

June 1, 2007

Members of the Board Finance Committee

Keith Sanders, Chair
John Simmons
Roger Tedrick
Stephen Wigginton
Marquita Wiley

Dear Members of the Finance Committee:

There will be a meeting of the Finance Committee on Thursday, June 14, 2007, immediately following the Executive Committee in Ballroom B of the Student Center, Southern Illinois University Carbondale, Carbondale, Illinois. The following items have been suggested for the agenda:

1. Approval of Minutes of the April 12, 2007, meeting (enclosure).
2. Presentation on Differential Tuition.
3. Approval of Re-Sale Agreement: Apple Computers, SIUE (Board Agenda Item P).
4. Operating and Capital RAMP Guidelines for Fiscal Year 2009 (Board Agenda Item Q) (Joint discussion with Architecture and Design Committee).
5. Temporary Financial Arrangements for Fiscal Year 2008 (Board Agenda Item R).
6. Change of Salary, Southern Illinois University Edwardsville Chancellor.
7. Budget Adjustment Request (enclosure).
8. Investments Report (enclosure).
9. Third Quarterly Budget Report for FY 2007 (enclosure).
10. Other business.

Finance Committee
Page 2
June 1, 2007
Yours truly,

Duane Stucky
Vice President for Financial and Administrative Affairs
and Board Treasurer

DS/lap

Enclosures

cc: Samuel Goldman
Christine Guerra
Ed Hightower
Jesse Phelps

Glenn Poshard
John Dunn
Vaughn Vandegriff

Constituency Heads
Other Interested Parties

BOARD OF TRUSTEES

SOUTHERN ILLINOIS UNIVERSITY

Minutes of the Finance Committee Meeting

April 12, 2007

The Finance Committee met immediately following the Executive Committee in the Meridian Ballroom of the Delyte W. Morris University Center, Southern Illinois University Edwardsville. Present were: Keith Sanders (Chair), John Simmons (via teleconference), Roger Tedrick, Stephen Wigginton and Marquita Wiley. Other Board members present were: Samuel Goldman, Christine Guerra, Ed Hightower and Jesse Phelps. Executive Officers present were: President Glenn Poshard; Chancellor Vaughn Vandegrift, SIUE; Interim Chancellor John Dunn, SIUC; Vice President for Academic Affairs John S. Haller, Jr.; and Vice President for Financial and Administrative Affairs and Board Treasurer Duane Stucky.

Minutes

The minutes of the February 28, 2007, meeting were approved as submitted.

Proposal to Create a Facilities Maintenance Fee, Carbondale Campus, SIUC [Amendments to 4 Policies of the Board Appendix A-2, A-6 and Addition of A-24] (Board Agenda Item K).

Proposed Increase: Campus Recreation Fee, SIUC [Amendment to 4 Policies of the Board Appendix A-6] (Board Agenda Item L).

Proposed Increase: Intercollegiate Athletic Fee, SIUC [Amendment of 4 Policies of the Board Appendix A-6] (Board Agenda Item M).

Proposed Increase: Flight Training Charges, SIUC [Amendment to 4 Policies of the Board Appendix A-4] (Board Agenda Item N).

Proposed Increase: Mass Transit Fee, SIUC [Amendment to 4 Policies of the Board Appendix A-6] (Board Agenda Item O).

Proposed Increase: Residence Hall Rates and Apartment Rentals, SIUC [Amendment to 4 Policies of the Board Appendix A-18] (Board Agenda Item P).

Proposed Increase: Student Center Fee, SIUC [Amendment to 4 Policies of the Board Appendix A-6] (Board Agenda Item Q).

Proposed Increase: Student Medical Benefit (SMB): Extended Care Fee, SIUC [Amendment to 4 Policies of the Board Appendix A-6] (Board Agenda Item R).

Proposed Increase: Student Medical Benefit (SMB): Primary Care Fee, SIUC [Amendment to 4 Policies of the Board Appendix A-6] (Board Agenda Item S).

Proposed Increase: Student Recreation Fee, SIUC [Amendment to 4 Policies of the Board Appendix A-6] (Board Agenda Item T).

Proposed Increase: Student Services Building Fee, SIUC [Amendment to 4 Policies of the Board Appendix A-6] (Board Agenda Item U).

Interim Chancellor Dunn stated that he will suggest to the new Chancellor that the student leaders and respective student bodies be brought into the proposed tuition and fee conversations early in the process. Dr. Dunn expressed his opinion that although the students do not want tuition and fee increases, he believes they understand that the increases are necessary to balance the budget. Dr. Sanders thanked Dr. Dunn for his comments and agreed that there might be some improvements in student involvement in the process.

Proposal to Create a Facilities Maintenance Fee, SIUE [Amendment to 4 Policies of the Board Appendix B-4 and Addition of B-17] (Board Agenda Item V).

Proposal to Create a Nursing Program Fee, SIUE [Amendment to 4 Policies of the Board Appendix B-4] (Board Agenda Item W).

