

UNTS Board of Regents

FY 2023 Q4 Financial Update

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November 6, 2023

Key Financial Drivers for FY2023 Year-End

- **Tuition & fees** increased 12.8% from prior year due to UNT enrollment growth
- **Investment Income** decreased by \$3m/14.2% and **market value of investments** increased 146% from prior year due to market conditions and focus on active management of liquidity needs to allow longer term investments

FY 2023 Year-End Budget Performance Compared to Budget

UNTS Consolidated

Revenue Drivers (net \$83M positive from budget; received 106% of budget):

- **Tuition, Fees** up due to UNT enrollment (\$22M)
- **Financial Aid Grants** up due to UNT enrollment
- Increased demand for **Dining/Housing**
- Other revenue up due to receipt of **CCAP allocations** after budget adoption
- **Investment income** substantially higher than budget due to investments performing better than expected

Expense Drivers (\$3M savings; spent 99.7% of budget)

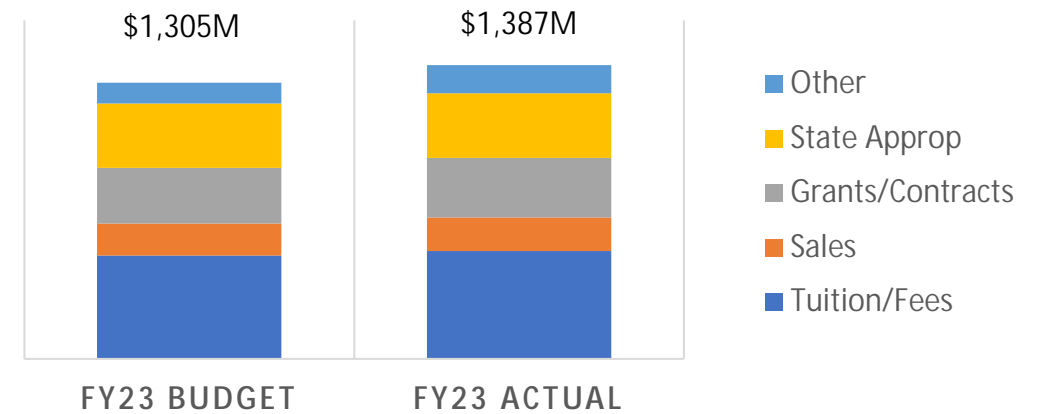
- Increased **cost of operations** for increased enrollment
- Offset by \$36M in **lagging sub-awards** for AIM-AHEAD grant

Transfers Out (\$21M over budget)

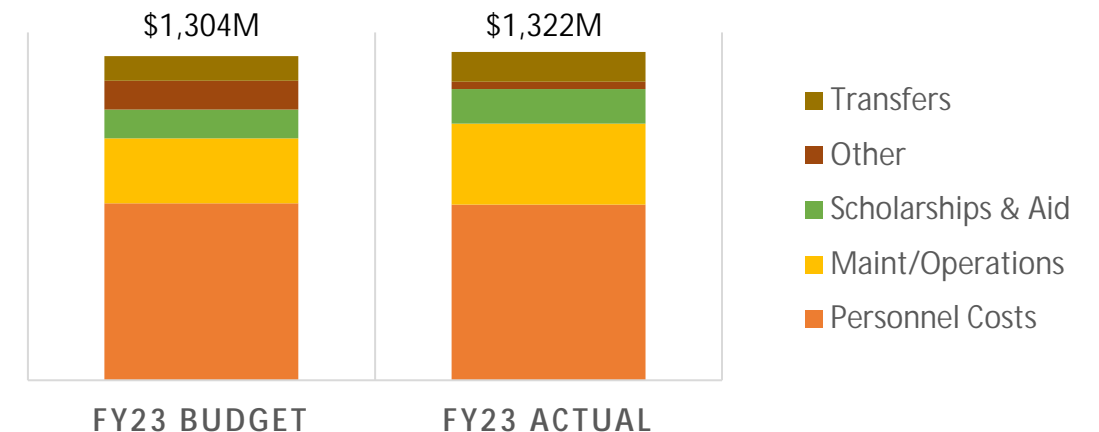
- Increased transfers for unbudgeted CCAP

Net budgetary contribution to fund balance of \$66M compared to planned \$1M.

