

STATE UNIVERSITY SYSTEM OF FLORIDA  
BOARD OF GOVERNORS  
UNIVERSITY OF FLORIDA  
UNIVERSITY ATHLETIC ASSOCIATION, INC.  
HISTORICAL AND PROJECTED DEBT SERVICE COVERAGE

	Historical (Audited Financial Statements)					Projected				
	FY 2009-10	FY 2010-11	FY 2011-12	FY 2012-13	FY 2013-14	FY 2014-15	FY 2015-16	FY 2016-17	FY 2017-18	FY 2018-19
<b>Operating Revenues:</b>										
Football	\$ 63,951,571	\$ 68,607,523	\$ 70,663,882	\$ 71,292,850	\$ 67,383,840	\$ 69,742,274	\$ 72,183,254	\$ 74,709,668	\$ 77,324,506	\$ 80,030,864
Men's basketball	9,464,520	9,270,005	9,545,026	9,393,073	9,978,197	10,327,434	10,688,894	11,063,005	11,450,211	11,850,968
Other sports	1,017,493	989,611	983,418	785,925	802,527	830,615	859,687	889,776	920,918	953,150
Auxiliaries	4,279,326	3,564,711	3,417,400	1,283,046	1,018,445	1,054,091	1,090,984	1,129,168	1,168,689	1,209,593
Camps	2,724,587	2,573,296	2,310,229	1,633,594	1,936,326	1,900,000	1,900,000	1,900,000	1,900,000	1,900,000
Royalties and sponsorships	16,512,787	17,778,267	17,766,887	18,785,043	18,768,621	19,425,523	20,105,416	20,809,106	21,537,424	22,291,234
Other	4,037,816	4,081,786	3,905,295	4,653,064	4,608,595	4,769,896	4,936,842	5,109,632	5,288,469	5,473,565
Student fees	2,507,391	2,481,471	2,420,030	2,473,374	2,438,135	2,523,470	2,611,791	2,703,204	2,797,816	2,895,740
Total operating revenues	<u>104,495,491</u>	<u>109,346,670</u>	<u>111,012,167</u>	<u>110,299,969</u>	<u>106,934,686</u>	<u>110,573,303</u>	<u>114,376,868</u>	<u>118,313,559</u>	<u>122,388,033</u>	<u>126,605,114</u>
<b>Operating Expenses:</b>										
Football team expenses	19,707,442	21,535,760	18,542,214	21,264,683	18,352,110	10,308,482	10,669,279	11,042,704	11,429,198	11,829,220
Men's basketball team expenses	6,866,541	7,970,910	7,487,970	7,246,124	8,614,870	3,442,810	3,563,308	3,688,024	3,817,104	3,950,703
Other sports team expenses	13,555,225	14,544,100	14,362,200	15,346,179	16,637,783	8,417,008	8,711,603	9,016,510	9,332,087	9,658,710
Scholarships	9,625,012	10,628,003	10,824,910	11,144,842	11,315,976	11,712,035	12,121,956	12,546,225	12,985,343	13,439,830
Support services	11,146,085	12,570,966	12,827,056	12,925,922	13,770,659	5,592,460	5,788,196	5,990,783	6,200,460	6,417,476
General & administrative	21,691,416	23,047,925	24,503,366	24,341,225	25,965,091	16,087,053	16,650,099	17,232,853	17,836,003	18,460,263
Auxiliaries	3,034,628	2,812,073	2,756,497	1,493,752	1,529,465	723,599	748,924	775,137	802,267	830,346
Salaries						42,469,063 <sup>1</sup>	43,955,480	45,493,922	47,086,209	48,734,227
Camps	2,676,184	2,609,120	2,311,840	1,675,423	1,945,653	1,900,000	1,900,000	1,900,000	1,900,000	1,900,000
Depreciation and amortization	7,624,159	7,978,180	8,496,719	8,902,820	8,985,548	8,900,000	8,900,000	8,900,000	8,900,000	8,900,000
Total operating expenses	<u>95,926,692</u>	<u>103,697,037</u>	<u>102,112,772</u>	<u>104,340,970</u>	<u>107,117,155</u>	<u>109,552,509</u>	<u>113,008,847</u>	<u>116,586,156</u>	<u>120,288,672</u>	<u>124,120,775</u>
<b>Operating Income (loss)</b>	<u>8,568,799</u>	<u>5,649,633</u>	<u>8,899,395</u>	<u>5,958,999</u>	<u>(182,469)</u>	<u>1,020,794</u>	<u>1,368,021</u>	<u>1,727,402</u>	<u>2,099,361</u>	<u>2,484,339</u>
<b>Nonoperating Revenues (Expenses):</b>										
Investment income, net	6,528,344	9,125,784	(666,629)	5,936,340	10,055,552	600,000	500,000	500,000	500,000	500,000
