

2008 ANNUAL FINANCIAL REPORT

University of Wisconsin System

An Overview of Financial Performance



AGENDA

- **Highlights**
- **Financial Performance**
- **Assets**
- **Revenues**
- **Expenses**
- **Auditor Communication**

The University of Wisconsin System serves 173,000 students on our campuses and more than one million people through our statewide extension programs.

This presentation provides an overview of our 2008 financial report.

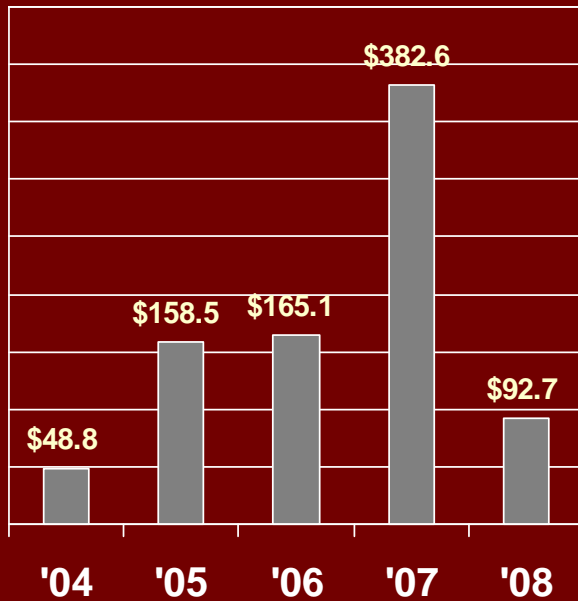
All information has been made available on the UW System website.

HIGHLIGHTS

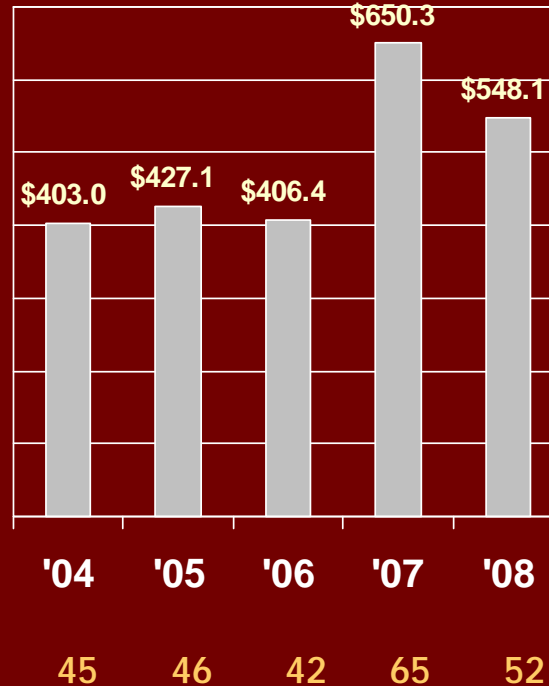
<i>(in millions)</i>	2008	2007
Total revenues before net investment income	\$4,044.3	\$4,017.2
Total expenses	3,962.4	3,708.1
Increase in net assets before net investment income	81.9	309.1
Net investment income	10.8	73.5
Increase in net assets	\$ 92.7	\$ 382.6
Total assets	\$5,828.9	\$5,642.0
Total liabilities	1,461.7	1,367.7
Net assets	\$4,367.2	\$4,274.3

