\$28,645,000 ILLINOIS FINANCE AUTHORITY

Revenue Bonds

(Benedictine University Project) Series 2013A

\$30,000,000

ILLINOIS FINANCE AUTHORITY

Revenue Bonds

(Benedictine University Project) Series 2017

Annual Disclosure

with respect to:

CUSIPs 45203H: WA6, WB4, WC2, WD0, WE8, WF5, WG3, WH1, WJ7, WK4

CUSIPs 45204E: TX6, TY4, TZ1, UA4, UB2, UC0, UD8, UE6, UF3, UG1, UH9

For the year ending May 31, 2017

Table 2: Undergraduate Applications, Acceptances, and Matriculants (Lisle Campus Only)

	<u>2012-13</u>	2013-14	<u>2014-15</u>	<u>2015-16</u>	2016-17	2017-18
Traditional Freshman						
Applications	1,818	2,109	2,016	1,999	2,152	4,167
Acceptances	1,359	1,466	1,557	1,473	1,584	2,592
Acceptance Rate (%)	74.80%	69.50%	77.20%	73.70%	73.61%	62.20%
Matriculations	497	466	492	399	446	332
Matriculation Rate (%)	36.60%	31.70%	31.50%	27.10%	28.16%	12.81% *
Transfers						
Applications	1,078	1,117	1,076	1,100	1,047	1,121
Acceptances	773	784	773	814	755	727
Acceptance Rate (%)	71.70%	70.10%	71.80%	74.00%	72.11%	64.85%
Matriculations	440	442	415	430	338	320
Matriculation Rate (%)	56.90%	56.30%	53.60%	52.80%	44.77%	44.02%
<u>Total</u>						
Applications	2,896	3,226	3,092	3,099	3,199	5,288
Acceptances	2,132	2,250	2,330	2,287	2,339	3,319
Acceptance Rate (%)	73.60%	69.70%	75.30%	73.80%	73.12%	62.76%
Matriculations	937	908	907	829	784	652
Matriculation Rate (%)	43.90%	40.30%	38.90%	36.20%	33.52%	19.64%

^{*} Benedictine University joined The Common Application as well as partnered with an outside vendor to do lead generation. Both The Common Application and our vendor were able to provide a substantial increase in applications, which in turn decreased our overall yield rate.

Table 3: Benedictine Total Headcount and FTE Enrollment (All Locations)

<u>Headcount</u>	<u>2012-13</u>	2013-14	<u>2014-15</u>	<u>2015-16</u>	2016-17	<u>2017-18</u>
<u>Undergraduate</u>						
<u>Lisle Campus</u>						
Traditional	2,918	2,402	2,398	2,370	2,238	1,988
Adults		558	540	494	397	372
Mesa Campus						
Traditional	n/a	82	149	232	374	425
Adults	n/a	n/a	n/a	1	6	6
Springfield Campus						
Traditional	540	537	501	49	1	1
Adults	266	<u>251</u>	230	201	155	93
Total UG Headcount	3,724	3,830	3,818	3,347	3,171	2,885
<u>Graduate</u>						
Lisle Campus						
Traditional	542	489	467	502	479	502
Online	1,587	1,361	1,349	1,358	1,383	1,273
Non-Traditional	444	419	385	376	465	256
Non-Degrre Seeking	125	139	167	137	140	65
Mesa Campus						
Non-Traditional	n/a	n/a	41	103	102	25
Springfield Campus						
Non-Traditional	94	80	80	131	<u>153</u>	95
Total Graduate Headcount	2,792	2,488	2,489	2,607	2,722	2,216
Total Headcount	6,516	6,318 0	6,307	5,954	5,893	5,101
FTE*						
<u>Undergraduate</u>						
<u>Lisle Campus</u>						
Traditional	2,555	2,277	2,274	2,257	2,148	1,888
Adults		330	308	302	244	247
Mesa Campus						
Traditional	n/a	70	146	230	368	414
Adults	n/a	n/a	n/a	1	3	3
Springfield Campus						
Traditional	498	500	472	46	1	n/a
Adults	132	<u>137</u>	121	2.052	98	2.610
Total UG FTEs	3,185	3,314	3,321	2,953	2,862	2,610
<u>Graduate</u>						
<u>Lisle Campus</u>						
Traditional	268	236	232	258	238	276
Online	687	572	548	525	561	496
Non-Traditional	277	250	169	177	193	112
Non-Degrre Seeking	42	63	69	65	74	22
Mesa Campus	,	,	20	5 0	EC.	10
Non-Traditional	n/a	n/a	39	78	79	18
Springfield Campus	50	<i>(</i> 2)	50	00	100	<i>(</i> 2
Non-Traditional	1 222	1 194	<u>59</u>	99	109	<u>62</u>
Total Graduate FTEs	1,333	1,184	1,116	1,202	1,254	986
Total FTEs	4,518	4,498 0	4,437	4,155	4,116	3,596

