

Financial Statements  
with Supplemental Schedules

Fiscal Year Ended June 30, 2008



UNIVERSITY  
*of* ALASKA

---

*Many Traditions One Alaska*



Financial Statements  
with Supplemental Schedules

Fiscal Year Ended June 30, 2008



UNIVERSITY  
*of* ALASKA

---

*Many Traditions One Alaska*

Prepared by:  
University of Alaska  
Statewide Fund Accounting  
910 Yukon Drive, Suite 209  
PO Box 756540  
Fairbanks, AK 99775-6540  
(907) 450-8063

Issued June 2009





University of Alaska  
 Financial Statements with Supplemental Schedules  
 Table of Contents  
 June 30, 2008

	SCHEDULE	PAGE
Explanation of Differences Between Fund and GASB 35 Statements		1-2
<b>FINANCIAL STATEMENTS</b>		
Management's Discussion and Analysis		3-15
University of Alaska Statements of Net Assets		17
University of Alaska Foundation Statements of Financial Position		19
University of Alaska Statements of Revenues, Expenses, and Changes in Net Assets		21
University of Alaska Foundation Statements of Activities		22-23
University of Alaska Statements of Cash Flows		24-25
Notes to Financial Statements		26-48
Required Supplementary Information		49
<b>SUPPLEMENTAL SCHEDULES</b>		
<b>GASB 35 Statements</b>		
Statement of Net Assets by Major Administrative Unit	0.1	51
Statement of Revenues, Expenses and Changes in Net Assets by Major Administrative Unit	0.2	52-53
<b>Fund Statements</b>		
Balance Sheet	0.3	54-55
Statement of Changes in Fund Balance	0.4	56-57
<b>UNRESTRICTED CURRENT FUNDS</b>		
Balance Sheet by Major Administrative Unit	1.0	58
Balance Sheet, Statewide Programs and Services	1.1	59
Balance Sheet, University of Alaska Fairbanks	1.2	60
Balance Sheet, University of Alaska Anchorage	1.3	61
Balance Sheet, University of Alaska Southeast	1.4	62
Balance Sheet, Prince William Sound	1.5	63
Statement of Changes in Fund Balances, by Major Administrative Unit, Providing Revenue and Expenditure Detail	2.0	64-65
Statement of Changes in Fund Balances, University of Alaska Fairbanks, Providing Revenue and Expenditure Detail	2.1	66-67
Statement of Changes in Fund Balances, University of Alaska Fairbanks, College of Rural Alaska, Providing Revenue and Expenditure Detail	2.11	68
Statement of Changes in Fund Balances, University of Alaska Fairbanks, Rural College, Providing Revenue and Expenditure Detail	2.111	69
Statement of Changes in Fund Balances, University of Alaska Anchorage, Providing Revenue and Expenditure Detail	2.2	70-71
Statement of Changes in Fund Balances, University of Alaska Southeast, Providing Revenue and Expenditure Detail	2.3	72-73
Statement of Changes in Fund Balances, Fairbanks Research	2.4	74
Schedule of Revenues and Other Additions, Fairbanks Research	2.41	75
Schedule of Expenditures and Other Deductions, Fairbanks Research	2.42	76
Analysis of Revenue - Other Sources	2.5	77

Table of Contents (continued)	SCHEDULE	PAGE
<b>UNRESTRICTED CURRENT FUNDS (continued)</b>		
Statement of Changes in Fund Balances by Major Administrative Unit	3.0	78-79
Statement of Changes in Fund Balances, University of Alaska Fairbanks, Providing Auxiliary Detail	3.1	80
Statement of Changes in Fund Balances, University of Alaska Anchorage, Providing Auxiliary Detail	3.2	81
Statement of Changes in Fund Balances, University of Alaska Southeast, Providing Auxiliary Detail	3.3	82
<b>RESTRICTED CURRENT FUNDS</b>		
Balance Sheet by Major Administrative Unit	4.0	83
Balance Sheet, University of Alaska Fairbanks	4.1	84
Balance Sheet, University of Alaska Fairbanks, College of Rural Alaska	4.11	85
Balance Sheet, University of Alaska Fairbanks, Rural College	4.111	86
Balance Sheet, University of Alaska Anchorage	4.2	87
Balance Sheet, University of Alaska Southeast	4.3	88
Statement of Changes in Fund Balances by Major Administrative Unit	5.0	89
Statement of Changes in Fund Balances, University of Alaska Fairbanks	5.1	90
Statement of Changes in Fund Balances, University of Alaska Fairbanks, College of Rural Alaska	5.11	91
Statement of Changes in Fund Balances, University of Alaska Fairbanks, Rural College	5.111	92
Statement of Changes in Fund Balances, University of Alaska Anchorage	5.2	93
Statement of Changes in Fund Balances, University of Alaska Southeast	5.3	94
Facilities & Administrative Cost Charges	6.0	95
Facilities & Administrative Cost Charges by Major Administrative Unit	6.1	96-100
<b>STUDENT LOAN FUNDS</b>		
Balance Sheet by Major Administrative Unit	7.0	101
Balance Sheet by Fund	7.1	102
Statement of Changes in Fund Balances by Major Administrative Unit	8.0	103
Statement of Changes in Fund Balances by Fund	8.1	104
<b>ENDOWMENT AND SIMILAR FUNDS - PRINCIPAL AND UNEXPENDED INCOME</b>		
Balance Sheet by Major Administrative Unit	9.0	105
Statement of Changes in Fund Balances by Major Administrative Unit	10.0	106
Statement of Changes in Fund Balances by Fund	10.1	107-109
<b>EDUCATION TRUST OF ALASKA</b>		
Balance Sheet	11.0	110
Statement of Changes in Fund Balance	12.0	111

## Table of Contents (continued)

SCHEDULE PAGE

## PLANT FUNDS

Combined Balance Sheet	13.0	112
Schedule of Cash and Investments by Project	13.1	113
Schedule of Cash and Investments by Type	13.2	114
Unexpended Plant Funds		
Balance Sheet	14.0	115
Statement of Changes in Fund Balance	15.0	116
Statement of Changes in Fund Balances by Funding Source	15.1	117-127
Retirement of Indebtedness Funds		
Balance Sheet by Major Administrative Unit	16.0	128
Statement of Changes in Fund Balances by Major Administrative Unit	17.0	129
Statement of Changes in Fund Balances, University of Alaska Fairbanks	17.1	130
Statement of Changes in Fund Balances, University of Alaska Anchorage	17.2	131
Statement of Changes in Fund Balances, University of Alaska Southeast	17.3	132
Renewals and Replacements Funds		
Balance Sheet	18.0	133
Statement of Changes in Fund Balances by Major Administrative Unit	19.0	134
Investment in Plant Funds		
Balance Sheet by Major Administrative Unit	20.0	135
Balance Sheet, University of Alaska Fairbanks	20.1	136
Balance Sheet, University of Alaska Anchorage	20.2	137
Balance Sheet, University of Alaska Southeast	20.3	138
Schedule of Changes in Investment in Plant	21.0	139-143
Schedule of Changes in Construction Work in Progress	21.1	144-148
Schedule of Changes in Accumulated Depreciation	22.0	149-151
Schedule of Long-term Debt	23.0	152

This page intentionally left blank

University of Alaska  
Explanation of Differences Between  
Fund and GASB 35 Statements  
June 30, 2008

Introduction

In Fiscal Year 2002 the University implemented Governmental Accounting Standards Board (GASB) Statement No. 35, which primarily changed the presentation of its externally audited financial statements to a business-type format. The supplemental schedules in this publication show financial data reported in a fund group format. However, a summary Statement of Net Assets and Statement of Revenues, Expenses and Changes in Net Assets are presented on a GASB 35 basis, by Major Administrative Unit (MAU) on pages 51 - 53. The purpose of this section is to provide a narrative explanation of the major differences between the fund group presentation and the "GASB 35" presentation. Additional explanation of the GASB 35 format can be found in the audited financial statements, especially the Management's Discussion and Analysis and the Notes to the Financial Statements.

Balance Sheet vs. Statement of Net Assets

The fund group presentation uses the title of Balance Sheet, representing that total assets equals total liabilities plus total fund balances. The GASB 35 presentation uses the title of Statement of Net Assets, and arrives at a total net asset number by subtracting total liabilities from total assets. In either statement, fund balance, or net assets, represents the book equity of the university.

The GASB 35 statements show additional line items not reported on the fund statements. These additional lines disaggregate certain groups of accounts in order to show assets or liabilities in order of liquidity and to add further description. For example, Cash and Investments as reported on the fund statements are reported on the GASB 35 statements in the following line items: Cash and cash equivalents, Short-term investments, Restricted cash and cash equivalents, and Long-term investments. However, there is no difference in total assets between the fund and GASB 35 statements.

Statement of Changes in Fund Balances vs. Statement of Revenues, Expenses and Changes in Net Assets

There is a significant difference in the purpose and basis of preparation between the Statement of Changes in Fund Balances and the Statement of Revenues, Expenses and Changes in Net Assets (SRECNA). The fund statement shows activity by fund group and indicates the growth or decline in fund balances. As such, the statement supports a measurement of resource accountability by similar fund types and has an internal focus.

The SRECNA is designed to measure performance of the university as though it were a business, by grouping revenues and expenses according to an operating or non-operating classification.

Significant differences between the Statement of Changes in Fund Balances and the SRECNA include:

- The SRECNA reports depreciation expense, whereas the Statement of Changes in Fund Balances reports charges for capital expenditures (e.g. equipment) in the various fund groups, but primarily the unrestricted fund. Therefore, expenses listed on the SRECNA do not include payments made for capitalized equipment. Such payments are recorded on the Statement of Net Assets as capital assets.
- The SCRECNA reports Student Tuition and Fees and some auxiliary revenues net of a tuition allowance. The amount of the allowance is a reclassification from the Student Aid line item.
- In accordance with GASB 35 guidance, the SRECNA reports state appropriations as a nonoperating revenue.
- Expenditures incurred in the unexpended plant group that were not capitalized are reported in an appropriate functional line item on the SRECNA.

Further information may be obtained from Statewide Fund Accounting at (907) 450-8063.

MANAGEMENT'S DISCUSSION AND ANALYSIS  
(Unaudited – see accompanying accountants' report)

**Introduction**

The following discussion and analysis provides an overview of the financial position and activities of the University of Alaska (university) for the years ended June 30, 2008 (fiscal year 2008) and June 30, 2007 (fiscal year 2007), with selected comparative information for the year ended June 30, 2006. This discussion has been prepared by management and should be read in conjunction with the financial statements including the notes thereto, which follow this section.

**Using the Financial Statements**

The university's financial report includes the basic financial statements of the university and the financial statements of the University of Alaska Foundation (foundation), a legally separate, non profit component unit. The three basic financial statements of the university are: the Statement of Net Assets, the Statement of Revenues, Expenses and Changes in Net Assets and the Statement of Cash Flows. These statements are prepared in accordance with generally accepted accounting principles and Governmental Accounting Standards Board (GASB) pronouncements. The university is presented as a business-type activity. GASB Statement No. 35, *Basic Financial Statements—and Management's Discussion and Analysis—for Public Colleges and Universities*, establishes standards for external financial reporting for public colleges and universities and classifies resources into three net asset categories – unrestricted, restricted, and invested in capital assets, net of related debt.

The University of Alaska Foundation is presented as a component unit of the university in accordance with GASB Statement No. 39, *Determining Whether Certain Organizations Are Component Units*. The foundation's financial statements include the Statement of Financial Position and the Statement of Activities and these statements are presented as originally audited according to generally accepted accounting principles and Financial Accounting Standards Board (FASB) pronouncements.

The foundation was established to solicit donations and to hold and manage such assets for the exclusive benefit of the university. Resources managed by the foundation and distributions made to the university are governed by the foundation's Board of Trustees (operating independently and separately from the university's Board of Regents). The component unit status of the foundation indicates that significant resources are held by the foundation for the sole benefit of the university. However, the university is not accountable for, nor has ownership of, the foundation's resources.

**Statement of Net Assets**

The Statement of Net Assets presents the financial position of the university at the end of the fiscal year and includes all assets and liabilities of the university. The difference between total assets and total liabilities (net assets) is one indicator of the financial condition of the university, while the change in net assets is an indicator of whether the financial condition has improved or declined during the year.

MANAGEMENT'S DISCUSSION AND ANALYSIS  
(Unaudited – see accompanying accountants' report)

A summarized comparison of the university's assets, liabilities and net assets at June 30, 2008, 2007 and 2006 follows (\$ in thousands):

	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>Assets:</b>			
Current assets	\$ 105,847	\$ 101,667	\$ 106,614
Other assets	306,979	296,233	251,405
Capital assets, net of depreciation	<u>792,161</u>	<u>736,894</u>	<u>731,010</u>
Total assets	<u>1,204,987</u>	<u>1,134,794</u>	<u>1,089,029</u>
<b>Liabilities:</b>			
Current liabilities	88,894	84,421	80,444
Noncurrent liabilities	<u>177,290</u>	<u>162,923</u>	<u>161,730</u>
Total liabilities	<u>266,184</u>	<u>247,344</u>	<u>242,174</u>
<b>Net assets:</b>			
Invested in capital assets, net of debt	671,700	619,665	608,596
Restricted – expendable	73,856	82,736	58,590
Restricted – nonexpendable	126,752	124,114	123,275
Unrestricted	<u>66,495</u>	<u>60,935</u>	<u>56,394</u>
Total net assets	<u>\$ 938,803</u>	<u>\$ 887,450</u>	<u>\$ 846,855</u>

Major changes to assets and liabilities during fiscal year 2008 include increased operating and restricted cash and cash equivalents, a decline in endowment investments, increased accounts receivable, growth in net capital assets, and increased liabilities due to construction activity and new debt issuance. In fiscal year 2008, the university experienced overall growth in net assets of \$51.4 million, or 5.8 percent. Each of these changes is discussed in more detail in the following sections.

Total assets increased by \$70.2 million during fiscal year 2008 to a total of \$1.2 billion. Total assets are categorized as either current assets or noncurrent assets on the Statement of Net Assets. Key components of current assets include cash and cash equivalents, short-term investments and accounts receivable. Noncurrent assets are comprised mainly of restricted cash and cash equivalents, investments and net capital assets.

Operating cash and cash equivalents at June 30, 2008 were a positive \$8.6 million as compared to a negative \$0.5 million at June 30, 2007. Operating cash and cash equivalents includes checking accounts, change funds, and the university's repurchase agreements. Near the end of fiscal year 2008 funds were moved from short-term investments to cash to cover liabilities such as payroll, that were due in July.

Restricted cash and cash equivalents increased from \$4.1 million at June 30, 2007 to \$19.7 million at June 30, 2008. Increased restricted cash and cash equivalents are mostly attributed to unexpended general revenue bond proceeds from the issuance of Series O general revenue bonds in January 2008.

Short-term investments decreased from \$39.3 million at June 30, 2007 to \$26.5 million at June 30, 2008. As discussed earlier, funds were moved from this category to cash at year end. These funds were invested in the Commonfund's Short Term Fund and Intermediate Term Fund, which



MANAGEMENT'S DISCUSSION AND ANALYSIS  
(Unaudited – see accompanying accountants' report)

had a 5.25 percent and 5.54 percent total return for the year ended June 30, 2007 and a 3.21 percent and 0.54 percent total return for the year ended June 30, 2008, respectively.

Long-term investments increased \$0.4 million to \$83.9 million for fiscal year 2008. Approximately, \$47.6 million was invested in the Commonfund's Absolute Return Fund, \$27.4 million in the Commonfund's Multi-Strategy Bond Fund, and \$8.9 million in various bond or construction-related funds. The Absolute Return Fund had a negative 1.89 percent total return for the year ended June 30, 2008 and a positive 13.17 percent total return for the year ended June 30, 2007. The Multi-Strategy Bond Fund had a 6.14 percent total return for the year ended June 30, 2008 and 6.98 percent total return for the year ended June 30, 2007.

Endowment investments at June 30, 2008 were \$145.2 million as compared to \$148.7 million at June 30, 2007. This decrease was primarily caused by a negative 2.4 percent total return in 2008 as compared to a positive 17.9 percent total return in 2007.

Net accounts receivable increased \$8.2 million from \$53.6 million at June 30, 2007 to \$61.8 million at June 30, 2008. Growth in accounts receivable is primarily due to an increase in capital construction activity in process at year end which increased capital receivables from \$6.6 million at June 30, 2007 to \$12.6 million at June 30, 2008. Year end construction activity attributed to increased receivables includes \$4.6 million for the University of Alaska Anchorage (UAA) Integrated Science Building, \$0.7 million for the University of Alaska Fairbanks (UAF) Tanana Valley Campus renovation, and \$0.6 million for UAA fire alarm system upgrades. The other components of accounts receivable consist of tuition and fees, sponsored programs, and auxiliary services. See Note 3 of the financial statements for accounts receivable detail.

Net capital assets at June 30, 2008 were \$792.2 million as compared to \$736.9 million at June 30, 2007. For further discussion, see Note 6 of the financial statements for capital asset detail, and the *Capital and Debt Activities* section which follows.

Total liabilities are categorized as either current liabilities or noncurrent liabilities on the Statement of Net Assets. Current liabilities are primarily comprised of accounts payable, accrued payroll and other expenses, insurance and risk management payables, current debt and student deposits. Noncurrent assets are comprised mostly of long-term debt and net pension and OPEB obligations. Total liabilities increased by \$18.8 million during fiscal year 2008 to a total of \$266.2 million. Increased liabilities are mainly attributed to:

- The increase in accounts payable from \$10.8 million at June 30, 2007 to \$13.6 million at June 30, 2008 is reflective of increased capital construction activity in process at year end. Construction activity constituted 70 percent, or \$9.4 million of the accounts payable balance at year end as compared to 55 percent or \$5.9 million, the year before. The remaining accounts payable balance represents amounts due for recurring supplies and services for operations.
- Long-term debt financing increased with the issuance of Series O general revenue bonds totaling \$23.8 million in fiscal year 2008. The majority of this bond is for the UAA Parking Garage as discussed in the *Capital and Debt Activities* section that follows.

Unrestricted net assets increased \$5.6 million from June 30, 2007 to June 30, 2008. At year end, \$29.8 million of the \$66.5 million total is designated for specific purposes or otherwise limited by

MANAGEMENT'S DISCUSSION AND ANALYSIS  
(Unaudited – see accompanying accountants' report)

contractual agreements with external parties. See Note 7 of the financial statements for a detailed list of these designations.

***Fiscal Year 2007 Comparisons (Statement of Net Assets)***

Significant comments about changes between 2006 and 2007 that were noted in fiscal year 2007 *Management's Discussion and Analysis* are summarized below:

Major changes from 2006 to 2007 on the Statement of Net Assets included a reduction in cash and cash equivalents and short-term investments, long-term investment growth, increased accounts receivable and increased liabilities due to the net pension and other postemployment benefit obligations, and accrued expenses. Overall, the financial position of the university improved in fiscal year 2007 as indicated by the growth in net assets of \$40.6 million or 4.8 percent. For comparative purposes, cash and cash equivalents, short-term investments, and long-term investments in the June 30, 2007 financial statements have been reclassified to conform to the presentation in the June 30, 2008 financial statements.

The Statement of Net Assets reflected a decrease in cash and cash equivalents and short-term investments, and an increase in long-term investments. Cash and cash equivalents at June 30, 2007 were a negative \$0.5 million as compared to a positive \$1.3 million in 2006. Additionally, short-term investments decreased from \$47.1 million at June 30, 2006 to \$39.3 million at June 30, 2007. In fiscal year 2007, the university began investing more of the university's core operating funds in long-term investments. At June 30, 2007, long-term investments were \$83.5 million as compared to \$65.6 million at June 30, 2006. Approximately, \$41.5 million was invested in the Commonfund's Absolute Return Fund, \$33.2 million in the Commonfund's Multi-Strategy Bond Fund, and \$8.8 million in various operating and capital bond or construction-related funds. The Absolute Return Fund had a total return of 13.17 percent for the year ended June 30, 2007 and a 10.77 percent total return for the year ended June 30, 2006. The Multi-Strategy Bond Fund (a new university investment in fiscal year 2006) had a 6.98 percent total return for the year ended June 30, 2007.

Net accounts receivable increased 11.5 percent, from \$48.1 million at June 30, 2006 to \$53.6 million at June 30, 2007. This growth was primarily due to an increase in net sponsored program receivables.

Total liabilities increased 2.1 percent from \$242.2 million at June 30, 2006 to \$247.3 million at June 30, 2007. Increased liabilities were attributed to:

- The State of Alaska Public Employees' Retirement System (PERS) combined net pension and OPEB obligations increased from \$25.4 million at June 30, 2006 to \$30.8 million at June 30, 2007.
- Accrued expenses increased from \$4.2 million at June 30, 2006 to \$9.5 million at June 30, 2007 due to agreed upon net settlement costs of \$4.65 million for the University of Alaska Museum of the North construction activity.

Unrestricted net assets increased \$4.5 million from June 30, 2006 to June 30, 2007.

MANAGEMENT'S DISCUSSION AND ANALYSIS  
(Unaudited – see accompanying accountants' report)

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

The Statement of Revenues, Expenses and Changes in Net Assets presents the results of operations for the university as a whole. Revenues, expenses and other changes in net assets are reported as either operating or nonoperating. Significant recurring sources of university revenue, such as state appropriations and investment earnings, are defined by GASB Statement No. 35 as nonoperating.

A summarized comparison of the university's revenues, expenses and changes in net assets for the years ended June 30, 2008, 2007 and 2006 follows (\$ in thousands):

	<u>2008</u>	<u>2007</u>	<u>2006</u>
Operating revenues	\$ 356,624	\$ 352,410	\$ 341,205
Operating expenses	<u>(716,476)</u>	<u>(672,802)</u>	<u>(631,372)</u>
Operating loss	(359,852)	(320,392)	(290,167)
Net nonoperating revenues	<u>325,545</u>	<u>320,205</u>	<u>272,422</u>
Gain (loss) before other revenues, expenses, gains, or losses	(34,307)	(187)	(17,745)
Other revenues, expenses, gains or losses	<u>85,660</u>	<u>40,782</u>	<u>30,541</u>
Increase (decrease) in net assets	<u>51,353</u>	<u>40,595</u>	<u>12,796</u>
Net assets at beginning of year	<u>887,450</u>	<u>846,855</u>	<u>834,059</u>
Net assets at end of year	<u>\$ 938,803</u>	<u>\$ 887,450</u>	<u>\$ 846,855</u>

The Statement of Revenues, Expenses and Changes in Net Assets reflects an overall increase in net assets of 5.8 percent, or \$51.4 million. Revenue sources contributed positively to the increase in net assets. These revenue sources include: capital appropriations and capital grants and contracts revenue, tuition and fee revenue, and State of Alaska general fund appropriations. However, net health care costs and salaries and employee benefits offset overall growth in net assets.

- Net health care costs increased by \$5.9 million to \$50 million for fiscal year 2008.
- Salaries and employee benefits increased by \$19.7 million for fiscal year 2008.

In 2008, the university recorded a \$0.5 million net pension and OPEB expense (and related liability) for the state-administered PERS defined benefit plan. This expense represents the difference between contribution amounts based on actuarially determined rates and contributions actually paid to PERS. The university made the contributions required by the PERS plan, and these amounts were based on a capped rate that was 6.23 percentage points lower than the actuarially computed rate. For further discussion on PERS, see the *Other Economic and Financial Conditions* section which follows.

Capital appropriations and capital grant and contract revenue increased from \$40.8 million in 2007 to \$85.7 million in 2008. Revenue from capital sources is generally recognized as expenditures occur. The State of Alaska appropriated capital funds totaling \$107.9 million in 2007 and \$12.9 million in 2008. For further discussion on capital activity, see the *Capital and Debt Activities* section which follows.

MANAGEMENT'S DISCUSSION AND ANALYSIS  
(Unaudited – see accompanying accountants' report)

Gross student tuition and fee revenue increased to \$99.9 million in fiscal year 2008 as compared to \$91.5 million in fiscal year 2007. This was due in large part to a 7 percent increase in tuition rates for students for academic year 2007 – 2008, and a \$2.4 million increase in total fee revenue from \$16.4 million at June 30, 2007 to \$18.8 million at June 30, 2008.

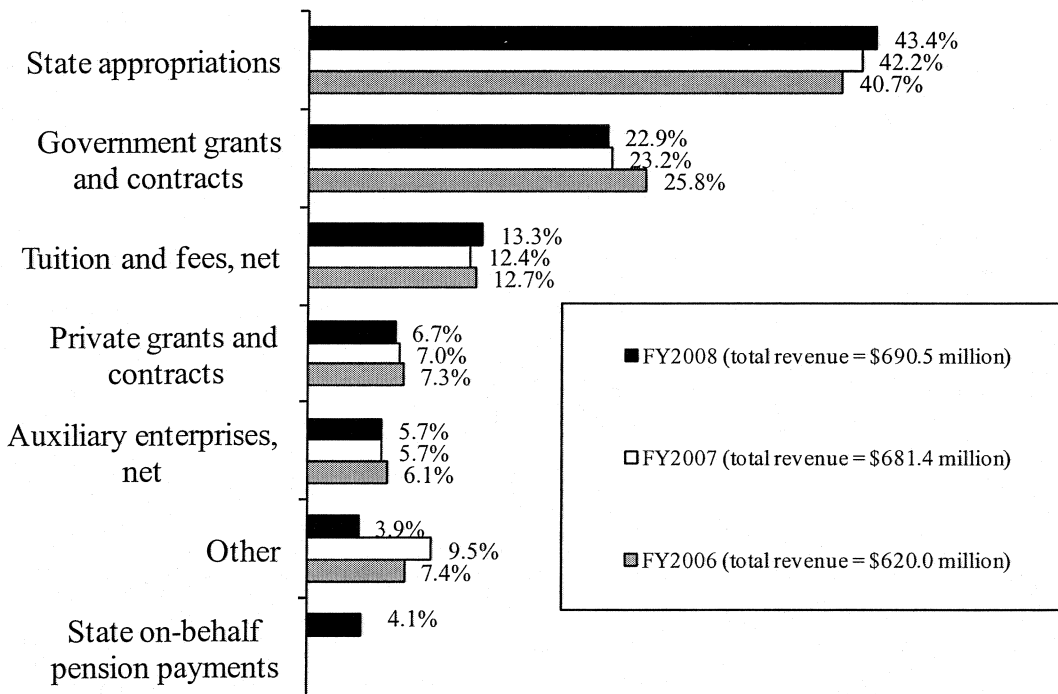
Endowment investments experienced a \$4.6 million loss in 2008 as compared to a \$22.3 million gain, in the prior year. Total return was a negative 2.4 percent in 2008 as compared to a positive 17.9 percent in 2007.

Endowment gifts, sales and other proceeds totaled \$5.6 million in fiscal year 2008 as compared to \$7.7 million in fiscal year 2007. The \$2.1 million decline in revenue between fiscal year 2007 and fiscal year 2008 is due mostly to receipt of a \$2.6 million pledge in fiscal year 2007. This category also includes yield from, or sales of, trust land, timber and mineral interests, the net proceeds of which are generally deposited to the land grant endowment trust fund.

State of Alaska general fund appropriations continue to be the single major source of revenue for the university, providing \$300 million in 2008, as compared to \$287.4 million in 2007. Historically, the Legislature has funded the university at an amount equal to or above the prior period's appropriation.

A comparison of operating and nonoperating revenues by source for fiscal year 2008, 2007 and 2006 follows:

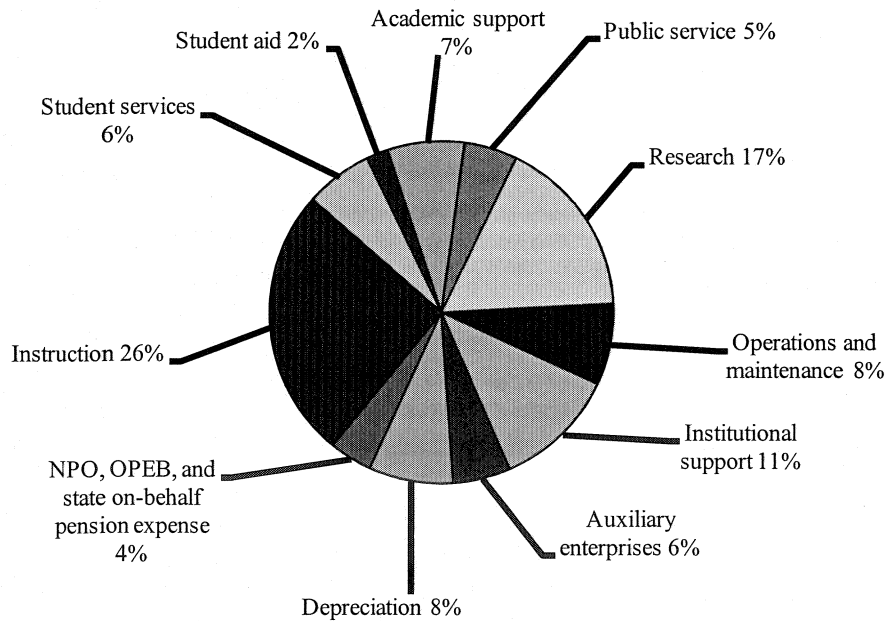
**Operating and Nonoperating Revenues (excluding capital) by Year**



MANAGEMENT'S DISCUSSION AND ANALYSIS  
(Unaudited – see accompanying accountants' report)

A comparison of operating expenses by functional and natural classification for selected fiscal years follows (see Note 16 of the financial statements for more information):

**Fiscal Year 2008  
Functional Classification**



**Operating Expenses**

**Functional Classification (in millions)**

	FY2008		FY2007		FY2006	
Instruction	\$183.2	25.6%	\$181.2	26.9%	\$163.5	25.9%
Student Services	45.4	6.3%	41.9	6.2%	38.5	6.1%
Student Aid	14.9	2.1%	13.5	2.0%	13.4	2.1%
Academic Support	52.2	7.3%	50.7	7.6%	44.6	7.1%
Student and Academic	\$295.7	41.3%	\$287.3	42.7%	\$260.0	41.2%
Public Service	36.1	5.0%	32.9	4.9%	32.1	5.1%
Research	121.8	17.0%	131.3	19.5%	126.3	20.0%
Operations and Maintenance	55.0	7.7%	50.2	7.5%	44.2	7.0%
Institutional Support	82.6	11.5%	69.6	10.3%	61.8	9.8%
Auxiliary Enterprises	39.4	5.5%	38.7	5.8%	37.2	5.9%
NPO,OPEB, State On-Behalf	29.0	4.1%	5.4	0.8%	9.9	1.5%
Depreciation	56.9	7.9%	57.4	8.5%	59.8	9.5%
<b>Total Operating Expenses</b>	<b>\$716.5</b>	<b>100.0%</b>	<b>\$672.8</b>	<b>100.0%</b>	<b>\$631.3</b>	<b>100.0%</b>

MANAGEMENT'S DISCUSSION AND ANALYSIS  
(Unaudited – see accompanying accountants' report)

Student aid expense increased from \$13.5 million in fiscal year 2007 to \$14.9 million in fiscal year 2008. Certain amounts applied to student accounts for tuition, fees, or room and board are not reported as student aid expense, but are reported in the financial statements as a scholarship allowance, directly offsetting student tuition and fee revenue or auxiliary revenue. Allowances totaled \$9.1 million in 2008 and \$8.3 million in 2007. In addition to the allowances, students participate in governmental financial aid loan programs. The loans are neither recorded as revenue nor expense in the financial statements, but are recorded in the Statements of Cash Flows as direct lending receipts totaling approximately \$67.4 million and \$64.8 million in fiscal year 2008 and 2007, respectively.

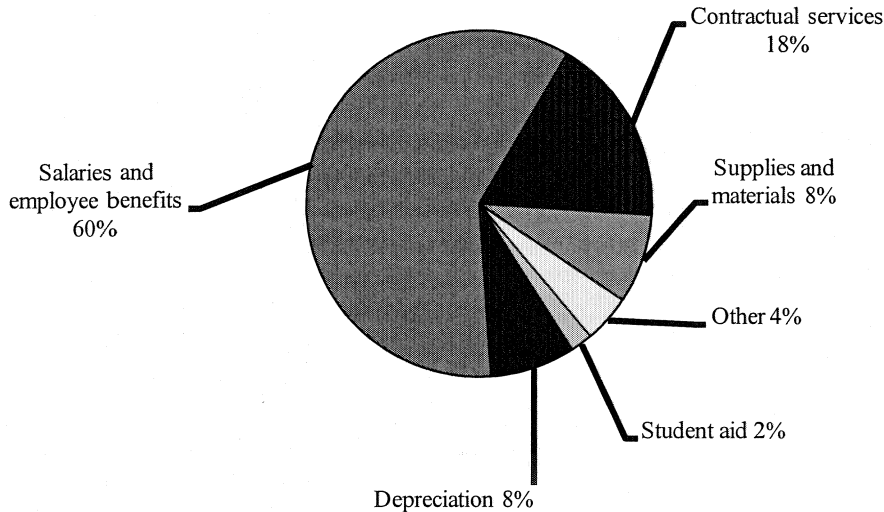
Net pension, OPEB and state on-behalf pension payments increased to \$29 million in fiscal year 2008 as compared to \$5.4 million in fiscal year 2007. This was primarily due to first-time state on-behalf pension payments, totaling \$28.5 million, paid directly to the PERS and TRS defined benefit plans to reduce the PERS and TRS employers' contributions for fiscal year 2008. The pension payments were made on-behalf of the university and are presented as revenue and expenses in the university's financial statements in accordance with GASB Statement No. 24, *Accounting and Financial Reporting for Certain Grants and Other Financial Assistance*.

Research expenses decreased \$9.5 million from \$131.3 million at June 30, 2007 to \$121.8 million at June 30, 2008. The decreases in recent years reflects loss or reduction in congressionally directed funding, plus stagnant competitive federal research budgets and lack of new state base support for research.

Institutional support expenses fluctuate due to the accounting method used to record employee benefits. The university employs a central benefits pool concept, and uses a staff benefit rate, to charge estimated employee benefits, such as pension and healthcare costs, to labor recorded in the various functional expense categories. Institutional support expenses are impacted when the amounts charged exceed, or are less than, actual benefits paid to third parties. Over recovery or under recovery of charges in one year are built into the rate building process the following year. When considered in total, operating expenses across all functional categories include the correct amount of employee benefit expense each fiscal year.

MANAGEMENT'S DISCUSSION AND ANALYSIS  
(Unaudited – see accompanying accountants' report)

**Fiscal Year 2008  
Natural Classification**



**Operating Expenses**

**Natural Classification (in millions)**

	FY2008		FY2007		FY2006	
Salaries and Employee Benefits	\$426.7	59.6%	\$407.0	60.5%	\$370.3	58.6%
Contractual Services	126.2	17.6%	124.8	18.5%	119.7	19.0%
Supplies and Materials	59.8	8.3%	61.7	9.2%	56.2	8.9%
Other	32.0	4.5%	8.3	1.2%	11.9	1.9%
Student Aid	14.9	2.1%	13.6	2.0%	13.4	2.1%
Depreciation	56.9	7.9%	57.4	8.6%	59.8	9.5%
	<u>\$716.5</u>	<u>100.0%</u>	<u>\$672.8</u>	<u>100.0%</u>	<u>\$631.3</u>	<u>100.0%</u>

Salaries and employee benefits increased 4.8 percent, or \$19.7 million, in fiscal year 2008. Employee benefits, such as pension plan contributions and health care costs, increased 2.9 percent and comprised \$3.5 million of the change. Salaries and wages increased 5.7 percent, or \$16.2 million. Other expenses increased by \$23.7 million in fiscal year 2008 and are primarily attributed to the State of Alaska PERS and TRS on-behalf pension payments.

***Fiscal Year 2007 Comparisons (Statement of Revenues, Expenses and Changes in Net Assets)***

Significant comments about changes between 2006 and 2007 that were noted in fiscal year 2007 *Management's Discussion and Analysis* are summarized below:

The Statement of Revenues, Expenses and Changes in Net Assets reflected an overall increase in net assets of 4.8 percent or \$40.6 million. Revenue sources contributed positively to the increase

MANAGEMENT'S DISCUSSION AND ANALYSIS  
(Unaudited – see accompanying accountants' report)

in net assets. These revenue sources included: capital appropriations and capital grants and contracts revenue, tuition and fee revenue, endowment investment income and other proceeds, and State of Alaska general fund appropriations. However, increased costs in pension plans, net health care costs, salaries and wages, and the PERS net pension and OPEB obligations offset overall growth in net assets.

- PERS, TRS, and ORP costs increased by \$12.2 million for the year ended June 30, 2007.
- Net health care costs increased by \$9.9 million for fiscal year 2007.
- Salaries and wages increased by \$14.3 million for fiscal year 2007.
- The PERS net pension and OPEB obligations increased by \$5.4 million for the year ended June 30, 2007.

The increase in revenue recognized from capital funding sources also contributed to increases in net assets. Capital appropriations and capital grants and contracts revenue increased from \$30.5 million in 2006 to \$40.8 million in 2007.

Other major revenue sources included state general fund appropriations, tuition and fee revenue, and endowment investment income. State general fund appropriations were \$287.4 million in 2007, as compared to \$252.5 million in 2006. Gross tuition and fee revenue increased to \$91.5 million in fiscal year 2007 as compared to \$85.3 million in fiscal year 2006. This was due in large part to a 10 percent increase in tuition rates for students in academic year 2006 – 2007. Student full-time equivalent enrollment for Fall 2006 was 17,541, a 0.8 percent increase from the prior Fall period. Additionally, endowment investment income was approximately \$22.3 million in 2007 as compared to \$13.9 million in 2006.

### **Capital and Debt Activities**

The University of Alaska has continued to modernize various facilities and to build new facilities to address emerging state needs. Net capital additions totaled \$97.7 million in 2008, as compared with \$57.4 million in 2007 and \$44.5 million in 2006. These capital additions primarily comprise replacement, renovation, code corrections and new construction of academic and research facilities, as well as investments in equipment and information technology. State capital appropriations for 2008 and 2007 were \$12.9 million and \$107.9 million, respectively. At June 30, 2008, \$88.8 million remains unexpended from current and prior year capital appropriations and general revenue bond proceeds, of which \$61.9 million is committed to existing construction contracts. The balance is for projects still in design or preconstruction, or is held for contingencies for work in progress.

Construction in progress at June 30, 2008 totaled \$92.9 million and includes the following major projects:

- University of Alaska Anchorage Integrated Science Building (ISB): This \$91 million facility will incorporate the existing science facility into expanded instructional, student, and administrative space. Features include state of the art science academic labs and technology associated with distance delivery. The facility is designed to incorporate program growth in integrated sciences, including integrated science instruction for majors and non-majors, environmental studies and systems research, biomedical research, and



MANAGEMENT'S DISCUSSION AND ANALYSIS  
(Unaudited – see accompanying accountants' report)

complex system studies to prepare students to meet the employment needs of the state of Alaska. The estimated occupancy date is fall 2009.

