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# UNIVERSITY *of* NORTHERN COLORADO

## *Message from President Norton*

Coloradoans have invested in public higher education for more than a century. Our investment addresses statewide needs, fuels our economy and opens university doors to all students who want to pursue a higher education. Public universities help build the strong, diverse human infrastructure our state and nation need to remain competitive.

As a good steward of the public's investment, the University of Northern Colorado is committed to being, efficient, transparent and accountable while offering students Colorado's best university experience.

At UNC, we embrace our public mission. Eighty-nine percent of our freshman are from Colorado, one-third of our students are first-generation college students, and some 20 percent of our graduates are teachers. We continually work to engage our community, to ensure our graduates' degrees grow more valuable, and to serve Colorado and the nation.

By passing Referendum C in November, voters demonstrated their willingness to invest in the future of Colorado. Funding that will result from the ballot measure, which temporarily eases restrictions set by the Taxpayer Bill of Rights (TABOR), will allow Colorado's public higher education institutions to move forward.

As UNC moves forward, we will continue to honor the trust Coloradoans have place in our institution.

Sincerely

Kay Norton  
President



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## MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

*The accompanying financial statements of the University of Northern Colorado for the year ended June 30, 2005, were prepared by the management in conformity with generally accepted accounting principles.*

*The management of the University is responsible for the integrity and objectivity of these financial statements, which are presented on the accrual basis of accounting and, accordingly, include some amounts based upon judgement. Other financial information in the annual report is consistent with that in the financial statements. The system of internal accounting controls is designed to assure that the financial reports and the books of accounts properly reflect the transactions of the institution, in accordance with established policies and procedures as implemented by qualified personnel.*

*The Board of Trustees of the University of Northern Colorado monitors the financial and accounting operations of the institution, including the review and discussion of periodic financial statements, the evaluation and adoption of budgets and the reporting of independent certified public accountants.*



Frances L. Schoneck  
Vice President for Administration  
and Treasurer to the Board of Trustees



Michelle F. Quinn  
Assistant Vice President of Finance

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## Independent Accountants' Report on Financial Statements and Supplementary Information

Members of the Legislative Audit Committee:

We have audited the accompanying basic financial statements of the University of Northern Colorado (the University) and its discretely presented component units, collectively a component unit of the State of Colorado, as of and for the years ended June 30, 2005 and 2004, as listed in the table of contents. These financial statements are the responsibility of the University's management. Our responsibility is to express an opinion on these financial statements based on our audits. We did not audit the financial statements of the University of Northern Colorado Foundation, Incorporated (the Foundation) or the University of Northern Colorado Foundation Student Housing LLC I (the LLC), which collectively comprise the University's discretely presented component units. Those statements were audited by other accountants whose reports have been furnished to us. Our opinion, insofar as it relates to the amounts included for the Foundation and the LLC, is based solely on the reports of the other accountants.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The financial statements of the Foundation and the LLC, which were audited by other accountants, were not audited in accordance with *Government Auditing Standards*. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, based on our audits and the reports of other accountants, the financial statements referred to above present fairly, in all material respects, the financial position of the University and its discretely presented component units, as of June 30, 2005 and 2004, and their respective changes in financial position and cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated September 23, 2005, on our consideration of the University's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The accompanying management's discussion and analysis as listed in the table of contents is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

September 23, 2005

# MANAGEMENT DISCUSSION AND ANALYSIS

## Overview

This discussion presents management's discussion and analysis of the financial operating results of the University of Northern Colorado (the University or UNC), a public comprehensive baccalaureate and specialized graduate research university, for the fiscal year ending June 30, 2005 with prior year data for comparative purposes. The activities of the Student Media Corporation, a blended component unit, have also been incorporated. The Alumni Association was a blended component unit through the fiscal year ended June 30, 2004 but became independent in 2005. The statements focus on the financial condition and results of operation for the University as a whole. The financial statements for the University of Northern Colorado Foundation, Incorporated and the University of Northern Colorado Student Housing LLC I – legally separate organizations whose operations benefit the University – are discretely presented in separate columns, within UNC's financial statements. The Alumni Association is blended into the University of Northern Colorado Foundation for the fiscal year ended June 30, 2005. Unless otherwise noted, the information and financial data included in management's discussion and analysis relate solely to the University. This discussion has been prepared by management along with the financial statements and related footnote disclosures and should be read in conjunction with the financial statements and footnotes. The discussion and analysis is designed to focus on current activities, resulting changes and currently known facts. The financial statements, footnotes and this discussion are the responsibility of management.

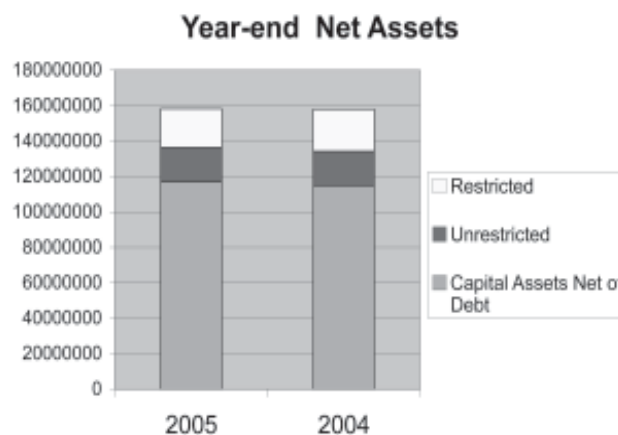
The statements are comprised of: the Statement of Net Assets; the Statement of Revenue, Expenses and Changes in Net Assets; and the Statement of Cash Flows. In addition, UNC's financial report includes note disclosures and is prefaced by this Management Discussion and Analysis (MD & A). The MD & A is required by GASB standards to provide "an easily readable analysis of financial activities based on currently known facts".

## Financial Highlights

The net assets of the University of Northern Colorado increased by \$215 thousand to \$158.2 million during the fiscal year ended June 30, 2005. This increase is net of elimination of the Alumni Association's net assets from the University's financial statements. If the Alumni Association had not been eliminated, net assets would have increased by \$1.0 million. Growth is slightly less than in fiscal year 2004 (\$1.5 million increase in net assets) and significantly less than in fiscal year 2003 (\$11.8 million increase in net assets). This is a result of declines in state support, both in operating and capital appropriations.

Selected financial highlights for the fiscal year ending June 30, 2005 include:

- University assets total \$244.0 million with liabilities of \$85.9 million resulting in net assets of \$158.2 million.
- Capital assets of \$179.5 million comprise 73% of University assets.
- Total revenue in 2005 was \$131.8 million including \$95.3 million of Operating Revenue and \$33.6 million in State Appropriation. Total revenue in 2004 was \$129.4 million including \$91.5 million of Operating Revenue and \$33.6 million in State Appropriations.
- Operating Expenses for 2005 and 2004 totaled \$127.5 and \$125.1 million, respectively, including \$82.8 and \$82.6 million in personnel costs (65% and 66%).



# MANAGEMENT DISCUSSION AND ANALYSIS

## Statement of Net Assets

The Statement of Net Assets is a financial snapshot of the University of Northern Colorado at June 30, 2005. It presents the fiscal resources of the University (assets), the claims against those resources (liabilities) and the residual available for future operations (net assets). Assets and liabilities are classified by liquidity as either current or non-current. Net assets are classified by the ways in which they may be used for future operations.

### Condensed Statement of Net Assets At June 30,

	<u>2005</u>	<u>2004</u>	<u>2003</u>
<b>Assets</b>			
Current Assets	\$ 54,941,752	\$ 57,929,096	\$ 53,326,416
Capital Assets	179,467,768	177,153,139	165,163,746
Other Non-current Assets	9,616,626	12,496,121	23,210,782
<b>Total Capital Assets</b>	<b>\$ 244,026,146</b>	<b>\$ 247,578,356</b>	<b>\$ 241,700,944</b>
<b>Liabilities</b>			
Current Liabilities	\$ 20,056,947	\$ 22,201,135	\$ 19,867,625
Bonds/Notes Payable	57,058,594	58,210,633	59,177,098
Other Non-current Liabilities	8,745,912	9,216,860	6,225,216
<b>Total Liabilities</b>	<b>\$ 85,861,453</b>	<b>\$ 89,628,628</b>	<b>\$ 85,269,939</b>
<b>Net Assets</b>			
Invested in Capital Assets net of Related Debt	\$ 116,921,377	\$ 114,772,936	\$ 117,868,111
Restricted - Nonexpendable	307,555	381,540	381,541
Restricted - Expendable	21,398,187	23,316,737	21,197,432
Unrestricted	19,537,574	19,478,515	16,983,921
<b>Total Net Assets</b>	<b>\$ 158,164,693</b>	<b>\$ 157,949,728</b>	<b>\$ 156,431,005</b>

## Liquid Assets

Unrestricted cash and cash equivalents (\$44.9 million) comprise 18.3% of the University's assets. The current ratio (current assets over current liabilities) is 2.7, which is slightly higher than 2.6, the figure from June 30, 2004.

## Capital Assets

UNC's single largest fiscal resource is its campus facility. Capital assets net of \$130.0 million accumulated depreciation total \$179.5 million. This is a \$2.3 million increase from fiscal year 2004. The new West Campus Dining Hall was opened during the current fiscal year. The total value of buildings and improvements, net of

accumulated depreciation, was \$144.6 million at June 30, 2005 as compared to \$137.8 million at June 30, 2004.

### Capital Assets Net of Accumulated Depreciation

	<u>June 30, 2005</u>		<u>June 30, 2004</u>		<u>June 30, 2003</u>	
Land and Improvements	\$ 19,365,823	10.8%	\$ 17,884,561	10.1%	\$12,554,570	7.6%
Buildings & Improvements	144,558,743	80.5%	137,834,728	77.8%	131,668,618	79.8%
Construction in Progress	2,786,047	1.6%	11,040,692	6.2%	10,593,558	6.4%
Library Books	7,554,352	4.2%	7,273,533	4.1%	6,983,715	4.2%
Equipment	4,360,173	2.4%	2,276,995	1.3%	2,520,655	1.5%
Art and Historical Treasures	842,630	0.5%	842,630	0.5%	842,630	0.5%
<b>Total Capital Assets</b>	<b>\$ 179,467,768</b>	<b>100.0%</b>	<b>\$ 177,153,139</b>	<b>100.0%</b>	<b>\$ 165,163,746</b>	<b>100.0%</b>

# MANAGEMENT DISCUSSION AND ANALYSIS

## Liabilities

The University's commitments of resources include: amounts owed to vendors; leases of equipment; and deferred revenue. Deferred revenues include amounts received for tuition and fees and certain auxiliary activities received by June 30, 2005 but related to services to be provided in fiscal year 2006 and amounts received from grant and contract sponsors that have not yet been earned. Compensated absences (employee accrued vacation) of \$2.9 million is another significant liability. The single largest liability, however, is outstanding bonds which totaled \$58.1 million at June 30, 2005 and \$59.2 million at June 30, 2004.

## Long-term Debt

In July 2001, UNC issued bonds totaling \$50,000,000 par. These bonds advance refunded the previously issued 1997 bonds and provided funding for West Campus Dining improvements, Parking, and additional Auxiliary Facility Improvements. These projects are not yet completed. Ratings by Moody's Investor Service and Standard & Poor's, based on insured bonds, were Aaa and AAA respectively. The underlying ratings were A2 and A. Other outstanding bonds include 1994 issuance and the 1998 issuance, both of which were for Auxiliary projects and the refunding of prior bonds. Bond maturities range from 2004 to 2031.

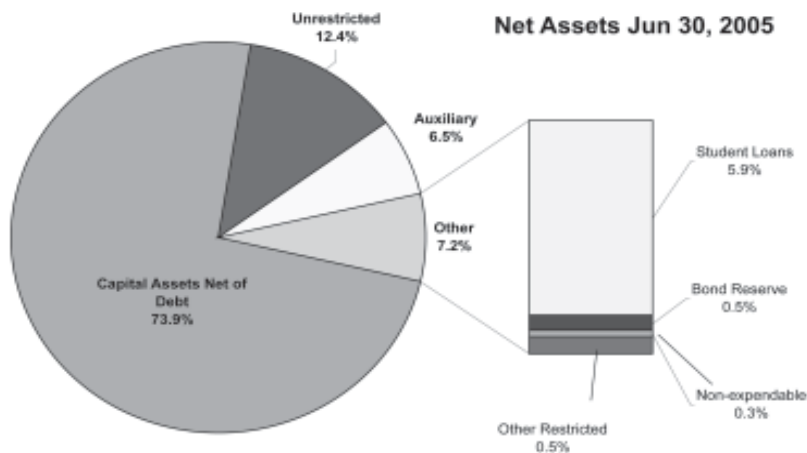
In July, 2005, the University issued an additional \$85.0 million in bonds with maturities from 2006 through 2040. Like the 2001 bonds, these were insured with ratings of Aaa by Moody's and AAA by Standard and Poor's. The underlying ratings remained unchanged with a stable outlook at the time of issuance.

## Net Assets

Net assets are the resources available for future operations, that is, assets reduced by liabilities. The University's largest class of assets is its capital assets, net of related debt, which comprises 73.9% of UNC's net assets.

Unrestricted Net Assets of \$19.5 million includes: departmental operating funds, inventory, self-funded operation working capital, reserves, and the net assets of the Student Media Corporation.

	<u>Net Assets</u>		
	<u>June 30, 2005</u>	<u>June 30, 2004</u>	<u>June 30, 2003</u>
Capital Assets Net of Debt \$	116,921,377	\$ 114,772,936	\$ 117,868,111
Unrestricted	19,537,574	19,478,515	16,983,921
Auxiliary	10,215,143	12,992,845	10,839,279
Student Loans	9,635,579	9,259,012	9,343,496
Bond Reserve	750,000	750,000	750,000
Non-expendable	307,555	381,540	381,541
Other Restricted	797,465	314,880	264,657
	<u>\$ 158,164,693</u>	<u>\$ 157,949,728</u>	<u>\$ 156,431,005</u>





# MANAGEMENT DISCUSSION AND ANALYSIS

## *Statement of Revenues, Expenses and Changes in Net Assets*

The Statement of Revenues, Expenses and Changes in Net Assets presents the financial activity of the University over the fiscal year. The focus is on operating revenues and expenses and it is important to recognize that GASB standards require state appropriations to be reported as *Non*-operating Revenue.

