

VII. STANDING COMMITTEES

B. Finance, Audit and Facilities Committee

Internal Lending Program Quarterly Report, Quarter Ended March 31, 2013

For information only.

Attachment

Internal Lending Program Quarterly Report, Quarter Ended March 31, 2013

Average
Borrowing
Rate
4.1%

Internal Lending Program Quarterly Report

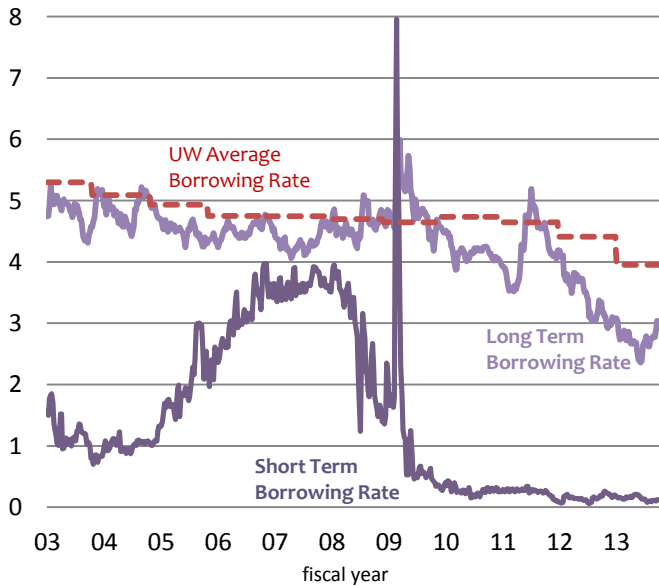
Quarter Ended March 31, 2013

(dollars in millions)

Internal
Lending
Rate
5.5%

Interest Rates

Uncertainty about the economic recovery in the US and the global economy has prompted the Federal Reserve to continue quantitative easing. As a result, interest rates recently have been near all-time lows. If the UW issued 30-year tax-exempt bonds, the overall interest rate would be between 3.0% and 3.25%.



External Borrowing

Current year issuance includes \$300 million for 2012C General Revenue Bonds issued in November 2012 with the remaining \$15 million for equipment and refunding of existing debt.

Type of Debt	Issued FY13	Total Outstanding	Avg Rate	Wtd. Avg Maturity (yrs)
Commercial Paper	\$0	\$25	0.1%	0.09
Variable Rate	0	0	n/a	n/a
Fixed Rate	287	1,378	3.6%	17.1
ILP Total	287	1,403	3.6%	16.8
Non-ILP Debt	28	939	4.9%	14.1
Total Debt	\$315	\$2,342	4.1%	15.7

Total outstanding excludes original issue premium of \$125M.

Non-ILP outstanding includes \$431 million for Valley & NW Hospital debt.

Internal Lending

The large increase in internal lending for the Service mission is mainly due to Husky Stadium renovation (\$86 million), Housing & Dining projects (\$90 million), HUB renovation (\$31 million), and UWMC expansion Phase 1 (\$27 million).

	By Mission			
	Education	Research	Service	Total
Beginning Bal Jul-12	\$88	\$128	\$920	\$1,136
Additions	7	1	253	261
Reductions	(18)	(8)	(38)	(64)
Year to Date Activity	(11)	(7)	215	197
Total Receivable	\$77	\$121	\$1,135	\$1,333

Committed Capital Reserves

Ending balance of \$232.9 million primarily includes debt proceeds from 2012C General Revenue Bonds. These funds must be used for approved capital projects.

Beginning Balance Jul-12	\$148.1
Internal Debt Service	86.8
External Debt Service	(44.9)
Net Debt Proceeds	43.1
Expenses	(0.2)
Ending Balance Mar-13	\$232.9

Funding Status for Approved Projects - by Project and Source

Project Name	Date Approved	Current Budget	ILP	Non-ILP	Spent to Date (all sources)
ECC Renovation	Jul-09	15	14	1	91%
Housing Phase 2 - excludes site 30W	Jun-12*	196	190	6	61%
Housing Phase 3	Jun-12	132	132	0	1%
HUB Renovation	Jul-09	118	112	6	97%
Husky Stadium Renovation	Nov-10	250	222	28	72%
Husky Stadium Renovation Increase	Jun-11	11	11	0	50%
UWMC Expansion Phase 1	Feb-08	168	158	10	88%
UWMC Expansion Phase 1 Increase	Jan-10	42	0	42	90%
UWMC Expansion Phase 2	Nov-12	186	136	50	0%
Husky Ballpark	Nov-12	20	13	7	26%
Total		\$1,138	\$988	\$150	67%

*original approval Feb-11, authority decreased Jun-12
Tacoma Phase 3 and Bothell Sports Field completed as of Mar-13 and no longer shown.

Funding Forecast for Approved Projects - by Source

