

FINANCE & ADMINISTRATION COMMITTEE

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QUARTERLY FINANCIAL REPORT

FOR JULY 2015-JUNE 2016

Fiscal Year 2016

GENERAL FUND

THE UNIVERSITY OF AKRON

Unrestricted General Fund - Akron and Wayne

FY16 Annual Budget with year-end results for the twelve months ended June 30, 2016

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	FY15	FY16			Change from June 2015	
	Actual June 2015	Annual Budget	Actual June 2016	Budget Variance \$ %		
Tuition & General Service Fees	\$231,935,160	\$222,326,355	\$224,179,148	\$1,852,793	1%	(\$7,756,012)
Other Fees	25,569,649	31,286,009	25,378,130	(5,907,879)	-19%	(191,519)
State Share of Instruction	98,897,538	105,985,092	106,317,746	332,654	0%	7,420,208
Indirect Cost Recovery (IDC)	5,318,273	6,200,000	6,413,813	213,813	3%	1,095,541
Investment Income	1,749,584	1,400,000	1,394,237	(5,763)	0%	(355,347)
Departmental Sales and Testing	9,066,806	10,493,000	8,310,920	(2,182,080)	-21%	(755,886)
Miscellaneous Income	1,714,014	2,522,700	1,399,161	(1,123,539)	-45%	(314,853)
Total Revenues	374,251,024	380,213,156	373,393,155	(6,820,001)	-2%	(857,868)
Compensation	166,998,714	150,844,322	155,513,692	(4,669,370)		11,485,022
Fringe Benefits	59,068,343	60,308,828	53,171,073	7,137,755		5,897,270
Total Compensation	226,067,057	211,153,150	208,684,765	2,468,385	1%	17,382,291
Purchased Utilities	12,290,294	11,441,055	12,203,605	(762,550)		86,689
Departmental Sales (non-personnel)	3,655,972	4,271,180	3,180,518	1,090,662		475,454
Operating	36,454,319	46,925,717	43,520,433	3,405,284		(7,066,114)
Bad Debt	2,399,989	3,000,000	1,202,612	1,797,388		1,197,376
Scholarships	52,532,046	56,261,984	53,350,754	2,911,230		(818,709)
Total Non Personnel	107,332,619	121,899,936	113,457,922	8,442,014	7%	(6,125,303)
Total Expenses	333,399,676	333,053,086	322,142,687	10,910,399	3%	11,256,988
Net Before Transfers	40,851,348	47,160,070	51,250,468	4,090,398		10,399,120
Transfers-In	19,263,993	67,450	20,062,883	19,995,433		798,890
Transfers-Out - Debt Service	(12,373,644)	(11,998,015)	(12,128,561)	(130,546)		245,083
Transfers-Out - Plant Fund	(1,949,629)	(4,370,000)	(5,284,144)	(914,144)		(3,334,515)
Transfers-Out - Other	(45,792,068)	(30,859,505)	(53,900,645)	(23,041,140)		(8,108,578)
Net Transfers	(40,851,348)	(47,160,070)	(51,250,468)	(4,090,398)		(10,399,120)
Difference	\$0	\$0	\$0	\$0		\$0

REVENUES AND RESOURCES

Tuition & General Service Fees – Tuition and General Service Fees revenues total \$224.2 million or approximately 101 percent as compared to the annual budget of \$222.3 million. The main campus enrollment decline of 3.6 percent was partially offset by the Wayne College increase of 9.6 percent.

Other Fees – Other Fees revenues of \$25.4 million fell short of the \$31.3 million budget primarily due to the retraction of the budgeted upper level program fee and the facility fee increase.

Other Fees include various student fees such as facility fees (33 percent), technology fees (23 percent), and unit and course fees (14 percent). Some of the fees remain within the General Fund and are used for operations while the facility fee is transferred to Auxiliary units and contributes to the debt service requirement of the Student Recreation and Wellness Center, Student Union, InfoCision Stadium, and the Fieldhouse.

