

**STATE OF ILLINOIS
SOUTHERN ILLINOIS UNIVERSITY**

**SUPPLEMENTARY INFORMATION
FOR STATE COMPLIANCE PURPOSES
AND REPORT OF INDEPENDENT AUDITORS**

Year Ended June 30, 2018

Performed as Special Assistant Auditors for
the Auditor General, State of Illinois

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**STATE OF ILLINOIS
SOUTHERN ILLINOIS UNIVERSITY
SUPPLEMENTARY INFORMATION FOR
STATE COMPLIANCE PURPOSES
For the Year Ended June 30, 2018**

TABLE OF CONTENTS

	<u>Schedule</u>	<u>Page</u>
SUMMARY		1
INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY INFORMATION FOR STATE COMPLIANCE PURPOSES		3
FISCAL SCHEDULES AND ANALYSIS		
Schedule of Appropriations, Expenditures, and Lapsed Balances	1	5
Comparative Schedules of Net Appropriations, Expenditures, and Lapsed Balances	2	6
Schedule of Income Fund Revenues and Expenditures	3	7
Schedule of Cash and Investments – by Depository	4	8
Schedule of Changes in Property and Equipment	5	9
Calculation of Indirect Cost Carryforward:		
Carbondale	6	10
Edwardsville	7	11
Identification and Description of Accounting Entities and Auxiliary Enterprises	8	12
Financial Schedules for Accounting Entities and Auxiliary Enterprises:		
Carbondale	9	15
Edwardsville	10	19
Schedules of Federal Expenditures, Nonfederal Expenses, and New Loans	11	22

**STATE OF ILLINOIS
SOUTHERN ILLINOIS UNIVERSITY
SUPPLEMENTARY INFORMATION FOR
STATE COMPLIANCE PURPOSES
For the Year Ended June 30, 2018**

TABLE OF CONTENTS (CONTINUED)

ANALYSIS OF OPERATIONS (UNAUDITED)	<u>Page</u>
University Functions and Planning Program (Unaudited)	23
Explanation of Significant Variations in Revenues and Expenses (Unaudited)	25
Explanation of Significant Variations in Assets and Liabilities (Unaudited)	26
Analysis of Significant Lapse Period Spending (Unaudited)	27
Analysis of Significant Account Balances:	
Investments and Investment Income (Unaudited)	28
Accounts and Notes Receivable (Unaudited)	29
Student Tuition Receivable (Unaudited)	30
Auxiliary Enterprises Receivable (Unaudited)	31
General Operating Receivable (Unaudited)	32
Grants and Contracts Receivable (Unaudited)	33
Notes Receivable – Loan Funds (Unaudited)	34
Capital Assets (Unaudited)	35
Accounts Payable and Accrued Liabilities (Unaudited)	41
Unearned Revenue (Unaudited)	42
Accrued Compensated Absences at June 30 for the Last Five Years (Unaudited)	43
Bonds Payable (Unaudited)	44
Advance Refunded Bonds and Accrued Interest on Bonds (Unaudited)	50
Liabilities under Capitalized Leases (Unaudited)	51
Special Data Requirements for University Audits (Unaudited)	52
Analysis of Indirect Cost Recoveries (Unaudited)	54
Enrollment Statistics and Student Costs Statistics (Unaudited)	56
Employment Statistics (Unaudited)	57
Degrees Conferred (Unaudited)	58
Tuition and Fee Waivers (Unaudited)	59
Bookstore (Unaudited)	62
Summary of Funds Provided to (from) Southern Illinois University Related Organizations by (to) Southern Illinois University (Unaudited)	63
Calculation of Current Excess Funds:	
Carbondale (Unaudited)	73
Edwardsville (Unaudited)	74
Emergency Purchases (Unaudited)	75

**STATE OF ILLINOIS
SOUTHERN ILLINOIS UNIVERSITY
SUPPLEMENTARY INFORMATION FOR
STATE COMPLIANCE PURPOSES
For the Year Ended June 30, 2018**

TABLE OF CONTENTS (CONTINUED)

ANALYSIS OF OPERATIONS (UNAUDITED) (CONTINUED)

RELATED REPORTS PUBLISHED UNDER SEPARATE COVER

Financial Audits for the Year Ended June 30, 2018 of
Southern Illinois University
Housing and Auxiliary Facilities System
Medical Facilities System

Compliance Examination (In Accordance with the Single Audit Act
and OMB Uniform Guidance) for the Year Ended June 30, 2018 of
Southern Illinois University

Reports Required Under *Government Auditing Standards* for
Southern Illinois University, Housing and Auxiliary Facilities
System, and Medical Facilities System for the Year Ended June
30, 2019

**State of Illinois
Southern Illinois University
Supplementary Information for State Compliance Purposes
For the Year Ended June 30, 2018**

SUMMARY

Supplementary information for State Compliance Purposes presented in this section of the report includes the following:

- Fiscal Schedules and Analysis

- Schedule of Appropriations, Expenditures, and Lapsed Balances
- Comparative Schedules of Net Appropriations, Expenditures, and Lapsed Balances
- Schedule of Income Fund Revenues and Expenditures
- Schedule of Cash and Investments – by Depository
- Schedule of Changes in Property and Equipment
- Calculation of Indirect Cost Carryforward
- Identification and Description of Accounting Entities and Auxiliary Enterprises
- Financial Schedules for Accounting Entities and Auxiliary Enterprises
- Schedules of Federal Expenditures, Nonfederal Expenses, and New Loans

- Analysis of Operations (Unaudited)

- University Functions and Planning Program (Unaudited)
- Explanation of Significant Variations in Revenues and Expenses (Unaudited)
- Explanation of Significant Variations in Assets and Liabilities (Unaudited)
- Analysis of Significant Lapse Period Spending (Unaudited)
- Analysis of Significant Account Balances (Unaudited)
- Special Data Requirements for University Audits (Unaudited)
- Analysis of Indirect Cost Recoveries (Unaudited)
- Enrollment Statistics and Student Costs Statistics (Unaudited)
- Employment Statistics (Unaudited)
- Tuition and Fee Waivers (Unaudited)
- Degrees Conferred (Unaudited)
- Bookstore (Unaudited)
- Summary of Funds Provided to (from) Southern Illinois University
Related Organizations by (to) Southern Illinois University (Unaudited)
- Calculation of Current Excess Funds (Unaudited)
- Emergency Purchases (Unaudited)

**State of Illinois
Southern Illinois University
Supplementary Information for State Compliance Purposes
For the Year Ended June 30, 2018**

SUMMARY (CONTINUED)

The auditor's report that covers the Supplementary Information for State Compliance Purposes presented in the Compliance Report Section states that it has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in the auditor's opinion, it is fairly stated, in all material respects, in relation to the basic financial statements as a whole from which it has been derived. The auditor's report also states the Analysis of Operations Section has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, the auditor does not express an opinion or provide any assurance on it.

Independent Auditor's Report on Supplementary Information for State Compliance Purposes

Honorable Frank J. Mautino
Auditor General, State of Illinois
and
Board of Trustees
Southern Illinois University

As Special Assistant Auditors for the Auditor General, we have audited the financial statements of the business-type activities of Southern Illinois University (the "University") and its aggregate discretely presented component units, collectively a component unit of the State of Illinois, as of and for the year ended June 30, 2018, and have issued our report thereon under separate cover dated February 13, 2019, which contained an unmodified opinion on those financial statements. We did not audit the financial statements of the University's aggregate discretely presented component units (the "University Related Organizations"). Those statements were audited by other auditors whose reports thereon have been provided to us, and our opinion on the financial statements, insofar as it relates to the amounts included for the University Related Organizations, is based solely on the reports of the other auditors. Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the University's basic financial statements. We have not performed any procedures with respect to the audited financial statements subsequent to February 13, 2019.

The accompanying supplementary information for the year ended June 30, 2018 in Schedules 1 through 11 is presented for the purposes of additional analysis and is not a required part of the basic financial statements of the University. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The accompanying supplementary information for the year ended June 30, 2018 in Schedules 1 through 11 has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information for the year ended June 30, 2018 in Schedules 1 through 11 is fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2018.

Honorable Frank J. Mautino
Auditor General, State of Illinois
and
Board of Trustees
Southern Illinois University

The University's basic financial statements for the year ended June 30, 2017 (not presented herein) were audited by other auditors, whose report dated February 28, 2018 expressed an unmodified opinion. The report of other auditors dated March 6, 2018 stated that the accompanying supplementary information for the year ended June 30, 2017 in Schedules 1 through 11 were subjected to the auditing procedures applied in the audit of the 2017 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America, and in their opinion, were fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2017.

The accompanying supplementary information in the Analysis of Operations Section is presented for the purposes of additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

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Plante & Moran, PLLC

Portage, Michigan
March 14, 2019

State of Illinois
Southern Illinois University
Schedule of Appropriations, Expenditures and Lapsed Balances
Fifteen months Ended September 30, 2018

<u>Public Act 100-0021</u>	<u>Appropriations</u> <u>(Net of Transfers)</u>	<u>Expenditures</u> <u>Through</u> <u>6/30/2018</u>	<u>Lapse Period</u> <u>Expenditures</u> <u>7/01-9/30/2018</u>	<u>Total Expenditures</u>	<u>Balances</u> <u>Lapsed</u>
Appropriated Funds					
General Revenue Fund - 001					
National Corn-to-Ethanol Research Center and Ethanol Research Grants	\$ 1,000,000	\$ 859,998	\$ 140,002	\$ 1,000,000	\$ -
Daily Egyptian Newspaper	61,600	55,439	6,161	61,600	-
Subtotal-Fund 001	<u>1,061,600</u>	<u>915,437</u>	<u>146,163</u>	<u>1,061,600</u>	<u>-</u>
Education Assistance Fund - 007					
Personal Services	163,521,900	163,471,313	50,587	163,521,900	-
Social Security and Medicare	2,031,700	2,017,260	14,440	2,031,700	-
Group Insurance	2,692,100	2,692,100	-	2,692,100	-
Contractual Services	7,183,000	7,183,000	-	7,183,000	-
Travel	32,200	32,200	-	32,200	-
Commodities	794,300	794,300	-	794,300	-
Equipment	885,200	885,200	-	885,200	-
Telecommunication Services	1,150,100	1,150,100	-	1,150,100	-
Operation of Automotive Equipment	506,000	506,000	-	506,000	-
SimmonsCooper Cancer Center	1,055,700	1,055,700	-	1,055,700	-
Subtotal-Fund 007	<u>179,852,200</u>	<u>179,787,173</u>	<u>65,027</u>	<u>179,852,200</u>	<u>-</u>
General Professions Dedicated Fund - 022					
For all costs associated with the Edwardsville campus pharmacy education or training program	1,250,000	1,121,008	128,992	1,250,000	-
Subtotal-Fund 022	<u>1,250,000</u>	<u>1,121,008</u>	<u>128,992</u>	<u>1,250,000</u>	<u>-</u>
State College & University Trust Fund - 417					
Scholarship Grant Awards	27,000	14,500	-	14,500	12,500
Subtotal-Fund 417	<u>27,000</u>	<u>14,500</u>	<u>-</u>	<u>14,500</u>	<u>12,500</u>
Grand Total - All Appropriated Funds	<u>\$ 182,190,800</u>	<u>\$ 181,838,118</u>	<u>\$ 340,182</u>	<u>\$ 182,178,300</u>	<u>\$ 12,500</u>

Note 1: Expenditure authority, appropriations, expenditures, and lapsed balances were obtained from the State Comptroller's records as of September 30, 2018, and have been reconciled to the University's records.

Note 2: Expenditure amounts are vouchers approved for payment by the University and submitted to the State Comptroller for payment to the vendor.

State of Illinois
Southern Illinois University
Comparative Schedule of Net Appropriations, Expenditures and Lapsed Balances
Years Ended June 30, 2018 and 2017

	Fiscal Year	
	2018	2017
	<u>PA 100-0021</u>	<u>PA99-0524</u> <u>PA100-0021</u> <u>Court Ordered Expenditures</u>
General Revenue Fund-001:		
Appropriations (Net After Transfers)	\$ 1,061,600	\$ 67,272,500
Expenditures		
National Corn-to-Ethanol Research Center and Ethanol Research Grants	1,000,000	67,204,100
Daily Egyptian newspaper	61,600	68,400
Total Expenditures	<u>1,061,600</u>	<u>67,272,500</u>
Lapsed balances	<u>\$ -</u>	<u>\$ -</u>
Education Assistance Fund-007:		
Appropriations (Net After Transfers)	179,852,200	\$ 132,546,548
Expenditures		
Personal Services	163,521,900	36,648
Social Security and Medicare	2,031,700	-
Group Insurance	2,692,100	-
Contractual Services	7,183,000	-
Travel	32,200	-
Commodities	794,300	-
Equipment	885,200	-
Telecommunication Services	1,150,100	-
Operation of Automative Equipment	506,000	-
SimmonsCooper Cancer Center	1,055,700	-
Operational expenses	-	132,509,900
Total Expenditures	<u>179,852,200</u>	<u>132,546,548</u>
Lapsed balances	<u>\$ -</u>	<u>\$ -</u>
General Professions Dedicated Fund-022:		
Appropriations (Net After Transfers)	\$ 1,250,000	\$ 1,250,000
Expenditures: For all costs associated with the Edwardsville campus pharmacy education or training programs	<u>1,250,000</u>	<u>1,250,000</u>
Lapsed balances	<u>\$ -</u>	<u>\$ -</u>
Fire Prevention Fund-047:		
Appropriations (Net After Transfers)	\$ -	\$ 155,500
Expenditures: Fire protection services at the Edwardsville Campus	<u>-</u>	<u>155,500</u>
Lapsed balances	<u>\$ -</u>	<u>\$ -</u>
State College & University Trust Fund-417:		
Appropriations (Net After Transfers)	\$ 27,000	\$ 27,000
Expenditures: Scholarship grant awards	<u>14,500</u>	<u>27,000</u>
Lapsed balances	<u>\$ 12,500</u>	<u>\$ -</u>
Grand Total, All Funds		
Appropriations (Net After Transfers)	\$ 182,190,800	\$ 201,251,548
Total Expenditures	<u>182,178,300</u>	<u>201,251,548</u>
Lapsed balances/re-appropriated	<u>\$ 12,500</u>	<u>\$ -</u>

Note 1: Expenditure authority, appropriations, expenditures, and lapsed balances were obtained from the State Comptroller's records as of September 30, 2018 and 2017, and have been reconciled to the University's records.

Note 2: Expenditure amounts are vouchers approved for payment by the University and submitted to the State Comptroller for payment to the vendor.

Note 3: For Fiscal Year 2017, The Circuit Court of St. Clair County in AFSCME Council 31 v. Munger (15 CH 475) ordered the State Comptroller, in the absence of enacted annual appropriations, to "draw and issue warrants accomplishing payment of wages [for all State employees] at their normal rates of pay." As Public Act 100-0021 states appropriation authority granted by the General Assembly does not supercede any court order directing the expenditure of funds and states such payments are added to the appropriations granted by the General Assembly, the University was able to submit vouchers to pay its court-ordered involuntary withholding payroll payments previously processed through the State Treasury within Fund 007 in full without a maximum expenditure limit during Fiscal Year 2017.

Note 4: Public Act 99-524 authorized the University to pay Fiscal Year 2016 costs using its Fiscal Year 2017 appropriations for non-payroll expenditures.

Note 5: During Fiscal Year 2017, the University operated without enacted appropriations sufficient to cover Fiscal Year 2017 costs until Public Act 100-0021 was approved on July 6, 2017. During the impasse, the University incurred reimburseable payroll and non-payroll obligations within Fund 001, Fund 007, and Fund 022; however, the University was unable to process a reimbursement for these expenditures incurred by the University's Income Fund until the passage of Public Act 100-0021.