^{*}FTE represents the number of full-time students plus one third of part-time students

Table 5: Mean ACT Scores of Matriculating Freshmen (All Locations)

	<u>2012-13</u>	2013-14	<u>2014-15</u>	<u>2015-16</u>	<u>2016-17</u>	<u>2017-18</u>
Class Size	612	635	674	451	557	423
Mean ACT Composite	22	22	22	21	23	23
25 th Percentile ACT Composite	19	19	19	19	19	20
75 th Percentile ACT Composite	24	25	25	24	25	25
Percent in top 10% of high school class	14%	16%	12%	12%	12%	12%
Percent in top 50% of high school class	71%	72%	66%	68%	70%	65%

Table 6: Student Geographic Profile (All Locations)

	<u>2012-13</u>	<u>2013-14</u>	<u>2014-15</u>	<u>2015-16</u>	<u>2016-17</u>	<u>2017-18</u>
Number of States Represented	50	50	50	50	48	49
Percent Students from Illinois	75%	76%	74%	73%	68%	69%
Number of Foreign Countries Represented	16	24	16	18	21	16
Number of Non-Resident Aliens	140	119	132	104	73	61

Table 7: Freshman to Sophomore Undergraduate Student Retention (All Locations)

	<u>2012-13</u>	<u>2013-14</u>	<u>2014-15</u>	<u>2015-16</u>	<u>2016-17</u>	<u>2017-18</u>
Retention (%)	73%	74%	74%	63%	69%	73%
Ta	ble 8: Benedictine Universit	y Tuition, Roo	m and Board (Lisle Campus	Only)	
	<u>2012-13</u>	2013-14	<u>2014-15</u>	<u>2015-16</u>	<u>2016-17</u>	2017-18
	** * * * * * * * * * * * * * * * * * * *	*** * * * * * * * * * * * * * * * * * *		***	A20 T00	400 400

	<u>2012-13</u>	<u>2013-14</u>	<u>2014-15</u>	<u>2015-16</u>	<u>2016-17</u>	<u>2017-18</u>
Tuition	\$24,850	\$25,840	\$27,140	\$28,500	\$30,780	\$32,400
Room and Board	7,927	8,280	8,527	8,853	9,193	9,795
Total	\$32,777	\$34,120	\$35,667	\$37,353	\$39,973	\$42,195

The information presented in the following tables has been extracted from the University and Affiliates' financial statements for the respective years, as audited by BKD LLP CPAs & Advisors and Crowe Horwath LLP. The following table summarizes the Unrestricted Statement of Activities of the University and Founders Woods for the fiscal years ended May 31, 2012 through May 31, 2017.

