





2013 ANNUAL FINANCIAL REPORT



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MESSAGE FROM THE PRESIDENT



During my first year as president, I've learned a lot about this great institution. I've learned that Weber State University's core themes of access, learning and community are central to its identity, but I also know we must continue to adapt to the rapidly changing higher education landscape. I am happy to report that WSU continues to strike an

effective balance between remaining true to itself while advancing education.

As an open-admission university, WSU serves the educational needs of more than 25,000 students. We are making great strides in keeping higher education accessible and affordable, advancing students' learning and connecting with the surrounding community.

Here are just a few of the advancements that we've made over this past year:

- Affordable Colleges Online ranked WSU as the No. 1 public institution in the state for return on investment. That organization also recognized WSU for low tuition costs and high starting salaries.
- The Wildcat Village student residence halls were completed, and WSU Davis opened D-3, the new classroom building. Our exercise facilities at the Wildcat Center for Health Education and Wellness expanded as well.
- In October 2013, Ogden officials and WSU
 officials signed a "College Town" charter that
 outlined the foundations for a collaborative
 partnership between the two entities.
- The John B. Goddard School of Business launched the Hall Global Entrepreneurship Program in an effort to help students start their own businesses, regardless of their major.
- A new Community Education Center opened just outside of Ogden's campus this fall to assist underserved community members with getting into the university.
- The School of Nursing, our top degree-producing program, celebrated its 60th year in the fall.

 In the spring, WSU hosted the 67th National Debate Tournament. Academic debate teams from across the country competed, and it was a wonderful opportunity to show the country what WSU is made of.

These are just a few of the great things that WSU has accomplished, all the while remaining focused on our core of access, learning and community.

The financial statements that follow are prepared according to generally accepted accounting principles established by the Governmental Accounting Standards Board. The Office of the Utah State Auditor has reviewed and audited this financial report for the year ended June 30, 2013. This financial report is intended to reflect the overall financial position of the university as of June 30, 2013. It also reflects the flow of financial resources to and from the university for the fiscal year ended June 30, 2013.

I am happy to report that the university is in good financial standing and has benefitted greatly from the constant support of students, faculty, staff, alumni, administrators, elected officials and community members.

Sincerely,

Charles A. Wight, President

STATE AUDITOR'S REPORT



INDEPENDENT STATE AUDITOR'S REPORT

To the Board of Trustees, Audit Committee and Charles A. Wight, President Weber State University

Report on the Financial Statements

We have audited the accompanying financial statements of Weber State University (the University) as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the University's basic financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the University as of June 30, 2013, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

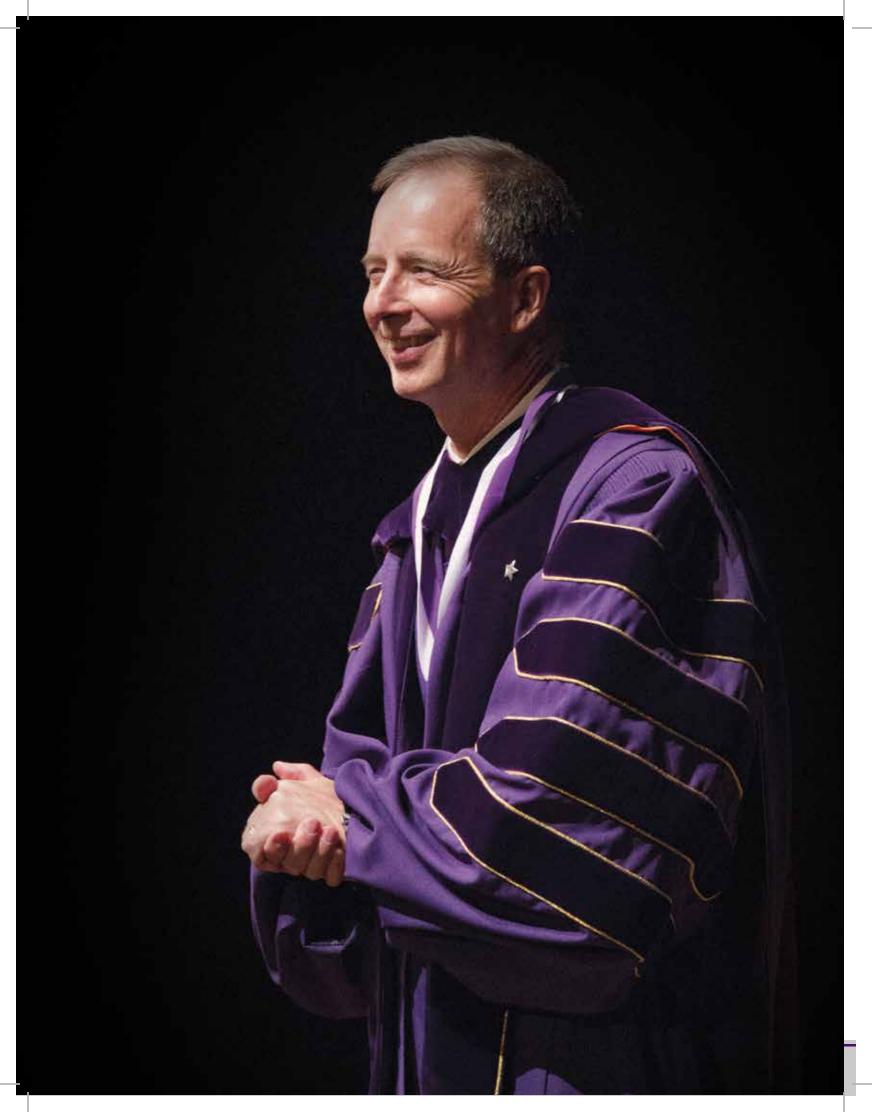
Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated October 23, 2013 on our consideration of the University's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the University's internal control over financial reporting and compliance.

Office of the Utah State Auditor

October 23, 2013





MANAGEMENT'S DISCUSSION & ANALYSIS

Fiscal Year Ended June 30, 2013

This section of Weber State University's (the University's) Annual Report presents management's discussion and analysis of the University's financial performance during the fiscal year ended June 30, 2013, with comparable information for the fiscal year ended June 30, 2012. The discussion has been prepared by management and should be read in conjunction with the accompanying financial statements and footnotes. The discussion and analysis is designed to provide an easily readable analysis of the University's financial activities based on facts, decisions, and conditions known at the date of the auditor's report. The financial statements, footnotes, and this discussion are the responsibility of management.

FINANCIAL STATEMENTS OVERVIEW

This annual report consists of a series of financial statements, prepared in accordance with GASB Statement No. 34, Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments, as amended by GASB Statement No. 35, Basic Financial Statements-and Management's Discussion and Analysis – for Public Colleges and Universities, and GASB Statement No. 38, Certain Financial Statement Note Disclosures.

As required by these accounting principles, the annual report consists of three basic financial statements which provide information on the University as a whole: the Statement of Net Position; the Statement of Revenues, Expenses, and Changes in Net Position; and the Statement of Cash Flows. Each one of these statements will be discussed.

STATEMENT OF NET POSITION

The Statement of Net Position presents the assets, liabilities, and net position of the University as of the end of the fiscal year. The Statement of Net Position is a point-in-time financial statement. The purpose of the Statement of Net Position is to present to the readers of the financial statements a fiscal snapshot of Weber State University. The Statement of Net Position presents end-of-year data concerning assets (current and noncurrent),

liabilities (current and noncurrent), and net position (assets minus liabilities). The difference between current and noncurrent assets will be discussed in the footnotes to the financial statements.

A summarized comparison of the University's assets, liabilities, and net position as of June 30, 2013 and 2012 is shown below.

Condensed Statement of Net Position

	As of	As of	Amount of	Percent
	June 30, 2013	June 30, 2012	Increase	Increase
	Amount	Amount	(Decrease)	(Decrease)
Assets				
Current assets	\$84,381,643	\$95,903,212	\$(11,521,569)	(12.01%)
Noncurrent assets				
Capital	271,845,784	223,146,203	48,699,581	21.82%
Other	164,474,074	143,892,670	20,581,404	14.30%
Total assets	520,701,501	462,942,085	57,759,416	12.48%
Liabilities				
Current liabilities	25,978,482	22,233,424	3,745,058	16.84%
Noncurrent liabilities	63,659,123	65,988,564	(2,329,441)	(3.53%)
Total liabilities	89,637,605	88,221,988	1,415,617	1.60%
Net position				
Net investment in capital assets	213,894,445	177,010,296	36,884,149	20.84%
Restricted - nonexpendable	76,624,469	58,624,368	18,000,101	30.70%
Restricted - expendable	50,366,640	48,493,003	1,873,637	3.86%
Unrestricted	90,178,342	90,592,430	(414,088)	(0.46%)
Total net position	\$431,063,896	\$374,720,097	\$56,343,799	15.04%

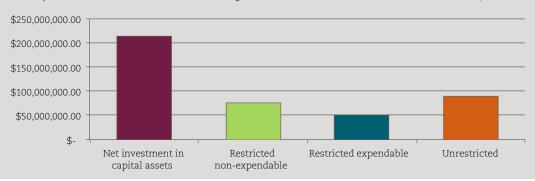
From the data presented, readers of the Statement of Net Position are able to determine the assets available to continue the operations of the University. They are also able to determine how much the University owes to outside organizations. Finally, the Statement of Net Position provides a picture of the net position (assets minus liabilities) and their availability for expenditure by the University.

Net position is divided into three major categories. The first category, "net investment in capital assets," provides the University's equity in property, plant and equipment. The next category is "restricted" net position, which is divided

into two subcategories, "nonexpendable" and "expendable." The corpus of nonexpendable restricted resources is only available for investment purposes. Expendable restricted net position is available for expenditure by the University but must be spent for purposes as determined by donors and/or external entities that have placed time or purpose restrictions on the use of the assets. The final category is "unrestricted" net position. Unrestricted net position is generally designated internally by the University for specific institutional purposes.

The composition of the University's net position is displayed in the following graph.

Composition of the University's Net Position as of June 30, 2013



In fiscal year 2013, total assets of the University increased 12.48% largely due to capital asset additions and continued University growth. Current assets decreased \$11.5 million or 12% primarily due to approximately \$33 million in Wells Fargo Bank CDs, which showed as a shortterm investment in FY12. The CDs expired in FY13, resulting in the purchase of approximately \$12.9 million more of Wells Fargo Bank CDs (noncurrent asset), with the residual amount of \$20 million increasing cash (current asset). Restricted cash and cash equivalents (noncurrent asset) decreased \$6.8 million primarily due to the utilization of restricted bond funds held by Wells Fargo Bank to partially finance the construction of the Davis Campus Professional Classroom Building, the Recreation Center Project, and the final phase of the Residential Life Complex. Total noncurrent investments increased by \$27.8 million for the fiscal year, largely due to an increase of \$12.8 million in permanent endowments, to the purchase of \$12.9 million in

new long-term CDs, and to positive market value fluctuations on investments. Current liabilities increased \$3.7 million primarily from an increase in payables to the State of Utah for several major construction projects in process. At the end of fiscal year 2013, the University's current assets of \$84.4 million were sufficient to cover current liabilities of \$26 million. Also at the end of fiscal year 2013, total assets of \$520.7 million are sufficient to cover total liabilities of \$89.6 million. Over time, increases or decreases in net position (the difference between assets and liabilities) is one indicator of the improvement or erosion of the University's financial health when considered with non-financial facts such as enrollment levels and the condition of facilities. One must also consider that the consumption of assets follows the institutional philosophy to use available resources to acquire and improve all areas of the University to better serve the mission of the University.

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

Changes in total net position, as presented on the Statement of Net Position, are based on the activity presented in the Statement of Revenues, Expenses, and Changes in Net Position. The purpose of the statement is to present the revenues received by the University, both operating and nonoperating, and the expenses paid by the University, both operating and nonoperating, and any other revenues, expenses, gains and losses received or spent by the University. Generally speaking, operating revenues are received for providing goods and services to

the various customers and constituencies of the University. Operating expenses are those expenses paid to acquire or produce the goods and services provided in return for the operating revenues, and to carry out the mission of the University. Nonoperating revenues are revenues received for which goods and services are not provided.

A summarized comparison of the University's revenues, expenses and changes in net position for the years ended June 30, 2013 and 2012 is shown below.

