



**UM – Missoula
Financial Trends and Fiscal Year 2022 Budget**

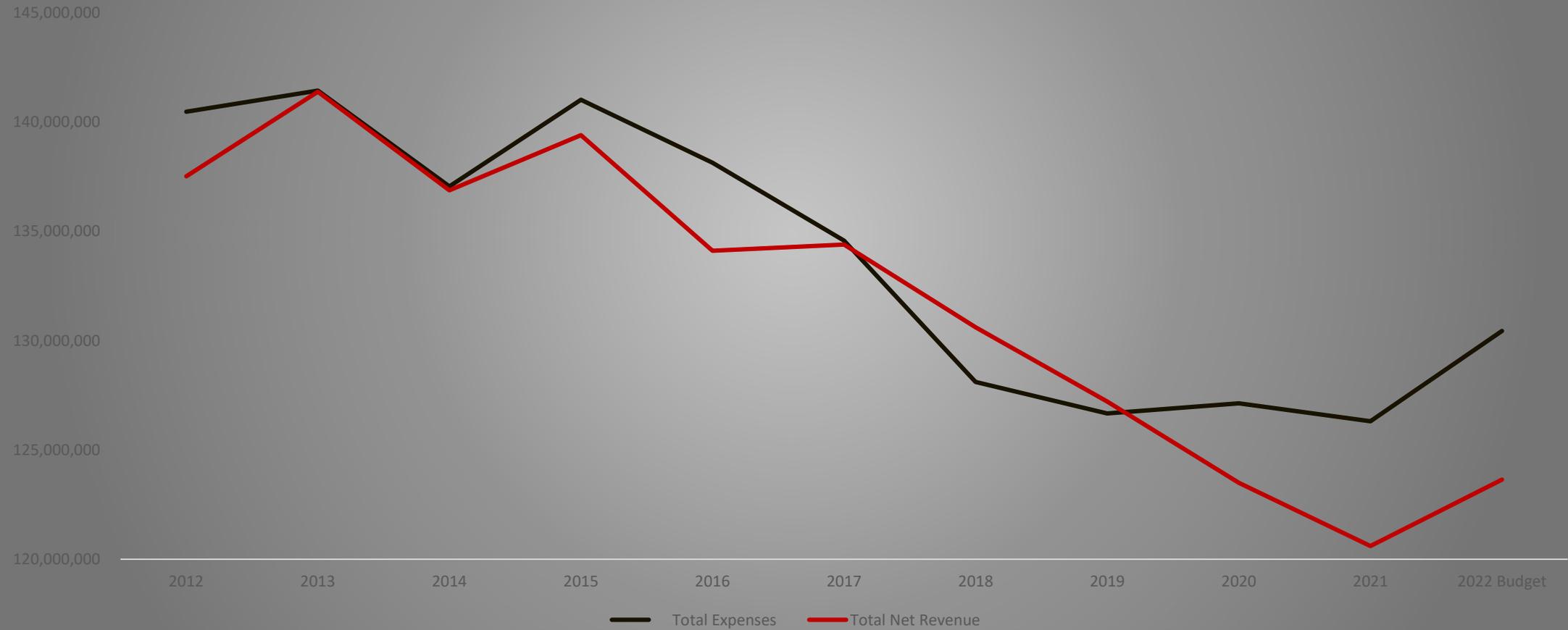
History of State fund deficits and the reserve funds available for offset

| | Biennium 13 | | Biennium 15 | | Biennium 17 | | Biennium 19 | | Biennium 21 | | Biennium 23 | Change 2012 - 2021 |
|--|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|---------------------|
| | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 Budget | |
| Gross Revenue (excluding transfers in) | 151,070,751 | 154,795,918 | 151,403,575 | 154,726,674 | 148,452,541 | 147,917,416 | 146,113,838 | 143,765,782 | 139,654,369 | 138,041,561 | 140,788,570 | (10,282,181) |
| Waivers & Scholarships | (13,558,943) | (13,419,248) | (14,534,594) | (15,338,144) | (14,345,272) | (13,524,746) | (15,501,617) | (16,554,804) | (16,159,807) | (17,439,667) | (17,150,000) | (3,591,057) |
| Net Revenue | 137,511,808 | 141,376,670 | 136,868,981 | 139,388,531 | 134,107,269 | 134,392,670 | 130,612,221 | 127,210,978 | 123,494,562 | 120,601,894 | 123,638,570 | (13,873,238) |
| Personal Services Expense | 113,525,437 | 119,287,519 | 120,657,173 | 122,138,448 | 120,683,603 | 117,382,884 | 113,600,012 | 110,530,380 | 113,091,730 | 111,962,606 | 117,434,005 | 3,908,568 |
| Operating and Capital Expense | 17,205,760 | 17,779,367 | 13,803,355 | 17,532,703 | 16,190,516 | 14,723,802 | 13,602,090 | 14,725,692 | 13,459,785 | 13,293,213 | 12,463,905 | (4,741,855) |
| Transfers Out of General Fund | 9,725,891 | 4,358,247 | 2,590,146 | 1,340,298 | 1,255,466 | 2,464,411 | 903,342 | 1,412,887 | 580,181 | 1,055,980 | 540,660 | (9,185,231) |
| Total Expenses | 140,457,088 | 141,425,133 | 137,050,674 | 141,011,449 | 138,129,585 | 134,571,096 | 128,105,444 | 126,668,959 | 127,131,696 | 126,311,799 | 130,438,570 | (10,018,518) |
| Net Operating Surplus or (Deficit) | (2,945,280) | (48,463) | (181,693) | (1,622,918) | (4,022,316) | (178,427) | 2,506,776 | 542,019 | (3,637,134) | (5,709,905) | (6,800,000) | (3,854,720) |
| Reserve Funds Balances | | | | | | | | | | | | |
| Termination Pool | 1,022,837 | 1,022,504 | 1,022,504 | 51,709 | - | - | - | - | - | - | - | (1,022,837) |
| Covid Funding | - | - | - | - | - | - | - | - | - | 5,303,074 | 6,800,000 | 6,800,000 |
| Scholarships & Stipends | - | 185,419 | - | 3,124 | 3,124 | - | - | - | 3,133 | - | - | - |
| Enrollment Contingency | 5,724,699 | 2,154,764 | 1,154,158 | 509,092 | - | 1,360,001 | 1,360,001 | 4,416,064 | 582,064 | 175,233 | 175,233 | (5,549,466) |
| Reverted Appropriations - Deferred Maintenance | 236,200 | 234,966 | 192,651 | 212,846 | 220,515 | 200,515 | - | - | - | - | - | (236,200) |
| Total Balance Reserve Funds | 6,983,736 | 3,597,653 | 2,369,313 | 776,771 | 223,639 | 1,560,516 | 1,360,001 | 4,416,064 | 585,197 | 5,478,307 | 6,975,233 | (8,503) |

