

UNIVERSITY OF WEST FLORIDA FOUNDATION, INC.

**A COMPONENT UNIT OF
THE UNIVERSITY OF WEST FLORIDA**

PENSACOLA, FLORIDA

FINANCIAL STATEMENTS

JUNE 30, 2008 AND 2007

UNIVERSITY OF WEST FLORIDA FOUNDATION, INC.
A COMPONENT UNIT OF THE UNIVERSITY OF WEST FLORIDA
PENSACOLA, FLORIDA
FINANCIAL STATEMENTS
JUNE 30, 2008 AND 2007

CONTENTS

	PAGE
Audited Financial Statements:	
Independent Auditor's Report	1
Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	2
Statements of Financial Position	3
Statements of Activities	4
Statements of Cash Flows	5
Notes to Financial Statements	6
Supplementary Information:	
Schedules of Student Housing System Revenue and Expenses	7
Schedule of Financial Position (Excluding the Student Housing System)	8
Schedules of Other Program Services and General and Administrative Expenses	9
Chairs Under Eminent Scholars Program - Schedule of Receipts, Expenses and Endowment Balances, certified by management	10
Major Gifts Program - Schedule of Receipts, Expenses And Endowment Balances, certified by management	11

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
University of West Florida Foundation, Inc.
Pensacola, Florida

We have audited the accompanying statements of financial position of the University of West Florida Foundation, Inc. (the Foundation) (a component unit of the University of West Florida), as of June 30, 2008 and 2007, and the related statements of activities and cash flows for the years then ended. These financial statements are the responsibility of the Foundation's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits 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 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 audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Foundation as of June 30, 2008 and 2007, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated August 26, 2008, on our consideration of the Foundation'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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audits.

Board of Directors
University of West Florida Foundation, Inc.

Our audits were performed for the purpose of forming an opinion on the basic financial statements of the Foundation taken as a whole. The accompanying supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audits of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.



Pensacola, Florida
August 26, 2008

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Directors
University of West Florida Foundation, Inc.
Pensacola, Florida

We have audited the financial statements of the University of West Florida Foundation, Inc. (the Foundation) (a component unit of the University of West Florida) as of and for the year ended June 30, 2008, and have issued our report thereon dated August 26, 2008. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Foundation's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Foundation's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Foundation's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Foundation's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles, such that there is more than a remote likelihood that a misstatement of the Foundation's financial statements that is more than inconsequential will not be prevented or detected by the Foundation's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Foundation's internal control.

Board of Directors
University of West Florida Foundation, Inc.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Foundation's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted a certain matter that we reported to the management of the Foundation in a separate letter dated August 26, 2008.

This report is intended solely for the information and use of the Foundation's audit committee, management, Board of Directors, the University of West Florida, and others within the Foundation, and is not intended to be and should not be used by anyone other than these specified parties.



Pensacola, Florida
August 26, 2008

UNIVERSITY OF WEST FLORIDA FOUNDATION, INC.
A COMPONENT UNIT OF THE UNIVERSITY OF WEST FLORIDA
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2008 AND 2007

ASSETS

	2008	2007
Cash and cash equivalents	\$ 5,731,947	\$ 651,192
Restricted cash equivalents	12,590,573	8,502,867
Contributions receivable, net	2,448,031	2,198,796
Other receivables, net	350,103	344,726
Prepaid expenses	99,133	59,637
Capital lease receivable from UWF	-	776,771
Note receivable	-	4,200,000
Long-term investments	56,629,862	63,649,612
Property and equipment, net	28,164,806	28,804,621
Assets held under split interest agreements	287,967	306,919
Cash surrender value of insurance policies	47,308	48,673
Property held for investment	41,500	43,750
Collections	2,644,920	2,644,920
Restricted assets held in escrow	11,900,787	12,038,928
Bond issue costs, net	1,306,424	1,368,660
	\$ 122,243,361	\$ 125,640,072

LIABILITIES AND NET ASSETS

Liabilities:		
Accounts payable and accrued expenses	\$ 578,619	\$ 629,154
Salary supplement payable	128,160	160,792
Liabilities held under split interest agreements	230,736	241,487
Certificates of participation	-	776,771
Bonds payable, net	41,624,267	42,434,072
Total liabilities	42,561,782	44,242,276
 Contingencies		
	--	--
 Net Assets:		
Unrestricted -		
Undesignated	4,504,503	4,298,490
Board designated	734,582	493,888
Student Housing System	5,774,213	5,207,656
Total unrestricted	11,013,298	10,000,034
Temporarily restricted	27,125,561	30,796,237
Permanently restricted	41,542,720	40,601,525
Total net assets	79,681,579	81,397,796
	\$ 122,243,361	\$ 125,640,072

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

UNIVERSITY OF WEST FLORIDA FOUNDATION, INC.
A COMPONENT UNIT OF THE UNIVERSITY OF WEST FLORIDA
STATEMENTS OF ACTIVITIES
YEARS ENDED JUNE 30, 2008 AND 2007