- University of Alaska Anchorage Parking Garage associated with the ISB, Loop Road and Amenities Building: This \$17.2 million structure will consist of a three level parking garage for 445 vehicles, a loop road connecting ISB service entrance to the Fine Arts building parking lot and a detached amenities/auxiliary building that will house the elevator, stairs, mechanical and electrical support for the garage. The estimated completion date is August 2009.
- University of Alaska Fairbanks School of Fisheries and Ocean Sciences (SFOS) Facility at Lena Point in Juneau, Alaska: This \$26.2 million facility will provide long-term support for the SFOS's academic and research mission. The facility will allow for consolidation of classes, research facilities and faculty currently spread between two locations.

State of Alaska capital appropriations for fiscal year 2009 total \$107.2 million. The main components of this appropriation include \$15 million designated for a new UAA Sports Arena, \$46 million for the new UAA Health Sciences Building, \$3 million for the UAF Tanana Valley Campus Revitalization, and \$42.8 million for maintaining existing facilities and equipment.

At June 30, 2008, total debt outstanding was \$136.7 million, comprised of \$110.1 million in general revenue bonds, \$24.6 million in notes payable, and \$2 million in bank financing contracts. In December 2007, Moody's Investors Service raised its previous university credit rating of A1 to Aa3 with stable outlook, and in January 2008, Standard & Poor's affirmed its rating of AA- with stable outlook. Moody's Investors Service's upgrade of the university's credit rating is the university's first rating change since its general revenue issues were first rated in 1992.

The university issued Series O general revenue bonds totaling \$23.8 million in fiscal year 2008. The bonds mature annually each October 1, through 2033, and bear coupon interest rates ranging from 3.375 percent to 4.25 percent. Series O bond proceeds are being used for capital projects.

In previous years, other bonds were issued to finance construction of student residences at three campuses, the West Ridge Research Building, student recreation centers, a research facility to house the International Arctic Research Center, the acquisition and renovation of several properties adjacent to or near the university's campuses, additions to the university's self-operated power, heat, water and telephone utility systems in Fairbanks, purchase of the University Center Building in Anchorage, and to refund previously issued general revenue bonds and other contractual obligations in order to realize debt service savings.

The university has traditionally utilized both tax exempt and non-tax exempt equipment lease financings to provide for its capital needs or to facilitate systematic renewals. Short-term lines of credit or working capital is available to provide interim cash flow financing for facilities intended to be funded with general revenue bond proceeds.

MANAGEMENT'S DISCUSSION AND ANALYSIS  
(Unaudited – see accompanying accountants' report)

**Other Economic and Financial Conditions**

The following is a description of currently known facts, decisions, or conditions that are expected to have a significant effect on the financial position (net assets) or results of operations (revenues, expenses, and other changes in net assets) of the university.

At their September 2007 meeting, the Board of Regents approved a 5 percent increase in tuition for the 2008 – 2009 and 2009 – 2010 academic years. At their September 2008 meeting, the Board of Regents approved a 4 percent increase in tuition for 100 to 200 level courses and a 7 percent tuition increase for 300 to 400 level courses in the 2010 – 2011 academic year.

The rising cost of participation in the state-administered defined benefit PERS and TRS has been a challenge for several years. Since fiscal year 2005, the university has accrued a total PERS net pension and OPEB liability of \$31.3 million and in addition to the university's annual fiscal year 2008 employer contributions to PERS and TRS, the state contributed a combined \$28.5 million in on-behalf pension payments directly to both defined benefit plans. Continued employer relief has been sought through recently enacted state legislation, Alaska Legislature Senate Bill 125 (SB 125), effective July 1, 2008. SB 125 converted PERS from an agent multiple-employer plan to a cost-sharing plan, like the TRS, and provided for one integrated system of accounting for all employers. SB 125 further amended AS 39.35.255 (PERS) and reenacted AS 14.25.070 (TRS) as follows:

- The bill established one uniform rate for PERS employers at 22 percent for fiscal year 2009, with the state contributing the difference between total PERS actuarial required contributions and the employer contribution rate. The Alaska Retirement and Management Board (ARMB) fiscal year 2009 adopted rate for the actuarial required contributions is 35.22 percent.
- The bill established the TRS employer contribution rate at 12.56 percent for fiscal year 2009, with the state contributing the difference between total TRS actuarial required contributions and the employer contribution rate. The ARMB fiscal year 2009 adopted rate for the actuarial required contributions is 44.17 percent.

With the enactment of SB125, it is expected the university will no longer have a net pension and OPEB obligation reported on its Statement of Net Assets, effective July 1, 2008. In accordance with generally accepted accounting principles, net pension and OPEB obligations are not reported by each employer in a cost-sharing pension plan when an employer contributes the contractually required amounts.

For fiscal year 2009, state appropriations for operations and debt service reimbursement total \$321 million, a 7 percent increase over fiscal year 2008. The level of annual state appropriation funding is conditional upon the legislative process, which is directly influenced by current economic conditions and other factors. The university continues to seek additional revenues from sources other than state appropriations.

Subsequent to June 30, 2008, several major U.S. financial institutions and investment banks experienced significant financial difficulties primarily as a result of the decline in value of risky investments. The risky investments are often referred to as "sub-prime" mortgages. These entities were either purchased by other entities, or were otherwise aided by federal funding in an effort to keep them in business.

MANAGEMENT'S DISCUSSION AND ANALYSIS  
(Unaudited – see accompanying accountants' report)

Consequently, there has been significant unrest in the financial markets, decrease in stock values and a substantial decrease in inter-bank lending and the extension of credit. At the time of this writing, there remains uncertainty and instability in the financial markets. The university has experienced a decline in the value of its investments subsequent to June 30, 2008. In addition, the university experienced the closure of one of its cash management accounts on September 29, 2008 as further described in Note 2 of the financial statements. Management continues to monitor these events, and at this time, does not anticipate any significant disruption to its activities, functions and operations.

This page intentionally left blank

**UNIVERSITY OF ALASKA**  
**(A Component Unit of the State of Alaska)**  
**Statements of Net Assets**  
**June 30, 2008 and 2007**  
**(in thousands)**

<b>Assets</b>	2008	2007
Current assets:		
Cash and cash equivalents	\$ 8,642	\$ (524)
Short-term investments	26,463	39,317
Accounts receivable, less allowance of \$5,239 in 2008 and \$4,678 in 2007	61,858	53,646
Other assets	774	684
Inventories	8,110	8,544
Total current assets	105,847	101,667
Noncurrent assets:		
Restricted cash and cash equivalents	19,692	4,092
Notes receivable	4,583	5,329
Endowment investments	145,212	148,713
Land Grant Trust property and other assets	45,001	46,272
Long-term investments	83,922	83,503
Education Trust of Alaska	8,569	8,324
Capital assets, net of accumulated depreciation of \$681,520 in 2008 and \$634,883 in 2007	792,161	736,894
Total noncurrent assets	1,099,140	1,033,127
Total assets	1,204,987	1,134,794
<b>Liabilities</b>		
Current liabilities:		
Accounts payable	13,582	10,800
Accrued expenses	5,215	9,476
Accrued payroll	21,292	20,852
Deferred revenue	4,974	4,303
Accrued annual leave	10,459	9,926
Deferred lease revenue - current portion	1,281	1,281
Long-term debt - current portion	9,659	6,278
Insurance and risk management	19,283	18,168
Deposits from students and others	3,149	3,337
Total current liabilities	88,894	84,421
Noncurrent liabilities:		
Capital appropriation advances	5,464	6,313
Deferred lease revenue	6,085	7,366
Long-term debt	127,019	112,732
Net pension and OPEB obligations	31,325	30,786
Security deposits and other liabilities	7,397	5,726
Total noncurrent liabilities	177,290	162,923
Total liabilities	266,184	247,344
<b>Net Assets</b>		
Invested in capital assets, net of related debt	671,700	619,665
Restricted:		
Expendable:		
Restricted funds	519	881
Student loan funds	271	270
Education Trust of Alaska	5,173	6,413
Capital projects	2,992	1,678
Debt service	4,311	3,528
Endowment	60,590	69,966
Nonexpendable		
Endowment	94,571	89,949
Land Grant Trust	32,181	34,165
Unrestricted (see Note 7)	66,495	60,935
Total net assets	\$ 938,803	\$ 887,450

The accompanying notes are an integral part of the financial statements.

This page intentionally left blank

**UNIVERSITY OF ALASKA FOUNDATION**  
**(A Component Unit of the University of Alaska)**  
**Statements of Financial Position**  
**June 30, 2008 and 2007**  
**(in thousands)**

<b>Assets</b>	2008	2007
Cash and cash equivalents	\$ 904	\$ 3,593
Interest receivable	110	57
Short-term investments	6,668	9,339
Contributions receivable	16,548	6,640
Escrows receivable	155	189
Inventory	77	77
Other assets	425	425
Pooled endowment funds	116,221	119,528
Other long-term investments	38,172	29,365
Total assets	\$ 179,280	\$ 169,213
<b>Liabilities</b>		
Due to the University of Alaska	\$ 2,033	\$ 1,920
Other liabilities	15	-
Remainder trust obligations	328	332
Term endowment liability	1,000	1,000
Total liabilities	3,376	3,252
<b>Net Assets</b>		
Unrestricted	41,379	43,757
Temporarily restricted	81,280	71,759
Permanently restricted	53,245	50,445
Total net assets	175,904	165,961
Total liabilities and net assets	\$ 179,280	\$ 169,213

The accompanying notes are an integral part of the financial statements.

This page intentionally left blank



**UNIVERSITY OF ALASKA**  
**(A Component Unit of the State of Alaska)**  
**Statements of Revenues, Expenses and Changes in Net Assets**  
**For the Years Ended June 30, 2008 and 2007**  
**(in thousands)**

	2008	2007
<b>Operating revenues</b>		
Student tuition and fees	\$ 99,921	\$ 91,473
less scholarship allowances	(7,838)	(7,004)
	92,083	84,469
Federal grants and contracts	136,497	139,361
State grants and contracts	17,885	15,605
Local grants and contracts	3,472	3,214
Private grants and contracts	45,985	47,859
Federal appropriations	2,991	3,811
Local appropriations	717	717
Sales and services, educational departments	3,345	3,688
Sales and services, auxiliary enterprises, net of scholarship allowances of \$1,264 in 2008 and \$1,246 in 2007	39,192	38,849
Other	14,457	14,837
Total operating revenues	356,624	352,410
<b>Operating expenses</b>		
Instruction	183,190	181,175
Academic support	52,174	50,659
Research	121,843	131,283
Public service	36,063	32,926
Student services	45,437	41,890
Operations and maintenance	54,983	50,216
Institutional support	82,611	69,562
Student aid	14,879	13,566
Auxiliary enterprises	39,410	38,681
Depreciation	56,883	57,455
Pension expense - NPO, OPEB and state on-behalf payments	29,003	5,389
Total operating expenses	716,476	672,802
Operating loss	(359,852)	(320,392)
<b>Nonoperating revenues (expenses)</b>		
State appropriations	300,027	287,414
State on-behalf contributions - pension	28,464	-
Investment earnings	4,408	11,656
Endowment investment income (loss)	(4,595)	22,254
Endowment gifts, sales and other proceeds	5,559	7,710
Interest on debt	(4,895)	(4,295)
Other nonoperating expenses	(3,423)	(4,534)
Net nonoperating revenues	325,545	320,205
Loss before other revenues, expenses, gains or losses	(34,307)	(187)
Capital appropriations, grants and contracts	85,660	40,782
Net increase in net assets	51,353	40,595
<b>Net assets</b>		
Net assets - beginning of year	887,450	846,855
Net assets - end of year	\$ 938,803	\$ 887,450

The accompanying notes are an integral part of the financial statements.

**UNIVERSITY OF ALASKA FOUNDATION**  
**(A Component Unit of the University of Alaska)**  
**Statements of Activities**  
**For the years ended June 30, 2008 and 2007**  
**(in thousands)**

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>2008</u>
<b>Revenues, gains and other support</b>				
Contributions	\$ 857	\$ 25,652	\$ 2,622	\$ 29,131
Investment income	1,889	1,494	-	3,383
Net realized and unrealized investment gains (losses)	(1,797)	(4,405)	-	(6,202)
Other revenues	1	97	-	98
Actuarial adjustment of remainder trust obligations	-	(6)	(7)	(13)
Losses on disposition of other assets	-	(115)	-	(115)
Administrative assessments	1,214	(981)	(18)	215
Support from University of Alaska	858	-	-	858
Net assets released from restriction	12,023	(12,023)	-	-
Total revenues, gains and other support	<u>15,045</u>	<u>9,713</u>	<u>2,597</u>	<u>27,355</u>
<b>Expenses and distributions</b>				
Operating expenses	1,983	-	-	1,983
Distributions for the benefit of the University of Alaska	15,429	-	-	15,429
Total expenses and distributions	<u>17,412</u>	<u>-</u>	<u>-</u>	<u>17,412</u>
Excess (deficit) of revenues over expenses	<u>(2,367)</u>	<u>9,713</u>	<u>2,597</u>	<u>9,943</u>
Transfers between net asset classes	<u>(11)</u>	<u>(192)</u>	<u>203</u>	<u>-</u>
Increase (decrease) in net assets	<u>(2,378)</u>	<u>9,521</u>	<u>2,800</u>	<u>9,943</u>
Net assets, beginning of year	<u>43,757</u>	<u>71,759</u>	<u>50,445</u>	<u>165,961</u>
Net assets, end of year	<u>\$ 41,379</u>	<u>\$ 81,280</u>	<u>\$ 53,245</u>	<u>\$ 175,904</u>

<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>2007</u>
\$ 4,150	\$ 13,033	\$ 2,850	\$ 20,033
1,833	1,915	-	3,748
4,512	12,671	-	17,183
1	125	-	126
-	(2)	(7)	(9)
-	(83)	-	(83)
340	(131)	(17)	192
830	-	-	830
11,744	(11,744)	-	-
<u>23,410</u>	<u>15,784</u>	<u>2,826</u>	<u>42,020</u>
1,620	-	-	1,620
15,511	-	-	15,511
<u>17,131</u>	<u>-</u>	<u>-</u>	<u>17,131</u>
6,279	15,784	2,826	24,889
249	(237)	(12)	-
6,528	15,547	2,814	24,889
37,229	56,212	47,631	141,072
<u>\$ 43,757</u>	<u>\$ 71,759</u>	<u>\$ 50,445</u>	<u>\$ 165,961</u>

**UNIVERSITY OF ALASKA**  
**(A Component Unit of the State of Alaska)**  
**Statements of Cash Flows**  
**For the Years Ended June 30, 2008 and 2007**  
**(in thousands)**

	2008	2007
<b>Cash flows from operating activities</b>		
Student tuition and fees, net	\$ 90,481	\$ 84,566
Grants and contracts	202,720	199,562
Sales and services, educational departments	3,345	3,688
Sales and services, auxiliary enterprises	39,101	39,124
Federal appropriations	2,991	3,811
Local appropriations	717	717
Other operating receipts	13,176	13,556
Payments to employees for salaries and benefits	(424,880)	(406,846)
Payments to suppliers	(193,640)	(186,785)
Payments to students for financial aid	(14,889)	(13,567)
Net cash used by operating activities	(280,878)	(262,174)
<b>Cash flows from noncapital financing activities</b>		
State appropriations	300,027	287,290
Other payments	(1,085)	92
Direct lending receipts	67,427	64,771
Direct lending payments	(67,334)	(64,901)
Net cash provided by noncapital financing activities	299,035	287,252
<b>Cash flows from capital and related financing activities</b>		
Capital appropriations, grants and contracts	78,903	40,631
Proceeds from issuance of capital debt	23,795	-
Purchases of capital assets	(109,026)	(65,233)
Principal paid on capital debt	(6,280)	(5,272)
Interest paid on capital debt	(4,843)	(4,577)
Net cash used by capital and related financing activities	(17,451)	(34,451)
<b>Cash flows from investing activities</b>		
Proceeds from sales and maturities of investments	472,790	403,506
Purchases of investments	(465,825)	(412,344)
Interest received on investments	5,802	6,566
Interest and other sales receipts from endowment assets	11,293	7,464
Net cash provided by investing activities	24,060	5,192
Net increase (decrease) in cash and cash equivalents	24,766	(4,181)
Cash and cash equivalents, beginning of the year	3,568	7,749
Cash and cash equivalents, end of the year	\$ 28,334	\$ 3,568
Cash and cash equivalents (current)	\$ 8,642	\$ (524)
Restricted cash and cash equivalents (noncurrent)	19,692	4,092
Total cash and cash equivalents	\$ 28,334	\$ 3,568

**UNIVERSITY OF ALASKA**  
**(A Component Unit of the State of Alaska)**  
**Statements of Cash Flows**  
**For the Years Ended June 30, 2008 and 2007**  
**(in thousands)**

**Reconciliation of operating loss to net cash used by operating activities:**

	2008	2007
Operating loss	\$ (359,852)	\$ (320,392)
Adjustments to reconcile operating loss to net cash used by operating activities:		
Depreciation expense	56,883	57,455
State on-behalf payments	28,464	-
Changes in assets and liabilities:		
Accounts receivable, net	(3,300)	(6,069)
Other assets	(90)	395
Inventories	434	499
Accounts payable	(565)	(1,152)
Accrued expenses	(4,675)	5,329
Accrued payroll	440	(1,459)
Deferred revenue	671	(262)
Accrued annual leave	533	749
Deferred lease revenue - current portion	(1,281)	(1,281)
Insurance and risk management	1,115	(1,601)
Deposits from students and others	(194)	226
Net pension and OPEB obligations	539	5,389
Net cash used by operating activities	\$ (280,878)	\$ (262,174)

**Noncash Investing, Capital and Financing Activities:**

**For the Year Ended June 30, 2008**

Additions to capital assets include \$0.9 million expended and capitalized but not paid for at year end.

The university financed the purchase of equipment totaling \$0.2 million.

Book value of capital asset disposals totaled \$0.7 million.

The university received on-behalf pension payments from the state of Alaska totaling \$28.5 million.

**For the Year Ended June 30, 2007**

Additions to capital assets include \$0.6 million expended and capitalized but not paid for at year end.

The university financed the purchase of equipment totaling \$1.2 million.

Book value of capital asset disposals totaled \$4.6 million.

Interest expense on general revenue bond financed projects totaling \$0.2 million was capitalized during the year.

Endowment assets increased \$0.1 million through receipt of donated real property.

Endowment investment real property was purchased in part through issuance of a note totaling \$4.6 million.

## NOTES TO FINANCIAL STATEMENTS

June 30, 2008 and 2007

### 1. Organization and Summary of Significant Accounting Policies:

#### Organization and Basis of Presentation:

The University of Alaska (university) is a constitutionally created corporation of the State of Alaska which is authorized to hold title to real and personal property and to issue debt in its own name. The university is a component unit of the State of Alaska for purposes of financial reporting. As an instrumentality of the State of Alaska, the university is exempt from federal income tax under Internal Revenue Code Section 115, except for unrelated business activities as covered under Internal Revenue Code Sections 511 to 514.

The University of Alaska Foundation (foundation) is a legally separate, non profit component unit of the university. The foundation was established to solicit donations and to hold and manage such assets for the exclusive benefit of the university. Resources managed by the foundation and distributions made to the university are governed by the foundation's Board of Trustees. Governmental Accounting Standards Board (GASB) Statement No. 39, *Determining Whether Certain Organizations Are Component Units*, required the university to include the foundation as part of its financial statements to better report resources benefiting the university. The university is not accountable for, nor has ownership of, the foundation's resources. The foundation's financial statements include the Statement of Financial Position and the Statement of Activities and these statements are presented in their original audited format according to Financial Accounting Standards Board (FASB) pronouncements.

In preparing the financial statements, management is required to make estimates that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as of the date of the statement of net assets. Actual results could differ from those estimates. The more significant accounting and reporting policies and estimates applied in the preparation of the accompanying financial statements are discussed below.

GASB Statement No. 35 establishes standards for external financial reporting for public colleges and universities and requires that resources be classified for accounting and reporting purposes into the following net asset categories:

- **Unrestricted Net Assets:** Assets, net of related liabilities, which are not subject to externally-imposed restrictions. Unrestricted net assets may be designated for specific purposes by the Board of Regents or may otherwise be limited by contractual agreements with outside parties.
- **Restricted Net Assets:**
  - Expendable** – Assets, net of related liabilities, which are subject to externally-imposed restrictions that may or will be met by actions of the university and/or that expire with the passage of time.
  - Non-expendable** – Assets, net of related liabilities, which are subject to externally-imposed restrictions requiring that they be maintained permanently by the university.
- **Invested in capital assets, net of related debt** – Capital assets, net of accumulated depreciation and outstanding principal balances of debt attributable to the acquisition, construction or improvement of those assets.

## NOTES TO FINANCIAL STATEMENTS

### Summary of Significant Accounting Policies:

The accompanying financial statements have been prepared on the economic resources measurement focus and the accrual basis of accounting. All significant intra-university transactions have been eliminated. The university reports as a business type activity, as defined by GASB Statement No. 35. Business type activities are those that are financed in whole or in part by fees charged to external parties for goods or services.

The university has the option to apply all Financial Accounting Standards Board (FASB) pronouncements issued after November 30, 1989, unless FASB conflicts with GASB. The university has elected not to apply FASB pronouncements issued after the applicable date.

### **Cash and Cash Equivalents**

All highly liquid investments, not held for long-term investment, with original maturities of three months or less are reported as cash and cash equivalents.

### **Inventories**

Inventories are stated at the lower of cost (first-in, first-out method) or market.

### **Investments**

Investments are stated at fair value. Investments in fixed income and equity marketable securities are stated at fair value based on quoted market prices. Investments in private partnership interests are valued using the most current information provided by the general partner. General partners typically value privately held companies at cost as adjusted based on recent arms' length transactions. Public companies are valued using quoted market prices and exchange rates, if applicable. Real estate partnerships and funds are valued based on appraisals of properties held and conducted by third-party appraisers retained by the general partner or investment manager. General partners of marketable alternatives provide values based on quoted market prices and exchange rates for publicly held securities and valuation estimates of derivative instruments. General partners of oil and gas partnerships use third-party appraisers to value properties. Valuations provided by the general partners and investment managers are evaluated by management and management believes such values are reasonable at June 30, 2008. When, in the opinion of management, there has been a permanent impairment in the asset value, the asset is written down to its fair value. Income from other investments is recognized when received.

Investment securities are exposed to various risks, such as interest rate, market and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such change could materially affect the amounts reported in the statement of net assets. Investments also include securities with contractual cash flows such as asset-backed securities, collateralized mortgage obligations and commercial mortgage-backed securities. The value, liquidity and related income of these securities are sensitive to economic conditions, including real estate value, delinquencies or defaults, or both, and may be adversely affected by shifts in the market's perception of the issuers and changes in interest rates. Long-term investments include those restricted by outside parties as to withdrawal or use for other than current operations, or are designated for expenditure in the acquisition or construction of noncurrent assets or held with an intent not to be used for operations.

## NOTES TO FINANCIAL STATEMENTS

### **Capital Assets**

Capital assets are stated at cost when purchased and at fair value when donated. Equipment with a unit value of \$5,000 or greater is capitalized. Buildings and infrastructure with a unit value of \$100,000 or greater are capitalized. Other capitalizable assets with a unit value of \$50,000 or greater are capitalized. Certain land and other resources acquired through land grants and donated museum collections for which fair value at date of acquisition was not determinable are reported at zero basis in the financial statements.

Depreciation is computed on a straight-line basis with useful lives of building and building components ranging from 12 to 50 years, 10 to 35 years for infrastructure and other improvements, and 5 to 11 years for equipment. Library and museum collections are not depreciated because they are preserved and cared for and have an extraordinarily long useful life.

### **Endowments**

Endowments consist primarily of the land grant endowment trust fund established pursuant to the 1929 federal land grant legislation and its related inflation proofing funds. Alaska Statute 14.40.400 provides that the net income from the sale or use of grant lands must be held in trust in perpetuity. At June 30, 2008 and 2007 the accumulated net earnings and appreciation on investments is \$60.7 million and \$70 million, respectively. These amounts, which are recorded in the restricted expendable net asset category, are available for expenditure in accordance with spending policies established by the Board of Regents in its capacity as trustee. Alaska Statute 14.40.400 provides the Board of Regents with authority to manage the fund under the total return principles which are intended to preserve and maintain the purchasing power of the endowment principal. The investable resources of the fund are invested in the consolidated endowment fund, a unitized investment fund. The annual spending allowance is currently based on five percent of a five-year moving average of the invested balance. Withdrawals of net earnings appreciation to meet the spending allowance are limited to the unexpended accumulated net earnings of the endowments.

### **Operating Activities**

The university's policy for defining operating activities as reported on the statement of revenues, expenses and changes in net assets are those that generally result from exchange transactions such as payments received for providing services and payments made for services or goods received. Certain significant revenue streams relied upon for operations are recorded as non-operating revenues, as defined by GASB Statement No. 35, including state appropriations and investment earnings.

### **Scholarship Allowances**

Student tuition and fee revenues and certain other revenues from students are reported net of scholarship allowances in the statement of revenues, expenses and changes in net assets. Scholarship allowances are the difference between the stated charge for tuition and room and board provided by the university and the amount paid by the student and/or third parties making payments on the students' behalf.

### **Lapse of State Appropriations**

Alaska Statutes provide that unexpended balances of one-year appropriations will lapse on June 30 of the fiscal year of the appropriation; however, university receipts in excess of expenditures may be expended by the university in the next fiscal year. University receipts include student tuition and fees, donations, sales, rentals, facilities and administrative cost recovery, interest income, auxiliary and restricted revenues. The unexpended balances of capital appropriations lapse upon completion of the project or upon determination that the funds are no longer necessary for the project.



NOTES TO FINANCIAL STATEMENTS

**Reclassifications**

Certain amounts in the June 30, 2007 financial statements have been reclassified for comparative purposes to conform to the presentation in the June 30, 2008 financial statements.

2. Deposits and Investments:

Deposits and investments at June 30, 2008 were as follows (\$ in thousands):

<u>Investment Type</u>	<u>Operating</u>	<u>Capital Funds</u>	<u>Endowment</u>	<u>College Savings Program</u>	<u>Total</u>
Cash and Deposits	\$ (4,010)	\$ -	\$ -	\$ -	\$ (4,010)
Repurchase Agreement	15,743	-	-	-	15,743
Short Term Fund	21,696	898	6,815	-	29,409
Intermediate Term Fund	5,429	-	98	-	5,527
Multi-Strategy Bond Fund	27,380	-	8,834	-	36,214
Hedge Funds	47,647	-	27,325	-	74,972
Money Market Mutual Funds	-	23,060	6	405	23,471
Equities:					
Domestic	-	-	46,586	3,323	49,909
International	-	-	14,861	-	14,861
Global	-	-	7,809	-	7,809
Emerging Markets	-	-	3,886	-	3,886
Debt-related:					
Federal Agency	-	876	-	-	876
Fixed Income Funds	-	-	9,198	4,841	14,039
Alternative Investments:					
Commodities	-	-	2,820	-	2,820
Natural Resources	-	-	3,835	-	3,835
Venture Capital	-	-	1,314	-	1,314
Mezzanine	-	-	1,672	-	1,672
Real Estate	-	-	7,069	-	7,069
Other	-	-	3,084	-	3,084
	<u>\$ 113,885</u>	<u>\$ 24,834</u>	<u>\$ 145,212</u>	<u>\$ 8,569</u>	<u>\$ 292,500</u>

NOTES TO FINANCIAL STATEMENTS

Deposits and investments at June 30, 2007 were as follows (\$ in thousands):

<u>Investment Type</u>	<u>Operating</u>	<u>Capital Funds</u>	<u>Endowment</u>	<u>College Savings Program</u>	<u>Total</u>
Cash and Deposits	\$ (5,266)	\$ -	\$ -	\$ -	\$ (5,266)
Repurchase Agreement	6,333	-	-	-	6,333
Short Term Fund	18,613	3,786	5,762	-	28,161
Intermediate Term Fund	20,704	-	548	-	21,252
Multi-Strategy Bond Fund	33,184	-	8,322	-	41,506
Balanced Portfolio	-	-	-	31	31
Hedge Funds	41,490	-	23,743	-	65,233
Money Market Mutual Funds	-	566	184	422	1,172
Equities:					
Domestic	-	-	54,076	3,357	57,433
International	-	-	18,482	-	18,482
Global	-	-	4,604	-	4,604
Emerging Markets	-	-	4,938	-	4,938
Debt-related:					
Federal Agency	-	854	-	-	854
U.S. Treasury Securities	-	3,948	-	-	3,948
Fixed Income Funds	-	-	10,501	4,514	15,015
Commercial Paper	-	2,176	-	-	2,176
Alternative Investments:					
Commodities	-	-	1,993	-	1,993
Natural Resources	-	-	2,480	-	2,480
Venture Capital	-	-	964	-	964
Mezzanine	-	-	1,328	-	1,328
Real Estate	-	-	6,906	-	6,906
Other	-	-	3,882	-	3,882
	<u>\$ 115,058</u>	<u>\$ 11,330</u>	<u>\$ 148,713</u>	<u>\$ 8,324</u>	<u>\$ 283,425</u>

Operating funds consist of cash on hand, time deposits, an overnight repurchase agreement and investments in Commonfund pooled investment funds. Alaska Statutes and Board of Regents' policy provide the university with broad authority to invest funds. Generally, operating funds are invested according to the university's liquidity needs. The Commonfund is a not-for-profit provider of pooled multi-manager investment vehicles for colleges and universities. The university invests in a variety of these funds according to its investment objectives.

Within the operating funds, the university uses the Commonfund Short Term Fund for regular cash management activities and liquidity. In prior years, the Short Term Fund had been classified as a cash and cash equivalent. However, \$18.6 million in the Short Term Fund that had been previously classified as a cash and cash equivalent in the June 30, 2007 financial statements, has been classified as a short-term investment for operating purposes in these financial statements. For further discussion, see the *Subsequent Events* section which follows.

## NOTES TO FINANCIAL STATEMENTS

Capital funds include unexpended general revenue bond proceeds and related reserves, advances from state capital appropriations and other reserves designated for capital purposes. General revenue bond proceeds of \$19.6 million and related reserves totaling \$4.3 million are invested with a third party trustee in accordance with terms of a trust indenture, requiring purchase of investment securities that are investment grade.

Endowment funds primarily consist of \$143.1 million in investable resources of the university's land grant endowment trust fund and are invested in a consolidated endowment fund (fund) managed by the University of Alaska Foundation (foundation). These resources are combined with the foundation's pooled endowment funds for investment purposes, and managed by the foundation's investment committee and treasurer on a total return basis in accordance with an investment policy approved by the Board of Regents.

College savings program investments include the operating funds of the Education Trust of Alaska, established pursuant to state statute by the Board of Regents to facilitate administration of the state's Internal Revenue Code Section 529 College Savings Program. Program investments are in mutual funds of T. Rowe Price Associates, Inc., the program manager. See Note 4 for further information.

Certain funds held in trust for the benefit of the university are not included in the financial statements as the university has only limited control over their administration. These funds are in the custody of independent fiduciaries and at June 30, 2008 had an estimated fair value of approximately \$5.1 million.

At June 30, 2008, the university has approximately \$100.8 million in investments which are not readily marketable. Approximately \$53.2 million is invested in the consolidated endowment fund managed by the foundation and \$47.6 million is invested in hedge funds within the university's operating funds. These investments represent 34.5 percent of total deposits and investments and 10.7 percent of net assets at June 30, 2008. These investment instruments may contain elements of both credit and market risk. Such risks include, but are not limited to, limited liquidity, absence of regulatory oversight, dependence upon key individuals, and nondisclosure of portfolio composition. Because these investments are not readily marketable, their estimated value is subject to uncertainty and therefore may differ from the value that would have been used had a ready market for such investments existed. Such difference could be material.

Disclosures for deposits and investments are presented according to GASB Statement No. 40, *Deposit and Investment Risk Disclosures* (GASB 40). Accordingly, the following information addresses various risk categories for university deposits and investments and the investment policies for managing that risk.

NOTES TO FINANCIAL STATEMENTS

Credit Risk:

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The university does not have a policy regarding credit risk since it does not normally invest its operating and capital funds in individual debt securities. The consolidated endowment fund investment policy requires all purchases of debt securities to be of investment grade and marketable at the time of purchase unless otherwise approved by the foundation's investment committee. At June 30, 2008, investments consisted of securities with credit quality ratings issued by nationally recognized statistical rating organizations as follows (\$ in thousands):

<u>Investment Type</u>	<u>Rating</u>	<u>Operating</u>	<u>Capital Funds</u>	<u>Endowment</u>	<u>College Savings Program</u>
Money Market Mutual Fund	Aaa	-	\$ 23,060	-	-
Money Market Mutual Funds	Not Rated	-	-	\$ 6	\$ 405
Short Term Fund	AAA	\$ 21,696	\$ 898	\$ 6,815	-
Intermediate Term Fund	AA+	\$ 5,429	-	\$ 98	-
Multi-Strategy Bond Fund	AA	\$ 27,380	-	\$ 8,834	-
Hedge Funds	Not Rated	\$ 47,647	-	\$ 27,325	-
Debt-related:					
Federal Agency	AAA	-	\$ 876	-	-
Fixed Income Funds	Baa2	-	-	\$ 276	-
Fixed Income Funds	Not Rated	-	-	\$ 8,922	\$ 4,841

Concentration of Credit Risk:

Concentration of credit risk is the risk of loss attributed to the magnitude of the university's investment in a single issuer. GASB 40 requires disclosure when the amount invested with a single issuer, by investment type, exceeds five percent or more of that investment type. At June 30, 2008, the university did not have any material concentrations of credit risk.

The consolidated endowment fund investment policy limits debt investments to five percent by issuer (except for mutual and pooled funds and U.S. government and agencies) for each specific managed portfolio within the consolidated endowment fund unless approved by the treasurer. The university does not have a policy regarding concentration of credit risk since it does not normally invest its operating and capital funds in individual debt investments.

## NOTES TO FINANCIAL STATEMENTS

### Interest Rate Risk:

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The university uses the modified duration measurement to evaluate interest rate risk. Modified duration measures a debt investment's exposure to fair value changes arising from changing interest rates. For example, a modified duration of 2 means that for a rise in interest rates of one percent, the value of the security would decrease two percent. The university does not have a policy regarding interest rate risk. At June 30, 2008, the university had the following debt investments and corresponding modified duration (\$ in thousands):

<u>Investment Type</u>	<u>Fair Value</u>				
	<u>Operating</u>	<u>Capital Funds</u>	<u>Endowment</u>	<u>College Savings Program</u>	<u>Modified Duration</u>
Short Term Fund	\$ 21,696	\$ 898	\$ 6,815	-	3.10
Intermediate Term Fund	\$ 5,429	-	\$ 98	-	1.90
Multi-Strategy Bond Fund	\$ 27,380	-	\$ 8,834	-	4.80
Federal Agency	-	\$ 876	-	-	1.82
Fixed Income Fund	-	-	-	\$ 4,841	4.66
Fixed Income Fund	-	-	\$ 8,922	-	4.68
Collateralized Loan Obligation	-	-	\$ 276	-	5.42

Hedge funds totaling \$75 million are exposed to interest rate risk, however, underlying fund data is not available to measure the interest rate risk.

### Custodial Credit Risk:

The custodial credit risk for deposits is the risk that, in the event of the failure of a depository institution, the university will not be able to recover deposits or will not be able to recover collateral securities in the possession of an outside party. For investments, custodial credit risk is the risk that, in the event of failure of the counterparty to a transaction, the university will not be able to recover the value of investment or collateral securities in the possession of an outside party.

At June 30, 2008, the university does not have custodial credit risk. Deposits of the university are covered by Federal Depository Insurance or securities pledged by the university's counterparty to its repurchase agreement held at the Bank of New York. The collateral is held in the name of the university and at June 30, 2008, provided \$5.2 million coverage in excess of deposits.

### Foreign Currency Risk:

Foreign currency risk is the risk that changes in exchange rates could have an adverse affect on an investment's value for investments denominated in foreign currencies. GASB 40 requires disclosure of value in U.S. dollars by foreign currency denomination and investment type. The university does not have a policy regarding foreign currency risk. At June 30, 2008, the university did not have any foreign currency risk.

## NOTES TO FINANCIAL STATEMENTS

### Subsequent Events:

Effective September 29, 2008, Wachovia Bank, N.A., as Trustee of the Commonfund for Short Term Investments (the "Short Term Fund") announced its decision to terminate and liquidate the Short Term Fund. No additional contributions to the Short Term Fund will be accepted. Under the liquidation plan, investors in the Short Term Fund will be allowed to withdraw balances based on their proportional interest in the Short Term Fund as assets mature or are sold.

The university's balance in the Short Term Fund was \$29.4 million and \$46.3 million as of June 30, 2008 and October 29, 2008, respectively. As of October 29, 2008, approximately 16.2 percent of Short Term Fund assets were available for withdrawal. The value of the liquidation proceeds received by the university is not expected to vary significantly from the fair value carried on the fund's books based on the current net asset value of the Short Term Fund. However, the realization of this value will depend upon market conditions including the liquidity of the Short Term Fund's assets during the liquidation period. The university is not anticipating any adverse effects on its available working capital.

Subsequent to June 30, 2008, the fair value of the university's investments had declined due to deterioration in market conditions. Further deterioration in the markets could more likely than not result in further declines.

### 3. Accounts Receivable:

Accounts receivable consisted of the following at June 30, 2008 and 2007 (\$ in thousands):

<u>June 30, 2008</u>	<u>Gross</u>	<u>Allowance</u>	<u>Net</u>
Student tuition and fees	\$ 11,857	\$ (3,748)	\$ 8,109
Sponsored programs	42,176	(1,414)	40,762
Auxiliary services and other operating activities	510	(77)	433
Capital appropriations, grants and contracts	<u>12,554</u>	<u>-</u>	<u>12,554</u>
	<u>\$ 67,097</u>	<u>\$ (5,239)</u>	<u>\$ 61,858</u>
<u>June 30, 2007</u>	<u>Gross</u>	<u>Allowance</u>	<u>Net</u>
Student tuition and fees	\$ 9,846	\$ (2,888)	\$ 6,958
Sponsored programs	40,330	(1,699)	38,631
Pledge receivable	1,100	-	1,100
Auxiliary services and other operating activities	401	(91)	310
Capital appropriations, grants and contracts	<u>6,647</u>	<u>-</u>	<u>6,647</u>
	<u>\$ 58,324</u>	<u>\$ (4,678)</u>	<u>\$ 53,646</u>

### 4. Education Trust of Alaska:

Assets held in trust include operating funds of the Education Trust of Alaska (Trust). The Trust was established pursuant to state statute on April 20, 2001 by the Board of Regents to facilitate administration of the state's Internal Revenue Code (IRC) Section 529 College Savings Program. The program is a nationally marketed college savings program developed in accordance with IRC Section 529 and includes the resources of the university's former Advance College Tuition (ACT) Program. Participant account balances of approximately \$3.2 billion and \$3.1 billion at June 30, 2008 and 2007, respectively, are not included in the financial statements. Separately audited Trust financial statements are available upon request from the University of Alaska Controller's office.

## NOTES TO FINANCIAL STATEMENTS

Assets of the Trust are invested in various mutual funds at the direction of T. Rowe Price Associates, Inc., the program manager. The net assets of the Trust, which include a reserve for University of Alaska (UA) Tuition Value Guarantees, are available for payment of program administrative costs, benefits and other purposes of the Trust. Based on actuarial studies, management estimates reserve requirements for the UA Tuition Value Guarantees to be approximately \$3.5 million and \$1.9 million at June 30, 2008 and 2007, respectively.

