



# THE UNIVERSITY OF TENNESSEE BOARD OF TRUSTEES

FINANCE AND ADMINISTRATION COMMITTEE	
Thursday, February 26, 2026	Mooney Library
1:45 p.m. (CST)/2:45 p.m. (EST)	UT Health Science Center, Memphis, TN

## AGENDA

- I. Call to Order and Roll Call
- II. Opening Remarks of the Committee Chair
- III. Requests to Address the Board (if appropriate for this Committee)
- IV. Report on Financial Performance – Information ..... Tab 1
  - A. [Financial Summary](#) ..... Tab 1.1
  - B. [Enterprise Resource Planning Project Update](#) ..... Tab 1.2
  - C. [Annual Finance Report on Intercollegiate Athletics Programs](#) ..... Tab 1.3
- V. [Revised FY 2025-26 Operating Budget – Action](#) ..... Tab 2
- VI. [Cost of Attendance at Peer Institutions – Information](#) ..... Tab 3
- VII. [Proposed FY 2026-27 Tuition Levels, UTHSC – Action](#) ..... Tab 4
- VIII. Capital Projects – Action ..... Tab 5
  - A. [FY 2026-27 State Budget Amendment Request](#) ..... Tab 5.1
  - B. [Cherokee Mills Acquisition and Bank Loan, UTK](#) ..... Tab 5.2
- IX. [Human Resources: Staff Engagement Survey Results – Information](#) ..... Tab 6
- X. [Committee Consent Agenda – Action](#) ..... Tab 7
  - A. [Minutes of the Last Meeting](#) ..... Tab 7.1
  - B. [Confirmation of Authority - Interim Treasurer](#) ..... Tab 7.2
- XI. Other Business
 

*[Note: Under the Bylaws of the Board, items not appearing on the agenda may be considered only upon an affirmative vote representing a majority of the total voting membership of the Committee. Other business necessary to come before the Committee at this meeting should be brought to the attention of the Committee Chair or Board Secretary before the meeting.]*
- XII. Closing Remarks and Adjournment



# THE UNIVERSITY OF TENNESSEE BOARD OF TRUSTEES

---

## Information Items

- A. Report on Capital Projects Approvals
- B. CY 2025 Report on Endowment Investment Performance
- C. Composite Financial Index Report for FY 2024-25

## Appendix

2025 Annual Financial Report



# Financial Summary Q2 2026

## “Continued Growth and Opportunities”



THE UNIVERSITY OF  
TENNESSEE  
SYSTEM

# Positive Financial Performance Continues

- Strong revenue growth to start the year
- Revenue growth led by positive student enrollment, investment income, and state appropriations
- Expenses are controlled and in-line with student growth and moderating inflation
- Balance sheet overall healthy

# Positively Trending Net Income

All \$ presented in thousands For the Six Months Ended December 31, 2025 and 2024

	December 31, 2025	December 31, 2024	Variance (\$thousands)	Variance (%)
<b>REVENUES</b>				
Gross Tuition & Fees	1,145,891	1,075,227	70,664	6.6%
Grants, Contracts and Fed Approp.	434,761	423,223	11,538	2.7%
Auxiliaries	269,626	252,948	16,678	6.6%
State & Local Appropriations	534,573	505,571	29,002	5.7%
Investment Income	192,532	128,708	63,823	49.6%
All Other Revenues	97,981	43,101	54,880	127.3%
<b>Total Revenues</b>	<b>2,675,364</b>	<b>2,428,778</b>	<b>246,586</b>	<b>10.2%</b>
<b>EXPENSES</b>				
Salaries & Benefits	1,054,628	978,928	75,700	7.7%
Utilities, Supplies & Other	507,957	481,115	26,841	5.6%
Scholarships and Fellowships	302,941	268,799	34,142	12.7%
All Other Expenses	120,264	119,647	617	0.5%
<b>Total Expenses</b>	<b>1,985,790</b>	<b>1,848,490</b>	<b>137,300</b>	<b>7.4%</b>

Tuition and fee driven by UTK \$65M

Positive returns for endowment and cash pool

2.7% inc. staffing to serve a 4.4% inc. students, and supported by 2.6% state pay plan

Supporting growing enrollments across the University System

# Financially Sound Balance Sheet

All \$ presented in thousands

For the periods ending December 31, 2025 and 2024

	December 31, 2025	December 31, 2024	Variance (\$thousands)	Variance (%)
<b>ASSETS &amp; DEFERRED OUTFLOWS</b>				
Cash & Cash Equivalents	2,025,641	1,824,857	200,784	11.0%
Investments	1,844,555	1,622,845	221,710	13.7%
Capital Assets Net of Depreciation	3,834,475	3,455,539	378,936	11.0%
Receivables	899,739	763,763	135,976	17.8%
Deferred Outflows of Resources	147,099	231,478	(84,379)	-36.5%
All Other Assets	39,617	32,340	7,278	22.5%
<b>Total Assets</b>	<b>8,791,126</b>	<b>7,930,823</b>	<b>860,303</b>	<b>10.8%</b>
<b>LIABILITIES</b>				
Bonds, Notes, Credit Facility, & Leases	1,392,153	1,261,448	130,705	10.4%
Pension & OPEB	45,171	193,861	(148,690)	-76.7%
Deferred Inflows of Resources	187,743	146,432	41,310	28.2%
Act Payable & Accrued Liab.	160,399	188,061	(27,662)	-14.7%
Deposits held in Custody for others	579,459	579,058	402	0.1%
Unearned Rev. & all Other Liabilities	3,931	20,055	(16,123)	-80.4%
<b>Total Liabilities</b>	<b>2,368,856</b>	<b>2,388,914</b>	<b>(20,058)</b>	<b>-0.8%</b>

Positive cash conversion from receivables

Driven by positive endowment return and gifts

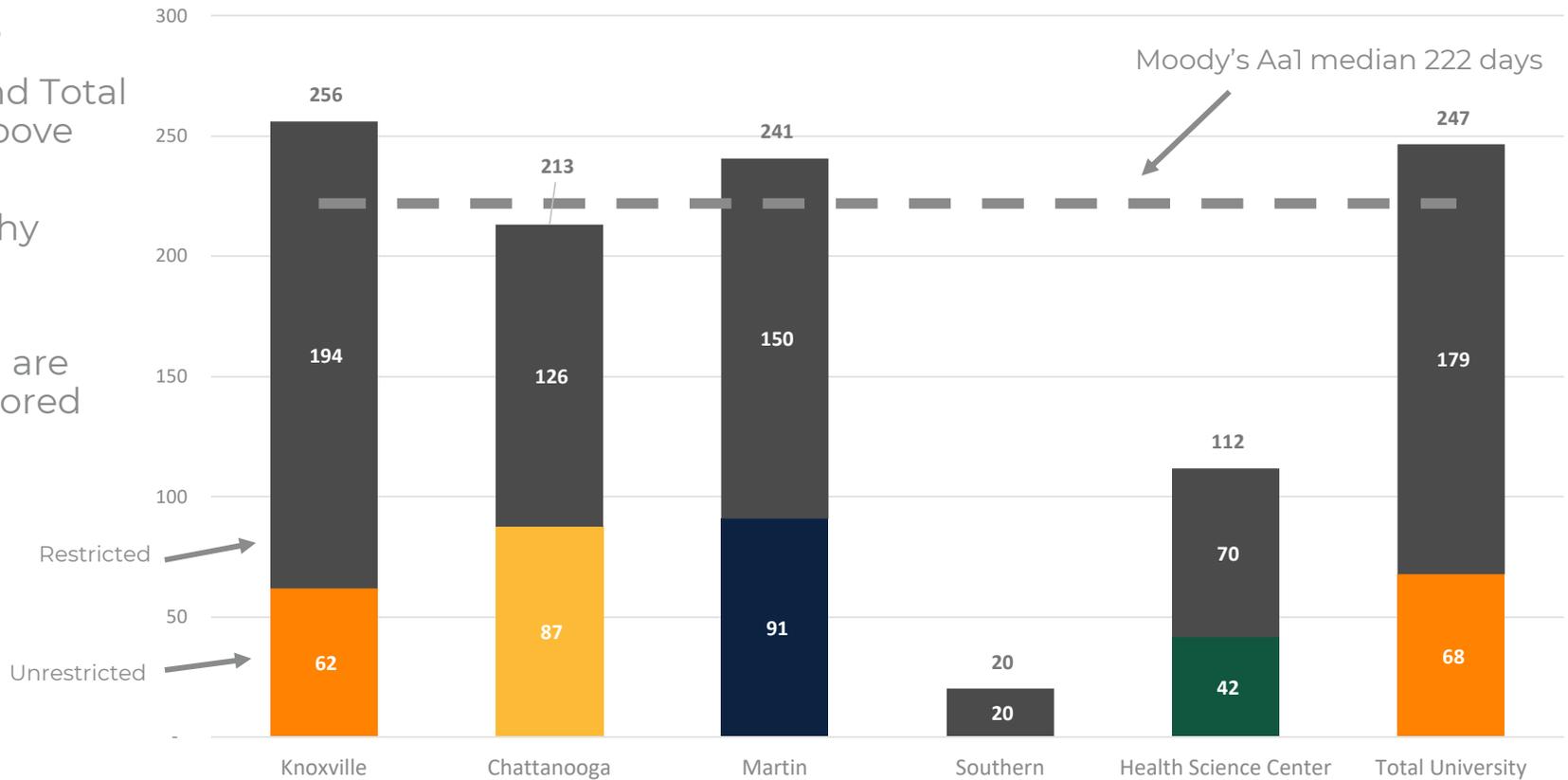
Debt inc. primarily from Neyland and Lindsey Nelson Stadium

# Liquidity In-Line with Aaa Rated Universities

Days of Cash on Hand

## Key notes

- UTK, UTM and Total University above median
- UTC in healthy position
- UTHSC and UT Southern are being monitored



# Positive Financial Performance Continues

All \$ presented in thousands

For the Six Months Ended December 31, 2025 and 2024

	December 31, 2025	December 31, 2024	Variance (\$thousands)	Variance (%)
<b>REVENUES</b>	2,675,364	2,428,778	246,586	10.2%
<b>EXPENSES</b>	1,985,790	1,848,490	137,300	7.4%

# Back up materials



THE UNIVERSITY OF  
TENNESSEE  
SYSTEM

# UTK Income Statement

All \$ presented in thousands	For the Six Months Ended December 31, 2025 and 2024			
	December 31, 2025	December 31, 2024	Variance (\$thousands)	Variance (%)
<b>REVENUES</b>				
Gross Tuition & Fees	851,366	786,571	64,794	8.2%
Grants, Contracts and Fed Approp.	223,087	216,588	6,499	3.0%
Auxiliaries	214,878	199,676	15,202	7.6%
State & Local Appropriations	288,851	276,244	12,607	4.6%
Investment Income	34,174	8,398	25,777	306.9%
All Other Revenues	41,170	3,785	37,385	987.8%
<b>Total Revenues</b>	<b>1,653,526</b>	<b>1,491,262</b>	<b>162,264</b>	<b>10.9%</b>
<b>EXPENSES</b>				
Salaries & Benefits	620,147	545,987	74,160	13.6%
Utilities, Supplies & Other	308,907	297,420	11,487	3.9%
Scholarships and Fellowships	211,509	181,578	29,931	16.5%
All Other Expenses	84,143	91,606	(7,463)	-8.1%
<b>Total Expenses</b>	<b>1,224,706</b>	<b>1,116,591</b>	<b>108,115</b>	<b>9.7%</b>

# UTK Balance Sheet

All \$ presented in thousands	For the periods ending December 31, 2025 and 2024			
	December 31, 2025	December 31, 2024	Variance (\$thousands)	Variance (%)
<b>ASSETS &amp; DEFERRED OUTFLOWS</b>				
Cash & Cash Equivalents	1,263,791	1,218,810	44,981	3.7%
Investments	736,743	665,898	70,844	10.6%
Capital Assets Net of Depreciation	2,639,200	2,393,854	245,346	10.2%
Receivables	636,959	486,402	150,557	31.0%
Deferred Outflows of Resources	73,102	119,356	(46,254)	-38.8%
All Other Assets	12,651	26,972	(14,321)	-53.1%
<b>Total Assets</b>	<b>5,362,446</b>	<b>4,911,292</b>	<b>451,154</b>	<b>9.2%</b>
<b>LIABILITIES</b>				
Bonds, Notes, Credit Facility, & Leases	1,033,912	967,102	66,810	6.9%
Pension & OPEB	(2,789)	77,685	(80,474)	-103.6%
Deferred Inflows of Resources	103,766	83,194	20,572	24.7%
Act Payable & Accrued Liab.	47,078	5,356	41,721	778.9%
Deposits held in Custody for others	0	0	0	
Unearned Rev. & all Other Liabilities	32,717	20,141	12,575	62.4%
<b>Total Liabilities</b>	<b>1,214,684</b>	<b>1,153,479</b>	<b>61,204</b>	<b>5.3%</b>

# UTC Income Statement

All \$ presented in thousands	For the Six Months Ended December 31, 2025 and 2024			
	December 31, 2025	December 31, 2024	Variance (\$thousands)	Variance (%)
<b>REVENUES</b>				
Gross Tuition & Fees	140,226	134,351	5,876	4.4%
Grants, Contracts and Fed Approp.	47,343	36,477	10,865	29.8%
Auxiliaries	34,627	34,579	49	0.1%
State & Local Appropriations	57,003	46,378	10,625	22.9%
Investment Income	6,177	8,503	(2,326)	-27.4%
All Other Revenues	19,075	13,737	5,338	38.9%
<b>Total Revenues</b>	<b>304,451</b>	<b>274,025</b>	<b>30,426</b>	<b>11.1%</b>
<b>EXPENSES</b>				
Salaries & Benefits	97,830	83,391	14,439	17.3%
Utilities, Supplies & Other	41,095	39,036	2,059	5.3%
Scholarships and Fellowships	45,094	45,286	(191)	-0.4%
All Other Expenses	12,352	10,696	1,656	15.5%
<b>Total Expenses</b>	<b>196,372</b>	<b>178,408</b>	<b>17,964</b>	<b>10.1%</b>

# UTC Balance Sheet

All \$ presented in thousands	For the periods ending December 31, 2025 and 2024			
	December 31, 2025	December 31, 2024	Variance (\$thousands)	Variance (%)
<b>ASSETS &amp; DEFERRED OUTFLOWS</b>				
Cash & Cash Equivalents	142,029	136,196	5,833	4.3%
Investments	29,209	26,916	2,293	8.5%
Capital Assets Net of Depreciation	443,255	392,919	50,337	12.8%
Receivables	105,375	92,856	12,519	13.5%
Deferred Outflows of Resources	12,512	18,867	(6,356)	-33.7%
All Other Assets	(1,694)	248	(1,942)	-783.0%
<b>Total Assets</b>	<b>730,686</b>	<b>668,001</b>	<b>62,684</b>	<b>9.4%</b>
<b>LIABILITIES</b>				
Bonds, Notes, Credit Facility, & Leases	160,528	136,393	24,135	17.7%
Pension & OPEB	3,949	15,506	(11,557)	-74.5%
Deferred Inflows of Resources	12,923	9,715	3,208	33.0%
Act Payable & Accrued Liab.	(439)	1,329	(1,768)	-133.0%
Deposits held in Custody for others	0	0	0	
Unearned Rev. & all Other Liabilities	(12,536)	(39)	(12,497)	32018.7%
<b>Total Liabilities</b>	<b>164,426</b>	<b>162,905</b>	<b>1,521</b>	<b>0.9%</b>

# UTM Income Statement

All \$ presented in thousands	For the Six Months Ended December 31, 2025 and 2024			
	December 31, 2025	December 31, 2024	Variance (\$thousands)	Variance (%)
<b>REVENUES</b>				
Gross Tuition & Fees	70,037	64,335	5,702	8.9%
Grants, Contracts and Fed Approp.	23,002	20,945	2,057	9.8%
Auxiliaries	16,568	15,413	1,155	7.5%
State & Local Appropriations	27,183	29,554	(2,371)	-8.0%
Investment Income	(340)	(2,819)	2,479	-87.9%
All Other Revenues	3,543	649	2,895	446.4%
<b>Total Revenues</b>	<b>139,993</b>	<b>128,076</b>	<b>11,917</b>	<b>9.3%</b>
<b>EXPENSES</b>				
Salaries & Benefits	44,401	40,998	3,403	8.3%
Utilities, Supplies & Other	20,600	20,619	(19)	-0.1%
Scholarships and Fellowships	31,185	28,060	3,125	11.1%
All Other Expenses	6,127	9,312	(3,185)	-34.2%
<b>Total Expenses</b>	<b>102,314</b>	<b>98,989</b>	<b>3,325</b>	<b>3.4%</b>

# UTM Balance Sheet

All \$ presented in thousands	For the periods ending December 31, 2025 and 2024			
	December 31, 2025	December 31, 2024	Variance (\$thousands)	Variance (%)
<b>ASSETS &amp; DEFERRED OUTFLOWS</b>				
Cash & Cash Equivalents	198,586	165,131	33,455	20.3%
Investments	262,138	239,493	22,644	9.5%
Capital Assets Net of Depreciation	345,912	344,398	1,514	0.4%
Receivables	85,940	77,746	8,194	10.5%
Deferred Outflows of Resources	35,779	52,794	(17,015)	-32.2%
All Other Assets	(1,154)	2,137	(3,292)	-154.0%
<b>Total Assets</b>	<b>927,200</b>	<b>881,700</b>	<b>45,501</b>	<b>5.2%</b>
<b>LIABILITIES</b>				
Bonds, Notes, Credit Facility, & Leases	83,623	86,421	(2,797)	-3.2%
Pension & OPEB	10,935	42,850	(31,915)	-74.5%
Deferred Inflows of Resources	35,229	26,533	8,696	32.8%
Act Payable & Accrued Liab.	26,279	7,547	18,732	248.2%
Deposits held in Custody for others	0	0	0	
Unearned Rev. & all Other Liabilities	(49,178)	(1,268)	(47,909)	3777.7%
<b>Total Liabilities</b>	<b>106,889</b>	<b>162,082</b>	<b>(55,194)</b>	<b>-34.1%</b>

# UTS Income Statement

All \$ presented in thousands	For the Six Months Ended December 31, 2025 and 2024			
	December 31, 2025	December 31, 2024	Variance (\$thousands)	Variance (%)
<b>REVENUES</b>				
Gross Tuition & Fees	5,797	5,294	503	9.5%
Grants, Contracts and Fed Approp.	3,163	3,137	27	0.8%
Auxiliaries	1,608	1,512	96	6.3%
State & Local Appropriations	5,183	3,282	1,901	57.9%
Investment Income	28	20	8	39.0%
All Other Revenues	242	599	(358)	-59.7%
<b>Total Revenues</b>	<b>16,020</b>	<b>13,844</b>	<b>2,176</b>	<b>15.7%</b>
<b>EXPENSES</b>				
Salaries & Benefits	6,665	5,775	890	15.4%
Utilities, Supplies & Other	8,854	4,728	4,126	87.3%
Scholarships and Fellowships	4,932	4,512	419	9.3%
All Other Expenses	1,240	1,259	(18)	-1.5%
<b>Total Expenses</b>	<b>21,692</b>	<b>16,274</b>	<b>5,417</b>	<b>33.3%</b>

# UTS Balance Sheet

All \$ presented in thousands	For the periods ending December 31, 2025 and 2024			
	December 31, 2025	December 31, 2024	Variance (\$thousands)	Variance (%)
<b>ASSETS &amp; DEFERRED OUTFLOWS</b>				
Cash & Cash Equivalents	1,137	3,709	(2,573)	-69.4%
Investments	409	370	39	10.5%
Capital Assets Net of Depreciation	13,598	13,130	468	3.6%
Receivables	1,102	315	787	249.5%
Deferred Outflows of Resources	95	332	(237)	-71.5%
All Other Assets	(254)	8	(262)	-3291.2%
<b>Total Assets</b>	<b>16,086</b>	<b>17,864</b>	<b>(1,778)</b>	<b>-10.0%</b>
<b>LIABILITIES</b>				
Bonds, Notes, Credit Facility, & Leases	24	149	(125)	-83.8%
Pension & OPEB	(1,033)	(477)	(556)	116.6%
Deferred Inflows of Resources	273	135	137	101.4%
Act Payable & Accrued Liab.	904	2	902	51207.4%
Deposits held in Custody for others	0	0	0	
Unearned Rev. & all Other Liabilities	1,733	79	1,653	2084.8%
<b>Total Liabilities</b>	<b>1,900</b>	<b>(111)</b>	<b>2,011</b>	<b>-1806.2%</b>

# UTHSC Income Statement

All \$ presented in thousands	For the Six Months Ended December 31, 2025 and 2024			
	December 31, 2025	December 31, 2024	Variance (\$thousands)	Variance (%)
<b>REVENUES</b>				
Gross Tuition & Fees	78,465	84,676	(6,211)	-7.3%
Grants, Contracts and Fed Approp.	137,293	146,899	(9,606)	-6.5%
Auxiliaries	1,945	1,769	177	10.0%
State & Local Appropriations	128,637	124,702	3,935	3.2%
Investment Income	17,308	10,420	6,889	66.1%
All Other Revenues	19,930	344	19,585	5688.2%
<b>Total Revenues</b>	<b>383,578</b>	<b>368,809</b>	<b>14,769</b>	<b>4.0%</b>
<b>EXPENSES</b>				
Salaries & Benefits	247,987	242,850	5,137	2.1%
Utilities, Supplies & Other	75,208	82,593	(7,385)	-8.9%
Scholarships and Fellowships	10,047	9,298	749	8.1%
All Other Expenses	13,270	15,372	(2,102)	-13.7%
<b>Total Expenses</b>	<b>346,512</b>	<b>350,112</b>	<b>(3,600)</b>	<b>-1.0%</b>

# UTHSC Balance Sheet

All \$ presented in thousands

For the periods ending December 31, 2025 and 2024

	December 31, 2025	December 31, 2024	Variance (\$thousands)	Variance (%)
<b>ASSETS &amp; DEFERRED OUTFLOWS</b>				
Cash & Cash Equivalents	198,586	165,131	33,455	20.3%
Investments	262,138	239,493	22,644	9.5%
Capital Assets Net of Depreciation	345,912	344,398	1,514	0.4%
Receivables	85,940	77,746	8,194	10.5%
Deferred Outflows of Resources	35,779	52,794	(17,015)	-32.2%
All Other Assets	(1,154)	2,137	(3,292)	-154.0%
<b>Total Assets</b>	<b>927,200</b>	<b>881,700</b>	<b>45,501</b>	<b>5.2%</b>
<b>LIABILITIES</b>				
Bonds, Notes, Credit Facility, & Leases	83,623	86,421	(2,797)	-3.2%
Pension & OPEB	10,935	42,850	(31,915)	-74.5%
Deferred Inflows of Resources	35,229	26,533	8,696	32.8%
Act Payable & Accrued Liab.	26,279	7,547	18,732	248.2%
Deposits held in Custody for others	0	0	0	
Unearned Rev. & all Other Liabilities	(49,178)	(1,268)	(47,909)	3777.7%
<b>Total Liabilities</b>	<b>106,889</b>	<b>162,082</b>	<b>(55,194)</b>	<b>-34.1%</b>

# Fiscal Year 2025 Year End Fund Balances

		Year-end Fund Balances	Amount
Current year		<i>Working Capital</i>	\$45.1
		<i>Revolving Fund</i>	\$11.9
		<i>Encumbrances</i>	\$7.5
		<i>Reappropriations</i>	\$8.0
		<b>Unallocated Current Funds</b>	\$149.5
Carry Forward		<b>Renewal and Replacement</b>	<b>\$984.5</b>
		<b>Debt Service Reserve</b>	\$50.3
		<i>Unexpended Plant Funds</i>	\$390.3
		<i>Quasi-Endowments</i>	\$91.9
		Total	<b><u>\$1,739</u></b>
		Less Benefits Liability – State	<b><u>(\$364.8)</u></b>
	Total	<b><u>\$1374.2</u></b>	

**New Fiscal Policy F10800  
Fund Balances and  
Fiscal Reserves**

Calculation:  
Uncommitted cash,  
divided by total  
unrestricted  
budgeted expenses.

Annual Budget Fund Balances		Amount
FY2025-26 Budgeted Total Unrestricted Expenses		\$2,853,152,868
	Reserve 25%	\$713,288,217
	Range 50%	\$1,426,576,434
<b>Uncommitted Renewal &amp; Replacement Calculation</b>		
Total R&R Funds		\$984,529,844
Less Obligated Expenditures		\$(58,341,942)
Less Committed Expenditures in FY26		<u>\$(291,650,642)</u>
Uncommitted Funds Planned for Future Years		<b>\$634,537,260</b>
<b>Calculating Cash Reserves</b>		
Uncommitted R&R Funds		\$634,537,260
Unallocated Current Year Budget FY26		\$96,072,469
FY26 Debt Service Reserve		<u>\$50,302,290</u>
<b>Total Cash Reserves</b>	<b>27%</b>	<b>\$780,912,019</b>



THE UNIVERSITY OF  
TENNESSEE  
HEALTH SCIENCE CENTER.

# Voluntary Retirement Incentive Plan Update

## Proposed VRIP Targets - Reinvestment

	Employees	Salary Dollars	Payout
2025 Eligible	626	\$61,067,050.10	\$30,533,525.05
2025 VRIP – Estimated	125 (20%)	\$12,213,410.02	\$6,106,705.01

- Estimated 20% acceptance rate
- Funding retained by the Institution (50% of Net Salary Savings) - \$6,106,705
- Implement a Position Retention Justification process led by Chancellor and EVC-COO
- Funding Reallocation opportunities:
  - Restructuring within programs, departments and divisions
  - Investment in strategic institutional priorities
  - Investments to address compensation concerns (compression, FLSA, equity, etc.)

## Actual VRIP Results

	Employees	Annualized Savings	Estimated Payout (Salaries only)
Targets	125	\$12,213,410	\$6,106,705
Final Results	132	\$13,392,660	\$6,696,330

- Funding retained by the Institution (Centrally - 50% of Net Salary Savings) - \$6,696,330
- Funding returned to units (Colleges/VC areas) for reinvestment (salaries) – 6,696,330

# DASH ERP/HCM Project Review

- Accomplishments Since October 2025
- Results of the First DASH User Survey
- The DASH Applications Roadmap
- Risks and Mitigations



# DASH ERP/HCM Update

## October 2025 - February 2026

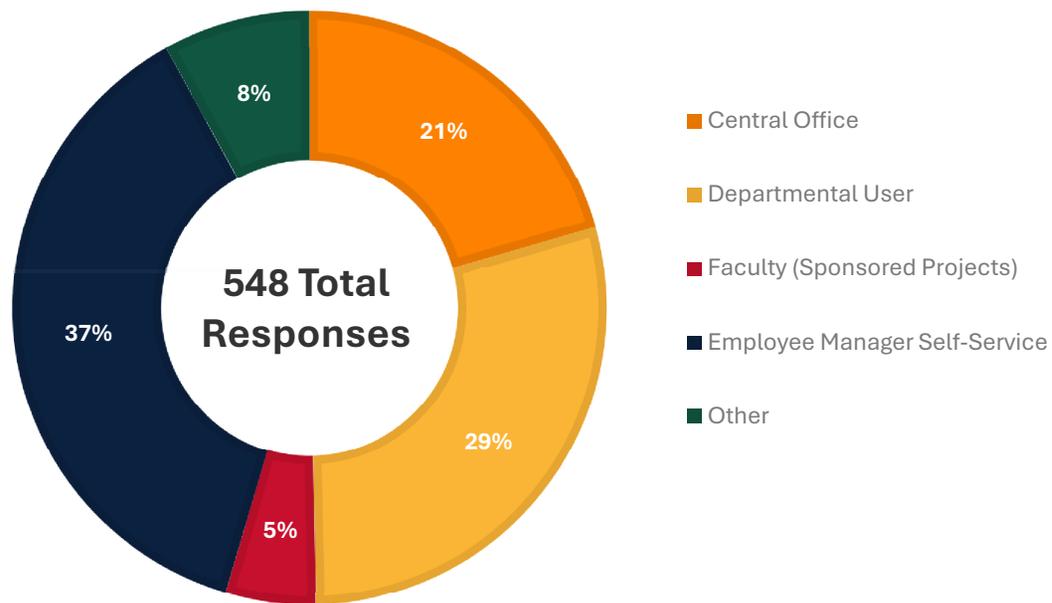
### Accomplishments

- Closed fiscal year 2025
- Finalized external audit
- Closed FY26 periods 1 – 4
- Produced the research principal investigator (PI) dashboard
- Produced the departmental budget-to-actual reporting tool
- Produced the first Revised Budget and THEC schedules in DASH
- Developed and launched the DASH Applications Roadmap
- Issued 38,390 employee W-2s and 4,798 1099s
- Implemented a modern bi-weekly timekeeping solution (ADP) integrated with DASH

## DASH Risks and Mitigations

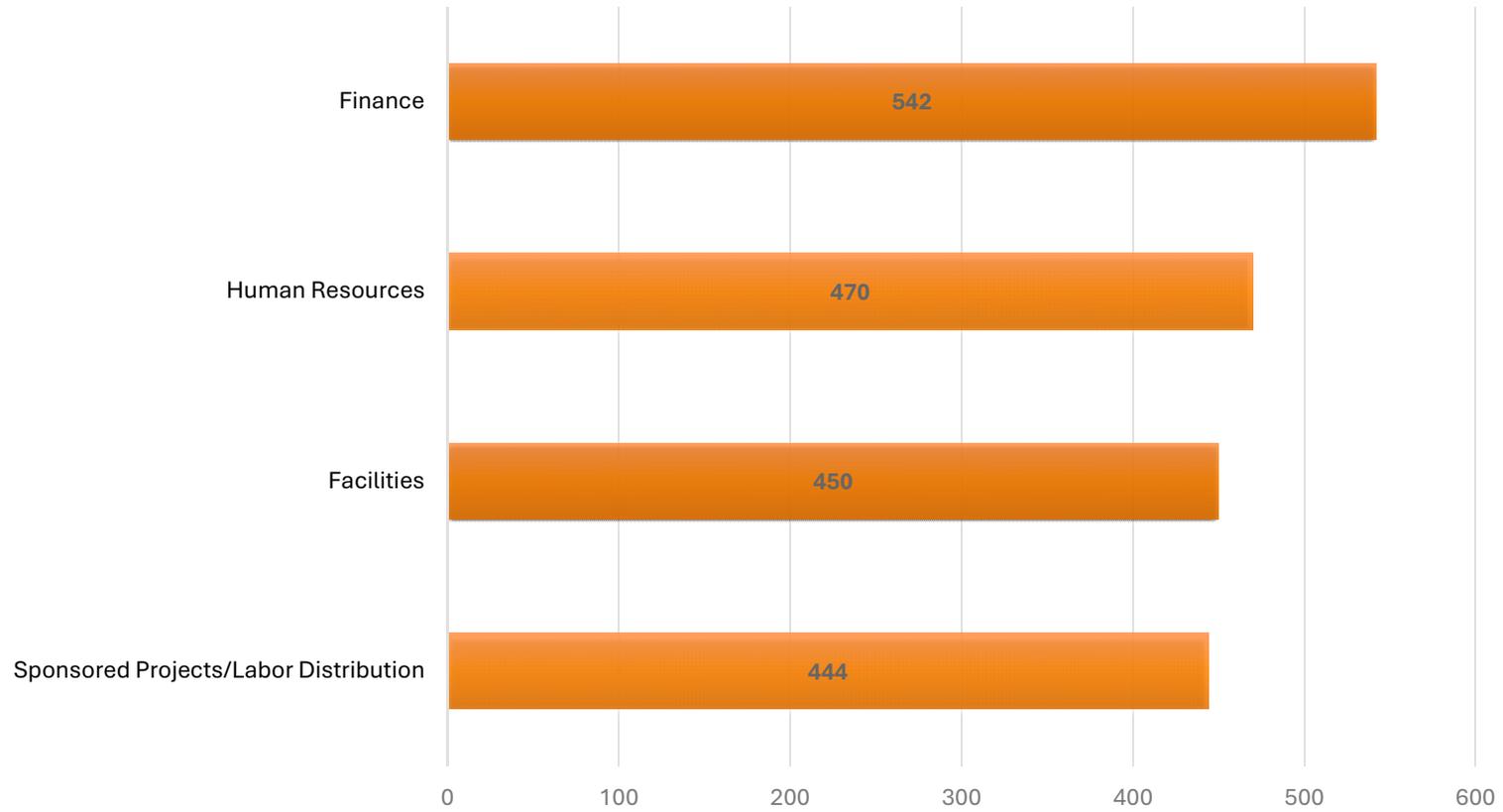
- Accounting periods and closing FY26
  - Built new functionality to automate reporting
- Managing off-cycle payroll requests
  - Developing new functionality to allow individual pay events
- Implementing full internal controls
  - Currently developing process by FY26 year-end
- Continued pace of change
  - Increasing training, automating more functions and reporting
- Lack of bench strength in critical roles
  - Cross functional staff training to create additional back up

# DASH Usability Survey Results



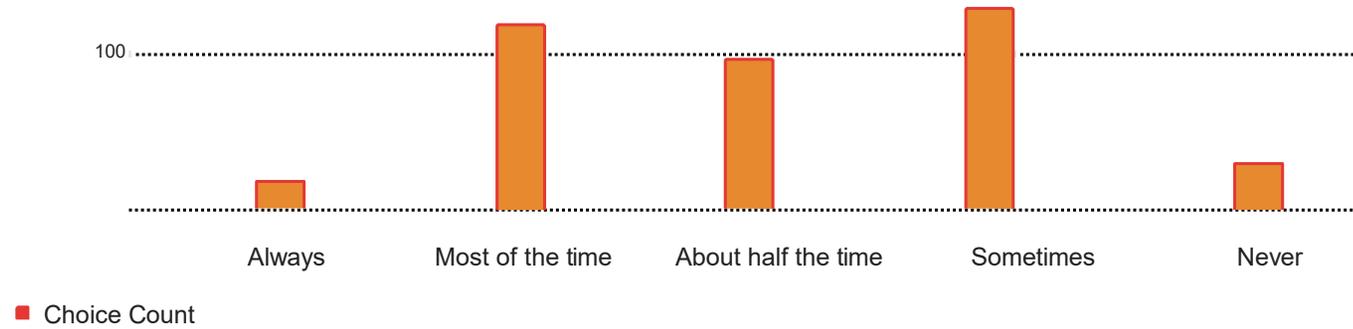
Survey Period: 12/03/2025 to 01/02/2026

### DASH Usability Results *(Responses per question)*

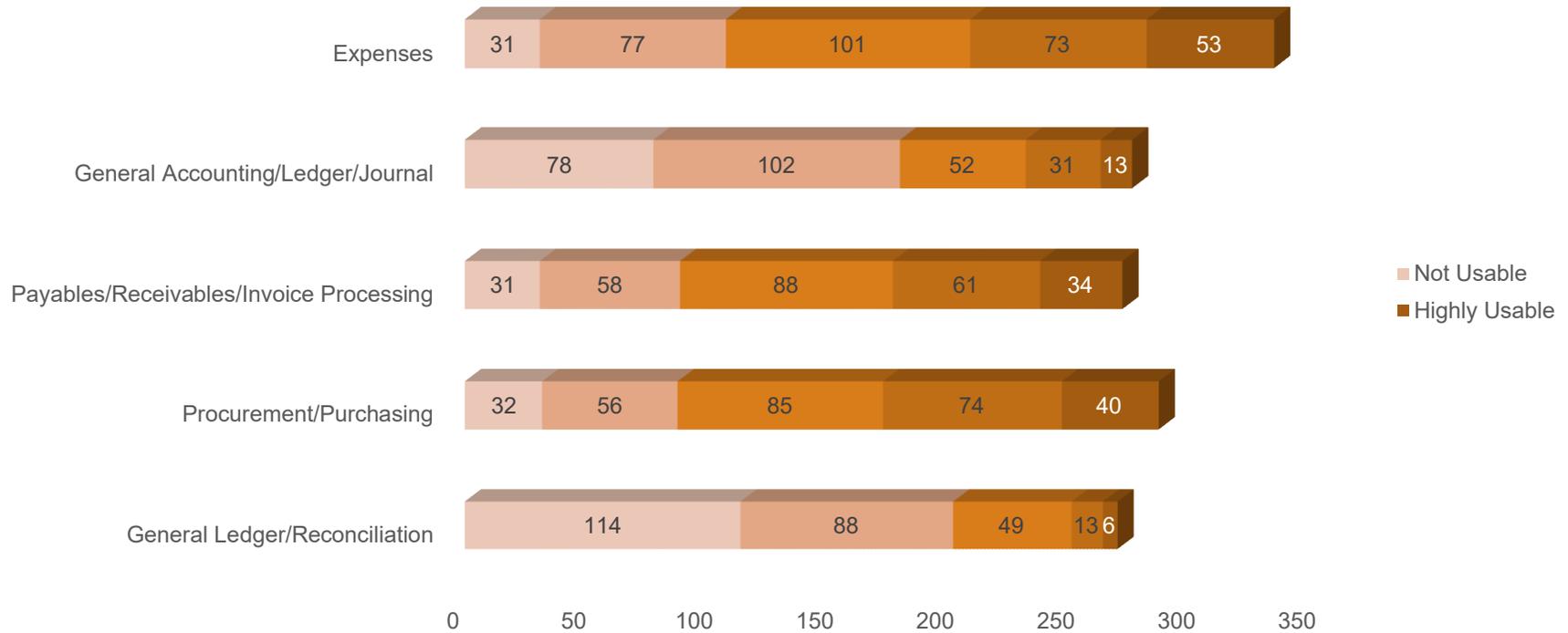


### To what degree are you able to find the **Finance** information needed?

385 Responses

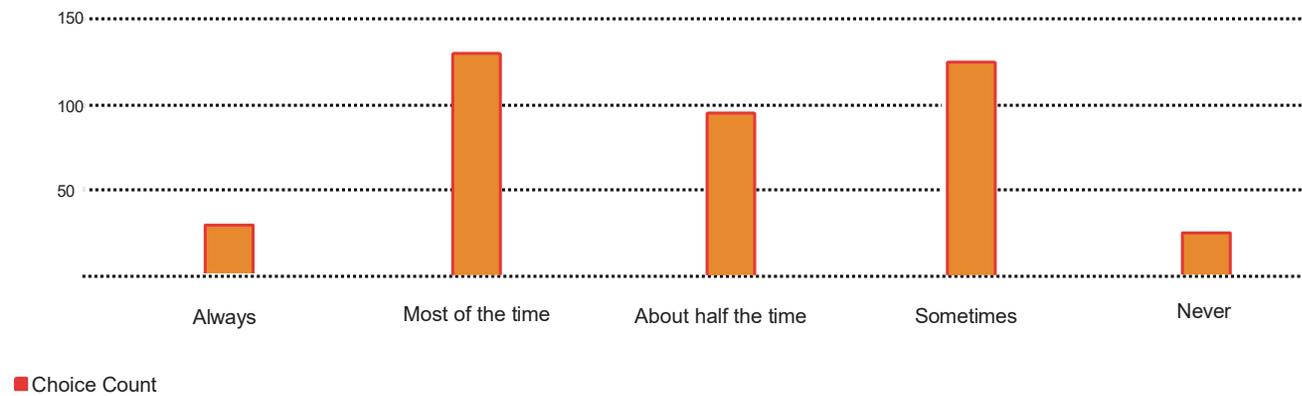


### How would you rate the usability of the **Finance** functionality that supports the work you do?

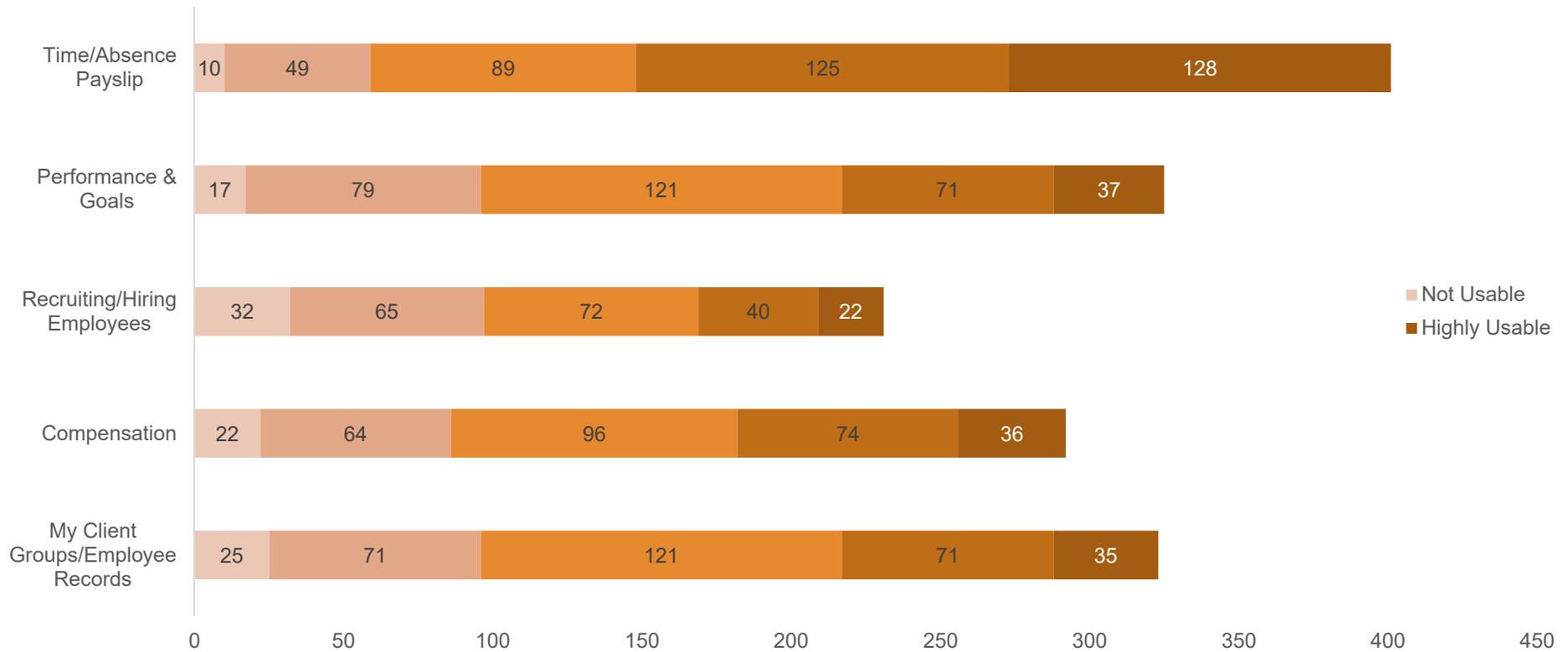


### To what degree are you able to find the **Human Resources** information needed?

411 Responses

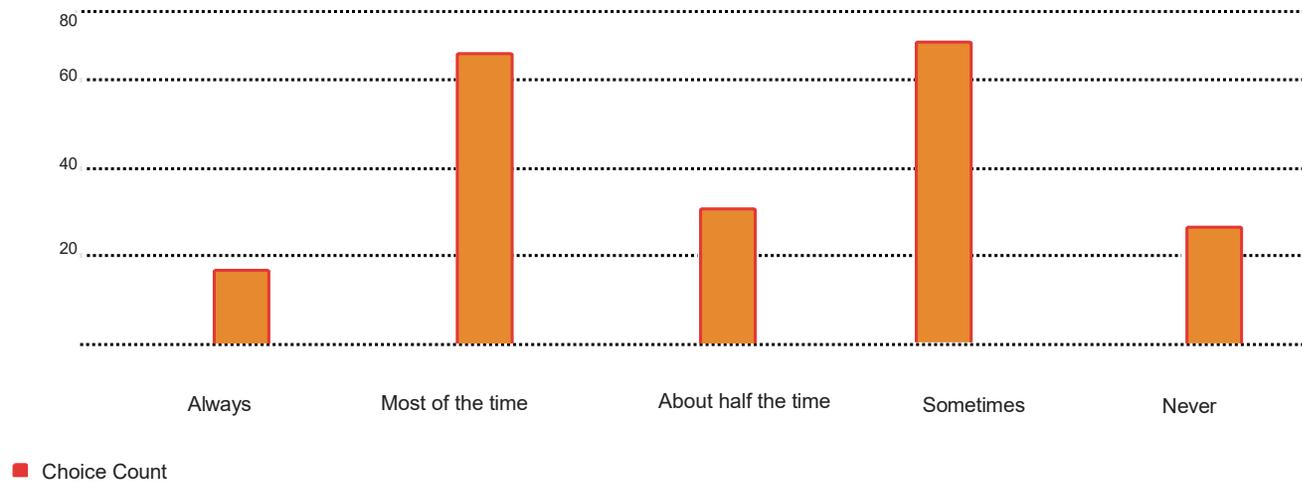


### How would you rate the usability of the **Human Resources** functionality that supports the work you do?

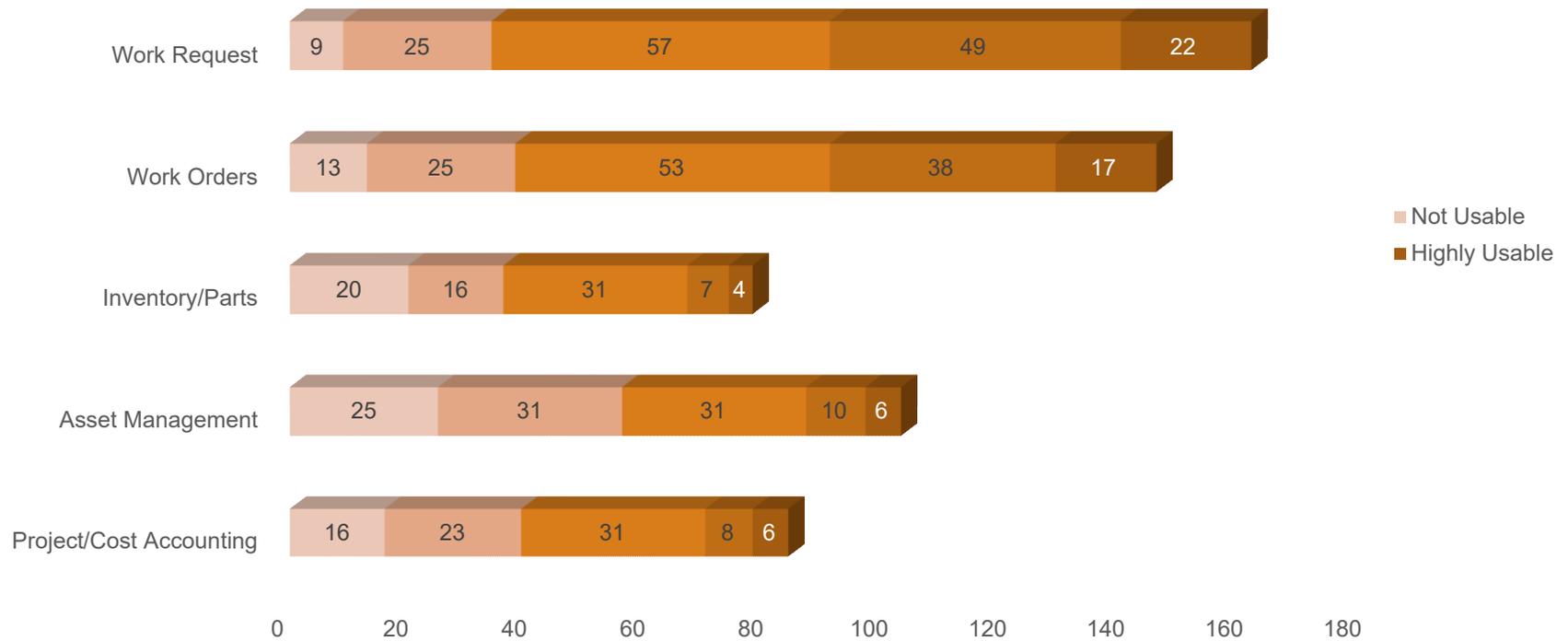


### To what degree are you able to find the **Facilities** information needed?

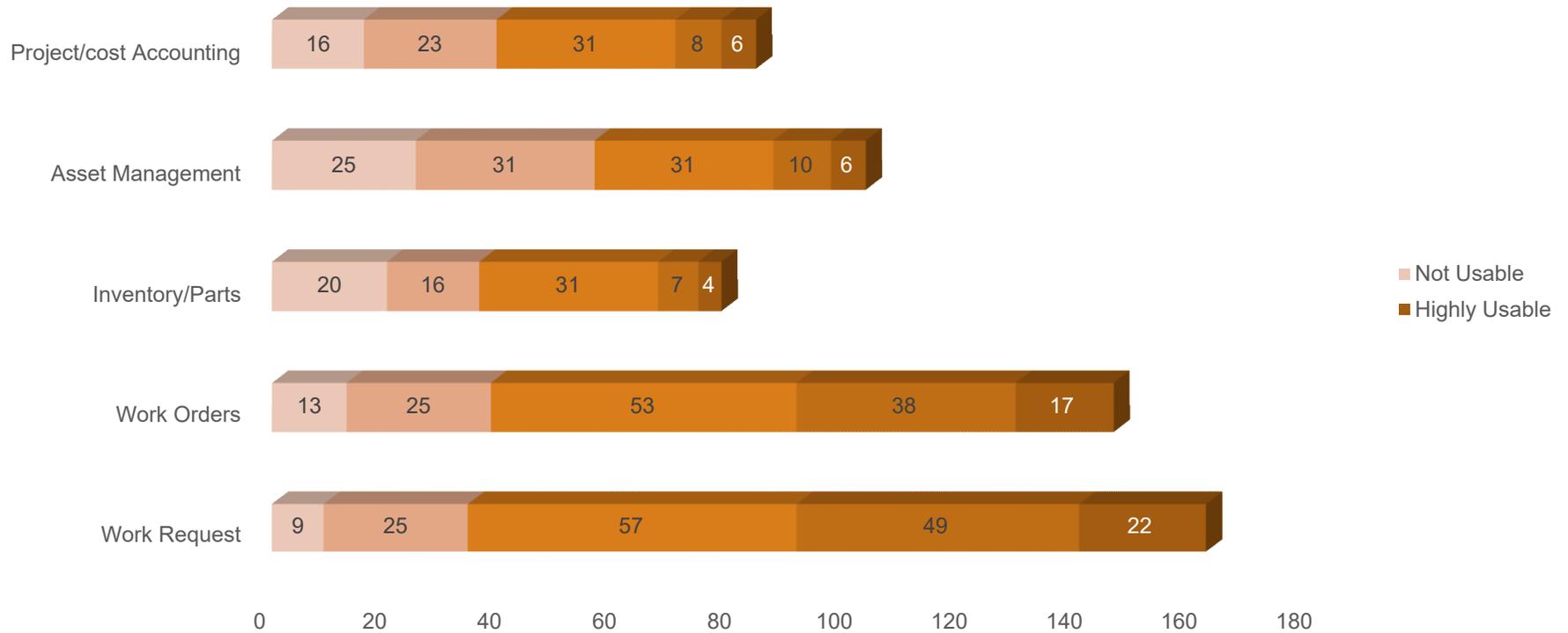
209 Responses



How would you rate the usability of **Facilities** functionality that supports the work you do?

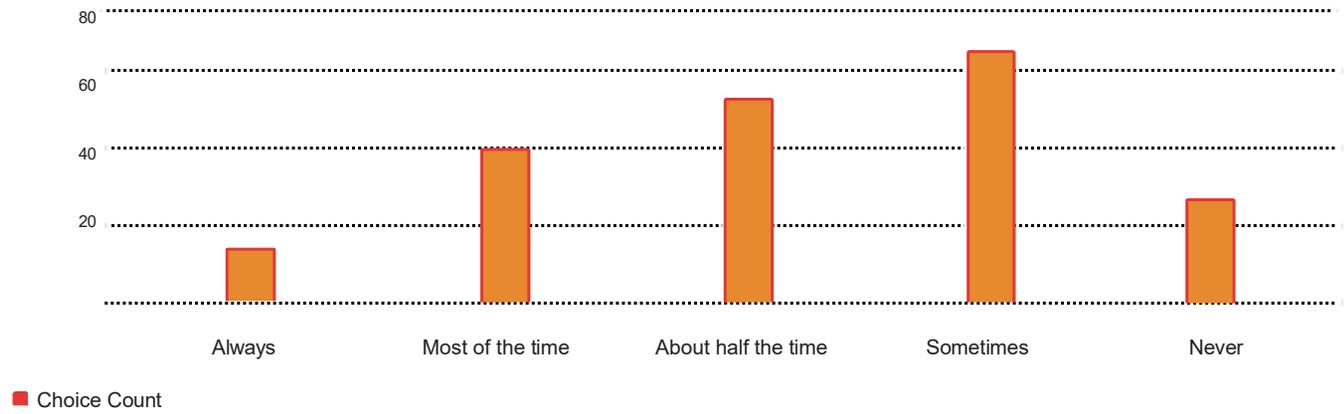


### How would you rate the usability of **Facilities** functionality that supports the work you do?

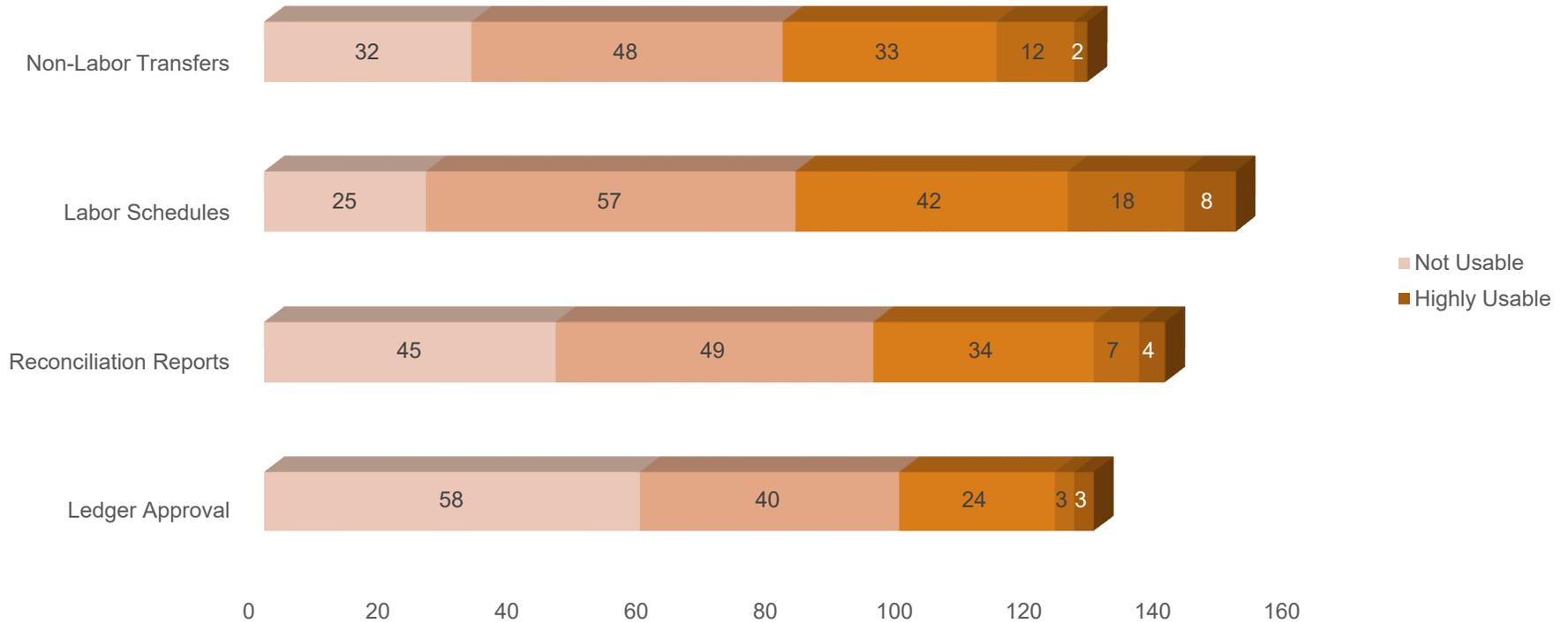


### To what degree are you able to find the **Sponsored Projects/Labor Distribution** information needed?

182 Responses

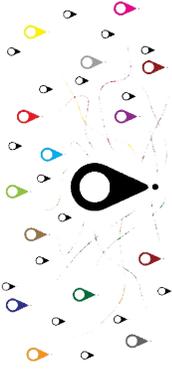
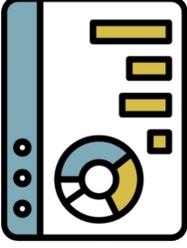
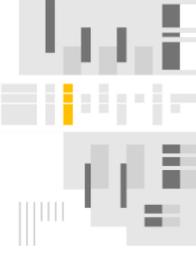


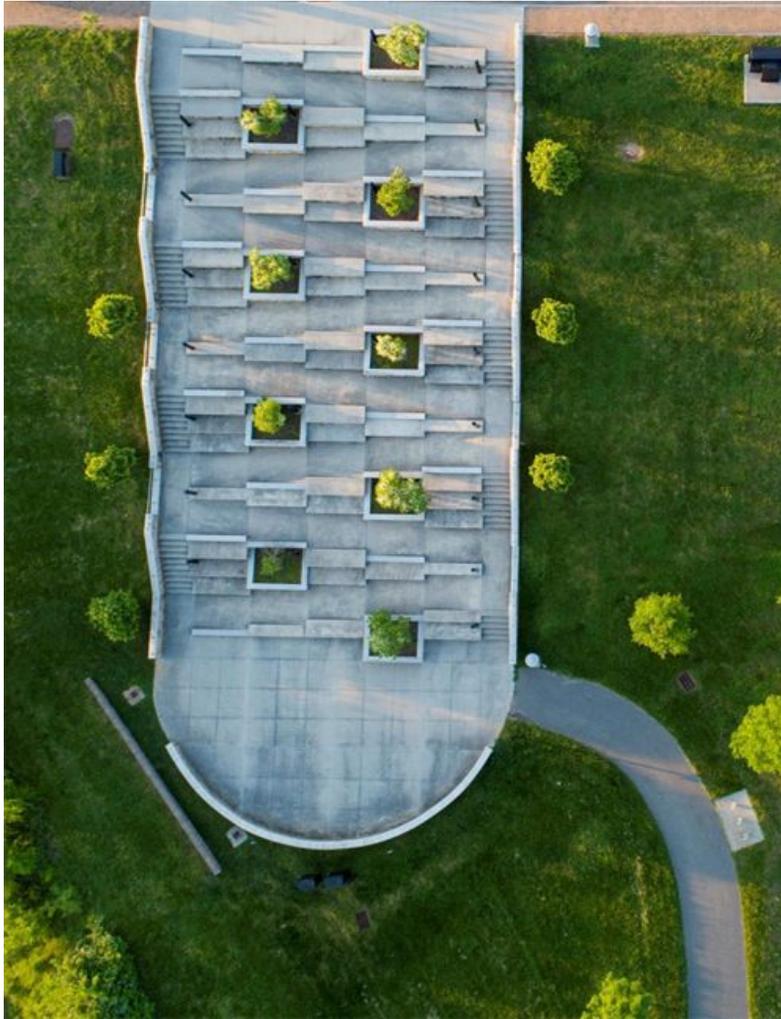
### How would you rate the usability of **Sponsored Projects/Labor Distribution** functionality that supports the work you do?



## Key Challenges Users Report Facing in DASH

(Compiled from feedback across HR, Finance, Facilities, and Sponsored Projects)

Finance	Human Resources	Sponsored Projects	Facilities
<p>Create easy access ledgers</p> <p>Reduce steps, clicks, and improve navigation</p>	<p>Improve payroll functions for uncommon circumstances</p> <p>Improve integration of compensation and labor schedules</p>	<p>Improve non-labor cost transfers</p> <p>Improve reliability and accessibility of ledgers</p>	<p>Reduce “clicks” to manipulate tasks</p> <p>Install “parent/child” dispatching</p>
			



# DASH Applications Roadmap

## Strategic Vision and Collaborative Planning

### **Strategic Initiative Purpose**

The roadmap drives innovation, financial stewardship, and operational improvements.

### **Collaborative Development**

Development is shaped by users and expertise from finance, HR, payroll, research, and technology teams.

### **Focused Key Areas**

The roadmap is organized into key focus areas with targeted projects and initiatives to guide progress.

# DASH Applications Roadmap

Objectives, timelines, and accountability mechanisms

Applications Roadmap ☆ ☺

Primary Area	Name	Description
Finance	Month-End Close	Support campus finance teams with clear, consistent guidance that strengthens month-end close accuracy and timeliness.
Payroll	Payroll Close Process Standardization	Establish a consistent, repeatable payroll close process with the accuracy and timely payroll operations with the Playbook.
HR	HCM Foundations Training	Strengthen foundational HCM knowledge across the system through a targeted enablement program that promotes self-sufficiency, informed by process and best practices. HCM modules that are being delivered along the way.
Finance	Cash Visibility & Reconciliation Improvements	Improve visibility of cash balances and support more accurate reconciliation by updating bank account configurations.
Finance	Position Budgeting Process Optimization	Streamline the position budgeting process by aligning Finance and HR and improving coordination across Finance and HR.

**Clear Objectives Mapping**  
 Each initiative is defined with specific objectives to guide focused efforts and desired outcomes.

**Defined Timelines**  
 Timelines are established for each initiative to enable effective progress tracking and deadline management.

**Accountability Mechanisms**  
 Accountability ensures initiatives are monitored and adjustments are made based on feedback and lessons learned.

**Dynamic Roadmap**  
 The roadmap is flexible, allowing adjustments for emerging needs and continuous improvement.

# Commitment to adaptability and continuous improvement





# THE UNIVERSITY OF TENNESSEE BOARD OF TRUSTEES

## AGENDA ITEM SUMMARY

Meeting Date: February 26, 2026

Committee: Finance and Administration

Item: **Annual Finance Report on Intercollegiate Athletics Programs**

Type: Information

Presenter(s): David L. Miller, Senior Vice President and Chief Financial Officer

### **Background Information**

The Board policy on Oversight of Intercollegiate Athletics outlines three major annual reports to be provided by the athletics departments through the Chancellors to the appropriate Board committees. Oral presentations are required to be provided to the appropriate Board committees by the System staff.

The following reports fulfill the requirement that annually at the Winter Meeting of the Board, each campus with an intercollegiate athletics program must provide a written report to the Finance and Administration Committee, through the Senior Vice President and Chief Financial Officer, to ensure that the Board receives information sufficient to understand and monitor financial performance. The policy outlines specific information to be included in the reports.

1. Information on the current annual operating budget and most recent annual operating budget performance for intercollegiate athletics, including without limitations:
  - a. Amounts and sources of generated revenue (e.g., ticket sales, donor contributions, NCAA/conference distributions, corporate sponsorships, licensing, etc.) and institutional funding (institutional or government support, student fees);
  - b. Amounts and uses of funds by expenditure type (e.g., salaries and benefits, scholarships, facilities, debt service, team travel, etc.); and
  - c. A description of how deficits, if anticipated or otherwise will be handled by the institution.
2. Athletics departments' most recent fiscal year-end unrestricted fund balances;
3. The amount of the athletics fee, or any similarly termed student fee designated for athletics, at the institution, if applicable, for the most recent five fiscal years;



## THE UNIVERSITY OF TENNESSEE BOARD OF TRUSTEES

---

4. The capital master plan for athletics facilities and any associated financing activities;
5. Total debt outstanding and annual debt service requirements on athletics facilities;
6. Projected amount of annual compensation, excluding performance bonuses for the next five years of all coaches with whom the University has employment agreements, and the length of the term of the employment agreements; and
7. Future material financial considerations and trends.

The individual reports follow this summary.



UTC Annual Report to the Finance and Administration Committee

UTC Athletics Department FY 2025 Actuals and FY 2026 Revised Budget		
	2024 - 2025	2025 - 2026
Operating revenues	Actuals	Budget
Ticket sales	\$ 914,481.82	\$ 870,023
Student fees	5,406,017.76	5,334,663.00
Direct institutional support	12,918,394.13	13,238,147.00
Guarantees	1,121,000.00	655,000.00
Contributions	3,099,190.70	1,800,000.00
In Kind	306,870.00	-
NCAA Distributions	525,510.00	375,000.00
Program, novelty, parking, and concession sales	84,068.15	20,000.00
Royalties, licensing, advertisements, and sponsorships	750,576.00	610,000.00
Sports camp revenues	862,959.04	262,500.00
Endowment and investment income	117,543.04	200,000.00
Other	341,196.59	322,500.00
Bowl revenues	-	-
<b>Subtotal operating revenue</b>	<b>\$ 26,447,807.23</b>	<b>\$ 23,687,833</b>
<b>Operating expenses</b>		
Athletics student aid	\$ 6,045,461.36	\$ 6,409,782
Guarantees	20,166.00	-
Coaches salaries and benefits	5,288,381.55	5,098,485.00
Support staff/administrative salaries and benefits	4,193,265.64	4,042,692.00
Recruiting	320,403.46	172,443.00
Team travel	1,643,077.95	1,506,893.00
Sports equipment, uniforms and supplies	1,130,460.51	608,421.00
Game expenses	565,582.98	304,400.00
Fund raising, marketing and promotion	774,794.07	416,999.00
Sports camp expenses	537,851.36	262,500.00
Spirit groups	278,402.28	149,838.00
Athletic Facilities, debt service, leases and rental fees	1,099,043.22	2,467,228.00
Direct overhead and administrative expenses	660,991.28	355,750.00
Medical expenses and insurance	350,680.85	188,739.00
Memberships and dues	43,477.43	23,400.00
Student-Athlete meals (non-travel)	277,247.59	149,216.00
Other operating expenses	2,844,719.71	1,531,047.00
Post season	170,168.99	-
Enhanced educational benefits (Alston)	203,631.00	-
<b>Subtotal operating expenses</b>	<b>\$ 26,447,807.23</b>	<b>\$ 23,687,833</b>
<b>Revenue less expenses</b>	<b>\$ -</b>	<b>\$ -</b>

A description of how deficit, if anticipated or otherwise will be handled by the institution. Not applicable.

**UNRESTRICTED FUND BALANCE**

The Athletics Department does not have an unrestricted fund balance. All unrestricted revenue realized by the department has been expended.

**ATHLETICS FEE**

The University assesses students an Athletics Fee in the amount of \$514 annually.

<b>Fiscal Year</b>	<b>Amount per Student</b>	<b>Total Revenue</b>	<b>Increase or (Decrease) from previous fiscal year</b>
2020-2021	\$514	\$5,605,320	\$24,091
2021-2022	\$514	\$5,433,242	(\$172,078)
2022-2023	\$514	\$5,300,661	(\$132,581)
2023-2024	\$514	\$5,312,829	\$12,168
2024-2025	\$514	\$5,406,018	\$93,189

**CAPITAL MASTER PLAN**

The University of Tennessee Board of Trustees and the Tennessee Higher Education Commission approved a new master plan in 2023. The new master plan includes continued work on McKenzie Arena, Maclellan Gymnasium and Engel Stadium renovation.

<b>Project</b>	<b>Status</b>	<b>Explanation</b>
Steiner Family Women's Sports Complex	In progress	This proposed project will repurpose Engel Stadium to accommodate women soccer, volleyball and softball. The facilities will consist of a soccer field and stands, locker rooms, and a softball practice facility. This project does not have an estimated time of completion because it is still going through approval processes for development and seeking funding solutions.

**DEBT OUTSTANDING**

The Athletics Department has the following two projects with outstanding debt:

<b>Bonded Project</b>	<b>Debt Outstanding as of 6/30/25</b>	<b>Annual Payment</b>	<b>Maturity</b>
Finley Stadium	\$462,472	\$163,756	FY 2028
Wolford Athletic Facility	\$25,704,282	\$1,705,716	FY 2052
<b>Total</b>	<b>\$26,166,754</b>	<b>\$1,869,472</b>	

There is a recurring expense budget dedicated to paying the annual debt service obligation for these projects.

**COACHES COMPENSATION**

The Athletics Department has employment agreements with the following four head coaches for men's basketball, women's basketball, men's golf and football:

Coach	Projected Annual Compensation Excluding Performance Bonuses					Contract Dates
	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	
Dan Earl Head Coach Men's Basketball	\$656,000	\$656,000	\$656,000	\$656,000	\$656,000	04/01/2022- 03/31/2027 +1 03/30/2029 +1 03/30/2031
Deandra Schirmer Head Coach Women's Basketball	\$176,000	\$176,000	\$176,000	\$176,000	\$0	04/01/2024- 04/30/2029
Blaine Woodruff Head Coach Men's Golf	\$135,000	\$135,000	\$135,000	\$135,000	\$0	9/1/24- 9/30/29
Russell Wright Head Coach Football	\$316,000	\$316,000	\$316,000	\$316,000	\$0	12/19/2018- 12/31/2023 +1 12/31/2024 +1 12/31/2025 +1 01/31/2029
<b>Total</b>	<b>\$1,283,000</b>	<b>\$1,283,000</b>	<b>\$1,283,000</b>	<b>\$1,283,000</b>	<b>\$656,000</b>	

**FUTURE MATERIAL FINANCIAL CONSIDERATIONS & TRENDS**

Athletics continues to rely on institutional support and student fees to sustain operations, a dependency that is anticipated to remain as travel and operational expenses rise significantly. To help manage costs we continue to prioritize scheduling football non-conference games within driving distance. The evolving landscape of college athletics, particularly with the introduction of revenue sharing, has presented substantial financial challenges. As we navigate these changes, we are committed to maintaining competitiveness within the Southern Conference while making fiscally responsible decisions. To address these financial demands, the Moc's Club launched the "Dare & Do" fundraising campaign this past year. This initiative aims to generate funds for revenue sharing and mitigate financial pressures over the next five years.



**Annual Report to the Finance and Administration Committee**

1. **Budget Details:** Information on the current annual operating budget and most recent annual operating budget performance for intercollegiate athletics, including without limitation:

<b>UTK Athletics Department FY 2025 Budget and Actuals &amp; FY 2026 Revised Budget</b>				
	<b>2024 - 2025</b>	<b>2024 - 2025</b>	<b>2025 - 2026</b>	
<b>Revenues</b>	<b>Budget</b>	<b>Actuals</b>	<b>Budget</b>	
<b>Operating revenues</b>	<b>Total</b>	<b>Total</b>	<b>Total</b>	
Ticket sales	\$ 40,869,100	\$ 52,163,720	\$ 46,640,396	
Direct state or government support	\$ -	\$ -	\$ -	
Student fees	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	
Direct institutional support	\$ 5,592,175	\$ 7,137,633	\$ 6,381,869	
Less-Transfers to Institution	\$ (6,375,652)	\$ (8,137,633)	\$ (7,275,985)	
Indirect Institutional Support	\$ -	\$ -	\$ -	
Indirect Institutional Support--Athletic Facilities Debt Service	\$ -	\$ -	\$ -	
Guarantees	\$ 3,272,422	\$ 4,176,792	\$ 3,734,535	
Contributions	\$ 86,673,510	\$ 110,626,678	\$ 98,913,039	
In Kind	\$ 2,321,581	\$ 2,963,175	\$ 2,649,421	
Compensation and benefits provided by a third party	\$ -	\$ -	\$ -	
Media rights	\$ 33,835,005	\$ 43,185,677	\$ 38,612,988	
NCAA Distributions	\$ 2,429,020	\$ 3,100,306	\$ 2,772,032	
Conference distributions	\$ 12,814,220	\$ 16,355,569	\$ 14,623,769	
Program, novelty, parking, and concession sales	\$ 9,258,842	\$ 11,817,624	\$ 10,566,322	
Royalties, licensing, advertisements, and sponsorships	\$ 25,858,548	\$ 33,004,839	\$ 29,510,142	
Sports camp revenues	\$ 1,106,786	\$ 1,412,658	\$ 1,263,080	
Endowment and investment income	\$ 1,981,733	\$ 2,529,407	\$ 2,261,582	
Other	\$ 15,188,701	\$ 19,386,264	\$ 17,333,561	
Bowl revenues	\$ 2,659,781	\$ 3,394,840	\$ 3,035,379	
<b>Subtotal operating revenue</b>	<b>\$ 238,485,772</b>	<b>\$ 304,117,549</b>	<b>\$ 272,022,131</b>	
<b>Expenses</b>				
<b>Operating expenses</b>				
Athletics student aid	\$ 20,984,155	\$ 25,357,260	\$ 23,934,990	
Guarantees	\$ 3,586,560	\$ 4,334,000	\$ 4,090,909	
Coaching salaries, benefits, and bonuses paid by the University and related entities	\$ 37,298,596	\$ 45,071,637	\$ 42,543,602	
Support staff/administrative salaries, benefits, and bonuses paid by the University and related entities	\$ 40,162,424	\$ 48,532,287	\$ 45,810,146	
Support staff/administrative other compensation and benefits paid by a third-party	\$ -	\$ -	\$ -	
Severance payments	\$ -	\$ -	\$ -	
Recruiting	\$ 6,371,965	\$ 7,699,885	\$ 7,268,004	
Team travel	\$ 14,128,298	\$ 17,072,640	\$ 16,115,048	
Sports equipment, uniforms, and supplies	\$ 4,862,368	\$ 5,875,687	\$ 5,546,124	
Game expenses	\$ 9,017,256	\$ 10,896,455	\$ 10,285,281	
Fund raising, marketing, and promotion	\$ 37,085,723	\$ 44,814,400	\$ 42,300,793	
Sports camp expenses	\$ 152,051	\$ 183,739	\$ 173,433	
Spirit groups	\$ 632,327	\$ 764,104	\$ 721,246	
Athletic Facilities, debt service, leases and rental fees	\$ 10,536,527	\$ 12,732,343	\$ 12,018,195	
Direct overhead and administrative expenses	\$ 24,854,686	\$ 30,034,411	\$ 28,349,803	
Indirect institutional support	\$ -	\$ -	\$ -	
Medical expenses and insurance	\$ 2,208,220	\$ 2,668,414	\$ 2,518,745	
Memberships and dues	\$ 50,233	\$ 60,702	\$ 57,297	
Student-Athlete Meals (non-travel)	\$ 5,633,054	\$ 6,806,984	\$ 6,425,185	
Other operating expenses	\$ 19,609,444	\$ 23,696,059	\$ 22,366,964	
Bowl Expenses	\$ 848,190	\$ 1,024,953	\$ 967,464	
Bowl Expenses- Coaching Compensation	\$ 463,696	\$ 560,330	\$ 528,901	
<b>Subtotal operating expenses</b>	<b>\$ 238,485,772</b>	<b>\$ 288,186,290</b>	<b>\$ 272,022,131</b>	
Excess Transfers to Institution		\$ 515,599		
<b>Revenue less expenses</b>	<b>\$ -</b>	<b>\$ 15,415,660</b>	<b>\$ -</b>	

A description of how deficits, if anticipated or otherwise, will be handled by the institution:

A FY26 deficit, although not currently forecasted, would be funded from the current auxiliary reserve balance or from unrestricted donor dollars.

