



TOPIC: University System of Maryland: Summary of Intercollegiate Athletics Workgroup Review of Program Finances for FY 2016

COMMITTEE: Finance

DATE OF COMMITTEE MEETING: October 6, 2016

SUMMARY: The Board of Regents Policy V-2.10 – Policy on Reports on Intercollegiate Athletics, establishes financial and academic achievement progress reporting requirements for USM institutions with intercollegiate athletics programs.

Since fiscal year 2013, a Board workgroup has reviewed the materials submitted under the policy to evaluate the adequacy of the Board policy, in addition to assessing compliance with Board of Regents fiscal, academic, and other considerations of importance.

This report on the results of the workgroup oversight of ICA program finances is the first to be presented to the Finance Committee. A separate report summarizing the academic progress and performance of student-athletes will be presented annually to the Committee on Education Policy and Student Life.

The accompanying summary of financial results and ICA program fund balances includes information collected from the five Division I institutions (UMCP, TU, UMBC, CSU, and UMES) during the reporting cycle for fiscal year 2016, which consists largely of financial information for the period ended June 30, 2015.

Preliminary results for the year ended June 30, 2016, provided mid-September in advance of the formal submissions later in the year, are also included.

ALTERNATIVE(S): This item is presented for information purposes.

FISCAL IMPACT: This item is presented for information purposes.

CHANCELLOR'S RECOMMENDATION: This item is presented for information purposes.

COMMITTEE RECOMMENDATION:

DATE:

BOARD ACTION:

DATE:

SUBMITTED BY: Joseph F. Vivona (301) 445-1923



BOR Workgroup on Intercollegiate Athletics
Report to Committee on Finance

Fiscal Summary
October 2016

Financial expectations of ICA programs from Board of Regents Policy

- Intercollegiate athletics programs are to be managed on a self-supporting basis (*FY 2016 results will be considered at mid-year interviews to be conducted in December, and at the Board of Regents Workgroup on Intercollegiate Athletics meeting in April 2017*)
- Intercollegiate athletics programs that end a fiscal year with an operating deficit after taking into account approved use of other self-support activity revenues or resources, or have an accumulated deficit, are to record and reflect these amounts as liabilities back to the self-support activity that funded the deficit, and are to develop and adopt an operating plan to eliminate the accumulated deficit and return the program to a self-supporting operating basis. (*Coppin State University is revising an ICA financial plan discussed with the workgroup June 2016. UMCP is working from a longer term plan to repay amounts borrowed.*)

Key financial results and balances from materials submitted during and for fiscal year 2016 by USM Division 1 institutions (*amounts in thousands*):

Institution	Net income (loss) FY 15	Ending ICA Program Fund Balance 6/30/2015	Total Debt and Amounts Due Institution* 6/30/2015	Net income (loss) FY 16 (preliminary)
University of Maryland College Park	(\$1,360)	\$1,257	\$129,450	(\$1,463)
Towson University	(265)	1,341	-	(827)
University of Maryland Eastern Shore	(405)	(381)	-	(78)
Coppin State University	(439)	(8,401)	-	(883)
UMBC	(650)	(542)	8,298	157

*excludes fund deficit at June 30, 2015 – includes advance funding used currently for UMCP