### 5. Land Grant Trust Property and Other Assets:

Land Grant Trust property and other assets consist of real property and timber and other rights. By Acts of Congress in 1915 and 1929, approximately 110,000 acres of land was granted to the territory of Alaska to be held in trust for the benefit of the university. The lands were managed by the territory, and later the state of Alaska. In accordance with a 1982 agreement, the lands were subsequently transferred to the Board of Regents, as trustee. In 1982 and 1988 certain state lands including timber and other rights were transferred to the trust as replacement for lands disposed of or adversely affected during the period of administration by the territory and the state. These lands and property interests were recorded at their fair value as of the date of transfer. The net proceeds from timber, land and other rights are deposited in the land grant endowment trust fund as described in the *Endowment* section in Note 1 above. At June 30, 2008 and 2007, approximately 108,614 and 83,200 acres, respectively, were held in trust at no basis because fair value at the date of transfer was not determinable.

On October 23, 2005 House Bill 130, granting to the University of Alaska approximately 250,000 acres of state land, passed into law. The intent of the Legislature is to provide the university with an equitable land grant as originally envisioned in the federal land grant of 1915 and to provide the university ownership of a significant portfolio of income producing land to help fund public higher education in the state of Alaska. Because of restrictions in the legislation related to native allotments, municipal entitlements and the University Research Forest, and delays in the conveyance of two parcels from the federal government to the state of Alaska, only 49 parcels, totaling approximately 198,900 acres, are eligible for immediate conveyance to the university. As of June 30, 2008, the state of Alaska has conveyed 25,902 acres of the state grant lands to the university. Net proceeds and royalties received from property development will be deposited into the land grant endowment trust fund. The lands will be recorded at zero basis when no determinable fair value is available at the time of transfer. The legislation has been challenged and management does not believe the outcome will have a material effect on the financial statements.

NOTES TO FINANCIAL STATEMENTS

6. Capital Assets:

A summary of capital assets follows (\$ in thousands):

	Balance July 1, 2007	Additions/ Transfers	Reductions	Balance June 30, 2008
Capital assets not depreciated:				
Land	\$ 27,969	\$ 145	\$ 31	\$ 28,083
Construction in progress	28,188	97,733	33,003	92,918
Library and museum collections	54,976	1,128	-	56,104
Other capital assets:				
Buildings	981,143	31,608	32	1,012,719
Infrastructure	54,726	141	-	54,867
Equipment	177,383	14,234	11,042	180,575
Leasehold improvements	25,851	781	-	26,632
Other improvements	<u>21,541</u>	<u>242</u>	<u>-</u>	<u>21,783</u>
Total	1,371,777	146,012	44,108	1,473,681
Less accumulated depreciation:				
Buildings	455,474	38,151	32	493,593
Infrastructure	27,032	1,578	-	28,610
Equipment	131,018	14,997	10,214	135,801
Leasehold improvements	5,835	1,336	-	7,171
Other improvements	<u>15,524</u>	<u>821</u>	<u>-</u>	<u>16,345</u>
Total accumulated depreciation	<u>634,883</u>	<u>56,883</u>	<u>10,246</u>	<u>681,520</u>
Capital assets, net	<u>\$ 736,894</u>	<u>\$ 89,129</u>	<u>\$ 33,862</u>	<u>\$ 792,161</u>

	Balance July 1, 2006	Additions/ Transfers	Reductions	Balance June 30, 2007
Capital assets not depreciated:				
Land	\$ 27,129	\$ 850	\$ 10	\$ 27,969
Construction in progress	38,722	57,362	67,896	28,188
Library and museum collections	53,353	1,623	-	54,976
Other capital assets:				
Buildings	920,885	60,476	218	981,143
Infrastructure	49,986	4,740	-	54,726
Equipment	189,929	11,025	23,571	177,383
Leasehold improvements	25,707	144	-	25,851
Other improvements	<u>20,928</u>	<u>613</u>	<u>-</u>	<u>21,541</u>
Total	1,326,639	136,833	91,695	1,371,777
Less accumulated depreciation:				
Buildings	417,425	38,235	186	455,474
Infrastructure	25,332	1,700	-	27,032
Equipment	133,646	15,387	18,015	131,018
Leasehold improvements	4,563	1,272	-	5,835
Other improvements	<u>14,663</u>	<u>861</u>	<u>-</u>	<u>15,524</u>
Total accumulated depreciation	<u>595,629</u>	<u>57,455</u>	<u>18,201</u>	<u>634,883</u>
Capital assets, net	<u>\$ 731,010</u>	<u>\$ 79,378</u>	<u>\$ 73,494</u>	<u>\$ 736,894</u>



NOTES TO FINANCIAL STATEMENTS

7. Unrestricted Net Assets:

At June 30, unrestricted net assets included the following (\$ in thousands):

	2008	2007
Designated:		
Auxiliaries	\$ 6,394	\$ 9,053
Working capital fund	4,715	4,715
Working capital advances	(955)	(2,302)
Service centers	9,705	9,158
Debt service funds	1,494	1,404
Renewal and replacement funds	7,498	6,360
Quasi-endowment funds	79	79
Net pension and OPEB obligations	(31,325)	(30,786)
Employee benefit funds	9,537	6,987
Endowment earnings	12,346	11,296
Encumbrances	10,307	12,256
Total designated	29,795	28,220
Undesignated	36,700	32,715
Total unrestricted net assets	\$ 66,495	\$ 60,935

Unrestricted net assets include non-lapsing university receipts of \$56.7 million at June 30, 2008. Non-lapsing university receipts of \$54.1 million from 2007 were fully expended in 2008.

At June 30, 2008 and 2007, \$31.8 million and \$32.4 million, respectively, of auxiliary funds, encumbrances and other unrestricted net assets were pledged as collateral for the university's general revenue bonds, as calculated under the terms of the 1992 General Revenue Bonds Trust Indenture.

8. Long-term Debt:

Debt service requirements at June 30, 2008 were as follows (\$ in thousands):

Year ended	Principal	Interest	Total
June 30,			
2009	\$ 9,659	\$ 5,469	\$ 15,128
2010	6,280	4,955	11,235
2011	6,469	4,733	11,202
2012	6,685	4,501	11,186
2013	6,916	4,258	11,174
2014-2018	34,935	17,486	52,421
2019-2023	33,913	10,659	44,572
2024-2028	22,376	4,510	26,886
2029-2033	7,775	1,056	8,831
2034-2036	1,670	76	1,746
	\$ 136,678	\$ 57,703	\$ 194,381

NOTES TO FINANCIAL STATEMENTS

Long-term debt consisted of the following at June 30, 2008 and 2007 (\$ in thousands):

	2008	2007
<p><u>Revenue bonds payable</u> 1.40% to 5.45% general revenue bonds due serially to 2036, secured by a pledge of unrestricted current fund revenue generated from tuition, fees, recovery of facilities and administrative costs, sales and services of educational departments, miscellaneous receipts and auxiliaries.</p>	\$ 110,120	\$ 90,280
<p><u>Note payable – capital construction</u> 1.826% assisted note to the Alaska Housing Finance Corporation (AHFC) to finance construction of Anchorage campus housing, due semiannually through February 2024.</p>	20,732	21,838
<p><u>Note payable – real property purchase</u> 8.00% note for purchase of Bunnell Park property adjacent to the University of Alaska Fairbanks campus. The note was fully paid off in September 2008.</p>	3,852	4,646
<p><u>Equipment financings</u> 3.52% to 4.77% notes for the purchase of equipment and vehicles due in quarterly installments through June 2017.</p>	1,974	2,246
	\$ 136,678	\$ 119,010

On January 31, 2008, the university issued Series O general revenue bonds totaling \$23,795,000. The bonds mature annually each October 1, through 2033 and bear coupon interest rates ranging from 3.375 percent to 4.25 percent. Series O bond proceeds are being used for capital improvement projects.

In fiscal year 2008, the state reimbursed the university \$1,411,900 for debt service on Series K general revenue bonds. Subject to annual appropriation, the state will reimburse the university for principal and interest on \$18,205,000 of the remaining bond principal. Annual debt service on this portion of the bonds is approximately \$1.4 million.

Under the terms of the 1992 General Revenue Bonds Trust Indenture, the university is required to maintain a reserve account with a trustee at an amount equal to one-half of the maximum annual general revenue bond debt service. The balance in the reserve account at June 30, 2008 and 2007 was \$4.9 million and \$4.2 million, respectively. The reserve balance at June 30, 2008 includes a reserve fund policy, purchased with the issuance of Series L, totaling \$0.6 million.

In fiscal year 2006, the university defeased certain maturities of Series G general revenue bonds by placing the proceeds of new bonds in irrevocable trusts to provide for all future debt service payments on the old bonds. Trust assets and related liabilities for the defeased bonds are not included in the university's financial statements. Outstanding defeased bonds were \$7.9 million for the year ended June 30, 2007. At June 30, 2008, outstanding defeased bonds were fully paid.

NOTES TO FINANCIAL STATEMENTS

9. Deferred Lease Revenue:

In fiscal year 1997, the university entered into an agreement to construct a facility and establish the International Arctic Research Center (IARC). The university received \$19,215,000 through a Japanese non-profit corporation to support the construction of the IARC in exchange for a commitment to provide research facilities to various Japanese research organizations and agencies for a period of 25 years, including lease extensions. The Japanese research organizations began occupying the IARC in fiscal year 1999. The deferred lease revenue at June 30, 2008 is \$7,365,750 and is reduced at the rate of \$1,281,000 per year with a corresponding increase to other operating revenue.

10. Long-term Liabilities:

Long-term liability activity was as follows (\$ in thousands):

	Balance			Amounts	
	July 1, 2007	Additions	Reductions	Balance June 30, 2008	due within one year
Capital appropriation advances	\$ 6,313	\$ 1,903	\$ 2,752	\$ 5,464	\$ -
Deferred lease revenue	8,647	-	1,281	7,366	1,281
Long-term debt	119,010	23,948	6,280	136,678	9,659
Net pension and OPEB obligations	30,786	539	-	31,325	-
Security deposits and other liabilities	<u>5,726</u>	<u>1,671</u>	<u>-</u>	<u>7,397</u>	<u>-</u>
	<u>\$ 170,482</u>	<u>\$ 28,061</u>	<u>\$ 10,313</u>	<u>\$ 188,230</u>	<u>\$ 10,940</u>

	Balance			Amounts	
	July 1, 2006	Additions	Reductions	Balance June 30, 2007	due within one year
Capital appropriation advances	\$ 8,116	\$ 1,562	\$ 3,365	\$ 6,313	\$ -
Deferred lease revenue	9,928	-	1,281	8,647	1,281
Long-term debt	118,383	5,899	5,272	119,010	6,278
Net pension and OPEB obligations	25,397	5,389	-	30,786	-
Security deposits and other liabilities	<u>6,387</u>	<u>25</u>	<u>686</u>	<u>5,726</u>	<u>-</u>
	<u>\$ 168,211</u>	<u>\$ 12,875</u>	<u>\$ 10,604</u>	<u>\$ 170,482</u>	<u>\$ 7,559</u>

11. Capital Appropriations and Construction Commitments:

Major construction projects of the university are funded primarily by state of Alaska appropriations and university revenue bonds. The appropriations are financed through state-issued general obligation bonds or capital project bonds issued by the Alaska Housing Finance Corporation, a component unit of the state of Alaska, while other appropriations are received directly from the state or state agencies.

Unexpended and unbilled capital funds appropriated by the state of Alaska in prior years, which are not reflected as appropriation revenue or receivables on the university's books at June 30, 2008, totaled \$70.5 million. In addition, unexpended proceeds of university-issued general revenue bonds designated for construction projects totaled \$18.3 million at June 30, 2008.

Construction commitments at June 30, 2008 aggregated \$61.9 million. At June 30, 2008, the university had received \$5.5 million from State of Alaska capital appropriations and other sources in advance of expenditures.

## NOTES TO FINANCIAL STATEMENTS

### 12. Pension Plans:

Substantially all regular employees hired before July 1, 2006 participate in one of the following pension plans:

- The State of Alaska Public Employees' Retirement System (PERS), an agent multiple-employer defined benefit plan,
- The State of Alaska Teachers' Retirement System (TRS), a cost-sharing multiple-employer defined benefit plan,
- The University of Alaska Optional Retirement Plan (ORP), a single-employer defined contribution plan.

In addition, substantially all eligible employees participate in the University of Alaska Pension Plan, a supplemental single-employer defined contribution plan.

State legislation enacted in July 2005 offers new eligible employees hired on or after July 1, 2006 defined contribution retirement plans under PERS and TRS.

The University of Alaska Retirement Program, a single-employer defined contribution plan, which includes participation in both the ORP (Tier III) and the University of Alaska Pension Plan, is also effective for new participants hired on or after July 1, 2006.

Each new eligible employee will have a choice to participate in the applicable state plan or the University of Alaska Retirement Program.

None of the retirement systems or plans own any notes, bonds or other instruments of the university.

#### Defined Benefit Plans:

##### State of Alaska Public Employees' Retirement System (PERS)

###### *Plan Description*

The university contributes to PERS, a defined benefit, agent multiple-employer public employee retirement system established and administered by the state of Alaska. PERS provides pension, postemployment health care, death and disability benefits to eligible participants. Benefit and contribution provisions are established by state law and may be amended only by the state legislature.

Each fiscal year, PERS issues a publicly available financial report which includes financial statements and required supplementary information. That report may be obtained by writing to the State of Alaska, Department of Administration, Division of Retirement and Benefits, P.O. Box 110203, Juneau, Alaska, 99811-0203 or by calling (907) 465-4460.

###### *Funding Policy and Annual Pension Cost*

Employee contribution rates are 7.5 percent for peace officers and firefighters and 6.75 percent for other employees, as required by state statute. The funding policy for PERS provides for periodic employer contributions at actuarially determined rates that, expressed as a percentage of annual covered payroll, are sufficient to accumulate the assets to pay benefits when due. However, the 2008 actuarially determined rate was 28.23 percent of applicable gross pay and the employer contribution rate was capped by the state at 22 percent. Additionally, the state appropriated funding directly to the PERS defined benefit plan to augment the PERS employers' contribution for fiscal year 2008. The university recognized \$7,672,429 in state on-behalf pension payments for the PERS defined benefit plan.

NOTES TO FINANCIAL STATEMENTS

The university's annual pension cost for the current year and related information is as follows:

	<u>Pension</u>	<u>Postemployment healthcare</u>	<u>Total</u>
Contribution rates:			
Employee:			
Peace officers and firefighters	3.83%	3.67%	7.50%
Other employees	3.44%	3.31%	6.75%
Employer	11.22%	10.78%	22.00%
Annual pension/OPEB cost	\$18,391,477	\$17,656,104	\$36,047,581
Contributions made	\$18,116,422	\$17,392,050	\$35,508,472
Actuarial assumptions:			
Inflation rate	3.50%	Same	
Investment return	8.25%	Same	
Projected salary increase:			
Inflation	3.50%	N/A	
Productivity and merit:			
Peace officers and firefighters	2.50%	N/A	
Others	2.00%	N/A	
Health cost trend			
Medical	N/A	8.50%	
Pharmacy	N/A	12.00%	

An actuarial valuation as of June 30, 2005 set the contribution rates for the year ended June 30, 2008. The projected unit credit method was used and the initial unfunded accrued liability and future gains/losses are being amortized on a 25-year fixed period level percentage of pay.

The university's net pension obligation (NPO) for fiscal year 2008 was as follows:

Annual required contribution	\$ 18,116,422
Interest on net pension obligation	1,295,840
Adjustment to annual required contribution	<u>(1,020,785)</u>
Annual pension cost (APC)	18,391,477
Contributions made	<u>(18,116,422)</u>
Increase in net pension obligation	275,055
Net pension obligation beginning of year	<u>18,733,288</u>
Net pension obligation end of year	<u>\$ 19,008,343</u>

Three year trend information for pension benefits follows:

Year Ended <u>June 30</u>	<u>APC</u>	Percentage of APC <u>Contributed</u>	<u>NPO</u>
2006	\$18,116,634	66.92%	\$15,572,221
2007	\$18,801,669	83.19%	\$18,733,288
2008	\$18,391,477	98.50%	\$19,008,343

NOTES TO FINANCIAL STATEMENTS

The university's net other postemployment obligation (OPEB) for fiscal year 2008 was as follows:

Annual required contribution	\$ 17,392,050
Interest on net OPEB obligation	1,244,026
Adjustment to annual required contribution	<u>(979,972)</u>
Annual OPEB cost	17,656,104
Contributions made	<u>(17,392,050)</u>
Increase in net OPEB obligation	264,054
Net OPEB obligation beginning of year	<u>12,052,964</u>
Net OPEB obligation end of year	<u>\$ 12,317,018</u>

Three year trend information for postemployment healthcare benefits follows:

<u>Year Ended June 30</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
2006	\$12,107,981	66.92%	\$ 9,824,318
2007	\$13,255,737	83.19%	\$12,052,964
2008	\$17,656,104	98.50%	\$12,317,018

*Funding Status and Funding Progress*

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for pension and other postemployment healthcare benefits. The funded status of PERS for pension and other postemployment healthcare benefits (OPEB) as of June 30, 2006, was as follows (\$ in thousands):

	<u>Pension</u>	<u>OPEB</u>	<u>Total</u>
Actuarial accrued liability (AAL)	\$ 522,315	\$ 468,355	\$ 990,670
Actuarial value of plan assets	<u>456,238</u>	<u>195,281</u>	<u>651,519</u>
Unfunded actuarial accrued liability (UAAL)	<u>\$(66,077)</u>	<u>\$(273,074)</u>	<u>\$(339,151)</u>
Funded ratio (actuarial value of plan assets/AAL)	87%	42%	66%
Covered payroll (active plan members)	\$ 135,451	\$ 135,451	\$ 135,451
UAAL as a percentage of covered payroll	49%	202%	172%

*PERS Defined Benefit Pension Plan Changes*

The Alaska Legislature Senate Bill 125, signed into law April 9, 2008, converts PERS from an agent multiple-employer plan to a cost-sharing plan effective July 1, 2008. This change provided for an integrated system of accounting for all employers. Under the integrated system, the PERS defined benefit plans' unfunded liability will be shared among all employers. The Bill also established a uniform PERS employer contribution rate of 22 percent of participating employees' covered payroll.

## NOTES TO FINANCIAL STATEMENTS

### State of Alaska Teachers' Retirement System (TRS)

#### *Plan Description*

TRS provides pension, postemployment health care, death and disability benefits to participants. Benefit and contribution provisions are established by state law and may be amended only by the state legislature.

Each fiscal year, TRS issues a publicly available financial report which includes financial statements and required supplementary information. That report may be obtained by writing to the State of Alaska, Department of Administration, Division of Retirement and Benefits, P.O. Box 110203, Juneau, Alaska, 99811-0203 or by calling (907) 465-4460.

#### *Funding Policy*

Employees contribute 8.65 percent of their base salary as required by state statute. The funding policy for TRS provides for periodic employer contributions at actuarially determined and ARMB approved rates that, expressed as percentages of annual covered payroll, are sufficient to accumulate sufficient assets to pay benefits when due. During fiscal year 2008, contractually required employee and employer contribution rates were 8.65 percent and 12.56 percent, respectively. No net pension or OPEB obligation is recorded for TRS, since according to GASB 27 and GASB 45 no such obligation is recorded for cost-sharing defined benefit plans when an employer's contribution equals the contractually required contribution. The amounts contributed to TRS by the university during the years ended June 30, 2008, 2007 and 2006 were \$5,444,878, \$11,177,596, and \$9,167,681, respectively, equal to the required employer contributions for each year.

The actuarially determined employer contribution rate for 2008 was 42.26 percent. Upon consideration of actuarial reports on the funded status of the TRS defined benefit plan, the ARMB approved an employer contribution rate of 54.03 percent for FY08. As provided by Alaska Statute AS 14.25.070(a), the Legislature appropriated funding directly to the TRS defined benefit plan to augment the TRS employers' contribution for FY08. For fiscal year 2008, the university recognized \$20,790,988 in state on-behalf pension payments for the TRS defined benefit plan.

#### Defined Contribution Plans:

### State of Alaska Public Employees' Retirement System (PERS)

For eligible employees hired on or after July 1, 2006, the university contributes to PERS (Tier IV), a hybrid defined contribution and OPEB cost-sharing defined benefit plan established and administered by the state of Alaska. PERS provides pension, post employment health care, and occupational death and disability benefits to eligible participants. Benefit and contribution provisions are established by state law and may be amended only by the state legislature.

Each fiscal year, PERS issues a publicly available financial report which includes financial statements and required supplementary information. That report may be obtained by writing to the State of Alaska, Department of Administration, Division of Retirement and Benefits, P.O. Box 110203, Juneau, Alaska, 99811-0203 or by calling (907) 465-4460.

Employee contribution rates are 8 percent and employer contributions are 5 percent of covered payroll for fiscal years 2008 and 2007. For the years ended June 30, 2008 and 2007, the university's total covered payroll for the PERS plan was approximately \$3.2 million and \$1.3 million, and contributions made by the university totaled \$158,626 and \$66,682, respectively.

## NOTES TO FINANCIAL STATEMENTS

On July 1, 2006, the Public Employees' and Teachers' Retiree Major Medical Insurance Plan (RMP) and Health Reimbursement Arrangement Plan (HRA) were created. A separate stand-alone financial report that includes financial statements and required supplementary information is issued for RMP and HRA. These reports may be obtained by writing to the State of Alaska, Department of Administration, Division of Retirement and Benefits, P.O. Box 110203, Juneau, Alaska, 99811-0203 or by calling (907) 465-4460.

PERS defined contribution participants are eligible members of RMP and HRA. The employer RMP contribution rates for fiscal year 2008 and 2007 are 0.99 percent and 1.75 percent for medical coverage, and 0.58 percent and 0.3 percent (1.33 percent and 0.4 percent for peace officers and firefighters) for occupational death and disability benefit contributions, respectively. For fiscal years 2008 and 2007, the HRA employer contributions are at 3 percent of the employer's average annual employee compensation, based on the participant's employment classification.

The amounts contributed to the RMP by the university during the years ended June 30, 2008 and 2007 were \$50,374 and \$27,183, respectively, equal to the required employer contributions for each year.

Contributions to the HRA by the university during the years ended June 30, 2008 and 2007 were \$137,148 and \$70,096, respectively.

### State of Alaska Teachers' Retirement System (TRS)

For eligible employees hired on or after July 1, 2006, the university contributes to TRS (Tier III), a hybrid defined contribution and OPEB cost-sharing defined benefit plan established and administered by the state of Alaska. TRS provides pension, postemployment health care, and occupational death and disability benefits to eligible participants. Benefit and contribution provisions are established by state law and may be amended only by the state legislature.

Each fiscal year, TRS issues a publicly available financial report which includes financial statements and required supplementary information. That report may be obtained by writing to the State of Alaska, Department of Administration, Division of Retirement and Benefits, P.O. Box 110203, Juneau, Alaska, 99811-0203 or by calling (907) 465-4460.

Employee contribution rates are 8 percent and employer contributions are 7 percent of covered payroll for fiscal years 2008 and 2007. For the years ended June 30, 2008 and 2007, the university's total covered payroll for the TRS plan was approximately \$1.8 million and \$0.9 million, and contributions made by the university totaled \$129,000 and \$60,403, respectively.

On July 1, 2006, the Public Employees' and Teachers' Retiree Major Medical Insurance Plan (RMP) and Health Reimbursement Arrangement Plan (HRA) were created. A separate stand-alone financial report that includes financial statements and required supplementary information is issued for RMP and HRA. These reports may be obtained by writing to the State of Alaska, Department of Administration, Division of Retirement and Benefits, P.O. Box 110203, Juneau, Alaska, 99811-0203 or by calling (907) 465-4460.

TRS defined contribution participants are eligible members of RMP and HRA. The employer RMP contribution rates for fiscal year 2008 and 2007 are 0.99 percent and 1.75 percent for medical coverage, and 0.62 percent and 0 percent for occupational death and disability benefit contributions, respectively. For fiscal years 2008 and 2007, the HRA employer contributions are at 3 percent of the employer's average annual employee compensation, based on the participant's employment classification.

The amounts contributed to the RMP by the university during the years ended June 30, 2008 and 2007 were \$29,682 and \$15,087, respectively, equal to the required employer contributions for each year.



## NOTES TO FINANCIAL STATEMENTS

Contributions to the HRA by the university during the years ended June 30, 2008 and 2007 were \$53,701 and \$28,415, respectively.

### University of Alaska Optional Retirement Plan (ORP)

The ORP is comprised of three layers of participants, the original ORP or ORP Tier 1, ORP Tier 2 which was created for participants hired on or after July 1, 2005, and ORP Tier 3 which was created for participants hired on or after July 1, 2006. For ORP Tier 1 and ORP Tier 2, faculty classified as regular and certain administrators made a one-time election to participate in the ORP as an alternative to participation in the defined benefit plans, PERS or TRS. For ORP Tier 3, each new eligible employee may make a one-time election to participate in the University of Alaska Retirement Program (includes ORP Tier 3 and the University of Alaska Pension Plan) as an alternative to participation in the State of Alaska defined contribution plans, PERS or TRS. The ORP is an employer funded defined contribution plan which operates in conjunction with a companion mandatory tax-deferred annuity plan.

#### *ORP Tier 1*

The ORP Tier 1 participants make employee contributions to one of the plan's annuity programs at a rate of 8.65 percent of covered payroll. The university contributes to one of the plan's authorized employee-selected annuity providers or investment managers at a rate equal to the three-year moving average of the TRS employer contribution rates (19.85 percent for FY08 and 21 percent for FY07).

In fiscal year 2008 and 2007, the university's total covered payroll for the ORP Tier 1 plan was approximately \$50.1 million and \$52 million, respectively. The amounts contributed to the ORP Tier 1 by the university during the years ended June 30, 2008, 2007, and 2006 were \$9,945,730, \$10,927,908 and \$8,907,978, respectively.

#### *ORP Tier 2*

The ORP Tier 2 participants make employee contributions to one of the plan's annuity programs at a rate of 8.65 percent of covered payroll. The university contributed to one of the plan's authorized employee-selected annuity providers or investment managers at a rate of 12 percent of covered payroll for fiscal years 2008 and 2007.

In fiscal year 2008 and 2007, the university's total covered payroll for the ORP Tier 2 plan was approximately \$5.1 million and \$5.7 million, respectively. The amounts contributed to the ORP Tier 2 by the university during the years ended June 30, 2008, 2007 and 2006 were \$614,390, \$683,786 and \$484,288, respectively.

The ORP Tier 2 plan was available for newly-hired ORP benefit-eligible employees hired in fiscal year 2006. As of July 1, 2006, the ORP Tier 2 plan was no longer available to newly-hired ORP benefit-eligible employees.

#### *ORP Tier 3*

The ORP Tier 3 is eligible for employees hired on or after July 1, 2006. The ORP Tier 3 participants make employee contributions to one of the plan's annuity programs at a rate of 8 percent of covered payroll. The university contributed to one of the plan's authorized employee-selected annuity providers or investment managers at a rate of 12 percent of covered payroll for fiscal years 2008 and 2007.

In fiscal years 2008 and 2007, the university's total covered payroll for the ORP Tier 3 plan was approximately \$30.8 million and \$12.3 million, respectively. The amounts contributed to the ORP Tier 3 by the university during the years ended June 30, 2008 and 2007 were \$3,700,880 and \$1,473,090, respectively.

## NOTES TO FINANCIAL STATEMENTS

### *Plan Assets*

At June 30, 2008 and 2007, plan assets (participants' accounts attributable to employer contributions) had a net value of approximately \$98.9 million for ORP Tier 1, ORP Tier 2 and ORP Tier 3, and \$92.3 million for ORP Tier 1, ORP Tier 2 and ORP Tier 3, respectively. ORP Tier 1 and ORP Tier 2 participants are 100 percent vested at all times. University contributions for ORP Tier 3 participants are 100 percent vested after three years of service.

### University of Alaska Pension Plan (Pension)

In addition to the other retirement plans, substantially all regular employees (hired before July 1, 2006) and certain faculty classified as temporary participate in the Pension plan which was established effective January 1, 1982, when the university withdrew from the federal social security program. Eligible employees, hired on or after July 1, 2006, electing to participate in the University of Alaska Retirement Program also participate in the Pension plan. Effective January 1, 2008, employer contributions for regular employees were 7.65 percent of covered wages up to a maximum of \$42,000 and \$102,000 for certain faculty classified as temporary. The plan provides for employer contributions to be invested in accordance with participant-directed investment elections to the plan's fixed income and/or equity funds. Participants hired before July 1, 2006 are 100 percent vested at all times. University contributions for participants hired on or after July 1, 2006 are 100 percent vested after three years of service.

In 2008 and 2007, the university's total covered payroll for the Pension plan was approximately \$175.7 million and \$175.3 million, respectively. The university's costs to fund and administer the plan totaled \$13.4 million, or 7.65 percent of covered payroll. At June 30, 2008 and 2007, plan assets (participants' accounts) had a net value of approximately \$298.9 million and \$318.8 million, respectively.

### 13. Insurance and Risk Management:

The university is exposed to a wide variety of risks including property loss, bodily and personal injury, intellectual property, errors and omissions, aviation and marine. Exposures are handled with a combination of self-insurance, commercial insurance, and membership in a reciprocal risk retention group. The university is self-insured up to the maximum of \$2 million per occurrence for casualty claims and \$250,000 for property claims. Commercial carriers provide coverage in excess of these amounts. Health care, workers' compensation and unemployment claims are fully self-insured.

Liabilities have been established to cover estimates for specific reported losses, estimates for unreported losses based upon past experience modified for current trends, and estimates of expenses for investigating and settling claims.

Changes in applicable liability amounts follow (\$ in thousands):

	<u>Balance</u> <u>July 1, 2007</u>	<u>Provision</u> <u>for Claims</u>	<u>Claims</u> <u>Payment</u>	<u>Balance</u> <u>June 30, 2008</u>
Health	\$ 6,862	\$ 49,052	\$ (48,116)	\$ 7,798
General liability	5,075	857	(570)	5,362
Workers' compensation	6,161	1,688	(1,798)	6,051
Unemployment	<u>70</u>	<u>303</u>	<u>(301)</u>	<u>72</u>
	<u>\$ 18,168</u>	<u>\$ 51,900</u>	<u>\$ (50,785)</u>	<u>\$ 19,283</u>

NOTES TO FINANCIAL STATEMENTS

	<u>Balance</u> <u>July 1, 2006</u>	<u>Provision</u> <u>for Claims</u>	<u>Claims</u> <u>Payment</u>	<u>Balance</u> <u>June 30, 2007</u>
Health	\$ 6,404	\$ 45,764	\$ (45,306)	\$ 6,862
General liability	7,518	743	(3,186)	5,075
Workers' compensation	5,778	2,075	(1,692)	6,161
Unemployment	<u>69</u>	<u>316</u>	<u>(315)</u>	<u>70</u>
	<u>\$ 19,769</u>	<u>\$ 48,898</u>	<u>\$ (50,499)</u>	<u>\$ 18,168</u>

14. Commitments and Contingencies:

Amounts received and expended by the university under various federal and state grants, contracts and other programs are subject to audit and potential disallowance. From time to time the university is named as a defendant in legal proceedings or cited in regulatory actions related to the conduct of its operations. In the normal course of business, the university also has various other commitments and contingent liabilities which are not reflected in the accompanying financial statements. In the opinion of management, the university will not be affected materially by the final outcome of any of these legal proceedings, environmental investigations, audit adjustments, or other commitments and contingent liabilities. In addition, an ongoing environmental assessment for the Northwest Campus Front Street property is discussed below:

- The university received a Potentially Responsible Party (PRP) letter from the Alaska Department of Environmental Conservation (ADEC) in August 2006. The letter identified the university as one of the potential parties that may be responsible for cleanup costs of soil contamination found during a water line improvement project next to Northwest Campus property. The extent of the contamination source, the number of potentially responsible parties, and remediation costs are being assessed but the outcome is unknown.

15. University of Alaska Foundation:

The University of Alaska Foundation (foundation) is a legally separate, non profit organization formed in 1974 to solicit donations for the exclusive benefit of the University of Alaska. During 2008 and 2007, the university transferred \$1.1 million and \$1 million, to the foundation, of which institutional support comprised \$0.9 million and \$0.8 million, respectively. For the same periods, the foundation reimbursed the university for operating expenses totaling \$1.8 million and \$1.5 million, respectively. At June 30, 2008 and 2007, distributions and expenditures by the foundation for the benefit of the university totaled \$15.4 million and \$15.5 million, of which \$14.9 million and \$15.2 million were direct reimbursements to the university. Additionally, the foundation owed the university \$2 million at June 30, 2008 and \$1.9 million at June 30, 2007, primarily for reimbursement of expenditures on grants provided by the foundation.

The investable resources of the university's land grant endowment trust fund and the foundation's pooled endowment funds are combined into a consolidated endowment fund for investment purposes. At June 30, 2008 and 2007, the fair value of the fund was \$259.3 million and \$266.5 million, respectively. The university's share of this fund was \$143.1 million and \$147.0 million, which is reflected in endowment investments. The fund is managed by the foundation's investment committee and treasurer on a total return basis in accordance with an investment policy approved by the Board of Regents. The net assets and related activity for the university's land grant endowment trust's investment in the fund is reflected in the university's financial statements.

NOTES TO FINANCIAL STATEMENTS

16. Functional Classifications with Natural Classifications:

The university's operating expenses by natural classification were as follows (\$ in thousands):

	Year ended June 30, 2008						
	<u>Compensation &amp; Benefits</u>	<u>Contractual Services</u>	<u>Supplies &amp; Materials</u>	<u>Other</u>	<u>Student Aid</u>	<u>Depre- ciation</u>	<u>Total</u>
Instruction	\$ 149,943	\$ 23,768	\$ 9,199	\$ 280	\$ -	\$ -	\$ 183,190
Academic support	39,300	5,926	6,888	60	-	-	52,174
Research	83,739	29,198	8,751	155	-	-	121,843
Public service	23,905	9,919	2,042	197	-	-	36,063
Student services	33,020	9,817	2,536	64	-	-	45,437
Operations and maintenance	25,065	15,692	12,998	1,228	-	-	54,983
Institutional support	62,328	15,153	4,243	887	-	-	82,611
Student aid	-	-	-	-	14,879	-	14,879
Auxiliary enterprises	9,378	16,712	13,194	126	-	-	39,410
Depreciation	-	-	-	-	-	56,883	56,883
NPO, OPEB and state on-behalf payments	-	-	-	29,003	-	-	29,003
	<u>\$ 426,678</u>	<u>\$ 126,185</u>	<u>\$ 59,851</u>	<u>\$ 32,000</u>	<u>\$ 14,879</u>	<u>\$ 56,883</u>	<u>\$ 716,476</u>

	Year ended June 30, 2007						
	<u>Compensation &amp; Benefits</u>	<u>Contractual Services</u>	<u>Supplies &amp; Materials</u>	<u>Other</u>	<u>Student Aid</u>	<u>Depre- ciation</u>	<u>Total</u>
Instruction	\$ 146,619	\$ 24,561	\$ 9,869	\$ 126	\$ -	\$ -	\$ 181,175
Academic support	37,301	6,524	6,781	53	-	-	50,659
Research	83,740	37,427	10,071	45	-	-	131,283
Public service	22,556	8,422	1,661	287	-	-	32,926
Student services	30,183	8,714	2,803	190	-	-	41,890
Operations and maintenance	23,638	13,528	11,963	1,087	-	-	50,216
Institutional support	53,602	10,679	4,339	942	-	-	69,562
Student aid	-	-	-	-	13,566	-	13,566
Auxiliary enterprises	9,338	14,967	14,217	159	-	-	38,681
Depreciation	-	-	-	-	-	57,455	57,455
NPO and OPEB	-	-	-	5,389	-	-	5,389
	<u>\$ 406,977</u>	<u>\$ 124,822</u>	<u>\$ 61,704</u>	<u>\$ 8,278</u>	<u>\$ 13,566</u>	<u>\$ 57,455</u>	<u>\$ 672,802</u>

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Funding Progress for PERS  
(\$ in thousands):

Actuarial valuation year ended <u>June 30</u>	Actuarial value of plan assets	Actuarial accrued liability (AAL)	(Unfunded) overfunded actuarial accrued liability (UAAL)	Funded ratio	Covered payroll	UAAL as a percentage of covered payroll
Pension benefits:						
2004	\$ 326,815	\$ 444,092	\$ (117,277)	74%	\$ 116,156	101%
2005	\$ 307,243	\$ 441,742	\$ (134,499)	70%	\$ 124,699	108%
*2006	\$ 456,238	\$ 522,315	\$ (66,077)	87%	\$ 135,451	49%
Postemployment healthcare benefits:						
2004	\$ 230,444	\$ 313,137	\$ (82,693)	74%	\$ 116,156	71%
2005	\$ 294,945	\$ 424,061	\$ (129,116)	70%	\$ 124,699	104%
*2006	\$ 195,281	\$ 468,355	\$ (273,074)	42%	\$ 135,451	202%
Total:						
2004	\$ 557,259	\$ 757,229	\$ (199,970)	74%	\$ 116,156	89%
2005	\$ 602,188	\$ 865,803	\$ (263,615)	70%	\$ 124,699	106%
*2006	\$ 651,519	\$ 990,670	\$ (339,151)	66%	\$ 135,451	172%

Note: On July 1, 2008, PERS became a cost sharing plan and the state of Alaska will not be publishing a *Supplement to the Actuarial Valuation Report as of June 30, 2007*.

\* The actuarial cost method was changed from Projected Unit Credit to Entry Age Normal effective with the June 30, 2006 valuation.