Financial Performance

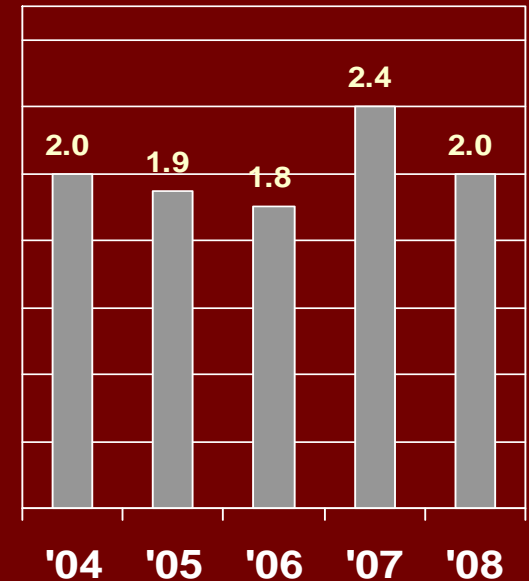
Increase in Net Assets



Net Working Capital

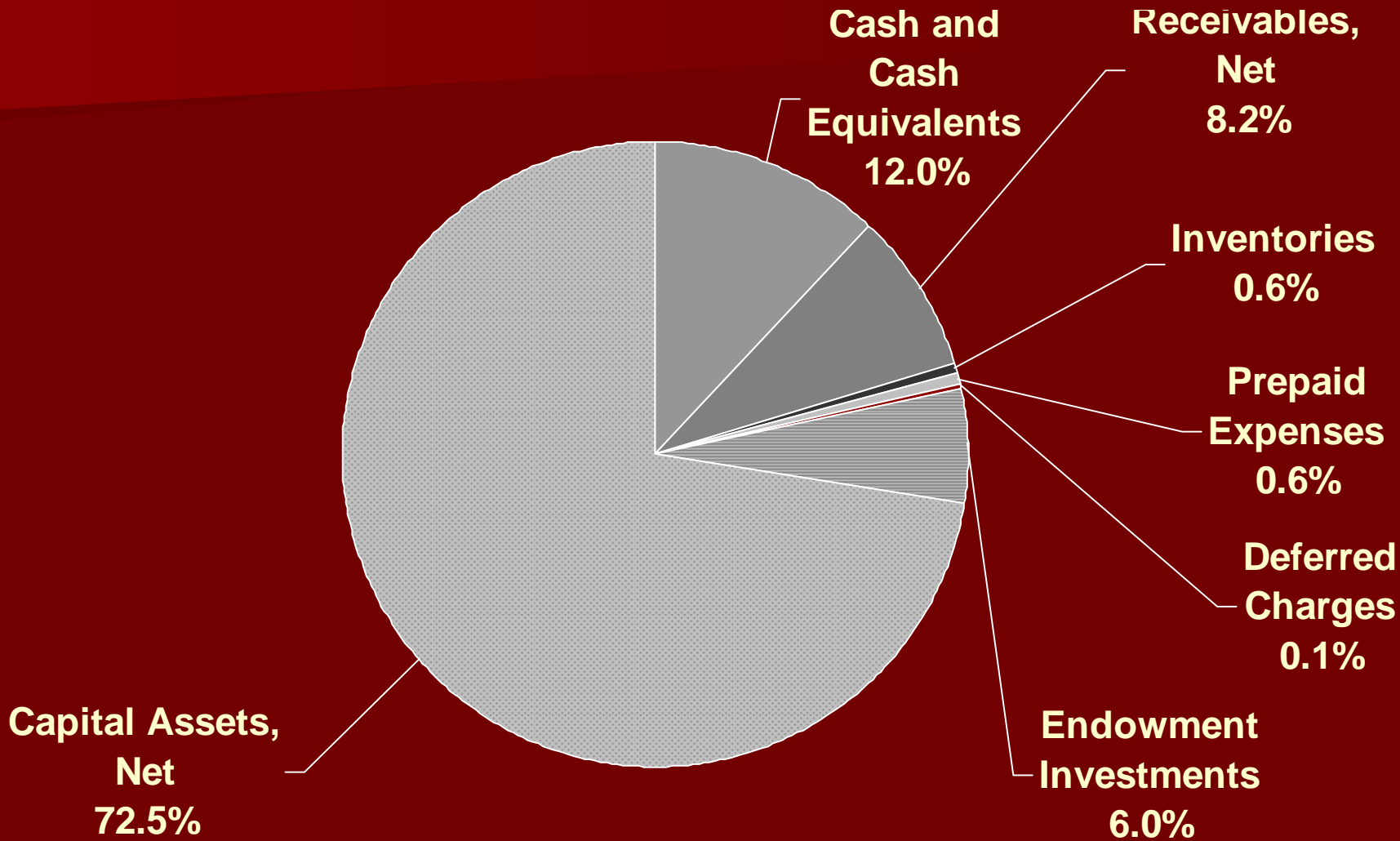


Current Ratio

