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To: Holders of the University of North Texas System
FY11 Combined Financial Report (in binder)

Date: February 29, 2012

Re: Replacement pages FY11 UNT-SYS AFR

Enclosed are the replacement pages for the University of North Texas System FY11 Combined Financial Report. The pages are indicated numerically with the appropriate component section.

Replacement pages	Section	Component
5 - 6	MDA	UNT-Combined
11 - 12	MDA	UNT-Combined
15 - 18	SNA	UNT-Combined
21 - 24	Cash Flow	UNT-Combined
27 - 28	Note 2	UNT-Combined
39 - 40	Note 16	UNT-Combined
55 - 56	Sch 3	UNT-Combined
3 - 6	SNA	UNT
9 - 12	Cash Flow	UNT
21 - 22	Sch 3	UNT
3 - 6	SNA	UNT-Dallas
9 - 12	Cash Flow	UNT-Dallas
19 - 20	Sch 3	UNT-Dallas

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UNIVERSITY OF NORTH TEXAS SYSTEM (794) Management's Discussion and Analysis For the Year Ended August 31, 2011

- Investments in capital asset additions were \$314.9 million in 2011. Major capital projects completed in 2011 include:

- Apogee Stadium
- Business Leadership Building
- Life Sciences Complex
- Highland Street Parking Garage
- Medical Education and Training (MET) Building
- Energy Performance Contract (multi-year project/partial completion)

All of the aforementioned projects have been developed in a sustainable manner to meet or exceed a LEED gold rating. The Apogee Stadium, in particular was awarded a LEED platinum rating and is currently the only one of its kind.

Overview of the Financial Statements and Financial Analysis

The System's combined financial report includes three financial statements: the Statement of Net Assets, the Statement of Revenues, Expenses, and Changes in Net Assets, and the Statement of Cash Flows. This report has been prepared in accordance with GASB Statement No. 35, Basic Financial Statements – and Management's Discussion and Analysis–for Public College and Universities; GASB Statement No. 34, Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments; Omnibus, GASB Statement No. 38, Certain Financial Statement Disclosures; GASB Statement No. 40, Deposit and Investment Risk Disclosures; GASB 49, Accounting and Financial Reporting for Pollution Remediation Obligations; and GASB 51, Accounting and Financial Reporting for Intangible Assets. These reporting standards were established to make financial statements presented by public colleges and universities more comparable to those issued by the private sector.

These statements are prepared applying the following principles and standards:

- Reporting is on a full accrual basis of accounting. All current year's revenues and expenses are recognized when earned or incurred, regardless of when the cash is received or disbursed.
- Depreciation expense on capital assets is reported as an operating expense on the Statement of Revenues, Expenses, and Changes in Net Assets. The historical value of capital assets and the accumulated depreciation are reported on the Statement of Net Assets.
- Revenues and expenses are categorized as operating or nonoperating. Revenues from state appropriations, gifts, and investment income are reported as nonoperating revenue in accordance with GASB Statement No. 35.

Statement of Net Assets

The Statement of Net Assets reports all financial and capital resources (assets, liabilities, and net assets) of the System as of the end of the fiscal year using the accrual basis of accounting. This is consistent with the accounting method used by private-sector institutions. The statement reports the difference between the assets and liabilities as net assets rather than fund balances or equity. This statement represents the System's financial health or position. Nonfinancial factors such as student enrollment trends and the condition of the campus buildings are also important considerations. Definitions of the various categories of assets, liabilities and net assets reported on the Statement of Net Assets are included in Note 1 of the accompanying Notes to the Combined Financial Statements.

The net assets section of the statement is reported by three major categories: 1) Invested in Capital Assets, Net of Related Debt; 2) Restricted Net Assets; and 3) Unrestricted Net Assets. The Invested in Capital Assets, Net of Related Debt section, represents the System's equity in property, plant, and equipment, net of accumulated depreciation, and reduced by outstanding balances for bonds and other debt that are attributed to the acquisition, construction or improvement of those assets. Restricted Net Assets are divided into four categories: 1) Restricted

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for Debt Retirement; 2) Restricted for Capital Projects; 3) Funds Held as Permanent Investments (endowment funds); and 4) Other Restricted.

Those funds held as permanent investments are further categorized by non-expendable and expendable. The non-expendable portion represents the corpus balance of the endowment funds that must continue in perpetuity. The Other Restricted category represents funds that have been restricted by bond covenants or an external donor/agency. Unrestricted net assets are available for any lawful purpose of the institution.

The following table reflects the Condensed Comparative Statement of Nets Assets for the System as of August 31, 2011 and 2010:

Condensed Comparative Statement of Net Assets			
As of August 31, 2011 and 2010			
(\$ in millions)			
	<u>2011</u>	<u>2010</u>	<u>% Incr/Decr</u>
Assets			
Current Assets	\$ 589.6	\$ 550.3	
Noncurrent Assets			
Capital Assets, Net	808.4	629.2	
Other Noncurrent Assets	128.3	225.1	
Total Assets	<u>\$ 1,526.3</u>	<u>\$ 1,404.6</u>	<u>8.67%</u>
Liabilities			
Current Liabilities	313.9	253.7	
Noncurrent Liabilities			
Bonded Indebtedness	402.1	421.1	
Other Noncurrent Liabilities	56.8	26.5	
Total Liabilities	<u>772.8</u>	<u>701.3</u>	<u>10.21%</u>
Net Assets			
Invested in Capital Assets, Net of Related Debt	334.4	190.2	
Restricted			
Debt Retirement	0.2	0.0	
Capital Projects	48.7	146.5	
Funds Held as Permanent Investments			
Non-Expendable	44.7	40.6	
Expendable	2.7	3.4	
Other Restricted	49.5	57.4	
Total Restricted	145.7	247.8	
Unrestricted	273.4	265.3	
Total Net Assets	<u>753.5</u>	<u>703.3</u>	<u>7.13%</u>
Total Liabilities and Net Assets	<u>\$ 1,526.3</u>	<u>\$ 1,404.6</u>	<u>8.67%</u>

- Increase in total assets: \$121.7 million
 - \$72.1 million net decrease in cash and cash equivalents and investments
 - \$15.1 million increase in legislative appropriations
 - \$0.5 million decrease in receivables
 - \$178.9 million increase in capital assets-land, buildings and construction in progress

- Increase in total liabilities: \$71.5 million
 - \$12.8 million increase in deferred revenues
 - \$29.4 million increase in accounts payable and payroll payable
 - \$29.3 million increase in current and noncurrent revenue bonds/notes payable

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For the Year Ended August 31, 2011**

Condensed Comparative Statement of Cash Flows For the Fiscal Years Ended August 31, 2011 and 2010 (\$ in millions)			
	2011	2010	% Incr/Decr
Cash Provided (Used) by:			
Operating Activities	\$ (199.8)	\$ (162.2)	
Noncapital Financing Activities	283.9	233.3	
Capital and Related Financing Activities	(149.7)	51.8	
Investing Activities	90.1	(60.4)	
Net Change in Cash & Cash Equivalents	24.3	62.6	
Cash & Cash Equivalents, Beginning of Year	362.4	299.7	
Restatement to Beginning Cash & Cash Equivalents Balance	-	0.1	
Cash & Cash Equivalents, End of Year	\$ 386.7	\$ 362.4	6.7%

It is important to note that state appropriations and federal revenues from Pell grants provide a significant portion of the cash used to fund operating activities related to academic programs, the administration of the System, and the debt service on tuition revenue bonds. The appropriations and Pell grants, however, are reported in the noncapital financing activities section of the Statement of Cash Flows in accordance with GASB Statement No. 35 guidelines.

Although operating revenues from sponsored projects and auxiliaries increased, operating expenses had a greater increase in the areas of salaries and wages and payroll benefits, payments to suppliers, and payments for other expenses; this resulted in a greater use of cash for operating activities in fiscal year 2011.

The change in cash provided/used by investing activities was a result of the investment of bond proceeds until needed for construction payments. Additionally, new investments were purchased as market conditions improved during the year.

Capital Asset and Debt Administration

The System's net capital asset additions from acquisitions, donations, and construction during the fiscal year totaled \$144.2 million. Included in the increase in capital assets are UNT's Life Sciences Complex, Business Leadership Building, Highland Street Parking Garage, and Apogee Stadium.

Bond ratings remained constant in 2011. More detailed information regarding the System's bonded indebtedness is provided in Note 6 of the accompanying Notes to the Combined Financial Statements.

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The following table sets forth the Pledged Revenues under the Revenue Financing System for each of the three most recent fiscal years and an estimate of Pledged Revenues for fiscal year 2011-12:

	2009	2010	2011	2012 (Est.)
Available Pledged Revenues (not including Fund Balances) ⁽¹⁾⁽³⁾	\$ 214,199,887	\$ 240,586,318	\$ 261,130,698	\$ 266,353,312
Pledgeable Unappropriated Funds (Funds and Reserve Balances) ⁽²⁾⁽³⁾	235,646,977	239,963,590	178,746,394	182,321,322
Total Pledged Revenues ⁽³⁾	\$ 449,846,864	\$ 480,549,908	\$ 439,877,092	\$ 448,674,634

⁽¹⁾The Available Pledged Revenues include the gross revenues of the University Building System, the pledged student tuition (Skiles Act), the Student Union Fee, pledged general tuition (which includes general use fees), and investment income or moneys on deposit in the Interest and Sinking Fund, and the Reserve Fund.

