

**Fairmont State University**  
**Financial Statement Presentation**  
**November 8, 2012**

The purpose of this presentation is to provide the Board of Governor's Finance Committee with information to facilitate their understanding of the financial reporting structure for Fairmont State.

The annual audited financial are prepared in accordance with generally accepted accounting principles prescribed by the Governmental Accounting Standards Board (GASB). Fairmont State reports as a special-purpose government engaged in business-type activities under GASB Statement No. 35, *Basic Financial Statements – and Management Discussion and Analysis – for Public Colleges and Universities*. The GASB statements require a comprehensive, entity-wide perspective of Fairmont State's assets, liabilities, net assets, revenues, expenses, changes in net assets and cash flows. More information can be found in the notes to the annual financial statements.

In the Additional Information section of the annual audit, information is reported by component parts of Fairmont State. The component parts are:

- Unrestricted, Restricted and Other Funds
- Auxiliary, and
- Fairmont State's ownership of BOG Support Funds.

The component reporting structure allows us to recognized separate budgeted entities and provides this information to administration and the Governing Board. It is necessary to have this information at the component level to properly manage the respective components. This reporting structure utilizes fund types to track and report funds.

**Our Fund Types include:**

**Current Unrestricted Funds** - The Current Unrestricted Funds include resources of the institution which are expendable for any purpose in performing the primary objectives of the institution such as instruction, research, and public service, and which have not been designated by the governing board for other purposes. Current Unrestricted Funds may be divided into subgroups. The fund types within the Banner Finance system include:

- President's Control
- Fund Manager
- Clearing & Year End Adjustments and
- Buyout fund types. *Buyouts are related to release time for grant work and activity is minimal.*

**Current Restricted Funds** - The Current Restricted Fund group consists of those funds expendable for operating purposes but restricted by donors or an outside agency as to the specific purpose for which they may be expended. Restricted funds at Fairmont State consist primarily of contracts and grants received from federal or state governments for financial aid, research, public service or other restricted purposes. The fund types within the Banner Finance system include:

- Current Restricted – Baccalaureate (*primarily federal and state grants and contracts*)
- Current Restricted – Financial Aid

**Auxiliary Funds** –Auxiliary enterprises are self-supporting activities conducted primarily to provide facilities or services to students, faculty, and staff. Such activities at Fairmont State include the operations of the residence halls, parking facility, Falcon Center (including dining services and bookstore) and intercollegiate athletics. These activities are designated with a separate fund type for fiscal management. All auxiliary operations except athletics are restricted by bond covenants. Auxiliary operations are owned and managed by Fairmont State University, however, operating costs and debt obligations are supported by fees from both Fairmont State and Pierpont students. The fund types within the Banner Finance system include:

- Auxiliary Operations
- Auxiliary Clearing and Adjustment Funds
- Auxiliary Reserve Funds

**Auxiliary Plant Funds** – Auxiliary Plant Funds consist of funds designated for auxiliary capital projects. Once a capital project has been approved by the Fairmont State University Board of Governors, funds are moved from the respective Auxiliary Reserves fund to the capital project fund. The funds are used for the payment of construction costs, which are capitalized upon completion of the project. All costs are moved to the Construction in Progress (CIP) asset account on a monthly basis. This is done in the Investment in Plant fund type for Auxiliaries or the respective bond series. All of this activity may be viewed under this category. The fund types within the Banner Finance system include:

- Plant Renewal and Replacement – Auxiliary

**Educational and General (E&G) Plant Funds**– E&G Plant Funds consist of funds designated for capital projects. Once a capital project has been approved by both the Fairmont State University Board of Governors and the Pierpont Community and Technical College Board of Governors, funds are moved from the respective E&G or Infrastructure Reserve fund to the capital project fund. The funds are used for the payment of construction costs, which are capitalized upon completion of the project. All costs are moved to the Construction in Progress (CIP) asset account on a monthly basis. This is done in the Investment in Plant fund type for E&G, Infrastructure or the specific funding source (such as EAST bonds). The fund types in Banner are:

- Plant Renewal and Replacement Reserves (*E&G and Infrastructure*)
- Plant Renewal and Replacement – *project funds*

