





- Total Operating expenses grew only 0.9%.
- Operating funds were invested (\$124.6 M) for necessary liquidity, security, reasonable returns.
- Investment return on our Consolidated Fund (\$134.6 M) = 10%.
- Total Debt outstanding = \$201.6 M.
- Annual Debt level modest = \$17.3 M.
- Annual Debt Service = 2.9% of unrestricted revenues.

5 Successful External Audits

a)

- d) No exceptions/deficiencies noted in F & A cost rates audit by Defense Contract Audit Agency. These rates are used on Federal grants/contracts for recovering indirect/overhead costs
- e) Received from Moss Adams a Single Audit report on federal awards in accordance with Government Auditing Standards and OMB Circular A-133.

- Maintained high Credit Ratings from both Standard & Poor (AA-) and Moody's Investor Services (Aa2).

CODA

1. Financial health has 2 dimensions: *capacity* (measured by resources) & *sustainability* (ability to maintain capacity).
2. Portfolio Risk has 2 categories: *debt service risk* & *liquidity risk*.

From both perspectives, we are pleased to report that the University System of Alaska continues to be financially healthy. This has been a remarkable year.





