### Condensed Statement of Revenues, Expenses and Changes in Net Assets For the Year Ended June 30,

	<u>2005</u>	<u>2004</u>	<u>2003</u>
<b>Operating Revenues</b>			
Net Tuition and Fees	\$ 42,975,646	\$ 40,019,579	\$ 35,066,370
Grants and Contracts	20,383,430	20,056,915	20,055,607
Auxiliary	30,201,148	27,876,906	27,328,805
Other	<u>1,763,804</u>	<u>3,568,899</u>	<u>3,478,598</u>
<b>Total Operating Revenues</b>	<b><u>95,324,028</u></b>	<b><u>91,522,299</u></b>	<b><u>85,929,380</u></b>
<b>Operating Expenses</b>			
Education and General	96,514,044	95,595,980	99,012,483
Auxiliary	19,908,514	19,252,529	17,473,903
Depreciation	<u>11,092,760</u>	<u>10,212,966</u>	<u>9,528,353</u>
<b>Total Operating Expenses</b>	<b><u>127,515,318</u></b>	<b><u>125,061,475</u></b>	<b><u>126,014,739</u></b>
<b>Operating Loss</b>	<b>(32,191,290)</b>	<b>(33,539,176)</b>	<b>(40,085,359)</b>
<b>Non-Operating Revenues</b>			
State Appropriations	33,590,906	33,590,909	36,974,939
Transfer of Alumni Assoc. net assets			
To UNC Foundation	(817,809)		
Other Revenues and Expense	<u>(955,988)</u>	<u>(1,220,499)</u>	<u>2,202,905</u>
Loss Before Other Revenue/Expenses	<u>(374,181)</u>	<u>(1,168,766)</u>	<u>(907,515)</u>
Capital Appropriations	410,080	1,821,068	10,475,643
Net Other Items	<u>179,066</u>	<u>866,421</u>	<u>2,272,578</u>
<b>Increase in Net Assets</b>	<b>214,965</b>	<b>1,518,723</b>	<b>11,840,706</b>
<b>Net Assets - Beginning of Year</b>	<b><u>157,949,728</u></b>	<b><u>156,431,005</u></b>	<b><u>144,590,299</u></b>
<b>Net Assets - End of Year</b>	<b>\$ <u>158,164,693</u></b>	<b>\$ <u>157,949,728</u></b>	<b>\$ <u>156,431,005</u></b>

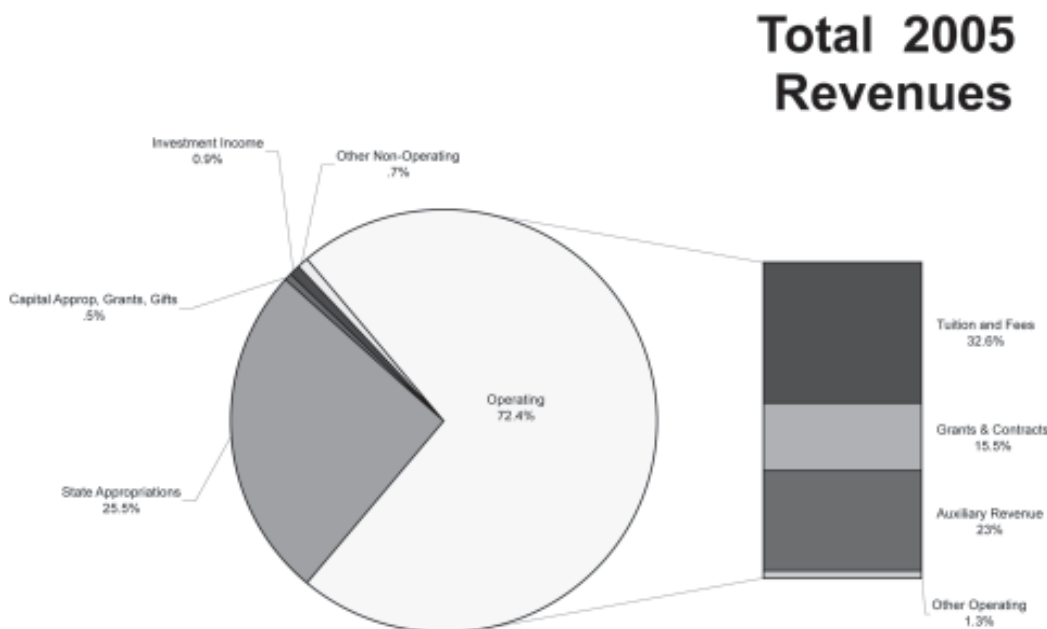




# MANAGEMENT DISCUSSION AND ANALYSIS

## Total Revenues

Revenue from all sources totals \$131.8 million with \$95.3 million of that being Operating Revenue and an additional \$33.6 million being UNC's general fund appropriation from the State of Colorado. In fiscal year 2004 total revenue was \$129.4 million with \$91.5 million operating revenue and a \$33.6 million general fund appropriation.



## Operating Revenues

Operating revenue is derived from Tuition and Fees - \$43.0 million; Auxiliary activity - \$30.2 million; Grants & Contracts - \$20.4 million and Other - \$1.7 million.

Tuition and fees are shown net of scholarship allowances. Scholarship allowances are those portions of the University's tuition and fees, which are paid by other revenues, primarily federal and state grants for financial aid, but also general institutional scholarships.

About 52% of the Operating Grants and Contract Revenue is federal and state financial aid with an additional 32% coming from federal grants for research, training, etc. Federal financial aid increased by \$190 thousand while state financial aid decreased \$184 thousand.

### Grants & Contracts Revenue

	<u>June 30, 2005</u>	<u>June 30, 2004</u>	<u>June 30, 2003</u>
Federal Financial Aid	\$ 6,173,513	\$ 5,983,582	\$ 5,927,105
State Financial Aid	4,319,367	4,502,887	5,452,469
	10,492,880	10,486,469	11,379,574
Federal Grants	6,548,796	6,864,279	5,805,496
State & Local Grants	59,185	96,473	555,999
UNC Foundation Grants	1,684,683	2,043,377	1,523,284
Other Grants	1,597,886	566,317	791,254
	<u>\$ 20,383,430</u>	<u>\$ 20,056,915</u>	<u>\$ 20,055,607</u>

# MANAGEMENT DISCUSSION AND ANALYSIS

## Expenses

Operating Expenses of \$127.5 million, \$3.1 million in interest related to bond financing and \$98 thousand in losses on disposal of assets contribute to total expenses and losses of \$130.7 million.

Operating expenses have increased from fiscal year 2004 by \$2.5 million primarily in operation of plant and depreciation.

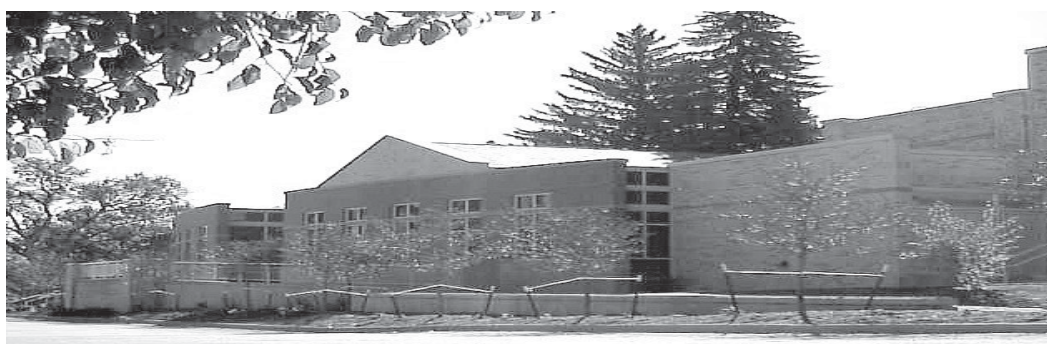
### Operating Expense by Function

	<u>2005</u>			<u>2004</u>			<u>2003</u>		
Instruction	\$	47,256,404	37.1%	\$	48,942,559	39.1%	\$	49,988,018	39.7%
Research		2,755,929	2.2%		2,720,769	2.2%		2,449,785	1.9%
Public Service		1,309,977	1.0%		1,306,980	1.0%		1,193,638	1.0%
Academic Support		10,965,180	8.6%		10,901,482	8.7%		11,756,600	9.3%
Student Services		15,143,766	11.9%		14,391,723	11.5%		14,199,382	11.3%
Institutional Support		6,213,142	4.8%		5,533,618	4.4%		7,355,922	5.8%
Operation of Plant		9,381,581	7.4%		8,480,520	6.8%		8,871,396	7.0%
Scholarships & Fellowships		3,488,065	2.7%		3,318,329	2.7%		3,197,742	2.5%
Auxiliary Operating Expenditures		19,908,515	15.6%		19,252,529	15.4%		17,473,903	13.9%
Depreciation		11,092,759	8.7%		10,212,966	8.2%		9,528,353	7.6%
<b>Total Operating Expenses</b>	<b>\$</b>	<b>127,515,318</b>	<b>100.0%</b>	<b>\$</b>	<b>125,061,475</b>	<b>100.0%</b>	<b>\$</b>	<b>126,014,739</b>	<b>100.0%</b>

The single largest category of expense across all University functions is personnel.

### Operating Expenses by Natural Class

	<u>2005</u>			<u>2004</u>			<u>2003</u>		
Personnel Costs	\$	82,818,727	64.9%	\$	82,696,027	66.1%	\$	88,209,095	70.0%
Cost of Goods Sold		8,873,157	7.0%		7,952,500	6.4%		8,337,512	6.6%
Other Operating Expense		24,730,675	19.4%		24,199,982	19.3%		19,939,779	15.8%
Depreciation		11,092,759	8.7%		10,212,966	8.2%		9,528,353	7.6%
<b>Total Operating Expenses</b>	<b>\$</b>	<b>127,515,318</b>	<b>100.0%</b>	<b>\$</b>	<b>125,061,475</b>	<b>100.0%</b>	<b>\$</b>	<b>126,014,739</b>	<b>100.0%</b>



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## MANAGEMENT DISCUSSION AND ANALYSIS

### Statement of Cash Flows

The Statement of Cash Flows provides information about the cash activity over the past year. A summary is presented here, with more detail on the actual statement. Just as the State Appropriation is not part of Operating Revenue on Statement of Revenue, Expenses and Changes in Net Assets, cash flows from the State Appropriation are not considered Operating, but Non-capital Financing on the Statement of Cash Flows.

**University of Northern Colorado  
Condensed Statement of Cash Flows  
For the Years Ended June 30,**

<b>Cash Flows Provided/(Used) by:</b>	<b><u>2005</u></b>	<b><u>2004</u></b>	<b><u>2003</u></b>
Operating Activities	\$ (23,824,201)	\$ (22,013,727)	\$ (21,130,019)
Non-capital Financing	32,517,669	33,453,965	37,046,947
Capital and Related Financing	(17,383,505)	(19,005,348)	(15,126,009)
Investing	<u>1,239,454</u>	<u>417,736</u>	<u>2,728,722</u>
<b>Net Increase in Cash</b>	<b>(7,450,583)</b>	<b>(7,147,374)</b>	<b>3,519,641</b>
<b>Beginning Cash Balance</b>	<b><u>53,069,934</u></b>	<b><u>60,217,308</u></b>	<b><u>56,697,667</u></b>
<b>Ending Cash Balance</b>	<b>\$ <u>45,619,351</u></b>	<b>\$ <u>53,069,934</u></b>	<b>\$ <u>60,217,308</u></b>

### Economic Outlook

Colorado is the first state in the nation to enact legislation to fund undergraduate college and university student education through a direct stipend (akin to K-12 vouchers) rather than indirectly via appropriations. This stipend funding mechanism will be implemented in fiscal year 2006 and UNC anticipates it to generate about \$21.9 million in the first year. The University will also receive \$11.7 million through a fee-for-service contract to fund graduate education.

UNC is actively engaged in planning for the uncertainties in our funding future. The "Charting the Future" comprehensive plan is being implemented to better position the University to be effective in meeting its mission and nimble in responding to change. The Board continues to focus on financial planning including strategic tuition pricing and realignment of financial resources toward the University's highest priorities. Various alternatives are being identified to address different financial scenarios. The University remains committed to controlling its own destiny regardless of the level of state funding.

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## MANAGEMENT DISCUSSION AND ANALYSIS

UNC's student enrollment continues to increase. Fiscal year 2005 headcount was up 1.1% and preliminary numbers for fall 2005 (fiscal 2006) indicate the on-campus enrollment remains strong.

