

FINANCIAL REPORT

of the

**UNIVERSITY OF NORTH TEXAS
HEALTH SCIENCE CENTER**

FORT WORTH, TEXAS

SCOTT RANSOM, DO, MBA, MPH, President

For the year ended August 31, 2006

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November 1, 2006

Scott Ransom DO, MBA, MPH
President
University of North Texas Health Science Center at Fort Worth
Fort Worth, Texas 76107

Dear Dr. Ransom:

We are pleased to submit the Annual Financial Report of the University of North Texas Health Science Center at Fort Worth for the year ended August 31, 2006, in compliance with TEX. GOV'T CODE ANN §2101.011 and in accordance with the requirements established by the Comptroller of Public Accounts.

Due to the statewide requirements embedded in Governmental Accounting Standards Board Statement No. 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments, the Comptroller of Public Accounts does not require the accompanying annual financial report to comply with all the requirements in this statement. The financial report will be considered for audit by the State Auditor as part of the audit of the State of Texas Comprehensive Annual Financial Report; therefore, an opinion has not been expressed on the financial statements and related information contained in this report.

If you have any questions, please contact Rita Frost at 817-735-2596. Rita Frost may be contacted for questions related to the Schedule of Expenditures of Federal Awards.

Sincerely,

Steve R. Russell
Executive Vice President of Finance and Administration

Stephen Oeffner
Associate Vice President

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UNIVERSITY OF NORTH TEXAS HEALTH SCIENCE CENTER

ORGANIZATIONAL DATA

August 31, 2006

BOARD OF REGENTS

Marjorie Craft(Term expires 5-22-07)Desoto
Burle Pettit(Term expires 5-22-07)Lubbock
John Robert “Bobby” Ray(Term expires 5-22-07)Plano

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

Charles Mitchell.....(Term expires 5-22-11)Mesquite
C. Dan Smith(Term expires 5-22-11)Plano
Al Silva.....(Term expires 5-22-11) San Antonio

OFFICERS OF THE BOARD

John Robert “Bobby” Ray Chairman
Gayle Strange Vice Chairman
Jana Dean Secretary

ADMINISTRATIVE OFFICERS

Lee JacksonChancellor
Scott Ransom..... President
Steve R. Russell Senior Vice President for Finance and Administration

Unaudited

UNIVERSITY OF NORTH TEXAS HEALTH SCIENCE CENTER (763)

Statement of Net Assets

For the Year Ended August 31, 2006

ASSETS	Current Year 2006	Prior Year 2005
Current Assets		
Cash and Cash Equivalents		
Cash on Hand	\$ 14,869.16	\$ 17,591.10
Cash in Bank	427,079.12	3,485,975.71
Reimbursement Due from Treasury	78,591.95	24,355.10
Cash in State Treasury	3,136,251.91	4,481,076.78
Cash Equivalents	29,462,379.84	17,042,694.84
Short Term Investments	-	-
Restricted:		
Cash and Cash Equivalents		
Cash on Hand	-	-
Cash in Bank	(176,898.30)	(2,847,096.35)
Cash in State Treasury	-	-
Cash Equivalents	3,349,248.43	5,630,698.49
Short Term Investments	-	-
Legislative Appropriations	10,370,001.23	8,288,353.90
Receivables from:		
Federal	3,413,469.95	6,766,274.08
Other Intergovernmental	-	-
Interest and Dividends	-	-
Accounts Receivable	18,433,574.39	9,879,496.48
Gifts Receivable	3,312,108.00	842,194.00
Other Receivables	-	-
Due From Other Agencies	2,525,756.30	2,131,682.75
Due From Other Components	34,397.10	15,496.00
Consumable Inventories	384,015.84	441,239.22
Merchandise Inventories	23,427.03	23,462.15
Loans and Contracts	645,011.85	873,354.24
Other Current Assets	52,118.03	64,509.11
Total Current Assets	75,485,401.83	57,161,357.60
Non-Current Assets		
Restricted:		
Cash and Cash Equivalents		
Cash in Bank	-	-
Cash in State Treasury	-	-
Cash Equivalents	-	-
Investments	32,869,049.07	30,810,261.14
Loans and Contracts	3,536,181.27	2,972,711.20
Investments	-	-
Gift Receivables	-	-
Capital Assets:		
Non-Depreciable		
Land and Land Improvements	22,765,255.84	22,324,076.30
Construction in Progress	-	1,304,122.59
Library Books	-	-
Other Capital Assets	169,693.45	169,470.45
Depreciable		
Buildings and Building Improvements	107,501,966.28	104,010,738.67
Less Accumulated Depreciation	(43,137,988.55)	(39,183,788.40)
Infrastructure	-	-
Less Accumulated Depreciation	-	-
Facilities and Other Improvement	1,241,682.86	1,241,682.86
Less Accumulated Depreciation	(897,691.65)	(834,181.65)
Furniture and Equipment	25,706,876.25	23,138,143.12
Less Accumulated Depreciation	(15,807,282.78)	(14,955,393.11)