**Investment in Plant Funds**- These funds are used to record capital assets and the corresponding depreciation expense. This category includes capitalized equipment (cost over \$5,000) and capitalized building and infrastructure assets (cost over \$25,000). The fund types in Banner are

- Investment in Plant – University
- Investment in Plant – Auxiliary
- Investment in Plant – BOG Support (*to record assets shared by Fairmont and Pierpont*)

**Retirement of Indebtedness**- These funds are used to record the debt liability. Fees and revenues are transferred to these funds through assessments to provide the cash for the annual debt service payments. The fund types in Banner include:

- Plant Retirement of Indebtedness – University
- Plant Retirement of Indebtedness – Auxiliary
- Plant Retirement of Indebtedness – BOG Support

**Perkins Loan – University Funds** – This category is used to report activity within the Federal Perkins Loan Fund. The Perkins Loan Fund is a revolving fund which means that funds collected for the repayment of student loans provide the cash balances for current year loans. Loan repayments and advances are accounted for through the asset account loans receivable. The activity shown on the Statement of Revenues, Expenses, and Changes in Net Assets primarily includes administrative and collection costs and loan cancellations and write-offs. The fund type in banner is Loan Funds.

**Statement of Revenues, Expenses, and Changes in Net Assets**  
**Explanation of Classification**

**Operating Revenues**

Tuition and fees – includes all tuition and fees assessed (net of refunds) against students for educational and general purposes. Tuition and fee remissions or exemptions should be assessed and reported as revenue even though there is no intention of collecting from the student. At year end, tuition and fees are presented net of scholarship allowance. Scholarship allowances represent the portion of aid provided to the student in the form of reduced tuition.

Student activity support revenue – This represents the transfer of fees from the University and Pierpont to the University for student program fees. These fees are collected by the respective institution as tuition and fees and transferred on a monthly basis to the appropriate fund for operations. This is the revenue part of the chargeback, along with auxiliary support services revenue.

Faculty services revenue – teaching services provided by each institution's faculty to the students enrolled in their class. The faculty costs of salary and benefits are allocated to both the University and Pierpont based on the number of credit hours taught to each student group (2 year or 4 year). If the faculty member's salary and benefits are paid for by the University and 50% of the students in his/her class are C&TC students then 50% of the cost of teaching this class is charged back to the C&TC. Chargeback for teaching services goes both ways. This is the revenue part of the chargeback.

Contracts and Grants (Federal, State and Private) – includes revenues from governmental agencies which are restricted for specific research projects or other types of sponsored programs.

Interest on student loans receivable – interest received from student repayments of Perkins loans.

Auxiliary enterprise revenue – fees collected to support auxiliary operations and pay back bond debt.

Auxiliary support services revenue – This represents the transfer of fees from the University and Pierpont to the Auxiliary Operations for student activity building fees and athletic fees. These fees are collected by the respective institution as tuition and fees and transferred on a monthly basis to the appropriate fund for operations and/or debt service payments. This is the revenue part of the chargeback, along with student activity support revenue.

Operating costs revenue – the operating expenditure costs of each administrative support office (examples are Enrollment Services, Finance, Human Resources, etc.) are charged back to the C&TC based upon an agreed upon percentage. Most of these charge back costs are based on the percentage of enrollments of each institution. These chargeback costs also go in both directions depending on which institution provides the service for the other. This is the revenue part of the chargeback.

Support services revenue – administrative personnel who provide for both University and C&TC processing will be paid by the respective institution who hired this person. The costs for salary and benefits for this employee are charged back to the institution that did not employ and pay for this employee. Chargeback for support services goes both ways but since the majority of the administrative support staff is hired by the University the lion's share of support service costs are paid for by the C&TC. This is the revenue part of the chargeback.

Other Operating Revenue – Other types of revenue not classified in one of the categories above. This includes items such as public service fees, library book fines and theatre ticket sales.

### **Operating Expenses**

Salaries and wages – paid to employees in return for service. This could be in the form of a salary or stipend.

Benefits – benefits paid on behalf of the employee. This is the portion funded by the institution. This includes employer payroll taxes, health care coverage, and life insurance. At year end, benefits expense also includes the cost of accrued (unused) vacation leave and the increase in the liability for Other Post-Employment Benefits (OPEB).