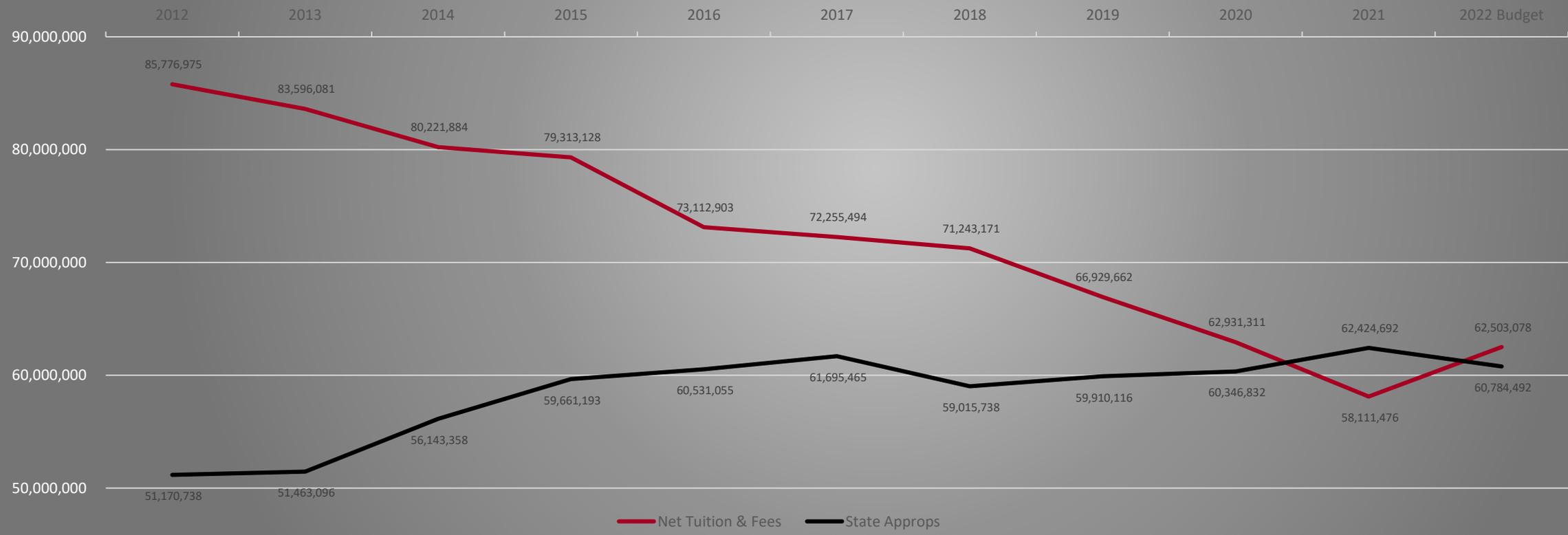
Notes:

- Transfers in early years include funding IT and Facilities projects outside of the operating fund. This funding source has been cut off in recent years.
- FY2018 - \$2M voluntary retirement was funded by OCHE in a separate fund.
- FY19 Transfers increased due to asbestos mitigation measures.

