



# **FY18 Annual Financial Assessment**

June 30, 2018

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## **Annual Financial Assessment**

### **Introduction**

This report is intended to enhance the quarterly Financial Indicators report that is used to track cash trends at the universities. This report goes beyond looking at cash and provides financial information that will give a broader understanding of the potential influences on the overall financial standing of the six regental universities. The report includes annual and historical data for each university:

- Total Cash Statement identifying restricted and unrestricted cash trends;
- Operating Cash Balance showing current commitments;
- Higher Learning Commission financial ratios.
- Total university revenue history and graphs of major sources;
- Unrestricted fund expenditures and graphs for each fund type;
- Auxiliary System operating revenues, expenses, and coverage ratios;
- Credit hour history for on-campus and off-campus;
- Long-term debt summaries for the BOR system and for each university;
- Campuses' Foundation financial statement highlights:

Financial assessment, as being used in this document, represents data showing past trends in financial information for the six universities. This information will assist the Board in identifying financial risk, assessing economic factors, providing accountability for the campuses, and making strategic decisions. The financial indicators will provide insight that is not always apparent upon review of the campus financial statements alone. The annual financial statements are available at: <https://www.sdbor.edu/administrative-offices/finance-administration/annual-reports/Pages/Financial-Reports.aspx>.

The Financial Assessment provides a macro picture of the availability and management of financial resources at a given point in time. It is necessary to look at the performance from year to year to see trends. Insufficient resources can create a barrier to achieving institutional goals and may result from a reduction in revenues or increased spending. The assessment information should be used both as a diagnostic tool, providing useful information about past financial performance, and as a resource to assist the Board and campuses with critical planning and decision-making tasks.

The report includes a number of reports requested by Board members at various times as well as reports that provide answers to specific questions. We can always add or remove reports as desired. We welcome input from Board members or the universities that might enhance the report.

## **Annual Financial Assessment**

### **Total Cash Statement for Year End**

The Total Cash Statement for Year End provides a view of the cash balances for each of the last five fiscal years. This allows for comparisons from year to year. The cash statement for each campus is essentially broken in to two sections with fund sub-categories. The first section is the Unrestricted Funds. This section contains cash balances for funds that are discretionary in nature. The second section is referred to as the Restricted Funds section. These funds are generally restricted by outside entities.

The Unrestricted Funds have been assigned a color code indicator of red, yellow or green. The indicator received matches the indicator that the university received for their Operating Cash. The indicators are explained below.

The indicators are:

- **Green Light** – The institution meets or exceeds the assigned parameter. No need for further review or investigation at this time.
- **Yellow Light** – The institution has not met the assigned parameter and is in a range that may require additional review. The institution should be cautious of activity that would result in this indicator dropping further in future periods and begin to take steps to improve the indicator.
- **Red Light** – The institution has not met the assigned parameter and is at a level that requires concern and additional review. The institution and board staff should create a plan and identify actions being taken to improve the indicator as quickly as possible.

Parameters for indicators:

- **Green Light** Minimum of 10% of identified revenue sources
- **Yellow Light** Between 5% and 10% of identified revenue sources
- **Red Light** Less than 5% of identified revenue sources

**Black Hills State University**  
**Total Cash Statement**

	6/30/2014	6/30/2015	6/30/2016	6/30/2017	6/30/2018
<b>Facilities and Administration</b>	<b>\$710,489</b>	<b>\$589,372</b>	<b>\$576,793</b>	<b>\$681,819</b>	<b>\$783,837</b>
<b>Sales and Services</b>	<b>\$1,542,756</b>	<b>\$1,955,491</b>	<b>\$2,052,519</b>	<b>\$1,547,724</b>	<b>\$2,342,632</b>
<b>Other Enterprises</b>	<b>\$236,282</b>	<b>\$92,102</b>	<b>\$190,973</b>	<b>\$165,760</b>	<b>\$153,399</b>
<b>Tuition</b>	<b>\$5,360,665</b>	<b>\$5,502,320</b>	<b>\$5,454,340</b>	<b>\$5,003,197</b>	<b>\$4,092,159</b>
<b>Fees</b>	<b>\$1,272,089</b>	<b>\$1,021,973</b>	<b>\$1,731,339</b>	<b>\$2,156,600</b>	<b>\$2,123,903</b>
<b>Subtotal Unrestricted</b>	<b>\$9,122,280</b>	<b>\$9,161,257</b>	<b>\$10,005,964</b>	<b>\$9,555,100</b>	<b>\$9,495,930</b>
<b>Plant Funds</b>	<b>\$11,501,975</b>	<b>\$2,354,136</b>	<b>\$1,097,126</b>	<b>\$2,055,202</b>	<b>\$2,251,814</b>
<b>Clearing Funds</b>	<b>(\$343,128)</b>	<b>(\$516,833)</b>	<b>(\$777,671)</b>	<b>(\$662,567)</b>	<b>(\$660,483)</b>
<b>Auxiliary System</b>	<b>\$3,373,351</b>	<b>\$3,000,833</b>	<b>\$1,829,351</b>	<b>\$1,886,931</b>	<b>\$1,669,951</b>
<b>Other Restricted</b>	<b>(\$42,599)</b>	<b>\$70,204</b>	<b>\$183,554</b>	<b>(\$82,150)</b>	<b>\$10,863</b>
<b>Agency Funds</b>	<b>\$1,721,751</b>	<b>\$1,610,134</b>	<b>\$1,276,807</b>	<b>\$732,559</b>	<b>\$478,936</b>
<b>Grants and Fed. Approp.</b>	<b>(\$168,048)</b>	<b>(\$149,009)</b>	<b>(\$396,474)</b>	<b>(\$828,665)</b>	<b>(\$1,477,797)</b>
<b>Subtotal Restricted</b>	<b>\$16,043,302</b>	<b>\$6,369,464</b>	<b>\$3,212,693</b>	<b>\$3,101,310</b>	<b>\$2,273,284</b>
<b>Campus Total</b>	<b>\$25,165,582</b>	<b>\$15,530,722</b>	<b>\$13,218,657</b>	<b>\$12,656,410</b>	<b>\$11,769,214</b>

**Dakota State University  
Total Cash Statement**

	6/30/2014	6/30/2015	6/30/2016	6/30/2017	6/30/2018
<b>Facilities and Administration</b>	<b>\$232,290</b>	<b>\$213,119</b>	<b>\$321,560</b>	<b>\$467,424</b>	<b>\$740,628</b>
<b>Sales and Services</b>	<b>\$699,973</b>	<b>\$282,082</b>	<b>\$426,438</b>	<b>\$466,146</b>	<b>\$628,899</b>
<b>Other Enterprises</b>	<b>\$159,731</b>	<b>\$319,257</b>	<b>\$304,426</b>	<b>\$117,794</b>	<b>\$134,513</b>
<b>Tuition</b>	<b>\$2,332,272</b>	<b>\$2,735,187</b>	<b>\$4,136,130</b>	<b>\$4,422,189</b>	<b>\$3,254,128</b>
<b>Fees</b>	<b>\$819,127</b>	<b>\$907,743</b>	<b>\$1,459,437</b>	<b>\$1,965,317</b>	<b>\$1,723,169</b>
<b>Subtotal Unrestricted</b>	<b>\$4,243,393</b>	<b>\$4,457,387</b>	<b>\$6,647,991</b>	<b>\$7,438,870</b>	<b>\$6,481,337</b>
<b>Plant Funds</b>	<b>\$316,330</b>	<b>\$319,398</b>	<b>\$11,340,535</b>	<b>\$2,048,374</b>	<b>\$307,505</b>
<b>Clearing Funds</b>	<b>(\$136,047)</b>	<b>(\$159,840)</b>	<b>(\$138,815)</b>	<b>(\$110,434)</b>	<b>(\$139,072)</b>
<b>Auxiliary System</b>	<b>\$1,749,543</b>	<b>\$1,641,908</b>	<b>\$2,389,450</b>	<b>\$2,807,113</b>	<b>\$1,903,743</b>
<b>Other Restricted</b>	<b>\$71,667</b>	<b>\$144,656</b>	<b>\$134,764</b>	<b>\$141,495</b>	<b>\$185,811</b>
<b>Agency Funds</b>	<b>\$130,266</b>	<b>\$175,390</b>	<b>\$146,340</b>	<b>\$184,849</b>	<b>\$90,579</b>
<b>Grants and Fed. Approp.</b>	<b>(\$550,504)</b>	<b>(\$202,630)</b>	<b>\$233,993</b>	<b>(\$147,258)</b>	<b>\$505,808</b>
<b>Subtotal Restricted</b>	<b>\$1,581,256</b>	<b>\$1,918,881</b>	<b>\$14,106,267</b>	<b>\$4,924,139</b>	<b>\$2,854,374</b>
<b>Campus Total</b>	<b>\$5,824,649</b>	<b>\$6,376,269</b>	<b>\$20,754,258</b>	<b>\$12,363,009</b>	<b>\$9,335,711</b>

**Northern State University  
Total Cash Statement**

	6/30/2014	6/30/2015	6/30/2016	6/30/2017	6/30/2018
<b>Facilities and Administration</b>	<b>\$108,907</b>	<b>\$114,950</b>	<b>\$155,359</b>	<b>\$216,744</b>	<b>\$272,946</b>
<b>Sales and Services</b>	<b>\$669,863</b>	<b>\$875,337</b>	<b>\$969,140</b>	<b>\$998,715</b>	<b>\$1,598,035</b>
<b>Other Enterprises</b>	<b>\$99,370</b>	<b>\$83,405</b>	<b>\$63,572</b>	<b>\$81,883</b>	<b>\$88,363</b>
<b>Tuition</b>	<b>\$1,369,831</b>	<b>\$2,189,339</b>	<b>\$3,743,321</b>	<b>\$4,587,462</b>	<b>\$4,821,655</b>
<b>Fees</b>	<b>\$2,238,242</b>	<b>\$2,649,848</b>	<b>\$2,687,762</b>	<b>\$3,069,314</b>	<b>\$3,728,638</b>
<b>Subtotal Unrestricted</b>	<b>\$4,486,213</b>	<b>\$5,912,878</b>	<b>\$7,619,154</b>	<b>\$8,954,118</b>	<b>\$10,509,637</b>
<b>Plant Funds</b>	<b>\$193,292</b>	<b>\$108,895</b>	<b>\$3,777,180</b>	<b>\$1,492,968</b>	<b>\$129,023</b>
<b>Clearing Funds</b>	<b>(\$2,211,967)</b>	<b>(\$1,939,104)</b>	<b>(\$2,046,680)</b>	<b>(\$1,691,370)</b>	<b>(\$1,489,986)</b>
<b>Auxiliary System</b>	<b>\$4,028,824</b>	<b>\$3,552,403</b>	<b>\$3,756,755</b>	<b>\$4,416,537</b>	<b>\$4,820,984</b>
<b>Other Restricted</b>	<b>\$378,808</b>	<b>\$578,545</b>	<b>\$599,562</b>	<b>\$609,952</b>	<b>\$573,685</b>
<b>Agency Funds</b>	<b>\$39,832</b>	<b>\$28,674</b>	<b>\$30,554</b>	<b>\$29,668</b>	<b>\$29,403</b>
<b>Grants and Fed. Approp.</b>	<b>\$135,100</b>	<b>\$137,137</b>	<b>\$223,800</b>	<b>\$178,904</b>	<b>\$227,666</b>
<b>Subtotal Restricted</b>	<b>\$2,563,889</b>	<b>\$2,466,550</b>	<b>\$6,341,171</b>	<b>\$5,036,659</b>	<b>\$4,290,775</b>
<b>Campus Total</b>	<b>\$7,050,102</b>	<b>\$8,379,428</b>	<b>\$13,960,325</b>	<b>\$13,990,777</b>	<b>\$14,800,412</b>

**South Dakota School of Mines & Technology**  
**Total Cash Statement**

	6/30/2014	6/30/2015	6/30/2016	6/30/2017	6/30/2018
<b>Facilities and Administration</b>	<b>(\$1,853,954)</b>	<b>(\$295,897)</b>	<b>\$1,645,853</b>	<b>\$3,306,586</b>	<b>\$4,660,296</b>
<b>Sales and Services</b>	<b>(\$1,181,643) <sup>1</sup></b>	<b>(\$389,991) <sup>1</sup></b>	<b>\$393,704 <sup>2</sup></b>	<b>\$168,942 <sup>3</sup></b>	<b>\$1,020,179 <sup>4</sup></b>
<b>Other Enterprises</b>	<b>\$673,125</b>	<b>\$816,827</b>	<b>\$1,076,838</b>	<b>\$1,374,893</b>	<b>\$1,466,113</b>
<b>Tuition</b>	<b>\$40,831</b>	<b>\$411,415</b>	<b>\$680,322</b>	<b>\$2,056,246</b>	<b>\$2,255,229</b>
<b>Fees</b>	<b>(\$135,316)</b>	<b>\$599,353</b>	<b>\$2,221,704</b>	<b>\$3,351,859</b>	<b>\$3,482,809</b>
<b>Subtotal Unrestricted</b>	<b>(\$2,456,956) <sup>1</sup></b>	<b>\$1,141,707 <sup>1</sup></b>	<b>\$6,018,421 <sup>2</sup></b>	<b>\$10,258,526 <sup>3</sup></b>	<b>\$12,884,626</b>
<b>Plant Funds</b>	<b>\$6,410,768</b>	<b>\$969,233</b>	<b>\$624,503</b>	<b>(\$539,917)</b>	<b>\$502,406</b>
<b>Clearing Funds</b>	<b>(\$65,347)</b>	<b>\$33,614</b>	<b>(\$41,634)</b>	<b>(\$135,978)</b>	<b>\$31,948</b>
<b>Auxiliary System</b>	<b>\$5,906,046</b>	<b>\$6,527,757</b>	<b>\$7,341,251</b>	<b>\$7,430,794</b>	<b>\$7,164,198</b>
<b>Other Restricted</b>	<b>\$118,091</b>	<b>\$35,646</b>	<b>\$30,739</b>	<b>\$17,173</b>	<b>(\$17,910)</b>
<b>Agency Funds</b>	<b>\$121,878</b>	<b>\$110,062</b>	<b>\$86,648</b>	<b>\$79,932</b>	<b>\$98,156</b>
<b>Grants and Fed. Approp.</b>	<b>(\$2,232,424)</b>	<b>(\$3,495,968)</b>	<b>(\$2,743,180)</b>	<b>(\$4,141,524)</b>	<b>(\$2,169,848)</b>
<b>Subtotal Restricted</b>	<b>\$10,259,011</b>	<b>\$4,180,344</b>	<b>\$5,298,327</b>	<b>\$2,710,480</b>	<b>\$5,608,950</b>
<b>Campus Total</b>	<b>\$7,802,055</b>	<b>\$5,322,051</b>	<b>\$11,316,748</b>	<b>\$12,969,006</b>	<b>\$18,493,576</b>

1 - Includes \$2.5 million of cash on loan from the system tuition pool.

2 - Includes \$1.75 million of cash on loan from the system tuition pool.

3 - Includes \$500,000 of cash on loan from the system tuition pool.

4 - SDSMT cash loan is paid off.



**South Dakota State University / AES / SDSU Extention  
Total Cash Statement**

	6/30/2014	6/30/2015	6/30/2016	6/30/2017	6/30/2018
<b>Facilities and Administration</b>	<b>\$3,370,544</b>	<b>\$3,837,721</b>	<b>\$5,027,067</b>	<b>\$6,837,737</b>	<b>\$7,156,073</b>
<b>Sales and Services</b>	<b>\$13,715,139</b>	<b>\$15,953,747</b>	<b>\$16,663,855</b>	<b>\$16,232,934</b>	<b>\$16,444,547</b>
<b>Other Enterprises</b>	<b>\$608,083</b>	<b>\$1,131,130</b>	<b>\$845,773</b>	<b>\$948,742</b>	<b>\$778,307</b>
<b>Tuition</b>	<b>\$2,316,720</b>	<b>\$6,096,926</b>	<b>\$6,270,633</b>	<b>\$8,210,321</b>	<b>\$5,836,614</b>
<b>Fees</b>	<b>\$7,798,553</b>	<b>\$9,035,519</b>	<b>\$11,871,741</b>	<b>\$10,190,357</b>	<b>\$10,133,459</b>
<b>Subtotal Unrestricted</b>	<b>\$27,809,038</b>	<b>\$36,055,043</b>	<b>\$40,679,069</b>	<b>\$42,420,091</b>	<b>\$40,349,000</b>
<b>Plant Funds</b>	<b>\$7,280,170</b>	<b>\$5,415,778</b>	<b>\$9,741,934</b>	<b>\$25,127,385</b>	<b>\$33,063,429</b>
<b>Clearing Funds</b>	<b>(\$715,791)</b>	<b>(\$873,807)</b>	<b>(\$504,138)</b>	<b>(\$1,701,094)</b>	<b>(\$460,002)</b>
<b>Auxiliary System</b>	<b>\$6,026,309</b>	<b>\$8,368,380</b>	<b>\$10,102,123</b>	<b>\$11,779,859</b>	<b>\$14,660,045</b>
<b>Other Restricted</b>	<b>\$1,402,003</b>	<b>\$1,733,530</b>	<b>\$1,616,064</b>	<b>\$2,084,183</b>	<b>\$2,390,651</b>
<b>Agency Funds</b>	<b>\$336,082</b>	<b>\$285,835</b>	<b>\$507,899</b>	<b>\$155,920</b>	<b>\$465,142</b>
<b>Grants and Fed. Approp.</b>	<b>(\$7,383,720)</b>	<b>(\$4,113,377)</b>	<b>(\$3,699,510)</b>	<b>(\$5,931,445)</b>	<b>(\$4,509,690)</b>
<b>Subtotal Restricted</b>	<b>\$6,945,053</b>	<b>\$10,816,339</b>	<b>\$17,764,372</b>	<b>\$31,514,808</b>	<b>\$45,609,575</b>
<b>Campus Total</b>	<b>\$34,754,091</b>	<b>\$46,871,382</b>	<b>\$58,443,441</b>	<b>\$73,934,899</b>	<b>\$85,958,575</b>

**University of South Dakota & Sanford School of Medicine**  
**Total Cash Statement**

	6/30/2014	6/30/2015	6/30/2016	6/30/2017	6/30/2018
<b>Facilities and Administration</b>	<b>\$2,184,090</b>	<b>\$2,434,734</b>	<b>\$3,086,714</b>	<b>\$4,413,545</b>	<b>\$4,819,083</b>
<b>Sales and Services</b>	<b>\$5,310,576</b>	<b>\$4,515,802</b>	<b>\$5,652,798</b>	<b>\$5,673,540</b>	<b>\$6,062,787</b>
<b>Other Enterprises</b>	<b>\$469,352</b>	<b>\$515,888</b>	<b>\$643,464</b>	<b>\$758,331</b>	<b>\$999,335</b>
<b>Tuition</b>	<b>\$15,309,398</b>	<b>\$16,780,586</b>	<b>\$17,527,534</b>	<b>\$17,647,507</b>	<b>\$18,039,868</b>
<b>Fees</b>	<b>\$5,669,121</b>	<b>\$5,909,144</b>	<b>\$9,806,409</b>	<b>\$6,523,326</b>	<b>\$6,126,027</b>
<b>Subtotal Unrestricted</b>	<b>\$28,942,537</b>	<b>\$30,156,154</b>	<b>\$36,716,919</b>	<b>\$35,016,249</b>	<b>\$36,047,100</b>
<b>Plant Funds</b>	<b>\$13,774,203</b>	<b>\$17,464,254</b>	<b>\$5,892,426</b>	<b>\$12,506,539</b>	<b>\$15,997,921</b>
<b>Clearing Funds</b>	<b>\$2,529,615</b>	<b>\$2,310,247</b>	<b>\$1,738,982</b>	<b>\$1,504,042</b>	<b>\$919,580</b>
<b>Auxiliary System</b>	<b>\$3,806,835</b>	<b>\$6,247,993</b>	<b>\$7,847,790</b>	<b>\$13,497,464</b>	<b>\$15,363,223</b>
<b>Other Restricted</b>	<b>\$2,529,371</b>	<b>\$2,000,983</b>	<b>\$2,571,118</b>	<b>\$2,836,976</b>	<b>\$2,041,708</b>
<b>Agency Funds</b>	<b>\$444,627</b>	<b>\$427,012</b>	<b>\$445,814</b>	<b>\$549,032</b>	<b>\$645,760</b>
<b>Grants and Fed. Approp.</b>	<b>\$240,758</b>	<b>\$444,333</b>	<b>\$443,464</b>	<b>(\$1,117,034)</b>	<b>\$626,163</b>
<b>Subtotal Restricted</b>	<b>\$23,325,409</b>	<b>\$28,894,822</b>	<b>\$18,939,594</b>	<b>\$29,777,019</b>	<b>\$35,594,355</b>
<b>Campus Total</b>	<b>\$52,267,946</b>	<b>\$59,050,976</b>	<b>\$55,656,513</b>	<b>\$64,793,268</b>	<b>\$71,641,455</b>

## Annual Financial Assessment

### Operating Cash Balance

Operating Cash Balances include the cash from all funds that are not restricted by an outside entity. These balances include:

- All tuition and fees
- All general sales and service
- Facilities & administrative fees (grants overhead)

The operating cash balance calculation starts with the amounts held in the fund types listed above, netted against any dollars held in the tuition system pool and tuition due from other campuses, less any hard commitments against the funds. The one-time commitments are committed dollars to capital projects.

The need for such operating balances is to address emergency situations, unanticipated shortfalls in revenue, increases in expenditures, cash flows, and and to meet other financial requirements.

Parameters for indicators:

- **Green Light** Minimum of 10% of identified revenue sources
- **Yellow Light** Between 5% and 10% of identified revenue sources
- **Red Light** Less than 5% of identified revenue sources

Based on these parameters, below is a summary of the adjusted operating cash balance by campus and their respective ratios.

	6/30/2017		6/30/2018	
	Adj Operating Cash	Ratio	Adj Operating Cash	Ratio
BHSU	\$7,063,210	21.37%	\$6,475,726	19.32%
DSU	\$4,931,723	16.82%	\$3,282,772	10.03%
NSU	\$5,684,982	19.29%	\$7,524,523	25.70%
SDSM&T	\$7,581,509	16.36%	\$9,918,499	22.13%
SDSU	\$20,779,987	10.35%	\$20,587,155	10.24%
USD	\$21,274,291	14.37%	\$19,282,298	13.14%

**Black Hills State University**  
**Operating Cash Balances as of 6/30/18**

	<u>6/30/2016</u>	<u>6/30/2017</u>	<u>6/30/2018</u>
Unassigned - Tuition	\$5,454,340	\$5,003,197	\$4,093,700
Committed - Student Fees	\$1,731,339	\$2,156,600	\$2,177,024
Assigned - Sales and Service	<u>\$2,820,285</u>	<u>\$2,395,303</u>	<u>\$3,293,924</u>
Operating Cash Balance as of June 30th	\$10,005,964	\$9,555,100	\$9,564,648
Cash Held for Others			
Student Cards & Student Deposits	(\$139,054)	(\$115,440)	(\$134,050)
Commitments Against Cash			
Encumbrances Posted	(\$406,304)	(\$167,625)	(\$134,967)
Payables	(\$567,041)	(\$538,528)	(\$207,459)
One-Time Commitments			
Commitments to Capital Projects	(\$1,000,000)	\$0	\$0
Net Operating Expenditure for July and August	(\$1,626,082)	(\$1,670,297)	(\$2,612,446)
<b>Adjusted Operating Cash Balance</b>	<u><b>\$6,267,483</b></u>	<u><b>\$7,063,210</b></u>	<u><b>\$6,475,726</b></u>
<b>Total Operating Expenditures for Fiscal Year</b>	<b>\$31,844,315</b>	<b>\$33,058,512</b>	<b>\$33,522,458</b>
<b>Operating Cash Balance as a % of Operating Expenditures</b>	<b>19.68%</b>	<b>21.37%</b>	<b>19.32%</b>

**Dakota State University**  
**Operating Cash Balances as of 6/30/18**

	<u>6/30/2016</u>	<u>6/30/2017</u>	<u>6/30/2018</u>
Unassigned - Tuition	\$4,136,130	\$4,422,189	\$3,254,128
Committed - Student Fees	\$1,459,437	\$1,965,317	\$1,723,169
Assigned - Sales and Service	<u>\$1,052,424</u>	<u>\$1,051,364</u>	<u>\$1,504,040</u>
Operating Cash Balance as of June 30th	\$6,647,991	\$7,438,870	\$6,481,337
Cash Held for Others			
EUC	\$0	\$0	\$0
Student Cards & Student Deposits	(\$42,819)	(\$60,434)	(\$71,103)
Student Assns and Student Gov't Assn Funds	(\$109,597)	(\$159,215)	(\$136,102)
Commitments Against Cash			
Encumbrances Posted	(\$516,595)	(\$339,686)	(\$269,407)
Payables	(\$109,360)	(\$120,432)	(\$254,973)
One-Time Commitments			
None	\$0	\$0	\$0
Net Operating Expenditure for July and August	(\$2,078,920)	(\$1,827,379)	(\$2,466,980)
<b>Adjusted Operating Cash Balance</b>	<u><b>\$3,790,700</b></u>	<u><b>\$4,931,723</b></u>	<u><b>\$3,282,772</b></u>
<b>Total Operating Expenditures for Fiscal Year</b>	<b>\$27,307,803</b>	<b>\$29,317,841</b>	<b>\$32,729,738</b>
<b>Operating Cash Balance as a % of Operating Expenditures</b>	<b>13.88%</b>	<b>16.82%</b>	<b>10.03%</b>

**Northern State University**  
**Operating Cash Balances as of 6/30/18**

	<u>6/30/2016</u>	<u>6/30/2017</u>	<u>6/30/2018</u>
Unassigned - Tuition	\$3,743,321	\$4,587,462	\$4,821,655
Committed - Student Fees	\$2,687,762	\$3,069,314	\$3,728,638
Assigned - Sales and Service	<u>\$1,188,071</u>	<u>\$1,297,342</u>	<u>\$1,959,344</u>
Operating Cash Balance as of June 30th	\$7,619,154	\$8,954,118	\$10,509,637
Cash Held By Others			
Clearing Funds	\$94,560	\$71,203	\$29,958
Cash Held for Others			
EUC	(\$5,016)	(\$5,312)	(\$5,660)
Clearing Funds	(\$8,417)	(\$99,310)	(\$91)
Unclaimed Property	(\$10,440)	(\$12,671)	(\$11,534)
Student Cards & Student Deposits	(\$55,235)	(\$69,785)	(\$83,285)
Student Assns and Student Gov't Assn. Funds	(\$252,461)	(\$126,162)	(\$151,346)
Commitments Against Cash			
Encumbrances Posted	(\$168,430)	(\$129,860)	(\$178,689)
Payables	(\$353,214)	(\$90,420)	(\$40,845)
One-Time Commitments			
Parking Lots	(\$472,607)	(\$422,607)	(\$387,607)
Barnett Center Receivable	(\$1,265,876)	(\$1,029,819)	(\$861,504)
Suite Construction Costs	(\$151,206)	\$0	\$0
Net Operating Expenditure for July and August	(\$847,120)	(\$1,354,393)	(\$1,294,511)
<b>Adjusted Operating Cash Balance</b>	<u><b>\$4,123,692</b></u>	<u><b>\$5,684,982</b></u>	<u><b>\$7,524,523</b></u>
<b>Total Operating Expenditures for Fiscal Year</b>	<b>\$27,399,452</b>	<b>\$29,464,077</b>	<b>\$29,280,898</b>
<b>Operating Cash Balance as a % of Operating Expenditures</b>	<b>15.05%</b>	<b>19.29%</b>	<b>25.70%</b>

**South Dakota School of Mines & Technology**  
**Operating Cash Balances as of 6/30/18**

	<u>6/30/2016</u>	<u>6/30/2017</u>	<u>6/30/2018</u>
Unassigned - Tuition	\$680,322	\$2,056,246	\$2,255,229
Committed - Student Fees	\$2,221,704	\$3,351,859	\$3,482,809
Assigned - Sales and Service	<u>\$3,116,395</u>	<u>\$4,850,421</u>	<u>\$7,146,588</u>
Operating Cash Balance as of June 30th	\$6,018,421	\$10,258,526	\$12,884,626
Cash Held for Others			
Student Assns. and Student Gov't. Assn. Funds	(\$72,773)	(\$76,208)	(\$241,467)
Commitments Against Cash			
Encumbrances Posted	(\$225,229)	(\$228,391)	(\$429,191)
Payables	(\$98,261)	(\$157,537)	(\$223,225)
Due to Board of Regents	(\$1,750,000)	(\$500,000)	\$0
One-Time Commitments			
None	\$0	\$0	\$0
Net Operating Expenditure for July and August	(\$2,288,216)	(\$1,714,881)	(\$2,072,244)
<b>Adjusted Operating Cash Balance</b>	<u><b>\$1,583,942</b></u>	<u><b>\$7,581,509</b></u>	<u><b>\$9,918,499</b></u>
<b>Total Operating Expenditures for Fiscal Year</b>	<b>\$42,446,241</b>	<b>\$46,329,667</b>	<b>\$44,815,304</b>
<b>Operating Cash Balance as a % of Operating Expenditures</b>	<b>3.73%</b>	<b>16.36%</b>	<b>22.13%</b>

**South Dakota State University, AES & Extension**  
**Operating Cash Balances as of 6/30/18**

	<u>6/30/2016</u>	<u>6/30/2017</u>	<u>6/30/2018</u>
Unassigned - Tuition	\$6,270,633	\$8,210,321	\$5,836,614
Committed - Student Fees	\$11,871,741	\$10,190,357	\$10,133,459
Assigned - Sales and Service	\$22,536,695	\$24,019,413	\$24,378,927
SDSU Livestock Revolving Fund	<u>\$595,925</u>	<u>\$919,152</u>	<u>\$908,732</u>
Operating Cash Balance as of June 30th	\$41,274,994	\$43,339,243	\$41,257,732
Cash Held for Others			
EUC	\$0	\$0	(\$851)
Clearing Funds	(\$50,346)	(\$9,150)	(\$800)
Unclaimed Property	(\$63,164)	(\$93,550)	(\$149,425)
Student Cards & Student Deposits	(\$651,872)	(\$735,361)	(\$740,914)
Student Assns. and Student Gov't. Assn. Funds	(\$544,475)	(\$950,153)	(\$2,082,835)
Commitments Against Cash			
Encumbrances Posted	(\$1,354,732)	(\$1,902,183)	(\$2,934,323)
Payables	(\$3,804,804)	(\$3,043,936)	(\$2,960,061)
Scholarships from Vending Projects	\$0	\$0	\$0
One-Time Commitments			
Electrical Comp Phase II	(\$198,788)	\$0	\$0
Frost Seating	(\$233,895)	\$0	\$0
Harding Hall Project	(\$1,450,759)	\$0	\$0
ADRDL Planning	(\$536,820)	\$0	\$0
Facilities and Services Receiving and Service Yard	(\$346,500)	\$0	\$0
Upgrade Power for Greenhouse	(\$5,200)	\$0	\$0
Demolition of Veterinary Isolation	(\$70,000)	\$0	\$0
Wellness Center Planning	(\$57,800)	\$0	\$0
Crothers Engineering Remodel	(\$63,470)	\$0	\$0
Enrollment Services Center Lower Level Remodel	(\$67,500)	\$0	\$0
Utilities Upgrade	(\$34,500)	\$0	\$0
Art Museum Planning	(\$144,000)	\$0	\$0
Ag Engineering Heating Upgrade	(\$85,750)	\$0	\$0
University Classroom Improvements	(\$118,094)	\$0	\$0
Stadium Reserve	(\$1,728,033)	\$0	\$0
Avera Lab Renovations	(\$1,104,000)	(\$473,827)	(\$326,233)
Performing Arts Interest Payment (FY18)	(\$500,000)	(\$375,000)	\$0
Frost Seating	\$0	(\$187,116)	(\$187,116)
Daktronics Hall	\$0	(\$1,450,759)	(\$1,450,759)
Daktronics Hall Phase II	\$0	(\$198,788)	(\$198,788)
Harding Hall Project	\$0	(\$2,500,000)	(\$962,273)
Performing Arts Center	\$0	(\$2,000,000)	(\$2,254,938)
House Bill 1008 Property Purchase	\$0	\$0	\$0
Animal Disease and Diagnostic Lab	\$0	(\$1,000,000)	(\$500,000)
Stadium Reserve and Other	\$0	\$2,304,156	\$3,614,200
Net Operating Expenditure for July and August	(\$8,688,214)	(\$9,943,589)	(\$9,535,461)
<b>Adjusted Operating Cash Balance</b>	<u><b>\$19,372,278</b></u>	<u><b>\$20,779,987</b></u>	<u><b>\$20,587,155</b></u>
<b>Total Operating Expenditures for Fiscal Year</b>	<b>\$180,392,007</b>	<b>\$200,784,765</b>	<b>\$201,142,754</b>
<b>Operating Cash Balance as a % of Operating Expenditures</b>	<b>10.74%</b>	<b>10.35%</b>	<b>10.24%</b>



**University of South Dakota and Sanford School of Medicine**  
**Operating Cash Balances as of 6/30/18**

	<u>6/30/2016</u>	<u>6/30/2017</u>	<u>6/30/2018</u>
Unassigned - Tuition	\$17,527,534	\$17,647,507	\$18,039,868
Committed - Student Fees	\$9,806,409	\$6,523,326	\$6,126,027
Assigned - Sales and Service	\$9,382,976	\$10,845,416	\$11,924,479
Operating Cash Balance as of June 30th	\$36,716,919	\$35,016,249	\$36,090,374
Cash Held By Others			
Clearing Funds	(\$26,899)	(\$10,059)	(\$43,777)
Cash Held for Others			
EUC	\$0	\$0	\$0
University Centers	(\$285,490)	(\$69,320)	(\$30,556)
Student Assns. and Student Gov't. Assn. Funds	(\$100,202)	(\$99,578)	(\$144,681)
Wegner Library	(\$133,663)	(\$58,153)	(\$85,472)
Current Commitments Against Cash			
Encumbrances Posted	(\$1,033,155)	(\$960,528)	(\$2,150,871)
Payables	(\$730,124)	(\$63,330)	(\$791,036)
Scholarships from Vending Profits	(\$63,821)	(\$68,568)	(\$69,714)
One-Time Commitments			
Medical School (Capital Project)	(\$1,950,000)	\$0	(\$525,000)
Physics Renovations	(\$70,000)	\$0	\$0
HSC classroom/labs	(\$950,000)	(\$1,700,000)	\$0
Basic Biomedical Science (Research Equipment)	\$0	\$0	(\$500,000)
Law School Renovations	\$0	\$0	(\$600,000)
Net Operating Expenditure for July and August	(\$11,061,384)	(\$10,712,422)	(\$11,866,969)
<b>Adjusted Operating Cash Balance</b>	<u><b>\$20,312,181</b></u>	<u><b>\$21,274,291</b></u>	<u><b>\$19,282,298</b></u>
<b>Total Operating Expenditures for Fiscal Year</b>	<b>\$140,967,651</b>	<b>\$148,068,940</b>	<b>\$146,744,479</b>
<b>Operating Cash Balance as a % of Operating Expenditures</b>	<b>14.41%</b>	<b>14.37%</b>	<b>13.14%</b>

## **Annual Financial Assessment Higher Learning Commission Financial Ratios**

Financial ratios can be useful tools for measuring and analyzing financial performance, understanding and communicating financial information, planning activities for improving financial performance, and as indicators of overall financial health of an organization. The Higher Learning Commission (HLC) uses a standard set of ratios as part of accreditation reviews as well as for on-going oversight. The finance vice presidents of the universities have identified a subset of the ratios that the Board can use to assess the standing of the institutions as well as the system.

