Fee		6.00%
Board Fee		8.71%
Total Undergraduate Student Cost-% Change		6.48%

	Fiscal Year 2007	
Financial Aid (In Millions)		
Need Based		
Grants		\$46.4
Student Labor		\$13.9
Total Need Based		\$60.3
Scholarships		
University ^(A)		\$23.9
Non-University Scholarships ^(B)		\$5.6
Loans		\$116.7
Tuition Waivers		\$36.5
Total		\$243.0
Tuition Funded Need Based % / Amount ^(C)	17.8%	\$31.9

	Fiscal Year 2007	
	Amount	% Change
Enrollment Changes		
Total Enrollment (All Campuses ex UCHC)	28,126	1.9%
Freshmen	4,275	0.7%
Total Undergraduate	21,053	2.6%
Graduate	6,180	0.0%
Professional (Law & PharmD)	893	0.0%
State Support (In Millions-excludes fringe benefits)	\$220.6	7.2%
Total Operating Budget (In Millions)		
Revenues	\$856.7	7.4%
Expenditures / Transfers	\$858.1	6.5%
Net Gain (Loss)	(\$1.4)	

^(A) Scholarships administered by the University from various sources including the UConn Foundation.

^(B) Scholarships received directly by students from various sources outside the University.

^(C) Based on net tuition revenue after tuition waivers.

University of Connecticut (Storrs & Regional Campuses)
Current Funds - Actual, Forecast and Proposed
Fiscal Years Ended June 30, 2004-2007

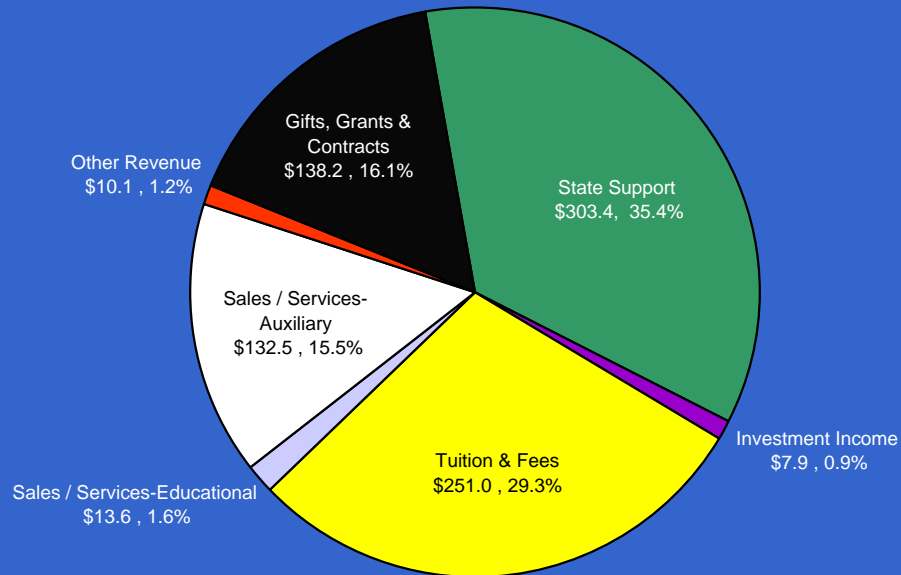
	<i>Actual</i>	<i>Actual</i>	<i>Forecast</i>			<i>Proposed</i>		
Revenues:	<u>FY 2004</u>	<u>FY 2005</u>	<u>FY 2006</u>	<u>Change</u>	<u>%</u>	<u>FY 2007</u>	<u>Change</u>	<u>%</u>
Operating Fund								
State Support	\$256.5	\$273.1	\$283.1	\$10.0	3.7%	\$303.4	\$20.3	7.2%
Tuition (Net of Discounts)	136.8	156.0	167.0	11.0	7.1%	179.6	12.6	7.5%
Fees	59.8	63.4	68.2	4.8	7.6%	71.4	3.2	4.7%
Auxiliary Enterprise Revenue	106.2	114.8	120.5	5.7	5.0%	132.5	12.0	10.0%
All Other Revenues	<u>71.5</u>	<u>79.2</u>	<u>87.0</u>	<u>7.8</u>	9.8%	<u>94.7</u>	<u>7.7</u>	8.9%
Total Operating Fund	\$630.8	\$686.5	\$725.8	\$39.3	5.7%	\$781.6	\$55.8	7.7%
Research Fund	<u>70.8</u>	<u>76.4</u>	<u>72.2</u>	<u>(4.2)</u>	-5.5%	<u>75.1</u>	<u>2.9</u>	4.0%
Total Revenues	<u>\$701.6</u>	<u>\$762.9</u>	<u>\$798.0</u>	<u>\$35.1</u>	4.6%	<u>\$856.7</u>	<u>\$58.7</u>	7.4%
Expenditures / Transfers:								
Operating Fund								
Personal Services	\$288.7	\$317.1	\$341.0	\$23.9	7.5%	\$360.9	\$19.9	5.8%
Fringe Benefits	88.0	105.9	111.4	5.5	5.2%	122.1	10.7	9.6%
Other Expenses	139.3	155.8	168.8	13.0	8.3%	188.4	19.6	11.6%
Equipment	5.5	8.6	15.3	6.7	77.9%	9.5	(5.8)	-37.9%
Student Financial Aid	58.2	63.3	67.8	4.5	7.1%	72.0	4.2	6.2%
Transfers	<u>49.9</u>	<u>25.4</u>	<u>29.5</u>	<u>4.1</u>	16.1%	<u>30.1</u>	<u>0.6</u>	2.0%
Total Operating Fund	\$629.6	\$676.1	\$733.8	\$57.7	8.5%	\$783.0	\$49.2	6.7%
Research Fund Expenditures	<u>72.6</u>	<u>74.3</u>	72.2	<u>(2.1)</u>	-2.8%	75.1	<u>2.9</u>	4.0%
Total Expenditures / Transfers	<u>\$702.2</u>	<u>\$750.4</u>	<u>\$806.0</u>	<u>\$55.6</u>	7.4%	<u>\$858.1</u>	<u>\$52.1</u>	6.5%
Net Gain (Loss)	<u>(\$0.6)</u>	<u>\$12.5</u>	<u>(\$8.0)</u>			<u>(\$1.4)</u>		

