



FY26

Financial Update & Forecast
Quarter 2, Ended 12/31/2025

Executive Summary

The FY26 budget was developed with planned expense reductions to be achieved through employee attrition and disciplined management of non-personnel spending. However, the initial revenue forecast at fall census, combined with an unanticipated reduction in state funding, indicated that expenses continued to outpace revenues and that attrition alone would not be sufficient to achieve the required cost reductions.

In response, division leadership identified both personnel and non-personnel savings to support the university's long-term financial sustainability. As part of this effort, the university made the difficult decision to permanently eliminate 49 filled positions, 26 vacant positions (fully budgeted), and 26 vacant positions that were on hold (minimally budgeted) in FY26. An additional seven faculty positions will be eliminated effective July 1st bringing the total number of positions eliminated as part of the fall actions to 108. Immediate non-personnel reductions were also implemented. Collectively, these measures resulted in a \$2.4 million projected operating outflow, representing a \$3.7 million improvement from the initial projection at fall census.

The forecast has been updated based on results through the second fiscal quarter and now reflects a \$2.9 million projected operating outflow (Table 5), an increase in projected outflow of \$0.4 million from the first-quarter forecast. As previously reported, the underlying operating deficit is more pronounced when Foundation/Donor restricted support and Capital funds are excluded (Table 2).

Based on first-quarter results, the projected underlying deficit was \$7.1 million. This improved by \$0.2 million to \$6.8 million based on second-quarter results.

FY26 Forecast without Capital and Foundation (in millions)	Forecast based on First Quarter Results	Forecast based on Second Quarter Results	Variance Fav/(Unfav)
Net Student Revenues	107.5	107.6	0.1
Foundation Unrestricted Institutional Support	2.0	2.0	-
Other Revenues	84.8	84.6	(0.3)
NET OPERATING REVENUES	194.3	194.2	(0.2)
Personnel Expenses	132.4	133.2	(0.7)
Non-personnel Expenses	53.0	51.9	1.0
Debt, Notes Payable & Multiyear	16.0	15.9	0.1
TOTAL OPERATING EXPENSES	201.4	201.0	0.4
NET OPERATING INFLOW / (OUTFLOW)	(7.1)	(6.8)	0.2

Cash

Total cash, as of December 31, 2025, is \$102.2 million, with \$35.2 million in reserves (uncommitted cash).