### **Student Headcount Enrollment**

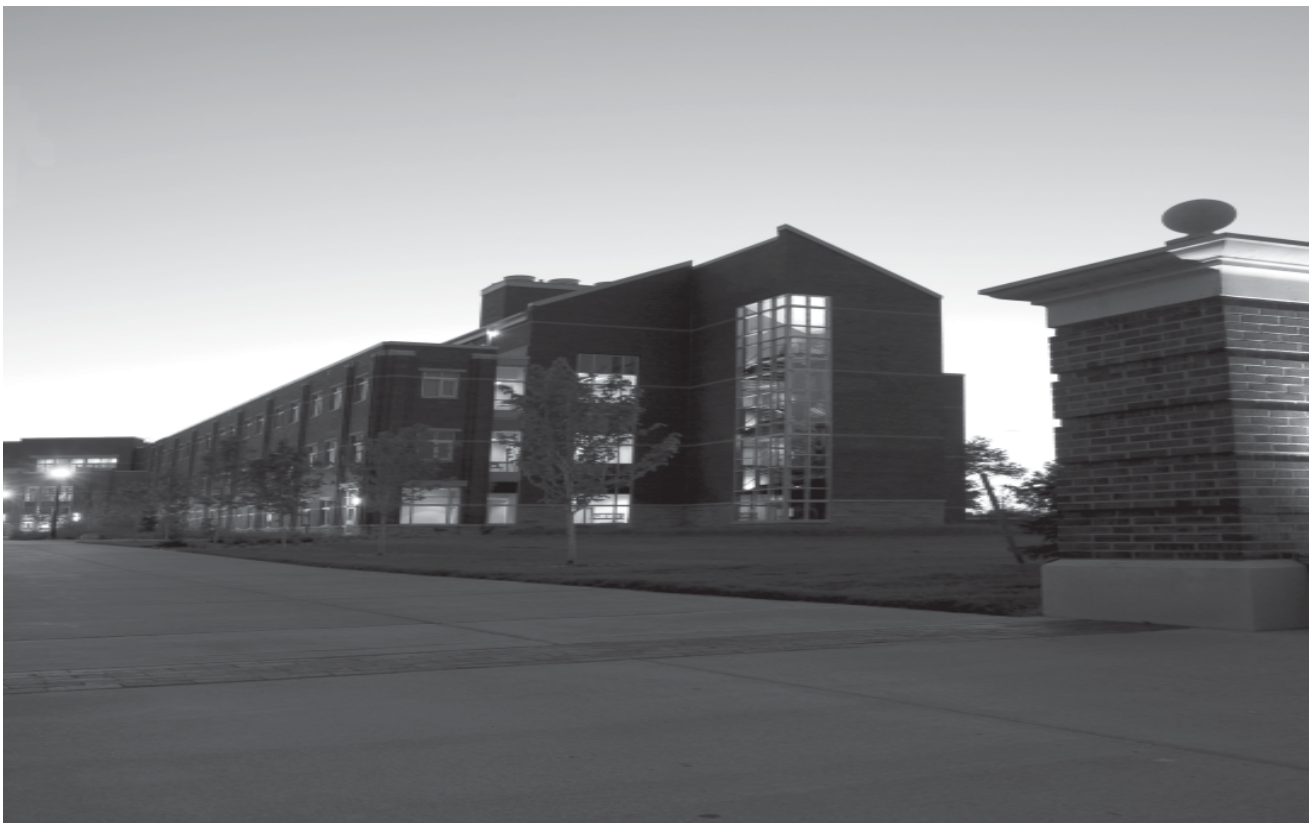
<b>Fiscal Year</b>	<b>On-Campus</b>	<b>Percent Change</b>
2005	13,659	1.1%
2004	13,512	2.3%
2003	13,205	0.9%
2002	13,081	

Resident enrollment in particular, as measured by full-time equivalency (FTE) or 30 academic credit hours, continues to grow.

Financial challenges for higher education continue to be very real, but UNC has been a leader in proactively addressing these issues. Financial planning will be very critical during the next few years, but the University administration is prepared to address these issues realistically and positively.

### **Resident FTE Enrollment**

<b>Fiscal Year</b>	<b>On-Campus</b>	<b>Percent Change</b>
2005	9,878	2.9%
2004	9,598	1.7%
2003	9,441	3.9%
2002	9,088	



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# FINANCIAL STATEMENTS

# STATEMENT OF NET ASSETS

## June 30, 2005

### ASSETS

#### Current Assets:

	UNIVERSITY OF NORTHERN COLORADO	University of Northern Colorado Foundation, Inc.	University of Northern Colorado Foundation Student Housing LLC 1
Cash and cash equivalents	\$ 44,862,824	\$ 3,655	\$ 191,614
Funds held in trust	---	---	1,544,444
Student accounts receivable, net of allowance of \$735,289	4,999,469	---	---
Contributions receivable, net	---	944,491	---
Other receivables, net	1,806,483	527,572	104,869
Investments	---	44,428,987	---
Inventories	801,683	---	---
Loans to Students, net	1,640,565	---	---
Other current assets	830,728	78,918	24,258
Total Current Assets	<u>54,941,752</u>	<u>45,983,623</u>	<u>1,865,185</u>

#### Noncurrent Assets

Restricted cash and cash equivalents	756,527	---	---
Restricted investments	683,595	---	---
Contributions receivable, net	---	780,553	---
Loans to students, net	6,809,694	---	---
Other non current assets	1,366,810	---	5,656,645
Other long-term investments	---	263,709	---
Investments restricted for endowment	---	44,411,409	---
Capital assets, net	<u>179,467,768</u>	<u>1,124,282</u>	<u>15,803,826</u>
Total Noncurrent Assets	<u>189,084,394</u>	<u>46,579,953</u>	<u>21,460,471</u>

#### TOTAL ASSETS

<u>\$ 244,026,146</u>	<u>92,563,576</u>	<u>23,325,656</u>
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### LIABILITIES and NET ASSETS

#### Current liabilities:

Accounts payable and accrued liabilities	12,364,796	750,516	731,582
Deferred revenue	4,093,539	---	152,471
Bonds/notes payable, current portion	1,087,039	---	105,000
Capital leases payable, current portion	458,018	---	---
Funds held for the University of Northern Colorado	---	796,157	---
Other current liabilities	<u>2,053,555</u>	<u>---</u>	<u>110,944</u>
Total Current Liabilities	<u>20,056,947</u>	<u>1,546,673</u>	<u>1,099,997</u>

#### Noncurrent liabilities:

Bonds/notes payable	57,058,594	---	23,852,344
Capital lease payable	4,065,184	---	---
Other long term liabilities	2,434,827	---	---
Annuity obligations	---	139,568	---
Compensated absence liabilities	<u>2,245,901</u>	<u>---</u>	<u>---</u>
Total Noncurrent Liabilities	<u>65,804,506</u>	<u>139,568</u>	<u>23,852,344</u>

#### Total Liabilities

<u>85,861,453</u>	<u>1,686,241</u>	<u>24,952,341</u>
-------------------	------------------	-------------------

### NET ASSETS

Invested in capital assets, net of related debt	116,921,377	1,124,282	---
Restricted for:			
Nonexpendable purposes			
Scholarships/fellowships	306,155	44,411,409	---
Academic support	1,400	---	---
Expendable purposes			
Auxiliary Expenditures	10,215,143	---	---
Scholarships/fellowships	269,711	35,403,374	---
Loans	9,635,579	---	---
Bond reserve	750,000	---	---
Other	527,754	---	---
Unrestricted	<u>19,537,574</u>	<u>9,938,270</u>	<u>(1,626,685)</u>
Total Net Assets	<u>158,164,693</u>	<u>90,877,335</u>	<u>(1,626,685)</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 244,026,146</u>	<u>\$ 92,563,576</u>	<u>\$ 23,325,656</u>

\* See accompanying notes to financial statements



# STATEMENT OF NET ASSETS

## June 30, 2004

### Component Units

#### ASSETS

##### Current Assets:

	UNIVERSITY OF NORTHERN COLORADO	University of Northern Colorado Foundation, Inc.	University of Northern Colorado Foundation Student Housing LLC I
Cash and cash equivalents	\$ 49,452,907	\$ 22,649	\$ 175,817
Funds held in trust	---	---	1,507,754
Student accounts receivable, net of allowance of \$1,175,709	4,492,652	---	---
Contributions receivable, net	---	1,043,086	---
Other receivables, net	1,445,220	393,637	4,474
Investments	---	42,006,733	---
Inventories	750,133	---	---
Loans to Students, net	1,533,225	---	---
Other current assets	254,959	62,197	28,811
Total Current Assets	57,929,096	43,528,302	1,716,856

##### Noncurrent Assets

Restricted cash and cash equivalents	3,617,027	---	---
Restricted investments	683,967	---	---
Contributions receivable, net	---	978,967	---
Loans to students, net	6,808,693	---	---
Other non current assets	1,386,434	---	5,647,352
Other long-term investments	---	483,141	---
Investments restricted for endowment	---	41,803,226	---
Capital assets, net	177,153,139	344,999	16,338,205
Total Noncurrent Assets	189,649,260	43,610,333	21,985,557

#### TOTAL ASSETS

247,578,356	87,138,635	23,702,413
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#### LIABILITIES and NET ASSETS

##### Current liabilities:

Accounts payable and accrued liabilities	15,302,545	558,809	666,498
Deferred revenue	3,954,347	---	47,515
Bonds/notes payable, current portion	966,463	---	55,000
Capital leases payable, current portion	310,325	---	---
Funds held for the University of Northern Colorado	---	718,488	---
Other current liabilities	1,667,455	---	120,875
Total Current Liabilities	22,201,135	1,277,297	889,888

##### Noncurrent liabilities:

Bonds/notes payable	58,210,633	---	23,944,320
Capital lease payable	4,528,658	---	---
Other long term liabilities	2,527,089	---	---
Annuity obligations	---	154,393	---
Compensated absence liabilities	2,161,113	---	---
Total Noncurrent Liabilities	67,427,493	154,393	23,944,320

#### Total Liabilities

89,628,628	1,431,690	24,834,208
------------	-----------	------------

#### NET ASSETS

Invested in capital assets, net of related debt	114,772,936	344,999	---
Restricted for:			
Nonexpendable purposes			
Scholarships/fellowships	380,140	41,803,226	---
Academic support	1,400	---	---
Expendable purposes			
Auxiliary Expenditures	12,992,845	---	---
Scholarships/fellowships	196,312	35,808,501	---
Loans	9,259,012	---	---
Bond reserve	750,000	---	---
Other	118,568	---	---
Unrestricted	19,478,515	7,750,219	(1,131,795)
Total Net Assets	157,949,728	85,706,945	\$ (1,131,795)
TOTAL LIABILITIES AND NET ASSETS	\$ 247,578,356	\$ 87,138,635	\$ 23,702,413

# STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS

## For the year ended June 30, 2005

		Component Units	
	UNIVERSITY OF NORTHERN COLORADO	University of Northern Colorado Foundation, Inc.	University of Northern Colorado Foundation Student Housing LLC I
<b>OPERATING REVENUES</b>			
Student tuition and fees, net	\$ 42,975,646	\$ ---	\$ ---
Contributions	---	5,477,163	---
Contributed services	---	163,638	---
Rental incomes and fees	---	---	1,880,297
Federal grants and contracts	12,722,309	---	---
State and Local grants and contracts	4,378,552	---	---
Nongovernmental grants and contracts	3,282,569	---	---
Sales and services of educational activities	1,262,099	---	---
Auxiliary operating revenue	30,201,148	---	---
Interest and dividends	---	2,205,113	---
Net realized and unrealized gains	---	5,242,835	---
Other operating revenue	501,705	945,254	---
Total operating revenues	\$ 95,324,028	14,034,003	1,880,297
<b>OPERATING EXPENSES</b>			
Educational and general			
Instruction	47,256,404	---	---
Research	2,755,929	---	---
Public service	1,309,977	---	---
Academic support	10,965,180	---	---
Student services	15,143,766	---	---
Institutional support	6,213,142	---	---
Operation of plant	9,381,581	---	---
Scholarships & fellowships	3,488,065	---	---
Program	---	7,067,859	---
Management and general	---	951,645	---
Fund raising	---	844,109	---
Auxiliary operating expenditures	19,908,514	---	---
Operating expenses	---	---	643,075
Ground lease with UNC	---	---	61,571
Depreciation and amortization	11,092,760	---	591,777
Total operating expenses	127,515,318	8,863,613	1,296,423
Operating income (loss)	(32,191,290)	5,170,390	583,874
<b>NONOPERATING REVENUES (EXPENSES)</b>			
State appropriations	33,590,906	---	---
Investment income (net of investment expense)	1,239,082	---	123,504
Interest on capital asset related debt	(3,115,368)	---	(1,202,268)
Transfer of Alumni Assoc. net assets to UNC Foundation	(817,809)	---	---
Other nonoperating revenues	920,298	---	---
Net nonoperating revenues	31,817,109	---	(1,078,764)
Income (loss) before other revenues, (expenses) gains, or (losses)	(374,181)	5,170,390	(494,890)
Capital appropriations	410,080	---	---
Capital grants and gifts	277,118	---	---
Loss on disposal of capital asset	(98,052)	---	---
Increase (Decrease) in Net Assets	214,965	5,170,390	(494,890)
Net Assets (Deficit), Beginning of Period	157,949,728	85,706,945	(1,131,795)
Net Assets (Deficit), End of Period	\$ 158,164,693	\$ 90,877,335	\$ (1,626,685)

\* See accompanying notes to financial statements

# STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS

## For the year ended June 30, 2004

		Component Units	
	UNIVERSITY OF NORTHERN COLORADO	University of Northern Colorado Foundation, Inc.	University of Northern Colorado Foundation, Student Housing LLC 1
<b>OPERATING REVENUES</b>			
Student tuition and fees, net	\$ 40,019,579	\$ ---	\$ ---
Contributions	---	4,169,585	---
Contributed services	---	43,387	---
Rental incomes and fees	---	---	1,845,084
Federal grants and contracts	12,847,861	---	---
State and Local grants and contracts	4,599,360	---	---
Nongovernmental grants and contracts	2,609,694	---	---
Sales and services of educational activities	2,778,486	---	---
Auxiliary operating revenue	27,876,906	---	---
Management fees	---	---	---
Interest and dividends	---	2,055,666	---
Net realized and unrealized gains	---	9,396,614	---
Loss on sale of building	---	(2,150,000)	---
Other operating revenue	790,413	1,346,227	---
Total operating revenues	<u>91,522,299</u>	<u>14,861,479</u>	<u>1,845,084</u>
<b>OPERATING EXPENSES</b>			
Operating expenses:			
Educational and general			
Instruction	48,942,559	---	---
Research	2,720,769	---	---
Public service	1,306,980	---	---
Academic support	10,901,482	---	---
Student services	14,391,723	---	---
Institutional support	5,533,618	---	---
Operation of plant	8,480,520	---	---
Scholarships & fellowships	3,318,329	---	---
Program	---	8,134,898	---
Management and general	---	1,103,988	---
Fund raising	---	543,578	---
Auxiliary operating expenditures	19,252,529	---	---
Operating expenses	---	---	662,108
Ground lease with UNC	---	---	61,571
Depreciation and amortization	<u>10,212,966</u>	<u>---</u>	<u>596,008</u>
Total operating expenses	125,061,475	9,782,464	1,319,687
Operating income (loss)	<u>(33,539,176)</u>	<u>5,079,015</u>	<u>525,397</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>			
State appropriations	33,590,909	---	---
Investment income (net of investment expense)	254,084	---	104,299
Interest on capital asset related debt	(2,837,025)	---	(1,205,292)
Other nonoperating revenues	1,362,442	---	---
Net nonoperating revenues	<u>32,370,410</u>	<u>---</u>	<u>(1,100,993)</u>
Income (loss) before other revenues, (expenses) gains, or (losses)	(1,168,766)	5,079,015	(575,596)
Capital appropriations	1,821,068	---	---
Capital grants and gifts	883,476	---	---
Loss on disposal of capital asset	(17,055)	---	---
Increase (Decrease) in Net Assets	1,518,723	5,079,015	(575,596)
Net Assets, Beginning of Period	156,431,005	80,627,930	(556,199)
Net Assets, End of Period	<u>\$ 157,949,728</u>	<u>\$ 85,706,945</u>	<u>\$ (1,131,795)</u>

