

The University of Iowa  
Comprehensive Fiscal Report  
FY 2005

**GENERAL FUND**

**Revenue**

Actual General Fund revenues for FY 2005 were less than the revised budget by \$1,198,482 or 0.25%.

Actual tuition revenues were under the budget by approximately \$400,000. This represents a variance of 0.2%.

Indirect cost revenues were approximately \$670,000 or 1.6% under the budget. The University established a budget in FY 2005 for indirect cost recoveries on grants and contracts based on experience in the past several years and based on awards information through March 2004. This revenue source is typically volatile and difficult to project.

Interest income was under budget by \$150,000. This variance is primarily due to the timing of expenditures during the year.

**Expense**

Salaries comprise 75% of General Fund expenditures. Salary expenditures for FY 2005 were at 99.46% of the amount budgeted.

As a consequence of the net revenue shortfall from all General Fund revenue sources, equipment purchases were delayed. Expenditures for equipment were under the budget by \$1.8 million.

Expenditures for student financial aid were above budget by \$1.97 million or 5.57%. This was due to reallocations within the colleges. Expenditures for student financial were 18.17% of actual tuition revenues.

**Reallocations**

As reported in the FY2005 Final Budget, the University of Iowa reallocated a total of \$8,663,000. The source of those reallocations was:

Unit Budget Reductions	\$3,000,000
Presidential Task Force Recommended Savings	2,000,000
Savings from Fringe Rate Changes	<u>3,663,000</u>
Total	<u>\$8,663,000</u>

The use of these reallocated dollars was exactly as described in the Final FY2005 Budget (see attached schedule).

**The University of Iowa  
FY 2005 FINAL BUDGET  
Summary of Reallocations  
General University**

<b>From:</b>	FY 2005 Budget
FY 2004 Unit Budget Reductions	\$3,000,000
FY 2005 Presidential Task Force Savings	2,000,000
Savings from Fringe Rate Change	<u>3,663,000</u>
<b>Total Reallocations</b>	<u><u>\$8,663,000</u></u>
<b>To:</b>	
Strategic Initiatives:	
Salaries (Faculty and P&S @ 1.7%)	\$4,446,039
Library Acquisitions	540,000
State Cancer Registry	<u>27,000</u>
Subtotal Strategic Initiatives	<u>\$5,013,039</u>
Other	
State Bargained Costs for AFSCME	\$2,571,000
COGS Bargained Increase (1%)	300,000
Oakdale Campus Operation and Maintenance	500,000
Utility Inflation	<u>278,961</u>
Subtotal Other Reallocations	<u>\$3,649,961</u>
<b>Total Reallocations</b>	<u><u>\$8,663,000</u></u>
2004 General Fund Budget Total	\$461,180,581
Total Reallocations as % of Budget	1.9%
Strategic Reallocations as % of Budget	1.1%

## **RESTRICTED FUNDS**

The FY 2005 Restricted Fund budget was provided to the Board in May, 2004. It was based upon the most current information available to inform revenue and expenditures projections for each of the funds contained therein. The Restricted Fund includes the Organized Activities Fund, the Auxiliary Enterprise Fund, the Current restricted Fund and the Plant fund, and involves virtually every department on campus in revenue and expenditure planning. Revenues are derived from federal and non-federal support for sponsored programs (primarily research and student aid), sales and services, bond proceeds, transfers from current unrestricted funds for debt service and depreciation, tuition replacement appropriations and capital appropriations. The expenditure plan provided for salary adjustment, met certain nondiscretionary cost increases, and reflected the University's best efforts at planning to meet its most critical needs and to provide essential services within the limits of available resources guided by the Strategic Plan.

The Organized Activities Fund includes Continuing Education programs, Medicine and Dentistry Practice Plan funds, Sports Camp activities, Conferences and Institutes, and various publications and workshops related to academic departments.