Condensed Statement of Revenues, Expenses, and Changes in Net Position

	Year Ended	Year Ended	Amount of	Percent
	June 30, 2013	June 30, 2012	Increase	Increase
	Amount	Amount	(Decrease)	(Decrease)
Operating revenues				
Tuition and fees	\$80,242,607	\$78,140,874	\$2,101,733	2.69%
Grants and contracts	686,818	658,480	28,338	4.30%
Auxiliary enterprises	17,206,280	17,135,883	70,397	0.41%
Other	5,089,093	4,708,764	380,329	8.08%
Total operating revenues	103,224,798	100,644,001	2,580,797	2.56%
Operating expenses				
Salaries and wages	93,555,257	87,777,899	5,777,358	6.58%
Employee benefits	33,476,987	32,285,934	1,191,053	3.69%
Scholarships and fellowships	19,139,514	20,160,734	(1,021,220)	(5.07%)
Depreciation	12,869,326	12,309,803	559,523	4.55%
Other operating expenses	46,429,382	44,594,267	1,835,115	4.12%
Total operating expenses	205,470,466	197,128,637	8,341,829	4.23%
Operating income/(loss)	(102,245,668)	(96,484,636)	(5,761,032)	5.97%
Nonoperating revenues/(expenses)				
State appropriations	62,950,400	61,490,600	1,459,800	2.37%
Grants and contracts	39,721,070	37,942,946	1,778,124	4.69%
Other nonoperating revenues/(expenses)	14,348,271	5,944,959	8,403,312	141.35%
Net nonoperating revenues/(expenses)	117,019,741	105,378,505	11,641,236	11.05%
Income (loss) before other revenue	14,774,073	8,893,869	5,880,204	66.12%
Other revenues				
Capital appropriations	26,498,069	4,176,386	22,321,683	534.47%
Capital grants and gifts	2,226,721	232,151	1,994,570	859.17%
Additions to permanent endowments	12,844,936	1,045,837	11,799,099	1,128.20%
Total other revenue	41,569,726	5,454,374	36,115,352	662.14%
Increase in net position	56,343,799	14,348,243	41,995,556	292.69%
Net position - beginning of year	374,720,097	360,371,854	14,348,243	3.98%
Net position - end of year	\$431,063,896	\$374,720,097	\$56,343,799	15.04%

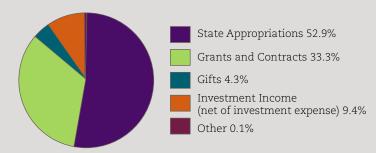
The most significant source of operating revenue for the University is student tuition and fees, which increased approximately \$2.1 million. Other nonoperating revenues/(expenses) increased 141% or \$8.4 million largely due to positive market value fluctuations on investments. Capital

appropriations increased 534% or \$22.3 million primarily due to the completion of the new Davis Campus Professional Classroom Building. The following charts highlight the University's operating and nonoperating revenues for the fiscal year 2013.

OPERATING REVENUES



NONOPERATING REVENUES



The University's operating expenses were \$205.5 million for the fiscal year ended June 30, 2013. Operating expenses are reported by natural classification in the financial statements. The

following chart illustrates the University's operating expenses by natural classification for the fiscal year ended 2013.

EXPENSES BY NATURAL CLASSIFICATION



As mandated by GASB standards, state appropriations are considered nonoperating because they are provided by the Legislature to the University without the Legislature directly receiving commensurate goods and services for

those revenues. This mandate will always result in an overall operating loss. A more comprehensive assessment of the operations of the University is reflected in "Income (Loss) Before Other Revenue."

STATEMENT OF CASH FLOWS

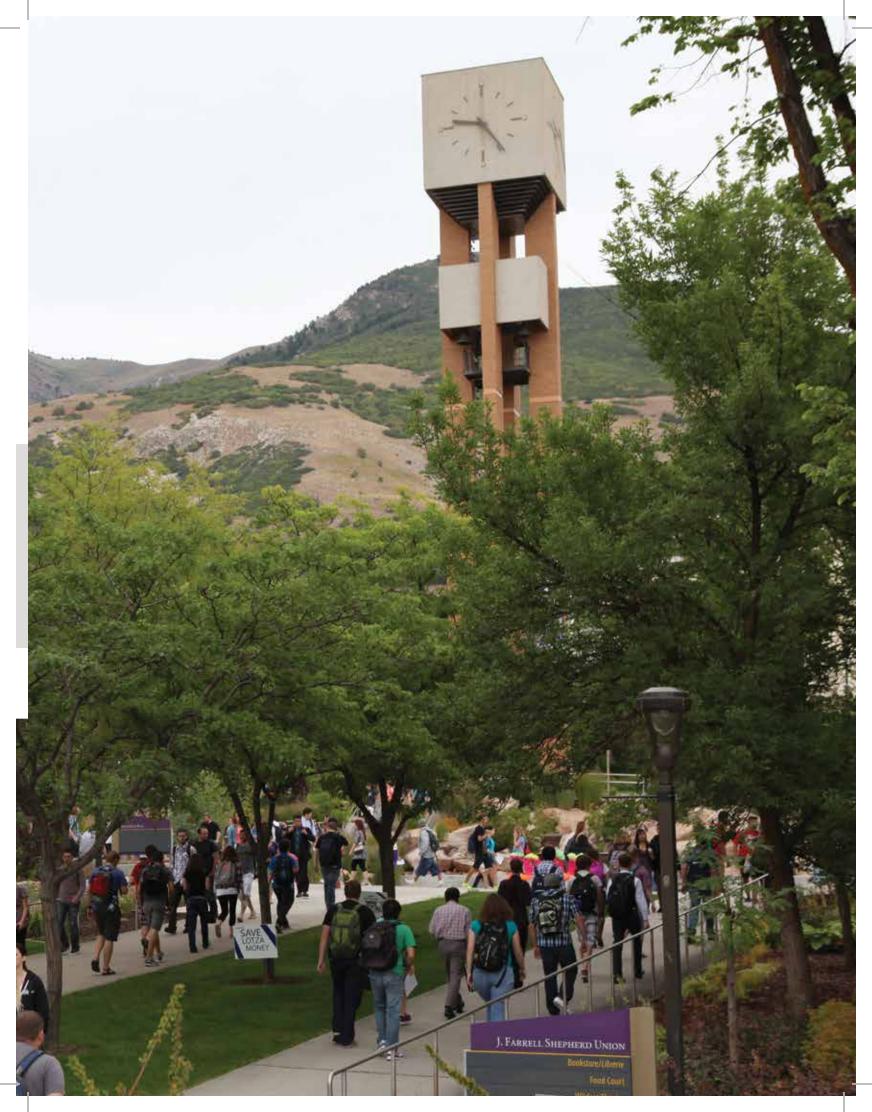
The final statement presented by the University is the Statement of Cash Flows. The Statement of Cash Flows presents detailed information about the cash activity of the University during the year.

The statement is divided into five parts. The first part deals with operating cash flows and shows the net cash used by the operating activities of the University. The second section reflects cash flows from noncapital financing activities. This section reflects the cash received and spent for nonoperating, noninvesting, and noncapital

financing purposes. The third section deals with cash flows from capital and related financing activities. This section deals with the cash used for the acquisition and construction of capital and related items. The fourth section reflects the cash flows from investing activities and shows the purchases, proceeds, and interest received from investing activities. The fifth section shows the net change in cash which reconciles to the end of year cash shown on the Statement of Net Position. The University's cash flows for the fiscal year ended June 30, 2013 are shown below.

	Year Ended June 30, 2013 Amount	Year Ended June 30, 2012 Amount	Amount of Increase (Decrease)	Percent Increase (Decrease)
Cash and cash equivalents provided (used) by:				
Operating activities	\$(90,217,585)	\$(79,004,493)	\$(11,213,092)	(14.19%)
Noncapital financing activities	120,709,142	106,299,635	14,409,507	13.56%
Capital financing activities	(33,478,574)	(6,923,017)	(26,555,557)	(383.58%)
Investing activities	16,278,186	4,632,170	11,646,016	251.42%
Net change in cash and cash equivalents	13,291,169	25,004,295	(11,713,126)	(46.84%)
Cash and cash equivalents - beginning of year	72,543,153	47,538,858	25,004,295	52.60%
Cash and cash equivalents - end of year	\$85,834,322	\$72,543,153	\$13,291,169	18.32%







There were several significant construction projects during the fiscal year. These projects are funded from a number of different sources including private donations, revenue bond proceeds, and state capital appropriations.

RESIDENTIAL LIFE COMPLEX

Building three, which is the third and final phase of a new Residential Life Complex, was completed in July 2013, which will provide 525 new beds for the University in an on-campus setting. Building one of the project included 168 beds (semi-suite style), and was available for student use beginning Fall semester 2011. Building two, consisting of an additional 220 beds (semi-suite style), dining and fitness facilities, and study and computer space for residents started May 2011 and was completed July 2012. Building three began in July 2012 and was completed in July 2013, adding an additional 137 beds (pod style). This new Residential Life complex will replace Stansbury and LaSal Halls (built in 1964), Wasatch Hall (built in 1965), and Promontory Tower (built in 1968). The estimated total project cost is \$35 million.

WEBER COUNTY SPORTS COMPLEX

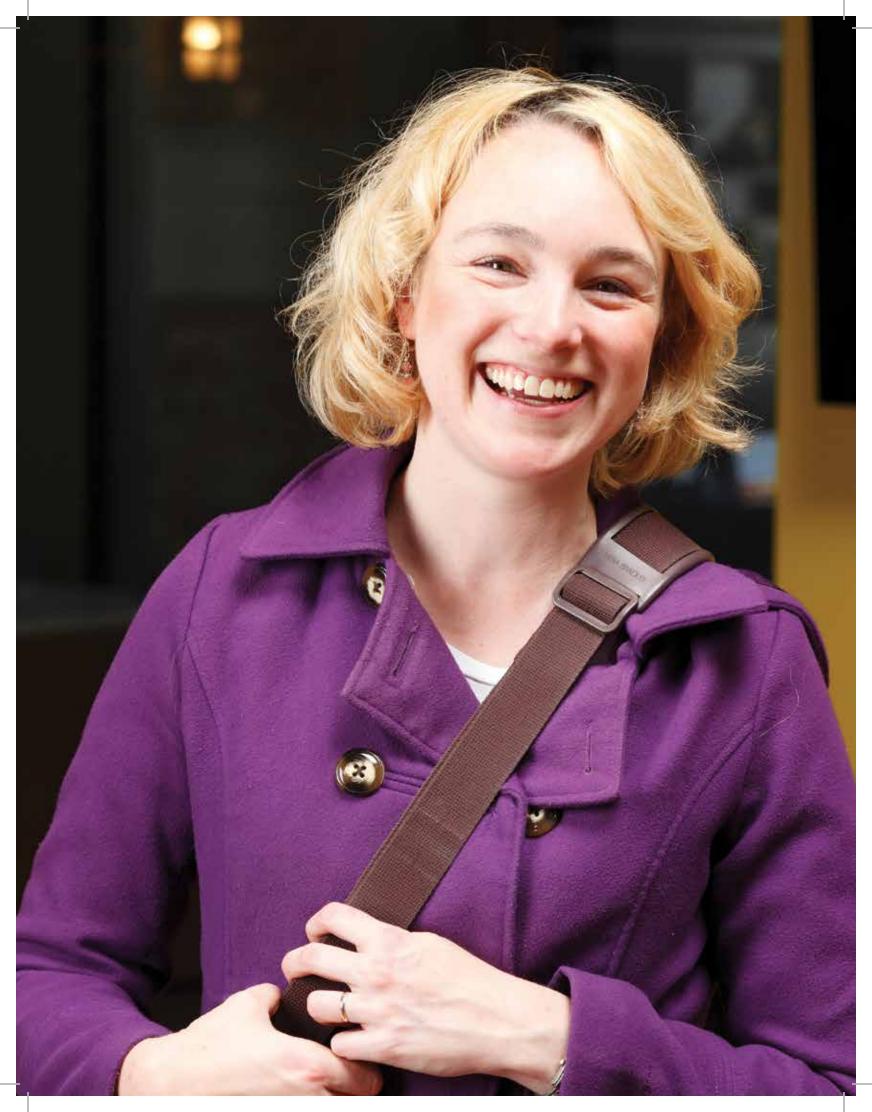
The grand opening of the renovated Weber County Sports Complex, located west of the Dee Events Center, took place in October 2013. The 73,000 square-foot facility will bring community members, students, athletes and sports fans together underneath one roof. Weber State University and Weber County shared the cost of the year-long, \$9.2 million remodel. WSU provided \$3.4 million for the construction project with the majority coming from donations. The two-story addition includes a new NHL-size ice rink, training and locker rooms on the ground floor, and an indoor practice field for university students on the second floor. A 60-yard-long synthetic field marked to accommodate football, soccer and softball will provide a tremendous facility for student athletes.

