

Faculty Senate Chair October Report
Chair Krista Wallace-Boaz

Flu Vaccination

Please encourage students in your classes, graduate and staff members of your research and creative activities groups and professional colleagues to take advantage of the free flu vaccination program. Based on the opinions of expert public health officials, it is important to vaccinate against the flu during the Covid-19 pandemic. Please share this link to the flu shot schedule <https://louisville.edu/campushealth/services/flu-care-shots/flu-shot-schedule> and the flu shot consent form login page <https://netapps.louisville.edu/FluShot/Login.aspx?ReturnUrl=%2fFluShot%2f> with your students, staff and colleagues.

Testing

The XC worked with the provost to have clearer messaging regarding the upcoming SARS-CoV-2 testing before and after fall break.

Searches

Both the Provost Search and General Counsel Search are active. The Provost Search Committee has completed “airport interviews” and final candidates will be introduced to the campus in October.

Employee Retirement Benefits

The employee match program was temporarily suspended in the late spring due to the negative impact of COVID-19 on the budget. Beginning July 1, a temporary revised match plan began July 1—UofL provides 2.5% to an employee after one year of service and in addition, UofL will match a 2.5% contribution from the employee who contributes 2.5%. If an employee does not contribute to their plan, the employee would receive 2.5% to their 403(b).

Board of Trustees

The UofL Board of Trustee Committees met on September 24th. The Certificate in Healthcare Leadership and the University Libraries Personnel Document were approved. Please see the attached presentations from Dan Durbin: Preliminary FY20 Financial Audit Reports and a Financial Update.

BPMC

The Budget Planning and Monitoring Committee (BPMC) is being restructured and will be charged soon. The Faculty Senate Planning and Budget Committee members, as well as the Faculty Senate Chair, will have seats on this committee and sub-committees.



Budget to Actual Report thru August FY2021 versus FY2020 (Modified cash based)

Status Indicators	
Better	↑
On Trend	↔
Worse	↓

Revenues	FY 2021				FY 2020		Year-over-Year \$ Change
	Annual Budget	YTD August	% Realized	Status	YTD August		
General Funds							
Tuition and Fees	325,927,672	305,433,517	93.8%	↕	158,983,218	4,450,299	2% tuition rate increase; improved fall-to-fall enrollment performance
State Appropriations	127,056,800	37,235,400	29.3%	✓	37,990,100	(754,700)	Timing: 3Q allotment % lower than in FY 2020
Transfers in	23,967,505	3,688	0.0%	✓	6,932	(3,044)	
Other Revenue	14,206,937	3,008,541	21.2%	↕	3,055,180	(646,639)	Early Learning Campus; intramurals
Auxiliaries	13,132,518	5,400,507	41.0%	✓	5,416,944	41,564	
Hospital-Related	9,308,327	750,752	8.1%	✓	787,887	(17,135)	
General Funds Total	513,599,903	211,892,406	41.3%	✓	206,640,261	5,052,145	
Funds received in prior periods	3,000,000	0			0	0	
Non-General Funds							
UL Research Foundation	503,106,844	96,942,516	19.3%	✓	75,859,080	21,082,436	See "Description of Notable Revenue Changes" section
UL Athletic Association	107,377,000	32,222,272	30.0%	↕	60,435,606	(28,213,334)	Revenue decreased due to occupancy limits
UL Foundation	56,383,000	2,500,468	4.4%	✓	2,672,573	(172,105)	Reduced spend policy rate for FY 2021
Other Department Funds	40,914,903	20,320,124	25.2%	✓	8,325,187	1,994,937	Primarily timing
Funds received in prior periods	2,538,547	0			0	0	
Non-General Funds Total	708,320,294	145,664,380	20.6%		147,292,447	(5,308,063)	
Total Revenues	\$1,224,920,197	\$353,676,786	28.9%		\$354,132,708	(223,532)	
Expenses							
All Funds							
Salary	555,714,327	86,684,814	15.6%	↕	91,256,367	(4,571,553)	\$4.3M due to Peds personnel transferred to Norton
Fringe Benefits	143,439,172	21,308,072	14.9%	✓	26,075,570	(4,860,499)	No retirement benefits in July; partial reduction in Aug.
Operating	333,684,374	47,958,585	14.3%	✓	53,003,243	(5,062,658)	See "Description of Notable Expense Changes" section
Financial Aid	133,968,819	82,188,353	60.7%	✓	55,080,752	2,104,600	EEES disbursed earlier in FY21 (\$7M (timing related)); offsetting revenue
Capital Asset & Debt Service	54,895,395	(1,271,593)	-2.4%	✓	(1,023,039)	(247,763)	
Utilities	24,014,110	1,102,761	4.6%	✓	311,226	789,475	Timing of chilled water expense (**5549)
Total Expenses	\$1,224,920,197	\$317,906,884	17.8%		\$324,701,346	(54,794,434)	
Revenue Over/(Under) Expenses	\$0	\$115,967,892			\$129,429,359	\$6,136,493	