	Unrestricted			2008 Total	
	Foundation	Student Housing	Temporarily Restricted		Permanently Restricted
Revenue, Support and Reclassifications:					
Contributions	\$ 83,383	\$ -	\$ 5,308,701	\$ 940,647	\$ 6,332,731
Interest and dividends	316,403	-	1,235,974	-	1,552,377
Net unrealized and realized gains on long-term investments	19,709	-	(5,059,756)	-	(5,040,047)
Student housing system	-	7,617,636	-	-	7,617,636
Other income	102,235	-	-	-	102,235
Reclassification of net assets	246,916	-	(247,464)	548	-
Net assets released from restrictions	4,908,131	-	(4,908,131)	-	-
 Total revenue, support and reclassifications	 <u>5,676,777</u>	 <u>7,617,636</u>	 <u>(3,670,676)</u>	 <u>941,195</u>	 <u>10,564,932</u>
Expenses:					
Direct program services -					
Scholarships	1,013,367	-	-	-	1,013,367
Other program services	2,732,152	-	-	-	2,732,152
Student housing system	-	7,051,079	-	-	7,051,079
Total direct program services	<u>3,745,519</u>	<u>7,051,079</u>	<u>-</u>	<u>-</u>	<u>10,796,598</u>
Supporting services -					
Fundraising	417,186	-	-	-	417,186
General and administrative	1,067,365	-	-	-	1,067,365
Total supporting services	<u>1,484,551</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,484,551</u>
 Total expenses	 <u>5,230,070</u>	 <u>7,051,079</u>	 <u>-</u>	 <u>-</u>	 <u>12,281,149</u>
Change in Net Assets	446,707	566,557	(3,670,676)	941,195	(1,716,217)
Net Assets, Beginning of Year	<u>4,792,378</u>	<u>5,207,656</u>	<u>30,796,237</u>	<u>40,601,525</u>	<u>81,397,796</u>
Net Assets, End of Year	<u>\$ 5,239,085</u>	<u>\$ 5,774,213</u>	<u>\$ 27,125,561</u>	<u>\$ 41,542,720</u>	<u>\$ 79,681,579</u>

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

UNIVERSITY OF WEST FLORIDA FOUNDATION, INC.
A COMPONENT UNIT OF THE UNIVERSITY OF WEST FLORIDA
STATEMENTS OF ACTIVITIES
YEARS ENDED JUNE 30, 2008 AND 2007
(Continued)

	Unrestricted			2007 Total	
	Foundation	Student Housing	Temporarily Restricted		Permanently Restricted
Revenue, Support and Reclassifications:					
Contributions	\$ 2,762,900	\$ -	\$ 4,133,898	\$ 1,675,461	\$ 8,572,259
Interest and dividends	59,042	-	1,389,553	-	1,448,595
Net unrealized and realized gains on long-term investments	363,472	-	8,387,990	-	8,751,462
Student housing system	-	7,280,451	-	-	7,280,451
Other income	4,025	-	175,818	-	179,843
Reclassification of net assets	(11,293)	11,293	45,811	(45,811)	-
Net assets released from restrictions	4,952,684	-	(4,952,684)	-	-
Total revenue, support and reclassifications	<u>8,130,830</u>	<u>7,291,744</u>	<u>9,180,386</u>	<u>1,629,650</u>	<u>26,232,610</u>
Expenses:					
Direct program services -					
Scholarships	1,014,048	-	-	-	1,014,048
Other program services	2,842,699	-	-	-	2,842,699
Student housing system	-	6,585,359	-	-	6,585,359
Total direct program services	<u>3,856,747</u>	<u>6,585,359</u>	<u>-</u>	<u>-</u>	<u>10,442,106</u>
Supporting Services -					
Fundraising	442,126	-	-	-	442,126
General and administrative	959,313	-	-	-	959,313
Total supporting services	<u>1,401,439</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,401,439</u>
Total expenses	<u>5,258,186</u>	<u>6,585,359</u>	<u>-</u>	<u>-</u>	<u>11,843,545</u>
Change in Net Assets	2,872,644	706,385	9,180,386	1,629,650	14,389,065
Net Assets, Beginning of Year	<u>1,919,734</u>	<u>4,501,271</u>	<u>21,615,851</u>	<u>38,971,875</u>	<u>67,008,731</u>
Net Assets, End of Year	<u>\$ 4,792,378</u>	<u>\$ 5,207,656</u>	<u>\$ 30,796,237</u>	<u>\$ 40,601,525</u>	<u>\$ 81,397,796</u>

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

UNIVERSITY OF WEST FLORIDA FOUNDATION, INC.
A COMPONENT UNIT OF THE UNIVERSITY OF WEST FLORIDA
STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2008 AND 2007