# STATEMENT OF CASH FLOWS

## For the years ended June 30, 2005 and 2004

### UNIVERSITY OF NORTHERN COLORADO

#### CASH FLOWS FROM OPERATING ACTIVITIES:

##### Cash Received:

Tuition and fees  
Sales of services  
Grants and contracts  
Student loans collected  
Other receipts

##### Cash Payments:

Payments to or for employees  
Payments to suppliers  
Scholarships disbursed  
Student loans disbursed

##### Net cash provided (used) by operating activities

#### YEAR ENDED JUNE 30, 2005

\$ 42,246,758  
31,463,247  
20,383,430  
2,103,047  
1,422,003

(84,591,480)  
(31,153,889)  
(3,488,065)  
(2,209,252)

(23,824,201)

#### YEAR ENDED JUNE 30, 2004

\$ 40,029,369  
29,508,325  
19,408,585  
2,318,646  
1,852,852

(85,116,888)  
(24,678,157)  
(3,054,018)  
(2,282,441)

(22,013,727)

#### CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:

State appropriations, noncapital  
Agency inflows  
Agency outflows  
Transfer of Alumni Association net assets to UNC Foundation

33,590,906  
43,291,124  
(43,546,552)  
(817,809)

33,590,909  
40,295,169  
(40,432,113)  
---

##### Net cash provided (used) by noncapital financing activities

32,517,669

33,453,965

#### CASH FLOWS FROM CAPITAL and RELATED FINANCING ACTIVITIES:

State appropriations, capital  
Capital grants, contracts & gifts  
Proceeds from sale of capital assets  
Acquisition or construction of capital assets  
Principal paid on capital debt  
Interest paid on capital debt

410,080  
277,118  
---  
(13,507,576)  
(1,447,759)  
(3,115,368)

1,821,068  
883,476  
3,000  
(17,043,450)  
(1,389,544)  
(3,279,898)

##### Net cash provided (used) by capital financing activities

(17,383,505)

(19,005,348)

#### CASH FLOWS FROM INVESTING ACTIVITIES :

##### Investment earnings

##### Net cash provided (used) by investing activities

1,239,454  
1,239,454

417,736  
417,736

##### Increase (Decrease) in Cash and Cash Equivalents

(7,450,583)

(7,147,374)

##### Cash and Cash Equivalents, Beginning of Year

53,069,934

60,217,308

##### Cash and Cash Equivalents, End of Year

45,619,351

53,069,934

#### Reconciliation of net operating revenues (expenses) to net cash provided (used) by operating activities:

##### Operating income (loss)

(32,191,290)

(33,539,176)

##### Depreciation expense

11,092,760

10,212,966

##### Other revenues and additions

920,299

1,362,442

##### Changes in operating assets and liabilities

##### Cash invested with custodian

7,983

##### Receivables, net

(974,286)

(1,162,934)

##### Inventories & prepaid expenses

(1,715,712)

148,981

##### Accounts payable

(1,067,779)

729,334

##### Accrued payroll

(104,274)

222,370

##### Deferred revenues

139,192

(2,663)

##### Other liabilities

29,636

25,862

##### Compensated absences

47,253

(18,892)

##### Net cash provided (used) by operating activities

(23,824,201)

(22,013,727)

#### Reconciliation of Cash and Cash Equivalents to the Statement of Net Assets

##### Cash and cash equivalents

44,862,824

49,452,907

##### Restricted cash and cash equivalents

756,527

3,617,027

##### Total cash and cash equivalents

\$ 45,619,351

\$ 53,069,934

#### Supplemental Cash Flows Information

##### Accounts payable incurred for capital asset purchases

767,167

1,718,538

##### Capital lease obligation incurred for equipment

0

3,604,134

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## NOTES TO FINANCIAL STATEMENTS

### Note 1: Nature of Operations and Summary of Significant Accounting Policies

#### *Nature of Operations*

The University of Northern Colorado (the University) is a public institution of higher education with a broad general curriculum as well as preparation for selected professions within the fields of business, education, health services, music and related areas: and pre-professions such as pre-law, pre-medicine and others. The University is an institution of the State of Colorado with operations funded largely through student tuition and fees and through annual state appropriations. Funds are augmented by private support from alumni and through the University of Northern Colorado Foundation, Inc. The University extends unsecured credit to its students.

As an Institution of the State of Colorado, the University's operations and activities are funded in part through state appropriations. In accordance with Section 23-1-104, C.R.S., unspent revenues earned by the University in excess of appropriated amounts are retained by the University for future use.

#### *Reporting Entity and Component Units*

The financial statements of the University include all of the integral parts of the University's operations. The University applied various criteria to determine if it is financially accountable for any organization that would require that organization to be included in the University's reporting entity. These criteria include fiscal dependency, financial benefit/burden relationship, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters.

In accordance with accounting principles generally accepted in the United States of America, the financial statements present the University (primary government), its discretely presented component units - the University of Northern Colorado Foundation, Incorporated (see Note 6) and the University of Northern Colorado Foundation Student Housing LLC I (see Note 7), and its blended component units - the Student Media Corporation (see Note 8). The component units are included in the University's reporting entity because of the significance of their operational and financial relationships with the University in accordance with Statement No. 39 of the Governmental Accounting Standards Board *Determining Whether Certain Organizations Are Component Units, an amendment of GASB Statement 14*. Financial statements of the Student Media Corporation, the University of Northern Colorado Foundation, Incorporated and the University of Northern Colorado Foundation Student Housing LLC I can be obtained from their respective administrative offices.

For the year ended June 30, 2004, the Alumni Association of the University of Northern Colorado (Alumni Association) was reported as a blended component unit of the University. Effective July 1, 2004, the Alumni Association dissolved and all assets were transferred to the University of Northern Colorado Foundation. Therefore, the Alumni Association is not presented as a blended component unit of the University as of and for the year ended June 30, 2005.

#### *Basis of Accounting and Presentation*

The financial statements of the University have been prepared on the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities from exchange and exchange-like transactions are recognized when the exchange transaction takes place, while those from government-mandated nonexchange transactions (principally certain federal and state grants and state appropriations) are recognized when all applicable eligibility requirements are met. Internal activity and balances are eliminated in preparation of the financial statements unless they relate to services provided and used internally. Operating revenues and expenses include exchange transactions and program-specific, government-mandated nonexchange transactions.

Government-mandated nonexchange transactions that are not program specific (such as state appropriations), investment income and interest on capital asset-related debt are included in nonoperating revenues and expenses. The University first applies restricted net assets when an expense or outlay is incurred for purposes for which both restricted and unrestricted net assets are available.

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## NOTES TO FINANCIAL STATEMENTS

The University prepares its financial statements as a business-type activity in conformity with applicable pronouncements of the Governmental Accounting Standards Board (GASB). The University has the option to apply all Financial Accounting Standards Board (FASB) pronouncements that were issued after November 30, 1989, unless the FASB pronouncement conflicts with or contradicts a GASB pronouncement. The University has elected not to apply FASB pronouncements issued after the applicable date.

The University of Northern Colorado Foundation, Incorporated and the University of Northern Colorado Foundation Student Housing LLC I report under FASB standards. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. No modifications have been made to the Foundation's or the LLC's financial information in the University's financial reporting entity for these differences.

### *Use of Estimates*

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenses and other changes in net assets during the reporting period. Actual results could differ from those estimates.

### *Cash Equivalents*

The University considers all liquid investments with original maturities of three months or less to be cash equivalents. At June 30, 2005 and 2004, cash equivalents consisted primarily of funds invested through the State Treasurer's Cash Management Program.

### *Restricted Cash and Cash Equivalents*

Restricted cash and cash equivalents include amounts restricted for project construction and bond debt service reserves.

### *Accounts Receivable*

Accounts receivable consists of tuition and fee charges to students and auxiliary enterprise services provided to students, faculty and staff. Accounts receivable also includes amounts due from the Federal government, state and local governments or private sources, in connection with reimbursement of allowable expenditures made pursuant to the University's grants and contracts. Accounts receivable are recorded net of estimated uncollectible amounts.



### *Inventories*

Inventories are carried at the lower of cost or market. Cost is determined using the first-in, first-out (FIFO) basis.

### *Investments and Investment Income*

Investments in equity and debt securities are carried at fair value. Fair value is determined using quoted market prices. Investment income consists of interest and dividend income and the net change for the year in the fair value of investments carried at fair value.



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## NOTES TO FINANCIAL STATEMENTS

### *Loans to Students*

The University makes loans to students under various federal and other loan programs. Such loans receivable are recorded net of estimated uncollectible amounts. The allowance for uncollectible loans netted against loans to students was \$1,098,332 and \$1,102,517 at June 30, 2005 and 2004, respectively.

### *Capital Assets*

Capital assets are recorded at cost at the date of acquisition, or fair market value at the date of donation if acquired by gift. Depreciation is computed using the straight-line method over the estimated useful lives of the assets, generally 40 years for buildings, 20 years for land improvements, 3 years for software, 10 years for library books and 3 to 10 years for equipment and vehicles.

The University capitalizes interest costs as a component of construction in progress. Total interest capitalized was:

	<b>2005</b>	<b>2004</b>
Total interest expense incurred on borrowing for projects	\$ 186,618	\$ 442,873
Interest income for investment of proceeds of borrowings for projects	(26,511)	(235,788)
Net interest cost capitalized	<u>160,107</u>	<u>207,085</u>
Interest capitalized	160,107	207,085
Interest charged to expense	<u>3,115,368</u>	<u>2,837,025</u>
Total interest incurred	<u>\$ 3,275,475</u>	<u>\$ 3,044,110</u>

### *Compensated Absences*

University policies permit most employees to accumulate vacation and sick leave benefits that may be realized as paid time off or, in limited circumstances, as a cash payment. Expense and the related liability are recognized as vacation benefits are earned whether the employee is expected to realize the benefit as time off or in cash. Expense and the related liability for sick leave benefits are recognized when earned to the extent the employee is expected to realize the benefit in cash determined using the termination payment method. Sick leave benefits expected to be realized as paid time off are recognized as expense when the time off occurs and no liability is accrued for such benefits employees have earned but not yet realized. Compensated absence liabilities are computed using the regular pay and termination pay rates in effect at the financial statements date plus an additional amount for compensation-related payments such as social security and Medicare taxes computed using rates in effect at that date.

### *Deferred Revenues*

Deferred revenues include amounts received for tuition and fees and certain auxiliary activities prior to the end of the fiscal year but related to the subsequent accounting period. Deferred revenues also include amounts received from grant and contract sponsors that have not yet been earned.

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# NOTES TO FINANCIAL STATEMENTS

## ***Classification of Revenues***

The University has classified its revenues as either operating or nonoperating revenues according to the following criteria:

Operating revenues – Operating revenues include activities that have the characteristics of exchange transactions, such as (1) student tuition and fees, net of scholarship allowances, (2) sales and services of auxiliary enterprises, (3) contracts and grants for research activities and (4) interest on student loans.

Nonoperating revenues – Nonoperating revenues include activities that have the characteristics of nonexchange transactions, such as gifts and contributions and other revenue sources that are defined as nonoperating revenues by GASB No. 9, *Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Government Entities That Use Proprietary Fund Accounting* and GASB No. 34, such as state appropriations and investment income.

## ***Scholarship Discounts and Allowances***

Student tuition, fee revenues and certain other revenues from students are reported net of scholarship allowances in the statements of revenues, expenses and changes in net assets. Scholarship allowances are the difference between the stated charge for goods and services provided by the University and the amount that is paid by students and/or third parties making payments on the students' behalf. Certain governmental grants, such as Pell grants and other federal, state or nongovernmental programs are recorded as either operating or nonoperating revenues in the University's financial statements. To the extent that revenues from such programs are used to satisfy tuition and fees and other student charges, the University has recorded a scholarship allowance. The scholarship allowances on tuition and fees and housing were approximately \$8.8 million for each of the years ended June 30, 2005 and 2004.

## ***Income Taxes***

As a state institution of higher education, the income of the University is generally exempt from federal and state income taxes under Section 115(a) of the Internal Revenue Code and a similar provision of state law. However, the University is subject to federal income tax on any unrelated business taxable income.

## ***Reclassifications***

Certain reclassifications have been made to the 2004 financial statements to conform to the 2005 financial statement presentation. These reclassifications had no effect on change in net assets.



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## NOTES TO FINANCIAL STATEMENTS

### Note 2: Deposits and Investments

#### *Deposits*

Custodial credit risk is the risk that in the event of a bank failure, a government's deposits may not be returned to it. The University's deposit policy for custodial credit risk requires compliance with the provisions of state law.