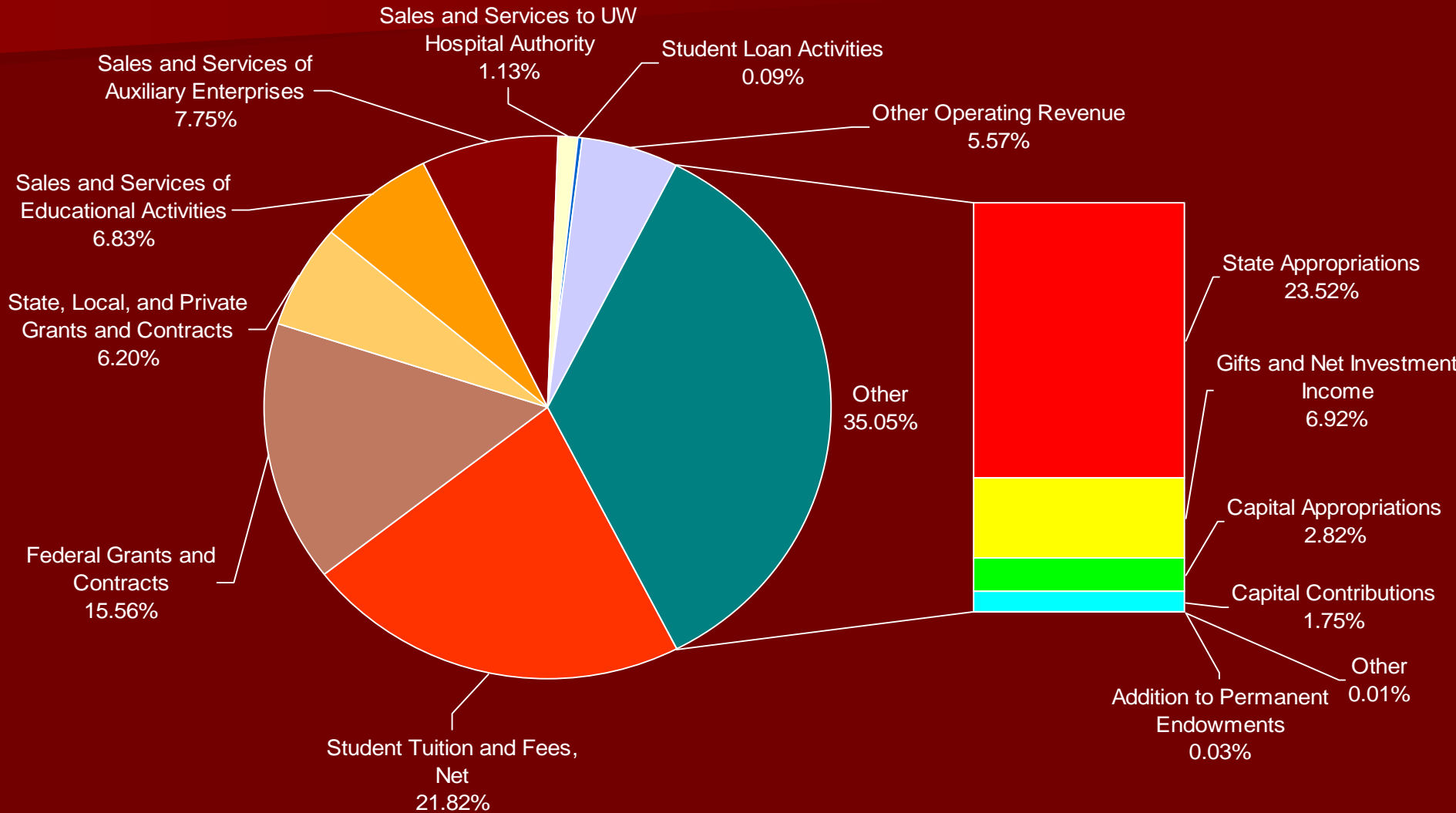


Days

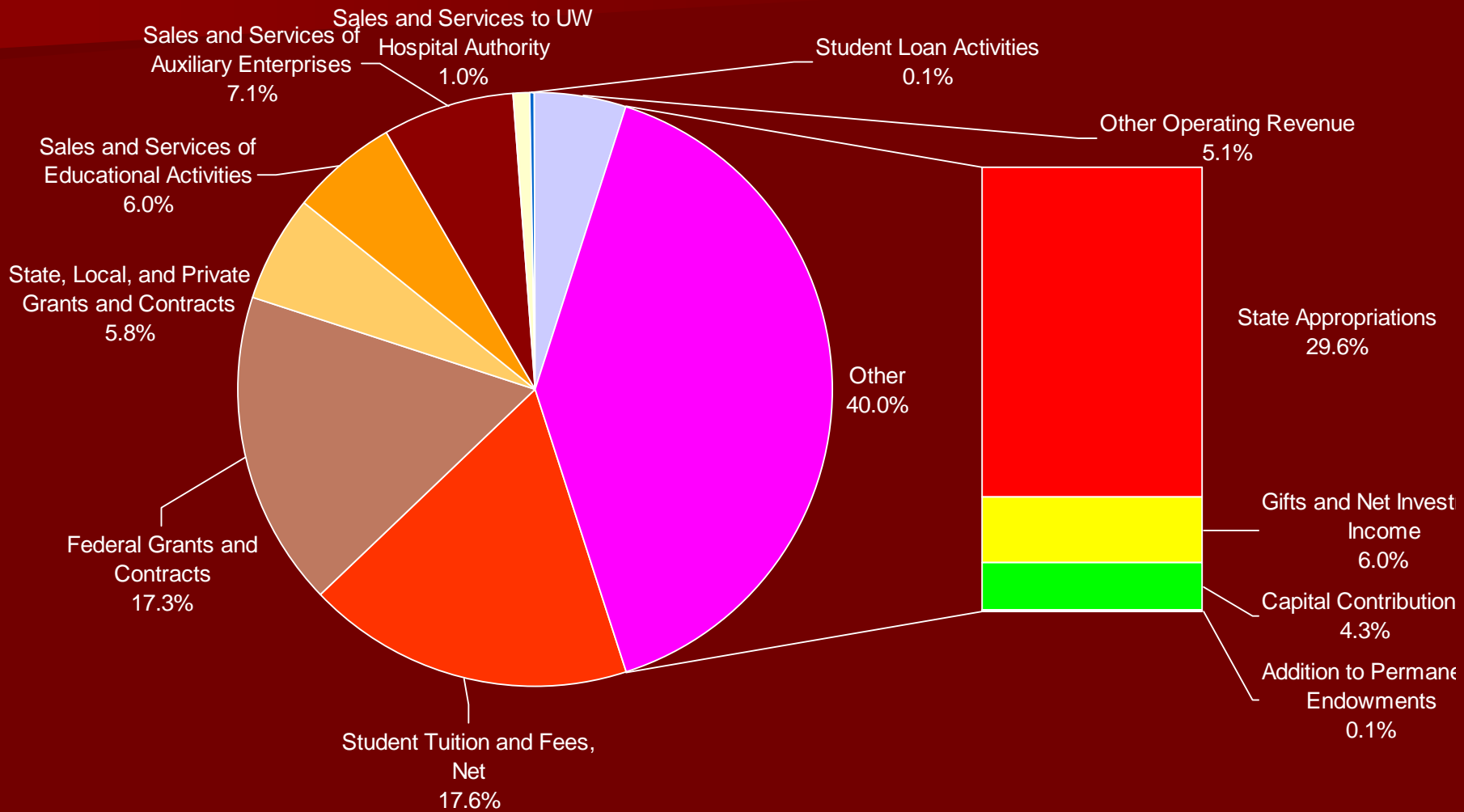
ASSETS



TOTAL REVENUES – 2008

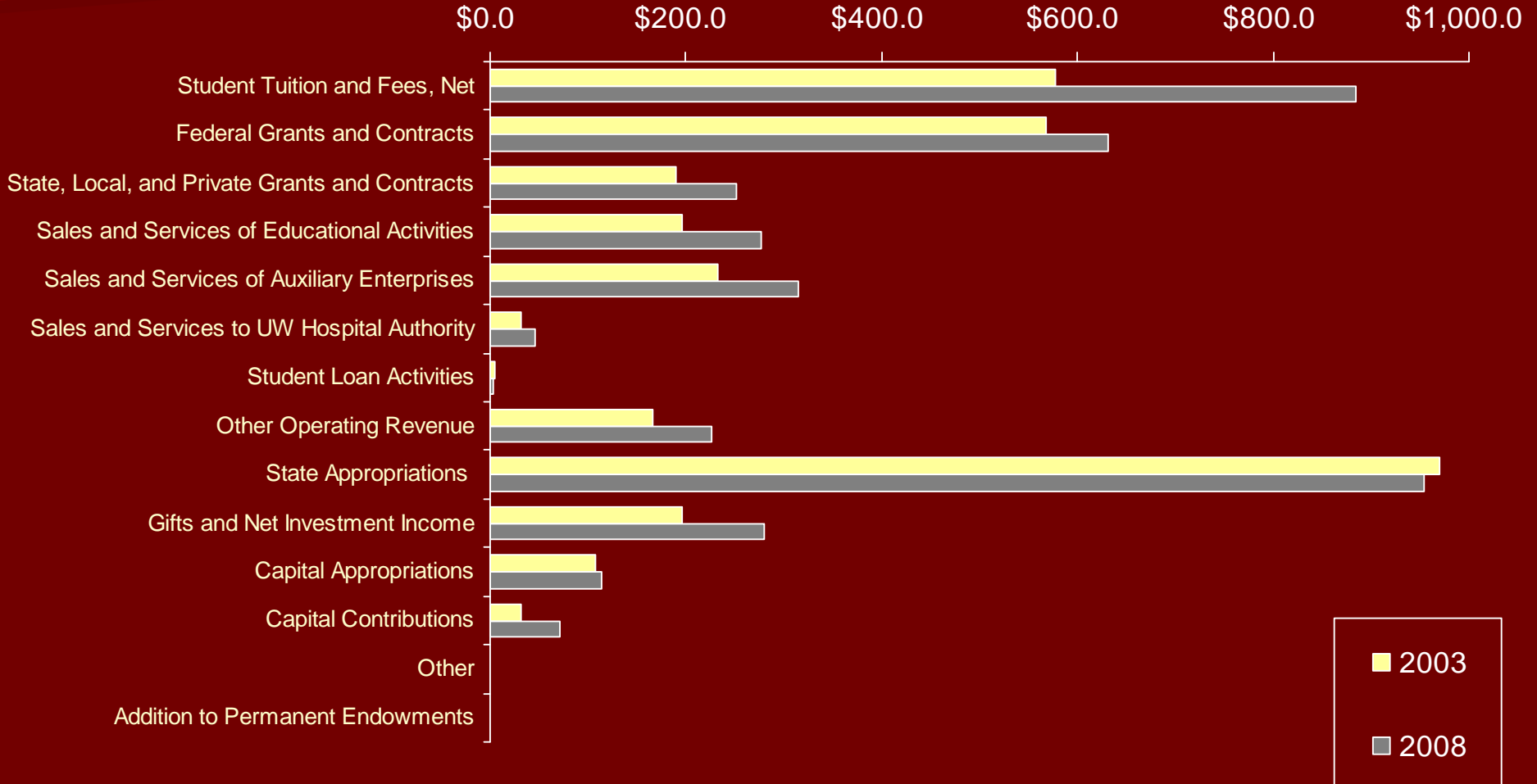