	<u>2008</u>	<u>2007</u>
Cash Flows From Operating Activities:		
Change in net assets	\$ (1,716,217)	\$ 14,389,065
Adjustments to reconcile change in net assets to net cash provided by operating activities -		
Net unrealized and realized loss (gains) on long-term investments	5,043,797	(8,751,462)
(Gain) loss on sale of property held for investment	(3,750)	11,900
Contributions restricted for long-term purposes	(940,647)	(1,675,461)
Donated collection	-	(2,640,270)
Change in value of split interest agreements	8,201	3,748
Depreciation and amortization of bond issuance costs	1,450,444	1,455,436
Net amortization of bond discount	21,422	21,422
Bad debt recovery	(4,420)	(9,507)
Change in operating assets and liabilities -		
Contributions receivable	(249,235)	(1,591,432)
Other receivables	(957)	(24,969)
Prepaid expenses	(39,496)	(19,117)
Cash surrender value of insurance policies	1,365	(3,479)
Accounts payable and accrued expenses	(50,535)	141,091
Salary supplement payable	(32,632)	42,422
Net cash provided by operating activities	<u>3,487,340</u>	<u>1,349,387</u>
Cash Flows From Investing Activities:		
Purchases of investments	(30,642,603)	(33,666,180)
Proceeds from sales and maturities of investments	32,618,556	33,661,803
Proceeds from sale of property held for investment	6,000	9,600
Proceeds received on notes receivable	4,200,000	-
Acquisition of property and equipment	(749,620)	(1,232,616)
Net cash provided by (used in) investing activities	<u>5,432,333</u>	<u>(1,227,393)</u>
Cash Flows From Financing Activities:		
Bond principal payment	(830,000)	(795,000)
Release of restricted assets held in escrow	138,141	131,102
Contributions to permanent endowments	940,647	1,675,461
Net cash provided by financing activities	<u>248,788</u>	<u>1,011,563</u>
Net Increase in Cash and Cash Equivalents	9,168,461	1,133,557
Cash and Cash Equivalents at Beginning of Year	<u>9,154,059</u>	<u>8,020,502</u>
Cash and Cash Equivalents at End of Year	<u>\$ 18,322,520</u>	<u>\$ 9,154,059</u>

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

UNIVERSITY OF WEST FLORIDA FOUNDATION, INC.
A COMPONENT UNIT OF THE UNIVERSITY OF WEST FLORIDA
STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2008 AND 2007
(Continued)

	2008	2007
Analysis of Cash:		
Cash and cash equivalents	\$ 5,731,947	\$ 651,192
Restricted cash equivalents	12,590,573	8,502,867
	\$ 18,322,520	\$ 9,154,059
 Supplemental Disclosure of Cash Flow Information:		
Interest paid	\$ 2,099,216	\$ 2,133,190
Noncash transaction - contribution of collection received by Foundation in 2007	\$ -	\$ 2,640,270

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

UNIVERSITY OF WEST FLORIDA FOUNDATION, INC.
A COMPONENT UNIT OF THE UNIVERSITY OF WEST FLORIDA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008 AND 2007

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization and Purpose:

The University of West Florida Foundation, Inc. (the Foundation) was organized as a Florida not-for-profit corporation in 1965 for the purpose of soliciting, receiving, and administering gifts and bequests of property and funds for scientific, educational, and charitable purposes, all for the advancement of the University of West Florida (the University) and its objectives. The Foundation is a direct-support organization of the University, as provided for in Section 1004.28, Florida Statutes, and Rule 6C-9.011, Florida Administrative Code, and therefore is considered a component unit of the University.

The Foundation owns the Student Housing System and is responsible for the management thereof, along with the associated revenues, expenses and debt related to the operation of these projects as further described in Note 14 to the financial statements.

Basis of Accounting:

The Foundation follows standards of accounting and financial reporting prescribed for not-for-profit organizations. It uses the accrual basis of accounting, which recognizes revenue when earned and expenses as incurred.

Basis of Presentation:

Net assets, revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Foundation and changes therein are classified and reported as follows:

Permanently restricted net assets - Net assets subject to donor-imposed stipulations that the corpus be maintained permanently by the Foundation. The donors of these assets permit the Foundation to use all of the investment return on these assets. Such assets primarily include the Foundation's permanent endowment funds.

Temporarily restricted net assets - Net assets subject to donor-imposed stipulations that can be fulfilled by actions of the Foundation pursuant to those stipulations or that expire by the passage of time. Such assets are available for use by the various colleges and departments of the University, as designated by the donors to the Foundation.

Unrestricted net assets - Net assets not subject to donor-imposed stipulations. Unrestricted net assets may be designated for specific purposes by the action of the Board of Directors, including quasi-endowments, or may otherwise be limited by contractual agreements with outside parties.

UNIVERSITY OF WEST FLORIDA FOUNDATION, INC.
A COMPONENT UNIT OF THE UNIVERSITY OF WEST FLORIDA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008 AND 2007

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation (Continued):

Unrestricted net assets - student housing system - Unrestricted net assets designated through bond covenant restrictions for the specific purpose of bond repayment for the Student Housing System.

Contributions:

Contributions are reported as temporarily restricted if the donor limits the use of the donated assets. When the restrictions expire, these temporarily restricted net assets are reclassified to unrestricted net assets and are reported in the statement of activities as *net assets released from restrictions*. Contributions of endowments are reported as permanently restricted since the corpus is invested in perpetuity. All other contributions having no restrictions are reported as unrestricted.

Unconditional promises to give are reported when the pledges are received at the present value of their net realizable value. An allowance for uncollectible pledges is provided based on management's evaluation of potential uncollectible pledges receivable at year-end. Conditional promises to give are not recorded in the financial statements.

In the event a donor makes changes to the nature of a restricted gift which affect its classification among the net asset categories, such amounts are reflected as net assets released from restrictions in the revenues section of the statement of activities.

Non-cash contributions are recorded at fair market value at the time of donation.