State law requires collateralization of all deposits with federal depository insurance; bonds and other obligations of the U.S Treasury, U.S. agencies or instrumentalities or the state of Colorado; bonds of any city, county, school district or special road district of the state of Colorado; bonds of any state; or a surety bond having an aggregate value at least equal to the amount of the deposits.

At June 30, the University had bank balances as follows:

	2005	2004
Uninsured and uncollateralized	\$ ---	\$ 187,271
Uninsured and collateral held by pledging financial institution's trust department or agent in other than the University's name	<u>1,297,069</u>	<u>3,815,695</u>
Carrying value	<u><u>1,297,069</u></u>	<u><u>4,002,966</u></u>

At June 30, 2005 and 2004, the University had \$45,196,230 and \$51,836,758 , respectively, on deposit with the State Treasurer. Detailed information on the Treasurer's pool may be obtained in the State of Colorado's Comprehensive Annual Financial Report. The University deposits cash with the Colorado State Treasurer as required by Colorado Revised Statutes (CRS). The State Treasurer pools these deposits and invests them in securities approved by CRS 24-75-601.1. The University reports its share of the Treasurer's unrealized gains or losses based on its participation in the State Treasurer's pool. The State Treasurer does not invest any of the pool resources in any external investment pool, and there is no assignment or income related to participation in the pool.

#### *Investments*

The University has authority to invest institutional funds in any investment deemed advisable by the governing board per section 15-1-1106, C.R.S. The University may legally invest in direct obligations of and other obligations guaranteed as to principal by the U.S. Treasury and U.S. agencies and instrumentalities and in bank repurchase agreements. It may also invest, to a limited extent, in equity securities.



At June 30, 2005 and 2004, the University had the following investments and maturities:

**June 30, 2005**

Type	Fair Value	Maturities in Years		
		Less than 1	1-5	6-10
U.S. Treasury obligations	\$ 100,248	\$ ---	\$ 100,248	\$ ---
U.S. agency obligations	549,478	124,555	374,782	50,141
Money market mutual funds	33,869	33,869	---	---
	<u>\$ 683,595</u>	<u>\$ 158,424</u>	<u>\$ 475,030</u>	<u>\$ 50,141</u>

**June 30, 2004**

Type	Fair Value	Maturities in Years		
		Less than 1	1-5	6-10
U.S. Treasury obligations	\$ 151,868	\$ 50,063	\$ 101,805	\$ ---
U.S. agency obligations	426,226	---	401,366	24,860
Money market mutual funds	105,873	105,873	---	---
	<u>\$ 683,967</u>	<u>\$ 155,936</u>	<u>\$ 503,171</u>	<u>\$ 24,860</u>

Interest Rate Risk - The University does not have a formal investment policy that limits investment maturities as a means of managing exposure to fair value losses arising from increasing interest rates.

Custodial Credit Risk - For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the University will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. All of the University's investments at June 30, 2005 and 2004 are held by the counterparty in other than the University's name.

### Summary of Carrying Values

The carrying values of deposits and investments shown above are included in the statements of net assets as follows:

	<u>2005</u>	<u>2004</u>
Carrying value		
Deposits	\$ 45,619,351	\$ 53,069,934
Investments	<u>683,595</u>	<u>683,967</u>
	<u>\$ 46,302,946</u>	<u>\$ 53,753,901</u>
Included in the following balance sheet captions:		
Cash and cash equivalents	\$ 44,862,824	\$ 49,452,907
Noncurrent restricted cash and cash equivalents	756,527	3,617,027
Noncurrent restricted investments	<u>\$ 683,595</u>	<u>\$ 683,967</u>
	<u>\$ 46,302,946</u>	<u>\$ 53,753,901</u>

# NOTES TO FINANCIAL STATEMENTS

## Note 3: Capital Assets

Capital assets activity for the year ended June 30 was: 2005

	Beginning Balance	Additions	Disposals	Transfers	Ending Balance
Land	\$ 8,071,344	\$ 677,042	\$ ---	\$ ---	\$ 8,748,386
Land improvements	9,084,651	170,803	---	906,024	10,161,478
Non-depreciable land improvements	4,971,439	100,426	---	---	5,071,865
Buildings and improvements	221,124,836	2,256,457	---	12,632,120	236,013,413
Equipment and vehicles	11,062,125	1,445,764	(968,448)	(10,631)	11,528,810
Software	---	1,863,597	---	10,631	1,874,228
Library materials	30,422,972	1,643,346	(160,277)	---	31,906,041
Non-depreciable art/historical	842,630	---	---	---	842,630
Leasehold improvements	495,403	---	---	---	495,403
Construction in progress	<u>11,040,692</u>	<u>5,358,660</u>	<u>(75,161)</u>	<u>(13,538,144)</u>	<u>2,786,047</u>
	<u>297,116,092</u>	<u>13,516,095</u>	<u>(1,203,886)</u>	<u>---</u>	<u>309,428,301</u>
Less accumulated depreciation					
Land improvements	4,242,874	373,032	---	---	4,615,906
Buildings and improvements	83,290,108	8,164,562	---	---	91,454,670
Equipment and vehicles	8,785,130	880,173	(934,903)	(5,968)	8,724,432
Software	---	312,465	---	5,968	318,433
Library materials	23,149,438	1,362,527	(160,276)	---	24,351,689
Leasehold improvements	<u>495,403</u>	<u>---</u>	<u>---</u>	<u>---</u>	<u>495,403</u>
	<u>119,962,953</u>	<u>11,092,759</u>	<u>(1,095,179)</u>	<u>\$ ---</u>	<u>129,960,533</u>
Net capital assets	<u>\$ 177,153,139</u>	<u>\$ 2,423,336</u>	<u>\$ (108,707)</u>	<u>0</u>	<u>\$ 179,467,768</u>

2004

	Beginning Balance	Additions	Disposals	Transfers	Ending Balance
Land	\$ 5,798,559	\$ 2,272,785	\$ ---	\$ ---	\$ 8,071,344
Land improvements	8,069,007	128,817	---	886,827	9,084,651
Non-depreciable land improvements	2,603,326	966,870	---	1,401,243	4,971,439
Buildings and improvements	207,273,320	3,594,164	---	10,257,352	221,124,836
Equipment and vehicles	11,357,710	688,240	(963,825)	---	11,062,125
Library materials	29,053,833	1,598,981	(229,842)	---	30,422,972
Non-depreciable art/historical	842,630	---	---	---	842,630
Leasehold improvements	495,403	---	---	---	495,403
Construction in progress	<u>10,593,557</u>	<u>12,992,557</u>	<u>---</u>	<u>(12,545,422)</u>	<u>11,040,692</u>
	<u>276,087,345</u>	<u>22,222,414</u>	<u>(1,193,667)</u>	<u>---</u>	<u>297,116,092</u>
Less accumulated depreciation					
Land improvements	3,916,323	326,551	---	---	4,242,874
Buildings and improvements	75,604,702	7,685,406	---	---	83,290,108
Equipment and vehicles	8,837,053	891,847	(943,770)	---	8,785,130
Library materials	22,070,118	1,309,162	(229,842)	---	23,149,438
Leasehold improvements	<u>495,403</u>	<u>---</u>	<u>---</u>	<u>---</u>	<u>495,403</u>
	<u>110,923,599</u>	<u>10,212,966</u>	<u>(1,173,612)</u>	<u>---</u>	<u>119,962,953</u>
Net capital assets	<u>\$ 165,163,746</u>	<u>\$ 12,009,448</u>	<u>\$ (20,055)</u>	<u>\$ 0</u>	<u>\$ 177,153,139</u>

# NOTES TO FINANCIAL STATEMENTS

## Note 4: Long-term Liabilities

The following is a summary of long-term liabilities for the University for the year ended June 30:

	2005				
	Beginning Balance	Additions	Deductions	Ending Balance	Current Portion
Bonds, notes and capital leases					
Revenue bonds payable	\$ 59,258,809	\$ ---	\$ (1,125,001)	\$ 58,133,808	\$ 1,079,485
Notes payable	18,802	---	(6,977)	11,825	7,554
Capital leases payable	4,838,983	---	(315,781)	4,523,202	458,018
Total bonds and capital leases	<u>64,116,594</u>	<u>---</u>	<u>(1,447,759)</u>	<u>62,668,835</u>	<u>1,545,057</u>
Other liabilities					
Other long-term liabilities	4,094,029	---	(225,792)	3,868,237	1,433,410
Accrued compensated absences	2,818,794	47,252	---	2,866,046	620,145
Total other liabilities	<u>6,912,823</u>	<u>47,252</u>	<u>(225,792)</u>	<u>6,734,283</u>	<u>2,053,555</u>
	<u>\$71,029,417</u>	<u>\$47,252</u>	<u>\$ (1,673,551)</u>	<u>\$ 69,403,118</u>	<u>\$ 3,598,612</u>

	2004				
	Beginning Balance	Additions	Deductions	Ending Balance	Current Portion
Bonds, notes and capital leases					
Revenue bonds payable	\$ 60,132,779	\$ ---	\$ (974,485)	\$ 59,158,294	\$ 959,485
Notes payable	27,240	---	(8,438)	18,802	6,978
Capital leases payable	1,641,470	3,604,134	(406,621)	4,838,983	310,325
Total bonds and capital leases	<u>61,801,489</u>	<u>3,604,134</u>	<u>(1,389,544)</u>	<u>64,016,079</u>	<u>1,276,788</u>
Other liabilities					
Other long-term liabilities	4,266,470	---	(71,926)	4,194,544	1,667,455
Accrued compensated absences	2,837,686	---	(18,892)	2,818,794	657,681
Total other liabilities	<u>7,104,156</u>	<u>---</u>	<u>(90,818)</u>	<u>7,013,338</u>	<u>2,325,136</u>
Total long-term liabilities	<u>\$68,905,645</u>	<u>\$ 3,604,134</u>	<u>\$ (1,480,362)</u>	<u>\$ 71,029,417</u>	<u>\$ 3,601,924</u>



# NOTES TO FINANCIAL STATEMENTS

## ***Bonds Payable***

Bonds payable consisted of the following at June 30:

	2005	2004
<b>3.40 %-6.00% Auxiliary Facilities System Revenue</b>		
Refunding and Improvement Bonds issued April 1, 1994 in the original amount of \$17,150,000 and maturing in varying annual amounts to June 1, 2008	\$ 1,745,000	\$2,410,000
Less: unamortized discount	<u>(17,400)</u>	<u>(23,198)</u>
	<u>1,727,600</u>	<u>2,386,802</u>
 <b>3.50%-6.00% Auxiliary Facilities System Revenue</b>		
Refunding Bonds, issued April 1, 1998 in the original amount of \$10,630,000 and maturing in varying annual amounts through June 1, 2024	9,965,000	10,090,000
Less: unamortized discount	<u>(109,085)</u>	<u>(114,903)</u>
	<u>9,855,915</u>	<u>9,975,097</u>
 <b>3.00%-5.50% Auxiliary Facilities System Revenue</b>		
Refunding and Improvement Bonds, issued July 31, 2001 in the original amount of \$50,000,000 and maturing in varying amounts through June 1, 2031	48,330,000	48,665,000
Less: unamortized discount	(339,688)	(352,791)
Less: unamortized loss on refunding	<u>(1,440,019)</u>	<u>(1,518,814)</u>
	<u>46,550,293</u>	<u>46,796,395</u>
 Total Bonds Payable less unamortized discount and loss on refunding	<u>\$ 58,133,808</u>	<u>59,158,294</u>



The bonds are secured by certain student fees and a first lien on the University Auxiliary Facilities System, but not necessarily an exclusive first lien and a pledge of the net revenues derived from the University Auxiliary Facilities System.

Bond provisions require the establishment of renewal and replacement funds of \$750,000 and require the University to maintain compliance with certain rate covenants related to the bonds.

## NOTES TO FINANCIAL STATEMENTS

The annual requirements to amortize these bonds as of June 30, 2005 are as follows:

Year Ending June 30,	Principal	Interest	Total
2006	1,180,000	3,012,944	4,192,944
2007	1,240,000	2,954,195	4,194,195
2008	1,300,000	2,891,660	4,191,660
2009	1,360,000	2,831,197	4,191,197
2010	1,425,000	2,770,345	4,195,345
2011-2015	8,200,000	12,766,795	20,966,795
2016-2020	10,505,000	10,457,500	20,962,500
2021-2025	13,545,000	7,419,250	20,964,250
2026-2030	17,290,000	3,676,500	20,966,500
2031-2035	<u>3,995,000</u>	<u>199,750</u>	<u>4,194,750</u>
Total	\$ <u>60,040,000</u>	\$ <u>48,980,136</u>	\$ <u>109,020,136</u>

### Defeased Bonds

In August 1986, the Board of Trustees of the University in-substance defeased the Colorado State College Housing System Revenue Bonds of 1966 and the University of Northern Colorado Facilities Revenue Bonds Series 1972 by placing a portion of the proceeds of the Auxiliary System Refunding and Construction Revenue Bonds Series 1986 in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability of the in-substance defeased bonds are not included in the University's financial statements. At June 30, 2005, \$755,000 of these outstanding bonds are considered in-substance defeased.

In July 2001, the Board of Trustees of the University in-substance defeased the Auxiliary Facilities System Revenue Bonds Series 1997 by placing a portion of the proceeds of the Auxiliary Facilities System Revenue Refunding and Improvement Bonds Series 2001 in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability of the in-substance defeased bonds are not included in the University's financial statements. At June 30, 2005, \$21,110,000 of these outstanding bonds are considered in-substance defeased.

### Capital Lease Obligations

The University is obligated under leases accounted for as capital leases. Assets under capital leases at June 30, 2005 and 2004 include equipment totaling \$5,240,368 and \$5,240,368, respectively. These agreements provide that any obligations payable after the current fiscal year are contingent upon funds for that purpose being available. The following is a schedule by year of future minimum lease payments including interest together with the present value of the future minimum lease payments as of June 30, 2005.