University of Connecticut (Storrs & Regional Campuses)

Current Fund Revenues & Expenditures Budget

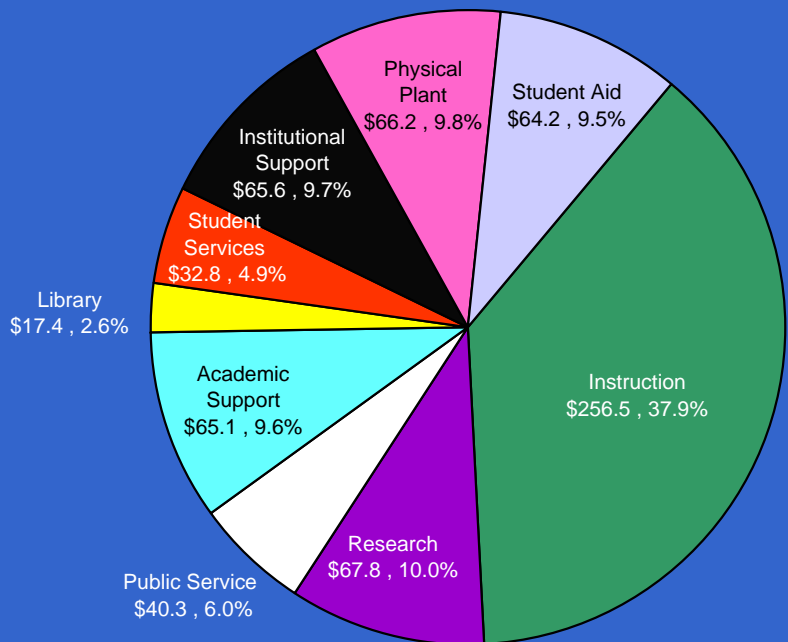
Fiscal Year 2007 (in millions)

Total Revenues by Source - \$856.7 M



E & G Expenditures by Program - \$675.9 M

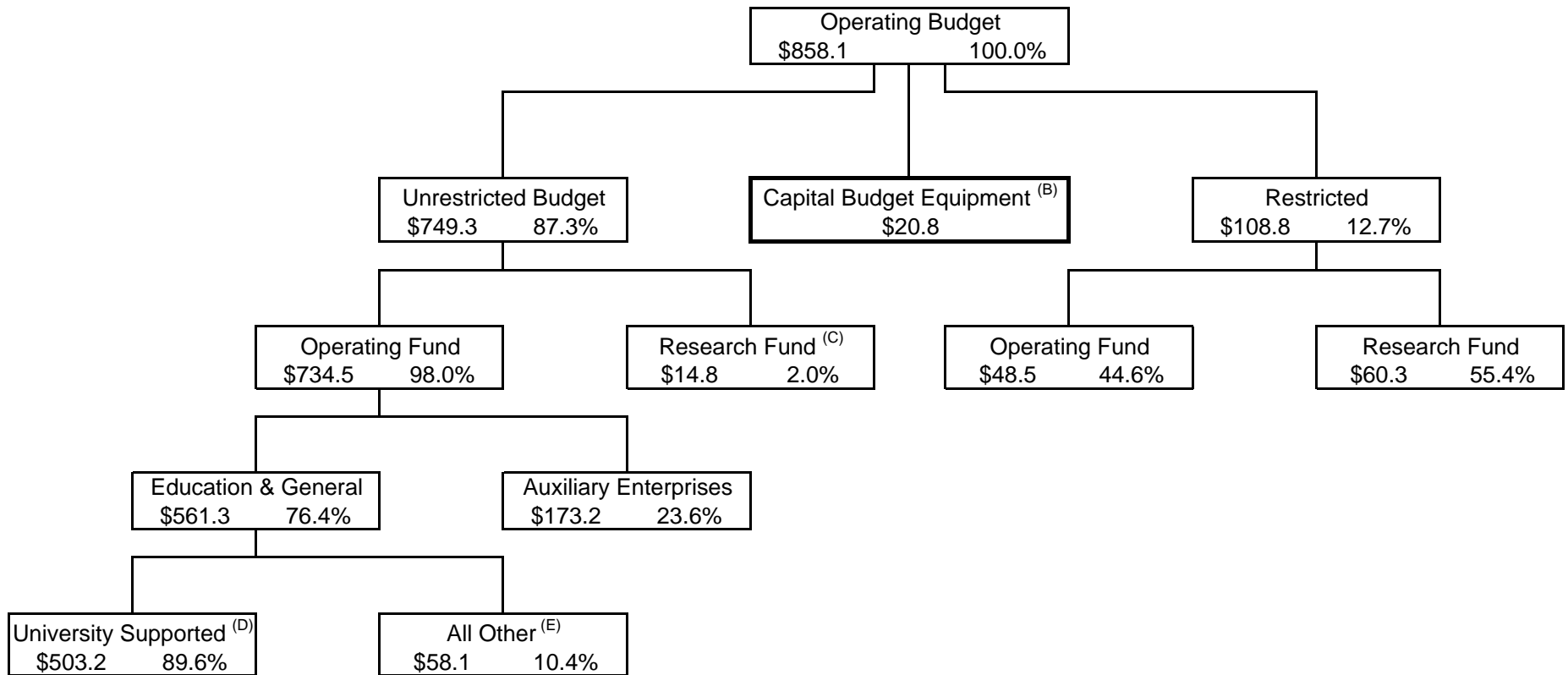
Excludes E&G Transfers (\$9.0 M) & Auxiliary Enterprises (\$173.2 M)



Univeristy of Connecticut (Storrs & Regional Campuses)

Total Operating Expenditure Budget (in millions) ^(A) - % by Categories

FY 2007



(A) Includes transfers for Bond Debt and construction projects.

(B) Capital Budget Equipment amount, funded by UCONN 2000, is shown for illustrative purposes only and is not included in the Operating Budget figures.

(C) This amount represents grant overhead funds only. Grant awards are reflected in the restricted portion of the budget.

