

November 30, 2012

Members of the Board Finance Committee

Marquita Wiley, Chair
Mark Hinrichs
Donna Manering
John Simmons

Dear Members of the Finance Committee:

There will be a meeting of the Finance Committee immediately following the Academic Matters Committee on Thursday, December 13, 2012, in Ballroom B of the Student Center, Southern Illinois University Carbondale, Carbondale, IL. The following items have been suggested for the agenda:

1. Approval of Minutes of the November 8, 2012, meeting (enclosure).
2. Approval of Purchase: Preferred Provider Organization (PPO) Network Access for SIUC Students, Carbondale Campus, SIUC (Board Agenda Item O).
3. Other business.

Enclosed are the FY 13 First Quarter Investment Report and the FY 2012 Annual Financial Performance Report.

Yours truly,

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

DS/lap

Enclosures

cc: Jesse Cler
David Hamilton
Roger Herrin

Ed Hightower
Don Lowery
Glenn Poshard

Rita Cheng
Julie Furst-Bowe
Other Interested Parties

BOARD OF TRUSTEES

SOUTHERN ILLINOIS UNIVERSITY

Minutes of the Finance Committee Meeting

November 8, 2012

The Finance Committee met following the Academic Matters Committee in the Conference Center, 2nd Floor, of the Delyte W. Morris University Center, Southern Illinois University Edwardsville, Edwardsville, IL. Present were: Marquita Wiley (Chair), Mark Hinrichs and Donna Manering. Absent was: John Simmons. Other Board members present were: Jesse Cler, David Hamilton, Roger Herrin and Ed Hightower. Absent was: Don Lowery. Executive Officers present were: President Glenn Poshard; Chancellor Rita Cheng, SIUC; Chancellor Julie Furst-Bowe, SIUE; General Counsel Jeffrey McLellan; Vice President for Academic Affairs Paul Sarvela; and Senior Vice President for Financial and Administrative Affairs and Board Treasurer Duane Stucky.

Minutes

Trustee Hinrichs recommended approval of the minutes of the September 13, 2012, meeting as submitted. The motion was seconded by Trustee Manering and passed by the Committee.

Proposed Search Firm Procurement Policy [Amendment to 5 Policies of the Board Section C(3)] (Board Agenda Item K).

Dr. Stucky reviewed the proposed policy.

Trustee Hinrichs recommended approval of the matter and that it be placed on the Board's agenda. The motion was duly seconded by Trustee Manering and was passed by the Finance Committee.

Proposed Alternate Tuition Rate: High Achievers Program, SIUC [Addition to 4 Policies of the Board Appendix A 1, Note 1] (Board Agenda Item M).

Dr. Stucky reviewed the proposed alternate tuition rate.

Trustee Hinrichs recommended approval of the matter and that it be placed on the Board's agenda. The motion was duly seconded by Trustee Manering and was passed by the Finance Committee.

Approval of Salary of Physician, Student Health Services, SIUC (Refer to Board Agenda Item N).

Approval of Salary of Vice Chancellor, Development and Alumni Relations, SIUC (Refer to Board Agenda Item O).

Approval of Salary of Dean of the School of Dental Medicine, SIUE (Refer to Board Agenda Item P).

Finance Committee approval was requested on the salaries for:

Dr. Socorro Shelton as Physician, Student Health Services, SIUC, effective on or after December 1, 2012, at an annual salary of \$155,000.

Mr. James G. Salmo as Vice Chancellor, Development and Alumni Relations, SIUC, effective November 28, 2012, at an annual salary of \$185,000.

Dr. Bruce Rotter as Dean of the School of Dental Medicine, SIUE, effective November 9, 2012, at an annual salary of \$268,271.

Dr. Stucky provided comparative data that showed all three salaries are below their peer group averages.

Trustee Hinrichs recommended approval. The motion was duly seconded by Trustee Manering and was passed by the Finance Committee.

Authorization for the Sale of Bonds: "Series 2012B Housing and Auxiliary Facilities System Revenue Bonds" New Project and Refunding of Outstanding Housing and Auxiliary Facilities System Revenue Bonds (Board Agenda Item V).

Dr. Stucky reviewed the matter.

Trustee Hinrichs recommended approval of the matter and that it be placed on the Board's agenda. The motion was duly seconded by Trustee Manering and was passed by the Finance Committee.

Trustee Hinrichs thanked Dr. Stucky and Chancellor Cheng for their resourcefulness and leadership in retiring older debt and bring in economies in the interest rates.

Other Business.

There being no further business, the meeting was adjourned.