Cash and Cash Equivalents:

For purposes of reporting cash flows, cash and cash equivalents include cash and temporary investments. Temporary investments are those that have maturities of less than three months at the time of purchase.

Restricted Cash Equivalents:

Restricted cash equivalents represents funds held by either the University or by bond trustees for construction of on-campus housing, debt service, and maintenance of reserves required under the bond indentures.

UNIVERSITY OF WEST FLORIDA FOUNDATION, INC.
A COMPONENT UNIT OF THE UNIVERSITY OF WEST FLORIDA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008 AND 2007

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Investments:

The Foundation has created various pools for the investment of funds on a consolidated basis. Investments in debt and equity securities are reported at fair value.

Investment income (interest, dividends, realized and unrealized gains or losses) from endowment and restricted operating funds is recognized as temporarily restricted investment income in accordance with donor stipulations. Income from all other operating funds is recognized as unrestricted investment income. There are no permanent restrictions on investment income.

Property and Equipment:

Property and equipment consists of office equipment, property held for lease, and property held for investment. Purchased assets are recorded at cost, while donated assets are recorded at fair market value at the date of donation. Depreciation is allocated over the estimated useful lives of the respective assets on a straight-line basis. Where a contributed asset has an uncertain fair market value due to deed restrictions, the Foundation records no value for the property.

The Foundation follows the policy of capitalizing interest as a component of the cost of property and equipment constructed for its own use.

Collections:

The Foundation has capitalized its collections since its inception. Collections consist of museum artifacts and paintings donated to the Foundation. Donated museum artifacts and works of art are stated at the estimated fair market value at the time of donation. Gains and losses on the deaccession of donated collection items are classified in the statement of activities based on the absence or existence and nature of donor restrictions placed on the item at the time of donation. During 2007, the Foundation accepted a noncash donation of museum artifacts with an appraised value of approximately \$2.6 million.

Split-Interest Agreements:

The Foundation serves as trustee for split-interest agreements classified as charitable gift annuities and charitable remainder unitrusts. Assets received under these agreements are recorded at fair market value and the liabilities to make future payments under these agreements are recorded at present value, with the difference reported as a gain or loss. These assets and liabilities are adjusted to reflect changes in their fair market value and present value. The determination of the present value of liabilities under split-interest agreements is based on discount rates and mortality tables established by the Internal Revenue Code and Regulations.

UNIVERSITY OF WEST FLORIDA FOUNDATION, INC.
A COMPONENT UNIT OF THE UNIVERSITY OF WEST FLORIDA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008 AND 2007

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Bond Discounts/Issuance Costs:

Bond discounts and issuance costs are amortized over the terms of the bonds using the straight-line method since the difference between this method and the effective interest method is not material to the financial statements. Bond discounts are presented as a reduction of the face amount of bonds payable.

Compensated Absences:

Employees of the Foundation are entitled to paid vacation and sick days depending on job classification, length of service and other factors. Upon termination of employment, an employee will be paid for accumulated annual leave. In addition, an employee with ten or more years of service may be paid for a portion of their sick leave.

At June 30, 2008 and 2007, accrued compensated absences totaling \$104,721 and \$45,096, respectively, were reported as a component of accrued expenses in the accompanying financial statements.

Income Taxes:

The Foundation is a nonprofit organization exempt from federal income taxes under Internal Revenue Code Section 501(c)(3) and has been classified by the Internal Revenue Service as a non-private foundation.

Estimates:

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

Retirement Plan:

As discussed in Note 13, some Foundation employees participate in the Florida Retirement System, which is a non-contributory plan. In addition, some employees participate in the Optional Retirement Program, which is a defined contribution plan.

Reclassification:

Certain amounts in the 2007 financial statements have been reclassified to conform to the 2008 presentation.

UNIVERSITY OF WEST FLORIDA FOUNDATION, INC.
A COMPONENT UNIT OF THE UNIVERSITY OF WEST FLORIDA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008 AND 2007

NOTE 2 - RESTRICTED CASH EQUIVALENTS

Restricted cash equivalents at June 30, 2008 and 2007 consist of the following:

	<u>2008</u>	<u>2007</u>
Debt service reserves	\$ 743,452	\$ 667,856
Replacement reserves	450,188	310,196
Contingency and improvement reserve	6,304,115	5,836,987
Housing operating reserve	177,345	416,789
Courtelis reserve	4,914,565	1,264,074
President's salary supplement	908	6,965
	<u>\$ 12,590,573</u>	<u>\$ 8,502,867</u>

NOTE 3 - CONTRIBUTIONS RECEIVABLE

Unconditional promises to give at June 30, 2008 and 2007 are due as follows:

	<u>2008</u>	<u>2007</u>
In one year or less	\$ 19,750	\$ 60,833
Between one and five years	2,040,682	1,848,118
Greater than five years	914,225	822,350
Total contributions receivable	<u>2,974,657</u>	<u>2,731,301</u>
Less discounts to net present value	<u>526,626</u>	<u>532,505</u>
Net contributions receivable	<u>\$ 2,448,031</u>	<u>\$ 2,198,796</u>

The discount rates used to calculate net present value range from 1 - 54%.