State of Illinois
Southern Illinois University
Schedule of Income Fund Revenues and Expenditures
Year Ended June 30, 2018

	<u>Carbondale</u>	<u>Edwardsville</u>	<u>Total</u>
REVENUES:			
Student tuition and fees	\$ 108,292,002 (1)	\$ 91,986,544 (2)	\$ 200,278,546
Sales and services	737,991	11,841	749,832
Investment income	(9,215)	(262,868)	(272,083)
Excess funds transfer	-	2,266,259	2,266,259
Other	-	152,649	152,649
Total revenues	<u>109,020,778</u>	<u>94,154,425</u>	<u>203,175,203</u>
EXPENDITURES:			
Personal services	(18,782,153) (3)	33,978,198	15,196,045
Group insurance	(3,963,505) (3)	- ----	(3,963,505)
Travel	508,936	504,044	1,012,980
Equipment	1,658,581	3,734,009	5,392,590
Commodities	3,286,142	2,092,038	5,378,180
Contractual services	23,067,776	12,767,438	35,835,214
Operation of automotive equipment	78,874	233,698	312,572
Telecommunications	346,086	808,491	1,154,577
Awards and grants	18,196,083	16,096,505	34,292,588
Social security	(413,252) (3)	1,312,739	899,487
Permanent improvements	2,065	884,725	886,790
Scholarships, fellowships and waivers	2,361,195 (1)	(12,337,901)	(9,976,706)
Bad debt expense	490,393	319,435	809,828
Unemployment compensation	-	23,627	23,627
Transfers	(2,836,172)	291,434	(2,544,738)
Total expenditures	<u>24,001,049</u>	<u>60,708,480</u>	<u>84,709,529</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>\$ 85,019,729</u>	<u>\$ 33,445,945</u>	<u>\$ 118,465,674</u>

(1) Includes tuition waivers equal to scholarships, fellowships, and waiver expense and net of scholarship allowances of \$38,262,262.

(2) Includes tuition waivers equal to scholarships, fellowships, and waiver expense and net of scholarship allowances of \$21,653,799.

(3) Includes adjustments for personal service related expenditures charged to the Income Fund as of June 30, 2017 and prior to passage of P.A. 100-0021, which appropriated funds for payment of Fiscal Year 2017 personal services, group insurance and social security in Fiscal Year 2018. After P.A. 100-0021 became effective on July 6, 2017, the University made adjustments to reclassify these charges from the Income Fund to the Appropriations account.

State of Illinois
Southern Illinois University
Schedule of Cash and Investments - by Depository
June 30, 2018

Held by:	
First-Mid Illinois Bank	\$ 1,678,100
Illinois National Bank	294,859
US Bank	307,685,280
Regions Bank	946,119
First Bankers Trust - Quincy	1,054
Busey Bank - Decatur	1,110
The Bank of Edwardsville	2,185,951
Internally Held	<u>169,560</u>
Total at June 30, 2018	<u><u>\$ 312,962,033</u></u>

PFM Asset Management, LLC manages a portion of the University's operational and restricted funds. US Bank keeps custody of these funds and provides monthly statements to assist in the accounting and reporting functions related to these investments. Operational funds are allocated into both Short and Intermediate maturity portfolios and are invested in accordance with the Illinois Public Funds Investment Act (30 ILCS 235) and Board policy. Restricted funds consist primarily of debt financing proceeds and are invested in accordance with the Illinois Public Funds Investment Act (30 ILCS 235) and debt covenants.

State of Illinois
Southern Illinois University
Schedule of Changes in Property and Equipment
Year Ended June 30, 2018

	Beginning Balance	Additions	Deletions	Transfers	Ending Balance
Capital assets not being depreciated:					
Land	\$ 22,194,897	\$ -	\$ -	\$ -	\$ 22,194,897
Nondepreciable historical treasures and works of art	12,331,138	73,002			12,404,140
Construction in progress	66,983,891	16,820,654	118,055	(18,185,917)	65,500,573
Total capital assets not being depreciated	<u>101,509,926</u>	<u>16,893,656</u>	<u>118,055</u>	<u>(18,185,917)</u>	<u>100,099,610</u>
Capital assets being depreciated:					
Site improvements	81,231,674	843,744	30,602	3,489,994	85,534,810
Buildings	1,291,149,139	5,905,758	603,084	14,695,923	1,311,147,736
Equipment	375,220,121	8,947,804	6,617,149	-	377,550,776
Infrastructure	21,722,279	-	-	-	21,722,279
Intangible Assets	7,340,787	-	-	-	7,340,787
Total capital assets being depreciated	<u>1,776,664,000</u>	<u>15,697,306</u>	<u>7,250,835</u>	<u>18,185,917</u>	<u>1,803,296,388</u>
Less accumulated depreciation for:					
Site improvements	53,838,064	3,487,544	30,602	-	57,295,006
Buildings	627,506,483	36,260,458	570,612	-	663,196,329
Equipment	340,830,929	11,926,372	5,711,241	-	347,046,060
Infrastructure	11,655,295	880,414	-	-	12,535,709
Intangible Assets	6,071,637	641,828	-	-	6,713,465
Total accumulated depreciation	<u>1,039,902,408</u>	<u>53,196,616</u>	<u>6,312,455</u>	<u>-</u>	<u>1,086,786,569</u>
Total capital assets being depreciated, net	<u>736,761,592</u>	<u>(37,499,310)</u>	<u>938,380</u>	<u>18,185,917</u>	<u>716,509,819</u>
Capital assets, net	<u>\$ 838,271,518</u>	<u>\$ (20,605,654)</u>	<u>\$ 1,056,435</u>	<u>\$ -</u>	<u>\$ 816,609,429</u>

Note: This summary schedule included all accounting entities and was prepared from University records.

**State of Illinois
Southern Illinois University at Carbondale
Calculation of Indirect Cost Carryforward
June 30, 2018**

1. Cash and equivalents balance:		
Enter the June 30 indirect cost entity balance for cash and equivalents:		
Cash		\$ 26,592,475
Interfund receivables		<u>644,668</u>
Total		<u>27,237,143</u>
2. Allocated reimbursements:		
Enter the total indirect cost reimbursements allocated for expenditure for the fiscal year completed: \$57,861,459; enter 30% of this amount		17,358,438
3. Unallocated reimbursements:		
Enter the lesser of the actual unallocated indirect cost reimbursements for the year completed or 10% of total indirect cost allocations for the year completed		5,786,146
4. Encumbrances and current liabilities:		
Paid in the lapse period:		
Enter the amount of:		
Current liabilities	\$ 1,672,868	
Encumbrances	<u>317,232</u>	
Total		<u>1,990,100</u>
5. Indirect cost carry-forward:		
a. Enter the total of items 2,3, and 4		<u>25,134,684</u>
b. Subtract from item 1. If a positive number results deposit in the income fund		<u>\$ 2,102,459</u>

State of Illinois
Southern Illinois University at Edwardsville
Calculation of Indirect Cost Carryforward
June 30, 2018

1. Cash and Equivalents Balance

Enter the June 30 indirect cost entity balance for cash and equivalents:

Cash \$ 870,105Total 870,105

2. Allocated Reimbursements

Enter the total indirect cost reimbursements allocated for expenditure
for the fiscal year completed:

\$2,896,298 enter 30% of this amount 868,889

3. Unallocated Reimbursements

Enter the lesser of the actual unallocated indirect cost reimbursements
for the year completed or 10 percent of total
indirect cost allocation for the year completed

289,630

4. Encumbrances and Current Liabilities

Paid in the Lapse Period:

Enter the amount of:

Current Liabilities 154,548

5. Indirect Cost Carryforward:

a. Enter the total of items 2, 3, and 4 1,313,067b. Subtract from item 1. If a positive number results
deposit in the income fund \$ (442,962)

**State of Illinois
Southern Illinois University
Identification and Description of Accounting Entities and
Auxiliary Enterprises
June 30, 2018**

The individual entities of the University are described as follows:

CARBONDALE:

AUXILIARY ENTERPRISES:

Auxiliary Enterprises (Revenue Bond) – The accounts in this entity are used for the administration and operation of the Southern Illinois University Housing and Auxiliary Facilities System. System facility acquisitions and improvements were financed with proceeds from the sale of revenue bonds. Facilities include the Student Center, Student Recreation Facility, University Housing, Child Care Center, and Student Health Program.

Auxiliary enterprises (revenue bond) primarily receive revenues from student fees, room and board, revenue bond fees, merchandise and food sales, and investment income.

Auxiliary Enterprises (Other) – The accounts in this entity include Evergreen Terrace, parking operations, and other auxiliary activities that are not included in revenue bond operations.

Auxiliary enterprises (other) primarily receive revenues from housing rentals, the sale of parking permits, parking violation fines, and investment income.

ACTIVITIES:

Service Departments – Activities for the operation, control, and distribution of costs associated with services provided on a campus-wide basis, primarily to University departments, define the purpose of these entity accounts. Examples include physical plant, printing, travel service, research shops, and other service departments where such activities are directly related to instruction, research, or public service.

Service department entity accounts receive revenues from services performed and goods provided to University departments.

Clinical Support – The accounts in this entity are used for the administration and operation of clinic and patient service facilities at the School of Medicine in Springfield.

Clinical support entity accounts primarily receive revenues from patient service fees and hospital affiliation services.

State of Illinois
Southern Illinois University
Identification and Description of Accounting Entities and
Auxiliary Enterprises
June 30, 2018

Public Service and Academic Support Activities – The accounts in this entity are used to record the activities in direct support of the primary academic and service mission of the University. Such activities include continuing education, Touch of Nature, broadcasting service, the SIU Press, research support, and other activities related to the administration of the various departments and colleges.

The accounts in this entity receive revenues from operations, including sales of books, fees paid by program participants, farm sales, investment income, and other sources.

Student Programs and Services – The administration and operation of student activities and programs funded by student fees are included in this entity. Included are housing and recreational activities, student organizations, counseling services, and other programs and services operated primarily for students.

Student programs and services entity accounts receive revenues from student activity and campus housing activity fees, ticket sales, investment income, and other sources.

Administration– The accounts in this entity are used to record the administrative and operational activities of financial and other administrative offices. These include the bursar, purchasing, human resources, information technology, and the activities of operations providing services to students, faculty and staff which are not directly related to instruction and research.

The accounts in this entity receive revenues from operations and investment income.

EDWARDSVILLE:

AUXILIARY ENTERPRISES:

Auxiliary Enterprises (Revenue Bond) – The accounts in this entity are used for the administration and operation of the Southern Illinois University Housing and Auxiliary Facilities System. System facility acquisitions and improvements were financed with proceeds from the sale of revenue bonds. Facilities include the University Center, Student Fitness Center, University Housing, and Traffic and Parking.

Auxiliary enterprises (revenue bond) receive revenues from student fees, room and board, revenue bond fees, merchandise and food sales, parking decal sales, and other sources.

State of Illinois
Southern Illinois University
Identification and Description of Accounting Entities and
Auxiliary Enterprises
June 30, 2018

ACTIVITIES:

Academic Affairs – This entity includes accounts that are used to record extracurricular and scholarly activities generally supportive of instruction, including those for which no academic credit is earned, and research. Examples include accounts related to the College of Arts and Sciences and to continuing education.

The accounts in this entity receive revenues from the sale of books and other instructional materials, dental clinic fees, conference fees, and other sources.

Student Fees – The administration and operation of student activities and programs funded by student fees are accounted for in this entity. Included are various housing, athletic and recreation activities and textbook rentals.

Student fees accounts primarily receive revenue from student activity fees and textbook sales and rental fees.

Administrative Services – The accounts in this entity provide services to students and to other university departments. Included are various bursar services, printing and graphic services, telephone services, and facilities management services.

The accounts in this entity receive revenues from services performed and goods provided to University departments.

State of Illinois
Southern Illinois University Carbondale
Financial Schedules for Accounting Entities and Auxiliary Enterprises
Entity Balance Sheets
June 30, 2018

	Public Service & Academic Support Activities	Clinical Support	Student Programs & Services	Administration	Service Departments	Auxiliary Enterprises Other	Auxiliary Enterprises Revenue Bond
ASSETS							
Current funds:							
Cash and investments	\$ 12,386,766	\$ 9,923,592	\$ (5,919,845)	\$ 542,541	\$ 9,478,081	\$ 3,202,223	\$ -
Cash and investments-restricted	-	-	-	-	-	-	17,723,405
Due from other funds	264,827	36,424	4,230,055	113,389	6,332,329	14,889	5,091,273
Accounts receivable-net	1,154,855	7,510,246	1,199,462	11,553	2,175,403	146,874	1,637,451
Merchandise for resale	597,212	-	-	-	2,040,704	420	190,363
Prepaid expenses	4,413	-	719	-	1,316.00	2,520	3,647
Deferred Outflows--OPEB	-	-	-	-	-	-	491,876
Total current funds	<u>\$ 14,408,073</u>	<u>\$ 17,470,262</u>	<u>\$ (489,609)</u>	<u>\$ 667,483</u>	<u>\$ 20,027,833</u>	<u>\$ 3,366,926</u>	<u>\$ 25,138,015</u>
Plant funds:							
Cash and investments	\$ 2,446,388	\$ 4,190,522	\$ (6,200,492)	-	\$ 3,495,650	\$ 3,827,504	\$ -
Cash and investments-restricted	-	-	-	-	-	-	18,049,525
Accrued interest receivable	-	-	-	-	-	-	67,421
Due from other funds	9,081	10,351	3,516	-	12,889	14,452	-
Investment: Plant buildings	293,078,994	84,213,770	39,000,377	11,251,999	45,785,672	6,429,005	337,604,734
Investment: Plant equipment	69,668,146	44,242,270	2,160,796	551,892	22,601,150	583,968	17,433,247
Investment: Construction in progress	-	-	-	-	-	-	4,674,712
Unamortized bond issuance cost	-	-	-	-	-	-	327,747
Unamortized bond discount(premium)	-	-	-	-	-	-	(4,824,856)
Total plant funds assets	<u>\$ 365,202,609</u>	<u>\$ 132,656,913</u>	<u>\$ 34,964,197</u>	<u>\$ 11,803,891</u>	<u>\$ 71,895,361</u>	<u>\$ 10,854,929</u>	<u>\$ 373,332,530</u>
DEFERRED OUTFLOWS OF RESOURCES							
Plant funds:							
Deferred Outflows--Bond Refunding							1,643,878
Plant funds:							
Total assets and deferred outflows of resources	<u>\$ 365,202,609</u>	<u>\$ 132,656,913</u>	<u>\$ 34,964,197</u>	<u>\$ 11,803,891</u>	<u>\$ 71,895,361</u>	<u>\$ 10,854,929</u>	<u>\$ 374,976,408</u>

State of Illinois
Southern Illinois University Carbondale
Financial Schedules for Accounting Entities and Auxiliary Enterprises
Entity Balance Sheets, Continued
June 30, 2018

	<u>Public Service & Academic Support Activities</u>	<u>Clinical Support</u>	<u>Student Programs & Services</u>	<u>Administration</u>	<u>Service Departments</u>	<u>Auxiliary Enterprises Other</u>	<u>Auxiliary Enterprises Revenue Bond</u>
LIABILITIES AND FUND BALANCES							
Current funds:							
Liabilities:							
Accounts payable	\$ 219,004	\$ 765,265	\$ 3,558,338	\$ 246,847	\$ 3,455,940	\$ 93,940	\$ 580,659
Due to other funds	354,501	82,550	3,803,509	5,180	1,870,919	1,856,941	1,151,350
Accrued payroll	127,779	148,670	61,286	8,098	420,659	24,187	389,334
Accrued liability for OPEB	-	-	-	-	-	-	23,602,115
Unearned revenue	706,403	13,054	584,244	-	-	6,556	907,557
Compensated absence: Vacation	354,810	7,115,787	375,683	232,944	1,034,620	252,909	2,955,750
Compensated absence: Sick	12,830	246,539	20,325	1,946	120,545	31,021	92,673
Deferred Inflows--OPEB	-	-	-	-	-	-	7,208,998
Total current fund liabilities	1,775,327	8,371,865	8,403,385	495,015	6,902,683	2,265,554	36,888,436
Fund balances (deficit)	12,632,746	9,098,397	(8,892,994)	172,468	13,125,150	1,101,372	(11,750,421)
Total current funds	\$ 14,408,073	\$ 17,470,262	\$ (489,609)	\$ 667,483	\$ 20,027,833	\$ 3,366,926	\$ 25,138,015
Plant funds:							
Liabilities:							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 826	\$ -	\$ -
Due to other funds	68,201	-	-	-	-	402,734	491,600
Accrued interest payable	-	-	-	-	-	-	1,262,223
Revenue bonds payable	-	-	-	-	-	-	108,454,592
Total plant fund liabilities	68,201	-	0	0	826	402,734	110,208,415
Fund balances:							
Plant funds repairs & replacements	\$ 2,387,268	\$ 4,200,873	\$ (6,196,976)	\$ -	\$ 3,507,713	\$ 3,439,222	\$ 13,509,892
Investment in plant & buildings	362,747,140	128,456,040	41,161,173	11,803,891	68,386,822	7,012,973	251,258,101
Total fund balances	365,134,408	132,656,913	34,964,197	11,803,891	71,894,535	10,452,195	264,767,993
Total plant funds	\$ 365,202,609	\$ 132,656,913	\$ 34,964,197	\$ 11,803,891	\$ 71,895,361	\$ 10,854,929	\$ 374,976,408