DS/lap



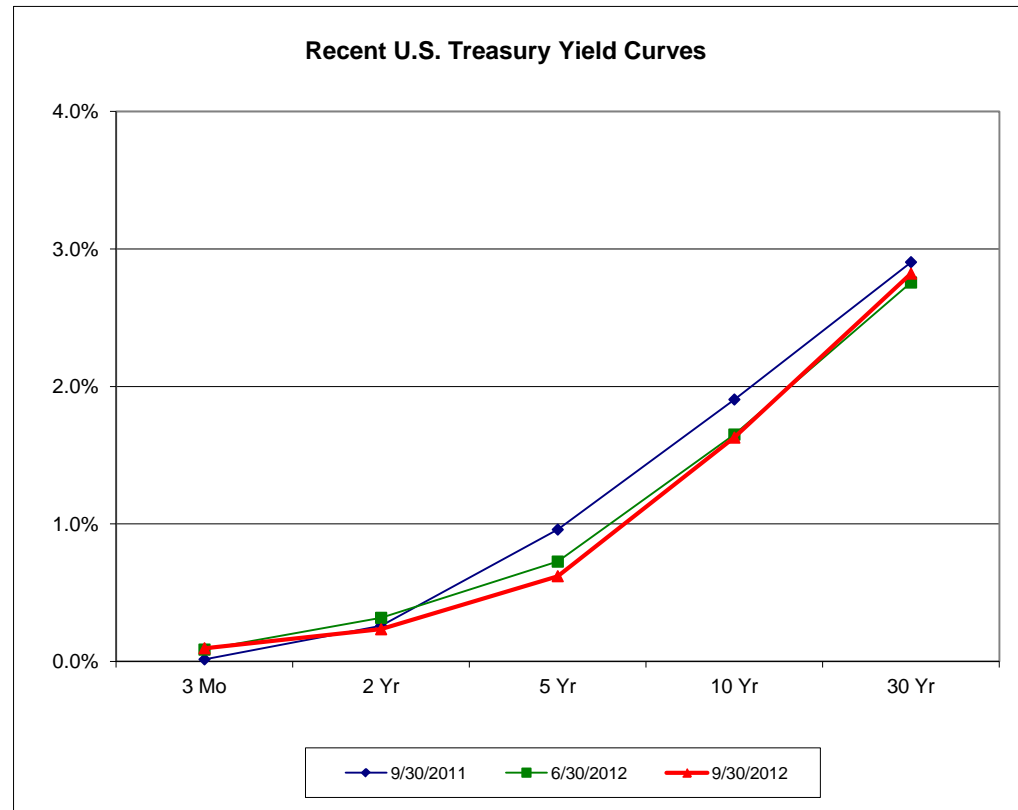
Southern Illinois University

Quarterly Investment Report
September 30, 2012

Performance Analysis

Treasury yields were relatively unchanged for the quarter ending September 30, 2012, as a whole, although the market improved in July and then gave up ground in August and September. The yields on the 2, 5 and 10-year Treasuries fell just 8, 11, and 2 basis points, respectively, for the quarter, while the 90-day & 30-year maturities rose 1 and 6 basis points, respectively. This steady performance is in contrast to the 2nd quarter where longer-dated Treasuries rallied significantly. Treasury yields are still lower than where they stood a year ago on 9/30/2011 and the yield curve still maintains a sharp upward slope characteristic of the post-credit crisis period. Treasury securities remain close to historically low yield levels, as continued global concerns and a sluggish domestic economy are bolstering demand for Treasuries as safe haven securities.

A steady interest rate environment during the 3rd Quarter of 2012 contributed to modestly positive returns on SIU's overall portfolio. For the quarter ending 9/30/2012, SIU's combined portfolio returned 0.31%, down from a capital gain driven return of 0.47% for the preceding quarter. Although lower, this total return of 0.31% outperformed the weighted benchmark return of 0.23% by 8 basis points for the quarter. The Western Asset Management Company's ("WAMCo") Intermediate Fund posted a return of 0.72% for the quarter (2.86% annualized), which consisted of 0.42% in current income return (after fees) and 0.30% in net capital gain. A measurable capital gain in July was somewhat offset by modest capital losses in August and September. The current return of 0.42%, after fees, was slightly less than the 0.44% and 0.43% current returns in the preceding two quarters. WAMCo's 0.72% quarterly return outperformed the 0.62% quarterly benchmark return of the Barclays Capital U.S. Govt. Intermediate Index by 10 basis points. This benchmark return consisted of 0.49% of current income and 0.13% of capital gain. The WAMCo Intermediate portfolio posted smaller capital losses than the benchmark portfolio during August and September, due to a shorter duration. SIU posted modest quarterly returns of 0.03% on the Illinois Funds, 0.04% on the Bank of Edwardsville Money Market Account and 0.05% on a new investment in the MB Financial Money Market Account. These returns are slightly above the money market benchmark return of 0.00% in this very low short-term interest rate environment. These quarterly returns equate to annual returns of 0.10%, 0.15% and 0.18%, respectively, or a combined annualized return of approximately 0.116% on all of SIU's liquid funds.



Operating Investments

Operating Investment Position

Investment Balance

Market Value (\$ in millions)

	9/30/2011	12/31/2011	3/31/2012	6/30/2012	9/30/2012
State Treasury Fund (Money Market Mutual Fund)	\$ 153.4	\$ 178.9	\$ 172.5	\$ 115.7	\$ 130.9
The Bank of Edwardsville (Money Market Account)*	-	-	-	25.0	25.0
MB Financial (Money Market Account)*	-	-	-	-	25.0
Subtotal Cash & Cash Equivalents	\$ 153.4	\$ 178.9	\$ 172.5	\$ 140.7	\$ 180.9
Western Asset - Intermediate Portfolio	102.9	103.5	103.4	104.7	105.4
Total Portfolio	\$ 256.3	\$ 282.4	\$ 275.9	\$ 245.4	\$ 286.3
Due from State	95.8	70.0	110.0	65.6	79.6
Total Portfolio including Due from State	\$ 352.1	\$ 352.4	\$ 385.9	\$ 311.0	\$ 365.9

Market Value Change (\$ in millions)

	9/30/2011	12/31/2011	3/31/2012	6/30/2012	9/30/2012
Beginning Market Value	\$ 190.2	\$ 256.3	\$ 282.4	\$ 275.9	\$ 245.4
Deposits (Withdrawals)	63.4	25.5	(6.5)	(31.8)	40.1
Interest Income, Net of Fees	0.4	0.5	0.5	0.5	0.5
Realized Gain (Loss)	0.1	0.0	0.1	0.3	0.1
Unrealized Gain (Loss)	2.2	0.1	(0.6)	0.5	0.2
Ending Market Value	\$ 256.3	\$ 282.4	\$ 275.9	\$ 245.4	\$ 286.3

*Transferred \$25 million from State Treasury Fund to The Bank of Edwardsville account on 4/12/12 and \$25 million to MB Financial account on 8/16/12.

Operating Performance

Quarterly Performance

	9/30/2011	12/31/2011	3/31/2012	6/30/2012	9/30/2012
State Treasury Fund (Money Market Mutual Fund)	0.01%	0.02%	0.02%	0.02%	0.03%
Benchmark: Ready Assets Prime MMF	0.00%	0.00%	0.00%	0.00%	0.00%
The Bank of Edwardsville (Money Market Account)*	N/A	N/A	N/A	0.04%	0.04%
Benchmark: Ready Assets Prime MMF	N/A	N/A	N/A	0.00%	0.00%
MB Financial (Money Market Account)*	N/A	N/A	N/A	N/A	0.05%
Benchmark: Ready Assets Prime MMF	N/A	N/A	N/A	N/A	0.00%
Western Asset Intermediate Portfolio	2.83%	0.58%	-0.09%	1.23%	0.72%
Benchmark: Barclays Capital Int U.S. Govt	3.19%	0.69%	-0.38%	1.45%	0.62%
Total Portfolio	1.23%	0.24%	-0.01%	0.47%	0.31%
Total Benchmark	1.50%	0.26%	-0.12%	0.54%	0.23%

*Transferred \$25 million from State Treasury Fund to The Bank of Edwardsville account on 4/12/12 and \$25 million to MB Financial account on 8/16/12.