Management considers all contributions receivable at June 30, 2008 and 2007 to be fully collectible; therefore, no allowance for uncollectible contributions has been established.

UNIVERSITY OF WEST FLORIDA FOUNDATION, INC.
A COMPONENT UNIT OF THE UNIVERSITY OF WEST FLORIDA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008 AND 2007

NOTE 3 - CONTRIBUTIONS RECEIVABLE (Continued)

Conditional promises to give amounted to \$477,382 at June 30, 2008 for state matching funds from the state of Florida Major Gifts Trust Fund. The funds will be forwarded to the Foundation in the event that future appropriations are made by the state legislature. In addition, the Foundation had conditional promises to give amounting to \$625,000 from corporations and a foundation. Conditional promises to give of \$25,000 are dependent on the approval of a construction project and the remaining conditional promise to give of \$600,000 requires matching endowment funds raised by specified dates.

NOTE 4 - NOTE RECEIVABLE

On June 30, 2005, the Foundation sold buildings and property held for investment located on Alcaniz Street in downtown Pensacola for a gain of \$782,698. The sales price of \$4,200,000 consisted of a term note with interest at 5%. Interest only payments on the note were due monthly until maturity at June 30, 2008, on which date the entire unpaid principal balance and interest was paid. The note receivable was collateralized by the assets of the purchaser.

NOTE 5 - OTHER RECEIVABLES

Other receivables consist of the following:

	2008	2007
Student loan fund, less allowance of \$750 in 2008 and \$15,553 in 2007	\$ 255,412	\$ 237,132
Rent, less allowance of \$67,064 in 2008 and \$68,029 in 2007	92,786	107,594
Other	1,905	-
	\$ 350,103	\$ 344,726

The Student Loan Fund is a fund established through contributions, which provides low-interest, short-term loans to students. All transactions are conducted through the University's cashier office.

UNIVERSITY OF WEST FLORIDA FOUNDATION, INC.
A COMPONENT UNIT OF THE UNIVERSITY OF WEST FLORIDA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008 AND 2007

NOTE 6 - LONG-TERM INVESTMENTS

Investments in the long-term pool are carried at fair market value and consist of the following:

	<u>Cost</u>	<u>Fair Value</u>	<u>Unrealized Gain (Loss)</u>
June 30, 2008 -			
Common stock	\$ 30,806,315	\$ 33,850,488	\$ 3,044,173
Bonds (corporate, government and other)	9,593,432	9,540,443	(52,989)
Commingled funds - fixed income	11,450,000	13,111,679	1,661,679
Merrill Lynch mutual funds	<u>120,739</u>	<u>127,252</u>	<u>6,513</u>
Total investments	<u>\$ 51,970,486</u>	<u>\$ 56,629,862</u>	<u>\$ 4,659,376</u>
June 30, 2007 -			
Common stock	\$ 30,899,253	\$ 41,056,464	\$ 10,157,211
Bonds (corporate, government and other)	9,586,986	9,362,384	(224,602)
Commingled funds - fixed income	11,450,000	13,076,937	1,626,937
Merrill Lynch mutual funds	<u>120,739</u>	<u>153,827</u>	<u>33,088</u>
Total investments	<u>\$ 52,056,978</u>	<u>\$ 63,649,612</u>	<u>\$ 11,592,634</u>

The Bank of New York is the custodian for the Foundation's bond, commingled funds and common stock investments.

The fair value of all investments at June 30, 2008 exceeds the level required by donor stipulations in total by \$13,187,692. Thirty-nine individual donor-restricted endowment funds were deficient totaling approximately \$97,000 where the fair value of the investments at June 30, 2008 was less than the level required by the donor stipulations.

UNIVERSITY OF WEST FLORIDA FOUNDATION, INC.
A COMPONENT UNIT OF THE UNIVERSITY OF WEST FLORIDA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008 AND 2007

NOTE 6 - LONG-TERM INVESTMENTS (Continued)

The net return on investments was as follows:

	<u>Total Unrestricted</u>	<u>Temporarily Restricted</u>
Year Ended June 30, 2008 -		
Dividends and interest	\$ 316,403	\$ 1,235,974
Net realized gain (loss) on investments	110,764	(11,638)
Unrealized loss on investments	<u>(94,805)</u>	<u>(5,048,118)</u>
 Total return on investments	 <u>\$ 332,362</u>	 <u>\$ (3,823,782)</u>
 Year Ended June 30, 2007 -		
Dividends and interest	\$ 59,042	\$ 1,389,553
Net realized gain on investments	363,472	6,122,100
Unrealized gain on investments	<u>-</u>	<u>2,265,890</u>
 Total return on investments	 <u>\$ 422,514</u>	 <u>\$ 9,777,543</u>

NOTE 7 - PROPERTY AND EQUIPMENT

Property and equipment is comprised of the following:

	<u>2008</u>	<u>2007</u>
Land	\$ 1,507,907	\$ 1,507,907
Buildings and improvements	179,670	179,670
Property held under capital lease	36,244,048	35,492,157
Office equipment and software	155,769	139,769
Construction in progress	<u>231,365</u>	<u>249,639</u>
	38,318,759	37,569,142
Less accumulated depreciation	<u>10,153,953</u>	<u>8,764,521</u>
	 <u>\$ 28,164,806</u>	 <u>\$ 28,804,621</u>

UNIVERSITY OF WEST FLORIDA FOUNDATION, INC.
A COMPONENT UNIT OF THE UNIVERSITY OF WEST FLORIDA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008 AND 2007

NOTE 7 - PROPERTY AND EQUIPMENT (Continued)

Depreciation expense for the years ended June 30, 2008 and 2007 was \$1,389,434 and \$1,394,426, respectively.