Figure 1. Cash at December 31, 2025

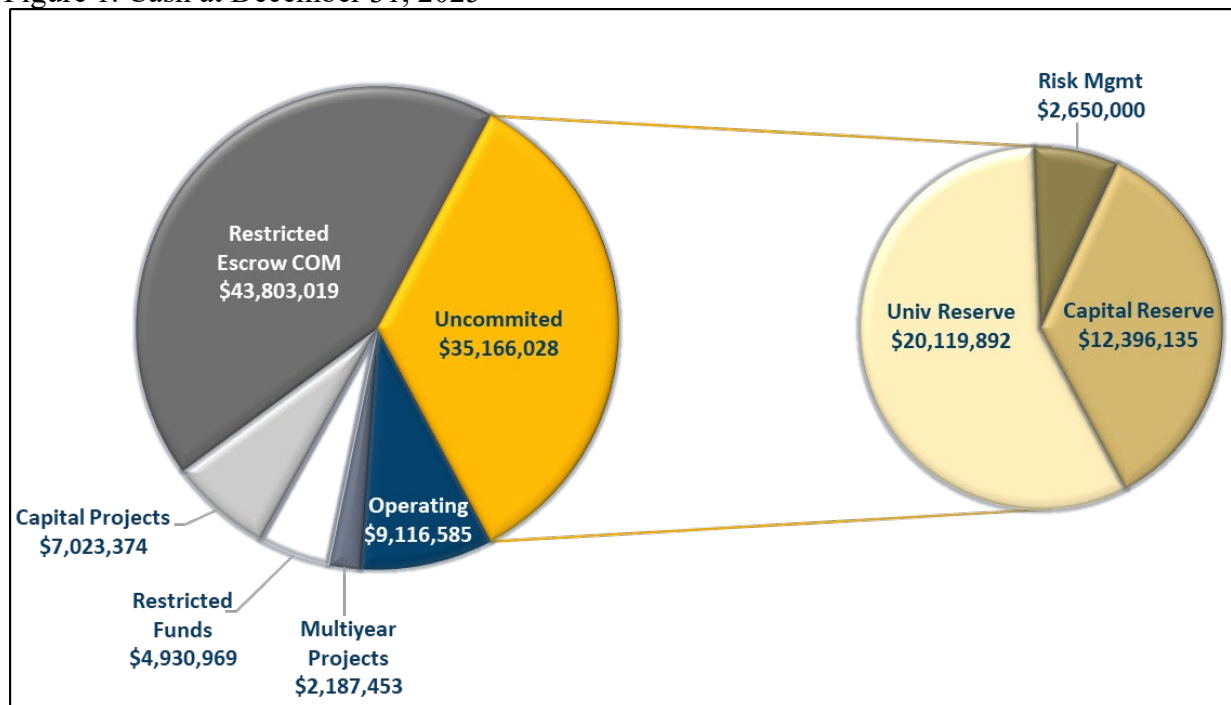


Table 1. Committed and Uncommitted Cash

	FY24 End 06/30/24	FY25 End 06/30/25	FY26 Begin 07/01/25	FY26 Current 12/31/25	FY26 Forecast 06/30/26
Committed Cash					
Operating Budget	\$ 19,084,988	\$ 8,527,181	\$ 8,527,181	\$ 11,304,038	\$ 5,907,125
Capital Projects	11,195,159	14,062,031	16,061,618	7,023,374	8,678,846
Restricted Funds					
CARES Act Funding	33,853	33,853	33,853	33,853	-
Other Restricted Funds	792,473	(81,054)	(81,054)	4,897,117	(127,281)
Subtotal Committed Cash	31,106,472	22,542,011	24,541,598	23,258,381	14,458,690
Reserves					
Operating Reserve	22,769,892	22,769,892	22,769,892	22,769,892	22,769,892
Capital Reserves	10,914,254	14,514,127	12,514,540	12,396,135	18,302,729
Subtotal Reserves	33,684,147	37,284,020	35,284,433	35,166,028	41,072,621
Cash Balance	\$ 64,790,619	\$ 59,826,031	\$ 59,826,031	\$ 58,424,409	\$ 55,531,311
COM Escrow Reserve ⁽¹⁾	41,250,000	42,973,646	42,973,646	43,803,019	44,623,646
Cash Balance Incl. Escrow⁽²⁾	\$ 106,040,619	\$ 102,799,677	\$ 102,799,677	\$ 102,227,428	\$ 100,154,957

(1) Required escrow for accreditation of the proposed College of Osteopathic Medicine.

(2) UNC's low point in cash balance is typically mid-August.

Cash

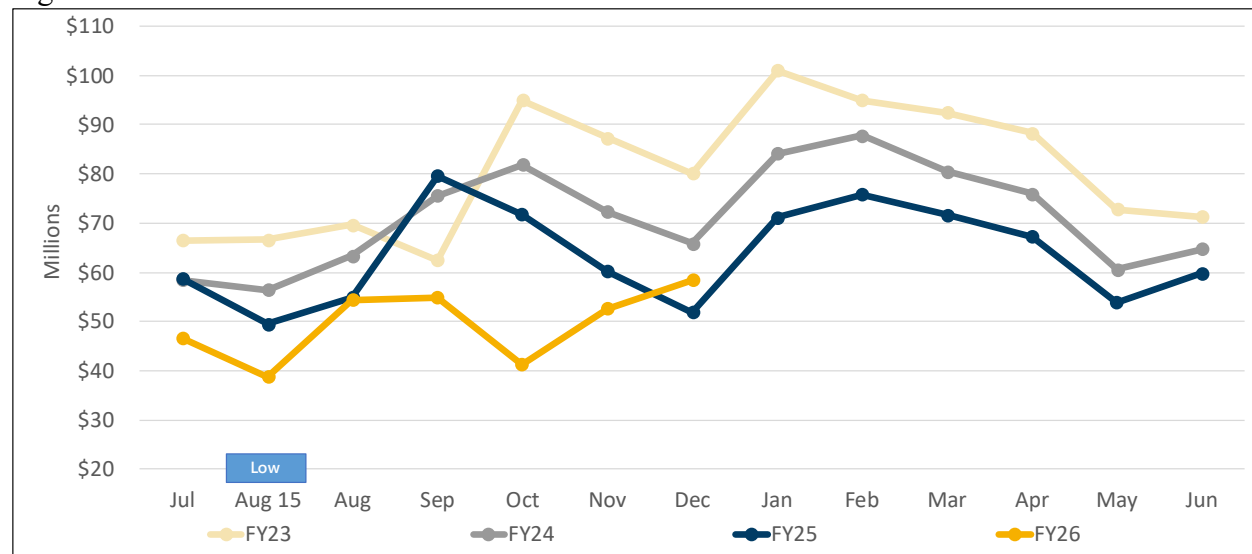
The university's overall year-end cash balances in Table 1, excluding COM escrow, was projected at \$59.7 million based on the first-quarter forecast. The updated projection reflects a decrease of \$4.2 million, primarily attributable to timing of cash payments on the College of Osteopathic Medicine capital project. This amount is expected to be disbursed in FY27, once final construction is complete. The forecast has been adjusted accordingly, resulting in a more accurate reflection of projected year-end cash balances.