REVENUES



EXPENSES & TRANSFERS



FY 2023 Q4: Performance Compared to Budget

Summary by Institution

University of North Texas

Revenue

5.4%
ahead

Net Position increased by \$57m (8%)

Assets & Deferred Outflows: increased \$76m (2.5%)

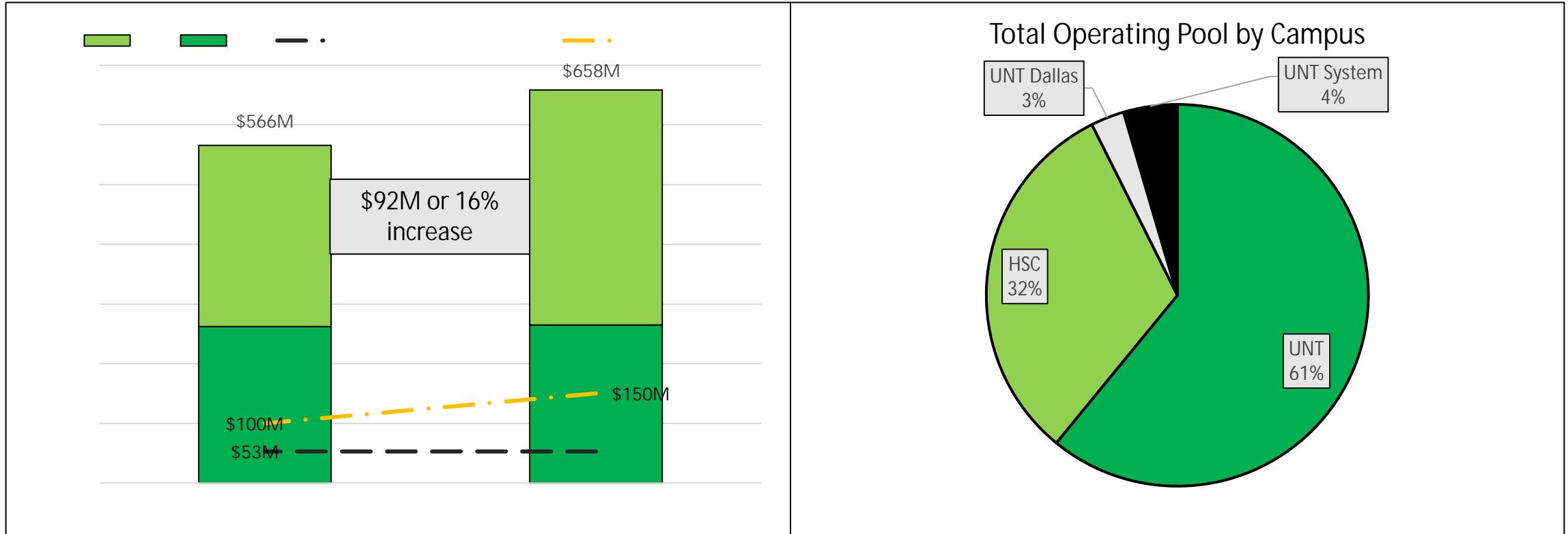
- Investments – \$104m
 - Prepaid Expense (Tuition & Fees) – \$12m
 - Deferred Outflows for OPEB and Pensions – (\$54m)
-

Liabilities & Deferred Inflows: increased \$13m (0.6%)

- Leasehold Improvements (\$10.5m) -116 (%)
- Accounts Payable (\$1.2m) -116 (%)
- Accrued Salaries (\$1.2m) -116 (%)
- Accrued Expenses (\$1.2m) -116 (%)
- Other Liabilities (\$1.2m) -116 (%)