Supplies and other services – purchase of various items needed for operations. This includes office supplies, contractual and professional payments, travel costs, operation and maintenance of equipment and purchases of equipment (under \$5,000) that do not meet requirements to be capitalized.

Equipment expense is shown on the monthly budget reports as a separate line item but combined with supplies and other at year end.

Utilities – includes natural gas, electric, water, sewage and trash removal for on and off campus buildings.

Student financial aid – scholarships and fellowships – This category includes all forms of financial aid expenditures. Some major sources include Pell, SEOG, WV Higher Education Grant, PROMISE Scholarships, Fairmont State Foundation Awards, alternative loans and various private scholarships. Direct Loan activity is required to be removed at year end to comply with GASB reporting.

Depreciation – Required by GAAP to be realized as an operating expense. This is spreading the cost of capitalized assets over their useful life. Example – building purchased for \$1,000,000 would be capitalized in the year it was put in service and expensed over a 50 year period in equal increments. We depreciate using the straight-line method.

Assessment for student activity costs –Represents the expense for the transfer of fees from the University and Pierpont to the University for Student Program Fees. These fees are collected by the respective institution as tuition and fees and transferred on a monthly basis to the appropriate fund for operations. The Assessment is the charge for the transfer of fees from the University or Pierpont to the appropriate fund of the University that supports student activities

Assessments for faculty services – teaching services provided by each institution’s faculty to the students enrolled in their class. The faculty costs of salary and benefits are assigned to both 2 and 4 year students based on the number of credit hours taught to each student group. If the faculty member’s salary and benefits are paid for by the University and 50% of the students in his/her class are C&TC students then 50% of the cost of teaching this class is charged back to the C&TC. Chargeback for teaching services goes both ways. This is the expense part of the chargeback.

Assessment for operating costs – the operating expenditure costs of each administrative support office (examples are Enrollment Services, Finance, Human Resources, etc.) are charged back to the C&TC based upon an agreed upon percentage. Most of these charge back costs are based on the percentage of enrollments of each institution. These chargeback costs also go in both directions depending on which institution provides the service for the other. This is the expense part of the chargeback.

Assessment for support services – administrative personnel who provide for both University and C&TC processing will be paid by the respective institution who hired this person. The costs for salary and benefits for this employee are charged back to the institution that did not employ and pay for this employee. Chargeback for support services goes both ways but since the majority of the administrative support staff is hired by the University the lion’s share of support service costs are paid for by the C&TC. This is the expense part of the chargeback.

Loan cancellations and write-offs – This is expensing revenue not expected to be collected. All revenues that are aged past two years are written off at 100%. All revenues that are aged over one year but less than two years are written off at a calculated percentage. Write-off entries are created at year end for both Tuition and Fees and the Perkins Loan Fund.

Fees assessed by the Commission for operations – this is a percentage of tuition and fee collections assessed by the HEPC to help support its operations.

## Nonoperating Revenues (Expenses)

State appropriations – includes all unrestricted amounts received from or made available by state appropriations to the extent expended for educational and general.

Reappropriated state funding – one-time additional award of state appropriations, if any.

Pell grant revenues – Federal dollars received to be awarded to students in the form of financial aid. These are grants and are not required to be paid back. GASB requires Pell revenue to be classified as non-operating and this was first done at Fairmont State for the fiscal year 2009 audited financial statements.

Gifts – This line item includes revenue from gifts and includes support from the Fairmont State Foundation in support of the Center for Teaching Excellence and support from donors for the purchase of the scoreboard.

E&G capital and debt service support revenue - This represents the transfer of fees from the University and Pierpont to the BOG Support Capital Funds for tuition and fees for E&G capital funds and tuition and fees for infrastructure. These fees are collected by the respective Institution as tuition and fees and transferred on a monthly basis to the appropriate fund for debt service payments. Excess revenues in the E&G and Infrastructure Capital Funds are transferred to the plant reserves at year end to support capital projects for the upcoming year. The transfer is eliminated on the Fairmont State and Pierpont Financial Statements.

Investment Income – interest received on investment of funds.

Interest on Indebtedness – interest paid on debt which includes bonds and capital leases.

