



**UNIVERSITY OF CALIFORNIA, BERKELEY**

**Annual Financial Statements**  
**2022-23**

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## UNIVERSITY OF CALIFORNIA, BERKELEY

**STATEMENTS OF NET POSITION**

(unaudited)

At June 30, 2023 and 2022 (In Thousands of Dollars)

	CAMPUS*		FOUNDATION	
	2023	2022	2023	2022
<b>ASSETS</b>				
Cash and cash equivalents	\$ 325,985	\$ 411,869	\$ 194,892	\$ 168,791
Accounts receivable, net	250,497	231,722		
Pledges receivable, net	7,305	13,764	87,513	277,848
Notes and mortgages receivable, net	4,547	3,245		
Inventories	5,546	5,713		
Other current assets	13,323	9,168	933	760
<b>Current assets</b>	<b>607,203</b>	<b>675,481</b>	<b>283,338</b>	<b>447,399</b>
Investments	5,945,945	5,300,784	3,066,988	2,802,329
Investments held by trustees	4,676	5,334		
Pledges receivable, net	7,384	8,912	186,144	145,370
Notes and mortgages receivables, net	14,278	14,386		
Capital assets, net	3,951,714	3,881,211		
Other noncurrent assets	138,697	137,077	4,169	4,527
<b>Noncurrent assets</b>	<b>10,062,694</b>	<b>9,347,704</b>	<b>3,257,301</b>	<b>2,952,226</b>
<b>Total assets</b>	<b>10,669,897</b>	<b>10,023,185</b>	<b>3,540,639</b>	<b>3,399,625</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	<b>537,780</b>	<b>793,381</b>		
<b>LIABILITIES</b>				
Accounts payable	99,881	67,164	4,148	4,037
Accrued salaries & benefits	66,068	77,005		
Unearned revenue	325,677	281,003		8,500
Commercial paper	109,963	104,773		
Current portion of long-term debt	404,859	136,585		
Other current liabilities	47,637	50,651	6,800	6,948
<b>Current liabilities</b>	<b>1,054,085</b>	<b>717,181</b>	<b>10,948</b>	<b>19,485</b>
Federal refundable loans	7,518	8,707		
Long-term debt	2,207,252	2,488,513		
Net pension liability	1,366,907	1,440,938		
Pension payable to University	462,878	435,638		
Net retiree health benefits liability	1,565,717	1,431,068		
Other noncurrent liabilities	64,873	66,263	73,316	73,728
<b>Noncurrent liabilities</b>	<b>5,675,145</b>	<b>5,871,127</b>	<b>73,316</b>	<b>73,728</b>
<b>Total liabilities</b>	<b>6,729,230</b>	<b>6,588,308</b>	<b>84,264</b>	<b>93,213</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>	<b>1,126,772</b>	<b>1,301,028</b>	<b>56,904</b>	<b>53,271</b>
<b>NET POSITION</b>				
Net investment in capital assets	1,460,269	1,125,318		
Restricted:				
Nonexpendable: Endowments and gifts	426,461	421,215	1,770,040	1,650,764
Expendable: Endowments and gifts	3,269,430	3,241,002	1,625,559	1,599,345
Unrestricted	(1,804,485)	(1,860,305)	3,872	3,032
<b>Total net position</b>	<b>\$ 3,351,675</b>	<b>\$ 2,927,230</b>	<b>\$ 3,399,471</b>	<b>\$ 3,253,141</b>

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

At June 30, 2023 and 2022 (In Thousands of Dollars)

