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UNIVERSITY OF NORTHERN IOWA  
FIELD HOUSE REVENUE BOND FUNDS

FINANCIAL REPORT  
JUNE 30, 2008

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UNIVERSITY OF NORTHERN IOWA  
FIELD HOUSE REVENUE BOND FUNDS

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## Independent Auditors' Report

To the Members of the Board of Regents, State of Iowa  
and Officials of the University of Northern Iowa

We have audited the accompanying statement of net assets, and the related statements of revenues, expenses and changes in fund net assets and cash flows, of the Field House Revenue Bond Funds, of the University of Northern Iowa, as of and for the year ended June 30, 2008, which collectively comprise the Bond Funds' basic financial statements listed in the table of contents. These financial statements are the responsibility of University officials. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed in Note 1, the financial statements present only the Field House Revenue Bond Funds of the University of Northern Iowa and do not purport to, and do not, present fairly the financial position of the University of Northern Iowa as of June 30, 2008 and changes in its financial position and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Field House Revenue Bond Funds, of the University of Northern Iowa, as of June 30, 2008, and the changes in its financial position and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In connection with our audit, nothing came to our attention that caused us to believe that the University of Northern Iowa was not in compliance with the accounting requirements of the Board of Regents, State of Iowa Resolution for the issuance of the Field House Revenue Bonds, Series 2001, 2004 and 2005 Refunding. However, our audit was not directed primarily toward obtaining knowledge of such noncompliance.

The University of Northern Iowa has not presented Management's Discussion and Analysis for the Field House Revenue Bond Funds that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be part of, the basic financial statements.

This report, a public record by law, is intended solely for the information and use of the officials and employees of the University of Northern Iowa, the members of the Board of Regents, citizens of the State of Iowa and other parties to whom the University of Northern Iowa may report. This report is not intended to be and should not be used by anyone other than these specified parties.

*Carney, Alexander, Rosell & Co., L.L.P.*

October 31, 2008

## Basic Financial Statements

UNIVERSITY OF NORTHERN IOWA  
FIELD HOUSE REVENUE BOND FUNDS

Statement of Net Assets  
As of June 30, 2008

- ASSETS -

Current Assets:

Cash and cash equivalents	\$ 4,172,651
Accounts receivable, net	597,981
Interest receivable	55,377
Prepaid expenses	18,827
Inventories	13,691
Total Current Assets	4,858,527

Noncurrent Assets:

Investments	5,393,041
Accounts receivable, net	1,901,752
Prepaid expense	95
Debt issuance costs, net of amortization	425,670
Capital assets	48,889,561
Accumulated depreciation	(11,479,154)
Total Noncurrent Assets	45,130,965

Total Assets	\$ 49,989,492
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- LIABILITIES AND NET ASSETS -

Current Liabilities:

Accounts payable	\$ 6,003
Salaries and wages payable	1,309
Compensated absences payable	59,271
Accrued interest payable	362,534
Revenue bonds and notes payable, current portion	910,000
Deposits	1,000
Total Current Liabilities	1,340,117

Noncurrent Liabilities:

Compensated absences payable	39,637
Revenue bonds and notes payable	18,220,000
Total Noncurrent Liabilities	18,259,637

Total Liabilities	19,599,754
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Net Assets:

Invested in capital assets, net of related debt	19,616,077
Restricted for capital projects	34,782
Restricted for debt service	4,805,792
Unrestricted	5,933,087
Total Net Assets	30,389,738

Total Liabilities and Net Assets	\$ 49,989,492
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The accompanying notes are an integral part of this statement.

UNIVERSITY OF NORTHERN IOWA  
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Statement of Revenues, Expenses and Changes in Fund Net Assets  
For the Year Ended June 30, 2008

Operating Revenues:	
Mandatory student fees	\$ 1,325,057
Sales and services	2,329,606
Miscellaneous	10,671
	3,665,334
Operating Expenses:	
Personnel services	728,280
Travel	9,093
Supplies	340,064
Contractual services	123,142
Equipment and repairs	124,329
Claims and miscellaneous	873,532
License, permits, and refunds	204,727
Depreciation expense	1,276,512
	3,679,679
Operating Loss	(14,345)
Nonoperating Revenues (Expenses):	
Investment income	390,671
Interest expense	(766,251)
Amortization expense	(29,225)
	(404,805)
Loss Before Other Revenues (Expenses) and Transfers	(419,150)
Other Revenues (Expenses) and Transfers:	
Capital gifts	72,887
Casualty reimbursement	30,276
	103,163
Change in Net Assets	(315,987)
Net Assets at Beginning of Year	30,705,725
Net Assets at End of Year	\$ 30,389,738

The accompanying notes are an integral part of this statement.

UNIVERSITY OF NORTHERN IOWA  
FIELD HOUSE REVENUE BOND FUNDS

Statement of Cash Flows  
For the Year Ended June 30, 2008

Cash Flows From Operating Activities:	
Cash received from operations	\$ 3,679,953
Cash paid for operations	<u>(2,443,535)</u>
Net Cash Provided By Operating Activities	<u>1,236,418</u>
Cash Flows From Capital Financing Activities:	
Capital gifts received	736,949
Acquisition of capital assets	(1,729,737)
Principal paid on capital debt	(1,560,000)
Interest paid on capital debt	(746,792)
Proceeds from casualty reimbursement	30,276
Principal paid on capital lease	(717,469)
Interest paid on capital lease	<u>(41,183)</u>
Net Cash Used By Capital Financing Activities	<u>(4,027,956)</u>
Cash Flows From Investing Activities:	
Interest on investments	354,537
Proceeds from sales of investments	8,828,690
Purchase of investments	<u>(10,101,132)</u>
Net Cash Used By Investing Activities	<u>(917,905)</u>
Net Decrease in Cash and Cash Equivalents	(3,709,443)
Cash and Cash Equivalents, Beginning of Year	<u>7,882,094</u>
Cash and Cash Equivalents, End of Year	<u><u>\$ 4,172,651</u></u>
Reconciliation of Operating Loss to Net Cash Provided By Operating Activities:	
Operating Loss	\$ (14,345)
Adjustments to reconcile operating loss to net cash provided by operating activities:	
Depreciation expense	1,276,512
Changes in assets and liabilities:	
Decrease in accounts receivable	13,619
(Increase) in prepaid expenses	(9,533)
(Increase) in inventories	(4,926)
(Decrease) in accounts payable	(18,554)
Increase in salaries and wages payable	219
Increase in compensated absences payable	14,179
(Decrease) in deferred revenue	(21,753)
Increase in deposits	<u>1,000</u>
Net Cash Provided By Operating Activities	<u><u>\$ 1,236,418</u></u>

Noncash Capital, Financing and Investing Activities:

A net unrealized gain increased the fair market value of the University's investments \$7,412.