WILDCAT CENTER FOR HEALTH EDUCATION & WELLNESS

Approximately \$8 million of the Series 2012 Bond proceeds was used to fund an expansion of the Stromberg Center on the WSU Ogden Campus, which will be named the Wildcat Center for Health Education & Wellness. The Stomberg Center is a fieldhouse-type facility with an indoor running track, basketball courts, and walk-in fitness areas. It is a shared-use facility that houses academic programs (Department of Health Promotion and Human Performance), campus recreation, WSU's NCAA athletic programs, and community use. The bonds funded a 30,000 square-foot expansion of this facility intended to expand opportunities for student walk-in fitness. The project broke ground in November 2012 and opened in the Fall of 2013.

PROFESSIONAL CLASSROOM BUILDING -DAVIS CAMPUS

August 2013 marked the completion of the new Professional Classroom Building at the University's Davis Campus. This multi-use facility will provide academic space for the University's rapidly growing and professionally-oriented programs offered at the Davis Campus. Approximately 30% of the building will be student-union/student-recreation space for this campus, including: a food court, fitness center, student clubs and organizations, and customer service facilities. The facility had an approximate project cost of \$39.9 million. Approximately \$8.4 million of Series 2012 Bond Proceeds and \$31.5 million of State Capital Appropriations was used to finance this project.



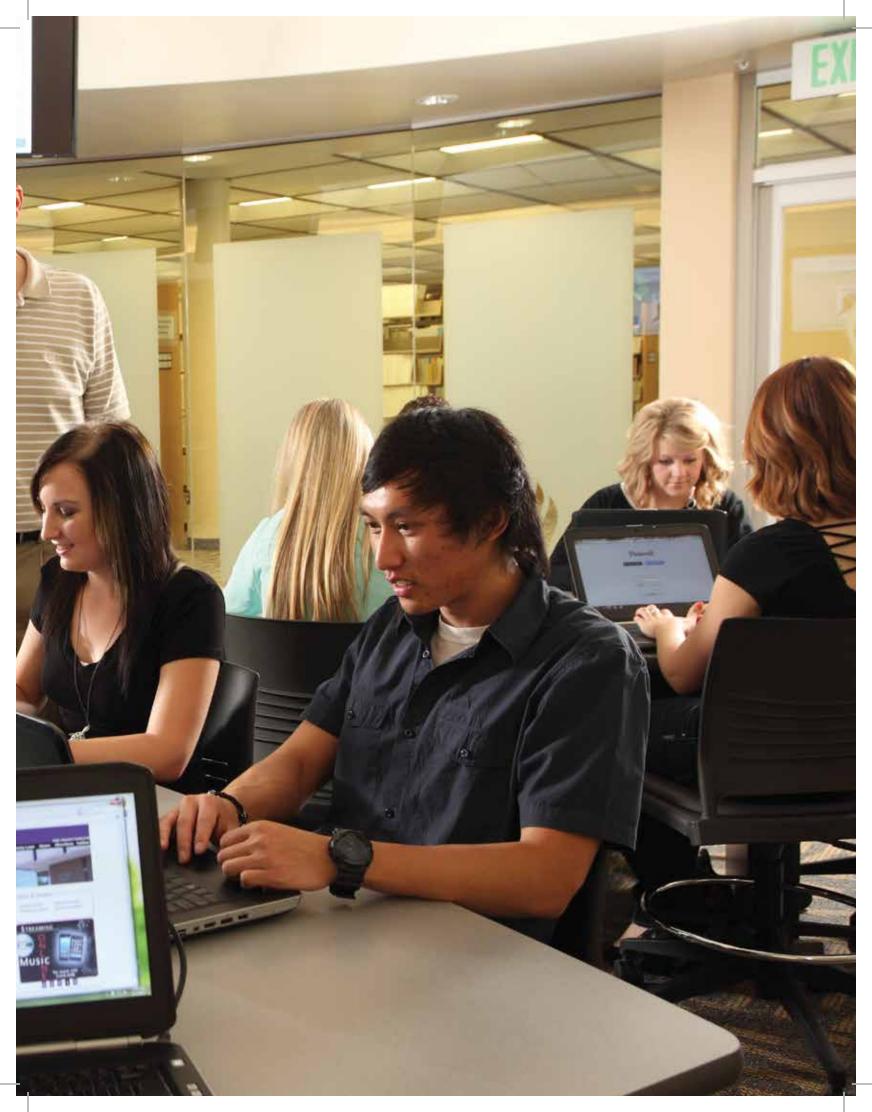
ECONOMIC OUTLOOK

A crucial element in the University's future continues to be a strong relationship with the State of Utah. The University's operating budget for the fiscal year ending June 30, 2013 is supported by two major sources of revenue: tax funds from the State of Utah (\$63 million) and net student tuition and fees (\$80.2 million). Weber State University's budget conditions remained solid during the Fiscal Year 2013, assisted by 5% tuition and 4.2% fee increases, and 1.4% student enrollment growth. As a sign of Utah's growing economy, the State of Utah ended the Fiscal Year 2013 with \$242 million in surplus revenue.

Due primarily to an improving economy and the regional impact of an announcement by the Church of Jesus Christ of Latter Day Saints that the age of eligibility for mission service would be lowered (to 18 for males and 19 for females), an enrollment decline of 7.4% has been projected for the Fiscal Year 2014. Conservative budgeting, 5% tuition and 3% fee increases, and \$3.7 million of new tax fund appropriations, should continue to keep the University's financial position stable during the fiscal year 2013-2014. Current conditions are likely to influence the University to examine future tuition and fee increases for additional funding as the economy recovers. As the financial statements and footnotes indicate, the University remains on a solid financial foundation. A conservative financial management approach will continue to be employed in managing the resources of the University.