2. **Unrestricted Fund Balance:** Athletics department’s most recent fiscal year-end (FY25) unrestricted fund balances (please attach a report):

Fund Name	Amount
Athletics Fund Balance (10-1399005-150000)	\$23,722,141
Athletic Director Strategic Reserve (85-2500926-150000)	\$3,515,405
Athletics Arena (10-5300075-111150)	\$4,579,963
Athletics Reserve (10-530026-126002)	\$3,481,682
<b>Total</b>	<b>\$35,299,191</b>

\* In FY26, UTK Athletics will fund the following projects from the reserve balance: Food City Center videoboard (\$3M), Neyland Stadium Renovations (\$3M), and the FCC Riverside Club (\$5M).

3. **Athletics Fee:** The amount of the athletics fee, or any similarly termed student fee designated for athletics, at the institution, if applicable, for the most recent five fiscal years:

Athletic Student Fee			
Fiscal Year	Amount per student	Total Revenue	Increase or (Decrease) from previous fiscal year
2024 - 2025	-	\$1,000,000.00	-
2023 - 2024	-	\$1,000,000.00	-
2022 - 2023	-	\$1,000,000.00	-
2021 - 2022	-	\$1,000,000.00	-
2020 - 2021	-	\$1,000,000.00	-

4. **Capital Master Plan:** The capital master plan for athletics facilities and any associated financing activities:

Project	Status	Notes	Cost and Financing
Neyland Stadium Renovations	Near completion; several components under final construction or design phase	Expansion of south concourse 1, addition of loading dock and kitchen, construction of new southwest entry gate and plaza, renovation and addition of premium areas, buildout of new concessions and restrooms, installation of stadium Wi-Fi system, placement of brick cladding	\$337,000,000  Funding: \$200,200,000 in 30-year bonds supported by auxiliary revenues and donor contributions  \$79,100,000 in 10-year bonds supported by capital gifts  \$57,700,000 in auxiliary funds and donor gifts

<b>Project</b>	<b>Status</b>	<b>Notes</b>	<b>Cost and Financing</b>
Lindsey Nelson Stadium Renovations	Construction; several components under final design	Expansion of main concourse and permanent seating, addition of premium club seating and suites, renovation to field level club, buildout of new concessions and restrooms, renovation and expansion of administrative areas	\$105,100,000  Funding: \$72,500,000 in 30-year bonds supported by auxiliary revenues and donor contributions  \$12,500,000 in 10-year bonds supported by capital gifts  \$20,100,000 in auxiliary funds and donor gifts
Anderson Training Center / Haslam Field Expansion	Near completion; several components under final construction or design phase	Renovation and expansion of team spaces including strength & conditioning, nutrition, locker room, player recovery and lounge; remodeling of main entrances and addition of elevator; improvements to recruiting areas; rebuilding of south field / playing surface	\$45,000,000  Funding: \$24,900,000 in auxiliary funds and donor gifts  \$20,100,000 in 10-year bonds supported by auxiliary revenues and donor contributions
UTK Food City Center AV Systems Upgrade	Construction Complete	New videoboard, sound system, corner videoboards, and overall improvement of the AV system for FCC	\$7,500,000  Funding: Auxiliary cash on hand
Food City Center South Renovations	Near completion; several components under final construction or design phase	Create a new club/premium amenity, replacing and adding new seating elements, and enhancing the arena's operational functionality.	\$9,500,000  Funding: Auxiliary cash on hand
Lee Stadium Improvements	Preparing for start of construction; several components design	Renovation and expansion of team spaces and administrative areas	\$8,837,917  Funding: Revenue Advance from UTFI
Neyland Thompson Sports Center Renovations	Near completion; several components under final construction or design phase	Renovation of administrative offices	\$1,020,000  Funding: Auxiliary cash and donor gifts on hand

Project	Status	Notes	Cost and Financing
Regal Soccer Stadium Improvement	Programming	Renovation and expansion of team spaces and staff offices	\$3,000,000  Funding: Auxiliary cash and donor gifts on hand

5. **Debt Outstanding:** Total debt outstanding and annual debt service requirements on athletic facilities:

Bonded Project	Debt Outstanding as of 6/30/2025	Annual Payment (FY26)	Maturity
UTK Athletic Academic Building (263)	599,302	146,491	2029
UTK Intercollegiate Swimming Facility	664,646	681,262	2026
UTK Soccer Stadium Improvements	458,622	470,087	2026
UTK McKenzie Lawson Addition	1,718,463	188,406	2036
UTK Baseball Stadium Renovation & Addition	949,726	1,432,311	2029
UTK Neyland Stadium Improvements	9,133,445	337,285	2029
UTK Softball Stadium Improvements	1,276,866	3,243,650	2029
UTK Thompson-Boling Arena Improvements	1,816,147	453,120	2029
UTK McKenzie Lawson Addition	5,193,658	644,986	2029
UTK Baseball Stadium Renovations and Addition	220,654	11,033	2028
UTK Neyland Stadium Improvements (Phase I)	2,095,613	104,781	2028
UTK Softball Stadium Improvements (Phase I)	295,847	14,792	2028
UTK Thompson-Boling Arena Improvements	7,754,665	388,645	2028
UTK Neyland Stadium Improvements	1,765,438	88,272	2029
UTK North End Zone Expansion	955,430	958,425	2026
UTK Siler Bean Property	70,498	70,719	2026
UTK Athletic Academic Building (263)	168,845	5,109	2030
UTK Intercollegiate Swimming Facility (2014B Refunding)	11,260,614	406,514	2034
UTK Baseball Stadium Renovation & Addition	407,809	16,481	2030
UTK Neyland Stadium Improvements	3,921,863	158,498	2030
UTK Softball Stadium Improvements	547,906	22,143	2030
UTK Thompson-Boling Arena Improvements	779,846	31,517	2030
UTK McKenzie Lawson Addition	13,957,111	507,893	2036
UTK Neyland Stadium Improvements	4,693,400	711,044	2034
UTK Neyland Stadium South Renovation	86,093,992	4,531,263	2052
UTK West Campus Redevelopment	6,985,000	140,000	2050
UTK Neyland Stadium South Renovations	122,488,563	587,133	2055
UTK Arena Renovations and System Improvements	11,285,000	320,000	2045

6. **Coach Compensation:** Projected amount of annual compensation, excluding performance bonuses, for the next five years of all coaches with whom the University has employment agreements, and the length of the term of the employment agreements: See next page for details.

## Coach Compensation

Coach	Sport	Title	FY26	FY27	FY28	FY29	FY30	Contract dates	
Heupel	Football	Head Coach	\$ 9,000,000	\$ 9,000,000	\$ 9,000,000	\$ 9,000,000	\$ 9,000,000	January 27, 2021	January 31, 2030
Knowles	Football	Assistant Coach	\$ 2,000,000	\$ 2,200,000	\$ 2,400,000	\$ -	\$ -	December 11, 2025	January 31, 2029
Halzle	Football	Assistant Coach	\$ 1,450,000	\$ 1,450,000	\$ 1,450,000	\$ -	\$ -	January 01, 2021	January 31, 2028
Garner	Football	Assistant Coach	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ -	\$ -	February 11, 2021	January 31, 2028
Elarbee	Football	Assistant Coach	\$ 900,000	\$ 900,000		\$ -	\$ -	February 01, 2021	January 31, 2027
Poindexter	Football	Assistant Coach	\$ 805,000	\$ 900,000	\$ 900,000	\$ -	\$ -	January 02, 2026	January 31, 2028
Pope	Football	Assistant Coach	\$ 800,000	\$ 850,000	\$ 850,000	\$ -	\$ -	March 07, 2022	January 31, 2028
Inge	Football	Assistant Coach	\$ 720,000	\$ 720,000	\$ -	\$ -	\$ -	February 19, 2024	January 31, 2027
Jackson	Football	Assistant Coach	\$ 375,000	\$ 425,000	\$ 425,000	\$ -	\$ -	January 02, 2026	January 31, 2028
Crabtree	Football	Assistant Coach	\$ 225,000	\$ 275,000	\$ 275,000	\$ -	\$ -	February 14, 2025	January 31, 2028
Hunter	Football	Assistant Coach	\$ 225,000	\$ 275,000	\$ 275,000	\$ -	\$ -	January 02, 2026	January 31, 2028
Sims	Football	Assistant Coach	\$ 450,000	\$ -	\$ -	\$ -	\$ -	February 19, 2024	January 31, 2026
Abeln	Football	Assistant Coach	\$ 275,000	\$ 375,000	\$ -	\$ -	\$ -	February 01, 2023	January 31, 2027
Derek Owings	Football	Sports Performance	\$ 1,200,000	\$ 1,200,000	\$ 1,200,000	\$ -	\$ -	January 20, 2026	January 31, 2029
Barnes	M. Basketball	Head Coach	\$ 6,020,000	\$ 6,020,000	\$ 6,020,000	\$ 6,020,000	\$ -	April 01, 2015	April 15, 2029
Elander	Baseball	Head Coach	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	October 24, 2025	June 30, 2030
Caldwell	W. Basketball	Head Coach	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	April 07, 2024	March 31, 2030

Coach	Sport	Title	FY26	FY27	FY28	FY29	FY30	Contract dates	
Weekly	Softball	Head Coach	\$ 525,000	\$ 525,000	\$ 525,000	\$ 525,000	\$ -	July 01, 2010	June 30, 2029
Ross	Track & Field	Head Coach	\$ 450,000	\$ 450,000	\$ 450,000	\$ -	\$ -	May 23, 2022	June 30, 2028
Rackham	Volleyball	Head Coach	\$ 330,000	\$ 330,000	\$ 330,000	\$ 330,000	\$ -	January 12, 2018	January 31, 2029
Webb	M. Golf	Head Coach	\$ 295,000	\$ 295,000	\$ 295,000	\$ 295,000	\$ -	July 01, 2018	June 30, 2029
Woodruff	M. Tennis	Head Coach	\$ 275,000	\$ 275,000	\$ 275,000	\$ 275,000	\$ 275,000	May 19, 2017	June 30, 2030
Kredich	Swim & Dive	Head Coach	\$ 270,000	\$ 270,000	\$ 270,000	\$ 270,000	\$ -	July 01, 2008	April 30, 2029
Ojeda	W. Tennis	Head Coach	\$ 240,000	\$ 240,000	\$ 240,000	\$ 240,000	\$ 240,000	December 01, 2016	June 30, 2030
Cantu	W. Golf	Head Coach	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	June 07, 2021	June 30, 2030
Cupini	Rowing	Head Coach	\$ 235,000	\$ 235,000	\$ 235,000	\$ 235,000	\$ 235,000	June 08, 2023	May 31, 2030
Kirt	Soccer	Head Coach	\$ 175,000		\$ -	\$ -	\$ -	April 29, 2022	December 31, 2026

## 7. Future Material Financial Considerations and Trends:

In FY25, UTK Athletics experienced continued revenue growth in contributions, specifically related to significant increases in per seat contributions and philanthropic giving for the My All Campaign. Additionally, there were significant increases in revenue due to the UT's brand popularity, increasing multi-media rights, licensing, and sponsorship revenue. The FY25 increases led to another record-breaking year, as UTK Athletics reported more than \$300,000,000 in annual operating revenue for the first time ever.

UTK Athletics invested the revenue lift directly into the student-athletes, team operations, and facility enhancements, to ensure the continued success of the sport programs. UTK Athletics will continue to invest in the student-athletes' to ensure success for each program.

The industry is constantly changing, and UTK Athletics plans to continue to strategically invest in the student-athlete experience. With revenue share starting in FY26, as well as the increase in scholarships provided to student-athletes, UTK Athletics has invested directly into the student-athlete to ensure it continues to lead the way in college athletics.



### Annual Report to the Finance and Administration Committee

1. **Budget Details:** Information on the current annual operating budget and most recent annual operating budget performance for intercollegiate athletics, including without limitation:

<b>UT Martin Athletics Department FY 2025 Actuals and FY 2025 Revised Budget</b>			
<b>Revenues</b>	<b>2024-25</b>	<b>2024-25</b>	
<b>Operating revenues</b>	<b>Actuals</b>	<b>Budget</b>	
	<b>Total</b>	<b>Total</b>	
Ticket sales	\$ 218,807.00	\$ 200,000.00	
Direct state or government support	\$ -	\$ -	
Student fees	\$ 1,855,456.00	\$ 2,060,000.00	
Direct institutional support	\$ 9,590,075.00	\$ 7,403,326.00	
Less-Transfers to Institution	\$ -	\$ -	
Indirect Institutional Support	\$ -	\$ -	
Indirect Institutional Support--Athletic Facilities Debt Service	\$ 308,079.00	\$ 300,000.00	
Guarantees	\$ 740,000.00	\$ 740,000.00	
Contributions	\$ 1,326,827.00	\$ 1,000,000.00	
In Kind	\$ 487,970.00	\$ 200,000.00	
Compensation and benefits provided by a third party	\$ -	\$ -	
Media rights	\$ 41,440.00	\$ 60,000.00	
NCAA Distributions	\$ 712,367.00	\$ 750,000.00	
Conference distributions	\$ 209,733.00	\$ 200,000.00	
Program, novelty, parking, and concession sales	\$ 186,638.00	\$ 200,000.00	
Royalties, licensing, advertisements, and sponsorships	\$ 258,039.00	\$ 260,000.00	
Sports camp revenues	\$ -	\$ -	
Endowment and investment income	\$ 137,883.00	\$ 125,000.00	
Other	\$ 56,160.00	\$ -	
Bowl revenues	\$ -	\$ -	
<b>Subtotal operating revenue</b>	<b>\$16,129,474.00</b>	<b>\$ 13,498,326.00</b>	
<b>Expenses</b>			
<b>Operating expenses</b>			
Athletics student aid	\$ 5,327,038.00	\$ 5,300,000.00	
Guarantees	\$ 29,419.00	\$ 36,000.00	
Coaching salaries, benefits, and bonuses paid by the University and related entities	\$ 2,957,071.00	\$ 2,957,000.00	
Support staff/administrative salaries, benefits, and bonuses paid by the University and related entities	\$ 2,317,040.00	\$ 2,300,000.00	
Support staff/administrative other compensation and benefits paid by a third-party	\$ -	\$ -	
Severance payments	\$ -	\$ -	
Recruiting	\$ 515,380.00	\$ 250,000.00	
Team travel	\$ 1,680,476.00	\$ 900,000.00	
Sports equipment, uniforms, and supplies	\$ 1,154,474.00	\$ 750,000.00	
Game expenses	\$ 329,114.00	\$ 250,000.00	
Fund raising, marketing, and promotion	\$ 10,803.00	\$ 50,000.00	
Sports camp expenses	\$ -	\$ -	
Spirit groups	\$ 10,451.00	\$ 25,000.00	
Athletic Facilities, debt service, leases and rental fees	\$ 308,079.00	\$ 275,000.00	
Direct overhead and administrative expenses	\$ -	\$ 90,000.00	
Indirect institutional support	\$ -	\$ -	
Medical expenses and insurance	\$ 457,585.00	\$ 250,000.00	
Memberships and dues	\$ 20,800.00	\$ 15,000.00	
Student-Athlete Meals (non-travel)	\$ 250,306.00	\$ 250,000.00	
Other operating expenses	\$ 1,107,518.00	\$ 425,000.00	
Bowl Expenses	\$ -	\$ -	
Bowl Expenses- Coaching Compensation	\$ -	\$ -	
<b>Subtotal operating expenses</b>	<b>\$16,475,554.00</b>	<b>\$ 14,123,000.00</b>	
<b>Revenue less expenses</b>	<b>\$ (346,080.00)</b>	<b>\$ (624,674.00)</b>	

A description of how deficits, if anticipated or otherwise, will be handled by the institution:

Due to the *House Settlement*, the distributions that were previously received from the NCAA have been significantly reduced to assist with covering the settlement amount. This reduction has placed a burden on the institution as far as budgeting and funding is concerned. Additionally, the current landscape of college athletics includes the transfer portal as an integral part. This requires more off campus recruiting and on-campus visits by prospective student-athletes. These recruiting activities require funding and has driven costs in these areas to higher levels than previously seen to maintain competition with conference institutions. The department has requested an increase in student fees for the first time in over ten years to help supplement the budget in the face of these new shortfalls.

2. **Unrestricted Fund Balance:** Athletics department's most recent fiscal year-end unrestricted fund balances: (\$1,729,465).
3. **Athletics Fee:** The amount of the athletics fee, or any similarly termed student fee designated for athletics, at the institution, if applicable, for the most recent five fiscal years:

Athletic Student Fee			
Fiscal Year	Amount per student	Total Revenue	Increase or (Decrease) from previous fiscal year
2024-2025	\$408.00	\$1,621,788.10	\$54,491.80
2023-2024	\$408.00	\$1,567,296.30	\$(9,649.68)
2022-2023	\$408.00	\$1,576,945.98	\$(208,628.99)
2021-2022	\$408.00	\$1,785,574.97	\$(130,037.28)
2020-2021	\$408.00	\$1,915,612.25	\$(39,890.15)

4. **Capital Master Plan:** The capital master plan for athletics facilities and any associated financing activities:

Project	Status	Notes	Cost and Financing
Football Weight Room	Complete	Transitioned football weight room from basement of Student Life Center to the upper gymnasium, doubling the square footage	External donations provided, no financing required
Outdoor Agriculture Pavilion	Fundraising Phase	Covering the outside arena that in order to provide additional practice and event space for the department, Rodeo team, and Equestrian team	Externally funded, no intentions to finance
Indoor Practice Facility	Fundraising Phase	Renovate the previous pool to an indoor practice facility for all teams to use and to produce revenue by hosting events	Externally funded, no intentions to finance

5. **Debt Outstanding:** Total debt outstanding and annual debt service requirements on athletic facilities:

Bonded Project	Debt Outstanding	Annual Payment	Maturity
Athletic Field Lights & Field House	\$1,000,000.00	\$101,392	FY32

6. **Coach Compensation:** Projected amount of annual compensation, excluding performance bonuses, for the next five years of all coaches with whom the University has employment agreements, and the length of the term of the employment agreements:

Coach Compensation								
Coach	Sport	Title	FY24	FY25	FY26	FY27	FY28	Contract dates
Jason Simpson	Football	Head coach	\$ 181,737.00	\$ 196,737.00	\$ 201,693.00	\$ 201,693.00	\$ 201,693.00	Start Date: 1/1/25
Jeremy Shulman	Men's Basketball	Head coach	\$ 180,000.00	\$ 181,131.60	\$ 181,131.60	\$ 181,131.60	\$ 181,131.60	Start Date: 4/1/24
Michael Varga	Women's Soccer	Head coach	\$ 72,000.00	\$ 72,000.00	\$ 73,610.74	\$ 73,610.74	\$ 73,610.74	Start Date: 7/1/25

7. **Future Material Financial Considerations and Trends:**

The *House Settlement* as mentioned above has resulted in a significant decrease in the amount of funding provided by the NCAA to member institutions. This funding makes up a demonstrable amount of the funds that UT Martin spends each year, accommodating those reductions will require innovative and collaborative initiatives.

There has been a glaring need for an increase in operating budgets to accommodate the increase in the cost of travel for the athletic programs, specifically transportation, food, and lodging. The standard and quality of the experience for UT Martin student-athletes is becoming more and more difficult to maintain in the face of inflation, especially with the reduction in operating budgets that are taking place each year.



**Annual Report to the Finance and Administration Committee**

- Budget Details:** Information on the current annual operating budget and most recent annual operating budget performance for intercollegiate athletics, including without limitation:

<b>UT Southern Athletics Department FY 2025 Actuals and FY 2026 Revised Budget</b>			
	<b>2024 - 2025</b>		<b>2025 - 2026</b>
<b>Revenues</b>	<b>Actuals</b>		<b>Budget</b>
<b>Operating revenues</b>	<b>Total</b>		<b>Total</b>
Ticket sales	\$	25,649.00	\$ 5,000.00
Direct state or government support	\$	-	\$ -
Student fees	\$	-	\$ -
Direct institutional support	\$	4,294,924.00	\$ 4,932,673.00
Less-Transfers to Institution	\$	-	\$ -
Indirect Institutional Support	\$	-	\$ -
Indirect Institutional Support--Athletic Facilities Debt Service	\$	-	\$ -
Guarantees	\$	6,000.00	\$ 7,200.00
Contributions	\$	402,141.00	\$ 50,000.00
In Kind	\$	-	\$ -
Compensation and benefits provided by a third party	\$	-	\$ -
Media rights	\$	-	\$ -
NCAA Distributions	\$	-	\$ -
Conference distributions	\$	-	\$ -
Program, novelty, parking, and concession sales	\$	-	\$ -
Royalties, licensing, advertisements, and sponsorships	\$	5,000.00	\$ -
Sports camp revenues	\$	16,794.00	\$ -
Endowment and investment income	\$	-	\$ -
Other	\$	164,015.00	\$ 175,000.00
Bowl revenues	\$	-	\$ -
<b>Subtotal operating revenue</b>	\$	<b>4,914,523.00</b>	<b>\$ 5,169,873.00</b>
<b>Expenses</b>			
<b>Operating expenses</b>			
Athletics student aid	\$	1,678,136.00	\$ 1,799,800.00
Guarantees	\$	-	\$ -
Coaching salaries, benefits, and bonuses paid by the University and related entities	\$	1,240,218.76	\$ 1,495,709.00
Support staff/administrative salaries, benefits, and bonuses paid by the University and related entities	\$	583,319.30	\$ 703,864.00
Support staff/administrative other compensation and benefits paid by a third-party	\$	-	\$ -
Severance payments	\$	-	\$ -
Recruiting	\$	8,818.42	\$ -
Team travel	\$	579,262.26	\$ 390,500.00
Sports equipment, uniforms, and supplies	\$	110,471.14	\$ 100,000.00
Game expenses	\$	12,504.95	\$ -
Fund raising, marketing, and promotion	\$	2,569.49	\$ -
Sports camp expenses	\$	-	\$ -
Spirit groups	\$	-	\$ -
Athletic Facilities, debt service, leases and rental fees	\$	1,150.00	\$ -
Direct overhead and administrative expenses	\$	-	\$ -
Indirect institutional support	\$	-	\$ -
Medical expenses and insurance	\$	-	\$ -
Memberships and dues	\$	25,199.99	\$ -
Student-Athlete Meals (non-travel)	\$	8,061.11	\$ 5,000.00
Other operating expenses	\$	664,811.58	\$ 675,000.00
Bowl Expenses	\$	-	\$ -
Bowl Expenses- Coaching Compensation	\$	-	\$ -
<b>Subtotal operating expenses</b>	\$	<b>4,914,523.00</b>	<b>\$ 5,169,873.00</b>
<b>Revenue less expenses</b>	\$	<b>-</b>	<b>\$ -</b>

A description of how deficits, if anticipated or otherwise, will be handled by the institution:

Not Applicable

- 2. **Unrestricted Fund Balance:** Athletics department’s most recent fiscal year-end unrestricted fund balances (please attach a report):

Not Applicable.

- 3. **Athletics Fee:** The amount of the athletics fee, or any similarly termed student fee designated for athletics, at the institution, if applicable, for the most recent five fiscal years: Not applicable: UT Southern does not assess an athletic student fee.

- 4. **Capital Master Plan:** The capital master plan for athletics facilities and any associated financing activities: UT Southern is currently reviewing and amending its campus master plan.

Project	Status	Notes	Financing Method	Amount Financed
---------	--------	-------	------------------	-----------------

- 5. **Debt Outstanding:** Total debt outstanding and annual debt service requirements on athletic facilities:

Not Applicable.

- 6. **Coach Compensation:** Projected amount of annual compensation, excluding performance bonuses, for the next five years of all coaches with whom the University has employment agreements, and the length of the term of the employment agreements:

UT Southern does not have contracts with any of its athletics department employees.

- 7. **Future Material Financial Considerations and Trends:**

UT Southern Athletics depends financially on institutional support. It is anticipated that this will continue for the next several years as we work to increase enrollment and the overall footprint of the institution. Cost increases in travel and equipment continue to be a financial trend that will need to be addressed in future budgets. We are currently investigating ways to reduce travel costs for athletic teams.

Women’s flag football is a new sport coming to UT Southern in FY27.

# FY 2025-26 Revised Operating Budget



THE UNIVERSITY OF  
TENNESSEE  
SYSTEM



# FY26 Revised Budget

- Budgeted revenues & expenses as of October 31, 2025
- Part of the state's annual budget development process
- Essentially unchanged from June 2025
- \$3.77 billion
- 15,708 budgeted positions
- Balanced and within available resources
- Detailed document and schedules available in Board materials

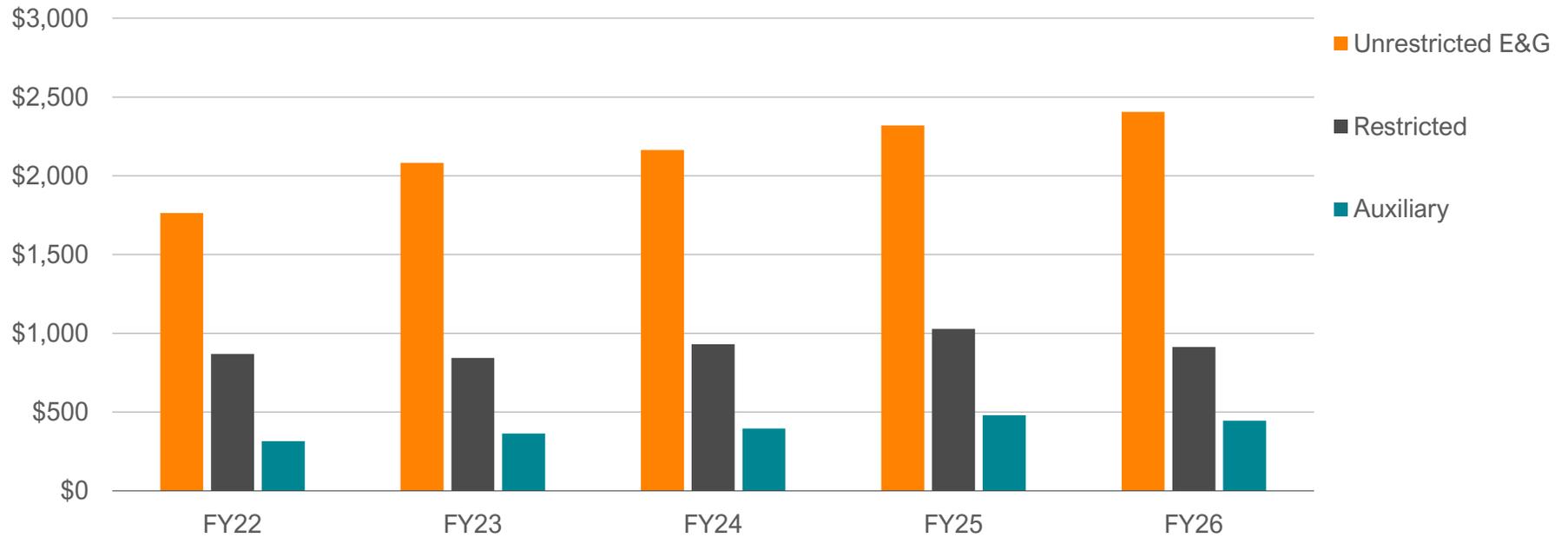
# FY26 Operating Revenues: \$3.77 billion

\$-millions	Unrestricted Educational & General (E&G)	Unrestricted Auxiliary Enterprises	Restricted Funds	TOTAL
Tuition & Fees	\$1,212	-	-	\$1,212
State Appropriations	933	-	18	951
Grants & Contracts	73	-	787	860
Other	188	445	109	743
<b>TOTAL</b>	<b>\$2,407</b>	<b>\$445</b>	<b>\$913</b>	<b>\$3,765</b>

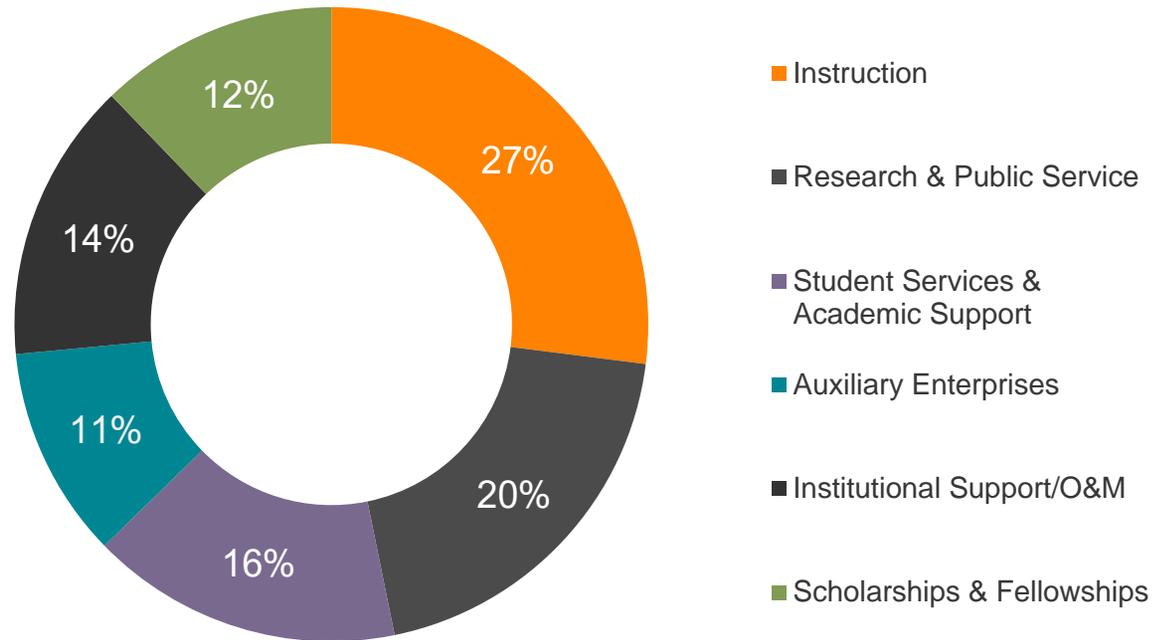
# FY26 Operating Revenue Changes

\$-millions	Original	Revised	\$-change	%-change
Knoxville	\$2,341	\$2,351	\$9.7	0.4%
Health Science Center	713	724	10.8	1.5%
Chattanooga	343	344	1.2	0.4%
Martin	183	184	1.1	0.6%
Public Service	49	50	0.5	1.0%
Southern	31	31	0.2	0.6%
System Administration	81	82	0.3	0.4%
<b>TOTAL</b>	<b>\$3,742</b>	<b>\$3,765</b>	<b>\$24</b>	<b>0.6%</b>

# Operating Revenues by Fund Group



# Use of Funds by Functional Area



# FY27 State Appropriations Preview

- \$41.1 million increase in recurring appropriations (4.4%)
- 1.7% of unrestricted E&G funding; 1.1% of total operating revenues
- Partial funding for faculty & staff salary increases: \$3.8 million
- Formula funding for UTK, UTC, UTM, UTS: \$23.4 million
- Health insurance premiums: \$13.9 million
- Capital improvements: \$342.3 million



# THE UNIVERSITY OF TENNESSEE BOARD OF TRUSTEES

## AGENDA ITEM SUMMARY

Meeting Date: February 27, 2026

Committee: Finance and Administration

Item: **Revised FY 2025-26 Operating Budget**

Type: Action

Presenter: Jennifer Easley, Associate Vice President, Budget, Analysis and Planning

### **Background Information**

The University develops a revised operating budget proposal each fiscal year to adjust for changes that occur after the original budget is adopted in June. The primary revisions made each year include updating beginning net asset balances to reflect actual rather than projected beginning balances; state appropriations adjustments made by the state Department of Finance and Administration; and adjustments reflecting changes in enrollments, operating plans, organizational structure, and revenue and expense projections.

The revised Unrestricted Educational and General (E&G) Operating Budget is \$2,406,518,434, a decrease of 0.06% over the original budget, and the revised Unrestricted Auxiliary Operating Budget is \$445,365,883, an increase of 0.01% from the original budget. Additionally, Restricted funds were adjusted upward by 2.82%. Collectively, revised Total Revenues represent a 0.63% increase over the original budget.

Unit	Unrestricted E&G	Unrestricted Auxiliary	Restricted	Total
Chattanooga	235,566,760	28,693,756	79,792,911	344,053,427
Health Science Center	382,397,977	4,151,808	337,398,511	723,948,296
Institute for Public Service	37,895,477		11,914,706	49,810,183
Knoxville	1,520,262,685	396,949,421	433,866,002	2,351,078,108
Martin	130,424,363	12,154,330	41,528,622	184,107,315
Southern	20,492,455	3,416,568	6,839,685	30,748,708
System Administration	79,478,717		2,090,000	81,568,717
<b>Total</b>	<b>\$2,406,518,434</b>	<b>\$445,365,883</b>	<b>\$913,430,437</b>	<b>\$3,765,314,754</b>

Detailed information on the revised operating budget follows this summary.



# THE UNIVERSITY OF TENNESSEE BOARD OF TRUSTEES

---

## Committee Action

The Committee Chair will call for a motion to recommend adoption by the Board of Trustees of the following resolution.

Resolution \_\_\_-2026\*  
Resolution to Approve the  
FY 2025-26 Revised Operating Budget

WHEREAS, by state law, the Board of Trustees must approve an annual operating budget for the University; and

WHEREAS, the Board approved the FY 2025-26 operating budget on July 1, 2025; and

WHEREAS, the operating budget must be revised during the year to update revenue and expenditure projections for the remainder of the fiscal year, taking into consideration final fall enrollments (which are estimated when the original budget is prepared), the impact of the prior year's activities carried forward into the current year, and adjustments in state appropriations occurring since the budget was approved on July 1, 2025; and

WHEREAS, the 2025-26 Revised Operating Budget includes adjustments allocating revisions to budgeted revenues and carry forward of unexpended non-recurring funds from 2024-25; and

WHEREAS, further adjustments may be required if material changes in revenues or expenditures arise during the remainder of FY 2025-26; and

WHEREAS, the FY 2025-26 Revised Budgets for Unrestricted Education and General (E&G) and Auxiliary Enterprises are balanced, and within available resources and comply with all applicable policies and guidelines;

NOW, THEREFORE, BE IT RESOLVED:

The FY 2025-26 Revised Operating Budget (Revised Budget) is hereby approved. A copy of the Revised Budget shall be attached to this resolution. If material changes in revenues or expenditures arise during the remainder of FY 2025-26, University Administration is authorized to modify budgets accordingly so expenditures will not exceed available resources and sufficient net assets will be available as of June 30, 2026 to meet outstanding commitments, satisfy liquidity requirements, fund activities deferred to the following fiscal year, and provide a reasonable reserve for contingencies for the beginning of FY 2026-27.

---

(\*) *Number will be inserted after adoption.*

# THE UNIVERSITY OF TENNESSEE

## Revised Budget Fiscal Year 2025-26



THE UNIVERSITY OF  
TENNESSEE  
SYSTEM

---

FINANCE AND ADMINISTRATION  
System Budget and Planning

# THE UNIVERSITY OF TENNESSEE

UT Chattanooga

UT Knoxville

UT Space Institute

UT Institute of Agriculture

AgResearch - Extension - College of Veterinary Medicine

UT Martin

UT Health Science Center

UT Institute for Public Service

Municipal Technical Advisory Service

County Technical Assistance Service

Tennessee Language Center

UT Southern

UT System Administration

The University of Tennessee is a statewide system of higher education with campuses in Knoxville, Chattanooga, Martin, Memphis and Pulaski; the UT Space Institute in Tullahoma; the UT Institute of Agriculture with a presence in every Tennessee county; and the statewide Institute for Public Service. The UT system manages Oak Ridge National Laboratory through its UT-Battelle partnership; enrolls almost 59,000 students statewide; produces over 13,000 new graduates every year; and represents more than 445,000 alumni around the world.

# The University of Tennessee

## FY 2025-26 Revised Budget

MESSAGE FROM THE CHIEF FINANCIAL OFFICER	A-1
OVERVIEW	A-2
UNRESTRICTED EDUCATIONAL AND GENERAL (E&G) FUNDS	A-5
AUXILIARY ENTERPRISES	A-10
UNRESTRICTED NET ASSETS	A-12
RESTRICTED FUNDS	A-13
SUPPORTING SCHEDULES	B-1
TERMINOLOGY	C-1

## Message from the Chief Financial Officer

---

State policy requires the university to develop a revised operating budget each fall reflecting operating plans and financial projections as of October 31. This budget is reported to the Tennessee Higher Education Commission (THEC) and Department of Finance and Administration (F&A) to be used as a baseline to develop state appropriations for the following fiscal year. This document is a summary and analysis of the budget details provided to THEC and F&A last fall per state guidelines.

The revised budget includes revisions made to the original operating budget approved by the Board of Trustees during its annual meeting in June. Such revisions are needed to adjust for the following mid-year developments:

- The university's original budget is developed before the end of the previous fiscal year using budgeted net assets as an estimate of July 1 beginning fund balances. The revised budget uses actual net assets as the starting point. In most years, the change in beginning balances is offset by an increase in non-recurring expense budgets.
- State appropriations are adjusted in September, requiring minor budget revisions in most years.
- Other adjustments may be needed if there are material changes to operating plans, organizational structure, revenue projections, or inflation.

There are no material changes to the FY26 operating budget. Total operating revenues are \$3.77 billion, up 0.6% from the original budget adopted in June. Revenues for basic educational and general operations (unrestricted E&G) are set at \$2.4 billion, revenues from auxiliary enterprises (housing, dining, parking, bookstores,

and UTK athletics) are \$445 million, and projected revenues from restricted grants, contracts, gifts, and endowments are \$913 million.

Unrestricted E&G revenue budgets are essentially unchanged (down 0.06%). The same is true for Auxiliary enterprise revenue budgets (up 0.01%). Restricted grants, contracts, gifts, and endowments will fund 55% of student financial aid, 50% of UT research activity, and 52% of UT's service to Tennessee citizens, communities, and businesses. Expectations for these restricted revenues were adjusted upwards by 2.8%.

The following document includes further information on the university's plans and expectations for FY 2025-26. Revenue and expenditure data for each operating unit are provided.

Respectfully,

*David L. Miller*

David L. Miller

Senior Vice President & Chief Financial Officer

## University of Tennessee FY 2025-26 Revised Operating Budget

### Overview

There are no material changes in budgeted operating revenues. Current fund revenues for the University of Tennessee (UT) Fiscal Year 2025-26 (FY26) revised operating budget are nearly \$3.8 billion, up 0.6% from the original budget adopted in June 2025. This includes \$2.9 billion in unrestricted educational and general (E&G) and auxiliary enterprise revenues and \$913 million of revenues from restricted funds.

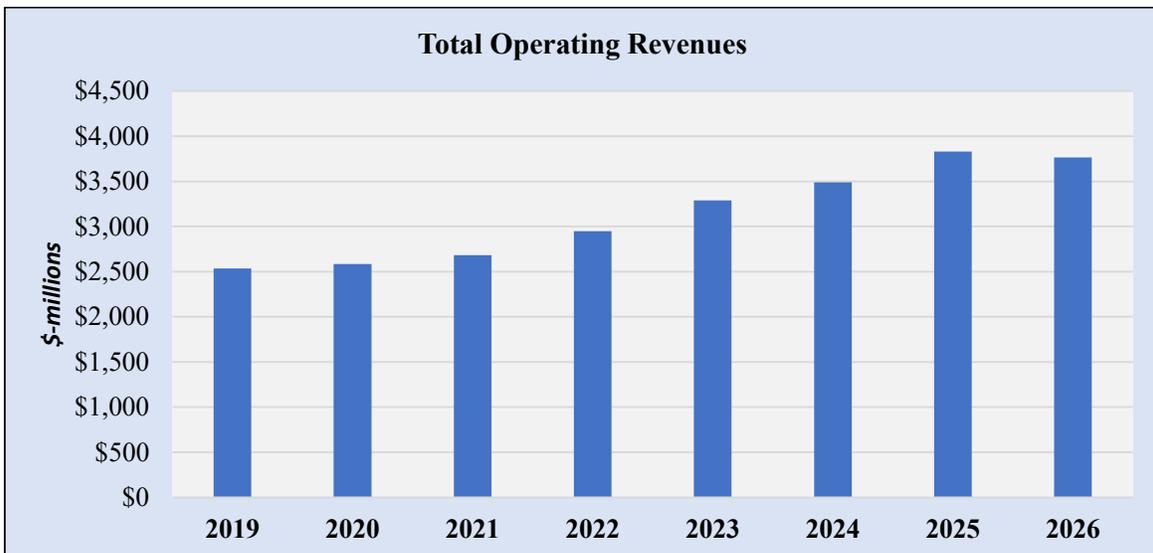
**FY26 Operating Revenues by Fund Group**

Fund Group	Original	Revised	\$-change	%
Unrestricted E&G	\$2,407,848,120	\$2,406,518,434	(\$1,329,686)	(0.06%)
Unrestricted Auxiliaries	445,304,748	445,365,883	61,135	0.01%
<b>Subtotal: Unrestricted</b>	<b>\$2,853,152,868</b>	<b>\$2,851,884,317</b>	<b>(\$1,268,551)</b>	<b>(0.04%)</b>
Restricted Funds	888,419,757	913,430,437	25,010,680	2.82%
<b>Total Revenues</b>	<b>\$3,741,572,625</b>	<b>\$3,765,314,754</b>	<b>\$23,742,129</b>	<b>0.63%</b>

**Unrestricted E&G funds** support the core operations of the university. They are funded primarily through tuition and student fees, state appropriations, and other unrestricted revenues including grants and contracts, federal and local appropriations, sales and services, and investment income.

**Auxiliaries** are self-supporting enterprises that provide services to students, faculty, and staff such as housing, bookstores, food services, and UT Knoxville (UTK) athletics. They complement the core operations of each campus and are vital components of student life and campus culture.

**Restricted funds** include primarily grants, contracts, gifts, and endowments. These are the major revenue sources for research, scholarships, and fellowships.



## University of Tennessee FY 2025-26 Revised Operating Budget

### FY26 Operating Revenue

By Unit and Source	Unrestricted E&G	Unrestricted Auxiliaries	Restricted Funds	Total Revenues
Knoxville	\$1,520,262,685	\$396,949,421	\$433,866,002	\$2,351,078,108
Health Science Center	382,397,977	4,151,808	337,398,511	723,948,296
Chattanooga	235,566,760	28,693,756	79,792,911	344,053,427
Martin	130,424,363	12,154,330	41,528,622	184,107,315
Public Service	37,895,477	-	11,914,706	49,810,183
Southern	20,492,455	3,416,568	6,839,685	30,748,708
System Administration	79,478,717	-	2,090,000	81,568,717
<b>Total Revenues</b>	<b>\$2,406,518,434</b>	<b>\$445,365,883</b>	<b>\$913,430,437</b>	<b>\$3,765,314,754</b>
Tuition & Fees	\$1,211,777,738	-	-	\$1,211,777,738
State Appropriations	933,110,952	-	17,587,888	950,698,840
Grants & Contracts	73,345,455	-	786,972,191	860,317,646
Sales & Services	68,386,782	-	-	68,386,782
Other	119,897,507	445,365,883	108,870,358	674,133,748
<b>Total Revenues</b>	<b>\$2,406,518,434</b>	<b>\$445,365,883</b>	<b>\$913,430,437</b>	<b>\$3,765,314,754</b>

A third of UT's FY26 revised operating revenues come from student tuition and fees. State appropriations and grants and contracts each account for around a quarter of total operating revenues. Most state appropriations are unrestricted (i.e., available to be allocated to general operations), while most grant and contract revenues are restricted (i.e., contractually dedicated to specific projects and unavailable to fund general operations). Revenue from self-supporting auxiliary enterprises makes up 12% of FY26 operating revenues.

### Operating Revenue Changes by Major Unit

By Unit	Original	Revised	\$-change	%
Knoxville	\$2,341,422,171	\$2,351,078,108	\$9,655,937	0.4%
Health Science Center	713,143,232	723,948,296	10,805,064	1.5%
Chattanooga	342,841,428	344,053,427	1,211,999	0.4%
Martin	183,036,835	184,107,315	1,070,480	0.6%
Public Service	49,308,434	49,810,183	501,749	1.0%
Southern	30,563,008	30,748,708	185,700	0.6%
System Administration	81,257,517	81,568,717	311,200	0.4%
<b>Total Revenues</b>	<b>\$3,741,572,625</b>	<b>\$3,765,314,754</b>	<b>\$23,742,129</b>	<b>0.6%</b>

## University of Tennessee FY 2025-26 Revised Operating Budget

### Current Operating Expenses

The FY26 revised expenditure budget allocates projected revenues plus a portion of unrestricted reserves to the following activities. The relative share of total funding allocated to each function is characteristic of long-term allocations; UT's expenditure profile is very stable across time. The largest resources allocations are found in instruction (26%), research (12%), scholarships & fellowship (12%), academic support (11%), and auxiliary operations (10%).

### **FY26 Revised Expenditures and Transfers**

<b>By Functional Area</b>	<b>Unrestricted</b>	<b>Restricted</b>	<b>Total</b>	<b>% of total</b>
Instruction	\$768,233,950	\$217,423,001	\$985,656,951	26.2%
Research	227,302,328	231,791,560	459,093,888	12.2%
Public Service	127,369,627	138,351,284	265,720,911	7.1%
Academic Support	346,453,840	66,268,606	412,722,446	11.0%
Student Services	162,262,931	4,047,327	166,310,258	4.4%
Institutional Support	288,437,422	7,833,957	296,271,379	7.9%
Operation & Maintenance	227,061,541	579,550	227,641,091	6.0%
Scholarships & Fellowships	200,246,688	245,490,703	445,737,391	11.8%
Auxiliary Operations	393,345,122	260,000	393,605,122	10.4%
<b>Total Expenses</b>	<b>\$2,740,713,449</b>	<b>\$912,045,988</b>	<b>\$3,652,759,437</b>	<b>97.0%</b>
Transfers for Debt Service	87,872,828	-	87,872,828	2.3%
Non-Mandatory Transfers	26,786,270	-	26,786,269	0.7%
<b>Expenses &amp; Transfers</b>	<b>\$2,855,372,546</b>	<b>\$912,045,988</b>	<b>\$3,767,418,534</b>	<b>100.0%</b>

Mandatory Transfers are allocations from current operations to UT's retirement of debt fund required to fulfill debt obligations. Nearly 67% of the \$88 million set aside for transfers for debt service is related to debt for construction of auxiliary facilities such as residence halls, parking structures, and UTK athletics facilities. Non-mandatory transfers include operating funds allocated to capital expenditure and set aside to long term reserves for future needs such as the renewal and replacement of equipment, strategic initiatives, and future contingencies.

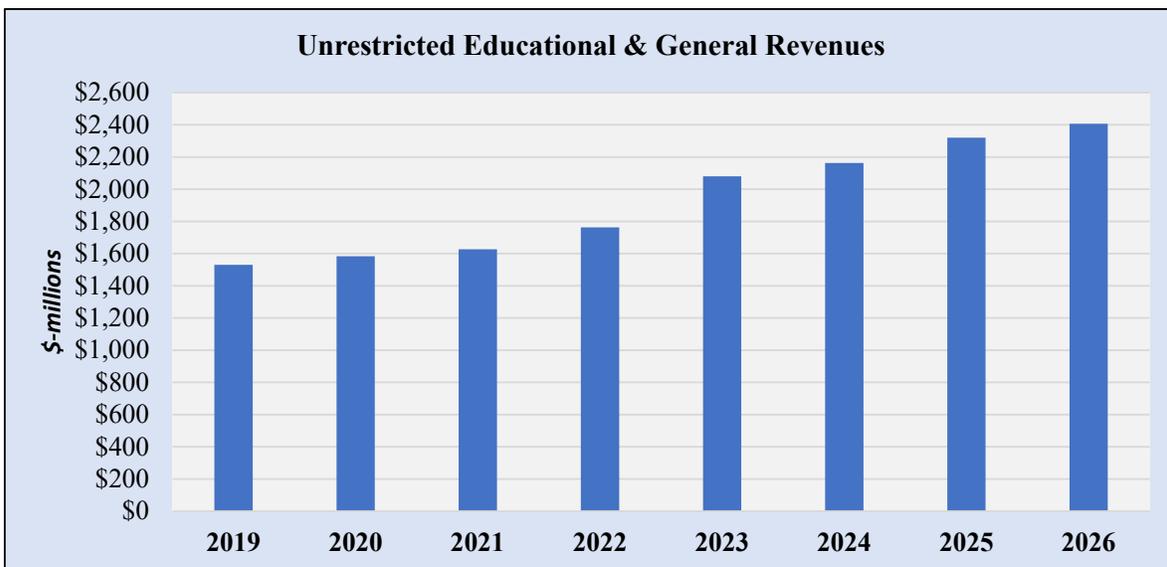
## University of Tennessee FY 2025-26 Revised Operating Budget

### Unrestricted Educational and General (E&G) Revenues

There are no material changes to revenue budgets for core E&G operations. Health Science Center revenues were adjusted to correct the classification of cost for Clinical Fees from Other Revenue Sources to Tuition and Fee Revenue. State Appropriations were also reduced due to zero-sum reductions in state funding, as well as a reclassification in type of funding for a portion of funding that is Restricted in nature (further explained in the State Appropriations section).

#### Unrestricted E&G Revenues

By Unit and Source	Original	Revised	\$-change	%
Knoxville	\$1,521,964,185	\$1,520,262,685	(\$1,701,500)	(0.1%)
Health Science Center	384,241,426	382,397,977	(1,843,449)	(0.5%)
Chattanooga	234,362,161	235,566,760	1,204,599	0.5%
Martin	129,417,863	130,424,363	1,006,500	0.8%
Public Service	37,823,213	37,895,477	72,264	0.2%
Southern	20,481,755	20,492,455	10,700	0.1%
System Administration	79,557,517	79,478,717	(78,800)	(0.1%)
<b>Total</b>	<b>\$2,407,848,120</b>	<b>\$2,406,518,434</b>	<b>(\$1,329,686)</b>	<b>(0.1%)</b>
Tuition & Fees	1,199,029,735	1,211,777,738	12,748,003	1.1%
State Appropriations	937,663,100	933,110,952	(4,552,148)	(0.5%)
Other Revenues	271,155,285	261,629,744	(9,525,541)	(3.6%)
<b>Total</b>	<b>\$2,407,848,120</b>	<b>\$2,406,518,434</b>	<b>(\$1,329,686)</b>	<b>(0.1%)</b>



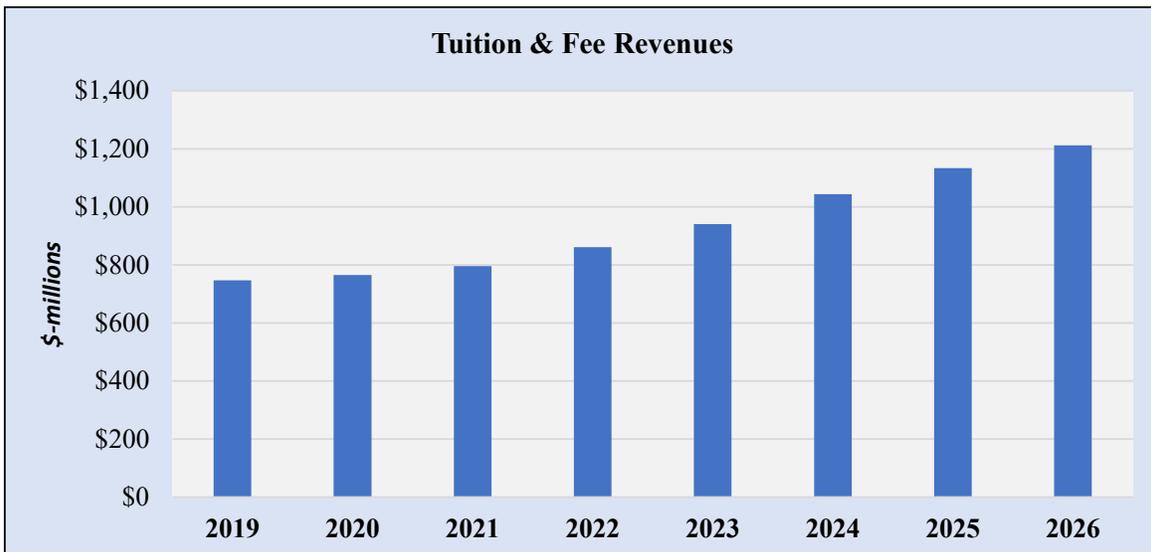
## University of Tennessee FY 2025-26 Revised Operating Budget

### Unrestricted E&G Revenues – Tuition & Fees

Three campuses made minor adjustments to revenue budgets to reflect the actual fall 2025 enrollments. The net increase of \$12.7 million represents the tuition and fee revenue budget approved in June 2025, as well as a correction to the classification of cost for UT Health Science Center’s Clinical Fees from Other Revenue Sources to Tuition and Fee Revenue.

#### Tuition & Fee Revenues

By Unit and Fee Type	Original	Revised	\$-change	%
Knoxville	\$874,593,475	\$874,593,475	-	-
Chattanooga	141,364,622	142,832,721	1,468,099	1.0%
Health Science Center	97,493,997	107,534,201	10,040,204	9.4%
Martin	73,950,136	75,189,836	1,239,700	1.7%
Southern	11,627,505	11,627,505	-	-
<b>Total</b>	<b>\$1,199,029,735</b>	<b>\$1,211,777,738</b>	<b>\$12,748,003</b>	<b>1.1%</b>
Maintenance Fee	\$719,574,766	\$721,767,766	\$2,193,000	0.3%
Out-of-State Tuition	245,187,308	245,187,308	-	-
Programs & Services Fee	117,074,029	117,751,713	677,684	0.6%
Non-Credit Courses	7,787,512	7,787,512	-	-
Other Student Fees	109,406,120	119,283,439	9,877,319	8.3%
<b>Total</b>	<b>\$1,199,029,735</b>	<b>\$1,211,777,738</b>	<b>\$12,748,003</b>	<b>1.1%</b>



## University of Tennessee FY 2025-26 Revised Operating Budget

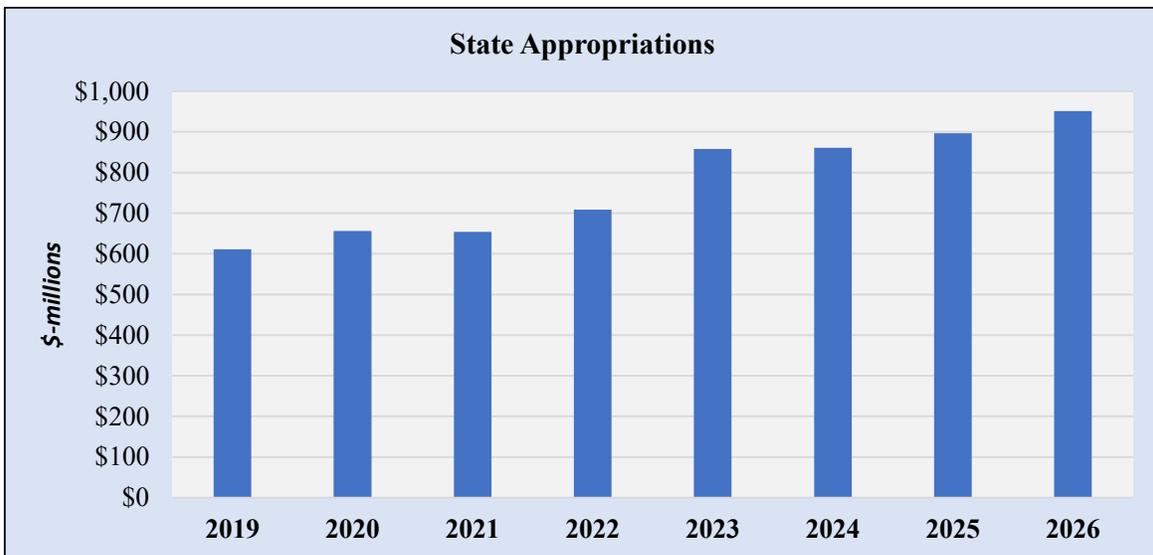
### Unrestricted E&G Revenues – State Appropriations

Each year the state adjusts appropriations to offset cost increases or reductions related to state managed employee benefits programs such as health insurance, dental insurance, retirement, and other post-employment benefits (OPEB); the state’s risk management program; and other miscellaneous programs. These are zero-sum adjustments: each change in state funding is matched by an equal and opposite change in university expenditures. Health Science Center State also had an adjustment from Unrestricted to Restricted to correct the accounting treatment for these funds. Below is a summary of mid-year adjustments to FY26 appropriations.

#### FY 2025-26 State Appropriations

	Unrestricted	Restricted	Total
<b>FY 2025-26 Adopted</b>	<b>\$937,663,100</b>	<b>\$16,411,586</b>	<b>\$954,074,686</b>
Mid-year adjustments:			
Employee Insurance Premiums	117,000	-	117,000
Employee Retirement Benefits	(355,500)	-	(355,500)
OPEB Liability Funding	(3,508,200)	-	(3,508,200)
Property & Claims Premiums	204,300	-	204,300
UTHSC Correction to Fund Type	(1,089,448)	1,089,448	-
Other Adjustments	79,700	-	79,700
<b>Total Adjustments</b>	<b>(4,552,148)</b>	<b>1,089,448</b>	<b>(3,462,700)</b>
<b>FY 2025-26 Revised</b>	<b>\$ 933,110,952</b>	<b>\$ 17,501,034</b>	<b>\$ 950,611,986</b>

The overall trend in state funding has been very strong in recent years.



## University of Tennessee FY 2025-26 Revised Operating Budget

### Unrestricted E&G Expenditures

FY26 unrestricted E&G expenditure budgets total \$2.3 billion. Half is allocated to instruction, research, and public service; 30% is allocated to academic support, student services, scholarships, and fellowships; and 22% is directed to institutional support and operation and maintenance of facilities, grounds, and mechanical systems.

#### FY26 Unrestricted E&G Expenditures

\$-millions	UTK	HSC	UTC	UTM	IPS	UTS	UTSA	Total
Instruction	\$446.3	\$154.2	\$103.2	\$57.0	-	\$7.4	-	\$768.2
Research	173.0	47.0	7.3	0.1	-	-	-	227.3
Public Service	88.4	0.4	4.4	1.0	33.1	0.0	-	127.4
Academic Support	228.5	75.7	26.6	12.8	0.4	2.6	-	346.5
Student Services	93.1	9.2	35.8	17.6	-	6.5	-	162.3
Institutional Support	120.7	49.2	20.0	10.8	0.8	3.6	83.3	288.4
Operations & Maintenance	126.2	58.4	23.0	15.3	-	2.5	1.6	227.1
Scholarships & Fellowships	151.0	8.6	20.6	16.7	-	3.4	-	200.2
<b>TOTAL</b>	<b>\$1,427</b>	<b>\$402</b>	<b>\$241</b>	<b>\$131</b>	<b>\$34</b>	<b>\$26</b>	<b>\$84</b>	<b>\$2,347</b>

The revised E&G expenditure budget is \$49 million above the original budget approved in June 2025. This reflects reserves released to fund non-recurring needs such as faculty start-up funds, equipment for instruction and research, bridge-funding for grant and contract programs, campus improvements, and one-time projects. These are spending authorizations delegated to colleges and departments which may or may not be used during FY26. Much of this funding will remain unspent at year end and carry forward to the following fiscal year.

## University of Tennessee FY 2025-26 Revised Operating Budget

### Unrestricted E&G Expenditures (continued)

Recurring expenditures are essentially unchanged (up 0.3% or \$6.2 million). Most of this is due to a net reduction in the costs of state-managed benefit programs (insurance, retirement, post-employment benefits). State funding was reduced along with these costs, resulting in no net fiscal impact (explained further in the State Appropriations section).

#### Recurring Unrestricted E&G Expenditures

By Unit/Function/Type	Original	Revised	\$-change	%
Knoxville	\$1,423,244,458	\$1,421,005,141	(\$2,239,317)	(0.2%)
Health Science Center	363,360,084	365,835,389	2,475,305	0.7%
Chattanooga	226,473,200	227,595,065	1,121,865	0.5%
Martin	125,452,122	126,731,386	1,279,264	1.0%
System Administration	79,303,164	81,836,277	2,533,113	3.2%
Public Service	34,735,709	34,051,529	(684,180)	(2.0%)
Southern	23,907,085	25,633,744	1,726,659	7.2%
<b>Total</b>	<b>\$2,276,475,823</b>	<b>\$2,282,688,531</b>	<b>\$6,212,709</b>	<b>0.3%</b>
Instruction	748,096,680	749,023,966	927,286	0.1%
Research	194,246,112	201,096,871	6,850,759	3.5%
Public Service	130,299,697	126,308,533	(3,991,164)	(3.1%)
Academic Support	341,739,431	342,888,444	1,149,013	0.3%
Student Services	158,472,584	160,842,324	2,369,740	1.5%
Institutional Support	280,852,950	284,998,428	4,145,478	1.5%
Operation & Maintenance	224,464,762	219,105,383	(5,359,379)	(2.4%)
Scholarships & Fellowships	198,303,607	198,424,581	120,974	0.1%
<b>Total</b>	<b>\$2,276,475,823</b>	<b>\$2,282,688,531</b>	<b>\$6,212,707</b>	<b>0.3%</b>
Salaries & Benefits	1,554,236,204	1,565,586,705	11,350,501	0.7%
Operating & Equipment	481,115,638	476,242,220	(4,873,418)	(1.0%)
Scholarships & Fellowships	241,123,980	240,859,606	(264,374)	(0.1%)
<b>Total</b>	<b>\$2,276,475,823</b>	<b>\$2,282,688,531</b>	<b>\$6,212,709</b>	<b>0.3%</b>

## University of Tennessee FY 2025-26 Revised Operating Budget

### Auxiliary Enterprises

Auxiliaries are self-supporting enterprises providing services to students, faculty, and staff such as housing, bookstores, food services, and UTK athletics. (The athletic programs at UTC, UTM, and UTS are included in unrestricted E&G funds). Most are funded through fee models such as housing rentals, meal plan prices, parking permits, and sales of books and supplies. UTK athletics has a variety of funding sources including ticket sales and television revenues. These revenues fund salaries and benefits, general operating, utilities, capital expenditures and debt service. UT Martin did have a 0.5% increase in Auxiliary Revenues due to increased enrollment and thus Housing revenue. Otherwise, there were no material changes to auxiliary budgets.

#### FY26 Auxiliary Revenues by Campus and Enterprise

\$-thousands	UTK	UTC	UTM	UTS	HSC	Total
UTK Athletics	\$261,183	-	-	-	-	\$261,183
Housing	63,350	\$22,008	\$9,951	\$1,769	-	97,078
Bookstores	41,000	500	310	150	1,515	43,475
Parking	15,973	4,466	452	-	1,426	22,316
Food Services	15,444	1,351	1,016	1,498	1,114	20,423
Other	-	369	426	-	97	892
<b>Total</b>	<b>\$396,949</b>	<b>\$28,694</b>	<b>\$12,154</b>	<b>\$3,417</b>	<b>\$4,152</b>	<b>\$445,366</b>

#### Changes to Auxiliary Enterprise Revenues

Campus/Institute	Original	Revised	\$-change	%
Knoxville	\$396,949,421	\$396,949,421	-	-
Chattanooga	28,693,756	28,693,756	-	-
Martin	12,093,195	12,154,330	\$61,135	0.5%
Health Science Center	4,151,808	4,151,808	-	-
UT Southern	3,416,568	3,416,568	-	-
<b>Total</b>	<b>\$445,304,748</b>	<b>\$445,365,883</b>	<b>\$61,135</b>	<b>0.01%</b>
Athletics	\$261,183,464	\$261,183,464	-	-
Housing	97,015,818	97,076,953	\$61,135	0.1%
Bookstores	20,422,631	20,422,631	-	-
Parking	43,474,591	43,474,591	-	-
Food Services	22,316,338	22,316,338	-	-
Other	891,906	891,906	-	-
<b>Total</b>	<b>\$445,304,748</b>	<b>\$445,365,883</b>	<b>\$61,135</b>	<b>0.01%</b>

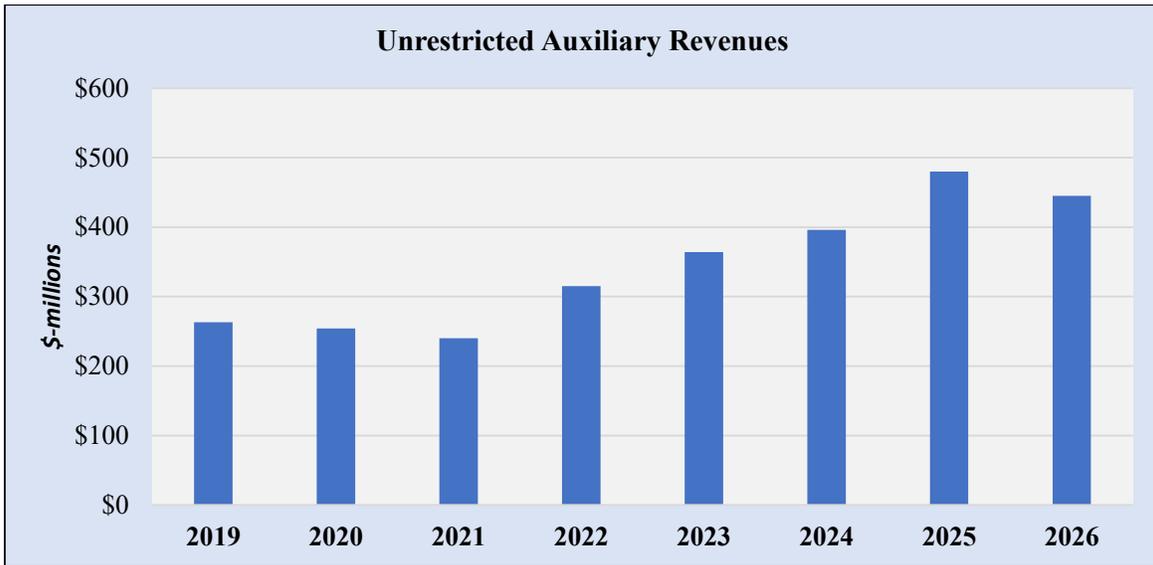
**University of Tennessee FY 2025-26 Revised Operating Budget**

**Auxiliary Enterprises (continued)**

**Changes to Auxiliary Enterprise Expenses & Transfers**

<b>Campus/Institute</b>	<b>Original</b>	<b>Revised</b>	<b>\$-change</b>	<b>%</b>
Salaries & Benefits	\$141,643,032	\$141,294,566	(\$348,466)	(0.25%)
Operating & Equipment	251,628,764	252,050,556	421,792	0.17%
<b>Total Expenses</b>	<b>\$393,271,796</b>	<b>\$393,345,122</b>	<b>\$73,326</b>	<b>0.02%</b>
Mandatory Transfers	\$58,740,706	\$58,740,706	-	-
Other Transfers	(6,840,359)	(6,799,753)	40,606	(0.59%)
<b>Total Expenses &amp; Transfers</b>	<b>\$445,172,143</b>	<b>\$445,286,075</b>	<b>\$113,932</b>	<b>0.03%</b>

Auxiliary enterprises rely heavily on the presence of students, faculty, staff, and visitors on campus, the increase of enrollment, attendance at sporting events, concerts, and conferences influenced the increase of auxiliary revenues. While UT did experience higher Auxiliary Revenues in 2025 than previously budgeted, FY26 budgeted numbers have not significantly changed from FY26 the budget originally approved by the Board in June 2025.



## University of Tennessee FY 2025-26 Revised Operating Budget

### Unrestricted Net Assets

The university maintains sufficient levels of unrestricted net assets to comply with state regulations on working capital, properly account for revolving funds, and meet contractual obligations and operational plans for the next year. The revised budget results in fund balances of \$173 million as of June 30, including \$136 million for E&G operations and \$35 million for auxiliaries.

#### Unrestricted Current Fund Net Assets

Budgeted for June 30, 2026

Fund Balances	E&G	Auxiliary	Total
Beginning Balances	\$139,819,769	\$35,668,042	\$175,487,811
Revenue	2,406,518,434	445,365,883	2,851,884,317
<b>Total Available Funding</b>	<b>\$2,546,338,203</b>	<b>\$481,033,925</b>	<b>\$3,027,372,128</b>
Expenses & Transfers	2,410,086,474	445,286,075	2,855,372,549
<b>Ending Balances</b>	<b>\$136,251,730</b>	<b>\$35,747,850</b>	<b>\$172,999,580</b>
<b>Net Asset Allocations:</b>			
Working Capital	\$28,113,266	\$12,494,556	\$40,607,822
Revolving Funds	3,736,492	2,170,041	5,906,533
Encumbrances	7,634,777	-	7,634,777
Reappropriations	4,017,000	-	4,017,000
Unallocated Reserve	92,750,195	21,083,252	113,833,448
<b>% of Expense &amp; Transfers</b>	<b>3.85%</b>	<b>4.73%</b>	<b>3.99%</b>

**Working capital** provides sufficient liquidity to fund accounts receivable, inventories, and petty cash. These are required by state regulations and are considered non-expendable during the fiscal year.

**Revolving funds** include fund balances tied to revenue-generating units (e.g., service centers, motor pools, conference centers, medical clinics) and university wide cost-distribution models (e.g., unemployment compensation, workers compensation liabilities, claims liabilities, etc.).

**Encumbrance** is carried over for commitments to purchases of goods and services that were not received before the close of the fiscal year. They are fully expended during the fiscal year.

**Reappropriations** are funds carried forward for specific programs and initiatives. The most common example is a project that was planned for the previous fiscal year but delayed until the next fiscal year. Most reappropriations are fully expended during the current year.

**Unallocated Reserves** are contingency funds used to respond to fluctuations in revenues and expenses. The unallocated reserve for E&G operations is limited to 2% to 5% of total expenses and transfers; the auxiliary target range is 3% to 5% of expenses and transfers.

## University of Tennessee FY 2025-26 Revised Operating Budget

### Restricted Funds

Restricted funds must be used for purposes established by an external party and in accordance with the contractual terms and conditions negotiated with the sponsor of each grant and contract or the administrative provisions set by donors for each gift fund and endowment. They are the largest funding sources for scholarships & fellowships (54%) and research (52%) and play an important role in funding the university's public service initiatives (48%). Restricted funds are not part of the proposed budget resolution. They are presented to provide a complete picture of total operating funds for FY2025-26.

#### Restricted Operating Revenues & Expenses

\$-millions	Knoxville	Health Science Center	Chattanooga	Martin	Public Service	Southern	System Admin.	Total
Grants & Contracts	\$360.5	\$308.4	\$63.6	\$36.5	\$10.8	\$6.0	\$1.1	\$787.0
Gifts & Endowments	60.1	25.7	15.3	4.7	1.1	0.8	1.0	108.6
Other	13.3	3.3	0.9	0.3	-	-	-	17.8
<b>Revenues</b>	<b>\$433.9</b>	<b>\$337.4</b>	<b>\$79.8</b>	<b>\$41.5</b>	<b>\$11.9</b>	<b>\$6.8</b>	<b>\$2.1</b>	<b>\$913.4</b>
Scholarships/ Fellowships	\$139.8	\$7.7	\$59.2	\$33.0	-	\$5.7	-	\$245.5
Instruction	19.9	188.1	6.2	2.2	-	0.6	0.5	217.4
Research	162.4	64.0	5.2	0.1	-	-	-	231.8
Public Service	94.8	25.4	3.1	2.4	11.9	0.2	0.6	138.4
Other	15.9	52.2	6.2	3.8	-	0.3	0.6	79.0
<b>Expenses</b>	<b>\$432.8</b>	<b>\$337.4</b>	<b>\$79.8</b>	<b>\$41.5</b>	<b>\$11.9</b>	<b>\$6.8</b>	<b>\$1.7</b>	<b>\$912.0</b>

**The University of Tennessee**  
**FY 2025-26 Revised Budget**  
**Supporting Schedules**

**UT System Schedules**

Unrestricted Current Operating Funds (Recurring and Non-Recurring)	B – 1
Unrestricted Net Asset Summary	B – 2
Current Operating Budget Summary (Recurring)	B – 3
Current Operating Budget Summary (Recurring and Non-Recurring)	B – 4
Expenses by Natural Classifications (Recurring)	B – 5
Expenses by Natural Classifications (Recurring and Non-Recurring)	B – 6
Unrestricted Current Operating Funds by Unit (Recurring and Non-Recurring)	B – 7
Current Operating Revenue by Unit	B – 8
Auxiliary Budget Summary (Recurring and Non-Recurring)	B – 9
Athletics	B – 10
Current Operating Funds by Fund Group- Unrestricted and Restricted	B – 11
Current Operating Funds- Unrestricted and Restricted	B – 12
All Full-time and Part-time Positions (No Students) by Unit	B – 13

**UT System Unit Schedules**

Knoxville	B – 14
Chattanooga	B – 24
Martin	B – 34
Southern	B – 44
Health Science Center	B – 54
Institute for Public Service	B – 63
System Administration	B – 71

## Unrestricted Current Operating Funds

University of Tennessee System  
FY26 Revised

	Recurring	Non-Recurring	Total
<b>EDUCATIONAL AND GENERAL</b>			
<b>Revenues</b>			
Tuition and Fees	\$ 1,210,729,412	\$ 1,048,326	\$ 1,211,777,738
State Appropriations	921,864,452	11,246,500	933,110,952
Sales & Services	68,381,782	5,000	68,386,782
Grants & Contracts	73,345,455	-	73,345,455
Other Sources	83,897,507	36,000,000	119,897,507
Total Revenues	<u>\$ 2,358,218,608</u>	<u>\$ 48,299,826</u>	<u>\$ 2,406,518,434</u>
<b>Expenditures and Transfers</b>			
Instruction	\$ 749,023,966	\$ 19,209,984	\$ 768,233,950
Research	201,096,871	26,205,457	227,302,328
Public Service	126,308,533	1,061,094	127,369,627
Academic Support	342,888,444	3,565,396	346,453,840
Student Services	160,842,324	1,420,607	162,262,931
Institutional Support	284,998,428	3,438,994	288,437,422
Scholarships & Fellowships	198,424,581	1,822,107	200,246,688
Operation & Maintenance	219,105,383	7,956,158	227,061,541
Subtotal Expenditures	<u>\$ 2,282,688,531</u>	<u>\$ 64,679,797</u>	<u>\$ 2,347,368,328</u>
Mandatory Transfers	29,132,122	-	29,132,122
Non Mandatory Transfers	56,267,798	(22,681,775)	33,586,023
Total Expenditures & Transfers	<u>\$ 2,368,088,451</u>	<u>\$ 41,998,022</u>	<u>\$ 2,410,086,473</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ (9,869,843)</u>	<u>\$ 6,301,804</u>	<u>\$ (3,568,039)</u>
<b>AUXILIARIES</b>			
<b>Revenues</b>			
Revenues	\$ 445,365,883	-	\$ 445,365,883
<b>Expenditures and Transfers</b>			
Expenditures	393,345,122	-	393,345,122
Mandatory Transfers	58,740,706	-	58,740,706
Non Mandatory Transfers	(8,272,563)	1,472,810	(6,799,753)
Total Expenditures and Transfers	<u>\$ 443,813,265</u>	<u>\$ 1,472,810</u>	<u>\$ 445,286,075</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 1,552,618</u>	<u>\$ (1,472,810)</u>	<u>\$ 79,808</u>
<b>TOTALS</b>			
Revenues	\$ 2,803,584,491	\$ 48,299,826	\$ 2,851,884,317
<b>Expenditures and Transfers</b>			
Expenditures	2,676,033,653	64,679,797	2,740,713,450
Mandatory Transfers	87,872,828	-	87,872,828
Non-Mandatory Transfers	47,995,236	(21,208,965)	26,786,271
Total Expenditures and Transfers	<u>\$ 2,811,901,717</u>	<u>\$ 43,470,832</u>	<u>\$ 2,855,372,549</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ (8,317,226)</u>	<u>\$ 4,828,994</u>	<u>\$ (3,488,232)</u>

**Unrestricted Net Asset Summary**  
*Current Funds, Revenues, Expenditures, and Transfers*  
 University of Tennessee System

	Unrestricted E&G	Unrestricted Auxiliary	Total Unrestricted
<b>FY26 Budget Revised</b>			
<b>Beginning Fund Balance</b>	\$ 139,819,769	\$ 35,668,042	\$ 175,487,811
Revenues	\$ 2,406,518,434	\$ 445,365,883	\$ 2,851,884,317
Expenditures	2,347,368,328	393,345,122	2,740,713,450
Transfers	62,718,145	51,940,953	114,659,099
Total Expenditures & Transfers	<u>\$ 2,410,086,473</u>	<u>\$ 445,286,075</u>	<u>\$ 2,855,372,549</u>
<b>Net Asset Addition/(Reduction)</b>	\$ (3,568,039)	\$ 79,808	\$ (3,488,232)
<b>Total Ending Fund Balance</b>	<b>\$ 136,251,730</b>	<b>\$ 35,747,850</b>	<b>\$ 171,999,580</b>
Allocations:			
Working Capital	28,113,266	12,494,556	40,607,822
Revolving Funds	3,736,492	2,170,041	5,906,533
Encumbrances	7,634,777	-	7,634,777
Reappropriations	4,017,000	-	4,017,000
Unallocated	92,750,195	21,083,252	113,833,448
<i>Unallocated as % of Expenses + Transfers</i>	3.8%	4.7%	4.0%

**Unrestricted Net Assets** are funds carried forward to be used during the following fiscal year. They include funds allocated to specific purposes (working capital, revolving funds, encumbrances, and reappropriations) and unallocated funds available for short term contingencies.