TOTAL REVENUES - 2003



TOTAL REVENUES

Millions



TOTAL REVENUES

Millions

\$0.0 \$200.0 \$400.0 \$600.0 \$800.0 \$1,000.0

Student Tuition and Fees,
Net

Federal Grants and
Contracts

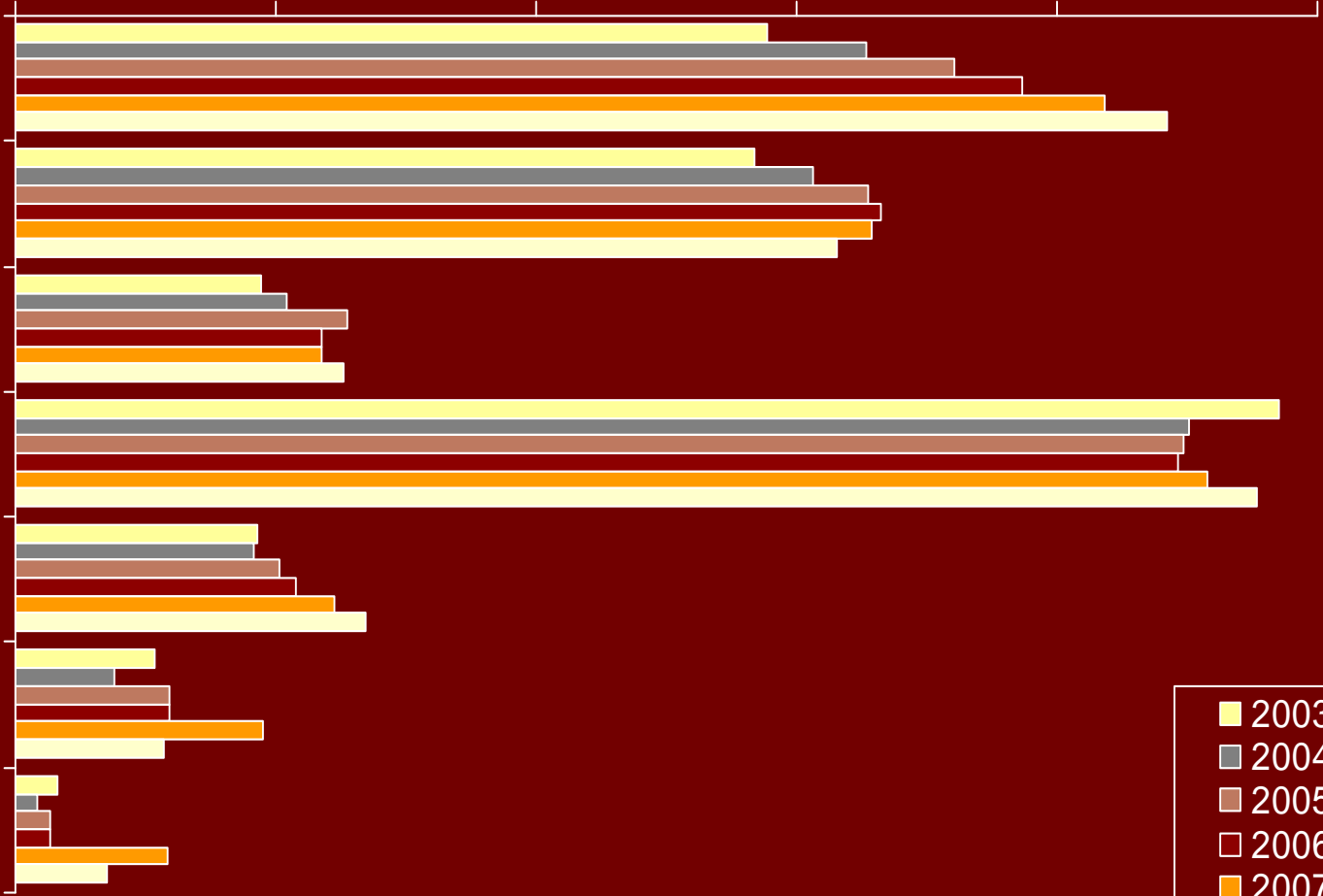
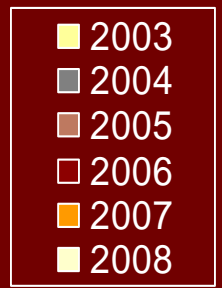
State, Local, and Private
Grants and Contracts