	CAMPUS*		FOUNDATION	
	2023	2022	2023	2022
<b>OPERATING REVENUES</b>				
Student tuition and fees, net	\$ 1,036,402	\$ 1,003,668		
Grants and contracts, net:				
Federal	451,484	429,573		
State	98,686	83,039		
Private	243,133	225,498		
Local	7,062	8,061		
Educational activities, net	125,123	111,267		
Auxiliary enterprises, net	207,937	180,188		
Campus foundation private gifts			\$ 347,703	\$ 587,289
Other operating revenues, net	124,570	118,179		
<b>Total operating revenues</b>	<b>2,294,397</b>	<b>2,159,473</b>	<b>347,703</b>	<b>587,289</b>
<b>OPERATING EXPENSES</b>				
Salaries and wages	1,567,054	1,449,043		
Pension benefits	319,923	276,612		
Retiree health benefits	36,150	49,083		
Other employee benefits	360,614	354,393		
Supplies and materials	159,785	180,483		
Depreciation and amortization	278,122	255,798		
Scholarships and fellowships	146,412	160,461		
Utilities	31,930	45,721		
Campus foundation grants			556,182	346,592
Other operating expenses	683,749	528,101	13,436	15,180
<b>Total operating expenses</b>	<b>3,583,739</b>	<b>3,299,695</b>	<b>569,618</b>	<b>361,772</b>
<b>Operating (loss)/income</b>	<b>(1,289,342)</b>	<b>(1,140,222)</b>	<b>(221,915)</b>	<b>225,517</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>				
State educational appropriations	514,476	491,949		
State financing appropriations	24,338	24,741		
Build America Bonds federal interest subsidies	9,195	9,138		
Direct government grants	3,429	66,545		
Federal Pell Grants	52,907	48,180		
Private gifts, net	414,062	391,642		
Investment income:				
Short-Term Investment Pool and other, net	85,944	46,209		
Endowment, net	122,025	107,893		
Campus foundation			27,380	10,749
Net appreciation/(depreciation) in fair value of investments	284,294	(613,501)	230,831	(345,258)
Interest expense	(105,197)	(109,134)		
Other nonoperating revenues, net	44,691	39,124		
<b>Net nonoperating revenues</b>	<b>1,450,164</b>	<b>502,786</b>	<b>258,211</b>	<b>(334,509)</b>
<b>Income (Loss) before other changes in net position</b>	<b>160,822</b>	<b>(637,436)</b>	<b>36,296</b>	<b>(108,992)</b>
<b>OTHER CHANGES IN NET POSITION</b>				
Capital gifts and grants, net	261,670	130,263		
Permanent endowments			110,034	169,549
<b>Change in net position</b>	<b>422,492</b>	<b>(507,173)</b>	<b>146,330</b>	<b>60,557</b>
<b>NET POSITION</b>				
Beginning of year	2,927,230	3,434,403	3,253,141	3,192,584
Cumulative effect of accounting change	1,953			
<b>End of year</b>	<b>\$ 3,351,675</b>	<b>\$ 2,927,230</b>	<b>\$ 3,399,471</b>	<b>\$ 3,253,141</b>

\* For footnote disclosures, please see the Systemwide Annual Financial Report for FY2022-23 located at <https://www.ucop.edu/uc-controller/financial-reports/annual-financial-reports.html>

## UNIVERSITY OF CALIFORNIA, BERKELEY

**STATEMENTS OF CASH FLOWS** (unaudited)

Years Ended June 30, 2023 and 2022 (In Thousands of Dollars)