The calculations are based on data from the institutions' financial statements which include the university foundations in order to give a more complete and accurate overall picture of the financial state of each institution.

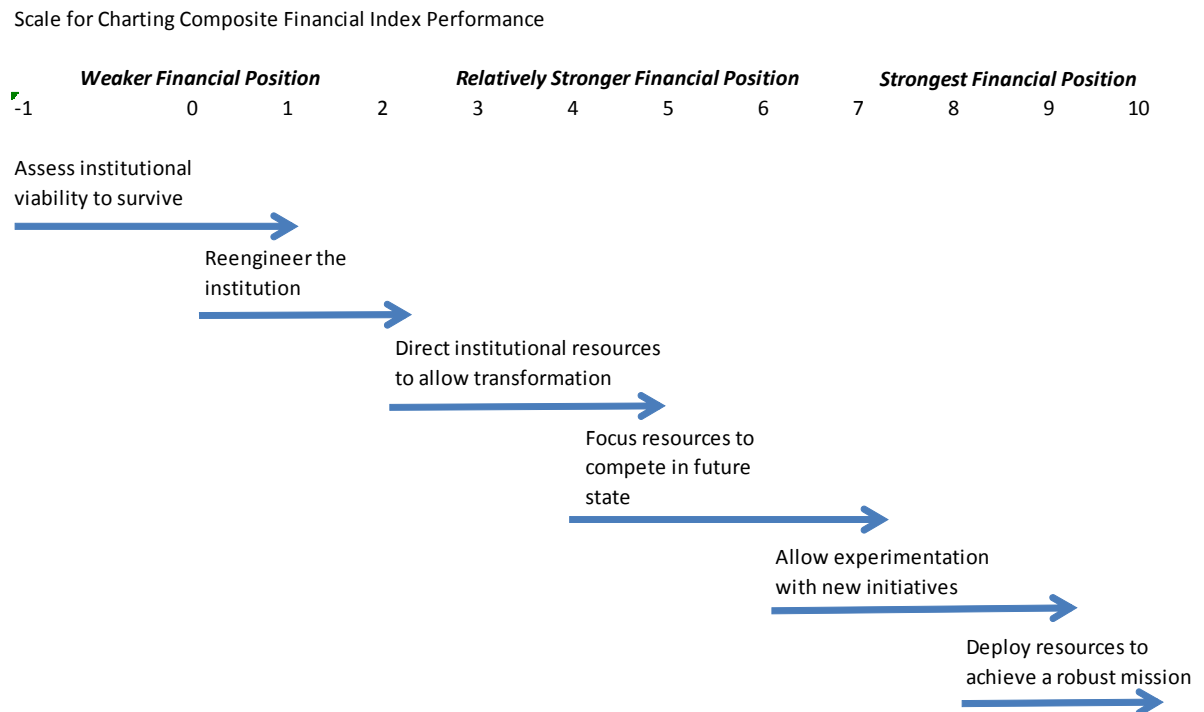
The four key ratios; 1) Primary Reserve Ratio; 2) Net Operating Revenues Ratio; 3) Return on Net Assets Ratio; and the 4) Viability Ratio are used to calculate the Composite Financial Index used by HLC. These ratios are used to answer four financial questions:

1. Are resources sufficient and flexible enough to support the mission?
  2. Do operating results indicate the institution is living within available resources?
  3. Does asset performance and management support the strategic direction?
  4. Are resources, including debt, managed strategically to advance the mission?
- The Primary Reserve Ratio is intended to address the question of sufficiency and flexibility for support of the mission. The ratio measures the financial strength of the university by comparing expendable net assets, which includes those assets the university can access and spend quickly to meet debt obligations, to total expenses at the end of every fiscal year. This ratio identifies the university's financial strength and flexibility by identifying how long the university can function by using reserves without the generation of any new net assets. A primary reserve ratio of .40 is advisable, implying that the university has the ability to cover over 4½ months of expenses. Key items that can impact this ratio include principal payments on debt, using net assets to fund capital construction projects, endowment returns, and total operating expenses.
  - The Net Operating Revenues Ratio is intended to indicate if an institution is living within its available resources. Institutions need to generate some level of surplus over long periods of time because operations are one source for reinvestment in future initiatives. Short-term deficits may occur as a result of strategic decisions. It is when deficits are unplanned or unmanaged and occurring as a result of core operations that evaluation of operations is necessitated. A positive ratio indicates the university is in good financial condition. An organization should establish a target percentage and a benchmark that would be in line with operating growth. A ratio of 2 to 4 percent indicates the university operated within its means and should be maintained over time; however, fluctuations

from year to year are normal. A large ratio identifies an operating surplus and a stronger financial position. While a negative ratio indicates an operating loss for the year, universities need to be careful about a positive ratio that is too large, indicating under spending on mission critical initiatives.

- The Return on Net Assets Ratio is intended to assess if the asset performance and management support the strategic direction. The ratio measures whether the organization is financially better off than in the previous year by measuring total economic return or the level of change in total net assets. This ratio is the most comprehensive measure of growth or decline in wealth over time. There is not a specific threshold; however, 3 to 4 percent is a generally acceptable real rate of return. An improving trend in this ratio indicates the university is increasing its net assets and is likely to be in a position to set aside financial resources to strengthen its future financial flexibility. Key items that may impact this ratio include changes in the net operating revenue ratio, endowment returns, capital gifts and grants, capital transfers, and endowment gifts. A 5-year trend should be the minimum used in evaluation.
- The Viability Ratio is intended to address the question of whether financial resources are being strategically managed to advance the mission of the institution. It measures availability of expendable net assets for coverage of debt should the university be required to settle its obligations as of the date on the balance sheet. A 1:1 ratio is desired, indicating adequate net assets to meet obligations. This ratio is one of the most basic determinants of clear financial health and is regarded as governing a university's ability to assume new debt. A ratio of 1.25 or greater indicates a strong creditworthy university with sufficient resources to satisfy debt obligations; however, each university should identify the ratio that is right for its mission specific needs. A viability ratio that falls below 1.1 hinders the university's ability to respond to adverse condition, to secure external capital, and to have flexibility to fund new objectives. Key items that may impact this ratio include principal payments on debt, using net assets for capital construction projects, issuance of new debt, and endowment returns.
- The Composite Financial Index (CFI) is built with the values of its four component ratios; 1) Primary Reserve, 2) Net Operating Revenue, 3) Return on Net Assets, and 4) Viability Ratio. Once each of the four ratios is calculated, further weighting is conducted to measure the relative strength of the score and its importance in the composite score. The CFI combines the four core ratios identified above into a single score. The combination, using a prescribed weighting plan, allows a weakness or strength in one ratio to be offset by another ratio result. The CFI reflects a picture of the financial health of the institution at a point in time. A negative CFI is indicative of a university that may be struggling financially. A score of 1.0 indicated very little financial health; 3.0 is the low benchmark and represents a relatively stronger financial position; a 10.0 is the highest benchmark. A ratio of 3.0 or above is preferred.

KPMG LLP and Prager, McCarthy & Sealy, LLC developed a scale for assessing the values of the CFI (shown below):



Using the above as a guide, a red, yellow or green indicator was assigned to each campus based on their Composite Financial Index. The indicators agreed to by the Business Affairs Council:

- **Red Light** – Weaker Financial Position- CFI below 1.0 for two years in a row, or a negative number: The institution is at a level that requires concern and additional review. The institution should provide data to support actions being taken at their campus to improve the indicator as quickly as possible.
- **Yellow Light** – Relatively Stronger Financial Position - CFI between 0.0 and 2.5: The institution has not met the assigned parameter and is in a range that may require additional review. The institution should be cautious of activity that would result in this indicator dropping further in future periods and begin to take steps to improve the indicator.
- **Green Light** – Strongest Financial Position - CFI of 2.5 and above: Any campus receiving a Yellow or Red Light will provide an explanation for the cause of the indicator and action being taken to improve the indicator.

For FY17, the campus' Composite Financial Index indicators are:

- BHSU            **Yellow Light**
- DSU            **Yellow Light**
- NSU            **Green Light**
- SDSMT        **Green Light**
- SDSU           **Yellow Light**
- USD            **Green Light**

The following pages provide the results for the four key ratios for each university for 2013 through 2017, as well as the Composite Financial Index. Each campus provided a narrative to explain any anomalies or fluctuations in the numbers.

## Black Hills State University

	2013	2014	2015	2016	2017
Primary Reserve Ratio	0.402	0.430	0.407	0.326	0.340
Net Operating Revenue Ratio	0.053	0.092	0.034	0.087	0.024
Return on Net Asset Ratio	0.055	0.103	0.048	0.075	0.022
Viability Ratio	0.546	0.495	0.482	0.465	0.509
Composite Financial Indicator	2.5	3.3	2.2	2.7	1.7

### **Primary Reserve Ratio**

The primary reserve ratio measures the financial strength of the university by comparing expendable net assets, which includes those assets the university can access and spend quickly to meet debt obligations, to total expenses at the end of every fiscal year. BHSU's ratio shows our ability to cover nearly 4 months of expenses.

### **Net Operating Revenue Ratio**

The net operating revenue ratio identifies whether or not the university is living within its available resources. A positive ratio indicates the university is in good financial condition. BHSU's net operating revenue remains positive.

### **Return on Net Assets Ratio**

The return on net assets ratio measures whether the university is financially better off than in the previous year by measuring total economic return or the level of change in total net assets. BHSU's return on net assets ratio has consistently been above the 3-4% preferred rate of return in prior years but had a slight drop in FY17 due to a smaller change in net assets related to the large increase in net assets in FY16 due to the science bond payoff.

### **Viability Ratio**

The viability ratio measures the availability of expendable net assets to cover debt should the university be required to settle its obligations as of the date on the balance sheet. BHSU's ratio has been steady over the past five years.

### **Composite Financial Indicator (CFI)**

The CFI combines the four core ratios identified above into a single score. The combination, using a prescribed weighting plan, allows a weakness or strength in one ratio to be offset by another ratio result. The BHSU CFI has consistently met or exceeded the 2.5 CFI in previous years. In FY17, the CFI ratio decreased due to a decrease in the net operating revenue ratio and the return on net assets ratio. The biggest contributor was an increase in expenses that were used on projects to help increase recruitment and retention of students.

## Dakota State University

	2013	2014	2015	2016	2017
Primary Reserve Ratio	0.105	0.130	0.203	0.238	0.214
Net Operating Revenue Ratio	0.041	0.061	0.011	0.131	(0.041)
Return on Net Assets Ratio	0.160	0.146	0.177	0.257	0.164
Viability Ratio	0.214	0.336	0.565	0.367	0.391
Composite Financial Indicator	2.4	2.6	2.9	3.9	2.2

### **Primary Reserve Ratio**

Operating expenses increased from FY16 to FY17 which contributed to the decrease in the primary reserve ratio. This was due to vacant positions filled, increase in IT expenses for building projects, and an increase in grants and contract expenses.

### **Net Operating Revenue Ratio**

The increase in operating expenses of 11% and only a 5.5% increase in operating revenues resulted in the decrease in the net operating ratio.

### **Return on Net Assets Ratio**

The overall net assets of the University decreased as funds with cash reserves were used for the building projects and the Foundation net assets decreased by \$900,000.

### **Viability Ratio**

The University's viability ratio increased slightly with a decrease in the overall debt and expendable net assets increasing by 2%

### **Composite Financial Indicator (CFI)**

The CFI score has been on the rise but decreased in FY17. The University had been increasing cash reserves related to the three construction projects nearing completion at the end of FY17. As a result, expenditures were larger than the revenue generated for the year. The University continues to monitor revenue, expenses, cash balances and other factors that contribute to the financial health of the institution.

## Northern State University

	2013	2014	2015	2016	2017
Primary Reserve Ratio	0.425	0.600	0.766	0.601	1.543
Net Operating Revenue Ratio	0.279	0.157	0.172	0.017	0.500
Return on Net Assets Ratio	0.462	0.178	0.203	0.082	0.560
Viability Ratio	0.684	0.877	1.234	1.043	2.860
Composite Financial Indicator	<b>4.7</b>	<b>5.1</b>	<b>6.1</b>	<b>3.4</b>	<b>8.4</b>

### **Primary Reserve Ratio**

The Primary Reserve ratio is a snapshot in time showing how long the organization could operate using their expendable net reserves. There have been increases in previous years with the NSU Foundation receiving private donations for the Johnson Fine Arts Center expansion in 2014 and 2015. In FY17 the Primary Reserve Ratio saw another significant increase due to approximately \$45M received in pledges at the NSU Foundation for the new science center and two new residence halls.

### **Net Operating Revenue Ratio**

The Net Operating ratio represents the operating outcome for the year. A positive number indicates an operating surplus for the year, while a negative number indicates there was an operating loss for the year. While the University's revenues and expenses remained fairly consistent in FY17, the NSU Foundation experienced a significant increase in operating revenues due to \$45M received in pledges for the new science center and two new residence halls.

### **Return on Net Assets Ratio**

The Return on Net Assets ratio measures whether or not the organization is better off financially than it was the year before. The results can vary significantly from one year to the next so this information should be viewed over a period of time. Historically, NSU and the NSU Foundation have had a positive ratio indicating a small amount of growth each year. Due to the significant increase in the Foundation's assets, the Return on Net Assets Ratio also increased in 2017.

### **Viability Ratio**

The Viability ratio measures the ability of the organization to settle debt with expendable net assets. Even though NSU's debt increased in FY17 due to the issuance of 2016 Series Housing and Auxiliary Facilities Revenue Bonds, the Viability Ratio still increased in FY17 due to the large increase in net assets at the NSU Foundation. The FY17 ratio of 2.86 indicates that NSU and the NSU Foundation, when combined, would have been able to settle debt obligations as of the balance sheet date using expendable net assets.

### **Composite Financial Indicator (CFI)**

The Composite Financial Index (CFI) is the measurement of the overall health of the institution based on the four core ratios. The CFI can range from -2 for institutions that may be struggling to



survive to more than 9 for institutions with the strongest financial health. The 2017 CFI increase from the previous year was mainly due to the increase in NSU Foundation assets along with the University's continued monitoring of revenues and expenses to grow cash reserves in order to continue to improve financial stability.

## South Dakota School of Mines and Technology

	2013	2014	2015	2016	2017
Primary Reserve Ratio	0.055	0.185	0.182	0.306	0.284
Net Operating Revenues	(0.084)	0.078	0.119	0.241	0.139
Return on Net Assets	0.009	0.212	0.106	0.227	0.087
Viability Ratio	0.090	0.300	0.304	0.543	0.742
Composite Financial Indicator	(0.1)	3.3	2.7	4.3	2.8

### **Primary Reserve Ratio**

The primary reserve ratio measures the financial strength of the university by comparing expendable net assets, which includes those assets the university can access and spend quickly to meet obligations, to total expenses at the end of every fiscal year. A ratio of 100% denotes that an institution would have the ability to cover its expenses for one year without a revenue stream. The University's primary reserve ratio for 2017 is 28.4 which indicates that in an emergency situation, the University along with the SD Mines Foundation could continue its current operations for approximately three and a half months. The ratio for FY17 is consistent with the prior year due to positive movement in net asset balances in unrestricted funds for both SD Mines and the Foundation.

### **Net Operating Revenue Ratio**

The net operating revenues ratio indicates whether total operating activities resulted in a surplus or deficit and if the institution is living within available resources. The net operating revenue ratio is lower than the prior year due to a slight decline in net non-operating revenues as compared to FY16.

### **Return on Net Assets Ratio**

The return on net assets ratio determines whether the institution is financially better off than in previous years by measuring total economic return or the level of change in total assets. The return on net assets ratio is not as high in FY17 because FY16 had an unusually large increase in net assets compared to the current and previous fiscal years. The increase in net assets during FY16 was nearly \$14M more than the other fiscal years shown.

### **Viability Ratio**

The viability ratio measures the availability of expendable net assets to cover debt should the institution need to settle its obligations as of the balance sheet date. The ratio indicates that SDSM&T and the Foundation combined, as of the fiscal year end, have sufficient expendable net assets to satisfy debt obligations, and have consistently improved over the last 4 fiscal years.

### **Composite Financial Indicator (CFI)**

The CFI measures the overall health of the institution based on the four core ratios. This measurement typically ranges from -1 for universities with financial struggles to scores of 9-10 for

universities with the strongest financial health. In FY17, SD Mines's CFI decreased to 2.8. The decrease is mainly the result of the drop in the Return on Net Assets Ratio, however the University is continuing the steps taken over the last 4 years to increase revenues and control spending.

## South Dakota State University

	2013	2014	2015	2016	2017
Primary Reserve Ratio*	0.226	0.289	0.322	0.331	0.318
Net Operating Revenues	0.035	0.031	0.019	0.030	(0.005)
Return on Net Assets	0.123	0.199	0.065	0.107	0.076
Viability Ratio*	0.365	0.478	0.499	0.547	0.532
Composite Financial Indicator	2.4	3.4	2.1	2.6	2.0

\*Prior year ratios were calculated incorrectly. Ratios were recalculated and correct amounts entered.

### **Primary Reserve Ratio**

The primary reserve ratio provides a measure of the percent of annual expenses that could be paid by current expendable assets. The ratio for FY17 decreased slightly primarily due to increased University operating expenses and increased Foundation expenditures related to capital projects. University expendable assets increased \$3.5M while Foundation expendable assets increased by \$1.5M. This ratio represents a weight of 35% of the Composite Financial Indicator.

### **Net Operating Revenue Ratio**

The Net Operating Revenue ratio measures net revenue in relation to total revenue. A positive number indicates a surplus for the year while a negative number indicates a deficit. The ratio for FY17 reflected a loss of 0.5%. University revenues decreased \$3.4M, while net revenue decreased \$16.5M resulting in a 3.5% decrease in the Net Operating Revenue Ratio. Foundation revenues increased by \$14.6M, and Net revenues increased \$4.8M. This ratio represents a weight of 10% of the Composite Financial Indicator.

### **Return on Net Assets Ratio**

The Return on Net Assets ratio reflects whether the institution is financially better off than the previous year by measuring the level of change in total assets. The FY17 ratio is positive and indicates a 7.6% return on net assets for the year. This ratio represents a weight of 20% of the Composite Financial Indicator.

### **Viability Ratio**

The Viability ratio reflects the availability of expendable net assets to settle debt at the balance sheet date. The slight decrease in the FY17 viability ratio is a result of an increase in debt for the University, which issued bonds to fund a Wellness Center Addition and Parking project. Expendable net assets increased \$5.0M and debt increased by \$13.6M. This ratio represents a weight of 35% of the Composite Financial Indicator.

### **Composite Financial Indicator (CFI)**

The Composite Financial Indicator (CFI) combines the four core ratios above into a single financial metric. The weighting of each of the ratios allows a weakness or strength in a specific ratio to be offset by another ratio result. SDSU experienced minor deterioration in all four ratios

when compared to FY16. The SDSU decrease in the FY17 CFI was primarily caused by the decreased Return on Net Assets experienced for the year.

## University of South Dakota/SSOM

	2013	2014	2015	2016	2017
Primary Reserve Ratio	0.566	0.782	0.723	0.639	0.573
Net Operating Revenues	(0.032)	0.034	(0.010)	0.034	(0.034)
Return on Net Assets	0.119	0.126	0.067	0.077	0.048
Viability Ratio	0.923	1.055	1.040	0.965	1.041
Composite Financial Indicator	3.7	4.5	3.4	3.5	2.6

### **Primary Reserve Ratio**

A primary reserve ratio of 40% or better is advisable to give institutions the flexibility to transform the enterprise. The University's primary reserve ratio for fiscal year 2017 is 57.3%, which indicates that the University along with the USD Foundation could continue its current operations for approximately 30 weeks.

The ratio for FY17 decreased slightly due to the increased Foundation expenses from the change in year-end reporting from June to December and the capital expenditures paid to USD. The capital expenditure expense was \$16.1 million.

### **Net Operating Revenues Ratio**

The net operating income ratio, calculated by dividing total operating revenue by net operating income, indicates whether total activities resulted in income or deficit. A positive ratio indicates that the University experienced income for one year. The net operating income ratio target is between 2 to 4 percent over an extended time period. The target may appear to be low however the determination of net operating revenues includes depreciation expense as a component, indicating that a positive return in this area would suggest the institution lives within its means.

The net operating revenues remain fairly consistent with the exception of FY17 and FY15. The Foundation reported a decrease in unrestricted net assets for FY17 primarily due to the payment of building and equipment assets paid to USD. FY15 federal grants and contracts decreased 15% therefore reducing the overall net operating revenues.

### **Return on Net Assets Ratio**

The return on net position ratio has a target range is approximately 3 or 4 percent. Higher return on net position means that the company is using its assets and working capital efficiently and effectively. USD return on net assets are above the target range.

### **Viability Ratio**

The viability ratio is a measure of clear financial health; the availability of expendable net position to cover debt should the University need to settle its obligations as of the fiscal year end. A ratio of 1.0 or greater indicates an institution has sufficient expendable net position to satisfy debt requirements. USD viability ratio is within target.

### **Composite Financial Index**

The Composite Financial Indicator (CFI) combines the four core ratios above into a single financial metric. The weighting of each of the ratios allows a weakness or strength in a specific ratio to be offset by another ratio result.

The CFI in fiscal year 2017 decreased by 1.0. The primary reserve ratio, net operating revenue ratio and return on net assets ratio decreased. The decreases were primarily due to the change in Foundation reporting period. In June 2015, the Foundation's Board of Directors elected to change the year end of the USD Foundation to December 31. The change was effective beginning July 1, 2015. The Foundation expenses included over \$16 million in capital projects for the University. The University revenue was reported in the previous fiscal year (FY16) therefore the revenue and expenses between the two units are not recorded in the same period.

## **Annual Financial Assessment Campuses' Total Revenue**

Looking at trend data pertaining to campus revenue is another way to gauge what direction the financial health of a campus might be headed. It also helps sort which revenue sources are growing and which are shrinking. The revenue totals are provided every year with the campuses' budget request booklet. The board office has also provided graphs to illustrate the trends for five revenue sources: total revenue, on-campus tuition, off-campus tuition, federal grants and contracts, and indirect cost recovery. These five revenue sources are highlighted because of their importance to the financial stability of each campus.

In FY17, the University Support Fee was moved from the student fee category to On-Campus Tuition because the fee was combined with the tuition rate. A shift of revenues between the categories will result.

In FY18, Black Hills State University rolled all special discipline fees into On-Campus Tuition. A shift of revenues between categories will result.

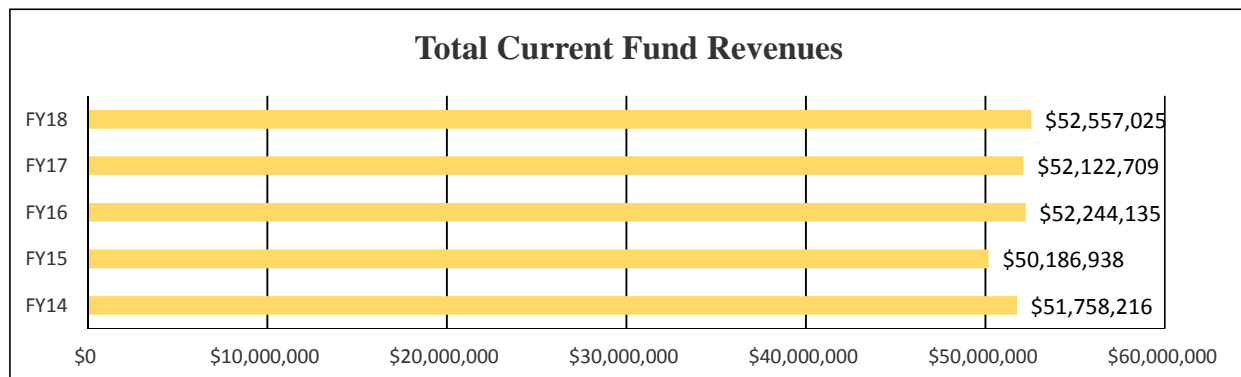


# Black Hills State University

## Total Revenue

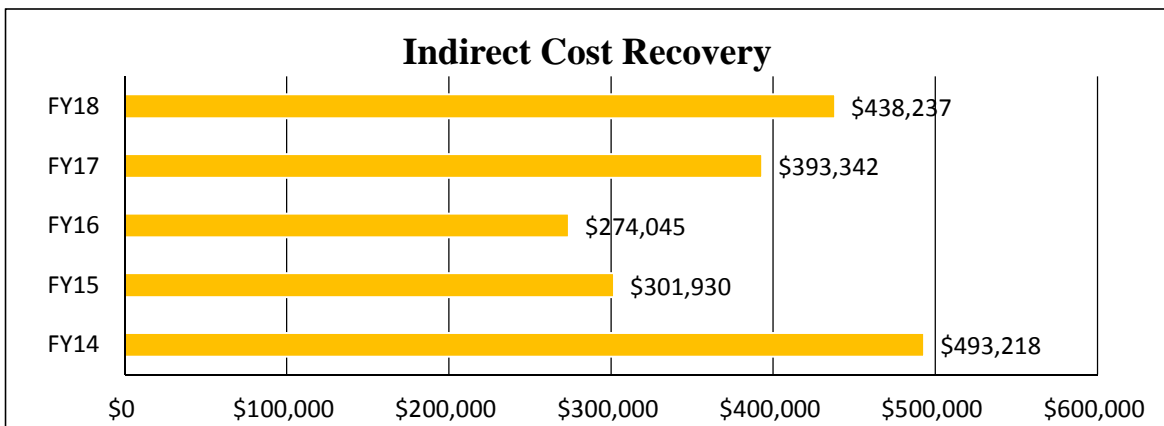
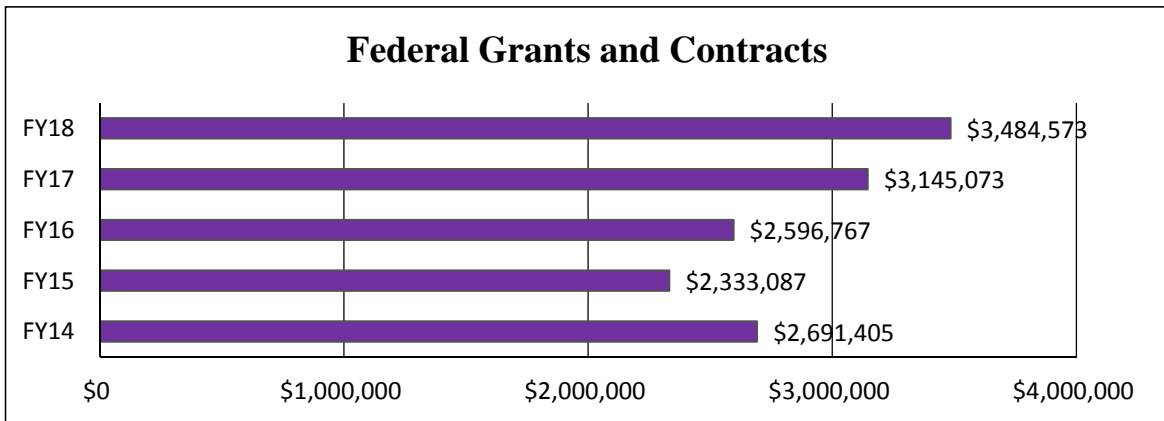
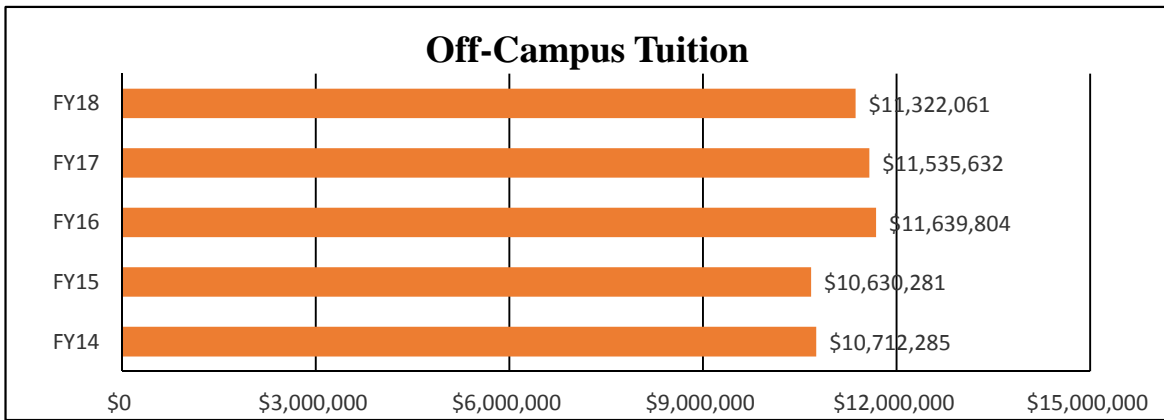
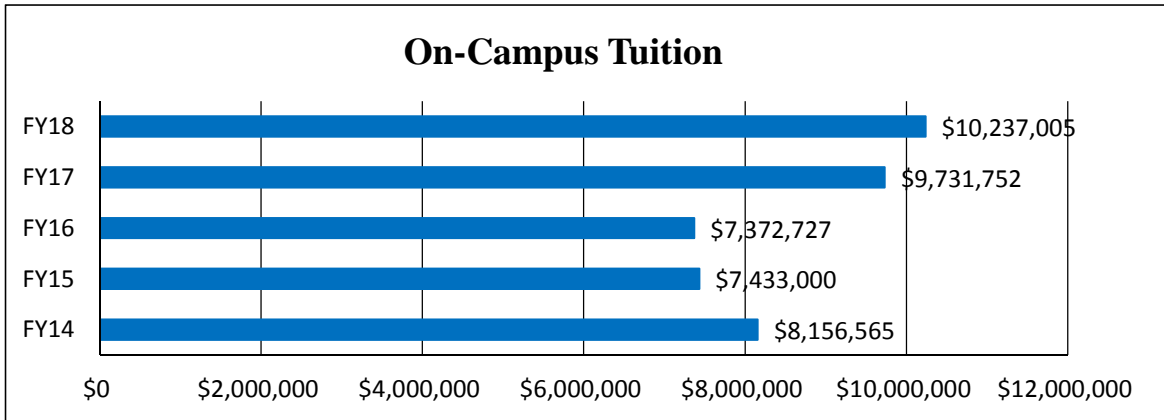
<b><u>Current Funds</u></b>	<b>FY14 Actual</b>	<b>FY15 Actual</b>	<b>FY16 Actual</b>	<b>FY17 Actual</b>	<b>FY18 Actual</b>
<b><u>State</u></b>					
State Appropriations	\$8,841,906	\$8,970,163	\$9,195,701	\$9,540,883	\$9,837,340
One-Time State Appropriations	\$109,275	\$9,730	\$0	\$0	\$0
State Grants & Contracts	\$281,937	\$509,297	\$297,487	\$519,467	\$437,085
State Financial Aid	\$319,849	\$359,276	\$269,714	\$284,063	\$278,067
<b>Subtotal State Funds</b>	<b>\$9,552,967</b>	<b>\$9,848,466</b>	<b>\$9,762,902</b>	<b>\$10,344,413</b>	<b>\$10,552,492</b>
<b><u>Federal</u></b>					
Federal Grants & Contracts	\$2,691,405	\$2,333,087	\$2,596,767	\$3,145,073	\$3,484,573
Federal Financial Aid	\$6,276,481	\$5,669,214	\$5,241,035	\$4,880,949	\$5,041,066
Federal Appropriations	\$0	\$0	\$0	\$0	\$0
<b>Subtotal Federal Funds</b>	<b>\$8,967,886</b>	<b>\$8,002,301</b>	<b>\$7,837,802</b>	<b>\$8,026,022</b>	<b>\$8,525,639</b>
<b><u>Other</u></b>					
On-Campus Tuition	\$8,156,565	\$7,433,000	\$7,372,727	\$9,731,752	\$10,237,005
Off-Campus Tuition	\$10,712,285	\$10,630,281	\$11,639,804	\$11,535,632	\$11,322,061
Student Fees	\$5,030,545	\$4,705,609	\$5,050,958	\$2,253,464	\$1,881,614
Room & Board	\$4,629,379	\$4,306,381	\$4,423,509	\$4,963,266	\$5,187,612
HEFF (Physical Plant Maintenance)	\$31,161	\$31,161	\$31,161	\$31,161	\$31,161
<b>Subtotal Student Revenue</b>	<b>\$28,559,935</b>	<b>\$27,106,432</b>	<b>\$28,518,159</b>	<b>\$28,515,275</b>	<b>\$28,659,453</b>
School and Public Lands	\$173,360	\$173,360	\$173,360	\$173,360	\$173,360
Other Grants & Contracts	\$88,734	\$109,520	\$310,315	\$611,059	\$194,940
Indirect Cost Recovery	\$493,218	\$301,930	\$274,045	\$393,342	\$438,237
Other Financial Aid	\$2,001,271	\$2,004,578	\$2,304,555	\$2,659,716	\$2,924,681
Sales & Service of Auxiliary Enterprises	\$2,456,818	\$2,344,953	\$2,311,595	\$2,079,539	\$1,976,329
Other Sales & Services	\$1,359,967	\$1,295,398	\$1,401,402	\$1,819,983	\$1,731,894
<b>Subtotal Other Funds</b>	<b>\$6,573,368</b>	<b>\$6,229,739</b>	<b>\$6,775,272</b>	<b>\$7,736,999</b>	<b>\$7,439,441</b>
<b>Total Other Funds</b>	<b>\$35,133,303</b>	<b>\$33,336,171</b>	<b>\$35,293,431</b>	<b>\$36,252,274</b>	<b>\$36,098,894</b>
Mandatory & Non-Mandatory Transfers to Plant & Loan Funds	\$1,895,940	\$1,000,000	\$650,000	\$2,500,000	\$2,620,000
<b>Total Current Funds Revenue</b>	<b>\$51,758,216</b>	<b>\$50,186,938</b>	<b>\$52,244,135</b>	<b>\$52,122,709</b>	<b>\$52,557,025</b>
<b><u>Plant Funds</u></b>	<b>\$669,199</b>	<b>\$111,423</b>	<b>\$152,875</b>	<b>\$64,197</b>	<b>\$60,074</b>
<b><u>Loan Funds</u></b>	<b>\$30,735</b>	<b>\$29,827</b>	<b>\$30,068</b>	<b>\$26,780</b>	<b>\$31,708</b>
<b>Total Current, Plant and Loan Funds Revenue</b>	<b>\$52,458,150</b>	<b>\$50,328,188</b>	<b>\$52,427,078</b>	<b>\$52,213,686</b>	<b>\$52,648,807</b>

