

FINANCIAL REPORT

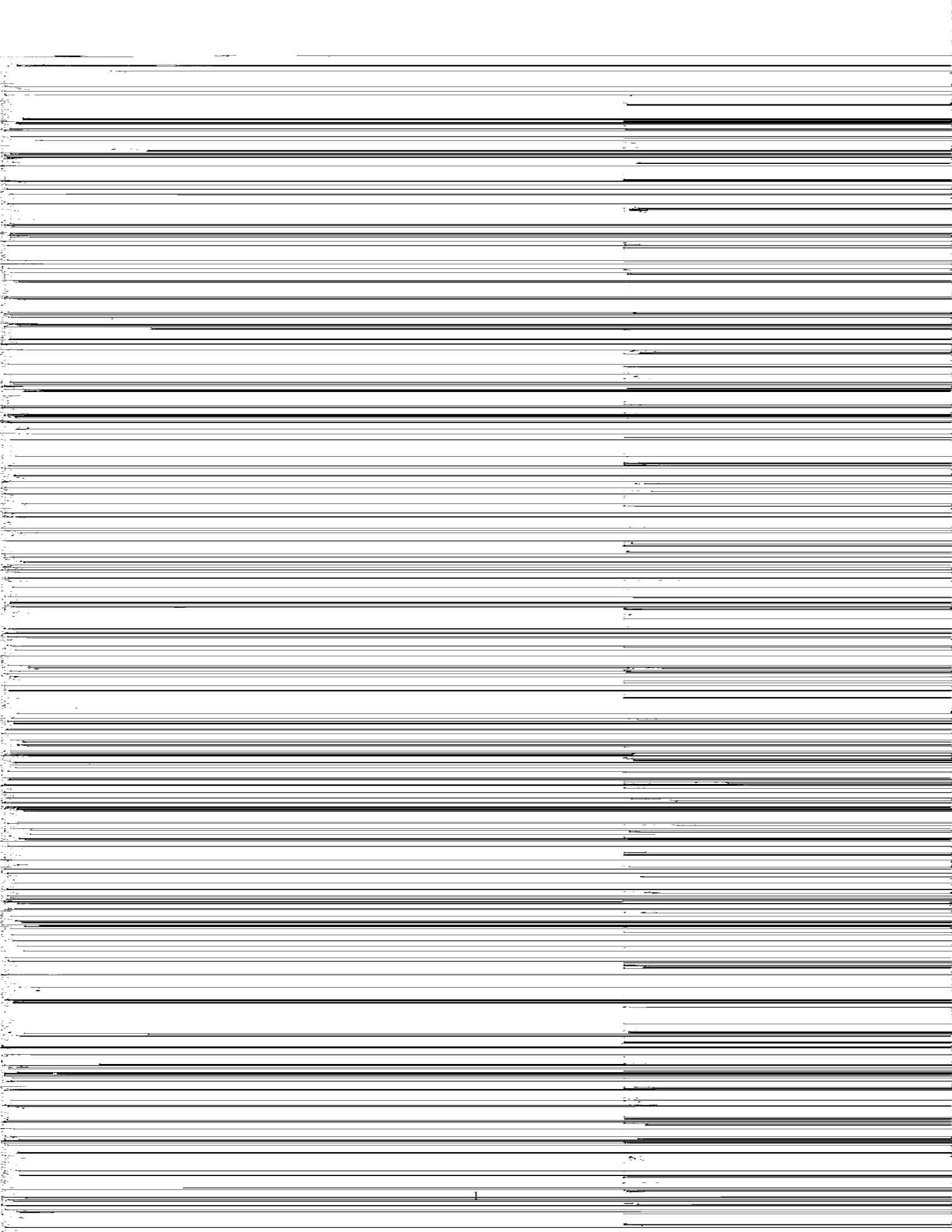
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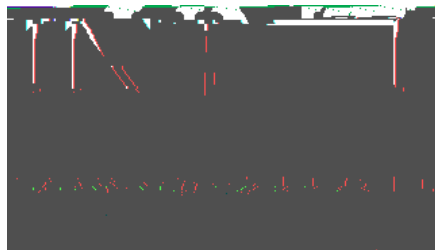
UNIVERSITY OF NORTH TEXAS

DENTON, TEXAS

Gretchen M. Bataille, President

For the year ended August 31, 2008





UNIVERSITY OF NORTH TEXAS

ORGANIZATIONAL DATA

August 31, 2008

BOARD OF REGENTS

UNAUDITED

UNIVERSITY OF NORTH TEXAS (752)
Statement of Net Assets
For the Year Ended August 31, 2008