⁽²⁾In addition to current year Pledged Revenues, any unappropriated or reserve fund balances remaining at year end are available for payment of the subsequent year's debt service.

⁽³⁾Available Pledged Revenues and Pledgeable Unappropriated Funds do not include UNTHHealth and loan reserves at the Health Science Center.

Economic Outlook

Texas statutes set baseline, or statutory tuition and authorize the Board of Regents of each university/university system to set a rates for graduate (board authorized tuition—BAT) and designated (board designated tuition—BDT). Board authorized tuition (BAT) has been fixed at \$50 per SCH for several years. The Board of Regents has authorized increases in BDT each fall for several consecutive years. The table below provides BDT rates from fall 2007 to present:

Semester	BD Tuition
Fall 2007	\$94.50/SCH UNT / \$90.50/SCH UNT Dallas
Fall 2008	\$110.92/SCH UNT / \$90.50/SCH UNT Dallas
Fall 2009	\$128.67/SCH UNT / \$90.50/SCH UNT Dallas
Fall 2010	\$138.76/SCH UNT / \$155.00/SCH UNT Dallas*
Fall 2011	\$156.13/SCH UNT / \$160.00/SCH UNT Dallas*

*UNT Dallas BD Tuition includes course, laboratory and special services fees.

Expanding its research enterprise and soliciting external funds through grants and contracts continue to be priorities for the University. Research is one of the four strategic priorities of the University of North Texas and constitutes one of the fundamental values. UNT is ranked by the Carnegie Foundation as a Research University-High Research Activity University and by the Texas Higher Education Coordinating Board as an Emerging Research University. In 2008-2009, UNT made its initial commitment to invest \$25 million to support multi-disciplinary collaborative research clusters in Bio/Nano-Photonics, Materials Modeling and Simulation, Developmental Physiology and Genetics, Signaling Mechanisms in Plants, and Advanced Research in Technology and the Arts. Recruitment of faculty into the clusters began immediately. In 2009, UNT chose two additional research clusters to build: one in Sub Antarctic Biocultural Conservation and Research and another in Renewable Bioproducts. In 2010, UNT expanded the program to build four additional research clusters in Computational Chemical Biology, Renewable Energy and Conservation, Knowledge Discovery from Massive Digital Information Sources, and Multi-Scale Surface Science and Engineering. Another component of this phase was the decision to expand the scope of two existing Phase I clusters (Plant Signaling and Renewable Bioproducts) to create synergies in biochemical engineering and production. Phase II will also involve focused investments in additional strategic areas for future growth. In 2011, four additional clusters were added: Hazards and Disaster Research to Respond to Global Crises; Human Security, Democracy, and Global Development; Consumer Experiences in Digital Environments; and Complex Logistics Systems. Including the new clusters just added, there are now a total of fifteen research clusters and six strategic areas of investment. To date, sixteen senior and junior faculty have been successfully hired and four more potential hires are in negotiations. A total of 35 faculty searches for hires within the research cluster programs have been authorized for the 2011-12 academic year.

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Combined Statement of Net Assets
For the Year Ended August 31, 2011

	<u>August 31,</u> <u>2011</u>	<u>August 31,</u> <u>2010</u>
ASSETS AND DEFERRED OUTFLOWS		
Current Assets		
Cash and Cash Equivalents		
Cash on Hand	\$ 142,753.10	\$ 136,480.52
Cash in Bank	(7,009,901.81)	(11,585,097.34)
Reimbursement Due from Treasury	15,445,901.83	16,246,087.91
Cash in State Treasury	29,005,506.98	20,238,635.22
Cash Equivalents	309,876,667.08	305,026,514.99
Restricted:		
Cash and Cash Equivalents		
Cash on Hand	10,270.85	5,993.70
Cash in Bank	(538,863.15)	(1,064,938.13)
Cash Equivalents	39,761,806.39	33,349,068.94
Legislative Appropriations	80,139,055.27	65,048,819.08
Receivables from:		
Federal	28,059,400.71	29,912,431.38
Other Intergovernmental	936,167.08	475,279.34
Interest and Dividends	802,812.06	1,225,739.36
Accounts Receivable	47,964,807.95	54,023,425.52
Gifts Receivable	719,176.34	2,534,100.93
Other Receivables	7,380,256.25	-
Due From Other Agencies	6,977,885.57	5,161,856.22
Consumable Inventories	1,662,793.35	1,772,114.45
Merchandise Inventories	339,512.77	458,540.89
Loans and Contracts	7,794,895.41	6,793,656.12
Other Current Assets	20,145,936.39	20,533,991.13
Total Current Assets	<u>589,616,840.42</u>	<u>550,292,700.24</u>
Non-Current Assets and Deferred Outflows		
Restricted:		
Investments	64,658,670.81	67,296,073.99
Loans and Contracts	6,209,658.47	5,929,336.13
Investments	53,823,103.71	147,662,354.47
Gift Receivables	1,832,852.08	2,085,377.34
Capital Assets:		
Non-Depreciable or Non-Amortizable		
Land and Land Improvements	67,533,344.87	66,869,463.09
Construction in Progress	11,827,610.08	108,673,487.95
Other Tangible Capital Assets	23,728,836.44	23,682,182.81
Depreciable or Amortizable		
Buildings and Building Improvements	788,183,741.69	626,029,073.04
Less Accumulated Depreciation	(317,281,798.19)	(296,109,831.57)
Infrastructure	39,315,566.58	9,348,550.11
Less Accumulated Depreciation	(8,142,715.84)	(7,965,796.48)
Facilities and Other Improvement	117,488,640.67	16,907,597.78
Less Accumulated Depreciation	(10,527,855.60)	(9,714,697.46)
Furniture and Equipment	118,184,137.85	109,961,422.89
Less Accumulated Depreciation	(74,391,600.53)	(68,065,236.97)
Vehicles, Boats and Aircraft	8,534,859.09	8,255,013.12
Less Accumulated Depreciation	(6,160,153.54)	(5,659,615.44)
Other Capital Assets	98,483,362.11	99,821,934.47
Less Accumulated Depreciation	(48,347,677.32)	(52,838,824.28)
Computer Software	22,057,453.64	21,785,703.64
Less Accumulated Amortization	(20,605,475.91)	(19,941,124.05)
Other Non-Current Assets	303,032.21	268,267.62
Total Non-Current Assets and Deferred Outflows	<u>936,707,593.37</u>	<u>854,280,712.20</u>
Total Assets and Deferred Outflows	<u>\$ 1,526,324,433.79</u>	<u>\$ 1,404,573,412.44</u>

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	August 31, 2011	August 31, 2010
LIABILITIES AND DEFERRED INFLOWS		
Current Liabilities		
Payables From:		
Accounts Payable	\$ 58,050,060.36	30,198,645.39
Payroll Payable	37,931,759.32	36,079,539.69
Other Payables	1,699,480.85	1,878,055.07
Due to Other Agencies	20,517.24	29,892.63
Deferred Revenues	155,693,832.99	142,909,724.51
Notes and Loans Payable	20,902,800.00	2,093,000.00
Revenue Bonds Payable, Net	18,919,204.00	19,399,192.00
Pollution Remediation Obligation	-	12,424.10
Employees' Compensable Leave	2,380,290.62	2,116,965.29
Capital Lease Obligations	6,986.76	-
Funds Held for Others	11,947,276.38	13,410,879.81
Other Current Liabilities	6,324,777.68	5,600,596.34
Total Current Liabilities	313,876,986.20	253,728,914.83
Non-Current Liabilities and Deferred Inflows		
Notes and Loans Payable	33,977,200.00	5,287,000.00
Contra Liability-Due From Other Components-CP	-	-
Revenue Bonds Payable, Net	402,136,626.90	421,055,842.90
Employees' Compensable Leave	18,574,797.68	17,025,619.71
Capital Lease Obligations	9,897.91	-
Funds Held for Others	2,490,688.15	2,405,831.50
Other Non-Current Liabilities	1,779,057.37	1,757,386.92
Total Non-Current Liabilities and Deferred Inflows	458,968,268.01	447,531,681.03
Total Liabilities and Deferred Inflows	772,845,254.21	701,260,595.86
NET ASSETS		
Invested in Capital Assets, Net of Related Debt	334,393,162.33	190,161,107.07
Restricted for:		
Debt Retirement	220,340.53	19,691.31
Capital Projects	48,651,824.24	146,476,797.92
Funds Held as Permanent Investments		
Non-Expendable	44,661,951.94	40,603,811.43
Expendable	2,672,530.88	3,354,035.19
Other Restricted	49,522,094.40	57,376,516.17
Unrestricted	273,357,275.26	265,320,857.49
Total Net Assets	753,479,179.58	703,312,816.58
Total Liabilities and Net Assets	\$ 1,526,324,433.79	\$ 1,404,573,412.44

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UNIVERSITY OF NORTH TEXAS SYSTEM (794)
Combined Statement of Revenues, Expenses and Changes in Net Assets
For the Fiscal Year Ended August 31, 2011