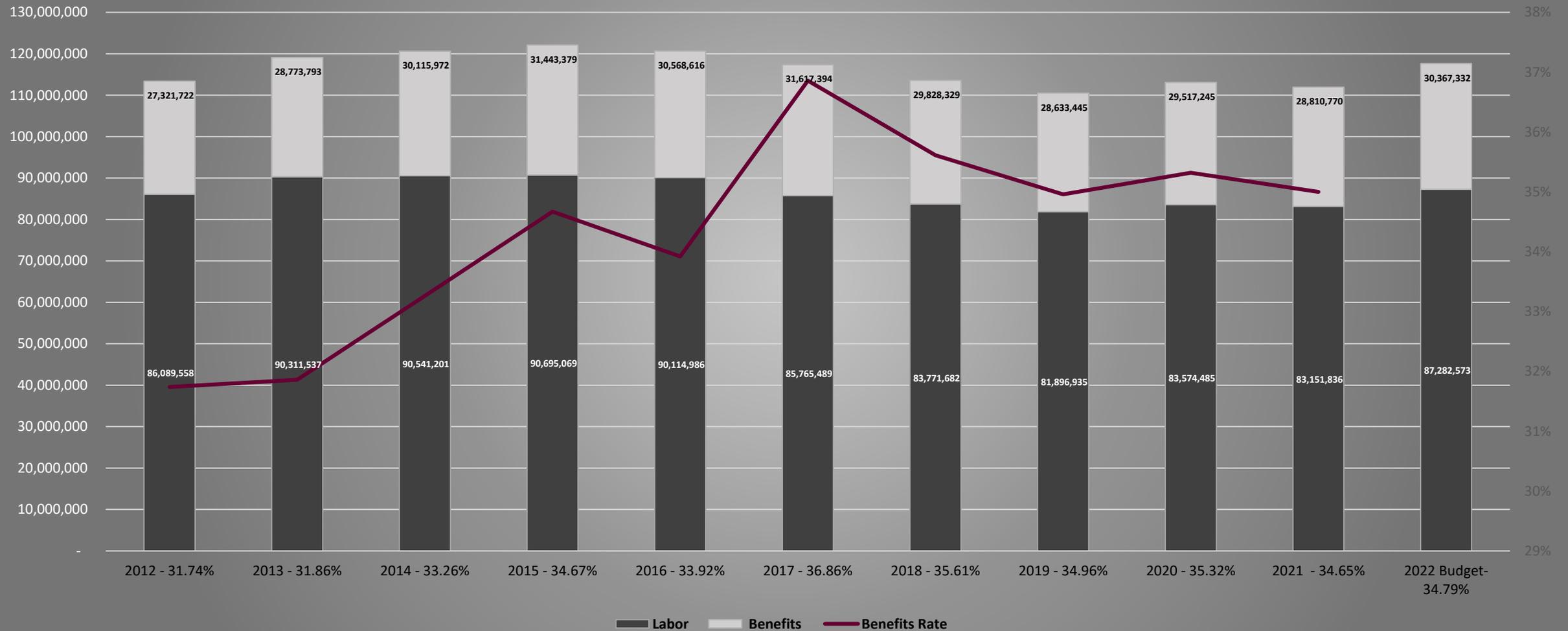
Spending has declined, but revenues have decreased at a faster rate



Net tuition and fees have continued to decline, only partially offset by gradual increases in State allocations

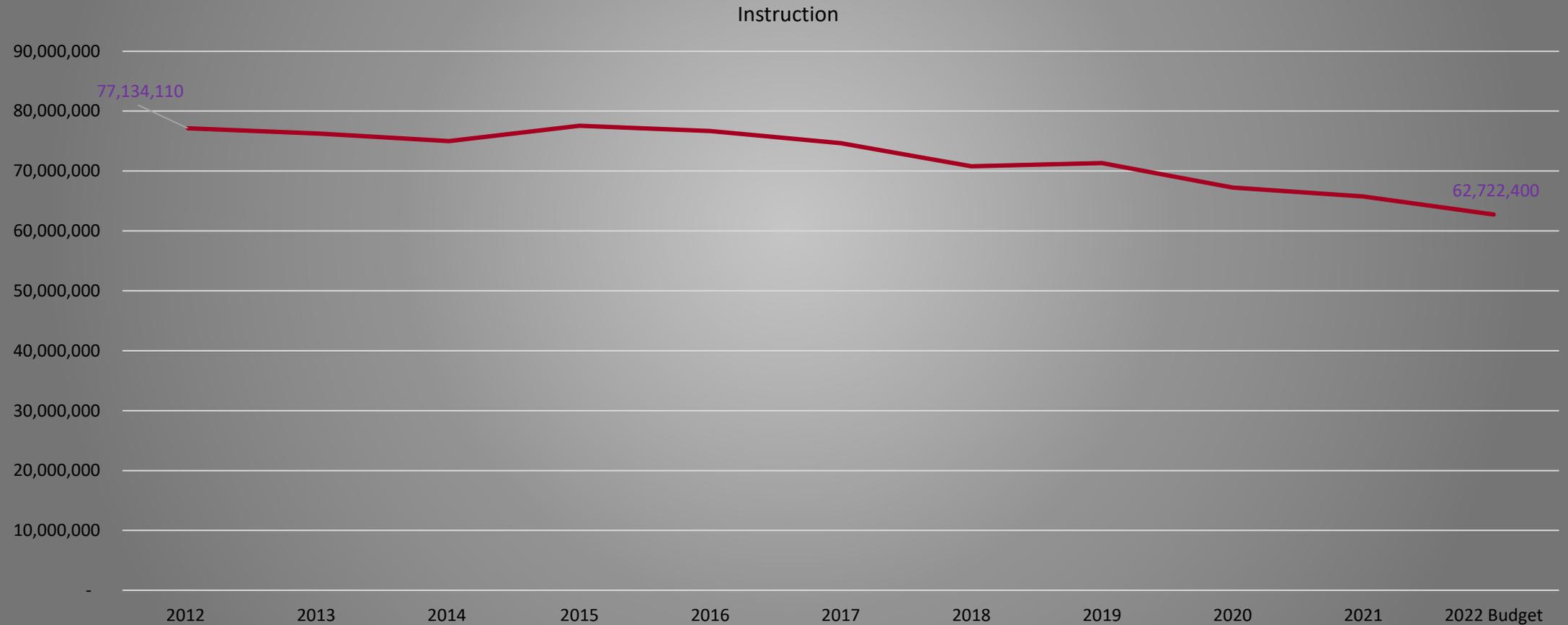


Labor and benefit escalations (CBA agreements, pay plan) have offset expense reductions from declining FTE employees