The Auxiliary Enterprise Fund includes Intercollegiate Athletics, Residence Halls, the Iowa Memorial Union operations, Student Health, Recreational Services, Hancher Auditorium, Parking and Transportation, Cambus, and various smaller enterprises serving faculty, staff, students and the public.

The current Restricted Fund includes sponsored activities, predominantly research and student financial aid funded from federal and other external sources. Federal Support was 98.51% of the amount budgeted. The university established a budget for FY 2005 grants and contracts based on experience in the past several years. This revenue source is typically volatile and difficult to project.

The University has been transitioning to full accrual accounting over the last three fiscal years. Because of the provision of Section 8.33 of the Iowa Code, the Department of Management report must be expressed on a cash basis. It is therefore necessary to recast the University General Ledger in order to accomplish this. In FY 2004, the change in balance sheet accounts was understated. This translated into a comparable understatement of FY 2005 budget for the Intra-State receipts. The actual FY2005 Intra-State receipts reported in the Department of Management Report reflect the correct treatment of balance sheet items which generate the significant variance between budget and actual.

Sales and Services were 102.79% of the amount budgeted due to higher sales volumes than anticipated.

Other income was significantly above the amount budgeted. Non-federal gifts, grants and contracts were above the budget by \$23 million due to the success of faculty in attracting sponsored support from non-federal sources. The Colleges of Medicine and Dentistry Faculty Practice Plans were also \$23 million above the prior year due to enhanced productivity and improved collections.

### Capital

Included in the budget for the Restricted Funds are two appropriations from the General Assembly for FY 05. Tuition replacement funding in the amount of \$10,763,255 was appropriated to address debt service on outstanding Academic Building Revenue Bonds. A total of \$12,025,000 of capital appropriations was drawn during FY 05 for the construction of previously authorized projects - the new Art Building (\$7,400,000) and Adler Journalism Building (\$4,625,000).

Construction of the new Art Building began in April 2003 and construction of the Adler Journalism Building began in the spring of 2003.

Information on progress with capital projects is also contained in the Capital Register provided to the Board each month and at the following website maintained by University Design and Construction Services: <http://www.facilities.uiowa.edu/dcs/dcsindex.htm>

The "Other Income revenue category consists of the following components:

- Non-Federal gifts, grants and contracts
- Medicine and Dentistry Practice Plans
- Interest, Dividends and Capital Gains and Losses
- Workshops and seminars
- Commissions
- Royalties
- Non-credit course fees
- Rental of equipment
- Parking and other fines
- Sales salvage and recycling
- Other miscellaneous revenue

### **HEALTH CARE UNITS**

UIHC leadership will be presenting a comprehensive overview of FY 2005 financial performance during its agenda time at the November Board of Regents meeting. Background will also be in the UIHC written information provided to the Board in advance of the meeting. Below is a very short synopsis.

Salaries- Significant efforts to reduce the use and cost of outside agency staff have been successful during FY05. In addition, emphasis to align skill mix and increase productivity has also resulted in surplus variances from budget.

Professional & Scientific supplies and services - Medical care costs continue to outpace the general rate of inflation. In particular, surgical implants, prescription drugs, medical supplies and purchased medical services are the major causes of this increase.

Building Repairs- Building Repair services were reduced and are therefore below budget to offset the increase in Professional and Scientific supplies and services.

Equipment – Equipment purchases were also reduced to offset the increase in Professional and Scientific supplies and services.