Proposed Increase: Athletic Fee, SIUE [Amendment to 4 Policies of the Board Appendix B-4] (Board Agenda Item X).

Proposed Change: Campus Housing Activity Fee, SIUE [Amendment to 4 Policies of the Board Appendix B-4] (Board Agenda Item Y).

Proposed Increase: Information Technology Fee, SIUE [Amendment to 4 Policies of the Board Appendix B-4] (Board Agenda Item Z).

Proposed Increase: Student Academic Success Center Fee, SIUE [Amendment to 4 Policies of the Board Appendix B-4] (Board Agenda Item AA).

Proposed Increase: Student Fitness Center Fee, SIUE [Amendment to 4 Policies of the Board Appendix B-4] (Board Agenda Item BB).

Proposed Increase: Student to Student Grant Fee, SIUE [Amendment to 4 Policies of the Board Appendix B-4] (Board Agenda Item CC).

Proposed Increase: Student Welfare and Activity Fee, SIUE [Amendment to 4 Policies of the Board Appendix B-4] (Board Agenda Item DD).

Proposed Increase: Textbook Rental Fee, SIUE [Amendment to 4 Policies of the Board Appendix B-4] (Board Agenda Item EE).

Proposed Increase: University Center Fee, SIUE [Amendment to 4 Policies of the Board Appendix B-4] (Board Agenda Item FF).

Proposed Increase: University Housing Rental Rates, SIUE [Amendment to 4 Policies of the Board Appendix B-11] (Board Agenda Item GG).

Chancellor Vandegrift restated that the SIUE proposals have the support of their student leaders.

Dr. Goldman expressed concern over the increases. He suggested that either the Board find a way to support the services that are being provided that does not place a huge burden on the students or stop providing some services. Dr. Goldman stated that he will request that Item M be pulled from the omnibus motion.

Jon Pressley stated that the Graduate and Professional Student Council approved only the Student Medical Benefit Primary Care Fee due to their concerns over rising costs.

Approval of Matters K through GG was recommended and that they be placed on the Board's omnibus motion. The motion was duly seconded and was passed by the Finance Committee.

Proposed Tuition Rates for FY 2008 [Amendments to 4 Policies of the Board Appendices A and B] (Board Agenda Item HH).

Approval of the matter was recommended and that it be placed before the Board for a roll-call vote. The motion was duly seconded and was passed by the Finance Committee.

FY 2008 Operating and Capital Budgets Planning Guidelines (Board Agenda Item II).

Vice President Stucky explained that the Planning Guidelines permit the building of the Fiscal Year 2008 budgets. They contain the same Guidelines that have been historically requested. He stated that the Salary Guidelines will be brought to the Board at a later date.

Approval of the matter was recommended and that it be placed on the Board's omnibus motion. The motion was duly seconded and was passed by the Finance Committee.

Change of Assignment and Salary for Communications Director, Office of the President.

Vice President Stucky explained that Board Policy requires approval by the Finance Committee for this personnel change. Recently, Michael Ruiz was assigned the additional duties to head the former SIUC Media and Communications Department, now called University Communications. Dr. Poshard reviewed additional changes he has made under the President's Office.

Approval of the item was recommended. The motion was duly seconded and was passed by the Finance Committee.

Other Business

There being no further business, the meeting was adjourned.

DS/lap

June 1, 2007

Members of the Board Finance Committee

Keith Sanders, Chair
John Simmons
Roger Tedrick
Stephen Wigginton
Marquita Wiley

Dear Members of the Finance Committee:

RE: Request for Approval of Budget Adjustment

In accordance with University budget decision rules, the Finance Committee must approve requests for budget adjustments that exceed specified dollar limits.

The attached adjustment is included on the agenda for your meeting on June 14.

Sincerely,

Duane Stucky
Vice President for Financial and Administrative Affairs
and Board Treasurer

DS/lap

Attachment

cc: Samuel Goldman
Christine Guerra
Ed Hightower
Jesse Phelps

Glenn Poshard
John M. Dunn
Vaughn Vandegrift
Constituency Heads
Other Interested Parties

SOUTHERN ILLINOIS UNIVERSITY

**FY 2007 Budget Adjustment for Finance Committee Consideration
June 14, 2007**

In accordance with SIU's budget decision rules, Finance Committee approval is requested for the following budget adjustment:

Southern Illinois University Carbondale

07-1	Information Technology (Service Dept.)	3 rd Quarter Budget	4 th Quarter Budget	Variance
	Beginning Cash	269,550	269,550	0
	Revenue	5,851,850	8,485,600	+2,633,750
	Expenditure	<u>5,389,600</u>	<u>8,082,000</u>	<u>-2,692,400</u>
	Ending Cash (Estimated)	731,800	673,150	-58,650

Information Technology requests a budget adjustment to account for the revenue and expenditures associated with the Unified Digital Campus (UDC) implementation project. When the initial budget was developed, it was anticipated that the UDC implementation costs would be funded directly from the 2006 bond proceeds account. It was later determined that the UDC expenditures from the bond proceeds were to be recorded in the Information Technology service account for accounting purposes.