	August 31, 2011	August 31, 2010
OPERATING REVENUES		
Sales of Goods and Services:		
Tuition and Fees - Non-Pledged	\$ 8,275,985.27	\$ 6,301,879.88
Tuition and Fees - Pledged	287,461,711.77	269,227,967.14
Discounts and Allowances	(60,145,128.46)	(48,594,039.75)
Professional Fees - Non-Pledged	86,069,912.02	85,036,620.86
Auxiliary Enterprises - Non-Pledged	1,050,493.61	1,074,368.35
Auxiliary Enterprises - Pledged	48,288,368.24	44,520,377.17
Discounts and Allowances	(217,861.78)	(196,133.09)
Other Sales of Goods and Services - Pledged	27,485,114.54	27,213,533.29
Federal Revenue - Operating ⁽²⁾	50,088,824.04	89,129,741.81
Federal Pass Through Revenue	4,502,053.62	4,031,932.89
State Grant Revenue	3,327,560.31	3,464,429.94
State Grant Pass Through Revenue	22,616,601.61	17,749,991.44
Other Grants and Contracts - Operating	9,747,010.38	9,830,589.46
Other Operating Revenues	134,345.71	185,281.15
Total Operating Revenues	488,684,990.88	508,976,540.54
OPERATING EXPENSES ⁽¹⁾		
Instruction	226,517,570.10	211,220,354.29
Research	54,873,719.02	51,199,409.72
Public Service	14,187,145.28	12,063,613.74
Academic Support	152,240,839.39	151,082,253.55
Student Services	58,503,476.65	55,077,944.29
Institutional Support	69,672,650.72	68,978,213.60
Operations and Maintenance of Plant	39,466,241.65	38,372,402.86
Scholarships and Fellowships	62,393,919.08	57,644,420.05
Auxiliary Enterprises	45,018,178.73	39,391,944.03
Depreciation and Amortization	38,000,828.76	33,357,528.49
Total Operating Expenses	760,874,569.38	718,388,084.62
Operating Income/(Loss)	(272,189,578.50)	(209,411,544.08)
NONOPERATING REVENUES (EXPENSES)		
Legislative Appropriations (GR)	179,084,296.00	168,267,674.73
Additional Appropriations (GR)	46,617,856.86	43,203,214.84
Federal Revenue ⁽²⁾	48,846,495.45	-
Federal Grant Pass Through Revenue	12,316,674.80	10,384,569.20
Gifts	6,008,369.64	7,133,731.32
Investment Income	5,440,359.37	7,228,920.79
Interest Expense and Fiscal Charges	(9,697,926.80)	(23,883,496.44)
Gain/(Loss) on Sale of Capital Assets	(2,331,757.18)	(1,112,867.27)

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Institutional Support	Operation and Maintenance of Plant	Scholarships and Fellowships	Auxiliary Enterprises	Depreciation and Amortization	2011 Total Expenditures
\$ 337,211.65	\$ 85,276.79	\$ -	\$ 29,239.60	\$ -	\$ 734,513.20
41,317,666.27	6,733,632.69	764,200.77	17,363,917.93	-	385,153,615.81
12,562,733.47	3,220,668.44	69,443.67	5,130,409.26	-	92,277,507.83
1,799,256.45	1,712,316.11	7,048.77	619,279.83	-	32,625,732.22
-	-	-	-	-	795,210.68
-	-	-	-	-	54,279.62
675,611.18	69,818.96	23,039.33	93,986.70	-	9,275,986.18
1,104,438.47	5,535,666.18	36,739.30	8,679,310.21	-	48,644,371.14
(754,918.25)	10,917,187.01	-	4,006,933.79	-	16,861,110.14
4,048,271.25	5,741,001.91	1,472.40	3,894,166.55	-	19,906,247.71
693,982.61	234,871.37	1,747.00	1,076,965.84	-	7,269,703.73
849,485.32	10,772.70	115.25	372,394.61	-	3,638,341.43
-	-	-	-	38,000,828.76	38,000,828.76
1,582,885.13	-	-	1,418,622.51	-	4,244,203.17
3.17	-	-	-	-	3.17
-	-	61,423,011.32	-	-	64,213,137.39
5,456,024.00	5,205,029.49	67,101.27	2,332,951.90	-	37,179,777.20
\$ 69,672,650.72	\$ 39,466,241.65	\$ 62,393,919.08	\$ 45,018,178.73	\$ 38,000,828.76	\$ 760,874,569.38

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UNIVERSITY OF NORTH TEXAS SYSTEM (794)
Combined Statement of Cash Flows
For the Fiscal Year Ended August 31, 2011

	August 31, 2011	August 31, 2010
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from Tuition and Fees	\$ 242,746,073.16	\$ 224,610,872.26
Proceeds Received from Customers	119,424,127.49	118,745,890.25
Proceeds from Sponsored Projects	90,255,756.58	114,703,836.83
Proceeds from Loan Programs	5,595,255.13	9,921,003.14
Proceeds from Auxiliaries	49,121,000.07	43,946,574.20
Proceeds from Other Revenues	711,691.61	1,225,023.58
Payments to Suppliers for Goods and Services	(143,647,203.80)	(154,120,874.25)
Payments to Employees for Salaries and Benefits	(473,766,400.71)	(453,256,086.04)
Payments for Loans Provided	(6,665,967.78)	(9,796,151.41)
Payments for Other Expenses	(83,680,647.31)	(58,131,488.45)
Net Cash Provided (Used) by Operating Activities	(199,906,315.56)	(162,151,399.89)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Proceeds from State Appropriations	227,641,582.82	218,922,175.07
Proceeds from Gifts	7,750,061.43	6,783,351.08
Proceeds from Endowments	568,893.10	354,282.57
Proceeds of Transfers from Other Agencies	1,123,498.07	-
Proceeds from Grant Receipts	60,039,672.18	10,384,569.20
Proceeds from Other Revenues	1,054,576.94	1,066,552.50
Payments of Interest	(17,806.28)	(71,529.80)
Payments for Transfers to Other Agencies	(9,286,456.18)	(3,548,534.61)
Payments for Other Uses	(4,983,970.40)	(585,171.81)
Net Cash Provided (Used) by Noncapital Financing Activities	283,890,051.68	233,305,694.20
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds from State Appropriations - HEF	32,626,108.74	36,363,724.03
Proceeds from Disposal of Capital Assets	34,709.50	47,021.25
Proceeds from Debt Issuance	90,230,652.66	256,178,914.92
Payments for Additions to Fixed Assets	(216,357,147.09)	(122,821,060.71)
Payments of Principal on Debt Issuance	(47,891,341.03)	(94,874,821.55)
Payments of Interest on Debt Issuance	(7,510,174.55)	(21,538,943.02)
Payments of Other Costs of Debt Issuance	(6,062.34)	(599,599.71)
Payments for Transfers to Other Components	(554,938.56)	-
Payments for Disposal of Capital Assets	(315,818.93)	(952,928.97)
Net Cash Provided (Used) From Capital & Related Financing Activities	(149,744,011.60)	51,802,306.24

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	<u>August 31, 2011</u>	<u>August 31, 2010</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from Sale of Investments	135,773,920.46	67,916,162.72
Proceeds from Interest and Investment Income	6,300,212.10	7,118,636.08
Payments to Acquire Investments	(51,972,461.63)	(135,399,782.67)
Net Cash Provided (Used) by Investing Activities	90,101,670.93	(60,364,983.87)
Net Increase/(Decrease) in Cash and Cash Equivalents	24,341,395.45	62,591,616.68
Cash and Cash Equivalents --September 1, 2010 and 2009	362,352,745.82	299,707,442.57
Restatements to Beginning Cash and Cash Equivalents	-	53,686.57
Cash and Cash Equivalents --August 31, 2011 and 2010	\$ 386,694,141.27	\$ 362,352,745.82
Displayed as:		
Unrestricted Cash and Cash Equivalents (Statement of Net Assets)	\$ 347,460,927.18	\$ 330,062,621.31
Restricted Cash and Cash Equivalents (Statement of Net Assets)	39,233,214.09	32,290,124.51
	\$ 386,694,141.27	\$ 362,352,745.82
Reconciliation of Operating Income to		
Net Cash Provided by Operating Activities		
Operating Income/(Loss)	\$ (272,189,578.50)	\$ (209,411,544.08)
Adjustments to Reconcile Operating Income to		
Net Cash Provided by Operating Activities		
Depreciation and Amortization	38,000,828.76	33,357,528.49
Bad Debt Expense	4,244,203.17	(1,111,026.53)
Operating Income and Cash Flow Categories		
Classification Differences		
Changes in Assets and Liabilities:		
(Increase) Decrease in Receivables	7,118,427.76	(13,524,670.52)
(Increase) Decrease in Inventories	228,349.22	8,246.78
(Increase) Decrease in Loans & Contracts	(239,122.51)	(158,147.64)
(Increase) Decrease in Other Assets	(7,292,438.52)	1,846,392.32
(Increase) Decrease in Prepaid Expenses	396,335.79	(102,011.11)
Increase (Decrease) in Payables	20,934,551.79	15,272,410.83
Increase (Decrease) in Deferred Income	8,892,127.48	11,671,421.57
Total Adjustments	72,283,262.94	47,260,144.19
Net Cash Provided by Operating Activities	\$ (199,906,315.56)	\$ (162,151,399.89)
Non Cash Transactions		
Net Increase (Decrease) in FMV of Investments	\$ 2,327,766.73	\$ (431,856.24)
Amortization of Investment Premiums/(Discounts)	\$ 845,875.52	\$ 366,626.26
Amortization of Bond Premiums/(Discounts)	\$ 971,352.00	\$ 359,886.45
Gain/(Loss) on disposal of Capital Assets	\$ (281,109.43)	\$ (1,112,867.27)

The accompanying Notes to the Combined Financial Statements are an integral part of the financial statements.