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	Current Year 2006	Prior Year 2005
Vehicles, Boats and Aircraft	516,729.90	500,340.90
Less Accumulated Depreciation	(420,144.78)	(390,146.04)
Other Capital Assets	15,176,838.80	14,269,290.33
Less Accumulated Depreciation	(9,909,718.76)	(9,294,151.22)
Other Non-Current Assets	-	-
Total Non-Current Assets	139,311,447.20	136,083,177.14
Total Assets	214,796,849.03	193,244,534.74
LIABILITIES		
Current Liabilities		
Payables From:		
Accounts Payable	2,697,623.32	1,147,826.38
Payroll Payable	7,741,202.25	6,290,607.63
Other Payables	811,872.91	867,017.12
Due to Other Funds	-	-
Due to Other Agencies	-	-
⁽¹⁾ Due to Other Components	34,784.81	1,825.00
Deferred Revenues	8,204,297.28	8,158,828.95
Notes and Loans Payable	-	-
Revenue Bonds Payable	2,430,000.00	2,285,000.00
Employees Compensable Leave	402,730.15	318,173.57
Capital Lease Obligations	174,232.85	-
Liabilities Paid from Restricted Assets	-	-
Funds Held for Others	14,094,072.81	8,641,908.06
Other Current Liabilities	-	-
Total Current Liabilities	36,590,816.38	27,711,186.71
Non-Current Liabilities		
Notes and Loans Payable	-	-
⁽¹⁾ Contra-Due To Other Components-CP	18,550,000.00	16,550,000.00
Revenue Bonds Payable	42,395,000.00	45,065,000.00
Employee's Compensable Leave	7,614,356.14	4,962,368.63
Capital Lease Obligations	620,903.89	-
Funds Held for Others	-	-
Other Non-Current Liabilities	70,430.72	92,618.48
Total Non-Current Liabilities	69,250,690.75	66,669,987.11
Total Liabilities	105,841,507.13	94,381,173.82
NET ASSETS		
Invested in Capital Assets, Net of Related Debt	38,948,696.23	38,793,016.26
Restricted for:		
Debt Retirement	-	-
Capital Projects	-	-
Employee Benefits	-	-
Funds Held as Permanent Investments	-	-
Non-Expendable	1,022,427.23	1,337,058.08
Expendable	-	-
Other Restricted	7,383,843.29	9,026,561.43
Unrestricted	61,600,375.15	49,706,725.15
Total Net Assets	108,955,341.90	98,863,360.92
Total Liabilities and Net Assets	\$ 214,796,849.03	\$ 193,244,534.74

(1) Commercial Paper was incorrectly reported as a current liability on the 2005 Statement of Net Assets; it is correctly reported as a non-current liability in 2006 and the prior year balance re-stated as non-current. Amounts reported as Due to Other Components on the 2005 Statement of Net Assets have also been re-stated in 2006 as a contra-liability to non-current notes and loans payable-CP.