State Share of Instruction – State Share of Instruction (SSI) revenues totaled \$106.3 million, slightly \$.3 million more than the annual budget.

Indirect Cost Recovery – IDC revenues of \$6.4 million exceed budget by \$.2 million, or three percent.

IDC is proportionately related to externally funded research activities and is currently allocated with 66 percent used to pay the general expenses of the University and 34 percent allocated to the academic units.

Investment Income – Investment Income totaled \$1.4 million and was in line with the budget.

Investment income is based largely upon the size of the operating funds investment portfolio and the market conditions that impact the return.

Departmental Sales and Testing – Departmental Sales and Testing revenues of \$8.3 million fall short of the \$10.5 million budget and related expenses are also less than budget.

Sales and Testing revenues are proportionately related to the level of activities including material and other testing for external parties. These revenues predominately remain within the operating units to pay for the costs related to the activity including compensation and supplies.

EXPENDITURES

Compensation and Fringe Benefits – Compensation and Fringe Benefits of \$208.7 million are one percent less than budget and reflect the impact of the position eliminations.

Fringe Benefits – Fringe Benefits expenses totaled \$53.2 million. Also included are payments to the various retirement systems as well as dependent fee remissions.

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Purchased Utilities – Purchased Utilities expenses of \$12.2 million exceeded the budget by approximately 7 percent. While efficiencies in usage are being realized, rate increases are reflected in higher actual expenses. The FY16 annual utility expense is approximately one percent less than prior year.

Departmental Sales and Services – Departmental Sales and Services operating expenses of \$3.2 million are significantly less than the \$4.3 million budget. This category reflects the non-personnel expenses within the sales and testing operations. The compensation in these areas is reflected above.

Operating – Operating expenses of \$43.5 million are approximately 93 percent of the annual budget of \$46.9 million. Spending is primarily for supplies and services, which include, but are not limited to, software licensing, contracted cleaning, transcribing, and advertising. Student assistant wages, travel, and library books are also significant components of this category.

Scholarships – Scholarships expenses of \$53.4 million include internally-funded scholarships as well as graduate assistant fee remissions of approximately \$22 million, and are approximately 95 percent of the annual budget. Compared to prior year activity, the annual expenses increased two percent.

TRANSFERS

Transfers-In – Fiscal year transfers-in include \$9.6 million from reserves to eliminate the legacy ERIP balance, \$3.5 million in prior year balances brought forward to fund open purchase orders and \$6.2 million from reserves to offset the main campus current year operating shortfall.

Transfers-Out – A total of \$12.1 million is transferred out to support debt service payments. Transfers of \$5.3 million to plant funds are in support of the Law building capital project as well as other capital projects, such as lab renovations and infrastructure repairs. The transfers-out other include transfers of facilities fees to support auxiliary debt; transfer of general service fees to support Intercollegiate Athletics; and other supplemental auxiliary support. Wayne College operating surplus of \$3.5 million is transferred out to reserves.

Fiscal Year 2016

AUXILIARY FUNDS

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Auxiliaries - Akron and Wayne

