



First Quarter Financial Update, FY 2018

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Vice Chancellor for Fiscal Affairs

November 15, 2017

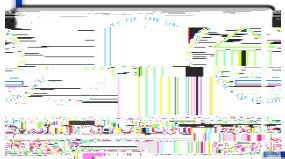


FY 2018 – First Quarter (July 1 – September 30)

Board Policy Section 1.4 requires quarterly financial updates

Monitor revenues and expenditures on a quarterly basis and review key financial trends data over a three-year period

Ensure the Board, the System Office and Institutions are aware of financial

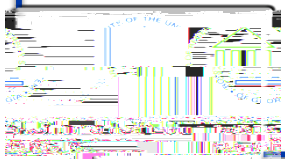


FY 2018 – First Quarter (July 1 – September 30)

USG Fall 2017 enrollment up 1.1% fall over fall – 325,203 students
6 institutions experienced a decline in excess of 4%
Institutions required to provide revised budget plans

Advanced state appropriations to two schools to help manage cash flow

Enrollment declines and PPV obligations are major driver of cash challenges



Actual Revenues & Expenditures as of First Quarter, FY 2018 (July 1 – Sept 30)

FY 2017
Final Budget

FY 2017
1st Qtr. Actuals

FY 2018



FY 2017
Final Budget

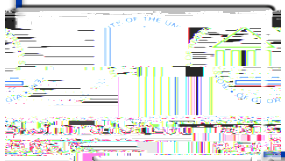
FY 2017
1st Qtr. Actuals

FY 2018

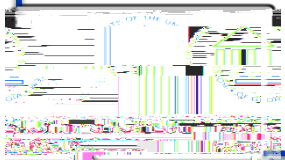


Key Financial Trends as of September 30,

<u>Select Balance Sheet Accounts</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2 YR % Change</u>
Cash and S-T Investments	\$ 1,644,607,918	\$ 1,781,201,216	\$ 1,764,285,424	-0.9%
Student Receivables	\$ 70,331,175	\$ 76,250,589	\$ 83,109,787	9.0%
Federal Receivables	\$ 95,146,907	\$ 91,357,628	\$ 110,017,388	20.4%
Other Receivables	\$ 1,294,584,518	\$ 1,390,510,075	\$ 1,532,116,921	10.2%
Current Liabilities	\$ (196,087,682)	\$ (202,547,913)	\$ (230,194,929)	13.6%
L-T Lease Purchase Obligations	\$(3,234,360,795)	\$(3,131,720,027)	\$(2,933,404,927)	-6.3%



Proposed Federal Tax Reform Bill



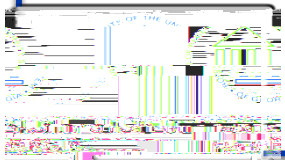


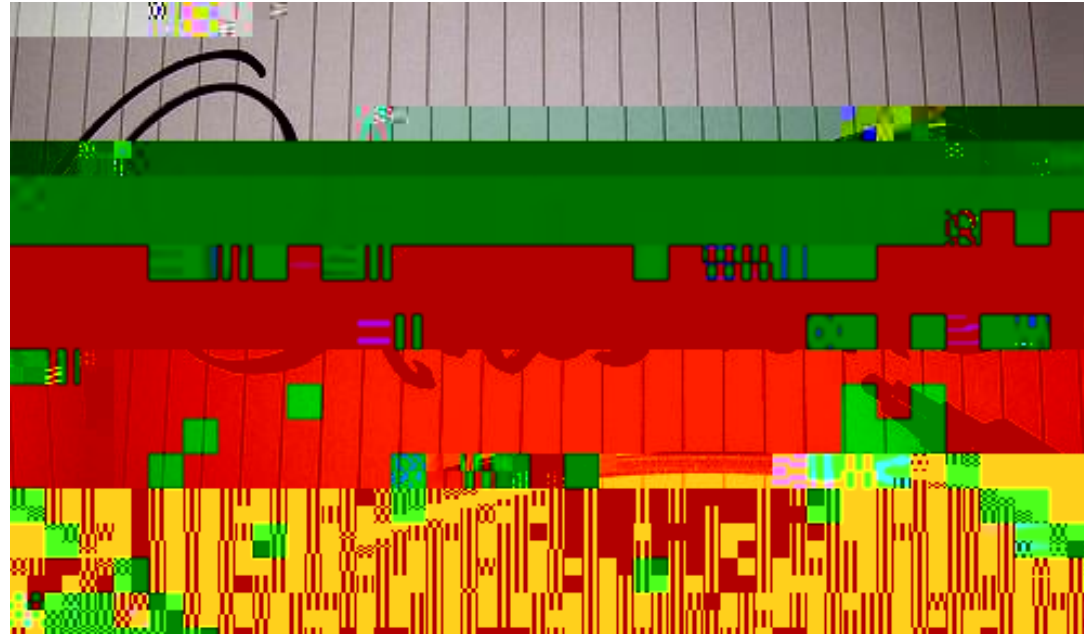
Proposed Federal Tax Reform Bill

Past refundings between 2013 and 2018 to date – Savings of \$187 million

Three (3) refundings scheduled to close before December 2017 - ~35M
South Georgia, Clayton State and University of North Georgia

About one-third of the current outstanding debt could benefit from advanced refundings





Committee on Finance and Business Operations

November 15, 2017

