

# BOARD OF REGENTS OF THE UNIVERSITY OF WISCONSIN SYSTEM

## **Business & Finance Committee**

Thursday, December 5, 2024  
8:15 a.m. – 10:15 a.m.

Overture Room  
Gordon Dining & Event Center  
770 W. Dayton Street  
Madison, Wisconsin  
& via Zoom Videoconference

- A. Calling of the Roll
- B. Declaration of Conflicts
- C. Approval of the Minutes of the September 26, 2024 Meeting of the Business & Finance Committee
- D. Universities of Wisconsin Draft 2024 Annual Financial Report
- E. Report on Program Revenue Balances by University and Level of Commitment for Fiscal Year 2023-24
- F. Universities of Wisconsin 2024-25 Mid-Year Budget Forecasts
- G. 2024-25 GPR/Tuition Structural Deficit Update
- H. UW-Madison Graduate and Professional School Tuition Proposals

**UNIVERSITIES OF WISCONSIN  
DRAFT 2024 ANNUAL FINANCIAL REPORT**

**REQUESTED ACTION**

For information and discussion.

**SUMMARY**

Overview of Accrual-Based Financial Reporting

The Universities of Wisconsin’s (UW) Annual Financial Report is prepared using full accrual-based accounting, which is required by the Governmental Accounting Standards Board (GASB) and measures the financial performance and position of an entity by recognizing economic events when the transactions occur, regardless of when cash is paid or received.

In accordance with Generally Accepted Accounting Principles (GAAP), the draft Annual Financial Report for the year ending June 30, 2024, includes a Statement of Net Position; a Statement of Revenues, Expenses and Changes in Net Position; and a Statement of Cash Flows. Because the financial audit is not yet complete, it does not include an audit opinion from the Legislative Audit Bureau.

The accompanying Notes to the Financial Statements are an integral part of the statements, including both disclosures required by GASB and explanations intended to aid the reader in understanding the statements. In addition, the Annual Financial Report includes a “Management’s Discussion and Analysis” (MD&A) that is intended to provide an objective and easily readable analysis of the UW’s financial activities.

Analysis of Draft Financial Statements

*Statement of Net Position* – There were several significant changes within the UW’s net position between fiscal year (FY) 2023-24 and FY 2022-23, as reflected in the table below.

Net Position (*in millions*):

|                                  | <u>2024</u>       | <u>2023</u>       | <u>\$ Change</u> | <u>% Change</u> |
|----------------------------------|-------------------|-------------------|------------------|-----------------|
| Net Investment in Capital Assets | \$ 4,270.5        | \$ 4,069.3        | \$ 201.2         | 4.9 %           |
| Restricted Net Position          | 1,606.7           | 1,584.9           | 21.8             | 1.4 %           |
| Unrestricted Net Position        | <u>846.2</u>      | <u>726.0</u>      | <u>120.2</u>     | 16.6 %          |
| Total Net Position               | <u>\$ 6,723.4</u> | <u>\$ 6,380.2</u> | <u>\$ 343.2</u>  | 5.4 %           |

The Statement of Net Position, provided on pages 24-25 of the 2024 Annual Financial Report, shows that the UW's Total Net Position increased by \$343.2 million, or 5.4%. Restricted Net Position—the “equity” with external limitations—increased between years by \$21.8 million, or 1.4%. Additionally, the Statement of Net Position reports a \$120.2 million increase, or 16.6% in Unrestricted Net Position in FY 2024. Unrestricted Net Position represents the difference between assets, liabilities, and deferred outflows and inflows of resources that do not have external restrictions regarding their use or function.

These changes between years primarily relate to three factors:

- Investments including Endowment Investments increased \$80.3 million, or 6.7%, in FY 2024 due to favorable market conditions.
- Capital Assets increased \$146.1 million, or 2.4%, in FY 2024, as several large construction projects were in progress or completed during the year.
- Accounting standards for pensions and other postemployment benefits require governmental entities to report the difference between the value of a plan's assets and the present value of projected benefit payments. In FY 2024, the Department of Employee Trust Funds, which manages the Wisconsin Retirement System, reported the pension plan's net position increased, primarily attributable to the increase in the value of pension plan investments. As a result, UW reported Restricted Net Pension Liability of \$200.0 million for fiscal year 2024, a change of \$509.7 million from the reported Restricted Net Pension Liability of \$709.7 million for fiscal year 2023. Condensed statements, with and without these accruals, are presented on page 20 so readers understand the magnitude of these required adjustments.

*Statement of Revenues, Expenses and Changes in Net Position* – Operating revenues, which are reported on page 26 of the 2024 Annual Financial Report, increased \$317.8 million, or 7.4%. This was driven by increases in student tuition and fees, grants and contracts, sales and services of auxiliaries, and sales and services of educational activities. The increase in tuition and fees is attributable to increases in resident undergraduate tuition (the first increase in ten years), additional non-resident students, and increases in non-resident undergraduate, graduate, and professional school tuition.

In total, an operating loss of nearly \$1.9 billion was reported in FY 2024. The UW's operating loss will likely continue to be significant since governmental accounting standards require state appropriations to be reported as non-operating revenue. Within FY 2024 non-operating revenues, Net Investment Income increased \$114.6 million, to \$170.8 million, while state appropriations increased by \$108.6 million for the state compensation plan and related fringe benefits.

## **Presenters**

- Rod Dole, Director of Financial Reporting
- Ginger Hintz, Assistant Vice President for Financial Administration & Controller
- Julie Gordon, Interim Vice President for Finance & Administration

## **BACKGROUND**

Analysis of the UW's draft financial statements and notes are intended to provide management with a better understanding of operations and assist in making business decisions. The statements may also be used by Regents and other key stakeholders, including legislators and the Higher Learning Commission, in evaluating financial performance. Finally, because the UW's financial statements are included in the State's Annual Comprehensive Financial Report, financial institutions, such as lending and bond rating agencies, use the statements when extending debt securities to finance capital projects.

## **ATTACHMENT**

- A) 2024 Universities of Wisconsin Annual Financial Report





# 2024

## ANNUAL FINANCIAL REPORT



**Published by the Office of Finance  
Universities of Wisconsin  
1220 Linden Drive  
Madison, WI 53706**

**Editor: Rod Dole**

**Cover Photo:** University of Wisconsin-Parkside students participate in an outdoor mock town hall meeting under brilliant fall foliage as part of an environmental justice class held on the university campus. UW-Parkside is a student-centered public university that sits on 700 acres of quiet prairies and beautiful woodlands in Somers, Wisconsin, near Kenosha.

Part of the Universities of Wisconsin, UW-Parkside enrolls 4,030 students and employs 161 full-time faculty and 89 lecturers and part-time faculty. The university is committed to high-quality educational programs, creative and scholarly activities, and services responsive to its diverse student population, as well as local, national, and global communities.

In any of the 41 undergraduate majors and 11 graduate programs, students can expect small class sizes, individual attention from faculty, and the ability to put their learning into practice through research and internship opportunities.

The student-faculty ratio at UW-Parkside is 15:1. More than 60 percent of the university's classes have fewer than 20 students. The most popular majors include business and commerce; psychology; criminal justice and safety studies; speech communication and rhetoric; biology and biological sciences; computer science; accounting; sociology; health professions and related clinical sciences; and sport and fitness administration/management.

Of note, UW-Parkside's exceptional pre-medicine program has led to an acceptance rate into medical school over twice the national average at 90 percent.

**Photo Credit:** UW-Parkside/Alyssa Nepper

# Universities of Wisconsin

## 2024 Annual Financial Report

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# 2024 Annual Financial Report

## Regents, Chancellors, and Officers of the Universities of Wisconsin

### OFFICERS

Jay O. Rothman,  
President

Julie Gordon,  
Interim Vice President for Finance and  
Administration

Chris Patton,  
Interim Vice President for University Relations

Johannes Britz,  
Interim Senior Vice President for Academic and  
Student Affairs

Quinn Williams,  
General Counsel

### FINANCE STAFF

Joshua Smith,  
Senior Associate Vice President for Finance

Ginger Hintz,  
Associate Vice President for Financial  
Administration and Controller

Rod Dole,  
Director of Financial Reporting

Renee Stephenson,  
Associate Vice President of Budget  
Development and Planning

Charles Saunders,  
Chief Investment Officer  
Office of Trust Funds

### CHANCELLORS

James Schmidt, UW-Eau Claire

Michael Alexander, UW-Green Bay

James Beeby, UW-La Crosse

Jennifer L. Mnookin, UW-Madison

Mark Mone, UW-Milwaukee

Andrew J. Leavitt, UW-Oshkosh

Lynn Akey, UW-Parkside

Tammy Evetovich, UW-Platteville

Mike Martin (Interim), UW-River Falls

Thomas Gibson, UW-Stevens Point

Katherine P. Frank, UW-Stout

Renée Wachter, UW-Superior

Dr. Corey King, UW-Whitewater

### REGENTS

Angela Adams, Mequon

Desmond Adongo, Oshkosh

Amy Bogost, Madison (Regent President)

Evan Brenkus, Oneida

Héctor Colón, Wind Lake

Haben Goitom, Madison

Jim Kreuser, Kenosha

Edmund Manydeeds III, Eau Claire

Timothy Nixon, Green Bay

Cris Peterson, Grantsburg

Joan Prince, Milwaukee

Ashok Rai, Suamico

Jack Salzwedel, Madison

Amy Traynor, Eau Claire

Mark Tyler, Emerald Township

Jill Underly, Hollandale

Karen Walsh, Madison

Kyle Weatherly, Milwaukee (Regent Vice President)



*Years Ended June 30, 2024 and 2023*

## INTRODUCTION FROM THE INTERIM VICE PRESIDENT FOR FINANCE AND ADMINISTRATION

DRAFT 12/5/2024



## INTRODUCTION FROM THE INTERIM VICE PRESIDENT FOR FINANCE AND ADMINISTRATION

### *FINANCIAL REPORT 2024*

We are pleased to submit the Universities of Wisconsin's (UW) 2024 Annual Financial Report, which includes accrual-based statements for fiscal years 2024 and 2023. This report has received an unmodified (clean) audit opinion from the state's Legislative Audit Bureau.

While we continue to make strides with enrollments, degree completion and research in 2025, our 2024 annual financial report is a great opportunity to reflect on some of the UW's accomplishments in the prior year, which include:

- Enrolling nearly 163,000 students across our 13 four-year universities with campuses across the state, including

students from every county in Wisconsin, every state in the nation and 145 other countries;

- Awarding nearly 36,000 degrees;
- Limiting the average increase in the cost of attendance (tuition, room and board, segregated fees) for Wisconsin resident undergraduate students at the four-year campuses to 4.2% over the prior year, in a time of more significant inflation;
- Advancing groundbreaking research with more than \$1,438.2 million of sponsored research activity annually across our 13 universities.

In December of 2022, the UW Board of Regents approved President Jay Rothman's 2023-2028 Strategic Plan. The plan is focused on four key strategies:

1. Enhancing the student experience and social mobility;
2. Fostering civic engagement and serving the public good;
3. Creating and disseminating knowledge that contributes to innovation and a better understanding of the human condition; and,
4. Advancing economic prosperity.

In support of those objectives, the strategic plan details nine core strategies including one to ensure our universities are financially and environmentally sustainable so they are positioned to fulfill their strategic missions. Since it is important to quantify our progress in achieving this strategy, each UW university has established goals for eliminating its structural deficit, if one exists, by fiscal year 2027-28 and maintaining a composite financial index (CFI) of 1.1 or greater as a general marker of financial health. The Universities of Wisconsin will also increase returns on current resources through prudent management and commonly accepted investment practices.

## Annual Financial Report Highlights

The Universities of Wisconsin have been regarded as a worldwide leader in higher education for decades. This is largely due to the high caliber and dedication of our students, faculty, and staff, who have maintained an unyielding focus on our missions of education, research, and public service. It is also due to the generosity of our donors and the support of the State of Wisconsin. With a collaboration of efforts and strong financial management to align revenues and expenses, the overall net position of the Universities of Wisconsin increased \$343.2 million in fiscal year 2024.

Revenues within the Universities of Wisconsin—both operating and non-operating—increased by \$592.3 million, or 9.7%, in fiscal year 2024. Expenses increased as well but at a rate of 3.7%. The Statement of Revenues, Expenses, and Changes in Net Position reflects this activity.

Operating revenues increased \$317.8 million, with the primary increases in student tuition and fees, grants and contracts, sales and services of auxiliaries, and sales and services of educational activities. The increase in tuition and fees is attributable to increases in resident undergraduate tuition - the first increase in ten years, additional non-resident students, and increases in non-resident undergraduate, graduate, and professional school tuition. Non-operating revenues increased \$274.7 million between fiscal year 2023 and 2024 primarily due to additional gifts, investment income, and state appropriations. The increase in state appropriations is largely due to the State-mandated salary adjustments, known as pay plan, and an additional 27th pay period in 2024.

UW expenses increased by \$235.2 million in fiscal year 2024. Salaries and fringe benefits were the largest contributor to this growth, increasing by \$103.2 million, net of favorable non-cash adjustments for the University's pension and other postemployment benefit programs. Supplies and services expenses also increased \$52.1 million, as the Universities of Wisconsin address inflationary increases and undertake several large projects, such as

the Administrative Transformation Program (ATP).

Other highlights within the UW's 2024 Annual Financial Report include the following:

- Cash and Cash Equivalents decreased by \$34.8 million. The reduction is due to changes in operating activity and reductions in Notes and Bonds Payable.
- The Wisconsin Retirement System (WRS), which is managed by the state's Department of Employee Trust Funds (ETF), was positively impacted by changes within the global financial markets. The WRS continued to report a Net Pension Liability in 2024, with the UW's share of that liability being \$200.0 million. This is a significant improvement from our Restricted Net Pension Liability of \$709.7 million in 2023. The effect of this change in the liability on the UW's Restricted and Unrestricted Net Position is summarized on page 20.
- Current and noncurrent Notes and Bonds Payable decreased by \$56.2 million in fiscal year 2024. These payable obligations are managed by the state's Department of Administration, which undertook several refunding initiatives in fiscal year 2024.
- Capital Assets increased \$146.1 million in fiscal year 2024, to \$6.2 billion. This increase is the result of several large construction projects that were in progress or completed during the year. These projects are often funded with a combination of general fund and program revenue supported borrowing, cash, and gift funds. Note 4 provides examples of these capital projects.

As previously noted, UW's overall expenses rose 3.7% this fiscal year, a rate less than the growth in revenue. This reflects the ongoing and hard work within the UW universities to align revenues with expenses. With the Universities ranked 43rd in the nation for state and tuition funding, we must prudently manage and prioritize our educational, research and public service activities and identify ways to use our financial, physical, and technological resources more effectively.

The Universities of Wisconsin have repeatedly demonstrated their willingness to be open to change and take new paths when needed. Several UW universities have already made decisions to reimagine themselves. We are collaboratively creating new pathways into UW universities especially from Wisconsin's high schools, evaluating academic program array with enhancements in key areas of state workforce need, launching new partnerships with employers, growing external funding, and further demonstrating the unmatched value proposition of our public universities.

The achievements of the past year are a testament to the dedication and creativity of our entire community. As we change and build upon our world-class education and research capabilities, we are confident that the Universities of Wisconsin will further strengthen their financial position and our positive impact on the upward mobility of all Wisconsin citizens in the coming year. Together, we will continue to be strategic, bold and student focused.

Julie Gordon, Interim Vice President for Finance and Administration





*Years Ended June 30, 2024 and 2023*

## INDEPENDENT AUDITOR'S REPORT

DRAFT 12/5/2024



*Years Ended June 30, 2024 and 2023*

MANAGEMENT'S DISCUSSION AND ANALYSIS  
(Unaudited)

DRAFT 12/5/2024

**UNIVERSITIES OF WISCONSIN**  
**Management's Discussion and Analysis**  
**Years Ended June 30, 2024 and 2023**

**Management's Discussion and Analysis**

The following discussion and analysis provides an overview of the financial position and activities of the Universities of Wisconsin (University) for the years ended June 30, 2024 and 2023, with comparative information for the year ended June 30, 2022, where appropriate. This discussion has been prepared by management, is unaudited, and should be read in conjunction with the financial statements and footnotes.

The University is made up of a constellation of 13 public universities with campuses across the state. In academic year 2023-2024, the University enrolled 162,531 students, employed 34,458 faculty and staff, and granted 35,606 associate, bachelor's, master's, and other advanced degrees. The University was awarded over \$1,254.6 million in federal grants and contracts in fiscal year 2024 and an additional \$988.5 million from non-federal sponsors. The University has a long tradition of public service, embodied by an ongoing commitment to the Wisconsin Idea, that the boundaries of the University are the boundaries of the State.

| <b>Degrees Granted</b>  |               |
|-------------------------|---------------|
| <i>UW-Madison</i>       | 12,644        |
| <i>UW-Milwaukee</i>     | 4,801         |
| <i>UW-Eau Claire</i>    | 2,222         |
| <i>UW-Green Bay</i>     | 1,717         |
| <i>UW-La Crosse</i>     | 2,397         |
| <i>UW-Oshkosh</i>       | 1,943         |
| <i>UW-Parkside</i>      | 917           |
| <i>UW-Platteville</i>   | 1,418         |
| <i>UW-River Falls</i>   | 1,225         |
| <i>UW-Stevens Point</i> | 1,623         |
| <i>UW-Stout</i>         | 1,491         |
| <i>UW-Superior</i>      | 611           |
| <i>UW-Whitewater</i>    | 2,597         |
| <b>Total</b>            | <b>35,606</b> |

| <b>Headcount Enrollments</b> |                |
|------------------------------|----------------|
| <i>UW-Madison</i>            | 50,335         |
| <i>UW-Milwaukee</i>          | 22,703         |
| <i>UW-Eau Claire</i>         | 9,949          |
| <i>UW-Green Bay</i>          | 10,338         |
| <i>UW-La Crosse</i>          | 10,275         |
| <i>UW-Oshkosh</i>            | 13,778         |
| <i>UW-Parkside</i>           | 4,030          |
| <i>UW-Platteville</i>        | 6,700          |
| <i>UW-River Falls</i>        | 5,058          |
| <i>UW-Stevens Point</i>      | 8,184          |
| <i>UW-Stout</i>              | 6,938          |
| <i>UW-Superior</i>           | 2,721          |
| <i>UW-Whitewater</i>         | 11,522         |
| <b>Total</b>                 | <b>162,531</b> |

**UNIVERSITIES OF WISCONSIN**  
**Management's Discussion and Analysis**  
**Years Ended June 30, 2024 and 2023**

**Using the Financial Statements**

The University's annual financial report includes the Statement of Net Position; the Statement of Revenues, Expenses, and Changes in Net Position; the Statement of Cash Flows; and the Notes to the Financial Statements. These items are prepared in accordance with standards established by the Governmental Accounting Standards Board (GASB).

The Statement of Net Position is a financial condition snapshot as of June 30, 2024 and 2023, and includes all assets and deferred outflows of resources, and liabilities and deferred inflows of resources, with the difference between the two reported as net position. Current assets are those that are available to satisfy current liabilities inclusive of assets that will be converted to cash within one year. Current liabilities are those that will be paid within one year. Increases or decreases in net position provide an indicator of the improvement or erosion of the University's financial health when considered in conjunction with non-financial information, such as conditions of facilities and enrollment levels. Net Position is divided into three major categories: Net Investment in Capital Assets, Restricted, and Unrestricted. Net Investment in Capital Assets consists of capital assets reduced by the outstanding balances of borrowings for the construction, acquisition, or improvement of those assets. Restricted Net Position has constraints put on by external parties, such as sponsors for research and donors, or by State Statute and Board of Regent policy as in the case of student segregated fees. Unrestricted Net Position consists of funds that do not meet either of those definitions.

The Statement of Revenues, Expenses, and Changes in Net Position presents the University's operating results as well as non-operating revenues and expenses. Operating revenues are comprised primarily of student tuition and fees, grants and contracts, and auxiliary service activities. GASB Statement No. 35 requires that state appropriations, gifts, and investments income/loss be reported as non-operating revenue. Public universities, including the University, are typically reliant on these revenue sources to fulfill their missions and, therefore, report operating expenses in excess of operating revenues. As a result, non-operating revenues are a significant component in determining the increase or decrease in total net position.

The Statement of Cash Flows summarizes cash inflows and outflows by category as relating to operating, capital, financing, or investing activities. Cash flow information can be used to evaluate the financial viability of the University and its ability to meet financial obligations as they mature. Cash flows from operating activities result from exchange transactions in which one party gives another something in return. Cash flows from investing activities are a result of the purchase or sale of investments, withdrawals from the long-term investment pool, and collecting interest and dividends earned. Cash flows from capital activities include receipts from capital grants, donor receipts specifying use for capital assets, and activity related to debt issued for the explicit purpose of acquisition, construction, or improvement of capital assets. Cash flows from noncapital financing activities include state appropriations and private gifts restricted for noncapital purposes.

The Notes to the Financial Statements are an integral part of the basic financial statements and communicate information essential for fair presentation. For example, the notes convey information concerning significant accounting policies used to prepare the financial statements, detailed information on cash and investments, capital assets, notes and bonds payable, relationships with affiliated organizations, and classification of net position.

In addition to this Management's Discussion and Analysis, which is required supplementary information, the basic financial statements are followed by required supplementary information regarding the University's pension and other postemployment benefits (OPEB) obligations.

**UNIVERSITIES OF WISCONSIN**  
**Management's Discussion and Analysis**  
**Years Ended June 30, 2024 and 2023**

**Analysis of Financial Position and Results of Operations**

The University's total net position increased by \$343.2 million during fiscal year 2024. As of June 30, 2024, the University had total assets of \$9.9 billion and total liabilities of \$3.9 billion.

**Statement of Net Position (in millions)**

|                                  | <b>2024</b>       | <b>2023</b>       | <b>2022<br/>Restated</b> |
|----------------------------------|-------------------|-------------------|--------------------------|
| Current Assets                   | \$ 3,078.4        | \$ 2,994.6        | \$ 3,054.1               |
| Capital Assets, Net              | 6,161.6           | 6,015.5           | 5,857.6                  |
| Other Noncurrent Assets          | 700.8             | 690.5             | 1,864.9                  |
| Total Assets                     | <u>9,940.8</u>    | <u>9,700.6</u>    | <u>10,776.6</u>          |
| Deferred Outflows of Resources   | 2,056.8           | 2,880.1           | 2,340.5                  |
| Current Liabilities              | 1,094.1           | 1,091.7           | 1,067.3                  |
| Noncurrent Liabilities           | 2,794.0           | 3,242.2           | 2,739.9                  |
| Total Liabilities                | <u>3,888.1</u>    | <u>4,333.9</u>    | <u>3,807.2</u>           |
| Deferred Inflows of Resources    | 1,386.1           | 1,866.6           | 2,871.3                  |
| Net Investment in Capital Assets | 4,270.5           | 4,069.3           | 3,833.5                  |
| Restricted Net Position          | 1,606.7           | 1,584.9           | 2,810.9                  |
| Unrestricted Net Position        | 846.2             | 726.0             | (205.7)                  |
| Total Net Position               | <u>\$ 6,723.4</u> | <u>\$ 6,380.2</u> | <u>\$ 6,438.7</u>        |

Current assets minus current liabilities represents the net working capital of the University. Net working capital increased from \$1,902.9 million at June 30, 2023 to \$1,984.3 million at June 30, 2024.

The following table contains a summary of Current Assets which consists of operating cash and cash equivalents, investments, securities lending collateral, accounts receivable, student loans receivable, supply inventories, and prepaid expenses. The largest change between 2024 and 2023 was in other current assets, which increased by \$66.6 million primarily due to prepaid implementation costs related to the University's Administrative Transformation Program.

**Current Assets (in millions)**

|                               | <b>2024</b>       | <b>2023</b>       | <b>2022<br/>Restated</b> |
|-------------------------------|-------------------|-------------------|--------------------------|
| Cash & Cash Equivalents       | \$ 1,509.2        | \$ 1,544.0        | \$ 1,890.6               |
| Investments                   | 695.6             | 651.8             | 479.3                    |
| Securities Lending Collateral | 216.6             | 244.4             | 228.9                    |
| Accounts Receivable, Net      | 384.6             | 348.6             | 339.2                    |
| Other Current Assets          | 272.4             | 205.8             | 116.1                    |
| Total Current Assets          | <u>\$ 3,078.4</u> | <u>\$ 2,994.6</u> | <u>\$ 3,054.1</u>        |

The Board of Regents has authority to invest gifts and bequests received by the University. Effective April 1, 2018 and as permitted through Section 36.11 (11m) of the Wisconsin statutes, the Board of Regents transferred its investment management responsibilities to the State of Wisconsin Investment Board (SWIB). The Board of Regents establishes investment policies and guidelines,

## UNIVERSITIES OF WISCONSIN Management's Discussion and Analysis Years Ended June 30, 2024 and 2023

including target investment allocations. Benefiting University entities receive quarterly distributions from the Long Term Fund, principally endowed assets, based on an annual spending rate applied to a twelve-quarter moving average market value of the Fund. Additional information on cash and investments is provided in Note 2 to the Financial Statements.

Noncurrent assets are comprised mainly of endowment investments, capital assets (net of accumulated depreciation and amortization), student loans receivable and pension and OPEB assets. Notable changes between years include:

- Endowment investments, valued at \$584.8 million at June 30, 2024, increased by \$36.5 million during fiscal year 2024. The increase was driven by market-based fluctuations in investment performance.
- In 2020, the Department of Employee Trust Funds (ETF), which has program administration and oversight of postemployment benefits, determined that the Supplemental Health Insurance Conversion Credit (SHICC) program should be considered a defined benefit other postemployment benefit. As such, the University has recorded its proportionate share of the net OPEB noncurrent asset at June 30, 2024 and 2023 of \$27.4 million and \$45.1 million, respectively.

Deferred outflows decreased by \$823.3 million in fiscal year 2024, due to adjustments related to pension and OPEB obligations.

Current liabilities increased by \$2.4 million in fiscal year 2024, driven by increases in accounts payable and accrued liabilities and the current portion of compensated absence liabilities.

Noncurrent liabilities decreased by \$448.2 million in fiscal year 2024. The most significant reason for this is a reduction in the reported noncurrent net pension liability in 2024.

Deferred inflows decreased by \$480.5 million in fiscal year 2024, due to adjustments related to pension and OPEB obligations.

Further, these reporting changes resulted in \$67.3 million of pension expense credit being included on the Statement of Revenues, Expenses, and Changes in Net Position. These changes are more fully described in Notes 1 and 8 to the Financial Statements.

Most of the unrestricted net position has been identified for purposes to fulfill the University's fiduciary responsibilities, including academic and research programs and capital projects. Additional information related to net position can be found in Note 13 to the Financial Statements.

### Capital and Debt Activities

Of the \$6.7 billion in net position, \$4.3 billion is net investment in capital assets. In an effort to maintain quality in the University's academic and research programs and residence halls, the University has implemented a long-range plan to fund new construction and modernize existing facilities. Capital additions consist of new construction, replacement and renovation of academic and research facilities, as well as significant investment in technology and equipment. Note 4 to the Financial Statements describes the University's capitalization, depreciation and amortization policies, and includes summarized changes in the book value of these assets, including major construction projects completed or in progress. Note 6 to the Financial Statements describes the University's long term debt and includes summarized information on those balances, as well as future debt service requirements.

There are four primary sources of funding for University capital projects: General Fund Supported Borrowing (GFSB) 20-year state-issued bonds repaid with General Program Revenue (GPR); Program Revenue Supported Borrowing (PRSB) 20- or 30-year state-issued bonds repaid with the University program revenue; Program Revenue Cash (Cash); and cash from gift and grant funds (Gifts). State

**UNIVERSITIES OF WISCONSIN**  
**Management's Discussion and Analysis**  
**Years Ended June 30, 2024 and 2023**

general obligation bonds issued for the University's purpose are rated by Moody's and S&P Aa1 and AA, respectively.

**Statement of Revenues, Expenses, and Changes in Net Position**

The Statement of Revenues, Expenses, and Changes in Net Position present the University's operating results as well as non-operating revenues and expenses. A summary of the Statement of Revenues, Expenses, and Changes in Net Position is as follows (in millions):

|   | <b>2024</b>     | <b>2023</b>      | <b>2022<br/>Restated</b> |
|---|-----------------|------------------|--------------------------|
| Total Revenues  | \$ 6,704.1      | \$ 6,111.8       | \$ 5,727.0               |
| Total Expenses  | 6,632.6         | 6,397.8          | 5,498.6                  |
| Income (Loss) Before Capital and Endowment Additions        | 71.5            | (286.0)          | 228.4                    |
| Capital Appropriations, Contributions & Endowment Additions | 271.7           | 227.5            | 211.5                    |
| Increase (Decrease) in Net Position                         | <u>\$ 343.2</u> | <u>\$ (58.5)</u> | <u>\$ 439.9</u>          |

The University's operating and non-operating revenues are provided in the table below. Operating revenues increased \$663.5 million since fiscal year 2022 with the primary increases in student tuition and fees, grants and contracts, sales and services of auxiliaries and sales and services of educational activities. Non-operating revenues increased \$313.6 million between fiscal year 2022 and fiscal year 2024 primarily due to increases in gifts and net investment income and increases in state appropriations, offset by decreases in coronavirus federal grants and aid funding.

The University was awarded \$684.4 million in coronavirus federal grants and aid through 2023-24. In accordance with the federal award agreements, the University must meet certain eligibility requirements before recognizing the funding. The University recognized \$24.9 million as non-operating revenue in 2023-24, \$26.3 million as non-operating revenue in 2022-23, and \$601.7 million as non-operating revenue prior to 2022-23. The remaining amount will be recognized in future periods. These funds are restricted and must be used to address financial needs created by the coronavirus public health emergency, such as personal protective equipment, emergency student grants, housing and dining refunds and technology to accommodate remote learning.

**UNIVERSITIES OF WISCONSIN**  
**Management's Discussion and Analysis**  
**Years Ended June 30, 2024 and 2023**

| Revenues (in millions):                      | <u>2024</u>       | <u>2023</u>       | <u>2022<br/>Restated</u> |
|--|-------------------|-------------------|--------------------------|
| Operating Revenues                           |                   |                   |                          |
| Student Tuition and Fees, Net                | \$ 1,592.7        | \$ 1,523.8        | \$ 1,422.7               |
| Federal Grants and Contracts                 | 1,065.3           | 884.9             | 725.7                    |
| State, Local, & Private Grants and Contracts | 490.8             | 515.2             | 532.1                    |
| Sales and Services of Educational Activities | 439.2             | 377.8             | 328.5                    |
| Sales and Services of Auxiliaries, Net       | 470.5             | 444.8             | 405.0                    |
| All Other Operating Revenues                 | 527.3             | 521.5             | 508.3                    |
| Total Operating Revenues                     | <u>4,585.8</u>    | <u>4,268.0</u>    | <u>3,922.3</u>           |
| Non-Operating Revenues                       |                   |                   |                          |
| State Appropriations                         | 1,135.0           | 1,026.4           | 998.2                    |
| Gifts  | 567.9             | 512.3             | 415.8                    |
| Federal Pell Grants                          | 159.9             | 140.9             | 137.5                    |
| Coronavirus Federal Grants and Aid           | 24.9              | 26.3              | 288.8                    |
| Net Investment Income (Loss)                 | 170.8             | 56.2              | (63.8)                   |
| Other Non-Operating Revenues                 | 59.8              | 81.7              | 28.2                     |
| Total Non-Operating Revenues                 | <u>2,118.3</u>    | <u>1,843.8</u>    | <u>1,804.7</u>           |
| Total Revenues                               | <u>\$ 6,704.1</u> | <u>\$ 6,111.8</u> | <u>\$ 5,727.0</u>        |

Operating expenses, classified by function, and non-operating expenses, are as follows:

| Expenses (in millions):       | <u>2024</u>       | <u>2023</u>       | <u>2022<br/>Restated</u> |
|-------------------------------|-------------------|-------------------|--------------------------|
| Operating Expenses            |                   |                   |                          |
| Instruction                   | \$ 1,567.8        | \$ 1,667.5        | \$ 1,136.2               |
| Research                      | 1,362.1           | 1,245.0           | 1,118.4                  |
| Public Service                | 439.9             | 409.3             | 346.0                    |
| Academic Support              | 457.7             | 469.8             | 420.1                    |
| Student Services              | 637.7             | 576.9             | 548.4                    |
| Institutional Support         | 343.2             | 317.3             | 298.0                    |
| Operation/Maintenance         | 400.3             | 326.0             | 338.6                    |
| Financial Aid                 | 326.8             | 305.9             | 380.7                    |
| Auxiliary Enterprises         | 385.6             | 312.5             | 282.2                    |
| Other Functions               | 66.8              | 166.4             | 74.9                     |
| Depreciation and Amortization | 475.9             | 440.6             | 413.6                    |
| Total Operating Expenses      | <u>6,463.8</u>    | <u>6,237.2</u>    | <u>5,357.1</u>           |
| Non-Operating Expenses        | 168.9             | 160.6             | 141.5                    |
| Total Expenses                | <u>\$ 6,632.7</u> | <u>\$ 6,397.8</u> | <u>\$ 5,498.6</u>        |

One of the University's strengths has been its ability to supplement student tuition and fee revenue and state appropriations with support from other sources, including foundations, investment income, and government-sponsored programs (see Charts 1 and 2 in the Supplemental Information of this report). The University continues to aggressively seek funding sources consistent with its



**UNIVERSITIES OF WISCONSIN**  
**Management's Discussion and Analysis**  
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mission to meet operating activities in a financially prudent manner. In addition, the University will continue to make cost containment and revenue diversification a priority. The higher research operating expenses in fiscal year 2024 is attributed to expanded research activity and increases in salary and fringe benefits expense in that year.

Statement of Net Position adjusted for the pension and other postemployment benefit obligations as allocated to the University are as follows (in millions):

|                                  | 2024              | Adjustment<br>for Pension<br>and OPEB | Adjusted<br>2024  | 2023              | Adjustment<br>for Pension<br>and OPEB | Adjusted<br>2023  |
|----------------------------------|-------------------|---------------------------------------|-------------------|-------------------|---------------------------------------|-------------------|
| Current Assets                   | \$ 3,078.4        | \$ —                                  | \$ 3,078.4        | \$ 2,994.6        | \$ —                                  | \$ 2,994.6        |
| Capital Assets, Net              | 6,161.6           | —                                     | 6,161.6           | 6,015.5           | —                                     | 6,015.5           |
| Other Noncurrent Assets          | 700.8             | 27.4                                  | 673.4             | 690.5             | 45.1                                  | 645.4             |
| Total Assets                     | 9,940.8           | 27.4                                  | 9,913.4           | 9,700.6           | 45.1                                  | 9,655.5           |
| Deferred Outflows of Resources   | 2,056.8           | 1,978.6                               | 78.2              | 2,880.1           | 2,813.6                               | 66.5              |
| Current Liabilities              | 1,094.1           | —                                     | 1,094.1           | 1,091.7           | —                                     | 1,091.7           |
| Noncurrent Liabilities           | 2,794.0           | 901.2                                 | 1,892.8           | 3,242.2           | 1,306.8                               | 1,935.4           |
| Total Liabilities                | 3,888.1           | 901.2                                 | 2,986.9           | 4,333.9           | 1,306.8                               | 3,027.1           |
| Deferred Inflows of Resources    | 1,386.1           | 1,344.9                               | 41.2              | 1,866.6           | 1,822.3                               | 44.3              |
| Net Investment in Capital Assets | 4,270.5           | —                                     | 4,270.5           | 4,069.3           | —                                     | 4,069.3           |
| Restricted Net Position          | 1,606.7           | 27.4                                  | 1,579.3           | 1,584.9           | 45.1                                  | 1,539.8           |
| Unrestricted Net Position        | 846.2             | (267.5)                               | 1,113.7           | 726.0             | (315.5)                               | 1,041.5           |
| Total Net Position               | <u>\$ 6,723.4</u> | <u>\$ (240.1)</u>                     | <u>\$ 6,963.5</u> | <u>\$ 6,380.2</u> | <u>\$ (270.4)</u>                     | <u>\$ 6,650.6</u> |

In fiscal year 2024, salary and fringe benefits expenses amounted to \$4,226.7 million, including an expense credit of \$48.2 million related to the pension and other postemployment benefit obligations. Compared to fiscal year 2023, salary and fringe benefits expenses amounted to \$4,123.5 million, including additional expense of \$198.4 million related to the pension and other postemployment benefit obligations.

**UNIVERSITIES OF WISCONSIN**  
**Management's Discussion and Analysis**  
**Years Ended June 30, 2024 and 2023**

**Factors Affecting Future Periods**

The University will continue to be impacted by fluctuations in enrollment in fiscal year 2025 and beyond. Inflationary pressures on capital and operating costs and a competitive labor market will present additional economic challenges. The leadership of the Universities of Wisconsin has adopted a new strategic plan that will serve to better align resources with our priorities and further elevate the strong reputation of the University throughout the state, the nation, and the world. The Universities of Wisconsin remains committed to maintaining responsible stewardship of our resources while identifying new opportunities that enhance the university mission.

The Universities of Wisconsin Board of Regents approved a 3.75 percent increase in tuition for resident undergraduates during the 2024–25 academic year, a rate similar to recent inflation. The total average cost of attendance for resident undergraduates will increase approximately 3.8 percent when segregated fee, room and board costs are considered. The Board also approved tuition increases for nonresident undergraduate, nonresident graduate, and resident graduate students.

The approved 2023-25 Biennial Budget includes a 2 percent pay play implemented on July 1, 2024.

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*Years Ended June 30, 2024 and 2023*

FINANCIAL STATEMENTS OF  
THE UNIVERSITIES OF WISCONSIN

DRAFT 12/5/2024

# Universities of Wisconsin

## Statement of Net Position

|  | June 30, 2024           | June 30, 2023           |
|--|-------------------------|-------------------------|
| <b>ASSETS</b>                                  |                         |                         |
| Current Assets                                 |                         |                         |
| Cash and Cash Equivalents                      | \$ 1,509,157,077        | \$ 1,543,962,867        |
| Investments                                    | 695,645,258             | 651,841,265             |
| Securities Lending Collateral                  | 216,628,310             | 244,396,309             |
| Accounts Receivable, Net                       | 384,644,030             | 348,588,224             |
| Student Loans Receivable, Net                  | 11,231,098              | 13,831,330              |
| Inventories                                    | 45,740,828              | 45,810,011              |
| Prepaid Expenses & Other Current Assets        | 215,345,193             | 146,146,833             |
| Total Current Assets                           | 3,078,391,794           | 2,994,576,839           |
| Noncurrent Assets                              |                         |                         |
| Endowment Investments                          | 584,790,778             | 548,280,304             |
| Accounts Receivable, Net                       | 18,652,418              | 18,341,270              |
| Student Loans Receivable, Net                  | 70,045,004              | 78,741,133              |
| Capital Assets, Net                            | 6,161,559,815           | 6,015,528,176           |
| Restricted Other Postemployment Benefits Asset | 27,350,874              | 45,140,684              |
| Total Noncurrent Assets                        | 6,862,398,889           | 6,706,031,567           |
| <b>TOTAL ASSETS</b>                            | <b>\$ 9,940,790,683</b> | <b>\$ 9,700,608,406</b> |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>          |                         |                         |
|  | <b>\$ 2,056,794,534</b> | <b>\$ 2,880,126,274</b> |
| <b>LIABILITIES</b>                             |                         |                         |
| Current Liabilities                            |                         |                         |
| Accounts Payable and Accrued Liabilities       | \$ 396,800,877          | \$ 368,570,269          |
| Securities Lending Collateral Liabilities      | 216,628,310             | 244,396,309             |
| Notes and Bonds Payable                        | 122,600,507             | 132,364,476             |
| Lease, Subscription and Financing Obligations  | 37,351,628              | 39,048,033              |
| Unearned Revenue                               | 203,073,827             | 201,781,712             |
| Compensated Absences                           | 110,846,291             | 99,156,591              |
| Deposits Held for Others                       | 6,787,714               | 6,408,181               |
| Total Current Liabilities                      | 1,094,089,154           | 1,091,725,571           |
| Noncurrent Liabilities                         |                         |                         |
| Notes and Bonds Payable                        | 1,453,280,916           | 1,518,084,771           |
| Lease, Subscription and Financing Obligations  | 277,873,404             | 256,712,795             |
| Perkins Loan Program                           | 50,728,876              | 60,123,586              |
| Compensated Absences                           | 97,035,596              | 86,873,003              |
| Other Postemployment Benefits                  | 701,199,228             | 597,019,122             |
| Net Pension Liability                          | 200,033,237             | 709,734,328             |
| Other Noncurrent Liabilities                   | 13,833,843              | 13,643,103              |
| Total Noncurrent Liabilities                   | 2,793,985,100           | 3,242,190,708           |
| <b>TOTAL LIABILITIES</b>                       | <b>\$ 3,888,074,254</b> | <b>\$ 4,333,916,279</b> |
| <b>DEFERRED INFLOWS OF RESOURCES</b>           |                         |                         |
|  | <b>\$ 1,386,126,973</b> | <b>\$ 1,866,638,843</b> |

(continued)

## Universities of Wisconsin

### Statement of Net Position (continued)

|                                  | June 30, 2024           | June 30, 2023           |
|----------------------------------|-------------------------|-------------------------|
| <b>NET POSITION</b>              |                         |                         |
| Net Investment in Capital Assets | \$ 4,270,453,360        | \$ 4,069,318,101        |
| Restricted for                   |                         |                         |
| Nonexpendable                    | 255,663,612             | 239,302,589             |
| Expendable                       |                         |                         |
| Other Postemployment Benefits    | 27,350,874              | 45,140,684              |
| Gifts, Grants & Contracts        | 354,617,961             | 327,940,185             |
| Donor Investments & Earnings     | 332,397,268             | 323,947,313             |
| Construction Fund                | 318,265,364             | 341,728,900             |
| Student Loans & Federal Aid      | 224,234,569             | 197,010,566             |
| Other                            | 94,217,000              | 109,827,248             |
| Total Restricted-Expendable      | <u>1,351,083,036</u>    | <u>1,345,594,896</u>    |
| Unrestricted                     | <u>846,183,982</u>      | <u>725,963,972</u>      |
| <b>TOTAL NET POSITION</b>        | <u>\$ 6,723,383,990</u> | <u>\$ 6,380,179,558</u> |

*The accompanying notes to the financial statements are an integral part of these statements.*

## Universities of Wisconsin

### Statement of Revenues, Expenses, and Changes in Net Position

|  | Year ended<br>June 30, 2024 | Year ended<br>June 30, 2023 |
|--|-----------------------------|-----------------------------|
| <b>OPERATING REVENUES</b>  |                             |                             |
| Student Tuition and Fees (net of Scholarship Allowances of \$352.5 million and \$312.4 million, respectively)                  | \$ 1,592,679,456            | \$ 1,523,838,086            |
| Grants and Contracts   | 1,556,135,311               | 1,400,174,003               |
| Sales and Services of Educational Activities   | 439,152,957                 | 377,848,600                 |
| Sales and Services of Auxiliary Enterprises (net of Scholarship Allowances of \$46.2 million and \$42.6 million, respectively) | 470,501,962                 | 444,788,675                 |
| Sales and Services to UW Hospitals and Clinics Authority   | 56,307,618                  | 52,707,100                  |
| Student Loan Interest Income and Fees  | 2,232,396                   | 2,153,371                   |
| Other Operating Revenue  | 468,746,136                 | 466,524,365                 |
| <b>Total Operating Revenues</b>  | <b>4,585,755,836</b>        | <b>4,268,034,200</b>        |
| <b>OPERATING EXPENSES</b>  |                             |                             |
| Salaries   | 3,155,833,544               | 2,918,234,394               |
| Fringe Benefits  | 1,118,998,970               | 1,006,785,199               |
| Fringe Benefits Related to Noncash Pension and OPEB  | (48,153,279)                | 198,435,379                 |
| <b>Total Salary and Fringe Benefits</b>  | <b>4,226,679,235</b>        | <b>4,123,454,972</b>        |
| Scholarship and Fellowships  | 205,647,965                 | 192,660,956                 |
| Supplies and Services  | 1,513,803,546               | 1,461,748,017               |
| Other Operating Expenses   | 41,739,156                  | 18,690,448                  |
| Depreciation and Amortization  | 475,888,040                 | 440,619,039                 |
| <b>Total Operating Expenses</b>  | <b>6,463,757,942</b>        | <b>6,237,173,432</b>        |
| <b>OPERATING LOSS</b>  | <b>(1,878,002,106)</b>      | <b>(1,969,139,232)</b>      |
| <b>NON-OPERATING REVENUES AND (EXPENSES)</b>   |                             |                             |
| State Appropriations   | 1,135,046,497               | 1,026,414,311               |
| Gifts  | 567,870,759                 | 512,291,511                 |
| Federal Pell Grants  | 159,933,971                 | 140,888,409                 |
| Coronavirus Federal Grants and Aid   | 24,941,060                  | 26,349,014                  |
| Investment Income (net of Investment Expense of \$0.9 million and \$0.9 million, respectively)                                 | 170,844,524                 | 56,227,317                  |
| Loss on Disposal of Capital Assets   | (1,941,575)                 | (1,712,230)                 |
| Interest Expense on Capital Asset-Related Debt   | (53,228,013)                | (59,938,463)                |
| Transfer to State Agencies   | (113,745,453)               | (98,994,183)                |
| Other Non-Operating Revenues   | 59,749,089                  | 81,549,834                  |
| <b>Income (Loss) Before Capital and Endowment Additions</b>  | <b>71,468,753</b>           | <b>(286,063,712)</b>        |
| Capital Appropriations   | 183,000,462                 | 206,174,638                 |
| Capital Grants and Gifts   | 85,842,565                  | 15,940,874                  |
| Additions to Permanent Endowment   | 2,892,652                   | 5,447,718                   |
| <b>INCREASE (DECREASE) IN NET POSITION</b>   | <b>343,204,432</b>          | <b>(58,500,482)</b>         |
| <b>NET POSITION</b>  |                             |                             |
| Net Position - beginning of period   | 6,380,179,558               | 6,438,680,040               |
| <b>NET POSITION - end of period</b>  | <b>\$ 6,723,383,990</b>     | <b>\$ 6,380,179,558</b>     |

*The accompanying notes to the financial statements are an integral part of these statements.*

# Universities of Wisconsin

## Statement of Cash Flows

|  | Year ended<br>June 30, 2024 | Year ended<br>June 30, 2023 |
|--|-----------------------------|-----------------------------|
| <b>Cash Flows from Operating Activities</b>                      |                             |                             |
| Student Tuition and Fees   | \$ 1,594,747,659            | \$ 1,521,844,922            |
| Federal, State, Local, and Private Grants & Contracts            | 1,518,285,859               | 1,399,627,336               |
| Sales and Services of Educational Activities                     | 434,753,677                 | 356,375,418                 |
| Sales and Services of Auxiliary Enterprises                      | 476,049,479                 | 451,441,321                 |
| Sales and Services to UW Hospitals and Clinics Authority         | 52,433,628                  | 64,948,192                  |
| Payments for Salaries and Fringe Benefits                        | (4,273,055,249)             | (3,960,373,125)             |
| Payments to Vendors and Suppliers                                | (1,500,938,876)             | (1,461,281,088)             |
| Payments for Scholarships and Fellowships                        | (205,647,965)               | (192,660,956)               |
| Student Loans Collected  | 18,080,810                  | 19,237,980                  |
| Student Loan Interest and Fees Collected                         | 2,232,397                   | 2,153,371                   |
| Student Loans Issued   | (9,390,841)                 | (9,507,548)                 |
| Student Direct Lending Receipts                                  | 528,435,541                 | 525,836,726                 |
| Student Direct Lending Disbursements                             | (525,622,213)               | (528,878,803)               |
| Other Revenue  | 421,346,582                 | 437,813,585                 |
| <b>Net Cash Used in Operating Activities</b>                     | <b>(1,468,289,512)</b>      | <b>(1,373,422,669)</b>      |
| <b>Cash Flows from Investing Activities</b>                      |                             |                             |
| Interest and Dividends on Investments, Net                       | 79,893,907                  | 4,764,226                   |
| Proceeds from Sales and Maturities of Investments                | 87,406,245                  | 185,446,606                 |
| Purchase of Investments  | (67,532,952)                | (324,919,929)               |
| <b>Net Cash Provided by (Used in) Investing Activities</b>       | <b>99,767,200</b>           | <b>(134,709,097)</b>        |
| <b>Cash Flows from Capital and Related Financing Activities</b>  |                             |                             |
| Proceeds from Issuance of Capital Debt                           | 146,382,158                 | 502,525,676                 |
| Payments for Debt Retirements (Refundings)                       | (89,826,819)                | (443,455,096)               |
| Capital Appropriations   | 183,000,462                 | 206,174,638                 |
| Gifts and Other Receipts   | 148,942,459                 | 59,654,518                  |
| Purchase of Capital Assets                                       | (565,653,823)               | (606,913,379)               |
| Principal Payments on Capital Debt and Leases                    | (310,043,117)               | (312,180,056)               |
| Interest Payments on Capital Debt and Leases                     | (139,570,646)               | (117,829,178)               |
| <b>Net Cash Used in Capital and Related Financing Activities</b> | <b>(626,769,326)</b>        | <b>(712,022,877)</b>        |
| <b>Cash Flows from Noncapital Financing Activities</b>           |                             |                             |
| State Appropriations   | 1,332,775,667               | 1,252,937,716               |
| Gifts and Other Receipts   | 553,687,951                 | 546,855,036                 |
| Federal Pell Grants  | 159,933,971                 | 140,888,409                 |
| Coronavirus Federal Grants and Aid Receipts                      | 24,941,060                  | 26,349,014                  |
| Transfer to State Agencies                                       | (113,745,453)               | (98,994,183)                |
| Additions to Permanent Endowments                                | 2,892,652                   | 5,447,718                   |
| <b>Net Cash Provided by Noncapital Financing Activities</b>      | <b>1,960,485,848</b>        | <b>1,873,483,710</b>        |
| <b>Net Decrease in Cash and Cash Equivalents</b>                 | <b>(34,805,790)</b>         | <b>(346,670,933)</b>        |
| Cash and Cash Equivalents - beginning of year                    | 1,543,962,867               | 1,890,633,800               |
| <b>Cash and Cash Equivalents - end of year</b>                   | <b>\$ 1,509,157,077</b>     | <b>\$ 1,543,962,867</b>     |

(continued)



## Universities of Wisconsin

### Statement of Cash Flows (continued)

|  | Year ended<br>June 30, 2024 | Year ended<br>June 30, 2023 |
|--|-----------------------------|-----------------------------|
| <b>Reconciliation of Operating Loss to Net Cash Used in Operating Activities</b>         |                             |                             |
| Operating Loss   | \$ (1,878,002,106)          | \$ (1,969,139,232)          |
| <i>Adjustments to Reconcile Operating Loss to Net Cash Used in Operating Activities:</i> |                             |                             |
| Depreciation and Amortization Expense  | 475,888,040                 | 440,619,039                 |
| Changes in Assets, Liabilities and Deferred Outflows and Inflows of Resources:           |                             |                             |
| Receivables, net   | (25,686,713)                | 5,054,155                   |
| Inventories  | 69,183                      | (7,274,439)                 |
| Prepaid Expense (including Deferred Charges)   | (15,694,617)                | (42,879,291)                |
| Accounts Payable and Accrued Liabilities   | 9,529,142                   | 8,795,399                   |
| Perkins Loan Liability   | (9,394,710)                 | (13,433,524)                |
| Unearned Revenue   | 1,303,255                   | (1,162,104)                 |
| Compensated Absences   | 21,852,293                  | 7,561,949                   |
| Deferred Outflows of Resources   | 816,978,001                 | (553,653,312)               |
| Pension Liability and Deferred Inflows of Resources                                      | (987,101,196)               | 761,076,655                 |
| Other Postemployment Benefits  | 121,969,916                 | (8,987,964)                 |
| <b>Net Cash Used in Operating Activities</b>   | <u>\$ (1,468,289,512)</u>   | <u>\$ (1,373,422,669)</u>   |
| <b>Noncash Investing, Capital and Financing Activities</b>                               |                             |                             |
| Lease and Financing Obligations (Initial Year):  |                             |                             |
| Fair Market Value  | \$ 37,923,903               | \$ 18,403,028               |
| Current Year Cash Payments   | 2,389,623                   | 3,290,554                   |
| Subscription Liabilities (Initial Year):   |                             |                             |
| Fair Market Value  | 52,243,640                  | 25,866,945                  |
| Current Year Cash Payments   | 28,172,941                  | 14,802,515                  |
| Gifts-In-Kind  | 2,379,365                   | 1,416,087                   |
| Net Change in Unrealized Gains   | 82,488,193                  | 39,589,438                  |

*The accompanying notes to the financial statements are an integral part of these statements.*



*Years Ended June 30, 2024 and 2023*

## FINANCIAL STATEMENTS OF RELATED UNIVERSITY CAMPUS FOUNDATIONS

*All foundations reported are legally separate, tax-exempt, affiliated campus foundations formed to generate private support for the respective public universities.*

DRAFT 12/5/2024



*Years Ended June 30, 2024 and 2023*

NOTES TO THE FINANCIAL STATEMENTS OF  
THE UNIVERSITIES OF WISCONSIN

DRAFT 12/5/2024

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
**Years Ended June 30, 2024 and 2023**

**NOTE 1 – Organization and Summary of Significant Accounting Policies**

**Basis of Accounting and Financial Statement Presentation**

The University of Wisconsin System (d/b/a Universities of Wisconsin) (University) is a major enterprise fund of the State of Wisconsin. The financial statements are presented in the proprietary fund financial statements of the State of Wisconsin's Annual Comprehensive Financial Report (ACFR). The University's financial information presented in the ACFR has been adjusted to reflect reclassifications and adjustments which are done to conform to reporting requirements relative to the ACFR.

The accompanying financial statements have been prepared in conformity with generally accepted accounting principles (GAAP) for governments as prescribed by the Governmental Accounting Standards Board (GASB). In fiscal year 2024, the University adopted GASB Statement No. 100, *Accounting Changes and Error Corrections* (GASB 100). In fiscal year 2023, the University adopted GASB Statement No. 96, *Subscription-Based Information Technology Arrangements* (GASB 96).

The University's annual report consists of three basic financial statements prepared in accordance with GASB principles: the Statement of Net Position; the Statement of Revenues, Expenses, and Changes in Net Position; and the Statement of Cash Flows.

The Statement of Net Position; the Statement of Revenues, Expenses, and Changes in Net Position; and the Statement of Cash Flows have been prepared using the economic resources measurement focus and the accrual basis of accounting. The Universities of Wisconsin reports as a Business Type Activity, as defined by GASB Statement No. 35, *Basic Financial Statements – and Management's Discussion and Analysis – for Public Colleges and Universities* (GASB 35). Business Type Activities are those that are financed in whole or in part by fees charged to external parties for goods or services.

The Statement of Revenues, Expenses, and Changes in Net Position classifies the University's fiscal year activity as operating and non-operating. Operating revenue results from exchange transactions, such as payment received for providing goods and services, including tuition and fees, certain grants and contracts, sales and services of educational activities, and auxiliary enterprise revenue. Other operating revenues include resources generated from units such as intercollegiate athletics, stadium, arena, student health services, car fleet, stores operations, child care services, copy centers, and student service programs such as placement, orientation, intramurals, and counseling centers.

Other operating revenues are summarized as follows:

|                                       | Year ended<br>June 30, 2024 | Year ended<br>June 30, 2023 |
|---------------------------------------|-----------------------------|-----------------------------|
| Athletics                             | \$ 170,107,634              | \$ 146,125,762              |
| Student Health Services               | 53,448,081                  | 49,794,384                  |
| Student Union/Student Center          | 43,168,470                  | 42,537,780                  |
| All Other Areas                       | 202,021,951                 | 228,066,439                 |
| <b>Total Other Operating Revenues</b> | <b>\$ 468,746,136</b>       | <b>\$ 466,524,365</b>       |

Certain significant revenue streams relied upon for operations are reported as non-operating revenues, as defined by GASB 35, including state appropriations, gifts, and investment income. The majority of the University's expenses are exchange transactions, which GASB defines as operating expenses for financial statement presentation. Non-operating expenses include capital financing costs and costs related to investment activity.

The Statement of Cash Flows presents the change in the cash and cash equivalents balance for the fiscal year. Cash and cash equivalents include bank accounts and investments with original maturity

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
**Years Ended June 30, 2024 and 2023**

**NOTE 1 – Organization and Summary of Significant Accounting Policies (continued)**

dates of 90 days or less at the time of purchase. These investments consist primarily of commercial paper, money market funds, and U.S. Treasury bills. Investments in marketable securities are carried at fair value as established by the major securities markets. Investments in limited partnerships are carried at fair value based on quarterly reports from the limited partnerships' management. Annually, these reports are audited by independent auditors.

**Financial Reporting Entity**

The University is made up of 13 four-year universities with campuses across the state. The University has also considered all potential component units for which it is financially accountable and other affiliated organizations where the nature and significance of their relationships, including their ongoing financial support, with the University are such that exclusion would cause the University's financial statements to be misleading or incomplete.

The decision to include a potential component unit in the University's reporting entity is based on the criteria set forth in GASB Statement No. 14, *The Financial Reporting Entity*; GASB Statement No. 39, *Determining whether Certain Organizations are Component Units, an amendment of GASB Statement No. 14*; GASB Statement No. 61, *The Financial Reporting Entity; Omnibus, an amendment of GASB Statements No. 14 and No. 34*; GASB Statement No. 80, *Blending Requirements for Certain Component Units, an amendment of GASB Statement No. 14*; and GASB Statement No. 90, *Majority Equity Interests—An Amendment of GASB Statements No. 14 and No. 61*. Based upon the application of these criteria, 13 university foundations are included in the financial statements as discretely presented component units because they operate entirely for the benefit of the University.

**Other Organizations**

The financial statements do not include the accounts of the University of Wisconsin Hospitals and Clinics Authority (UWHCA), which is a separate legal organization reported as a discrete component unit within financial statements of the State of Wisconsin; the University of Wisconsin Medical Foundation (UWMF), which is a blended component unit of UWHCA; or the La Crosse Medical Health Science Consortium, Inc., which is a Wisconsin non-stock corporation tax exempt under Internal Revenue Code (IRC) 501(c)(3) not meeting the criteria of a component unit. In addition, the financial statements do not include the accounts of various legally independent and fully self-governing support organizations, such as booster clubs and alumni groups; funds contributed to the University by these organizations are reported at the time they are received. Note 11 describes the effect of affiliation and operating agreements with the UWMF; UWHCA; Wisconsin Alumni Research Foundation (WARF), relating to the Wisconsin Institutes for Discovery; and La Crosse Medical Health Science Consortium, Inc. had on the University's financial statements.

**Summary of Significant Accounting Policies**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

The University eliminates intra-fund assets and liabilities to prevent double counting in the Statement of Net Position. Likewise, revenues and expenses related to internal service activities are also eliminated in the Statement of Revenues, Expenses, and Changes in Net Position.

Inventories consist of consumable supplies used in operations or items held for resale. Fuels are reported at market value, while other inventories held by individual university cost centers are valued using a variety of cost flow assumptions that, for each type of inventory, are consistently applied from year to year. In addition to central stores and fuels, the major types of inventories

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
**Years Ended June 30, 2024 and 2023**

**NOTE 1 – Organization and Summary of Significant Accounting Policies (continued)**

include laboratory supplies, physical plant supplies, food service and student housing supplies, and items held for resale by campus computer outlets.

Prepaid expenses represent payments made prior to June 30<sup>th</sup> for goods and services received after the close of the fiscal year, primarily health and life insurance coverage, and costs associated with revenues that have not yet been earned as of June 30<sup>th</sup>, primarily summer session costs incurred prior to the close of the fiscal year. The revenues and expenses of the 2024 and 2023 summer sessions are reportable within the fiscal year beginning July 1 and ending June 30, based on the prorated portion of the number of summer session days that occurred in fiscal year 2024 and 2023, respectively.

Accounting policies related to capital assets are described in Note 4.

For purposes of measuring the net pension asset or liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Wisconsin Retirement System (WRS) and additions to/deductions from the WRS' fiduciary net position have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Unearned revenues consist of payments received but not yet earned as of June 30<sup>th</sup>, primarily summer session tuition payments, tuition and room deposits for the next fall term, advance ticket sales for athletic events, and amounts received from grant and contract sponsors which have not yet been earned under the terms of the agreement.

The compensated absences liability consists of accumulated unpaid annual leave, compensatory time, personal holiday hours, and Saturday/legal holiday hours earned and vested. The University leave policies restrict the accumulation of unused vacation and thus limit the actual payments made to employees upon termination or retirement.

Restricted funds received as gifts, grants, and contracts are used according to donor restrictions or the specific purpose of the grantor. In addition, restrictions are statutorily established that limit the use of certain resources for specific purposes. These restrictions apply not only to state support but also to many of the University's program revenue sources, including segregated fee auxiliary operations. The funds reported as restricted will be used in accordance with the purposes for which they are restricted and are the first resources used for these purposes. Unrestricted funds would be used only secondarily to support these restricted purposes.

Deferred outflows of resources, a separate financial statement element, represents a consumption of net position that applies to future periods and will be recognized as an outflow of resources (expense/expenditure) in those periods. The University's deferred outflows of resources are related to the net pension asset (liability), other postemployment benefits (OPEB) asset (liability), debt refunding and capital asset retirement obligation. Additional information related to pensions is available in Note 8, OPEB information is available in Note 9, and debt information is available in Note 6. See Note 10 for more information regarding deferred outflows of resources.

Deferred inflows of resources, a separate financial statement element, represents an acquisition of net position that applies to future periods and will be recognized as an inflow of resources (decrease in expense/expenditure) in those periods. The University's deferred inflows of resources are related to the net pension asset (liability), OPEB asset (liability), lease agreements where the University serves as the lessor, and debt refunding. Additional information related to pensions is available in Note 8, OPEB information is available in Note 9, lease receivable information is available in Note 3,

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
**Years Ended June 30, 2024 and 2023**

**NOTE 1 – Organization and Summary of Significant Accounting Policies (continued)**

and debt information is available in Note 6. See Note 10 for more information regarding deferred inflows of resources.

Student tuition and fees are presented net of scholarships and fellowships applied to student accounts. Stipends and other payments made directly to students are presented as scholarship and fellowship expenses.

**Coronavirus Federal Grants and Aid**

The COVID global pandemic which was first identified in December 2019 has had a significant impact on the University's operations and financial results. The University was compelled to make several difficult decisions as a result of COVID-19, such as implementing employee furloughs, delaying employee recruitments, postponing new projects and initiatives and limiting travel. All these decisions, which resulted in reduced expenses, were intended to safeguard the well-being of our students, faculty, staff and the citizens of Wisconsin, while working to secure the long-term financial health of our public universities.

Federal relief funding also helped offset the financial impact due to the pandemic. In accordance with each individual federal grant, these funds are restricted in use, and University public universities were required to meet certain eligibility requirements before recognizing the funding as revenue, which included distributing certain portions to students as emergency financial aid. Amounts recognized in fiscal year 2024 and 2023 and reported as non-operating revenues in the Statement of Revenues, Expenses and Changes in Net Position are summarized as follows:

|   | Year ended<br>June 30, 2024 | Year ended<br>June 30, 2023 |
|---|-----------------------------|-----------------------------|
| Coronavirus Aid, Relief, and Economic Securities (CARES) Act: |                             |                             |
| Institutional Aid   | \$ 10,181                   | \$ —                        |
| Coronavirus Response and Relief Supplemental Appropriations:  |                             |                             |
| Institutional Aid   | 976,905                     | 16,731                      |
| American Rescue Plan:   |                             |                             |
| Emergency Student Aid   | —                           | 1,531,039                   |
| Institutional Aid   | 23,953,974                  | 24,801,244                  |
| Total Coronavirus Federal Grants and Aid                      | <u>\$ 24,941,060</u>        | <u>\$ 26,349,014</u>        |

**Newly Adopted Accounting Pronouncements**

The University adopted GASB Statement No. 100, *Accounting Changes and Error Corrections, an amendment of GASB Statement No. 62* (GASB 100), effective for the fiscal year ended June 30, 2024. The GASB statement enhances accounting and financial reporting requirements for accounting changes and error corrections. The adoption of this standard did not have a significant impact on the financial reporting for fiscal year ended June 30, 2024.

**New Accounting Pronouncements**

GASB Statement No. 101, *Compensated Absences* (GASB 101), updates the recognition and measurement guidance for compensated absences. The provisions of GASB 101 are effective for fiscal year 2025.

GASB Statement No. 102, *Certain Risk Disclosures* (GASB 102), will provide financial statement users essential information about risks related to the University's vulnerabilities due to certain



**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
**Years Ended June 30, 2024 and 2023**

**NOTE 1 – Organization and Summary of Significant Accounting Policies (continued)**

concentrations or constraints. A *concentration* is defined as a lack of diversity related to an aspect of a significant inflow of resources or outflow of resources. A *constraint* is a limitation imposed on the University by an external party or by formal action of the University's highest level of decision-making authority. Concentrations and constraints may limit the University's ability to acquire resources or control spending. The provisions of GASB 102 are effective for fiscal year 2025.

The University is in the process of evaluating whether these GASB statements will be applicable to the University and the impact these statements may have on its financial statements.

**NOTE 2 – Cash and Investments**

**Cash and Cash Equivalents**

Cash and cash equivalents consist primarily of shares in the State Investment Fund (SIF), a short-term pool of state and local funds managed by the State of Wisconsin Investment Board (SWIB) with oversight by a Board of Trustees as authorized in Wisconsin Statutes Sections 25.17 (3) (b), (ba), (bd), and (dg). SWIB is not registered with the SEC as an investment company. The fair value of the investment in the SIF is based on net asset value (NAV) per share (or its equivalent), as of June 30, 2024. The SIF is a commingled fund with the investment objective of safety of principal and liquidity while earning a competitive money market rate of return. The valuation of the underlying investments of the SIF depends on asset class. Repurchase Agreements and non-negotiable Certificates of Deposit are valued at cost. All remaining short-term debt investments (U.S. Government/Agency securities, Banker's Acceptances, Commercial Paper, and negotiable Certificates of Deposit) are carried at fair value. Because quoted market prices for SIF securities are often not available, at month end, BNY Mellon, as SWIB's custodial bank, compiles fair values from third party pricing services which use matrix pricing models to estimate a security's fair value. There are no unfunded commitments relating to the SIF and shares of the SIF can be fully redeemed at any time with no notice or other restrictions. Further information about the investments in the SIF can be obtained from the separately issued State Investment Fund Annual Financial Report for the Fiscal Year Ended June 30, 2024.

Of the \$1,509.2 million and \$1,544.0 million in cash and cash equivalents as of June 30, 2024 and 2023, respectively, \$1,275.3 million and \$1,346.3 million, respectively, represent amounts held within the SIF; \$233.9 million and \$197.7 million, respectively, was maintained by individual public universities in local bank accounts to meet operating needs; and a small, residual amount was held at BNY Mellon to meet the cash needs of the investing activities of the Trust Fund. Interest distributions are received on a monthly basis for balances associated with trust funds, federal aid programs, and funds attributable to the appropriations listed in Wisconsin Statutes Section 20.285 (1) (Li). Investment earnings for all other funds do not accrue to the University.

*Custodial Credit Risk:* Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the University will not be able to recover deposits that are in possession of an outside party. The University does not have a deposit policy specifically for custodial risk. Shares in the SIF are not required to be categorized under GASB Statement No. 40, *Deposit and Investment Risk Disclosures*.

For the remaining deposits, the University had balances in excess of Federal Deposit Insurance Corporation limits totaling \$229.2 million and \$192.0 million at June 30, 2024 and 2023, respectively. These amounts, deposited in approved financial institutions, are uninsured and uncollateralized. A state appropriation for losses on public deposits (Wisconsin Statutes Section 34.08) insures up to \$400,000 over the amount of federal insurance.



**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
**Years Ended June 30, 2024 and 2023**

**NOTE 2 – Cash and Investments (continued)**

*Foreign Currency Risk:* Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of a deposit. Deposits in foreign currency at June 30, 2024 and 2023 are insignificant. The University does not have a formal policy for foreign currency risk.

**Investments**

The University invests its Trust Funds, primarily gifts and bequests, in accordance with the investment policies and guidelines governed and authorized by the Board of Regents. The Board of Regents retained SWIB as its investment manager, as permitted through Section 36.11 (11m) of the Wisconsin statutes. The SWIB-managed Long Term Fund has a target asset allocation to public markets of the following: 57% public equities, 20% fixed income, and 23% inflation sensitive securities. SWIB achieves these allocations through the use of externally-managed index funds. In addition, this fund continues to have an allocation to private markets through a “legacy” portfolio that will self-liquidate over time as investments are sold and cash proceeds are received. The target allocations to public markets were last affirmed/approved by the Board of Regents in April 2018.

The Intermediate Term Cash Management Fund was established in 2022 in accordance with the investment policies and guidelines governed and authorized by the Board of Regents, and is currently distributed among fixed income funds, bank loans and global equities. The objective of the Intermediate Term Fund is to manage principal, ensure liquidity for anticipated needs and maintain purchasing power for existing assets. The Intermediate Term Fund has a target asset allocation to public markets of the following: 83.3% fixed income and 16.7% public equities. The target allocations were last affirmed/approved by the University Investment Committee in January 2022. The Intermediate Term Fund is an intermediate term portfolio, governed by and subject to a Memorandum of Understanding between Universities of Wisconsin administration and the University of Wisconsin - Madison.

An internally managed investment fund was established for a limited and select number of participating Trust Funds accounts by the University Board of Regents to provide educational investment management opportunity for the UW-Madison School of Business's Applied Security Analysis Program. The "RegentFund" is an intermediate-term fixed income portfolio, governed by and subject to a University Board of Regents approved Memorandum of Understanding, which includes detailed investment guidelines.

The SWIB-managed Long Term Fund consisted of the following actual asset allocation by investment category on June 30, 2024 and 2023:

| <b><u>Investment Category</u></b>               | <b><u>2024</u></b>    | <b><u>2023</u></b>    |
|---|-----------------------|-----------------------|
| Global Equities                                 | 46.6 %                | 43.8 %                |
| Treasury Inflation Protection Securities (TIPS) | 15.4 %                | 16.0 %                |
| Investment Grade Government/Credit              | 15.6 %                | 16.2 %                |
| Hedged Non-U.S. Equities (Developed Markets)    | 6.2 %                 | 6.1 %                 |
| Real Estate Investment Trusts (REITs)           | 2.3 %                 | 2.3 %                 |
| Emerging Markets Equities                       | 2.4 %                 | 2.3 %                 |
| Private Markets <sup>1</sup>                    | 11.5 %                | 13.3 %                |
| <b>Total</b>                                    | <b><u>100.0 %</u></b> | <b><u>100.0 %</u></b> |

<sup>1</sup> Private Markets is not included in the target allocation. The Private Markets category is comprised of private equity funds of J.P. Morgan, Adams Street Partners, and a TRG Forestry Fund.

The Intermediate Term Fund consisted of the following actual asset allocation by investment category on June 30, 2024 and 2023:

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
**Years Ended June 30, 2024 and 2023**

**NOTE 2 – Cash and Investments (continued)**

| <u>Investment Category</u> | <u>2024</u>    | <u>2023</u>    |
|----------------------------|----------------|----------------|
| Global Equities            | 17.1 %         | 17.6 %         |
| High Yield Fixed Income    | 7.3 %          | 8.3 %          |
| Bank Loans                 | 7.2 %          | 8.1 %          |
| Short-Term Fixed Income    | 33.2 %         | 32.8 %         |
| Intermediate Fixed Income  | 16.8 %         | 16.7 %         |
| Broad Fixed Income         | 18.4 %         | 16.5 %         |
| <b>Total</b>               | <u>100.0 %</u> | <u>100.0 %</u> |

The RegentFund consisted of the following actual asset allocation by investment category on June 30, 2024 and 2023:

| <u>Investment Category</u>  | <u>2024</u>    | <u>2023</u>    |
|-----------------------------|----------------|----------------|
| Fixed Income Securities     | 95.1 %         | 94.5 %         |
| Short Term Investment Funds | 4.9 %          | 5.5 %          |
| <b>Total</b>                | <u>100.0 %</u> | <u>100.0 %</u> |

Benefiting University entities receive quarterly distributions from the Long Term Fund and the Intermediate Term Fund. The Long Term Fund distribution is primarily comprised of endowed assets, based on an annual spending rate applied to a twelve-quarter moving average market value of the Fund. The annual distribution rate is currently 4.0%. The Intermediate Term Fund distribution is comprised of the accumulated cash from interest and dividends that resides in the fund at the end of each quarter, less any applicable administrative fees. Distributions from the RegentFund, which is comprised of expendable gifts, consisted of quarterly interest earnings distributions. During the fiscal year ended June 30, 2024, the amount made available to spend from these funds was \$22.2 million, relative to \$21.5 million available during the fiscal year ended June 30, 2023.

At June 30, 2024 and 2023, the University's investments were as follows:

| <u>Investments</u>                  | <u>2024</u>            | <u>2023</u>            |
|-------------------------------------|------------------------|------------------------|
| Equity Index Funds                  | \$ 437,085,557         | \$ 395,986,821         |
| Fixed Income Index Funds            | 751,990,858            | 706,946,954            |
| Real Estate Index Fund              | 13,317,657             | 12,626,366             |
| Fixed Income Securities             | 6,283,668              | 6,129,962              |
| Short Term Investment Funds         | 5,217,813              | 6,306,798              |
| Private Markets Limited Partnership | 66,540,483             | 72,124,668             |
| <b>Total Investments</b>            | <u>\$1,280,436,036</u> | <u>\$1,200,121,569</u> |

The total return on the Long Term Fund, including capital appreciation, was 10.7% for fiscal year 2024 compared to 5.6% in fiscal year 2023. The total return on the Intermediate Term Fund, including capital appreciation, was 7.7% for fiscal year 2024 compared to 4.2% in fiscal year 2023. The total return on the RegentFund, including capital appreciation, was 6.6% for fiscal year 2024, compared to 1.7% for fiscal year 2023.

*Credit Risk:* Credit Risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Credit ratings issued by the major rating agencies are one indication of the perceived credit quality of the issuer. As of June 30, 2024, the University was exposed to credit risk directly through its separately-managed fixed income portfolio, the RegentFund, and indirectly through the ownership of shares of commingled or mutual funds.

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
**Years Ended June 30, 2024 and 2023**

**NOTE 2 – Cash and Investments (continued)**

The following schedule displays the credit ratings for debt securities owned as of June 30, 2024 and 2023. Obligations of the United States and obligations explicitly guaranteed by the U.S. government are included in the Aaa rating below.

| <b>Ratings</b>                | <b>2024</b>           | <b>2023</b>           |
|-------------------------------|-----------------------|-----------------------|
| AA/Aa                         | \$ 880,763            | \$ 682,560            |
| A                             | 1,664,154             | 1,686,422             |
| BBB/Baa                       | 2,894,024             | 2,764,184             |
| BB/Ba                         | 367,128               | 826,986               |
| B                             | 308,059               | —                     |
| Commingled Fixed Income Funds | 751,990,858           | 706,946,954           |
| Not Rated                     | 5,387,353             | 6,476,608             |
| Totals                        | <u>\$ 763,492,339</u> | <u>\$ 719,383,714</u> |

*Custodial Credit Risk:* Custodial credit risk related to investments is the risk that, in the event of a failure of a counterparty to a transaction, the University will not be able to recover the value of investment or collateral securities that are in possession of an outside party. The University's separately-held investment securities are registered in the name of the University. Investment securities underlying the University's investment in shares of external investment pools or funds are in custody at those entities. The shares owned in these external investment pools are registered in the name of the University. The University does not have a formal policy for custodial credit risk.

*Concentration of Credit Risk:* Concentration of credit risk is the risk of loss attributed to the magnitude of an organization's investment in a single issuer. Separately-managed debt/fixed income accounts that the University held as of June 30, 2024 and 2023 were limited to holding no more than 5.0% in any one issuer (U.S. Government/Agencies were exempted).

*Interest Rate Risk:* Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The University used the option adjusted modified duration method to analyze interest rate risk for separately-held securities. Fixed income securities held by the University as of June 30, 2024 was expected to be within a range of two years below to one year above the effective duration of the established benchmark's duration.

The following schedule displays the interest rate risk statistics for individually-held debt securities owned as of June 30, 2024 and 2023, grouped by sector.

| <b>Fixed Income Sector</b> | <b>2024</b>          |                               | <b>2023</b>          |                               |
|----------------------------|----------------------|-------------------------------|----------------------|-------------------------------|
|                            | Market Value         | Effective Duration (In Years) | Market Value         | Effective Duration (In Years) |
| Corporate Debt             | 5,402,906            | 4.9                           | 5,447,401            | 4.7                           |
| Government Debt            | 6,098,575            | 5.6                           | 6,989,359            | 4.6                           |
| Totals                     | <u>\$ 11,501,481</u> |                               | <u>\$ 12,436,760</u> |                               |

The following schedule displays the interest rate risk statistics for the commingled debt/fixed income funds held as of June 30, 2024 and 2023, as determined by the providers of the funds.

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
**Years Ended June 30, 2024 and 2023**

**NOTE 2 – Cash and Investments (continued)**

| <u>Fixed Income Commingled Fund</u>              | <u>2024</u>          |                               | <u>2023</u>          |                               |
|--|----------------------|-------------------------------|----------------------|-------------------------------|
|  | Market Value         | Effective Duration (In Years) | Market Value         | Effective Duration (In Years) |
| BlackRock U.S. TIPS Fund B                       | \$ 89,062,577        | 6.5                           | \$ 86,558,284        | 6.7                           |
| BlackRock Government/Credit Bond Index Fund B    | 90,126,285           | 6.2                           | 107,973,469          | 6.5                           |
| iShares Core 1-5 Year USD Bond Fund              | 229,286,195          | 2.7                           | 211,941,488          | 2.7                           |
| Intermediate Government/Credit Bond Index Fund B | 116,106,422          | 3.8                           | 87,657,653           | 3.9                           |
| U.S. Debt Index Fund B                           | 127,241,461          | 6.1                           | 106,417,043          | 6.3                           |
| U.S. High Yield Bond Index Non-Lendable Fund B   | 50,504,913           | 3.3                           | 53,799,470           | 3.6                           |
| BlackRock Floating Rate Income Portfolio         | 49,663,005           | 0.3                           | 52,599,547           | 0.3                           |
| Totals   | <u>\$751,990,858</u> |                               | <u>\$706,946,954</u> |                               |

*Foreign Currency Risk:* Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment. The Long Term Fund held positions only in passively-managed, indexed commingled funds which may invest in securities denominated in foreign currencies. However, the fund used for exposure to developed market equities generally seeks to hedge against the variations in returns deriving solely from the value of the foreign currencies in the fund relative to the U.S. dollar. The fund used for exposure to emerging market equities generally does not engage in similar foreign currency hedging efforts, due largely to the high cost and more limited efficacy of such hedging. Deposits in foreign currency for the RegentFund at June 30, 2024 are immaterial.

*Securities Lending:* The University has an agreement with BlackRock Institutional Trust Company, N.A., which acts as custodian for the University's Long Term Fund and Intermediate Term Fund investments and authorizes the bank to lend securities held in the University's accounts to third parties. The bank must obtain collateral from the borrower, or acceptable securities. When the University's securities are delivered to a borrower as part of a securities lending arrangement, the borrower is required to place collateral with the lending agent equal to at least 102% of the loaned securities' fair value, including interest accrued, as of the delivery date. Both the collateral and the securities loaned are marked-to-market on a daily basis, with additional collateral obtained or refunded as necessary. In the event that the loaned securities are not returned by the borrower, the bank will, at its own expense, either replace the loaned securities or, if unable to purchase those securities on the open market, credit the University's accounts with cash equal to the fair value of the loaned securities.

The University receives 75 percent of the net revenue derived from all securities lending activities and the bank receives the remainder of the net revenue. Interest and dividend income reported as part of non-operating investment income in the Statement of Revenues, Expenses, and Changes in Net Position includes \$356,194 and \$434,144 earned by the University during the fiscal years ended June 30, 2024 and 2023, respectively, in conjunction with the securities lending program.

Although the University's securities lending activities are collateralized as described above, the securities lending program involves both market and credit risk. In this context, market risk refers to the possibility that the borrower of securities will be unable to collateralize the loan upon a sudden material change in the fair value of the loaned securities or the collateral, or that the bank's investment of collateral received from the borrowers of the University's securities may be subject to unfavorable market fluctuations. Credit risk refers to the possibility that counterparties involved in the securities lending program may fail to perform in accordance with the terms of their contracts.

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
**Years Ended June 30, 2024 and 2023**

**NOTE 2 – Cash and Investments (continued)**

At June 30, 2024 and 2023, the fair value of securities loaned was \$214.7 million and \$245.0 million, respectively, while the collateral held was \$216.6 million and \$244.4 million, respectively. Collateral received consisted of cash and non-cash collateral. The cash collateral was invested in a U.S. Dollar Cash Collateral Pool. There was non-cash collateral received of \$216,744 and \$306,033 as of June 30, 2024 and 2023, respectively. In accordance with accounting standards the value of the collateral held and a corresponding liability to return the collateral have been reported on the accompanying Statement of Net Position.

*Donor-restricted endowments:* For University-controlled, donor-restricted endowments, the Uniform Prudent Management of Institutional Funds Act, as adopted in Wisconsin, permits the Board of Regents of the University to appropriate, for current spending, an amount of realized and unrealized endowment appreciation as it determines to be prudent. Realized and unrealized appreciation in excess of that amount appropriated for current spending is retained by the endowments. Net appreciation since the inception of the endowment accounts of \$175.0 million and \$162.6 million at June 30, 2024 and June 30, 2023, respectively, is available to meet spending rate distributions and is recorded as restricted net position.

*Fair Value Measurements:* The University and the Foundations categorize their fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The three levels of the fair value hierarchy are described as follows:

- Level 1 – Quoted market prices in active markets for identical assets or liabilities
- Level 2 – Inputs other than quoted market prices included that are observable for the asset or liability. Matrix pricing, which is a mathematical technique used principally to value debt securities, is consistent with the market approach. The market approach uses prices and other relevant information generated by market transactions involving identical or comparable assets or liabilities.
- Level 3 – Unobservable inputs for the asset and liability used to measure fair value that rely on the reporting entity's own assumptions.

The hierarchy is based on the valuation inputs used to measure the fair value of the asset and gives the highest priority to level 1 measurements and the lowest priority to level 3 measurements. Investments that are measured at fair value using the net asset value per share (or its equivalent) as a practical expedient are not classified in the fair value hierarchy.