Historical Annual Performance

	FY2009	FY2010	FY2011	FY2012	Fiscal YTD Ending 9/30/2012
Total Portfolio	3.80%	3.01%	1.26%	1.74%	0.31%
Benchmark	3.51%	2.97%	1.08%	1.85%	0.23%

Asset Allocation

Asset Allocation
As of September 30, 2012

	Market Value (in millions)	Allocation Percentage	Target Asset Allocation (in millions)
State Treasury Fund (Money Market Mutual Fund)	\$130.9		
The Bank of Edwardsville (Money Market Account)	25.0		
MB Financial (Money Market Account)	25.0		
Subtotal Cash & Cash Equivalents	\$180.9	63%	\$40 Minimum
Western Asset - Intermediate Term Portfolio	105.4	37%	\$65-115
Total Portfolio	\$286.3		

Fees

Investment Manager Fees*

	Basis Points					
	As of 6/30/12	9/30/2011	12/31/2011	3/31/2012	6/30/2012	Total
State Treasury Fund (Money Market Mutual Fund)	8.2	\$ 25,592	\$ 32,500	\$ 45,752	\$ 30,916	\$ 134,760
Western Asset - Intermediate Term Portfolio	25.0	63,214	63,464	63,678	63,902	254,258
Total Investment Manager Fees		\$ 88,806	\$ 95,964	\$ 109,430	\$ 94,818	\$ 389,018

Custody Bank Fees*

	9/30/2011	12/31/2011	3/31/2012	6/30/2012	Total
JP Morgan Chase	\$ 4,875	\$ 4,910	\$ 5,163	\$ 5,055	\$ 20,003

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

Note: There are no fees associated with the money market accounts at The Bank of Edwardsville and MB Financial.

Capital Investments

Capital Investments Position

Investment Balance

Market Value (\$ in millions)

	9/30/2011	12/31/2011	3/31/2012	6/30/2012	9/30/2012
Housing & Auxiliary Facilities System					
Construction Proceeds	0.5	0.3	27.7	24.8	21.7
Interest Sinking Fund	13.7	10.7	21.0	7.6	14.2
Debt Service Reserve	9.2	9.2	10.0	8.4	8.4
Total HAFS	<u>23.4</u>	<u>20.2</u>	<u>58.7</u>	<u>40.8</u>	<u>44.3</u>
Medical Facilities System					
Construction Proceeds	0.0	0.0	0.0	0.0	0.0
Interest Sinking Fund	0.9	0.9	1.3	0.4	0.9
Debt Service Reserve	0.0	0.0	0.0	0.0	0.0
Total MFS	<u>0.9</u>	<u>0.9</u>	<u>1.3</u>	<u>0.4</u>	<u>0.9</u>
Certificates of Participation					
Construction Proceeds	0.0	0.0	0.0	0.0	0.0
Interest Sinking Fund	0.5	0.5	0.5	0.5	0.0
Debt Service Reserve	0.0	0.0	0.0	0.0	0.0
Total COPS	<u>0.5</u>	<u>0.5</u>	<u>0.5</u>	<u>0.5</u>	<u>0.0</u>
Total Capital Investment Portfolio	\$ 24.8	\$ 21.6	\$ 60.5	\$ 41.7	\$ 45.2

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



FY 2012 Financial Performance Report

Year End Report



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INTRODUCTION

SIU FY12 FINANCIAL PERFORMANCE REPORT

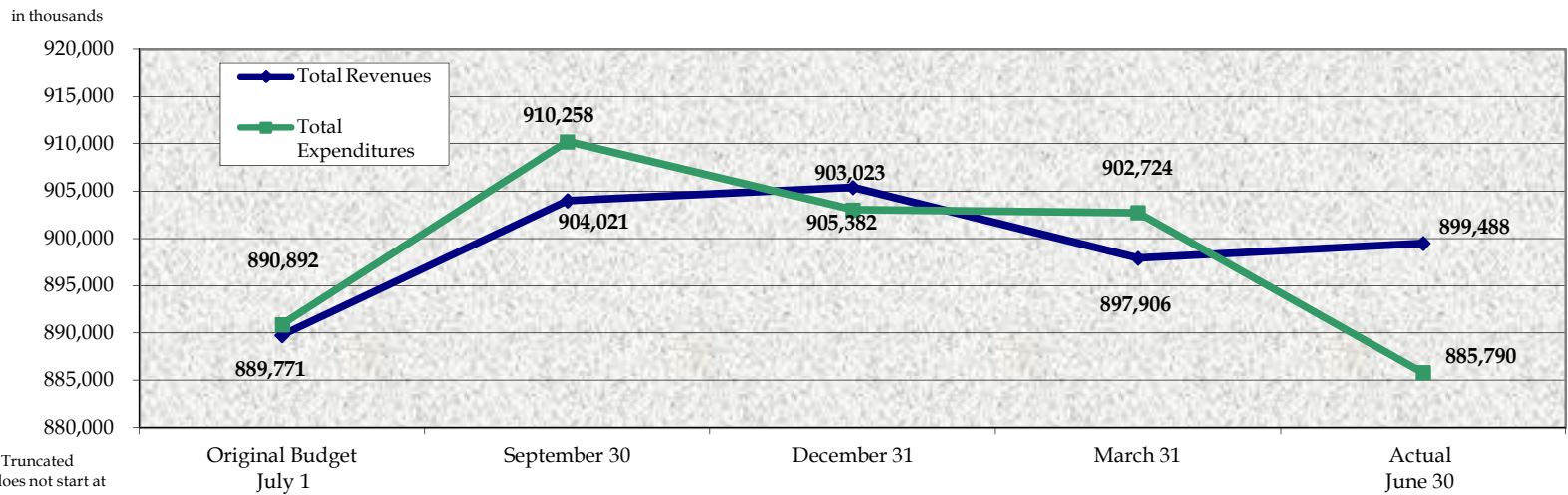
This report provides information on the financial performance of SIU's major operating fund groups for FY2012. Schedule A shows how the budget was adjusted during the year, as presented in periodic reports to the Board. It also compares revenue and expenditure estimates with actual year-end totals. Schedule B provides a University-wide summary of financial performance for each fund group. Schedule C compares FY12 results with the prior year and with budget for each fund group.