Assessment for E&G capital and debt service costs - Represents the expense for the transfer of fees from the University and Pierpont to the BOG Support Capital Funds for E&G capital funds and tuition and fees for infrastructure. The financial statement classification of these fees was changed effective for fiscal year 2010. The revenue and expense transactions are reported as non-operating revenues and expenses. Fees are collected by the respective institution and transferred on a monthly basis to the BOG Support fund for debt service payments. A portion of these fees are eliminated in preparation of the financial statements because the transfer is to BOG Support shared funds

Loss on disposal of fixed assets – amount of net book value remaining when an asset is disposed of. This is unrecovered costs of a capitalized asset.

Fees assessed by the commission for debt service – amount paid to HEPC to pay down bond debt obligation to the HEPC.

Amortization of bond issuance costs – These are costs associated with issuing our four bond series. We are allowed by GAAP to recognize this expense over the life of the debt as opposed to all of it at the time of issuance. The amortization costs are posted at year end.

### **Transfers and Other**

This category provides budget and actual information for transactions such as capitalized equipment, capitalized construction costs and transfers between funds. In the early development of Banner reports and GASB 34/35 reporting, we determined the need to show these budgeted items on financial reports. These items are not actual costs when the financial statements are presented as a whole. The costs of capitalized equipment and construction costs are depreciated over the useful life of the asset and not shown as an expense in the year of acquisition. Also, transfers net to zero on the financial statements taken as a whole. A more detailed description of each exclude category is presented below.

Capital Expenditures- This category includes the account codes for all equipment purchases over \$5,000. These items are capitalized. These designated account codes enable us to track equipment purchases over \$5,000 through the purchasing process and move them electronically to the Banner Fixed Asset Module through an extract process ran by Accounting. The system makes an entry to add these costs to an equipment asset account. The costs are then recognized through depreciation expense over the assets useful life.

Construction Expenditures- This category includes the account codes for all capitalized construction activity. The account codes include the purchases of land, buildings, and all costs associated with construction. Construction costs include contractual payments, attorney costs and all costs associated with construction projects. These costs are budgeted in the project fund to track all expenditures. Accounting utilizes a separate investment in plant fund to decrease the Exclude-Construction account code and move the expense to the Construction in Progress (CIP) asset account code. This is done on a monthly basis. Reconciliation is done several times a year with the Physical Plant Business Officer to move completed projects from the CIP account to the appropriated asset account (land improvements, buildings, infrastructure, etc...) and to ensure capitalized asset records agree at year end.

Transfers for Debt Service- This category is used to budget and transfer the funds for the principal and interest payments on bond debt. The funds are transferred out of the operating funds to the respective retirement of indebtedness fund. Once the funds are transferred, the bi-annual debt payments are processed.

Transfers for Fin Aid Match- This category is used to budget and transfer the funds for institutional matching. The U.S. Department of Education requires a 25% match from the Institution for Supplemental Educational Opportunity Grants (SEOG) and Federal Workstudy Grants.



Indirect Cost Recoveries- This category is used to budget and transfer the indirect costs earned on federal and state funded grants and contracts. The expense code is budgeted in the grant fund. The revenue source code is budgeted in the appropriate indirect cost fund. Separate indirect cost funds are maintained for federal and state indirect cost earnings.

Transfers to Capital Projects – This category was added to separately budget and transfer funds from the capital project reserve funds to the construction project fund.

Transfers to Reserves (Plant or Operating) - This category is used to budget and transfer funds from the operating funds to the capital project reserve funds at year end.

Transfers for Scholarships- This category was added to separately track transfers from operating accounts to scholarship funds.

Transfers-Other- This category is used for one-time transfers that would not be reported in one of the specific transfer categories identified above. For instance, Banner funds may be closed for various reasons (management discretion, project or program is completed). Remaining funds are moved to a designated account or losses are covered by a designated operating account. Also, a particular project or fund may result in a net loss for a given year. These losses must be covered by other operating resources through a transfer.

