



The University of Florida

Financial Report 1978-79

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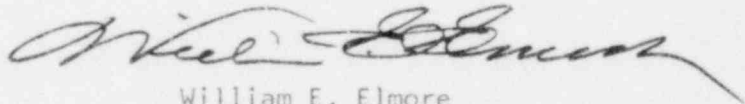
December 3, 1979

Dr. Robert Q. Marston
President
226 Tigert Hall
Campus

Dear Dr. Marston:

Enclosed herein is the annual Financial Report for the University of Florida for the fiscal year ended June 30, 1979.

Very truly yours,



William E. Elmore
Vice President for
Administrative Affairs

WEE/twb

Enclosure

AN OVERVIEW

The University of Florida's financial report represents a fiscal reflection of programs accomplished, loans granted, equipment purchased, buildings constructed and the resources utilized to carry out these objectives.

The money used to finance basic university operations is classified as current funds. These funds are used to accomplish the primary university missions of instruction, research and public service.

During fiscal year 1978-79, total current funds expenditures were \$272,935,897.29. This represents an increase of 10.85% over fiscal year 1977-78. Educational and General expenditures for instruction, research and public service accounted for 78% of the total. Exhibit C of the financial report contains additional information on current funds expenditures.

UNIVERSITY OF FLORIDA Summary of Significant Accounting Policies June 30, 1979

The significant accounting policies followed by the University of Florida are described below to enhance the usefulness of the financial statements.

Reporting Entity

Although the University is considered a separate entity for financial reporting purposes, it is a part of the State University System and accordingly is governed, regulated, and coordinated by the Department of Education, Board of Regents, subject to the general supervision of the State Board of Education. The President is responsible for the management of the University, but is under the general direction and control of the Chancellor of the State University System who has ultimate responsibility for administering the policies prescribed by the Board of Regents.

Although one of the primary obligations of reporting is to account for resources received and used, there are several instances where University resources are accounted for and reported by other entities. For example:

Unexpended Plant Funds which are committed to University construction financed from state-wide sources are accounted for and reported by the Board of Regents. When such construction projects are substantially completed they are included in the University's Investment In Plant Fund.

The University's fund raising programs and the intercollegiate athletic program are accounted for and reported by private non-profit organizations which are separate legal entities. These organizations are: University of Florida Foundation, University Alumni Association, and the University Athletic Association.

Basis of Accounting

The University's fiscal and accounting operations were essentially structured around the recommendations of the National Association of College and University Business Officers, constituting generally accepted accounting principles, as published under the title of COLLEGE AND UNIVERSITY BUSINESS ADMINISTRATION, ADMINISTRATIVE SERVICE. Financial statements were prepared in accordance with instructions provided by the Board of Regents.

Financial statements for the current funds have been prepared on the accrual basis of accounting; however, depreciation of fixed assets is not recognized.

The statement of current funds revenues, expenditures and other changes is a statement of financial activities of current funds related to the current reporting period. It does not purport to present the results of operations or the net income or loss for the period as would a statement of income or a statement of revenues and expenses.

To the extent that current funds are used to finance assets, the amounts so provided are accounted for as (1) expenditures, in the case of normal replacement of movable equipment and library books; (2) mandatory transfers, in the case of required provisions for debt amortization, interest, and equipment renewal and replacement; and (3) as transfers of a non-mandatory nature for all other cases.

Financial statements of the Loan Fund, Endowment Fund, Plant Fund (excluding Investment in Plant Funds) and Agency Fund have been prepared on the accrual basis of accounting. Investment in Plant funds have been prepared on the cash

basis. Notes receivable from students are reported in the Loan Fund at net value. An estimate of the amount of uncollectible loans is shown in a note to the financial statements.

The balance sheet, as noted above, does include accruals, deferrals, accounts payable, except for accumulated depreciation. The Reserve for Encumbrances portion of the Fund Balance is a representation of purchase commitments for which the merchandise or services have not been received.

Inventories have been categorized into the following two types:

- A. Departmental Inventory—those inventories maintained by departments and not available for resale. Departmental inventories are comprised of such items as classroom and laboratory supplies, teaching materials, and office supply items, which are consumed in the teaching/work process. These inventories are normally expensed at the time of purchase and therefore are not reflected on the balance sheet.
- B. Merchandising Inventory—those inventories maintained which are available for resale and are not expensed at the time of purchase. These inventories are reflected on the balance sheet and methods of inventory valuation footnoted in the notes to the financial statements.

Library books reported on the balance sheet have been valued at cost, except for those books received as contributions, which have been valued at fair market value at the date of acquisition.

Due to the appropriation process in which salaries for the summer quarter are not appropriated until the next fiscal year, the University elects not to recognize salaries of summer quarter faculty as a liability in the current year but prefers to treat them as an expenditure in the subsequent fiscal year.

Fund Accounting

In order to ensure observance of limitations and restrictions placed on the use of the resources available to the University, the financial records are maintained in accordance with the principles of "fund accounting". This is the procedure by which resources for various purposes are classified for accounting and reporting purposes into funds that are in accordance with activities or objectives specified. Separate accounts are maintained for each fund; however, in the accompanying financial statements, funds that have similar characteristics have been combined into fund groups. Accordingly, all financial transactions have been recorded and reported by one of the following fund groups.

Current Funds. This fund group includes those economic resources of the University which are expendable for operational purposes in performing the primary objectives of the University. Resources restricted by donors or other outside agencies for specific current operating purposes are reported as Restricted Current Funds.

Loan Funds. This group consists of loans to students and of resources available for such purposes. The terms of the loan agreements usually specify that the money operate on a revolving basis, i.e., repayments of principal and interest are loaned to other individuals.

Endowment Funds. These are funds with respect to which the donors or outside agencies have stipulated, as a condition of the gift, that the principal is to be maintained inviolate and in perpetuity and invested for the purpose of producing present and future income which may be either expended or added to principal.

Plant Funds. These funds represent four separate self-balancing fund groups for which separate accountability and reporting is required. These fund groups are as follows:

1. Unexpended Plant Funds account for unexpended resources received directly by the University from various sources to finance the acquisition of long-lived plant assets and the associated liabilities.
2. Renewal and Replacement Plant Funds provide for the renewal and replacement of plant fund assets as distinguished from additions and improvements to plant.
3. Retirement of Indebtedness Funds account for the accumulation of resources received directly by the University for interest and principal payments and other debt service charges including contributions for sinking funds relating to plant fund indebtedness.
4. Investment in Plant includes all long-lasting assets in the service of the University except for the long-lasting assets held as investments in Endowment Funds and Construction in Progress, unless carried in the Unexpended Plant Fund, as well as all associate liabilities.