It should be noted that this report is presented on a cash basis except for the revenue bond fund group, which is on a modified accrual basis, and would, therefore, differ from the University's annual audited financial statements which are presented on an accrual basis. Also, this report deals only with operating fund groups; cash balances in this report would differ from the University's annual financial statement, which includes all funds.

SIU FINANCIAL PERFORMANCE REPORT

Southern Illinois University
Summary of Combined Budgetary Adjustments and Year End Actual Performance
(Excludes Service Departments)

Fiscal Year 2012 (\$ in thousands)	Original Budget July 1	September 30	December 31	March 31	Actual June 30 (1)	% Diff. from Revised Budget
Total Revenues	889,771	904,021	905,382	897,906	899,488 (4)	0%
Total Expenditures	890,892	910,258	903,023	902,724	885,790	-2%
Net Operating Results	(1,121)	(6,237)	2,359	(4,818)	13,698	
Beginning Cash Balance	97,503	112,647	112,647	112,647	112,647	
Ending Cash Balance (2) (3)	96,382	106,410	115,006	107,829	126,345	17%



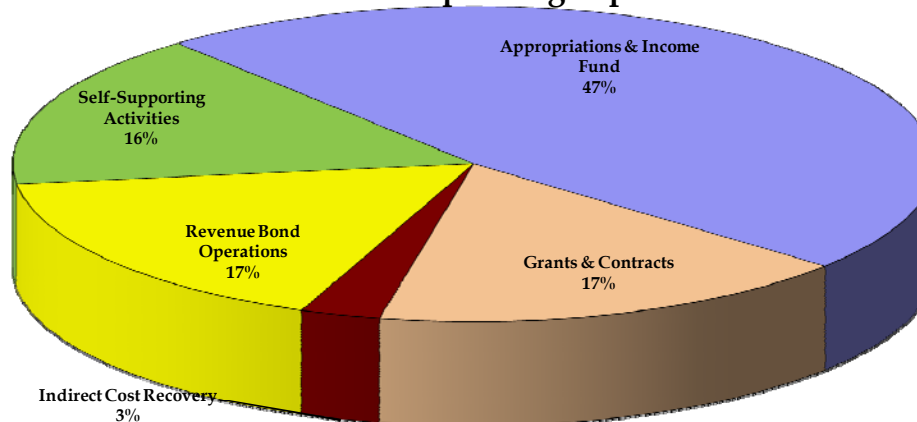
- (1) Includes lapse period dollars.
- (2) Cash balances are used for ongoing operational costs of academic/support units and expenditures are restricted in accordance with bond covenants, Legislative Audit Commission guidelines and Illinois Statute.
- (3) Ending Cash is unaudited and has not been adjusted for transfers or other accounting adjustments.
- (4) Includes approximately \$65.6 million that was uncollected in state appropriations as of 8/17/12.

SIU FINANCIAL PERFORMANCE REPORT

Southern Illinois University
Fiscal Year 2012 Net Operating Results by Fund Group

	Appropriations (1) & Income Fund	Grants (2) and Contracts	Indirect Cost Recovery	Revenue Bond Operations	Self-Supporting Activities	Total	Service (3) Departments
Total Revenue	422,512,500 ⁽⁶⁾	150,929,300	30,012,400	147,933,500	148,100,600	899,488,300	137,849,600
Total Expenditures	419,343,500	150,929,300	24,841,700	149,462,400	141,213,300	885,790,200	137,648,800
Net Operating Results (+/-)	3,169,000	0	5,170,700	(1,528,900)	6,887,300	13,698,100	200,800
Beginning Cash Balance (4)	\$13,347,348	\$0	\$30,309,689	\$24,155,151	\$44,834,469	\$112,646,657	\$3,938,544
Ending Cash Balance (5)	<u>\$16,516,348</u>	<u>\$0</u>	<u>\$35,480,389</u>	<u>\$22,626,251</u>	<u>\$51,721,769</u>	<u>\$126,344,757</u>	<u>\$4,139,344</u>

Distribution of Operating Expenditures

**Note:**

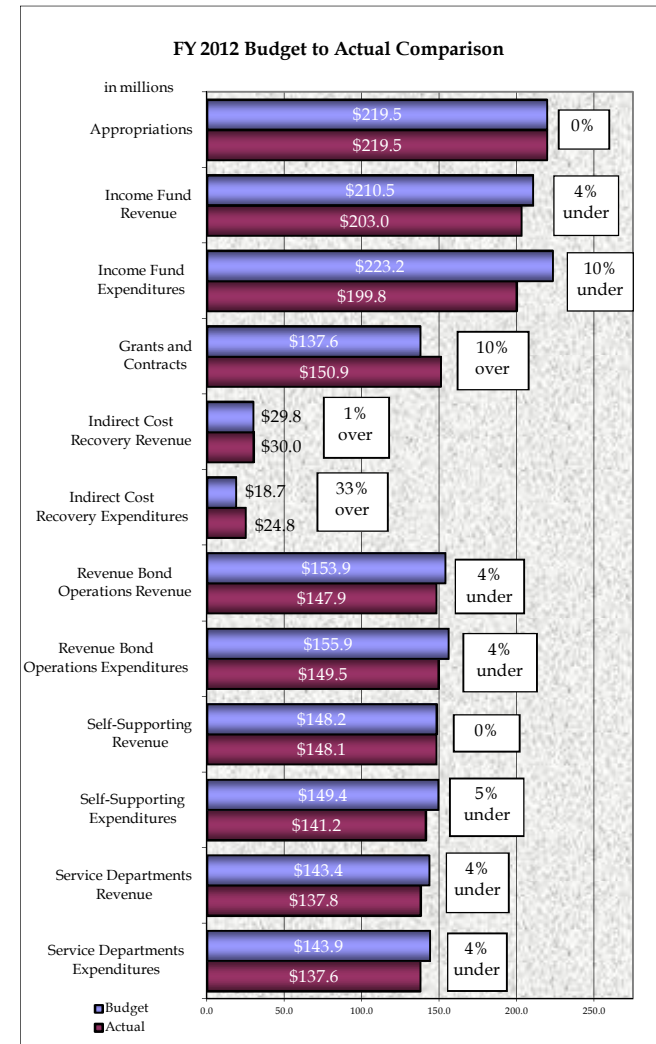
- (1) Appropriations - Direct payments by the State of Illinois for staff benefits on behalf of the University total about \$122 million.
- (2) Grants and Contracts - Revenues received from external sources match expenditures over the life of the grant, therefore the cash balance is reflected as zero.
- (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.
- (4) Cash balances are used for ongoing operational costs of academic/support units and expenditures are restricted in accordance with bond covenants, Legislative Audit Commission guidelines and Illinois Statute.
- (5) Ending Cash is unaudited and has not been adjusted for transfers or other accounting adjustments. Actual Ending Cash balance will be reported as Beginning Cash balance on the First Quarter report for FY 2012.
- (6) Includes approximately \$65.6 million that was uncollected in state appropriations as of 8/17/12.