Table 13: Unrestricted Statement of Activities

Revenue and other support: Tuition and Fees (36,36)142 (36,38)257 (30,38)26 (31,30,46) (31,40,46) (31,40,46) (31,40,46) (31,40,46) (31,40,46) (31,40,46) (31,40,46) (31,40,46) (31,40,46) (31,40,46)<		<u>2012</u>	2013	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	
Res scholarships and grants	Revenue and other support:							
Net tuition and fees 66,546,692 67,803,285 67,673,560 68,145,696 69,139,968 82,535,802 Private gifts and grants 971,811 751,463 2,374,124 1,361,740 2,550,066 1,508,563 Government grants and contracts 15,030,122 14,848,970 15,309,301 15,863,699 16,05,303 1,313,605 Investment income: (803,399) 1,242,819 1,065,182 201,648 (3,392,494) 914,979 Other income 1,191,390 1,022,135 1,434,839 1,269,046 1,103,370 1,204,103 Auxiliary enterprises 5,879,440 6,365,522 6,402,889 7,041,507 7,571,603 7,308,334 Net assets released from restrictions 90,287,22 94,246,831 96,236,599 105,413,764 91,826,927 96,841,697 Total revenue and other support 90,287,22 94,246,831 96,236,599 105,413,764 91,826,927 96,841,697 Total compensation: 36,734,967 39,321,283 42,746,010 41,413,736 39,711,170 42,164,672	Tuition and Fees	\$103,138,614	\$106,390,857	\$109,495,866	\$113,304,614	\$113,250,732	\$118,803,368	
Private gifts and grants 971,811 751,463 2,374,124 1,361,740 2,50,066 1,508,568 Government grants and contracts 15,030,122 14,848,970 15,309,310 15,663,869 13,605,303 14,313,668 Investment income 803,399 1,124,819 1,065,182 201,648 3,392,494 914,979 Other income 1,191,390 1,022,135 1,434,839 1,269,046 1,103,370 1,204,103 Auxiliary enterprises 5,879,440 6,363,522 6,402,889 7,041,507 7,571,603 7,308,354 Net assets released from restrictions 1,471,166 2,214,637 1,976,693 11,530,258 1,249,111 1,938,537 Total revenue and other support 90,287,222 9,246,831 96,236,597 105,413,764 91,860,927 9,841,697 Experience Compensation Salaries 36,734,967 39,321,283 42,746,010 41,413,736 39,711,70 42,164,672 Benefits 9,347,502 103,204,752 10,840,877 10	less scholarships and grants	(36,591,922)	(38,587,572)	(41,822,306)	(45,158,918)	(44,110,764)	(36,267,566)	2
Government grants and contracts 15,030,122 14,848,970 15,309,310 15,863,869 13,605,303 1,431,366 Residen on investments 1,005,182 201,648 (3,392,494) 914,979 Other income 1,191,399 1,222,135 1,434,839 1,269,046 1,103,370 1,204,103 Auxiliary enterprises 5,879,440 6,363,522 6,402,889 7,041,507 7,571,603 7,308,354 Net assets released from restrictions 1,471,166 2,214,637 1,976,693 11,530,258 1,249,111 1,938,537 Total revenue and other support 90,287,222 94,246,831 96,236,597 105,413,764 91,826,927 96,841,697 Salaries 36,734,967 39,321,283 42,746,010 41,413,736 39,711,170 42,164,672 Benefits 9,347,502 10,320,475 10,840,877 10,183,918 9,532,467 10,949,413 Total compensation 46,082,469 49,641,758 <td>Net tuition and fees</td> <td>66,546,692</td> <td>67,803,285</td> <td>67,673,560</td> <td>68,145,696</td> <td>69,139,968</td> <td>82,535,802</td> <td></td>	Net tuition and fees	66,546,692	67,803,285	67,673,560	68,145,696	69,139,968	82,535,802	