Agency Funds. This fund group consists of funds held by the University as custodian or fiscal agent for others.

Ordinary income derived from investments, receivables, and inventories is accounted for in appropriate restricted funds. Restricted Current Funds are reported as revenue and expenditures when collected and disbursed.

Other Significant Accounting Policies

Other significant accounting policies are set forth in the financial statements and notes thereto.

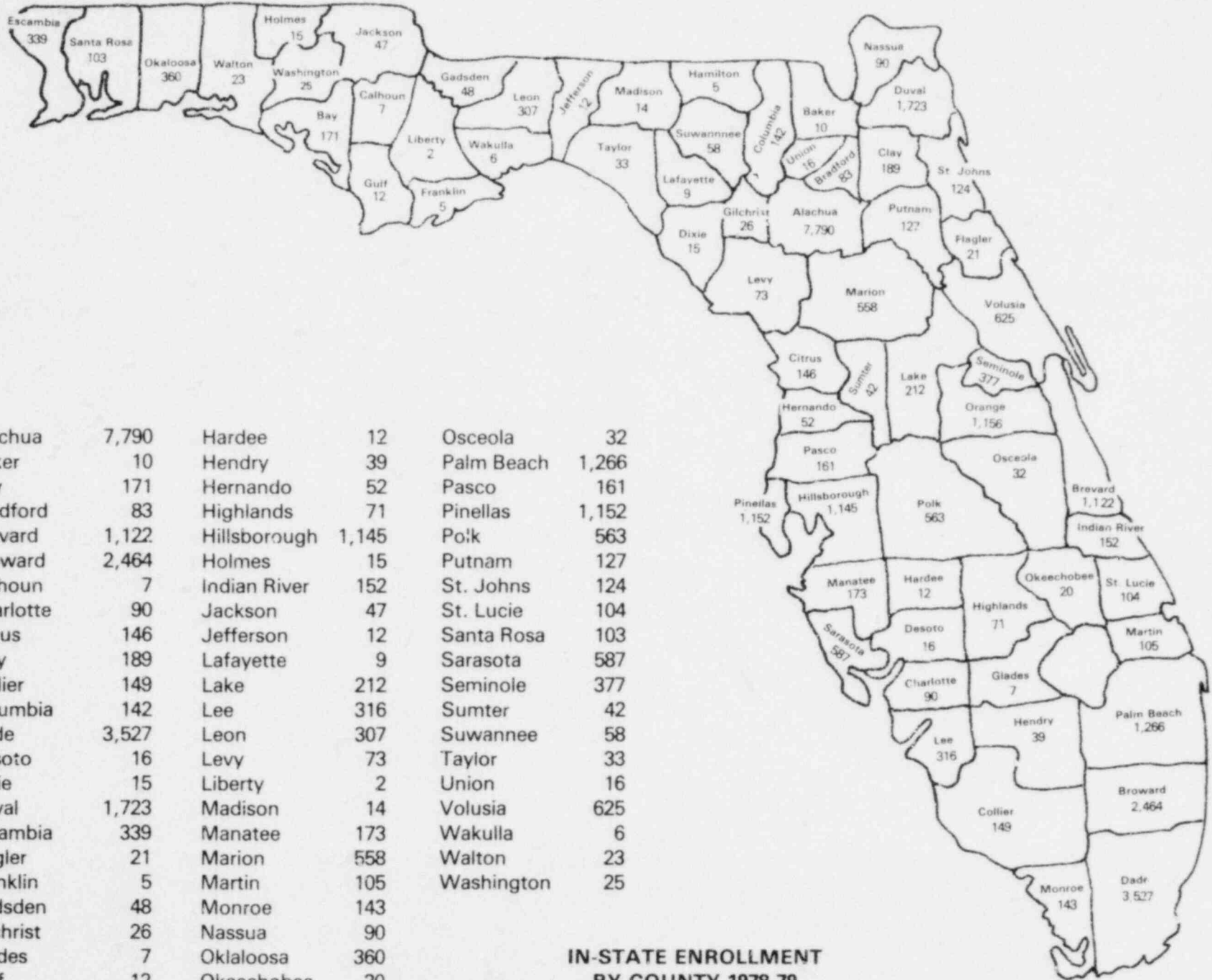
INVESTMENTS

All monies not needed for current operations in various trust funds are invested in accordance with Florida Statute 215.49. These funds are analyzed with two objectives; to earn maximum income and allow timely maturities for cash demands.

During the fiscal year 1978-79, we purchased \$47,652,199 investments (mostly U.S. Treasury bills). At June 30, 1979, we earned \$2,048,582 for the year and our outstanding investments were \$30,091,147.

INSURANCE

In accordance with a program for central insurance purchases adopted by the Florida Cabinet in 1969, the State Division of Purchasing of the Department of General Services was vested with the sole authority to purchase insurance on behalf of all state agencies. This authority is granted with the enactment of Chapter 287.022 of the Florida Statutes. Other actions by the Legislature have resulted in the development of risk management and self-insurance programs in the areas of automobile, general liability, and workmen's compensation coverages. The Department of General Services has delegated to the Board of Regents the general responsibility for the implementation and maintenance of the comprehensive insurance programs of the State University System. The Board of Regents serves as a clearing point between the Universities and the Department of General Services for all matters pertinent to insurance. This includes the acquisition of commercial coverage, the coordination of premium assessment, and payment and processing of all claims entered against the Universities.