The University and the Foundations measure the fair value of investments in certain entities that do not have a quoted market price at the calculated net asset value (NAV) per share or its equivalent. As these investments are not readily marketable the estimated value is subject to uncertainty, and therefore, may differ from the value that would have been used had a ready market for the investments existed.

As of June 30, 2024, the University's investments were measured at fair value within the fair value hierarchy established by generally accepted accounting principles, as well as by using the net asset value per share or its equivalent.



**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
**Years Ended June 30, 2024 and 2023**

**NOTE 2 – Cash and Investments (continued)**

The following table presents these investments by investment category.

| <b>Investments</b>                 | <b>Level 1</b>       | <b>Level 2</b>      | <b>Level 3</b>   | <b>Measured at NAV</b> | <b>Total June 30, 2024</b> |
|------------------------------------|----------------------|---------------------|------------------|------------------------|----------------------------|
| Equity Index Funds                 | \$ —                 | \$ —                | \$ —             | \$ 437,085,557         | \$ 437,085,557             |
| Fixed Income Index Funds           | 278,949,202          | —                   | —                | 473,041,656            | 751,990,858                |
| Real Estate Index Fund             | —                    | —                   | —                | 13,317,657             | 13,317,657                 |
| Fixed Income Securities            | 880,763              | 5,402,905           | —                | —                      | 6,283,668                  |
| Short Term Investment Funds        | 278,652              | —                   | 44,760           | 4,894,401              | 5,217,813                  |
| Private Equity Limited Partnership | —                    | —                   | —                | 66,540,483             | 66,540,483                 |
| Total Investments at Fair Value    | <u>\$280,108,617</u> | <u>\$ 5,402,905</u> | <u>\$ 44,760</u> | <u>\$ 994,879,754</u>  | <u>\$ 1,280,436,036</u>    |

The equity index funds includes a global equity index fund (89%) with an investment strategy designed to track the return of equity securities traded both inside and outside of the United States. An additional 3% of this category includes an emerging markets index fund with an investment strategy designed to track the return of equity securities in emerging markets. The remaining 8% is included in an international currency hedged equity index fund with an investment strategy designed to track the return of the markets in certain countries for equity securities outside of the United States while mitigating exposure to fluctuations between the value of the currencies in the fund and the U.S. dollar. The international and emerging markets index funds have daily liquidity with 2 days notice. The international hedged index fund has monthly liquidity with 2 days notice.

The fixed income index funds category includes government/credit bond index funds (27%) primarily invested in debt securities to approximate the total rate of return with maturities between one and ten years, a U.S. TIPS index fund (12%) with an investment strategy of closely approximating the return of all outstanding U.S. TIPS with a maturity of one year or greater, a U.S. Debit Index Fund (17%) and U.S. High Yield Bond Index Fund (7%) with the objective of approximating the total rate of return of the market for debt securities. Also Level 1 investments are a floating rate income fund (7%) with an investment strategy focused on seeking high-quality loans with attractive risk-adjusted returns and a 1-5 year USD Bond ETF (30%) that provides exposure to short-term high yield bonds with maturities between one and five years. The index funds have daily liquidity with 2 days notice. ETF has 1-2 day trade settlement.

The real estate index fund includes an investment strategy designed to track the return of publicly traded real estate equity securities. The real estate index fund has daily liquidity with 2 days' notice.

The short term investments fund consists of short-term cash funds with the investment objective of safety of principal and liquidity while earning a competitive money market rate of return. The short-term cash funds have daily liquidity with same day notice.

As of June 30, 2023, the University's investments were measured at fair value within the fair value hierarchy established by generally accepted accounting principles, as well as by using the net asset value per share or its equivalent.

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
**Years Ended June 30, 2024 and 2023**

**NOTE 2 – Cash and Investments (continued)**

The following table presents these investments by investment category.

| <b>Investments</b>                 | <b>Level 1</b>       | <b>Level 2</b>      | <b>Level 3</b> | <b>Measured at NAV</b> | <b>Total June 30, 2023</b> |
|------------------------------------|----------------------|---------------------|----------------|------------------------|----------------------------|
| Equity Index Funds                 | \$ —                 | \$ —                | \$ —           | \$ 395,986,821         | \$ 395,986,821             |
| Fixed Income Index Funds           | 264,541,035          | —                   | —              | 442,405,919            | 706,946,954                |
| Real Estate Index Fund             | —                    | —                   | —              | 12,626,366             | 12,626,366                 |
| Fixed Income Securities            | 682,560              | 5,447,402           | —              | —                      | 6,129,962                  |
| Short Term Investment Funds        | 297,721              | —                   | —              | 6,009,077              | 6,306,798                  |
| Private Equity Limited Partnership | —                    | —                   | —              | 72,124,668             | 72,124,668                 |
| Total Investments at Fair Value    | <u>\$265,521,316</u> | <u>\$ 5,447,402</u> | <u>\$ —</u>    | <u>\$ 929,152,851</u>  | <u>\$ 1,200,121,569</u>    |

The private equity limited partnership fund includes a fund-of-funds private equity limited partnership. This investment is illiquid and is generally not resold or redeemed. Distributions from the fund will be received over the life of the investment as the underlying investments are liquidated. The investment strategy of the limited partnership focuses globally on corporate finance, venture capital, and forestry/agricultural investments. The fund-of-funds limited partnership is estimated to have an average remaining life of approximately 8 years at June 30, 2024. The estimated remaining life of the underlying investments is 8 years at June 30, 2024.

The following table presents the fair value and unfunded commitments of the University's investments in private markets Limited Partnerships Funds as of June 30:

| <b>Investment Type</b>                    | <b>2024</b>       |                             | <b>2023</b>       |                             |
|---|-------------------|-----------------------------|-------------------|-----------------------------|
|   | <b>Fair Value</b> | <b>Unfunded Commitments</b> | <b>Fair Value</b> | <b>Unfunded Commitments</b> |
| Private Markets Limited Partnership Funds | \$ 66,540,483     | \$ 3,791,628                | \$ 72,124,668     | \$ 4,625,335                |

No further new commitments to these or other private markets funds are anticipated. The existing positions in the private markets Limited Partnership Funds will eventually self-liquidate, as underlying private investments are sold off and distributions are made to investors.



**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
**Years Ended June 30, 2024 and 2023**

**NOTE 2 – Cash and Investments (continued)**

As of June 30, 2024, the Foundations' investments were measured at fair value within the fair value hierarchy established by generally accepted accounting principles, as well as by using the net asset value (NAV) per share or its equivalent. The following table presents these investments by investment category.

| <b>Investments</b>                      | <b>Level 1</b>         | <b>Level 2</b>        | <b>Level 3</b>       | <b>Measured at NAV</b> | <b>Total June 30, 2024</b> |
|---|------------------------|-----------------------|----------------------|------------------------|----------------------------|
| Certificates of Deposit                 | \$ —                   | \$ 100,000            | \$ —                 | \$ —                   | \$ 100,000                 |
| Money Market Funds                      | 143,993,959            | 23,852,273            | —                    | —                      | 167,846,232                |
| Federal and State Government Securities | 112,490,238            | 172,672,885           | —                    | —                      | 285,163,123                |
| Equity Securities                       | 506,245,096            | —                     | 2,052,561            | —                      | 508,297,657                |
| Debt Securities                         | 6,558,980              | 689,001,271           | 4,504,824            | —                      | 700,065,075                |
| Bond Funds                              | —                      | 12,845,312            | —                    | —                      | 12,845,312                 |
| Stock Funds                             | 15,344,742             | —                     | —                    | 1,825,455,018          | 1,840,799,760              |
| Exchange Traded Funds                   | 210,352,475            | —                     | —                    | —                      | 210,352,475                |
| Mutual Funds                            | 286,342,751            | —                     | —                    | —                      | 286,342,751                |
| Other                                   | 87,538,741             | 6,618,168             | 3,944,296            | 178,654,844            | 276,756,049                |
| Subtotal                                | 1,368,866,982          | 905,089,909           | 10,501,681           | 2,004,109,862          | 4,288,568,434              |
| Alternate Investments                   |                        |                       |                      |                        |                            |
| Private Equity                          | —                      | —                     | 21,889,107           | 788,714,367            | 810,603,474                |
| Real Estate                             | —                      | —                     | —                    | 344,306,226            | 344,306,226                |
| Hedge Funds                             | —                      | —                     | —                    | 235,184,154            | 235,184,154                |
| Other                                   | —                      | —                     | —                    | 155,820,762            | 155,820,762                |
| Total investments at fair value         | <u>\$1,368,866,982</u> | <u>\$ 905,089,909</u> | <u>\$ 32,390,788</u> | <u>\$3,528,135,371</u> | <u>\$5,834,483,050</u>     |

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
**Years Ended June 30, 2024 and 2023**

**NOTE 2 – Cash and Investments (continued)**

As of June 30, 2023, the Foundations' investments were measured at fair value within the fair value hierarchy established by generally accepted accounting principles, as well as by using the net asset value (NAV) per share or its equivalent. The following table presents these investments by investment category.

| <b>Investments</b>                      | <b>Level 1</b>         | <b>Level 2</b>        | <b>Level 3</b>       | <b>Measured at NAV</b> | <b>Total June 30, 2023</b> |
|---|------------------------|-----------------------|----------------------|------------------------|----------------------------|
| Certificates of Deposit                 | \$ —                   | \$ 3,861,573          | \$ —                 | \$ —                   | \$ 3,861,573               |
| Money Market Funds                      | 199,756,318            | 26,561,466            | —                    | —                      | 226,317,784                |
| Federal and State Government Securities | 112,490,238            | 171,718,176           | —                    | —                      | 284,208,414                |
| Equity Securities                       | 494,747,431            | —                     | 2,052,561            | —                      | 496,799,992                |
| Debt Securities                         | 5,448,086              | 688,887,316           | 4,504,824            | —                      | 698,840,226                |
| Bond Funds                              | —                      | 10,433,378            | —                    | —                      | 10,433,378                 |
| Stock Funds                             | 12,844,977             | —                     | —                    | 1,825,455,018          | 1,838,299,995              |
| Exchange Traded Funds                   | 176,031,574            | —                     | —                    | —                      | 176,031,574                |
| Mutual Funds                            | 306,622,129            | —                     | —                    | —                      | 306,622,129                |
| Other                                   | 87,460,070             | 6,618,168             | 3,794,890            | 178,654,844            | 276,527,972                |
| Subtotal                                | 1,395,400,823          | 908,080,077           | 10,352,275           | 2,004,109,862          | 4,317,943,037              |
| Alternate Investments                   |                        |                       |                      |                        |                            |
| Private Equity                          | —                      | —                     | 21,889,107           | 788,714,367            | 810,603,474                |
| Real Estate                             | —                      | —                     | —                    | 344,306,226            | 344,306,226                |
| Hedge Funds                             | —                      | —                     | —                    | 234,926,435            | 234,926,435                |
| Other                                   | —                      | —                     | —                    | 73,223,367             | 73,223,367                 |
| Total investments at fair value         | <u>\$1,395,400,823</u> | <u>\$ 908,080,077</u> | <u>\$ 32,241,382</u> | <u>\$3,445,280,257</u> | <u>\$5,781,002,539</u>     |

**NOTE 3 – Receivables**

Accounts receivable and student loans receivable as of June 30, 2024 and June 30, 2023, are summarized as follows:

| <b>Receivables (Net)</b>  | <b>June 30, 2024</b>  | <b>June 30, 2023</b>  |
|---|-----------------------|-----------------------|
| Student Academic Fees   | \$ 18,316,643         | \$ 21,415,595         |
| Grants and Contracts  | 103,699,033           | 78,806,672            |
| Educational Activities and Other  | 53,283,049            | 44,302,559            |
| Auxiliary Enterprises   | 9,288,370             | 11,223,953            |
| UW Hospitals and Clinics Authority and La Crosse Medical Health Science Consortium Inc. | 4,955,181             | 1,081,191             |
| Investment  | 491,664               | 568,659               |
| Student Loans Receivable  | 81,276,102            | 92,572,463            |
| Leases Receivable   | 20,553,939            | 21,093,065            |
| State Agencies  | 35,824,332            | 33,569,265            |
| Other Governments   | 156,884,237           | 154,868,535           |
| Total Receivables (Net)   | <u>\$ 484,572,550</u> | <u>\$ 459,501,957</u> |

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
**Years Ended June 30, 2024 and 2023**

**NOTE 3 - Receivables (continued)**

Student loans receivable at June 30, 2024 included allowances for uncollectible loans of \$2.7 million relative to \$3.6 million in the prior year. Principal repayment and interest rates of University and federal loans vary. Federal loan programs are funded primarily with federal contributions to the University under the Perkins loan program and a variety of health professions loan programs.

Allowances for uncollectible on all non-student loan receivables totaled \$55.5 million and \$35.0 million at June 30, 2024 and 2023, respectively.

The University distributed student loans through the United States Department of Education federal direct lending program totaling \$525.6 million during fiscal year 2024 and \$528.9 million in fiscal year 2023. These distributions and the related funding sources are not reflected as expenses and revenues in the financial statements. However, related cash inflows and outflows are shown in the Statement of Cash Flows.

The University leases land, facility space, and equipment to various third parties. In accordance with GASB 87, the University records lease receivables and deferred inflows of resources based on the present value of expected receipts over the term of the respective leases. The expected receipts are discounted using the state's incremental borrowing rate. Variable payments are excluded from the valuations unless they are fixed in substance. During the years ended June 30, 2024 and 2023, the University recognized revenues related to these lease agreements totaling \$4.1 million and \$4.9 million, respectively.

**NOTE 4 - Capital Assets**

Land, buildings, improvements (e.g., parking lots, fences, street lighting, etc.), equipment, and library holdings are capitalized at cost at date of acquisition or acquisition value at the date of donation in the case of gifts-in-kind. Generally, capital equipment is defined as any single asset with a minimum value of \$5,000 and having a useful life of more than one year. Depreciation is calculated on a straight-line basis over the estimated useful lives of the respective assets: buildings over 40 years, improvements over 20 years, capital equipment over periods ranging from 3 to 15 years for specified asset classes, and library holdings over 15 years. The componentized methodology of depreciation is used for major research facilities generally using estimated useful lives ranging from 10 to 50 years. The buildings and land related to additional campuses are not owned by the University and thus are not reported in these financial statements. The University does not capitalize works of art or historical treasures that are held for exhibition, education, research, and public service. These collections are neither disposed of for financial gain nor encumbered in any way. Proceeds from the sale, exchange, or other disposal of any item belonging to a collection of works of art or historical treasures must be applied to the acquisition of additional items for the same collection.

GASB Statement No. 42, *Accounting and Financial Reporting for Impairment of Capital Assets and for Insurance Recoveries*, establishes accounting and financial reporting standards for a capital asset that has experienced a significant, unexpected decline in its service utility. No individual asset met these criteria in fiscal year 2024 or 2023. Insurance recoveries received in fiscal year 2024 included \$1.6 million for fire damage at a UW-Madison storage building. Insurance recoveries received in fiscal year 2023 included \$3.5 million for water damage at UW-La Crosse, UW-Milwaukee, and a university administration buildings. Insurance recoveries are reported as other non-operating revenues in the financial statements.

GASB Statement No. 51, *Accounting and Financial Reporting for Intangible Assets*, establishes accounting and financial reporting standards for an intangible asset that lacks physical substance, is nonfinancial in nature, has a useful life extending beyond one year, and is not acquired or created primarily for the purpose of directly obtaining income or profit. Intangible assets are capitalized with a minimum value of \$1.0 million and are included in the equipment balance. Amortization for

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
**Years Ended June 30, 2024 and 2023**

**NOTE 4 - Capital Assets (continued)**

intangible assets is calculated on a straight-line basis over ten years. At June 30, 2024, the equipment balance includes \$8.8 million for intangible assets net of amortization, compared to \$12.2 million at June 30, 2023.

GASB Statement No. 87, *Leases*, establishes standards of accounting and financial reporting for leases by lessees and lessors. Leases are capitalized with a minimum \$100,000 net present value of the lease payments and are amortized over the shorter of the lease term or the useful life of the underlying asset.

GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, establishes standards of accounting and financial reporting for subscription-based information technology arrangements (SBITAs) by a government end user. Subscription assets are capitalized with a minimum \$50,000 net present value of the subscription payments and are amortized over the shorter of the subscription term or the useful life of the underlying asset.

Real property and equipment purchased or constructed under National Science Foundation (NSF) cooperative agreements issued to the University vests immediately with the federal government as Federally-owned property (FOP). Although the University is responsible for the control and maintenance of FOP under these awards, ownership does not transfer to the University and therefore is not recorded as an asset in the statement of net position. Total book value of FOP purchased or constructed under NSF cooperative agreements totaled \$0.7 million and \$0.9 million as of June 30, 2024 and 2023, respectively. Work-in-Progress for the FOP under these awards totaled \$10.7 million and \$7.9 million as of June 30, 2024 and 2023, respectively.

Depreciation and amortization expense for fiscal years ended June 30, 2024 and 2023 was \$475.9 million and \$440.6 million, respectively.

During both fiscal year 2023 and 2024, several major construction projects were in progress including the following projects with a budget of \$50.0 million or more:

| University    | Project  | Primary Purpose | Approx. Budget (in millions) | Primary Funding Sources |
|---------------|--|-----------------|------------------------------|-------------------------|
| Eau Claire    | Science and Health Sciences Building                 | Academic        | \$ 340.3                     | GFSB/PRSB/Cash/Gifts    |
| Madison       | Gymnasium/Natatorium Replacement                     | Student Life    | 126.4                        | PRSB/Gifts              |
| Green Bay     | Cofrin Technology & Education Center                 | Academic        | 101.7                        | GFSB/PRSB               |
| Madison       | College of Letters & Science Academic Building       | Academic        | 88.4                         | GFSB/Gifts              |
| Madison       | Engineering Drive Utilities Replacement & Renovation | Utilities       | 73.1                         | GFSB/PRSB               |
| Madison       | Sellery Hall Addition & Renovation                   | Student Life    | 78.8                         | PRSB/Cash               |
| Madison       | Veterinary Medicine Addition & Renovation            | Academic        | 128.1                        | GFSB/Gifts              |
| River Falls   | Science & Technology Innovation Center               | Academic        | 116.7                        | GFSB/Gifts              |
| Stevens Point | Albertson Hall Replacement                           | Academic        | 96.0                         | GFSB                    |
| Madison       | Camp Randall Sports Center Replacement               | Athletics       | 285.2                        | PRSB/Cash               |
| Stout         | Heritage Hall Addition & Renovation                  | Academic        | 138.9                        | GFSB                    |
| Madison       | Computer, Data, & Information Sciences Building      | Academic        | 267.0                        | Gifts                   |

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
**Years Ended June 30, 2024 and 2023**

**NOTE 4 - Capital Assets (continued)**

During fiscal year 2024, several new major construction projects were initiated and in progress including the following projects with a budget of \$50.0 million or more:

| University | Project   | Primary Purpose | Approx. Budget (in millions) | Primary Funding Sources |
|------------|---|-----------------|------------------------------|-------------------------|
| Madison    | Engineering Replacement Building/Computer Aided Engineering Facility Demolition | Academic        | \$ 347.3                     | GFSB/GIFTS/BTF          |
| La Crosse  | Prairie Springs Science Center Completion/Cowley Hall Demolition                | Academic        | 194.5                        | GFSB/BTF                |
| Milwaukee  | Health Sciences Renovation  | Academic        | 188.1                        | GFSB/Cash               |

Several construction projects were completed during fiscal year 2024, including the following project with \$50.0 million or more in actual expenditures:

| University | Project   | Primary Purpose | Approx. Budget (in millions) | Primary Funding Sources |
|------------|---|-----------------|------------------------------|-------------------------|
| Madison    | Camp Randall Stadium Renovation & Field House Repairs | Athletics       | \$ 77.6                      | PRSB/Cash/Gifts         |

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
**Years Ended June 30, 2024 and 2023**

**NOTE 4 - Capital Assets (continued)**

The change in book value from July 1, 2023 to June 30, 2024 is summarized as follows:

|                          | <b>Book Value<br/>July 1, 2023</b> | <b>Additions</b>      | <b>Transfers</b> | <b>Deductions</b>       | <b>Book Value<br/>June 30, 2024</b> |
|--------------------------|------------------------------------|-----------------------|------------------|-------------------------|-------------------------------------|
| Buildings                | \$ 8,675,755,753                   | \$ 88,798,667         | \$ 81,074,225    | \$ (22,027,014)         | \$ 8,823,601,631                    |
| Improvements             | 553,588,694                        | 8,495,771             | 2,251,903        | (16,306)                | 564,320,062                         |
| Land                     | 171,555,008                        | 5,441,661             | —                | —                       | 176,996,669                         |
| Construction in Progress | 559,681,372                        | 294,800,903           | (95,320,005)     | —                       | 759,162,270                         |
| Equipment                | 1,400,187,663                      | 113,828,363           | 11,993,877       | (61,766,094)            | 1,464,243,809                       |
| Right-to-Use Assets      | 334,832,597                        | 37,770,768            | —                | (11,114,482)            | 361,488,883                         |
| Subscription Assets      | 105,068,161                        | 59,307,705            | —                | (10,907,307)            | 153,468,559                         |
| Library Holdings         | 1,136,925,295                      | 18,774,601            | —                | (25,181,002)            | 1,130,518,894                       |
| Subtotal                 | <u>\$12,937,594,543</u>            | <u>\$ 627,218,439</u> | <u>\$ —</u>      | <u>\$ (131,012,205)</u> | <u>\$13,433,800,777</u>             |

Less Accumulated Depreciation and Amortization:

|   | <b>Book Value<br/>July 1, 2023</b> | <b>Additions</b>      | <b>Transfers</b> | <b>Deductions</b>     | <b>Book Value<br/>June 30, 2024</b> |
|---|------------------------------------|-----------------------|------------------|-----------------------|-------------------------------------|
| Buildings                                       | \$ 4,355,301,084                   | \$ 265,840,869        | \$ —             | \$ (20,150,628)       | \$ 4,600,991,325                    |
| Improvements                                    | 394,264,807                        | 17,246,101            | —                | (11,822)              | 411,499,086                         |
| Equipment                                       | 1,046,669,099                      | 104,251,197           | —                | (59,916,174)          | 1,091,004,122                       |
| Right-to-Use Assets                             | 84,541,444                         | 25,970,904            | —                | (9,550,773)           | 100,961,575                         |
| Subscription Assets                             | 55,874,450                         | 40,667,207            | —                | (10,907,307)          | 85,634,350                          |
| Library Holdings                                | 985,415,483                        | 21,911,762            | —                | (25,176,740)          | 982,150,505                         |
| Total Accumulated Depreciation and Amortization | <u>6,922,066,367</u>               | <u>475,888,040</u>    | <u>—</u>         | <u>(125,713,444)</u>  | <u>7,272,240,963</u>                |
| Capital Assets, Net                             | <u>\$ 6,015,528,176</u>            | <u>\$ 151,330,399</u> | <u>\$ —</u>      | <u>\$ (5,298,761)</u> | <u>\$ 6,161,559,814</u>             |

**UNIVERSITIES OF WISCONSIN**  
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**Years Ended June 30, 2024 and 2023**

**NOTE 4 - Capital Assets (continued)**

The change in book value from July 1, 2022 to June 30, 2023 is summarized as follows:

|                          | <b>Book Value<br/>July 1, 2022</b> | <b>Additions</b>      | <b>Transfers</b> | <b>Deductions</b>      | <b>Book Value<br/>June 30, 2023</b> |
|--------------------------|------------------------------------|-----------------------|------------------|------------------------|-------------------------------------|
| Buildings                | \$ 8,368,507,080                   | \$ 185,381,500        | \$ 126,943,476   | \$ (5,076,303)         | \$ 8,675,755,753                    |
| Improvements             | 553,224,253                        | 438,490               | 19,500           | (93,549)               | 553,588,694                         |
| Land                     | 167,594,966                        | 3,960,042             | —                | —                      | 171,555,008                         |
| Construction in Progress | 458,333,985                        | 230,363,130           | (129,015,743)    | —                      | 559,681,372                         |
| Equipment                | 1,327,999,558                      | 112,497,796           | 2,052,767        | (42,362,458)           | 1,400,187,663                       |
| Right-to-Use Assets      | 323,473,911                        | 17,415,525            | —                | (6,056,839)            | 334,832,597                         |
| Subscription Assets      | 77,044,513                         | 28,023,648            | —                | —                      | 105,068,161                         |
| Library Holdings         | 1,141,101,540                      | 23,320,116            | —                | (27,496,361)           | 1,136,925,295                       |
| Subtotal                 | <u>\$12,417,279,806</u>            | <u>\$ 601,400,247</u> | <u>\$ —</u>      | <u>\$ (81,085,510)</u> | <u>\$12,937,594,543</u>             |

Less Accumulated Depreciation and Amortization:

|   | <b>Book Value<br/>July 1, 2022</b> | <b>Additions</b>      | <b>Transfers</b> | <b>Deductions</b>     | <b>Book Value<br/>June 30, 2023</b> |
|---|------------------------------------|-----------------------|------------------|-----------------------|-------------------------------------|
| Buildings                                       | \$ 4,099,596,355                   | \$ 247,950,593        | \$ —             | \$ 7,754,136          | \$ 4,355,301,084                    |
| Improvements                                    | 377,004,798                        | 17,727,705            | —                | (467,696)             | 394,264,807                         |
| Equipment                                       | 1,010,959,505                      | 88,568,037            | —                | (52,858,443)          | 1,046,669,099                       |
| Right-to-Use Assets                             | 59,842,502                         | 30,078,226            | —                | (5,379,284)           | 84,541,444                          |
| Subscription Assets                             | 21,761,393                         | 34,113,057            | —                | —                     | 55,874,450                          |
| Library Holdings                                | 990,502,347                        | 22,181,421            | —                | (27,268,285)          | 985,415,483                         |
| Total Accumulated Depreciation and Amortization | <u>6,559,666,900</u>               | <u>440,619,039</u>    | <u>—</u>         | <u>(78,219,572)</u>   | <u>6,922,066,367</u>                |
| Capital Assets, Net                             | <u>\$ 5,857,612,906</u>            | <u>\$ 160,781,208</u> | <u>\$ —</u>      | <u>\$ (2,865,938)</u> | <u>\$ 6,015,528,176</u>             |

The University leases land, buildings, equipment and vehicles from various third parties. In accordance with GASB 87, the University records right-to-use assets and lease and financing obligations (see Note 7) based on the present value of expected payments over the term of the respective leases. The expected payments are discounted using the interest rate charged on the lease, if available, and are otherwise discounted using the state's incremental borrowing rate. Payments are generally fixed monthly with certain variable payments not included in the measurement of the lease liability unless they are fixed in substance. For leases featuring payments tied to an index or market rate, the valuation is based on the initial index or market rate. The University does not have any leases that contain residual value guarantees.

The University also leases certain assets that are subsequently subleased by the University to a third party. The noncancelable terms of these leasing arrangements mature between 2024 and 2036. The discount rates applicable to these leasing arrangements range from 1.81% to 3.46%. Payments are generally fixed monthly with certain variable payments required based on initial index or market rate.



**UNIVERSITIES OF WISCONSIN**  
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**Years Ended June 30, 2024 and 2023**

**NOTE 4 - Capital Assets (continued)**

The amount of lease assets by major classes of underlying assets at June 30, 2024 and 2023, respectively, are as follows:

| <b>Asset Class</b>  | <b>Right-to-Use Assets</b> |                                 |                       |                                 |
|---------------------|----------------------------|---------------------------------|-----------------------|---------------------------------|
|                     | <b>June 30, 2024</b>       |                                 | <b>June 30, 2023</b>  |                                 |
|                     | <b>Cost</b>                | <b>Accumulated Amortization</b> | <b>Cost</b>           | <b>Accumulated Amortization</b> |
| Land                | \$ 1,693,182               | \$ 889,673                      | \$ 2,027,953          | \$ 1,135,887                    |
| Buildings           | 345,030,503                | 90,114,571                      | 317,602,996           | 74,064,718                      |
| Equipment and Other | 14,765,198                 | 9,957,331                       | 15,201,648            | 9,340,839                       |
| <b>Totals</b>       | <b>\$ 361,488,883</b>      | <b>\$ 100,961,575</b>           | <b>\$ 334,832,597</b> | <b>\$ 84,541,444</b>            |

The University has entered into subscription-based contracts with various third parties that conveys control of the right to use vendor-provided information technology (IT). Subscription-based information technology arrangements (SBITAs) provide the University with access to vendors' IT software, alone or in combination with associated tangible capital assets for subscription payments without granting the University perpetual license or title to the IT software and associated tangible capital assets. In accordance with GASB 96, the University records intangible subscription assets and a subscription liability (see Note 7) measured at the present value of subscription payments expected to be made during the subscription term. The expected payments are discounted using the interest rate charged on the subscription, if available, and are otherwise discounted using the state's incremental borrowing rate. Payments are generally fixed monthly with certain variable payments not included in the measurement of the subscription liability unless they are fixed in substance. For subscriptions featuring payments tied to an index or market rate, the valuation is based on the initial index or market rate.

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
**Years Ended June 30, 2024 and 2023**

**NOTE 5 - Liabilities**

Accounts payable and accrued liabilities, consisting of salary and fringe benefits, due to state agencies and other governments, and vendor payables, resulting from University's activities as of June 30, 2024 and 2023, are summarized as follows:

| <b>Fiscal Year 2024<br/>University Activities</b> | <b>Salary and<br/>Fringe<br/>Benefits</b> | <b>Due to State<br/>Agencies and<br/>Other<br/>Governments</b> | <b>Vendors</b>        | <b>Total<br/>Payables</b> |
|---|---|--|-----------------------|---------------------------|
| Operating   | \$ 70,935,266                             | \$ 96,924,327  | \$ 87,484,198         | \$ 255,343,791            |
| Gifts, Grants, and Contracts                      | 23,770,465                                | 3,876,018  | 15,636,323            | 43,282,806                |
| Capital Projects                                  | —   | 539,985  | 76,024,263            | 76,564,248                |
| Auxiliary Enterprises                             | 4,022,956                                 | 1,173,013  | 3,484,848             | 8,680,817                 |
| Investment and Other                              | 306,219                                   | 10,389,667   | 2,233,329             | 12,929,215                |
| <b>Total Activities</b>                           | <b>\$ 99,034,906</b>                      | <b>\$ 112,903,010</b>  | <b>\$ 184,862,961</b> | <b>\$ 396,800,877</b>     |

| <b>Fiscal Year 2023<br/>University Activities</b> | <b>Salary and<br/>Fringe<br/>Benefits</b> | <b>Due to State<br/>Agencies and<br/>Other<br/>Governments</b> | <b>Vendors</b>        | <b>Total<br/>Payables</b> |
|---|---|--|-----------------------|---------------------------|
| Operating   | \$ 113,109,122                            | \$ 58,186,453  | \$ 45,933,907         | \$ 217,229,482            |
| Gifts, Grants, and Contracts                      | 36,450,992                                | 5,066,689  | 32,920,848            | 74,438,529                |
| Capital Projects                                  | —   | 15,291   | 58,564,734            | 58,580,025                |
| Auxiliary Enterprises                             | 7,644,802                                 | 1,435,636  | 5,986,180             | 15,066,618                |
| Investment and Other                              | 558,345                                   | 467,844  | 2,229,426             | 3,255,615                 |
| <b>Total Activities</b>                           | <b>\$ 157,763,261</b>                     | <b>\$ 65,171,913</b>   | <b>\$ 145,635,095</b> | <b>\$ 368,570,269</b>     |

Long-term liability activity for the fiscal years ended June 30, 2024 and 2023 is as follows:

| <b>Long-term Liabilities 2024</b>    | <b>Balance<br/>July 1, 2023</b> | <b>Increases<br/>(Decreases)</b> | <b>Balance<br/>June 30, 2024</b> | <b>Current<br/>Portion</b> |
|--------------------------------------|---------------------------------|----------------------------------|----------------------------------|----------------------------|
| Bonds Payable                        | \$ 1,573,266,355                | \$ (41,661,703)                  | \$ 1,531,604,652                 | \$ 97,303,961              |
| Notes Payable                        | 77,182,892                      | (32,906,121)                     | 44,276,771                       | 25,296,546                 |
| Lease and Financing Obligations      | 295,760,828                     | 19,464,204                       | 315,225,032                      | 37,351,628                 |
| Perkins Loan Program                 | 60,123,586                      | (9,394,710)                      | 50,728,876                       | —                          |
| Compensated Absences                 | 186,029,594                     | 21,852,293                       | 207,881,887                      | 110,846,291                |
| Net Pension Liability                | 709,734,328                     | (509,701,091)                    | 200,033,237                      | —                          |
| Other Postemployment Health          | 319,554,275                     | 41,602,364                       | 361,156,639                      | —                          |
| Other Postemployment Life            | 277,464,847                     | 62,577,742                       | 340,042,589                      | —                          |
| Capital Asset Retirement Obligations | 13,643,103                      | 190,740                          | 13,833,843                       | —                          |
| <b>Total</b>                         | <b>\$ 3,512,759,808</b>         | <b>\$ (447,976,282)</b>          | <b>\$ 3,064,783,526</b>          | <b>\$ 270,798,426</b>      |

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
**Years Ended June 30, 2024 and 2023**

**NOTE 5 - Liabilities (continued)**

| <b>Long-term Liabilities 2023</b>    | <b>Balance<br/>July 1, 2022</b> | <b>Increases<br/>(Decreases)</b> | <b>Balance<br/>June 30, 2023</b> | <b>Current<br/>Portion</b> |
|--------------------------------------|---------------------------------|----------------------------------|----------------------------------|----------------------------|
| Bonds Payable                        | \$ 1,668,052,278                | \$ (94,785,923)                  | \$ 1,573,266,355                 | \$ 125,128,391             |
| Notes Payable                        | 38,644,118                      | 38,538,774                       | 77,182,892                       | 7,236,085                  |
| Lease and Financing Obligations      | 317,437,358                     | (21,676,530)                     | 295,760,828                      | 39,048,033                 |
| Perkins Loan Program                 | 73,557,110                      | (13,433,524)                     | 60,123,586                       | —                          |
| Compensated Absences                 | 178,467,645                     | 7,561,949                        | 186,029,594                      | 99,156,591                 |
| Net Pension Liability                | —                               | 709,734,328                      | 709,734,328                      | —                          |
| Other Postemployment Health          | 316,651,203                     | 2,903,072                        | 319,554,275                      | —                          |
| Other Postemployment Life            | 392,540,878                     | (115,076,031)                    | 277,464,847                      | —                          |
| Capital Asset Retirement Obligations | 13,056,310                      | 586,793                          | 13,643,103                       | —                          |
| Employer Deferred Payroll Tax        | 47,740,576                      | (47,740,576)                     | —                                | —                          |
| <b>Total</b>                         | <b>\$ 3,046,147,476</b>         | <b>\$ 466,612,332</b>            | <b>\$ 3,512,759,808</b>          | <b>\$ 270,569,100</b>      |

**NOTE 6 - Long Term Debt**

The State of Wisconsin issues general obligation bonds and notes on behalf of its constituent agencies, including the University, the proceeds of which are used to construct or acquire facilities and other capital assets. The University holds title to the assets thus acquired. As an enterprise fund of the State of Wisconsin, the University reports on its Statement of Net Position the portion of the debt that will be repaid with program revenues generated by the University's self-supporting operations. Debt on academic facilities that is repaid by an appropriation from the State of Wisconsin to the University for that purpose is reported by the State of Wisconsin and not as an obligation of the University. However, cash inflows and outflows are shown in the Statement of Cash Flows.

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
**Years Ended June 30, 2024 and 2023**

**NOTE 6 - Long Term Debt (continued)**

The following information is the University's proportionate share of the new bonds and notes issued by the State of Wisconsin during the fiscal years of 2024 and 2023:

| <b>2024 Series</b> | <b>Interest Rate</b> | <b>Maturity Fiscal Year</b> | <b>Initial Amount</b> | <b>Use</b>           |
|--------------------|----------------------|-----------------------------|-----------------------|----------------------|
| 2023-B             | 5.00%                | 2044                        | \$ 22,152,012         | Capital Projects     |
| 2024-1             | 5.00%                | 2038                        | 57,561,485            | Refunding            |
| 2024-A             | 5.00%                | 2044                        | 29,443,280            | Capital Projects     |
| 2024-B             | 5.00%                | 2038                        | 21,638,998            | Refunding            |
|                    |                      |                             | <u>\$ 130,795,775</u> |                      |
| <b>2023 Series</b> | <b>Interest Rate</b> | <b>Maturity Fiscal Year</b> | <b>Initial Amount</b> | <b>Use</b>           |
| 2022-A (FRN)       | Variable             | 2025                        | \$ 24,673,388         | Capitalized Projects |
| 2022-3             | 5.00%                | 2024                        | 12,247,653            | Refunding            |
| 2022-4             | 5.00%                | 2043                        | 198,955,420           | Refunding            |
| 2022-5             | 4.75% - 5.73%        | 2037                        | 20,585,000            | Refunding            |
| 2023-A             | 4.00% - 5.00%        | 2043                        | 34,579,795            | Capitalized Projects |
| EM23-A (EMCP)      | Variable             | 2032                        | 19,034,842            | Capitalized Projects |
| 2023-1             | 5.00%                | 2028                        | 33,670,430            | Refunding            |
| 2023-2             | 5.00%                | 2042                        | 126,069,736           | Refunding            |
|                    |                      |                             | <u>\$ 469,816,264</u> |                      |

The following information relates to the status of bonds and notes payable outstanding at June 30, 2024:

|               | <b>Balance July 1, 2023</b> | <b>New Debt/ Accretion</b> | <b>Principal Paid/ Adjustments</b> | <b>Balance June 30, 2024</b> |
|---------------|-----------------------------|----------------------------|------------------------------------|------------------------------|
| Bonds (Gross) | \$ 1,431,394,631            | \$ 130,795,775             | \$ (163,420,899)                   | \$ 1,398,769,507             |
| Notes         | 77,182,892                  | —                          | (32,906,121)                       | 44,276,771                   |
| Total         | <u>\$ 1,508,577,523</u>     | <u>\$ 130,795,775</u>      | <u>\$ (196,327,020)</u>            | <u>\$ 1,443,046,278</u>      |

The bonds have maturity dates ranging from May 1, 2025 to May 1, 2044. The notes have maturity dates ranging from May 1, 2025 to May 1, 2032. Interest rates range from 0.65% to 5.73%.

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
**Years Ended June 30, 2024 and 2023**

**NOTE 6 - Long Term Debt (continued)**

As of June 30, 2024, the current and noncurrent bonds and notes payable net of discounts and premiums totaled \$122.6 million and \$1,453.3 million, respectively.

|               | <b>Balance<br/>June 30, 2024</b> | <b>Current</b>        | <b>Noncurrent</b>       |
|---------------|----------------------------------|-----------------------|-------------------------|
| Bonds (Gross) | \$ 1,398,769,507                 | \$ 72,936,065         | \$ 1,325,833,442        |
| Discount      | (18,662)                         | (18,662)              | —                       |
| Premium       | 132,853,807                      | 24,386,558            | 108,467,249             |
| Bonds (Net)   | 1,531,604,652                    | 97,303,961            | 1,434,300,691           |
| Notes         | 44,276,771                       | 25,296,546            | 18,980,225              |
| Total         | <u>\$ 1,575,881,423</u>          | <u>\$ 122,600,507</u> | <u>\$ 1,453,280,916</u> |

The following information relates to the status of bonds and notes payable outstanding at June 30, 2023:

|               | <b>Balance<br/>July 1, 2022</b> | <b>New Debt/<br/>Accretion</b> | <b>Principal Paid/<br/>Adjustments</b> | <b>Balance<br/>June 30, 2023</b> |
|---------------|---------------------------------|--------------------------------|--|----------------------------------|
| Bonds (Gross) | \$ 1,532,884,095                | \$ 426,108,034                 | \$ (527,597,498)                       | \$ 1,431,394,631                 |
| Notes         | 38,644,118                      | 43,708,230                     | (5,169,456)                            | 77,182,892                       |
| Total         | <u>\$ 1,571,528,213</u>         | <u>\$ 469,816,264</u>          | <u>\$ (532,766,954)</u>                | <u>\$ 1,508,577,523</u>          |

The bonds have maturity dates ranging from October 17, 2023 to May 1, 2043. The notes have maturity dates ranging from May 1, 2026 to May 1, 2038. Interest rates range from 0.4% to 5.7%.

As of June 30, 2023, the current and noncurrent bonds and notes payable net of discounts and premiums totaled \$132.4 million and \$1,518.1 million, respectively.

|               | <b>Balance<br/>June 30, 2023</b> | <b>Current</b>        | <b>Noncurrent</b>       |
|---------------|----------------------------------|-----------------------|-------------------------|
| Bonds (Gross) | \$ 1,431,394,631                 | \$ 99,264,069         | \$ 1,332,130,562        |
| Discount      | (80,913)                         | (30,262)              | (50,651)                |
| Premium       | 141,952,637                      | 25,894,584            | 116,058,053             |
| Bonds (Net)   | 1,573,266,355                    | 125,128,391           | 1,448,137,964           |
| Notes         | 77,182,892                       | 7,236,085             | 69,946,807              |
| Total         | <u>\$ 1,650,449,247</u>          | <u>\$ 132,364,476</u> | <u>\$ 1,518,084,771</u> |

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
**Years Ended June 30, 2024 and 2023**

**NOTE 6 - Long Term Debt (continued)**

Future debt service requirements for bonds and notes outstanding at June 30, 2024 are as follows:

| Fiscal Year(s) | Bonds                   |                       | Notes                |                     |
|----------------|-------------------------|-----------------------|----------------------|---------------------|
|                | Principal               | Interest              | Principal            | Interest            |
| 2025           | \$ 72,936,065           | \$ 63,994,532         | \$ 25,296,546        | \$ 2,213,838        |
| 2026           | 97,432,548              | 59,702,373            | 5,387,824            | 949,011             |
| 2027           | 83,018,255              | 55,797,365            | 1,998,439            | 679,620             |
| 2028           | 100,276,613             | 51,467,320            | 2,098,464            | 579,698             |
| 2029           | 105,054,756             | 47,021,291            | 2,203,284            | 474,775             |
| 2030-2034      | 420,243,494             | 173,260,283           | 7,292,214            | 741,108             |
| 2035-2039      | 365,357,794             | 84,585,582            | —                    | —                   |
| 2040-2044      | 154,449,982             | 13,886,406            | —                    | —                   |
| Total          | <u>\$ 1,398,769,507</u> | <u>\$ 549,715,152</u> | <u>\$ 44,276,771</u> | <u>\$ 5,638,050</u> |

Debt on academic facilities that is repaid by an appropriation from the State of Wisconsin to the University for that purpose is reported by the State of Wisconsin and not as an obligation of the University. As of June 30, 2024, the principal balances of such bonds and notes were \$1,386.2 million and \$104.0 million, respectively. As of June 30, 2023, the principal balances of such bonds and notes were \$1,384.3 million and \$119.4 million, respectively. Debt service payments made by the State of Wisconsin for the years ended June 30, 2024 and 2023 were allocated as follows:

| 2024       | Bonds                 | Notes                |
|------------|-----------------------|----------------------|
| Principal  | \$ 115,735,445        | \$ 17,113,325        |
| Interest   | 60,389,953            | 4,490,446            |
| Total Paid | <u>\$ 176,125,398</u> | <u>\$ 21,603,771</u> |
| 2023       | Bonds                 | Notes                |
| Principal  | \$ 145,861,643        | \$ 11,723,721        |
| Interest   | 64,308,036            | 4,630,005            |
| Total Paid | <u>\$ 210,169,679</u> | <u>\$ 16,353,726</u> |

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
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**NOTE 7 – Lease, Subscription and Financing Obligations**

The University had lease, subscription and financing obligations with a net present value of \$314.8 million as of June 30, 2024 compared to \$295.8 million at June 30, 2023.

The following information relates to the status of lease, subscription and financing obligations outstanding at June 30, 2024:

|                               | <b>Balance<br/>July 1, 2023</b> | <b>New Leases/<br/>Subscriptions/<br/>Financings</b> | <b>Principal Paid/<br/>Adjustments</b> | <b>Balance<br/>June 30, 2024</b> |
|-------------------------------|---------------------------------|--|--|----------------------------------|
| Lease Obligations             | \$ 259,976,174                  | \$ 37,682,472  | \$ (25,525,760)                        | \$ 272,132,886                   |
| Subscription Liabilities      | 31,492,445                      | 52,243,640   | (44,827,642)                           | 38,908,443                       |
| Installment Purchases (Gross) | 4,292,209                       | 153,135  | (641,071)                              | 3,804,273                        |
| Total                         | <u>\$ 295,760,828</u>           | <u>\$ 90,079,247</u>                                 | <u>\$ (70,994,473)</u>                 | <u>\$ 314,845,602</u>            |

|                               | <b>Balance<br/>June 30, 2024</b> | <b>Current</b>       | <b>Noncurrent</b>     |
|-------------------------------|----------------------------------|----------------------|-----------------------|
| Lease Obligations             | \$ 272,132,886                   | \$ 20,174,743        | \$ 251,958,143        |
| Subscription Liabilities      | 38,908,443                       | 16,423,688           | 22,484,755            |
| Installment Purchases (Gross) | 3,804,273                        | 652,082              | 3,152,191             |
| Premium                       | 379,430                          | 101,115              | 278,315               |
| Installment Purchases (Net)   | <u>4,183,703</u>                 | <u>753,197</u>       | <u>3,430,506</u>      |
| Total                         | <u>\$ 315,225,032</u>            | <u>\$ 37,351,628</u> | <u>\$ 277,873,404</u> |

The following information relates to the status of lease, subscription and financing obligations outstanding at June 30, 2023:

|                          | <b>Balance<br/>July 1, 2022</b> | <b>New Leases/<br/>Subscriptions/<br/>Financings</b> | <b>Principal Paid/<br/>Adjustments</b> | <b>Balance<br/>June 30, 2023</b> |
|--------------------------|---------------------------------|--|--|----------------------------------|
| Lease Obligations        | \$ 270,358,121                  | \$ 17,415,525  | \$ (27,797,473)                        | \$ 259,976,173                   |
| Subscription Liabilities | 43,165,649                      | 25,866,945   | (37,540,147)                           | 31,492,447                       |
| Installment Purchases    | 3,913,588                       | 987,502  | (608,881)                              | 4,292,209                        |
| Total                    | <u>\$ 317,437,358</u>           | <u>\$ 44,269,972</u>                                 | <u>\$ (65,946,501)</u>                 | <u>\$ 295,760,829</u>            |

|                          | <b>Balance<br/>June 30, 2023</b> | <b>Current</b>       | <b>Noncurrent</b>     |
|--------------------------|----------------------------------|----------------------|-----------------------|
| Lease Obligations        | \$ 259,976,174                   | \$ 21,763,074        | \$ 238,213,100        |
| Subscription Liabilities | 31,492,445                       | 16,654,701           | 14,837,744            |
| Installment Purchases    | 4,292,209                        | 630,258              | 3,661,951             |
| Total                    | <u>\$ 295,760,828</u>            | <u>\$ 39,048,033</u> | <u>\$ 256,712,795</u> |



**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
**Years Ended June 30, 2024 and 2023**

**NOTE 7 – Lease, Subscription and Financing Obligations (continued)**

Future principal and interest payment requirements related to the University's lease, subscription and financing obligations at June 30, 2024 are as follows:

| Fiscal Year(s) | Lease Obligations     |                      | Subscription Liabilities |                     | Installment Purchases |                   |
|----------------|-----------------------|----------------------|--------------------------|---------------------|-----------------------|-------------------|
|                | Principal             | Interest             | Principal                | Interest            | Principal             | Interest          |
| 2025           | \$ 20,174,743         | \$ 5,529,693         | \$ 16,423,688            | \$ 889,916          | \$ 652,082            | \$ 150,746        |
| 2026           | 18,402,113            | 5,157,144            | 11,505,296               | 542,491             | 640,009               | 124,267           |
| 2027           | 16,752,669            | 4,821,201            | 6,196,547                | 249,225             | 591,063               | 97,584            |
| 2028           | 16,943,588            | 4,486,756            | 4,782,912                | 134,041             | 557,142               | 73,012            |
| 2029           | 15,714,362            | 4,163,660            | —                        | —                   | 448,977               | 106,292           |
| 2030-2034      | 72,363,159            | 16,246,204           | —                        | —                   | 915,000               | 55,600            |
| 2035-2039      | 55,127,795            | 9,351,291            | —                        | —                   | —                     | —                 |
| 2040-2044      | 46,879,127            | 3,772,865            | —                        | —                   | —                     | —                 |
| 2045-2049      | 9,775,330             | 146,848              | —                        | —                   | —                     | —                 |
| 2050-2054      | —                     | —                    | —                        | —                   | —                     | —                 |
| Total          | <u>\$ 272,132,886</u> | <u>\$ 53,675,662</u> | <u>\$ 38,908,443</u>     | <u>\$ 1,815,673</u> | <u>\$ 3,804,273</u>   | <u>\$ 607,501</u> |

**NOTE 8 – Retirement Benefits**

**Basis of Accounting.** The fiduciary net position of the Wisconsin Retirement System (WRS) has been determined using the flow of economic resources measurement focus and accrual basis of accounting. This includes for purposes of measuring the following:

- Net Pension Liability (Asset),
- Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions,
- Pension Expense (Revenue).

Information about the fiduciary net position of the WRS and additions to/deductions from WRS' fiduciary net position have been determined on the same basis as they are reported by the WRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**Plan Description.** The WRS is a cost-sharing multiple-employer defined benefit pension plan. WRS benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. Benefit terms may only be modified by the legislature. The retirement system is administered by the Wisconsin Department of Employee Trust Funds (ETF). The system provides coverage to all eligible State of Wisconsin, local government and other public employees. All employees, initially employed by a participating WRS employer on or after July 1, 2011, expected to work at least 1,200 hours a year (880 hours for teachers and school district educational support employees) and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS.

ETF issues a standalone Annual Comprehensive Financial Report (ACFR), which can be found at <https://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>

Additionally, ETF issued a standalone Wisconsin Retirement System Financial Report, which can also be found using the link above.

All assets of the WRS are invested by the State of Wisconsin Investment Board. The retirement fund assets consist of shares in the Variable Retirement Investment Trust and the Core Retirement Investment Trust. The Variable Retirement Investment Trust consists primarily of equity securities.

**UNIVERSITIES OF WISCONSIN**  
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**NOTE 8 – Retirement Benefits (continued)**

The Core Retirement Investment Trust is a balanced investment fund made up of fixed income securities and equity securities. Shares in the Core and Variable Retirement Investment Trust are purchased as funds are made available from retirement contributions and investment income, and sold when funds for benefit payments and other expenses are needed.

**Vesting.** For employees beginning participation on or after January 1, 1990, and no longer actively employed on or after April 24, 1998, creditable service in each of five years is required for eligibility for a retirement annuity. Participants employed prior to 1990 and on or after April 24, 1998, and prior to July 1, 2011, are immediately vested. Participants who initially became WRS eligible on or after July 1, 2011, must have five years of creditable service to be vested.

**Benefits provided.** Employees who retire at or after age 65 (54 for protective occupations and 62 for elected officials and executive service retirement plan participants, if hired on or before December 31, 2016) are entitled to a retirement benefit based on a formula factor, their final average earnings, and creditable service.

Final average earnings is the average of the participant's three highest annual earnings periods. Creditable service includes current service and prior service for which a participant received earnings and made contributions as required. Creditable service also includes creditable military service. The retirement benefit will be calculated as a money purchase benefit based on the employee's contributions plus matching employer's contributions, with interest, if that benefit is higher than the formula benefit.

Vested participants may retire at or after age 55 (50 for protective occupations) and receive an actuarially-reduced benefit. Participants terminating covered employment prior to eligibility for an annuity may either receive employee-required contributions plus interest as a separation benefit or leave contributions on deposit and defer application until eligible to receive a retirement benefit.

The WRS also provides death and disability benefits for employees.

**Postretirement Adjustments.** The Employee Trust Funds Board may periodically adjust annuity payments from the retirement system based on annual investment performance in accordance with s. 40.27, Wis. Stat. An increase (or decrease) in annuity payments may result when investment gains (losses), together with other actuarial experience factors, create a surplus (shortfall) in the reserves, as determined by the system's consulting actuary. Annuity increases are not based on cost of living or other similar factors. For Core annuities, decreases may be applied only to previously granted increases. By law, Core annuities cannot be reduced to an amount below the original, guaranteed amount (the "floor") set at retirement.

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
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**NOTE 8 – Retirement Benefits (continued)**

The Core and Variable annuity adjustments granted during recent years are as follows:

| <u>Year</u> | <u>Core Fund Adjustment</u> | <u>Variable Fund Adjustment</u> |
|-------------|-----------------------------|---------------------------------|
| 2014        | 4.7%                        | 25.0%                           |
| 2015        | 2.9%                        | 2.0%                            |
| 2016        | 0.5%                        | (5.0)%                          |
| 2017        | 2.0%                        | 4.0%                            |
| 2018        | 2.4%                        | 17.0%                           |
| 2019        | 0.0%                        | (10.0)%                         |
| 2020        | 1.7%                        | 21.0%                           |
| 2021        | 5.1%                        | 13.0%                           |
| 2022        | 7.4%                        | 15.0%                           |
| 2023        | 1.6%                        | (21.0)%                         |

**Contributions.** Required contributions are determined by an annual actuarial valuation in accordance with Chapter 40 of the Wisconsin Statutes. The employee required contribution is one-half of the actuarially determined contribution rate for General category employees, including Teachers, Executives and Elected Officials. Starting on January 1, 2016, the Executives and Elected Officials category was merged into the General Employee Category. Required contributions for protective employees are the same rate as general employees. Employers are required to contribute the remainder of the actuarially determined contribution rate. The employer may not pay the employee required contribution unless provided for by an existing collective bargaining agreement.

During the reporting period, the University's contributions recognized by the WRS amounted to \$177.4 million and \$156.1 million, respectively. Contribution rates as of June 30, 2024 and 2023 were:

| <u>Employee Category</u>  | <u>June 30, 2024</u> |                 | <u>June 30, 2023</u> |                 |
|---|----------------------|-----------------|----------------------|-----------------|
|   | <u>Employee</u>      | <u>Employer</u> | <u>Employee</u>      | <u>Employer</u> |
| General (including teachers, executives, and elected officials) | 6.90%                | 6.90%           | 6.80%                | 6.80%           |
| Protective with Social Security                                 | 6.90%                | 14.30%          | 6.80%                | 13.20%          |
| Protective without Social Security                              | 6.90%                | 19.10%          | 6.80%                | 18.10%          |

**Pension Assets, Pension Liabilities, Pension Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions.** At June 30, 2024, the University reported a net pension liability of \$200.0 million for its proportionate share of the net pension liability, compared to the net pension liability of \$709.7 million at June 30, 2023. The net pension liability was measured as of December 31, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2022 rolled forward to December 31, 2023. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The University's proportion of the net pension liability was based on the University's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2023, the University's proportion was 13.5 percent, which was an increase of 0.1 percent from its proportion measured as of December 31, 2022. At December 31, 2022, the University's proportion was 13.4 percent, which was a decrease of 0.1 percent from its proportion measured as of December 31, 2021.

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
**Years Ended June 30, 2024 and 2023**

**NOTE 8 – Retirement Benefits (continued)**

For the fiscal year ended June 30, 2024 and June 30, 2023, the University recognized pension expense of \$137.8 million and \$361.5 million, respectively.

At June 30, 2024, the University reported deferred outflows and inflows of resources related to pensions from the following sources:

|   | <b>Fiscal Year ended<br/>June 30, 2024</b> | <b>Deferred Outflows<br/>of Resources</b> | <b>Deferred Inflows<br/>of Resources</b> |
|---|--|---|--|
| Difference Between Expected and Actual Experience     | \$ (261,724,596)                           | \$ 806,531,991                            | \$ (1,068,256,587)                       |
| Change in Proportion                                  | (1,131,141)                                | 811,978                                   | (1,943,119)                              |
| Employer Contributions Subsequent to Measurement Date | 132,236,932                                | 132,236,932                               | —  |
| Net Difference Between Projected and Actual Earnings  | 697,083,300                                | 697,083,300                               | —  |
| Assumption Changes                                    | 87,188,743                                 | 87,188,743                                | —  |
| Total   | <u>\$ 653,653,238</u>                      | <u>\$ 1,723,852,944</u>                   | <u>\$ (1,070,199,706)</u>                |

At June 30, 2023, the University reported deferred outflows and inflows of resources related to pensions from the following sources:

|   | <b>Fiscal Year ended<br/>June 30, 2023</b> | <b>Deferred Outflows<br/>of Resources</b> | <b>Deferred Inflows<br/>of Resources</b> |
|---|--|---|--|
| Difference Between Expected and Actual Experience     | \$ (354,687,656)                           | \$ 1,130,386,889                          | \$ (1,485,074,545)                       |
| Change in Proportion                                  | 812,368                                    | 1,374,812                                 | (562,444)                                |
| Employer Contributions Subsequent to Measurement Date | 104,726,993                                | 104,726,993                               | —  |
| Net Difference Between Projected and Actual Earnings  | 1,205,674,697                              | 1,205,674,697                             | —  |
| Assumption Changes                                    | 139,563,147                                | 139,563,147                               | —  |
| Total   | <u>\$ 1,096,089,549</u>                    | <u>\$ 2,581,726,538</u>                   | <u>\$ (1,485,636,989)</u>                |

The amount reported as pension-related deferred outflows of resources resulting from the University's contributions subsequent to the measurement date is recognized as part of the net pension liability calculation in the year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension benefits will be recognized in pension expense (revenue) as follows:

|        | <b>Fiscal Year ended<br/>June 30</b> |
|--------|--------------------------------------|
| 2025   | \$ 106,653,531                       |
| 2026   | 112,142,270                          |
| 2027   | 437,109,748                          |
| 2028   | (134,489,241)                        |
| Totals | <u>\$ 521,416,308</u>                |

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**NOTE 8 – Retirement Benefits (continued)**

Additional information related to deferred outflows of resources and deferred inflows of resources is presented in Note 10.

**Actuarial assumptions.** The total pension liability in the December 31, 2022 and December 31, 2021 actuarial valuations were determined using the following fiscal year 2024 and 2023, respectively, actuarial assumptions, applied to all periods included in the measurement.

|   |  |  |
|---|--|--|
| Actuarial Valuation Date:                       | December 31, 2022  | December 31, 2021  |
| Measurement Date of Net Pension Asset/Liability | December 31, 2023  | December 31, 2022  |
| Experience Study:                               | January 1, 2018 - December 31, 2020, published November 2021 | January 1, 2018 - December 31, 2020, published November 2021 |
| Actuarial Cost Method:                          | Entry Age Normal   | Entry Age Normal   |
| Asset Valuation Method:                         | Fair Value   | Fair Value   |
| Long-Term Expected Rate of Return:              | 6.8%   | 6.8%   |
| Discount Rate:                                  | 6.8%   | 6.8%   |
| Salary Increases:                               |  |  |
| Wage Inflation                                  | 3.0%   | 3.0%   |
| Seniority/Merit                                 | 0.1% - 5.6%  | 0.1% - 5.6%  |
| Mortality:                                      | 2020 WRS Experience Mortality Table                          | 2020 WRS Experience Mortality Table                          |
| Postretirement Adjustments*                     | 1.7%   | 1.7%   |

\* No postretirement adjustment is guaranteed. Actual adjustments are based on recognized investment return, actuarial experience and other factors. 1.7% is the assumed annual adjustment based on the investment return assumption and the postretirement discount rate.

Actuarial assumptions are based upon an experience study conducted in 2021 that covered a three-year period from January 1, 2018 to December 31, 2020. The Total Pension Liability for December 31, 2023 is based upon a roll-forward of the liability calculated from the December 31, 2022 actuarial valuation.

**Long-term Expected Rate on Plan Assets.** The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

**UNIVERSITIES OF WISCONSIN**  
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**NOTE 8 – Retirement Benefits (continued)**

The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

**Asset Allocation Targets and Expected Returns<sup>1</sup>**

| <b>Core Fund Asset Class</b>     | <b>As of December 31, 2023</b> |  |   | <b>As of December 31, 2022</b> |  |   |
|----------------------------------|--------------------------------|--|---|--------------------------------|--|---|
|                                  | <b>Asset Allocation %</b>      | <b>Long-Term Expected Nominal Rate of Return %</b> | <b>Long-Term Expected Real Rate of Return %<sup>2</sup></b> | <b>Asset Allocation %</b>      | <b>Long-Term Expected Nominal Rate of Return %</b> | <b>Long-Term Expected Real Rate of Return %<sup>2</sup></b> |
| Public Equity                    | 40.0%                          | 7.3%   | 4.5%  | 48.0%                          | 7.6%   | 5.0%  |
| Public Fixed Income              | 27.0%                          | 5.8%   | 3.0%  | 25.0%                          | 5.3%   | 2.7%  |
| Inflation Sensitive              | 19.0%                          | 4.4%   | 1.7%  | 19.0%                          | 3.6%   | 1.1%  |
| Real Estate                      | 8.0%                           | 5.8%   | 3.0%  | 8.0%                           | 5.2%   | 2.6%  |
| Private Equity/Debt              | 18.0%                          | 9.6%   | 6.7%  | 15.0%                          | 9.6%   | 6.9%  |
| Leverage <sup>3</sup>            | (12.0)%                        | 3.7%   | 1.0%  | (15.0)%                        | NA   | NA  |
| <b>Total Core Fund</b>           | <b>100.0%</b>                  | <b>7.4%</b>  | <b>4.6%</b>   | <b>100.0%</b>                  | <b>7.4%</b>  | <b>4.8%</b>   |
| <b>Variable Fund Asset Class</b> |                                |  |   |                                |  |   |
| U.S. Equities                    | 70.0%                          | 6.8%   | 4.0%  | 70.0%                          | 7.2%   | 4.6%  |
| International Equities           | 30.0%                          | 7.6%   | 4.8%  | 30.0%                          | 8.1%   | 5.5%  |
| <b>Total Variable Fund</b>       | <b>100.0%</b>                  | <b>7.3%</b>  | <b>4.5%</b>   | <b>100.0%</b>                  | <b>7.7%</b>  | <b>5.1%</b>   |

<sup>1</sup>Asset Allocations are managed within established ranges; target percentages may differ from actual monthly allocations

<sup>2</sup>New England Pension Consultants Long Term US CPI (Inflation) Forecast: 2.7% (2023); 2.5% (2022)

<sup>3</sup>The investment policy used for the Core Fund involves reducing equity exposure by leveraging lower-volatility assets, such as fixed income securities. Currently, an asset allocation target of 12% policy leverage is used, subject to an allowable range of up to 20%.

**Single Discount Rate.** A single discount rate of 6.8% was used to measure the Total Pension Liability for the current and prior year. This discount rate is based on the expected rate of return on pension plan investments of 6.8% and a municipal bond rate of 3.77% (Source: Fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index’s “20-year Municipal GO AA Index” as of December 31, 2023. In describing this index, Fidelity notes that the Municipal Curves are constructed using option-adjusted analytics of a diverse population of over 10,000 tax-exempt securities.). Because of the unique structure of WRS, the 6.8% expected rate of return implies that a dividend of approximately 1.7% will always be paid. For purposes of the single discount rate, it was assumed that the dividend would always be paid. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments (including expected dividends) of current plan members. Therefore, the municipal bond rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.



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**NOTE 8 – Retirement Benefits (continued)**

**Sensitivity of the University’s proportionate share of the net pension liability/(asset) to changes in the discount rate.** The following presents the University’s proportionate share of the net pension liability/(asset) calculated using the current discount rate, as well as what the University’s proportionate share of the net pension liability/(asset) would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate for fiscal years ended June 30, 2024 and 2023:

|                               | <b>1% Decrease in<br/>Discount Rate</b> | <b>Current<br/>Discount Rate</b> | <b>1% Increase in<br/>Discount Rate</b> |
|-------------------------------|---|----------------------------------|---|
| <b>June 30, 2024</b>          |   |                                  |   |
| Discount Rate                 | 5.80 %                                  | 6.80 %                           | 7.80 %                                  |
| Net Pension Liability/(Asset) | \$ 1,933,417,793                        | \$ 200,033,237                   | \$ (1,012,889,285)                      |
| <b>June 30, 2023</b>          |   |                                  |   |
| Discount Rate                 | 5.80 %                                  | 6.80 %                           | 7.80 %                                  |
| Net Pension Liability/(Asset) | \$ 2,355,585,082                        | \$ 709,734,328                   | \$ (422,469,849)                        |

**Pension plan fiduciary net position.** Detailed information about the pension plan’s fiduciary net position is available in separately issued financial statements available at <https://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>

**Other Retirement Benefits**

In addition to the WRS, certain employees associated with federally funded activities are partially covered by the Federal Retirement Program. The University’s contributions to this program totaled \$26,204 during fiscal year 2024, compared with \$27,354 during fiscal year 2023.

**NOTE 9 – Postemployment Benefits Other Than Pensions**

Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* establishes standards for recognizing and measuring liabilities, deferred outflows of resources, deferred inflows of resources, and expense/ expenditures in financial reports of state and local governmental employers. GASB statement 74, *Financial Reporting for Postemployment Benefit Plans Other than Pension Plans*, establishes reporting standards for other postemployment benefits included in the general purpose external financial reports of state and local governmental OPEB plans.

Under Chapter 40 of Wisconsin Statutes, the Department of Employee Trust Funds (ETF) and Group Insurance Board (GIB) have statutory authority for program administration and oversight of postemployment benefits. ETF administers postemployment benefit plans other than pension plans for the Retiree Life Insurance, Retiree Health Insurance, and Supplemental Health Insurance Conversion Credit plans (for retired state employees). University employees are employees of the State.

ETF issues publicly available financial reports that include financial statements, additional note disclosures, and required supplementary information for these plans. The reports are available at [www.etf.wi.gov](http://www.etf.wi.gov) or may be obtained upon request from: Department of Employee Trust Funds, 4822 Madison Yards Way, Madison, Wisconsin 53705-9100.

The State of Wisconsin Annual Comprehensive Financial Report includes financial statements, additional note disclosures, and required supplementary information for this plan. That report is



**UNIVERSITIES OF WISCONSIN**  
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**NOTE 9 – Postemployment Benefits Other Than Pensions (continued)**

publicly available at [www.doa.state.wi.us](http://www.doa.state.wi.us) or may be obtained by writing to: Department of Administration, 101 East Wilson Street, Madison, Wisconsin 53703.

**Basis of Accounting.** The OPEB plans are reported in accordance with GASB standards and accounted for using the flow of economic resources measurement focus and the accrual basis of accounting. The OPEB liability, deferred outflows of resources and deferred inflows of resources, OPEB expense, and fiduciary net position, if any, have been determined on the same basis. Benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments, if any, are reported at fair value.

**Retiree Life Insurance Funds**

The State Retiree Life Insurance Fund (SRLIF) is a single-employer defined benefit OPEB plan for State of Wisconsin employers. GASB standards classify the State Retiree Health Insurance program as a single-employer defined benefit OPEB plan with multiple participating employers, which includes the State, the University, and other component units of the State. Plan benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. The Wisconsin Department of Employee Trust Funds (ETF) and the Group Insurance Board have statutory authority for program administration and oversight. The plan provides postemployment life insurance benefits for all eligible employees.

ETF issues a standalone Annual Comprehensive Financial Report (ACFR), which can be found at <https://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>.

Additionally, ETF issued a standalone Retiree Life Insurance Financial Report, which can also be found using the link above.

**Benefits provided.** The SRLIF plan provides fully paid up life insurance benefits for post-age 64 retired members and pre-65 retirees who pay for their coverage.

**Contributions.** The GIB approves contribution rates annually, based on recommendations from the insurance carrier. Recommended rates are based on an annual valuation, taking into consideration an estimate of the present value of future benefits and the present value of future contributions. A portion of employer contributions made during a member’s working lifetime funds a postretirement benefit.

Employers are required to pay the following contributions based on employee contributions for active members to provide them with basic coverage after age 65. There are no employer contributions required for pre-65 annuitant coverage. If a member retires prior to age 65, they must continue paying the member premiums until age 65 in order to be eligible for the benefit after age 65. All contributions are actuarially determined.

Contribution rates as of December 31, 2023 are:

| <b>Coverage Type</b>        | <b>Employer Contribution</b> |
|-----------------------------|------------------------------|
| 50% postretirement coverage | 28% of employee contribution |

**UNIVERSITIES OF WISCONSIN**  
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**NOTE 9 – Postemployment Benefits Other Than Pensions (continued)**

Member contributions are based upon nine age bands through age 69 and an additional eight age bands for those age 70 and over. Participating members must pay monthly contribution rates per \$1,000 of coverage until the age of 65 (age 70 if active). Disabled member under age 70 receive a waiver-of-premium benefit. The member contribution rates in effect for the year ended December 31, 2023 are as listed below:

| <u>Attained Age</u> | <u>Basic</u> | <u>Supplemental</u> |
|---------------------|--------------|---------------------|
| Under 30            | \$0.0500     | \$0.0500            |
| 30-34               | 0.0500       | 0.0500              |
| 35-39               | 0.0500       | 0.0500              |
| 40-44               | 0.0800       | 0.0800              |
| 45-49               | 0.1300       | 0.1300              |
| 50-54               | 0.2000       | 0.2000              |
| 55-59               | 0.2800       | 0.2800              |
| 60-64               | 0.3800       | 0.3800              |
| 65-69               | 0.5000       | 0.5000              |

During the reporting period, the OPEB plan recognized \$831,137 in contributions from the University.

**OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB.** The University reported a liability of \$340.0 million and \$277.5 million for its proportionate share of the net OPEB liability at June 30, 2024 and 2023, respectively. The June 30, 2024 and June 30, 2023 net liability was measured as of December 31, 2023, and 2022, respectively, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of January 1, 2023, and January 1, 2022, respectively, rolled forward to December 31, 2023 and December 31, 2022, respectively. The University's proportion of the net OPEB liability was based on the University's share of contributions to the OPEB plan relative to the contributions of all participating employers. At December 31, 2023, the University's proportion was 42.7 percent, which was an increase of 0.6 percent from its proportion of 42.1 percent measured as of December 31, 2022. At December 31, 2022, the University's proportion was 42.1 percent, which was an increase of 0.7 percent from its proportion of 41.4 percent measured as of December 31, 2021.

For the years ended June 30, 2024 and 2023, the University recognized OPEB expense of \$25.9 million and \$24.3 million, respectively.

**UNIVERSITIES OF WISCONSIN**  
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**NOTE 9 – Postemployment Benefits Other Than Pensions (continued)**

At June 30, 2024, the University reported deferred outflows and inflows of resources related to OPEB from the following sources:

|  | <b>Fiscal Year ended<br/>June 30, 2024</b> | <b>Deferred Outflows<br/>of Resources</b> | <b>Deferred Inflows<br/>of Resources</b> |
|--|--|---|--|
| Difference Between Expected and Actual Experience                              | \$ (6,092,959)                             | \$ 747,267                                | \$ (6,840,226)                           |
| Net Differences Between Projected and Actual Earnings on OPEB Plan Investments | 3,343,229                                  | 3,343,229                                 | —  |
| Assumption Changes   | (24,936,249)                               | 83,157,139                                | (108,093,388)                            |
| Changes in Proportion  | 5,739,090                                  | 7,945,348                                 | (2,206,258)                              |
| Total  | <u>\$ (21,946,889)</u>                     | <u>\$ 95,192,983</u>                      | <u>\$ (117,139,872)</u>                  |

At June 30, 2023, the University reported deferred outflows and inflows of resources related to OPEB from the following sources:

|  | <b>Fiscal Year ended<br/>June 30, 2023</b> | <b>Deferred Outflows<br/>of Resources</b> | <b>Deferred Inflows<br/>of Resources</b> |
|--|--|---|--|
| Difference Between Expected and Actual Experience                              | \$ (6,686,103)                             | \$ 940,159                                | \$ (7,626,262)                           |
| Net Differences Between Projected and Actual Earnings on OPEB Plan Investments | 3,920,758                                  | 3,920,758                                 | —  |
| Assumption Changes   | (57,571,590)                               | 77,541,372                                | (135,112,962)                            |
| Changes in Proportion  | 1,198,482                                  | 5,031,888                                 | (3,833,406)                              |
| Total  | <u>\$ (59,138,453)</u>                     | <u>\$ 87,434,177</u>                      | <u>\$ (146,572,630)</u>                  |

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in future OPEB expense as follows:

| <b>Fiscal Year ended<br/>June 30</b> | <b>Deferred Outflows<br/>of Resources</b> | <b>Deferred Inflows<br/>of Resources</b> |
|--------------------------------------|---|--|
| 2024                                 | \$ 33,032,380                             | \$ (31,050,977)                          |
| 2025                                 | 28,805,928                                | (25,287,455)                             |
| 2026                                 | 15,578,525                                | (24,815,138)                             |
| 2027                                 | 8,172,672                                 | (24,039,031)                             |
| 2028                                 | 6,869,354                                 | (11,799,010)                             |
| Thereafter                           | 2,734,122                                 | (148,260)                                |
| Total                                | <u>\$ 95,192,981</u>                      | <u>\$ (117,139,871)</u>                  |

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
**Years Ended June 30, 2024 and 2023**

**NOTE 9 – Postemployment Benefits Other Than Pensions (continued)**

The total OPEB expense is determined as follows:

|  |                      |
|--|----------------------|
| Net Proportionate Share of Plan OPEB Expense (Income)  | \$ 25,894,801        |
| Net Amortization of Deferred Amounts from Changes in Proportion and Differences<br>Between Employer Contributions and Proportionate Share of Contributions | 322,513              |
| Total OPEB Expense   | <u>\$ 26,217,314</u> |

**Actuarial Assumptions.** The total OPEB liability in the January 1, 2023 and January 1, 2022 actuarial valuations were determined using the following actuarial assumptions, applied to all periods included in the measurement:

| Actuarial Valuation Date                               | January 1, 2023  | January 1, 2022  |
|--|--|--|
| Measurement Date of Net OPEB Liability                 | December 31, 2023  | December 31, 2022  |
| Experience Study:                                      | January 1, 2018 - December 31, 2020, published November 2021 | January 1, 2018 - December 31, 2020, published November 2021 |
| Actuarial cost method                                  | Entry age normal   | Entry age normal   |
| 20-year tax-exempt municipal bond yield*               | 3.26%  | 3.72%  |
| *Based on the Bond Buyers GO index                     |  |  |
| Long-term expected rate of return                      | 4.25%  | 4.25%  |
| Discount rate  | 3.30%  | 3.75%  |
| Salary increases:<br>Wage Inflation<br>Seniority/merit | 3.00%<br>0.1% - 5.6%   | 3.00%<br>0.1% - 5.6%   |
| Mortality rates  | 2020 WRS Experience Mortality Table                          | 2020 WRS Experience Mortality Table                          |

Actuarial assumptions are based upon an experience study conducted in 2021 that covered a three-year period from January 1, 2018 to December 31, 2020. The Total OPEB Liability for December 31, 2023 is based upon a roll-forward of the liability calculated from the January 1, 2023 actuarial valuation.

**Long-Term Expected Return on Plan Assets.** The long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. Investments for the OPEB plan are held with Securian, the insurance carrier. Interest is calculated and credited to the OPEB plan based on the rate of return for a segment of the insurance carriers' general fund, specifically 10-year A- Bonds (as a proxy, and not tied to any specific investments). The overall aggregate interest rate is calculated using a tiered approach based on the year the funds were originally invested and the rate of return for that year. Investment interest is credited based on the aggregate rate of return and assets are not adjusted to fair market value. Furthermore, the insurance carrier guarantees the principal amounts of the reserves, including all interest previously credited thereto.

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
**Years Ended June 30, 2024 and 2023**

**NOTE 9 – Postemployment Benefits Other Than Pensions (continued)**

**State OPEB Life Insurance**  
**Asset Allocation Targets and Expected Returns**

| Asset Class                       | Index                        | As of<br>December 31, 2023 |  | As of<br>December 31, 2022 |  |
|-----------------------------------|------------------------------|----------------------------|--|----------------------------|--|
|                                   |                              | Target<br>Allocation       | Long-Term<br>Expected<br>Geometric<br>Real Rate<br>of Return | Target<br>Allocation       | Long-Term<br>Expected<br>Geometric<br>Real Rate<br>of Return |
| U.S. Intermediate Credit Bonds    | Bloomberg U.S. Interm Credit | 40%                        | 2.32%  | 50%                        | 2.45%  |
| U.S. Mortgages                    | Bloomberg U.S. MBS           | 60%                        | 2.52%  | 50%                        | 2.83%  |
| Inflation                         |                              | —                          | 2.30%  | —                          | 2.30%  |
| Long-Term Expected Rate of Return |                              |                            | 4.25%  |                            | 4.25%  |

The long-term expected rate of return remained unchanged from the prior year at 4.25 percent. The long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The expected inflation rate remained unchanged from the prior year at 2.30 percent.

**Single Discount Rate.** A single discount rate of 3.30 percent was used to measure the total OPEB liability for the current year, as opposed to a discount rate of 3.75 percent for the prior year. The change in the discount rate was primarily caused by the decrease in the municipal bond rate from 3.72 percent as of December 31, 2022 to 3.26 percent as of December 31, 2023. The plan's fiduciary net position was projected to be insufficient to make all projected future benefit payments of current active and inactive members. Therefore, the discount rate for calculating the total OPEB liability is equal to the single equivalent rate that results in the same actuarial present value as the long-term expected rate of return applied to benefit payments, to the extent that the plan's fiduciary net position is projected to be sufficient to make projected benefit payments, and the municipal bond rate applied to benefit payment to the extent that the plan's fiduciary net position is projected to be insufficient. The plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through December 31, 2033.

The projection of cash flows used to determine the single discount rate assumed that employer contributions will be made according to the current employer contribution schedule and that contributions are made by plan members retiring prior to age 65. The current employer contribution schedule includes annual increases of 5 percent for nine years, as approved by the Group Insurance Board in August 2019.

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
**Years Ended June 30, 2024 and 2023**

**NOTE 9 – Postemployment Benefits Other Than Pensions (continued)**

**Sensitivity of the University’s Proportionate Share of Net OPEB Liability to Changes in the Discount Rate.** The following presents what the University’s proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or higher than the current discount rate:

|                      | <b>1% Decrease in<br/>Discount Rate</b> | <b>Current<br/>Discount Rate</b> | <b>1% Increase in<br/>Discount Rate</b> |
|----------------------|---|----------------------------------|---|
| <b>June 30, 2024</b> |   |                                  |   |
| Discount Rate        | 2.30 %                                  | 3.30 %                           | 4.30 %                                  |
| OPEB Liability       | \$ 439,455,260                          | \$ 340,042,589                   | \$ 263,349,313                          |
| <b>June 30, 2023</b> |   |                                  |   |
| Discount Rate        | 2.75 %                                  | 3.75 %                           | 4.75 %                                  |
| OPEB Liability       | \$ 362,089,682                          | \$ 277,464,847                   | \$ 211,891,094                          |

**OPEB Plan Fiduciary Net Position.** Detailed information about the OPEB plan’s fiduciary net position is available in separately issued financial statements available at <https://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>.

**Retiree Health Insurance Funds**

The Retiree Health Insurance plans offer group health insurance to retired University employees. Retirees pay the full premium amount. The plans are not administered through a trust. The Retiree Health Insurance Funds contain certain non-OPEB components relating to post-Medicare pharmacy and health insurance benefits. ETF and the GIB have statutory authority for program administration and oversight under Wisconsin Statutes Chapters 15.165 (2) and 40.03 (6).

University employees participating in the State Health Insurance Plan are eligible to continue their health insurance coverage after leaving covered employment. Membership includes former university employees or their beneficiaries.

Employees may choose between self-insured health plans and alternate health plans with specific provider networks (i.e., HMOs). The HMOs follow GIB guidelines for eligibility and program requirements. All HMOs offer a prescribed benefit package called Uniform Benefits and participate in a yearly competitive premium rate bid process. The Standard Plan and State Maintenance Plan are self-insured by the GIB and administered by WPS Health Insurance. Self-insured coverage for health insurance was discontinued as of December 31, 2017. The Standard Plan is a preferred provider plan. The pharmacy benefit is self-insured by the GIB and administered by Navitus Health Solutions.

Effective January 1, 2012, prescription drug coverage for Medicare eligible retirees enrolled in the state group health insurance program is provided by a self-funded Medicare Part D Employer Group Waiver Plan (EGWP). A Medicare “Wrap” product is also included to provide full coverage to members, as required by uniform benefits, when they reach the Medicare coverage gap, also known as the “donut hole.”

**Contributions.** Based on the most recent January 1, 2023, actuarial valuation adjusted forward, the state’s annual required contributions were \$120.3 million and \$105.4 million for fiscal years ended June 30, 2024 and June 30, 2023, respectively. The state’s annual OPEB costs were \$61.3 million and \$53.4 million for fiscal years ended June 30, 2024 and June 30, 2023, respectively, and the state’s actual contributions were \$48.8 million in fiscal year 2024 and \$47.7 million in fiscal year 2023, which



**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
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**NOTE 9 – Postemployment Benefits Other Than Pensions (continued)**

results in a net OPEB obligation for the State of \$802.4 million as of June 30, 2024, and \$717.2 million as of June 30, 2023.

**State Retiree Health Insurance OPEB.** The State Retiree Health Insurance program provides postemployment health insurance coverage to all eligible retired employees of the University. The University does not directly pay any portion of the premium for participating retirees. However, because retirees pay the same premium rate set for active employees, an implicit rate subsidy exists for employers. This implicit rate subsidy is reported as an OPEB liability. At age 65, when eligible, retirees are required to enroll in Medicare.

**Retiree Health Insurance Plan Description.** GASB standards classify the State Retiree Health Insurance program as a single employer defined benefit OPEB plan with multiple participating employers. Medical, prescription drug and dental benefits are provided to eligible retirees.

Retirees pay the full premium until age 65 directly to the plan either through “out-of-pocket” or from unused accumulated sick leave conversion credits.

Contribution requirements are established and may be amended by the GIB. Premiums for non-Medicare retirees are based on an effective rate structure for the health care service provider selected. Monthly rates range from \$625 to \$1,559 for single coverage and \$1,531 to \$3,860 for family coverage.

**Total Retiree Health OPEB Liability.** The OPEB plan liability was measured as of June 30, 2023. It was determined by an actuarial valuation as of January 1, 2023. The University reported a liability of \$361.2 million and \$319.6 million for its proportionate share of the OPEB liability amounts as of a June 30, 2024 and June 30, 2023 reporting date, respectively. At June 30, 2024, the University's proportion was 45.0 percent which was 0.4 percent of an increase from its proportion of 44.6 percent measured as of June 30, 2022. At June 30, 2023, the University's proportion was 44.6 percent which was 0.2 percent of an increase from its proportion of 44.4 percent measured as of June 30, 2021.