Investment income: (803,399) 1,242,819 1,065,182 201,648 (3,392,449) 914,979 Other income 1,191,390 1,022,135 1,434,839 1,269,046 1,103,370 1,204,103 Auxiliary enterprises 5,879,440 6,363,522 6,402,889 7,041,507 7,57,603 3,038,349 Nct assets released from restrictions 1,471,166 2,214,637 1,976,693 11,530,258 1,249,111 1,938,537 Total revenue and other support 90,287,222 942,46831 96,236,597 105,413,764 9,826,927 96,841,697 Expenses Compensation 30,734,967 39,321,283 42,746,010 41,413,736 39,711,70 42,164,672 Benefits 9,347,502 10,320,475 10,840,877 10,183,918 9,532,467 10,949,413 Total compensation 46,082,469 49,41,758 53,586,887 51,976,544 49,243,637 53,114,085 Utilities 2,079,255 2,211,816 2,559,647 2,660,912 2,807,295 2,832,709	Private gifts and grants	971,811	751,463	2,374,124	1,361,740	2,550,066	1,508,556	
Net gain on investments (803,399) 1,242,819 1,065,182 201,648 (3,392,449) 914,979 Other income 1,191,390 1,022,135 1,434,839 1,269,046 1,103,370 1,204,103 Auxiliary enterprises 5,879,440 6,363,522 6,402,889 7,041,507 7,571,603 7,308,354 Net assets released from restrictions 1,471,166 2,214,637 1,976,693 11,530,258 1,249,111 1,938,537 Total revenue and other support 9,287,222 8,246,837 96,365,597 10,541,376 9,826,227 96,841,697 Expenses Compensation Salaries 36,734,967 39,321,283 42,746,010 41,413,736 39,711,170 42,164,672 Benefits 9,347,502 103,304,75 10,840,877 10,183,918 9,532,467 10,949,413 Total compensation 46,082,469 49,461,75s 53,586,887 51,597,654 49,243,637 53,140,682 Utilities 1,255,674 1,255,674 1,255,041 2,660,912	Government grants and contracts	15,030,122	14,848,970	15,309,310	15,863,869	13,605,303	1,431,366	2
Other income 1,191,390 1,022,135 1,348,839 1,269,046 1,103,370 1,204,103 Auxiliary enterprises 5,879,440 6,363,522 6,402,889 7,041,507 7,571,603 7,308,354 Net assets released from restrictions 1,471,166 2,214,637 1,976,693 11,530,258 1,249,111 1,938,537 Total revenue and other support 90,287,222 94,246,831 96,236,597 105,413,764 91,826,927 96,841,697 Express: Compensation: Salaries 36,734,967 39,321,283 42,746,010 41,413,736 39,711,170 42,164,672 Benefits 9,347,502 10,320,475 10,840,877 10,183,918 9,532,467 10,949,413 Total compensation 46,082,469 49,641,758 53,586,887 51,597,654 49,243,637 53,114,085 Utilities 2,079,255 2,211,816 2,559,647 2,660,912 2,807,295 2,832,709 Interest 1,225,674 1,257,698 1,550,188 1,652,014 4,932,627<	Investment income:							
Auxiliary enterprises 5.879,440 6.363,522 6.402,889 7.041,507 7.571,603 7.308,354 Net assets released from restrictions 1.471,166 2.214,637 1.976,693 11,530,258 1.249,111 1.938,537 Total revenue and other support 90,287,222 94,246,831 96,236,597 105,413,764 91,826,927 96,841,697 Expenses: Compensation Salaries 36,734,967 39,321,283 42,746,010 41,413,736 39,711,70 42,164,672 Benefits 9,347,502 10,320,475 10,840,877 10,183,918 9,532,467 10,949,413 Total compensation 46,082,469 49,641,758 53,586,887 51,597,654 49,243,637 53,114,085 Utilities 2,079,255 2,211,816 2,559,647 2,660,912 2,807,295 2,832,709 Depreciation and amortization 3,767,985 41,48,806 5,033,466 4,369,574 4,932,627 5,466,928 Bad debts 72,24,817 62,259,647 2,660,912	Net gain on investments	(803,399)	1,242,819	1,065,182	201,648	(3,392,494)	914,979	
Net assets released from restrictions 1,471,166 2,214,637 1,976,693 11,530,258 1,249,111 1,938,537 Total revenue and other support 90,287,222 94,246,831 96,236,597 105,413,764 91,826,927 96,841,697 Expenses: Compensation: Salaries 36,734,967 39,321,283 42,746,010 41,413,736 39,711,170 42,164,672 Benefits 9,347,502 10,320,475 10,840,877 10,183,918 9,532,467 10,494,413 Total compensation 46,082,469 49,641,758 53,586,887 51,597,654 49,243,637 53,140,892 Utilities 2,079,255 2,211,816 2,559,467 2,660,912 2,807,295 2,832,099 Depreciation and amortization 3,767,985 4,148,860 5,033,466 4,369,574 4,932,627 9,464,928 3,406,928 Bad debts 724,857 642,973 657,027 803,444 737,689 1,177,907 Total expenses 86,881,703	Other income	1,191,390	1,022,135	1,434,839	1,269,046	1,103,370	1,204,103	