Alachua	7,790	Hardee	12	Osceola	32
Baker	10	Hendry	39	Palm Beach	1,266
Bay	171	Hernando	52	Pasco	161
Bradford	83	Highlands	71	Pinellas	1,152
Brevard	1,122	Hillsborough	1,145	Polk	563
Broward	2,464	Holmes	15	Putnam	127
Calhoun	7	Indian River	152	St. Johns	124
Charlotte	90	Jackson	47	St. Lucie	104
Citrus	146	Jefferson	12	Santa Rosa	103
Clay	189	Lafayette	9	Sarasota	587
Collier	149	Lake	212	Seminole	377
Columbia	142	Lee	316	Sumter	42
Dade	3,527	Leon	307	Suwannee	58
Desoto	16	Levy	73	Taylor	33
Dixie	15	Liberty	2	Union	16
Duval	1,723	Madison	14	Volusia	625
Escambia	339	Manatee	173	Wakulla	6
Flagler	21	Marion	558	Walton	23
Franklin	5	Martin	105	Washington	25
Gadsden	48	Monroe	143		
Gilchrist	26	Nassua	90		
Glades	7	Oklaloosa	360		
Gulf	12	Okeechobee	20		
Hamilton	5	Orange	1,156		

IN-STATE ENROLLMENT
BY COUNTY 1978-79

NUMBER OF FTE STUDENTS BY COLLEGE*

	1978-79	1977-78	1976-77	1975-76	1974-75
* Accounting	556.22				
University College	—	2,130.40	1,929.13	1,986.80	242.53
** Fine Arts	925.89	887.09	842.86	778.67	
** Architecture	431.43	780.02	774.12	881.26	1,498.04
Arts & Sciences	13,207.02	11,264.86	10,551.35	11,061.31	11,472.70
Business Administration	2,198.76	2,634.21	2,384.79	2,310.98	2,211.47
Education	1,429.48	1,580.76	1,691.61	1,852.77	2,165.72
Engineering	2,070.04	2,089.07	1,849.84	1,789.15	1,613.12
Journalism & Communication	626.24	671.37	607.46	599.25	664.41
Law	1,132.25	1,185.16	1,149.71	1,187.83	1,155.96
Military	94.87	95.67	63.67	81.47	68.00
Physical Education					
Health & Recreation	937.03	847.75	719.17	724.37	835.72
Institutes	14.23	19.58	10.84	38.12	52.43
Agriculture	1,302.11	1,362.09	1,106.27	963.56	804.33
Forest Resources & Conservation	153.86	162.32	156.94	158.99	122.47
Health Related Professions	361.42	342.78	321.50	312.15	307.40
Medicine	273.69	168.66	153.85	147.23	135.94
Nursing	309.27	248.09	299.18	256.76	299.27
Pharmacy	309.17	1,058.05	1,010.45	311.53	324.85
Veterinary Medicine	200.00	120.00	127.36		
*** Building Construction	277.17				
TOTAL	26,810.15	27,674.93	25,680.10	25,442.20	26,159.36

** The College of Fine Arts separated from Architecture beginning Fall 1976. Prior years are shown under Architecture.

* Prior to 1978-79, Accounting was reported with the College of Business Administration.

*** Prior to 1978-79, Building Construction was reported with the College of Architecture.

DEGREES AWARDED BY TYPE OF DEGREE

DEGREE	1978-79	1977-78	1976-77	1975-76	1974-75
Baccalureate	4,747	4,897	4,920	4,998	4,687
Juris Doctor	314	377	376	412	345
Doctor of Medicine	122	110	112	82	75
Doctor of Dental Medicine	48	39	27	18	
Masters	1,075	1,084	1,159	1,345	1,270
Specialist in Education	73	69	89	147	121
Doctor of Education	27	27	33	50	61
Doctor of Philosophy	286	283	286	299	292
Engineer	1	1	3	6	3
Doctor of Pharmacy	4	4			
TOTAL	6,697	6,891	7,005	7,357	6,854

**FINANCIAL AID ADMINISTERED
1978-79**

	NUMBER OF RECIPIENTS	AID DISBURSED
Federal Programs		
Basic Educational Opportunity Grants	4,579	\$ 3,842,144
Student Loans	3,214	3,362,620
College Work Study Program	1,843	1,073,060
Supplemental Educational Opportunity Grants	1,162	666,503
TOTAL FEDERAL FINANCIAL AID ADMINISTERED	10,798	\$ 8,950,327
 State Programs		
Loans:		
University of Florida Short Term Loans	2,788	535,343
Student Aid for Education (SAFE) Loans	307	345,097
University of Florida Long Term Loans	530	492,686
Total Loans Administered	3,625	\$ 1,373,126
Scholarships and Grants:		
Custodial Loans and Grants	2,205	2,687,231
College Awarded Funds	2,054	1,237,518
Outside Donor Awarded Funds	940	653,582
Miscellaneous Grants	354	232,548
General Scholarships	719	313,533
Special Scholarships	16	4,500
Total Scholarships and Grants Administered	6,288	\$ 5,128,912
Fee Waivers: (Academic Year)		
Non-Resident Tuition Waivers	2,631	1,096,509
Matriculation Waivers	2,767	283,339
Total Fee Waivers Administered	5,398	\$ 1,379,848
TOTAL STATE FINANCIAL AID ADMINISTERED	15,311	\$ 7,831,886
TOTAL FINANCIAL AID ADMINISTERED	26,109	\$ 16,832,213

**BALANCE SHEET
JUNE 30, 1979**

EXHIBIT A

CURRENT FUNDS

	Unrestricted	Restricted	Loan Fund	Endowment Fund
ASSETS				
Cash	\$ 19,900,827.18	\$ 7,967,497.50	\$ 731,014.60	
Investments	10,726,735.83	6,020,501.48	1,138,838.45	\$ 218,779.42
Accounts Receivable	18,475,252.26	4,808,591.37		
Accrued Receivables			368,858.96	3,412.28
Accrued Receivables (interest)	215,539.10	1,379,526.40		
Notes/Mortgages Receivable	875,534.53		18,961,947.69	
Due from other Fund Groups	2,373,358.23	83,076.30	50,000.00	
Due from Federal Government				
Due from other SUS Universities	11,956.48			
Deferred Charges/Prepays				
Deposits		8,000.00	49,700.66	
Inventories	3,886,066.66			
Investment in Plant:				
Land				
Land improvements				
Buildings				
Equipment				
Library books				
Livestock				
Construction in Progress				
Total Investment in Plant				
TOTAL ASSETS	\$ 56,465,270.27	\$ 20,267,193.05	\$ 21,300,360.36	\$ 222,191.70
LIABILITIES AND FUND BALANCE				
Accounts Payable	\$ 3,487,612.41	\$ 1,389,850.24	\$ 233.05	
Due to other Fund Groups	260,464.95	17,548.80	7,851.70	
Due to other SUS Universities	250,000.00			
Due to Department of Gen Services				
Due to Depositors			30,782.20	
Deferred Credits	1,250,464.09	9,405,277.86		
Revenue Certificates Outstanding				
Accrued Liabilities	3,303,077.23	1,165,678.33		
Long Term Installment Purchases				
Due to State of Florida—GR				
TOTAL LIABILITIES	\$ 8,551,618.68	\$ 11,978,355.23	\$ 38,966.95	
FUND BALANCE				
Reserve for Encumbrances	\$ 5,145,321.20	\$ 2,825,301.44		
Contributed Capital		100,000.00	\$ 7,637,207.14	
Federal Gov't Grants Refundable			13,624,286.27	
Net Investment in Plant				
Unrestricted Fund Balance	42,275,716.52			
Restricted Fund Balance	492,613.87	5,363,536.38		\$ 222,191.70
TOTAL FUND BALANCE	47,913,651.59	\$ 8,288,837.82	\$ 21,261,493.41	\$ 222,191.70
TOTAL LIABILITIES AND FUND BALANCE	\$ 56,465,270.27	\$ 20,267,193.05	\$ 21,300,360.36	\$ 222,191.70