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UNIVERSITY OF NORTH TEXAS HEALTH SCIENCE CENTER (763)

Statement of Revenues, Expenses and Changes in Net Assets

For the Fiscal Year Ended August 31, 2006

	Current Year	Prior Year
	2006	2005
OPERATING REVENUES		
Sales of Goods and Services:		
Tuition and Fees - Non-Pledged	\$ 8,151,409.06	\$ 6,870,316.90
Tuition and Fees - Pledged	-	544,612.50
Discounts and Allowances	(278,622.44)	(166,129.05)
Professional Fees - Non-Pledged	62,625,789.95	29,897,496.65
Professional Fees - Pledged	-	-
Discounts and Allowances	(200,404.00)	(761,231.46)
Auxiliary Enterprises - Non-Pledged	-	-
Auxiliary Enterprises - Pledged	-	-
Discounts and Allowances	-	-
Other Sales of Goods and Services - Non-Pledged	2,334,192.22	1,407,256.00
Other Sales of Goods and Services - Pledged	-	-
Discounts and Allowances	-	-
Federal Revenue - Operating	18,807,494.24	18,231,243.39
Federal Pass Through Revenue	66,809.93	133,560.71
State Grant Revenue	99,520.24	69,036.77
State Grant Pass Through Revenue	824,707.52	237,433.62
Other Grants and Contracts - Operating	3,043,253.22	3,019,618.30
Other Operating Revenues	54,932.42	56,144.22
Total Operating Revenues	95,529,082.36	59,539,358.55
OPERATING EXPENSES ⁽¹⁾		
Instruction	25,850,531.86	22,966,863.07
Research	20,629,365.87	18,366,040.22
Public Service	3,280,080.36	3,674,634.82
Academic Support	65,584,463.91	36,992,582.90
Student Services	2,145,918.27	1,906,340.56
Institutional Support	15,226,167.38	13,063,930.18
Operations and Maintenance of Plant	7,848,417.61	6,669,702.37
Scholarships and Fellowships	572,209.21	235,913.17
Auxiliary Enterprises	291,550.74	272,626.72
Depreciation	6,699,533.76	6,316,937.80
Total Operating Expenses	148,128,238.97	110,465,571.81
Operating Income (Loss)	(52,599,156.61)	(50,926,213.26)

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	Current Year 2006	Prior Year 2005
NONOPERATING REVENUES (EXPENSES)		
Legislative Appropriations (GR)	48,443,713.00	39,542,001.00
Additional Appropriations (GR)	7,336,641.24	6,635,698.41
State Grant Pass Through Revenue	-	-
Gifts	155,108.50	414,254.56
Investment Income	3,693,772.99	3,049,341.59
Loan Premium/Fees on Securities Lending	-	-
Investing Activities Expense	(66,557.38)	-
Interest Expense and Fiscal Charges	(2,240,591.78)	(2,317,831.90)
Borrower Rebates and Agent Fees	-	-
Gain/(Loss) on Sale of Capital Assets	(68,144.19)	(45,315.34)
Net Increase (Decrease) in Fair Value of Investments	1,475,688.52	2,471,744.06
Settlement of Claims	(523,653.26)	(282,970.47)
Other Nonoperating Revenues - Non-Pledged	-	-
Other Nonoperating Revenues - Pledged	-	11,593.04
Other Nonoperating Expenses	(51,538.80)	-
Total Nonoperating Revenues /(Expenses)	58,154,438.84	49,478,514.95
Income/(Loss) before Other Revenues, Expenses, Gains, Losses and Transfers	5,555,282.23	(1,447,698.31)
OTHER REVENUES, EXPENSES, GAINS LOSSES AND TRANSFERS		
Capital Contributions	1,050,990.81	133,468.14
Capital Appropriations - HEAF (GR)	5,426,261.00	3,640,000.00
Additions to Permanent and Term Endowments	-	-
Special Items	-	-
Extraordinary Items	-	-
Interagency Transfers Cap Assets-Increase	-	-
Interagency Transfers Cap Assets-Decrease	(606,661.47)	-
Transfers-In	-	-
Transfers-Out	(335,944.13)	(296,341.21)
Legislative Transfers-In	13,604.69	1,975,326.00
Legislative Transfers-Out	(1,008,782.67)	(874,464.38)
Legislative Appropriation Lapses	(2,769.48)	(131,343.61)
Plant Additions	-	-
Capital Outlays	-	-
Change in Bonds Payable	-	-
Total Other Revenue, Expenses, Gain/Losses and Transfers	4,536,698.75	4,446,644.94
CHANGE IN NET ASSETS	10,091,980.98	2,998,946.63
Net Assets, Beginning	98,863,360.92	104,561,096.27
Restatements	-	(8,696,681.98)
Net Assets, Beginning, as Restated	98,863,360.92	95,864,414.29
NET ASSETS, ENDING	\$ 108,955,341.90	\$ 98,863,360.92