**Working capital** – provides sufficient liquidity to fund accounts receivable, inventories, and petty cash. These are required by state regulations and are considered non-expendable during the fiscal year.

**Revolving funds** – fund balances tied to revenue-generating units (e.g., service centers, motor pools, conference centers, medical clinics) and university wide cost-distribution models (e.g., unemployment compensation, workers compensation liabilities, claims liabilities, etc.).

**Encumbrances** – funds carried over for commitments for purchases of goods and services that were not received before the close of the fiscal year. They are fully expended during the fiscal year.

**Reappropriations** – funds carried forward for specific programs and initiatives. The most common example is a project that was planned for the previous fiscal year but delayed until the next fiscal year. They are fully expended during the fiscal year.

**Unallocated Reserves** – contingency funds available to respond to fluctuations in revenues and expenditures. The unallocated reserve for E&G operations is limited to 2% to 5% of total expenditures and transfers; the auxiliary target range is 3% to 5% of expenditures and transfers.

## Current Operating Budget Summary

*Unrestricted Current Operating Funds - Recurring*  
University of Tennessee System

UNRESTRICTED FUNDS Recurring	FY25	FY26	FY26	Change - Adopted to Revised	
	Actual	Adopted	Revised	Amount	%
<b>EDUCATIONAL AND GENERAL</b>					
<b>Revenues</b>					
Tuition and Fees	\$ 1,132,526,401	\$ 1,198,093,444	\$ 1,210,729,412	\$ 12,635,968	1.1%
State Appropriations	879,644,357	925,965,600	921,864,452	(4,101,148)	(0.4)%
Sales & Services	89,865,806	78,042,187	68,381,782	(9,660,405)	(12.4)%
Grants & Contracts	80,572,073	73,157,647	73,345,455	187,808	0.3%
Other Sources	137,265,799	83,955,451	83,897,507	(57,944)	(0.1)%
Revenues	<u>\$ 2,319,874,436</u>	<u>\$ 2,359,214,329</u>	<u>\$ 2,358,218,608</u>	<u>\$ (995,721)</u>	<u>-</u>
<b>Expenditures and Transfers</b>					
Instruction	\$ 654,294,200	\$ 748,096,680	\$ 749,023,966	\$ 927,286	0.1%
Research	217,960,420	194,246,112	201,096,871	6,850,760	3.5%
Public Service	118,810,296	130,299,697	126,308,533	(3,991,164)	(3.1)%
Academic Support	278,078,997	341,739,431	342,888,444	1,149,013	0.3%
Student Services	151,660,657	158,472,584	160,842,324	2,369,739	1.5%
Institutional Support	274,430,320	280,852,950	284,998,428	4,145,478	1.5%
Scholarships & Fellowships	212,870,261	198,303,607	198,424,581	120,975	0.1%
Operation & Maintenance	222,244,542	224,464,762	219,105,383	(5,359,378)	(2.4)%
Subtotal Expenditures	<u>\$ 2,130,349,692</u>	<u>\$ 2,276,475,822</u>	<u>\$ 2,282,688,531</u>	<u>\$ 6,212,709</u>	<u>0.3%</u>
Mandatory Transfers	23,593,765	29,131,473	29,132,122	649	-
Non Mandatory Transfers	147,939,908	53,800,121	56,267,798	2,467,677	4.6%
Total Expenditures & Transfers	<u>\$ 2,301,883,366</u>	<u>\$ 2,359,407,417</u>	<u>\$ 2,368,088,451</u>	<u>\$ 8,681,035</u>	<u>0.4%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 17,991,070</u>	<u>\$ (193,088)</u>	<u>\$ (9,869,843)</u>	<u>\$ (9,676,756)</u>	<u>5,011.6%</u>
<b>AUXILIARIES</b>					
Revenues	\$ 480,027,493	\$ 445,304,748	\$ 445,365,883	\$ 61,135	-
<b>Expenditures and Transfers</b>					
Expenditures	393,363,877	393,271,795	393,345,122	73,327	-
Mandatory Transfers	49,809,909	58,740,706	58,740,706	-	-
Non Mandatory Transfers	25,487,328	(8,204,826)	(8,272,563)	(67,737)	0.8%
Total Expenditures and Transfers	<u>\$ 468,661,114</u>	<u>\$ 443,807,676</u>	<u>\$ 443,813,265</u>	<u>\$ 5,590</u>	<u>-</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 11,366,379</u>	<u>\$ 1,497,072</u>	<u>\$ 1,552,618</u>	<u>\$ 55,545</u>	<u>3.7%</u>
<b>TOTALS</b>					
Revenues	\$ 2,799,901,928	\$ 2,804,519,077	\$ 2,803,584,491	\$ (934,586)	-
<b>Expenditures and Transfers</b>					
Expenditures	2,523,713,569	2,669,747,618	2,676,033,653	6,286,035	0.2%
Mandatory Transfers	73,403,674	87,872,179	87,872,828	649	-
Non-Mandatory Transfers	173,427,237	45,595,296	47,995,236	2,399,940	5.3%
Total Expenditures and Transfers	<u>\$ 2,770,544,480</u>	<u>\$ 2,803,215,092</u>	<u>\$ 2,811,901,717</u>	<u>\$ 8,686,624</u>	<u>0.3%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 29,357,449</u>	<u>\$ 1,303,985</u>	<u>\$ (8,317,226)</u>	<u>\$ (9,621,210)</u>	<u>(737.8)%</u>

**Current Operating Budget Summary**  
*Unrestricted Current Operating Funds - Recurring and NonRecurring*  
 University of Tennessee System

UNRESTRICTED FUNDS Recurring and NonRecurring	FY25	FY26	FY26	Change - Adopted to Revised	
	Actual	Adopted	Revised	Amount	%
<b>EDUCATIONAL AND GENERAL</b>					
<b>Revenues</b>					
Tuition and Fees	\$ 1,132,526,401	\$ 1,199,029,735	\$ 1,211,777,738	\$ 12,748,003	1.1%
State Appropriations	879,644,357	937,663,100	933,110,952	(4,552,148)	(0.5)%
Sales & Services	89,865,806	78,042,187	68,386,782	(9,655,405)	(12.4)%
Grants & Contracts	80,572,073	73,157,647	73,345,455	187,808	0.3%
Other Sources	137,265,799	119,955,451	119,897,507	(57,944)	-
Revenues	<u>\$ 2,319,874,436</u>	<u>\$ 2,407,848,120</u>	<u>\$ 2,406,518,434</u>	<u>\$ (1,329,686)</u>	<u>(0.1)%</u>
<b>Expenditures and Transfers</b>					
Instruction	\$ 654,294,200	\$ 755,804,585	\$ 768,233,950	\$ 12,429,365	1.6%
Research	217,960,420	195,711,634	227,302,328	31,590,695	16.1%
Public Service	118,810,296	130,479,112	127,369,627	(3,109,485)	(2.4)%
Academic Support	278,078,997	342,298,707	346,453,840	4,155,133	1.2%
Student Services	151,660,657	158,472,584	162,262,931	3,790,346	2.4%
Institutional Support	274,430,320	283,752,950	288,437,422	4,684,472	1.7%
Scholarships & Fellowships	212,870,261	199,341,602	200,246,688	905,087	0.5%
Operation & Maintenance	222,244,542	232,724,841	227,061,541	(5,663,299)	(2.4)%
Subtotal Expenditures	<u>\$ 2,130,349,692</u>	<u>\$ 2,298,586,014</u>	<u>\$ 2,347,368,328</u>	<u>\$ 48,782,314</u>	<u>2.1%</u>
Mandatory Transfers	23,593,765	29,131,473	29,132,122	649	-
Non Mandatory Transfers	147,939,908	79,592,631	33,586,023	(46,006,608)	(57.8)%
Total Expenditures & Transfers	<u>\$ 2,301,883,366</u>	<u>\$ 2,407,310,119</u>	<u>\$ 2,410,086,473</u>	<u>\$ 2,776,355</u>	<u>0.1%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 17,991,070</u>	<u>\$ 538,001</u>	<u>\$ (3,568,039)</u>	<u>\$ (4,106,041)</u>	<u>(763.2)%</u>
<b>AUXILIARIES</b>					
Revenues	\$ 480,027,493	\$ 445,304,748	\$ 445,365,883	\$ 61,135	-
<b>Expenditures and Transfers</b>					
Expenditures	393,363,877	393,271,795	393,345,122	73,327	-
Mandatory Transfers	49,809,909	58,740,706	58,740,706	-	-
Non Mandatory Transfers	25,487,328	(6,840,359)	(6,799,753)	40,606	(0.6)%
Total Expenditures and Transfers	<u>\$ 468,661,114</u>	<u>\$ 445,172,143</u>	<u>\$ 445,286,075</u>	<u>\$ 113,933</u>	<u>-</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 11,366,379</u>	<u>\$ 132,605</u>	<u>\$ 79,808</u>	<u>\$ (52,798)</u>	<u>(39.8)%</u>
<b>TOTALS</b>					
Revenues	\$ 2,799,901,928	\$ 2,853,152,868	\$ 2,851,884,317	\$ (1,268,551)	-
<b>Expenditures and Transfers</b>					
Expenditures	2,523,713,569	2,691,857,810	2,740,713,450	48,855,640	1.8%
Mandatory Transfers	73,403,674	87,872,179	87,872,828	649	-
Non-Mandatory Transfers	173,427,237	72,752,273	26,786,271	(45,966,002)	(63.2)%
Total Expenditures and Transfers	<u>\$ 2,770,544,480</u>	<u>\$ 2,852,482,261</u>	<u>\$ 2,855,372,549</u>	<u>\$ 2,890,287</u>	<u>0.1%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 29,357,449</u>	<u>\$ 670,607</u>	<u>\$ (3,488,232)</u>	<u>\$ (4,158,838)</u>	<u>(620.2)%</u>

## Expenses by Natural Classifications

*Unrestricted Current Operating Funds - Recurring*  
University of Tennessee System

	FY25	FY26	FY26	Change - Adopted to Revised	
	Actual	Adopted	Revised	Amount	%
<b>EDUCATIONAL AND GENERAL</b>					
<b>Salaries and Benefits</b>					
Salaries					
Faculty	\$ 453,257,650	\$ 492,838,972	\$ 497,719,975	\$ 4,881,002	1.0%
Staff	544,178,149	607,297,947	619,600,161	12,302,214	2.0%
Students & Graduate Assistants	65,440,813	66,310,334	67,590,609	1,280,274	1.9%
Salaries and Wages	\$ 1,062,957,917	\$ 1,166,447,253	\$ 1,184,910,744	\$ 18,463,490	1.6%
Fringe Benefits	356,338,947	387,788,951	380,675,961	(7,112,989)	(1.8)%
<b>Subtotal</b>	\$ 1,419,296,864	\$ 1,554,236,204	\$ 1,565,586,705	\$ 11,350,501	0.7%
<b>Operating, Equipment, and Student Aid</b>					
Operating	404,111,577	413,481,659	411,155,881	(2,325,778)	(0.6)%
Travel	34,146,742	23,524,349	23,943,439	419,090	1.8%
Student Aid	221,676,306	241,123,980	240,859,606	(264,374)	(0.1)%
Equipment	51,118,203	44,109,630	41,142,900	(2,966,730)	(6.7)%
<b>Subtotal</b>	\$ 711,052,828	\$ 722,239,618	\$ 717,101,826	\$ (5,137,792)	(0.7)%
<b>Total E&amp;G Expenditures</b>	\$ 2,130,349,692	\$ 2,276,475,822	\$ 2,282,688,531	\$ 6,212,709	0.3%
<b>AUXILIARIES</b>					
<b>Salaries and Benefits</b>					
Salaries					
Faculty	\$ 419,111	-	-	-	-
Staff	97,500,435	109,312,251	109,377,699	65,448	0.1%
Students & Graduate Assistants	8,742,146	7,759,744	7,752,994	(6,750)	(0.1)%
Salaries and Wages	\$ 106,661,691	\$ 117,071,995	\$ 117,130,692	\$ 58,698	0.1%
Fringe Benefits	28,745,751	24,571,037	24,163,874	(407,164)	(1.7)%
<b>Subtotal</b>	\$ 135,407,442	\$ 141,643,032	\$ 141,294,566	\$ (348,466)	(0.2)%
<b>Operating, Equipment, and Student Aid</b>					
Operating	208,383,151	202,360,766	202,782,558	421,793	0.2%
Travel	22,113,428	20,589,895	20,589,895	-	-
Student Aid	25,618,649	27,534,603	27,534,603	-	-
Equipment	1,841,207	1,143,500	1,143,500	-	-
<b>Subtotal</b>	\$ 257,956,434	\$ 251,628,764	\$ 252,050,556	\$ 421,793	0.2%
<b>Total Auxiliary Expenditures</b>	\$ 393,363,877	\$ 393,271,795	\$ 393,345,122	\$ 73,327	-

**Expenses by Natural Classifications**  
*Unrestricted Current Operating Funds - Recurring and NonRecurring*  
 University of Tennessee System

	FY25	FY26	FY26	Change - Adopted to Revised	
	Actual	Adopted	Revised	Amount	%
<b>EDUCATIONAL AND GENERAL</b>					
<b>Salaries and Benefits</b>					
Salaries					
Faculty	\$ 453,257,650	\$ 492,838,972	\$ 497,746,473	\$ 4,907,500	1.0%
Staff	544,178,149	607,297,947	614,642,137	7,344,190	1.2%
Students & Graduate Assistants	65,440,813	66,310,334	66,850,393	540,058	0.8%
Salaries and Wages	\$ 1,062,957,917	\$ 1,166,447,253	\$ 1,179,239,002	\$ 12,791,748	1.1%
Fringe Benefits	356,338,947	387,788,951	380,699,200	(7,089,750)	(1.8)%
<b>Subtotal</b>	\$ 1,419,296,864	\$ 1,554,236,204	\$ 1,559,938,202	\$ 5,701,998	0.4%
<b>Operating, Equipment, and Student Aid</b>					
Operating	404,111,577	424,212,281	469,851,491	45,639,210	10.8%
Travel	34,146,742	23,565,924	24,370,034	804,110	3.4%
Student Aid	221,676,306	242,161,975	241,738,270	(423,705)	(0.2)%
Equipment	51,118,203	54,409,630	51,470,331	(2,939,299)	(5.4)%
<b>Subtotal</b>	\$ 711,052,828	\$ 744,349,810	\$ 787,430,126	\$ 43,080,316	5.8%
<b>Total E&amp;G Expenditures</b>	\$ 2,130,349,692	\$ 2,298,586,014	\$ 2,347,368,328	\$ 48,782,314	2.1%
<b>AUXILIARIES</b>					
<b>Salaries and Benefits</b>					
Salaries					
Faculty	\$ 419,111	-	-	-	-
Staff	97,500,435	109,312,251	109,377,699	65,448	0.1%
Students & Graduate Assistants	8,742,146	7,759,744	7,752,994	(6,750)	(0.1)%
Salaries and Wages	\$ 106,661,691	\$ 117,071,995	\$ 117,130,692	\$ 58,698	0.1%
Fringe Benefits	28,745,751	24,571,037	24,163,874	(407,164)	(1.7)%
<b>Subtotal</b>	\$ 135,407,442	\$ 141,643,032	\$ 141,294,566	\$ (348,466)	(0.2)%
<b>Operating, Equipment, and Student Aid</b>					
Operating	208,383,151	202,360,766	202,782,558	421,793	0.2%
Travel	22,113,428	20,589,895	20,589,895	-	-
Student Aid	25,618,649	27,534,603	27,534,603	-	-
Equipment	1,841,207	1,143,500	1,143,500	-	-
<b>Subtotal</b>	\$ 257,956,434	\$ 251,628,764	\$ 252,050,556	\$ 421,793	0.2%
<b>Total Auxiliary Expenditures</b>	\$ 393,363,877	\$ 393,271,795	\$ 393,345,122	\$ 73,327	-

**Unrestricted Current Operating Funds by Unit**  
*Unrestricted Current Operating Funds - Recurring and NonRecurring*  
 University of Tennessee System  
 FY26 Revised

	University of Tennessee System	Knoxville Consolidated	Institute For Public Service Consolidated	Chattanooga	Health Science Center	Martin Consolidated	System Administration	Southern Consolidated
<b>EDUCATIONAL AND GENERAL</b>								
<b>Revenues</b>								
Tuition and Fees	\$ 1,211,777,738	\$ 874,593,475	- \$	142,832,721	\$ 107,534,201	\$ 75,189,836	- \$	11,627,505
State Appropriations	933,110,952	521,440,322	20,343,787	85,529,405	240,376,624	50,172,497	6,803,717	8,444,600
Sales & Services	68,386,782	47,355,300	-	5,467,434	11,301,309	4,178,989	-	83,750
Grants & Contracts	73,345,455	47,903,264	1,677,269	1,479,400	21,996,922	287,000	-	1,600
Other Sources	119,897,507	28,970,324	15,874,421	257,800	1,188,921	596,041	72,675,000	335,000
<b>Revenues</b>	<b>\$ 2,406,518,434</b>	<b>\$ 1,520,262,685</b>	<b>\$ 37,895,477</b>	<b>\$ 235,566,760</b>	<b>\$ 382,397,977</b>	<b>\$ 130,424,363</b>	<b>\$ 79,478,717</b>	<b>\$ 20,492,455</b>
<b>Expenditures and Transfers</b>								
Instruction	\$ 768,233,950	\$ 446,339,555	- \$	103,211,528	\$ 154,209,495	\$ 57,042,471	- \$	7,430,902
Research	227,302,328	172,994,222	-	7,282,845	46,974,614	50,648	-	-
Public Service	127,369,627	88,417,502	33,056,953	4,441,858	434,352	1,017,637	-	1,325
Academic Support	346,453,840	228,490,627	376,040	26,569,134	75,654,119	12,777,521	-	2,586,398
Student Services	162,262,930	93,103,486	-	35,809,032	9,239,655	17,567,132	-	6,543,625
Institutional Support	288,437,422	120,673,034	797,951	19,984,581	49,237,186	10,845,699	83,276,190	3,622,781
Operation & Maintenance	227,061,541	126,177,090	-	23,008,669	58,421,582	15,288,782	1,627,613	2,537,806
Scholarships & Fellowships	200,246,688	150,991,643	-	20,644,554	8,558,746	16,673,451	-	3,378,294
Subtotal Expenditures	<b>\$ 2,347,368,327</b>	<b>\$ 1,427,187,159</b>	<b>\$ 34,230,944</b>	<b>\$ 240,952,201</b>	<b>\$ 402,729,749</b>	<b>\$ 131,263,340</b>	<b>\$ 84,903,803</b>	<b>\$ 26,101,131</b>
Mandatory Transfers	29,132,122	16,779,038	-	5,143,716	6,989,976	101,392	118,000	-
Non Mandatory Transfers	33,586,022	76,295,281	3,717,350	(10,529,157)	(28,910,284)	(940,370)	129,233	(6,176,031)
<b>Total Expenditures &amp; Transfers</b>	<b>\$ 2,410,086,471</b>	<b>\$ 1,520,261,478</b>	<b>\$ 37,948,294</b>	<b>\$ 235,566,760</b>	<b>\$ 380,809,441</b>	<b>\$ 130,424,362</b>	<b>\$ 85,151,036</b>	<b>\$ 19,925,100</b>
<b>Net Asset Addition/(Reduction)</b>	<b>\$ (3,568,037)</b>	<b>\$ 1,207</b>	<b>\$ (52,817)</b>	<b>\$ -</b>	<b>\$ 1,588,536</b>	<b>\$ 1</b>	<b>\$ (5,672,319)</b>	<b>\$ 567,355</b>
<b>E&amp;G Net Assets</b>								
Beginning Fund Balance	139,819,769	80,843,976	1,379,513	17,685,585	11,151,809	11,290,550	17,468,337	-
Total Ending Fund Balance	136,251,730	80,845,183	1,326,696	17,685,585	12,740,344	11,290,550	11,796,017	567,355
Unallocated	92,750,195	63,157,858	1,326,696	9,250,000	9,739,383	5,412,886	3,296,017	567,355
Unallocated as % of Expenses + Transfers	3.8%	4.2%	3.5%	3.9%	2.6%	4.2%	3.9%	2.8%
<b>AUXILIARIES</b>								
<b>Revenues</b>	<b>\$ 445,365,883</b>	<b>\$ 396,949,421</b>	<b>- \$</b>	<b>28,693,756</b>	<b>\$ 4,151,808</b>	<b>\$ 12,154,330</b>	<b>- \$</b>	<b>3,416,568</b>
<b>Expenditures and Transfers</b>								
Operating Expenses	393,345,122	357,137,952	-	21,445,140	3,902,246	8,740,952	-	2,118,832
Mandatory Transfers	58,740,706	50,532,716	-	5,493,430	270,500	2,444,060	-	-
Non Mandatory Transfers	(6,799,753)	(10,720,040)	-	1,755,186	(107,027)	969,318	-	1,302,810
<b>Total Expenditures and Transfers</b>	<b>\$ 445,286,075</b>	<b>\$ 396,950,628</b>	<b>- \$</b>	<b>28,693,756</b>	<b>\$ 4,065,719</b>	<b>\$ 12,154,330</b>	<b>- \$</b>	<b>3,421,642</b>
<b>Net Asset Addition/(Reduction)</b>	<b>\$ 79,808</b>	<b>\$ (1,207)</b>	<b>- \$</b>	<b>\$ -</b>	<b>\$ 86,089</b>	<b>\$ -</b>	<b>- \$</b>	<b>\$ (5,074)</b>
<b>Auxiliary Net Assets</b>								
Beginning Fund Balance	35,668,042	29,894,578	-	4,838,770	(30,449)	850,078	-	115,065
Total Ending Fund Balance	35,747,850	29,893,371	-	4,838,770	55,640	850,077	-	109,991
Unallocated	21,083,252	19,579,430	-	1,050,000	(197,663)	541,494	-	109,991
Unallocated as % of Expenses + Transfers	4.7%	4.9%	-	3.7%	(4.9%)	4.5%	-	3.2%
<b>TOTALS</b>								
<b>Revenues</b>	<b>\$ 2,851,884,317</b>	<b>\$ 1,917,212,106</b>	<b>\$ 37,895,477</b>	<b>\$ 264,260,516</b>	<b>\$ 386,549,785</b>	<b>\$ 142,578,693</b>	<b>\$ 79,478,717</b>	<b>\$ 23,909,023</b>
<b>Expenditures and Transfers</b>								
Expenditures	2,740,713,449	1,784,325,110	34,230,944	262,397,341	406,631,995	140,004,293	84,903,803	28,219,964
Mandatory Expenditures	87,872,828	67,311,754	-	10,637,146	7,260,476	2,545,452	118,000	-
Non-Mandatory Expenditures	26,786,270	65,575,242	3,717,350	(8,773,971)	(29,017,311)	28,948	129,233	(4,873,221)
<b>Total Expenditures and Transfers</b>	<b>\$ 2,855,372,547</b>	<b>\$ 1,917,212,106</b>	<b>\$ 37,948,294</b>	<b>\$ 264,260,516</b>	<b>\$ 384,875,160</b>	<b>\$ 142,578,693</b>	<b>\$ 85,151,036</b>	<b>\$ 23,346,743</b>
<b>Net Asset Addition/(Reduction)</b>	<b>\$ (3,488,230)</b>	<b>\$ -</b>	<b>\$ (52,817)</b>	<b>\$ -</b>	<b>\$ 1,674,625</b>	<b>\$ -</b>	<b>\$ (5,672,319)</b>	<b>\$ 562,280</b>

**Current Operating Revenue by Unit**  
 University of Tennessee System  
 FY26 Revised Budget

	Unrestricted E&G	Unrestricted Auxiliaries	Restricted Funds	Total Revenues
<b>Major Units</b>				
Chattanooga Consolidated	\$ 235,566,760	\$ 28,693,756	\$ 79,792,911	\$ 344,053,427
Health Science Center	382,397,977	4,151,808	337,398,511	723,948,296
Knoxville Consolidated	1,520,262,685	396,949,421	433,866,002	2,351,078,108
UT Martin	130,424,363	12,154,330	41,528,622	184,107,315
Institute For Public Service Consolidated	37,895,477	-	11,914,706	49,810,183
University of Tennessee System Administration	79,478,717	-	2,090,000	81,568,717
UT Southern	20,492,455	3,416,568	6,839,685	30,748,708
Total Revenues	<u>\$ 2,406,518,434</u>	<u>\$ 445,365,883</u>	<u>\$ 913,430,437</u>	<u>\$ 3,765,314,754</u>
<b>All Entities</b>				
Chattanooga Campus	\$ 235,566,760	\$ 28,693,756	\$ 79,792,911	\$ 344,053,427
Health Science Center	382,397,977	4,151,808	337,398,511	723,948,296
AgResearch	50,447,317	-	34,482,000	84,929,317
Extension	75,700,412	-	48,507,000	124,207,412
Veterinary Medicine	81,536,637	-	6,738,145	88,274,782
Knoxville Campus	1,299,139,716	396,832,830	337,810,997	2,033,783,543
Space Institute	13,438,603	116,591	6,327,860	19,883,054
Martin Campus	130,424,363	12,154,330	41,528,622	184,107,315
Institute For Public Service - central programs	13,755,384	-	10,634,359	24,389,743
Municipal Technical Advisory Service	10,568,455	-	625,400	11,193,855
County Technical Assistance Service	8,692,958	-	316,622	9,009,580
Tennessee Language Center	4,878,680	-	338,325	5,217,005
System Administration	79,478,717	-	2,090,000	81,568,717
Southern	20,492,455	3,416,568	6,839,685	30,748,708
Total Revenues	<u>\$ 2,406,518,434</u>	<u>\$ 445,365,883</u>	<u>\$ 913,430,437</u>	<u>\$ 3,765,314,754</u>

*Knoxville includes the Knoxville Campus, Space Institute, AgResearch, Extension, and Veterinary Medicine.*

*Institute for Public Service includes Public Service, County Technical Assistance Service, Municipal Technical Advisory Service, and Tennessee Language Center.*

**Auxiliary Budget Summary**  
*Unrestricted Current Auxiliary Funds- Recurring and Non-Recurring*  
 University of Tennessee System

Recurring and Non-Recurring	FY25	FY26	FY26	Change - Adopted to Revised	
	Actual	Adopted	Revised	Amount	%
<b>HOUSING</b>					
<b>Revenues</b>	\$ 101,882,837	\$ 97,015,818	\$ 97,076,953	\$ 61,135	0.1%
<b>Expenditures and Transfers</b>					
Operating Expenses	65,406,295	70,518,397	70,635,911	117,514	0.2%
Mandatory Transfers	23,840,382	25,189,849	25,189,849	-	-
Non Mandatory Transfers	11,312,933	1,525,704	1,577,668	51,964	3.4%
Total Expenditures & Transfers	\$ 100,559,610	\$ 97,233,950	\$ 97,403,428	\$ 169,478	0.2%
<b>Fund Balance Addition/(Reduction)</b>	\$ 1,323,227	\$ (218,132)	\$ (326,475)	\$ (108,343)	49.7%
<b>FOOD SERVICE</b>					
<b>Revenues</b>	\$ 22,760,320	\$ 20,422,631	\$ 20,422,631	-	-
<b>Expenditures and Transfers</b>					
Operating Expenses	14,772,896	13,012,147	13,028,672	16,525	0.1%
Mandatory Transfers	6,803,890	6,351,732	6,351,732	-	-
Non Mandatory Transfers	2,729,206	1,178,159	1,166,801	(11,358)	(1.0)%
Total Expenditures & Transfers	\$ 24,305,992	\$ 20,542,038	\$ 20,547,205	\$ 5,167	-
<b>Fund Balance Addition/(Reduction)</b>	\$ (1,545,672)	\$ (119,407)	\$ (124,574)	\$ (5,167)	4.3%
<b>PARKING</b>					
<b>Revenues</b>	\$ 21,173,242	\$ 22,316,338	\$ 22,316,338	-	-
<b>Expenditures and Transfers</b>					
Operating Expenses	11,955,139	15,993,972	16,007,112	13,140	0.1%
Mandatory Transfers	6,433,293	6,398,557	6,398,557	-	-
Non Mandatory Transfers	1,658,559	(580,056)	(580,056)	-	-
Total Expenditures & Transfers	\$ 20,046,991	\$ 21,812,473	\$ 21,825,613	\$ 13,140	0.1%
<b>Fund Balance Addition/(Reduction)</b>	\$ 1,126,251	\$ 503,865	\$ 490,725	\$ (13,140)	(2.6)%
<b>BOOKSTORES</b>					
<b>Revenues</b>	\$ 46,374,231	\$ 43,474,591	\$ 43,474,591	-	-
<b>Expenditures and Transfers</b>					
Operating Expenses	41,912,938	40,400,898	40,327,046	(73,853)	(0.2)%
Mandatory Transfers	-	1,209,418	1,209,418	-	-
Non Mandatory Transfers	4,760,872	1,915,995	1,915,995	-	-
Total Expenditures & Transfers	\$ 46,673,810	\$ 43,526,311	\$ 43,452,459	\$ (73,853)	(0.2)%
<b>Fund Balance Addition/(Reduction)</b>	\$ (299,579)	\$ (51,720)	\$ 22,132	\$ 73,853	(142.8)%
<b>ATHLETICS</b>					
<b>Revenues</b>	\$ 286,347,971	\$ 261,183,464	\$ 261,183,464	-	-
<b>Expenditures and Transfers</b>					
Operating Expenses	257,679,073	252,243,715	252,243,715	-	-
Mandatory Transfers	12,732,343	19,591,150	19,591,150	-	-
Non Mandatory Transfers	7,850,292	(10,838,667)	(10,838,667)	-	-
Total Expenditures & Transfers	\$ 278,261,708	\$ 260,996,198	\$ 260,996,198	-	-
<b>Fund Balance Addition/(Reduction)</b>	\$ 8,086,262	\$ 187,266	\$ 187,266	-	-
<b>OTHER</b>					
<b>Revenues</b>	\$ 1,349,489	\$ 891,906	\$ 891,906	-	-
<b>Expenditures and Transfers</b>					
Operating Expenses	1,637,536	1,102,666	1,102,666	-	-
Non Mandatory Transfers	(2,824,533)	(41,494)	(41,494)	-	-
Total Expenditures & Transfers	\$ (1,186,998)	\$ 1,061,172	\$ 1,061,172	-	-
<b>Fund Balance Addition/(Reduction)</b>	\$ 2,536,487	\$ (169,266)	\$ (169,266)	-	-
<b>TOTAL</b>					
<b>Revenues</b>	\$ 479,888,090	\$ 445,304,748	\$ 445,365,883	\$ 61,135	-
<b>Expenditures and Transfers</b>					
Operating Expenses	393,363,877	393,271,795	393,345,122	73,327	-
Mandatory Transfers	49,809,909	58,740,706	58,740,706	-	-
Non Mandatory Transfers	25,487,328	(6,840,359)	(6,799,753)	40,606	(0.6)%
Total Expenditures and Transfers	\$ 468,661,114	\$ 445,172,143	\$ 445,286,075	\$ 113,933	-
<b>Fund Balance Addition/(Reduction)</b>	\$ 11,226,976	\$ 132,605	\$ 79,808	\$ (52,798)	(39.8)%

**Athletics**  
Unrestricted and Restricted Current Funds  
University of Tennessee System  
FY 2025-26 Revised Budget

	FY 2024-25 Actual	FY 2025-26 Adopted	FY 2025-26 Revised	Change	
				FY26 Adopted to FY26 Revised Amount	%
<b>TOTAL ATHLETICS</b>					
<b>Revenues</b>					
General Funds	\$ 25,437,565	\$ 24,602,456	\$ 24,833,103	\$ 230,647	0.9%
Student Fees for Athletics	2,062,464	\$ 2,911,716	\$ 2,911,716	-	0.0%
Athletic Fees	7,055,088	\$ 7,005,409	\$ 7,005,409	-	0.0%
Ticket Sales	63,286,575	\$ 55,097,570	\$ 55,097,570	-	0.0%
Gifts	126,143,373	\$ 84,262,373	\$ 84,262,373	-	0.0%
Other	120,868,724	\$ 130,847,184	\$ 131,123,684	276,500	0.2%
Total Revenues	<u>\$ 344,853,789</u>	<u>\$ 304,726,708</u>	<u>\$ 305,233,855</u>	<u>\$ 507,147</u>	<u>0.2%</u>
<b>Expenditures and Transfers</b>					
Salaries and Benefits	\$ 111,099,542	\$ 116,673,632	\$ 116,651,259	\$ (22,373)	5.3
Travel	25,365,457	22,850,833	22,790,831	(60,002)	(10.6)
Student Aid	37,820,511	40,967,801	40,889,801	(78,000)	6.2
Other Operating	130,390,040	113,504,851	114,172,373	667,522	27.2
Subtotal Expenditures	\$ 304,675,550	\$ 293,997,117	\$ 294,504,264	\$ 507,147	11.3
Debt Service Transfers	13,721,906	21,568,258	21,568,258	-	76.1
Other Transfers	7,850,292	(10,838,667)	(10,838,667)	-	(54.8)
Total Expenditures and Transfers	<u>\$ 326,247,748</u>	<u>\$ 304,726,708</u>	<u>\$ 305,233,855</u>	<u>\$ 507,147</u>	<u>0.2%</u>
<b>Fund Balance Addition / (Reduction)</b>	<u>\$ 18,606,041</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>0.0%</u>

\*Includes unrestricted and restricted funds. Other revenue sources include NCAA conference income, tournament income, program sales, concessions, parking, broadcasting, television, radio, internet, endowments, investments, royalties, advertisements, sponsorships, game guarantees, licensing fees, and sports camps.

**Current Operating Funds by Fund Group- Unrestricted and Restricted***Current Operating Funds - Recurring and NonRecurring*

University of Tennessee System

FY26 Revised

	Unrestricted E&G	Unrestricted Auxiliaries	Restricted Funds	Total Revenues
<b>Revenues</b>				
Tuition and Fees	\$ 1,211,777,738	\$ -	\$ -	1,211,777,738
State Appropriations	933,110,952	-	17,587,888	950,698,840
Sales & Services	68,386,782	-	-	68,386,782
Grants & Contracts	73,345,455	-	786,972,191	860,317,646
Other Sources	119,897,507	445,365,883	108,870,358	674,133,748
Total Revenues	\$ 2,406,518,434	\$ 445,365,883	\$ 913,430,437	\$ 3,765,314,754
<b>Expenditures and Transfers</b>				
Instruction	768,233,950	-	217,423,001	985,656,951
Research	227,302,328	-	231,791,560	459,093,888
Public Service	127,369,627	-	138,351,284	265,720,911
Academic Support	346,453,840	-	66,268,606	412,722,446
Student Services	162,262,931	-	4,047,327	166,310,258
Institutional Support	288,437,422	-	7,833,957	296,271,379
Scholarships & Fellowships	200,246,688	-	245,490,703	445,737,391
Auxiliaries	-	393,345,122	260,000	393,605,122
Operation & Maintenance	227,061,541	-	579,550	227,641,091
Subtotal Expenditures	\$ 2,347,368,328	\$ 393,345,122	\$ 912,045,988	\$ 3,652,759,438
Mandatory Transfers	29,132,122	58,740,706	-	87,872,828
Non Mandatory Transfers	33,586,022	(6,799,753)	-	26,786,270
Total Expenditures and Transfers	\$ 2,410,086,473	\$ 445,286,075	\$ 912,045,988	\$ 3,767,418,536
<b>Net Asset Addition/Reduction</b>	\$ (3,568,039)	\$ 79,808	\$ 1,384,449	\$ (2,103,782)

**Current Operating Funds- Unrestricted and Restricted**

*Current Operating Funds - Recurring and Non-Recurring*  
University of Tennessee System

	FY25 Actual			FY26 Adopted			FY26 Revised		
	Unrestricted E&G	Restricted E&G	Total	Unrestricted E&G	Restricted E&G	Total	Unrestricted E&G	Restricted E&G	Total
<b>EDUCATIONAL AND GENERAL</b>									
<b>Revenues</b>									
Tuition and Fees	\$ 1,132,526,401	- \$	1,132,526,401	\$ 1,199,029,735	- \$	1,199,029,735	\$ 1,211,777,738	- \$	1,211,777,738
State Appropriations	879,644,357	17,501,033	897,145,390	937,663,100	16,411,586	954,074,686	933,110,952	17,587,888	950,698,840
Sales & Services	89,865,806	360,686	90,226,492	78,042,187	-	78,042,187	68,386,782	-	68,386,782
Grants & Contracts	80,572,073	849,627,306	930,199,379	73,157,647	768,811,648	841,969,295	73,345,455	786,972,191	860,317,646
Other Sources	137,265,799	149,633,576	286,899,376	119,955,451	103,361,573	223,317,024	119,897,507	108,610,358	228,507,865
Total Revenue	<u>\$ 2,319,874,436</u>	<u>\$ 1,017,122,602</u>	<u>\$ 3,336,997,038</u>	<u>\$ 2,407,848,120</u>	<u>\$ 888,584,807</u>	<u>\$ 3,296,432,927</u>	<u>\$ 2,406,518,434</u>	<u>\$ 913,170,437</u>	<u>\$ 3,319,688,871</u>
<b>Expenditures and Transfers</b>									
Instruction	\$ 654,294,200	\$ 213,516,701	\$ 867,810,901	\$ 755,804,585	\$ 197,499,416	\$ 953,304,001	\$ 768,233,950	\$ 217,423,001	\$ 985,656,951
Research	217,960,420	232,050,799	450,011,219	195,711,634	225,552,544	421,264,178	227,302,328	231,791,560	459,093,888
Public Service	118,810,296	137,361,599	256,171,895	130,479,112	127,710,767	258,189,879	127,369,627	138,351,284	265,720,911
Academic Support	278,078,997	70,485,306	348,564,303	342,298,707	71,635,798	413,934,505	346,453,840	66,268,606	412,722,446
Student Services	151,660,657	4,769,984	156,430,640	158,472,584	4,081,627	162,554,211	162,262,931	4,047,327	166,310,258
Institutional Support	274,430,320	6,882,260	281,312,580	283,752,950	10,018,221	293,771,171	288,437,422	7,833,957	296,271,379
Scholarships & Fellowships	212,870,261	268,216,410	481,086,671	199,341,602	248,541,416	447,883,018	200,246,688	245,490,703	445,737,391
Operation & Maintenance	222,244,542	932,566	223,177,108	232,724,841	556,149	233,280,990	227,061,541	579,550	227,641,091
Subtotal Expenditures	<u>\$ 2,130,349,692</u>	<u>\$ 934,215,625</u>	<u>\$ 3,064,565,317</u>	<u>\$ 2,298,586,014</u>	<u>\$ 885,595,938</u>	<u>\$ 3,184,181,953</u>	<u>\$ 2,347,368,328</u>	<u>\$ 911,785,988</u>	<u>\$ 3,259,154,316</u>
Mandatory Transfers	23,593,765	-	23,593,765	29,131,473	-	29,131,473	29,132,122	-	29,132,122
Non Mandatory Transfers	147,939,908	-	147,939,908	79,592,631	-	79,592,631	33,586,023	-	33,586,023
Total Expenditures & Transfers	<u>\$ 2,301,883,366</u>	<u>\$ 934,215,625</u>	<u>\$ 3,236,098,991</u>	<u>\$ 2,407,310,119</u>	<u>\$ 885,595,938</u>	<u>\$ 3,292,906,057</u>	<u>\$ 2,410,086,473</u>	<u>\$ 911,785,988</u>	<u>\$ 3,321,872,461</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 17,991,070</u>	<u>\$ 82,906,977</u>	<u>\$ 100,898,047</u>	<u>\$ 538,001</u>	<u>\$ 2,988,869</u>	<u>\$ 3,526,870</u>	<u>\$ (3,568,039)</u>	<u>\$ 1,384,449</u>	<u>\$ (2,183,590)</u>
<b>AUXILIARIES</b>									
Revenues	\$ 480,027,493	\$ 11,605,126	\$ 491,632,619	\$ 445,304,748	\$ 260,000	\$ 445,564,748	\$ 445,365,883	\$ 260,000	\$ 445,625,883
<b>Expenditures and Transfers</b>									
Expenditures	393,363,877	988,826	394,352,703	393,271,795	260,000	393,531,795	393,345,122	260,000	393,605,122
Mandatory Transfers	49,809,909	-	49,809,909	58,740,706	-	58,740,706	58,740,706	-	58,740,706
Non Mandatory Transfers	25,487,328	-	25,487,328	(6,840,359)	-	(6,840,359)	(6,799,753)	-	(6,799,753)
Total Expenditures and Transfers	<u>\$ 468,661,114</u>	<u>\$ 988,826</u>	<u>\$ 469,649,940</u>	<u>\$ 445,172,143</u>	<u>\$ 260,000</u>	<u>\$ 445,432,143</u>	<u>\$ 445,286,075</u>	<u>\$ 260,000</u>	<u>\$ 445,546,075</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 11,366,379</u>	<u>\$ 10,616,300</u>	<u>\$ 21,982,679</u>	<u>\$ 132,605</u>	<u>\$ -</u>	<u>\$ 132,605</u>	<u>\$ 79,808</u>	<u>\$ -</u>	<u>\$ 79,808</u>
<b>TOTALS</b>									
Revenues	\$ 2,799,901,928	\$ 1,028,727,728	\$ 3,828,629,657	\$ 2,853,152,868	\$ 888,844,807	\$ 3,741,997,675	\$ 2,851,884,317	\$ 913,430,437	\$ 3,765,314,754
<b>Expenditures and Transfers</b>									
Operating Expenses	2,523,713,569	935,204,451	3,458,918,020	2,691,857,810	885,855,938	3,577,713,748	2,740,713,450	912,045,988	3,652,759,438
Mandatory Transfers	73,403,674	-	73,403,674	87,872,179	-	87,872,179	87,872,828	-	87,872,828
Non Mandatory Transfers	173,427,237	-	173,427,237	72,752,273	-	72,752,273	26,786,270	-	26,786,270
Total Expenditures and Transfers	<u>\$ 2,770,544,480</u>	<u>\$ 935,204,451</u>	<u>\$ 3,705,748,931</u>	<u>\$ 2,852,482,261</u>	<u>\$ 885,855,938</u>	<u>\$ 3,738,338,199</u>	<u>\$ 2,855,372,548</u>	<u>\$ 912,045,988</u>	<u>\$ 3,767,418,536</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 29,357,449</u>	<u>\$ 93,523,277</u>	<u>\$ 122,880,726</u>	<u>\$ 670,607</u>	<u>\$ 2,988,869</u>	<u>\$ 3,659,476</u>	<u>\$ (3,488,231)</u>	<u>\$ 1,384,449</u>	<u>\$ (2,103,782)</u>

**All Full-time and Part-time Positions (No Students) by Unit**  
Unrestricted and Restricted  
Revised FY26

<b>Budget Unit</b>	<b>Faculty</b>	<b>Administrative</b>	<b>Professional</b>	<b>Staff</b>	<b>Total</b>
Chattanooga	564	187	354	330	1,435
<b><u>Knoxville</u></b>					
Knoxville Campus	1,962	480	1,540	1,705	5,688
Space Institute	15	11	28	40	94
AgResearch	96	21	90	108	315
Extension	54	18	325	259	657
Veterinary Medicine	118	16	47	285	466
<b>Sub-total Knoxville</b>	<b>2,246</b>	<b>547</b>	<b>2,031</b>	<b>2,397</b>	<b>7,221</b>
Martin Campus	293	70	148	268	778
Southern	57	13	47	25	142
Health Science Center	597	132	351	890	1,971
<b><u>Public Service Units</u></b>					
Institute For Public Service - central programs	-	4	42	12	59
Municipal Technical Advisory Service	-	1	41	8	50
County Technical Assistance Service	-	1	36	4	41
Tennessee Language Center	-	1	12	3	16
<b>Sub-total Public Service Units</b>	<b>-</b>	<b>7</b>	<b>131</b>	<b>28</b>	<b>166</b>
System Administration	1	84	228	52	364
<b>Total Unrestricted E&amp;G</b>	<b>3,757</b>	<b>1,040</b>	<b>3,289</b>	<b>3,990</b>	<b>12,077</b>
<b>UNRESTRICTED AUXILIARIES</b>					
Chattanooga	-	14	19	52	85
<b><u>Knoxville</u></b>					
Knoxville Campus	-	86	277	393	756
Space Institute	-	-	-	4	4
<b>Sub-total Knoxville</b>	<b>-</b>	<b>86</b>	<b>277</b>	<b>397</b>	<b>760</b>
Martin Campus	-	4	9	25	38
Southern	-	-	-	1	1
Health Science Center	-	-	5	23	28
<b>Total Unrestricted Auxiliaries</b>	<b>-</b>	<b>104</b>	<b>310</b>	<b>498</b>	<b>912</b>
<b>RESTRICTED EDUCATION AND GENERAL (E&amp;G)</b>					
Chattanooga	27	9	37	18	90
<b><u>Knoxville</u></b>					
Knoxville Campus	62	4	151	37	254
Space Institute	2	-	-	-	2
AgResearch	4	-	8	8	21
Extension	6	1	181	198	386
Veterinary Medicine	1	-	2	1	3
<b>Sub-total Knoxville</b>	<b>75</b>	<b>5</b>	<b>343</b>	<b>244</b>	<b>667</b>
Martin Campus	1	1	16	12	30
Health Science Center	888	32	436	525	1,880
<b><u>Public Service Units</u></b>					
Institute For Public Service - central programs	-	1	42	-	43
Municipal Technical Advisory Service	-	-	3	-	3
Tennessee Language Center	-	-	1	-	1
<b>Sub-total Public Service Units</b>	<b>-</b>	<b>1</b>	<b>46</b>	<b>-</b>	<b>47</b>
System Administration	-	1	3	1	4
<b>Total Restricted E&amp;G</b>	<b>991</b>	<b>49</b>	<b>880</b>	<b>800</b>	<b>2,719</b>
<b>TOTAL UNIVERSITY POSITIONS</b>	<b>4,748</b>	<b>1,193</b>	<b>4,479</b>	<b>5,288</b>	<b>15,708</b>
	<b>30.2%</b>	<b>7.6%</b>	<b>28.5%</b>	<b>33.7%</b>	<b>100.0%</b>

## Unrestricted Current Operating Funds

Knoxville Consolidated  
FY26 Revised

	Recurring	Non-Recurring	Total
<b>EDUCATIONAL AND GENERAL</b>			
<b>Revenues</b>			
Tuition and Fees	\$ 874,593,475	-	\$ 874,593,475
State Appropriations	518,580,022	2,860,300	521,440,322
Sales & Services	47,350,300	5,000	47,355,300
Grants & Contracts	47,903,264	-	47,903,264
Other Sources	28,970,324	-	28,970,324
Total Revenues	<u>\$ 1,517,397,385</u>	<u>\$ 2,865,300</u>	<u>\$ 1,520,262,685</u>
<b>Expenditures and Transfers</b>			
Instruction	\$ 445,370,610	\$ 968,945	\$ 446,339,555
Research	170,545,045	2,449,177	172,994,222
Public Service	87,744,402	673,100	88,417,502
Academic Support	228,490,627	-	228,490,627
Student Services	92,211,464	892,022	93,103,486
Institutional Support	120,638,034	35,000	120,673,034
Scholarships & Fellowships	149,699,769	1,291,874	150,991,643
Operation & Maintenance	126,305,190	(128,100)	126,177,090
Subtotal Expenditures	<u>\$ 1,421,005,141</u>	<u>\$ 6,182,018</u>	<u>\$ 1,427,187,159</u>
Mandatory Transfers	16,779,038	-	16,779,038
Non Mandatory Transfers	76,416,289	(121,008)	76,295,281
Total Expenditures & Transfers	<u>\$ 1,514,200,468</u>	<u>\$ 6,061,010</u>	<u>\$ 1,520,261,478</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 3,196,917</u>	<u>\$ (3,195,710)</u>	<u>\$ 1,207</u>
<b>AUXILIARIES</b>			
<b>Revenues</b>			
Revenues	\$ 396,949,421	-	\$ 396,949,421
<b>Expenditures and Transfers</b>			
Expenditures	357,137,952	-	357,137,952
Mandatory Transfers	50,532,716	-	50,532,716
Non Mandatory Transfers	(10,720,040)	-	(10,720,040)
Total Expenditures and Transfers	<u>\$ 396,950,628</u>	<u>-</u>	<u>\$ 396,950,628</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ (1,207)</u>	<u>-</u>	<u>\$ (1,207)</u>
<b>TOTALS</b>			
Revenues	\$ 1,914,346,806	\$ 2,865,300	\$ 1,917,212,106
<b>Expenditures and Transfers</b>			
Expenditures	1,778,143,092	6,182,018	1,784,325,110
Mandatory Transfers	67,311,754	-	67,311,754
Non-Mandatory Transfers	65,696,250	(121,008)	65,575,242
Total Expenditures and Transfers	<u>\$ 1,911,151,096</u>	<u>\$ 6,061,010</u>	<u>\$ 1,917,212,106</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 3,195,710</u>	<u>\$ (3,195,710)</u>	<u>-</u>

## Unrestricted Net Asset Summary

*Current Funds, Revenues, Expenditures, and Transfers*  
Knoxville Consolidated

	Unrestricted E&G	Unrestricted Auxiliary	Total Unrestricted
<b>FY26 Budget Revised</b>			
<b>Beginning Fund Balance</b>	\$ 80,843,976	\$ 29,894,578	\$ 110,738,554
Revenues	\$ 1,520,262,685	\$ 396,949,421	\$ 1,917,212,106
Expenditures	1,427,187,159	357,137,952	1,784,325,110
Transfers	93,074,319	39,812,676	132,886,996
Total Expenditures & Transfers	<u>\$ 1,520,261,478</u>	<u>\$ 396,950,628</u>	<u>\$ 1,917,212,106</u>
<b>Net Asset Addition/(Reduction)</b>	\$ 1,207	\$ (1,207)	-
<b>Total Ending Fund Balance</b>	<b>\$ 80,845,183</b>	<b>\$ 29,893,371</b>	<b>\$ 110,738,554</b>
Allocations:			
Working Capital	11,533,234	8,144,673	19,677,906
Revolving Funds	236,492	2,169,268	2,405,760
Encumbrances	5,917,600	-	5,917,600
Unallocated	63,157,858	19,579,430	82,737,288
<i>Unallocated as % of Expenses + Transfers</i>	4.2%	4.9%	4.3%

**Unrestricted Net Assets** are funds carried forward to be used during the following fiscal year. They include funds allocated to specific purposes (working capital, revolving funds, encumbrances, and reappropriations) and unallocated funds available for short term contingencies.

**Working capital** – provides sufficient liquidity to fund accounts receivable, inventories, and petty cash. These are required by state regulations and are considered non-expendable during the fiscal year.

**Revolving funds** – fund balances tied to revenue-generating units (e.g., service centers, motor pools, conference centers, medical clinics) and university wide cost-distribution models (e.g., unemployment compensation, workers compensation liabilities, claims liabilities, etc.).

**Encumbrances** – funds carried over for commitments for purchases of goods and services that were not received before the close of the fiscal year. They are fully expended during the fiscal year.

**Reappropriations** – funds carried forward for specific programs and initiatives. The most common example is a project that was planned for the previous fiscal year but delayed until the next fiscal year. They are fully expended during the fiscal year.

**Unallocated Reserves** – contingency funds available to respond to fluctuations in revenues and expenditures. The unallocated reserve for E&G operations is limited to 2% to 5% of total expenditures and transfers; the auxiliary target range is 3% to 5% of expenditures and transfers.

## Current Operating Budget Summary

*Unrestricted Current Operating Funds - Recurring*  
Knoxville Consolidated

UNRESTRICTED FUNDS	FY25	FY26	FY26	Change - Adopted to Revised	
Recurring	Actual	Adopted	Revised	Amount	%
<b>EDUCATIONAL AND GENERAL</b>					
<b>Revenues</b>					
Tuition and Fees	\$ 812,847,744	\$ 874,593,475	\$ 874,593,475	-	-
State Appropriations	492,788,922	520,120,122	518,580,022	(1,540,100)	(0.3)%
Sales & Services	56,094,911	47,350,300	47,350,300	-	-
Grants & Contracts	53,781,333	47,903,264	47,903,264	-	-
Other Sources	39,220,148	28,970,324	28,970,324	-	-
Revenues	<u>\$ 1,454,733,057</u>	<u>\$ 1,518,937,485</u>	<u>\$ 1,517,397,385</u>	<u>\$ (1,540,100)</u>	<u>(0.1)%</u>
<b>Expenditures and Transfers</b>					
Instruction	\$ 374,363,635	\$ 444,302,799	\$ 445,370,610	\$ 1,067,811	0.2%
Research	179,316,583	169,820,588	170,545,045	724,457	0.4%
Public Service	83,747,638	91,089,204	87,744,402	(3,344,802)	(3.7)%
Academic Support	174,319,676	229,690,780	228,490,627	(1,200,153)	(0.5)%
Student Services	85,416,902	92,214,572	92,211,464	(3,108)	-
Institutional Support	106,100,100	120,477,676	120,638,034	160,358	0.1%
Scholarships & Fellowships	168,927,343	149,721,319	149,699,769	(21,549)	-
Operation & Maintenance	138,869,788	125,927,520	126,305,190	377,670	0.3%
Subtotal Expenditures	<u>\$ 1,311,061,665</u>	<u>\$ 1,423,244,458</u>	<u>\$ 1,421,005,141</u>	<u>\$ (2,239,317)</u>	<u>(0.2)%</u>
Mandatory Transfers	11,048,997	16,779,038	16,779,038	-	-
Non Mandatory Transfers	123,834,705	78,919,012	76,416,289	(2,502,723)	(3.2)%
Total Expenditures & Transfers	<u>\$ 1,445,945,367</u>	<u>\$ 1,518,942,508</u>	<u>\$ 1,514,200,468</u>	<u>\$ (4,742,040)</u>	<u>(0.3)%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 8,787,691</u>	<u>\$ (5,023)</u>	<u>\$ 3,196,917</u>	<u>\$ 3,201,940</u>	<u>(63,742.4)%</u>
<b>AUXILIARIES</b>					
Revenues	\$ 430,626,318	\$ 396,949,421	\$ 396,949,421	-	-
<b>Expenditures and Transfers</b>					
Expenditures	358,528,452	357,125,386	357,137,952	12,565	-
Mandatory Transfers	41,904,416	50,532,716	50,532,716	-	-
Non Mandatory Transfers	20,658,499	(10,708,682)	(10,720,040)	(11,358)	0.1%
Total Expenditures and Transfers	<u>\$ 421,091,367</u>	<u>\$ 396,949,421</u>	<u>\$ 396,950,628</u>	<u>\$ 1,207</u>	<u>-</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 9,534,951</u>	<u>\$ -</u>	<u>\$ (1,207)</u>	<u>\$ (1,207)</u>	<u>(376,230.0)%</u>
<b>TOTALS</b>					
Revenues	\$ 1,885,359,376	\$ 1,915,886,906	\$ 1,914,346,806	\$ (1,540,100)	(0.1)%
<b>Expenditures and Transfers</b>					
Expenditures	1,669,590,116	1,780,369,844	1,778,143,092	(2,226,752)	(0.1)%
Mandatory Transfers	52,953,413	67,311,754	67,311,754	-	-
Non-Mandatory Transfers	144,493,204	68,210,331	65,696,250	(2,514,081)	(3.7)%
Total Expenditures and Transfers	<u>\$ 1,867,036,733</u>	<u>\$ 1,915,891,929</u>	<u>\$ 1,911,151,096</u>	<u>\$ (4,740,833)</u>	<u>(0.2)%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 18,322,642</u>	<u>\$ (5,023)</u>	<u>\$ 3,195,710</u>	<u>\$ 3,200,733</u>	<u>(63,722.4)%</u>

**Current Operating Budget Summary**  
*Unrestricted Current Operating Funds - Recurring and NonRecurring*  
 Knoxville Consolidated

UNRESTRICTED FUNDS Recurring and NonRecurring	FY25	FY26	FY26	Change - Adopted to Revised	
	Actual	Adopted	Revised	Amount	%
<b>EDUCATIONAL AND GENERAL</b>					
<b>Revenues</b>					
Tuition and Fees	\$ 812,847,744	\$ 874,593,475	\$ 874,593,475	-	-
State Appropriations	492,788,922	523,146,822	521,440,322	(1,706,500)	(0.3)%
Sales & Services	56,094,911	47,350,300	47,355,300	5,000	-
Grants & Contracts	53,781,333	47,903,264	47,903,264	-	-
Other Sources	39,220,148	28,970,324	28,970,324	-	-
Revenues	<u>\$ 1,454,733,057</u>	<u>\$ 1,521,964,185</u>	<u>\$ 1,520,262,685</u>	<u>\$ (1,701,500)</u>	<u>(0.1)%</u>
<b>Expenditures and Transfers</b>					
Instruction	\$ 374,363,635	\$ 446,802,799	\$ 446,339,555	(463,244)	(0.1)%
Research	179,316,583	169,820,588	172,994,222	3,173,634	1.9%
Public Service	83,747,638	91,089,204	88,417,502	(2,671,702)	(2.9)%
Academic Support	174,319,676	229,690,780	228,490,627	(1,200,153)	(0.5)%
Student Services	85,416,902	92,214,572	93,103,486	888,914	1.0%
Institutional Support	106,100,100	120,477,676	120,673,034	195,358	0.2%
Scholarships & Fellowships	168,927,343	150,248,019	150,991,643	743,625	0.5%
Operation & Maintenance	138,869,788	125,927,520	126,177,090	249,570	0.2%
Subtotal Expenditures	<u>\$ 1,311,061,665</u>	<u>\$ 1,426,271,158</u>	<u>\$ 1,427,187,159</u>	<u>\$ 916,001</u>	<u>0.1%</u>
Mandatory Transfers	11,048,997	16,779,038	16,779,038	-	-
Non Mandatory Transfers	123,834,705	78,919,012	76,295,281	(2,623,731)	(3.3)%
Total Expenditures & Transfers	<u>\$ 1,445,945,367</u>	<u>\$ 1,521,969,208</u>	<u>\$ 1,520,261,478</u>	<u>\$ (1,707,730)</u>	<u>(0.1)%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 8,787,691</u>	<u>\$ (5,023)</u>	<u>\$ 1,207</u>	<u>\$ 6,230</u>	<u>(124.0)%</u>
<b>AUXILIARIES</b>					
Revenues	\$ 430,626,318	\$ 396,949,421	\$ 396,949,421	-	-
<b>Expenditures and Transfers</b>					
Expenditures	358,528,452	357,125,386	357,137,952	12,565	-
Mandatory Transfers	41,904,416	50,532,716	50,532,716	-	-
Non Mandatory Transfers	20,658,499	(10,708,682)	(10,720,040)	(11,358)	0.1%
Total Expenditures and Transfers	<u>\$ 421,091,367</u>	<u>\$ 396,949,421</u>	<u>\$ 396,950,628</u>	<u>\$ 1,207</u>	<u>-</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 9,534,951</u>	<u>\$ -</u>	<u>\$ (1,207)</u>	<u>\$ (1,207)</u>	<u>(376,230.0)%</u>
<b>TOTALS</b>					
Revenues	\$ 1,885,359,376	\$ 1,918,913,606	\$ 1,917,212,106	(1,701,500)	(0.1)%
<b>Expenditures and Transfers</b>					
Expenditures	1,669,590,116	1,783,396,544	1,784,325,110	928,566	0.1%
Mandatory Transfers	52,953,413	67,311,754	67,311,754	-	-
Non-Mandatory Transfers	144,493,204	68,210,331	65,575,242	(2,635,089)	(3.9)%
Total Expenditures and Transfers	<u>\$ 1,867,036,733</u>	<u>\$ 1,918,918,629</u>	<u>\$ 1,917,212,106</u>	<u>\$ (1,706,523)</u>	<u>(0.1)%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 18,322,642</u>	<u>\$ (5,023)</u>	<u>\$ -</u>	<u>\$ 5,023</u>	<u>(100.0)%</u>

## Expenses by Natural Classifications

*Unrestricted Current Operating Funds - Recurring*  
Knoxville Consolidated

	FY25	FY26	FY26	Change - Adopted to Revised	
	Actual	Adopted	Revised	Amount	%
<b>EDUCATIONAL AND GENERAL</b>					
<b>Salaries and Benefits</b>					
Salaries					
Faculty	\$ 269,011,956	\$ 301,900,707	\$ 302,603,117	\$ 702,410	0.2%
Staff	318,574,490	365,174,526	368,045,556	2,871,030	0.8%
Students & Graduate Assistants	54,674,527	56,554,940	57,187,020	632,080	1.1%
Salaries and Wages	\$ 643,148,738	\$ 723,630,173	\$ 727,835,693	\$ 4,205,520	0.6%
Fringe Benefits	213,166,725	230,635,129	223,800,514	(6,834,615)	(3.0)%
<b>Subtotal</b>	\$ 856,315,463	\$ 954,265,302	\$ 951,636,207	\$ (2,629,094)	(0.3)%
<b>Operating, Equipment, and Student Aid</b>					
Operating	218,223,328	244,359,744	244,314,453	(45,291)	-
Travel	22,470,625	15,360,391	15,811,794	451,403	2.9%
Student Aid	170,541,197	182,889,632	182,850,027	(39,605)	-
Equipment	43,511,052	26,369,389	26,392,659	23,270	0.1%
<b>Subtotal</b>	\$ 454,746,202	\$ 468,979,156	\$ 469,368,933	\$ 389,777	0.1%
<b>Total E&amp;G Expenditures</b>	\$ 1,311,061,665	\$ 1,423,244,458	\$ 1,421,005,141	\$ (2,239,317)	(0.2)%
<b>AUXILIARIES</b>					
<b>Salaries and Benefits</b>					
Salaries					
Faculty	\$ 418,051	-	-	-	-
Staff	90,145,316	101,008,312	101,018,328	10,015	-
Students & Graduate Assistants	7,852,439	7,098,332	7,098,332	-	-
Salaries and Wages	\$ 98,415,806	\$ 108,106,645	\$ 108,116,660	\$ 10,015	-
Fringe Benefits	25,968,208	21,793,149	21,412,797	(380,353)	(1.7)%
<b>Subtotal</b>	\$ 124,384,013	\$ 129,899,794	\$ 129,529,456	\$ (370,337)	(0.3)%
<b>Operating, Equipment, and Student Aid</b>					
Operating	185,046,280	178,628,612	179,011,514	382,903	0.2%
Travel	22,004,167	20,515,128	20,515,128	-	-
Student Aid	25,365,659	27,138,853	27,138,853	-	-
Equipment	1,728,333	943,000	943,000	-	-
<b>Subtotal</b>	\$ 234,144,438	\$ 227,225,593	\$ 227,608,495	\$ 382,903	0.2%
<b>Total Auxiliary Expenditures</b>	\$ 358,528,452	\$ 357,125,386	\$ 357,137,952	\$ 12,565	-

## Expenses by Natural Classifications

*Unrestricted Current Operating Funds - Recurring and NonRecurring*  
Knoxville Consolidated

	FY25	FY26	FY26	Change - Adopted to Revised	
	Actual	Adopted	Revised	Amount	%
<b>EDUCATIONAL AND GENERAL</b>					
<b>Salaries and Benefits</b>					
Salaries					
Faculty	\$ 269,011,956	\$ 301,900,707	\$ 302,562,451	\$ 661,744	0.2%
Staff	318,574,490	365,174,526	368,045,556	2,871,030	0.8%
Students & Graduate Assistants	54,674,527	56,554,940	57,187,020	632,080	1.1%
Salaries and Wages	\$ 643,148,738	\$ 723,630,173	\$ 727,795,027	\$ 4,164,854	0.6%
Fringe Benefits	213,166,725	230,635,129	223,800,514	(6,834,615)	(3.0)%
<b>Subtotal</b>	\$ 856,315,463	\$ 954,265,302	\$ 951,595,541	\$ (2,669,760)	(0.3)%
<b>Operating, Equipment, and Student Aid</b>					
Operating	218,223,328	244,359,744	246,845,000	2,485,256	1.0%
Travel	22,470,625	15,360,391	16,029,795	669,404	4.4%
Student Aid	170,541,197	183,416,332	183,622,735	206,403	0.1%
Equipment	43,511,052	28,869,389	29,094,087	224,698	0.8%
<b>Subtotal</b>	\$ 454,746,202	\$ 472,005,856	\$ 475,591,617	\$ 3,585,761	0.8%
<b>Total E&amp;G Expenditures</b>	\$ 1,311,061,665	\$ 1,426,271,158	\$ 1,427,187,159	\$ 916,001	0.1%
<b>AUXILIARIES</b>					
<b>Salaries and Benefits</b>					
Salaries					
Faculty	\$ 418,051	-	-	-	-
Staff	90,145,316	101,008,312	101,018,328	10,015	-
Students & Graduate Assistants	7,852,439	7,098,332	7,098,332	-	-
Salaries and Wages	\$ 98,415,806	\$ 108,106,645	\$ 108,116,660	\$ 10,015	-
Fringe Benefits	25,968,208	21,793,149	21,412,797	(380,353)	(1.7)%
<b>Subtotal</b>	\$ 124,384,013	\$ 129,899,794	\$ 129,529,456	\$ (370,337)	(0.3)%
<b>Operating, Equipment, and Student Aid</b>					
Operating	185,046,280	178,628,612	179,011,514	382,903	0.2%
Travel	22,004,167	20,515,128	20,515,128	-	-
Student Aid	25,365,659	27,138,853	27,138,853	-	-
Equipment	1,728,333	943,000	943,000	-	-
<b>Subtotal</b>	\$ 234,144,438	\$ 227,225,593	\$ 227,608,495	\$ 382,903	0.2%
<b>Total Auxiliary Expenditures</b>	\$ 358,528,452	\$ 357,125,386	\$ 357,137,952	\$ 12,565	-

**Auxiliary Budget Summary**

Unrestricted Current Auxiliary Funds- Recurring and Non-Recurring  
Knoxville Consolidated

Recurring and Non-Recurring	FY25	FY26	FY26	Change - Adopted to Revised	
	Actual	Adopted	Revised	Amount	%
<b>HOUSING</b>					
<b>Revenues</b>	\$ 71,724,205	\$ 63,349,720	\$ 63,349,720	-	-
<b>Expenditures and Transfers</b>					
Operating Expenses	44,866,360	46,403,694	46,403,694	-	-
Mandatory Transfers	17,240,029	18,479,893	18,479,893	-	-
Non Mandatory Transfers	8,145,420	(1,533,867)	(1,533,867)	-	-
Total Expenditures & Transfers	\$ 70,251,809	\$ 63,349,720	\$ 63,349,720	\$ -	-
<b>Fund Balance Addition/(Reduction)</b>	\$ 1,472,396	\$ -	\$ -	\$ -	-
<b>FOOD SERVICE</b>					
<b>Revenues</b>	\$ 11,788,056	\$ 15,443,591	\$ 15,443,591	-	-
<b>Expenditures and Transfers</b>					
Operating Expenses	6,171,708	8,338,357	8,350,923	12,565	0.2%
Mandatory Transfers	6,803,890	6,351,732	6,351,732	-	-
Non Mandatory Transfers	42,910	753,501	742,143	(11,358)	(1.5)%
Total Expenditures & Transfers	\$ 13,018,508	\$ 15,443,591	\$ 15,444,798	\$ 1,207	-
<b>Fund Balance Addition/(Reduction)</b>	\$ (1,230,452)	\$ -	\$ (1,207)	\$ (1,207)	(384,467.4)%
<b>PARKING</b>					
<b>Revenues</b>	\$ 15,667,640	\$ 15,972,646	\$ 15,972,646	-	-
<b>Expenditures and Transfers</b>					
Operating Expenses	8,814,521	11,660,734	11,660,734	-	-
Mandatory Transfers	5,128,154	5,009,941	5,009,941	-	-
Non Mandatory Transfers	470,029	(698,029)	(698,029)	-	-
Total Expenditures & Transfers	\$ 14,412,704	\$ 15,972,646	\$ 15,972,646	-	-
<b>Fund Balance Addition/(Reduction)</b>	\$ 1,254,936	\$ -	\$ -	-	-
<b>BOOKSTORES</b>					
<b>Revenues</b>	\$ 45,098,447	\$ 41,000,000	\$ 41,000,000	-	-
<b>Expenditures and Transfers</b>					
Operating Expenses	40,991,375	38,291,620	38,291,620	-	-
Mandatory Transfers	-	1,100,000	1,100,000	-	-
Non Mandatory Transfers	4,128,504	1,608,380	1,608,380	-	-
Total Expenditures & Transfers	\$ 45,119,879	\$ 41,000,000	\$ 41,000,000	-	-
<b>Fund Balance Addition/(Reduction)</b>	\$ (21,432)	\$ -	\$ -	-	-
<b>ATHLETICS</b>					
<b>Revenues</b>	\$ 286,347,971	\$ 261,183,464	\$ 261,183,464	-	-
<b>Expenditures and Transfers</b>					
Operating Expenses	257,679,073	252,243,715	252,243,715	-	-
Mandatory Transfers	12,732,343	19,591,150	19,591,150	-	-
Non Mandatory Transfers	7,850,292	(10,838,667)	(10,838,667)	-	-
Total Expenditures & Transfers	\$ 278,261,708	\$ 260,996,198	\$ 260,996,198	\$ -	-
<b>Fund Balance Addition/(Reduction)</b>	\$ 8,086,262	\$ 187,266	\$ 187,266	\$ -	-
<b>OTHER</b>					
<b>Expenditures and Transfers</b>					
Operating Expenses	5,415	187,266	187,266	-	-
Non Mandatory Transfers	21,344	-	-	-	-
Total Expenditures & Transfers	\$ 26,759	\$ 187,266	\$ 187,266	\$ -	-
<b>Fund Balance Addition/(Reduction)</b>	\$ (26,759)	\$ (187,266)	\$ (187,266)	\$ -	-
<b>TOTAL</b>					
<b>Revenues</b>	\$ 430,626,318	\$ 396,949,421	\$ 396,949,421	-	-
<b>Expenditures and Transfers</b>					
Operating Expenses	358,528,452	357,125,386	357,137,952	12,565	-
Mandatory Transfers	41,904,416	50,532,716	50,532,716	-	-
Non Mandatory Transfers	20,658,499	(10,708,682)	(10,720,040)	(11,358)	0.1%
Total Expenditures and Transfers	\$ 421,091,367	\$ 396,949,421	\$ 396,950,628	\$ 1,207	-
<b>Fund Balance Addition/(Reduction)</b>	\$ 9,534,951	\$ -	\$ (1,207)	\$ (1,207)	(376,230.0)%

**Athletics**  
 Unrestricted and Restricted Current Funds  
 Knoxville Campus  
 FY 2025-26 Revised Budget

	FY 2024-25 Actual	FY 2025-26 Adopted	FY 2025-26 Revised	Change	
				FY26 Adopted to FY26 Revised Amount	%
<b>Revenues</b>					
General Funds					
Student Fees for Athletics	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ -	-
Ticket Sales	62,145,120	54,022,547	54,022,547	-	-
Gifts	121,225,331	81,012,373	81,012,373	-	-
Other*	114,573,699	126,408,544	126,408,544	-	-
Total Revenues	<u>\$ 298,944,150</u>	<u>\$ 262,443,464</u>	<u>\$ 262,443,464</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Expenditures and Transfers</b>					
Salaries and Benefits	\$ 94,122,559	\$ 100,010,865	\$ 99,752,165	\$ (258,700)	-0.3%
Travel	22,226,236	20,212,678	20,212,678	-	0.0%
Student Aid	25,040,327	27,348,853	27,270,853	(78,000)	-0.3%
Other Operating	118,366,352	106,118,585	106,455,285	336,700	0.3%
Subtotal Expenditures	<u>\$ 259,755,474</u>	<u>\$ 253,690,981</u>	<u>\$ 253,690,981</u>	<u>\$ -</u>	<u>0.0%</u>
Debt Service Transfers	12,732,343	19,591,150	19,591,150	-	0.0%
Other Transfers	7,850,292	(10,838,667)	(10,838,667)	-	0.0%
Total Expenditures and Transfers	<u>\$ 280,338,109</u>	<u>\$ 262,443,464</u>	<u>\$ 262,443,464</u>	<u>\$ -</u>	<u>0.0%</u>
<b>Fund Balance Addition / (Reduction)</b>	<u>\$ 18,606,041</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>0.0%</u>

\*Includes unrestricted and restricted funds. Other revenue sources include NCAA conference income, tournament income, program sales, concessions, parking, broadcasting, television, radio, internet, endowments, investments, royalties, advertisements, sponsorships, game guarantees, licensing fees, and sports camps.