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UNIVERSITY OF NORTH TEXAS SYSTEM (794)
NOTES TO THE COMBINED FINANCIAL STATEMENTS
AUGUST 31, 2011

Note 1: Summary of Significant Accounting Policies

General Introduction

The University of North Texas System is an agency of the state of Texas and its financial records comply with state statutes and regulations. This includes compliance with the Texas Comptroller of Public Accounts' Reporting Requirements for Annual Financial Reports of State Agencies and Universities.

The University of North Texas is the fourth-largest university in Texas and defines itself as a recognized student-centered public research university where the power of ideas is harnessed through a culture of learning based on diverse viewpoints, interdisciplinary endeavors, creativity and disciplined excellence. The University of North Texas Health Science Center at Fort Worth's mission is to improve the health and quality of life for the people of Texas and beyond through excellence in education, research, clinical care, community engagement and to provide national leadership in primary care.

The UNT System has no blended component units. The UNT System is reporting The University of North Texas Foundation, Inc. as a discrete component unit. Financial activity for the University of North Texas Health Science Center at Fort Worth Texas College of Osteopathic Medicine Foundation, Inc. (Foundation) is reported in UNTHSC's agency funds. The Foundation is a non-profit organization with the sole purpose of supporting the educational and other activities of UNTHSC. The Foundation solicits donations and acts as coordinator of gifts made by other parties. The financial operations of the Foundation are overseen by a 27 member board of community business leaders, elected for a three-year term. The Executive Director, who is appointed by the Board and approved by the President of UNTHSC, is also the Vice President of Development.

Due to the statewide requirements embedded in 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 comply with all the requirements in this statement. The financial report will be considered for audit by the State Auditor as part of the audit of the State of Texas Comprehensive Annual Financial Report; therefore, an opinion has not been expressed on the financial statements and related information contained in this report.

Fund Structure

The accompanying financial statements are presented on the basis of funds, each of which is considered a separate accounting entity.

Proprietary Fund Types

Enterprise Funds

Enterprise funds are used to account for any activity where a fee is charged to external users for goods or services. Activities must be reported as enterprise funds if any one of the following criteria is met.

1. The activity is financed with debt that is secured solely by a pledge of the net revenues from fees and charges of the activity.
2. Laws or regulations require that the activity's costs of providing services, including capital costs such as depreciation or debt service, be recovered with fees and charges.
3. The pricing policies of the activity establish fees and charges designed to recover its costs, including capital costs.

Agency Funds

Agency funds are used to account for assets the government holds on behalf of others in a purely custodial capacity. Agency funds involve only the receipt, temporary investment, and remittance of fiduciary resources to individuals, private organizations, or other governments. Agency funds in institutions of higher education are reported in the proprietary funds.

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UNIVERSITY OF NORTH TEXAS SYSTEM (794)
NOTES TO THE COMBINED FINANCIAL STATEMENTS
AUGUST 31, 2011

Restricted Net Assets

Restricted Net Assets result when constraints placed on net asset use are either externally imposed by creditors, grantors, contributors, and the like, or imposed by law through constitutional provisions or enabling legislation.

Unrestricted Net Assets

Unrestricted Net Assets consist of net assets which do not meet the definition of the two preceding categories. Unrestricted net assets often have constraints on resources, which are imposed by management, but can be removed or modified.

INTERFUND TRANSACTIONS AND BALANCES

Not Applicable to proprietary funds.

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**UNIVERSITY OF NORTH TEXAS SYSTEM (794)
NOTES TO THE COMBINED FINANCIAL STATEMENTS
AUGUST 31, 2011**

Note 2: Capital Assets

A summary of changes in Capital Assets for the year ended August 31, 2011, is presented below:

BUSINESS-TYPE ACT.	Balance 9/1/2010	Adjustments	Reclassifications			Additions	Deletions	Balance 8/31/2011
			Completed CIP	Increase Interagency Transfers	Decrease Interagency Transfers			
	\$	\$	\$	\$	\$	\$	\$	\$
Non-Depreciable or Non-Amortizable Assets:								
Land & Land Improvements	66,869,463.09			5,553,223.65	(5,553,223.65)	663,881.78		67,533,344.87
Construction in Progress	108,673,487.95		(267,962,679.27)	32,229,420.65	(32,229,420.65)	171,116,801.40		11,827,610.08
Other Tangible Capital Assets	23,682,182.81	(21,842.37)		21,842.37	(21,842.37)	68,496.00		23,728,836.44
Total Non-Depreciable or Non-Amortizable Assets:	199,225,133.85	(21,842.37)	(267,962,679.27)	37,804,486.67	(37,804,486.67)	171,849,179.18		103,089,791.39
Depreciable Assets:								
Buildings & Building Improvements	626,029,073.04		137,623,621.10	20,837,400.26	(20,837,400.26)	24,531,047.55		788,183,741.69
Infrastructure	9,348,550.11		29,967,016.47					39,315,566.58
Facilities & Other Improvements	16,907,597.78		100,372,041.70			209,001.19		117,488,640.67
Furniture & Equipment	109,961,422.89	(165,619.27)		1,268,965.96	(1,200,605.31)	11,885,492.94	(3,565,519.36)	118,184,137.85
Vehicles, Boats & Aircraft	8,255,013.12			55,568.50	(55,568.50)	565,810.15	(285,964.18)	8,534,859.09
Other Capital Assets	99,821,934.47	21,842.37		81,815.70	(81,815.70)	9,810,685.23	(11,171,099.96)	98,483,362.11
Total Accumulated Depreciation	870,323,591.41	(143,776.90)	267,962,679.27	22,243,750.42	(22,175,389.77)	47,002,037.06	(15,022,583.50)	1,170,190,307.99
Less Accumulated Depreciation for:								
Buildings & Improvements	(296,109,831.57)			(3,194,227.39)	3,194,227.39	(21,171,966.62)		(317,281,798.19)
Infrastructure	(7,965,796.48)					(176,919.36)		(8,142,715.84)
Facilities & Other Improvements	(9,714,697.46)					(813,158.14)		(10,527,855.60)
Furniture & Equipment	(68,065,236.97)	74,582.19		(407,779.74)	515,758.81	(9,760,080.50)	3,251,155.68	(74,391,600.53)
Vehicles, Boats & Aircraft	(5,659,615.44)			(31,901.66)	31,901.66	(773,198.84)	272,660.74	(6,160,153.54)
Other Capital Assets	(52,838,824.28)			(10,058.00)	10,058.00	(4,641,153.44)	9,132,300.40	(48,347,677.32)
Total Accumulated Depreciation	(440,354,002.20)	74,582.19		(3,643,966.79)	3,751,945.86	(37,336,476.90)	12,656,116.82	(464,851,801.02)
Depreciable Assets, Net	429,969,589.21	(69,194.71)	267,962,679.27	18,599,783.63	(18,423,443.91)	9,665,560.16	(2,366,466.68)	705,338,506.97
Amortizable Assets - Intangible:								
Land Use Rights								
Computer Software	21,785,703.64			9,358,818.83	(9,358,818.83)	271,750.00		22,057,453.64
Other Capital Intangible Assets								
Total Amortizable Assets - Intangible	21,785,703.64			9,358,818.83	(9,358,818.83)	271,750.00		22,057,453.64
Less Accumulated Amortization for :								
Land Use Rights								
Computer Software	(19,941,124.05)			(9,342,164.03)	9,342,164.03	(664,351.86)		(20,605,475.91)
Other Intangible Capital Assets								
Total Accumulated Amortization	(19,941,124.05)			(9,342,164.03)	9,342,164.03	(664,351.86)		(20,605,475.91)
Amortizable Assets - Intangible, Net	1,844,579.59			16,654.80	16,654.80	(392,601.86)		1,451,977.73
Business-Type Activities Capital Assets, Net:	631,039,302.65	(91,037.08)	0.00	56,420,925.10	(56,244,585.38)	181,122,137.48	(2,366,466.68)	809,880,276.09

UNAUDITED

**UNIVERSITY OF NORTH TEXAS SYSTEM (794)
NOTES TO THE COMBINED FINANCIAL STATEMENTS
AUGUST 31, 2011**

Note 9: Pension Plans

The state has established an optional retirement program for institutions of higher education. Participation in ORP is in lieu of participation in the Teacher Retirement System and is available to certain eligible employees. The contributions made by plan members and employers for the fiscal year ended August 31, 2011 are:

ORP Participation	
Member Contributions	\$9,515,811.00
Employer Contributions	10,540,000.00
Total	\$20,055,811.00

Note 10: Deferred Compensation

Not Applicable.

Note 11: Post Employment Health Care and Life Insurance Benefits

Not Applicable.

Note 12: Interfund Activity and Transactions

The UNT System experienced routine transfers with other state agencies, which were consistent with the activities of the fund making the transfer. Repayment of interfund balances will occur within one year from the date of the financial statement.