The cash flow trend is relatively consistent as shown in Figure 2. The low point during the year traditionally occurs in mid-August and is a good point for benchmarking purposes. This is noted as "Low" in the graph.

The decline in cash during September-December 2024 (FY25) is due to a delay in reimbursement from the State for COM construction expenses of \$8.9M. This has since been resolved and a more regular schedule of reimbursement through the State Treasury has been established.

The timing of State payments in the Fall varies each year. In FY25, the first three months' Fee for Service payments were received in September, while in FY23 and FY24 the first four months' payments were not received until October. In FY26, the first five months' payments were not received until November.

Figure 2. Annual Cash Flow Trend



Operating Budget

Operating Budget Variances (Table 2):

- **Net Operating Revenue:** Forecast is \$7.3 million less than budget. Net operating revenue declined slightly (0.1%) from the first quarter forecast. Other Revenue decreased by \$0.3 million (5.4%), primarily reflecting a \$0.1 million adjustment to dining commissions, as prior-year actuals were elevated due to a one-time catch-up payment related to vending operations, and a \$0.1 million reduction in commencement revenue, as a proposed fee increase was not fully implemented as previously anticipated. This decline was partially offset by a \$0.1 million increase in Net Student Revenue. The anticipated decrease in persistence rates associated with personnel changes did not materialize on the spring census data, contributing to the modest improvement in student revenue.
- **Personnel Expenses:** Forecast is \$2.1 million more than budget. Expenses increased 0.5% from first quarter projections. The most significant variances occurred in Professional Administrative and Classified salaries. This change was primarily due to a formula error in the first quarter forecast that was corrected in the second quarter. The methodology for forecasting personnel expenses is being updated, as estimated vacancy savings – based on monthly termination data – were inadvertently duplicated in the first-quarter model, overstating vacancy savings by approximately \$0.6 million.
- **Non-Personnel Expenses:** Forecast is \$1.3 million less than budget. Expenses decreased 1.9% from the first quarter projections, or \$1.0 million, with the largest reductions occurring in Other Current Expenses and Purchased Services. This decrease reflects continued prudent spending across campus, as well as the reclassification of \$0.3 million in expenses related to the UNC-Anschutz partnership from operating funds to a grant fund.