FY 2021 Budget Status with MDS/Jan. Actual Applied

Budget to Actual Report thru August FY2021 versus FY2020

Descriptions of Notable Revenue Variances

Revenues	Actuals (August)		Change	
	FY 2021	FY 2020		
Tuition and Fees	165,433,517	158,983,218	6,450,299	2% tuition rate increase; improved fall-to-fall enrollment performance
UL Research Foundation	96,941,516	75,859,080	21,082,436	
<i>Sponsored Research</i>	<i>16,209,954</i>	<i>14,935,599</i>	<i>1,274,355</i>	Mostly in Speed, Education, Dentistry, SPHIS
<i>Pass-through financial aid</i>	<i>17,068,827</i>	<i>10,103,801</i>	<i>6,965,026</i>	\$7M KEES drawn earlier in FY21 (timing)
<i>CARES Act</i>	<i>2,579,086</i>	-	<i>2,579,086</i>	
<i>Clinical-related activities</i>	<i>55,171,827</i>	<i>43,837,862</i>	<i>11,333,965</i>	Dental IGT (\$4M) & other pass-through IGT funds to UL Health
UL Athletic Association	32,222,272	60,435,606	(28,213,334)	

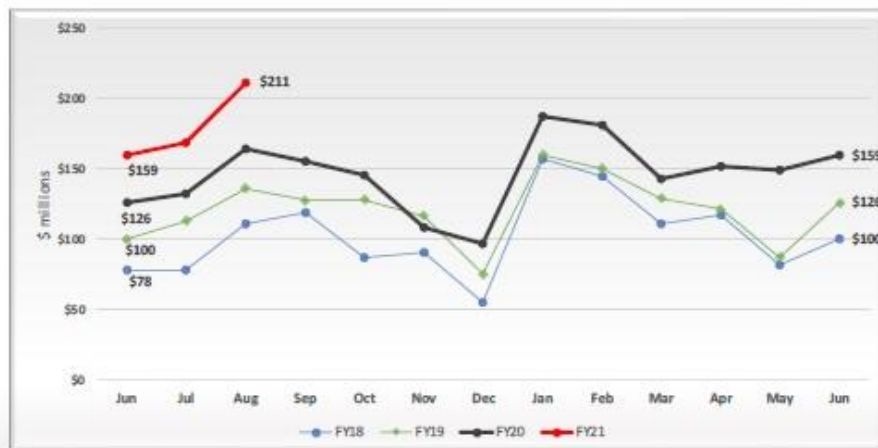
Budget to Actual Report thru August FY2021 versus FY2020

Descriptions of Notable Expense Variances

Expenses	Actuals (August)		Change	
	FY 2021	FY 2020		
Salaries and Wages	86,684,814	91,256,367	(4,571,553)	\$4.3M due to Peds personnel transferred to Norton
Fringe Benefits	21,209,072	26,075,570	(4,866,498)	Retirement suspension for July; partly restored in August
Financial Aid	62,185,353	55,080,752	7,104,600	KEES disbursed earlier in FY21 \$7M (timing related); offsetting revenue
Operating	47,998,585	53,001,243	(5,002,658)	
<i>ULP Support</i>	<i>106,390</i>	<i>6,177,342</i>	<i>(6,070,953)</i>	ULP payments/support decreased in FY21
<i>Subscriptions</i>	<i>4,441,183</i>	<i>6,381,571</i>	<i>(1,940,388)</i>	Partially due to lower library subscriptions
<i>Travel</i>	<i>138,641</i>	<i>1,776,149</i>	<i>(1,637,508)</i>	Impact of COVID-19 travel restrictions
<i>IT equipment & services</i>	<i>2,071,595</i>	<i>(1,855,018)</i>	<i>3,926,613</i>	Influenced by COVID-19/online requirements; partially funded from CARES