Individual balances and activity at August 31, 2011, follows:

Current Portion	Current Interfund Receivable	Current Interfund Payable
ENTERPRISE FUND (05)	\$ 0.00	\$ 0.00
Total Interfund Receivable/Payable	\$ 0.00	\$ 0.00

Non-Current Portion	Non-Current Interfund Receivable	Non-Current Interfund Payable
ENTERPRISE FUND (05)	\$ 0.00	\$ 0.00
Total Interfund Receivable/Payable	\$ 0.00	\$ 0.00

	Legislative Transfers In	Legislative Transfers Out
ENTERPRISE FUND (05)	\$ 0.00	\$ 0.00
Total Legislative Transfers	\$ 0.00	\$ 0.00

The detailed State Grant Pass Through information is listed on Schedule 1B – Schedule of State Grant Pass Throughs From/To State Agencies.

Note 13: Continuance Subject to Review

Not Applicable.

Note 14: Adjustments to Fund Balances and Net Assets

A restatement decrease of \$91,037.08 in beginning net assets resulted from corrections for prior year accounting errors in the recording of capital equipment. Procedures have been corrected and due diligence completed to confirm that the same error was not made in fiscal year 2011.

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UNIVERSITY OF NORTH TEXAS SYSTEM (794)
NOTES TO THE COMBINED FINANCIAL STATEMENTS
AUGUST 31, 2011

Note 15: Contingencies and Commitments

The UNT System receives several grants for specific purposes that are subject to review and audit by the federal, state, private and non-profit grant sponsors. Such audits could lead to a request for reimbursements to grant sponsors for expenditures disallowed under the terms of the grant. Based on prior experience, management believes such disallowances, if any, will be immaterial. As of August 31, 2011, there are no known contingent liabilities that are likely to have a material effect on the System.

Note 16: Subsequent Events

UNT System anticipates issuing Revenue Financing System Bonds Series 2012 in the spring of 2012 in the amount of \$100,000,000 for the purpose of refunding a portion of outstanding bonds; acquiring, purchasing, constructing, improving, renovating, enlarging or equipping property, buildings, structures, facilities, roads or related infrastructure.

Note 17: Risk Management

The UNT System is exposed to a variety of civil claims resulting from the performance of its duties. It is the UNT System policy to periodically assess the proper combination of commercial insurance and retention of risk to cover losses to which it may be exposed.

The UNT System assumes substantially all risks associated with tort and liability claims due to the performance of its duties. Currently there is no purchase of System-wide commercial general liability insurance for any of the UNT System components as an entity, nor is the UNT System involved in any risk pools with other government entities. General liability policies are purchased only on an as-needed basis to address unique exposures.

The UNT System's liabilities are reported when it is both probable that a loss has occurred and the amount of that loss can be reasonably estimated.

All state employees are insured by the State. The UNT System has various insured and self-insured arrangements for coverage of employees in the areas of liability and workers' compensation. There are no claims pending or significant nonaccrued liabilities, as stated in Note 5.

The State provides coverage for unemployment benefits from appropriations made to other state agencies for UNT System employees. The current General Appropriations Act provides that the UNT System components must reimburse General Revenue Fund – Consolidated, from UNT System appropriations, one-half of the unemployment benefits for former and current employees. The Comptroller of Public Accounts determines the proportionate amount to be reimbursed from each appropriated fund type. The UNT System Administration component has only one appropriated fund type. The UNT System components must reimburse the General Revenue Fund 100% of the cost for unemployment compensation for any employees paid from funds held in local bank accounts and local funds held in the state treasury.

Unemployment compensation is on a pay-as-you-go basis through the State of Texas, with the exception of locally funded enterprises that have fund expenses and set-aside amounts based on a percentage of payroll amounts. No material outstanding claims are pending at August 31, 2011.

UNT System maintains reserves for unemployment compensation and workers' compensation payments made for all claims and settlements not eligible for state funding. There were no material outstanding claims pending at August 31, 2011. Health benefits are provided through the various state contracts administered by the Employee Retirement System (ERS).

The University of North Texas (UNT) and the Health Science Center (UNTHSC) are required by certain bond covenants to carry fire and/or extended coverage and boiler insurance on buildings financed through the issuance of

UNAUDITED

UNIVERSITY OF NORTH TEXAS SYSTEM (794)
Schedule 2E - Combined Defeased Bonds Outstanding
For the Fiscal Year Ended August 31, 2011

<u>Description of Issue</u>	<u>Year Refunded</u>	<u>Par Value Outstanding</u>
RFS Bonds Series, 2001	2010	\$ 25,615,000.00
RFS Bonds Series, 2002	2010	37,630,000.00
RFS Bonds Series, 2002A	2010	6,085,000.00
		<u>\$ 69,330,000.00</u>

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UNIVERSITY OF NORTH TEXAS SYSTEM (794)
Schedule 3 - Combined Reconciliation of Cash in State Treasury
For the Fiscal Year Ended August 31, 2011

<u>Cash in State Treasury</u>	<u>Unrestricted</u>	<u>Restricted</u>	<u>Current Year Total</u>
Local Revenue Fund 0258	\$ 24,287,342.76	\$ -	\$ 24,287,342.76
Local Revenue Fund 0280	3,480,744.29	-	3,480,744.29
Local Revenue Fund 0292	549,998.76	-	549,998.76
Local Revenue Fund 0819	687,421.17	-	687,421.17
Total Cash in State Treasury (Statement of Net Assets)	<u><u>\$ 29,005,506.98</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 29,005,506.98</u></u>

UNIVERSITY OF NORTH TEXAS

ORGANIZATIONAL DATA

August 31, 2011

BOARD OF REGENTS

Jack Wall(Term expires 5-22-13)..... Dallas
Gwyn Shea.....(Term expires 5-22-13).....Irving
Don A. Buchholz(Term expires 5-22-13)..... Dallas

Brint Ryan.....(Term expires 5-22-15)..... Dallas
Michael R. Bradford(Term expires 5-22-15)..... Midland
Steve Mitchell.....(Term expires 5-22-15)..... Richardson

Don Potts(Term expires 5-22-17)..... Dallas
Al Silva(Term expires 5-22-17)..... San Antonio
Michael R. Williams..... (Term expires 5-22-17)..... Fredericksburg

STUDENT REGENT

Christian Dean..... (Term expires 5-31-12).....Dallas

OFFICERS OF THE BOARD

Jack WallChairman
Brint Ryan Vice Chairman
Julia A. Boyce..... Secretary

ADMINISTRATIVE OFFICERS

Lee Jackson.....Chancellor
V. Lane RawlinsPresident
Andrew M. HarrisVice President for Finance & Administration
J. Carlos Hernandez..... Associate VP of Finance /Controller

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UNIVERSITY OF NORTH TEXAS (752)
Statement of Net Assets
For the Year Ended August 31, 2011

	August 31, 2011	August 31, 2010
ASSETS AND DEFERRED OUTFLOWS		
Current Assets		
Cash and Cash Equivalents		
Cash on Hand	\$ 131,235.00	\$ 119,324.97
Cash in Bank	(6,287,496.90)	(14,723,387.32)
Reimbursement Due from Treasury	14,263,814.65	14,413,954.98
Cash in State Treasury	24,287,342.76	16,011,025.75
Cash Equivalents	205,858,789.64	224,375,529.81
Restricted:		
Cash and Cash Equivalents		
Cash on Hand	10,270.85	5,993.70
Cash in Bank	(1,231,973.51)	(1,751,279.33)
Cash Equivalents	40,336,016.11	26,688,439.12
Legislative Appropriations	50,572,486.87	47,878,476.15
Receivables from:		
Federal	25,410,360.28	28,188,709.78
Other Intergovernmental	722,009.14	251,412.28
Interest and Dividends	802,812.06	1,225,739.36
Accounts Receivable	42,716,025.23	41,704,343.79
Gifts Receivable	719,176.34	1,709,838.20
Due From Other Agencies	663,244.39	202,627.65
Due From Other Components	317,584.80	2,175,724.46
Consumable Inventories	1,470,556.53	1,470,556.53
Merchandise Inventories	317,708.90	436,737.02
Loans and Contracts	7,336,131.96	6,542,169.01
Other Current Assets	19,701,031.62	20,513,206.37
Total Current Assets	428,117,126.72	417,439,142.28
Non-Current Assets and Deferred Outflows		
Restricted:		
Investments	35,433,752.49	38,300,719.99
Loans and Contracts	2,358,000.72	2,172,985.08
Investments	50,989,273.33	131,370,905.88
Gift Receivables	1,334,347.41	2,085,377.34
Capital Assets:		
Non-Depreciable or Non-Amortizable		
Land and Land Improvements	35,781,653.47	35,117,771.69
Construction in Progress	9,720,970.94	75,622,304.78
Other Tangible Capital Assets	23,546,795.17	23,478,381.17
Depreciable or Amortizable		
Buildings and Building Improvements	560,167,590.36	450,681,791.72
Less Accumulated Depreciation	(244,691,490.13)	(232,253,480.62)
Infrastructure	39,315,566.58	9,348,550.11
Less Accumulated Depreciation	(8,142,715.84)	(7,965,796.48)
Facilities and Other Improvement	116,166,385.03	15,585,342.14
Less Accumulated Depreciation	(9,558,463.65)	(8,789,058.11)
Furniture and Equipment	80,565,567.94	75,597,769.20
Less Accumulated Depreciation	(50,585,436.21)	(46,353,023.47)
Vehicles, Boats and Aircraft	7,884,938.03	7,550,758.71
Less Accumulated Depreciation	(5,688,968.16)	(5,166,600.76)
Other Capital Assets	92,532,520.37	83,809,500.47
Less Accumulated Depreciation	(47,346,122.69)	(43,209,163.34)
Computer Software	21,523,950.60	12,165,131.77
Less Accumulated Amortization	(20,423,760.50)	(10,525,602.08)
Other Non-Current Assets	303,032.21	268,267.62
Total Non-Current Assets and Deferred Outflows	691,187,387.47	608,892,832.81
Total Assets and Deferred Outflows	\$ 1,119,304,514.19	\$ 1,026,331,975.09