State of Illinois
Southern Illinois University Carbondale
Financial Schedules for Accounting Entities and Auxiliary Enterprises
Entity Schedules of Current Funds, Revenues, Expenditures, and Other Changes
June 30, 2018

	Public Service & Academic Support <u>Activities</u>	Clinical <u>Support</u>	Student Programs & <u>Services</u>	<u>Administration</u>	Service <u>Departments</u>	Auxiliary Enterprises <u>Other</u>	Auxiliary Enterprises <u>Revenue Bond</u>
Revenues:							
Sales	\$ 1,670,666	\$ 110,902	\$ 3,908,489	\$ 7,570	\$ 14,031	\$ 1,568,847	\$ 25,269,333
Fees	11,400,339	78,235,617	27,702,777	15,714	1,521,529	811,186	17,439,319
Services	50,062	329,600	15,538	547	80,152,281	4,382	28,049
Contributions	1,467,545	4,348,976	2,699,267	906,387	2,904	765	4,475
Rentals	336,945	-	57,220	-	-	116,215	6,021,787
Deposits	264,332	5,708	424,494	385,231	3,168,530	5,594	129,947
Investments	140,764	77,298	252,621	265,696	75,607	28,905	121,547
Refunds	6,253	-	-	83	795	-	-
State Appropriations	-	-	-	-	-	-	43,928,719
Medical Facilities System	-	-	-	-	-	-	38,118,971
Other Income	2,175,992	2,499,282	7,963,011	149,739	613,885	5,291,528	34,578
Total revenue	<u>17,512,898</u>	<u>85,607,383</u>	<u>43,023,417</u>	<u>1,730,967</u>	<u>85,549,562</u>	<u>7,827,422</u>	<u>131,096,725</u>
Expenditures:							
Salaries	7,478,905	64,860,197	6,160,734	1,894,074	26,964,537	2,253,240	36,949,849
Wages	908,522	1,628	1,204,308	15,576	1,094,131	165,627	1,529,886
Travel	488,018	336,916	321,913	17,716	80,505	3,606	87,054
Equipment	598,670	533,131	1,554,285	244,280	1,726,023	27,697	700,172
Commodities	1,157,630	1,919,362	1,839,334	72,729	4,617,305	105,518	2,214,280
Contractual Services	4,022,391	15,305,376	25,319,055	102,739	35,992,302	43,738	9,962,295
Refunds	79,979	284	2,139	-	795	-	-
Awards/Grants	269,697	150,408	3,933,388	-	933	-	6,274
Operation of Auto	126,587	2,752	91,464	109	1,733,215	18,050	23,401
Permanent Improvements	-	61,588	903	-	4,123,414	-	9,150
Telecommunication	178,333	326,228	159,802	28,592	1,379,348	253,299	749,494
Fringe Benefits	104,778	1,620,842	36,063	7,017	7,881,089	148,600	45,614,043
General Administration/Office Expense	-	-	-	-	-	3,458,070	10,654,709
Merchandise for Resale	-	-	-	-	1,198,294	9,532	2,526,151
Utilities	-	-	-	-	-	327,213	5,377,262
Maintenance	735,625	-	9,451	-	3,578	372,997	4,884,652
Mass Transit Expense	-	-	805,849	-	-	-	-
Bad Debt Expense	56,426	81,109	428,056	624	(212)	24,943	736,330
Total expenditures	<u>16,205,561</u>	<u>85,199,821</u>	<u>41,866,744</u>	<u>2,383,456</u>	<u>86,795,257</u>	<u>7,212,130</u>	<u>122,025,002</u>
Net increase(decrease) before transfers	1,307,337	407,562	1,156,673	(652,489)	(1,245,695)	615,292	9,071,723
Transfers-Additions(deductions):							
Transfers	(694,955)	(1,286,676)	(7,268,988)	1,271,925	(1,202,249)	(984,132)	(11,113,396)
Net increase(decrease) for the year	<u>\$ 612,382</u>	<u>\$ (879,114)</u>	<u>\$ (6,112,315)</u>	<u>\$ 619,436</u>	<u>\$ (2,447,944)</u>	<u>\$ (368,840)</u>	<u>\$ (2,041,673)</u>

State of Illinois
Southern Illinois University Carbondale
Financial Schedules for Accounting Entities and Auxiliary Enterprises
Entity Schedules of Changes in Fund Balances
June 30, 2018

	<u>Public Service & Academic Support Activities</u>	<u>Clinical Support</u>	<u>Student Programs & Services</u>	<u>Administration</u>	<u>Service Departments</u>	<u>Auxiliary Enterprises Other</u>	<u>Auxiliary Enterprises Revenue Bond</u>
Current funds:							
Revenues	\$ 17,512,898	\$ 85,607,383	\$ 43,023,417	\$ 1,730,967	\$ 85,549,562	\$ 7,827,422	\$ 131,096,725
Expenditures	(16,205,561)	(85,199,821)	(41,866,744)	(2,383,456)	(86,795,257)	(7,212,130)	(122,025,002)
Transfers-net additions (deductions)	(694,955)	(1,286,676)	(7,268,988)	1,271,925	(1,202,249)	(984,132)	(11,113,396)
Net increase (decrease) for the year	612,382	(879,114)	(6,112,315)	619,436	(2,447,944)	(368,840)	(2,041,673)
Fund balances (deficit), July 1, 2017	12,020,364	9,977,511	(2,780,679)	(446,968)	15,573,094	1,470,212	20,475,871
Change in Accounting Principle	-	-	-	-	-	-	(30,184,619)
Fund balances (deficit), June 30, 2018	<u>\$ 12,632,746</u>	<u>\$ 9,098,397</u>	<u>\$ (8,892,994)</u>	<u>\$ 172,468</u>	<u>\$ 13,125,150</u>	<u>\$ 1,101,372</u>	<u>\$ (11,750,421)</u>
Plant funds:							
Revenues	\$ 67,482	\$ 109,705	\$ 8,031	\$ -	\$ 28,615	\$ 30,484	\$ 12,645,361
Expenditures	(572,039)	(861,980.00)	(55,795)	0	(170,033)	(498,369)	(15,954,912)
Transfers-net additions (deductions)	(1,538,239)	3,651,801	106,589	0	309,952	1,052,860	14,220,114
Other-additions (deductions)	986,298	883,071	(2,403,669)	3,719,837	737,750	(40,371)	-
Net increase (decrease) for the year	(1,056,498)	3,782,597	(2,344,844)	3,719,837	906,284	544,604	10,910,563
Fund balances, July 1, 2017	366,190,906	128,874,316	37,309,041	8,084,054	70,988,251	9,907,591	253,857,430
Fund balances, June 30, 2018	<u>\$ 365,134,408</u>	<u>\$ 132,656,913</u>	<u>\$ 34,964,197</u>	<u>\$ 11,803,891</u>	<u>\$ 71,894,535</u>	<u>\$ 10,452,195</u>	<u>\$ 264,767,993</u>

State of Illinois
Southern Illinois University at Edwardsville
Financial Schedules for Accounting Entities and Auxiliary Enterprises
Entity Balance Sheets
June 30, 2018

ASSETS	Academic Affairs Activities	Student Fee Activities	Administrative Services Activities	Auxiliary Enterprises
CURRENT FUNDS:				
Share of pooled cash and investments	\$ 29,649,280	\$ 7,724,043	\$ 14,325,847	\$ 10,440,410
Interfund Receivables	157,064	5,594	2,974,939	429,462
Accounts receivable (less allowance for doubtful accounts)	646,837	441,372	1,262,913	698,202
Inventories	579,779	3,112,066	150,425	824,307
Prepaid expense	7,150	7,124	-	64,530
Deferred Outflows	-	-	853,669	94,369
Total current funds	<u>\$ 31,040,110</u>	<u>\$ 11,290,199</u>	<u>\$ 19,567,793</u>	<u>\$ 12,551,280</u>
PLANT FUNDS:				
Share of pooled cash and investments	\$ 297,103	\$ 453,172	-	25,839,433
Interfund receivables	-	-	-	-
Accrued Interest Receivable	-	-	-	98,770
Capitalized interest	-	-	-	-
Construction in Progress	-	-	-	1,352,748
Buildings	-	-	-	167,310,154
Improvements	-	-	-	32,173,789
Equipment	8,837,123	2,428,217	15,732,916	4,140,825
Prepaid Expenses and other assets	-	-	-	(2,358,381)
Total plant funds	<u>\$ 9,134,226</u>	<u>\$ 2,881,389</u>	<u>\$ 15,732,916</u>	<u>\$ 228,557,338</u>
LIABILITIES AND FUND BALANCES				
CURRENT FUNDS:				
Liabilities:				
Accounts payable	\$ 372,377	\$ 533,072	\$ 2,393,143	\$ 406,603
Accrued payroll	57,743	44,579	453,521	322,486
Unearned revenue	1,162,552	448,181	437,489	966,071
Refundable deposits	-	-	-	193,675
Accrued compensated absences	194,320	541,539	1,146,934	626,539
Interfund payables	164,881	76,713	752,855	580,805
Other Post Employment Benefits	-	-	40,962,435	4,528,200
Deferred Inflows	-	-	12,511,512	1,383,088
Total liabilities	1,951,873	1,644,084	58,657,889	9,007,467
Fund balance	29,088,237	9,646,115	(39,090,096)	3,543,813
Total Current Funds	<u>\$ 31,040,110</u>	<u>\$ 11,290,199</u>	<u>\$ 19,567,793</u>	<u>\$ 12,551,280</u>
PLANT FUNDS:				
Liabilities:				
Accounts payable	\$ -	\$ 128,035	-	\$ 791,276
Interest Payable	-	-	-	601,964
Interfund payable	7,000	1,155	-	-
Revenue Bonds Payable	-	-	-	99,148,861
Total Liabilities	<u>7,000</u>	<u>129,190</u>	<u>-</u>	<u>100,542,101</u>
Fund balances:				
Unexpended plant	-	323,982	-	-
Renewals and replacements	-	-	-	-
Investment in plant	9,127,226	2,428,217	15,732,916	128,015,237
Total fund balance	<u>9,127,226</u>	<u>2,752,199</u>	<u>15,732,916</u>	<u>128,015,237</u>
Total plant funds	<u>\$ 9,134,226</u>	<u>\$ 2,881,389</u>	<u>\$ 15,732,916</u>	<u>\$ 228,557,338</u>

State of Illinois
Southern Illinois University at Edwardsville
Financial Schedules for Accounting Entities and Auxiliary Enterprises
Entity Schedule of Current Funds, Revenue, Expenditures, and Other Changes
June 30, 2018

	Academic Affairs Activities	Student Fee Activities	Administrative Services Activities	Auxiliary Enterprises
Revenues:				
Sales	\$ 1,207,268	\$ 716,799	\$ 768,551	\$ 14,320,337
Fees	12,489,995	14,229,542	13,248,448	9,917,748
Services	70,858	13,673	30,598,373	1,983
Investment income	987	(20,368)	93,365	(14,923)
Rentals	188,130	49,655	423,323	18,185,647
Other income	<u>1,608,529</u>	<u>776,878</u>	<u>511,508</u>	<u>458,220</u>
Total revenue	<u>15,565,767</u>	<u>15,766,179</u>	<u>45,643,568</u>	<u>42,869,012</u>
Expenditures:				
Salaries	4,608,174	5,292,235	13,239,209	8,672,486
Wages	79,313	462,191	270,451	2,505,316
Travel	156,214	142,180	56,231	35,497
Equipment	578,169	202,328	3,419,848	189,224
Commodities	1,469,061	586,085	1,278,871	731,101
Contractual services	2,605,619	2,199,514	13,939,789	6,743,675
Awards and grants	129,894	1,118,772	1,553	-
Operation of auto	20,691	16,912	666,536	73,982
Telecommunications	109,632	68,612	1,319,825	764,371
Other	<u>1,250,117</u>	<u>5,167,779</u>	<u>62,405,400</u>	<u>13,899,408</u>
Total expenditures	<u>11,006,884</u>	<u>15,256,608</u>	<u>96,597,713</u>	<u>33,615,060</u>
Net increase (decrease) before transfer	<u>4,558,883</u>	<u>509,571</u>	<u>(50,954,145)</u>	<u>9,253,952</u>
Transfers - additions (deductions):				
University Initiatives	-	-	145,717	-
Debt service and renewals and replacements	-	-	-	(14,440,396)
Other transfers	<u>20,830</u>	<u>(1,938,399)</u>	<u>-</u>	<u>402,079</u>
Total transfers	<u>20,830</u>	<u>(1,938,399)</u>	<u>145,717</u>	<u>(14,038,317)</u>
Net increase (decrease) for the year	<u>\$ 4,579,713</u>	<u>\$ (1,428,828)</u>	<u>\$ (50,808,428)</u>	<u>\$ (4,784,365)</u>
Other income:				
Contributions	\$ 43,572	\$ -	\$ 91,554	\$ 17
Loans	51,053	-	-	-
Deposits	1,180,362	227,924	45,789	1,799
Refunds	285,940	569,130	315,771	347,631
Other	47,602	(20,176)	58,394	108,773
Reclass of entity	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other	<u>1,608,529</u>	<u>776,878</u>	<u>511,508</u>	<u>458,220</u>
Other Expenditures:				
Refunds	149,014	20,069	10,211	42,410
Waivers	40,767	108,669	66,461	64,469
Gen. admin	1,957	93,735	5,464	1,692,535
Merch resale	945,292	4,141,316	28,915	5,367,251
Perm improvements	-	-	6,903,776	264,492
Bad debt	14,538	70,810	529,781	341,726
Competition Travel	-	516,540	1,156	-
Recruiting	-	91,641	-	-
Traineeship Costs	126	-	-	-
Empl contribution	86,866	99,292	54,795,233	6,049,103
Insurance/loan	-	10,511	(24,086)	13,575
Social security	<u>11,557</u>	<u>15,196</u>	<u>88,489</u>	<u>63,847</u>
Total other	<u>\$ 1,250,117</u>	<u>\$ 5,167,779</u>	<u>\$ 62,405,400</u>	<u>\$ 13,899,408</u>

State of Illinois
Southern Illinois University at Edwardsville
Financial Schedules for Accounting Entities and Auxiliary Enterprises
Entity Schedule of Changes in Fund Balances
June 30, 2018

	<u>Academic Affairs Activities</u>	<u>Student Fee Activities</u>	<u>Administrative Services Activities</u>	<u>Auxiliary Enterprises</u>
CURRENT FUNDS:				
Revenue	\$ 15,565,767	\$ 15,766,179	\$ 45,643,568	\$ 42,869,012
Expenditures	(11,006,884)	(15,256,608)	(38,161,393)	(33,485,812)
Transfers-net additions (deductions)	<u>20,830</u>	<u>(1,938,399)</u>	<u>145,717</u>	<u>(14,038,317)</u>
Net increase (decrease) for the year	4,579,713	(1,428,828)	7,627,892	(4,655,117)
Fund balance June 30, 2017	24,651,410	10,932,057	11,718,332	8,328,178
Change in Accounting Principle	<u>(142,886)</u>	<u>142,886</u>	<u>(58,436,320)</u>	<u>(129,248)</u>
Fund Balance June 30, 2018	<u>\$ 29,088,237</u>	<u>\$ 9,646,115</u>	<u>\$ (39,090,096)</u>	<u>\$ 3,543,813</u>
PLANT FUNDS:				
Revenue	23,372	136,173	585,282	15,859,663
Expenditures	(359,343)	(1,234,921)	-	(15,024,461)
Transfers-net additions (deductions)	<u>-</u>	<u>835,000</u>	<u>-</u>	<u>14,038,318</u>
Net increase (decrease) for the year	(335,971)	(263,748)	585,282	14,873,520
Fund balance June 30, 2017	9,463,197	3,015,947	15,147,634	118,962,920
Change in Accounting Principle	<u>-</u>	<u>-</u>	<u>-</u>	<u>(5,821,203)</u>
Fund Balance June 30, 2018	<u>\$ 9,127,226</u>	<u>\$ 2,752,199</u>	<u>\$ 15,732,916</u>	<u>\$ 128,015,237</u>

**State Of Illinois
Southern Illinois University
Schedules of Federal Expenditures,
Nonfederal Expenses and New Loans
Year Ended June 30, 2018**

Schedule A – Federal Financial Component

Total Federal Expenditures Reported on SEFA Schedules	\$	304,329,286
Total New Loans Made not included on SEFA Schedules		-
Amount of Federal Loan Balances at Beginning of the Year (not included on the SEFA schedules and continued compliance is required)		-
Other noncash Federal Award Expenditures (not included on SEFA Schedule)		-
Total Schedule A	\$	304,329,286

Schedule B – Total Financial Component

Total Operating Expenses (From Financial Statements)	\$	\$	1,194,223,256
Total Nonoperating Expenses (From Financial Statements)			12,385,269
Total New Loans Made			185,854,828
Amount of Federal Loan Balances at Beginning of the Year			20,917,411
Other noncash Federal Award Expenditures			-
Total Schedule B		\$	1,413,380,764

Schedule C

	<u>Amount</u>	<u>Percent</u>
Total Schedule A	\$ 304,329,286	21.5%
Total Nonfederal Expenses	1,109,051,478	78.5%
Total Schedule B	<u>\$ 1,413,380,764</u>	<u>100.0%</u>

Note: These schedules are used to determine the University's single audit costs in accordance with Uniform Guidance.

