



**UNIVERSITY OF CALIFORNIA, BERKELEY**

**Annual Financial Statements  
2020-21**

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## UNIVERSITY OF CALIFORNIA, BERKELEY

**STATEMENTS OF NET POSITION**

(unaudited)

At June 30, 2021 and 2020 (In Thousands of Dollars)

	CAMPUS*		FOUNDATION	
	2021	2020	2021	2020
<b>ASSETS</b>				
Cash and cash equivalents	\$ 673,528	\$ 666,798	\$ 107,256	\$ 89,699
Accounts receivable, net	286,139	228,321		
Pledges receivable, net	9,610	8,372	33,894	30,994
Notes and mortgages receivable, net	4,636	5,006		
Inventories	5,184	5,496		
Other current assets	7,244	5,413	2,051	1,594
<b>Current assets</b>	<b>986,341</b>	<b>919,406</b>	<b>143,201</b>	<b>122,287</b>
Investments	5,260,459	3,945,595	3,108,692	2,290,097
Investments held by trustees	10,765	969		
Pledges receivable, net	17,671	15,521	117,191	64,323
Notes and mortgages receivables, net	14,804	16,184		
Capital assets, net	3,844,020	3,943,607		
Other noncurrent assets	1,426	1,824	4,567	3,888
<b>Noncurrent assets</b>	<b>9,149,145</b>	<b>7,923,700</b>	<b>3,230,450</b>	<b>2,358,308</b>
<b>Total assets</b>	<b>10,135,486</b>	<b>8,843,106</b>	<b>3,373,651</b>	<b>2,480,595</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	<b>720,507</b>	<b>1,047,379</b>		
<b>LIABILITIES</b>				
Accounts payable	43,368	53,010	3,577	3,218
Accrued salaries & benefits	77,336	23,554		
Unearned revenue	264,995	253,322	5,000	
Commercial paper	56,501	326,008		
Current portion of long-term debt	57,509	112,431		
Other current liabilities	44,338	73,536	8,599	7,513
<b>Current liabilities</b>	<b>544,047</b>	<b>841,861</b>	<b>17,176</b>	<b>10,731</b>
Federal refundable loans	10,830	14,097		
Long-term debt	2,558,665	2,056,729		
Net pension liability	491,834	1,545,394		
Pension payable to University	379,698	368,399		
Net retiree health benefits liability	1,793,388	1,706,807		
Other noncurrent liabilities	85,044	75,007	88,570	74,678
<b>Noncurrent liabilities</b>	<b>5,319,459</b>	<b>5,766,433</b>	<b>88,570</b>	<b>74,678</b>
<b>Total liabilities</b>	<b>5,863,506</b>	<b>6,608,294</b>	<b>105,746</b>	<b>85,409</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>	<b>1,564,818</b>	<b>952,541</b>	<b>75,321</b>	<b>60,533</b>
<b>NET POSITION</b>				
Net investment in capital assets	1,193,328	1,465,513		
Restricted:				
Nonexpendable: Endowments and gifts	414,219	404,858	1,486,812	1,358,902
Expendable: Endowments and gifts	4,151,637	2,971,316	1,704,503	968,425
Expendable: Other, including debt service, loans, capital projects and appropriations	304,148	85,985		
Unrestricted	(2,635,663)	(2,598,022)	1,269	7,326
<b>Total net position</b>	<b>\$ 3,427,669</b>	<b>\$ 2,329,650</b>	<b>\$ 3,192,584</b>	<b>\$ 2,334,653</b>

\* For footnote disclosures, please see the Systemwide Annual Financial Report for FY2020-21 located at <https://www.ucop.edu/financial-accounting/financial-reports/annual-financial-reports.html>

**STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION** (unaudited)

At June 30, 2021 and 2020 (In Thousands of Dollars)