(D) Primary revenue sources are the State Appropriation and tuition receipts.

(E) Primarily E&G Enterprise activities (e.g., Continuing Ed., MBA, etc...).

University of Connecticut (Storrs & Regional Campuses)
 Current Funds Budget
 FY 2007

	TOTAL	E & G	AUXILIARY	UNRESTRICTED	RESTRICTED
Revenues					
Operating Fund					
State Support	\$	\$	\$	\$	\$
State Appropriation/Allotment	220,606,876	220,606,876		220,606,876	
Fringe Benefits	82,799,489	82,799,489		82,799,489	
Total State Support	<u>303,406,365</u>	<u>303,406,365</u>		<u>303,406,365</u>	
Student Tuition & Fees-Gross	287,531,393	262,484,016	25,047,377	287,531,393	
Tuition Waiver Discounts	<u>(36,536,135)</u>	<u>(36,536,135)</u>		<u>(36,536,135)</u>	
Net Student Tuition & Fees	250,995,258	225,947,881	25,047,377	250,995,258	
Grants & Contracts	39,819,950	39,343,950	476,000	175,000	39,644,950
Private Gifts & Grants	23,200,000	10,448,147	12,751,853	15,100,000	8,100,000
Investment Income	7,947,600	7,947,600	0	7,176,000	771,600
Sales/Services of Educational Depts	13,610,000	13,610,000		13,610,000	0
Sales/Services Auxiliary Enterprises	132,459,787	0	132,459,787	132,459,787	0
Other Revenue	<u>10,141,902</u>	<u>10,141,902</u>	<u>0</u>	<u>10,141,902</u>	<u>0</u>
Total Operating Fund	\$ 781,580,862	\$ 610,845,845	\$ 170,735,017	\$ 733,064,312	\$ 48,516,550
Research Fund					
Research Grants and Contracts	<u>75,112,143</u>	<u>75,112,143</u>	<u>0</u>	<u>14,828,320</u>	<u>60,283,823</u>
Total Revenues	\$ 856,693,005	\$ 685,957,988	\$ 170,735,017	\$ 747,892,632	\$ 108,800,373
Expenditures/Transfers					
Education and General (E&G):					
Instruction	\$ 256,475,931	\$ 256,475,931	\$	\$ 250,738,713	\$ 5,737,218
Research	67,858,002	67,858,002		5,676,025	62,181,977
Public Service	40,272,034	40,272,034		26,397,677	13,874,357
Academic Support	65,097,965	65,097,965		62,355,551	2,742,414
Library	17,447,012	17,447,012		17,358,679	88,333
Student Services	32,773,581	32,773,581		31,835,856	937,725
Institutional Support	65,633,424	65,633,424		65,612,425	20,999
Physical Plant	66,174,016	66,174,016		66,174,016	0
Student Aid	<u>64,179,516</u>	<u>64,179,516</u>		<u>40,962,166</u>	<u>23,217,350</u>
Sub-Total Education and General	675,911,481	675,911,481		567,111,108	108,800,373
E & G Transfers / Debt Retirement	<u>9,037,499</u>	<u>9,037,499</u>		<u>9,037,499</u>	
Total Education and General	\$ 684,948,980	\$ 684,948,980	\$	\$ 576,148,607	\$ 108,800,373
Auxiliary Enterprises					
Expenditures	152,132,859		152,132,859	152,132,859	
Mandatory Transfers for Debt Retirement	<u>13,313,558</u>		<u>13,313,558</u>	<u>13,313,558</u>	
Auxiliary Expend. / Mandatory Trans	\$ 165,446,417	\$	\$ 165,446,417	\$ 165,446,417	\$ 0
Non-Mandatory Transfers	<u>7,713,228</u>		<u>7,713,228</u>	<u>7,713,228</u>	
Total Auxiliary Enterprises	\$ 173,159,645	\$	\$ 173,159,645	\$ 173,159,645	\$ 0
Total Expenditures/Transfers	\$ 858,108,625	\$ 684,948,980	\$ 173,159,645	\$ 749,308,252	\$ 108,800,373
Net Gain (Loss)	\$ (1,415,620)	\$ 1,009,008	\$ (2,424,628)	\$ (1,415,620)	\$ 0

* The \$1.4 million net loss is comprised of a \$1.0 million gain representing the reserve repayment for the November 2001 drawdown of \$11.5 million for the Towers Dining Center and Student Union and a \$2.4 million loss in Auxiliary Enterprises due to increased energy costs.

University of Connecticut (Storrs & Regional Campuses)
 Current Funds Budget Supporting Schedule for Selected Revenues
 Fiscal Year 2007

FY2007

Revenues

Tuition & Fees

Tuition (After Discounts: \$179.6 M)	\$216,104,554
College of Continuing Studies	
Credit Fees	17,617,358
Non-Credit Fees	3,396,525
Other Course Fees	12,860,175
Other Fees	14,261,723
General University Fee	<u>23,291,058</u>
Total Tuition and Fees	<u><u>\$287,531,393</u></u>

Grants and Contracts (Operating Fund)

Miscellaneous Grants and Contracts	\$16,689,600
Department of Agriculture	3,129,000
Federal Financial Aid Grants	11,448,782
State Financial Aid Grants	<u>8,552,568</u>
Total Grants and Contracts	<u><u>\$39,819,950</u></u>

Sales/Services of Auxiliary Enterprises

Jorgensen Center for Performing Arts	\$1,131,000
Athletic Department	29,950,144
Health Services	1,425,000
Campus Activities	177,450
Residential Life & Rental Properties ^(A)	56,861,518
Dining Services ^(B)	42,301,175
One Card	48,000
Rental Properties - Commercial	<u>282,450</u>
Total Sales/Services of Auxiliary Enterprises	<u><u>\$132,459,787</u></u>

(A) Includes Residential Rentals as well as dormitories.

(B) Includes both Board Fee revenue and Cash Sales Operations.

