

FINANCIAL REPORT

of the

**UNIVERSITY OF NORTH TEXAS SYSTEM
ADMINISTRATION**

DENTON, TEXAS

Lee Jackson, Chancellor

For the year ended August 31, 2005

November 20, 2005

Lee Jackson
Chancellor
University of North Texas
Denton, Texas

Dear Mr. Jackson:

We are pleased to submit the Annual Financial Report of the University of North Texas System Administration for the year ended August 31, 2005, in compliance with TEX. GOV'T CODE ANN §2101.011 and in accordance with the requirements established by the Comptroller of Public Accounts.

Due to the significant changes related to Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, the Comptroller of Public Accounts does not require the accompanying annual financial report to be in compliance with GAAP. The financial report will be considered for audit by the Stat

Burle Pettit (Term expires 5-22-07) Lubbock
John Robert "Bobby" Ray (Term expires 5-22-07) Plano

Rice Tilley (Term expires 5-22-09) Fort Worth
Gayle Strange (Term expires 5-22-09) Denton
Robert A. Nickell (Term expires 5-22-09) Dallas

Charles Beatty (Term expires 5-22-05) Waxahachie
C. Dan Smith (Term expires 5-22-05) Plano
Tom Lazo, Sr. (Term expires 5-22-05) Dallas

OFFICERS OF THE BOARD

John Robert "Bobby" Ray Chairman
Burle Pettit Vice Chairman
Jana Dean Secretary

ADMINISTRATIVE OFFICERS

Lee Jackson Chancellor
Phillip C. Diebel Vice Chancellor for Finance
Virginia E. Anderson System Controller

	Current Year	Prior Year
	2005	2004
Facilities and Other Improvement	-	-
Less Accumulated Depreciation	-	-
Furniture and Equipment	10,803,692.04	10,018,348.05
Less Accumulated Depreciation	(3,816,602.73)	(2,074,667.26)
Vehicles, Boats and Aircraft	15,171.00	15,171.00
Less Accumulated Depreciation	(6,321.25)	(3,287.05)
Other Capital Assets	-	-
Less Accumulated Depreciation	-	-
Other Non-Current Assets	-	-
Total Non-Current Assets	<u>9,129,717.41</u>	<u>7,985,514.74</u>
Total Assets	<u>48,590,356.30</u>	<u>18,882,655.83</u>
LIABILITIES		
Current Liabilities		
Payables from:		
Accounts Payable	911,319.70	918,435.28
Payroll Payable	683,252.68	333,380.62
Other Payables	-	710.39
Due to Other Funds	-	-
Due to Other Agencies	-	-
Due to Other Components	13,015,954.15	6,436,831.69
Deferred Revenues	-	-
Notes and Loans Payable	28,858,000.00	4,000,000.00
Revenue Bonds Payable	-	-
Employees Compensable Leave	16,991.49	78,638.25
Capital Lease Obligations	-	-
Liabilities Paid from Restricted Assets	-	-
Funds Held for Others	150.00	150.00
Other Current Liabilities	-	-
Total Current Liabilities	<u>43,485,668.02</u>	<u>11,768,146.23</u>
Non-Current Liabilities		
Notes and Loans Payable	-	-
Revenue Bonds Payable	-	-
Employees Compensable Leave	303,216.73	170,077.31
Capital Lease Obligations	-	-
Liabilities Paid from Restricted Assets	-	-
Funds Held for Others	-	-
Other Non-Current Liabilities	-	-
Total Non-Current Liabilities	<u>303,216.73</u>	<u>170,077.31</u>
Total Liabilities	<u>43,788,884.75</u>	<u>11,938,223.54</u>
NET ASSETS		
Invested in Capital Assets, Net of Related Debt	2,041,628.94	3,985,514.74
Restricted for:		
Debt Retirement	-	-
Capital Projects	-	-
Employee Benefits	-	-
Funds Held as Permanent Investments		
Non-Expendable	-	-
Expendable	-	-
Other Restricted	250.00	250.00
Unrestricted	2,759,592.61	2,958,667.55
Total Net Assets	<u>4,801,471.55</u>	<u>6,944,432.29</u>
Total Liabilities and Net Assets	<u>\$ 48,590,356.30</u>	<u>\$ 18,882,655.83</u>

Unaudited

UNIVERSITY OF NORTH TEXAS SYSTEM ADMINISTRATION (769)
Statement of Revenues, Expenses and
Changes in Net Assets
For the Fiscal Year Ended August 31, 2005

	Current Year 2005	Prior Year 2004
OPERATING REVENUES		
Sales of Goods and Services:		
Tuition and Fees - Non-Pledged	\$ 1,200.00	\$ 12,075.00
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	273,047.92	310,694.24
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	-	-
Other Operating Revenues	-	-
Total Operating Revenues	274,247.92	322,769.24
OPERATING EXPENSES (1)		
Instruction	6,282,843.00	5,423,966.23
Research	-	-
Public Service	-	-
Academic Support	576,884.95	357,499.73
Student Services	-	-
Institutional Support	4,270,313.27	2,957,830.11
Operations and Maintenance of Plant	10,533.36	71,501.44
Scholarships and Fellowships	-	-
Auxiliary Enterprises	-	-
Depreciation	1,036,349.6	679,744.6
-	597,197.50	-