**Current Operating Funds by Fund Group- Unrestricted and Restricted***Current Operating Funds - Recurring and NonRecurring*

Knoxville Consolidated

FY26 Revised

	Unrestricted E&G	Unrestricted Auxiliaries	Restricted Funds	Total Revenues
<b>Revenues</b>				
Tuition and Fees	\$ 874,593,475	-	- \$	874,593,475
State Appropriations	521,440,322	-	13,028,002	534,468,324
Sales & Services	47,355,300	-	-	47,355,300
Grants & Contracts	47,903,264	-	360,517,000	408,420,264
Other Sources	28,970,324	396,949,421	60,321,000	486,240,745
Total Revenues	\$ 1,520,262,685	\$ 396,949,421	\$ 433,866,002	\$ 2,351,078,108
<b>Expenditures and Transfers</b>				
Instruction	446,339,555	-	19,898,000	466,237,555
Research	172,994,222	-	162,385,096	335,379,318
Public Service	88,417,502	-	94,838,549	183,256,051
Academic Support	228,490,627	-	13,310,500	241,801,127
Student Services	93,103,486	-	800,500	93,903,986
Institutional Support	120,673,034	-	1,027,000	121,700,034
Scholarships & Fellowships	150,991,643	-	139,781,908	290,773,551
Auxiliaries	-	357,137,952	260,000	357,397,952
Operation & Maintenance	126,177,090	-	530,000	126,707,090
Subtotal Expenditures	\$ 1,427,187,159	\$ 357,137,952	\$ 432,831,553	\$ 2,217,156,663
Mandatory Transfers	16,779,038	50,532,716	-	67,311,754
Non Mandatory Transfers	76,295,281	(10,720,040)	-	65,575,242
Total Expenditures and Transfers	\$ 1,520,261,478	\$ 396,950,628	\$ 432,831,553	\$ 2,350,043,659
<b>Net Asset Addition/Reduction</b>	\$ 1,207	\$ (1,207)	\$ 1,034,449	\$ 1,034,449

**Current Operating Funds- Unrestricted and Restricted**

*Current Operating Funds - Recurring and Non-Recurring*  
Knoxville Consolidated

	FY25 Actual			FY26 Adopted			FY26 Revised		
	Unrestricted E&G	Restricted E&G	Total	Unrestricted E&G	Restricted E&G	Total	Unrestricted E&G	Restricted E&G	Total
<b>EDUCATIONAL AND GENERAL</b>									
<b>Revenues</b>									
Tuition and Fees	\$ 812,847,744	- \$	812,847,744	\$ 874,593,475	- \$	874,593,475	\$ 874,593,475	- \$	874,593,475
State Appropriations	492,788,922	11,459,086	504,248,008	523,146,822	12,965,547	536,112,369	521,440,322	13,028,002	534,468,324
Sales & Services	56,094,911	163,432	56,258,343	47,350,300	-	47,350,300	47,355,300	-	47,355,300
Grants & Contracts	53,781,333	413,811,400	467,592,733	47,903,264	352,253,018	400,156,282	47,903,264	360,517,000	408,420,264
Other Sources	39,220,148	65,357,362	104,577,509	28,970,324	57,065,050	86,035,374	28,970,324	60,061,000	89,031,324
Total Revenue	\$ 1,454,733,057	\$ 490,791,280	\$ 1,945,524,337	\$ 1,521,964,185	\$ 422,283,615	\$ 1,944,247,800	\$ 1,520,262,685	\$ 433,606,002	\$ 1,953,868,687
<b>Expenditures and Transfers</b>									
Instruction	\$ 374,363,635	\$ 17,961,958	\$ 392,325,593	\$ 446,802,799	\$ 18,003,000	\$ 464,805,799	\$ 446,339,555	\$ 19,898,000	\$ 466,237,555
Research	179,316,583	163,021,334	342,337,917	169,820,588	159,395,208	329,215,796	172,994,222	162,385,096	335,379,318
Public Service	83,747,638	95,291,739	179,039,377	91,089,204	85,536,849	176,626,053	88,417,502	94,838,549	183,256,051
Academic Support	174,319,676	17,450,243	191,769,919	229,690,780	12,739,000	242,429,780	228,490,627	13,310,500	241,801,127
Student Services	85,416,902	860,023	86,276,925	92,214,572	852,000	93,066,572	93,103,486	800,500	93,903,986
Institutional Support	106,100,100	966,257	107,066,357	120,477,676	1,202,000	121,679,676	120,673,034	1,027,000	121,700,034
Scholarships & Fellowships	168,927,343	151,697,377	320,624,721	150,248,019	144,013,908	294,261,927	150,991,643	139,781,908	290,773,551
Operation & Maintenance	138,869,788	301,038	139,170,826	125,927,520	506,600	126,434,120	126,177,090	530,000	126,707,090
Subtotal Expenditures	\$ 1,311,061,665	\$ 447,549,969	\$ 1,758,611,633	\$ 1,426,271,158	\$ 422,248,565	\$ 1,848,519,723	\$ 1,427,187,159	\$ 432,571,553	\$ 1,859,758,712
Mandatory Transfers	11,048,997	-	11,048,997	16,779,038	-	16,779,038	16,779,038	-	16,779,038
Non Mandatory Transfers	123,834,705	-	123,834,705	78,919,012	-	78,919,012	76,295,281	-	76,295,281
Total Expenditures & Transfers	\$ 1,445,945,367	\$ 447,549,969	\$ 1,893,495,335	\$ 1,521,969,208	\$ 422,248,565	\$ 1,944,217,773	\$ 1,520,261,478	\$ 432,571,553	\$ 1,952,833,031
<b>Net Asset Addition/(Reduction)</b>	\$ 8,787,691	\$ 43,241,311	\$ 52,029,002	\$ (5,023)	\$ 35,050	\$ 30,026	\$ 1,207	\$ 1,034,449	\$ 1,035,656
<b>AUXILIARIES</b>									
Revenues	\$ 430,626,318	\$ 11,605,126	\$ 442,231,444	\$ 396,949,421	\$ 260,000	\$ 397,209,421	\$ 396,949,421	\$ 260,000	\$ 397,209,421
<b>Expenditures and Transfers</b>									
Expenditures	358,528,452	988,826	359,517,278	357,125,386	260,000	357,385,386	357,137,952	260,000	357,397,952
Mandatory Transfers	41,904,416	-	41,904,416	50,532,716	-	50,532,716	50,532,716	-	50,532,716
Non Mandatory Transfers	20,658,499	-	20,658,499	(10,708,682)	-	(10,708,682)	(10,720,040)	-	(10,720,040)
Total Expenditures and Transfers	\$ 421,091,367	\$ 988,826	\$ 422,080,193	\$ 396,949,421	\$ 260,000	\$ 397,209,421	\$ 396,950,628	\$ 260,000	\$ 397,210,628
<b>Net Asset Addition/(Reduction)</b>	\$ 9,534,951	\$ 10,616,300	\$ 20,151,252	\$ -	\$ -	\$ -	\$ (1,207)	\$ -	\$ (1,207)
<b>TOTALS</b>									
Revenues	\$ 1,885,359,376	\$ 502,396,406	\$ 2,387,755,781	\$ 1,918,913,606	\$ 422,543,615	\$ 2,341,457,221	\$ 1,917,212,106	\$ 433,866,002	\$ 2,351,078,108
<b>Expenditures and Transfers</b>									
Operating Expenses	1,669,590,116	448,538,795	2,118,128,911	1,783,396,544	422,508,565	2,205,905,110	1,784,325,110	432,831,553	2,217,156,663
Mandatory Transfers	52,953,413	-	52,953,413	67,311,754	-	67,311,754	67,311,754	-	67,311,754
Non Mandatory Transfers	144,493,204	-	144,493,204	68,210,331	-	68,210,331	65,575,242	-	65,575,242
Total Expenditures and Transfers	\$ 1,867,036,733	\$ 448,538,795	\$ 2,315,575,528	\$ 1,918,918,629	\$ 422,508,565	\$ 2,341,427,194	\$ 1,917,212,106	\$ 432,831,553	\$ 2,350,043,659
<b>Net Asset Addition/(Reduction)</b>	\$ 18,322,642	\$ 53,857,611	\$ 72,180,253	\$ (5,023)	\$ 35,050	\$ 30,027	\$ -	\$ 1,034,449	\$ 1,034,449

## Unrestricted Current Operating Funds

Chattanooga Campus  
FY26 Revised

	Recurring	Non-Recurring	Total
<b>EDUCATIONAL AND GENERAL</b>			
<b>Revenues</b>			
Tuition and Fees	\$ 142,720,686	\$ 112,035	\$ 142,832,721
State Appropriations	85,382,305	147,100	85,529,405
Sales & Services	5,467,434	-	5,467,434
Grants & Contracts	1,479,400	-	1,479,400
Other Sources	257,800	-	257,800
Total Revenues	\$ 235,307,625	\$ 259,135	\$ 235,566,760
<b>Expenditures and Transfers</b>			
Instruction	\$ 92,978,070	\$ 10,233,458	\$ 103,211,528
Research	6,142,337	1,140,508	7,282,845
Public Service	4,389,592	52,266	4,441,858
Academic Support	24,889,733	1,679,401	26,569,134
Student Services	35,747,949	61,083	35,809,032
Institutional Support	19,984,581	-	19,984,581
Scholarships & Fellowships	20,497,459	147,095	20,644,554
Operation & Maintenance	22,965,344	43,325	23,008,669
Subtotal Expenditures	\$ 227,595,065	\$ 13,357,136	\$ 240,952,201
Mandatory Transfers	5,143,716	-	5,143,716
Non Mandatory Transfers	2,557,958	(13,087,115)	(10,529,157)
Total Expenditures & Transfers	\$ 235,296,739	\$ 270,021	\$ 235,566,760
<b>Net Asset Addition/(Reduction)</b>	\$ 10,886	\$ (10,886)	-
<b>AUXILIARIES</b>			
<b>Revenues</b>			
Revenues	\$ 28,693,756	-	\$ 28,693,756
<b>Expenditures and Transfers</b>			
Expenditures	21,445,140	-	21,445,140
Mandatory Transfers	5,493,430	-	5,493,430
Non Mandatory Transfers	1,755,186	-	1,755,186
Total Expenditures and Transfers	\$ 28,693,756	-	\$ 28,693,756
<b>Net Asset Addition/(Reduction)</b>	\$ -	-	-
<b>TOTALS</b>			
Revenues	\$ 264,001,381	\$ 259,135	\$ 264,260,516
<b>Expenditures and Transfers</b>			
Expenditures	249,040,205	13,357,136	262,397,341
Mandatory Transfers	10,637,146	-	10,637,146
Non-Mandatory Transfers	4,313,144	(13,087,115)	(8,773,971)
Total Expenditures and Transfers	\$ 263,990,495	\$ 270,021	\$ 264,260,516
<b>Net Asset Addition/(Reduction)</b>	\$ 10,886	\$ (10,886)	-

## Unrestricted Net Asset Summary

*Current Funds, Revenues, Expenditures, and Transfers*  
Chattanooga Campus

	Unrestricted E&G	Unrestricted Auxiliary	Total Unrestricted
<b>FY26 Budget Revised</b>			
<b>Beginning Fund Balance</b>	<b>\$ 17,685,585</b>	<b>\$ 4,838,770</b>	<b>\$ 22,524,355</b>
Revenues	\$ 235,566,760	\$ 28,693,756	\$ 264,260,516
Expenditures	240,952,201	21,445,140	262,397,341
Transfers	(5,385,441)	7,248,616	1,863,175
<b>Total Expenditures &amp; Transfers</b>	<b>\$ 235,566,760</b>	<b>\$ 28,693,756</b>	<b>\$ 264,260,516</b>
<b>Total Ending Fund Balance</b>	<b>\$ 17,685,585</b>	<b>\$ 4,838,770</b>	<b>\$ 22,524,355</b>
Allocations:			
Working Capital	7,169,596	3,787,997	10,957,593
Revolving Funds	-	773	773
Encumbrances	1,265,989	-	1,265,989
Unallocated	9,250,000	1,050,000	10,300,000
<i>Unallocated as % of Expenses + Transfers</i>	3.9%	3.7%	3.9%

**Unrestricted Net Assets** are funds carried forward to be used during the following fiscal year. They include funds allocated to specific purposes (working capital, revolving funds, encumbrances, and reappropriations) and unallocated funds available for short term contingencies.

**Working capital** – provides sufficient liquidity to fund accounts receivable, inventories, and petty cash. These are required by state regulations and are considered non-expendable during the fiscal year.

**Revolving funds** – fund balances tied to revenue-generating units (e.g., service centers, motor pools, conference centers, medical clinics) and university wide cost-distribution models (e.g., unemployment compensation, workers compensation liabilities, claims liabilities, etc.).

**Encumbrances** – funds carried over for commitments for purchases of goods and services that were not received before the close of the fiscal year. They are fully expended during the fiscal year.

**Reappropriations** – funds carried forward for specific programs and initiatives. The most common example is a project that was planned for the previous fiscal year but delayed until the next fiscal year. They are fully expended during the fiscal year.

**Unallocated Reserves** – contingency funds available to respond to fluctuations in revenues and expenditures. The unallocated reserve for E&G operations is limited to 2% to 5% of total expenditures and transfers; the auxiliary target range is 3% to 5% of expenditures and transfers.

**Current Operating Budget Summary**  
*Unrestricted Current Operating Funds - Recurring*  
 Chattanooga Campus

UNRESTRICTED FUNDS Recurring	FY25	FY26	FY26	Change - Adopted to Revised	
	Actual	Adopted	Revised	Amount	%
<b>EDUCATIONAL AND GENERAL</b>					
<b>Revenues</b>					
Tuition and Fees	\$ 145,224,887	\$ 141,364,622	\$ 142,720,686	1,356,064	1.0%
State Appropriations	83,442,205	85,736,505	85,382,305	(354,200)	(0.4)%
Sales & Services	7,910,563	5,347,434	5,467,434	120,000	2.2%
Grants & Contracts	1,492,396	1,479,400	1,479,400	-	-
Other Sources	231,012	257,800	257,800	-	-
Revenues	<u>\$ 238,301,063</u>	<u>\$ 234,185,761</u>	<u>\$ 235,307,625</u>	<u>\$ 1,121,864</u>	<u>0.5%</u>
<b>Expenditures and Transfers</b>					
Instruction	\$ 92,305,375	\$ 96,736,272	\$ 92,978,070	(3,758,202)	(3.9)%
Research	6,341,223	6,127,181	6,142,337	15,155	0.2%
Public Service	3,345,571	4,390,548	4,389,592	(956)	-
Academic Support	22,478,723	21,580,796	24,889,733	3,308,938	15.3%
Student Services	35,616,829	34,920,257	35,747,949	827,692	2.4%
Institutional Support	18,986,986	19,951,129	19,984,581	33,451	0.2%
Scholarships & Fellowships	19,845,956	20,497,459	20,497,459	-	-
Operation & Maintenance	26,640,948	22,269,558	22,965,344	695,786	3.1%
Subtotal Expenditures	<u>\$ 225,561,610</u>	<u>\$ 226,473,200</u>	<u>\$ 227,595,065</u>	<u>\$ 1,121,865</u>	<u>0.5%</u>
Mandatory Transfers	3,718,694	5,143,716	5,143,716	-	-
Non Mandatory Transfers	5,987,352	2,557,958	2,557,958	-	-
Total Expenditures & Transfers	<u>\$ 235,267,657</u>	<u>\$ 234,174,874</u>	<u>\$ 235,296,739</u>	<u>\$ 1,121,865</u>	<u>0.5%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 3,033,407</u>	<u>\$ 10,887</u>	<u>\$ 10,886</u>	<u>(1)</u>	<u>-</u>
<b>AUXILIARIES</b>					
Revenues	\$ 26,130,261	\$ 28,693,756	\$ 28,693,756	-	-
<b>Expenditures and Transfers</b>					
Expenditures	16,405,168	21,445,141	21,445,140	(1)	-
Mandatory Transfers	5,136,111	5,493,430	5,493,430	-	-
Non Mandatory Transfers	2,089,171	1,755,186	1,755,186	-	-
Total Expenditures and Transfers	<u>\$ 23,630,450</u>	<u>\$ 28,693,757</u>	<u>\$ 28,693,756</u>	<u>(1)</u>	<u>-</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 2,499,811</u>	<u>\$ (1)</u>	<u>\$ -</u>	<u>1</u>	<u>(106.5)%</u>
<b>TOTALS</b>					
Revenues	\$ 264,431,325	\$ 262,879,517	\$ 264,001,381	1,121,864	0.4%
<b>Expenditures and Transfers</b>					
Expenditures	241,966,779	247,918,340	249,040,205	1,121,865	0.5%
Mandatory Transfers	8,854,805	10,637,146	10,637,146	-	-
Non-Mandatory Transfers	8,076,524	4,313,144	4,313,144	-	-
Total Expenditures and Transfers	<u>\$ 258,898,107</u>	<u>\$ 262,868,630</u>	<u>\$ 263,990,495</u>	<u>\$ 1,121,865</u>	<u>0.4%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 5,533,218</u>	<u>\$ 10,887</u>	<u>\$ 10,886</u>	<u>(1)</u>	<u>-</u>

**Current Operating Budget Summary**  
*Unrestricted Current Operating Funds - Recurring and NonRecurring*  
 Chattanooga Campus

UNRESTRICTED FUNDS	FY25		FY26		Change - Adopted to Revised	
Recurring and NonRecurring	Actual	Adopted	Revised	Amount	%	
<b>EDUCATIONAL AND GENERAL</b>						
<b>Revenues</b>						
Tuition and Fees	\$ 145,224,887	\$ 141,364,622	\$ 142,832,721	1,468,099	1.0%	
State Appropriations	83,442,205	85,912,905	85,529,405	(383,500)	(0.4)%	
Sales & Services	7,910,563	5,347,434	5,467,434	120,000	2.2%	
Grants & Contracts	1,492,396	1,479,400	1,479,400	-	-	
Other Sources	231,012	257,800	257,800	-	-	
Revenues	<u>\$ 238,301,063</u>	<u>\$ 234,362,161</u>	<u>\$ 235,566,760</u>	<u>\$ 1,204,599</u>	<u>0.5%</u>	
<b>Expenditures and Transfers</b>						
Instruction	\$ 92,305,375	\$ 101,944,177	\$ 103,211,528	1,267,351	1.2%	
Research	6,341,223	7,592,703	7,282,845	(309,859)	(4.1)%	
Public Service	3,345,571	4,390,548	4,441,858	51,310	1.2%	
Academic Support	22,478,723	22,140,072	26,569,134	4,429,063	20.0%	
Student Services	35,616,829	34,920,257	35,809,032	888,775	2.5%	
Institutional Support	18,986,986	19,951,129	19,984,581	33,451	0.2%	
Scholarships & Fellowships	19,845,956	20,673,854	20,644,554	(29,300)	(0.1)%	
Operation & Maintenance	26,640,948	22,280,450	23,008,669	728,219	3.3%	
Subtotal Expenditures	<u>\$ 225,561,610</u>	<u>\$ 233,893,190</u>	<u>\$ 240,952,201</u>	<u>\$ 7,059,011</u>	<u>3.0%</u>	
Mandatory Transfers	3,718,694	5,143,716	5,143,716	-	-	
Non Mandatory Transfers	5,987,352	(4,674,745)	(10,529,157)	(5,854,412)	125.2%	
Total Expenditures & Transfers	<u>\$ 235,267,657</u>	<u>\$ 234,362,161</u>	<u>\$ 235,566,760</u>	<u>\$ 1,204,599</u>	<u>0.5%</u>	
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 3,033,407</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>(42.1)%</u>	
<b>AUXILIARIES</b>						
Revenues	\$ 26,130,261	\$ 28,693,756	\$ 28,693,756	-	-	
<b>Expenditures and Transfers</b>						
Expenditures	16,405,168	21,445,141	21,445,140	(1)	-	
Mandatory Transfers	5,136,111	5,493,430	5,493,430	-	-	
Non Mandatory Transfers	2,089,171	1,755,186	1,755,186	-	-	
Total Expenditures and Transfers	<u>\$ 23,630,450</u>	<u>\$ 28,693,757</u>	<u>\$ 28,693,756</u>	<u>(1)</u>	<u>-</u>	
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 2,499,811</u>	<u>\$ (1)</u>	<u>\$ -</u>	<u>1</u>	<u>(106.5)%</u>	
<b>TOTALS</b>						
Revenues	\$ 264,431,325	\$ 263,055,917	\$ 264,260,516	1,204,599	0.5%	
<b>Expenditures and Transfers</b>						
Expenditures	241,966,779	255,338,330	262,397,341	7,059,011	2.8%	
Mandatory Transfers	8,854,805	10,637,146	10,637,146	-	-	
Non-Mandatory Transfers	8,076,524	(2,919,559)	(8,773,971)	(5,854,412)	200.5%	
Total Expenditures and Transfers	<u>\$ 258,898,107</u>	<u>\$ 263,055,917</u>	<u>\$ 264,260,516</u>	<u>\$ 1,204,599</u>	<u>0.5%</u>	
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 5,533,218</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>(185.0)%</u>	

## Expenses by Natural Classifications

*Unrestricted Current Operating Funds - Recurring  
Chattanooga Campus*

	FY25	FY26	FY26	Change - Adopted to Revised	
	Actual	Adopted	Revised	Amount	%
<b>EDUCATIONAL AND GENERAL</b>					
<b>Salaries and Benefits</b>					
Salaries					
Faculty	\$ 57,898,821	\$ 61,110,160	\$ 60,072,111	\$ (1,038,049)	(1.7)%
Staff	55,886,446	57,670,443	59,708,290	2,037,846	3.5%
Students & Graduate Assistants	4,308,084	1,466,591	1,339,259	(127,332)	(8.7)%
Salaries and Wages	\$ 117,219,371	\$ 120,247,194	\$ 121,119,660	\$ 872,465	0.7%
Fringe Benefits	40,818,727	43,113,184	43,599,934	486,751	1.1%
<b>Subtotal</b>	\$ 158,038,098	\$ 163,360,378	\$ 164,719,594	\$ 1,359,216	0.8%
<b>Operating, Equipment, and Student Aid</b>					
Operating	39,087,884	36,939,092	36,487,277	(451,815)	(1.2)%
Travel	3,450,678	1,748,241	1,754,459	6,218	0.4%
Student Aid	22,510,664	23,334,250	23,532,496	198,246	0.8%
Equipment	2,474,286	1,091,239	1,101,239	10,000	0.9%
<b>Subtotal</b>	\$ 67,523,512	\$ 63,112,822	\$ 62,875,471	\$ (237,351)	(0.4)%
<b>Total E&amp;G Expenditures</b>	\$ 225,561,610	\$ 226,473,200	\$ 227,595,065	\$ 1,121,865	0.5%
<b>AUXILIARIES</b>					
<b>Salaries and Benefits</b>					
Salaries					
Faculty	\$ 1,060	-	-	-	-
Staff	4,499,110	5,127,720	5,131,873	4,153	0.1%
Students & Graduate Assistants	530,246	162,098	155,348	(6,750)	(4.2)%
Salaries and Wages	\$ 5,030,416	\$ 5,289,818	\$ 5,287,221	\$ (2,597)	-
Fringe Benefits	1,649,701	1,603,219	1,577,840	(25,380)	(1.6)%
<b>Subtotal</b>	\$ 6,680,116	\$ 6,893,038	\$ 6,865,061	\$ (27,977)	(0.4)%
<b>Operating, Equipment, and Student Aid</b>					
Operating	9,348,031	14,148,603	14,176,579	27,976	0.2%
Travel	83,779	7,000	7,000	-	-
Student Aid	252,990	394,000	394,000	-	-
Equipment	40,252	2,500	2,500	-	-
<b>Subtotal</b>	\$ 9,725,052	\$ 14,552,103	\$ 14,580,079	\$ 27,976	0.2%
<b>Total Auxiliary Expenditures</b>	\$ 16,405,168	\$ 21,445,141	\$ 21,445,140	\$ (1)	-

**Expenses by Natural Classifications**  
*Unrestricted Current Operating Funds - Recurring and NonRecurring*  
 Chattanooga Campus

	FY25	FY26	FY26	Change - Adopted to Revised	
	Actual	Adopted	Revised	Amount	%
<b>EDUCATIONAL AND GENERAL</b>					
<b>Salaries and Benefits</b>					
Salaries					
Faculty	\$ 57,898,821	\$ 61,110,160	\$ 60,072,111	\$ (1,038,049)	(1.7)%
Staff	55,886,446	57,670,443	59,708,290	2,037,846	3.5%
Students & Graduate Assistants	4,308,084	1,466,591	1,339,259	(127,332)	(8.7)%
Salaries and Wages	\$ 117,219,371	\$ 120,247,194	\$ 121,119,660	\$ 872,465	0.7%
Fringe Benefits	40,818,727	43,113,184	43,599,934	486,751	1.1%
<b>Subtotal</b>	<b>\$ 158,038,098</b>	<b>\$ 163,360,378</b>	<b>\$ 164,719,594</b>	<b>\$ 1,359,216</b>	<b>0.8%</b>
<b>Operating, Equipment, and Student Aid</b>					
Operating	39,087,884	44,182,687	49,594,113	5,411,426	12.2%
Travel	3,450,678	1,748,241	1,928,964	180,723	10.3%
Student Aid	22,510,664	23,510,645	23,590,291	79,646	0.3%
Equipment	2,474,286	1,091,239	1,119,239	28,000	2.6%
<b>Subtotal</b>	<b>\$ 67,523,512</b>	<b>\$ 70,532,812</b>	<b>\$ 76,232,607</b>	<b>\$ 5,699,795</b>	<b>8.1%</b>
<b>Total E&amp;G Expenditures</b>	<b>\$ 225,561,610</b>	<b>\$ 233,893,190</b>	<b>\$ 240,952,201</b>	<b>\$ 7,059,011</b>	<b>3.0%</b>
<b>AUXILIARIES</b>					
<b>Salaries and Benefits</b>					
Salaries					
Faculty	\$ 1,060	-	-	-	-
Staff	4,499,110	5,127,720	5,131,873	4,153	0.1%
Students & Graduate Assistants	530,246	162,098	155,348	(6,750)	(4.2)%
Salaries and Wages	\$ 5,030,416	\$ 5,289,818	\$ 5,287,221	\$ (2,597)	-
Fringe Benefits	1,649,701	1,603,219	1,577,840	(25,380)	(1.6)%
<b>Subtotal</b>	<b>\$ 6,680,116</b>	<b>\$ 6,893,038</b>	<b>\$ 6,865,061</b>	<b>\$ (27,977)</b>	<b>(0.4)%</b>
<b>Operating, Equipment, and Student Aid</b>					
Operating	9,348,031	14,148,603	14,176,579	27,976	0.2%
Travel	83,779	7,000	7,000	-	-
Student Aid	252,990	394,000	394,000	-	-
Equipment	40,252	2,500	2,500	-	-
<b>Subtotal</b>	<b>\$ 9,725,052</b>	<b>\$ 14,552,103</b>	<b>\$ 14,580,079</b>	<b>\$ 27,976</b>	<b>0.2%</b>
<b>Total Auxiliary Expenditures</b>	<b>\$ 16,405,168</b>	<b>\$ 21,445,141</b>	<b>\$ 21,445,140</b>	<b>\$ (1)</b>	<b>-</b>

**Auxiliary Budget Summary**  
*Unrestricted Current Auxiliary Funds- Recurring and Non-Recurring*  
 Chattanooga Campus

Recurring and Non-Recurring	FY25	FY26	FY26	Change - Adopted to Revised	
	Actual	Adopted	Revised	Amount	%
<b>HOUSING</b>					
<b>Revenues</b>	\$ 18,789,152	\$ 22,007,735	\$ 22,007,735	-	-
<b>Expenditures and Transfers</b>					
Operating Expenses	12,902,747	16,478,271	16,478,271	-	-
Mandatory Transfers	4,031,966	4,265,896	4,265,896	-	-
Non Mandatory Transfers	1,845,681	1,263,568	1,263,568	-	-
Total Expenditures & Transfers	\$ 18,780,395	\$ 22,007,735	\$ 22,007,735	-	-
<b>Fund Balance Addition/(Reduction)</b>	\$ 8,757	\$ -	\$ -	-	(125.8)%
<b>FOOD SERVICE</b>					
<b>Revenues</b>	\$ 1,989,587	\$ 1,351,054	\$ 1,351,054	-	-
<b>Expenditures and Transfers</b>					
Operating Expenses	248,612	1,223,571	1,223,571	-	-
Non Mandatory Transfers	1,741,805	127,483	127,483	-	-
Total Expenditures & Transfers	\$ 1,990,417	\$ 1,351,054	\$ 1,351,054	-	-
<b>Fund Balance Addition/(Reduction)</b>	\$ (830)	\$ -	\$ -	-	-
<b>PARKING</b>					
<b>Revenues</b>	\$ 3,812,496	\$ 4,466,167	\$ 4,466,167	-	-
<b>Expenditures and Transfers</b>					
Operating Expenses	1,919,562	3,123,051	3,123,051	-	-
Mandatory Transfers	1,104,144	1,118,116	1,118,116	-	-
Non Mandatory Transfers	1,004,309	225,000	225,000	-	-
Total Expenditures & Transfers	\$ 4,028,014	\$ 4,466,167	\$ 4,466,167	-	-
<b>Fund Balance Addition/(Reduction)</b>	\$ (215,519)	\$ -	\$ -	-	(81.3)%
<b>BOOKSTORES</b>					
<b>Revenues</b>	\$ 501,844	\$ 500,000	\$ 500,000	-	-
<b>Expenditures and Transfers</b>					
Operating Expenses	130,586	251,447	251,447	-	-
Mandatory Transfers	-	109,418	109,418	-	-
Non Mandatory Transfers	371,578	139,135	139,135	-	-
Total Expenditures & Transfers	\$ 502,163	\$ 500,000	\$ 500,000	-	-
<b>Fund Balance Addition/(Reduction)</b>	\$ (319)	\$ -	\$ -	-	-
<b>OTHER</b>					
<b>Revenues</b>	\$ 897,780	\$ 368,800	\$ 368,800	-	-
<b>Expenditures and Transfers</b>					
Operating Expenses	1,203,662	368,800	368,800	(1)	-
Non Mandatory Transfers	(2,874,200)	-	-	-	-
Total Expenditures & Transfers	\$ (1,670,539)	\$ 368,800	\$ 368,800	(1)	-
<b>Fund Balance Addition/(Reduction)</b>	\$ 2,568,319	\$ -	\$ -	1	(146.8)%
<b>TOTAL</b>					
<b>Revenues</b>	\$ 25,990,858	\$ 28,693,756	\$ 28,693,756	-	-
<b>Expenditures and Transfers</b>					
Operating Expenses	16,405,168	21,445,141	21,445,140	(1)	-
Mandatory Transfers	5,136,111	5,493,430	5,493,430	-	-
Non Mandatory Transfers	2,089,171	1,755,186	1,755,186	-	-
Total Expenditures and Transfers	\$ 23,630,450	\$ 28,693,757	\$ 28,693,756	(1)	-
<b>Fund Balance Addition/(Reduction)</b>	\$ 2,360,408	\$ (1)	\$ -	1	(106.5)%

**Athletics**  
 Unrestricted and Restricted Current Funds  
 Chattanooga Campus  
 FY 2025-26 Revised Budget

	FY 2023-24 Actual	FY 2024-25 Budget	FY 2025-26 Proposed	Change	
				FY25 to FY26 Budget Amount	%
<b>Revenues</b>					
General Funds	\$ 11,459,924	\$ 11,532,431	\$ 11,532,431	\$ -	0.0%
Student Fees for Athletics	825,682	1,705,716	1,705,716	-	0.0%
Athletic Fees	5,406,018	5,334,663	5,334,663	-	0.0%
Ticket Sales	886,767	870,023	870,023	-	0.0%
Gifts	3,060,685	2,000,000	2,000,000	-	0.0%
Other*	3,643,729	1,945,000	2,245,000	300,000	15.42%
<b>Total Revenues</b>	<b>\$ 25,282,805</b>	<b>\$ 23,387,833</b>	<b>\$ 23,687,833</b>	<b>300,000</b>	<b>1.28%</b>
<b>Expenditures and Transfers</b>					
Salaries and Benefits	\$ 9,625,101	\$ 9,141,177	\$ 9,141,177	-	0.0%
Travel	1,475,149	1,506,893	1,506,893	-	0.0%
Student Aid	6,091,582	6,409,782	6,409,782	-	0.0%
Other Operating	7,101,410	4,454,265	4,754,265	300,000	6.74%
<b>Subtotal Expenditures</b>	<b>\$ 24,293,242</b>	<b>\$ 21,512,117</b>	<b>\$ 21,812,117</b>	<b>300,000</b>	<b>1.39%</b>
Debt Service Transfers	989,563	1,875,716	1,875,716	-	0.0%
Other Transfers	-	-	-	-	-
<b>Total Expenditures and Transfers</b>	<b>\$ 25,282,805</b>	<b>\$ 23,387,833</b>	<b>\$ 23,687,833</b>	<b>\$ 300,000</b>	<b>1.28%</b>
<b>Fund Balance Addition / (Reduction)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>-</b>

\*Includes unrestricted and restricted funds. Other revenue sources include NCAA conference income, tournament income, program sales, concessions, parking, broadcasting, television, radio, internet, endowments, investments, royalties, advertisements, sponsorships, game guarantees, licensing fees, and sports camps.

**Current Operating Funds by Fund Group- Unrestricted and Restricted***Current Operating Funds - Recurring and NonRecurring*

Chattanooga Campus

FY26 Revised

	Unrestricted E&G	Unrestricted Auxiliaries	Restricted Funds	Total Revenues
<b>Revenues</b>				
Tuition and Fees	\$ 142,832,721	\$ -	\$ -	142,832,721
State Appropriations	85,529,405	-	906,830	86,436,235
Sales & Services	5,467,434	-	-	5,467,434
Grants & Contracts	1,479,400	-	63,585,010	65,064,410
Other Sources	257,800	28,693,756	15,301,071	44,252,627
Total Revenues	\$ 235,566,760	\$ 28,693,756	\$ 79,792,911	\$ 344,053,427
<b>Expenditures and Transfers</b>				
Instruction	103,211,528	-	6,180,151	109,391,679
Research	7,282,845	-	5,184,078	12,466,923
Public Service	4,441,858	-	3,059,825	7,501,683
Academic Support	26,569,134	-	3,111,192	29,680,326
Student Services	35,809,032	-	2,414,427	38,223,459
Institutional Support	19,984,581	-	669,736	20,654,317
Scholarships & Fellowships	20,644,554	-	59,168,952	79,813,506
Auxiliaries	-	21,445,140	-	21,445,140
Operation & Maintenance	23,008,669	-	4,550	23,013,219
Subtotal Expenditures	\$ 240,952,201	\$ 21,445,140	\$ 79,792,911	\$ 342,190,252
Mandatory Transfers	5,143,716	5,493,430	-	10,637,146
Non Mandatory Transfers	(10,529,157)	1,755,186	-	(8,773,971)
Total Expenditures and Transfers	\$ 235,566,760	\$ 28,693,756	\$ 79,792,911	\$ 344,053,427

**Current Operating Funds- Unrestricted and Restricted**  
*Current Operating Funds - Recurring and Non-Recurring*  
 Chattanooga Campus

	FY25 Actual			FY26 Adopted			FY26 Revised		
	Unrestricted E&G	Restricted E&G	Total	Unrestricted E&G	Restricted E&G	Total	Unrestricted E&G	Restricted E&G	Total
<b>EDUCATIONAL AND GENERAL</b>									
<b>Revenues</b>									
Tuition and Fees	\$ 145,224,887	- \$	145,224,887	\$ 141,364,622	- \$	141,364,622	\$ 142,832,721	- \$	142,832,721
State Appropriations	83,442,205	941,377	84,383,582	85,912,905	899,432	86,812,337	85,529,405	906,830	86,436,235
Sales & Services	7,910,563	-	7,910,563	5,347,434	-	5,347,434	5,467,434	-	5,467,434
Grants & Contracts	1,492,396	73,657,859	75,150,255	1,479,400	63,585,008	65,064,408	1,479,400	63,585,010	65,064,410
Other Sources	231,012	12,219,607	12,450,618	257,800	15,301,071	15,558,871	257,800	15,301,071	15,558,871
Total Revenue	<u>\$ 238,301,063</u>	<u>\$ 86,818,842</u>	<u>\$ 325,119,906</u>	<u>\$ 234,362,161</u>	<u>\$ 79,785,511</u>	<u>\$ 314,147,672</u>	<u>\$ 235,566,760</u>	<u>\$ 79,792,911</u>	<u>\$ 315,359,671</u>
<b>Expenditures and Transfers</b>									
Instruction	\$ 92,305,375	\$ 6,349,656	\$ 98,655,031	\$ 101,944,177	\$ 6,180,151	\$ 108,124,328	\$ 103,211,528	\$ 6,180,151	\$ 109,391,679
Research	6,341,223	4,747,559	11,088,782	7,592,703	5,176,680	12,769,383	7,282,845	5,184,078	12,466,923
Public Service	3,345,571	2,733,068	6,078,639	4,390,548	3,059,824	7,450,372	4,441,858	3,059,825	7,501,683
Academic Support	22,478,723	3,758,470	26,237,193	22,140,072	3,111,192	25,251,264	26,569,134	3,111,192	29,680,326
Student Services	35,616,829	2,606,299	38,223,129	34,920,257	2,414,427	37,334,684	35,809,032	2,414,427	38,223,459
Institutional Support	18,986,986	862,846	19,849,832	19,951,129	669,736	20,620,865	19,984,581	669,736	20,654,317
Scholarships & Fellowships	19,845,956	63,438,549	83,284,505	20,673,854	59,168,952	79,842,806	20,644,554	59,168,952	79,813,506
Operation & Maintenance	26,640,948	89,726	26,730,673	22,280,450	4,549	22,284,999	23,008,669	4,550	23,013,219
Subtotal Expenditures	<u>\$ 225,561,610</u>	<u>\$ 84,586,173</u>	<u>\$ 310,147,784</u>	<u>\$ 233,893,190</u>	<u>\$ 79,785,511</u>	<u>\$ 313,678,701</u>	<u>\$ 240,952,201</u>	<u>\$ 79,792,911</u>	<u>\$ 320,745,112</u>
Mandatory Transfers	3,718,694	-	3,718,694	5,143,716	-	5,143,716	5,143,716	-	5,143,716
Non Mandatory Transfers	5,987,352	-	5,987,352	(4,674,745)	-	(4,674,745)	(10,529,157)	-	(10,529,157)
Total Expenditures & Transfers	<u>\$ 235,267,657</u>	<u>\$ 84,586,173</u>	<u>\$ 319,853,830</u>	<u>\$ 234,362,161</u>	<u>\$ 79,785,511</u>	<u>\$ 314,147,672</u>	<u>\$ 235,566,760</u>	<u>\$ 79,792,911</u>	<u>\$ 315,359,671</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 3,033,407</u>	<u>\$ 2,232,669</u>	<u>\$ 5,266,076</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>AUXILIARIES</b>									
Revenues	\$ 26,130,261	- \$	26,130,261	\$ 28,693,756	- \$	28,693,756	\$ 28,693,756	- \$	28,693,756
<b>Expenditures and Transfers</b>									
Expenditures	16,405,168	-	16,405,168	21,445,141	-	21,445,141	21,445,140	-	21,445,140
Mandatory Transfers	5,136,111	-	5,136,111	5,493,430	-	5,493,430	5,493,430	-	5,493,430
Non Mandatory Transfers	2,089,171	-	2,089,171	1,755,186	-	1,755,186	1,755,186	-	1,755,186
Total Expenditures and Transfers	<u>\$ 23,630,450</u>	<u>- \$</u>	<u>\$ 23,630,450</u>	<u>\$ 28,693,757</u>	<u>- \$</u>	<u>\$ 28,693,757</u>	<u>\$ 28,693,756</u>	<u>- \$</u>	<u>\$ 28,693,756</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 2,499,811</u>	<u>- \$</u>	<u>\$ 2,499,811</u>	<u>\$ (1)</u>	<u>- \$</u>	<u>\$ (1)</u>	<u>\$ -</u>	<u>- \$</u>	<u>\$ -</u>
<b>TOTALS</b>									
Revenues	\$ 264,431,325	\$ 86,818,842	\$ 351,250,167	\$ 263,055,917	\$ 79,785,511	\$ 342,841,428	\$ 264,260,516	\$ 79,792,911	\$ 344,053,427
<b>Expenditures and Transfers</b>									
Operating Expenses	241,966,779	84,586,173	326,552,952	255,338,330	79,785,511	335,123,841	262,397,341	79,792,911	342,190,252
Mandatory Transfers	8,854,805	-	8,854,805	10,637,146	-	10,637,146	10,637,146	-	10,637,146
Non Mandatory Transfers	8,076,524	-	8,076,524	(2,919,559)	-	(2,919,559)	(8,773,971)	-	(8,773,971)
Total Expenditures and Transfers	<u>\$ 258,898,107</u>	<u>\$ 84,586,173</u>	<u>\$ 343,484,281</u>	<u>\$ 263,055,917</u>	<u>\$ 79,785,511</u>	<u>\$ 342,841,428</u>	<u>\$ 264,260,516</u>	<u>\$ 79,792,911</u>	<u>\$ 344,053,427</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 5,533,218</u>	<u>\$ 2,232,669</u>	<u>\$ 7,765,887</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

## Unrestricted Current Operating Funds

Martin Campus  
FY26 Revised

	Recurring	Non-Recurring	Total
<b>EDUCATIONAL AND GENERAL</b>			
<b>Revenues</b>			
Tuition and Fees	\$ 75,189,836	-	\$ 75,189,836
State Appropriations	50,038,497	134,000	50,172,497
Sales & Services	4,178,989	-	4,178,989
Grants & Contracts	287,000	-	287,000
Other Sources	596,041	-	596,041
Total Revenues	\$ 130,290,363	\$ 134,000	\$ 130,424,363
<b>Expenditures and Transfers</b>			
Instruction	\$ 53,971,233	\$ 3,071,238	\$ 57,042,471
Research	31,144	19,504	50,648
Public Service	861,324	156,313	1,017,637
Academic Support	12,312,093	465,428	12,777,521
Student Services	17,099,631	467,502	17,567,133
Institutional Support	10,857,813	(12,114)	10,845,699
Scholarships & Fellowships	16,310,813	362,638	16,673,451
Operation & Maintenance	15,287,336	1,446	15,288,782
Subtotal Expenditures	\$ 126,731,386	\$ 4,531,955	\$ 131,263,341
Mandatory Transfers	101,392	-	101,392
Non Mandatory Transfers	3,699,949	(4,640,318)	(940,369)
Total Expenditures & Transfers	\$ 130,532,727	\$ (108,363)	\$ 130,424,364
<b>Net Asset Addition/(Reduction)</b>	\$ (242,364)	\$ 242,363	\$ (1)
<b>AUXILIARIES</b>			
<b>Revenues</b>			
Revenues	\$ 12,154,330	-	\$ 12,154,330
<b>Expenditures and Transfers</b>			
Expenditures	8,740,952	-	8,740,952
Mandatory Transfers	2,444,060	-	2,444,060
Non Mandatory Transfers	969,318	-	969,318
Total Expenditures and Transfers	\$ 12,154,330	-	\$ 12,154,330
<b>Net Asset Addition/(Reduction)</b>	\$ -	-	-
<b>TOTALS</b>			
Revenues	\$ 142,444,693	\$ 134,000	\$ 142,578,693
<b>Expenditures and Transfers</b>			
Expenditures	135,472,339	4,531,955	140,004,294
Mandatory Transfers	2,545,452	-	2,545,452
Non-Mandatory Transfers	4,669,267	(4,640,318)	28,949
Total Expenditures and Transfers	\$ 142,687,058	\$ (108,363)	\$ 142,578,695
<b>Net Asset Addition/(Reduction)</b>	\$ (242,365)	\$ 242,363	\$ (2)

**Unrestricted Net Asset Summary**  
*Current Funds, Revenues, Expenditures, and Transfers*  
 Martin Campus

	Unrestricted E&G	Unrestricted Auxiliary	Total Unrestricted
<b>FY26 Budget Revised</b>			
<b>Beginning Fund Balance</b>	\$ 11,290,550	\$ 850,078	\$ 12,140,628
Revenues	\$ 130,424,363	\$ 12,154,330	\$ 142,578,693
Expenditures	131,263,341	8,740,952	140,004,294
Transfers	(838,977)	3,413,378	2,574,401
Total Expenditures & Transfers	<u>\$ 130,424,364</u>	<u>\$ 12,154,330</u>	<u>\$ 142,578,695</u>
<b>Net Asset Addition/(Reduction)</b>	\$ (1)	\$ -	(2)
<b>Total Ending Fund Balance</b>	<b>\$ 11,290,550</b>	<b>\$ 850,077</b>	<b>\$ 12,140,627</b>
Allocations:			
Working Capital	1,409,474	308,583	1,718,058
Encumbrances	451,189	-	451,189
Reappropriations	4,017,000	-	4,017,000
Unallocated	5,412,886	541,494	5,954,381
<i>Unallocated as % of Expenses + Transfers</i>	4.2%	4.5%	4.2%

**Unrestricted Net Assets** are funds carried forward to be used during the following fiscal year. They include funds allocated to specific purposes (working capital, revolving funds, encumbrances, and reappropriations) and unallocated funds available for short term contingencies.

**Working capital** – provides sufficient liquidity to fund accounts receivable, inventories, and petty cash. These are required by state regulations and are considered non-expendable during the fiscal year.

**Revolving funds** – fund balances tied to revenue-generating units (e.g., service centers, motor pools, conference centers, medical clinics) and university wide cost-distribution models (e.g., unemployment compensation, workers compensation liabilities, claims liabilities, etc.).

**Encumbrances** – funds carried over for commitments for purchases of goods and services that were not received before the close of the fiscal year. They are fully expended during the fiscal year.

**Reappropriations** – funds carried forward for specific programs and initiatives. The most common example is a project that was planned for the previous fiscal year but delayed until the next fiscal year. They are fully expended during the fiscal year.

**Unallocated Reserves** – contingency funds available to respond to fluctuations in revenues and expenditures. The unallocated reserve for E&G operations is limited to 2% to 5% of total expenditures and transfers; the auxiliary target range is 3% to 5% of expenditures and transfers.

**Current Operating Budget Summary**

*Unrestricted Current Operating Funds - Recurring*  
Martin Campus

UNRESTRICTED FUNDS Recurring	FY25	FY26	FY26	Change - Adopted to Revised	
	Actual	Adopted	Revised	Amount	%
<b>EDUCATIONAL AND GENERAL</b>					
<b>Revenues</b>					
Tuition and Fees	\$ 69,109,575	\$ 73,950,136	\$ 75,189,836	\$ 1,239,700	1.7%
State Appropriations	48,850,497	50,241,297	50,038,497	(202,800)	(0.4)%
Sales & Services	5,114,115	4,171,489	4,178,989	7,500	0.2%
Grants & Contracts	358,090	287,000	287,000	-	-
Other Sources	792,166	603,541	596,041	(7,500)	(1.2)%
Revenues	<u>\$ 124,224,443</u>	<u>\$ 129,253,463</u>	<u>\$ 130,290,363</u>	<u>\$ 1,036,900</u>	<u>0.8%</u>
<b>Expenditures and Transfers</b>					
Instruction	\$ 48,861,236	\$ 52,569,967	\$ 53,971,233	\$ 1,401,266	2.7%
Research	62,581	42,494	31,144	(11,350)	(26.7)%
Public Service	1,010,493	817,400	861,324	43,923	5.4%
Academic Support	12,304,336	12,580,642	12,312,093	(268,549)	(2.1)%
Student Services	17,999,780	16,559,778	17,099,631	539,853	3.3%
Institutional Support	9,349,007	10,952,501	10,857,813	(94,688)	(0.9)%
Scholarships & Fellowships	14,872,655	16,168,189	16,310,813	142,624	0.9%
Operation & Maintenance	12,953,839	15,761,151	15,287,336	(473,815)	(3.0)%
Subtotal Expenditures	<u>\$ 117,413,926</u>	<u>\$ 125,452,122</u>	<u>\$ 126,731,386</u>	<u>\$ 1,279,264</u>	<u>1.0%</u>
Mandatory Transfers	1,950,762	101,392	101,392	-	-
Non Mandatory Transfers	4,149,015	3,699,949	3,699,949	-	-
Total Expenditures & Transfers	<u>\$ 123,513,704</u>	<u>\$ 129,253,463</u>	<u>\$ 130,532,727</u>	<u>\$ 1,279,264</u>	<u>1.0%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 710,739</u>	<u>\$ -</u>	<u>\$ (242,364)</u>	<u>\$ (242,364)</u>	<u>64,703,328.7%</u>
<b>AUXILIARIES</b>					
Revenues	\$ 17,096,891	\$ 12,093,195	\$ 12,154,330	\$ 61,135	0.5%
<b>Expenditures and Transfers</b>					
Expenditures	12,991,099	8,623,438	8,740,952	117,514	1.4%
Mandatory Transfers	2,568,387	2,444,060	2,444,060	-	-
Non Mandatory Transfers	2,072,495	1,025,697	969,318	(56,379)	(5.5)%
Total Expenditures and Transfers	<u>\$ 17,631,981</u>	<u>\$ 12,093,195</u>	<u>\$ 12,154,330</u>	<u>\$ 61,135</u>	<u>0.5%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ (535,091)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>259.4%</u>
<b>TOTALS</b>					
Revenues	\$ 141,321,334	\$ 141,346,658	\$ 142,444,693	\$ 1,098,035	0.8%
<b>Expenditures and Transfers</b>					
Expenditures	130,405,025	134,075,560	135,472,339	1,396,778	1.0%
Mandatory Transfers	4,519,149	2,545,452	2,545,452	-	-
Non-Mandatory Transfers	6,221,510	4,725,646	4,669,267	(56,379)	(1.2)%
Total Expenditures and Transfers	<u>\$ 141,145,685</u>	<u>\$ 141,346,658</u>	<u>\$ 142,687,058</u>	<u>\$ 1,340,399</u>	<u>0.9%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 175,648</u>	<u>\$ -</u>	<u>\$ (242,365)</u>	<u>\$ (242,364)</u>	<u>49,350,871.6%</u>

**Current Operating Budget Summary**  
*Unrestricted Current Operating Funds - Recurring and NonRecurring*  
 Martin Campus

UNRESTRICTED FUNDS Recurring and NonRecurring	FY25	FY26	FY26	Change - Adopted to Revised	
	Actual	Adopted	Revised	Amount	%
<b>EDUCATIONAL AND GENERAL</b>					
<b>Revenues</b>					
Tuition and Fees	\$ 69,109,575	\$ 73,950,136	\$ 75,189,836	\$ 1,239,700	1.7%
State Appropriations	48,850,497	50,405,697	50,172,497	(233,200)	(0.5)%
Sales & Services	5,114,115	4,171,489	4,178,989	7,500	0.2%
Grants & Contracts	358,090	287,000	287,000	-	-
Other Sources	792,166	603,541	596,041	(7,500)	(1.2)%
Revenues	<u>\$ 124,224,443</u>	<u>\$ 129,417,863</u>	<u>\$ 130,424,363</u>	<u>\$ 1,006,500</u>	<u>0.8%</u>
<b>Expenditures and Transfers</b>					
Instruction	\$ 48,861,236	\$ 52,569,967	\$ 57,042,471	\$ 4,472,504	8.5%
Research	62,581	42,494	50,648	8,154	19.2%
Public Service	1,010,493	817,400	1,017,637	200,236	24.5%
Academic Support	12,304,336	12,580,642	12,777,521	196,879	1.6%
Student Services	17,999,780	16,559,778	17,567,133	1,007,355	6.1%
Institutional Support	9,349,007	10,952,501	10,845,699	(106,802)	(1.0)%
Scholarships & Fellowships	14,872,655	16,482,589	16,673,451	190,862	1.2%
Operation & Maintenance	12,953,839	15,761,151	15,288,782	(472,369)	(3.0)%
Subtotal Expenditures	<u>\$ 117,413,926</u>	<u>\$ 125,766,522</u>	<u>\$ 131,263,341</u>	<u>\$ 5,496,819</u>	<u>4.4%</u>
Mandatory Transfers	1,950,762	101,392	101,392	-	-
Non Mandatory Transfers	4,149,015	3,549,949	(940,369)	(4,490,318)	(126.5)%
Total Expenditures & Transfers	<u>\$ 123,513,704</u>	<u>\$ 129,417,863</u>	<u>\$ 130,424,364</u>	<u>\$ 1,006,501</u>	<u>0.8%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 710,739</u>	<u>\$ -</u>	<u>\$ (1)</u>	<u>\$ (1)</u>	<u>238.6%</u>
<b>AUXILIARIES</b>					
Revenues	\$ 17,096,891	\$ 12,093,195	\$ 12,154,330	\$ 61,135	0.5%
<b>Expenditures and Transfers</b>					
Expenditures	12,991,099	8,623,438	8,740,952	117,514	1.4%
Mandatory Transfers	2,568,387	2,444,060	2,444,060	-	-
Non Mandatory Transfers	2,072,495	1,025,697	969,318	(56,379)	(5.5)%
Total Expenditures and Transfers	<u>\$ 17,631,981</u>	<u>\$ 12,093,195</u>	<u>\$ 12,154,330</u>	<u>\$ 61,135</u>	<u>0.5%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ (535,091)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>259.4%</u>
<b>TOTALS</b>					
Revenues	\$ 141,321,334	\$ 141,511,058	\$ 142,578,693	\$ 1,067,635	0.8%
<b>Expenditures and Transfers</b>					
Expenditures	130,405,025	134,389,960	140,004,294	5,614,333	4.2%
Mandatory Transfers	4,519,149	2,545,452	2,545,452	-	-
Non-Mandatory Transfers	6,221,510	4,575,646	28,949	(4,546,697)	(99.4)%
Total Expenditures and Transfers	<u>\$ 141,145,685</u>	<u>\$ 141,511,058</u>	<u>\$ 142,578,695</u>	<u>\$ 1,067,636</u>	<u>0.8%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 175,648</u>	<u>\$ -</u>	<u>\$ (2)</u>	<u>\$ (1)</u>	<u>243.6%</u>

## Expenses by Natural Classifications

*Unrestricted Current Operating Funds - Recurring  
Martin Campus*

	FY25	FY26	FY26	Change - Adopted to Revised	
	Actual	Adopted	Revised	Amount	%
<b>EDUCATIONAL AND GENERAL</b>					
<b>Salaries and Benefits</b>					
Salaries					
Faculty	\$ 27,488,821	\$ 28,203,676	\$ 28,734,485	\$ 530,809	1.9%
Staff	28,185,338	30,334,720	30,293,714	(41,006)	(0.1)%
Students & Graduate Assistants	1,246,016	1,529,338	1,516,807	(12,531)	(0.8)%
Salaries and Wages	\$ 56,936,402	\$ 60,067,734	\$ 60,545,006	\$ 477,272	0.8%
Fringe Benefits	20,962,668	24,168,309	22,963,782	(1,204,526)	(5.0)%
<b>Subtotal</b>	\$ 77,899,070	\$ 84,236,042	\$ 83,508,788	\$ (727,254)	(0.9)%
<b>Operating, Equipment, and Student Aid</b>					
Operating	19,186,977	19,301,884	21,607,442	2,305,558	11.9%
Travel	2,895,913	1,789,980	1,850,855	60,875	3.4%
Student Aid	15,883,384	18,683,686	18,323,771	(359,915)	(1.9)%
Equipment	1,548,583	1,440,530	1,440,530	-	-
<b>Subtotal</b>	\$ 39,514,856	\$ 41,216,080	\$ 43,222,598	\$ 2,006,518	4.9%
<b>Total E&amp;G Expenditures</b>	\$ 117,413,926	\$ 125,452,122	\$ 126,731,386	\$ 1,279,264	1.0%
<b>AUXILIARIES</b>					
<b>Salaries and Benefits</b>					
Salaries					
Staff	1,689,671	1,748,490	1,835,444	86,954	5.0%
Students & Graduate Assistants	353,740	499,314	499,314	-	-
Salaries and Wages	\$ 2,043,412	\$ 2,247,804	\$ 2,334,758	\$ 86,954	3.9%
Fringe Benefits	704,094	677,219	696,866	19,647	2.9%
<b>Subtotal</b>	\$ 2,747,505	\$ 2,925,023	\$ 3,031,623	\$ 106,600	3.6%
<b>Operating, Equipment, and Student Aid</b>					
Operating	10,161,083	5,493,058	5,503,972	10,914	0.2%
Travel	19,698	23,657	23,657	-	-
Student Aid	-	1,700	1,700	-	-
Equipment	62,813	180,000	180,000	-	-
<b>Subtotal</b>	\$ 10,243,594	\$ 5,698,415	\$ 5,709,329	\$ 10,914	0.2%
<b>Total Auxiliary Expenditures</b>	\$ 12,991,099	\$ 8,623,438	\$ 8,740,952	\$ 117,514	1.4%

**Expenses by Natural Classifications**  
*Unrestricted Current Operating Funds - Recurring and NonRecurring*  
 Martin Campus

	FY25	FY26	FY26	Change - Adopted to Revised	
	Actual	Adopted	Revised	Amount	%
<b>EDUCATIONAL AND GENERAL</b>					
<b>Salaries and Benefits</b>					
Salaries					
Faculty	\$ 27,488,821	\$ 28,203,676	\$ 28,801,649	\$ 597,973	2.1%
Staff	28,185,338	30,334,720	30,293,714	(41,006)	(0.1)%
Students & Graduate Assistants	1,246,016	1,529,338	1,516,807	(12,531)	(0.8)%
Salaries and Wages	\$ 56,936,402	\$ 60,067,734	\$ 60,612,170	\$ 544,436	0.9%
Fringe Benefits	20,962,668	24,168,309	22,987,021	(1,181,287)	(4.9)%
<b>Subtotal</b>	\$ 77,899,070	\$ 84,236,042	\$ 83,599,191	\$ (636,851)	(0.8)%
<b>Operating, Equipment, and Student Aid</b>					
Operating	19,186,977	19,301,884	26,025,816	6,723,932	34.8%
Travel	2,895,913	1,789,980	1,828,669	38,689	2.2%
Student Aid	15,883,384	18,998,086	18,351,432	(646,654)	(3.4)%
Equipment	1,548,583	1,440,530	1,458,233	17,703	1.2%
<b>Subtotal</b>	\$ 39,514,856	\$ 41,530,480	\$ 47,664,150	\$ 6,133,670	14.8%
<b>Total E&amp;G Expenditures</b>	\$ 117,413,926	\$ 125,766,522	\$ 131,263,341	\$ 5,496,819	4.4%
<b>AUXILIARIES</b>					
<b>Salaries and Benefits</b>					
Salaries					
Staff	1,689,671	1,748,490	1,835,444	86,954	5.0%
Students & Graduate Assistants	353,740	499,314	499,314	-	-
Salaries and Wages	\$ 2,043,412	\$ 2,247,804	\$ 2,334,758	\$ 86,954	3.9%
Fringe Benefits	704,094	677,219	696,866	19,647	2.9%
<b>Subtotal</b>	\$ 2,747,505	\$ 2,925,023	\$ 3,031,623	\$ 106,600	3.6%
<b>Operating, Equipment, and Student Aid</b>					
Operating	10,161,083	5,493,058	5,503,972	10,914	0.2%
Travel	19,698	23,657	23,657	-	-
Student Aid	-	1,700	1,700	-	-
Equipment	62,813	180,000	180,000	-	-
<b>Subtotal</b>	\$ 10,243,594	\$ 5,698,415	\$ 5,709,329	\$ 10,914	0.2%
<b>Total Auxiliary Expenditures</b>	\$ 12,991,099	\$ 8,623,438	\$ 8,740,952	\$ 117,514	1.4%

**Auxiliary Budget Summary**  
*Unrestricted Current Auxiliary Funds- Recurring and Non-Recurring*  
 Martin Campus

Recurring and Non-Recurring	FY25 Actual	FY26 Adopted	FY26 Revised	Change - Adopted to Revised	
				Amount	%
<b>HOUSING</b>					
<b>Revenues</b>	\$ 9,854,677	\$ 9,889,395	\$ 9,950,530	61,135	0.6%
<b>Expenditures and Transfers</b>					
Operating Expenses	6,794,969	6,945,989	7,063,503	117,514	1.7%
Mandatory Transfers	2,568,387	2,444,060	2,444,060	-	-
Non Mandatory Transfers	654,669	499,346	442,967	(56,379)	(11.3)%
Total Expenditures & Transfers	<u>\$ 10,018,025</u>	<u>\$ 9,889,395</u>	<u>\$ 9,950,530</u>	<u>61,135</u>	<u>0.6%</u>
<b>Fund Balance Addition/(Reduction)</b>	<u>\$ (163,348)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>6,870.5%</u>
<b>FOOD SERVICE</b>					
<b>Revenues</b>	\$ 6,189,239	\$ 1,016,000	\$ 1,016,000	-	-
<b>Expenditures and Transfers</b>					
Operating Expenses	5,468,279	718,825	718,825	-	-
Non Mandatory Transfers	944,492	297,175	297,175	-	-
Total Expenditures & Transfers	<u>\$ 6,412,771</u>	<u>\$ 1,016,000</u>	<u>\$ 1,016,000</u>	<u>-</u>	<u>-</u>
<b>Fund Balance Addition/(Reduction)</b>	<u>\$ (223,532)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>-</u>
<b>PARKING</b>					
<b>Revenues</b>	\$ 445,452	\$ 451,956	\$ 451,956	-	-
<b>Expenditures and Transfers</b>					
Operating Expenses	261,231	451,956	451,956	-	-
Non Mandatory Transfers	184,221	-	-	-	-
Total Expenditures & Transfers	<u>\$ 445,452</u>	<u>\$ 451,956</u>	<u>\$ 451,956</u>	<u>-</u>	<u>-</u>
<b>Fund Balance Addition/(Reduction)</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>(557.7)%</u>
<b>BOOKSTORES</b>					
<b>Revenues</b>	\$ 163,806	\$ 310,000	\$ 310,000	-	-
<b>Expenditures and Transfers</b>					
Operating Expenses	55,671	39,330	39,330	-	-
Non Mandatory Transfers	260,790	270,670	270,670	-	-
Total Expenditures & Transfers	<u>\$ 316,461</u>	<u>\$ 310,000</u>	<u>\$ 310,000</u>	<u>-</u>	<u>-</u>
<b>Fund Balance Addition/(Reduction)</b>	<u>\$ (152,655)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>-</u>
<b>OTHER</b>					
<b>Revenues</b>	\$ 443,717	\$ 425,844	\$ 425,844	-	-
<b>Expenditures and Transfers</b>					
Operating Expenses	410,949	467,338	467,339	1	-
Non Mandatory Transfers	28,323	(41,494)	(41,494)	-	-
Total Expenditures & Transfers	<u>\$ 439,272</u>	<u>\$ 425,844</u>	<u>\$ 425,845</u>	<u>1</u>	<u>-</u>
<b>Fund Balance Addition/(Reduction)</b>	<u>\$ 4,445</u>	<u>\$ -</u>	<u>\$ (1)</u>	<u>(1)</u>	<u>354.4%</u>
<b>TOTAL</b>					
<b>Revenues</b>	\$ 17,096,891	\$ 12,093,195	\$ 12,154,330	61,135	0.5%
<b>Expenditures and Transfers</b>					
Operating Expenses	12,991,099	8,623,438	8,740,952	117,514	1.4%
Mandatory Transfers	2,568,387	2,444,060	2,444,060	-	-
Non Mandatory Transfers	2,072,495	1,025,697	969,318	(56,379)	(5.5)%
Total Expenditures and Transfers	<u>\$ 17,631,981</u>	<u>\$ 12,093,195</u>	<u>\$ 12,154,330</u>	<u>61,135</u>	<u>0.5%</u>
<b>Fund Balance Addition/(Reduction)</b>	<u>\$ (535,091)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>259.4%</u>

**Athletics**  
Unrestricted and Restricted Current Funds  
Martin Campus  
FY 2025-26 Revised Budget

	FY 2024-25 Actual	FY 2025-26 Adopted	FY 2025-26 Revised	Change	
				FY26 Adopted to FY26 Revised Amount	%
<b>Revenues</b>					
General Funds	\$ 9,682,717	\$ 8,224,777	\$ 8,367,999	\$ 143,222.00	1.7%
Student Fees for Athletics	236,782	206,000	206,000	-	0.0%
Athletic Fees	1,649,070	1,670,746	1,670,746	-	0.0%
Ticket Sales	229,039	200,000	200,000	-	0.0%
Gifts	1,455,216	1,200,000	1,200,000	-	0.0%
Other*	2,459,487	2,311,440	2,287,940	(23,500.00)	-1.0%
Total Revenues	<u>\$ 15,712,311</u>	<u>\$ 13,812,963</u>	<u>\$ 13,932,685</u>	<u>\$ 119,722</u>	<u>0.9%</u>
<b>Expenditures and Transfers</b>					
Salaries and Benefits	\$ 5,528,344	\$ 5,409,443	\$ 5,558,345	\$ 148,902.00	2.8%
Travel	1,342,211	784,822	724,820	\$ (60,002.00)	-7.6%
Student Aid	5,010,466	5,409,366	5,409,366	\$ -	0.0%
Other Operating	3,831,290	2,107,940	2,138,762	\$ 30,822.00	1.5%
Subtotal Expenditures	<u>\$ 15,712,311</u>	<u>\$ 13,711,571</u>	<u>\$ 13,831,293</u>	<u>\$ 119,722</u>	<u>0.9%</u>
Debt Service Transfers	-	101,392	101,392	-	-
Other Transfers					
Total Expenditures and Transfers	<u>\$ 15,712,311</u>	<u>\$ 13,812,963</u>	<u>\$ 13,932,685</u>	<u>\$ 119,722</u>	<u>0.9%</u>
<b>Fund Balance Addition / (Reduction)</b>	\$ -	\$ -	\$ -	\$ -	0.0%

\*Includes unrestricted and restricted funds. Other revenue sources include NCAA conference income, tournament income, program sales, concessions, parking, broadcasting, television, radio, internet, endowments, investments, royalties, advertisements, sponsorships, game guarantees, licensing fees, and sports camps.

**Current Operating Funds by Fund Group- Unrestricted and Restricted***Current Operating Funds - Recurring and NonRecurring*

Martin Campus

FY26 Revised

	Unrestricted E&G	Unrestricted Auxiliaries	Restricted Funds	Total Revenues
<b>Revenues</b>				
Tuition and Fees	\$ 75,189,836	-	- \$	75,189,836
State Appropriations	50,172,497	-	348,622	50,521,119
Sales & Services	4,178,989	-	-	4,178,989
Grants & Contracts	287,000	-	36,530,000	36,817,000
Other Sources	596,041	12,154,330	4,650,000	17,400,371
Total Revenues	\$ 130,424,363	\$ 12,154,330	\$ 41,528,622	\$ 184,107,315
<b>Expenditures and Transfers</b>				
Instruction	57,042,471	-	2,152,965	59,195,436
Research	50,648	-	145,000	195,648
Public Service	1,017,637	-	2,439,000	3,456,637
Academic Support	12,777,521	-	800,000	13,577,521
Student Services	17,567,133	-	575,000	18,142,133
Institutional Support	10,845,699	-	2,368,175	13,213,874
Scholarships & Fellowships	16,673,451	-	33,013,482	49,686,933
Auxiliaries	-	8,740,952	-	8,740,952
Operation & Maintenance	15,288,782	-	35,000	15,323,782
Subtotal Expenditures	\$ 131,263,341	\$ 8,740,952	\$ 41,528,622	\$ 181,532,916
Mandatory Transfers	101,392	2,444,060	-	2,545,452
Non Mandatory Transfers	(940,370)	969,318	-	28,948
Total Expenditures and Transfers	\$ 130,424,363	\$ 12,154,330	\$ 41,528,622	\$ 184,107,316
<b>Net Asset Addition/Reduction</b>	\$ -	\$ -	\$ -	(1)

**Current Operating Funds- Unrestricted and Restricted**

*Current Operating Funds - Recurring and Non-Recurring  
Martin Campus*

	FY25 Actual			FY26 Adopted			FY26 Revised		
	Unrestricted E&G	Restricted E&G	Total	Unrestricted E&G	Restricted E&G	Total	Unrestricted E&G	Restricted E&G	Total
<b>EDUCATIONAL AND GENERAL</b>									
<b>Revenues</b>									
Tuition and Fees	\$ 69,109,575	- \$	69,109,575	\$ 73,950,136	- \$	73,950,136	\$ 75,189,836	- \$	75,189,836
State Appropriations	48,850,497	345,777	49,196,274	50,405,697	345,777	50,751,474	50,172,497	348,622	50,521,119
Sales & Services	5,114,115	-	5,114,115	4,171,489	-	4,171,489	4,178,989	-	4,178,989
Grants & Contracts	358,090	43,861,668	44,219,758	287,000	36,530,000	36,817,000	287,000	36,530,000	36,817,000
Other Sources	792,166	5,119,361	5,911,527	603,541	4,650,000	5,253,541	596,041	4,650,000	5,246,041
Total Revenue	\$ 124,224,443	\$ 49,326,807	\$ 173,551,249	\$ 129,417,863	\$ 41,525,777	\$ 170,943,640	\$ 130,424,363	\$ 41,528,622	\$ 171,952,985
<b>Expenditures and Transfers</b>									
Instruction	\$ 48,861,236	\$ 2,121,951	\$ 50,983,187	\$ 52,569,967	\$ 2,150,120	\$ 54,720,087	\$ 57,042,471	\$ 2,152,965	\$ 59,195,436
Research	62,581	564,898	627,479	42,494	145,000	187,494	50,648	145,000	195,648
Public Service	1,010,493	2,506,813	3,517,306	817,400	2,439,000	3,256,400	1,017,637	2,439,000	3,456,637
Academic Support	12,304,336	486,988	12,791,324	12,580,642	800,000	13,380,642	12,777,521	800,000	13,577,521
Student Services	17,999,780	771,529	18,771,309	16,559,778	575,000	17,134,778	17,567,133	575,000	18,142,133
Institutional Support	9,349,007	358,044	9,707,051	10,952,501	2,368,175	13,320,676	10,845,699	2,368,175	13,213,874
Scholarships & Fellowships	14,872,655	40,300,885	55,173,540	16,482,589	33,013,482	49,496,071	16,673,451	33,013,482	49,686,933
Operation & Maintenance	12,953,839	24,882	12,978,721	15,761,151	35,000	15,796,151	15,288,782	35,000	15,323,782
Subtotal Expenditures	\$ 117,413,926	\$ 47,135,989	\$ 164,549,915	\$ 125,766,522	\$ 41,525,777	\$ 167,292,299	\$ 131,263,341	\$ 41,528,622	\$ 172,791,963
Mandatory Transfers	1,950,762	-	1,950,762	101,392	-	101,392	101,392	-	101,392
Non Mandatory Transfers	4,149,015	-	4,149,015	3,549,949	-	3,549,949	(940,369)	-	(940,369)
Total Expenditures & Transfers	\$ 123,513,704	\$ 47,135,989	\$ 170,649,693	\$ 129,417,863	\$ 41,525,777	\$ 170,943,640	\$ 130,424,364	\$ 41,528,622	\$ 171,952,986
<b>Net Asset Addition/(Reduction)</b>	\$ 710,739	\$ 2,190,817	\$ 2,901,556	\$ -	\$ -	\$ -	\$ (1)	\$ -	\$ (1)
<b>AUXILIARIES</b>									
Revenues	\$ 17,096,891	- \$	17,096,891	\$ 12,093,195	- \$	12,093,195	\$ 12,154,330	- \$	12,154,330
<b>Expenditures and Transfers</b>									
Expenditures	12,991,099	-	12,991,099	8,623,438	-	8,623,438	8,740,952	-	8,740,952
Mandatory Transfers	2,568,387	-	2,568,387	2,444,060	-	2,444,060	2,444,060	-	2,444,060
Non Mandatory Transfers	2,072,495	-	2,072,495	1,025,697	-	1,025,697	969,318	-	969,318
Total Expenditures and Transfers	\$ 17,631,981	- \$	17,631,981	\$ 12,093,195	- \$	12,093,195	\$ 12,154,330	- \$	12,154,330
<b>Net Asset Addition/(Reduction)</b>	\$ (535,091)	- \$	(535,091)	\$ -	- \$	-	\$ -	- \$	-
<b>TOTALS</b>									
Revenues	\$ 141,321,334	\$ 49,326,807	\$ 190,648,140	\$ 141,511,058	\$ 41,525,777	\$ 183,036,835	\$ 142,578,693	\$ 41,528,622	\$ 184,107,315
<b>Expenditures and Transfers</b>									
Operating Expenses	130,405,025	47,135,989	177,541,015	134,389,960	41,525,777	175,915,737	140,004,294	41,528,622	181,532,916
Mandatory Transfers	4,519,149	-	4,519,149	2,545,452	-	2,545,452	2,545,452	-	2,545,452
Non Mandatory Transfers	6,221,510	-	6,221,510	4,575,646	-	4,575,646	28,948	-	28,948
Total Expenditures and Transfers	\$ 141,145,685	\$ 47,135,989	\$ 188,281,675	\$ 141,511,058	\$ 41,525,777	\$ 183,036,835	\$ 142,578,694	\$ 41,528,622	\$ 184,107,316
<b>Net Asset Addition/(Reduction)</b>	\$ 175,648	\$ 2,190,817	\$ 2,366,466	\$ -	\$ -	\$ -	\$ (1)	\$ -	\$ (1)

## Unrestricted Current Operating Funds

Southern  
FY26 Revised

	Recurring	Non-Recurring	Total
<b>EDUCATIONAL AND GENERAL</b>			
<b>Revenues</b>			
Tuition and Fees	\$ 10,691,214	\$ 936,291	\$ 11,627,505
State Appropriations	8,427,600	17,000	8,444,600
Sales & Services	83,750	-	83,750
Grants & Contracts	1,600	-	1,600
Other Sources	335,000	-	335,000
Total Revenues	\$ 19,539,164	\$ 953,291	\$ 20,492,455
<b>Expenditures and Transfers</b>			
Instruction	\$ 7,430,902	-	\$ 7,430,902
Public Service	1,325	-	1,325
Academic Support	2,586,398	-	2,586,398
Student Services	6,543,625	-	6,543,625
Institutional Support	3,622,781	-	3,622,781
Scholarships & Fellowships	3,360,094	18,200	3,378,294
Operation & Maintenance	2,088,619	449,187	2,537,806
Subtotal Expenditures	\$ 25,633,744	\$ 467,387	\$ 26,101,131
Non Mandatory Transfers	(2,670,675)	(3,505,356)	(6,176,031)
Total Expenditures & Transfers	\$ 22,963,069	\$ (3,037,969)	\$ 19,925,100
<b>Net Asset Addition/(Reduction)</b>	\$ (3,423,905)	\$ 3,991,260	\$ 567,355
<b>AUXILIARIES</b>			
<b>Revenues</b>			
Revenues	\$ 3,416,568	-	\$ 3,416,568
<b>Expenditures and Transfers</b>			
Expenditures	2,118,832	-	2,118,832
Non Mandatory Transfers	(170,000)	1,472,810	1,302,810
Total Expenditures and Transfers	\$ 1,948,832	\$ 1,472,810	\$ 3,421,642
<b>Net Asset Addition/(Reduction)</b>	\$ 1,467,736	\$ (1,472,810)	\$ (5,074)
<b>TOTALS</b>			
Revenues	\$ 22,955,732	\$ 953,291	\$ 23,909,023
<b>Expenditures and Transfers</b>			
Expenditures	27,752,577	467,387	28,219,964
Non-Mandatory Transfers	(2,840,675)	(2,032,546)	(4,873,221)
Total Expenditures and Transfers	\$ 24,911,902	\$ (1,565,159)	\$ 23,346,743
<b>Net Asset Addition/(Reduction)</b>	\$ (1,956,170)	\$ 2,518,450	\$ 562,280

## Unrestricted Net Asset Summary

*Current Funds, Revenues, Expenditures, and Transfers*  
Southern

	Unrestricted E&G	Unrestricted Auxiliary	Total Unrestricted
<b>FY26 Budget Revised</b>			
<b>Beginning Fund Balance</b>	- \$	115,065 \$	115,065
Revenues	\$ 20,492,455	\$ 3,416,568	23,909,023
Expenditures	26,101,131	2,118,832	28,219,964
Transfers	(6,176,031)	1,302,810	(4,873,221)
Total Expenditures & Transfers	<u>\$ 19,925,100</u>	<u>\$ 3,421,642</u>	<u>23,346,743</u>
<b>Net Asset Addition/(Reduction)</b>	\$ 567,355	(5,074) \$	562,280
<b>Total Ending Fund Balance</b>	<b>\$ 567,355</b>	<b>109,991 \$</b>	<b>677,346</b>
Unallocated	567,355	109,991	677,346
<i>Unallocated as % of Expenses + Transfers</i>	2.8%	3.2%	2.9%

**Unrestricted Net Assets** are funds carried forward to be used during the following fiscal year. They include funds allocated to specific purposes (working capital, revolving funds, encumbrances, and reappropriations) and unallocated funds available for short term contingencies.

