

Loyola University Chicago
Financial Performance for FY 2004

Financial Highlights

Loyola University Chicago is pleased to announce that audited financial results for FY 2004 include an operating surplus of \$5.0 million and an overall increase in net assets of \$54.9 million. Non-operating and restricted gains of \$39.0 million reflect a 20.5% return on endowment assets during FY 2004. The remaining \$10.9 million of non-operating income includes gifts, grants and gains on the sale of properties.

During FY 2004, the University made property, plant and equipment investments of \$59.7 million, sold properties for \$18.5 million, refinanced \$77 million of debt that was due in July 2003, and borrowed \$28 million for the new residence hall at the Lake Shore Campus. A net reduction in cash of \$2 million occurred because in FY 2003, the University received \$11 million from the State of Illinois for the construction of the Life Sciences Building and spent approximately \$6.0 million of those proceeds in FY 2004. After adjusting for this transaction, there was a positive cash flow of \$4.0 million.

Operating Results

Operating revenues increased from \$300 million in FY 2003 to \$315 million in FY 2004 while operating expenses were approximately \$300 million for both FY 2003 and FY 2004. Tuition revenues accounted for the majority of the operating revenue increase. Through a combination of planned higher enrollment and tuition rate increases of approximately 5%, the University was able to realize an 8% increase in net tuition revenue from last year. Total enrollment increased by more than 600 students from the previous year.

Although the FY 2004 operating expenses of \$310 million included salary increases of about 3% in 2004, the University's operating expenses were \$10 million less than in 2003. The University's operating expenses were \$10 million less than in 2003.

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Capital Expenditures

FY 2004 capital expenditures totaling \$59.7 million and include: \$24.5 million for the Life Sciences Building plant upgrades and building renovations of \$13.2 million including \$6.2 million for residence hall renovations; \$8.0 million for the new student residence hall; strategic land acquisitions of \$4.4 million; new student information system of \$3.6 million; and security upgrades of \$.5 million. These acquisitions were financed from operations, gifts and grants, proceeds from the sale of properties, and debt.

Long-term Debt

Total long