

## **The University of Akron**

Required updates to Appendix A of Official Statement  
Not included in Financial Report  
For the year ended June 30, 2024

General Receipts Bonds, Series 2014A

General Receipts Bonds, Series 2015A

General Receipts Bonds, Series 2016A

General Receipts Bonds, Series 2018A

Taxable General Receipts Bonds, Series 2018B (Defeased)

General Receipts Bonds, Series 2019A

Taxable General Receipts Bonds, Series 2019B

General Receipts Bonds, Series 2020A (Bank bond)

General Receipts Bonds, Series 2021A

Taxable General Receipts Bonds, Series 2021B

# The University of Akron

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For the year ended June 30, 2024

## Security and Sources of Payment – General Receipts Pledged to the Bonds

The General Receipts consist of all gross income, revenues and receipts from the operation, ownership, or control of Facilities; all grants, gifts, donations and pledges and receipts therefrom; receipts from fees and charges; the proceeds of the sale of obligations, including proceeds of obligations issued to refund obligations previously issued, to the extent and as allocated to the payment of Debt Service Charges under the proceedings authorizing those obligations; and all other money received by the University, except as described below.

The exclusions from the General Receipts consist of: moneys raised by taxation and state appropriations until and unless their pledge to Debt Service Charges is authorized by law and is made by a supplemental indenture approved by the Board; any grants, gifts, donations and pledges, and receipts therefrom, that are restricted by the donor to purposes inconsistent with the payment of Debt Service Charges; any special fee charged pursuant to Section 154.21(D) of the Revised Code, and receipts therefrom (that fee, relating to bonds of the state issued by the Ohio Public Facilities Commission, has never been required to be imposed and is not anticipated to be imposed or required to be imposed).

Pursuant to the Act, upon their receipt by the University, the General Receipts are immediately subject to the lien of the pledge made by the Indenture, and the lien of that pledge is valid against all parties having claims of any kind, regardless of notice, and creates a perfected security interest without necessity for prior separation, physical delivery, filing or recording or further act by the University.

The following table summarized General Receipts of the University for Fiscal Years 2020-2024.

	2020	2021	2022	2023	2024
Tuition, fees and other student charges	\$ 166,913,000	\$ 159,752,000	\$ 157,350,000	\$ 146,316,000	\$ 147,677,000
Local grants and contracts	2,219,000	207,000	(209,000)	163,000	362,000
Private gifts, grants and contracts	18,724,000	19,655,000	20,043,000	23,904,000	28,265,000
Endowment income	2,874,000	3,570,000	3,818,000	2,138,000	3,658,000
Sales and services	27,690,000	35,778,000	29,171,000	33,940,000	34,575,000
Other sources*	31,012,000	(10,837,000)	9,278,000	14,064,000	23,093,000
Total General Receipts Revenue	<u>\$ 249,432,000</u>	<u>\$ 208,125,000</u>	<u>\$ 219,451,000</u>	<u>\$ 220,525,000</u>	<u>\$ 237,630,000</u>

\*Principally, investment earnings on the University's cash balances.

General Receipts constituted approximately 78% of total revenues of the University in Fiscal Year 2024.

# The University of Akron

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## Enrollment

### General

The University attracts students from a variety of backgrounds and geographical locations. Fall semester 2023 representation from Ohio residents represented 90% of all students, while 7% were from other states and 3.0% were international students. Among the Ohio residents, 78% were from Cuyahoga, Medina, Portage, Stark, Summit and Wayne Counties.

The University's fall semester headcount enrollment, full-time and part-time students, as well as FTE enrollment for recent academic years are shown below:

<u>Fall Semester</u>	<u>Under- graduate</u>	<u>Graduate</u>	<u>Professional</u>	<u>Total</u>	<u>FTE</u>
2020	15,386	2,018	426	17,830	13,989
2021	13,941	1,821	431	16,193	12,402
2022	12,848	1,698	445	14,991	11,691
2023	12,925	1,635	435	14,995	11,588
2024	12,641	1,746	426	14,813	11,781

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## Student Admissions

The table shows, for the academic years indicated, the total number of new freshman applications received, the number and percentage of those applicants accepted for admission, the number of new freshmen enrolled and the percentage of the accepted applicants that became enrollees.