Norman C. Tarbox, Jr., Ed.D., Vice President for Administrative Services





STATEMENT OF NET POSITION

Cash and cash equivalents (Note 2)	ASSETS	
Short-term investments (Note 2)	Current Assets	2013
Accounts receivable, net (Note 5) Receivable from state agencies (Note 5) Receivable expenses Restricted caspa and cash equivalents (Note 5) Roceivable, net (Note 3) Roceivable, net (Note 5) Roceivable		\$70,803,898
Receivable from state agencies (Note 5)		884,000
Interest receivable 62,94 Inventories 3,425,47 Prepaid expenses 102,87 Student loans receivable, net (Note 5) 921,01 Pledges receivable, net (Note 5) 2,145,17 Other assets 340,01 Total current assets 340,01 Restricted cash and cash equivalents (Note 2) 15,030,42 Investments (Note 2) 136,451,99 Accounts receivable, net (Note 5) 2,442,34 Student loans receivable, net (Note 5) 5,534,60 Pledges receivable, net (Note 5) 5,014,70 Capital assets, net (Note 3) 221,845,78 Total noncurrent assets 436,319,85 Total Assets 520,701,50 LIABILITIES		4,868,358
Inventories 3,425,47 Prepaid expenses 102,87 Student loans receivable, net (Note 5) 921,01 Pledges receivable, net (Note 5) 921,01 Total current assets 340,01 Total current assets 343,01 Total current assets 343,01 Total current assets 343,01 Total current assets 343,01 Restricted cash and cash equivalents (Note 2) 15,030,42 Investments (Note 2) 136,451,99 Accounts receivable, net (Note 5) 2,442,34 Student loans receivable, net (Note 5) 5,334,60 Pledges receivable, net (Note 5) 5,014,70 Capital assets, net (Note 3) 271,845,78 Total noncurrent assets 436,319,85 Total Assets 520,701,50 LIABILITIES 200,701,50 LIABILIT		
Prepaid expenses 102,87 Student loans receivable, net (Note 5) 921,01 Pledges receivable, net (Note 5) 321,01 Pledges receivable, net (Note 5) 340,01 Total current assets 340,01 Total current assets 343,001 Total current assets 343,001 Total current assets 343,001 Total current assets 84,381,64 Noncurrent Assets Restricted cash and cash equivalents (Note 2) 15,030,42 Investments (Note 2) 136,451,99 Accounts receivable, net (Note 5) 24,442,34 Student loans receivable, net (Note 5) 5,534,60 Pledges receivable, net (Note 5) 5,014,70 Capital assets, net (Note 3) 721,845,78 Total noncurrent assets 436,319,85 Total noncurrent assets 436,319,85 Total Assets 520,701,50 LIABILITIES Current Liabilities 1,339,30 Accrued payroll 283,58 Accrued payroll 283,58 Accrued payroll 283,58 Accrued payroll 283,58 Other liabilities 1,329,30 Accrued payroll 2,138,38 Other liabilities 1,20,94 Total Current liabilities 1,20,94 Total Current liabilities 2,5978,48 Noncurrent Liabilities 2,5978,48 Noncurrent Liabilities 3,335,18 Annutites payable (Note 3) 489,80 Bonds payable (Note 3) 489,80 59,834,13 Total Liabilities 59,834,13 Total Ditabilities 59,834,13 Total Ditabi		
Student loans receivable, net (Note 5) 221,01 Pledges receivable, net (Note 5) 2,145,17 Other assets 340,01 Total current assets 84,381,64 Noncurrent Assets 15,030,42 Investments (Note 2) 15,030,42 Investments (Note 2) 136,451,99 Accounts receivable, net (Note 5) 2,442,34 Student loans receivable, net (Note 5) 5,34,60 Pledges receivable, net (Note 5) 5,014,70 Capital assets, net (Note 3) 271,845,78 Total noncurrent assets 436,319,85 Total Assets 520,701,50 LIABILITIES 2		
Pledges receivable, net (Note 5)		
Noncurrent Assets		·
Total current assets		
Restricted cash and cash equivalents (Note 2)	Total current assets	84,381,643
Investments (Note 2)	Noncurrent Assets	
Investments (Note 2)	Restricted cash and cash equivalents (Note 2)	15,030,424
Student loans receivable, net (Note 5) 5,534,60 Pledges receivable, net (Note 5) 5,014,70 Capital assets, net (Note 3) 271,845,78 Total noncurrent assets 436,319,85 Total Assets 520,701,50 LIABILITIES Current Liabilities 1,936,84 Accrued liabilities 1,339,30 Accrued payroll 283,58 Payable to state agencies 8,874,63 Compensated absences & termination benefits (Note 3) 3,247,64 Unearmed revenue 6,237,13 Bonds payable (Notes 3 and 4) 21,383,8 Other liabilities 1,920,94 Total current liabilities 2,5978,48 Noncurrent Liabilities 2,5978,48 Noncurrent Liabilities 3,335,18 Annuities payable (Note 3) 489,80 Bonds payable (Notes 3 and 4) 5,834,13 Total noncurrent liabilities 63,6559,12 Total Liabilities 89,637,60 NET POSITION Net investment in capital assets 213,894,44 Restricted: Nonexpendable Primarily scholarships and fellowships 75,409,31 Debt Service 1,215,15 Expendable Primarily scholarships and fellowships 35,254,29 Capital projects 5,479,46 Loans 5,900,373,71 Unrestricted 90,178,34 Unrestricted 90,178,34 Unrestricted 90,178,34		136,451,994
Pledges receivable, net (Note 5)	Accounts receivable, net (Note 5)	2,442,346
Capital assets, net (Note 3)		5,534,606
Total Assets 520,701,50 LIABILITIES Current Liabilities Accounts payable (Note 5) 1,936,84 Accrued liabilities 1,339,30 Accrued payroll 283,58 Payable to state agencies 8,874,63 Compensated absences & termination benefits (Note 3) 3,247,64 Unearned revenue 6,237,13 Bonds payable (Notes 3 and 4) 2,138,38 Other liabilities 1,920,94 Total current liabilities 25,978,48 Noncurrent Liabilities Compensated absences & termination benefits (Note 3) 3,335,18 Annuities payable (Note 3) 489,80 Bonds payable (Notes 3 and 4) 59,834,13 Total noncurrent liabilities 63,659,12 Total Liabilities 89,637,60 NET POSITION Net investment in capital assets 213,894,44 Restricted: Nonexpendable Primarily scholarships and fellowships 75,409,31 Debt Service 1,215,15 Expendable Primarily scholarships and fellowships 35,254,29 Capital projects 5,479,46 Loans 8,059,15 Sponsored projects 1,573,71 Unrestricted 90,178,34		5,014,704
Total Assets 520,701,50		271,845,784
LIABILITIES Current Liabilities Accounts payable (Note 5) 1,936,84 Accrued liabilities 1,339,30 Accrued payroll 283,58 Payable to state agencies 8,874,63 Compensated absences & termination benefits (Note 3) 3,247,64 Unearned revenue 6,237,13 Bonds payable (Notes 3 and 4) 2,138,38 Other liabilities 1,920,94 Total current liabilities 25,978,48 Noncurrent Liabilities 3,335,18 Annuities payable (Note 3) 489,80 Bonds payable (Note 3) 489,80 Bonds payable (Note 3) 59,834,13 Total noncurrent liabilities 63,659,12 Total Liabilities 89,637,60 NET POSITION 213,894,44 Restricted: Nonexpendable Primarily scholarships and fellowships 75,409,31 Debt Service 1,215,15 Expendable Primarily scholarships and fellowships 35,254,29 Capital projects 5,479,46 Loans 8,059,15 Sponsored projects 1,573,71 Unrestricted 90,178,344	Total noncurrent assets	436,319,858
Accounts payable (Note 5) 1,936,84 Accrued liabilities 1,339,30 Accrued payroll 283,58 Payable to state agencies 8,874,63 Compensated absences & termination benefits (Note 3) 3,247,64 Unearned revenue 6,237,13 Bonds payable (Notes 3 and 4) 2,138,38 Other liabilities 1,920,94 Total current liabilities 25,978,48 Noncurrent Liabilities Compensated absences & termination benefits (Note 3) 3,335,18 Annuities payable (Note 3) 489,80 Bonds payable (Notes 3 and 4) 59,834,13 Total noncurrent liabilities 63,659,12 Total Liabilities 89,637,60 NET POSITION Net investment in capital assets 89,637,60 NET POSITION Net investment in capital assets 213,894,44 Restricted: Nonexpendable Primarily scholarships and fellowships 75,409,31 Debt Service 1,215,15 Expendable Primarily scholarships and fellowships 35,254,29 Capital projects 5,479,46 Loans 8,059,15 Sponsored projects 1,573,71 Unrestricted 99,178,34	Total Assets	520,701,501
Accounts payable (Note 5) Accrued liabilities Accrued payroll Payable to state agencies Compensated absences & termination benefits (Note 3) Unearned revenue Bonds payable (Notes 3 and 4) Total current liabilities Compensated absences & termination benefits (Note 3) Total noncurrent Liabilities Total Liabilities Total Liabilities Compensated absences & termination benefits (Note 3) Bonds payable (Note 3) Bonds payable (Note 3) Annuities payable (Note 3) Bonds payable (Notes 3 and 4) Total noncurrent liabilities Total Liabilities Note investment in capital assets Restricted: Nonexpendable Primarily scholarships and fellowships Debt Service Expendable Primarily scholarships and fellowships Capital projects Loans Sponsored projects 1,573,71 Unrestricted 1,335,84 1,335,84 1,335,18 1,920,94 1,936,34 1,936,8	LIABILITIES	
Accrued liabilities 1,339,30 Accrued payroll 283,58 Payable to state agencies 8,874,63 Compensated absences & termination benefits (Note 3) 3,247,64 Unearned revenue 6,237,13 Bonds payable (Notes 3 and 4) 2,138,38 Other liabilities 1,920,94 Total current liabilities 25,978,48 Noncurrent Liabilities Compensated absences & termination benefits (Note 3) 3,335,18 Annuities payable (Note 3) 489,80 Bonds payable (Notes 3 and 4) 59,834,13 Total noncurrent liabilities 63,659,12 Total Liabilities 89,637,60 NET POSITION Net investment in capital assets 8,8637,60 NET POSITION Net investment in capital assets 213,894,44 Restricted: 1,215,15 Expendable Primarily scholarships and fellowships 75,409,31 Debt Service 1,215,15 Expendable Primarily scholarships and fellowships 35,254,29 Capital projects 5,479,46 Loans 8,059,15 Sponsored projects 1,573,71 Unrestricted 90,178,34	Current Liabilities	
Accrued payroll Payable to state agencies Restricted: None T POSITION Net investment in capital assets Restricted: Nonexpendable Primarily scholarships and fellowships Debt Service Restricted: Nonexpendable Primarily scholarships and fellowships Expendable Primarily scholarships and fellowships Capital projects Accrued payroll Restricted Restricted: Restricted: Sponsored projects Accrued payroll Restricted Restricted: Rest	, , ,	1,936,849
Payable to state agencies Compensated absences & termination benefits (Note 3) Compensated absences & termination benefits (Note 3) Unearned revenue 6,237,13 Bonds payable (Notes 3 and 4) Other liabilities 7,920,94 Total current liabilities Compensated absences & termination benefits (Note 3) Annuities payable (Note 3) Bonds payable (Note 3) Bonds payable (Note 3) Total noncurrent liabilities Total Liabilities Total Liabilities NET POSITION Net investment in capital assets Restricted: Nonexpendable Primarily scholarships and fellowships Debt Service 1,215,15 Expendable Primarily scholarships and fellowships Capital projects Loans Sponsored projects 1,573,71 Unrestricted 90,178,34		1,339,307
Compensated absences & termination benefits (Note 3) Unearned revenue 6,237,13 Bonds payable (Notes 3 and 4) 2,138,38 Other liabilities 1,920,94 Total current liabilities 25,978,48 Noncurrent Liabilities Compensated absences & termination benefits (Note 3) Annuities payable (Note 3) Bonds payable (Note 3) 489,80 Bonds payable (Notes 3 and 4) 59,834,13 Total noncurrent liabilities Total Liabilities 89,637,60 NET POSITION Net investment in capital assets Restricted: Nonexpendable Primarily scholarships and fellowships 75,409,31 Debt Service 1,215,15 Expendable Primarily scholarships and fellowships 35,254,29 Capital projects Loans 8,059,15 Sponsored projects 1,573,71 Unrestricted 90,178,34		
Unearmed revenue 6,237,13 Bonds payable (Notes 3 and 4) 2,138,38 Other liabilities 1,920,94 Total current liabilities 25,978,48 Noncurrent Liabilities Compensated absences & termination benefits (Note 3) 3,335,18 Annuities payable (Note 3) 489,80 Bonds payable (Notes 3 and 4) 59,834,13 Total noncurrent liabilities 63,659,12 Total Liabilities 89,637,60 NET POSITION Net investment in capital assets 213,894,44 Restricted: Nonexpendable Primarily scholarships and fellowships 75,409,31 Debt Service 1,215,15 Expendable Primarily scholarships and fellowships 35,254,29 Capital projects 5,479,46 Loans 8,059,15 Sponsored projects 1,573,71 Unrestricted 90,178,34		
Bonds payable (Notes 3 and 4) Other liabilities Total current liabilities Compensated absences & termination benefits (Note 3) Annuities payable (Note 3) Bonds payable (Note 3) Bonds payable (Notes 3 and 4) Total noncurrent liabilities Total Liabilities Net investment in capital assets Restricted: Nonexpendable Primarily scholarships and fellowships Debt Service Primarily scholarships and fellowships Capital projects Loans Sponsored projects Loans Sponsored projects 1,253,429 1,573,71 Unrestricted 2,13,83,83 2,138,38 3,335,18	- , , , ,	
Other liabilities 1,920,94 Total current liabilities 25,978,48 Noncurrent Liabilities Compensated absences & termination benefits (Note 3) 3,335,18 Annuities payable (Note 3) 489,80 Bonds payable (Notes 3 and 4) 59,834,13 Total noncurrent liabilities 63,659,12 Total Liabilities 89,637,60 NET POSITION Net investment in capital assets 213,894,44 Restricted: Nonexpendable Primarily scholarships and fellowships 75,409,31 Debt Service 1,215,15 Expendable Primarily scholarships and fellowships 35,254,29 Capital projects 5,479,46 Loans 8,059,15 Sponsored projects 1,573,71 Unrestricted 90,178,34		
Noncurrent Liabilities Compensated absences & termination benefits (Note 3) Annuities payable (Note 3) Bonds payable (Notes 3 and 4) Total noncurrent liabilities Total Liabilities Separate Total Liabilities Net investment in capital assets Restricted: Nonexpendable Primarily scholarships and fellowships Debt Service 1,215,15 Expendable Primarily scholarships and fellowships Capital projects Loans Sponsored projects 1,573,71 Unrestricted 25,978,48 245,978,48 33,335,18 33,335,18 33,335,18 34,898,80 35,834,13 36,659,12 213,894,44	'	
Compensated absences & termination benefits (Note 3) Annuities payable (Note 3) Bonds payable (Notes 3 and 4) Total noncurrent liabilities Total Liabilities 89,637,60 NET POSITION Net investment in capital assets Restricted: Nonexpendable Primarily scholarships and fellowships Debt Service Primarily scholarships and fellowships Total Liabilities 75,409,31 Debt Service 1,215,15 Expendable Primarily scholarships and fellowships Capital projects Loans Sponsored projects 1,573,71 Unrestricted 3,335,18 489,80 59,834,13 59,834,13 59,637,60	Total current liabilities	25,978,482
Annuities payable (Note 3) 489,80 Bonds payable (Notes 3 and 4) 59,834,13 Total noncurrent liabilities 63,659,12 Total Liabilities 89,637,60 NET POSITION Net investment in capital assets 213,894,44 Restricted: Nonexpendable Primarily scholarships and fellowships 75,409,31 Debt Service 1,215,15 Expendable Primarily scholarships and fellowships 35,254,29 Capital projects 5,479,46 Loans 8,059,15 Sponsored projects 1,573,71 Unrestricted 90,178,34	Noncurrent Liabilities	
Annuities payable (Note 3) 489,80 Bonds payable (Notes 3 and 4) 59,834,13 Total noncurrent liabilities 63,659,12 Total Liabilities 89,637,60 NET POSITION Net investment in capital assets 213,894,44 Restricted: Nonexpendable Primarily scholarships and fellowships 75,409,31 Debt Service 1,215,15 Expendable Primarily scholarships and fellowships 35,254,29 Capital projects 5,479,46 Loans 8,059,15 Sponsored projects 1,573,71 Unrestricted 90,178,34	Compensated absences & termination benefits (Note 3)	3,335,187
Total noncurrent liabilities 63,659,12 Total Liabilities 89,637,60 NET POSITION Net investment in capital assets 213,894,44 Restricted: Nonexpendable Primarily scholarships and fellowships 75,409,31 Debt Service 1,215,15 Expendable Primarily scholarships and fellowships 35,254,29 Capital projects 5,479,46 Loans 8,059,15 Sponsored projects 1,573,71 Unrestricted 90,178,34	Annuities payable (Note 3)	489,806
Total Liabilities 89,637,60 NET POSITION Net investment in capital assets 213,894,44 Restricted: Nonexpendable Primarily scholarships and fellowships 75,409,31 Debt Service 1,215,15 Expendable Primarily scholarships and fellowships 35,254,29 Capital projects 5,479,46 Loans 8,059,15 Sponsored projects 1,573,71 Unrestricted 90,178,34		59,834,130
NET POSITION Net investment in capital assets Restricted: Nonexpendable Primarily scholarships and fellowships Debt Service 1,215,15 Expendable Primarily scholarships and fellowships 35,254,29 Capital projects Loans Sponsored projects 1,573,71 Unrestricted 213,894,44 213,894,44 313,8	Total noncurrent liabilities	63,659,123
Net investment in capital assets Restricted: Nonexpendable Primarily scholarships and fellowships Debt Service Expendable Primarily scholarships and fellowships T5,409,31 Expendable Primarily scholarships and fellowships Capital projects Loans Sponsored projects 1,573,71 Unrestricted 213,894,44 213,894,44 35,409,31 35,409,31 35,254,29 35,254,29 35,254,29 35,273,49 36,059,15 36,059,15 37,73,71 37,71 38,34	Total Liabilities	89,637,605
Restricted: Nonexpendable Primarily scholarships and fellowships Debt Service Expendable Primarily scholarships and fellowships Expendable Primarily scholarships and fellowships Capital projects Loans Sponsored projects 1,215,15 Expendable 1,215,15 Expendable 1,215,15 Expendable 1,215,15	NET POSITION	
Nonexpendable Primarily scholarships and fellowships Debt Service 1,215,15 Expendable Primarily scholarships and fellowships 35,254,29 Capital projects Loans Sponsored projects 1,573,71 Unrestricted 75,409,31 35,254,29 35,254,	Net investment in capital assets	213,894,445
Primarily scholarships and fellowships Debt Service 1,215,15 Expendable Primarily scholarships and fellowships 35,254,29 Capital projects Loans Sponsored projects 1,573,71 Unrestricted 75,409,31 1,215,15 35,254,29 35,254,29 5,479,46 1,573,71 4,573,71 5,737,71 5,737,71 7,737,74 7,748,749,749 7,749 7,749 7,749 7,749 7,749 7,749 7,749 7,	Restricted:	
Debt Service 1,215,15 Expendable Primarily scholarships and fellowships 35,254,29 Capital projects 5,479,46 Loans 8,059,15 Sponsored projects 1,573,71 Unrestricted 90,178,34		
Expendable Primarily scholarships and fellowships Capital projects Loans Sponsored projects 1,573,71 Unrestricted Expendable 35,254,29 5,479,46 1,579,15 1,573,71 1,573,71 2,573,71 2,773,71 3,774 3,774 3,775 3		75,409,316
Primarily scholarships and fellowships Capital projects 5,479,46 Loans 8,059,15 Sponsored projects 1,573,71 Unrestricted 90,178,34		1,215,153
Capital projects 5,479,46 Loans 8,059,15 Sponsored projects 1,573,71 Unrestricted 90,178,34		05.054.005
Loans 8,059,15 Sponsored projects 1,573,71 Unrestricted 90,178,34		
Sponsored projects 1,573,71 Unrestricted 90,178,34		
Unrestricted 90,178,34		
Total Net Position \$431,063,89		90,178,342
	Total Net Position	\$431,063,896