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Auxiliaries Combined

	FY15	FY16			Change from	
	Actual June 2015	Annual Budget	Actual June 2016	Budget Variance \$	%	June 2015
Revenues	\$60,749,136	\$56,759,667	\$44,662,150	(\$12,097,517)	-21%	(\$16,086,987) -26%
Compensation	16,923,852	14,562,488	10,551,551	4,010,937		6,372,301
Fringes	6,349,025	5,405,714	4,587,062	818,652		1,761,963
Total Compensation	23,272,876	19,968,202	15,138,613	4,829,589	24%	8,134,263 35%
Operating	40,978,391	30,819,745	28,881,771	1,937,974		12,096,620
Capital	812,968	0	745,884	(745,884)		67,084
Scholarships	6,904,140	7,943,523	7,071,291	872,232		(167,151)
Total Non Personnel	48,695,499	38,763,268	36,698,946	2,064,322	5%	11,996,553 25%
Total Expenditures	71,968,375	58,731,470	51,837,559	6,893,911	12%	20,130,816 28%
Net Before Transfers	(11,219,238)	(1,971,803)	(7,175,409)	(5,203,606)		4,043,829
Transfers-In - Facilities Fee	9,505,236	9,921,144	8,835,771	(1,085,373)		(669,465)
Transfers-In - General Services Fee	16,313,966	15,787,809	15,787,809	0		(526,157)
Transfers-In - Other	10,275,170	9,264,334	11,901,683	2,637,350		1,626,513
Transfers-Out - Debt Service	(25,759,268)	(26,168,029)	(26,510,231)	(342,202)		(750,963)
Transfers-Out - Other	(1,013,230)	0	(1,933,285)	(1,933,285)		(920,054)
Net Transfers	9,321,873	8,805,257	8,081,747	(723,510)		(1,240,126)
Difference	(\$1,897,365)	\$6,833,454	\$906,337	(\$5,927,117)		\$2,803,703

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Intercollegiate Athletics Auxiliary

	FY15	FY16			Change from	
	Actual June 2015	Annual Budget	Actual June 2016	Budget Variance \$	%	June 2015
Revenues	\$7,704,731	\$7,974,319	\$8,307,317	\$332,998	4%	\$602,586 8%
Compensation	7,833,590	7,108,803	7,412,590	(303,787)		421,000
Fringes	2,614,624	2,379,807	2,528,894	(149,087)		85,731
Total Compensation	10,448,214	9,488,610	9,941,484	(452,874)	-5%	506,730 5%
Operating	9,750,230	7,949,637	10,503,445	(2,553,808)		(753,215)
Capital	0	0	0	0		0
Scholarships	6,747,456	7,943,523	7,062,041	881,482		(314,585)
Total Non Personnel	16,497,685	15,893,160	17,565,486	(1,672,326)	-11%	(1,067,800) -6%
Total Expenditures	26,945,900	25,381,770	27,506,970	(2,125,200)	-8%	(561,070) -2%
Net Before Transfers	(19,241,168)	(17,407,451)	(19,199,653)	(1,792,202)		41,516
Transfers-In - Facilities Fee	5,211,749	5,226,260	4,654,507	(571,753)		(557,242)
Transfers-In - General Services Fee	16,313,966	15,787,809	15,787,809	0		(526,157)
Transfers-In - Other	1,598,101	4,363,444	6,375,959	2,012,515		4,777,858
Transfers-Out - Debt Service	(5,211,749)	(5,226,260)	(5,226,260)	0		(14,511)
Transfers-Out - Other	(882,016)	0	(707,976)	(707,976)		174,041
Net Transfers	17,030,051	20,151,253	20,884,040	732,787		3,853,989
Difference	(\$2,211,117)	\$2,743,802	\$1,684,387	(\$1,059,415)		\$3,895,504

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Residence Life & Housing Auxiliary

	FY15	FY16			Change from	
	Actual June 2015	Annual Budget	Actual June 2016	Budget Variance \$	%	June 2015
Revenues	\$20,351,686	\$20,824,460	\$20,720,284	(\$104,176)	-1%	\$368,598 2%
Compensation	3,009,241	2,564,964	901,666	1,663,298		2,107,574
Fringes	1,258,124	1,158,462	454,763	703,700		803,361
Total Compensation	4,267,365	3,723,426	1,356,429	2,366,997	64%	2,910,936 68%
Operating	7,191,754	5,955,557	7,320,635	(1,365,078)		(128,881)
Capital	0	0	0	0		0
Scholarships	156,184	0	8,750	(8,750)		147,434
Total Non Personnel	7,347,938	5,955,557	7,329,385	(1,373,828)	-23%	18,553 0%
Total Expenditures	11,615,302	9,678,983	8,685,814	993,169	10%	2,929,488 25%
Net Before Transfers	8,736,384	11,145,477	12,034,470	888,993		3,298,087
Transfers-In - Facilities Fee	0	0	0	0		0
Transfers-In - General Services Fee	0	0	0	0		0
Transfers-In - Other	625,932	0	10,801	10,801		(615,131)
Transfers-Out - Debt Service	(10,630,044)	(10,675,619)	(11,029,588)	(353,969)		(399,543)
Transfers-Out - Other	(10,801)	0	(10,447)	(10,447)		354
Net Transfers	(10,014,913)	(10,675,619)	(11,029,234)	(353,615)		(1,014,321)
Difference	(\$1,278,529)	\$469,858	\$1,005,237	\$535,379		\$2,283,766