The actuarial valuation was based on the plan of retiree benefits and was made for purposes of fulfilling GASB accounting standards which require recognition of the employer cost of postemployment benefits over an employee's career. The total cost of providing postemployment benefits is projected, considering relevant assumptions, then discounted to determine the total OPEB liability. The total OPEB liability was allocated to participating employers based on their proportionate share of health insurance premiums contributed for active employees.

**Changes in the Total OPEB Liability.** Changes to the University's proportionate share of the OPEB plan liability during the fiscal year include the following:

|  |                       |
|--|-----------------------|
| OPEB Liability – June 30, 2023                     | \$ 319,554,275        |
| Service Cost                                       | 24,433,643            |
| Interest   | 11,906,876            |
| Differences Between Expected and Actual Experience | 4,812,158             |
| Change of Assumptions                              | 22,423,144            |
| Benefit Payments                                   | (21,973,457)          |
| OPEB Liability – June 30, 2024                     | <u>\$ 361,156,639</u> |



**UNIVERSITIES OF WISCONSIN**  
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**NOTE 9 – Postemployment Benefits Other Than Pensions (continued)**

**Actuarial Methods and Assumptions.** Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

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**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
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**NOTE 9 – Postemployment Benefits Other Than Pensions (continued)**

The total OPEB liability in the January 1, 2023 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement unless otherwise specified:

|  |   |
|--|---|
| Actuarial Valuation Date                 | January 1, 2023   |
| Measurement Date of Total OPEB Liability | June 30, 2023   |
| Reporting Date                           | June 30, 2024   |
| Actuarial cost method                    | Entry age normal  |
| Asset Valuation Method                   | N/A   |
| Inflation                                | 2.40%   |
| Salary increases                         | Separate merit and longevity increase rates by employer and service, plus 3.00%   |
| Discount Rate                            | Discount rate was changed to 3.65% for the June 30, 2023 measurement from 3.54% for the June 30, 2022 measurement   |
| Health care cost trend rates             |   |
| Medical                                  | 5.32% then 6.75% grading down 0.25% per year to 4.50%   |
| Prescription drug                        | 6.44% then 8.75% grading down 0.50% per year to 4.50%   |
| Dental                                   | 3.00%   |
| Administrative costs                     | 11.78% then 3.00% every year after  |
| Mortality Rates                          | Wisconsin 2020 Mortality Table  |
| Benefit Changes                          | None  |
| Participation Rate                       | Active: 60% are assumed to elect coverage at retirement, and 2.5% of the 40% that defer are assumed to be covered over the next 5 years (1.0% per year), so 65% assumed to be covered after 5 years<br><br>Deferred: 5% per year over 8 years |
| Assumed Claims                           | Per capita claims costs were based on premium equivalent rates for plan year 2023 and actuarial factors applied to weighted average premium rates to estimate costs   |
| Termination Rates                        | Rates for General, University, Protective, Executive and Elected employees matched the 2018-2020 experience study for the pension valuation   |
| Disability Rates                         | Rates for General, University, Protective, Executive and Elected employees matched the 2018-2020 experience study for the pension valuation   |
| Normal Retirement Rates                  | Rates for General, University, Protective, Executive and Elected employees matched the 2018-2020 experience study for the pension valuation   |
| Lapse Rate                               | 5% per year after the later of assumed commencement or the valuation date   |
| Retiree Contribution Increase Rate       | Retiree contributions are expected to increase with average benefit trend   |
| Benefit End Date                         | Benefits end when participants turn 65 years old  |

Valuation assumption changes increased the liability by \$22.4 million. This was a net result of an increase in obligations due to raising the valuation-year per capita health and administrative costs and future trend on such costs, and also updating the actuarial factors used to estimate individual

**UNIVERSITIES OF WISCONSIN**  
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**NOTE 9 – Postemployment Benefits Other Than Pensions (continued)**

retiree and spousal costs by age and gender, which was partially offset by a decrease in obligations due to updating the assumed retiree contributions and raising the discount rate.

An actuarial experience loss increased the liability by \$4.8 million. This was the net result of gains and losses due to demographic changes.

**Sensitivity of the University's Proportionate Share of Total OPEB Liability to Changes in the Discount Rate.** The following presents what the University's liability would be if it were calculated using a discount rate that is 1-percentage-point lower or higher than the current discount rate:

|                      | <u>1% Decrease in<br/>Discount Rate</u> | <u>Current<br/>Discount Rate</u> | <u>1% Increase in<br/>Discount Rate</u> |
|----------------------|---|----------------------------------|---|
| <b>June 30, 2024</b> |   |                                  |   |
| Discount Rate        | 2.65 %                                  | 3.65 %                           | 4.65 %                                  |
| OPEB Liability       | \$ 388,239,927                          | \$ 361,156,639                   | \$ 335,842,201                          |
| <b>June 30, 2023</b> |   |                                  |   |
| Discount Rate        | 2.54 %                                  | 3.54 %                           | 4.54 %                                  |
| OPEB Liability       | \$ 343,428,912                          | \$ 319,554,275                   | \$ 297,241,917                          |

**Sensitivity of the University's Proportionate Share of Total OPEB liability to Changes in the Healthcare Cost Trend Rates.** The following presents what the University's liability would be if it were calculated using a healthcare trend rate that is 1-percentage-point lower or higher than the current healthcare trend rates. The various healthcare trend rates can be found in the actuarial assumptions section listed above.

|                      | <u>1% Decrease in<br/>Discount Rate</u> | <u>Current<br/>Discount Rate</u> | <u>1% Increase in<br/>Discount Rate</u> |
|----------------------|---|----------------------------------|---|
| <b>June 30, 2024</b> |   |                                  |   |
| OPEB Liability       | \$ 322,813,962                          | \$ 361,156,639                   | \$ 406,526,058                          |
| <b>June 30, 2023</b> |   |                                  |   |
| OPEB Liability       | \$ 283,347,097                          | \$ 319,554,275                   | \$ 362,542,388                          |

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB.** The total deferred outflows and inflows of resources are amortized over the average active participants service life of 10 years. For the years ended June 30, 2024 and 2023, the University recognized OPEB expense amounting to \$28.0 million and \$23.8 million, respectively.

**UNIVERSITIES OF WISCONSIN**  
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**NOTE 9 – Postemployment Benefits Other Than Pensions (continued)**

Total deferred outflows and inflows of resources to be recognized in the current OPEB expense for the fiscal year ended June 30, 2024 and 2023 are as follows:

|   | <b>Fiscal Year ended<br/>June 30, 2024</b> | <b>Deferred Outflows<br/>of Resources</b> | <b>Deferred Inflows<br/>of Resources</b> |
|---|--|---|--|
| Difference Between Expected and Actual Experience | \$ 4,848,295                               | \$ 6,571,355                              | \$ (1,723,060)                           |
| Assumption Changes                                | (13,191,838)                               | 4,092,278                                 | (17,284,116)                             |
| Total   | <u>\$ (8,343,543)</u>                      | <u>\$ 10,663,633</u>                      | <u>\$ (19,007,176)</u>                   |

|   | <b>Fiscal Year ended<br/>June 30, 2023</b> | <b>Deferred Outflows<br/>of Resources</b> | <b>Deferred Inflows<br/>of Resources</b> |
|---|--|---|--|
| Difference Between Expected and Actual Experience | \$ 4,601,251                               | \$ 6,385,100                              | \$ (1,783,849)                           |
| Assumption Changes                                | (15,605,420)                               | 2,288,480                                 | (17,893,900)                             |
| Total   | <u>\$ (11,004,169)</u>                     | <u>\$ 8,673,580</u>                       | <u>\$ (19,677,749)</u>                   |

In addition, the contributions subsequent to the measurement date of \$25.5 million (a deferred outflow of resources) will be included as a reduction of the net OPEB liability in the next year (2025). The deferred outflows and inflows of resources to be recognized in the future OPEB expense for the fiscal year ended June 30, 2024 and 2023 are as follows:

|   | <b>Fiscal Year ended<br/>June 30, 2024</b> | <b>Deferred Outflows<br/>of Resources</b> | <b>Deferred Inflows<br/>of Resources</b> |
|---|--|---|--|
| Difference Between Expected and Actual Experience     | \$ 37,944,884                              | \$ 50,101,095                             | \$ (12,156,211)                          |
| Change in Proportion                                  | 4,458,282                                  | 8,589,722                                 | (4,131,440)                              |
| Assumption Changes                                    | (54,347,998)                               | 31,683,231                                | (86,031,229)                             |
| Employer Contributions Subsequent to Measurement Date | 25,461,397                                 | 25,461,397                                | —  |
| Total   | <u>\$ 13,516,565</u>                       | <u>\$ 115,835,445</u>                     | <u>\$ (102,318,880)</u>                  |

|   | <b>Fiscal Year ended<br/>June 30, 2023</b> | <b>Deferred Outflows<br/>of Resources</b> | <b>Deferred Inflows<br/>of Resources</b> |
|---|--|---|--|
| Difference Between Expected and Actual Experience     | \$ 38,403,284                              | \$ 52,226,406                             | \$ (13,823,122)                          |
| Change in Proportion                                  | 1,117,095                                  | 6,010,146                                 | (4,893,051)                              |
| Assumption Changes                                    | (87,044,056)                               | 16,070,211                                | (103,114,267)                            |
| Employer Contributions Subsequent to Measurement Date | 21,751,845                                 | 21,751,845                                | —  |
| Total   | <u>\$ (25,771,832)</u>                     | <u>\$ 96,058,608</u>                      | <u>\$ (121,830,440)</u>                  |

**UNIVERSITIES OF WISCONSIN**  
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**NOTE 9 – Postemployment Benefits Other Than Pensions (continued)**

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in future OPEB expense as follows:

| <b>Fiscal Year ended<br/>June 30</b> | <b>Deferred Outflows<br/>of Resources</b> | <b>Deferred Inflows<br/>of Resources</b> |
|--------------------------------------|---|--|
| 2025                                 | \$ 10,663,633                             | \$ (19,007,176)                          |
| 2026                                 | 10,663,633                                | (19,007,176)                             |
| 2027                                 | 10,663,633                                | (19,007,176)                             |
| 2028                                 | 10,663,633                                | (19,007,176)                             |
| 2029                                 | 10,663,633                                | (3,852,729)                              |
| Thereafter                           | 37,055,883                                | (22,437,447)                             |
| Total                                | <u>\$ 90,374,048</u>                      | <u>\$ (102,318,880)</u>                  |

The total OPEB expense is determined as follows:

|   |                      |
|---|----------------------|
| Service Cost                                  | \$ 24,433,643        |
| Interest                                      | 11,906,876           |
| Recognition of Deferred Outflows of Resources | 10,663,633           |
| Recognition of Deferred Inflows of Resources  | (19,007,176)         |
| Total OPEB Expense                            | <u>\$ 27,996,976</u> |

The Schedule of Changes in the University's proportionate share of the total OPEB liability and related ratios is presented as required supplementary information following the notes to the financial statements.

**Supplemental Health Insurance Conversion Credit Program**

The Supplemental Health Insurance Conversion Credit Program (SHICC) is a single-employer defined benefit OPEB plan for State of Wisconsin employers. GASB standards classify the SHICC as a single-employer defined benefit OPEB plan with multiple participating employers, which includes the State, the University, and other component units of the State. The plan is administered through a trust.

The SHICC program allows members with more than 15 years of eligible service to convert unused sick leave balances into credits to pay for postretirement health insurance premiums. The SHICC program provides a limited match of the members sick leave credits earned through the Accumulated Sick Leave Conversion Credit (ASLCC) program. ASLCC program credits are computed at the time of retirement, layoff or death by multiplying the sick number of hours of unused sick leave by the highest hourly pay rate at which the employee accrued sick leave that is eligible for conversion. The SHICC program also includes a provision for the restoration of 500 hour of credits upon retirement, layoff or death provided at least 500 hours of accrued sick leave were used for a single injury or illness during the three years immediately preceding the retirement, layoff or death while in University service. SHICC benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes.

All ASLCC program credits must be used before the SHICC program credits. Unused ASLCC and SHICC credits have no cash value, are carried forward from year to year without interest, and when total health insurance premiums paid on behalf of the retired employee exceed the conversion credits, no further payments are made under the ASLCC and SHICC programs. ASLCC and SHICC credits may be escrowed indefinitely after retirement for participants who provide evidence of comparable health insurance coverage from another source.

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**NOTE 9 – Postemployment Benefits Other Than Pensions (continued)**

**OPEB Plan Fiduciary Net Position.** ETF issues a standalone Annual Comprehensive Financial Report (ACFR) which can be found at <https://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>.

**Benefits Provided.** The SHICC plan provides eligible members with credits that can be used to pay for postretirement health insurance.

**Contributions.** The ETF Board approves contribution rates annually, based on recommendations from the actuary. Recommended rates are based on an annual valuation, taking into consideration an estimate of the present value of future benefits and the present value of future contributions in accordance with Wis. Stat. § 40.05(4)(by). Employer contributions made during a member’s working lifetime funds a postretirement benefit.

Employer Contribution rates for the University as of December 31, 2023 and December 31, 2022 were 0.2 percent and 0.1 percent, respectively.

The SHICC recognized \$5.2 million and \$2.4 million in contributions from the University during the reporting periods ended December 31, 2023 and 2022, respectively.

**OPEB Asset, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB.** The University reported an asset of \$27.4 million and \$45.1 million for its proportionate share of the net OPEB asset at June 30, 2024 and 2023, respectively. The June 30, 2024 and June 30, 2023 net OPEB asset was measured as of December 31, 2023 and 2022, respectively, and the total OPEB liability used to calculate the net OPEB asset was determined by an actuarial valuation as of December 31, 2023 and 2022, respectively. The University’s proportion of the net OPEB asset was based on the University’s share of contributions to the OPEB plan relative to the contributions of all participating employers. At December 31, 2023, the University’s proportion was 43.6 percent, which was from its proportion of 43.9 percent measured as of December 31, 2022. At December 31, 2022, the University’s proportion was 43.9 percent, which was 1.2 percent of a decrease from its proportion of 45.1 percent measured as of December 31, 2021.

For the year ended June 30, 2024 and June 30, 2023, the University recognized OPEB of \$1.2 million and OPEB expense of \$1.8 million, respectively.

At June 30, 2024, the University reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

|   | <b>Fiscal Year ended<br/>June 30, 2024</b> | <b>Deferred Outflows<br/>of Resources</b> | <b>Deferred Inflows<br/>of Resources</b> |
|---|--|---|--|
| Difference Between Projected and Actual Experience    | \$ (22,687,439)                            | \$ 31,949,179                             | \$ (54,636,618)                          |
| Net Difference Between Projected and Actual Earnings  | 24,114,426                                 | 24,114,426                                | —  |
| Assumption Changes                                    | 38,759,774                                 | 38,759,774                                | —  |
| Change in Proportion                                  | 1,148,408                                  | 1,721,108                                 | (572,700)                                |
| Employer Contributions Subsequent to Measurement Date | 3,949,403                                  | 3,949,403                                 | —  |
| <b>Total</b>  | <b>\$ 45,284,572</b>                       | <b>\$ 100,493,890</b>                     | <b>\$ (55,209,318)</b>                   |

At June 30, 2023, the University reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
**Years Ended June 30, 2024 and 2023**

**NOTE 9 – Postemployment Benefits Other Than Pensions (continued)**

|   | <b>Fiscal Year ended<br/>June 30, 2023</b> | <b>Deferred Outflows<br/>of Resources</b> | <b>Deferred Inflows<br/>of Resources</b> |
|---|--|---|--|
| Difference Between Projected and Actual Experience    | \$ (67,556,283)                            | \$ —                                      | \$ (67,556,283)                          |
| Net Difference Between Projected and Actual Earnings  | 37,772,296                                 | 37,772,296                                | —  |
| Assumption Changes                                    | 46,125,649                                 | 46,125,649                                | —  |
| Change in Proportion                                  | 861,579                                    | 1,533,117                                 | (671,538)                                |
| Employer Contributions Subsequent to Measurement Date | 1,702,878                                  | 1,702,878                                 | —  |
| <b>Total</b>  | <b>\$ 18,906,119</b>                       | <b>\$ 87,133,940</b>                      | <b>\$ (68,227,821)</b>                   |

The \$3.9 million amount reported as deferred outflows of resources resulting from the University's contributions subsequent to the measurement date is recognized as part of the net OPEB asset calculation in the year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in future OPEB expense (revenue) as follows:

| <b>Fiscal Year ended<br/>June 30</b> | <b>Deferred Outflows<br/>of Resources</b> | <b>Deferred Inflows<br/>of Resources</b> |
|--------------------------------------|---|--|
| 2025                                 | \$ 12,582,884                             | \$ (12,534,002)                          |
| 2026                                 | 19,974,567                                | (12,534,002)                             |
| 2027                                 | 30,200,813                                | (11,292,987)                             |
| 2028                                 | 5,924,902                                 | (8,245,013)                              |
| 2029                                 | 10,188,956                                | (5,285,053)                              |
| Thereafter                           | 17,672,365                                | (5,318,262)                              |
| <b>Total</b>                         | <b>\$ 96,544,487</b>                      | <b>\$ (55,209,319)</b>                   |



**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
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**NOTE 9 – Postemployment Benefits Other Than Pensions (continued)**

**Actuarial Assumptions.** The total OPEB asset in the December 31, 2023 and December 31, 2022 actuarial valuations were determined using the following actuarial assumptions, applied to all periods included in the measurement:

|  |  |  |
|--|--|--|
| Actuarial Valuation Date   | December 31, 2023  | December 31, 2022  |
| Measurement Date of Net OPEB Liability                           | December 31, 2023  | December 31, 2022  |
| Wisconsin Sick Leave Conversion Credit Programs Experience Study | January 1, 2018 - December 31, 2020, published November 2021   | January 1, 2018 - December 31, 2020, published November 2021   |
| WRS Experience Study   | January 1, 2018 - December 31, 2020, published November 2021   | January 1, 2018 - December 31, 2020, published November 2021   |
| Actuarial cost method  | Entry age normal   | Entry age normal   |
| Long-term expected rate of return                                | 6.80%  | 6.80%  |
| Discount rate  | 6.80%  | 6.80%  |
| Salary increases:<br>Wage inflation<br>Seniority/merit           | 3.00%<br>0.1% - 5.6%   | 3.00%<br>0.1% - 5.6%   |
| Mortality rates*   | 2020 WRS Experience Mortality Table  | 2020 WRS Experience Mortality Table  |
| Health Care Trend Rate   | 5.5% for the first year grading down to an ultimate health care trend rate of 3.5% over a 10 year period   | 5.75% for the first year grading down to an ultimate health care trend rate of 3.5% over a 11 year period  |
| Health Care Premiums   | Actual premium amounts are used for current annuitants. For all non-annuitants (active, preserved, and escrowed members), average premiums are calculated based on non Medicare and Medicare rates for one person and two person coverages.  | Actual premium amounts are used for current annuitants. For all non-annuitants (active, preserved, and escrowed members), average premiums are calculated based on non Medicare and Medicare rates for one person and two person coverages.              |
| Participation  | 100% of active and preserved members will begin using sick leave credits immediately upon reaching eligibility   | 100% of active and preserved members will begin using sick leave credits immediately upon reaching eligibility   |
| Usage for Escrowed Benefits                                      | 50% of members currently in escrow status will at some point begin using their sick leave balances to pay for health care costs  | 50% of members currently in escrow status will at some point begin using their sick leave balances to pay for health care costs  |
| Sick Leave Accumulation  | The assumed annual sick leave accumulation for each individual is at their same rate as in the past (earned less used), but not more than 100% of the gross earned rate based on the person's employer and not less than 25% of their gross earned rate. The assumed annual gross earned rates range from 6.4 to 16.25 days depending on the employer. | The assumed annual sick leave accumulation for each individual is at their same rate as in the past (earned less used), but not more than 100% of the gross earned rate based on the person's employer and not less than 25% of their gross earned rate. |

\* Note that mortality assumptions were not applied to members who currently have healthcare coverage for more than one person since the benefit may be transferred to a beneficiary upon death.

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
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**NOTE 9 – Postemployment Benefits Other Than Pensions (continued)**

Actuarial assumptions are based upon experience studies conducted in 2021 on the WRS and Wisconsin Sick Leave Conversion Credit programs that covered a three-year period from January 1, 2018 to December 31, 2020.

**Long-Term Expected Return on Plan Assets.** The assets of the SHICC are commingled with assets from other benefit programs and invested in the Core Retirement Investment Trust (Core Fund). Earnings are allocated between the benefit programs based on the average balance invested for each program. The State of Wisconsin Investment Board (SWIB) manages the Core Fund with oversight by the SWIB Board of Trustees, as authorized in Wis. Stat. § 25.17. The long-term expected rate of return is reviewed every three years in conjunction with the Wisconsin Retirement System experience study.

Best estimates of geometric real rates of return of each major asset class included in the OPEB plan's target allocation are summarized in the following table:

**Wisconsin Supplemental Health Insurance Conversion Credit  
Asset Allocation Targets and Expected Returns<sup>1</sup>**

| Asset Class                       | As of<br>December 31, 2023 |  | As of<br>December 31, 2022 |  |
|-----------------------------------|----------------------------|--|----------------------------|--|
|                                   | Asset<br>Allocation        | Long-Term<br>Expected<br>Real Rate<br>of Return <sup>2</sup> | Asset<br>Allocation        | Long-Term<br>Expected<br>Real Rate<br>of Return <sup>2</sup> |
| Public Equity                     | 40.0%                      | 4.5%   | 48.0%                      | 5.0%   |
| Public Fixed Income               | 27.0%                      | 3.0%   | 25.0%                      | 2.7%   |
| Inflation Sensitive Assets        | 19.0%                      | 1.7%   | 19.0%                      | 1.1%   |
| Real Estate                       | 8.0%                       | 3.0%   | 8.0%                       | 2.6%   |
| Private Equity/Debt               | 18.0%                      | 6.7%   | 15.0%                      | 6.9%   |
| Leverage <sup>3</sup>             | (12.0)%                    | 1.0%   | (15.0)%                    | NA   |
| Total Core Fund                   | <u>100.0%</u>              | 4.6%   | <u>100.0%</u>              | 4.8%   |
| Long-Term Expected Rate of Return |                            | 6.8%   |                            | 6.8%   |

<sup>1</sup>Asset Allocations are managed within established ranges; target percentages may differ from actual monthly allocations

<sup>2</sup>New England Pension Consultants Long Term U.S. CPI (Inflation) Forecast: 2.7% (2023); 2.5% (2022)

<sup>3</sup>The investment policy used for the Core Fund involves reducing equity exposure by leveraging lower-volatility assets, such as fixed income securities. Currently, an asset allocation target of 12% policy leverage is used, subject to an allowable range of up to 20%.

The long-term expected rate of return is 6.8 percent for the current and prior year. The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

**Single Discount Rate.** A single discount rate of 6.8 percent was used to measure the Total OPEB Asset for the current and prior year. This single discount rate was based on the expected rate of return on OPEB plan investments of 6.8 percent. The projection of cash flows used to determine this single discount rate assumed that employer contributions will be made at rates equal to the

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
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**NOTE 9 – Postemployment Benefits Other Than Pensions (continued)**

actuarially determined contribution rate. Based on these assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the Total OPEB Asset and projections were excluded from this report.

**Sensitivity of the University's Proportionate Share of Net OPEB Asset to Changes in the Discount Rate.** The following presents what the University's proportionate share of the net OPEB asset calculated using the discount rate, as well as what the University's proportionate share of the net OPEB liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower or higher than the current discount rate:

|                        | <b>1% Decrease in<br/>Discount Rate</b> | <b>Current<br/>Discount Rate</b> | <b>1% Increase in<br/>Discount Rate</b> |
|------------------------|---|----------------------------------|---|
| <b>June 30, 2024</b>   |   |                                  |   |
| Discount Rate          | 5.80 %                                  | 6.80 %                           | 7.80 %                                  |
| OPEB Liability/(Asset) | \$ 26,124,698                           | \$ (27,350,874)                  | \$ (73,432,569)                         |
| <b>June 30, 2023</b>   |   |                                  |   |
| Discount Rate          | 5.80 %                                  | 6.80 %                           | 7.80 %                                  |
| OPEB Asset             | \$ 4,212,620                            | \$ (45,140,684)                  | \$ (87,541,859)                         |

**Sensitivity of the University's Proportionate Share of Net OPEB Asset to Changes in the Healthcare Cost Trend Rates.** The following presents the University's proportionate share of the collective net OPEB asset, calculated using the assumed healthcare cost trend rate, as well as what the University's net OPEB asset would be if it were calculated using an assumed healthcare cost trend rate that is one percentage point lower or one percentage point higher than the current discount rate:

|                       | <b>1% Decrease in<br/>Discount Rate</b> | <b>Current<br/>Discount Rate</b> | <b>1% Increase in<br/>Discount Rate</b> |
|-----------------------|---|----------------------------------|---|
| <b>June 30, 2024</b>  |   |                                  |   |
| Healthcare Trend Rate | 4.50 %                                  | 5.50 %                           | 6.50 %                                  |
| OPEB Asset            | \$ (61,523,283)                         | \$ (27,350,874)                  | \$ 5,059,396                            |
| <b>June 30, 2023</b>  |   |                                  |   |
| Healthcare Trend Rate | 4.75 %                                  | 5.75 %                           | 6.75 %                                  |
| OPEB Asset            | \$ (75,687,268)                         | \$ (45,140,684)                  | \$ (15,668,945)                         |

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
**Years Ended June 30, 2024 and 2023**

**NOTE 10 – Deferred Outflows and Deferred Inflows of Resources**

At June 30, 2024 and June 30, 2023, the University reported deferred outflows of resources from the following sources:

| <u>Deferred Outflows of Resources</u>   | <u>Pension</u>         | <u>Other<br/>Postemployment<br/>Benefits</u> | <u>Debt<br/>Refundings</u> | <u>Other</u>        | <u>Total</u>            |
|---|------------------------|--|----------------------------|---------------------|-------------------------|
| <b>Fiscal Year 2024</b>   |                        |  |                            |                     |                         |
| Differences between expected and actual experience  | \$ 806,531,991         | \$ 82,797,541                                | \$ —                       | \$ —                | \$ 889,329,532          |
| Net differences between projected and actual earnings on pension and OPEB plan investments                    | 697,083,300            | 27,457,655                                   | —                          | —                   | 724,540,955             |
| Employer contributions subsequent to the measurement date   | 132,236,932            | 29,410,800                                   | —                          | —                   | 161,647,732             |
| Changes in Actuarial Assumptions  | 87,188,743             | 153,600,144                                  | —                          | —                   | 240,788,887             |
| Changes in proportion and differences between employer contributions and proportionate share of contributions | 811,978                | 18,256,178                                   | —                          | —                   | 19,068,156              |
| Unamortized Losses  | —                      | —  | 13,620,807                 | —                   | 13,620,807              |
| Asset Retirement Obligations  | —                      | —  | —                          | 7,798,465           | 7,798,465               |
| Total Deferred Outflows   | <u>\$1,723,852,944</u> | <u>\$ 311,522,318</u>                        | <u>\$ 13,620,807</u>       | <u>\$ 7,798,465</u> | <u>\$ 2,056,794,534</u> |
| <b>Fiscal Year 2023</b>   |                        |  |                            |                     |                         |
| Differences between expected and actual experience  | \$1,130,386,889        | \$ 53,166,566                                | \$ —                       | \$ —                | 1,183,553,455           |
| Net differences between projected and actual earnings on pension and OPEB plan investments                    | 1,205,674,697          | 41,693,054                                   | —                          | —                   | 1,247,367,751           |
| Employer contributions subsequent to the measurement date   | 104,726,993            | 23,454,723                                   | —                          | —                   | 128,181,716             |
| Changes in Actuarial Assumptions  | 139,563,147            | 139,737,232                                  | —                          | —                   | 279,300,379             |
| Changes in proportion and differences between employer contributions and proportionate share of contributions | 1,374,812              | 12,575,151                                   | —                          | —                   | 13,949,963              |
| Unamortized Losses  | —                      | —  | 19,051,220                 | —                   | 19,051,220              |
| Asset Retirement Obligations  | —                      | —  | —                          | 8,721,790           | 8,721,790               |
| Total Deferred Outflows   | <u>\$2,581,726,538</u> | <u>\$ 270,626,726</u>                        | <u>\$ 19,051,220</u>       | <u>\$ 8,721,790</u> | <u>\$ 2,880,126,274</u> |

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
**Years Ended June 30, 2024 and 2023**

**NOTE 10 – Deferred Outflows and Deferred Inflows of Resources (continued)**

At June 30, 2024 and June 30, 2023, the University reported deferred inflows of resources from the following sources:

| <u>Deferred Inflows of Resources</u>  | <u>Pension</u>         | <u>Other<br/>Postemployment<br/>Benefits</u> | <u>Debt<br/>Refundings</u> | <u>Other</u>         | <u>Total</u>            |
|---|------------------------|--|----------------------------|----------------------|-------------------------|
| <b>Fiscal Year 2024</b>   |                        |  |                            |                      |                         |
| Differences between expected and actual experience  | \$1,068,256,587        | \$ 73,633,055                                | \$ —                       | \$ —                 | \$ 1,141,889,642        |
| Net differences between projected and actual earnings on pension and OPEB plan investments                    | —                      | —  | —                          | —                    | —                       |
| Changes in Actuarial Assumptions  | —                      | 194,124,617                                  | —                          | —                    | 194,124,617             |
| Changes in proportion and differences between employer contributions and proportionate share of contributions | 1,943,119              | 6,910,399                                    | —                          | —                    | 8,853,518               |
| Unamortized Gains   | —                      | —  | 21,536,811                 | —                    | 21,536,811              |
| Leases Receivable   | —                      | —  | —                          | 19,705,967           | 19,705,967              |
| Gifts   | —                      | —  | —                          | 16,418               | 16,418                  |
| Total Deferred Inflows  | <u>\$1,070,199,706</u> | <u>\$ 274,668,071</u>                        | <u>\$ 21,536,811</u>       | <u>\$ 19,722,385</u> | <u>\$ 1,386,126,973</u> |
| <b>Fiscal Year 2023</b>   |                        |  |                            |                      |                         |
| Differences between expected and actual experience  | \$1,485,074,545        | \$ 89,005,667                                | \$ —                       | \$ —                 | \$ 1,574,080,212        |
| Net differences between projected and actual earnings on pension and OPEB plan investments                    | —                      | —  | —                          | —                    | —                       |
| Changes in Actuarial Assumptions  | —                      | 238,227,230                                  | —                          | —                    | 238,227,230             |
| Changes in proportion and differences between employer contributions and proportionate share of contributions | 562,444                | 9,397,996                                    | —                          | —                    | 9,960,440               |
| Unamortized Gains   | —                      | —  | 23,831,801                 | —                    | 23,831,801              |
| Leases Receivable   | —                      | —  | —                          | 20,519,845           | 20,519,845              |
| Gifts   | —                      | —  | —                          | 19,315               | 19,315                  |
| Total Deferred Inflows  | <u>\$1,485,636,989</u> | <u>\$ 336,630,893</u>                        | <u>\$ 23,831,801</u>       | <u>\$ 20,539,160</u> | <u>\$ 1,866,638,843</u> |

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
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**NOTE 11 – Other Organizations**

GASB Statement No. 14, *The Financial Reporting Entity*; GASB Statement No. 39, *Determining Whether Certain Organizations Are Component Units, an amendment of GASB Statement No. 14*; GASB Statement No. 61, *The Financial Reporting Entity: Omnibus, an amendment of GASB Statements No. 14 and No. 34*; GASB Statement No. 80, *Blending Requirements for Certain Component Units, an amendment of GASB Statement No. 14*; and GASB Statement No. 90, *Majority Equity Interests—An Amendment of GASB Statements No. 14 and No. 61* provide guidance in determining whether organizations are to be included as part of a reporting entity. The University has defined significance as 5% of the primary government (individual campus) that the potential component unit exists to support. The University has determined that the Campus Foundations individually and in aggregate exceed the 5% threshold and therefore are disclosed in these financial statements as discretely presented component units. Campus Foundations have fiscal year reporting periods that end on either December 31 or June 30. The following pages show the summarized financial information of the major component unit campus foundations for the most current audited financial reporting period available.

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**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
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**NOTE 11 – Other Organizations (continued)**

**A – University of Wisconsin Medical Foundation**

The University of Wisconsin Medical Foundation (UWMF) is the not-for-profit clinical practice organization for the faculty physicians of the School of Medicine and Public Health within the UW-Madison and is reported as a blended component unit of the University of Wisconsin Hospitals and Clinics Authority. The UWMF provides clinical sites, technical and professional staff, and administrative services for the UW-Madison faculty physicians group.

During fiscal year 2007-08, the Wisconsin Department of Health Services (DHS) implemented a Certified Public Expenditure (CPE) program for the services the University faculty physicians group provides to Medical Assistance (MA) recipients. Because the University faculty physicians group qualifies as a public provider, it is eligible to receive cost-based reimbursement under federal MA rules.

Under the CPE program, DHS is able to claim additional federal MA funds based upon the difference between the established MA reimbursement rate for the services provided by the UW-Madison faculty physicians group and the actual cost of providing those services. To enable the draw of these federal funds by DHS, UW-Madison remitted a total of \$14.8 million to DHS during fiscal year 2024 and \$6.9 million in fiscal year 2023, representing the state's share of this difference. DHS then claimed the federal share of the difference from the federal government and subsequently provided \$43.3 million during fiscal year 2024 and \$19.8 million during fiscal year 2023, representing both the state and federal share of the difference, to the UWMF. In addition, transfers of \$28.4 million and \$12.9 million were made by UW-Madison to the MA Trust Fund under this program during fiscal year 2024 and fiscal year 2023, respectively, reported as a transfer to state agencies on the financial statements.

During fiscal year 2024, the UWMF remitted \$43.3 million to UW-Madison as reimbursement for payments to DHS during fiscal year 2023. During fiscal year 2023, the UWMF remitted \$19.8 million to UW-Madison as reimbursement for payments to DHS during fiscal year 2022.

In addition, UW-Madison incurred expenditures for which reimbursement was received from the UWMF. Of the \$211.9 million expended in fiscal year 2024, \$198.2 million was for salaries and fringe benefits of staff in the UW-Madison School of Medicine. In fiscal year 2023, of the \$181.8 million expended, \$165.5 million was for salaries and fringe benefits of staff in the UW-Madison School of Medicine.

**B – University of Wisconsin Hospitals and Clinics Authority**

The University of Wisconsin Hospitals and Clinics Authority (UWHCA), pursuant to an act of the Wisconsin State Legislature, began operating on June 29, 1996 as a separate public authority, and is reported as a discrete component unit within the financial statements of the State of Wisconsin. As required by this legislation, the University has entered into various affiliation and operating agreements with UWHCA, including a lease agreement. Under the terms of the lease, UWHCA makes payments equal to the debt service on all outstanding bonds issued by the State of Wisconsin to acquire, construct, or improve the leased facilities. At June 30, 2024, the present value of these future lease payments totaled \$6,581, compared to \$7,562 at June 30, 2023, an amount equal to the principal on the related bonds outstanding; the asset is included on the statement of net position as part of the capital lease receivable, and the related debt is included as part of the total University bonds outstanding of \$1,398.8 million and \$1,431.4 million at June 30, 2024 and June 30, 2023, respectively. The leased facilities are not included as part of the University's investment in buildings since they have been reported by UWHCA in their audited financial statements in accordance with the generally accepted accounting principles that pertain to the reporting of leased assets.



**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
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**NOTE 11 – Other Organizations (continued)**

During the fiscal year ended June 30, 2024, the University received services from UWHCA totaling \$5.2 million and provided services to UWHCA totaling \$56.3 million, compared to amounts for fiscal year ended June 30, 2023 of \$4.9 million and \$52.7 million. The cost of the services provided and the associated revenue are separately identified in the Statement of Revenues, Expenses, and Changes in Net Position. The amounts spent for services received are included as salaries and fringe benefits and supplies and services expenses on this statement. The services received were funded by an equivalent amount of state appropriations revenue.

**C – The Wisconsin Institutes for Discovery**

The Wisconsin Institutes for Discovery, which opened in December 2010, is a visionary public-private facility that has taken shape as an innovative building housing two world-class biomedical research institutes and a public space known as the Town Center for campus and community members to gather and collaborate. The public institute, the Wisconsin Institute for Discovery, is organized under the UW-Madison Graduate School. The private portion of the facility is owned by the Wisconsin Alumni Research Foundation (WARF), which is an independent, nonprofit foundation chartered to support research at UW-Madison and the designated technology transfer organization for the university. The facility was originally undertaken with \$50.0 million in State of Wisconsin and University funding, \$110.0 million contributed by WARF, and a \$50.0 million donation from a private donor. The Morgridge Institute for Research, an independent IRC 501(c)(3) medical research organization, occupies the majority of the WARF-owned portion of the building.

The Wisconsin Institutes for Discovery facility is a 300,000 square foot building located at 330 North Orchard Street in Madison, Wisconsin. Since the University initially owned all of this land, the University and WARF became parties to a Real Property Exchange Agreement dated January 19, 2007. Under the terms of the Exchange Agreement, the University agreed to convey to WARF a portion of this land, and WARF agreed to convey to the University properties of equal value as defined in the agreement. In fiscal years 2008-09 and 2010-11, the University recorded \$4.3 million and \$7.7 million, respectively, as Land and Capital Contributions for the fair market value of the properties WARF has conveyed to the Universities of Wisconsin under this agreement. The remainder of the property was transferred to the Board of Regents of the University in November 2016. As such, The Wisconsin Institutes for Discovery does not meet the criteria of a component unit of the University.

The Wisconsin Institutes for Discovery is operated as a condominium. University and WARF are the members of The Wisconsin Institutes for Discovery Condominium Association, Inc. (Association), as set forth in the Condominium Declaration dated September 25, 2009. Ownership of the facility has been determined to be 30% University and 70% WARF. Of the total capitalized cost, the University capitalized \$60.1 million as Buildings, and the remaining amount was capitalized by WARF. Under the terms of the Condominium Declaration, the Association contracts with WARF for purposes of the management and operation of the property. The parties also entered into an Operating and Services Agreement that sets forth the mutually agreed upon specifics of such management and operation.

**D – La Crosse Medical Health Science Education Research Center**

On June 6, 1997, the Board of Regents entered into a Use Agreement with The La Crosse Medical Health Science Consortium, Inc. (The Consortium), a Wisconsin non-stock corporation tax exempt under IRC 501(c)(3) with offices at 1725 State Street, La Crosse, Wisconsin. As such, The Consortium does not meet the criteria of a component unit of the University.

The Use Agreement makes available the exclusive use of the La Crosse Medical Health Science Education Research Center to The Consortium. As required by this Use Agreement, the University has entered into various operating agreements with The Consortium, including a lease agreement. Under the terms of the lease, The Consortium made payments equal to the debt service on all

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**NOTE 11 - Other Organizations (continued)**

outstanding bonds issued by the State of Wisconsin to acquire, construct, or improve the leased facilities. All lease payments were made as of June 30, 2020 and all obligations satisfied. The leased facilities are not included as part of the University's investment in buildings since they have been reported by The Consortium in their audited financial statements in accordance with the generally accepted accounting principles that pertain to the reporting of leased assets.

During the fiscal years ended June 30, 2024 and 2023, the University provided services and rent to The Consortium totaling \$0.7 million and \$0.7 million, respectively. The cost of the services provided, and the associated revenue are included in the Statement of Revenues, Expenses, and Changes in Net Position. The amounts spent for services received are included as salaries and fringe benefits and supplies and services expenses on this statement. The services received were funded by an equivalent amount of revenue from state appropriations.

**E - Funds Held In Trust by Others**

Funds held in trust by others are endowment funds held by trustees outside of the University Trust Funds for the benefit of the University. The market value of these funds amounted to \$173.4 million at June 30, 2024, compared with \$210.1 million at June 30, 2023. During fiscal year 2024, \$1.3 million of these funds was made available by the trustees for spending. In fiscal year 2023, \$1.6 million of these funds was made available by the trustees for spending.

**UNIVERSITIES OF WISCONSIN**  
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**NOTE 12 – Operating Expenses by Functional Classification**

Operating expenses by functional classification for the fiscal year ended June 30, 2024:

|                                 | <b>Salary and Fringe Benefits</b> | <b>Scholarships and Fellowships</b> | <b>Supplies and Services</b> | <b>Other</b>         | <b>Depreciation and Amortization</b> | <b>Total</b>            |
|---------------------------------|-----------------------------------|-------------------------------------|------------------------------|----------------------|--------------------------------------|-------------------------|
| Instruction                     | \$ 1,403,045,508                  | \$ 1,382,540                        | \$ 155,470,257               | \$ 7,884,108         | \$ —                                 | \$ 1,567,782,413        |
| Research                        | 954,291,684                       | 4,396,886                           | 399,652,080                  | 3,732,411            | —                                    | 1,362,073,061           |
| Public Service                  | 261,996,762                       | 653,360                             | 161,525,700                  | 15,713,468           | —                                    | 439,889,290             |
| Academic Support                | 388,643,281                       | 339,260                             | 68,150,509                   | 560,023              | —                                    | 457,693,073             |
| Student Services                | 405,519,094                       | 687,919                             | 227,127,579                  | 4,382,657            | —                                    | 637,717,249             |
| Institutional Support           | 342,797,389                       | 20,779                              | 282,093                      | 93,060               | —                                    | 343,193,321             |
| Operation/Maintenance           | 202,981,977                       | (18,284)                            | 196,241,372                  | 1,050,133            | —                                    | 400,255,198             |
| Financial Aid                   | 125,310,971                       | 198,866,936                         | 997,951                      | 1,639,610            | —                                    | 326,815,468             |
| Auxiliary Enterprises           | 133,523,251                       | 4,816                               | 245,439,846                  | 6,677,451            | —                                    | 385,645,364             |
| Other Functions                 | 8,569,318                         | (686,247)                           | 58,916,159                   | 6,235                | —                                    | 66,805,465              |
| Depreciation and Amortization   | —                                 | —                                   | —                            | —                    | 475,888,040                          | 475,888,040             |
| <b>Total Operating Expenses</b> | <b>\$ 4,226,679,235</b>           | <b>\$ 205,647,965</b>               | <b>\$ 1,513,803,546</b>      | <b>\$ 41,739,156</b> | <b>\$ 475,888,040</b>                | <b>\$ 6,463,757,942</b> |

Operating expenses totaled \$6.5 billion. Salary and fringe benefits; scholarships and fellowships; and supplies and services and other expenses constituted 65.4%, 3.2%, and 24.0% of total operating expenses, respectively. Depreciation and amortization comprised \$475.9 million or 7.4% of total operating expenses.

Operating expenses by functional classification for the fiscal year ended June 30, 2023:

|                                 | <b>Salary and Fringe Benefits</b> | <b>Scholarships and Fellowships</b> | <b>Supplies and Services</b> | <b>Other</b>         | <b>Depreciation and Amortization</b> | <b>Total</b>            |
|---------------------------------|-----------------------------------|-------------------------------------|------------------------------|----------------------|--------------------------------------|-------------------------|
| Instruction                     | \$ 1,520,463,307                  | \$ 3,321,782                        | \$ 143,575,066               | \$ 161,280           | \$ —                                 | \$ 1,667,521,435        |
| Research                        | 862,414,276                       | 4,023,324                           | 376,101,612                  | 2,481,333            | —                                    | 1,245,020,545           |
| Public Service                  | 240,843,494                       | 945,500                             | 150,049,799                  | 17,413,052           | —                                    | 409,251,845             |
| Academic Support                | 360,413,453                       | 339,651                             | 109,394,930                  | (302,043)            | —                                    | 469,845,991             |
| Student Services                | 379,124,247                       | 579,452                             | 198,080,556                  | (860,056)            | —                                    | 576,924,199             |
| Institutional Support           | 311,272,621                       | (150,059)                           | 6,042,538                    | 118,589              | —                                    | 317,283,689             |
| Operation/Maintenance           | 178,796,260                       | 18,284                              | 146,531,086                  | 635,689              | —                                    | 325,981,319             |
| Financial Aid                   | 124,278,672                       | 182,877,410                         | (306,539)                    | (931,047)            | —                                    | 305,918,496             |
| Auxiliary Enterprises           | 125,548,495                       | 19,365                              | 186,923,627                  | (32,687)             | —                                    | 312,458,800             |
| Other Functions                 | 20,300,148                        | 686,247                             | 145,355,342                  | 6,337                | —                                    | 166,348,074             |
| Depreciation and Amortization   | —                                 | —                                   | —                            | —                    | 440,619,039                          | 440,619,039             |
| <b>Total Operating Expenses</b> | <b>\$ 4,123,454,973</b>           | <b>\$ 192,660,956</b>               | <b>\$ 1,461,748,017</b>      | <b>\$ 18,690,447</b> | <b>\$ 440,619,039</b>                | <b>\$ 6,237,173,432</b> |

Operating expenses totaled \$6.2 billion. Salary and fringe benefits; scholarships and fellowships; and supplies and services and other expenses constituted 66.1%, 3.1%, and 23.7% of total operating expenses, respectively. Depreciation and amortization comprised \$440.6 million or 7.1% of total operating expenses.

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**NOTE 13 – Classification of Net Position**

Net Position is reported in the following categories: Net Investment in Capital Assets, Restricted - Nonexpendable, Restricted - Expendable, and Unrestricted.

Net Investment in Capital Assets includes assets, such as buildings, construction in progress, and equipment, that are reported net of related debt. Restricted funds are those that have externally-imposed stipulations. Restricted - Nonexpendable funds are those that must be permanently maintained, such as permanent endowments. Restricted - Expendable includes balances such as those for quasi-endowments; segregated fees; student loans; federal aid; and gifts, grants, and contracts. These funds are expendable subject to actions of the University that are pursuant to stipulations or may become expendable by the passage of time. Unrestricted funds are those that are not subject to external stipulations. However, most of the unrestricted funds have been identified for academic and research programs and initiatives, and capital programs.

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**UNIVERSITIES OF WISCONSIN**  
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**NOTE 13 – Classification of Net Position (continued)**

The amounts within each category at June 30, 2024 and June 30, 2023 are as follows:

|  | <u>2024</u>            | <u>2023</u>            |
|--|------------------------|------------------------|
| Net Investment in Capital Assets                     | \$4,270,453,360        | \$4,069,318,101        |
| Restricted - Nonexpendable Permanent Endowment       | 255,663,612            | 239,302,589            |
| Restricted - Expendable                              |                        |                        |
| Restricted for Pensions                              | —                      | —                      |
| Restricted for Other Postemployment Benefits         | 27,350,874             | 45,140,684             |
| Restricted Endowment Earnings                        | 1,133,796              | 1,117,365              |
| Restricted Donor Investments                         | 331,263,472            | 322,829,948            |
| Auxiliary Operations - Segregated Fees               | 89,085,858             | 104,569,525            |
| Restricted for Student Loans                         |                        |                        |
| Federal Aid  | 15,013,988             | 15,659,321             |
| Gifts  | 79,800,385             | 58,865,472             |
| Endowment Funds                                      | 40,568,656             | 26,437,424             |
| Subtotal   | <u>135,383,029</u>     | <u>100,962,217</u>     |
| Restricted - Other                                   |                        |                        |
| Federal Aid  | 88,851,540             | 96,048,349             |
| Gifts and Nonfederal Grants & Contracts              | 354,617,961            | 327,940,185            |
| Construction Fund                                    | 318,265,364            | 341,728,900            |
| Segregated Revenue                                   | 1,922,349              | 1,714,816              |
| All Other Restricted Program Revenue                 | 3,208,793              | 3,542,907              |
| Subtotal   | <u>766,866,007</u>     | <u>770,975,157</u>     |
| Total Restricted - Expendable                        | 1,351,083,036          | 1,345,594,896          |
| Unrestricted   |                        |                        |
| Tuition (Academic & Extension Student Fees)          | 132,318,857            | 138,160,509            |
| General Operations                                   | 200,070,650            | 155,969,893            |
| Auxiliary Operations (Non-Segregated Fee)            | 219,482,758            | 216,204,776            |
| Indirect Cost Reimbursement                          | 265,375,274            | 276,238,854            |
| Quasi-Endowment Funds                                | 53,417,606             | 47,625,416             |
| Unrestricted Donor Investments                       | 34,680,093             | 40,471,476             |
| All Other Unrestricted Program Revenue               | 22,783,335             | 26,719,623             |
| Gifts and Nonfederal Grants & Contracts <sup>^</sup> | 78,451,477             | 79,708,729             |
| Federal Aid <sup>^</sup>                             | (53,279,560)           | (74,899,517)           |
| All Other Non-Program Revenue <sup>*</sup>           | (107,116,508)          | (180,235,787)          |
| Total Unrestricted                                   | <u>846,183,982</u>     | <u>725,963,972</u>     |
| Total Net Position                                   | <u>\$6,723,383,990</u> | <u>\$6,380,179,558</u> |

<sup>^</sup> Funds are typically collected on a reimbursement basis which could result in a negative balance at year end.

<sup>\*</sup> The negative balance results primarily from an accumulating effect of accrual entries on General Purpose Revenue and Segregated Revenue funds.

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**NOTE 13 – Classification of Net Position (continued)**

The following table shows reclassifications which are done to conform to reporting requirements related to the State of Wisconsin's ACFR. As a reporting entity, the University cannot exercise total discretion over the use of net position of segregated fee auxiliary operations because of statutory mandates; however, they do have discretion in the use of the net position of quasi-endowments reported as unrestricted.

ACFR reclassifications as of June 30, 2024 (in millions):

|                                  | <b>Universities<br/>of Wisconsin</b> | <b>Auxiliary<br/>Operations</b> | <b>Endowments</b> | <b>Student<br/>Loans</b> | <b>State of<br/>Wisconsin<br/>ACFR</b> |
|----------------------------------|--------------------------------------|---------------------------------|-------------------|--------------------------|--|
| Net Investment in Capital Assets | \$ 4,270.5                           | \$ —                            | \$ —              | \$ —                     | \$ 4,270.5                             |
| Restricted for                   |                                      |                                 |                   |                          |  |
| OPEB                             | 27.4                                 | —                               | —                 | —                        | 27.4                                   |
| Nonexpendable                    | 255.7                                | —                               | —                 | —                        | 255.7                                  |
| Expendable                       | 421.5                                | (89.1)                          | 53.4              | —                        | 385.8                                  |
| Student Loans                    | 135.4                                | —                               | —                 | (135.4)                  | —                                      |
| Other                            | 766.9                                | —                               | —                 | 135.4                    | 902.3                                  |
| Unrestricted                     | 846.2                                | 89.1                            | (53.4)            | —                        | 881.9                                  |
| Total Net Position               | <u>\$ 6,723.6</u>                    | <u>\$ —</u>                     | <u>\$ —</u>       | <u>\$ —</u>              | <u>\$ 6,723.6</u>                      |

ACFR reclassifications, restated, as of June 30, 2023 (in millions):

|                                  | <b>Universities<br/>of Wisconsin</b> | <b>Auxiliary<br/>Operations</b> | <b>Endowments</b> | <b>Student<br/>Loans</b> | <b>State of<br/>Wisconsin<br/>ACFR</b> |
|----------------------------------|--------------------------------------|---------------------------------|-------------------|--------------------------|--|
| Net Investment in Capital Assets | \$ 4,069.3                           | \$ —                            | \$ —              | \$ —                     | \$ 4,069.3                             |
| Restricted for                   |                                      |                                 |                   |                          |  |
| OPEB                             | 45.1                                 | —                               | —                 | —                        | 45.1                                   |
| Nonexpendable                    | 239.3                                | —                               | —                 | —                        | 239.3                                  |
| Expendable                       | 428.5                                | (104.6)                         | 47.6              | —                        | 371.5                                  |
| Student Loans                    | 101.0                                | —                               | —                 | (101.0)                  | —                                      |
| Other                            | 771.0                                | —                               | —                 | 101.0                    | 872.0                                  |
| Unrestricted                     | 726.0                                | 104.6                           | (47.6)            | —                        | 783.0                                  |
| Total Net Position               | <u>\$ 6,380.2</u>                    | <u>\$ —</u>                     | <u>\$ —</u>       | <u>\$ —</u>              | <u>\$ 6,380.2</u>                      |

**UNIVERSITIES OF WISCONSIN**  
**Notes to the Financial Statements**  
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**NOTE 14 – Prior Period Adjustments and Other Restatements**

Neither the June 30, 2024 nor the June 30, 2023 Statement of Net Position include a prior period adjustment or other restatement.

**NOTE 15 – Contingent Liabilities**

The Universities of Wisconsin is covered by the State of Wisconsin's self-funded program with settlements or judgments paid from the State Risk Management Fund. Loss experience is charged back to the individual University of Wisconsin public universities in subsequent years based on exposure and experience with caps in place for large losses.

The Universities of Wisconsin is party in a number of legal actions. While final resolutions have not yet been determined, management is of the opinion that any liabilities resulting from these actions will not have a material adverse effect on the Universities of Wisconsin's financial position.

**NOTE 16 – Subsequent Events**

In September 2024, the State of Wisconsin issued \$267.3 million of 2024 Series C general obligation notes to be used for the acquisition, construction, development, extension, enlargement or improvement of land, water, property, highways, buildings, equipment or facilities for public purposes. The interest rates associated with these bonds were set at 5.0 percent payable semiannually beginning May 1, 2025. The bonds mature annually May 1, 2026 through and including May 1, 2045. The total par amount of the 2024 Series C bonds that was issued for Universities of Wisconsin purposes is \$116.4 million.

In August 2024, the State of Wisconsin issued \$301.2 million of 2024 Series 2 general obligation refunding bonds to be used for the current refunding of certain principal of previously issued general obligation bonds. The interest rate associated with these bonds were set at 5.0 percent payable semiannually beginning November 1, 2024. The bonds mature annually beginning May 1, 2025 through and including May 1, 2030, and May 1, 2031 through and including May 1, 2034.

In February 2024, the State of Wisconsin entered into a forward delivery bond purchase agreement for the issuance of 2025 Series 1 general obligation refunding bonds and a preliminary closing for those bonds occurred in March 2024. Subject to the forward delivery agreement, the State of Wisconsin expects to issue \$89.0 million of 2025 Series 1 general obligation refunding bonds in February 2025 to be used for the current refunding of certain principal of previously issued general obligation bonds. When issued, the interest rates are expected to be 5.0 percent payable semiannually beginning November 1, 2025. The bonds mature annually May 1, 2033 through and including May 1, 2036.

In July 2024, the State of Wisconsin entered into a forward delivery bond purchase agreement for the issuance of 2025 Series 2 general obligation refunding bonds and a preliminary closing for those bonds occurred in August 2024. Subject to the forward delivery agreement, the State expects to issue \$253.8 million of 2025 Series 2 general obligation refunding bonds in February 2025 to be used for the current refunding of certain principal of previously issued general obligation bonds. When issued, the interest rates are expected to be 5.0 percent payable semiannually beginning November 1, 2025. The bonds mature annually May 1, 2026 through and including May 1, 2029, and May 1, 2038.





*Years Ended June 30, 2024 and 2023*

**REQUIRED SUPPLEMENTARY INFORMATION**

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**UNIVERSITIES OF WISCONSIN**  
**Required Supplementary Information and**  
**Notes to Required Supplementary Information**  
**Years Ended June 30, 2024 and 2023**

**Universities of Wisconsin's Proportionate Share of the Net Pension Liability (Asset)**  
 Wisconsin Retirement System

The University's proportionate share of the net pension liability (NPL) or net pension (asset) (NPA) of the Wisconsin Retirement System is provided below:

| <b>Fiscal Year*</b> | <b>Proportion of the NPL (NPA)</b> | <b>Proportionate Share of the NPL (NPA)</b> | <b>Covered Payroll</b> | <b>Proportionate Share as a Percentage of Covered Payroll</b> | <b>WRS' Net Position as a Percentage of the Total Pension Liability</b> |
|---------------------|------------------------------------|---|------------------------|---|---|
| 2024                | 13.45%                             | \$200,033,237                               | \$2,590,291,129        | 7.72%   | 98.85%  |
| 2023                | 13.40%                             | \$709,734,328                               | \$2,385,255,376        | 29.76%  | 95.72%  |
| 2022                | 13.46%                             | \$(1,085,067,412)                           | \$2,353,339,815        | (46.11)%  | 106.02%   |
| 2021                | 13.32%                             | \$(831,629,182)                             | \$2,197,452,793        | (37.85)%  | 105.26%   |
| 2020                | 13.35%                             | \$(430,532,171)                             | \$2,141,382,732        | (20.11)%  | 102.96%   |
| 2019                | 13.34%                             | \$474,419,425                               | \$2,034,643,431        | 23.32%  | 96.54%  |
| 2018                | 13.44%                             | \$(399,079,716)                             | \$1,967,891,964        | (20.28)%  | 102.93%   |
| 2017                | 13.54%                             | \$112,698,659                               | \$1,929,105,545        | 5.79%   | 99.10%  |
| 2016                | 13.59%                             | \$220,459,696                               | \$1,924,520,818        | 11.47%  | 98.20%  |
| 2015                | 13.44%                             | \$(330,166,674)                             | \$1,896,092,723        | 17.41%  | 102.74%   |

\*The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year.

**Universities of Wisconsin's Pension Contributions**  
 Wisconsin Retirement System

The University's pension contributions to the Wisconsin Retirement System are provided below:

| <b>Fiscal Year*</b> | <b>Contractually Required Contributions</b> | <b>Contributions Made</b> | <b>Contribution Deficiency (Excess)</b> | <b>Covered Payroll</b> | <b>Contributions Made as a Percentage of Covered Payroll</b> |
|---------------------|---|---------------------------|---|------------------------|--|
| 2024                | \$177,390,835                               | \$177,390,835             | \$—                                     | \$2,590,291,129        | 6.85%  |
| 2023                | \$156,086,421                               | \$156,086,421             | \$—                                     | \$2,385,255,376        | 6.54%  |
| 2022                | \$159,624,608                               | \$159,624,608             | \$—                                     | \$2,353,339,815        | 6.78%  |
| 2021                | \$149,158,680                               | \$149,158,680             | \$—                                     | \$2,197,452,793        | 6.79%  |
| 2020                | \$140,901,540                               | \$140,901,540             | \$—                                     | \$2,141,382,732        | 6.58%  |
| 2019                | \$136,968,134                               | \$136,968,134             | \$—                                     | \$2,034,643,431        | 6.73%  |
| 2018                | \$134,517,079                               | \$134,517,079             | \$—                                     | \$1,967,891,964        | 6.84%  |
| 2017                | \$127,760,738                               | \$127,760,738             | \$—                                     | \$1,929,105,545        | 6.62%  |
| 2016                | \$131,542,672                               | \$131,542,672             | \$—                                     | \$1,924,520,818        | 6.84%  |
| 2015                | \$133,468,069                               | \$133,468,069             | \$—                                     | \$1,896,092,723        | 7.04%  |

\*The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year.

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**Notes to Required Supplementary Information**  
**Years Ended June 30, 2024 and 2023**

**Notes to Required Supplementary Information for the Year Ended June 30, 2024**  
Wisconsin Retirement System (continued)

*Changes of benefit terms.* There were no changes of benefit terms for any participating employer in WRS.

*Changes in assumptions.*

Based on a three-year experience study conducted in 2021 covering January 1, 2018 through December 31, 2020, the ETF Board adopted assumption changes that were used to measure the total pension liability beginning with the year-end December 31, 2021, including the following:

- Lowering the long-term expected rate of return from 7.0% to 6.8%
- Lowering the discount rate from 7.0% to 6.8%
- Lowering the price inflation rate from 2.5% to 2.4%
- Lowering the postretirement adjustments from 1.9% to 1.7%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2018 Mortality Table to the 2020 WRS Experience Mortality Table.

Based on a three-year experience study conducted in 2018 covering January 1, 2015 through December 31, 2017, the ETF Board adopted assumption changes that were used to measure the total pension liability beginning with the year-ended December 31, 2018, including the following:

- Lowering the long-term expected rate of return from 7.2% to 7.0%
- Lowering the discount rate from 7.2% to 7.0%
- Lowering the wage inflation rate from 3.2% to 3.0%
- Lowering the price inflation rate from 2.7% to 2.5%
- Lowering the postretirement adjustments from 2.1% to 1.9%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2012 Mortality Table to the Wisconsin 2018 Mortality Table.

**UNIVERSITIES OF WISCONSIN**  
**Required Supplementary Information and**  
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**Universities of Wisconsin's Proportionate Share of the OPEB Liability**  
Retiree Life Insurance Fund

The University's proportionate share of the OPEB liability is provided below:

| <b>Fiscal Year*</b> | <b>Proportion of the OPEB Liability</b> | <b>Proportionate Share of the OPEB Liability</b> | <b>Covered Payroll</b> | <b>Proportionate Share as a Percentage of Covered Payroll</b> | <b>Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability</b> |
|---------------------|---|--|------------------------|---|--|
| 2024                | 42.66%                                  | \$340,042,589                                    | \$1,505,841,000        | 22.6%   | 26.53%   |
| 2023                | 42.06%                                  | \$277,464,847                                    | \$1,414,648,000        | 19.6%   | 31.49%   |
| 2022                | 41.42%                                  | \$392,540,881                                    | \$1,307,842,000        | 30.0%   | 25.22%   |
| 2021                | 41.96%                                  | \$363,828,903                                    | \$1,296,225,000        | 28.1%   | 27.80%   |
| 2020                | 42.09%                                  | \$287,530,560                                    | \$1,253,058,000        | 23.0%   | 33.75%   |
| 2019                | 41.83%                                  | \$180,490,611                                    | \$1,205,222,000        | 15.0%   | 44.36%   |
| 2018                | 41.42%                                  | \$204,440,597                                    | \$1,318,898,190        | 15.5%   | 41.63%   |

\*The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year.

GASB standards require the presentation of 10 years of information. Because fiscal year 2018 was the first year for reporting this information, a full 10-year schedule will not be available until fiscal year 2027.

**Universities of Wisconsin's OPEB Contributions**  
Retiree Life Insurance Fund

The University's OPEB contributions are provided below:

| <b>Fiscal Year*</b> | <b>Contractually Required Contributions</b> | <b>Contributions Made</b> | <b>Contribution Deficiency (Excess)</b> | <b>Covered Payroll</b> | <b>Contributions Made as a Percentage of Covered Payroll</b> |
|---------------------|---|---------------------------|---|------------------------|--|
| 2024                | \$831,137                                   | \$831,137                 | \$—                                     | \$1,505,841,000        | 0.06%  |
| 2023                | \$747,217                                   | \$747,217                 | \$—                                     | \$1,414,648,000        | 0.05%  |
| 2022                | \$691,619                                   | \$691,619                 | \$—                                     | \$1,307,842,000        | 0.05%  |
| 2021                | \$644,090                                   | \$644,090                 | \$—                                     | \$1,296,225,000        | 0.05%  |
| 2020                | \$483,771                                   | \$483,771                 | \$—                                     | \$1,253,058,000        | 0.04%  |
| 2019                | \$580,265                                   | \$580,265                 | \$—                                     | \$1,205,222,000        | 0.05%  |
| 2018                | \$552,145                                   | \$552,145                 | \$—                                     | \$1,318,898,190        | 0.04%  |

\*The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year.

GASB standards require the presentation of 10 years of information. Because fiscal year 2018 was the first year for reporting this information, a full 10-year schedule will not be available until fiscal year 2027.

**UNIVERSITIES OF WISCONSIN**  
**Required Supplementary Information and**  
**Notes to Required Supplementary Information**  
**Years Ended June 30, 2024 and 2023**

**Notes Notes to Required Supplementary Information for the Year Ended June 30, 2024**  
Retiree Life Insurance Fund (continued)

*Changes of benefit terms.* There were no recent changes of benefit terms.

*Changes in assumptions.* In addition to the rate changes detailed in the tables above, the State of Wisconsin Employee Trust Fund Board adopted economic and demographic assumption changes based on a three year experience study performed for the Wisconsin Retirement System. These assumptions are used in the actuarial valuations of OPEB liabilities (assets) for the retiree life insurance programs and are summarized below.

The assumption changes that were used to measure the December 31, 2021 total OPEB liabilities, including the following:

- Lowering the price inflation rate from 2.5% to 2.4%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2018 Mortality Table to the 2020 WRS Experience Mortality Table.

The assumption changes that were used to measure the December 31, 2018 total OPEB liabilities, including the following:

- Lowering the long-term expected rate of return from 5.00% to 4.25%
- Lowering the wage inflation rate from 3.2% to 3.0%
- Lowering the price inflation rate from 2.7% to 2.5%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2012 Mortality Table to the Wisconsin 2018 Mortality Table.

**UNIVERSITIES OF WISCONSIN**  
**Required Supplementary Information and**  
**Notes to Required Supplementary Information**  
**Years Ended June 30, 2024 and 2023**

**Universities of Wisconsin's Proportionate Share of the OPEB Liability**  
Retiree Health Insurance Plan

The University's proportionate share of the OPEB liability is provided below:

| <b>Fiscal Year*</b> | <b>Proportion of the OPEB Liability</b> | <b>Proportionate Share of the OPEB Liability</b> | <b>Covered Payroll</b> | <b>Proportionate Share as a Percentage of Covered Payroll</b> |
|---------------------|---|--|------------------------|---|
| 2024                | 45.01%                                  | \$ 361,156,639                                   | \$ 1,979,627,014       | 18.2%   |
| 2023                | 44.56%                                  | \$ 319,554,275                                   | \$ 1,814,298,170       | 17.6%   |
| 2022                | 44.42%                                  | \$ 316,651,203                                   | \$ 1,761,454,534       | 18.0%   |
| 2021                | 44.78%                                  | \$ 287,515,221                                   | \$ 1,780,579,173       | 16.1%   |
| 2020                | 44.37%                                  | \$ 302,798,250                                   | \$ 1,725,367,417       | 17.6%   |
| 2019                | 43.95%                                  | \$ 237,204,014                                   | \$ 1,622,101,587       | 14.6%   |
| 2018                | 43.89%                                  | \$ 315,687,625                                   | \$ 1,577,063,898       | 20.0%   |

\*The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year.

GASB standards require the presentation of 10 years of information. Because fiscal year 2018 was the first year for reporting this information, a full 10-year schedule will not be available until fiscal year 2027.

**Universities of Wisconsin's OPEB Contributions**  
Retiree Health Insurance Plan

The University's OPEB contributions are provided below:

| <b>Fiscal Year*</b> | <b>Contractually Required Contributions</b> | <b>Contributions Made</b> | <b>Contribution Deficiency (Excess)</b> | <b>Covered Payroll</b> | <b>Contributions Made as a Percentage of Covered Payroll</b> |
|---------------------|---|---------------------------|---|------------------------|--|
| 2024                | \$ 501,895,900                              | \$ 501,895,900            | \$—                                     | \$ 1,979,627,014       | 25.4%  |
| 2023                | \$ 478,523,132                              | \$ 478,523,132            | \$—                                     | \$ 1,814,298,170       | 26.4%  |
| 2022                | \$ 471,298,165                              | \$ 471,298,165            | \$—                                     | \$ 1,761,454,534       | 26.8%  |
| 2021                | \$ 457,551,942                              | \$ 457,551,942            | \$—                                     | \$ 1,780,579,173       | 25.7%  |
| 2020                | \$ 437,853,488                              | \$ 437,853,488            | \$—                                     | \$ 1,725,367,417       | 25.4%  |
| 2019                | \$ 435,919,184                              | \$ 435,919,184            | \$—                                     | \$ 1,622,101,587       | 26.9%  |
| 2018                | \$ 433,914,171                              | \$ 433,914,171            | \$—                                     | \$ 1,577,063,898       | 27.5%  |

\*The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year.

GASB standards require the presentation of 10 years of information. Because fiscal year 2018 was the first year for reporting this information, a full 10-year schedule will not be available until fiscal year 2027.

**Notes to Required Supplementary Information for the Year Ended June 30, 2024**  
Retiree Health Insurance Plan

*Changes of benefit terms.* There were no changes of benefit terms.

*Changes in assumptions.*

Changes Effective June 30, 2023

Retiree contribution and associated trend rates were updated to reflect recent experience and known premium rates.

**UNIVERSITIES OF WISCONSIN**  
**Required Supplementary Information and**  
**Notes to Required Supplementary Information**  
**Years Ended June 30, 2024 and 2023**

**Notes to Required Supplementary Information for the Year Ended June 30, 2024**

Retiree Health Insurance Plan (continued)

Healthcare claims costs, administrative expenses and trend rates were updated to reflect recent experience and known premium rates.

The effective discount rate for June 30, 2023, was 3.65%. The effective discount rate as of June 30, 2022 was 3.54%.

The actuarial factors used to estimate individual retiree and spouse costs by age and by gender were updated. The new factors are based on a review of historical claims experience by age, gender, and status (active vs retired) from the actuary's claims data warehouse.

Changes Effective June 30, 2022

Healthcare trend rates were updated to reflect recent experience and known premium rates.

The effective discount rate for June 30, 2022, was 3.54%. The effective discount rate as of June 30, 2021 was 2.16%.

Changes Effective June 30, 2021

Healthcare claims costs and trend were updated based on most recent modeling.

Active retiree participation rates for eligible retirees were changed from 80% immediately upon retirement with 2.5% per year of the active deferrals choosing to be covered for 8 years to 60% immediately upon retirement with an additional 1% per year of the active deferrals choosing to be covered over the next 5 years.

Deferred vested participation rates were changed from 12.5% per year for 8 years to 5% per year for 8 years.

Retiree health participation lapse rates changed from 10% to 5%.

The marital assumptions for future retirees were changed from being based on the participants current healthcare tier status in the active population to assuming 60% of future retirees elected to cover a spouse.

The effective discount rate was changed to 2.16% for the June 30, 2021 measurement from 2.21% for the June 30, 2020 measurement.

The inflation, retirement, termination, disability, husband to wife age relationship, and mortality rates were changed in conjunction with the 2018-2020 pension assumption study completed by GRS in 2021.

Changes Effective June 30, 2020

Healthcare claims costs and trend were updated based on most recent modeling.

The discount rate was changed to 2.21% for the June 30, 2020 measurement from 3.50% for the June 30, 2019 measurement.

Changes Effective June 30, 2019

Healthcare claims costs and trend were updated based on most recent modeling.

Administrative expenses no longer include costs associated with the administration of medical and prescription claims. These costs are now reflected in the respective per capita healthcare costs, as they are built into the premium rates used to develop these costs.



**UNIVERSITIES OF WISCONSIN**  
**Required Supplementary Information and**  
**Notes to Required Supplementary Information**  
**Years Ended June 30, 2024 and 2023**

**Notes to Required Supplementary Information for the Year Ended June 30, 2024**

Retiree Health Insurance Plan (continued)

The discount rate was changed to 3.50% for the June 30, 2019 measurement from 3.87% for the June 30, 2018 measurement.

The excise tax on high cost health plans was repealed effective December 20, 2019 and as such has been removed from this valuation.

Changes Effective June 30, 2018

The discount rate was changed to 3.87% for the June 30, 2018 measurement from 3.58% for the June 30, 2017 measurement.

The participation rates changed. The Participation rate was previously 85%, and was changed to 80% immediate commencement, with 12.5% of the deferred participants electing coverage each year for eight years, based on the Segal study completed in July 2019.

Lapse rates were added. In this valuation we are assuming 10% of participants that are covered lapse coverage each year, based on the Segal study completed in July 2019.

The inflation, salary scale, retirement, termination, disability and mortality rates were changed in conjunction with the 2015-2017 pension assumption study completed by GRS in 2018.

No assets accumulated in a trust that meets the criteria of paragraph 4 of GASB 75 to pay related benefits.

**UNIVERSITIES OF WISCONSIN**  
**Required Supplementary Information and**  
**Notes to Required Supplementary Information**  
**Years Ended June 30, 2024 and 2023**

**Universities of Wisconsin's Proportionate Share of the OPEB Liability (Asset)**  
 Supplemental Health Insurance Conversion Credit Program

The University's proportionate share of the OPEB liability or (asset) is provided below:

| <b>Fiscal Year*</b> | <b>Proportion of the OPEB Liability (Asset)</b> | <b>Proportionate Share of the OPEB Liability (Asset)</b> | <b>Covered Payroll</b> | <b>Proportionate Share as a Percentage of Covered Payroll</b> | <b>Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability (Asset)</b> |
|---------------------|---|--|------------------------|---|--|
| 2024                | 43.59%  | \$ (27,350,874)  | \$ 2,590,291,129       | (1.1)%  | 105.4%   |
| 2023                | 43.90%  | \$ (45,140,684)  | \$ 2,385,255,376       | (1.9)%  | 109.8%   |
| 2022                | 45.09%  | \$ (148,325,679)   | \$ 2,353,339,815       | (6.3)%  | 131.6%   |
| 2021                | 43.73%  | \$ (124,539,601)   | \$ 2,197,452,793       | (5.7)%  | 130.8%   |
| 2020                | 44.72%  | \$ (67,871,882)  | \$ 2,141,382,732       | (3.2)%  | 116.3%   |

\*The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year.

GASB standards require the presentation of 10 years of information. Because fiscal year 2020 was the first year for reporting this information, a full 10-year schedule will not be available until fiscal year 2029.

**Universities of Wisconsin's OPEB Contributions**  
 Supplemental Health Insurance Conversion Credit Program

The University's OPEB contributions are provided below:

| <b>Fiscal Year*</b> | <b>Contractually Required Contributions</b> | <b>Contributions Made</b> | <b>Contribution Deficiency (Excess)</b> | <b>Covered Payroll</b> | <b>Contributions Made as a Percentage of Covered Payroll</b> |
|---------------------|---|---------------------------|---|------------------------|--|
| 2024                | \$ 5,182,528                                | \$ 5,182,528              | \$—                                     | \$ 2,590,291,129       | 0.2%   |
| 2023                | \$ 2,387,366                                | \$ 2,387,366              | \$—                                     | \$ 2,385,255,376       | 0.1%   |
| 2022                | \$ 7,059,851                                | \$ 7,059,851              | \$—                                     | \$ 2,353,339,815       | 0.3%   |
| 2021                | \$ 6,595,006                                | \$ 6,595,006              | \$—                                     | \$ 2,197,452,793       | 0.3%   |
| 2020                | \$ 6,425,910                                | \$ 6,425,910              | \$—                                     | \$ 2,141,382,732       | 0.3%   |

\*The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year.

GASB standards require the presentation of 10 years of information. Because fiscal year 2020 was the first year for reporting this information, a full 10-year schedule will not be available until fiscal year 2029.

**UNIVERSITIES OF WISCONSIN**  
**Required Supplementary Information and**  
**Notes to Required Supplementary Information**  
**Years Ended June 30, 2024 and 2023**

**Notes to Required Supplementary Information for the Year Ended June 30, 2024**  
Supplemental Health Insurance Conversion Credit Program

*Changes of benefit terms.* There were no recent changes in benefit terms.

*Changes of assumptions.* Based upon experience studies conducted in 2021 on the WRS and Wisconsin Sick Leave Conversion Credit programs that covered a three-year period from January 1, 2018 through December 31, 2020, the ETF Board adopted assumption changes that were used to measure the total OPEB liability, beginning with the year-end December 31, 2021, including the following:

- Lowering the long-term expected rate of return from 7.0% to 6.8%
- Lowering the discount rate from 7.0% to 6.8%
- Lowering the price inflation rate from 2.5% to 2.4%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2018 Mortality Table to the 2020 WRS Experience Mortality Table
- The healthcare cost trend rate was changed from an increase of 3.0% in each future year to 6.0% for the 1st year and declining each future year to an ultimate trend rate of 3.5% over a 12 year period
- Health care premium assumptions were changed to reflect 1-person and 2-person coverage for non Medicare and Medicare along with an election percentage assumption of 50%. Previously, the average non Medicare and Medicare premiums were based on active annuitant data with a 10% increase applied to the average premium
- The escrowed benefit usage assumes 50% of escrowed members will at some point begin using their sick leave balance to pay for health care costs. The present value of future benefits is now calculated by drawing down each member's account balance using the same average premiums applicable to active members and a 50% factor applied to the present value to account for the 50% escrowed benefit usage assumption. Previously, the present value of future benefits was calculated by taking the balance on deposit for escrowed annuitants multiplied by the ratio of the present value of future benefits for active status annuitants to the balance on deposit for active status annuitants multiplied by 50%
- The sick leave accumulation assumes each individual is at their same rate as in the past(earned less used), but not more than 100% of the gross earned rate based on the person's employer and not less than 25% of their gross earned rate. The assumed annual gross earned rates range from 6.4 to 16.25 days depending on the employer. Previously, each individual was assumed to continue using sick leave at the same rate as in the past but not less than 25% nor more than 75% of the person's annual accrual rate (usually 16.25 days)

Based upon a three year experience study conducted in 2018 that covered a three-year period from January 1, 2015 through December 31, 2017, the ETF Board adopted assumption changes that were used to measure the total OPEB liability, beginning with the year-end December 31, 2018, including the following:

- Lowering the long-term expected rate of return from 7.2% to 7.0%
- Lowering the discount rate from 7.2% to 7.0%
- Lowering the wage inflation rate from 3.2% to 3.0%
- Lowering the price inflation rate from 2.7% to 2.5%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2012 Mortality Table to the Wisconsin 2018 Mortality Table
- The healthcare cost trend rate was changed from an increase of 3.2% in each future year to 3.0%

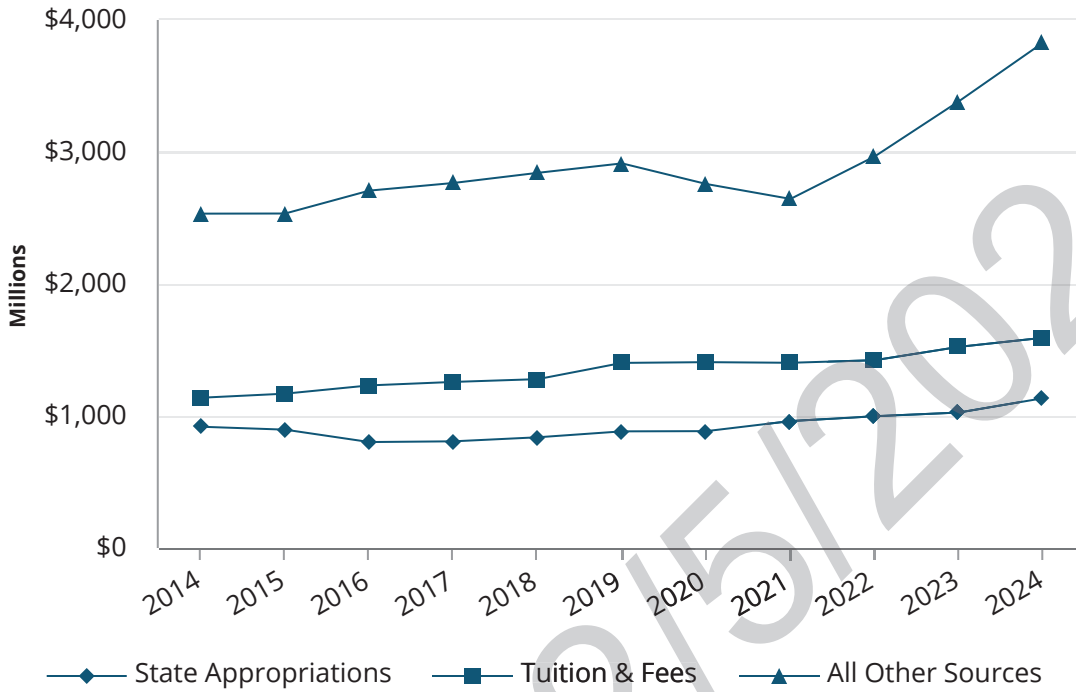


*Years Ended June 30, 2024 and 2023*

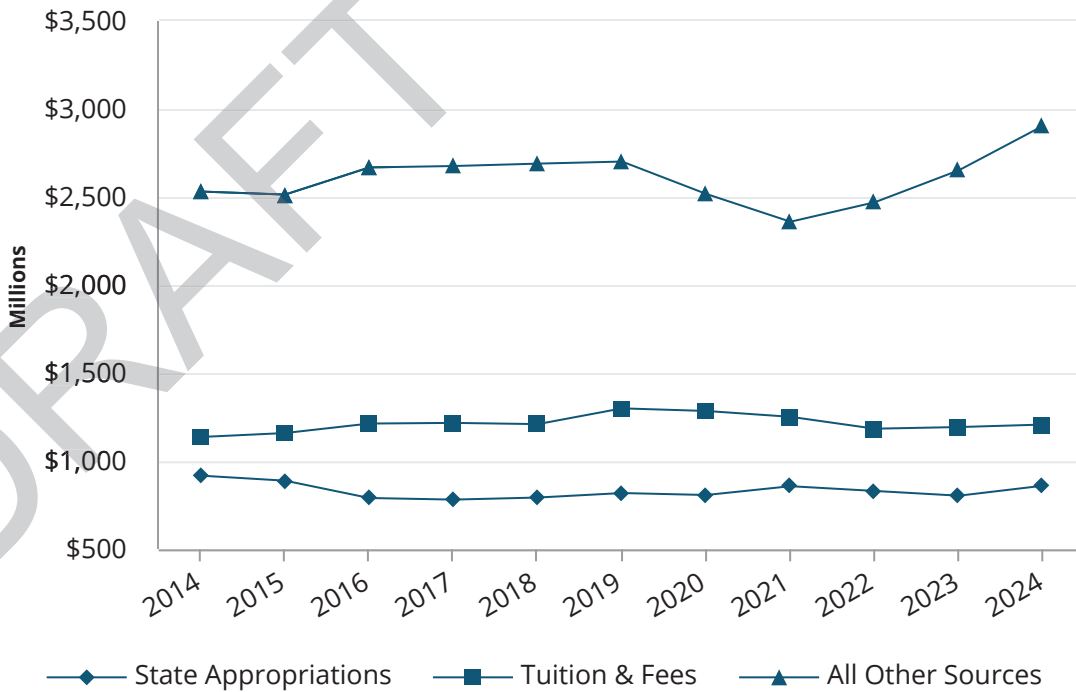
**SUPPLEMENTAL INFORMATION**

DRAFT 12/5/2024

**CHART 1**  
**COMPARISON OF CURRENT FUNDS REVENUES**  
**2014 - 2024**



**CHART 2**  
**COMPARISON OF CURRENT FUNDS REVENUES**  
**ADJUSTED FOR INFLATION**  
**2014 - 2024**



December 5, 2024

**REPORT ON PROGRAM REVENUE BALANCES  
BY UNIVERSITY AND LEVEL OF COMMITMENT  
FISCAL YEAR 2023-24**

**REQUESTED ACTION**

Adoption of Resolution E., approving the Fiscal Year 2023-24 Universities of Wisconsin (UW) Report on Program Revenue Balances by University and Level of Commitment.