Note: For a complete Schedule of Expenditures of Federal Awards and Related Note Disclosures, refer to State of Illinois, Southern Illinois University, Compliance Examination for the year ended June 30, 2018, issued under separate cover.

**State Of Illinois
Southern Illinois University
Analysis of Operations
For the year ended June 30, 2018
(Unaudited)**

University Functions and Planning Program

Southern Illinois University (SIU) is a comprehensive university with medical, dental, law, nursing and pharmacy schools, and with degree programs from the associate to the professional and doctoral levels. It primarily serves the citizens of Illinois, but its students come from all 50 states and many foreign countries. It is the only senior system of higher education serving the people of the southern half of the State of Illinois. It has two main campuses, Southern Illinois University Carbondale and Southern Illinois University Edwardsville. The University's Interim President is Dr. Kevin Dorsey.

The SIU System offers an extensive inventory of baccalaureate, graduate and professional degrees, research, public service and continuing education programs. Southern Illinois University is pledged: (1) to maintain the high quality of its programs of instruction, research, and public service; (2) to monitor judiciously the development of, and additions to, these programs; and, (3) to sustain, through these programs, its diverse and comprehensive educational contribution to the people of the region, state, and the nation.

Each campus has established planning procedures for developing new and expanded programs and associated budget requests. The formal planning document is the Resource Allocation Management Plan (RAMP) required by the Illinois Board of Higher Education (IBHE). After approval by the President and the SIU Board of Trustees, the Plan is transmitted to the IBHE for consideration and approval. The IBHE coordinates the Plan with the goals and objectives of other State universities, with the needs of Illinois citizens (as defined by the four goals of the Illinois Public Agenda), and with available resources. The Plan represents the formal long-term and short-term goals for the University. Included in the Plan are requests for substantial changes in academic programs and requests for capital and deferred maintenance funds, as well as funds for personnel and operating needs.

The IBHE has established an eight-year program review schedule whereby all academic programs are reviewed on a recurring cycle. Performance measures (i.e., number of graduates, credit hours generated, cost per credit hour and quality of instruction and research) are reviewed by the internal and external consultants and by the college deans. Specific recommendations are made for improvement, expansion or deletion of programs. Progress in implementing recommendations is monitored by the Office of Academic Affairs at both the campus and system levels and by the IBHE.

**State Of Illinois
Southern Illinois University
Analysis of Operations
For the year ended June 30, 2018
(Unaudited)**

University Functions and Planning Program (Continued)

The campuses have also developed an evaluation process whereby research and public service centers and institutes are reviewed on a recurring eight-year cycle. Other non-academic areas (i.e., student services) either participate in specialized accreditation that is available through external agencies (e.g., childcare, student health center) or respond to specific IBHE-mandated "focus" reviews which are part of IBHE's evaluation process.

The University has a budget and planning process that: (1) establishes University priorities and shifts resources to those priorities that advance the mission of the institution; (2) identifies resources to address unexpected expenses and emergencies to avoid major resource reallocations during the year; and, (3) builds a structure to identify resources for planned asset maintenance (facilities, equipment and professional development).

SIU has a deep commitment to excellence in teaching, scholarly creative activities, service and the achievement of these objectives while offering an affordable educational experience for all students.

An annual performance report is made to the Board which presents accomplishments related to the goals established for the fiscal year and an annual financial performance report summarizes overall financial results.

**State of Illinois
Southern Illinois University
Explanation of Significant Variations in Revenues and Expenses
June 30, 2018 and 2017
(Unaudited)**

The following explains variations in revenues and expenses in excess of 10 percent and \$16,000,000 or more between fiscal years 2018 and 2017. The information was obtained from the University financial statements.

Operating Expenses:

	<u>Fiscal Year 2018</u>	<u>Fiscal Year 2017</u>	<u>Difference</u>
Institutional Support	\$ 85,973,713	\$ 101,738,900	\$ (15,765,187)

The decrease in expense is primarily related to University insurance activities. In fiscal year 2017, Self-Insurance funds experienced an under-recovery of costs of \$7.4 million compared to an over-recovery of costs in fiscal year 2018 of \$5.4 million. These two factors combined for a decrease in institutional support expenditures of \$12.8 million which is a substantial amount of the change compared to fiscal year 2017.

Non-Operating Revenues (Expenses):

	<u>Fiscal Year 2018</u>	<u>Fiscal Year 2017</u>	<u>Difference</u>
State appropriations	\$ 276,429,700	\$ 106,963,500	\$ 169,466,200

The increase is primarily related to revenue recognition guidelines reflected in GASB Statement No. 33. The University received \$182 million in appropriations from the Illinois General Assembly for fiscal year 2018. In accordance with GASB 33, the University also had to report \$94 million of fiscal year 2017 appropriations as revenue in fiscal year 2018 as the \$94 million appropriation was not signed into law by the General Assembly until July 6, 2017.

	<u>Fiscal Year 2018</u>	<u>Fiscal Year 2017</u>	<u>Difference</u>
Grants and contracts	\$ 85,230,426	\$ 50,157,134	\$ 35,073,292

The increase can be attributed to receipts related to the Illinois Monetary Award Program (MAP) grant. Due to State budget shortfalls in fiscal year 2017, the University only received \$8 million of MAP payments from the State of Illinois. In fiscal year 2018, the University received \$43 million of MAP payments which included current fiscal year payments as well as prior fiscal year payments that were in arrears.

State of Illinois
Southern Illinois University
Explanation of Significant Variations in Assets and Liabilities
June 30, 2018 and 2017
(Unaudited)

Following are the changes in assets and liabilities between June 30, 2018 and June 30, 2017 that involved increases or decreases in excess of 10 percent and \$16,000,000 or more. This information was obtained from the University financial statements.

	Fiscal Year 2018	Fiscal Year 2017	Difference
Cash & Cash Equivalents	\$ 91,075,865	\$ 67,870,182	\$ 23,205,683
Investments	\$ 221,886,168	\$ 109,178,306	\$ 112,707,862

The increase in cash and investments is primarily related to the University receiving a full operating appropriation from the State of Illinois in fiscal year 2018. The University hadn't received a full appropriation since fiscal year 2015 which depleted cash and investment balances over the last two fiscal years. With a full appropriation in fiscal year 2018, the University was able to partially replenish cash balances as State reimbursements were being received regularly for operations, primarily personal service costs. Receiving regular reimbursements also allowed the University to invest more funds than the previous two fiscal years. As a result, the University's pooled investments balances increased significantly.

	Fiscal Year 2018	Fiscal Year 2017	Difference
Liability for OPEB	\$ 174,634,628	\$ -	\$ 174,634,628
Deferred inflows of resources--OPEB	\$ 53,340,170	\$ -	\$ 53,340,170

As a result of implementing GASB Statement No. 75 in fiscal year 2018, the University was required to report its proportionate share of the State of Illinois' liability to Other Post-Employment Benefits (OPEB). The University was also required to report its share of the State's deferred inflows of resources related to OPEB. These requirements did not exist prior to fiscal year 2018.

State of Illinois
Southern Illinois University
Analysis of Significant Lapse Period Spending
Fifteen Months Ended September 30, 2018
(Unaudited)

We noted no lapse period spending in excess of 10 percent of total expenditures for fiscal year 2018 and equal to or greater than \$250,000 from the Schedule of Appropriations, Expenditures, and Lapsed Balances which required an explanation of variances.

**State of Illinois
Southern Illinois University
Analysis of Significant Account Balances
Investments and Investment Income
June 30, 2018 and 2017
(Unaudited)**

The University's investment balances at June 30, 2018 and 2017 were held as follows:

	2018 Carrying Amount	2017 Carrying Amount
U.S. Treasuries	\$ 72,942,819	\$ 39,063,343
U.S. Agencies	81,203,809	70,070,663
Commercial Paper	67,695,240	-
Common Stock	44,300	44,300
Total Investments	<u>\$ 221,886,168</u>	<u>\$ 109,178,306</u>

Refer to Notes to Financial Statements in the Southern Illinois University *Annual Financial Report* for the year ended June 30, 2018, for additional information relating to investments.

The University accounts for investment income on the accrued basis. Investment income earned on the operating cash and investments, including realized gains and losses resulting from the sale or other disposition of investments, is distributed on a quarterly basis to the pooled participants based upon their respective aggregate balances over the prior three-month period.

Investment income, by fund, for the years ended June 30, 2018 and 2017, was as follows:

	2018	2017
Income fund	\$ (66,114)	\$ 315,735
General operating	759,339	(1,103,695)
Auxiliary enterprises	104,500	118,853
Restricted	157,271	88,929
Loan Funds	53,067	34,436
Plant Funds	752,054	485,729
Other funds	125,070	231,939
Total	<u>\$ 1,885,187</u>	<u>\$ 171,926</u>

State of Illinois
Southern Illinois University
Analysis of Significant Account Balances
Accounts and Notes Receivable
June 30, 2018 and 2017
(Unaudited)

	2018	2017
Accounts receivable		
Student tuition and fees	\$ 10,976,665	\$ 12,409,380
Auxiliary enterprises	14,152,338	14,844,229
General operating	25,728,657	24,776,203
Grants and contracts	12,920,902	14,747,834
Student loans	70,083	64,057
Other accounts receivable	1,552,753	2,128,757
	65,401,398	68,970,460
Less: Allowance for doubtful accounts	(24,170,247)	(23,698,923)
Total accounts receivable, net	\$ 41,231,151	\$ 45,271,537
 Notes receivable		
Loan Funds:		
Carbondale campus	\$ 16,730,866	\$ 17,322,088
Edwardsville campus	1,754,957	2,286,245
Plant Funds:		
Carbondale campus	-	-
Total notes receivable	18,485,823	19,608,333
 Allowance for doubtful notes:		
Carbondale campus	(328,542)	(323,297)
Edwardsville campus	-	-
Total allowance for doubtful accounts	(328,542)	(323,297)
Total notes receivable, net	\$ 18,157,281	\$ 19,285,036

Note: The collection of accounts receivable and notes receivable are handled internally as well as by private vendors. The vendors utilized for collections are: Williams & Fudge, Inc., General Revenue Corporation, National Credit Management, and University Accounting Services (UAS). Also, all student related accounts receivable, once deemed past due, are reported in the Illinois Offset System.

**State of Illinois
Southern Illinois University
Analysis of Significant Account Balances
Student Tuition Receivable
June 30, 2018 and 2017
(Unaudited)**

	June 30, 2018		
	Total	Carbondale Campus	Edwardsville Campus
Student tuition receivable			
Current - 30 days	\$ 2,475,894	\$ 2,362,187	\$ 113,707
31 - 180 days	2,266,817	1,171,384	1,095,433
181 - 365 days	1,183,435	687,817	495,618
Over 365 days	5,050,519	3,281,391	1,769,128
Total student tuition receivable	10,976,665	7,502,779	3,473,886
Allowance for doubtful accounts	<u>(5,610,046)</u>	<u>(3,579,669)</u>	<u>(2,030,377)</u>
Student tuition receivable, net	<u>\$ 5,366,619</u>	<u>\$ 3,923,110</u>	<u>\$ 1,443,509</u>

	June 30, 2017		
	Total	Carbondale Campus	Edwardsville Campus
Student tuition receivable			
Current - 30 days	\$ 3,528,943	\$ 3,297,924	\$ 231,019
31 - 180 days	2,612,919	1,259,719	1,353,200
181 - 365 days	1,467,588	875,489	592,099
Over 365 days	4,799,930	2,969,779	1,830,151
Total student tuition receivable	12,409,380	8,402,911	4,006,469
Allowance for doubtful accounts	<u>(5,395,152)</u>	<u>(3,280,137)</u>	<u>(2,115,015)</u>
Student tuition receivable, net	<u>\$ 7,014,228</u>	<u>\$ 5,122,774</u>	<u>\$ 1,891,454</u>

Note: The collection of accounts receivable and notes receivable are handled internally as well as by private vendors. The vendors utilized for collections are: Williams & Fudge, Inc., General Revenue Corporation, National Credit Management, and University Accounting Services (UAS). Also, all student related accounts receivable, once deemed past due, are reported in the Illinois Offset System.

**State of Illinois
Southern Illinois University
Analysis of Significant Account Balances
Auxiliary Enterprises Receivable
June 30, 2018 and 2017
(Unaudited)**

	June 30, 2018		
	Total	Carbondale Campus	Edwardsville Campus
Auxiliary enterprises receivable			
Current - 30 days	\$ 701,247	\$ 521,887	\$ 179,360
31 - 180 days	923,648	399,950	523,698
181 - 365 days	1,524,715	1,128,343	396,372
Over 365 days	11,002,728	9,009,800	1,992,928
Total auxiliary enterprises receivable	14,152,338	11,059,980	3,092,358
Allowance for doubtful accounts	<u>(11,377,262)</u>	<u>(9,246,745)</u>	<u>(2,130,517)</u>
Auxiliary enterprises receivable, net	<u>\$ 2,775,076</u>	<u>\$ 1,813,235</u>	<u>\$ 961,841</u>

	June 30, 2017		
	Total	Carbondale Campus	Edwardsville Campus
Auxiliary enterprises receivable			
Current - 30 days	\$ 711,591	\$ 636,474	\$ 75,117
31 - 180 days	1,350,545	517,992	832,553
181 - 365 days	2,024,695	1,607,294	417,401
Over 365 days	10,757,398	8,702,531	2,054,867
Total auxiliary enterprises receivable	14,844,229	11,464,291	3,379,938
Allowance for doubtful accounts	<u>(11,190,831)</u>	<u>(8,877,197)</u>	<u>(2,313,634)</u>
Auxiliary enterprises receivable, net	<u>\$ 3,653,398</u>	<u>\$ 2,587,094</u>	<u>\$ 1,066,304</u>

Note: The collection of accounts receivable and notes receivable are handled internally as well as by private vendors. The vendors utilized for collections are: Williams & Fudge, Inc., General Revenue Corporation, National Credit Management, and University Accounting Services (UAS). Also, all student related accounts receivable, once deemed past due, are reported in the Illinois Offset System.

**State of Illinois
Southern Illinois University
Analysis of Significant Account Balances
General Operating Receivable
June 30, 2018 and 2017
(Unaudited)**

	June 30, 2018		
	Total	Carbondale Campus	Edwardsville Campus
General operating receivable			
Current - 30 days	\$ 5,964,206	\$ 5,736,063	\$ 228,143
31 - 180 days	6,251,702	4,887,306	1,364,396
181 - 365 days	5,694,753	5,099,797	594,956
Over 365 days	<u>7,817,996</u>	<u>5,524,780</u>	<u>2,293,216</u>
Total general operating receivable	25,728,657	21,247,946	4,480,711
Allowance for doubtful accounts	<u>(7,136,081)</u>	<u>(4,799,285)</u>	<u>(2,336,796)</u>
General operating receivable, net	<u>\$ 18,592,576</u>	<u>\$ 16,448,661</u>	<u>\$ 2,143,915</u>

	June 30, 2017		
	Total	Carbondale Campus	Edwardsville Campus
General operating receivable			
Current - 30 days	\$ 5,715,574	\$ 5,358,025	\$ 357,549
31 - 180 days	5,986,231	4,616,778	1,369,453
181 - 365 days	5,340,155	4,699,672	640,483
Over 365 days	<u>7,734,243</u>	<u>5,163,056</u>	<u>2,571,187</u>
Total general operating receivable	24,776,203	19,837,531	4,938,672
Allowance for doubtful accounts	<u>(6,943,872)</u>	<u>(4,372,706)</u>	<u>(2,571,166)</u>
General operating receivable, net	<u>\$ 17,832,331</u>	<u>\$ 15,464,825</u>	<u>\$ 2,367,506</u>

Note: The collection of accounts receivable and notes receivable are handled internally as well as by private vendors. The vendors utilized for collections are: Williams & Fudge, Inc., General Revenue Corporation, National Credit Management, and University Accounting Services (UAS). Also, all student related accounts receivable, once deemed past due, are reported in the Illinois Offset System.