Source: All information was provided by the campuses



# Black Hills State University

## Revenue History

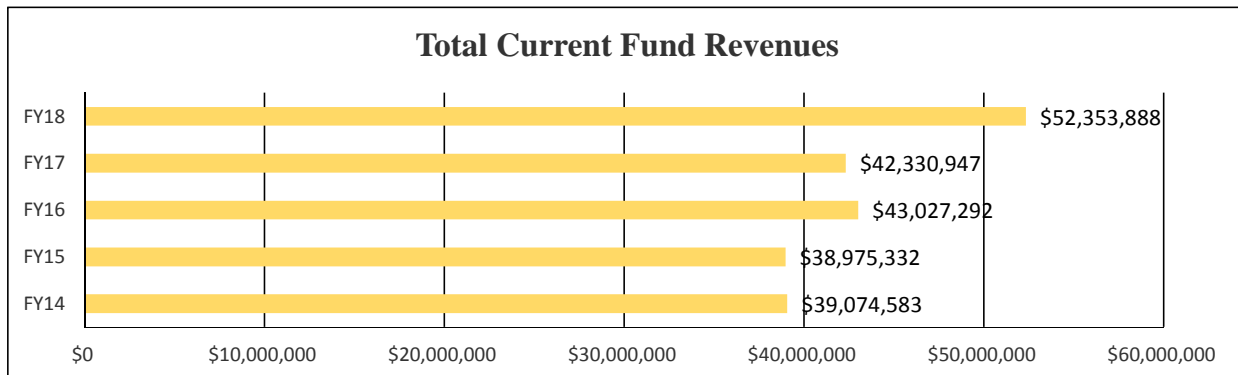


# Dakota State University

## Total Revenue

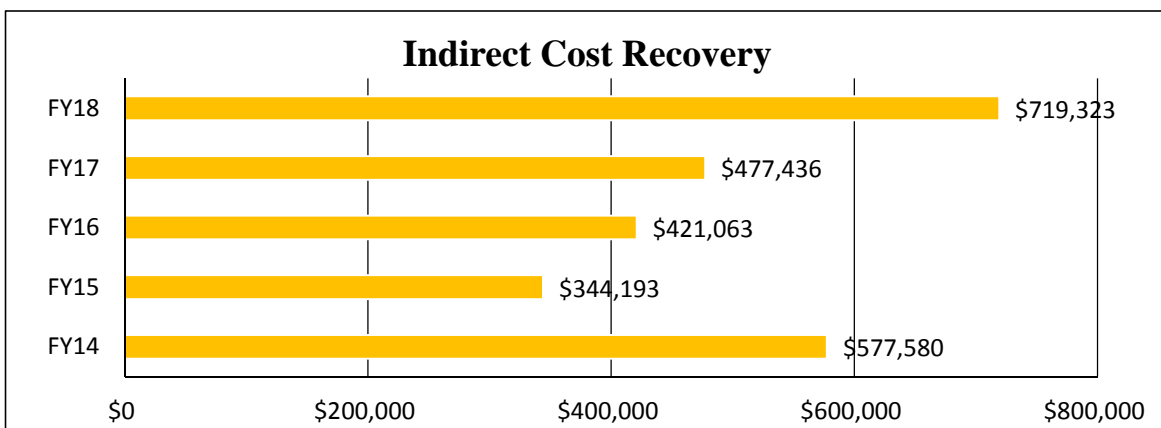
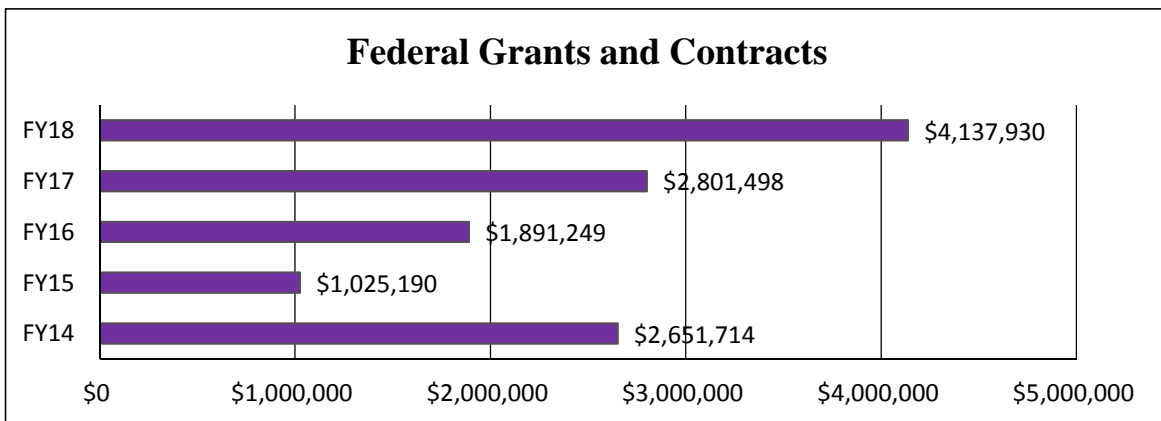
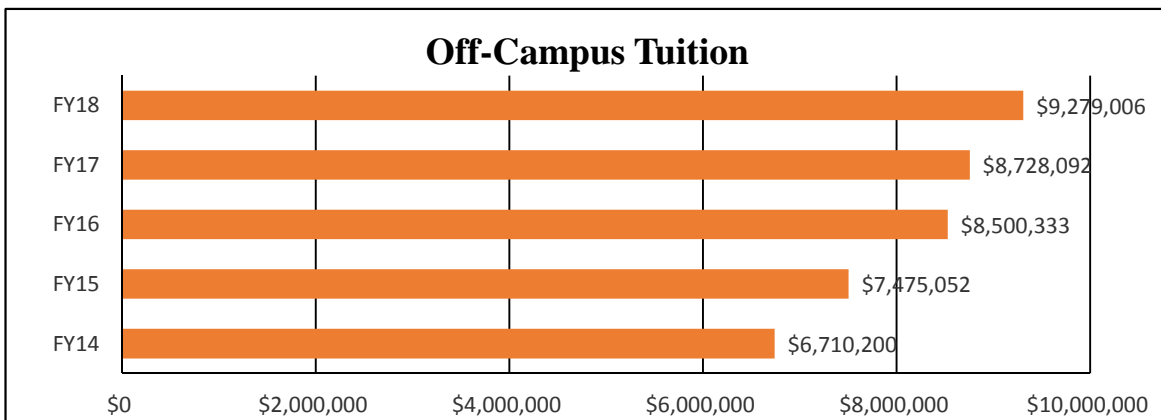
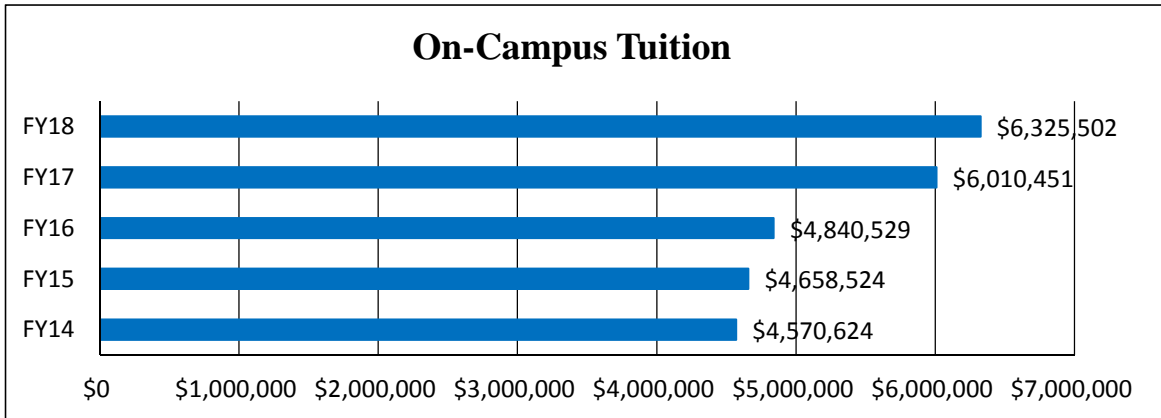
<b>Current Funds</b>	<b>FY14 Actual</b>	<b>FY15 Actual</b>	<b>FY16 Actual</b>	<b>FY17 Actual</b>	<b>FY18 Actual</b>
<b><u>State</u></b>					
State Appropriations	\$9,020,489	\$9,194,553	\$9,350,007	\$9,714,482	\$9,933,482
One-Time State Appropriations	\$205,025	\$226,329	\$376,866	\$91,780	\$0
State Grants & Contracts	\$1,069,493	\$1,023,201	\$1,230,704	\$1,381,065	\$6,603,327
State Financial Aid	\$208,963	\$237,184	\$243,468	\$275,060	\$389,784
<b>Subtotal State Funds</b>	<b>\$10,503,970</b>	<b>\$10,681,267</b>	<b>\$11,201,045</b>	<b>\$11,462,387</b>	<b>\$16,926,593</b>
<b><u>Federal</u></b>					
Federal Grants & Contracts	\$2,651,714	\$1,025,190	\$1,891,249	\$2,801,498	\$4,137,930
Federal Financial Aid	\$3,397,852	\$4,203,680	\$3,577,773	\$3,544,358	\$3,750,608
Federal Appropriations	\$0	\$0	\$0	\$0	\$0
<b>Subtotal Federal Funds</b>	<b>\$6,049,566</b>	<b>\$5,228,870</b>	<b>\$5,469,022</b>	<b>\$6,345,856</b>	<b>\$7,888,538</b>
<b><u>Other</u></b>					
On-Campus Tuition	\$4,570,624	\$4,658,524	\$4,840,529	\$6,010,451	\$6,325,502
Off-Campus Tuition	\$6,710,200	\$7,475,052	\$8,500,333	\$8,728,092	\$9,279,006
Student Fees	\$4,571,034	\$4,687,292	\$6,588,968	\$3,094,033	\$3,416,502
Room & Board	\$3,261,393	\$3,293,156	\$3,639,212	\$3,978,955	\$4,528,330
HEFF (Physical Plant Maintenance)	\$22,362	\$22,362	\$22,362	\$22,362	\$22,362
<b>Subtotal Student Revenue</b>	<b>\$19,135,613</b>	<b>\$20,136,386</b>	<b>\$23,591,404</b>	<b>\$21,833,893</b>	<b>\$23,571,702</b>
School and Public Lands	\$173,360	\$182,135	\$202,607	\$202,368	\$245,047
Other Grants & Contracts	\$249,041	\$253,645	\$176,567	\$179,416	\$70,200
Indirect Cost Recovery	\$577,580	\$344,193	\$421,063	\$477,436	\$719,323
Other Financial Aid	\$1,084,825	\$1,047,053	\$1,321,289	\$1,411,136	\$1,776,840
Sales & Service of Auxiliary Enterprises	\$891,384	\$849,497	\$857,069	\$955,419	\$868,878
Other Sales & Services	\$1,293,122	\$1,193,235	\$1,033,254	\$1,028,678	\$2,254,397
<b>Subtotal Other Funds</b>	<b>\$4,269,312</b>	<b>\$3,869,758</b>	<b>\$4,011,849</b>	<b>\$4,254,453</b>	<b>\$5,934,685</b>
<b>Total Other Funds</b>	<b>\$23,404,925</b>	<b>\$24,006,144</b>	<b>\$27,603,253</b>	<b>\$26,088,346</b>	<b>\$29,506,387</b>
Mandatory & Non-Mandatory Transfers to Plant & Loan Funds	\$883,878	\$940,949	\$1,246,029	\$1,565,642	\$1,967,630
<b>Total Current Funds Revenue</b>	<b>\$39,074,583</b>	<b>\$38,975,332</b>	<b>\$43,027,292</b>	<b>\$42,330,947</b>	<b>\$52,353,888</b>
<b><u>Plant Funds</u></b>	<b>\$630,970</b>	<b>\$955,879</b>	<b>\$319,486</b>	<b>\$368,344</b>	<b>\$2,706,000</b>
<b><u>Loan Funds</u></b>	<b>\$343,110</b>	<b>\$394,707</b>	<b>\$309,373</b>	<b>\$288,857</b>	<b>\$279,495</b>
<b>Total Current, Plant and Loan Funds Revenue</b>	<b>\$40,048,663</b>	<b>\$40,325,918</b>	<b>\$43,656,151</b>	<b>\$42,988,148</b>	<b>\$55,339,383</b>

Source: All information was provided by the campuses



# Dakota State University

## Revenue History

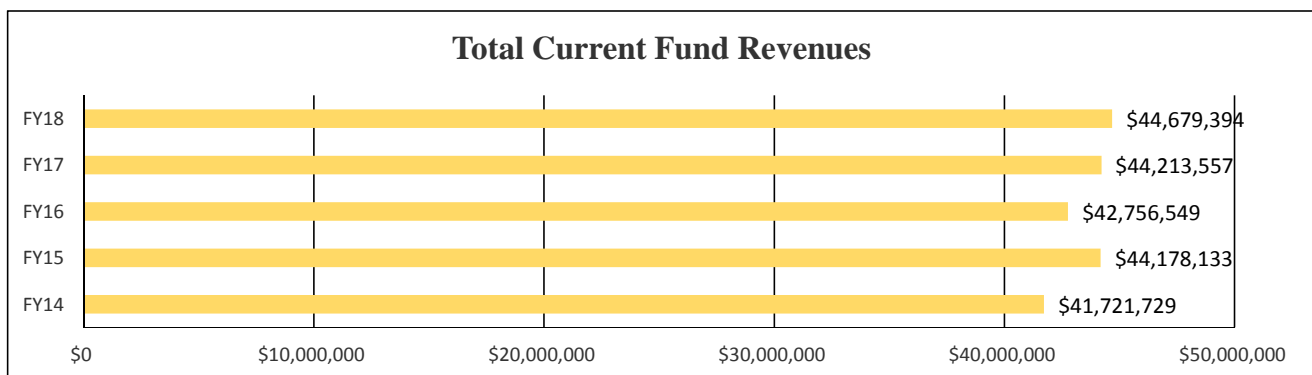


# Northern State University

## Total Revenue

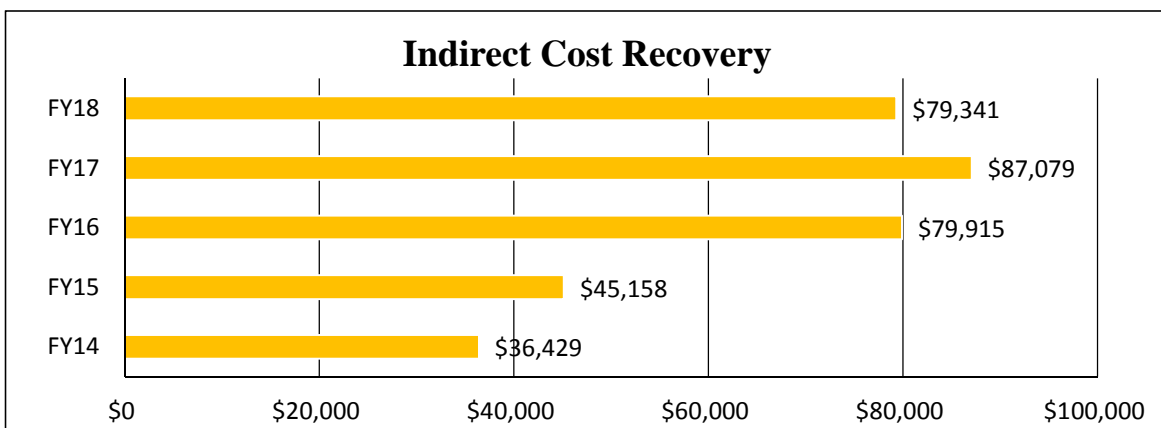
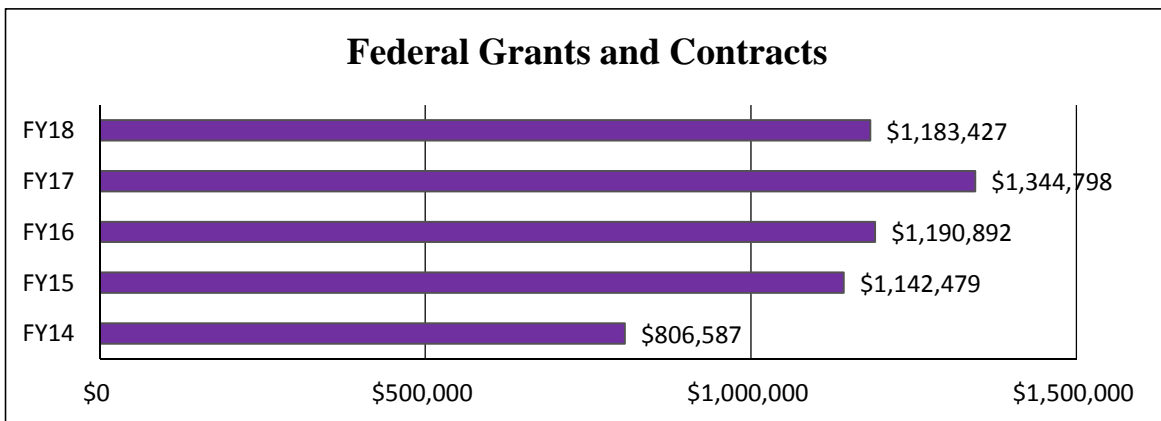
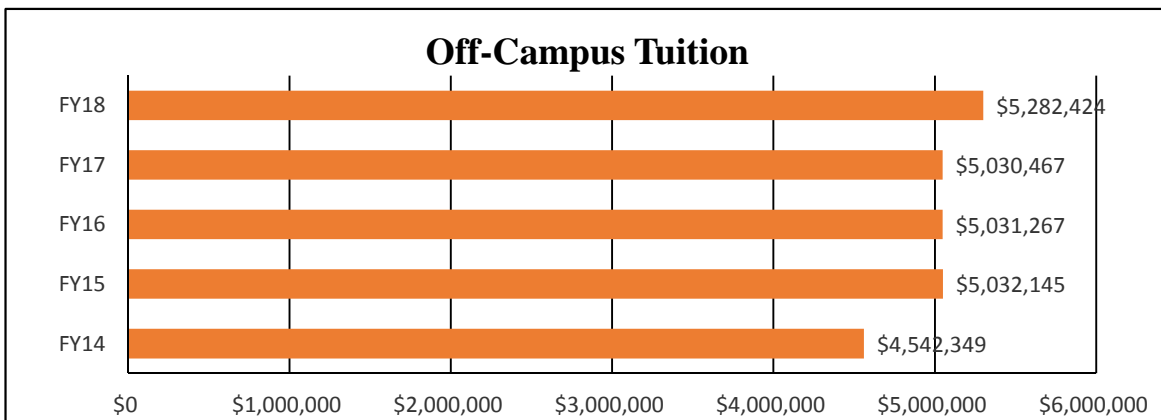
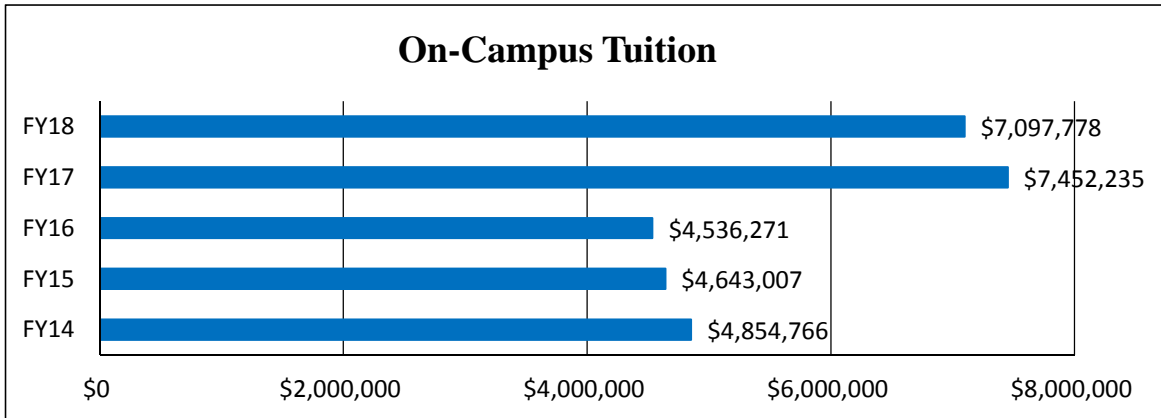
<b>Current Funds</b>	<b>FY14 Actual</b>	<b>FY15 Actual</b>	<b>FY16 Actual</b>	<b>FY17 Actual</b>	<b>FY18 Actual</b>
<b><u>State</u></b>					
State Appropriations	\$12,684,573	\$13,146,582	\$12,937,395	\$14,591,269	\$14,867,287
One-Time State Appropriations	\$0	\$0	\$0	\$0	\$0
State Grants & Contracts	\$294,067	\$1,469,854	\$71,492	\$152,949	\$123,215
State Financial Aid	\$412,171	\$368,268	\$405,556	\$365,481	\$297,993
<b>Subtotal State Funds</b>	<b>\$13,390,811</b>	<b>\$14,984,704</b>	<b>\$13,414,443</b>	<b>\$15,109,699</b>	<b>\$15,288,495</b>
<b><u>Federal</u></b>					
Federal Grants & Contracts	\$806,587	\$1,142,479	\$1,190,892	\$1,344,798	\$1,183,427
Federal Financial Aid	\$3,482,863	\$3,417,398	\$3,122,121	\$3,057,160	\$3,122,821
Federal Appropriations	\$0	\$0	\$0	\$0	\$0
<b>Subtotal Federal Funds</b>	<b>\$4,289,450</b>	<b>\$4,559,877</b>	<b>\$4,313,013</b>	<b>\$4,401,958</b>	<b>\$4,306,248</b>
<b><u>Other</u></b>					
On-Campus Tuition	\$4,854,766	\$4,643,007	\$4,536,271	\$7,452,235	\$7,097,778
Off-Campus Tuition	\$4,542,349	\$5,032,145	\$5,031,267	\$5,030,467	\$5,282,424
Student Fees	\$5,398,456	\$5,120,898	\$5,153,505	\$1,768,356	\$1,957,381
Room & Board	\$4,208,590	\$4,077,316	\$3,798,937	\$3,847,360	\$4,574,930
HEFF (Physical Plant Maintenance)	\$36,293	\$36,293	\$36,293	\$36,293	\$36,293
<b>Subtotal Student Revenue</b>	<b>\$19,040,454</b>	<b>\$18,909,659</b>	<b>\$18,556,273</b>	<b>\$18,134,711</b>	<b>\$18,948,806</b>
School and Public Lands	\$185,393	\$183,393	\$183,393	\$183,393	\$207,516
Other Grants & Contracts	\$412,835	\$549,532	\$732,741	\$1,040,840	\$524,730
Indirect Cost Recovery	\$36,429	\$45,158	\$79,915	\$87,079	\$79,341
Other Financial Aid	\$2,367,445	\$2,493,055	\$2,614,663	\$2,825,193	\$3,021,326
Sales & Service of Auxiliary Enterprises	\$1,775,452	\$1,851,028	\$1,566,991	\$1,465,999	\$1,360,794
Other Sales & Services	\$1,918,908	\$2,125,656	\$2,298,621	\$2,412,762	\$2,673,079
<b>Subtotal Other Funds</b>	<b>\$6,696,462</b>	<b>\$7,247,822</b>	<b>\$7,476,324</b>	<b>\$8,015,266</b>	<b>\$7,866,786</b>
<b>Total Other Funds</b>	<b>\$25,736,916</b>	<b>\$26,157,481</b>	<b>\$26,032,597</b>	<b>\$26,149,977</b>	<b>\$26,815,592</b>
Mandatory & Non-Mandatory Transfers to Plant & Loan Funds	\$1,695,448	\$1,523,929	\$1,003,504	\$1,448,077	\$1,730,941
<b>Total Current Funds Revenue</b>	<b>\$41,721,729</b>	<b>\$44,178,133</b>	<b>\$42,756,549</b>	<b>\$44,213,557</b>	<b>\$44,679,394</b>
<b><u>Plant Funds</u></b>	\$2,537,571	\$3,120,868	\$11,087,138	\$11,534,962	\$26,455,872
<b><u>Loan Funds</u></b>	\$708,898	\$734,260	\$669,663	\$643,823	\$659,097
<b>Total Current, Plant and Loan Funds Revenue</b>	<b>\$44,968,198</b>	<b>\$48,033,261</b>	<b>\$54,513,350</b>	<b>\$56,392,342</b>	<b>\$71,794,363</b>

Source: All information was provided by the campuses



# Northern State University

## Revenue History

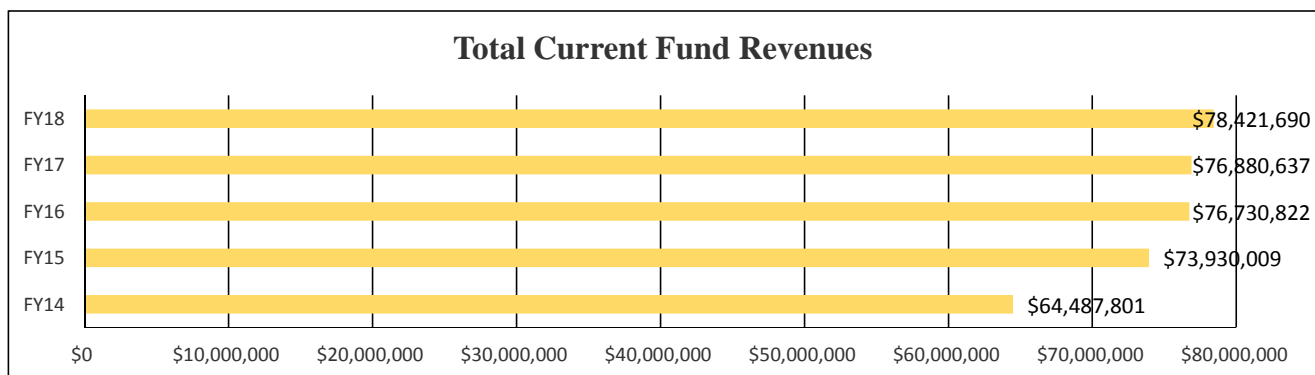


## South Dakota School of Mines & Technology

### Total Revenue

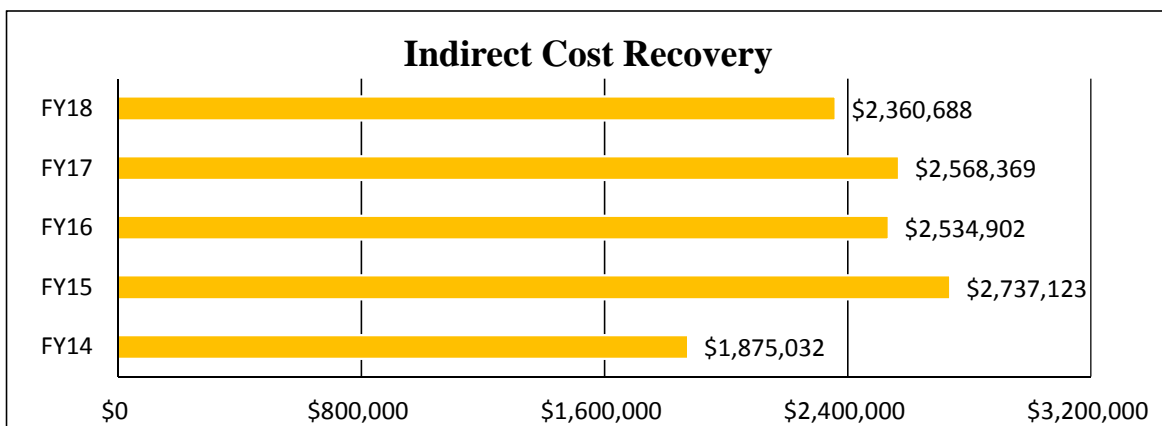
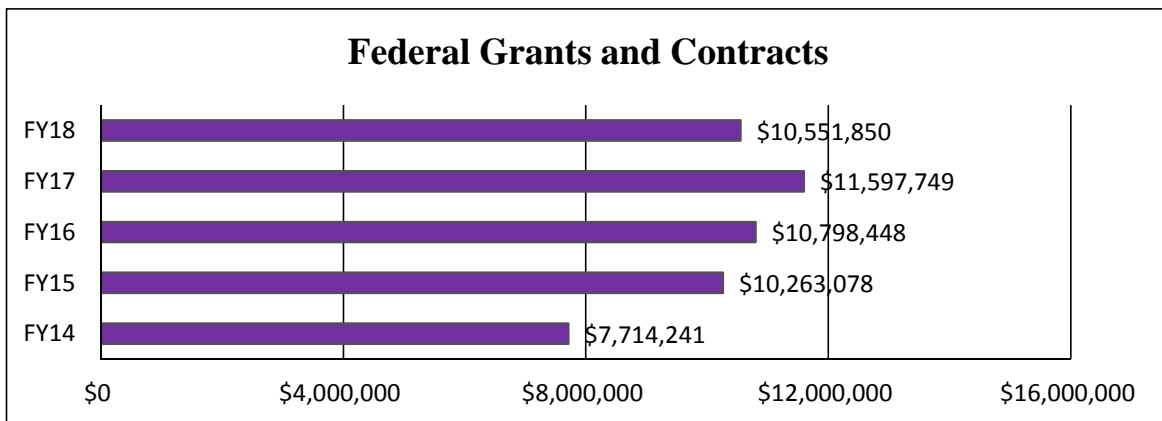
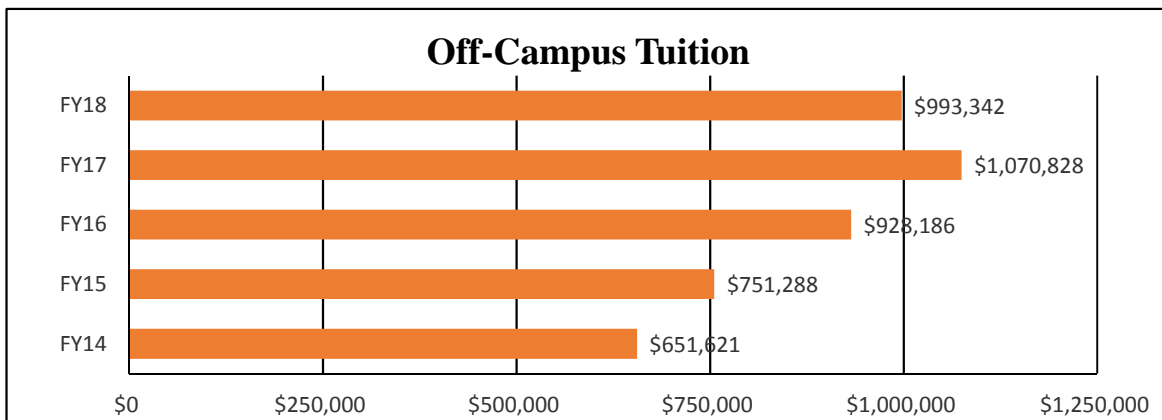
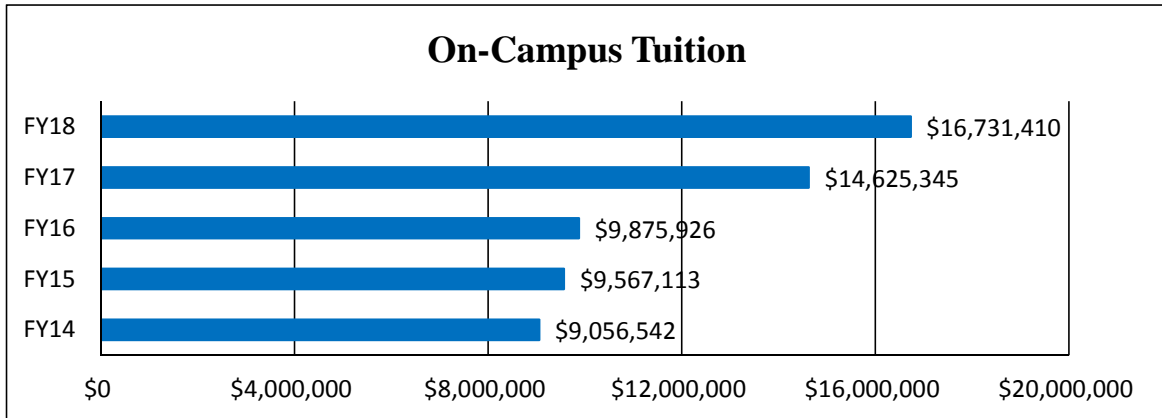
<b>Current Funds</b>	<b>FY14 Actual</b>	<b>FY15 Actual</b>	<b>FY16 Actual</b>	<b>FY17 Actual</b>	<b>FY18 Actual</b>
<b><u>State</u></b>					
State Appropriations	\$15,378,555	\$16,585,907	\$16,414,052	\$16,686,095	\$16,973,821
One-Time State Appropriations	\$1,128,055	\$462,396	\$0	\$0	\$0
State Grants & Contracts	\$1,664,060	\$2,107,387	\$2,481,693	\$2,174,187	\$1,882,626
State Financial Aid	\$410,423	\$492,141	\$615,577	\$799,787	\$860,825
<b>Subtotal State Funds</b>	<b>\$18,581,093</b>	<b>\$19,647,831</b>	<b>\$19,511,322</b>	<b>\$19,660,069</b>	<b>\$19,717,272</b>
<b><u>Federal</u></b>					
Federal Grants & Contracts	\$7,714,241	\$10,263,078	\$10,798,448	\$11,597,749	\$10,551,850
Federal Financial Aid	\$2,679,548	\$2,875,581	\$2,664,212	\$2,488,825	\$2,042,896
Federal Appropriations	\$0	\$0	\$0	\$0	\$0
<b>Subtotal Federal Funds</b>	<b>\$10,393,789</b>	<b>\$13,138,659</b>	<b>\$13,462,660</b>	<b>\$14,086,574</b>	<b>\$12,594,746</b>
<b><u>Other</u></b>					
On-Campus Tuition	\$9,056,542	\$9,567,113	\$9,875,926	\$14,625,345	\$16,731,410
Off-Campus Tuition	\$651,621	\$751,288	\$928,186	\$1,070,828	\$993,342
Student Fees	\$13,755,244	\$15,349,583	\$16,905,329	\$10,258,867	\$9,989,348
Room & Board	\$5,026,080	\$5,706,772	\$7,010,761	\$6,850,927	\$9,147,331
HEFF (Physical Plant Maintenance)	\$34,093	\$34,093	\$34,093	\$34,093	\$34,093
<b>Subtotal Student Revenue</b>	<b>\$28,523,580</b>	<b>\$31,408,849</b>	<b>\$34,754,295</b>	<b>\$32,840,060</b>	<b>\$36,895,524</b>
School and Public Lands	\$121,523	\$136,604	\$133,022	\$133,022	\$133,022
Other Grants & Contracts	\$370,243	\$1,817,744	\$823,532	\$1,134,386	\$1,233,614
Indirect Cost Recovery	\$1,875,032	\$2,737,123	\$2,534,902	\$2,568,369	\$2,360,688
Other Financial Aid	\$2,987,229	\$3,242,535	\$3,013,163	\$4,535,293	\$3,984,030
Sales & Service of Auxiliary Enterprises	\$2,321,727	\$2,863,442	\$1,488,542	\$1,825,389	\$6,831
Other Sales & Services	\$1,816,197	\$1,706,640	\$4,201,139	\$2,613,055	\$2,638,623
<b>Subtotal Other Funds</b>	<b>\$9,491,951</b>	<b>\$12,504,088</b>	<b>\$12,194,300</b>	<b>\$12,809,514</b>	<b>\$10,356,808</b>
<b>Total Other Funds</b>	<b>\$38,015,531</b>	<b>\$43,912,937</b>	<b>\$46,948,595</b>	<b>\$45,649,574</b>	<b>\$47,252,332</b>
Mandatory & Non-Mandatory Transfers to Plant & Loan Funds	\$2,502,612	\$2,769,418	\$3,191,755	\$2,515,580	\$1,142,660
<b>Total Current Funds Revenue</b>	<b>\$64,487,801</b>	<b>\$73,930,009</b>	<b>\$76,730,822</b>	<b>\$76,880,637</b>	<b>\$78,421,690</b>
<b><u>Plant Funds</u></b>	<b>\$468,650</b>	<b>\$592,746</b>	<b>\$576,700</b>	<b>\$770,372</b>	<b>\$1,926,522</b>
<b><u>Loan Funds</u></b>	<b>\$43,670</b>	<b>\$41,182</b>	<b>\$47,906</b>	<b>\$47,147</b>	<b>\$53,690</b>
<b>Total Current, Plant and Loan Funds Revenue</b>	<b>\$65,000,121</b>	<b>\$74,563,937</b>	<b>\$77,355,428</b>	<b>\$77,698,156</b>	<b>\$80,401,902</b>