University of Connecticut (Storrs & Regional Campuses)

Auxiliary Enterprise Budgets

FY 2007

	Residential Life ^(A)	Dining Services ^(B)	Athletics	Jorgensen	Health Services	Student Activities	Student Union	One Card Office	Student Affairs IT	Rental Prop - Comm	Total
Revenues											
Sales & Services	\$56,861,518	\$42,301,175	\$29,950,144	\$1,131,000	\$1,425,000	\$283,050	\$177,450	\$48,000	\$0	\$282,450	\$132,459,787
Tuition/Fee/Other	210,000	50,000	10,365,390	1,559,053	6,495,669	3,582,653	2,962,441	298,171	0	0	25,523,377
Gifts/Endowment	<u>0</u>	<u>0</u>	<u>12,716,853</u>	<u>35,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>12,751,853</u>
Total Revenues	\$57,071,518	\$42,351,175	\$53,032,387	\$2,725,053	\$7,920,669	\$3,865,703	\$3,139,891	\$346,171	\$0	\$282,450	\$170,735,017
Expenditures											
Personal Svcs & Fringe Benefits	\$20,149,624	\$9,622,353	\$20,443,920	\$1,132,675	\$6,600,693	\$2,168,066	\$2,009,031	\$219,472	\$1,863,018	\$106,882	\$64,315,734
Contractuals & Commodities	20,910,831	28,228,345	20,968,660	1,542,378	740,941	1,458,287	836,180	126,699	804,994	166,632	75,783,947
Scholarships	210,000	50,000	8,400,000	50,000	15,000	75,000	0	0	0	0	8,800,000
Other Expenses/Transfers	<u>18,225,691</u>	<u>4,450,477</u>	<u>3,219,807</u>	<u>0</u>	<u>564,035</u>	<u>164,350</u>	<u>294,680</u>	<u>0</u>	<u>(2,668,012)</u>	<u>8,936</u>	<u>24,259,964</u>
Total Expenditures	\$59,496,146	\$42,351,175	\$53,032,387	\$2,725,053	\$7,920,669	\$3,865,703	\$3,139,891	\$346,171	\$0	\$282,450	\$173,159,645
Total Net Gain (Loss)	<u>(\$2,424,628)</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>(\$2,424,628)</u>

^(A) Residential Life includes the activities of Hilltop Apartment Rentals and Residential Rental properties.

^(B) Dining Services includes the activities of Dining Cash Operations.

University of Connecticut
State Appropriation
Storrs & Regional Campuses

	FY 2005	FY 2006	FY 2007			
	<u>Actual Allotment</u>	<u>Forecasted Allotment</u>	<u>UConn Requested Appropriation</u>	<u>Approved (June 2005) Appropriation</u>	<u>HB 5845 Addback to Approved</u>	<u>HB 5845 Adopted Appropriation</u>
Operating Fund	\$185,250,979	\$193,887,150	\$204,340,963	\$200,939,639	\$4,717,477	\$205,657,116
Tuition Freeze	\$4,741,885	\$4,741,885	\$4,741,885	\$4,741,885	\$0	\$4,741,885
Regional Campus	\$6,995,798	\$7,120,842	\$7,623,035	\$7,245,683	\$0	\$7,245,683
Vet Diagnostic Lab	<u>\$50,000</u>	<u>\$50,000</u>	<u>\$50,000</u>	<u>\$50,000</u>	<u>\$0</u>	<u>\$50,000</u>
Total	\$197,038,662	\$205,799,877	\$216,755,883	\$212,977,207	\$4,717,477	\$217,694,684
Surplus Appropriation-NURC					<u>\$350,000</u>	<u>\$350,000</u>
					\$5,067,477	\$218,044,684
					HB 5845 Adopted Appropriation	\$217,694,684
					Above Current Services: Eminent Faculty	(2,000,000)
					Above Current Services: Center for Entrepreneurship	<u>(2,000,000)</u>
					Subtotal	\$213,694,684
Additional State Funds due to University for FY07					UConn Current Services Request*	\$216,777,360
Center for Land Use Education and Research(via OPM)			\$100,000		Reserve for Salary UCPEA Request	<u>(2,562,192)</u>
Dept Public Policy: Connecticut Research Institute (via DECD)			\$500,000		Subtotal	\$214,215,168
CANR: Integrated Pest Management Program(via Agricultural Experiment Station)			<u>\$300,000</u>			
			\$900,000			
					Current Services Shortfall	(\$520,484)

*Includes funds for A&R settled contract (\$21,477).

University of Connecticut (Storrs Campus)
 Schedule of Costs for an Undergraduate Student
 Fiscal Years 2006-2007

	In-State Undergraduate				Out-of-State Undergraduate			
	FY 2006 (Annual)		FY 2007 (Annual)		FY 2006 (Annual)		FY 2007 (Annual)	
	Approved		Approved		Approved		Approved	
	Amount	%	Amount	%	Amount	%	Amount	%
Tuition, Full-time	\$ 6,096	5.61%	\$ 6,456	5.91%	\$ 18,600	5.66%	\$ 19,656	5.68%
General University Fee	1,272	6.00%	1,344	5.66%	1,272	6.00%	1,344	5.66%
Other Fees:								
Student Newspaper	14		14		14		14	
Student Government (USG)	66		66		66		66	
WHUS	18		18		18		18	
Student Union (SUBOG)	36		36		36		36	
UCONN TV	10		10		10		10	
Transit Fee	50	25.00%	50	25.00%	50	25.00%	50	25.00%
Student Union Building Fee	26		26		26		26	
Infrastructure Maintenance	<u>324</u>	5.19%	<u>342</u>	5.56%	<u>324</u>	5.19%	<u>342</u>	5.56%
Subtotal Other Fees	544	5.02%	562	3.31%	544	5.02%	562	3.31%
Total Tuition & Mandatory Fees	\$ 7,912		\$ 8,362		\$ 20,416		\$ 21,562	
Room Fee	4,104	5.99%	4,350	6.00%	4,104	5.99%	4,350	6.00%
Board Fee	<u>3,600</u>	1.93%	<u>3,916</u>	8.78% ^A	<u>3,600</u>	1.93%	<u>3,916</u>	8.78% ^A
Grand Total	<u>\$ 15,616</u>	4.85%	<u>\$ 16,628</u>	6.48%	<u>\$ 28,120</u>	5.22%	<u>\$ 29,828</u>	6.07%

^A The FY 2007 meal plan options approved by the Board of Trustees in June 2004 included \$100 in "points" for students to use at the Student Union food court venues. Negotiations with food court vendors resulted in plans that no longer require building these "points" into the meal plan. As a result, \$100 in the FY07 Board Fee previously approved by the Board of Trustees is no longer required for this purpose. The funds are, however, critically necessary to help offset increased energy costs.