<u>Fall Semester</u>	<u>Applications received</u>	<u>Applications Accepted</u>	<u>Percent Accepted</u>	<u>Applicants Enrolled</u>	<u>Percent Enrolled</u>
2020	13,116	10,215	77.9%	2,516	24.6%
2021	12,236	10,097	82.5%	2,340	23.2%
2022	12,363	10,381	84.0%	2,740	26.4%
2023	15,270	10,853	71.1%	2,209	20.4%
2024	18,434	11,096	60.2%	2,096	18.9%

# The University of Akron

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## Degrees Granted

A measure of the University's educational stability is the number of degrees granted, as shown in the following table:

<u>Academic Year</u>	<u>Associates</u>	<u>Bachelor's</u>	<u>Master's</u>	<u>Doctorate</u>	<u>Professional</u>
2019-20	500	2,704	688	306	787
2020-21	401	2,600	663	246	771
2021-22	395	2,378	530	210	693
2022-23	391	2,053	504	206	617
2023-24	696	2,050	472	211	607

## Student Fees and Charges

The University operates its programs on the basis of a two-semester academic year and a summer session. Payment in full of all fees is required to be made by students prior to official enrollment in any class of instruction.

The per-full-time student instructional and general fees, facilities fees, and transportation fees for recent regular (two semesters) academic years (based on 12-18 credit hours per semester) are as follows:

	<u>2020-21</u>	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>
Ohio Resident					
Undergraduate	\$ 9,596	\$ 9,596	\$ 10,097	\$ 12,799	\$ 13,136
Graduate	\$ 11,315	\$ 11,315	\$ 11,880	\$ 12,355	\$ 12,355
Non-resident					
Undergraduate	\$ 13,436	\$ 13,436	\$ 13,937	\$ 16,639	\$ 16,976
Graduate	\$ 12,543	\$ 12,543	\$ 14,573	\$ 15,171	\$ 15,171

(A-9 & A-10 Series 2014A) (A-10 Series 2015A) (A-9 Series 2016A) (A-9 Series 2018A & 2018B)  
(A-10 & A-11 Series 2019A & 2019B) (A-14 & A-15 Series 2021A & 2021B)

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## Estimated Cost of Attendance

The following student budget represents estimated average undergraduate student costs at the University for a full-time, in-state, undergraduate living in a dormitory for the regular academic year. This is based on estimates currently used by the Office of Student Financial Aid. Fees and charges that are the basis for these estimates are subject to change by action of the Board of Trustees.

	<u>2020-21</u>	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>
Tuition and Fees	\$ 12,078	\$ 12,078	\$ 12,090	\$ 12,090	\$ 12,799
Room & Board (avg)	12,960	10,424	10,590	10,590	11,070
Books	1,000	1,000	1,000	1,000	1,000
Personal Expenses	1,520	1,520	1,596	1,596	1,596
Transportation	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>
Total	<u>\$ 28,558</u>	<u>\$ 26,022</u>	<u>\$ 26,276</u>	<u>\$ 26,276</u>	<u>\$ 27,465</u>

Full-time out-of-state residents are charged an additional \$3,410 tuition surcharge.

The room and board charge of \$11,070 for the 2024-25 academic year represents a mid-range cost for housing and the 19-meal-per-week meal plan (board).

# The University of Akron

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## Faculty and Employees

The during the fall semester, the University had the following full time and part time employees:

	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
<b>Full time employees:</b>					
Teaching faculty	478	474	475	476	488
Administrative faculty w/rank	29	24	32	31	30
Library faculty w/rank	<u>9</u>	<u>9</u>	<u>6</u>	<u>8</u>	<u>8</u>
Total full time faculty	516	507	513	515	526
Staff	<u>1,104</u>	<u>1,051</u>	<u>1,038</u>	<u>1,028</u>	<u>1,029</u>
Total full time employees	1,620	1,558	1,551	1,543	1,555
<b>Part time employees:</b>					
Teaching faculty (credit)	708	696	628	633	751
Staff	321	294	281	286	256
Administrators	6	5	10	8	9
Graduate Assistants	<u>464</u>	<u>444</u>	<u>442</u>	<u>420</u>	<u>338</u>
Total part time employees	1,499	1,439	1,361	1,347	1,354
<b>Total employees</b>	<u><b>3,119</b></u>	<u><b>2,997</b></u>	<u><b>2,912</b></u>	<u><b>2,890</b></u>	<u><b>2,909</b></u>

# The University of Akron

Required updates to Appendix A of Official Statement  
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## Financial Operations and Results

The following table summarizes the University's year-end net position for the last five Fiscal Years and is derived from the audited financial statements.