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	August 31, 2011	August 31, 2010
LIABILITIES AND DEFERRED INFLOWS		
Current Liabilities		
Payables From:		
Accounts Payable	\$ 48,963,468.64	\$ 21,061,469.85
Payroll Payable	24,737,326.82	23,257,170.88
Other Payables	553,612.60	473,208.98
Due to Other Agencies	20,517.24	7,047.00
Due to Other Components	688,423.00	-
Deferred Revenues	141,646,324.52	134,934,029.37
Revenue Bonds Payable, Net	12,286,132.00	12,447,092.00
Pollution Remediation Obligation	-	12,424.10
Employees' Compensable Leave	1,222,690.01	1,202,435.88
Capital Lease Obligations	6,986.76	-
Funds Held for Others	2,287,800.55	2,368,657.72
Other Current Liabilities	5,177,446.63	4,611,069.25
Total Current Liabilities	237,590,728.77	200,374,605.03
Non-Current Liabilities and Deferred Inflows		
Contra Liability-Due From Other Components-CP	46,350,000.00	7,380,000.00
Revenue Bonds Payable, Net	284,096,157.20	291,613,970.15
Employees' Compensable Leave	9,943,668.13	9,515,107.62
Capital Lease Obligations	9,897.91	-
Funds Held for Others	2,490,985.81	2,404,252.50
Other Non-Current Liabilities	1,779,057.37	1,750,779.51
Total Non-Current Liabilities and Deferred Inflows	344,669,766.42	312,664,109.78
Total Liabilities and Deferred Inflows	582,260,495.19	513,038,714.81
NET ASSETS		
Invested in Capital Assets, Net of Related Debt	256,730,009.25	122,764,848.56
Restricted for:		
Debt Retirement	201,249.22	600.00
Capital Projects	41,320,959.25	134,145,741.61
Funds Held as Permanent Investments		
Non-Expendable	17,951,366.56	15,892,480.82
Expendable	3,054,541.69	3,337,156.11
Other Restricted	43,760,137.75	41,927,030.10
Unrestricted	174,025,755.28	195,225,403.08
Total Net Assets	537,044,019.00	513,293,260.28
Total Liabilities and Net Assets	\$ 1,119,304,514.19	\$ 1,026,331,975.09

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UNIVERSITY OF NORTH TEXAS (752)
Statement of Revenues, Expenses and Changes in Net Assets
For the Fiscal Year Ended August 31, 2011

	August 31, 2011	August 31, 2010
OPERATING REVENUES		
Sales of Goods and Services:		
Tuition and Fees - Non-Pledged	\$ 7,972,574.72	\$ 6,301,879.88
Tuition and Fees - Pledged	262,668,516.80	255,244,075.18
Discounts and Allowances	(58,170,883.21)	(48,437,870.09)
Auxiliary Enterprises - Non-Pledged	1,050,318.61	1,074,368.35
Auxiliary Enterprises - Pledged	46,847,134.45	43,127,988.56
Discounts and Allowances	(217,861.78)	(196,133.09)
Other Sales of Goods and Services - Pledged	21,365,764.18	23,008,268.62
Federal Revenue - Operating ⁽²⁾	23,754,643.83	63,465,992.79
Federal Pass Through Revenue	3,842,702.59	3,467,851.12
State Grant Revenue	804,357.53	905,471.26
State Grant Pass Through Revenue	21,946,859.26	17,462,277.68
Other Grants and Contracts - Operating	4,633,447.96	3,810,531.51
Other Operating Revenues	51,158.78	113,695.76
Total Operating Revenues	336,548,733.72	369,348,397.53
OPERATING EXPENSES ⁽¹⁾		
Instruction	187,984,345.61	177,421,266.67
Research	20,459,233.80	17,827,582.61
Public Service	7,165,580.06	6,159,147.32
Academic Support	56,079,549.93	56,688,830.01
Student Services	53,343,556.95	50,959,405.73
Institutional Support	38,053,076.17	39,461,533.52
Operations and Maintenance of Plant	26,394,062.42	26,661,292.78
Scholarships and Fellowships	61,130,796.50	56,615,234.12
Auxiliary Enterprises	43,375,164.03	37,877,883.86
Depreciation and Amortization	25,850,349.28	23,908,716.01
Total Operating Expenses	519,835,714.75	493,580,892.63
Operating Income/(Loss)	(183,286,981.03)	(124,232,495.10)

UNAUDITED

Institutional Support	Operation and Maintenance of Plant	Scholarships and Fellowships	Auxiliary Enterprises	Depreciation and Amortization	2011 Total Expenditures
\$ 337,211.65	\$ 85,276.79	\$ -	\$ 29,239.60	\$ -	\$ 734,513.20
22,159,891.58	5,360,929.83	703,244.27	17,066,088.93	-	254,906,141.93
7,151,496.47	2,148,875.87	68,173.06	5,033,052.18	-	63,659,520.55
1,073,622.63	1,153,496.51	7,048.77	331,238.92	-	8,105,616.96
-	-	-	-	-	421,699.39
-	-	-	-	-	54,279.62
414,544.33	63,772.66	17,539.33	92,783.44	-	7,520,463.33
(2,176,479.94)	1,928,263.39	34,270.63	8,600,471.08	-	30,751,890.59
(1,018,159.76)	7,521,112.81	-	3,829,959.50	-	12,448,713.36
3,766,826.16	4,782,087.66	1,472.40	3,706,466.78	-	15,853,208.38
760,031.77	57,376.33	1,747.00	1,037,349.17	-	5,273,026.51
807,123.61	8,551.05	115.25	368,592.58	-	3,190,987.75
-	-	-	-	25,850,349.28	25,850,349.28
1,541,132.18	-	-	1,426,930.31	-	3,738,557.47
-	-	60,230,998.76	-	-	62,059,386.84
-	-	-	-	-	-
3,235,835.49	3,284,319.52	66,187.03	1,852,991.54	-	25,267,359.59
\$ 38,053,076.17	\$ 26,394,062.42	\$ 61,130,796.50	\$ 43,375,164.03	\$ 25,850,349.28	\$ 519,835,714.75

UNAUDITED

UNIVERSITY OF NORTH TEXAS (752)

Statement of Cash Flows

For the Fiscal Year Ended August 31, 2011

	August 31, 2011	August 31, 2010
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from Tuition and Fees	\$ 217,334,433.65	\$ 209,471,719.62
Proceeds Received from Customers	22,202,152.55	26,838,860.39
Proceeds from Sponsored Projects	56,842,617.31	79,800,262.36
Proceeds from Loan Programs	5,296,783.96	9,638,003.77
Proceeds from Auxiliaries	47,679,591.28	42,554,780.37
Proceeds from Other Revenues	617,536.16	1,168,020.16
Payments to Suppliers for Goods and Services	(84,455,181.03)	(97,477,967.53)
Payments to Employees for Salaries and Benefits	(316,636,691.90)	(304,936,497.87)
Payments for Loans Provided	(6,275,762.55)	(9,796,151.41)
Payments for Other Expenses	(62,071,810.94)	(52,472,479.28)
Net Cash Provided (Used) by Operating Activities	(119,466,331.51)	(95,211,449.42)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Proceeds from State Appropriations	137,488,007.00	136,549,310.60
Proceeds from Gifts	7,410,610.36	7,318,475.91
Proceeds from Endowments	568,893.10	354,282.57
Proceeds of Transfers from Other Components	2,703,753.22	2,313,531.00
Proceeds from Grant Receipts	56,620,679.76	6,489,005.69
Proceeds from Other Revenues	28,277.86	4,265.86
Payments of Interest	(17,806.28)	(12,285.91)
Payments for Transfers to Other Agencies	(3,718,339.71)	(3,193,980.64)
Payments for Transfers to Other Components	(15,663,396.77)	(5,657,584.11)
Payments for Other Uses	(1,528,322.38)	(278,756.37)
Net Cash Provided (Used) by Noncapital Financing Activities	183,892,356.16	143,886,264.60
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds from State Appropriations - HEF	23,854,843.74	28,369,048.03
Proceeds from Disposal of Capital Assets	34,699.50	47,021.25
Proceeds from Debt Issuance	4,365,000.00	196,845,883.70
Proceeds of Transfers from Other Components - Commercial Paper	40,905,000.00	3,849,000.00
Payments for Additions to Fixed Assets	(190,193,742.01)	(76,171,547.11)
Payments of Principal on Debt Issuance	(12,026,888.28)	(67,404,821.55)
Payments of Interest on Debt Issuance	(3,361,641.19)	(14,895,141.40)
Payments of Other Costs of Debt Issuance	(42,144.66)	(367,494.22)
Payments for Transfers to Other Components - Commercial Paper	(1,935,000.00)	(850,000.00)
Payments for Transfers to Other Components	-	-
Payments for Disposal of Capital Assets	(315,818.93)	(952,928.97)
Net Cash Provided (Used) From Capital & Related Financing Activities	(138,715,691.83)	68,469,019.73
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from Sale of Investments	120,245,462.43	46,871,056.44
Proceeds from Interest and Investment Income	3,021,995.46	4,334,667.79
Payments to Acquire Investments	(36,749,393.79)	(100,937,563.63)
Net Cash Provided (Used) by Investing Activities	86,518,064.10	(49,731,839.40)
Net Increase/(Decrease) in Cash and Cash Equivalents	12,228,396.92	67,411,995.51