University of Connecticut (Storrs Campus)
 Schedule of Costs for a Graduate Student
 Fiscal Years 2006-2007

In-State Graduate			
FY 2006 (Annual)		FY 2007 (Annual)	
Approved		Approved	
Amount	%	Amount	%

Out-of-State Graduate			
FY 2006 (Annual)		FY 2007 (Annual)	
Approved		Approved	
Amount	%	Amount	%

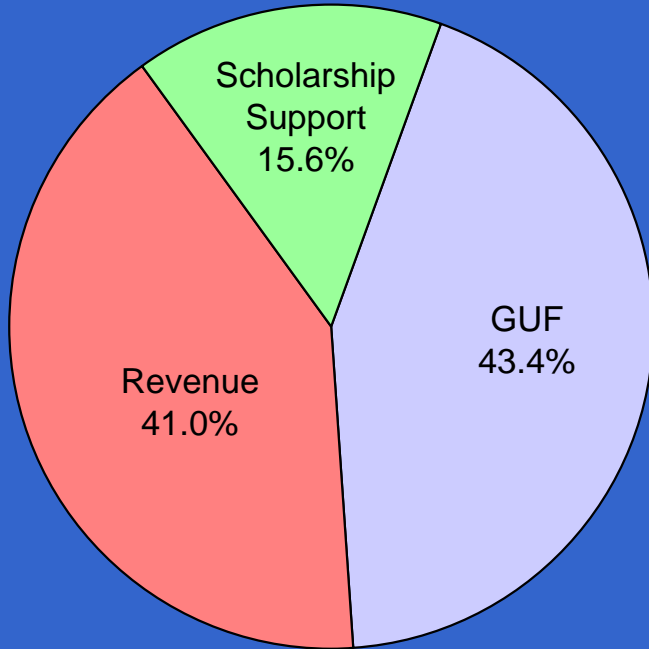
Tuition, Full-time	\$	7,524	5.82%	\$	7,992	6.22%	\$	19,584	5.99%	\$	20,772	6.07%
General University Fee		936	6.12%		990	5.77%		936	6.12%		990	5.77%
Other Fees:												
Student Activity Fee		26			26			26			26	
Graduate Matriculation		84			84			84			84	
Transit Fee		50	25.00%		50	25.00%		50	25.00%		50	
Student Union Building Fee		26			26			26			26	
Infrastructure Maintenance		324	5.19%		342	5.56%		324	5.19%		342	5.56%
Subtotal Other Fees		510	5.37%		528	3.53%		510	5.37%		528	3.53%
Total Tuition & Mandatory Fees		\$ 8,970			\$ 9,510			\$ 21,030			\$ 22,290	
Room Fee		4,668	5.99%		4,948	6.00%		4,668	5.99%		4,948	6.00%
Board Fee		3,600	1.93%		3,916	8.78% ^A		3,600	1.93%		3,916	8.78% ^A
Grand Total		\$ 17,238	5.03%		\$ 18,374	6.59%		\$ 29,298	5.46%		\$ 31,154	6.34%

^A The FY 2007 meal plan options approved by the Board of Trustees in June 2004 included \$100 in "points" for students to use at the Student Union food court venues. Negotiations with food court vendors resulted in plans that no longer require building these "points" into the meal plan. As a result, \$100 in the FY07 Board Fee previously approved by the Board of Trustees is no longer required for this purpose. The funds are, however, critically necessary to help offset increased energy costs.

Division of Athletics - Revenue Budget by Source

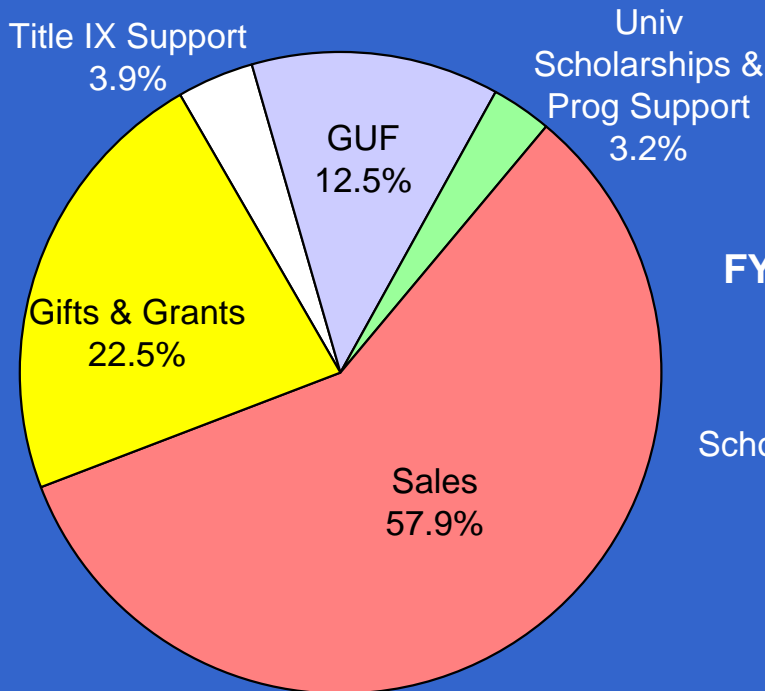
Fiscal Years 1990 and 2006 (est)

Since 1990, University support for the Division of Athletics has decreased from 59.0% to 19.6%.