### SUMMARY OF YEAR-END NET POSITION (Dollars in Thousands)

	Fiscal Year				
	2020	2021	2022	2023	2024
Net investment in capital assets	\$ 290,028	\$ 269,267	\$ 259,078	\$ 264,444	\$ 247,244
Restricted:					
Nonexpendable:					
Endowment	27,172	28,397	29,377	29,610	33,029
Expendable:					
Research and gifts	40,911	42,895	43,517	46,721	48,777
Loans	891	926	842	888	813
Endowment	28,648	43,680	31,950	35,011	36,822
Capital projects	1,595	914	1,580	-	-
Debt service	827	242	505	632	1,350
Unrestricted (deficit)	(240,648)	(123,010)	(76,150)	(88,008)	(107,755)
Net position - end of year	<u>\$ 149,424</u>	<u>\$ 263,311</u>	<u>\$ 290,699</u>	<u>\$ 289,298</u>	<u>\$ 260,280</u>



# The University of Akron

## Required updates to Appendix A of Official Statement For the year ended June 30, 2024

### The University of Akron

#### Statements of Revenues, Expenses, and Changes in Net Position For the Years Ended June 30,

REVENUES	2020	2021	2022	2023	2024
Operating revenues:					
Student tuition and fees	\$ 186,005,158	\$ 166,912,988	\$ 157,350,442	\$ 146,315,861	\$ 147,576,669
Scholarship allowance	(44,568,435)	(45,614,799)	(46,400,409)	(43,432,702)	(46,682,417)
Net student tuition and fees	141,436,723	121,298,189	110,950,033	102,883,159	100,894,252
Federal grants and contracts	10,741,120	10,815,231	9,681,918	9,906,655	11,130,015
State grants and contracts	3,001,625	2,867,234	4,551,244	2,536,342	4,367,370
Local grants and contracts	167,598	167,063	(209,165)	163,440	362,418
Private grants and contracts	7,078,559	6,696,304	8,343,306	10,372,062	10,049,369
Sales and services	5,075,656	4,276,657	4,753,596	4,768,155	5,365,933
Auxiliary enterprises	29,748,879	21,834,004	29,551,713	29,171,457	29,208,679
Scholarship allowance	(5,323,355)	(5,278,659)	(6,450,948)	(6,002,014)	(6,365,784)
Net auxiliary enterprises	24,425,524	16,555,345	23,100,765	23,169,443	22,842,895
Other sources	2,565,680	2,513,494	2,750,005	3,916,638	4,128,030
Total operating revenues	194,492,485	165,189,517	163,921,702	157,715,894	159,140,282
EXPENSES					
Operating expenses:					
Educational and general:					
Instruction and departmental research	129,039,388	99,228,880	95,554,894	103,920,767	103,978,964
Separately budgeted research	15,393,030	12,889,974	12,974,014	12,609,892	15,031,563
Public service	5,285,704	12,576,985	10,208,378	11,506,438	9,373,343
Academic support	28,827,943	26,641,964	27,336,709	28,581,304	32,223,742
Student services	13,180,143	11,692,859	11,652,354	12,777,229	13,859,251
Institutional support	41,294,236	39,622,816	42,374,033	42,674,270	39,575,855
Operation and maintenance of plant	18,585,223	18,043,573	18,621,653	17,931,608	23,474,573
Scholarships and fellowships	29,718,690	30,177,139	39,138,316	20,083,567	22,435,077
Auxiliary enterprises	41,411,385	29,943,932	38,180,412	40,704,826	42,311,423
Pension	(1,477,673)	(6,890,597)	(44,319,684)	(15,727,977)	(10,078,172)
OPEB	(1,188,689)	(16,702,968)	(7,483,664)	(9,403,787)	(2,982,431)
OPEB (revenue) expense UA plan	76,474	(48,260,554)	-	-	-
Depreciation	42,690,963	47,073,126	38,083,450	41,277,048	41,708,160
Total operating expenses	362,836,817	256,037,129	282,320,865	306,935,185	330,911,348
Operating (loss) income	(168,344,332)	(90,847,612)	(118,399,163)	(149,219,291)	(171,771,066)
NONOPERATING REVENUES (EXPENSES)					
State appropriations	95,255,864	95,062,309	95,504,251	87,472,204	82,785,094
Federal grants	34,718,829	55,678,063	60,339,376	25,389,194	19,284,570
Gifts	6,724,219	3,766,014	5,204,365	4,785,940	5,998,400
Investment income, net	7,975,938	37,746,913	(25,756,689)	16,409,850	23,747,330
Interest on debt	(17,426,456)	(15,513,092)	(14,039,217)	(13,879,776)	(12,803,525)
Distributions to The University	12,201,979	14,337,284	11,699,426	13,531,496	18,215,804
Other nonoperating revenues (expenses)	(647,767)	363,985	(317,232)	462,910	(164,532)
Net nonoperating revenues (expenses)	138,802,606	191,441,476	132,634,280	134,171,818	137,063,141
Income (loss) before other changes	(29,541,726)	100,593,864	14,235,117	(15,047,473)	(34,707,925)
OTHER CHANGES					
State capital appropriations	14,246,672	6,088,037	11,821,792	11,286,325	4,933,183
Capital gifts and grants	3,473,077	5,805,702	1,076,962	503,922	901,649
Additions to permanent endowments	40,823	1,398,980	254,322	31,578	(145,338)
Total other changes	17,760,572	13,292,719	13,153,076	11,821,825	5,689,494
Increase (decrease) in net position	(11,781,154)	113,886,583	27,388,193	(3,225,648)	(29,018,431)
NET POSITION					
Net position - beginning of year as originally stated	159,614,971	149,424,404	263,310,987	290,699,180	289,298,212
Adjustment for change in accounting principle	1,590,587	-	-	1,824,680	-
Net position - as restated	161,205,558	149,424,404	263,310,987	292,523,860	289,298,212
Net position - end of year	\$ 149,424,404	\$ 263,310,987	\$ 290,699,180	\$ 289,298,212	\$ 260,279,781