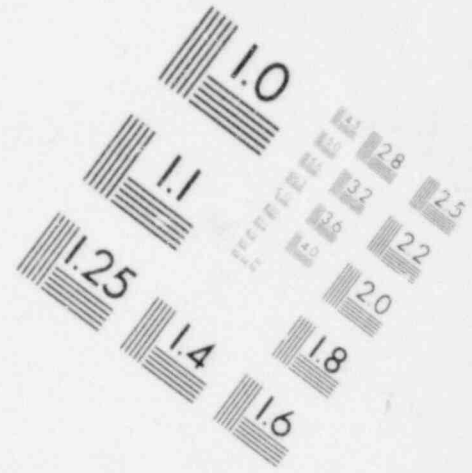
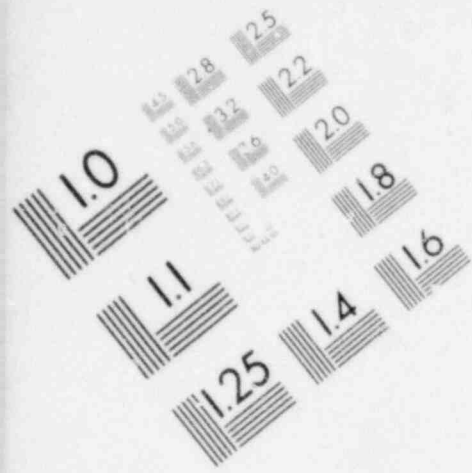


IMAGE EVALUATION
TEST TARGET (MT-3)

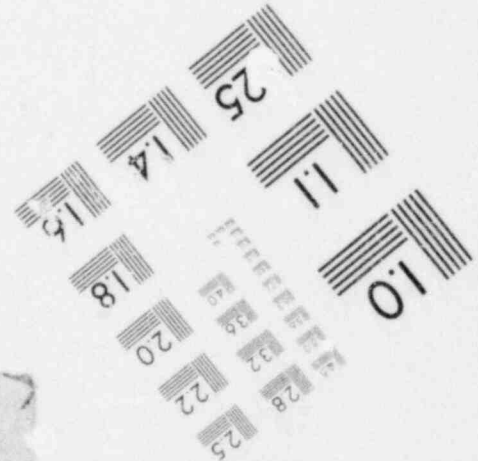
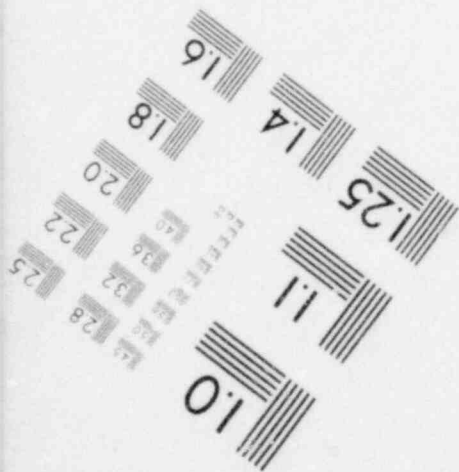
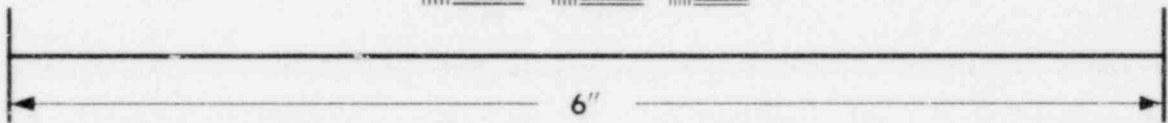
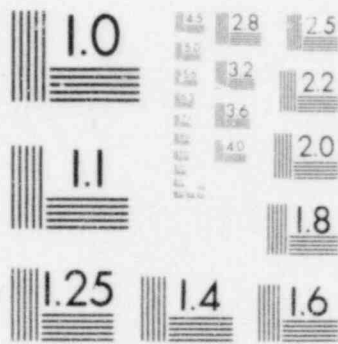


EXHIBIT A

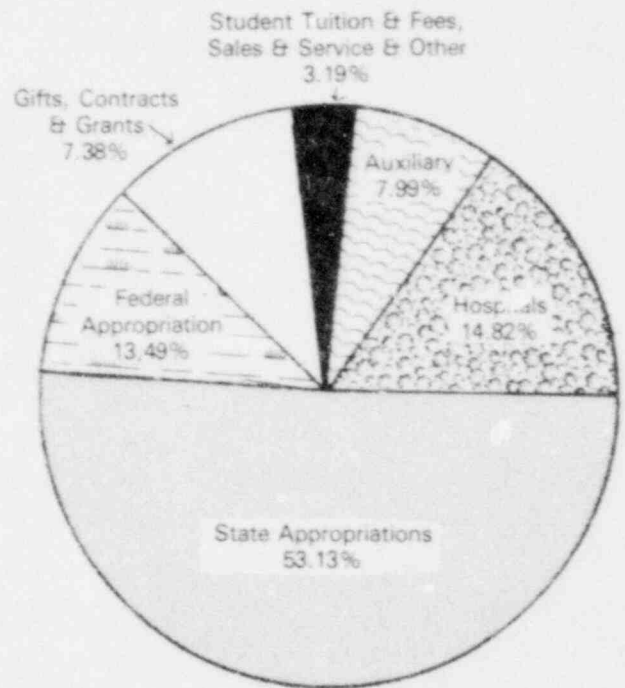
PLANT FUNDS				
Unexpected	Renewal and Replacem ^e	Retirement of Indebtedness	Investment	Agency Fund
\$ 1,491,562.90	\$ 2,472,144.74	\$ 11,203.99		\$ 2,751,814.56
	1,131,635.63	2,628,168.25		10,171,973.56
	21,352.13	48,041.58		7,201,690.31
			\$ 1,149,000.00	194,370.34
				400.00
			3,497,551.40	
			23,225,718.50	
			227,523,606.80	
			104,041,335.25	
			27,590,258.14	
			345,100.00	
			3,798,800.67	
			390,020,370.76	
\$ 1,491,562.90	\$ 3,625,132.50	\$ 2,687,413.82	\$ 391,169,370.76	\$ 20,320,251.77
	\$ 1,406.00			\$ 697.30
	2,213,017.15			7,951.93
				2,128,567.14
				18,183,035.40
			\$ 16,078,000.00	
			3,225,461.10	
			3,424,639.04	
	\$ 2,214,423.15		\$ 22,728,100.14	\$ 20,320,251.77
\$ 884,307.21	\$ 121,225.94			
			\$ 368,441,270.62	
607,255.69	1,289,483.41	\$ 2,687,413.82		
\$ 1,491,562.90	\$ 1,410,709.35	\$ 2,687,413.82	\$ 368,441,270.62	
\$ 1,491,562.90	\$ 3,625,132.50	\$ 2,687,413.82	\$ 391,169,370.76	\$ 20,320,251.77