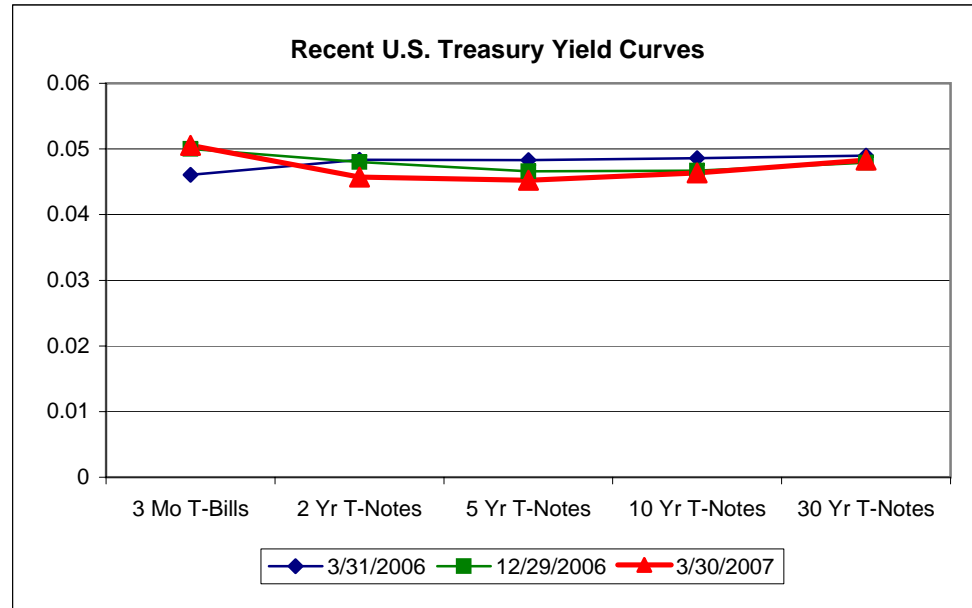


Southern Illinois University

Quarterly Investment Report
March 31, 2007

Performance Analysis

The interest rate story this quarter continued to be yield curve inversion, as short-term rates remained higher than long-term rates for the entire quarter. In fact, interest rates declined a further 10-20 basis points in the 2-to-5 year maturity range, while both the long-end and very short-end of the curve finished basically unchanged. This has given the yield curve a more distinctively "cupped" appearance, as seen in the chart at right. In an strange twist, it's the short-term interest rates that have been the most stable, staying within a narrow 23 basis point range (from 5.00% to 5.23%) during the period. Longer-term rates, however, have been buffeted by mildly negative inflation news on the one hand, and speculations on the possibility of a U.S. recession on the other. Consequently, longer-term rates moved in a larger 40-50 basis point range during the quarter.



Overall, Southern Illinois University achieved a quarterly return of 1.36% this period, on par with the weighted benchmark return of 1.33%. Strong short-term interest rates continue to generate solid income for the University, while slightly lower interest rates in the 2-to-5 year maturity range added some capital gains to the Short-Term and Intermediate portfolios. The assets invested in the Illinois Funds, now just under 49% of the total, returned a strong 1.29% quarterly return, beating the Merrill Lynch Ready Assets benchmark by 14 basis points. Monies allocated to the Illinois Prime Fund have added an additional 5 basis points above the yield of the Illinois Money Market Fund.

The Short-Term and Intermediate accounts, managed by Western Asset Management, enjoyed some capital gains due to lower interest rates, and produced reasonable returns for the quarter. The Short-Term portfolio generated a 1.38% quarterly return, comparable to its Lehman Brothers 1-3 Yr Government benchmark return of 1.40%. The Intermediate portfolio delivered a 1.45% quarterly return, slightly underperforming its Lehman Brothers Intermediate Government benchmark by 8 basis points.

John S. Vincent & Company LLC

Operating Investments

Operating Investment Position

Investment Balance

Market Value (\$ in millions)

	3/31/2006	6/30/2006	9/30/2006	12/31/2006	3/31/2007
State Treasury Fund- Money Market	\$ 124.9	\$ 62.7	\$ 87.4	\$ 52.2	\$ 50.1
State Treasury Fund- Prime				7.2	32.4
Western Asset - Short Portfolio	20.2	20.3	20.7	20.9	21.2
Western Asset - Intermediate Portfolio	<u>61.9</u>	<u>62.0</u>	<u>63.8</u>	<u>64.4</u>	<u>65.4</u>
Total Portfolio	\$ 207.0	\$ 145.0	\$ 171.9	\$ 144.7	\$ 169.1

Market Value Change (\$ in millions)

	3/31/2006	6/30/2006	9/30/2006	12/31/2006	3/31/2007
Beginning Market Value	\$ 172.0	\$ 207.0	\$ 145.0	\$ 171.9	\$ 144.7
Deposits (Withdrawals)	35.2	(62.2)	23.8	(28.9)	22.0
Interest Income, Net of Fees	0.8	0.8	1.8	1.8	2.1
Realized Gain (Loss)	(0.2)	(0.4)	0.0	0.0	(0.1)
Unrealized Gain (Loss)	<u>(0.8)</u>	<u>(0.2)</u>	<u>1.3</u>	<u>(0.1)</u>	<u>0.4</u>
Ending Market Value	\$ 207.0	\$ 145.0	\$ 171.9	\$ 144.7	\$ 169.1