FY 1990 - Total \$8.3 M

University Support: 59.0%
 GUF (\$3.6 M)
 Scholarships (\$1.3 M)
Athletics Share: 41.0%
 Revenue (\$3.4 M)



FY 2006 est - Total \$50.6 M

University Support: 19.6%
 GUF (\$6.3 M)
 Scholarships & Prog Support (\$1.6 M)
 Title IX Support (\$2.0 M)
Athletics Share: 80.4%
 Sales (\$29.3 M)
 Gifts & Grants (\$11.4 M)

University of Connecticut (Storrs & Regional Campuses)
Schedule of Total Financial Aid and Tuition Funded Financial Aid
 FY's 2002-2007

<u>Total Financial Aid</u>	<u>FY02</u>	<u>FY03</u>	<u>FY04</u>	<u>FY05</u>	<u>FY06 est.</u>	<u>FY07 est.</u>
Need Based						
Grants	\$30.6	\$33.5	\$37.0	\$40.5	\$43.6	\$46.4
Student Labor	11.7	13.0	13.1	13.5	13.6	13.9
Total Need Based	<u>\$42.3</u>	<u>\$46.5</u>	<u>\$50.1</u>	<u>\$54.0</u>	<u>\$57.2</u>	<u>\$60.3</u>
Scholarships						
University	\$17.2	\$18.0	\$19.9	\$21.6	\$21.6	\$23.9
Non-University Scholarships	5.5	6.3	6.1	5.8	5.2	5.6
Loans ^A	56.8	72.8	90.9	101.1	111.8	116.7
Tuition Waivers	<u>23.5</u>	<u>25.6</u>	<u>30.0</u>	<u>33.8</u>	<u>34.5</u>	<u>36.5</u>
Total Financial Aid ^B	<u>\$145.3</u>	<u>\$169.2</u>	<u>\$197.1</u>	<u>\$216.3</u>	<u>\$230.3</u>	<u>\$243.0</u>
<u>Tuition Funded Financial Aid</u>	<u>FY02</u>	<u>FY03</u>	<u>FY04</u>	<u>FY05</u>	<u>FY06</u>	<u>FY07 est.</u>
Need Based Grants/Labor ^C	\$17.5	\$20.5	\$23.7	\$26.9	\$29.1	\$31.9
Scholarships	7.2	7.7	8.2	9.4	9.6	11.1
Tuition Waivers	<u>23.5</u>	<u>25.6</u>	<u>30.0</u>	<u>33.8</u>	<u>34.5</u>	<u>36.5</u>
Total Tuition Funded Financial Aid	<u>\$48.2</u>	<u>\$53.8</u>	<u>\$61.9</u>	<u>\$70.1</u>	<u>\$73.2</u>	<u>\$79.5</u>
Total as a % of Gross Tuition Revenue	38.6%	37.9%	37.1%	36.9%	36.3%	36.8%
Tuition Funded Need Based % ^D	17.3%	17.7%	17.3%	17.2%	17.4%	17.8%

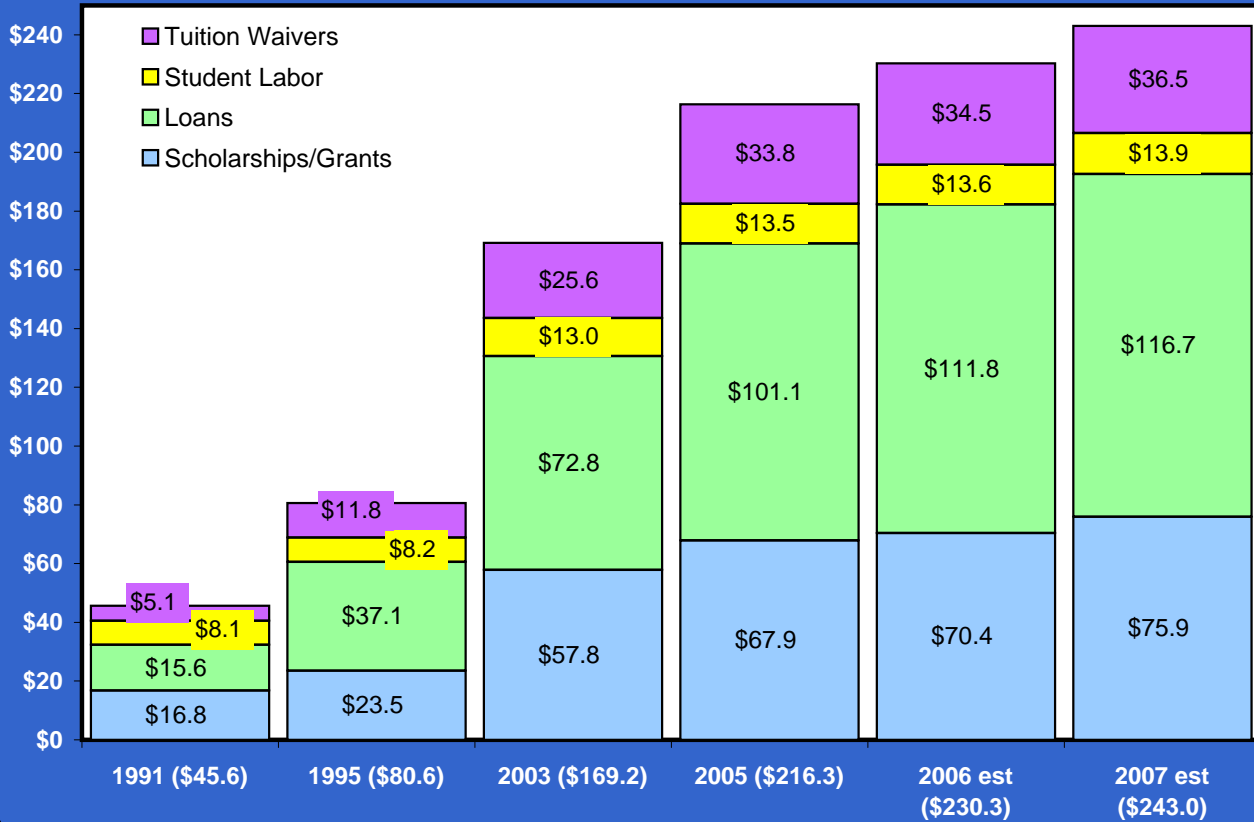
^A Loans for FY01 and FY02 have been restated to reflect accurate data.

^B Scholarships given directly to students from outside organizations and student loans (mostly Federal funded) are not included in the Current Funds budget.