(A-19 Series 2014A) (A-19 Series 2015A) (A-17 & A-18 Series 2016A) (A-17 Series 2018A & 2018B)  
(A-19 & A-20 Series 2019A & 2019B) (A-24 Series 2021A & 2021B)

# The University of Akron

## Required updates to Appendix A of Official Statement For the year ended June 30, 2024

### Auxiliary Enterprises

The Auxiliary Enterprises are comprised of the University's housing, dining and parking facilities, intercollegiate athletics and athletic facilities, E. J. Thomas Performing Arts Hall, and Recreation Center. Operations of the Auxiliary Enterprises for the last five fiscal years ended June 30, 2024 are as follows:

	Fiscal Year				
	2020	2021	2022	2023	2024
<b>Revenues</b>					
Residence Halls	\$ 17,440,272	\$ 12,195,278	\$ 10,277,077	\$ 12,592,524	\$ 13,202,795
Student Union	938,377	661,342	725,104	669,091	769,142
Intercollegiate Athletics and facilities	7,253,018	4,389,960	8,825,989	8,579,578	9,230,023
Parking Services	6,007,216	4,354,158	5,240,643	4,751,630	1,246,617
E.J. Thomas Performing Arts Hall	1,994,086	315,486	2,052,682	1,937,424	3,344,095
Dining Services	2,434,450	1,388,538	1,195,562	1,279,713	1,429,033
Recreation Center	507,555	109,386	397,519	500,334	463,775
<b>Total Revenues</b>	<b>\$ 36,574,974</b>	<b>\$ 23,414,148</b>	<b>\$ 28,714,576</b>	<b>\$ 30,310,294</b>	<b>\$ 29,685,480</b>
<b>Expenditures</b>					
Residence Halls	\$ 7,425,404	\$ 6,187,946	\$ 6,354,006	\$ 6,679,877	\$ 7,291,252
Student Union	2,217,884	1,746,939	2,045,608	2,280,160	2,405,617
Intercollegiate Athletics and facilities	27,283,410	19,849,770	24,093,948	26,077,247	28,011,396
Parking Services	2,141,075	1,480,830	1,892,420	2,045,631	1,112,945
E.J. Thomas Performing Arts Hall	2,325,973	653,999	960,546	2,501,769	3,537,338
Dining Services	1,382,866	906,828	1,418,663	1,257,459	1,031,056
Recreation Center	2,163,766	1,616,822	200,461	2,100,600	2,188,279
<b>Total Expenditures</b>	<b>\$ 44,940,378</b>	<b>\$ 32,443,134</b>	<b>\$ 36,965,652</b>	<b>\$ 42,942,743</b>	<b>\$ 45,577,883</b>
<b>Operating Deficit</b>	<b>\$ (8,365,404)</b>	<b>\$ (9,028,986)</b>	<b>\$ (8,251,076)</b>	<b>\$ (12,632,449)</b>	<b>\$ (15,892,403)</b>
<b>Transfers: Additions (Deductions)</b>					
Mandatory	\$ (25,780,171)	\$ (25,779,726)	\$ (25,717,782)	\$ (22,906,200)	\$ (10,305,014)
Non-mandatory	33,869,844	33,013,242	34,271,630	31,611,215	26,833,306
<b>Net Transfers</b>	<b>\$ 8,089,673</b>	<b>\$ 7,233,516</b>	<b>\$ 8,553,848</b>	<b>\$ 8,705,015</b>	<b>\$ 16,528,292</b>
<b>Net Decrease (Increase) for the year</b>	<b>\$ (275,731)</b>	<b>\$ (1,795,470)</b>	<b>\$ 302,772</b>	<b>\$ (3,927,434)</b>	<b>\$ 635,889</b>