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

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UNIVERSITY OF NORTH TEXAS HEALTH SCIENCE CENTER (763)

Note 1: Matrix of Operating Expenses Reported by Function

For the Fiscal Year Ended August 31, 2006

Operating Expenses	Instruction	Research	Public Service	Academic Support	Student Services
Cost of Goods Sold	\$ -	\$ -	\$ -	\$ -	\$ -
Salaries and Wages	20,250,133.74	10,945,619.62	2,418,200.24	32,754,598.60	1,297,819.40
Payroll Related Costs	4,295,497.50	1,421,423.22	469,306.70	8,532,302.14	277,024.57
Professional Fees & Svcs	288,520.16	2,612,605.08	(6,485.00)	12,629,568.07	102,953.33
Federal Pass-Thru Expense	-	66,235.70	-	-	-
State Grant Pass-Thru Exp	-	-	-	-	-
Travel	100,107.94	359,417.55	65,557.46	424,611.19	67,526.87
Material and Supplies	523,202.39	2,578,727.04	246,990.90	3,492,717.45	230,196.27
Communication & Utilities	3,841.53	28,854.40	-	219,319.48	-
Repairs and Maintenance	74,362.95	132,358.39	6,732.85	899,933.88	4,553.04
Rentals and Leases	10,521.86	74,598.69	24,746.51	756,955.11	6,370.22
Printing and Reproduction	150.00	14,421.36	6,492.76	113,546.07	19,986.89
Depreciation	-	-	-	-	-
Bad Debt Expense	-	-	-	2,533,841.29	(2,447.13)
Interest	-	-	-	-	-
Scholarships	(5,417.00)	581,706.02	-	38,117.30	-
Claims and Losses	-	-	-	-	-
Other Operating Expenses	309,610.79	1,813,398.80	48,537.94	3,188,953.33	141,934.81
Total Operating Expenses	<u>\$ 25,850,531.86</u>	<u>\$ 20,629,365.87</u>	<u>\$ 3,280,080.36</u>	<u>\$ 65,584,463.91</u>	<u>\$ 2,145,918.27</u>

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Institutional Support	Operation and Maintenance of Plant	Scholarships and Fellowships	Auxiliary Enterprises	Depreciation	2006 Total Expenditures
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
9,032,329.24	2,661,347.63	8,457.79	193,556.86	-	79,562,063.12
2,764,317.26	523,669.92	380.26	58,526.47	-	18,342,448.04
134,096.17	141,233.57	4,000.00	7,901.03	-	15,914,392.41
-	-	-	-	-	66,235.70
-	-	-	-	-	-
139,933.81	15,483.61	(3,117.19)	-	-	1,169,521.24
1,482,233.22	531,373.04	(1,363.04)	33,783.16	-	9,117,860.43
328,581.35	3,102,791.60	-	-	-	3,683,388.36
257,640.74	283,181.79	-	11,862.84	-	1,670,626.48
203,146.07	105,495.94	(939.17)	48.65	-	1,180,943.88
83,215.27	-	-	2,277.31	-	240,089.66
-	-	-	-	6,699,533.76	6,699,533.76
-	-	-	-	-	2,531,394.16
25.64	-	-	-	-	25.64
-	-	563,692.00	-	-	1,178,098.32
-	-	-	-	-	-
800,648.61	483,840.51	1,098.56	(16,405.58)	-	6,771,617.77
\$ 15,226,167.38	\$ 7,848,417.61	\$ 572,209.21	\$ 291,550.74	\$ 6,699,533.76	\$ 148,128,238.97

Unaudited

UNIVERSITY OF NORTH TEXAS SYSTEM HEALTH SCIENCE CENTER (763)