Cash basis accounting except for Revenue Bond Operations, which are on modified accrual basis.

SIU FINANCIAL PERFORMANCE - COMPARATIVE STATEMENT

Southern Illinois University - Statement of Financial Performance for Fiscal Year 2012

Major Fund Groups	Comparison to the Prior Fiscal Year			
	FY 2011	FY 2012	\$ Change	% Change
Appropriations (a) (b)				
Expenditures	222,013,500	219,501,500	(2,512,000)	-1%
Income Fund (b)				
Revenue	194,774,700	203,011,000	8,236,300	4%
Expenditures	199,654,200	199,842,000	187,800	0%
Net Result	(4,879,500)	3,169,000	8,048,500	
Grants and Contracts (c)				
Expenditures	153,897,100	150,929,300	(2,967,800)	-2%
Indirect Cost Recovery				
Revenue	16,958,900	30,012,400	13,053,500	77%
Expenditures	15,712,000	24,841,700	9,129,700	58%
Net Result	1,246,899	5,170,700	3,923,801	
Revenue Bond Operations				
Revenue	139,305,300	147,933,500	8,628,200	6%
Expenditures	141,164,200	149,462,400	8,298,200	6%
Net Result	(1,858,900)	(1,528,900)	330,000	
Self-Supporting Activities				
Revenue	144,022,300	148,100,600	4,078,300	3%
Expenditures	139,626,300	141,213,300	1,587,000	1%
Net Result	4,396,000	6,887,300	2,491,300	
Service Departments				
Revenue	150,601,486	137,849,600	(12,751,886)	-8%
Expenditures	147,423,000	137,648,800	(9,774,200)	-7%
Net Result	3,178,486	200,800	(2,977,686)	



Note: Budgets as of 3/31/12 except for Appropriations, which is reported at end of lapse period.

(a) General Revenue Funds are held in the State's Treasury and funds are released when vouchered; therefore, revenue matches expenditures.

(b) Includes lapse period dollars.

(c) Grants and Contracts - Revenues received from external sources match expenditures over the life of the grant.

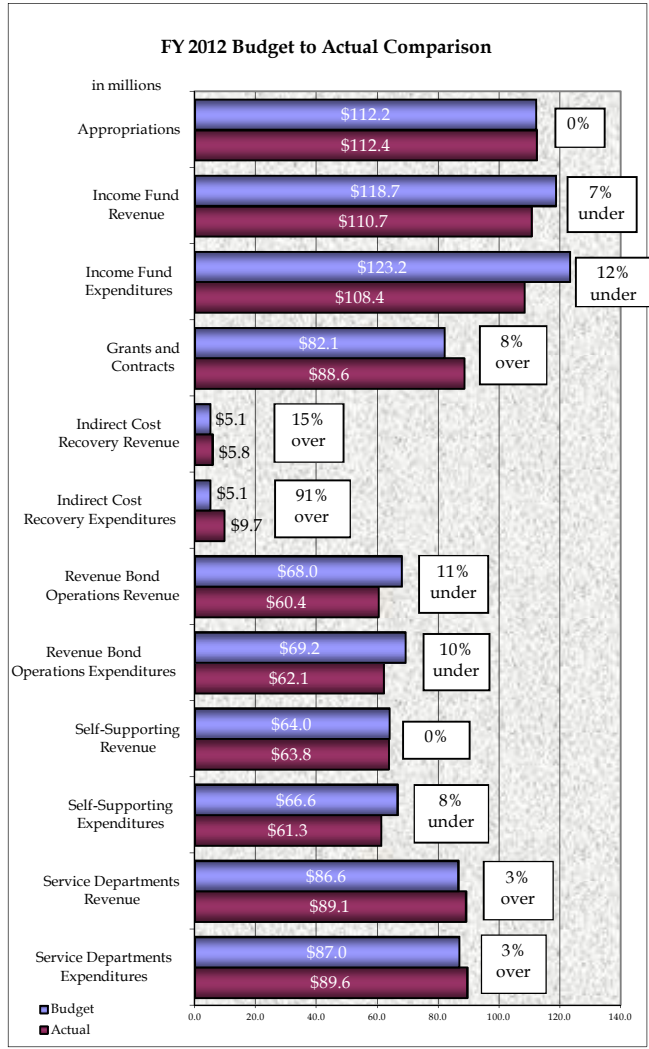
Numbers are rounded to the nearest hundred.

Cash basis accounting except for Revenue Bond Operations, which are on modified accrual basis.

SIU FINANCIAL PERFORMANCE - COMPARATIVE STATEMENT

SIU Carbondale - Statement of Financial Performance for Fiscal Year 2012

Major Fund Groups	Comparison to the Prior Fiscal Year			
	FY 2011	FY 2012	\$ Change	% Change
Appropriations				
Expenditures	113,646,100	112,409,100	(1,237,000)	-1%
Income Fund				
Revenue	108,098,600	110,690,800	2,592,200	2%
Expenditures	110,016,000	108,405,500	(1,610,500)	-1% (1)
Net Result	(1,917,400)	2,285,300	4,202,700	
Grants and Contracts				
Expenditures	90,108,000	88,562,800	(1,545,200)	-2% (2)
Indirect Cost Recovery				
Revenue	5,877,700	5,819,400	(58,300)	-1%
Expenditures	5,577,200	9,693,300	4,116,100	74% (3)
Net Result	300,500	(3,873,900)	(4,174,400)	
Revenue Bond Operations				
Revenue	58,082,200	60,360,800	2,278,600	4% (4)
Expenditures	58,417,800	62,121,000	3,703,200	6% (5)
Net Result	(335,600)	(1,760,200)	(1,424,600)	
Self-Supporting Activities				
Revenue	63,724,300	63,757,300	33,000	0%
Expenditures	64,495,600	61,278,900	(3,216,700)	-5% (6)
Net Result	(771,300)	2,478,400	3,249,700	
Service Departments				
Revenue	101,909,586	89,111,700	(12,797,886)	-13% (6)
Expenditures	100,088,300	89,561,300	(10,527,000)	-11% (6)
Net Result	1,821,286	(449,600)	(2,270,886)	