**The University of Iowa  
Iowa City, Iowa**

**UNIVERSITY RESIDENCE SYSTEM  
ANNUAL REPORT FOR 2004-05  
And  
OCCUPANCY STATISTICS FOR FALL SEMESTER 2005**

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Prepared for the Board of Regents, State of Iowa  
September 2005

The University of Iowa  
FY2005 Annual Report  
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## Executive Summary

- Total enrollment for lower division students (freshmen, sophomores and unclassified students), which make up the majority of the population in the residence halls, decreased from 10,415 to 10,237 for fall 2005.
- Total student occupancy in the residence halls during the fall semester 2005 is 5,572, a decrease of 39 residents from the fall 2004 total of 5,572. (Note: For fall 2005, residence hall occupancy statistics were taken on September 2, 2005, consistent with University enrollment statistics. In prior years, including the fall 2004 numbers included in this report, occupancy statistics were taken on September 30<sup>th</sup>.)
- For fall 2005, residence hall occupancy is 100.9% of capacity.
- For fall 2005, apartment occupancy is 97.0% of capacity.
- 20.9% of the total University enrollment resides in University housing during fall 2005.
- Rates for a double room with full board (20 meals per week) increased from \$5,882 for academic year 2005 to \$6,073 for academic year 2006.
- Monthly apartment rental rates range from \$408-\$545 for academic year 2006, an increase of \$8-10 from the academic year 2005 rates.
- 50.0% of all residents requested a double room with air-conditioning for fall 2005.
- Rates for a double room with full board rank 8<sup>th</sup> out of 11 peer institutions for academic year 2006 and are \$793 below the median rate.
- Net income from operations during fiscal 2004-05 was \$11,163,614, an increase of \$311,011 over fiscal 2003-04.
- Voluntary reserve balances increased from \$13,533,440 as of June 30, 2004 (35.8% of gross revenues) to \$14,030,261 as of June 30, 2005 (35.7% of gross revenues).
- Total residence system fund balances decreased from \$21,657,371 as of June 30, 2004 to \$20,379,116 as of June 30, 2005.
- As of June 30, 2005, outstanding bond principal totaled \$63,655,000.

## Enrollment & Occupancy

<b>Enrollment Comparison</b>				
<b>Level</b>	<b>Fall 2004</b>	<b>Fall 2005</b>	<b>Change (+ or -)</b>	
Entering freshmen	4,017	3,849	-168	-4.2%
Total freshmen	5,197	4,996	-201	-3.9%
Sophomores	4,401	4,432	+31	+0.7%
Total Lower Division	10,415	10,237	-178	-1.7%
Total Upper Division	9,720	10,063	+343	+3.5%
Total Undergraduate	20,135	20,300	+165	+0.8%

<b>Occupancy Comparison</b>				
<b>Level</b>	<b>Fall 2004 (9/30/04)</b>	<b>Fall 2005 (9/2/05)</b>	<b>Change (+ or -)</b>	
Entering freshmen	3,630	3,452	-178	-4.9%
Total freshmen	4,006	3,931	-75	-1.9%
Sophomores	1,109	1,102	-7	-0.6%
Total Lower Division	5,158	5,071	-87	-1.7%
Total Upper Division	400	439	+39	+9.8%
Total Undergraduate	5,558	5,510	-48	-0.9%
Total Occupancy	5,572	5,533	-39	-0.7%

<b>Percent of Enrollment Housed</b>			
<b>Level</b>	<b>Fall 2004 (9/30/04)</b>	<b>Fall 2005 (9/2/05)</b>	<b>Change (+ or -)</b>
Entering freshmen	90.4%	89.7%	-0.7%
Total freshmen	77.1%	78.7%	+1.6%
Sophomores	25.2%	24.9%	-0.3%
Total Lower Division	49.5%	49.5%	0.0%
Total Upper Division	4.1%	4.4%	+0.3%
Total Undergraduate	27.6%	27.1%	+0.5%
Total	18.7%	18.7%	0.0%