*Please note that the various Transfer categories were added to aid the reconciliation of transfers-in and transfers-out.*

Fairmont State University  
Actual vs Budget Statement of Revenues and Expenses

Current Unrestricted

As of September 30, 2012

		Approved Budget	Current Budget	YTD Actual	YTD Actual to Current Budget
<b>OPERATING REVENUE</b>	Tuition and Fees	22,934,490	22,934,490	10,750,702	46.88
	Student Activity Support Revenue	580,820	580,820	246,238	42.39
	Faculty Services Revenue	1,272,439	1,272,439	19,413	1.53
	Operating Costs Revenue	2,319,839	2,221,298	0	0.00
	Support Services Revenue	3,502,054	3,514,050	0	0.00
	Other Operating Revenue	374,947	399,947	(26,896)	(6.72)
	<b>Total:</b>	<b>30,984,588</b>	<b>30,923,044</b>	<b>10,989,457</b>	<b>35.54</b>
<b>OPERATING EXPENSE</b>	Salaries	24,764,324	24,681,438	4,158,464	16.85
	Benefits	6,397,961	6,380,566	1,048,739	16.44
	Student financial aid-scholarships	1,894,339	1,905,339	850,829	44.65
	Utilities	1,749,920	1,747,120	194,893	11.16
	Supplies and Other Services	7,840,268	7,630,362	1,662,175	21.78
	Equipment Expense	1,029,576	1,023,424	485,860	47.47
	Fees retained by the Commission	185,560	185,560	47,482	25.59
	Assessment for Faculty Services	1,302,589	1,302,589	0	0.00
	Assessment for Support Services	290,965	288,513	0	0.00
	Assessment for Student Activity Costs	401,409	401,409	162,416	40.46
	Assessment for Operating Costs	124,691	127,284	0	0.00
	<b>Total:</b>	<b>45,981,602</b>	<b>45,673,605</b>	<b>8,610,857</b>	<b>18.85</b>
<b>OPERATING INCOME / (LOSS)</b>		<b>(14,997,013)</b>	<b>(14,750,560)</b>	<b>2,378,600</b>	<b>(16.13)</b>
<b>NONOPERATING REVENUE (EXPENSE)</b>	State Appropriations	17,880,671	17,880,671	3,576,134	20.00
	Gifts	12,500	12,700	0	0.00
	Investment Income	266,166	266,166	4,736	1.78
	Assessment for E&G Capital & Debt Service Costs	(2,545,328)	(2,558,111)	(1,037,894)	40.57
	<b>Total:</b>	<b>15,614,009</b>	<b>15,601,426</b>	<b>2,542,976</b>	<b>16.30</b>
<b>TRANSFERS &amp; OTHER</b>	Capital Expenditures	(298,301)	(299,700)	0	0.00
	Construction Expenditures	(1,047,000)	(41,808)	(69,000)	165.04
	Transfers for Debt Service	(77,585)	(64,802)	0	0.00
	Transfers for Fin Aid Match	(84,926)	(84,926)	(40,751)	47.98
	Indirect Cost Recoveries	36,500	18,132	15,857	87.46
	Transfers for Capital Projects	0	(1,072,000)	(1,072,000)	100.00
	Transfers for Scholarships	0	(113,104)	(56,552)	50.00
	Transfers - Other	0	0	(95,000)	
	<b>Total:</b>	<b>(1,471,312)</b>	<b>(1,658,209)</b>	<b>(1,317,445)</b>	<b>79.45</b>
<b>BUDGET BALANCE</b>		<b>(854,316)</b>	<b>(807,343)</b>	<b>3,604,130</b>	
<b>* Add: PROJECTED UNRESTRICTED NET ASSETS - Beginning of Year</b>		<b>13,980,018</b>	<b>13,980,018</b>		
<b>Less: USE OF RESERVE</b>		<b>0</b>	<b>0</b>		
<b>Equals: PROJECTED UNRESTRICTED NET ASSETS - End of Year</b>		<b><u>13,125,702</u></b>	<b><u>13,172,675</u></b>		

\* Projected Unrestricted Net Assets - Beginning of Year is after adding back the projected OPEB liability at June 30, 2012 in the amount of \$7,643,321

Unrestricted Net Asset Balance is 30.61% of the current budget total operating expense.