	August 31, 2008	August 31, 2007
ASSETS		
Current Assets		
Cash and Cash Equivalents		
Cash on Hand	\$ 109,204.89	\$ 123,295.45
Cash in Bank	(14,895,592.91)	(11,100,998.14)
Reimbursement Due from Treasury	12,785,254.38	12,441,293.04
Cash in State Treasury	15,751,455.33	34,828,377.43
Cash Equivalents	163,036,227.35	111,332,879.03
Short Term Investments	-	400,054.22
Restricted:		
Cash and Cash Equivalents		
Cash on Hand	6,819.96	10,814.30
Cash in Bank	(1,755,949.24)	(468,746.91)
Cash in State Treasury	-	-
Cash Equivalents	19,219,331.59	4,701,103.67
Short Term Investments	100,156.25	-
Legislative Appropriations	49,247,522.74	28,678,162.52
Receivables from:		
Federal	13,119,835.01	12,608,140.07
Other Intergovernmental	293,264.38	127,392.13
Interest and Dividends	1,752,452.66	1,934,668.97
Accounts Receivable	28,222,899.22	24,398,040.38
Gifts Receivable	700,267.86	227,583.34
Other Receivables	-	-
Due From Other Agencies	184,185.27	72,729.82
Due From Other Components	8,090,956.27	5,690,560.02
Consumable Inventories	1,470,556.53	1,705,663.19
Merchandise Inventories	267,766.53	614,098.32
Loans and Contracts	7,933,577.85	6,998,101.29
Other Current Assets	16,141,888.18	13,545,297.42
Total Current Assets	321,782,080.10	248,868,509.56
Non-Current Assets		
Restricted:		
Cash and Cash Equivalents		
Cash in Bank	-	-
Cash in State Treasury	-	-
Cash Equivalents	-	-
Investments	35,452,250.15	31,019,925.17
Loans and Contracts	1,699,041.76	1,799,559.64
Investments	101,206,539.63	136,124,854.30
Gift Receivables	902,292.57	1,151,823.46
Capital Assets:		
Non-Depreciable		
Land and Land Improvements	31,873,747.14	31,788,125.15
Construction in Progress	9,685,987.74	4,301,225.30
Other Capital Assets	23,153,499.67	23,078,586.67
Depreciable		
Buildings and Building Improvements	439,158,596.48	437,592,373.55
Less Accumulated Depreciation	(210,380,594.84)	(206,970,798.73)
Infrastructure	8,822,468.21	8,822,468.21
Less Accumulated Depreciation	(7,831,929.92)	(7,779,244.64)

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	August 31, 2008	August 31, 2007
Facilities and Other Improvement	15,585,342.14	14,088,825.18
Less Accumulated Depreciation	(7,684,838.42)	(7,233,183.59)
Furniture and Equipment	77,657,151.11	70,668,896.36
Less Accumulated Depreciation	(50,495,596.36)	(48,053,105.15)
Vehicles, Boats and Aircraft	6,641,154.37	6,429,832.32
Less Accumulated Depreciation	(4,439,287.34)	(4,055,165.82)
Other Capital Assets	69,313,405.99	62,783,672.99
Less Accumulated Depreciation	(36,065,947.99)	(33,060,053.73)
Other Non-Current Assets	331,177.56	271,383.87
Total Non-Current Assets	504,584,459.65	522,770,000.51
Total Assets	\$ 826,366,539.75	\$ 771,638,510.07
LIABILITIES		
Current Liabilities		
Payables From:		
Accounts Payable	\$ 11,232,326.01	\$ 12,220,224.44
Payroll Payable	21,527,965.12	23,501,947.67
Other Payables	373,785.80	2,290,242.84
Due to Other Funds	-	-
Due to Other Agencies	3,071.47	16,161.87
Due to Other Components	-	397,127.86
Deferred Revenues	112,180,724.87	105,353,331.53
Notes and Loans Payable	-	-
Revenue Bonds Payable	7,435,000.00	7,395,000.00
Employees Compensable Leave	1,140,446.16	575,951.00
Capital Lease Obligations	-	-
Liabilities Paid from Restricted Assets	-	-
Funds Held for Others	2,641,581.91	2,817,336.99
Other Current Liabilities	3,352,597.89	3,461,653.82
Total Current Liabilities	159,887,499.23	158,028,978.02
Non-Current Liabilities		
Notes and Loans Payable	-	-
Contra Liability-Due From Other Components-CP	5,996,000.00	2,233,000.00
Revenue Bonds Payable	174,620,000.00	182,055,000.00
Employee's Compensable Leave	7,568,048.21	7,039,088.64
Capital Lease Obligations	-	-
Funds Held for Others	473,228.37	2,260,876.81
Other Non-Current Liabilities	2,153,527.53	-
Total Non-Current Liabilities	190,810,804.11	193,587,965.45
Total Liabilities	350,698,303.34	351,616,943.47
NET ASSETS		
Invested in Capital Assets, Net of Related Debt	176,968,407.98	160,719,454.07
Restricted for:		
Debt Retirement	406,321.44	1,574,724.94
Capital Projects	22,104,388.79	5,384,020.63
Employee Benefits	-	-
Funds Held as Permanent Investments		
Non-Expendable	15,437,531.35	16,235,829.77
Expendable	4,525,826.99	5,031,139.00
Other Restricted	40,985,734.42	29,164,532.92
Unrestricted	215,240,025.44	201,911,865.27
Total Net Assets	475,668,236.41	420,021,566.60
Total Liabilities and Net Assets	\$ 826,366,539.75	\$ 771,638,510.07