Source: All information was provided by the campuses



# South Dakota School of Mines and Technology

## Revenue History



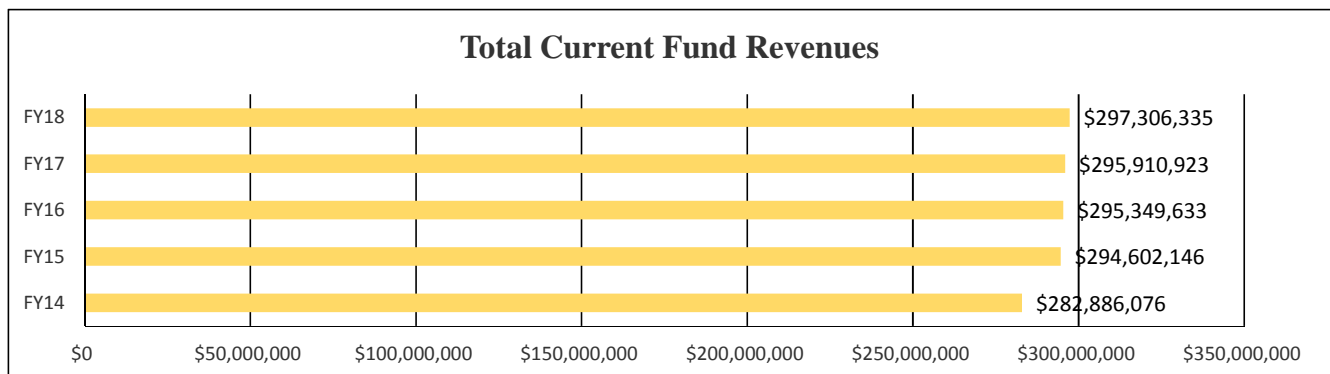


# South Dakota State University / AES/ Extension

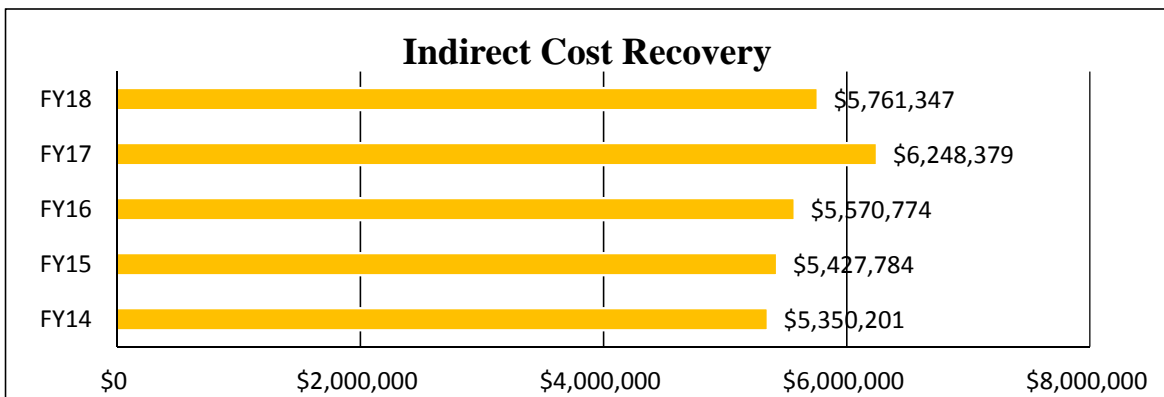
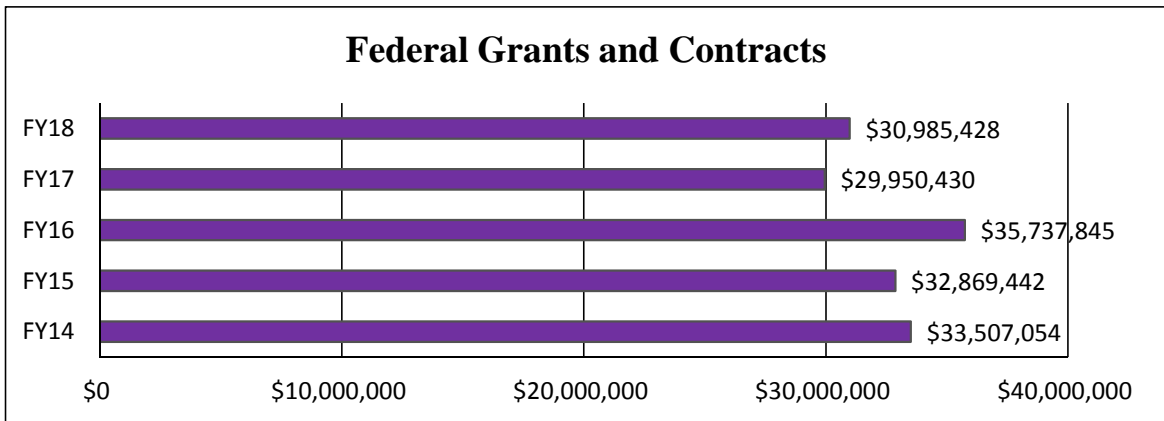
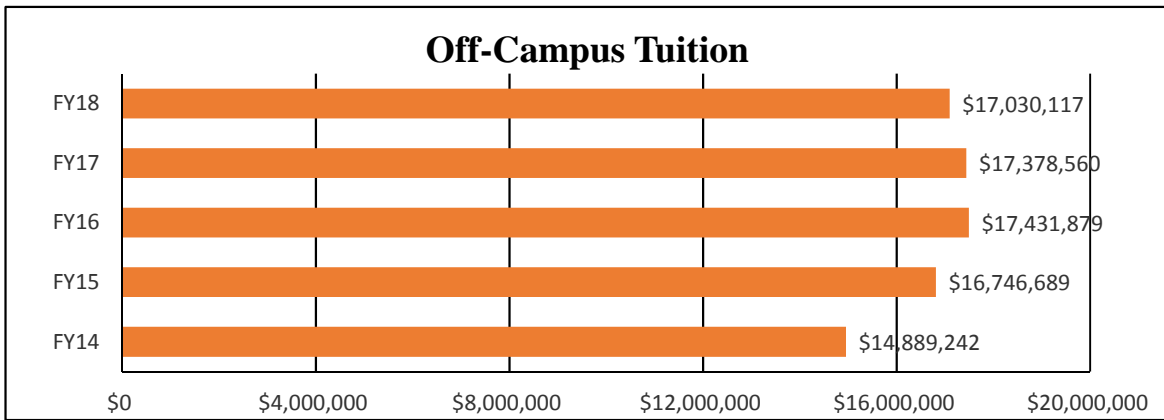
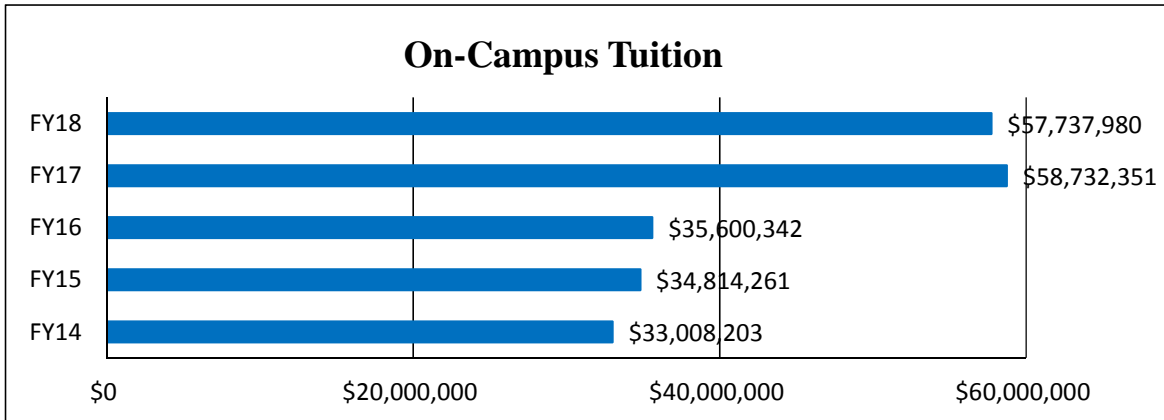
## Total Revenue

<b>Current Funds</b>	<b>FY14 Actual</b>	<b>FY15 Actual</b>	<b>FY16 Actual</b>	<b>FY17 Actual</b>	<b>FY18 Actual</b>
<b><u>State</u></b>					
State Appropriations	\$63,438,052	\$64,508,403	\$66,298,703	\$67,059,013	\$68,375,391
One-Time State Appropriations	\$0	\$0	\$0	\$0	\$0
State Grants & Contracts	\$3,889,910	\$3,272,542	\$5,197,318	\$4,891,490	\$4,361,117
State Financial Aid	\$2,044,287	\$2,253,694	\$2,455,380	\$2,474,360	\$2,556,849
<b>Subtotal State Funds</b>	<b>\$69,372,249</b>	<b>\$70,034,639</b>	<b>\$73,951,401</b>	<b>\$74,424,863</b>	<b>\$75,293,357</b>
<b><u>Federal</u></b>					
Federal Grants & Contracts	\$33,507,054	\$32,869,442	\$35,737,845	\$29,950,430	\$30,985,428
Federal Financial Aid	\$12,955,530	\$12,485,322	\$10,752,807	\$10,392,738	\$11,936,638
Federal Appropriations	\$6,891,176	\$10,033,781	\$5,069,471	\$3,727,799	\$7,573,252
<b>Subtotal Federal Funds</b>	<b>\$53,353,760</b>	<b>\$55,388,545</b>	<b>\$51,560,123</b>	<b>\$44,070,967</b>	<b>\$50,495,318</b>
<b><u>Other</u></b>					
On-Campus Tuition	\$33,008,203	\$34,814,261	\$35,600,342	\$58,732,351	\$57,737,980
Off-Campus Tuition	\$14,889,242	\$16,746,689	\$17,431,879	\$17,378,560	\$17,030,117
Student Fees	\$41,858,249	\$44,695,978	\$47,702,750	\$26,181,664	\$28,127,636
Room & Board	\$26,100,253	\$27,804,671	\$27,982,997	\$30,167,275	\$29,654,355
HEFF (Physical Plant Maintenance)	\$131,975	\$131,975	\$131,975	\$131,975	\$131,975
<b>Subtotal Student Revenue</b>	<b>\$115,987,922</b>	<b>\$124,193,574</b>	<b>\$128,849,943</b>	<b>\$132,591,825</b>	<b>\$132,682,063</b>
School and Public Lands	\$616,909	\$612,291	\$706,442	\$788,724	\$834,374
Other Grants & Contracts	\$10,225,933	\$10,979,643	\$10,817,960	\$10,291,326	\$12,217,822
Indirect Cost Recovery	\$5,350,201	\$5,427,784	\$5,570,774	\$6,248,379	\$5,761,347
Other Financial Aid	\$3,648,867	\$3,933,027	\$3,850,939	\$4,523,179	\$4,799,025
Sales & Service of Auxiliary Enterprises	\$9,704,536	\$9,504,172	\$9,897,461	\$9,620,619	\$9,905,402
Other Sales & Services	\$28,049,961	\$27,611,834	\$29,449,272	\$33,631,385	\$30,857,609
Pesticide Application Fee	\$466,803	\$434,639	\$1,057,323	\$373,754	\$497,342
Endo/Ecto Parasiticide Tax	\$250,000	\$250,000	\$250,000	\$250,000	\$250,000
BAB Subsidy	\$558,811	\$551,057	\$538,647	\$524,107	\$272,767
<b>Subtotal Other Funds</b>	<b>\$58,872,021</b>	<b>\$59,304,447</b>	<b>\$62,138,818</b>	<b>\$66,251,473</b>	<b>\$65,395,688</b>
<b>Total Other Funds</b>	<b>\$174,859,943</b>	<b>\$183,498,021</b>	<b>\$190,988,761</b>	<b>\$198,843,298</b>	<b>\$198,077,751</b>
Mandatory & Non-Mandatory Transfers to Plant & Loan Funds	\$14,699,876	\$14,319,059	\$21,150,652	\$21,428,205	\$26,560,091
<b>Total Current Funds Revenue</b>	<b>\$282,886,076</b>	<b>\$294,602,146</b>	<b>\$295,349,633</b>	<b>\$295,910,923</b>	<b>\$297,306,335</b>
<b><u>Plant Funds</u></b>	<b>\$37,038,354</b>	<b>\$28,832,456</b>	<b>\$62,371,610</b>	<b>\$46,442,635</b>	<b>\$49,527,288</b>
<b><u>Loan Funds</u></b>	<b>\$2,247,245</b>	<b>\$2,374,152</b>	<b>\$2,442,668</b>	<b>\$2,180,074</b>	<b>\$2,095,005</b>
<b>Total Current, Plant and Loan Funds Revenue</b>	<b>\$322,171,675</b>	<b>\$325,808,754</b>	<b>\$360,163,911</b>	<b>\$344,533,632</b>	<b>\$348,928,628</b>

Source: All information was provided by the campuses



# South Dakota State University/AES/Extension Revenue History

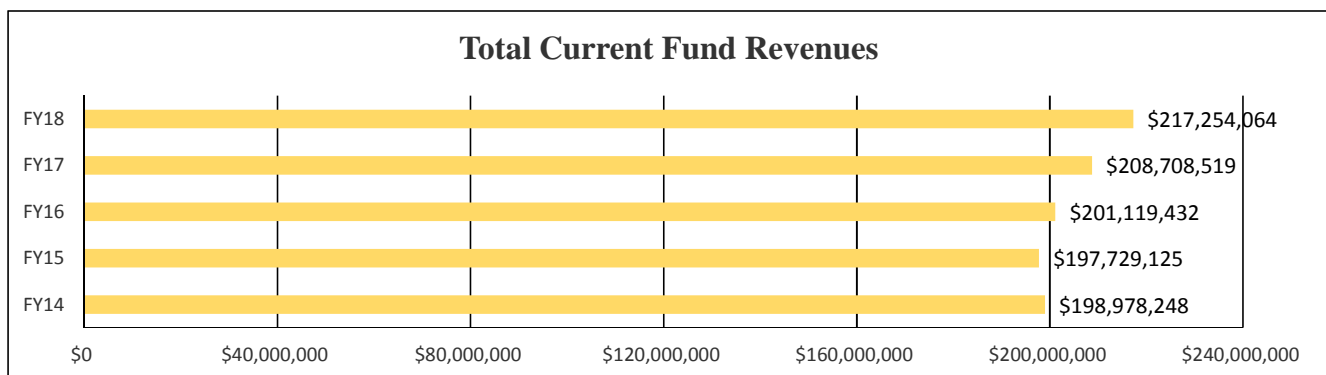


# University of South Dakota & Sanford School of Medicine

## Total Revenue

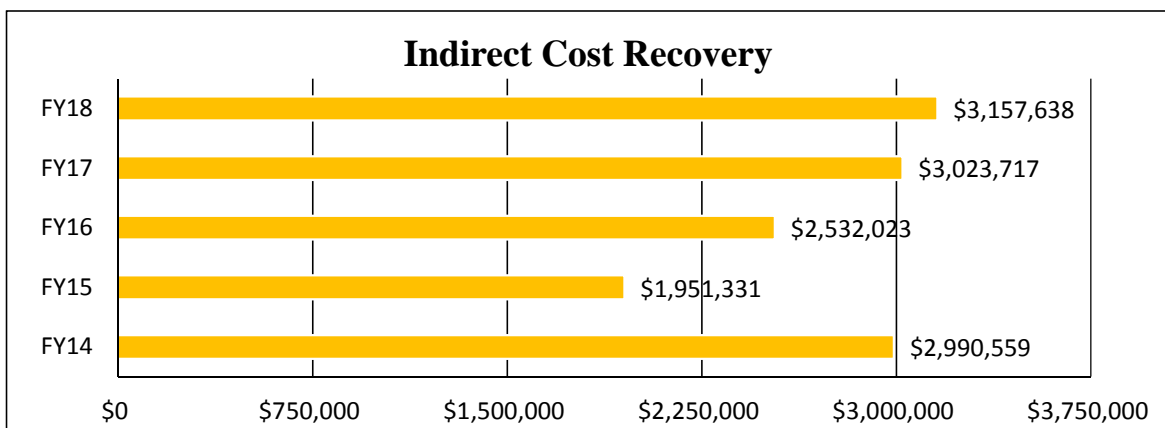
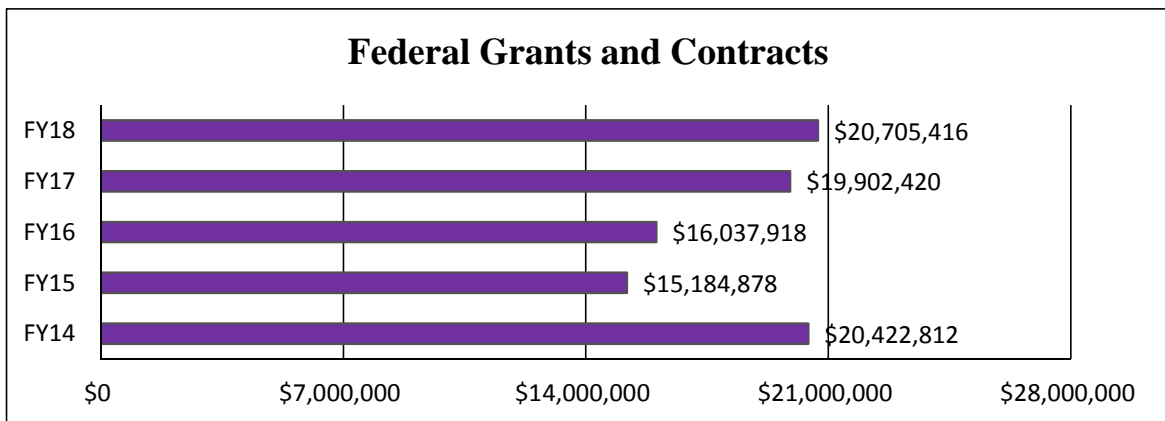
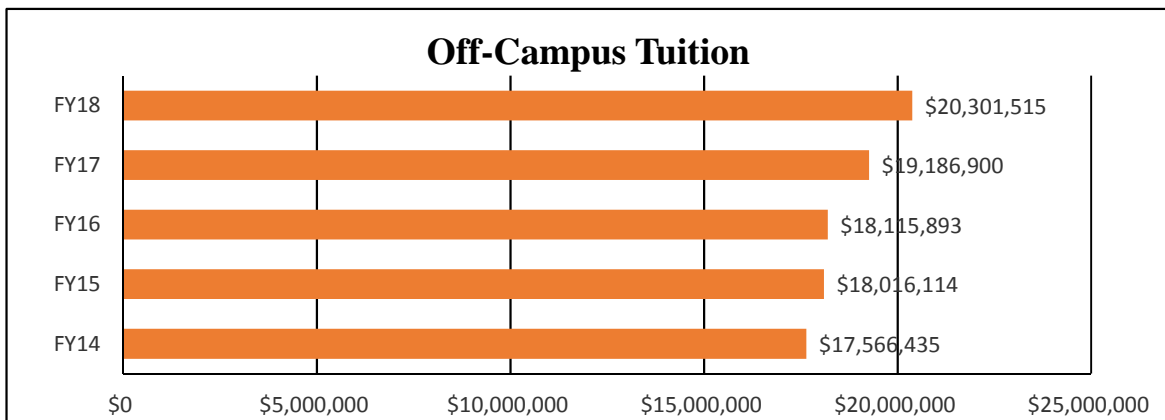
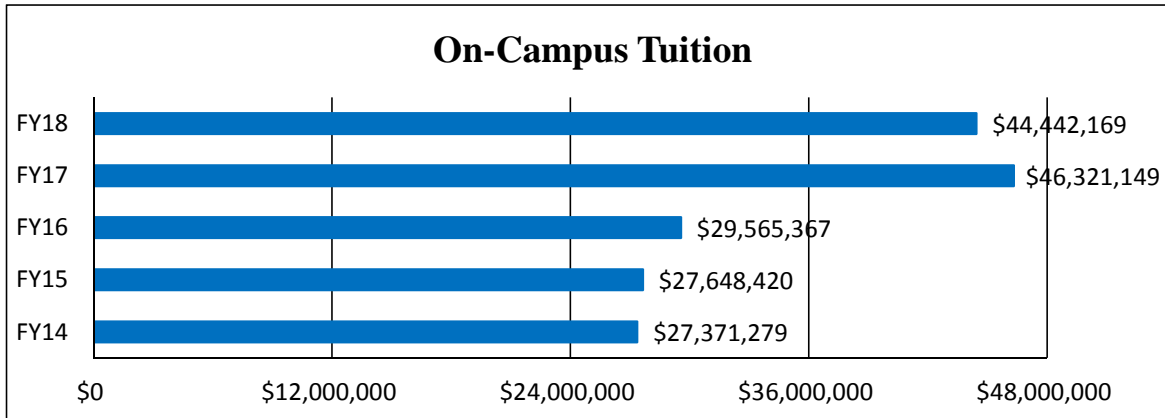
<b>Current Funds</b>	<b>FY14 Actual</b>	<b>FY15 Actual</b>	<b>FY16 Actual</b>	<b>FY17 Actual</b>	<b>FY18 Actual</b>
<b><u>State</u></b>					
State Appropriations	\$54,783,406	\$57,170,089	\$56,888,712	\$59,035,318	\$60,116,686
One-Time State Appropriations	\$0	\$1,000,000	\$0	\$0	\$700,550
State Grants & Contracts	\$3,049,735	\$1,386,604	\$2,518,808	\$2,153,524	\$2,979,272
State Financial Aid	\$1,220,951	\$1,257,643	\$1,301,221	\$1,357,197	\$1,436,221
<b>Subtotal State Funds</b>	<b>\$59,054,092</b>	<b>\$60,814,336</b>	<b>\$60,708,741</b>	<b>\$62,546,039</b>	<b>\$65,232,729</b>
<b><u>Federal</u></b>					
Federal Grants & Contracts	\$20,422,812	\$15,184,878	\$16,037,918	\$19,902,420	\$20,705,416
Federal Financial Aid	\$9,200,665	\$9,009,795	\$8,639,423	\$7,956,028	\$8,439,783
Federal Appropriations	\$33,461	\$0	\$0	\$0	\$0
<b>Subtotal Federal Funds</b>	<b>\$29,656,938</b>	<b>\$24,194,673</b>	<b>\$24,677,341</b>	<b>\$27,858,448</b>	<b>\$29,145,199</b>
<b><u>Other</u></b>					
On-Campus Tuition	\$27,371,279	\$27,648,420	\$29,565,367	\$46,321,149	\$44,442,169
Off-Campus Tuition	\$17,566,435	\$18,016,114	\$18,115,893	\$19,186,900	\$20,301,515
Student Fees	\$24,941,537	\$25,130,196	\$26,738,495	\$11,199,684	\$13,313,503
Room & Board	\$14,886,347	\$16,484,633	\$16,874,970	\$17,009,649	\$17,566,236
HEFF (Physical Plant Maintenance)	\$87,983	\$87,983	\$87,983	\$87,983	\$87,983
<b>Subtotal Student Revenue</b>	<b>\$84,853,581</b>	<b>\$87,367,346</b>	<b>\$91,382,708</b>	<b>\$93,805,365</b>	<b>\$95,711,406</b>
School and Public Lands	\$236,041	\$236,041	\$236,041	\$236,041	\$236,041
Other Grants & Contracts	\$3,198,868	\$1,852,821	\$2,521,799	\$3,228,833	\$2,938,455
Indirect Cost Recovery	\$2,990,559	\$1,951,331	\$2,532,023	\$3,023,717	\$3,157,638
Other Financial Aid	\$8,115,369	\$9,720,968	\$9,817,945	\$9,805,495	\$10,525,112
Sales & Service of Auxiliary Enterprises	\$487,549	\$528,421	\$586,767	\$804,635	\$828,157
Other Sales & Services	\$14,253,658	\$14,184,185	\$14,287,272	\$14,794,236	\$16,212,807
<b>Subtotal Other Funds</b>	<b>\$29,282,044</b>	<b>\$28,473,767</b>	<b>\$29,981,847</b>	<b>\$31,892,957</b>	<b>\$33,898,210</b>
<b>Total Other Funds</b>	<b>\$114,135,625</b>	<b>\$115,841,113</b>	<b>\$121,364,555</b>	<b>\$125,698,322</b>	<b>\$129,609,616</b>
Mandatory & Non-Mandatory Transfers to Plant & Loan Funds	\$3,868,407	\$3,120,997	\$5,631,205	\$7,394,290	\$6,733,480
<b>Total Current Funds Revenue</b>	<b>\$198,978,248</b>	<b>\$197,729,125</b>	<b>\$201,119,432</b>	<b>\$208,708,519</b>	<b>\$217,254,064</b>
<b><u>Plant Funds</u></b>	<b>\$1,928,432</b>	<b>\$6,948,770</b>	<b>\$14,524,112</b>	<b>\$11,833,688</b>	<b>\$5,775,961</b>
<b><u>Loan Funds</u></b>	<b>\$1,648,468</b>	<b>\$2,572,475</b>	<b>\$2,588,428</b>	<b>\$3,087,218</b>	<b>\$1,866,289</b>
<b>Total Current, Plant and Loan Funds Revenue</b>	<b>\$202,555,148</b>	<b>\$207,250,370</b>	<b>\$218,231,972</b>	<b>\$223,629,425</b>	<b>\$224,896,314</b>

Source: All information was provided by the campuses



# University of South Dakota & Sanford School of Medicine

## Revenue History



## **Annual Financial Assessment Unrestricted Fund Expenditures**

The graphs on the following pages demonstrate the expenditure trends by unrestricted fund sources. These fund sources are defined as:

- **On-Campus Tuition:** These are expenditures out of funds that are labeled as On-Campus Tuition funds.
- **Off-Campus Tuition:** These are expenditures out of funds that are labeled as Off-Campus Tuition Funds.
- **Facilities & Administrative Funds:** These are funds also known as Grants Overhead.
- **Sales & Enterprises:** These are the kinds of funds that we would consider General Sales & Service. These are funds used for camps, student trips, club and organization fees, fines, services that are billed to outside entities, etc.
- **Student Fees:** These are all fees charged to students.
- **Total Unrestricted:** This includes all funds determined to be discretionary in nature except for general funds.

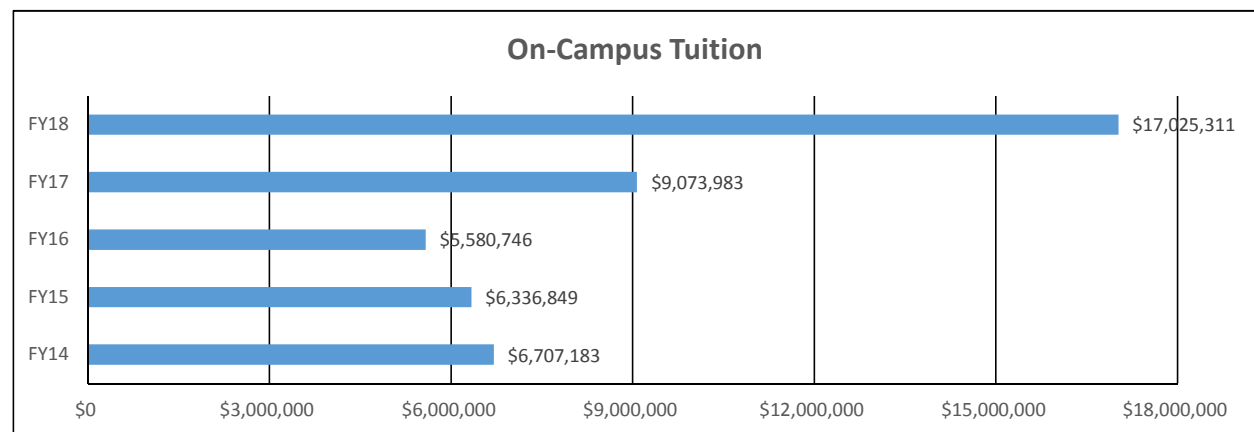
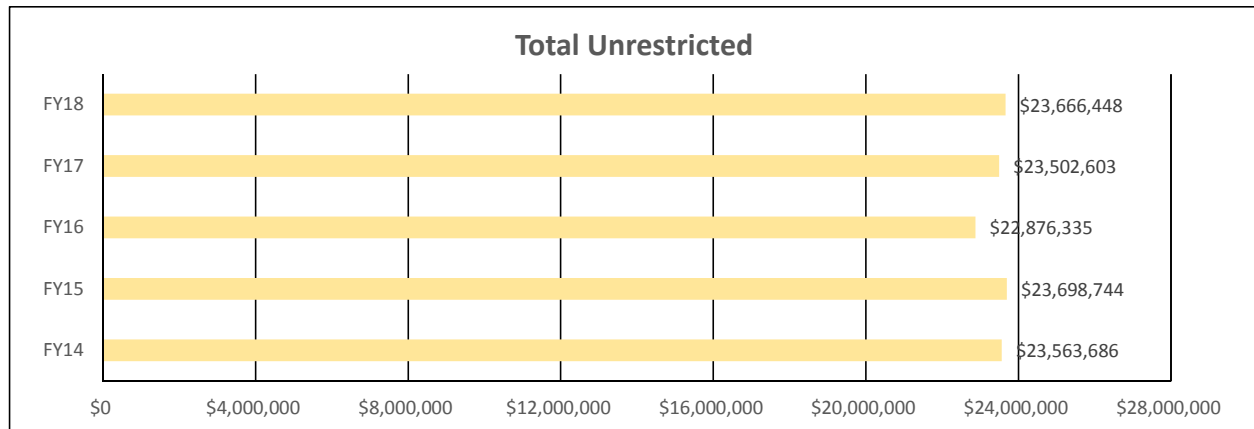
The “unrestricted” or discretionary funds of the universities represent the funds that are used to meet strategic goals. Declines in unrestricted fund expenditures usually indicates declines in revenue, increasing expenditure levels, or cash management strategies in play. Total unrestricted expenditures are provided for the last five years.

# **Black Hills State University** **Expenditures by Unrestricted Fund Source**

	FY14	FY15	FY16	FY17	FY18
On-Campus Tuition	\$6,707,183	\$6,336,849	\$5,580,746	\$9,073,983	\$17,025,311
Off-Campus Tuition	\$8,501,076	\$10,536,040	\$10,812,145	\$11,122,680	\$4,101,410
Facilities and Administration	\$391,194	\$476,311	\$457,166	\$343,840	\$328,414
Sales and Enterprises	\$2,521,251	\$1,165,507	\$1,107,263	\$1,716,490	\$1,374,654
Student Fees*	\$5,442,982	\$5,184,037	\$4,919,015	\$1,245,610	\$836,659
Total Unrestricted	\$23,563,686	\$23,698,744	\$22,876,335	\$23,502,603	\$23,666,448

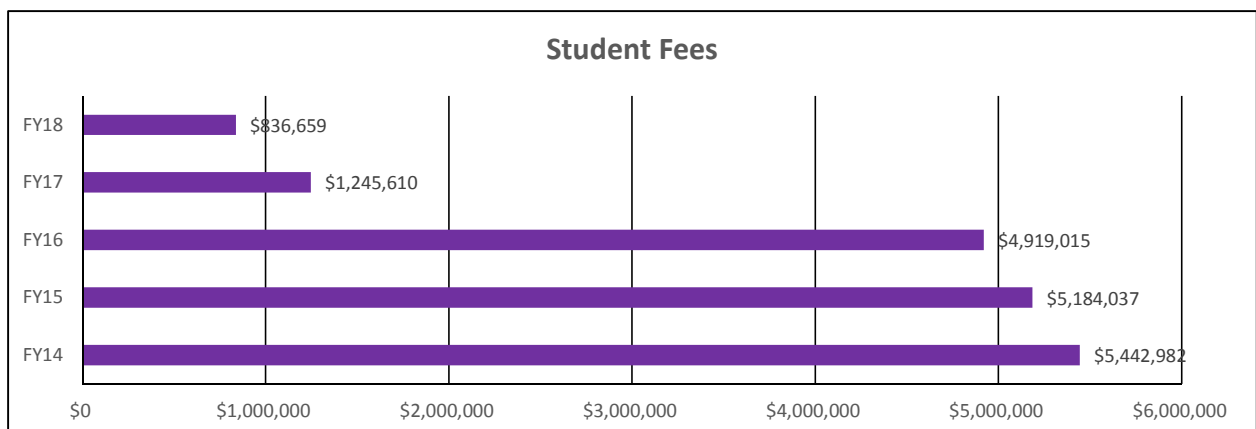
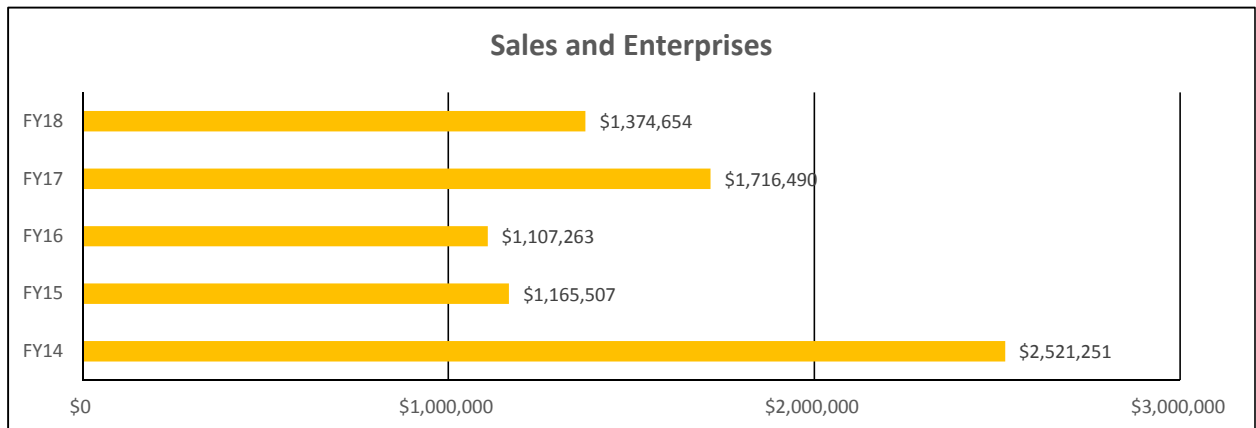
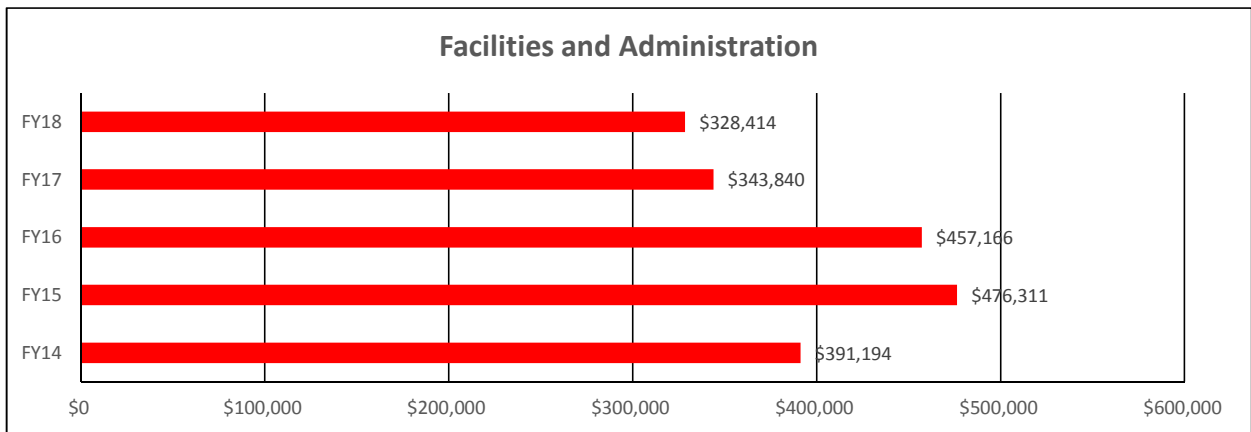
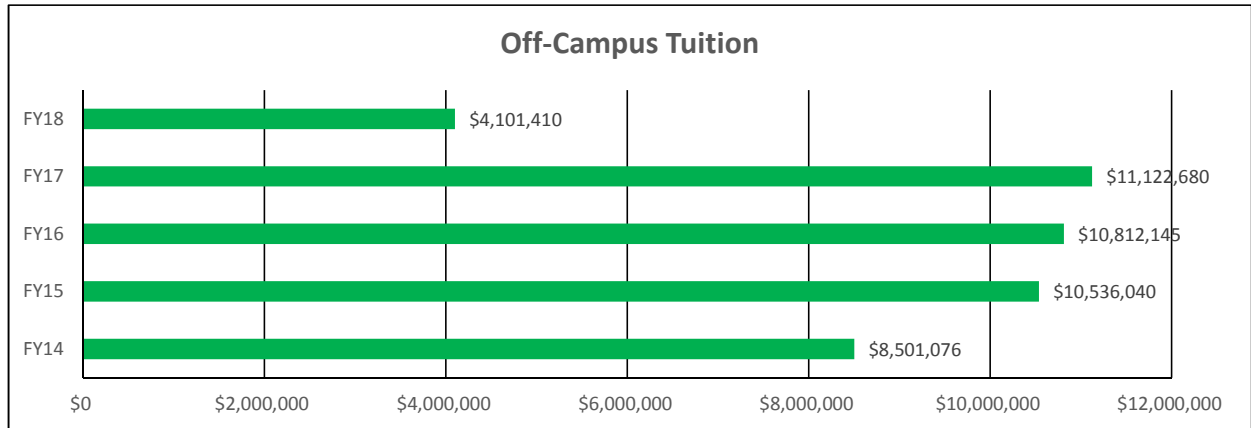
\* Does not include expenditures for the Auxiliary System.