Operating Budget

Table 2: Operating Budget New Format

	FY25 Actual	FY26 Budget	FY26 Forecast	Variance Budget to Forecast fav/(unfav)
OPERATING REVENUES				
Undergraduate Tuition and Fees	\$ 75,461,924	\$ 77,885,119	\$ 76,474,349	\$ (1,410,770)
Undergraduate Institutional Grants and Scholarships	(22,718,031)	(22,713,434)	(22,941,007)	(227,573)
Undergraduate Net Tuition and Fee Revenue	52,743,893	55,171,685	53,533,342	(1,638,343)
Graduate Tuition and Fees	30,142,813	30,919,447	29,992,924	(926,523)
Graduate Institutional Scholarships and Waivers	(5,389,771)	(5,506,567)	(5,466,774)	39,793
Graduate Net Tuition and Fee Revenue	24,753,041	25,412,880	24,526,150	(886,730)
Room and Board	29,377,890	32,617,511	30,589,856	(2,027,655)
Room and Board Waivers	(1,099,976)	(1,085,499)	(1,079,849)	5,650
Net Room and Board Revenue	28,277,914	31,532,012	29,510,007	(2,022,005)
NET STUDENT REVENUES	105,774,849	112,116,577	107,569,499	(4,547,078)
State Funding	69,004,345	70,554,317	70,005,817	(548,500)
Subtotal State and Federal Funding	69,004,345	70,554,317	70,005,817	(548,500)
Foundation Restricted Gifts for Operations	-	1,000,000	-	(1,000,000)
Foundation Restricted Capital Gifts	-	-	-	-
Foundation Unrestricted Institutional Support	2,000,000	2,000,000	2,000,000	-
Subtotal Foundation	2,000,000	3,000,000	2,000,000	(1,000,000)
Other Auxiliary Services (Athletics, Food serv., Senior meals)	8,273,366	8,071,528	8,117,416	45,888
Other Revenue (Orientation, Serv. Chgs., misc.)	5,064,580	4,766,872	4,168,806	(598,066)
Net Non-Operating Rev. (Interest, rebates, broadband lease, oil & gas)	2,892,315	2,891,444	2,289,086	(602,358)
Subtotal Other Revenue	16,230,261	15,729,844	14,575,308	(1,154,536)
NET OPERATING REVENUES	193,009,455	201,400,738	194,150,624	(7,250,114)
OPERATING EXPENSES				
Faculty Salaries	40,001,172	39,672,114	40,511,337	(839,223)
Professional Administrative Salaries	40,769,615	38,630,187	39,292,503	(662,316)
Classified Salaries	15,045,843	14,827,463	14,043,609	783,854
Graduate Stipends	4,506,126	4,702,525	4,331,187	371,338
Student and Other Wages	4,166,534	3,608,673	3,510,102	98,571
Fringe Benefits	30,523,492	29,629,476	31,474,000	(1,844,523)
Subtotal Personnel Expenses	135,012,783	131,070,438	133,162,738	(2,092,300)
Cost of Sales	14,786,870	13,649,323	13,431,658	217,665
Utilities	6,384,297	6,542,896	6,808,243	(265,346)
Travel	3,669,573	3,717,567	3,622,310	95,257
Other Current Expenses	12,095,020	13,377,566	12,715,899	661,667
Purchased Services	12,084,074	11,456,970	11,188,856	268,114
Supplies	3,119,045	3,127,704	2,645,506	482,198
Cost Allocation and Recoveries	(429,434)	(338,167)	(271,145)	(67,022)
Capital (Library Materials, misc.)	2,204,736	1,689,470	1,808,450	(118,980)
Subtotal Non-personnel Expenses	53,914,181	53,223,329	51,949,777	1,273,552
Debt Service on Bonds and Notes Payable	12,643,371	12,578,830	12,578,830	0
Multiyear Projects	3,731,060	3,526,807	3,307,454	219,353
Subtotal Debt & Notes Payable, Multiyear	16,374,431	16,105,637	15,886,284	219,353
TOTAL OPERATING EXPENSES	205,301,395	200,399,403	200,998,798	(599,395)
NET OPERATING INFLOW / (OUTFLOW)	(12,291,940)	1,001,335	(6,848,174)	(7,849,509)

Operating Budget

Table 3: Transfers and Other Activity Affecting Operations New Format

TRANSFERS AND OTHER ACTIVITY UTILIZING CURRENT YEAR REVENUES	FY25 Actual	FY26 Budget	FY26 Forecast	Variance Budget to Forecast fav/(unfav)
Balance from Table Above	(12,291,940)	1,001,335	(6,848,174)	(7,849,509)
Transfers from Operations to Capital				
Foundation Capital Transfer(s)	-	-	-	-
Transfers to Capital Reserves				
From Student Fees	(9,641)	(100,000)	-	100,000
From Housing and Dining	-	(100,000)	-	100,000
From Parking	-	-	-	-
From General Operations	(59,999)	(60,000)	(4,263)	55,737
Subtotal Transfers	(69,640)	(260,000)	(4,263)	255,737
NET OPERATING RESULT AFTER TRANSFERS	(12,361,580)	741,335	(6,852,437)	(7,593,772)
Other Changes in Balance Sheet/Timing				
Change in FFS AR from COF switch, Other YE receivables from State	1,076,928	(204,508)	4,599,178	4,803,686
Return of Perkins Loan Cash to Dept of Ed	37,406	40,000	32,000	(8,000)
Changes in Non-cash Assets	277,568	-	-	-
Changes in Non-cash Liabilities	(1,144,312)	-	-	-
Unrealized (Gain) / Loss from State Treasury	401,559	-	-	-
Other, incl. Fin Stmt Adj and Agency Funds	1,156,164	(53,773)	(398,798)	(345,025)
Subtotal Other Changes	1,805,313	(218,281)	4,232,380	4,450,661
NET CHANGE IN OPERATING CASH	(10,556,266)	523,054	(2,620,057)	(3,143,111)

Table 4: Estimated Net Savings from Mid-year Budget Reductions

	FY26 Budget Reductions	FY27 Budget Impacts
Personnel related savings	(2,836,608)	(7,942,967)
Non-personnel related savings	(890,156)	(766,387)
TOTAL SAVINGS	(3,726,764)	(8,709,354)