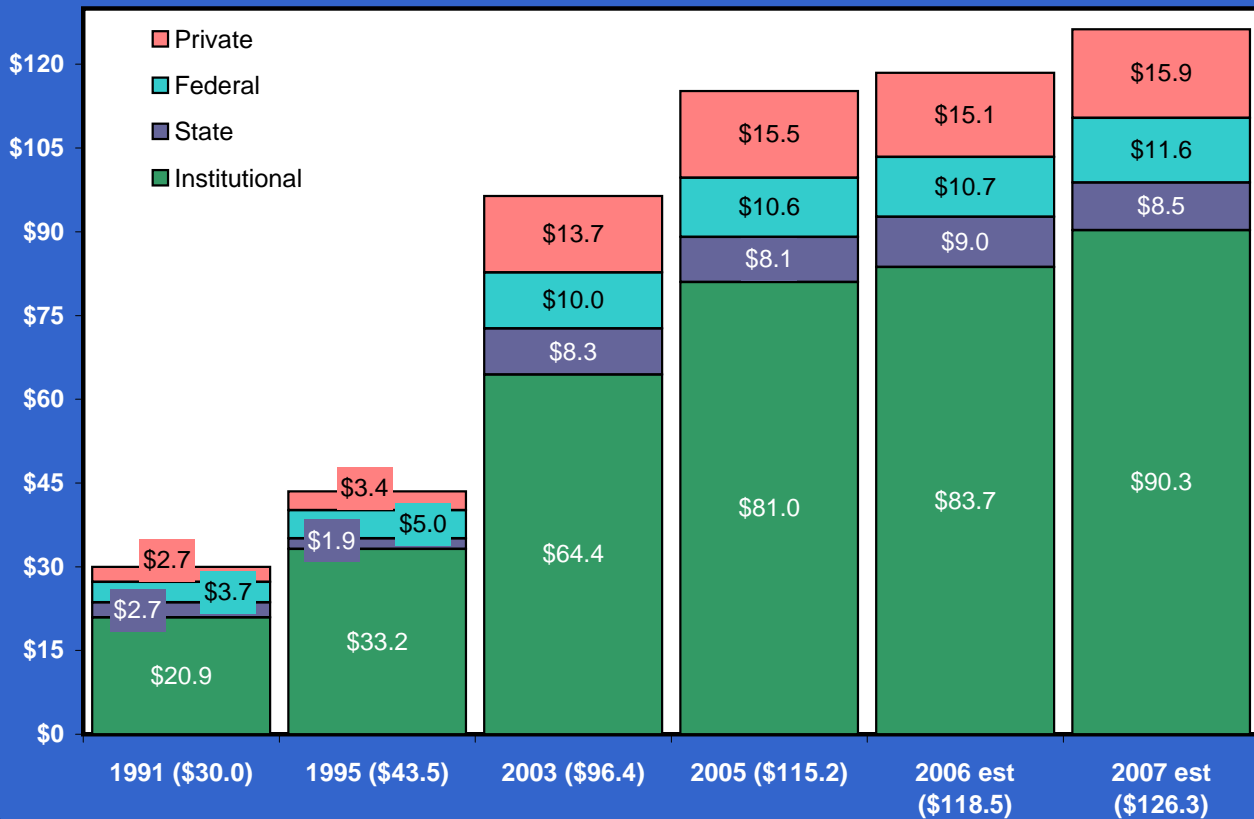
^C Student labor has averaged \$1.5-\$1.9 million per year.

^D Based on net tuition revenue after tuition waivers.

University of Connecticut (Storrs & Regional Campuses)
 Student Financial Aid by Type (in millions) - Selected Fiscal Years



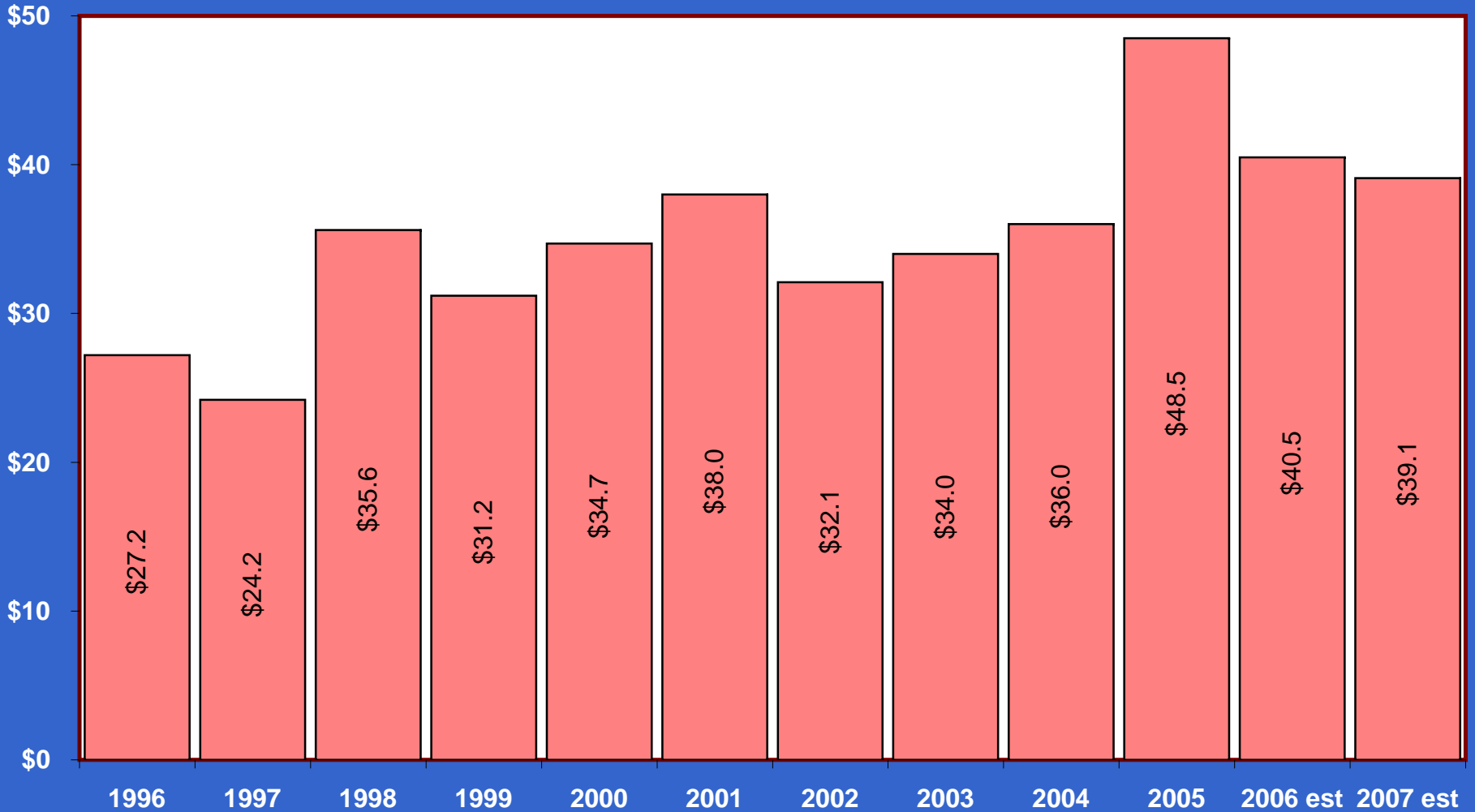
University of Connecticut (Storrs & Regional Campuses)
 Student Financial Aid by Source-excluding Loans (in millions) - Selected Fiscal Years