UNAUDITED

	August 31, 2011	August 31, 2010
Cash and Cash Equivalents –September 1, 2010 and 2009	265,139,601.68	207,206,539.35
Restatements to Beginning Cash and Cash Equivalents	-	(9,478,933.18)
Cash and Cash Equivalents –August 31, 2011 and 2010	\$ 277,367,998.60	\$ 265,139,601.68

Displayed as:

Unrestricted Cash and Cash Equivalents (Statement of Net Assets)	\$ 238,253,685.15	\$ 240,196,448.19
Restricted Cash and Cash Equivalents (Statement of Net Assets)	39,114,313.45	24,943,153.49
	\$ 277,367,998.60	\$ 265,139,601.68

**Reconciliation of Operating Income to
Net Cash Provided by Operating Activities**

Operating Income/(Loss)	\$ (183,286,981.03)	\$ (124,232,495.10)
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**Adjustments to Reconcile Operating Income to
Net Cash Provided by Operating Activities**

Depreciation and Amortization	25,850,349.28	23,908,716.01
Bad Debt Expense	3,738,557.47	(1,346,532.90)
Operating Income and Cash Flow Categories Classification Differences		
Changes in Assets and Liabilities:		
(Increase) Decrease in Receivables	6,132,238.42	(16,341,775.01)
(Increase) Decrease in Inventories	119,028.12	(12,313.24)
(Increase) Decrease in Loans & Contracts	-	(158,147.64)
(Increase) Decrease in Prepaid Expenses	812,174.75	(94,201.11)
Increase (Decrease) in Payables	20,456,006.33	12,724,995.33
Increase (Decrease) in Deferred Income	6,712,295.15	10,340,304.24
Total Adjustments	63,820,649.52	29,021,045.68

Net Cash Provided by Operating Activities	\$ (119,466,331.51)	\$ (95,211,449.42)
--	----------------------------	---------------------------

Non Cash Transactions

Net Increase (Decrease) in FMV of Investments	\$ 1,115,546.04	\$ (829,144.28)
Amortization of Investment Premiums/(Discounts)	\$ 845,875.52	\$ 366,626.26
Amortization of Bond Premiums/(Discounts)	\$ 801,132.00	\$ 284,821.55
Gain/(Loss) on disposal of Capital Assets	\$ (281,119.43)	\$ (914,155.82)

The accompanying Notes to the Combined Financial Statements are an integral part of the financial statements.

UNAUDITED

UNIVERSITY OF NORTH TEXAS (752)
Notes to Schedule 1A - Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended August 31, 2011

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 - Operating	\$ 23,754,643.83
Federal Grants and Contracts - Nonoperating	48,846,495.45
Federal Pass-Through Grants from Other State Agencies/Universities - Operating	3,842,702.59
Federal Pass-Through Grants from Other State Agencies/Universities - Nonoperating	7,774,184.31
Subtotal	<u>\$ 84,218,026.18</u>
Reconciling Items:	
Federal Perkins Loan Program	\$ 112,000.00
Federal Direct Student Loans (Direct Loans)	184,477,799.00
Federal Grants from Texas A&M Research Foundation	(34,649.94)
Total Pass - Through & Expenditures per Federal Schedule	<u>\$ 268,773,175.24</u>

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>				
84.038 Federal Perkins Loan Program	\$ 112,000.00	\$ 118,492.00	\$ 230,492.00	\$ 1,518,138.17
84.268 Federal Direct Student Loans	184,477,799.00	-	184,477,799.00	-
<i>Total U.S. Department of Education</i>	<u>184,589,799.00</u>	<u>118,492.00</u>	<u>184,708,291.00</u>	<u>1,518,138.17</u>
TOTAL LOANS AND RECOVERIES	<u>\$ 184,589,799.00</u>	<u>\$ 118,492.00</u>	<u>\$ 184,708,291.00</u>	<u>\$ 1,518,138.17</u>

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 Government Publications Program, CFDA #40.001. The university is the legal custodian of government publications, which remain the property of the federal government. The publications are not assigned a value by the Government Printing Office.

Note 5: Unemployment Insurance Funds

N/A (Agency 320 only)

Note 6: Rebates from the Special Supplemental Food Program for Women, Infant and Children (WIC)

N/A (Agency 537 only)

Note 7: Deferred Federal Revenue

The University of North Texas does not report any Federal Deferred Revenue

UNAUDITED

UNIVERSITY OF NORTH TEXAS (752)
Schedule 2E - Defeased Bonds Outstanding
For the Fiscal Year Ended August 31, 2011

<u>Description of Issue</u>	<u>Year Refunded</u>	<u>Par Value Outstanding</u>
RFS Bonds Series, 2001	2010	\$ 25,615,000.00
RFS Bonds Series, 2002	2010	21,540,000.00
RFS Bonds Series, 2002A	2010	<u>6,085,000.00</u>
		<u>\$ 53,240,000.00</u>

UNAUDITED

UNIVERSITY OF NORTH TEXAS (752)
Schedule 3 - Reconciliation of Cash in State Treasury
For the Fiscal Year Ended August 31, 2011

<u>Cash in State Treasury</u>	<u>Unrestricted</u>	<u>Restricted</u>	<u>Current Year Total</u>
Local Revenue Fund 0258	\$ 24,287,342.76	\$ -	\$ 24,287,342.76
Total Cash in State Treasury (Statement of Net Assets)	<u><u>\$ 24,287,342.76</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 24,287,342.76</u></u>

UNIVERSITY OF NORTH TEXAS DALLAS

ORGANIZATIONAL DATA

August 31, 2011

BOARD OF REGENTS

Jack Wall(Term expires 5-22-13)..... Dallas
Gwyn Shea.....(Term expires 5-22-13).....Irving
Don A. Buchholz.....(Term expires 5-22-13)..... Dallas

Brint Ryan.....(Term expires 5-22-15)..... Dallas
Michael R. Bradford.....(Term expires 5-22-15)..... Midland
Steve Mitchell.....(Term expires 5-22-15)..... Richardson

Don Potts(Term expires 5-22-17)..... Dallas
Al Silva.....(Term expires 5-22-17)..... San Antonio
Michael R. Williams.....(Term expires 5-22-17)..... Fredericksburg

STUDENT REGENT

Christian Dean..... (Term expires 5-31-11)..... Dallas

OFFICERS OF THE BOARD

Jack WallChairman
Brint Ryan Vice Chairman
Julia A. Boyce..... Secretary

ADMINISTRATIVE OFFICERS

John Ellis PricePresident
Wayne UsryCFO V/P Finance & Administration
Barry Lewis Controller

UNAUDITED

UNIVERSITY OF NORTH TEXAS AT DALLAS (773)
Statement of Net Assets
For the Year Ended August 31, 2011

	August 31, 2011
ASSETS AND DEFERRED OUTFLOWS	
Current Assets	
Cash and Cash Equivalents	
Cash in Bank	\$ (57,269.53)
Reimbursement Due from Treasury	6,511.77
Cash in State Treasury	549,998.76
Cash Equivalents	5,369,785.71
Restricted:	
Cash and Cash Equivalents	
Cash in Bank	(15,258.39)
Cash Equivalents	1,430,679.74
Legislative Appropriations	5,753,876.42
Receivables from:	
Federal	42,239.99
Other Intergovernmental	759.51
Accounts Receivable*	1,792,201.66
Due From Other Agencies	17,292.31
Due From Other Components	1,141,765.19
Loans and Contracts	239,122.51
Other Current Assets	422,648.96
Total Current Assets	16,694,354.61
Non-Current Assets and Deferred Outflows	
Restricted:	
Investments	5,267.14
Investments	19,769.25
Gift Receivables	498,504.67
Capital Assets:	
Non-Depreciable or Non-Amortizable	
Land and Land Improvements	5,553,223.65
Depreciable or Amortizable	
Buildings and Building Improvements	58,661,953.55
Less Accumulated Depreciation	(6,118,047.54)
Furniture and Equipment	414,073.73
Less Accumulated Depreciation	(206,495.27)
Vehicles, Boats and Aircraft	70,782.72
Less Accumulated Depreciation	(30,462.03)
Other Capital Assets	115,521.96
Less Accumulated Depreciation	(17,398.49)
Total Non-Current Assets and Deferred Outflows	58,966,693.34
Total Assets and Deferred Outflows	\$ 75,661,047.95
LIABILITIES AND DEFERRED INFLOWS	
Current Liabilities	
Payables From:	
Accounts Payable	\$ 545,750.26
Payroll Payable	2,318,787.60
Due to Other Agencies	-
Due to Other Components	-
Deferred Revenues	3,891,981.00
Revenue Bonds Payable, Net	1,793,096.00
Employees' Compensable Leave	103,000.00
Other Current Liabilities	860,698.34
Total Current Liabilities	9,513,313.20
Non-Current Liabilities and Deferred Inflows	
Revenue Bonds Payable, Net	41,340,701.70
Employees' Compensable Leave	258,519.26
Total Non-Current Liabilities and Deferred Inflows	41,599,220.96
Total Liabilities and Deferred Inflows	51,112,534.16