FY 2023 Q4 Operating Funds YoY Balance Comparison

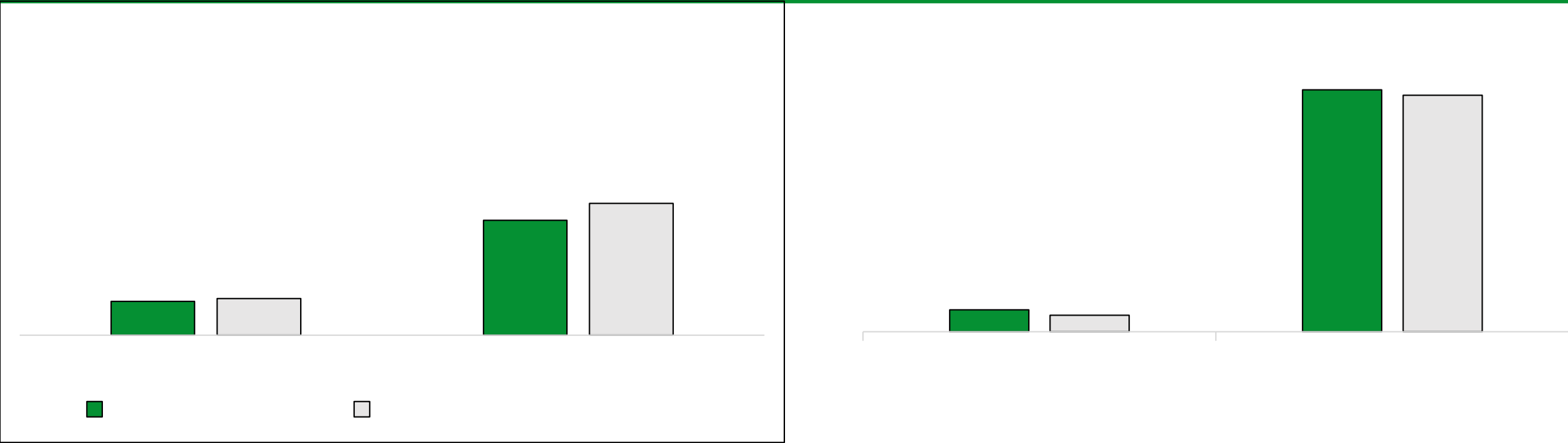
Operating funds consists of Cash and Investments in the Short Term Pool (STP) and the Long Term Pool (LTP)



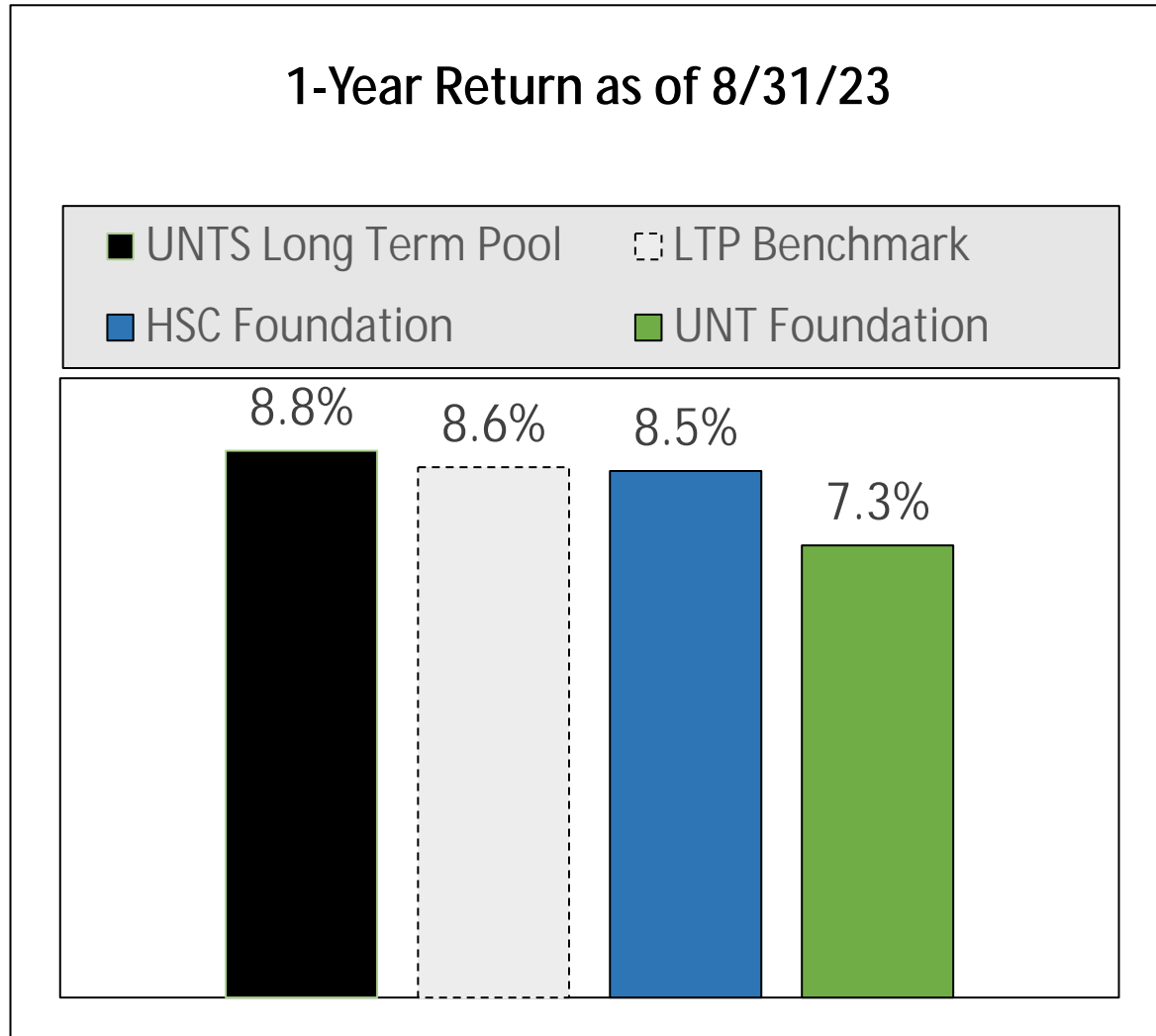
- Treasury focus on monitoring operations and Commercial Paper Self-Liquidity needs to shift excess to LTP to increase returns