	CAMPUS*		FOUNDATION	
	2021	2020	2021	2020
<b>OPERATING REVENUES</b>				
Student tuition and fees, net	\$ 936,302	\$ 1,011,824		
Grants and contracts, net:				
Federal	392,270	422,742		
State	85,277	51,661		
Private	205,239	194,472		
Local	6,811	8,536		
Educational activities, net	63,311	76,553		
Auxiliary enterprises, net	77,149	186,815		
Campus foundation private gifts			\$ 294,165	\$ 205,406
Other operating revenues, net	82,392	117,072	2	71
<b>Total operating revenues</b>	<b>1,848,751</b>	<b>2,069,675</b>	<b>294,167</b>	<b>205,477</b>
<b>OPERATING EXPENSES</b>				
Salaries and wages	1,375,130	1,388,250		
Pension benefits	97,782	375,669		
Retiree health benefits	101,325	61,488		
Other employee benefits	315,251	333,931		
Supplies and materials	149,196	151,269		
Depreciation and amortization	240,210	235,160		
Scholarships and fellowships	183,062	185,427		
Utilities	36,956	36,364		
Campus foundation grants			331,235	247,667
Other operating expenses	368,069	461,923	11,651	9,519
<b>Total operating expenses</b>	<b>2,866,981</b>	<b>3,229,481</b>	<b>342,886</b>	<b>257,186</b>
<b>Operating loss</b>	<b>(1,018,230)</b>	<b>(1,159,806)</b>	<b>(48,719)</b>	<b>(51,709)</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>				
State educational appropriations	354,446	410,849		
State financing appropriations	35,702	39,453		
Build America Bonds federal interest subsidies	9,176	9,139		
Direct Government Grants	67,290	27,093		
Federal Pell Grants	46,672	45,938		
Private gifts, net	375,133	326,789		
Investment income:				
Short-Term Investment Pool and other, net	97,484	36,485		
Endowment, net	99,644	96,136		
Campus foundation			5,642	8,160
Net appreciation in fair value of investments	1,039,127	36,962	787,452	34,622
Interest expense	(103,756)	(101,265)		
Other nonoperating revenues, net	40,451	16,733		
<b>Net nonoperating revenues</b>	<b>2,061,369</b>	<b>944,312</b>	<b>793,094</b>	<b>42,782</b>
<b>Income (Loss) before other changes in net position</b>	<b>1,043,139</b>	<b>(215,494)</b>	<b>744,375</b>	<b>(8,927)</b>
<b>OTHER CHANGES IN NET POSITION</b>				
Capital gifts and grants, net	54,880	67,087		
Permanent endowments			113,556	63,993
<b>Increase (Decrease) in net position</b>	<b>1,098,019</b>	<b>(148,407)</b>	<b>857,931</b>	<b>55,066</b>
<b>NET POSITION</b>				
Beginning of year	2,329,650	2,478,057	2,334,653	2,279,587
<b>End of year</b>	<b>\$ 3,427,669</b>	<b>\$ 2,329,650</b>	<b>\$ 3,192,584</b>	<b>\$ 2,334,653</b>

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## UNIVERSITY OF CALIFORNIA, BERKELEY

**STATEMENTS OF CASH FLOWS** (unaudited)

Years Ended June 30, 2021 and 2020 (In Thousands of Dollars)