**Working capital** – provides sufficient liquidity to fund accounts receivable, inventories, and petty cash. These are required by state regulations and are considered non-expendable during the fiscal year.

**Revolving funds** – fund balances tied to revenue-generating units (e.g., service centers, motor pools, conference centers, medical clinics) and university wide cost-distribution models (e.g., unemployment compensation, workers compensation liabilities, claims liabilities, etc.).

**Encumbrances** – funds carried over for commitments for purchases of goods and services that were not received before the close of the fiscal year. They are fully expended during the fiscal year.

**Reappropriations** – funds carried forward for specific programs and initiatives. The most common example is a project that was planned for the previous fiscal year but delayed until the next fiscal year. They are fully expended during the fiscal year.

**Unallocated Reserves** – contingency funds available to respond to fluctuations in revenues and expenditures. The unallocated reserve for E&G operations is limited to 2% to 5% of total expenditures and transfers; the auxiliary target range is 3% to 5% of expenditures and transfers.

## Current Operating Budget Summary

*Unrestricted Current Operating Funds - Recurring  
Southern*

UNRESTRICTED FUNDS	FY25	FY26	FY26	Change - Adopted to Revised	
Recurring	Actual	Adopted	Revised	Amount	%
<b>EDUCATIONAL AND GENERAL</b>					
<b>Revenues</b>					
Tuition and Fees	\$ 10,333,329	\$ 10,691,214	\$ 10,691,214	-	-
State Appropriations	6,324,000	8,415,700	8,427,600	11,900	0.1%
Sales & Services	274,750	83,750	83,750	-	-
Grants & Contracts	47,846	1,600	1,600	-	-
Other Sources	341,668	335,000	335,000	-	-
Revenues	<u>\$ 17,321,594</u>	<u>\$ 19,527,264</u>	<u>\$ 19,539,164</u>	<u>\$ 11,900</u>	<u>0.1%</u>
<b>Expenditures and Transfers</b>					
Instruction	\$ 5,858,808	\$ 6,741,821	\$ 7,430,902	689,081	10.2%
Public Service	18,625	1,325	1,325	-	-
Academic Support	2,142,418	2,671,840	2,586,398	(85,442)	(3.2)%
Student Services	5,051,489	5,888,084	6,543,625	655,541	11.1%
Institutional Support	2,495,552	3,410,619	3,622,781	212,162	6.2%
Scholarships & Fellowships	2,974,742	3,360,094	3,360,094	-	-
Operation & Maintenance	1,871,904	1,833,302	2,088,619	255,317	13.9%
Subtotal Expenditures	<u>\$ 20,413,538</u>	<u>\$ 23,907,085</u>	<u>\$ 25,633,744</u>	<u>\$ 1,726,660</u>	<u>7.2%</u>
Non Mandatory Transfers	(3,091,944)	(2,670,675)	(2,670,675)	-	-
Total Expenditures & Transfers	<u>\$ 17,321,594</u>	<u>\$ 21,236,410</u>	<u>\$ 22,963,069</u>	<u>\$ 1,726,660</u>	<u>8.1%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>-</u>	<u>\$ (1,709,146)</u>	<u>\$ (3,423,905)</u>	<u>\$ (1,714,760)</u>	<u>100.3%</u>
<b>AUXILIARIES</b>					
Revenues	\$ 2,907,596	\$ 3,416,568	\$ 3,416,568	-	-
<b>Expenditures and Transfers</b>					
Expenditures	2,237,891	2,195,544	2,118,832	(76,712)	(3.5)%
Non Mandatory Transfers	667,163	(170,000)	(170,000)	-	-
Total Expenditures and Transfers	<u>\$ 2,905,054</u>	<u>\$ 2,025,544</u>	<u>\$ 1,948,832</u>	<u>\$ (76,712)</u>	<u>(3.8)%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 2,542</u>	<u>\$ 1,391,024</u>	<u>\$ 1,467,736</u>	<u>\$ 76,712</u>	<u>5.5%</u>
<b>TOTALS</b>					
Revenues	\$ 20,229,190	\$ 22,943,832	\$ 22,955,732	11,900	0.1%
<b>Expenditures and Transfers</b>					
Expenditures	22,651,429	26,102,629	27,752,577	1,649,948	6.3%
Non-Mandatory Transfers	(2,424,781)	(2,840,675)	(2,840,675)	-	-
Total Expenditures and Transfers	<u>\$ 20,226,648</u>	<u>\$ 23,261,954</u>	<u>\$ 24,911,902</u>	<u>\$ 1,649,948</u>	<u>7.1%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 2,542</u>	<u>\$ (318,122)</u>	<u>\$ (1,956,170)</u>	<u>\$ (1,638,048)</u>	<u>514.9%</u>

**Current Operating Budget Summary**  
*Unrestricted Current Operating Funds - Recurring and NonRecurring*  
 Southern

UNRESTRICTED FUNDS	FY25	FY26	FY26	Change - Adopted to Revised	
Recurring and NonRecurring	Actual	Adopted	Revised	Amount	%
<b>EDUCATIONAL AND GENERAL</b>					
<b>Revenues</b>					
Tuition and Fees	\$ 10,333,329	\$ 11,627,505	\$ 11,627,505	-	-
State Appropriations	6,324,000	8,433,900	8,444,600	10,700	0.1%
Sales & Services	274,750	83,750	83,750	-	-
Grants & Contracts	47,846	1,600	1,600	-	-
Other Sources	341,668	335,000	335,000	-	-
Revenues	<u>\$ 17,321,594</u>	<u>\$ 20,481,755</u>	<u>\$ 20,492,455</u>	<u>\$ 10,700</u>	<u>0.1%</u>
<b>Expenditures and Transfers</b>					
Instruction	\$ 5,858,808	\$ 6,741,821	\$ 7,430,902	689,081	10.2%
Public Service	18,625	1,325	1,325	-	-
Academic Support	2,142,418	2,671,840	2,586,398	(85,442)	(3.2)%
Student Services	5,051,489	5,888,084	6,543,625	655,541	11.1%
Institutional Support	2,495,552	3,410,619	3,622,781	212,162	6.2%
Scholarships & Fellowships	2,974,742	3,378,294	3,378,294	-	-
Operation & Maintenance	1,871,904	2,282,489	2,537,806	255,317	11.2%
Subtotal Expenditures	<u>\$ 20,413,538</u>	<u>\$ 24,374,472</u>	<u>\$ 26,101,131</u>	<u>\$ 1,726,660</u>	<u>7.1%</u>
Non Mandatory Transfers	<u>(3,091,944)</u>	<u>(4,067,688)</u>	<u>(6,176,031)</u>	<u>(2,108,343)</u>	<u>51.8%</u>
Total Expenditures & Transfers	<u>\$ 17,321,594</u>	<u>\$ 20,306,784</u>	<u>\$ 19,925,100</u>	<u>\$ (381,683)</u>	<u>(1.9)%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>-</u>	<u>\$ 174,971</u>	<u>\$ 567,355</u>	<u>\$ 392,383</u>	<u>224.3%</u>
<b>AUXILIARIES</b>					
Revenues	\$ 2,907,596	\$ 3,416,568	\$ 3,416,568	-	-
<b>Expenditures and Transfers</b>					
Expenditures	2,237,891	2,195,544	2,118,832	(76,712)	(3.5)%
Non Mandatory Transfers	667,163	1,194,467	1,302,810	108,343	9.1%
Total Expenditures and Transfers	<u>\$ 2,905,054</u>	<u>\$ 3,390,011</u>	<u>\$ 3,421,642</u>	<u>\$ 31,631</u>	<u>0.9%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 2,542</u>	<u>\$ 26,557</u>	<u>\$ (5,074)</u>	<u>\$ (31,631)</u>	<u>(119.1)%</u>
<b>TOTALS</b>					
Revenues	\$ 20,229,190	\$ 23,898,323	\$ 23,909,023	10,700	-
<b>Expenditures and Transfers</b>					
Expenditures	22,651,429	26,570,016	28,219,964	1,649,948	6.2%
Non-Mandatory Transfers	<u>(2,424,781)</u>	<u>(2,873,221)</u>	<u>(4,873,221)</u>	<u>(2,000,000)</u>	<u>69.6%</u>
Total Expenditures and Transfers	<u>\$ 20,226,648</u>	<u>\$ 23,696,795</u>	<u>\$ 23,346,743</u>	<u>\$ (350,052)</u>	<u>(1.5)%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 2,542</u>	<u>\$ 201,528</u>	<u>\$ 562,280</u>	<u>\$ 360,752</u>	<u>179.0%</u>

## Expenses by Natural Classifications

*Unrestricted Current Operating Funds - Recurring  
Southern*

	FY25 Actual	FY26 Adopted	FY26 Revised	Change - Adopted to Revised	
				Amount	%
<b>EDUCATIONAL AND GENERAL</b>					
<b>Salaries and Benefits</b>					
Salaries					
Faculty	\$ 3,992,217	\$ 4,110,115	\$ 4,359,697	\$ 249,582	6.1%
Staff	4,775,176	5,291,262	5,523,679	232,417	4.4%
Students & Graduate Assistants	132,238	167,014	167,014	-	-
Salaries and Wages	\$ 8,881,088	\$ 9,568,391	\$ 10,050,389	\$ 481,998	5.0%
Fringe Benefits	3,021,090	3,135,648	3,310,608	174,960	5.6%
<b>Subtotal</b>	\$ 11,902,178	\$ 12,704,039	\$ 13,360,997	\$ 656,959	5.2%
<b>Operating, Equipment, and Student Aid</b>					
Operating	4,956,102	7,356,671	8,426,372	1,069,701	14.5%
Travel	327,740	386,621	386,621	-	-
Student Aid	2,969,629	3,182,000	3,182,000	-	-
Equipment	257,890	277,754	277,754	-	-
<b>Subtotal</b>	\$ 8,511,360	\$ 11,203,046	\$ 12,272,747	\$ 1,069,701	9.5%
<b>Total E&amp;G Expenditures</b>	\$ 20,413,538	\$ 23,907,085	\$ 25,633,744	\$ 1,726,660	7.2%
<b>AUXILIARIES</b>					
<b>Salaries and Benefits</b>					
Salaries					
Staff	64,481	106,438	49,920	(56,518)	(53.1)%
Students & Graduate Assistants	5,720	-	-	-	-
Salaries and Wages	\$ 70,201	\$ 106,438	\$ 49,920	\$ (56,518)	(53.1)%
Fringe Benefits	29,240	37,466	17,272	(20,194)	(53.9)%
<b>Subtotal</b>	\$ 99,441	\$ 143,904	\$ 67,192	\$ (76,712)	(53.3)%
<b>Operating, Equipment, and Student Aid</b>					
Operating	2,128,641	2,027,640	2,027,640	-	-
Travel	-	6,000	6,000	-	-
Equipment	9,810	18,000	18,000	-	-
<b>Subtotal</b>	\$ 2,138,451	\$ 2,051,640	\$ 2,051,640	\$ -	-
<b>Total Auxiliary Expenditures</b>	\$ 2,237,891	\$ 2,195,544	\$ 2,118,832	\$ (76,712)	(3.5)%

**Expenses by Natural Classifications**  
*Unrestricted Current Operating Funds - Recurring and NonRecurring*  
 Southern

	FY25	FY26	FY26	Change - Adopted to Revised	
	Actual	Adopted	Revised	Amount	%
<b>EDUCATIONAL AND GENERAL</b>					
<b>Salaries and Benefits</b>					
Salaries					
Faculty	\$ 3,992,217	\$ 4,110,115	\$ 4,359,697	\$ 249,582	6.1%
Staff	4,775,176	5,291,262	5,523,679	232,417	4.4%
Students & Graduate Assistants	132,238	167,014	167,014	-	-
Salaries and Wages	\$ 8,881,088	\$ 9,568,391	\$ 10,050,389	\$ 481,998	5.0%
Fringe Benefits	3,021,090	3,135,648	3,310,608	174,960	5.6%
<b>Subtotal</b>	\$ 11,902,178	\$ 12,704,039	\$ 13,360,997	\$ 656,959	5.2%
<b>Operating, Equipment, and Student Aid</b>					
Operating	4,956,102	7,805,858	8,860,859	1,055,001	13.5%
Travel	327,740	386,621	401,321	14,700	3.8%
Student Aid	2,969,629	3,200,200	3,200,200	-	-
Equipment	257,890	277,754	277,754	-	-
<b>Subtotal</b>	\$ 8,511,360	\$ 11,670,433	\$ 12,740,134	\$ 1,069,701	9.2%
<b>Total E&amp;G Expenditures</b>	\$ 20,413,538	\$ 24,374,472	\$ 26,101,131	\$ 1,726,660	7.1%
<b>AUXILIARIES</b>					
<b>Salaries and Benefits</b>					
Salaries					
Staff	64,481	106,438	49,920	(56,518)	(53.1)%
Students & Graduate Assistants	5,720	-	-	-	-
Salaries and Wages	\$ 70,201	\$ 106,438	\$ 49,920	\$ (56,518)	(53.1)%
Fringe Benefits	29,240	37,466	17,272	(20,194)	(53.9)%
<b>Subtotal</b>	\$ 99,441	\$ 143,904	\$ 67,192	\$ (76,712)	(53.3)%
<b>Operating, Equipment, and Student Aid</b>					
Operating	2,128,641	2,027,640	2,027,640	-	-
Travel	-	6,000	6,000	-	-
Equipment	9,810	18,000	18,000	-	-
<b>Subtotal</b>	\$ 2,138,451	\$ 2,051,640	\$ 2,051,640	\$ -	-
<b>Total Auxiliary Expenditures</b>	\$ 2,237,891	\$ 2,195,544	\$ 2,118,832	\$ (76,712)	(3.5)%

## Auxiliary Budget Summary

*Unrestricted Current Auxiliary Funds- Recurring and Non-Recurring  
Southern*

Recurring and Non-Recurring	FY25 Actual	FY26 Adopted	FY26 Revised	Change - Adopted to Revised	
				Amount	%
<b>HOUSING</b>					
<b>Revenues</b>	\$ 1,514,803	\$ 1,768,968	\$ 1,768,968	-	-
<b>Expenditures and Transfers</b>					
Operating Expenses	842,219	690,443	690,443	-	-
Non Mandatory Transfers	667,163	1,296,657	1,405,000	108,343	8.4%
Total Expenditures & Transfers	<u>\$ 1,509,382</u>	<u>\$ 1,987,100</u>	<u>\$ 2,095,443</u>	<u>\$ 108,343</u>	<u>5.5%</u>
<b>Fund Balance Addition/(Reduction)</b>	<u>\$ 5,421</u>	<u>\$ (218,132)</u>	<u>\$ (326,475)</u>	<u>\$ (108,343)</u>	<u>49.7%</u>
<b>FOOD SERVICE</b>					
<b>Revenues</b>	\$ 1,261,828	\$ 1,497,600	\$ 1,497,600	-	-
<b>Expenditures and Transfers</b>					
Operating Expenses	1,105,976	1,246,197	1,246,197	-	-
Total Expenditures & Transfers	<u>\$ 1,105,976</u>	<u>\$ 1,246,197</u>	<u>\$ 1,246,197</u>	<u>-</u>	<u>-</u>
<b>Fund Balance Addition/(Reduction)</b>	<u>\$ 155,852</u>	<u>\$ 251,403</u>	<u>\$ 251,403</u>	<u>-</u>	<u>-</u>
<b>BOOKSTORES</b>					
<b>Revenues</b>	\$ 130,965	\$ 150,000	\$ 150,000	-	-
<b>Expenditures and Transfers</b>					
Operating Expenses	289,697	258,904	182,192	(76,712)	(29.6)%
Non Mandatory Transfers	-	(102,190)	(102,190)	-	-
Total Expenditures & Transfers	<u>\$ 289,697</u>	<u>\$ 156,714</u>	<u>\$ 80,002</u>	<u>\$ (76,712)</u>	<u>(49.0)%</u>
<b>Fund Balance Addition/(Reduction)</b>	<u>\$ (158,732)</u>	<u>\$ (6,714)</u>	<u>\$ 69,998</u>	<u>\$ 76,712</u>	<u>(1,142.5)%</u>
<b>TOTAL</b>					
<b>Revenues</b>	\$ 2,907,596	\$ 3,416,568	\$ 3,416,568	-	-
<b>Expenditures and Transfers</b>					
Operating Expenses	2,237,891	2,195,544	2,118,832	(76,712)	(3.5)%
Non Mandatory Transfers	667,163	1,194,467	1,302,810	108,343	9.1%
Total Expenditures and Transfers	<u>\$ 2,905,054</u>	<u>\$ 3,390,011</u>	<u>\$ 3,421,642</u>	<u>\$ 31,631</u>	<u>0.9%</u>
<b>Fund Balance Addition/(Reduction)</b>	<u>\$ 2,542</u>	<u>\$ 26,557</u>	<u>\$ (5,074)</u>	<u>\$ (31,631)</u>	<u>(119.1)%</u>

**Athletics**  
 Unrestricted and Restricted Current Funds  
 Southern Campus  
 FY 2025-26 Revised Budget

	FY 2024-25 Actual	FY 2025-26 Adopted	FY 2025-26 Revised	Change FY26 Adopted to FY26 Revised	
				Amount	%
<b>SOUTHERN</b>					
<b>Revenues</b>					
General Funds	\$ 4,294,924	\$ 4,845,248	\$ 4,932,673	\$ 87,425	1.80%
Student Fees for Athletics					
Athletic Fees					
Ticket Sales	25,649	5,000	5,000	-	-
Gifts	402,141	50,000	50,000	-	-
Other*	191,809	182,200	182,200	-	-
Total Revenues	<u>\$ 4,914,523</u>	<u>\$ 5,082,448</u>	<u>\$ 5,169,873</u>	<u>\$ 87,425</u>	<u>1.72%</u>
<b>Expenditures and Transfers</b>					
Salaries and Benefits	\$ 1,823,538	\$ 2,112,147	\$ 2,199,572	\$ 87,425	4.14%
Travel	321,861	346,440	346,440	-	0.0%
Student Aid	1,678,136	1,799,800	1,799,800	-	0.0%
Other Operating	1,090,988	824,061	824,061	-	0.0%
Subtotal Expenditures	\$ 4,914,523	\$ 5,082,448	\$ 5,169,873	\$ 87,425	1.72%
Debt Service Transfers					
Other Transfers					
Total Expenditures and Transfers	<u>\$ 4,914,523</u>	<u>\$ 5,082,448</u>	<u>\$ 5,169,873</u>	<u>\$ 87,425</u>	<u>1.72%</u>
<b>Fund Balance Addition / (Reduction)</b>	\$ -	\$ -	\$ -	\$ -	0.0%

\*Includes unrestricted and restricted funds. Other revenue sources include NCAA conference income, tournament income, program sales, concessions, parking, broadcasting, television, radio, internet, endowments, investments, royalties, advertisements, sponsorships, game guarantees, licensing fees, and sports camps.

**Current Operating Funds by Fund Group- Unrestricted and Restricted***Current Operating Funds - Recurring and NonRecurring*

Southern

FY26 Revised

	Unrestricted E&G	Unrestricted Auxiliaries	Restricted Funds	Total Revenues
<b>Revenues</b>				
Tuition and Fees	\$ 11,627,505	-	- \$	11,627,505
State Appropriations	8,444,600	-	-	8,444,600
Sales & Services	83,750	-	-	83,750
Grants & Contracts	1,600	-	6,032,232	6,033,832
Other Sources	335,000	3,416,568	807,453	4,559,021
Total Revenues	\$ 20,492,455	\$ 3,416,568	\$ 6,839,685	\$ 30,748,708
<b>Expenditures and Transfers</b>				
Instruction	7,430,902	-	613,500	8,044,402
Public Service	1,325	-	175,000	176,325
Academic Support	2,586,398	-	50,000	2,636,398
Student Services	6,543,625	-	230,200	6,773,825
Institutional Support	3,622,781	-	27,050	3,649,831
Scholarships & Fellowships	3,378,294	-	5,733,935	9,112,229
Auxiliaries	-	2,118,832	-	2,118,832
Operation & Maintenance	2,537,806	-	10,000	2,547,806
Subtotal Expenditures	\$ 26,101,131	\$ 2,118,832	\$ 6,839,685	\$ 35,059,649
Non Mandatory Transfers	(6,176,031)	1,302,810	-	(4,873,221)
Total Expenditures and Transfers	\$ 19,925,100	\$ 3,421,642	\$ 6,839,685	\$ 30,186,428
<b>Net Asset Addition/Reduction</b>	\$ 567,355	\$ (5,074)	- \$	562,280

**Current Operating Funds- Unrestricted and Restricted**

*Current Operating Funds - Recurring and Non-Recurring  
Southern*

	FY25 Actual			FY26 Adopted			FY26 Revised		
	Unrestricted E&G	Restricted E&G	Total	Unrestricted E&G	Restricted E&G	Total	Unrestricted E&G	Restricted E&G	Total
<b>EDUCATIONAL AND GENERAL</b>									
<b>Revenues</b>									
Tuition and Fees	\$ 10,333,329	- \$	10,333,329	\$ 11,627,505	- \$	11,627,505	\$ 11,627,505	- \$	11,627,505
State Appropriations	6,324,000	-	6,324,000	8,433,900	-	8,433,900	8,444,600	-	8,444,600
Sales & Services	274,750	-	274,750	83,750	-	83,750	83,750	-	83,750
Grants & Contracts	47,846	6,111,746	6,159,591	1,600	5,857,232	5,858,832	1,600	6,032,232	6,033,832
Other Sources	341,668	1,217,760	1,559,428	335,000	807,453	1,142,453	335,000	807,453	1,142,453
Total Revenue	<u>\$ 17,321,594</u>	<u>\$ 7,329,505</u>	<u>\$ 24,651,099</u>	<u>\$ 20,481,755</u>	<u>\$ 6,664,685</u>	<u>\$ 27,146,440</u>	<u>\$ 20,492,455</u>	<u>\$ 6,839,685</u>	<u>\$ 27,332,140</u>
<b>Expenditures and Transfers</b>									
Instruction	\$ 5,858,808	\$ 498,217	\$ 6,357,025	\$ 6,741,821	\$ 613,500	\$ 7,355,321	\$ 7,430,902	\$ 613,500	\$ 8,044,402
Public Service	18,625	44,161	62,786	1,325	-	1,325	1,325	175,000	176,325
Academic Support	2,142,418	290,155	2,432,573	2,671,840	50,000	2,721,840	2,586,398	50,000	2,636,398
Student Services	5,051,489	505,451	5,556,940	5,888,084	230,200	6,118,284	6,543,625	230,200	6,773,825
Institutional Support	2,495,552	135,333	2,630,885	3,410,619	27,050	3,437,669	3,622,781	27,050	3,649,831
Scholarships & Fellowships	2,974,742	5,403,464	8,378,206	3,378,294	5,733,935	9,112,229	3,378,294	5,733,935	9,112,229
Operation & Maintenance	1,871,904	516,920	2,388,824	2,282,489	10,000	2,292,489	2,537,806	10,000	2,547,806
Subtotal Expenditures	<u>\$ 20,413,538</u>	<u>\$ 7,393,701</u>	<u>\$ 27,807,239</u>	<u>\$ 24,374,472</u>	<u>\$ 6,664,685</u>	<u>\$ 31,039,157</u>	<u>\$ 26,101,131</u>	<u>\$ 6,839,685</u>	<u>\$ 32,940,816</u>
Non Mandatory Transfers	(3,091,944)	-	(3,091,944)	(4,067,688)	-	(4,067,688)	(6,176,031)	-	(6,176,031)
Total Expenditures & Transfers	<u>\$ 17,321,594</u>	<u>\$ 7,393,701</u>	<u>\$ 24,715,295</u>	<u>\$ 20,306,784</u>	<u>\$ 6,664,685</u>	<u>\$ 26,971,469</u>	<u>\$ 19,925,100</u>	<u>\$ 6,839,685</u>	<u>\$ 26,764,785</u>
<b>Net Asset Addition/(Reduction)</b>	- \$	(64,196) \$	(64,196)	\$ 174,971	- \$	174,971	\$ 567,355	- \$	567,355
<b>AUXILIARIES</b>									
Revenues	\$ 2,907,596	- \$	2,907,596	\$ 3,416,568	- \$	3,416,568	\$ 3,416,568	- \$	3,416,568
<b>Expenditures and Transfers</b>									
Expenditures	2,237,891	-	2,237,891	2,195,544	-	2,195,544	2,118,832	-	2,118,832
Non Mandatory Transfers	667,163	-	667,163	1,194,467	-	1,194,467	1,302,810	-	1,302,810
Total Expenditures and Transfers	<u>\$ 2,905,054</u>	<u>- \$</u>	<u>\$ 2,905,054</u>	<u>\$ 3,390,011</u>	<u>- \$</u>	<u>\$ 3,390,011</u>	<u>\$ 3,421,642</u>	<u>- \$</u>	<u>\$ 3,421,642</u>
<b>Net Asset Addition/(Reduction)</b>	\$ 2,542	- \$	2,542	\$ 26,557	- \$	26,557	\$ (5,074)	- \$	(5,074)
<b>TOTALS</b>									
Revenues	\$ 20,229,190	\$ 7,329,505	\$ 27,558,695	\$ 23,898,323	\$ 6,664,685	\$ 30,563,008	\$ 23,909,023	\$ 6,839,685	\$ 30,748,708
<b>Expenditures and Transfers</b>									
Operating Expenses	22,651,429	7,393,701	30,045,131	26,570,016	6,664,685	33,234,701	28,219,964	6,839,685	35,059,649
Non Mandatory Transfers	(2,424,781)	-	(2,424,781)	(2,873,221)	-	(2,873,221)	(4,873,221)	-	(4,873,221)
Total Expenditures and Transfers	<u>\$ 20,226,648</u>	<u>\$ 7,393,701</u>	<u>\$ 27,620,349</u>	<u>\$ 23,696,795</u>	<u>\$ 6,664,685</u>	<u>\$ 30,361,480</u>	<u>\$ 23,346,743</u>	<u>\$ 6,839,685</u>	<u>\$ 30,186,428</u>
<b>Net Asset Addition/(Reduction)</b>	\$ 2,542	(64,196) \$	(61,654)	\$ 201,528	- \$	201,528	\$ 562,280	- \$	562,280

## Unrestricted Current Operating Funds

Health Science Center  
FY26 Revised

	Recurring	Non-Recurring	Total
<b>EDUCATIONAL AND GENERAL</b>			
<b>Revenues</b>			
Tuition and Fees	\$ 107,534,201	-	\$ 107,534,201
State Appropriations	232,786,324	7,590,300	240,376,624
Sales & Services	11,301,309	-	11,301,309
Grants & Contracts	21,996,922	-	21,996,922
Other Sources	1,188,921	-	1,188,921
Total Revenues	\$ 374,807,677	\$ 7,590,300	\$ 382,397,977
<b>Expenditures and Transfers</b>			
Instruction	\$ 149,273,152	\$ 4,936,343	\$ 154,209,495
Research	24,378,346	22,596,268	46,974,614
Public Service	434,352	-	434,352
Academic Support	74,233,552	1,420,567	75,654,119
Student Services	9,239,655	-	9,239,655
Institutional Support	48,888,604	348,582	49,237,186
Scholarships & Fellowships	8,556,446	2,300	8,558,746
Operation & Maintenance	50,831,282	7,590,300	58,421,582
Subtotal Expenditures	\$ 365,835,389	\$ 36,894,360	\$ 402,729,749
Mandatory Transfers	6,989,976	-	6,989,976
Non Mandatory Transfers	6,089,716	(35,000,000)	(28,910,284)
Total Expenditures & Transfers	\$ 378,915,081	\$ 1,894,360	\$ 380,809,441
<b>Net Asset Addition/(Reduction)</b>	\$ (4,107,404)	\$ 5,695,940	\$ 1,588,536
<b>AUXILIARIES</b>			
<b>Revenues</b>			
Revenues	\$ 4,151,808	-	\$ 4,151,808
<b>Expenditures and Transfers</b>			
Expenditures	3,902,246	-	3,902,246
Mandatory Transfers	270,500	-	270,500
Non Mandatory Transfers	(107,027)	-	(107,027)
Total Expenditures and Transfers	\$ 4,065,719	-	\$ 4,065,719
<b>Net Asset Addition/(Reduction)</b>	\$ 86,089	-	\$ 86,089
<b>TOTALS</b>			
Revenues	\$ 378,959,485	\$ 7,590,300	\$ 386,549,785
<b>Expenditures and Transfers</b>			
Expenditures	369,737,635	36,894,360	406,631,995
Mandatory Transfers	7,260,476	-	7,260,476
Non-Mandatory Transfers	5,982,689	(35,000,000)	(29,017,311)
Total Expenditures and Transfers	\$ 382,980,800	\$ 1,894,360	\$ 384,875,160
<b>Net Asset Addition/(Reduction)</b>	\$ (4,021,315)	\$ 5,695,940	\$ 1,674,625

## Unrestricted Net Asset Summary

*Current Funds, Revenues, Expenditures, and Transfers*  
Health Science Center

	Unrestricted E&G	Unrestricted Auxiliary	Total Unrestricted
<b>FY26 Budget Revised</b>			
<b>Beginning Fund Balance</b>	\$ 11,151,809	\$ (30,449)	\$ 11,121,360
Revenues	\$ 382,397,977	\$ 4,151,808	\$ 386,549,785
Expenditures	402,729,749	3,902,246	406,631,995
Transfers	(21,920,308)	163,473	(21,756,835)
Total Expenditures & Transfers	<u>\$ 380,809,441</u>	<u>\$ 4,065,719</u>	<u>\$ 384,875,160</u>
<b>Net Asset Addition/(Reduction)</b>	\$ 1,588,536	\$ 86,089	\$ 1,674,625
<b>Total Ending Fund Balance</b>	<b>\$ 12,740,344</b>	<b>\$ 55,640</b>	<b>\$ 12,795,985</b>
Allocations:			
Working Capital	3,000,962	253,304	3,254,265
Unallocated	9,739,383	(197,663)	9,541,719
<i>Unallocated as % of Expenses + Transfers</i>	2.6%	(4.9%)	2.5%

**Unrestricted Net Assets** are funds carried forward to be used during the following fiscal year. They include funds allocated to specific purposes (working capital, revolving funds, encumbrances, and reappropriations) and unallocated funds available for short term contingencies.

**Working capital** – provides sufficient liquidity to fund accounts receivable, inventories, and petty cash. These are required by state regulations and are considered non-expendable during the fiscal year.

**Revolving funds** – fund balances tied to revenue-generating units (e.g., service centers, motor pools, conference centers, medical clinics) and university wide cost-distribution models (e.g., unemployment compensation, workers compensation liabilities, claims liabilities, etc.).

**Encumbrances** – funds carried over for commitments for purchases of goods and services that were not received before the close of the fiscal year. They are fully expended during the fiscal year.

**Reappropriations** – funds carried forward for specific programs and initiatives. The most common example is a project that was planned for the previous fiscal year but delayed until the next fiscal year. They are fully expended during the fiscal year.

**Unallocated Reserves** – contingency funds available to respond to fluctuations in revenues and expenditures. The unallocated reserve for E&G operations is limited to 2% to 5% of total expenditures and transfers; the auxiliary target range is 3% to 5% of expenditures and transfers.

**Current Operating Budget Summary**

*Unrestricted Current Operating Funds - Recurring*  
Health Science Center

UNRESTRICTED FUNDS Recurring	FY25	FY26	FY26	Change - Adopted to Revised	
	Actual	Adopted	Revised	Amount	%
<b>EDUCATIONAL AND GENERAL</b>					
<b>Revenues</b>					
Tuition and Fees	\$ 95,010,866	\$ 97,493,997	\$ 107,534,201	\$ 10,040,204	10.3%
State Appropriations	224,420,224	234,660,072	232,786,324	(1,873,748)	(0.8)%
Sales & Services	20,039,318	21,089,214	11,301,309	(9,787,905)	(46.4)%
Grants & Contracts	23,393,751	21,996,922	21,996,922	-	-
Other Sources	3,634,111	1,198,921	1,188,921	(10,000)	(0.8)%
Revenues	<u>\$ 366,498,270</u>	<u>\$ 376,439,126</u>	<u>\$ 374,807,677</u>	<u>\$ (1,631,449)</u>	<u>(0.4)%</u>
<b>Expenditures and Transfers</b>					
Instruction	\$ 132,881,034	\$ 147,745,822	\$ 149,273,152	\$ 1,527,330	1.0%
Research	30,171,383	18,255,848	24,378,346	6,122,497	33.5%
Public Service	514,542	433,590	434,352	762	0.2%
Academic Support	66,477,480	74,844,986	74,233,552	(611,434)	(0.8)%
Student Services	7,575,656	8,889,893	9,239,655	349,762	3.9%
Institutional Support	37,655,229	47,587,780	48,888,604	1,300,824	2.7%
Scholarships & Fellowships	6,249,564	8,556,546	8,556,446	(100)	-
Operation & Maintenance	40,075,185	57,045,619	50,831,282	(6,214,337)	(10.9)%
Subtotal Expenditures	<u>\$ 321,600,073</u>	<u>\$ 363,360,084</u>	<u>\$ 365,835,389</u>	<u>\$ 2,475,305</u>	<u>0.7%</u>
Mandatory Transfers	6,722,417	6,989,327	6,989,976	649	-
Non Mandatory Transfers	43,196,099	6,089,716	6,089,716	-	-
Total Expenditures & Transfers	<u>\$ 371,518,589</u>	<u>\$ 376,439,127</u>	<u>\$ 378,915,081</u>	<u>\$ 2,475,954</u>	<u>0.7%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ (5,020,319)</u>	<u>\$ (1)</u>	<u>\$ (4,107,404)</u>	<u>\$ (4,107,403)</u>	<u>636,218,994.0%</u>
<b>AUXILIARIES</b>					
Revenues	\$ 3,266,427	\$ 4,151,808	\$ 4,151,808	-	-
<b>Expenditures and Transfers</b>					
Expenditures	3,201,266	3,882,286	3,902,246	19,960	0.5%
Mandatory Transfers	200,995	270,500	270,500	-	-
Non Mandatory Transfers	-	(107,027)	(107,027)	-	-
Total Expenditures and Transfers	<u>\$ 3,402,261</u>	<u>\$ 4,045,759</u>	<u>\$ 4,065,719</u>	<u>\$ 19,960</u>	<u>0.5%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ (135,834)</u>	<u>\$ 106,049</u>	<u>\$ 86,089</u>	<u>\$ (19,960)</u>	<u>(18.8)%</u>
<b>TOTALS</b>					
Revenues	\$ 369,764,696	\$ 380,590,934	\$ 378,959,485	\$ (1,631,449)	(0.4)%
<b>Expenditures and Transfers</b>					
Expenditures	324,801,339	367,242,369	369,737,635	2,495,265	0.7%
Mandatory Transfers	6,923,412	7,259,827	7,260,476	649	-
Non-Mandatory Transfers	43,196,099	5,982,689	5,982,689	-	-
Total Expenditures and Transfers	<u>\$ 374,920,850</u>	<u>\$ 380,484,885</u>	<u>\$ 382,980,800</u>	<u>\$ 2,495,914</u>	<u>0.7%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ (5,156,154)</u>	<u>\$ 106,049</u>	<u>\$ (4,021,315)</u>	<u>\$ (4,127,363)</u>	<u>(3,892.0)%</u>

**Current Operating Budget Summary**  
*Unrestricted Current Operating Funds - Recurring and NonRecurring*  
 Health Science Center

UNRESTRICTED FUNDS Recurring and NonRecurring	FY25	FY26	FY26	Change - Adopted to Revised	
	Actual	Adopted	Revised	Amount	%
<b>EDUCATIONAL AND GENERAL</b>					
<b>Revenues</b>					
Tuition and Fees	\$ 95,010,866	\$ 97,493,997	\$ 107,534,201	\$ 10,040,204	10.3%
State Appropriations	224,420,224	242,462,372	240,376,624	(2,085,748)	(0.9)%
Sales & Services	20,039,318	21,089,214	11,301,309	(9,787,905)	(46.4)%
Grants & Contracts	23,393,751	21,996,922	21,996,922	-	-
Other Sources	3,634,111	1,198,921	1,188,921	(10,000)	(0.8)%
Revenues	<u>\$ 366,498,270</u>	<u>\$ 384,241,426</u>	<u>\$ 382,397,977</u>	<u>\$ (1,843,449)</u>	<u>(0.5)%</u>
<b>Expenditures and Transfers</b>					
Instruction	\$ 132,881,034	\$ 147,745,822	\$ 154,209,495	\$ 6,463,673	4.4%
Research	30,171,383	18,255,848	46,974,614	28,718,765	157.3%
Public Service	514,542	433,590	434,352	762	0.2%
Academic Support	66,477,480	74,844,986	75,654,119	809,133	1.1%
Student Services	7,575,656	8,889,893	9,239,655	349,762	3.9%
Institutional Support	37,655,229	47,587,780	49,237,186	1,649,406	3.5%
Scholarships & Fellowships	6,249,564	8,558,846	8,558,746	(100)	-
Operation & Maintenance	40,075,185	64,845,619	58,421,582	(6,424,037)	(9.9)%
Subtotal Expenditures	<u>\$ 321,600,073</u>	<u>\$ 371,162,384</u>	<u>\$ 402,729,749</u>	<u>\$ 31,567,365</u>	<u>8.5%</u>
Mandatory Transfers	6,722,417	6,989,327	6,989,976	649	-
Non Mandatory Transfers	43,196,099	6,089,716	(28,910,284)	(35,000,000)	(574.7)%
Total Expenditures & Transfers	<u>\$ 371,518,589</u>	<u>\$ 384,241,427</u>	<u>\$ 380,809,441</u>	<u>\$ (3,431,986)</u>	<u>(0.9)%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ (5,020,319)</u>	<u>\$ (1)</u>	<u>\$ 1,588,536</u>	<u>\$ 1,588,537</u>	<u>(246,057,516.7)%</u>
<b>AUXILIARIES</b>					
Revenues	\$ 3,266,427	\$ 4,151,808	\$ 4,151,808	-	-
<b>Expenditures and Transfers</b>					
Expenditures	3,201,266	3,882,286	3,902,246	19,960	0.5%
Mandatory Transfers	200,995	270,500	270,500	-	-
Non Mandatory Transfers	-	(107,027)	(107,027)	-	-
Total Expenditures and Transfers	<u>\$ 3,402,261</u>	<u>\$ 4,045,759</u>	<u>\$ 4,065,719</u>	<u>\$ 19,960</u>	<u>0.5%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ (135,834)</u>	<u>\$ 106,049</u>	<u>\$ 86,089</u>	<u>\$ (19,960)</u>	<u>(18.8)%</u>
<b>TOTALS</b>					
Revenues	\$ 369,764,696	\$ 388,393,234	\$ 386,549,785	\$ (1,843,449)	(0.5)%
<b>Expenditures and Transfers</b>					
Expenditures	324,801,339	375,044,669	406,631,995	31,587,325	8.4%
Mandatory Transfers	6,923,412	7,259,827	7,260,476	649	-
Non-Mandatory Transfers	43,196,099	5,982,689	(29,017,311)	(35,000,000)	(585.0)%
Total Expenditures and Transfers	<u>\$ 374,920,850</u>	<u>\$ 388,287,185</u>	<u>\$ 384,875,160</u>	<u>\$ (3,412,026)</u>	<u>(0.9)%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ (5,156,154)</u>	<u>\$ 106,049</u>	<u>\$ 1,674,625</u>	<u>\$ 1,568,577</u>	<u>1,479.1%</u>

## Expenses by Natural Classifications

*Unrestricted Current Operating Funds - Recurring  
Health Science Center*

	FY25	FY26	FY26	Change - Adopted to Revised	
	Actual	Adopted	Revised	Amount	%
<b>EDUCATIONAL AND GENERAL</b>					
<b>Salaries and Benefits</b>					
Salaries					
Faculty	\$ 94,493,162	\$ 97,308,168	\$ 101,695,388	\$ 4,387,220	4.5%
Staff	83,323,316	90,492,990	95,996,851	5,503,861	6.1%
Students & Graduate Assistants	4,584,570	6,093,760	6,798,059	704,299	11.6%
Salaries and Wages	\$ 182,583,621	\$ 193,894,917	\$ 204,490,298	\$ 10,595,381	5.5%
Fringe Benefits	59,774,602	66,885,546	66,668,143	(217,402)	(0.3)%
<b>Subtotal</b>	\$ 242,358,223	\$ 260,780,463	\$ 271,158,441	\$ 10,377,978	4.0%
<b>Operating, Equipment, and Student Aid</b>					
Operating	63,978,215	73,215,940	68,503,273	(4,712,667)	(6.4)%
Travel	2,414,503	1,690,051	1,563,145	(126,906)	(7.5)%
Student Aid	9,685,182	12,990,912	12,927,812	(63,100)	(0.5)%
Equipment	3,163,951	14,682,718	11,682,718	(3,000,000)	(20.4)%
<b>Subtotal</b>	\$ 79,241,850	\$ 102,579,621	\$ 94,676,948	\$ (7,902,673)	(7.7)%
<b>Total E&amp;G Expenditures</b>	\$ 321,600,073	\$ 363,360,084	\$ 365,835,389	\$ 2,475,305	0.7%
<b>AUXILIARIES</b>					
<b>Salaries and Benefits</b>					
Salaries					
Staff	1,101,857	1,321,290	1,342,134	20,844	1.6%
Salaries and Wages	\$ 1,101,857	\$ 1,321,290	\$ 1,342,134	\$ 20,844	1.6%
Fringe Benefits	394,510	459,983	459,099	(884)	(0.2)%
<b>Subtotal</b>	\$ 1,496,367	\$ 1,781,273	\$ 1,801,233	\$ 19,960	1.1%
<b>Operating, Equipment, and Student Aid</b>					
Operating	1,699,116	2,062,853	2,062,853	-	-
Travel	5,783	38,110	38,110	-	-
Student Aid	-	50	50	-	-
<b>Subtotal</b>	\$ 1,704,899	\$ 2,101,013	\$ 2,101,013	\$ -	-
<b>Total Auxiliary Expenditures</b>	\$ 3,201,266	\$ 3,882,286	\$ 3,902,246	\$ 19,960	0.5%

**Expenses by Natural Classifications**  
*Unrestricted Current Operating Funds - Recurring and NonRecurring*  
 Health Science Center

	FY25	FY26	FY26	Change - Adopted to Revised	
	Actual	Adopted	Revised	Amount	%
<b>EDUCATIONAL AND GENERAL</b>					
<b>Salaries and Benefits</b>					
Salaries					
Faculty	\$ 94,493,162	\$ 97,308,168	\$ 101,695,388	\$ 4,387,220	4.5%
Staff	83,323,316	90,492,990	91,038,827	545,837	0.6%
Students & Graduate Assistants	4,584,570	6,093,760	6,057,843	(35,917)	(0.6)%
Salaries and Wages	\$ 182,583,621	\$ 193,894,917	\$ 198,792,058	\$ 4,897,141	2.5%
Fringe Benefits	59,774,602	66,885,546	66,668,143	(217,402)	(0.3)%
<b>Subtotal</b>	\$ 242,358,223	\$ 260,780,463	\$ 265,460,201	\$ 4,679,738	1.8%
<b>Operating, Equipment, and Student Aid</b>					
Operating	63,978,215	73,215,940	103,503,273	30,287,333	41.4%
Travel	2,414,503	1,690,051	1,563,145	(126,906)	(7.5)%
Student Aid	9,685,182	12,993,212	12,930,112	(63,100)	(0.5)%
Equipment	3,163,951	22,482,718	19,273,018	(3,209,700)	(14.3)%
<b>Subtotal</b>	\$ 79,241,850	\$ 110,381,921	\$ 137,269,548	\$ 26,887,627	24.4%
<b>Total E&amp;G Expenditures</b>	\$ 321,600,073	\$ 371,162,384	\$ 402,729,749	\$ 31,567,365	8.5%
<b>AUXILIARIES</b>					
<b>Salaries and Benefits</b>					
Salaries					
Staff	1,101,857	1,321,290	1,342,134	20,844	1.6%
Salaries and Wages	\$ 1,101,857	\$ 1,321,290	\$ 1,342,134	\$ 20,844	1.6%
Fringe Benefits	394,510	459,983	459,099	(884)	(0.2)%
<b>Subtotal</b>	\$ 1,496,367	\$ 1,781,273	\$ 1,801,233	\$ 19,960	1.1%
<b>Operating, Equipment, and Student Aid</b>					
Operating	1,699,116	2,062,853	2,062,853	-	-
Travel	5,783	38,110	38,110	-	-
Student Aid	-	50	50	-	-
<b>Subtotal</b>	\$ 1,704,899	\$ 2,101,013	\$ 2,101,013	\$ -	-
<b>Total Auxiliary Expenditures</b>	\$ 3,201,266	\$ 3,882,286	\$ 3,902,246	\$ 19,960	0.5%

## Auxiliary Budget Summary

*Unrestricted Current Auxiliary Funds- Recurring and Non-Recurring*  
Health Science Center

Recurring and Non-Recurring	FY25 Actual	FY26 Adopted	FY26 Revised	Change - Adopted to Revised	
				Amount	%
<b>FOOD SERVICE</b>					
<b>Revenues</b>	\$ 1,531,610	\$ 1,114,386	\$ 1,114,386	-	-
<b>Expenditures and Transfers</b>					
Operating Expenses	1,778,321	1,485,196	1,489,157	3,960	0.3%
Total Expenditures & Transfers	<u>\$ 1,778,321</u>	<u>\$ 1,485,196</u>	<u>\$ 1,489,157</u>	<u>\$ 3,960</u>	<u>0.3%</u>
<b>Fund Balance Addition/(Reduction)</b>	<u>\$ (246,711)</u>	<u>\$ (370,810)</u>	<u>\$ (374,771)</u>	<u>\$ (3,960)</u>	<u>1.1%</u>
<b>PARKING</b>					
<b>Revenues</b>	\$ 1,247,654	\$ 1,425,569	\$ 1,425,569	-	-
<b>Expenditures and Transfers</b>					
Operating Expenses	959,825	758,231	771,371	13,140	1.7%
Mandatory Transfers	200,995	270,500	270,500	-	-
Non Mandatory Transfers	-	(107,027)	(107,027)	-	-
Total Expenditures & Transfers	<u>\$ 1,160,820</u>	<u>\$ 921,704</u>	<u>\$ 934,844</u>	<u>\$ 13,140</u>	<u>1.4%</u>
<b>Fund Balance Addition/(Reduction)</b>	<u>\$ 86,834</u>	<u>\$ 503,865</u>	<u>\$ 490,725</u>	<u>\$ (13,140)</u>	<u>(2.6)%</u>
<b>BOOKSTORES</b>					
<b>Revenues</b>	\$ 479,170	\$ 1,514,591	\$ 1,514,591	-	-
<b>Expenditures and Transfers</b>					
Operating Expenses	445,610	1,559,597	1,562,456	2,860	0.2%
Total Expenditures & Transfers	<u>\$ 445,610</u>	<u>\$ 1,559,597</u>	<u>\$ 1,562,456</u>	<u>\$ 2,860</u>	<u>0.2%</u>
<b>Fund Balance Addition/(Reduction)</b>	<u>\$ 33,560</u>	<u>\$ (45,006)</u>	<u>\$ (47,865)</u>	<u>\$ (2,860)</u>	<u>6.4%</u>
<b>OTHER</b>					
<b>Revenues</b>	\$ 7,992	\$ 97,262	\$ 97,262	-	-
<b>Expenditures and Transfers</b>					
Operating Expenses	17,509	79,262	79,262	-	-
Total Expenditures & Transfers	<u>\$ 17,509</u>	<u>\$ 79,262</u>	<u>\$ 79,262</u>	<u>-</u>	<u>-</u>
<b>Fund Balance Addition/(Reduction)</b>	<u>\$ (9,517)</u>	<u>\$ 18,000</u>	<u>\$ 18,000</u>	<u>-</u>	<u>-</u>
<b>TOTAL</b>					
<b>Revenues</b>	\$ 3,266,427	\$ 4,151,808	\$ 4,151,808	-	-
<b>Expenditures and Transfers</b>					
Operating Expenses	3,201,266	3,882,286	3,902,246	19,960	0.5%
Mandatory Transfers	200,995	270,500	270,500	-	-
Non Mandatory Transfers	-	(107,027)	(107,027)	-	-
Total Expenditures and Transfers	<u>\$ 3,402,261</u>	<u>\$ 4,045,759</u>	<u>\$ 4,065,719</u>	<u>\$ 19,960</u>	<u>0.5%</u>
<b>Fund Balance Addition/(Reduction)</b>	<u>\$ (135,834)</u>	<u>\$ 106,049</u>	<u>\$ 86,089</u>	<u>\$ (19,960)</u>	<u>(18.8)%</u>

**Current Operating Funds by Fund Group- Unrestricted and Restricted***Current Operating Funds - Recurring and NonRecurring*

Health Science Center

FY26 Revised

	Unrestricted E&G	Unrestricted Auxiliaries	Restricted Funds	Total Revenues
<b>Revenues</b>				
Tuition and Fees	\$ 107,534,201	-	- \$	107,534,201
State Appropriations	240,376,624	-	3,304,434	243,681,058
Sales & Services	11,301,309	-	-	11,301,309
Grants & Contracts	21,996,922	-	308,417,935	330,414,857
Other Sources	1,188,921	4,151,808	25,676,142	31,016,871
Total Revenues	<u>\$ 382,397,977</u>	<u>\$ 4,151,808</u>	<u>\$ 337,398,511</u>	<u>\$ 723,948,296</u>
<b>Expenditures and Transfers</b>				
Instruction	154,209,495	-	188,078,385	342,287,880
Research	46,974,614	-	64,037,386	111,012,000
Public Service	434,352	-	25,360,704	25,795,056
Academic Support	75,654,119	-	48,975,914	124,630,033
Student Services	9,239,655	-	27,200	9,266,855
Institutional Support	49,237,186	-	3,174,996	52,412,182
Scholarships & Fellowships	8,558,746	-	7,743,926	16,302,672
Auxiliaries	-	3,902,246	-	3,902,246
Operation & Maintenance	58,421,582	-	-	58,421,582
Subtotal Expenditures	<u>\$ 402,729,749</u>	<u>\$ 3,902,246</u>	<u>\$ 337,398,511</u>	<u>\$ 744,030,506</u>
Mandatory Transfers	6,989,976	270,500	-	7,260,476
Non Mandatory Transfers	(28,910,284)	(107,027)	-	(29,017,311)
Total Expenditures and Transfers	<u>\$ 380,809,441</u>	<u>\$ 4,065,719</u>	<u>\$ 337,398,511</u>	<u>\$ 722,273,671</u>
<b>Net Asset Addition/Reduction</b>	<u>\$ 1,588,536</u>	<u>\$ 86,089</u>	<u>- \$</u>	<u>1,674,625</u>

**Current Operating Funds- Unrestricted and Restricted**

*Current Operating Funds - Recurring and Non-Recurring*  
Health Science Center

	FY25 Actual			FY26 Adopted			FY26 Revised		
	Unrestricted E&G	Restricted E&G	Total	Unrestricted E&G	Restricted E&G	Total	Unrestricted E&G	Restricted E&G	Total
<b>EDUCATIONAL AND GENERAL</b>									
<b>Revenues</b>									
Tuition and Fees	\$ 95,010,866	- \$	95,010,866	\$ 97,493,997	- \$	97,493,997	\$ 107,534,201	- \$	107,534,201
State Appropriations	224,420,224	3,428,721	227,848,945	242,462,372	2,200,830	244,663,202	240,376,624	3,304,434	243,681,058
Sales & Services	20,039,318	-	20,039,318	21,089,214	-	21,089,214	11,301,309	-	11,301,309
Grants & Contracts	23,393,751	296,723,885	320,117,636	21,996,922	299,109,361	321,106,283	21,996,922	308,417,935	330,414,857
Other Sources	3,634,111	63,726,604	67,360,715	1,198,921	23,439,807	24,638,728	1,188,921	25,676,142	26,865,063
Total Revenue	\$ 366,498,270	\$ 363,879,210	\$ 730,377,480	\$ 384,241,426	\$ 324,749,998	\$ 708,991,424	\$ 382,397,977	\$ 337,398,511	\$ 719,796,488
<b>Expenditures and Transfers</b>									
Instruction	\$ 132,881,034	\$ 184,078,385	\$ 316,959,418	\$ 147,745,822	\$ 170,052,645	\$ 317,798,467	\$ 154,209,495	\$ 188,078,385	\$ 342,287,880
Research	30,171,383	63,707,386	93,878,769	18,255,848	60,795,656	79,051,504	46,974,614	64,037,386	111,012,000
Public Service	514,542	25,160,704	25,675,246	433,590	24,626,373	25,059,963	434,352	25,360,704	25,795,056
Academic Support	66,477,480	48,475,914	114,953,394	74,844,986	54,914,606	129,759,592	75,654,119	48,975,914	124,630,033
Student Services	7,575,656	26,682	7,602,338	8,889,893	10,000	8,899,893	9,239,655	27,200	9,266,855
Institutional Support	37,655,229	3,174,996	40,830,225	47,587,780	5,184,260	52,772,040	49,237,186	3,174,996	52,412,182
Scholarships & Fellowships	6,249,564	7,343,926	13,593,490	8,558,846	6,562,639	15,121,485	8,558,746	7,743,926	16,302,672
Operation & Maintenance	40,075,185	-	40,075,185	64,845,619	-	64,845,619	58,421,582	-	58,421,582
Subtotal Expenditures	\$ 321,600,073	\$ 331,967,993	\$ 653,568,066	\$ 371,162,384	\$ 322,146,179	\$ 693,308,563	\$ 402,729,749	\$ 337,398,511	\$ 740,128,260
Mandatory Transfers	6,722,417	-	6,722,417	6,989,327	-	6,989,327	6,989,976	-	6,989,976
Non Mandatory Transfers	43,196,099	-	43,196,099	6,089,716	-	6,089,716	(28,910,284)	-	(28,910,284)
Total Expenditures & Transfers	\$ 371,518,589	\$ 331,967,993	\$ 703,486,582	\$ 384,241,427	\$ 322,146,179	\$ 706,387,606	\$ 380,809,441	\$ 337,398,511	\$ 718,207,952
<b>Net Asset Addition/(Reduction)</b>	\$ (5,020,319)	\$ 31,911,217	\$ 26,890,898	\$ (1)	\$ 2,603,819	\$ 2,603,818	\$ 1,588,536	- \$	\$ 1,588,536
<b>AUXILIARIES</b>									
Revenues	\$ 3,266,427	- \$	3,266,427	\$ 4,151,808	- \$	4,151,808	\$ 4,151,808	- \$	4,151,808
<b>Expenditures and Transfers</b>									
Expenditures	3,201,266	-	3,201,266	3,882,286	-	3,882,286	3,902,246	-	3,902,246
Mandatory Transfers	200,995	-	200,995	270,500	-	270,500	270,500	-	270,500
Non Mandatory Transfers	-	-	-	(107,027)	-	(107,027)	(107,027)	-	(107,027)
Total Expenditures and Transfers	\$ 3,402,261	- \$	3,402,261	\$ 4,045,759	- \$	4,045,759	\$ 4,065,719	- \$	4,065,719
<b>Net Asset Addition/(Reduction)</b>	\$ (135,834)	- \$	(135,834)	\$ 106,049	- \$	106,049	\$ 86,089	- \$	86,089
<b>TOTALS</b>									
Revenues	\$ 369,764,696	\$ 363,879,210	\$ 733,643,906	\$ 388,393,234	\$ 324,749,998	\$ 713,143,232	\$ 386,549,785	\$ 337,398,511	\$ 723,948,296
<b>Expenditures and Transfers</b>									
Operating Expenses	324,801,339	331,967,993	656,769,332	375,044,669	322,146,179	697,190,848	406,631,995	337,398,511	744,030,506
Mandatory Transfers	6,923,412	-	6,923,412	7,259,827	-	7,259,827	7,260,476	-	7,260,476
Non Mandatory Transfers	43,196,099	-	43,196,099	5,982,689	-	5,982,689	(29,017,311)	-	(29,017,311)
Total Expenditures and Transfers	\$ 374,920,850	\$ 331,967,993	\$ 706,888,843	\$ 388,287,185	\$ 322,146,179	\$ 710,433,364	\$ 384,875,160	\$ 337,398,511	\$ 722,273,671
<b>Net Asset Addition/(Reduction)</b>	\$ (5,156,154)	\$ 31,911,217	\$ 26,755,063	\$ 106,049	\$ 2,603,819	\$ 2,709,868	\$ 1,674,625	- \$	\$ 1,674,625

**Unrestricted Current Operating Funds**Institute For Public Service Consolidated  
FY26 Revised

	Recurring	Non-Recurring	Total
<b>EDUCATIONAL AND GENERAL</b>			
<b>Revenues</b>			
State Appropriations	19,841,387	502,400	20,343,787
Grants & Contracts	1,677,269	-	1,677,269
Other Sources	15,874,421	-	15,874,421
Total Revenues	<u>\$ 37,393,077</u>	<u>\$ 502,400</u>	<u>\$ 37,895,477</u>
<b>Expenditures and Transfers</b>			
Public Service	\$ 32,877,538	\$ 179,415	\$ 33,056,953
Academic Support	376,040	-	376,040
Institutional Support	797,951	-	797,951
Subtotal Expenditures	<u>\$ 34,051,529</u>	<u>\$ 179,415</u>	<u>\$ 34,230,944</u>
Non Mandatory Transfers	3,717,350	-	3,717,350
Total Expenditures & Transfers	<u>\$ 37,768,879</u>	<u>\$ 179,415</u>	<u>\$ 37,948,294</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ (375,802)</u>	<u>\$ 322,985</u>	<u>\$ (52,817)</u>
<b>TOTALS</b>			
Revenues	\$ 37,393,077	\$ 502,400	\$ 37,895,477
<b>Expenditures and Transfers</b>			
Expenditures	34,051,529	179,415	34,230,944
Non-Mandatory Transfers	3,717,350	-	3,717,350
Total Expenditures and Transfers	<u>\$ 37,768,879</u>	<u>\$ 179,415</u>	<u>\$ 37,948,294</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ (375,802)</u>	<u>\$ 322,985</u>	<u>\$ (52,817)</u>

**Unrestricted Net Asset Summary**  
*Current Funds, Revenues, Expenditures, and Transfers*  
 Institute For Public Service Consolidated

	Unrestricted E&G	Unrestricted Auxiliary	Total Unrestricted
<b>FY26 Budget Revised</b>			
<b>Beginning Fund Balance</b>	\$ 1,379,513	- \$	1,379,513
Revenues	\$ 37,895,477	- \$	37,895,477
Expenditures	34,230,944	-	34,230,944
Transfers	3,717,350	-	3,717,350
Total Expenditures & Transfers	<u>\$ 37,948,294</u>	<u>- \$</u>	<u>37,948,294</u>
<b>Net Asset Addition/(Reduction)</b>	\$ (52,817)	- \$	(52,817)
<b>Total Ending Fund Balance</b>	<b>\$ 1,326,696</b>	<b>- \$</b>	<b>1,326,696</b>
Unallocated	1,326,696	-	1,326,696
<i>Unallocated as % of Expenses + Transfers</i>	3.5%	-	3.5%

**Unrestricted Net Assets** are funds carried forward to be used during the following fiscal year. They include funds allocated to specific purposes (working capital, revolving funds, encumbrances, and reappropriations) and unallocated funds available for short term contingencies.

**Working capital** – provides sufficient liquidity to fund accounts receivable, inventories, and petty cash. These are required by state regulations and are considered non-expendable during the fiscal year.

**Revolving funds** – fund balances tied to revenue-generating units (e.g., service centers, motor pools, conference centers, medical clinics) and university wide cost-distribution models (e.g., unemployment compensation, workers compensation liabilities, claims liabilities, etc.).

**Encumbrances** – funds carried over for commitments for purchases of goods and services that were not received before the close of the fiscal year. They are fully expended during the fiscal year.

**Reappropriations** – funds carried forward for specific programs and initiatives. The most common example is a project that was planned for the previous fiscal year but delayed until the next fiscal year. They are fully expended during the fiscal year.

**Unallocated Reserves** – contingency funds available to respond to fluctuations in revenues and expenditures. The unallocated reserve for E&G operations is limited to 2% to 5% of total expenditures and transfers; the auxiliary target range is 3% to 5% of expenditures and transfers.

## Current Operating Budget Summary

*Unrestricted Current Operating Funds - Recurring*  
Institute For Public Service Consolidated

UNRESTRICTED FUNDS	FY25	FY26	FY26	Change - Adopted to Revised	
Recurring	Actual	Adopted	Revised	Amount	%
<b>EDUCATIONAL AND GENERAL</b>					
<b>Revenues</b>					
State Appropriations	\$ 17,256,487	\$ 19,909,387	\$ 19,841,387	(68,000)	(0.3)%
Sales & Services	431,907	-	-	-	-
Grants & Contracts	1,334,177	1,489,461	1,677,269	187,808	12.6%
Other Sources	15,986,320	15,914,865	15,874,421	(40,444)	(0.3)%
Revenues	<u>\$ 35,008,891</u>	<u>\$ 37,313,713</u>	<u>\$ 37,393,077</u>	<u>79,364</u>	<u>0.2%</u>
<b>Expenditures and Transfers</b>					
Public Service	\$ 30,173,428	\$ 33,567,629	\$ 32,877,538	(690,091)	(2.1)%
Academic Support	356,364	370,387	376,040	5,653	1.5%
Institutional Support	692,065	797,693	797,951	258	-
Subtotal Expenditures	<u>\$ 31,221,857</u>	<u>\$ 34,735,709</u>	<u>\$ 34,051,529</u>	<u>(684,181)</u>	<u>(2.0)%</u>
Non Mandatory Transfers	3,837,172	2,746,950	3,717,350	970,400	35.3%
Total Expenditures & Transfers	<u>\$ 35,059,028</u>	<u>\$ 37,482,659</u>	<u>\$ 37,768,879</u>	<u>286,219</u>	<u>0.8%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ (50,138)</u>	<u>\$ (168,946)</u>	<u>\$ (375,802)</u>	<u>(206,855)</u>	<u>122.4%</u>
<b>TOTALS</b>					
Revenues	\$ 35,008,891	\$ 37,313,713	\$ 37,393,077	79,364	0.2%
<b>Expenditures and Transfers</b>					
Expenditures	31,221,857	34,735,709	34,051,529	(684,181)	(2.0)%
Non-Mandatory Transfers	3,837,172	2,746,950	3,717,350	970,400	35.3%
Total Expenditures and Transfers	<u>\$ 35,059,028</u>	<u>\$ 37,482,659</u>	<u>\$ 37,768,879</u>	<u>286,219</u>	<u>0.8%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ (50,138)</u>	<u>\$ (168,946)</u>	<u>\$ (375,802)</u>	<u>(206,855)</u>	<u>122.4%</u>

## Current Operating Budget Summary

*Unrestricted Current Operating Funds - Recurring and NonRecurring*  
Institute For Public Service Consolidated

UNRESTRICTED FUNDS	FY25	FY26	FY26	Change - Adopted to Revised	
Recurring and NonRecurring	Actual	Adopted	Revised	Amount	%
<b>EDUCATIONAL AND GENERAL</b>					
<b>Revenues</b>					
State Appropriations	\$ 17,256,487	\$ 20,418,887	\$ 20,343,787	(75,100)	(0.4)%
Sales & Services	431,907	-	-	-	-
Grants & Contracts	1,334,177	1,489,461	1,677,269	187,808	12.6%
Other Sources	15,986,320	15,914,865	15,874,421	(40,444)	(0.3)%
Revenues	<u>\$ 35,008,891</u>	<u>\$ 37,823,213</u>	<u>\$ 37,895,477</u>	<u>72,264</u>	<u>0.2%</u>
<b>Expenditures and Transfers</b>					
Public Service	\$ 30,173,428	\$ 33,747,044	\$ 33,056,953	(690,091)	(2.0)%
Academic Support	356,364	370,387	376,040	5,653	1.5%
Institutional Support	692,065	797,693	797,951	258	-
Subtotal Expenditures	<u>\$ 31,221,857</u>	<u>\$ 34,915,124</u>	<u>\$ 34,230,944</u>	<u>(684,181)</u>	<u>(2.0)%</u>
Non Mandatory Transfers	3,837,172	2,746,950	3,717,350	970,400	35.3%
Total Expenditures & Transfers	<u>\$ 35,059,028</u>	<u>\$ 37,662,074</u>	<u>\$ 37,948,294</u>	<u>286,219</u>	<u>0.8%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ (50,138)</u>	<u>\$ 161,139</u>	<u>\$ (52,817)</u>	<u>(213,955)</u>	<u>(132.8)%</u>
<b>TOTALS</b>					
Revenues	\$ 35,008,891	\$ 37,823,213	\$ 37,895,477	72,264	0.2%
<b>Expenditures and Transfers</b>					
Expenditures	31,221,857	34,915,124	34,230,944	(684,181)	(2.0)%
Non-Mandatory Transfers	3,837,172	2,746,950	3,717,350	970,400	35.3%
Total Expenditures and Transfers	<u>\$ 35,059,028</u>	<u>\$ 37,662,074</u>	<u>\$ 37,948,294</u>	<u>286,219</u>	<u>0.8%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ (50,138)</u>	<u>\$ 161,139</u>	<u>\$ (52,817)</u>	<u>(213,955)</u>	<u>(132.8)%</u>

## Expenses by Natural Classifications

*Unrestricted Current Operating Funds - Recurring*  
Institute For Public Service Consolidated

	FY25	FY26	FY26	Change - Adopted to Revised	
	Actual	Adopted	Revised	Amount	%
<b>EDUCATIONAL AND GENERAL</b>					
<b>Salaries and Benefits</b>					
Salaries					
Faculty	\$ 163,816	\$ 20,000	\$ 65,000	45,000	225.0%
Staff	15,710,456	17,951,379	17,782,012	(169,367)	(0.9)%
Students & Graduate Assistants	18,874	60,692	60,692	-	-
Salaries and Wages	\$ 15,860,829	\$ 18,032,071	\$ 17,907,704	\$ (124,367)	(0.7)%
Fringe Benefits	5,627,865	5,898,708	5,802,658	(96,049)	(1.6)%
<b>Subtotal</b>	\$ 21,488,693	\$ 23,930,778	\$ 23,710,362	\$ (220,417)	(0.9)%
<b>Operating, Equipment, and Student Aid</b>					
Operating	8,197,610	9,010,081	8,518,817	(491,264)	(5.5)%
Travel	1,398,033	1,528,350	1,555,850	27,500	1.8%
Student Aid	27,431	18,500	18,500	-	-
Equipment	110,089	248,000	248,000	-	-
<b>Subtotal</b>	\$ 9,733,163	\$ 10,804,931	\$ 10,341,167	\$ (463,764)	(4.3)%
<b>Total E&amp;G Expenditures</b>	\$ 31,221,856	\$ 34,735,709	\$ 34,051,529	\$ (684,181)	(2.0)%

**Expenses by Natural Classifications**  
*Unrestricted Current Operating Funds - Recurring and NonRecurring*  
 Institute For Public Service Consolidated

	FY25	FY26	FY26	Change - Adopted to Revised	
	Actual	Adopted	Revised	Amount	%
<b>EDUCATIONAL AND GENERAL</b>					
<b>Salaries and Benefits</b>					
Salaries					
Faculty	\$ 163,816	\$ 20,000	\$ 65,000	45,000	225.0%
Staff	15,710,456	17,951,379	17,782,012	(169,367)	(0.9)%
Students & Graduate Assistants	18,874	60,692	60,692	-	-
Salaries and Wages	\$ 15,860,829	\$ 18,032,071	\$ 17,907,704	\$ (124,367)	(0.7)%
Fringe Benefits	5,627,865	5,898,708	5,802,658	(96,049)	(1.6)%
<b>Subtotal</b>	\$ 21,488,693	\$ 23,930,778	\$ 23,710,362	\$ (220,417)	(0.9)%
<b>Operating, Equipment, and Student Aid</b>					
Operating	8,197,610	9,147,921	8,656,657	(491,264)	(5.4)%
Travel	1,398,033	1,569,925	1,597,425	27,500	1.8%
Student Aid	27,431	18,500	18,500	-	-
Equipment	110,089	248,000	248,000	-	-
<b>Subtotal</b>	\$ 9,733,163	\$ 10,984,346	\$ 10,520,582	\$ (463,764)	(4.2)%
<b>Total E&amp;G Expenditures</b>	\$ 31,221,856	\$ 34,915,124	\$ 34,230,944	\$ (684,181)	(2.0)%

**Current Operating Funds by Fund Group- Unrestricted and Restricted***Current Operating Funds - Recurring and NonRecurring*

Institute For Public Service Consolidated

FY26 Revised

	Unrestricted E&G	Unrestricted Auxiliaries	Restricted Funds	Total Revenues
<b>Revenues</b>				
State Appropriations	\$ 20,343,787	-	- \$	20,343,787
Grants & Contracts	1,677,269	-	10,790,014	12,467,283
Other Sources	15,874,421	-	1,124,692	16,999,113
Total Revenues	<u>\$ 37,895,477</u>	<u>- \$</u>	<u>11,914,706 \$</u>	<u>49,810,183</u>
<b>Expenditures and Transfers</b>				
Public Service	33,056,953	-	11,878,206	44,935,159
Academic Support	376,040	-	21,000	397,040
Institutional Support	797,951	-	7,000	804,951
Scholarships & Fellowships	-	-	8,500	8,500
Subtotal Expenditures	<u>\$ 34,230,944</u>	<u>- \$</u>	<u>11,914,706 \$</u>	<u>46,145,650</u>
Non Mandatory Transfers	3,717,350	-	-	3,717,350
Total Expenditures and Transfers	<u>\$ 37,948,294</u>	<u>- \$</u>	<u>11,914,706 \$</u>	<u>49,863,000</u>
<b>Net Asset Addition/Reduction</b>	<u>\$ (52,817)</u>	<u>-</u>	<u>- \$</u>	<u>(52,817)</u>

**Current Operating Funds- Unrestricted and Restricted**

*Current Operating Funds - Recurring and Non-Recurring*  
 Institute For Public Service Consolidated

	FY25 Actual			FY26 Adopted			FY26 Revised		
	Unrestricted E&G	Restricted E&G	Total	Unrestricted E&G	Restricted E&G	Total	Unrestricted E&G	Restricted E&G	Total
<b>EDUCATIONAL AND GENERAL</b>									
<b>Revenues</b>									
State Appropriations	\$ 17,256,487	- \$	17,256,487	\$ 20,418,887	- \$	20,418,887	\$ 20,343,787	- \$	20,343,787
Sales & Services	431,907	197,254	629,161	-	-	-	-	-	-
Grants & Contracts	1,334,177	9,990,014	11,324,192	1,489,461	10,377,029	11,866,490	1,677,269	10,790,014	12,467,283
Other Sources	15,986,320	931,299	16,917,618	15,914,865	1,108,192	17,023,057	15,874,421	1,124,692	16,999,113
Total Revenue	<u>\$ 35,008,891</u>	<u>\$ 11,118,568</u>	<u>\$ 46,127,458</u>	<u>\$ 37,823,213</u>	<u>\$ 11,485,221</u>	<u>\$ 49,308,434</u>	<u>\$ 37,895,477</u>	<u>\$ 11,914,706</u>	<u>\$ 49,810,183</u>
<b>Expenditures and Transfers</b>									
Research	- \$	7,733 \$	7,733	-	-	-	-	-	-
Public Service	30,173,428	9,116,848	39,290,276	33,747,044	11,448,721	45,195,765	33,056,953	11,878,206	44,935,159
Academic Support	356,364	23,536	379,900	370,387	21,000	391,387	376,040	21,000	397,040
Institutional Support	692,065	3,433	695,498	797,693	7,000	804,693	797,951	7,000	804,951
Scholarships & Fellowships	-	10,841	10,841	-	8,500	8,500	-	8,500	8,500
Subtotal Expenditures	<u>\$ 31,221,857</u>	<u>\$ 9,162,392</u>	<u>\$ 40,384,248</u>	<u>\$ 34,915,124</u>	<u>\$ 11,485,221</u>	<u>\$ 46,400,345</u>	<u>\$ 34,230,944</u>	<u>\$ 11,914,706</u>	<u>\$ 46,145,650</u>
Non Mandatory Transfers	3,837,172	-	3,837,172	2,746,950	-	2,746,950	3,717,350	-	3,717,350
Total Expenditures & Transfers	<u>\$ 35,059,028</u>	<u>\$ 9,162,392</u>	<u>\$ 44,221,420</u>	<u>\$ 37,662,074</u>	<u>\$ 11,485,221</u>	<u>\$ 49,147,295</u>	<u>\$ 37,948,294</u>	<u>\$ 11,914,706</u>	<u>\$ 49,863,000</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ (50,138)</u>	<u>\$ 1,956,176</u>	<u>\$ 1,906,038</u>	<u>\$ 161,139</u>	<u>- \$</u>	<u>161,139</u>	<u>\$ (52,817)</u>	<u>- \$</u>	<u>(52,817)</u>
<b>AUXILIARIES</b>									
<b>Expenditures and Transfers</b>									
Total Expenditures and Transfers	-	-	-	-	-	-	-	-	-
<b>TOTALS</b>									
Revenues	\$ 35,008,891	\$ 11,118,568	\$ 46,127,458	\$ 37,823,213	\$ 11,485,221	\$ 49,308,434	\$ 37,895,477	\$ 11,914,706	\$ 49,810,183
<b>Expenditures and Transfers</b>									
Operating Expenses	31,221,856	9,162,392	40,384,248	34,915,124	11,485,221	46,400,345	34,230,944	11,914,706	46,145,650
Non Mandatory Transfers	3,837,172	-	3,837,172	2,746,950	-	2,746,950	3,717,350	-	3,717,350
Total Expenditures and Transfers	<u>\$ 35,059,028</u>	<u>\$ 9,162,392</u>	<u>\$ 44,221,420</u>	<u>\$ 37,662,074</u>	<u>\$ 11,485,221</u>	<u>\$ 49,147,295</u>	<u>\$ 37,948,294</u>	<u>\$ 11,914,706</u>	<u>\$ 49,863,000</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ (50,137)</u>	<u>\$ 1,956,176</u>	<u>\$ 1,906,038</u>	<u>\$ 161,139</u>	<u>- \$</u>	<u>161,139</u>	<u>\$ (52,817)</u>	<u>- \$</u>	<u>(52,817)</u>

## Unrestricted Current Operating Funds

System Administration  
FY26 Revised

	Recurring	Non-Recurring	Total
<b>EDUCATIONAL AND GENERAL</b>			
<b>Revenues</b>			
State Appropriations	6,808,317	(4,600)	6,803,717
Other Sources	36,675,000	36,000,000	72,675,000
<b>Total Revenues</b>	<b>\$ 43,483,317</b>	<b>\$ 35,995,400</b>	<b>\$ 79,478,717</b>
<b>Expenditures and Transfers</b>			
Institutional Support	\$ 80,208,664	\$ 3,067,526	\$ 83,276,190
Operation & Maintenance	1,627,613	-	1,627,613
<b>Subtotal Expenditures</b>	<b>\$ 81,836,277</b>	<b>\$ 3,067,526</b>	<b>\$ 84,903,803</b>
Mandatory Transfers	118,000	-	118,000
Non Mandatory Transfers	(33,542,789)	33,672,022	129,233
<b>Total Expenditures &amp; Transfers</b>	<b>\$ 48,411,488</b>	<b>\$ 36,739,548</b>	<b>\$ 85,151,036</b>
<b>Net Asset Addition/(Reduction)</b>	<b>\$ (4,928,171)</b>	<b>\$ (744,148)</b>	<b>\$ (5,672,319)</b>
<b>TOTALS</b>			
Revenues	\$ 43,483,317	\$ 35,995,400	\$ 79,478,717
<b>Expenditures and Transfers</b>			
Expenditures	81,836,277	3,067,526	84,903,803
Mandatory Transfers	118,000	-	118,000
Non-Mandatory Transfers	(33,542,789)	33,672,022	129,233
<b>Total Expenditures and Transfers</b>	<b>\$ 48,411,488</b>	<b>\$ 36,739,548</b>	<b>\$ 85,151,036</b>
<b>Net Asset Addition/(Reduction)</b>	<b>\$ (4,928,171)</b>	<b>\$ (744,148)</b>	<b>\$ (5,672,319)</b>

## Unrestricted Net Asset Summary

*Current Funds, Revenues, Expenditures, and Transfers*  
System Administration

	Unrestricted E&G	Unrestricted Auxiliary	Total Unrestricted
<b>FY26 Budget Revised</b>			
<b>Beginning Fund Balance</b>	\$ 17,468,337	- \$	17,468,337
Revenues	\$ 79,478,717	- \$	79,478,717
Expenditures	84,903,803	-	84,903,803
Transfers	247,233	-	247,233
Total Expenditures & Transfers	<u>\$ 85,151,036</u>	<u>- \$</u>	<u>85,151,036</u>
<b>Net Asset Addition/(Reduction)</b>	\$ (5,672,319)	- \$	(5,672,319)
<b>Total Ending Fund Balance</b>	<b>\$ 11,796,017</b>	<b>- \$</b>	<b>11,796,017</b>
Allocations:			
Working Capital	5,000,000	-	5,000,000
Revolving Funds	3,500,000	-	3,500,000
Unallocated	3,296,017	-	3,296,017
<i>Unallocated as % of Expenses + Transfers</i>	3.9%	-	3.9%

**Unrestricted Net Assets** are funds carried forward to be used during the following fiscal year. They include funds allocated to specific purposes (working capital, revolving funds, encumbrances, and reappropriations) and unallocated funds available for short term contingencies.