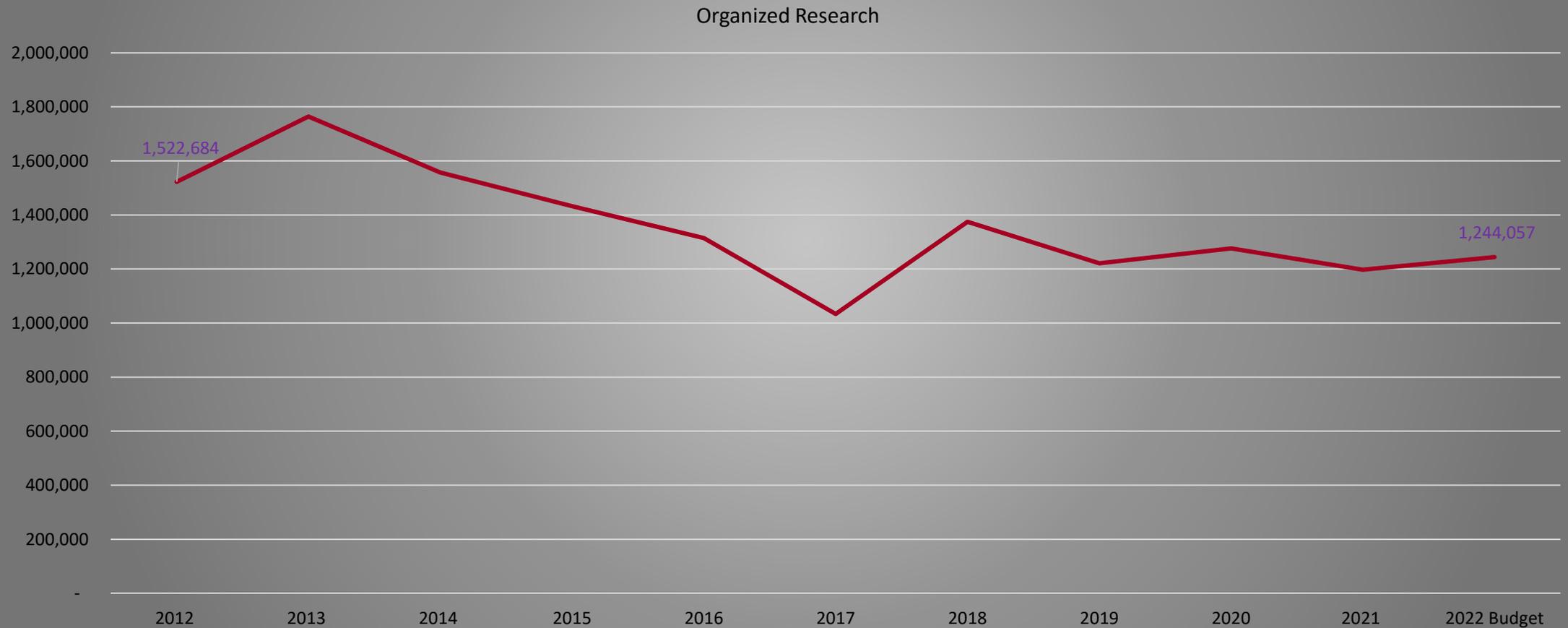


Note: In Fiscal 2017 the University's expense for health insurance increased from \$887 per month to \$1,054 per month for all benefit eligible employees.