**SOURCES AND USES OF CURRENT FUNDS
1978-79**

POOR ORIGINAL

Revenue

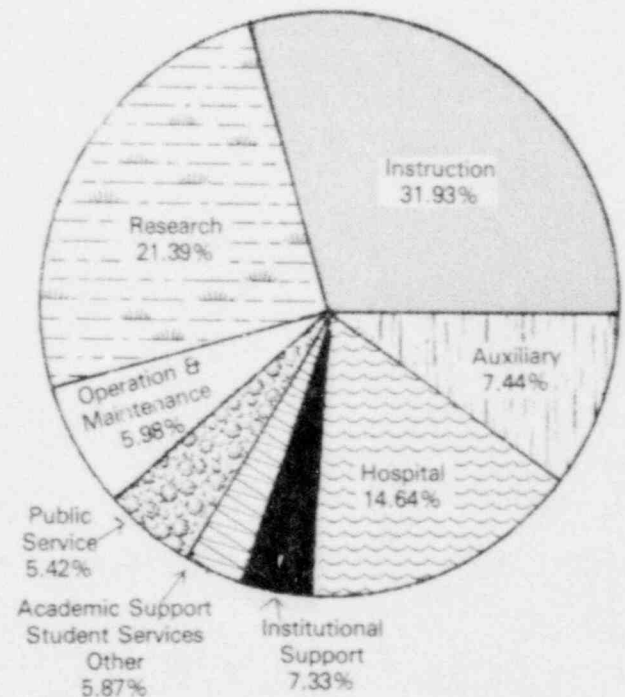
Student Tuition and Fees	\$ 3,105,211.83	1.12%
State Appropriations	147,924,877.50	53.13%
Federal Appropriations	37,559,103.15	13.49%
Grants, Contracts & Gifts—Govt.	4,482,516.83	1.61%
Grants, Contracts & Gifts—Private	16,056,466.09	5.77%
Sales & Services of Edu. Act.	5,406,199.91	1.94%
Other	368,509.94	.13%
Auxiliary	22,234,615.75	7.99%
Hospitals	41,256,720.57	14.82%
TOTAL	\$ 278,393,220.57	



REVENUE BY SOURCE

Expenditures

Instruction	\$ 67,152,807.57	31.93%
Research	58,389,546.50	21.39%
Public Service	14,784,805.81	5.42%
Academic Support	9,498,755.84	3.48%
Student Services	3,249,569.40	1.19%
Institutional Support	20,018,672.96	7.33%
Scholarships & Fellowships	2,541,102.06	.93%
Operation & Maintenance	16,308,389.50	5.98%
Auxiliary	20,287,505.86	7.44%
Mandatory Transfers	271,213.00	.10%
Hospitals	39,956,315.00	14.64%
Reversions	477,213.77	.17%
TOTAL	\$ 272,935,897.29	



EXPENDITURES BY FUNCTION

**UNIVERSITY OF FLORIDA
CONSTRUCTION REPORT — JUNE 30, 1979**

Projects completed during 1978-79

Parking Lot—Building E Site	\$ 101,841.55
Parking Lot—Building R Site	66,645.68
Broward hall Air Conditioning	133,274.60
Fire Code Corrections—Health Center & Academic	2,059,021.01
IFAS Forestry Building	2,476,000.00
Lake Wauberg Development Fund	17,732.03
Medical Science Building—Renovate 423	38,679.00
Relocate EKG Center	107,825.00
Utilities Extension Phase 11B	4,188,312.51
Leigh Hall Safety Corrections	12,427.04
Renovation & Addition to Main Auditorium	2,339,193.81
Conversion of Psychology Building Basement	203,556.41
Veterans Facility	295,530.78
Radiation Therapy, Plaza Dining & Kitchen Renovations	881,715.84
Primary Power—Health Center	345,194.31
Teaching Hospital—Patient Floors	208,812.07
TOTAL PROJECTS COMPLETED	\$ 13,475,761.64

Construction in Progress at June 30, 1979

Animal Fun Alterations—Vet Medicine	\$ 23,735.00
Renovation of Necropsy at Vet Medicine	19,573.00
WUFT Transmitter Building	160.00
Renovate Waiting Room Area	1,574.85
Erect Varco-Purdent Prefab Bldg.	5,362.50
Install Surigator Perineal Care Unit	967.50
Enclose Porch of Reid Hall	16,336.20
Clinical Research Building	46,609.00
Renovation of Anatomy Research Lab	9,241.25
Renovation for DNA Research Lab	47,677.50
P. K. Yonge Auditorium Repairs	59,358.88
Chiller Replacement	1,779,756.68
Hyperbaric Oxygen Facility	113,086.56
TREEO Center	1,558,665.42
77/78 Emergency Repair & Minor Renovations	225,213.00
78/79 Emergency Repair & Minor Renovations	85,050.90
Health Center Emergency Power Generators	52,581.00
Renovation of Organ & Installation of Carillon Bells	199,545.00
Vet Medicine	15,220,151.42
Library Renovations	35,561.64
General Purpose Building A	6,680,546.41
General Purpose Building B	5,441,750.74
Cardiac Catherization Lab/Neo Natal Intensive Care	509,366.92
Burn Unit	1,467,812.61
Norman Hall	6,014,777.03
Fencing—Coastal Engineering	7,505.00
Horticulture Science Building	6,300,666.64
Health Center Endocrinology & Metabolism Lab	77,921.84
Chilled Water Expansion Phase II	3,393,664.03
Journalism & Communications Building	3,603,251.97
IFAS Growth Chamber	290,697.07
Renovation of Bryan-Matherly Bldg.	188,677.72
Remodeling of Surgical Site B	43,276.31
Health Center Minor projects	90,383.82
Student Activities Center	7,322,433.95
Structural Repairs to Florida State Museum	6,354.00
Health Center Chilled Water Pump	46,320.87
Health Center Patient Support Services Unit	181,866.84
Uninterruptible Power Supply	2,433.00
Other IFAS projects	78,716.10
TOTAL CONSTRUCTION IN PROGRESS	\$ 61,242,630.17