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UNIVERSITY OF NORTH TEXAS (752)

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NONOPERATING REVENUES (EXPENSES)	August 31, 2008	August 31, 2007
Legislative Appropriations (GR)	105,760,564.00	94,399,285.00
Additional Appropriations (GR)	24,688,242.28	24,585,072.46
State Grant Pass Through Revenue	-	-
Gifts	7,586,136.63	5,280,480.52
Investment Income	11,656,434.79	13,036,018.49
Loan Premium/Fees on Securities Lending	-	-
Investing Activities Expense	-	-
Interest Expense and Fiscal Charges	(8,967,009.60)	(8,950,070.41)

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UNIVERSITY OF NORTH TEXAS (752)

Note 1: Matrix of Operating Expenses Reported by Function

For the Fiscal Year Ended August 31, 2008

Operating Expenses	Instruction	Research	Public Service	Academic Support	Student Services
Cost of Goods Sold	\$ 2,786.22	\$ 2,634.44	\$ -	\$ 293,961.87	\$ 125,335.04
Salaries and Wages	107,466,906.63	7,402,892.26	3,201,371.66	25,667,852.34	23,171,916.07
Payroll Related Costs	25,113,044.12	1,352,422.63	643,498.39	5,716,063.92	4,029,470.96
Professional Fees & Svcs	892,767.77	525,005.32	633,683.33	1,092,604.56	420,351.45
Federal Pass-Thru Expense	-	145,275.63	91,568.35	-	-
State Grant Pass-Thru Exp	-	-	-	-	-
Travel	1,180,299.19	594,288.01	175,487.53	1,833,973.42	2,098,125.85
Material and Supplies	7,188,221.70	1,960,210.69	557,626.96	6,758,880.32	6,196,983.64
Communication & Utilities	668,289.35	38,905.36	57,227.99	300,056.62	1,142,268.98
Repairs and Maintenance	952,847.70	471,920.59	6,846.81	871,902.63	844,317.28
Rentals and Leases	737,929.49	38,790.75	195,091.20	562,777.11	909,565.64
Printing and Reproduction	1,002,643.83	(180.81)	167,235.24	445,264.49	664,906.06
Depreciation	-	-	-	-	-
Bad Debt Expense	27,849.24	-	-	-	(1,778.03)
Interest	-	-	-	-	-
Scholarships	900,467.01	191,631.24	155,103.00	-	19,400.00
Claims and Losses	-	-	-	-	-
Other Operating Expenses	2,084,320.47	182,787.51	77,844.81	2,191,307.25	6,999,009.14
Total Operating Expenses	\$ 148,218,372.72	\$ 12,906,583.62	\$ 5,962,585.27	\$ 45,734,644.53	\$ 46,619,872.08

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Institutional Support	Operation and Maintenance of Plant	Scholarships and Fellowships	Auxiliary Enterprises	Depreciation	2008 Total Expenditures
\$ 769,282.50	\$ 360,606.53	\$ -	\$ 40,577.23	\$ -	\$ 1,595,183.83
15,430,032.27	6,267,071.42	526,958.06	14,723,473.35	-	203,858,474.06
7,632,263.08	2,096,643.09	45,021.41	4,131,006.36	-	50,759,433.96
627,256.73	(1,482.18)	43,401.08	464,369.96	-	4,697,958.02
-	-	-	-	-	236,843.98
-	-	-	-	-	-
345,930.92	54,813.75	4,989.71	70,158.51	-	6,358,066.89
373,247.31	3,956,168.37	21,297.87	6,765,912.53	-	33,778,549.39
(739,751.65)	7,564,733.99	385.45	4,706,949.57	-	13,739,065.66
2,141,460.81	4,806,447.74	6,636.10	2,090,187.59	-	12,192,567.25
491,350.68	105,896.01	352.50	1,146,077.61	-	
-	-	-	-	-	