This page intentionally left blank

# Supplemental Schedules

This page intentionally left blank



	Total	Statewide Programs and Services	University of Alaska Fairbanks	University of Alaska Anchorage	University of Alaska Southeast	Prince William Sound
<b>ASSETS</b>						
<b>Current assets:</b>						
Cash and short-term investments	\$ 35,104,506	\$ 41,995,894	\$ (3,301,896)	\$ (2,874,490)	\$ (850,744)	\$ 135,742
Accounts receivable, net	61,858,312	3,493,645	38,735,659	17,444,747	2,668,558	(484,297)
Inventories	8,110,183	1,457,534	4,982,905	1,375,670	271,991	22,083
Other assets	774,448	217,941	273,254	209,206	62,532	11,515
Total current assets	<u>105,847,449</u>	<u>47,165,014</u>	<u>40,689,922</u>	<u>16,155,133</u>	<u>2,152,337</u>	<u>(314,957)</u>
<b>Noncurrent assets:</b>						
Restricted cash and long-term investments	103,613,917	78,508,125	10,011,490	14,047,584	1,046,718	-
Notes receivable	4,583,259	4,583,259	-	-	-	-
Endowment investments	145,211,954	145,211,954	-	-	-	-
Land Grant Trust property and other assets	45,000,666	44,850,160	136,212	14,294	-	-
Education Trust of Alaska	8,569,221	8,569,221	-	-	-	-
Capital assets, net of depreciation	792,160,659	20,184,600	419,513,201	279,189,811	61,585,646	11,687,401
Total noncurrent assets	<u>1,099,139,676</u>	<u>301,907,319</u>	<u>429,660,903</u>	<u>293,251,689</u>	<u>62,632,364</u>	<u>11,687,401</u>
Total assets	<u>1,204,987,125</u>	<u>349,072,333</u>	<u>470,350,825</u>	<u>309,406,822</u>	<u>64,784,701</u>	<u>11,372,444</u>
<b>LIABILITIES</b>						
<b>Current liabilities:</b>						
Accounts payable and accrued expenses	64,346,177	44,820,799	8,781,772	9,780,094	854,816	108,696
Accrued annual leave	10,458,912	10,458,912	-	-	-	-
Deferred lease revenue - current portion	1,281,000	-	1,281,000	-	-	-
Long-term debt - current portion	9,659,508	3,957,460	3,310,488	1,936,560	455,000	-
Deposits from students and others	3,148,693	45,065	1,378,782	1,515,926	184,492	24,428
Total current liabilities	<u>88,894,290</u>	<u>59,282,236</u>	<u>14,752,042</u>	<u>13,232,580</u>	<u>1,494,308</u>	<u>133,124</u>
<b>Noncurrent liabilities:</b>						
Capital appropriation advances	5,463,559	-	1,007,227	3,307,089	960,881	188,362
Deferred lease revenue	6,084,750	-	6,084,750	-	-	-
Long-term debt	127,018,718	1,890,000	60,503,679	51,943,039	12,682,000	-
Net pension and OPEB obligations	31,325,361	2,911,138	16,679,449	9,475,451	1,985,053	274,270
Security deposits and other liabilities	7,396,678	7,396,678	-	-	-	-
Total noncurrent liabilities	<u>177,289,066</u>	<u>12,197,816</u>	<u>84,275,105</u>	<u>64,725,579</u>	<u>15,627,934</u>	<u>462,632</u>
Total liabilities	<u>266,183,356</u>	<u>71,480,052</u>	<u>99,027,147</u>	<u>77,958,159</u>	<u>17,122,242</u>	<u>595,756</u>
Interfund	-	33,751,818	(1,616,378)	(24,852,578)	(5,807,585)	(1,475,277)
<b>NET ASSETS</b>						
Invested in capital assets, net of related debt	671,700,450	20,184,601	353,862,936	237,029,264	48,936,248	11,687,401
Restricted expendable	73,856,238	66,166,225	3,770,169	3,383,400	534,795	1,649
Restricted nonexpendable	126,751,765	125,991,275	77,824	682,666	-	-
Unrestricted	66,495,316	31,498,362	15,229,127	15,205,911	3,999,001	562,915
Total net assets	<u>\$ 938,803,769</u>	<u>\$ 243,840,463</u>	<u>\$ 372,940,056</u>	<u>\$ 256,301,241</u>	<u>\$ 53,470,044</u>	<u>\$ 12,251,965</u>

## UNIVERSITY OF ALASKA

## Statements of Revenues, Expenses and Changes in Net Assets

## GASB 35 Presentation

## By Major Administrative Unit

June 30, 2008

	Total	Statewide Programs and Services	University of Alaska Fairbanks	University of Alaska Anchorage	University of Alaska Southeast	Prince William Sound
<b>Operating revenues:</b>						
Student tuition and fees	\$ 99,920,771	\$ 921,702	\$ 32,130,850	\$ 57,072,061	\$ 9,192,657	\$ 603,501
less tuition allowance	(7,837,500)	(72,090)	(2,542,655)	(4,471,154)	(706,359)	(45,242)
	92,083,271	849,612	29,588,195	52,600,907	8,486,298	558,259
Federal grants and contracts	136,496,751	749,489	107,425,544	23,272,787	4,492,258	556,673
State grants and contracts	17,884,987	2,058,826	8,808,432	5,983,212	943,265	91,252
Local grants and contracts	3,472,514	22,785	2,246,469	1,112,383	8,808	82,069
Private grants and contracts	45,985,275	6,286,050	28,651,895	8,915,940	1,938,533	192,857
Federal appropriations	2,991,385	-	2,991,385	-	-	-
Local appropriations	716,731	-	-	72,000	-	644,731
Sales and services, educational departments	3,344,928	130,038	1,736,064	1,427,648	45,951	5,227
Sales and services, auxiliary enterprises,						
net of tuition allowance	39,191,883	-	17,348,826	19,296,296	2,308,680	238,081
Other	14,456,787	1,169,442	8,573,616	3,969,940	604,377	139,412
<b>Total operating revenues</b>	<b>356,624,512</b>	<b>11,266,242</b>	<b>207,370,426</b>	<b>116,651,113</b>	<b>18,828,170</b>	<b>2,508,561</b>
<b>Operating expenses:</b>						
Instruction	183,190,268	4,381,705	74,708,747	85,644,707	16,126,534	2,328,575
Academic support	52,173,936	-	28,967,444	17,683,555	5,208,007	314,930
Research	121,842,719	-	110,691,647	9,390,581	1,760,491	-
Public service	36,063,595	3,011,035	20,940,474	11,399,145	365,340	347,601
Student service	45,437,126	-	18,154,745	23,302,865	3,636,339	343,177
Operations and maintenance	54,983,276	1,145,356	32,094,872	15,742,687	5,141,032	859,329
Institutional support	82,610,826	35,241,529	19,752,615	20,810,635	6,120,277	685,770
Student aid	14,879,085	32,370	4,576,593	8,849,988	1,407,810	12,324
Auxiliary enterprises	39,409,874	-	18,710,027	17,809,900	2,618,072	271,875
Depreciation	56,883,288	2,273,386	34,267,269	15,782,658	4,012,310	547,665
Pension expense - NPO, OPEB state on-behalf payments	29,002,526	910,925	13,743,358	12,490,016	1,580,058	278,169
<b>Total operating expenses</b>	<b>716,476,519</b>	<b>46,996,306</b>	<b>376,607,791</b>	<b>238,906,737</b>	<b>47,976,270</b>	<b>5,989,415</b>
<b>Operating loss</b>	<b>(359,852,007)</b>	<b>(35,730,064)</b>	<b>(169,237,365)</b>	<b>(122,255,624)</b>	<b>(29,148,100)</b>	<b>(3,480,854)</b>
<b>Nonoperating revenues (expenses):</b>						
State appropriations	300,026,900	23,883,474	141,665,624	105,748,784	25,750,318	2,978,700
State on-behalf contributions - pension	28,463,417	854,528	13,457,496	12,331,964	1,544,905	274,524
Investment earnings	4,408,497	3,911,100	147,759	304,474	45,164	-
Endowment investment income (loss)	(4,594,574)	(4,594,574)	-	-	-	-
Endowment sales and other proceeds	5,558,686	1,781,065	1,698,769	1,997,617	81,235	-
Interest on debt	(4,894,416)	(449,243)	(2,499,698)	(1,498,562)	(446,913)	-
Other nonoperating expenses	(3,422,729)	(2,449,417)	(887,554)	(39,793)	(45,612)	(353)
<b>Net nonoperating revenues</b>	<b>325,545,781</b>	<b>22,936,933</b>	<b>153,582,396</b>	<b>118,844,484</b>	<b>26,929,097</b>	<b>3,252,871</b>

UNIVERSITY OF ALASKA  
Statements of Revenues, Expenses and Changes in Net Assets  
GASB 35 Presentation  
By Major Administrative Unit  
June 30, 2008

	Total	Statewide Programs and Services	University of Alaska Fairbanks	University of Alaska Anchorage	University of Alaska Southeast	Prince William Sound
Loss before other revenues, expenses, gains or losses	\$ (34,306,226)	\$ (12,793,131)	\$ (15,654,969)	\$ (3,411,140)	\$ (2,219,003)	\$ (227,983)
Capital appropriations, grants and contracts	85,659,674	1,252	29,476,243	50,182,820	3,132,242	2,867,117
Transfers	-	(1,670,341)	1,495,052	(2,627)	202,217	(24,301)
Net F&A recovery (cost)	-	3,903,244	(3,321,837)	(500,801)	(78,946)	(1,660)
Net increase (decrease) in net assets	51,353,448	(10,558,976)	11,994,489	46,268,252	1,036,510	2,613,173
Net assets	887,450,321	254,399,439	360,945,567	210,032,989	52,433,534	9,638,792
Net assets - beginning of year	\$ 938,803,769	\$ 243,840,463	\$ 372,940,056	\$ 256,301,241	\$ 53,470,044	\$ 12,251,965
Net assets - end of year						

UNIVERSITY OF ALASKA

Balance Sheet

June 30, 2008

	<u>Current Funds</u>		<u>Student Loan Funds</u>
	<u>Unrestricted</u>	<u>Restricted</u>	
<b>ASSETS</b>			
Cash and investments	\$ 113,429,375	\$ 680,040	\$ 73,670
Education Trust of Alaska	-	-	-
Accounts and notes receivable, less allowance of \$5,239	7,030,938	42,276,532	5,580
State appropriations receivable	-	-	-
Inventories	8,105,651	-	-
Other assets	716,647	7,800	-
Investment in plant, net	-	-	-
Total assets	<u>\$ 129,282,611</u>	<u>\$ 42,964,372</u>	<u>\$ 79,250</u>
<b>LIABILITIES</b>			
Accounts payable and accrued expenses	\$ 51,529,258	\$ 3,052,905	\$ (490)
Security deposits and other liabilities	4,767,395	171,783	(19,209)
Accrued annual leave	10,458,912	-	-
Capital appropriation advances	-	-	-
Net pension and OPEB obligations	31,325,361	-	-
Deferred lease revenue	-	-	-
Long-term debt	-	-	-
Total liabilities	<u>98,080,926</u>	<u>3,224,688</u>	<u>(19,699)</u>
Interfund	<u>(27,178,591)</u>	<u>39,220,866</u>	<u>(172,172)</u>
<b>FUND BALANCES</b>			
Unrestricted:			
Designated:			
General	21,680,400	-	-
Retirement of indebtedness	-	-	-
Renewals and replacements	-	-	-
Undesignated	36,699,876	-	-
Restricted:			
Grants refundable	-	518,818	-
Federal loan programs	-	-	77,168
Established by donors	-	-	193,953
Education Trust of Alaska	-	-	-
Unexpended plant	-	-	-
Retirement of indebtedness	-	-	-
Net investment in plant	-	-	-
Total fund balances	<u>58,380,276</u>	<u>518,818</u>	<u>271,121</u>
Total liabilities and fund balances	<u>\$ 129,282,611</u>	<u>\$ 42,964,372</u>	<u>\$ 79,250</u>

Endowment Funds	Education Trust of Alaska Fund	Plant Funds	Agency Funds	Total Funds
\$ 144,776,820	\$ -	\$ 24,833,733	\$ 5,236	\$ 283,798,874
-	8,569,221	-	-	8,569,221
4,583,259	124,276	11,337,776	(1,893)	65,356,468
-	-	1,216,607	-	1,216,607
-	-	-	4,532	8,110,183
45,000,666	-	50,000	-	45,775,113
-	-	791,926,033	-	791,926,033
<u>\$ 194,360,745</u>	<u>\$ 8,693,497</u>	<u>\$ 829,364,149</u>	<u>\$ 7,875</u>	<u>\$ 1,204,752,499</u>
\$ 19,141	\$ 3,750	\$ 9,447,443	\$ 59,545	\$ 64,111,552
47,000	3,520,000	-	2,058,401	10,545,370
-	-	-	-	10,458,912
-	-	5,463,559	-	5,463,559
-	-	-	-	31,325,361
-	-	7,365,750	-	7,365,750
5,847,460	-	130,830,766	-	136,678,226
<u>5,913,601</u>	<u>3,523,750</u>	<u>153,107,518</u>	<u>2,117,946</u>	<u>265,948,730</u>
<u>1,026,532</u>	<u>(3,212)</u>	<u>(10,783,352)</u>	<u>(2,110,071)</u>	<u>-</u>
27,228,123	-	-	-	48,908,523
-	-	1,493,645	-	1,493,645
-	-	7,497,924	-	7,497,924
-	-	-	-	36,699,876
-	-	-	-	518,818
-	-	-	-	77,168
160,192,489	-	-	-	160,386,442
-	5,172,959	-	-	5,172,959
-	-	20,667,985	-	20,667,985
-	-	4,311,349	-	4,311,349
-	-	653,069,080	-	653,069,080
<u>187,420,612</u>	<u>5,172,959</u>	<u>687,039,983</u>	<u>-</u>	<u>938,803,769</u>
<u>\$ 194,360,745</u>	<u>\$ 8,693,497</u>	<u>\$ 829,364,149</u>	<u>\$ 7,875</u>	<u>\$ 1,204,752,499</u>

UNIVERSITY OF ALASKA  
Statement of Change in Fund Balance  
Year Ended June 30, 2008

	Current Funds		Student	Endowment
	Unrestricted	Restricted	Loan Funds	and Similar Funds
<b>Revenues and other additions:</b>				
Tuition and fees, net	\$ 92,083,271	\$ -	\$ -	\$ -
State appropriations - operating	300,026,900	-	-	-
State on-behalf contributions - pension	28,463,417	-	-	-
State appropriations - capital or other	-	-	-	-
Federal appropriations	-	2,991,385	-	-
Local appropriations	716,731	-	-	-
Federal grants and contracts	72,990	136,424,345	555	-
State grants and contracts	3,878	13,139,548	-	-
Local grants and contracts	101,402	3,371,112	-	-
Private grants and contracts	5,085,926	40,899,349	-	-
Investment income	2,528,769	2,517	2,993	-
Endowment proceeds, investment income (loss)	5,476,256	16,681	-	(4,408,825)
Sales and services, educational departments	3,034,359	310,569	-	-
Sales and services, auxiliary enterprises	41,011,131	-	-	-
Bond proceeds	-	-	-	-
Recovery of facilities and administrative costs	30,731,085	-	-	-
Other income	14,326,390	130,397	-	-
Additions for plant facilities	-	-	-	-
Retirement of indebtedness	-	-	-	-
<b>Total revenues and other additions</b>	<b>523,662,505</b>	<b>197,285,903</b>	<b>3,548</b>	<b>(4,408,825)</b>
<b>Expenditures and other deductions:</b>				
<b>Educational and general expenditures</b>				
Instruction	159,163,945	25,582,294	-	-
Academic support	49,694,606	4,350,639	-	-
Research	35,289,433	92,384,127	-	-
Public service	12,711,503	22,319,333	-	-
Student service	41,627,962	3,898,674	-	-
Operations and maintenance	57,028,109	920,614	-	-
Institutional support	80,909,646	2,894,016	-	-
Student aid	6,090,336	8,786,214	-	-
Auxiliary enterprises	42,765,207	-	-	-
Facilities and administrative costs recovered	178,321	29,563,575	-	-
NPO, OPEB and state on-behalf payments	29,002,526	-	-	-
Depreciation expense	-	-	-	-
Loss on disposal of equipment	-	-	-	-
Retirement of indebtedness	-	-	-	(105,000)
Interest on indebtedness	-	-	-	369,685
Expended for plant facilities	-	-	-	-
Other	-	-	2,535	95,255
Disposal of plant assets	-	-	-	-
Increase in net indebtedness	-	-	-	-
<b>Total expenditures and other deductions</b>	<b>514,461,594</b>	<b>190,699,486</b>	<b>2,535</b>	<b>359,940</b>
<b>Transfers between funds:</b>				
<b>Mandatory:</b>				
Principal and interest, educational plant	(7,944,962)	-	-	-
Principal and interest, auxiliary enterprises	(2,217,851)	-	-	-
Endowment	(136)	(52)	-	188
Unexpended plant	-	-	-	-
<b>Nonmandatory</b>	<b>3,947,962</b>	<b>(6,948,903)</b>	<b>-</b>	<b>(1,969,103)</b>
<b>Net transfers between funds</b>	<b>(6,214,987)</b>	<b>(6,948,955)</b>	<b>-</b>	<b>(1,968,915)</b>
<b>Net increase (decrease) in fund balances</b>	<b>2,985,924</b>	<b>(362,538)</b>	<b>1,013</b>	<b>(6,737,680)</b>
Fund balances at beginning of year	55,394,352	881,356	270,108	194,158,292
Fund balances at end of year	\$ 58,380,276	\$ 518,818	\$ 271,121	\$ 187,420,612

Education Trust of Alaska Fund	Plant Funds				Total
	Unexpended	Retirement of Indebtedness	Renewals and Replacements	Investment in Plant	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 92,083,271
-	-	-	-	-	300,026,900
-	-	-	-	-	28,463,417
-	45,508,921	-	-	-	45,508,921
-	-	-	-	-	2,991,385
-	-	-	-	-	716,731
-	3,358,452	-	-	-	139,856,342
-	40,889,962	-	-	-	54,033,388
-	406	-	-	-	3,472,920
-	533,633	-	-	-	46,518,908
1,369,432	399,692	51,332	123,519	-	4,478,254
-	-	-	-	-	1,084,112
-	-	-	-	-	3,344,928
-	-	-	-	-	41,011,131
-	23,795,000	-	-	-	23,795,000
-	-	-	-	-	30,731,085
-	-	-	-	-	14,456,787
-	-	-	-	112,741,391	112,741,391
-	-	-	-	5,380,803	5,380,803
<u>1,369,432</u>	<u>114,486,066</u>	<u>51,332</u>	<u>123,519</u>	<u>118,122,194</u>	<u>950,695,674</u>
-	-	-	-	-	184,746,239
-	-	-	-	-	54,045,245
-	-	-	-	-	127,673,560
-	-	-	-	-	35,030,836
-	-	-	-	-	45,526,636
-	-	-	-	-	57,948,723
-	-	-	-	-	83,803,662
-	-	-	-	-	14,876,550
-	-	-	-	-	42,765,207
-	989,189	-	-	-	30,731,085
-	-	-	-	-	29,002,526
-	-	-	-	56,883,288	56,883,288
-	-	-	-	739,930	739,930
-	-	5,485,803	-	-	5,380,803
-	-	4,541,789	-	-	4,911,474
-	91,988,603	-	-	-	91,988,603
2,609,821	6,404,732	37,965	-	-	9,150,308
-	-	-	-	120,000	120,000
-	-	-	-	24,017,551	24,017,551
<u>2,609,821</u>	<u>99,382,524</u>	<u>10,065,557</u>	<u>-</u>	<u>81,760,769</u>	<u>899,342,226</u>
-	-	7,944,962	-	-	-
-	-	2,217,851	-	-	-
-	-	-	-	-	-
-	(651,899)	651,899	-	-	-
-	2,602,223	72,970	1,013,851	1,281,000	-
-	1,950,324	10,887,682	1,013,851	1,281,000	-
<u>(1,240,389)</u>	<u>17,053,866</u>	<u>873,457</u>	<u>1,137,370</u>	<u>37,642,425</u>	<u>51,353,448</u>
<u>6,413,348</u>	<u>3,614,119</u>	<u>4,931,537</u>	<u>6,360,554</u>	<u>615,426,655</u>	<u>887,450,321</u>
<u>\$ 5,172,959</u>	<u>\$ 20,667,985</u>	<u>\$ 5,804,994</u>	<u>\$ 7,497,924</u>	<u>\$ 653,069,080</u>	<u>\$ 938,803,769</u>

UNIVERSITY OF ALASKA  
Unrestricted Current Funds  
Balance Sheet  
By Major Administrative Unit  
June 30, 2008

	Total	Statewide Programs and Services Schedule 1.1	University of Alaska Fairbanks Schedule 1.2	University of Alaska Anchorage Schedule 1.3	University of Alaska Southeast Schedule 1.4	Prince William Sound Schedule 1.5
<b>ASSETS</b>						
Cash and investments	\$ 113,429,375	\$ 120,457,502	\$ (3,438,636)	\$ (2,874,490)	\$ (850,743)	\$ 135,742
Accounts and notes receivable net of allowance for: unrestricted receivables \$3,818,118 restricted receivables \$1,383,060	7,030,938	1,257,097	1,662,208	3,389,894	717,146	4,593
Inventories	8,105,651	1,457,533	4,982,905	1,375,671	267,460	22,082
Other assets	716,647	217,942	273,254	209,205	4,731	11,515
Total assets	\$ 129,282,611	\$ 123,390,074	\$ 3,479,731	\$ 2,100,280	\$ 138,594	\$ 173,932
<b>LIABILITIES</b>						
Accounts payable and accrued expenses	\$ 51,529,258	\$ 44,579,814	\$ 2,427,409	\$ 3,658,964	\$ 772,861	\$ 90,210
Deposits held in custody for others	4,767,395	3,876,677	402,147	456,423	25,838	6,310
Accrued annual leave	10,458,912	10,458,912	-	-	-	-
Net pension and OPEB obligations	31,325,361	2,911,138	16,679,449	9,475,451	1,985,053	274,270
Total liabilities	98,080,926	61,826,541	19,509,005	13,590,838	2,783,752	370,790
Interfund	(27,178,591)	32,025,411	(28,108,656)	(24,045,153)	(6,290,421)	(759,772)
<b>FUND BALANCES</b>						
Unrestricted:						
Designated	21,680,400	25,479,821	(4,592,183)	8,206	839,066	(54,510)
Undesignated	36,699,876	4,058,301	16,671,565	12,546,389	2,806,197	617,424
Total fund balances	58,380,276	29,538,122	12,079,382	12,554,595	3,645,263	562,914
Total liabilities and fund balances	\$ 129,282,611	\$ 123,390,074	\$ 3,479,731	\$ 2,100,280	\$ 138,594	\$ 173,932



	Statewide Programs and Services
<b>ASSETS</b>	
Cash and investments	\$ 120,457,502
Accounts and notes receivable net of allowance for: unrestricted receivables \$3,820 restricted receivables \$8,829	1,257,097
Inventories	1,457,533
Other assets	217,942
Total assets	<u>\$ 123,390,074</u>
<b>LIABILITIES</b>	
Accounts payable and accrued expenses	\$ 44,579,814
Deposits held in custody for others	3,876,677
Accrued annual leave	10,458,912
Net pension and OPEB obligations	2,911,138
Total liabilities	<u>61,826,541</u>
Interfund	<u>32,025,411</u>
<b>FUND BALANCES</b>	
Unrestricted:	
Designated	25,479,821
Undesignated	4,058,301
Total fund balances	<u>29,538,122</u>
Total liabilities and fund balances	<u>\$ 123,390,074</u>

UNIVERSITY OF ALASKA  
Unrestricted Current Funds  
Balance Sheet  
University of Alaska Fairbanks  
June 30, 2008

ASSETS	University of Alaska Fairbanks
Cash and investments	\$ (3,438,636)
Accounts and notes receivable net of allowance for: unrestricted receivables \$236,466 restricted receivables \$935,049	1,662,208
Inventories	4,982,905
Other assets	<u>273,254</u>
Total assets	<u>\$ 3,479,731</u>
LIABILITIES	
Accounts payable and accrued expenses	\$ 2,427,409
Deposits held in custody for others	402,147
Net pension and OPEB obligations	<u>16,679,449</u>
Total liabilities	<u>19,509,005</u>
Interfund	<u>(28,108,656)</u>
FUND BALANCES	
Unrestricted:	
Designated	(4,592,183)
Undesignated	<u>16,671,565</u>
Total fund balances	<u>12,079,382</u>
Total liabilities and fund balances	<u>\$ 3,479,731</u>

Note: University of Alaska Fairbanks fund structure does not provide for reporting balance sheet information by campus.

UNIVERSITY OF ALASKA  
Unrestricted Current Funds  
Balance Sheet  
University of Alaska Anchorage  
June 30, 2008

	Total	Anchorage	Kenai Peninsula	Kodiak	Matanuska-Susitna
<b>ASSETS</b>					
Cash and investments	\$ (2,874,490)	\$ (2,898,829)	\$ 10,922	\$ 4,342	\$ 9,075
Accounts and notes receivable net of allowance for: unrestricted receivables \$3,488,003 restricted receivables \$197,582	3,389,894	3,069,252	281,803	9,674	29,165
Inventories	1,375,671	1,173,419	159,991	26,067	16,194
Other assets	209,205	202,800	5,493	-	912
<b>Total assets</b>	<b>\$ 2,100,280</b>	<b>\$ 1,546,642</b>	<b>\$ 458,209</b>	<b>\$ 40,083</b>	<b>\$ 55,346</b>
<b>LIABILITIES</b>					
Accounts payable and accrued expenses	\$ 3,658,964	\$ 3,057,248	\$ 545,241	\$ 13,402	\$ 43,073
Deposits held in custody for others	456,423	455,487	576	-	360
Net pension and OPEB obligations	9,475,451	8,648,167	375,995	182,123	269,166
<b>Total liabilities</b>	<b>13,590,838</b>	<b>12,160,902</b>	<b>921,812</b>	<b>195,525</b>	<b>312,599</b>
Interfund	(24,045,153)	(21,514,302)	(1,034,359)	(881,579)	(614,913)
<b>FUND BALANCES</b>					
Unrestricted:					
Designated	8,206	(938,984)	297,768	528,956	120,466
Undesignated	12,546,389	11,839,026	272,988	197,181	237,194
<b>Total fund balances</b>	<b>12,554,595</b>	<b>10,900,042</b>	<b>570,756</b>	<b>726,137</b>	<b>357,660</b>
<b>Total liabilities and fund balances</b>	<b>\$ 2,100,280</b>	<b>\$ 1,546,642</b>	<b>\$ 458,209</b>	<b>\$ 40,083</b>	<b>\$ 55,346</b>

UNIVERSITY OF ALASKA  
Unrestricted Current Funds  
Balance Sheet  
University of Alaska Southeast  
June 30, 2008

	Total	Juneau	Ketchikan	Sitka
<b>ASSETS</b>				
Cash and investments	\$ (850,743)	\$ (864,264)	\$ 6,560	\$ 6,961
Accounts and notes receivable net of allowance for: unrestricted receivables \$74,173 restricted receivables \$241,600	717,146	391,170	89,067	236,909
Inventories	267,460	222,998	36,977	7,485
Other assets	4,731	2,205	2,526	-
Total assets	\$ 138,594	\$ (247,891)	\$ 135,130	\$ 251,355
<b>LIABILITIES</b>				
Accounts payable and accrued expenses	\$ 772,861	\$ 734,444	\$ (17,030)	\$ 55,447
Deposits held in custody for others	25,838	25,838	-	-
Net pension and OPEB obligations	1,985,053	1,533,890	174,984	276,179
Total liabilities	2,783,752	2,294,172	157,954	331,626
Interfund	(6,290,421)	(6,102,903)	26,158	(213,676)
<b>FUND BALANCES</b>				
Unrestricted:				
Designated	839,066	857,130	(103,782)	85,718
Undesignated	2,806,197	2,703,710	54,800	47,687
Total fund balances	3,645,263	3,560,840	(48,982)	133,405
Total liabilities and fund balances	\$ 138,594	\$ (247,891)	\$ 135,130	\$ 251,355

	Prince William Sound
<b>ASSETS</b>	
Cash and investments	\$ 135,742
Accounts and notes receivable net of allowance for: unrestricted receivables \$15,656	4,593
Inventories	22,082
Other assets	11,515
Total assets	<u>\$ 173,932</u>
<b>LIABILITIES</b>	
Accounts payable and accrued expenses	\$ 90,210
Deposits held in custody for others	6,310
Net pension and OPEB obligations	274,270
Total liabilities	<u>370,790</u>
Interfund	<u>(759,772)</u>
<b>FUND BALANCES</b>	
Unrestricted:	
Designated	(54,510)
Undesignated	617,424
Total fund balances	<u>562,914</u>
Total liabilities and fund balances	<u>\$ 173,932</u>

64 UNIVERSITY OF ALASKA  
Unrestricted Current Funds  
Statement of Changes in Fund Balances  
By Major Administrative Unit  
Year Ended June 30, 2008

	Total	Statewide Programs and Services	University of Alaska Fairbanks Schedule 2.1	University of Alaska Anchorage Schedule 2.2	University of Alaska Southeast Schedule 2.3	Prince William Sound
<b>Revenues and other additions</b>						
Educational and general	\$ 92,083,271	\$ 849,612	\$ 29,588,195	\$ 52,600,907	\$ 8,486,298	\$ 558,259
Tuition and fees, net	300,026,900	23,883,474	141,665,624	105,748,784	25,750,318	2,978,700
State appropriations	28,463,417	854,528	13,457,495	12,331,965	1,544,905	274,524
State on-behalf contributions - pension	716,731	-	-	72,000	-	644,731
Local appropriations	72,990	-	72,990	-	-	-
Federal grants and contracts	3,878	-	8,878	-	-	-
State grants and contracts	101,402	-	19,333	-	(5,000)	-
Local grants and contracts	5,085,926	1,915,605	1,313,733	1,428,630	240,615	82,069
Private grants and contracts	2,528,769	2,517,259	(51,242)	62,364	388	187,343
Investment income	2,612,529	2,612,529	-	-	-	-
Endowment investment income	2,863,727	(927,938)	1,729,087	1,981,343	81,235	-
Endowment sales and other proceeds	3,034,359	119,256	1,516,807	1,356,618	36,451	5,227
Sales and services, educational departments	30,731,085	4,098,994	23,288,445	2,819,401	516,471	7,774
Recovery of facilities and administrative costs	14,326,390	1,169,442	8,480,537	3,932,622	604,377	139,412
Other sources	482,651,374	37,092,761	221,089,882	182,334,634	37,256,058	4,878,039
Total educational and general	41,011,131	-	18,515,325	19,935,739	2,317,299	242,768
Auxiliary enterprises revenues	523,662,505	37,092,761	239,605,207	202,270,373	39,573,357	5,120,807
Total revenues and other additions						
<b>Expenditures and other deductions</b>						
Educational and general	159,163,945	642,060	62,165,967	79,808,481	14,534,684	2,012,753
Instruction	49,694,606	-	26,935,364	17,640,057	4,785,978	333,207
Academic support	35,289,433	-	32,012,002	3,252,884	24,547	-
Research	12,711,503	464,001	9,017,394	2,861,650	36,380	332,078
Public service	41,627,962	-	16,850,046	21,059,903	3,374,836	343,177
Student service	57,028,109	1,145,356	32,324,292	17,714,744	4,984,389	859,328
Operation and maintenance of plant	80,909,646	35,463,764	18,977,759	19,819,874	5,962,479	685,770
General administration and institutional expense	6,090,336	32,370	2,310,884	3,502,532	243,686	864
Student aid	178,321	-	178,321	-	-	-
Facilities and administrative costs recovered	442,693,861	37,747,551	200,772,029	165,660,125	33,946,979	4,567,177
Total educational and general expenditures	42,765,207	-	21,211,085	18,652,638	2,624,922	276,562
Auxiliary enterprises expenditures	29,002,526	910,925	13,743,357	12,490,016	1,580,058	278,170
NPO, OPEB, and state on-behalf payments	514,461,594	38,658,476	235,726,471	196,802,779	38,151,959	5,121,909
Total expenditures and other deductions						

UNIVERSITY OF ALASKA  
Unrestricted Current Funds  
Statement of Changes in Fund Balances  
By Major Administrative Unit  
Year Ended June 30, 2008

	Total	Statewide Programs and Services	University of Alaska Fairbanks Schedule 2.1	University of Alaska Anchorage Schedule 2.2	University of Alaska Southeast Schedule 2.3	Prince William Sound
Transfers between funds						
Mandatory transfers						
Educational and general						
Principal and interest	\$ (7,944,962)	\$ (183,302)	\$ (5,409,987)	\$ (1,695,193)	\$ (656,480)	\$ -
From (to) endowment funds	(136)	-	60	(196)	-	-
Total educational and general	<u>(7,945,098)</u>	<u>(183,302)</u>	<u>(5,409,927)</u>	<u>(1,695,389)</u>	<u>(656,480)</u>	<u>-</u>
Auxiliary enterprises						
Principal and interest	(2,217,851)	-	(172,471)	(1,912,777)	(132,603)	-
Total mandatory transfers	<u>(10,162,949)</u>	<u>(183,302)</u>	<u>(5,582,398)</u>	<u>(3,608,166)</u>	<u>(789,083)</u>	<u>-</u>
Nonmandatory transfers						
Educational and general						
Intrafund	-	(2,162,265)	2,180,387	(23,508)	29,686	(24,300)
From (to) restricted funds	7,103,418	(9,982)	2,149,076	4,252,951	659,022	52,351
From (to) endowment funds	3,016,980	3,016,980	-	-	-	-
From (to) unexpended plant funds	(3,911,580)	225,615	(670,814)	(3,639,615)	173,234	-
From retirement of indebtedness funds	33,940	-	33,940	-	-	-
To renewals and replacements funds	(517,257)	(123,700)	(327,125)	(66,432)	-	-
To investment in plant funds	(1,281,000)	-	(1,281,000)	-	-	-
Auxiliary enterprises						
To renewals and replacements funds	(496,539)	-	-	(429,539)	(67,000)	-
Total nonmandatory transfers	<u>3,947,962</u>	<u>946,648</u>	<u>2,084,464</u>	<u>93,857</u>	<u>794,942</u>	<u>28,051</u>
Total transfers between funds	<u>(6,214,987)</u>	<u>763,346</u>	<u>(3,497,934)</u>	<u>(3,514,309)</u>	<u>5,859</u>	<u>28,051</u>
Net increase (decrease) in fund balances	2,985,924	(802,369)	380,802	1,953,285	1,427,257	26,949
Fund balances at beginning of year	55,394,352	30,340,491	11,698,580	10,601,310	2,218,006	535,965
Fund balances at end of year	<u>\$ 58,380,276</u>	<u>\$ 29,538,122</u>	<u>\$ 12,079,382</u>	<u>\$ 12,554,595</u>	<u>\$ 3,645,263</u>	<u>\$ 562,914</u>

6 UNIVERSITY OF ALASKA  
Unrestricted Current Funds  
Statement of Changes in Fund Balances  
University of Alaska Fairbanks  
Year Ended June 30, 2008

	Total	Fairbanks	Research Schedule 2.4	Cooperative Extension	College of Rural Alaska Schedule 2.11
Revenues and other additions					
Educational and general					
Tuition and fees, net	\$ 29,588,195	\$ 20,941,374	\$ -	\$ -	\$ 8,646,821
State appropriations	141,665,624	100,812,578	19,626,995	3,679,820	17,546,231
State on-behalf contributions - pension	13,457,495	6,255,610	4,396,811	577,295	2,227,779
Federal grants and contracts	72,990	72,990	-	-	-
State grants and contracts	8,878	8,878	-	-	-
Local grants and contracts	19,333	19,333	-	-	-
Private grants and contracts	1,313,733	1,165,879	23,462	-	124,392
Investment income	(51,242)	(51,378)	136	-	-
Endowment sales and other proceeds	1,729,087	1,674,696	54,391	-	-
Sales and services, educational departments	1,516,807	716,917	300,296	88,328	411,266
Recovery of facilities and administrative costs	23,288,445	9,654,734	12,867,461	235,213	531,037
Other sources	8,480,537	7,053,392	1,221,697	9,924	195,524
Total educational and general	221,089,882	148,325,003	38,491,249	4,590,580	29,683,050
Auxiliary enterprises revenues	18,515,325	17,185,111	-	-	1,330,214
Total revenues and other additions	239,605,207	165,510,114	38,491,249	4,590,580	31,013,264
Expenditures and other deductions					
Educational and general					
Instruction	62,165,967	42,869,458	-	-	19,296,509
Academic support	26,935,364	21,547,043	-	-	5,388,321
Research	32,012,002	81,014	31,927,864	18	3,106
Public service	9,017,394	3,934,182	1,057,635	4,005,600	19,977
Student service	16,850,046	15,336,363	-	-	1,513,683
Operation and maintenance of plant	32,324,292	30,535,055	-	-	1,789,237
General administration and institutional expense	18,977,759	18,977,759	-	-	-
Student aid	2,310,884	2,133,683	5,000	-	172,201
Facilities and administrative costs recovered	178,321	-	178,321	-	-
Total educational and general expenditures	200,772,029	135,414,557	33,168,820	4,005,618	28,183,034
Auxiliary enterprises expenditures	21,211,085	19,647,606	-	-	1,563,479
NPO, OPEB, and state on-behalf payments	13,743,357	6,415,288	4,482,754	583,997	2,261,318
Total expenditures and other deductions	235,726,471	161,477,451	37,651,574	4,589,615	32,007,831



UNIVERSITY OF ALASKA  
 Unrestricted Current Funds  
 Statement of Changes in Fund Balances  
 University of Alaska Fairbanks  
 Year Ended June 30, 2008

Schedule 2.1  
 Sheet 2 of 2

	Total	Fairbanks	Research Schedule 2.4	Cooperative Extension	College of Rural Alaska Schedule 2.11
Transfers between funds					
Mandatory transfers					
Educational and general					
Principal and interest	\$ (5,409,987)	\$ (5,212,621)	\$ (128,879)	\$ -	\$ (68,487)
To endowment funds	60	60	-	-	-
Total educational and general	<u>(5,409,927)</u>	<u>(5,212,561)</u>	<u>(128,879)</u>	<u>-</u>	<u>(68,487)</u>
Auxiliary enterprises					
Principal and interest	(172,471)	(172,471)	-	-	-
Total mandatory transfers	<u>(5,582,398)</u>	<u>(5,385,032)</u>	<u>(128,879)</u>	<u>-</u>	<u>(68,487)</u>
Nonmandatory transfers					
Educational and general					
Intrafund	2,180,387	3,216,352	(1,085,172)	12,745	36,462
From restricted funds	2,149,076	1,290,024	61,540	-	797,512
To unexpended plant	(670,814)	(670,814)	-	-	-
From retirement of indebtedness funds	33,940	33,940	-	-	-
To renewals and replacements funds	(327,125)	(327,125)	-	-	-
To investment in plant funds	(1,281,000)	(1,281,000)	-	-	-
Total nonmandatory transfers	<u>2,084,464</u>	<u>2,261,377</u>	<u>(1,023,632)</u>	<u>12,745</u>	<u>833,974</u>
Total transfers between funds	<u>(3,497,934)</u>	<u>(3,123,655)</u>	<u>(1,152,511)</u>	<u>12,745</u>	<u>765,487</u>
Net increase (decrease) in fund balances	380,802	909,008	(312,836)	13,710	(229,080)
Fund balances at beginning of year	11,698,580	8,261,323	2,453,154	14,672	969,431
Fund balances at end of year	<u>\$ 12,079,382</u>	<u>\$ 9,170,331</u>	<u>\$ 2,140,318</u>	<u>\$ 28,382</u>	<u>\$ 740,351</u>

UNIVERSITY OF ALASKA  
Unrestricted Current Funds  
Statement of Changes in Fund Balances  
University of Alaska Fairbanks, College of Rural Alaska  
Year Ended June 30, 2008