Table 5: Operating Budget Old Format

	FY26 Forecast without Capital and Foundation	Capital Reserves	Foundation / Donor Support	FY26 Forecast (previous format)
Net Student Revenues	107,569,499	3,798,767	-	111,368,267
Foundation Revenues	2,000,000	-	12,485,994	14,485,994
Other Revenues	84,581,125	-	-	84,581,125
NET OPERATING REVENUES	194,150,624	3,798,767	12,485,994	210,435,386
Personnel Expenses	133,162,738	-	7,427,478	140,590,216
Non-personnel Expenses	51,949,777	-	4,879,705	56,829,482
Debt, Notes Payable & Multiyear	15,886,284	-	-	15,886,284
TOTAL OPERATING EXPENSES	200,998,798	-	12,307,183	213,305,982
NET OPERATING INFLOW / (OUTFLOW)	(6,848,174)	3,798,767	178,811	(2,870,596)
Foundation Capital Transfer(s)	-	-	(178,811)	(178,811)
Transfers to Capital Reserves	(4,263)	(3,798,767)	-	(3,803,030)
Other Changes in Balance Sheet/Timing	4,232,380	-	-	4,232,380
NET CHANGE IN OPERATING CASH	(2,620,056)	-	-	(2,620,056)

Tuition and Room & Board Discounting

The institutional discount rate demonstrates the financial impact on UNC of offering scholarships and waivers funded by institutional revenue. The tuition and fee revenue includes capital fee revenue to reflect the actual discount rate and net tuition revenue per student FTE.

Table 6. Undergraduate Tuition and Fee Discounting

	FY25 Actual	FY26 Budget	FY26 Forecast	Variance Budget to Forecast fav/(unfav)
Undergraduate Tuition & Fees	78,661,414	\$81,214,155	79,893,240	\$ (1,320,915)
UG Institutional Grants and Scholarships	(22,718,031)	(22,713,434)	(22,941,007)	(227,573)
Net Tuition Revenue	\$55,943,383	\$58,500,721	\$56,952,233	\$ (1,548,488)
Discount Rate	28.9%	28.0%	28.7%	0.7%
Net Tuition Revenue Per FTE	\$ 10,242	\$ 10,754	\$ 10,417	\$ (336)
FTE	5,462	5,440	5,467	27

Table 7. Graduate Tuition and Fee Discounting

	FY25 Actual	FY26 Budget	FY26 Forecast	Variance Budget to Forecast fav/(unfav)
Graduate Tuition & Fees	\$30,509,356	\$31,317,524	\$30,372,801	\$ (944,723)
GR Institutional Scholarships and Waivers	(5,389,771)	(5,506,567)	(5,466,774)	39,793
Net Tuition Revenue	\$25,119,585	\$25,810,957	\$24,906,027	\$ (904,930)
Discount Rate	17.7%	17.6%	18.0%	0.4%
Net Tuition Revenue Per FTE	\$ 15,178	\$ 15,874	\$ 15,874	\$ (0)
FTE	1,655	1,626	1,569	(57)

Table 8. Room and Board Discounting

	FY25 Actual	FY26 Budget	FY26 Forecast	Variance Budget to Forecast fav/(unfav)
Room & Board Revenue	\$29,377,890	\$32,617,511	\$30,589,856	\$ (2,027,655)
Room & Board Waivers	(1,099,976)	(1,085,499)	(1,079,849)	5,650
Net Room & Board Revenue	\$28,277,914	\$31,532,012	\$29,510,007	\$ (2,022,005)
Discount Rate	3.7%	3.3%	3.5%	0.2%
Fall Opening Occupancy	2,227	2,326	2,227	(99)
Paid Equivalency*	62.8%	66.4%	62.2%	-4.2%

*Paid Equivalency is basically an FTE for Housing; it converts partial year room payments into fractions and is portrayed as a percentage of design capacity.

Multiyear Projects

The approved FY26 budget for Multiyear Projects was \$3.5 million, which is the combination of newly authorized expenditures plus balances from previous fiscal year's unexpired projects. The FY26 forecast is \$3.3 million, or \$0.2 million lower than budget.