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UNIVERSITY OF NORTH TEXAS (752)
Statement of Cash Flows
For the Fiscal Year Ended August 31, 2008

	August 31, 2008	August 31, 2007
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from Tuition and Fees	\$ 186,811,977.62	\$ 175,189,151.21

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	August 31, 2008	August 31, 2007
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from Sale of Investments	48,451,275.05	182,753,345.34

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UNIVERSITY OF NORTH TEXAS (752)
Notes to Schedule 1A - Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended August 31, 2008

Note 1: Nonmonetary Assistance

N/A

Note 2: Reconciliation

Below is a reconciliation of the total of federal pass-through and federal expenditures as reported on the Schedule of Federal Financial Assistance to the total of Federal revenues and federal grant pass-through revenues as reported in the general-purpose financial statements. Generally, federal funds are not earned until expended; therefore, federal revenues equal federal expenditures for the reporting period.

Federal Revenues - per Statement of Changes in Revenues, Expenses and Net Assets	
Federal Grants and Contracts	\$ 38,490,359.04
Federal Pass-Through Grants from Other State Agencies/Universities	2,194,928.63
Subtotal	\$ 40,685,287.67
Reconciling Items:	
New Loans Processed:	
Federal Perkins Loan Program	\$ 121,220.00
Federal Family Education Loans	134,165,473.01
Total Pass - Through & Expenditures per Federal Schedule	\$ 174,971,980.68

Note 3a: Student Loans Processed and Administrative Costs Recovered

Federal Grantor/ CFDA Number/Program Name	New Loans Processed	Admin. Costs Recovered	Total Loans Processed & Admin Costs Recovered	Ending Balances of Previous Year's Loans
<i>U.S. Department of Education</i>				
84.032 Federal Family Education Loans	\$ 134,165,473.01	\$ -	\$ 134,165,473.01	\$ -
84.038 Federal Perkins Loan Program	121,220.00	-	121,220.00	1,588,608.24
<i>Total U.S. Department of Education</i>	134,286,693.01	-	134,286,693.01	1,588,608.24
TOTAL LOANS AND RECOVERIES	\$ 134,286,693.01	\$ -	\$ 134,286,693.01	\$ 1,588,608.24

The University of North Texas' general ledger reporting, billing and receiving, and some aspects of collections of the Perkins Loan program are outsourced to Campus Partners. Promissory note generation, final collections efforts, forbearance and deferment decisions are performed by UNT Financial Aid.

Note 3b: Federally Funded Loans Processed and Administrative Cost Recovered

N/A

Note 4: Depository Libraries for Government Publications

The University of North Texas participates as a depository library in the Government Printing Office's Depository Libraries for

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**UNIVERSITY OF NORTH TEXAS (752)
Schedule 1B - Schedule of State Grant Pass-Throughs From/To State Agencies
For the Fiscal Year Ended August 31, 2008**

**Pass-Through From: State Agencies
To University of North Texas (752)**
Texas Comptroller of Public Accounts (Agency 304)

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UNIVERSITY OF NORTH TEXAS (752)
Schedule 2A - Miscellaneous Bond Information
For the Fiscal Year Ended August 31, 2008

Description of Issue	Bonds Issued to Date	Range of Interest Rates	Terms of Variable Interest Rates	Scheduled Maturities		First Call Date
				First Year	Last Year	
Consolidated University Revenue Bonds, Series 1994	\$ 10,000,000.00	4.00% - 7.00%	N/A	1995	2014	04/15/04
RFS Bonds, Series 1999	23,040,000.00	4.25% - 5.40%	N/A	1999	2019	04/15/09
RFS Bonds, Series 2001	33,860,000.00	4.00% - 5.50%	N/A	2002	2024	04/15/12
RFS Bonds, Series 2002	36,340,000.00	2.00% - 5.00%	N/A	2003	2022	04/15/12
RFS Bonds, Series 2002A	9,500,000.00	4.00% - 5.00%	N/A	2004	2022	04/15/12
RFS Bonds, Series 2003	31,180,000.00	3.00% - 5.00%	N/A	2005	2034	04/15/13
RFS Refunding Bonds, Series 2003A	3,270,000.00	5.375% - 5.500%	N/A	2003	2017	04/15/13
RFS Bonds, Taxable Series 2003B	4,980,000.00	2.50% - 6.20%	N/A	2003	2034	04/15/13
RFS Refunding and Improvement Bonds, Series 2005	42,890,000.00	3.25% - 5.25%	N/A	2006	2025	04/15/15
RFS Bonds, Series 2007	39,070,000.00	4.00% - 5.00%	N/A	2008	2036	04/15/16
Total	<u>\$ 234,130,000.00</u>					