Note: in FY18 BHSU paid all tuition administrative expenditures from On-Campus and transferred the appropriate funds from Off-Campus to cover that fund source's share of the expenditures.



# Black Hills State University

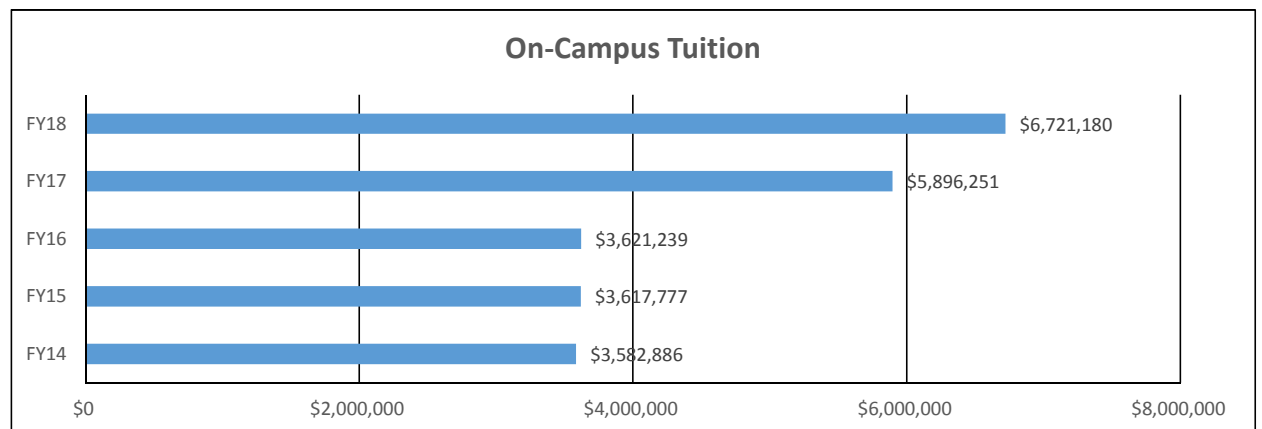
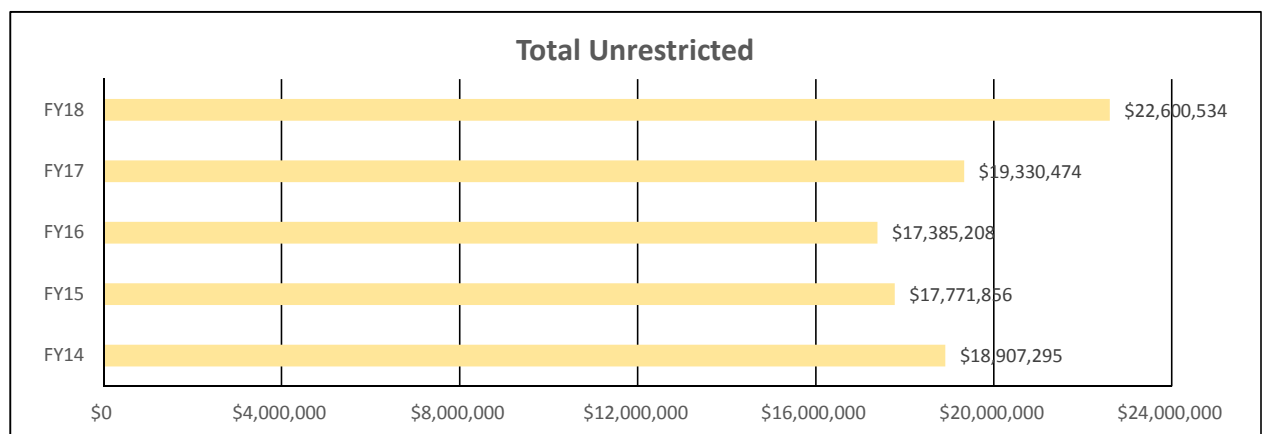
## Expenditures by Unrestricted Fund Source



## Dakota State University Expenditures by Unrestricted Fund Source

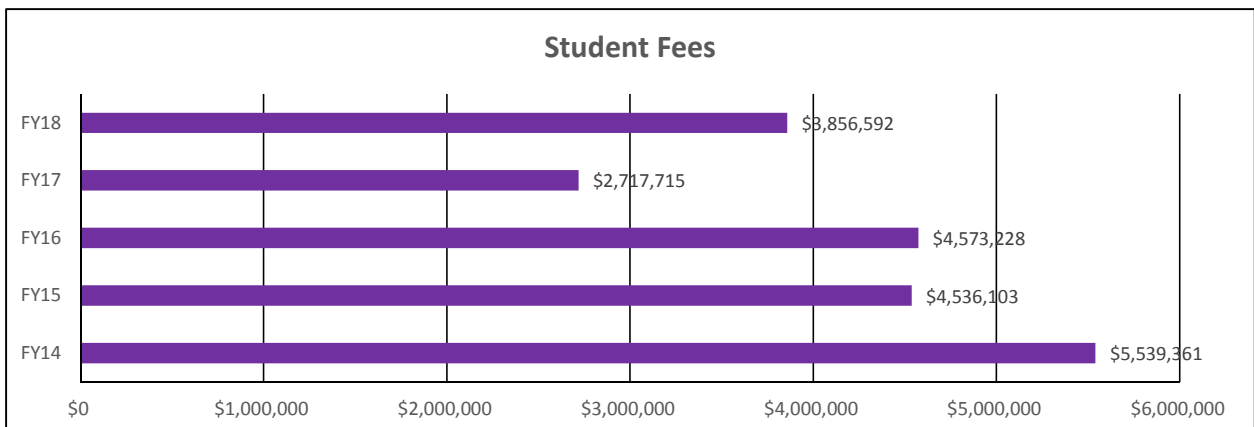
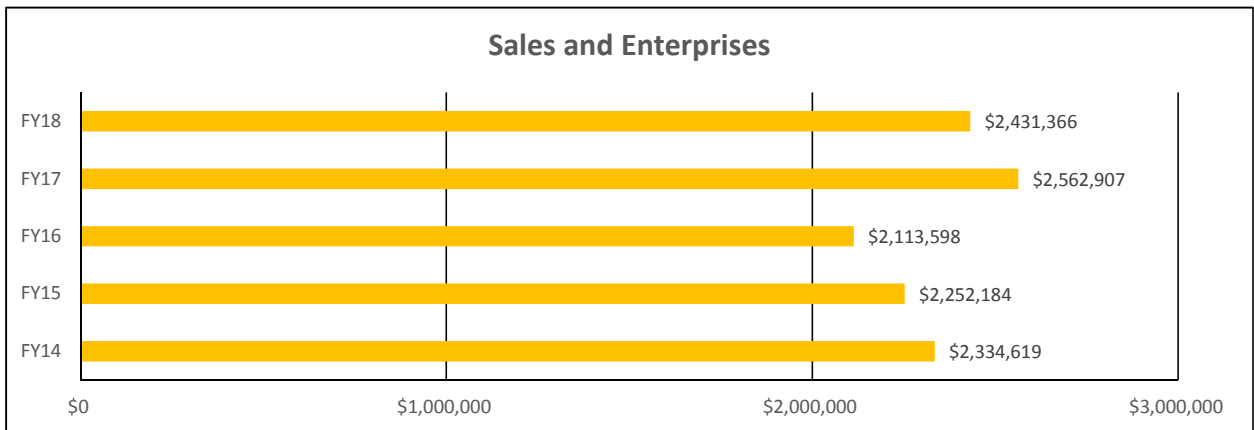
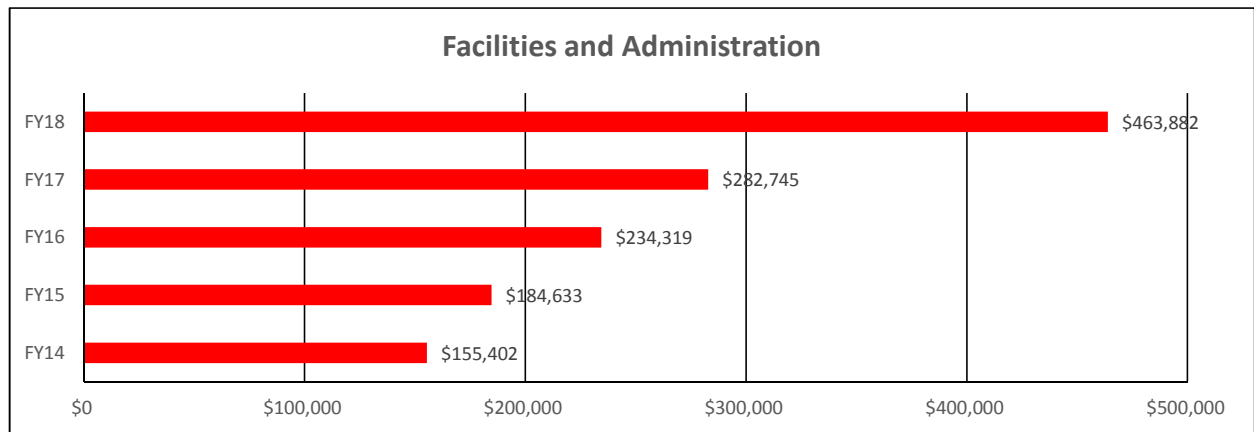
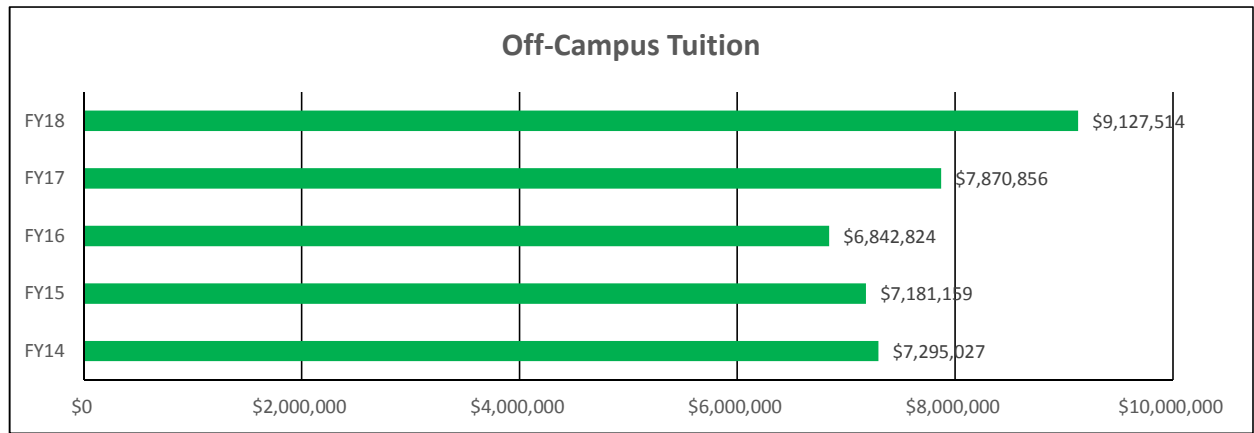
	FY14	FY15	FY16	FY17	FY18
On-Campus Tuition	\$3,582,886	\$3,617,777	\$3,621,239	\$5,896,251	\$6,721,180
Off-Campus Tuition	\$7,295,027	\$7,181,159	\$6,842,824	\$7,870,856	\$9,127,514
Facilities and Administration	\$155,402	\$184,633	\$234,319	\$282,745	\$463,882
Sales and Enterprises	\$2,334,619	\$2,252,184	\$2,113,598	\$2,562,907	\$2,431,366
Student Fees*	\$5,539,361	\$4,536,103	\$4,573,228	\$2,717,715	\$3,856,592
<b>Total Unrestricted</b>	<b>\$18,907,295</b>	<b>\$17,771,856</b>	<b>\$17,385,208</b>	<b>\$19,330,474</b>	<b>\$22,600,534</b>

\* Does not include expenditures for the Auxiliary System.





# Dakota State University Expenditures by Unrestricted Fund Source

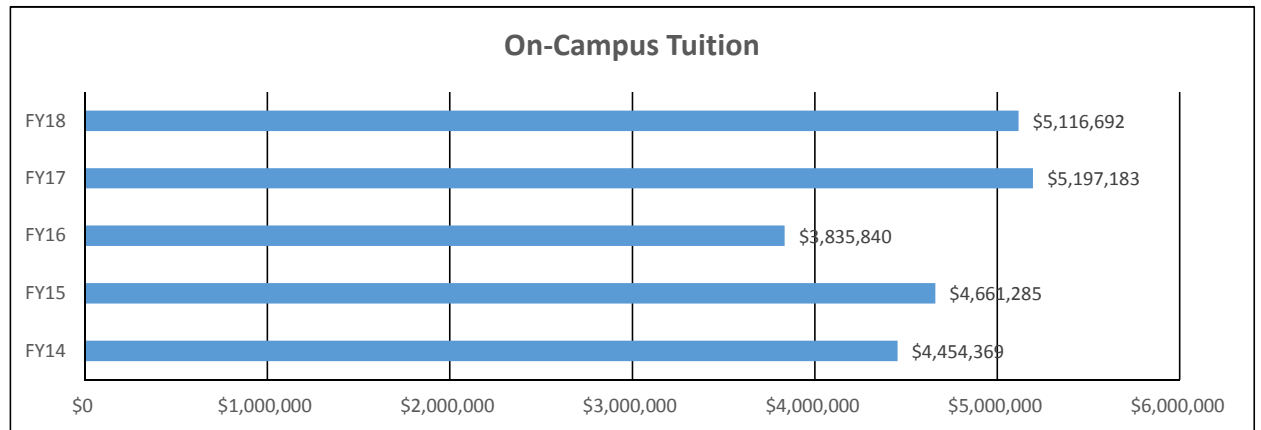
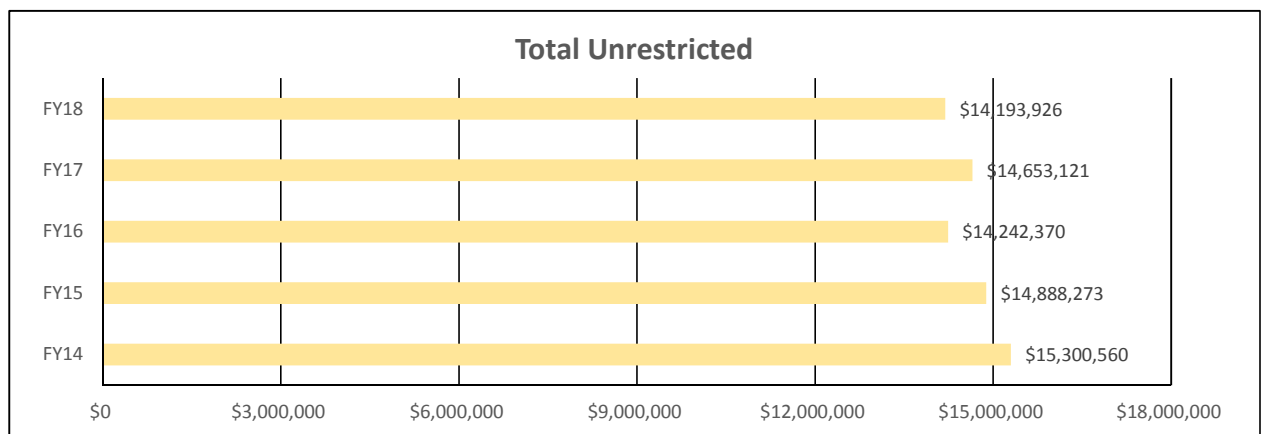


# Northern State University

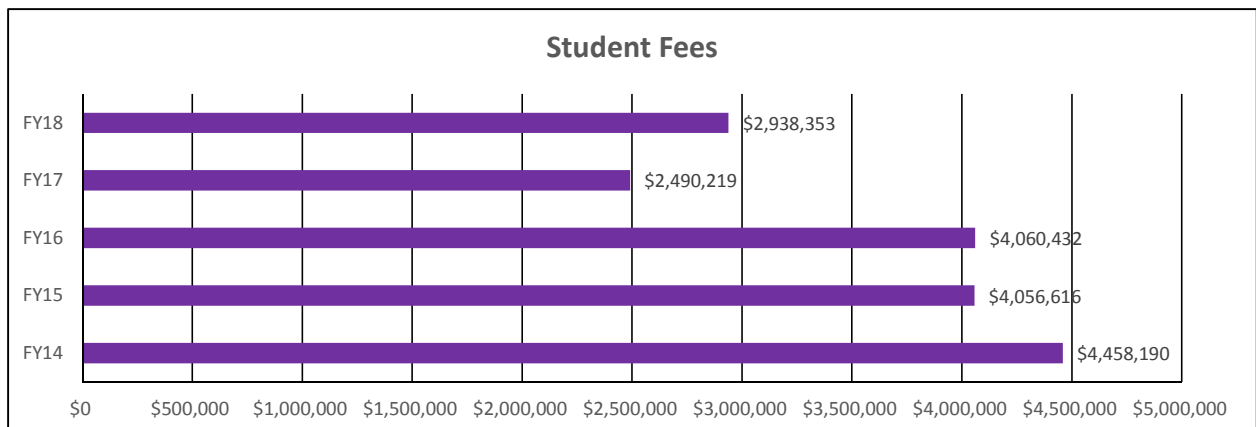
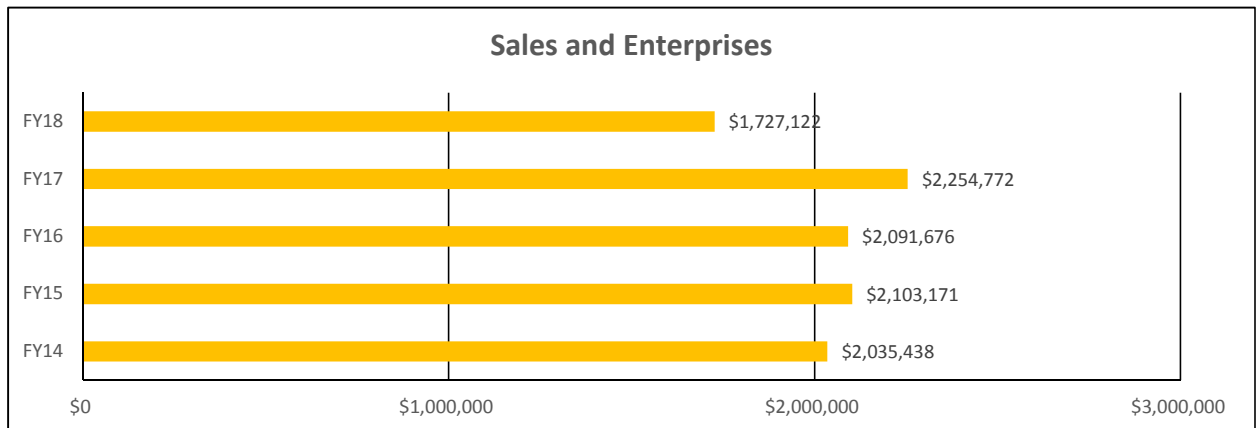
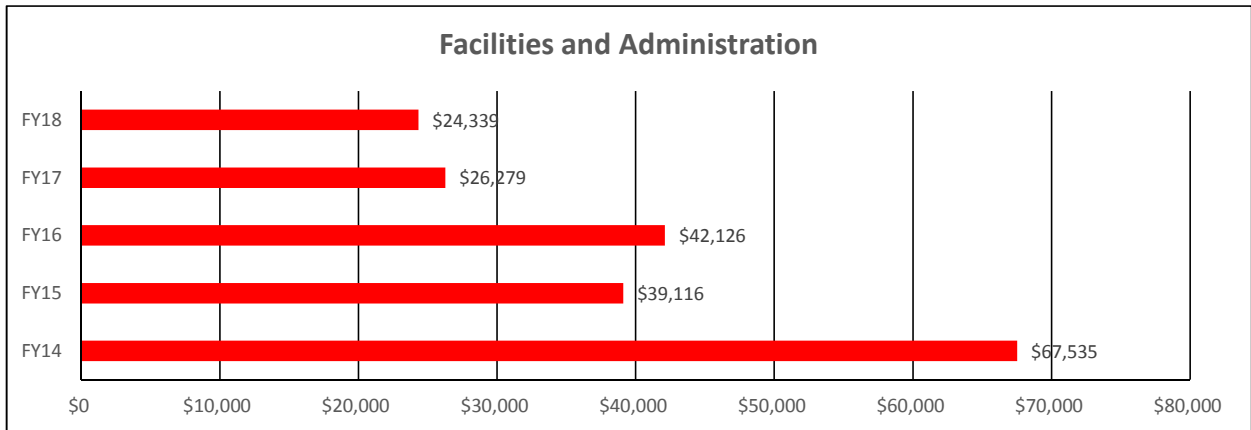
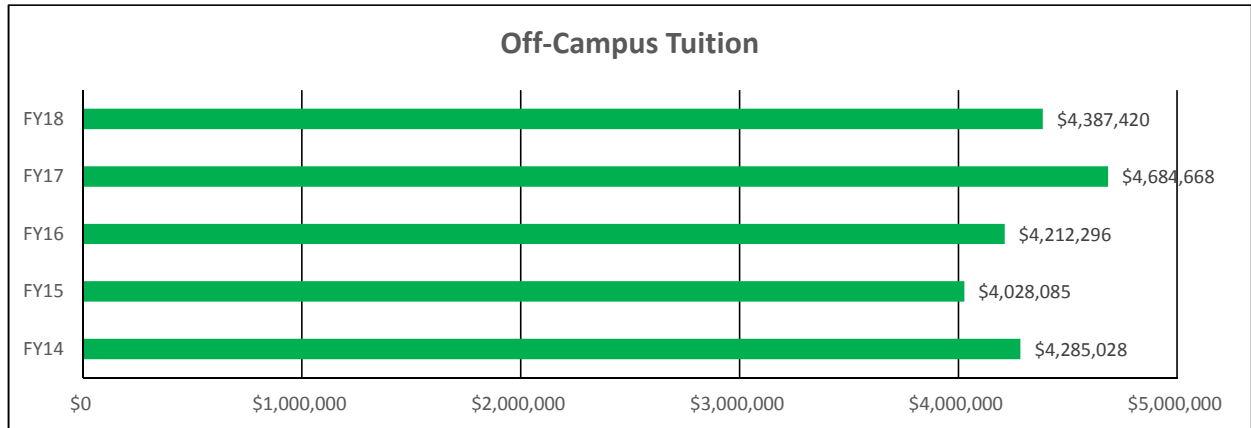
## Expenditures by Unrestricted Fund Source

	FY14	FY15	FY16	FY17	FY18
On-Campus Tuition	\$4,454,369	\$4,661,285	\$3,835,840	\$5,197,183	\$5,116,692
Off-Campus Tuition	\$4,285,028	\$4,028,085	\$4,212,296	\$4,684,668	\$4,387,420
Facilities and Administration	\$67,535	\$39,116	\$42,126	\$26,279	\$24,339
Sales and Enterprises	\$2,035,438	\$2,103,171	\$2,091,676	\$2,254,772	\$1,727,122
Student Fees*	\$4,458,190	\$4,056,616	\$4,060,432	\$2,490,219	\$2,938,353
Total Unrestricted	\$15,300,560	\$14,888,273	\$14,242,370	\$14,653,121	\$14,193,926

\* Does not include expenditures for the Auxiliary System.



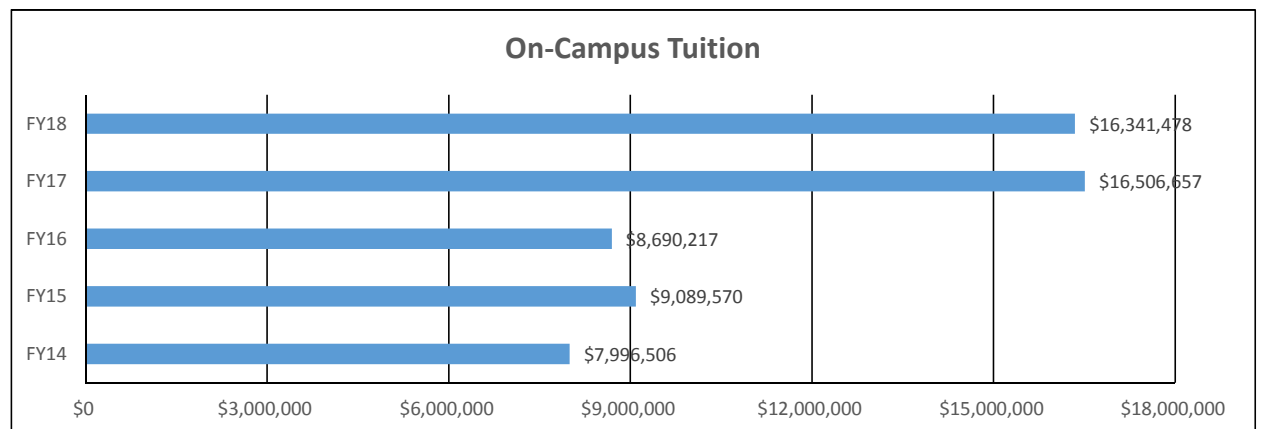
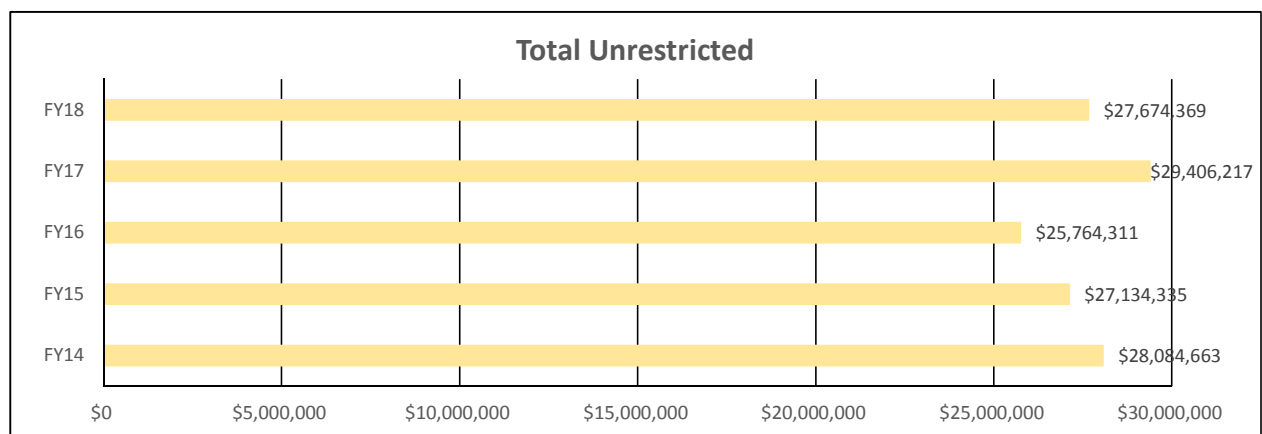
# Northern State University Expenditures by Unrestricted Fund Source



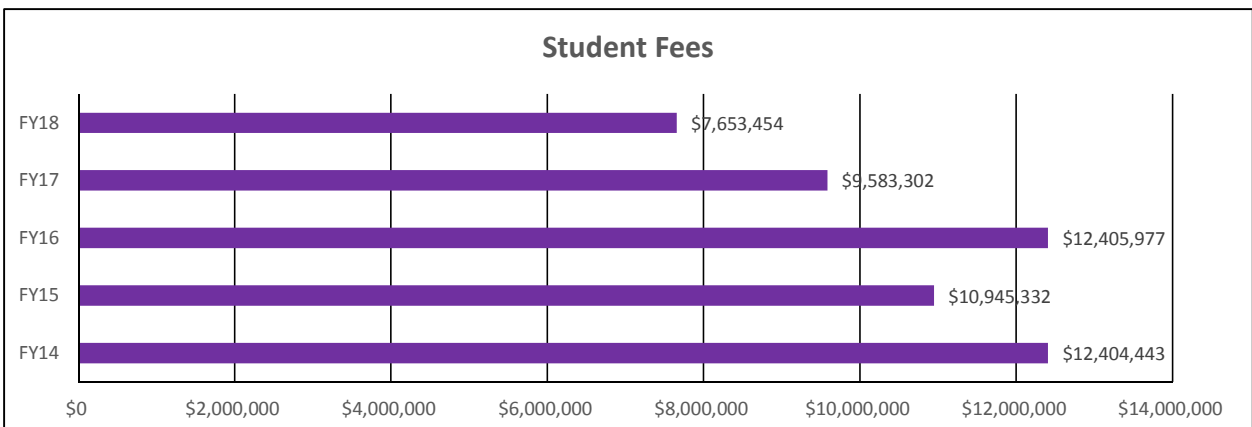
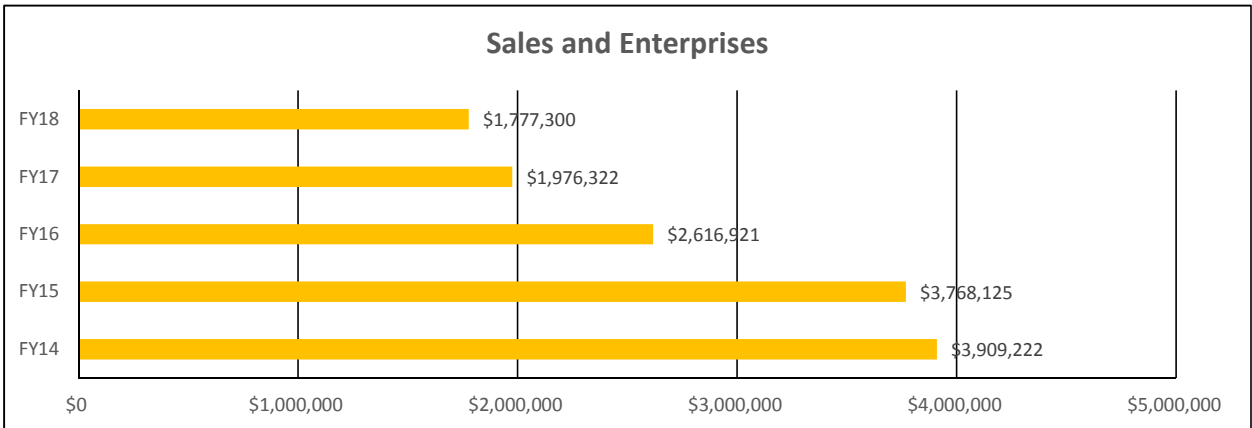
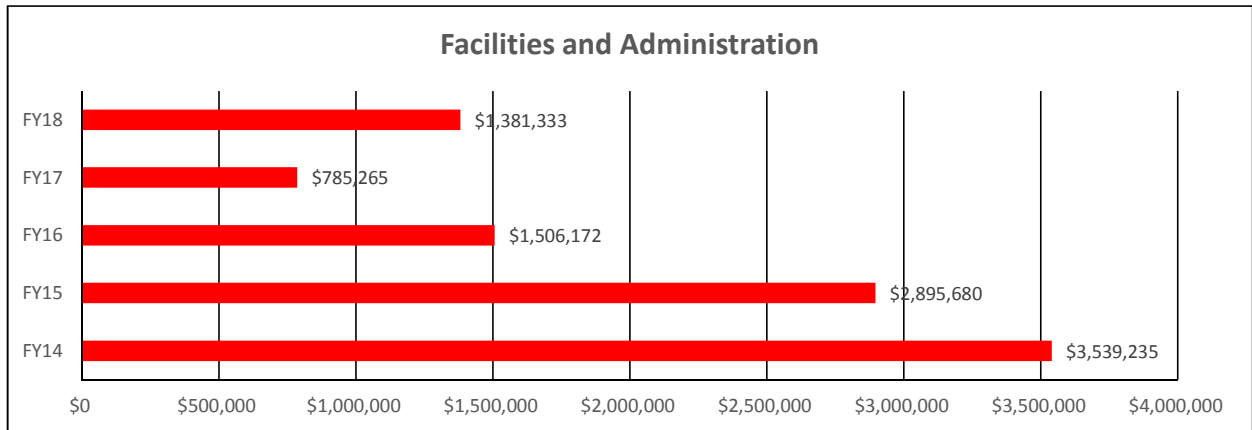
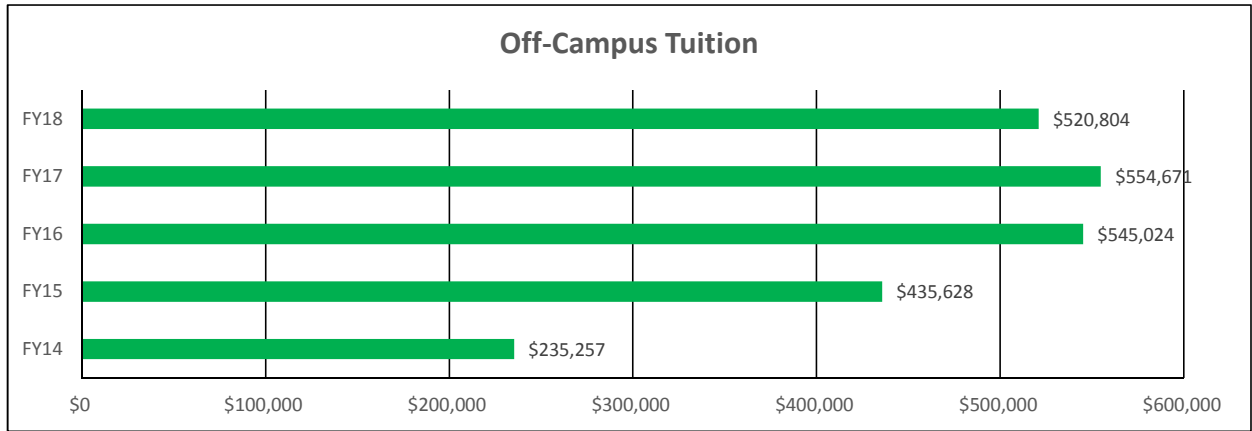
**South Dakota School of Mines and Technology  
Expenditures by Unrestricted Fund Source**

	FY14	FY15	FY16	FY17	FY18
On-Campus Tuition	\$7,996,506	\$9,089,570	\$8,690,217	\$16,506,657	\$16,341,478
Off-Campus Tuition	\$235,257	\$435,628	\$545,024	\$554,671	\$520,804
Facilities and Administration	\$3,539,235	\$2,895,680	\$1,506,172	\$785,265	\$1,381,333
Sales and Enterprises	\$3,909,222	\$3,768,125	\$2,616,921	\$1,976,322	\$1,777,300
Student Fees*	\$12,404,443	\$10,945,332	\$12,405,977	\$9,583,302	\$7,653,454
Total Unrestricted	\$28,084,663	\$27,134,335	\$25,764,311	\$29,406,217	\$27,674,369

\* Does not include expenditures for the Auxiliary System.