STATEMENT OF CHANGES IN FUND BALANCES
JUNE 30, 1979

EXHIBIT B

CURRENT FUNDS

	Unrestricted	Restricted	Loan Fund
	\$	\$	\$
REVENUES AND OTHER ADDITIONS			
Educational and General Revenue	1,378,760.86	59,753,249.98	2,189,140.00
Auxiliary Enterprises Revenue	22,234,615.75		
Hospital Operations Revenue	41,256,720.57		
State Appropriations—Restricted			
Private Gifts, Grants, & Contracts			
Restricted			240,562.81
Endowment Income—Restricted			
Investment Income—Restricted		368,509.94	109,896.03
Federal Government Advances			2,586,969.08
Interest on Loans Receivable			327,609.84
Plant Facilities Revenue			
Revenues for Retirement of			
Indebtedness			
Transfers Received From Other			
Universities			
Total Revenues and Other Additions	217,275,097.18	60,121,759.92	5,454,177.76
EXPENDITURES AND OTHER DEDUCTIONS			
Educational & General Expend.	150,825,526.27	59,288,226.98	1,146,672.99
Aux. Enterprises Expenditures	20,287,505.86		
Hospital Operations Expenditures	39,956,315.00		
Indirect Costs Recovered		1,829,896.41	
Loan Cancellations and Write-Offs			1,009,628.28
Administrative & Collection Cost			680,668.51
Expended for Plant Facilities			
Retirement of Indebtedness			
Interest on Indebtedness			
Disposal of Plant Facilities			
Reversions—State Appropriations	477,213.77		
Total Expenditures & Other Deductions	211,546,560.90	61,118,123.39	2,836,969.78
TRANSFER AMONG FUNDS—			
ADDITIONS (DEDUCTIONS) MANDATORY			
Principal and Interest	(198,388.00)		
Renewals and Replacements	(72,825.00)		
NON-MANDATORY:			
Interfund Transfers			
TOTAL TRANSFERS AMONG FUNDS	(271,213.00)		
NET INCREASE/(DECREASE) FOR YEAR	5,457,323.28	(996,363.47)	2,617,207.98
FUND BALANCE BEGINNING OF YEAR	42,309,060.31	9,249,177.23	18,625,984.50
FUND BALANCE ADJUSTMENTS	147,268.00	35,445.06	18,300.93
FUND BALANCE AT END OF YEAR	47,913,651.59	8,288,837.82	21,261,493.41

EXHIBIT B

PLANT FUNDS

Endowment Funds	Unexpended	Renewal & Replacement	Retirement of Indebtedness	Investment In Plant
\$	\$	\$	\$	\$
	1,050,573.00		661,204.14	
	120,584.16			
	546,546.00			
	300,000.00			
	437,986.66			
6,666.55		63,624.06	219,070.03	
		183.44		24,538,480.73
		6,575.00	95,798.37	1,905,734.08
	2,810,814.00			
6,666.55	5,266,503.82	70,382.50	976,072.54	26,444,214.81
			330.38	
	4,129,685.88	376,419.04	691,000.00	
			606,818.30	
				3,130,564.82
	4,129,685.88	376,419.04	1,298,148.68	3,130,564.82
			198,388.00	
		166,196.64	(93,371.64)	
		166,196.64	105,016.36	
6,666.55	1,136,817.94	(139,839.90)	(217,059.78)	23,313,649.99
221,629.53	635,122.86	1,539,620.06	2,903,473.66	337,261,796.76
(6,104.38)	(3,777.90)	10,929.19	999.94	7,865,863.87
222,191.70	1,768,162.90	1,410,709.35	2,687,413.82	339,441,270.62

**STATEMENT OF CURRENT FUNDS REVENUES, EXPENDITURES AND OTHER CHANGES
FOR THE YEAR ENDED JUNE 30, 1979**

EXHIBIT C

	CURRENT FUNDS		TOTAL
	Unrestricted	Restricted	
	\$	\$	\$
REVENUES:			
EDUCATIONAL AND GENERAL			
Student Tuition and Fees	3,105,211.83		3,105,211.83
Governmental Appropriations— State	145,265,156.78	2,659,680.72	147,924,837.50
Governmental Appropriations— Federal		37,559,103.15	37,559,103.15
Grants, Contracts & Gifts— Govern.	7,152.34	4,475,364.49	4,482,516.83
Grants, Contracts & Gifts— Private		16,055,465.09	16,055,465.09
Sales & Services of Edu. Activities	5,406,199.91		5,406,199.91
Other Sources:			
Investment Income		368,509.94	368,509.94
Total Educational & General	153,783,760.86	61,118,123.39	214,901,884.25
AUXILIARY ENTERPRISES:			
Sales & Services— Operations	18,860,632.28		18,860,632.28
Student Fees	2,609,440.24		2,609,440.24
Investment Income	764,543.23		764,543.23
Total Auxiliary Services	22,234,615.75		22,234,615.75
HOSPITALS:			
Sales and Services— Operations	34,640,711.29		34,640,711.29
State Appropriations	6,616,009.28		6,616,009.28
Total Hospital Revenues	41,256,720.57		41,256,720.57
TOTAL CURRENT REVENUES	217,275,097.18	61,118,123.39	278,393,220.57
EXPENDITURES AND MANDATORY TRANSFERS:			
EDUCATIONAL AND GENERAL:			
Instruction	76,084,844.43	11,067,963.14	87,152,807.57
Research	26,766,201.12	31,623,345.38	58,389,546.50
Public Service	8,947,304.29	5,837,501.52	14,784,805.81
Academic Services	9,380,051.26	118,704.58	9,498,755.84
Student Services	2,884,583.15	364,986.25	3,249,569.40
Institutional Support	10,454,152.52	9,564,520.44	20,018,672.96
Operation and Maintenance of Plant	16,308,389.50		16,308,389.50
Scholarships and Fellowships		2,541,102.08	2,541,102.08
Educational and General Expenditures	150,825,526.27	61,118,123.39	211,943,649.66
Mandatory Transfers for:			
Principal and Interest	27,388.00		27,388.00
Total Educational and General	150,852,914.27	61,118,123.39	211,971,037.66
AUXILIARY ENTERPRISES:			
Expenditures	20,287,505.86		20,287,505.86
Mandatory Transfers for:			
Principal and Interest	171,000.00		171,000.00
Renewals and Replacements	72,825.00		72,825.00
Total Auxiliary Enterprises	20,531,330.86		20,531,330.86
HOSPITALS			
Expenditures	39,956,315.00		39,956,315.00
Total Hospitals	39,956,315.00		39,956,315.00
Reversions— State Appropriations	477,213.77		477,213.77
TOTAL EXPENDITURES, MANDATORY TRANSFERS AND REVERSIONS	211,817,773.90	61,118,123.39	272,935,897.29
OTHER TRANSFERS AND ADDITIONS (DEDUCTIONS):			
Transfers to Revenues		(996,363.47)	(996,363.47)
INCREASE (DECREASE) IN FUNDS BALANCES	5,457,323.28	(996,363.47)	4,460,959.81