**Resolution E.** That, upon the recommendation of the President of the University of Wisconsin System, the Board of Regents approves the Universities of Wisconsin report on the 2023-24 year-end program revenue balances as categorized by each university and the system as a whole. In so doing, the Board approves: (1) the multi-year spending plans for institutional balances above 12 percent of total year-end expenditures in Tuition, Auxiliary Operations, General Operations, or Other Unrestricted Program Revenue; (2) the multi-year spending plan submitted by UW Administration for the systemwide balances maintained for the UW system as a whole; and (3) the savings plans at UW-Oshkosh for Tuition and UW-Parkside and UW-Stout for Auxiliary Operations.

**SUMMARY**

The attached report on year-end balances for fiscal year 2023-24 is provided to the Board in compliance with Regent Policy Document 21-6. The report builds on earlier Program Revenue (PR) Balance Reports and the levels of commitment developed by the Legislative Audit Bureau.

The fiscal year 2023-24 report includes the following components:

- I. Background and Summary
- II. Individual Institution Summaries and Detailed Reports
- III. Appendices
  - 1) Regent Policy Document 21-6, *Program Revenue Calculation Methodology and Fund Balances Policy*
  - 2) Commitment Level Definitions

- 3) Application of Defined Commitment Levels (examples)
- 4) Report Methodology
- 5) Fiscal Year 2023-24 Balance Summary by Institution and Fund Group
- 6) Fiscal Year 2022-23 Balance Summary by Institution and Fund Group
- 7) Summary of Fiscal Year 2020-21 Balances by Commitment Level

In FY 2024, the UWs' unrestricted program revenue balances decreased by \$18.6 million. This was the result of declines in auxiliary operations, and federal indirect cost reimbursement along with increases in tuition, general operations and other unrestricted balances. Tuition balances increased \$710,000, or 0.3%, which represents 29.8 days of operating expenses. Since PR balance reporting began in 2013, tuition balances have declined 55.1%.

When unrestricted and restricted balances are taken into consideration, program revenue balances decreased \$17.3 million in FY 2024. Restricted funds such as gifts and contracts increased \$1.3 million between years.

As noted during the Board of Regents' FY 2025 annual budget presentation, 6 of the 13 UW universities are projecting a structural deficit in the coming year, down from 10 of 13 in the prior year. In the FY 2024 program revenue balance report, UW universities identified \$28.5 million for planned shortfalls and staff positions not funded in the current budget. This is a 55.7% reduction from the prior year. UW universities continue to strategically deploy available funding, monitor balances and revise planned commitments.

### **Presenter**

- Aimee Arnold, Director of Strategic Initiatives, UW Administration

### **BACKGROUND**

2013 Wisconsin Act 20 required the Board of Regents to develop a methodology for the calculation of program revenue balances and reserves, expressed in both dollars and as percentages of total annual expenses, for the UW system as a whole and for individual UW universities. The Board of Regents was also directed to develop proposed limits and report on program revenue account balances for the UW system and each university.

Regent Policy Document 21-6, "Program Revenue Calculation Methodology and Fund Balances Policy," was reviewed and adopted, with modifications, by the Joint Legislative Audit Committee and the Joint Committee on Finance in early 2014. At its June 2014 meeting, the Board of Regents approved final modifications to its policy to conform with legislative directives.



The policy requires the following:

“Actual year-end balances categorized by each institution and the System as a whole shall be reported annually after the fiscal year-end reconciliation and for formal approval by the Board of Regents at the October meeting.

For those universities with negative balances, the Board of Regents will determine by vote whether the university has an adequate plan in place to eliminate the negative balance within a reasonable period of time. For those institutions with balances above 12% of total year-end expenditures, the Board of Regents will determine by vote whether balances are adequately justified. The Board of Regents will determine by vote whether the justification and multi-year spending plan submitted by UW Administration for the entire UW system-wide balance is adequate. Justifications for the balances should include:

1. The specific projects or initiatives for which the funds are being held;
2. The amount of funds held for each project or initiative;
3. The total amount of program revenue funds the university plans to accumulate for each initiative or project;
4. The total amount of funds expected to be expended on each project or initiative;  
and
5. The timeframe in which those funds will be expended.”

### **Related Policies**

- [Regent Policy Document 21-6](#), “Program Revenue Calculation Methodology and Fund Balances Policy”

### **ATTACHMENT**

- A) Universities of Wisconsin Report on Program Revenue Balances by University and Level of Commitment, Fiscal Year 2023-24



# Universities of Wisconsin

Report on Program Revenue Balances by  
University and Level of Commitment

**FISCAL YEAR 2024**



# UNIVERSITIES OF WISCONSIN PROGRAM REVENUE FUND BALANCE REPORT

## Executive Summary

Fund balances are needed at all Universities of Wisconsin (UW) universities as a necessary component of a well-functioning higher education system. These resources are held strategically to maintain quality and continue operations if a decline in available funding occurs, to capitalize on new educational programs or initiatives that may arise, or during a federal government shut-down when funding may be frozen. The COVID-19 pandemic is an example of how balances were used under unprecedented circumstances to maintain operations until federal relief funds were available and operations could more fully resume.

UW universities rely heavily on program revenues, which **represent approximately 83% of total funding for the Universities of Wisconsin.**

Each year, using definitions developed by the Legislative Audit Bureau (LAB), UW universities provide specific details on program revenue fund balances by level of commitment. This report provides a level of transparency that remains unmatched in higher education or state government.

Balances reflect the various intentions and plans of the UW universities and are held for literally thousands of purposes including, but not limited to, saving for large future purchases or construction projects, new initiatives or programs, smoothing the effects of unexpected budgetary changes, and providing emergency reserves.

Fund balances are spread among many accounts managed independently within each individual UW university. They are not held in one account. Balances vary among universities and individual funds due to the differences between university programs and the potential uses for the balances. For example, Auxiliary balances are often used for debt service payments made early in the next fiscal year. Sufficient balances may depend on the amount of those upcoming payments.

## Highlights from the 2023-24 Program Revenue Fund Balance Report

|  |   |
|--|---|
| <p><b>Factors Impacting FY 2024 Balances</b></p>   | <ul style="list-style-type: none"> <li>- As noted during the Board of Regents' FY 2025 annual budget presentation, 6 of the 13 UW universities are projecting a structural deficit in the coming year, down from 10 of 13 in the prior year. In the FY 2024 program revenue balance report, UW universities identified \$28.5 million for planned shortfalls and staff positions not funded in the current budget. This is a 55.7% reduction from the prior year. UW universities continue to strategically deploy available funding, monitor balances and revise planned commitments.</li> <li>- Federal indirect funds continue to be used for new purposes, beyond being a backstop for delays in federal research funding. For example, UW-Madison plans to use these balances to fund the Elements Lab (\$27 million), West Campus Design (\$17.7 million), and a library preservation project that was included in the FY 2023 plan but was not started (\$35.2 million). Federal indirect funds are also being used to support a portion of the implementation cost of the Administrative Transformation Project (ATP) (\$5.9 million).</li> <li>- General Operation balances have increased by \$20.5 million (12.3%). UW Administration's balance increased, partially due to interest income that was subsequently transferred to universities in early FY 2025. UW-La Crosse also experienced an increase in FY 2024; much of the increase was due to interest earnings moving from auxiliary operations. This additional revenue was set aside for the Mitchell Hall Fieldhouse Renovation, which is in the capital budget plan but the scope and budget are still under review.</li> </ul> |
| <p><b>Tuition Program Revenue Balance</b><br/> <i>Funds used to achieve the university's broad academic mission and address general operations</i></p> | <ul style="list-style-type: none"> <li>- Tuition balances increased slightly, 0.3% or \$710,000 between FY 2023 and FY 2024, to \$247.4 million. Even with a small increase, this is a 55.1% reduction since FY 2013 when balance reporting began.</li> <li>- UW universities categorized 46.8% of the tuition balance as obligated or planned.</li> <li>- Tuition balances provide approximately 29.8 days of operating expenses in an emergency or unforeseen circumstances.</li> </ul>   |

## Highlights from the 2023-24 Program Revenue Fund Balance Report

|   |  |
|---|--|
| <p><b>Auxiliary Operations Program Revenue Balance</b><br/> <i>Contains dedicated funds: capital building projects, program revenue-funded debt service</i></p> | <ul style="list-style-type: none"> <li>- Auxiliary operations balances decreased by \$29.7 million (8.6%) in FY 2024.</li> <li>- Auxiliary balances are often related to large capital and/or renovation projects in areas such as residence halls, dining services and student centers.</li> <li>- UW universities identified \$201.4 million (60%) of auxiliary balances for maintenance, small/all-agency and currently enumerated building projects, projects requested for future enumeration and upcoming debt service payments.</li> <li>- UW universities reported 67.2% of the auxiliary balance as obligated or planned and an additional 30.1% as designated by Board policy or state statute for specific purposes.</li> </ul> |
| <p><b>Total Unrestricted Program Revenue Balance</b><br/> <i>Includes only unrestricted funds as determined by the Legislative Audit Bureau</i></p>             | <ul style="list-style-type: none"> <li>- Total unrestricted balances decreased by \$18.6 million in FY 2024.</li> <li>- 87.3% of the total balance meets the LAB definition of being obligated for a specific purpose, in the final stages of planning, or designated for a specific project or program.</li> </ul>  |
| <p><b>Total Program Revenue Balances</b><br/> <i>Includes both restricted and unrestricted funds</i></p>  | <ul style="list-style-type: none"> <li>- Overall, program revenue balances decreased \$17.3 million in FY 2024.</li> <li>- Restricted funds, such as gifts and contracts, increased \$1.3 million between years.</li> </ul>  |

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  - 4) Report Methodology
  - 5) FY 2024 Balances Summary by University and Fund Group
  - 6) FY 2023 Balances Summary by University and Fund Group
  - 7) Summary of FY 2024 Balances by Commitment Level



# **UNIVERSITIES OF WISCONSIN**

## **PROGRAM REVENUE BALANCE REPORT**

### **Fiscal Year (FY) 2023-24**

In accordance with 2013 Wisconsin Act 20, the Universities of Wisconsin (UW) have prepared a program revenue balance report for FY 2024. For most unrestricted program revenue funds, UW universities with balances exceeding 12% of expenditures are required to submit detailed spending plans, categorizing the future uses of those funds by level of commitment. The report uses the fund and commitment definitions developed by the Legislative Audit Bureau in 2013. It also complies with the methodology and reporting requirements established by the University of Wisconsin Board of Regents in Regent Policy Document 21-6 (Appendix 1), as approved by the Legislative Joint Audit Committee and the Legislative Joint Finance Committee.

#### **Introduction**

All UW universities maintain fund balances, as these balances are necessary components for the continuity of operations and a well-functioning university system. UW universities heavily rely on program revenue, which currently represents approximately 83% of total funding for the UWs. Nearly all of the UWs' program revenue funds are designated by state rules as "continuing" appropriations, which means that revenues the university receives in one year may be carried forward and spent in an ensuing year.

Program revenue balances within the UWs are not analogous to a "rainy day fund". These balances are held in accounts throughout the UWs' 13 universities and UW Administration. These funds reflect the long-range planning by UW program managers and fiscal officers for specific, locally necessary reasons. This includes funds for large future purchases, ensuring positive cash flow of each self-supporting operation, new initiatives or programs, and some emergency reserves.

#### **Levels of Commitment**

Five levels of commitment were established in 2013 by the Legislative Audit Bureau: (1) obligated, (2) planned, (3) designated, (4) reserves and (5) undocumented. These levels of commitment establish the degree of flexibility UW officials may have in directing balances to be used for particular purposes.

The Legislative Audit Bureau distinguished between obligations where, for example, balances had been set aside for a legally binding contract, and planned uses. As an example of a plan, funds may be planned for an event or purchase, but there is sufficient flexibility that the purchase could be cancelled in lieu of a higher priority that may develop.

Detailed descriptions and definitions of the five commitment categories are included in Appendix 2 of the report, and functional examples of items that fit into each category are provided as Appendix 3. Appendix 4 provides the consistent methodology used by all UW universities to calculate program revenue balances.

### **Program Revenue Balances by Fund Type**

Universities with balances exceeding 12% of expenditures in tuition, auxiliary operations, general operations, or other unrestricted program revenue funds are required to submit detailed spending plans for those funds. The expenditures contemplated in the spending plans are consistent with the types of expenditures UW universities routinely incur, such as expenditures for academic programs, student services, maintenance costs, and unbudgeted salaries. Universities with an overall negative tuition or auxiliary balance must submit a plan detailing how the negative balance would be eliminated.

Starting with the FY 2021 report, the Legislative Audit Bureau revised its recommended presentation of auxiliary program revenue balances. Negative division-level balances are removed from the auxiliary balance calculation and reported separately, but not categorized. The remaining positive balances within auxiliary operations are categorized as obligated, planned, designated, reserves or undocumented. This presentation, which was codified in Regent Policy Document 21-6 in December 2020, does not change how the overall auxiliary balance is calculated but does result in UW universities providing additional explanations to support their balances.

As shown in Table 1, all UW universities, except UW-Madison, were required to submit detailed spending plans for two or more funds.

**Table 1  
UW UNIVERSITIES REQUIRED TO REPORT  
UNDER REGENT POLICY DOCUMENT 21-6**

|                                | <b>Tuition</b> | <b>Auxiliary<br/>Operations</b> | <b>General<br/>Operations</b> | <b>Other<br/>Unrestricted<br/>Program Revenue</b> |
|--------------------------------|----------------|---------------------------------|-------------------------------|---|
| Madison                        |                | ✓                               |                               |   |
| Milwaukee <sup>1</sup>         |                | ✓                               | ✓                             | ✓   |
| Eau Claire                     | ✓              | ✓                               | ✓                             | ✓   |
| Green Bay <sup>1</sup>         |                | ✓                               | ✓                             | ✓   |
| La Crosse                      |                | ✓                               | ✓                             | ✓   |
| Oshkosh                        |                |                                 | ✓                             | ✓   |
| Parkside                       |                |                                 | ✓                             | ✓   |
| Platteville                    | ✓              | ✓                               | ✓                             | ✓   |
| River Falls                    |                | ✓                               | ✓                             | ✓   |
| Stevens Point <sup>1</sup>     | ✓              | ✓                               | ✓                             | ✓   |
| Stout                          |                |                                 | ✓                             | ✓   |
| Superior                       | ✓              | ✓                               | ✓                             | ✓   |
| Whitewater                     | ✓              | ✓                               | ✓                             | ✓   |
| UW Administration <sup>1</sup> | ✓              |                                 | ✓                             | ✓   |

<sup>1</sup> Combined reserves and undocumented funds in at least one fund type exceed 12% of expenditures for the fiscal year.

Total program revenue balances and expenses by fund type and by university for FY 2024 are provided in Appendix 5. For comparison purposes, FY 2023 balances and expenses are provided in Appendix 6.

### Factors Impacting FY 2024 Balances

When the UWs began preparing this program revenue balance report in FY 2013, total unrestricted balances were nearly \$1.1 billion.

The UWs' balances generally declined from FY 2013 through FY 2020, reaching a low point of \$773.2 million in FY 2020, a reduction of approximately 29% from the initial balance. However, largely due to the pandemic and the receipt of federal relief funds, unrestricted balances increased in FY 2021 and FY 2022.

Balance increases during that time were not unique to the UWs. The State of Wisconsin ended FY 2021 with a \$2.6 billion budget surplus. The State's general fund balance and "rainy day fund" grew during that period as well.

The UWs' program revenue balances decreased slightly in FY 2024, with unrestricted funds decreasing \$18.6 million and overall funds, including restricted funds, declining \$17.3 million. This change in unrestricted funds is primarily attributable to three factors:

- Auxiliary balances decreased by \$29.7 million. Eleven universities experienced decreases in auxiliary balances. A portion of this decrease is attributable to a shift in the reporting of interest earnings from auxiliary operations to general operations. The reporting change is the result of an internal audit on clearing accounts that resulted in interest activity moving to general operations.
- General Operations increased by \$20.5 million. Approximately 58% of the increase (\$12.0 million) is at UW Administration and is attributable to several factors: a shift in reporting of interest earnings that are distributed to campuses from Auxiliaries to General Operations, holding funds to cover a portion of ATP costs, and encumbrances.
- Federal Indirect Cost Recovery decreased by \$12.2 million. In recent years, the use of balances within the federal indirect cost fund has expanded to include financing large capital and administrative projects. The FY 2024 decrease in the balance is largely attributable to lower balances at UW-Madison.

Expanded Use of Federal Indirect Cost Fund - Federal indirect costs represent the expenses of doing business that are not readily identified with a particular grant, contract, or project, but are necessary for the general operation of the UWs. These indirect costs include expenses such as administrative salaries, including human resources, accounting, and custodial staff; facility maintenance and depreciation; and libraries. Indirect rates are negotiated with the federal government, but are not restricted in how they can be spent.

Historically, UW universities used these balances as a reserve to support their research infrastructure in case federal grant funding was delayed. More recently, universities are using these funds to finance capital and large administrative projects. For example, UW-Madison plans to use these balances to fund the Elements Lab (\$27 million), West Campus Design (\$17.7 million), and a library preservation project that was included in the FY 2023 plan but was not started (\$35.2 million). Federal indirect funds are also being used by UW Administration to support a portion of the implementation cost of the Administrative Transformation Project (ATP) (\$5.9 million).

## Tuition Funds

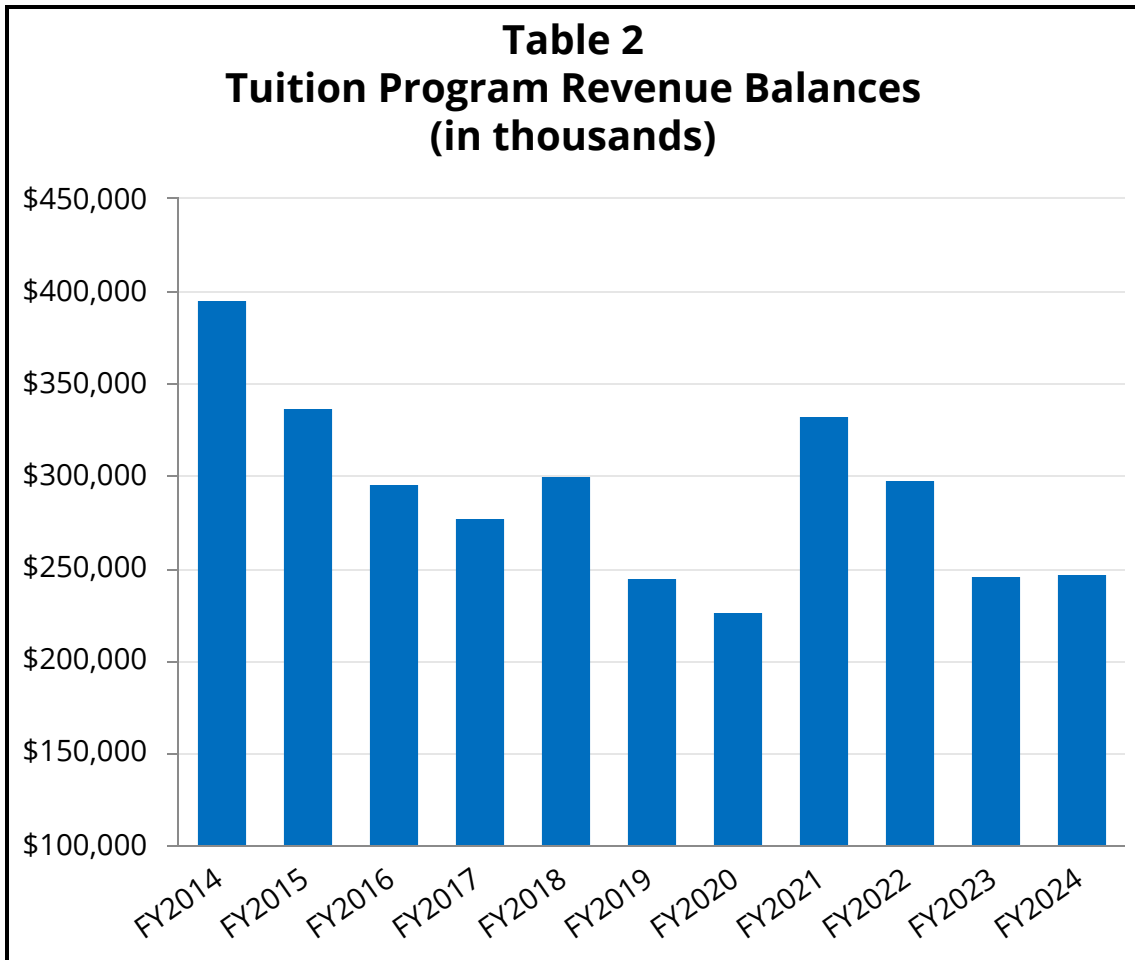
The UWs use tuition funds to achieve the university's broad academic mission and address general university operations. These funds are often flexible in how they can be used. For example, tuition funds can be used to hire a faculty member or instructor, purchase academic software or supplies, or hire an advisor. However, UW universities designate additional tuition beyond the base amount for specific purposes.

**At the end of FY 2024, the UWs' total tuition balance represented approximately 29.8 days of operating expenses. This is the amount of working capital the UWs would have on hand to ensure the operation of tuition-funded university programs and services in the event of unforeseen circumstance or an emergency. This number is down from the 30.8 days on hand at the end of FY 2023.**

As shown in Table 2, between FY 2014 and FY 2020, tuition balances declined 58.8%, from \$551.5 million to \$227.3 million, respectively. In FY 2021, tuition balances increased to \$333.2 million, as a result of three primary factors — the UWs' cost-saving measures, such as employee furloughs and travel restrictions; federal relief funds awarded to UW universities to offset COVID-related costs and lost revenues; and the State's rescission of its previously-imposed lapse. In FY 2022 and FY 2023, tuition balances again decreased a total of \$86.5 million, to \$246.7 million.

Tuition balances increased slightly, 0.3% or \$710,000 between FY 2023 and FY 2024, to \$247.4 million. Even with a small increase, this is a 55.1% reduction since FY 2013 when balance reporting began.

UW universities categorized \$115.8 million of this balance, or 46.8%, as obligated or planned, and an additional \$61.4 million (24.8%) as designated.



In FY 2023, six UW universities reported tuition balances that exceeded 12% of their annual expenses and, by Board policy, submitted a spending plan. For FY 2023-24, that number fell to five universities. One campus, UW-Oshkosh, has a negative tuition balance and has submitted a savings plan to eliminate it. The remaining universities have tuition balances that range from 3.4% to 11.8% of their annual expenses.

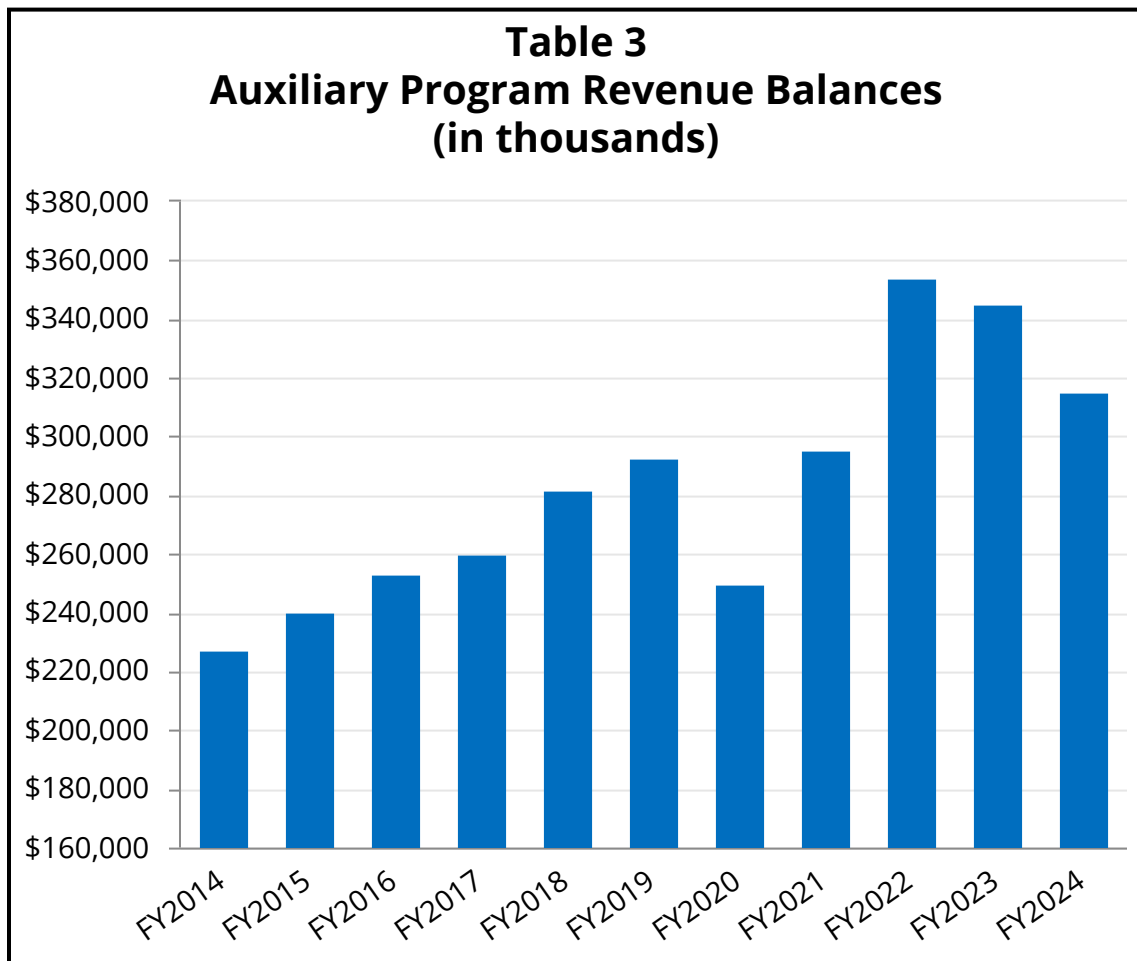
UW universities commonly categorized tuition balances as obligated and planned to cover new academic initiatives, the salary and fringe benefits for contracted employees not included in the base budget, software or technology purchases, financial aid scholarships, and professional development for faculty and staff.

### Auxiliary Operations

Auxiliary operations support university entities that furnish goods or services to students, faculty, or staff for a fee, which is directly related to the cost of those goods or services. Examples include university housing, bookstores, food service, and parking. UW universities essentially manage these activities as self-supporting programs.

Due to the complexity of UW universities and their need to leverage resources in achieving their missions, the UW Board of Regents delegates authority to the Universities of Wisconsin President to approve the transfer of balances from an auxiliary operation to other operations or across auxiliary operations within that university. If such transfers occur, they must be discrete budgetary decisions that result from unanticipated balances and must be reported annually to the Board. In addition, some auxiliary operations are funded with student segregated fees, which in accordance with state law, can only be spent for the purposes for which they were collected.

As shown in Table 3, program revenue balances related to auxiliary operations decreased by \$29.7 million, to \$315.5 million, in FY 2024.





Auxiliary balances declined in FY 2020 largely due to the COVID pandemic. In FY 2022, there was a reporting change for debt service payments, based on a recommendation by the Legislative Audit Bureau, which resulted in an increase to Auxiliary Operations and a reduction in Other Unrestricted funds.

Of the FY 2024 auxiliary balance, UW universities reported \$224.4 million (67.2%) as obligated or planned. An additional \$100.4 million (30.1%) is designated by Board policy or state statute for specific purposes.

All UW universities, except UW-Oshkosh, UW-Parkside and UW-Stout, were required to submit spending plans for FY 2024 auxiliary operations. UW-Parkside and UW-Stout had negative auxiliary balances for FY 2024, and the universities were required to submit a savings plan. Uses for auxiliary balances include cash payments for capital projects, future debt service payments, and large purchases related to auxiliary operations. For example:

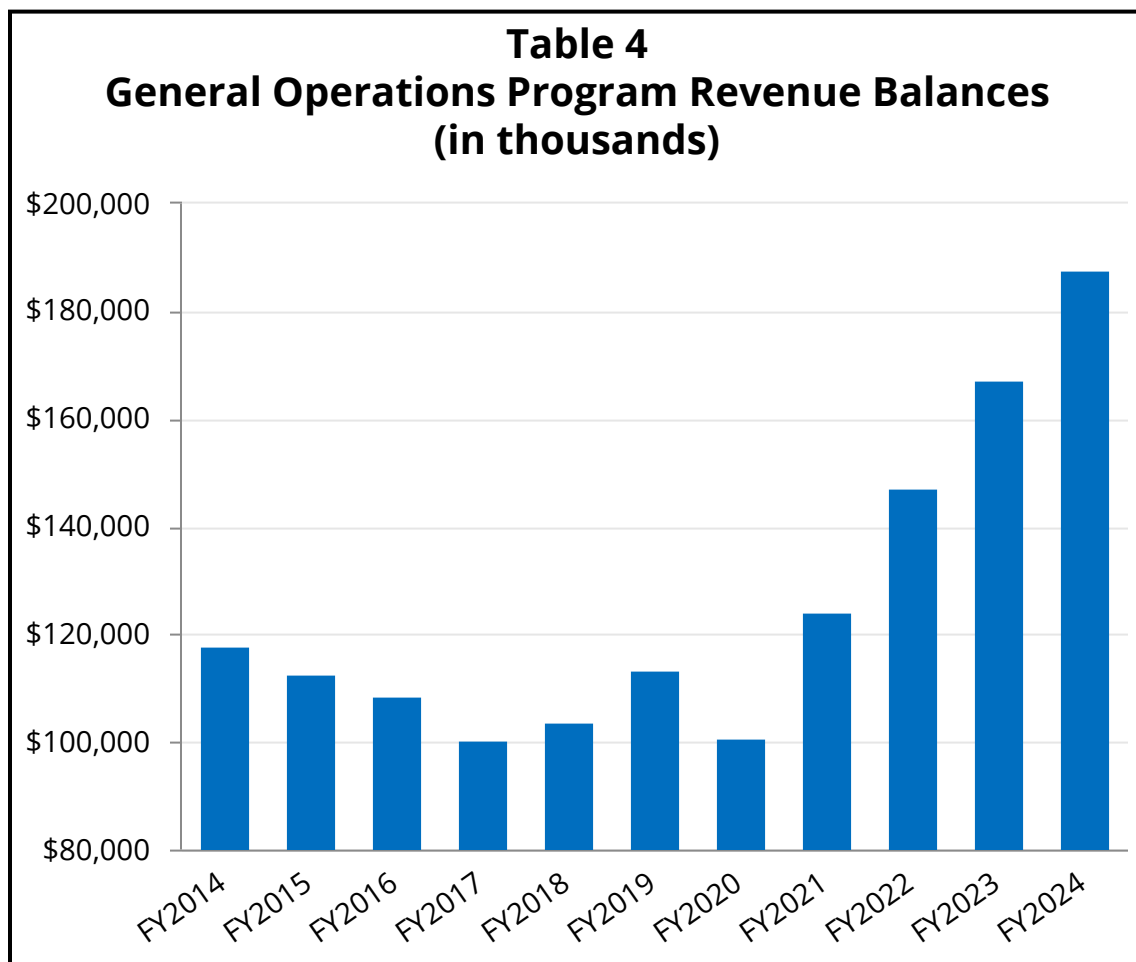
- UW-Madison identified \$45.3 million as obligated for debt service on University Housing, Wisconsin Union, Transportation Services, Recreation and Well Being, Intercollegiate Athletics, and Utility projects. An additional \$47.9 million is reported as designated for an additional year of debt service for these projects.
- UW-Eau Claire identified \$13.1 million as obligated for one year of debt service or leases this includes Utilities, Parking, Residence Halls, University Center, and Food Service and Recreation. An additional \$8.3 million is indicated as designated an additional year of debt service for these projects.
- UW-La Crosse identified \$2.8 million as an obligation for an enumerated capital project, the Lowe Center for the Arts parking ramp project.
- UW-Whitewater identified \$8.7 million as obligated for debt service related to nine projects including Dining, University Center, Field Turf, Wyman Mall, Multi-Sport Complex, and Parking. An additional \$2.6 million is indicated as designated for an additional year of debt service for these projects.

Of the UW Auxiliary balances required to be supported with detailed spending plans, \$43.2 million was categorized as obligated or planned for maintenance, all-agency/small, currently enumerated or future enumerated building projects, while UW universities also identified \$158.1 million for upcoming debt service payments, \$65.7 million for encumbrances associated with outstanding accounts payable, and \$6.7 million to cover anticipated budgetary shortfalls.

## General Operations

UW universities generate General Operations revenue from a broad range of activities having a close tie to and/or supporting the academic mission of each university. These funds commonly support programs in the area in which the funds were generated. General Operations examples include the World Class Instructional Design and Assessment Consortium, Babcock Dairy, and the Pre-school Lab operations at UW-Madison.

As shown in Table 4, General Operations balances decreased \$71.2 million (41.4%) from FY 2014 to FY 2020, before steadily increasing since FY 2021, ending with a FY 2024 balance \$187.8 million. UW universities categorized \$130.5 million (69.5%) of this FY 2024 balance as either obligated or planned, and an additional \$41.4 million (22.0%) as designated.



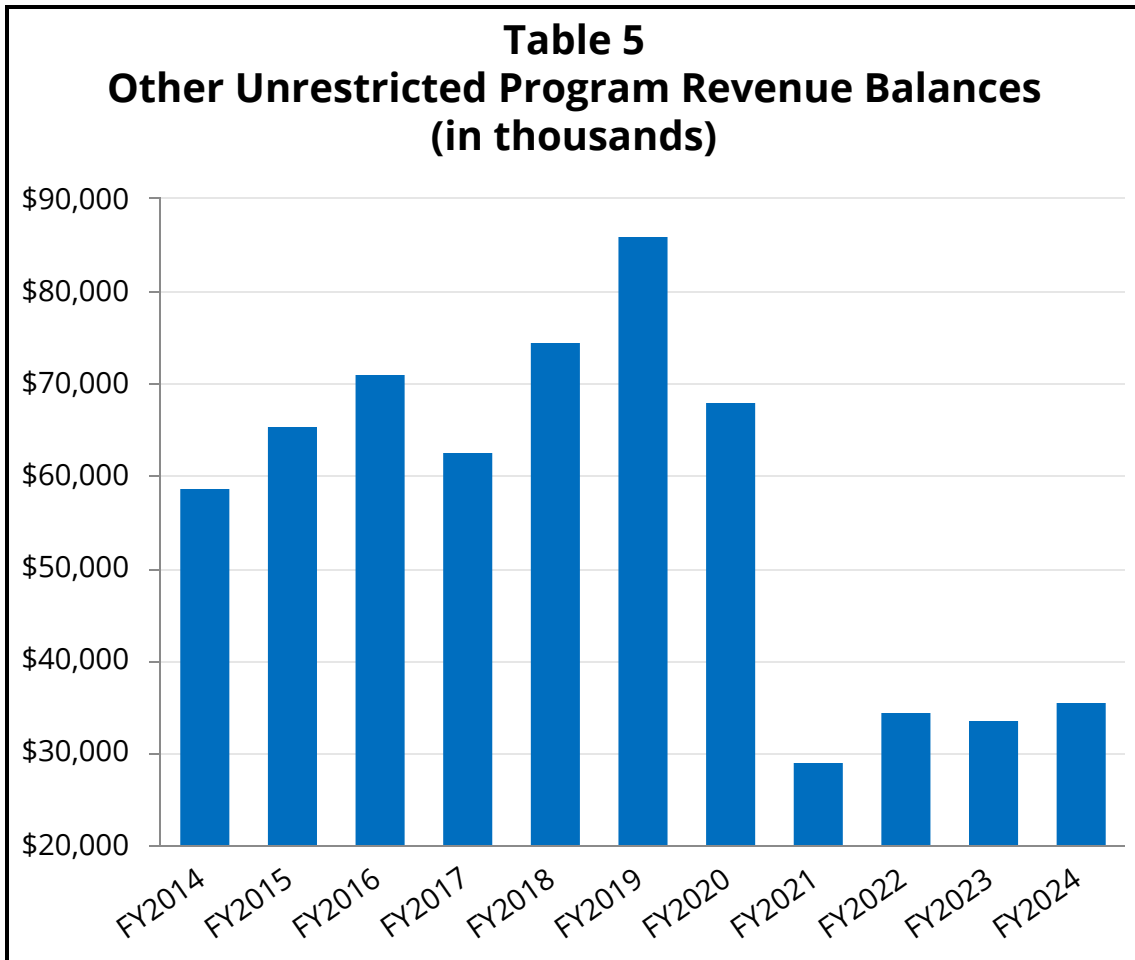
All UW universities, except UW-Madison, were required to submit spending plans for FY 2024 General Operations. Uses for General Operations balances include initiatives related to cost-recovery programs such as camps and conferences, information technology initiatives and some construction. For example:

- UW-Green Bay identified \$1.8 million as obligated for an enumerated capital project to replace the heating and chilling plant variable volume chiller.
- UW-Milwaukee has identified \$2.5 million for a Health Sciences Building renovation, an enumerated capital project.
- UW Administration identified \$4.6 million as planned for interest earnings which are transferred entirely to campuses, and a total of \$9.6 million (\$2.4 million obligated and \$7.1 million planned) for the Administrative Transformation Program (ATP).

### Other Unrestricted Funds

The other unrestricted funds consist of a variety of different funds and sources. For example, this fund group includes non-credit Extension programs, Extension outreach and a fund that accounts for transfers to and from other state agencies. It also includes the State Laboratory of Hygiene and the Veterinary Diagnostics Laboratory, which are separate entities with their own governing boards, but attached to UW-Madison for administrative purposes.

Table 5 shows a significant decline in the balance of this unique mix of funds in FY 2021, and relative stability between FY 2022 and FY 2024. The FY 2021 reduction was primarily due to a reporting change made at the recommendation of the Legislative Audit Bureau. Funds set aside for upcoming debt service payments were previously reported as other unrestricted funds but starting in FY 2021, are reported as Auxiliary Operations.



The Other Unrestricted balance increased slightly in FY2024 from \$33.6 million to \$35.7 million, an increase of 6.2%. Approximately \$17.0 million (47.8%) of the other unrestricted balances were reported by UW universities as either obligated or planned in FY 2024. An additional \$9.3 million (26.0%) was classified as designated.

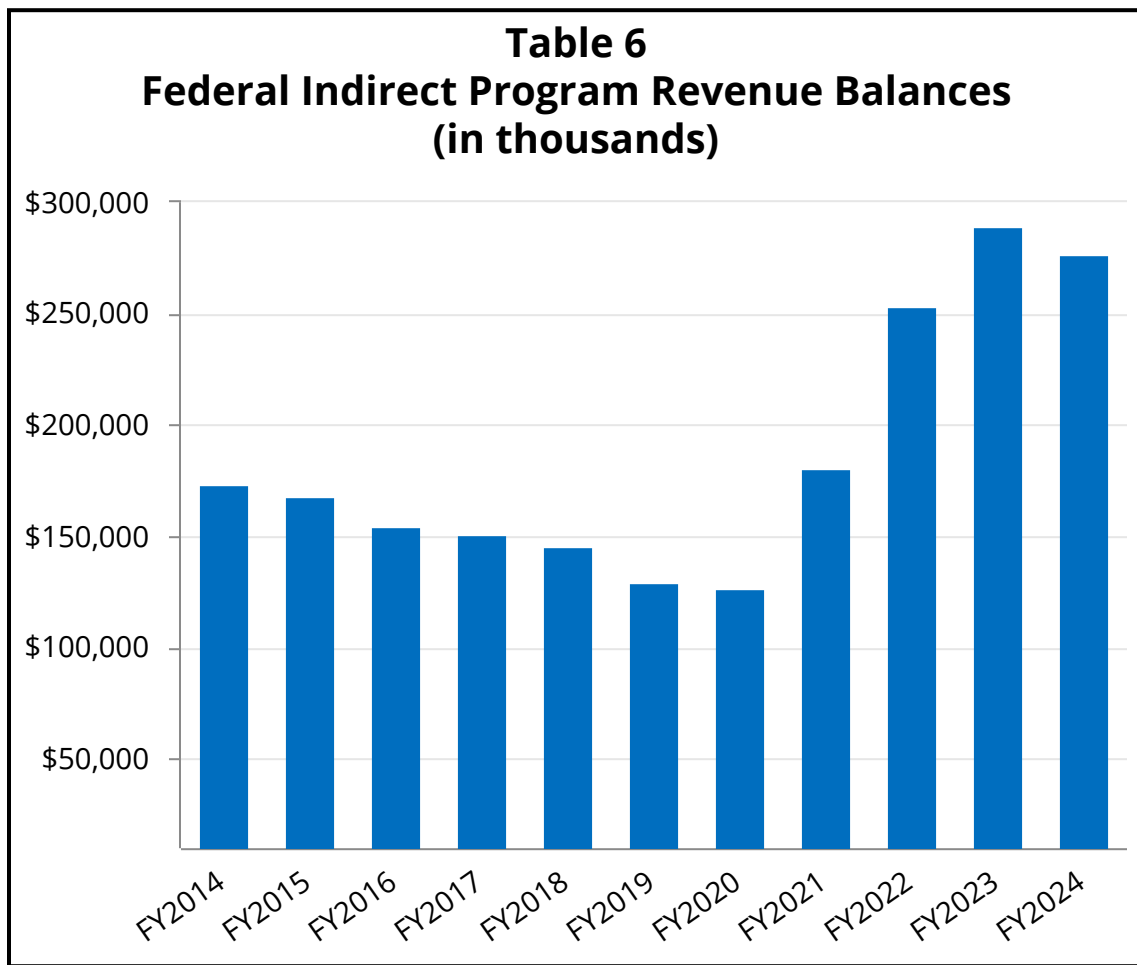
#### Federal Indirect Cost Reimbursement

UW universities receive federal indirect funds as a form of overhead on federal grants, based on a negotiated rate that is applied to each direct grant expenditure. In accordance with Board of Regent policy, the university balances from federal indirect cost reimbursement are included in this report, but UW universities are not required to provide detailed spending plans for these balances.

Federal indirect funds steadily declined from FY 2014 through FY 2020, but increased each year through FY 2023, as reflected in Table 6. There was a slight decrease in FY 2024 of \$12.2 million (-4.2%). These decreases were experienced primarily at UW-Madison and UW Administration.

While these funds are not restricted, UW-Madison has historically used the balances to support its research infrastructure and as a backstop if the renewal of federal grant funding is delayed. More recently, UW-Madison has also used these funds to finance capital projects, such as a library preservation facility and laboratory renovations. UW Administration plans to use federal indirect funds to finance a portion of its commitment, \$5.9 million, for the Administrative Transformation Program (ATP). Additionally UW Administration will use \$4.7 million to fund Innovation Grants, and \$10.9 million is planned to directly support or provide matching grant funds for the Wisconsin Tuition Promise.

UW universities have identified \$243.4 million (88.0%) of this balance as either obligated or planned and an additional \$27.1 million (9.8%) as a reserve.

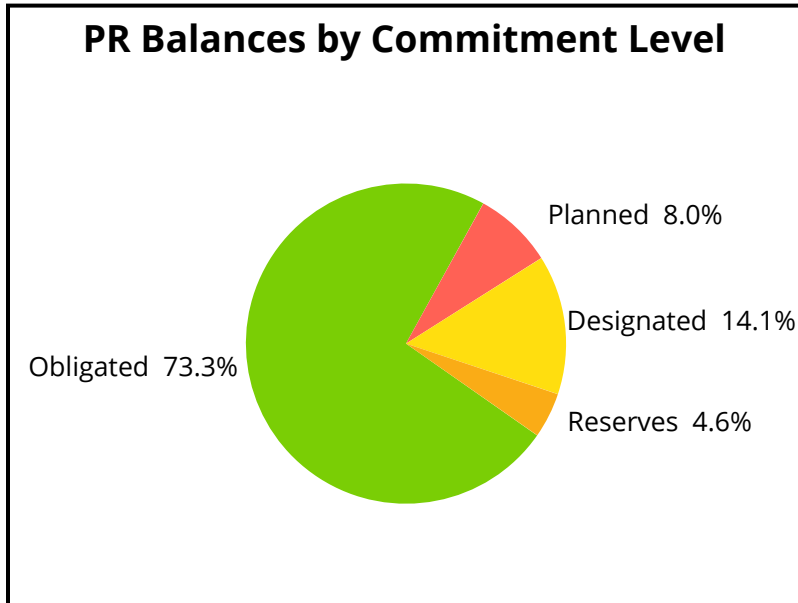
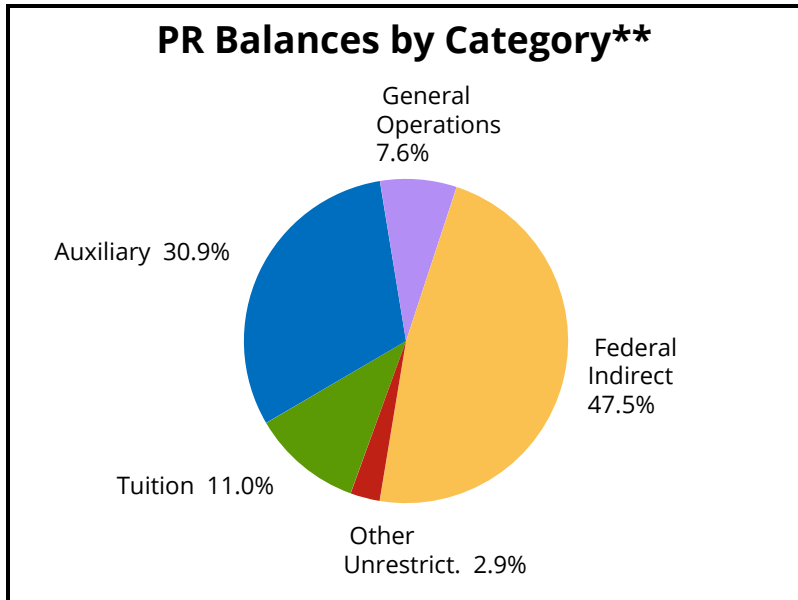


### Total Funds

The UWs' total unrestricted fund balance decreased by \$18.6 million between FY 2023 and FY 2024. Auxiliary Operations and federal indirect cost reimbursement declined, while balances in tuition, general operations and other unrestricted balances increased.

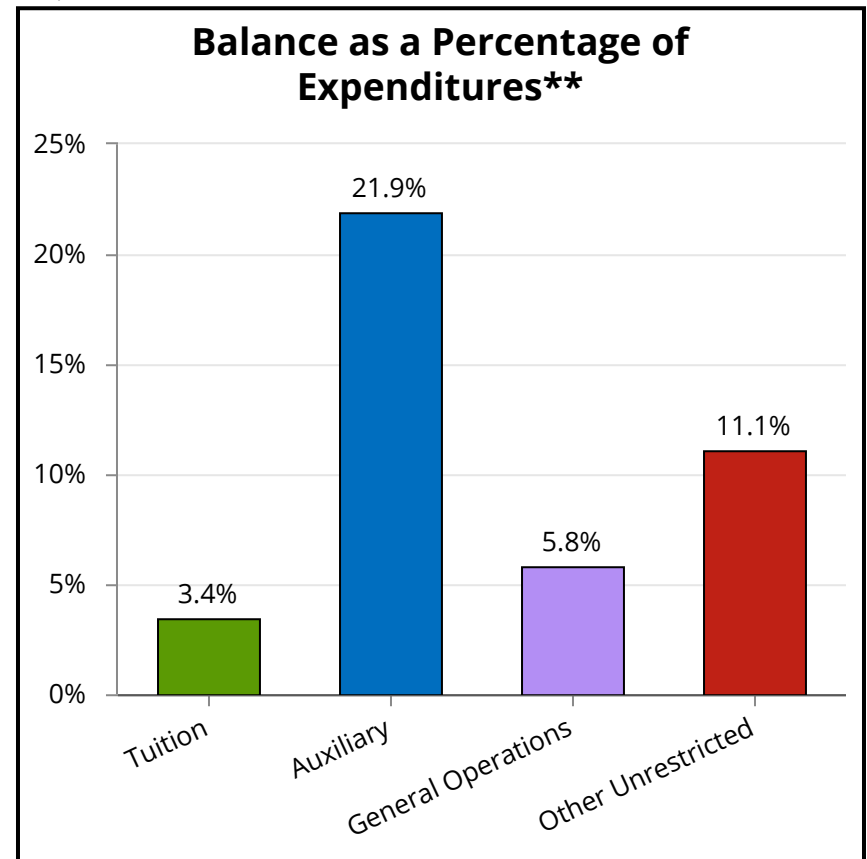
Restricted funds, including gifts, federal grants, non-federal grants and other restricted funds, increased by \$1.3 million in FY 2024. This increase is largely driven by gift-funded projects. As a result, total program revenue balances — unrestricted and restricted — decreased by \$17.3 million between FY 2023 and FY 2024.

# UW-Madison FY 2024 Program Revenue Balances



## PR Balances Highlights

- UW-Madison is required to report on auxiliary operations. All other unrestricted balances are below the 12% threshold.
- More than 81% of unrestricted balances are either obligated or planned.
- \$93.2 million of \$153.7 million of auxiliary balances (61%) is identified for debt service payments.



\*\* Per Regent Policy Document 21-6, balances by category and as a percentage of expenditures are calculated prior to removing negative division-level balances.



# UW-Madison FY 2024 Program Revenue Balances

## Summary of Unrestricted PR Balances by Level of Commitment

|                                      | Tuition       | Auxiliary     | General Operations | Other Unrestricted | Federal Indirect | Total          |
|--------------------------------------|---------------|---------------|--------------------|--------------------|------------------|----------------|
| <b>Obligated</b>                     | \$ 38,841,626 | \$105,777,738 | \$ 36,792,467      | \$ 7,811,959       | \$167,680,634    | \$ 356,904,424 |
| <b>Planned</b>                       | —             | —             | —                  | —                  | 39,000,000       | 39,000,000     |
| <b>Designated</b>                    | 14,258,896    | 47,932,808    | —                  | 6,358,689          | —                | 68,550,393     |
| <b>Reserves</b>                      | —             | —             | —                  | —                  | 22,402,484       | 22,402,484     |
| <b>Undocumented (Discretionary)</b>  | —             | —             | —                  | —                  | —                | —              |
| <b>Subtotal</b>                      | 53,100,522    | 153,710,546   | 36,792,467         | 14,170,648         | 229,083,118      | 486,857,301    |
| <b>Negative Divisional Balances*</b> | *             | (5,059,470)   | *                  | *                  | *                | (5,059,470)    |
| <b>Total</b>                         | \$ 53,100,522 | \$148,651,076 | \$ 36,792,467      | \$ 14,170,648      | \$229,083,118    | \$ 481,797,831 |

\*Per Regent Policy Document 21-6, negative divisional balances are reflected for auxiliary operations only.

|   | Tuition          | Auxiliary     | General Operations | Other Unrestricted | Federal Indirect | Total            |
|---|------------------|---------------|--------------------|--------------------|------------------|------------------|
| <b>Total PR Appropriation Balances</b>            |                  |               |                    |                    |                  |                  |
| FY2022-23   | \$ 52,688,556    | \$153,080,807 | \$ 33,899,121      | \$ 13,592,485      | \$243,378,049    | \$ 496,639,018   |
| FY2023-24   | 53,100,521       | 148,651,076   | 36,792,467         | 14,170,648         | 229,083,118      | 481,797,830      |
| Change  | 411,965          | (4,429,731)   | 2,893,346          | 578,163            | (14,294,931)     | (14,841,188)     |
|   | 0.8%             | (2.9)%        | 8.5%               | 4.3%               | (5.9)%           | (3.0)%           |
| <b>Total Expenditures</b>                         |                  |               |                    |                    |                  |                  |
| FY2022-23   | \$ 1,468,849,618 | \$617,248,672 | \$497,183,357      | \$ 117,102,936     | \$194,010,099    | \$ 2,894,394,682 |
| FY2023-24   | 1,549,478,471    | 678,824,441   | 632,716,415        | 128,145,080        | 255,026,998      | 3,244,191,405    |
| Change  | 80,628,853       | 61,575,769    | 135,533,058        | 11,042,144         | 61,016,899       | 349,796,723      |
| <b>Balances as a Percentage of Expenditures**</b> |                  |               |                    |                    |                  |                  |
| FY2022-23   | 3.6%             | 24.8%         | 6.8%               | 11.6%              | #                |                  |
| FY2023-24   | 3.4%             | 21.9%         | 5.8%               | 11.1%              | #                |                  |

\*\* Per Regent Policy Document 21-6, balances as a percentage of expenditures are calculated prior to removing negative division-level balances.

# Per Regent Policy Document 21-6, Federal Indirect balances do not require a spending plan.

# UW-Madison FY 2024 Program Revenue Balances

## Auxiliary Operations

### Report on Auxiliary Balance in Excess of 12% of Fiscal Year Expenditures

|              |                       |
|--------------|-----------------------|
| Obligated    | \$ 105,777,738        |
| Planned      | —                     |
| Designated   | 47,932,808            |
| Reserves     | —                     |
| Undocumented | —                     |
| Total        | <u>\$ 153,710,546</u> |

### Obligated and Planned Funds

|   | Project/Initiative  | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|---|---|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1 | Campus PO encumbrance balances at the end of FY24                 | Obligated            | 60,520,919           | 60,520,919                         | 60,520,919                        | 60,520,919                      | FY25                        |
| 2 | Debt Service - University Housing - Resident Halls                | Obligated            | 15,372,192           | 15,372,192                         | 15,372,192                        | 15,372,192                      | FY25                        |
| 3 | Debt Service - Intercollegiate Athletics                          | Obligated            | 7,988,531            | 7,988,531                          | 7,988,531                         | 7,988,531                       | FY25                        |
| 4 | Debt Service - Wisconsin Union                                    | Obligated            | 7,610,171            | 7,610,171                          | 7,610,171                         | 7,610,171                       | FY25                        |
| 5 | Debt Service - University Recreation and Wellbeing                | Obligated            | 6,178,433            | 6,178,433                          | 6,178,433                         | 6,178,433                       | FY25                        |
| 6 | Debt Service - Transportation Services                            | Obligated            | 3,354,244            | 3,354,244                          | 3,354,244                         | 3,354,244                       | FY25                        |
| 7 | Debt Service - University Housing - University Apartments         | Obligated            | 657,870              | 657,870                            | 657,870                           | 657,870                         | FY25                        |
| 8 | Debt Service - Walnut Street, Charter, Co-Gen and Major Utilities | Obligated            | 4,095,378            | 4,095,378                          | 4,095,378                         | 4,095,378                       | FY25                        |

Total \$105,777,738  
 Obligated \$105,777,738  
 Planned \$ —

# UW-Madison FY 2024 Program Revenue Balances

## *Auxiliary Operations*

### Designated Funds

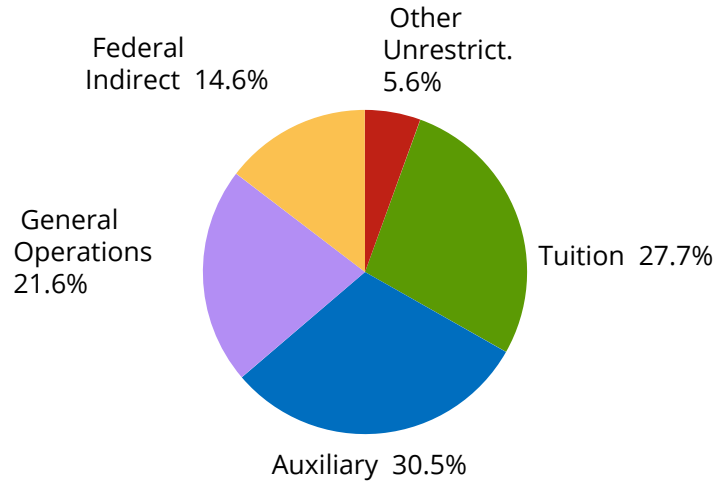
| Major Balance Grouping |   | FY24 Designated Balance |
|------------------------|---|-------------------------|
| 1                      | Debt Service - University Housing - Resident Halls                | 18,467,115              |
| 2                      | Debt Service - Intercollegiate Athletics                          | 4,082,206               |
| 3                      | Debt Service - Wisconsin Union                                    | 9,525,857               |
| 4                      | Debt Service - University Recreation and Wellbeing                | 6,912,688               |
| 5                      | Debt Service - Transportation Services                            | 3,897,641               |
| 6                      | Debt Service - University Housing - University Apartments         | 675,534                 |
| 7                      | Debt Service - Walnut Street, Charter, Co-Gen and Major Utilities | 4,371,767               |
| Total \$               |   | 47,932,808              |

### Negative Divisional Balances

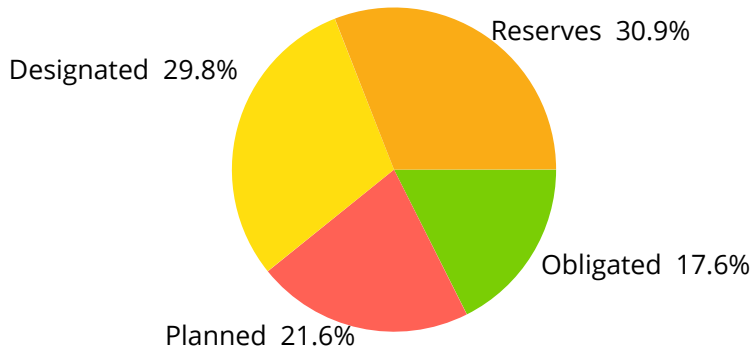
| Major Balance Grouping |                        | FY24 Negative Divisional Balance |
|------------------------|------------------------|----------------------------------|
| 1                      | Information Technology | (4,096,742)                      |
| 2                      | International Division | (962,728)                        |
| Total \$               |                        | (5,059,470)                      |

# UW-Milwaukee FY 2024 Program Revenue Balances

**PR Balances by Category\*\***



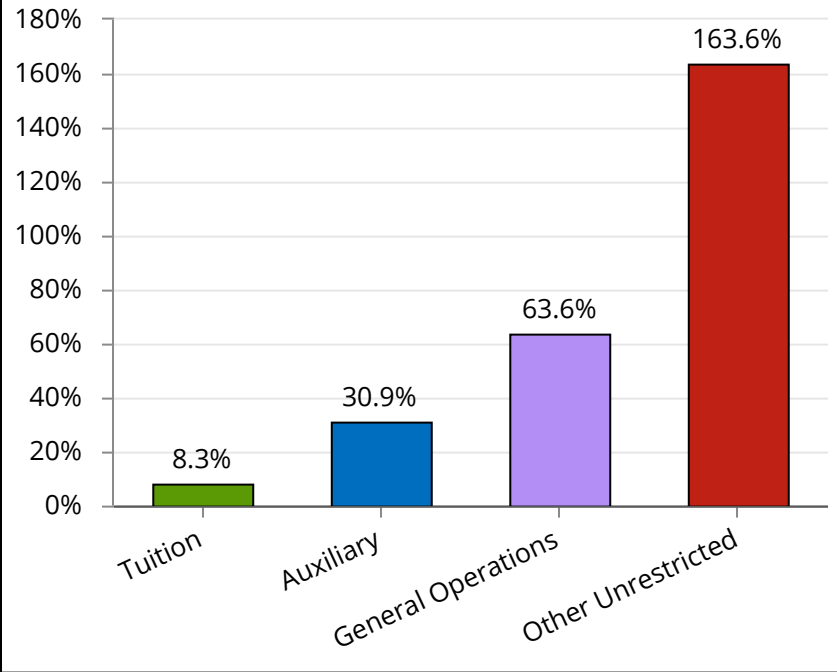
**PR Balances by Commitment Level**



## PR Balances Highlights

- UW-Milwaukee is required to report on all categories of unrestricted balances except tuition, which is below the 12% threshold.
- More than 37% of the unrestricted balance is categorized as obligated or planned.
- 25% of auxiliary balances are identified for debt service and enumerated capital projects.

**Balance as a Percentage of Expenditures\*\***



\*\* Per Regent Policy Document 21-6, balances by category and as a percentage of expenditures are calculated prior to removing negative division-level balances.

# UW-Milwaukee FY 2024 Program Revenue Balances

## Summary of Unrestricted PR Balances by Level of Commitment

|                                      | Tuition       | Auxiliary     | General Operations | Other Unrestricted | Federal Indirect | Total          |
|--------------------------------------|---------------|---------------|--------------------|--------------------|------------------|----------------|
| <b>Obligated</b>                     | \$ 2,313,589  | \$ 9,993,650  | \$ 5,791,737       | \$ 81,002          | \$ 1,238,599     | \$ 19,418,577  |
| <b>Planned</b>                       | 3,293,395     | 8,481,166     | 3,408,230          | —                  | 8,695,130        | 23,877,921     |
| <b>Designated</b>                    | 8,927,403     | 15,864,758    | 5,850,205          | 577,792            | 1,725,105        | 32,945,263     |
| <b>Reserves</b>                      | 15,746,285    | 26,679        | 8,635,908          | 5,428,881          | 4,331,881        | 34,169,634     |
| <b>Undocumented (Discretionary)</b>  | —             | —             | —                  | —                  | —                | —              |
| <b>Subtotal</b>                      | 30,280,672    | 34,366,253    | 23,686,080         | 6,087,675          | 15,990,715       | 110,411,395    |
| <b>Negative Divisional Balances*</b> | *             | (943,184)     | *                  | *                  | *                | (943,184)      |
| <b>Total</b>                         | \$ 30,280,672 | \$ 33,423,069 | \$ 23,686,080      | \$ 6,087,675       | \$ 15,990,715    | \$ 109,468,211 |

\*Per Regent Policy Document 21-6, negative divisional balances are reflected for auxiliary operations only.

|   | Tuition        | Auxiliary     | General Operations | Other Unrestricted | Federal Indirect | Total          |
|---|----------------|---------------|--------------------|--------------------|------------------|----------------|
| <b>Total PR Appropriation Balances</b>            |                |               |                    |                    |                  |                |
| FY2022-23   | \$ 33,688,718  | \$ 41,695,138 | \$ 31,451,071      | \$ 5,342,762       | \$ 13,315,183    | \$ 125,492,872 |
| FY2023-24   | 30,280,672     | 33,423,070    | 23,686,080         | 6,087,674          | 15,990,715       | 109,468,211    |
| Change  | (3,408,046)    | (8,272,068)   | (7,764,991)        | 744,912            | 2,675,532        | (16,024,661)   |
|   | (10.1)%        | (19.8)%       | (24.7)%            | 13.9%              | 20.1%            | (12.8)%        |
| <b>Total Expenditures</b>                         |                |               |                    |                    |                  |                |
| FY2022-23   | \$ 359,658,266 | \$ 98,418,837 | \$ 21,431,036      | \$ 2,521,035       | \$ 6,172,041     | \$ 488,201,215 |
| FY2023-24   | 366,217,567    | 108,150,998   | 37,257,300         | 3,720,039          | 6,193,691        | 521,539,595    |
| Change  | 6,559,301      | 9,732,161     | 15,826,264         | 1,199,004          | 21,650           | 33,338,380     |
| <b>Balances as a Percentage of Expenditures**</b> |                |               |                    |                    |                  |                |
| FY2022-23   | 9.4%           | 42.4%         | 146.8%             | 211.9%             | #                |                |
| FY2023-24   | 8.3%           | 30.9%         | 63.6%              | 163.6%             | #                |                |

\*\* Per Regent Policy Document 21-6, balances as a percentage of expenditures are calculated prior to removing negative division-level balances.

# Per Regent Policy Document 21-6, Federal Indirect balances do not require a spending plan.

# UW-Milwaukee FY 2024 Program Revenue Balances

## Auxiliary Operations

### Report on Auxiliary Balance in Excess of 12% of Fiscal Year Expenditures

|                    |                             |
|--------------------|-----------------------------|
| Obligated          | \$ 9,993,650                |
| Planned            | 8,481,166                   |
| Designated         | 15,864,758                  |
| Reserves           | 26,679                      |
| Undocumented Funds | —                           |
| <b>Total</b>       | <b><u>\$ 34,366,253</u></b> |

### Obligated and Planned Funds

| Project/Initiative  | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|---|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1 Debt Service - 1 year   | Obligated            | 8,498,399            | 8,498,399                          | 8,498,399                         | 8,498,399                       | FY25                        |
| 2 Encumbrances  | Obligated            | 586,889              | 586,889                            | 586,889                           | 586,889                         | FY25                        |
| 3 Union Renovation Project 18L2V - Construction Contract Signed with DOA & General Contractor | Obligated            | 558,353              | 558,353                            | 558,353                           | 558,353                         | FY25                        |
| 4 Remaining Sandburg Project Down Payment 16L1U   | Obligated            | 350,009              | 350,009                            | 350,009                           | 350,009                         | FY25                        |
| 5 Parking Equipment   | Planned              | 855,000              | 855,000                            | 455,000                           | 855,000                         | FY25-FY27                   |
| 6 Parking Facility Maintenance  | Planned              | 1,267,808            | 1,267,808                          | 196,000                           | 1,267,808                       | FY25-FY30                   |
| 7 Parking ongoing operations exceeding revenues   | Planned              | 656,257              | 656,257                            | —                                 | 656,257                         | FY27                        |
| 8 Athletics Capital Fee after Orthopedic Hospital of Wisconsin Center Payments                | Planned              | 219,491              | 219,491                            | 180,000                           | 219,491                         | FY25-FY26                   |
| 9 Union building costs not covered in Union renovation project                                | Planned              | 2,713,804            | 2,713,804                          | 953,064                           | 2,713,804                       | FY25-FY27                   |
| 10 Retail/Food Services - Cover capital purchases FY25-FY27                                   | Planned              | 981,738              | 981,738                            | 327,246                           | 981,738                         | FY25-FY27                   |
| 11 Retail/Food Services residential facility remodel/equip. repl.                             | Planned              | 1,618,322            | 1,618,322                          | 539,441                           | 1,618,322                       | FY25-FY27                   |
| 12 University Recreation FY25 Bleacher Replacement  | Planned              | 168,746              | 168,747                            | 168,748                           | 168,748                         | FY25                        |

Total \$ 18,474,816  
Obligated \$ 9,993,650  
Planned \$ 8,481,166

# UW-Milwaukee FY 2024 Program Revenue Balances

## *Auxiliary Operations*

### Designated Funds

|   | Major Balance Grouping   | FY24 Designated Balance |
|---|--|-------------------------|
| 1 | Official functions account   | 191,533                 |
| 2 | Auxiliary and Segregated Fee Balances  | 6,761,381               |
| 3 | Gold Account Balances (student accounts which could be refunded)                       | 205,364                 |
| 4 | 1-year Debt Service for enumerated Housing, Union, Health Center, and Utility Projects | 8,706,480               |
|   | Total \$   | 15,864,758              |

### Reserve Funds

|   | Major Balance Grouping | FY24 Reserve Balance |
|---|------------------------|----------------------|
| 1 | Auxiliary Reserves     | 26,679               |

# UW-Milwaukee FY 2024 Program Revenue Balances

## *Auxiliary Operations*

### Negative Divisional Balances

|    | Division                               | FY24 Negative<br>Divisional Balance |
|----|--|-------------------------------------|
| 1  | Academic Affairs - Departments         | (470,379)                           |
| 2  | School of Nursing                      | (159,125)                           |
| 3  | Academic Fees                          | (93,248)                            |
| 4  | Academic Departments - Humanities      | (80,076)                            |
| 5  | Student Affairs                        | (58,517)                            |
| 6  | Academic Departments - Natural Science | (31,866)                            |
| 7  | Business & Financial Services          | (21,778)                            |
| 8  | Athletics                              | (19,444)                            |
| 9  | University Info Tech Services          | (5,450)                             |
| 10 | Helen Bader School of Social Welfare   | (1,758)                             |
| 11 | Vice Chancellor's Office               | (916)                               |
| 12 | Shared Services IT                     | (584)                               |
| 13 | Human Resources                        | (30)                                |
| 14 | Interest Revenue                       | (11)                                |
| 15 | University Advancement                 | —                                   |
|    | Total \$                               | (943,182)                           |



# UW-Milwaukee FY 2024 Program Revenue Balances

## General Operations

### Report on General Operations Balance in Excess of 12% of Fiscal Year Expenditures

|              |                             |
|--------------|-----------------------------|
| Obligated    | \$ 5,791,737                |
| Planned      | 3,408,230                   |
| Designated   | 5,850,205                   |
| Reserves     | 8,635,908                   |
| Undocumented | —                           |
| <b>Total</b> | <b><u>\$ 23,686,080</u></b> |

### Obligated and Planned Funds

|   | Project/Initiative  | Obligated or Planned? | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|---|---|-----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1 | Encumbrances  | Obligated             | 571,608              | 571,608                            | 571,608                           | 571,608                         | FY25                        |
| 2 | Milwaukee Metropolitan Sewerage District Climate & Watershed Scientist contract #P-2998                                 | Obligated             | 443,261              | 443,261                            | 186,739                           | 443,261                         | FY25-FY27                   |
| 3 | Health Science Building Renovation  | Obligated             | 2,500,000            | 2,500,000                          | 833,333                           | 2,500,000                       | FY25-FY27                   |
| 4 | Faculty Start Up Packages   | Obligated             | 885,949              | 885,949                            | 885,949                           | 885,949                         | FY25                        |
| 5 | Voluntary Separation Incentive Program Costs  | Obligated             | 334,221              | 334,221                            | 334,221                           | 334,221                         | FY25                        |
| 6 | 1-Year Debt Service for School of Public Health   | Obligated             | 1,056,698            | 1,056,698                          | 1,056,698                         | 1,056,698                       | FY25                        |
| 7 | Student Success Investment Program - Initiatives for Pre-College, Research, Advising, Retention and Student Experience. | Planned               | 1,208,230            | 1,208,230                          | 1,208,230                         | 1,208,230                       | FY25                        |
| 8 | Strategic Initiatives for Student Advancement, First Choice Marketing, Online Growth                                    | Planned               | 2,000,000            | 2,000,000                          | 2,000,000                         | 2,000,000                       | FY25                        |
| 9 | Campus Master Plan  | Planned               | 200,000              | 200,000                            | 200,000                           | 200,000                         | FY25                        |

Total \$ 9,199,967  
 Obligated \$ 5,791,737  
 Planned \$ 3,408,230

# UW-Milwaukee FY 2024 Program Revenue Balances

## General Operations

### Designated Funds

|    | Major Balance Grouping   | FY24 Designated Balance |
|----|--|-------------------------|
| 1  | Lubar School of Business Center Activities - Fees collected  | 62,207                  |
| 2  | Enrollment Management Department Programs (First Year Programs, Orientation, Career Development, Trio Pre-College, Registrar's Office)   | 1,148,010               |
| 3  | Office of Charter Schools - operating receipts to be returned to Charter Schools   | 69,872                  |
| 4  | Office of Clinical Placement - Wisconsin Improvement Program intern funds  | 27,550                  |
| 5  | Consulting Office of Research external consulting contract   | 17,105                  |
| 6  | Operating receipts from trainings and conferences offered by Milwaukee Child Welfare Partnership   | 113,732                 |
| 7  | Institute for Child and Family Welfare external contracts  | 24,114                  |
| 8  | Other General Operating Receipts and Center Operations   | 51,398                  |
| 9  | Engineering lab operating receipts used for lab equipment replacement.   | 929,402                 |
| 10 | Research Center Operations   | 131,487                 |
| 11 | Fees generated by the Use of Library Materials and Spaces funds are designated for depreciating equipment, spaces, and necessary upkeep. | 521,934                 |
| 12 | Marketing and Communication funds  | 1,525,712               |
| 13 | Innovation Campus Overhead & Support   | 676,691                 |
| 14 | LGBTQ+ Summer Camp   | 10,263                  |
| 15 | Center for Urban Population Health-Annual Conferences  | 289,682                 |
| 16 | Commencement Funds   | 140,207                 |
| 17 | Socially Responsible Evaluation in Education (Center) Operations   | 110,839                 |
|    | Total \$   | 5,850,205               |

### Reserve Funds

|   | Major Balance Grouping      | FY24 Reserves Balance |
|---|-----------------------------|-----------------------|
| 1 | General Operations Reserves | 8,635,908             |

# UW-Milwaukee FY 2024 Program Revenue Balances

## Other Unrestricted Operations

### Report on Other Unrestricted Balance in Excess of 12% of Fiscal Year Expenditures

|              |                     |
|--------------|---------------------|
| Obligated    | \$ 81,002           |
| Planned      | —                   |
| Designated   | 577,792             |
| Reserves     | 5,428,881           |
| Undocumented | —                   |
| Total        | <u>\$ 6,087,675</u> |

### Obligated and Planned Funds

| Project/Initiative  | Obligated or Planned? | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|---|-----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1 Scholarships - License plate scholarship program          | Obligated             | 28,320               | 28,320                             | 10,000                            | 28,320                          | FY25-FY26                   |
| 2 WI DNR Fisheries Scientist - Asst Professor Brandon Gerig | Obligated             | 15,000               | 66,000                             | 66,000                            | 66,000                          | FY25                        |
| 3 Encumbrances  | Obligated             | 37,682               | 37,682                             | 37,682                            | 37,682                          | FY25                        |

Total \$ 37,682  
 Obligated \$ 37,682  
 Planned \$ —

### Designated Funds

| Major Balance Grouping   | FY24 Designated Balance |
|--|-------------------------|
| 1 Non Credit Extension Program Receipts  | 39,695                  |
| 2 Outreach Activities and Workshops  | 182,616                 |
| 3 Extension Non-Credit Program Receipts to apply to extension-related activities | 355,481                 |

Total \$ 577,792

# UW-Milwaukee FY 2024 Program Revenue Balances

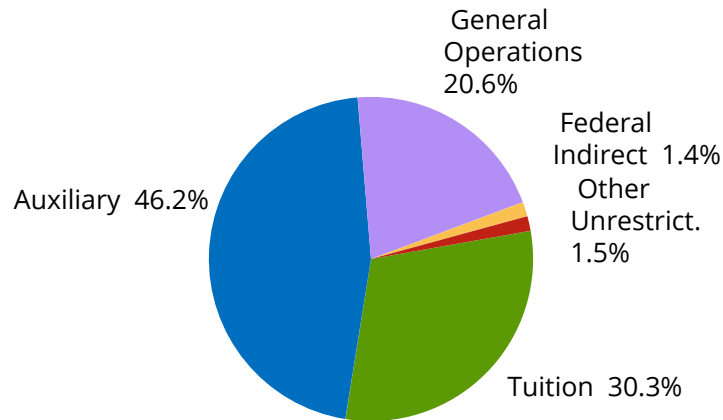
## *Other Unrestricted Operations*

### Reserve Funds

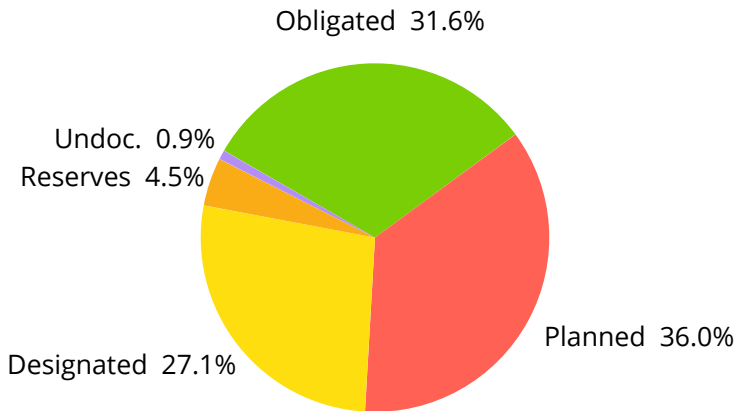
|   | Major Balance Grouping      | FY24 Reserves<br>Balance |
|---|-----------------------------|--------------------------|
| 1 | Other Unrestricted Reserves | 5,428,881                |

# UW-Eau Claire FY 2024 Program Revenue Balances

**PR Balances by Category\*\***



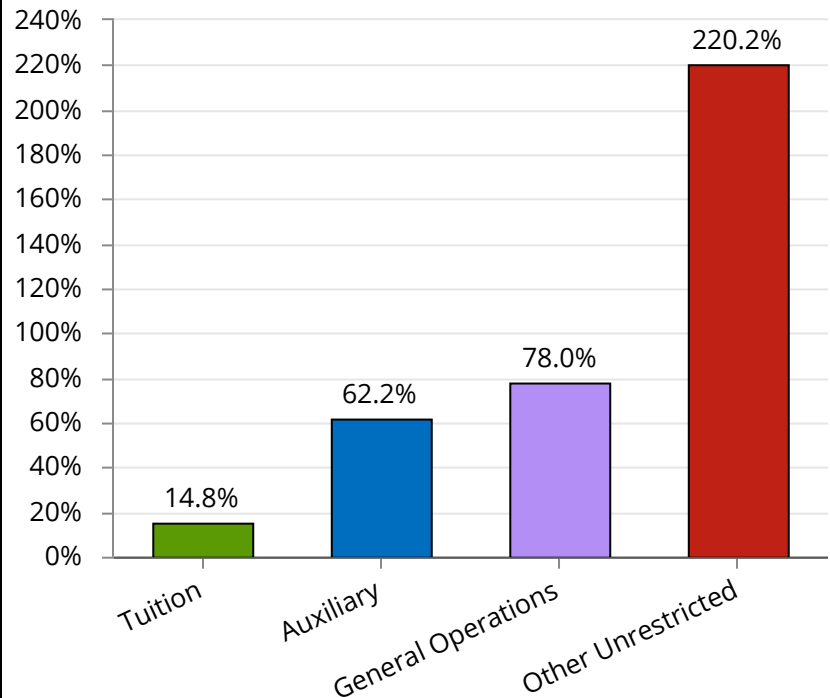
**PR Balances by Commitment Level**



## PR Balances Highlights

- UW-Eau Claire is required to report on all categories of unrestricted balances.
- 68% of unrestricted balances are categorized as obligated or planned.
- \$25 million (80%) of auxiliary balances are put toward debt service, leases, maintenance, or small/all agency projects.

**Balance as a Percentage of Expenditures\*\***



\*\* Per Regent Policy Document 21-6, balances by category and as a percentage of expenditures are calculated prior to removing negative division-level balances.

# UW-Eau Claire FY 2024 Program Revenue Balances

## Summary of Unrestricted PR Balances by Level of Commitment

|                                      | Tuition       | Auxiliary     | General Operations | Other Unrestricted | Federal Indirect | Total         |
|--------------------------------------|---------------|---------------|--------------------|--------------------|------------------|---------------|
| <b>Obligated</b>                     | \$ 1,221,223  | \$ 15,243,933 | \$ 4,310,479       | \$ —               | \$ 8,465         | \$ 20,784,100 |
| <b>Planned</b>                       | 10,358,615    | 7,536,513     | 5,449,709          | —                  | 333,004          | 23,677,841    |
| <b>Designated</b>                    | 4,997,356     | 8,313,409     | 3,531,862          | 952,934            | —                | 17,795,561    |
| <b>Reserves</b>                      | 2,949,652     | —             | —                  | —                  | —                | 2,949,652     |
| <b>Undocumented (Discretionary)</b>  | —             | —             | —                  | —                  | 579,113          | 579,113       |
| <b>Subtotal</b>                      | 19,526,846    | 31,093,855    | 13,292,050         | 952,934            | 920,582          | 65,786,267    |
| <b>Negative Divisional Balances*</b> | *             | (1,348,979)   | *                  | *                  | *                | (1,348,979)   |
| <b>Total</b>                         | \$ 19,526,846 | \$ 29,744,876 | \$ 13,292,050      | \$ 952,934         | \$ 920,582       | \$ 64,437,288 |

\*Per Regent Policy Document 21-6, negative divisional balances are reflected for auxiliary operations only.

|   | Tuition        | Auxiliary     | General Operations | Other Unrestricted | Federal Indirect | Total          |
|---|----------------|---------------|--------------------|--------------------|------------------|----------------|
| <b>Total PR Appropriation Balances</b>          |                |               |                    |                    |                  |                |
| FY2022-23                                       | \$ 22,137,624  | \$ 22,627,982 | \$ 13,977,933      | \$ 845,127         | \$ 721,571       | \$ 60,310,237  |
| FY2023-24                                       | 19,526,846     | 29,744,876    | 13,292,050         | 952,934            | 920,582          | 64,437,288     |
| Change  | (2,610,778)    | 7,116,894     | (685,883)          | 107,807            | 199,011          | 4,127,051      |
|   | (11.8)%        | 31.5%         | (4.9)%             | 12.8%              | 27.6%            | 6.8%           |
| <b>Total Expenditures</b>                       |                |               |                    |                    |                  |                |
| FY2022-23                                       | \$ 125,119,635 | \$ 58,196,442 | \$ 18,912,215      | \$ 340,261         | \$ 201,027       | \$ 202,769,580 |
| FY2023-24                                       | 132,147,281    | 47,797,194    | 17,042,724         | 432,730            | 361,676          | 197,781,605    |
| Change  | 7,027,646      | (10,399,248)  | (1,869,491)        | 92,469             | 160,649          | (4,987,975)    |
| <b>Balances as a Percentage of Expenditures</b> |                |               |                    |                    |                  |                |
| FY2022-23                                       | 17.7%          | 38.9%         | 73.9%              | 248.4%             | #                |                |
| FY2023-24                                       | 14.8%          | 62.2%         | 78.0%              | 220.2%             | #                |                |

\*\* Per Regent Policy Document 21-6, balances as a percentage of expenditures are calculated prior to removing negative division-level balances.