	CAMPUS		FOUNDATION	
	2023	2022	2023	2022
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Student tuition and fees	\$ 1,036,505	\$ 1,004,683		
Grants and contracts	827,874	832,322		
Educational activities	126,724	104,025		
Auxiliary enterprises	214,415	197,134		
Collection of loans from students and employees	(1,391)	(431)		
Campus foundation private gifts			\$ 475,417	\$ 269,848
Payments to employees	(1,566,941)	(1,448,402)		
Payments for other employee benefits	(555,973)	(526,742)		
Payments to suppliers and utilities	(831,494)	(706,651)	(13,127)	(14,681)
Payments for scholarships and fellowships	(146,412)	(160,461)		
Loans issued to students and employees	197	2,240		
Payments to campus and beneficiaries			(562,972)	(353,868)
Other receipts/(payments)	62,417	(86,075)	2,252	2,201
<b>Net cash used by operating activities</b>	<b>(834,079)</b>	<b>(788,358)</b>	<b>(98,430)</b>	<b>(96,500)</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
State educational appropriations	514,040	492,264		
Federal Pell grants	55,046	48,821		
Direct government grants	3,429	66,545		
Borrowing from line-of-credit			95,000	80,000
Repayment of line-of-credit			(95,000)	(80,000)
Gifts received for other than capital purposes:				
Private gifts for permanent endowments			95,200	135,136
Other private gifts	422,049	396,247		
Student direct lending receipts	166,303	157,079		
Student direct lending payments	(166,303)	(157,079)		
Proceeds from debt issuance	-	-		
Commercial paper financing:				
Payments of principal	(3,675)	(3,675)		
Other receipts	41,529	33,703		
<b>Net cash provided by noncapital financing activities</b>	<b>1,032,418</b>	<b>1,033,905</b>	<b>95,200</b>	<b>135,136</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Commercial paper financing:				
Proceeds from issuance	50,059	51,948		
Payments of principal	(40,183)	-		
Interest Paid	(1,012)	-		
State financing appropriations	24,338	24,741		
Build America Bonds federal interest subsidies	13,763	4,569		
Capital gifts and grants	240,222	67,476		
Proceeds from debt issuance	70,622	87,636		
Proceeds from the sale of capital assets	216	154		
Purchase of capital assets	(333,451)	(90,111)		
Repayment of other borrowings	-	(114)		
Scheduled principal paid on debt	(74,371)	(67,791)		
Interest paid on debt	(103,623)	(106,097)		
Other receipts	22,095	20,108		
<b>Net cash used by capital and related financing activities</b>	<b>(131,325)</b>	<b>(7,481)</b>		
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Proceeds from sale & maturities of investments			410,164	539,097
Other investments	122,025	107,893		
Purchases of investments	-	(653,827)	(422,403)	(565,618)
Investment income, net of investment expenses	(274,923)	46,209	27,380	10,749
<b>Net cash (used)/provided by investing activities</b>	<b>(152,898)</b>	<b>(499,725)</b>	<b>15,141</b>	<b>(15,772)</b>
<b>Net change in cash and cash equivalents</b>	<b>(85,884)</b>	<b>(261,659)</b>	<b>11,911</b>	<b>22,864</b>
<b>Cash and cash equivalents, beginning of year</b>	<b>411,869</b>	<b>673,528</b>	<b>29,997</b>	<b>7,133</b>
<b>Cash and cash equivalents, end of year</b>	<b>\$ 325,985</b>	<b>\$ 411,869</b>	<b>\$ 41,908</b>	<b>\$ 29,997</b>

## UNIVERSITY OF CALIFORNIA, BERKELEY

**STATEMENTS OF CASH FLOWS** (continued)

Years Ended June 30, 2023 and 2022 (In Thousands of Dollars)

	CAMPUS		FOUNDATION	
	2023	2022	2023	2022
<b>RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES</b>				
Operating (loss)/income	\$ (1,289,342)	\$ (1,140,222)	\$ (221,915)	\$ 225,517
Adjustments to reconcile operating loss to net cash used by operating activities:				
Depreciation and amortization expense	278,122	255,798		
Noncash gifts			(13,403)	(41,475)
Allowance for uncollectible accounts	3,354	2,805	(5,349)	6,431
Loss on impairment of capital assets	1,172	4,401		
Change in assets and liabilities:				
Accounts and pledges receivables	(28,400)	55,226	154,910	(278,563)
Inventories	167	(530)		
Other assets	(5,025)	(130,868)	122	1,238
Accounts payable	21,723	19,807	1,014	(3,484)
Accrued salaries	(264)	535		
Employee benefits	5,449	15,273		
Unearned revenue	44,675	16,007	(8,500)	3,500
Net pension liability	158,359	128,967		
Net retiree health benefits liability	367	14,742		
Other liabilities	(24,436)	(30,299)	(5,309)	(9,664)
<b>Net cash used by operating activities</b>	<b>\$ (834,079)</b>	<b>\$ (788,358)</b>	<b>\$ (98,430)</b>	<b>\$ (96,500)</b>
<b>SUPPLEMENTAL NONCASH ACTIVITIES INFORMATION</b>				
Capital assets acquired through capital leases	\$ 54,071	\$ 9,725		
Capital assets purchased	16,914	5,920		
Gifts of capital assets	21,448	62,787		
Other noncash gifts			\$ 26,771	\$ 66,653

**SUPPLEMENTAL SCHEDULES** (unaudited)

At June 30, 2023 and 2022 (In Thousands of Dollars)

**Cash and Investments**

Summary of Campus cash and cash equivalents and investments as of June 30 is shown in Table 1:

**Table 1: Cash and Investments**

	2023	2022
<b>ASSETS</b>		
Cash and cash equivalents	\$ 29,969	\$ 26,470
Short Term Investment Pool (STIP)	296,016	385,399
<b>Current assets</b>	<b>325,985</b>	<b>411,869</b>
General Endowment Pool (GEP)	4,497,534	4,300,201
Total Return Investment Pool (TRIP)	1,448,411	1,000,583
<b>Noncurrent assets</b>	<b>5,945,945</b>	<b>5,300,784</b>
<b>Total</b>	<b>\$ 6,271,930</b>	<b>\$ 5,712,653</b>

**Capital Assets**

The Campus capital asset activity for the years ended June 30 is shown in Table 2:

**Table 2: Campus Capital Asset Activity**

	2022	ADDITIONS/ TRANSFERS	DISPOSALS	2023
<b>ORIGINAL COST</b>				
Land	\$ 133,617	\$ 3,389	-	\$ 137,006
Infrastructure	78,632	886	-	79,518
Buildings and improvements	5,532,101	52,968	(1,811)	5,583,258
Equipment, software and intangibles	717,673	89,275	(32,209)	774,739
Leases	104,407	56,908	(7,755)	153,560
Subscription-based IT arrangements	-	12,947	(522)	12,425
Libraries and collections	1,154,520	34,782	(4,116)	1,185,186
Special collections	213,863	10,835	(7)	224,691
Construction in progress	152,188	111,696	-	263,884
<b>Capital assets, at original cost</b>	<b>\$ 8,087,001</b>	<b>\$ 373,686</b>	<b>\$ (46,420)</b>	<b>\$ 8,414,267</b>
	2022	DEPRECIATION AND AMORTIZATION	DISPOSALS	2023
<b>ACCUMULATED DEPRECIATION AND AMORTIZATION</b>				
Infrastructure	\$ 47,821	\$ 2,714	-	\$ 50,535
Buildings and improvements	2,692,881	159,597	(2,082)	2,850,396
Equipment, software and intangibles	543,422	64,125	(17,226)	590,321
Leases	36,363	16,150	(4,219)	48,294
Subscription-based IT arrangements	-	6,066	(522)	5,544
Libraries and collections	885,303	32,434	(274)	917,463
<b>Accumulated depreciation and amortization</b>	<b>\$ 4,205,790</b>	<b>\$ 281,086</b>	<b>\$ (24,323)</b>	<b>\$ 4,462,553</b>
<b>Capital assets, net</b>	<b>\$ 3,881,211</b>			<b>\$ 3,951,714</b>

## Outstanding Debt

Summary of Campus current and noncurrent Debt as of June 30 is shown in Table 3:

**Table 3: Outstanding Debt**

	2023	2022
<b>LIABILITIES</b>		
Commercial paper	\$ 109,963	\$ 104,773
Revenue bonds	113,491	119,813
Mortgages and other borrowings	2,686	2,686
Finance Obligations	17,287	14,086
Central bank debt	271,395	
<b>Current liabilities</b>	<b>514,822</b>	<b>241,358</b>
Revenue bonds	2,105,252	2,426,778
Finance Obligations	102,000	61,735
<b>Noncurrent liabilities</b>	<b>2,207,252</b>	<b>2,488,513</b>
<b>Total</b>	<b>\$ 2,722,074</b>	<b>\$ 2,729,871</b>

## Deferred Outflows and Inflows of Resources

The composition of deferred outflows of resources for the Campus at June 30 are summarized in Table 4.1:

**Table 4.1: Deferred Outflows**

	2023	2022
Net pension liability	\$ 190,426	\$ 404,088
Net retiree health benefits liability	319,881	351,656
Debt refunding	16,333	29,333
Asset retirement obligations	11,140	8,304
<b>Total</b>	<b>\$ 537,780</b>	<b>\$ 793,381</b>

The composition of deferred inflows of resources for the Campus at June 30 are summarized in Table 4.2:

**Table 4.2: Deferred Inflows**

	2023	2022
Service concession arrangements	\$ 184,461	\$ 188,280
Net pension liability	64,184	72,695
Net retiree health benefits liability	712,360	878,418
Debt refunding	8,643	9,585
Leases	157,124	152,050
<b>Total</b>	<b>\$ 1,126,772</b>	<b>\$ 1,301,028</b>