<b>Unallocated Fund Balance, July 1</b>	<b>9,905,106</b>	<b>9,629,375</b>	<b>7,833,905</b>	<b>8,136,677</b>	<b>4,209,243</b>
<b>Unallocated Fund Balance, June 30</b>	<b>\$ 9,629,375</b>	<b>\$ 7,833,905</b>	<b>\$ 8,136,677</b>	<b>\$ 4,209,243</b>	<b>\$ 4,845,132</b>

# The University of Akron

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## Outstanding Indebtedness

The University is authorized to issue for the purposes of financing "facilities" (as defined in the Act), including education facilities, housing and dining facilities and auxiliary facilities (such as student unions, athletic facilities, residence halls and student facilities) and for refunding bonds or other evidences of indebtedness issued for those purposes. The University has never failed to pay punctually in full all amounts due for principal and interest on any indebtedness.

The outstanding principal amounts of the University's General Receipt Bonds as of June 30, 2024 are as follows:

<u>Series</u>	<u>Year Issued</u>	<u>Original Amount Issued</u>	<u>Principal Amount Outstanding</u>	<u>Final Maturity</u>
<b>General Receipts:</b>				
Series 2014A	2014	\$ 29,635,000	\$ 26,315,000	2035
Series 2015A	2015	99,135,000	50,435,000	2032
Series 2016A	2016	93,905,000	88,055,000	2042
Series 2018A	2018	14,935,000	14,935,000	2042
Series 2019A	2019	59,535,000	27,520,000	2030
Series 2021A	2021	13,255,000	13,255,000	2033
Series 2021B	2021	20,500,000	20,500,000	2042
<b>Taxable General Receipts:</b>				
Series 2019B	2019	12,045,000	11,095,000	2038
<b>Revenue:</b>				
Series 2013B	2013	59,571,171	<u>15,000,000</u>	2029
<b>Total outstanding debt</b>			<u><u>\$ 267,110,000</u></u>	

The annual commitment to service the outstanding debt during fiscal year 2025 is \$11.8 million.

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**State Appropriations to the University**

The University, like other Ohio public universities, receives operating fiscal support from the State of Ohio biennium appropriation by the General Assembly. These appropriations contribute substantially to the successful operation of the University. Amounts received in the form of state appropriations are not included in general receipts.

The methodology for allocating state share of instruction funds considers: (a) course completion (completed FTE) comprises 30% of the distribution, (b) degree completion of 50%, and (c) set-asides of 20%, if applicable, including our research doctoral allocation.