 $\label{thm:companying} \ notes \ are \ an \ integral \ part \ of \ these \ financial \ statements.$

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

Weber State UniversityFor the Fiscal Year Ended June 30, 2013

REVENUES	
Operating Revenues	2013
Student tuition and fees, net (Note 1)	\$80,242,607
Federal grants and contracts	214,794
State and local grants and contracts	243,923
Nongovernmental grants and contracts	228,101
Sales and services of educational activities	2,329,212
Auxiliary enterprises, net (Note 1)	17,206,280
Other operating revenues	2,759,881
Total Operating Revenues	103,224,798
EXPENSES	
Operating Expenses	
Salaries and wages	93,555,257
Employee benefits	33,476,987
Scholarships and fellowships	19,139,514
Depreciation	12,869,326
Other operating expenses	46,429,382
Total Operating Expenses	205,470,466
Operating Income (Loss)	(102,245,668)
NONOPERATING REVENUES (EXPENSES)	
State appropriations	62,950,400
Federal grants and contracts	36,455,999
State and local grants and contracts	2,849,852
Nongovernmental grants and contracts	415,219
Gifts	5,131,321
Investment income (net of investment expense)	11,194,975
Interest on capital assets-related debt	(2,108,863)
Other nonoperating revenues (expenses)	130,838
Net Nonoperating Revenues	117,019,741
Income (Loss) Before Other Revenue	14,774,073
OTHER REVENUES	
Capital appropriations	26,498,069
Capital grants and gifts	2,226,721
Additions to permanent endowments	12,844,936
Total other revenue	41,569,726
Increase in Net Position	56,343,799
NET POSITION	
Net Position - Beginning of Year	374,720,097
Net Position - End of Year	\$431,063,896

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

STATEMENT OF CASH FLOWS

CASH FLOWS FROM OPERATING ACTIVITIES

	2013
Tuition and fees	\$78,583,569
Receipts from grants/contracts	686,818
Receipts from auxiliary and educational services	19,535,492
Collection of loans from students	1,111,991
Loans issued to students	(803 521)

Loans issued to students (803,521)
Payments for scholarships and fellowships (18,914,228)
Payments for employee services and benefits (127,373,612)
Other operating receipts 2,974,814
Payments to suppliers (46,018,908)
Net cash provided (used) by Operating Activities (90,217,585)

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES

State appropriations	62,950,400
Receipts from grants/contracts	40,000,429
Agency receipts including direct lending program	58,456,813
Agency disbursements including direct lending program	(58,420,382)
Receipts from gifts	4,775,666
Receipts for permanent endowments	12,844,936
Other noncapital financing activities	101,280
Net cash provided (used) by Noncapital Financing Activities	120,709,142

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Receipts from capital grants/gifts	1,785,721
Purchases of capital assets	(31,635,432)
Principal paid on capital debt/leases	(1,520,000)
Interest paid on capital debt/leases	(2,108,863)
Net cash provided (used) by Capital and related Financing Activities	(33,478,574)

CASH FLOWS FROM INVESTING ACTIVITIES

Proceeds from sale/maturity of investments	47,639,688
Receipt of interest/dividends from investments	6,865,865
Purchase of investments	(38,227,367)
Net cash provided (used) by Investing Activities	16,278,186
Net Increase (decrease) in Cash and Cash Equivalents	13,291,169
Cash and Cash Equivalents - Beginning of Year	72,543,153
Cash and Cash Equivalents - End of Year	\$85,834,322

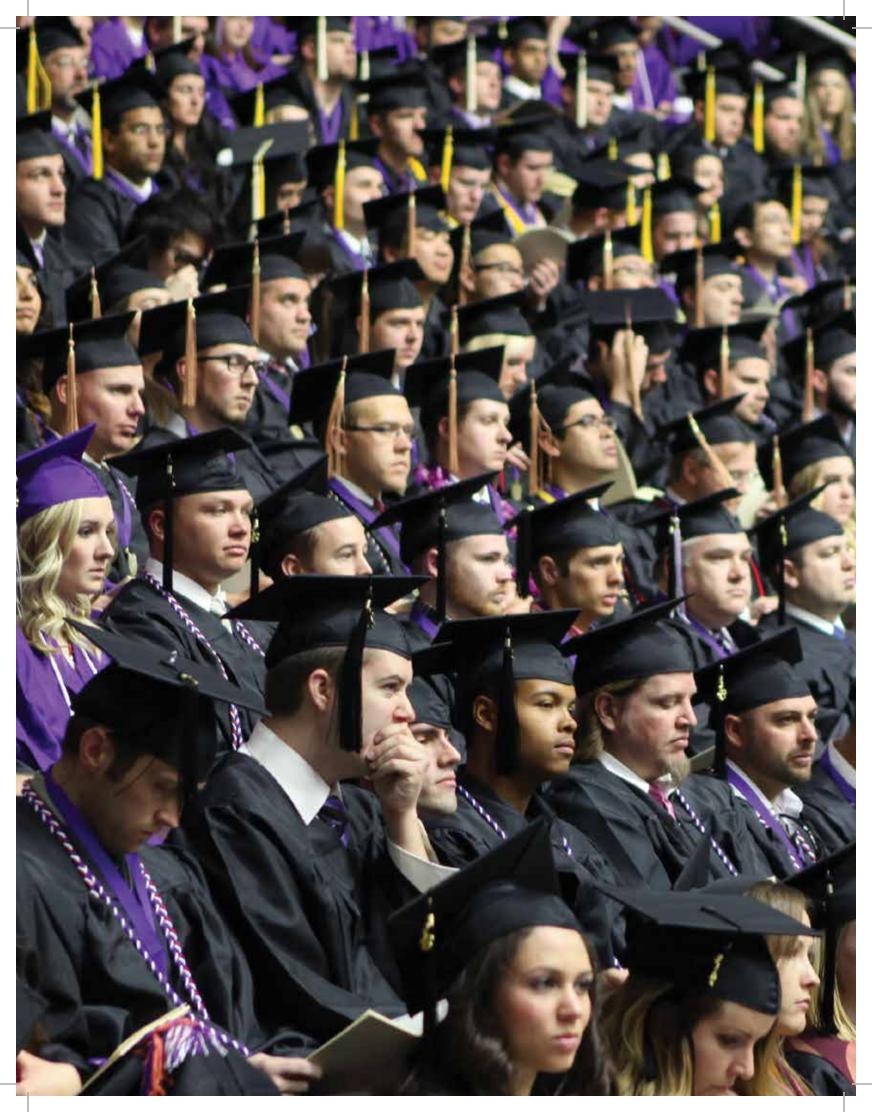
The accompanying notes are an integral part of these financial statements.

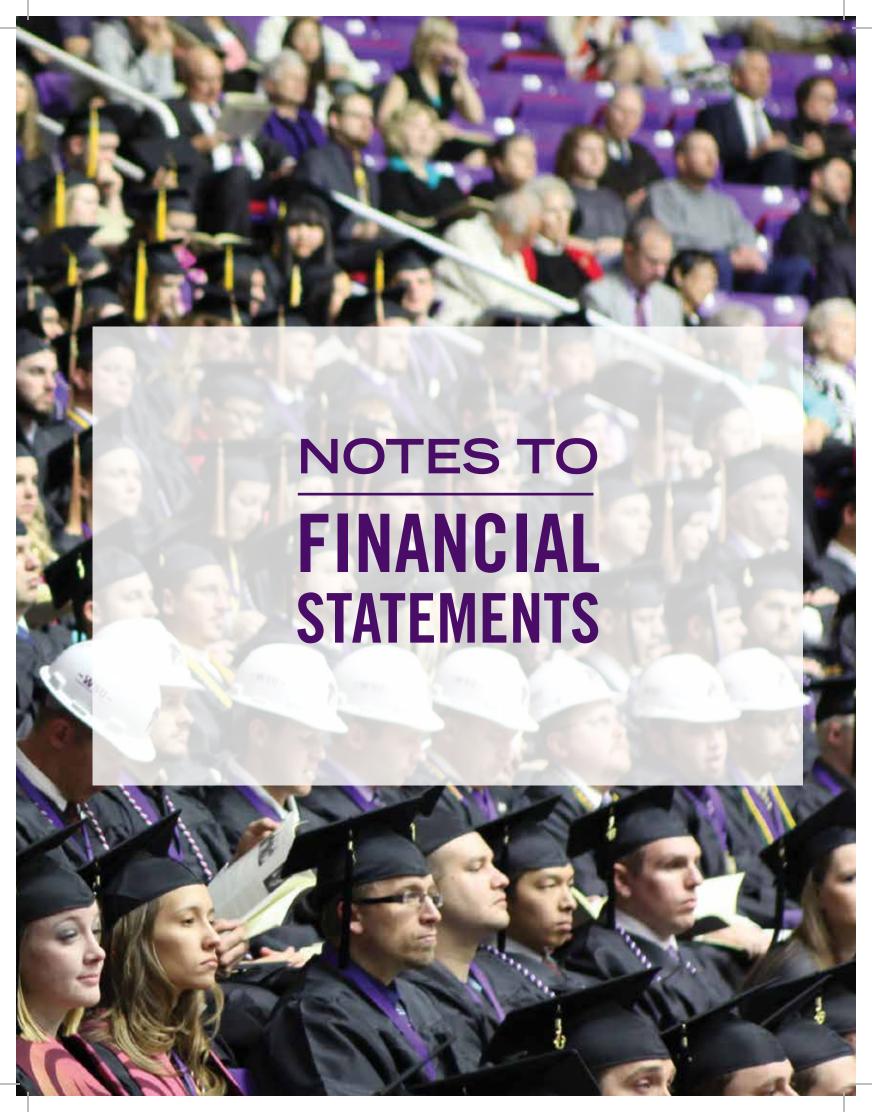
STATEMENT OF CASH FLOWS (continued)

Reconciliation of net operating income (loss) to Net cash provided (used) by operating activities:

	2013
Operating income (loss)	\$(102,245,668)
Adjustments to reconcile net income (loss) to net cash	
provided (used) by operating activities:	
Depreciation expense and loss on disposal	12,869,326
Donated property and equipment	614,571
Changes in assets and liabilities:	
Receivables (net)	(1,090,976)
Student loans receivable	375,228
Inventories	(221,496)
Prepaid expenses	192,189
Other current assets	(204,097)
Accounts payable	275,213
Accrued liabilities	(467,617)
Accrued payroll	(27,653)
Unearned revenue	(568,062)
Compensated absences and early retirement	153,902
Other current liabilities	127,555
Net cash provided (used) by Operating Activities	\$(90,217,585)
Noncash Investing, Capital, and Financing Activities:	
Increase (decrease) in fair value of investments	\$4,423,030
Capital assets acquired from State of Utah (DFCM)	26,498,069
Donated property and equipment	614,571
Total Noncash Investing, Capital, and Financing Activities	\$31,535,670

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





1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Significant accounting policies followed by Weber State University (the University) are set forth below:

Reporting Entity

The University is a component unit and an integral part of the State of Utah. The University is considered a component unit of the State of Utah because it receives appropriations from the State and is financially accountable to the State. The financial activity of the University is included in the State's Comprehensive Annual Financial Report, as defined by Governmental Accounting Standards Board (GASB) Statement No. 14, The Financial Reporting Entity.