The accompanying notes are an integral part of this statement.

UNIVERSITY OF NORTHERN IOWA  
FIELD HOUSE REVENUE BOND FUNDS

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies

Reporting Entity

The Field House Revenue Bond Funds were created by resolution of the Board of Regents, State of Iowa which authorized the issuance of revenue bonds to be used for the construction, renovation, and equipping of the UNI-Dome and McLeod Center on the campus of the University of Northern Iowa. The revenue bonds are issued on behalf of the University.

The financial statements of the Field House Revenue Bond Funds of the University of Northern Iowa (University) include only the financial position and operating activities of the Field House Revenue Bond Funds. These fund financial statements present only a portion of the funds of the University.

Basis of Presentation

Basic Financial Statements - The Statement of Net Assets, the Statement of Revenues, Expenses and Changes in Fund Net Assets and the Statement of Cash Flows report information on all of the activities of the Field House Revenue Bond Funds. For the most part, the effect of interfund activity has been removed from these statements.

The Statement of Net Assets presents assets and liabilities, with the difference reported as net assets. Net assets are reported in three categories.

*Invested in capital assets, net of related debt* consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds and other debt attributable to the acquisition, construction or improvement of those assets.

*Restricted net assets* result when constraints placed on net asset use are either externally imposed or imposed by law through constitutional provisions or enabling legislation.

*Unrestricted net assets* consist of net assets not meeting the definition of the two preceding categories. Unrestricted net assets often have constraints on resources imposed by management which can be removed or modified.

The Statement of Revenues, Expenses and Changes in Fund Net Assets demonstrates how net assets changed during the fiscal year.

The Statement of Cash Flows presents information related to cash inflows and outflows, summarized by operating, non-capital financing, capital financing and investing activities.

Fund Financial Statements - In order to ensure the observance of limitations and restrictions placed on the use of resources available to the University, the accounts of the University are maintained in accordance with the principles of "fund accounting" under which resources for various projects are classified for accounting and reporting purposes into funds according to the activities or objectives specified.

UNIVERSITY OF NORTHERN IOWA  
FIELD HOUSE REVENUE BOND FUNDS

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (continued)

The University's accounts and transactions include those related to the Field House Revenue Bonds issued by the University. These fund financial statements reflect only those accounts and transactions related to these bonds. These accounts and transactions are included as a portion of the University's Plant Funds. Plant Funds are used to account for the transactions relating to investment in University properties. Plant Funds include the following funds: (1) Retirement of Indebtedness, (2) Unexpended and (3) Investment in Plant. Retirement of Indebtedness represents bond sinking, reserve and arbitrage rebate funds to provide for payment of principal, interest and rebated interest. Unexpended is comprised of a construction fund and the normal operating surplus fund. Investment in Plant represents the total of buildings, improvements and equipment and related liabilities.

The Current Fund, including the Operating Fund established by the bond resolution, is classified as a University Auxiliary Enterprise to account for transactions of substantially self-supporting activities that primarily perform a service to students, faculty and staff.

Operations Fund (Revenue Fund)

The Operations Fund is used to account for all financial activity of the Field House, except those required to be accounted for in another fund. In accordance with the provisions and terms of the bond resolution, the excess of revenues over expenditures in the fund is irrevocably assigned as collateral for the payment of the principal and interest on the bonds.

Construction Fund

The Construction Fund accounts for the receipts of the bond proceeds, less the initial deposit required in the Reserve Fund. These proceeds are disbursed and used to pay project construction costs as required by the bond resolution.

Sinking Fund

The bond resolution provides that equal semi-annual installments shall be set aside from the net rents, profits and income derived from the Field House to the Sinking Fund sufficient for the principal and interest payment that will become due and payable on and prior to the next succeeding July 1. The Sinking Fund shall be used solely for and is pledged for the purpose of paying the principal and interest of the bonds.

Reserve Fund

The bond resolution provides that the fund shall be maintained in an amount equal to the Reserve Fund Requirement. All monies credited to the Reserve Fund shall be used solely for the purpose of paying principal at maturity of or interest on the Bonds and any Parity Bonds for which there are insufficient funds available in the Sinking Fund. All amounts in excess of the Reserve Fund Requirement shall be transferred to the Surplus Fund.

Arbitrage Rebate Fund

Monies credited to the Arbitrage Rebate Fund shall be used for the payment of arbitrage rebates and related administrative expenses.

UNIVERSITY OF NORTHERN IOWA  
FIELD HOUSE REVENUE BOND FUNDS

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (continued)

Surplus Fund

The bond resolution provides that all remaining revenues and income of the System are deposited to the Surplus Fund. Monies deposited to the Surplus Fund are (a) transferred and credited to the Sinking Fund to prevent or remedy a default in the payment of principal and interest on the outstanding bonds; or (b) transferred and credited to the Reserve Fund whenever any deficiency may exist. Until so used, monies credited to the Fund may be used for any lawful purpose, including (1) to pay principal of and interest on any other obligations which by their terms shall be payable from the net revenues and which have been issued for the purposes of extensions and improvements to the System; (2) to retire the bonds in advance of maturity; (3) to pay for extraordinary repairs or replacements to the System; or (4) for any lawful System purpose. In any fiscal year, the monies held in the Surplus Fund may be released and transferred to the University for purposes of intercollegiate athletics upon meeting specified conditions.

Basis of Accounting

Basis of accounting refers to when revenues and expenses are recognized in the accounts and are reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The accompanying financial statements have been prepared on the accrual basis of accounting in conformity with United States generally accepted accounting principles. Revenues are recorded when earned and expenses are recorded when the liability is incurred.

Purchases of facilities and equipment providing future benefits are capitalized and depreciated.