2006	\$ 600,018
2007	551,347
2008	490,189
2009	488,323
2010	488,324
2011-2015	2,441,615
2016-2020	<u>649,268</u>
Total minimum lease payments	5,709,084
Less amount representing interest	<u>1,185,882</u>
Present value of future minimum lease payments	\$ <u>4,523,202</u>

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## NOTES TO FINANCIAL STATEMENTS

### *Other Long-Term Liabilities*

On August 1, 2001, the University entered into a ground lease agreement with the University of Northern Colorado Foundation Student Housing LLC I for \$2,655,000 over a 46-year period. The University received \$2,155,000 as an advance lease payment directly from the proceeds of the debt issued by the LLC to finance the LLC's student housing facility. The advance was initially recorded as deferred revenue. The University recognized \$54,263 in rental revenue for fiscal year 2005 and 2004 and will recognize an equal amount annually for the next 44 years. Deferred revenue under this lease agreement was approximately \$1,900,000 and \$2,000,000 as of June 30, 2005 and 2004, respectively.

### **Note 5: Operating Leases**

The University leases property and equipment under operating leases expiring in various years through 2011.

Future minimum lease payments under noncancelable operating leases as of June 30, 2005 are as follows:

2006	\$ 54,339
2007	37,656
2008	22,514
2009	20,083
2010	18,599
Later years	5,441
Total minimum lease payments	<u>\$ 158,632</u>

Rental expense under these agreements, for the years ended June 30, 2005 and 2004 was \$70,766 and \$92,577, respectively. Of this amount, all was paid to the State of Colorado.

### **Note 6: The University of Northern Colorado Foundation, Incorporated**

The University of Northern Colorado Foundation, Incorporated (the Foundation) is a legally separate, tax-exempt component unit of the University incorporated under Article 40, Title 7 of the Colorado Revised Statutes of 1973. The Foundation was established in February 1996 to promote the welfare, development and growth of the University and also to permit the Foundation to engage in activities as may be beyond the scope of the Trustees of the University. Although the University does not control the timing or amount of receipts from the Foundation, the majority of resources, or income thereon, that the Foundation holds and invests are restricted to the activities of the University by the donors. Because these restricted resources held by the Foundation can only be used by, or for the benefit of, the University, the Foundation is considered a component unit of the University and is discretely presented in the University's financial statements.

The Foundation had payables to the University of approximately \$270,000 at June 30, 2005 and 2004.



# NOTES TO FINANCIAL STATEMENTS

## *Contributions Receivable*

Contributions receivable as of June 30 are as follows:

	2005	2004
Due in less than one year	\$ 944,491	\$ 1,043,086
Due in one to five years	956,636	1,371,354
	<u>1,901,127</u>	<u>2,414,440</u>
Less present value discount	(176,083)	(392,387)
	<u>\$ 1,725,044</u>	<u>\$ 2,022,053</u>

Approximately 70% and 76% of the Foundation's contributions receivable as of June 30, 2005 and 2004, respectively, consist of pledges from five donors.

## *Investments*

Investments at June 30 consisted of the following:

	2005	2004
Fixed Income		
Corporate Notes	\$ 17,136,597	\$ 17,346,320
U.S. Treasury Bonds and Notes	2,932,300	3,940,644
U.S. Government Agency Obligations	<u>2,430,140</u>	<u>1,487,572</u>
	<u>22,499,037</u>	<u>22,774,536</u>
Equity Securities	58,151,638	54,072,353
Other Investments	<u>8,453,430</u>	<u>7,446,211</u>
	<u>\$ 89,104,105</u>	<u>\$ 84,293,100</u>

## **Note 7: The University of Northern Colorado Foundation Student Housing LLC I**

The LLC is a legally separate component unit of the University that was established as a Colorado limited liability company in May 2001 to construct and operate a 396-bed student housing facility for the University. The Foundation is the sole member of the LLC, however, the results of the LLC's operations do not accrue to the Foundation. The LLC has a 46-year ground lease with the University under which "net available cash flows" from the operations, as defined in the lease agreement, is paid to the University as rent (see Note 4). At the end of the ground lease in 2047, or upon earlier retirement of the bond issue, title to the housing facility is transferred to the University. As the majority of the LLC's available resources are paid to the University through the ground lease, the LLC is considered a component unit of the University and is discretely presented in the University's financial statements.

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## NOTES TO FINANCIAL STATEMENTS

### *Long-Term Debt*

The Colorado Educational and Cultural Facilities Authority (the Authority), a political sub-division of the State of Colorado, loaned the proceeds of a \$24,320,000 bond issue to the LLC to finance the construction of the LLC's student housing facility. The loan is payable in amounts sufficient to provide for the debt service of the bond issue. Interest rates on the bonds range from 3.375% to 5.375% and are payable semi-annually. The loan is collateralized by the revenues generated by the facility. At June 30, 2005, the balance outstanding on the loan was \$23,957,344, which is net of an original issue discount of \$272,656

The annual debt service requirements as of June 30, 2005 are as follows:

Year-Ending June 30,	Principal	Interest	Total
2006	\$ 105,000	\$ 1,199,593	\$ 1,304,593
2007	140,000	1,194,467	1,334,467
2008	180,000	1,188,643	1,368,643
2009	225,000	1,180,880	1,405,880
2010	275,000	1,170,992	1,445,992
2011-2015	2,110,000	5,619,514	7,729,514
2016-2020	2,825,000	5,013,058	7,838,058
2021-2025	3,605,000	4,209,814	7,814,814
2026-2030	4,600,000	3,188,687	7,788,687
2031-2035	5,870,000	1,879,916	7,749,916
2036-2038	4,295,000	337,608	4,632,608
	<u>\$ 24,230,000</u>	<u>\$ 26,183,172</u>	<u>\$ 50,413,172</u>

### **Note 8: Blended Component Units**

#### *Student Media Corporation*

The Student Media Corporation (Media Corporation) was organized under state law with a primary objective to publish the official school newspaper of the University. The Media Corporation is governed by a Board of Directors comprised of various University administrators, certain student members, and members of the community. The Media Corporation is reported as if it were a part of the University due to the financial dependency of the Media Corporation on the University and because its main objective is to provide the University's official newspaper.

#### *Alumni Association of the University of Northern Colorado*

The Alumni Association of the University of Northern Colorado (the Alumni Association) was organized under state law with a purpose of facilitating broad support for the University among alumni. The Alumni Association was governed by a Board of Directors consisting of 23 members of the Association. The Alumni Association was reported for fiscal year ended June 30, 2004 as if it were a part of the University due to financial dependency of the Alumni Association on the University.

The Alumni Association dissolved in July, 2004 and all assets were transferred to the Foundation. Therefore, the Alumni Association is not presented as a blended component of the University as of and for the year ended June 30, 2005.

### Note 10: Pension Plans

#### *Plan Description*

A significant portion of the University's employees participate in a defined benefit pension plan (the Plan). The Plan's purpose is to provide income to members and their families at retirement or in case of death or disability. The Plan is a cost sharing multiple employer plan administered by the Public Employee's Retirement Association (PERA). PERA was established by state statute in 1931. Responsibility for the organization and administration of the plan is placed with the Board of Trustees of PERA. Changes to the Plan require legislation by the General Assembly. The state plan and other divisions' plans are included in PERA's financial statements which may be obtained by writing PERA at 1300 Logan Street, Denver, Colorado 80203, by calling PERA at 303-832-9550 or 1-800-729-PERA (7372), or by visiting [www.copera.org](http://www.copera.org).

Plan members vest after five years of service and most are eligible for retirement benefits at age 50 with 30 years of service, age 60 with 20 years of service, or at age 65 with five years of service. Members are also eligible for retirement benefits without a reduction for early retirement if they are at least 55 and have a minimum of 5 years of service credit, and their age plus years of service equals 80 or more. State troopers and judges comprise a small percentage of plan members but have higher contribution rates and are eligible for retirement benefits at different ages and years of service. Monthly benefits are calculated as a percentage of highest average salary (HAS). HAS is one-twelfth of the average of the highest salaries on which contributions were paid, associated with three periods of 12 consecutive months of service credit.

Members disabled, who have five or more years of service credit, six months of which has been earned since the most recent period of membership, may receive retirement benefits if determined to be permanently disabled. If a member dies before retirement, their spouse or their eligible children under the age of 18 (23 if a full time student) are entitled to monthly benefit payments. If there is no eligible spouse, financially dependent parents will receive a survivor's benefit.

#### *Funding Policy*

Most employees contribute 8.00% (10.00% for state troopers) of their gross covered wages to an individual account in the plan. During fiscal year 2004-2005, the state contributed 10.15% (12.85% for state troopers and 12.66% for the judicial branch) of the employee's gross covered wages. Effective January 1, 2003, 1.10% was allocated to the Health Care Trust Fund. Throughout the fiscal year, the amount needed to meet the match requirement established by the PERA Board was allocated to the Matchmaker Program (See Note 10). The balance remaining after allocations to the Matchmaker Program and the Health Care Trust Fund was allocated to the defined benefit plan.

The annual gross covered wages subject to PERA is the gross earnings less any reduction in pay to offset employer contributions to the state sponsored Internal Revenue Code (IRC) 125 plan established under Section 125 of the IRC. The contribution requirements of plan members and their employers are established, and may be amended, by the General Assembly.

The institution's contributions to the three programs described above for the fiscal years ending June 30, 2005, and 2004 were \$3,280,917 and \$3,111,948 respectively. These contributions met the contribution requirement for each year.



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## NOTES TO FINANCIAL STATEMENTS

### ***Optional Retirement Plan***

On March 1, 1993, the Board of Trustees adopted an Optional Retirement Plan (ORP) for faculty and exempt-administrative staff. On the date of adoption, eligible University employees were offered the choice of remaining in PERA or participating in the ORP. New faculty and administrative staff members are required to enroll in the ORP unless they have one year or more service credit with PERA at the date of hire.

The ORP is a defined contribution plan with three vendors, Travelers/CitiStreet, TIAA-CREF, and VALIC, providing a range of investment accounts for participants. For fiscal years 2004-2005 and 2003-2004, the employees contributed 8 percent and the University contributed 11.5 percent. The University's contribution to the ORP for the year ended June 30, 2005, and June 30, 2004 was \$3,084,598 and \$3,231,036, respectively. All contributions are immediately invested in the employee's account. Normal retirement age for the ORP is age 65 with early retirement permitted at age 55. Benefits available to the employee at retirement are not guaranteed and are determined by contributions and the decisions made by participants for their individual investment accounts.

### **Note 10: Voluntary Tax-Deferred Retirement Plans**

Beginning on January 1, 2001, the Matchmaker Program established a state match for PERA member's voluntary contributions to tax-deferred retirement plans. For calendar years 2001 and 2002, the match was 100% of up to 3% of the employee's gross covered wages paid during the month (7% for judges in the judicial branch). For calendar year 2003, the match was 100% of up to 2% of employee's gross covered wages paid during the month (6% for judges in the judicial branch). For calendar year 2004, the match was 100% of up to 1% of the employee's gross covered wages paid during the month (5% for judges in the judicial branch). The PERA Board sets the level of the match with 2% of gross salary plus 50% of any reduction in the overall contribution rate due to over funding of the pension plan was available for the match. While the plan was not over-funded in the current year, the maximum one year change in the match rate is statutorily limited to 1%, and therefore, the match changed from 2% to 1% on January 1, 2004. Legislation passed in the 2004 session of the General Assembly terminated the match for pay-periods ending after May 31, 2004. The match will resume when the actuarial value of the defined benefit plan assets are 110% of actuarially accrued plan liabilities.

PERA offers a voluntary 401(k) plan entirely separate from the defined benefit pension plan. The state offers a 457 deferred compensation plan and certain agencies and institutions of the state offer a 403(b) plan. Members who contribute to any of these plans also receive the state match.

### **Note 11: Post-retirement Healthcare and Life Insurance Benefits**

#### ***Health Care Program***

PERACare (formerly known as the PERA Health Care Program) (the Program) began covering benefit recipients and qualified dependents on July 1, 1986. This benefit was developed after legislation in 1985 established the Program and the Health Care Fund. Under this Program, PERA subsidizes a portion of the monthly premium for health care coverage. The benefit recipient pays any remaining amount of that premium through an automatic deduction from the monthly retirement benefit. During fiscal year 2004-2005, the premium subsidy was \$115.00 for those with 20 years of service credit (\$230.00 for members under age 65 and not eligible for Medicare), and it was reduced by 5% for each year of service fewer than 20 years.

The Health Care Trust Fund is maintained by an employer's contribution as discussed above in Note 10.

## NOTES TO FINANCIAL STATEMENTS

Monthly premium costs for participants depend on the health care plan selected, the number of persons being covered, Medicare eligibility, and the number of years of service credit a retiree has. PERA contracts with a major medical indemnity carrier to administer claims for self-insured plans, and with health maintenance organizations providing services within Colorado. As of September 30, 2005, there were 40,558 participants, including spouses and dependents, from all contributors in the plan.

### *Life Insurance Program*

PERA provides its members access to two group life insurance plans offered by Prudential and Anthem Life (formerly known as Rocky Mountain Life). Members may join one or both plans, and they may continue coverage into retirement. Premiums are paid monthly by payroll deduction or other means.

### **Note 12: Natural Classifications with Functional Classifications**

For the years ended June 30, the following tables represent operating expenses within both natural and functional classifications.