The financial statements include the accounts of the University, all auxiliary enterprises and other restricted and unrestricted funds of the University, the Weber State University Foundation (the Foundation) and the Weber State University Research Foundation (the Research Foundation). The Foundation and the Research Foundation, non-profit organizations, were incorporated under Utah law in 1972 and 2009, respectively. The Foundation was established to provide support for the University, its faculty and students, and to promote, sponsor, and carry-out educational, scientific, charitable, and related activities and objectives at the University. The Research Foundation was established to further the educational and research mission of the University. The University has a controlling number of positions on the Board of Directors of both the Foundation and the Research Foundation

The Foundation and the Research Foundation are included in the financial statements of the University as blended component units. A blended component unit is an entity which is legally separate from the University but which is so intertwined with the University that it is, in substance, the same as the University. It is reported as part of the University. Financial statements of the Foundation and the Research Foundation can be obtained from the University. In Note 9, condensed financial statements have been prepared for the Foundation. Due to size, condensed financial statements have not been prepared for the Research Foundation.

Basis of Accounting

Under the provisions of the GASB standards, the University is permitted to report as a special-purpose government engaged in business-type activities (BTA). BTA reporting requires the University to present only the basic financial statements and required supplementary information (RSI) for an enterprise fund. This includes an MD&A, a statement of net position, a statement of revenues, expenses, and changes in net position, a statement of cash flows, and notes to the financial statements. The required basic financial statements described above are prepared using the economic resources measurement focus and the accrual basis of accounting. Operating activities include all revenues and expenses, derived on an exchange basis, used to support the instructional, research and public efforts, and other University priorities. Fund financial statements are not required for BTA reporting.

In accordance with GASB Statement No. 33, Accounting and Financial Reporting for Non-exchange Transactions, the University recognizes the estimated net realizable value of pledges as revenue as soon as all eligibility and time requirements imposed by the provider have been met.

Cash Equivalents

For purposes of the statements of cash flows, the University considers all highly liquid investments with an original maturity of three months or less to be cash equivalents. Funds invested through the Utah State Treasurers' Investment Pool are also considered cash equivalents.

Investments

The University accounts for its investments at fair value in accordance with GASB Statement No. 31, Accounting and Financial Reporting for Certain Investments and for External Investment Pools. Changes in unrealized gains (losses) on the carrying value of investments are reported as a component of investment income in the statement of revenues, expenses, and changes in net position.

Inventories

Inventories held for resale are stated at the lower of cost (first-in, first-out method) or market or on a basis which approximates cost determined on the first-in, first-out method. Non-resale inventories are expensed as purchased. Bookstore inventories are valued using the retail inventory method.

Capital Assets

Capital assets are recorded at cost at the date of acquisition, or fair market value at the date of donation in the case of gifts. For equipment, the University's capitalization policy includes all items with a unit cost of \$5,000 or more, and an estimated useful life of greater than one year. Buildings, renovations to buildings, infrastructure, and land improvements with a cost of \$50,000 or more are capitalized. Routine repairs and maintenance are charged to operating expense in the year in which the expense was incurred. All land is capitalized and not depreciated.

Depreciation is computed using the straight-line method over the estimated useful lives of the assets, 40 years for buildings, 20 years for infrastructure, land improvements, and library collections, and 3 to 10 years for equipment.

Deferred Revenues

Deferred revenues include amounts received for tuition and fees and certain auxiliary activities prior to the end of the fiscal year but related to the subsequent accounting period. Deferred revenues also include amounts received from grant and contract sponsors that have not yet been earned.

Compensated Absences

Non-academic full-time and certain part-time University employees earn vacation leave for each month worked at a rate between 12 and 22 days per year. Vacation time may be used as it is earned. A maximum of 240 hours can be carried over into the next vacation year, which begins each November 1. Upon termination, no more than the maximum plus the current year earned vacation is payable to the employee.

Non-academic full-time and certain part-time University employees earn sick leave at the rate of one day earned for each month worked. No payment is made for unused sick leave in the event of termination. After an employee has accumulated 18 days of unused sick leave, any sick leave

days accumulated by the end of the sick leave year in excess of 8 days may be converted at the option of the employee to vacation days. A liability is recognized in the Statement of Net Position for vacation payable to the employees at the statement date.

Non-current Liabilities

Non-current liabilities include (1) principal amounts of revenue bonds payable, notes payable, and capital lease obligations with contractual maturities greater than one year; (2) estimated amounts for accrued compensated absences and other liabilities that will not be paid within the next fiscal year; and (3) other liabilities that, although payable within one year, are to be paid from funds that are classified as non-current assets.

Net Position

The University's net position is classified as follows:

Net investment in capital assets: This represents the University's total investment in capital assets, net of accumulated depreciation and outstanding debt obligations related to those capital assets.

Restricted net position - nonexpendable: Nonexpendable restricted net position consists of endowment and similar type funds in which donors or other outside sources have stipulated, as a condition of the gift instrument, that the principal is to be maintained inviolate and in perpetuity, and invested for the purpose of producing present and future income, which may either be expended or added to principal.

Restricted net position - expendable: Restricted expendable net position includes resources in which the University is legally or contractually obligated to spend resources in accordance with restrictions imposed by external third parties.

Unrestricted net position: Unrestricted net position represents resources derived from student tuition and fees, state appropriations, and sales and services of educational departments and auxiliary enterprises. These resources are used for transactions relating to the educational and general operations of the University, and may be used at the discretion of the governing board to meet current expenses for any purpose. These resources also include unrestricted quasi-endowments.

Classification of Revenues and Expenses

The University has classified its revenues and expenses as either operating or non-operating according to the following criteria:

Operating revenues: Operating revenues include activities that have the characteristics of exchange transactions, such as (1) student tuition and fees, net of scholarship discounts and allowances, (2) sales and services of educational activities and auxiliary enterprises, net of scholarship discounts and allowances, (3) federal, state, local, and nongovernmental research grants and contracts, and (4) interest on institutional student loans.

Non-operating revenues: Non-operating revenues include activities that have the characteristics of non-exchange transactions, such as (1) gifts and contributions, (2) non-research federal, state, local, and nongovernmental grants and contracts and (3) other revenue sources that are

defined as non-operating revenues by GASB Statement No. 9, Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting, and GASB Statement No. 34, such as state appropriations and investment income.

Operating expenses: Operating expenses include activities that have the characteristics of exchange transactions, such as (1) salaries and wages, (2) employee benefits, (3) scholarships and fellowships, (4) depreciation, and (5) other operating expenses.

Non-operating expenses: Non-operating expenses primarily include interest on debt obligations.

When both restricted and unrestricted resources are available, such resources are spent and tracked at the discretion of the department subject to donor restrictions, where applicable.

Scholarship Discounts and Allowances: Student tuition and fee revenues, and certain other revenues from students, are reported net of scholarship discounts and allowances in the Statement of Revenues, Expenses, and Changes in Net Position. Scholarship discounts and allowances are the difference between the stated charge for goods and services provided by the University, and the amount that is paid by students and/or third parties making payments on the students' behalf. Certain governmental grants, such as Pell grants, and other federal, state, or nongovernmental programs, are recorded as either operating or non-operating revenues in the University's financial statements. To the extent that revenues from such programs are used to satisfy tuition and fees and other student charges, the University has recorded a scholarship discount and allowance. The following schedule presents revenue allowances for the year ended June 30, 2013:

2013
\$27,464,028
\$787,697

Effect of New GASB Pronouncements

The Governmental Accounting Standards Board (GASB) issued Statement No. 65, Items Previously Reported as Assets and Liabilities. The requirements of this Statement are effective for fiscal year 2014. In addition, GASB issued Statement No. 67, Financial Reporting for Pension Plans - an Amendment of GASB Statement No. 25, and GASB Statement No. 68, Financial Reporting for Pension Plans – an Amendment of GASB Statement No. 27, effective for fiscal years 2014 and 2015 respectively. These new accounting and reporting standards may impact the University's recognition and timing of assets and liabilities in the financial statements. The requirements of these statements may require restating the beginning net assets. The University is not planning to early implement these Statements and has made no estimation of the effect these Statements will have on the financial statements.

2. CASH & INVESTMENTS

The State of Utah Money Management Council has the responsibility to advise the State Treasurer about investment policies, promote measures and rules that will assist in strengthening the banking and credit structure of the state, and review the rules adopted under the authority of the State of Utah Money Management Act that relate to the deposit and investment of public funds.

Except for endowment funds, the University follows the requirements of the Utah Money Management Act (Utah Code, Title 51, Chapter 7) in handling its depository and investment transactions. The Act requires the depositing of University funds in a qualified depository. The Act defines a qualified depository as any financial institution whose deposits are insured by an agency of the Federal Government and which has been certified by the State Commissioner of Financial Institutions as meeting the requirements of the Act and adhering to the rules of the Utah Money Management Council

For endowment funds, the University follows the requirements of the Uniform Prudent Management of Institutional Funds Act (UPMIFA) and State Board of Regents, Management and Reporting of Institutional Investments (Rule 541).

Deposits

Custodial Credit Risk

Custodial credit risk is the risk that, in the event of a bank failure, the University's deposits may not be returned to it. The University does not have a formal policy for custodial credit risk that further limits what is required by the State Money Management Act. As of June 30, 2013, the University had bank and deposit balances of \$28,270,417 at Wells Fargo, \$250,021 at Bancorp, and \$729,777 held by State Street, of which \$28,750,215 was uninsured and uncollateralized. The

Foundation had \$67,461 held by Key Bank, and \$137,667 held by Morgan Stanley Smith Barney, all of which was insured. The State of Utah does not require collateral on deposits.

Investments

The Money Management Act defines the types of securities authorized as appropriate investments for the University's non-endowment funds and the conditions for making investment transactions. Investment transactions may be conducted only through qualified depositories, certified dealers, or directly with issuers of the investment securities.

Statutes authorize the University to invest in negotiable or nonnegotiable deposits of qualified depositories and permitted negotiable depositories; repurchase and reverse repurchase agreements; commercial paper that is classified as "first tier" by two nationally recognized statistical rating organizations; bankers' acceptances; obligations of the United States Treasury including bills, notes, and bonds; obligations, other than mortgage derivative products, issued by U.S. government sponsored enterprises (U.S. Agencies) such as the Federal Home Loan Bank System, Federal Home Loan Mortgage Corporation (Freddie Mac), Federal National Mortgage Association (Fannie Mae), and Student Loan Marketing Association (Sallie Mae); bonds, notes, and other evidence of indebtedness of political subdivisions of the State; fixed rate corporate obligations and variable rate securities rated "A" or higher, or the equivalent of "A" or higher, by two nationally recognized statistical rating organizations; shares or certificates in a money market mutual fund as defined in the Money Management Act; and the Utah State Public Treasurer's Investment Fund.

The UPMIFA and Rule 541 allow the University to invest endowment funds (including gifts, devises, or bequests of property of any kind from any source) in any of the above



investments or any of the following subject to satisfying certain criteria: mutual funds registered with the Securities and Exchange Commission, investments sponsored by the Common Fund; any investment made in accordance with the donor's directions in a written instrument; investments in corporate stock listed on a major exchange (direct ownership); and any alternative investment funds that derive returns primarily from high yield and distressed debt (hedged or non-hedged), private capital (including venture capital and private equity), natural resources, and private real estate assets or absolute return and long/short hedge funds.

According to the Uniform Prudent Management of Institutional Funds Act (UPMIFA), Title 51-8 of the Utah Code, the University may appropriate for expenditure or accumulate so much of an endowment fund as the University determines to be prudent for uses, benefits, purposes, and duration for which the endowment was established. The endowment income spending policy at June 30, 2013, is 4% of the twelve quarter moving average of the market value of the endowment pool. The spending policy is reviewed periodically and any necessary changes are made. The amount of net appreciation investments of donor-restricted endowments that were available for authorization for expenditure at June 30, 2013 was approximately \$6.4

million. The net appreciation is a component of restricted expendable net assets.