**FAIRMONT STATE UNIVERSITY**  
**Actual vs Budget Statement of Revenues and Expenses**  
**Current Restricted**  
**As of September, 2012**

		Approved Budget	Current Budget	YTD Actual	YTD Actual to Current Budget
<b>OPERATING REVENUE</b>	Federal Grants and Contracts	24,619,917	24,619,917	10,661,685	43.31
	State/Local Grants and Contracts	6,026,584	6,196,563	2,700,661	43.58
	Private Grants and Contracts	1,990,683	2,001,903	810,374	40.48
	Other Operating Revenue	0	0	2,063	
	<b>Total:</b>	<b>32,637,183</b>	<b>32,818,383</b>	<b>14,174,784</b>	<b>43.19</b>
<b>OPERATING EXPENSE</b>	Salaries	410,402	429,102	80,606	18.78
	Benefits	74,177	76,754	14,710	19.17
	Student financial aid - scholarships	40,674,450	40,690,450	17,343,774	42.62
	Utilities	3,257	3,257	3,166	97.20
	Supplies and Other Services	878,084	1,020,425	107,870	10.57
	Equipment Expense	220,271	221,853	18,490	8.33
	<b>Total:</b>	<b>42,260,641</b>	<b>42,441,841</b>	<b>17,568,616</b>	<b>41.39</b>
<b>OPERATING INCOME / (LOSS)</b>		<b>(9,623,458)</b>	<b>(9,623,458)</b>	<b>(3,393,832)</b>	<b>35.27</b>
<b>NONOPERATING REVENUE (EXPENSE)</b>	Federal Pell Grant Revenues	9,500,000	9,500,000	4,362,667	45.92
	Gifts	0	0	2,307	
	<b>Total:</b>	<b>9,500,000</b>	<b>9,500,000</b>	<b>4,364,974</b>	<b>45.95</b>
<b>TRANSFERS &amp; OTHER</b>	Capital Expenditures	(10,662)	(10,662)	0	0.00
	Transfers for Fin Aid Match	84,926	84,926	42,465	50.00
	Indirect Cost Recoveries	(18,132)	(18,132)	(15,857)	87.46
	Transfers - Other	0	0	0	0.00
	<b>Total:</b>	<b>56,132</b>	<b>56,132</b>	<b>26,608</b>	<b>47.40</b>
<b>BUDGET BALANCE</b>		<b>(67,326)</b>	<b>(67,326)</b>	<b>997,751</b>	
* <b>Add: RESTRICTED NET ASSETS - Beginning of Year</b>		<b>90,583</b>	<b>90,583</b>		
<b>** Equals: PROJECTED RESTRICTED NET ASSETS - End of Year</b>		<b><u>23,257</u></b>	<b><u>23,257</u></b>		

**Auxiliary**  
**Actual vs Budget Statement of Revenues and Expenses**  
**Board of Governors**  
As of September 30, 2012

		Approved Budget	Current Budget	YTD Actual	YTD Actual to Current Budget
<b>OPERATING REVENUE</b>	Auxiliary Enterprise Revenue	6,356,953	6,476,463	2,724,421	42.07
	Auxiliary Fees & Debt Service Support Revenue	4,869,880	4,869,880	2,100,565	43.13
	Other Operating Revenue	312,438	312,438	66,012	21.13
	<b>Total:</b>	<b>11,539,271</b>	<b>11,658,781</b>	<b>4,890,998</b>	<b>41.95</b>
<b>OPERATING EXPENSE</b>	Salaries	2,424,398	2,372,384	558,218	23.53
	Benefits	590,920	610,161	114,299	18.73
	Student financial aid-scholarships	549,780	545,530	186,387	34.17
	Utilities	855,914	841,341	101,392	12.05
	Supplies and Other Services	2,308,971	2,518,742	646,446	25.67
	Equipment Expense	67,506	65,806	(1,617)	(2.46)
	Loan cancellations and write-offs	1,131	1,131	0	0.00
	<b>Total:</b>	<b>6,798,620</b>	<b>6,955,095</b>	<b>1,605,125</b>	<b>23.08</b>
<b>OPERATING INCOME / (LOSS)</b>		<b>4,740,652</b>	<b>4,703,687</b>	<b>3,285,874</b>	<b>69.86</b>
<b>NONOPERATING REVENUE (EXPENSE)</b>	Gifts	0	165,000	0	0.00
	Interest on capital asset related debt	(100,473)	(100,473)	0	0.00
	<b>Total:</b>	<b>(100,473)</b>	<b>64,527</b>	<b>0</b>	<b>0.00</b>
<b>TRANSFERS &amp; OTHER</b>	Capital Expenditures	(212,712)	(463,376)	0	0.00
	Transfers for Debt Service	(3,160,827)	(3,160,827)	0	0.00
	Transfers for Fin Aid Match	(3,425)	(3,425)	(1,713)	50.00
	Transfers for Scholarships	0	113,104	56,552	50.00
	Transfers - Other	0	0	95,000	
	<b>Total:</b>	<b>(3,376,963)</b>	<b>(3,514,523)</b>	<b>149,840</b>	<b>(4.26)</b>
<b>** BUDGET BALANCE - Projected Transfer to Reserves</b>		<b>1,263,216</b>	<b>1,253,691</b>	<b>3,435,713</b>	
<b>* Add: PROJECTED NET ASSETS - Beginning of Year</b>		<b><u>7,873,002</u></b>	<b><u>7,873,002</u></b>		
<b>Equals: PROJECTED NET ASSETS - End of Year</b>		<b><u>9,136,218</u></b>	<b><u>9,126,693</u></b>		