**State of Illinois
Southern Illinois University
Analysis of Significant Account Balances
Grants and Contracts Receivable
June 30, 2018 and 2017
(Unaudited)**

	June 30, 2018		
	Total	Carbondale Campus	Edwardsville Campus
Grants and contracts			
Federal government	\$ 3,638,425	\$ 1,583,665	\$ 2,054,760
State of Illinois	6,195,505	5,353,090	842,415
Other government	1,089,595	1,089,595	-
Private	1,997,377	1,136,582	860,795
Total grants and contracts	\$ 12,920,902	\$ 9,162,932	\$ 3,757,970

	June 30, 2017		
	Total	Carbondale Campus	Edwardsville Campus
Grants and contracts			
Federal government	\$ 3,732,846	\$ 1,912,222	\$ 1,820,624
State of Illinois	5,157,944	4,035,500	1,122,444
Other government	2,429,778	2,429,778	-
Private	3,427,266	1,240,453	2,186,813
Total grants and contracts	\$ 14,747,834	\$ 9,617,953	\$ 5,129,881

These accounts consist of receivables for work performed under grant and contract activity.

Note: The collection of accounts receivable and notes receivable are handled internally as well as by private vendors. The vendors utilized for collections are: Williams & Fudge, Inc., General Revenue Corporation, National Credit Management, and University Accounting Services (UAS). Also, all student related accounts receivable, once deemed past due, are reported in the Illinois Offset System.

**State of Illinois
Southern Illinois University
Analysis of Significant Account Balances
Capital Assets
Year Ended June 30, 2018
(Unaudited)**

For a schedule of capital asset activity during the year ended June 30, 2018, see Schedule 5 on page 9.

Major changes to historical treasures and works of art for fiscal year 2018

Additions in fiscal year 2018

Other (Changes less than \$500,000)	
SIUC	\$ 15,002
SIUE	<u>58,000</u>
Total additions	<u>\$ 73,002</u>

Major changes to construction in progress for fiscal year 2018

Additions in fiscal year 2018

CARBONDALE:	
Boat House Renovation	\$ 866,100
COPS 2014A Improvements	<u>1,937,668</u>
Carbondale additions	<u>2,803,768</u>
EDWARDSVILLE:	
Art and Design Window Replacement	2,032,306
Founder's Hall Remodeling	1,020,285
Korte Stadium Renovations	764,191
Master Plan for MUC and SSC	595,437
MUC Skylight Replacement and Roof Renovation	605,811
Outdoor Rec/Plex Turf	1,070,912
Prairie Hall Roof Replacement	610,813
SDM - Parking Lot Reconstruction	1,194,495
Swing Space at Science Building East	1,073,849
Water System Valve and Hydrant Replacement Project	<u>713,149</u>
Edwardsville additions	<u>9,681,248</u>
OTHER (Changes less than \$500,000):	
SIUC	1,040,262
SIUE	<u>3,295,376</u>
Other additions	<u>4,335,638</u>
Total additions	<u>\$ 16,820,654</u>

**State of Illinois
Southern Illinois University
Analysis of Significant Account Balances
Capital Assets (Continued)
Year Ended June 30, 2018
(Unaudited)**

Deletions in fiscal year 2018

OTHER (Changes less than \$500,000):

SIUC	\$ 113,053
SIUE	5,002

Total deletions	\$ 118,055
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Transfers to/from Construction in Progress

CARBONDALE:

Boat House Renovation	\$ (1,206,559)
University Hall Shower Renovation	(595,484)

Carbondale transfers to/from Construction in Progress	(1,802,043)
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EDWARDSVILLE:

Art & Design East Window Replacement Project	(3,086,307)
Cougar Village Floor Project	(1,518,807)
Engineering Building Workshop/Student Design Center	(4,370,788)
MUC Tunnel Reconstruction	(674,170)
Outdoor Rec Plex Turf	(1,068,482)
SDM - Parking Lot Reconstruction	(2,252,774)

Edwardsville transfers to/from Construction in Progress	(12,971,328)
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OTHER (Changes less than \$500,000):

SIUC	(1,407,219)
SIUE	(2,005,327)

Other transfers to/from Construction in Progress	(3,412,546)
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Total transfers to/from Construction in Progress	\$ (18,185,917)
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**State of Illinois
Southern Illinois University
Analysis of Significant Account Balances
Capital Assets (Continued)
Year Ended June 30, 2018
(Unaudited)**

Major changes to site improvements for fiscal year 2018

Additions in fiscal year 2018

EDWARDSVILLE:

Sidewalk Replacement Project	\$ 587,678
Edwardsville additions	587,678

OTHER (Changes less than \$500,000):

SIUC	-
SIUE	256,066
Other additions	256,066

Total additions	\$ 843,744
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Deletions in fiscal year 2018

Other (Changes less than \$500,000)

SIUC	\$ -
SIUE	30,602
Other Deletions	30,602

Total Deletions	\$ 30,602
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Transfers in fiscal year 2018

EDWARDSVILLE:

Outdoor Rec Plex Turf	\$ 1,068,482
SDM - Parking Lot Reconstruction	2,252,774
Edwardsville transfers	3,321,256

OTHER (Changes less than \$500,000):

SIUC	-
SIUE	168,738

Other transfers	168,738
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Total transfers	\$ 3,489,994
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**State of Illinois
Southern Illinois University
Analysis of Significant Account Balances
Capital Assets (Continued)
Year Ended June 30, 2018
(Unaudited)**

Major changes to buildings in fiscal year 2018

Additions in fiscal year 2018

EDWARDSVILLE:

Science Building Renovation	\$ 4,828,431
Edwardsville additions	4,828,431

OTHER (Changes less than \$500,000):

SIUC	68,422
SIUE	1,008,905
Other additions	1,077,327

Total additions	\$ 5,905,758
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Deletions in fiscal year 2018

Other (Changes less than \$500,000)

SIUC	\$ 603,084
SIUE	-
Other Deletions	603,084

Total Deletions	\$ 603,084
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Transfers in fiscal year 2018

CARBONDALE:

Boat House Renovation	\$ 1,206,559
University Hall Shower Renovation	595,484
Carbondale transfers	1,802,043

EDWARDSVILLE:

Art & Design East Window Replacement Project	3,086,307
Cougar Village Floor Project	1,518,807
Engineering Building Workshop/Student Design Center	4,370,788
MUC Tunnel Reconstruction	674,170
Edwardsville transfers	9,650,072

OTHER (Changes less than \$500,000):

SIUC	1,407,219
SIUE	1,836,589

Other transfers	3,243,808
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Total transfers	\$ 14,695,923
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**State of Illinois
Southern Illinois University
Analysis of Significant Account Balances
Capital Assets (Continued)
Year Ended June 30, 2018
(Unaudited)**

Major changes to equipment for fiscal year 2018

Additions in fiscal year 2018 by category

CARBONDALE:

Housing and Auxiliary Facilities System	\$ 211,032
Medical Facilities System	222,364
Other	5,108,993
	<hr/>
Carbondale additions	5,542,389

EDWARDSVILLE:

Housing and Auxiliary Facilities System	206,274
Other	3,198,338
	<hr/>
Edwardsville additions	3,404,612

UNIVERSITY ADMINISTRATION:

Office of the President	6,938
University Wide Shared Services	(6,135)
	<hr/>
Other additions	803
	<hr/>
Total additions	\$ 8,947,804

Equipment trade-ins, disposals and adjustments by category fiscal year 2018

CARBONDALE:

Housing and Auxiliary Facilities System	\$ 334,013
Medical Facilities System	284,979
Other	4,388,006
	<hr/>
Carbondale trade-ins, disposals and adjustments	5,006,998

EDWARDSVILLE:

Housing and Auxiliary Facilities System	66,136
Other	1,544,015
	<hr/>
Edwardsville trade-ins, disposals and adjustments	1,610,151
	<hr/>
Total trade-ins, disposals and adjustments	\$ 6,617,149

**State of Illinois
Southern Illinois University
Analysis of Significant Account Balances
Capital Assets (Continued)
Year Ended June 30, 2018
(Unaudited)**

SUMMARY OF EQUIPMENT TRADE-INS, DISPOSALS AND ADJUSTMENTS BY CAMPUS FISCAL YEAR 2018

Trade-ins:

Carbondale	\$ 738,719
Edwardville	274,105
University Administration	-
Total trade-ins	<u>1,012,824</u>

Disposals:

Carbondale	2,162,432
Edwardville	245,974
University Administration	-
Total disposals	<u>2,408,406</u>

Adjustments:

Carbondale	2,105,847
Edwardville	1,090,072
University Administration	-
Total adjustments	<u>3,195,919</u>

Total equipment trade-ins, disposals and adjustments	<u>\$ 6,617,149</u>
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**State of Illinois
Southern Illinois University
Analysis of Significant Account Balances
Accounts Payable and Accrued Liabilities
June 30, 2018 and 2017
(Unaudited)**

	<u>2018</u>	<u>2017</u>	<u>Increase (decrease)</u>
Accounts payable	\$ 28,837,918	\$ 29,313,945	\$ (476,027)
Accrued payroll	8,871,828	8,604,189	267,639
Accrued interest payable	2,399,318	2,577,377	(178,059)
Accrued compensated absences:			
Vacation	36,787,229	36,463,774	323,455
Sick leave	3,985,460	4,547,444	(561,984)
Total compensated absences	<u>40,772,689</u>	<u>41,011,218</u>	<u>(238,529)</u>
Accrued self insurance	29,205,203	35,093,630	(5,888,427)
Housing deposits	193,675	212,600	(18,925)
Deposits held for Univ. Related Orgs.	10,289,330	5,688,794	4,600,536
Deposits held for others	<u>983,813</u>	<u>826,252</u>	<u>157,561</u>
Total accounts payable and accrued liabilities	<u><u>\$ 121,553,774</u></u>	<u><u>\$ 123,328,005</u></u>	<u><u>\$ (1,774,231)</u></u>

State of Illinois
Southern Illinois University
Analysis of Significant Account Balances
Unearned Revenue
June 30, 2018 and 2017
(Unaudited)

	<u>2018</u>	<u>2017</u>
Unearned revenue		
General Revenue & tuition	\$ 12,031,182	\$ 12,354,237
Auxiliary enterprises funded debt	1,873,628	2,165,909
Auxiliary enterprises other	225,446	288,525
Departmental activities	3,144,170	3,214,263
Federal grants & contracts	194,810	137,489
Private grants & contracts	8,252,157	9,992,906
State of Illinois grants & contracts	1,022,675	2,035,579
	<u> </u>	<u> </u>
Total Unearned revenue	<u>\$ 26,744,068</u>	<u>\$ 30,188,908</u>

**State of Illinois
Southern Illinois University
Analysis of Significant Account Balances
Accrued Compensated Absences at
June 30 for the Last Five Years
(Unaudited)**

Fiscal Year	Accrued Vacation Pay	Accrued Sick Pay and Related Costs for Vacation and Sick Leave	Total
2018	\$ 36,787,220	\$ 3,985,469	\$ 40,772,689
2017	36,463,774	4,547,444	41,011,218
2016	35,502,629	5,162,737	40,665,366
2015	36,637,985	5,963,629	42,601,614
2014	38,624,946	6,720,704	45,345,650

**State of Illinois
Southern Illinois University
Analysis of Significant Account Balances
Bonds Payable
June 30, 2018
(Unaudited)**

	Balance at June 30, 2017	Bonds Issued	Principal Reductions	Accretion on Bonds	Balance at June 30, 2018
Southern Illinois University					
Housing and Auxiliary Facilities System					
Revenue Bonds:					
Series 1993A	\$ 3,869,152	\$ -	\$ 4,050,000	\$ 180,848	\$ -
Series 1997A	2,578,462	-	2,690,000	111,538	-
Series 1999A	47,395,419	-	1,510,000	2,639,678	48,525,097
Series 2006A	14,435,000	-	3,495,000	-	10,940,000
Series 2008A	20,970,000	-	1,635,000	-	19,335,000
Series 2009A	38,695,000	-	2,385,000	-	36,310,000
Series 2012A	22,670,000	-	1,205,000	-	21,465,000
Series 2012B	38,890,000	-	1,730,000	-	37,160,000
Series 2015A	7,305,000	-	475,000	-	6,830,000
Series 2015B	19,785,000	-	1,425,000	-	18,360,000
Total Housing and Auxiliary Facilities System	216,593,033	-	20,600,000	2,932,064	198,925,097
Medical Facilities System					
Revenue Bonds:					
Series 2015A	10,445,000	-	1,605,000	-	8,840,000
Total Medical Facilities System	10,445,000	-	1,605,000	-	8,840,000
Total Bonds Payable	\$ 227,038,033	\$ -	\$ 22,205,000	\$ 2,932,064	\$ 207,765,097

The balances do not reflect unamortized debt premium (discount) or unamortized deferred loss on refunding.

**State of Illinois
Southern Illinois University
Analysis of Significant Account Balances
Bonds Payable (Continued)
June 30, 2018
(Unaudited)**

Southern Illinois University Housing and Auxiliary Facilities System

On July 16, 2015, the Board approved the Seventeenth Supplemental System Revenue Bond Resolution which amended and supplemented the Original Resolution of August 29, 1984, the First Supplemental Resolution of November 13, 1986, the Second Supplemental Resolution of February 13, 1992, the Third Supplemental Resolution of May 13, 1993, the Fourth Supplemental Resolution of September 12, 1996, the Fifth Supplemental Resolution of July 10, 1997, the Sixth Supplemental Resolution of May 13, 1999, the Seventh Supplemental Resolution of May 11, 2000, the Eighth Supplemental Bond Resolution of July 12, 2001, as amended and restated on December 11, 2003, the Ninth Supplemental Resolution of December 12, 2002, the Tenth Supplemental Resolution of October 14, 2004, the Eleventh Supplemental Resolution of March 9, 2006, as amended and restated on May 2, 2006 and November 9, 2006, the Twelfth Supplemental Resolution of April 10, 2008, the Thirteenth Supplemental Resolution of April 2, 2009, the Fourteenth Supplemental Resolution of December 8, 2011, the Fifteenth Supplemental System Bond Resolution of November 8, 2012, and the Sixteenth Supplemental Bond Resolution of March 19, 2015. The outstanding bond issues related to the respective bond resolutions of the System are as follows:

Series 2015B Bonds

These bonds were authorized by the Board under the Seventeenth Supplemental Bond Resolution dated July 16, 2015 and were issued as current interest bonds in the original amount of \$20,735,000. The bonds were issued at a premium of \$2,503,381 with interest rates ranging from 3.00 to 5.00 percent. Proceeds were used to refund a portion of the Series 2006A current interest bonds.

Series 2015A Bonds

These bonds were authorized by the Board under the Sixteenth Supplemental Bond Resolution dated March 19, 2015 and were issued as current interest bonds in the original amount of \$8,205,000. The bonds were issued at par with an interest rate of 2.85 percent. Proceeds were used for the reconstruction of parking lots including installation of new light poles and pay-by-space equipment on the Edwardsville campus; and renovation of the Baseball Stadium on the Carbondale Campus.

State of Illinois
Southern Illinois University
Analysis of Significant Account Balances
Bonds Payable (Continued)
June 30, 2018
(Unaudited)

Series 2012B Bonds

These bonds were authorized by the Board under the Fifteenth Supplemental Bond Resolution dated November 8, 2012, and were issued in two series. Series 2012B-1 were issued as tax-exempt, current interest bonds in the original amount of \$39,335,000 and Series 2012B-2 were issued as taxable Qualified Energy Conservation bonds on the original amount of \$5,365,000. The bonds were sold on December 19, 2012 at a premium of \$6,245,917. The Series 2012B-1 bonds were issued for the purpose of refunding the Series 2003A and a portion of the Series 2004A current interest bonds; and demolition of student residence halls, Allen, Boomer and Wright, commonly referred to as the Triads, on the Carbondale campus. The Series 2012B-2 bonds were issued for financing improvements of the Student Recreation Center on the Carbondale Campus.

Series 2012A Bonds

These bonds were authorized by the Board under the Fourteenth Supplemental Bond Resolution dated December 8, 2011 and were issued as current interest bonds in the original amount of \$29,805,000. These bonds were sold on January 11, 2012 at a premium of \$273,628. Proceeds were used for the construction and equipping of a Student Services Building on the Carbondale campus, and for refunding a portion of the 2001A current interest bonds.

Series 2009A Bonds

These bonds were authorized by the Board under the Thirteenth Supplemental Bond Resolution dated April 2, 2009 and were issued as taxable Build America Bonds in the original amount of \$53,735,000. The bonds were issued as current interest bonds on May 15, 2009 at a premium of \$226,028. Proceeds were used for the construction and equipping of a new football stadium on the Carbondale campus, including the relocation of certain tennis courts and playing fields from the project site and the renovation and equipping of the SIU Arena and the construction of a new addition thereto on the Carbondale campus.

