



Department of Intercollegiate Athletics
Financial Statements

For the six months ended December 31, 2016

UNIVERSITY OF KENTUCKY DEPARTMENT OF INTERCOLLEGIATE ATHLETICS
AN ORGANIZATIONAL UNIT OF THE UNIVERSITY OF KENTUCKY
STATEMENTS OF NET POSITION
DECEMBER 31, 2016 AND 2015

	2016	2015
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES		
Current Assets		
Cash and cash equivalents	\$ 16,181,664	\$ 33,936,556
Accounts receivable, net	49,604,874	53,902,766
Inventories and other assets	3,043,532	3,477,852
Total current assets	<u>68,830,070</u>	<u>91,317,174</u>
Noncurrent Assets		
Restricted cash and cash equivalents	4,149,378	11,878,250
Endowment investments	18,596,640	18,218,740
Other long-term investments	352,977	605
Accounts receivable, net	191,129,551	203,754,951
Other noncurrent assets	-	-
Capital assets, net	276,688,873	249,666,209
Total noncurrent assets	<u>490,917,419</u>	<u>483,518,755</u>
Total assets	<u>559,747,489</u>	<u>574,835,929</u>
Deferred Outflows of Resources		
Total assets and deferred outflows of resources	<u>193,258</u>	<u>228,152</u>
	<u>559,940,747</u>	<u>575,064,081</u>
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES		
Current Liabilities		
Accounts payable and accrued liabilities	7,381,968	10,822,443
Unearned revenue	14,036,265	14,000,000
Due to the University of Kentucky	231,314	180,604
Long term liabilities - current portion	4,806,559	4,702,676
Total current liabilities	<u>26,456,106</u>	<u>29,705,723</u>
Noncurrent Liabilities		
Unearned revenue	172,529,095	186,083,333
Long term liabilities	117,446,771	121,550,366
Total noncurrent liabilities	<u>289,975,866</u>	<u>307,633,699</u>
Total liabilities	<u>316,431,972</u>	<u>337,339,422</u>
Deferred Inflows of Resources		
Total liabilities and deferred inflows of resources	<u>10,139,118</u>	<u>10,950,248</u>
	<u>326,571,090</u>	<u>348,289,670</u>
NET POSITION		
Net investment in capital assets	<u>160,824,378</u>	<u>129,116,485</u>
Restricted		
Nonexpendable		
Scholarships and fellowships	5,749,542	5,687,911
Total restricted nonexpendable	<u>5,749,542</u>	<u>5,687,911</u>
Expendable		
Scholarships and fellowships	2,501,626	2,447,542
Capital projects	24,303,519	49,348,982
Auxiliary	7,914,298	7,546,860
Total restricted expendable	<u>34,719,443</u>	<u>59,343,384</u>
Total restricted	<u>40,468,985</u>	<u>65,031,295</u>
Unrestricted	<u>32,076,294</u>	<u>32,626,631</u>
Total net position	<u>\$ 233,369,657</u>	<u>\$ 226,774,411</u>

**UNIVERSITY OF KENTUCKY DEPARTMENT OF INTERCOLLEGIATE ATHLETICS
AN ORGANIZATIONAL UNIT OF THE UNIVERSITY OF KENTUCKY
STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE SIX MONTHS ENDED DECEMBER 31, 2016 AND 2015**

	<u>2016</u>	<u>2015</u>
OPERATING REVENUES		
Sports:		
Football	\$ 27,417,836	\$ 31,894,655
Basketball	21,022,447	20,257,081
Other sports	443,873	525,296
Total sports	<u>48,884,156</u>	<u>52,677,032</u>
Sport camps	1,698,701	1,875,173
Student activity fees	328,985	482,537
Facilities and operations	62,028	34,446
Other operating revenues, primarily media rights and sponsorships	16,636,891	14,549,207
Total operating revenues	<u>67,610,761</u>	<u>69,618,395</u>
OPERATING EXPENSES		
Sports:		
Football	14,083,718	11,985,986
Basketball	8,427,885	8,293,415
Other sports	11,659,736	11,178,006
Total sports	<u>34,171,339</u>	<u>31,457,407</u>
Sport camps	1,679,205	1,856,604
Facilities and operations	10,144,050	11,061,765
Administrative and general	14,385,919	14,559,507
Depreciation	5,999,713	3,755,681
Total operating expenses	<u>66,380,226</u>	<u>62,690,964</u>
Net income from operations	<u>1,230,535</u>	<u>6,927,431</u>
NONOPERATING REVENUES (EXPENSES)		
Royalties/license fees	1,185,232	1,871,422
Gifts	12,172,188	11,956,064
Investment income (loss)	674,877	(565,420)
Interest on capital asset-related debt	(2,264,151)	(2,323,983)
Grants (to) from the University of Kentucky for non-capital purposes	(3,449,174)	(3,408,791)
Net nonoperating revenues (expenses)	<u>8,318,972</u>	<u>7,529,292</u>
Net income before other revenues, expenses, gains, or losses	<u>9,549,507</u>	<u>14,456,723</u>
Capital grants and gifts	4,178,464	5,371,135
Additions to permanent endowments	25,213	20,865
Grants (to) from the University of Kentucky for capital purposes	411,905	-
Other, net	129,996	(654,908)
Total other revenues (expenses)	<u>4,745,578</u>	<u>4,737,092</u>
Increase in net position	14,295,085	19,193,815
NET POSITION, July 1	<u>219,074,572</u>	<u>207,580,596</u>
NET POSITION, December 31	<u>\$ 233,369,657</u>	<u>\$ 226,774,411</u>