**Working capital** – provides sufficient liquidity to fund accounts receivable, inventories, and petty cash. These are required by state regulations and are considered non-expendable during the fiscal year.

**Revolving funds** – fund balances tied to revenue-generating units (e.g., service centers, motor pools, conference centers, medical clinics) and university wide cost-distribution models (e.g., unemployment compensation, workers compensation liabilities, claims liabilities, etc.).

**Encumbrances** – funds carried over for commitments for purchases of goods and services that were not received before the close of the fiscal year. They are fully expended during the fiscal year.

**Reappropriations** – funds carried forward for specific programs and initiatives. The most common example is a project that was planned for the previous fiscal year but delayed until the next fiscal year. They are fully expended during the fiscal year.

**Unallocated Reserves** – contingency funds available to respond to fluctuations in revenues and expenditures. The unallocated reserve for E&G operations is limited to 2% to 5% of total expenditures and transfers; the auxiliary target range is 3% to 5% of expenditures and transfers.

## Current Operating Budget Summary

*Unrestricted Current Operating Funds - Recurring  
System Administration*

UNRESTRICTED FUNDS	FY25	FY26	FY26	Change - Adopted to Revised	
Recurring	Actual	Adopted	Revised	Amount	%
<b>EDUCATIONAL AND GENERAL</b>					
<b>Revenues</b>					
State Appropriations	\$ 6,562,022	\$ 6,882,517	\$ 6,808,317	(74,200)	(1.1)%
Sales & Services	240	-	-	-	-
Grants & Contracts	164,480	-	-	-	-
Other Sources	77,060,376	36,675,000	36,675,000	-	-
Revenues	<u>\$ 83,787,118</u>	<u>\$ 43,557,517</u>	<u>\$ 43,483,317</u>	<u>(74,200)</u>	<u>(0.2)%</u>
<b>Expenditures and Transfers</b>					
Instruction	\$ 24,114	-	-	-	-
Research	2,068,650	-	-	-	-
Institutional Support	99,151,381	77,675,551	80,208,664	2,533,113	3.3%
Operation & Maintenance	1,832,880	1,627,613	1,627,613	-	-
Subtotal Expenditures	<u>\$ 103,077,025</u>	<u>\$ 79,303,164</u>	<u>\$ 81,836,277</u>	<u>\$ 2,533,113</u>	<u>3.2%</u>
Mandatory Transfers	152,894	118,000	118,000	-	-
Non Mandatory Transfers	(29,972,491)	(37,542,789)	(33,542,789)	4,000,000	(10.7)%
Total Expenditures & Transfers	<u>\$ 73,257,428</u>	<u>\$ 41,878,375</u>	<u>\$ 48,411,488</u>	<u>\$ 6,533,113</u>	<u>15.6%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 10,529,690</u>	<u>\$ 1,679,142</u>	<u>\$ (4,928,171)</u>	<u>(6,607,313)</u>	<u>(393.5)%</u>
<b>TOTALS</b>					
Revenues	\$ 83,787,118	\$ 43,557,517	\$ 43,483,317	(74,200)	(0.2)%
<b>Expenditures and Transfers</b>					
Expenditures	103,077,025	79,303,164	81,836,277	2,533,113	3.2%
Mandatory Transfers	152,894	118,000	118,000	-	-
Non-Mandatory Transfers	(29,972,491)	(37,542,789)	(33,542,789)	4,000,000	(10.7)%
Total Expenditures and Transfers	<u>\$ 73,257,428</u>	<u>\$ 41,878,375</u>	<u>\$ 48,411,488</u>	<u>\$ 6,533,113</u>	<u>15.6%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 10,529,690</u>	<u>\$ 1,679,142</u>	<u>\$ (4,928,171)</u>	<u>(6,607,313)</u>	<u>(393.5)%</u>

## Current Operating Budget Summary

*Unrestricted Current Operating Funds - Recurring and NonRecurring  
System Administration*

UNRESTRICTED FUNDS	FY25	FY26	FY26	Change - Adopted to Revised	
Recurring and NonRecurring	Actual	Adopted	Revised	Amount	%
<b>EDUCATIONAL AND GENERAL</b>					
<b>Revenues</b>					
State Appropriations	\$ 6,562,022	\$ 6,882,517	\$ 6,803,717	(78,800)	(1.1)%
Sales & Services	240	-	-	-	-
Grants & Contracts	164,480	-	-	-	-
Other Sources	77,060,376	72,675,000	72,675,000	-	-
Revenues	<u>\$ 83,787,118</u>	<u>\$ 79,557,517</u>	<u>\$ 79,478,717</u>	<u>(78,800)</u>	<u>(0.1)%</u>
<b>Expenditures and Transfers</b>					
Instruction	\$ 24,114	-	-	-	-
Research	2,068,650	-	-	-	-
Institutional Support	99,151,381	80,575,551	83,276,190	2,700,639	3.4%
Operation & Maintenance	1,832,880	1,627,613	1,627,613	-	-
Subtotal Expenditures	<u>\$ 103,077,025</u>	<u>\$ 82,203,164</u>	<u>\$ 84,903,803</u>	<u>\$ 2,700,639</u>	<u>3.3%</u>
Mandatory Transfers	152,894	118,000	118,000	-	-
Non Mandatory Transfers	(29,972,491)	(2,970,563)	129,233	3,099,796	(104.4)%
Total Expenditures & Transfers	<u>\$ 73,257,428</u>	<u>\$ 79,350,601</u>	<u>\$ 85,151,036</u>	<u>\$ 5,800,435</u>	<u>7.3%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 10,529,690</u>	<u>\$ 206,916</u>	<u>\$ (5,672,319)</u>	<u>(5,879,235)</u>	<u>(2,841.4)%</u>
<b>TOTALS</b>					
Revenues	\$ 83,787,118	\$ 79,557,517	\$ 79,478,717	(78,800)	(0.1)%
<b>Expenditures and Transfers</b>					
Expenditures	103,077,025	82,203,164	84,903,803	2,700,639	3.3%
Mandatory Transfers	152,894	118,000	118,000	-	-
Non-Mandatory Transfers	(29,972,491)	(2,970,563)	129,233	3,099,796	(104.4)%
Total Expenditures and Transfers	<u>\$ 73,257,428</u>	<u>\$ 79,350,601</u>	<u>\$ 85,151,036</u>	<u>\$ 5,800,435</u>	<u>7.3%</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 10,529,690</u>	<u>\$ 206,916</u>	<u>\$ (5,672,319)</u>	<u>(5,879,235)</u>	<u>(2,841.4)%</u>

## Expenses by Natural Classifications

*Unrestricted Current Operating Funds - Recurring  
System Administration*

	FY25	FY26	FY26	Change - Adopted to Revised	
	Actual	Adopted	Revised	Amount	%
<b>EDUCATIONAL AND GENERAL</b>					
<b>Salaries and Benefits</b>					
Salaries					
Faculty	\$ 208,856	\$ 186,147	\$ 190,177	\$ 4,030	2.2%
Staff	37,722,926	40,382,627	42,250,059	1,867,432	4.6%
Students & Graduate Assistants	476,505	438,000	521,758	83,758	19.1%
Salaries and Wages	\$ 38,327,869	\$ 41,006,774	\$ 42,961,994	\$ 1,955,220	4.8%
Fringe Benefits	12,967,272	13,952,428	14,530,321	577,892	4.1%
<b>Subtotal</b>	\$ 51,295,140	\$ 54,959,202	\$ 57,492,315	\$ 2,533,113	4.6%
<b>Operating, Equipment, and Student Aid</b>					
Operating	50,481,461	23,298,247	23,298,247	-	-
Travel	1,189,251	1,020,715	1,020,715	-	-
Student Aid	58,819	25,000	25,000	-	-
Equipment	52,353	-	-	-	-
<b>Subtotal</b>	\$ 51,781,884	\$ 24,343,962	\$ 24,343,962	-	-
<b>Total E&amp;G Expenditures</b>	\$ 103,077,025	\$ 79,303,164	\$ 81,836,277	\$ 2,533,113	3.2%

**Expenses by Natural Classifications**  
*Unrestricted Current Operating Funds - Recurring and NonRecurring*  
 System Administration

	FY25	FY26	FY26	Change - Adopted to Revised	
	Actual	Adopted	Revised	Amount	%
<b>EDUCATIONAL AND GENERAL</b>					
<b>Salaries and Benefits</b>					
Salaries					
Faculty	\$ 208,856	\$ 186,147	\$ 190,177	\$ 4,030	2.2%
Staff	37,722,926	40,382,627	42,250,059	1,867,432	4.6%
Students & Graduate Assistants	476,505	438,000	521,758	83,758	19.1%
Salaries and Wages	\$ 38,327,869	\$ 41,006,774	\$ 42,961,994	\$ 1,955,220	4.8%
Fringe Benefits	12,967,272	13,952,428	14,530,321	577,892	4.1%
<b>Subtotal</b>	\$ 51,295,140	\$ 54,959,202	\$ 57,492,315	\$ 2,533,113	4.6%
<b>Operating, Equipment, and Student Aid</b>					
Operating	50,481,461	26,198,247	26,365,773	167,526	0.6%
Travel	1,189,251	1,020,715	1,020,715	-	-
Student Aid	58,819	25,000	25,000	-	-
Equipment	52,353	-	-	-	-
<b>Subtotal</b>	\$ 51,781,884	\$ 27,243,962	\$ 27,411,488	\$ 167,526	0.6%
<b>Total E&amp;G Expenditures</b>	\$ 103,077,025	\$ 82,203,164	\$ 84,903,803	\$ 2,700,639	3.3%

**Current Operating Funds by Fund Group- Unrestricted and Restricted***Current Operating Funds - Recurring and NonRecurring*

System Administration

FY26 Revised

	Unrestricted E&G	Unrestricted Auxiliaries	Restricted Funds	Total Revenues
<b>Revenues</b>				
State Appropriations	\$ 6,803,717	-	- \$	6,803,717
Grants & Contracts	-	-	1,100,000	1,100,000
Other Sources	72,675,000	-	990,000	73,665,000
Total Revenues	<u>\$ 79,478,717</u>	<u>- \$</u>	<u>2,090,000 \$</u>	<u>81,568,717</u>
<b>Expenditures and Transfers</b>				
Instruction	-	-	500,000	500,000
Research	-	-	40,000	40,000
Public Service	-	-	600,000	600,000
Institutional Support	83,276,190	-	560,000	83,836,190
Scholarships & Fellowships	-	-	40,000	40,000
Operation & Maintenance	1,627,613	-	-	1,627,613
Subtotal Expenditures	<u>\$ 84,903,803</u>	<u>- \$</u>	<u>1,740,000 \$</u>	<u>86,643,803</u>
Mandatory Transfers	118,000	-	-	118,000
Non Mandatory Transfers	129,233	-	-	129,233
Total Expenditures and Transfers	<u>\$ 85,151,036</u>	<u>- \$</u>	<u>1,740,000 \$</u>	<u>86,891,036</u>
<b>Net Asset Addition/Reduction</b>	<u>\$ (5,672,319)</u>	<u>- \$</u>	<u>350,000 \$</u>	<u>(5,322,319)</u>

**Current Operating Funds- Unrestricted and Restricted**

*Current Operating Funds - Recurring and Non-Recurring  
System Administration*

	FY25 Actual			FY26 Adopted			FY26 Revised		
	Unrestricted E&G	Restricted E&G	Total	Unrestricted E&G	Restricted E&G	Total	Unrestricted E&G	Restricted E&G	Total
<b>EDUCATIONAL AND GENERAL</b>									
<b>Revenues</b>									
State Appropriations	\$ 6,562,022	\$ 1,326,072	\$ 7,888,094	\$ 6,882,517	\$ -	\$ 6,882,517	\$ 6,803,717	\$ -	\$ 6,803,717
Sales & Services	240	-	240	-	-	-	-	-	-
Grants & Contracts	164,480	5,470,735	5,635,215	-	1,100,000	1,100,000	-	1,100,000	1,100,000
Other Sources	77,060,376	1,061,584	78,121,960	72,675,000	990,000	73,665,000	72,675,000	990,000	73,665,000
Total Revenue	<u>\$ 83,787,118</u>	<u>\$ 7,858,391</u>	<u>\$ 91,645,509</u>	<u>\$ 79,557,517</u>	<u>\$ 2,090,000</u>	<u>\$ 81,647,517</u>	<u>\$ 79,478,717</u>	<u>\$ 2,090,000</u>	<u>\$ 81,568,717</u>
<b>Expenditures and Transfers</b>									
Instruction	\$ 24,114	\$ 2,506,534	\$ 2,530,648	\$ -	\$ 500,000	\$ 500,000	\$ -	\$ 500,000	\$ 500,000
Research	2,068,650	1,888	2,070,538	-	40,000	40,000	-	40,000	40,000
Public Service	-	2,508,266	2,508,266	-	600,000	600,000	-	600,000	600,000
Institutional Support	99,151,381	1,381,351	100,532,732	80,575,551	560,000	81,135,551	83,276,190	560,000	83,836,190
Scholarships & Fellowships	-	21,369	21,369	-	40,000	40,000	-	40,000	40,000
Operation & Maintenance	1,832,880	-	1,832,880	1,627,613	-	1,627,613	1,627,613	-	1,627,613
Subtotal Expenditures	<u>\$ 103,077,025</u>	<u>\$ 6,419,407</u>	<u>\$ 109,496,432</u>	<u>\$ 82,203,164</u>	<u>\$ 1,740,000</u>	<u>\$ 83,943,164</u>	<u>\$ 84,903,803</u>	<u>\$ 1,740,000</u>	<u>\$ 86,643,803</u>
Mandatory Transfers	152,894	-	152,894	118,000	-	118,000	118,000	-	118,000
Non Mandatory Transfers	(29,972,491)	-	(29,972,491)	(2,970,563)	-	(2,970,563)	129,233	-	129,233
Total Expenditures & Transfers	<u>\$ 73,257,428</u>	<u>\$ 6,419,407</u>	<u>\$ 79,676,835</u>	<u>\$ 79,350,601</u>	<u>\$ 1,740,000</u>	<u>\$ 81,090,601</u>	<u>\$ 85,151,036</u>	<u>\$ 1,740,000</u>	<u>\$ 86,891,036</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 10,529,690</u>	<u>\$ 1,438,984</u>	<u>\$ 11,968,673</u>	<u>\$ 206,916</u>	<u>\$ 350,000</u>	<u>\$ 556,916</u>	<u>\$ (5,672,319)</u>	<u>\$ 350,000</u>	<u>\$ (5,322,319)</u>
<b>AUXILIARIES</b>									
<b>Expenditures and Transfers</b>									
Total Expenditures and Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTALS</b>									
Revenues	\$ 83,787,118	\$ 7,858,391	\$ 91,645,509	\$ 79,557,517	\$ 2,090,000	\$ 81,647,517	\$ 79,478,717	\$ 2,090,000	\$ 81,568,717
<b>Expenditures and Transfers</b>									
Operating Expenses	103,077,025	6,419,407	109,496,432	82,203,164	1,740,000	83,943,164	84,903,803	1,740,000	86,643,803
Mandatory Transfers	152,894	-	152,894	118,000	-	118,000	118,000	-	118,000
Non Mandatory Transfers	(29,972,491)	-	(29,972,491)	(2,970,563)	-	(2,970,563)	129,233	-	129,233
Total Expenditures and Transfers	<u>\$ 73,257,428</u>	<u>\$ 6,419,407</u>	<u>\$ 79,676,835</u>	<u>\$ 79,350,601</u>	<u>\$ 1,740,000</u>	<u>\$ 81,090,601</u>	<u>\$ 85,151,036</u>	<u>\$ 1,740,000</u>	<u>\$ 86,891,036</u>
<b>Net Asset Addition/(Reduction)</b>	<u>\$ 10,529,690</u>	<u>\$ 1,438,984</u>	<u>\$ 11,968,673</u>	<u>\$ 206,916</u>	<u>\$ 350,000</u>	<u>\$ 556,916</u>	<u>\$ (5,672,319)</u>	<u>\$ 350,000</u>	<u>\$ (5,322,319)</u>

## University of Tennessee FY 2025-26 Revised Budget

### Appendix: Accounting and Budget Terminology

#### Current Funds

Current funds are available to the university for use in achieving any of its authorized institutional purposes. They include revenues generated by or appropriated for current operations as well as carryovers from previous years set aside for current operations. These funds may be either unrestricted or restricted:

- **Unrestricted** – funds which the university retains full control of their use, or
- **Restricted** – funds which are externally restricted and may be used only in accordance with the purposes established by the provider.

#### Current Fund Categories

There are two categories of current funds used by UT:

- **Educational and General** – consists of all core functions of the university necessary to support the teaching, research, and public service missions of the university.
- **Auxiliary Enterprises** – self-supporting enterprises which furnish services to students, faculty, and staff. Examples include housing, bookstores, food service, and UT Knoxville Men’s Athletics.

#### Current Fund Revenue Sources

- **Tuition and Fees** – funds collected from students for educational purposes.
- **Appropriations** – primarily funding received from the State of Tennessee to support current operations of the university. Appropriations may also be received from the federal government and from local (city and county) governments.
- **Grants and Contracts** – funds received from governmental (federal, state, local) or non-governmental (private organizations or individuals) entities resulting from grants or contracts entered into to furnish goods or services.
- **Sales and Services of Educational Activities** – revenues from the sale of goods or services related to educational activities. Examples include the sale of literary publications, testing services, the sale of agricultural products, theater revenues, clinical services, and band and sports camps.
- **Other Revenues** – revenues not included in the above classifications. Includes gifts from private organizations or individuals’ investment income, income from endowments (funds which principal must be maintained inviolate but which interest income may be expended) not dedicated to a specific expenditure, miscellaneous rentals and sales, and conference revenues.

## University of Tennessee FY 2025-26 Revised Budget

### Accounting and Budget Terminology (continued)

#### Functional Area Expenditure Categories

- **Instruction** – expenses for activities that are part of an institution’s instruction program. Expenses for credit and noncredit courses; academic, vocational, and technical instruction; and regular, special, and extension sessions should be included.
- **Research** – expenses for activities specifically organized to produce research, whether commissioned by an agency external to the institution or separately budgeted by an organizational unit within the institution.
- **Public Service** – expenses for activities established primarily to provide non instructional services beneficial to individuals and groups external to the institution. Such activities include community service programs and cooperative extension services.
- **Academic Support** – expenses to provide support for the university’s primary mission of instruction, research, and public service; includes libraries, academic computing support, museums, and academic administration.
- **Student Services** – expenses incurred for offices of admissions and the registrar and activities with the primary purpose of contributing to students’ emotional and physical well-being and intellectual, cultural, and social development outside the context of the formal instruction program. It includes expenses for student activities, cultural events, student newspapers, intramural athletics, student organizations, intercollegiate athletics (if the program is not operated as an auxiliary enterprise), counseling and career guidance (excluding informal academic counseling by the faculty), student aid administration, and student health service (if not operated as an auxiliary enterprise).
- **Institutional Support** – expenses related to executive management, fiscal operations, legal services, personnel services, administrative computing, and contractual payments to the UT Foundation, Inc. for the provision of alumni and development programs.
- **Operation and Maintenance of Physical Plant** – expenses for the operation and maintenance of buildings and grounds, utilities, custodial services, and campus security.
- **Scholarships and Fellowships** – expenses for aid to students in the form of monetary grants resulting from selection by the institution or from an entitlement program.

#### Transfers

- **Mandatory** – transfers from current funds to another fund group arising from a legal binding agreement, primarily the retirement of debt obligations for buildings.
- **Non-mandatory** – transfers from current funds to another fund group made at the discretion of the university. Examples include the setting aside of funds for the renewal or replacement of equipment, funding institutional match requirements for construction projects, and building long term reserves for future contingencies.

## University of Tennessee FY 2025-26 Revised Budget

### Accounting and Budget Terminology (continued)

#### **Natural Classification Expenditure Categories**

Expenditure categories reflecting type of good or service: salaries, fringe benefits, non-personnel operating expense, equipment, scholarships, fellowships, utilities, supplies, and contractual services.

#### **Unrestricted Net Assets**

Funds designated or reserved for specific purposes such as working capital, revolving funds, encumbrances, and reappropriations. A portion of these funds are maintained as unallocated funds at a level that falls within a certain percent range of total expenditures and transfers.

- **Working capital** – provides sufficient liquidity to fund accounts receivable, inventories, and petty cash. These are required by state regulations and are considered non-expendable during the fiscal year.
- **Revolving funds** – fund balances tied to revenue-generating units (e.g., service centers, motor pools, conference centers, medical clinics) and university wide cost-distribution models (e.g., unemployment compensation, workers compensation liabilities, claims liabilities, etc.).
- **Encumbrances** – funds carried over for commitments for purchases of goods and services that were not received before the close of the fiscal year. They are fully expended during the fiscal year.
- **Reappropriations** – funds carried forward for specific programs and initiatives. The most common example is a project that was planned for the previous fiscal year but delayed until the next fiscal year. Most reappropriations are fully expended during the current year.
- **Unallocated Reserves** – are contingency funds used to respond to fluctuations in revenues and expenditures. The unallocated reserve for E&G operations is limited to 2% to 5% of total expenditures and transfers; the auxiliary target range is 3% to 5% of expenditures and transfers.

***The University of Tennessee***  
***FY 2025-26 Revised Budget Document***

David L. Miller, Sr. VP and Chief Financial Officer

**System Budget Analysis and Planning Office**

Jennifer Easley, Associate Vice President  
 Ruth Merritt, Financial Analyst II  
 Stephanie Jinkins, Director of Business Services

*We gratefully acknowledge the effort and cooperation of the campus and unit budget staff and the DTS staff who contribute to the preparation of the University budget.*

**Knoxville, Space Institute, and Institute of Agriculture**

Paul Byrnes, Senior Vice Chancellor Finance and Administration  
 Kim McCulloch, Associate Vice Chancellor Finance and Administration  
 Keith Thomas, Assistant Vice Chancellor – Budget, Planning & Analysis  
 Melissa Johnson, Director – Accounting & Financial Compliance  
 Suzan Thompson, Financial Specialist  
 Pam Arrowood, Financial Specialist  
 Michelle Carmack, UTSI Director of Finance and Administration  
 Brett Huebner, UTIA Associate Vice Chancellor of Business and Finance  
 Missy Kitts, UTIA Ag Extension Exec. Director of Business and Finance  
 Cynthia Nichols, UTIA Ag Experiment Station Exec. Director of Business and Finance  
 Erin Hotochin, UTIA Veterinary Medicine Exec. Director of Business and Finance

**Chattanooga**

Brent Goldberg, Vice Chancellor Finance and Administration  
 Chris Sherbesman, Associate Vice Chancellor Finance and Administration  
 Allison Evans, Executive Director Budget and Finance  
 Cindy Zeng, Senior Financial Analyst  
 Sedrick Snowden, Senior Financial Analyst

**Martin**

Petra McPhearson, Senior Vice Chancellor for Finance and Administration  
 Carol Williams, Director of Budget and Management Reporting  
 Heather Adams, Assistant Director of Budget and Management Reporting  
 Casey Dixon, Sponsored Projects Accountant

**Southern**

Stephanie Fletcher, Vice Chancellor Finance & Administration  
 Sherry Greene, Director of Budget & Finance

Chelsea Mongeon, Interim Director of Human Resources  
 Jamie Hlubb, Director of Facilities & Operations

**Health Science Center**

Raaj Kurapati, Executive Vice Chancellor and Chief Operating Officer  
 Michael Ebbs, Associate Vice Chancellor, Financial Strategy  
 George Ninan, Associate Vice Chancellor, Financial Operations  
 Benji Harmon, Assistant Vice Chancellor, Financial Planning and Budget

**Institute for Public Service**

Rumira Xhaferaj, Chief Business Officer and Budget Director

**UT Department of Technology Solutions**

Tammy Lemon, Associate Vice President/Assistant Vice Chancellor  
 Bryan Copeland, DASH Finance Team Leader  
 Andrew Owens, Business Analyst  
 Chricinda Stephens, Interim DASH HCM Team Leader



# THE UNIVERSITY OF TENNESSEE BOARD OF TRUSTEES

## AGENDA ITEM SUMMARY

Meeting Date:	February 26, 2026
Committee:	Finance and Administration
Item:	<b><u>Cost of Attendance at Peer Institutions</u></b>
Type:	Information
Presenter(s):	Jennifer Easley, Associate Vice President, Budget, Analysis and Planning

### **Background Information**

In the July 2025 meeting, the Board of Trustees requested a comparison of total cost for UT campuses to peer institutions. This report is in response to that request, and it compares the Cost of Attendance (COA) for in-state, undergraduate students living on campus. For each UT institution, the corresponding COAs for Board-approved peers and aspirational peers are also presented.

Cost of Attendance data for this analysis came from the Integrated Postsecondary Education Data System (IPEDS). IPEDS gathers information from every college, university, and technical and vocational institution that participates in the federal student financial aid programs, thus providing a standard set of data that can be compared across institutions.

# Cost of Attendance Comparisons

UT Campuses and  
Peer/Aspirational Peers



## Cost of Attendance

Tuition and required fees are only one portion of total cost of attendance, which includes **food and housing, books and supplies, and other expenses** that a full-time, first-time degree or certificate-seeking undergraduate student can expect to pay to go to college for an academic year.



## Total Cost of Attendance (COA)

### In-State Undergraduate Living on Campus – 2024-25

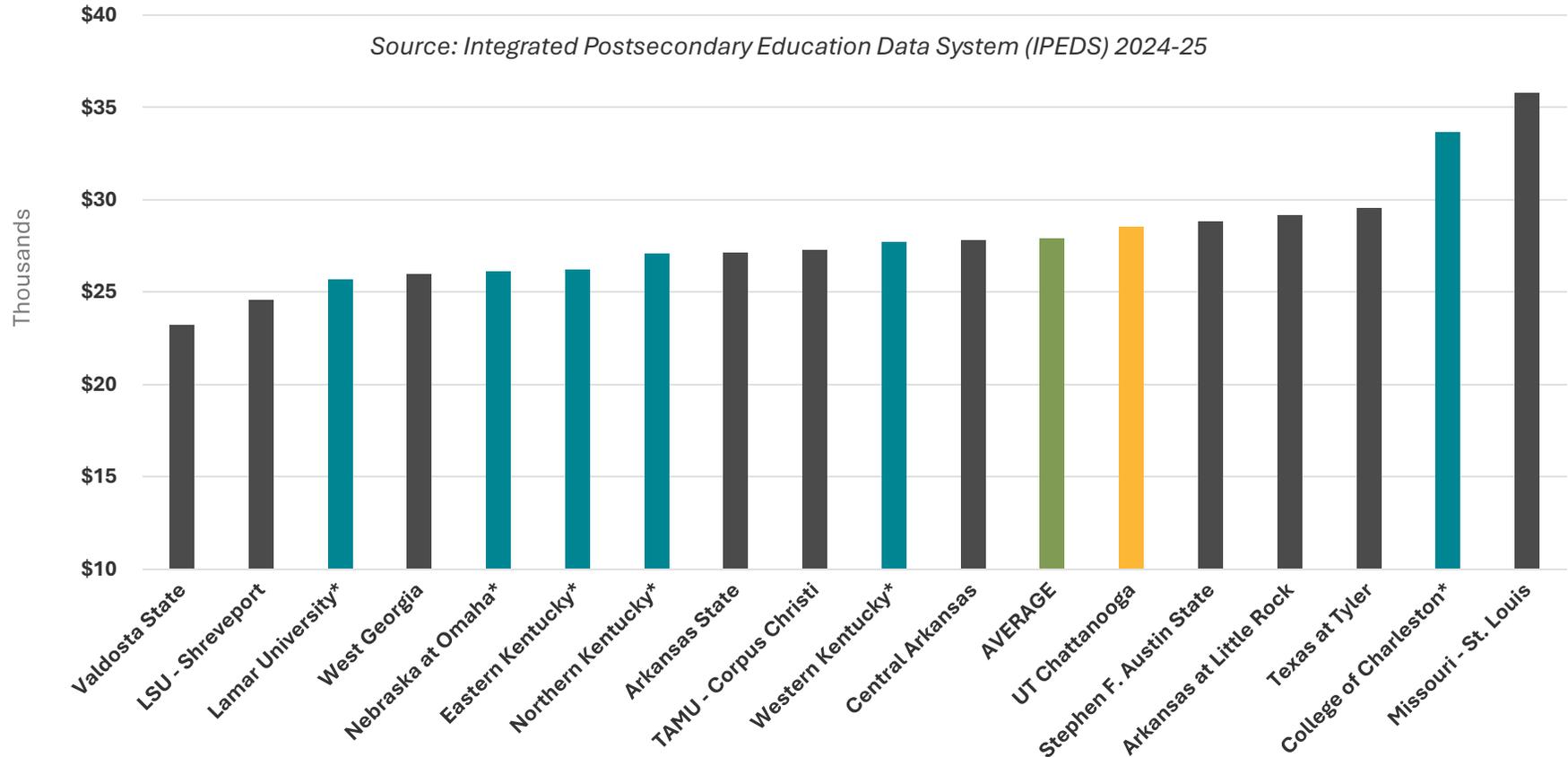
	UTC	UTK	UTM	UTS
Tuition & Fees	\$10,448	\$13,812	\$10,560	\$10,924
Books & Supplies	\$1,400	\$1,598	\$1,500	\$1,500
Room & Board	\$12,604	\$13,356	\$7,544	\$8,300
Transportation & Personal	\$4,100	\$6,298	\$4,600	\$4,595
<b>Total COA</b>	<b>\$28,552</b>	<b>\$35,064</b>	<b>\$24,204</b>	<b>\$25,319</b>

# COA Comparisons

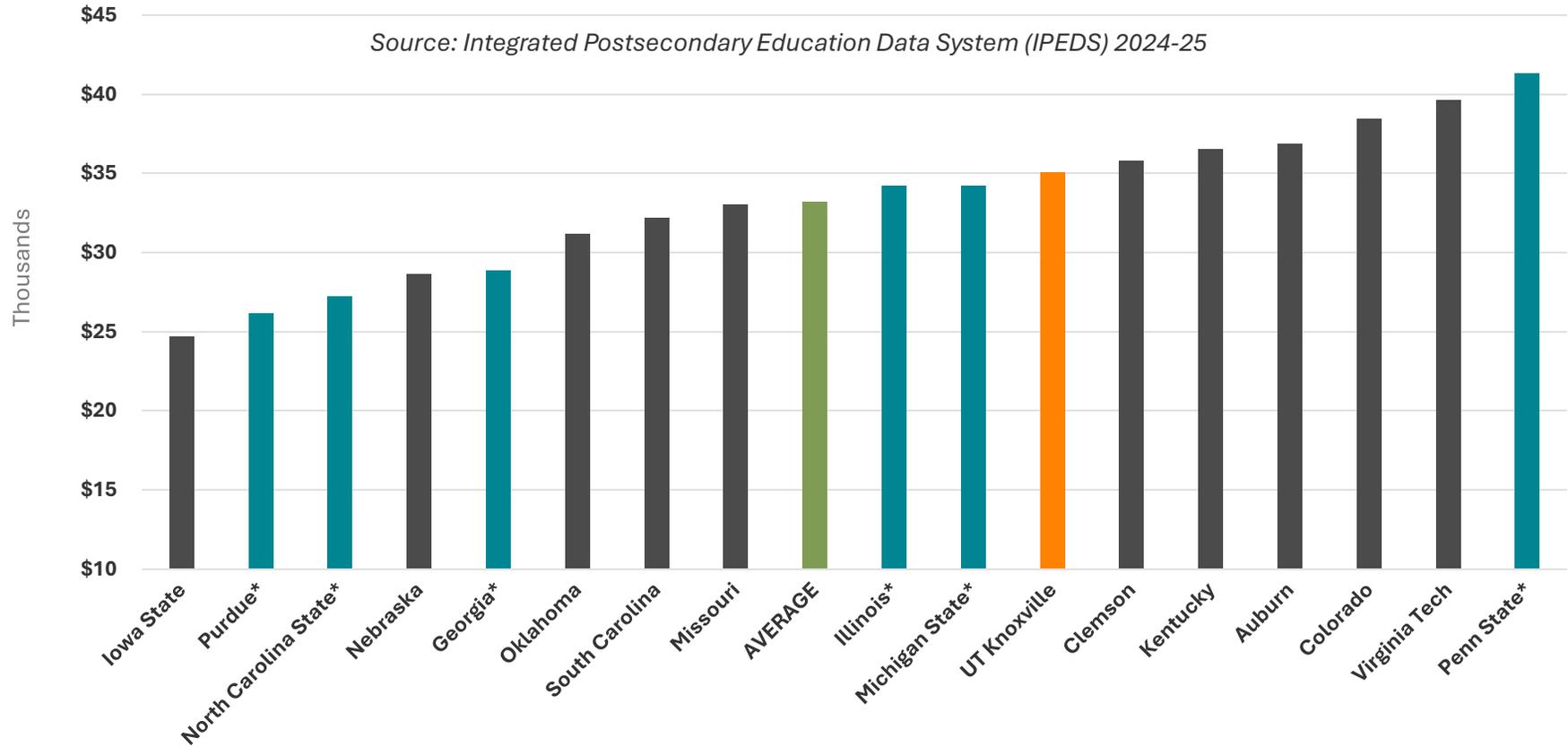
---

Academic Year: 2024-25

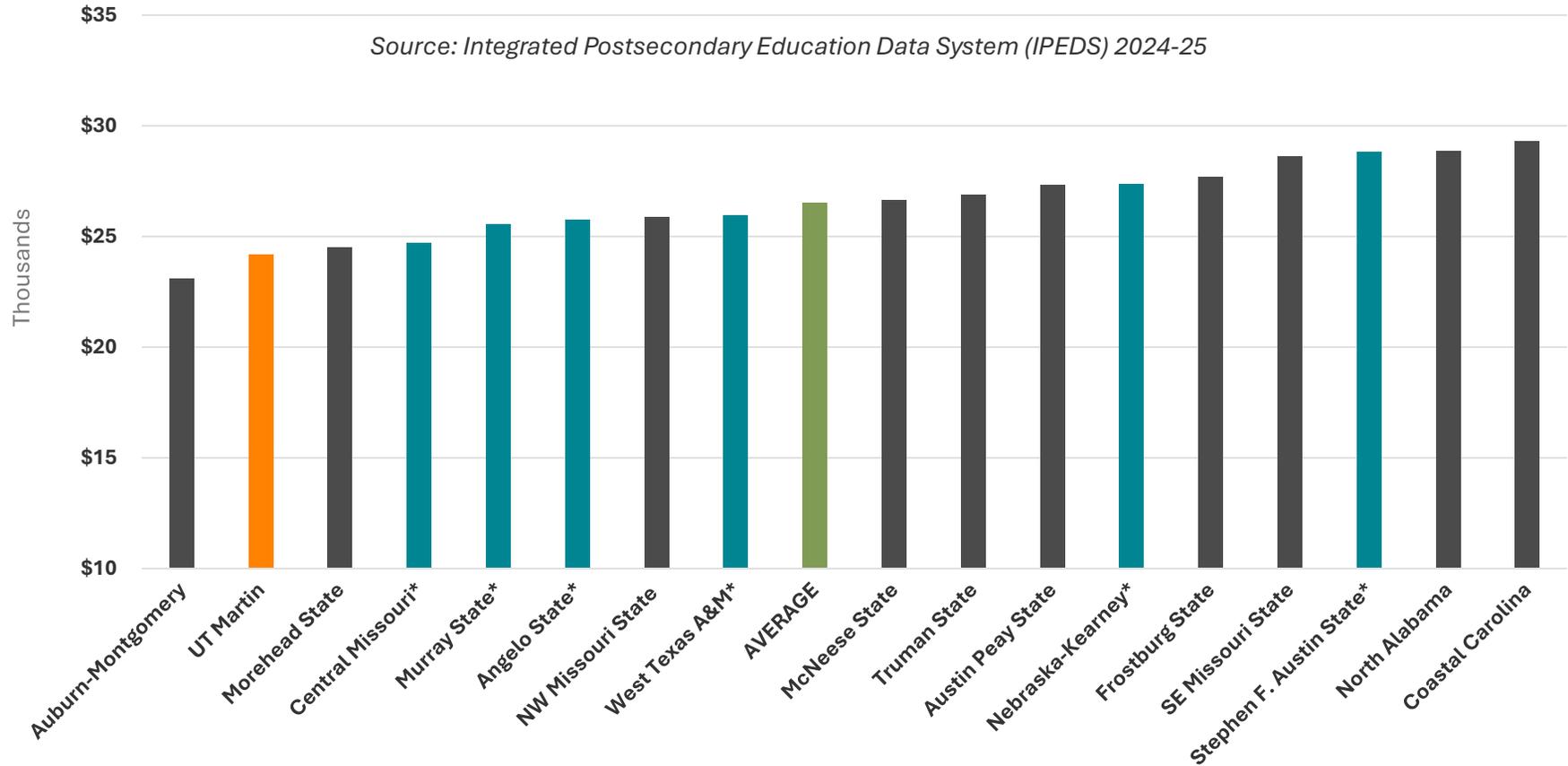
## Annual Cost of Attendance (COA) for In-State Undergraduate UT Chattanooga and Peers / Aspirational Peers (\*)



## Annual Cost of Attendance (COA) for In-State Undergraduate UT Knoxville and Peers / Aspirational Peers (\*)

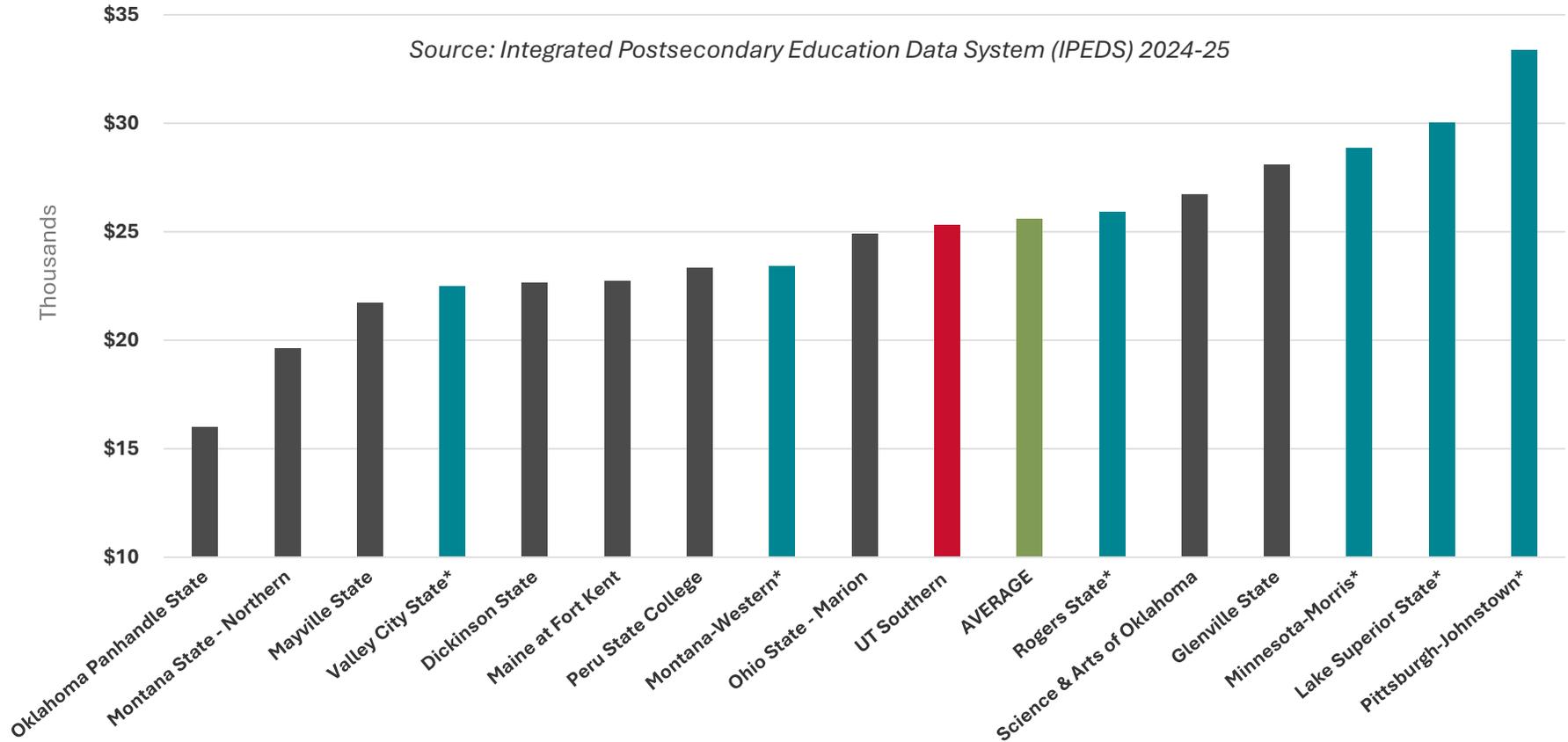


## Annual Cost of Attendance (COA) for In-State Undergraduate UT Martin and Peers / Aspirational Peers (\*)



## Annual Cost of Attendance (COA) for In-State Undergraduate UT Southern and Peers / Aspirational Peers (\*)

Source: Integrated Postsecondary Education Data System (IPEDS) 2024-25



---

# QUESTIONS

---

# AY 26-27 Tuition and Mandatory Fees Proposal

Presented by  
**Raaj Kurapati**  
Executive Vice Chancellor and COO



## Tuition Strategy – Key Considerations

- UT Board of Trustees expectations of peer comparisons and expectation to minimize student impact
- Overall student support and satisfaction data (investments needed based on student survey responses)
- Inflationary pressures and economic trends, including the commitment to share the burden as part of the proposed formula for funding operating costs increases.
- Prior and anticipated legislative support
- Overall budget management and financial trajectory at UT Health Science Center, including anticipated investments in facilities and related financial commitments
- Change management at UT Health Science Center
- Need to continue to build an institutional scholarship strategy, including setting aside funds for need based aid

## Tuition Strategy – Key Considerations, continued

### Moved tuition strategy to a program-by-program tuition evaluation/analysis vs simply across-the-board increases

- Evaluated each college/program with peers and competitors based on quantitative AND qualitative factors, including:
  - Current tuition rates as compared to Tennessee and national peers
  - Program rankings as compared to Tennessee and national peers
  - An analysis of aspirational peers' rankings tuition rates/structures
- Considered THEC's proposed planning tuition increase range (0-4%) to evaluate each program against peers/competitors (Tennessee and National) AY25-26 tuition rates
- Engaged with Deans of each college to evaluate and determine whether a rate increase is appropriate and reasonable
- Adjusted rates (some up and others down) to ensure they align with our competitive peers and reflect our program rankings both within the state and nationally
- Maintained the previously developed international student tuition rate equivalent to at least 200% of in-state rate or up to 250% of in-state rate, respectively

## Tuition Strategy – Key Considerations, Continued...

Recommending a reasonable across the board adjustment of roughly 1.8-2%. Tuition proposal considered by the Planning and Budget Council and unanimously approved.

### Use of Funds:

- In keeping with our commitment to the State of Tennessee to share the cost of annual operating increases, a portions of tuition increase will be used to fund our (40%) share of annual operating cost increases.
- \$1M will be set aside for additional need-based scholarships
- Any residual funds will be held to fund institutional priorities, including:
  - Current and future debt service commitments
  - Strategic investments that will be vetted through the annual budget process overseen by the Planning and Budget Council (PBC).
- Decisions on any budget allocations approved will be incorporated into the FY27 budget which will be presented to the UT Health Science Advisory Board in May 2026, and subsequently to the UT Board of Trustees.

# Example: Nursing Undergraduate Comparison with Board Approved Peers

	UTHSC Proposed FY '26/27		Board approved Peers - '25/26											
	In-State	Out-of-State	Oklahoma		UT- HSC - San Antonio		Texas Tech		Nebraska		Arkansas		LSU	
			In-State	Out-of-State	In-State	Out-of-State	In-State	Out-of-State	In-State	Out-of-State	In-State	Out-of-State	In-State	Out-of-State
BSN Accelerated	\$ 13,806	\$ 39,342	\$ 9,510	\$ 30,538	\$ 14,240	\$ 44,972	\$ 9,207	\$ 25,407	\$ 15,264	\$ 41,076	\$ 13,320	\$ 23,220	\$ 8,931	\$ 19,104
BSN Traditional	\$ 9,203	\$ 26,229	\$ 5,706	\$ 18,323	\$ 10,033	\$ 31,558	\$ 6,905	\$ 19,055	\$ 10,176	\$ 28,752	\$ 8,016	\$ 15,480	\$ 15,857	\$ 19,104
	<b>2% Increase</b>	<b>2% Increase</b>												
BSN Accelerated	Median - Board Approved Peers		\$ 11,415	\$ 27,973										
BSN Traditional	Median - Board Approved Peers		\$ 9,025	\$ 19,080										



# Example: Pharmacy Comparison with Board Approved Peers

		<i>Board Approved Peers - '25/26 Tuition Rates</i>													
		<b>UTHSC Proposed FY '26/27</b>		<b>Oklahoma</b>		<b>UT- HSC - San Antonio</b>		<b>Texas Tech</b>		<b>Nebraska</b>		<b>Arkansas</b>		<b>LSU</b>	
		<b>In-State</b>	<b>Out-of-State</b>	<b>In-State</b>	<b>Out-of-State</b>	<b>In-State</b>	<b>Out-of-State</b>	<b>In-State</b>	<b>Out-of-State</b>	<b>In-State</b>	<b>Out-of-State</b>	<b>In-State</b>	<b>Out-of-State</b>	<b>In-State</b>	<b>Out-of-State</b>
<b>Pharm D</b>		\$ 24,785	\$ 30,329	\$ 25,478	\$ 25,478	NA	NA	\$ 19,977	\$ 35,889	\$ 30,525	\$ 30,525	\$ 24,289	\$ 24,289	NA	NA
		<b>2% Increase</b>	<b>2% Increase</b>												
<b>Pharm D</b>	<b>Median - Board Approved Peers</b>			\$ 24,884	\$ 28,002										

# Example: Pharmacy Comparison with Competitors in Tennessee

		<i>Direct Competition '25/26</i>										
<b>UTHSC Proposed FY '26/27</b>		<b>Belmont</b>		<b>ETSU</b>		<b>Libscomp</b>		<b>South College</b>		<b>Union</b>		
	<b>In-State</b>	<b>Out-of-State</b>	<b>In-State</b>	<b>Out-of-State</b>	<b>In-State</b>	<b>Out-of-State</b>	<b>In-State</b>	<b>Out-of-State</b>	<b>In-State</b>	<b>Out-of-State</b>	<b>In-State</b>	<b>Out-of-State</b>
<b>Pharm D</b>	\$ 24,785	\$ 30,329	\$ 44,630	\$ 44,630	\$ 29,395	\$ 35,425	\$ 44,150	\$ 44,150	\$ 50,660	\$ 50,660	\$ 49,578	\$ 49,578
	<b>4% increase</b>	<b>4% Increase</b>										
<b>Pharm D</b>	<b>Median - In-state Competition</b>		\$ 44,630	\$ 44,630								

## Mandatory Fee Adjustments

- No adjustments to mandatory fees for the Academic Year 2026-2027 are being proposed.

# Undergraduate Resident Tuition and Mandatory Fee Adjustments

Proposed Tuition & Mandatory Fees	2025-26	2026-27	Change	
In-State Bachelor of Science Dental Hygiene	\$10,745	\$10,960	\$215	2.0%
In-State Bachelor of Science Nursing (traditional)	\$9,023	\$9,203	\$180	2.0%
In-State Bachelor of Science Nursing (accelerated)	\$13,535	\$13,806	\$271	2.0%
In-State Bachelor Medical Technology	\$8,512	\$8,682	\$170	2.0%
RN-to-BSN – Undergraduate (per Credit Hour)**	\$400	\$400	\$0	0.0%
Mandatory Fee	\$1,339	\$1,339	\$0	0.0%
<b>***Combined Tuition and Mandatory Fee Increase, Bachelor of Science – Nursing – Accelerated Program</b>	<b>\$14,874</b>	<b>\$15,145</b>	<b>\$271</b>	<b>1.8%</b>

\*\* The undergraduate RN-to-BSN program is based on 30 credit hours and is billed by credit hour. A student may complete this program in as little as one-year. However, the frequency of courses will be flexible based on an individual students needs. The total cost of the program is \$12,000 and is not dependent on whether the student completes it in one-year or longer.

\*\*\* The Undergraduate program, Bachelor of Science in Nursing (Accelerated), is used to demonstrate the total increase in tuition and mandatory fee impact.

## Estimated Financial Impact

<b>Estimated Financial Impact ***</b>	
<b>Gross Tuition</b>	<b>\$2.2 million</b>
<b>Mandatory Fees - No proposed Increase</b>	<b>\$0</b>
<b>*** Based on Fall 2025 Enrollment per College/Program</b>	

# Questions?





# THE UNIVERSITY OF TENNESSEE BOARD OF TRUSTEES

## AGENDA ITEM SUMMARY

Meeting Date: February 26, 2026

Committee: Finance and Administration

Item: **Proposed FY 2026-27 Tuition Levels, UTHSC**

Type: Action

Presenter: David Miller, Senior Vice President and Chief Financial Officer  
Raaj Kurapati, Executive Vice Chancellor, UTHSC

### **Background Information**

As standard with its regular practice, the UT Health Science Center (UTHSC) is presenting proposed tuition levels on FY 2026-27 tuition levels at this meeting because UTHSC's academic year begins on July 1, 2026.

The following schedules provide details of proposed changes in rates, dollars, and revenue. A 2% across the board increase/adjustment for in-state programs and a strategic, program-by-program, adjustment for out-of-state and international programs, would generate a gross revenue gain of approximately \$2.2 million (equivalent to approximately 0.5% of total UT Health Science Center unrestricted operating revenues).

### **Committee Action**

The Committee Chair will call for a motion to recommend adoption of the following resolution by the Board of Trustees.

**Resolved:**

**The Board of Trustees hereby approves the FY 2026-27 tuition rates for the UT Health Science Center as presented in the meeting materials, which shall be attached to this resolution following adoption.**

## UT Health Science Center Proposed 2026-27 Tuition and Fees

SUMMARY	New Revenue
Proposed for Approval by the Board of Trustees	2,200,000
Approved by the President	106,363
Approved by the Chancellor*	
<b>Proposed Allocations</b>	
Operations	1,200,000
Scholarships	1,000,000
Instruments for various college didactic/clinical learning environments	0
Course materials and licensing test preparation	106,363
Increase in student health insurance premiums*	
<b>TOTAL</b>	<b>\$ 2,306,363</b>

Proposed Changes	In-State		Out-of-State		Revenue
Tuition	Varies		Varies		\$2,200,000
College of Nursing - ABSN – Digital Materials Fee	\$168	5%	\$168	5%	\$20,664
College of Nursing – TBSN - Digital Materials Fee	\$137	7%	\$137	7%	\$8,768
College of Nursing – CRNA Review Course Fee	\$(355)	-21%	\$(355)	-21%	\$(13,135)
College of Nursing – PACNP Board Review Fee (year 3)	\$1,000	NEW	\$1,000	NEW	\$10,000
College of Nursing – PPC Board Review Fee (year 3)	\$256	NEW	\$256	NEW	\$2,556
College of Health Professions – MOT Board Exam and Clinical Prep Fee (year 1 and year 2)	\$50	33%	\$50	33%	\$8,000
College of Health Professions – MOT Therapy Media Fee (year 1 and year 2)	\$50	33%	\$50	33%	\$8,000
College of Health Professions – OTD Board Exam and Clinical Pret Fee (year 1 and year 2)	\$200	NEW	\$200	NEW	\$1,000

## UT Health Science Center Proposed 2026-27 Tuition and Fees

College of Health Professions – OTD Capstone Fee (year 3)	\$750	NEW	\$750	NEW	\$3,750
College of Health Professions – OTD Media Fee (year 1 and year 2)	\$200	NEW	\$200	NEW	\$1,000
College of Medicine – Student Resource Fee	\$52	12%	\$52	12%	\$35,360
College of Medicine – Step 1 Exam Prep Fee	\$30	32%	\$30	32%	\$20,400

### Proposed for Approval by the Board of Trustees

- Tuition** – A 2% across the board increase/adjustment for in-state programs and a strategic, program-by-program, adjustment for out-of-state and international programs, would generate a gross revenue gain of approximately \$2.2 million (equivalent to approximately 0.5% of total UT Health Science Center unrestricted operating revenues). The first \$1 million of these funds will be used to increase funding for the institutional scholarship program, the remainder of the funds, approximately \$1.2 million would be used to meet our commitment to the State of Tennessee to share the cost of annual operating increase and for strategic investments.

The two charts below provide additional details about the actual tuition increases by college and program for both in-state and out-of-state students, respectively.

	IN-STATE		CHANGE	
	FY 2025-26	FY 2026-27	Amount	Percent
<b>Graduate Health Sciences</b>				
All GH programs except Pharmacology	\$ 11,834	\$ 12,312	\$ 478	4%
MS Pharmacology	\$ 17,803	\$ 18,522	\$ 719	4%
<b>Medicine</b>				
Doctor of Medicine	\$ 36,823	\$ 37,559	\$ 736	2%
Physician Assistant	\$ 24,421	\$ 24,909	\$ 488	2%
<b>Dentistry</b>				
General DDS	\$ 32,690	\$ 33,344	\$ 654	2%
Dental Hygiene Bachelor of Science	\$ 10,745	\$ 10,960	\$ 215	2%
<b>Pharmacy</b>	\$ 24,299	\$ 24,785	\$ 486	2%
<b>Nursing</b>				
Bachelors -- Traditional	\$ 9,023	\$ 9,203	\$ 180	2%
Bachelors -- Accelerated	\$ 13,535	\$ 13,806	\$ 271	2%
Graduate -- DNP - CRNA	\$ 19,723	\$ 20,117	\$ 394	2%
Graduate -- DNP	\$ 12,206	\$ 12,450	\$ 244	2%
Bachelors -- RN-to-BSN ** (per credit hour)	\$ 400	\$ 400	\$ -	0%
<b>Health Professions</b>				
<b>Bachelor of Science</b>				
Medical Laboratory Science	\$ 8,512	\$ 8,682	\$ 170	2%
Audiology & Speech Pathology *	----	----	----	----
Masters in Cytopathology Practice	\$ 10,546	\$ 15,000	\$ 4,454	42%
DPT / MOT / MHSPA	\$ 14,718	\$ 19,848	\$ 5,130	35%
Doctor of Occupational Therapy (OTD)	\$ 25,308	\$ 19,848	\$ (5,460)	-22%
Dr. Audiology / MS Speech Path	\$ 20,049	\$ 19,848	\$ (201)	-1%
MS Clin Lab Science	\$ 10,726	\$ 15,000	\$ 4,274	40%

## UT Health Science Center Proposed 2026-27 Tuition and Fees

OUT-OF-STATE				
	FY 2025-26	FY 2026-27	CHANGE	
			Amount	Percent
<b>Graduate Health Sciences</b>				
All GH programs except Pharmacology	\$ 17,968	\$ 18,327	\$ 359	2%
MS Pharmacology	\$ 27,308	\$ 28,411	\$ 1,103	4%
<b>Medicine</b>				
Doctor of Medicine	\$ 56,318	\$ 58,109	\$ 1,791	3%
Physician Assistant	\$ 42,322	\$ 43,168	\$ 846	2%
<b>Dentistry</b>				
General DDS	\$ 74,388	\$ 75,876	\$ 1,488	2%
Dental Hygiene Bachelor of Science	\$ 21,490	\$ 21,919	\$ 429	2%
<b>Pharmacy</b>				
	\$ 29,734	\$ 30,329	\$ 595	2%
<b>Nursing</b>				
Bachelors -- Traditional	\$ 25,715	\$ 26,229	\$ 514	2%
Bachelors -- Accelerated	\$ 38,571	\$ 39,342	\$ 771	2%
Graduate -- DNP - CRNA	\$ 45,474	\$ 46,383	\$ 909	2%
Graduate -- DNP	\$ 13,282	\$ 13,683	\$ 401	3%
<b>Health Professions</b>				
<b>Bachelor of Science</b>				
Medical Laboratory Science	\$ 13,034	\$ 13,561	\$ 527	4%
Audiology & Speech Pathology *	----	----	----	----
Masters in Cytopathology Practice	\$ 15,642	\$ 17,000	\$ 1,358	9%
DPT / MOT / MHSPA	\$ 34,536	\$ 37,500	\$ 2,964	9%
Doctor of Occupational Therapy (OTD)	\$ 41,125	\$ 37,500	\$ (3,625)	-9%
Dr. Audiology / MS Speech Path	\$ 47,136	\$ 37,500	\$ (9,636)	-20%
MS Clin Lab Science	\$ 15,642	\$ 17,000	\$ 1,358	9%

**International Student Tuition Rates** – Consistent with our inaugural approach in the previous year, international tuition rates are strategically based on a factor of the in-state rates. The base rate for international is based upon 200% in the In-State rate, up to a maximum, with a few exclusions, of 250% of the In-state Rate. The 250% of the domestic rate is used for programs where the Out-of-State rate is in excess of 200% of the In-State Rate. For the Traditional and Accelerated BSN programs, the Out-of-State rate is in excess of 250% of the In-State Rate, thus for these programs, the Out-of-State Rate is used for the International Rate.

The chart below provides additional details about the actual tuition increases by college and program for international students.

## UT Health Science Center Proposed 2026-27 Tuition and Fees

INTERNATIONAL				
	FY 2025-26	FY 2026-27	CHANGE	
			Amount	Percent
<b>Graduate Health Sciences</b>				
All GH programs except Pharmacology	\$ 23,686	\$ 24,624	\$ 938	4.0%
MS Pharmacology	\$ 35,606	\$ 37,044	\$ 1,438	4.0%
<b>Medicine</b>				
Physician Assistant	\$ 48,842	\$ 49,818	\$ 976	2.0%
<b>Dentistry</b>				
General DDS	\$ 81,725	\$ 83,360	\$ 1,635	2.0%
Dental Hygiene Bachelor of Science	\$ 21,490	\$ 21,920	\$ 430	2.0%
<b>Pharmacy</b>				
	\$ 48,597	\$ 49,570	\$ 973	2.0%
<b>Nursing</b>				
Bachelors -- Traditional	\$ 25,715	\$ 26,229	\$ 514	2.0%
Bachelors -- Accelerated	\$ 38,571	\$ 39,342	\$ 771	2.0%
Graduate -- DNP - CRNA	\$ 49,308	\$ 50,294	\$ 986	2.0%
Graduate -- DNP	\$ 24,412	\$ 24,900	\$ 488	2.0%
<b>Health Professions</b>				
<u>Bachelor of Science</u>				
Medical Laboratory Science	\$ 17,024	\$ 17,364	\$ 340	2.0%
Masters in Cytopathology Practice	\$ 21,092	\$ 30,000	\$ 8,908	42.2%
DPT / MOT / MHSPA	\$ 36,794	\$ 39,696	\$ 2,902	7.9%
Doctor of Occupational Therapy	\$ 50,616	\$ 39,696	\$ (10,920)	-21.6%
Dr. Audiology / MS Speech Path	\$ 50,123	\$ 39,696	\$ (10,427)	-20.8%
MS Clin Lab Science	\$ 21,092	\$ 30,000	\$ 8,908	42.2%

### Approved by the President

- College of Nursing – ABSN-Digital Materials Fee** – This proposed fee increase reflects both an increase in the institution’s cost for ATI Launch, as well as the adoption of Elsevier 360. The cost of ATI Launch has increased \$75 per student and will remain in use for Term 1 of Academic Year 26/27. In addition, the transition to Elsevier 360 for the remaining terms will provide a more comprehensive and integrated platform for the BSN students. This transition to a new and more comprehensive digital platform will result in an increase of \$93 per student covering three terms. This results in an overall increase of \$168 per Accelerated BSN student for the 26/27 academic period.

## UT Health Science Center

### Proposed 2026-27 Tuition and Fees

---

4

This fee will generate \$20,664 in additional revenue, which will be offset by a matching expenditure that is based on a per student charge. There is no net revenue or expense impact to the University for the increase in this fee.

- **College of Nursing – TBSN-Digital Materials Fee** – This proposed fee increase reflects both an increase in the institution’s cost for ATI Launch, as well as the adoption of Elsevier 360. The cost of ATI Launch has increased \$75 per student and will remain in use for Term 1 of Academic Year 26/27. In addition, the transition to Elsevier 360 for the remaining terms will provide a more comprehensive and integrated platform for the BSN students. This transition to a new and more comprehensive digital platform will result in an increase of \$62 per student covering two terms. This results in an overall increase of \$137 per Accelerated BSN student for the 26/27 academic period.

This fee will generate \$8,768 in additional revenue and will be offset by a matching expenditure that is based on a per student charge. There is no net revenue or expense impact to the University for the increase in this fee.

- **College of Nursing – DNP Nurse Anesthesiology (CRNA) – Review Course Fee** – The College of Nursing is seeking to reduce the review course fee by \$355 per student. This net decrease in fees, includes a vendor cost increase for Valley Anesthesia materials and the review course of \$145 and the discontinuation of APEX material, reducing the fee by \$500. The net change proposed by the College of Nursing will be a \$355 reduction in CRNA review course and materials fees.

The net reduction of this fee will result in decrease in revenue of \$13,135, which corresponds with the reduction in cost for the University. Thus, there are no net impacts to net revenue or expense for the University.

- **College of Nursing – DNP PACNP – Board Review Fee** – Students in the DNP Pediatric Acute Care Nurse Practitioner concentration need the Barkley Review course in the last semester of Year 3 of their program. This is the first available board review for this program.

The purpose for this fee is so students do not have to pay the fee out-of-pocket. This course has a one-time cost of \$1,000 per student, during year 3, and must be purchased in the last semester of Year 3 of the program.

## UT Health Science Center Proposed 2026-27 Tuition and Fees

---

This fee will generate \$10,000 in new revenue, which corresponds directly to the cost of the Barkley Review course and there will be zero impact to net revenue or expense for the University.

- **College of Nursing – DNP Pediatric Primary Care – Board Review Fee** – Students in the DNP Pediatric Primary Care concentration need the Barkley Review course in the last semester of Year 3 of their program. This is the first available review for this program.

The purpose for this fee is so students do not have to pay the fee out-of-pocket. This course has a one-time cost of \$256 per student, during year 3, and must be purchased in the last semester of Year 3 of the program.

This fee will generate \$2,556 in additional revenue and corresponds directly to the cost of the Barkley Review course. There will be zero impact to net revenue or expense for the University.

- **College of Health Professions – Masters of Occupational Therapy Board Exam and Clinical Preparation Fee** – The Board Exam and Preparation Course and Materials prepare students for the national OT Board exam to increase first-time pass rates. Fees are also used to augment clinical experiences, which also prepare students for the national board exam. The increase in cost from \$150 to \$200 for years 1 and 2 is directly related to the increase in cost for the course materials.

This fee will generate \$8,000 in revenue and is directly offset by the increased cost of course materials. There will be no impact to net revenue or net expense from the \$50 increase in this fee.

- **College of Health Professions – Masters of Occupational Therapy - Media Fee** – This fee is used to cover the cost of consumable/reusable materials required for hands-on learning in the OT program. The increase in this fee from \$150 to \$200 for year 1 and year 2 is directly related to inflationary cost increases of these consumable materials

This fee will generate \$8,000 in revenue and is directly offset by the increased cost of consumable materials. There will be no impact to net revenue or net expense from the \$50 increase in this fee.

- **College of Health Professions – Occupational Therapy Doctorate Board Exam and Clinical Preparation Fee** – Revenue generated from this new fee will be used to acquire and provide online board exam preparation courses and materials, which will assist

## UT Health Science Center

### Proposed 2026-27 Tuition and Fees

---

4

students in preparing for the national OT practice exam. These fees will also be used to augment clinical experiences for students, which will also prepare students for the board exam. The \$200 proposed fee per student is based upon the cost of the board exam materials, clinical performance tracking systems, and educational resources and materials required for accreditation compliance. The fee will be used to support the acquisition and maintenance of the board exam preparation course, practice tests and data tracking. Additionally, this fee will be used to fund clinical readiness tools.

This fee will generate \$1,000 in revenue and is directly offset by the increased cost of course materials. There will be no impact to net revenue or net expense for the University.

- **College of Health Professions – Occupational Therapy Doctorate Capstone Fee** – This new fee will support the costs essential to the OTD capstone, including mentor stipends, materials and equipment for projects, printing, software subscriptions, and conference and publication fees. Revenues from these fees will ensure that students meet accreditation and program requirements.

This new fee will be \$750 and will be assessed during year 3 of the program. This fee will generate \$3,750 in revenue and reflects the actual cost associated with the capstone experience. There will be no impact to net revenue or net expense for the University.

- **College of Health Professions – Occupational Therapy Doctorate- Media Fee** – This new fee will be used to cover the cost of consumable/reusable materials required for hands-on learning in the OT program. This fee will be assessed at \$200 per student for year 1 and year 2 and is directly related to inflationary cost of consumable materials students are required to use as part of their training and participation in therapeutic media activities.

This fee will generate \$1,000 in revenue and is directly offset by the cost of the consumable materials. There will be no impact to net revenue or net expense from this new fee.

- **College of Medicine – Student Resource Fee** – Students need access to four separate, third-party resources which assist them in preparing for their respective qualifying exams. The fee increase is directly correlated to cost increases with these third-party resources. Additionally, the College of Medicine is transitioning to more comprehensive platform related to patient safety and quality improvement curriculum. Additionally, this new program has a lower, per-student cost, from the platform currently used for this safety curriculum. This savings per student will be netted against the inflationary vendor increases, and the net per student increase will be \$52 annually.

## UT Health Science Center Proposed 2026-27 Tuition and Fees

---

Revenue generated will be \$35,360 and will be directly correlated with an equal expense. There will be no net revenue or expense generated from this fee.

- **College of Medicine – Step 1 and Step 2 Exam Preparation Fee** – The current fee covers the student cost for various Step 1 practice exams. Students have requested access to Step 2 practice exams as well. The additional cost per student will increase from \$95 per year to \$125 per year. The \$30 increase will cover the increased/inflationary cost of the Step 1 practice exams and grant the students to the Step 2 practice exams.

Revenue generated will be \$20,400 and will be directly correlated with an equal expense. There will be no net revenue or expense generated from this fee.

- **College of Pharmacy – Assessment Fee** – The assessment tool, ProjectConcert, includes an annual \$2,000 subscription rate plus a \$70 per student charge annually. The \$90 fee per year will cover the ProjectConcert cost per student, plus the annual subscription rate, with any additional funds generated being utilized for rate increases.

### Approved by the Chancellor\*

**Student Health Insurance** – UTHSC requires all students to carry health insurance. If a student does not have access to health insurance, this policy is available to them. The university health insurance policy includes coverage for injury and sickness, including inpatient, outpatient, prescription, and wellness provisions. The plan also includes accidental death and dismemberment coverage. Any increases in premiums are directly passed onto the students enrolled in the insurance program the funds collected from students is remitted to the insurance provider.

## FY 2026-27 UNDERGRADUATE TUITION AND FEE PROPOSAL UT HEALTH SCIENCE CENTER

### PUBLIC COMMENT

Tennessee law (Tennessee Code Annotated § 49-7-1603) requires boards of public universities to give public notice of proposed increases to tuition and mandatory fees charged to in-state undergraduate students at least fifteen (15) days prior to holding a public meeting to adopt the increases. In preparation for the Winter Meeting of the Board, the Board requested feedback from the public on the proposed increases to in-state, undergraduate tuition and/or mandatory fees at the UT Health Science Center. The public was invited to submit comments from February 9 through February 23, 2026. Comments could be submitted online, by email, or by phone.

During that period, one individual submitted an online comment.