The Utah State Treasurer's Office operates the Public Treasurer's Investment Fund (PTIF). The PTIF is available for investment of funds administered by any Utah public treasurer.

The PTIF is not registered with the SEC as an investment company. The PTIF is authorized and regulated by the Money Management Act, (Utah Code, Title 51, Chapter 7). The Act established the Money Management Council which oversees the activities of the State Treasurer and the PTIF and details the types of authorized investments. Deposits in the PTIF are not insured or otherwise guaranteed by the State of Utah, and participants share proportionally in any realized gains or losses on investments.

The PTIF operates and reports to participants on an amortized cost basis. The income, gains, and losses – net of administration fees, of the PTIF are allocated based upon the participant's average daily balance. The fair value of the PTIF investment pool is approximately equal to the value of the pool shares.

As of June 30, 2013, the University had the following investments and maturities:

		Investment Maturities (in Years)		
Investment Type	Fair Value	Less than 1	1-5	6-10
State of Utah Public Treasurer's Investment Fund	\$78,897,426	\$78,897,426	\$ -	\$ -
Mutual Bond Funds	24,850,669	-	6,631,570	18,219,099
U.S. Agencies	11,742,496	-	11,742,496	-
Money Market Mutual Funds	1,117,465	1,117,465	-	<u>-</u>
Total	\$116,608,056	\$80,014,891	\$18,374,066	\$18,219,099

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's policy for managing its exposure to fair value loss arising from increasing interest rates is to comply with the State's Money Management Act or the UPMIFA and Rule 541, as applicable. For non-endowment funds, Title 51-7-11 of the Money Management Act requires that the remaining term to maturity of investments may not exceed the period of availability of the funds to be invested. The Act further limits the remaining term to maturity on all investments in commercial paper, bankers' acceptances, fixed rate negotiable deposits, and fixed rate corporate obligations to 270 days - 15 months or less. In addition, variable rate negotiable deposits and variable rate securities may not have

a remaining term to final maturity exceeding 3 years. For endowment funds, Rule 541 is more general, requiring only that investments be made as a prudent investor would, by considering the purposes, terms, distribution requirements, and other circumstances of the endowments and by exercising reasonable care, skill, and caution.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The University's policy for reducing its exposure to credit risk is to comply with the State's Money Management Act, the UPMIFA, and Rule 541, as previously discussed.

At June 30, 2013, the University had the following investments and quality ratings:

		S&P Quality Ratings	
Investment Type	Fair Value	AA+	Unrated
State of Utah Public Treasurer's Investment Fund	\$78,897,426	\$ -	\$78,897,426
Mutual Bond Funds	24,850,669	-	24,850,669
U.S. Agencies	11,742,496	11,742,496	-
Money Market Mutual Funds	1,117,465	-	1,117,465
Total	\$116,608,056	\$11,742,496	\$104,865,560

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The University's policy for reducing this risk of loss is to comply with the Rules of the Money Management Council or the UPMIFA and Rule 541, as applicable. Rule 17 of the Money Management Council limits non-endowment fund investments in a single issuer of commercial paper and corporate obligations to 5-10% depending upon the total dollar amount held in the portfolio. For endowment funds, Rule 541 requires that a minimum of 25% of the overall endowment portfolio be invested in fixed income or cash equivalents. Also, the overall endowment portfolio cannot consist of more than 75% equity investments. Rule 541

also limits investments in alternative investment funds, as allowed by Rule 541, to between 0% and 30% based on the size of the University's endowment fund.

Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the University will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The University does not have a formal policy for custodial credit risk that further limits what is required by the State Money Management Act. As of June 30, 2013, the University had \$11,742,496 in U.S. agencies, and \$337,200 in stock, that are uninsured and held by the counterparty but not in the University's name.

3. CAPITAL ASSETS AND LONG-TERM LIABILITIES

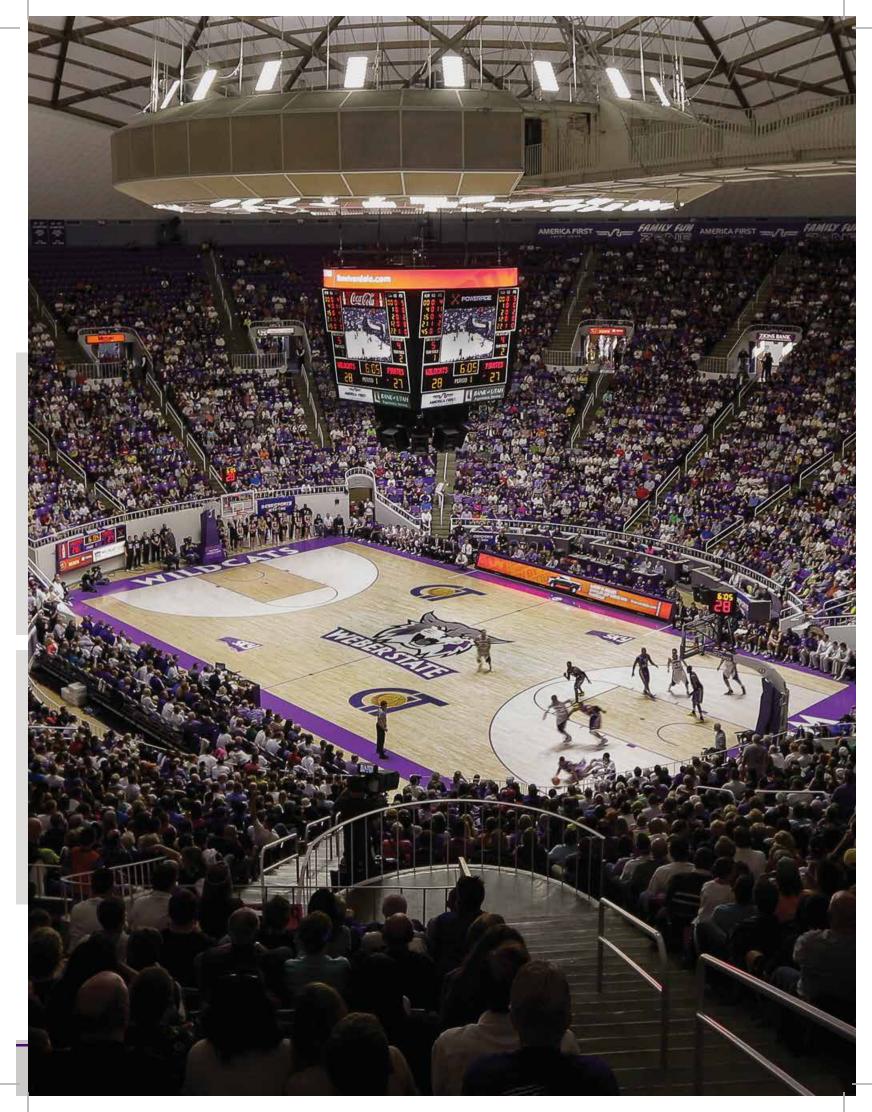
Changes in capital assets and long-term liabilities for the year ended June 30, 2013 are summarized below:

Capital Assets

	Beginning	Additions	Reductions	Ending
	Balances			Balance
Land	\$ 8,111,731	\$ 1,790,866	\$ 170,000	\$ 9,732,597
Land improvements & infrastructure	28,906,919	4,337,861	98,654	33,146,126
Buildings	281,779,913	61,492,078	-	343,271,991
Equipment	23,599,673	2,087,118	1,607,491	24,079,300
Library collections	25,480,089	425,723	48,736	25,857,076
CIP	19,238,353	28,499,036	36,867,404	10,869,985
Total	387,116,678	98,632,682	38,792,285	446,957,075
Less: Accumulated depreciation for:				
Land improvements & infrastructure	8,352,343	1,558,982	98,654	9,812,671
Buildings	120,962,398	8,462,861	-	129,425,259
Equipment	17,693,678	1,970,897	1,581,119	18,083,456
Library collections	16,962,056	876,585	48,736	17,789,905
Total	163,970,475	12,869,325	1,728,509	175,111,291
Capital assets, net	\$ 223,146,203	\$ 85,763,357	\$ 37,063,776	\$ 271,845,784

Long Term Liabilities

	Beginning Balances	Additions	Reductions	Ending Balance	Current Portion
Bonds payable:					
Bonds payable	\$62,620,000	\$ -	\$1,520,000	\$61,100,000	\$2,095,000
Unamortized bond premium	1,189,506	-	57,788	1,131,718	57,788
Deferred amount of refunding	(273,600)	14,400	-	(259,200)	(14,400)
Total contract and bond obligations	63,535,906	14,400	1,577,788	61,972,518	2,138,388
Other Liabilities:					
Compensated absences	3,372,905	2,560,121	2,148,833	3,784,193	1,895,331
Termination benefits payable	3,056,023	1,120,888	1,378,275	2,798,636	1,352,312
Annuities payable	579,128	26,202	60,797	544,533	54,727
Total other liabilities	7,008,056	3,707,211	3,587,905	7,127,362	3,302,370
Total long-term liabilities	\$ 70,543,962	\$3,721,611	\$ 5,165,693	\$ 69,099,880	\$ 5,440,758



4. REVENUE BONDS PAYABLE

Revenue bonds payable consisted of the following at June 30, 2013:

Student Facilities System Revenue Bonds, Series 2005, \$22,810,000 3.25%-5.125% maturing 2009 through 2032	\$ 20,550,000		
Student Facilities System Revenue Bonds, Series 2012, \$17,380,000 3%-4% maturing 2013 through 2032	16,885,000		
Student Facilities System Revenue Bonds, Series 2010A, \$14,015,000 1.75%-5.15% maturing 2014 through 2040	14,015,000		
Student Facilities System Refunding Revenue Bonds, Series 2007, \$10,155,000			
3.50%-5.00% maturing 2008 through 2031	9,650,000 61,100,000		
Less deferred amount of refunding	(259,200)		
Plus unamortized bond premium	1,131,718		
Total bonds payable	\$ 61,972,518		

Principal and interest on these revenue bonds are collateralized by a first lien on certain revenue and other income of the University operations. The Student Facilities System includes the Student Union Building; the University bookstore; the Dee Events Center, including the parking and all concessions; and student housing facilities. The general purpose for which the secured debt was issued is for student facilities capital additions and improvements. All revenues from these facilities and student building fees are pledged

to the Series 2005, Series 2007, Series 2010A, and Series 2012 Revenue Bonds and are included in Student Tuition & Fees and Auxiliary Enterprises Revenue. In addition, the Bonds are insured by the Municipal Bond Insurance Association, the Assured Guaranty Municipal Corporation (formerly Financial Security Assurance, Inc.), or by a debt service reserve account, for the timely payment of principal and interest. For the year ended June 30, 2013, the receipts and disbursements of pledged revenues were as follows:

Receipts	
Pledged auxiliary operating revenue	\$18,967,396
Student building fees	4,077,120
Total receipts	23,044,516
Disbursements	
Pledged auxiliary operating expenses	17,253,600
Excess of pledged receipts over expenses	\$ 5,790,916
Debt service principal and interest payments	\$ 3,976,685

The scheduled maturities of the revenue bonds are as follows:

			Total
	Principal	Interest	Payments
2014	\$2,095,000	\$2,534,990	\$4,629,990
2015	2,190,000	2,462,565	4,652,565
2016	2,255,000	2,386,990	4,641,990
2017	2,320,000	2,301,372	4,621,372
2018	2,425,000	2,208,534	4,633,534
2019-2023	13,545,000	9,554,166	23,099,166
2024-2028	16,255,000	6,701,988	22,956,988
2029-2033	15,220,000	3,018,212	18,238,212
2034-2038	3,310,000	889,187	4,199,187
2039-2040	1,485,000	113,121	1,598,121
Totals	\$ 61,100,000	\$ 32,171,125	\$ 93,271,125

Defeased Revenue Bonds

In prior years, the University defeased the Weber State University Special Events Center Bond Series E by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds.

Accordingly, the trust account assets and the liability for the defeased bonds are not included in the University's financial statements. On June 30, 2013, \$315,000 of bonds outstanding are considered defeased.