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EJ Thomas Performing Arts Hall Auxiliary

	FY15	FY16			Change from	
	Actual June 2015	Annual Budget	Actual June 2016	Budget Variance \$	%	June 2015
Revenues	\$1,645,775	\$0	\$1,617,660	\$1,617,660	NA	(\$28,115) -2%
Compensation	742,523	615,132	328,163	286,969		414,360
Fringes	271,134	0	140,058	(140,058)		131,076
Total Compensation	1,013,657	615,132	468,220	146,912	24%	545,437 54%
Operating	2,135,653	399,000	2,113,336	(1,714,336)		22,317
Capital	0	0	0	0		0
Scholarships	0	0	0	0		0
Total Non Personnel	2,135,653	399,000	2,113,336	(1,714,336)	-430%	22,317 1%
Total Expenditures	3,149,310	1,014,132	2,581,557	(1,567,425)	-155%	567,753 18%
Net Before Transfers	(1,503,535)	(1,014,132)	(963,897)	50,235		539,638
Transfers-In - Facilities Fee	0	0	0	0		0
Transfers-In - General Services Fee	0	0	0	0		0
Transfers-In - Other	2,117,897	1,077,327	1,077,996	669		(1,039,901)
Transfers-Out - Debt Service	(314,681)	(327,327)	(327,327)	0		(12,646)
Transfers-Out - Other	(669)	0	(1,937)	(1,937)		(1,268)
Net Transfers	1,802,547	750,000	748,732	(1,268)		(1,053,815)
Difference	\$299,012	(\$264,132)	(\$215,164)	\$48,968		(\$514,176)

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Dining Services (Aramark) Auxiliary

	FY15	FY16			Change from June 2015
	Actual June 2015	Annual Budget	Actual June 2016	Budget Variance \$ %	
Revenues	\$16,738,995	\$16,656,500	\$3,716,155	(\$12,940,345) -78%	(\$13,022,840) -78%
Compensation	2,429,470	2,531,483	364,560	2,166,923	2,064,910
Fringes	1,092,258	1,115,495	796,095	319,400	296,163
Total Compensation	3,521,728	3,646,978	1,160,655	2,486,323 68%	2,361,073 67%
Operating	12,422,715	11,032,815	2,128,823	8,903,992	10,293,892
Capital	0	0	466,182	(466,182)	(466,182)
Scholarships	500	0	500	(500)	0
Total Non Personnel	12,423,215	11,032,815	2,595,505	8,437,310 76%	9,827,710 79%
Total Expenditures	15,944,943	14,679,793	3,756,160	10,923,633 74%	12,188,783 76%
Net Before Transfers	794,052	1,976,707	(40,005)	(2,016,712)	(834,057)
Transfers-In - Facilities Fee	0	0	0	0	0
Transfers-In - General Services Fee	0	0	0	0	0
Transfers-In - Other	111,425	0	59,595	59,595	(51,831)
Transfers-Out - Debt Service	(779,360)	(777,683)	(765,917)	11,766	13,443
Transfers-Out - Other	(59,595)	0	(923,939)	(923,939)	(864,344)
Net Transfers	(727,529)	(777,683)	(1,630,261)	(852,578)	(902,733)
Difference	\$66,523	\$1,199,024	(\$1,670,266)	(\$2,869,290)	(\$1,736,789)