# Per Regent Policy Document 21-6, Federal Indirect balances do not require a spending plan

# UW-Eau Claire FY 2024 Program Revenue Balances

## Tuition

### Report on Tuition Balance in Excess of 12% of Fiscal Year Expenditures

|              |                      |
|--------------|----------------------|
| Obligated    | \$ 1,221,223         |
| Planned      | 10,358,615           |
| Designated   | 4,997,356            |
| Reserves     | 2,949,652            |
| Undocumented | —                    |
| <b>Total</b> | <b>\$ 19,526,846</b> |

### Obligated and Planned Funds

|   | Project/Initiative  | Obligated/<br>Planned | FY24<br>Project<br>Balance | Total<br>Amount<br>Planned to<br>Accumulate | Amount<br>Expected to<br>Expend in<br>FY25 | Total<br>Amount<br>Expected to<br>Expend | When<br>Funds will<br>be<br>Expended |
|---|---|-----------------------|----------------------------|---|--|--|--------------------------------------|
| 1 | Mayo Lease (ReGen Theranostics)   | Obligated             | 54,227                     | 54,227                                      | 54,227                                     | 54,227                                   | FY25                                 |
| 2 | Annual Priory lease - will vary each year   | Obligated             | 168,831                    | 168,831                                     | 168,831                                    | 168,831                                  | FY25                                 |
| 3 | Annual Pablo Lease - Includes lease & maint   | Obligated             | 700,000                    | 700,000                                     | 700,000                                    | 700,000                                  | FY25                                 |
| 4 | Campus Purchase Order Encumbrance Balances at the end of FY24   | Obligated             | 8,377                      | 8,377                                       | 8,377                                      | 8,377                                    | FY25                                 |
| 5 | Encumbrances entered directly into the Shared Financial System by UW-Eau Claire   | Obligated             | 289,788                    | 289,788                                     | 289,788                                    | 289,788                                  | FY25                                 |
| 6 | Card Swipe access to buildings  | Planned               | 76,189                     | 76,189                                      | 76,189                                     | 76,189                                   | FY25                                 |
| 7 | Maintenance projects such as Schofield Hall Floors 1&2, Vicky Lord Larson Hall, Campus Food Pantry, Photo Studio, Call Center move, Brewer Hall move out. | Planned               | 94,779                     | 94,779                                      | 94,779                                     | 94,779                                   | FY25                                 |
| 8 | Cooperation in Higher Education & Professional Development China 1+2+1 program  | Planned               | 30,000                     | 30,000                                      | 10,000                                     | 30,000                                   | FY25-FY26                            |
| 9 | Learning & Technology Services/Enterprise Directions Counsel common systems potential increases   | Planned               | 500,000                    | 500,000                                     | 500,000                                    | 500,000                                  | FY25                                 |

# UW-Eau Claire FY 2024 Program Revenue Balances

## Tuition

|    |  |         |           |           |         |           |           |
|----|--|---------|-----------|-----------|---------|-----------|-----------|
| 10 | Annual MBA settlement WI GI Bill   | Planned | 226,200   | 226,200   | 75,400  | 226,200   | FY25-FY27 |
| 11 | University insurance premiums/sales credit shortages   | Planned | 300,000   | 300,000   | 100,000 | 300,000   | FY25-FY27 |
| 12 | International student recruitment - agency commission fees   | Planned | 30,000    | 30,000    | 10,000  | 30,000    | FY25-FY27 |
| 13 | Summer chair salaries  | Planned | 1,080,000 | 1,080,000 | 350,000 | 1,080,000 | FY25-FY27 |
| 14 | Americans with Disabilities Act (ADA) accommodations   | Planned | 63,000    | 63,000    | 30,000  | 63,000    | FY25-FY27 |
| 15 | Mandated services: e.g., interpreter services, transcription services  | Planned | 240,000   | 240,000   | 80,000  | 240,000   | FY25-FY27 |
| 16 | Higher Learning Commission (HLC) accreditation / annual activity expenses  | Planned | 69,288    | 69,228    | 10,000  | 69,228    | FY25-FY27 |
| 17 | Pablo Part-Time Help agreement   | Planned | 765,000   | 765,000   | 255,000 | 765,000   | FY25-FY27 |
| 18 | Faculty release time for Mayo Collaboration \$25k each year for 4 years  | Planned | 25,000    | 100,000   | 25,000  | 100,000   | FY25-FY28 |
| 19 | Chancellor's office projects funded using central funds  | Planned | 300,000   | 300,000   | 30,000  | 300,000   | FY25-FY27 |
| 20 | Winter/Summer tuition (WIN/SUM) future planned spending of balances by departments including Special Lab Mod/Equipment/Furniture strategic funding for the College of Education and Human Sciences (COEHS), computer rotation expenses and software support fee for the College of Arts and Sciences and various technology, faculty travel and immersive experiences for COEHS Special Education. | Planned | 786,689   | 786,689   | 250,809 | 786,689   | FY25-FY27 |
| 21 | Continuing Education future planned spending of balances, including additional Communication Sciences and Disorders (CSD) staffing/salaries, investment in curriculum, supplies and capital.   | Planned | 476,119   | 476,119   | 476,119 | 476,119   | FY25      |
| 22 | Funding for campus recruiters, including travel budget.  | Planned | 105,940   | 105,940   | 105,940 | 105,940   | FY25      |
| 23 | Wisconsin Economic Development Corporation (WEDC) Grant Sustainability   | Planned | 500,000   | 500,000   | 500,000 | 500,000   | FY25      |
| 24 | Academic Affairs Course Availability   | Planned | 103,213   | 103,213   | —       | 103,213   | FY26      |



# UW-Eau Claire FY 2024 Program Revenue Balances

## Tuition

|    |  |         |           |           |           |           |           |
|----|--|---------|-----------|-----------|-----------|-----------|-----------|
| 25 | Mayo Med School Pipeline Scholarships - for biomedical innovator \$40k yr 1, \$80k yr 2, \$120k yr 3 and \$160k yr 4 | Planned | 84,000    | 360,000   | 84,000    | 360,000   | FY25-FY27 |
| 26 | Funding to cover tuition revenue target shortfall  | Planned | 1,000,000 | 1,000,000 | 1,000,000 | 1,000,000 | FY25      |
| 27 | Schofield Renovation   | Planned | 91,551    | 91,551    | 91,551    | 91,551    | FY25      |
| 28 | Various Academic Affairs Regent Awards, UW Workforce Funding   | Planned | 1,358,759 | 1,358,759 | 1,358,759 | 1,358,759 | FY25      |
| 29 | Heating Fuels Carryover & Utilities Fluctuations   | Planned | 815,518   | 815,518   | 815,518   | 815,518   | FY25      |
| 30 | 1% estimated tuition for student success and financial aid   | Planned | 643,440   | 643,440   | 643,440   | 643,440   | FY25      |
| 31 | Tuition Reimbursement  | Planned | 69,470    | 69,470    | 69,470    | 69,470    | FY25      |
| 32 | WISYS Grant Assessment   | Planned | 22,460    | 22,460    | 22,460    | 22,460    | FY25      |
| 33 | Veterans Mini Grant  | Planned | 2,000     | 2,000     | 2,000     | 2,000     | FY25      |
| 34 | Minnesota Marketing/Recruitment  | Planned | 500,000   | 500,000   | 500,000   | 500,000   | FY25      |

Total \$ 11,579,838

Obligated \$ 1,221,223

Planned \$ 10,358,615

## Designated Funds

|   | Major Balance Grouping  | FY24 Designated Balance |
|---|---|-------------------------|
| 1 | Annual Pablo Lease - Includes lease & maint                       | 700,000                 |
| 2 | Online MBA Consortium Operational, Instructional & Clearing Funds | 4,297,356               |
|   | Total \$  | 4,997,356               |

## Reserve Funds

|   | Major Balance Grouping | FY24 Reserves Balance |
|---|------------------------|-----------------------|
| 1 | Planning Reserves      | 2,949,652             |

# UW-Eau Claire FY 2024 Program Revenue Balances

## Auxiliary Operations

### Report on Auxiliary Operations Balance in Excess of 12% of Fiscal Year Expenditures

|              |                      |
|--------------|----------------------|
| Obligated    | \$ 15,243,933        |
| Planned      | 7,536,513            |
| Designated   | 8,313,409            |
| Reserves     | —                    |
| Undocumented | —                    |
| Total        | <u>\$ 31,093,855</u> |

### Obligated and Planned Funds

| Project/Initiative   | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|--|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1 Service Agreement - Residence Halls Aspenson Mogensen with Blugold Real Estate FY25  | Obligated            | 1,687,268            | 1,687,268                          | 1,687,268                         | 1,687,268                       | FY25                        |
| 2 Debt Service FY25 - Central Utility Fund   | Obligated            | 489,558              | 489,558                            | 489,558                           | 489,558                         | FY25                        |
| 3 Debt Service FY25 - Parking  | Obligated            | 132,772              | 132,772                            | 132,772                           | 132,772                         | FY25                        |
| 4 Debt Service FY25 - Residence Halls  | Obligated            | 3,397,794            | 3,397,794                          | 3,397,794                         | 3,397,794                       | FY25                        |
| 5 Debt Service FY25 - University Centers   | Obligated            | 3,064,925            | 3,064,925                          | 3,064,925                         | 3,064,925                       | FY25                        |
| 6 Debt Service FY25 - Food Service & Recreation  | Obligated            | 66,275               | 66,275                             | 66,275                            | 66,275                          | FY25                        |
| 7 Service Agreement - Residence Halls Haymarket Concepts with Blugold Real Estate FY25 | Obligated            | 2,772,047            | 2,772,047                          | 2,772,047                         | 2,772,047                       | FY25                        |
| 8 Lease - Residence Halls Priory Lease with Blugold Real Estate 285-064 FY25           | Obligated            | 247,595              | 247,595                            | 247,595                           | 247,595                         | FY25                        |
| 9 Lease - Children's Nature Academy Priory Lease with Blugold Real Estate 285-064 FY25 | Obligated            | 178,468              | 178,468                            | 178,468                           | 178,468                         | FY25                        |
| 10 Encumbrance Balances at the end of FY24   | Obligated            | 2,170,589            | 2,170,589                          | 2,170,589                         | 2,170,589                       | FY25                        |
| 11 Remodel of Children's Nature Academy  | Obligated            | 1,036,642            | 1,036,642                          | 1,036,642                         | 1,036,642                       | FY25                        |

# UW-Eau Claire FY 2024 Program Revenue Balances

## Auxiliary Operations

|    |   |         |           |           |           |           |           |
|----|---|---------|-----------|-----------|-----------|-----------|-----------|
| 12 | Parking - increasing rent on Sacred Heart & Prairie lot, rent on new Chippewa Valley Technical College lot, new lot signage, and lot renovations Murray FY25, Governors FY25, Towers Circle FY25, Bridgman FY26, Oakridge FY26, and Water Street FY26 | Planned | 806,814   | 806,814   | 196,534   | 806,814   | FY25-FY27 |
| 13 | Centers planned operational decrease in balances, including various maintenance, upgrade and replacement projects.  | Planned | 463,532   | 463,532   | 367,457   | 463,532   | FY25-FY27 |
| 14 | Parking planned operational decrease in balance.  | Planned | 815,100   | 815,100   | 107,519   | 815,100   | FY25-FY27 |
| 15 | Dining planned operational decrease in balance, including various maintenance, upgrade and replacement projects. Increasing CUF fund expenses.  | Planned | 367,230   | 367,230   | 367,230   | 367,230   | FY25      |
| 16 | Blugold Central planned operational decrease in balance.  | Planned | 289,009   | 289,009   | 69,819    | 289,009   | FY25-FY27 |
| 17 | International Education Study Abroad planned operation decrease in balance and to support international student recruitment programs for which base resources do not exist.   | Planned | 474,978   | 474,978   | 322,276   | 474,978   | FY25-FY27 |
| 18 | Facilities planned operational decrease in balance. Balance Central Utility Fund funding with debt service, increase supplies and capital purchase.   | Planned | 15,699    | 15,699    | —         | 15,699    | FY26-FY27 |
| 19 | Instructional Resource Rental - online/hard copy textbooks  | Planned | 2,007,357 | 2,007,357 | 1,100,000 | 2,007,357 | FY25-FY27 |
| 20 | Turf Towers Field   | Planned | 1,213,794 | 1,213,794 | —         | 1,213,794 | FY26      |
| 21 | Upper Campus Basketball & Volleyball Replacement Project  | Planned | 1,083,000 | 1,083,000 | 1,083,000 | 1,083,000 | FY25      |

Total \$ 22,780,446

Obligated \$ 15,243,933

Planned \$ 7,536,513

# UW-Eau Claire FY 2024 Program Revenue Balances

## *Auxiliary Operations*

### Designated Funds

| Major Balance Grouping |  | FY24 Designated Balance |
|------------------------|--|-------------------------|
| 1                      | Debt Service FY26 - Parking            | 43,602                  |
| 2                      | Debt Service FY26 - Residence Halls    | 5,340,044               |
| 3                      | Debt Service FY26 - University Centers | 2,929,763               |
| Total \$               |  | 8,313,409               |

### Negative Divisional Balances

| Division |                      | FY24 Negative Divisional Balance |
|----------|----------------------|----------------------------------|
| 1        | Student Affairs      | (853,119)                        |
| 2        | Community Collaborat | (365,539)                        |
| 3        | Barron County        | (130,322)                        |
| Total \$ |                      | (1,348,980)                      |

# UW-Eau Claire FY 2024 Program Revenue Balances

## General Operations

### Report on General Operations Balance in Excess of 12% of Fiscal Year Expenditures

|              |                             |
|--------------|-----------------------------|
| Obligated    | \$ 4,310,479                |
| Planned      | 5,449,709                   |
| Designated   | 3,531,862                   |
| Reserves     | —                           |
| Undocumented | —                           |
| <b>Total</b> | <b><u>\$ 13,292,050</u></b> |

### Obligated and Planned Funds

|    | Project/Initiative   | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|----|--|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1  | Encumbrance Balances at the end of FY24  | Obligated            | 1,076,220            | 1,076,220                          | 1,076,220                         | 1,076,220                       | FY25                        |
| 2  | Annual Leave Reserve Account (ALRA) Terminal Leave Costs   | Obligated            | 103,528              | 103,528                            | 103,528                           | 103,528                         | FY25                        |
| 3  | Science Health Science DFD Project 19J4E   | Obligated            | 417,193              | 552,263                            | 552,263                           | 552,263                         | FY25                        |
| 4  | Sonnentag Contractual Build out  | Obligated            | 2,713,538            | 2,713,538                          | 2,713,538                         | 2,713,538                       | FY25                        |
| 5  | Funds set aside for all agency design fees   | Planned              | 708,000              | 708,000                            | 708,000                           | 708,000                         | FY25                        |
| 6  | University Police planned operational decrease in balances.  | Planned              | 44,645               | 44,645                             | 11,673                            | 44,645                          | FY25-FY27                   |
| 7  | Diploma/Data request planned operational decrease in balances.   | Planned              | 14,881               | 14,881                             | 3,225                             | 14,881                          | FY25-FY27                   |
| 8  | Unfunded scholarships  | Planned              | 2,789,886            | 2,789,886                          | 645,750                           | 2,789,886                       | FY25-FY27                   |
| 9  | Facilities projects including deferred maintenance to repair roadways, sidewalks, etc.   | Planned              | 489,122              | 489,122                            | 100,000                           | 489,122                         | FY25-FY26                   |
| 10 | Facilities capital projects including TMA Support Services, Master Lease Holder Tractor, custodial truck, Lift for McPhee, multipurpose truck, mail services van, etc. | Planned              | 345,956              | 345,956                            | 175,000                           | 345,956                         | FY25-FY26                   |

# UW-Eau Claire FY 2024 Program Revenue Balances

## *General Operations*

|    |   |         |         |         |         |         |           |
|----|---|---------|---------|---------|---------|---------|-----------|
| 11 | Academic Affairs planned operational decrease in balances.  | Planned | 58,722  | 58,722  | —       | 58,722  | FY26-FY27 |
| 12 | Enrollment Management planned operational decrease in balances.   | Planned | 434,538 | 434,538 | 150,701 | 434,538 | FY25-FY27 |
| 13 | College of Education and Human Sciences - various departments planned operational decrease in balances.     | Planned | 89,530  | 89,530  | 30,825  | 89,530  | FY25-FY27 |
| 14 | College of Arts & Science - various departments planned operational decrease in balances.                   | Planned | 260,357 | 260,357 | 117,740 | 260,357 | FY25-FY27 |
| 15 | Various Facilities projects including grounds equipment replacement, Library entrance, bathroom renovations | Planned | 214,072 | 214,072 | 150,072 | 214,072 | FY25-FY26 |

Total \$9,760,188  
 Obligated \$4,310,479  
 Planned \$5,449,709

# UW-Eau Claire FY 2024 Program Revenue Balances

## *General Operations*

### Designated Funds

|    | Major Balance Grouping  | FY24 Designated Balance |
|----|---|-------------------------|
| 1  | Learning & Technology Services network rotation - Internet Access   | 93,769                  |
| 2  | Learning & Technology Services network rotation - LTS Revolving   | 398,442                 |
| 3  | Learning & Technology Services network rotation - Student Tech Fees   | 253,609                 |
| 4  | Learning & Technology Services network rotation - Barron County   | 50,000                  |
| 5  | Career Conference   | 164,471                 |
| 6  | Diploma/Data Request Fees   | 176,096                 |
| 7  | Doctor of Nursing Practice Fee  | 178,864                 |
| 8  | Intensive English as a Second Language (ESL)  | 200,754                 |
| 9  | Instructional Program Revenue   | 698,468                 |
| 10 | New Student Orientation   | 155,417                 |
| 11 | Sports Camps  | 187,901                 |
| 12 | Academic Session DE Fees, Deferred Revenue - Fund 136, MSW Part Time Fees - Social Work, Geology Field Vehicles, Viennese Ball, University Police - Fund 136, Library Fines/Fees, Campus Energy | 974,071                 |
|    | Total \$  | 3,531,862               |

# UW-Eau Claire FY 2024 Program Revenue Balances

## *Other Unrestricted Operations*

### Report on Other Unrestricted Balance in Excess of 12% of Fiscal Year Expenditures

|              |    |                |
|--------------|----|----------------|
| Obligated    | \$ | —              |
| Planned      |    | —              |
| Designated   |    | 952,934        |
| Reserves     |    | —              |
| Undocumented |    | —              |
| Total        | \$ | <u>952,934</u> |

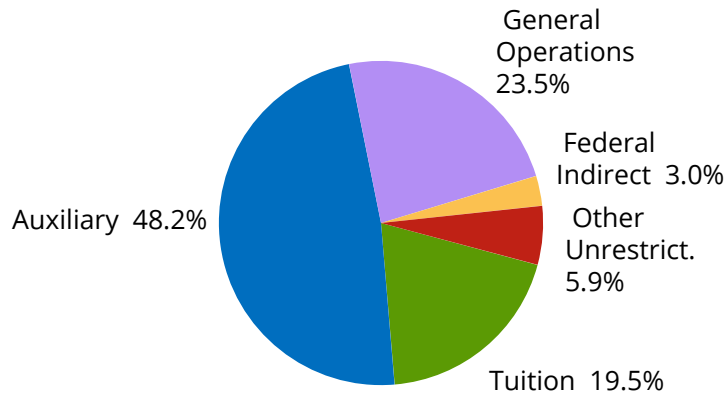
### Designated Funds

| Major Balance Grouping   | FY24 Designated Balance |
|--|-------------------------|
| 1 Fund 132 Extension Non-Credit Program Receipts balances to be used for salaries, travel and supplies in support of extension-related activities. | 952,934                 |

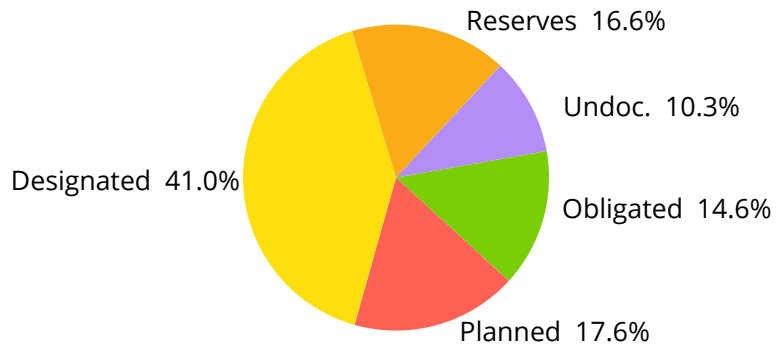


# UW-Green Bay FY 2024 Program Revenue Balances

**PR Balances by Category\*\***



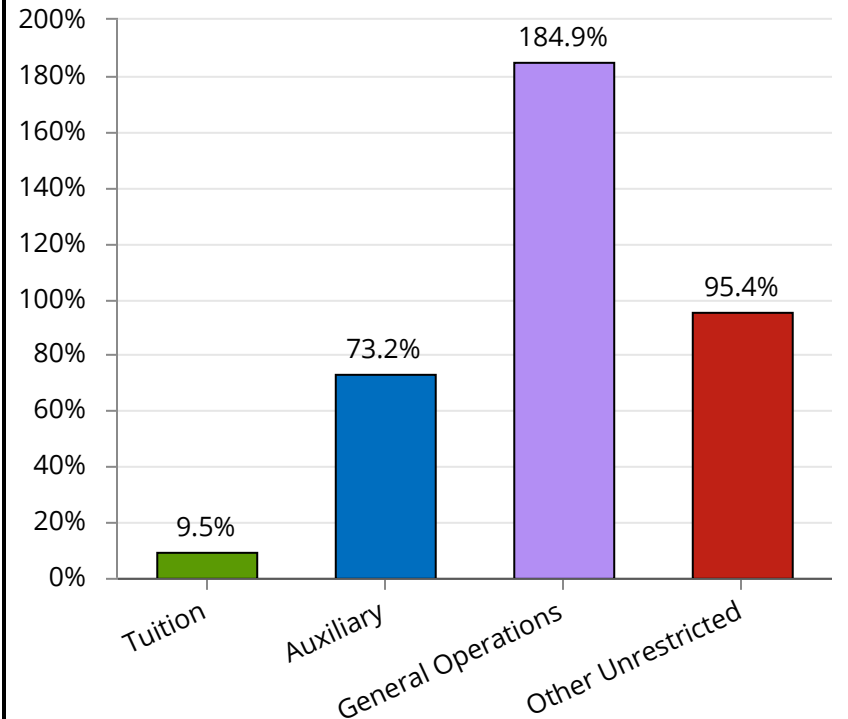
**PR Balances by Commitment Level**



## PR Balances Highlights

- UW-Green Bay is required to report on all categories of unrestricted balances except tuition, which is below the 12% threshold.
- 32% of unrestricted balances are categorized as obligated or planned.
- 18% of unrestricted balances are held for debt service, enumerated or future capital projects.

**Balance as a Percentage of Expenditures\*\***



\*\* Per Regent Policy Document 21-6, balances by category and as a percentage of expenditures are calculated prior to removing negative division-level balances.

# UW-Green Bay FY 2024 Program Revenue Balances

## Summary of Unrestricted PR Balances by Level of Commitment

|                                      | Tuition      | Auxiliary     | General Operations | Other Unrestricted | Federal Indirect | Total         |
|--------------------------------------|--------------|---------------|--------------------|--------------------|------------------|---------------|
| <b>Obligated</b>                     | \$ 387,650   | \$ 2,182,685  | \$ 2,122,529       | \$ 1,304,395       | \$ 45,408        | \$ 6,042,667  |
| <b>Planned</b>                       | 1,476,353    | 3,804,187     | 1,410,430          | 500,000            | 98,440           | 7,289,410     |
| <b>Designated</b>                    | 38,322       | 11,098,279    | 5,565,867          | 7,248              | 265,407          | 16,975,123    |
| <b>Reserves</b>                      | 3,562,440    | 2,469,327     | 524,937            | 254,335            | 70,223           | 6,881,262     |
| <b>Undocumented (Discretionary)</b>  | 2,620,534    | 409,611       | 104,940            | 360,130            | 765,045          | 4,260,260     |
| <b>Subtotal</b>                      | 8,085,299    | 19,964,089    | 9,728,703          | 2,426,108          | 1,244,523        | 41,448,722    |
| <b>Negative Divisional Balances*</b> | *            | —             | *                  | *                  | *                | —             |
| <b>Total</b>                         | \$ 8,085,299 | \$ 19,964,089 | \$ 9,728,703       | \$ 2,426,108       | \$ 1,244,523     | \$ 41,448,722 |

\*Per Regent Policy Document 21-6, negative divisional balances are reflected for auxiliary operations only.

|   | Tuition       | Auxiliary     | General Operations | Other Unrestricted | Federal Indirect | Total          |
|---|---------------|---------------|--------------------|--------------------|------------------|----------------|
| <b>Total PR Appropriation Balances</b>          |               |               |                    |                    |                  |                |
| FY2022-23                                       | \$ 7,742,576  | \$ 19,740,955 | \$ 9,260,639       | \$ 1,861,024       | \$ 1,203,565     | \$ 39,808,759  |
| FY2023-24                                       | 8,085,299     | 19,964,089    | 9,728,704          | 2,426,108          | 1,244,523        | 41,448,723     |
| Change  | 342,723       | 223,134       | 468,065            | 565,084            | 40,958           | 1,639,964      |
|   | 4.4%          | 1.1%          | 5.1%               | 30.4%              | 3.4%             | 4.1%           |
| <b>Total Expenditures</b>                       |               |               |                    |                    |                  |                |
| FY2022-23                                       | \$ 82,932,878 | \$ 23,533,470 | \$ 5,539,360       | \$ 2,289,092       | \$ 337,640       | \$ 114,632,440 |
| FY2023-24                                       | 84,772,315    | 27,291,922    | 5,261,159          | 2,544,191          | 702,226          | 120,571,813    |
| Change  | 1,839,437     | 3,758,452     | (278,201)          | 255,099            | 364,586          | 5,939,373      |
| <b>Balances as a Percentage of Expenditures</b> |               |               |                    |                    |                  |                |
| FY2022-23                                       | 9.3%          | 83.9%         | 167.2%             | 81.3%              | #                |                |
| FY2023-24                                       | 9.5%          | 73.2%         | 184.9%             | 95.4%              | #                |                |

\*\* Per Regent Policy Document 21-6, balances as a percentage of expenditures are calculated prior to removing negative division-level balances.

# Per Regent Policy Document 21-6, Federal Indirect balances do not require a spending plan

# UW-Green Bay FY 2024 Program Revenue Balances

## Auxiliary Operations

### Report on Auxiliary Operations Balance in Excess of 12% of Fiscal Year Expenditures

|              |                      |
|--------------|----------------------|
| Obligated    | \$ 2,182,685         |
| Planned      | 3,804,187            |
| Designated   | 11,098,279           |
| Reserves     | 2,469,327            |
| Undocumented | 409,611              |
| Total        | <u>\$ 19,964,089</u> |

### Obligated and Planned Funds

| Project/Initiative   | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|--|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1 Open purchase orders rolled forward from FY24 to FY25                        | Obligated            | 325,152              | 325,152                            | 325,152                           | 325,152                         | FY25                        |
| 2 Debt Service - Kress Events Center   | Obligated            | 237,946              | 237,946                            | 237,946                           | 237,946                         | FY25                        |
| 3 Debt Service - Athletics Field Complex                                       | Obligated            | 55,625               | 55,625                             | 55,625                            | 55,625                          | FY25                        |
| 4 Disc Golf Course and Fitness Center upgrades approved by students government | Obligated            | 90,695               | 90,695                             | 90,695                            | 90,695                          | FY25                        |
| 5 Res Life - Student Dorm Buildings tuckpointing & Entrance Repairs            | Obligated            | 59,423               | 59,423                             | 59,423                            | 59,423                          | FY25                        |
| 6 Res Life - Community Center Drainage Issue                                   | Obligated            | 43,825               | 43,825                             | 43,825                            | 43,825                          | FY25                        |
| 7 Res Life - Water heater replacement in building 3332                         | Obligated            | 4,985                | 4,985                              | 4,985                             | 4,985                           | FY25                        |
| 8 Res Life - Summer Cleaning of Residence Halls                                | Obligated            | 25,000               | 25,000                             | 25,000                            | 25,000                          | FY25                        |
| 9 Parking funds - Weidner Center parking lot resurfacing                       | Obligated            | 949,034              | 949,034                            | 949,034                           | 949,034                         | FY25                        |
| 10 Campus wide fire alarm replacement  | Obligated            | 391,000              | 391,000                            | 391,000                           | 391,000                         | FY25                        |
| 11 Purchase of a Suburban to replace Van 109                                   | Planned              | 16,970               | 16,970                             | 16,970                            | 16,970                          | FY25                        |
| 12 Res Life - Purchase of replacement UTV                                      | Planned              | 20,000               | 20,000                             | 20,000                            | 20,000                          | FY25                        |
| 13 Res Life - Fire panel replacement in UWGB owned apartments.                 | Planned              | 1,250,000            | 1,250,000                          | —                                 | 1,250,000                       | FY26-FY27                   |
| 14 Res Life - Planned water heater replacement in building 3334                | Planned              | 25,000               | 25,000                             | 25,000                            | 25,000                          | FY25                        |
| 15 Res Life - Installation of 20 WIFI locks in building 3334                   | Planned              | 58,466               | 58,466                             | 58,466                            | 58,466                          | FY25                        |

# UW-Green Bay FY 2024 Program Revenue Balances

## *Auxiliary Operations*

|    |   |         |           |           |         |           |           |
|----|---|---------|-----------|-----------|---------|-----------|-----------|
| 16 | Student emergency grants                                  | Planned | 50,000    | 50,000    | 50,000  | 50,000    | FY25      |
| 17 | Kress Events Center Air Handling Units                    | Planned | 520,000   | 520,000   | 145,000 | 520,000   | FY25-FY26 |
| 18 | Seg Fee - Union Expansion Projects                        | Planned | 1,541,350 | 3,000,000 | 184,200 | 3,000,000 | FY25-FY29 |
| 19 | Seg Fee - Aerobic floor refinishing & fitness center fans | Planned | 47,500    | 47,500    | 47,500  | 47,500    | FY25      |
| 20 | Seg Fee - Kress Center general access locker replacement  | Planned | 100,000   | 200,000   | 100,000 | 200,000   | FY25-FY26 |
| 21 | Seg Fee - Planned spending of balances in Student Life    | Planned | 174,901   | 174,901   | 174,901 | 174,901   | FY25      |

Total \$ 5,986,872  
 Obligated \$ 2,182,685  
 Planned \$ 3,804,187

### Designated Funds

| Major Balance Grouping                                 | FY24 Designated Balance |
|--|-------------------------|
| 1 Sustainability Program                               | 41,291                  |
| 2 Seg Fee Debt Service - Kress Events Center FY26      | 353,810                 |
| 3 FY26 Debt Service - Athletics Field Complex          | 54,969                  |
| 4 Athletic initiatives                                 | 705,000                 |
| 5 Seg Fee Collections (net of separately listed items) | 5,202,831               |
| 6 Special Course Fees                                  | 38,736                  |
| 7 International Education                              | 196,593                 |
| 8 University Union & Dining                            | 2,432,722               |
| 9 Parking Fees   | 772,903                 |
| 10 Residence Life (net of separately listed items)     | 1,288,992               |
| 11 Scholarships  | 9,410                   |
| 12 Weidner Center for Performing Arts                  | 1,022                   |
| Total \$   | 11,098,279              |

# UW-Green Bay FY 2024 Program Revenue Balances

## *Auxiliary Operations*

### Reserve Funds

|   | Major Balance Grouping                                    | FY24 Reserves Balance |
|---|---|-----------------------|
| 1 | Reserves for unexpected revenue or business interruptions | 2,469,327             |

### Undocumented Funds

|   | Major Balance Grouping                                     | FY24 Undocumented Balance |
|---|--|---------------------------|
| 1 | Balances for which commitment plans are not yet documented | 409,611                   |

# UW-Green Bay FY 2024 Program Revenue Balances

## *General Operations*

### Report on General Operations Balance in Excess of 12% of Fiscal Year Expenditures

|              |                     |
|--------------|---------------------|
| Obligated    | \$ 2,122,529        |
| Planned      | 1,410,430           |
| Designated   | 5,565,867           |
| Reserves     | 524,937             |
| Undocumented | 104,940             |
| Total        | <u>\$ 9,728,703</u> |

### Obligated and Planned Funds

|    | Project/Initiative  | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|----|---|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1  | Open purchase orders rolled forward from FY24 to FY25                                   | Obligated            | 57,244               | 57,244                             | 57,244                            | 57,244                          | FY25                        |
| 2  | Economic Development Director position  | Obligated            | 107,690              | 107,690                            | 107,690                           | 107,690                         | FY25                        |
| 3  | Permanent position on one time strategic funds in the College of Science & Technology   | Obligated            | 84,645               | 84,645                             | 84,645                            | 84,645                          | FY25                        |
| 4  | Purchase of used lab equipment for Human Biology Dept                                   | Obligated            | 13,000               | 13,000                             | 13,000                            | 13,000                          | FY25                        |
| 5  | College of Arts, Humanities & Social Science relocation stipends                        | Obligated            | 6,500                | 6,500                              | 6,500                             | 6,500                           | FY25                        |
| 6  | Heating and Chilling Plant Variable Volume Chiller Replacement 2023-25 major project    | Obligated            | 1,775,000            | 1,809,000                          | 1,275,000                         | 1,809,000                       | FY25-FY26                   |
| 7  | RISE Scholarships - 4th year of a 4 year cohort   | Obligated            | 27,000               | 27,000                             | 27,000                            | 27,000                          | FY25                        |
| 8  | EAB Global - Strategic Advisory Services Contract                                       | Obligated            | 36,450               | 36,450                             | 36,450                            | 36,450                          | FY25                        |
| 9  | Estamos Aqui Festival, UWGB match to grant funding from the City of Green Bay           | Obligated            | 15,000               | 15,000                             | 15,000                            | 15,000                          | FY25                        |
| 10 | College of Science Engineering and Technology faculty start up funds & professional dev | Planned              | 44,864               | 44,864                             | 44,864                            | 44,864                          | FY25                        |
| 11 | Distance Education classroom updates  | Planned              | 655,823              | 655,823                            | 655,823                           | 655,823                         | FY25                        |
| 12 | Greenhouse building and equipment updates   | Planned              | 3,000                | 3,000                              | 3,000                             | 3,000                           | FY25                        |

# UW-Green Bay FY 2024 Program Revenue Balances

## *General Operations*

|    |   |         |         |         |         |         |      |
|----|---|---------|---------|---------|---------|---------|------|
| 13 | Student scholarships in Science Engineering and Tech division from Heirloom Plant sale proceeds                                       | Planned | 22,500  | 22,500  | 22,500  | 22,500  | FY25 |
| 14 | Biodiversity student salaries   | Planned | 22,050  | 22,050  | 22,050  | 22,050  | FY25 |
| 15 | College of Arts, Humanities & Social Science faculty start up commitments   | Planned | 38,856  | 38,856  | 38,856  | 38,856  | FY25 |
| 16 | Stipends for Harvey Kaye Speaker series   | Planned | 10,000  | 10,000  | 10,000  | 10,000  | FY25 |
| 17 | Weidner Center & theatre department 2024-25 season support agreement  | Planned | 13,000  | 13,000  | 13,000  | 13,000  | FY25 |
| 18 | Center for Interactive Games and Media-supplies   | Planned | 2,000   | 2,000   | 2,000   | 2,000   | FY25 |
| 19 | Commitment to campus rodent lab   | Planned | 3,635   | 3,635   | 3,635   | 3,635   | FY25 |
| 20 | Additional Location signage funds from UW Administration  | Planned | 17,500  | 17,500  | 17,500  | 17,500  | FY25 |
| 21 | Campus Strategic Initiatives - Student success, faculty/staff development, recruiting, new program start ups, marketing and equipment | Planned | 577,202 | 577,202 | 577,202 | 577,202 | FY25 |

Total \$ 3,532,959  
 Obligated \$ 2,122,529  
 Planned \$ 1,410,430

# UW-Green Bay FY 2024 Program Revenue Balances

## *General Operations*

### Designated Funds

|    | Major Balance Grouping   | FY24 Designated Balance |
|----|--|-------------------------|
| 1  | Funds from Former Chancellor Residence - donor restrictions for community engagement | 107,788                 |
| 2  | Lifelong Learning Institute  | 32,911                  |
| 3  | Summer camp registrations  | 105,706                 |
| 4  | Heirloom Plant sale - sale of plants and reinvest into seeds for next                | 15,582                  |
| 5  | Behavioral Health Training Partnership   | 312,204                 |
| 6  | Phuture Phoenix Program  | 43,938                  |
| 7  | Youth leadership camps   | 4,467                   |
| 8  | Distance Learning Fee  | 3,095,198               |
| 9  | Distance Learning Fee - classroom technology upgrades                                | 118,893                 |
| 10 | Remedial Education   | 667,591                 |
| 11 | User Fees  | 479,744                 |
| 12 | Conferences/workshops  | 48,991                  |
| 13 | Scholarships   | 438,990                 |
| 14 | National nursing marketing   | 73,812                  |
| 15 | Center for non profit Civic Engagement   | 20,052                  |
|    | Total \$   | 5,565,867               |

### Reserve Funds

|   | Major Balance Grouping                                    | FY24 Reserves Balance |
|---|---|-----------------------|
| 1 | Reserves for unexpected revenue or business interruptions | 524,937               |



# UW-Green Bay FY 2024 Program Revenue Balances

## *General Operations*

### Undocumented Funds

|   | Major Balance Grouping                                     | FY24 Undocumented Balance |
|---|--|---------------------------|
| 1 | Balances for which commitment plans are not yet documented | 104,940                   |

# UW-Green Bay FY 2024 Program Revenue Balances Other Unrestricted

## Report on Other Unrestricted Balance in Excess of 12% of Fiscal Year Expenditures

|              |                     |
|--------------|---------------------|
| Obligated    | \$ 1,304,395        |
| Planned      | 500,000             |
| Designated   | 7,248               |
| Reserves     | 254,335             |
| Undocumented | 360,130             |
| Total        | <u>\$ 2,426,108</u> |

### Obligated and Planned Funds

| Project/Initiative   | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|--|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1 Open purchase orders rolled forward from FY24 to FY25      | Obligated            | 118,716              | 118,716                            | 118,716                           | 118,716                         | FY25                        |
| 2 EAB Global - Strategic Advisory Services Contract          | Obligated            | 36,450               | 36,450                             | 36,450                            | 36,450                          | FY25                        |
| 3 FY25 Campus marketing campaign                             | Obligated            | 743,569              | 743,569                            | 743,569                           | 743,569                         | FY25                        |
| 4 Campus wide fire alarm replacement                         | Obligated            | 307,000              | 307,000                            | 307,000                           | 307,000                         | FY25                        |
| 5 Services provided for summer camps by The Einstein         | Obligated            | 21,800               | 21,800                             | 21,800                            | 21,800                          | FY25                        |
| 6 Summer camp meals provided by Chartwells                   | Obligated            | 21,800               | 21,800                             | 21,800                            | 21,800                          | FY25                        |
| 7 Swiggum Consulting assisting in UW Green Bay registry      | Obligated            | 40,000               | 40,000                             | 40,000                            | 40,000                          | FY25                        |
| 8 Zspace seat and site licenses for software needed for CECE | Obligated            | 15,060               | 15,060                             | 15,060                            | 15,060                          | FY25                        |
| 9 Support for Provost Strategic Initiatives                  | Planned              | 500,000              | 500,000                            | 500,000                           | 500,000                         | FY25                        |

Total \$ 598,660  
 Obligated \$ 1,304,395  
 Planned \$ 500,000

# UW-Green Bay FY 2024 Program Revenue Balances

## *Other Unrestricted*

### Designated Funds

|   | <b>Major Balance Grouping</b> | <b>FY24 Designated Balance</b> |
|---|-------------------------------|--------------------------------|
| 1 | Financial Aid awards          | 7,248                          |

### Reserve Funds

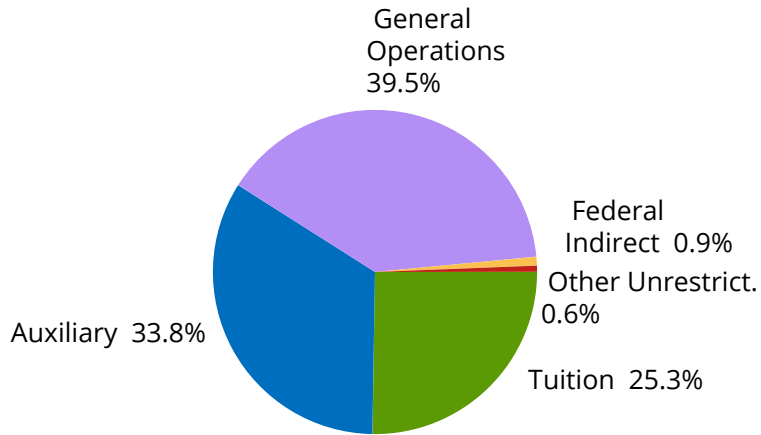
|   | <b>Major Balance Grouping</b>                             | <b>FY24 Reserve Balance</b> |
|---|---|-----------------------------|
| 1 | Reserves for unexpected revenue or business interruptions | 254,335                     |

### Undocumented Funds

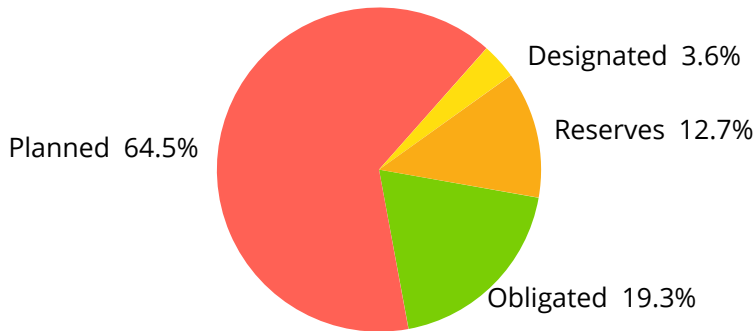
|   | <b>Major Balance Grouping</b>                              | <b>FY24 Undocumented Balance</b> |
|---|--|----------------------------------|
| 1 | Balances for which commitment plans are not yet documented | 360,130                          |

# UW-La Crosse FY 2024 Program Revenue Balances

**PR Balances by Category\*\***



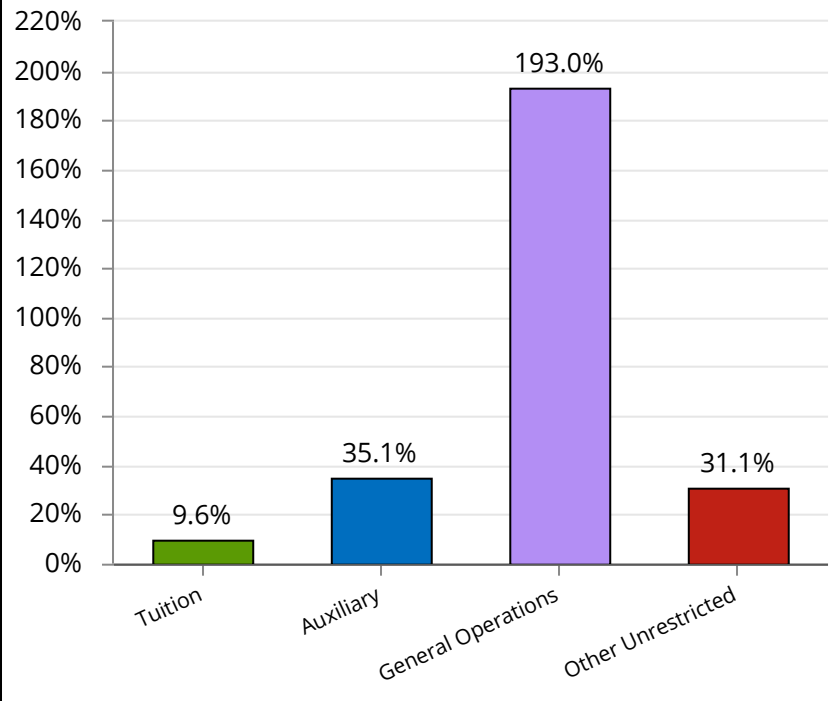
**PR Balances by Commitment Level**



## PR Balances Highlights

- UW-La Crosse is required to report on all categories of unrestricted balances except tuition, which is below the 12% threshold.
- 84% of unrestricted balances are either obligated or planned.
- 46% of reportable unrestricted balances are being put toward enumerated and future enumerated capital projects and maintenance projects.

**Balance as a Percentage of Expenditures\*\***



\*\* Per Regent Policy Document 21-6, balances by category and as a percentage of expenditures are calculated prior to removing negative division-level balances.

# UW-La Crosse FY 2024 Program Revenue Balances

## Summary of Unrestricted PR Balances by Level of Commitment

|                                      | Tuition       | Auxiliary     | General Operations | Other Unrestricted | Federal Indirect | Total         |
|--------------------------------------|---------------|---------------|--------------------|--------------------|------------------|---------------|
| <b>Obligated</b>                     | \$ 2,159,685  | \$ 2,933,512  | \$ 4,763,665       | \$ —               | \$ —             | \$ 9,856,862  |
| <b>Planned</b>                       | 4,651,828     | 12,946,162    | 14,550,414         | 317,094            | 446,373          | 32,911,871    |
| <b>Designated</b>                    | 19,183        | 1,391,331     | 411,304            | —                  | —                | 1,821,818     |
| <b>Reserves</b>                      | 6,048,297     | —             | 412,720            | —                  | —                | 6,461,017     |
| <b>Undocumented (Discretionary)</b>  | —             | —             | —                  | —                  | —                | —             |
| <b>Subtotal</b>                      | 12,878,993    | 17,271,005    | 20,138,103         | 317,094            | 446,373          | 51,051,568    |
| <b>Negative Divisional Balances*</b> | *             | (48,599)      | *                  | *                  | *                | (48,599)      |
| <b>Total</b>                         | \$ 12,878,993 | \$ 17,222,406 | \$ 20,138,103      | \$ 317,094         | \$ 446,373       | \$ 51,002,969 |

\*Per Regent Policy Document 21-6, negative divisional balances are reflected for auxiliary operations only.

|   | Tuition        | Auxiliary    | General Operations | Other Unrestricted | Federal Indirect | Total          |
|---|----------------|--------------|--------------------|--------------------|------------------|----------------|
| <b>Total PR Appropriation Balances</b>          |                |              |                    |                    |                  |                |
| FY2022-23                                       | \$ 11,124,714  | \$18,364,964 | \$13,015,357       | \$ 177,233         | \$ 528,398       | \$ 43,210,666  |
| FY2023-24                                       | 12,878,993     | 17,222,407   | 20,138,104         | 317,094            | 446,372          | 51,002,970     |
| Change  | 1,754,279      | (1,142,557)  | 7,122,747          | 139,861            | (82,026)         | 7,792,304      |
|   | 15.8%          | (6.2)%       | 54.7%              | 78.9%              | (15.5)%          | 18.0%          |
| <b>Total Expenditures</b>                       |                |              |                    |                    |                  |                |
| FY2022-23                                       | \$ 127,822,017 | \$44,138,311 | \$11,092,309       | \$ 981,748         | \$ 381,926       | \$ 184,416,311 |
| FY2023-24                                       | 134,326,854    | 49,061,210   | 10,436,481         | 1,018,103          | 355,761          | 195,198,409    |
| Change  | 6,504,837      | 4,922,899    | (655,828)          | 36,355             | (26,165)         | 10,782,098     |
| <b>Balances as a Percentage of Expenditures</b> |                |              |                    |                    |                  |                |
| FY2022-23                                       | 8.7 %          | 41.6 %       | 117.3 %            | 18.1 %             | #                |                |
| FY2023-24                                       | 9.6 %          | 35.1 %       | 193.0 %            | 31.1 %             | #                |                |

\*\* Per Regent Policy Document 21-6, balances as a percentage of expenditures are calculated prior to removing negative division-level balances.

# Per Regent Policy Document 21-6, Federal Indirect balances do not require a spending plan

# UW-La Crosse FY 2024 Program Revenue Balances

## Auxiliary Operations

### Report on Auxiliary Operations Balance in Excess of 12% of Fiscal Year Expenditures

|              |                      |
|--------------|----------------------|
| Obligated    | \$ 2,933,512         |
| Planned      | 12,946,162           |
| Designated   | 1,391,331            |
| Reserves     | —                    |
| Undocumented | —                    |
| Total        | <u>\$ 17,271,005</u> |

### Obligated and Planned Funds

| Project/Initiative  | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|---|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1 Academic & Student Affairs encumbrances and contract obligations  | Obligated            | 22,254               | 22,254                             | 22,254                            | 22,254                          | FY25                        |
| 2 CFA Parking Ramp Project (#20J1T)   | Obligated            | 2,837,420            | 5,892,521                          | 2,837,420                         | 5,892,521                       | FY25-FY26                   |
| 3 Financial Services Commitments - sales tax, checks outstanding  | Obligated            | 73,839               | 73,839                             | 73,839                            | 73,839                          | FY25                        |
| 4 Administration & Finance Initiatives - ATP Implementation, division technology upgrades, equipment replacement              | Planned              | 430,450              | 430,450                            | 430,450                           | 430,450                         | FY25                        |
| 5 Athletics - team uniforms and equipment   | Planned              | 29,297               | 29,297                             | 15,000                            | 29,297                          | FY25-FY27                   |
| 6 Bookstore & Textbook Rental - store improvements and general education book purchases                                       | Planned              | 491,113              | 491,113                            | 341,113                           | 491,113                         | FY25-FY26                   |
| 7 Child Care Center - LED lighting install, shade structure   | Planned              | 161,159              | 161,159                            | 109,000                           | 161,159                         | FY25-FY27                   |
| 8 Child Care Center - playground project  | Planned              | 14,950               | 14,950                             | 14,950                            | 14,950                          | FY25                        |
| 9 College of Science & Health (CSH) - Deans Distinguished Fellowships, extra section support, course development and redesign | Planned              | 14,426               | 14,426                             | 14,426                            | 14,426                          | FY25                        |

# UW-La Crosse FY 2024 Program Revenue Balances

## Auxiliary Operations

|    |   |         |           |           |           |           |           |
|----|---|---------|-----------|-----------|-----------|-----------|-----------|
| 10 | Counseling & Testing - software renewal, professional development, equipment replacement, rate management   | Planned | 765,401   | 765,401   | 397,312   | 765,401   | FY25-FY27 |
| 11 | Dining Services - technology upgrades, East Plant chiller utility project, dining equipment   | Planned | 1,237,433 | 1,237,433 | 377,100   | 1,237,433 | FY25-FY27 |
| 12 | International Education & Engagement (IEE) new program development  | Planned | 238,817   | 238,817   | 47,568    | 238,817   | FY25-FY26 |
| 13 | La Crosse Medical Health Science Center (LMHSC) deferred maintenance projects and building improvements   | Planned | 501,466   | 501,466   | 501,466   | 501,466   | FY25      |
| 14 | REC adjustable training board, LED lights/fans, locker room flooring, scoreboard replacement, aerobics room mirrors   | Planned | 232,949   | 232,949   | 174,000   | 232,949   | FY25-FY26 |
| 15 | Res Life Feasibility Study: New Residence Hall & Angell/Hutch Res Halls Phase 1 Renovation  | Planned | 260,000   | 260,000   | 260,000   | 260,000   | FY25      |
| 16 | Residence Life - residence hall renovations, East Plant chiller and heating plant boiler utility projects   | Planned | 5,054,341 | 5,054,341 | 2,284,770 | 5,054,341 | FY25-FY27 |
| 17 | Segregated Fees - campus utility infrastructure projects  | Planned | 1,395,227 | 1,395,227 | 1,395,227 | 1,395,227 | FY25      |
| 18 | Stadium audio & scoreboard project  | Planned | 257,961   | 257,961   | 257,961   | 257,961   | FY25      |
| 19 | Stadium generator replacement   | Planned | 15,557    | 15,557    | 15,557    | 15,557    | FY25      |
| 20 | Student Organized Activities - equipment purchases, programming, rate management  | Planned | 415,202   | 415,202   | 415,202   | 415,202   | FY25      |
| 21 | University Centers - equipment, technology, EagleFest, East Plant chiller and heating plant boiler utility projects, furniture, signage, room modifications | Planned | 1,430,413 | 1,430,413 | 836,000   | 1,430,413 | FY25-FY27 |

Total \$ 15,879,675  
Obligated \$ 2,933,513  
Planned \$ 12,946,162

# UW-La Crosse FY 2024 Program Revenue Balances

## *Auxiliary Operations*

### Designated Funds

|   | Major Balance Grouping  | FY24 Designated Balance |
|---|---|-------------------------|
| 1 | Segregated Fees   | 808,772                 |
| 2 | Textbook Rental   | 119,491                 |
| 3 | Central University Fees/Operations - Enrollment, Registration, Canvas, Vending, Surplus | 319,243                 |
| 4 | Special Course Fees   | 143,825                 |
|   | Total \$  | 1,391,331               |

### Negative Divisional Balances

|   | Division         | FY24 Negative Divisional Balance |
|---|------------------|----------------------------------|
| 1 | Academic Affairs | (48,599)                         |



# UW-La Crosse FY 2024 Program Revenue Balances

## General Operations

### Report on General Operations Balance in Excess of 12% of Fiscal Year Expenditures

|              |                      |
|--------------|----------------------|
| Obligated    | \$ 4,763,665         |
| Planned      | 14,550,414           |
| Designated   | 411,304              |
| Reserves     | 412,720              |
| Undocumented | —                    |
| Total        | <u>\$ 20,138,103</u> |

### Obligated and Planned Funds

|   | Project/Initiative  | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|---|---|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1 | Academic & Student Affairs encumbrances and contract obligations  | Obligated            | 105,543              | 105,543                            | 105,543                           | 105,543                         | FY25                        |
| 2 | Campus Facility Projects (in-process or enumerated) - office renovations, classroom updates, facility improvements, campus signage  | Obligated            | 3,848,381            | 3,848,381                          | 3,848,381                         | 3,848,381                       | FY25                        |
| 3 | Fieldhouse Project (#15I2I)   | Obligated            | 669,965              | 669,965                            | 669,965                           | 669,965                         | FY25                        |
| 4 | Financial Services Commitments - sales tax, checks outstanding, external scholarships   | Obligated            | 139,775              | 139,775                            | 139,775                           | 139,775                         | FY25                        |
| 5 | Academic Affairs - internal faculty grants, graduation supplies, graduate assistant, enrollment services support, staff training/conferences, Tableau renewal, Campus Logic renewal | Planned              | 338,308              | 338,308                            | 257,741                           | 338,308                         | FY25-FY27                   |
| 6 | Administration & Finance initiatives - software renewal, police equipment, technology, land acquisition   | Planned              | 1,649,687            | 1,649,687                          | 1,513,456                         | 1,649,687                       | FY25-FY26                   |
| 7 | Athletics - equipment, team travel, professional development, post season, sports performance equipment   | Planned              | 564,438              | 564,438                            | 221,322                           | 564,438                         | FY25-FY27                   |
| 8 | Circulating valve replacement   | Planned              | 15,500               | 15,500                             | 15,500                            | 15,500                          | FY25                        |

# UW-La Crosse FY 2024 Program Revenue Balances

## General Operations

|    |   |         |           |           |           |           |           |
|----|---|---------|-----------|-----------|-----------|-----------|-----------|
| 9  | Clery Center - building improvements & equipment  | Planned | 9,169     | 9,169     | 9,169     | 9,169     | FY25      |
| 10 | College of Arts, Social Sciences and Humanities (CASSH) - music equipment, theatre productions                              | Planned | 22,177    | 22,177    | 7,177     | 22,177    | FY25-FY27 |
| 11 | College of Business Administration (CBA) - programming, J-Term support, graduate assistant support, faculty grant support   | Planned | 295,196   | 295,196   | 277,950   | 295,196   | FY25-FY26 |
| 12 | College of Science & Health (CSH) - Deans Distinguished Fellowships, extra section support, course development and redesign | Planned | 67,317    | 67,317    | 30,000    | 67,317    | FY25-FY26 |
| 13 | Training initiatives, speakers, student help, TRIO consult  | Planned | 16,731    | 16,731    | 11,963    | 16,731    | FY25-FY27 |
| 14 | Mitchell Fieldhouse renovation project  | Planned | 9,923,652 | 9,923,652 | 1,612,816 | 9,923,652 | FY25-FY27 |
| 15 | Murphy Learning Center renovation project   | Planned | 1,500,579 | 1,500,579 | 1,500,579 | 1,500,579 | FY25      |
| 16 | REC adjustable training board, LED lights/fans, locker room flooring, scoreboard replacement, aerobics room mirrors         | Planned | 12,531    | 12,531    | 12,531    | 12,531    | FY25      |
| 17 | Campus utility infrastructure projects  | Planned | 9,860     | 9,860     | 9,860     | 9,860     | FY25      |
| 18 | Student Affairs initiatives - second year experience programing, conduct software and peer mentors                          | Planned | 124,336   | 124,336   | 124,336   | 124,336   | FY25      |
| 19 | University Staff Professional Development   | Planned | 934       | 934       | 934       | 934       | FY25      |

Total \$19,314,079  
 Obligated \$ 4,763,664  
 Planned \$14,550,415

# UW-La Crosse FY 2024 Program Revenue Balances

## *General Operations*

### Designated Funds

|   | <b>Major Balance Grouping</b>   | <b>FY24 Designated Balance</b> |
|---|---|--------------------------------|
| 1 | Administration & Finance initiatives  | 161,084                        |
| 2 | Central University Fees/Operations - Enrollment, Registration, Canvas, Vending, Surplus | 30,259                         |
| 3 | College of Arts, Social Sciences & Humanities (CASSH) programming and events            | 57,185                         |
| 4 | College of Science & Health (CSH) programs and events                                   | 36,911                         |
| 5 | Indirect overhead accounts - departmental/individual                                    | 116,412                        |
| 6 | Special Course Fees   | 9,453                          |
|   | Total \$  | 411,304                        |

### Reserve Funds

|   | <b>Major Balance Grouping</b>                           | <b>FY24 Reserves Balance</b> |
|---|---|------------------------------|
| 1 | Extended Learning to protect against program enrollment | 347,270                      |
| 2 | Medical Dosimetry - enrollment reserve                  | 21,530                       |
| 3 | Remedial Math - enrollment reserve                      | 43,920                       |
|   | Total \$  | 412,720                      |

# UW-La Crosse FY 2024 Program Revenue Balances

## *Other Unrestricted*

### Report on Other Unrestricted Balance in Excess of 12% of Fiscal Year Expenditures

|              |    |                |
|--------------|----|----------------|
| Obligated    | \$ | —              |
| Planned      |    | 317,094        |
| Designated   |    | —              |
| Reserves     |    | —              |
| Undocumented |    | —              |
| Total        | \$ | <u>317,094</u> |

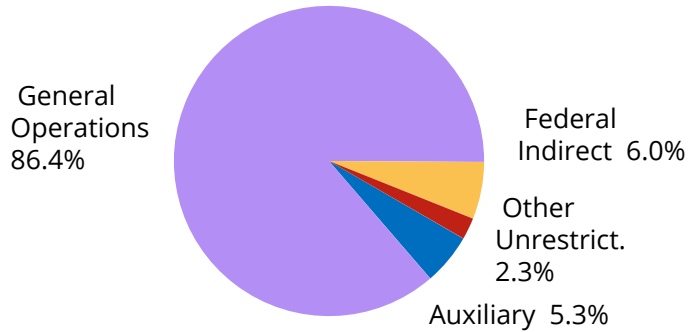
### Obligated and Planned Funds

| Project/Initiative                                      | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|---|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1 Scholarship support                                   | Planned              | 17,572               | 17,572                             | 17,572                            | 17,572                          | FY25                        |
| 2 Small Business Development programming and events     | Planned              | 149,999              | 149,999                            | 100,000                           | 149,999                         | FY25-FY26                   |
| 3 Graduate and Extended Learning programming and events | Planned              | 149,523              | 149,523                            | 149,523                           | 149,523                         | FY25                        |

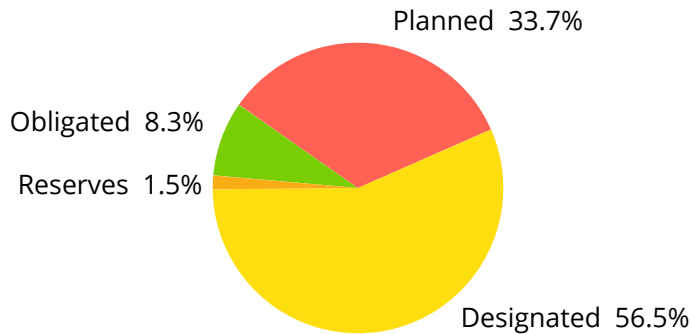
Total \$ 317,094  
 Obligated \$ —  
 Planned \$ 317,094

# UW Oshkosh FY 2024 Program Revenue Balances

**PR Balances by Category\*\***



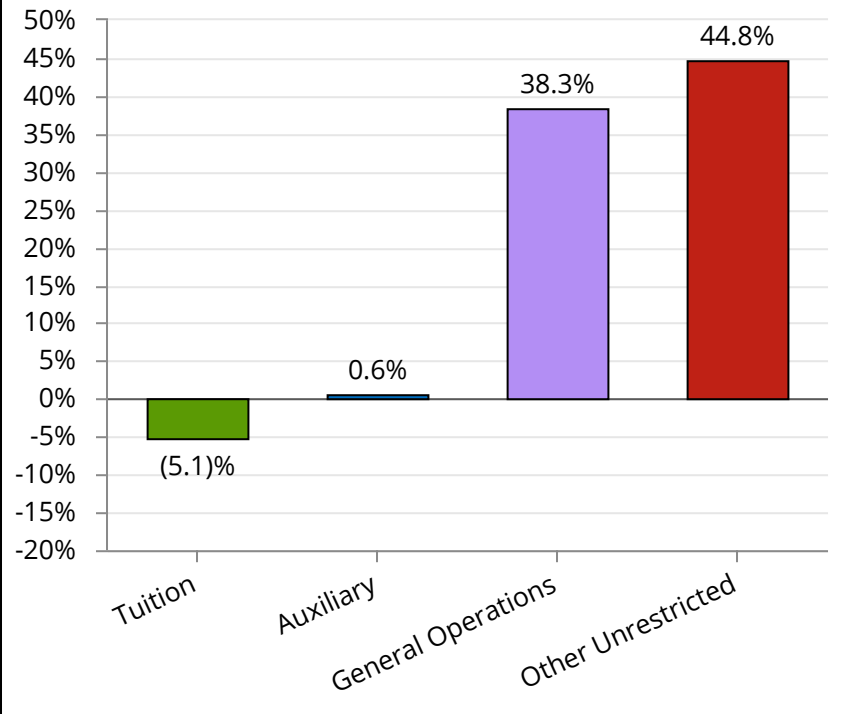
**PR Balances by Commitment Level**



## PR Balances Highlights

- UW-Oshkosh is required to report on general program operations and other unrestricted balances. All other unrestricted balances are below the 12% threshold.
- Tuition balances are -\$6.2 million in FY24, a savings plan has been submitted.
- 24% of reportable unrestricted balances are indicated as deficit spending to cover a portion of the tuition shortfall.

**Balance as a Percentage of Expenditures\*\***



\*\* Per Regent Policy Document 21-6, balances by category and as a percentage of expenditures are calculated prior to removing negative division-level balances.

# UW-Oshkosh FY 2024 Program Revenue Balances

## Summary of Unrestricted PR Balances by Level of Commitment

|                                      | Tuition        | Auxiliary   | General Operations | Other Unrestricted | Federal Indirect | Total          |
|--------------------------------------|----------------|-------------|--------------------|--------------------|------------------|----------------|
| <b>Obligated</b>                     | \$ —           | \$ 226,623  | \$ 383,223         | \$ —               | \$ —             | \$ 609,846     |
| <b>Planned</b>                       | —              | 409,910     | 1,875,966          | —                  | 178,440          | 2,464,316      |
| <b>Designated</b>                    | —              | 2,074,089   | 1,946,387          | 110,424            | —                | 4,130,900      |
| <b>Reserves</b>                      | —              | —           | —                  | —                  | 111,364          | 111,364        |
| <b>Undocumented (Discretionary)</b>  | (6,199,600)    | —           | —                  | —                  | —                | (6,199,600)    |
| <b>Subtotal</b>                      | (6,199,600)    | 2,710,622   | 4,205,576          | 110,424            | 289,804          | 1,116,826      |
| <b>Negative Divisional Balances*</b> | *              | (2,450,378) | *                  | *                  | *                | (2,450,378)    |
| <b>Total</b>                         | \$ (6,199,600) | \$ 260,244  | \$ 4,205,576       | \$ 110,424         | \$ 289,804       | \$ (1,333,552) |

\*Per Regent Policy Document 21-6, negative divisional balances are reflected for auxiliary operations only.

|   | Tuition        | Auxiliary     | General Operations | Other Unrestricted | Federal Indirect | Total          |
|---|----------------|---------------|--------------------|--------------------|------------------|----------------|
| <b>Total PR Appropriation Balances</b>          |                |               |                    |                    |                  |                |
| FY2022-23                                       | \$ 3,821,654   | \$ 2,529,728  | \$ (1,367,282)     | \$ 242,511         | \$ (81,019)      | \$ 5,145,592   |
| FY2023-24                                       | (6,199,600)    | 260,245       | 4,205,576          | 110,424            | 289,804          | (1,333,551)    |
| Change  | (10,021,254)   | (2,269,483)   | 5,572,858          | (132,087)          | 370,823          | (6,479,143)    |
|   | (262.2)%       | (89.7)%       | (407.6)%           | (54.5)%            | (457.7)%         | (125.9)%       |
| <b>Total Expenditures</b>                       |                |               |                    |                    |                  |                |
| FY2022-23                                       | \$ 130,057,676 | \$ 46,827,767 | \$ 13,064,903      | \$ 353,796         | \$ 763,219       | \$ 191,067,361 |
| FY2023-24                                       | 121,461,364    | 47,140,879    | 10,984,946         | 246,269            | 585,402          | 180,418,860    |
| Change  | (8,596,312)    | 313,112       | (2,079,957)        | (107,527)          | (177,817)        | (10,648,501)   |
| <b>Balances as a Percentage of Expenditures</b> |                |               |                    |                    |                  |                |
| FY2022-23                                       | 2.9%           | 5.4%          | (10.5)%            | 68.5%              | #                |                |
| FY2023-24                                       | (5.1)%         | 0.6%          | 38.3%              | 44.8%              | #                |                |

\*\* Per Regent Policy Document 21-6, balances as a percentage of expenditures are calculated prior to removing negative division-level balances.

# Per Regent Policy Document 21-6, Federal Indirect balances do not require a spending plan

# Savings Plan: Annual Program Revenue Balances Threshold Report

**Institution:** UW-Oshkosh

**Fund:** Tuition

**Fiscal Year:** FY2024

**Fiscal Year Balance:** -\$6,199,600

**Prior Year Expenditures:** \$121,461,364

## Policy

Institutions with negative balances for (1) Tuition and (2) Auxiliary Operations shall submit a savings plan on how they will eliminate the negative balance and within what time frame.

### 1. Please identify the reason for the negative balance, including the specific projects or functional areas that produced the negative balance.

- UW-Oshkosh has experienced over 10 years of enrollment declines resulting in our expenses outpacing our revenues.

### 2. Discuss any corrective actions already taken and associated fiscal savings/gain.

- Implementation of an Institutional Realignment Plan (IRP) and Voluntary Retirement Incentive Option Program (VRIOP) resulted in a GPR/Tuition savings of \$9,188,754 in FY24.

### 3. Describe any additional steps that will be taken to address the negative balance and achieve fiscal stability on an ongoing basis. Please provide the estimated financial savings and timeline for each of these action items.

- Proposed reduction in our tuition target of \$8.7M in FY25.
- Phase II of IRP will have approximately \$2.0M in additional savings in FY25.
- A GPR S&E budget reduction in FY25 of \$235,000, in addition to the IRP savings.
- Full implementation of our Academic Restructure in FY26 with a net savings of \$1.5M.
- Ongoing efforts to improve our enrollment.

# UW-Oshkosh FY 2024 Program Revenue Balances

## General Operations

### Report on General Operations Balance in Excess of 12% of Fiscal Year Expenditures

|                    |                     |
|--------------------|---------------------|
| Obligated          | \$ 383,223          |
| Planned            | 1,875,966           |
| Designated         | 1,946,387           |
| Reserves           | —                   |
| Undocumented Funds | —                   |
| Total              | <u>\$ 4,205,576</u> |

### Obligated and Planned Funds

|   | Project/Initiative                          | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|---|---|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1 | Outstanding Purchase Orders                 | Obligated            | 199,475              | 199,475                            | 199,475                           | 199,475                         | FY25                        |
| 2 | Center for Civic Engagement Salary & Fringe | Obligated            | 92,748               | 92,748                             | 92,748                            | 92,748                          | FY25                        |
| 3 | EAB Strategic Advisory Services             | Obligated            | 91,000               | 91,000                             | 91,000                            | 91,000                          | FY25                        |
| 4 | Lincoln Hall Debt Service                   | Planned              | 333,493              | 333,493                            | 333,493                           | 333,493                         | FY25                        |
| 5 | NAGPRA Project                              | Planned              | 516,957              | 516,967                            | 516,967                           | 516,967                         | FY25                        |
| 6 | Cover Portion of Tuition Shortfall          | Planned              | 1,025,516            | 1,025,516                          | 1,025,516                         | 1,025,516                       | FY25                        |

Total \$2,259,189  
 Obligated \$ 383,223  
 Planned \$1,875,966



# UW-Oshkosh FY 2024 Program Revenue Balances

## *General Operations*

### Designated Funds

|   | Major Balance Grouping                                    | FY24 Designated Balance |
|---|---|-------------------------|
| 1 | Nursing Liability Insurance                               | 36,342                  |
| 2 | College of Nursing Special Course Fees, Technology Fees   | 526,793                 |
| 3 | College of Letters & Science Special Course Fees          | 187,562                 |
| 4 | College of Letters & Science Distance Ed Fees             | 544,674                 |
| 5 | College of Education & Human Services Special Course Fees | 122,031                 |
| 6 | College of Business Special Course Fees                   | 179,901                 |
| 7 | Music Scholarships  | 16,578                  |
| 8 | Orientation Fees  | 332,506                 |
|   | Total \$  | 1,946,387               |

# UW-Oshkosh FY 2024 Program Revenue Balances

## *Other Unrestricted*

### Report on Other Unrestricted Balance in Excess of 12% of Fiscal Year Expenditures

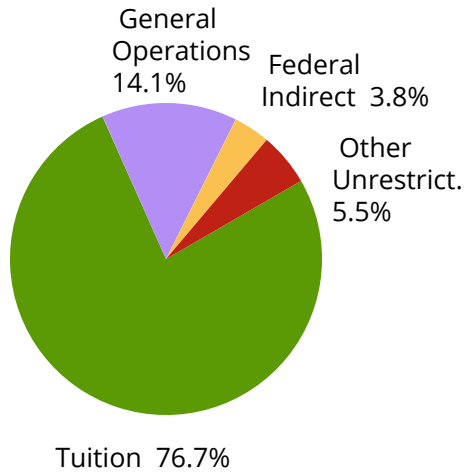
|              |    |                |
|--------------|----|----------------|
| Obligated    | \$ | —              |
| Planned      |    | —              |
| Designated   |    | 110,424        |
| Reserves     |    | —              |
| Undocumented |    | —              |
| Total        | \$ | <u>110,424</u> |

### Designated Funds

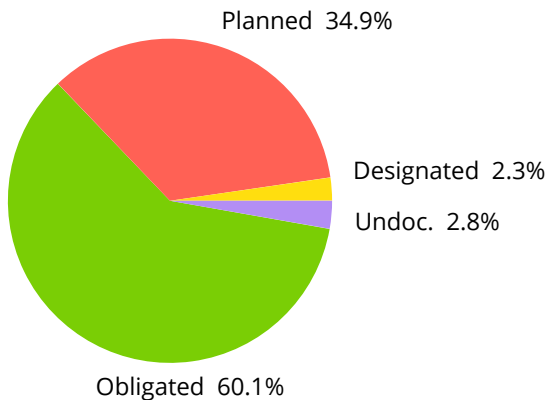
|   | Major Balance Grouping   | FY24 Designated Balance |
|---|--|-------------------------|
| 1 | Licence Plate Scholarship Program  | 5,503                   |
| 2 | Extension Non-Credit Program Receipts to apply to extension-related activities | 104,921                 |
|   | Total \$   | 110,424                 |

# UW-Parkside FY 2024 Program Revenue Balances

**PR Balances by Category\*\***



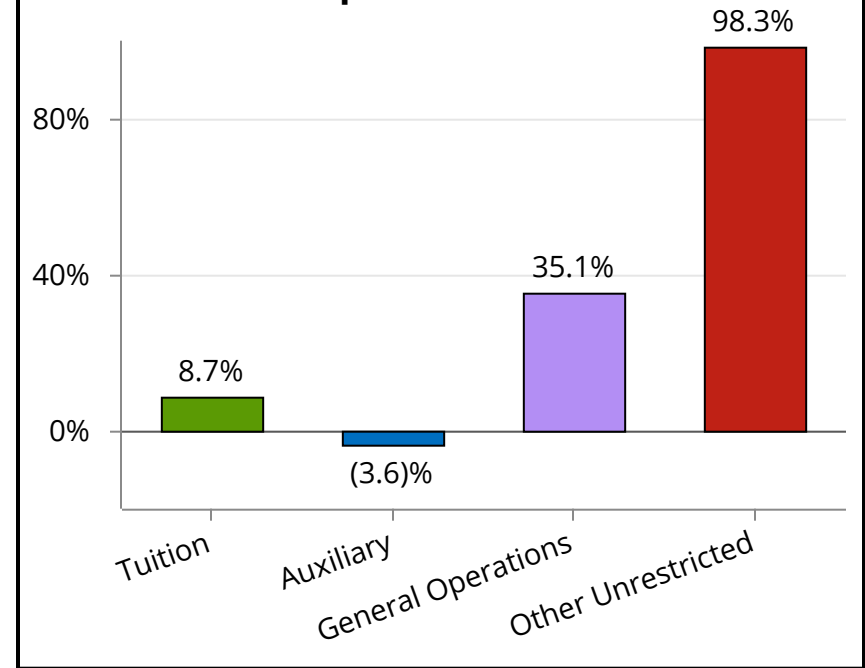
**PR Balances by Commitment Level**



**PR Balances Highlights**

- UW-Parkside is required to report on general program operations and other-unrestricted balances. All other unrestricted balances are below the 12% threshold.
- Auxiliary balances at UW-Parkside are negative and a savings plan has been submitted.
- 95% of all unrestricted balances are obligated or planned.

**Balance as a Percentage of Expenditures\*\***



\*\* Per Regent Policy Document 21-6, balances by category and as a percentage of expenditures are calculated prior to removing negative division-level balances.

# UW-Parkside FY 2024 Program Revenue Balances

## Summary of Unrestricted PR Balances by Level of Commitment

|                                      | Tuition      | Auxiliary    | General Operations | Other Unrestricted | Federal Indirect | Total        |
|--------------------------------------|--------------|--------------|--------------------|--------------------|------------------|--------------|
| <b>Obligated</b>                     | \$ 2,425,792 | \$ 2,284,561 | \$ 159,677         | \$ 352,029         | \$ —             | \$ 5,222,059 |
| <b>Planned</b>                       | 2,364,351    | —            | 666,719            | —                  | —                | 3,031,070    |
| <b>Designated</b>                    | 123,600      | —            | 75,000             | —                  | —                | 198,600      |
| <b>Reserves</b>                      | —            | —            | —                  | —                  | —                | —            |
| <b>Undocumented (Discretionary)</b>  | —            | —            | —                  | —                  | 241,837          | 241,837      |
| <b>Subtotal</b>                      | 4,913,743    | 2,284,561    | 901,396            | 352,029            | 241,837          | 8,693,566    |
| <b>Negative Divisional Balances*</b> | *            | (2,797,657)  | *                  | *                  | *                | (2,797,657)  |
| <b>Total</b>                         | \$ 4,913,743 | \$ (513,096) | \$ 901,396         | \$ 352,029         | \$ 241,837       | \$ 5,895,909 |

\*Per Regent Policy Document 21-6, negative divisional balances are reflected for auxiliary operations only.

|   | Tuition       | Auxiliary     | General Operations | Other Unrestricted | Federal Indirect | Total         |
|---|---------------|---------------|--------------------|--------------------|------------------|---------------|
| <b>Total PR Appropriation Balances</b>          |               |               |                    |                    |                  |               |
| FY2022-23                                       | \$ 4,860,055  | \$ 1,564,110  | \$ 1,245,265       | \$ 338,143         | \$ 215,205       | \$ 8,222,778  |
| FY2023-24                                       | 4,913,743     | (513,096)     | 901,396            | 352,029            | 241,837          | 5,895,909     |
| Change  | 53,688        | (2,077,206)   | (343,869)          | 13,886             | 26,632           | (2,326,869)   |
|   | 1.1%          | (132.8)%      | (27.6)%            | 4.1%               | 12.4%            | (28.3)%       |
| <b>Total Expenditures</b>                       |               |               |                    |                    |                  |               |
| FY2022-23                                       | \$ 57,955,391 | \$ 12,818,334 | \$ 2,867,410       | \$ 408,413         | \$ 87,972        | \$ 74,137,520 |
| FY2023-24                                       | 56,182,553    | 14,260,284    | 2,565,111          | 358,297            | 92,279           | 73,458,524    |
| Change  | (1,772,838)   | 1,441,950     | (302,299)          | (50,116)           | 4,307            | (678,996)     |
| <b>Balances as a Percentage of Expenditures</b> |               |               |                    |                    |                  |               |
| FY2022-23                                       | 8.4%          | 12.2%         | 43.4%              | 82.8%              | #                |               |
| FY2023-24                                       | 8.7%          | (3.6)%        | 35.1%              | 98.3%              | #                |               |

\*\* Per Regent Policy Document 21-6, balances as a percentage of expenditures are calculated prior to removing negative division-level balances.

# Per Regent Policy Document 21-6, Federal Indirect balances do not require a spending plan

# Savings Plan: Annual Program Revenue Balances Threshold Report

**Institution:** UW-Parkside

**Fund:** Auxiliaries

**Fiscal Year:** FY 2024

**Fiscal Year Balance:** -\$513,096

**Prior Year Expenditures** \$ 14,260,536.31

## Policy

Institutions with negative balances for (1) Tuition and (2) Auxiliary Operations shall submit a savings plan on how they will eliminate the negative balance and within what time frame.

### 1. Please identify the reason for the negative balance, including the specific projects or functional areas that produced the negative balance.

- Three Facility Projects accounted for \$1.24M in FY24:
  - a. \$576,800-Student Center Elevator Replacement
  - b. \$283,296-University Apartments Boiler Replacement
  - c. \$377,010-Residence Hall Elevator Modernization
- Bookstore revenue share for last 6 months of FY24 was delayed from Follett due to cash flow challenges with Follett Bookstores. This was an issue with all universities within the Universities of Wisconsin System that had contracts with Follett and payment of \$60,866 has since been received in FY25.

### 2. Discuss any corrective actions already taken and associated fiscal savings/gain.

- The Segregated Fee model was restructured in FY24 for implementation beginning FY25 generating anticipated additional revenues of \$200,000. Major change includes extending the fee model to Online MBA program students.
- Segregated Fee supported departments will be reviewed and areas for reductions will be identified. Anticipated savings \$90,000.
- Overall PR bonded debt service will decrease by approximately \$725,000 for FY25 compared to FY24.

### 3. Describe any additional steps that will be taken to address the negative balance and achieve fiscal stability on an ongoing basis. Please provide the estimated financial savings and timeline for each of these action items.

- Review of positions funded by Auxiliary budgets is underway to identify potential elimination of positions or change in funding sources. Expect to have recommendation by end of fall term for implementation with total anticipated savings \$300,000.