State of Illinois
Southern Illinois University
Analysis of Significant Account Balances
Bonds Payable (Continued)
June 30, 2018
(Unaudited)

Series 2008A Bonds

These bonds were authorized by the Board under the Twelfth Supplemental Bond Resolution dated April 10, 2008 and were issued as current interest bonds in the original amount of \$30,105,000. The bonds were sold on May 8, 2008 at a premium of \$1,359,732. The bonds were issued to finance the construction and equipping of a Student Success Center on the Edwardsville campus; the construction and equipping of an expansion to the Student Fitness Center on the Edwardsville campus; the installation of automatic sprinkler systems and associated upgrades in the residential facilities at Thompson Point and University Hall on the Carbondale campus; and the installation of security cameras and an electronic access control system at all exterior entries to the Thompson Point residential facility on the Carbondale campus.

Series 2006A Bonds

These bonds were authorized by the Board under the Eleventh Supplemental Bond Resolution dated March 9, 2006, as amended and restated on May 2, 2006 and November 9, 2006, and were issued as current interest bonds in the original amount of \$69,715,000. The bonds were sold on May 24, 2006 at a premium of \$3,155,475. The bonds were issued for the purpose of refunding a portion of the Series 1997A, 2000A and 2001A current interest bonds; financing the construction of a student residence hall with an adjoining parking lot for the Edwardsville campus; construction of an additional 350 space parking lot for the Edwardsville campus; funding various safety/security enhancements and other replacements to, and renovations of, the facilities of the System on the Carbondale campus; and purchasing and implementing a student information system for the Carbondale campus.

Series 1999A Bonds

These bonds were authorized by the Board under the Sixth Supplemental Bond Resolution dated May 13, 1999 and were issued as capital appreciation bonds in the original amount of \$21,001,900. The bonds were issued at a premium of \$53,851. The capital appreciation bonds are non-interest bearing and will accrete the interest factor as additional bonds payable over the term of the bonds. These bonds were issued to finance the construction of a residence hall and renovations of the University Center food service facilities. All projects financed by the Series 1999A bonds are associated with the Edwardsville campus.

**State of Illinois
Southern Illinois University
Analysis of Significant Account Balances
Bonds Payable (Continued)
June 30, 2018
(Unaudited)**

Series 1997A Bonds

These bonds were authorized by the Board under the Fifth Supplemental Bond Resolution dated July 10, 1997 and were issued as current interest bonds and capital appreciation bonds in the original amounts of \$8,575,000 and \$29,521,284, respectively. The current interest bonds were issued at a nominal discount while the capital appreciation bonds were issued at par. The capital appreciation bonds are non-interest bearing and will accrete the interest factor as additional bonds payable over the term of the bonds. These bonds were issued to finance the construction of Prairie Hall, a residence hall, renovations of existing housing and food service facilities, and construction and improvement to the parking facilities. All projects financed by the Series 1997A bonds are associated with the Edwardsville campus. On March 9, 2006, as amended and restated on May 2, 2006 and November 9, 2006, the Board authorized the advance refunding of a portion of the current interest bonds of the Series 1997A. Bonds in the amount of \$2,915,000 were advance refunded.

Series 1993A Bonds

These bonds were authorized by the Board under the Third Supplemental Bond Resolution dated May 13, 1993 and were issued as current interest bonds and capital appreciation bonds in the original amounts of \$8,010,000 and \$8,660,506, respectively. The current interest bonds were issued at a nominal discount while the capital appreciation bonds were issued at par. The capital appreciation bonds are non-interest bearing and will accrete the interest factor as additional bonds payable over the term of the bonds. These bonds were issued to finance the acquisition of the Northwest Annex, an existing facility, and the construction of the Child Care Center at the Carbondale campus and the construction of Woodland Hall at the Edwardsville campus. On December 12, 2002, the Board authorized the current refunding of the current interest bond portion of the Series 1993A Bonds. The bonds were called and redeemed in full on April 1, 2003.

State of Illinois
Southern Illinois University
Analysis of Significant Account Balances
Bonds Payable (Continued)
June 30, 2018
(Unaudited)

Southern Illinois University Medical Facilities System

On October 10, 1996, the Board authorized the creation of the Southern Illinois University Medical Facilities System and the sale of Medical Facilities System Revenue Bonds. The Series 1997 Bonds were issued on March 27, 1997 in the amount of \$16,855,000 for the purpose of acquiring the SIU Clinics Building, an existing facility, located at 751 North Rutledge, Springfield, Illinois. On October 13, 2005, the Board adopted the "Medical Facilities System Revenue Bonds Series 2005" resolution which amended and restated the original resolution of October 10, 1996. The Board also authorized the issuance of the Medical Facilities System Revenue Bonds Series 2005. On December 11, 2014, the Board adopted a resolution authorizing and providing for the continued existence of the Southern Illinois University Medical Facilities System and for the issuance of Southern Illinois University Medical Facilities System Revenue Bonds, Series 2015A.

Series 2015A Bonds

These bonds were issued and sold February 12, 2015 in the amount of \$13,440,000 bearing interest of 1.65%. Bond proceeds of \$13,370,000 and Board funds of \$1,439,036 were deposited in the bond escrow account which, together with the interest thereon, were used to current refund the Series 2005 bonds. Bond proceeds of \$70,000 were reserved to pay for the costs related to issuance of the Series 2015A bonds.

**State of Illinois
Southern Illinois University
Analysis of Significant Account Balances
Advanced Refunded Bonds and Accrued Interest on Bonds
June 30, 2018 and 2017
(Unaudited)**

Advance Refunded Bonds:

The University has defeased bonds through advance refunding in prior years and, accordingly, they are not reflected in the financial statements. The bonds which have been defeased as of June 30, 2018 are as follows:

Advance Refunded Bonds

<u>Refunding</u>	<u>Outstanding at June 30, 2018</u>
Refunding Total	\$ <u> -</u>

Accrued Interest:

Accrued interest on outstanding bonds payable at June 30, 2018 and June 30, 2017 is as follows:

	<u>2018</u>	<u>2017</u>
Housing and Auxiliary Facilities System	\$ 1,827,724	\$ 1,969,271
Medical Facilities System	<u>36,465</u>	<u>43,086</u>
Total	<u>\$ 1,864,189</u>	<u>\$ 2,012,357</u>

State of Illinois
Southern Illinois University
Analysis of Significant Account Balances
Liabilities Under Capitalized Leases
Year Ended June 30, 2018
(Unaudited)

	Balance at July 1, 2017	Increases in Capitalized Leases	Principal Payments	Cancellations and Adjustments	Balance at June 30, 2018
Southern Illinois University					
Liabilities Under Capitalized Leases:					
AFC Financial Services Inc.	\$ -	\$ 909,252	\$ 20,529	\$ -	\$ 888,723
Banc of America Public Capital	2,550,848	-	1,754,043	-	796,805
CDS Office Sysyems Incorporated DBA DeLage					
Landen Public Finance	73,423	82,119	35,203	-	120,339
Dell Financial Services LLC	185,067	79,953	111,806	9,064	144,150
Watts Copy Systems, Inc	-	75,510	23,426	-	52,084
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Liabilities Under Capitalized Leases	<u>\$ 2,809,338</u>	<u>\$ 1,146,834</u>	<u>\$ 1,945,007</u>	<u>\$ 9,064</u>	<u>\$ 2,002,101</u>

State of Illinois
Southern Illinois University
Special Data Requirements for University Audits
(Unaudited)
Year Ended June 30, 2018

We have been provided with a memorandum from the Auditor General dated July 25, 2000, entitled Matters Regarding University Audits which requests the University to furnish certain supplemental information. These special data requirements are provided below by cross-referencing to the 2018 reports where such information can be found. The letters below refer to the paragraphs in the aforementioned letter.

- A. No findings relating to compliance with University Guidelines were noted in the current year.
- B. A statement of sources and applications of indirect cost recoveries is presented on page 55 of this report.
- C. The calculation of allowable indirect cost carry forward appears on pages 10 and 11 of this report.
- D. Beginning in fiscal year 1985, tuition is no longer retained to augment auxiliary enterprise operations.
- E. Descriptions of each accounting entity, including major sources of revenue and purpose, are presented on pages 12 through 14 of this report.
- F. Financial statements for all Carbondale and Edwardsville entities and auxiliary enterprises appear on pages 15 through 21 of this report.
- G. Calculation of current excess funds is presented on pages 73 and 74 of this report. These schedules indicate there were no amounts required to be deposited in the Income Fund.
- H. Auxiliary enterprises, principally housing, the student centers, and recreation and medical facilities have received State appropriated funds, primarily retirement benefits and insurance, in the amounts shown in Note 1(J) to the 2018 Treasurer's Reports to the Bondholders for the Housing and Auxiliary Facilities System and Note 1(I) to the Medical Facilities System report.
- I. A statement of receipts and disbursements for the funded debt enterprises is presented in the 2018 Treasurer's Reports to the Bondholders for the Housing and Auxiliary Facilities System and for the Medical Facilities System on pages 4 and 3, respectively.
- J. Audit tests of the revenue bonds fund accounting covenants revealed no instances of noncompliance during the year ended June 30, 2018.
- K. The University has one noninstructional facility reserve for a Weight Room Expansion which was first funded at the end of Fiscal Year 2014.
- L.-N. Organizations recognized by the University as University-Related Organizations (UROs); payments by the UROs to the University for services provided by the University; and payments by the University to the UROs for services provided by the UROs are disclosed on pages 63 through 72.
- O. There are no cumulative unreimbursed subsidies to any of the UROs as of June 30, 2018.
- P. None of the University related organizations have financial debt as of June 30, 2018.
- Q. A schedule of cash and investments held by the University is included on page 8.

**State of Illinois
Southern Illinois University
Special Data Requirements for University Audits
(Unaudited)
Year Ended June 30, 2018**

R. Income from investments of pooled funds has been allocated and credited to the original sources of the funds.

S. A schedule presenting costs per full-time equivalent is included on page 56 of this report.

T. There were no acquisitions of real estate by the University or UROs in excess of \$250,000 that were not funded by a separate appropriation specifically identifying the particular acquisition.

U. Series 2014A COPS: On February 13, 2014, the University issued Certificates of Participation (COPS) in the par amount of \$42,995,000. The COPS were issued at a premium of \$1,017,972. The certificates were issued to finance, in combination with the University funds, multiple capital improvement projects on the Carbondale campus as well as to refund the outstanding balance of the Series 2004A COPS. The certificates bear interest at rates ranging from 2% to 5% payable semi-annually, and principal installments ranging from \$1,525,000 to \$2,855,000 are payable annually on February 15 beginning 2015 through the year 2034. The current refunding undertaken by the Board to effect a cost savings resulted in a net decrease in debt service payments of \$1,365,042. The financing resulted in an economic gain of \$1,173,843 and an accounting loss of \$330,440. As of June 30, 2018, these certificates were outstanding in the amount of \$35,120,225.

**State of Illinois
Southern Illinois University
Analysis of Indirect Cost Recoveries
Year Ended June 30, 2018
(Unaudited)**

The indirect costs incurred in relation to grants and contracts are reimbursed by a portion of such grants and contracts received from governmental agencies and private sources. The indirect costs incurred and the subsequent reimbursements of such costs are accounted for in the University's general ledger as current unrestricted general funds. The reimbursement funds are needed for the following purposes:

- To provide monies for the prefunding of grants and contracts (i.e. expenditures made before grant monies are received);
- To fund central research administrative costs and research-related indirect costs; and
- To fund facility development programs and activities relative to obtaining new contracts.

The University uses its authority the State Finance Act (30 ILCS 105/6a-2) for retaining and expending indirect costs reimbursement funds on a local basis.

**State of Illinois
Southern Illinois University
Analysis of Indirect Cost Recoveries
Year Ended June 30, 2018
(Unaudited)**

The following is an analysis of the sources and applications of indirect cost reimbursements in the above-mentioned accounts for the year ended June 30, 2018:

	<u>Carbondale</u>	<u>Edwardsville</u>	<u>Total</u>
Sources:			
Transfers of indirect cost reimbursements from restricted grants and contracts	\$ 5,923,923	\$ 1,559,929	\$ 5,923,923
Physicians and Surgeons, Inc. - Contributions toward university overhead and academic development	48,294,469	-	48,294,469
Contributions, investment income and other	579,705	157,415	579,705
Total sources	<u>54,798,097</u>	<u>1,717,344</u>	<u>54,798,097</u>
Expenditures:			
Organized research activities	2,702,434	491,576	2,702,434
Instructional activities	76,327	433,872	76,327
Operation and maintenance of physical plant	450,669	-	450,669
Institutional support	446,727	902,696	446,727
Academic support activities	542,506	803,153	542,506
Student Services	1,733	87,589	1,733
Public service activities	314,850	53,924	314,850
S.M. local resources	58,256,606	-	58,256,606
Transfers out	14,233,068	-	14,233,068
Total applications	<u>77,024,920</u>	<u>2,772,810</u>	<u>77,024,920</u>
Shortage of sources over applications	(22,226,823)	(1,055,466)	(22,226,823)
Fund balance, July 1, 2017	<u>30,482,401</u>	<u>1,762,206</u>	<u>30,482,401</u>
Fund balance, June 30, 2018	<u>\$ 8,255,578</u>	<u>\$ 706,740</u>	<u>\$ 8,255,578</u>

**State of Illinois
Southern Illinois University
Analysis of Operations
Enrollment Statistics and Student Cost Statistics
Year Ended June 30, 2018
(Unaudited)**

Enrollment Statistics

	Fall Term 2017			Fall Term 2016		
	<u>Carbondale</u>	<u>Edwardsville</u>	<u>Total</u>	<u>Carbondale</u>	<u>Edwardsville</u>	<u>Total</u>
Full-time students	11,682	10,775	22,457	12,918	11,137	24,055
Part-time students	2,872	3,021	5,893	3,069	3,005	6,074
Total Enrollment	14,554	13,796	28,350	15,987	14,142	30,129
Full-time equivalent	12,463	11,523	23,986	13,666	11,870	25,536

Source: SIUE from Administrative Accounting. SIUC from Institutional Research and Studies

Full-time equivalency includes all full-time Students (15 credit hours and above for undergraduate students) and all part-time students on a prorated basis. That is, the total credits are divided by 12 to arrive at the full-time equivalent for graduate students, and by 15 to arrive at the full-time equivalent for undergraduate students.

Student Cost Statistics

The cost per student, presented below, was derived from a calculation based on the number of full-time equivalent students and the total operating expenses for the years ended June 30, 2018 and 2017:

	<u>2018</u>	<u>2017</u>
Total operating Expenses	\$ 1,194,223,256	\$ 1,217,148,952
Full-time equivalent students	23,986	25,536
Cost per Student	\$ 49,788	\$ 47,664

**State of Illinois
Southern Illinois University
Analysis of Operations
Employment Statistics
Year Ended June 30, 2018
(Unaudited)**

Employment Statistics

	<u>Fall Term 2017</u>			<u>Fall Term 2016</u>		
	<u>Carbondale</u>	<u>Edwardsville</u>	<u>Total</u>	<u>Carbondale</u>	<u>Edwardsville</u>	<u>Total</u>
Faculty	1,316	954	2,270	1,354	960	2,314
Graduate assistants	1,165	484	1,649	1,224	489	1,713
Civil service	2,391	1,018	3,409	2,492	990	3,482
Administrative and Professional staff	<u>883</u>	<u>420</u>	<u>1,303</u>	<u>949</u>	<u>431</u>	<u>1,380</u>
Total employees	<u>5,755</u>	<u>2,876</u>	<u>8,631</u>	<u>6,019</u>	<u>2,870</u>	<u>8,889</u>

	<u>Fall Term 2017</u>			<u>Fall Term 2016</u>		
	<u>Carbondale</u>	<u>Edwardsville</u>	<u>Total</u>	<u>Carbondale</u>	<u>Edwardsville</u>	<u>Total</u>
Full-Time Equivalents						
Faculty	1,183	785	1,968	1,215	786	2,001
Graduate Assistants	540	209	749	560	210	770
Civil Service	2,364	1,000	3,364	2,469	972	3,441
Administrative and Professional Staff	<u>847</u>	<u>415</u>	<u>1,262</u>	<u>908</u>	<u>425</u>	<u>1,333</u>
Total	<u>4,934</u>	<u>2,409</u>	<u>7,343</u>	<u>5,152</u>	<u>2,393</u>	<u>7,545</u>

Source: SIUE from Administrative Accounting. SIUC from Institutional Research and Studies

Note: The report is prepared using the ILBHE requirements as follows:
 1) Employees with full-time contracts are counted as one full-time equivalent
 2) Part-time employees are multiplied by the number of months worked and then divided by 12 to arrive at their full-time equivalency

**State of Illinois
Southern Illinois University
Service Efforts and Accomplishments
Year ended June 30, 2018
(Unaudited)**

Degrees conferred:

The following statistics are from the Integrated Postsecondary Education Data Systems (IPEDS) Completion Survey.