Cash and Cash Equivalents

Cash and cash equivalents are stated at cost which approximates fair value due to their short-term nature. Cash and cash equivalents represent amounts in cash accounts or the Funds' share of the investment pool of the University entitled "Treasurer's Temporary Investments." Any negative balances are the result of timing differences. The General Fund of the University is responsible for any negative balances until the timing differences are resolved.

For purposes of the statement of cash flows, all short-term cash investments that are highly liquid are considered to be cash equivalents. Cash equivalents are readily convertible to known amounts of cash and, at the day of purchase, have a maturity date no longer than three months.

Deferred Revenue

Deferred revenue consists of revenue received in advance of an academic session or event, such as ticket sales related to future fiscal years.

Inventories

Inventories, consisting mainly of supplies and merchandise, are primarily valued at the lower of cost (first in, first out) or market.

UNIVERSITY OF NORTHERN IOWA  
FIELD HOUSE REVENUE BOND FUNDS

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (continued)

Investments and Investment Income

Investments in marketable securities are recorded at their fair value, as established by the major securities markets. Purchases and sales of investments are accounted for on the settlement basis. Investment income is recorded on the accrual basis. Realized and unrealized gains and losses are reported as investment income. With the exception of funds specifically invested for bond issues and endowment funds, all other monies are pooled in an investment pool entitled "Treasurer's Temporary Investments." Investment income on the investment pool is allocated to the activities that participate in the pool.

As of June 30, 2008, the investment pool entitled "Treasurer's Temporary Investment" contained an investment in Commonfund's Intermediate Term Fund which had a market value of \$20,968,584. On or about September 30, 2008, Commonfund experienced a number of requests for full redemption of its Intermediate Term Fund due to liquidity problems in worldwide capital markets. In an effort to protect the remaining participants, Commonfund imposed a 30% restriction on redemptions. On October 1<sup>st</sup> the University placed an order and it withdrew 30% of its available funds. Commonfund has frozen the remaining 70% of available funds, \$13,985,996, for an indefinite period of time until there is an active market in fixed income securities. Commonfund estimated it will take 9-12 months to maximize recoveries. The University will redeem remaining funds in the Intermediate Term Fund as permitted by Commonfund. The University does not believe the Intermediate Term Fund has suffered a permanent impairment.

Capital Assets

Property, buildings, and equipment are stated at cost at the date of acquisition or fair market value at date of donation. Depreciation of capital assets is provided on a straight-line basis over the estimated useful lives of the respective assets and recorded in the Plant Accounts. The University does not capitalize interest costs during the construction period.

The following useful lives are used:

Buildings	40-50 years
Equipment	5-20 years

The following thresholds are used to define capital assets:

Buildings	\$ 25,000
Equipment	\$ 5,000

Debt Issuance Costs

Upon the sale of revenue bonds, debt issuance costs are amortized by the straight-line method over the term of the bond issuance.

Operating and Nonoperating Activities

Operating Activities as reported on the statement of revenues, expenses, and changes in fund net assets are transactions that result from exchange transactions such as payments received for providing services and payments made for services or goods received. Nonoperating revenues include state appropriations, gifts, and investment income. Nonoperating expenses include interest expense, amortization expense, and loss on disposal of capital assets.

UNIVERSITY OF NORTHERN IOWA  
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Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (continued)

Use of Estimates

The preparation of financial statements in conformity with United States generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Note 2: Cash and Cash Equivalents and Investments

(1) Cash and Cash Equivalents:

The deposits of the University were covered by federal depository insurance or by the State Sinking Fund in accordance with Chapter 12C of the Code of Iowa. In the unlikely event a bank fails, the State Treasurer first determines the amount of the loss and validates the amount of applicable FDIC insurance. He is empowered by this chapter to cover the remaining loss from the state sinking fund for public deposits in banks. If the balance in that sinking fund is inadequate to pay the entire loss, he is empowered to make assessments against other banks to insure that there will be no loss of public funds. The \$4,172,651 cash and cash equivalents balance of the Field House Revenue Bond Funds is combined with other University funds and consists of cash of \$0 and pooled investments of \$4,172,651.

(2) Investments:

Statement of Invested Assets

Investment Type	Fair Value
Fixed Income:	
U.S. Government Treasury	\$ 675,025
U.S. Government Agency	4,718,016
	\$ 5,393,041

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations to the University. As of June 30, 2008, the Field House Revenue Bond Funds fixed income assets that are not government guaranteed represented 87% of the portfolio. The following table summarizes the exposure levels and credit qualities:

Credit Risk - Quality Ratings

Investment Type	Agency
Fixed Income:	
U.S. Government Agency	\$ 4,718,016

UNIVERSITY OF NORTHERN IOWA  
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Notes to Financial Statements

Note 2: Cash and Cash Equivalents and Investments (continued)

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of investments in a single issuer. Except for Treasury or Agency debentures, pass-throughs or REIMICs, no more than 5% of the operating portfolio can be invested in securities of a single issuer.

Credit Risk Concentration

Issuers that represents 5% or more of the total assets (except for U.S. Government, Pooled and Mutual Funds)

Investment Type	Fair Value	% of Assets
Federal National Mortgage Association	\$ 2,556,250	47%
Federal Home Loan Bank	1,660,828	31%
Federal Farm Credit Bank	500,938	9%

Interest Rate Risk

Interest rate risk is the possibility that changes in interest rates will adversely affect the fair value of a fixed income investment. This risk is managed within the portfolio using duration. Duration analysis is widely used in the management of fixed income portfolios to quantify the risk of interest rate changes. The methodology takes into account optionality on bonds and scales the risk to price changes on bonds depending upon the degree of change in rates and the slope of the yield curve.

Interest Rate Sensitivity - Duration

Investment Type	Fair Value	Duration
Fixed Income:		
U.S. Government Treasury	\$ 675,025	4.48
U.S. Government Agency	4,718,016	1.95
	<u>\$ 5,393,041</u>	<u>2.26</u>

Note 3: Accounts Receivable

Accounts receivable is summarized as follows:

University of Northern Iowa Foundation:	
Discounted receivable	\$ 2,485,701
Other	14,032
	<u>2,499,733</u>
Less allowance for doubtful accounts	-
	<u>\$ 2,499,733</u>

UNIVERSITY OF NORTHERN IOWA  
FIELD HOUSE REVENUE BOND FUNDS

Notes to Financial Statements

Note 3: Accounts Receivable (continued)

On February 27, 2004, the Board of Regents, State of Iowa and the University of Northern Iowa Foundation entered into an agreement to make gifts to the University of Northern Iowa of at least \$17,000,000, to be used solely and only to pay costs on constructing and equipping the McLeod Center on the University campus. Those costs could include principal and interest payments on the outstanding bonds. As of June 30, 2008, \$14,361,033 of the \$17,000,000 had been paid to the University.

