



**WRIGHT STATE  
UNIVERSITY**

**Finance, Audit, Governance and Compliance  
COMMITTEE**

BOARD OF TRUSTEES

**November 17, 2021**

**MEETING DATE**

**SUBJECT: Monthly Cash Report as of October 31, 2021**

**PRESENTED BY: Don Borowy**

The cash forecast and accompanying graphs are attached for reference. Cash balances and activity includes both unrestricted and restricted university funds.

The beginning balance of cash and investments for FY2022 was \$43.4 million higher than the beginning of FY2021 (\$127.4 vs. \$84.1). Ending cash and investments as of October 31, 2021 was \$159.1 million, an increase of \$56.2 million over October 31, 2020.

The chart below shows a comparison to the prior year through October (in millions):

	<u>FY2022</u>	<u>FY2021</u>	<u>Fav &lt;Unfav&gt;</u>
Cash Inflows	\$123.4	\$113.4	\$10.0
Cash Outflows	<91.6>	<94.6>	3.0
Investment Income	<0.1>	0.0	<0.1>
Net Change in Cash	31.7	18.8	12.9

FY22 YTD cash inflows includes \$18.9 million in COVID-19 funds compared to \$9.6 million in FY21. \$6.7 million of the \$18.9 million of the COVID-19 funds were disbursed to students. FY22 cash inflows includes \$1.6 million return of housing fees paid in FY21 to AM Management as part of the annual reconciliation process. Nutter Center FY22 cash inflows \$1.9 million favorable to FY21 as events have resumed. FY22 payroll related cash outflows \$5.3 million favorable to last year.

For the full fiscal year, ending cash and investment balance at June 30, 2022 is projected to be \$124.0 million, down \$3.4 million to the prior year. The chart below shows a full year comparison to the prior forecast and the prior year (in millions):

	<u>Fiscal 2022 Forecast as of:</u>			<u>Comparison to Prior Year</u>	
	<u>October</u>	<u>September</u>	<u>Change</u>	<u>Actual</u>	<u>Change</u>
Cash Inflows	\$279.0	\$275.9	3.1	302.3	<\$23.3>
Cash Outflows	<282.6>	<282.6>	<0.0>	<269.2>	<13.4>
Investment Income	0.2	0.2	0.0	10.3	<10.1>
Net Change in Cash	<3.4>	<6.5>	3.1	43.4	<46.8>

The \$3.1 million increase in cash inflows over September due to the return of \$1.6 million of FY21 housing fees as part of the reconciliation process; \$554K COVID-19 reimbursements and an additional \$900K increase in other inflows (largely tuition/fees and auxiliaries).

FY22 cash inflows includes \$20.5 million in COVID-19 funds and one-time cash inflows; \$6.7 million of which was disbursed to students. Prior year cash inflows included \$26.4 million in one-time cash inflows (mainly COVID-19 funds); \$6.4 million were disbursed to students. FY22 includes approximately \$6.1 million for the faculty voluntary separation programs expensed in FY21. Prior year investment income benefitted from \$8.9 million VIA private equity gain.

Days cash on hand as of June 30, 2022 is projected to be 175 days, a decrease of 10 days over FY21. The 10 day decrease is attributable to FY22 negative operating cash flows (-5.2 days); higher FY22 forecasted operating expenses (base) (-8.8 days) offset by the shift of illiquid investments to working capital (3.8 days).

**BOARD RESOLUTION REQUESTED:** No action is required. For information only.