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Student Recreation & Wellness Center Auxiliary

	FY15		FY16			Change from June 2015	
	Actual June 2015	Annual Budget	Actual June 2016	Budget Variance			
				\$	%		
Revenues	\$596,153	\$587,147	\$548,721	(\$38,426)	-7%	(\$47,432)	-8%
Compensation	908,257	488,954	453,151	35,803		455,106	
Fringes	360,894	227,897	204,448	23,449		156,447	
Total Compensation	1,269,151	716,851	657,599	59,252	8%	611,552	48%
Operating	1,620,037	2,155,980	1,968,090	187,890		(348,053)	
Capital	0	0	0	0		0	
Scholarships	0	0	0	0		0	
Total Non Personnel	1,620,037	2,155,980	1,968,090	187,890	9%	(348,053)	-21%
Total Expenditures	2,889,188	2,872,831	2,625,689	247,142	9%	263,499	9%
Net Before Transfers	(2,293,035)	(2,285,684)	(2,076,968)	208,716		216,067	
Transfers-In - Facilities Fee	1,579,847	1,725,639	1,536,854	(188,785)		(42,993)	
Transfers-In - General Services Fee	0	0	0	0		0	
Transfers-In - Other	2,470,552	2,285,684	2,480,639	194,955		10,087	
Transfers-Out - Debt Service	(1,579,847)	(1,725,639)	(1,725,639)	0		(145,792)	
Transfers-Out - Other	(26,170)	0	(15,627)	(15,627)		10,543	
Net Transfers	2,444,382	2,285,684	2,276,227	(9,457)		(168,155)	
Difference	\$151,347	\$0	\$199,259	\$199,259		\$47,912	

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Student Union Auxiliary

	FY15	FY16			Change from	
	Actual June 2015	Annual Budget	Actual June 2016	Budget Variance \$	%	June 2015
Revenues	\$1,905,992	\$1,206,385	\$1,048,226	(\$158,159)	-13%	(\$857,766) -45%
Compensation	999,855	538,869	543,547	(4,678)		456,308
Fringes	359,928	227,867	204,777	23,091		155,151
Total Compensation	1,359,783	766,736	748,324	18,412	2%	611,459 45%
Operating	1,945,890	1,977,527	2,313,218	(335,691)		(367,328)
Capital	0	0	0	0		0
Scholarships	0	0	0	0		0
Total Non Personnel	1,945,890	1,977,527	2,313,218	(335,691)	-17%	(367,328) -19%
Total Expenditures	3,305,672	2,744,263	3,061,541	(317,278)	-12%	244,131 7%
Net Before Transfers	(1,399,680)	(1,537,878)	(2,013,316)	(475,438)		(613,635)
Transfers-In - Facilities Fee	2,713,639	2,969,245	2,644,409	(324,835)		(69,230)
Transfers-In - General Services Fee	0	0	0	0		0
Transfers-In - Other	1,586,118	1,537,878	1,877,981	340,103		291,863
Transfers-Out - Debt Service	(2,713,639)	(2,969,245)	(2,969,245)	0		(255,606)
Transfers-Out - Other	(15,268)	0	(1,500)	(1,500)		13,768
Net Transfers	1,570,850	1,537,878	1,551,646	13,768		(19,204)
Difference	\$171,170	\$0	(\$461,670)	(\$461,670)		(\$632,840)

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Parking & Transportation Services Auxiliary