State Appropriations

Gifts

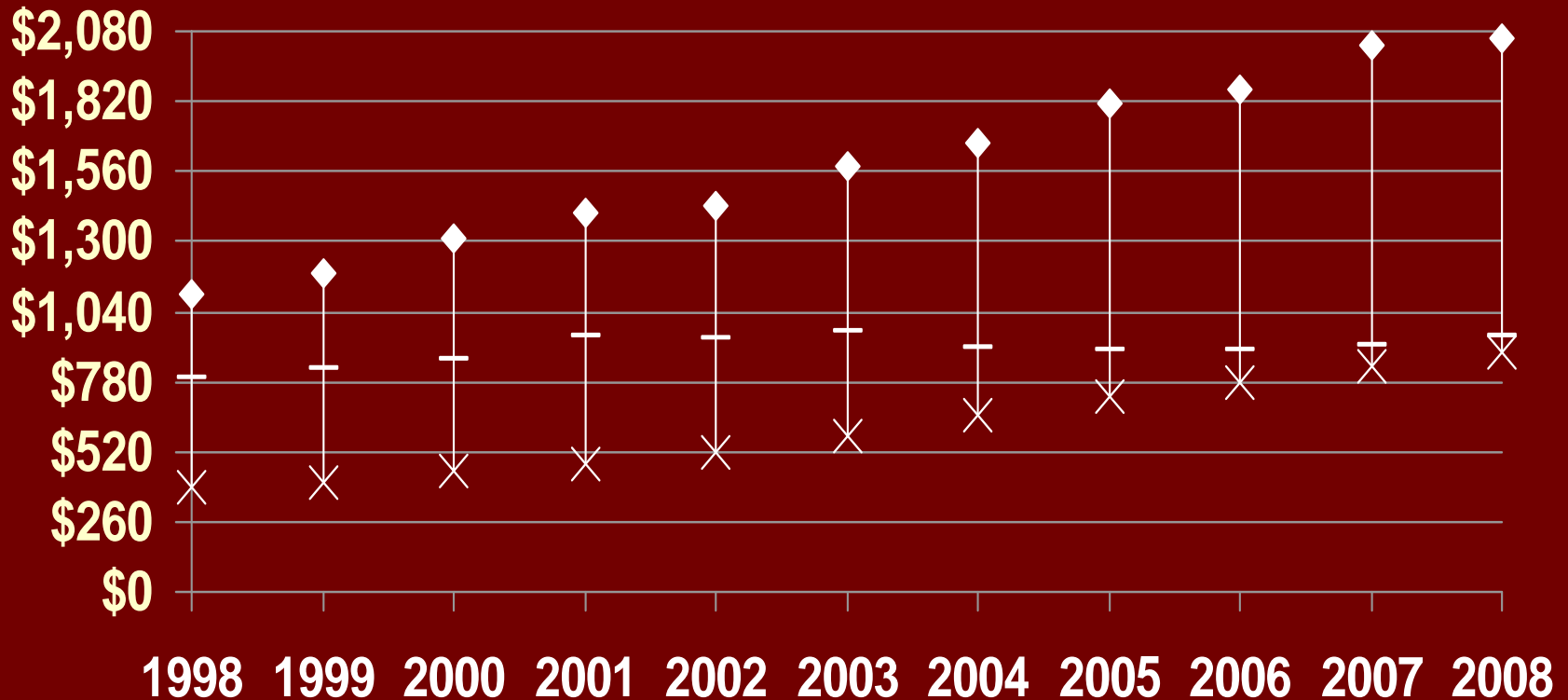
Capital Appropriations

Capital Contributions



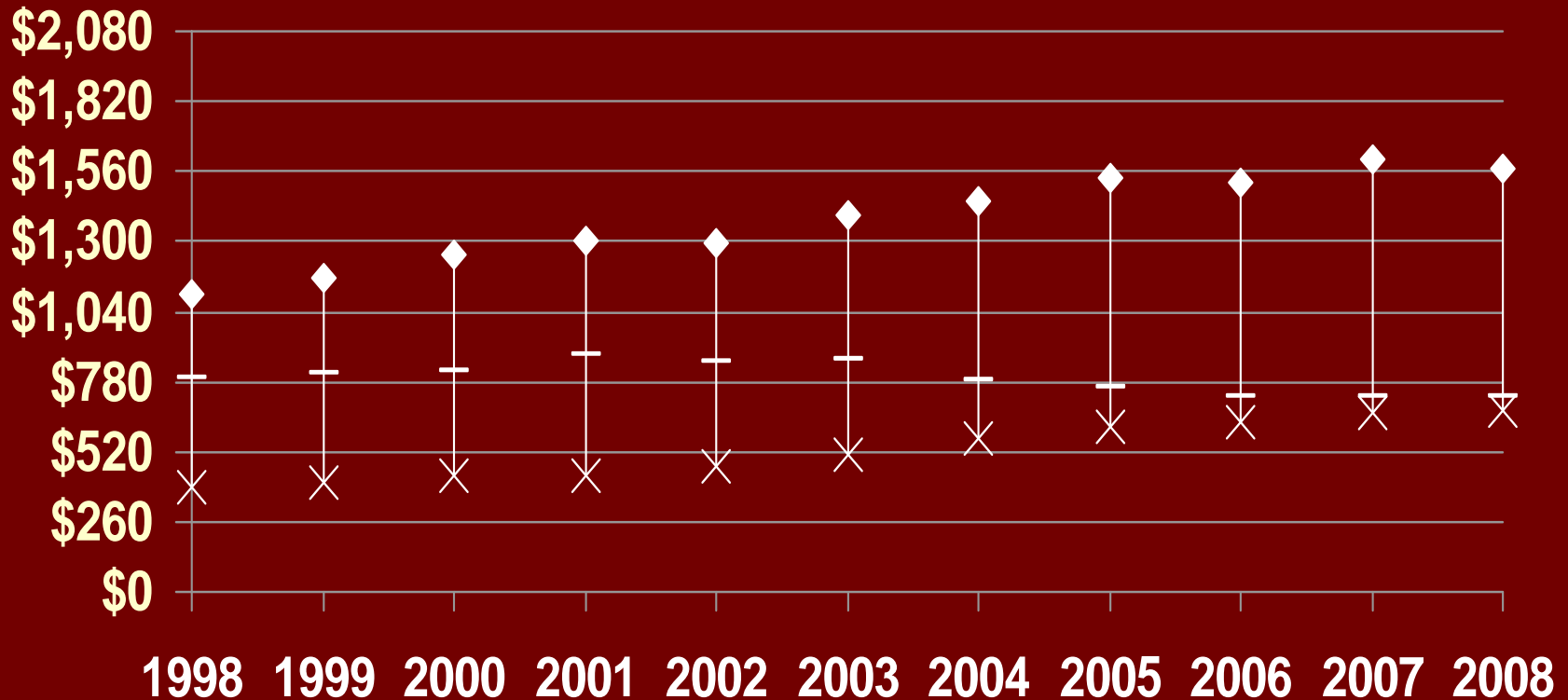
TEN-YEAR COMPARISON OF CURRENT FUNDS REVENUES

– State Appropriations × Tuition and Fees ◆ All Other Sources

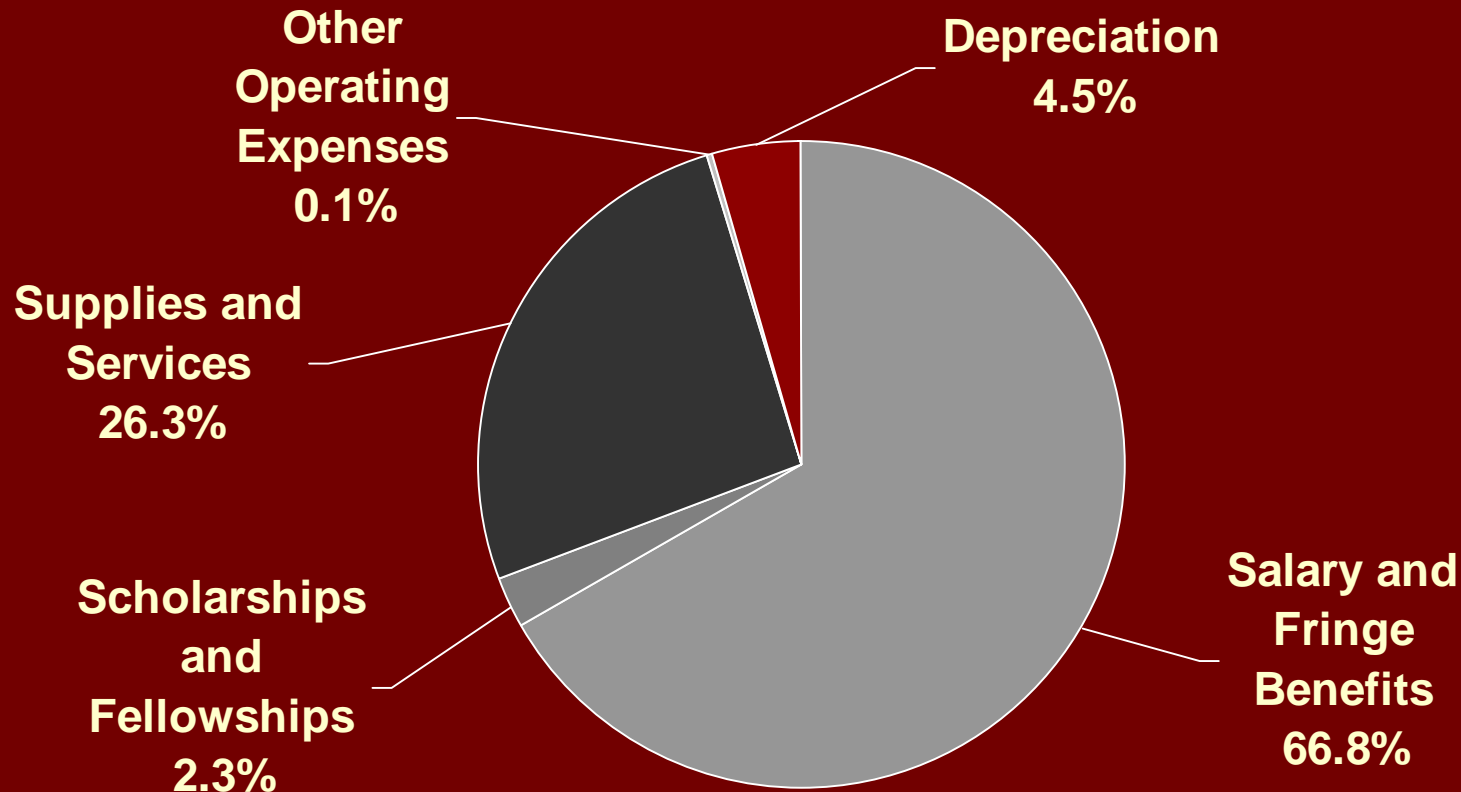


TEN-YEAR COMPARISON OF CURRENT FUNDS REVENUES ADJUSTED FOR INFLATION

– State Appropriations × Tuition and Fees ◆ All Other Sources



OPERATING EXPENSES BY NATURAL CLASSIFICATION



OPERATING EXPENSES BY FUNCTIONAL CLASSIFICATION

<i>(in millions)</i>	2008	2007	% Change
Operating Expenses			
–Instruction	\$ 1,051.3	\$ 999.0	5.2
–Research	755.3	718.8	5.1
–Public Service	312.6	272.9	14.5
–Academic Support	323.7	307.6	5.2
–Farm Operations	14.9	13.0	14.6
–Student Services	338.1	322.8	4.7
–Institutional Support	192.4	183.1	5.1
–Operation/Maintenance	267.9	254.0	5.5
–Financial Aid	99.1	86.0	15.2
–Auxiliary Enterprises	283.1	268.3	5.5
–Hospitals	46.9	44.5	5.4
–Depreciation	174.7	163.7	6.7
Total Operating Expenses	\$3,860.0	\$3,633.7	6.2

Legislative Audit Bureau

AUDITOR COMMUNICATION

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