FY 2023 Q4 Operating Funds Investment Performance

Both Short Term Pool and Long Term Pool outpaced inflation - 1-Year CPI of 3.67%



UNTS Managed and Foundation-Managed Funds Performance



During fiscal year 2023, Operating Funds and Endowments have performed positively with the financial markets.

UNTS Long Term Pool

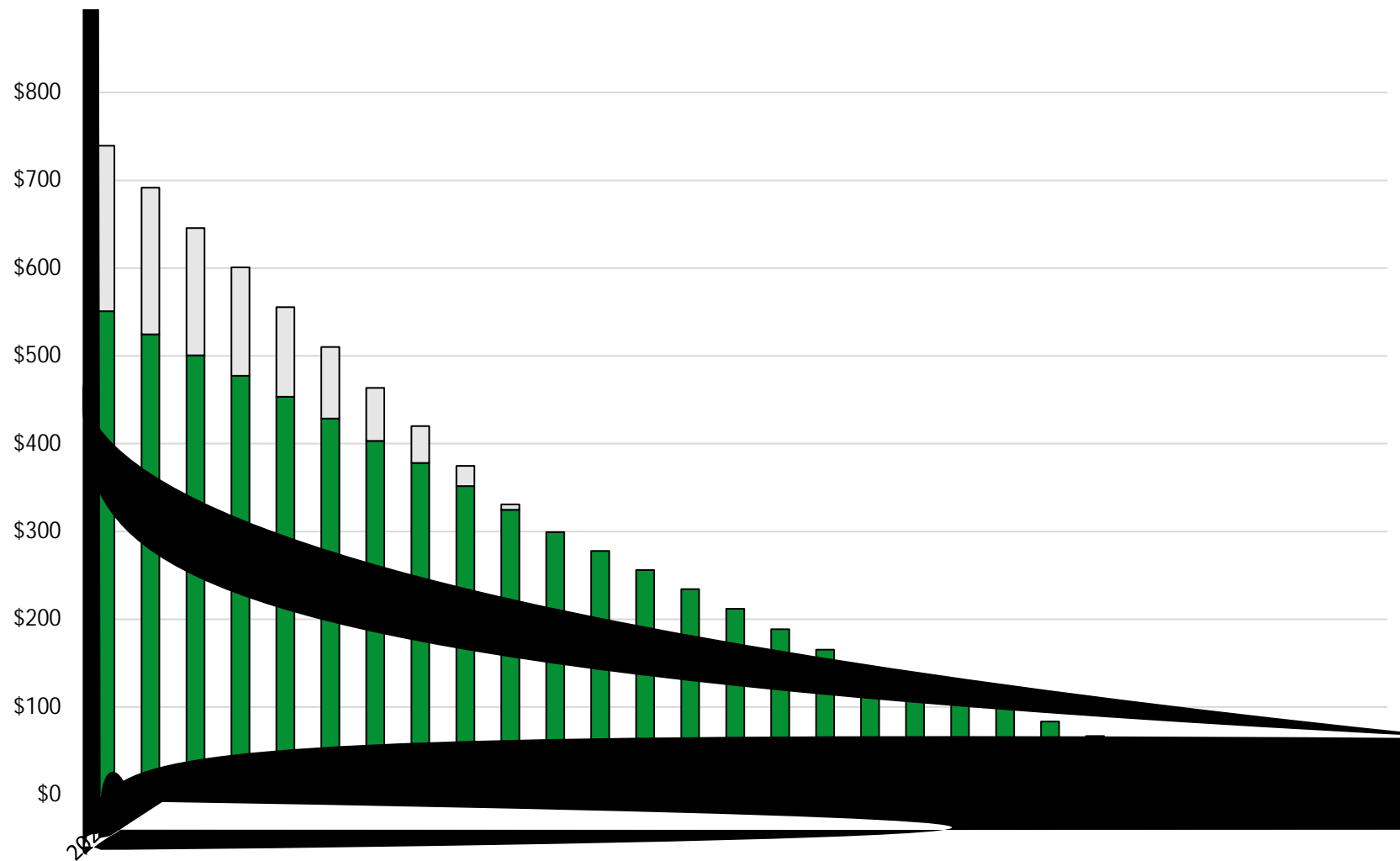
- \$ 393M portion of System Operating Funds managed by Goldman Sachs