On October 29, 2004, the Board of Regents, State of Iowa and the University of Northern Iowa Foundation signed an amendment to the original agreement promising additional gifts to the University of Northern Iowa in the amount of \$2,660,000, due to increased construction costs for the McLeod Center. As of June 30, 2008, this amendment was paid in full to the University.

On September 15, 2005, the Board of Regents, State of Iowa and the University of Northern Iowa Foundation signed a second amendment to the original agreement promising additional gifts to the University of Northern Iowa in the amount of \$1,165,000, to fund a Hall of Fame entrance hall between the UNI-Dome and the McLeod Center. As of June 30, 2008, this amendment was paid in full to the University.

On May 5, 2006, the Board of Regents, State of Iowa and the University of Northern Iowa Foundation signed a third amendment to the original agreement promising additional gifts to the University of Northern Iowa in the amount of \$500,000, due to increased construction costs for the McLeod Center. As of June 30, 2008, this amendment was paid in full to the University.

On August 9, 2006, the Board of Regents, State of Iowa and the University of Northern Iowa Foundation signed a fourth amendment to the original agreement promising additional gifts to the University of Northern Iowa in the amount of \$250,000, due to increased construction costs for the McLeod Center. As of June 30, 2008, this amendment was paid in full to the University.

On May 25, 2007, the Board of Regents, State of Iowa and the University of Northern Iowa Foundation signed a fifth amendment to the original agreement promising additional gifts to the University of Northern Iowa in the amount of \$150,000, due to increased construction costs for the McLeod Center. As of June 30, 2008, \$150,000 of the \$150,000 had been paid to the University.

The unconditional promise to pay is included on the financial statements as a receivable and donation revenue. The remaining payments are scheduled as follows:

In one year or less	\$ 583,949
Between one year and five years	2,055,018
More than five years	-
	<u>2,638,967</u>
Less discounts to net present value	<u>(153,266)</u>
Total discounted receivable	\$ 2,485,701
Less current portion	<u>(583,949)</u>
Noncurrent receivable	<u>\$ 1,901,752</u>

UNIVERSITY OF NORTHERN IOWA  
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Notes to Financial Statements

Note 4: Debt Issuance Costs

Debt issuance costs at June 30, 2008 are as follows:

Debt issuance costs	\$ 605,331
Less accumulated amortization	<u>(179,661)</u>
Net debt issuance costs	<u><u>\$ 425,670</u></u>

Amortization expense for fiscal year 2008 was \$29,225.

Note 5: Capital Assets

Capital assets activity for the year ended June 30, 2008 is summarized as follows:

	Beginning Balance	Additions	Disposals & Transfers	Ending Balance	Accumulated Depreciation	Book Value
<u>Depreciable assets:</u>						
Buildings	\$ 44,247,100	\$ 1,584,026	\$ -	\$ 45,831,126	\$ 9,696,438	\$ 36,134,688
Equipment	<u>2,941,608</u>	<u>152,662</u>	<u>(35,835)</u>	<u>3,058,435</u>	<u>1,782,716</u>	<u>1,275,719</u>
	<u><u>\$ 47,188,708</u></u>	<u><u>\$ 1,736,688</u></u>	<u><u>\$ (35,835)</u></u>	<u><u>\$ 48,889,561</u></u>	<u><u>\$ 11,479,154</u></u>	<u><u>\$ 37,410,407</u></u>

Depreciation activity for the year ended June 30, 2008 is summarized as follows:

	Beginning Balance	Additions	Disposals & Transfers	Ending Balance
Buildings	\$ 8,561,840	\$ 1,134,599	\$ -	\$ 9,696,439
Equipment	1,662,985	141,913	(22,183)	1,782,715
	<u><u>\$ 10,224,825</u></u>	<u><u>\$ 1,276,512</u></u>	<u><u>\$ (22,183)</u></u>	<u><u>\$ 11,479,154</u></u>

The cost of land used for the field house is not shown on the balance sheet. This land is included in the general books and records of the University of Northern Iowa.

Note 6: Salaries and Wages Payable

All non-student University employees are paid the last working day of each month. Certain bargaining unit employees submit time sheets verifying hours worked up to the middle of the month. Student employees submit time sheets verifying hours worked and are paid bi-weekly. Accrued salaries and wages payable at June 30, 2008 was \$1,309.

UNIVERSITY OF NORTHERN IOWA  
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Notes to Financial Statements

Note 7: Rebate Payable, U.S. Government

Interest paid to bondholders is not includable in their gross income for Federal or Iowa income tax purposes. In order to maintain this exemption, the University must comply with certain provisions of the Internal Revenue Code and the bond resolutions arbitrage certificate. These provisions require that the excess of the actual investment earnings of the bond funds over the allowable earnings be set aside in a rebate fund to provide for a liability to the United States government.

As of June 30, 2008, the amount of this liability included in the arbitrage rebate fund was \$-0-. The liability is periodically recalculated to provide the best estimate of its amount. The latest calculation of this liability resulted in no change from the prior amount. Funding of any future liability will be provided by field house operations as the liability becomes payable.

Note 8: Compensated Absences Payable

University employees accumulate vacation and sick leave under provisions of Chapter 70A of the Code of Iowa. These accumulated benefits may be liquidated under specific circumstances. Accumulated vacation is paid at the employee's hourly rate upon retirement, death, or termination.

With certain exceptions, accumulated sick leave is paid at the employee's hourly rate to a maximum of \$2,000 on retirement. As of June 30, 2008, a liability for accrued vacation and sick leave, including accrued retirement and FICA contributions was recognized at \$98,908.