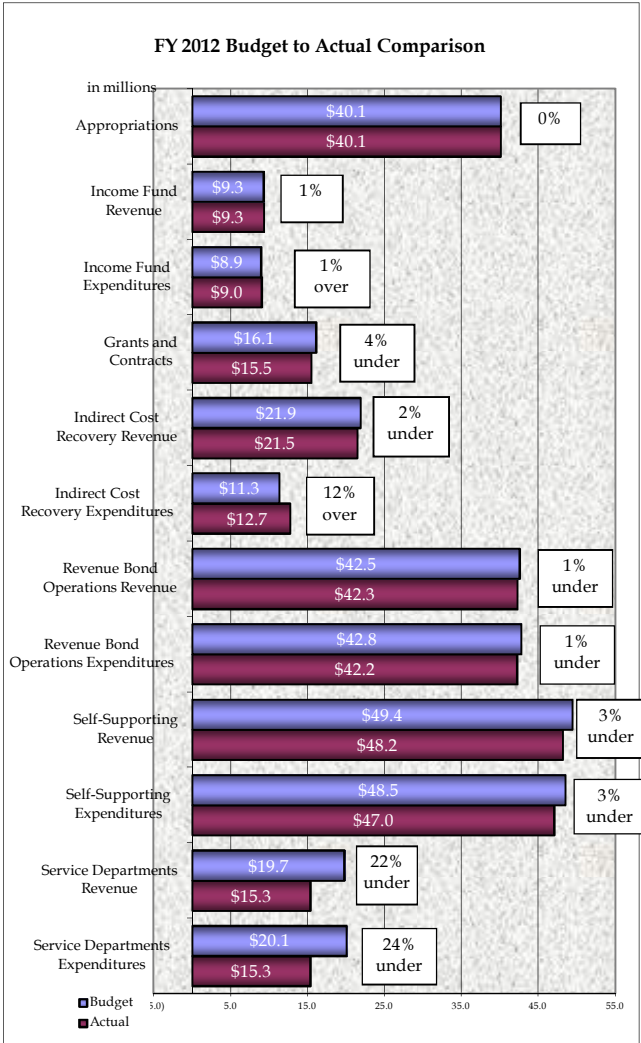
- (1) Decrease due to spending reductions.
- (2) Increase due to increases in Pell Grant Program, and grants received from US Department of Energy and National Science Foundation.
- (3) Increase due to increases in non-mandatory transfers to reserve accounts for infrastructure improvements.
- (4) Increase due to increases in housing income and the inclusion of the Student Service Building fee beginning in FY12.
- (5) Increase due to increases in purchases of merchandise for resale and transfers to the Repair and Replacement Reserve.
- (5) Decreased due to fluctuations that occur in the normal course of business.
- (6) Decrease due to decreased activity related to the Saluki Way project construction.

Cash basis accounting except for Revenue Bond Operations, which are on modified accrual basis.

SIUC FINANCIAL PERFORMANCE - COMPARATIVE STATEMENT

SIUC School of Medicine - Statement of Financial Performance for Fiscal Year 2012

Major Fund Groups	Comparison to the Prior Fiscal Year			
	FY 2011	FY 2012	\$ Change	% Change
Appropriations				
Expenditures	40,528,300	40,075,000	(453,300)	-1%
Income Fund				
Revenue	8,411,100	9,337,200	926,100	11% (1)
Expenditures	8,281,200	9,015,500	734,300	9% (1)
Net Result	129,900	321,700	191,800	
Grants and Contracts				
Expenditures	17,212,100	15,483,500	(1,728,600)	-10% (2)
Indirect Cost Recovery				
Revenue	8,582,700	21,456,800	12,874,100	150% (3)
Expenditures	7,792,100	12,700,500	4,908,400	63% (4)
Net Result	790,600	8,756,300	7,965,700	
Revenue Bond Operations				
Revenue	37,243,100	42,273,700	5,030,600	14% (5)
Expenditures	38,003,400	42,212,400	4,209,000	11% (5)
Net Result	(760,300)	61,300	821,600	
Self-Supporting Activities				
Revenue	44,246,000	48,150,400	3,904,400	9% (6)
Expenditures	44,486,000	47,038,000	2,552,000	6% (6)
Net Result	(240,000)	1,112,400	1,352,400	
Service Departments				
Revenue	16,543,100	15,348,200	(1,194,900)	-7%
Expenditures	15,227,500	15,345,000	117,500	1%
Net Result	1,315,600	3,200	(1,312,400)	