	FY15	FY16			Change from	
	Actual June 2015	Annual Budget	Actual June 2016	Budget Variance \$	%	June 2015
Revenues	\$8,972,794	\$9,424,356	\$8,614,464	(\$809,892)	-9%	(\$358,330) -4%
Compensation	607,852	525,656	358,776	166,880		249,076
Fringes	219,051	206,590	162,290	44,300		56,761
Total Compensation	826,903	732,246	521,067	211,179	29%	305,836 37%
Operating	3,752,138	3,191,160	2,933,795	257,365		818,342
Capital	596,155	0	0	0		596,155
Scholarships	0	0	0	0		0
Total Non Personnel	4,348,293	3,191,160	2,933,795	257,365	8%	1,414,498 33%
Total Expenditures	5,175,196	3,923,406	3,454,862	468,544	12%	1,720,334 33%
Net Before Transfers	3,797,598	5,500,950	5,159,602	(341,348)		1,362,004
Transfers-In - Facilities Fee	0	0	0	0		0
Transfers-In - General Services Fee	0	0	0	0		0
Transfers-In - Other	1,453,454	0	12,300	12,300		(1,441,154)
Transfers-Out - Debt Service	(4,499,533)	(4,435,800)	(4,435,800)	0		63,733
Transfers-Out - Other	(12,300)	0	(6,995)	(6,995)		5,305
Net Transfers	(3,058,379)	(4,435,800)	(4,430,495)	5,305		(1,372,116)
Difference	\$739,219	\$1,065,150	\$729,107	(\$336,043)		(\$10,112)

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Telecommunications Auxiliary

	FY15	FY16				Change from June 2015	
	Actual June 2015	Annual Budget	Actual June 2016	Budget Variance \$	%		
Revenues	\$2,734,933	\$0	\$13,270	\$13,270	NA	(\$2,721,663)	-100%
Compensation	393,064	188,627	189,097	(470)		203,967	
Fringes	173,012	89,596	95,739	(6,143)		77,273	
Total Compensation	566,076	278,223	284,835	(6,612)	-2%	281,240	50%
Operating	2,147,616	(1,854,431)	(409,167)	(1,445,264)		2,556,782	
Capital	216,813	0	279,703	(279,703)		(62,890)	
Scholarships	0	0	0	0		0	
Total Non Personnel	2,364,429	(1,854,431)	(129,464)	(1,724,967)	108%	2,493,893	105%
Total Expenditures	2,930,504	(1,576,208)	155,371	(1,731,579)	91%	2,775,133	95%
Net Before Transfers	(195,571)	1,576,208	(142,102)	(1,718,310)		53,469	
Transfers-In - Facilities Fee	0	0	0	0		0	
Transfers-In - General Services Fee	0	0	0	0		0	
Transfers-In - Other	311,691	0	6,413	6,413		(305,278)	
Transfers-Out - Debt Service	(30,414)	(30,456)	(30,456)	0		(42)	
Transfers-Out - Other	(6,413)	0	(264,864)	(264,864)		(258,452)	
Net Transfers	274,864	(30,456)	(288,908)	(258,452)		(563,772)	
Difference	\$79,293	\$1,545,752	(\$431,010)	(\$1,976,762)		(\$510,303)	

THE UNIVERSITY OF AKRON

Auxiliaries - Akron and Wayne

FY16 Annual Budget with year-end results for the twelve months ended June 30, 2016

Wayne College Auxiliary

	FY15	FY16				Change from June 2015	
	Actual June 2015	Annual Budget	Actual June 2016	Budget Variance			
				\$	%		
Revenues	\$98,077	\$86,500	\$76,053	(\$10,447)	-12%	(\$22,023)	-22%
Compensation	0	0	0	0		0	
Fringes	0	0	0	0		0	
Total Compensation	0	0	0	0	0%	0	0%
Operating	12,359	12,500	9,595	2,905		2,764	
Capital	0	0	0	0		0	
Scholarships	0	0	0	0		0	
Total Non Personnel	12,359	12,500	9,595	2,905	23%	2,764	0%
Total Expenditures	12,359	12,500	9,595	2,905	23%	2,764	0%
Net Before Transfers	85,718	74,000	66,458	(7,542)		(19,259)	
Transfers-In - Facilities Fee	0	0	0	0		0	
Transfers-In - General Services Fee	0	0	0	0		0	
Transfers-In - Other	0	0	0	0		0	
Transfers-Out - Debt Service	0	0	0	0		0	
Transfers-Out - Other	0	0	0	0		0	
Net Transfers	0	0	0	0		0	
Difference	\$85,718	\$74,000	\$66,458	(\$7,542)		(\$19,259)	