Operating Performance

Quarterly Performance

	3/31/2006	6/30/2006	9/30/2006	12/31/2006	3/31/2007
State Treasury Fund Rate of Return					
State Treasury Portfolio	1.0%	1.18%	1.29%	1.31%	1.29%
iMoney Net Money Fund	0.8%				
Merrill Lynch Ready Assets		1.02%	1.13%	1.15%	1.15%
Short Term Portfolio Rate of Return					
Western Asset Short Term Portfolio	0.5%	0.57%	2.06%	0.99%	1.38%
Lehman Bros 1-3 Year Govt Index	0.4%	0.66%	2.01%	0.98%	1.40%
Intermediate Portfolio Rate of Return					
Western Asset Intermediate Portfolio	-0.3%	0.25%	2.97%	1.02%	1.45%
Lehman Bros Intermediate Govt Index	-0.3%	0.30%	2.92%	0.89%	1.53%
Total Fund Rate of Return					
Total Portfolio	0.6%	0.80%	2.09%	1.15%	1.36%
Benchmark	0.3%	0.76%	2.00%	1.02%	1.33%

Historical Performance

	FY 2003	FY 2004	FY 2005	FY 2006	Fiscal YTD ending 3/31/2007
Total Fund Rate of Return					
Total Portfolio	6.9%	0.2%	3.5%	2.36%	4.61%
Benchmark	6.2%	-0.1%	3.0%	2.08% *	4.42% *

* The Merrill Lynch Ready Assets benchmark has been used because it is more easily obtained and is comparable to the iMoney Net Money Fund.

Asset Allocation

Asset Allocation As of March 31, 2007

	Market Value (in millions)	Actual Allocation	Policy Range	Target (in millions)	
State Treasury Fund	\$82.5	49%	20-35%	\$40.0	Minimum
Western Asset - Short Term Portfolio	21.2	12%	10-40%	\$10.0	Minimum
Western Asset - Intermediate Term Portfolio	65.4	39%	35-60%	\$65.0	Maximum
	<u>\$169.1</u>				

The portfolio was heavily weighted to the State Treasury Fund as of March 31, 2007. The decision to keep the investment portfolio short was driven by the need to maintain liquidity for cash flow requirements, the uncertain timing of the release of state appropriated operating funds, and the inverted yield curve.

Fees

Investment Manager Fees

	Basis Points					
	As of 12/31/06	3/31/2006	6/30/2006	9/30/2006	12/31/2006*	Total
State Treasury Fund- Money Market	9.5	\$30,598.04	\$15,371.50	\$15,953.94	\$12,536.61	\$74,460.09
State Treasury Fund- Prime	10.0				\$3,478.15	\$3,478.15
Western Asset - Short Term Portfolio	25.0	12,590.00	12,659.00	12,858.58	13,044.89	51,152.47
Western Asset - Intermediate Term Portfolio	25.0	<u>38,764.00</u>	<u>38,724.00</u>	<u>39,552.06</u>	<u>40,267.63</u>	<u>157,307.69</u>
Total Investment Manager Fees		\$81,952.04	\$66,754.50	\$68,364.58	\$69,327.28	\$286,398.40

Custody Bank Fees

	3/31/2006	6/30/2006	9/30/2006	12/31/2006*	Total
JP Morgan Chase	\$6,119.19	\$6,220.42	\$6,520.44	\$6,181.95	<u>\$25,042.00</u>
Total Custody Fees					<u>\$25,042.00</u>

* Fees for the current quarter were not available at the time this report was prepared. All fees are reflected on an accrual basis

Capital Investments

Capital Investments Position

Investment Balance

Market Value (\$ in millions)

	3/31/2006	6/30/2006	9/30/2006	12/31/2006	3/31/2007
Housing & Auxiliary Facilities System					
Construction Proceeds	23.68	70.19	55.78	40.58	29.69
Interest Sinking Fund	12.75	7.59	11.03	11.98	14.46
Debt Service Reserve	10.67	9.27	9.38	9.29	9.44
Total HAFS	<u>47.10</u>	<u>87.06</u>	<u>76.19</u>	<u>61.85</u>	<u>53.59</u>
Medical Facilities System					
Construction Proceeds	7.42	7.46	7.22	7.27	7.37
Interest Sinking Fund	0.94	0.48	0.79	0.71	1.11
Debt Service Reserve	0.00	0.00	0.00	0.00	0.00
Total MFS	<u>8.36</u>	<u>7.94</u>	<u>8.01</u>	<u>7.98</u>	<u>8.48</u>
Certificates of Participation					
Construction Proceeds	15.38	14.01	13.63	12.88	11.99
Interest Sinking Fund	3.08	3.08	2.69	2.69	2.70
Debt Service Reserve	0.00	0.00	0.00	0.00	0.00
Total COPS	<u>18.46</u>	<u>17.10</u>	<u>16.32</u>	<u>15.57</u>	<u>14.69</u>
Total Capital Investment Portfolio	\$ 73.92	\$ 112.09	\$ 100.52	\$ 85.40	\$ 76.76

Capital Investments are managed internally and are invested in high quality, low risk government securities. The investment maturity, rate of return and type are limited by covenants in the debt financing documents.