2005							
Functional Classifications	Employee and Personal Services	Operating and Travel	Cost of Goods Sold	Depreciation	Intergovernmental Distributions	Prizes and Awards	Total Operating Expenses
Instruction	\$ 41,912,746	\$ 5,224,856	\$ 139	\$ ---	\$ 115,915	\$ 2,748	\$ 47,256,404
Research	2,070,634	601,977	---	---	75,968	7,350	2,755,929
Public Service	850,206	354,746	104,278	---	---	747	1,309,977
Academic Support	8,269,232	2,689,690	145	---	5,812	301	10,965,180
Student Services	9,653,222	5,314,357	168,754	---	---	7,433	15,143,766
Institutional Support	6,975,824	(5,102,996)	4,339,879	---	---	435	6,213,142
O & M of Plant	6,294,441	3,086,891	99	---	---	150	9,381,581
Scholarship/Fellowship	---	3,488,065	---	---	---	---	3,488,065
Auxiliaries	6,792,442	8,853,763	4,259,863	---	---	2,466	19,908,515
Depreciation	---	---	---	11,092,759	---	---	11,092,759
TOTAL	<u>\$ 82,818,727</u>	<u>\$ 24,511,350</u>	<u>\$ 8,873,157</u>	<u>\$ 11,092,759</u>	<u>\$ 197,695</u>	<u>\$ 21,630</u>	<u>\$ 127,515,318</u>

2004							
Functional Classifications	Employee and Personal Services	Operating and Travel	Cost of Goods Sold	Depreciation	Intergovernmental Distributions	Prizes and Awards	Total Operating Expenses
Instruction	\$ 43,727,636	\$ 5,013,191	\$ 165	\$ ---	\$ 200,934	\$ 633	\$ 48,942,559
Research	1,900,449	659,155	---	---	154,547	6,618	2,720,769
Public Service	787,747	385,553	129,977	---	---	3,703	1,306,980
Academic Support	8,535,526	2,355,791	6,511	---	3,546	108	10,901,482
Student Services	9,533,914	4,650,064	196,145	---	---	11,600	14,391,723
Institutional Support	7,235,143	(5,665,814)	3,961,672	---	---	2,617	5,533,618
O & M of Plant	4,268,278	4,212,032	---	---	---	210	8,480,520
Scholarship/Fellowship	---	3,318,329	---	---	---	---	3,318,329
Auxiliaries	6,707,334	8,885,905	3,658,030	---	---	1,260	19,252,529
Depreciation	---	---	---	10,212,966	---	---	10,212,966
TOTAL	<u>\$ 82,696,027</u>	<u>\$ 23,814,206</u>	<u>\$ 7,952,500</u>	<u>\$ 10,212,966</u>	<u>\$ 359,027</u>	<u>\$ 26,749</u>	<u>\$ 125,061,475</u>

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## **N**OTES TO FINANCIAL STATEMENTS

### **Note 13: Legislative Appropriations**

#### ***Appropriated Funds***

The Colorado State Legislature establishes spending authority for the University in its annual Long Appropriations Bill. Appropriated funds include an amount from the State of Colorado's General Fund, as well as certain cash funds. Cash funds include tuition, certain fees and certain other revenue sources.

For the years ended June 30, 2005 and 2004, appropriated expenditures were within the authorized spending authority of \$79,216,557 and \$77,935,035, respectively. Actual appropriated revenues earned totaled \$71,711,567 and \$68,753,689, respectively. Actual appropriated expenditures and transfers totaled \$66,166,046 and \$69,654,320, respectively. The net increase (decrease) in appropriated fund balance was \$5,545,521 and (\$900,631), respectively.

#### ***Capital Construction State Appropriations***

Capital Construction State Appropriations are recognized only to the extent of current expenditures of \$410,080. At June 30, 2005, there were unexpended Capital Construction State Appropriations of \$1,746,515.

#### ***Controlled Maintenance Projects***

The Colorado Department of Personnel and Administration makes expenditures on behalf of the University for various controlled maintenance projects. There were three completed controlled maintenance projects added to the University for the year ended June 30, 2005. These projects included the repair and replacement of campus building roofs, the replacement of deteriorated stairs/walkways and the ceiling repair of Frasier Hall Theater.

### **Note 14: Commitments and Contingencies**

#### ***Construction Commitments***

As of June 30, 2005, the University has construction commitments of \$243,102 for dining hall construction, water main replacement and parking improvements.

#### ***Government Grants***

The University is currently participating in numerous grants from various departments and agencies of the federal and state governments. The expenditures of grant proceeds must be for allowable and eligible purposes. Single audits and audits by the granting department or agency may result in requests for reimbursement of unused grant proceeds or disallowed expenditures. Upon notification of final approval by the granting department or agency, the grants are considered closed.

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## NOTES TO FINANCIAL STATEMENTS

### Note 15: Risk Management

The University is subject to risks of loss from liability for accident, property damage and personal injury. These risks are managed by the State Division of Risk Management, an agency formed by statute and funded by the Long Appropriations Bill. Therefore, the University is not required to purchase insurance for such risk of loss. Commercial insurance coverage is purchased for employee health benefits. There has been no reduction in coverage nor have any settlements exceeded coverage in any of the three preceding years. The University does not retain risk of loss except for damage incurred to property belonging to the State, limited to a \$1,000 deductible per incident.

The State Division of Risk Management is deemed to be a public entity risk pool; therefore, under the Governmental Immunity Act, the University is protected from suit by the Doctrine of Sovereign Immunity except under certain circumstances in which immunity is waived.

### Note 16: Subsequent Event

In July, 2005, the University issued \$85 million in Refunding and Improvement bonds. The bonds mature in varying annual amounts through June 1, 2040, at an interest rate ranging from 3.25%-5.00%. The bond proceeds are to be used for the Sports and Recreation Facility Project, campus parking improvements, McCowen and Turner Hall and to refund a portion of the 1994 Bonds.





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## OTHER FINANCIAL, ENROLLMENT AND BUDGET DATA



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# STATE APPROPRIATED BUDGET REQUEST

## MANDATED ITEMS, UNIVERSITY PRIORITIES AND BUDGET REDUCTIONS

<b>Base Budget</b>	<b>\$ 74,990,378</b>
Scholarship and Urban Ed Transfers from Dedicated Revenue	685,966
<b>Sub-total Pro Forma Base</b>	<b>75,676,344</b>
<b>New Revenue</b>	
General Fund	(33,590,909)
04-05 Excess Tuition	905,744
Fee for Service	11,765,274
Tuition	6,733,613
COF Stipend	21,358,016
Private Lesson Fee	14,000
<b>Sub-Total New Revenue</b>	<b>7,185,738</b>
<b>Sub-total Pro Forma Base</b>	<b>75,676,344</b>
<b>Other Resources</b>	
Technology Funding	(749,708)
Facility and Police Overhead	(372,300)
Admin Overhead	(232,000)
Salary Savings	(101,507)
Extended Studies General Fund	(101,001)
Faculty Exchange Scholarships	(23,386)
<b>Sub-Total Other Resources</b>	<b>(1,579,902)</b>
<b>External Mandates</b>	
Need Based Aid	1,000,000
Classified Mandated Survey	540,000
Utilities	468,805
Facility Repair and Replacement	886,500
Technology and Instructional Equipment	1,215,000
<b>Sub-Total External Mandates/University Priorities</b>	<b>4,110,305</b>
<b>University Priorities</b>	
Faculty Salaries (including promotions)	1,754,634
Faculty Summer Portion	145,701
GA/TA Salaries	106,000
Exempt Salaries	590,000
GA/TA Tuition Increase	110,000
National Scholarships	1,300,000
States and Legacy Scholarships	12,500
Presidential Leadership Program	40,000
Library Learning Materials	100,000
Assistant Director Human Resources	65,000
Athletics Insurance	58,500
Attorney General Costs	30,000
Athletic Talent Scholarships	343,000
<b>Sub-Total Compensation</b>	<b>4,655,335</b>
<b>Total State Appropriated Fund Budget Proposal</b>	<b>\$ 82,862,082</b>

# ACTUAL AND PROJECTED REVENUES AND EXPENDITURES\*

## Auxiliary Revenue, Student Recreation Center, Women's Resource Center, Health and Counseling Center Projects

	Actual FY 2002-03	Actual FY 2003-04	Actual FY 2004-05
<b>Operating Revenues:</b>			
Housing and Food Contracts	\$ 17,232,675	\$ 18,428,395	\$ 19,848,474
Short Term Room and Board	1,047,648	1,121,028	1,218,494
Student Fees	3,334,075	3,433,064	3,789,066
Parking Fees	1,427,216	1,514,278	1,719,366
Other Auxiliary Sales and Services	4,878,225	4,784,322	5,455,142
<b>Gross Revenues</b>	<b>\$ 27,919,839</b>	<b>\$ 29,281,087</b>	<b>\$ 32,030,542</b>
<b>Expenditures:</b>			
Cost of Sales	\$ 2,624,485	\$ 2,683,584	\$ 3,398,009
Personal Services	8,475,527	8,102,389	8,317,532
Other Current Expenses	5,767,718	6,343,165	6,975,667
Utilities	2,071,600	2,526,139	2,756,311
Travel and Subsistence	33,353	16,955	27,978
Capital Outlay, Operations	67,702	164,246	41,944
<b>Current Expenses</b>	<b>\$ 19,040,385</b>	<b>\$ 19,836,478</b>	<b>\$ 21,517,441</b>
<b>NET REVENUES:</b>	<b>\$ 8,879,454</b>	<b>\$ 9,444,609</b>	<b>\$ 10,513,101</b>
<b>Transfers:</b> (or available for transfer)			
Debt Service	\$ 4,191,859	\$ 4,190,828	\$ 4,190,954
Capital Maintenance	3,899,553	3,924,516	4,202,865
Administrative Overhead	788,042	1,329,265	2,119,282
<b>Total Transfers</b>	<b>\$ 8,879,454</b>	<b>\$ 9,444,609</b>	<b>\$ 10,513,101</b>
<b>NET REVENUE/DEBT SERVICE</b>	<b>2.12</b>	<b>2.25</b>	<b>2.51</b>

Estimated FY 2005-06	Estimated FY 2006-07	Estimated FY 2007-08	Estimated FY 2008-09	Estimated FY 2009-2010	
\$ 20,836,506	\$ 23,386,744	\$ 25,367,416,	\$ 26,255,276	\$ 27,174,211	(1)
1,610,856	1,667,236	1,725,589	1,785,985	1,848,494	(1)
4,791,535	4,791,535	4,844,360	4,941,700	5,041,473	(1)
1,778,105	1,898,105	2,018,105	2,068,558	2,120,272	(3)
4,137,136	4,323,565	4,459,654	4,602,145	4,748,198	(1)
<b>\$ 33,154,138</b>	<b>\$ 36,067,185</b>	<b>\$ 38,415,124</b>	<b>\$ 39,653,664</b>	<b>\$ 40,932,648</b>	
\$ 3,058,730	\$ 3,135,199	\$ 3,213,579	\$ 3,293,918	\$ 3,376,266	(1)
9,861,287	10,157,125	10,461,839	10,775,694	11,098,965	(2)
7,599,114	8,298,295	8,505,753	8,718,397	8,936,357	(1)
3,829,497	3,925,235	4,023,365	4,123,949	4,227,047	(1)
70,855	100,000	101,500	101,500	101,500	(1)
108,500	197,500	197,500	197,500	197,500	(1)
<b>\$ 24,527,983</b>	<b>\$ 25,813,354</b>	<b>\$ 26,503,536</b>	<b>\$ 27,210,958</b>	<b>\$ 27,937,635</b>	
<b>\$ 8,626,155</b>	<b>\$ 10,253,831</b>	<b>\$ 11,911,588</b>	<b>\$ 12,442,706</b>	<b>\$ 12,995,013</b>	
\$ 5,430,944	\$ 7,803,195	\$ 7,800,660	\$ 7,750,198	\$ 7,750,198	(3)
1,053,878	79,491	1,558,328	2,051,989	2,513,397	
2,141,333	2,371,145	2,552,600	2,640,519	2,731,418	(2)
<b>\$ 8,626,155</b>	<b>\$ 10,253,831</b>	<b>\$ 11,911,588</b>	<b>\$ 12,442,706</b>	<b>\$ 12,995,013</b>	
<b>1.59</b>	<b>1.31</b>	<b>1.53</b>	<b>1.61</b>	<b>1.68</b>	

\*Assumptions

- (1) Estimated using a 2.5% growth rate.
  - (2) Estimated using a 3% growth rate.
  - (3) Parking Decal assumed to be increased \$15 each for FY 07 and FY 08.
  - (4) Estimated usnig a 7.5% rate increase for 06-07 and a 5.5% rate increase in 07-08 to fund increased bonds. Assumes increased beds at suite style in McCowen in 07-08.
  - (5) Estimated using a 3.5% growth rate.
- Source: The University 's Administrative Staff

# AUXILIARY SERVICES

## BUDGET REQUEST SUMMARY - FY 2005-2006

### REVENUE, EXPENSE, TRANSFERS:

<i>Revenue</i>	(1) 2003-04 Actual	2004-05 Approved Budget	2005-06 Operating Changes	2005-06 Requested Budget
Revenue	\$ 25,232,903	\$ 25,500,058	\$ 1,788,001	\$ 27,288,059
Less: Cost of Sales	2,554,522	2,658,205	285,243	2,943,448
<i>Adjusted Gross Revenue</i>	<b>\$ 22,678,381</b>	<b>\$ 22,841,853</b>	<b>\$ 1,502,758</b>	<b>\$ 24,344,611</b>
<i>Expense</i>				
Total Professional Services	\$ 977,178	\$ 1,127,522	\$ 55,340	\$ 1,182,862
Total Support Services	5,311,969	6,293,714	340,810	6,634,524
Total Personnel	6,289,147	7,421,236	396,150	7,817,386
Total OCE and Travel	9,299,714	10,251,979	991,287	11,243,266
Total Capital Outlay	100,143	112,724	(6,700)	106,024
<i>Total Expenses</i>	<b>\$ 15,689,004</b>	<b>\$ 17,785,939</b>	<b>\$ 1,380,737</b>	<b>\$ 19,166,676</b>
<i>Adjusted Gross Revenue Over/(Under) Expense</i>	<b>\$ 6,989,377</b>	<b>\$ 5,055,914</b>	<b>\$ 122,021</b>	<b>\$ 5,177,935</b>
<i>Mandatory Transfers</i>				
*Debt Service	3,186,843	3,180,788	2,125	3,182,913
<i>Non-Mandatory Transfers</i>				
Deferred Maintenance Transfers	3,802,534	1,875,126	(562,305)	1,312,821
Enterprise Fee (4)	0	0	682,201	682,201
<i>Total Transfers</i>	<b>\$ 6,989,377</b>	<b>\$ 5,055,914</b>	<b>\$ 122,021</b>	<b>\$ 5,177,935</b>
<i>Balance</i>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>

\*Based on Pledged Net Revenue.