Total revenue and other support 90,287,222 94,246,831 96,236,597 105,413,764 91,826,927 96,841,697 Expenses: Compensation: Salaries 36,734,967 39,321,283 42,746,010 41,413,736 39,711,170 42,164,672 Benefits 9,347,502 10,320,475 10,840,877 10,183,918 9,532,467 10,949,413 Total compensation 46,082,469 49,641,758 53,586,887 51,597,654 49,243,637 53,114,085 Utilities 2,079,255 2,211,816 2,559,647 2,660,912 2,807,295 2,832,709 Depreciation and amortization 3,767,985 4,148,860 5,033,466 4,369,574 4,932,627 5,466,928 Interest 1,255,674 1,257,698 1,550,188 1,652,014 2,032,864 1,748,760 Bad debts 724,857 642,973 657,027 803,444 737,689 1,177,907 Supplies and services 32,971,460 31,148,434 32,908,125 32,593,197 34,893,394 32,770,506	Auxiliary enterprises	5,879,440	6,363,522	6,402,889	7,041,507	7,571,603	7,308,354	
Salaries Salaries	Net assets released from restrictions	1,471,166	2,214,637	1,976,693	11,530,258	1,249,111	1,938,537	
Compensation: Salaries 36,734,967 39,321,283 42,746,010 41,413,736 39,711,170 42,164,672 Benefits 9,347,502 10,320,475 10,840,877 10,183,918 9,532,467 10,949,413 Total compensation 46,082,469 49,641,758 53,586,887 51,597,654 49,243,637 53,114,085 Utilities 2,079,255 2,211,816 2,559,647 2,660,912 2,807,295 2,832,709 Depreciation and amortization 3,767,985 4,148,860 5,033,466 4,369,574 4,932,627 5,466,928 Interest 1,255,674 1,257,698 1,550,188 1,652,014 2,032,864 1,748,760 Bad debts 724,857 642,973 657,027 803,444 737,689 1,177,907 Supplies and services 32,971,460 31,148,434 32,908,125 32,593,197 34,893,394 32,770,506 Total expenses 86,881,700 89,051,539 96,295,340 93,676,795 94,647,506 97,110,895 Increase (decrease) in net a	Total revenue and other support	90,287,222	94,246,831	96,236,597	105,413,764	91,826,927	96,841,697	
Salaries 36,734,967 39,321,283 42,746,010 41,413,736 39,711,170 42,164,672 Benefits 9,347,502 10,320,475 10,840,877 10,183,918 9,532,467 10,949,413 Total compensation 46,082,469 49,641,758 53,586,887 51,597,654 49,243,637 53,114,085 Utilities 2,079,255 2,211,816 2,559,647 2,660,912 2,807,295 2,832,709 Depreciation and amortization 3,767,985 4,148,860 5,033,466 4,369,574 4,932,627 5,466,928 Interest 1,255,674 1,257,698 1,550,188 1,652,014 2,032,864 1,748,760 Bad debts 724,857 642,973 657,027 803,444 737,689 1,177,907 Supplies and services 32,971,460 31,148,434 32,908,125 32,593,197 34,893,394 32,770,506 Increase (decrease) in net assets 3,405,522 5,195,292 (58,743) 11,736,969 (2,820,579) (269,198) Transfers from affiliate 124,788	Expenses:							
Benefits 9,347,502 10,320,475 10,840,877 10,183,918 9,532,467 10,949,413 Total compensation 46,082,469 49,641,758 53,586,887 51,597,654 49,243,637 53,114,085 Utilities 2,079,255 2,211,816 2,559,647 2,660,912 2,807,295 2,832,709 Depreciation and amortization 3,767,985 4,148,860 5,033,466 4,369,574 4,932,627 5,466,928 Interest 1,255,674 1,257,698 1,550,188 1,652,014 2,032,864 1,748,760 Bad debts 724,857 642,973 657,027 803,444 737,689 1,177,907 Supplies and services 32,971,460 31,148,434 32,908,125 32,593,197 34,893,394 32,770,506 Increase (decrease) in net assets 3,405,522 5,195,292 (58,743) 11,736,969 94,647,506 97,110,895 Other changes in net assets 1 124,788 - - Interest and dividend income (158,049) 1,210,035 474,510 601,743	Compensation:							