<b>Hall and Apartment Occupancies Compared to Design Capacity</b>				
	<b>Fall 2004 (9/30/04)</b>		<b>Fall 2005 (9/2/05)</b>	
	<b>Capacity</b>	<b>Occupancy</b>	<b>Capacity</b>	<b>Occupancy</b>
<b>Residence Halls</b>				
Burge	875	874	847	865
Carrie Stanley	373	373	373	391
Currier	650	649	650	649
Hillcrest	816	813	816	814
Kate Daum	314	313	314	325
Parklawn	141	141	141	134
Quadrangle	316	316	316	314
Rienow	511	546	511	536
Slater	511	535	511	534
Mayflower*	1,045	1,012	1,005	971
Total Residence Halls	5,552	5,572	5,483	5,533
* Note: Mayflower capacity includes 32 beds which are off-line due to construction.				
<b>Apartments</b>				
Hawkeye Court	504	497	504	491
Hawkeye Drive	190	188	190	182
Total Apartments	694	685	694	673

**Room, Board, and Apartment Rates**

<b>Double Room/Full Board Rate Comparison Academic Year</b>		
	<b>2005 Rate</b>	<b>2006 Rate</b>
Double Room	\$3,187	\$3,723
Full Board	\$2,695	\$2,350
Total	\$5,882	\$6,073

2004-05 non-air-conditioned double room beds comprise 13.7% of all beds in the system.

<b>Triple Room/Full Board Rate Comparison Academic Year</b>		
	<b>2005 Rate</b>	<b>2006 Rate</b>
Triple Room	\$2,685	\$3,194
Full Board	\$2,695	\$2,350
Total	\$5,380	\$5,544

2004-05 non-air-conditioned triple room beds comprise 0.6% of all beds in the system.

<b>Suite Style Room/Full Board Rate Comparison Academic Year</b>		
	<b>2005 Rate</b>	<b>2006 Rate</b>
Suite Style Room	\$4,036	\$4,618
Full Board	\$2,695	\$2,350
Total	\$6,731	\$6,968

2005-06 suite-style room beds comprise 15.8% of beds in the system.

<b>Apartment Rent Comparisons Per Month</b>		
	<b>2005 Rate</b>	<b>2006 Rate</b>
<b>Hawkeye Court</b>		
One-bedroom	\$400	\$408
Two-bedroom	\$445	\$454
<b>Hawkeye Drive</b>		
Two-Bedroom	\$535	\$545

**Single Students In Double Units Including 20 Meal Contracts  
Ten Year Rate Comparison  
Academic Year**

Year	Rate
1997	\$3,688
1998	3,825
1999	3,988
2000	4,188
2001	4,398
2002	4,671
2003	5,255
2004	5,701
2005	5,882
2006	6,073

**Demand For Room Type 2005-06**

Room Type	Percentage
Double with Air-Conditioning	50.0%
Double with Bath & Air-Conditioning	16.7%
Double with no Air-Conditioning	9.0%
Double with Air-Conditioning, Shared Bath, & Shared Kitchen	5.5%
Double with Bath, Air-Conditioning, & Kitchen	4.0%
Single with Air-Conditioning	3.7%
Single with no Air-Conditioning	1.7%
Single with Bath & Air-Conditioning	1.6%
Triple Apartment with Air-Conditioning	1.5%
Quad Apartment with Air-Conditioning	1.4%
Double with Bath	1.1%
Triple with Air-Conditioning	1.1%
Triple with Bath & Air-Conditioning	0.6%
Single with Bath, Air-Conditioning, & Kitchen	0.5%
Quad with Bath & Air-Conditioning	0.5%
Triple without Air-Conditioning	0.4%
Single with Air-Conditioning & Shared Bath	0.3%
Single with Bath	0.2%
Quad without Air-Conditioning	0.2%