Note 9: Retirement Programs

Teachers Insurance and Annuity Association - The University of Northern Iowa contributes to the Teachers Insurance and Annuity Association (TIAA) retirement program, a defined contribution plan administered by TIAA. The plan provides individual annuities for each plan participant. The Board of Regents, State of Iowa establishes and amends the plan's provision and contribution requirements. As required by Board policy, all eligible University employees must participate in a retirement plan from the date they are employed. Contributions made by both employer and employee vest immediately. As specified by the contract with TIAA, each employee contributes 3 1/3% of the first \$4,800 of earnings and 5% on the balance of earnings through the fifth year of employment. Likewise, the University is required to contribute 6 2/3% of the first \$4,800 of earnings and 10% on earnings above the \$4,800 through the fifth year of employment. Upon completion of five years of service, the participant contributes 5% and the University 10% on all earnings.

During fiscal year 2008, the University's required and actual contribution amounted to \$10,135,929. Employees' required and actual contribution amounted to \$5,005,931.

Iowa Public Employees Retirement System - The University contributes to the Iowa Public Employees Retirement System (IPERS) which is a cost-sharing multiple-employer defined benefit pension plan administered by the State of Iowa. IPERS provides retirement and death benefits, which are established by State statute to plan members and beneficiaries. IPERS issues a publicly available financial report that may be obtained by writing to IPERS, P.O. Box 9117, Des Moines, Iowa 50306-9117.

UNIVERSITY OF NORTHERN IOWA  
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Notes to Financial Statements

Note 9: Retirement Programs (continued)

Plan members are required to contribute 3.9% of their annual covered salary and the University is required to contribute 6.05% of annual covered payroll. Contribution requirements are established by State statute. The University's contribution to IPERS for the year ended June 30, 2008 was \$446,185, equal to the annual required contributions..

The detail information of plan contributions allocable to the Field House Revenue Bond Funds is not readily available. No retirement plan provisions changed during the year that affected the University or employee required contributions.

Note 10: Capital Lease Payable

The University entered into a capital lease agreement with Banc of America Leasing & Capital, LLC. Funds provided were to be used for the installation of scoreboards and video boards in the McLeod Center. The lease agreement was for \$875,849, with payments due semi-annually through fiscal year 2011 and bore an interest rate of 6.08%. The University elected to fulfill the lease agreement as of June 30, 2008, consequently, the principal balance was \$-0- as of June 30, 2008.

Note 11: OPEB (Other Postemployment Benefits)

The University provided postemployment health care benefits to eligible retirees and their dependents. These benefits included a self-funded indemnity medical plan available to early retirees and Medicare-eligible retirees and a fully insured HMO plan available to early retirees only. Retirees were charged the same rate as active employees for these health care benefits, which resulted in an implicit rate subsidy. In accordance with GASB Statement No. 45, Accounting and Financial Reporting by Employers for Postemployment Benefits Plans Other Than Pension Plans, the University employed an independent actuary to determine its annual OPEB cost. The actuary determined the University's Annual Required Contribution of the plan was \$1,114,000. The University contributed \$658,000 to the plan on a pay-as-you-go basis, resulting in a Net OPEB Obligation of \$456,000 as of June 30, 2008.

The actuarial valuation was determined for the University as a whole. Detail information about the Net OPEB Obligation allocable to revenue bond funds was not available.

Note 12: Revenue Bonds and Notes Payable

As provided in the various bond resolutions, the University has the right to redeem certain bonds prior to the maturity dates, under stated conditions.

The principal and interest due July 1, 2008, has been recorded as bonds payable and accrued interest in Retirement of Indebtedness Funds. This meets the bond resolution requirement that the funds for the Sinking Fund's payment of bonds and interest due July 1 be deposited in the Retirement of Indebtedness Funds during the current fiscal year even though actual payment will not occur until July 1 of the subsequent fiscal year.

The bonds outstanding bear interest at rates ranging from 2.50% to 4.75% per year. The notes payable are not interest bearing.

UNIVERSITY OF NORTHERN IOWA  
FIELD HOUSE REVENUE BOND FUNDS

Notes to Financial Statements

Note 12: Revenue Bonds and Notes Payable (continued)

The bonds and notes mature as follows:

For Year Ended June 30,	Principal	Interest	Total
2009	\$ 910,000	\$ 711,161	\$ 1,621,161
2010	935,000	682,936	1,617,936
2011	970,000	653,575	1,623,575
2012	1,000,000	622,579	1,622,579
2013	1,035,000	589,155	1,624,155
2014 - 2018	5,785,000	2,339,606	8,124,606
2019 - 2023	7,100,000	1,036,963	8,136,963
2024 - 2028	1,195,000	49,940	1,244,940
2029 - 2033	50,000	-	50,000
2034 - 2038	50,000	-	50,000
2039 - 2043	50,000	-	50,000
2044 - 2048	50,000	-	50,000
Total	<u>\$19,130,000</u>	<u>\$ 6,685,915</u>	<u>\$25,815,915</u>

Long-term debt and note activity for the year ended June 30, 2008 is summarized as follows:

Bonds and notes payable, June 30, 2007	\$20,690,000
Bonds retired on July 1, 2007	<u>(1,560,000)</u>
Bonds and notes payable, June 30, 2008	<u>\$19,130,000</u>

Field House Revenue Bonds were issued for the construction, renovation, and equipping of UNI-Dome and McLeod Center. The bond issues included funding for a pre-funded debt service reserve and for issuance costs. Some of the bond issues refinanced previous issues to take advantage of lower interest rates.

At its September 15, 2004 meeting, the Board of Regents, State of Iowa approved a 28E Agreement between the University of Northern Iowa and the City of Cedar Falls, Iowa. Under the terms of the Agreement, the City of Cedar Falls transferred \$500,000 of City funds received from the Black Hawk County Landfill to the University to assist with construction costs of the McLeod Center. Of the amount transferred, \$300,000 is repayable and \$200,000 is forgivable if all the conditions in the Agreement are met. The \$300,000 portion is repayable in the amount of \$15,000 per year for twenty years. The \$200,000 portion, if not forgiven, is repayable in the amount of \$10,000 per year for twenty years. The note is not interest bearing. The University agreed to transfer to the City \$15,000 of its annual rebate from the Black Hawk County Landfill to make the required payments. The City and the University simultaneously executed a Joint Use 28E Agreement permitting City use of University facilities, which may include the Wellness and Recreation Center Complex and outdoor athletic field.