(1) Restated to show effect of Res Net on the Auxiliary Services Operations

(4) The Administration proposes retroactive implementation of the Enterprise Fee effective FY 05 yielding \$640,000.

# INSTITUTIONAL INFORMATION

## FACULTY AND OTHER EMPLOYEES

Faculty members are encouraged and expected to take an active part in all aspects of college life and governance. The University faculty interacts with the Board of Trustees in establishing courses of study, requirements for admission, and conditions for graduation. Table 1 provides information about the full-time teaching faculty of the University for the Fall semester, 2005.

FULL TIME TEACHING FACULTY			
	Total	Doctorate	Tenured
Full Professors	152	142	146
Associate Professors	82	75	73
Assistant Professors	96	75	0
Instructors/Lecturers	70	30	0
TOTAL	400	322	219

TABLE 1

## MATRICULATION AND RETENTION RATE

The matriculation rate is the ratio of newly enrolled freshmen to newly admitted freshmen. This ratio has been relatively constant since 1999. The fluctuations in the matriculation rate are due to increased competition among Colorado institutions for new freshmen, and increases in non-resident freshmen admissions which typically have lower matriculation rates than resident freshmen. The retention rate is the proportion of new freshmen who return to UNC for a second year, and the retention rates for new freshmen are summarized in Table 2. The increased retention rates for new freshmen, since 1999, are due to greater emphasis in recruiting students with better academic preparation and providing improved student support programs.

FRESHMAN MATRICULATION AND RETENTION RATE		
Year	Matriculation	Retention
2005	41.4%	NA
2004	43.3%	71.1%
2003	42.0%	71.9%
2002	39.5%	69.9%
2001	40.9%	69.2%
2000	38.9%	69.5%
1999	41.2%	67.5%

TABLE 2

## TUITION AND FEES

A major source of revenue to the University is student tuition and fees. Tuition at the University is divided into two basic categories, depending upon residency in the State. The University's undergraduate tuition for the 2004-05 academic year is \$2,850 for residents, and \$11,740 for non-residents. Graduate tuition for the 2004-05 academic year was \$3,360 for residents and \$12,520 for non-residents. Table 3 provides information as to the annual tuition and fees for undergraduates and graduates at the University since the 1999-2000 academic year.

ANNUAL TUITION AND FEES FOR UNDERGRADUATES AND GRADUATES				
Fiscal Year	Resident Undergrad/Grad	Non-Resident Undergrad/Grad		Fees*
2004-05	\$2,850 \$3,360	\$11,740 \$12,520		\$520
2003-04	\$2,732 \$3,193	\$11,859 \$12,609		\$509
2002-03	\$2,290 \$2,708	\$10,584 \$11,268		\$661
2001-02	\$2,155 \$2,549	\$9,825 \$10,459		\$687
2000-01	\$2,072 \$2,451	\$9,357 \$9,961		\$710
1999-00	\$2,014 \$2,382	\$8,997 \$9,578		\$740

\*Health Insurance optional and not included.

TABLE 3

## STATE APPROPRIATIONS

The appropriation to the University is provided by the Colorado General Assembly from its General Fund pursuant to a budget process and request by the University. Table 4 shows State appropriations in terms of dollars and percentage of total revenues to the University for fiscal years ending 1999 through 2004.

STATE APPROPRIATIONS		
Fiscal Year	State Appropriations	Percent of Revenues
FY ended 6/30/05	\$33,590,909	29.91%
FY ended 6/30/04	\$33,590,909	30.15%
FY ended 6/30/03	\$36,974,939	26.39%
FY ended 6/30/02	\$42,352,302	25.56%
FY ended 6/30/01	\$46,733,469	33.99%
FY ended 6/30/00	\$43,950,093	33.10%

TABLE 4

## STUDENT HOUSING OCCUPANCY

Recent Student housing occupancy is summarized in Table 5 for academic years 1998-1999 through 2003-04.

STUDENT HOUSING OCCUPANCY		
Academic Year	Design Capacity	Occupancy Rate
2004-05	3,100	94.00%
2003-04	3,101	94.94%
2002-03	3,029	94.89%
2001-02	3,029	95.12%
2000-01	3,056	90.56%
1999-00	3,023	99.08%

TABLE 5

# FALL 2005 FACT BOOK

New Freshman Trends  
Fall 2001 - Fall 2005

	Fall 2001	Fall 2002	Fall 2003	Fall 2004	Fall 2005
<b>Applicants</b>	6,709	6,961	7,172	6,953	7,318
<b>Admits</b>	5,229	5,002	5,063	5,632	6,025
% Accepted	77.9%	71.9%	70.6%	81.0%	82.3%
<b>Enrolled</b>	<b>2,140</b>	<b>1,974</b>	<b>2,128</b>	<b>2,436</b>	<b>2,494</b>
% Yield	40.9%	39.5%	42.0%	43.3%	41.4%
<b>GENDER</b>					
Male	816	701	791	964	1,007
Female	1,324	1,273	1,337	1,472	1,487
<b>ETHNICITY</b>					
Native American	15	10	25	35	36
African American	36	37	48	69	72
Asian American	72	82	69	110	80
Hispanic	131	121	155	218	223
<b>Total Minorities</b>	<b>254</b>	<b>250</b>	<b>297</b>	<b>432</b>	<b>411</b>
White	1,769	1,652	1,753	1,925	1,992
International	4	3	4	2	7
Uncoded	113	69	74	77	84
<b>Total Non-Minorities</b>	<b>1,886</b>	<b>1,724</b>	<b>1,831</b>	<b>2,004</b>	<b>2,083</b>
<b>RESIDENCY</b>					
Residents	1,845	1,738	1,880	2,172	2,233
Non-Residents	295	236	248	264	261
<b>AGE</b>					
Less than 18	103	115	111	137	113
18	1,725	1,589	1,725	2,001	2,084
19	248	215	229	253	244
20-24	40	28	38	34	41
<b>Total Under 25</b>	<b>2,116</b>	<b>1,947</b>	<b>2,103</b>	<b>2,425</b>	<b>2,482</b>
<b>Total 25 and Above</b>	<b>24</b>	<b>27</b>	<b>25</b>	<b>11</b>	<b>12</b>
<b>COLLEGE</b>					
Education and Behavioral Sciences	N/A	4	18	96	321
Humanities and Social Sciences	824	731	782	757	241
Monfort College of Business	162	174	155	232	277
Natural and Health Sciences	196	225	277	394	428
Performing & Visual Arts	266	235	221	236	162
Undeclared	692	605	675	721	1,065
<b>AVERAGES</b>					
CCHE Index	100.3	101.2	102.1	103.7	104.9
ACT - Composite	22.1	22.5	22.4	22.0	22.2
SAT - Combined	1041	1046	1048	1035	1052
High School GPA	3.23	3.25	3.32	3.20	3.24
High School Rank	62.8	62.5	63.3	59.7	61.5



# FALL 2005 FACT BOOK

*New Transfers Trends*  
Fall 2001 - Fall 2005

	Fall 2001	Fall 2002	Fall 2003	Fall 2004	Fall 2005
<b>Applicants</b>	1,975	1,996	2,159	2,066	2,100
<b>Admits</b>	1,511	1,478	1,585	1,539	1,515
<b>% Accepted</b>	76.5%	75.2%	73.4%	74.5%	72.1%
<b>Enrolled</b>	<b>868</b>	<b>846</b>	<b>953</b>	<b>905</b>	<b>907</b>
<b>% Yield</b>	57.4%	57.2%	60.1%	58.8%	59.9%

## GENDER

Male	317	350	398	372	375
Female	551	496	555	533	532

## ETHNICITY

Native American	11	11	14	25	18
African American	23	25	29	27	45
Asian American	21	16	19	32	22
Hispanic	52	77	86	70	89
<b>Total Minorities</b>	<b>107</b>	<b>129</b>	<b>148</b>	<b>154</b>	<b>174</b>
White	697	662	740	657	683
International	17	3	5	10	4
Uncoded	47	52	60	84	46
<b>Total Non-Minorities</b>	<b>761</b>	<b>717</b>	<b>805</b>	<b>751</b>	<b>733</b>

## RESIDENCY

Residents	728	744	831	755	794
Non-Residents	140	102	122	150	113

## AGE

Less than 19	26	17	24	21	20
19	201	200	229	257	247
20	214	215	222	195	225
21	114	123	137	109	117
22-24	126	121	142	149	119
<b>Total Traditional</b>	<b>681</b>	<b>676</b>	<b>754</b>	<b>731</b>	<b>728</b>
<b>Total Non-Traditional (25+)</b>	<b>187</b>	<b>170</b>	<b>199</b>	<b>174</b>	<b>179</b>

## COLLEGE

Education and Behavioral Sciences	N/A	10	11	57	142
Humanities and Social Sciences	409	352	432	340	123
Monfort College of Business	80	77	73	78	96
Natural and Health Sciences	143	140	190	197	211
Performing & Visual Arts	81	75	55	54	20
Undeclared	155	192	192	179	315

## AVERAGES

Transfer GPA	2.95	2.93	2.92	2.97	2.93
Transfer Hours	41.7	38.5	41.1	40.6	40.9
Age	23.0	23.1	23.1	22.9	22.6

# FALL 2005 FACT BOOK

New Graduate Student Trends  
Fall 2001 - Fall 2005

	Fall 2001	Fall 2002	Fall 2003	Fall 2004	Fall 2005
<b>Applicants</b>	1,808	1,825	2,019	1,968	1,822
<b>Admits</b>	1,364	1,422	1,476	1,358	1,324
<b>% Accepted</b>	75.4%	77.9%	73.1%	69.0%	72.7%
<b>Enrolled</b>	899	972	1,023	931	858
<b>% Yield</b>	65.9%	68.4%	69.3%	68.6%	64.8%

## DEGREE LEVEL

Licensure	79	113	65	106	67
Master's	681	728	824	696	658
Specialist	43	53	38	32	26
Doctoral	96	78	96	97	107

## GENDER

Male	252	269	269	237	235
Female	647	703	754	694	623

## ETHNICITY

Native American	5	8	14	13	8
African American	12	10	18	19	10
Asian American	15	14	17	17	13
Hispanic	46	40	38	40	44
<b>Total Minorities</b>	<b>78</b>	<b>72</b>	<b>87</b>	<b>89</b>	<b>75</b>
White	750	784	814	731	656
International	45	37	43	29	25
Uncoded	26	79	79	82	102
<b>Total Non-Minorities</b>	<b>821</b>	<b>900</b>	<b>936</b>	<b>842</b>	<b>783</b>

## RESIDENCY

Residents	694	793	814	756	689
Non-Residents	205	179	209	175	169

## COLLEGE

Education and Behavioral Sciences	551	627	681	567	509
Humanities and Social Sciences	93	92	114	123	95
Natural and Health Sciences	197	202	164	178	190
Performing & Visual Arts	57	43	57	42	44
Graduate Interdisciplinary	1	8	7	21	20

# FALL 2005 FACT BOOK

Total Enrollment Trends  
Fall 2001 - Fall 2005

Total Enrollment	Fall 2001 10,983	Fall 2002 10,982	Fall 2003 11,380	Fall 2004 11,851	Fall 2005 12,121
<b>CLASSIFICATION</b>					
Freshman	3,239	3,075	3,242	3,615	3,771
Sophomores	2,036	1,989	1,973	2,128	2,292
Juniors	1,991	2,005	2,013	1,966	2,084
Seniors	2,169	2,289	2,365	2,385	2,360
<b>Total Undergraduates</b>	<b>9,435</b>	<b>9,358</b>	<b>9,593</b>	<b>10,094</b>	<b>10,307</b>
Undeclared	175	168	198	171	156
Teacher Licensure	82	91	128	101	96
Master's	908	985	1,047	1,050	1,075
Specialist	33	34	36	29	47
Doctoral	270	266	302	345	392
<b>Total Graduate Students</b>	<b>1,468</b>	<b>1,544</b>	<b>1,711</b>	<b>1,696</b>	<b>1,766</b>
Non-Degree	80	80	76	61	48
<b>GENDER</b>					
Male	4,278	4,187	4,320	4,592	4,745
Female	6,705	6,795	7,060	7,259	7,376
<b>ETHNICITY</b>					
Native American	71	70	94	133	138
African American	216	211	229	252	306
Asian American	419	395	359	392	379
Hispanic	788	774	807	869	926
<b>Total Minorities</b>	<b>1,494</b>	<b>1,450</b>	<b>1,489</b>	<b>1,646</b>	<b>1,749</b>
White	8,962	8,971	9,232	9,472	9,651
International	157	134	123	122	142
Uncoded	370	427	536	611	579
<b>Total Non-Minorities</b>	<b>9,489</b>	<b>9,532</b>	<b>9,891</b>	<b>10,205</b>	<b>10,372</b>
<b>COLLEGE</b>					
Humanities and Social Sciences	4,765	4,806	4,905	4,278	1,867
Monfort College of Business	1,302	1,174	1,069	1,116	1,265
Education & Behavioral Sciences	717	816	1,001	1,560	2,777
Natural & Health Sciences	1,593	1,670	1,772	2,276	2,804
Performing & Visual Arts	1,151	1,127	1,100	1,114	888
Graduate Interdisciplinary	4	7	20	38	1
Undeclared	1,451	1,382	1,513	1,469	2,519
<b>RESIDENCY</b>					
Residents	9,637	9,711	10,153	10,588	10,865
Non-Residents	1,346	1,271	1,227	1,263	1,256
<b>FTE STUDENTS</b>					
Residents	8,396	8,475	8,782	9,139	9,344
Non-Residents	1,215	1,157	1,107	1,138	1,110
<b>Total FTE Students</b>	<b>9,611</b>	<b>9,632</b>	<b>9,889</b>	<b>10,278</b>	<b>10,454</b>

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