<b>Comparable Peer Universities Rate Comparison (Double Occupancy + Primary Board Plan)</b>			
	<b>2004-05</b>	<b>2005-06</b>	<b>Meal Plan Included In Rate Shown</b>
UCLA	9,879	10,264	19 meals/week
Ohio State	7,224	7,770	20 meals/week + \$100 Buck ID
Illinois	7,247	7,596	10 meals/week + 6,000 café credits
Michigan	7,030	7,374	13 meals/week base
Indiana	6,816	6,944	Point system w/debit card of \$3,328
Minnesota	6,458	6,722	19 meals/week + \$200 FlexDine
Texas	6,184	6,360	\$1,200 debit card + \$300 Bevo Bucks
Iowa	5,882	6,073	20 meals/week + \$200 Hawkeye Dollars
Arizona	5,362	6,009	Debit card of \$1,600 (meal plan not required)
Wisconsin	5,472	5,616	Debit card of \$920 (meal plan not required)
North Carolina	4,570	4,800	14 meals/week (meal plan not required)

<b>Comparable Peer Universities Rate Comparison Suite-Style Rooms</b>				
	<b>2004-05</b>		<b>2005-06</b>	
	<b>Room</b>	<b>Board</b>	<b>Room</b>	<b>Board</b>
Illinois	Not Offered			
Texas	Not Offered			
UCLA	11,524	Included in rate	11,974	Included in rate
Michigan	8,674	Included in rate	9,316	Included in rate
Ohio State	8,331	Included in rate	8,850	Included in rate
North Carolina	4,570	1,150	6,170	1,170
Wisconsin	5,162	\$920 debit card	5,391	\$920 debit card
Indiana	5,080	\$3,200 debit card	5,184	\$3,328 debit card
Arizona	4,118	\$1,600-2,800 debit card	N/A	N/A
Iowa	4,036	2,695	4,618	1,155-2,350
Minnesota	3,698-4,372	2,728	3,902-4,556	2,836

	<b>2004-05</b>
Michigan <sup>(1)</sup>	771-992
UCLA <sup>(2)</sup>	647-650
North Carolina	515
Minnesota	720

Wisconsin	660
Ohio State	660
Indiana	570-706
Texas	513-539
Illinois	468-549
Iowa	445-535
Arizona <sup>(3)</sup>	482

<sup>(1)</sup> All apartments furnished

<sup>(2)</sup> Rates vary by number of occupants

<sup>(3)</sup> One-bedroom houses 2 people/Two-bedroom houses 4 people

**Financial Operations**  
**(Year Ending June 30)**

	<b>Fiscal Year 2003-04</b>	<b>Fiscal Year 2004-05</b>
Revenues	\$ 37,759,658	\$ 39,260,980
Expenditures for Operations	26,907,055	28,097,366
Net Operating Revenue	10,852,603	11,163,614
% of Revenues	28.7%	28.4%
Debt Service (Due July 1)	5,040,259	6,024,733
% of Revenues	13.3%	15.3%
Net Operating Ratio (%)		
(Net Operating Revenue to Debt Service)	215.3%	185.3%
Net Revenue After Debt Service	5,812,344	5,138,881
% of Revenues	15.4%	13.1%
Mandatory Transfers to Reserves	600,000	600,000
% of Revenues	1.6%	1.5%
Net After Debt Service & Mandatory Transfers	5,212,344	4,538,881
% of Revenues	13.8%	11.6%

	<b>Interest Due 7/1/2005</b>	<b>Principal Due 7/1/2005</b>	<b>Principal Due In Future Years</b>
<b>Bond Principal and Interest Due as of June 30</b>			
Bond Series 1966	\$ 63,000	\$ 1,000,000	\$ 2,000,000
Bond Series 1999	198,630	370,000	8,325,000
Bond Series 2000	387,446	525,000	14,080,000
Bond Series 2001	275,719	500,000	11,855,000
Bond Series 2003	502,571	775,000	24,225,000
	<u>\$ 1,427,366</u>	<u>\$ 3,170,000</u>	<u>\$ 60,485,000</u>