The following table reflects the University's State Share of Instruction for the fiscal years ended June 30:

<u>Fiscal Year</u>	<u>State Operating Appropriations</u>
2020	95,255,864
2021	95,062,309
2022	95,504,251
2023	87,472,204
2024	82,785,094

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## University and Foundation Endowments

Gifts for endowment purposes are received by both The University of Akron Endowment Fund (the "Endowment Fund") and The University of Akron Foundation (the "Foundation") and consists of gifts and bequests of cash, securities, real estate, tangible and intangible property, life insurance and life income programs such as charitable remainder annuity trusts or charitable remainder unitrusts.

The market values of the University and Foundation Endowment Fund total assets in recent fiscal years were as follows:

Fiscal Year	Market Value (in millions)	
	University	Foundation
2020	67.7	179.4
2021	85.5	225.7
2022	73.0	202.9
2023	77.8	221.8
2024	83.7	244.7

# **The University of Akron**

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## **Operating Budgets**

The University divides its current unrestricted budget into an unrestricted fund (main campus, and separately, the branch campus), a designated fund, an auxiliary fund, and a restricted fund. The general fund budget includes instruction and departmental research, separately budgeted research, public service, student services, general administration, plant operation and maintenance, student aid and reserves. The designated fund is essentially self-funding but is combined with other current unrestricted funds for reporting purposes. The auxiliary fund budget includes all expenditures supported mainly by student-generated revenues, including room and board, parking, bookstore, intercollegiate athletics and related income. The restricted fund budget includes all expenditures supported by revenues from grants, contracts, gifts and donations.

The Board adopts annual operating budgets for the general fund and auxiliary fund. The President and other administrative officers review revenues and expenditures monthly and inform the Board periodically of the budget position. Appropriate action is taken by the President and other administrative officers to adjust expenditures should revenues fall short of projections, and the Board is informed of these actions.

On September 13, 2023, the Board approved a university-wide budget of \$286.1 million of revenues for Fiscal Year 2024 consisting of \$82.7 million in State Share of Instruction, \$160.0 million in tuition and fees, and \$43.4 million in other income (including \$27.2 million for auxiliaries and \$4.4 million for departmental sales and services).

# The University of Akron

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For the year ended June 30, 2024

## Research Activity

The University is classified as a Research University (high research activity) by the Carnegie Commission of Higher Education for federal research and development expenditures. The amount of sponsored research expenditures of the University funded from grants, contracts and awards from various sources for Fiscal Years 2020 through 2024 are shown below.

	2020	2021	2022	2023	2024
Federal	\$ 6,376,004	\$ 6,437,145	\$ 8,947,244	\$ 12,117,421	\$ 9,647,018
State	2,722,836	3,074,742	3,718,025	2,356,476	4,210,574
Other	12,847,130	10,636,985	5,480,196	9,230,683	8,579,860
Total	<u>\$ 21,945,970</u>	<u>\$ 20,148,872</u>	<u>\$ 18,145,465</u>	<u>\$ 23,704,580</u>	<u>\$ 22,437,452</u>

# **The University of Akron**

Required updates to Appendix A of Official Statement  
For the year ended June 30, 2024

## **Grants & Contracts**

The following table shows grants, contracts and awards to the University from various programs:

	2020	2021	2022	2023	2024
Federal Sources	\$ 45,459,949	\$ 66,493,295	\$ 70,021,294	\$ 35,295,849	\$ 30,414,585
State of Ohio	3,001,625	2,867,234	4,551,244	2,536,342	4,367,370
Local Government	167,598	167,063	(209,165)	163,440	362,418
Private Sources	7,078,559	6,696,304	8,343,306	10,372,062	10,049,369
Total All Sources	<u>\$ 55,707,731</u>	<u>\$ 76,223,896</u>	<u>\$ 82,706,679</u>	<u>\$ 48,367,693</u>	<u>\$ 45,193,742</u>



# **The University of Akron**

## **Required updates to Appendix A of Official Statement**

### **For the year ended June 30, 2024**

#### **Current University Debt Profile**

The University has \$267,110,000 outstanding debt at June 30, 2024 consisting of general receipts bonds. The annual commitment to service the outstanding debt for Fiscal Year 2024 is approximately \$11.8 million. The repayment sources allocated for current year debt service consisted of a combination of user fees (84.6%) and a general fund allocation (15.4%). All outstanding debt is fixed rate.