Athletics

Athletic actual revenues totaled \$8,307,317 as compared to annual budgeted revenues of \$7,974,319. The principle revenues include NCAA and Mid-American conference (29 percent), ticket sales (20 percent), and game guarantees (16 percent). At year-end, revenues exceeded the budget by \$333,000, or four percent.

The other sources of funding principally consist of the facilities fees which service a portion of the Stadium and Fieldhouse debt service.

Athletics also receives via transfers-in general services fees and other of \$15,788,000 and \$6,376,000, respectively.

Compensation expenses of \$9,941,000 exceed the annual budget by \$453,000, or roughly five percent. One-time payments following successful athletic seasons were a significant continuity factor of the overage.

Operating expenses totaled \$10,503,000 or 132 percent as compared to the annual budget of \$7,950,000. The principle operating expenses include team and recruiter traveling expense (46 percent), game guarantees (10 percent), and purchased utilities (9 percent).

Scholarships, or Athletic financial aid, totaled \$7,062,000 or 89 percent as compared to the annual budget of \$7,944,000.

As compared to the prior year, final revenues are favorable, while expenses are two percent greater.

Residence Life & Housing

Residence Life & Housing actual revenues totaled \$20,720,000 as compared to the annual budgeted revenues of \$20,824,000. The principle revenues include residence hall occupancy (95 percent), and are predominately earned during the academic year.

The debt service payments of \$11,030,000 support the renovation of eight residence halls and construction of two new buildings.

Compensation expenses of \$1,356,000 are significantly less than the budgeted \$3,723,000 primarily a result of the realignment of university custodial staff.

Operating expenses of \$7,321,000 exceed the annual budget of \$5,956,000. This overage results from the shift of staffing to maintenance and custodial expenses. The principle operating expenses include maintenance cost (42 percent) and utilities (31 percent).

As compared to the prior year, actual revenues for the fiscal year are reasonably comparable.

EJ Thomas Performing Arts Hall

The EJ Thomas Performing Arts Hall actual revenues totaled \$1,618,000. The principle revenues included hall and space rental (49 percent) and subscription and ticket sales (38 percent).

Transfers-in of \$1,077,000 supported the operation and were comprised of (70 percent) general-fund support and (30 percent) to offset the debt service.

Compensation expenses of \$468,000 are less than the budgeted \$615,000 by 24 percent.

As compared to the prior year, FY16 actual revenues are slightly (2 percent) less and direct expenses are significantly less (\$568,000).

Dining Services (Aramark)

FY16 was a transitional year for Dining Services as it reflects the first year of the Aramark contract. Revenues totaled \$3,716,000.

The debt service payments of \$766,000 support prior capital improvements to various dining venues.

Compensation expenses of \$1,161,000 are significantly less than the budgeted \$3,647,000 as most employees shifted to Aramark. The \$796,000 fringe benefit expense includes the SERS the University incurs for Aramark personnel (contract with CWA union employees). Also, included is medical/dental benefits and fee remission for all CWA union employees.

Operating expenses of \$2,129,000 are significantly less than the budgeted \$11,033,000. The principle operating expenses include maintenance (23 percent), purchase utilities (13 percent), bad debt (5 percent), and student assistants (4 percent). Capital expenses support the replacement of the ventilation hood in Rob's Café.

Student Recreation & Wellness Center

Student Recreation & Wellness Center actual revenues totaled \$549,000 as compared to the annual budgeted revenues of \$587,000. The principle revenues include pool and facility rentals (40 percent) and memberships (40 percent).