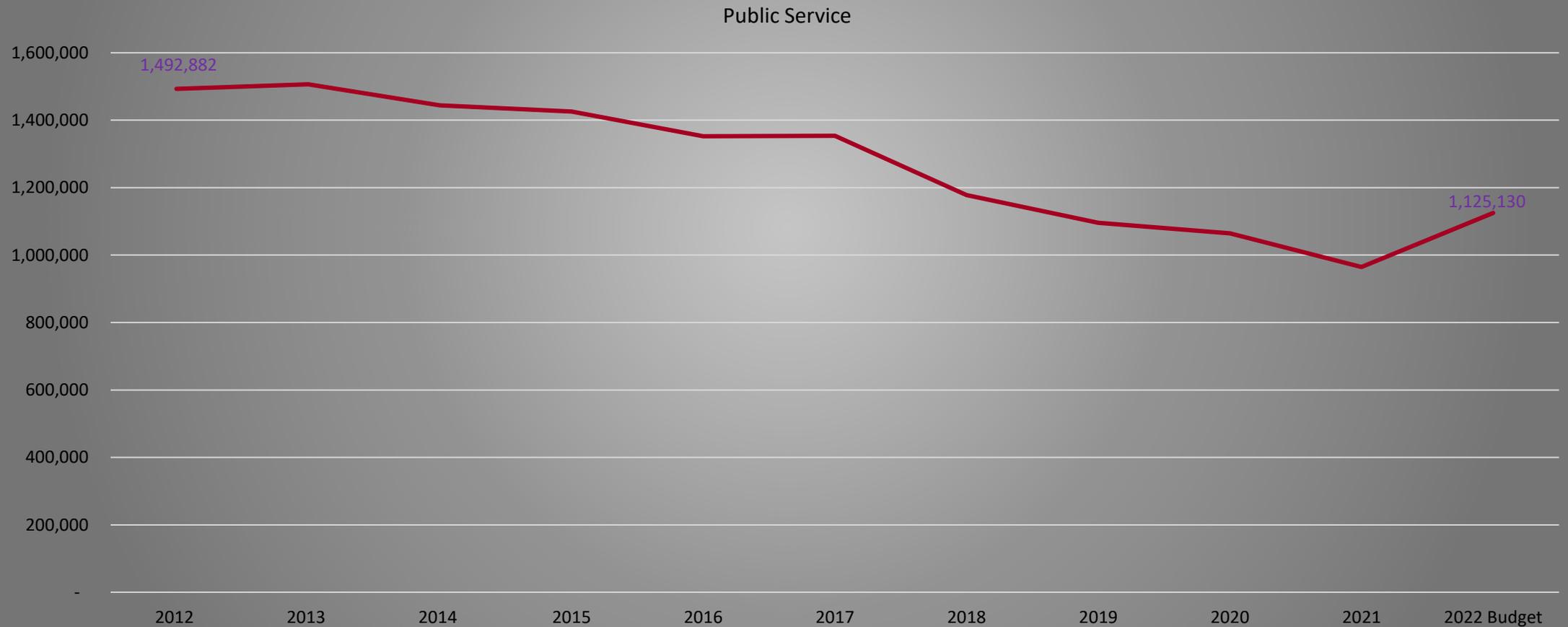
Program 01 – Instruction Expenses ("I" Indices)



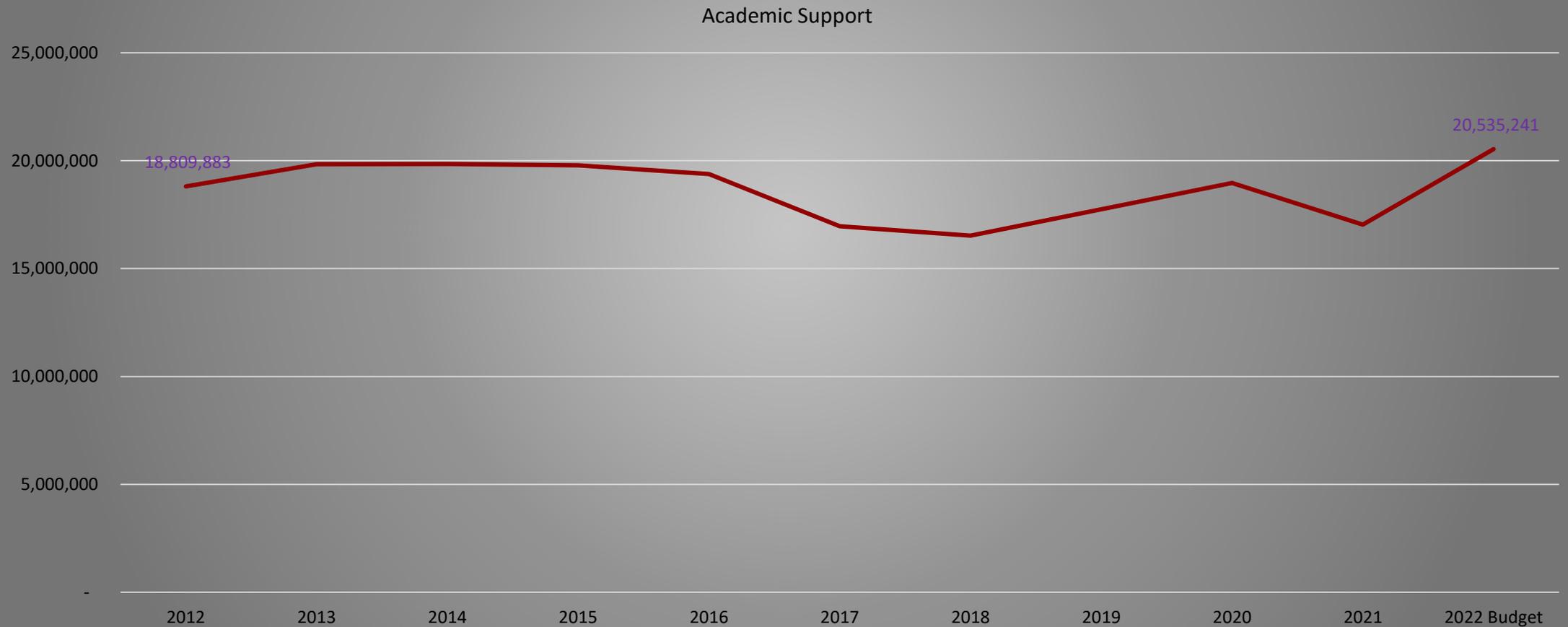
Program 02 – Organized Research Expenses ("R" Indices)