	<b>Fiscal Year 2003-04</b>	<b>Fiscal Year 2004-05</b>
<b>Residence System Fund Balances as of June 30</b>		
<b>Voluntary Funds</b>		
Revenue Fund	\$ -	\$ -
Operation & Maintenance Fund	1,000,000	1,000,000
Improvement Fund	4,834,808	8,160,403
Surplus Fund	7,698,632	4,869,858
Subtotal--Voluntary Fund Balances	13,533,440	14,030,261
Percent of Gross Revenues	35.8%	35.7%
<b>Non-Voluntary Funds</b>		
Sinking Fund	-	-
Bond Reserve Fund	6,348,855	6,348,855
Construction Fund	1,775,076	-
Subtotal—Non-Voluntary Fund Balances	8,123,931	13,159,802
<b>Total Residence System Fund Balances</b>	<u>\$ 21,657,371</u>	<u>\$ 20,379,116</u>

Improvement and Repair Expenditures for Facilities in Operation Prior to FY2005	
Total Gross Square Footage	2,238,830
Total Building Insurance	\$243,866,872
Total FY2005 Improvement And Repair Expenditures	\$9,511,668
Expenditures Per Gross Square Foot	\$4.25
Expenditures As A Percent Of Replacement Value	3.9%
Total FY2005 Improvement And Repair Expenditures	\$9,511,668
Total FY2004 Improvement And Repair Expenditures	18,401,280
Change from Prior Year	-\$8,889,612

**The University of Iowa  
Residence System  
Comparison of Budget vs Actual  
FY 2004-2005**

	<u>Actual 2004-2005</u>	<u>Board Approved Budget 2004-2005</u>	<u>Over / (Under) Budget</u>	
<b>OPERATIONS (Modified Cash Basis)</b>				
Revenues	\$ 39,260,980	\$ 38,852,574	\$ 408,406	
Expenditures for Operations	<u>28,097,366</u>	<u>28,276,547</u>	<u>(179,181)</u>	
Net Revenues	<u>11,163,614</u>	<u>10,576,027</u>	<u>587,587</u>	
% of Revenues	28.4%	27.2%		
Debt Service (due July 1)	<u>6,024,733</u>	<u>6,024,733</u>	-	
Mandatory Transfers	<u>600,000</u>	<u>600,000</u>	-	
Net After Debt Service & Mandatory Transfers	<u>\$ 4,538,881</u>	<u>\$ 3,951,294</u>	<u>\$ 587,587</u>	
% of Revenues	11.6%	10.2%		
University Overhead Payment From Surplus	\$ 372,456	\$ 372,456	\$ -	
<b>REVENUES AND EXPENDITURES DETAIL</b>				
<b>Revenues</b>				
Contracts	\$ 34,857,270	\$ 34,573,836	\$ 283,434	(1)
Interest	787,201	885,861	(98,660)	(2)
Other Income	<u>3,616,509</u>	<u>3,392,877</u>	<u>223,632</u>	(3)
Total Revenues	<u>\$ 39,260,980</u>	<u>\$ 38,852,574</u>	<u>\$ 408,406</u>	
<b>Expenditures for Operations</b>				
Salaries, Wages & Benefits	10,730,616	10,988,666	(258,050)	(4)
Cost of Food or Goods Sold	3,634,801	3,523,816	110,985	(5)
Other Operating Expense	5,807,192	5,933,648	(126,456)	(6)
Utilities	4,457,770	4,343,638	114,132	(7)
Repairs & Maintenance	<u>3,466,987</u>	<u>3,486,779</u>	<u>(19,792)</u>	(8)
Total Expenditures	<u>\$ 28,097,366</u>	<u>\$ 28,276,547</u>	<u>\$ (179,181)</u>	
<b>RESIDENCE SYSTEM FUND BALANCES (June 30)</b>				
Revenue Fund	\$ -	\$ -	\$ -	
Operation & Maintenance Fund	1,000,000	1,000,000	-	
Improvement Fund	8,160,403	5,516,000	2,644,403	(9)
Surplus Fund	<u>4,869,858</u>	<u>6,276,343</u>	<u>(1,406,485)</u>	(10)
Subtotal--Voluntary Reserves	<u>14,030,261</u>	<u>12,792,343</u>	<u>1,237,918</u>	(11)
Sinking Fund	-	-	-	
Bond Reserve Fund	6,348,855	6,348,855	-	
Construction Fund	-	-	-	
Subtotal--Mandatory Reserves	<u>6,348,855</u>	<u>6,348,855</u>	<u>-</u>	
<b>Total Reserve Balances (June 30)</b>	<u>\$ 20,379,116</u>	<u>\$ 19,141,198</u>	<u>\$ 1,237,918</u>	