Table 9. Multiyear Projects

	FY25 Actual	FY26 Budget	FY26 Forecast	Variance Budget to Forecast fav/(unfav)
Core Projects				
Integrated Student Support Plans				
Student Success Collaborative	\$ 120,542	\$ 126,194	\$ 126,194	\$ -
LEAP	36,289	40,000	38,828	1,172
Subtotal Integrated Student Support Plans	156,831	166,194	165,022	1,172
Academic Portfolio				
Accreditation	182,521	175,000	160,000	15,000
Program Review & Assessment	26,377	20,000	15,000	5,000
Subtotal Academic Portfolio	208,898	195,000	175,000	20,000
Research Scholarship and Creative Works				
Grant Match Funds	222,940	253,330	272,542	(19,212)
Match for Federal Work Study	125,251	130,000	120,600	9,400
Faculty Start-Up Packages	83,384	195,555	119,635	75,920
Faculty Awards & Development	173,915	201,030	127,599	73,431
Center for Inclusion in STEM	27,576	30,000	18,000	12,000
Academic Revitalization & Innovation	185,686	218,989	120,033	98,956
ORSP & Animal Care Facility	369,820	414,352	423,367	(9,015)
Unrestricted Research Incentive	378,893	355,000	465,590	(110,590)
Subtotal Res. Scholarship and Creative Works	1,567,465	1,798,256	1,667,366	130,890
Total Core Projects	1,933,194	2,159,450	2,007,388	152,062
Support Plan Investments				
Website Rebuild and Marketing Strategy	354,640	61,157	61,157	-
Ellucian Banner SaaS Modernization Project	1,312,991	1,180,755	1,195,909	(15,154)
All Other Information Management Plan	93,502	110,445	28,000	82,445
Total Support Projects	1,761,133	1,352,357	1,285,066	67,291
Other Multiyear Projects				
Emergency Management	1,051	-	-	-
Athletics NCAA Distribution	35,683	15,000	15,000	-
Total Other Multiyear Projects	36,734	15,000	15,000	-
Grand Total	\$ 3,731,060	\$ 3,526,807	\$ 3,307,454	\$ 219,353

Capital Projects

Although forecasted expenditures by fiscal year are provided for context, new projects of \$6.2 million were approved by the Board of Trustees and funded at the beginning of FY26, plus the proposed College of Osteopathic Medicine (COM) construction of \$127.5 million which was approved by the Board of Trustees and funded through State-issued Certificates of Participation (COP) at the beginning of FY25. The FY26 forecast (excluding COM) is \$5.8 million less than budget mainly due to delays in State-funded projects. UNC-funded projects are forecast at \$0.5 million less than budget.

Table 10. Capital Projects

Active Capital Projects	Approved Project Budget	Prior Year(s) Actual	FY26 Budget	FY26 Forecast	Variance Budget to Forecast fav/(unfav)	Out Year(s) Forecast
UNC Funded Projects						
FY26 projects with budgets less than \$200K	\$ 627,837	\$ 956	\$ 415,837	\$ 262,725	\$ 153,112	\$ 361,321
Lawrenson Chilled Water Piping	200,000	-	100,000	191,000	(91,000)	-
Ross Cooling Tower Repair	270,000	-	270,000	250,000	20,000	20,000
Gray Hall Mechanical - UNC Cash	900,000	-	450,000	50,000	400,000	850,000
Capital Equipment funds	101,750	-	79,750	79,750	-	22,000
Projects approved/initiated in a prior year			1,170,003	1,104,630	65,373	371,859
Subtotal of UNC Funded Projects	2,099,587	956	2,485,590	1,938,105	547,485	1,625,180
Foundation Funded Projects						
Women's Basketball Locker Replace	-	-	-	80,000	(80,000)	-
COM - Existing Spaces Set-up	-	-	-	30,000	(30,000)	-
UC SCRC Phase 1 Reno			-	2,461	(2,461)	-
Butler Hancock 202 Film Room			40,000	48,885	(8,885)	-
Kepner Cafe			15,000	27,000	(12,000)	-
Kepner North Entry Plaza and Stair			40,000	10,000	30,000	30,000
UC Block Landscaping Improvements			200,000	-	200,000	-
Subtotal of Foundation Funded Projects	-	-	295,000	198,346	96,654	30,000
State Capital Appropriations						
Controls Upgrade Multiple Buildings	2,155,345	-	538,835	155,345	383,490	2,000,000
Variable Flow Chilled Water Systems	1,986,748	-	298,012	186,748	111,264	1,800,000
Gray Hall Mechanical Sys Imp			7,109,417	3,714,685	3,394,732	4,179,316
Gunter Chiller Replacement			1,368,717	1,376,308	(7,591)	110,000
Ross Chiller Replacement			1,842,472	1,670,710	171,762	200,000
Michener Library Roof Repl			517,104	706,245	(189,141)	-
Wireless First Project			5,011,182	4,150,000	861,182	856,022
Emergency Gray Hall Generator			434,658	37,953	396,705	450,000
Subtotal State Capital Appropriations	4,142,093	-	17,120,397	11,997,994	5,122,403	9,595,337
Total Capital Projects Before COM COP	\$ 6,241,680	\$ 956	\$ 19,900,987	\$ 14,134,445	\$ 5,766,542	\$ 11,250,517
State COM Certificates of Participation (COP)						
College of Medicine construction	127,542,028	32,172,415	90,182,342	86,000,000	4,182,342	9,369,613
Subtotal COM COP	127,542,028	32,172,415	90,182,342	86,000,000	4,182,342	9,369,613
Total Active Capital Projects	\$ 133,783,708	\$ 32,173,371	\$ 110,083,329	\$100,134,445	\$ 9,948,884	\$ 20,620,130