	Total	Rural College Schedule 2.111	Chukchi	Kuskokwim	Northwest
Revenues and other additions					
Educational and general					
Tuition and fees, net	\$ 8,646,821	\$ 7,953,626	\$ 140,032	\$ 350,515	\$ 202,648
State appropriations	17,546,231	12,256,542	856,828	2,846,574	1,586,287
State on-behalf contributions - pension	2,227,779	1,479,919	107,197	466,587	174,076
Private grants and contracts	124,392	124,392	-	-	-
Sales and services, educational departments	411,266	352,104	-	59,162	-
Recovery of facilities and administrative costs	531,037	376,690	14,793	116,087	23,467
Other sources	195,524	86,657	-	107,143	1,724
Total educational and general	29,683,050	22,629,930	1,118,850	3,946,068	1,988,202
Auxiliary enterprises revenues	1,330,214	996,886	3,239	322,180	7,909
Total revenues and other additions	31,013,264	23,626,816	1,122,089	4,268,248	1,996,111
Expenditures and other deductions					
Educational and general					
Instruction	19,296,509	16,319,547	555,123	1,621,778	800,061
Academic support	5,388,321	3,469,505	358,355	964,926	595,535
Research	3,106	-	-	-	3,106
Public service	19,977	19,377	600	-	-
Student service	1,513,683	849,986	47,104	395,023	221,570
Operation and maintenance of plant	1,789,237	838,979	120,944	573,315	255,999
Student aid	172,201	162,043	1,152	384	8,622
Total educational and general expenditures	28,183,034	21,659,437	1,083,278	3,555,426	1,884,893
Auxiliary enterprises expenditures	1,563,479	1,107,056	6,670	446,080	3,673
NPO, OPEB, and state on-behalf payments	2,261,318	1,503,111	108,562	472,353	177,292
Total expenditures and other deductions	32,007,831	24,269,604	1,198,510	4,473,859	2,065,858
Transfers between funds					
Mandatory transfers					
Educational and general	(68,487)	(68,487)	-	-	-
Principal and interest					
Nonmandatory transfers					
Educational and general					
Intrafund	36,462	30,799	38,247	23,904	(56,488)
From restricted funds	797,512	696,654	20,367	58,723	21,768
Total nonmandatory transfers	833,974	727,453	58,614	82,627	(34,720)
Total transfers between funds	765,487	658,966	58,614	82,627	(34,720)
Net increase (decrease) in fund balances	(229,080)	16,178	(17,807)	(122,984)	(104,467)
Fund balances at beginning of year	969,431	820,885	39,096	(1,480)	110,930
Fund balances at end of year	\$ 740,351	\$ 837,063	\$ 21,289	\$ (124,464)	\$ 6,463

UNIVERSITY OF ALASKA  
 Unrestricted Current Funds  
 Statement of Changes in Fund Balances  
 University of Alaska Fairbanks, Rural College  
 Year Ended June 30, 2008

Schedule 2.111  
 Sheet 1 of 1

	Total	Bristol Bay	Interior Campus	CRA Programs	Tanana Valley
Revenues and other additions					
Educational and general					
Tuition and fees, net	\$ 7,953,626	\$ 236,709	\$ 263,769	\$ 2,936,929	\$ 4,516,219
State appropriations	12,256,542	1,100,081	1,619,991	4,388,968	5,147,502
State on-behalf contributions - pension	1,479,919	192,225	199,046	435,742	652,906
Private grants and contracts	124,392	19,439	18,054	83,599	3,300
Sales and services, educational departments	352,104	-	85,399	13,264	253,441
Recovery of facilities and administrative costs	376,690	122,642	152,081	101,967	-
Other sources	86,657	54,290	-	24,282	8,085
Total educational and general	22,629,930	1,725,386	2,338,340	7,984,751	10,581,453
Auxiliary enterprises revenues	996,886	7,429	4,667	984,790	-
Total revenues and other additions	23,626,816	1,732,815	2,343,007	8,969,541	10,581,453
Expenditures and other deductions					
Educational and general					
Instruction	16,319,547	879,913	1,626,814	5,572,921	8,239,899
Academic support	3,469,505	438,478	333,949	1,589,830	1,107,248
Public service	19,377	1,400	-	17,977	-
Student service	849,986	89,830	71,340	388,105	300,711
Operation and maintenance of plant	838,979	151,771	184,030	-	503,178
Student aid	162,043	7,390	4,122	147,611	2,920
Total educational and general expenditures	21,659,437	1,568,782	2,220,255	7,716,444	10,153,956
Auxiliary enterprises expenditures	1,107,056	7,375	5,911	1,093,770	-
NPO, OPEB, and state on-behalf payments	1,503,111	196,064	202,881	445,036	659,130
Total expenditures and other deductions	24,269,604	1,772,221	2,429,047	9,255,250	10,813,086
Transfers between funds					
Mandatory transfers	(68,487)	-	(9,796)	(58,691)	-
Educational and general					
Principal and interest	30,799	(8,029)	(47,418)	161,943	(75,697)
Nonmandatory transfers	696,654	30,801	43,118	241,311	381,424
Intrafund	727,453	22,772	(4,300)	403,254	305,727
From restricted funds	658,966	22,772	(14,096)	344,563	305,727
Total nonmandatory transfers	16,178	(16,634)	(100,136)	58,854	74,094
Total transfers between funds	820,885	35,137	100,890	637,498	47,360
Net increase (decrease) in fund balances	\$ 837,063	\$ 18,503	\$ 754	\$ 696,352	\$ 121,454
Fund balances at beginning of year					
Fund balances at end of year					

UNIVERSITY OF ALASKA  
Unrestricted Current Funds  
Statement of Changes in Fund Balances  
University of Alaska Anchorage  
Year Ended June 30, 2008

	Total	Anchorage	Kenai Peninsula	Kodiak	Matanuska-Susitna
Revenues and other additions					
Educational and general					
Tuition and fees, net	\$ 52,600,907	\$ 46,914,572	\$ 2,590,988	\$ 554,817	\$ 2,540,530
State appropriations	105,748,784	91,952,223	7,062,518	2,656,400	4,077,643
State on-behalf contributions - pension	12,331,965	10,994,416	688,919	200,130	448,500
Local appropriations	72,000	-	-	72,000	-
Private grants and contracts	1,428,630	1,428,130	-	500	-
Investment income	62,364	62,364	-	-	-
Endowment sales and other proceeds	1,981,343	1,981,343	-	-	-
Sales and services, educational departments	1,356,618	875,566	465,631	4,931	10,490
Recovery of facilities and administrative costs	2,819,401	2,765,155	43,566	10,680	-
Other sources	3,932,622	3,774,182	43,857	2,847	111,736
Total educational and general	182,334,634	160,747,951	10,895,479	3,502,305	7,188,899
Auxiliary enterprises revenues	19,935,739	19,103,465	510,721	96,837	224,716
Total revenues and other additions	202,270,373	179,851,416	11,406,200	3,599,142	7,413,615
Expenditures and other deductions					
Educational and general					
Instruction	79,808,481	69,485,883	5,893,373	1,205,244	3,223,981
Academic support	17,640,057	15,496,254	912,825	308,886	922,092
Research	3,252,884	3,252,884	-	-	-
Public service	2,861,650	2,711,595	147,174	2,881	-
Student service	21,059,903	19,048,074	853,560	255,718	902,551
Operation and maintenance of plant	17,714,744	14,150,408	1,777,893	726,990	1,059,453
General administration and institutional expense	19,819,874	17,167,203	972,521	662,176	1,017,974
Student aid	3,502,532	3,322,689	121,887	26,716	31,240
Total educational and general expenditures	165,660,125	144,634,990	10,679,233	3,188,611	7,157,291
Auxiliary enterprises expenditures	18,652,638	17,864,693	472,914	72,618	242,413
NPO, OPEB, and state on-behalf payments	12,490,016	11,136,906	696,234	203,305	453,571
Total expenditures and other deductions	196,802,779	173,636,589	11,848,381	3,464,534	7,853,275

UNIVERSITY OF ALASKA  
 Unrestricted Current Funds  
 Statement of Changes in Fund Balances  
 University of Alaska Anchorage  
 Year Ended June 30, 2008

Schedule 2.2  
 Sheet 2 of 2

	Total	Anchorage	Kenai Peninsula	Kodiak	Matanuska-Susitna
Transfers between funds					
Mandatory transfers					
Educational and general					
Principal and interest	\$ (1,695,193)	\$ (1,661,450)	\$ (33,743)	\$ -	\$ -
To endowment funds	(196)	(196)	-	-	-
Total educational and general	<u>(1,695,389)</u>	<u>(1,661,646)</u>	<u>(33,743)</u>	<u>-</u>	<u>-</u>
Auxiliary enterprises					
Principal and interest	(1,912,777)	(1,912,777)	-	-	-
Total mandatory transfers	<u>(3,608,166)</u>	<u>(3,574,423)</u>	<u>(33,743)</u>	<u>-</u>	<u>-</u>
Nonmandatory transfers					
Educational and general					
Intrafund	(23,508)	(35,728)	24,554	(2,801)	(9,533)
From restricted funds	4,252,951	3,756,757	232,426	47,085	216,683
From (to) unexpended plant	(3,639,615)	(3,673,040)	33,425	-	-
To renewals and replacements funds	(66,432)	(66,432)	-	-	-
Auxiliary enterprises					
To renewals and replacements funds	(429,539)	(429,539)	-	-	-
Total nonmandatory transfers	<u>93,857</u>	<u>(447,982)</u>	<u>290,405</u>	<u>44,284</u>	<u>207,150</u>
Total transfers between funds	<u>(3,514,309)</u>	<u>(4,022,405)</u>	<u>256,662</u>	<u>44,284</u>	<u>207,150</u>
Net increase (decrease) in fund balances	1,953,285	2,192,422	(185,519)	178,892	(232,510)
Fund balances at beginning of year	10,601,310	8,707,620	756,275	547,245	590,170
Fund balances at end of year	<u>\$ 12,554,595</u>	<u>\$ 10,900,042</u>	<u>\$ 570,756</u>	<u>\$ 726,137</u>	<u>\$ 357,660</u>

UNIVERSITY OF ALASKA  
 Unrestricted Current Funds  
 Statement of Changes in Fund Balances  
 University of Alaska Southeast  
 Year Ended June 30, 2008

Schedule 2.3  
 Sheet 1 of 2

	Total	Juneau	Ketchikan	Sitka
Revenues and other additions				
Educational and general				
Tuition and fees, net	\$ 8,486,298	\$ 5,977,601	\$ 825,885	\$ 1,682,812
State appropriations	25,750,318	20,424,152	2,601,300	2,724,866
State on-behalf contributions - pension	1,544,905	1,258,398	125,807	160,700
State grants and contracts	(5,000)	(5,000)	-	-
Private grants and contracts	240,615	45,022	16,500	179,093
Investment income	388	388	-	-
Endowment sales and other proceeds	81,235	81,235	-	-
Sales and services, educational departments	36,451	19,093	10,626	6,732
Recovery of facilities and administrative costs	516,471	449,012	6,356	61,103
Other sources	604,377	584,200	14,835	5,342
Total educational and general	37,256,058	28,834,101	3,601,309	4,820,648
Auxiliary enterprises revenues	2,317,299	2,135,150	142,895	39,254
Total revenues and other additions	39,573,357	30,969,251	3,744,204	4,859,902
Expenditures and other deductions				
Educational and general				
Instruction	14,534,684	9,945,870	1,826,799	2,762,015
Academic support	4,785,978	3,960,261	434,637	391,080
Research	24,547	24,547	-	-
Public service	36,380	-	-	36,380
Student service	3,374,836	2,962,230	266,275	146,331
Operation and maintenance of plant	4,984,389	3,855,866	605,862	522,661
General administration and institutional expense	5,962,479	4,769,919	481,955	710,605
Student aid	243,686	198,523	18,843	26,320
Total educational and general expenditures	33,946,979	25,717,216	3,634,371	4,595,392
Auxiliary enterprises expenditures	2,624,922	2,450,488	138,545	35,889
NPO, OPEB, and state on-behalf payments	1,580,058	1,285,528	128,846	165,684
Total expenditures and other deductions	38,151,959	29,453,232	3,901,762	4,796,965

UNIVERSITY OF ALASKA  
 Unrestricted Current Funds  
 Statement of Changes in Fund Balances  
 University of Alaska Southeast  
 Year Ended June 30, 2008

Schedule 2.3  
 Sheet 2 of 2

	Total	Juneau	Ketchikan	Sitka
Transfers between funds				
Mandatory transfers				
Educational and general				
Principal and interest	\$ (656,480)	\$ (656,480)	\$ -	\$ -
Auxiliary enterprises	(132,603)	(132,603)	-	-
Principal and interest	(789,083)	(789,083)	-	-
Total mandatory transfers				
Nonmandatory transfers				
Educational and general				
Intrafund	29,686	28,664	(3,964)	4,986
From restricted funds	659,022	447,328	69,493	142,201
From unexpended plant funds	173,234	173,234	-	-
Auxiliary enterprises				
To renewals and replacements funds	(67,000)	(67,000)	-	-
Total nonmandatory transfers	794,942	582,226	65,529	147,187
Total transfers	5,859	(206,857)	65,529	147,187
Net increase (decrease) in fund balances	1,427,257	1,309,162	(92,029)	210,124
Fund balances at beginning of year	2,218,006	2,251,678	43,047	(76,719)
Fund balances at end of year	\$ 3,645,263	\$ 3,560,840	\$ (48,982)	\$ 133,405

UNIVERSITY OF ALASKA  
Unrestricted Current Funds  
Statement of Changes in Fund Balances  
Fairbanks Research  
Year Ended June 30, 2008

	Balances July 1, 2007	Revenues and Other Additions Schedule 2.41	Expenditures and Other Deductions Schedule 2.42	Transfers In (Out)	Balances June 30, 2008
Fairbanks Research					
Geophysical Institute	\$ (1,276,677)	\$ 11,912,001	\$ 12,289,994	\$ (212,529)	\$ (1,867,199)
Institute of Arctic Biology	235,624	6,916,462	6,305,876	(684,594)	161,616
Agricultural and Forestry Experiment Station	48,283	5,143,410	5,347,643	186,799	30,849
School of Fisheries and Ocean Sciences	(36,984)	3,484,202	3,291,504	(188,892)	(33,178)
General Research	147,109	3,713,986	3,985,777	297,617	172,935
Institute of Northern Engineering	91,365	3,102,672	3,210,711	46,608	29,934
International Arctic Research Center	3,023,513	2,455,194	1,670,044	(386,985)	3,421,678
Arctic Region Supercomputing Center	216,161	1,279,892	1,136,496	(147,757)	211,800
Mineral Industry Research Laboratory	4,760	483,430	413,529	(62,778)	11,883
Total Fairbanks Research	\$ 2,453,154	\$ 38,491,249	\$ 37,651,574	\$ (1,152,511)	\$ 2,140,318



UNIVERSITY OF ALASKA  
Unrestricted Current Funds  
Schedule of Revenues and Other Additions  
Fairbanks Research  
Year Ended June 30, 2008

	Total	State Appropriations	State On-Behalf Contributions-Pension	Private Grants and Contracts	Investment Income	Endowment Sales and Other Proceeds	Sales and Services	Recovery of Facilities and Administrative Costs	Other Sources
Fairbanks Research									
Geophysical Institute	\$ 11,912,001	\$ 5,326,691	\$ 1,634,877	\$ 5,746	\$ 136	\$ 5,895	\$ 26,500	\$ 4,139,667	\$ 772,489
Institute of Arctic Biology	6,916,462	3,587,980	729,892	15,376	-	1,233	181,695	2,365,309	34,977
Agricultural and Forestry									
Experiment Station	5,143,410	4,196,563	700,883	-	-	-	91,357	120,704	33,903
School of Fisheries and Ocean Sciences	3,484,202	1,516,649	518,684	-	-	-	368	1,209,599	238,902
General Research	3,713,986	2,263,174	82,323	-	-	-	-	1,363,353	5,136
Institute of Northern Engineering	3,102,672	1,313,974	353,198	1,804	-	-	-	1,300,029	133,667
International Arctic Research Center	2,455,194	1,067,637	178,704	-	-	47,263	-	1,158,967	2,623
Arctic Region Supercomputing Center	1,279,892	-	198,250	536	-	-	-	1,081,106	-
Mineral Industry Research Laboratory	483,430	354,327	-	-	-	-	376	128,727	-
Total Fairbanks Research	\$ 38,491,249	\$ 19,626,995	\$ 4,396,811	\$ 23,462	\$ 136	\$ 54,391	\$ 300,296	\$ 12,867,461	\$ 1,221,697

UNIVERSITY OF ALASKA  
 Unrestricted Current Funds  
 Schedule of Expenditures and Other Deductions  
 Fairbanks Research  
 Year Ended June 30, 2008

Schedule 2.42  
 Sheet 1 of 1

	Total	Research	Public Service	Student Aid	Facilities and Administrative Cost Recovered	NPO, OPEB and State On-Behalf
Fairbanks Research						
Geophysical Institute	\$ 12,289,994	\$ 10,041,614	\$ 404,037	-	\$ 178,321	\$ 1,666,022
Institute of Arctic Biology	6,305,876	5,544,324	14,596	5,000	-	741,956
Agricultural and Forestry Experiment Station	5,347,643	4,435,583	202,990	-	-	709,070
School of Fisheries and Ocean Sciences	3,291,504	2,764,917	-	-	-	526,587
General Research	3,985,777	3,511,881	385,788	-	-	88,108
Institute of Northern Engineering	3,210,711	2,802,913	50,224	-	-	357,574
International Arctic Research Center	1,670,044	1,486,961	-	-	-	183,083
Arctic Region Supercomputing Center	1,136,496	926,142	-	-	-	210,354
Mineral Industry Research Laboratory	413,529	413,529	-	-	-	-
Total Fairbanks Research	<u>\$ 37,651,574</u>	<u>\$ 31,927,864</u>	<u>\$ 1,057,635</u>	<u>\$ 5,000</u>	<u>\$ 178,321</u>	<u>\$ 4,482,754</u>

UNIVERSITY OF ALASKA  
 Unrestricted Current Funds  
 Analysis of Revenue - Other Sources  
 Year Ended June 30, 2008

Schedule 2.5  
 Sheet 1 of 1

	Total	Statewide Programs and Services	University of Alaska Fairbanks	University of Alaska Anchorage	University of Alaska Southeast	Prince William Sound
Rentals	\$ 4,157,684	\$ -	\$ 3,379,495	\$ 538,782	\$ 238,832	\$ 575
Sport center/athletic/events	2,346,719	-	727,689	1,601,432	2,310	15,288
Miscellaneous	2,773,670	1,169,442	775,942	707,649	42,223	78,414
Recharge & service center	1,689,738	-	1,337,279	98,758	253,701	-
Museum admission and sales	1,665,149	-	1,656,293	-	-	8,856
Sales	1,072,269	-	355,767	665,542	50,215	745
Fees	621,161	-	248,072	320,459	17,096	35,534
Total revenue - other sources	\$ 14,326,390	\$ 1,169,442	\$ 8,480,537	\$ 3,932,622	\$ 604,377	\$ 139,412

UNIVERSITY OF ALASKA  
Unrestricted Current Funds  
Statement of Changes in Fund Balances  
By Major Administrative Unit  
Year Ended June 30, 2008

	Balances July 1, 2007	Revenue and Other Additions	Expenditures and Other Deductions	Mandatory Transfers	Nonmandatory Transfers	Balances June 30, 2008
Statewide Programs and Services	\$ 30,340,491	\$ 37,092,761	\$ 38,658,476	\$ (183,302)	\$ 946,648	\$ 29,538,122
University of Alaska Fairbanks	5,206,031	178,008,015	172,274,197	(5,281,048)	2,248,612	7,907,413
Academic	2,560,652	7,910,518	7,577,383	(122,619)	-	2,771,168
Auxiliary	5,736	4,146,275	4,323,372	-	730	(170,631)
Housing	59,572	420,953	397,810	-	-	82,715
Bookstore	451,990	1,691,214	1,935,222	-	15,900	223,882
Wood Center	(48,581)	377,542	296,620	(49,852)	(40,000)	(57,511)
Parking	(613,345)	1,237,663	1,418,952	-	-	(794,634)
Ice arena	(59,548)	365,697	568,992	-	180,273	(82,570)
Technology center	1,668,247	3,055,337	4,692,734	-	-	30,850
University of Alaska Press	-	(689,836)	-	-	689,836	-
Board/food service	4,024,723	18,515,363	21,211,085	(172,471)	846,739	2,003,269
Tuition allowance	2,453,154	38,491,249	37,651,574	(128,879)	(1,023,632)	2,140,318
Total auxiliary	14,672	4,590,580	4,589,615	-	12,745	28,382
Research, Fairbanks	11,698,580	239,605,207	235,726,471	(5,582,398)	2,084,464	12,079,382
Cooperative Extension	-	-	-	-	-	-
Total University of Alaska Fairbanks	7,182,250	182,268,523	178,150,141	(1,783,394)	132,692	9,649,930
University of Alaska Anchorage	(1,480,267)	4,941,582	3,541,211	(1,824,772)	62,082	(1,842,586)
Academic	2,020,490	8,925,767	8,648,316	-	(191,074)	2,106,867
Auxiliary	1,982,037	3,131,729	3,199,592	-	-	1,914,174
Housing	546,358	2,030,815	1,897,717	-	(372,512)	306,944
Bookstore	350,442	1,452,916	1,365,802	-	(18,290)	419,266
Food service	-	(480,959)	-	-	480,959	-
Parking program	3,419,060	20,001,850	18,652,638	(1,824,772)	(38,835)	2,904,665
Student health center	10,601,310	202,270,373	196,802,779	(3,608,166)	93,857	12,554,595
Tuition allowance	-	-	-	-	-	-
Total auxiliary	-	-	-	-	-	-
Total University of Alaska Anchorage	-	-	-	-	-	-

UNIVERSITY OF ALASKA  
Unrestricted Current Funds  
Statement of Changes in Fund Balances  
By Major Administrative Unit  
Year Ended June 30, 2008

	Balances July 1, 2007	Revenue and Other Additions	Expenditures and Other Deductions	Mandatory Transfers	Nonmandatory Transfers	Balances June 30, 2008
University of Alaska Southeast						
Academic Auxiliary	\$ 778,851	\$ 37,237,814	\$ 35,527,037	\$ (656,480)	\$ 493,386	\$ 2,326,534
Housing and food service Bookstore	904,208	1,326,102	1,328,640	(132,603)	225,001	994,068
Student activity center	444,573	816,556	951,290	-	-	309,839
Tuition allowance	90,374	274,940	344,992	-	(5,500)	14,822
	-	(82,055)	-	-	82,055	-
Total auxiliary	1,439,155	2,335,543	2,624,922	(132,603)	301,556	1,318,729
Total University of Alaska Southeast	2,218,006	39,573,357	38,151,959	(789,083)	794,942	3,645,263
Prince William Sound						
Academic Auxiliary	365,833	4,878,039	4,845,347	-	(3,004)	395,521
Housing Bookstore	134,370	143,056	139,190	-	20,000	158,236
Tuition allowance	35,762	110,767	137,372	-	-	9,157
	-	(11,055)	-	-	11,055	-
Total auxiliary	170,132	242,768	276,562	-	31,055	167,393
Total Prince William Sound	535,965	5,120,807	5,121,909	-	28,051	562,914
Total	\$ 55,394,352	\$ 523,662,505	\$ 514,461,594	\$ (10,162,949)	\$ 3,947,962	\$ 58,380,276

	Balances July 1, 2007	Revenue and Other Additions	Expenditures and Other Deductions	Mandatory Transfers	Nonmandatory Transfers	Balances June 30, 2008
<b>Fairbanks</b>						
Academic Auxiliary	\$ 4,745,447	\$ 148,324,965	\$ 141,829,845	\$ (5,212,561)	\$ 1,432,273	\$ 7,460,279
Housing Bookstore	2,516,571	7,633,722	7,205,995	(122,619)	-	2,821,679
Wood Center	(459,030)	3,075,222	3,131,281	-	730	(514,359)
Parking	59,572	420,953	397,810	-	-	82,715
Ice arena	451,990	1,691,214	1,935,222	-	15,900	223,882
Technology center	(48,581)	377,542	296,620	(49,852)	(40,000)	(57,511)
University of Alaska Press	(613,345)	1,237,663	1,418,952	-	-	(794,634)
Board/food service	(59,548)	365,697	568,992	-	180,273	(82,570)
Tuition allowance	1,668,247	3,055,337	4,692,734	-	-	30,850
	-	(672,201)	-	-	672,201	-
Total auxiliary	3,515,876	17,185,149	19,647,606	(172,471)	829,104	1,710,052
Research Cooperative Extension	2,453,154	38,491,249	37,651,574	(128,879)	(1,023,632)	2,140,318
	14,672	4,590,580	4,589,615	-	12,745	28,382
Total Fairbanks	10,729,149	208,591,943	203,718,640	(5,513,911)	1,250,490	11,339,031
<b>Rural College</b>						
Academic Auxiliary, bookstore	276,749	22,629,930	23,162,548	(68,487)	727,453	403,097
	544,136	996,886	1,107,056	-	-	433,966
Total Rural College	820,885	23,626,816	24,269,604	(68,487)	727,453	837,063
<b>Chukchi</b>						
Academic Auxiliary, bookstore	33,406	1,118,850	1,191,840	-	58,614	19,030
	5,690	3,239	6,670	-	-	2,259
Total Chukchi	39,096	1,122,089	1,198,510	-	58,614	21,289
<b>Kuskokwim</b>						
Academic Auxiliary	33,969	3,946,068	4,027,779	-	64,992	17,250
Housing Bookstore	44,081	276,796	371,388	-	-	(50,511)
Tuition allowance	(79,530)	63,019	74,692	-	-	(91,203)
	-	(17,635)	-	-	17,635	-
Total auxiliary	(35,449)	322,180	446,080	-	17,635	(141,714)
Total Kuskokwim	(1,480)	4,268,248	4,473,859	-	82,627	(124,464)
<b>Northwest</b>						
Academic Auxiliary, bookstore	116,460	1,988,202	2,062,185	-	(34,720)	7,757
	(5,530)	7,909	3,673	-	-	(1,294)
Total Northwest	110,930	1,996,111	2,065,858	-	(34,720)	6,463
Total University of Alaska Fairbanks	\$ 11,698,580	\$ 239,605,207	\$ 235,726,471	\$ (5,582,398)	\$ 2,084,464	\$ 12,079,382

UNIVERSITY OF ALASKA  
Unrestricted Current Funds  
Statement of Changes in Fund Balances  
University of Alaska Anchorage  
Year Ended June 30, 2008

	Balances July 1, 2007	Revenue and Other Additions	Expenditures and Other Deductions	Mandatory Transfers	Nonmandatory Transfers	Balances June 30, 2008
Anchorage	\$ 5,767,199	\$ 160,681,840	\$ 155,771,896	\$ (1,749,651)	\$ (409,147)	\$ 8,518,345
Academic	(1,480,267)	4,941,582	3,541,211	(1,824,772)	62,082	(1,842,586)
Auxiliary	1,562,125	8,152,133	7,913,220	-	(191,074)	1,609,964
Housing	1,982,037	3,131,729	3,199,592	-	-	1,914,174
Bookstore	546,358	2,030,815	1,897,717	-	(372,512)	306,944
Food service	330,168	1,394,276	1,312,953	-	(18,290)	393,201
Parking program	-	(480,959)	-	-	480,959	-
Student health center	2,940,421	19,169,576	17,864,693	(1,824,772)	(38,835)	2,381,697
Tuition allowance	8,707,620	179,851,416	173,636,589	(3,574,423)	(447,982)	10,900,042
Total auxiliary						
Total Anchorage	476,289	10,895,479	11,375,467	(33,743)	290,405	252,963
Kenai Peninsula	259,712	452,081	420,065	-	-	291,728
Academic	20,274	58,640	52,849	-	-	26,065
Auxiliary	279,986	510,721	472,914	-	-	317,793
Bookstore	756,275	11,406,200	11,848,381	(33,743)	290,405	570,756
Student health center						
Total auxiliary						
Total Kenai Peninsula						
Kodiak	449,507	3,502,305	3,391,916	-	44,284	604,180
Academic	97,738	96,837	72,618	-	-	121,957
Auxiliary, bookstore	547,245	3,599,142	3,464,534	-	44,284	726,137
Total Kodiak						
Matanuska-Susitna	489,255	7,188,899	7,610,862	-	207,150	274,442
Academic	100,915	224,716	242,413	-	-	83,218
Auxiliary, bookstore	590,170	7,413,615	7,853,275	-	207,150	357,660
Total Matanuska-Susitna						
Total University of Alaska Anchorage	\$ 10,601,310	\$ 202,270,373	\$ 196,802,779	\$ (3,608,166)	\$ 93,857	\$ 12,554,595

UNIVERSITY OF ALASKA  
Unrestricted Current Funds  
Statement of Changes in Fund Balances  
University of Alaska Southeast  
Year Ended June 30, 2008

	Balances July 1, 2007	Revenue and Other Additions	Expenditures and Other Deductions	Mandatory Transfers	Nonmandatory Transfers	Balances June 30, 2008
<b>Juneau</b>						
Academic Auxiliary	\$ 914,398	\$ 28,815,857	\$ 27,002,744	\$ (656,480)	\$ 280,670	\$ 2,351,701
Housing and food service	904,208	1,326,102	1,328,640	(132,603)	225,001	994,068
Bookstore	342,698	634,407	776,856	-	-	200,249
Student activity center	90,374	274,940	344,992	-	(5,500)	14,822
Tuition allowance	-	(82,055)	-	-	82,055	-
Total auxiliary	1,337,280	2,153,394	2,450,488	(132,603)	301,556	1,209,139
Total Juneau	2,251,678	30,969,251	29,453,232	(789,083)	582,226	3,560,840
<b>Ketchikan</b>						
Academic Auxiliary, bookstore	(10,005)	3,601,309	3,763,217	-	65,529	(106,384)
Total Ketchikan	53,052	142,895	138,545	-	-	57,402
	43,047	3,744,204	3,901,762	-	65,529	(48,982)
<b>Sitka</b>						
Academic Auxiliary, bookstore	(125,542)	4,820,648	4,761,076	-	147,187	81,217
Total Sitka	48,823	39,254	35,889	-	-	52,188
	(76,719)	4,859,902	4,796,965	-	147,187	133,405
Total University of Alaska Southeast	\$ 2,218,006	\$ 39,573,357	\$ 38,151,959	\$ (789,083)	\$ 794,942	\$ 3,645,263



UNIVERSITY OF ALASKA  
 Restricted Current Funds  
 Balance Sheet  
 By Major Administrative Unit  
 June 30, 2008

Schedule 4.0  
 Sheet 1 of 1

	Statewide Programs and Services	University of Alaska Fairbanks Schedule 4.1	University of Alaska Anchorage Schedule 4.2	University of Alaska Southeast Schedule 4.3	Prince William Sound
<b>ASSETS</b>					
Cash and investments	\$ -	\$ 662,711	\$ 15,829	\$ 1,500	\$ -
Accounts and notes receivable	2,099,097	32,118,069	7,147,349	1,400,907	(488,890)
Other assets	-	-	-	7,800	-
Total assets	<u>\$ 2,099,097</u>	<u>\$ 32,780,780</u>	<u>\$ 7,163,178</u>	<u>\$ 1,410,207</u>	<u>\$ (488,890)</u>
<b>LIABILITIES</b>					
Accounts payable and accrued expenses	\$ 186,531	\$ 2,360,027	\$ 475,140	\$ 33,134	\$ (1,927)
Deposits held in custody for others	-	-	84,110	87,673	-
Total liabilities	<u>186,531</u>	<u>2,360,027</u>	<u>559,250</u>	<u>120,807</u>	<u>(1,927)</u>
Interfund	1,969,513	30,728,187	5,736,043	1,275,735	(488,612)
FUND BALANCES					
Restricted	<u>(56,947)</u>	<u>(307,434)</u>	<u>867,885</u>	<u>13,665</u>	<u>1,649</u>
Total liabilities and fund balances	<u>\$ 2,099,097</u>	<u>\$ 32,780,780</u>	<u>\$ 7,163,178</u>	<u>\$ 1,410,207</u>	<u>\$ (488,890)</u>

UNIVERSITY OF ALASKA  
Restricted Current Funds  
Balance Sheet  
University of Alaska Fairbanks  
June 30, 2008

	Total	Fairbanks	Cooperative Extension	College of Rural Alaska Schedule 4.11
<b>ASSETS</b>				
Cash and investments	\$ 662,711	\$ 662,711	\$ -	\$ -
Accounts and notes receivable	32,118,069	28,515,778	482,320	3,119,971
Total assets	<u>\$ 32,780,780</u>	<u>\$ 29,178,489</u>	<u>\$ 482,320</u>	<u>\$ 3,119,971</u>
<b>LIABILITIES</b>				
Accounts payable and accrued expenses	\$ 2,360,027	\$ 2,141,116	\$ 27,191	\$ 191,720
Interfund	30,728,187	27,349,411	453,672	2,925,104
<b>FUND BALANCES</b>				
Restricted	<u>(307,434)</u>	<u>(312,038)</u>	<u>1,457</u>	<u>3,147</u>
Total liabilities and fund balances	<u>\$ 32,780,780</u>	<u>\$ 29,178,489</u>	<u>\$ 482,320</u>	<u>\$ 3,119,971</u>

UNIVERSITY OF ALASKA

Restricted Current Funds

Balance Sheet

University of Alaska Fairbanks, College of Rural Alaska

June 30, 2008

Schedule 4.11  
Sheet 1 of 1

	Total	Rural College Schedule 4.111	Chukchi	Kuskokwim	Northwest
<b>ASSETS</b>					
Accounts and notes receivable	\$ 3,119,971	\$ 2,055,565	\$ 63,616	\$ 826,295	\$ 174,495
<b>LIABILITIES</b>					
Accounts payable and accrued expenses	\$ 191,720	\$ 165,667	\$ 23,123	\$ 851	\$ 2,079
Interfund	2,925,104	1,889,313	39,467	824,283	172,041
<b>FUND BALANCES</b>					
Restricted	3,147	585	1,026	1,161	375
Total liabilities and fund balances	\$ 3,119,971	\$ 2,055,565	\$ 63,616	\$ 826,295	\$ 174,495

## UNIVERSITY OF ALASKA

## Restricted Current Funds

## Balance Sheet

University of Alaska Fairbanks, Rural College

June 30, 2008

Schedule 4.111  
Sheet 1 of 1

	Total	Bristol Bay	Interior Campus	CRA Programs	Tanana Valley
<b>ASSETS</b>					
Accounts and notes receivable	\$ 2,055,565	\$ 210,411	\$ 606,967	\$ 1,067,843	\$ 170,344
<b>LIABILITIES</b>					
Accounts payable and accrued expenses	\$ 165,667	\$ 674	\$ 62,842	\$ 102,107	\$ 44
Interfund	1,889,313	209,977	543,220	965,816	170,300
<b>FUND BALANCES</b>					
Restricted	585	(240)	905	(80)	-
Total liabilities and fund balances	\$ 2,055,565	\$ 210,411	\$ 606,967	\$ 1,067,843	\$ 170,344

UNIVERSITY OF ALASKA  
 Restricted Current Funds  
 Balance Sheet  
 University of Alaska Anchorage  
 June 30, 2008

Schedule 4.2  
 Sheet 1 of 1

	Total	Anchorage	Kenai Peninsula	Kodiak	Matanuska- Susitna
<b>ASSETS</b>					
Cash and investments	\$ 15,829	\$ 15,829	\$ -	\$ -	\$ -
Accounts and notes receivable	7,147,349	6,932,355	264,725	24,374	(74,105)
Total assets	<u>\$ 7,163,178</u>	<u>\$ 6,948,184</u>	<u>\$ 264,725</u>	<u>\$ 24,374</u>	<u>\$ (74,105)</u>
<b>LIABILITIES</b>					
Accounts payable and accrued expenses	\$ 475,140	\$ 467,461	\$ 6,140	\$ 1,539	\$ -
Deposits held in custody for others	84,110	84,110	-	-	-
Total liabilities	<u>559,250</u>	<u>551,571</u>	<u>6,140</u>	<u>1,539</u>	<u>-</u>
Interfund	<u>5,736,043</u>	<u>5,575,999</u>	<u>236,122</u>	<u>15,901</u>	<u>(91,979)</u>
<b>FUND BALANCES</b>					
Restricted	<u>867,885</u>	<u>820,614</u>	<u>22,463</u>	<u>6,934</u>	<u>17,874</u>
Total liabilities and fund balances	<u>\$ 7,163,178</u>	<u>\$ 6,948,184</u>	<u>\$ 264,725</u>	<u>\$ 24,374</u>	<u>\$ (74,105)</u>

UNIVERSITY OF ALASKA  
 Restricted Current Funds  
 Balance Sheet  
 University of Alaska Southeast  
 June 30, 2008

	Total	Juneau	Ketchikan	Sitka
<b>ASSETS</b>				
Cash and investments	\$ 1,500	\$ 1,500	\$ -	\$ -
Accounts and notes receivable	1,400,907	1,015,487	66,440	318,980
Other assets	7,800	7,800	-	-
Total assets	<u>\$ 1,410,207</u>	<u>\$ 1,024,787</u>	<u>\$ 66,440</u>	<u>\$ 318,980</u>
<b>LIABILITIES</b>				
Accounts payable and accrued expenses	\$ 33,134	\$ 27,384	\$ 1,799	\$ 3,951
Deposits held in custody for others	87,673	87,673	-	-
Total liabilities	<u>120,807</u>	<u>115,057</u>	<u>1,799</u>	<u>3,951</u>
Interfund	<u>1,275,735</u>	<u>911,325</u>	<u>64,641</u>	<u>299,769</u>
<b>FUND BALANCES</b>				
Restricted	<u>13,665</u>	<u>(1,595)</u>	<u>-</u>	<u>15,260</u>
Total liabilities and fund balances	<u>\$ 1,410,207</u>	<u>\$ 1,024,787</u>	<u>\$ 66,440</u>	<u>\$ 318,980</u>

UNIVERSITY OF ALASKA  
Restricted Current Funds  
Statement of Changes in Fund Balances  
By Major Administrative Unit  
Year Ended June 30, 2008

	Total	Statewide Programs and Services	University of Alaska Fairbanks Schedule 5.1	University of Alaska Anchorage Schedule 5.2	University of Alaska Southeast Schedule 5.3	Prince William Sound
Revenues and other additions						
Educational and general						
Federal appropriations	\$ 2,991,385	\$ -	\$ 2,991,385	\$ -	\$ -	\$ -
Federal grants and contracts	136,424,345	749,489	107,353,694	23,272,233	4,492,257	556,672
State grants and contracts	13,139,548	2,000,690	4,751,377	5,378,292	917,937	91,252
Local grants and contracts	3,371,112	22,785	2,227,135	1,112,383	8,809	-
Private gifts, grants and contracts	40,899,349	4,370,445	27,338,162	7,487,310	1,697,918	5,514
Investment income	2,517	-	-	2,517	-	-
Endowment sales and other proceeds	16,681	58	349	16,274	-	-
Sales and services, educational departments	310,569	10,782	219,257	71,030	9,500	-
Other sources	130,397	-	93,079	37,318	-	-
Total revenues and other additions	197,285,903	7,154,249	144,974,438	37,377,357	7,126,421	653,438
Expenditures and other deductions						
Educational and general						
Instruction	25,582,294	3,687,737	13,394,516	6,292,678	1,643,192	564,171
Academic support	4,350,639	-	2,945,850	901,242	503,547	-
Research	92,384,127	-	84,689,856	5,953,692	1,740,579	-
Public service	22,319,333	2,547,035	11,563,162	7,864,627	328,960	15,549
Student services	3,898,674	-	1,330,182	2,306,989	261,503	-
Operation and maintenance of plant	920,614	-	685,288	204,122	31,204	-
General administration and institutional expense	2,894,016	717,161	945,181	1,019,670	212,004	-
Student aid	8,786,214	-	2,265,709	5,344,920	1,164,124	11,461
Facilities and administrative costs	29,563,575	189,521	25,561,043	3,214,227	589,351	9,433
Total educational and general expenditures	190,699,486	7,141,454	143,380,787	33,102,167	6,474,464	600,614
Transfers between funds						
Mandatory transfers						
Educational and general						
To endowment funds	(52)	(58)	6	-	-	-
Nonmandatory transfers						
Educational and general						
To current unrestricted funds	(7,103,418)	(8,813)	(2,145,327)	(4,242,602)	(654,325)	(52,351)
From unexpended plant funds	154,515	-	154,515	-	-	-
Total nonmandatory transfers	(6,948,903)	(8,813)	(1,990,812)	(4,242,602)	(654,325)	(52,351)
Total transfers between funds	(6,948,955)	(8,871)	(1,990,806)	(4,242,602)	(654,325)	(52,351)
Net increase (decrease) in fund balances	(362,538)	3,924	(397,155)	32,588	(2,368)	473
Fund balances at beginning of year	881,356	(60,871)	89,721	835,297	16,033	1,176
Fund balances at end of year	\$ 518,818	\$ (56,947)	\$ (307,434)	\$ 867,885	\$ 13,665	\$ 1,649