**Note: See attached page for explanation of variances**

## **Explanation of variances between Budget and Actual for FY2005:**

- (1) Contract Revenues: Contract revenues are higher than budgeted due to an increased number of room and board contracts than budgeted. As of September 30, 2004, there were 74 more room contracts and 89 more board contracts than budgeted, due primarily to students housed in temporary housing.
- (2) Interest Income Revenues: FY2005 budgeted investment income was calculated based on the FY2004 pooled interest income distribution rate of 2.4%. The actual rate distributed during FY2005 was subsequently lowered to 2.0% after the budget submission, therefore leading to lower than budgeted investment income.
- (3) Other Income Revenues: Revenues from non-contract food service operations were over budget by approximately \$225,000 during FY2005, due primarily to the popularity of the newly renovated Burge Marketplace facility which was completed during FY2005.
- (4) Salaries, Wages & Benefits: Salaries and wage expense was lower than budgeted due to numerous vacancies and unfilled positions, particularly in the residence life and maintenance divisions.
- (5) Cost of Food or Goods Sold: Food costs during FY2005 were higher than budgeted, due mostly to the new Burge Marketplace volume.
- (6) Other Operating Expense: Other Operating Expenses were lower than budgeted during FY2005 due primarily to the timing of a major expense (approximately \$80,000) for software license renewal not billed until fiscal 2006, and other overall savings due to reduced spending efforts.
- (7) Utilities: Actual inflationary costs for utilities, particularly chilled water, were slightly higher than preliminary estimates made at the time of the FY2005 budget preparation.
- (8) Repairs & Maintenance: Repairs and maintenance costs are less than 1% lower than budgeted.
- (9) Improvement Fund Balance: The year-end fund balance of the Improvement Fund is based on the projected capital expenditures for the upcoming year plus any unspent funds for projects in progress at year-end, less expenses incurred for projects budgeted for future years. Due to shifting of the timing of several planned capital projects, the projected capital expenditures for FY2006 have been increased from the time of preparation of the original FY2005 budget to the end of the fiscal year. This variance is partially offset by the balance in the Surplus Fund (see below).
- (10) Surplus Fund Balance: The fund balance in the Surplus Fund is due partially to the revised planned capital expenditures for FY2006, which result in a shift of voluntary reserves from the Surplus Fund to the Improvement Fund at year-end. This shift is partially offset by the higher than budgeted carry-forward from fiscal year 2004, subsequent to preparation of the FY2005 budget.
- (11) Total Voluntary Reserve Fund Balances: The total voluntary reserve fund balances are higher than originally budgeted due to the higher than budgeted carry-forward from fiscal year 2004, which was determined subsequent to preparation of the FY2005 budget.

**The University of Iowa  
Department of Athletics  
FY 2005 Budget to Actual**

**Revenue**

**Football and Men's Basketball**

As reported to the Board in connection with the FY 2006 budget submission, the significant difference between FY 2005 budgeted and actual Football and Men's Basketball revenue is the result of a change in the accounting for Big Ten revenue sharing and non-conference guarantees. This change affects Football and Men's Basketball revenue and expense equally with no change in the bottom line. If the original budgets for Football and Men's Basketball revenue are recast to reflect this changed accounting convention the resulting budgets are \$13,736,000 and \$4,244,200.

