

FINANCIAL REPORT

of the

**UNIVERSITY OF NORTH TEXAS SYSTEM
ADMINISTRATION**

DENTON, TEXAS

Lee Jackson, Chancellor

For the year ended August 31, 2006

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November 20, 2006

Lee Jackson

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UNIVERSITY OF NORTH TEXAS SYSTEM

ORGANIZATIONAL DATA

August 31, 2006

BOARD OF REGENTS

Unaudited

UNIVERSITY OF NORTH TEXAS SYSTEM (769)

Statement of Net Assets

For the Year Ended August 31, 2006

ASSETS	Current Year 2006	Prior Year 2005
Current Assets		
Cash and Cash Equivalents		
Cash on Hand	\$ 294.77	\$ 250.00
Cash in Bank	437,368.53	2,854,818.57
Reimbursement Due from Treasury	451,641.32	351,232.04
Cash in State Treasury	-	-
Cash Equivalents	3,165,241.91	-
Short Term Investments	-	-
Restricted:		
Cash and Cash Equivalents		
Cash on Hand	-	-
Cash in Bank	-	-
Cash in State Treasury	-	-
Cash Equivalents	5,111,404.78	-
Short Term Investments	6,830,000.00	-
Legislative Appropriations	2,973,743.51	2,459,539.85
Receivables from:		
Federal	-	-
Other Intergovernmental	-	-
Interest and Dividends	246,384.47	-
Accounts	Gif33Fm 8D[7 -)143.8(-)-12544.5(-)T12.7671 0 TD[5[14

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UNIVERSITY OF NORTH TEXAS SYSTEM ADMINISTRATION (769)

Statement of Revenues, Expenses and Changes in Net Assets

For the Fiscal Year Ended August 31, 2006

	Current Year 2006	Prior Year 2005
OPERATING REVENUES		
Sales of Goods and Services:		
Tuition and Fees - Non-Pledged	\$ 99,825.00	\$ 1,200.00
Tuition and Fees - Pledged	-	-
Discounts and Allowances	-	-
Professional Fees - Non-Pledged	-	-
Professional Fees - Pledged	-	-
Discounts and Allowances	-	-
Auxiliary Enterprises - Non-Pledged	-	-
Auxiliary Enterprises - Pledged	-	-
Discounts and Allowances	-	-
Other Sales of Goods and Services - Non-Pledged	296,013.65	273,047.92
Other Sales of Goods and Services - Pledged	-	-
Discounts and Allowances	-	-
Federal Revenue - Operating	-	-
Federal Pass Through Revenue	-	-
State Grant Revenue	-	-
State Grant Pass Through Revenue	-	-
Other Grants and Contracts - Operating	50,000.00	-
Other Operating Revenues	-	-
Total Operating Revenues	445,838.65	274,247.92
OPERATING EXPENSES ⁽¹⁾		
Instruction	6,846,469.67	6,282,843.00
Research	-	-
Public Service	-	-
Academic Support	655,517.18	576,884.95
Student Services	1,704.15	-
Institutional Support	5,193,870.09	4,270,313.27
Operations and Maintenance of Plant	28,842.55	10,533.36
Scholarships and Fellowships	93,529.00	-
Auxiliary Enterprises	-	-
Depreciation	1,803,215.09	1,744,969.67
Total Operating Expenses	14,623,147.73	12,885,544.25
Operating Income (Loss)	(14,177,309.08)	(12,611,296.33)

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	Current Year 2006	Prior Year 2005
NONOPERATING REVENUES (EXPENSES)		

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UNIVERSITY OF NORTH TEXAS SYSTEM (769)
Note 1: Matrix of Operating Expenses Reported by Function
For the Fiscal Year Ended August 31, 2006