Statement of Cash Flows

For the Fiscal Year Ended August 31, 2006

	Current Year	Prior Year
	2006	2005
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from Tuition and Fees	\$ 8,508,771.59	\$ 8,805,965.67
Proceeds Received from Customers	52,780,544.93	32,221,592.81
Proceeds from Sponsored Projects	26,194,589.28	16,997,221.30
Proceeds from Loan Programs	211,076.15	-
Proceeds from Auxiliaries	-	-
Proceeds from Other Revenues	54,932.42	1,518,347.36
Payments to Suppliers for Goods and Services	(31,427,025.52)	(22,878,509.14)
Payments to Employees for Salaries and Benefits	(93,717,372.45)	(82,915,674.93)
Payments for Loans Provided	-	-
Payments for Other Expenses	(10,364,724.59)	(5,478,242.19)
Net Cash Provided by Operating Activities	<u>\$ (47,759,208.19)</u>	<u>\$ (51,729,299.12)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Proceeds from State Appropriations	\$ 55,780,354.24	\$ 46,709,519.20
Proceeds from Debt Issuance	-	-
Proceeds from Legislative Transfers	-	1,975,326.00
Proceeds from Gifts	155,108.50	414,254.56
Proceeds from Endowments	-	-
Proceeds of Transfers from Other Agencies	-	-
Proceeds of Transfers from Other Components	13,604.69	-
Proceeds from Other Revenues	3,624,421.13	31,851.40
Proceeds from Contributed Capital	-	-
Payments of Principal on Debt Issuance	(207,487.08)	(199,506.81)
Payments of Interest	(42,720.36)	(14,371.03)
Payments of Other Costs of Debt Issuance	(78,144.65)	(12,584.80)
Payments for Transfers to Other Agencies	(74,149.42)	(69,878.57)
Payments for Transfers to Other Components	(1,008,782.67)	(874,464.38)
Payments for Other Uses	(1,070,179.44)	(535,714.58)
Net Cash Provided by Noncapital Financing Activities	<u>\$ 57,092,024.94</u>	<u>\$ 47,424,430.99</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds from State Appropriations - HEAF	\$ 5,426,261.00	\$ 3,640,000.00
Proceeds from Disposal of Capital Assets	-	-
Proceeds from Trsf from Other Components - Commercial Paper	2,000,000.00	16,550,000.00
Proceeds from Capital Contributions	-	-
Proceeds of Transfers from Other Components - HEAF	-	-
Payments for Additions to Fixed Assets	(6,827,933.11)	(21,765,590.20)
Payments of Principal on Debt Issuance	(2,345,000.00)	(690,000.00)
Payments of Interest on Debt Issuance	(2,240,591.78)	(2,317,831.90)
Payments of Other Costs of Debt Issuance	-	-
Payments for Transfers to Other Components - Commercial Paper	-	-
Payments for Transfers to Other Components - HEAF	-	-
Payments for Disposal of Capital Assets	-	-
Net Cash Provided From Capital & Related Financing Activities	<u>\$ (3,987,263.89)</u>	<u>\$ (4,583,422.10)</u>

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	Current Year 2006	Prior Year 2005
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from Sale of Investments	\$ -	\$ -
Proceeds from Interest and Investment Income	3,693,772.99	3,049,341.59
Proceeds from Principal Payments on Loans	-	-
Payments to Acquire Investments	(583,099.41)	(591,422.21)
Net Cash Provided by Investing Activities	\$ 3,110,673.58	\$ 2,457,919.38
Net Decrease (-) in Cash and Cash Equivalents	\$ 8,456,226.44	\$ (6,430,370.85)
Cash and Cash Equivalents --September 1, 2005 and 2004	27,835,295.67	34,265,666.52
Restatements to Beginning Cash and Cash Equivalents	-	-
Cash and Cash Equivalents --August 31, 2006 and 2005	\$ 36,291,522.11	\$ 27,835,295.67
Displayed as:		
Unrestricted Cash and Cash Equivalents (Statement of Net Assets)	\$ 33,119,171.98	\$ 25,051,693.53
Short-term Investments (Statement of Net Assets)	-	-
Restricted Cash and Cash Equivalents (Statement of Net Assets)	3,172,350.13	2,783,602.14
Restricted Short-term Investments (Statement of Net Assets)	-	-
	\$ 36,291,522.11	\$ 27,835,295.67
Reconciliation of Operating Income to Net Cash Provided by Operating Activities		
Operating Income /Loss(-)	\$ (52,599,156.61)	\$ (50,926,213.26)
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities		
Depreciation	\$ 6,699,533.76	\$ 6,316,937.80
Bad Debt Expense	2,531,394.16	49,443.69
Operating Income and Cash Flow Categories Classification Differences		
Changes in Assets and Liabilities:		
(Increase) Decrease in Receivables	(7,937,013.57)	(2,032,315.53)
(Increase) Decrease in Inventories	57,258.50	(87,812.90)
(Increase) Decrease in Loans & Contracts	-	-
(Increase) Decrease in Other Assets	(2,069,256.25)	543,859.64
(Increase) Decrease in Prepaid Expenses	-	-
Increase (Decrease) in Payables	5,659,603.68	(7,085,423.04)
Increase (Decrease) in Due to Other Components	(147,040.19)	(64,940.84)
Increase (Decrease) in Deferred Income	45,468.33	1,557,165.32
Increase (Decrease) in Other Liabilities	-	-
Total Adjustments	4,839,948.42	(803,085.86)
Net Cash Provided by Operating Activities	\$ (47,759,208.19)	\$ (51,729,299.12)
Non Cash Transactions		
Net Increase (Decrease) in FMV of Investments	\$ 1,475,688.52	\$ 2,818,108.94
Amortization of Investment Premiums/(Discounts)	-	-
Donation of non-cash investment	-	-