Total compensation 46,082,469 49,641,758 53,586,887 51,597,654 49,243,637 53,114,085 Utilities 2,079,255 2,211,816 2,559,647 2,660,912 2,807,295 2,832,709 Depreciation and amortization 3,767,985 4,148,860 5,033,466 4,369,574 4,932,627 5,466,928 Interest 1,255,674 1,257,698 1,550,188 1,652,014 2,032,864 1,748,760 Bad debts 724,857 642,973 657,027 803,444 737,689 1,177,907 Supplies and services 32,971,460 31,148,434 32,908,125 32,593,197 34,893,394 32,770,506 Total expenses 86,881,700 89,051,539 96,295,340 93,676,795 94,647,506 97,110,895 Increase (decrease) in net assets 3,405,522 5,195,292 (58,743) 11,736,969 (2,820,579) (269,198) Other changes in net assets (158,049) 1,210,035 474,510 601,743 1,079,047 434,191 Investment expenses (23,695) <	Salaries	36,734,967	39,321,283	42,746,010	41,413,736	39,711,170	42,164,672	
Utilities 2,079,255 2,211,816 2,559,647 2,660,912 2,807,295 2,832,709 Depreciation and amortization 3,767,985 4,148,860 5,033,466 4,369,574 4,932,627 5,466,928 Interest 1,255,674 1,257,698 1,550,188 1,652,014 2,032,864 1,748,760 Bad debts 724,857 642,973 657,027 803,444 737,689 1,177,907 Supplies and services 32,971,460 31,148,434 32,908,125 32,593,197 34,893,394 32,770,506 Total expenses 86,881,700 89,051,539 96,295,340 93,676,795 94,647,506 97,110,895 Increase (decrease) in net assets 3,405,522 5,195,292 (58,743) 11,736,969 (2,820,579) (269,198) Other changes in net assets 1,210,035 474,510 601,743 1,079,047 434,191 Investment expenses (23,695) (25,153) (79,159) (142,514) (171,190) (170,243) Change in fair value of interest rate swap agreements (983,762) <	Benefits	9,347,502	10,320,475	10,840,877	10,183,918	9,532,467	10,949,413	
Depreciation and amortization 3,767,985 4,148,860 5,033,466 4,369,574 4,932,627 5,466,928 Interest 1,255,674 1,257,698 1,550,188 1,652,014 2,032,864 1,748,760 Bad debts 724,857 642,973 657,027 803,444 737,689 1,177,907 Supplies and services 32,971,460 31,148,434 32,908,125 32,593,197 34,893,394 32,770,506 Total expenses 86,881,700 89,051,539 96,295,340 93,676,795 94,647,506 97,110,895 Increase (decrease) in net assets 3,405,522 5,195,292 (58,743) 11,736,969 (2,820,579) (269,198) Other changes in net assets: Transfers from affiliate 124,788 - Interest and dividend income (158,049) 1,210,035 474,510 601,743 1,079,047 434,191 Investment expenses (23,695) (25,153) (79,159) (142,514) (171,190) (170,243) Change in fair value of interest rate swap agreements (983,762) 86	Total compensation	46,082,469	49,641,758	53,586,887	51,597,654	49,243,637	53,114,085	
Interest 1,255,674 1,257,698 1,550,188 1,652,014 2,032,864 1,748,760 Bad debts 724,857 642,973 657,027 803,444 737,689 1,177,907 Supplies and services 32,971,460 31,148,434 32,908,125 32,593,197 34,893,394 32,770,506 Total expenses 86,881,700 89,051,539 96,295,340 93,676,795 94,647,506 97,110,895 Increase (decrease) in net assets 3,405,522 5,195,292 (58,743) 11,736,969 (2,820,579) (269,198) Other changes in net assets: Transfers from affiliate 124,788 - Interest and dividend income (158,049) 1,210,035 474,510 601,743 1,079,047 434,191 Investment expenses (23,695) (25,153) (79,159) (142,514) (171,190) (170,243) Change in fair value of interest rate swap agreements (983,762) 867,060 196,663 (48,484) 15,414 557,029 Change in net assets 2,240,016 7,247,234	Utilities	2,079,255	2,211,816	2,559,647	2,660,912	2,807,295	2,832,709	