UNAUDITED

	August 31, 2011
NET ASSETS	
Invested in Capital Assets, Net of Related Debt	15,231,258.58
Restricted for:	
Capital Projects	42,363.84
Non-Expendable	812,966.03
Expendable	(398,720.02)
Other Restricted	863,595.87
Unrestricted	7,997,049.49
Total Net Assets	24,548,513.79
Total Liabilities and Net Assets	\$ 75,661,047.95

UNAUDITED

UNIVERSITY OF NORTH TEXAS AT DALLAS (773)
Statement of Revenues, Expenses and Changes in Net Assets
For the Fiscal Year Ended August 31, 2011

	August 31, 2011
OPERATING REVENUES	
Sales of Goods and Services:	
Tuition and Fees - Non-Pledged	\$ 303,410.55
Tuition and Fees - Pledged	7,952,796.77
Discounts and Allowances	(1,774,564.43)
Auxiliary Enterprises - Non-Pledged	175.00
Auxiliary Enterprises - Pledged	51,525.16
Other Sales of Goods and Services - Pledged	349,957.92
Federal Revenue - Operating ⁽²⁾	42,239.99
State Grant Revenue	198,010.04
State Grant Pass Through Revenue	71,903.83
Other Grants and Contracts - Operating	46,380.00
Total Operating Revenues	7,241,834.83
OPERATING EXPENSES⁽¹⁾	
Instruction	6,179,912.60
Research	35,161.16
Public Service	793,976.11
Academic Support	2,174,205.67
Student Services	2,264,482.43
Institutional Support	8,086,610.36
Operations and Maintenance of Plant	1,573,294.73
Scholarships and Fellowships	90,114.91
Auxiliary Enterprises	17,105.50
Depreciation and Amortization	2,959,493.12
Total Operating Expenses	24,174,356.59
Operating Income/(Loss)	(16,932,521.76)
NONOPERATING REVENUES (EXPENSES)	
Additional Appropriations (GR)	1,320,946.05
Gifts	315,586.07
Investment Income	15,336.09
Interest Expense and Fiscal Charges	(1,986,284.98)
Net Increase (Decrease) in Fair Value of Investments	26,190.82
Settlement of Claims	(16,579.02)
Other Nonoperating Revenues - Non-Pledged	663,569.17
Total Nonoperating Revenues /(Expenses)	338,764.20
Income/(Loss) before Other Revenues, Expenses, Gains, Losses and Transfers	(16,593,757.56)

UNAUDITED

Institutional Support	Operation and Maintenance of Plant	Scholarships and Fellowships	Auxiliary Enterprises	Depreciation and Amortization	2011 Total Expenditures
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
3,073,310.64	162,875.10	60,956.50	-	-	11,395,737.25
679,902.69	34,127.12	1,270.61	-	-	2,419,835.82
225,269.36	65,860.31	-	-	-	390,115.46
48,803.60	-	5,500.00	-	-	195,403.92
2,651,023.95	249,205.22	2,340.00	13,203.17	-	3,493,481.75
60,411.63	481,572.13	-	-	-	558,063.52
58,094.41	220,728.61	-	-	-	316,294.42
256,439.78	18,329.29	-	-	-	363,633.63
22,477.80	224.00	-	-	-	84,816.62
-	-	-	-	2,959,493.12	2,959,493.12
41,752.95	-	-	-	-	41,752.95
-	-	20,133.56	-	-	20,223.56
969,123.55	340,372.95	(85.76)	3,902.33	-	1,935,504.57
\$ 8,086,610.36	\$ 1,573,294.73	\$ 90,114.91	\$ 17,105.50	\$ 2,959,493.12	\$ 24,174,356.59

UNAUDITED

UNIVERSITY OF NORTH TEXAS AT DALLAS (773)

Statement of Cash Flows

For the Fiscal Year Ended August 31, 2011

	August 31, 2011
CASH FLOWS FROM OPERATING ACTIVITIES	
Proceeds from Tuition and Fees	\$ 6,481,642.89
Proceeds Received from Customers	4,241,938.92
Proceeds from Sponsored Projects	298,242.05
Proceeds from Loan Programs	151,082.72
Proceeds from Auxiliaries	51,700.16
Proceeds from Other Revenues	-
Payments to Suppliers for Goods and Services	(7,255,965.54)
Payments to Employees for Salaries and Benefits	(11,135,266.21)
Payments for Loans Provided	(390,205.23)
Payments for Other Expenses	(1,812,425.22)
Net Cash Provided (Used) by Operating Activities	(9,369,255.46)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Proceeds from State Appropriations	1,320,946.05
Proceeds from Gifts	315,586.07
Proceeds of Transfers from Other Components	17,393,193.29
Payments for Transfers to Other Agencies	(5,198,937.86)
Payments for Transfers to Other Components	(33,084,002.92)
Payments for Other Uses	(515,083.69)
Net Cash Provided (Used) by Noncapital Financing Activities	(19,768,299.06)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Proceeds from Debt Issuance	43,133,797.70
Payments for Additions to Fixed Assets	(5,711,329.61)
Payments of Interest on Debt Issuance	(452,261.33)
Payments of Other Costs of Debt Issuance	(9,756.14)
Payments for Transfers to Other Components	(554,938.56)
Net Cash Provided (Used) From Capital & Related Financing Activities	36,405,512.06
CASH FLOWS FROM INVESTING ACTIVITIES	
Proceeds from Sale of Investments	1,154.43
Proceeds from Interest and Investment Income	15,336.09
Net Cash Provided (Used) by Investing Activities	16,490.52
Net Increase/(Decrease) in Cash and Cash Equivalents	7,284,448.06
Cash and Cash Equivalents --September 1, 2010 and 2009	-
Restatements to Beginning Cash and Cash Equivalents	-
Cash and Cash Equivalents --August 31, 2011 and 2010	\$ 7,284,448.06
Displayed as:	
Unrestricted Cash and Cash Equivalents (Statement of Net Assets)	\$ 5,869,026.71
Restricted Cash and Cash Equivalents (Statement of Net Assets)	1,415,421.35
	\$ 7,284,448.06

UNAUDITED

**August 31,
2011**

**Reconciliation of Operating Income to
Net Cash Provided by Operating Activities**

Operating Income/(Loss) **\$ (16,932,521.76)**

**Adjustments to Reconcile Operating Income to
Net Cash Provided by Operating Activities**

Depreciation and Amortization 2,959,493.12

Bad Debt Expense 41,752.95

Operating Income and Cash Flow Categories
Classification Differences

Changes in Assets and Liabilities:

(Increase) Decrease in Receivables 2,039,487.53

(Increase) Decrease in Loans & Contracts (239,122.51)

(Increase) Decrease in Prepaid Expenses (422,648.96)

Increase (Decrease) in Payables 3,184,304.17

Total Adjustments **7,563,266.30**

Net Cash Provided by Operating Activities **\$ (9,369,255.46)**

Non Cash Transactions

Net Increase (Decrease) in FMV of Investments \$ 26,190.82

Amortization of Bond Premiums/(Discounts) \$ 78,096.00

The accompanying Notes to the Combined Financial Statements are an integral part of the financial state

UNAUDITED

UNIVERSITY OF NORTH TEXAS AT DALLAS (773)
Notes to Schedule 1A - Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended August 31, 2011

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 - Operating	\$ 42,239.99
Total Pass - Through & Expenditures per Federal Schedule	\$ 42,239.99

Note 3: 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
TOTAL LOANS AND RECOVERIES	\$ -	\$ -	\$ -	\$ -

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

N/A

Note 4: Depository Libraries for Government Publications

N/A

Note 5: Unemployment Insurance Funds

N/A (Agency 320 only)

Note 6: Rebates from the Special Supplemental Food Program for Women, Infant and Children (WIC)

N/A (Agency 537 only)

Note 7: Deferred Federal Revenue

The University of North at Dallas does not report any Federal Deferred Revenue

UNAUDITED

UNIVERSITY OF NORTH TEXAS AT DALLAS (773)
Schedule 2D - Analysis of Funds Available for Debt Service
For the Fiscal Year Ended August 31, 2011

<u>Description of Issue</u>	<u>Pledged and other Sources and Related Expenditures for FY 2011</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>
Revenue Financing System Bonds, Series '05 & '09A	\$ 9,060,645.65	\$ -	\$ 1,970,000.00	\$ 2,334,287.50
Total	<u>\$ 9,060,645.65</u>	<u>\$ -</u>	<u>\$ 1,970,000.00</u>	<u>\$ 2,334,287.50</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.

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.

UNAUDITED

UNIVERSITY OF NORTH TEXAS AT DALLAS (773)
Schedule 3 - Reconciliation of Cash in State Treasury
For the Fiscal Year Ended August 31, 2011

<u>Cash in State Treasury</u>	<u>Unrestricted</u>	<u>Restricted</u>	<u>Current Year Total</u>
Local Revenue Fund 0292	\$ 549,998.76	\$ -	\$ 549,998.76
Total Cash in State Treasury (Statement of Net Assets)	<u>\$ 549,998.76</u>	<u>\$ -</u>	<u>\$ 549,998.76</u>