UNIVERSITY OF ALASKA  
 Restricted Current Funds  
 Statement of Changes in Fund Balances  
 University of Alaska Fairbanks  
 Year Ended June 30, 2008

	Total	Fairbanks	Cooperative Extension	College of Rural Alaska Schedule 5.11
Revenues and other additions				
Educational and general				
Federal appropriations	\$ 2,991,385	\$ 1,899,426	\$ 1,091,959	-
Federal grants and contracts	107,353,694	97,040,451	1,633,948	8,679,295
State grants and contracts	4,751,377	3,089,674	420,365	1,241,338
Local grants and contracts	2,227,135	2,115,435	48,199	63,501
Private gifts, grants and contracts	27,338,162	25,412,143	359,240	1,566,779
Endowment sales and other proceeds	349	349	-	-
Sales and services, educational departments	219,257	219,257	-	-
Other sources	93,079	93,079	-	-
Total revenues and other additions	<u>144,974,438</u>	<u>129,869,814</u>	<u>3,553,711</u>	<u>11,550,913</u>
Expenditures and other deductions				
Educational and general				
Instruction	13,394,516	4,942,172	72,828	8,379,516
Academic support	2,945,850	2,631,834	-	314,016
Research	84,689,856	84,421,528	248,073	20,255
Public service	11,563,162	7,467,771	2,787,182	1,308,209
Student services	1,330,182	1,155,887	-	174,295
Operation and maintenance of plant	685,288	685,288	-	-
General administration and institutional expense	945,181	945,181	-	-
Student aid	2,265,709	2,062,189	-	203,520
Facilities and administrative costs	25,561,043	23,964,313	445,628	1,151,102
Total educational and general expenditures	<u>143,380,787</u>	<u>128,276,163</u>	<u>3,553,711</u>	<u>11,550,913</u>
Transfers between funds				
Mandatory transfers				
Educational and general	6	6	-	-
To endowment funds	6	6	-	-
Nonmandatory transfers				
Educational and general	(2,145,327)	(2,145,327)	-	-
To current unrestricted funds	154,515	154,515	-	-
From unexpended plant funds	(1,990,812)	(1,990,812)	-	-
Total nonmandatory transfers	<u>(1,990,806)</u>	<u>(1,990,806)</u>	<u>-</u>	<u>-</u>
Total transfers between funds	<u>(397,155)</u>	<u>(397,155)</u>	<u>-</u>	<u>-</u>
Net increase (decrease) in fund balances	89,721	85,117	1,457	3,147
Fund balances at beginning of year	<u>\$ (307,434)</u>	<u>\$ (312,038)</u>	<u>\$ 1,457</u>	<u>\$ 3,147</u>
Fund balances at end of year				



UNIVERSITY OF ALASKA  
Restricted Current Funds  
Statement of Changes in Fund Balances  
University of Alaska Fairbanks, College of Rural Alaska  
Year Ended June 30, 2008

	Total	Rural College Schedule 5.111	Chukohi	Kuskokwim	Northwest
Revenues and other additions					
Educational and general					
Federal grants and contracts	\$ 8,679,295	\$ 4,756,506	\$ 775,010	\$ 1,640,088	\$ 1,507,691
State grants and contracts	1,241,338	1,022,566	-	218,772	-
Local grants and contracts	63,501	-	-	63,501	-
Private gifts, grants and contracts	1,566,779	1,552,743	172	13,864	-
Total revenues and other additions	11,550,913	7,331,815	775,182	1,936,225	1,507,691
Expenditures and other deductions					
Educational and general					
Instruction	8,379,516	6,063,920	641,440	1,000,250	673,906
Academic support	314,016	41,247	-	272,769	-
Research	20,255	20,255	-	-	-
Public service	1,308,209	257,704	78,335	182,039	790,131
Student services	174,295	-	-	174,295	-
Student aid	203,520	147,788	-	55,732	-
Facilities and administrative costs	1,151,102	800,901	55,407	251,140	43,654
Total educational and general expenditures	11,550,913	7,331,815	775,182	1,936,225	1,507,691
Net increase (decrease) in fund balances	-	-	-	-	-
Fund balances at beginning of year	3,147	585	1,026	1,161	375
Fund balances at end of year	\$ 3,147	\$ 585	\$ 1,026	\$ 1,161	\$ 375

UNIVERSITY OF ALASKA  
Restricted Current Funds  
Statement of Changes in Fund Balances  
University of Alaska Fairbanks, Rural College  
Year Ended June 30, 2008

	Total	Bristol Bay	Interior Campus	CRA Programs	Tanana Valley
Revenue and other additions					
Educational and general					
Federal grants and contracts	\$ 4,756,506	\$ 1,441,677	\$ 2,039,633	\$ 737,197	\$ 537,999
State grants and contracts	1,022,566	225,566	142,617	497,163	157,220
Private gifts, grants and contracts	1,552,743	58,360	182,332	1,223,232	88,819
Total revenues and other additions	7,331,815	1,725,603	2,364,582	2,457,592	784,038
Expenditures and other deductions					
Educational and general					
Instruction	6,063,920	1,251,815	2,029,308	2,069,554	713,243
Academic support	41,247	9,526	-	31,721	-
Research	20,255	-	-	20,255	-
Public service	257,704	232,884	24,820	-	-
Student aid	147,788	-	-	105,110	42,678
Facilities and administrative costs	800,901	231,378	310,454	230,952	28,117
Total educational and general expenditures	7,331,815	1,725,603	2,364,582	2,457,592	784,038
Net increase (decrease) in fund balances	-	-	-	-	-
Fund balances at beginning of year	585	(240)	905	(80)	-
Fund balances at end of year	\$ 585	\$ (240)	\$ 905	\$ (80)	\$ -

UNIVERSITY OF ALASKA  
Restricted Current Funds  
Statement of Changes in Fund Balances  
University of Alaska Anchorage  
Year Ended June 30, 2008

	Total	Anchorage	Kenai Peninsula	Kodiak	Matanuska-Susitna
Revenues and other additions					
Educational and general					
Federal grants and contracts	\$ 23,272,233	\$ 23,066,391	\$ 148,853	\$ 25,236	\$ 31,753
State grants and contracts	5,378,292	4,858,137	431,123	89,032	-
Local grants and contracts	1,112,383	568,150	534,481	-	9,752
Private gifts, grants and contracts	7,487,310	7,395,491	91,819	-	-
Investment income	2,517	2,517	-	-	-
Endowment sales and other proceeds	16,274	580	15,694	-	-
Sales and services, educational departments	71,030	71,030	-	-	-
Other sources	37,318	36,102	-	1,216	-
Total revenues and other additions	37,377,357	35,998,398	1,221,970	115,484	41,505
Expenditures and other deductions					
Educational and general					
Instruction	6,292,678	5,498,511	652,994	102,020	39,153
Academic support	901,242	824,356	76,886	-	-
Research	5,953,692	5,924,217	29,475	-	-
Public service	7,864,627	7,824,375	40,252	-	-
Student services	2,306,989	2,131,571	175,418	-	-
Operation and maintenance of plant	204,122	151,249	52,873	-	-
General administration and institutional expense	1,019,670	1,019,670	-	-	-
Student aid	5,344,920	5,207,170	136,070	1,680	-
Facilities and administrative costs	3,214,227	3,144,351	55,276	12,248	2,352
Total educational and general expenditures	33,102,167	31,725,470	1,219,244	115,948	41,505
Transfers between funds					
Nonmandatory transfers					
Educational and general	(4,242,602)	(4,236,679)	(5,923)	-	-
To current unrestricted funds	32,588	36,249	(3,197)	(464)	-
Net increase (decrease) in fund balances	835,297	784,365	25,660	7,398	17,874
Fund balances at beginning of year	\$ 867,885	\$ 820,614	\$ 22,463	\$ 6,934	\$ 17,874
Fund balances at end of year					

UNIVERSITY OF ALASKA  
 Restricted Current Funds  
 Statement of Changes in Fund Balances  
 University of Alaska Southeast  
 Year Ended June 30, 2008

	Total	Juneau	Ketchikan	Sitka
Revenues and other additions				
Educational and general				
Federal grants and contracts	\$ 4,492,257	\$ 3,097,935	\$ 327,759	\$ 1,066,563
State grants and contracts	917,937	563,625	(2,541)	356,853
Local grants and contracts	8,809	8,809	-	-
Private gifts, grants and contracts	1,697,918	1,604,241	6,050	87,627
Sales and services, educational departments	9,500	-	-	9,500
Total revenues and other additions	<u>7,126,421</u>	<u>5,274,610</u>	<u>331,268</u>	<u>1,520,543</u>
Expenditures and other deductions				
Educational and general				
Instruction	1,643,192	1,166,129	138,025	339,038
Academic support	503,547	36,980	(275)	466,842
Research	1,740,579	1,532,158	-	208,421
Public service	328,960	15,610	-	313,350
Student services	261,503	98,876	162,627	-
Operation and maintenance of plant	31,204	31,204	-	-
General administration and institutional expense	212,004	212,004	-	-
Student aid	1,164,124	1,149,198	4,352	10,574
Facilities and administrative costs	589,351	387,094	26,539	175,718
Total educational and general expenditures	<u>6,474,464</u>	<u>4,629,253</u>	<u>331,268</u>	<u>1,513,943</u>
Transfers between funds				
Nonmandatory transfers				
Educational and general	(654,325)	(654,325)	-	-
To current unrestricted funds	(2,368)	(8,968)	-	6,600
Net increase (decrease) in fund balances	16,033	7,373	-	8,660
Fund balances at beginning of year	\$ 13,665	\$ (1,595)	\$ -	\$ 15,260
Fund balances at end of year				

UNIVERSITY OF ALASKA  
Restricted Current Funds  
Expenditures and Analysis of  
Facilities & Administrative Cost Charges  
Year Ended June 30, 2008

	Direct Expenditures	Percent of Total Restricted Current Fund Expenditures	Facilities & Administrative Cost Charges	
			Amount	Average Effective Rate
Federal				
Department of Agriculture	\$ 11,010,136	6.83	\$ 894,789	8.13
Department of Commerce	8,018,491	4.98	2,156,567	26.89
Department of Defense	6,026,654	3.74	1,791,133	29.72
Department of Education	25,040,324	15.54	797,212	3.18
Department of Energy	1,951,013	1.21	614,814	31.51
Department of Health & Human Services	9,169,423	5.69	2,864,655	31.24
Department of Housing & Urban Development	1,661,602	1.03	229,688	13.82
Department of the Interior	6,605,114	4.10	1,930,036	29.22
Department of Labor	758,785	0.47	47,177	6.22
Department of Transportation	1,402,883	0.87	582,480	41.52
Department of Treasury	469,821	0.29	142,897	30.42
Environmental Protection Agency	381,394	0.24	119,530	31.34
General Services Administration	12,164,422	7.55	1,989,803	16.36
National Aeronautics & Space Administration	7,843,039	4.87	2,964,221	37.79
National Science Foundation	21,535,447	13.36	6,182,278	28.71
Small Business Administration	542,475	0.34	100,023	18.44
Other	887,424	0.55	241,944	27.26
Total Federal	<u>115,468,447</u>	<u>71.66</u>	<u>23,649,247</u>	
State of Alaska	12,630,515	7.84	1,203,453	9.53
Local government	3,208,540	1.99	147,436	4.60
Endowment funds	6,956	-	-	-
Private	35,170,536	21.83	4,563,439	12.98
Tuition allowance offset	(5,349,083)	(3.32)	-	-
Total	<u>\$ 161,135,911</u>	<u>100.00</u>	<u>\$ 29,563,575</u>	

UNIVERSITY OF ALASKA  
Restricted Current Funds  
Expenditures and Analysis of  
Facilities & Administrative Cost Charges  
Year Ended June 30, 2008

	Direct Expenditures	Percent of Total Restricted Current Fund Expenditures	Facilities & Administrative Cost Charges	
			Amount	Average Effective Rate
<b>Federal</b>				
Department of Agriculture				
University of Alaska Fairbanks	\$ 10,240,947	6.36	\$ 759,014	7.41
University of Alaska Anchorage	294,408	0.18	52,013	17.67
University of Alaska Southeast	409,964	0.25	83,981	20.48
Prince William Sound	64,817	0.04	(219)	(0.34)
Total Department of Agriculture	<u>11,010,136</u>	<u>6.83</u>	<u>894,789</u>	
Department of Commerce				
University of Alaska Fairbanks	7,142,461	4.43	1,954,282	27.36
University of Alaska Anchorage	863,620	0.54	202,285	23.42
University of Alaska Southeast	12,410	0.01	-	-
Total Department of Commerce	<u>8,018,491</u>	<u>4.98</u>	<u>2,156,567</u>	
Department of Defense				
University of Alaska Fairbanks	5,743,874	3.56	1,701,798	29.63
University of Alaska Anchorage	282,780	0.18	89,335	31.59
Total Department of Defense	<u>6,026,654</u>	<u>3.74</u>	<u>1,791,133</u>	
Department of Education				
Statewide	508,105	0.32	66,036	13.00
University of Alaska Fairbanks	10,681,859	6.63	361,256	3.38
University of Alaska Anchorage	11,085,042	6.88	302,454	2.73
University of Alaska Southeast	2,273,761	1.41	66,948	2.94
Prince William Sound	491,557	0.30	518	0.11
Total Department of Education	<u>25,040,324</u>	<u>15.54</u>	<u>797,212</u>	

UNIVERSITY OF ALASKA  
 Restricted Current Funds  
 Expenditures and Analysis of  
 Facilities & Administrative Cost Charges  
 Year Ended June 30, 2008

Schedule 6.1  
 Sheet 2 of 5

	Direct Expenditures	Percent of Total Restricted Current Fund Expenditures	Facilities & Administrative Cost Charges	
			Amount	Average Effective Rate
Federal (continued)				
Department of Energy				
University of Alaska Fairbanks	\$ 1,951,013	1.21	\$ 614,814	31.51
Department of Health & Human Services				
Statewide	22,245	0.01	7,497	33.70
University of Alaska Fairbanks	5,732,722	3.56	2,320,338	40.48
University of Alaska Anchorage	3,331,517	2.07	519,504	15.59
University of Alaska Southeast	82,939	0.05	17,316	20.88
Total Department of Health & Human Services	9,169,423	5.69	2,864,655	
Department of Housing & Urban Development				
University of Alaska Fairbanks	1,661,602	1.03	229,688	13.82
Department of the Interior				
University of Alaska Fairbanks	4,813,391	2.99	1,629,762	33.86
University of Alaska Anchorage	1,545,013	0.96	254,909	16.50
University of Alaska Southeast	246,710	0.15	45,365	18.39
Total Department of the Interior	6,605,114	4.10	1,930,036	
Department of Labor				
University of Alaska Fairbanks	569,378	0.35	24,543	4.31
University of Alaska Anchorage	117,042	0.07	18,143	15.50
University of Alaska Southeast	72,365	0.05	4,491	6.21
Total Department of Labor	758,785	0.47	47,177	

UNIVERSITY OF ALASKA  
Restricted Current Funds  
Expenditures and Analysis of  
Facilities & Administrative Cost Charges  
Year Ended June 30, 2008

	Direct Expenditures	Percent of Total Restricted Current Fund Expenditures	Facilities & Administrative Cost Charges	
			Amount	Average Effective Rate
Federal (continued)				
Department of the Transportation				
University of Alaska Fairbanks	\$ 1,257,309	0.78	\$ 528,755	42.05
University of Alaska Anchorage	118,757	0.07	40,987	34.51
University of Alaska Southeast	26,817	0.02	12,738	47.50
Total Department of Transportation	<u>1,402,883</u>	<u>0.87</u>	<u>582,480</u>	
Department of the Treasury				
University of Alaska Fairbanks	469,821	0.29	142,897	30.42
Environmental Protection Agency				
University of Alaska Fairbanks	79,100	0.05	30,390	38.42
University of Alaska Anchorage	93,567	0.06	26,522	28.35
University of Alaska Southeast	208,727	0.13	62,618	30.00
Total Environmental Protection Agency	<u>381,394</u>	<u>0.24</u>	<u>119,530</u>	
General Services Administration				
Statewide	133	-	44	33.08
University of Alaska Fairbanks	12,164,289	7.55	1,989,759	16.36
Total General Services Administration	<u>12,164,422</u>	<u>7.55</u>	<u>1,989,803</u>	
National Aeronautics & Space Administration				
University of Alaska Fairbanks	7,475,230	4.64	2,909,348	38.92
University of Alaska Southeast	367,809	0.23	54,873	14.92
Total National Aeronautics & Space Administration	<u>7,843,039</u>	<u>4.87</u>	<u>2,964,221</u>	



UNIVERSITY OF ALASKA  
 Restricted Current Funds  
 Expenditures and Analysis of  
 Facilities & Administrative Cost Charges  
 Year Ended June 30, 2008

Schedule 6.1  
 Sheet 4 of 5

	Direct Expenditures	Percent of Total Restricted Current Fund Expenditures	Facilities & Administrative Cost Charges	
			Amount	Average Effective Rate
Federal (continued)				
National Science Foundation				
Statewide	\$ 145,428	0.09	\$ -	-
University of Alaska Fairbanks	19,032,629	11.81	5,595,515	29.40
University of Alaska Anchorage	1,989,668	1.23	529,630	26.62
University of Alaska Southeast	367,722	0.23	57,133	15.54
Total National Science Foundation	21,535,447	13.36	6,182,278	
Small Business Administration				
University of Alaska Anchorage	542,475	0.34	100,023	18.44
Other				
University of Alaska Fairbanks	408,475	0.25	131,175	32.11
University of Alaska Anchorage	478,949	0.30	110,769	23.13
Total other	887,424	0.55	241,944	
Total federal	115,468,447	71.66	23,649,247	
State of Alaska				
Statewide	1,934,128	1.20	72,999	3.77
University of Alaska Fairbanks	4,885,560	3.03	511,293	10.47
University of Alaska Anchorage	4,909,653	3.05	520,906	10.61
University of Alaska Southeast	819,056	0.51	89,121	10.88
Prince William Sound	82,118	0.05	9,134	11.12
Total State of Alaska	12,630,515	7.84	1,203,453	

	Direct Expenditures	Percent of Total Restricted Current Fund Expenditures	Facilities & Administrative Cost Charges	
			Amount	Average Effective Rate
Local Government				
Statewide	\$ 17,203	0.01	\$ 5,875	34.15
University of Alaska Fairbanks	2,167,030	1.34	60,106	2.77
University of Alaska Anchorage	1,024,307	0.64	81,455	7.95
Total local government	<u>3,208,540</u>	<u>1.99</u>	<u>147,436</u>	
Endowment Funds				
University of Alaska Anchorage	6,656	-	-	-
University of Alaska Fairbanks	300	-	-	-
Total endowment funds	<u>6,956</u>	<u>-</u>	<u>-</u>	<u>-</u>
Private				
Statewide	4,324,691	2.68	37,070	0.86
University of Alaska Fairbanks	23,003,597	14.28	4,066,310	17.68
University of Alaska Anchorage	6,182,048	3.84	365,292	5.91
University of Alaska Southeast	1,655,159	1.03	94,767	5.73
Prince William Sound	5,041	-	-	-
Total private	<u>35,170,536</u>	<u>21.83</u>	<u>4,563,439</u>	<u>-</u>
Tuition allowance offset				
University of Alaska Fairbanks	(1,660,843)	(1.03)	-	-
University of Alaska Anchorage	(2,977,562)	(1.85)	-	-
University of Alaska Southeast	(658,326)	(0.41)	-	-
Prince William Sound	(52,352)	(0.03)	-	-
Total tuition allowance offset	<u>(5,349,083)</u>	<u>(3.32)</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 161,135,911</u>	<u>100.00</u>	<u>\$ 29,563,575</u>	<u>-</u>

UNIVERSITY OF ALASKA  
Student Loan Funds  
Balance Sheet  
By Major Administrative Unit  
June 30, 2008

	Total	University of Alaska Fairbanks	University of Alaska Anchorage	University of Alaska Southeast
<b>ASSETS</b>				
Cash	\$ 73,670	\$ -	\$ 73,670	\$ -
Notes receivable	12,724	6,073	6,651	-
Allowance for doubtful notes	(7,144)	-	(7,144)	-
Total assets	\$ 79,250	\$ 6,073	\$ 73,177	\$ -
<b>LIABILITIES</b>				
Accounts payable	\$ (490)	\$ (490)	\$ -	\$ -
Deposits held in custody for others	(19,209)	(763)	(18,446)	-
Total liabilities	(19,699)	(1,253)	(18,446)	-
Interfund	(172,172)	(50,462)	(120,710)	(1,000)
<b>FUND BALANCES</b>				
Restricted				
Federal loan program	77,168	-	77,168	-
Established by donors	193,953	57,788	135,165	1,000
Total fund balances	271,121	57,788	212,333	1,000
Total liabilities and fund balances	\$ 79,250	\$ 6,073	\$ 73,177	\$ -

	Cash in Bank	Notes and Accounts Receivable	Allowance for Doubtful Notes	Accounts Payable	Deposit Held in Custody for Others	Interfund	Fund Balance
University of Alaska Fairbanks							
General Student Loan Fund	\$ -	\$ -	\$ -	\$ -	\$ (1,029)	\$ 43,705	\$ 42,676
UAF/Sub/Electronic Loan	-	-	-	-	7,113	(7,113)	-
UAF/Un-Sub/Electronic Loan	-	-	-	-	(2,745)	2,745	-
AK Supp Ed Loan Undergrad	-	-	-	-	(1,976)	1,976	-
Corporate Financial Aid	-	-	-	-	(400)	400	-
Emergency Student Loan Fund	-	6,073	-	490	-	(574)	5,989
UAF PHEAA Financial Aid	-	-	-	-	(200)	200	-
Ralph Cernak Loan Fund	-	-	-	-	-	1,000	1,000
Society of American Military Engineering Loan Fund	-	-	-	-	-	1,738	1,738
Alaska Miner's Association Loan Fund	-	-	-	-	-	2,723	2,723
C.E. (Jim) Fritts Memorial Load Fund	-	-	-	-	-	1,383	1,383
Volney R. Standard Loan Fund	-	-	-	-	-	579	579
Ralph R. Stefano Mechanical Engineering Loan Fund	-	-	-	-	-	1,500	1,500
University Women's Association Art Loan Fund	-	-	-	-	-	200	200
Total University of Alaska Fairbanks	-	6,073	-	490	763	50,462	57,788
University of Alaska Anchorage							
Emergency Student Loan Fund	-	8,578	(7,144)	-	-	97,789	99,223
UAA/Alaska Student/Electronic Loan	-	-	-	-	18,446	(18,446)	-
Perkins Loan Fund	73,670	(2,327)	-	-	-	5,825	77,168
Damon Loan Fund	-	400	-	-	-	600	1,000
ARCO Emergency Loan Fund	-	-	-	-	-	5,000	5,000
FY84 Shell Emergency Loan Fund	-	-	-	-	-	5,000	5,000
Mat-Su Emergency Student Loan Fund	-	-	-	-	-	24,942	24,942
Total University of Alaska Anchorage	73,670	6,651	(7,144)	-	18,446	120,710	212,333
University of Alaska Southeast							
William R. Johnson Loan Fund	-	-	-	-	-	1,000	1,000
Total University of Alaska Southeast	-	-	-	-	-	1,000	1,000
Total Student Loan Funds	\$ 73,670	\$ 12,724	\$ (7,144)	\$ 490	\$ 19,209	\$ 172,172	\$ 271,121

UNIVERSITY OF ALASKA  
Student Loan Funds  
Statement of Changes in Fund Balances  
By Major Administrative Unit  
Year Ended June 30, 2008

	Total	University of Alaska Fairbanks	University of Alaska Anchorage	University of Alaska Southeast
Balances July 1, 2007	\$ 270,108	\$ 57,788	\$ 211,320	\$ 1,000
Revenues and other additions				
Federal	555	-	555	-
Interest on loans receivable	2,993	-	2,993	-
Total revenues and other additions	3,548	-	3,548	-
Expenditures and other deductions				
Provision for doubtful notes	(3,315)	-	(3,315)	-
Cancellation and assignment costs	5,850	-	5,850	-
Total expenditures and other deductions	2,535	-	2,535	-
Balances June 30, 2008	\$ 271,121	\$ 57,788	\$ 212,333	\$ 1,000

UNIVERSITY OF ALASKA  
Student Loan Funds  
Statement of Changes in Fund Balances  
By Fund  
Year Ended June 30, 2008

	Balances July 1, 2007	Revenues	Expenditures	Balances June 30, 2008
University of Alaska Fairbanks				
General Student Loan Fund	\$ 42,676	-	\$ -	\$ 42,676
Emergency Student Loan Fund	5,989	-	-	5,989
Ralph Cernak Loan Fund	1,000	-	-	1,000
Society of American Military Engineering Loan Fund	1,738	-	-	1,738
Alaska Miner's Association Loan Fund	2,723	-	-	2,723
C.E. (Jim) Fritts Memorial Loan Fund	1,383	-	-	1,383
Volney R. Standard Loan Fund	579	-	-	579
Ralph R. Stefano Mechanical Engineering Loan Fund	1,500	-	-	1,500
University Women's Association Art Loan Fund	200	-	-	200
Total University of Alaska Fairbanks	57,788	-	-	57,788
University of Alaska Anchorage				
Emergency Student Loan Fund	98,155	410	(658)	99,223
Perkins Loan Fund	77,223	3,138	3,193	77,168
Damon Loan Fund	1,000	-	-	1,000
ARCO Emergency Loan Fund	5,000	-	-	5,000
FY84 Shell Emergency Loan Fund	5,000	-	-	5,000
Mat-Su Emergency Student Loan Fund	24,942	-	-	24,942
Total University of Alaska Anchorage	211,320	3,548	2,535	212,333
University of Alaska Southeast				
William R. Johnson Loan Fund	1,000	-	-	1,000
Total Student Loan Funds	\$ 270,108	\$ 3,548	\$ 2,535	\$ 271,121

UNIVERSITY OF ALASKA  
Endowment and Similar Funds  
Balance Sheet  
By Major Administrative Unit  
June 30, 2008

	Total	Statewide Programs & Services	University of Alaska Fairbanks	University of Alaska Anchorage
<b>ASSETS</b>				
Cash and investments	\$ 144,776,820	\$ 144,776,820	\$ -	\$ -
Notes receivable	4,583,259	4,583,259	-	-
Other assets	45,000,666	44,850,160	136,212	14,294
Total assets	\$ 194,360,745	\$ 194,210,239	\$ 136,212	\$ 14,294
<b>LIABILITIES</b>				
Accounts payable & accrued expenditures	\$ 19,141	\$ 19,141	\$ -	\$ -
Deposits held in custody for others	47,000	47,000	-	-
Long-term debt	5,847,460	5,847,460	-	-
Total liabilities	5,913,601	5,913,601	-	-
Interfund	1,026,532	1,725,912	(22,463)	(676,917)
<b>FUND BALANCES</b>				
Designated	27,228,123	27,149,183	70,685	8,255
Established by donors	160,192,489	159,421,543	87,990	682,956
Total fund balances	187,420,612	186,570,726	158,675	691,211
Total liabilities and fund balances	\$ 194,360,745	\$ 194,210,239	\$ 136,212	\$ 14,294

UNIVERSITY OF ALASKA  
 Endowment and Similar Funds  
 Statement of Changes in Fund Balances  
 By Major Administrative Unit  
 Year Ended June 30, 2008

Schedule 10.0  
 Sheet 1 of 1

	Total	Statewide Programs & Services	University of Alaska Fairbanks	University of Alaska Anchorage
Balances July 1, 2007	\$ 194,158,292	\$ 193,182,673	\$ 284,603	\$ 691,016
Revenues and other additions				
Endowment investment income	(7,207,103)	(7,207,103)	-	-
Endowment sales and other proceeds	2,798,278	2,828,944	(30,666)	-
Total revenues	(4,408,825)	(4,378,159)	(30,666)	-
Expenditures and other deductions				
Interest on indebtedness	369,685	369,685	-	-
Retirement of debt	(105,000)	(105,000)	-	-
Other	95,255	-	95,255	-
Total deductions	359,940	264,685	95,255	-
Transfers				
Mandatory transfers				
From unrestricted current funds	136	-	(60)	196
From restricted current funds	52	-	52	-
Total mandatory transfers	188	-	(8)	196
Nonmandatory transfers				
To unrestricted current funds	(3,016,980)	(3,016,980)	-	-
To unexpended plant funds	1,047,877	1,047,877	-	-
Total nonmandatory transfers	(1,969,103)	(1,969,103)	-	-
Total transfers	(1,968,915)	(1,969,103)	(8)	196
Balances June 30, 2008	\$ 187,420,612	\$ 186,570,726	\$ 158,674	\$ 691,212



UNIVERSITY OF ALASKA  
Endowment and Similar Funds Including Related Unexpended Income  
Statement of Changes in Fund Balances  
By Fund  
Year Ended June 30, 2008

	Principal		Unexpended Income		Balances June 30, 2008
	Balances July 1, 2007	Additions (Deductions)	Balances July 1, 2007	Additions Deductions	
Endowment funds					
Education and general					
Income restricted for archeology, paleontology and museum					
University of Alaska Fairbanks					
Otto Geist Memorial, Geist Road	7,212	-	962	-	7,212
Charles and Hortense Lewis Museum	2,241	-	962	-	2,241
Total restricted for archeology, paleontology and museum	9,453	-	962	-	9,453
Income restricted for libraries					
University of Alaska Fairbanks					
J. Mehler	1,372	33	-	33	1,405
George McLaughlin	3,577	87	-	87	3,664
Total restricted for libraries	4,949	120	-	120	5,069
Income designated by Board of Regents					
Statewide					
Land Grant Trust	88,922,602	4,747,622	-	1,114,941	93,670,224
Land Grant Trust Accumulated Earnings	42,597,852	(9,167,584)	-	-	33,430,268
Grant lands, receivables and other rights	34,164,466	(1,983,415)	-	-	32,181,051
Land Management operating reserve	-	-	1,423,569	(314,179)	-
Total Land Grant Trust Fund	165,684,920	(6,403,377)	1,423,569	800,762	159,281,543
Designated for natural resources					
Statewide					
Natural Resource Control Fund	-	-	9,873,024	(3,920,365)	11,237,113
Tuition Waiver Program	-	-	-	104,460	-
U/A Scholars Program administration	-	-	-	48,302	-
University of Alaska Fairbanks					
Lena Point Facility (NOAA/UA)	-	-	-	268,355	-
KEKIKTUK	-	-	-	5,002	-
Factors Influencing Spruce Bark Beetle	-	-	-	1,232	-
Competitive Grants - UAF	-	-	-	47,264	-
NRF MOJ2	-	-	-	893	-
Master Land Planning AFES	-	-	-	11,701	-

UNIVERSITY OF ALASKA  
 Endowment and Similar Funds including Related Unexpended Income  
 Statement of Changes in Fund Balances  
 By Fund  
 Year Ended June 30, 2008

	Principal		Unexpended Income		Balances June 30, 2008	Balances July 1, 2007	Additions	Deductions	Balances June 30, 2008
	Balances July 1, 2007	Additions (Deductions)	Balances July 1, 2007	Additions					
<b>Endowment funds (continued)</b>									
Education and general (continued)									
Income designated by Board of Regents (continued)									
Designated for natural resources (continued)									
University of Alaska Fairbanks (continued)									
UA Press	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 80,000	\$ 80,000	\$ -
UA Scholars	-	-	-	-	-	-	1,314,500	1,314,500	-
University of Alaska Anchorage									
Competitive Grants - UAA	-	-	-	-	-	-	13,171	13,171	-
UA Scholars	-	-	-	-	-	-	1,944,250	1,944,250	-
University of Alaska Southeast									
UA Scholars	-	-	-	-	-	-	81,235	81,235	-
Total designated for natural resources	-	-	-	-	9,873,024	-	(1,364,089)	(1,364,089)	11,237,113
Total designated by Board of Regents	165,684,920	(6,403,377)	159,281,543		11,296,593	800,762	(249,148)	(249,148)	12,346,503
Total education and general	165,699,322	(6,403,257)	159,296,065		11,297,555	800,937	(249,028)	(249,028)	12,347,520
<b>Student Aid</b>									
Income restricted for scholarships									
University of Alaska Fairbanks									
James H. Anderson	68,421	(68,421)	-	-	-	-	-	-	-
Daniel L. Cucurull Memorial	1,307	32	1,339	-	-	32	32	-	-
Rose Truett Denmark	1,093	26	1,119	-	-	26	26	-	-
John W. Johnson	64,000	-	64,000	-	-	-	-	-	-
Harold McCracken Alaska Writing Award	7,135	(126)	7,009	-	-	174	174	-	-
Lowell A. Wakefield	57,500	(57,500)	-	-	-	-	-	-	-
University of Alaska Anchorage									
Alaska Airmen's Association	7,280	-	7,280	-	3,844	177	-	-	4,021
Jerry Brutsche Memorial	68	-	68	-	157	2	-	-	159
Stuart B. Fitzhugh Memorial	1,828	-	1,828	-	1,202	44	-	-	1,246
Damon Foundation Kenai	659,117	-	659,117	-	14,287	15,694	13,092	-	16,889
James H. Estelle Memorial	765	-	765	-	474	19	-	-	493
Mark Arlen Hill Memorial	2,243	-	2,243	-	1,376	54	-	-	1,430
Don Hood Memorial	2,391	-	2,391	-	1,540	58	-	-	1,598
Duke Pelton Memorial	4,336	-	4,336	-	3,759	106	-	-	3,865
Lyla Richards Memorial	642	-	642	-	442	16	-	-	458
Wassily Sommer Memorial	1,193	-	1,193	-	845	29	-	-	874
Ed Wayer Aviation	3,094	-	3,094	-	1,663	75	-	-	1,738
Total student aid	882,413	(125,989)	756,424		29,589	16,506	13,324	-	32,771

UNIVERSITY OF ALASKA  
Endowment and Similar Funds including Related Unexpended Income  
Statement of Changes in Fund Balances  
By Fund  
Year Ended June 30, 2008

	Principal		Unexpended Income		Balances June 30, 2008
	Balances July 1, 2007	Additions (Deductions)	Balances July 1, 2007	Additions Deductions	
Endowment funds (continued)					
Other Endowment Funds					
Income allocated for other	\$ 140,000	\$ -	\$ -	\$ -	\$ -
Statewide	140,000	-	-	-	-
Horace Drury	166,721,735	(6,529,246)	11,327,144	817,443	12,380,291
Total income allocated for other	\$ 140,000	\$ -	\$ -	\$ -	\$ -
Total endowment funds	166,721,735	(6,529,246)	11,327,144	817,443	12,380,291
Quasi-endowment funds					
Education and general					
Income designated by Board of Regents					
Statewide	27,351,846	(208,570)	-	1,066,383	-
Land Grant Trust Fund - Inflation Proofing	27,351,846	(208,570)	-	1,066,383	-
Total designated by Board of Regents	27,351,846	(208,570)	-	1,066,383	-
Income designated for land development					
Statewide	5,907	-	-	-	-
College Road Peat Resource Land					
Total designated for other	5,907	-	-	-	-
Income designated for other					
University of Alaska Fairbanks	65,000	-	-	-	-
Otto Geist, Nome Property	676	16	-	16	-
E. L. Bartlett	65,676	16	-	16	-
Total designated for other	65,676	16	-	16	-
Student Aid					
Income designated for scholarships					
University of Alaska Fairbanks	5,069	(76)	-	124	-
General J. B. Steese and A. W. Shields Prize					
University of Alaska Anchorage	8,059	196	-	196	-
Pedro Bay Memorial	13,128	120	-	320	-
Total designated for scholarships	27,436,557	(208,434)	-	1,066,719	-
Total quasi-endowment funds	194,158,292	(6,737,680)	11,327,144	1,884,162	12,380,291
Total endowment and similar funds	\$ 194,158,292	\$ (6,737,680)	\$ 11,327,144	\$ 1,884,162	\$ 12,380,291

ASSETS	
Cash and investments	\$ 8,569,221
Interest receivable	124,276
Total assets	<u>\$ 8,693,497</u>
LIABILITIES	
Accounts payable	\$ 3,750
Tuition-value guarantee and other liabilities	3,520,000
Total liabilities	<u>3,523,750</u>
Interfund	<u>(3,212)</u>
FUND BALANCES	
Restricted fund balances	5,172,959
Total liabilities and fund balances	<u>\$ 8,693,497</u>

UNIVERSITY OF ALASKA  
 Education Trust of Alaska  
 Statement of Changes in Fund Balance  
 Year Ended June 30, 2008

Balance July 1, 2007	<u>\$ 6,413,348</u>
Additions	
Investment income	318,392
Investment income	(406,309)
Net realized and unrealized gains and losses	1,457,349
Fees earned	<u>1,369,432</u>
Total additions	
Deductions	
Other	
Administrative expenditures	1,019,821
Provision for Tuition-Value Guarantee	1,590,000
Total deductions	<u>2,609,821</u>
Balance June 30, 2008	<u><u>\$ 5,172,959</u></u>