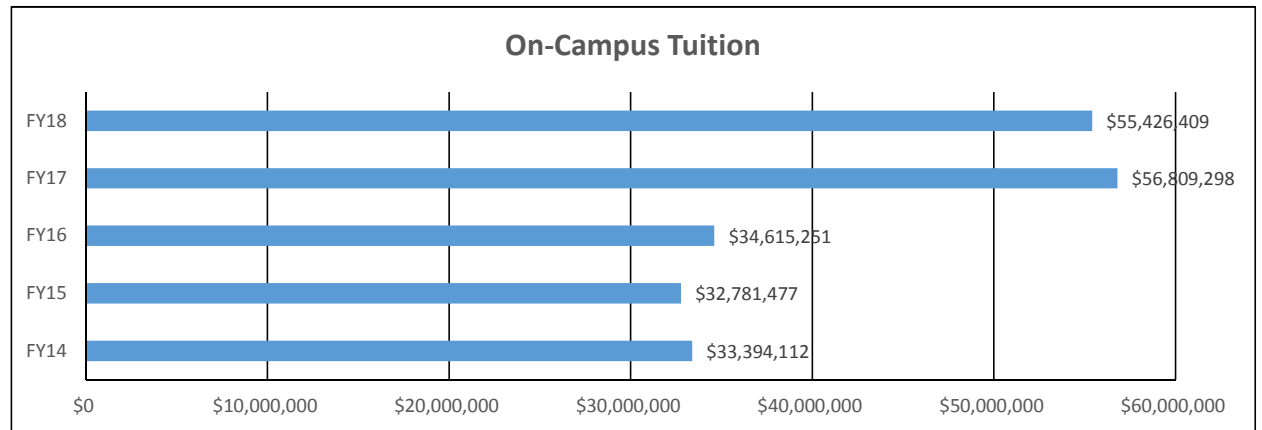
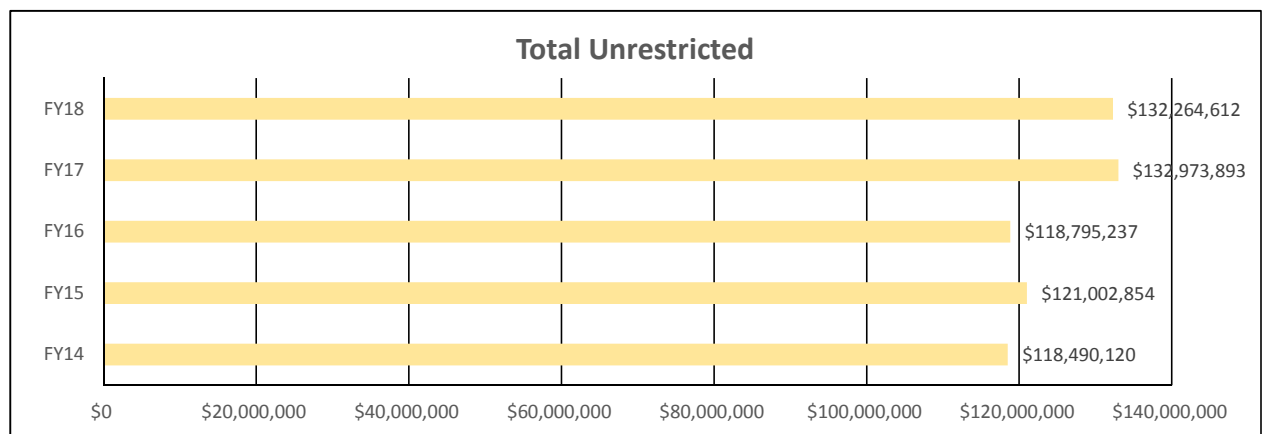
**South Dakota School of Mines and Technology  
Expenditures by Unrestricted Fund Source**



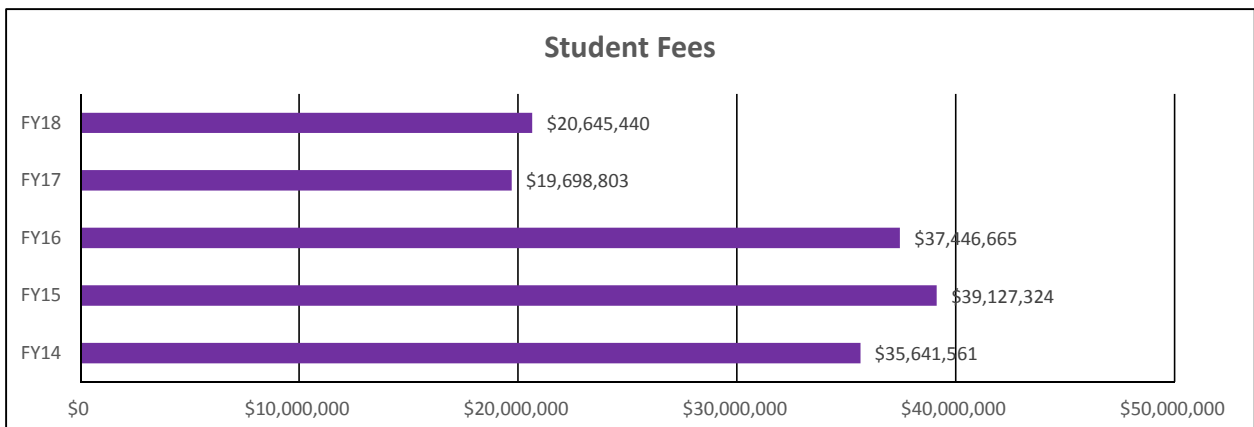
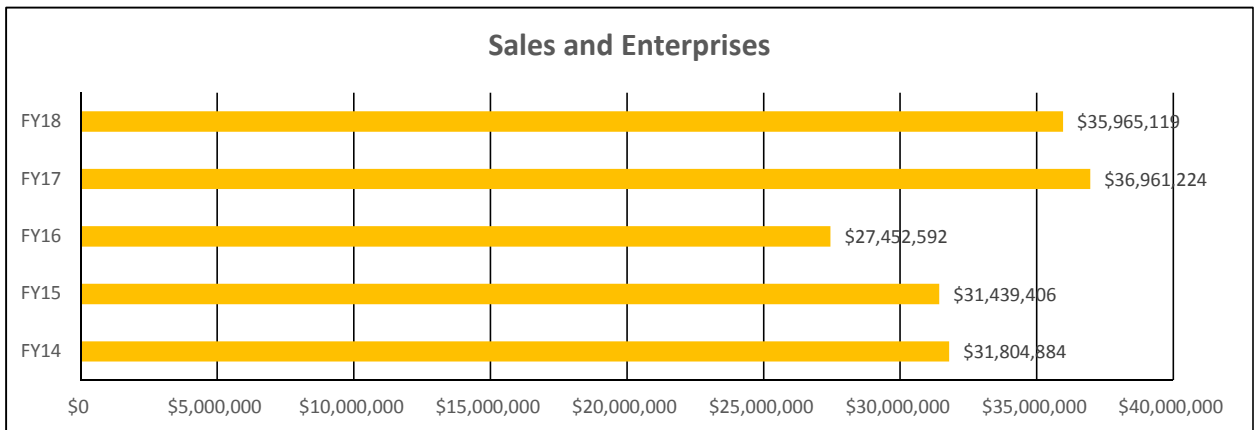
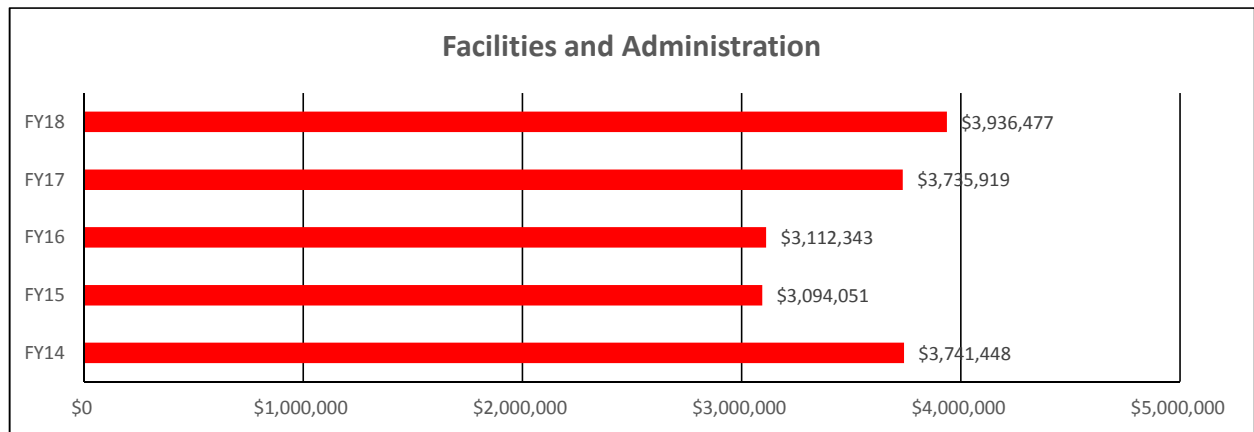
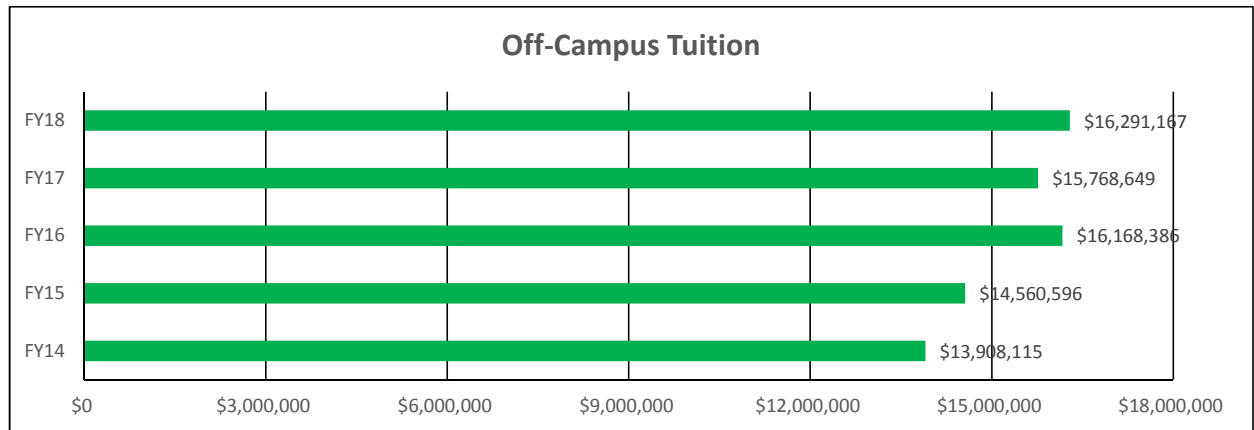
**South Dakota State University / AES / Extension**  
**Expenditures by Unrestricted Fund Source**

	FY14	FY15	FY16	FY17	FY18
On-Campus Tuition	\$33,394,112	\$32,781,477	\$34,615,251	\$56,809,298	\$55,426,409
Off-Campus Tuition	\$13,908,115	\$14,560,596	\$16,168,386	\$15,768,649	\$16,291,167
Facilities and Administration	\$3,741,448	\$3,094,051	\$3,112,343	\$3,735,919	\$3,936,477
Sales and Enterprises	\$31,804,884	\$31,439,406	\$27,452,592	\$36,961,224	\$35,965,119
Student Fees*	\$35,641,561	\$39,127,324	\$37,446,665	\$19,698,803	\$20,645,440
Total Unrestricted	\$118,490,120	\$121,002,854	\$118,795,237	\$132,973,893	\$132,264,612

\* Does not include expenditures for the Auxiliary System.



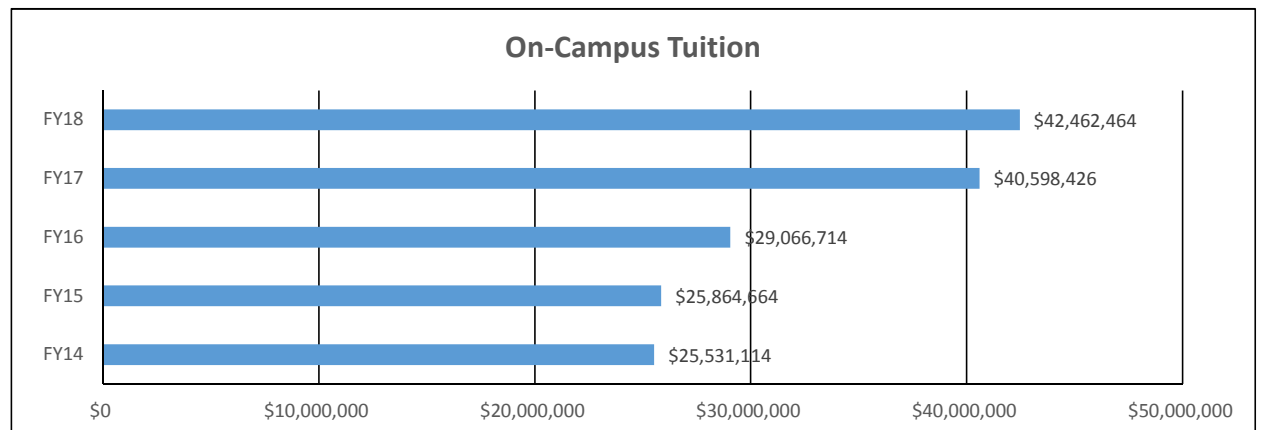
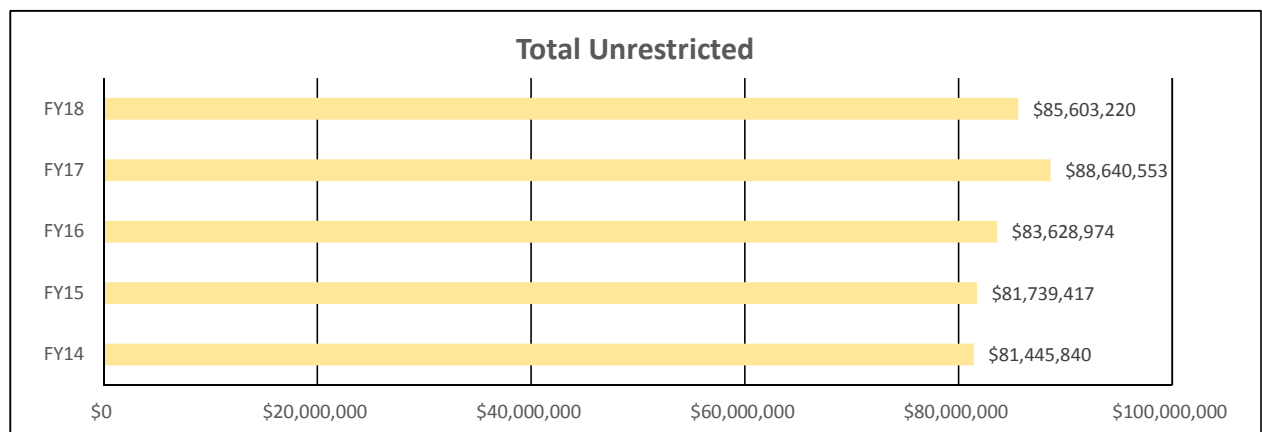
**South Dakota State University / AES / Extension  
Expenditures by Unrestricted Fund Source**



**University of South Dakota and Sanford School of Medicine  
Expenditures by Unrestricted Fund Source**

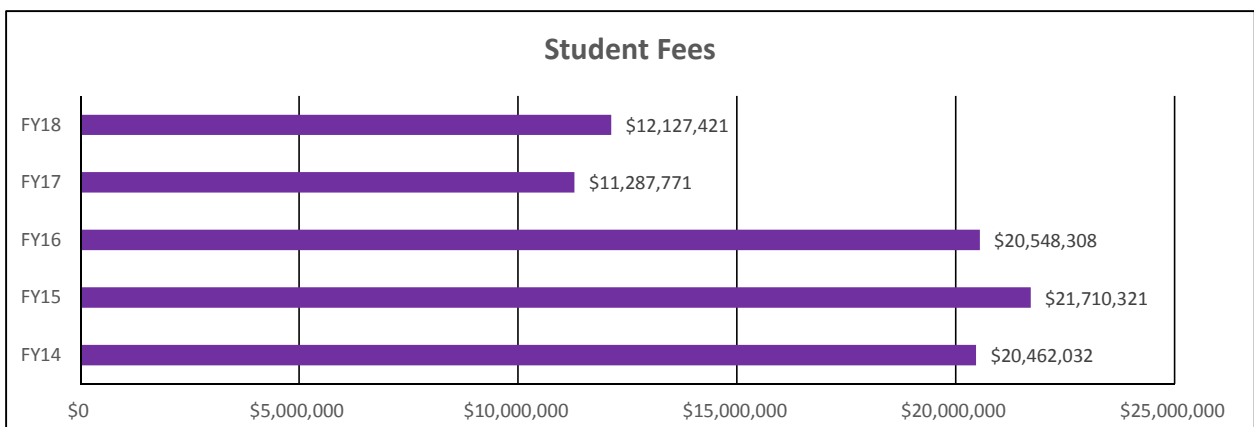
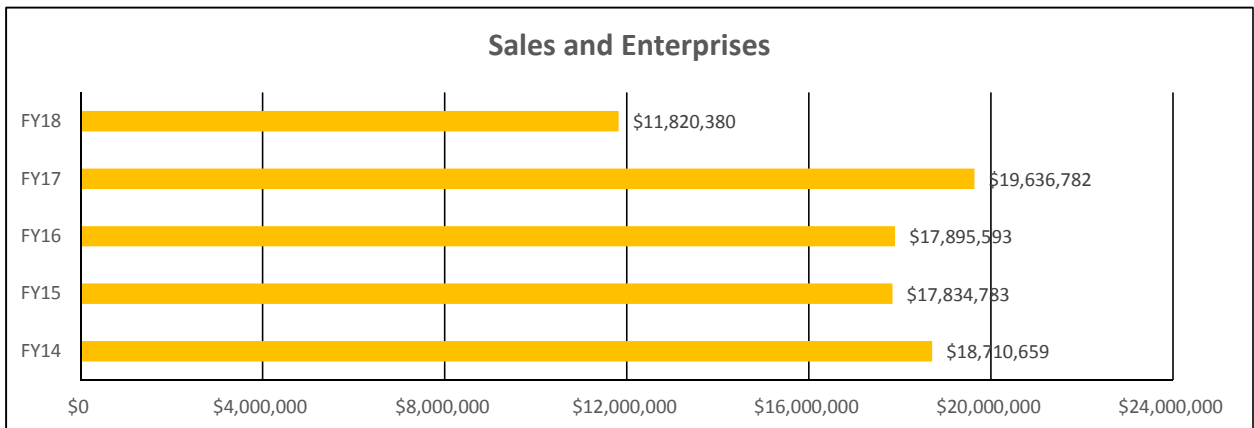
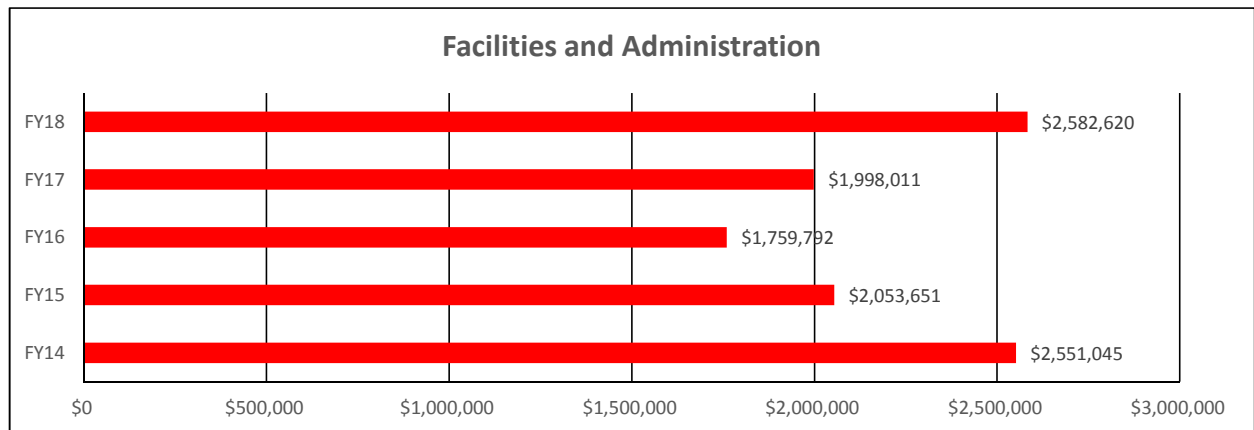
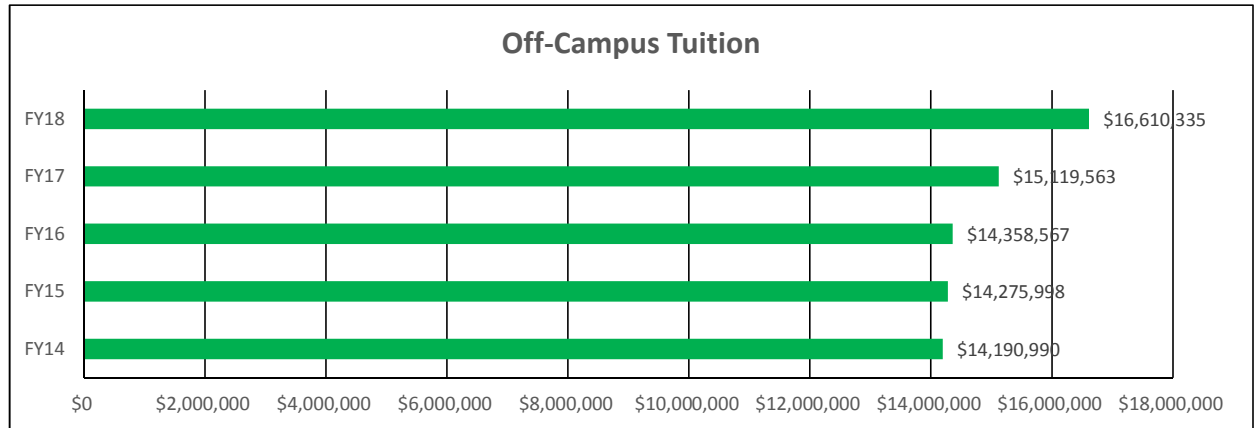
	FY14	FY15	FY16	FY17	FY18
On-Campus Tuition	\$25,531,114	\$25,864,664	\$29,066,714	\$40,598,426	\$42,462,464
Off-Campus Tuition	\$14,190,990	\$14,275,998	\$14,358,567	\$15,119,563	\$16,610,335
Facilities and Administration	\$2,551,045	\$2,053,651	\$1,759,792	\$1,998,011	\$2,582,620
Sales and Enterprises	\$18,710,659	\$17,834,783	\$17,895,593	\$19,636,782	\$11,820,380
Student Fees*	\$20,462,032	\$21,710,321	\$20,548,308	\$11,287,771	\$12,127,421
Total Unrestricted	\$81,445,840	\$81,739,417	\$83,628,974	\$88,640,553	\$85,603,220

\* Does not include expenditures for the Auxiliary System.





**University of South Dakota and Sanford School of Medicine  
Expenditures by Unrestricted Fund Source**



**Annual Financial Assessment**  
**Auxiliary System Operating Revenues and Expenditures**

Each year the universities' auxiliary systems are reviewed by the Department of Legislative Audit (DLA). This Agreed Upon Procedures (AUP) review confirms that campuses are accounting for auxiliary revenue and expenditures in the proper way. The following pages show the revenues and expenditures for the previous five years. At the bottom of each column is the coverage ratio for that particular year. Bond covenants dictate that a campus must maintain a coverage ratio greater than 1.20.

## BHSU Auxiliary System Operating Revenues and Expenditures

<b><u>Revenues</u></b>	<b>FY14</b>	<b>FY15</b>	<b>FY16</b>	<b>FY17</b>	<b>FY18</b>
Residence Life	\$2,618,772	\$2,584,918	\$2,457,947	\$2,856,452	\$2,920,368
Food Service	\$2,010,445	\$1,676,150	\$1,806,015	\$2,020,878	\$2,149,086
Student Center Operations	\$6,196	\$5,436	\$5,292	\$5,636	\$5,230
General Activity Fee Support	\$501,726	\$591,227	\$487,761	\$558,682	\$517,155
Bookstore	\$2,063,778	\$2,044,323	\$1,978,594	\$1,708,903	\$1,601,399
Parking	\$183,147	\$161,911	\$166,407	\$171,412	\$152,155
Wellness Center Operations	\$0	\$0	\$0	\$0	\$0
<b>SubTotal Operating Revenue</b>	<b>\$7,384,064</b>	<b>\$7,063,966</b>	<b>\$6,902,017</b>	<b>\$7,321,963</b>	<b>\$7,345,393</b>
<b><u>Other Revenues</u></b>					
GAF Bond Support	\$529,500	\$417,037	\$460,766	\$393,437	\$489,271
Facility Support Fee	\$0	\$0	\$0	\$0	\$0
BAB Subsidy	\$0	\$0	\$0	\$0	\$0
Other	\$98,240	\$494,784	\$95,484	\$0	\$0
Capitalized Interest	\$0	\$0	\$0	\$0	\$0
<b>SubTotal Other Revenue</b>	<b>\$627,740</b>	<b>\$911,821</b>	<b>\$556,250</b>	<b>\$393,437</b>	<b>\$489,271</b>
<b><u>Investment Income</u></b>					
Debt Service	\$15,236	\$11,045	\$44,592	\$4,323	\$0
Renewals	\$33,975	\$17,932	\$18,653	\$32,118	\$24,912
<b>SubTotal Investment Income</b>	<b>\$49,211</b>	<b>\$28,977</b>	<b>\$63,245</b>	<b>\$36,441</b>	<b>\$24,912</b>
<b>Total Revenues</b>	<b>\$8,061,014</b>	<b>\$8,004,764</b>	<b>\$7,521,512</b>	<b>\$7,751,841</b>	<b>\$7,859,576</b>
<b><u>Expenditures</u></b>					
Residence Life	\$1,511,144	\$1,324,652	\$1,171,505	\$1,292,787	\$1,329,492
Food Service	\$1,521,571	\$1,328,792	\$1,538,984	\$1,666,236	\$1,776,329
Student Center	(\$2,874)	(\$3,684)	(\$2,444)	\$3,568	\$1,351
General Activity Fee	\$501,726	\$591,227	\$487,761	\$558,682	\$517,155
Bookstore	\$2,013,093	\$1,915,707	\$2,006,293	\$1,614,335	\$1,510,406
Parking	\$46,178	\$42,263	\$21,257	\$34,942	\$49,116
Wellness Center	\$0	\$0	\$0	\$0	\$0
<b>Total Expenditures</b>	<b>\$5,590,838</b>	<b>\$5,198,956</b>	<b>\$5,223,357</b>	<b>\$5,170,550</b>	<b>\$5,183,849</b>
<b>Excess of Revenues over Expenditures</b>	<b>\$2,470,177</b>	<b>\$2,805,807</b>	<b>\$2,298,154</b>	<b>\$2,581,291</b>	<b>\$2,675,727</b>
Annual Debt Service	\$1,379,469	\$1,738,573	\$1,739,066	\$1,742,841	\$1,748,834
Coverage Ratio	1.79	1.61	1.32	1.48	1.53

## DSU Auxiliary System Operating Revenues and Expenditures

<b><u>Revenues</u></b>	<b>FY14</b>	<b>FY15</b>	<b>FY16</b>	<b>FY17</b>	<b>FY18</b>
Residence Life	\$1,598,484	\$1,633,899	\$1,746,215	\$1,911,792	\$2,243,997
Food Service	\$1,715,479	\$1,667,312	\$1,825,858	\$2,081,606	\$2,368,201
Student Center Operations	\$12,565	\$12,342	\$1,062	\$100	\$18
General Activity Fee Support	\$201,333	\$205,769	\$203,396	\$202,042	\$214,628
Bookstore	\$0	\$0	\$0	\$0	\$0
Parking	\$0	\$0	\$0	\$0	\$0
Wellness Center Operations	\$0	\$0	\$0	\$0	\$0
<b>SubTotal Operating Revenue</b>	<b>\$3,527,861</b>	<b>\$3,519,322</b>	<b>\$3,776,532</b>	<b>\$4,195,540</b>	<b>\$4,826,844</b>
<b><u>Other Revenues</u></b>					
GAF Bond Support	\$76,189	\$77,139	\$248,569	\$412,006	\$423,123
Facility Support Fee	\$0	\$0	\$0	\$0	\$0
BAB Subsidy	\$0	\$0	\$0	\$0	\$0
Other	\$0	\$0	\$130,000	\$0	\$0
Capitalized Interest	\$0	\$0	\$87,574	\$318,450	\$0
<b>SubTotal Other Revenue</b>	<b>\$76,189</b>	<b>\$77,139</b>	<b>\$466,142</b>	<b>\$730,456</b>	<b>\$423,123</b>
<b><u>Investment Income</u></b>					
Debt Service	\$29,909	\$20,641	\$19,255	\$38,534	\$39,836
Renewals	\$0	\$0	\$0	\$0	\$0
<b>SubTotal Investment Income</b>	<b>\$29,909</b>	<b>\$20,641</b>	<b>\$19,255</b>	<b>\$38,534</b>	<b>\$39,836</b>
<b>Total Revenues</b>	<b>\$3,633,959</b>	<b>\$3,617,101</b>	<b>\$4,261,929</b>	<b>\$4,964,530</b>	<b>\$5,289,803</b>
<b><u>Expenditures</u></b>					
Residence Life	\$830,937	\$817,444	\$794,109	\$797,609	\$942,353
Food Service	\$1,631,018	\$1,609,441	\$1,915,161	\$1,846,498	\$2,214,869
Student Center	\$3,539	\$2,347	\$2,212	\$2,337	\$0
General Activity Fee	\$201,333	\$205,769	\$203,371	\$202,042	\$214,628
Bookstore	\$0	\$0	\$0	\$0	\$0
Parking	\$0	\$0	\$0	\$0	\$0
Wellness Center	\$0	\$0	\$0	\$0	\$0
<b>Total Expenditures</b>	<b>\$2,666,827</b>	<b>\$2,635,001</b>	<b>\$2,914,854</b>	<b>\$2,848,486</b>	<b>\$3,371,850</b>
<b>Excess of Revenues over Expenditures</b>	<b>\$967,132</b>	<b>\$982,100</b>	<b>\$1,347,075</b>	<b>\$2,116,044</b>	<b>\$1,917,953</b>
Annual Debt Service	\$629,878	\$570,949	\$713,502	\$1,206,831	\$1,369,266
Coverage Ratio	1.54	1.72	1.89	1.75	1.40

## NSU Auxiliary System Operating Revenues and Expenditures

<b><u>Revenues</u></b>	<b>FY14</b>	<b>FY15</b>	<b>FY16</b>	<b>FY17</b>	<b>FY18</b>
Residence Life	\$2,258,700	\$2,266,114	\$2,111,229	\$2,196,578	\$2,715,696
Food Service	\$2,210,335	\$2,028,390	\$1,890,005	\$2,059,239	\$2,110,079
Student Center Operations	\$6,888	\$2,178	\$1,691	\$1,030	\$7,792
General Activity Fee Support	\$183,060	\$217,316	\$250,000	\$228,878	\$220,000
Bookstore	\$1,179,505	\$1,305,756	\$1,168,581	\$1,064,901	\$958,546
Parking	\$0	\$0	\$0	\$0	\$0
Wellness Center Operations	\$0	\$0	\$0	\$0	\$0
<b>SubTotal Operating Revenue</b>	<b>\$5,838,488</b>	<b>\$5,819,755</b>	<b>\$5,421,506</b>	<b>\$5,550,626</b>	<b>\$6,012,113</b>
<b><u>Other Revenues</u></b>					
GAF Bond Support	\$465,000	\$465,000	\$465,000	\$445,000	\$430,000
Facility Support Fee	\$0	\$0	\$0	\$0	\$0
Aramark Investment	\$150,000	\$150,000	\$150,000	\$0	\$150,000
BAB Subsidy	\$23,392	\$23,040	\$22,504	\$21,893	\$11,389
Capitalized Interest	\$0	\$0	\$0	\$79,917	\$0
<b>SubTotal Other Revenue</b>	<b>\$638,392</b>	<b>\$638,040</b>	<b>\$637,504</b>	<b>\$546,810</b>	<b>\$591,389</b>
<b><u>Investment Income</u></b>					
Debt Service	\$0	\$0	\$0	\$0	\$0
Renewals	\$68,140	\$43,581	\$52,322	\$48,379	\$48,530
<b>SubTotal Investment Income</b>	<b>\$68,140</b>	<b>\$43,581</b>	<b>\$52,322</b>	<b>\$48,379</b>	<b>\$48,530</b>
<b>Total Revenues</b>	<b>\$6,545,020</b>	<b>\$6,501,376</b>	<b>\$6,111,332</b>	<b>\$6,145,815</b>	<b>\$6,652,032</b>
<b><u>Expenditures</u></b>					
Residence Life	\$1,505,879	\$1,316,049	\$1,257,658	\$1,238,791	\$1,391,477
Food Service	\$2,079,108	\$1,900,863	\$1,805,043	\$1,816,374	\$2,020,929
Student Center	\$74,482	\$112,781	\$44,944	\$71,188	\$71,834
General Activity Fee	\$183,060	\$217,316	\$250,000	\$228,878	\$220,000
Bookstore	\$1,200,493	\$1,307,869	\$1,125,388	\$1,017,662	\$996,176
Parking	\$0	\$0	\$0	\$0	\$0
Wellness Center	\$0	\$0	\$0	\$0	\$0
<b>Total Expenditures</b>	<b>\$5,043,022</b>	<b>\$4,854,879</b>	<b>\$4,483,033</b>	<b>\$4,372,893</b>	<b>\$4,700,416</b>
<b>Excess of Revenues over Expenditures</b>	<b>\$1,501,998</b>	<b>\$1,646,497</b>	<b>\$1,628,299</b>	<b>\$1,772,922</b>	<b>\$1,951,616</b>
Annual Debt Service	\$1,044,798	\$954,524	\$951,466	\$1,026,883	\$1,387,968
Coverage Ratio	1.44	1.72	1.71	1.73	1.41