Constituencies Represented*	
Alumni	0
Faculty/ Staff	1
Parent	0
Student (Undergraduate/Graduate)	0
Other	0
<b>Total</b>	<b>1</b>

*(\*) Respondents self-selected their constituency status. Certain respondents may fall within more than one classification (e.g., faculty/alumni, parent/staff, etc.). For the purposes of this report, respondents have been shown in one category only.*

The actual comment(s) appear below. Please note that the comments appear verbatim and have not been corrected for spelling or grammatical errors.

### THE UNIVERSITY OF TENNESSEE HEALTH SCIENCE CENTER

#1	Tennessee Resident	Staff	Submitted: Mon 2/9/2026; 2:07 PM
----	--------------------	-------	----------------------------------

I am against the proposed change. There is already a nursing shortage, and over 60% of nurses are over the age of 40. We do not need to increase the burden of attending nursing schools.



# FY 2026-27 State Budget Amendment Request

**Presented by:**

Austin Oakes, Associate Vice President, Capital Projects

## Governor's Budget Amendment Disclosures (FY 2026-27)

• UTHSC Energy & Utilities Redevelopment	\$70,000,000
• UTIACVM Renovation & Addition	\$72,000,000
• UTK Housing Redevelopment	\$253,380,000
• UTM Housing Project	\$58,800,000
• UTS New Student Housing	<u>\$15,000,000</u>
	\$469,180,000



# THE UNIVERSITY OF TENNESSEE BOARD OF TRUSTEES

5.1

## AGENDA ITEM SUMMARY

Meeting Date: February 27, 2026

Committee: Finance and Administration

Item: **FY 2026-27 State Budget Amendment Request**

Type: Action

Presenter(s): David L. Miller, Senior Vice President and Chief Financial Officer  
Austin Oakes, Associate Vice President, Capital Projects

### **Background Information**

The administration is presenting additional revenue/institutionally-funded projects for FY 2026-27 as detailed on the attached schedule. Included in the schedule is a brief narrative description of the additional projects totaling \$469,180,000 as part of the meeting materials.

Campuses identified these projects during the last nine (9) months (past the FY 2026-27 budget submittal date). The list consists of requests fully programmed and ready for design, as well as conceptual projects that will be master planned and programmed during the fiscal year.

Due to the State budget process, these requests must be included in the annual capital budget to seek Tennessee State School Bond Authority and State Building Commission approval for design and construction during FY 2026-27. As such, the administration has prepared the list for inclusion in the FY 2026-27 State of Tennessee Budget Document, as amendments to the Governor's Budget. Legislative approval is required even though no state funds are being requested for these projects.

### **Committee Action**

The Committee Chair will call for a motion to recommend adoption of the following resolution by the Board of Trustees.

{Resolution appears on the following page.}



# THE UNIVERSITY OF TENNESSEE BOARD OF TRUSTEES

---

5.1

**Resolved:**

**The Board of Trustees hereby:**

1. Approves Amendment No. 1 to Revenue/Institutionally Funded Projects (FY 2026-27), a copy of which Amendment shall be attached to this resolution after adoption;
2. Authorizes the administration to take such action as necessary to submit the additional revenue/institutionally funded projects for FY 2026-27 to state government and update all lists, schedules or other documents to reflect the changes set forth in the Amendment;
3. Authorizes the administration to enter into contracts for design and construction of the FY 2026-27 projects within available funds;
4. Authorizes the administration to enter into contracts for design and construction associated with revenue/institutionally funded projects subsequently identified before or during FY 2026-27, subject to the President's approval and subject to any subsequently identified projects being reported to the Board of Trustees at its next regularly scheduled meeting; and
5. Approves the granting of any easements, licenses, disposals of utilities, rights of entry, and rights of way necessary for FY 2026-27 revenue/institutionally funded capital projects.

The proper officers of the University be and hereby are authorized to make any and all such actions as may be required or which they may deem necessary or appropriate in order to accomplish the foregoing.

**Governor's Budget Amendment Disclosures (FY2026-27)**

5.1

	SPA	Project	Project Description	Project Cost	Funding Source					
					TSSBA	Gifts	Auxiliary	Gift In Place	Grant	Plant Funds
1	UTHSC	Energy & Utilities Redevelopment	Modernization of the campus energy and utility systems that will address deferred maintenance and update energy infrastructure. The project includes all related work.	\$ 70,000,000	\$ 70,000,000					
2	UTIA	CVM Renovation & Addition	This project will renovate the College of Veterinary Medicine and expand the Emergency and Critical Care Unit and Feline Healthcare Center. The project includes all related work.	\$ 72,000,000		\$ 21,600,000				\$50,400,000
3	UTK	Housing Redevelopment	This project will construct new residence halls which will replace older halls (Carrick North & South, and Reese) to meet the growing needs of campus housing for approximately 1,300+ students. This project will also support student life needs and all related work.	\$ 253,380,000	\$253,380,000					
4	UTM	Housing Project	Construct new apartment style housing including approximately 250 beds. The project includes all related work.	\$ 58,800,000	\$ 58,800,000					
5	UTS	New Student Housing	Construction of a new residence hall to accommodate future enrollment growth. This new building will provide dorm rooms, communal gathering spaces, study spaces, and other student life functions along with all related work to complete the project.	\$ 15,000,000	\$ 15,000,000					
<b>Total</b>				<b>\$ 469,180,000</b>	<b>\$ 397,180,000</b>	<b>\$ 21,600,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 50,400,000</b>



# Cherokee Mills Complex

## 2200 Sutherland Avenue

**Presented by:**

Austin Oakes, Associate Vice President, Capital Projects

The acquisition of the Cherokee Mills complex includes 192,117sf of space for educational and operational needs. **5.2**



**UT** THE UNIVERSITY OF TENNESSEE SYSTEM

# Key Loan Terms

- Up to \$25,000,000
- 10-year loan / 20-year amortization
- Early Repayment – without penalty starting in the 6<sup>th</sup> year after close



# THE UNIVERSITY OF TENNESSEE BOARD OF TRUSTEES

5.2

## AGENDA ITEM SUMMARY

Meeting Date: February 27, 2026

Committee: Finance and Administration

Item: **Cherokee Mills Acquisition and Bank Loan, UTK**

Type: Action

Presenter(s): David L. Miller, Senior Vice President and Chief Financial Officer  
Austin Oakes, Associate Vice President, Capital Projects

### **Background Information**

In February 2025, the Board of Trustees approved the University entering into a master lease (“Master Lease”) with TUFF 2200 Sutherland Avenue, LLC (“Landlord”) for the benefit of the UT Knoxville campus, for real property located at 2200 Sutherland Avenue, Knoxville, TN (commonly known as Cherokee Mills). The real property consists of a building with 192,117 rentable square feet (the “Building”) and approximately 9.40 acres of land (the “Land”). The Building and Land are collectively referred to herein as the “Property.” Additionally, the Board authorized the Senior Vice President and Chief Financial Officer to enter into negotiations to acquire the Property.

Currently, the University leases 138,402 square feet of Building, and additional space is added to the University’s leasehold as it becomes available through third-party lease expiration. Cherokee Mills is used for administrative functions, surge space supporting campus growth and capital project activity, and a portion of the property is planned for a new daycare facility that will be developed as a Public-Private Partnership.

The Master Lease includes an early purchase option during the first two years. If closing on a purchase occurs prior to June 30, 2026, the purchase price shall be \$23,100,000, plus the amount of all pre-approved and mutually approved capital expenditures up to \$2,000,000. If the purchase occurs between July 1, 2026 and June 30, 2027, the purchase price shall be \$24,500,000, plus the amount of all pre-approved and mutually approved capital expenditures up to \$2,000,000.

The administration requests approval to exercise the early purchase option and acquire the Property at a market value price of no more than \$26,500,000, subject to the existing remaining third-party lease agreements. Upon approval by the Board of Trustees, the University will seek all required State approvals.



## THE UNIVERSITY OF TENNESSEE BOARD OF TRUSTEES

---

5.2

In accordance with the University's standard treasury practices, the University conducted a competitive financing process to identify the most advantageous pricing and terms for the proposed financing. The University solicited interest from seven (7) financial institutions that support the University and received five (5) competitive proposals. Following the review of pricing, terms, and execution certainty, the University recommends Regions Bank as the proposal providing the most favorable overall rate and terms, including long-term financial flexibility.

Regions Bank's proposal provides for a privately negotiated, unsecured term loan with a principal amount of up to \$25,000,000. The loan will have a ten (10) year maturity and repayment based on a twenty (20) year amortization, with monthly payments of principal and interest. The loan will be structured as either tax-exempt or taxable, based on the opinion of external tax counsel. If determined to be **tax-exempt**, the interest rate will be set at 79% of the 10-year U.S. Treasury rate, plus 31 basis points; if determined to be **taxable**, the interest rate will be set at the 10-year U.S. Treasury rate, plus 47 basis points (as of February 13, 2026, the 10-year U.S. Treasury rate was 4.04%, resulting in an estimated **tax-exempt** rate of approximately 3.50% per annum or an estimated **taxable** rate of approximately 4.51% per annum). The proposal further provides that the University may not prepay the loan during the first five (5) years following closing; thereafter, the University may prepay in whole or in part on an interest payment date, with no prepayment penalty, providing long-term refinancing flexibility.

More detailed information regarding the proposed loan, including the primary business and legal terms, is set forth in [Appendix 1](#) attached hereto. The subject property is identified in [Appendix 2](#) attached hereto.

Following approval by the Board of Trustees, the University Administration will seek approval of the loan by the Tennessee State School Bond Authority and all other necessary state approvals.

### **Committee Action**

The Committee Chair will call for a motion to recommend adoption of the following resolution by the Board of Trustees.

[The proposed Resolution follows on the next page.]



## THE UNIVERSITY OF TENNESSEE BOARD OF TRUSTEES

---

5.2

**Resolved:**

Subject to receipt of any required governmental approvals, the Board of Trustees hereby approves the following:

- (i) exercising the early purchase option as set forth in the Master Lease with TUFF 2200 Sutherland Avenue, LLC to purchase the real property located at 2200 Sutherland Avenue, Knoxville, Tennessee (the "Property") at a market value price not to exceed \$26,500,000; and
- (ii) entering into a loan agreement ("Loan Agreement") with Regions Bank and/or its affiliated entities, on the terms set forth on Attachment A, for the purposes of acquiring the Property. The payment obligation of the University under the Loan Agreement shall be evidenced by the issuance of a Promissory Note, in the aggregate principal amount not to exceed \$25,000,000 (the "Note").

In accordance with this resolution and as authorized under the University's Bylaws, the President, Chief Financial Officer, Treasurer, and the Secretary be, and each of them hereby is, authorized to (i) approve, execute and deliver, under the seal of the University, the Loan Agreement, the Note, and such other agreements, certificates and other instruments pertaining thereto (the "Related Documents"), subject to the review of the General Counsel, and (ii) undertake any and all acts necessary or proper for carrying out and implementing the terms of, and the transactions contemplated by this resolution.



# THE UNIVERSITY OF TENNESSEE

## BOARD OF TRUSTEES

### Appendix 1

**5.2**

### Key Terms and Conditions of Proposed Loan Agreement

I. Project Overview	
1. Project	<p>The University of Tennessee will enter into a privately negotiated term loan to finance the acquisition of real property located at 2200 Sutherland Avenue, Knoxville (the “Property”). The Property will be used for administrative functions, surge space supporting campus growth and capital project activity, and a portion of the Property is planned for a new daycare facility that will be developed as a public-private partnership.</p> <p>The University currently leases 138,402 of the 192,117 SF building, and additional space is added to the University’s leasehold as it becomes available through third-party lease expirations.</p>
II. Financing Structure	
1. Borrower	The University of Tennessee.
2. Lender	Regions Bank and/or its affiliated entities.
3. Type of Financing	The financing will be structured as a privately negotiated term loan, evidenced by a promissory note, bond, or similar debt instrument. The loan will not be publicly offered, rated, assigned a CUSIP number, or registered with a securities depository.
4. Loan Amount	Up to \$25 million.
III. Interest Rate and Repayment Terms	
1. Interest Rate	The loan will bear interest at a fixed rate for a ten (10) year period. The loan will be structured either tax-exempt or taxable, depending on the opinion of external tax counsel. If determined to be tax-exempt, the interest rate will be a will be set at 79% of the 10-year U.S. Treasury rate, plus 31 basis points. If determined to be taxable, the interest rate will be set at the 10-year U.S. Treasury rate, plus 47 basis points.
2. Maturity Date	The maturity will be ten (10) years from the date of closing, and the maturity Date must fall on a payment due date.
3. Amortization	Principal and interest will be based on a twenty (20) year amortization. Principal and interest will be payable monthly (calculated on the basis of a 30-day month and a 360-day year).



# THE UNIVERSITY OF TENNESSEE

## BOARD OF TRUSTEES

5.2

4. Early Repayment	Beginning in the sixth year following closing, the University will have the flexibility to prepay all or a portion of the outstanding principal balance without penalty on a scheduled payment date.
<b>IV. Fees and Expenses</b>	
1. Facility Fees	No facility or commitment fee will be charged in connection with the loan.
2. Transaction Costs	The University will be responsible for actual and reasonable out-of-pocket costs of the Lender (including, without limitation, counsel fees and expenses and costs associated with lien searches, title insurance, surveys, flood certifications, and recordation) incurred in connection with the negotiation, execution, delivery, administration, and enforcement of the Loan Documents.
<b>V. Security</b>	
1. Security	An unsecured loan.
2. Covenants	The loan will include usual and customary representations and covenants consistent with financings of this type and applicable Tennessee law, including but not limited to delivery of audited financial statements within 270 days after each fiscal year end.
3. Events of Default	Events of default will be customary and usual for financings of this type, subject to applicable notice and cure periods consistent with Tennessee law.
<b>VI. Legal and Administrative Provisions</b>	
1. Governing Law	The loan documents will be governed by the laws of the State of Tennessee.
<b>VII. Outstanding Due Diligence</b>	
1. Environmental	An environmental assessment of the property identified a Recognized Environmental Condition that may require remediation. UT would be responsible for completing any required remediation activities.



# THE UNIVERSITY OF TENNESSEE BOARD OF TRUSTEES

## Appendix 2

5.2

### Subject Property





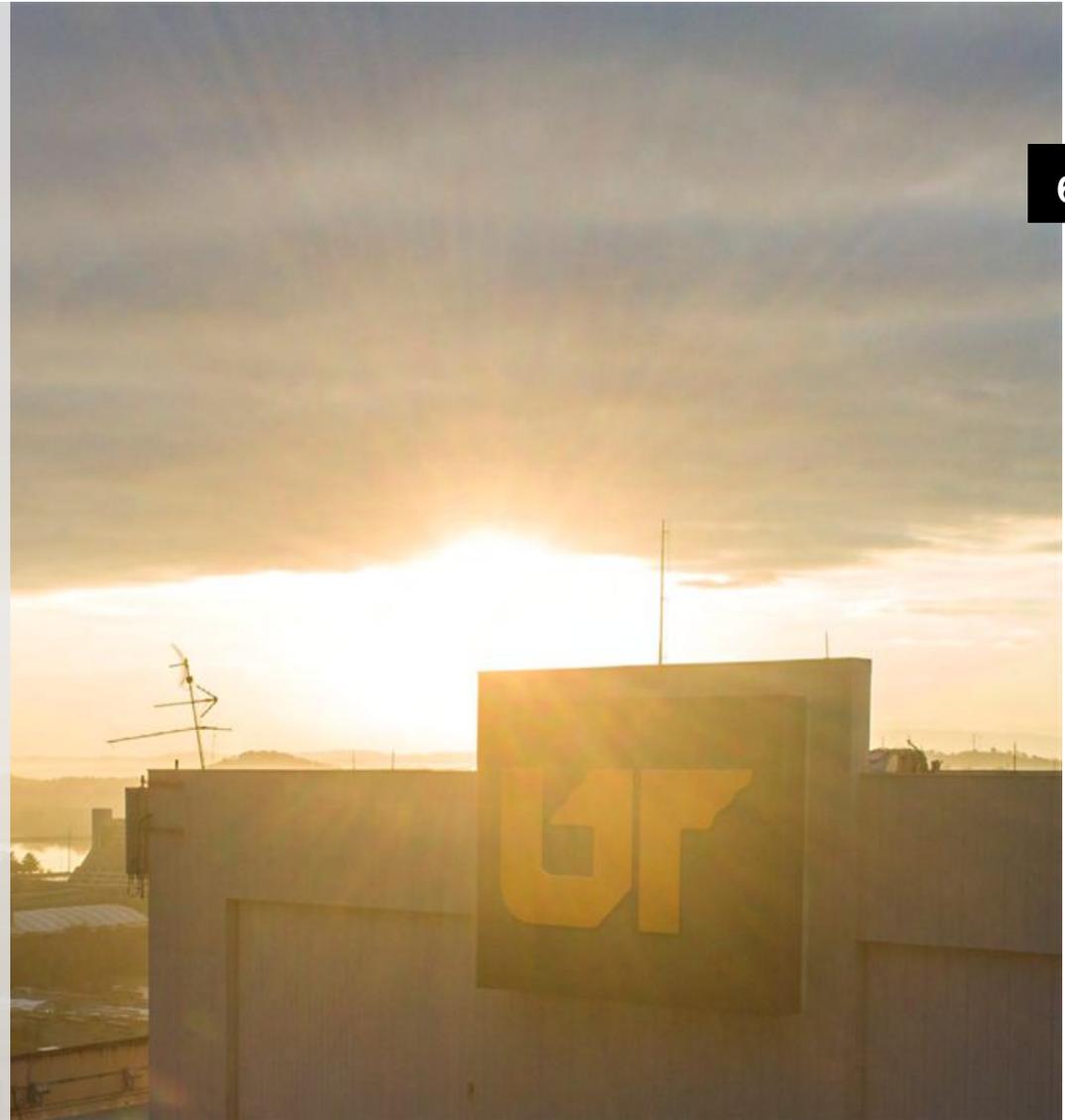
# THE UNIVERSITY OF TENNESSEE BOARD OF TRUSTEES

---

5.2

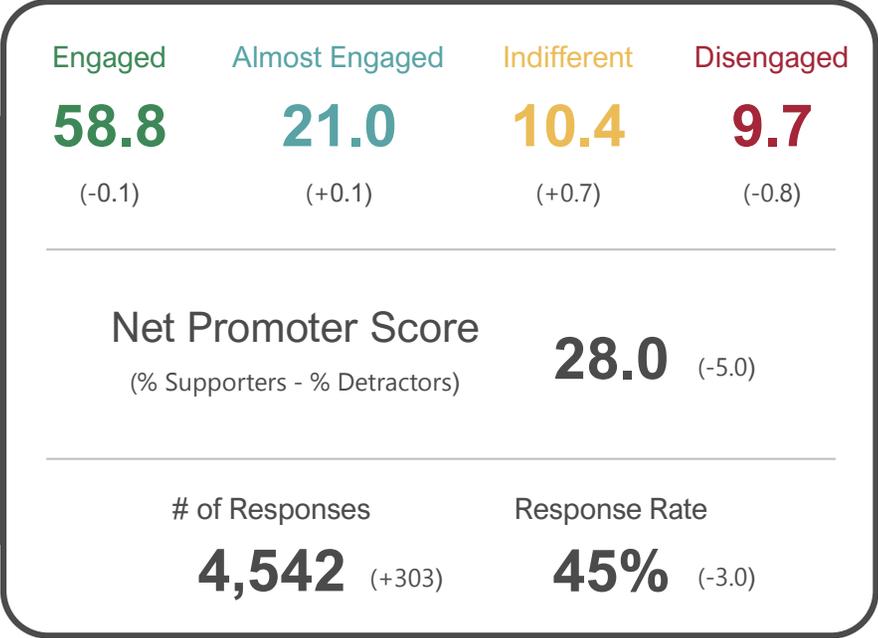


# 2025 Systemwide Employee Engagement Presentation





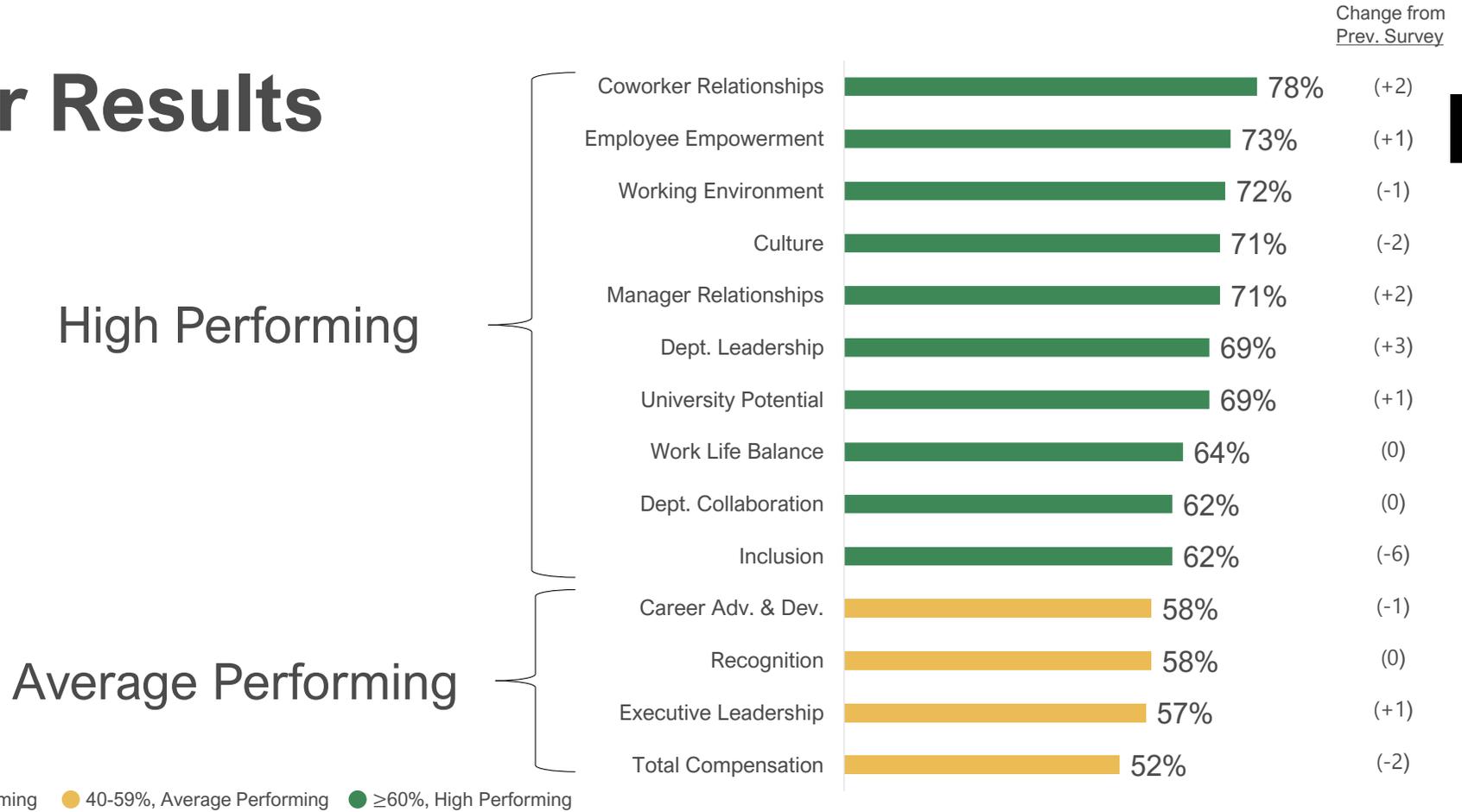
UT Systemwide  
Engagement Results



Note: Highlighting indicates notable increase or decrease (±4).



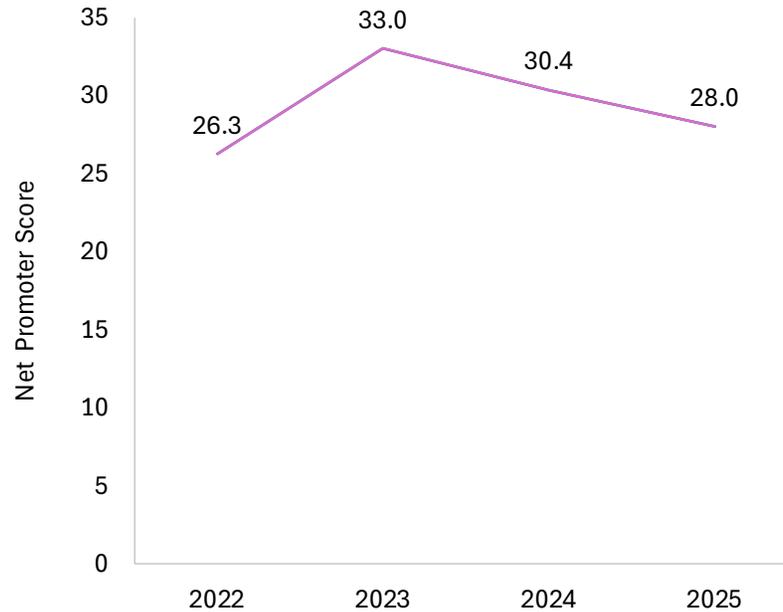
# Driver Results



6

# Employee Experience Score

How likely would you be to recommend University of Tennessee to a qualified friend or a family member as a great place to work?



## Questions related to attitude toward UT

	All UT Staff	Benchmark
I am very proud of the services the University of Tennessee provides.	77%	-
Taking everything into account, I like working at the University of Tennessee.	80%	73%
I am very committed to the University of Tennessee.	79%	76%
Taking everything into account, I like my job.	79%	76%

---

# NPS by Institution

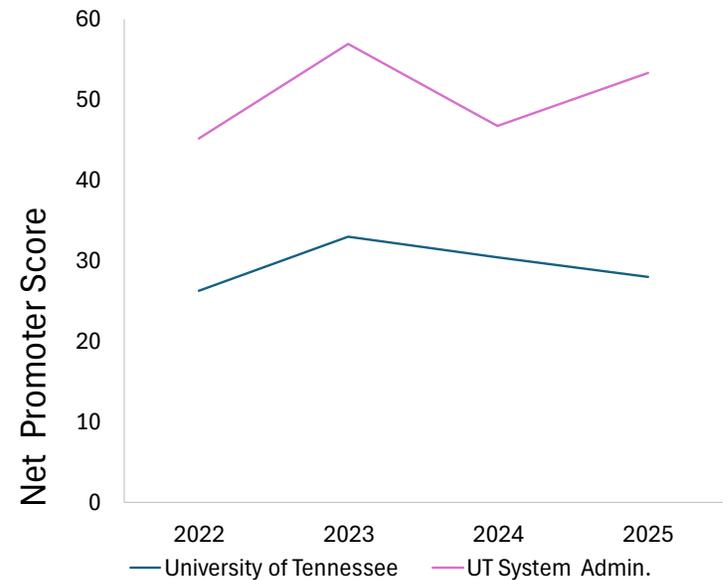
---

# Employee Experience Score

UT System Administration

How likely would you be to recommend University of Tennessee to a qualified friend or a family member as a great place to work?

Year	University of Tennessee	UT System Administration	Difference
2022	26.3	45.2	19
2023	33.0	56.9	24
2024	30.4	46.7	16
2025	28.0	53.3	25

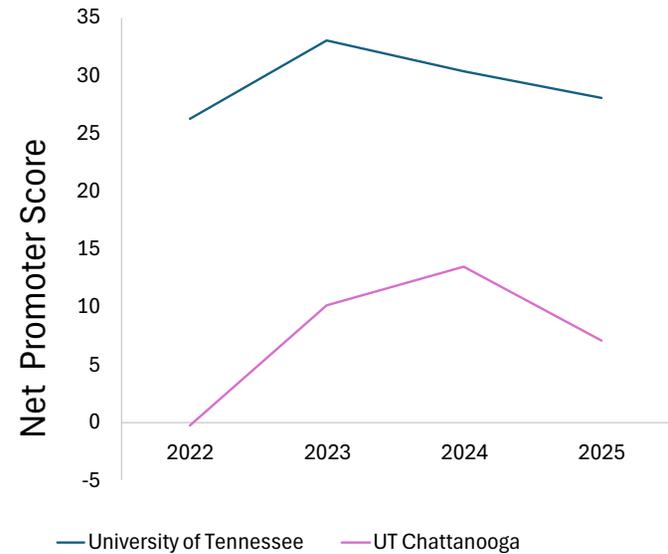


# Employee Experience Score

UTC

How likely would you be to recommend University of Tennessee to a qualified friend or a family member as a great place to work?

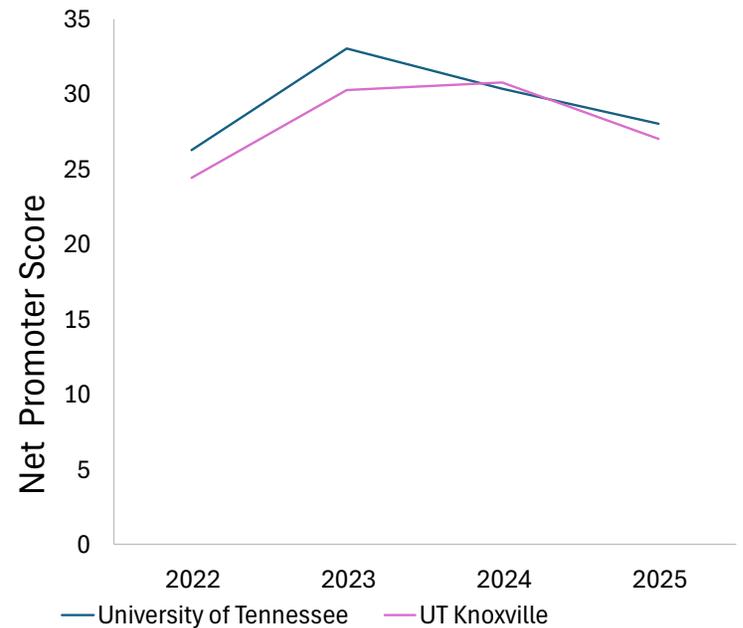
Year	University of Tennessee	UT Chattanooga	Difference
2022	26.3	-0.3	-27
2023	33.0	10.1	-23
2024	30.4	13.4	-17
2025	28.0	7.0	-21



# Employee Experience Score

How likely would you be to recommend University of Tennessee to a qualified friend or a family member as a great place to work?

Year	University of Tennessee	UT Knoxville	Difference
2022	26.3	24.4	-2
2023	33.0	30.3	-3
2024	30.4	30.8	0
2025	28.0	27.0	-1

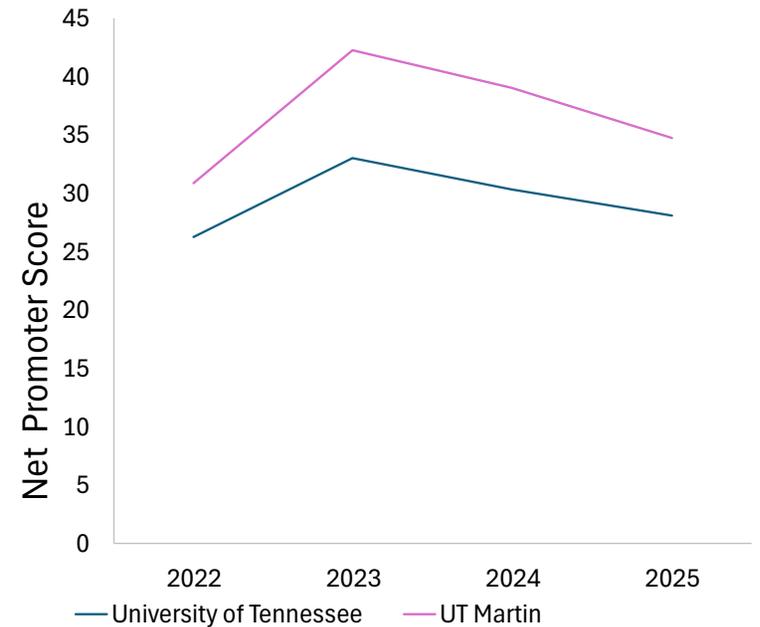


UTM

# Employee Experience Score

How likely would you be to recommend University of Tennessee to a qualified friend or a family member as a great place to work?

Year	University of Tennessee	UT Martin	Difference
2022	26.3	30.9	5
2023	33.0	42.2	9
2024	30.4	39.0	9
2025	28.0	34.7	7

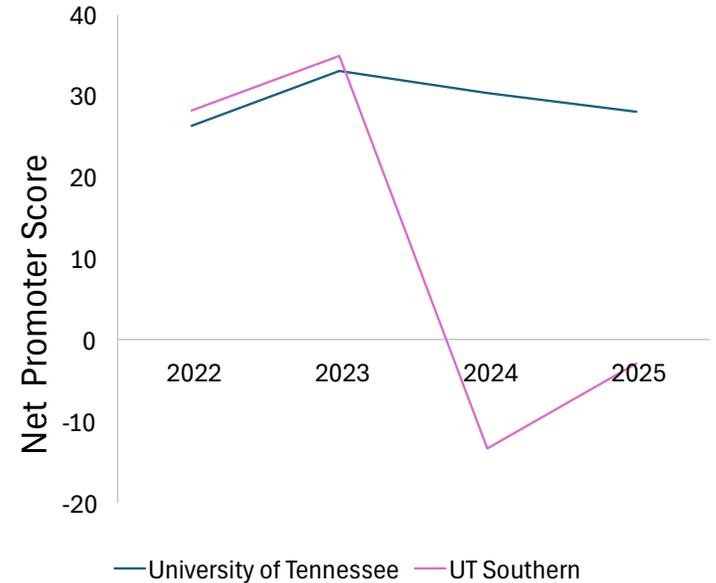


# Employee Experience Score

UTS

How likely would you be to recommend University of Tennessee to a qualified friend or a family member as a great place to work?

Year	University of Tennessee	UT Southern	Difference
2022	26.3	28.1	2
2023	33.0	34.8	2
2024	30.4	-13.3	-44
2025	28.0	-2.9	-31

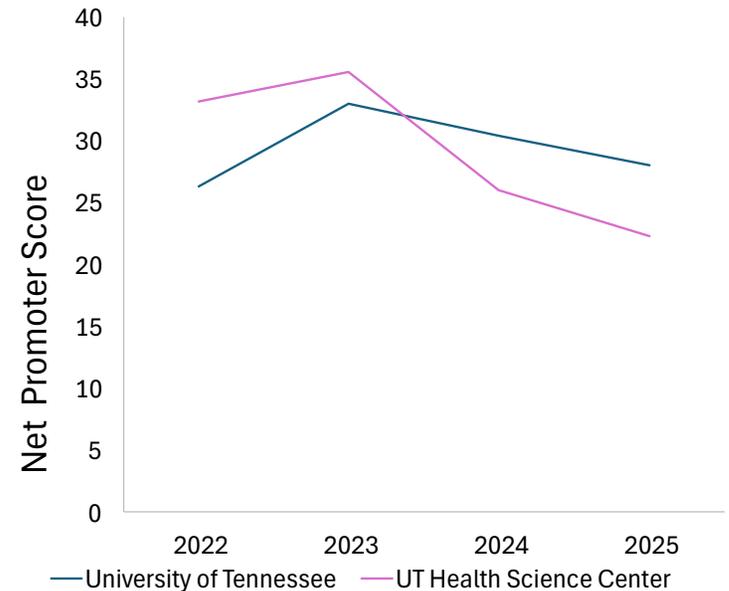


# Employee Experience Score

UTHSC

How likely would you be to recommend University of Tennessee to a qualified friend or a family member as a great place to work?

Year	University of Tennessee	UT Health Science Center	Difference
2022	26.3	33.2	7
2023	33.0	35.5	3
2024	30.4	26.0	-4
2025	28.0	22.3	-6

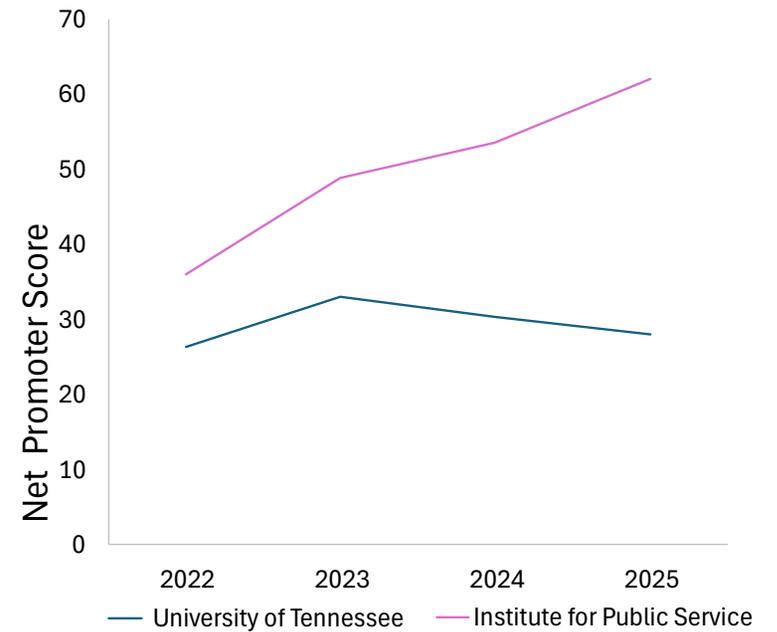


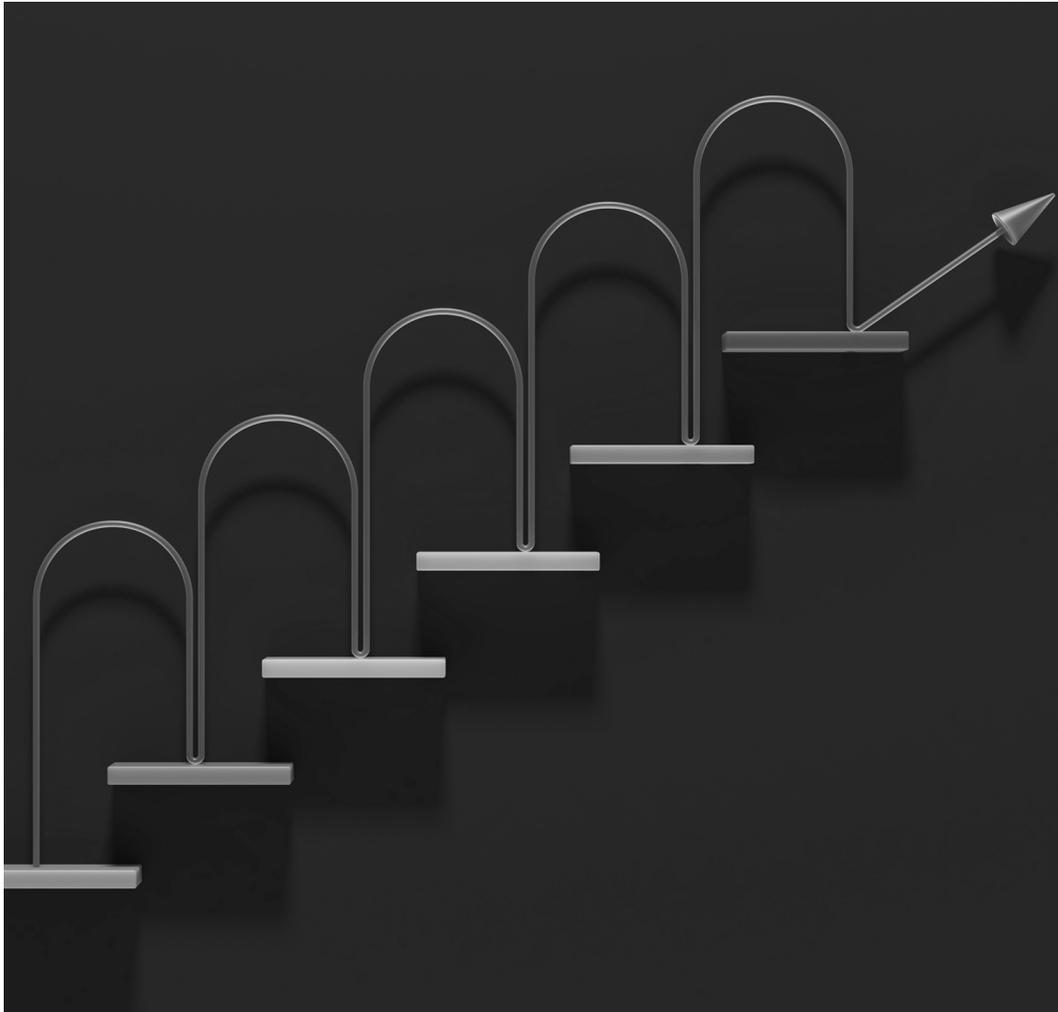
# Employee Experience Score

IPS

How likely would you be to recommend University of Tennessee to a qualified friend or a family member as a great place to work?

Year	University of Tennessee	UT Institute for Public Service	Difference
2022	26.3	36.1	10
2023	33.0	48.9	16
2024	30.4	53.5	23
2025	28.0	62.0	34





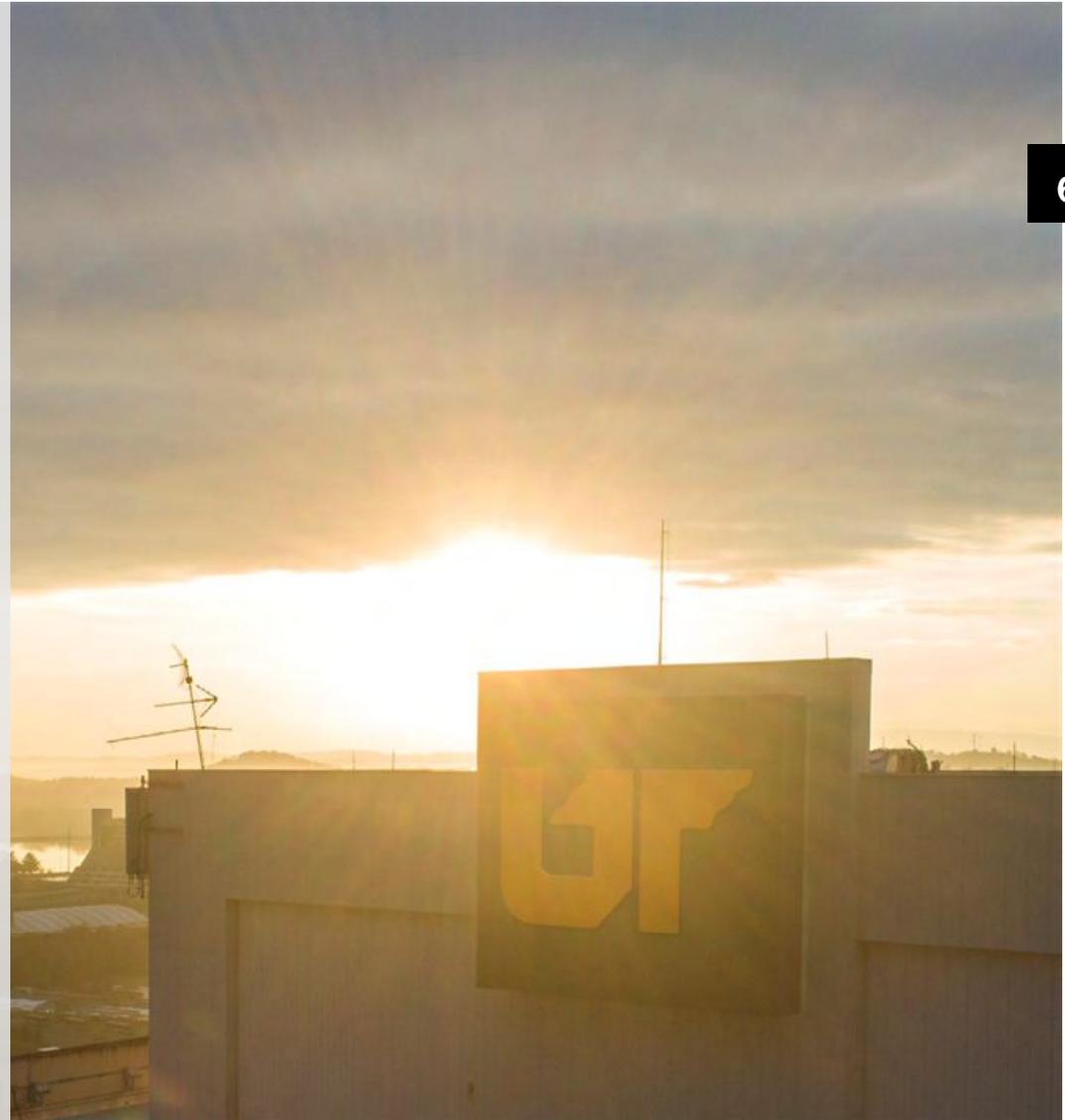
## What's Next?

- Future-focused action planning
  - President Boyd & CHRO Brian Dickens to perform campus visits to help with action plans
- Work w/ campus HR teams to deep-dive into the results
  - New reporting and dashboard tools available to HR teams
    - Result reports
    - 'Trends & Insights' thematic summary
  - HROs now have access to the McLean Connect portal: [connect.mcleanco.com](https://connect.mcleanco.com)
    - Dynamic dashboards that provide granular details about survey results
  - Direct consultation with McLean experts
    - HROs can meet with McLean's team to interpret results and develop action plans
- Questions?

# 2025 Systemwide Employee Engagement Report Summary

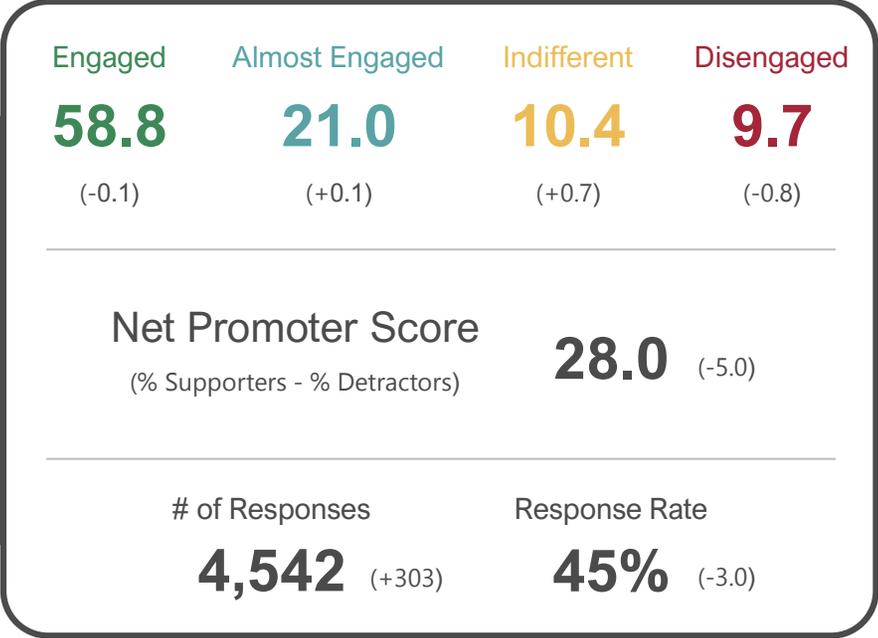


THE UNIVERSITY OF  
TENNESSEE  
SYSTEM





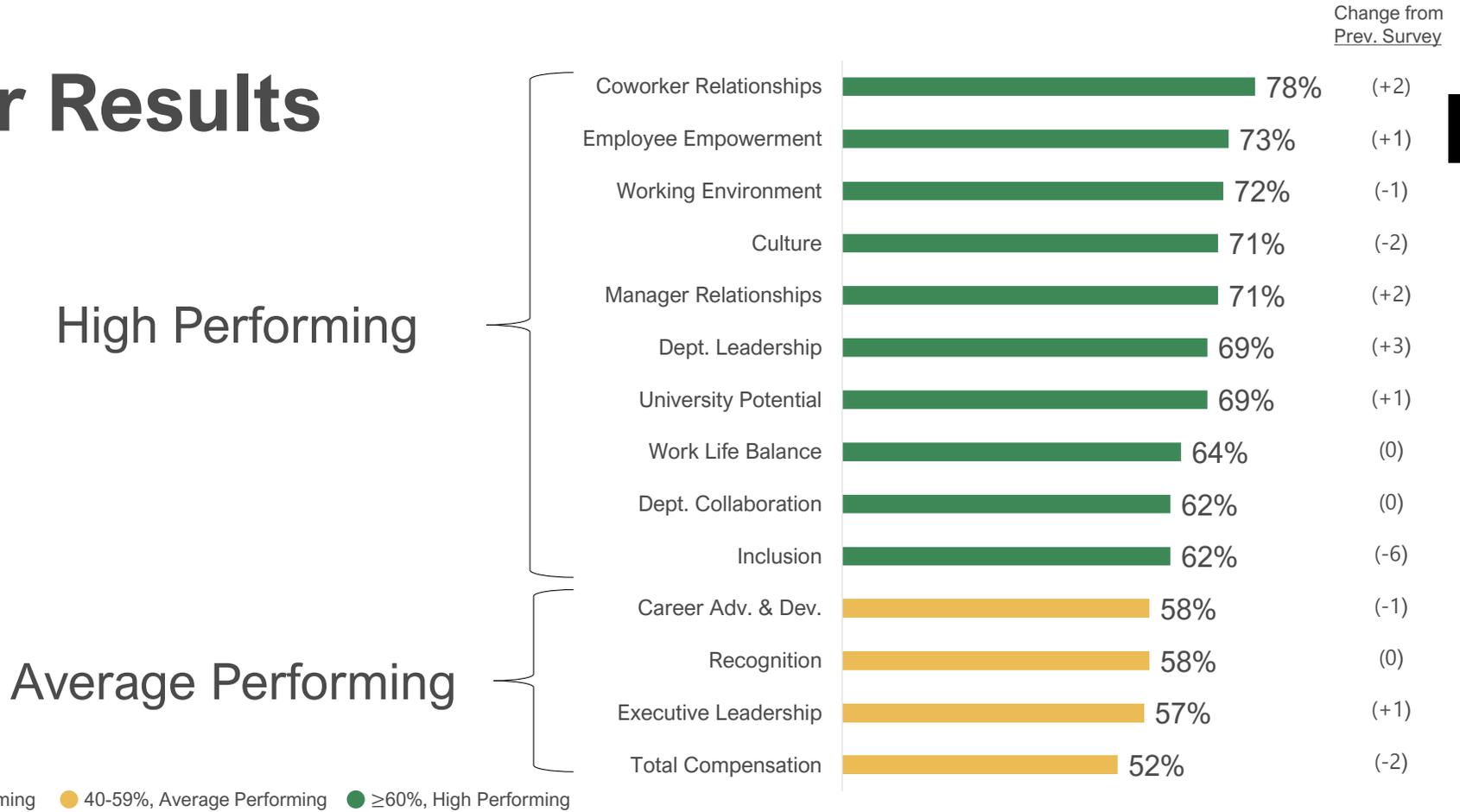
UT Systemwide  
Engagement Results



Note: Highlighting indicates notable increase or decrease (±4).

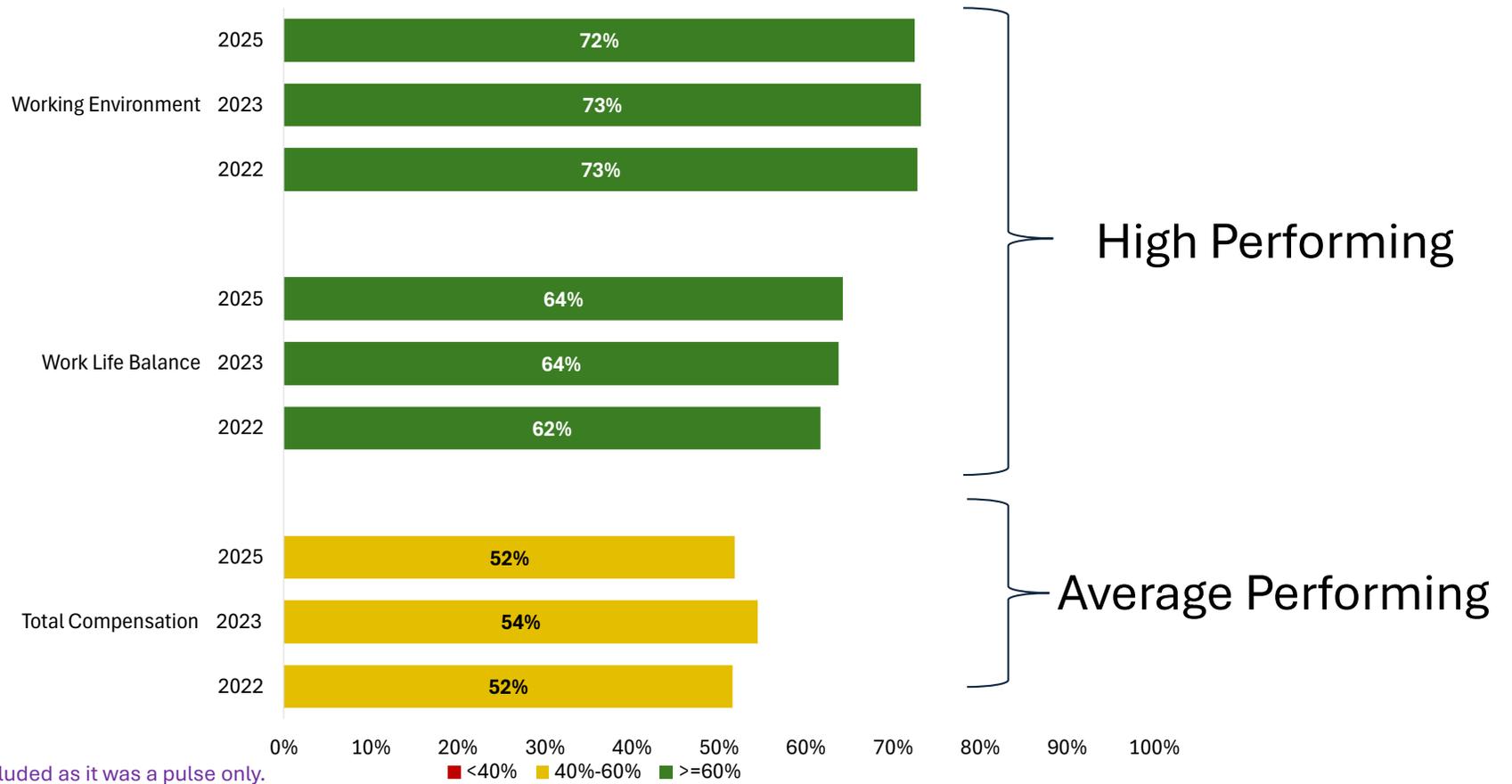


# Driver Results

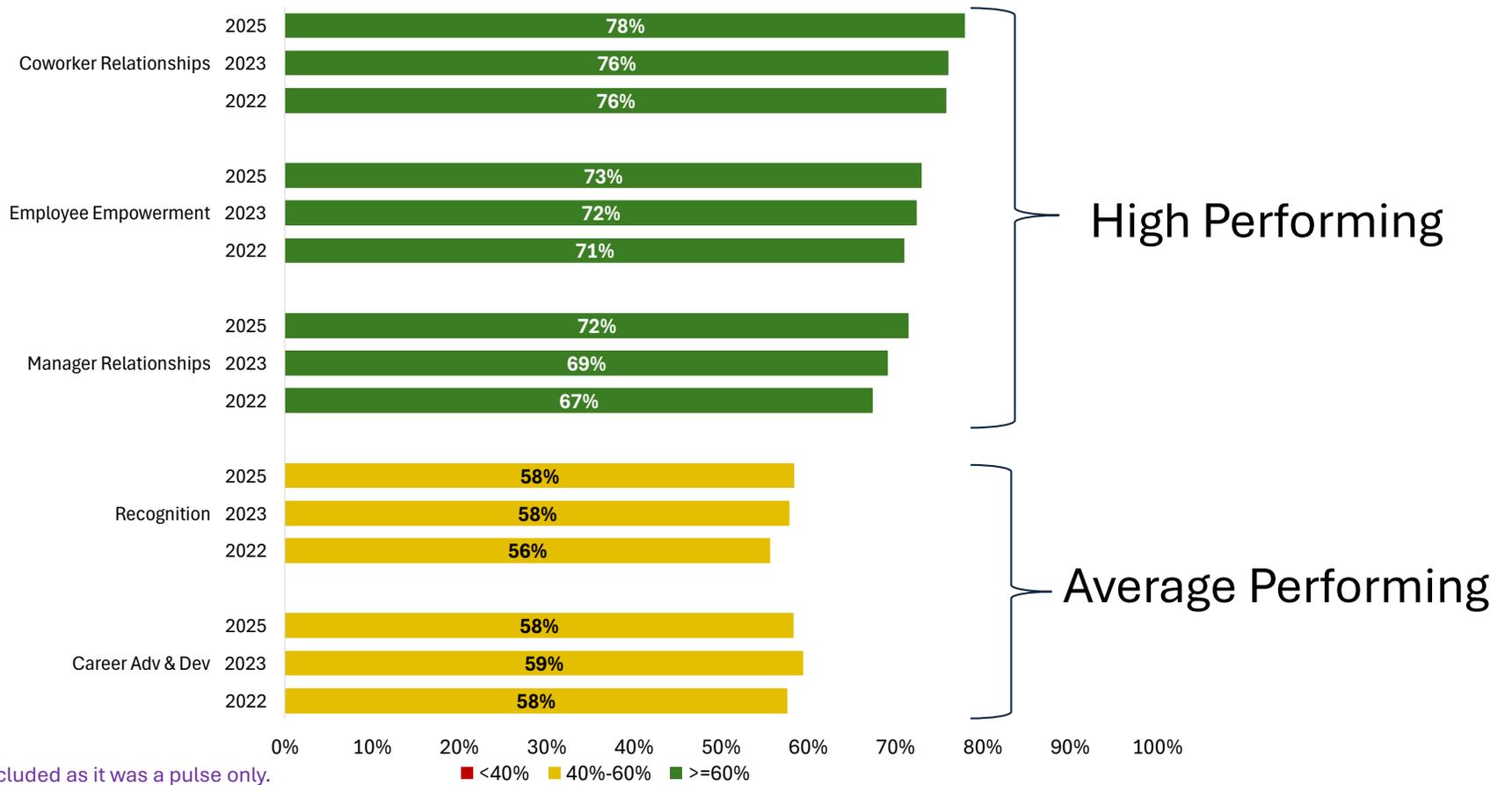


6

# Retention Drivers

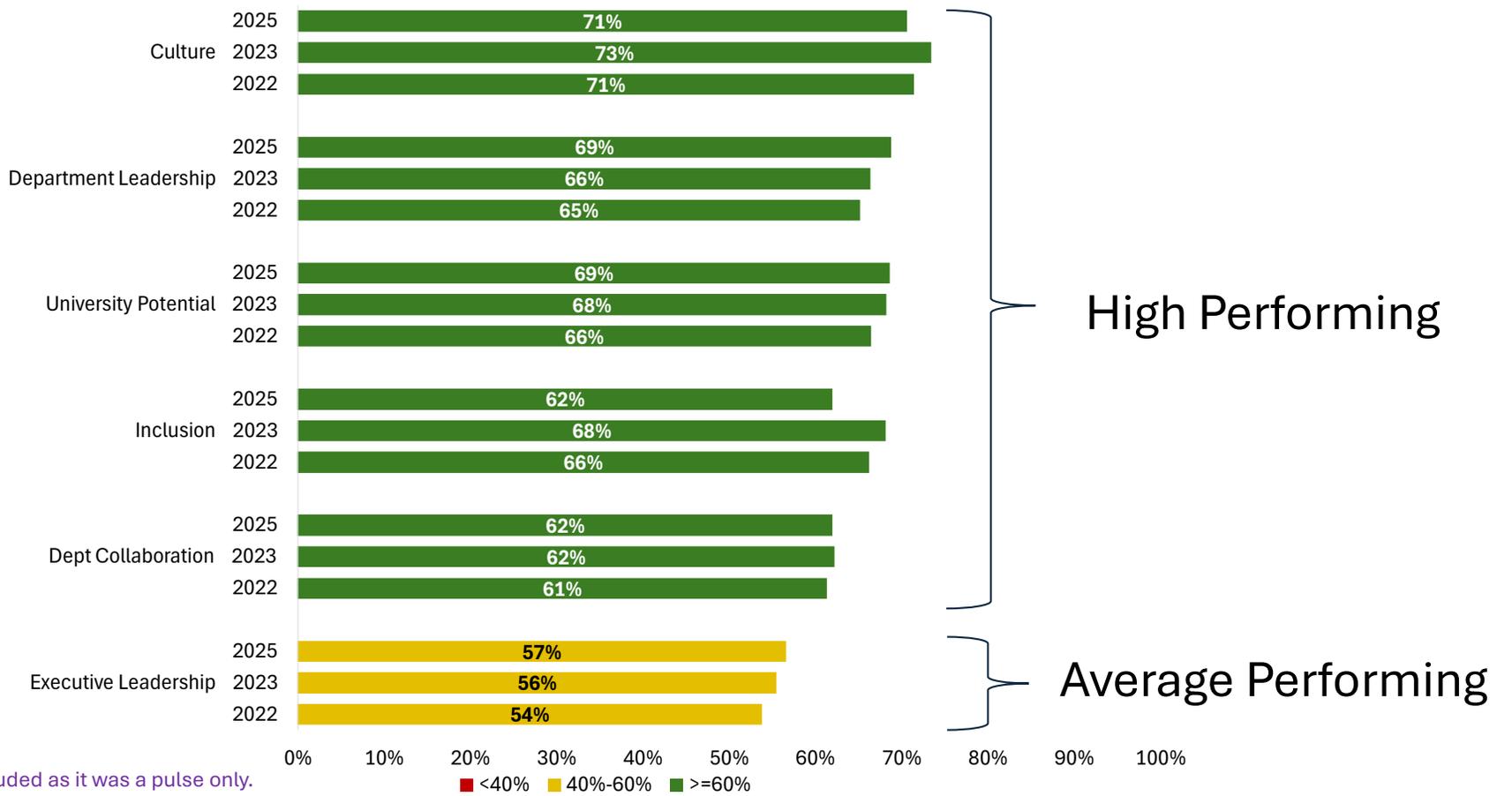


# Job Drivers

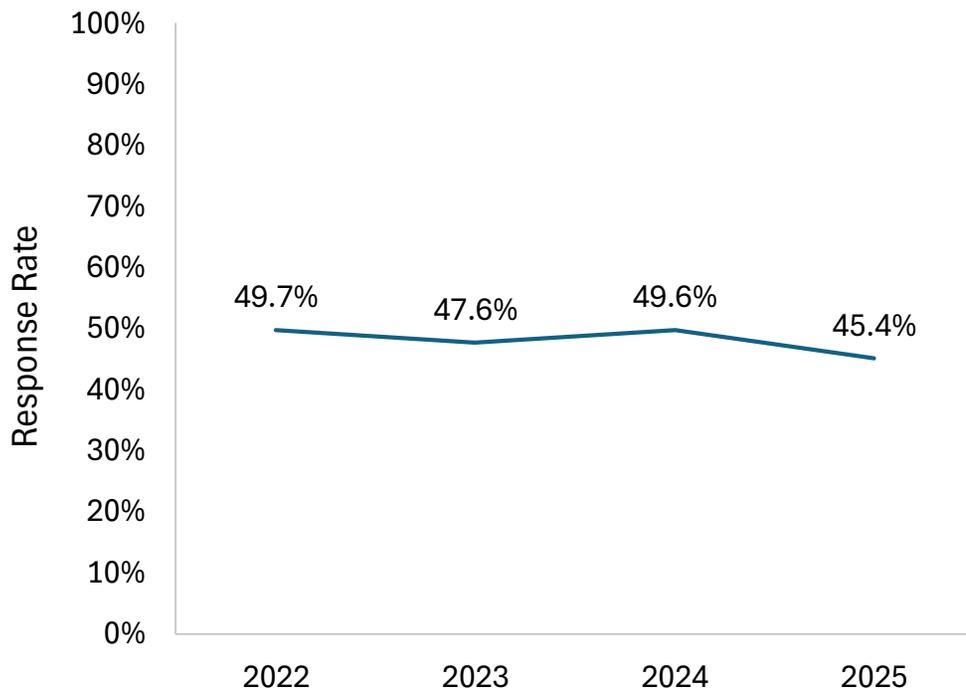


2024 results not included as it was a pulse only.

# Organizational Drivers



# Response Rates



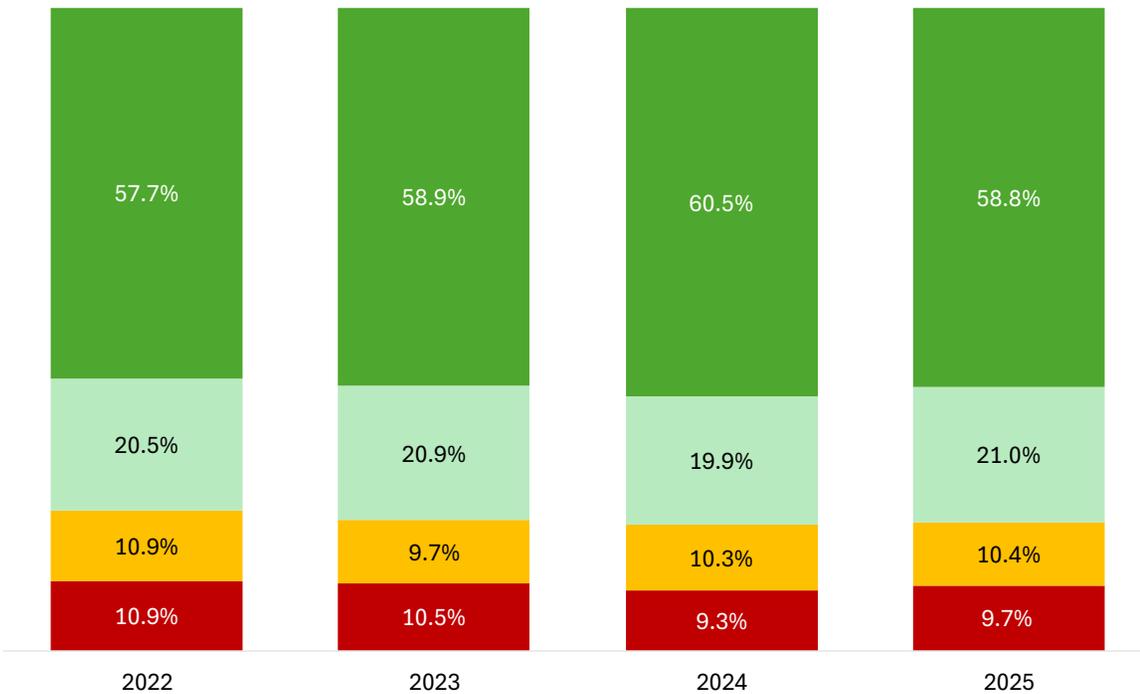
**2022 Engagement Survey**  
September 14, 2022 – October 5, 2022

**2023 Engagement Survey**  
September 20, 2023 – October 18, 2023

**2024 Pulse Survey**  
September 18, 2024 – October 11, 2024

**2025 Engagement Survey**  
September 23, 2025 – October 22, 2025

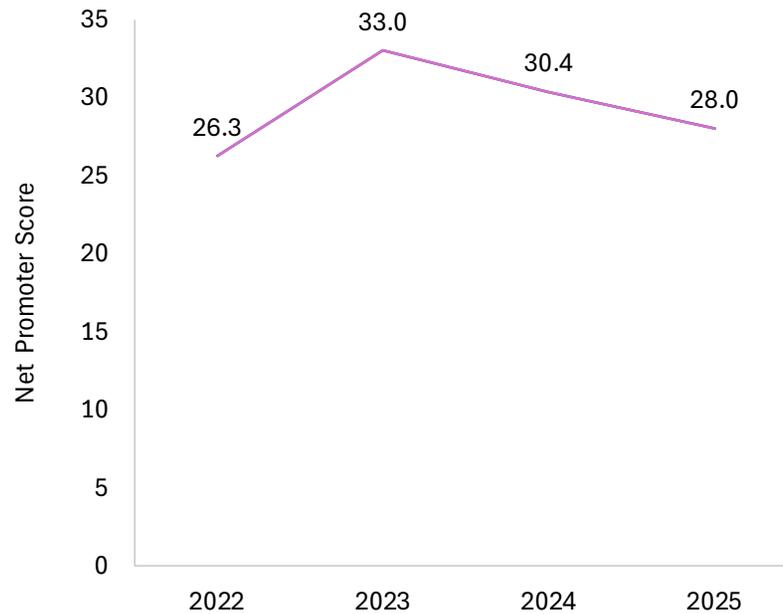
# Engagement Levels



- ENGAGED**  
 Engaged employees consistently exceed expectations. They are energized and passionate about their work, leading them to exert discretionary effort to drive organizational performance.
- ALMOST ENGAGED**  
 Almost engaged employees sometimes exceed expectations and are generally passionate about their work. At times they exert discretionary effort to help achieve organizational goals.
- INDIFFERENT**  
 Indifferent employees are satisfied, comfortable, and generally able to meet minimum expectations. They see their work as “just a job”, prioritizing their needs before organizational goals.
- DISENGAGED**  
 Disengaged employees usually fail to meet minimum expectations, putting in time rather than effort. They have little interest in their job and the organization and often display negative attitudes.

# Employee Experience Score

How likely would you be to recommend University of Tennessee to a qualified friend or a family member as a great place to work?



## Questions related to attitude toward UT

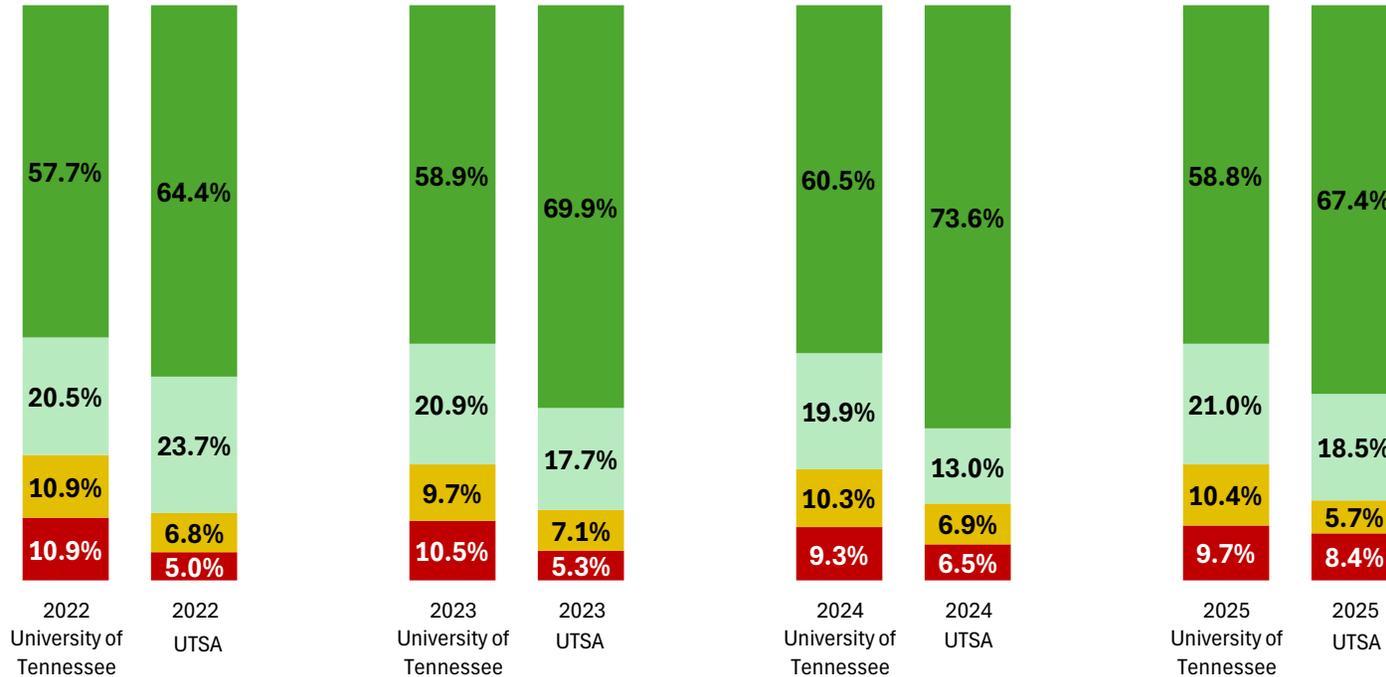
	All UT Staff	Benchmark
I am very proud of the services the University of Tennessee provides.	77%	-
Taking everything into account, I like working at the University of Tennessee.	80%	73%
I am very committed to the University of Tennessee.	79%	76%
Taking everything into account, I like my job.	79%	76%

---

# Detail by Institution

---

# Engagement Levels: System Administration



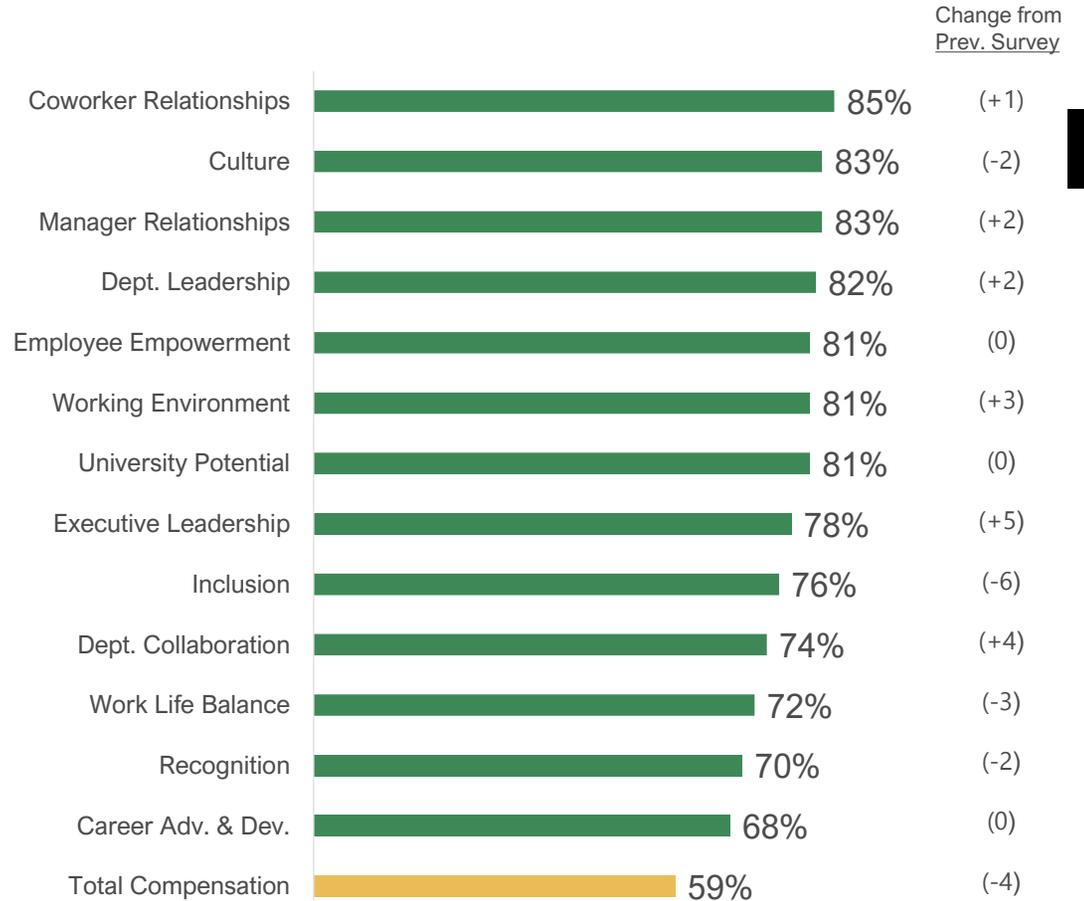
**ENGAGED**  
 Engaged employees consistently exceed expectations. They are energized and passionate about their work, leading them to exert discretionary effort to drive organizational performance.