UNIVERSITY OF NORTHERN IOWA  
FIELD HOUSE REVENUE BOND FUNDS

Notes to Financial Statements

Note 13: Debt Service Coverage

The debt service coverage for the current and two prior years is as follows:

Year Ended	Gross Revenues	Less Operating Expenses	Net Available Revenues	Surplus Fund Balance	Annual Debt Service	Actual Coverage
2008	\$ 4,062,198	\$ 2,345,601	\$ 1,716,597	\$ 5,938,285	\$ 1,620,068	4.73
2007	4,418,625	1,916,332	2,502,293	6,751,243	2,328,518	3.97
2006	3,577,185	1,700,875	1,876,310	2,903,214	2,305,108	2.07

Required coverage = 1.20 of annual debt service requirements

Note 14: Risk Management

It is the policy of the University of Northern Iowa not to purchase commercial insurance for the risks of certain losses to which it is exposed. Instead, management believes it is more economical to manage certain risks internally. It is also the policy of the Board of Regents, State of Iowa and the State of Iowa not to purchase commercial insurance for the risks of certain losses to which they are exposed.

As long as any Field House Revenue Bonds are outstanding, the University covenants to keep the Field House, including buildings, equipment, and food and merchandise inventories, insured against loss or damage by fire, lightning, windstorm, and all other risks included in extended coverage insurance. The University covenants to purchase coverage in an amount which would normally be carried by private companies engaged in a similar kind of business.

Losses are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Because actual claim liabilities depend on such complex factors as inflation, changes in legal doctrines, and damage awards, the process used in computing claims liability does not necessarily result in an exact amount. Claims liabilities are reevaluated periodically to take into consideration recently settled claims, the frequency of claims, and other economic and social factors. The University is exposed to various risks of loss related to a number of matters enumerated below.

Extra Expense. The University purchased \$10,000,000 in extra expense insurance for all buildings on campus.

Business Income. The University purchased business income insurance for the McLeod Center, Field House, Residence System, Maucker Union, Student Health Center, and the Gallagher-Bluedorn Performing Arts Center. The University self-funds business income insurance for other buildings.

Errors and Omissions. The University self-funds errors and omissions insurance.

Fidelity Bond. The State purchased an employee fidelity bond whereby the first \$100,000 in losses are the responsibility of the University. Losses between \$100,000 and \$2,000,000 are insured. The University also purchased a \$500,000 employee fidelity bond with a \$10,000 deductible.

UNIVERSITY OF NORTHERN IOWA  
FIELD HOUSE REVENUE BOND FUNDS

Notes to Financial Statements

Note 14: Risk Management (continued)

General Liability and Property Loss. The State of Iowa self-funds, on behalf of the University, losses related to general liability (tort claims), and property (casualty losses) with the exception of property belonging to auxiliary enterprises. Claims for torts are filed with the State Appeal Board, while casualty losses are filed with the Executive Council.

The Board of Regents, State of Iowa entered into an agreement with the Department of Management, the State Appeal Board, and the Attorney General for resolution of tort claims of \$5,000 or less. The University is authorized to approve claims of \$5,000 or less, paying for the claims from institutional funds up to an annual limit of \$50,000. When a tort claim is filed against the State, the State Appeal Board has the authority to approve or reject ordinary claims less than ten years from occurrence and tort claims not over \$5,000. Tort claims settled or allowed in excess of \$5,000 must have the unanimous approval of all the members of the State Appeal Board, the Attorney General, and the District Court of the State of Iowa for Polk County. Torts may be paid without limit from the State's general fund.

A contingent fund exists under Section 29C.20 of the Code of Iowa to provide compensation for loss or damage to state property (casualty losses). By agreement with the State, claims in excess of \$5,000 or an annual aggregate of \$10,000 may be submitted to the Executive Council for consideration. If a loss exceeds \$500,000, it is necessary to seek an appropriation from the General Assembly.

The University has purchased commercial property insurance, including earthquake and flood coverage, for its facilities. There is a \$2,000,000 deductible on general University buildings. Additional coverage is provided for Auxiliary Enterprises, such as the Residence System, Maucker Union, and the Field House, with deductibles ranging from \$25,000 to \$100,000 per occurrence.

Group Life, LTD, and Accidental Death and Disability Insurance. The University purchased commercial insurance for group term life insurance and long-term disability insurance. The University purchased commercial insurance on a pooled basis for accidental death and disability.

Medical and Dental-Commercial Insurance. The State of Iowa purchased commercial health and dental insurance for general service staff of the University. The University and employees share the cost of the premium and reimburse the State for the coverage.

Medical and Dental-Self Insured. The University self-funds on behalf of its departments for losses related to its professional employees. Employees share the cost of the coverage. The University insures its medical claims with 120% aggregate stop-loss insurance.

UNIVERSITY OF NORTHERN IOWA  
FIELD HOUSE REVENUE BOND FUNDS

Notes to Financial Statements

Note 14: Risk Management (continued)

The following schedule presents the changes in claims liabilities for medical and dental insurance for professional staff and unemployment compensation for the fiscal year ended June 30, 2008:

Amount of claims and contingent liabilities accrued at beginning of year	\$ 1,711,791
Claims incurred and contingent liabilities accrued for the previous and current year and any changes in amounts estimated for prior years	12,525,454
Payments on claims during the fiscal year	<u>(12,217,140)</u>
Amount of claims liabilities at end of year	<u>\$ 2,020,105</u>

The above schedule represents data for the entire University. Information for the Field House System alone is not readily available.

Motor Vehicle Liability. Institutions governed by the Board of Regents, State of Iowa cooperatively self-fund collision, comprehensive, property damage, and liability losses related to motor vehicle liability up to \$250,000 per claim in an insurance pool. Each Regents' institution is assessed a premium of \$28 to \$38 per rated vehicle per month. Losses in excess of \$250,000 are self-funded by the State, as provided in Chapter 669 of the Code of Iowa.

Unemployment Compensation. The University self-funds unemployment compensation claims received from Iowa Workforce Development on a reimbursement basis.

Workers' Compensation. The State of Iowa self-funds on behalf of the University losses related to workers' compensation for all University employees. The University pays a quarterly assessment for this coverage.