Bad debts 724,857 642,973 657,027 803,444 737,689 1,177,907 Supplies and services 32,971,460 31,148,434 32,908,125 32,593,197 34,893,394 32,770,506 Total expenses 86,881,700 89,051,539 96,295,340 93,676,795 94,647,506 97,110,895 Increase (decrease) in net assets 3,405,522 5,195,292 (58,743) 11,736,969 (2,820,579) (269,198) Other changes in net assets: Transfers from affiliate 124,788 - Interest and dividend income (158,049) 1,210,035 474,510 601,743 1,079,047 434,191 Investment expenses (23,695) (25,153) (79,159) (142,514) (171,190) (170,243) Change in fair value of interest rate swap agreements (983,762) 867,060 196,663 (48,484) 15,414 557,029 Change in net assets 2,240,016 7,247,234 533,271 12,147,714 (1,772,520) 551,779 Net assets, beginning of year 61,276,569	Depreciation and amortization	3,767,985	4,148,860	5,033,466	4,369,574	4,932,627	5,466,928	
Supplies and services 32,971,460 31,148,434 32,908,125 32,593,197 34,893,394 32,770,506 Total expenses 86,881,700 89,051,539 96,295,340 93,676,795 94,647,506 97,110,895 Increase (decrease) in net assets 3,405,522 5,195,292 (58,743) 11,736,969 (2,820,579) (269,198) Other changes in net assets: Transfers from affiliate 124,788 - Interest and dividend income (158,049) 1,210,035 474,510 601,743 1,079,047 434,191 Investment expenses (23,695) (25,153) (79,159) (142,514) (171,190) (170,243) Change in fair value of interest rate swap agreements (983,762) 867,060 196,663 (48,484) 15,414 557,029 Change in net assets 2,240,016 7,247,234 533,271 12,147,714 (1,772,520) 551,779 Net assets, beginning of year 61,276,569 63,516,585 70,763,819 71,297,090 83,444,804 81,672,284	Interest	1,255,674	1,257,698	1,550,188	1,652,014	2,032,864	1,748,760	
Total expenses 86,881,700 89,051,539 96,295,340 93,676,795 94,647,506 97,110,895 Increase (decrease) in net assets 3,405,522 5,195,292 (58,743) 11,736,969 (2,820,579) (269,198) Other changes in net assets: Transfers from affiliate 124,788 - Interest and dividend income (158,049) 1,210,035 474,510 601,743 1,079,047 434,191 Investment expenses (23,695) (25,153) (79,159) (142,514) (171,190) (170,243) Change in fair value of interest rate swap agreements (983,762) 867,060 196,663 (48,484) 15,414 557,029 Change in net assets 2,240,016 7,247,234 533,271 12,147,714 (1,772,520) 551,779 Net assets, beginning of year 61,276,569 63,516,585 70,763,819 71,297,090 83,444,804 81,672,284	Bad debts	724,857	642,973	657,027	803,444	737,689	1,177,907	
Increase (decrease) in net assets 3,405,522 5,195,292 (58,743) 11,736,969 (2,820,579) (269,198) Other changes in net assets: Transfers from affiliate 124,788 - Interest and dividend income (158,049) 1,210,035 474,510 601,743 1,079,047 434,191 Investment expenses (23,695) (25,153) (79,159) (142,514) (171,190) (170,243) Change in fair value of interest rate swap agreements (983,762) 867,060 196,663 (48,484) 15,414 557,029 Change in net assets 2,240,016 7,247,234 533,271 12,147,714 (1,772,520) 551,779 Net assets, beginning of year 61,276,569 63,516,585 70,763,819 71,297,090 83,444,804 81,672,284	Supplies and services	32,971,460	31,148,434	32,908,125	32,593,197	34,893,394	32,770,506	
Other changes in net assets: Transfers from affiliate 124,788 - Interest and dividend income (158,049) 1,210,035 474,510 601,743 1,079,047 434,191 Investment expenses (23,695) (25,153) (79,159) (142,514) (171,190) (170,243) Change in fair value of interest rate swap agreements (983,762) 867,060 196,663 (48,484) 15,414 557,029 Change in net assets 2,240,016 7,247,234 533,271 12,147,714 (1,772,520) 551,779 Net assets, beginning of year 61,276,569 63,516,585 70,763,819 71,297,090 83,444,804 81,672,284	Total expenses	86,881,700	89,051,539	96,295,340	93,676,795	94,647,506	97,110,895	