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

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UNIVERSITY OF NORTH TEXAS HEALTH SCIENCE CENTER (763)

Notes to Schedule 1A - Schedule of Expenditures of Federal Awards

For the Fiscal Year Ended August 31, 2006

Note 1: Nonmonetary Assistance

N/A

Note 2: Reconciliation

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

Federal Revenues - per Statement of Revenues, Expenses, and Changes in Net Assets	
Federal Grants and Contracts	\$ 18,807,494.24
Federal Pass-Through Grants from Other State Agencies/Universities	<u>66,809.93</u>
Total Federal Revenues per Statement of Revenues, Expenses, and Changes in Net Assets	<u>\$ 18,874,304.17</u>
New Loans Processed:	
Federal Family Education Loan Program	\$ 18,334,020.78
Federal Perkins Loan Program	<u>1,129,269.74</u>
Total Pass Through and Expenditures per Federal Schedule	<u>\$ 38,337,594.69</u>

Note 3a: Student Loans Processed & Administrative Costs Recovered

Federal Grantor/ CFDA Number/ Program Name	New Loans Processed	Admin Costs Recovered	Processed & Admin Costs Recovered	Ending Balance of Previous Years' Loans
<i>Department of Health & Human Svcs</i>				
93.342 Health Prof/Disadv Student Loans	\$ -	\$ -	\$ -	\$ 499,946.80
<i>Total Department of Health & Human Svcs</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 499,946.80</u>
<i>Department of Education</i>				
84.032 Federal Family Education Loans	\$ 18,334,020.78	\$ -	\$ 18,334,020.78	\$ -
84.038 Federal Perkins Loan Program	1,104,765.00	24,504.74	1,129,269.74	3,012,493.61
84.268 Federal Direct Student Loans	-	-	-	-
<i>Total Department of Education</i>	<u>\$ 19,438,785.78</u>	<u>\$ 24,504.74</u>	<u>\$ 19,463,290.52</u>	<u>\$ 3,012,493.61</u>

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

N/A

Note 4: Depository Libraries for Government Publications

N/A

Note 5: Unemployment Insurance Funds

N/A (Agency 320 only)

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

N/A (Agency 537 only)

Note 7: Deferred Federal Revenue

The University of North Texas Health Science Center does not report any Federal Deferred Revenue.

Unaudited

UNIVERSITY OF NORTH TEXAS HEALTH SCIENCE CENTER (763)
Schedule 1B - Schedule of State Grant Pass-Throughs From/To State Agencies
For the Fiscal Year Ended August 31, 2006

Pass-Through From:

Texas Higher Education Coordinating Board (Agency 781)	
Advanced Research Grant	\$ 207,200.00
Advanced Technology Grant	(1,174.28)
Family Practice Operational Grant	111,680.37
First General Grants-Big Brother Big Sister (student)	1,000.00
Graduate Medical Education	28,468.00
Texas College Workstudy	5,624.70
	-
Office of the Governor (Agency 300)	<u>471,908.73</u>
Total Pass-Throughs From Other Agencies	<u>\$ 824,707.52</u>
(Statement of Revenues, Expenses, and Changes in Net Assets)	

Pass-Through To:

N/A

Unaudited

UNIVERSITY OF NORTH TEXAS HEALTH SCIENCE CENTER (763)
Schedule 2A - Miscellaneous Bond Information
For the Fiscal Year Ended August 31, 2006

<u>Description of Issue</u>	<u>Bonds Issued to Date</u>	<u>Range of Interest Rates</u>	<u>Terms of Variable Interest Rate</u>	<u>Scheduled Maturities</u>		<u>First Call Date</u>
				<u>First Year</u>	<u>Last Year</u>	
Rev Fin Ref & Imp Bonds, Ser '99A	\$ 15,535,000.00	5.00% - 5.40%	N/A	2000	2019	04/15/09
Rev Fin Sys Bonds, Ser '99	9,500,000.00	4.25% - 5.40%	N/A	1999	2009	04/15/09
Rev Fin Sys Bonds, Ser '02	27,130,000.00	2.00% - 5.00%	N/A	2003	2022	04/15/12
Rev Fin Sys Bonds, Ser '03A	2,915,000.00	5.375% - 5.50%	N/A	2015	2017	04/15/13
Rev Fin Sys Bonds, Ser '05	11,250,000.00	3.25% - 5.25%	N/A	2005	2019	04/15/15
Total	<u>\$ 66,330,000.00</u>					

Unaudited

UNIVERSITY OF NORTH TEXAS HEALTH SCIENCE CENTER (763)
Schedule 2B - Changes in Bonded Indebtedness
For the Fiscal Year Ended August 31, 2006

Description of Issue	Bonds Outstanding 09/01/05	Bonds Issued	Bonds Matured or Retired	Bonds Refunded or Extinguished	Bonds Outstanding 08/31/06	Amounts Due Within One Year
Gen Tuit Rev Bonds, Ser '94	\$ 515,000.00	\$ -	\$ 515,000.00	\$ -	\$ -	\$ -
Rev Fin Sys Bonds, Ser '99	6,965,000.00	-	350,000.00	5,455,000.00	1,160,000.00	370,000.00
Rev Fin Ref & Imp Bonds, Ser '99A	13,020,000.00	-	405,000.00	5,975,000.00	6,640,000.00	965,000.00
Rev Fin Sys Bonds, Ser '02	23,935,000.00	-	1,015,000.00	-	22,920,000.00	1,045,000.00
Rev Fin Sys Ref Bonds, Ser '03A	2,915,000.00	-	-	-	2,915,000.00	-
Rev Fin Sys Bonds, Ser '05	-	11,250,000.00	60,000.00	-	11,190,000.00	50,000.00
Total	\$ 47,350,000.00	\$ 11,250,000.00	\$ 2,345,000.00	\$ 11,430,000.00	\$ 44,825,000.00	\$ 2,430,000.00

*

Footnotes:

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

Bonds Payable per Statement of Net Assets

\$ 44,825,000.00

Unaudited

UNIVERSITY OF NORTH TEXAS HEALTH SCIENCE CENTER (763)
Schedule 2C - Debt Service Requirements
For the Fiscal Year Ended August 31, 2006

<u>Description of Issue</u>	<u>Year</u>	<u>Principal</u>	<u>Interest</u>
Revenue Bonds			
Rev Fin Sys Bonds, Ser '99	2007	\$ 370,000.00	\$ 59,012.50
	2008	385,000.00	40,512.50
	2009	405,000.00	21,262.50
		<u>1,160,000.00</u>	<u>120,787.50</u>
Rev Fin Ref & Imp Bonds, Ser '99A	2007	965,000.00	344,143.76
	2008	1,020,000.00	295,893.76
	2009	1,070,000.00	244,893.74
	2010	425,000.00	191,393.74
	2011	445,000.00	170,143.75
	2011 - 2016	1,935,000.00	493,350.00
	2017 - 2021	780,000.00	90,812.50
	<u>6,640,000.00</u>	<u>1,830,631.25</u>	
Rev Fin Sys Bonds, Ser '02	2007	1,045,000.00	1,029,668.76
	2008	1,080,000.00	998,318.76
	2009	1,115,000.00	961,868.76
	2010	1,155,000.00	922,843.76
	2011	1,195,000.00	880,975.00
	2012 - 2016	6,765,000.00	3,615,143.80
	2017 - 2021	8,585,000.00	1,801,912.54
	2022	1,980,000.00	99,000.00
	<u>22,920,000.00</u>	<u>10,309,731.38</u>	
Rev Fin Sys Bonds, Ser '03A	2007	-	159,175.00
	2008	-	159,175.00
	2009	-	159,175.00
	2010		159,175.00
	2011		159,175.00
	2012 - 2016	1,890,000.00	746,425.00
	2017 - 2021	1,025,000.00	56,375.00
	<u>2,915,000.00</u>	<u>1,598,675.00</u>	
Rev Fin Sys Bonds, Ser '05	2007	50,000.00	554,712.50
	2008	-	553,087.50
	2009	-	553,087.50
	2010	1,125,000.00	553,087.50
	2011	1,180,000.00	502,462.50
	2012 - 2016	5,740,000.00	1,594,462.50
	2017 - 2021	3,095,000.00	330,487.50
	<u>11,190,000.00</u>	<u>4,641,387.50</u>	
Less Accretion:		-	-
Total:		<u>\$ 44,825,000.00</u>	<u>\$ 18,501,212.63</u> *