# UW-Parkside FY 2024 Program Revenue Balances

## General Operations

### Report on General Operations Balance in Excess of 12% of Fiscal Year Expenditures

|              |                   |
|--------------|-------------------|
| Obligated    | \$ 159,677        |
| Planned      | 666,719           |
| Designated   | 75,000            |
| Reserves     | —                 |
| Undocumented | —                 |
| <b>Total</b> | <b>\$ 901,396</b> |

### Obligated and Planned Funds

|    | Project/Initiative  | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|----|---|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1  | Salary, Service/Supplies, and annual audit fee for Charter School liaison | Obligated            | 29,611               | 29,611                             | 29,611                            | 29,611                          | FY25                        |
| 2  | Hypothesis-Software   | Obligated            | 12,894               | 12,894                             | 4,298                             | 12,894                          | FY25-FY26                   |
| 3  | Turnitin Plagiarism Detection Software                                    | Obligated            | 18,868               | 18,868                             | 6,281                             | 1,868                           | FY25-FY26                   |
| 4  | Link-System International - Net Tutor                                     | Obligated            | 17,675               | 17,675                             | 17,675                            | 17,675                          | FY25                        |
| 5  | The National Council for State Authorization Reciprocity Agreements       | Obligated            | 4,400                | 4,400                              | 4,400                             | 4,400                           | FY25                        |
| 6  | Everything but the Mime Inc - Performer                                   | Obligated            | 11,075               | 11,075                             | 11,075                            | 11,075                          | FY25                        |
| 7  | Jumping All In - Kick start your College Career Performer                 | Obligated            | 5,102                | 5,102                              | 5,102                             | 5,102                           | FY25                        |
| 8  | Stryder Corporation - Handshake-Student Employment Platform               | Obligated            | 13,000               | 32,500                             | 6,500                             | 32,500                          | FY25-26                     |
| 9  | First Year Experience/Orientation Staffing                                | Obligated            | 47,052               | 47,052                             | 47,052                            | 47,052                          | FY25                        |
| 10 | Honorlock -Exam Proctoring  | Planned              | 14,400               | 14,400                             | 14,400                            | 14,400                          | FY25                        |
| 11 | Distance Education unbudgeted salaries                                    | Planned              | 406,833              | 406,833                            | 406,833                           | 406,833                         | FY25                        |
| 12 | Distance Education Charges  | Planned              | 245,486              | 245,486                            | 122,743                           | 245,486                         | FY25-26                     |

Total \$ 826,396  
 Obligated \$ 159,677  
 Planned \$ 666,719

# UW-Parkside FY 2024 Program Revenue Balances

## *General Operations*

### Designated Funds

|   | Major Balance Grouping                            | FY24 Designated Balance |
|---|---|-------------------------|
| 1 | Distance Education Professional Development Funds | 50,000                  |
| 2 | First Year Programming                            | 25,000                  |
|   | Total \$  | 75,000                  |

# UW-Parkside FY 2024 Program Revenue Balances

## Other Unrestricted

### Report on Other Unrestricted Balance in Excess of 12% of Fiscal Year Expenditures

|              |                   |
|--------------|-------------------|
| Obligated    | \$ 352,029        |
| Planned      | —                 |
| Designated   | —                 |
| Reserves     | —                 |
| Undocumented | —                 |
| Total        | <u>\$ 352,029</u> |

### Obligated and Planned Funds

| Project/Initiative                   | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|--------------------------------------|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1 Promineo-Software                  | Obligated            | 108,000              | 108,000                            | 108,000                           | 108,000                         | FY25                        |
| 2 Condensed Curriculum International | Obligated            | 118,779              | 118,779                            | 118,779                           | 118,779                         | FY25                        |
| 3 Cengage Learning                   | Obligated            | 125,250              | 125,250                            | 125,250                           | 125,250                         | FY25                        |
| Total \$                             |                      | 352,029              |                                    |                                   |                                 |                             |
| Obligated \$                         |                      | 352,029              |                                    |                                   |                                 |                             |
| Planned \$                           |                      | —                    |                                    |                                   |                                 |                             |

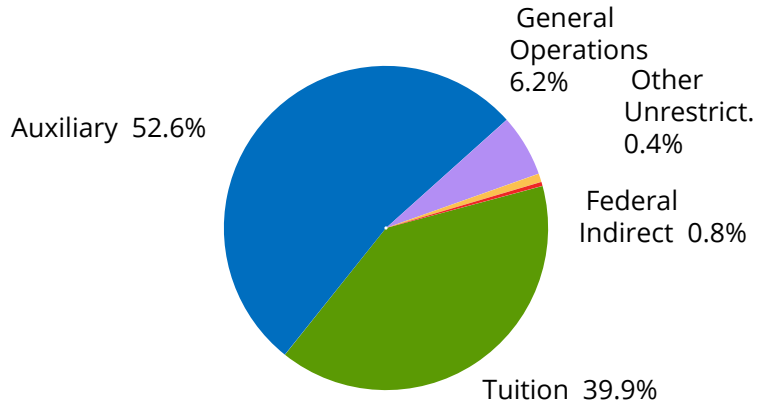
### Designated

| Major Balance Grouping                                      | FY24 Designated Balance |
|---|-------------------------|
| 1 Continuing Education Departmental Student/Salary & Fringe | 35,400                  |
| 2 General Professional Development                          | 17,000                  |
| Total \$  | 52,400                  |

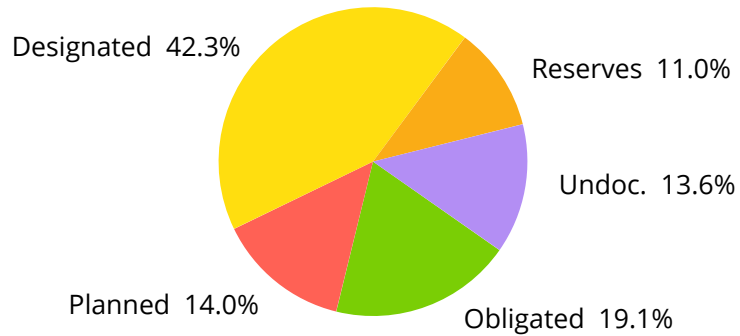


# UW-Platteville FY 2024 Program Revenue Balances

**PR Balances by Category\*\***



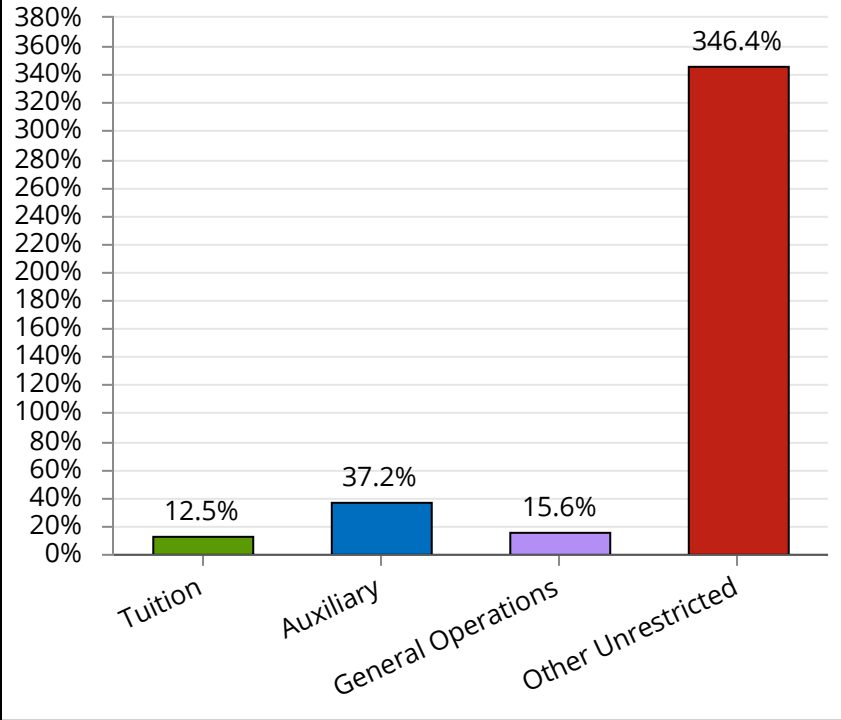
**PR Balances by Commitment Level**



## PR Balances Highlights

- UW-Platteville is required to report on all categories of unrestricted funds.
- Tuition balances have increased \$4.9 million (55%) since FY23.
- 33% of total unrestricted balances are either obligated or planned, with more than 12% of reportable balances intended for debt service.

**Balance as a Percentage of Expenditures\*\***



\*\* Per Regent Policy Document 21-6, balances by category and as a percentage of expenditures are calculated prior to removing negative division-level balances.

# UW-Platteville FY 2024 Program Revenue Balances

## Summary of Unrestricted PR Balances by Level of Commitment

|                                      | Tuition       | Auxiliary     | General Operations | Other Unrestricted | Federal Indirect | Total         |
|--------------------------------------|---------------|---------------|--------------------|--------------------|------------------|---------------|
| <b>Obligated</b>                     | \$ 280,714    | \$ 4,827,170  | \$ 115,892         | \$ —               | \$ 57            | \$ 5,223,833  |
| <b>Planned</b>                       | 1,554,192     | 2,122,123     | 146,274            | 2,234              | —                | 3,824,823     |
| <b>Designated</b>                    | 4,275,434     | 5,954,392     | 1,221,787          | 113,944            | —                | 11,565,557    |
| <b>Reserves</b>                      | 3,000,000     | —             | —                  | —                  | —                | 3,000,000     |
| <b>Undocumented (Discretionary)</b>  | 1,795,291     | 1,484,840     | 208,953            | —                  | 229,674          | 3,718,758     |
| <b>Subtotal</b>                      | 10,905,631    | 14,388,525    | 1,692,906          | 116,178            | 229,731          | 27,332,971    |
| <b>Negative Divisional Balances*</b> | *             | —             | *                  | *                  | *                | —             |
| <b>Total</b>                         | \$ 10,905,631 | \$ 14,388,525 | \$ 1,692,906       | \$ 116,178         | \$ 229,731       | \$ 27,332,971 |

\*Per Regent Policy Document 21-6, negative divisional balances are reflected for auxiliary operations only.

|   | Tuition       | Auxiliary     | General Operations | Other Unrestricted | Federal Indirect | Total          |
|---|---------------|---------------|--------------------|--------------------|------------------|----------------|
| <b>Total PR Appropriation Balances</b>          |               |               |                    |                    |                  |                |
| FY2022-23                                       | \$ 5,959,266  | \$ 15,732,818 | \$ 1,614,879       | \$ 57,875          | \$ 237,621       | \$ 23,602,459  |
| FY2023-24                                       | 10,905,631    | 14,388,525    | 1,692,906          | 116,178            | 229,731          | 27,332,971     |
| Change  | 4,946,365     | (1,344,293)   | 78,027             | 58,303             | (7,890)          | 3,730,512      |
|   | 83.0%         | (8.5)%        | 4.8%               | 100.7%             | (3.3)%           | 15.8%          |
| <b>Total Expenditures</b>                       |               |               |                    |                    |                  |                |
| FY2022-23                                       | \$ 87,258,171 | \$ 34,664,146 | \$ 11,926,969      | \$ 70,329          | \$ 149,433       | \$ 134,069,048 |
| FY2023-24                                       | 87,493,009    | 38,667,081    | 10,852,729         | 33,542             | 158,096          | 137,204,457    |
| Change  | 234,838       | 4,002,935     | (1,074,240)        | (36,787)           | 8,663            | 3,135,409      |
| <b>Balances as a Percentage of Expenditures</b> |               |               |                    |                    |                  |                |
| FY2022-23                                       | 6.8%          | 45.4%         | 13.5%              | 82.3%              | #                |                |
| FY2023-24                                       | 12.5%         | 37.2%         | 15.6%              | 346.4%             | #                |                |

\*\* Per Regent Policy Document 21-6, balances as a percentage of expenditures are calculated prior to removing negative division-level balances.

# Per Regent Policy Document 21-6, Federal Indirect balances do not require a spending plan

# UW-Platteville FY 2024 Program Revenue Balances

## Tuition

### Report on Tuition Balance in Excess of 12% of Fiscal Year Expenditures

|              |    |                   |
|--------------|----|-------------------|
| Obligated    | \$ | 280,714           |
| Planned      |    | 1,554,192         |
| Designated   |    | 4,275,434         |
| Reserves     |    | 3,000,000         |
| Undocumented |    | 1,795,291         |
| Total        | \$ | <u>10,905,631</u> |

### Obligated and Planned Funds

|   | Project/Initiative   | Obligated or Planned | FY22 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY23 | Total Amount Expected to Expend | When Funds will be Expended |
|---|--|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1 | Encumbrances   | Obligated            | 244,714              | 244,714                            | 244,714                           | 244,714                         | FY25                        |
| 2 | Minnesota Reciprocity tuition payment  | Obligated            | 36,000               | 36,000                             | 36,000                            | 36,000                          | FY25                        |
| 3 | System-funded initiatives including Dairy Innovation Hub, WiSys, Fostering Success, etc. | Planned              | 1,486,194            | 1,486,194                          | 1,486,194                         | 1,486,194                       | FY25                        |
| 4 | Campus projects including campus safety, card access, exterior building repairs          | Planned              | 67,998               | 67,998                             | 67,998                            | 67,998                          | FY25                        |
|   |  | Total                | 1,834,906            |                                    |                                   |                                 |                             |
|   |  | Obligated            | 280,714              |                                    |                                   |                                 |                             |
|   |  | Planned              | 1,554,192            |                                    |                                   |                                 |                             |

# UW-Platteville FY 2024 Program Revenue Balances

## Tuition

### Designated Funds

|   | Major Balance Grouping  | FY24 Designated Balance |
|---|---|-------------------------|
| 1 | Campus projects - Karrmann Access Center Planning & Design                | 568,600                 |
| 2 | Campus project - Ottensman Renovation Planning                            | 325,000                 |
| 3 | Campus project - Pioneer Blueprint Fund for future capital projects costs | 2,468,865               |
| 4 | Differential Tuition  | 912,969                 |
|   | Total \$  | 4,275,434               |

### Reserve Funds

|   | Major Balance Grouping | FY24 Reserves Balance |
|---|------------------------|-----------------------|
| 1 | Reserves               | 3,000,000             |

### Undocumented Funds

|   | Major Balance Grouping   | FY24 Undocumented Balance |
|---|--|---------------------------|
| 1 | Remaining balances for which commitment plans are not yet documented                                   | 1,531,111                 |
| 2 | Remaining balances for which commitment plans are not yet documented for online Collaborative programs | 264,180                   |
|   | Total \$   | 1,795,291                 |

# UW-Platteville FY 2024 Program Revenue Balances

## Auxiliary Operations

### Report on Auxiliary Operations Balance in Excess of 12% of Fiscal Year Expenditures

|              |                      |
|--------------|----------------------|
| Obligated    | \$ 4,827,170         |
| Planned      | 2,122,123            |
| Designated   | 5,954,392            |
| Reserves     | —                    |
| Undocumented | 1,484,840            |
| Total        | <u>\$ 14,388,525</u> |

### Obligated and Planned Funds

|   | Project/Initiative   | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|---|--|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1 | Encumbrances   | Obligated            | 180,859              | 180,859                            | 180,859                           | 180,859                         | FY25                        |
| 2 | One year of lease payments for rental of premises for housing and dining facilities in Bridgeway Commons   | Obligated            | 2,472,784            | 2,472,784                          | 2,472,784                         | 2,472,784                       | FY25                        |
| 3 | One year debt service on Residence Halls, including Southwest Hall, Porter Hall, Cooper Living and Learning Center, Melcher Hall, Dobson Hall, McGregor Hall, Bridgeway Commons, Longhorn Drive and Resident Life's portion of the Campus Stormwater Project | Obligated            | 821,601              | 2,543,621                          | 2,543,621                         | 2,543,621                       | FY25                        |
| 4 | One year debt service for Dining facilities, including Glenview Commons, Ullsvik Hall, Sesquicentennial Hall, and Dining's portion of the Campus Stormwater Project  | Obligated            | 420,067              | 420,067                            | 420,067                           | 420,067                         | FY25                        |
| 5 | One year debt service on Parking lots  | Obligated            | 205,900              | 205,900                            | 205,900                           | 205,900                         | FY25                        |
| 6 | One year debt service on Athletic & Recreation Facilities, including Ralph E Davis Pioneer Stadium and Williams Fieldhouse   | Obligated            | 724,607              | 734,084                            | 734,084                           | 734,084                         | FY25                        |
| 7 | One year debt service for the Markee Pioneer Student Center  | Obligated            | 1,352                | 1,352                              | 1,352                             | 1,352                           | FY25                        |

# UW-Platteville FY 2024 Program Revenue Balances

## Auxiliary Operations

|    |   |         |         |           |         |           |           |
|----|---|---------|---------|-----------|---------|-----------|-----------|
| 8  | Planned spending on furniture, lighting controls and other facility projects in the Markee Pioneer Student Center | Planned | 485,000 | 485,000   | 385,000 | 485,000   | FY25-FY27 |
| 9  | Dining portion of Karrmann Library Project  | Planned | 500,000 | 500,000   | —       | 500,000   | FY26-FY27 |
| 10 | Dining portion of Ottensman Renovation Project  | Planned | 822,623 | 3,000,000 | —       | 3,000,000 | FY26-FY29 |
| 11 | Planned parking lot maintenance projects  | Planned | 184,000 | 184,000   | —       | 184,000   | FY27      |
| 12 | Planned maintenance projects for Athletic Facilities  | Planned | 48,500  | 48,500    | —       | 48,500    | FY26-FY27 |
| 13 | Planned purchase of bus for Transportation Fees   | Planned | 35,000  | 35,000    | —       | 35,000    | FY26      |
| 14 | Planned purchase of new fleet vehicle for Car Fleet   | Planned | 47,000  | 47,000    | —       | 47,000    | FY27      |

Total \$ 6,949,293  
 Obligated \$ 4,827,170  
 Planned \$ 2,122,123

### Designated Funds

| Major Balance Grouping |  | FY24 Designated Balance |
|------------------------|--|-------------------------|
| 1                      | Debt Service for 1 additional year beyond the Obligated amount for Parking lots and Athletic & Recreation Facilities | 1,224,708               |
| 2                      | Allocable Segregated Fees  | 545,093                 |
| 3                      | Non-Allocable Segregated Fees  | 3,826,963               |
| 4                      | Special Course Fees  | 47,017                  |
| 5                      | Car Fleet, Study Abroad, Enrollment Management, and Non-Seg Fee Funded Athletic Funds                                | 310,611                 |
| Total \$               |  | 5,954,392               |

### Undocumented Funds

| Major Balance Grouping |   | FY24 Undocumented Balance |
|------------------------|---|---------------------------|
| 1                      | Remaining balances commitment plans, not yet documented in Dining Services, Textbook Rental, and Misc | 1,484,840                 |

# UW-Platteville FY 2024 Program Revenue Balances

## General Operations

### Report on General Operations Balance in Excess of 12% of Fiscal Year Expenditures

|              |                     |
|--------------|---------------------|
| Obligated    | \$ 115,892          |
| Planned      | 146,274             |
| Designated   | 1,221,787           |
| Reserves     | —                   |
| Undocumented | 208,953             |
| Total        | <u>\$ 1,692,906</u> |

### Obligated and Planned Funds

| Project/Initiative                                      | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|---|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1 Encumbrances  | Obligated            | 115,892              | 115,892                            | 115,892                           | 115,892                         | FY25                        |
| 2 Highway Tech Certification Program - software package | Planned              | 146,274              | 146,274                            | 146,274                           | 146,274                         | FY25                        |

Total \$ 262,166  
 Obligated \$ 115,892  
 Planned \$ 146,274

### Designated Funds

| Major Balance Grouping   | FY24 Designated Balance |
|--|-------------------------|
| 1 Balances in camps, conferences, career day, testing, pre-college programming, etc. | 1,221,787               |

### Undocumented Funds

| Major Balance Grouping   | FY24 Undocumented Balance |
|--|---------------------------|
| 1 Remaining balances for which commitment plans are not yet documented | 208,953                   |

# UW-Platteville FY 2024 Program Revenue Balances

## *Other Unrestricted Operations*

### Report on Other Unrestricted Balance in Excess of 12% of Fiscal Year Expenditures

|              |    |                |
|--------------|----|----------------|
| Obligated    | \$ | —              |
| Planned      |    | 2,234          |
| Designated   |    | 113,944        |
| Reserves     |    | —              |
| Undocumented |    | —              |
| Total        | \$ | <u>116,178</u> |

### Obligated and Planned Funds

| Project/Initiative                         | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|--|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1 UW-Platteville License Plate Scholarship | Planned              | 2,234                | 2,234                              | 2,234                             | 2,234                           | FY25                        |

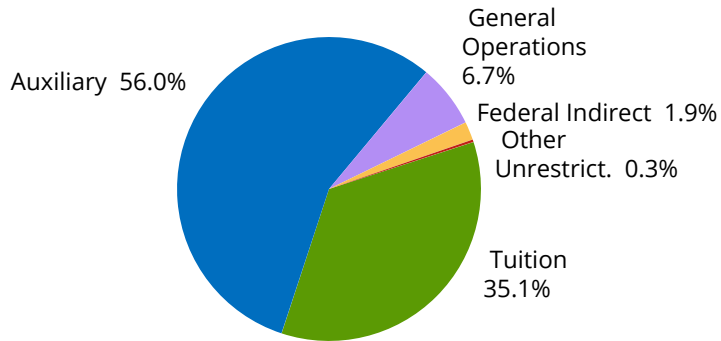
### Designated Funds

| Major Balance Grouping                                       | FY24 Designated Balance |
|--|-------------------------|
| 1 Remaining balance of Extension Non-Credit Program Receipts | 113,944                 |

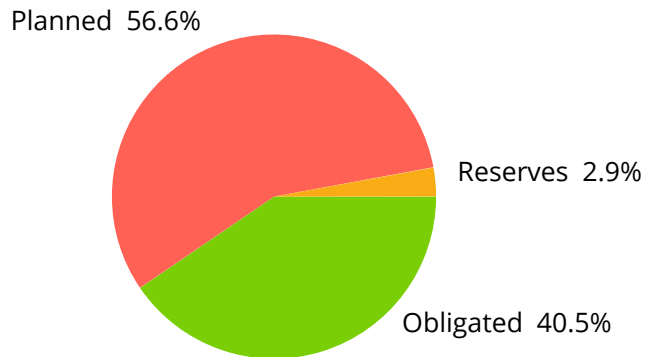


# UW-River Falls FY 2024 Program Revenue Balances

**PR Balances by Category\*\***



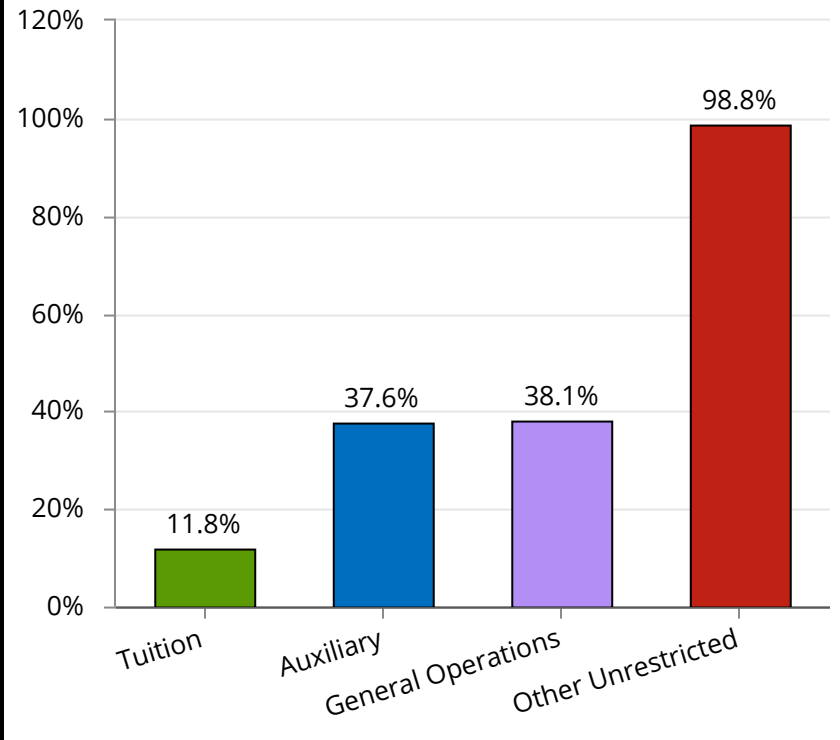
**PR Balances by Commitment Level**



## PR Balances Highlights

- UW-River Falls is required to report on all categories of unrestricted balances except tuition, which is below the 12% threshold.
- 97% of total unrestricted balances are reported as obligated or planned.
- 52% of auxiliary balances are intended for maintenance projects.

**Balance as a Percentage of Expenditures\*\***



\*\* Per Regent Policy Document 21-6, balances by category and as a percentage of expenditures are calculated prior to removing negative division-level balances.

# UW-River Falls FY 2024 Program Revenue Balances

## Summary of Unrestricted PR Balances by Level of Commitment

|                                      | Tuition      | Auxiliary     | General Operations | Other Unrestricted | Federal Indirect | Total         |
|--------------------------------------|--------------|---------------|--------------------|--------------------|------------------|---------------|
| <b>Obligated</b>                     | \$ 3,278,579 | \$ 6,304,654  | \$ —               | \$ —               | \$ —             | \$ 9,583,233  |
| <b>Planned</b>                       | 4,339,272    | 6,953,327     | 1,589,052          | 60,583             | 459,847          | 13,402,081    |
| <b>Designated</b>                    | —            | —             | —                  | 4,102              | —                | 4,102         |
| <b>Reserves</b>                      | 680,000      | —             | —                  | —                  | —                | 680,000       |
| <b>Undocumented (Discretionary)</b>  | —            | —             | —                  | —                  | —                | —             |
| <b>Subtotal</b>                      | 8,297,851    | 13,257,981    | 1,589,052          | 64,685             | 459,847          | 23,669,416    |
| <b>Negative Divisional Balances*</b> | *            | —             | *                  | *                  | *                | —             |
| <b>Total</b>                         | \$ 8,297,851 | \$ 13,257,981 | \$ 1,589,052       | \$ 64,685          | \$ 459,847       | \$ 23,669,416 |

\*Per Regent Policy Document 21-6, negative divisional balances are reflected for auxiliary operations only.

|   | Tuition     | Auxiliary   | General Operations | Other Unrestricted | Federal Indirect | Total          |
|---|-------------|-------------|--------------------|--------------------|------------------|----------------|
| <b>Total PR Appropriation Balances</b>          |             |             |                    |                    |                  |                |
| FY2022-23                                       | 9,916,574   | 15,052,293  | 2,115,371          | 46,088             | 404,487          | \$ 27,534,813  |
| FY2023-24                                       | 8,297,852   | 13,257,982  | 1,589,052          | 64,686             | 459,847          | 23,669,419     |
| Change  | (1,618,722) | (1,794,311) | (526,319)          | 18,598             | 55,360           | (3,865,394)    |
|   | (16.3)%     | (11.9)%     | (24.9)%            | 40.4%              | 13.7%            | (14.0)%        |
| <b>Total Expenditures</b>                       |             |             |                    |                    |                  |                |
| FY2022-23                                       | 68,484,282  | 32,432,438  | 4,497,918          | 55,464             | 152,109          | \$ 105,622,211 |
| FY2023-24                                       | 70,571,862  | 35,278,807  | 4,174,562          | 65,450             | 175,361          | 110,266,042    |
| Change  | 2,087,580   | 2,846,369   | (323,356)          | 9,986              | 23,252           | 4,643,831      |
| <b>Balances as a Percentage of Expenditures</b> |             |             |                    |                    |                  |                |
| FY2022-23                                       | 14.5%       | 46.4%       | 47.0%              | 83.1%              | #                |                |
| FY2023-24                                       | 11.8%       | 37.6%       | 38.1%              | 98.8%              | #                |                |

\*\* Per Regent Policy Document 21-6, balances as a percentage of expenditures are calculated prior to removing negative division-level balances.

# Per Regent Policy Document 21-6, Federal Indirect balances do not require a spending plan

# UW-River Falls FY 2024 Program Revenue Balances

## Auxiliary Operations

### Report on Auxiliary Operations Balance in Excess of 12% of Fiscal Year Expenditures

|              |                      |
|--------------|----------------------|
| Obligated    | \$ 6,304,654         |
| Planned      | 6,953,327            |
| Designated   | —                    |
| Reserves     | —                    |
| Undocumented | —                    |
| Total        | <u>\$ 13,257,981</u> |

### Obligated and Planned Funds

| Project/Initiative   | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|--|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1 Auxiliary debt service for FY25: Child Care, Parking, Residence Halls, Student Center, Dining, Rec. Center, and Student Success Center   | Obligated            | 2,950,022            | 2,950,022                          | 2,950,022                         | 2,950,022                       | FY25                        |
| 2 Crabtree/Parker Electrical Upgrade and Generator and Network Cable Replacement DFD project 231F1W  | Obligated            | 2,275,000            | 2,275,000                          | 2,275,000                         | 2,275,000                       | FY25                        |
| 3 Johnson/Grimm/McMillan/South Fork Suites Multi-Building Electrical Surge Devices and Arc Flash DFD project 23L1H   | Obligated            | 97,713               | 97,713                             | 97,713                            | 97,713                          | FY25                        |
| 4 Heating Plan Burner Replacement DFD project 23J6P  | Obligated            | 981,919              | 981,919                            | 981,919                           | 981,919                         | FY25                        |
| 5 Residence Life maintenance projects: exterior and interior signs, basement renovation, concrete work, security cameras, carpeting, entrance door replacement   | Planned              | 1,118,450            | 1,118,450                          | 597,141                           | 1,118,450                       | FY25-FY26                   |
| 6 University Center maintenance projects: Brick tuckpointing, flooring replacement, furniture, card access system replacement, burner plant, LED light replacement, painting, central utility projects | Planned              | 1,871,000            | 1,871,000                          | 721,000                           | 1,871,000                       | FY25-FY26                   |

# UW-River Falls FY 2024 Program Revenue Balances

## *Auxiliary Operations*

|    |   |         |           |           |         |           |           |
|----|---|---------|-----------|-----------|---------|-----------|-----------|
| 7  | Dining Services maintenance projects: Office build outs, lighting replacement, loading dock resealing, furniture, card access system replacement, walk-in freezer cooler maintenance/repair, centrifuge replacement, ceiling grid replacement | Planned | 1,138,000 | 1,138,000 | 390,000 | 1,138,000 | FY25-FY26 |
| 8  | Child care center maintenance projects: lighting replacement, playground topcoat, replace furnace and air conditioners  | Planned | 98,897    | 98,897    | 65,897  | 98,897    | FY25-FY26 |
| 9  | Parking Services maintenance projects: landscape, lot repairs   | Planned | 867,000   | 867,000   | 467,000 | 867,000   | FY25-FY26 |
| 10 | Sports Facility projects: fitness center equipment, radio replacement relamping, Field house re-strip, locker room carpeting, Ramer Track Replacement and Ramer Turf Replacement  | Planned | 1,567,646 | 1,567,646 | 27,572  | 1,567,646 | FY25-FY26 |
| 11 | Campus Recreation Maintenance projects: Cardio equipment and FOA bike replacement   | Planned | 70,000    | 70,000    | 35,000  | 70,000    | FY25-FY26 |
| 12 | Textbook Services: textbook rental program, furniture, electronic resources   | Planned | 222,334   | 222,334   | 222,334 | 222,334   | FY25      |

Total \$ 13,257,981  
 Obligated \$ 6,304,654  
 Planned \$ 6,953,327

# UW-River Falls FY 2024 Program Revenue Balances

## General Operations

### Report on General Operations Balance in Excess of 12% of Fiscal Year Expenditures

|              |    |                     |
|--------------|----|---------------------|
| Obligated    | \$ | —                   |
| Planned      |    | 1,589,052           |
| Designated   |    | —                   |
| Reserves     |    | —                   |
| Undocumented |    | —                   |
| Total        |    | <u>\$ 1,589,052</u> |

### Obligated and Planned Funds

|   | Project/Initiative  | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|---|---|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1 | Service Centers: Salaries, fringe for accounting and accounts payable staff, training, and development      | Planned              | 369,323              | 369,323                            | 369,323                           | 369,323                         | FY25                        |
| 2 | Division of Finance and Administration: Ag Sci building design cost, Science and Technology operating costs | Planned              | 1,079,081            | 1,079,081                          | 500,000                           | 1,079,081                       | FY25-FY27                   |
| 3 | Career Services salaries and fringe   | Planned              | 140,648              | 140,648                            | 140,648                           | 140,648                         | FY25                        |

Total \$ 1,589,052  
 Planned \$ 1,589,052  
 Obligated \$ —

# UW-River Falls FY 2024 Program Revenue Balances

## *Other Unrestricted Operations*

### Report on Other Unrestricted Balance in Excess of 12% of Fiscal Year Expenditures

|              |    |               |
|--------------|----|---------------|
| Obligated    | \$ | —             |
| Planned      |    | 60,583        |
| Designated   |    | 4,102         |
| Reserves     |    | —             |
| Undocumented |    | —             |
| Total        | \$ | <u>64,685</u> |

### Obligated and Planned Funds

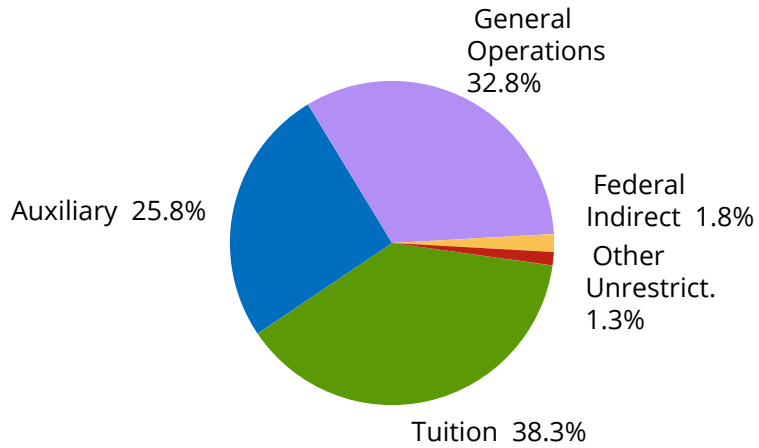
| Project/Initiative                                 | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|--|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1 Salary and fringe for Continuing Education staff | Planned              | 60,583               | 60,583                             | 60,583                            | 60,583                          | FY25                        |

### Designated Funds

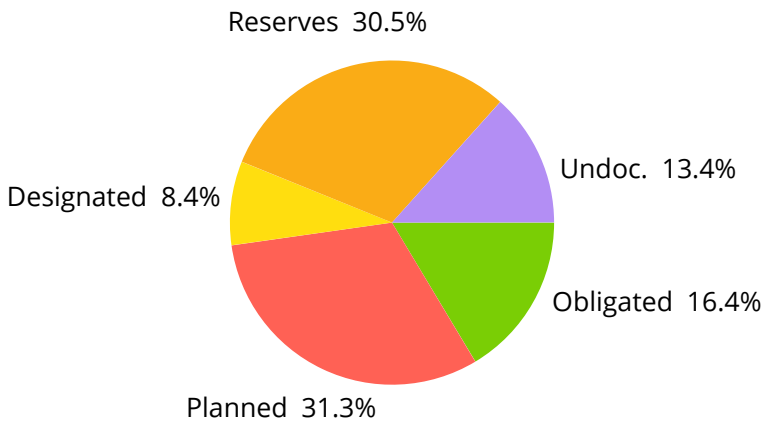
| Major Balance Grouping              | FY24 Designated Balance |
|-------------------------------------|-------------------------|
| 1 License Plate Scholarship program | 4,102                   |

# UW-Stevens Point FY 2024 Program Revenue Balances

**PR Balances by Category\*\***



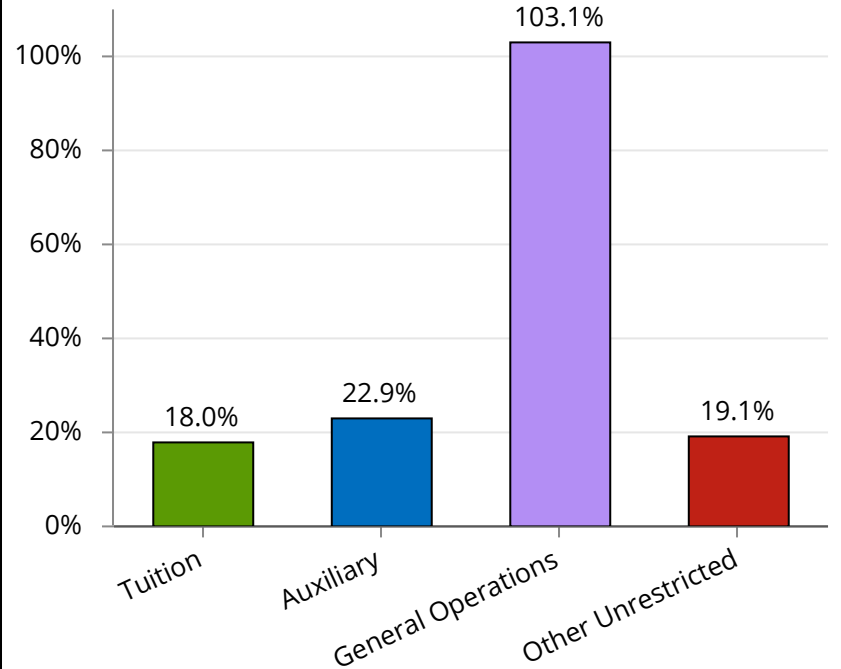
**PR Balances by Commitment Level**



## PR Balances Highlights

- UW-Stevens Point is required to report on all categories of unrestricted balances.
- 48% of total unrestricted balances are reported as obligated or planned.
- 44% of auxiliary balances are intended for debt service.

**Balance as a Percentage of Expenditures\*\***



\*\* Per Regent Policy Document 21-6, balances by category and as a percentage of expenditures are calculated prior to removing negative division-level balances.

# UW-Stevens Point FY 2024 Program Revenue Balances

## Summary of Unrestricted PR Balances by Level of Commitment

|                                      | Tuition       | Auxiliary     | General Operations | Other Unrestricted | Federal Indirect | Total         |
|--------------------------------------|---------------|---------------|--------------------|--------------------|------------------|---------------|
| <b>Obligated</b>                     | \$ 1,576,642  | \$ 6,769,632  | \$ 281,959         | \$ 317,539         | \$ 36,781        | \$ 8,982,553  |
| <b>Planned</b>                       | 3,784,732     | 4,337,634     | 8,719,693          | 22,007             | 299,088          | 17,163,154    |
| <b>Designated</b>                    | —             | 98,309        | 4,489,059          | —                  | —                | 4,587,368     |
| <b>Reserves</b>                      | 9,598,420     | 2,538,045     | 4,403,495          | 42,731             | 118,908          | 16,701,599    |
| <b>Undocumented (Discretionary)</b>  | 5,964,332     | 496,171       | —                  | 345,993            | 508,888          | 7,315,384     |
| <b>Subtotal</b>                      | 20,924,126    | 14,239,791    | 17,894,206         | 728,270            | 963,665          | 54,750,058    |
| <b>Negative Divisional Balances*</b> | *             | (166,281)     | *                  | *                  | *                | (166,281)     |
| <b>Total</b>                         | \$ 20,924,126 | \$ 14,073,510 | \$ 17,894,206      | \$ 728,270         | \$ 963,665       | \$ 54,583,777 |

\*Per Regent Policy Document 21-6, negative divisional balances are reflected for auxiliary operations only.

|   | Tuition        | Auxiliary     | General Operations | Other Unrestricted | Federal Indirect | Total          |
|---|----------------|---------------|--------------------|--------------------|------------------|----------------|
| <b>Total PR Appropriation Balances</b>          |                |               |                    |                    |                  |                |
| FY2022-23                                       | \$ 18,864,402  | \$ 24,265,275 | \$ 13,643,442      | \$ 797,002         | \$ 638,439       | \$ 58,208,560  |
| FY2023-24                                       | 20,924,126     | 14,073,510    | 17,894,206         | 728,270            | 963,665          | 54,583,777     |
| Change  | 2,059,724      | (10,191,765)  | 4,250,764          | (68,732)           | 325,226          | (3,624,783)    |
|   | 10.9%          | (42.0)%       | 31.2%              | (8.6)%             | 50.9%            | (6.2)%         |
| <b>Total Expenditures</b>                       |                |               |                    |                    |                  |                |
| FY2022-23                                       | \$ 105,172,367 | \$ 48,155,705 | \$ 19,343,963      | \$ 3,034,585       | \$ 111,596       | \$ 175,818,216 |
| FY2023-24                                       | 116,349,603    | 61,493,038    | 17,353,797         | 3,812,603          | 348,278          | 199,357,319    |
| Change  | 11,177,236     | 13,337,333    | (1,990,166)        | 778,018            | 236,682          | 23,539,103     |
| <b>Balances as a Percentage of Expenditures</b> |                |               |                    |                    |                  |                |
| FY2022-23                                       | 17.9%          | 50.4%         | 70.5%              | 26.3%              | #                |                |
| FY2023-24                                       | 18.0%          | 22.9%         | 103.1%             | 19.1%              | #                |                |

\*\* Per Regent Policy Document 21-6, balances as a percentage of expenditures are calculated prior to removing negative division-level balances.

# Per Regent Policy Document 21-6, Federal Indirect balances do not require a spending plan



# UW-Stevens Point FY 2024 Program Revenue Balance Tuition

## Report on Tuition Balance in Excess of 12% of Fiscal Year Expenditures

|              |                      |
|--------------|----------------------|
| Obligated    | \$ 1,576,642         |
| Planned      | 3,784,732            |
| Designated   | —                    |
| Reserves     | 9,598,420            |
| Undocumented | 5,964,332            |
| Total        | <u>\$ 20,924,126</u> |

### Obligated and Planned Funds

|    | Project/Initiative   | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|----|--|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1  | All Divisions - Purchase orders encumbered at fiscal year-end  | Obligated            | 477,166              | 477,166                            | 477,166                           | 477,166                         | FY25                        |
| 2  | University-Wide - Relocation and renovation costs associated with the Albertson Hall capital project | Obligated            | 927,476              | 927,476                            | 290,000                           | 927,476                         | FY25-FY26                   |
| 3  | University-Wide - Estimated FY24 payment to Minnesota for tuition reciprocity                        | Obligated            | 172,000              | 172,000                            | 172,000                           | 172,000                         | FY25                        |
| 4  | Workforce Development Initiatives  | Planned              | 684,679              | 684,679                            | 684,679                           | 684,679                         | FY25                        |
| 5  | All Divisions - UW Stevens Point and UWSA funded professional development and research awards        | Planned              | 217,527              | 217,527                            | 217,527                           | 217,527                         | FY25                        |
| 6  | University-Wide - Unbudgeted amount of annual System insurance assessments                           | Planned              | 575,000              | 575,000                            | 275,000                           | 575,000                         | FY25-FY26                   |
| 7  | University-Wide - Anticipated FY25 branch campus tuition shortfall                                   | Planned              | 1,504,731            | 1,504,731                          | 1,504,731                         | 1,504,731                       | FY25                        |
| 8  | University-Wide - Collaborative Online Associate of Arts and Sciences Degree FY25 costs              | Planned              | 62,441               | 62,441                             | 62,441                            | 62,441                          | FY25                        |
| 9  | Marketing and Enrollment - Financial Aid   | Planned              | 13,658               | 13,658                             | 13,658                            | 13,658                          | FY25                        |
| 10 | Marketing and Enrollment - Marketing - UWSA funds for recruitment/marketing                          | Planned              | 13,332               | 13,332                             | 13,332                            | 13,332                          | FY25                        |
| 11 | Student Affairs - Advanced Opportunity Grant program   | Planned              | 24,872               | 24,872                             | 24,872                            | 24,872                          | FY25                        |

# UW-Stevens Point FY 2024 Program Revenue Balance

## Tuition

|    |  |         |         |         |         |         |      |
|----|--|---------|---------|---------|---------|---------|------|
| 12 | Academic Affairs - Continuing Education - Marketing, personnel and other designated program expenses related to the Collaborative programs | Planned | 46,253  | 46,253  | 46,253  | 46,253  | FY25 |
| 13 | College of Letters and Science - Dean - Museum of Natural History construction project   | Planned | 33,624  | 33,624  | 33,624  | 33,624  | FY25 |
| 14 | College of Letters and Science - Sociology - Masters of Social Work - Program Growth   | Planned | 273,489 | 273,489 | 273,489 | 273,489 | FY25 |
| 15 | College of Professional Studies - Start up Student Success Center Suite and Acute Care Lab - Occupational Therapy startup                  | Planned | 290,724 | 290,724 | 290,724 | 290,724 | FY25 |
| 16 | College of Natural Resources - Paper Science - Chemical Engineering lab equipment, student activities, and travel                          | Planned | 44,402  | 44,402  | 44,402  | 44,402  | FY25 |

Total \$ 5,361,374

Planned \$ 3,784,732

Obligated \$ 1,576,642

## Reserve Funds

|   | Major Balance Grouping  | FY24 Reserves Balance |
|---|---|-----------------------|
| 1 | University-Wide - Reserve held for fluctuations in campus utility costs   | 1,004,770             |
| 2 | University-Wide - Reserve held for fluctuations in enrollment   | 5,098,004             |
| 3 | University-Wide - Reserve held for possible deferred maintenance projects across campus   | 2,500,000             |
| 4 | College of Professional Studies - Service-Based Pricing Programs - Divisional amount to be used for unforeseen needs for Service-Based Pricing programs such as program closures, low enrollments, program discontinuations in addition to new program developments | 945,899               |
| 5 | College of Natural Resources - College of Natural Resources Office - Masters in Natural Resources   | 49,747                |
|   | Total \$  | 9,598,420             |

# UW-Stevens Point FY 2024 Program Revenue Balance Tuition

## Undocumented Funds

| Major Balance Grouping |  | FY24<br>Undocumented<br>Balance |
|------------------------|--|---------------------------------|
| 1                      | University-Wide - Unforeseen needs   | 5,000,000                       |
| 2                      | University-Wide - Initiatives for academic programming   | 294,774                         |
| 3                      | College of Letters and Science - Collaborative Program operations  | 140,568                         |
| 4                      | College of Professional Studies - Collaborative program development, summer instruction expenses, and course redesigns | 329,959                         |
| 5                      | College of Fine Arts and Communication - Unforeseen departmental needs   | 10,060                          |
| 6                      | College of Natural Resources - Masters in Natural Resources program updates, marketing materials, and scholarships     | 188,971                         |
| Total \$               |  | 5,964,332                       |

# UW-Stevens Point FY 2024 Program Revenue Balances

## Auxiliary Operations

### Report on Auxiliary Operations Balance in Excess of 12% of Fiscal Year Expenditures

|              |                      |
|--------------|----------------------|
| Obligated    | \$ 6,769,632         |
| Planned      | 4,337,634            |
| Designated   | 98,309               |
| Reserves     | 2,538,045            |
| Undocumented | 496,171              |
| Total        | <u>\$ 14,239,791</u> |

### Obligated and Planned Funds

| Project/Initiative  | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|---|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1 All Divisions - Purchase orders encumbered at fiscal year-end   | Obligated            | 207,531              | 207,531                            | 207,531                           | 207,531                         | FY25                        |
| 2 Fiscal Year 2025 Debt Service   | Obligated            | 6,210,666            | 8,336,449                          | 8,336,449                         | 8,336,449                       | FY25                        |
| 3 Student Affairs - University Centers Operations - Project 23J5A Engine Upgrade  | Obligated            | 218,764              | 218,674                            | 218,764                           | 218,764                         | FY25                        |
| 4 Student Affairs - Dean of Students - Maxient software renewal   | Obligated            | 5,150                | 5,150                              | 5,150                             | 5,150                           | FY25                        |
| 5 Student Affairs - Dean of Students - Unbudgeted personnel expenses related to new salary minimums   | Obligated            | 5,831                | 5,831                              | 5,831                             | 5,831                           | FY25                        |
| 6 Student Affairs - Text Rental - May and June 2024 text book and management fees   | Obligated            | 59,358               | 59,358                             | 59,358                            | 59,358                          | FY25                        |
| 7 Student Affairs - Counseling - Unbudgeted personnel expenses  | Obligated            | 50,442               | 50,442                             | 50,442                            | 50,442                          | FY25                        |
| 8 College of Professional Studies - School of Health Sciences and Wellness - Funds are applied to tuition accounts upon admission completion for FY25 school year | Obligated            | 3,100                | 3,100                              | 3,100                             | 3,100                           | FY25                        |
| 9 College of Professional Studies - School of Health Sciences and Wellness - Unbudgeted personnel expenses  | Obligated            | 8,790                | 8,790                              | 8,790                             | 8,790                           | FY25                        |

# UW-Stevens Point FY 2024 Program Revenue Balances

## *Auxiliary Operations*

|    |   |         |           |           |         |           |           |
|----|---|---------|-----------|-----------|---------|-----------|-----------|
| 10 | Student Affairs - Fitness and Recreation - Treadmills for Allen Fitness Center  | Planned | 30,000    | 30,000    | 30,000  | 30,000    | FY25      |
| 11 | Student Affairs - Brewhaus - Planned use of balances based on FY25 operations and budget planning                                   | Planned | 24,964    | 24,964    | 24,964  | 24,964    | FY25      |
| 12 | University-Wide - Start-up fund for expansion of distance education programming   | Planned | 300,000   | 300,000   | 100,000 | 300,000   | FY25-FY27 |
| 13 | University-Wide - Former Matriculation Fee balance to be used to help fund commencement costs                                       | Planned | 73,000    | 73,000    | 73,000  | 73,000    | FY25      |
| 14 | Student Affairs - Planned use of balances based on FY25 operations and budget planning  | Planned | 1,056,380 | 1,056,380 | 352,702 | 1,056,380 | FY25-FY26 |
| 15 | Student Affairs - University Centers Operations - Various maintenance projects  | Planned | 25,790    | 25,790    | 25,790  | 25,790    | FY25      |
| 16 | Student Affairs - University Centers Operations - Dreyfus University Center Roof architectural/pre-engineering design cost estimate | Planned | 134,759   | 134,759   | 134,759 | 134,759   | FY25      |
| 17 | Student Affairs - Student Government Association - Unbudgeted personnel expenses  | Planned | 163,125   | 163,125   | 72,500  | 163,125   | FY25-FY27 |
| 18 | Student Affairs - Student Government Association - New Track Project  | Planned | 1,468,701 | 2,800,000 | —       | 2,800,000 | FY26      |
| 19 | Student Affairs - Dean of Students - uSafeUS renewal  | Planned | 8,500     | 8,500     | 8,500   | 8,500     | FY25      |
| 20 | Student Affairs - Childcare - Renovate Allen Center for Childcare   | Planned | 714,102   | 714,102   | —       | 714,102   | FY30      |
| 21 | Student Affairs- Fitness and Recreation - Climbing Wall and intramural equipment; washing machine and dryer                         | Planned | 13,973    | 13,973    | 13,976  | 13,973    | FY25      |
| 22 | Student Affairs - Counseling - Unbudgeted personnel expenses  | Planned | 8,860     | 8,860     | 8,860   | 8,860     | FY25      |
| 23 | Student Affairs - Student Affairs Office - Unbudgeted personnel expenses  | Planned | 12,704    | 12,704    | 12,704  | 12,704    | FY25      |
| 24 | Business Affairs - Facility Services - Various maintenance projects   | Planned | 71,497    | 71,497    | 71,497  | 71,497    | FY25      |
| 25 | Business Affairs - Wausau fleet vehicle replacement   | Planned | 23,380    | 23,380    | 23,380  | 23,380    | FY25      |
| 26 | University College - Wausau - Marketing for Wausau and Marshfield campuses  | Planned | 65,067    | 65,067    | 65,067  | 65,067    | FY25      |

# UW-Stevens Point FY 2024 Program Revenue Balances

## *Auxiliary Operations*

|    |  |         |         |         |         |         |      |
|----|--|---------|---------|---------|---------|---------|------|
| 27 | Academic Affairs - Registrar's Office - Support the Data Governance plan, Program Portfolio Management Implementation, College Scheduler and In-App Registration Academic Planning | Planned | 124,832 | 124,832 | 124,832 | 124,832 | FY25 |
| 28 | College of Professional Studies - School of Health Sciences and Wellness - Communicative Disorders - Audiology Annual Student Awards for first, second and third year students     | Planned | 18,000  | 18,000  | 18,000  | 18,000  | FY25 |

Total \$ 11,107,266  
 Obligated \$ 6,769,632  
 Planned \$ 4,337,634

### Designated Funds

|   | Major Balance Grouping                      | FY24 Designated Balance |
|---|---|-------------------------|
| 1 | Student Affairs - Segregated fee operations | 98,309                  |

# UW-Stevens Point FY 2024 Program Revenue Balances

## Auxiliary Operations

### Reserve Funds

|    | Major Balance Grouping  | FY24 Reserve Balance |
|----|---|----------------------|
| 1  | University-Wide - Held to supplement New Student Fee income to support units as needed  | 122,903              |
| 2  | University-Wide - Held to support distance education growth initiative infrastructure in case of enrollment decline                                     | 1,077,144            |
| 3  | Marketing and Enrollment - Marketing - Held for potential increased staffing and undetermined equipment needs within Print and Design                   | 50,662               |
| 4  | Student Affairs - Student Government Association - Unexpected declines and fluctuations in revenue, emergencies, and unforeseen circumstances           | 50,000               |
| 5  | Student Affairs - Dean of Students - Unexpected declines and fluctuations in revenue, emergencies, and unforeseen circumstances                         | 47,800               |
| 6  | Student Affairs - Campus Activities and Student Engagement - Unexpected declines and fluctuations in revenue, emergencies, and unforeseen circumstances | 154,417              |
| 7  | Student Affairs - Fitness and Recreation - Unexpected declines and fluctuations in revenue, emergencies, and unforeseen circumstances                   | 32,434               |
| 8  | Student Affairs - Text Rental - Unexpected declines and fluctuations in revenue, emergencies, and unforeseen circumstances                              | 123,030              |
| 9  | Student affairs - Student Affairs Office - Unexpected declines and fluctuations in revenue, emergencies and unforeseen circumstances                    | 39,871               |
| 10 | Student Affairs-Counseling -Unexpected declines and fluctuations in revenue, emergencies and unforeseen circumstances                                   | 85,691               |
| 11 | Business Affairs - Potential enrollment declines  | 300,000              |
| 12 | Business Affairs - Wausau fleet vehicle replacement reserve   | 27,571               |
| 13 | University College - Wausau - For unexpected emergencies or unforeseen circumstances  | 111,963              |
| 14 | University College - Wausau - For unexpected declines and fluctuations to segregated fee revenue  | 101,677              |
| 15 | University College - Marshfield - For unexpected declines and fluctuations to segregated fee revenue  | 106,835              |
| 16 | Information Technology - Support for Network Communication Infrastructure   | 106,047              |
|    | Total \$  | 2,538,045            |

# UW-Stevens Point FY 2024 Program Revenue Balances

## *Auxiliary Operations*

### Undocumented Funds

| <b>Major Balance Grouping</b> |  | <b>FY24<br/>Undocumented<br/>Balance</b> |
|-------------------------------|--|--|
| 1                             | Business Affairs - Unforeseen departmental needs                       | 262,891                                  |
| 2                             | Information Technology - Unforeseen departmental needs                 | 133,243                                  |
| 3                             | College of Letters and Science - Unforeseen departmental needs         | 35,651                                   |
| 4                             | College of Professional Studies - Unforeseen departmental needs        | 44,299                                   |
| 5                             | College of Fine Arts and Communication - Unforeseen departmental needs | 20,087                                   |
| Total \$                      |  | 496,171                                  |

### Negative Divisional Balances

| <b>Division</b>                | <b>FY24 Negative<br/>Divisional Balance</b> |
|--------------------------------|---|
| 1 College Of Natural Resources | (166,281)                                   |



# UW-Stevens Point FY 2024 Program Revenue Balances

## General Operations

### Report on General Operations Balance in Excess of 12% of Fiscal Year Expenditures

|              |                      |
|--------------|----------------------|
| Obligated    | \$ 281,959           |
| Planned      | 8,719,693            |
| Designated   | 4,489,059            |
| Reserves     | 4,403,495            |
| Undocumented | —                    |
| Total        | <u>\$ 17,894,206</u> |

### Obligated and Planned Funds

|    | Project/Initiative  | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|----|---|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1  | All Divisions - Purchase orders encumbered at fiscal year-end   | Obligated            | 213,197              | 213,197                            | 213,197                           | 213,197                         | FY25                        |
| 2  | Student Affairs - Counseling - Testing Center replacement chairs  | Obligated            | 4,240                | 4,240                              | 4,240                             | 4,240                           | FY25                        |
| 3  | University College - Marshfield - Student activities items  | Obligated            | 780                  | 780                                | 780                               | 780                             | FY25                        |
| 4  | College of Professional Studies - Unbudgeted personnel expenses   | Obligated            | 5,860                | 5,860                              | 5,860                             | 5,860                           | FY25                        |
| 5  | College of Professional Studies - School of Education - Unbudgeted personnel expenses                           | Obligated            | 31,151               | 31,151                             | 31,151                            | 31,151                          | FY25                        |
| 6  | College of Professional Studies - Sentry School of Business - Unbudgeted personnel expenses                     | Obligated            | 23,108               | 23,108                             | 23,108                            | 23,108                          | FY25                        |
| 7  | College of Professional Studies - School of Health Sciences and Wellness - invoices to TDS Health for audiology | Obligated            | 3,623                | 3,623                              | 3,623                             | 3,623                           | FY25                        |
| 8  | University-Wide - Anticipated unbudgeted student scholarships   | Planned              | 1,140,000            | 1,140,000                          | 890,000                           | 1,140,000                       | FY25-FY26                   |
| 9  | University-Wide - System IT Assessments support   | Planned              | 1,725,140            | 1,725,140                          | 475,878                           | 1,725,140                       | FY25-FY27                   |
| 10 | University-Wide - IT infrastructure   | Planned              | 100,000              | 100,000                            | 50,000                            | 100,000                         | FY25-FY26                   |
| 11 | University-Wide - Health and Wellness Project support   | Planned              | 3,000,000            | 3,000,000                          | —                                 | 3,000,000                       | FY26                        |
| 12 | Student Affairs - Counseling - Remediation Costs  | Planned              | 4,500                | 4,500                              | 4,500                             | 4,500                           | FY25                        |
| 13 | Student Affairs - Counseling - Testing Center replace obsolete computers  | Planned              | 6,736                | 6,736                              | 6,736                             | 6,736                           | FY25                        |
| 14 | Student Affairs - Childcare - Renovate Allen Center for Childcare   | Planned              | 60,236               | 60,236                             | 60,236                            | 60,236                          | FY25                        |

# UW-Stevens Point FY 2024 Program Revenue Balances

## General Operations

|    |   |         |         |         |         |         |           |
|----|---|---------|---------|---------|---------|---------|-----------|
| 15 | Business Affairs - Property acquisition   | Planned | 215,000 | 215,000 | 215,000 | 215,000 | FY25      |
| 16 | Business Affairs - Share of city development project  | Planned | 75,000  | 75,000  | 75,000  | 75,000  | FY25      |
| 17 | Business Affairs - Sustainability - Electric vehicle charging station project   | Planned | 19,461  | 19,461  | 19,461  | 19,461  | FY25      |
| 18 | Business Affairs - Police - Ewalds Hartford Ford replacement squad vehicle  | Planned | 33,030  | 41,407  | 41,407  | 41,407  | FY25      |
| 19 | University College - Wausau - Planned use of balances based on FY25 operations and budget planning                              | Planned | 24,003  | 24,003  | 24,003  | 24,003  | FY25      |
| 20 | University College - Academic and Career Advising Center - Electrical covers and cords for expanded career fair location        | Planned | 4,253   | 4,253   | 4,253   | 4,253   | FY25      |
| 21 | Academic Affairs - Registrar's Office - Coursedog Catalog and Curriculum Management Software                                    | Planned | 19,360  | 19,360  | 19,360  | 19,360  | FY25      |
| 22 | Academic Affairs - Academic Affairs Office - Unbudgeted personnel expenses  | Planned | 443,642 | 478,500 | 159,500 | 478,500 | FY25-FY27 |
| 23 | Academic Affairs - Academic Affairs Office - Heliocampus Initiative expenses  | Planned | 100,000 | 100,000 | 50,000  | 100,000 | FY25-FY26 |
| 24 | College of Professional Studies - Support college's GPR supplies and expense  | Planned | 321,667 | 321,667 | 321,667 | 321,667 | FY25      |
| 25 | College of Professional Studies-School of Education-Travel Grant  | Planned | 5,000   | 5,000   | 5,000   | 5,000   | FY25      |
| 26 | College of Professional Studies-School of Education-CPS 100-101 furniture estimate  | Planned | 34,000  | 34,000  | 34,000  | 34,000  | FY25      |
| 27 | College of Professional Studies - Classroom MCCH110 and CPS 100-101 suite renovation  | Planned | 265,015 | 265,015 | 265,015 | 265,015 | FY25      |
| 28 | College of Professional Studies-School of Health Sciences and Wellness-planned purchase order summary                           | Planned | 1,035   | 1,035   | 1,035   | 1,035   | FY25      |
| 29 | College of Fine Arts & Communication - Theater & Dance - 2024-2025 Academic Year Student scholarships                           | Planned | 5,639   | 5,639   | 5,639   | 5,639   | FY25      |
| 30 | College of Fine Arts & Communication - Music - Scholarships for 2024-2025 Academic Year awarding                                | Planned | 35,549  | 35,549  | 35,549  | 35,549  | FY25      |
| 31 | College of Natural Resources - COOP Fish - Planned use of balances based on FY25 operations and budget planning                 | Planned | 36,340  | 36,340  | 36,340  | 36,340  | FY25      |
| 32 | College of Natural Resources - COOP Fish - Agilent 2100 Bioanalyzer for Molecular Conservation Genetics Laboratory              | Planned | 32,072  | 32,072  | 32,072  | 32,072  | FY25      |
| 33 | College of Natural Resources - College of Natural Resources Office - Centralized printing, F350 truck, and Ford passenger wagon | Planned | 163,901 | 163,901 | 163,901 | 163,901 | FY25      |

# UW-Stevens Point FY 2024 Program Revenue Balances

## General Operations

|    |   |         |         |         |         |         |           |
|----|---|---------|---------|---------|---------|---------|-----------|
| 34 | College of Natural Resources - College of Natural Resources Office - Remodel Trainer Natural Resource Building East Lobby                                       | Planned | 125,000 | 125,000 | —       | 125,000 | FY26-FY27 |
| 35 | College of Natural Resources - Wisconsin Center for Environmental Education - Trainer Natural Resources Room 110 Renovation Project                             | Planned | 160,000 | 160,000 | —       | 160,000 | FY27      |
| 36 | College of Natural Resources - Wisconsin Forestry Center - University Staff Temporary Employee  | Planned | 2,251   | 2,251   | 2,251   | 2,251   | FY25      |
| 37 | College of Natural Resources - Wisconsin Forestry Center - FY25 planned travel, workshop instruction, and vehicle maintenance                                   | Planned | 21,423  | 21,423  | 21,423  | 21,423  | FY25      |
| 38 | College of Natural Resources - Wisconsin Forestry Center - Program facilitator budget shortfall   | Planned | 29,162  | 29,162  | 29,162  | 29,162  | FY25      |
| 39 | College of Natural Resources - Wisconsin Institute for Sustainable Technology - Renovation of Trainer Natural Resources Room 380 for Compostability Testing Lab | Planned | 23,149  | 23,149  | 23,149  | 23,149  | FY25      |
| 40 | College of Natural Resources - Paper Science - Purchase of desktop and laptop computers   | Planned | 2,752   | 2,752   | 2,752   | 2,752   | FY25      |
| 41 | College of Natural Resources - Schmeeckle Reserve - Unbudgeted personnel expenses   | Planned | 21,060  | 21,060  | 21,060  | 21,060  | FY25      |
| 42 | College of Natural Resources - Schmeeckle Reserve - Planned use of balances based on FY25 operations and budget planning  | Planned | 23,193  | 23,193  | 23,193  | 23,193  | FY25      |
| 43 | College of Natural Resources - Center for Watershed Science and Education - Planned use of balances based on FY25 operations and budget planning                | Planned | 401,336 | 401,336 | 401,336 | 401,336 | FY25      |
| 44 | College of Natural Resources - Center for Watershed Science and Education - Laboratory equipment and supplies   | Planned | 16,707  | 844,717 | —       | 844,717 | FY26-FY32 |
| 45 | College of Natural Resources - Lakes - Planned use of balances based on FY25 operations and budget planning   | Planned | 7,241   | 7,241   | 7,241   | 7,241   | FY25      |
| 46 | College of Natural Resources - Fisheries and Water Resources - Student Salaries for groundwater model project   | Planned | 15,840  | 15,840  | 15,840  | 15,840  | FY25      |

Total \$ 9,001,652

Obligated \$ 281,959

Planned \$ 8,719,693

# UW-Stevens Point FY 2024 Program Revenue Balances

## General Operations

### Designated Funds

|    | Major Balance Grouping  | FY24 Designated Balance |
|----|---|-------------------------|
| 1  | University-Wide - Revenue from energy improvement projects, termination of Perkins loan program, and overhead charges assessed for: energy improvement projects, institutional loan program, and other strategic initiatives  | 2,389,664               |
| 2  | Executive Office - Revenue from closure of bank accounts for: strategic initiatives and programming support   | 402,126                 |
| 3  | Marketing and Enrollment - Revenue from licensing, external institutions and federal certification reimbursement for: Marketing, university events, financial awareness, private loans, external awards, and veterans support   | 304,206                 |
| 4  | Student Affairs - Revenue from various program fees and Athletics varsity fee, tickets sales and sport camps for: unexpected declines and fluctuations to revenue, emergencies, or unforeseen circumstances   | 164,593                 |
| 5  | Business Affairs - Revenue from copier use, Chevrolet Foundation carbon offset sales, and interest earnings for: replacement floor copier, marketing and professional development needs, and unforeseen departmental needs  | 244,154                 |
| 6  | University College - Wausau - Revenue from placement testing, ticket sales and summer athletics camps for: basketball club and unforeseen campus needs  | 15,552                  |
| 7  | University College - Marshfield - Revenue from placement testing and ticket sales for unforeseen campus needs   | 34,525                  |
| 8  | Academic Affairs - Revenue from transcript fees, degree verification fees, outside sales and collaborative programs for technology costs and Continuing Education ongoing salaries and fringe of existing staff for up to three years   | 21,275                  |
| 9  | Information Technology - Revenue from Network Assessment Charge and Technology fee for: New Wireless Access Points for Science Building   | 37,438                  |
| 10 | College of Letters and Science - Revenue from printing, programming, fines for breakage of equipment for: Maintenance and purchase of printers and departmental program expenses  | 572,022                 |
| 11 | College of Professional Studies - Revenue from youth events, Athletic Training, vending, cafe, room rental, special events, corporate partners and service-based pricing programs for: program support and development, student activities, guest speakers, events and conference registrations, professional development, scholarships, classroom remodeling, financial literacy | 173,801                 |
| 12 | College of Fine Arts and Communication - Revenue from Media Services, locker rentals, general sales, theater and musical ticket sales and store sales for: purchase of supplies and equipment, start up for future dance and musical performances and supplies for musical productions  | 22,039                  |
| 13 | College of Natural Resources - Revenue from various laboratory analysis, interpretive consulting projects and merchandise sales for: unexpected emergencies or unforeseen departmental needs  | 107,664                 |
|    | Total \$  | 4,489,059               |

# UW-Stevens Point FY 2024 Program Revenue Balances

## General Operations

### Reserve Funds

|    | Major Balance Grouping  | FY24 Reserves Balance |
|----|---|-----------------------|
| 1  | University-Wide - For any campus financial emergencies or opportunities that arise  | 823,972               |
| 2  | Student Affairs - Dean of Students - Unexpected declines and fluctuations in revenue, emergencies, and unforeseen circumstances   | 4,463                 |
| 3  | Student Affairs - Campus Activities and Student Engagement - Unexpected declines & fluctuations in revenue, emergencies, unforeseen circumstances, and unknown needs for student employment when Workday is implemented   | 65,192                |
| 4  | Student Affairs - UC Ops/Conferences & Events - Future strategic marketing plans and revenue producing activities   | 11,244                |
| 5  | Student Affairs - Counseling - Unexpected declines and fluctuations in revenue, emergencies, and unforeseen circumstances   | 45,123                |
| 6  | Business Affairs - Facilities repair/replacement; capital equipment repair/replacement; campus emergencies  | 2,120,000             |
| 7  | Business Affairs - Financial Operations - Unplanned maintenance, supplies or other operating expenses   | 250,000               |
| 8  | University College - Wausau - held for potential tuition shortfall  | 44,616                |
| 9  | University College - Marshfield - held for potential tuition shortfall  | 38,506                |
| 10 | University College - Tutoring-Learning Center - cover student wages in case of declines and fluctuations to revenue   | 38,752                |
| 11 | University College - University College - Expenses that arise due to relocation during building construction  | 54,966                |
| 12 | College of Natural Resources - Wisconsin Center for Environmental Education - Fund 4 months salary/fringe in case of loss of WI K-12 Energy Education Program (KEEP) grant funding, 4 months salary/fringe in case of loss of LEAF - WI K-12 Forestry Education Program funding   | 122,578               |
| 13 | College of Natural Resources - Wisconsin Institute for Sustainable Technology - Fund a portion of the Executive Director salary and fringe in conjunction with several Grants in FY25. Also, for the Executive Director to acquire more work and grants that support the entire WIST staff when current grant monies are spent. | 26,000                |
| 14 | College of Natural Resources - Paper Science - Unanticipated laboratory equipment expenses and laboratory manager salary shortfall.   | 65,842                |
| 15 | College of Natural Resources - Schmeckle - Unanticipated emergency building/trail maintenance; unexpected reduction in funding sources  | 75,000                |

# UW-Stevens Point FY 2024 Program Revenue Balances

## *General Operations*

|    |  |           |
|----|--|-----------|
| 16 | College of Natural Resources - Wisconsin Forestry Center - Planned academic staff salary after grants end in FY25                          | 190,519   |
| 17 | College of Natural Resources - Wisconsin Cooperative Fishery Research Unit - Contingency funds for MCGL lab manager                        | 90,270    |
| 14 | College of Natural Resources - College of Natural Resources Office - Contingency funds for Aquatic Biomonitoring laboratory manager        | 92,933    |
| 15 | College of Natural Resources - Lakes - Publications and conference expenditures reserve due to unforeseen budgetary shortfalls             | 20,250    |
| 16 | College of Natural Resources - Fisheries and Water Resources - For unanticipated costs associated with the groundwater model project       | 91,226    |
| 17 | College of Natural Resources - Treehaven - For unanticipated emergency building or property maintenance or unexpected reduction in funding | 132,043   |
|    | Total \$   | 4,403,495 |

# UW-Stevens Point FY 2024 Program Revenue Balances

## *Other Unrestricted Operations*

### Report on Other Unrestricted Balance in Excess of 12% of Fiscal Year Expenditures

|              |                |
|--------------|----------------|
| Obligated    | \$ 317,539     |
| Planned      | 22,007         |
| Designated   | —              |
| Reserves     | 42,731         |
| Undocumented | 345,993        |
| Total        | <u>728,270</u> |

### Obligated and Planned Funds

|   | Project/Initiative   | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|---|--|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1 | Academic Affairs – Continuing Education - Upcoming conference  | Obligated            | 223,335              | 223,335                            | 223,335                           | 223,335                         | FY25                        |
| 2 | Academic Affairs – Continuing Education - Invoiced conference and event programming expenses         | Obligated            | 85,017               | 85,017                             | 85,017                            | 85,017                          | FY25                        |
| 3 | College of Letters and Science - Northern Aquatic Demonstration Facility - Maintenance and Repair    | Obligated            | 5,062                | 5,062                              | 5,062                             | 5,062                           | FY25                        |
| 4 | College of Natural Resources - Lakes - Book Purchase   | Obligated            | 4,125                | 4,125                              | 4,125                             | 4,125                           | FY25                        |
| 5 | Marketing and Enrollment - Financial Aid- License Plate Scholarship program                          | Planned              | 11,055               | 11,055                             | 4,000                             | 11,055                          | FY25-FY27                   |
| 6 | Academic Affairs - Continuing Education - Upcoming conference and event programming planned expenses | Planned              | 4,023                | 4,023                              | 4,023                             | 4,023                           | FY25                        |
| 7 | College of Natural Resources - Lakes - Lake Leaders Programming                                      | Planned              | 4,942                | 4,942                              | 4,942                             | 4,942                           | FY25                        |
| 8 | College of Natural Resources - Center for Land Use Education - Purchase replacement computer         | Planned              | 1,987                | 1,987                              | 1,987                             | 1,987                           | FY25                        |
|   |  | Total                | 339,546              |                                    |                                   |                                 |                             |
|   |  | Obligated            | 317,539              |                                    |                                   |                                 |                             |
|   |  | Planned              | 22,007               |                                    |                                   |                                 |                             |

# UW-Stevens Point FY 2024 Program Revenue Balances

## *Other Unrestricted Operations*

### Reserve Funds

|   | Major Balance Grouping  | FY24 Reserve Balance |
|---|---|----------------------|
| 1 | College of Natural Resources - Fund 4 months of operations in case of loss of Shoreland grant funding and cover publication and conference expenditures in case of financial shortfalls | 42,731               |

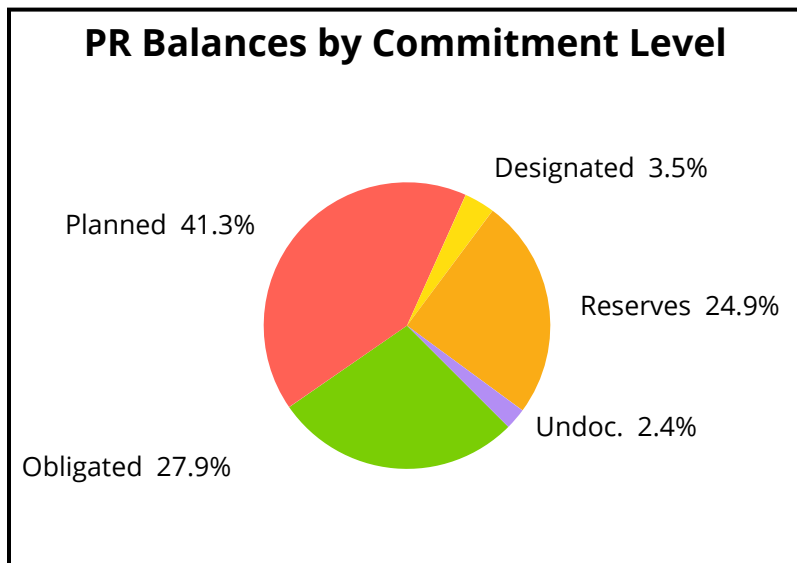
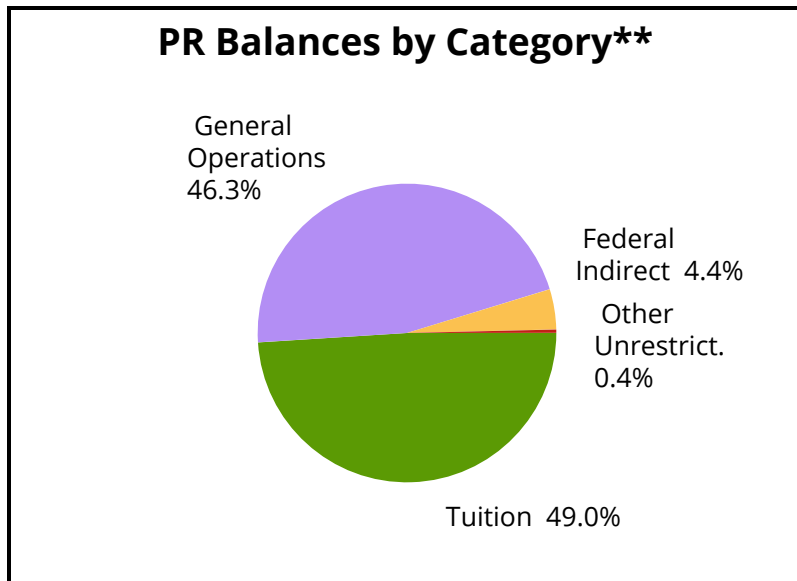
### Undocumented Funds

|   | Major Balance Grouping  | FY24 Undocumented Balance |
|---|---|---------------------------|
| 1 | Academic Affairs - Continuing Education - Unforeseen departmental needs | 242,374                   |
| 2 | College of Natural Resources - Unforeseen departmental needs            | 103,619                   |
|   | Total \$  | 345,993                   |



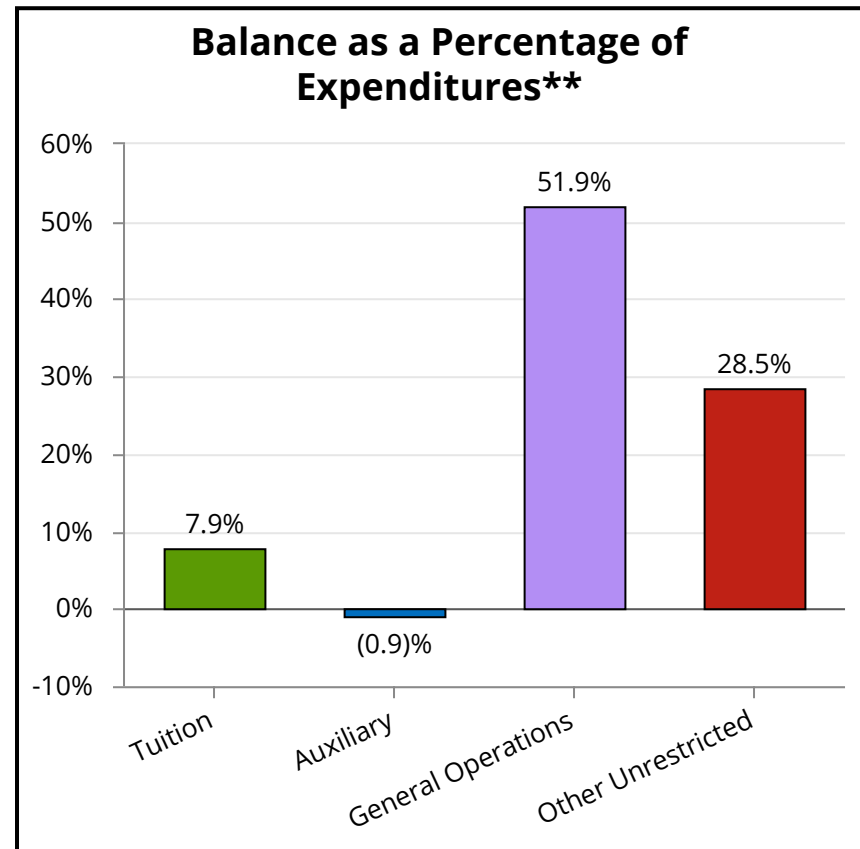
# UW-Stout FY 2024 Program Revenue Balances

## Tuition



### PR Balances Highlights

- UW-Stout is required to report on General Operations and Other, Tuition and Auxiliaries are below the 12% threshold.
- Auxiliary balances at UW-Stout are negative and a savings plan has been submitted.
- 69% of total unrestricted balances are categorized as either obligated or planned.



\*\* Per Regent Policy Document 21-6, balances by category and as a percentage of expenditures are calculated prior to removing negative division-level balances.

# UW-Stout FY 2024 Program Revenue Balances

## Tuition

### Summary of Unrestricted PR Balances by Level of Commitment

|                                      | Tuition      | Auxiliary    | General Operations | Other Unrestricted | Federal Indirect | Total         |
|--------------------------------------|--------------|--------------|--------------------|--------------------|------------------|---------------|
| <b>Obligated</b>                     | \$ 1,789,561 | \$ 3,358,298 | \$ 1,087,072       | \$ —               | \$ 3,000         | \$ 6,237,931  |
| <b>Planned</b>                       | 91,150       | —            | 8,598,570          | —                  | 559,353          | 9,249,073     |
| <b>Designated</b>                    | 704,183      | —            | —                  | 71,474             | —                | 775,657       |
| <b>Reserves</b>                      | 4,496,541    | —            | 1,033,059          | 14,130             | 23,332           | 5,567,062     |
| <b>Undocumented (Discretionary)</b>  | —            | —            | —                  | —                  | 426,035          | 426,035       |
| <b>Subtotal</b>                      | 7,081,435    | 3,358,298    | 10,718,701         | 85,604             | 1,011,720        | 22,255,758    |
| <b>Negative Divisional Balances*</b> | *            | (3,813,262)  | *                  | *                  | *                | (3,813,262)   |
| <b>Total</b>                         | \$ 7,081,435 | \$ (454,964) | \$ 10,718,701      | \$ 85,604          | \$ 1,011,720     | \$ 18,442,496 |

\*Per Regent Policy Document 21-6, negative divisional balances are reflected for auxiliary operations only.

|   | Tuition       | Auxiliary     | General Operations | Other Unrestricted | Federal Indirect | Total          |
|---|---------------|---------------|--------------------|--------------------|------------------|----------------|
| <b>Total PR Appropriation Balances</b>          |               |               |                    |                    |                  |                |
| FY2022-23                                       | \$ 6,587,579  | \$ 2,593,638  | \$ 11,084,519      | \$ 92,953          | \$ 1,051,849     | \$ 21,410,538  |
| FY2023-24                                       | 7,081,436     | (454,964)     | 10,718,701         | 85,604             | 1,011,720        | 18,442,497     |
| Change  | 493,857       | (3,048,602)   | (365,818)          | (7,349)            | (40,129)         | (2,968,041)    |
|   | 7.5%          | (117.5)%      | (3.3)%             | (7.9)%             | (3.8)%           | (13.9)%        |
| <b>Total Expenditures</b>                       |               |               |                    |                    |                  |                |
| FY2022-23                                       | \$ 84,881,764 | \$ 42,555,359 | \$ 18,544,509      | \$ 280,545         | \$ 375,095       | \$ 146,637,272 |
| FY2023-24                                       | 89,930,827    | 50,289,114    | 20,661,183         | 300,234            | 466,647          | 161,648,005    |
| Change  | 5,049,063     | 7,733,755     | 2,116,674          | 19,689             | 91,552           | 15,010,733     |
| <b>Balances as a Percentage of Expenditures</b> |               |               |                    |                    |                  |                |
| FY2022-23                                       | 7.8%          | 6.1%          | 59.8%              | 33.1%              | #                |                |
| FY2023-24                                       | 7.9%          | (0.9)%        | 51.9%              | 28.5%              | #                |                |

\*\* Per Regent Policy Document 21-6, balances as a percentage of expenditures are calculated prior to removing negative division-level balances.

# Per Regent Policy Document 21-6, Federal Indirect balances do not require a spending plan

# Savings Plan: Annual Program Revenue Balances Threshold Report

**Institution:** UW-Stout

**Fund:** Auxiliaries

**Fiscal Year:** 2024

**Fiscal Year Balance :** \$-454,964

**Prior Year Expenditures:** \$50,289,113

## Policy

Institutions with negative balances for (1) Tuition and (2) Auxiliary Operations shall submit a savings plan on how they will eliminate the negative balance and within what time frame.

### **1. Please identify the reason for the negative balance, including the specific projects or functional areas that produced the negative balance.**

We have been providing the DOA funding for design fees for our Recreation Complex Addition (20K1R) project. To date we have funded \$1,342,708 towards the project which will be refunded to the campus upon our first bonding of the project.

In addition, Stout had a one-time cash outlay of \$2M to furnish our South Hall residence hall project that came online in the fall of 2023.

### **2. Discuss any corrective actions already taken and associated fiscal savings/gain.**

Not as a corrective action but as a course of business, UW-Stout's investment in cash for the opening of a newly renovated residence hall in the fall of 2023 dropped our reserve balance by \$2M which is a one-time expense and in FY25 the fund balance is budgeted to increase by \$1M.

Second, Stout is projecting to have the Recreational Complex funded in the next FY which will also eliminate the \$1.3M account receivable that is outstanding.

### **3. Describe any additional steps that will be taken to address the negative balance and achieve fiscal stability on an ongoing basis. Please provide the estimated financial savings and timeline for each of these action items.**

See above statement.