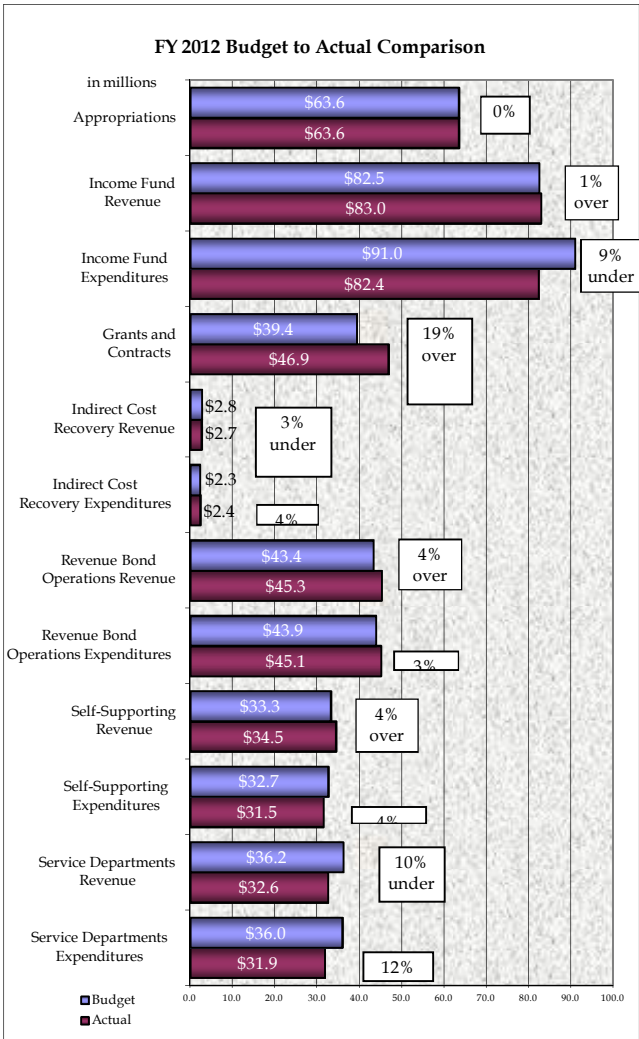
- (1) Increase due to tuition increase and Physician's Assistant Program transfer from Carbondale to Springfield.
- (2) Decrease due to decrease in federal funding primarily related to the end of ARRA funding and the loss of Federal Funding related to separation of three faculty members.
- (3) Increase due to revised agency calculation of Inter-Governmental Transfer.
- (4) Increase due to salary adjustments and transfer to plant funds.
- (5) Increase due to salary adjustments, purchase and implementation of new billing system, insurance, and leases.
- (6) Increases due to increase in hospital affiliations and other healthcare facilities contracts.

Cash basis accounting except for Revenue Bond Operations, which are on modified accrual basis.

SIU FINANCIAL PERFORMANCE - COMPARATIVE STATEMENT

SIU Edwardsville - Statement of Financial Performance for Fiscal Year 2012

Major Fund Groups	Comparison to the Prior Fiscal Year			
	FY 2011	FY 2012	\$ Change	% Change
Appropriations				
Expenditures	64,295,300	63,563,800	(731,500)	-1%
Income Fund				
Revenue	78,265,000	82,983,000	4,718,000	6% (1)
Expenditures	81,357,000	82,421,000	1,064,000	1%
Net Result	(3,092,000)	562,000	3,654,000	
Grants and Contracts				
Expenditures	46,577,000	46,883,000	306,000	1%
Indirect Cost Recovery				
Revenue	2,426,000	2,676,000	250,000	10%
Expenditures	2,299,000	2,403,000	104,000	5%
Net Result	127,000	273,000	146,000	
Revenue Bond Operations				
Revenue	43,980,000	45,299,000	1,319,000	3% (2)
Expenditures	44,743,000	45,129,000	386,000	1%
Net Result	(763,000)	170,000	933,000	
Self-Supporting Activities				
Revenue	34,304,000	34,501,000	197,000	1%
Expenditures	28,898,000	31,491,000	2,593,000	9% (3)
Net Result	5,406,000	3,010,000	(2,396,000)	
Service Departments				
Revenue	31,098,000	32,629,000	1,531,000	5% (4)
Expenditures	31,278,000	31,856,000	578,000	2%
Net Result	(180,000)	773,000	953,000	



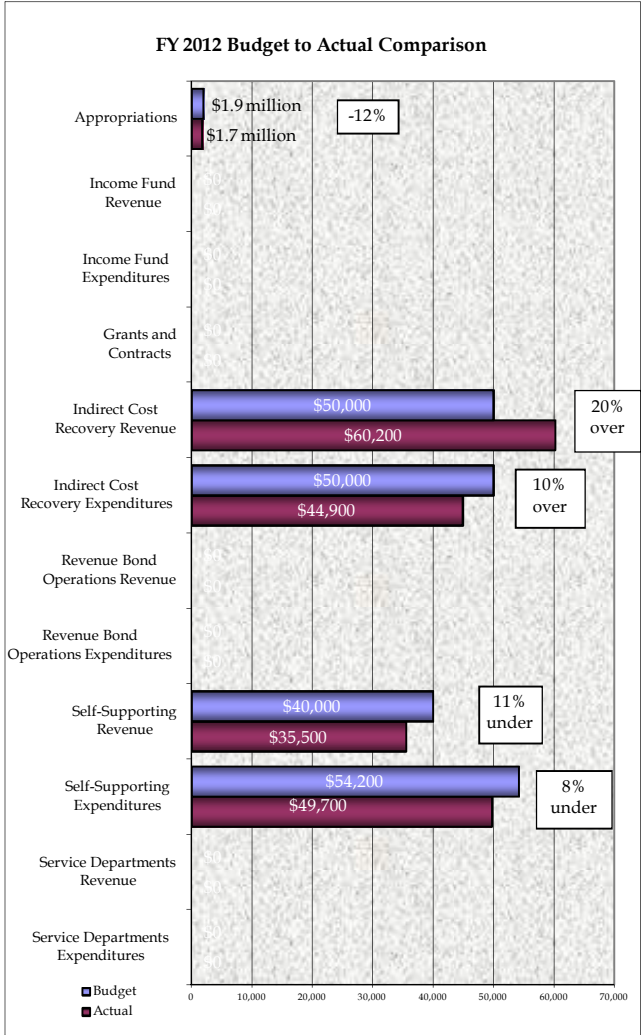
- (1) Increase due to tuition rate increase and increased enrollment.
- (2) Increase due to Housing rate increase and increased sales at the University Center.
- (3) Increase due to several projects supported by the Facilities Fee.
- (4) Increase due to increased internal billings for Facilities Management and timing of Utilities billings.

Cash basis accounting except for Revenue Bond Operations, which are on modified accrual basis.