Property held under capital lease represents the University's Student Housing System, which consist of facilities constructed in 1966, 1972 and Phase I and II, which were completed in 1997 and 1999, respectively. The first and second portions of Phase III were completed in the Fall 2000, and 2001 semesters, respectively, and are also included in property held under capital lease. The buildings under capital lease are depreciated over the lease term, which is effectively 30 years, and the furniture, fixtures, and equipment are depreciated over their useful life of 5 - 10 years. Amortization of property under capital lease is included in depreciation expense.

Construction in progress at June 30, 2008 and 2007 represents expenses for upgrades to existing facilities.

NOTE 8 - PROPERTY HELD FOR INVESTMENT

Property held for investment is comprised of the following:

	2008	2007
Land	\$ 41,500	\$ 43,750

NOTE 9 - BOND ISSUE COSTS

The Foundation has incurred bond issuance costs related to the dormitory and housing system revenue bonds. Bond issuance costs are summarized as follows:

	2008	2007
Bond issuance costs	\$ 1,722,676	\$ 1,722,676
Less accumulated amortization	416,252	354,016
Bond issuance costs, net	\$ 1,306,424	\$ 1,368,660

Bond issuance costs are being amortized by the straight-line method over the lives of the bonds from 15 - 30 years. Amortization of bond issuance costs for the years ended June 30, 2008 and 2007 was \$61,010.

UNIVERSITY OF WEST FLORIDA FOUNDATION, INC.
A COMPONENT UNIT OF THE UNIVERSITY OF WEST FLORIDA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008 AND 2007

NOTE 10 - CERTIFICATES OF PARTICIPATION / CAPITAL LEASE RECEIVABLE

On June 1, 2003 the Foundation entered into a Trust Agreement and a Master Lease-Purchase Agreement with the University of West Florida Board of Trustees (the Board) for the purpose to lease or lease-purchase projects for educational purposes to the Board.

On June 30, 2003, the Board, acting as agent for the Foundation, issued Certificates of Participation, Series 2003 in the amount of \$3,700,000. The Certificates were used to fund the Series 2003 Project to provide for the Board's licensing, implementation, support and training for accounting and human resources software to replace the state provided systems which were no longer available as of July 1, 2004. The Series 2003 Project was acquired, constructed and installed, and lease-purchased by the Board from the Foundation. The Certificates were secured by and were repaid from the right of the Foundation to receive basic rent payments from the Board, as lessee, beginning on August 1, 2003 and ending on June 30, 2008, pursuant to the Master Lease-Purchase Agreement with the Foundation. The repayment occurred on June 30, 2008.

As a condition of the leasing arrangement, the Foundation obtained a ground lease with the University of West Florida with a rental fee of \$10 per year. The initial term of the ground lease for the Series 2003 Certificates commenced on June 26, 2003, and ends on the earlier of the date on which the Series 2003 Certificates have been paid or provision for payment of the Series 2003 Certificates has been made or June 30, 2009. Property leased from the Board in the ground lease includes all computer equipment and other equipment whereon any part of the software and licenses included in the Series 2003 Project is installed or operated at the facilities of the University.

The Foundation assigned its rights, title and interest in the lease payments and the ground lease to the Certificate owner. The assignment was non-recourse with respect to the Foundation, and the Foundation has no liability to the Certificate owner with respect to the occurrence of an event of default or event of non-appropriation by the Board under the lease agreement.

The Foundation recorded a capital lease receivable in the amount of the future minimum lease payments discounted at 2.44%. All payments had been made as of June 30, 2008.

UNIVERSITY OF WEST FLORIDA FOUNDATION, INC.
A COMPONENT UNIT OF THE UNIVERSITY OF WEST FLORIDA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008 AND 2007

NOTE 11 - BONDS PAYABLE

Revenue Bonds:

	2008	2007
<p>\$15,400,000 Dormitory Revenue Bonds, Series 1998, due in annual installments of \$260,000 to \$925,000, from June 1, 1999 through June 1, 2028 with interest ranging from 3.50% to 4.75% due semiannually, June 1 and December 1</p>	\$ 12,305,000	\$ 12,670,000
<p>\$13,455,000 Dormitory Revenue Bonds, Series 1999, due in annual installments of \$195,000 to \$895,000, from June 1, 2002 through June 1, 2031 with interest ranging from 4.40% to 5.75% due semiannually, June 1 and December 1</p>	11,905,000	12,160,000
<p>\$18,290,000 Dormitory Refunding Revenue Bonds, Series 2005, due in annual installments of \$50,000 to \$1,235,000, from June 1, 2006 through June 1, 2031 with interest ranging from 3.75% to 5.00% due semiannually, June 1 and December 1</p>	17,825,000	18,035,000
<p>Bonds payable</p>	42,035,000	42,865,000
<p>Less unamortized discount</p>	410,733	430,928
<p>Bonds payable, net of unamortized discount</p>	\$ 41,624,267	\$ 42,434,072

Interest of \$172,091 and \$175,193 has been accrued on the bonds as of June 30, 2008 and 2007, respectively.