## SDSMT Auxiliary System Operating Revenues and Expenditures

<b><u>Revenues</u></b>	<b>FY14</b>	<b>FY15</b>	<b>FY16</b>	<b>FY17</b>	<b>FY18</b>
Residence Life	\$2,194,160	\$2,405,421	\$2,359,448	\$2,111,752	\$2,679,091
Food Service	\$2,184,123	\$2,646,817	\$2,538,616	\$2,690,524	\$2,952,466
Student Center Operations	\$50,813	\$97,306	\$96,784	\$44,905	\$37,793
GAF Support Student Center	\$299,401	\$180,771	\$287,041	\$280,103	\$302,961
Bookstore	\$1,922,866	\$2,045,380	\$1,928,050	\$1,788,555	\$1,590,714
Parking	\$0	\$0	\$0	\$0	\$0
GAF Support Wellness Center	\$0	\$64,597	\$199,794	\$133,675	\$198,630
Wellness Center Operations	\$0	\$9,650	\$0	\$0	\$0
<b>SubTotal Operating Revenue</b>	<b>\$6,651,363</b>	<b>\$7,449,943</b>	<b>\$7,409,732</b>	<b>\$7,049,514</b>	<b>\$7,761,655</b>
<b><u>Other Revenues</u></b>					
GAF Bond Support	\$1,503,710	\$1,590,414	\$1,613,157	\$1,662,901	\$1,545,454
Facility Support Fee	\$0	\$0	\$189,687	\$200,870	\$125,357
BAB Subsidy	\$177,804	\$175,332	\$171,416	\$166,796	\$86,847
Capitalized Interest	\$70,765	\$155,338	\$0	\$0	\$0
<b>SubTotal Other Revenue</b>	<b>\$1,752,279</b>	<b>\$1,921,083</b>	<b>\$1,974,260</b>	<b>\$2,030,567</b>	<b>\$1,757,658</b>
<b><u>Investment Income</u></b>					
Debt Service	\$30,439	\$19,679	\$29,866	\$33,091	\$16,708
Interest Revenue	\$13,041	\$11,773	\$18,471	\$16,727	\$26,098
Renewals	\$34,496	\$18,842	\$70,685	\$65,362	\$58,501
<b>SubTotal Investment Income</b>	<b>\$77,976</b>	<b>\$50,294</b>	<b>\$119,021</b>	<b>\$115,180</b>	<b>\$101,307</b>
<b>Total Revenues</b>	<b>\$8,481,618</b>	<b>\$9,421,320</b>	<b>\$9,503,013</b>	<b>\$9,195,261</b>	<b>\$9,620,620</b>
<b><u>Expenditures</u></b>					
Residence Life	\$1,204,286	\$975,042	\$1,075,297	\$1,060,850	\$1,287,878
Food Service	\$2,176,953	\$2,473,661	\$2,502,800	\$2,677,829	\$2,899,985
Student Center	\$169,020	\$83,471	\$48,566	\$28,381	\$22,473
General Activity Fee (Student Ctr)	\$299,401	\$180,771	\$287,041	\$280,103	\$302,961
Bookstore	\$1,798,408	\$1,851,509	\$1,708,633	\$1,540,981	\$1,558,625
Parking	\$0	\$0	\$0	\$0	\$0
Other	\$91,250	\$365,000	\$365,000	\$465,000	\$374,057
Wellnes Center	\$0	\$38,965	\$166,514	\$214,754	\$182,179
<b>Total Expenditures</b>	<b>\$5,739,318</b>	<b>\$5,968,419</b>	<b>\$6,153,851</b>	<b>\$6,267,898</b>	<b>\$6,628,158</b>
<b>Excess of Revenues over Expenditures</b>	<b>\$2,742,300</b>	<b>\$3,452,901</b>	<b>\$3,349,162</b>	<b>\$2,927,363</b>	<b>\$2,992,462</b>
Annual Debt Service	\$1,802,057	\$2,183,626	\$2,181,749	\$2,174,881	\$2,161,768
Coverage Ratio	1.52	1.58	1.54	1.35	1.38

## SDSU Auxiliary System Operating Revenues and Expenditures

<b><u>Revenues</u></b>	<b>FY14</b>	<b>FY15</b>	<b>FY16</b>	<b>FY17</b>	<b>FY18</b>
Residence Life	\$15,935,101	\$16,687,396	\$16,775,919	\$18,095,117	\$18,192,915
Food Service	\$10,158,556	\$11,079,553	\$11,153,636	\$11,936,303	\$12,602,352
Student Center Operations	\$94,630	\$106,222	\$102,797	\$89,685	\$365,642
General Activity Fee Support	\$0	\$219,545	\$317,400	\$292,985	\$297,255
Bookstore	\$0	\$0	\$0	\$0	\$0
Parking	\$1,395,398	\$1,392,631	\$1,508,419	\$1,615,399	\$1,712,773
Wellness Center Operations	\$570,685	\$555,572	\$575,930	\$620,320	\$545,309
<b>SubTotal Operating Revenue</b>	<b>\$28,154,370</b>	<b>\$30,040,919</b>	<b>\$30,434,101</b>	<b>\$32,649,809</b>	<b>\$33,716,246</b>
<b><u>Other Revenues</u></b>					
GAF Bond Support	\$1,930,447	\$1,970,153	\$1,779,826	\$1,958,773	\$4,850,177
Facility Support Fee	\$1,349,659	\$1,416,203	\$1,444,151	\$1,564,661	\$1,104,127
BAB Subsidy	\$558,811	\$551,057	\$538,647	\$524,107	\$272,767
Other	\$0	\$0	\$130,000	\$0	\$0
Capitalized Interest	\$0	\$0	\$0	\$0	\$0
<b>SubTotal Other Revenue</b>	<b>\$3,838,917</b>	<b>\$3,937,413</b>	<b>\$3,892,624</b>	<b>\$4,047,541</b>	<b>\$6,227,071</b>
<b><u>Investment Income</u></b>					
Debt Service	\$36,502	\$13,223	\$16,410	\$18,237	\$24,296
Interest Revenue	\$100,446	\$68,160	\$96,008	\$127,670	\$148,391
Renewals	\$49,851	\$56,616	\$99,299	\$99,332	\$39,294
Completed Construction Funds	\$0	\$0	\$0	\$0	\$0
<b>SubTotal Investment Income</b>	<b>\$186,799</b>	<b>\$137,999</b>	<b>\$211,717</b>	<b>\$245,239</b>	<b>\$211,981</b>
<b>Total Revenues</b>	<b>\$32,180,086</b>	<b>\$34,116,331</b>	<b>\$34,538,442</b>	<b>\$36,942,589</b>	<b>\$40,155,298</b>
<b><u>Expenditures</u></b>					
Residence Life	\$8,331,564	\$8,029,616	\$7,250,489	\$7,994,795	\$8,415,537
Food Service	\$9,701,784	\$10,688,057	\$11,155,111	\$11,740,065	\$12,723,294
Student Center	\$127,839	\$201,550	(\$18,376)	\$39,741	\$299,191
General Activity Fee	\$0	\$0	\$0	\$0	\$0
Bookstore	\$0	\$0	\$0	\$0	\$0
Commuter Parking	\$696,415	\$342,129	\$747,149	\$458,088	\$589,525
Wellness Center	\$1,076,059	\$1,152,238	\$1,179,749	\$1,162,422	\$880,927
<b>Total Expenditures</b>	<b>\$19,933,661</b>	<b>\$20,413,589</b>	<b>\$20,314,122</b>	<b>\$21,395,111</b>	<b>\$22,908,474</b>
<b>Excess of Revenues over Expenditures</b>	<b>\$12,246,425</b>	<b>\$13,702,742</b>	<b>\$14,224,320</b>	<b>\$15,547,478</b>	<b>\$17,246,824</b>
Annual Debt Service	\$9,946,261	\$10,133,043	\$10,243,182	\$10,489,364	\$10,968,204
Coverage Ratio	1.23	1.35	1.39	1.48	1.57

## USD Auxiliary System Operating Revenues and Expenditures

<b><u>Revenues</u></b>	<b>FY14</b>	<b>FY15</b>	<b>FY116</b>	<b>FY17</b>	<b>FY18</b>
Residence Life	\$9,214,074	\$9,628,933	\$9,731,613	\$9,590,323	\$10,059,275
Food Service	\$5,342,687	\$5,762,572	\$6,099,550	\$6,297,465	\$6,534,074
Student Center Operations	\$1,099,294	\$1,117,862	\$1,270,290	\$1,256,363	\$1,313,690
General Activity Fee Support	\$1,735,846	\$1,795,228	\$1,905,088	\$1,862,622	\$2,002,994
Bookstore	\$0	\$0	\$0	\$0	\$0
Parking	\$0	\$0	\$0	\$0	\$0
Wellness Center Operations	\$420,606	\$455,282	\$377,185	\$366,684	\$362,575
<b>SubTotal Operating Revenue</b>	<b>\$17,812,507</b>	<b>\$18,759,877</b>	<b>\$19,383,725</b>	<b>\$19,373,457</b>	<b>\$20,272,608</b>
<b><u>Other Revenues</u></b>					
GAF Bond Support	\$1,634,795	\$1,614,032	\$1,632,390	\$1,617,432	\$1,526,864
Facility Support Fee	\$330,655	\$339,797	\$358,756	\$369,267	\$383,687
BAB Subsidy	\$781,621	\$774,326	\$761,096	\$745,422	\$384,486
Capitalized Interest	\$0	\$0	\$0	\$0	\$0
<b>SubTotal Other Revenue</b>	<b>\$2,747,071</b>	<b>\$2,728,155</b>	<b>\$2,752,242</b>	<b>\$2,732,121</b>	<b>\$2,295,037</b>
<b><u>Investment Income</u></b>					
Debt Service	\$0	\$0	\$0	\$0	\$0
Renewals	\$87,564	\$59,526	\$41,461	\$64,935	\$89,157
<b>SubTotal Investment Income</b>	<b>\$87,564</b>	<b>\$59,526</b>	<b>\$41,461</b>	<b>\$64,935</b>	<b>\$89,157</b>
<b>Total Revenues</b>	<b>\$20,647,142</b>	<b>\$21,547,558</b>	<b>\$22,177,428</b>	<b>\$22,170,513</b>	<b>\$22,656,802</b>
<b><u>Expenditures</u></b>					
Residence Life	\$3,942,071	\$3,992,175	\$4,489,012	\$4,716,496	\$4,974,904
Food Service	\$5,334,722	\$5,767,564	\$6,094,341	\$6,242,370	\$6,591,195
Student Center	\$938,922	\$1,003,067	\$1,349,282	\$1,317,658	\$1,383,521
General Activity Fee	\$1,633,228	\$1,669,923	\$1,775,492	\$1,685,842	\$1,725,571
Bookstore	\$0	\$0	\$0	\$0	\$0
Parking	\$0	\$0	\$0	\$0	\$0
Wellness Center	\$13,948	\$14,616	\$11,516	\$78,683	\$135,759
<b>Total Expenditures</b>	<b>\$11,862,891</b>	<b>\$12,447,345</b>	<b>\$13,719,643</b>	<b>\$14,041,049</b>	<b>\$14,810,950</b>
<b>Excess of Revenues over Expenditures</b>	<b>\$8,784,251</b>	<b>\$9,100,213</b>	<b>\$8,457,785</b>	<b>\$8,129,464</b>	<b>\$7,845,852</b>
Annual Debt Service	\$5,543,485	\$5,522,319	\$5,281,712	\$5,490,094	\$4,840,604
Coverage Ratio	1.58	1.65	1.60	1.48	1.62



## BOR Auxiliary System

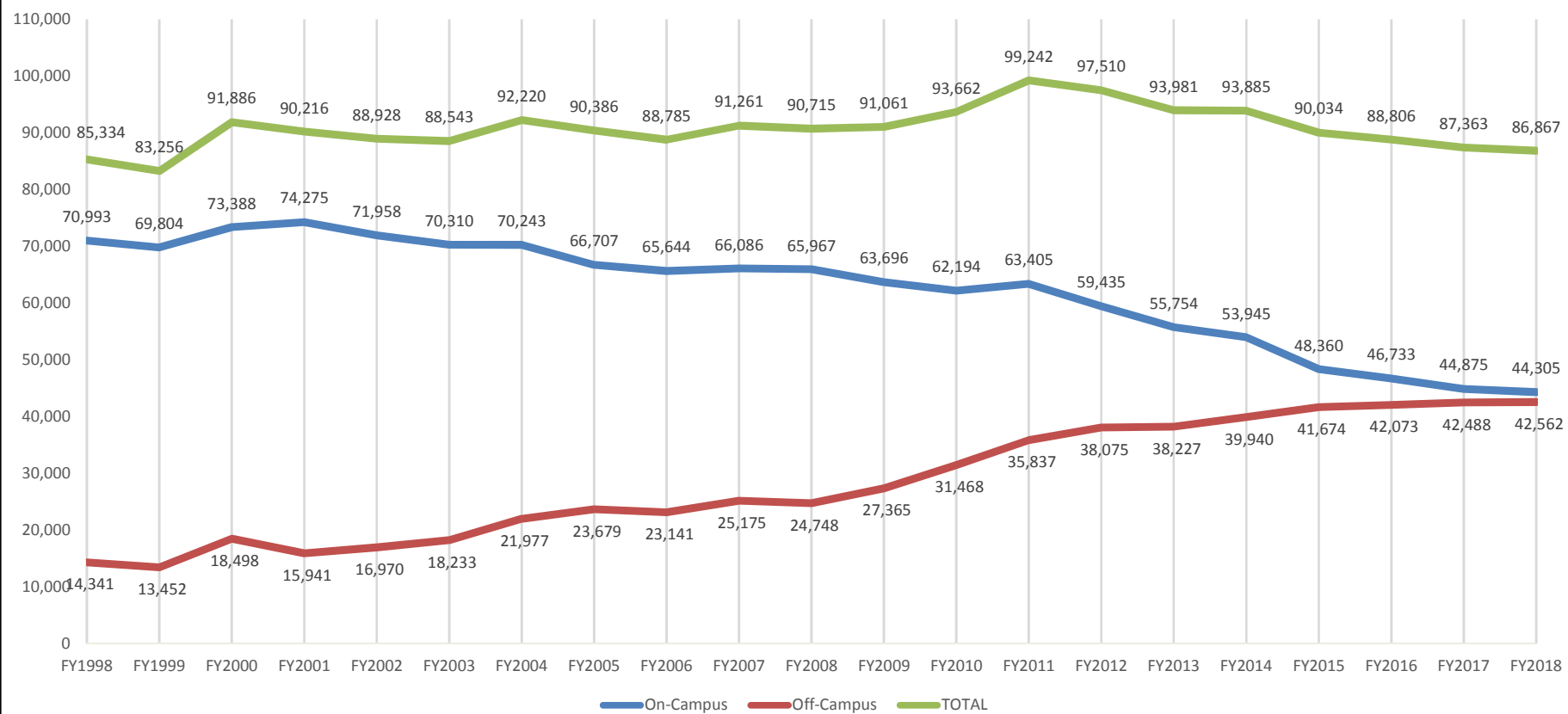
### Operating Revenues and Expenditures

<b><u>Revenues</u></b>	<b>FY14</b>	<b>FY15</b>	<b>FY16</b>	<b>FY17</b>	<b>FY18</b>
Residence Life	\$33,819,291	\$35,206,681	\$35,182,372	\$36,762,014	\$38,811,342
Food Service	\$23,621,625	\$24,860,794	\$25,313,680	\$27,086,015	\$28,716,258
Student Center Operations	\$1,270,386	\$1,341,346	\$1,477,916	\$1,397,719	\$1,730,165
General Activity Fee Support	\$2,921,366	\$3,209,856	\$3,450,687	\$3,425,312	\$3,554,993
Bookstore	\$5,166,149	\$5,395,460	\$5,075,225	\$4,562,359	\$4,150,659
Parking	\$1,578,545	\$1,554,542	\$1,674,826	\$1,786,811	\$1,864,928
GAF Support Wellness Center	\$0	\$64,597	\$199,794	\$133,675	\$198,630
Wellness Center Operations	\$991,291	\$1,020,504	\$953,115	\$987,004	\$907,884
<b>SubTotal Operating Revenue</b>	<b>\$69,368,653</b>	<b>\$72,653,781</b>	<b>\$73,327,613</b>	<b>\$76,140,909</b>	<b>\$79,934,859</b>
<b><u>Other Revenues</u></b>					
GAF Bond Support	\$6,139,641	\$6,133,775	\$6,199,708	\$6,489,549	\$9,264,889
Facility Support Fee	\$1,680,314	\$1,756,000	\$1,992,594	\$2,134,798	\$1,613,171
Aramark Investment	\$150,000	\$150,000	\$150,000	\$0	\$150,000
BAB Subsidy	\$1,541,628	\$1,523,755	\$1,493,663	\$1,458,218	\$755,489
Other		\$494,784	\$355,484	\$0	\$0
Capitalized Interest	\$70,765	\$155,338	\$87,574	\$398,367	\$0
<b>SubTotal Other Revenue</b>	<b>\$9,582,348</b>	<b>\$10,213,651</b>	<b>\$10,279,021</b>	<b>\$10,480,932</b>	<b>\$11,783,549</b>
<b><u>Investment Income</u></b>					
Debt Service	\$112,086	\$64,588	\$110,123	\$94,185	\$80,840
Interest Revenue	\$113,487	\$79,933	\$114,479	\$144,397	\$174,489
Renewals	\$274,026	\$196,497	\$282,419	\$310,126	\$260,394
Completed Construction Funds			\$0	\$0	\$0
<b>SubTotal Investment Income</b>	<b>\$499,599</b>	<b>\$341,018</b>	<b>\$507,021</b>	<b>\$548,708</b>	<b>\$515,723</b>
<b>Total Revenues</b>	<b>\$79,450,600</b>	<b>\$83,208,450</b>	<b>\$84,113,656</b>	<b>\$87,170,549</b>	<b>\$92,234,131</b>
<b><u>Expenditures</u></b>					
Residence Life	\$17,325,881	\$16,454,977	\$16,038,071	\$17,101,328	\$18,341,641
Food Service	\$22,445,156	\$23,768,378	\$25,011,441	\$25,989,372	\$28,226,601
Student Center	\$1,310,928	\$1,399,531	\$1,424,184	\$1,462,873	\$1,778,370
General Activity Fee	\$2,818,748	\$2,865,006	\$3,003,665	\$2,955,547	\$2,980,315
Bookstore	\$5,011,994	\$5,075,085	\$4,840,314	\$4,172,978	\$4,065,207
Parking	\$742,593	\$384,392	\$768,406	\$493,030	\$638,641
Other	\$91,250	\$365,000	\$365,000	\$465,000	\$374,057
Wellness Center	\$1,090,007	\$1,205,819	\$1,357,779	\$1,455,859	\$1,198,865
<b>Total Expenditures</b>	<b>\$50,836,557</b>	<b>\$51,518,189</b>	<b>\$52,808,861</b>	<b>\$54,095,987</b>	<b>\$57,603,697</b>
<b>Excess of Revenues over Expenditures</b>	<b>\$28,614,043</b>	<b>\$31,690,261</b>	<b>\$31,304,795</b>	<b>\$33,074,562</b>	<b>\$34,630,434</b>
Annual Debt Service	\$20,345,948	\$21,103,034	\$21,110,677	\$22,130,894	\$22,476,644
Coverage Ratio	1.41	1.50	1.48	1.49	1.54

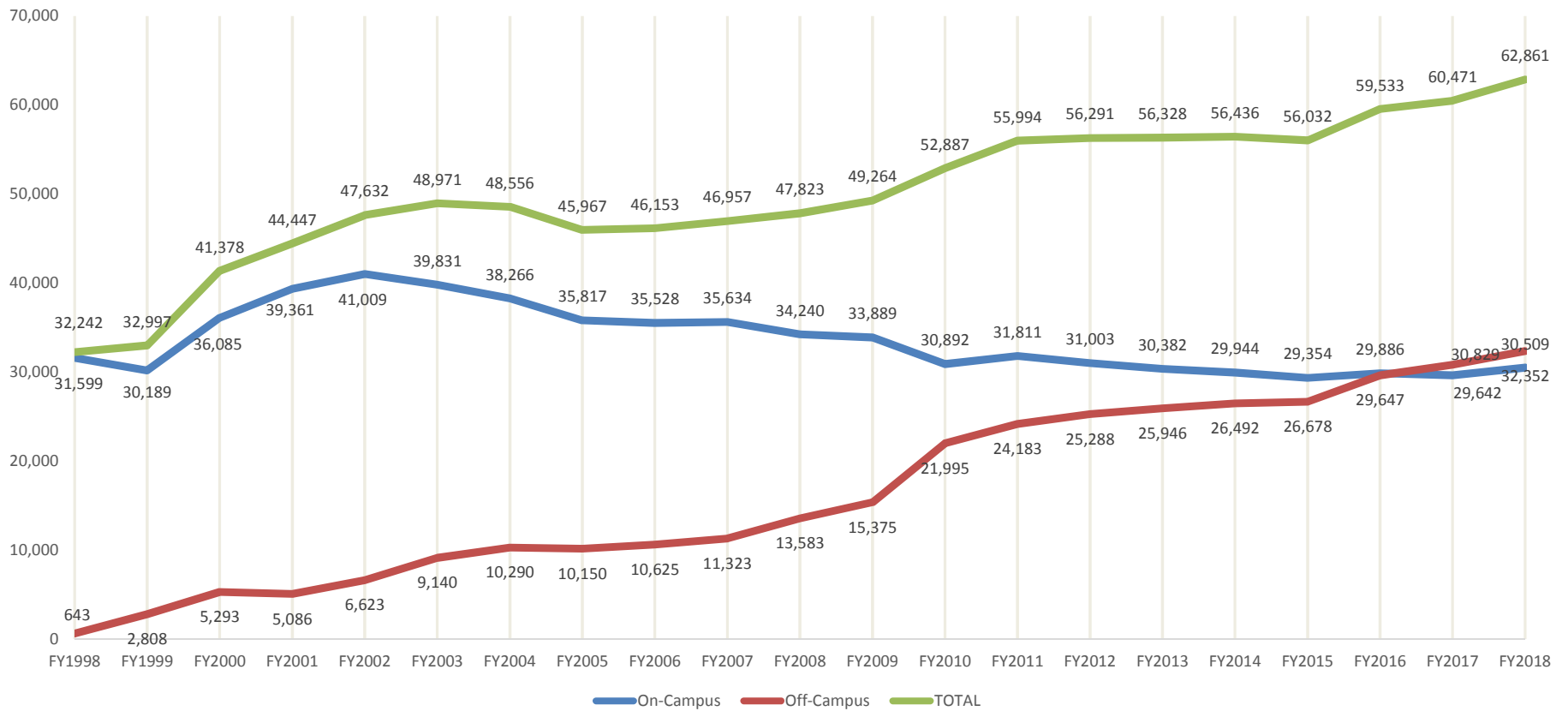
**Annual Financial Assessment**  
**Credit Hours by Funding Source**

Credit hours are a good measure of how the universities are doing in attracting and retaining students. Obviously there is a strong tie between credit hours and overall financial health. We track both on-campus and off-campus hours because of the significant growth in distance education.

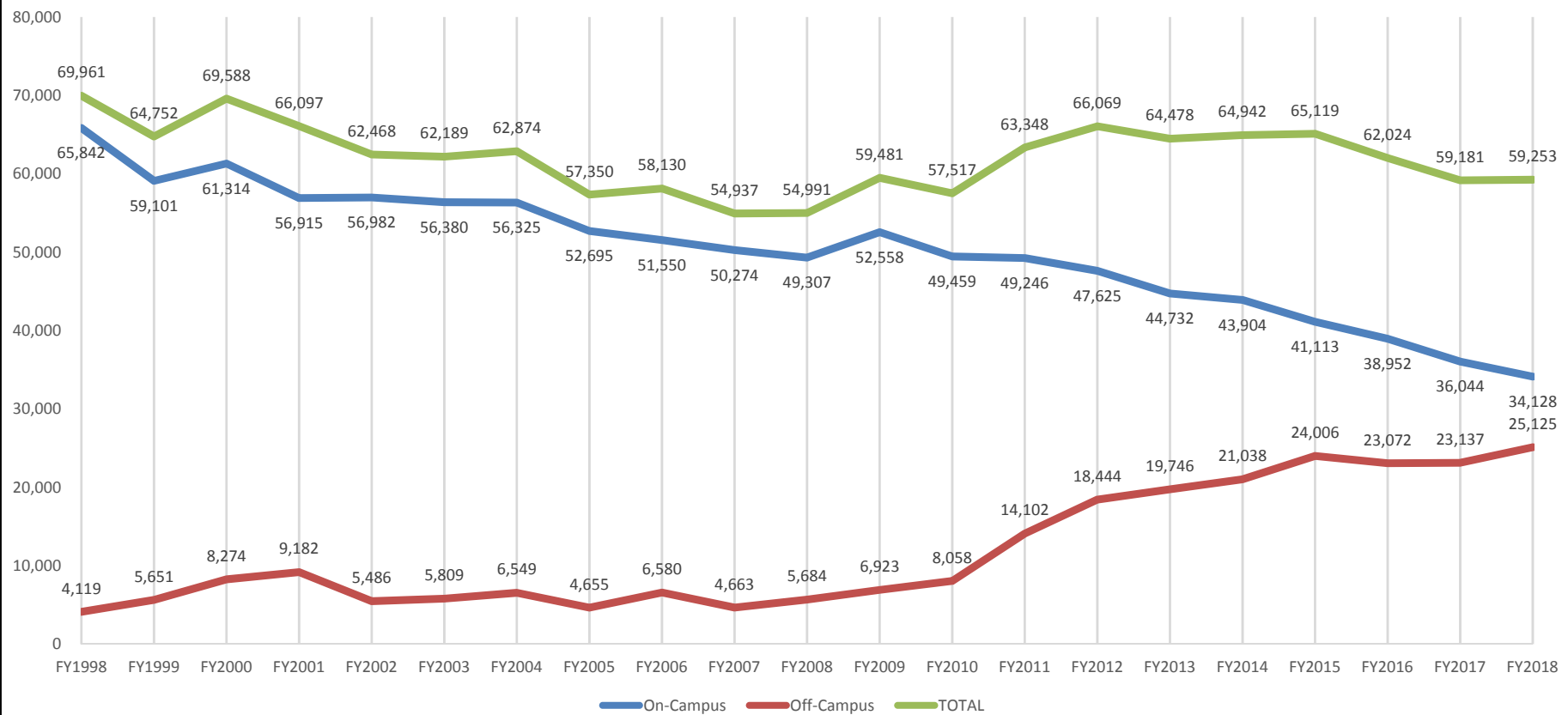
### Black Hills State University Credit Hours by Funding Source



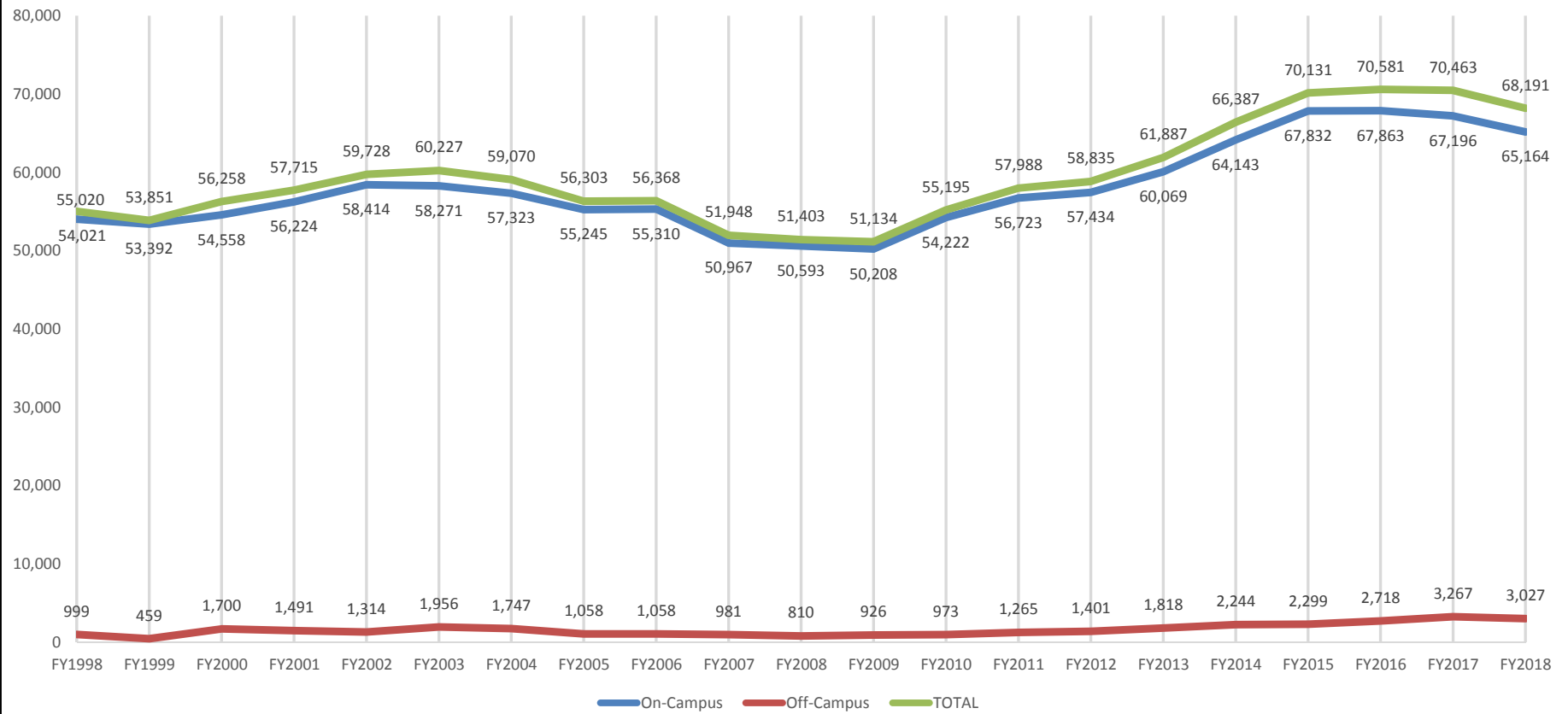
### Dakota State University Credit Hours by Funding Source



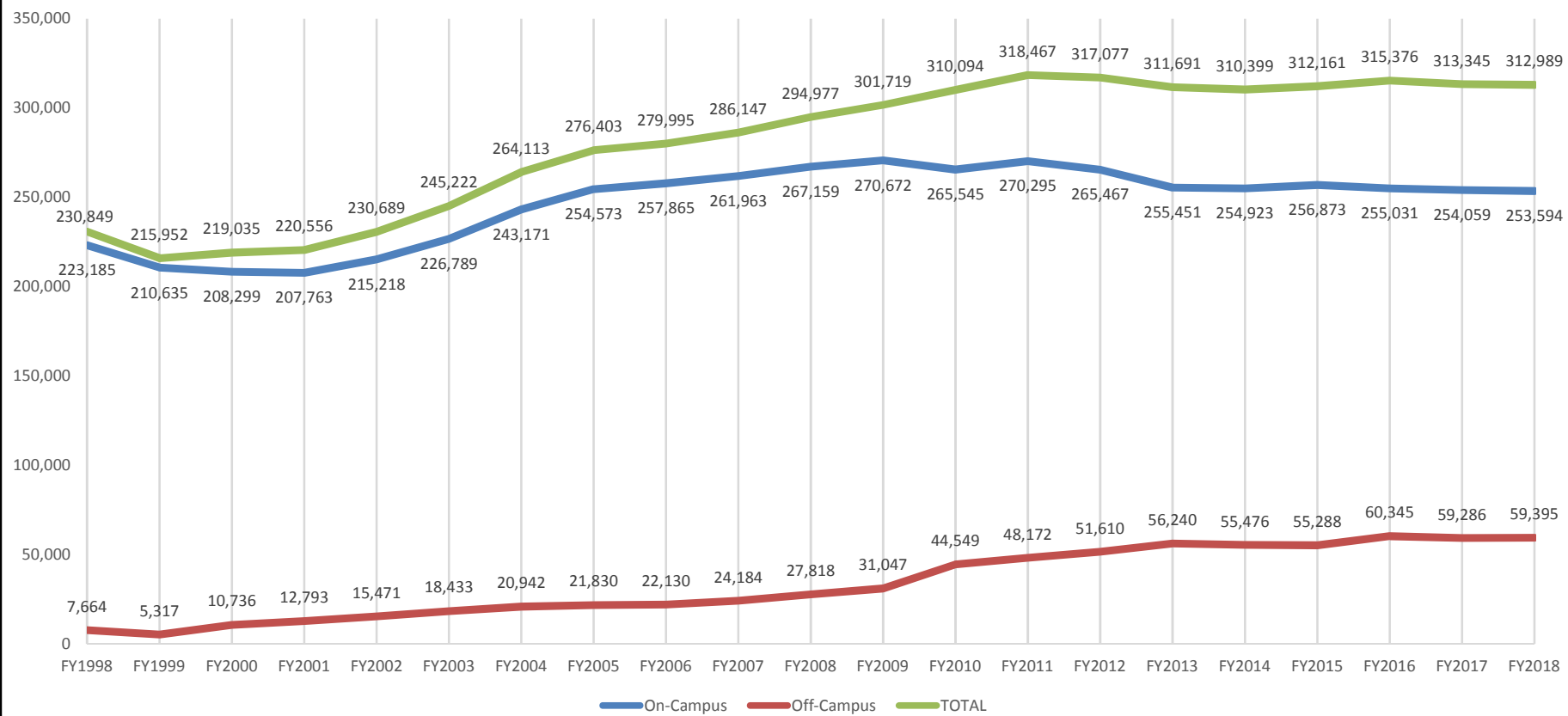
### Northern State University Credit Hours by Funding Source



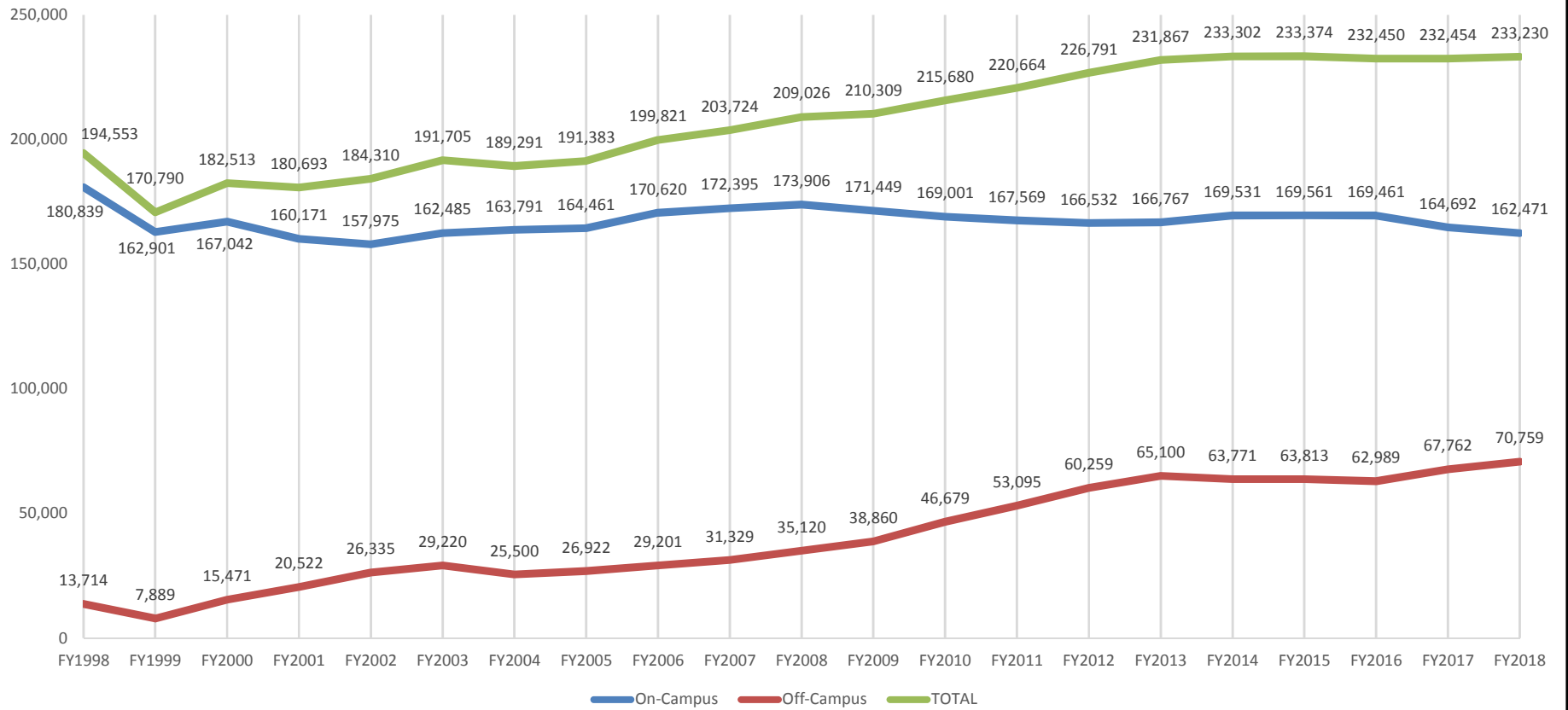
### South Dakota School of Mines & Technology Credit Hours by Funding Source



### South Dakota State University Credit Hours by Funding Source



### University of South Dakota Credit Hours by Funding Source





## **Annual Financial Assessment Outstanding Long Term Debt**

The information on the following pages provides a look at the long-term debt that is outstanding as of 6/30/18. The debt is split between bonded debt that is supported by the Auxiliary System, long term capital leases due to the South Dakota Building Authority (SDBA) that is supported by HEFF, and long term capital leases due to SDBA supported by other campus revenues. The information is further broken down by campus and the project that was funded.