Interest on capital asset-related debt	(2,709,450)	(2,897,549)	(2,437,201)	(2,088,391)	(2,034,440)	(2,105,645)	(2,210,928)	(2,321,474)	(2,437,548)	(2,559,425)
Contribution to UF	(6,521,019)	(6,299,825)	(6,410,113)	(7,557,579)	(4,305,881)	3,500,000 <sup>2</sup>	3,500,000	3,500,000	3,500,000	3,500,000
Contribution to UFF	(78,715)	(57,245)	(47,225)	(38,022)	(39,321)	0	0	0	0	0
Other nonoperating revenues	1,903,510	1,885,600	1,936,427	1,971,142	1,870,307	1,935,768	2,003,520	2,073,643	2,146,220	2,221,338
Net nonoperating revenues (expenses)	<u>(877,330)</u>	<u>1,756,765</u>	<u>(7,624,741)</u>	<u>(1,776,510)</u>	<u>5,546,217</u>	<u>3,930,122</u>	<u>3,792,592</u>	<u>3,752,169</u>	<u>3,708,673</u>	<u>3,661,913</u>
Capital contributions	0	0	0	0	0	0	0	0	0	0
<b>Increase in Net Assets</b>	<u>\$ 7,691,469</u>	<u>\$ 7,406,398</u>	<u>\$ 1,274,654</u>	<u>\$ 4,182,489</u>	<u>\$ 5,363,748</u>	<u>\$ 4,950,916</u>	<u>\$ 5,160,613</u>	<u>\$ 5,479,571</u>	<u>\$ 5,808,034</u>	<u>\$ 6,146,252</u>
<b>Calculation of "Amount Available for Debt Service" and "Debt Service Ratio":</b>										
Increase in Net Assets from above	<u>\$ 7,691,469</u>	<u>\$ 7,406,398</u>	<u>\$ 1,274,654</u>	<u>\$ 4,182,489</u>	<u>\$ 5,363,748</u>	<u>\$ 4,950,916</u>	<u>\$ 5,160,613</u>	<u>\$ 5,479,571</u>	<u>\$ 5,808,034</u>	<u>\$ 6,146,252</u>
<b>Add back:</b>										
Interest on capital asset-related debt	2,709,450	2,897,549	2,437,201	2,088,391	2,034,440	2,105,645	2,210,928	2,321,474	2,437,548	2,559,425
Depreciation	7,624,159	7,978,180	8,496,719	8,902,820	8,985,548	8,900,000	8,900,000	8,900,000	8,900,000	8,900,000
Contribution to UF	6,521,019	6,299,825	6,410,113	7,557,579	4,305,881	(3,500,000) <sup>2</sup>	(3,500,000)	(3,500,000)	(3,500,000)	(3,500,000)
Investment Income (Gain) Loss	5,117,273	(7,759,616)	2,286,069	(4,430,992)	(8,343,325)	911,291				
<b>Amount Available for Debt Service</b>	<u>\$ 29,663,370</u>	<u>\$ 16,822,336</u>	<u>\$ 20,904,756</u>	<u>\$ 18,300,287</u>	<u>\$ 12,346,292</u>	<u>\$ 13,367,852</u>	<u>\$ 12,771,541</u>	<u>\$ 13,201,045</u>	<u>\$ 13,645,582</u>	<u>\$ 14,105,677</u>
<b>Debt Service (est. at 6% for 20 years for new debt issue):</b>										
Current Debt	5,890,000	3,070,000	3,055,000	3,995,000	4,085,000	4,080,000	4,180,000	4,285,000	4,390,000	4,500,000
Proposed additional bond issue	2,709,450	2,897,549	2,437,201	2,088,391	2,034,440	2,120,946	2,017,548	1,914,477	1,942,666	1,838,623
	<u>\$ 8,599,450</u>	<u>\$ 5,967,549</u>	<u>\$ 5,492,201</u>	<u>\$ 6,083,391</u>	<u>\$ 6,119,440</u>	<u>\$ 6,200,946</u>	<u>\$ 6,872,548</u>	<u>\$ 7,815,727</u>	<u>\$ 7,903,916</u>	<u>\$ 7,864,873</u>
<b>Debt Service Coverage</b>	<u>3.45</u>	<u>2.82</u>	<u>3.81</u>	<u>3.01</u>	<u>2.02</u>	<u>2.16</u>	<u>1.86</u>	<u>1.69</u>	<u>1.73</u>	<u>1.79</u>
<b>Note - Maximum Debt Service Coverage occurs in 2017-2018</b>										
<b>Maximum Debt Service Coverage</b>						<u>1.69</u>	<u>1.62</u>	<u>1.67</u>	<u>1.73</u>	<u>1.78</u>

<sup>1</sup> Salaries are itemized out for projection purposes, but are included in the team/departmental operating expenses in the audited financial statements (this has been a request of the BOG and DBF in the past).

<sup>2</sup> The contribution to UF is not always guaranteed to the University, if excess revenue is not available we would not make this annual contribution.