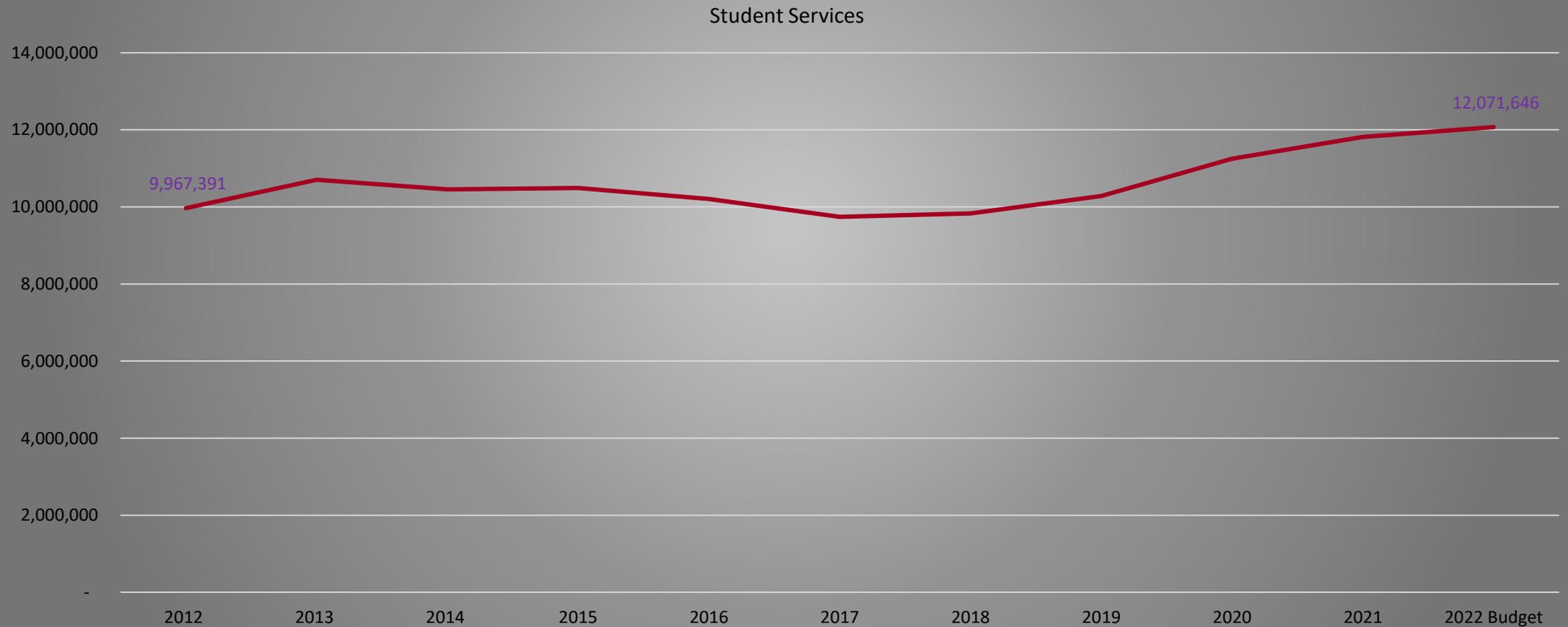
Program 03 – Public Service Expenses ("P" Indices)



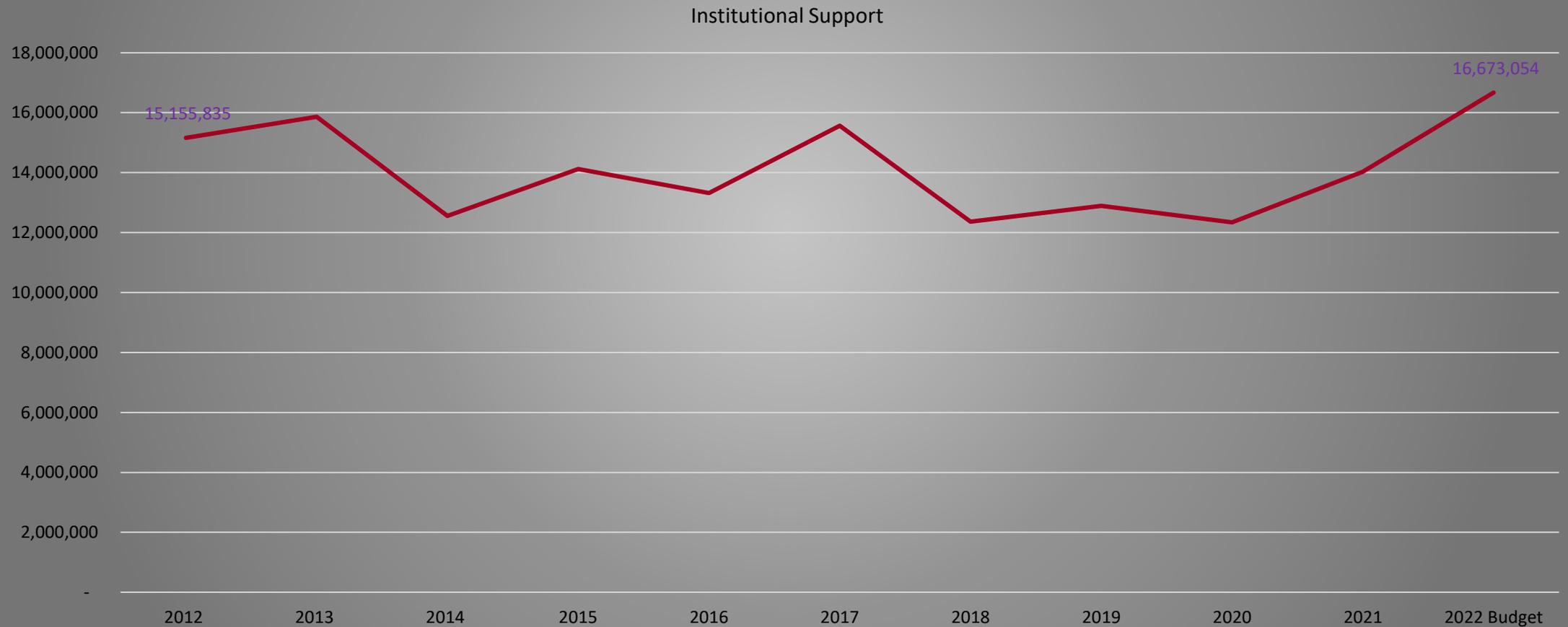
Program 04 – Academic Support Expenses ("A" Indices)