SIU FINANCIAL PERFORMANCE - COMPARATIVE STATEMENT

SIU University Administration - Statement of Financial Performance for Fiscal Year 2012

Major Fund Groups	Comparison to the Prior Fiscal Year			
	FY 2011	FY 2012	\$ Change	% Change
Appropriations				
Expenditures	1,948,200	1,729,300	(218,900)	-11%
Income Fund				
Revenue	0	0	0	0%
Expenditures	0	0	0	0%
Net Result	0	0	0	
Grants and Contracts				
Expenditures	0	0	0	0%
Indirect Cost Recovery				
Revenue	72,500	60,200	(12,300)	-17% (1)
Expenditures	43,700	44,900	1,200	3%
Net Result	28,799	15,300	(13,499)	
Revenue Bond Operations				
Revenue	0	0	0	0%
Expenditures	0	0	0	0%
Net Result	0	0	0	
Self-Supporting Activities				
Revenue	41,000	35,500	(5,500)	-13% (1)
Expenditures	50,300	49,700	(600)	-1%
Net Result	(9,300)	(14,200)	(4,900)	
Service Departments				
Revenue	0	0	0	0%
Expenditures	0	0	0	0%
Net Result	0	0	0	



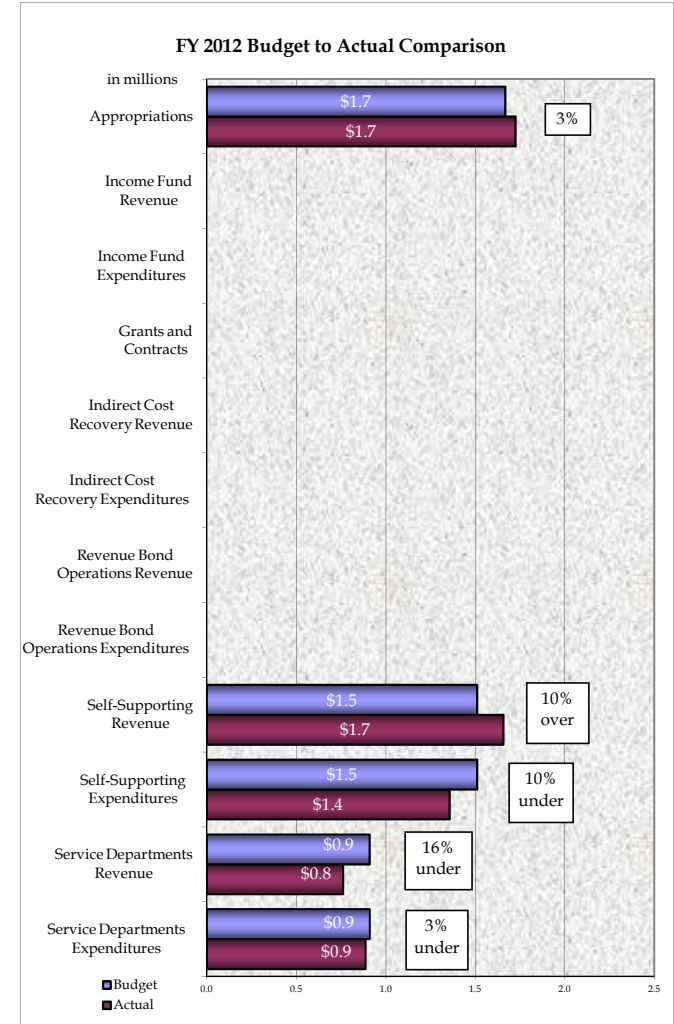
(1) Decrease due to timing of reimbursements.

Cash basis accounting except for Revenue Bond Operations, which are on modified accrual basis.

SIU FINANCIAL PERFORMANCE - COMPARATIVE STATEMENT

SIU University Wide Services - Statement of Financial Performance for Fiscal Year 2012

Major Fund Groups	Comparison to the Prior Fiscal Year			
	FY 2011	FY 2012	\$ Change	% Change
Appropriations				
Expenditures	1,595,600	1,724,300	128,700	8%
Income Fund				
Revenue	0	0	0	0%
Expenditures	0	0	0	0%
Net Result	0	0	0	
Grants and Contracts				
Expenditures	0	0	0	0%
Indirect Cost Recovery				
Revenue	0	0	0	0%
Expenditures	0	0	0	0%
Net Result	0	0	0	
Revenue Bond Operations				
Revenue	0	0	0	0%
Expenditures	0	0	0	0%
Net Result	0	0	0	
Self-Supporting Activities				
Revenue	1,707,000	1,656,400	(50,600)	-3%
Expenditures	1,696,400	1,355,700	(340,700)	-20% (1)
Net Result	10,600	300,700	290,100	
Service Departments				
Revenue	1,050,800	760,700	(290,100)	-28% (1)
Expenditures	829,200	886,500	57,300	7%
Net Result	221,600	(125,800)	(347,400)	



(1) Decrease due to timing of reimbursements.

Cash basis accounting except for Revenue Bond Operations, which are on modified accrual basis.

APPENDIX

DESCRIPTION OF MAJOR FUND GROUPS

Appropriated Fund

State appropriated funds include General Revenue Funds and Other State Funds, both of which come from Illinois tax dollars.

Income Fund

Income Fund revenue includes tuition revenue, off-campus program revenue, interest earnings on income fund deposits, and certain miscellaneous fee revenue. Tuition revenue is a direct result of student enrollment, student residency, credit hours, and tuition rates. Off-campus program revenue is based on charges sufficient to cover all instructional and administrative costs of the programs. LAC guidelines require that certain fee revenue such as application fees, course-specific fees and graduation fees be deposited into the income fund.

Grants and Contracts

Grants and contracts include funds received from governmental entities and private foundations and corporations for the support of various research projects, instructional and training programs, public service activities, student financial aid, and other programs. The specific use of these funds is restricted by contractual agreement with the sponsoring agency. Generally, revenues will equal expenditures over the life of the grant or contract.

Indirect Cost Fund

Indirect cost funds are recovered as overhead allowances on grants and contracts. They are used to help cover a share of expenses for such items as operation and maintenance, library services, sponsored project administration and general administration.

Revenue Bond

Operations of revenue bond financed facilities are reported in this fund group. Revenue Bond enterprises are funded primarily from student fees, operating charges, and sales and services of various activities and include such facilities as residence halls, student centers, and student recreation centers.

Self-Supporting Activities

Self-Supporting Activities include a wide range of operations, which are directly related to Instructional, Research, or Public Service units or support the overall objectives of the University. They may be Self-Supporting in whole or in part. Revenue is generally derived through student fees or sales of services. Examples include Shryock Auditorium, textbook services and athletic fees.

Service Departments

Service Departments provide specific types of services to University departments and are supported by internal charges to using departments. Such services might be purchased from outside sources but for reasons of convenience, cost or control are often provided more effectively by an in-house service department.