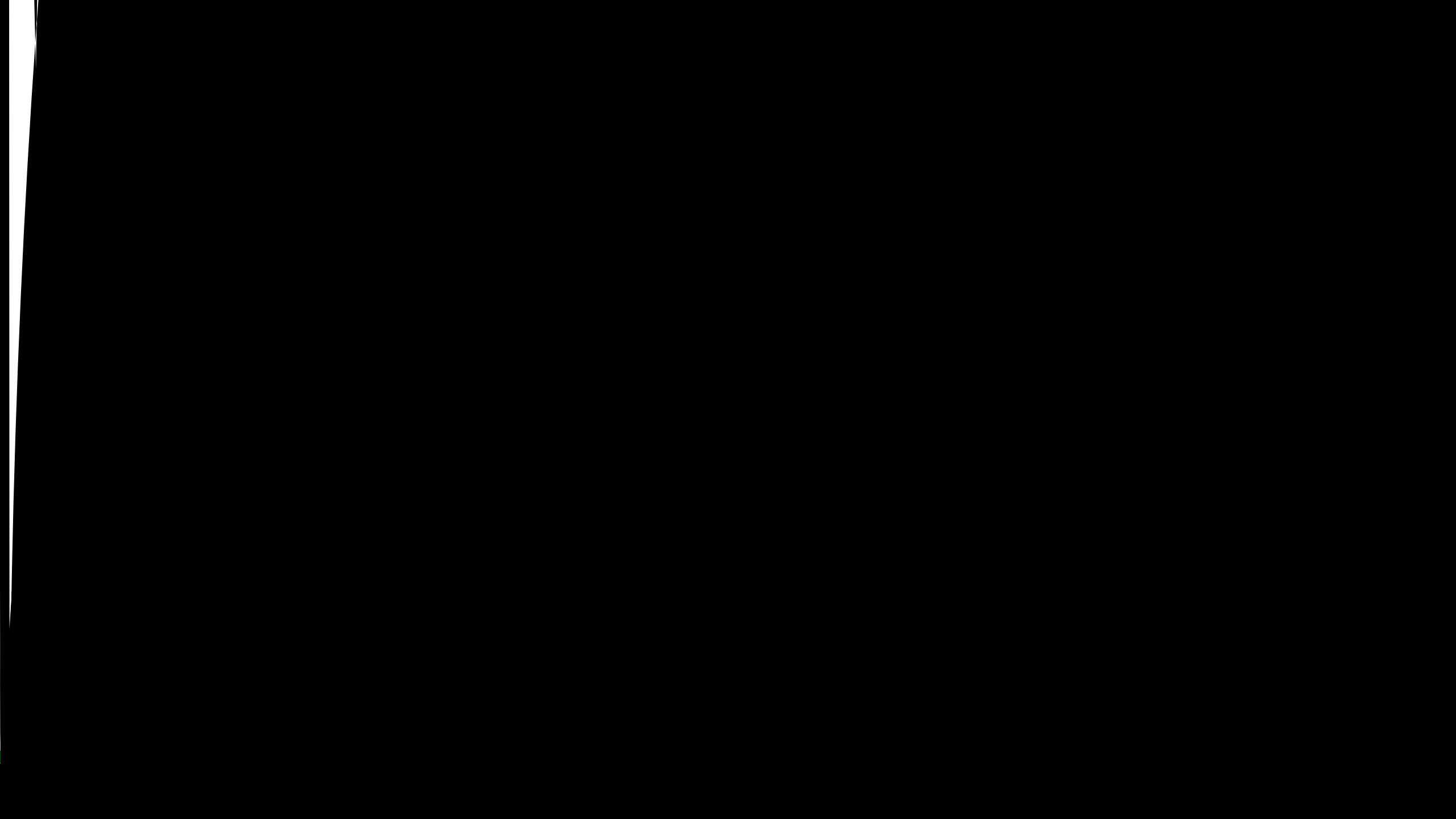
HSC Foundation Portfolio

- \$ 119M HSC Endowment
- \$ 14M HSC Medical Malpractice Fund

UNT Foundation Portfolio

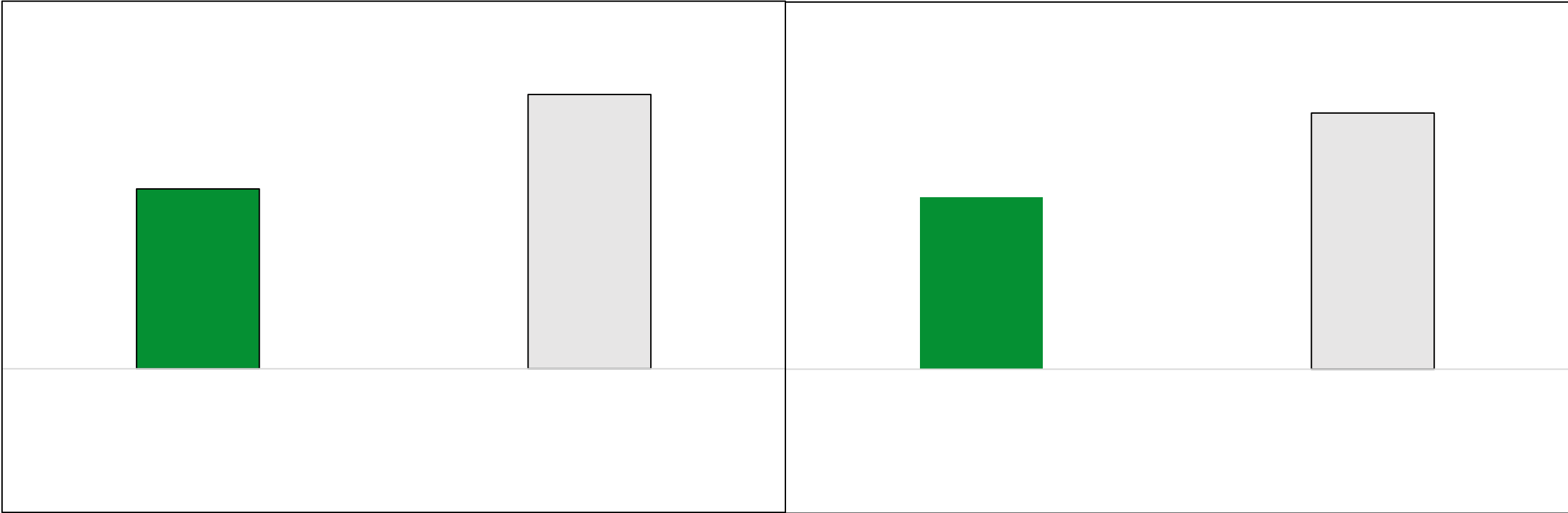
- \$ 287M Foundation Endowments and UNT & UNT Dallas Endowments





FY 2023

FY 2023 Q4 Debt Program Cost



- CP as interim financing - **\$60M outstanding** of \$150M maximum authority
- Current **cost of borrowing** continues to rise
- Combined UNT System portfolio of **average cost over time compares favorably**
- Anticipate **Long-Term Bond Issuance in Spring 2024 ~\$300M**

Questions