Foundation/Donor Support

The two tables below include donor funds expended by UNC, as opposed to funds raised by the Foundation. Funds are transferred from Foundation-managed accounts monthly after expenditures are recorded; however, capital projects are typically fully funded at the beginning of each project and expenses often cross multiple fiscal years.

Table 11. Donor Support

	FY25 Actual	FY26 Budget	FY26 Forecast	Variance Budget to Forecast fav/(unfav)
REVENUES				
Restricted Gifts for Operations	\$ 7,697,422	\$ 15,059,196	\$ 12,396,623	(2,662,573)
Restricted Capital Gifts	30,000	200,000	178,811	(21,189)
Gifts for Scholarships	6,920,648	6,400,000	6,824,225	424,225
Unrestricted Institutional Support	2,000,000	2,000,000	2,000,000	-
Restricted Grants	231,542	250,000	407,750	157,750
Subtotal Foundation Revenue	16,879,612	23,909,196	21,807,409	(2,101,788)
EXPENSES				
Athletics	1,360,026	930,702	1,598,868	(668,166)
Provost	16,000	-	1,525	(1,525)
Library	263,845	485,990	386,034	99,956
EBS	213,732	374,061	461,234	(87,174)
HSS	236,155	240,868	267,269	(26,401)
MCB	939,736	942,850	1,179,016	(236,166)
NHS	270,476	187,855	266,486	(78,632)
PVA	274,168	44,700	232,251	(187,551)
COM	2,344,952	8,411,157	5,731,892	2,679,265
Stryker Institute	244,244	349,563	237,955	111,608
Tointon Institute	225,673	170,592	213,314	(42,722)
Other	1,174,206	2,899,046	1,820,778	1,078,267
Total Restricted Gifts for Operations	7,563,212	15,037,383	12,396,623	2,640,760
College of Medicine pre-construction	76,761	-	-	-
SCRC (Basic Needs Center) renovation	323,791	-	2,461	(2,461)
Butler Hancock film room	44,508	40,000	48,885	(8,885)
Kepner market	1,861	15,000	27,000	(12,000)
Kepner North entry plaza and stair improvement	-	40,000	10,000	30,000
Women's Basketball Locker replacement	-	-	80,000	-
College of Medicine staging	-	-	30,000	-
UC Landscaping Grant	-	200,000	-	200,000
Total Restricted Capital Gifts	446,921	295,000	198,346	206,654
Named and Endowed Scholarships	6,649,907	6,000,000	6,578,000	(578,000)
Athletics Scholarships	195,093	210,000	186,225	23,775
Greeley Promise & Other Scholarships	75,648	190,000	60,000	130,000
Total Foundation Scholarships	6,920,648	6,400,000	6,824,225	(424,225)
Unrestricted Support	2,000,000	2,000,000	2,000,000	-
Total Unrestricted Support	2,000,000	2,000,000	2,000,000	-
Frontiers of Science	133,513	100,000	126,000	(26,000)
NHS General Grants	89,142	150,000	279,750	(129,750)
Grants under \$100,000	8,887	-	2,000	(2,000)
Total Grant Support	231,542	250,000	407,750	(157,750)
Subtotal Foundation Expense/Transfers	17,162,323	23,982,383	21,826,944	2,265,439
NET FOUNDATION OPERATING INFLOW/(OUTFLOW)	(282,712)	(73,186)	(19,535)	53,651