Southern Illinois University

Third Quarter Budget Report

March 31, 2007

**Southern Illinois University - Combined Total
FY 2007 Operating Budget
by Major Fund Groups**

	<u>Appropriated & Income Fund</u>	<u>Grants and Contracts</u>	<u>Indirect Cost Recovery</u>	<u>Revenue Bond Operations</u>	<u>Self-Supporting Activities</u>	All Funds 2007 Totals	<u>Service (2) Departments</u>
Revenue Estimates							
Budget as of 12/31/06	\$375,498,400	\$111,772,200	\$11,539,400	\$113,833,100	\$94,410,400	707,053,500	\$125,831,350
Budget as of 3/31/07	<u>373,164,500</u>	<u>110,031,400</u>	<u>11,563,700</u>	<u>114,220,350</u>	<u>95,875,350</u>	704,855,300	<u>128,421,650</u>
Revenue Budget Variance	(\$2,333,900)	(\$1,740,800)	\$24,300	\$387,250	\$1,464,950	(\$2,198,200)	\$2,590,300
% Change	-0.6%	-1.6%	0.2%	0.3%	1.6%		2.1%
Expenditures Estimates							
Budget as of 12/31/06	\$380,300,800	\$111,772,200	\$11,525,700	\$113,259,950	\$98,261,850	\$715,120,500	\$126,701,850
Budget as of 3/31/07	<u>377,666,500</u>	<u>110,031,400</u>	<u>11,670,700</u>	<u>113,998,550</u>	<u>99,291,350</u>	712,658,500	<u>131,901,550</u>
Expenditures Budget Variance	(\$2,634,300)	(\$1,740,800)	\$145,000	\$738,600	\$1,029,500	(\$2,462,000)	\$5,199,700
% Change	-0.7%	-1.6%	1.3%	0.7%	1.0%		4.1%
Planned Operating Results (+/-) from Recast Budget	(4,502,000)	0	(107,000)	221,800	(3,416,000)	(7,803,200)	(3,479,900)
Actual Beginning Cash 7/1/06 (1)	\$4,898,102	\$0	\$11,630,840	\$13,896,204	\$19,186,423	\$49,611,569	\$3,153,732
Estimated Ending Cash Balance	<u>\$396,102</u>	<u>\$0</u>	<u>\$11,523,840</u>	<u>\$14,118,004</u>	<u>\$15,770,423</u>	<u>\$41,808,369</u>	<u>(\$326,168)</u>

Notes:

(1) Carryover cash balances are used for ongoing operational costs of support units and expenditures are restricted in accordance with bond covenants, Legislative Audit Commission guidelines and Illinois Statute.

(2) Service Departments act as "flow through" accounts for services provided to University departments. In order to avoid double-counting of financial transactions, revenue and expenditures are not added to the University totals.

**Southern Illinois University Carbondale
FY 2007 Operating Budget
by Major Fund Groups**

	<u>Appropriated & Income Fund</u>	<u>Grants and Contracts</u>	<u>Indirect Cost Recovery</u>	<u>Revenue Bond Operations</u>	<u>Self-Supporting Activities</u>	All Funds 2007 Totals	<u>Service (3) Departments</u>
Revenue Estimates							
Budget as of 12/31/06	\$207,268,900	\$64,893,000	\$4,280,000	\$50,000,500	\$48,846,500	375,288,900	\$85,985,250
Budget as of 3/31/07	<u>204,621,100</u>	<u>63,152,200</u>	<u>4,400,000</u>	<u>49,553,750</u>	<u>48,844,650</u>	370,571,700	<u>88,908,150</u>
Revenue Budget Variance	(\$2,647,800)	(\$1,740,800)	\$120,000	(\$446,750)	(\$1,850)	(\$4,717,200)	\$2,922,900
% Change	-1.3%	-2.7%	2.8%	-0.9%	0.0%		3.4%
Expenditures Estimates							
Budget as of 12/31/06	\$210,368,700	\$64,893,000	\$4,280,000	\$50,362,950	\$54,204,550	\$384,109,200	\$85,959,650
Budget as of 3/31/07	<u>207,720,900</u>	<u>63,152,200</u>	<u>4,400,000</u>	<u>51,101,550</u>	<u>54,738,550</u>	381,113,200	<u>90,387,250</u>
Expenditures Budget Variance	(\$2,647,800)	(\$1,740,800)	\$120,000	\$738,600	\$534,000	(\$2,996,000)	\$4,427,600
% Change	-1.3%	-2.7%	2.8%	1.5%	1.0%		5.2%
Planned Operating Results (+/-) from Recast Budget	(3,099,800) (2)	0	0	(1,547,800)	(5,893,900)	(10,541,500)	(1,479,100)
Actual Beginning Cash 7/1/06 (1)	\$3,099,800 (2)	\$0	\$6,889,900	\$8,584,100	\$11,152,600	\$29,726,400	\$2,104,750
Estimated Ending Cash Balance	<u>\$0</u>	<u>\$0</u>	<u>\$6,889,900</u>	<u>\$7,036,300</u>	<u>\$5,258,700</u>	<u>\$19,184,900</u>	<u>\$625,650</u>