University of Connecticut (Storrs & Regional Campuses) Current Funds Unrestricted Fund Balance (in millions)

Fiscal Years 1996-2007

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FY02 includes FY01 Surplus Appropriation of \$2.2 million budgeted for FY03 and \$1.8 million of previously deferred revenue to reflect GASB requirement regarding Summer Sessions. FY05 included \$9.0 million of unexpended equipment funds that were carried forward to be spent for equipment purchases in FY06. From FY04 forward, \$1 million of the net gain represents a reserve repayment for the November 2001 drawdown of \$11.5 million for Towers Dining Center and Student Union.

University of Connecticut (Storrs & Regionals)
Statement of Changes in Net Assets
For the Year Ended June 30, 2005

	<u>Current Funds</u>			<u>Other (A)</u>	<u>Total-All</u>
	<u>Operating</u>	<u>Research</u>	<u>Total</u>		
Net Assets, June 30, 2004					
Restricted and invested in capital assets, net of related debt	\$ 11,348,621	\$ (1,418,939)	\$ 9,929,682	\$ 1,244,104,617	\$ 1,254,034,299
Unrestricted	21,540,729	14,460,886	36,001,615	65,483,064	101,484,679
Total Net Assets	<u>\$ 32,889,350</u>	<u>\$ 13,041,947</u>	<u>\$ 45,931,297</u>	<u>\$ 1,309,587,681</u>	<u>\$ 1,355,518,978</u>
Fiscal Year 2005 Change					
Restricted and invested in capital assets, net of related debt	\$ 409,137	\$ (444,728)	\$ (35,591)	\$ 23,782,090	\$ 23,746,499
Unrestricted	9,963,922	\$ 2,531,277	12,495,199	\$ (22,303,750)	(9,808,551)
Subtotal	<u>\$ 10,373,059</u>	<u>\$ 2,086,549</u>	<u>\$ 12,459,608</u>	<u>\$ 1,478,340</u>	<u>\$ 13,937,948</u>
Net Assets, June 30, 2005					
Restricted and invested in capital assets, net of related debt	\$ 11,757,758	\$ (1,863,667)	\$ 9,894,091	\$ 1,267,886,707	\$ 1,277,780,798
Unrestricted	31,504,651	16,992,163	48,496,814	43,179,314	91,676,128
Total Net Assets	<u>\$ 43,262,409</u>	<u>\$ 15,128,496</u>	<u>\$ 58,390,905</u>	<u>\$ 1,311,066,021</u>	<u>\$ 1,369,456,926</u>

(A) Other includes: Invested in capital assets, net of related debt; restricted non-expendable; and restricted expendable for loans, capital projects and debt service.

University of Connecticut (Storrs & Regionals)
 Current Funds Statement of Operations
 FY05
 (Dollars in Millions)

Current Funds (Operating & Research) Revenues:	
Operating Fund	
State Support	\$273.1
Tuition	156.0
Fees	63.4
Gifts, Grants & Contracts	51.7
Investment Income	4.0
Sales & Service Education	13.8
Auxiliary Enterprise Revenue	114.8
Other Revenue	<u>9.7</u>
Total Operating Fund	686.5
Research Fund	<u>76.4</u>
Total Current Funds (Operating & Research) Revenues	\$762.9
Current Funds (Operating & Research) Expenditures / Transfers:	
Operating Fund	
Personal Services	\$317.1
Fringe Benefits	105.9
Other Expenses	128.7
Energy	27.1
Equipment	8.6
Student Financial Aid ¹	63.3
Transfers - Mandatory	18.3
Transfers - Auxiliary Non-Mandatory	5.6
Transfers - E&G Non-Mandatory	<u>1.5</u>
Total Operating Fund	676.1
Research Fund	<u>74.3</u>
Total Current Funds (Operating & Research) Expenditures / Transfers	\$750.4
Current Funds Net Gain ²	<u>\$12.5</u>
Non-Current Funds Items	
Transfers from Current Funds	\$25.4
Capitalization Adjustment for Items Expensed in Current Funds	12.8
Depreciation Expense	(84.5)
Non-Operating Expense Net of Current Funds Items ³	(9.5)
Capital Additions	<u>57.3</u>
Total increase in Net Assets	\$14.0
Net Assets - beginning of year ⁴	\$1,355.5
Net Assets - end of year ⁴	\$1,369.5

¹ Includes \$2.5 million of student work study expenditures.

² Net Gain of \$12.5 million: Unrestricted=\$10.4 million, Restricted=\$2.1 million.

³ State Support, Gifts and Investment Income are included in Current Funds; interest expense (net of state debt service commitment for interest) is the primary remaining component of Non-Operating Expense.

⁴ Per University Audited Annual Financial Statements.