UNIVERSITY OF ALASKA  
Plant Funds  
Combined Balance Sheet  
June 30, 2008

	Total	Unexpended Plant Funds Schedule 14.0	Retirement of Indebtedness Funds Schedule 16.0	Renewal and Replacement Funds Schedule 18.0	Investment in Plant Funds Schedule 20.0
<b>ASSETS</b>					
Cash and investments	\$ 24,833,733	\$ 20,499,312	\$ 4,334,421	-	\$ -
Accounts receivable	11,337,776	11,337,776	-	-	-
State appropriations receivable	1,216,607	1,216,607	-	-	-
Investment in plant, net	791,926,033	-	-	-	791,926,033
Other assets	50,000	50,000	-	-	-
Total assets	<u>\$ 829,364,149</u>	<u>\$ 33,103,695</u>	<u>\$ 4,334,421</u>	<u>\$ -</u>	<u>\$ 791,926,033</u>
<b>LIABILITIES</b>					
Accounts payable and accrued expenses	\$ 9,447,443	\$ 8,388,759	\$ 432,392	-	\$ 626,292
Capital appropriation advances	5,463,559	5,463,559	-	-	-
Deferred lease revenue	7,365,750	-	-	-	7,365,750
Long-term debt	130,830,766	-	-	-	130,830,766
Total liabilities	<u>153,107,518</u>	<u>13,852,318</u>	<u>432,392</u>	<u>-</u>	<u>138,822,808</u>
Interfund	<u>(10,783,352)</u>	<u>(1,416,608)</u>	<u>(1,902,965)</u>	<u>(7,497,924)</u>	<u>34,145</u>
<b>FUND BALANCES</b>					
Unrestricted					
Retirement of indebtedness	1,493,645	-	1,493,645	-	-
Renewals and replacements	7,497,924	-	-	7,497,924	-
Restricted					
Unexpended	20,667,985	20,667,985	-	-	-
Retirement of indebtedness	4,311,349	-	4,311,349	-	-
Investment in plant	653,069,080	-	-	-	653,069,080
Total fund balances	<u>687,039,983</u>	<u>20,667,985</u>	<u>5,804,994</u>	<u>7,497,924</u>	<u>653,069,080</u>
Total liabilities and fund balances	<u>\$ 829,364,149</u>	<u>\$ 33,103,695</u>	<u>\$ 4,334,421</u>	<u>\$ -</u>	<u>\$ 791,926,033</u>

UNIVERSITY OF ALASKA  
 Plant Funds  
 Schedule of Cash and Investments by Project  
 June 30, 2008

	Market Value
<b>UNEXPENDED PLANT FUNDS</b>	
Cash and investments	
General Revenue Bonds, Series I	6,424
General Revenue Bonds, Series K	287,006
General Revenue Bonds, Series L	295,718
General Revenue Bonds, Series M	263,294
General Revenue Bonds, Series N	112,721
General Revenue Bonds, Series O	18,642,219
2002 General Obligation Bonds	358,509
Lena Point	48,585
Hutchison Career Center	30,029
IARC, Japanese interest	454,807
	<u>20,499,312</u>
<b>RETIREMENT OF INDEBTEDNESS FUNDS</b>	
Cash and investments	
General Revenue Bonds, Reserve Fund	4,323,465
General Revenue Bonds, Payment Fund	10,956
	<u>4,334,421</u>
Total retirement of indebtedness funds	
Total plant funds	<u><u>\$ 24,833,733</u></u>

UNIVERSITY OF ALASKA  
 Plant Funds  
 Schedule of Cash and Investments by Type  
 June 30, 2008

	Market Value
<b>UNEXPENDED PLANT FUNDS</b>	
Cash and investments held by bond trustee	\$ 19,600,958
Advance from State on G.O. Bonds	358,509
Other short-term funds	539,845
Total unexpended plant funds	20,499,312
<b>RETIREMENT OF INDEBTEDNESS FUNDS</b>	
Funds held in trust	
Cash and investments	4,334,421
Total retirement of indebtedness funds	4,334,421
Total plant funds	\$ 24,833,733



	Total	Direct Appropriation Funds	G.O. Bond Funds	Revenue Bond Funds	Grant Funds	Other Funds
<b>ASSETS</b>						
Cash and investments	\$ 20,499,312	\$ -	\$ 358,509	\$ 19,655,967	\$ 454,807	\$ 30,029
Accounts and interest receivable	11,337,776	-	567	87	11,337,074	48
State appropriations receivable	1,216,607	1,216,607	-	-	-	-
Other assets	50,000	-	-	-	50,000	-
Total assets	\$ 33,103,695	\$ 1,216,607	\$ 359,076	\$ 19,656,054	\$ 11,841,881	\$ 30,077
<b>LIABILITIES</b>						
Accounts payable and accrued expenses	\$ 8,388,759	\$ 1,323,820	\$ 2,436	\$ 408,714	\$ 6,338,661	\$ 315,128
Capital appropriation advances	5,463,559	4,005,524	518,337	-	939,698	-
Total liabilities	13,852,318	5,329,344	520,773	408,714	7,278,359	315,128
Interfund	(1,416,608)	(4,123,009)	(161,697)	560,885	4,741,306	(2,434,093)
<b>FUND BALANCES</b>						
Restricted	20,667,985	10,272	-	18,686,455	(177,784)	2,149,042
Total liabilities and fund balances	\$ 33,103,695	\$ 1,216,607	\$ 359,076	\$ 19,656,054	\$ 11,841,881	\$ 30,077

Balance July 1, 2007	\$ 3,614,119
Additions	
State appropriations	45,508,921
Federal grants and contracts	3,358,452
State grants and contracts	36,182,361
State Capital RSA's	4,707,601
City/Borough grants and contracts	406
UA Foundation grants and contracts	468,436
Other Foundation grants and contracts	65,197
Revenue bond proceeds	23,795,000
Interest earned on other invested assets	282,145
Other income	117,547
Total additions	<u>114,486,066</u>
Deductions	
Expended for plant facilities	91,988,603
Non-capitalized expenditures	6,404,732
Facilities and administrative costs	989,189
Total expended for plant facilities	<u>99,382,524</u>
Transfers	
Mandatory transfers	
To retirement of indebtedness funds	(651,899)
Total mandatory transfers	<u>(651,899)</u>
Nonmandatory transfers	
From unrestricted current funds	3,911,580
To restricted current funds	(154,515)
To retirement of indebtedness funds	(106,910)
To endowment funds	(1,047,877)
To renewals and replacements funds	(55)
Total nonmandatory transfers	<u>2,602,223</u>
Total transfers	<u>1,950,324</u>
Balance June 30, 2008	<u>\$ 20,667,985</u>

UNIVERSITY OF ALASKA  
Unexpended Plant Funds  
Statement of Changes in Fund Balances  
By Funding Source  
Year Ended June 30, 2008

Projects	Balances July 1, 2007	Additions	Deductions	Balances June 30, 2008
FY73 Direct Appropriation SLA 1972 Ch. 204 Planning Revolving Fund	\$ 568	-	-	\$ 568
FY91 Direct Appropriation SLA 1990 Ch. 208 SW Deferred Maintenance	9,702	-	-	9,702
FY96 Direct Appropriation SLA 1995 Ch. 103 UAF Virus Free Seed Potatoes	2	-	-	2
FY03 Direct Appropriation SLA 2002 Ch. 1 SW Repl Primary Admin Host Computer Sys 2	-	1,252	1,252	-
FY04 Direct Appropriation SLA 2003 Ch. 82	-	31,188	31,188	-
UAA Auto/Diesel Technology Center Fire Sprinkler UAA Elevator Safety	-	411	411	-
UAA Short Building Electrical/Mechanical Upgrades UAA KP Soil Remediation	-	174,761	174,761	-
UAA MS Fire Access Road Repair UAS Replace Fuel Tanks	-	27,054	27,054	-
UAS Replace Student Housing	-	25,829	25,829	-
	-	77,809	77,809	-
	-	134,974	134,974	-
Total FY04 Direct Approp SLA 2003 Ch. 82	-	472,026	472,026	-
FY06 Direct Appropriation SLA 2005 Ch. 3	-	14,989,489	14,989,489	-
UAA Integrated Science Facility Phase I UAA MAC Stairwell Repairs	-	674,836	674,836	-
UAA MAC Window Replacement UAA Student Housing Phase 2	-	118	118	-
UAA Student Housing Fire Alarm Panel Replacement UAA KP Ward Building Addition	-	26,046	26,046	-
UAA MS Campus Addition UAF Elevator Safety & Maintenance Upgrade	-	100,000	100,000	-
UAF Irving I Fire Sprinklers	-	182,679	182,679	-
	-	202,070	202,070	-
	-	184,541	184,541	-
	-	(3,850)	(3,850)	-

Note: Transfers are included in deductions.

## UNIVERSITY OF ALASKA

## Unexpended Plant Funds

## Statement of Changes in Fund Balances

## By Funding Source

Year Ended June 30, 2008

Projects	Balances July 1, 2007	Additions	Deductions	Balances June 30, 2008
FY06 Direct Appropriation SLA 2005 Ch. 3 (continued)				
UAF Network Renewal	\$ -	\$ 1,257	\$ 1,257	\$ -
UAF Power Plant Code Correction Phase 2	-	137	137	-
UAF SFOS Facility Juneau Lena Point	-	8,919,431	8,919,431	-
UAF BB South Addition Completion	-	141,080	141,080	-
UAS Automotive Equipment	-	927	927	-
UAS Diesel Equipment	-	1,271	1,271	-
UAS Chemistry Equipment	-	6,086	6,086	-
UAS Hendrickson Safety/Code Elements	-	90,845	90,845	-
UAS Physics Equipment	-	10,402	10,402	-
UAS Telecommunications Wiring	-	20,317	20,317	-
Total FY06 Direct Approp SLA 2005 Ch. 3	-	25,547,682	25,547,682	-
FY07 Direct Appropriation SLA 2006 Ch. 82				
UAA SBDC	-	58,796	58,796	-
UAA SBDC PTAC Distress	-	38,788	38,788	-
UAA SBDC Buy Alaska	-	3,359	3,359	-
UAA Dental Clinic Remodel	-	1,911,746	1,911,746	-
UAA Era Aviation Facility Renewal	-	249,473	249,473	-
UAA Lucy Cuddy Center Renewal	-	787,841	787,841	-
UAA KPC Science Lab Renewal	-	168,448	168,448	-
UAA PWSCC Science Lab Renewal	-	194,980	194,980	-
UAA MSC Science Lab Renewal	-	78,212	78,212	-
UAA WWAMI Lab Upgrade	-	303,491	303,491	-
UAA KPC KBB Debt Reimbursement	-	33,425	33,425	-
UAA PWSCC Museum Addition	-	1,791,576	1,791,576	-
UAF Arctic Health Lab Revitalization	-	1,699,901	1,699,901	-
UAF West Ridge Space Revitalization	-	276,882	276,882	-
Total FY07 Direct Approp SLA 2006 Ch. 82	-	7,596,918	7,596,918	-

Note: Transfers are included in deductions.

UNIVERSITY OF ALASKA  
Unexpended Plant Funds  
Statement of Changes in Fund Balances  
By Funding Source  
Year Ended June 30, 2008

Projects	Balances		Additions	Deductions	Balances	
	July 1, 2007	June 30, 2008			July 1, 2007	June 30, 2008
FY08 Direct Appropriation SLA 2007 Ch. 30						
UAA Student Union Roof	\$ -	\$ -	472,380	472,380	\$ -	\$ -
UAA Library Roof	-	-	824,517	824,517	-	-
UAA Maintain Existing Facilities	-	-	106,508	106,508	-	-
UAA Nursing/Allied Health Building	-	-	433,732	433,732	-	-
UAA WWAMI Lab Upgrade	-	-	505	505	-	-
UAA PWSCC Maintenance Shop	-	-	1,260	1,260	-	-
UAA SBDC	-	-	442,709	442,709	-	-
UAA SBDC Buy Alaska	-	-	44,010	44,010	-	-
UAA KO Maintain Existing Facilities	-	-	1,878	1,878	-	-
UAA MS Maintain Existing Facilities	-	-	43,547	43,547	-	-
UAA Homer Maintain Existing Facilities	-	-	7,484	7,484	-	-
UAF Cooperative Extension 4-H Kenai	-	-	30,533	30,533	-	-
UAF KU Bethel Campus Facility Renewal	-	-	686,277	686,277	-	-
UAS Anderson Science Building Renovation	-	-	62,529	62,529	-	-
Total FY08 Direct Approp SLA 2007 Ch. 30	-	-	3,157,869	3,157,869	-	-
Total Direct Appropriation	10,272		36,775,747	36,775,747		10,272
2002 General Obligation Bonds						
UAA Integrated Science Facility	-	-	2,359,222	2,359,222	-	-
UAA KO Classroom Renovation	-	-	1,742	1,742	-	-
UAA PWSCC Building Acquisition Valdez	-	-	800,858	800,858	-	-
UAF Bio/Computational Science Facility	-	-	(1,693)	(1,693)	-	-
UAF SFOS Facility Juneau	-	-	5,231,298	5,231,298	-	-
UAS KE Paul/Ziegler Classroom Renovation	-	-	54,451	54,451	-	-
UAS KE Robertson Classroom/Parking Renovation	-	-	224,526	224,526	-	-
UAS SC Classroom Completion	-	-	62,770	62,770	-	-
Total 2002 General Obligation Bonds	-	-	8,733,174	8,733,174	-	-

Note: Transfers are included in deductions.

## UNIVERSITY OF ALASKA

## Unexpended Plant Funds

## Statement of Changes in Fund Balances

## By Funding Source

Year Ended June 30, 2008

Schedule 15.1  
Sheet 4 of 11

Projects	Balances		Additions	Deductions	Balances June 30, 2008
	July 1, 2007				
Revenue Bonds	\$		\$	\$	\$
UAF Series H Bonds - Coal Water	246,818	-	-	246,818	-
UAA Series K University Center Purchase	18,915	648		-	19,563
UAF Series K West Ridge Research Building	40,051	1,372		-	41,423
UAS Series K Juneau Readiness Center	220,645	7,557		2,401	225,801
UAF Series L Athletics Title IX Facility Modifications	4,653	-		4,653	-
UAF Series L Electrical Power Grid Interface	108,444	-		8,796	99,648
UAF Series L Fort Yukon Facility Correction/Expansion	74,254	-		74,254	-
UAF Series L West Ridge Research Building	196,221	11,838		13,530	194,529
UAA Series M Land Acquisition	2,426,798	46,051		2,472,849	-
UAF Series M IAB Logistics Facility	-	632,795		632,795	-
UAF Series M TV Hutchison Upgrade	10,336	384		-	10,720
UAS Series M Science Laboratory	242,167	16,478		6,370	252,275
UAF Series N BiCS - BiRD	104,821	4,292		62,819	46,294
UAF Series N Central Campus Chiller Replacement	55,200	5,409		12,802	47,807
UAF Series N Elvey Building Cooling	470,063	15,663		485,726	-
UAF Series N GVEA Electrical Intertie	(850)	-		-	(850)
UAF Series N Patty Center Ice Locker Room	19,681	1,321		1,531	19,471
UAA Series O ISB Parking & Loop Road	-	12,764,170		1,057,620	11,706,550
UAA Series O ISB Parking & Loop Road Bond Costs	-	532,518		532,518	-
UAF Series O DH&SS Virology Laboratory	-	1,491,657			1,491,657
UAF Series O DH&SS Virology Laboratory Bond Costs	-	86,962		86,962	-
UAS Series O Gitkov Acquisition	(1,749,590)	-		(1,749,590)	-
UAS Series O Gitkov Renovations	(552,550)	915,412		316,788	46,074
UAS Series O Gitkov Renovations Bond Costs	-	39,492		39,492	-
UAF Series O Arctic Health Laboratory	-	1,987,155		1,436,891	550,264
UAF Series O Arctic Health Laboratory Bond Costs	-	117,252		117,252	-
UAF Series O SFOS Lena Point	-	3,881,640		5,853	3,875,787
UAF Series O SFOS Lena Point Bond Costs	-	165,850		165,850	-

Note: Transfers are included in deductions.

UNIVERSITY OF ALASKA  
Unexpended Plant Funds  
Statement of Changes in Fund Balances  
By Funding Source  
Year Ended June 30, 2008

Projects	Balances		Deductions	Balances	
	July 1, 2007	Additions		June 30, 2008	
Revenue Bonds					
UAF Series O Museum Expansion	\$ -	\$ 2,004,312	\$ 2,000,000	\$ 4,312	
UAF Series O Museum Expansion Bond Costs	-	119,774	119,774	-	
UAF Capital Projects - Series I	6,424	-	-	6,424	
UAF Power Plant 1991 Bond Proceeds	44	-	-	44	
UAF Central Chiller Replacement	-	(632,795)	(632,795)	-	
UAF SFOS Lena Point	47,150	1,512	-	48,662	
Total Revenue Bonds	1,989,695	24,218,719	7,521,959	18,686,455	

Grants

Federal

UAF Ag Research Modular Building 2-USDA	-	2,259	2,259	-
UAF ARRV Construction Administration	-	827,005	827,005	-
UAF ARRV Construction Contracts No F&A	-	1,335,568	1,335,568	-
UAF Harper Building Renovation	-	15,140	15,140	-
UAF USDA Ag Farm Greenhouse	-	9,923	9,923	-
UAF KU Kusko Cultural Ctr Kitchen Remodel	-	150,067	150,067	-
UAF NW Campus HUD Voc Ed Facilities	-	(1,139)	(1,139)	-
UAF Tok Center Renovation Grant	-	642,876	642,876	-
UAF Tok Center Renovation Phase II	-	248,725	248,725	-
UAS Sitka Welding Lab Renovation	-	128,027	128,027	-

State

UAA FY01 Consortium Library	-	277,969	277,969	-
UAA FY02 Campus Way Finding	-	8,690	8,690	-
UAA FY02 K Building Phase III	-	37,748	37,748	-
UAA FY02 Master Planning	-	19,343	19,343	-
UAA FY02 Science Facility Upgrade	-	190,533	190,533	-
UAA FY02 Science/Biomedical Facilities	-	77,708	77,708	-
UAA FY06 UTC Transportation Research Center	-	138,411	138,411	-

Note: Transfers are included in deductions.

UNIVERSITY OF ALASKA  
Unexpended Plant Funds  
Statement of Changes in Fund Balances  
By Funding Source  
Year Ended June 30, 2008

Projects	Balances		Additions	Deductions	Balances June 30, 2008
	July 1, 2007				
Grants (continued)					
State (continued)					
UAA FY07 ADA Code Upgrade	\$ -	\$ 381,627	\$ 381,627	\$ 381,627	\$ -
UAA FY07 Asbestos Abatement	-	71,384	71,384	71,384	-
UAA FY07 Coalition for Economic Development in AK-BEDC	-	3,501	3,501	3,501	-
UAA FY07 Coalition for Economic Development in AK-Case	-	4,133	4,133	4,133	-
UAA FY07 Fire System Upgrade	-	779,139	779,139	779,139	-
UAA FY07 Integrated Sci Fac Phase III	-	20,810,351	20,810,351	20,810,351	-
UAA FY07 KOC ADA Code Upgrade	-	168,493	168,493	168,493	-
UAA FY07 KPC Water System Upgrade	-	315,101	315,101	315,101	-
UAA FY07 MSC Code Upgrade	-	70,317	70,317	70,317	-
UAA FY07 MSC Water System Upgrade	-	59,756	59,756	59,756	-
UAA FY07 Psych PhD Pro Renovation	-	1,036,873	1,036,873	1,036,873	-
UAA FY07 PWS ADA Code Upgrade	-	78,443	78,443	78,443	-
UAA FY07 Student Ctr Fire Egress	-	432,520	432,520	432,520	-
UAA FY07 Ward Goodrich Walkway	-	443,247	443,247	443,247	-
UAA FY08 AYK - ANSEP	-	108,695	108,695	108,695	-
UAA FY08 Conducting National Lake Surveys	-	35,027	35,027	35,027	-
UAA FY08 Cook Inlet Natural Gas Project	-	4,961	4,961	4,961	-
UAA FY08 Fossil Fuel Energy Price Projection	-	14,944	14,944	14,944	-
UAA FY08 Gateway Learning Center	-	58,137	58,137	58,137	-
UAA FY08 ISER Election Security Project	-	62,289	62,289	62,289	-
UAA FY08 Native Language Audio	-	70,682	70,682	70,682	-
UAA FY08 RITA MCS Frozen Ground Bridge UAA	-	744	744	744	-
UAA FY08 RITA MCS Frozen Ground Permafrost UAA	-	34,689	34,689	34,689	-
UAA FY08 SOE Election Security Project	-	126,844	126,844	126,844	-
UAA KP Fire Training Center Repair & Equipment Acquisition	23,894	-	-	-	23,894
UAA Planning & Energy	40,000	-	-	-	40,000
UAF FY05 Analysis of Rutting of AK Pavements	-	35,887	35,887	35,887	-

Note: Transfers are included in deductions.



UNIVERSITY OF ALASKA  
Unexpended Plant Funds  
Statement of Changes in Fund Balances  
By Funding Source  
Year Ended June 30, 2008

Projects	Balances		Additions	Deductions	Balances June 30, 2008
	July 1, 2007				
Grants (continued)					
State (continued)					
UAF FY05 Archive/Index DGGs File/Field Notes	\$ -	\$ 9,820		9,820	\$ -
UAF FY05 PINGO Gas Hydrates	-	28,626		28,626	-
UAF FY06 AUTC Student Research Projects	-	500		500	-
UAF FY06 Bullen Road: Hydrologic Analysis	-	71,756		71,756	-
UAF FY06 EMAP Aleutian Island Phase 1	-	351,169		351,169	-
UAF FY06 EMAP Statistical Consulting	-	18,853		18,853	-
UAF FY06 North Slope Foothills: Hydrologic Analysis	-	532,998		532,998	-
UAF FY06 UA TRC Director	-	141,537		141,537	-
UAF FY07 ADA Compliance	-	167,492		167,492	-
UAF FY07 Alaska-Canada Rail Link Project	-	123,206		123,206	-
UAF FY07 Arctic Health Asbestos Abatement	-	49,833		49,833	-
UAF FY07 Arctic Health Ceiling Seismic Upgrade	-	450,000		450,000	-
UAF FY07 Arctic Health Lab Revitalize	-	2,635,999		2,635,999	-
UAF FY07 Assessment Geoduck (clam) Broodstock	-	14,883		14,883	-
UAF FY07 AUTC Hazirbaba Startup	-	35,020		35,020	-
UAF FY07 Campus Wide Fire Alarms	-	349,253		349,253	-
UAF FY07 Campus Wide Residential Sprinklers	-	19,653		19,653	-
UAF FY07 DEM Corridor AIRSAR	-	47,523		47,523	-
UAF FY07 DH&SS Virology Lab	-	37,088		37,088	-
UAF FY07 Elevator Safety-Modernization	-	86,888		86,888	-
UAF FY07 Exterior Pathway-Roadway Light Replacement	-	56		56	-
UAF FY07 Fine Arts Code Corrections	-	1,917,710		1,917,710	-
UAF FY07 Fish Oil Biodiesel Project	-	39,997		39,997	-
UAF FY07 Flow Pattern Groundwater in South Anchorage	-	113,339		113,339	-
UAF FY07 Gas Hydrates	-	24,675		24,675	-
UAF FY07 Gruening Revitalization PhD Psychology	-	475,640		475,640	-
UAF FY07 Hess Commons Asbestos Removal	-	326,809		326,809	-

Note: Transfers are included in deductions.

124 UNIVERSITY OF ALASKA  
Unexpended Plant Funds  
Statement of Changes in Fund Balances  
By Funding Source  
Year Ended June 30, 2008

Projects	Balances		Deductions	Balances	
	July 1, 2007	June 30, 2008		July 1, 2007	June 30, 2008
Grants (continued)					
State (continued)					
UAF FY07 Improving Escapement Estimates	\$ -	\$ 15,819	\$ 15,819	\$ -	-
UAF FY07 LARS Wash House	-	315,709	315,709	-	-
UAF FY07 Lynn Canal Marine Habitat Enhancement	-	67,307	67,307	-	-
UAF FY07 NOAA Zooplankton Samples	-	108,475	108,475	-	-
UAF FY07 Patty Center ADA	-	446,678	446,678	-	-
UAF FY07 Physical Plant Phase 2 Completion	-	9,982	9,982	-	-
UAF FY07 Salmon Juvenile Outmigration	-	64,468	64,468	-	-
UAF FY07 TRC Lee, Ming	-	119,412	119,412	-	-
UAF FY07 TRC Liu, Juanyu	-	137,938	137,938	-	-
UAF FY07 TRC Vegetation Management	-	(232)	(232)	-	-
UAF FY07 TRC Wearing Surfaces: Yukon River Bridge	-	2,112	2,112	-	-
UAF FY07 TRC Zhang, Xiang	-	142,576	142,576	-	-
UAF FY07 TVC Campus Ctr Renewal-Renovation	-	1,635,558	1,635,558	-	-
UAF FY07 Walsh Hall Egress Window Replacement	-	20,077	20,077	-	-
UAF FY07 Yukon River Bridge Decking Research	-	10,859	10,859	-	-
UAF FY08 2007 AHSO DUI Enforcement/OT	-	1,705	1,705	-	-
UAF FY08 2007 AHSO Seat Belt Enforcement/OT	-	1,848	1,848	-	-
UAF FY08 Adv Monitoring Initiative Phase 1	-	83,669	83,669	-	-
UAF FY08 AHSO DUI	-	1,850	1,850	-	-
UAF FY08 AHSO Seatbelt	-	735	735	-	-
UAF FY08 AK SW Digital Mapping Initiative	-	357,613	357,613	-	-
UAF FY08 Barrow Pavement Design	-	13,240	13,240	-	-
UAF FY08 Bedrock Mapping & Analysis	-	20,159	20,159	-	-
UAF FY08 Ecology and Demographics of Chinook	-	545,667	545,667	-	-
UAF FY08 Fall Chum Distribution	-	36,608	36,608	-	-
UAF FY08 FMATS Travel Demand Forecasting	-	4,804	4,804	-	-

Note: Transfers are included in deductions.

UNIVERSITY OF ALASKA  
Unexpended Plant Funds  
Statement of Changes in Fund Balances  
By Funding Source  
Year Ended June 30, 2008

Projects	Balances		Additions	Deductions	Balances	
	July 1, 2007	June 30, 2008			July 1, 2007	June 30, 2008
Grants (continued)						
State (continued)						
UAF FY08 Growth of Seward Peninsula Sockeye	\$ -	\$ 44,135	\$ 44,135	\$ 44,135	\$ -	\$ -
UAF FY08 Juvenile Salmon Dispersal; Drifter	-	86,542	86,542	86,542	-	-
UAF FY08 KAMISHAK	-	6,225	6,225	6,225	-	-
UAF FY08 Kenai River Salmon	-	80,517	80,517	80,517	-	-
UAF FY08 Map TEACH Project	-	5,397	5,397	5,397	-	-
UAF FY08 NPFDF Fisheries Revitalize Strategy	-	40,765	40,765	40,765	-	-
UAF FY08 PINGO Year 3	-	28,208	28,208	28,208	-	-
UAF FY08 RITA MCS AK Marine Hwy Analysis	-	160,362	160,362	160,362	-	-
UAF FY08 RITA MCS ATB Course Material	-	234	234	234	-	-
UAF FY08 RITA MCS Concrete Maturity	-	1,396	1,396	1,396	-	-
UAF FY08 RITA MCS Frozen Ground Bridges UAF	-	18,994	18,994	18,994	-	-
UAF FY08 RITA MCS Frozen Ground Permafrost UAF	-	9,287	9,287	9,287	-	-
UAF FY08 RITA MCS ISU Seismic Design Bridge	-	31,527	31,527	31,527	-	-
UAF FY08 RITA MCS OSU Bent Bridge	-	17,983	17,983	17,983	-	-
UAF FY08 RITA MCS Risk Analysis	-	8,379	8,379	8,379	-	-
UAF FY08 RITA MCS: NICOP support	-	8,105	8,105	8,105	-	-
UAF FY08 Rita MCS: Vegetation Management 2	-	42,969	42,969	42,969	-	-
UAF FY08 Shishmaref Road Study	-	4,376	4,376	4,376	-	-
UAF FY08 Spatial Interannual Seasonal Chum	-	117,772	117,772	117,772	-	-
UAF FY08 Spatial Interannual Seasonal Chum 2	-	8,860	8,860	8,860	-	-
UAF FY08 UAS AUTC Salary Support	-	30,053	30,053	30,053	-	-
UAS FY99 Anderson Foundation Drrge	-	199	199	199	-	-
UAS FY99 KE Paul--Repl Finishes	-	1	1	1	-	-
UAS FY99 KE Zeigler Electr Heat Repl	-	94	94	94	-	-
UAS FY99 Novatney Boiler Repl	-	1	1	1	-	-
UAS FY99 Novatney Insulation 1st Floor	-	59	59	59	-	-
UAS FY01 Anderson Exterior Renewal	-	2,441	2,441	2,441	-	-

Note: Transfers are included in deductions.

UNIVERSITY OF ALASKA  
Unexpended Plant Funds  
Statement of Changes in Fund Balances  
By Funding Source  
Year Ended June 30, 2008

Projects	Balances		Additions	Deductions	Balances	
	July 1, 2007				June 30, 2008	
Grants (continued)		\$				\$
State (continued)						
UAS FY01 Anderson Interior Renewal	-		12,365	12,365		-
UAS FY01 Housing Water System Replace Design	-		87,693	87,693		-
UAS FY01 Sitka Campus Center	-		29,410	29,410		-
UAS FY01 Student Housing Renewal	-		74,709	74,709		-
UAS FY07 Fire Alarm System Replacements	-		49,862	49,862		-
UAS FY07 Sitka Hangar Code Corrections	-		22,126	22,126		-
UAS FY07 Student Services	-		1,596,131	1,596,131		-
UAS KE Ketchikan Roofing	-		123	123		-
UAS KE Robertson/Hamilton TEC Remodel	-		69,518	69,518		-
City/Borough						
UAS SE Alaska Voc. Training Center	-		406	406		-
Private						
UAA ANSEP J&L Properties	(369,843)		128,165	-		(241,678)
UAF Arctic Hlth Lab Space SFOS	-		25,653	25,653		-
UAF Cuddy Hall Equipment Project	-		31,036	31,036		-
UAF O'Neill Space Revitalize	-		39,544	39,544		-
UAS Trail Construction	-		309,235	309,235		-
Total Grants	(305,949)		44,782,453	44,654,288		(177,784)
Other Funds						
SW Accumulated Interest Earnings	1,386,685		(25,000)	1,024,382		337,303
SW Bragaw Building Leasehold Improvements	-		-	713,790		(713,790)
UAA Administration Building Renovation	-		-	(37,187)		37,187
UAA Diplomacy Renovation	-		-	(522,345)		522,345
UAA University Lake Building Renovation	-		-	(388,770)		388,770
UAF Bio Sciences Facilities Planning	179,056		-	109,929		69,127
UAF BIOS Facility Advance Planning (Ped Link)	225,649		-	225,648		1

Note: Transfers are included in deductions.

UNIVERSITY OF ALASKA  
Unexpended Plant Funds  
Statement of Changes in Fund Balances  
By Funding Source  
Year Ended June 30, 2008

Projects	Balances		Additions	Deductions	Balances	
	July 1, 2007				June 30, 2008	
Other Funds (continued)						
UAF Chukchi Campus Land Improvement	\$ -	\$ -	-	(105,911)	\$ 105,911	
UAF Fire Station Concept Plan	-	-	-	(42,375)	42,375	
UAF IARC Maintenance	3,000	-	-	3,000	-	
UAF Hutchison Interest Earnings	29,104	973	973	-	30,077	
UAF MBS Storm Drains	-	-	-	(322,290)	322,290	
UAF Museum Expansion	-	-	-	(29,534)	29,534	
UAF Museum SW	-	-	-	(709,557)	709,557	
UAF SFOS Lena Point NRF & Interest	-	-	-	(268,355)	268,355	
UAF SRC Climbing Wall	96,607	-	-	96,607	-	
Total Other Funds	1,920,101	(24,027)	(24,027)	(252,968)	2,149,042	
Total Unexpended Plant Funds	\$ 3,614,119	\$ 114,486,066	\$ 114,486,066	\$ 97,432,200	\$ 20,667,985	

Note: Transfers are included in deductions.

UNIVERSITY OF ALASKA  
 Retirement of Indebtedness Funds  
 Balance Sheet  
 By Major Administrative Unit  
 June 30, 2008

Schedule 16.0  
 Sheet 1 of 1

	Total	General Revenue Payment Fund *	General Revenue Bond Reserve Fund *	UAF WRRB Sinking Fund	UAF Coal Water
ASSETS					
Cash and investments	\$ 4,334,421	\$ 10,956	\$ 4,323,465	\$ -	\$ -
LIABILITIES					
Accounts payable	\$ 432,392	\$ -	\$ 432,392	\$ -	\$ -
Interfund	(1,902,965)	-	(409,320)	(1,396,827)	(96,818)
FUND BALANCES					
Unrestricted	1,493,645			1,396,827	96,818
Restricted	4,311,349	10,956	4,300,393		
Total fund balance	5,804,994	10,956	4,300,393	1,396,827	96,818
Total liabilities and fund balances	\$ 4,334,421	\$ 10,956	\$ 4,323,465	\$ -	\$ -

\* Represents payment and reserve funds maintained for general revenue bond issuances of all Major Administrative Units.

UNIVERSITY OF ALASKA  
Retirement of Indebtedness Funds  
Statement of Changes in Fund Balances  
By Major Administrative Unit  
Year Ended June 30, 2008

	Statewide General Revenue Bonds Series M	University of Alaska Fairbanks Summary Schedule 17.1	University of Alaska Anchorage Summary Schedule 17.2	University of Alaska Southeast Summary Schedule 17.3	General Revenue Bond Payment Fund	General Revenue Bond Reserve Fund
Balances July 1, 2007	\$ -	\$ 1,403,683	\$ -	\$ -	\$ 4,664	\$ 3,523,190
<b>Additions</b>						
Investment income	100,268	27,084	-	-	4,960	68,224
Amortization of (premium) discount	(48,936)	(42,176)	(2,397)	(3,020)	-	-
Total additions	51,332	(15,092)	(2,397)	(3,020)	4,960	68,224
<b>Deductions</b>						
Retirement of indebtedness	5,485,803	2,911,391	2,137,412	332,000	-	-
Interest on indebtedness	4,541,789	2,499,821	1,498,562	463,848	-	-
Other	37,965	24,236	8,517	4,186	-	-
Total deductions	10,065,557	5,435,448	3,644,491	800,034	-	-
<b>Transfers</b>						
Mandatory transfers						
Educational & General						
From unrestricted current funds	7,944,962	5,177,265	1,682,376	651,945	-	251,545
Auxiliary enterprise						
From unrestricted current funds	2,217,851	170,854	1,909,922	131,540	-	5,535
From unexpended plant funds	651,899	-	-	-	-	651,899
Intrafund	-	129,505	54,590	19,569	(8,760)	(200,000)
Total mandatory transfers	10,814,712	5,477,624	3,646,888	803,054	(8,760)	708,979
Nonmandatory transfers						
Educational & General						
From unrestricted current funds	(33,940)	(33,940)	-	-	-	-
From unexpended plant funds	106,910	96,818	-	-	10,092	-
Total nonmandatory transfers	72,970	62,878	-	-	10,092	-
Total transfers	10,887,682	5,540,502	3,646,888	803,054	1,332	708,979
Balances June 30, 2008	\$ 5,804,994	\$ 1,493,645	\$ -	\$ -	\$ 10,956	\$ 4,300,393

	General Revenue Bonds											WRRB Sinking Fund	Coal Water	
	Total	Lease Purchases	Series G	Series H	Series I	Series J	Series K	Series L	Series M	Series N	Series O			
Balances July 1, 2007	\$ 1,403,683	-	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,403,683	\$ -
<b>Additions</b>														
Investment income	27,084	-	-	-	-	-	-	-	-	-	-	-	27,084	-
Amortization of (premium) discount	(42,176)	-	91	186	852	4,837	(3,724)	275	(40,182)	(4,511)	-	-	-	-
Total additions	(15,092)	-	91	186	852	4,837	(3,724)	275	(40,182)	(4,511)	-	-	27,084	-
<b>Deductions</b>														
Retirement of indebtedness	2,911,391	424,534	265,000	305,000	939,000	224,857	590,000	-	163,000	-	-	-	-	-
Interest on indebtedness	2,499,821	94,976	6,716	448,517	213,853	472,973	309,526	63,373	835,632	54,255	-	-	-	-
Other	24,236	-	4,304	4,691	3,289	2,491	4,779	590	4,092	-	-	-	-	-
Total deductions	5,435,448	519,510	276,020	758,208	1,156,142	700,321	904,305	63,963	1,002,724	54,255	-	-	-	-
<b>Transfers</b>														
Mandatory transfers														
Educational & General														
From unrestricted current funds	5,177,265	519,510	266,610	739,324	1,118,889	557,871	881,965	62,544	971,900	58,652	-	-	-	-
Auxiliary enterprise														
From unrestricted current funds	170,854	-	-	-	-	121,357	-	-	49,497	-	-	-	-	-
Intrafund	129,505	-	9,319	18,698	36,401	16,256	26,064	1,144	21,509	114	-	-	-	-
Total mandatory transfers	5,477,624	519,510	275,929	758,022	1,155,290	695,484	908,029	63,688	1,042,906	58,766	-	-	-	-
Nonmandatory transfers														
Educational & General														
To unrestricted current funds	(33,940)	-	-	-	-	-	-	-	-	-	-	(33,940)	-	-
From unexpended plant funds	96,818	-	-	-	-	-	-	-	-	-	-	(33,940)	96,818	-
Total nonmandatory transfers	62,878	-	-	-	-	-	-	-	-	-	-	(33,940)	96,818	-
Total transfers	5,540,502	519,510	275,929	758,022	1,155,290	695,484	908,029	63,688	1,042,906	58,766	-	-	(33,940)	96,818
Balances June 30, 2008	\$ 1,493,645	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,396,827	\$ 96,818



UNIVERSITY OF ALASKA  
Retirement of Indebtedness Funds  
Statement of Changes in Fund Balances  
University of Alaska Anchorage  
Year Ended June 30, 2008

	General Revenue Bonds						
	AHFC Student Housing	Series J	Series K	Series M	Series N	Series O	Series N Kenai
Total							
Balances July 1, 2007	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Additions</b>							
Amortization of (premium) discount	(2,397)	441	6,711	(810)	(6,362)	187	(2,564)
<b>Deductions</b>							
Retirement of indebtedness	2,137,412	301,000	540,143	95,000	95,000	-	-
Interest on indebtedness	1,498,562	145,212	616,141	118,873	105,382	88,362	30,861
Other	8,517	1,896	3,480	1,495	579	-	150
Total deductions	3,644,491	448,108	1,159,764	215,368	200,961	88,362	31,011
<b>Transfers</b>							
Mandatory transfers							
Educational & General							
From unrestricted current funds	1,682,376	422,876	1,020,675	205,250	-	-	33,575
Auxiliary enterprise							
From unrestricted current funds	1,909,922	-	123,810	-	197,191	88,004	-
Intrafund	54,590	24,791	8,568	10,928	10,132	171	-
Total transfers	3,646,888	447,667	1,153,053	216,178	207,323	88,175	33,575
Balances June 30, 2008	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -



UNIVERSITY OF ALASKA  
 Renewals and Replacements Funds  
 Balance Sheet  
 June 30, 2008

Schedule 18.0  
 Sheet 1 of 1

	Total	Statewide	University of Alaska Fairbanks	University of Alaska Anchorage	University of Alaska Southeast
<b>ASSETS</b>					
Investments	\$ -	\$ -	\$ -	\$ -	\$ -
<b>LIABILITIES</b>					
Interfund	\$ (7,497,924)	\$ (2,674,031)	\$ (1,585,415)	\$ (2,884,740)	\$ (353,738)
<b>FUND BALANCES</b>					
Unrestricted	7,497,924	2,674,031	1,585,415	2,884,740	353,738
Total liabilities and fund balances	\$ -	\$ -	\$ -	\$ -	\$ -