Men's Football revenue was, therefore, above adjusted budget by \$1 million which was the result of higher attendance during the 2004 season. Men's Basketball revenue was less than the adjusted budget by \$160,000 due to lower than anticipated attendance.

**Other Men's Sports**

Revenue from other men's sports is above budget due to a significant increase in attendance at Baseball games.

**Foundation Support**

A higher percentage of Foundation support was used for capital improvements during FY 2005.

**General Income**

This increase is attributable to higher revenues from the Corporate Partners Program as well as the Hawkeye Village Program. Also included is the net revenue from the Capital One Bowl appearance.

**Expense**

**Football and Men's Basketball**

See explanation for Football and Men's Basketball revenue above.

**Administrative and General Expenses**

This variance is attributable to higher corporate signage costs and is tied to the higher Corporate Partners income reported above.

**Academic and Counseling**

This variance is attributable to salary savings on counselor positions that were open for portions of the year.

**Buildings & Grounds**

This variance reflects higher utility and maintenance expenses throughout Athletics, increased expenses associated with service fees for on-line ticket ordering and higher credit card transaction fees associated with the purchase of tickets.

## University of Iowa Athletic Budget

Submitted: 9/27/2005 11:08
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<b>FY 05 Budget</b>
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<b>Final Close 2004-2005</b>
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**INCOME:**

**Men's Sports**

Football	16,186,000	14,760,689	
Basketball	4,694,200	4,082,035	
Wrestling	226,000	226,146	
All Other	2,500	10,573	
<b>Total Men's Sports</b>	<b>\$ 21,108,700</b>	<b>\$ 19,079,443</b>	

**Women's Sports**

Basketball	\$ 200,000	\$ 174,504	
Volleyball	10,000	8,270	
All Other	9,300	12,037	
<b>Total Women's Sports</b>	<b>\$ 219,300</b>	<b>\$ 194,811</b>	

**Other Income**

Facility Debt Service/Student Fees	1,526,431	1,505,016	
Athletic Conference	10,609,000	10,535,131	
University General Fund Support	1,923,359	1,923,359	
University Student Financial Aid	-	-	
Interest	400,000	405,719	
Alumni/Foundation Support	4,912,689	4,250,048	
Novelties--Bookstore	950,000	1,047,559	
Radio, Football & Basketball	1,325,000	1,325,000	
General	2,504,000	3,181,078	
<b>Total Other Income</b>	<b>\$24,150,479</b>	<b>\$24,172,910</b>	

**TOTAL INCOME**

	<b>\$ 45,478,479</b>	<b>\$ 43,447,164</b>	
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**EXPENSES:**

**Men's Sports**

Football	13,276,499	11,453,116	
Basketball	3,706,573	3,155,172	
Wrestling	862,255	867,338	
Other Sports	2,940,984	2,846,763	
<b>Total Men's Sports</b>	<b>\$ 20,786,312</b>	<b>\$ 18,322,390</b>	

**Women's Sports**

Basketball	2,057,039	1,968,677	
Volleyball	831,840	825,761	
Other Sports	5,661,522	5,414,629	
<b>Total Women's Sports</b>	<b>\$ 8,550,401</b>	<b>\$ 8,209,067</b>	

**Other Expenses**

Training Room	852,637	903,169	
Sports Information	573,969	561,496	
Admin. & General Expenses	7,267,220	7,553,277	
Facility Debt Service	819,419	819,419	
Reserve for Recreation Projects	1,000,000	1,000,000	
Academic & Counseling	1,340,649	1,233,991	
Buildings & Grounds	4,287,872	4,606,531	
<b>Total Other Expenses</b>	<b>\$ 16,141,766</b>	<b>\$ 16,677,883</b>	

**TOTAL OPER. EXPENSE**

	<b>\$ 45,478,479</b>	<b>\$ 43,209,340</b>	
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**Total Operating Balance**

	\$ -	\$ 237,824	
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