The number of degrees conferred for the year ended June 30, 2018 was as follows:

	<u>Carbondale</u>	<u>Edwardsville</u>	<u>Total</u>
Degrees:			
Associate's	97	-	97
Baccalaureate	3,254	2,631	5,885
Post-Baccalaureate certificates	10	14	24
Masters	880	594	1,474
Post-Masters certificates/specialist degrees	-	25	25
Doctoral - Research/Scholarship	167	1	168
Doctoral - Professional Practice	181	126	307
Doctoral - Other	-	42	42
Total	<u>4,492</u>	<u>3,433</u>	<u>7,925</u>

**State of Illinois
Southern Illinois University
Analysis of Operations
Tuition and Fee Waivers
Year Ended June 30, 2018
(Unaudited)**

	<u>Number of Recipients</u>	<u>Value of Waivers (\$1,000's)</u>
Fiscal Year 2018 Undergraduate Tuition and Fee Waivers:		
Carbondale -- Unduplicated	4,413	\$ 18,734
Edwardsville -- Unduplicated	<u>1,036</u>	<u>6,126</u>
Total	<u>5,449</u>	<u>24,860</u>
Fiscal Year 2018 Graduate Tuition and Fee Waivers:		
Carbondale -- Unduplicated	1,970	23,796
Edwardsville -- Unduplicated	1,021	6,022
School of Medicine -- Unduplicated	<u>24</u>	<u>410</u>
Total	<u>3,015</u>	<u>30,228</u>
Grand Total	<u>8,464</u>	<u>\$ 55,087</u>

Source: Statistics as reported by Southern Illinois University to the Illinois Board of Higher

Note: Recipients are represented once for each waiver program.

State of Illinois
Southern Illinois University
Analysis of Operations
Tuition and Fee Waivers - Undergraduate
Year Ended June 30, 2018
(Unaudited)

Undergraduate Tuition and Fees for Fiscal Year 2018

	Carbondale Campus		Edwardsville Campus		Total	
	<u>Number of Recipients</u>	<u>Value of Waivers (\$1,000s)</u>	<u>Number of Recipients</u>	<u>Value of Waivers (\$1,000s)</u>	<u>Number of Recipients</u>	<u>Value of Waivers (\$1,000s)</u>
Mandatory waivers:						
Teacher Special Education	14	\$ 150	19	\$ 203	33	\$ 353
ROTC	70	544	70	480	140	1,024
DCFS	18	154	23	164	41	318
Children of Employees	247	851	172	571	419	1,422
Senior Citizens	4	16	-	-	4	16
Veterans Grants & Scholarships	445	3,006	353	2,354	798	5,360
Subtotal	798	4,721	637	3,772	1,435	8,493
UNDUPLICATED TOTAL	797	\$ 4,721	636	\$ 3,772	1,433	\$ 8,493
Discretionary waivers:						
Faculty/Administrators	21	77	6	19	27	96
Civil Service	74	402	42	133	116	535
Academic /Other Talent	463	1,360	113	706	576	2,066
Athletic	108	781	117	674	225	1,455
Gender Equity in						
Intercollegiate Athletics	77	551	102	741	179	1,292
Foreign Exchange Students	12	123	-	-	12	123
Student Need-Financial Aid	3,015	10,580	-	-	3,015	10,580
Student Need-Special Programs	-	-	3	3	3	3
Interinstitutional/Related Agencies	18	111	13	44	31	155
Retired University Employees	2	7	-	-	2	7
Cooperating Professionals	-	-	1	5	1	5
Research Assistants	-	-	3	15	3	15
Teaching Assistants	-	-	4	15	4	15
Contract Training Grants	14	7	-	-	14	7
Children of Deceased Employees	2	14	-	-	2	14
Subtotal	3,806	14,013	404	2,355	4,210	16,368
UNDUPLICATED TOTAL	3,682	\$ 14,013	402	\$ 2,355	4,084	\$ 16,368
UNDUPLICATED TOTAL	4,413	\$ 18,734	1,036	\$ 6,127	5,449	\$ 24,861

Note: Recipients are represented once for each waiver program.

State of Illinois
Southern Illinois University
Analysis of Operations
Tuition and Fee Waivers - Graduate
Year Ended June 30, 2018
(Unaudited)

Graduate Tuition and Fees for Fiscal Year 2018

	Carbondale Campus		Edwardsville Campus		School of Medicine		Total	
	Number of Recipients	Value of Waivers (\$1,000s)	Number of Recipients	Value of Waivers (\$1,000s)	Number of Recipients	Value of Waivers (\$1,000s)	Number of Recipients	Value of Waivers (\$1,000s)
Mandatory waivers:								
Teacher Special Education	2	\$ 28	2	\$ 22	-	\$ -	4	\$ 50
Children of Employees	1	1	1	2	-	-	2	3
Veterans Grants & Scholarships	93	817	55	402	3	79	151	1,297
Subtotal	96	846	58	426	3	79	157	1,350
UNDUPLICATED TOTAL	96	\$ 845	58	\$ 426	3	\$ 79	157	\$ 1,349.80
Discretionary waivers:								
Faculty/Administrators	105	679	46	173	-	-	151	852
Civil Service	59	421	39	137	-	-	98	558
Academic/Other Talent	103	603	43	398	-	-	146	1,001
Athletic	3	11	13	77	-	-	16	88
Gender Equity in								
Intercollegiate Athletics	1	4	3	21	-	-	4	25
Foreign Students	2	11	-	-	-	-	2	11
Student Need-Financial Aid	-	-	-	-	21	331	21	331
Cooperating Professionals	51	263	170	349	-	-	221	612
Research Assistants	552	6,179	184	1,036	-	-	736	7,215
Teaching Assistants	890	11,523	488	2,587	-	-	1,378	14,110
Other Assistants	177	1,630	140	726	-	-	317	2,356
Interinstitutional/Related Agencies	15	143	23	83	-	-	38	226
Retired University Employees	2	11	-	-	-	-	2	11
Fellowships	97	788	-	-	-	-	97	788
Contract/Training Grants	71	685	15	9	-	-	86	694
Subtotal	2,128	22,951	1,164	5,596	21	331	3,313	28,878
UNDUPLICATED TOTAL	1,877	\$ 22,950	967	\$ 5,596	21	\$ 331	2,865	\$ 28,878
Total	1,970	\$ 23,797	1,222	\$ 6,022	24	\$ 410	3,216	\$ 30,228

Note: Recipients are represented once for each waiver program.

**State of Illinois
Southern Illinois University
Analysis of Operations
Bookstore
Year ended June 30, 2018
(Unaudited)**

CARBONDALE

The Carbondale campus is engaged in an agreement with an outside vendor, Follett Higher Education Group, Inc. for their bookstore services. The contract term was from June 1, 2014 through May 31, 2024. The bookstore had annual gross sales of \$3,019,770 in fiscal year 2018. The University received \$334,809 in calculated commissions from bookstore operations. The terms of the commission are stated below.

- The outside vendor will pay the Carbondale campus for whichever amount is greater between
 - An annual commission of 12.1% of all gross revenues up to \$5,000,000.
 - 13.5% of all gross revenue over \$5,000,000.

Or

- A guaranteed annual payment of \$375,000 for the first year.
- A guaranteed annual payment equal to 90% of the calculated commission on gross revenue of the immediately preceding year, which was \$329,193 for FY2018.

Exclusive rights to sell textbooks on the Southern Illinois University Carbondale campus are given to the vendor. However, the vendor has competition of a nearby bookstore located off-campus.

EDWARDSVILLE

The Edwardsville campus rents textbooks to its students. The Textbook Service Department and the University Center Bookstore had annual sales of \$420,030 and \$1,076,265, respectively, in fiscal year 2018.

State of Illinois
Southern Illinois University
Summary of Funds Provided To (From
Southern Illinois University Related Organizations
By (To) Southern Illinois University
Years ended June 30, 2018 and 2017
(Unaudited)

The Southern Illinois University Foundation (Carbondale Foundation) has entered into a master contract with the Board of Trustees of SIUC which specifies the relationship between the two organizations in accordance with the Legislative Audit Commission's University Guidelines, 1982 and last amended in 2014. Among the provisions of the contract is a requirement that the Carbondale Foundation and SIUC will provide services to each other to be reimbursed on an actual cost basis up to approved budgetary limits. During the years ended June 30, 2018 and 2017, the Carbondale Foundation provided fundraising services for the benefit of SIUC with a portion of the Carbondale Foundation's fundraising costs being reimbursed by SIUC through in-kind payment. These amounts of \$5,311,457 and \$5,763,231 during the years ended June 30, 2018 and 2017, respectively, are reflected as Support Services Revenue and the expenses have been allocated among the support services benefit in the statement of activities.

In accordance with its corporate purposes, the Carbondale Foundation solicits and accepts contributions for the benefit of SIUC. Contributions are recorded as revenue and held in a restricted net asset class until the funds are used in the form of scholarships, cash grants, or expenditures for the benefit of SIUC. The Carbondale Foundation also receives contributions of certain noncash assets which are recorded as revenue and then, at the Carbondale Foundation's discretion, transferred to SIUC.

The Carbondale Foundation also received several grants from SIUC totaling \$4,916 and \$7,807 for the years ended June 30, 2018 and 2017, respectively.

The Southern Illinois University Edwardsville Foundation (Edwardsville Foundation) has entered into a master contract with the Board of Trustees of SIUE which specifies the relationship between the two organizations in accordance with the Legislative Audit Commission's University Guidelines, 1997. Among the provisions of the master contract is a requirement that the Edwardsville Foundation and SIUE provide services to each other to be reimbursed based on actual costs within the approved budgetary limits.

During the year, the Edwardsville Foundation provided fundraising services on behalf of SIUE with a portion of the Edwardsville Foundation's fundraising costs being reimbursed by SIUE through cash and in-kind payments. Total reimbursable costs satisfied through cash payments from SIUE for the years ended June 30, 2018 and 2017 was \$150,000 each year, and is included in budget allocation from SIUE in the statements of revenue, expenses, and changes in net position.

**State of Illinois
Southern Illinois University
Summary of Funds Provided To (From
Southern Illinois University Related Organizations
By (To) Southern Illinois University
Years ended June 30, 2018 and 2017
(Unaudited)**

Pursuant to governmental accounting standards, the Edwardsville Foundation is required to recognize as revenue and expense those on-behalf payments for salaries and fringe benefits made by the University for personnel of the Edwardsville Foundation. These amounts totaled \$571,367 and \$614,588 (including retirement payments) for the years ended June 30, 2018 and 2017, respectively, and are reflected as budget allocation from SIUE and budget expended at SIUE in the statements of revenue, expenses, and changes in net position.

In accordance with its corporate purposes, the Edwardsville Foundation solicits and accepts gifts for SIUE. The Edwardsville Foundation receives cash gifts, which are recorded on the Edwardsville Foundation's books. Certain of these gifts are forwarded to SIUE in the form of scholarships, cash grants, or expenses for the benefit of SIUE. The Edwardsville Foundation also receives certain noncash gifts, which are recorded on the Edwardsville Foundation's books and then forwarded to SIUE.

During the years ended June 30, 2018 and 2017, the Edwardsville Foundation received \$308,002 and \$619,435, respectively, in noncash contributions from donors, of which \$126,794 and \$429,061, respectively, was forwarded to the University.

The Edwardsville Foundation has entered into a contract with the Board of Trustees of SIUE to provide all aspects of coordination of alumni services. Under the terms of the contract, SIUE provided the Edwardsville Foundation with \$40,000 for each of the years ended June 30, 2018 and 2017, which is included in budget allocation from SIUE in the statements of revenues, expenses, and changes in net position. During the years ended June 30, 2018 and 2017, the Edwardsville Foundation expended \$31,904 and \$31,904, respectively, for alumni services.

SIUC Physicians & Surgeons (SIUHC) entered into a master contract with the Board of Trustees of SIU, which specifies the relationship between the two organizations in accordance with the Legislative Audit Commission's University Guidelines, as amended in 1997. The contract states, among other provisions, that the University shall employ members of SIUHC as full-time faculty of the School of Medicine for the performance of duties related to its teaching, research, and service missions and that SIUHC shall provide separate and concurrent employment to members of SIUHC for the performance of duties related to patient care and service to the community. The University, in return, supports SIUHC by continuing operation of outpatient clinics, maintenance of records and

State of Illinois
Southern Illinois University
Summary of Funds Provided To (From
Southern Illinois University Related Organizations
By (To) Southern Illinois University
Years ended June 30, 2018 and 2017
(Unaudited)

accounting systems, billing and collection services, custody and handling of funds, procurement of goods and services, and other related activities as agreed upon by both parties.

The University receives a portion of SIUHC's professional income for providing support services in accordance with the master agreement. For the years ended June 30, 2018 and 2017, the University earned \$39,206,382 and \$41,025,139, respectively for services provided to SIUHC.

The University also receives from SIUHC, after providing for support services, funds for Academic Development that are to be used for medical, educational, and research development for the School of Medicine. For the years ended June 30, 2018 and 2017, SIUHC contributed to the University \$8,947,060 and \$8,321,495, respectively for such Academic Development services.

The Association of Alumni, Former Students and Friends of Southern Illinois University, Inc. (Carbondale Association) has entered into a master contract with the Board of Trustees of SIU that specifies the relationship between the two organizations in accordance with the Legislative Audit Commission's University Guidelines, 1997, as amended. Among the provisions of the contract is a requirement that the Carbondale Association, in return for staff and use of the facilities, agrees to annually reimburse the University for the proportionate share of costs involved. This reimbursement is computed as the annual salary cost of the University's Alumni Services Department times a percentage (5.7% and 6.5% in 2018 and 2017, respectively), based on the total number of addressable alumni members divided by the total number of addressable alumni on file. Both the Carbondale Association and the University agree to the percentage on an annual basis. The reimbursement amounted to \$28,731 and \$30,531 in 2018 and 2017, respectively.

The Carbondale Association recognized, as revenue and expense, those on-behalf payments for salaries made by the University for personnel of the Carbondale Association. For the years ended June 30, 2018 and 2017, these amounts totaled \$1,064,022 and \$983,409, respectively, (including retirement payments) and are included in budget allocation from SIU and budget expended from SIU in the statement of activities.

The Carbondale Association uses various services of the University and directly reimburses the University at a cost equal to that charged by the University to other users.

State of Illinois
Southern Illinois University
Summary of Funds Provided To (From
Southern Illinois University Related Organizations
By (To) Southern Illinois University
Years ended June 30, 2018 and 2017
(Unaudited)

The Carbondale Association reimbursed the University \$33,296 and \$36,973 during the years ended June 30, 2018 and 2017, respectively.

Pursuant to governmental accounting standards, The Alumni Association of Southern Illinois University Edwardsville (Edwardsville Association) is required to recognize as revenue and expense those on-behalf payments for salaries and fringe benefits made by the University for personnel of the Edwardsville Association. For the years ended June 30, 2018 and 2017, the amount reflected as budget allocations from SIUE and budget expended at SIUE in the statements of revenue, expenses, and changes in net position were \$125,440 and \$112,906 respectively.

The Edwardsville Association uses various services of SIUE and directly reimburses SIUE at a cost equal to that charged by SIUE to other users. For the years ended June 30, 2018 and 2017, the Edwardsville Association expended \$67,887 and \$48,925, respectively.

Southern Illinois Research Park, Inc. (SIRP) has entered into a master contract with the Board of Trustees of SIU which specifies the relationship between the two organizations in accordance with the Legislative Audit Commission's University Guidelines, 1982 and last amended in January 2016. Among the provisions of the contract is a requirement that SIRP and SIU will provide services to one another. During the year, SIU provided marketing, education, and related services on behalf of SIRP. SIRP reimbursed SIU \$87,179 and \$75,477 during the years ended June 30, 2018 and 2017, respectively.

Pursuant to governmental accounting standards, SIRP is required to recognize as revenue and expense those on-behalf payments for salaries and fringe benefits made by the University for personnel at SIRP. This amount, which is reflected as budget allocation from SIU and budget expended at SIU in the statements of revenue, expenses, and changes in net position totaled \$107,254 and \$123,766 for the years ended June 30, 2018 and 2017, respectively.