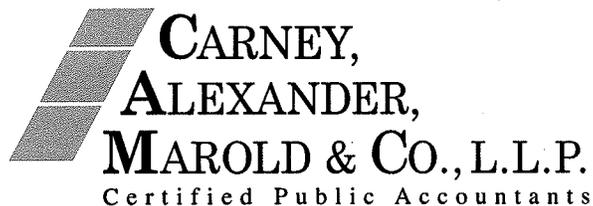
In all the above instances of commercial insurance, claims settled have not exceeded coverage for the last three years.

Note 15: Other Commitments, Claims, and Contingencies

Commitments: At June 30, 2008, the University had outstanding plant fund contract commitments for construction of \$1,476 in the Field House Revenue Bond Funds.

There were no other material claims or contingencies outstanding as of June 30, 2008. Also, there were no known contingent liabilities of a material nature at the date of this report.

## Supplementary Information



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### Independent Auditors' Report on Supplementary Information

To the Members of the Board of Regents, State of Iowa  
and Officials of the University of Northern Iowa

Our report on our audit of the basic financial statements of the Field House Revenue Bond Funds, of the University of Northern Iowa, for the year ended June 30, 2008, appears on page 1. That audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information, except for that portion marked "unaudited", on which we express no opinion, has been subjected to the auditing procedures applied in the audit of the basic financial statements, and, in our opinion, the information, except for that portion marked "unaudited", is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*Carney, Alexander, Marold & Co., L.L.P.*

October 31, 2008

UNIVERSITY OF NORTHERN IOWA  
FIELD HOUSE REVENUE BOND FUNDS

Combining Statement of Net Assets  
As of June 30, 2008

	Current Fund
- ASSETS -	
Current Assets:	Operating Fund
Cash and cash equivalents	\$ -
Accounts receivable, net	14,032
Interest receivable	55,377
Prepaid expenses	18,827
Inventories	13,691
Total Current Assets	101,927
Noncurrent Assets:	
Investments	-
Accounts receivable, net	-
Prepaid expense	95
Debt issuance costs, net of amortization	-
Capital assets	-
Accumulated depreciation	-
Total Noncurrent Assets	95
Total Assets	\$ 102,022
- LIABILITIES AND NET ASSETS -	
Current Liabilities:	
Accounts payable	\$ 6,003
Salaries and wages payable	1,309
Compensated absences payable	59,271
Accrued interest payable	-
Revenue bonds and notes payable, current portion	-
Deposits	1,000
Total Current Liabilities	67,583
Noncurrent Liabilities:	
Compensated absences payable	39,637
Revenue bonds and notes payable	-
Total Noncurrent Liabilities	39,637
Total Liabilities	107,220
Net Assets:	
Invested in capital assets, net of related debt	-
Restricted for capital projects	-
Restricted for debt service	-
Unrestricted	(5,198)
Total Net Assets	(5,198)
Total Liabilities and Net Assets	\$ 102,022

See auditors' report on supplementary information.

Plant Funds

Retirement of Indebtedness			Unexpended		Investment in Plant	Total
Sinking Fund	Reserve Fund	Arbitrage Rebate Fund	Surplus Fund	Construction Fund	Field House	
\$ 1,272,534	\$ (15,762)	\$ -	\$ 2,881,097	\$ 34,782	\$ -	\$ 4,172,651
583,949	-	-	-	-	-	597,981
-	-	-	-	-	-	55,377
-	-	-	-	-	-	18,827
-	-	-	-	-	-	13,691
<u>1,856,483</u>	<u>(15,762)</u>	<u>-</u>	<u>2,881,097</u>	<u>34,782</u>	<u>-</u>	<u>4,858,527</u>
-	2,335,853	-	3,057,188	-	-	5,393,041
1,901,752	-	-	-	-	-	1,901,752
-	-	-	-	-	-	95
-	-	-	-	-	425,670	425,670
-	-	-	-	-	48,889,561	48,889,561
-	-	-	-	-	(11,479,154)	(11,479,154)
<u>1,901,752</u>	<u>2,335,853</u>	<u>-</u>	<u>3,057,188</u>	<u>-</u>	<u>37,836,077</u>	<u>45,130,965</u>
<u>\$ 3,758,235</u>	<u>\$ 2,320,091</u>	<u>\$ -</u>	<u>\$ 5,938,285</u>	<u>\$ 34,782</u>	<u>\$ 37,836,077</u>	<u>\$ 49,989,492</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,003
-	-	-	-	-	-	1,309
-	-	-	-	-	-	59,271
362,534	-	-	-	-	-	362,534
910,000	-	-	-	-	-	910,000
-	-	-	-	-	-	1,000
<u>1,272,534</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,340,117</u>
-	-	-	-	-	-	39,637
-	-	-	-	-	18,220,000	18,220,000
-	-	-	-	-	18,220,000	18,259,637
<u>1,272,534</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>18,220,000</u>	<u>19,599,754</u>
-	-	-	-	-	19,616,077	19,616,077
-	-	-	-	34,782	-	34,782
2,485,701	2,320,091	-	-	-	-	4,805,792
-	-	-	5,938,285	-	-	5,933,087
<u>2,485,701</u>	<u>2,320,091</u>	<u>-</u>	<u>5,938,285</u>	<u>34,782</u>	<u>19,616,077</u>	<u>30,389,738</u>
<u>\$ 3,758,235</u>	<u>\$ 2,320,091</u>	<u>\$ -</u>	<u>\$ 5,938,285</u>	<u>\$ 34,782</u>	<u>\$ 37,836,077</u>	<u>\$ 49,989,492</u>

UNIVERSITY OF NORTHERN IOWA  
FIELD HOUSE REVENUE BOND FUNDS

Combining Statement of Revenues, Expenses and Changes in Fund Net Assets  
For the Year Ended June 30, 2008

	Current Fund
	Operating Fund
Operating Revenues:	
Mandatory student fees	\$ -
Sales and services	2,329,606
Miscellaneous	10,671
Total Operating Revenues	2,340,277
Operating Expenses:	
Personnel services	728,280
Travel	9,093
Supplies	340,064
Contractual services	123,142
Equipment and repairs	39,717
Claims and miscellaneous	873,532
License, permits, and refunds	204,727
Depreciation expense	-
Total Operating Expenses	2,318,555
Operating Income (Loss)	21,722
Nonoperating Revenues (Expenses):	
Investment income	390,671
Interest expense	-
Amortization expense	-
Net Nonoperating Revenues (Expenses)	390,671
Income (Loss) Before Other Revenues (Expenses) and Transfers	412,393
Other Revenues (Expenses) and Transfers:	
Additions to capital assets - buildings	-
Additions to capital assets - equipment	(27,046)
Capital gifts	-
Casualty reimbursement	6,193
Non-mandatory transfers	(337,069)
Transfer of revenue bonds payable	-
Total Other Revenues (Expenses) and Transfers	(357,922)
Change in Net Assets	54,471
Net Assets at Beginning of Year	(59,669)
Net Assets at End of Year	\$ (5,198)

See auditors' report on supplementary information.