# UW-Stout FY 2024 Program Revenue Balances

## General Operations

### Report on General Operations Balance in Excess of 12% of Fiscal Year Expenditures

|              |                             |
|--------------|-----------------------------|
| Obligated    | \$ 1,087,072                |
| Planned      | 8,598,570                   |
| Designated   | —                           |
| Reserves     | 1,033,059                   |
| Undocumented | —                           |
| <b>Total</b> | <b><u>\$ 10,718,701</u></b> |

### Obligated and Planned Funds

| Project/Initiative               | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|----------------------------------|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1 Open Purchase Orders           | Obligated            | 1,087,072            | 1,087,072                          | 1,087,072                         | 1,087,072                       | FY25                        |
| 2 Marketing Support Plan         | Planned              | 495,020              | 495,020                            | 495,020                           | 495,020                         | FY25                        |
| 3 Staffing Support-Variou Areas  | Planned              | 1,789,065            | 1,789,065                          | 1,789,065                         | 1,789,065                       | FY25                        |
| 4 Scholarship Funding            | Planned              | 1,037,587            | 1,037,587                          | 500,000                           | 1,037,587                       | FY25-26                     |
| 5 Lab Updates                    | Planned              | 200,000              | 200,000                            | 200,000                           | 200,000                         | FY25                        |
| 6 Student/Staff Services Support | Planned              | 76,898               | 76,898                             | 76,898                            | 76,898                          | FY25                        |
| 7 Athletic Entrance Funding      | Planned              | 5,000,000            | 5,000,000                          | —                                 | 5,000,000                       | FY27                        |

Total \$ 9,685,642  
 Obligated \$ 1,087,072  
 Planned \$ 8,598,570

### Reserve Funds

| Division                       | FY24 Reserve Balance |
|--------------------------------|----------------------|
| 1 Reserves per UW-Stout Policy | 1,033,059            |

# UW-Stout FY 2024 Program Revenue Balances

## *Other Unrestricted*

### Report on Other Unrestricted Balance in Excess of 12% of Fiscal Year Expenditures

|              |    |               |
|--------------|----|---------------|
| Obligated    | \$ | —             |
| Planned      |    | —             |
| Designated   |    | 71,474        |
| Reserves     |    | 14,130        |
| Undocumented |    | —             |
| Total        | \$ | <u>85,604</u> |

### Designated Funds

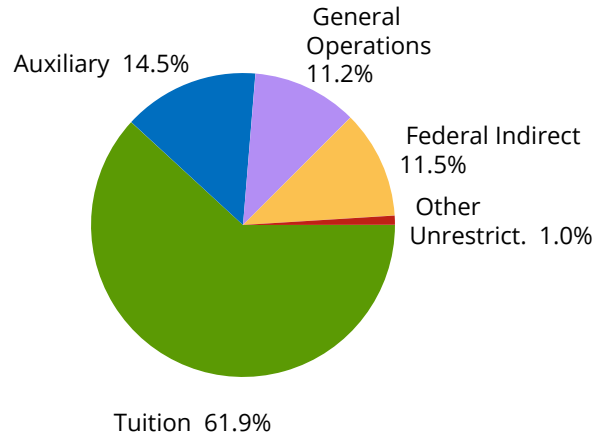
| Division                                     | FY24 Designated Balance |
|--|-------------------------|
| 1 UW-Extension Balance Designated per Policy | 71,474                  |

### Reserve Funds

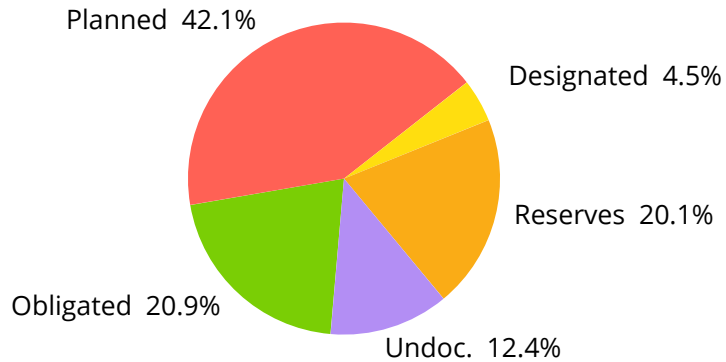
| Division                       | FY24 Reserve Balance |
|--------------------------------|----------------------|
| 1 Reserves per UW-Stout Policy | 14,130               |

# UW-Superior FY 2024 Program Revenue Balances

## PR Balances by Category\*\*



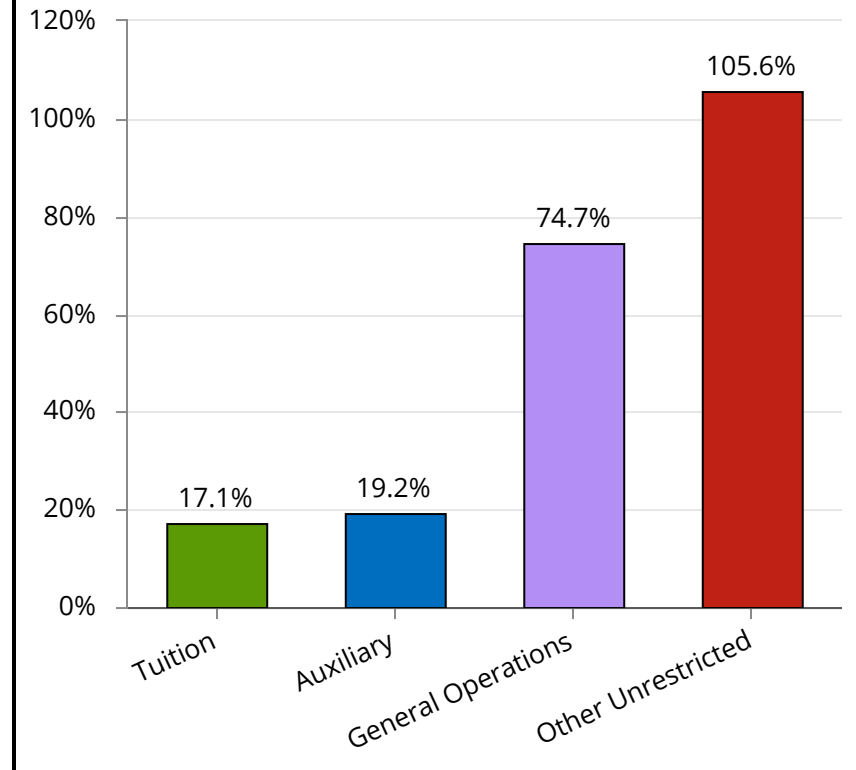
## PR Balances by Commitment Level



## PR Balances Highlights

- UW-Superior is required to report all categories of unrestricted balances.
- 63% of total unrestricted balances are reported as obligated or planned.
- 72% of auxiliary balances are intended for debt service.

## Balance as a Percentage of Expenditures\*\*



\*\* Per Regent Policy Document 21-6, balances by category and as a percentage of expenditures are calculated prior to removing negative division-level balances.

# UW-Superior FY 2024 Program Revenue Balances

## Summary of Unrestricted PR Balances by Level of Commitment

|                                      | Tuition      | Auxiliary    | General Operations | Other Unrestricted | Federal Indirect | Total         |
|--------------------------------------|--------------|--------------|--------------------|--------------------|------------------|---------------|
| <b>Obligated</b>                     | \$ 788,031   | \$ 1,303,548 | \$ 517,871         | \$ 7,139           | \$ —             | \$ 2,616,589  |
| <b>Planned</b>                       | 3,198,792    | 113,616      | 703,467            | 105,372            | 1,152,111        | 5,273,358     |
| <b>Designated</b>                    | —            | 378,097      | 179,114            | —                  | —                | 557,211       |
| <b>Reserves</b>                      | 2,500,000    | 15,000       | —                  | —                  | —                | 2,515,000     |
| <b>Undocumented (Discretionary)</b>  | 1,254,332    | —            | —                  | 10,419             | 288,165          | 1,552,916     |
| <b>Subtotal</b>                      | 7,741,155    | 1,810,261    | 1,400,452          | 122,930            | 1,440,276        | 12,515,074    |
| <b>Negative Divisional Balances*</b> | *            | —            | *                  | *                  | *                | —             |
| <b>Total</b>                         | \$ 7,741,155 | \$ 1,810,261 | \$ 1,400,452       | \$ 122,930         | \$ 1,440,276     | \$ 12,515,074 |

\*Per Regent Policy Document 21-6, negative divisional balances are reflected for auxiliary operations only.

|   | Tuition       | Auxiliary    | General Operations | Other Unrestricted | Federal Indirect | Total         |
|---|---------------|--------------|--------------------|--------------------|------------------|---------------|
| <b>Total PR Appropriation Balances</b>          |               |              |                    |                    |                  |               |
| FY2022-23                                       | \$ 6,415,920  | \$ 3,018,856 | \$ 1,319,265       | \$ 118,904         | \$ 1,237,642     | \$ 12,110,587 |
| FY2023-24                                       | 7,741,155     | 1,810,261    | 1,400,451          | 122,929            | 1,440,276        | 12,515,072    |
| Change  | 1,325,235     | (1,208,595)  | 81,186             | 4,025              | 202,634          | 404,485       |
|   | 20.7%         | (40.0)%      | 6.2%               | 3.4%               | 16.4%            | 3.3%          |
| <b>Total Expenditures</b>                       |               |              |                    |                    |                  |               |
| FY2022-23                                       | \$ 43,430,841 | \$ 8,339,039 | \$ 2,587,416       | \$ 82,782          | \$ 290,497       | \$ 54,730,575 |
| FY2023-24                                       | 45,353,279    | 9,429,088    | 1,873,829          | 116,406            | 214,126          | 56,986,728    |
| Change  | 1,922,438     | 1,090,049    | (713,587)          | 33,624             | (76,371)         | 2,256,153     |
| <b>Balances as a Percentage of Expenditures</b> |               |              |                    |                    |                  |               |
| FY2022-23                                       | 14.8%         | 36.2%        | 51.0%              | 143.6%             | #                |               |
| FY2023-24                                       | 17.1%         | 19.2%        | 74.7%              | 105.6%             | #                |               |

\*\* Per Regent Policy Document 21-6, balances as a percentage of expenditures are calculated prior to removing negative division-level balances.

# Per Regent Policy Document 21-6, Federal Indirect balances do not require a spending plan

# UW-Superior FY 2024 Program Revenue Balances

## Report on Tuition Balance in Excess of 12% of Fiscal Year Expenditures

|              |                     |
|--------------|---------------------|
| Obligated    | \$ 788,031          |
| Planned      | 3,198,792           |
| Designated   | —                   |
| Reserves     | 2,500,000           |
| Undocumented | 1,254,332           |
| Total        | <u>\$ 7,741,155</u> |

### Obligated and Planned Funds

|    | Project/Initiative  | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|----|---|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1  | Encumbrances  | Obligated            | 12,630               | 12,630                             | 12,630                            | 12,630                          | FY25                        |
| 2  | Minnesota Reciprocity   | Obligated            | 258,000              | 258,000                            | 258,000                           | 258,000                         | FY25                        |
| 3  | Service and teaching contracts  | Obligated            | 517,401              | 517,401                            | 517,401                           | 517,401                         | FY25                        |
| 4  | Common Systems in excess of Base Budget   | Planned              | 602,045              | 602,045                            | 602,045                           | 602,045                         | FY25                        |
| 5  | Human Behavior Justice and Diversity Department - Social Work Accreditation                     | Planned              | 10,000               | 10,000                             | 10,000                            | 10,000                          | FY25                        |
| 6  | Supplies and other expenses to support the Link Center for Community Engagement's outreach work | Planned              | 41,000               | 41,000                             | 41,000                            | 41,000                          | FY25                        |
| 7  | The Markwood Center for Learning, Innovation, and Collaboration Support                         | Planned              | 70,000               | 70,000                             | 70,000                            | 70,000                          | FY25                        |
| 8  | PBC Dashboard Green   | Planned              | 9,904                | 9,904                              | 9,904                             | 9,904                           | FY25                        |
| 9  | Student Success Grant   | Planned              | 491,941              | 491,941                            | 491,941                           | 491,941                         | FY25                        |
| 10 | Qualys endpoint scanning software used for compliance with vulnerability management policy      | Planned              | 4,800                | 4,800                              | 4,800                             | 4,800                           | FY25                        |



# UW-Superior FY 2024 Program Revenue Balances

## Tuition

|    |   |         |           |           |           |           |      |
|----|---|---------|-----------|-----------|-----------|-----------|------|
| 11 | Library databases - JSTOR, Hoopla, and Overdrive which are used for digital access of movies, ebooks, audiobooks, and academic journals | Planned | 33,500    | 33,500    | 3,500     | 3,500     | FY25 |
| 12 | 634 physical books for library  | Planned | 15,242    | 15,242    | 15,242    | 15,242    | FY25 |
| 13 | Gramm-Leach-Bliley Act readiness infrastructure updates   | Planned | 322,610   | 322,610   | 322,610   | 322,610   | FY25 |
| 14 | Disabilities support services for students, Higher Learning Commission accreditation and compliance                                     | Planned | 155,000   | 155,000   | 155,000   | 155,000   | FY25 |
| 15 | UW Extension Salaries and fringe, supplies, revenue share   | Planned | 442,750   | 442,750   | 442,750   | 442,750   | FY25 |
| 16 | Workforce development funding   | Planned | 1,000,000 | 1,000,000 | 1,000,000 | 1,000,000 | FY25 |

Total \$ 3,986,823  
 Obligated \$ 788,031  
 Planned \$ 3,198,792

### Reserve Funds

| Major Balance Grouping | FY24 Reserves Balance |
|------------------------|-----------------------|
| 1 Tuition Reserves     | 2,500,000             |

### Undocumented Funds

| Major Balance Grouping  | FY24 Undocumented Balance |
|---|---------------------------|
| 1 Balances for which commitments have not yet been established. | 1,254,332                 |

# UW-Superior FY 2024 Program Revenue Balances

## Auxiliary Operations

### Report on Auxiliary Operations Balance in Excess of 12% of Fiscal Year Expenditures

|              |                     |
|--------------|---------------------|
| Obligated    | \$ 1,303,548        |
| Planned      | 113,616             |
| Designated   | 378,097             |
| Reserves     | 15,000              |
| Undocumented | —                   |
| Total        | <u>\$ 1,810,261</u> |

### Obligated and Planned Funds

|   | Project/Initiative   | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|---|--|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1 | FY25 Debt - Yellowjacket Union   | Obligated            | 1,255,871            | 1,255,871                          | 1,255,871                         | 1,255,871                       | FY25                        |
| 2 | Bookstore Outstanding Invoices   | Obligated            | 47,677               | 47,677                             | 47,677                            | 47,677                          | FY25                        |
| 3 | Bookstore to support attendance at the National Association of Student Personnel Administrators conference | Planned              | 2,000                | 2,000                              | 2,000                             | 2,000                           | FY25                        |
| 4 | FY26 Debt Wessman Arena  | Planned              | 45,781               | 45,781                             | —                                 | 45,781                          | FY26                        |
| 5 | Computer replacements for academic and university staff employees  | Planned              | 61,440               | 61,440                             | 61,440                            | 61,440                          | FY25                        |
| 6 | Shooting range coordinator salary  | Planned              | 4,395                | 4,395                              | 4,395                             | 4,395                           | FY25                        |

Total \$ 1,417,164  
 Obligated \$ 1,303,548  
 Planned \$ 113,616

# UW-Superior FY 2024 Program Revenue Balances

## *Auxiliary Operations*

### Designated Funds

|   | Major Balance Grouping                                       | FY24 Designated Balance |
|---|--|-------------------------|
| 1 | Segregated fees collected on behalf of Student Organizations | 378,097                 |

### Reserve Funds

|   | Major Balance Grouping | FY24 Reserves Balance |
|---|------------------------|-----------------------|
| 1 | Bookstore Reserves     | 15,000                |

# UW-Superior FY 2024 Program Revenue Balances

## General Operations

### Report on General Operations Balance in Excess of 12% of Fiscal Year Expenditures

|              |                     |
|--------------|---------------------|
| Obligated    | \$ 517,871          |
| Planned      | 703,467             |
| Designated   | 179,114             |
| Reserves     | —                   |
| Undocumented | —                   |
| Total        | <u>\$ 1,400,452</u> |

### Obligated and Planned Funds

|    | Project/Initiative   | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|----|--|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1  | Encumbrances   | Obligated            | 27,905               | 27,905                             | 27,905                            | 27,905                          | FY25                        |
| 2  | Education Department classroom chairs  | Planned              | 3,444                | 3,444                              | 3,444                             | 3,444                           | FY25                        |
| 3  | Ipads for new instructors  | Planned              | 1,000                | 1,000                              | 1,000                             | 1,000                           | FY25                        |
| 4  | Little Yellowjacket Summer Youth Camp  | Planned              | 41,672               | 41,672                             | 41,672                            | 41,672                          | FY25                        |
| 5  | Copier Expenses  | Planned              | 1,000                | 1,000                              | 1,000                             | 1,000                           | FY25                        |
| 6  | KW2 Digital Marketing Agency Services  | Obligated            | 169,050              | 169,050                            | 169,050                           | 169,050                         | FY25                        |
| 7  | KW2 Digital Marketing Agency Media Placement Spend                             | Obligated            | 120,000              | 120,000                            | 120,000                           | 120,000                         | FY25                        |
| 8  | Terminal Leave Pool Account  | Obligated            | 50,148               | 50,148                             | 50,148                            | 50,148                          | FY25                        |
| 9  | Assist Registrar Salary and Fringe   | Obligated            | 12,500               | 12,500                             | 12,500                            | 12,500                          | FY25                        |
| 10 | Registrars Office - Supplies, Student Employment, Conference fees              | Planned              | 23,250               | 23,250                             | 23,250                            | 23,250                          | FY25                        |
| 11 | Enrollment Rx (cloud based CRM software) training for Admission dept employees | Planned              | 2,000                | 2,000                              | 2,000                             | 2,000                           | FY25                        |
| 12 | International Association for College Admission Counseling Event - Canada      | Planned              | 2,450                | 2,450                              | 2,450                             | 2,450                           | FY25                        |

# UW-Superior FY 2024 Program Revenue Balances

## General Operations

|    |  |           |         |         |         |         |      |
|----|--|-----------|---------|---------|---------|---------|------|
| 13 | Communicating Arts department staff travel including Tom Hansen, Sean Naughton, and Alison Wielgusto various conferences                                     | Planned   | 5,000   | 5,000   | 5,000   | 5,000   | FY25 |
| 14 | Communicating Arts - laptop and accessories  | Planned   | 2,941   | 2,941   | 2,941   | 2,941   | FY25 |
| 15 | Human Behavior Justice and Diversity Department faculty conference travel, supplies & books.   | Planned   | 8,700   | 8,700   | 8,700   | 8,700   | FY25 |
| 16 | Visual Arts computer lab upgrades including computer upgrades and equipment repairs.   | Planned   | 9,560   | 9,560   | 9,560   | 9,560   | FY25 |
| 17 | Technology services upgrades to support entire campusVoIP service and Cisco license, OKTA consulting, Infrastructure work                                    | Planned   | 145,129 | 145,129 | 145,129 | 145,129 | FY25 |
| 18 | Lake Superior Research Institute water analysis accounts   | Planned   | 24,382  | 24,382  | 24,382  | 24,382  | FY25 |
| 19 | Lake Superior Research Institute equipment replacement   | Planned   | 62,408  | 62,408  | 62,408  | 62,408  | FY25 |
| 20 | Service and Teaching contracts   | Obligated | 138,268 | 138,268 | 138,268 | 138,268 | FY25 |
| 21 | UW-Extension - supplies and revenue share  | Planned   | 13,000  | 13,000  | 13,000  | 13,000  | FY25 |
| 22 | Marketing support from the Provost for various initiatives including Microcredentials, Little Yellowjackets Camp, MN Reciprocity, and the rebranding project | Planned   | 200,000 | 200,000 | 200,000 | 200,000 | FY25 |
| 23 | Various campus department supplies and expense support from provost  | Planned   | 116,000 | 116,000 | 116,000 | 116,000 | FY25 |
| 24 | Career Day Event Fees  | Planned   | 41,531  | 41,531  | 41,531  | 41,531  | FY25 |

Total \$ 1,221,338  
 Obligated \$ 517,871  
 Planned \$ 703,467

# UW-Superior FY 2024 Program Revenue Balances

## *General Operations*

### Designated Funds

|   | Major Balance Grouping                 | FY24 Designated Balance |
|---|--|-------------------------|
| 1 | Campus Graduation and Orientation Fees | 179,114                 |

# UW-Superior FY 2024 Program Revenue Balances

## *Other Unrestricted Operations*

### Report on Other Unrestricted Balance in Excess of 12% of Fiscal Year Expenditures

|              |                   |
|--------------|-------------------|
| Obligated    | \$ 7,139          |
| Planned      | 105,372           |
| Designated   | —                 |
| Reserves     | —                 |
| Undocumented | 10,419            |
| Total        | <u>\$ 122,930</u> |

### Obligated and Planned Funds

|   | Project/Initiative  | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|---|---|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1 | Encumbrances  | Obligated            | 7,139                | 7,139                              | 7,139                             | 7,139                           | FY25                        |
| 2 | Higher Education Leadership Development Professional Development training(1 attendee) | Planned              | 12,000               | 12,000                             | 12,000                            | 12,000                          | FY25                        |
| 3 | Noncredit programming salaries  | Planned              | 82,568               | 82,568                             | 82,568                            | 82,568                          | FY25                        |
| 4 | Health and Human Performance department Supplies, workshops                           | Planned              | 10,804               | 10,804                             | 10,804                            | 10,804                          | FY25                        |

Total \$ 112,511  
 Obligated \$ 7,139  
 Planned \$ 105,372

# UW-Superior FY 2024 Program Revenue Balances

## *Other Unrestricted Operations*

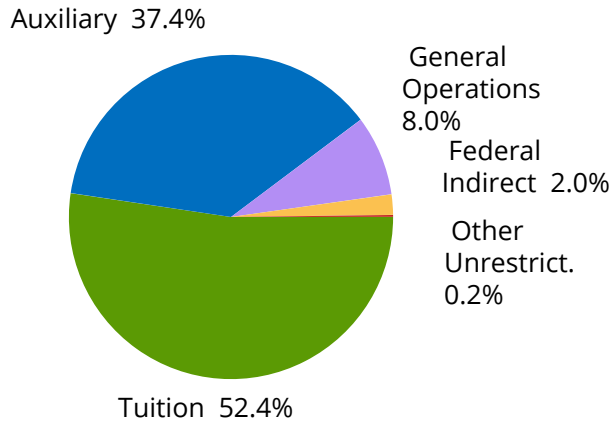
### Undocumented Funds

|   | Major Balance Grouping                                  | FY24 Undocumented Balance |
|---|---|---------------------------|
| 1 | Balances for which commitments are not yet established. | 10,419                    |

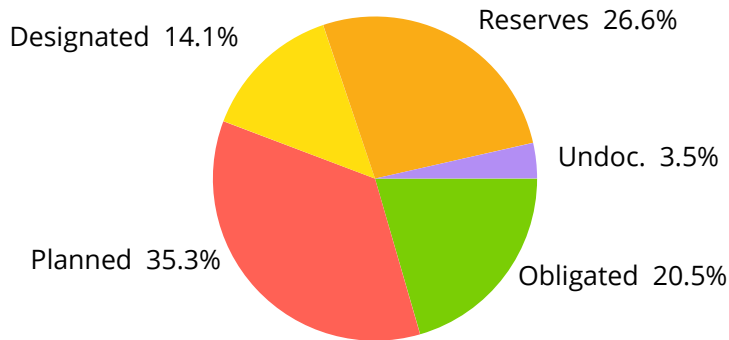


# UW-Whitewater FY 2024 Program Revenue Balances

## PR Balances by Category\*\*



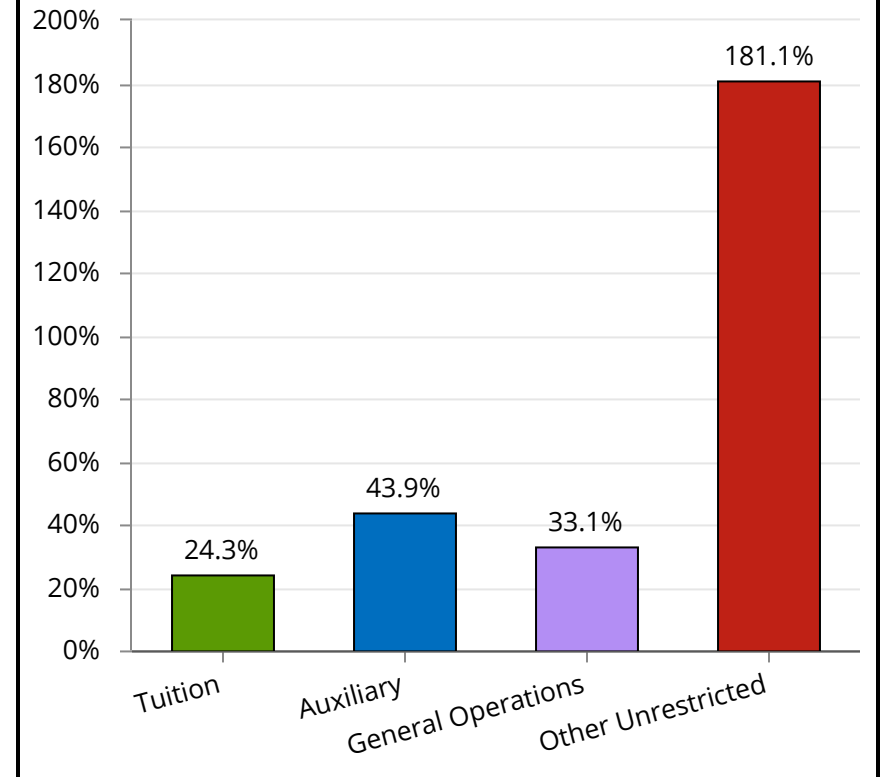
## PR Balances by Commitment Level



## PR Balances Highlights

- UW-Whitewater is required to report on all categories of unrestricted balances.
- 56% of unrestricted balances are reported as obligated or planned.
- 49% of auxiliary balances are intended for debt service.

## Balance as a Percentage of Expenditures\*\*



\*\* Per Regent Policy Document 21-6, balances by category and as a percentage of expenditures are calculated prior to removing negative division-level balances.

# UW-Whitewater FY 2024 Program Revenue Balances

## Summary of Unrestricted PR Balances by Level of Commitment

|                                      | Tuition       | Auxiliary     | General Operations | Other Unrestricted | Federal Indirect | Total         |
|--------------------------------------|---------------|---------------|--------------------|--------------------|------------------|---------------|
| <b>Obligated</b>                     | \$ 1,479,040  | \$ 10,712,547 | \$ 834,833         | \$ —               | \$ 120,000       | \$ 13,146,420 |
| <b>Planned</b>                       | 13,856,635    | 5,740,311     | 2,990,651          | —                  | —                | 22,587,597    |
| <b>Designated</b>                    | 1,347,550     | 7,014,479     | 525,676            | 116,725            | —                | 9,004,430     |
| <b>Reserves</b>                      | 15,716,861    | 682,391       | 667,457            | —                  | —                | 17,066,709    |
| <b>Undocumented (Discretionary)</b>  | 450,000       | 654,526       | —                  | —                  | 1,164,294        | 2,268,820     |
| <b>Subtotal</b>                      | 32,850,086    | 24,804,254    | 5,018,617          | 116,725            | 1,284,294        | 64,073,976    |
| <b>Negative Divisional Balances*</b> | *             | (1,346,267)   | *                  | *                  | *                | (1,346,267)   |
| <b>Total</b>                         | \$ 32,850,086 | \$ 23,457,987 | \$ 5,018,617       | \$ 116,725         | \$ 1,284,294     | \$ 62,727,709 |

\*Per Regent Policy Document 21-6, negative divisional balances are reflected for auxiliary operations only.

|   | Tuition        | Auxiliary     | General Operations | Other Unrestricted | Federal Indirect | Total          |
|---|----------------|---------------|--------------------|--------------------|------------------|----------------|
| <b>Total PR Appropriation Balances</b>          |                |               |                    |                    |                  |                |
| FY2022-23                                       | \$ 29,767,216  | \$ 19,962,260 | \$ 7,257,670       | \$ 115,998         | \$ 1,405,776     | \$ 58,508,920  |
| FY2023-24                                       | 32,850,086     | 23,457,987    | 5,018,617          | 116,725            | 1,284,294        | 62,727,709     |
| Change  | 3,082,870      | 3,495,727     | (2,239,053)        | 727                | (121,482)        | 4,218,789      |
|   | 10.4%          | 17.5%         | (30.9)%            | 0.6%               | (8.6)%           | 7.2%           |
| <b>Total Expenditures</b>                       |                |               |                    |                    |                  |                |
| FY2022-23                                       | \$ 128,237,671 | \$ 50,774,028 | \$ 11,948,276      | \$ 80,341          | \$ 693,189       | \$ 191,733,505 |
| FY2023-24                                       | 135,415,702    | 53,378,549    | 15,168,830         | 64,442             | 561,897          | 204,589,420    |
| Change  | 7,178,031      | 2,604,521     | 3,220,554          | (15,899)           | (131,292)        | 12,855,915     |
| <b>Balances as a Percentage of Expenditures</b> |                |               |                    |                    |                  |                |
| FY2022-23                                       | 23.2%          | 39.3%         | 60.7%              | 144.4%             | #                |                |
| FY2023-24                                       | 24.3%          | 43.9%         | 33.1%              | 181.1%             | #                |                |

\*\* Per Regent Policy Document 21-6, balances as a percentage of expenditures are calculated prior to removing negative division-level balances.

# Per Regent Policy Document 21-6, Federal Indirect balances do not require a spending plan

# UW-Whitewater FY 2024 Program Revenue Balances

## Tuition

### Report on Tuition Balance in Excess of 12% of Fiscal Year Expenditures

|              |                      |
|--------------|----------------------|
| Obligated    | \$ 1,479,040         |
| Planned      | 13,856,635           |
| Designated   | 1,347,550            |
| Reserves     | 15,716,861           |
| Undocumented | 450,000              |
| Total        | <u>\$ 32,850,086</u> |

### Obligated and Planned Funds

|    | Project/Initiative  | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|----|---|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1  | Encumbrances  | Obligated            | 1,140,066            | 1,140,066                          | 1,140,066                         | 1,140,066                       | FY25                        |
| 2  | Operational expenses in Office of Academic Affairs to support salary/fringe for staff with marketing positions  | Obligated            | 47,490               | 47,490                             | 47,490                            | 47,490                          | FY25                        |
| 3  | Minnesota Reciprocity estimated payment to Minnesota  | Obligated            | 27,000               | 27,000                             | 27,000                            | 27,000                          | FY25                        |
| 4  | Degree management software for School of Graduate Studies and Continuing Education  | Obligated            | 65,000               | 65,000                             | 65,000                            | 65,000                          | FY25                        |
| 5  | Graduate assistant employment for the School of Graduate Studies and Continuing Education   | Obligated            | 136,000              | 136,000                            | 136,000                           | 136,000                         | FY25                        |
| 6  | Communication Specialist for the College of Business and Economics  | Obligated            | 55,000               | 55,000                             | 55,000                            | 55,000                          | FY25                        |
| 7  | Furniture replacements for various departments in the College of Business and Economics   | Obligated            | 8,484                | 8,484                              | 8,484                             | 8,484                           | FY25                        |
| 8  | Online Course Initiatives   | Planned              | 326,838              | 326,838                            | 326,838                           | 326,838                         | FY25                        |
| 9  | Enrollment and Marketing Initiatives for Academic Affairs   | Planned              | 152,951              | 152,951                            | 152,951                           | 152,951                         | FY25                        |
| 10 | Specialized software used in classrooms for the College of Letters and Sciences and systems management server (SMS)/ artificial intelligence (AI) marketing software renewal for the Office of Academic Affairs | Planned              | 55,793               | 55,793                             | 35,793                            | 55,793                          | FY25-FY27                   |

# UW-Whitewater FY 2024 Program Revenue Balances

## Tuition

|    |  |         |           |           |         |           |           |
|----|--|---------|-----------|-----------|---------|-----------|-----------|
| 11 | Building Projects - Renovations to food/beverage area in Laurentide Hall   | Planned | 25,000    | 25,000    | 25,000  | 25,000    | FY25      |
| 12 | Computer Equipment/Technology upgrades for units within Academic Affairs: College of Business and Economics, College of Integrated Studies, College of Letters & Sciences, and Office of Academic Affairs. | Planned | 1,250,922 | 1,250,922 | 660,378 | 1,250,922 | FY25-FY27 |
| 13 | Civil Discourse and Artificial Intelligence Research Initiatives in Academic Affairs and faculty research support in the College of Letters and Sciences   | Planned | 199,100   | 199,100   | 85,500  | 199,100   | FY25-FY27 |
| 14 | Enrollment Initiatives for PreCollege Pipeline, the College of Letters and Sciences and the School of Graduate Studies and Continuing Education  | Planned | 635,000   | 635,000   | 245,000 | 635,000   | FY25-FY27 |
| 15 | PreCollege Pipeline Scholarships   | Planned | 15,000    | 15,000    | 15,000  | 15,000    | FY25      |
| 16 | Graduate assistant employment for PreCollege Pipeline and the School of Graduate Studies and Continuing Education  | Planned | 103,644   | 103,644   | 103,644 | 103,644   | FY25      |
| 17 | Program coordination of Foundations of Teacher Education to Bachelor's of Applied Arts and Sciences for the College of Integrated Studies  | Planned | 310,000   | 310,000   | 90,000  | 310,000   | FY25-FY28 |
| 18 | Strategic initiatives for the College of Integrated Studies including development of teacher certification program and launching post baccalaureate pre-requisite programming                              | Planned | 250,000   | 250,000   | 65,000  | 250,000   | FY25-FY28 |
| 19 | Furniture and lab equipment replacements for the College of Integrated Studies and in Hyland Hall Café, classrooms, and offices  | Planned | 447,542   | 447,542   | 222,542 | 447,542   | FY25-FY28 |
| 20 | Instructional staff pooled wages due to substantial reduction of general purpose revenue budget in the College of Integrated Studies   | Planned | 432,668   | 432,668   | 100,000 | 432,668   | FY25-FY28 |
| 21 | Dual enrollment initiatives for the College of Integrated Studies and the School of Graduate Studies and Continuing Education  | Planned | 178,125   | 178,125   | 53,125  | 178,125   | FY25-FY28 |
| 22 | Marketing Initiatives for the College of Integrated Studies and College of Letters and Sciences  | Planned | 106,000   | 106,000   | 22,000  | 106,000   | FY25-FY28 |
| 23 | Workforce development growth initiatives for the College of Integrated Studies, including: marketing, creation of new pathways, and course development.  | Planned | 800,000   | 800,000   | 100,000 | 800,000   | FY25-FY28 |
| 24 | Operational expenses in College of Integrated Studies to support a salary/fringe increase for overloads  | Planned | 75,000    | 75,000    | 35,000  | 75,000    | FY25-FY26 |

# UW-Whitewater FY 2024 Program Revenue Balances

## Tuition

|    |   |         |           |           |           |           |           |
|----|---|---------|-----------|-----------|-----------|-----------|-----------|
| 25 | UWW hosted student events for the College of Integrated Studies deemed essential for program development.   | Planned | 60,000    | 60,000    | 20,000    | 60,000    | FY25-FY28 |
| 26 | Professional development for Academic Affairs and additional professional development for faculty mentoring program within the College of Letters and Sciences  | Planned | 277,040   | 277,040   | 228,250   | 277,040   | FY25-FY27 |
| 27 | Student program and undergraduate research support in the College of Letters and Sciences   | Planned | 82,710    | 82,710    | 27,570    | 82,710    | FY25-FY27 |
| 28 | Equipment purchases including replacement of aging lab equipment for the College of Letters and Sciences; digital signage, industrial shredder, and campus capital project contributions for the College of Business and Economics.                                   | Planned | 570,439   | 570,439   | 501,382   | 570,439   | FY25-FY27 |
| 29 | Faculty grants for research, teaching, and new faculty development in the College of Business and Economics and new faculty summer research stipends in the College of Letters and Sciences   | Planned | 274,600   | 274,600   | 253,300   | 274,600   | FY25-FY27 |
| 30 | UWW hosted events for the College of Business and Economics for business outreach and the College of Letters and Sciences for department hosted speaker events.   | Planned | 28,000    | 28,000    | 16,000    | 28,000    | FY25-FY27 |
| 31 | Japanese Teaching Fellow Program  | Planned | 3,550     | 3,550     | 3,550     | 3,550     | FY25      |
| 32 | Online Course Development   | Planned | 112,000   | 112,000   | 56,000    | 112,000   | FY25-FY26 |
| 33 | Institutional Scholarships support through funds generated from the liquidation of Perkins program.   | Planned | 1,906,471 | 1,906,471 | 200,000   | 1,906,471 | FY25-FY31 |
| 34 | Build capacity to recruit, enroll, retain, and provide pathways for increasing the number of students entering the workforce in the high demand fields of engineering, nursing/healthcare, business/finance, and data/computer science.                               | Planned | 1,000,000 | 1,000,000 | 1,000,000 | 1,000,000 | FY25      |
| 35 | Building projects including office improvements in the School of Graduate Studies and Continuing Education, Advising Office Conference Room and various maintenance improvement projects in Hyland Hall, and deferred maintenance in various buildings across campus. | Planned | 1,017,378 | 1,017,378 | 1,017,378 | 1,017,378 | FY25      |
| 36 | Marketing and New Program Development Initiatives for the School of Graduate Studies and Continuing Education and the College of Education and Professional Studies   | Planned | 1,189,491 | 1,189,491 | 583,000   | 1,189,491 | FY25-FY27 |
| 37 | Student Employment in the School of Graduate Studies and Continuing Education   | Planned | 60,000    | 60,000    | 60,000    | 60,000    | FY25      |
| 38 | Building Projects - Advising Office Renovations for the College of Business and Economics   | Planned | 9,300     | 9,300     | 9,300     | 9,300     | FY25      |

# UW-Whitewater FY 2024 Program Revenue Balances

## Tuition

|    |   |         |         |         |         |         |      |
|----|---|---------|---------|---------|---------|---------|------|
| 39 | Professional photo booth for Advising Office Renovations for the College of Business and Economics  | Planned | 35,000  | 35,000  | 35,000  | 35,000  | FY25 |
| 40 | Building Projects - New/Repaired window blinds in Hyland Hall   | Planned | 5,000   | 5,000   | 5,000   | 5,000   | FY25 |
| 41 | Freshman Admissions and Study Abroad scholarship support from the College of Business and Economics.  | Planned | 142,236 | 142,236 | 142,236 | 142,236 | FY25 |
| 42 | Installation of new screens in Hyland Hall  | Planned | 56,854  | 56,854  | —       | 56,854  | FY26 |
| 43 | New Accreditation - European Foundation for Management Development for the College of Business and Economics  | Planned | 10,000  | 10,000  | 10,000  | 10,000  | FY25 |
| 44 | Start-up costs for new student Tutorial Center in the College of Business and Economics   | Planned | 50,000  | 50,000  | 50,000  | 50,000  | FY25 |
| 45 | Operational Expenses in the College of Business and Economics to support Doctorate of Business Administration program and faculty/staff salary increases to support the Masters of Business Administration program. | Planned | 750,783 | 750,783 | 750,783 | 750,783 | FY25 |
| 46 | Strategic initiatives for the College of Business & Economics, including: strategic planning development and other Provost Office initiatives   | Planned | 115,000 | 115,000 | 115,000 | 115,000 | FY25 |
| 47 | Student support for the College of Business and Economics   | Planned | 13,000  | 13,000  | 13,000  | 13,000  | FY25 |
| 48 | Building Projects - Various small projects in Hyland Hall   | Planned | 251,700 | 25,170  | 251,700 | 251,700 | FY25 |
| 49 | Building Projects - Relocation of Occupational and Environmental Safety and Health mezzanine outside McCutchan Hall   | Planned | 20,000  | 20,000  | 20,000  | 20,000  | FY25 |
| 50 | Professional services for College of Business and Economics website optimization  | Planned | 19,500  | 19,500  | 19,500  | 19,500  | FY25 |
| 51 | Building Projects - Expand North and South Entrances to Hyland Hall   | Planned | 300,000 | 300,000 | 300,000 | 300,000 | FY25 |
| 52 | Student Internships in the College of Business and Economics  | Planned | 108,000 | 108,000 | 108,000 | 108,000 | FY25 |
| 53 | Business Outreach for the College of Business and Economics   | Planned | 25,000  | 25,000  | 25,000  | 25,000  | FY25 |

Total \$ 15,335,675  
Obligated \$ 1,479,040  
Planned \$ 13,856,635

# UW-Whitewater FY 2024 Program Revenue Balances

## *Tuition*

### Designated Funds

| Major Balance Grouping |                              | FY24 Designated Balance |
|------------------------|------------------------------|-------------------------|
| 1                      | Special Course Fees          | 78,452                  |
| 2                      | UW-Extension Course Exchange | 200,520                 |
| 3                      | Differential Tuition         | 1,068,578               |
| Total \$               |                              | 1,347,550               |

### Reserve Funds

| Major Balance Grouping |          | FY24 Reserve Balance |
|------------------------|----------|----------------------|
| 1                      | Reserves | 15,716,861           |

### Undocumented Funds

| Major Balance Grouping |   | FY24 Undocumented Balance |
|------------------------|---|---------------------------|
| 1                      | Balances for which commitments are not yet documented | 450,000                   |

# UW-Whitewater FY 2024 Program Revenue Balances

## Auxiliary Operations

### Report on Auxiliary Operations Balance in Excess of 12% of Fiscal Year Expenditures

|              |                      |
|--------------|----------------------|
| Obligated    | \$ 10,712,547        |
| Planned      | 5,740,311            |
| Designated   | 7,014,479            |
| Reserves     | 682,391              |
| Undocumented | 654,526              |
| Total        | <u>\$ 24,804,254</u> |

### Obligated and Planned Funds

| Project/Initiative  | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|---|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1 Encumbrances  | Obligated            | 1,594,347            | 1,594,347                          | 1,594,347                         | 1,594,347                       | FY25                        |
| 2 Debt Service - Morraine Hall (FY25)   | Obligated            | 109,214              | 109,214                            | 109,214                           | 109,214                         | FY25                        |
| 3 Debt Service - Dining (FY25)  | Obligated            | 560,742              | 560,742                            | 560,742                           | 560,742                         | FY25                        |
| 4 Operational expenses to support salary/fringe for Dining support position and Enrollment & Retention specialist positions | Obligated            | 268,658              | 268,658                            | 201,473                           | 268,658                         | FY25-FY26                   |
| 5 Debt Service - Housing (FY25)   | Obligated            | 6,635,502            | 6,635,502                          | 6,635,502                         | 6,635,502                       | FY25                        |
| 6 Debt Service - University Center (FY25)   | Obligated            | 975,175              | 975,175                            | 975,175                           | 975,175                         | FY25                        |
| 7 Debt Service - Field Turf (FY25)  | Obligated            | 36,841               | 36,841                             | 36,841                            | 36,841                          | FY25                        |
| 8 Debt Service - Multi-Sport (FY25)   | Obligated            | 90,724               | 90,724                             | 90,724                            | 90,724                          | FY25                        |
| 9 Debt Service - Wyman Mall (FY25)  | Obligated            | 121,315              | 121,315                            | 121,315                           | 121,315                         | FY25                        |
| 10 Prior year taxes for Community Engagement Center   | Obligated            | 53,003               | 53,003                             | 53,003                            | 53,003                          | FY25                        |
| 11 Glean Notetaking software renewal for the Center for Students with Disabilities  | Obligated            | 9,800                | 29,400                             | 9,800                             | 29,400                          | FY25 - FY27                 |
| 12 Degree management software for Enrollment and Retention  | Obligated            | 60,000               | 60,000                             | 60,000                            | 60,000                          | FY25                        |
| 13 Catalog publishing and curriculum management software for Office of Academic Affairs                                     | Obligated            | 10,369               | 10,369                             | 10,369                            | 10,369                          | FY25                        |



# UW-Whitewater FY 2024 Program Revenue Balances

## *Auxiliary Operations*

|    |   |           |           |           |         |           |             |
|----|---|-----------|-----------|-----------|---------|-----------|-------------|
| 14 | Debt Service - WC Peds Bridge (FY25)  | Obligated | 24,685    | 24,685    | 24,685  | 24,685    | FY25        |
| 15 | Debt Service - Parking (FY25)   | Obligated | 162,172   | 162,172   | 162,172 | 162,172   | FY25        |
| 16 | International Education/Student Programming Insurance   | Planned   | 50,461    | 100,672   | 100,672 | 100,672   | FY25        |
| 17 | Dining Capital Project - Esker Hall Remodel   | Planned   | 3,338,285 | 4,000,000 | —       | 4,000,000 | FY27        |
| 18 | Equipment purchases including a gym control system for Athletics, dining equipment and a Bobcat Toolcat, Toro mower, autonomous scrubber, and carpet extractor for Facilities Planning and Management | Planned   | 398,814   | 398,814   | 398,814 | 398,814   | FY25        |
| 19 | Rebranding of Williams Center for Athletics   | Planned   | 35,026    | 35,026    | 35,026  | 35,026    | FY25        |
| 20 | Limited Term Employment (LTE) Tutoring Position in the Center for Students with Disabilities  | Planned   | 12,000    | 36,000    | 12,000  | 36,000    | FY25 - FY27 |
| 21 | Professional Development for Student Affairs  | Planned   | 17,639    | 17,639    | 10,500  | 17,639    | FY25-FY26   |
| 22 | Furniture replacements for the Project Assist lab in the Center for Students with Disabilities  | Planned   | 20,000    | 20,000    | 20,000  | 20,000    | FY25        |
| 23 | Student employment for Employment Connections program within the Center for Students with Disabilities.   | Planned   | 18,000    | 18,000    | 18,000  | 18,000    | FY25        |
| 24 | Building Projects - Paint offices and update lighting in the Center for Students with Disabilities  | Planned   | 60,000    | 60,000    | 60,000  | 60,000    | FY25        |
| 25 | Program development for neuro divergence student support in the Center for Students with Disabilities   | Planned   | 20,895    | 60,895    | 10,000  | 60,895    | FY25-FY27   |
| 26 | Student employment in the Chancellor's Office and Disabilities Services Coordinator for the College of Integrated Studies   | Planned   | 39,036    | 77,108    | 39,036  | 77,108    | FY25-FY27   |
| 27 | Operational Expenses in Dean of Students Office to support Assistant Dean of Students fringe benefits   | Planned   | 74,331    | 74,331    | 31,000  | 74,331    | FY25-FY27   |
| 28 | Building Projects - Office renovations in Information Technology Services and classroom renovations in the Children's Center  | Planned   | 112,647   | 112,647   | 82,646  | 112,647   | FY25-FY26   |
| 29 | Vehicle purchases including two utility vehicles and five fleet vehicles for Facilities Planning and Management and two vehicles for Police Services  | Planned   | 179,399   | 390,222   | 390,222 | 390,222   | FY25        |
| 30 | Enrollment and Marketing Initiatives for Academic Affairs   | Planned   | 106,222   | 106,222   | 106,222 | 106,222   | FY25        |
| 31 | Commencement  | Planned   | 30,042    | 30,042    | 30,042  | 30,042    | FY25        |
| 32 | Student support for First-Year Experience and activities for the College of Integrated Studies  | Planned   | 60,000    | 60,000    | 20,000  | 60,000    | FY25-FY28   |

# UW-Whitewater FY 2024 Program Revenue Balances

## Auxiliary Operations

|    |   |         |           |           |         |           |           |
|----|---|---------|-----------|-----------|---------|-----------|-----------|
| 33 | Enrollment Initiatives for the College of Integrated Studies - Shuttle Service                                  | Planned | 48,371    | 48,371    | 20,000  | 48,371    | FY25-FY26 |
| 34 | Computer Equipment/Technology - computers and conference room equipment upgrade for Administrative Affairs      | Planned | 13,880    | 13,880    | 13,880  | 13,880    | FY25      |
| 35 | UWSA Funding-Travel Management Services   | Planned | 32,136    | 32,136    | 32,136  | 32,136    | FY25      |
| 36 | Chancellor Office UWW Hosted Events for campus  | Planned | 17,000    | 17,000    | 17,000  | 17,000    | FY25      |
| 37 | Parking Projects - Reconstruction of Lot 21, Lot 11, Warhawk Drive and other future lots                        | Planned | 1,006,921 | 1,006,921 | 360,000 | 1,006,921 | FY25-FY30 |
| 38 | New Program Development Initiatives for Travel Study in the School of Graduate Studies and Continuing Education | Planned | 49,206    | 49,206    | 20,000  | 49,206    | FY25-FY26 |

Total \$ 16,452,858

Obligated \$ 10,712,547

Planned \$ 5,740,311

### Designated Funds

|    | Major Balance Grouping   | FY24 Designated Balance |
|----|--|-------------------------|
| 1  | International Education/Study Abroad                           | 115,818                 |
| 2  | Special Course Fees  | 223,122                 |
| 3  | Seg Fees   | 3,371,439               |
| 4  | Debt Service - Morraine Hall (FY26)                            | 60,916                  |
| 5  | Debt Service - Dining (FY26)                                   | 765,583                 |
| 6  | Debt Service - Housing (FY26)                                  | 1,581,633               |
| 7  | Course Placement Fees  | 99,207                  |
| 8  | Textbook Rental  | 53,555                  |
| 9  | Admissions Scholarships: UWW, Chancellor Scholar, King Chavez, | 559,747                 |
| 10 | Debt Service - WC Peds Bridge (FY26)                           | 24,449                  |
| 11 | Debt Service - Parking (FY26)                                  | 159,010                 |
|    | Total \$   | 7,014,479               |

# UW-Whitewater FY 2024 Program Revenue Balances

## *Auxiliary Operations*

### Reserve Funds

|   | Major Balance Grouping | FY24 Reserve Balance |
|---|------------------------|----------------------|
| 1 | Reserves               | 682,391              |

### Undocumented Funds

|   | Major Balance Grouping                                  | FY24 Undocumented Balance |
|---|---|---------------------------|
| 1 | Balances for which commitments have not been determined | 654,526                   |

### Negative Divisional Balances

|   | Division             | FY24 Negative Divisional Balance |
|---|----------------------|----------------------------------|
| 1 | Misc Student Act     | (933,665)                        |
| 2 | Coll Of Art And Comm | (412,602)                        |
|   | Total \$             | (1,346,267)                      |

# UW-Whitewater FY 2024 Program Revenue Balances

## General Operations

### Report on General Operations Balance in Excess of 12% of Fiscal Year Expenditures

|              |                            |
|--------------|----------------------------|
| Obligated    | \$ 834,833                 |
| Planned      | 2,990,651                  |
| Designated   | 525,676                    |
| Reserves     | 667,457                    |
| Undocumented | —                          |
| <b>Total</b> | <b><u>\$ 5,018,617</u></b> |

### Obligated and Planned Funds

|    | Project/Initiative  | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|----|---|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1  | Computer Purchase for Housing   | Obligated            | 1,868                | 1,868                              | 1,868                             | 1,868                           | FY25                        |
| 2  | Encumbrances  | Obligated            | 235,770              | 235,770                            | 235,770                           | 235,770                         | FY25                        |
| 3  | UWSA PeopleSoft Administration as a Service Program for Information Technology Services   | Obligated            | 170,000              | 170,000                            | 170,000                           | 170,000                         | FY25                        |
| 4  | New positions to launch Athletics program for the College of Integrated Studies   | Obligated            | 30,646               | 30,646                             | 30,646                            | 30,646                          | FY25                        |
| 5  | Summer Service Stipend and Fringes  | Obligated            | 6,688                | 6,688                              | 6,688                             | 6,688                           | FY25                        |
| 6  | Annual Leave Reserve Account  | Obligated            | 83,746               | 83,746                             | 83,746                            | 83,746                          | FY25                        |
| 7  | Support for Learning is for Everyone (LIFE) program   | Obligated            | 306,115              | 306,115                            | 80,262                            | 306,115                         | FY25-FY27                   |
| 8  | Computer Equipment/Technology for Police Services, Housing, Career Services, and Information Technology Services. Includes updating new squad cars, camera/vehicle upgrades, computer replacements for staff and technology upgrades. | Planned              | 30,236               | 86,028                             | 86,028                            | 86,028                          | FY25                        |
| 9  | Furniture and equipment replacements for coffeehouse and patio in student Housing.  | Planned              | 31,580               | 31,580                             | 31,580                            | 31,580                          | FY25                        |
| 10 | Operational Expenses in Student Affairs to support Faculty/Staff salary increases   | Planned              | 30,056               | 30,056                             | 6,891                             | 30,056                          | FY25-FY26                   |
| 11 | Graduate assistant employment for Career Services   | Planned              | 57,016               | 57,016                             | 28,508                            | 57,016                          | FY25-FY26                   |

# UW-Whitewater FY 2024 Program Revenue Balances

## General Operations

|    |   |         |         |         |         |         |             |
|----|---|---------|---------|---------|---------|---------|-------------|
| 12 | UWW Hosted Events for Career Fest and other networking events developed and coordinated by Career Services.   | Planned | 5,739   | 5,739   | 5,739   | 5,739   | FY25        |
| 13 | Resource Tools for Career Services Staff  | Planned | 1,200   | 1,200   | 1,200   | 1,200   | FY25        |
| 14 | Building Projects - Renovations for Career Services success closet and office relocation  | Planned | 9,279   | 9,279   | 9,279   | 9,279   | FY25        |
| 15 | Building Projects - Office renovation for Information Technology Services & Nursing simulation and skills lab for new nursing program for College of Integrated Studies | Planned | 798,450 | 798,450 | 798,450 | 798,450 | FY25        |
| 16 | Software renewals for Information Technology Services and Learning Technology Center, including: Digital networking architecture, contact center, and class climate     | Planned | 355,000 | 355,000 | 205,000 | 355,000 | FY25-FY30   |
| 17 | Hardware replacements for Information Technology Services   | Planned | 26,280  | 26,280  | 15,000  | 26,280  | FY25-FY30   |
| 18 | Support the growth of online programs   | Planned | 297,751 | 297,751 | 150,000 | 297,751 | FY25-FY26   |
| 19 | Program development for Athletics in the College of Integrated Studies  | Planned | 294,354 | 294,354 | 75,000  | 294,354 | FY25-FY28   |
| 20 | Launch merit scholarship program for the College of Integrated Studies  | Planned | 238,776 | 238,776 | 50,000  | 238,776 | FY25-FY28   |
| 21 | Research Dissemination  | Planned | 8,911   | 8,911   | 8,911   | 8,911   | FY25        |
| 22 | Pilot program for new products/services at the Innovation Center  | Planned | 6,159   | 6,159   | 6,159   | 6,159   | FY25        |
| 23 | Student travel for Athletics  | Planned | 22,384  | 22,384  | 22,384  | 22,384  | FY25        |
| 24 | Additional professional development for program accreditation initiatives within the School of Graduate Studies and Continuing Education                                | Planned | 133,552 | 133,552 | 55,000  | 133,552 | FY25-FY28   |
| 25 | Marketing and New Program Development Initiatives for Camps   | Planned | 198,828 | 198,828 | 50,000  | 198,828 | FY25 - FY27 |
| 26 | Improvements to the volleyball scoreboard for Athletics   | Planned | 150,000 | 150,000 | —       | 150,000 | FY26        |
| 27 | Student travel support for Athletics and Music  | Planned | 210,000 | 210,000 | 160,000 | 210,000 | FY25-FY26   |
| 28 | Technology upgrades for Information Technology Services   | Planned | 85,100  | 85,100  | 85,100  | 85,100  | FY25        |

Total \$ 3,825,484  
 Obligated \$ 834,833  
 Planned \$ 2,990,651

# UW-Whitewater FY 2024 Program Revenue Balances

## *General Operations*

### Designated Funds

| Major Balance Grouping |  | FY24 Designated Balance |
|------------------------|--|-------------------------|
| 1                      | Winther Counseling Services                              | 4,046                   |
| 2                      | Police Bicycle Patrol                                    | 3,792                   |
| 3                      | Misc Fees received from UW-Campuses for VoIP Replacement | 510,927                 |
| 4                      | Student Research/Travel Support                          | 6,911                   |
| Total \$               |  | 525,676                 |

### Reserve Funds

| Major Balance Grouping |          | FY24 Reserve Balance |
|------------------------|----------|----------------------|
| 1                      | Reserves | 667,457              |

# UW-Whitewater FY 2024 Program Revenue Balances

## *Other Unrestricted Operations*

### Report on Other Unrestricted Balance in Excess of 12% of Fiscal Year Expenditures

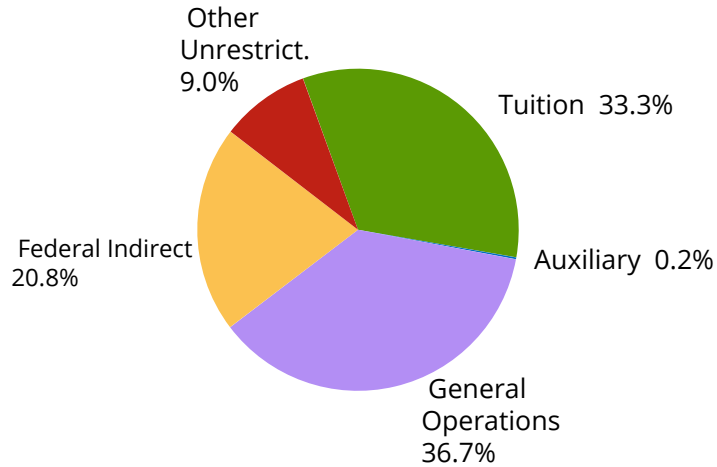
|              |    |                |
|--------------|----|----------------|
| Obligated    | \$ | —              |
| Planned      |    | —              |
| Designated   |    | 116,725        |
| Reserves     |    | —              |
| Undocumented |    | —              |
| Total        | \$ | <u>116,725</u> |

### Designated Funds

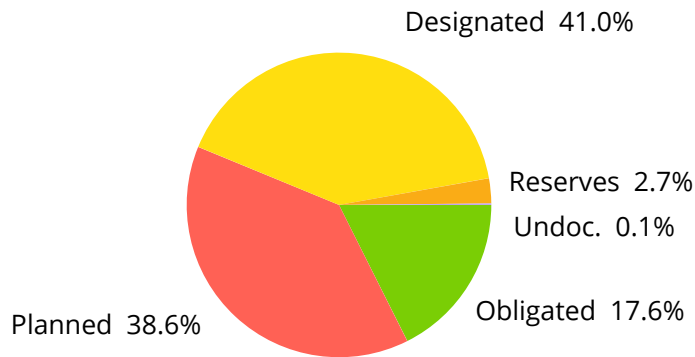
|   | Project/Initiative                  | FY24 Designated Balance |
|---|-------------------------------------|-------------------------|
| 1 | Chancellor Quartet Scholarship      | 17,252                  |
| 2 | UW-Extension Non-Credit Programming | 99,473                  |
|   | Total \$                            | 116,725                 |

# UW Administration FY 2024 Program Revenue Balances

**PR Balances by Category\*\***



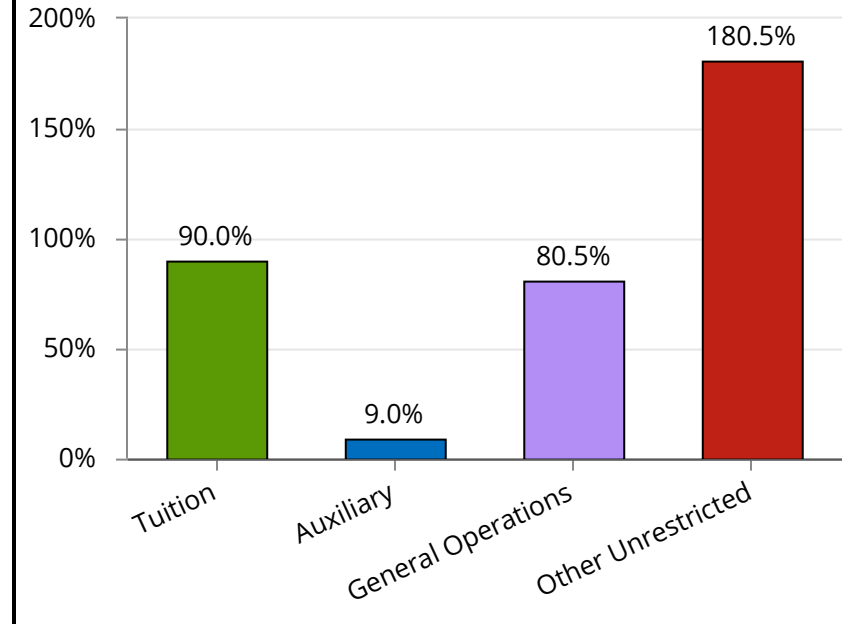
**PR Balances by Commitment Level**



## PR Balances Highlights

- UW Administration is required to report on all categories of unrestricted balances except auxiliaries which is below the 12% threshold.
- Balances within UW Systemwide are intended for the benefit of all UW institutions.
- 56% of unrestricted balances are reported as obligated or planned.
- \$21.2 million (19%) of unrestricted balances will be used to support the Administrative Transformation Project.

**Balance as a Percentage of Expenditures\*\***



\*\* Per Regent Policy Document 21-6, balances by category and as a percentage of expenditures are calculated prior to removing negative division-level balances



# UW Administration FY 2024 Program Revenue Balances

## Summary of Unrestricted PR Balances by Level of Commitment

|                                      | Tuition       | Auxiliary  | General Operations | Other Unrestricted | Federal Indirect | Total          |
|--------------------------------------|---------------|------------|--------------------|--------------------|------------------|----------------|
| <b>Obligated</b>                     | \$ 2,883,769  | \$ —       | \$ 11,432,880      | \$ 3,843,909       | \$ 1,440,675     | \$ 19,601,233  |
| <b>Planned</b>                       | 7,387,098     | —          | 11,746,383         | 2,311,457          | 21,558,423       | 43,003,361     |
| <b>Designated</b>                    | 26,727,126    | 253,153    | 17,592,775         | 950,000            | 71,229           | 45,594,283     |
| <b>Reserves</b>                      | —             | 69,299     | —                  | 2,900,742          | —                | 2,970,041      |
| <b>Undocumented (Discretionary)</b>  | —             | 160,205    | —                  | —                  | —                | 160,205        |
| <b>Subtotal</b>                      | 36,997,993    | 482,657    | 40,772,038         | 10,006,108         | 23,070,327       | 111,329,123    |
| <b>Negative Divisional Balances*</b> | *             | (269,060)  | *                  | *                  | *                | (269,060)      |
| <b>Total</b>                         | \$ 36,997,993 | \$ 213,597 | \$ 40,772,038      | \$ 10,006,108      | \$ 23,070,327    | \$ 111,060,063 |

\*Per Regent Policy Document 21-6, negative divisional balances are reflected for auxiliary operations only.

|   | Tuition       | Auxiliary    | General Operations | Other Unrestricted | Federal Indirect | Total          |
|---|---------------|--------------|--------------------|--------------------|------------------|----------------|
| <b>Total PR Appropriation Balances</b>          |               |              |                    |                    |                  |                |
| FY2022-23                                       | \$ 33,100,243 | \$ 5,000,366 | \$ 28,791,867      | \$ 9,949,598       | \$ 24,590,025    | \$ 101,432,099 |
| FY2023-24                                       | 36,997,993    | 213,597      | 40,772,038         | 10,006,108         | 23,070,327       | 111,060,063    |
| Change  | 3,897,750     | (4,786,769)  | 11,980,171         | 56,510             | (1,519,698)      | 9,627,964      |
|   | 11.8%         | (95.7)%      | 41.6%              | 0.6%               | (6.2)%           | 9.5%           |
| <b>Total Expenditures</b>                       |               |              |                    |                    |                  |                |
| FY2022-23                                       | \$ 56,606,610 | \$ 2,212,705 | \$ 48,135,523      | \$ 7,165,936       | \$ 1,684,562     | \$ 115,805,336 |
| FY2023-24                                       | 41,108,445    | 2,365,287    | 50,621,843         | 5,544,285          | 7,928,979        | 107,568,839    |
| Change  | (15,498,165)  | 152,582      | 2,486,320          | (1,621,651)        | 6,244,417        | (8,236,497)    |
| <b>Balances as a Percentage of Expenditures</b> |               |              |                    |                    |                  |                |
| FY2022-23                                       | 58.5%         | 226.0%       | 59.8%              | 138.8%             | #                |                |
| FY2023-24                                       | 90.0%         | 9.0%         | 80.5%              | 180.5%             | #                |                |

\*\* Per Regent Policy Document 21-6, balances as a percentage of expenditures are calculated prior to removing negative division-level balances.

# Per Regent Policy Document 21-6, Federal Indirect balances do not require a spending plan

# UW Administration FY 2024 Program Revenue Balances

## Tuition

### Report on Tuition Balance in Excess of 12% of Fiscal Year Expenditures

|              |                      |
|--------------|----------------------|
| Obligated    | \$ 2,883,769         |
| Planned      | 7,387,098            |
| Designated   | 26,727,126           |
| Reserves     | —                    |
| Undocumented | —                    |
| Total        | <u>\$ 36,997,993</u> |

### Obligated and Planned Funds

|    | Project/Initiative  | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|----|---|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1  | FY24 Outstanding Encumbrances   | Obligated            | 1,179,752            | 1,179,752                          | 1,179,752                         | 1,179,752                       | FY25                        |
| 2  | Continuity of Operations Planning Service contract with UW-Madison                          | Obligated            | 385,000              | 385,000                            | 385,000                           | 385,000                         | FY25                        |
| 3  | EAB Navigate 5-year Subscription Service Agreement  | Obligated            | 1,000,000            | 4,500,000                          | 1,000,000                         | 4,500,000                       | FY25-FY29                   |
| 4  | American Chemical Society Contract  | Obligated            | 171,032              | 684,128                            | 171,032                           | 684,128                         | FY25-FY29                   |
| 5  | NCHEMS Reciprocity Reconciliation   | Obligated            | 37,500               | 37,500                             | 37,500                            | 37,500                          | FY25                        |
| 6  | UW-Platteville Budget Analyst Salary and Fringe Benefits                                    | Obligated            | 69,360               | 69,360                             | 69,360                            | 69,360                          | FY25                        |
| 7  | KPMG IRA Tax Credit Filing  | Obligated            | 41,125               | 41,125                             | 41,125                            | 41,125                          | FY25                        |
| 8  | UWSA Portion of ATP Costs (split between tuition, general operations, and federal indirect) | Planned              | 5,684,997            | 5,684,997                          | 5,684,997                         | 5,684,997                       | FY25                        |
| 9  | UW-Green Bay Tuition Support  | Planned              | 200,000              | 200,000                            | 200,000                           | 200,000                         | FY25                        |
| 10 | UW-Platteville Tuition Support  | Planned              | 200,000              | 200,000                            | 200,000                           | 200,000                         | FY25                        |
| 11 | UW-Eau Claire Nursing Program Support   | Planned              | 61,750               | 61,750                             | 61,750                            | 61,750                          | FY25                        |
| 12 | Deloitte Review of UWSA   | Planned              | 275,000              | 275,000                            | 275,000                           | 275,000                         | FY25                        |

# UW Administration FY 2024 Program Revenue Balances

## Tuition

|    |   |         |         |         |         |         |           |
|----|---|---------|---------|---------|---------|---------|-----------|
| 13 | Microsoft 365 Email Migration                       | Planned | 70,378  | 70,378  | 70,378  | 70,378  | FY25      |
| 14 | FAFSA Campus Support Retainer                       | Planned | 44,800  | 44,800  | 44,800  | 44,800  | FY25      |
| 15 | HelioCampus Benchmarking                            | Planned | 301,625 | 991,625 | 301,625 | 991,625 | FY25-FY27 |
| 16 | Support for Titledown Tech Internships              | Planned | 200,000 | 200,000 | 200,000 | 200,000 | FY25      |
| 17 | UW-Superior P3 (Public-Private Partnership) Support | Planned | 264,000 | 264,000 | 264,000 | 264,000 | FY25      |
| 18 | UW-Superior AMERESCO Project Support                | Planned | 84,548  | 84,548  | 84,548  | 84,548  | FY25      |

Total \$ 10,270,867  
 Obligated \$ 2,883,769  
 Planned \$ 7,387,098

## Designated Funds

|   | Major Balance Grouping        | FY24 Designated Balance |
|---|-------------------------------|-------------------------|
| 1 | UW system Capital Design Fund | 26,727,126              |

# UW Administration FY 2024 Program Revenue Balances

## General Operations

### Report on General Operations Balance in Excess of 12% of Fiscal Year Expenditures

|              |                      |
|--------------|----------------------|
| Obligated    | \$ 11,432,880        |
| Planned      | 11,746,383           |
| Designated   | 17,592,775           |
| Reserves     | —                    |
| Undocumented | —                    |
| Total        | <u>\$ 40,772,038</u> |

### Obligated and Planned Funds

|   | Project/Initiative                        | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|---|---|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1 | Encumbrances for Capital Projects         | Obligated            | 2,918,217            | 2,918,217                          | 2,918,217                         | 2,918,217                       | FY25                        |
| 2 | Enterprise Decision Council Encumbrances  | Obligated            | 6,079,888            | 6,079,888                          | 6,079,888                         | 6,079,888                       | FY25                        |
| 3 | Encumbrances for ATP                      | Obligated            | 2,434,775            | 2,434,775                          | 2,434,775                         | 2,434,775                       | FY25                        |
| 4 | UWSA Portion of ATP Costs                 | Planned              | 7,148,620            | 7,148,620                          | 7,148,620                         | 7,148,620                       | FY25                        |
| 5 | Interest Earnings Distributed to Campuses | Planned              | 4,597,763            | 4,597,763                          | 4,597,763                         | 4,597,763                       | FY25                        |

Total \$ 23,179,263  
 Obligated \$ 11,432,880  
 Planned \$ 11,746,383

# UW Administration FY 2024 Program Revenue Balances

## *General Operations*

### Designated Funds

|   | Major Balance Grouping                             | FY24 Designated Balance |
|---|--|-------------------------|
| 1 | Enterprise Decision Council Balances               | 9,749,826               |
| 2 | Institute for Business & Entrepreneurship Balances | 943,075                 |
| 3 | Office of Educational Opportunity Balances         | 327,095                 |
| 4 | BadgerNet Balance                                  | 4,821,070               |
| 5 | Library Resource Sharing Balance                   | 1,253,474               |
| 6 | Office of Risk Management Balances                 | 234,245                 |
| 7 | WI Institute for Public Policy and Service (WIPPS) | 263,990                 |
|   | Total \$   | 17,592,775              |

# UW Administration FY 2024 Program Revenue Balances

## *Other Unrestricted*

### Report on Other Unrestricted Balance in Excess of 12% of Fiscal Year Expenditures

|              |                     |
|--------------|---------------------|
| Obligated    | \$ 3,843,909        |
| Planned      | 2,311,457           |
| Designated   | 950,000             |
| Reserves     | 2,900,742           |
| Undocumented | —                   |
| Total        | <u>\$10,006,108</u> |

### Obligated and Planned Funds

|    | Project/Initiative  | Obligated or Planned | FY24 Project Balance | Total Amount Planned to Accumulate | Amount Expected to Expend in FY25 | Total Amount Expected to Expend | When Funds will be Expended |
|----|---|----------------------|----------------------|------------------------------------|-----------------------------------|---------------------------------|-----------------------------|
| 1  | BS-Applied Computing - Revenue Sharing                            | Obligated            | 60                   | 60                                 | 60                                | 60                              | FY25                        |
| 2  | BS-Health Information Management Technology - Revenue Sharing     | Obligated            | 121,940              | 121,940                            | 121,940                           | 121,940                         | FY25                        |
| 3  | BS-Sustainable Management - Revenue Sharing                       | Obligated            | 41,238               | 41,238                             | 41,238                            | 41,238                          | FY25                        |
| 4  | MS-Applied Biotechnology - Revenue Sharing                        | Obligated            | 265,356              | 265,356                            | 265,356                           | 265,356                         | FY25                        |
| 5  | MS-Data Science - Revenue Sharing                                 | Obligated            | 881,160              | 881,160                            | 881,160                           | 881,160                         | FY25                        |
| 6  | MS-Healthcare Administration - Revenue Sharing                    | Obligated            | 251,555              | 251,555                            | 251,555                           | 251,555                         | FY25                        |
| 7  | MS-Sustainable Management - Revenue Sharing                       | Obligated            | 428,405              | 428,405                            | 428,405                           | 428,405                         | FY25                        |
| 8  | BS-Business Administration / Project Management - Revenue Sharing | Obligated            | 163,181              | 163,181                            | 163,181                           | 163,181                         | FY25                        |
| 9  | BS-Nursing - Revenue Sharing                                      | Obligated            | 112,214              | 112,214                            | 112,214                           | 112,214                         | FY25                        |
| 10 | BS-Information Science & Technology - Revenue Sharing             | Obligated            | 51,330               | 51,330                             | 51,330                            | 51,330                          | FY25                        |
| 11 | BS-Health Sciences / Diagnostic Imaging - Revenue Sharing         | Obligated            | 243,722              | 243,722                            | 243,722                           | 243,722                         | FY25                        |
| 12 | Certificate Business & Technical Communications - Revenue Sharing | Obligated            | 6,003                | 6,003                              | 6,003                             | 6,003                           | FY25                        |
| 13 | AS - Arts & Science - Revenue Sharing                             | Obligated            | 239,738              | 239,738                            | 239,738                           | 239,738                         | FY25                        |
| 14 | Certificate Substance Use & Disorders - Revenue Sharing           | Obligated            | 43,274               | 43,274                             | 43,274                            | 43,274                          | FY25                        |

# UW Administration FY 2024 Program Revenue Balances

## *Other Unrestricted*

|    |   |           |           |           |           |           |      |
|----|---|-----------|-----------|-----------|-----------|-----------|------|
| 15 | Additional Distribution to all Collaborative programs partners                  | Obligated | 994,733   | 994,733   | 994,733   | 994,733   | FY25 |
| 16 | Office of Online & Professional Learning Resources IT Strategic Investment      | Planned   | 1,185,000 | 1,185,000 | 1,185,000 | 1,185,000 | FY25 |
| 17 | Expand Marketing Efforts in Support of UW system Online Strategic Growth Report | Planned   | 1,090,548 | 1,090,548 | 1,090,548 | 1,090,548 | FY25 |
| 18 | Expand Student Recruitment & Retention Efforts                                  | Planned   | 25,000    | 25,000    | 25,000    | 25,000    | FY25 |
| 19 | Financial Aid Staffing Augmentation   | Planned   | 10,909    | 10,909    | 10,909    | 10,909    | FY25 |

Total \$ 6,155,366  
 Obligated \$ 3,843,909  
 Planned \$ 2,311,457

### Designated Funds

| <b>Major Balance Grouping</b> |  | <b>FY24 Designated Balance</b> |
|-------------------------------|--|--------------------------------|
| 1                             | New Product Line Investment - Skills Forward | 950,000                        |

### Reserve Funds

| <b>Major Balance Grouping</b> |  | <b>FY24 Reserves Balance</b> |
|-------------------------------|--|------------------------------|
| 1                             | Reserve for Emergencies and Unforeseen Circumstances | 2,900,742                    |

# Appendices



Regent Policy Document 21-6

# Program Revenue Calculation Methodology and Fund Balances Policy

## Scope

This policy addresses program revenue account balances and appropriate reserve levels, and the methodology for calculating these levels, at UW System and UW System institutions.

## Purpose

The purpose of this policy is to ensure the financial health and stability of each UW System institution and the UW System as a whole and to communicate an accurate fiscal condition more broadly and clearly. The policy balances prudent fiscal management with adequate levels of resources to carry out the universities' missions, programs, strategic goals, and objectives in an effective and efficient manner.

The policy ensures that:

1. Individual institutions have the necessary flexibility to manage program revenue accounts to meet cash flow needs throughout the year, financial commitments, plans, and goals.
2. Reporting of program revenue cash balances is at a level that provides the Board of Regents, Legislature, and public with a complete, consistent and transparent understanding of end-of-year balances.
3. Institutions have the flexibility to continue to invest in and cultivate creative academic programs to reach all students seeking higher education.
4. Institutions have the flexibility to invest in facilities that provide a world-class education.
5. The University of Wisconsin is not incentivized to undertake unnecessary end-of-year spending in order to meet restrictive carry-forward caps.

## Definitions and Methodology for Calculating

Program revenue balances shall be calculated subsequent to year-end reconciliation. Overall balances by fund type will be calculated starting with the prior year's ending cash balance, adding revenues received, and deducting expenditures made during the fiscal year. This produces the budgetary fund balance at the end of a given fiscal year. Balances will not reflect accruals for advance deposits received for future academic terms, accounts payable, or accounts receivable.

Year-end program revenue balances shall be calculated for:

### Unrestricted Funds

1. Tuition (Academic Student Fees and Extension Student Fees)
2. Auxiliary Operations
3. General Operations
4. Other Unrestricted Program Revenue
5. Federal Indirect Cost Reimbursement

## Restricted Funds

6. Gifts
7. Nonfederal Grants and Contracts
8. Federal Grants and Contracts
9. Other Restricted Program Revenue

A description of UW appropriations included in each category of program revenue balances will be provided to aid in understanding the information presented.

Year-end balances in (1) Tuition (Academic Student Fees and Extension Student Fees), (2) Auxiliary Operations, (3) General Operations, and (4) Other Unrestricted Program Revenue shall be expressed in dollars for the UW System as a whole and for each UW institution. Year-end balances will be calculated as a percentage of the total expenditures by that fund for the fiscal year. Tuition balances shall be expressed as a percentage of the combined expenditures for GPR (less GPR-funded debt service) and Student Fees (tuition).

UW System Administration year-end balances will be reported as an institution. UW system-wide balances, which are those maintained for the support of all UW institutions, will be reported in dollars and as a percentage change over the prior year-end balance. Allocations from systemwide accounts to institutions will occur before an institution calculates its program revenue balance.

Federal Indirect Cost Reimbursement year-end balances shall be expressed in dollars for the UW System as a whole and for each UW institution and as a percentage change from the prior year-end balance.

Reported year-end balances in (1) Tuition (Academic Student Fees and Extension Student Fees), (2) Auxiliary Operations, (3) General Operations, (4) Other Unrestricted Program Revenue, and (5) Federal Indirect Cost Reimbursement shall be categorized by the methodology used in the Legislative Audit Bureau's Report 13-17. The categories are obligated, planned, designated, reserves, and undocumented.

When categorizing Auxiliary Operations balances, negative division-level balances shall be removed from the balance calculation and reported separately but not categorized. The remaining positive balances with Auxiliary Operations shall be categorized as obligated, planned, designated, reserves or undocumented.

Year-end balances for restricted funds (Gifts, Nonfederal Grants and Contracts, Federal Grants and Contracts, and Other Restricted Program Revenue) will be reported in total dollars for the UW System as a whole and for each UW institution.

## Policy Statement

It is the policy of the Board of Regents that the UW System and UW System institutions maintain appropriate balances to protect the institutions in cases of sudden shortfalls in revenue, to provide for extraordinary events, and to protect against unbudgeted future expenses or losses. Institutions with negative balances for (1) Tuition and (2) Auxiliary Operations shall submit a savings plan on how they will eliminate the negative balance and within what time frame.

The Board of Regents recognizes there are many instances where accumulation of balances is a prudent practice in order to achieve strategic priorities over a multi-year period (establishing new academic programs, purchasing major equipment, funding start-up packages for new faculty, etc.). Institutions with overall balances above 12% of total fiscal year expenditures shall submit

justifications for the entire balance along with a defined multi-year spending plan for each of the following four categories: (1) Tuition (Academic Student Fees and Extension Student Fees), (2) Auxiliary Operations, (3) General Operations, and (4) Other Unrestricted Program Revenue. For Auxiliary Operations, the 12% threshold is calculated prior to removing negative division-level balances. Total balances above the 12% threshold should be obligated, planned, or designated by the Chancellor for specific purposes.

The 12% threshold is established to determine an amount which will require a report and Board approval. It is not established as cap on end-of-year balances.

### **Oversight, Roles, and Responsibilities**

UW System Administration will provide the Board of Regents with estimates of year-end program revenue balances for use in determining UWs' annual budget and setting tuition rates for the subsequent academic year. Actual year-end balances categorized by each institution and the System as a whole shall be reported annually after the fiscal year-end reconciliation and for formal approval by the Board of Regents at the October meeting.

For those institutions with negative balances, the Board of Regents will determine by vote whether the institution has an adequate plan in place to eliminate the negative balance within a reasonable period of time. For those institutions with overall balances above 12% of total year-end expenditures, the Board of Regents will determine by vote whether balances are adequately justified. The Board of Regents will determine by vote whether the justification and multi-year spending plan submitted by UW System Administration for the entire UW system-wide balance is adequate. Justification for the balances should include:

1. the specific projects or initiatives for which the funds are being held;
2. the amount of funds held for each project or initiative;
3. the total amount of program revenue funds the institution plans to accumulate for each initiative or project;
4. the total amount of funds expected to be expended on each project or initiative; and,
5. the timeframe in which those funds will be expended.

A negative fund balance shall not be used by any institution as a justification for the request and approval of additional funds.