5. ACCOUNTS RECEIVABLE AND PAYABLE

Accounts receivable consist primarily of tuition and fee charges to students and auxiliary enterprise services provided to students, faculty and staff, the majority of each residing in the State of Utah. Grants and contracts receivable include amounts due from the Federal Government, local governments, or private sources, in connection with reimbursement of allowable expenditures made pursuant to the University's grant and contracts. Receivable from State agencies includes amounts due from State agencies in

connection with the reimbursement of allowable expenses made pursuant to the University's grants and contracts. Accounts receivable are recorded net of estimated uncollectible amounts. Accounts payable at June 30, 2013 are primarily made up of payments to vendors. The following schedule presents receivables as of June 30, 2013, including approximately 2,442,346, 5,534,606, and 5,014,704 of net, noncurrent accounts, student loans, and pledges receivable:

Accounts	\$9,939,926
Grants and contracts	637,581
Student loans	7,088,241
Pledges	7,305,995
Receivable from state agencies	835,791
Interest	62,940
Total receivables	25,870,474
Less allowances for doubtful accounts	(4,053,448)
Receivables, net	\$21,817,026

6. PENSION PLANS AND RETIREMENT BENEFITS

As required by State law, eligible non-exempt employees of the University (as defined by the U.S. Fair Labor Standards Act) are covered by either the State and School Contributory, Noncontributory, or Hybrid Retirement Systems, and eligible exempt employees (as defined by the U.S. Fair Labor Standards Act) are covered by the Teachers Insurance and Annuity Association (TIAA). The compensation for employees covered by the State and School Contributory System, the State and School Noncontributory System, the State and School Hybrid, TIAA (including post-retired employees), Defined Contribution System, and for non-eligible employees for the year ended June 30, 2013, was \$419,028, \$14,662,833, \$1,246,565, \$59,252,717, \$73,987, and \$17,700,931, respectively.

The University contributes to the State and School Contributory Retirement System and the State and School Noncontributory Retirement System, cost-sharing multipleemployer defined benefit pension plans administered by Utah Retirement Systems (Systems). Utah Retirement Systems provides refunds, retirement benefits, annual cost-of-living adjustments and death benefits to plan members and beneficiaries in accordance with retirement statutes. The Systems are established and governed by the respective sections of Title 49 of the Utah Code Annotated, 1953, as amended. The Utah State Retirement Act in Title 49 provides for the administration of the Utah Retirement Systems and Plans under the direction of the Utah State Retirement Board (Board) whose members are appointed by the Governor. The Systems issue a publicly available financial report that includes financial statements and required supplementary information for the State and School Contributory Retirement System and the State and School Noncontributory Retirement System. A copy of the report may be obtained by writing to Utah Retirement Systems, 540 East 200 South, Salt Lake City, Utah 84102 or by calling 1-800-753-7361.

Plan members in the State and School Contributory Retirement System are required to contribute 6.00% of their annual covered salaries, all of which is paid by the University, and the University is required to contribute 14.27% of their annual covered salaries. In the State and School Noncontributory Retirement System, the University is required to contribute 18.76% of plan members' annual covered salaries. In the State and School Tier 2 Retirement System, the University is required to contribute 15.06% of the Hybrid plan members' annual covered salaries and 6.65% of the Defined Contribution member's annual covered salaries. The contribution rates are the actuarially determined rates. The contribution requirements of the Systems are authorized by statute and specified by the Board.

The University's contributions to the State and School Contributory Retirement System for the years ending June 30, 2013, 2012, and 2011 were \$190,279, \$118,412, and \$92,796, respectively. The University's contributions to the State and School Noncontributory Retirement System for the same fiscal years were \$2,782,848, \$2,407,266, and \$2,313,852, respectively. The contributions were equal to the required contributions for those years.

Employees who participate in the State and School Noncontributory, Tier 2 Hybrid, and Tier 2 Defined Contribution pension plans are also participants in a qualified contributory 401(k) savings plan administered by the Systems. The University contributes 1.5%, 1.59%, and 10%, respectively, of participating employees' annual salaries to a 401(k) plan administered by the Systems. During the year ended June 30, 2013, the University's contribution totaled \$273,790, and participating employees' voluntary contributions totaled \$317,778.

TIAA provides individual retirement fund contracts with each participating employee. Benefits provided to retired employees are generally based on the value of the individual contracts and the estimated life expectancy of the employee at retirement, and are fully vested from the date of employment. Employees are eligible to participate from the date of employment and are not required to contribute to the fund. For the year ending June 30, 2013, the University's contribution to this defined contribution plan was 14.2% of the participating employees' annual salaries or \$8,401,963. Participating employees' voluntary contributions totaled \$2,623,675. The University has no further liability once annual contributions are made.



7. CONSTRUCTION COMMITMENTS

The Utah State Division of Facilities Construction and Management (DFCM) administers most of the construction of facilities for state institutions, maintains records, and furnishes cost information for recording land assets on the books of the University. State-funded construction projects

administered by DFCM will not be recorded on the books of the University until the facility is available for occupancy. At June 30, 2013 the University had outstanding commitments for the construction and remodeling of University buildings of approximately \$7,405,939.

8. TERMINATION BENEFITS

In addition to the pension benefits described in Note 6, the University provides an early retirement program to qualified employees that are approved by the administration in accordance with University policy as approved by the State Board of Regents. Full-time salaried employees who will have 15 years of full-time service and are within ten years of the Full Retirement Age (FRA) on the date of the proposed retirement are eligible to apply for the early retirement program. Full Retirement Age (FRA), or normal retirement age, is the age a person can receive full (100%) social security benefits as specified by the Social Security Administration. Full-time service includes approved leaves of absence with pay such as sabbaticals. Hourly service is not credited. The benefits include a semi-monthly stipend of between 14.28% to 30% of the retiree's salary at the end of active employment

along with health and dental insurance. The benefits are paid by the University at a rate of 71.4% to 100% for medical and 57.1% to 80.0% for dental benefits. Benefits are payable for 7 years or until the retiree reaches age 65 for health and dental insurance and until the employee reaches Full Retirement Age (FRA) for the stipend.

There are currently 72 retirees who are receiving benefits under the University's early retirement program. The University has recorded a liability for the cost of these benefits at their net present value in the year the individuals retire using a discount rate of 2%. To offset increasing healthcare and dental costs, the University has also adjusted the liability by 3.00% to account for these estimated future increases. The expense for the early retirement program for the year ended June 30, 2013, was \$1,378,275.

9. WSU FOUNDATION – BLENDED PRESENTATION COMPONENT UNIT

The Weber State University Foundation (the Foundation) is a legally separate, tax-exempt component unit of the University. The Foundation acts primarily as a fundraising organization to supplement resources that are available to the University in support of its programs. The majority of the resources or income the Foundation holds and invests is restricted to the activities of the University by the donors. Additionally, the University Board of Trustees approves the individuals who are appointed to serve on the Foundation's governing board.

These restricted resources held by the Foundation can only be used by, or for the benefit of the University. For these reasons the Foundation is considered a component unit of the University and is presented in the University financial statements as a blended component unit. Separately issued financial statements for the Foundation can be obtained from the University at 1014 University Circle, Ogden, UT 84408-1014.

The following is a condensed version of their financial statements for the Fiscal Year ended June 30, 2013.

Statement of Net Position

Assets	
Current Assets	
Other Current Assets	\$330,024
Non Current Assets	
Restricted Cash & Cash Equivalents	261,270
Investments	11,175,181
Total Assets	11,766,475
Liabilities	
Current Liabilities	
Current Liabilities	63,540
Noncurrent Liabilities	
Annuities Payable	526,131
Total Liabilities	589,671
Net Position	
Restricted	
Restricted	11,176,804
Total Net Position	\$11,176,804

Statement of Revenues, Expenses, and Changes in Net Position

Operating Revenues	
Gifts	\$584,872
Total Operating Revenues	584,872
Operating Expenses	
Other Expenses	85,720
Transfers to University	801,591
Total Operating Expenses and Transfers	887,311
Operating Income (Loss)	(302,439)
Nonoperating Revenues	
Investment Income	1,222,716
Change in Net Position	920,277
Net Position at beginning of year	10,256,527
Net Position at end of year	\$11,176,804



Statement of Cash Flows

Cash Flows from Operating Activities	
Cash Received through contributions	\$584,872
Cash Payments for operations	(83,514)
Transfers to University	(801,591)
Net Cash Provided by (used in) Operating Activities	(300,233)
Cash Flows from Investing Activities	
Investment Income	1,222,716
Investment Purchases/Proceeds	(828,616)
Net Cash Provided by (used in) Investing Activities	394,100
Increase in Cash and Cash Equivalents	93,867
Cash and Cash Equivalents at beginning of year	167,403
Cash and Cash Equivalents at end of year	\$261,270

10. RISK MANAGEMENT

The University maintains insurance coverage for commercial general liability, automobile, errors and omissions, and property (buildings and equipment) through policies administered by the Utah State

Risk Management Fund. Employees of the University and authorized volunteers are covered by workers' compensation and employees' liability through the Workers' Compensation Fund of Utah.

GOVERNING BOARDS AND OFFICERS

WEBER STATE UNIVERSITY

A COMPONENT UNIT OF THE STATE OF UTAH

As of June 30, 2013

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Senior Associate Vice President for Financial Services

Ronald L. Smith, C.P.A.,

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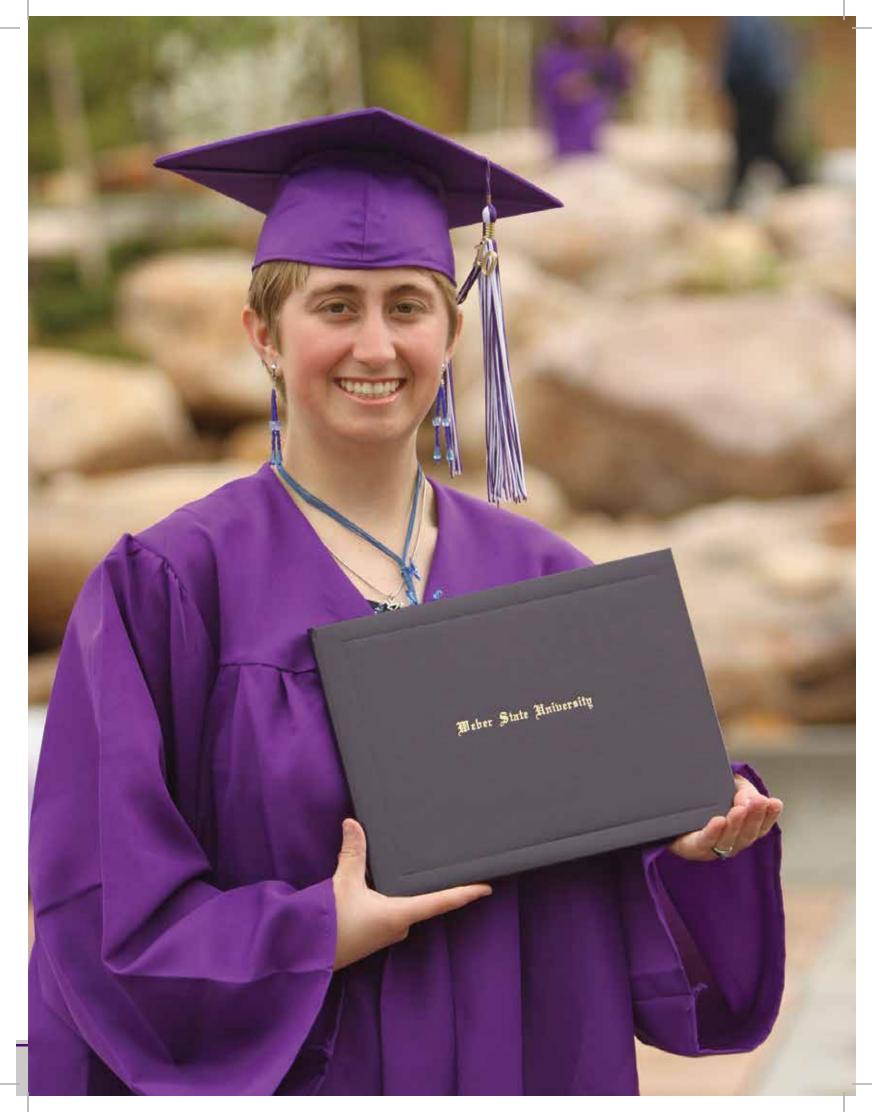
Director of Financial Reporting & Investments

Michael K. Richter,

Bursar

Clayton N. Anderson, M.H.A.,

Director of Budget & Institutional Research





2013 ANNUAL FINANCIAL REPORT

Prepared by: Weber State University Accounting Services

1014 University Circle Ogden, Utah 84408-1014 Phone: 801-626-7443

FAX: 801-626-7464

