



**WRIGHT STATE  
UNIVERSITY**

BOARD OF TRUSTEES

**Finance, Audit and Infrastructure  
COMMITTEE**

**January 24, 2020**

**MEETING DATE**

**SUBJECT: Monthly Cash Report as of December 31, 2019**

**PRESENTED BY: Steve Sherbet**

**BACKGROUND/CURRENT STATUS/MATTERS REQUIRING ACTION/  
FINANCIAL IMPLICATIONS:**

The cash forecast and accompanying graphs are attached for reference. The cash report is segregated between “working capital” or cash readily available for expenditure, and restricted investments, which are not liquid. Days cash on hand is calculated on working capital only, excluding restricted investments.

The beginning balance of cash and investments for FY2020 was \$20.8 million higher than the beginning of FY2019 (\$72.4 vs. \$51.6). Ending cash and investments as of December 31, 2019 was \$86.0 million, an increase of \$18.3 million over December 31, 2018.

The chart below shows a comparison to the prior year through December (in millions):

	<b><u>FY 2020</u></b>	<b><u>FY 2019</u></b>	<b><u>Fav &lt;Unfav&gt;</u></b>
Cash Inflows	\$167.2	\$176.0	<\$8.8>
Cash Outflows	154.4	161.3	6.9
Investment Earnings	1.2	1.4	< 0.2>
Perkins Reserve	<0.4>	0.0	<0.4>
Net Increase in Cash	13.6	16.1	<2.5>

Cash inflows negatively impacted by lower enrollment. Cash outflows positively impacted by lower payroll/benefit outflows offset by higher operating related outflows.

For the fiscal year, the ending cash and investment balance at June 30, 2020 is projected to be \$72.8 million, up \$480 thousand to the prior year. The increase to the prior year is due to increased investment earnings and a reduced Perkins Reserve.

Total investment income year-to-date was \$1.2 million. Investment earnings year-to-date on working capital were \$750.6 thousand while illiquid investments were \$402.4 thousand. \$1.3 million of net capital calls/distributions have been transferred from illiquid investments to working capital.

Graphs of fiscal 2020 illustrate that month-end balances as well as days cash on hand are projected to consistently exceed the prior three fiscal years for each month of the year. Days cash on hand at June 30, 2020 are projected to be 89 days, an improvement of 6 days over FY2019. The 6 days improvement is largely attributable to reduced operational costs (3.8 days) and net private equity contributions/distributions to working capital (1.8 days).

**BOARD RESOLUTION REQUESTED:**

No action is required. For information only.