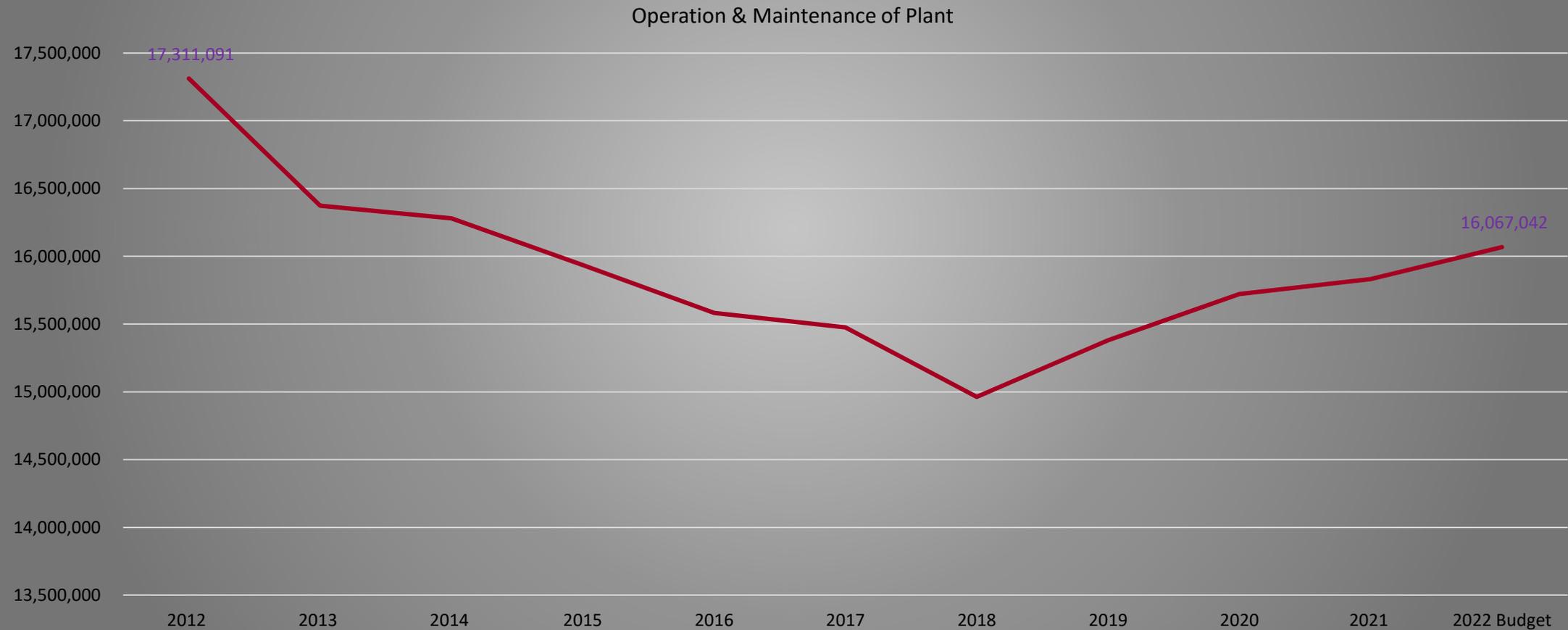
Program 05 – Student Services Expenses ("S" Indices)