### **Related Regent Policies and Applicable Laws**

N/A

*History: Res. 10280, adopted 10/11/2013, created Regent Policy Document 21-6. Res. 10347, adopted 04/11/2014, amended RPD 21-6. Res. 10371, adopted 06/06/2014, amended RPD 21-6 to address legislative modifications. Res. 11553, adopted 12/10/2020, amended RPD 21-6.*

*See Also:*

*SYS 314, [Financial Management of Auxiliary Operations](#) (formerly F43)*

*[UW System Administrative policies are included for reference and are separate from Regent Policy Documents adopted by the Board.]*

## UNIVERSITIES OF WISCONSIN BALANCE DESIGNATION GUIDELINES

### Definition

### Examples

| 1. Obligated        | Definition   | Examples   |
|---------------------|--|--|
| <b>1. Obligated</b> | <p>Balances held for a firm commitment or purpose as indicated by documentation such as a contract, purchase order or encumbrance, that would make it difficult for universities to use or redistribute the balance for other purposes. Often for projects that already started spending money.</p> <p>Rescinding obligated commitments creates the risk of significant cost, legal action, or reputational damage.</p>  | <ul style="list-style-type: none"> <li>- Signed contract, purchase order or invoice for services with an external agency or business.</li> <li>- A signed, organizationally-binding commitment from a chancellor or authorized that could not be changed without significant cost or reputational damage.</li> <li>- Signed contract for an employee for whom base resources (or a committed, ongoing funding stream) are not currently available.</li> <li>- Scholarships that have already been awarded.</li> <li>- One year of debt service justified by an amortization schedule or one year of funds for a building lease as shown on a lease contract.</li> <li>- Required state lapse.</li> <li>- Approved projects for which fixed cost expenditures are already being made.</li> <li>- Required cash deposit for an enumerated capital project or for a project that has been included for enumeration in the capital budget request approved by the Board of Regents.</li> </ul>                           |
| <b>2. Planned</b>   | <p>Balances less committed than obligated balances and held for a purpose as indicated by documentation such as a budget document or a memorandum signed by an appropriate approving authority. Those authorized to approve balance commitments include chancellors, vice chancellors, deans, directors, and designees in accordance with university policies and/or practices. universities may use planned balances for other purposes if the use complies with any funding source requirements.</p> | <ul style="list-style-type: none"> <li>- Plans for new faculty and staff who are not replacing existing staff and for whom there is not a signed contract.</li> <li>- Documented university priorities or strategic plans if the documentation includes a clear description of the amount of funds to be used, the purpose of the funds and an indication of when the funds should be used.</li> <li>- Planned financial aid funding that has not yet been awarded to students.</li> <li>- Annual, ongoing operations, including the salaries of existing staff, for up to three years for which base resources (or a committed, ongoing funding stream) are not currently available.</li> <li>- Planned renovations.</li> <li>- Planned expenditures to support academic or student programs for which base resources (or a committed, ongoing funding stream) are not currently available.</li> <li>- Required cash deposit for a non-enumerated capital project that is in the approved six-year plan.</li> </ul> |

|                               |  |   |
|-------------------------------|--|---|
| <p><b>3. Designated</b></p>   | <p>Balances held for purposes related to the original funding source, but for which there is no documentation of an obligation or specific plan. Universities may use designated balances for other purposes only if the use complies with funding source requirements.</p>  | <ul style="list-style-type: none"> <li>- Balances in Fund 136 (General Operations Receipts) and student-funded auxiliary operations are generally categorized as designated. However, this categorization does not apply to accounts from which funds have been reallocated one or more times to another purpose in the past six years. If this is the case, balances in these accounts would be undocumented unless sufficient documentation exists to categorize them as obligated or planned.</li> <li>- Fund 132 (Extension Non-Credit Program Receipts) and Fund 189 (Extension Student Fees) balances must currently be used to support extension-related activities. Balances in these funds are also categorized as designated if they are not obligated or planned.</li> <li>- Fund 131 (Academic Student Fees) balances are classified as designated if the balances are from differential tuition or student technology fees as the funds can only be used for these purposes.</li> <li>- Debt service for one additional year (beyond the first year of debt service included within the obligated category) for segregated or other student fee-funded projects, as shown in the amortization schedule or building lease.</li> </ul> |
| <p><b>4. Reserves</b></p>     | <p>Balances for which documentation indicates amounts are purposefully held for contingencies, including Universities reserve policies.</p> <p>Balances can be documented as reserves in a memo from the chancellor or authorized authority identifying a specific dollar amount for a reserve, a percentage of revenue that should be held as a reserve, or target reserve goal. The memo should identify who can approve the use of reserve funds.</p> <p>Universities should consider reserve designation procedures that prevent duplicate reserve designations for the same purpose.</p> <p>Reserves are not set aside for a specific purposes (e.g., academic initiative, faculty salaries) or for a routine use (e.g., annual debt service payments).</p> | <p>Reserves are maintained to mitigate the following risks:</p> <ul style="list-style-type: none"> <li>- Unexpected declines or fluctuations in enrollment resulting in a reduction in tuition, fee, or auxiliary revenue.</li> <li>- Significant declines or termination of federal or other external funding.</li> <li>- Emergencies or other unforeseen circumstances.</li> </ul>  |
| <p><b>5. Undocumented</b></p> | <p>Balances which are not yet obligated or planned and for which there are no funding source requirements.</p>   | <ul style="list-style-type: none"> <li>- Chancellor's or university discretionary funds, which are available to take advantage of strategic opportunities that emerge during the year, that have not yet been documented as planned or obligated.</li> </ul>  |

## FUNCTIONAL EXAMPLES ON THE APPLICATION OF THE FUND DESIGNATION CATEGORIES

| CATEGORY            | EXAMPLE  |
|---------------------|--|
| <b>Obligated</b>    | One UW university has committed a portion of its tuition balance to cover instructional-related expenses that have already been encumbered.  |
|                     | One UW university has committed a portion of its auxiliary operations fund balance for one year of debt service. The amount is set and documented in the debt service amortization schedule.                               |
| <b>Planned</b>      | One UW university plans to commit a portion of its tuition balance to implement a Student Success Center. The Chancellor has signed off on the plan.   |
|                     | One UW university has established plans to use a portion of its auxiliary operations balance to remodel the floors of the student health center.   |
| <b>Designated</b>   | One UW university has designated a portion of its tuition balance, which was generated from its extension programs, to enhance extension programming.  |
|                     | A number of UW universities have designated balances generated by their differential tuition fees to fund programming decisions reached in consultation with the appropriate student governance groups.                    |
| <b>Reserves</b>     | A number of UW universities have set aside a portion of their tuition balance as reserves for enrollment declines and fluctuations.  |
|                     | One UW university has set aside a portion of its general operations balance as reserves against revenue declines and program enrollment fluctuations.  |
| <b>Undocumented</b> | One UW university has set aside a portion of its tuition balance for program startup costs, faculty development, and equipment purchases. There are no documented plans, but the university will be developing priorities. |
|                     | One UW university has set aside a portion of its general operations balance for distance learning programs. There are no documented plans, but the university will be developing priorities.                               |

## REPORT METHODOLOGY

Definitions and the methodology for calculating and displaying program revenue balances are detailed in Regent Policy Document (RPD) 21-6. Balances are to be calculated for nine funds which comprise the funds in the UWs. These include five unrestricted funds:

- Tuition,
- Auxiliary operations,
- General operations,
- Other unrestricted program revenue, and
- Federal indirect cost reimbursement.

Four restricted funds are also included:

- Gifts,
- Non-federal grants and contracts,
- Federal grants and contracts, and
- Other restricted program revenue.

A budgetary fund balance is calculated for each fund by beginning with the prior year's cash balance, adding revenues received, and deducting expenditures made in the fiscal year. The balances largely do not reflect advance deposits for future years, accounts payable or accounts receivable. Balances for each of the five unrestricted funds are allocated among the five "commitment" categories established by the Legislative Audit Bureau, which are obligated, planned, designated, reserves and undocumented or discretionary.

Balances for auxiliary operations, general operations and other unrestricted program revenue are expressed in dollars and also are calculated as a percentage of each fund's fiscal year expenditures. Balances for tuition are expressed in dollars and as a percentage of the combined expenditures of GPR (less GPR-funded debt service) and student fees.

### Detailed Spending Plans

Universities with balances above 12% of expenditures in their funds for tuition, auxiliaries, general operations or other unrestricted program revenue are required to provide additional information concerning those balances, including:

- The specific project(s) for which the funds are held;
- The amount of funds currently held for each project;
- The total amount of program revenue the university plans to accumulate for that project;
- The total amount of funds which will be spent on that project; and,
- The timeframe in which the funds will be spent.

Detailed plans are also required of universities that have a negative balance in their tuition or auxiliary operations funds. To address negative balances in tuition or auxiliary operations funds, universities are required to submit a savings plan describing how, and within what timeframe, they will eliminate the negative balance.

### System Administration Implementation

To ensure compliance with RPD 21-6, UW staff designed a three-part report- development methodology to:

- establish clarity and agreement for expanded functional definitions of key reporting requirements, specifically the levels-of-commitment reporting categories established by the Legislative Audit Bureau;

- provide practical and detailed guidance to universities to enable them to understand the reporting requirements and how to report their balance information in a consistent and comparable manner; and
- provide prompt and actionable feedback to universities on their reports to enable them to fully comply with reporting definitions and formatting requirements.

The goal of this three-part methodology was to obtain consistently interpreted data, reported by the universities in a format which allows for a detailed analysis of each university individually and in comparison with all other UW universities.

Two underlying principles guiding the reporting methodology were transparency and collaboration with stakeholders. The methodology included multiple, ongoing channels for frequent communication and collaboration between UW System Administration and university leaders and staff to ensure that all reporting requirements were adequately and fully explained, that standardized reporting templates were developed in recognition of both reporting requirements and the reporting capabilities of the universities, and that adequate feedback loops were established to provide additional guidance to universities as needed. Feedback included frequent Systemwide and in some cases, university-specific teleconferences during the development of reporting definitions and the reporting templates, and a centralized electronic clearinghouse accessible by all universities for obtaining information and submitting reports.

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# FY2023-24 Balance as of June 30, 2024

## Total Programs Revenue Appropriation Balances

|                   | Tuition<br>(Academic and<br>Extension<br>Student Fees) | Auxiliary<br>Operations | General<br>Operations | Other<br>Unrestricted<br>Program<br>Revenue | Federal Indirect<br>Cost<br>Reimbursement | TOTAL<br>Unrestricted  | Gifts<br><br>(134,135,233,<br>533) | Nonfederal<br>Grants and<br>Contracts | Federal<br>Grants and<br>Contracts | Other<br>Restricted<br>Program<br>Revenue | TOTAL<br>Restricted  | GRAND TOTAL<br>Program<br>Revenue |
|-------------------|--|-------------------------|-----------------------|---|---|------------------------|------------------------------------|---------------------------------------|------------------------------------|---|----------------------|-----------------------------------|
|                   | (131 & 189)  | (128 & 228)             | (136 & 236)           | (xxx)                                       | (150)                                     |                        |                                    | (133)                                 | (144)                              | (xxx)                                     |                      |                                   |
| UW-Eau Claire     | \$ 19,526,846  | \$ 29,744,876           | \$ 13,292,050         | \$ 952,934                                  | \$ 920,582                                | \$ 64,437,287          | \$ (88,334)                        | \$ 2,378,058                          | \$ (1,455,614)                     | \$ 1,290,036                              | \$ 2,124,145         | \$ 66,561,432                     |
| UW-Green Bay      | 8,085,299  | 19,964,089              | 9,728,704             | 2,426,108                                   | 1,244,523                                 | 41,448,723             | 1,658,591                          | 589,803                               | (1,442,354)                        | (65,294)                                  | 740,746              | 42,189,469                        |
| UW-La Crosse      | 12,878,993   | 17,222,407              | 20,138,104            | 317,094                                     | 446,372                                   | 51,002,970             | 707,447                            | (517,686)                             | 18,527                             | 413,792                                   | 622,079              | 51,625,050                        |
| UW-Madison        | 53,100,521   | 148,651,076             | 36,792,467            | 14,170,648                                  | 229,083,118                               | 481,797,829            | 344,722,667                        | 131,923,387                           | (2,119,075)                        | (6,247,790)                               | 468,279,189          | 950,077,019                       |
| UW-Milwaukee      | 30,280,672   | 33,423,070              | 23,686,080            | 6,087,674                                   | 15,990,715                                | 109,468,210            | (48,869)                           | 2,632,965                             | (4,457,573)                        | 2,145,510                                 | 272,033              | 109,740,243                       |
| UW-Oshkosh        | (6,199,600)  | 260,245                 | 4,205,576             | 110,424                                     | 289,804                                   | (1,333,551)            | 26,608                             | (802,536)                             | (777,821)                          | 707,137                                   | (846,612)            | (2,180,163)                       |
| UW-Parkside       | 4,913,743  | (513,096)               | 901,396               | 352,029                                     | 241,837                                   | 5,895,909              | 243,492                            | 110,475                               | (60,339)                           | 717,810                                   | 1,011,438            | 6,907,347                         |
| UW-Platteville    | 10,905,631   | 14,388,525              | 1,692,906             | 116,178                                     | 229,731                                   | 27,332,970             | (247,557)                          | 163,842                               | (501,462)                          | 468,992                                   | (116,184)            | 27,216,786                        |
| UW-River Falls    | 8,297,852  | 13,257,982              | 1,589,052             | 64,686                                      | 459,847                                   | 23,669,419             | (21,888)                           | 122,883                               | (424,621)                          | 524,180                                   | 200,553              | 23,869,972                        |
| UW-Stevens Point  | 20,924,126   | 14,073,510              | 17,894,206            | 728,270                                     | 963,665                                   | 54,583,776             | (499,558)                          | (525,135)                             | 2,268,346                          | 1,462,749                                 | 2,706,403            | 57,290,179                        |
| UW-Stout          | 7,081,436  | (454,964)               | 10,718,701            | 85,604                                      | 1,011,720                                 | 18,442,497             | (627,059)                          | 228,189                               | (311,306)                          | 1,068,317                                 | 358,140              | 18,800,637                        |
| UW-Superior       | 7,741,155  | 1,810,261               | 1,400,451             | 122,929                                     | 1,440,276                                 | 12,515,072             | (45,374)                           | 275,659                               | (1,494,284)                        | 30,541                                    | (1,233,458)          | 11,281,614                        |
| UW Administration | 36,997,993   | 213,597                 | 40,772,038            | 10,006,108                                  | 23,070,327                                | 111,060,063            | 7,291,842                          | (23,742,996)                          | 43,776,389                         | (4,988)                                   | 27,320,248           | 138,380,311                       |
| UW-Whitewater     | 32,850,086   | 23,457,987              | 5,018,617             | 116,725                                     | 1,284,294                                 | 62,727,708             | 26,446                             | 925,260                               | (1,426,302)                        | 650,496                                   | 175,900              | 62,903,609                        |
|                   | <b>\$ 247,384,753</b>                                  | <b>\$315,499,562</b>    | <b>\$187,830,346</b>  | <b>\$35,657,412</b>                         | <b>\$ 276,676,809</b>                     | <b>\$1,063,048,883</b> | <b>\$ 353,098,454</b>              | <b>\$113,762,168</b>                  | <b>\$31,592,511</b>                | <b>\$ 3,161,487</b>                       | <b>\$501,614,620</b> | <b>\$1,564,663,503</b>            |

# FY2023-24 Balance as of June 30, 2024

## Total Expenses

|                   | Tuition<br>(Academic and<br>Extension<br>Student Fees) | Auxiliary<br>Operations | General<br>Operations | Other<br>Unrestricted<br>Program<br>Revenue | Federal Indirect<br>Cost<br>Reimbursement | TOTAL<br>Unrestricted  | Gifts<br>(134,135,233,<br>533) | Nonfederal<br>Grants and<br>Contracts | Federal<br>Grants and<br>Contracts | Other<br>Restricted<br>Program<br>Revenue | TOTAL<br>Restricted    | GRAND TOTAL<br>Program<br>Revenue |
|-------------------|--|-------------------------|-----------------------|---|---|------------------------|--------------------------------|---------------------------------------|------------------------------------|---|------------------------|-----------------------------------|
|                   | (131 & 189)  | (128 & 228)             | (136 & 236)           | (xxx)                                       | (150)                                     |                        |                                | (133)                                 | (144)                              | (xxx)                                     |                        |                                   |
| UW-Eau Claire     | \$ 132,147,281   | \$ 47,797,194           | \$ 17,042,724         | \$ 432,730                                  | \$ 361,676                                | \$ 197,781,605         | \$ 4,567,628                   | \$ 3,058,182                          | \$ 7,984,290                       | \$ 39,476,182                             | \$ 55,086,283          | \$ 252,867,887                    |
| UW-Green Bay      | 84,772,315   | 27,291,922              | 5,261,159             | 2,544,191                                   | 702,226                                   | 120,571,813            | 8,848,205                      | 1,135,504                             | 5,768,982                          | 35,491,651                                | 51,244,343             | 171,816,156                       |
| UW-La Crosse      | 134,326,854  | 49,061,210              | 10,436,481            | 1,018,103                                   | 355,761                                   | 195,198,409            | 4,532,034                      | 942,012                               | 2,822,611                          | 43,034,221                                | 51,330,878             | 246,529,287                       |
| UW-Madison        | 1,549,478,471  | 678,824,441             | 632,716,415           | 128,145,080                                 | 255,026,998                               | 3,244,191,406          | 825,080,379                    | 173,156,144                           | 779,539,132                        | 220,776,231                               | 1,998,551,886          | 5,242,743,292                     |
| UW-Milwaukee      | 366,217,567  | 108,150,998             | 37,257,300            | 3,720,039                                   | 6,193,691                                 | 521,539,595            | 27,689,565                     | 7,114,923                             | 45,029,247                         | 120,225,312                               | 200,059,047            | 721,598,642                       |
| UW-Oshkosh        | 121,461,364  | 47,140,879              | 10,984,946            | 246,269                                     | 585,402                                   | 180,418,859            | 1,712,486                      | 2,981,067                             | 11,472,752                         | 41,381,076                                | 57,547,382             | 237,966,241                       |
| UW-Parkside       | 56,182,553   | 14,260,284              | 2,565,111             | 358,297                                     | 92,279                                    | 73,458,523             | 2,656,610                      | 217,736                               | 1,248,934                          | 20,835,244                                | 24,958,524             | 98,417,047                        |
| UW-Platteville    | 87,493,009   | 38,667,081              | 10,852,729            | 33,542                                      | 158,096                                   | 137,204,456            | 5,368,934                      | 742,696                               | 3,152,520                          | 27,069,721                                | 36,333,870             | 173,538,327                       |
| UW-River Falls    | 70,571,862   | 35,278,807              | 4,174,562             | 65,450                                      | 175,361                                   | 110,266,042            | 3,199,401                      | 533,548                               | 2,537,957                          | 22,194,860                                | 28,465,766             | 138,731,809                       |
| UW-Stevens Point  | 116,349,603  | 61,493,038              | 17,353,797            | 3,812,603                                   | 348,278                                   | 199,357,319            | 5,971,329                      | 3,130,249                             | 5,723,212                          | 43,645,803                                | 58,470,594             | 257,827,913                       |
| UW-Stout          | 89,930,827   | 50,289,114              | 20,661,183            | 300,234                                     | 466,647                                   | 161,648,005            | 4,975,983                      | 652,105                               | 3,787,505                          | 32,419,160                                | 41,834,752             | 203,482,757                       |
| UW-Superior       | 45,353,279   | 9,429,088               | 1,873,829             | 116,406                                     | 214,126                                   | 56,986,728             | 2,397,980                      | 243,799                               | 9,755,969                          | 17,708,441                                | 30,106,189             | 87,092,917                        |
| UW Administration | 41,108,445   | 2,365,287               | 50,621,843            | 5,544,285                                   | 7,928,979                                 | 107,568,839            | 128,447                        | 3,583,695                             | 6,539,368                          | —   | 10,251,510             | 117,820,349                       |
| UW-Whitewater     | 135,415,702  | 53,378,549              | 15,168,830            | 64,442                                      | 561,897                                   | 204,589,421            | 4,485,966                      | 1,715,453                             | 9,508,052                          | 56,745,639                                | 72,455,111             | 277,044,532                       |
|                   | <b>\$3,030,809,131</b>                                 | <b>\$1,223,427,89</b>   | <b>\$836,970,909</b>  | <b>\$146,401,673</b>                        | <b>\$ 273,171,417</b>                     | <b>\$5,510,781,021</b> | <b>\$901,614,948</b>           | <b>\$199,207,115</b>                  | <b>\$894,870,530</b>               | <b>\$721,003,542</b>                      | <b>\$2,716,696,134</b> | <b>\$8,227,477,155</b>            |

# FY2022-23 Balance as of June 30, 2023

## Total Programs Revenue Appropriation Balances

|                   | Tuition<br>(Academic and<br>Extension<br>Student Fees) | Auxiliary<br>Operations | General<br>Operations | Other<br>Unrestricted<br>Program<br>Revenue | Federal Indirect<br>Cost<br>Reimbursement | TOTAL<br>Unrestricted | Gifts<br>(134,135,233,<br>533) | Nonfederal<br>Grants and<br>Contracts | Federal<br>Grants and<br>Contracts | Other<br>Restricted<br>Program<br>Revenue | TOTAL<br>Restricted  | GRAND TOTAL<br>Program<br>Revenue |
|-------------------|--|-------------------------|-----------------------|---|---|-----------------------|--------------------------------|---------------------------------------|------------------------------------|---|----------------------|-----------------------------------|
|                   | (131 & 189)  | (128 & 228)             | (136 & 236)           | (xxx)                                       | (150)                                     |                       |                                | (133)                                 | (144)                              | (xxx)                                     |                      |                                   |
| UW-Eau Claire     | \$ 22,137,624  | \$ 22,627,982           | \$ 13,977,933         | \$ 845,127                                  | \$ 721,571                                | \$ 60,310,238         | \$ (113,097)                   | \$ 2,187,928                          | \$ (1,262,798)                     | \$ 1,728,735                              | \$ 2,540,767         | \$ 62,851,005                     |
| UW-Green Bay      | 7,742,576  | 19,740,955              | 9,260,639             | 1,861,024                                   | 1,203,565                                 | 39,808,760            | 1,577,761                      | 367,905                               | (1,118,344)                        | 343,102                                   | 1,170,424            | 40,979,184                        |
| UW-La Crosse      | 11,124,714   | 18,364,964              | 13,015,357            | 177,233                                     | 528,398                                   | 43,210,666            | 816,803                        | (374,213)                             | 118,442                            | 61,644                                    | 622,675              | 43,833,341                        |
| UW-Madison        | 52,688,556   | 153,080,807             | 33,899,121            | 13,592,485                                  | 243,378,049                               | 496,639,019           | 371,158,178                    | 141,129,476                           | (17,553,103)                       | (19,468,808)                              | 475,265,744          | 971,904,763                       |
| UW-Milwaukee      | 33,688,718   | 41,695,138              | 31,451,071            | 5,342,762                                   | 13,315,183                                | 125,492,873           | (950,900)                      | 2,306,935                             | (3,635,265)                        | (240,549)                                 | (2,519,778)          | 122,973,095                       |
| UW-Oshkosh        | 3,821,654  | 2,529,728               | (1,367,282)           | 242,511                                     | (81,019)                                  | 5,145,593             | 142,363                        | 52,741                                | (2,142,355)                        | 612,085                                   | (1,335,166)          | 3,810,427                         |
| UW-Parkside       | 4,860,055  | 1,564,110               | 1,245,265             | 338,143                                     | 215,205                                   | 8,222,779             | 388,776                        | 95,368                                | 9,408                              | 297,245                                   | 790,798              | 9,013,577                         |
| UW-Platteville    | 5,959,266  | 15,732,818              | 1,614,879             | 57,875                                      | 237,621                                   | 23,602,459            | (438,081)                      | (20,042)                              | (589,979)                          | 487,326                                   | (560,777)            | 23,041,682                        |
| UW-River Falls    | 9,916,574  | 15,052,293              | 2,115,371             | 46,088                                      | 404,487                                   | 27,534,813            | 12,633                         | 117,373                               | (51,967)                           | 603,110                                   | 681,149              | 28,215,962                        |
| UW-Stevens Point  | 18,864,402   | 24,265,275              | 13,643,442            | 797,002                                     | 638,439                                   | 58,208,559            | (315,818)                      | (2,944,703)                           | (421,444)                          | 1,546,153                                 | (2,135,813)          | 56,072,746                        |
| UW-Stout          | 6,587,579  | 2,593,638               | 11,084,519            | 92,953                                      | 1,051,849                                 | 21,410,538            | (490,999)                      | 463,857                               | 23,320                             | 1,673,610                                 | 1,669,787            | 23,080,325                        |
| UW-Superior       | 6,415,920  | 3,018,856               | 1,319,265             | 118,904                                     | 1,237,642                                 | 12,110,586            | (173,101)                      | 230,565                               | (900,148)                          | (545,793)                                 | (1,388,478)          | 10,722,109                        |
| UW Administration | 33,100,243   | 5,000,366               | 28,791,867            | 9,949,598                                   | 24,590,025                                | 101,432,100           | 7,572,170                      | (25,124,836)                          | 43,698,030                         | (4,988)                                   | 26,140,376           | 127,572,476                       |
| UW-Whitewater     | 29,767,216   | 19,962,260              | 7,257,670             | 115,998                                     | 1,405,776                                 | 58,508,920            | 152,524                        | 857,553                               | (2,475,427)                        | 875,869                                   | (589,481)            | 57,919,439                        |
|                   | <b>\$ 246,675,098</b>                                  | <b>\$345,229,191</b>    | <b>\$167,309,118</b>  | <b>\$ 33,577,705</b>                        | <b>\$ 288,846,791</b>                     | <b>\$1,081,637,90</b> | <b>\$ 379,339,209</b>          | <b>\$119,345,906</b>                  | <b>\$13,698,370</b>                | <b>\$(12,031,259)</b>                     | <b>\$500,352,227</b> | <b>\$1,581,990,130</b>            |

# FY2022-23 Balance as of June 30, 2023

## Total Expenses

|                   | Tuition<br>(Academic and<br>Extension<br>Student Fees) | Auxiliary<br>Operations | General<br>Operations | Other<br>Unrestricted<br>Program<br>Revenue | Federal<br>Indirect Cost<br>Reimburse-<br>ment | TOTAL<br>Unrestricted  | Gifts<br>(134,135,233,<br>533) | Nonfederal<br>Grants and<br>Contracts | Federal<br>Grants and<br>Contracts | Other<br>Restricted<br>Program<br>Revenue | TOTAL<br>Restricted    | GRAND TOTAL<br>Program<br>Revenue |
|-------------------|--|-------------------------|-----------------------|---|--|------------------------|--------------------------------|---------------------------------------|------------------------------------|---|------------------------|-----------------------------------|
|                   | (131 & 189)  | (128 & 228)             | (136 & 236)           | (xxx)                                       | (150)  |                        |                                | (133)                                 | (144)                              | (xxx)                                     |                        |                                   |
| UW-Eau Claire     | \$ 125,119,635   | \$ 58,196,442           | \$ 18,912,215         | \$ 340,261                                  | \$ 201,027                                     | \$ 202,769,581         | \$ 3,975,246                   | \$ 2,881,169                          | \$ 12,625,109                      | \$ 39,054,427                             | \$ 58,535,951          | \$ 261,305,533                    |
| UW-Green Bay      | 82,932,878   | 23,533,470              | 5,539,360             | 2,289,092                                   | 337,640  | 114,632,440            | 8,019,017                      | 1,411,841                             | 5,361,067                          | 33,560,235                                | 48,352,159             | 162,984,599                       |
| UW-La Crosse      | 127,822,017  | 44,138,311              | 11,092,309            | 981,748                                     | 381,926  | 184,416,311            | 4,184,040                      | 951,050                               | 10,783,779                         | 41,907,158                                | 57,826,027             | 242,242,338                       |
| UW-Madison        | 1,468,849,618  | 617,248,672             | 497,183,357           | 117,102,936                                 | 194,010,099                                    | 2,894,394,683          | 664,324,767                    | 136,449,488                           | 707,615,729                        | 224,366,932                               | 1,732,756,916          | 4,627,151,599                     |
| UW-Milwaukee      | 359,658,266  | 98,418,837              | 21,431,036            | 2,521,035                                   | 6,172,041                                      | 488,201,215            | 23,516,484                     | 8,218,866                             | 43,251,472                         | 119,730,801                               | 194,717,624            | 682,918,839                       |
| UW-Oshkosh        | 130,057,676  | 46,827,767              | 13,064,903            | 353,796                                     | 763,219  | 191,067,362            | 1,871,430                      | 2,812,763                             | 23,767,305                         | 42,631,156                                | 71,082,654             | 262,150,016                       |
| UW-Parkside       | 57,955,391   | 12,818,334              | 2,867,410             | 408,413                                     | 87,972   | 74,137,520             | 2,328,837                      | 95,782                                | 2,430,540                          | 19,106,928                                | 23,962,087             | 98,099,607                        |
| UW-Platteville    | 87,258,171   | 34,664,146              | 11,926,969            | 70,329                                      | 149,433  | 134,069,047            | 4,731,125                      | 637,572                               | 2,424,285                          | 25,823,438                                | 33,616,420             | 167,685,467                       |
| UW-River Falls    | 68,484,282   | 32,432,438              | 4,497,918             | 55,464                                      | 152,109  | 105,622,211            | 3,973,348                      | 473,354                               | 2,696,508                          | 22,839,330                                | 29,982,541             | 135,604,751                       |
| UW-Stevens Point  | 105,172,367  | 48,155,705              | 19,343,963            | 3,034,585                                   | 111,596  | 175,818,216            | 5,983,140                      | 3,049,624                             | 8,341,325                          | 41,070,664                                | 58,444,753             | 234,262,969                       |
| UW-Stout          | 84,881,764   | 42,555,359              | 18,544,509            | 280,545                                     | 375,095  | 146,637,271            | 4,447,211                      | 689,174                               | 4,396,986                          | 33,104,619                                | 42,637,990             | 189,275,261                       |
| UW-Superior       | 43,430,841   | 8,339,039               | 2,587,416             | 82,782                                      | 290,497  | 54,730,574             | 2,016,772                      | 335,371                               | 4,738,822                          | 15,794,472                                | 22,885,437             | 77,616,011                        |
| UW Administration | 56,606,610   | 2,212,705               | 48,135,523            | 7,165,936                                   | 1,684,562                                      | 115,805,336            | 758,613                        | 3,182,185                             | 6,688,886                          | —   | 10,629,684             | 126,435,020                       |
| UW-Whitewater     | 128,237,671  | 50,774,028              | 11,948,276            | 80,341                                      | 693,189  | 191,733,505            | 4,053,221                      | 1,733,223                             | 7,883,939                          | 54,430,716                                | 68,101,098             | 259,834,603                       |
|                   | <b>\$2,926,467,188</b>                                 | <b>\$1,120,315,25</b>   | <b>\$687,075,163</b>  | <b>\$134,767,266</b>                        | <b>\$205,410,403</b>                           | <b>\$5,074,035,274</b> | <b>\$734,183,251</b>           | <b>\$162,921,461</b>                  | <b>\$843,005,753</b>               | <b>\$713,420,875</b>                      | <b>\$2,453,531,340</b> | <b>\$7,527,566,613</b>            |

# Summary of UWs Unrestricted PR Balances by Level of Commitment

Grand Totals - All Unrestricted Fund

|                         | Obligated             | Planned               | Designated            | Reserves              | Undocumented (Discretionary) | Total                              |
|-------------------------|-----------------------|-----------------------|-----------------------|-----------------------|------------------------------|------------------------------------|
| <b>FY 2024</b>          |                       |                       |                       |                       |                              |                                    |
| UW-Madison              | \$ 356,904,424        | \$ 39,000,000         | \$ 68,550,393         | \$ 22,402,484         | \$ —                         | \$ 486,857,301                     |
| UW-Milwaukee            | 19,418,577            | 23,877,921            | 32,945,263            | 34,169,634            | —                            | 110,411,395                        |
| UW-Eau Claire           | 20,784,100            | 23,677,841            | 17,795,561            | 2,949,652             | 579,113                      | 65,786,267                         |
| UW-Green Bay            | 6,042,667             | 7,289,410             | 16,975,123            | 6,881,262             | 4,260,261                    | 41,448,723                         |
| UW-La Crosse            | 9,856,862             | 32,911,872            | 1,821,818             | 6,461,017             | —                            | 51,051,569                         |
| UW-Oshkosh              | 609,846               | 2,464,316             | 4,130,900             | 111,364               | (6,199,600)                  | 1,116,826                          |
| UW-Parkside             | 5,222,059             | 3,031,070             | 198,600               | —                     | 241,837                      | 8,693,566                          |
| UW-Platteville          | 5,223,833             | 3,824,823             | 11,565,557            | 3,000,000             | 3,718,758                    | 27,332,971                         |
| UW-River Falls          | 9,583,233             | 13,402,081            | 4,102                 | 680,000               | —                            | 23,669,416                         |
| UW-Stevens Point        | 8,982,553             | 17,163,154            | 4,587,368             | 16,701,599            | 7,315,384                    | 54,750,058                         |
| UW-Stout                | 6,237,931             | 9,249,074             | 775,657               | 5,567,062             | 426,035                      | 22,255,759                         |
| UW-Superior             | 2,616,589             | 5,273,358             | 557,211               | 2,515,000             | 1,552,916                    | 12,515,074                         |
| UW-Whitewater           | 13,146,420            | 22,587,597            | 9,004,430             | 17,066,709            | 2,268,820                    | 64,073,976                         |
| UW Administration       | 19,601,233            | 43,003,361            | 45,594,283            | 2,970,041             | 160,205                      | 111,329,123                        |
|                         | <b>\$ 484,230,327</b> | <b>\$ 246,755,877</b> | <b>\$ 214,506,267</b> | <b>\$ 121,475,824</b> | <b>\$ 14,323,728</b>         | <b>\$1,081,292,023<sup>1</sup></b> |
|                         | 44.8%                 | 22.7%                 | 19.8%                 | 11.2%                 | 1.3%                         | 100.0%                             |
| <b>Prior Year Total</b> | <b>450,921,564</b>    | <b>303,426,855</b>    | <b>194,336,621</b>    | <b>129,201,971</b>    | <b>18,596,353</b>            | <b>1,096,483,365</b>               |
|                         | 41.1%                 | 27.7%                 | 17.7%                 | 11.8%                 | 1.7%                         | 100.0%                             |

<sup>1</sup> The overall total of unrestricted funds includes the negative balance for UW-Oshkosh in Tuition and for UW-Parkside and UW-Stout in Auxiliaries. Additionally, per Regent Policy document 21-6, when categorizing Auxiliary Operations balances, negative position-level balances are removed from the balance calculation and reported separately but not categorized. The remaining positive balances are categorized as obligated, planned, designated, reserves, or undocumented.

# Summary of UWs Unrestricted PR Balances by Level of Commitment

## Tuition Funds

|                      | Obligated            | Planned              | Designated           | Reserves             | Undocumented (Discretionary) | Total                 |
|----------------------|----------------------|----------------------|----------------------|----------------------|------------------------------|-----------------------|
| <b>FY 2024</b>       |                      |                      |                      |                      |                              |                       |
| UW-Madison           | \$ 38,841,626        | \$ —                 | \$ 14,258,896        | \$ —                 | \$ —                         | \$ 53,100,522         |
| UW-Milwaukee         | 2,313,589            | 3,293,395            | 8,927,403            | 15,746,285           | —                            | 30,280,672            |
| UW-Eau Claire        | 1,221,223            | 10,358,615           | 4,997,356            | 2,949,652            | —                            | 19,526,846            |
| UW-Green Bay         | 387,650              | 1,476,353            | 38,322               | 3,562,440            | 2,620,534                    | 8,085,299             |
| UW-La Crosse         | 2,159,685            | 4,651,828            | 19,183               | 6,048,297            | —                            | 12,878,993            |
| UW-Oshkosh           | —                    | —                    | —                    | —                    | (6,199,600)                  | (6,199,600)           |
| UW-Parkside          | 2,425,792            | 2,364,351            | 123,600              | —                    | —                            | 4,913,743             |
| UW-Platteville       | 280,714              | 1,554,192            | 4,275,434            | 3,000,000            | 1,795,291                    | 10,905,631            |
| UW-River Falls       | 3,278,579            | 4,339,272            | —                    | 680,000              | —                            | 8,297,851             |
| UW-Stevens Point     | 1,576,642            | 3,784,732            | —                    | 9,598,420            | 5,964,332                    | 20,924,126            |
| UW-Stout             | 1,789,561            | 91,150               | 704,183              | 4,496,541            | —                            | 7,081,436             |
| UW-Superior          | 788,031              | 3,198,792            | —                    | 2,500,000            | 1,254,332                    | 7,741,155             |
| UW-Whitewater        | 1,479,040            | 13,856,635           | 1,347,550            | 15,716,861           | 450,000                      | 32,850,086            |
| UW Administration    | 2,883,769            | 7,387,098            | 26,727,126           | —                    | —                            | 36,997,993            |
|                      | <b>\$ 59,425,901</b> | <b>\$ 56,356,413</b> | <b>\$ 61,419,053</b> | <b>\$ 64,298,496</b> | <b>\$ 5,884,889</b>          | <b>\$ 247,384,753</b> |
|                      | 24.0%                | 22.8%                | 24.8%                | 26.0%                | 2.4%                         | 100.0%                |
| <br>Prior Year Total | <br>\$ 62,257,563    | <br>\$ 101,020,505   | <br>\$ 35,216,987    | <br>\$ 46,418,796    | <br>\$ 1,761,245             | <br>\$ 246,675,097    |
|                      | 25.2%                | 41.0%                | 14.3%                | 18.8%                | 0.7%                         | 100.0%                |

# Summary of UWs Unrestricted PR Balances by Level of Commitment

## Auxiliary Funds

|                      | Obligated             | Planned              | Designated            | Reserves            | Undocumented (Discretionary) | Total                             |
|----------------------|-----------------------|----------------------|-----------------------|---------------------|------------------------------|-----------------------------------|
| <b>FY 2024</b>       |                       |                      |                       |                     |                              |                                   |
| UW-Madison           | \$ 105,777,738        | \$ —                 | \$ 47,932,808         | \$ —                | \$ —                         | \$ 153,710,546                    |
| UW-Milwaukee         | 9,993,650             | 8,481,166            | 15,864,758            | 26,679              | —                            | 34,366,253                        |
| UW-Eau Claire        | 15,243,933            | 7,536,513            | 8,313,409             | —                   | —                            | 31,093,855                        |
| UW-Green Bay         | 2,182,685             | 3,804,187            | 11,098,279            | 2,469,327           | 409,611                      | 19,964,089                        |
| UW-La Crosse         | 2,933,512             | 12,946,162           | 1,391,331             | —                   | —                            | 17,271,006                        |
| UW-Oshkosh           | 226,623               | 409,910              | 2,074,089             | —                   | —                            | 2,710,622                         |
| UW-Parkside          | 2,284,561             | —                    | —                     | —                   | —                            | 2,284,561                         |
| UW-Platteville       | 4,827,170             | 2,122,123            | 5,954,392             | —                   | 1,484,840                    | 14,388,525                        |
| UW-River Falls       | 6,304,654             | 6,953,327            | —                     | —                   | —                            | 13,257,981                        |
| UW-Stevens Point     | 6,769,632             | 4,337,634            | 98,309                | 2,538,045           | 496,171                      | 14,239,791                        |
| UW-Stout             | 3,358,298             | —                    | —                     | —                   | —                            | 3,358,298                         |
| UW-Superior          | 1,303,548             | 113,616              | 378,097               | 15,000              | —                            | 1,810,261                         |
| UW-Whitewater        | 10,712,547            | 5,740,311            | 7,014,479             | 682,391             | 654,526                      | 24,804,254                        |
| UW Administration    | —                     | —                    | 253,153               | 69,299              | 160,205                      | 482,657                           |
|                      | <b>\$ 171,918,551</b> | <b>\$ 52,444,949</b> | <b>\$ 100,373,104</b> | <b>\$ 5,800,741</b> | <b>\$ 3,205,353</b>          | <b>\$ 333,742,698<sup>2</sup></b> |
|                      | 51.5%                 | 15.7%                | 30.1%                 | 1.7%                | 1.0%                         | 100.0%                            |
| <br>Prior Year Total | <br>\$ 179,819,372    | <br>\$ 68,283,480    | <br>\$ 102,110,870    | <br>\$ 7,004,327    | <br>\$ 1,408,306             | <br>\$ 358,626,354                |
|                      | 50.1%                 | 19.0%                | 28.5%                 | 2.0%                | 0.4%                         | 100.0%                            |

<sup>2</sup> Per Regent Policy Document 21-6, when categorizing Auxiliary Operations balances, negative division-level balances are removed from the balance calculation and reported separately but not categorized. The remaining positive balances are categorized as obligated, planned, designated, reserves or undocumented. The total FY 2024 Auxiliary Operations balance is \$333,742,698 without negative divisional balances and \$315,499,565 with such balances included.

# Summary of UWs Unrestricted PR Balances by Level of Commitment

## General Operations Funds

|                      | Obligated            | Planned              | Designated           | Reserves             | Undocumented (Discretionary) | Total                 |
|----------------------|----------------------|----------------------|----------------------|----------------------|------------------------------|-----------------------|
| <b>FY 2024</b>       |                      |                      |                      |                      |                              |                       |
| UW-Madison           | \$ 36,792,467        | \$ —                 | \$ —                 | \$ —                 | \$ —                         | 36,792,467            |
| UW-Milwaukee         | 5,791,737            | 3,408,230            | 5,850,205            | 8,635,908            | —                            | 23,686,080            |
| UW-Eau Claire        | 4,310,479            | 5,449,709            | 3,531,862            | —                    | —                            | 13,292,050            |
| UW-Green Bay         | 2,122,529            | 1,410,430            | 5,565,867            | 524,937              | 104,940                      | 9,728,703             |
| UW-La Crosse         | 4,763,665            | 14,550,414           | 411,304              | 412,720              | —                            | 20,138,104            |
| UW-Oshkosh           | 383,223              | 1,875,966            | 1,946,387            | —                    | —                            | 4,205,576             |
| UW-Parkside          | 159,677              | 666,719              | 75,000               | —                    | —                            | 901,396               |
| UW-Platteville       | 115,892              | 146,274              | 1,221,787            | —                    | 208,953                      | 1,692,906             |
| UW-River Falls       | —                    | 1,589,052            | —                    | —                    | —                            | 1,589,052             |
| UW-Stevens Point     | 281,959              | 8,719,693            | 4,489,059            | 4,403,495            | —                            | 17,894,206            |
| UW-Stout             | 1,087,072            | 8,598,570            | —                    | 1,033,059            | —                            | 10,718,701            |
| UW-Superior          | 517,871              | 703,467              | 179,114              | —                    | —                            | 1,400,452             |
| UW-Whitewater        | 834,833              | 2,990,651            | 525,676              | 667,457              | —                            | 5,018,617             |
| UW Administration    | 11,432,880           | 11,746,383           | 17,592,775           | —                    | —                            | 40,772,038            |
|                      | <b>\$ 68,594,284</b> | <b>\$ 61,855,559</b> | <b>\$ 41,389,036</b> | <b>\$ 15,677,576</b> | <b>\$ 313,893</b>            | <b>\$ 187,830,348</b> |
|                      | 36.5%                | 32.9%                | 22.0%                | 8.3%                 | 0.2%                         | 100.0%                |
| <br>Prior Year Total | <br>\$ 49,871,890    | <br>\$ 60,312,520    | <br>\$ 42,661,244    | <br>\$ 12,862,376    | <br>\$ 2,968,370             | <br>\$ 168,676,400    |
|                      | 29.6%                | 35.8%                | 25.3%                | 7.6%                 | 1.8%                         | 100.0%                |



# Summary of UWs Unrestricted PR Balances by Level of Commitment

## Other Unrestricted Funds

|                      | Obligated            | Planned             | Designated          | Reserves            | Undocumented (Discretionary) | Total                |
|----------------------|----------------------|---------------------|---------------------|---------------------|------------------------------|----------------------|
| <b>FY 2024</b>       |                      |                     |                     |                     |                              |                      |
| UW-Madison           | \$ 7,811,959         | \$ —                | \$ 6,358,689        | \$ —                | \$ —                         | \$ 14,170,648        |
| UW-Milwaukee         | 81,002               | —                   | 577,792             | 5,428,881           | —                            | 6,087,675            |
| UW-Eau Claire        | —                    | —                   | 952,934             | —                   | —                            | 952,934              |
| UW-Green Bay         | 1,304,395            | 500,000             | 7,248               | 254,335             | 360,130                      | 2,426,108            |
| UW-La Crosse         | —                    | 317,094             | —                   | —                   | —                            | 317,094              |
| UW-Oshkosh           | —                    | —                   | 110,424             | —                   | —                            | 110,424              |
| UW-Parkside          | 352,029              | —                   | —                   | —                   | —                            | 352,029              |
| UW-Platteville       | —                    | 2,234               | 113,944             | —                   | —                            | 116,178              |
| UW-River Falls       | —                    | 60,583              | 4,102               | —                   | —                            | 64,685               |
| UW-Stevens Point     | 317,539              | 22,007              | —                   | 42,731              | 345,993                      | 728,270              |
| UW-Stout             | —                    | —                   | 71,474              | 14,130              | —                            | 85,604               |
| UW-Superior          | 7,139                | 105,372             | —                   | —                   | 10,419                       | 122,930              |
| UW-Whitewater        | —                    | —                   | 116,725             | —                   | —                            | 116,725              |
| UW Administration    | 3,843,909            | 2,311,457           | 950,000             | 2,900,742           | —                            | 10,006,108           |
|                      | <b>\$ 13,717,972</b> | <b>\$ 3,318,747</b> | <b>\$ 9,263,332</b> | <b>\$ 8,640,819</b> | <b>\$ 716,542</b>            | <b>\$ 35,657,413</b> |
|                      | 38.5%                | 9.3%                | 26.0%               | 24.2%               | 2.0%                         | 100.0%               |
| <br>Prior Year Total | <br>\$ 8,914,676     | <br>\$ 3,267,087    | <br>\$ 12,555,461   | <br>\$ 7,976,628    | <br>\$ 863,851               | <br>\$ 33,577,703    |
|                      | 26.5%                | 9.7%                | 37.4%               | 23.8%               | 2.6%                         | 100.0%               |

# Summary of UWs Unrestricted PR Balances by Level of Commitment

## Federal Indirect Funds

|                   | Obligated            | Planned              | Designated          | Reserves             | Undocumented (Discretionary) | Total                 |
|-------------------|----------------------|----------------------|---------------------|----------------------|------------------------------|-----------------------|
| <b>FY 2024</b>    |                      |                      |                     |                      |                              |                       |
| UW-Madison        | \$167,680,634        | \$ 39,000,000        | \$ —                | \$ 22,402,484        | \$ —                         | \$ 229,083,118        |
| UW-Milwaukee      | 1,238,599            | 8,695,130            | 1,725,105           | 4,331,881            | —                            | 15,990,715            |
| UW-Eau Claire     | 8,465                | 333,004              | —                   | —                    | 579,113                      | 920,582               |
| UW-Green Bay      | 45,408               | 98,440               | 265,407             | 70,223               | 765,045                      | 1,244,523             |
| UW-La Crosse      | —                    | 446,373              | —                   | —                    | —                            | 446,373               |
| UW-Oshkosh        | —                    | 178,440              | —                   | 111,364              | —                            | 289,804               |
| UW-Parkside       | —                    | —                    | —                   | —                    | 241,837                      | 241,837               |
| UW-Platteville    | 57                   | —                    | —                   | —                    | 229,674                      | 229,731               |
| UW-River Falls    | —                    | 459,847              | —                   | —                    | —                            | 459,847               |
| UW-Stevens Point  | 36,781               | 299,088              | —                   | 118,908              | 508,888                      | 963,665               |
| UW-Stout          | 3,000                | 559,353              | —                   | 23,332               | 426,035                      | 1,011,720             |
| UW-Superior       | —                    | 1,152,111            | —                   | —                    | 288,165                      | 1,440,276             |
| UW-Whitewater     | 120,000              | —                    | —                   | —                    | 1,164,294                    | 1,284,294             |
| UW Administration | 1,440,675            | 21,558,423           | 71,229              | —                    | —                            | 23,070,327            |
|                   | <b>\$170,573,619</b> | <b>\$ 72,780,209</b> | <b>\$ 2,061,741</b> | <b>\$ 27,058,192</b> | <b>\$ 4,203,050</b>          | <b>\$ 276,676,811</b> |
|                   | 61.7%                | 26.3%                | 0.7%                | 9.8%                 | 1.5%                         | 100.0%                |
| Prior Year Total  | \$150,058,062        | \$ 70,543,264        | \$ 1,792,059        | \$ 54,939,844        | \$ 11,594,581                | \$ 288,927,810        |
|                   | 51.9%                | 24.4%                | 0.6%                | 19.0%                | 4.0%                         | 100.0%                |

December 5, 2024

**UNIVERSITIES OF WISCONSIN 2024-25 MID-YEAR BUDGET  
FORECASTS**

**REQUESTED ACTION**

No action is required; this item is for information and discussion.

**SUMMARY**

The UW System Board of Regents approved the 2024-25 annual operating budget for the Universities of Wisconsin at the June 2024 meeting. Since that time, nine universities have experienced changes to their enrollment or other factors like increased gift revenue and capital projects, which have caused their forecasts to change by more than 3% of the approved annual operating budget or they are adjusting their forecast to reflect the resolution of a previously reported deficit. These UW universities are providing updated mid-year budget forecasts for 2024-25.

As a result of the updated forecasts, the total 2024-25 revenues for all fund types are projected to increase by approximately \$159.4 million, or 3.9%, and the expenses for all fund types (including the use of prior year tuition balances) are projected to increase by approximately \$184.2 million, or 4.4%. There are two primary drivers for the expense increases. First, expenses related to gift, grant, and contract activities at UW-Madison are expected to increase by \$71.6 million. When philanthropic giving increases, the expenses supported by that activity often increase as well. Second, GPR/tuition is estimated to increase by \$68.7 million due to enrollment growth at UW-Madison, UW-River Falls, and graduate online enrollment growth at UW-Superior. The growth at those three campuses is offset by enrollment declines and expense reductions at UW-Eau Claire, UW-Parkside and UW-Oshkosh.

The updated forecasts for auxiliary operations result in increased revenues of \$9.1 million, or 5.4%, and increased expenses of \$8.8 million, or 5.1%, primarily due to enrollment increases, impacting the number of housing and meal contracts at five campuses. The forecasts for federal indirect cost reimbursements result in increased expenses of \$35.0 million at UW-Madison for building projects.

## **Presenter**

- Julie Gordon, Interim Vice President for Finance and Administration, UW Administration

## **Related Policies**

- [Chapter 20](#), Wis. Stats.
- [Chapter 36.09\(h\)](#), Wis. Stats.

## **ATTACHMENT**

- A) Universities of Wisconsin, "2024-25 Mid-Year Budget Forecasts, December 2024"



**2024-25**

**Mid-Year**

**Budget**

**Forecasts**

Universities of Wisconsin  
December 2024

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**SUMMARY AND OVERVIEW**

The UW Board of Regents approved the 2024-25 annual operating budget for the Universities of Wisconsin at the June 2024 meeting. Since that time, nine universities have experienced changes to their enrollment or other factors like increased gift revenue and capital projects, which have caused their forecasts to change by more than 3% of the approved annual operating budget or they are adjusting their forecast to reflect the resolution of a previously reported deficit. These universities are providing updated mid-year budget forecasts for 2024-25, as shown in the table below by university and fund.

| Universities of Wisconsin<br>2024-25 Updated Mid-Year Budget Forecasts |                                     |                                     |                                     |                                     |
|--|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|
|  | GPR/Tuition                         | Auxiliaries                         | Federal<br>Indirect Cost<br>Reimb.  | Gifts, Grants &<br>Contracts        |
| Madison  | <input checked="" type="checkbox"/> | <input type="checkbox"/>            | <input checked="" type="checkbox"/> | <input checked="" type="checkbox"/> |
| Milwaukee  | <input type="checkbox"/>            | <input type="checkbox"/>            | <input type="checkbox"/>            | <input type="checkbox"/>            |
| Eau Claire   | <input checked="" type="checkbox"/> | <input type="checkbox"/>            | <input type="checkbox"/>            | <input type="checkbox"/>            |
| Green Bay  | <input type="checkbox"/>            | <input checked="" type="checkbox"/> | <input type="checkbox"/>            | <input type="checkbox"/>            |
| La Crosse  | <input type="checkbox"/>            | <input type="checkbox"/>            | <input type="checkbox"/>            | <input type="checkbox"/>            |
| Oshkosh  | <input checked="" type="checkbox"/> | <input type="checkbox"/>            | <input type="checkbox"/>            | <input type="checkbox"/>            |
| Parkside   | <input checked="" type="checkbox"/> | <input type="checkbox"/>            | <input type="checkbox"/>            | <input type="checkbox"/>            |
| Platteville  | <input type="checkbox"/>            | <input type="checkbox"/>            | <input type="checkbox"/>            | <input type="checkbox"/>            |
| River Falls  | <input checked="" type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/>            | <input type="checkbox"/>            |
| Stevens Point  | <input type="checkbox"/>            | <input checked="" type="checkbox"/> | <input type="checkbox"/>            | <input type="checkbox"/>            |
| Stout  | <input type="checkbox"/>            | <input type="checkbox"/>            | <input type="checkbox"/>            | <input type="checkbox"/>            |
| Superior   | <input checked="" type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/>            | <input type="checkbox"/>            |
| Whitewater   | <input type="checkbox"/>            | <input checked="" type="checkbox"/> | <input type="checkbox"/>            | <input type="checkbox"/>            |

As a result of the updated forecasts, the total 2024-25 revenues for all fund types are projected to increase by approximately \$159.4 million, or 3.9%, and the expenses for all fund types (including the use of prior year tuition balances) are projected to increase by approximately \$184.2 million, or 4.4%. There are two primary drivers for the expense increases. First, expenses related to gift, grant, and contract activities at UW-Madison are expected to increase by \$71.6 million. When philanthropic giving increases, the expenses supported by that activity often increase as well. Second, GPR/tuition is estimated to increase by \$68.7 million due to enrollment growth at UW-Madison, UW-River Falls, and graduate online enrollment growth at UW-Superior. The growth at those three campuses is offset by enrollment declines and expense reductions at UW-Eau Claire, UW-Parkside and UW-Oshkosh.

The updated forecasts for auxiliary operations result in increased revenues of \$9.1 million, or 5.4%, and increased expenses of \$8.8 million, or 5.1%, primarily due to enrollment increases, impacting the number of housing and meal contracts at five campuses. The forecasts for federal indirect cost reimbursements result in increased expenses of \$35.0 million at UW-Madison for building projects.

## **2024-25 UNIVERSITY NARRATIVES AND BUDGET REVISIONS**

Each university with an updated mid-year forecast is being shown independently on the following pages. This allows for a concise snapshot of each institution. This data includes:

- University submitted narratives regarding the explanation for the mid-year forecast update.
- 2024-25 Mid-Year Budget Forecast for each UW university by impacted fund group
  - Revised revenues and expenditures, along with the change from the approved annual budget.
  - Revenue less expenses, including one-time use of tuition balances in 2024-25.
  - Updated projected 2024-25 balances.



UW-Madison anticipates changes for the GPR/tuition, federal indirect cost reimbursements, and gifts, grants and contracts operations that exceed 3% of their original budget. The tuition revenues and expenses are projected to increase by \$77.2 million, or 4.6% and 4.7%, respectively. The tuition revenue increase is primarily due to enrollment growth and tuition rate increases not originally included in the budget. The increased tuition revenue will be used to fund anticipated expense increases that would have previously been transferred to other funds or would have required expense reductions.

Federal indirect cost reimbursement expenses are projected to increase by \$35.0 million, or 18.7% from the original budget. The increase is due to additional capital projects that were not included in the original budget, along with other expenses that are trending higher than in the prior year.

The gifts, grants, and contracts revenues and expenses are projected to increase by \$71.6 million, or 4.1% each. The nature of this revenue makes it difficult to fully anticipate its timing and accurately budget. A large portion of the projected increase is the addition of \$24.2 million for the Irving and Dorothy Levy building project, which was not planned in the original budget. In addition, salaries and other expenses are trending similar to the prior year, which ended higher than the current year original budget.

## 2024-25 Mid-Year Budget Forecast

| UW-Madison                    | GPR/Tuition*     |                       |                             | Federal Indirect Cost Reimbursement |                       |                             | Gifts, Grants & Contracts |                       |                             |
|-------------------------------|------------------|-----------------------|-----------------------------|-------------------------------------|-----------------------|-----------------------------|---------------------------|-----------------------|-----------------------------|
|                               | FY25 Budget      | FY25 Revised Forecast | \$ Change Budget to Revised | FY25 Budget                         | FY25 Revised Forecast | \$ Change Budget to Revised | FY25 Budget               | FY25 Revised Forecast | \$ Change Budget to Revised |
| Revenue                       | \$ 1,663,849,634 | \$ 1,741,073,814      | \$ 77,224,180               | \$ 171,042,139                      | \$ 171,042,139        | \$ -                        | \$ 1,734,631,660          | \$ 1,806,232,015      | \$ 71,600,355               |
| Expense                       | 1,657,109,234    | 1,734,333,414         | 77,224,180                  | 186,940,862                         | 221,970,925           | 35,030,063                  | 1,736,481,967             | 1,808,082,322         | 71,600,355                  |
| Revenue Less Expense          | 6,740,400        | 6,740,400             | -                           | (15,898,723)                        | (50,928,786)          | (35,030,063)                | (1,850,307)               | (1,850,307)           | -                           |
| Projected FY25 Ending Balance | \$ 59,840,921    | \$ 59,840,921         | \$ -                        | \$ 213,184,395                      | \$ 178,154,332        | \$(35,030,063)              | \$ 472,676,672            | \$ 472,676,672        | \$ -                        |

\*GPR/Tuition includes One-Time Use of Tuition Balances



UW-Eau Claire anticipates a change to GPR/tuition due to expense reductions that will be achieved through the new position control process and the continuation of UW-Eau Claire’s Working Smarter program, specifically on the cost savings aspects of that program. The tuition expenses are projected to decrease by \$1.6 million, or 1.2%.

### 2024-25 Mid-Year Budget Forecast

| UW-Eau Claire                 | GPR/Tuition*   |                       |                             |
|-------------------------------|----------------|-----------------------|-----------------------------|
|                               | FY25 Budget    | FY25 Revised Forecast | \$ Change Budget to Revised |
| Revenue                       | \$ 132,405,161 | \$ 132,405,161        | \$ -                        |
| Expense                       | 134,017,971    | 132,405,161           | (1,612,810)                 |
| Revenue Less Expense          | (1,612,810)    | -                     | 1,612,810                   |
| Projected FY25 Ending Balance | \$ 17,914,036  | \$ 19,526,846         | \$ 1,612,810                |

\*GPR/Tuition includes One-Time Use of Tuition Balances



UW-Green Bay anticipates a change to the auxiliary operations that exceeds 3% of their original budget. Auxiliary revenue is projected to increase by \$1.8 million, or 7.6%, primarily due to increased demand for student housing and meal plans. The original budget planned for three student housing buildings to be offline for fall 2024; however, due to higher than planned demand, two of those buildings were put back into service for the fall. With the increased demand for on-campus housing, the university is also seeing meal plan sales that are up 26% over the prior year. Auxiliary expenses are projected to increase by \$441,600, or 1.8%, primarily due to contract costs with their food vendor.

### 2024-25 Mid-Year Budget Forecast

| UW-Green Bay                  | Auxiliaries   |                       |                             |
|-------------------------------|---------------|-----------------------|-----------------------------|
|                               | FY25 Budget   | FY25 Revised Forecast | \$ Change Budget to Revised |
| Revenue                       | \$ 23,292,115 | \$ 25,054,387         | \$ 1,762,272                |
| Expense                       | 24,324,913    | 24,766,534            | 441,621                     |
| Revenue Less Expense          | (1,032,798)   | 287,853               | 1,320,651                   |
| Projected FY25 Ending Balance | \$ 18,931,291 | \$ 20,251,942         | \$ 1,320,651                |

UW-Oshkosh anticipates a change to GPR/tuition that exceeds 3% of their original budget. The tuition revenue is projected to decrease by \$4.9 million, or 4%, primarily due to enrollment declines and a realignment of the budget to actuals. This revenue reduction is partially offset by the additional Workforce Development funds that were not included in the original budget due to the timing of when the funds were released by the State. Tuition expenses are projected to decrease by \$10.3 million, or 7.8%, due to the Phase I and II savings from the Institutional Realignment Plan (IRP), offset by an increase in spending of the Workforce Development funds.

### 2024-25 Mid-Year Budget Forecast

| UW-Oshkosh                    | GPR/Tuition*    |                       |                             |
|-------------------------------|-----------------|-----------------------|-----------------------------|
|                               | FY25 Budget     | FY25 Revised Forecast | \$ Change Budget to Revised |
| Revenue                       | \$ 123,849,793  | \$ 118,951,827        | \$ (4,897,966)              |
| Expense                       | 132,417,056     | 122,128,406           | (10,288,650)                |
| Revenue Less Expense          | (8,567,263)     | (3,176,579)           | 5,390,684                   |
| Projected FY25 Ending Balance | \$ (14,766,863) | \$ (9,376,179)        | \$ 5,390,684                |

\*GPR/Tuition includes One-Time Use of Tuition Balances

UW-Parkside anticipates a change to GPR/tuition that exceeds 3% of their original budget due to enrollment declines. Both the tuition revenue and expenses are projected to decrease by \$2.1 million, or 3.4% and 3.3%, respectively.

### 2024-25 Mid-Year Budget Forecast

| UW-Parkside                   | GPR/Tuition* |                       |                             |
|-------------------------------|--------------|-----------------------|-----------------------------|
|                               | FY25 Budget  | FY25 Revised Forecast | \$ Change Budget to Revised |
| Revenue                       | \$62,673,803 | \$60,573,803          | \$ (2,100,000)              |
| Expense                       | 63,446,584   | 61,346,584            | (2,100,000)                 |
| Revenue Less Expense          | (772,781)    | (772,781)             | -                           |
| Projected FY25 Ending Balance | \$ 4,140,962 | \$ 4,140,962          | -                           |

\*GPR/Tuition includes One-Time Use of Tuition Balances



UW-River Falls anticipates changes to both the GPR/tuition and auxiliary operations that exceed 3% of their original budget. The tuition revenue is projected to increase by \$5.6 million, or 8.4%, primarily due to improved enrollment over what was used when preparing the original budget and recognition of the Minnesota tuition reciprocity revenue. The tuition expenses are projected to increase by \$3.1 million, or 4.4%, primarily due to investment in the UW-River Falls Strategic Enrollment Plan, specifically in the areas of enrollment and retention. In addition, expenses are updated to reflect the projected reduction they will achieve during the current fiscal year, which is about \$1.0 million lower than originally budgeted. This reduction is part of UW-River Falls' ongoing efforts to better align expenses with ongoing revenues.

Auxiliary revenue is projected to increase by \$1.0 million, or 3.1%, primarily due to fall enrollments that exceeded the number used when budgeting for housing and dining contracts. Auxiliary expenses are projected to increase by \$1.5 million, or 5.0%. As a result of the increased revenue, auxiliary units are moving forward with additional maintenance and other projects that had previously been on hold.

## 2024-25 Mid-Year Budget Forecast

| UW-River Falls                | GPR/Tuition*  |                       |                             | Auxiliaries   |                       |                             |
|-------------------------------|---------------|-----------------------|-----------------------------|---------------|-----------------------|-----------------------------|
|                               | FY25 Budget   | FY25 Revised Forecast | \$ Change Budget to Revised | FY25 Budget   | FY25 Revised Forecast | \$ Change Budget to Revised |
| Revenue                       | \$ 66,454,970 | \$ 72,019,018         | \$ 5,564,048                | \$ 32,309,608 | \$ 33,309,608         | \$ 1,000,000                |
| Expense                       | 71,453,556    | 74,600,000            | 3,146,444                   | 30,175,812    | 31,675,812            | 1,500,000                   |
| Revenue Less Expense          | (4,998,586)   | (2,580,982)           | 2,417,604                   | 2,133,796     | 1,633,796             | (500,000)                   |
| Projected FY25 Ending Balance | \$ 3,299,266  | \$ 5,716,870          | \$ 2,417,604                | \$ 15,391,778 | \$ 14,891,778         | \$ (500,000)                |

\*GPR/Tuition includes One-Time Use of Tuition Balances



**University of Wisconsin  
Stevens Point**

UW-Stevens Point anticipates a change to auxiliary operations that exceeds 3% of their original budget. The auxiliary revenue is projected to increase by \$2.7 million, or 5.4%, primarily due to using conservative enrollment levels in the original budget. Auxiliary expenses are projected to increase by \$1.7 million, or 3.4%, primarily due to a capital project that was originally planned to be bonded but will now be paid with cash. In addition, the university anticipates some higher costs for operational expenses, such as food costs, due to the higher than budgeted enrollment.

**2024-25 Mid-Year Budget Forecast**

| UW-Stevens Point              | Auxiliaries   |                       |                             |
|-------------------------------|---------------|-----------------------|-----------------------------|
|                               | FY25 Budget   | FY25 Revised Forecast | \$ Change Budget to Revised |
| Revenue                       | \$ 49,344,233 | \$ 52,028,233         | \$ 2,684,000                |
| Expense                       | 51,231,713    | 52,971,713            | 1,740,000                   |
| Revenue Less Expense          | (1,887,480)   | (943,480)             | 944,000                     |
| Projected FY25 Ending Balance | \$ 12,186,030 | \$ 13,130,030         | \$ 944,000                  |



UW-Superior anticipates changes for both the GPR/tuition and auxiliary operations that exceed 3% of their original budget. The tuition revenue is projected to increase by \$3.0 million, or 6.4%, primarily due to continued growth in graduate online programs. In addition, the second year of Workforce Development funds were received, which was not included in the original budget due to the timing of when the funds were released. The tuition expenses are projected to increase by \$2.4 million, or 5.1%, primarily related to increased costs associated with the growth in online graduate programs and expenditures from the Workforce Development funds as those programs begin to launch. UW-Superior will also have increased costs to replace the boards and glass at the ice arena and some additional technology costs to address during 2024-25.

The auxiliary revenue is projected to increase by \$892,500, or 11.3%, due to strong rental income for Wessman Arena and Marchovich Wellness Center and better than expected segregated fee revenues. Auxiliary expenses are projected to increase by \$737,000, or 8.3%, due to increased costs for the custodial services contract, maintenance costs, and fluctuations in debt service payments.

### 2024-25 Mid-Year Budget Forecast

| UW-Superior                   | GPR/Tuition*  |                       |                             | Auxiliaries  |                       |                             |
|-------------------------------|---------------|-----------------------|-----------------------------|--------------|-----------------------|-----------------------------|
|                               | FY25 Budget   | FY25 Revised Forecast | \$ Change Budget to Revised | FY25 Budget  | FY25 Revised Forecast | \$ Change Budget to Revised |
| Revenue                       | \$ 46,670,498 | \$49,666,981          | \$ 2,996,483                | \$ 7,913,131 | \$ 8,805,670          | \$ 892,539                  |
| Expense                       | 46,834,003    | 49,205,985            | 2,371,982                   | 8,850,145    | 9,587,145             | 737,000                     |
| Revenue Less Expense          | (163,505)     | 460,996               | 624,501                     | (937,014)    | (781,475)             | 155,539                     |
| Projected FY25 Ending Balance | \$ 7,577,650  | \$ 8,202,151          | \$ 624,501                  | \$ 873,247   | \$ 1,028,786          | \$ 155,539                  |

\*GPR/Tuition includes One-Time Use of Tuition Balances



University of Wisconsin  
**Whitewater**

UW-Whitewater anticipates a change to the auxiliary operations that exceeds 3% of their original budget. Auxiliary revenues are projected to increase by \$2.7 million, or 4.9%, primarily due to enrollment increases and a new dining contract that includes funding for space renovations. Auxiliary expenses are projected to increase by \$4.4 million, or 7.6%, due to anticipated utility and building projects that were not included in the original budget, along with additional compensation costs.

### 2024-25 Mid-Year Budget Forecast

| UW-Whitewater                 | Auxiliaries   |                       |                             |
|-------------------------------|---------------|-----------------------|-----------------------------|
|                               | FY25 Budget   | FY25 Revised Forecast | \$ Change Budget to Revised |
| Revenue                       | \$ 55,193,750 | \$ 57,908,750         | \$ 2,715,000                |
| Expense                       | 58,162,584    | 62,562,584            | 4,400,000                   |
| Revenue Less Expense          | (2,968,834)   | (4,653,834)           | (1,685,000)                 |
| Projected FY25 Ending Balance | \$ 20,489,153 | \$ 18,804,153         | \$ (1,685,000)              |



December 5, 2024

## **2024-25 GPR/TUITION STRUCTURAL DEFICIT UPDATE**

### **REQUESTED ACTION**

No action is required; this item is for information and discussion.

### **SUMMARY**

On December 8, 2022, the UW Board of Regents approved the Universities of Wisconsin's 2023-28 Strategic Plan. This plan has four strategic objectives:

- Enhance the student experience and social mobility.
- Foster civic engagement and serve the public good.
- Create and disseminate knowledge that contributes to innovation and a better understanding of the human condition.
- Advance economic prosperity.

Strategy five under Foster Civic Engagement and Serve the Public Good states: "We will ensure our universities are financially and environmentally sustainable so that they are positioned to fulfill their strategic missions." One of the success measures is to "Eliminate structural financial deficits at all universities".

The 2023-24 annual budget reported that 10 universities had deficits within their GPR/tuition funds and that the Universities of Wisconsin Administration (UWSA) was actively working with those universities to eliminate the deficits.

The 2024-25 annual budget reported that six universities continued to project GPR/tuition deficits. The financial realignment plans for these six universities are provided in the attached report, including a multi-year forecast for GPR/tuition activities and narratives describing actions taken to increase revenues and/or reduce expenses. With diligent work by UW universities to ensure their financial sustainability, all universities currently anticipate resolving their GPR/tuition deficits by 2025-26. In fact, three universities project their deficits will be resolved within the current fiscal year due to current year reductions not previously budgeted and enrollment growth.

UWSA has reviewed the enrollment projections universities used to arrive at the revenue figures in the tables below and given the recent trends and overall direction of the available

population, the projections are believed to be a reasonable reflection of anticipated enrollments at this time.

**Presenter**

- Julie Gordon, Interim Vice President for Finance and Administration, UW Administration

**ATTACHMENT**

- A) Summary of Universities of Wisconsin Financial Realignment Plans, December 2024

**Summary of Universities of Wisconsin Financial Realignment Plans  
December 2024**

**UW-Eau Claire** estimated a \$1.6 million deficit in the 2024-25 GPR/tuition budget and projects the deficit will be eliminated in the 2024-25 revised forecast due to:

- All positions except those funded by grants being centralized and reviewed prior to recruitment (\$1.5 to \$2.0 million),
- The UW-Eau Claire-Working Smarter program, which focuses on cost savings and revenue generation at the department level (\$500,000 to \$1.0 million), and
- The implementation of non-academic unit program reviews, which are expected to identify financial and non-financial strengths and weaknesses in relation to the universities strategic plan to identify opportunities for continuous improvement (savings yet to be determined).

| <b>UW-Eau Claire</b>     | <b>FY25 Revised Forecast</b> | <b>Projected FY26</b> | <b>Projected FY27</b> |
|--------------------------|------------------------------|-----------------------|-----------------------|
| Beginning Balance        | 19,526,847                   | 19,526,847            | 19,610,325            |
| Revenue                  | 132,405,161                  | 134,652,239           | 137,502,405           |
| Expenses                 | 132,405,161                  | 134,568,761           | 137,407,447           |
| Revenue Less Expenses    | -                            | 83,478                | 94,958                |
| Projected Ending Balance | 19,526,847                   | 19,610,325            | 19,705,283            |

**UW-Oshkosh** estimated an \$8.6 million deficit when developing the 2024-25 annual GPR/tuition budget. This has been re-estimated and decreased to \$3.2 million in the revised forecast while also accounting for a loss of \$4.6 million due to 2024-25 enrollment declines. This was accomplished through:

- General expense and workforce reductions (\$7.7 million),
- Savings related to faculty workloads, overload reductions and centralized position management (\$2.0 million), and
- Utilities savings, travel restrictions and utilizing shared services (\$500,000).

UW-Oshkosh projects the GPR/tuition deficit will be eliminated in the 2025-26 budget due to:

- Academic Restructuring and program reviews (\$2.0 million), and
- Reductions associated with the Fox Cities campus closure (\$1.9 million).

While it appears the university's deficit may re-emerge in 2026-27, UW-Oshkosh will develop a plan over the next year to ensure a balanced budget in relation to enrollments for 2026-27 and beyond.

| <b>UW-Oshkosh</b>        | <b>FY25 Revised Forecast</b> | <b>Projected FY26</b> | <b>Projected FY27</b> |
|--------------------------|------------------------------|-----------------------|-----------------------|
| Beginning Balance        | (6,199,600)                  | (9,376,179)           | (8,214,028)           |
| Revenue                  | 118,951,827                  | 117,524,925           | 114,595,061           |
| Expenses                 | 122,128,406                  | 116,362,774           | 115,022,600           |
| Revenue Less Expenses    | (3,176,579)                  | 1,162,151             | (427,539)             |
| Projected Ending Balance | (9,376,179)                  | (8,214,028)           | (8,641,567)           |

**UW-Parkside** estimated a \$1.0 million deficit when developing the 2024-25 annual GPR/tuition budget. This has been re-estimated to approximately \$800,000, which will be eliminated in the 2025-26 budget as further expense management strategies are put in place. This includes actions such as:

- Vacant and previously implemented position reduction salary savings being held centrally and reviewed prior to recruiting, (\$350,000 to \$400,000),
- The organizational restructuring of academic and student affairs, (\$250,000 to \$300,000), and
- Review of all non-critical expenditures, such as equipment replacements, facility renovations and improvements, and travel expenses (\$250,000 to \$300,000).

Additionally, UW-Parkside will be investing in enrollment generation strategies and expanding online program offerings.

| <b>UW-Parkside</b>       | <b>FY25 Revised Forecast</b> | <b>Projected FY26</b> | <b>Projected FY27</b> |
|--------------------------|------------------------------|-----------------------|-----------------------|
| Beginning Balance        | 4,913,743                    | 4,140,962             | 4,362,872             |
| Revenue                  | 60,573,803                   | 63,003,432            | 65,762,395            |
| Expenses                 | 61,346,584                   | 62,781,522            | 64,259,508            |
| Revenue Less Expenses    | (772,781)                    | 221,910               | 1,502,887             |
| Projected Ending Balance | 4,140,962                    | 4,362,872             | 5,865,759             |

**UW-River Falls** estimated a \$3.2 million deficit when developing the 2024-25 annual GPR/tuition budget. This has been decreased to \$2.6 million in the revised forecast due to reductions already achieved, increased enrollments and the recognition of net Minnesota Reciprocity revenue. UW-River Falls projects they will eliminate the deficit in 2025-26 through:

- A 5% budget reduction exercise (\$2.0 million), and
- The Voluntary Retirement Incentive Program (\$1.0 million).

Additionally, UW-River Falls has implemented position control with only critical positions being filled and will continuously review operations to maintain sustainability. UW-River Falls is also investing in strategic enrollment and retention initiatives.

| <b>UW-River Falls</b>    | <b>FY25 Revised Forecast</b> | <b>Projected FY26</b> | <b>Projected FY27</b> |
|--------------------------|------------------------------|-----------------------|-----------------------|
| Beginning Balance        | 8,297,852                    | 5,716,870             | 6,296,870             |
| Revenue                  | 72,019,018                   | 73,680,000            | 75,734,000            |
| Expenses                 | 74,600,000                   | 73,100,000            | 74,000,000            |
| Revenue Less Expenses    | (2,580,982)                  | 580,000               | 1,734,000             |
| Projected Ending Balance | 5,716,870                    | 6,296,870             | 8,030,870             |

**UW-Superior** estimated a \$1.5 million deficit when developing the 2024-25 annual GPR/tuition budget. Based on UW-Superior’s revised forecast, which includes reductions already achieved and anticipated reductions, they no longer project a structural deficit due to growth in their graduate online programs and the recognition of net Minnesota Reciprocity revenue.

UW-Superior is currently undergoing a budget reduction exercise examining academic programming, overloads, and vacancies to further ensure financial sustainability due to potential volatility in graduate online program enrollments in the future.

| <b>UW- Superior</b>      | <b>FY25 Revised Forecast</b> | <b>Projected FY26</b> | <b>Projected FY27</b> |
|--------------------------|------------------------------|-----------------------|-----------------------|
| Beginning Balance        | 7,741,155                    | 8,202,151             | 8,896,942             |
| Revenue                  | 49,666,981                   | 49,564,055            | 50,141,384            |
| Expenses                 | 49,205,985                   | 48,869,264            | 49,388,490            |
| Revenue Less Expenses    | 460,996                      | 694,791               | 752,894               |
| Projected Ending Balance | 8,202,151                    | 8,896,942             | 9,649,836             |

**UW-Whitewater** estimated a \$500,000 deficit when developing the 2024-25 annual GPR/tuition budget. Due to enrollment growth, UW-Whitewater's current projection is a surplus of approximately \$950,000. They no longer have a deficit but will continuously review campus operations to ensure financial stability.

A plan detailing the revenue and expense projections was not required for UW-Whitewater as their budgeted deficit was less than 1% of their expenditures and less than \$1 million.

**UW-MADISON GRADUATE AND PROFESSIONAL SCHOOL  
TUITION PROPOSALS**

**REQUESTED ACTION**

Adoption of Resolution H., approving the proposed graduate and professional school tuition increases for UW-Madison.

**Resolution H.** That, upon the recommendation of the Chancellor of UW-Madison and the President of the UW System, the UW System Board of Regents approves the proposed graduate and professional school tuition increases for UW-Madison for academic years 2025-26 and 2026-27.

**SUMMARY**

Attachment A details proposed tuition increases at UW-Madison for resident and nonresident graduate and professional school students. The proposed rates, shown in Table 1, are anticipated to generate additional revenue of \$2,357,000 in 2025-26 and \$2,425,000 in 2026-27.

UW-Madison has considered the impacts of the proposed tuition increases on student demand and enrollment, and has provided details on each proposed increase and the intended use of resulting revenue, as shown in Attachment A. The proposed tuition increases will not impact resident undergraduate students.

**Presenters**

- Julie Gordon, Interim Vice President for Finance and Administration, UW Administration
- Rob Cramer, Vice Chancellor for Finance and Administration, UW-Madison

**BACKGROUND**

The University of Wisconsin System Board of Regents has authority to set tuition at UW System institutions. Starting in the FY2017-18 academic year, UW-Madison has submitted requests for tuition adjustments for select graduate and professional programs for future

academic years. Proposals for adjustments to graduate school tuition for institutions other than UW-Madison will be considered at a future meeting of the Board.

### **Related Policies**

- [Regent Policy Document 32-1](#), "Tuition Policy"

### **ATTACHMENT**

- A) UW-Madison Tuition Proposals



Table 1. Proposed Tuition Increases

|   |                   | 2024-25     | 2025-26    |             |                  | 2026-27    |             |                  |
|---|-------------------|-------------|------------|-------------|------------------|------------|-------------|------------------|
| UW-Madison                                | Students Affected | Tuition     | Increase   | Tuition     | Increase Percent | Increase   | Tuition     | Increase Percent |
| Law - JD, LLM, LLM-LI Resident            | 325               | \$35,635.20 | \$890.88   | \$36,526.08 | 2.50%            | \$913.15   | \$37,439.23 | 2.50%            |
| Law - JD, LLM, LLM-LI Nonresident         | 325               | \$52,331.76 | \$1,308.29 | \$53,640.05 | 2.50%            | \$1,341.00 | \$54,981.06 | 2.50%            |
| Doctor of Medicine Resident               | 515               | \$41,689.86 | \$1,042.25 | \$42,732.05 | 2.50%            | \$1,068.30 | \$43,800.35 | 2.50%            |
| Doctor of Medicine Nonresident            | 167               | \$59,370.61 | \$1,484.26 | \$60,854.87 | 2.50%            | \$1,521.37 | \$62,376.24 | 2.50%            |
| Health Professional Programs Resident     | 279               | \$19,281.93 | \$482.55   | \$19,784.59 | 2.50%            | \$494.61   | \$20,279.21 | 2.50%            |
| Health Professional Programs Nonresident  | 69                | \$41,193.66 | \$1,030.91 | \$42,267.47 | 2.50%            | \$1,056.69 | \$43,324.16 | 2.50%            |
| Doctor of Veterinary Medicine Resident    | 248               | \$34,692.64 | \$1,387.70 | \$36,080.26 | 4.00%            | \$1,443.21 | \$37,523.47 | 4.00%            |
| Doctor of Veterinary Medicine Nonresident | 136               | \$56,486.52 | \$2,259.47 | \$58,746.11 | 4.00%            | \$2,349.84 | \$61,095.95 | 4.00%            |

**UW-Madison Tuition Proposals**

UW-Madison proposes to increase law, doctor of medicine, health professional program, and doctor of veterinary medicine tuition for the 2025-26 and 2026-27 academic years.

**School of Law:**

The University of Wisconsin Law School continues to be one of the nation's preeminent public law schools. The location, broad and deep experiential learning opportunities, renowned faculty, and diploma privilege sets it apart from other law schools, helping to attract prospective students from throughout the state, as well as around the country and even the world. The cost of maintaining quality and stature as a leader in legal education, however, continues to rise and outpaces available resources.

Resident and nonresident J.D. tuition rates are below the peer group mean, and they will continue to be below the mean, even with the nominal tuition increases requested. The LL.M.-Legal Institutions and LL.M./S.J.D. programs compete with the graduate programs of these same peer institutions, and for the most part, their tuition rates parallel the non-resident rates at each institution.

The proposal would increase tuition 2.5 percent for resident and nonresident J.D. students in each of the next two years. Even after these increases, tuition rates will remain under the peer group average. This is important, as the Law School continues to be attentive to access as well as the ability to recruit and retain excellent students. This proposed tuition increase will help the University of Wisconsin Law School maintain its position among its peer group while remaining competitive in the current market, and the additional aid for students will help the School ensure that it remains affordable to those with the greatest financial need.

Additional revenue will also be used to help maintain depth and breadth of programs, recruit and retain outstanding faculty, and provide an inclusive community experience that attracts students to Madison, aligning with Madison's reputation as a global university.

**School of Medicine & Public Health:**

Having reached key milestones in program expansion, the University of Wisconsin School of Medicine & Public Health proposes moderate tuition increases of 2.5 percent during the coming two years to help address increased inflationary costs of operations and to continue to be innovative.

In the Doctor of Medicine (MD) program there is a need for tuition that supports the delivery of high quality curriculum, meets or exceeds national accreditation standards for medical education, minimizes student debt, provides student programming to support academic success and student wellbeing, and allows the School to successfully meet goals of recruiting

diverse and disadvantaged students to address health needs of rural and urban underserved areas and populations across Wisconsin and beyond.

Given the significant predicted shortages of physical therapists, genetic counselors, public health professionals, and physician assistants over the next 10 years in Wisconsin, the School has a social responsibility to set health professions program tuition in a manner that allows it to provide high quality education and student programming to prepare future health professionals who will serve the state while also minimizing the debt burden for graduates. Similar to the MD program, the health professions program also must successfully meet goals of recruiting diverse and disadvantaged students to address local, regional, and global health needs.

The proposed tuition increase aligns the School more closely with the average of regional Big Ten peers assuming they maintain similar modest tuition increases, while remaining conscious of students' financial realities. This is particularly important, as MD program graduates reported higher debt levels compared to students nationally across all public and private schools. Any significant increase in tuition would strain students further and leave the School vulnerable with accreditation requirements. Thus, modest tuition increases are proposed.

The proposed increases will generate additional tuition revenue that will be used to fund affiliated clinical training partners (as required by contractual agreements), increase scholarships for students with the most need, and financially support education initiatives designed to explicitly meet national accreditation requirements, including:

- Dedicated investment in IT infrastructure and analytics to improve student and faculty user experience and better monitor metrics of success
- Increased scholarships for students with the greatest need
- Investment in wellbeing and academic support resources to address the increasingly recognized mental health crisis among U.S. medical and health professions students
- Enhanced enduring online education modules to support more flexible and blended learning for medical students, especially within dual degree programs
- Augmented support for research opportunities for medical students, as required by the School's national accreditation body
- Increased career counseling and academic advising capacity to improve services for all students
- Adjusted compensation to meet national benchmarks to recruit, retain, and support professional development of faculty with content expertise and strong teaching skills
- Expanded pathway, recruitment, and retention programs that enhance the climate and learning opportunities for all students and promote their ability to advance health equity as future health professionals.

The University of Wisconsin School of Medicine & Public Health will continue to exercise strong financial discipline. The proposed tuition increases will allow the School to provide exceptionally high value to students while maintaining high educational standards.

**School of Veterinary Medicine:**

The School of Veterinary Medicine proposes to increase resident and nonresident tuition by 4 percent in each of the next two years. The proposed increase will allow tuition to remain in line with the mean of peers and provide additional resources to invest in the School.

Additional revenue will be used to continue to make key investments in new educational staff to prepare for curricular revision, support learners, and assist educators in advancing their techniques. New clinical faculty lines were created to ensure an outstanding student experience in the teaching hospital. The School will continue to explore strategic faculty and staff hires, especially in disciplines that elevate experiential learning (i.e., surgeons, personnel to develop clinical skills).

Additional revenue will also be used to continue to provide competitive salaries for faculty. Peers have continued to increase salaries due to the competitive nature of the discipline. It is imperative to keep pace so excellent faculty, who are key to the education of our students, can be retained.

Additional revenue will be used for IT infrastructure and modernizing labs, classrooms, and curriculum. It is imperative to continue to assess the curriculum to ensure the best education for students is provided. In addition, IT infrastructure must be continually updated given the opening of the recently completed expansion of the building.