Notes:

- (1) Carryover cash balances are used for ongoing operational costs of support units and expenditures are restricted in accordance with bond covenants, Legislative Audit Commission guidelines and Illinois Statute.
- (2) Beginning cash and expenditures were restated to conform with new Governmental Accounting Standards Board (GASB) requirements for recognition of summer semester tuition revenue and expenses between fiscal years.
- (3) Service Departments act as "flow through" accounts for services provided to University departments. In order to avoid double-counting of financial transactions, revenue and expenditures are not added to the University totals.

**Southern Illinois University School of Medicine
FY 2007 Operating Budget
by Major Fund Groups**

	<u>Appropriated & Income Fund</u>	<u>Grants and Contracts</u>	<u>Indirect Cost Recovery</u>	<u>Revenue Bond Operations</u>	<u>Self-Supporting Activities</u>	All Funds 2007 Totals	<u>Service (3) Departments</u>
Revenue Estimates							
Budget as of 12/31/06	\$45,994,900	\$13,200,000	\$5,443,000	\$32,472,700	\$23,033,800	120,144,400	\$15,166,300
Budget as of 3/31/07	<u>46,237,000</u>	<u>13,200,000</u>	<u>5,322,300</u>	<u>33,306,700</u>	<u>24,490,600</u>	122,556,600	<u>14,832,300</u>
Revenue Budget Variance	\$242,100	\$0	(\$120,700)	\$834,000	\$1,456,800	\$2,412,200	(\$334,000)
% Change	0.5%	0.0%	-2.2%	2.6%	6.3%		-2.2%
Expenditures Estimates							
Budget as of 12/31/06	\$46,040,100	\$13,200,000	\$5,409,900	\$31,493,700	\$21,624,100	\$117,767,800	\$15,653,700
Budget as of 3/31/07	<u>45,981,800</u>	<u>13,200,000</u>	<u>5,409,900</u>	<u>31,493,700</u>	<u>22,091,800</u>	118,177,200	<u>16,424,400</u>
Expenditures Budget Variance	(\$58,300)	\$0	\$0	\$0	\$467,700	\$409,400	\$770,700
% Change	-0.1%	0.0%	0.0%	0.0%	2.2%		4.9%
Planned Operating Results (+/-) from Recast Budget	255,200 (2)	0	(87,600)	1,813,000	2,398,800	4,379,400	(1,592,100)
Actual Beginning Cash 7/1/06 (1)	\$140,900 (2)	\$0	\$4,066,000	\$623,000	\$766,000	\$5,595,900	\$2,243,000
Estimated Ending Cash Balance	<u>\$396,100</u>	<u>\$0</u>	<u>\$3,978,400</u>	<u>\$2,436,000</u>	<u>\$3,164,800</u>	<u>\$9,975,300</u>	<u>\$650,900</u>

Notes:

- (1) Carryover cash balances are used for ongoing operational costs of support units and expenditures are restricted in accordance with bond covenants, Legislative Audit Commission guidelines and Illinois Statute.
- (2) Beginning cash and expenditures were restated to conform with new Governmental Accounting Standards Board (GASB) requirements for recognition of summer semester tuition revenue and expenses between fiscal years.
- (3) Service Departments act as "flow through" accounts for services provided to University departments. In order to avoid double-counting of financial transactions, revenue and expenditures are not added to the University totals.