The other sources of funding principally consist of the transfer-in facilities fees of \$1,537,000 which supports the SRWC debt service and the transfer-in other of \$2,481,000 for general operating support.

Compensation expenses of \$658,000 compare favorably to the annual budget of \$717,000.

Operating expenses of \$1,968,000 are less than the annual budget of \$2,156,000. The principle operating expenses include supplies and maintenance (45 percent), student assistants (36 percent), and purchased utilities (17 percent).

As compared to the prior year, actual revenues are eight percent less while compensation and operating expenses are nine percent less. The centralization of maintenance under PFOC reduces the actual compensation less than the prior year but produces greater actual operating costs as the auxiliaries are assessed maintenance costs through supplies & services.

Student Union

The Student Union revenues of \$1,048,000 fell short of the annual budget by \$158,000 or 13 percent. The principle revenues include rent (88 percent).

The other sources of funding principally consist of the transfer-in facilities fees of \$2,644,000 which supports the Student Union debt service and the transfer-in other of \$1,878,000 for general operating support.

Compensation expenses of \$748,000 were in line with the annual budget and fell significantly (\$611,000) from prior year. This decline in compensation expenses is the result of the realignment of custodial and maintenance services as well as other changes.

Operating expenses of \$2,313,000 exceed the annual budget by \$336,000, primarily as a result of the realignment of custodial and maintenance services. The principle operating expenses include supplies and maintenance (40 percent), student employees (28 percent), and purchased utilities (25 percent).

Parking Services & Transportation

Parking Services revenues of \$8,614,000 are nine percent less than the budgeted \$9,424,000. The principle revenues include student permits (83 percent) and employee parking (6 percent).

The debt service payments of \$4,436,000 comprise 60 percent of the non-personnel expenses and fund debt related to the construction of various parking facilities.

Compensation expenses of \$521,000 were significantly (29 percent) less than the annual budget of \$732,000 primarily resulting from the realignment of custodial and maintenance services.

Operating expenses of \$2,934,000 are less than the annual budget of \$3,191,000. The principle operating expenses include maintenance (53 percent) and utilities (16 percent).

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FY16 Annual Budget with year-end results for the twelve months ended June 30, 2016

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The budget is significantly affected by enrollment fluctuations. Therefore, compared to prior year, actual revenues are lower. The centralization of maintenance under PFOC reduces the actual compensation from prior year but produces greater actual operating costs as auxiliaries are assessed maintenance costs through supplies & services.

Telecommunications

Telecommunications actual revenues total \$13,270. Telecommunications additional revenue of \$2,122,000, which is generated through internal departmental charges, falls short of the budgeted \$3,179,000.

Compensation expenses of \$285,000 are slightly higher than the budgeted \$278,000.

Operating expenses are reflected net of the \$2,122,000 of internal charge-back collections. The main drivers of the net operating expense overage are less than expected collections (\$1,057,000) and supplies and communications charges in excess of budget by \$250,000 add \$195,000, respectively.

Wayne College

Wayne College actual revenues of \$76,000 fall short of the budget by \$10,000. The principle revenues include bookstore rent (92 percent) and AVI commission and farmhouse rentals (8 percent).

Wayne College auxiliary collects the revenue from the campus Student Union with no compensation expenditures and minimal operating cost.

Operating expenses of \$10,000 include insurance, artist fees and travel and hospitality.

As compared to the prior year, actual revenues and expenses are 22 percent less.

THE UNIVERSITY OF AKRON

RESOLUTION 10- -16

Acceptance of the Quarterly Financial Report for July 1, 2015 through June 30, 2016

BE IT RESOLVED, That the recommendation presented by the Finance & Administration Committee on October 12, 2016, accepting the Quarterly Financial Report for July 1, 2015 through June 30, 2016, be approved.

Ted A. Mallo, Secretary
Board of Trustees

October 12, 2016