UNIVERSITY OF FLORIDA
Notes to the Financial Statements
June 30, 1979

1. Investments were made through the State Board of Administration in accordance with the provisions of Section 215.49, Florida Statutes. Investments consisted mainly of U.S. Treasury Bills and Bonds, Certificates of Deposit and Repurchase Agreements. The investments are recorded at cost; however, the difference between market value and the cost of investments is negligible.
2. Material inventories reported at June 30, 1979, are recorded on the FIFO valuation method with the exception of the Teaching Hospital stores inventory and the State University System Press. The Teaching Hospital inventory is valued by the Average Cost Method and the State University System Press uses the actual cost valuation method.
3. Fixed Assets are recorded at cost at the date of acquisition or at appraised value at the date received in the case of gifts or purchases from the State's Division of Surplus Property. Depreciation on physical plant and equipment is not recorded except for that of Working Capital fund which is recorded net of \$361,547.88 of accumulated depreciation.
4. University employees participate in retirement plans of the State administered by the Department of Administration, Division of Retirement. Employee's attendance and leave regulations make provisions for the granting of a specified number of days leave with pay each year. The amount of leave earned but not taken as of June 30, 1979, is not recorded on the balance sheet. However, records are maintained for each employee showing the number of days accrued.
5. Significant lease-purchase commitments which have been determined to be capital acquisitions have been recorded at the contract amount. The off-setting liability is recorded in full at the date of contract approval.
6. The title to all land reported on the University of Florida balance sheet vests with the Board of Trustees of the Internal Improvement Trust Fund.
7. Each construction contract awarded by the Department of General Services specifies that an amount not to exceed ten percent of the total contract may be retained until such time that the Department accepts the work as completed or substantially completed. The actual amount of the retainage is computed based upon the percentage of the work completed. The retainage does not become payable until the project is accepted by the Department of General Services.
8. The Board of Control of the State of Florida has issued revenue certificates for the purchase, renovation and construction of dormitories and married housing units. A summary of pertinent information related to the University of Florida's indebtedness resulting from the issuance of these certificates is as follows:

Rev. Cert. Series	Interest Rate	Amount of Original Issue	Prin. Outstanding June 30, 1979	Maturity Date
1948	3.25%	\$ 3,628,000	\$ 212,000	1979
1954	3.01%	1,000,000	530,000	1992
PKY Lab School	3.25%	485,000	172,000	1986
1955	2.50%	600,000	336,000	1995
1959 A-F	3.00%	12,329,000	10,488,000	2011
1962	3.50%	400,000	322,000	2002
1964	3.50%	1,786,000	1,328,000	2004
1974	7.00%	2,880,000	2,690,000	2004
		\$ 23,108,000	\$ 16,078,000	

The University was granted loans by the Department of General Services for the construction of Parking Garages 1 and 2 at the J. Hillis Miller Health Center. The amount of the loan for Garage 1 was \$1,310,325.19 repayable in 25 years beginning June 30, 1976. This loan carries an annual interest rate of six percent. The balance due on this loan at June 30, 1979, was \$1,228,233.24. The balance due on the loan for the construction of Garage 2 at June 30, 1979, was \$2,197,449.84. The repayment of this loan will be based upon the net income of the Garage each fiscal year, and, therefore, will vary according to the net results of the operation.

9. Incidental Trust Fund collections as disclosed below are remitted directly into the State Treasury on behalf of the Board of Regents. Subsequently, State appropriated funds are made available to the University. Incidental Trust Fund collections made by the University and remitted to the State Treasury as of June 30, 1979, are as follows:

Student Fees:	
Matriculation (net)	\$ 15,683,273.17
Out of State (net)	1,960,749.38
Application	403,378.45
Late Registration	113,415.00
Miscellaneous	39,114.92
Total Student Fees	\$ 18,199,930.92
Other Revenue:	
Research Overhead	\$ 1,891,608.22
Federal Land Grants	209,149.00
Library Fines	48,116.86
Sale of Scrap	23,838.85
Interest Income	18,857.01
Miscellaneous	34,701.53
Seminary Interest	5,128.09
Total Other Revenue	\$ 2,231,399.56
Total Incidental Revenue	\$ 20,431,330.48

In addition to the above, the following student fees were assessed and collected:

Fee	Collected	At 6/30/78	1978-79	Remitted	Balance Due
Student Financial Aid Trust		\$ 506,234.51	\$ 15,705.60	\$ 659.45	\$ 15,046.15
Capital Improvement		1,867,471.07	1,721,168.49	1,498,579.12	222,199.37
Building Fee		1,150,000.75	960,567.32	837,629.01	122,938.31
Total		\$ 4,124,056.33	\$ 2,697,441.41	\$ 2,336,867.58	\$ 360,573.83

The following fees assessed and collected were retained by the University:

Fee	Collected
General Student Aid	\$ 542,190.30
Student Financial Aid	386,924.00
Student Activity	3,288,809.04
Health Fee	1,025,724.00
Building Fees (1969 Hous. Bond)	653,358.71
Total	\$ 5,896,996.05

Fees were waived in accordance with BOR Rules and Regulations and are reported as follows:

Matriculation Fees	\$ 222,670.49	Capital Improvement Trust Fund	\$ 10,173.25
Out-of-State	975,911.28	Student Financial Aid Trust	621.64
Building Fee	9,984.27	Activity and Service	25,979.08
Student Financial Aid	2,329.39	Health Fee	1,936.00
General Student Aid	8,266.13		
		Total Waivers	\$ 1,257,871.53

10. The financial statements do not include the financial position or results of operation of several non-profit organizations which operate for or on behalf of the University, but which are separate legal entities. The relationship of the University to these organizations is reflected below:

- The University of Florida Athletic Association, Inc. — operates as a private, non-profit corporation for the purpose of carrying on the various inter-collegiate athletic programs of which the University of Florida is a part.
- University of Florida Foundation, Inc. — operates as a private non-profit corporation for the purpose of soliciting, collecting, managing, and directing contributions to the various academic departments and programs of the University.
- University of Florida Alumni Association, Inc. — operates as a private, non-profit corporation for the purpose of "soliciting friends" for the University. Previously a fund raising organization, its charter was amended in January 1975 to remove the fund raising activities from the association charter in favor of the University of Florida foundation in promoting University departments and programs.