UNIVERSITY OF WEST FLORIDA FOUNDATION, INC.
A COMPONENT UNIT OF THE UNIVERSITY OF WEST FLORIDA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008 AND 2007

NOTE 11 - BONDS PAYABLE (Continued)

Maturities of the Revenue Bonds are as follows:

<u>For the year ending</u>	
2009	\$ 12,505,000
2010	900,000
2011	940,000
2012	980,000
2013	1,020,000
Thereafter	<u>25,690,000</u>
	<u><u>\$ 42,035,000</u></u>

The 1998 and 1999 Dormitory Revenue bonds, sponsored by Escambia County Housing Finance Authority, were issued to provide financing for the construction of student housing facilities, as well as to refund approximately \$5.6 million from a 1997 bond issue. The 2002 Housing System Revenue Bonds, sponsored by the City of Gulf Breeze, were issued to provide financing for the construction of student housing facilities.

During the year ended June 30, 2006, the 2005 Dormitory Refunding Revenue bonds, sponsored by Escambia County Housing Finance Authority, were issued to refund approximately \$5.5 million from the 2002 Housing System Revenue Bond and to defease approximately \$11.6 million from the 1999 Dormitory Revenue bonds for the purpose of consolidation and to achieve debt service coverage savings. The Foundation has placed proceeds from the 2005 refunding issue in an irrevocable escrow account with a trust agent to insure payment of debt service on the 1999 refunded bonds. At June 30, 2008, the Foundation has \$11,905,000 of bonds outstanding that are considered to be defeased. Restricted assets held in escrow to pay these bonds totaled approximately \$12 million at June 30, 2008.

The bonds are secured by mortgages on the student housing facilities in addition to a pledge of revenues earned from their operation. The bonds require the Foundation to maintain various covenants, including one that requires student housing room rates to be maintained at a level that provides net revenues at least equal to 120% of annual debt service. The debt service ratio for the year ended June 30, 2008 was 141%. The Foundation is not aware of any violations of the covenants at June 30, 2008.

UNIVERSITY OF WEST FLORIDA FOUNDATION, INC.
A COMPONENT UNIT OF THE UNIVERSITY OF WEST FLORIDA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008 AND 2007

NOTE 12 - NET ASSETS

Temporarily restricted net assets at June 30, 2008 and 2007 are available for the following purposes:

	<u>2008</u>	<u>2007</u>
Scholarships, student awards and loan funds	\$ 6,541,105	\$ 9,124,549
Faculty support, professorships and chairs	5,624,281	7,795,058
Foundation reserve fund	1,793,924	1,165,916
Programs and other	<u>13,166,251</u>	<u>12,710,714</u>
Total temporarily restricted net assets	<u>\$ 27,125,561</u>	<u>\$ 30,796,237</u>

Permanently restricted net assets consist of endowment fund assets to be held in perpetuity, with only the income to be expended. The following is a summary of permanently restricted net assets at June 30, 2008 and 2007, categorized by the purpose for which the income is expendable:

	<u>2008</u>	<u>2007</u>
Scholarships, student awards and loan funds	\$ 15,926,204	\$ 15,943,816
Faculty support, professorships and chairs	12,201,607	12,038,797
Programs and other	<u>13,414,909</u>	<u>12,618,912</u>
Total permanently restricted net assets	<u>\$ 41,542,720</u>	<u>\$ 40,601,525</u>

NOTE 13 - RETIREMENT PLAN

Certain Foundation employees working in regularly established positions of the University are covered by the Florida Retirement System, a State-administered cost-sharing, multiple-employer, public employee defined benefit retirement plan (the Plan). The Plan provisions are established by Chapters 121 and 122, Florida Statutes; Chapter 112, Part IV, Florida Statutes; Chapter 238, Florida Statutes; and Florida Retirement System Rules, Chapter 60S, Florida Administrative Code, wherein plan eligibility, contributions, and benefits are defined and described in detail. Participating employers include all State departments, counties, district school boards, universities and community colleges. Many municipalities and special districts have elected to be participating employers. Essentially all regular employees of participating employers are eligible. The University, as an employer participating in the Plan, paid an amount equal to 7.83% for 2008 and 2007 of each individual's salary to the retirement fund. The Plan is non-contributory for the employee. Retirement expense for employees participating in this plan was \$34,766 and \$51,734 for the years ended June 30, 2008 and 2007, respectively.

UNIVERSITY OF WEST FLORIDA FOUNDATION, INC.
A COMPONENT UNIT OF THE UNIVERSITY OF WEST FLORIDA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008 AND 2007

NOTE 13 - RETIREMENT PLAN (Continued)

Pursuant to Section 121.35, Florida Statutes, the Florida Legislature created an Optional Retirement Program (Program) for eligible State University System faculty and administrators. The Program, which became effective July 1, 1984, was expanded in 1988 to include the State University System Executive Service. The Program is a defined contribution plan, which provides full and immediate vesting of all contributions submitted to the participating companies on behalf of the participant. Employees in eligible positions can make an irrevocable election to participate in the Program rather than the Florida Retirement System, and purchase retirement and death benefits through contracts provided by certain insurance carriers. The employing university contributes on behalf of the participant an amount equal to a percentage of the participant's gross monthly compensation. The participant may contribute by salary deduction an amount not to exceed the percentage contributed by the University to the participant's annuity account. Contributions made to the Program for fiscal years ended June 30, 2008 and 2007 totaled \$100,470 and \$90,245, respectively.