**Southern Illinois University Edwardsville
FY 2007 Operating Budget
by Major Fund Groups**

	<u>Appropriated & Income Fund</u>	<u>Grants and Contracts</u>	<u>Indirect Cost Recovery</u>	<u>Revenue Bond Operations</u>	<u>Self-Supporting Activities</u>	All Funds 2007 Totals	<u>Service (3) Departments</u>
Revenue Estimates							
Budget as of 12/31/06	\$117,924,800	\$33,679,200	\$1,791,400	\$31,359,900	\$20,670,100	205,425,400	\$23,906,800
Budget as of 3/31/07	117,882,700	33,679,200	1,791,400	31,359,900	20,670,100	205,383,300	23,906,800
Revenue Budget Variance	(\$42,100)	\$0	\$0	\$0	\$0	(\$42,100)	\$0
% Change	0.0%	0.0%	0.0%	0.0%	0.0%		0.0%
Expenditures Estimates							
Budget as of 12/31/06	\$119,582,200	\$33,679,200	\$1,810,800	\$31,403,300	\$20,554,700	\$207,030,200	\$24,315,500
Budget as of 3/31/07	119,540,100	33,679,200	1,810,800	31,403,300	20,554,700	206,988,100	24,315,500
Expenditures Budget Variance	(\$42,100)	\$0	\$0	\$0	\$0	(\$42,100)	\$0
% Change	0.0%	0.0%	0.0%	0.0%	0.0%		0.0%
Planned Operating Results (+/-) from Recast Budget	(1,657,400) (2)	0	(19,400)	(43,400)	115,400	(1,604,800)	(408,700)
Actual Beginning Cash 7/1/06 (1)	\$1,657,402 (2)	\$0	\$537,708	\$4,689,104	\$6,992,388	\$13,876,602	(\$1,236,318)
Estimated Ending Cash Balance	<u>\$2</u>	<u>\$0</u>	<u>\$518,308</u>	<u>\$4,645,704</u>	<u>\$7,107,788</u>	<u>\$12,271,802</u>	<u>(\$1,645,018)</u>

Notes:

- (1) Carryover cash balances are used for ongoing operational costs of support units and expenditures are restricted in accordance with bond covenants, Legislative Audit Commission guidelines and Illinois Statute.
- (2) Beginning cash and expenditures were restated to conform with new Governmental Accounting Standards Board (GASB) requirements for recognition of summer semester tuition revenue and expenses between fiscal years.
- (3) Service Departments act as "flow through" accounts for services provided to University departments. In order to avoid double-counting of financial transactions, revenue and expenditures are not added to the University totals.

**Southern Illinois University Administration
FY 2007 Operating Budget
by Major Fund Groups**

	<u>Appropriated & Income Fund</u>	<u>Grants and Contracts</u>	<u>Indirect Cost Recovery</u>	<u>Revenue Bond Operations</u>	<u>Self-Supporting Activities</u>	All Funds 2007 Totals	<u>Service (3) Departments</u>
Revenue Estimates							
Budget as of 12/31/06	\$2,040,400	\$0	\$25,000	\$0	\$50,000	2,115,400	\$0
Budget as of 3/31/07	<u>2,040,400</u>	<u>0</u>	<u>50,000</u>	<u>0</u>	<u>50,000</u>	2,140,400	<u>0</u>
Revenue Budget Variance	\$0	\$0	\$25,000	\$0	\$0	\$25,000	\$0
% Change	0.0%	0.0%	100.0%	0.0%	0.0%		0.0%
Expenditures Estimates							
Budget as of 12/31/06	\$2,040,400	\$0	\$25,000	\$0	\$68,500	\$2,133,900	\$0
Budget as of 3/31/07	<u>2,040,400</u>	<u>0</u>	<u>50,000</u>	<u>0</u>	<u>86,300</u>	2,176,700	<u>0</u>
Expenditures Budget Variance	\$0	\$0	\$25,000	\$0	\$17,800	\$42,800	\$0
% Change	0.0%	0.0%	100.0%	0.0%	0.0%		0.0%
Planned Operating Results (+/-) from Recast Budget	0 (2)	0	0	0	(36,300)	(36,300)	0
Actual Beginning Cash 7/1/06 (1)	\$0 (2)	\$0	\$137,232	\$0	\$125,435	\$262,667	\$0
Estimated Ending Cash Balance	<u>\$0</u>	<u>\$0</u>	<u>\$137,232</u>	<u>\$0</u>	<u>\$89,135</u>	<u>\$226,367</u>	<u>\$0</u>

Notes:

- (1) Carryover cash balances are used for ongoing operational costs of support units and expenditures are restricted in accordance with bond covenants, Legislative Audit Commission guidelines and Illinois Statute.
- (2) Beginning cash and expenditures were restated to conform with new Governmental Accounting Standards Board (GASB) requirements for recognition of summer semester tuition revenue and expenses between fiscal years.
- (3) Service Departments act as "flow through" accounts for services provided to University departments. In order to avoid double-counting of financial transactions, revenue and expenditures are not added to the University totals.

**Southern Illinois University - University Wide Services
FY 2007 Operating Budget
by Major Fund Groups**

	<u>Appropriated & Income Fund</u>	<u>Grants and Contracts</u>	<u>Indirect Cost Recovery</u>	<u>Revenue Bond Operations</u>	<u>Self-Supporting Activities</u>	All Funds 2007 Totals	<u>Service (3) Departments</u>
Revenue Estimates							
Budget as of 12/31/06	\$2,269,400	\$0	\$0	\$0	\$1,810,000	4,079,400	\$773,000
Budget as of 3/31/07	<u>2,383,300</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,820,000</u>	4,203,300	<u>774,400</u>
Revenue Budget Variance	\$113,900	\$0	\$0	\$0	\$10,000	\$123,900	\$1,400
% Change	5.0%	0.0%	0.0%	0.0%	0.6%		0.2%
Expenditures Estimates							
Budget as of 12/31/06	\$2,269,400	\$0	\$0	\$0	\$1,810,000	\$4,079,400	\$773,000
Budget as of 3/31/07	<u>2,383,300</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,820,000</u>	4,203,300	<u>774,400</u>
Expenditures Budget Variance	\$113,900	\$0	\$0	\$0	\$10,000	\$123,900	\$1,400
% Change	5.0%	0.0%	0.0%	0.0%	0.6%		0.2%
Planned Operating Results (+/-) from Recast Budget	0 (2)	0	0	0	0	0	0
Actual Beginning Cash 7/1/06 (1)	\$0 (2)	\$0	\$0	\$0	\$150,000	\$150,000	\$42,300
Estimated Ending Cash Balance	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$150,000</u>	<u>\$150,000</u>	<u>\$42,300</u>