## Auxiliary System Debt

As of June 30, 2018

Institution	Series	Retirement Date	Original Bond Issue	Principal Outstanding	Interest Outstanding *	Total Amount Outstanding
<b>BLACK HILLS STATE UNIVERSITY</b>						
Parking Lot Improvement	Series 2006	4/1/2026	\$1,270,000	\$645,000	\$118,580	\$763,580
Student Union Expansion	Series 2007	10/1/2028	\$8,150,000	\$5,245,000	\$1,198,047	\$6,443,047
Crow Peak Hall and Refinance Series 2004	Series 2014A	4/1/2039	\$10,220,000	\$8,535,000	\$4,391,450	\$12,926,450
Refinance of Series 2004A	Series 2014B	4/1/2026	<u>\$1,825,000</u>	<u>\$1,295,000</u>	<u>\$306,650</u>	<u>\$1,601,650</u>
			\$21,465,000	\$15,720,000	\$6,014,727	\$21,734,727
<b>DAKOTA STATE UNIVERSITY</b>						
Existing Residence Hall Renovations	Series 2007	10/1/2028	\$390,000	\$250,000	\$56,260	\$306,260
Residence Hall Renovations	Series 2008A	4/1/2028	\$4,770,000	\$2,830,000	\$638,260	\$3,468,260
Refinance of Series 2004A	Series 2014B	4/1/2025	\$1,695,000	\$1,145,000	\$239,350	\$1,384,350
Renov. Of Trojan Center and Renov of Hospital	Series 2015	4/1/2040	<u>\$10,920,000</u>	<u>\$10,555,000</u>	<u>\$6,951,700</u>	<u>\$17,506,700</u>
			\$17,775,000	\$14,780,000	\$7,885,570	\$22,665,570
<b>NORTHERN STATE UNIVERSITY</b>						
Kramer Hall Renovation	Series 2008B	4/1/2028	\$1,095,000	\$690,000	\$184,503	\$874,503
Kramer Hall Renovation	Series 2009	4/1/2019	\$1,440,000	\$50,000	\$2,625	\$52,625
Student Union Renovation and Expansion	Series 2011	4/1/2036	\$5,780,000	\$4,855,000	\$2,355,813	\$7,210,813
Refinance of Series 2004A	Series 2014B	4/1/2029	\$3,770,000	\$2,940,000	\$952,650	\$3,892,650
New Residence Hall	Series 2016	4/1/2041	\$6,785,000	\$6,615,000	\$3,921,900	\$10,536,900
Advanced Refinancing of Series 2009	Series 2017	4/1/2034	<u>\$915,000</u>	<u>\$915,000</u>	<u>\$450,100</u>	<u>\$1,365,100</u>
			\$19,785,000	\$16,065,000	\$7,867,591	\$23,932,591
<b>SOUTH DAKOTA SCHOOL OF MINES &amp; TECHNOLOGY</b>						
Surbeck Center Renovation	Series 2008B	4/1/2028	\$4,135,000	\$2,600,000	\$694,330	\$3,294,330
Surbeck Center Renov. and Connolly & Palmerton Halls Renovation	Series 2009	4/1/2019	\$10,140,000	\$375,000	\$19,688	\$394,688
Wellness Center	Series 2014A	4/1/2039	\$6,820,000	\$6,170,000	\$3,608,050	\$9,778,050
Refinance of Series 2003	Series 2014B	4/1/2033	\$6,470,000	\$5,410,000	\$2,403,200	\$7,813,200
Advanced Refunding of 2009 and Placer Hall	Series 2017	4/1/2042	<u>\$16,715,000</u>	<u>\$16,715,000</u>	<u>\$9,639,550</u>	<u>\$26,354,550</u>
			\$44,280,000	\$31,270,000	\$16,364,818	\$47,634,818
<b>SOUTH DAKOTA STATE UNIVERSITY</b>						
Residence Hall, Food Service, Wellness Center	Series 2006	4/1/2026	\$7,745,000	\$3,955,000	\$728,532	\$4,683,532
New Residence Hall; Mathews Renov.; Dining Addition; Parking	Series 2009	4/1/2019	\$34,270,000	\$1,175,000	\$61,688	\$1,236,688
New Residence Hal, Student Union Addition, Parking	Series 2011	4/1/2036	\$57,700,000	\$49,640,000	\$24,087,894	\$73,727,894
Remodel Brown Hall and Refinance Series 2004	Series 2014A	4/1/2025	\$22,865,000	\$15,990,000	\$3,333,800	\$19,323,800
Refinance of Series 2005A	Series 2015	4/1/2030	\$1,940,000	\$1,665,000	\$549,050	\$2,214,050
Wellness Center Addition and Parking	Series 2016	4/1/2041	\$12,840,000	\$12,520,000	\$7,421,450	\$19,941,450
Advanced Refunding of 2009 and New Apartments	Series 2017	4/1/2042	<u>\$38,140,000</u>	<u>\$38,140,000</u>	<u>\$21,126,600</u>	<u>\$59,266,600</u>
			\$175,500,000	\$123,085,000	\$57,309,014	\$180,394,014
<b>UNIVERSITY OF SOUTH DAKOTA</b>						
Wellness Center & Coyote Village	Series 2009	4/1/2019	\$44,475,000	\$1,295,000	\$67,988	\$1,362,988
Refinance of Series 2003	Series 2013A	4/1/2028	\$11,990,000	\$8,740,000	\$1,903,300	\$10,643,300
Refinance of Series 2005A	Series 2015	4/1/2030	\$9,665,000	\$8,335,000	\$2,749,150	\$11,084,150
Advanced Refunding of Series 2009	Series 2017	4/1/2039	<u>\$32,490,000</u>	<u>\$32,490,000</u>	<u>\$18,193,550</u>	<u>\$50,683,550</u>
			\$98,620,000	\$50,860,000	\$22,913,988	\$73,773,988
<b>GRAND TOTAL</b>			<b>\$377,425,000</b>	<b>\$251,780,000</b>	<b>\$118,355,708</b>	<b>\$370,135,708</b>

Source: Bond Payment Schedules

\* The Interest Outstanding assumes the bonds will be held to maturity and not refinanced.

## South Dakota Building Authority HEFF Supported Leases

**As of June 30, 2018**

Institution	Series	Retirement Date	Original Bond Issue	Principal Outstanding	Interest & Fees Outstanding	Total Amount Outstanding
<b>BLACK HILLS STATE UNIVERSITY</b>						
Academic Facility	Series 2002	9/1/26	\$2,500,000	\$1,267,500	\$360,922	\$1,628,422
Woodburn Hall	Series 2010A	6/1/27	\$5,400,000	\$3,050,525	\$885,061	\$3,935,586
M&R Bond	Series 2011	6/1/26	\$1,172,080	\$704,489	\$159,258	\$863,747
Jonas Science	Series 2013B	6/1/38	\$1,188,934	\$1,051,595	\$688,319	\$1,739,914
Infrastructure Upgrade	Series 2013B	6/1/38	\$3,804,588	\$3,365,106	\$2,117,835	\$5,482,941
			\$14,065,601	\$9,439,215	\$4,211,395	\$13,650,610
<b>DAKOTA STATE UNIVERSITY</b>						
Community Center	Series 1999	9/1/19	\$1,515,000	\$227,903	\$19,238	\$247,141
Technology Building	Series 2002	9/1/26	\$2,500,000	\$1,267,500	\$360,922	\$1,628,422
Infrastructure Upgrade	Series 2010A	6/1/27	\$3,000,000	\$1,694,738	\$491,701	\$2,186,439
Infrastructure Upgrade	Series 2013B	6/1/38	\$1,212,712	\$1,072,624	\$675,058	\$1,747,682
Beacom Technology Building	Series 2015	6/1/40	\$5,421,928	\$5,063,123	\$3,660,299	\$8,723,422
			\$13,649,640	\$9,325,888	\$5,207,218	\$14,533,106
<b>NORTHERN STATE UNIVERSITY</b>						
Technology Center	Series 2005C	9/1/29	\$6,940,000	\$4,410,000	\$1,451,875	\$5,861,875
Lincoln & Graham Hall Renovations	Series 2010A	6/1/27	\$3,000,000	\$1,694,738	\$491,701	\$2,186,439
M&R Bond	Series 2011	6/1/26	\$1,455,440	\$882,966	\$199,604	\$1,082,570
Johnson Fine Arts	Series 2013B	6/1/38	\$4,755,734	\$4,206,379	\$2,753,277	\$6,959,656
Infrastructure Upgrade	Series 2013B	6/1/38	\$570,688	\$504,774	\$317,680	\$822,454
			\$16,721,863	\$11,698,857	\$5,214,137	\$16,912,994
<b>SOUTH DAKOTA SCHOOL OF MINES &amp; TECHNOLOGY</b>						
Engineering Building Renovation	Series 1999	9/1/19	\$2,540,000	\$382,097	\$32,254	\$414,351
Library Renovation & Infrastructure Upgrade	Series 2003A	9/1/28	\$2,040,000	\$1,151,183	\$378,814	\$1,529,997
Infrastructure Upgrade	Series 2013B	6/1/38	\$2,606,142	\$2,305,097	\$1,450,717	\$3,755,814
Chemistry Building Remodel	Series 2015	6/1/40	\$5,458,072	\$5,096,877	\$3,684,701	\$8,781,578
			\$12,644,214	\$8,935,254	\$5,546,486	\$14,481,740
<b>SOUTH DAKOTA STATE UNIVERSITY</b>						
Engineering Building Renovation	Series 1999	9/1/19	\$2,540,000	\$382,097	\$32,254	\$414,351
Shepard Hall	Series 2007	6/1/32	\$24,000,000	\$16,572,662	\$7,014,774	\$23,587,436
M&R Bond	Series 2011	6/1/26	\$5,628,560	\$3,406,484	\$770,073	\$4,176,557
Headhouse-Greenhouse Bldg/Architecture Bldg/Cow-Calf Bldg	Series 2013B	6/1/38	\$11,318,648	\$10,011,182	\$6,552,798	\$16,563,980
Infrastructure Upgrade	Series 2013B	6/1/38	\$6,658,028	\$5,888,935	\$3,706,212	\$9,595,147
Performing Arts Center*	Series 2017	6/1/42	\$11,500,000	\$11,180,000	\$6,907,577	\$18,087,577
			\$61,645,236	\$47,441,360	\$24,983,688	\$72,425,048
<b>UNIVERSITY OF SOUTH DAKOTA</b>						
Lee Medical Building	Series 2003A	9/1/28	\$12,500,000	\$7,053,817	\$2,321,164	\$9,374,981
Business School and Slagle Hall	Series 2007	6/1/32	\$10,000,000	\$6,905,276	\$2,922,823	\$9,828,099
M&R Bond	Series 2011	6/1/26	\$4,623,920	\$2,796,060	\$632,080	\$3,428,140
Science-Health Center / Patterson Hall	Series 2013B	6/1/38	\$14,452,677	\$12,783,186	\$8,367,208	\$21,150,394
Infrastructure Upgrade	Series 2013B	6/1/38	\$7,609,175	\$6,730,192	\$4,235,658	\$10,965,850
			\$49,185,772	\$36,268,531	\$18,478,933	\$54,747,464
<b>UNIVERSITY CENTER - SIOUX FALLS</b>						
Gear Building	Series 2006C	9/1/26	\$2,000,000	\$1,140,000	\$318,940	\$1,458,940
Classroom Building	Series 2007	6/1/32	\$7,700,000	\$5,317,062	\$2,250,573	\$7,567,635
Science and Technology Building	Series 2010B	6/1/35	\$8,970,000	\$8,970,000	\$7,687,786	\$16,657,786
			\$18,670,000	\$15,427,062	\$10,257,299	\$25,684,361
<b>UNIVERSITY CENTER - RAPID CITY</b>						
Classroom Building	Series 2009	6/1/34	\$13,585,000	\$9,990,000	\$6,699,846	\$16,689,846
<b>GRAND TOTAL</b>			<b>\$200,167,327</b>	<b>\$148,526,167</b>	<b>\$80,599,002</b>	<b>\$229,125,169</b>

Note - The bonds information listed above does not include any Build America Bond Rebates.

\* SDSU is responsible for the interest and fees of this bond issue through 2021. Those items are not included in the interest number.

## Campus Supported South Dakota Building Authority Leases

**As of June 30, 2018**

Institution	Series	Retirement Date	Original Bond Issue	Principal Outstanding	Interest & Fees Outstanding	Total Amount Outstanding
<b>BLACK HILLS STATE UNIVERSITY</b>						
Infrastructure Upgrades	Series 2007	6/1/27	\$648,000	\$343,239	\$87,251	\$430,490
<b>DAKOTA STATE UNIVERSITY</b>						
Infrastructure Upgrades	Series 2007	6/1/27	\$380,000	\$201,278	\$51,164	\$252,442
<b>SOUTH DAKOTA SCHOOL OF MINES &amp; TECHNOLOGY</b>						
Infrastructure Upgrades	Series 2007	6/1/27	\$400,000	\$211,875	\$53,858	\$265,733
<b>SOUTH DAKOTA STATE UNIVERSITY</b>						
Infrastructure Upgrades	Series 2007	6/1/27	\$4,862,000	\$2,575,332	\$654,643	\$3,229,975
Cow/Calf	Series 2013B	6/1/38	\$1,902,302	\$1,682,066	\$1,099,836	\$2,781,902
Football Stadium	Series 2014A	6/1/39	\$33,910,000	\$32,210,000	\$22,181,753	\$54,391,753
Performing Arts Center*	Series 2017	6/1/21	\$0	\$0	\$1,623,557	\$1,623,557
			\$40,674,302	\$36,467,398	\$25,559,789	\$62,027,187
<b>UNIVERSITY OF SOUTH DAKOTA</b>						
Old Main	Series 1997	6/1/21	\$2,463,000	\$498,000	\$72,666	\$570,666
Dakota Dome Roof	Series 2000	9/1/24	\$6,505,000	\$2,870,000	\$661,008	\$3,531,008
Infrastructure Upgrades	Series 2007	6/1/27	\$2,300,000	\$1,218,276	\$309,683	\$1,527,959
Arena	Series 2013B/C	6/1/33	\$21,260,371	\$17,713,865	\$8,677,054	\$26,390,919
			\$32,528,371	\$22,300,141	\$9,720,411	\$32,020,552
<b>GRAND TOTAL</b>			<b>\$74,630,673</b>	<b>\$59,523,931</b>	<b>\$35,472,473</b>	<b>\$94,996,404</b>

\* SDSU is responsible for the interest and fees on this note through FY2021. HEFF is covering the principal through FY2021. HEFF will be the lone fund source after FY2021.

**South Dakota Board of Regents  
Institutional Outstanding Long-Term Debt  
June 30th, 2018**

Campus	Principal	Interest & Fees	Total	Student FTE*	Total/FTE
<b>BHSU</b>					
Auxiliary	\$15,720,000	\$6,014,727	\$21,734,727	1,533.0	\$14,178
Other	\$343,239	\$87,251	\$430,490	1,533.0	\$281
	<u>\$16,063,239</u>	<u>\$6,101,978</u>	<u>\$22,165,217</u>	<u>1,533.0</u>	<u>\$14,459</u>
<b>DSU</b>					
Auxiliary	\$14,780,000	\$7,885,570	\$22,665,570	1,087.0	\$20,851
Other	\$201,278	\$51,164	\$252,442	1,087.0	\$232
	<u>\$14,981,278</u>	<u>\$7,936,734</u>	<u>\$22,918,012</u>	<u>1,087.0</u>	<u>\$21,084</u>
<b>NSU</b>					
Auxiliary	\$16,065,000	\$7,867,591	\$23,932,591	1,212.0	\$19,746
Other	\$0	\$0	\$0	1,212.0	\$0
	<u>\$16,065,000</u>	<u>\$7,867,591</u>	<u>\$23,932,591</u>	<u>1,212.0</u>	<u>\$19,746</u>
<b>SDSMT</b>					
Auxiliary	\$31,270,000	\$16,364,818	\$47,634,818	2,267.0	\$21,012
Other	\$211,875	\$53,858	\$265,733	2,267.0	\$117
	<u>\$31,481,875</u>	<u>\$16,418,676</u>	<u>\$47,900,551</u>	<u>2,267.0</u>	<u>\$21,129</u>
<b>SDSU</b>					
Auxiliary	\$123,085,000	\$57,309,014	\$180,394,014	8,655.0	\$20,843
Other	\$36,467,398	\$25,559,789	\$62,027,187	8,655.0	\$7,167
	<u>\$159,552,398</u>	<u>\$82,868,803</u>	<u>\$242,421,201</u>	<u>8,655.0</u>	<u>\$28,009</u>
<b>USD</b>					
Auxiliary	\$50,860,000	\$22,913,988	\$73,773,988	5,584.0	\$13,212
Other	\$22,300,141	\$9,720,411	\$32,020,552	5,584.0	\$5,734
	<u>\$73,160,141</u>	<u>\$32,634,399</u>	<u>\$105,794,540</u>	<u>5,584.0</u>	<u>\$18,946</u>

\* Fall On-Campus Student FTE figure taken from FY18 Factbook.

Note: Does not include System HEFF debt

## **Annual Financial Assessment Summary of Foundations' Balance Sheets**

Foundations have become a very important part of a campus' other income revenue source. Because of this increased dependence on foundation revenue, key elements of their financial statements have been provided on the following pages. The Foundation statements are audited by independent auditors hired by the Foundations.

The information provided looks at total assets, total liabilities, net assets, as well as the change in net assets. A current and prior year comparison between endowments, investments, and pledges is also provided. This is a very simplified breakdown of the balance sheet activity. With these basic comparisons, we can begin to get a picture of the health of a foundation and what is contributing to its increases or decreases.

DSU, NSU, and SDSMT have fiscal years ending on June 30<sup>th</sup>. SDSU, USD, and BHSU Foundations have calendar year-ends. The USD Foundation conducted a short year audit to move their year-end to December 31<sup>st</sup>. The 12/31/15 audit represents only six months of activity.

**Black Hills State University Foundation**  
**For Years End December 31st, 2015, 2016, and 2017**

	Dec 2015	Dec 2016	Dec 2017
<b>Assets:</b>			
Restricted Assets	\$17,672,757	\$18,025,117	\$19,832,268
Unrestricted Assets	\$271,064	\$342,920	\$1,450,907
Other Assets (Cash & Equivalencies, Receivables, and Property)	<u>\$3,458,548</u>	<u>\$3,254,380</u>	<u>\$3,531,831</u>
Total Assets	\$21,402,369	\$21,622,417	\$24,815,006
<b>Liabilities:</b>			
Notes Payable	\$670,913	\$653,704	\$630,732
Other Liabilities (Accounts Payable, Gift Annuities and Life Income Agreements)	<u>\$2,787,635</u>	<u>\$2,600,676</u>	<u>\$2,901,099</u>
Total Liabilities	\$3,458,548	\$3,254,380	\$3,531,831
 Total Net Assets	 \$17,943,821	 \$18,368,037	 \$21,283,175
 Change in Net Assets	 \$460,095	 \$424,216	 \$2,915,138
 % Change in Net Assets	 2.63%	 2.36%	 15.87%
 <u>Endowment Funds:</u>			
Endowment Previous Year-end	\$12,876,773	\$13,494,779	\$14,188,418
Endowment Current Year-end	\$13,494,779	\$14,188,418	\$16,154,800
Change in Endowment Net Assets	\$618,006	\$693,639	\$1,966,382
Note: Endowment assets are a subset of Total Assets.			
 <u>Investment Assets:</u>			
Investments Previous Year-end	\$15,251,644	\$14,438,038	\$16,295,030
Investments Current Year-end	\$14,438,038	\$16,295,030	\$18,477,574
Note: Investments is a subset of Total Assets.			
 <u>Pledges Receivable:</u>			
Pledges Previous Year-end	\$518,345	\$1,422,560	\$260,576
Pledges Current Year-end	\$1,422,560	\$260,576	\$132,665

**Selected Financial Data for Foundations from Independently Audited Financial Statements**

# Dakota State University Foundation

## For Years End June 30th, 2016, 2017, and 2018

	June 2016	June 2017	June 2018
<b>Assets:</b>			
Restricted Assets	\$15,354,237	\$13,968,489	\$14,395,993
Unrestricted Assets	\$1,257,895	\$1,721,125	\$2,884,638
Other Assets (Cash & Equivalencies, Receivables, and Property)	<u>\$503,593</u>	<u>\$492,311</u>	<u>\$28,693,148</u>
Total Assets	\$17,115,725	\$16,181,925	\$45,973,779
<b>Liabilities:</b>			
Notes Payable	\$0	\$0	\$0
Other Liabilities (Accounts Payable, Gift Annuities and Life Income Agreements)	<u>\$503,593</u>	<u>\$492,311</u>	<u>\$28,693,148</u>
Total Liabilities	\$503,593	\$492,311	\$28,693,148
 Total Net Assets	 \$16,612,132	 \$15,689,614	 \$17,280,631
 Change in Net Assets	 (\$257,837)	 (\$922,518)	 \$1,591,017
 % Change in Net Assets	 -1.53%	 -5.55%	 10.14%
 <u>Endowment Funds:</u>			
Endowment Previous Year-end	\$9,106,682	\$9,632,179	\$10,674,962
Endowment Current Year-end	\$9,632,179	\$10,674,962	\$14,512,625
Change in Endowment Net Assets	\$525,497	\$1,042,783	\$3,837,663
Note: Endowment assets are a subset of Total Assets.			
 <u>Investment Assets:</u>			
Investments Previous Year-end	\$12,613,996	\$13,838,912	\$11,731,894
Investments Current Year-end	\$13,838,912	\$11,731,894	\$27,488,788
Note: Investments is a subset of Total Assets.			
 <u>Pledges Receivable:</u>			
Pledges Previous Year-end	\$0	\$0	\$0
Pledges Current Year-end	\$0	\$0	\$0

**Selected Financial Data for Foundations from Independently Audited Financial Statements**



# Northern State University Foundation

## For Years End June 30th, 2016, 2017, and 2018

	June 2016	June 2017	June 2018
Assets:			
Restricted Assets	\$44,415,186	\$88,143,685	\$81,422,188
Unrestricted Assets	(\$2,267,213) *	(\$308,973) *	\$389,829
Other Assets (Cash & Equivalencies, Receivables, and Property)	<u>\$4,286,190</u>	<u>\$1,634,876</u>	<u>\$1,417,558</u>
Total Assets	\$46,434,163	\$89,469,588	\$83,229,575
Liabilities:			
Notes Payable	\$23,680	\$0	\$0
Other Liabilities (Accounts Payable, Gift Annuities and Life Income Agreements)	<u>\$4,262,510</u>	<u>\$1,634,876</u>	<u>\$1,417,558</u>
Total Liabilities	\$4,286,190	\$1,634,876	\$1,417,558
Total Net Assets	\$42,147,973	\$87,834,712	\$81,812,017
Change in Net Assets	(\$9,091,096)	\$45,686,739	(\$6,022,695)
% Change in Net Assets	-17.74%	108.40%	-6.86%
<u>Endowment Funds:</u>			
Endowment Previous Year-end	\$27,220,884	\$27,467,468	\$29,399,239
Endowment Current Year-end	\$27,467,468	\$29,399,239	\$30,771,230
Change in Endowment Net Assets	\$246,584	\$1,931,771	\$1,371,991
Note: Endowment assets are a subset of Total Assets.			
<u>Investment Assets:</u>			
Investments Previous Year-end	\$30,752,546	\$22,554,789	\$22,477,774
Investments Current Year-end	\$22,554,789	\$22,477,774	\$22,441,967
Note: Investments is a subset of Total Assets.			
<u>Pledges Receivable:</u>			
Pledges Previous Year-end	\$3,282,281	\$2,413,278	\$44,687,381
Pledges Current Year-end	\$2,413,278	\$44,687,381	\$35,647,807

### Selected Financial Data for Foundations from Independently Audited Financial Statements

\* Deficits in Unrestricted Assets are generally related to the market value of assets that are less than the original value of endowed gifts. They can also reflect support to the university beyond available pledges or gifts.

## South Dakota School of Mines and Technology Foundation For Years End June 30th, 2016, 2017, and 2018

	June 2016	June 2017	June 2018
<b>Assets:</b>			
Restricted Assets	\$67,791,886	\$74,597,049	\$81,440,224
Unrestricted Assets	\$1,129,118	\$1,317,644	\$3,176,216
Other Assets (Cash & Equivalencies, Receivables, and Property)	<u>\$14,613,688</u>	<u>\$15,146,945</u>	<u>\$5,923,178</u>
Total Assets	\$83,534,692	\$91,061,638	\$90,539,618
<b>Liabilities:</b>			
Notes Payable	\$7,873,620	\$10,055,425	\$1,041,387
Other Liabilities (Accounts Payable, Gift Annuities and Life Income Agreements)	<u>\$6,740,068</u>	<u>\$5,091,520</u>	<u>\$4,881,791</u>
Total Liabilities	\$14,613,688	\$15,146,945	\$5,923,178
 Total Net Assets	 \$68,921,004	 \$75,914,693	 \$84,616,440
 Change in Net Assets	 \$483,830	 \$6,993,689	 \$8,701,747
 % Change in Net Assets	 0.71%	 10.15%	 11.46%
 <u>Endowment Funds:</u>			
Endowment Previous Year-end	\$55,291,746	\$53,685,144	\$53,685,144
Endowment Current Year-end	\$53,685,144	\$60,398,612	\$60,398,612
Change in Endowment Net Assets	-\$1,606,602	\$6,713,468	\$6,713,468
Note: Endowment assets are a subset of Total Assets.			
 <u>Investment Assets:</u>			
Investments Previous Year-end	\$62,395,972	\$58,796,762	\$69,073,090
Investments Current Year-end	\$58,796,762	\$69,073,090	\$65,544,260
Note: Investments is a subset of Total Assets.			
 <u>Pledges Receivable:</u>			
Pledges Previous Year-end	\$5,117,121	\$5,418,850	\$4,666,663
Pledges Current Year-end	\$5,418,850	\$4,666,633	\$4,508,571

**Selected Financial Data for Foundations from Independently Audited Financial Statements**

## South Dakota State University Foundation For Years End December 31st, 2015, 2016, and 2017

	Dec 2015	Dec 2016	Dec 2017
<b>Assets:</b>			
Restricted Assets	\$183,925,629	\$190,099,594	\$196,069,854
Unrestricted Assets	(\$14,632,873) *	(\$13,978,499) *	(\$6,385,901) *
Other Assets (Cash & Equivalencies, Receivables, and Property)	<u>\$18,116,113</u>	<u>\$17,846,280</u>	<u>\$20,256,740</u>
Total Assets	\$187,408,869	\$193,967,375	\$209,940,693
<b>Liabilities:</b>			
Notes Payable	\$6,534,285	\$3,937,362	\$4,027,236
Other Liabilities (Accounts Payable, Gift Annuities and Life Income Agreements)	<u>\$11,581,828</u>	<u>\$13,908,918</u>	<u>\$16,229,504</u>
Total Liabilities	\$18,116,113	\$17,846,280	\$20,256,740
 Total Net Assets	 \$169,292,756	 \$176,121,095	 \$189,683,953
 Change in Net Assets	 (\$55,853)	 \$6,828,339	 \$13,562,858
 % Change in Net Assets	 -0.03%	 4.03%	 7.70%
 <u>Endowment Funds:</u>			
Endowment Previous Year-end	\$117,868,606	\$115,786,068	\$123,514,897
Endowment Current Year-end	\$115,786,068	\$123,514,897	\$139,774,800
Change in Endowment Net Assets	-\$2,082,538	\$7,728,829	\$16,259,903
Note: Endowment assets are a subset of Total Assets.			
 <u>Investment Assets:</u>			
Investments Previous Year-end	\$133,046,930	\$133,783,982	\$131,564,369
Investments Current Year-end	\$133,783,792	\$131,534,369	\$146,678,041
Note: Investments is a subset of Total Assets.			
 <u>Pledges Receivable:</u>			
Pledges Previous Year-end	\$26,658,567	\$24,173,646	\$24,185,053
Pledges Current Year-end	\$24,173,646	\$24,185,053	\$22,462,676

### Selected Financial Data for Foundations from Independently Audited Financial Statements

\* Deficits in Unrestricted Assets are generally related to the market value of assets that are less than the original value of endowed gifts. They can also reflect support to the university beyond available pledges or gifts. SDSU specifically has footnoted that their university support is beyond pledges for the following amounts: 2017-\$9,595,000; 2016-\$13,762,000; 2015-\$5,264,000. The Foundation plans to recover this unrestricted nets assets deficit with future gifts as well as changes to the programmatic support provided to SDSU.

# University of South Dakota Foundation

## For Years End December 31st 2015, 2016, and 2017

	Dec 2015	Dec 2016	Dec 2017
<b>Assets:</b>			
Restricted Assets	\$232,256,413	\$236,057,522	\$271,348,627
Unrestricted Assets	\$6,835,668	\$1,413,272	(\$2,908,096)
Other Assets (Cash & Equivalencies, Receivables, and Property)	<u>\$18,227,127</u>	<u>\$20,564,161</u>	<u>\$19,497,347</u>
Total Assets	\$257,319,208	\$258,034,955	\$287,937,878
<b>Liabilities:</b>			
Notes Payable	\$0	\$0	\$0
Other Liabilities (Accounts Payable, Gift Annuities and Life Income Agreements)	<u>\$18,227,127</u>	<u>\$20,564,161</u>	<u>\$19,497,347</u>
Total Liabilities	\$18,227,127	\$20,564,161	\$19,497,347
<b>Total Net Assets</b>	<b>\$239,092,081</b>	<b>\$237,470,794</b>	<b>\$268,440,531</b>
<b>Change in Net Assets</b>	<b>(\$4,339,716)</b>	<b>(\$1,621,287)</b>	<b>\$30,969,737</b>
<b>% Change in Net Assets</b>	<b>-1.78%</b>	<b>-0.68%</b>	<b>13.04%</b>
<b><u>Endowment Funds:</u></b>			
Endowment Previous Year-end	\$216,099,991	\$205,669,044	\$214,491,251
Endowment Current Year-end	\$205,669,044	\$214,491,251	\$243,859,683
Change in Endowment Net Assets	-\$10,430,947	\$8,822,207	\$29,368,432
Note: Endowment assets are a subset of Total Assets.			
<b><u>Investment Assets:</u></b>			
Investments Previous Year-end	\$236,947,884	\$230,633,526	\$225,340,116
Investments Current Year-end	\$230,533,526	\$225,340,116	\$253,240,515
Note: Investments is a subset of Total Assets.			
<b><u>Pledges Receivable:</u></b>			
Pledges Previous Year-end	\$14,072,605	\$14,663,320	\$14,556,633
Pledges Current Year-end	\$14,663,320	\$14,556,633	\$16,886,566

### Selected Financial Data for Foundations from Independently Audited Financial Statements

\* Deficits in Unrestricted Assets are generally related to the market value of assets that are less than the original value of endowed gifts. They can also reflect support to the university beyond available pledges or gifts. USD specifically has footnoted that their university support is beyond pledges for the following amounts: 2017-\$0; 2016-\$532,828.