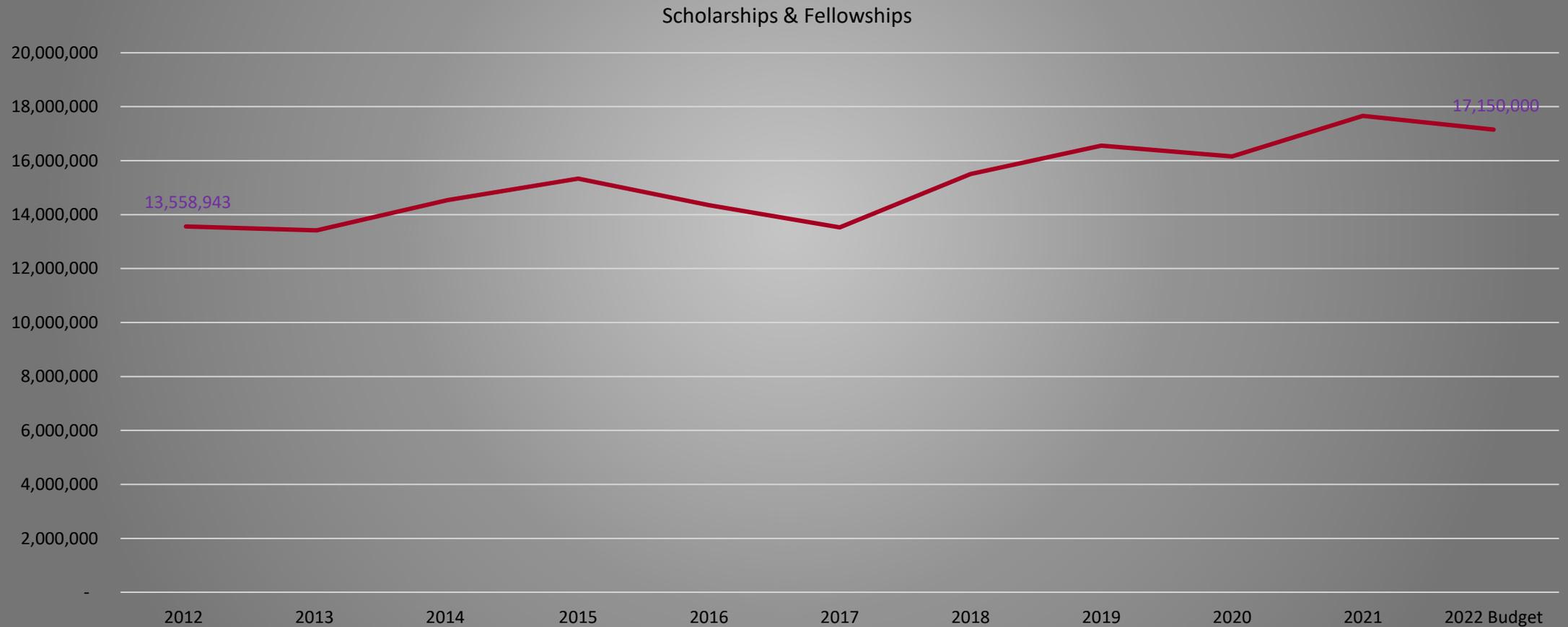
Program 06 – Institutional Support Expenses ("T" Indices)



Program 07 – Operation & Maintenance of Plant Expenses ("M" Indices)



Program 08 – Scholarships/Fellowships Expenses ("W" Indices)



UM receives revenue for room, board and student fees. Where does that money go?

FY 2021 Actual Results – All Fund Types

| | Revenue | Compensation & Benefits | Operating & Capital | Transfers Out | Total Expenses | Net to Fund Balance |
|----------------------------------|-------------|-------------------------|---------------------|---------------|----------------|---------------------|
| Current Unrestricted Funds | 126,728,804 | 112,110,023 | 13,582,748 | 1,055,980 | 126,748,752 | (19,948) |
| Restricted Funds | 133,713,850 | 58,045,600 | 66,607,438 | 10,547,838 | 135,200,876 | (1,487,026) |
| Designated Funds | 55,340,278 | 21,896,802 | 21,998,581 | 8,385,261 | 52,280,644 | 3,059,634 |
| Auxiliary Enterprise Funds | 42,072,904 | 20,753,476 | 13,403,801 | 6,150,845 | 40,308,122 | 1,764,782 |
| Loan Funds | 190,415 | | 1,191,726 | | 1,191,726 | (1,001,311) |
| Endowment Funds | (1,387,757) | | | | | (1,387,757) |
| Unexpended Plant Funds | 36,722,976 | 364,760 | 22,718,416 | 24,399,898 | 47,483,074 | (10,760,098) |
| Investment In Plant Funds | 50,001 | | 1,534,268 | | 1,534,268 | (1,484,267) |
| Renewal&Replacement Funds | 14,224,195 | 364,760 | 9,965,382 | 6,826,920 | 17,157,062 | (2,932,867) |
| Retirement of Indebtedness Funds | 7,177,423 | | 5,596,335 | 1,366,038 | 6,962,373 | 215,050 |
| Grand Total | 411,610,003 | 207,103,355 | 168,519,322 | 50,538,822 | 426,161,499 | (14,551,496) |

FY 2022 Budget – All Fund Types

| | Revenue | Compensation & Benefits | Operating and Capital | Transfers Out | Total Expenses | Net to Fund Balance |
|----------------------------------|-------------|-------------------------|-----------------------|---------------|----------------|---------------------|
| Current Unrestricted Funds | 132,388,592 | 117,543,521 | 14,304,411 | 540,660 | 132,388,592 | - |
| Restricted Funds | 135,540,510 | 62,714,590 | 75,652,980 | 500,000 | 138,867,570 | (3,327,060) |
| Designated Funds | 56,597,340 | 21,912,389 | 21,629,641 | 10,029,981 | 53,572,011 | 3,025,329 |
| Auxiliary Enterprise Funds | 45,107,549 | 22,524,373 | 17,967,151 | 7,963,356 | 48,454,880 | (3,347,331) |
| Loan Funds | 391,500 | | 1,162,500 | | 1,162,500 | (771,000) |
| Endowment Funds | 301,000 | | | 2,000 | 2,000 | 299,000 |
| Unexpended Plant Funds | 61,063,261 | 1,008,180 | 37,845,000 | 39,047,634 | 77,900,814 | (16,837,553) |
| Renewal & Replacement Funds | 23,019,200 | 1,008,180 | 18,275,000 | 900,000 | 20,183,180 | 2,836,020 |
| Retirement of Indebtedness Funds | 9,174,160 | | 8,570,000 | 600,000 | 9,170,000 | 4,160 |
| Grand Total | 416,897,856 | 219,173,815 | 176,406,100 | 34,920,715 | 430,500,629 | (13,602,774) |