	CAMPUS*		FOUNDATION	
	2021	2020	2021	2020
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Student tuition and fees	\$ 934,243	\$ 1,015,932		
Grants and contracts	645,365	698,752		
Educational activities	62,635	80,470		
Auxiliary enterprises	65,889	176,548		
Collection of loans from students and employees	5,845	5,670		
Campus foundation private gifts			\$ 209,418	\$ 182,748
Payments to employees	(1,379,373)	(1,374,487)		
Payments for other employee benefits	(518,353)	(505,599)		
Payments to suppliers and utilities	(542,771)	(657,484)	(11,971)	(12,065)
Payments for scholarships and fellowships	(183,062)	(185,424)		
Loans issued to students and employees	(4,095)	(3,702)		
Payments to campus and beneficiaries			(338,632)	(254,955)
Other receipts	86,619	75,216	2,084	2,757
<b>Net cash used by operating activities</b>	<b>(827,058)</b>	<b>(674,108)</b>	<b>(139,101)</b>	<b>(81,515)</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
State educational appropriations	354,087	410,849		
Federal Pell grants	47,474	41,834		
Government direct grants	67,290	27,093		
Borrowing from line-of-credit			5,000	
Repayment of line-of-credit			(5,000)	
Gifts received for other than capital purposes:				
Private gifts for permanent endowments			89,615	52,452
Other private gifts	371,746	323,732		
Student direct lending receipts	137,706	146,338		
Student direct lending payments	(137,706)	(146,338)		
Proceeds from debt issuance	222,000	-		
Commercial paper financing:				
Proceeds from issuance	-	10,000		
Payments of principal	(3,675)	(3,814)		
Other receipts	40,686	24,114		
<b>Net cash provided by noncapital financing activities</b>	<b>1,099,608</b>	<b>833,808</b>	<b>89,615</b>	<b>52,452</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Commercial paper financing:				
Proceeds from issuance	9,621	73,586		
Payments of principal	(275,455)	(5,287)		
State financing appropriations	35,702	39,451		
Build America Bonds federal interest subsidies	11,931	9,120		
Capital gifts and grants	48,061	21,515		
Proceeds from debt issuance	277,030	-		
Proceeds from the sale of capital assets	29,982	93		
Purchase of capital assets	(172,430)	(192,724)		
Repayment of other borrowings	(42)	(233)		
Scheduled principal paid on debt and capital leases	(43,867)	(41,658)		
Interest paid on debt and capital leases	(107,745)	(105,975)		
<b>Net cash used by capital and related financing activities</b>	<b>(187,212)</b>	<b>(202,112)</b>		
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Proceeds from sale & maturities of investments			373,822	443,166
Other investments	99,644	95,401		
Purchases of investments	(200,000)	-	(329,015)	(424,481)
Investment income, net of investment expenses	21,748	36,485	5,642	8,160
<b>Net cash provided (used in) by investing activities</b>	<b>(78,608)</b>	<b>131,886</b>	<b>50,449</b>	<b>26,845</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>6,730</b>	<b>89,474</b>	<b>963</b>	<b>(2,218)</b>
<b>Cash and cash equivalents, beginning of year</b>	<b>666,798</b>	<b>577,324</b>	<b>6,170</b>	<b>8,388</b>
<b>Cash and cash equivalents, end of year</b>	<b>\$ 673,528</b>	<b>\$ 666,798</b>	<b>\$ 7,133</b>	<b>\$ 6,170</b>

UNIVERSITY OF CALIFORNIA, BERKELEY  
**STATEMENTS OF CASH FLOWS** (continued)

Years Ended June 30, 2020 and 2019 (In Thousands of Dollars)	CAMPUS		FOUNDATION	
	2021	2020	2021	2020
<b>RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES</b>				
Operating loss	\$ (1,018,230)	(1,159,806)	\$ (48,719)	\$ (51,709)
Adjustments to reconcile operating loss to net cash used by operating activities:				
Depreciation and amortization expense	240,210	235,160		
Noncash gifts			(37,111)	(19,887)
Allowance for uncollectible accounts	2,334	(1,649)	2,432	1,511
Loss on impairment of capital assets	2,070	1,950		
Change in assets and liabilities:				
Accounts and pledges receivables	(63,351)	(27,320)	(58,199)	1,447
Notes and mortgages receivable	-	108		
Inventories	312	(85)		
Other assets	(9,474)	376	(1,342)	1,628
Accounts payable	(7,111)	(13,147)	5,476	(2,743)
Accrued salaries	(4,030)	2,357		
Employee benefits	(514)	(1,069)		
Unearned revenue	11,673	35,806	4,400	(6,088)
Net pension liability	(81,154)	212,878		
Net retiree health benefits liability	66,906	53,744		
Other liabilities	33,301	(13,411)	(6,038)	(5,674)
<b>Net cash used by operating activities</b>	<b>\$ (827,058)</b>	<b>\$ (674,108)</b>	<b>\$ (139,101)</b>	<b>\$ (81,515)</b>
<b>SUPPLEMENTAL NONCASH ACTIVITIES INFORMATION</b>				
Capital assets acquired through capital leases	-	\$ 2,396		
Capital assets acquired with a liability at year-end	-	4,462		
Gifts of capital assets	\$ 6,820	45,570		
Other noncash gifts			\$ 57,160	\$ 27,522

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