Operating Expenses	Instruction	Research	Public Service	Academic Support	Student Services
Cost of Goods Sold	\$ -	\$ -	\$ -	\$ -	\$ -
Salaries and Wages	2,795,231.14	-	-	92,916.09	53,772.85
Payroll Related Costs	400,325.70	-	-	12,966.42	14,750.25
Professional Fees & Svcs	13,806.60	-	-	250.00	2,114.00
Federal Pass-Thru Expense	-	-	-	-	-
State Grant Pass-Thru Exp	-	-	-	-	-
Travel	1,467.70	-	-	32,898.56	1,605.07
Material and Supplies	131,305.72	-	-	37,689.43	(91,942.30)
Communication & Utilities	269,453.69	-	-	-	-
Repairs and Maintenance	27,791.22	-	-	4,401.26	-
Rentals and Leases	1,625,208.46	-	-	2,005.86	2,934.98
Printing and Reproduction	28,898.86	-	-	16,963.76	4,250.70
Depreciation	-	-	-	-	-
Bad Debt Expense	-	-	-	-	-
Interest	-	-	-	-	-
Scholarships	-	-	-	-	-
Claims and Losses	-	-	-	-	-
Other Operating Expenses	1,552,980.58	-	-	455,425.80	14,218.60
Total Operating Expenses	\$ 6,846,469.67	\$ -	\$ -	\$ 655,517.18	\$ 1,704.15

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Institutional Support	Operation and Maintenance of Plant	Scholarships and Fellowships	Auxiliary Enterprises	Depreciation	2006 Total Expenditures
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2,752,583.02	(135,256.80)	-	-	-	5,559,246.30
644,779.16	-	-	-	-	1,072,821.53
185,676.56	2,576.52	-	-	-	204,423.68
-	-	-	-	-	-
-	-	-	-	-	-
92,075.16	320.88	-	-	-	128,367.37
122,030.84	100,154.96	-	-	-	299,238.65
31,522.09	5,252.88	-	-	-	306,228.66
31,343.42	25,303.35	-	-	-	88,839.25
27,262.52	-	-	-	-	1,657,411.82
20,050.36	1,313.89	-	-	-	71,477.57
-	-	-	-	1,803,215.09	1,803,215.09
-	-	-	-	-	-
76.56	-	-	-	-	76.56
-	-	93,529.00	-	-	93,529.00
-	-	-	-	-	-
1,286,470.40	29,176.87	-	-	-	3,338,272.25
\$ 5,193,870.09	\$ 28,842.55	\$ 93,529.00	\$ -	\$ 1,803,215.09	\$ 14,623,147.73

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UNIVERSITY OF NORTH TEXAS SYSTEM ADMINISTRATION (769)

Statement of Cash Flows

For the Fiscal Year Ended August 31, 2006

	Current Year 2006	Prior Year 2005
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from Tuition and Fees	\$ 99,825.00	\$ 1,200.00
Proceeds Received from Customers	-	-
Proceeds from Sponsored Projects	50,000.00	-
Proceeds from Loan Programs	-	-
Proceeds from Auxiliaries	-	-
Proceeds from Other Revenues	274,270.44	343,254.90
Payments to Suppliers for Goods and Services	(2,992,202.98)	(3,563,749.53)
Payments to Employees for Salaries and Benefits	(6,549,984.26)	(7,086,575.91)
Payments for Loans Provided	-	-
Payments for Other Expenses	(93,529.00)	(76,000.00)
Net Cash Provided (Used) by Operating Activities	<u>\$ (9,211,620.80)</u>	<u>\$ (10,381,870.54)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Proceeds from State Appropriations	\$ 6,809,756.45	\$ 6,552,685.72
Proceeds from Debt Issuance	-	-
Proceeds from Legislative Transfers	-	-
Proceeds from Gifts	455,100.00	50,000.00
Proceeds from Endowments	-	-
Proceeds of Transfers from Other Agencies	-	-
Proceeds of Transfers from Other Components	15,621,373.23	7,234,094.93
Proceeds from Other Revenues	-	-
Proceeds from Contributed Capital	-	-
Payments of Principal on Debt Issuance	-	-
Payments of Interest	(1.16)	-
Payments of Other Costs of Debt Issuance	-	-
Payments for Transfers to Other Agencies	-	-
Payments for Transfers to Other Components	(1,843,193.19)	(99,897.14)
Payments for Other Uses	(4,349.68)	(4,009.70)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>\$ 21,038,685.65</u>	<u>\$ 13,732,873.81</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds from State Appropriations - HEAF	\$ -	\$ -
Proceeds from Disposal of Capital Assets	-	-
Proceeds from Debt Issuance	29,624,944.55	27,195,149.00
Proceeds from Capital Contributions	-	-
Proceeds of Transfers from Other Components - CP	8,736,000.00	-
Payments for Additions to Fixed Assets	(12,524,853.21)	(2,868,206.56)
Payments of Principal on Debt Issuance	(10,426,000.00)	(2,337,149.00)
Payments of Interest on Debt Issuance	(458,734.38)	(17,258.47)
Payments of Other Costs of Debt Issuance	(308,641.72)	-
Payments for Transfers to Other Components-Commercial Paper	(5,982,149.00)	(16,550,000.00)
Payments for Transfers to Other Components	-	(7,316,329.88)
Payments for Disposal of Capital Assets	-	-
Net Cash Provided (Used) From Capital & Related Financing Activities	<u>\$ 8,660,566.24</u>	<u>\$ (1,893,794.91)</u>

