



University of Connecticut (Storrs & Regionals)
Quarterly Financial Report
FY20: Year-End Review

University Budget - FY20 Year End Summary

The FY20 operating budget was presented to the BOT in June 2019 showing an operating deficit of \$19.6M. At that time, the University committed a balanced budget to the BOT through attrition, optimal use of fund balances and cost containment. Through the second quarter of FY20, prior to the impact of COVID-19, the University had successfully managed expenses and generated favorable revenues. However, due to the impact of COVID-19, the University ended FY20 with a \$2.4M operating deficit. This was primarily driven by student refunds for housing, dining and parking. The deficit was offset by decreased spending in the last two quarters of FY20, use of fund balances and CARES Act funding.

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

Revenues

FY20 total revenues are \$26.8M greater than FY19 total revenues. Key drivers include:

- Favorable:**
- State Support, up \$20.0M due to additional CBI support and fringe reimbursement increases reflecting full annual impact of SAG award changes.
 - Tuition, up \$19.0M driven by tuition rate increases, favorable tuition paying equivalents (TPE) in undergraduates (based on credit hours and waiver reductions) and favorable graduate school enrollment
 - Course and Mandatory Fees, up \$16.8M driven by rate increases and increased revenues from School of Business graduate programs
 - Grants & Contracts, up \$26.5M reflecting \$21.5M in CARES Act funding as well as increased Pell reimbursements and Roberta Willis Scholarships

- Unfavorable:**
- Auxiliary Revenue, down \$41.3M primarily driven by refunds of room, board and parking as a result of COVID-19
 - Foundation, Investments & Gifts, down \$9.1M, reflecting a decline in Athletics as well as a drop in investment income
 - Self-Supporting/Entrepreneurial Revenue, down \$7.0M driven by campus closures as a result of COVID-19

Expenses

FY20 total non-transfer expenses (including financial aid) are \$64.5M greater than FY19 total non-transfer expenses. Key drivers include:

- Favorable:**
- Other Expense, down \$11.2M primarily as a result of COVID-19, which includes a \$10.4M reduction of supplies, \$5.4M reduction in travel, \$3.9M reduction in services, \$3.4M reduction of dining expenses, and \$2.8M reduction related to Central Stores. These reduced expenses are partially offset by the Athletics AAC exit fee/Big East entry fee of \$16.4M.
 - Equipment, down \$870k as a result of decreased library and capital equipment partially offset by an increase of non-capital equipment
 - Energy, down \$1.0M driven by lower consumption due to campus closure as a result of COVID-19

- Unfavorable:**
- Salary/fringe expenses, up \$56.1M driven by contractual wage increases partially offset by staffing savings as a result of COVID

Financial Aid

FY20 year-end financial aid expense is \$23.1M greater than FY19 primarily due to:

- \$10.75M: FY20 CARES act student financial aid relief
- \$7.4M: Tuition increase/high yield on out-of-state students
- \$2.8M: Law school scholarships increase over FY19
- \$1.6M: New Haven Promise increase over FY19



Operating Budget - Unit Summary
University of Connecticut (Storrs & Regionals)
FY20 Year-End Review

	FY19			FY20 Budget			FY20 Actuals		
	Research	Operating	Total	Research	Operating	Total	Research	Operating	Total
Revenue									
State Appropriations	178,457	356,719,201	356,897,658	-	371,492,449	371,492,449	177,228	376,689,166	376,866,394
Tuition	-	426,372,698	426,372,698	-	443,285,281	443,285,281	-	445,344,841	445,344,841
Course/Mandatory Fees	743	137,678,920	137,679,663	-	146,491,718	146,491,718	(69)	154,486,588	154,486,519
Grants & Contracts (Inc. Fin Aid)	121,652,685	88,354,095	210,006,780	116,926,803	86,115,720	203,042,523	118,093,060	118,420,032	236,513,092
Foundation, Investments & Gifts	-	32,938,473	32,938,473	-	21,700,000	21,700,000	-	23,885,386	23,885,386
Auxiliary Revenue	-	218,863,114	218,863,114	-	218,267,321	218,267,321	-	177,578,688	177,578,688
Self-Supporting/Entrepreneurial Revenue	92,485	22,617,463	22,709,948	-	23,719,375	23,719,375	79,359	15,608,418	15,687,777
Other Revenues	273,504	29,782,761	30,056,265	1,095,430	31,003,901	32,099,331	590,219	31,407,224	31,997,443
Total Revenues	122,197,874	1,313,326,725	1,435,524,599	118,022,233	1,342,075,766	1,460,097,999	118,939,797	1,343,420,343	1,462,360,140
Expense									
Personal Services	54,159,144	501,233,270	555,392,414	57,630,528	523,899,711	581,530,239	57,481,423	531,626,657	589,108,080
Fringe Benefits	18,622,877	285,870,682	304,493,560	17,333,538	319,857,951	337,191,489	20,929,453	305,947,109	326,876,562
Salary/Benefits	72,782,021	787,103,952	859,885,974	74,964,066	843,757,662	918,721,728	78,410,875	837,573,766	915,984,641
Energy/Utilities	149	21,062,583	21,062,732	-	20,700,000	20,700,000	99	20,170,245	20,170,343
Other Expense	34,850,154	237,464,242	272,314,397	34,705,106	246,872,916	281,578,022	30,346,120	230,740,435	261,086,555
Equipment	5,477,771	23,201,668	28,679,439	3,703,198	25,539,813	29,243,011	5,506,194	22,300,747	27,806,941
Financial Aid	5,513,754	188,206,968	193,720,721	3,706,579	194,683,696	198,390,275	5,135,909	211,680,075	216,815,984
Total Other Expense	45,841,827	469,935,462	515,777,289	42,114,883	487,796,426	529,911,309	40,988,321	484,891,502	525,879,823
Total Non-Transfer Expense	118,623,848	1,258,754,744	1,377,378,593	117,078,949	1,331,554,088	1,448,633,037	119,399,196	1,322,465,268	1,441,864,465
Net Transfers/Debt Service	3,729,024	49,606,335	53,335,359	-	31,114,756	31,114,756	401,178	22,471,259	22,872,438
Total Expense	122,352,872	1,306,645,749	1,428,998,622	117,078,949	1,362,668,844	1,479,747,793	119,800,375	1,344,936,528	1,464,736,902
Net Income/(Loss)	(154,998)	6,680,975	6,525,977	943,284	(20,593,078)	(19,649,794)	(860,577)	(1,516,185)	(2,376,762)

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