	<u>Current Year</u> <u>2005</u>	<u>Prior Year</u> <u>2004</u>
Other Nonoperating Revenues - Non-Pledged	-	-
Other Nonoperating Revenues - Pledged	-	-
Other Nonoperating (Expenses)	-	-
Total Nonoperating Revenues (Expenses)	<u>5,311,713.02</u>	<u>5,178,402.80</u>
Income (Loss) before Other Revenues, Expenses, Gains, Losses and Transfers	<u>(7,299,583.31)</u>	<u>(4,346,025.46)</u>
OTHER REVENUES, EXPENSES, GAINS, LOSSES AND TRANSFERS		
Capital Contributions	-	-
Capital Appropriations - HEAF (GR)	-	-
Additions to Permanent and Term Endowments	-	-
Special Items	-	-
Extraordinary Items	-	-
Interagency Transfers Cap Assets - In	20,965.78	844,279.71
Interagency Transfers Cap Assets - Out	-	-
Transfers-In	3,927,703.85	5,848,629.32
Transfers-Out	(99,897.14)	-
Legislative Transfers-In	1,308,276.50	-
Legislative Transfers-Out	-	-
Lapsed Appropriations	(426.42)	-
Plant Additions	-	-
Capital Outlays	-	-
Change in Bonds Payable	-	-
Inter-Fund Allocations	-	-
Total Other Revenue, Expenses, Gains/Losses and Transfers	<u>5,156,622.57</u>	<u>6,692,909.03</u>
CHANGE IN NET ASSETS	<u>(2,142,960.74)</u>	<u>2,346,883.57</u>
Net Assets, Beginning	6,944,432.29	4,597,548.72
Restatements	-	-
Net Assets, Beginning, as Restated	<u>6,944,432.29</u>	<u>4,597,548.72</u>
NET ASSETS, ENDING	<u>\$ 4,801,471.55</u>	<u>\$ 6,944,432.29</u>

(1) See Note 1: Matrix of Operating Expenses Reported by Function on Page 8

UNIVERSITY OF NORTH TEXAS SYSTEM ADMINISTRATION (769)

Note 1: Matrix of Operating Expenses Reported by Function

For the Fiscal Year Ended August 31, 2005

Operating Expenses	Instruction	Research	Public Service	Academic Support	Student Services
Cost of Goods Sold	\$ -	\$ -	\$ -	\$ -	\$ -
Salaries and Wages	3,379,593.88	-	-	43,653.52	-
Payroll Related Costs	301,706.86	-	-	5,583.07	-
Professional Fees and Services	18,998.72	-	-	1,132.20	-
Federal Pass-Through Expenses	-	-	-	-	-
State Govt. Pass-Through	-	-	-	-	-
Travel	1,781.32	-	-	28,424.68	-
Material and Supplies	234,501.87	-	-	355,256.67	-
Communication and Utilities	232,860.33	-	-	-	-
Repairs and Maintenance	62,781.04	-	-	10,250.25	-
Rentals and Leases	1,587,113.81	-	-	281.16	-
Printing and Reproduction	27,853.30	-	-	293.17	-
Depreciation	-	-	-	-	-
Bad Debt Expense	-	-	-	-	-
Interest	-	-	-	-	-
Scholarships	-	-	-	76,000.00	-
Claims and Losses	-	-	-	-	-
Other Operating Expenses	435,651.87	-	-	56,010.23	-
Total Operating Expenses	\$ 6,282,843.00	\$ -	\$ -	\$ 576,884.95	\$ -

Institutional Support	Operation and Maintenance of Plant	Scholarships and Fellowships	Auxiliary Enterprises	Depreciation	Total Expenditures
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
3,250,396.71	-	-	-	-	6,673,644.11
527,006.59	-	-	-	-	834,296.52
679,436.00	8,060.36	-	-	-	707,627.28
-	-	-	-	-	-
-	-	-	-	-	-
59,337.10	-	-	-	-	89,543.10
(526,100.79)	127.40	-	-	-	63,785.15
29,592.92	-	-	-	-	262,453.25
7,136.25	-	-	-	-	80,167.54
39,802.42	-	-	-	-	1,627,197.39
14,258.64	-	-	-	-	42,405.11
-	-	-	-	1,744,969.67	1,744,969.67
(24.35)	-	-	-	-	-

Unaudited

UNIVERSITY OF NORTH TEXAS SYSTEM ADMINISTRATION (769)
Schedule 3 - Reconciliation of Cash in State Treasury
August 31, 2005

<u>Cash in State Treasury</u>	<u>Unrestricted</u>	<u>Restricted</u>	<u>Current Year Total</u>
	\$ -	\$ -	\$ -
			-
Total Cash in State Treasury (Stmt of Net Assets)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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