Cash Position Through August FY 2021

Liquid Cash – FY 2018 to FY 2021 (Actuals through August FY 2021)



Highlights of FY20 DRAFT/UNAUDITED Audit & Financials

• The Audit

- *In process and on time*
- *No problems or disagreements: Prior year significant deficiencies have been cleared*
- *Single audit (Federal compliance) will be separately released due to pending Federal requirements*
- *Management expects an Unmodified (clean) opinion*
- *Shared in more detail upon completion*

• Key Points

- *Accrual based:*
 - Captures COMMITMENTS (revenues and expenses)
 - Measures economic value
- *Heavily influenced by significant items:*
 - Donation of healthcare facilities
 - Health system margin distribution
 - COVID- 19
- *We met our balanced budget objective (slightly exceeded)*

Summary of Revenues, Expenses and Changes in Net Position Year Ended June 30, 2020 (DRAFT/UNAUDITED)

	6/30/20	
REVENUES		
Student tuition and fees, net	\$ 227,233	
State appropriations	128,712	
Clinical services and practice plans	322,989	
Grants and contracts	161,893	
Intercollegiate athletics	86,557	
Affiliate contributions, net	49,770	
Value of Capital/Building Assets Received	141,503	
Other revenues	105,471	
Total Revenues	1,224,128	
EXPENSES		
Salary & wages	543,946	
Employee benefits	129,181	
Utilities	21,374	
Travel	16,817	
Scholarships and fellowships	39,274	
Supplies & services	221,917	
Depreciation	56,840	
Interest on capital asset-related debt	10,364	
Total operating expenses	1,039,714	
Increase (Decrease) in Net Position	\$ 184,414	
Less: Value of Capital/Building Assets Received	(141,503)	
Less: Health System Margin Share Pledge	(37,000)	
Normalized Incr/(decr) in Net Position	5,911	

• Clinical revenues include a \$37 million UofL Health System pledge paid over 3 years

• Capital includes \$132 million value of donated health facilities (non-cash) for acquisition of KOH/Jewish assets (no University funds expended)

• Consistent with budgeted plan

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Statement of Net Position (Balance Sheet) June 30, 2020 and 2019

	6/30/20		6/30/19
TOTAL ASSETS			
Unrestricted cash and cash equivalents	\$ 142,291	Includes \$8 million of cash from FICA payment deferrals	\$ 104,243
Restricted cash and cash equivalents	48,865	Includes \$40 million of resident hall financing proceeds	2,152
Short-term investments	6,574		6,517
Accounts receivable, net	72,118	Includes \$37 million Hospital pledge	77,942
Due from Affiliates	14,889		25,198
Investments held with LUF	5,460		11,236
Capital assets, net	1,078,175	Includes \$132 million value of donated health facilities (non-cash) on acquisition of KOH/Jewish assets	976,355
Other assets	135,719		114,574
Total assets	1,504,111		1,318,216
DEFERRED OUTFLOWS OF RESOURCES	\$ 13,687		\$ 8,080
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 1,517,798		\$ 1,326,296
TOTAL LIABILITIES			
Accounts payable and accrued liabilities	\$ 88,551		\$ 103,575
Bonds and notes payable	264,089		235,953
Other liabilities	183,883		173,607
Total liabilities	\$ 536,523		\$ 513,135
DEFERRED INFLOWS OF RESOURCES	\$ 65,829		\$ 82,129
NET POSITION			
Net investment in capital assets	\$ 823,055		\$ 714,400
Restricted - nonexpendable	1,349		4,710
Restricted - expendable	86,340		79,510
Unrestricted	4,702		89,580
Total net position	\$ 915,446		\$ 798,200
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION	\$ 1,517,798		\$ 1,326,296
Unrestricted Net Position	4,702		(89,580)
GASB 75 Impact (cumulative)	92,864		94,099
Unrestricted Net Position excluding GASB 75 & OPEB	97,566		24,481

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