11. Interdepartmental transactions of Auxiliary Service Departments and organized activities related to educational departments have been offset and are reported as Educational and General expenditures.

12. To determine the allowance for uncollectible Federal and Regular loans, all accounts which were delinquent for 12 months or more were reduced by the composite historical average collection percentage exhibited by various private agencies. This factor amounted to 32 percent so 60 percent of the 12 months or older delinquencies were deemed uncollectible. This average of uncollectibility compares favorably with similar percentages nationwide.

Loans receivable in the Balance Sheet were developed as follows:

Loans Receivable	\$ 19,320,089.77
Less Estimated Uncollectible	1,353,708.94
Loans Receivable (net)	\$ 17,966,380.83

13. Material adjustments to fund balance for current unrestricted funds are composed of the following:

To record prior year manual entry never recorded for Teaching Hospital.	\$ (53.05)
To decrease fund balance for prior year retained earnings transferred to construction fund in Auxiliary.	(85,737.23)
To reduce fund balance in Auxiliary for debt service payment in prior year.	(25,570.49)
To increase fund balance for trade-ins, transfers in, corrections to expense, corrections to receivables, write-offs and transfers out in Auxiliary.	60,039.13

To decrease fund balance for items surveyed in Auxiliary.	(38,923.32)
To increase fund balance for contribution made by Agency Fund for increase in Petty Cash Fund in Auxiliary.	28,000.00
To increase fund balance for transfer from reserve for replacement cash to contribution in Auxiliary.	30,000.00
To increase fund balance for prior year correction to cash in Auxiliary.	6.42
To increase fund balance in Auxiliary Fund for a negative change in allowance for bad debt.	235.30
To increase fund balance for IFAS Revolving Fund Increase.	50,000.00
To increase fund balance for net of transfers in and out, in Auxiliary Fund.	3,492.87
To decrease fund balance in Auxiliary Fund for contributions, consolidations and distribution of earnings of members accounts during FY 78-79.	(115,709.38)
To increase fund balance in Auxiliary for inventory of bound books and unbound books in process.	206,923.14
To reverse prior years adjusting entries for entries now booked.	(30,441.47)
To increase fund balance for interest receivable 77-78 not previously included in Auxiliary Fund Balance.	61,662.18
To increase fund balance for prior year manual entry not booked in Auxiliary Fund.	716.70
To increase fund balance in Student Activity for prior year cash omitted.	172.32
To decrease fund balance for unreimbursed emergency payrolls in Revolving Fund.	(606.23)
To reverse prior year adjusting entry now booked in Revolving Fund.	3,061.10
Total Unrestricted Fund Adjustment	\$ 147,268.00

14. Adjustments to Fund Balance for Current Restricted Funds are composed of the following:

To decrease fund balance for miscellaneous scholarships which were transferred to custodial.	\$ (4,811.46)
To decrease fund balance for unreimbursed emergency payroll and vouchers.	(1,210.60)
To increase fund balance for due from clearing fund not recorded at year end.	33,053.84
To reverse prior year adjusting entries.	8,413.28
Total restricted fund adjustments	\$ 35,445.06

15. Adjustments to Fund Balance for Endowment Funds are composed of the following:

To increase fund balance for the net increase in Endowment Fund Investments net increase.	\$ 548.52
To decrease fund balance for change in investment value due sale of Simmons stock.	(965.00)
To decrease fund balance for liquidation of investment.	(5,687.90)
Total Endowment Fund Adjustments	(\$ 6,104.38)

16. Adjustments to Fund Balance for Investment in Plant Funds are composed of the following:

To record balances on long-term installment purchases acquired prior to 6/30/78 but not recorded at 6/30/78.	\$ (643,200.24)
To record addition of 1978-79 equipment being acquired on lease/purchase agreements.	(284,887.14)
To record deletions of duplicate, invalid cost account.	(12,358.38)
To record equipment on inventory at 6/30/78 with no cost, decals 215190-215191.	600.00
To record Working Capital Depreciation, 1978-79.	(28,839.04)
To record lost or stolen equipment, 1978-79.	(299,589.85)
To adjust balance for equipment NO1 at 6/30/78.	(8,494.67)
To record transfer from BOR 1978-79, Hort. Sci. Bldg. — Land Improvement	6,320.86
To record prior year adjustment in current year activity.	8,495.78
To record non-titled equipment — net from 6/30/78.	(102,360.27)
To record Building in Progress, 6/30/78, transferred from BOR in 1978-79.	9,230,176.82
Total Investment in Plant Adjustments	\$ 7,865,863.87

17. Adjustments to Fund Balance for Renewal and Replacement Funds are composed of the following:

To record entries that were listed in working papers as fund balance adjustments but never reported in 1977-78. These entries were not fund balance adjustments.	\$ 10,292.15
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18. Adjustments to Fund Balance for Retirement of Indebtedness are composed of the following:

Transfer in Transit recorded improperly, 1977-78.	\$ 999.44
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19. Accounts Receivables are shown net of an allowance for bad debts. The allowance this fiscal year for the Unrestricted funds is as follows:

Teaching Hospital	\$ 16,477,110.00
Auxiliary	<u>114,466.40</u>
Total Allowance for Bad Debts	\$ <u>18,591,576.40</u>

Footnote Additions

20. The unrestricted fund balance of the current unrestricted fund shown on Exhibit A includes \$801,880.65 which will revert to the fund from which appropriated on July 1, 1979.
21. The educational and General Expenditures on Exhibit C are determined by applying the primary PCS code assigned to each E & G department to the total expenditures for each department.