

VII. STANDING COMMITTEES

B. Finance, Audit and Facilities Committee

Internal Lending Program Quarterly Report

For information only.

Attachment

Internal Lending Program Quarterly Report for Quarter Ended June 30, 2009

Average
Cost of
Debt
4.7%

Internal Lending Program Quarterly Report

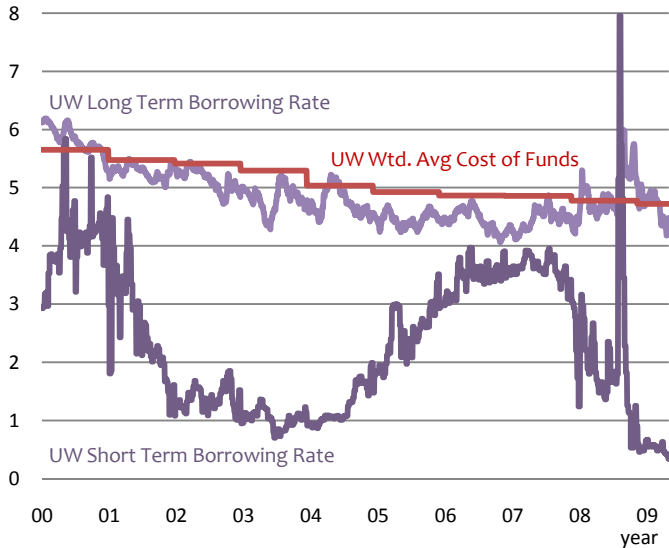
Quarter Ended June 30, 2009

(dollars in millions)

Internal
Lending
Rate
5.5%

Interest Rates

Short term rates have remained low and the yield curve continues to be steep, putting the ILP rate about 35 basis points above the long term external rate.



External Borrowing

The UW issued \$76M in fixed rate taxable bonds in June 2009 under the Build America Bonds program. The bonds have a net interest rate of 3.97% and a weighted average maturity of 30 years.

Debt Issued to Fund ILP	Issued FY09	Total Outstanding	Wtd. Avg Rate	Wtd. Avg Maturity (yrs)
Commercial Paper	30	30	0.6%	0.05
Variable Rate	0	0	n/a	n/a
Fixed Rate	76	621	4.6%	15.9
ILP Total	106	651	4.4%	15.1
Non-ILP Debt	0	376	5.1%	13.1
Total Debt	106	1,027	4.7%	14.4

Note: Used \$76M of \$100M authorization for FY2009.

Internal Lending

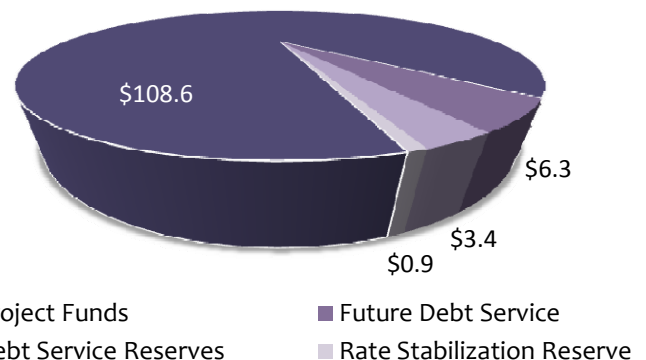
Projects approved in the prior quarter were Housing Phase 1 (\$164M) and Molecular Engineering (\$78M).

	As of 6/30/08	FY09	Total
Approved Project Budget			
Internal Loans	207	294	501
Cash	34	77	111
Total Approved Budget	241	371	612
Capital Expenditures Funded to Date			
Internal Loans	3	17	20
Cash	13	41	54
Total Funded to Date	16	58	74

Cash Position

ILP balances increased by \$67.6M (net) over prior quarter primarily due to the 2009 debt issuance that is reserved for project funding. Rate stabilization reserves increased by \$0.3M during this quarter.

Beginning Balance Jul-08	\$42.9
Internal Debt Service	\$57.3
External Debt Service	(\$50.2)
Net Debt Proceeds	\$70.3
Expenses	(\$1.1)
Ending Balance Jun-09	\$119.2



Internal Lending Program - Approved Funding

Project Name	Date Approved	Debt	Cash	Total Approved Budget	Spent to Date (all sources)
West Campus Garage Addition	Oct-07	3	15	18	76%
UWMC Expansion	Feb-08	156	9	165	9%
AAALAC Projects	Mar-08	25	3	28	32%
Pediatric Dentistry	Mar-08	11	6	17	8%
Tower Improvements	Mar-08	13	0	13	83%
J-Wing	Jul-08	16	8	24	3%
PACCAR Business School	Jul-08	30	65	95	20%
AAALAC Budget Increase	Nov-08	7	0	7	0%
Housing Phase 1	May-09	164	0	164	1%
Alumni Association TI's	May-09*	2	0	2	4%
Molecular Engineering	Jun-09	74	5	79	3%
Total		501	111	612	12%

* Note: approved under delegated authority.

Project Funding By Source - Actual and Projected