**ALMOST ENGAGED**  
 Almost engaged employees sometimes exceed expectations and are generally passionate about their work. At times they exert discretionary effort to help achieve organizational goals.

**INDIFFERENT**  
 Indifferent employees are satisfied, comfortable, and generally able to meet minimum expectations. They see their work as "just a job", prioritizing their needs before organizational goals.

**DISENGAGED**  
 Disengaged employees usually fail to meet minimum expectations, putting in time rather than effort. They have little interest in their job and the organization and often display negative attitudes.

# Driver Results UTSA



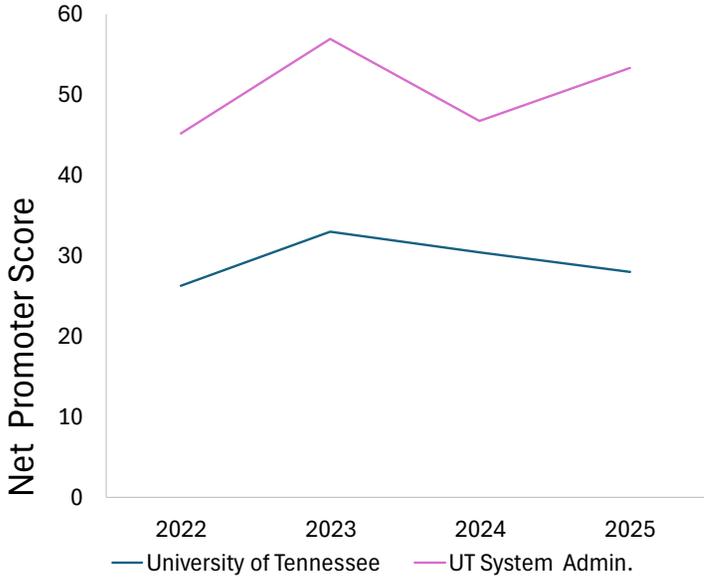
● < 40%, Low Performing   ● 40-59%, Average Performing   ● ≥60%, High Performing

# Employee Experience Score

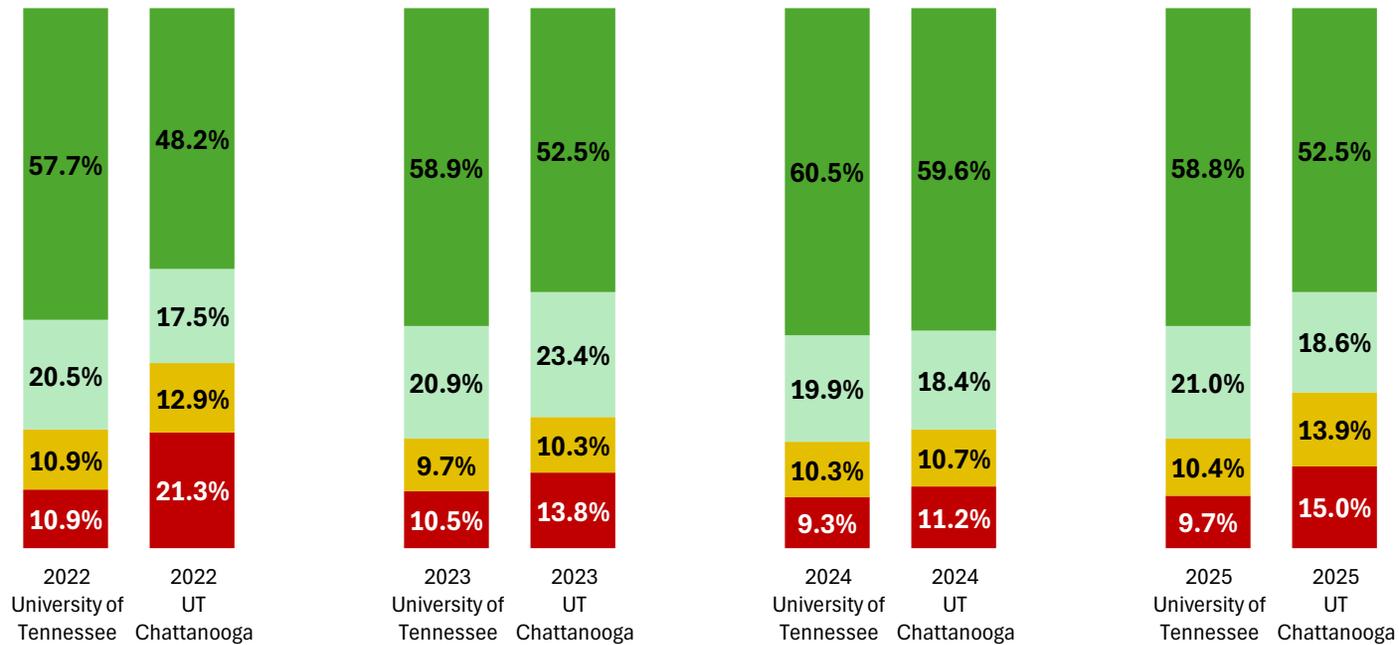
UT System Administration

How likely would you be to recommend University of Tennessee to a qualified friend or a family member as a great place to work?

Year	University of Tennessee	UT System Administration	Difference
2022	26.3	45.2	19
2023	33.0	56.9	24
2024	30.4	46.7	16
2025	28.0	53.3	25



# Engagement Levels: UT Chattanooga



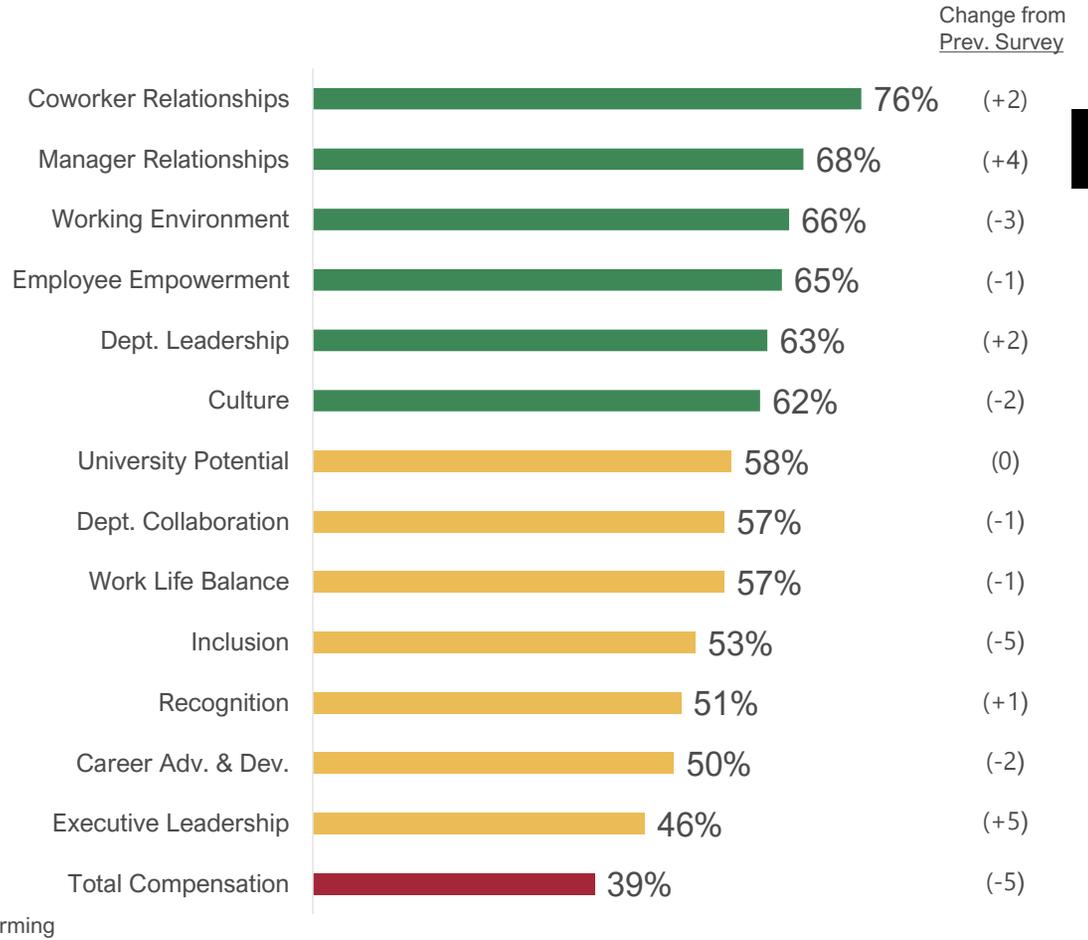
**ENGAGED**  
 Engaged employees consistently exceed expectations. They are energized and passionate about their work, leading them to exert discretionary effort to drive organizational performance.

**ALMOST ENGAGED**  
 Almost engaged employees sometimes exceed expectations and are generally passionate about their work. At times they exert discretionary effort to help achieve organizational goals.

**INDIFFERENT**  
 Indifferent employees are satisfied, comfortable, and generally able to meet minimum expectations. They see their work as "just a job", prioritizing their needs before organizational goals.

**DISENGAGED**  
 Disengaged employees usually fail to meet minimum expectations, putting in time rather than effort. They have little interest in their job and the organization and often display negative attitudes.

# Driver Results UTC



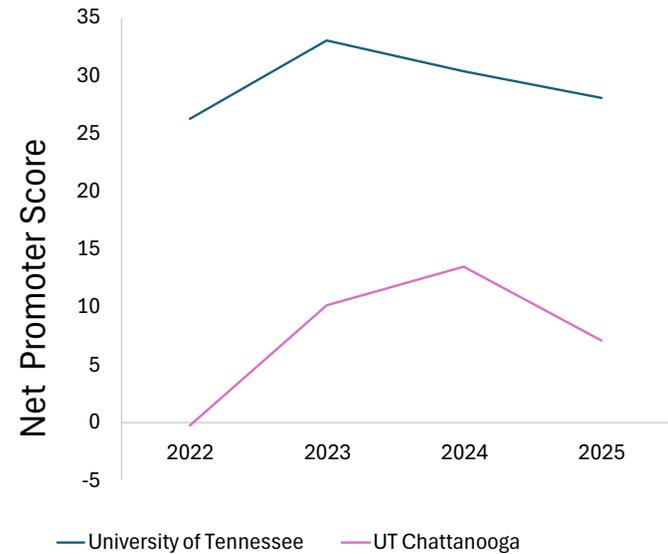
6

# Employee Experience Score

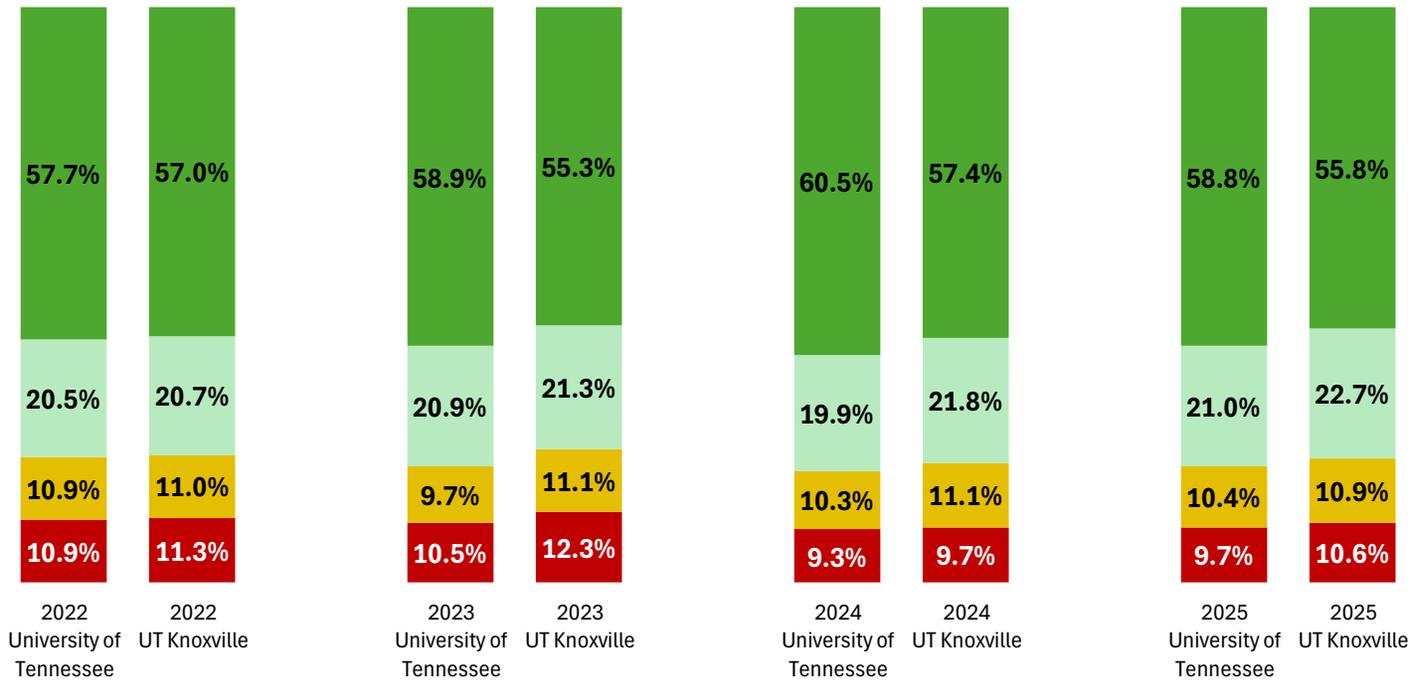
UTC

How likely would you be to recommend University of Tennessee to a qualified friend or a family member as a great place to work?

Year	University of Tennessee	UT Chattanooga	Difference
2022	26.3	-0.3	-27
2023	33.0	10.1	-23
2024	30.4	13.4	-17
2025	28.0	7.0	-21



# Engagement Levels: UT Knoxville



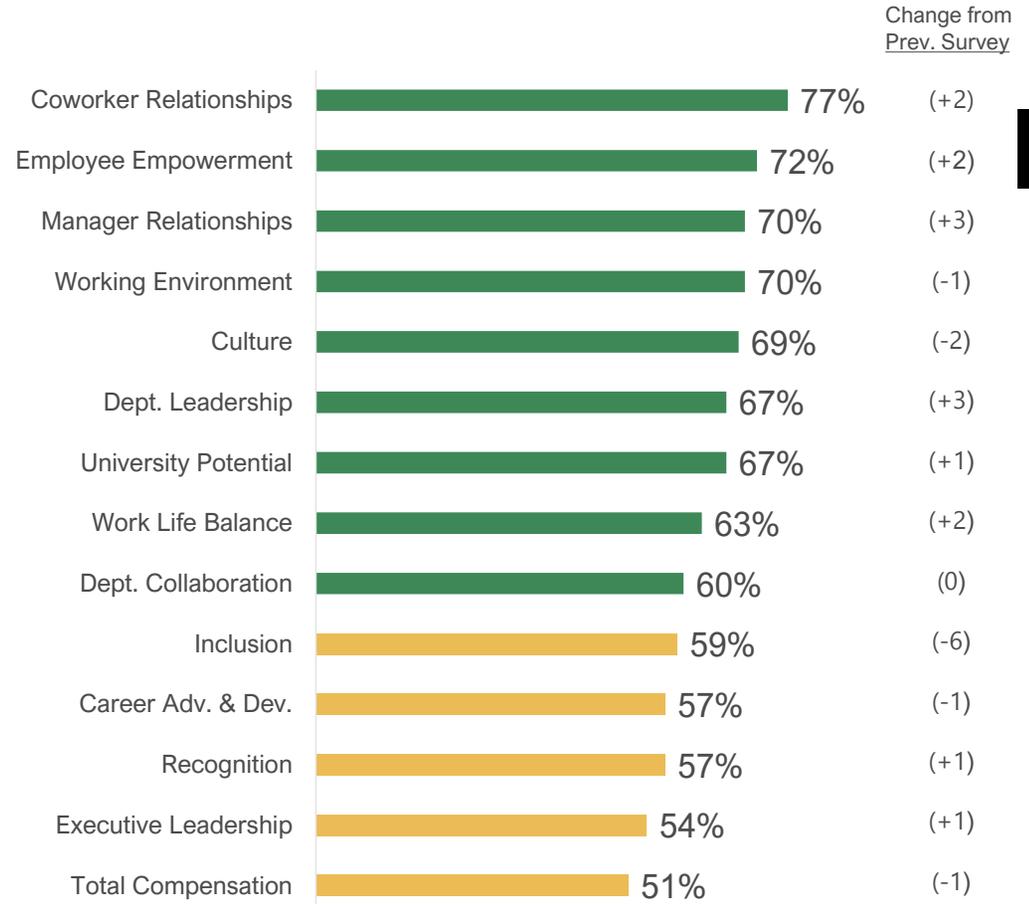
**ENGAGED**  
 Engaged employees consistently exceed expectations. They are energized and passionate about their work, leading them to exert discretionary effort to drive organizational performance.

**ALMOST ENGAGED**  
 Almost engaged employees sometimes exceed expectations and are generally passionate about their work. At times they exert discretionary effort to help achieve organizational goals.

**INDIFFERENT**  
 Indifferent employees are satisfied, comfortable, and generally able to meet minimum expectations. They see their work as "just a job", prioritizing their needs before organizational goals.

**DISENGAGED**  
 Disengaged employees usually fail to meet minimum expectations, putting in time rather than effort. They have little interest in their job and the organization and often display negative attitudes.

# Driver Results UTK



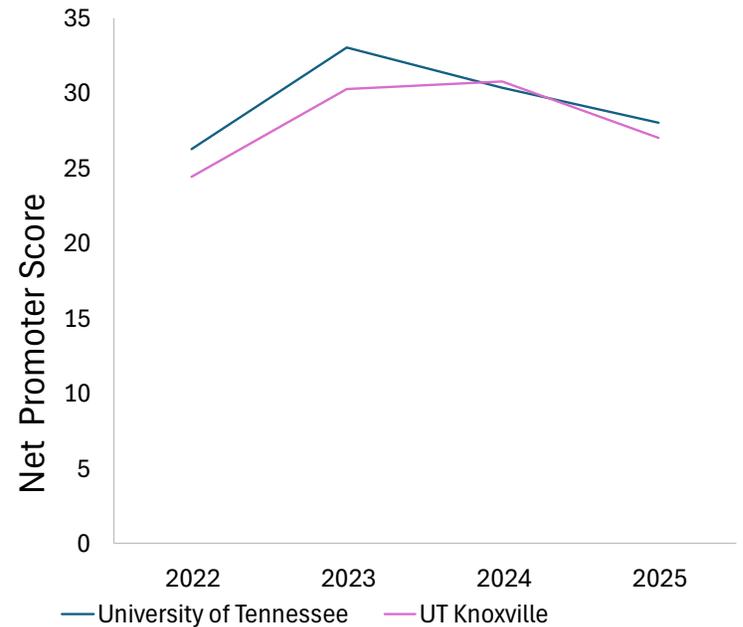
● < 40%, Low Performing   ● 40-59%, Average Performing   ● ≥60%, High Performing

6

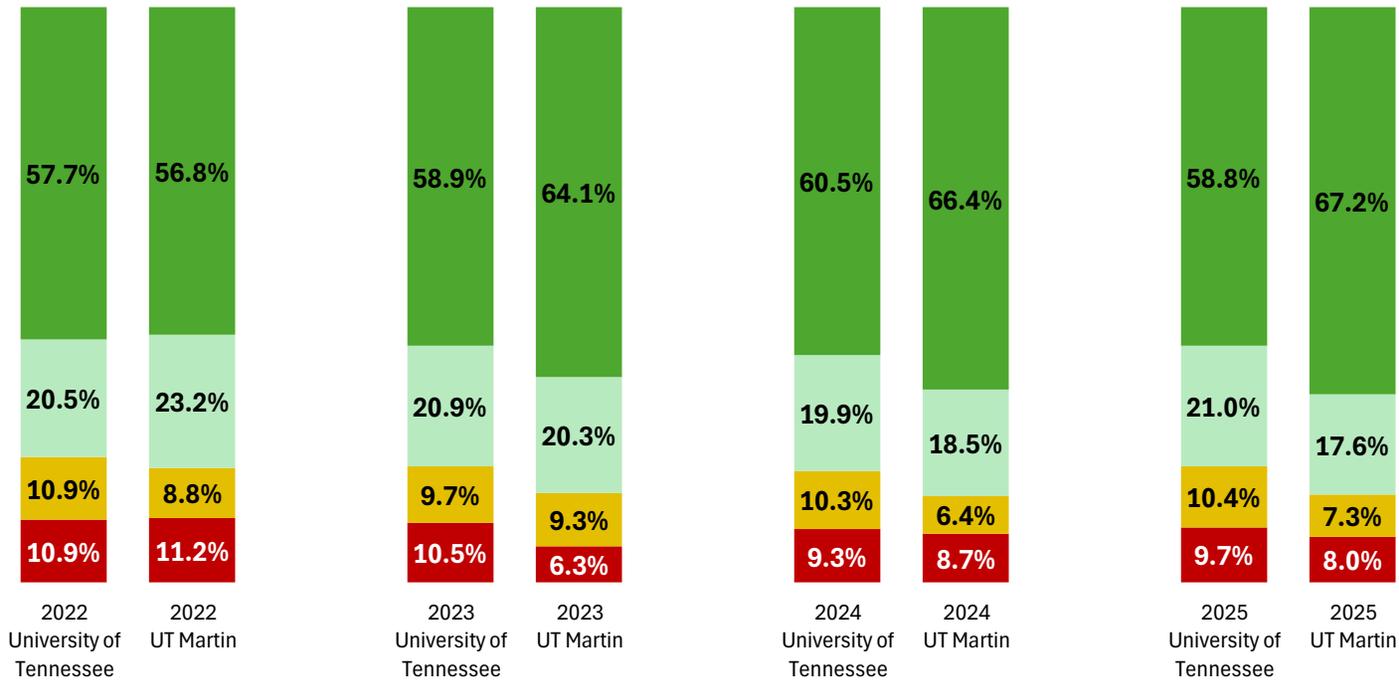
# Employee Experience Score

How likely would you be to recommend University of Tennessee to a qualified friend or a family member as a great place to work?

Year	University of Tennessee	UT Knoxville	Difference
2022	26.3	24.4	-2
2023	33.0	30.3	-3
2024	30.4	30.8	0
2025	28.0	27.0	-1



# Engagement Levels: UT Martin



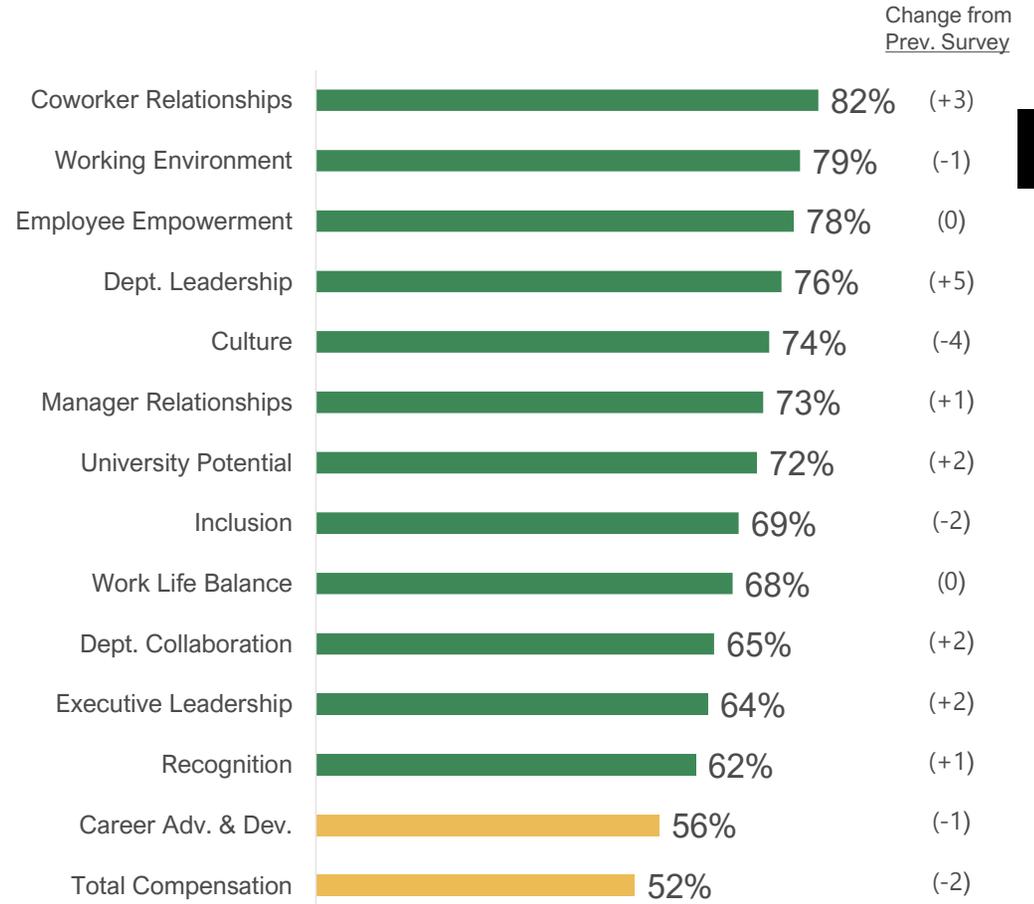
**ENGAGED**  
 Engaged employees consistently exceed expectations. They are energized and passionate about their work, leading them to exert discretionary effort to drive organizational performance.

**ALMOST ENGAGED**  
 Almost engaged employees sometimes exceed expectations and are generally passionate about their work. At times they exert discretionary effort to help achieve organizational goals.

**INDIFFERENT**  
 Indifferent employees are satisfied, comfortable, and generally able to meet minimum expectations. They see their work as "just a job", prioritizing their needs before organizational goals.

**DISENGAGED**  
 Disengaged employees usually fail to meet minimum expectations, putting in time rather than effort. They have little interest in their job and the organization and often display negative attitudes.

# Driver Results UTM



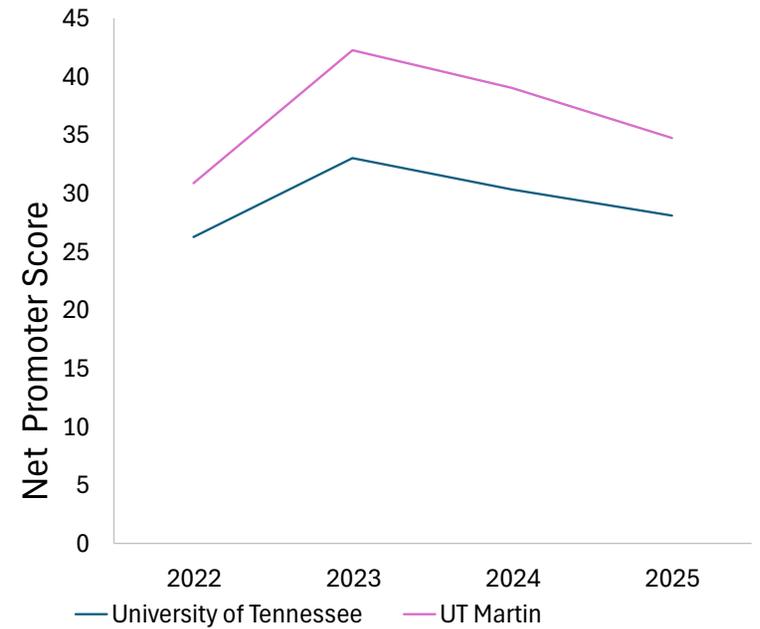
● < 40%, Low Performing   ● 40-59%, Average Performing   ● ≥60%, High Performing

UTM

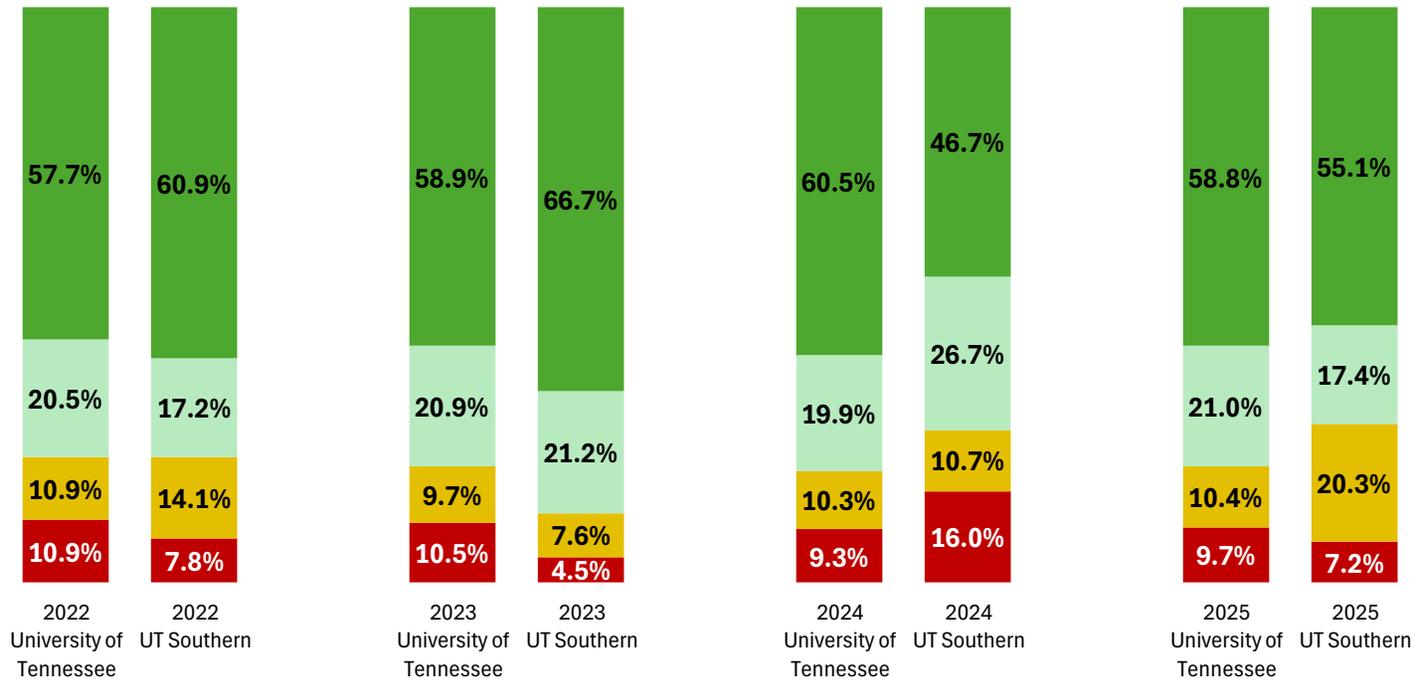
# Employee Experience Score

How likely would you be to recommend University of Tennessee to a qualified friend or a family member as a great place to work?

Year	University of Tennessee	UT Martin	Difference
2022	26.3	30.9	5
2023	33.0	42.2	9
2024	30.4	39.0	9
2025	28.0	34.7	7



# Engagement Levels: UT Southern



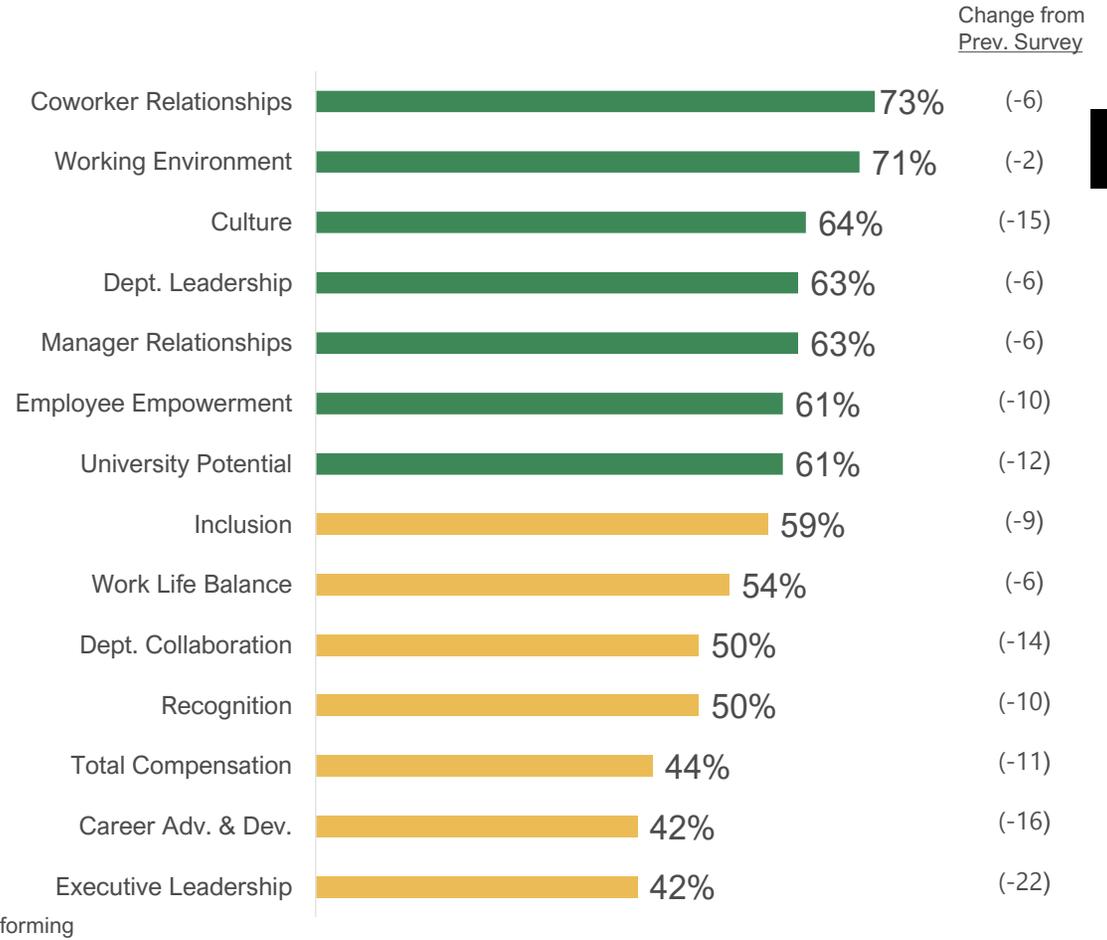
**ENGAGED**  
 Engaged employees consistently exceed expectations. They are energized and passionate about their work, leading them to exert discretionary effort to drive organizational performance.

**ALMOST ENGAGED**  
 Almost engaged employees sometimes exceed expectations and are generally passionate about their work. At times they exert discretionary effort to help achieve organizational goals.

**INDIFFERENT**  
 Indifferent employees are satisfied, comfortable, and generally able to meet minimum expectations. They see their work as "just a job", prioritizing their needs before organizational goals.

**DISENGAGED**  
 Disengaged employees usually fail to meet minimum expectations, putting in time rather than effort. They have little interest in their job and the organization and often display negative attitudes.

# Driver Results UTS



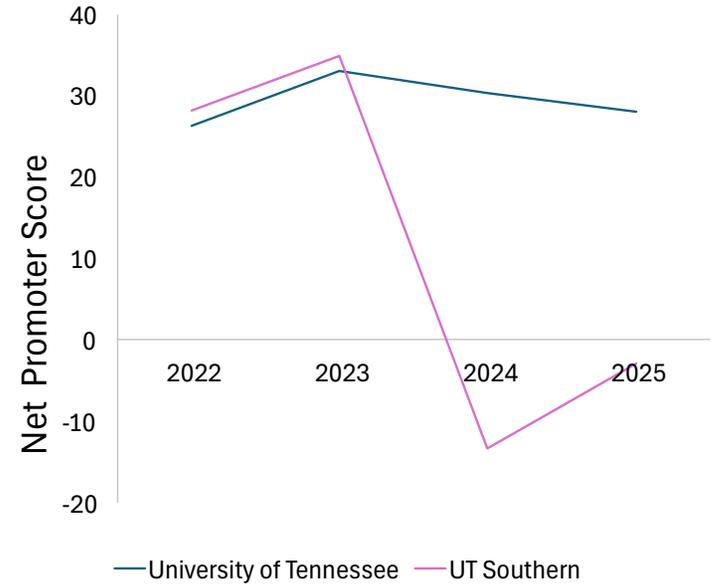
6

UTS

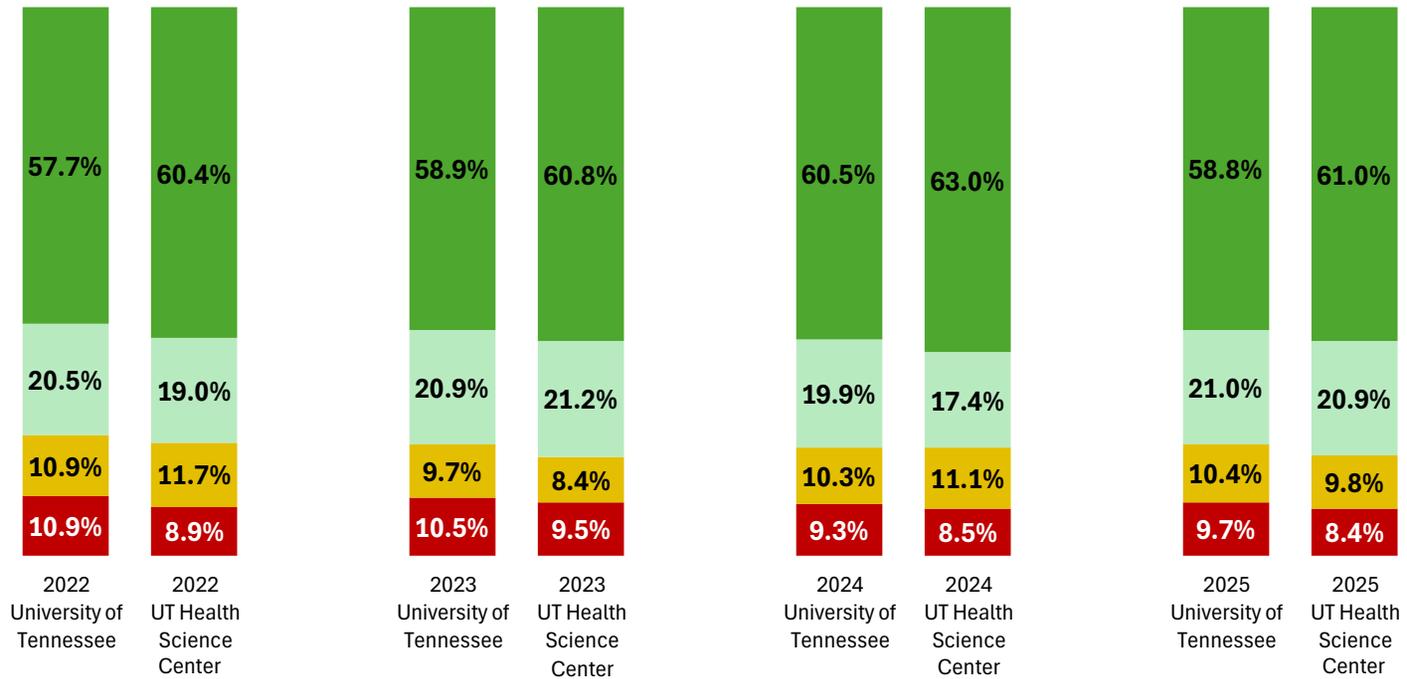
# Employee Experience Score

How likely would you be to recommend University of Tennessee to a qualified friend or a family member as a great place to work?

Year	University of Tennessee	UT Southern	Difference
2022	26.3	28.1	2
2023	33.0	34.8	2
2024	30.4	-13.3	-44
2025	28.0	-2.9	-31



# Engagement Levels: Health Science Center



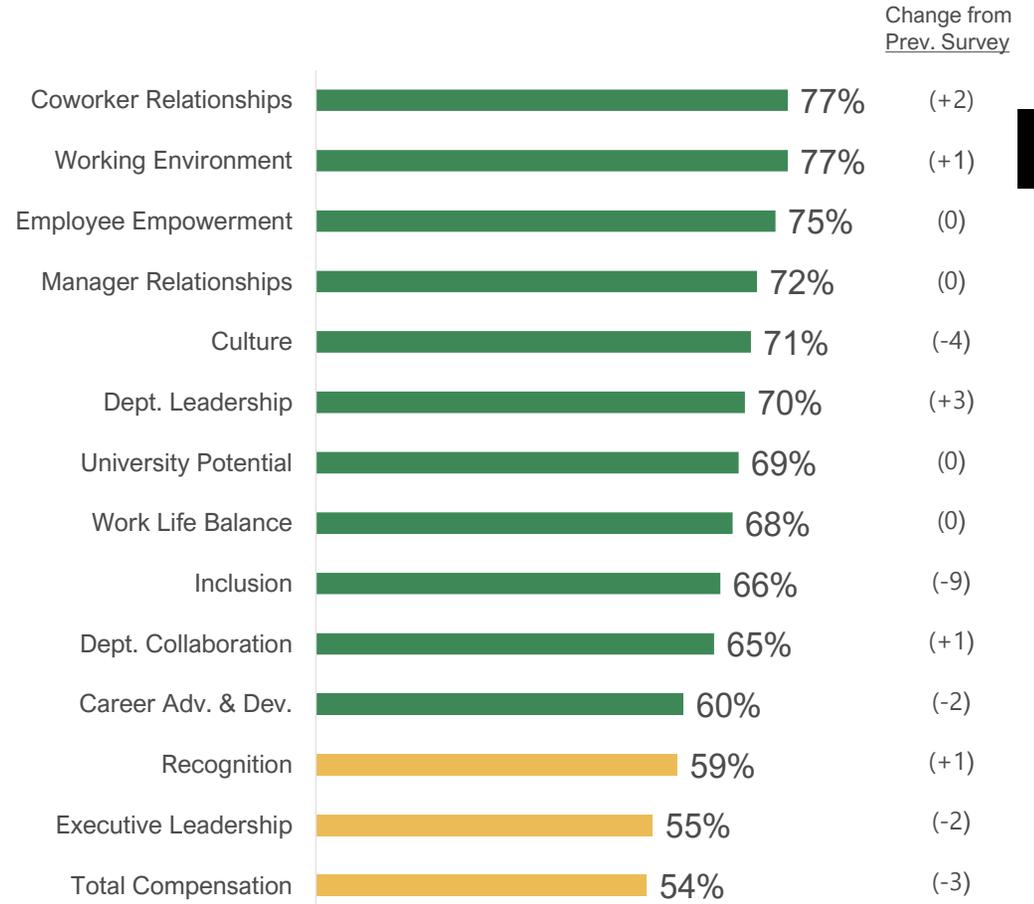
**ENGAGED**  
 Engaged employees consistently exceed expectations. They are energized and passionate about their work, leading them to exert discretionary effort to drive organizational performance.

**ALMOST ENGAGED**  
 Almost engaged employees sometimes exceed expectations and are generally passionate about their work. At times they exert discretionary effort to help achieve organizational goals.

**INDIFFERENT**  
 Indifferent employees are satisfied, comfortable, and generally able to meet minimum expectations. They see their work as "just a job", prioritizing their needs before organizational goals.

**DISENGAGED**  
 Disengaged employees usually fail to meet minimum expectations, putting in time rather than effort. They have little interest in their job and the organization and often display negative attitudes.

# Driver Results UTHSC



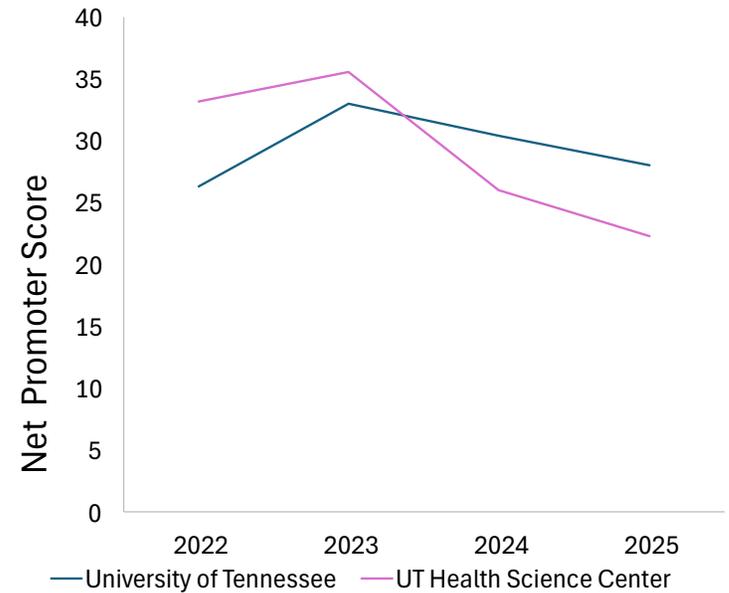
● < 40%, Low Performing   ● 40-59%, Average Performing   ● ≥60%, High Performing

# Employee Experience Score

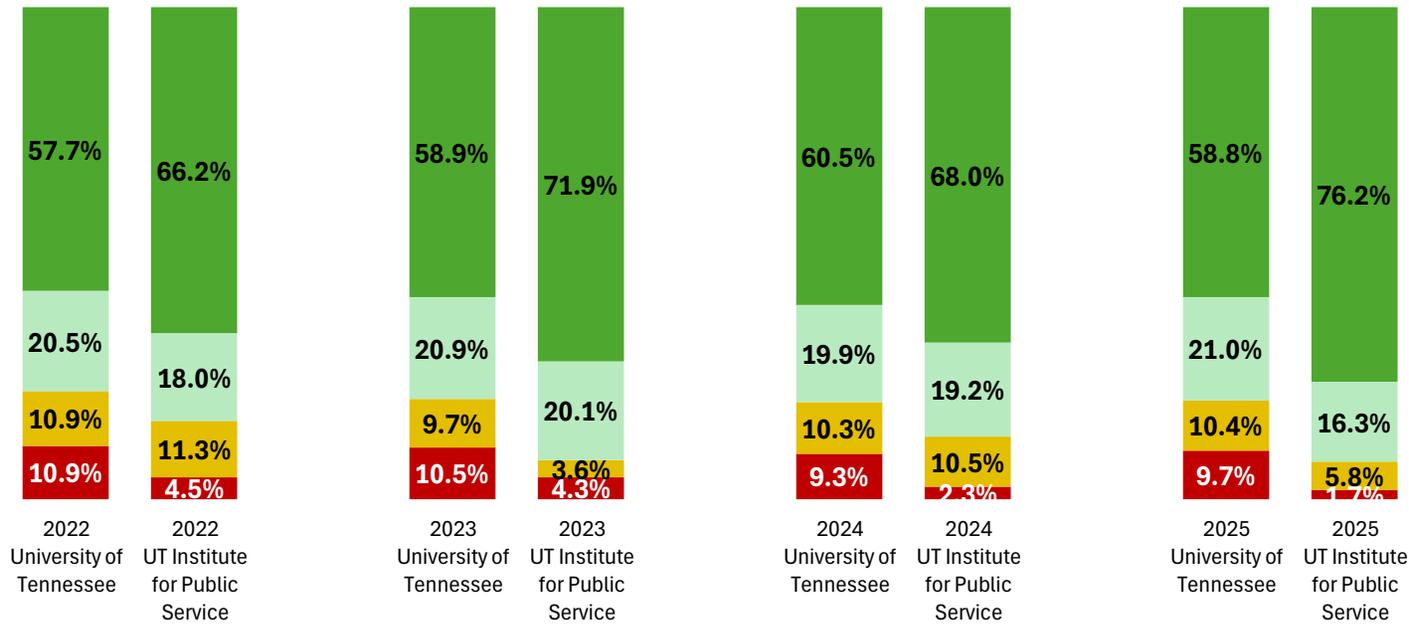
UTHSC

How likely would you be to recommend University of Tennessee to a qualified friend or a family member as a great place to work?

Year	University of Tennessee	UT Health Science Center	Difference
2022	26.3	33.2	7
2023	33.0	35.5	3
2024	30.4	26.0	-4
2025	28.0	22.3	-6



## Engagement Levels: Institute of Public Service



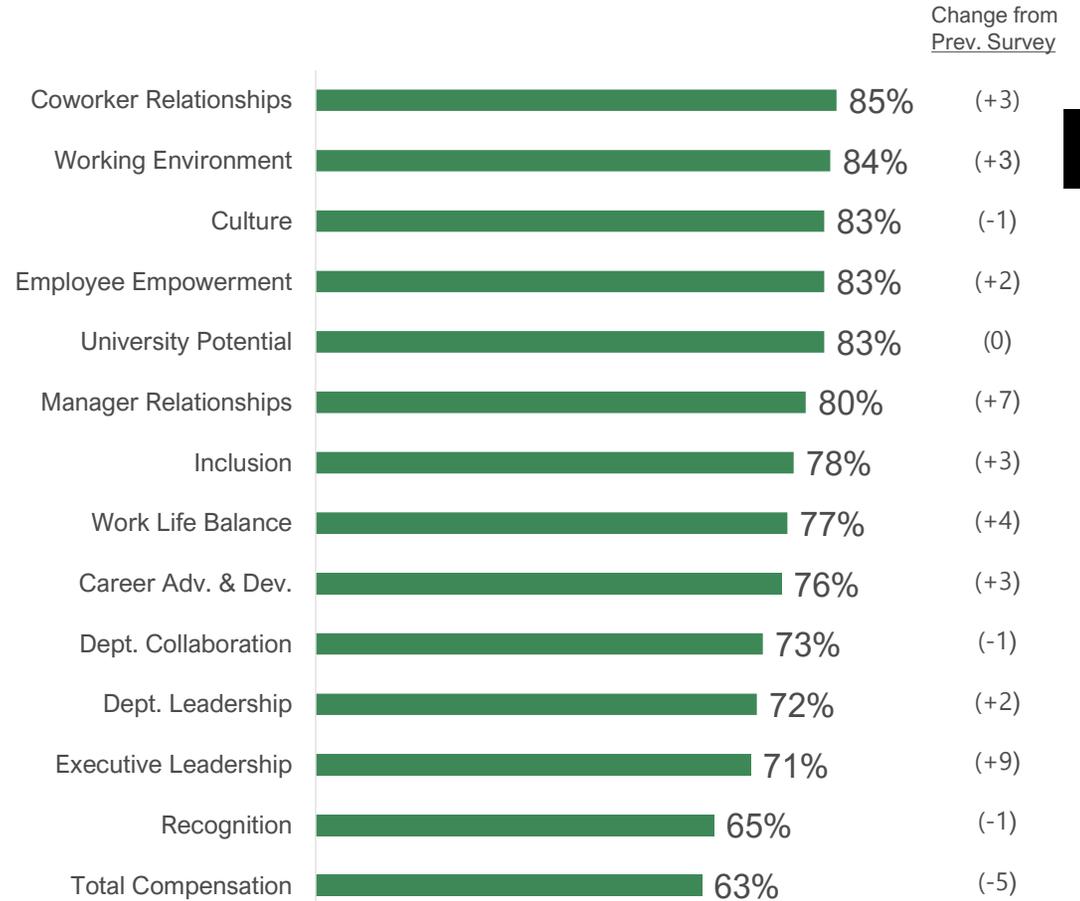
**ENGAGED**  
 Engaged employees consistently exceed expectations. They are energized and passionate about their work, leading them to exert discretionary effort to drive organizational performance.

**ALMOST ENGAGED**  
 Almost engaged employees sometimes exceed expectations and are generally passionate about their work. At times they exert discretionary effort to help achieve organizational goals.

**INDIFFERENT**  
 Indifferent employees are satisfied, comfortable, and generally able to meet minimum expectations. They see their work as "just a job", prioritizing their needs before organizational goals.

**DISENGAGED**  
 Disengaged employees usually fail to meet minimum expectations, putting in time rather than effort. They have little interest in their job and the organization and often display negative attitudes.

# Driver Results IPS



6

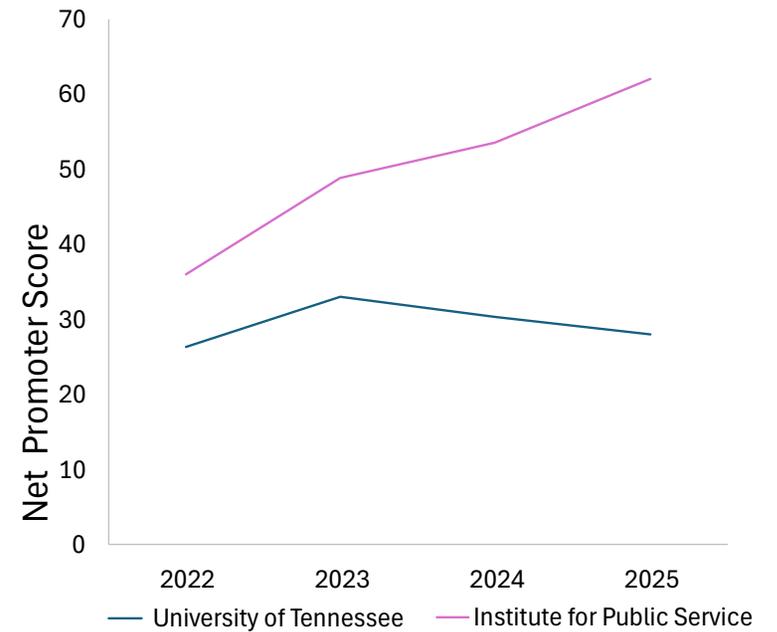
● < 40%, Low Performing   ● 40-59%, Average Performing   ● ≥60%, High Performing

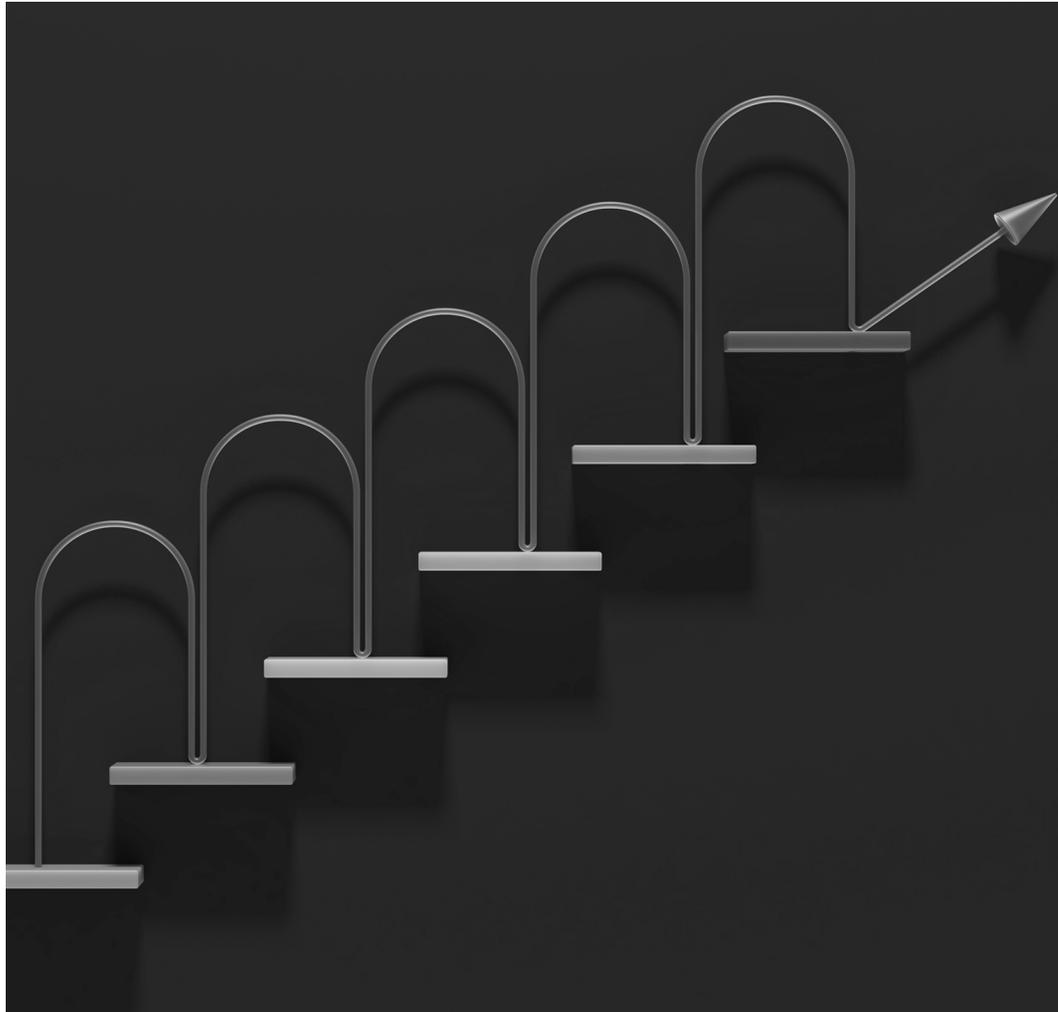
# Employee Experience Score

IPS

How likely would you be to recommend University of Tennessee to a qualified friend or a family member as a great place to work?

Year	University of Tennessee	UT Institute for Public Service	Difference
2022	26.3	36.1	10
2023	33.0	48.9	16
2024	30.4	53.5	23
2025	28.0	62.0	34





## What's Next?

- Future-focused action planning
  - President Boyd & CHRO Brian Dickens to perform campus visits to help with action plans
- Work w/ campus HR teams to deep-dive into the results
  - New reporting and dashboard tools available to HR teams
    - Result reports
    - 'Trends & Insights' thematic summary
  - HROs now have access to the McLean Connect portal: [connect.mcleanco.com](https://connect.mcleanco.com)
    - Dynamic dashboards that provide granular details about survey results
  - Direct consultation with McLean experts
    - HROs can meet with McLean's team to interpret results and develop action plans
- Questions?



# THE UNIVERSITY OF TENNESSEE BOARD OF TRUSTEES

---

## AGENDA ITEM SUMMARY

Meeting Date: February 26, 2026  
Committee: Finance and Administration  
Item: **Committee Consent Agenda**  
Type: Action  
Presenter: William (Bill) C. Rhodes III, Committee Chair

7

### **Background Information**

Items on the Committee Consent Agenda are not presented or discussed in the Committee unless a Committee member requests that an item be removed from the Consent Agenda. The Bylaws provide that an item will not be removed from the Consent Agenda solely for the purpose of asking questions for clarification. Those questions should be presented to the Board Secretary or Committee Liaison before the meeting.

### **Committee Action**

If there are no requests to remove items on the Consent Agenda, the Committee Chair will call for motion that:

1. The reading of the minutes of the October 23, 2025, meeting of the Committee be omitted and that the minutes be approved as presented in the meeting materials.
2. The action item(s) set forth on the Consent Agenda be recommended for adoption by the Board of Trustees.



# THE UNIVERSITY OF TENNESSEE BOARD OF TRUSTEES

---

## MINUTES OF THE FINANCE AND ADMINISTRATION COMMITTEE

October 23, 2025

The Finance and Administration Committee of The University of Tennessee Board of Trustees met at 12:30 p.m. (EDT) on Thursday, October 23, 2025. The meeting was held at the University's system administration office located at the UT Tower, Plaza Level, 400 W. Summit Hill Drive, Knoxville, Tennessee.

Committee Members Present: William C. (Bill) Rhodes III (Committee Chair); John C. Compton (Board Chair); Christopher L. Patterson; J. David Wade; and David N. Watson

Other Trustees Present: Bradford D. Box; Hon. William E. Haslam; Decosta E. Jenkins; Ashlee C. Mallon (Student Trustee); Shanea A. McKinney; Donald J. Smith; T. Lang Wiseman; and Jamie R. Woodson.

University Administration: President Randy Boyd; David Miller, Senior Vice President and Chief Financial Officer; Luke Lybrand, Treasurer; Cynthia C. Moore, Board Secretary and Special Counsel; Chancellor Melinda Arnold (UT Southern); Chancellor Lori Mann Bruce (UT Chattanooga); Chancellor Peter Buckley (UT Health Science Center); Chancellor Yancy Freeman (UT Martin); and Chancellor Donde Plowman (UT Knoxville). Additional members of the UT senior leadership and staff were also in attendance.

Ms. Moore announced the presence of a quorum. The meeting was webcast for the convenience of the University community, the general public, and the media.

---

### Opening Remarks of the Chairperson

Committee Chair Bill Rhodes called the meeting to order and welcomed Trustee David Wade as a new member of the Finance and Administration Committee.

### Requests to Address the Board

There were no requests to address the Board assigned to be heard by the Committee.

### Financial Report

Treasurer Luke Lybrand presented the Fiscal Year 2025 financial overview, reporting that the University ended the year in a strong financial position, with continued enrollment growth and a healthy increase in net position. Total revenues increased approximately 5% year over year, while total expenses increased approximately 8.3%. Auxiliary revenues, including UT Knoxville athletics and the Vol Shop bookstore, grew by 21%, totaling a \$76 million increase. Investment income exceeded \$200 million, supported by cash pools and endowments.

Mr. Lybrand explained that the University's largest cost driver—personnel—rose by approximately \$181 million (9.1%), primarily due to a 5.8% increase in systemwide enrollment and implementation of the 2.6% state pay plan. Operating costs, excluding salaries, also increased approximately \$47 million, reflecting inflationary pressures and expanded institutional activity. Mr. Lybrand stated that inflationary pressures appear to be moderating compared to prior years.

Chair Rhodes noted the gap between revenue and expense growth and asked whether the variance reflected temporary conditions or a structural trend, observing that sustained expense growth above revenue growth would not be sustainable over time. Trustees acknowledged the enrollment-driven growth but expressed concern about ensuring that increases in staffing, particularly administrative and support positions, remain appropriately aligned with student growth and institutional priorities. Committee members emphasized the importance of monitoring headcount growth and evaluating administrative expansion relative to revenue trends. They requested that the Administration provide a future report on staffing growth, including breakdowns by campus and functional category, to better assess alignment with enrollment increases and strategic objectives.

Mr. Lybrand highlighted that the University generated an increase in net position of more than \$300 million, representing approximately 8.4% of total revenues. He characterized this margin as healthy and appropriate for a public institution. The discussion also addressed liquidity and balance sheet strength. Mr. Lybrand reported that cash and investment levels remain strong relative to operating needs and peer benchmarks. Trustees inquired whether liquidity levels were consistent across campuses and whether continued growth in operating expenses, staffing, and capital commitments could create future pressure on cash balances. Mr. David Miller, Senior Vice President and Chief Financial Officer, explained that the UT System Administration will be providing some annual support to UT Southern, with a decreasing amount each year. The goal is to grow enrollment and revenues, which should improve its liquidity position. While no immediate concerns were identified, Committee members emphasized the importance of closely monitoring operating cash flow and maintaining disciplined debt and capital planning practices.

In response to requests made by Committee members, the Administration agreed to incorporate campus-level financial summaries at least annually to improve the Committee's ability to assess financial performance at each UT institution.

### **Enterprise Resource Planning (ERP) Project Update - DASH**

Mr. Miller provided a comprehensive update on the University's enterprise resource planning (ERP) system, commonly referred to as "DASH" (Dynamic Administrative Systems for Higher Ed). He acknowledged that while significant progress has been made since go-live, the implementation has presented post-launch challenges requiring remediation. Mr. Miller expressed appreciation to the hundreds of employees across the system who have worked through increased workloads and manual processes during the stabilization period.

7.1

Mr. Miller outlined four primary areas of challenge:

- **Technology Gaps:** Certain functionalities, particularly related to sponsored projects and research accounting, required additional configuration and workarounds.
- **System Misconfigurations:** Some workflows were not optimally designed at implementation and required redesign to improve functionality.
- **Business Process Alignment:** In some areas, legacy practices were carried forward rather than fully adopting best practices aligned with the new cloud-based platform.
- **Change Management:** Continued user adaptation and training have been necessary due to system updates and new functionality.

Mr. Miller indicated that approximately 22 of 31 major business process areas are functioning largely as designed, while 9 areas remain under active remediation. A structured priority resolution dashboard has been implemented to track identified issues and monitor progress. The Committee was advised that the University expects most known deficiencies to be resolved by the end of the calendar year, with stabilization and enhanced functionality continuing into the following spring. Mr. Miller also provided information on implementation costs for the project and explained that there will be additional post-go-live remediation costs incurred to address configuration and optimization needs.

Chair Rhodes noted that large-scale ERP implementations are complex and frequently require post-launch adjustments. While acknowledging that progress is behind initial expectations, he emphasized that a “yellow flag” level of oversight is appropriate and that continued urgency is necessary to ensure timely financial reporting and to reduce workload burdens on staff. The Committee expressed appreciation to the implementation team and external partners for their ongoing efforts.

### **Fiscal Year (FY) 2026-27 Operating Budget Appropriations Request for Specialized Units**

Mr. Miller explained that, once each year, the University submits a funding request to the State of Tennessee for its non-formula (specialized) units, which are not funded through the outcomes-based formula applicable to the main campuses. For FY 2026–27, the Administration is recommending a request for \$3.1 million in recurring state funding to support an expanded Precision Agriculture initiative at the UT Institute of Agriculture. He reported that a similar request was submitted the prior year but was not funded; however, Dr. Keith Carver and his team have refined the proposal to better align with state priorities. The initiative focuses on expanding research and application of technology to improve farming efficiency, strengthening workforce development and training, and delivering meaningful research outcomes to Tennessee farmers, including the hiring of additional recurring personnel. The proposed resolution also authorizes the President and the Chief Financial Officer to negotiate the final amount and configuration of the request with the State, the Tennessee Higher Education Commission, and the Governor as part of the appropriations process. After an opportunity for questions, upon a motion duly made and seconded, the Committee approved a recommendation that the Board of Trustees adopt the Resolution approving the Operating Budget Appropriations Request, as set forth in Tab 2 of the meeting materials.

## Capital Projects

Mr. Austin Oakes, Associate Vice President for Capital Projects, presented three capital items for Committee approval.

### Property Acquisition, UT Health Science Center

Mr. Oakes presented a proposed acquisition of 23 South Pauline Street in Memphis, a 0.42-acre parcel improved with a vacant 66,000-square-foot apartment building. He explained that the current owner has agreed to demolish the structure prior to the University's acquisition of the land. Mr. Oakes highlighted that the transaction is strategically important because it consolidates UT Health Science Center property within a full city block, creating long-term growth capacity and development flexibility for the Memphis campus. The acquisition supports implementation of the campus master plan and positions UT Health Science Center for future academic and clinical expansion.

### Proposed Lease, UT Knoxville

Mr. Oakes next presented a proposed lease transaction intended to support campus operations and strategic growth objectives. Committee members were invited to ask questions as details of the transaction, term structure, and alignment with campus needs were reviewed. The lease was presented as a prudent operational solution that supports near-term space needs without requiring immediate capital construction.

During the discussion of the UT Knoxville lease, Trustees asked for a clearer understanding of the overall strategy for space planning on the UT Knoxville campus, rather than evaluating individual transactions in isolation. Trustees emphasized the importance of viewing leases, acquisitions, and new construction as part of a coordinated, multi-year space strategy. They expressed a desire for a more comprehensive presentation outlining UT Knoxville's total space portfolio, projected growth needs, and how leasing decisions align with permanent capital investments. Administration acknowledged the request and indicated that it would provide broader context regarding campus space planning and utilization at a future meeting, including a breakdown of facilities to be (i) constructed (traditional manner and/or through a public-private partnership model), (ii) leased; and (iii) acquired.

### Budget Increase – Broiler Facility (UT Institute of Agriculture)

The third action item involved a budget increase for the broiler facility project at the UT Institute of Agriculture. Mr. Oakes explained that the requested adjustment reflects updated cost estimates and market conditions affecting construction pricing. The project supports UTIA's research, teaching, and workforce development mission in poultry science and agricultural innovation. He outlined certain infrastructure upgrades that were unforeseen. The proposed increase ensures completion of a modernized facility capable of supporting advanced research, industry partnerships, and student training. Committee discussion focused on cost drivers and project oversight, with emphasis on ensuring continued alignment with programmatic priorities and fiscal responsibility.

7.1

Upon motion duly made and seconded, the Committee approved, in a single vote, a recommendation that the Board adopt the resolutions authorizing the capital project items as presented in Tab 3 of the meeting materials.

### **Report on the Outcomes of Capital Policy Improvements**

Following the action items, Mr. Oakes reported on outcomes associated with recently implemented capital policy and process improvements. He explained that the revised processes have streamlined internal review and approval workflows, clarified delegated authorities, and standardized documentation requirements across campuses. As a result, project initiation timelines have been shortened and administrative cycle time between design milestones has been reduced. He further noted that earlier engagement during programming and design has improved scope definition and cost estimating accuracy, helping to reduce change orders and mitigate late-stage budget adjustments. Efficiency improvements in capital project management have led to significant time and cost savings across 112 projects, including a chemistry building project delivered two years faster, saving \$28 million and accelerating educational and research activities.

The Committee was advised that the cumulative effect of these improvements is enhanced transparency, stronger fiscal controls, and more predictable project schedules, aligning capital execution more closely with Board-approved budgets and strategic priorities.

### **Financing of Academic Facilities**

Mr. Miller provided an update regarding a new debt financing option that is anticipated to increase flexibility in funding academic facilities across the UT System. He explained that, historically, academic facilities have been funded from state capital appropriations, which can limit timing and sequencing flexibility for such projects. A new policy approved with the Tennessee State School Bond Authority will allow the University to use up to 3% of unrestricted education and general (E&G) revenue to repay debt service, less any existing E&G debt service. Currently, it is anticipated that this change will provide approximately \$43 million in debt service capacity to support approximately \$626 million of new debt, subject to certain credit parameters. He emphasized that the option does not represent an expansion of unchecked borrowing authority, but rather a more strategic use of debt capacity. Projects financed under this structure would continue to require Board approval. Committee members discussed the importance of maintaining strong credit metrics and ensuring that any use of this financing mechanism remains disciplined and mission aligned.

### **Affiliation Agreement (Starr Regional Medical Center), UT Health Science Center**

Dr. Peter Buckley, Chancellor, UT Health Science Center (UTHSC), presented a proposed Affiliation Agreement with Starr Regional Hospital. He explained that the agreement was developed in coordination with the Graduate School of Medicine in Knoxville and aligns with the University's broader hospital partnership strategy and rural health initiatives. Dr. Buckley advised that the affiliation will establish a new family medicine rural track residency program at the 118-bed hospital. The program is structured to leverage the UT Knoxville campus for the first year of residency training, with residents completing their second and third years at Starr Regional. The

7.1

program will include training opportunities within an 18-bed geriatric psychiatry unit, expanding mental health experience for family medicine physicians.

It was confirmed that the affiliation establishes a new training site designed to extend academic medical education into rural communities. Upon a motion duly made and seconded, the Committee approved a recommendation that the Board of Trustees adopt the Resolution approving the Affiliation Agreement, as set forth in Tab 6 of the meeting materials.

### **Committee Consent Agenda**

Committee Chair Rhodes asked if there were any requests to remove items from the agenda. There being none, upon motion duly made and seconded, the Committee approved: (i) the Resolution to adopt the minutes of the last meeting of the Committee; and (ii) the Resolution to ratify the Report on Uses of FY 2025 Tuition and Fee Revenue.

### **Closing Remarks and Adjournment**

Chair Rhodes recognized Mr. Ron Loewen upon his recent retirement for his more than 35 years of service to the University.

Chair Rhodes highlighted information items included in the meeting materials, including the endowment performance report, noting that the University's endowment totaled approximately \$1.75 billion.

With no further business to come before the Committee, the meeting was adjourned.

Respectfully Submitted,

/s/ Cynthia C. Moore  
Cynthia C. Moore  
Secretary and Special Counsel

### Consent Items

- Minutes of the Prior Meeting
- Report on Uses of FY 2025 Tuition and Fee Revenue

### Information Items

- UTC Report on Use of Differential Tuition Funds
- UTK Report on Use of Differential Tuition Funds
- FY 2025 Annual Flight Operations Report
- Capital Projects Approvals Report
- FY 2025 Endowment Investment Performance Report



# THE UNIVERSITY OF TENNESSEE BOARD OF TRUSTEES

---

## AGENDA ITEM SUMMARY

Meeting Date: February 26, 2026  
Committee: Finance and Administration  
Item: **Confirmation of Authority - Interim Treasurer**  
Type: Action

7.2

### Background Information

Pursuant to Section 6.6(c) of the University Bylaws, the Chief Financial Officer may appoint an individual to serve as Treasurer in an interim or acting capacity. Chief Financial Officer David Miller, has appointed Ms. Andrea Addis to serve as Interim Treasurer for the University, effective as of March 7, 2026. The Interim Treasurer shall be vested with the same authority as the Treasurer as specified under the University’s Bylaws, Board policies, and other Board resolutions.

A resolution has been drafted for the sole purpose of confirming that the Interim Treasurer will have the same authority as a Treasurer in the event that such certification may be required to satisfy external financial partners and/or other entities.

### Committee Action

The Committee Chair will call for a motion to recommend adoption of the following resolution by the Board of Trustees.

**Resolved:**

**The Board of Trustees hereby acknowledges the appointment of Ms. Andrea Addis as Interim Treasurer for The University of Tennessee, effective as of March 7, 2026. The Board of Trustees hereby confirms that the Interim Treasurer shall be vested with the same authority as that of the Treasurer as specified in the University Bylaws, Board policies, and other Board resolutions. The Board Secretary and Special Counsel is hereby authorized to update and certify such authority with financial institutions and other entities as may be deemed necessary.**

*Information Items*

- A. Report on Capital Projects Approvals
- B. CY 2025 Report on Endowment Investment Performance
- C. Composite Financial Index Report for FY 2024-25