SIRP offices are located at 150 E. Pleasant Hill Road, Carbondale, Illinois, which is positioned on land for which SIRP has a 30-year ground lease, dated April 11, 2005, with SIU. The lease contains renewal options for additional 10-year periods. SIRP paid SIU \$1 for the lease of this land. The fair value of this lease has not been determined.

**State of Illinois
Southern Illinois University
Summary of Funds Provided To (From
Southern Illinois University Related Organizations
By (To) Southern Illinois University
Years ended June 30, 2018 and 2017
(Unaudited)**

SIRP entered into a multi-purpose building lease with SIU on December 31, 2005, covering the property located at 1745 Innovation Drive, Carbondale, Illinois. The lease is an 18-year lease with renewal options for additional 10-year periods. SIRP paid SIU \$147,283 and \$145,629 during 2018 and 2017, respectively, for the lease of this facility. In addition, SIRP paid SIU \$87,179 and \$75,477, respectively, for utilities and maintenance.

On January 12, 1994, University Park entered into a master contract with the Board of Trustees of SIU which specifies the relationship between the two organizations in accordance with the Legislative Audit Commission's University Guidelines, 1997, as amended. Under the terms of the agreement, University Park agreed to act as agent for the University with respect to the University Park facility. As such, University Park is responsible for the management, operation, leasing, and maintenance of the land, buildings, facilities, and other property included in the University Park facility.

Effective July 1, 2015, University Park entered into a new master contract with Board of Trustees of SIU which specifies the relationship between the two organizations. Under the terms of the agreement, University Park agrees to act as the agent of the University with respect to the University Park Facility. As such, University Park will act on behalf of the University in the development of business opportunities on the land included in the University Park Facility.

Pursuant to ground leases, all buildings constructed and owned by private investors will become the University's property at the end of the respective lease terms, which are generally sixty-nine years plus three renewal options of ten years each. The University transfers funds to University Park each year as determined necessary to support the activities of University Park. Any unused funds and net income of University Park, as may be requested by SIUE, may be required to be transferred to SIUE.

The University has assigned an Executive Director and support staff to University Park. The University employs these individuals. Pursuant to GASB Statement No. 24, *Accounting and Financial Reporting for Certain Grants and Other Financial Assistance*, University Park is required to recognize as revenue and expense those on-behalf payments for salaries and fringe benefits made by the University for personnel of University Park. The amount reflected as budget allocation from SIUE and budget

State of Illinois
Southern Illinois University
Summary of Funds Provided To (From
Southern Illinois University Related Organizations
By (To) Southern Illinois University
Years ended June 30, 2018 and 2017
(Unaudited)

expended at SIUE in the statements of revenues, expenses, and changes in net position total \$14,549 and \$14,207 for the years ended June 30, 2018 and 2017, respectively.

The University constructed the building used for University Park administration and University Park occupies the space without charge by the University. Therefore, no amounts for this building are capitalized by University Park and no rent expense is reflected in the financial statements. The University incurs normal operating expenses on behalf of University Park, e.g., utilities, for which it requests reimbursement from University Park.

Building management of University-owned building: On May 29, 2001, University Park entered into an agreement with the Board of Trustees of SIU under which University Park manages, operates, and maintains a SIUE-owned building (200 UPD) on behalf of SIUE. SIUE pays University Park a management fee from the revenue of the property. If revenue is insufficient to cover University Park's expenses, SIUE has agreed to pay the excess management fees. The amount of management fees under this agreement was \$25,536 for the year ended June 30, 2015. No management fee arrangement exists under the new master contract. Accordingly, no management fees were recorded as of June 30, 2018 and 2017.

University Park invoices SIUE to reimburse any operating deficit of the building and University Park will forward to SIUE any operating income. The management agreement allows for a reserve for unanticipated expenditures. In fiscal year 2015, the reserve was increased by payments received from SIUE in the amount of \$26,453. The reserve was then decreased due to the receipt of operating income from fiscal year 2014 by \$6,333 resulting in a reserve of \$63,616 on the Statements of Net Position as accounts payable, SIUE for the year ended June 30, 2015. No such reserve existed as of June 30, 2018 and 2017.

Building services to University-owned buildings: On April 29, 2004, University Park entered into an agreement with the Board of Trustees of SIU under which University Park will contract for specific grounds keeping, janitorial, and light maintenance services for a SIUE-owned building on behalf of SIUE. Prior to July 1, 2015 SIUE reimbursed University Park the costs of these services and paid University Park a 5% service fee. No service fee arrangement exists under the new master contract. Accordingly, no services fees

State of Illinois
Southern Illinois University
Summary of Funds Provided To (From
Southern Illinois University Related Organizations
By (To) Southern Illinois University
Years ended June 30, 2018 and 2017
(Unaudited)

were recorded as of June 30, 2018 and 2017. This building is currently being occupied by the National Corn-to-Ethanol Research Center.

On March 15, 2005, University Park entered into an agreement with the Board of Trustees of SIU under which University Park contracted for specific grounds keeping, janitorial and light maintenance services for the Technology and Management Center, a SIUE owned building, on behalf of SIUE. SIUE reimbursed University Park the costs of these services and paid University Park a 5% service fee. No service fee arrangement exists under the new master contract. Accordingly, no services fees were recorded as of June 30, 2018 and 2017.

On August 15, 2005, University Park entered into an agreement with the Board of Trustees of SIUE under which University Park contracted for specific grounds keeping, janitorial and light maintenance services for the School of Pharmacy Laboratory Offices and Classroom Building, a SIUE-owned building, on behalf of SIUE. SIUE reimbursed University Park the costs of these services and paid University Park a 5% service fee. No service fee arrangement exists under the new master contract. Accordingly, no services fees were recorded as of June 30, 2018 and 2017.

On May 1, 2007, University Park entered into a lease agreement between the Board of Trustees of SIUE and University Park for SIUE Chemistry Laboratory space to be established in the Biotechnology Laboratory Incubator Building (BLI) owned by University Park. SIUE programs expanded in the BLI building in FY 2009, adding biology labs, a pharmacy research lab, and the GIS offices and lab space. Under the terms of that agreement, University Park contracted for specific utilities, grounds keeping, janitorial, and light maintenance services for the laboratories. SIUE reimbursed University Park the costs of these services and paid University Park a 5% service fee. No service fee arrangement exists under the new master contract. Accordingly, no services fees were recorded as of June 30, 2018 and 2017.

During 2015, SIUE reimbursed University Park \$189,910 for certain costs pertaining to these four agreements. No service fee arrangement exists under the new master contract. Accordingly, no services fees were recorded as of June 30, 2018 and 2017.

On July 1, 2015, University Park entered into a lease agreement between the Board of Trustees of SIUE and University Park for 195 University Park Drive, a University Park owned building, for the purpose of operating a SIUE Dental School dental clinic and

**State of Illinois
Southern Illinois University
Summary of Funds Provided To (From
Southern Illinois University Related Organizations
By (To) Southern Illinois University
Years ended June 30, 2018 and 2017
(Unaudited)**

accompanying support space. Under the agreement, SIUE shall operate and maintain the property on behalf of University Park. SIUE's operation, management, maintenance, and insurance of the property at no cost to the Park, shall be considered "payment in lieu of rent."

Under the terms of these two agreements, the amount reflected as budget allocation from SIUE and budget expended at SIUE in the accompanying Statements of Revenues, Expenses and Changes in Net Position for payment in lieu of rent totaled \$90,722 and \$70,731 for the years ended June 30, 2018 and 2017, respectively.

The Charter School has entered into an agreement with the Board of Trustees of SIUE, which specifies the relationship between the organizations in accordance with the Legislative Audit Commission's University Guidelines, 1997. Under the terms of the agreement, SIUE may transfer to the Charter School each year funds necessary to support the activities of Charter School, provided, however, that if the actual costs of providing services pursuant to the Agreement are less than the amounts transferred, the Charter School will, at the end of each year or at such other time as may be specified by SIUE, refund the difference and any additional net income to SIUE.

Under the terms of the agreement, SIUE may also allow Charter School to use SIUE facilities, assets, services, and resources, provided that such use is supported by consideration at rates charged to other SIUE users. SIUE may provide other services to Charter School on a contractual basis under terms mutually agreed to by both parties.

Charter School faculty and staff are employed by SIUE. Pursuant to governmental accounting standards, the Charter School is required to recognize as revenue and expense those on-behalf payments for salaries and fringe benefits made by SIUE for personnel of the Charter School. These amounts totaled \$800,969 and \$731,736 (including retirement payments), for the years ended June 30, 2018 and 2017, respectively, and are reflected as budget allocations from SIUE - fringe benefits in the accompanying Statements of Revenue, Expenses, and Changes in Net Position.

None of the University related organizations have financed debt as of June 30, 2018 and 2017.

During the years ended June 30, 2018 and 2017, Southern Illinois University (at Carbondale) (the University) contracted with the Carbondale Foundation to provide

**State of Illinois
Southern Illinois University
Summary of Funds Provided To (From
Southern Illinois University Related Organizations
By (To) Southern Illinois University
Years ended June 30, 2018 and 2017
(Unaudited)**

fundraising and other services. In accordance with the contract agreement, during the years ended June 30, 2018 and 2017 the University provided \$5,311,457 and \$5,763,231 respectively, in funds and in-kind services and rent to the Carbondale Foundation. Although not required under the contract, the Carbondale Foundation provided the University certain funds considered unrestricted for purposes of the University Guidelines' computations. Presented below is a summary of all funds that the Carbondale Foundation provided to the University during the years ended June 30:

	<u>2018</u>	<u>2017</u>
Funds considered unrestricted for purposes of the Guidelines' computations:		
Unrestricted	\$ 42,547	\$ 139,429
Restricted only as to campus, college or department and generally available for on-going University operations:		
Provided to particular campus	824,191	353,133
Provided to particular college	658,752	572,826
Provided to particular department	1,807,320	1,919,704
Provided to athletic association	<u>1,871,446</u>	<u>1,176,681</u>
Total funds considered unrestricted	<u>5,204,256</u>	<u>4,161,773</u>
Funds considered restricted for purposes of the Guidelines' computations including gifts-in-kind:		
Provided for student support	2,463,236	2,867,358
Provided for certain instructional research or public service programs	1,428,863	1,030,921
Provided for physical facilities	151,779	136,756
Provided for other restricted purposes	<u>23,140</u>	<u>2,862</u>
Total funds considered restricted	<u>4,067,018</u>	<u>4,037,897</u>
Total funds provided by the Foundation to the University	<u>\$ 9,271,274</u>	<u>\$ 8,199,670</u>

**State of Illinois
Southern Illinois University
Summary of Funds Provided To (From
Southern Illinois University Related Organizations
By (To) Southern Illinois University
Years ended June 30, 2018 and 2017
(Unaudited)**

During the years ended June 30, 2018 and 2017, Southern Illinois University at Edwardsville (the University) contracted with the Southern Illinois University Edwardsville Foundation to provide fundraising and other services. In accordance with the contract agreement, the University provided \$761,367 and \$804,588, respectively, in funds and in-kind services and rent to the Edwardsville Foundation. Although not required under the contract, the Foundation provided the University certain funds considered unrestricted for purposes of the University Guidelines' computations. Presented below is a summary of all funds that the Edwardsville Foundation provided to the University during the years ended June 30:

	<u>2018</u>	<u>2017</u>
Funds considered unrestricted for purposes of the Guidelines' computations:		
Unrestricted	\$ 87,403	\$ 93,544
Restricted only as to campus, college or department and generally available for on-going University operations:		
Provided to particular college	515,064	1,637,484
Provided to particular department	890,242	584,788
Provided to athletic association	<u>517,657</u>	<u>406,798</u>
Total funds considered unrestricted	<u>2,010,366</u>	<u>2,722,614</u>
Funds considered restricted for purposes of the Guidelines' computations including gifts-in-kind:		
Provided for student support	1,040,678	614,902
Provided for certain instructional research or public service programs	<u>316,475</u>	<u>450,316</u>
Total funds considered restricted	<u>1,357,153</u>	<u>1,065,218</u>
Total funds provided by the Foundation to the University	<u>\$ 3,367,519</u>	<u>\$ 3,787,832</u>

State of Illinois
Southern Illinois University Carbondale
Calculation of Current Excess Funds
Year Ended June 30, 2018
(Unaudited)

	Public Service & Academic Support Activities	Clinical Support	Student Programs & Services	Administration	Service Departments	Auxiliary Enterprises Other	Auxiliary Enterprises Revenue Bond
Current available funds:							
Add:							
Cash and cash equivalents	\$ 12,386,766	\$ 9,923,592	\$ (5,919,845)	\$ 542,541	\$ 9,478,081	\$ 3,202,223	\$ -
Due from other funds	264,827	36,424	4,230,055	113,389	6,332,329	14,889	5,091,273
Total current available funds (A)	12,651,593	9,960,016	(1,689,790)	655,930	15,810,410	3,217,112	5,091,273
Working capital allowances:							
Add:							
Highest month's expenditure	1,776,422	8,499,663	4,889,921	330,452	11,086,156	1,218,968	6,140,422
Encumbrances and current liabilities paid in lapse period	701,284	996,485	7,423,133	260,125	5,747,518	1,975,068	2,121,343
Refundable deposits/unearned income	706,403	13,054	584,244	-	-	6,556	907,557
Anticipated payout of accrued vacation and sick leave	35,117	703,249	37,827	22,437	110,341	27,121	291,185
Total working capital allowance (B)	3,219,226	10,212,451	12,935,125	613,014	16,944,015	3,227,713	9,460,507
Current excess (deficit) funds (deduct B from A) (C)	9,432,367	(252,435)	(14,624,915)	42,916	(1,133,605)	(10,601)	(4,369,234)
Calculation of Income Fund Remittance:							
An entity may offset excess capital or current funds within the entity. Enter the amount to be offset (D)	(49,489,132)	(12,207,025)	(2,375,547)	(2,397,710)	(6,543,836)	(272,706)	(30,513,261)
Enter the algebraic sum of C & D and remit the amount due, if any, to the income fund	\$ (40,056,765)	\$ (12,459,460)	\$ (17,000,462)	\$ (2,354,794)	\$ (7,677,441)	\$ (283,307)	\$ (34,882,495)

State of Illinois
Southern Illinois University at Edwardsville
Calculation of Current Excess Funds
Year Ended June 30, 2018
(Unaudited)

	<u>Academic Affairs Activities</u>	<u>Student Fees Activities</u>	<u>Administrative Services Activities</u>	<u>Auxiliary Enterprises</u>
CURRENT AVAILABLE FUNDS				
Cash and cash equivalents	\$ 29,649,279	\$ 7,724,042	\$ 14,325,848	\$ 10,440,410
Interfund receivables	<u>157,065</u>	<u>5,594</u>	<u>3,412,044</u>	<u>429,462</u>
TOTAL CURRENT AVAILABLE FUNDS (A)	<u>29,806,344</u>	<u>7,729,636</u>	<u>17,737,892</u>	<u>10,869,872</u>
WORKING CAPITAL ALLOWANCES				
Add:				
Highest month's expenditures	2,536,668	2,915,222	9,433,966	8,868,427
Encumbrances and current liabilities paid in lapse period	523,439	1,065,603	3,470,765	1,309,539
Current Compensated Absenses	16,307	45,444	96,247	52,577
Unearned income	1,162,552	448,181	437,489	966,071
Refundable deposits	<u>-</u>	<u>-</u>	<u>-</u>	<u>193,675</u>
TOTAL WORKING CAPITAL ALLOWANCE (B)	<u>4,238,966</u>	<u>4,474,450</u>	<u>13,438,467</u>	<u>11,390,289</u>
CURRENT EXCESS FUNDS (DEFICIT):				
Deduct B from A (C)	25,567,378	3,255,186	4,299,425	(520,417)
CALCULATION OF INCOME FUND REMITTANCE				
An entity may offset excess capital or current funds within the entity.				
Enter the amount to be offset (D)	<u>(33,385,876)</u>	<u>(3,492,750)</u>	<u>(9,238,633)</u>	<u>(4,625,010)</u>
Enter the algebraic sum of C and D and remit the amount due, if any to the State Treasurer for deposit in the Income Fund				
	<u>\$ (7,818,498)</u>	<u>\$ (237,564)</u>	<u>\$ (4,939,208)</u>	<u>\$ (5,145,427)</u>

**State of Illinois
Southern Illinois University
Emergency Purchases
Year Ended June 30, 2018
(Unaudited)**

The University reported the following emergency purchase to the Office of the Auditor General during the year ended June 30, 2018:

Request to sole source award the purchase of three airplanes for the Commercial Pilot and CFI curriculum with an original estimated cost of \$1,077,398.