

IAC REPORT ON FISCAL STATE OF THE ATHLETIC DEPARTMENT

As requested by the Senate, here are the projections of arena debt payments and legacy fund withdrawals by the athletic department over the next five years:

Year	2012	2013	2014	2015	2016
Arena Debt Payment	14.5M	14.5M	14.5M	14.5M	14.5M
Projected Legacy Fund Withdrawal	14.5M	12.5M	11.5m	10.5M	9.5M

Discussion of these numbers, and the question of use of funds from the new PAC-12 media contract, was given by Jamie Moffitt, Executive Senior Associate Athletic Director for Finance & Administration, as follows:

“As one can see from the attached spreadsheet (put together last December) our projections regarding legacy fund withdrawals have not changed. The new PAC-12 media funds, along with funds from increased ticket prices and increased required donation levels were already built into our long term projections. These projections were shared with the IAC and the Senate Arena Bond Financing Subcommittee, among others last fall. These revenue streams are integral to our plan to cover all departmental obligations without using any University general funds. As discussed with the IAC last fall, there has been tremendous growth in the Athletic Department over the past several years. This includes the new baseball program, the new Jaqua Center, PK Park, the new Acrobatics and Tumbling program, Matthew Knight Arena, and the proposed new Casanova complex (including the new football building and the new soccer / lacrosse complex). All of these costs are factored into the long term projections.”

To paraphrase in order to address questions posed more directly, the Pac-12 media funds were included in the department’s models and will go to its general operating budget. There are no plans to take funds from the athletic department’s operating budget and transfer them to the University’s general fund. (Requested year-by-year estimates of the Pac-12 media deal were not available at the time of the report; the IAC can report an update in the fall.)

Respectfully submitted,
Dev Sinha, Chair, on behalf of the
Intercollegiate Athletics Committee