Transfers from affiliate 124,788 - Interest and dividend income (158,049) 1,210,035 474,510 601,743 1,079,047 434,191 Investment expenses (23,695) (25,153) (79,159) (142,514) (171,190) (170,243) Change in fair value of interest rate swap agreements (983,762) 867,060 196,663 (48,484) 15,414 557,029 Change in net assets 2,240,016 7,247,234 533,271 12,147,714 (1,772,520) 551,779 Net assets, beginning of year 61,276,569 63,516,585 70,763,819 71,297,090 83,444,804 81,672,284	Increase (decrease) in net assets	3,405,522	5,195,292	(58,743)	11,736,969	(2,820,579)	(269,198)	
Interest and dividend income (158,049) 1,210,035 474,510 601,743 1,079,047 434,191 Investment expenses (23,695) (25,153) (79,159) (142,514) (171,190) (170,243) Change in fair value of interest rate swap agreements (983,762) 867,060 196,663 (48,484) 15,414 557,029 Change in net assets 2,240,016 7,247,234 533,271 12,147,714 (1,772,520) 551,779 Net assets, beginning of year 61,276,569 63,516,585 70,763,819 71,297,090 83,444,804 81,672,284	Other changes in net assets:							
Investment expenses (23,695) (25,153) (79,159) (142,514) (171,190) (170,243) Change in fair value of interest rate swap agreements (983,762) 867,060 196,663 (48,484) 15,414 557,029 Change in net assets 2,240,016 7,247,234 533,271 12,147,714 (1,772,520) 551,779 Net assets, beginning of year 61,276,569 63,516,585 70,763,819 71,297,090 83,444,804 81,672,284	Transfers from affiliate					124,788	-	
Change in fair value of interest rate swap agreements (983,762) 867,060 196,663 (48,484) 15,414 557,029 Change in net assets 2,240,016 7,247,234 533,271 12,147,714 (1,772,520) 551,779 Net assets, beginning of year 61,276,569 63,516,585 70,763,819 71,297,090 83,444,804 81,672,284	Interest and dividend income	(158,049)	1,210,035	474,510	601,743	1,079,047	434,191	
Change in net assets 2,240,016 7,247,234 533,271 12,147,714 (1,772,520) 551,779 Net assets, beginning of year 61,276,569 63,516,585 70,763,819 71,297,090 83,444,804 81,672,284	Investment expenses	(23,695)	(25,153)	(79,159)	(142,514)	(171,190)	(170,243)	
Net assets, beginning of year <u>61,276,569</u> <u>63,516,585</u> <u>70,763,819</u> <u>71,297,090</u> <u>83,444,804</u> <u>81,672,284</u>	Change in fair value of interest rate swap agreements	(983,762)	867,060	196,663	(48,484)	15,414	557,029	
	Change in net assets	2,240,016	7,247,234	533,271	12,147,714	(1,772,520)	551,779	
Net assets, end of year <u>63,516,585</u> <u>70,763,819</u> <u>71,297,090</u> <u>83,444,804</u> <u>81,672,284</u> <u>82,224,063</u>	Net assets, beginning of year	61,276,569	63,516,585	70,763,819	71,297,090	83,444,804	81,672,284	
	Net assets, end of year	63,516,585	70,763,819	71,297,090	83,444,804	81,672,284	82,224,063	

As restated. Please see Note 19 of Benedictine University and Affiliates Audited Concolidated Financial Statements for the year ended May 31, 2014 and 2013.

² During fiscal year 2017, it was determined that there are certain grants that are awarded directly to students by Federal and State agencies for which the University has no discretion; as such, these amounts were netted out of Scholarship and Grant Expenses and Government Grants and Contracts Revenue.