The University's increase in debt began during 1999 with the introduction of the "Landscape for Learning," a comprehensive campus "Master Plan." This document guided the modernization and beautification of the campus. The result has been the addition of four new residence halls, three new parking structures, a state-of-the-art recreation and wellness center, an indoor athletic field house, an approximately 25,000-seat on-campus stadium, creation of green space/park-like settings, strategic real estate acquisitions, and information technology system improvements/upgrades as well as addressing many deferred maintenance issues.

Some of the most recent debt transactions are highlighted below:

In November 2021, The University issued \$13.3 million Series 2021A General Receipts Bonds and \$20.5 million 2021B Taxable General Receipts Bonds, with a combined average coupon rate of 3.51% with payments for 2021A through 2042 and payments for 2021B through 2033. The proceeds of Series 2021A bonds were used to refund \$16.1 million of The Universities outstanding General Receipts Bonds 2018B and pay issuance costs. The proceeds of Series 2021B bonds were used to refund \$17.8 million of The Universities outstanding General Receipts Bonds Series 2015A and pay issuance costs. The result of issuing Series 2021 Bonds advance refunded the Series 2018B bonds for savings and restructured a portion of the Series 2015A outstanding bond principal payments for fiscal years ending June 30, 2024 – June 30, 2026 and resulted in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$1.8 million.

In April 2020, The University issued \$12.3 million of General Receipts Refunding Bonds, Series 2020A with a coupon rate of 1.68% with payments through 2027. The proceeds of the Series 2020A Bonds were used to refund \$12.3 million of The University's outstanding General Receipts Bonds, Series 2012A and generate interest savings of \$.7 million over the life of the bonds.

In November 2019, The University issued \$59.5 million Series 2019A General Receipts Refunding Bonds and \$12.0 million Series 2019B Taxable General Receipts Refunding Bonds, with a combined average coupon rate of 4.22% with payments for 2019A through 2030 and payments for 2019B through 2038. The proceeds of Series 2019A bonds were used to refund \$69.4 million of The University's outstanding General Receipts Bonds Series 2010A and pay issuance costs. The proceeds of Series 2019B bonds were used to refund \$11.5 million Lease Revenue Bonds, Series 2011 and pay issuance costs. The result of issuing Series 2019 Bonds reduced debt service payments by \$14.3 million and resulted in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$13.6 million.

In August 2018, The University issued \$14.9 million Series 2018A General Receipts Refunding Bonds and \$16.1 million Series 2018B Taxable General Receipts Refunding Bonds, with a combined average coupon rate of 4.68% with payments for 2018A through 2042 and payments for 2018B through 2033. The proceeds of Series 2018A bonds were used to refund \$12.2 million of The University's outstanding General Receipts Bonds Series 2012A, reimburse \$4.6 million toward certain real property purchased by The University of Akron Foundation for the benefit of The University of Akron, and pay issuance costs. The proceeds of Series 2018B bonds were used to refund \$15.5 million of The Universities outstanding General Receipts Bonds Series 2010A and pay issuance costs. The result of issuing Series 2018 Bonds will increase cash flows an average of \$5.0 million for each of the first five years and increased debt service payments by \$16.1 million and resulted in an economic loss (difference between the present values of the debt service payments on the old and new debt) of \$2.9 million.

(A-15 & A-16 Series 2014A) (A-15 & A16 Series 2015A)  
(A-14 & A-15 Series 2016A) (A-13 & A-14 Series 2018A & 2018B)  
(A-15 & A-16 Series 2019A & 2019B) (A-22 Series 2021A & 2021B)

# **The University of Akron**

## **Required updates to Appendix A of Official Statement**

### **For the year ended June 30, 2024**

#### **Current University Debt Profile - continued**

In May 2016, The University issued \$93.9 million of General Receipts Refunding Bonds, Series 2016A with an average coupon rate of 4.75% with payments through 2042. The proceeds of the Series 2016A Bonds were used to refund \$28.3 million, \$51.8 million and \$18.6 million of The University's outstanding General Receipts Bonds, Series 2008A, 2008B and Lease Revenue Bonds, Series 2011, respectively, to pay issuance costs and generate interest savings of \$11.4 million over the life of the bonds.

In May 2015, The University issued \$99.1 million of General Receipts Refunding Bonds, Series 2015A with an average coupon rate of 4.76% with payments through 2032 and generating a net premium of \$14.9 million. The proceeds of the Series 2015A bonds were used to refund \$48.7 million and \$51.4 million of The University's outstanding General Receipts Bonds, Series 2008A & 2008B, respectively, to pay issuance costs and generate interest savings of \$7.2 million over the life of the bonds.