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	Current Year 2006	Prior Year 2005
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from Sale of Investments	\$ 22,013,209.86	\$ -
Proceeds from Interest and Investment Income	578,666.30	11,674.60

UNIVERSITY OF NORTH TEXAS SYSTEM ADMINISTRATION (769)

Description of Issue	Bonds Outstanding 09/01/05	Bonds Issued	Bonds Matured or Retired	Bonds Refunded or Extinguished	Bonds Outstanding 08/31/06	Amounts Due Within One Year
Rev Fin Sys Bonds, Ser '05	\$ -	\$ 22,655,000.00	\$ 1,690,000.00	\$ -	\$ 20,965,000.00	\$ 1,165,000.00
Total	\$ -	\$ 22,655,000.00	\$ 1,690,000.00	\$ -	\$ 20,965,000.00	\$ 1,165,000.00

*

Footnotes:

* Bonds premiums, discounts and issuance costs were not individually greater than 10% of the par value of the bond issue; therefore, they are not capitalized and amortized over the life of the bonds. They were expensed at the time of the bond issue.

Bonds Payable per Statement of Net Assets

20,965,000.00

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UNIVERSITY OF NORTH TEXAS SYSTEM ADMINISTRATION (769)
Schedule 2C - Debt Service Requirements
For the Fiscal Year Ended August 31, 2006

Description of Issue	Year	Principal	Interest
Revenue Bonds			

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UNIVERSITY OF NORTH TEXAS SYSTEM ADMINISTRATION (769)

Schedule 2D - Analysis of Funds Available for Debt Service

For the Fiscal Year Ended August 31, 2006

<u>Description of Issue</u>	<u>Pledged and Other Sources and Related Expenditures for FY 2006</u>					
	<u>Total Pledged and Other Sources</u>	<u>Operating Expenses/ Expenditures & Capital Outlay</u>	<u>Debt Service</u>		<u>Refunded or Extinguished</u>	
			<u>Principal</u>	<u>Interest *</u>		
Rev Fin Sys Bonds, Ser '05	\$ 2,526,039.80	\$ 13,883.13	\$ 1,690,000.00	\$ 81,428.96	\$ -	
Total	<u>\$ 2,526,039.80</u>	<u>\$ 13,883.13</u>	<u>\$ 1,690,000.00</u>	<u>\$ 81,428.96</u>	<u>\$ -</u>	

* In accordance with State Comptroller reporting requirements, the interest amounts on this schedule represent interest expense per the bond amortization schedules rather than interest on a full accrual basis.

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UNIVERSITY OF NORTH TEXAS SYSTEM ADMINISTRATION (769)

Schedule 2E - Defeased Bonds Outstanding

For the Fiscal Year Ended August 31, 2006

Description of Issue	Year Refunded	Par Value Outstanding
		\$ -
		<u>\$ -</u>

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UNIVERSITY OF NORTH TEXAS SYSTEM ADMINISTRATION (769)
Schedule 2F - Early Extinguishment and Refunding
For the Fiscal Year Ended August 31, 2006

Description of Issue	Category	Amount Extinguished or Refunded	For Refunding Only		
			Refunding Issue Par Value	Cash Flow Increase (Decrease)	Economic Gain/ (Loss)
		\$ -	\$ -	\$ -	\$ -
Total		\$ -	\$ -	\$ -	\$ -