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

Unaudited

UNIVERSITY OF NORTH TEXAS HEALTH SCIENCE CENTER (763)

Schedule 2D - Analysis of Funds Available for Debt Service

For the Fiscal Year Ended August 31, 2006

<u>Description of Issue</u>	<u>Pledged and Other Sources and Related Expenditures for FY 2006</u>				
	<u>Total Pledged and Other Sources</u>	<u>Operating Expenses/ Expenditures & Capital Outlay</u>	<u>Debt Service</u>		<u>Refunded or Extinguished</u>
			<u>Principal</u>	<u>Interest *</u>	
Rev Fin Sys Bonds, Ser '99, '99A, '02, '03A & '05	\$ 8,151,409.06	\$ -	\$ 2,345,000.00	\$ 2,236,679.23	\$ -
Total	<u>\$ 8,151,409.06</u>	<u>\$ -</u>	<u>\$ 2,345,000.00</u>	<u>\$ 2,236,679.23</u>	<u>\$ -</u>

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

Unaudited

UNIVERSITY OF NORTH TEXAS HEALTH SCIENCE CENTER (763)

Schedule 2E - Defeased Bonds Outstanding

For the Fiscal Year Ended August 31, 2006

<u>Description of Issue</u>	<u>Year Refunded</u>	<u>Par Value Outstanding</u>
Rev Fin Sys Bonds, Ser '99	2005	\$ 5,455,000.00
Rev Fin Ref & Imp Bonds, Ser '99A	2005	5,975,000.00
		<hr/>
		<u>\$ 11,430,000.00</u>

Unaudited

UNIVERSITY OF NORTH TEXAS HEALTH SCIENCE CENTER (763)
Schedule 2F - Early Extinguishment and Refunding
For the Fiscal Year Ended August 31, 2006

Description of Issue	Category	Amount Extinguished or Refunded	For Refunding Only		
			Refunding Issue Par Value	Cash Flow Increase (Decrease)	Economic Gain/ (Loss)
Rev Fin Ref & Imp Bonds, Ser '99A	Advanced Refunding	\$ 5,975,000.00	\$ 5,940,000.00	\$ (368,983.73)	\$ 288,880.85
Rev Fin Sys Bonds, Ser '99	Advanced Refunding	5,455,000.00	5,420,000.00	(336,668.49)	286,591.57
Total		<u>\$ 11,430,000.00</u>	<u>\$ 11,360,000.00</u>	<u>\$ (705,652.22)</u>	<u>\$ 575,472.42</u>

Unaudited

UNIVERSITY OF NORTH TEXAS HEALTH SCIENCE CENTER (763)

Schedule 3 - Reconciliation of Cash in State Treasury

For the Fiscal Year Ended August 31, 2006

<u>Cash in State Treasury</u>	<u>Unrestricted</u>	<u>Restricted</u>	<u>Current Year Total</u>
Local Revenue Fund 0280	\$ 2,602,350.01	\$ -	\$ 2,602,350.01
Local Revenue Fund 0819	-	533,901.90	533,901.90
Total Cash in State Treasury (Statement of Net Assets)	\$ 2,602,350.01	\$ 533,901.90	\$ 3,136,251.91