In August 2014, The University issued \$29.6 million of General Receipts Refunding Bonds, Series 2014A with an average coupon rate of 4.57% with payments through 2035 and generating a net premium of \$2.3 million. The proceeds of the Series 2014A Bonds were used to refund \$14.9 million and \$16.5 million of The University's outstanding General Receipts Bonds, Series 2003A & 2004B, respectively, to pay issuance costs and generate interest savings of \$2.3 million over the life of the bonds.

In September 2013, The University entered into a loan agreement with the Ohio Air Quality Development Authority (OAQDA) to fund the Campus-Wide Energy Efficiency and Conservation Project which will perform conservation measures on many of The University's buildings. OAQDA issued \$44.6 million of Tax Exempt Revenue Bonds, Series 2013A and \$15.0 million of federally taxable Tax Credit Revenue Bonds, Series 2013B. The Series 2013A bonds will have annual principal payments until final maturity on January 1, 2026, with an interest rate of 2.48%. The Series 2013B bonds will have semiannual interest payments, with an interest rate of 4.99%, and the principal will be due at maturity on January 1, 2029.

The Series 2013B Bonds are Qualified Energy Conservation Bonds eligible for a 70 percent federal rebate based on the Qualified Tax Credit Rate as of the bond sale date (4.99 percent). The benefit of the rebate has been assigned to The University. The rebates received for the years ended June 30, 2022 and 2021 were \$263,809 and \$530,605, respectively. The rebates were reported as other nonoperating revenues and do not reduce the amount reported as interest expense for the year.

**The University of Akron**  
Required updates to Appendix A of Official Statement  
For the year ended June 30, 2024

**Fundraising**

Fundraising efforts for the University include efforts of both the University and the Foundation. The following table shows gifts received in the last five fiscal years.

<u>Fiscal Year</u>	<u>Total</u>
2020	\$21,393,396
2021	19,818,343
2022	18,807,412
2023	18,540,445
2024	21,260,312

# **The University of Akron**

## **Required updates to Appendix A of Official Statement**

### **For the year ended June 30, 2024**

#### **Insurance Coverage**

The University is insured for damage to all real and personal property at replacement cost value. Coverage is an "all risk" form that includes direct damage resulting from fire, flood, tornado or earthquake, including loss of revenue resulting from a covered cause of loss. The maximum amount recoverable for property damage per occurrence is \$100 million dedicated and \$1.383 billion shared limited for replacement cost value and subject to various deductibles based on cause of loss. Separate coverage exists for money and securities (\$5,000,000 limit, \$100,000 deductible).

The University carries the following liability insurance: Educators Legal Liability (Trustees, Directors and Officers), Automobile Liability, General Liability and Foreign Liability. Current coverages include \$15 million dedicated for Educators Legal Liability, Automobile Liability, General Liability and Foreign Liability and are all subject to a \$100,000 deductible with the exception of Foreign Liability which is a nil deductible.

The University maintains excess liability coverage of \$20 million for Automobile, General and Foreign Liability and \$20 million for Educators Legal Liability (both limits on a shared basis), excess of \$15 million (the underlying coverage). The excess layer is shared among the members of the Ohio Inter-University Council Insurance Consortium. The Consortium currently consists of State-assisted universities and colleges. Thirteen State-assisted universities currently participate in the liability program. Additionally, it has the availability of \$1 million in State funds to pay defense and legal costs approved by the Attorney General of Ohio. In addition, the Ohio Revised Code limits the liability of State universities and colleges in certain cases.

For Ohio workers' compensation purposes, the University is covered by the State Insurance Fund including coverage for Employer's Liability.

In addition to the insurance described above, the University maintains insurance coverage for employee health and life insurance plans, medical malpractice, cyber liability and breach response services, comprehensive crime, excess social engineering fraud, fiduciary liability, pollution liability, intercollegiate sports, miscellaneous professional liability and employee group travel.

The schedule payment of principal and interest on the Series 2021 Bonds when due will be guaranteed under a municipal bond issuance policy that was issued concurrently with the delivery of the Series 2021 Bonds by BUILD AMERICA MUTUAL ASSURANCE COMPANY.