Plant Funds

Retirement of Indebtedness			Unexpended		Investment in Plant	Total
Sinking Fund	Reserve Fund	Arbitrage Rebate Fund	Surplus Fund	Construction Fund	Field House	
\$ 1,033,119	\$ -	\$ -	\$ 291,938	\$ -	\$ -	\$ 1,325,057
-	-	-	-	-	-	2,329,606
-	-	-	-	-	-	10,671
1,033,119	-	-	291,938	-	-	3,665,334
-	-	-	-	-	-	728,280
-	-	-	-	-	-	9,093
-	-	-	-	-	-	340,064
-	-	-	-	-	-	123,142
-	-	-	66,124	18,488	-	124,329
-	-	-	-	-	-	873,532
-	-	-	-	-	-	204,727
-	-	-	-	-	1,276,512	1,276,512
-	-	-	66,124	18,488	1,276,512	3,679,679
1,033,119	-	-	225,814	(18,488)	(1,276,512)	(14,345)
-	-	-	-	-	-	390,671
(725,068)	-	-	(41,183)	-	-	(766,251)
-	-	-	-	-	(29,225)	(29,225)
(725,068)	-	-	(41,183)	-	(29,225)	(404,805)
308,051	-	-	184,631	(18,488)	(1,305,737)	(419,150)
-	-	-	(255)	(1,583,771)	1,584,026	-
-	-	-	(111,964)	-	139,010	-
72,887	-	-	-	-	-	72,887
-	-	-	24,083	-	-	30,276
15,000	673,256	-	(909,452)	504,381	53,884	-
(910,000)	-	-	-	-	910,000	-
(822,113)	673,256	-	(997,588)	(1,079,390)	2,686,920	103,163
(514,062)	673,256	-	(812,957)	(1,097,878)	1,381,183	(315,987)
2,999,763	1,646,835	-	6,751,242	1,132,660	18,234,894	30,705,725
\$ 2,485,701	\$ 2,320,091	\$ -	\$ 5,938,285	\$ 34,782	\$ 19,616,077	\$ 30,389,738

UNIVERSITY OF NORTHERN IOWA  
FIELD HOUSE REVENUE BOND FUNDS

Schedule of Revenues and Expenses - Current Operating Fund  
For the Year Ended June 30, 2008

	UNI-Dome Operations	UNI-Dome Concessions	Total
<b>Revenues:</b>			
Investment income	\$ 390,671	\$ -	\$ 390,671
Commission and royalties	10,671	3,513	14,184
General fund rental	812,619	-	812,619
Other rental	283,892	3,406	287,298
Other sales and services	15,315	1,217,054	1,232,369
	<u>\$ 1,513,168</u>	<u>\$ 1,223,973</u>	<u>\$ 2,737,141</u>
<b>Expenses:</b>			
Personnel services	\$ 549,778	\$ 178,502	\$ 728,280
Travel	3,809	5,284	9,093
Supplies	45,576	294,488	340,064
Contractual services	26,130	97,012	123,142
Equipment and repairs	48,384	18,379	66,763
Claims and miscellaneous	867,457	6,075	873,532
License, permits, and refunds	-	204,727	204,727
	<u>\$ 1,541,134</u>	<u>\$ 804,467</u>	<u>\$ 2,345,601</u>
<b>Revenues Over Expenses</b>	<u><u>\$ (27,966)</u></u>	<u><u>\$ 419,506</u></u>	<u><u>\$ 391,540</u></u>

See auditors' report on supplementary information.

UNIVERSITY OF NORTHERN IOWA  
FIELD HOUSE REVENUE BOND FUNDS

Insurance Coverage  
As of June 30, 2008  
(Unaudited)

Insurer	Policy No.	Term of Policy
Travelers Insurance Co.	CMB-257T486407	9/1/07 to 9/1/08
Travelers Insurance Co.	CMB-257T486407	9/1/07 to 9/1/08
Scottsdale Insurance Co.	CLS1259111	7/1/07 to 7/1/08
Travelers Insurance Co.	QT6600963C534TIL07	10/29/07 to 10/29/08

See auditors' report on supplementary information.

Coverage	Amount
UNI-Dome Building	
Blanket Coverage - All Risk/Replacement Cost	\$ 500,000,000
Building & Contents	\$ 53,988,522
Deductible	\$ 100,000
Business Income	\$ 2,000,000
Flood & Earthquake	\$ 50,000,000
Deductible	\$ 2,000,000
Extra Expense	\$ 10,000,000
McLeod Center	
Blanket Coverage - All Risk/Replacement Cost	\$ 500,000,000
Building & Contents	\$ 31,413,386
Deductible	\$ 100,000
Business Income	\$ 2,000,000
Flood & Earthquake	\$ 50,000,000
Deductible	\$ 2,000,000
Extra Expense	\$ 10,000,000
UNI-Dome Concessions:	\$ 1,000,000
Dram Shop Coverage	each common cause
Miscellaneous Property Floater	\$ 15,180
No one item over \$30,000 in value	
\$500 deductible	

UNIVERSITY OF NORTHERN IOWA  
FIELD HOUSE REVENUE BOND FUNDS

Student Enrollment  
(Unaudited)

Enrollment at the University of Northern Iowa for the 2007 - 2008 academic year and the 2007 summer session was as follows:

Terms	Number of Students*
Summer, 2007	5,463
First semester, 2007-2008	12,609
Second semester, 2007-2008	11,768

\* These are figures at the end of the second week of each academic period, including resident, extension, and correspondence students.