*RFS - Revenue Financing System

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UNIVERSITY OF NORTH TEXAS (752)
Schedule 2B - Changes in Bonded Indebtedness
For the Fiscal Year Ended August 31, 2008

Description of Issue	Bonds Outstanding 9/1/2007	Bonds Issued	Bonds Matured or Retired	Bonds Refunded or Extinguished	Bonds Outstanding 8/31/2008	Amounts Due Within One Year
Consolidated University Revenue						
Bonds, Series 1994	\$ 2,295,000.00	\$ -	\$ -	\$ -	\$ 2,295,000.00	\$ -
RFS Bonds, Series 1999	2,010,000.00	-	980,000.00	-	1,030,000.00	1,030,000.00
RFS Bonds, Series 2001	31,420,000.00	-	920,000.00	-	30,500,000.00	1,030,000.00
RFS Bonds, Series 2002	29,290,000.00	-	1,445,000.00	-	27,845,000.00	1,490,000.00
RFS Bonds, Series 2002A	8,265,000.00	-	400,000.00	-	7,865,000.00	415,000.00
RFS Bonds, Series 2003	29,420,000.00	-	620,000.00	-	28,800,000.00	640,000.00
RFS Refunding Bonds, Series 2003A	3,270,000.00	-	-	-	3,270,000.00	-
RFS Bonds, Taxable Series 2003B	4,880,000.00	-	35,000.00	-	4,845,000.00	35,000.00
RFS Refunding and Improvement						
Bonds, Series 2005	39,530,000.00	-	2,010,000.00	-	37,520,000.00	2,085,000.00
RFS Bonds, Series 2007	39,070,000.00	-	985,000.00	-	38,085,000.00	710,000.00
Total	\$ 189,450,000.00	\$ -	\$ 7,395,000.00	\$ -	\$ 182,055,000.00	\$ 7,435,000.00

*

Footnotes:

* Bond premiums, discounts and issuance costs were not individually greater than 5% 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

\$ 182,055,000.00

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UNIVERSITY OF NORTH TEXAS (752)
Schedule 2D - Analysis of Funds Available for Debt Service
For the Fiscal Year Ended August 31, 2008

<u>Description of Issue**</u>	<u>Pledged and other Sources and Related Expenditures for FY 2008</u>			
	<u>Total Pledged and Other Sources</u>	<u>Operating Expenses/ Expenditures & Capital Outlay</u>	<u>Debt Service</u>	
			<u>Principal</u>	<u>Interest*</u>
Consolidated University Revenue Bonds, Series 1994	\$ 136,134,094.19	\$ 29,882,986.29	\$ -	\$ 91,800.00
Revenue Financing System Bonds, Series '99, '01, '02, '02A, '03, '03A, '03B, '05 & '07	255,908,248.15	2,500.00	7,395,000.00	8,938,601.26
Total	<u>\$ 392,042,342.34</u>	<u>\$ 29,885,486.29</u>	<u>\$ 7,395,000.00</u>	<u>\$ 9,030,401.26</u>

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

** UNT Cons Univ Rev Bonds, Ser'94 (Curr '94) were issued prior to the creation of the Revenue Financing System (RFS) and are classified as Prior Encumbered Obligations under the current RFS Master Resolution. Pledged revenues for the Curr '94 bonds consist of those fees in effect at the time the bonds were issued.

Pledged revenues for the RFS Parity Obligations include all revenues, funds and balances lawfully available and derived from or attributable to any participant of the Revenue Financing System, subject to the lien on the pledged revenues securing Prior Encumbered Obligations.

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**UNIVERSITY OF NORTH TEXAS (752)
Schedule 2E - Defeased Bonds Outstanding
For the Fiscal Year Ended August 31, 2008**

<u>Description of Issue</u>	<u>Year Refunded</u>	<u>Par Value Outstanding</u>
RFS Bonds, Series 1999	2005	<u>\$ 13,825,000.00</u>
		<u><u>\$ 13,825,000.00</u></u>

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UNIVERSITY OF NORTH TEXAS (752)
Schedule 2F - Early Extinguishment and Refunding
For the Fiscal Year Ended August 31, 2008

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

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UNIVERSITY OF NORTH TEXAS (752)