UNIVERSITY OF ALASKA  
 Renewals and Replacements Funds  
 Statement of Changes in Fund Balances  
 By Major Administrative Unit  
 Year Ended June 30, 2008

Schedule 19.0  
 Sheet 1 of 1

	Total	Statewide	University of Alaska Fairbanks	University of Alaska Anchorage	University of Alaska Southeast
Balances July 1, 2007	\$ 6,360,554	\$ 2,502,014	\$1,233,689	\$ 2,343,562	\$ 281,289
Investment income	123,519	48,317	24,546	45,207	5,449
Transfers					
Nonmandatory					
Educational and general					
From unrestricted current funds	517,257	123,700	327,125	66,432	-
Auxiliary enterprise					
From unrestricted current funds	496,539	-	-	429,539	67,000
To unexpended plant funds	55	-	55	-	-
Total transfers	1,013,851	123,700	327,180	495,971	67,000
Balances June 30, 2008	\$ 7,497,924	\$ 2,674,031	\$1,585,415	\$ 2,884,740	\$ 353,738

UNIVERSITY OF ALASKA  
Investment in Plant Funds  
Balance Sheet  
By Major Administrative Unit  
June 30, 2008

	Total	Statewide Programs and Services	University of Alaska Fairbanks Schedule 20.1	University of Alaska Anchorage Schedule 20.2	University of Alaska Southeast Schedule 20.3	Prince William Sound
<b>ASSETS</b>						
Investment in plant, net of accumulated depreciation						
Land	\$ 28,082,604	\$ 263,418	\$ 1,096,276	\$ 21,689,270	\$ 4,503,640	\$ 530,000
Buildings	519,126,741	16,389,305	284,092,351	167,124,900	42,738,278	8,781,907
Infrastructure	26,257,932	-	19,908,128	4,302,447	2,047,357	-
Equipment	44,771,434	2,463,271	33,639,815	7,007,255	1,427,049	234,044
Plant in process of construction	92,683,467	-	30,896,741	60,916,441	869,025	1,260
Library books and media	50,952,768	36,053	30,448,473	16,289,417	3,705,292	473,533
Museum art and artifacts	5,152,343	93,008	2,755,446	352,988	284,244	1,666,657
Other capitalizable assets	5,264,099	225,756	3,902,440	985,204	150,699	-
Leasehold improvements	19,459,645	713,790	12,363,905	521,889	5,860,061	-
Intangible assets	175,000	-	175,000	-	-	-
Investment in plant, net	\$ 791,926,033	\$ 20,184,601	\$ 419,278,575	\$ 279,189,811	\$ 61,585,645	\$ 11,687,401
<b>LIABILITIES</b>						
Accounts payable and accrued expenses	\$ 626,292	\$ -	\$ 582,681	\$ 7,062	\$ 36,549	\$ -
Deferred lease revenue	7,365,750	-	7,365,750	-	-	-
Long-term debt						
Notes	20,731,599	-	-	20,731,599	-	-
Revenue bonds	108,125,000	-	61,840,000	33,148,000	13,137,000	-
Installment contracts	1,974,167	-	1,974,167	-	-	-
Long-term debt	130,830,766	-	63,814,167	53,879,599	13,137,000	-
Total liabilities	138,822,808	-	71,762,598	53,886,661	13,173,549	-
Interfund	34,145	-	34,145	-	-	-
<b>FUND BALANCES</b>						
Restricted	653,069,080	20,184,601	347,481,832	225,303,150	48,412,096	11,687,401
Total liabilities and fund balances	\$ 791,926,033	\$ 20,184,601	\$ 419,278,575	\$ 279,189,811	\$ 61,585,645	\$ 11,687,401

UNIVERSITY OF ALASKA  
Investment in Plant Funds  
Balance Sheet  
University of Alaska Fairbanks  
June 30, 2008

	Total	Fairbanks	Chukchi	Kuskokwim	Northwest
<b>ASSETS</b>					
Investment in plant, net of accumulated depreciation					
Land	\$ 1,096,276	\$ 882,142	\$ 97,444	\$ -	\$ 116,690
Buildings	284,092,351	277,802,831	1,475,613	3,728,084	1,085,823
Infrastructure	19,908,128	19,877,843	-	30,285	-
Equipment	33,639,815	33,386,344	117,340	91,527	44,604
Plant in process of construction	30,896,741	29,662,009	15,363	1,219,369	-
Library books and media	30,448,473	29,118,796	115,608	782,935	431,134
Museum art and artifacts	2,755,446	2,711,668	7,500	26,400	9,878
Other capitalizable assets	3,902,440	3,884,592	-	17,848	-
Leasehold improvements	12,363,905	12,363,905	-	-	-
Intangible assets	175,000	175,000	-	-	-
Investment in plant, net	\$ 419,278,575	\$ 409,865,130	\$ 1,828,868	\$ 5,896,448	\$ 1,688,129
<b>LIABILITIES</b>					
Accounts payable and accrued expenses	\$ 582,681	\$ 582,681	-	-	-
Deferred lease revenue	7,365,750	7,365,750	-	-	-
Long-term debt					
Revenue bonds	61,840,000	61,840,000	-	-	-
Installment contracts	1,974,167	1,974,167	-	-	-
Long-term debt	63,814,167	63,814,167	-	-	-
Total liabilities	71,762,598	71,762,598	-	-	-
Interfund	34,145	34,145	-	-	-
<b>FUND BALANCES</b>					
Restricted	347,481,832	338,068,387	1,828,868	5,896,448	1,688,129
Total liabilities and fund balances	\$ 419,278,575	\$ 409,865,130	\$ 1,828,868	\$ 5,896,448	\$ 1,688,129

UNIVERSITY OF ALASKA  
Investment in Plant Funds  
Balance Sheet  
University of Alaska Anchorage  
June 30, 2008

	Total	Anchorage	Kenai Peninsula	Kodiak	Matanuska-Susitna
<b>ASSETS</b>					
Investment in plant, net of accumulated depreciation					
Land	\$ 21,689,270	\$ 20,365,039	\$ 974,231	\$ 300,000	\$ 50,000
Buildings	167,124,900	148,594,569	10,153,671	1,785,208	6,591,452
Infrastructure	4,302,447	3,867,283	102,488	-	332,676
Equipment	7,007,255	6,225,938	402,688	66,730	311,899
Plant in process of construction	60,916,441	59,343,353	1,335,288	3,607	234,193
Library books and media	16,289,417	13,313,459	825,415	748,240	1,402,303
Museum art and artifacts	352,988	268,491	79,668	1,299	3,530
Other capitalizable assets	985,204	632,141	-	146,351	206,712
Leasehold improvements	521,889	521,889	-	-	-
Investment in plant, net	\$ 279,189,811	\$ 253,132,162	\$ 13,873,449	\$ 3,051,435	\$ 9,132,765
<b>LIABILITIES</b>					
Accounts payable and accrued expenses	\$ 7,062	\$ (24,343)	\$ 31,405	\$ -	\$ -
Long-term debt					
Notes	20,731,599	20,731,599	-	-	-
Revenue bonds	33,148,000	32,413,000	735,000	-	-
Long-term debt	53,879,599	53,144,599	735,000	-	-
Total liabilities	53,886,661	53,120,256	766,405	-	-
<b>FUND BALANCES</b>					
Restricted	225,303,150	200,011,906	13,107,044	3,051,435	9,132,765
Total liabilities and fund balances	\$ 279,189,811	\$ 253,132,162	\$ 13,873,449	\$ 3,051,435	\$ 9,132,765

UNIVERSITY OF ALASKA  
Investment in Plant Funds  
Balance Sheet  
University of Alaska Southeast  
June 30, 2008

	Total	Juneau	Ketchikan	Sitka
<b>ASSETS</b>				
Investment in plant, net of accumulated depreciation				
Land	\$ 4,503,640	\$ 4,453,210	\$ 50,430	\$ -
Buildings	42,738,278	30,348,029	6,548,598	5,841,651
Infrastructure	2,047,357	2,047,357	-	-
Equipment	1,427,049	1,096,414	101,143	229,492
Plant in process of construction	869,025	597,513	-	271,512
Library books and media	3,705,292	3,010,287	497,038	197,967
Museum art and artifacts	284,244	255,504	14,000	14,740
Other capitalizable assets	150,699	63,295	87,404	-
Leasehold improvements	5,860,061	5,860,061	-	-
Investment in plant, net	\$ 61,585,645	\$ 47,731,670	\$ 7,298,613	\$ 6,555,362
<b>LIABILITIES</b>				
Accounts payable and accrued expenses	\$ 36,549	\$ 36,549	\$ -	\$ -
Long-term debt				
Revenue bonds	13,137,000	13,137,000	-	-
Total liabilities	13,173,549	13,173,549	-	-
<b>FUND BALANCES</b>				
Restricted	48,412,096	34,558,121	7,298,613	6,555,362
Total liabilities and fund balances	\$ 61,585,645	\$ 47,731,670	\$ 7,298,613	\$ 6,555,362



UNIVERSITY OF ALASKA  
Investment in Plant Funds  
Schedule of Changes in Investment in Plant  
Year Ended June 30, 2008

	Balances July 1, 2007	Additions	Reductions	Balances June 30, 2008	Accumulated Depreciation June 30, 2008 Schedule 22.0	Net Assets June 30, 2008
<b>LAND</b>						
Statewide Programs and Services	\$ 294,618	\$ -	\$ 31,200	\$ 263,418	\$ -	\$ 263,418
University of Alaska Fairbanks						
Fairbanks	882,142	-	-	882,142	-	882,142
Chukchi	97,444	-	-	97,444	-	97,444
Northwest	116,690	-	-	116,690	-	116,690
University of Alaska Anchorage						
Anchorage	20,365,039	-	-	20,365,039	-	20,365,039
Kenai Peninsula	974,231	-	-	974,231	-	974,231
Kodiak	300,000	-	-	300,000	-	300,000
Matanuska-Susitna	50,000	-	-	50,000	-	50,000
University of Alaska Southeast						
Juneau	4,308,210	145,000	-	4,453,210	-	4,453,210
Ketchikan	50,430	-	-	50,430	-	50,430
Prince William Sound	530,000	-	-	530,000	-	530,000
Total land	27,968,804	145,000	31,200	28,082,604	-	28,082,604
<b>BUILDINGS</b>						
Statewide Programs and Services	29,857,552	-	-	29,857,552	13,468,247	16,389,305
University of Alaska Fairbanks						
Fairbanks	511,041,032	14,827,172	32,194	525,836,010	248,033,179	277,802,831
Chukchi	2,953,742	-	-	2,953,742	1,478,129	1,475,613
Kuskokwim	11,087,939	187,280	-	11,275,219	7,547,135	3,728,084
Northwest	2,461,120	-	-	2,461,120	1,375,297	1,085,823
University of Alaska Anchorage						
Anchorage	287,914,052	7,455,139	-	295,369,191	146,774,622	148,594,569
Kenai Peninsula	19,615,096	329,057	-	19,944,153	9,790,482	10,153,671
Kodiak	6,436,349	168,493	-	6,604,842	4,819,634	1,785,208
Matanuska-Susitna	20,671,554	8,684	-	20,680,238	14,088,786	6,591,452
University of Alaska Southeast						
Juneau	62,328,247	4,358,567	-	66,686,814	36,338,785	30,348,029
Ketchikan	9,989,205	417,782	-	10,406,987	3,858,389	6,548,598
Sitka	8,541,806	104,943	-	8,646,749	2,805,098	5,841,651
Prince William Sound	8,245,262	3,750,761	-	11,996,023	3,214,116	8,781,907
Total buildings	981,142,956	31,607,878	32,194	1,012,718,640	493,591,899	519,126,741

UNIVERSITY OF ALASKA  
Investment in Plant Funds  
Schedule of Changes in Investment in Plant  
Year Ended June 30, 2008

	Balances July 1, 2007	Additions	Reductions	Balances June 30, 2008	Accumulated Depreciation June 30, 2008 Schedule 22.0	Net Assets June 30, 2008
<b>INFRASTRUCTURE</b>						
Statewide Programs and Services	\$ 236,570	\$ -	\$ -	\$ 236,570	\$ 236,570	\$ -
University of Alaska Fairbanks	37,537,341	155,606	-	37,692,947	17,815,104	19,877,843
Fairbanks	135,772	-	-	135,772	105,487	30,285
Kuskokwim						
University of Alaska Anchorage	10,130,183	(110,093)	-	10,020,090	6,152,807	3,867,283
Anchorage	347,641	-	-	347,641	245,153	102,488
Kenai Peninsula	525,558	-	-	525,558	192,882	332,676
Matanuska-Susitna						
University of Alaska Southeast	5,813,277	96,037	-	5,909,314	3,861,957	2,047,357
Juneau	54,726,342	141,550	-	54,867,892	28,609,960	26,257,932
Total infrastructure	11,572,738	984,088	848,046	11,708,780	9,245,509	2,463,271
<b>EQUIPMENT</b>						
Statewide Programs and Services	128,653,516	10,637,483	8,533,124	130,757,875	97,371,531	33,386,344
University of Alaska Fairbanks	168,901	86,918	20,851	234,968	117,628	117,340
Fairbanks	471,238	-	106,645	364,593	273,066	91,527
Chukchi	249,682	15,464	49,088	216,058	171,454	44,604
Kuskokwim						
Northwest						
University of Alaska Anchorage	27,209,118	2,149,843	898,105	28,460,856	22,234,918	6,225,938
Anchorage	2,009,245	79,530	138,294	1,950,481	1,547,793	402,688
Kenai Peninsula	337,546	23,525	17,040	344,031	277,301	66,730
Kodiak	1,169,086	24,810	104,314	1,089,582	777,683	311,899
Matanuska-Susitna						
University of Alaska Southeast	3,906,988	185,454	306,059	3,786,383	2,689,969	1,096,414
Juneau	505,570	23,066	16,146	512,490	411,347	101,143
Ketchikan	471,930	5,131	(17,487)	494,548	265,056	229,492
Sitka	656,976	18,764	22,175	653,565	419,521	234,044
Prince William Sound						
Total equipment	177,382,534	14,234,076	11,042,400	180,574,210	135,802,776	44,771,434

UNIVERSITY OF ALASKA  
Investment in Plant Funds  
Schedule of Changes in Investment in Plant  
Year Ended June 30, 2008

	Balances July 1, 2007	Additions	Reductions	Balances June 30, 2008	Accumulated Depreciation June 30, 2008 Schedule 22.0	Net Assets June 30, 2008
<b>PLANT IN PROCESS OF CONSTRUCTION</b>						
Statewide Programs and Services	\$ -	\$ 1,020,562	\$ 1,020,562	\$ -	\$ -	\$ -
University of Alaska Fairbanks						
Fairbanks	11,269,342	33,406,235	15,013,568	29,662,009	-	29,662,009
Chukchi	-	15,363	-	15,363	-	15,363
Kuskokwim	108,254	1,298,396	187,281	1,219,369	-	1,219,369
University of Alaska Anchorage						
Anchorage	13,848,855	52,893,910	7,399,412	59,343,353	-	59,343,353
Kenai Peninsula	81,530	1,582,816	329,058	1,335,288	-	1,335,288
Kodiak	3,607	168,493	168,493	3,607	-	3,607
Matanuska-Susitna	70,396	172,481	8,684	234,193	-	234,193
University of Alaska Southeast						
Juneau	1,984,458	3,215,060	4,602,005	597,513	-	597,513
Ketchikan	28,144	389,638	417,782	-	-	-
Sitka	147,184	229,271	104,943	271,512	-	271,512
Prince William Sound	645,904	3,106,117	3,750,761	1,260	-	1,260
Total plant in process of construction	28,187,674	97,498,342	33,002,549	92,683,467	-	92,683,467
<b>LIBRARY BOOKS AND MEDIA</b>						
Statewide Programs and Services	36,053	-	-	36,053	-	36,053
University of Alaska Fairbanks						
Fairbanks	28,557,195	561,601	-	29,118,796	-	29,118,796
Chukchi	109,833	5,775	-	115,608	-	115,608
Kuskokwim	766,937	15,998	-	782,935	-	782,935
Northwest	430,994	140	-	431,134	-	431,134
University of Alaska Anchorage						
Anchorage	13,024,535	288,924	-	13,313,459	-	13,313,459
Kenai Peninsula	809,410	16,005	-	825,415	-	825,415
Kodiak	748,240	-	-	748,240	-	748,240
Matanuska-Susitna	1,342,580	59,723	-	1,402,303	-	1,402,303
University of Alaska Southeast						
Juneau	2,950,313	59,974	-	3,010,287	-	3,010,287
Ketchikan	488,893	8,145	-	497,038	-	497,038
Sitka	197,967	-	-	197,967	-	197,967
Prince William Sound	464,647	8,886	-	473,533	-	473,533
Total library books and media	49,927,597	1,025,171	-	50,952,768	-	50,952,768

UNIVERSITY OF ALASKA  
Investment in Plant Funds  
Schedule of Changes in Investment in Plant  
Year Ended June 30, 2008

	Balances July 1, 2007	Additions	Reductions	Balances June 30, 2008	Accumulated Depreciation June 30, 2008 Schedule 22.0	Net Assets June 30, 2008
<b>MUSEUM ART AND ARTIFACTS</b>						
Statewide Programs and Services	\$ 93,008	\$ -	\$ -	\$ 93,008	\$ -	\$ 93,008
University of Alaska Fairbanks						
Fairbanks	2,655,614	56,054	-	2,711,668	-	2,711,668
Chukchi	7,500	-	-	7,500	-	7,500
Kuskokwim	26,400	-	-	26,400	-	26,400
Northwest	9,878	-	-	9,878	-	9,878
University of Alaska Anchorage						
Anchorage	221,440	47,051	-	268,491	-	268,491
Kenai Peninsula	79,668	-	-	79,668	-	79,668
Kodiak	1,299	-	-	1,299	-	1,299
Matanuska-Susitna	3,530	-	-	3,530	-	3,530
University of Alaska Southeast						
Juneau	255,504	-	-	255,504	-	255,504
Ketchikan	14,000	-	-	14,000	-	14,000
Sitka	14,740	-	-	14,740	-	14,740
Prince William Sound	1,666,657	-	-	1,666,657	-	1,666,657
Total museum art and artifacts	5,049,238	103,105	-	5,152,343	-	5,152,343
<b>OTHER CAPITALIZABLE ASSETS</b>						
Statewide Programs and Services	-	241,882	-	241,882	16,126	225,756
University of Alaska Fairbanks						
Fairbanks	13,066,377	-	-	13,066,377	9,181,785	3,884,592
Kuskokwim	368,559	-	-	368,559	350,711	17,848
Northwest	95,600	-	-	95,600	95,600	-
University of Alaska Anchorage						
Anchorage	4,975,862	-	-	4,975,862	4,343,721	632,141
Kenai Peninsula	93,195	-	-	93,195	93,195	-
Kodiak	301,962	-	-	301,962	155,611	146,351
Matanuska-Susitna	407,319	-	-	407,319	200,607	206,712
University of Alaska Southeast						
Juneau	1,501,680	-	-	1,501,680	1,438,385	63,295
Ketchikan	381,227	-	-	381,227	293,823	87,404
Total other capitalizable assets	21,191,781	241,882	-	21,433,663	16,169,564	5,264,099

UNIVERSITY OF ALASKA  
Investment in Plant Funds  
Schedule of Changes in Investment in Plant  
Year Ended June 30, 2008

	Balances July 1, 2007	Additions	Reductions	Balances June 30, 2008	Accumulated Depreciation June 30, 2008 Schedule 22.0	Net Assets June 30, 2008
<b>LEASEHOLD IMPROVEMENTS</b>						
Statewide Programs and Services University of Alaska Fairbanks	\$ -	\$ 778,680	\$ -	\$ 778,680	\$ 64,890	\$ 713,790
Fairbanks	19,029,611	-	-	19,029,611	6,665,706	12,363,905
University of Alaska Anchorage Anchorage	589,229	-	-	589,229	67,340	521,889
University of Alaska Southeast Juneau	6,230,822	2,401	-	6,233,223	373,162	5,860,061
Total leasehold improvements	25,849,662	781,081	-	26,630,743	7,171,098	19,459,645
<b>INTANGIBLE ASSETS</b>						
University of Alaska Fairbanks Fairbanks	350,000	-	-	350,000	175,000	175,000
Total intangible assets	350,000	-	-	350,000	175,000	175,000
Total investment in plant	\$ 1,371,776,588	\$ 145,778,085	\$ 44,108,343	\$ 1,473,446,330	\$ 681,520,297	\$ 791,926,033

144 UNIVERSITY OF ALASKA  
Investment In Plant Funds  
Schedule of Changes in Construction Work in Progress  
Year Ended June 30, 2008

	Balances July 1, 2007	Additions and Reclassifications	Completed Projects	Balances June 30, 2008
<b>STATEWIDE PROGRAMS AND SERVICES</b>				
Bragaw renovations/leasehold improvements	\$ -	\$ 778,680	\$ (778,680)	\$ -
Butrovich Parking Lot	-	140,569	(140,569)	-
Butrovich Planters & Parking	-	101,313	(101,313)	-
Total Statewide	-	1,020,562	(1,020,562)	-
<b>UNIVERSITY OF ALASKA FAIRBANKS</b>				
Fairbanks				
Arctic Health Building	762,706	6,399,171	(7,161,877)	1,954,121
ARRV Equipment Construction	-	1,954,121	-	-
Biomedical Computational Science Building	-	61,126	(61,126)	-
BIOS Building	1,095,295	109,962	-	1,205,257
Bristol Bay Addition	-	141,080	(141,080)	-
Constitution Hall	23,497	41,444	-	64,941
Fine Arts Building	294,015	1,917,710	-	2,211,725
Fire Alarms-Health & Safety	-	67,466	-	67,466
Fire Station Concept Plan	-	6,389	-	6,389
Gruening Building	530,376	392,110	(806,661)	115,825
Harper Building	-	15,140	(15,140)	-
Irving I Building	1,201,428	(3,850)	(1,197,578)	-
Irving II Building	25,520	-	(25,520)	-
Large Animal Research Station	199,742	315,709	(515,451)	-
Mammalogy Expansion needs-FE	-	30,716	(30,716)	-
Moore Hall	198,465	86,888	(285,353)	-
Moore Bartlett Skarland Halls Storm Drains	-	34,513	-	34,513
Museum	-	1,088,983	(1,088,983)	-
O'Neill Building	279,870	537,245	(792,940)	24,175
Patty Center ADA	53,322	572,726	(559,093)	66,955
Patty Center Ice Locker Room	-	1,531	(1,531)	-
Patty Center Walking Deck	-	419,258	(419,258)	-
Power Plant	31,854	21,901	(21,764)	31,991

UNIVERSITY OF ALASKA  
Investment In Plant Funds  
Schedule of Changes in Construction Work in Progress  
Year Ended June 30, 2008

Schedule 21.1  
Sheet 2 of 5

	Balances July 1, 2007	Additions and Reclassifications	Completed Projects	Balances June 30, 2008
UNIVERSITY OF ALASKA FAIRBANKS (continued)				
Fairbanks (continued)				
Residential Sprinklers	\$ 7,472	\$ 19,654	-	\$ 27,126
Roadway Light Replacement	5,992	56	-	6,048
SFOS Lena Point Construction	5,948,056	14,708,629	-	20,656,685
SRC Climbing Wall	-	141,236	(141,236)	-
Thompson Drive Sign	30,791	-	(30,791)	-
Tok Center	53,629	891,601	-	945,230
TVC Allied Health	366,022	1,635,558	-	2,001,580
USDA Palmer Greenhouse	27,320	9,923	-	37,243
Virology Lab DH&SS	111,348	60,991	-	172,339
Walsh Hall	2,693	20,077	-	22,770
West Ridge Research Building OCA	-	9,630	-	9,630
Wood Center Food Court Renovation	-	1,561,864	(1,561,864)	-
Yukon Drive Sidewalk	19,929	135,677	(155,606)	-
Total Fairbanks	11,269,342	33,406,235	(15,013,568)	29,662,009
Chukchi				
Campus Land Improvement	-	15,363	-	15,363
Total Chukchi	-	15,363	-	15,363
Kuskokwim				
Campus Renovation	108,254	1,111,115	-	1,219,369
Cultural Center	-	187,281	(187,281)	-
Total Kuskokwim	108,254	1,298,396	(187,281)	1,219,369
Total University of Alaska Fairbanks	11,377,596	34,719,994	(15,200,849)	30,896,741

UNIVERSITY OF ALASKA  
Investment In Plant Funds  
Schedule of Changes in Construction Work in Progress  
Year Ended June 30, 2008

	Balances July 1, 2007	Additions and Reclassifications	Completed Projects	Balances June 30, 2008
UNIVERSITY OF ALASKA ANCHORAGE				
Anchorage				
7th & A Fire Sprinkler	\$ 26,270	-	-	\$ 26,270
Administration Building	-	18,312	-	18,312
Allied Health Science Dental Clinic Remodel	989,093	1,390,745	(2,379,838)	-
Auto/Diesel Tech Fire Sprinkler	-	247,216	-	247,216
Campus Center	26,851	970,456	(472,380)	524,927
Campus Way Finding	-	8,691	(8,691)	-
CAS Building Renovations and Code Upgrades	410,290	1,227,873	(853,884)	784,279
Consortium Library	-	2,238,925	(1,414,408)	824,517
Cuddy Center Renewal	108,516	1,041,473	(103,503)	1,046,486
Diplomacy Building	-	164,316	-	164,316
ERA Aviation Facility Renewal	8,771	249,473	-	258,244
Integrated Science Facility	11,909,666	40,349,595	-	52,259,261
Integrated Science Building Parking Lot & Loop Rd	-	1,287,105	-	1,287,105
Land Acquisitions	48,076	-	-	48,076
MAC Fire System Upgrade	9,139	779,139	-	788,278
MAC Stairwell Repairs	190,164	674,836	(865,000)	-
Nursing/Allied Health Building	-	433,732	-	433,732
Plum Building WWAMI Lab Upgrade	13,397	303,996	(316,888)	505
Rasmuson Hall	-	125,173	(125,173)	-
Science Facility	54,366	-	(54,366)	-
Science/Biomedical Facilities	-	77,708	-	77,708
Short Bldg Elec/Mech Upgrades	54,256	174,761	-	229,017
University Center	-	500,000	(500,000)	-
University Lake Building	-	325,104	-	325,104
Voice Over IP	-	(118,783)	118,783	-
Wells Fargo Sports Complex	-	424,064	(424,064)	-
Total Anchorage	13,848,855	52,893,910	(7,399,412)	59,343,353



UNIVERSITY OF ALASKA  
Investment In Plant Funds  
Schedule of Changes in Construction Work in Progress  
Year Ended June 30, 2008

	Balances July 1, 2007	Additions and Reclassifications	Completed Projects	Balances June 30, 2008
<b>UNIVERSITY OF ALASKA ANCHORAGE (continued)</b>				
Kenai Peninsula				
Goodrich Building	\$ -	\$ 253,963	\$ -	\$ 253,963
Science Lab Renewal	68,566	397,778	(156,331)	310,013
Ward Building	-	172,727	(172,727)	-
Ward/Goodrich ADA Code Upgrades	426	-	-	426
Ward/Goodrich Walkway	11,376	443,247	-	454,623
Water System Upgrade	1,162	315,101	-	316,263
Total Kenai Peninsula	81,530	1,582,816	(329,058)	1,335,288
Kodiak				
Voc-tech Planning	3,607	-	-	3,607
Adult Learning Center ADA Code Upgrades	-	168,493	(168,493)	-
Total Kodiak	3,607	168,493	(168,493)	3,607
Matanuska-Susitna				
Campus Addition	3,846	-	-	3,846
Fire Access New Road Repair	63,116	25,829	-	88,945
Okeson Building	-	8,684	(8,684)	-
Science Lab Renewal	3,019	78,212	-	81,231
Water System Upgrade	415	59,756	-	60,171
Total Matanuska-Susitna	70,396	172,481	(8,684)	234,193
Total University of Alaska Anchorage	14,004,388	54,817,700	(7,905,647)	60,916,441
<b>UNIVERSITY OF ALASKA SOUTHEAST</b>				
Juneau				
Anderson Building	-	74,894	(12,365)	62,529
Fitzgerald Property	1,950	392,011	(393,961)	-
Gitkov Acquisition, Renovation & Remodel	1,697,986	507,580	(2,205,566)	-
Hendrickson Building	105,245	90,846	-	196,091
Housing	8,344	87,693	(96,037)	-

UNIVERSITY OF ALASKA  
Investment In Plant Funds  
Schedule of Changes in Construction Work in Progress  
Year Ended June 30, 2008

	Balances July 1, 2007	Additions and Reclassifications	Completed Projects	Balances June 30, 2008
<b>UNIVERSITY OF ALASKA SOUTHEAST (continued)</b>				
Juneau (continued)				
Joint Readiness Center	\$ 13,953	2,401	(2,401)	\$ 13,953
Science Laboratory	-	6,370	(6,370)	-
Student Services	141,275	1,744,030	(1,885,305)	-
Trail Construction	15,705	309,235	-	324,940
Total Juneau	<u>1,984,458</u>	<u>3,215,060</u>	<u>(4,602,005)</u>	<u>597,513</u>
<b>Ketchikan</b>				
Hamilton Building	-	75,813	(75,813)	-
Paul Classroom	-	25,387	(25,387)	-
Robertson Building	28,144	259,285	(287,429)	-
Zeigler Classroom	-	29,153	(29,153)	-
Total Ketchikan	<u>28,144</u>	<u>389,638</u>	<u>(417,782)</u>	<u>-</u>
<b>Sitka</b>				
SE Alaska Voc. Training Center	-	3,342	(3,342)	-
Sitka Classroom Exp (Hangar 332) Phase IV	31,184	97,901	(101,601)	27,484
Sitka Welding Project	116,000	128,028	-	244,028
Total Sitka	<u>147,184</u>	<u>229,271</u>	<u>(104,943)</u>	<u>271,512</u>
Total University of Alaska Southeast	<u>2,159,786</u>	<u>3,833,969</u>	<u>(5,124,730)</u>	<u>869,025</u>
<b>PRINCE WILLIAM SOUND</b>				
Maintenance Shop	-	1,260	-	1,260
Museum Acquisition and Addition	640,883	2,592,435	(3,233,318)	-
Science Lab Renewal	5,021	512,422	(517,443)	-
Total Prince William Sound	<u>645,904</u>	<u>3,106,117</u>	<u>(3,750,761)</u>	<u>1,260</u>
Total plant in process of construction	<u>\$ 28,187,674</u>	<u>\$ 97,498,342</u>	<u>\$ (33,002,549)</u>	<u>\$ 92,683,467</u>

UNIVERSITY OF ALASKA  
Investment in Plant Funds  
Schedule of Changes in Accumulated Depreciation  
Year Ended June 30, 2008

	Balances July 1, 2007	Additions	Reductions	Balances June 30, 2008
<b>ACCUMULATED DEPRECIATION-BUILDINGS</b>				
Statewide Programs and Services	\$ 12,342,540	\$ 1,125,707	\$ -	\$ 13,468,247
University of Alaska Fairbanks	228,770,069	19,295,304	(32,194)	248,033,179
Fairbanks	1,403,481	74,648	-	1,478,129
Chukchi	7,093,686	453,449	-	7,547,135
Kuskokwim	1,282,023	93,274	-	1,375,297
Northwest				
University of Alaska Anchorage	134,892,166	11,882,456	-	146,774,622
Anchorage	9,333,010	457,472	-	9,790,482
Kenai Peninsula	4,701,269	118,365	-	4,819,634
Kodiak	13,271,089	817,697	-	14,088,786
Matanuska-Susitna				
University of Alaska Southeast	33,590,060	2,748,725	-	36,338,785
Juneau	3,496,333	362,056	-	3,858,389
Ketchikan	2,552,713	252,385	-	2,805,098
Sitka	2,744,666	469,450	-	3,214,116
Prince William Sound				
Total accumulated depreciation-buildings	455,473,105	38,150,988	(32,194)	493,591,899
<b>ACCUMULATED DEPRECIATION-INFRASTRUCTURE</b>				
Statewide Programs and Services	236,570	-	-	236,570
University of Alaska Fairbanks	16,811,057	1,004,047	-	17,815,104
Fairbanks	99,348	6,139	-	105,487
Kuskokwim				
University of Alaska Anchorage	5,738,095	414,712	-	6,152,807
Anchorage	239,125	6,028	-	245,153
Kenai Peninsula	173,313	19,569	-	192,882
Matanuska-Susitna				
University of Alaska Southeast	3,734,895	127,062	-	3,861,957
Juneau	27,032,403	1,577,557	-	28,609,960
Total accumulated depreciation-infrastructure				

150 UNIVERSITY OF ALASKA  
Investment in Plant Funds  
Schedule of Changes in Accumulated Depreciation  
Year Ended June 30, 2008

	Balances July 1, 2007	Additions	Reductions	Balances June 30, 2008
<b>ACCUMULATED DEPRECIATION-EQUIPMENT</b>				
Statewide Programs and Services	\$ 8,992,685	\$ 1,066,664	\$ (813,840)	\$ 9,245,509
University of Alaska Fairbanks				
Fairbanks	93,703,502	11,479,684	(7,811,655)	97,371,531
Chukchi	117,710	20,769	(20,851)	117,628
Kuskokwim	361,858	17,852	(106,644)	273,066
Northwest	208,560	11,982	(49,088)	171,454
University of Alaska Anchorage				
Anchorage	21,367,277	1,750,221	(882,580)	22,234,918
Kenai Peninsula	1,577,621	95,717	(125,545)	1,547,793
Kodiak	273,952	20,389	(17,040)	277,301
Matanuska-Susitna	798,926	80,071	(101,314)	777,683
University of Alaska Southeast				
Juneau	2,642,174	283,694	(235,899)	2,689,969
Ketchikan	388,315	39,177	(16,145)	411,347
Sitka	223,229	53,074	(11,247)	265,056
Prince William Sound	363,128	78,215	(21,822)	419,521
Total accumulated depreciation-equipment	131,018,937	14,997,509	(10,213,670)	135,802,776
<b>ACCUMULATED DEPRECIATION-OTHER CAPITALIZABLE ASSETS</b>				
Statewide Programs and Services	-	16,126	-	16,126
University of Alaska Fairbanks				
Fairbanks	8,551,795	629,990	-	9,181,785
Kuskokwim	335,742	14,969	-	350,711
Northwest	95,600	-	-	95,600
University of Alaska Anchorage				
Anchorage	4,273,140	70,581	-	4,343,721
Kenai Peninsula	93,195	-	-	93,195
Kodiak	142,746	12,865	-	155,611
Matanuska-Susitna	180,928	19,679	-	200,607
University of Alaska Southeast				
Juneau	1,427,836	10,549	-	1,438,385
Ketchikan	282,898	10,925	-	293,823
Total accumulated depreciation-other capitalizable assets	15,383,880	785,684	-	16,169,564

UNIVERSITY OF ALASKA  
Investment in Plant Funds  
Schedule of Changes in Accumulated Depreciation  
Year Ended June 30, 2008

	Balances July 1, 2007	Additions	Reductions	Balances June 30, 2008
<b>ACCUMULATED DEPRECIATION-LEASEHOLD IMPROVEMENTS</b>				
Statewide Programs and Services	\$ -	\$ 64,890	\$ -	\$ 64,890
University of Alaska Fairbanks	5,535,545	1,130,161	-	6,665,706
University of Alaska Anchorage	50,505	16,835	-	67,340
University of Alaska Southeast	248,498	124,664	-	373,162
Juneau	5,834,548	1,336,550	-	7,171,098
Total accumulated depreciation-leasehold improvements				
<b>ACCUMULATED DEPRECIATION-INTANGIBLE ASSETS</b>				
University of Alaska Fairbanks	140,000	35,000	-	175,000
Total accumulated depreciation	\$ 634,882,873	\$ 56,883,288	\$ (10,245,864)	\$ 681,520,297

UNIVERSITY OF ALASKA  
Investment in Plant Funds  
Schedule of Long-term Debt  
Year Ended June 30, 2008

	Interest Rate	Interest Payment Date	Issue Date	Final Maturity Date	Authorized/ Issued	Retired	Outstanding June 30, 2008
Notes Payable							
UAA Housing	1.826%	Aug 1, Feb 1	05-14-97	02-01-24	\$ 30,000,000	\$ 9,268,401	\$ 20,731,599
Revenue Bonds							
General 1997, Series G	5.00-5.45%	Oct 1, Apr 1	06-01-97	10-01-22	10,000,000	10,000,000	-
General 1998, Series H	4.35-4.85%	Oct 1, Apr 1	12-17-98	10-01-23	9,820,000	305,000	9,515,000
General 1999, Series J	4.00-5.00%	Oct 1, Apr 1	04-27-99	10-01-17	14,295,000	7,270,000	7,025,000
General 2002, Series K	1.40-5.00%	Oct 1, Apr 1	07-31-02	10-01-28	33,515,000	4,880,000	28,635,000
General 2003, Series L	3.00-4.70%	Oct 1, Apr 1	12-09-03	10-01-30	9,970,000	2,585,000	7,385,000
General 2004, Series M	3.25-4.75%	Oct 1, Apr 1	01-08-04	10-01-28	8,680,000	745,000	7,935,000
General 2005, Series N	3.00-5.00%	Oct 1, Apr 1	08-31-05	10-01-35	24,355,000	520,000	23,835,000
General 2008, Series O	3.375-4.25%	Oct 1, Apr 1	01-31-08	10-01-33	23,795,000	-	23,795,000
Total revenue bonds					134,430,000	26,305,000	108,125,000
Equipment and Other Financings							
Wells Fargo	2.78%	Mar, Jun, Sep, Dec 15	06-30-03	06-15-08	376,177	376,177	-
Wells Fargo	3.52%	Mar, Jun, Sep, Dec 15	09-03-03	09-15-08	259,099	245,021	14,078
Wells Fargo	3.94%	Jan, Apr, Jul, Oct 15	06-18-04	04-15-09	28,020	22,007	6,013
Wells Fargo	3.94%	Jan, Apr, Jul, Oct 15	03-30-05	01-15-10	220,951	139,309	81,642
Key Government Financial	4.77%	Jan, Apr, Jul, Oct 15	04-14-06	04-15-16	863,755	174,096	689,659
Key Government Financial	4.68%	Jan, Apr, Jul, Oct 15	11-20-06	10-15-16	1,116,796	210,942	905,854
Key Government Financial	4.53%	Jan, Apr, Jul, Oct 15	06-15-07	04-15-17	136,074	11,948	124,126
Key Government Financial	4.35%	Jan, Apr, Jul, Oct 15	06-16-08	04-15-13	152,795	-	152,795
Total equipment and other financings					3,153,667	1,179,500	1,974,167
Total long-term debt					\$ 167,583,667	\$ 36,752,901	\$ 130,830,766

Note: Notes Payable outstanding at June 30, 2008 reported above do not include \$3,852,460 for debt on Bunnell Park. Series M Revenue Bonds outstanding at June 30, 2008 reported above do not include \$1,995,000 for debt on the University Lake Building. These are both reported in the Endowment fund group. See Schedule 9.0.