Loyola University Chicago
Financial Performance for FY 2004

Financial Highlights

Loyola University Chicago is pleased to announce that the 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 $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 enrollments 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% [illegible]

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; $8.9 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