Notes:

- (1) Carryover cash balances are used for ongoing operational costs of support units and expenditures are restricted in accordance with bond covenants, Legislative Audit Commission guidelines and Illinois Statute.
- (2) Beginning cash and expenditures were restated to conform with new Governmental Accounting Standards Board (GASB) requirements for recognition of summer semester tuition revenue and expenses between fiscal years.
- (3) Service Departments act as "flow through" accounts for services provided to University departments. In order to avoid double-counting of financial transactions, revenue and expenditures are not added to the University totals.



Income Fund as of 3/31/2007

Income Fund revenue includes tuition revenue, off-campus program revenue, interest earnings, and certain miscellaneous fee revenue. Tuition revenue is a direct result of student enrollment, student residency, credit hours, and tuition rates.

Enrollment projections are made two years in advance for budget purposes. Off-campus program revenue is based on charges sufficient to cover all instructional and administrative costs of the programs. Miscellaneous income includes interest earnings from cash balances that were invested in U.S. Government securities and other University Investment Pools. Also, LAC guidelines require that certain fee revenue such as application fees, course-specific fees and graduation fees be deposited into the income fund.

Southern Illinois University - Combined Total

FY 2007 Income Fund Projections and Enrollment Updates

Fund Source	Original Projections	Current Projections	Variance
Tuition	\$137,285,800	\$134,058,800	(\$3,227,000)
Miscellaneous Income	4,049,500	3,940,900	(108,600)
Off-Campus Programs	12,875,400	12,005,500	(869,900)
	-----	-----	-----
Total Revenue Estimate	\$154,210,700	\$150,005,200	(\$4,205,500)
Carryover From Previous Fiscal Year	15,100	4,898,037	4,882,937
Total Expenditure Estimate	154,150,000	154,507,137	357,137
Projected Ending Balance	<u>\$75,800</u>	<u>\$396,100</u>	<u>\$320,300</u>

Spring Term 2007 (FY07)	Projection	Actual	Variance
Enrollment Headcount	32,774	32,110	(664)

Southern Illinois University Carbondale

FY 2007 Income Fund Projections and Enrollment Updates

Fund Source	Original Projection	Current Projections	Variance
Tuition	\$79,066,700	\$75,667,200	(\$3,399,500)
Miscellaneous Income	2,698,400	2,589,800	(108,600)
Off-Campus Programs	12,194,000	11,302,100	(891,900)
	-----	-----	-----
Total Revenue Estimate	\$93,959,100	\$89,559,100	(\$4,400,000)
Carryover From Previous Fiscal Year	0	3,099,776	3,099,776
Total Expenditure Estimate	93,959,100	92,658,876	(1,300,224)
Projected Ending Balance	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Spring Term 2007 (FY07)	Projection	Actual	Variance
Enrollment Headcount	19,893	19,366	(527)

Southern Illinois University School of Medicine

FY 2007 Income Fund Projections and Enrollment Updates

Fund Source	Original Projection	Current Projections	Variance
Tuition	\$6,370,100	\$6,564,600	\$194,500
Miscellaneous Income	19,500	19,500	0
Off-Campus Programs	0	0	0
	-----	-----	-----
Total Revenue Estimate	\$6,389,600	\$6,584,100	\$194,500
Carryover From Previous Fiscal Year	15,100	140,900	125,800
Total Expenditure Estimate	6,328,900	6,328,900	0
Projected Ending Balance	<u>\$75,800</u>	<u>\$396,100</u>	<u>\$320,300</u>

Spring Term 2007 (FY07)	Projection	Actual	Variance
Enrollment Headcount	289	289	0

Southern Illinois University Edwardsville

FY 2007 Income Fund Projections and Enrollment Updates

Fund Source	Original Projection	Current Projections	Variance
Tuition	\$51,849,000	\$51,827,000	(\$22,000)
Miscellaneous Income	1,331,600	1,331,600	0
Off-Campus Programs	681,400	703,400	22,000
	-----	-----	-----
Total Revenue Estimate	\$53,862,000	\$53,862,000	\$0
Carryover From Previous Fiscal Year	0	1,657,361	1,657,361
Total Expenditure Estimate	53,862,000	55,519,361	1,657,361
Projected Ending Balance	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Spring Term 2007 (FY07)	Projection	Actual	Variance
Enrollment Headcount	12,592	12,455	(137)