\* Projected Net Assets - Beginning of Year is after adding back the projected OPEB liability at June 30, 2012 in the amount of \$904,619

\* Auxiliary Net Assets are required to support future repair and replacement costs. Planning activities are in progress to document a 20 year plan to support each auxiliary enterprise capital repair/replacement need.

\*\* Athletics will be using reserves from their Foundation Scholarship Fund, E&G Scholarship Fund, and Athletic Operating Fund for 2013 to cover the negative budget balance. This is planned for a one time condition until the Athletic Master Plan is complete.

**Fiscal Year 2013**

<b>FUND TYPE</b>	<b>FUND TYPE NAME</b>	<b>COMPONENT UNIT</b>
<b>11</b>	Current Unrestricted- Bacc.- Fund Manager	UNIVERSITY
<b>1A</b>	Current Unrestricted - Buyout Funds	UNIVERSITY
<b>12</b>	Current Unrestricted - Bacc. - Clearing & Adj.	UNIVERSITY
<b>13</b>	Current Unrestricted- Bacc.- Pres. Control	UNIVERSITY
<b>33</b>	Auxiliary- FSU- Clearing & Adj.	UNIVERSITY
<b>21</b>	Current Restricted- Baccalaureate	UNIVERSITY
<b>28</b>	Current Restricted- Bacc.- Financial Aid	UNIVERSITY
<b>42</b>	Loan Funds	UNIVERSITY
<b>85</b>	Investment in Plant - University	UNIVERSITY
<b>82</b>	Plant Retirement of Indebtedness - University	UNIVERSITY
<b>31</b>	Auxiliary- Bd. of Governors - <i>Operating funds</i>	AUXILIARY SUPPORT
<b>32</b>	Auxiliary- BOG- Clearing & Adjustment funds	AUXILIARY SUPPORT
<b>38</b>	Auxiliary Reserves - Bd. Of Governors	AUXILIARY SUPPORT
<b>84</b>	Plant Retirement of Indebtedness - Auxiliary	AUXILIARY SUPPORT
<b>86</b>	Investment in Plant - Auxiliary	AUXILIARY SUPPORT
<b>91</b>	Plant Renew & Replacement- Auxiliary- <i>project funds</i>	AUXILIARY SUPPORT
<b>25</b>	Current Restricted- BOG- Financial Aid	BOG SUPPORT - <i>SHARED</i>
<b>83</b>	Plant Renew & Replacement - Reserves	BOG SUPPORT - <i>SHARED</i>
<b>93</b>	Plant Renewal and Replacement- <i>project funds</i>	BOG SUPPORT - <i>SHARED</i>
<b>95</b>	Plant Retirement of Indebtedness	BOG SUPPORT - <i>SHARED</i>
<b>97</b>	Investment in Plant - E&G Fund (shared assets)	BOG SUPPORT - <i>SHARED</i>