UNIVERSITY OF KENTUCKY DEPARTMENT OF INTERCOLLEGIATE ATHLETICS
AN ORGANIZATIONAL UNIT OF THE UNIVERSITY OF KENTUCKY
SCHEDULE OF UNRESTRICTED CURRENT FUNDS REVENUES
FOR THE SIX MONTHS ENDED DECEMBER 31, 2016
WITH COMPARATIVE FIGURES FROM DECEMBER 31, 2015

	2016			2015	
	Budget	Realized	%	Realized	%
Football					
Ticket sales	\$ 13,000,000	\$ 11,603,249	89	\$ 16,327,560	116
TV/Broadcasting	20,712,000	12,205,000	59	12,071,167	60
Other income	3,470,000	3,609,587	104	3,495,928	165
Total football	37,182,000	27,417,836	74	31,894,655	88
Basketball					
Ticket sales	19,250,000	18,577,595	97	18,681,153	97
TV/Broadcasting	5,795,000	1,079,218	19	972,389	18
Other income	1,320,000	1,365,634	103	603,539	101
Total basketball	26,365,000	21,022,447	80	20,257,081	80
Other sports					
Income from other sports	719,000	443,873	62	525,296	76
Total other sports	719,000	443,873	62	525,296	76
Sport camps					
Income from sport camps	2,500,000	1,698,701	68	1,875,173	75
Total other auxiliaries	2,500,000	1,698,701	68	1,875,173	75
Administrative and general					
Administrative support	3,267,700	1,219,254	37	1,228,771	45
External operations	62,560,760	28,916,122	46	27,428,741	49
Facilities and operations	205,000	62,028	30	34,446	17
Total administration	66,033,460	30,197,404	46	28,691,958	49
Total revenues	\$ 132,799,460	\$ 80,780,261	61	\$ 83,244,163	67

UNIVERSITY OF KENTUCKY DEPARTMENT OF INTERCOLLEGIATE ATHLETICS
AN ORGANIZATIONAL UNIT OF THE UNIVERSITY OF KENTUCKY
SCHEDULE OF UNRESTRICTED CURRENT FUNDS EXPENDITURES
FOR THE SIX MONTHS ENDED DECEMBER 31, 2016
WITH COMPARATIVE FIGURES FROM DECEMBER 31, 2015

	2016			2015	
	Budget	Expended	%	Expended	%
Football					
Salaries and wages	\$ 10,592,814	\$ 6,064,021	57	\$ 4,004,159	47
Other	14,488,598	8,036,823	55	7,983,356	58
Total football	25,081,412	14,100,844	56	11,987,515	54
Basketball					
Salaries and wages	12,447,151	5,241,039	42	5,039,141	41
Other	8,008,517	3,210,346	40	3,259,825	43
Total basketball	20,455,668	8,451,385	41	8,298,966	42
Other sports					
Salaries and wages	10,125,666	4,289,901	42	4,030,494	47
Other	18,413,464	7,378,720	40	7,166,418	43
Total other sports	28,539,130	11,668,621	41	11,196,912	44
Sport camps					
Salaries and wages	1,428,000	936,286	66	1,110,049	78
Other	1,072,000	754,565	70	757,647	71
Total sport camps	2,500,000	1,690,851	68	1,867,696	75
Administration and general					
Administrative support	18,258,111	10,959,290	60	9,526,734	54
External operations	6,162,185	3,870,011	63	4,033,775	64
Support services	9,251,688	4,665,328	50	4,518,622	51
Facilities and operations	13,516,366	7,405,802	55	7,910,402	65
Debt service - Commonwealth Stadium	8,550,200	2,186,332	26	2,227,736	26
Debt service - Memorial Coliseum	484,700	401,696	83	436,241	82
Total administration	56,223,250	29,488,459	52	28,653,510	53
Total expenditures	\$ 132,799,460	\$ 65,400,160	49	\$ 62,004,599	50