Foundation/Donor Support

Table 11a. Foundation Support for Operations by Natural Expense Classifications

	College of Osteopathic Medicine			All Other			Total		
	FY26 Budget	FY26 Forecast	Variance Budget to Forecast fav/(unfav)	FY26 Budget	FY26 Forecast	Variance Budget to Forecast fav/(unfav)	FY26 Budget	FY26 Forecast	Variance Budget to Forecast fav/(unfav)
REVENUES									
Restricted Gifts for Operations	8,409,223	5,731,892	(2,677,331)	6,649,974	6,664,731	14,757	15,059,196	12,396,623	(2,662,573)
Restricted Capital Gifts	-	-	-	200,000	178,811	(21,189)	200,000	178,811	(21,189)
Gifts for Scholarships	-	-	-	6,400,000	6,824,225	424,225	6,400,000	6,824,225	424,225
Unrestricted Institutional Support	-	-	-	2,000,000	2,000,000	-	2,000,000	2,000,000	-
Scholarships	-	-	-	(6,501,767)	(6,913,664)	(411,897)	(6,501,767)	(6,913,664)	(411,897)
Net Foundation Revenue	8,409,223	5,731,892	(2,677,331)	8,748,206	8,754,102	5,896	17,157,429	14,485,994	(2,671,435)
EXPENSES									
Faculty Salaries	2,659,740	1,213,768	1,445,972	444,362	507,202	(62,840)	3,104,102	1,720,970	1,383,133
Prof Admin Salaries	1,742,784	1,712,307	30,477	1,537,603	1,880,527	(342,923)	3,280,387	3,592,834	(312,447)
Classified Salaries	60,139	60,139	-	-	2,727	(2,727)	60,139	62,866	(2,727)
Graduate Stipends	-	-	-	30,545	95,005	(64,460)	30,545	95,005	(64,460)
Student and Other Wages	92,500	90,000	2,500	50,084	280,245	(230,161)	142,584	370,245	(227,661)
Fringe Benefits	1,212,494	952,602	259,892	582,248	632,957	(50,709)	1,794,743	1,585,559	209,183
Subtotal Personnel Expenses	5,767,657	4,028,816	1,738,841	2,644,843	3,398,662	(753,819)	8,412,500	7,427,478	985,022
Cost of Sales	-	-	-	-	4,192	(4,192)	-	4,192	(4,192)
Utilities	-	-	-	-	-	-	-	-	-
Travel	75,000	70,000	5,000	504,262	705,127	(200,865)	579,262	775,127	(195,865)
Other Current Expenses	898,500	300,355	598,145	1,018,032	897,200	120,833	1,916,532	1,197,555	718,978
Purchased Services	1,250,000	1,149,253	100,747	559,177	658,041	(98,865)	1,809,177	1,807,294	1,882
Supplies	380,000	163,468	216,532	651,582	654,233	(2,651)	1,031,582	817,701	213,881
Cost Allocation and Recoveries	40,000	20,000	20,000	57,248	43,127	14,121	97,248	63,127	34,121
Capital	-	-	-	89,314	214,709	(125,395)	89,314	214,709	(125,395)
Foundation Capital Transfer(s)	-	-	-	200,000	178,811	21,189	200,000	178,811	21,189
Subtotal Non-personnel Expenses	2,643,500	1,703,076	940,424	3,079,615	3,355,440	(275,825)	5,723,115	5,058,516	664,599
NET OPERATING RESULT	(1,935)	-	1,935	3,023,749	2,000,000	(1,023,748)	3,021,814	2,000,000	(1,021,814)

Restricted Grants and Contracts

Restricted Grants and Contracts represent funding received from various external sponsors for research activities or student financial aid. The revenue is typically recognized as costs are recorded.

Table 12. Restricted Grants and Contracts

	FY26 Budget	FY26 Actual as of 12/31/25
REVENUE		
Federal grants	\$6,800,000	\$3,605,396
State and local grants	1,950,000	712,200
UNC Foundation grants	250,000	216,818
Other private grants	275,000	61,163
TOTAL REVENUE	9,275,000	4,595,576
EXPENSES		
Faculty Salaries	550,000	423,931
Professional Administrative Salaries	1,650,000	770,969
Classified Salaries	-	-
Graduate Assistants	400,000	294,202
GA Tuition Scholarships	300,000	259,820
Student and Other Wages	1,225,000	124,999
Fringe Benefits	675,000	356,944
Subtotal Personnel Expenses	4,800,000	2,230,865
Grant Facility and Administrative Recovery	850,000	467,833
Scholarships	1,775,000	379,017
Travel	100,000	84,610
Services, Supplies, and Other Non-personnel	1,750,000	1,433,252
Subtotal Non-Personnel Expenses	4,475,000	2,364,711
TOTAL EXPENSES	9,275,000	4,595,576
REVENUE LESS EXPENSES	\$ -	\$ -