Effective July 1, 2007, the University of West Florida established a defined contribution plan qualified under section 401(a) of the Internal Revenue Code of 1986, as amended ("Code"), that is a governmental plan as defined under Code Section 414(d), to provide retirement benefits to eligible employees. Retirement expenses paid by the Foundation in 2008 for the University President participating in the plan totaled \$48,122.

NOTE 14 - STUDENT HOUSING SYSTEM

The Foundation has a sublease agreement with the Florida Board of Education of the State of Florida on behalf of the University for use of land and certain existing student housing facilities. The lease requires the Foundation to construct additional student housing facilities and to operate the facilities as a consolidated housing system on behalf of the University.

The Student Housing System consists of six projects. The six student housing facilities are identified as The 1966 Project, The 1972 Project, The 1997 Project (Phase I), The 1998 Project (Phase II), The 1999 Project (Phase III) and the 2002 Project which was completed during the year ended June 30, 2004.

The terms of the sub-lease require the Foundation to pay the University rents of \$10 per year plus variable rent equal to 100% of the Surplus Earnings from the Student Housing System. Surplus Earnings represent cash flows after payment of the operating costs, debt service and reserves. No variable rent was due for either 2008 or 2007. The agreement was renewed July 1, 2007 and ends June 30, 2012.

UNIVERSITY OF WEST FLORIDA FOUNDATION, INC.
A COMPONENT UNIT OF THE UNIVERSITY OF WEST FLORIDA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008 AND 2007

NOTE 15 - CONCENTRATION OF CREDIT RISK - UNINSURED CASH BALANCES

The Foundation maintains cash and cash equivalent balances with various financial institutions. Demand deposit accounts at the Bank of Pensacola are insured by the Federal Deposit Insurance Corporation (FDIC) at amounts up to \$100,000. At June 30, 2008, the Foundation's uninsured cash balance at Bank of Pensacola totaled approximately \$354,000.

At June 30, 2008, the Foundation also maintained cash and cash equivalent balances at the State of Florida, Department of Financial Services, and Division of Treasury in Special Purpose Investment Accounts (SPIA) totaling approximately \$15,822,000. These accounts are not insured by the FDIC. As a SPIA participant, the UWF Foundation invests in the Florida Treasury Investment Pool and owns a share of the pool, not the underlying securities. The unaudited Fair Value factor for June 30, 2008 was 0.9892. The Fair Value factor is also posted to the Treasury website at www.fltreasury.org. The Treasury Investment Pool is rated by Standard and Poor's. The current rating is AA-f. The effective duration of the Treasury Investment Pool at June 30, 2008, is 3.31 years. Additional information can be found in Note 2 to the State of Florida Comprehensive Annual Financial Report (CAFR).

Additional financial instruments that potentially subject the Foundation to concentrations of credit risk consist of cash deposits at brokerage firms and the University. These accounts are not insured by the FDIC. At June 30, 2008, the Foundation maintained cash and cash equivalent balances at these institutions totaling approximately \$2,067,000.

Management monitors the soundness of the financial institutions and does not believe the Foundation is exposed to any significant credit risk on cash and cash equivalents.

NOTE 16 - CONDITIONAL ASSET RETIREMENT OBLIGATIONS

In March 2005, the FASB issued FASB Interpretation (FIN) No. 47, "Accounting for Conditional Asset Retirement Obligations, an interpretation of FASB Statement No. 143" (FIN 47). FIN 47 clarifies that conditional asset retirement obligations (AROs) meet the definition of liabilities and should be recognized when incurred if their fair values can be reasonably estimated. These conditional AROs are primarily related to the encapsulated structural fireproofing in the older residence halls that is not subject to abatement unless the buildings are demolished and non-encapsulated asbestos that the company would remediate only if it performed major renovations of those buildings. Because there is no definitive timeframe in which these halls will be demolished and they are tied to the current bond funding that will not be alleviated until 2027, these conditional obligations are considered to have indeterminate settlement dates. Therefore, we could not develop a reasonable estimate of their fair values. However, we will continue to assess its ability to estimate fair values at each future reporting date. The related liability will be recognized once sufficient additional information becomes available.

UNIVERSITY OF WEST FLORIDA FOUNDATION, INC.
A COMPONENT UNIT OF THE UNIVERSITY OF WEST FLORIDA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008 AND 2007

NOTE 17 - FAIR VALUES OF FINANCIAL INSTRUMENTS

The carrying amounts of cash and cash equivalents, restricted cash, other receivables, accounts payable and accrued expenses approximate fair value because of the short maturity of these instruments. Long-term investments are carried at fair value, as discussed in Note 6. Contributions receivable and assets held under split interest agreements, and the related liabilities, are reported at fair value based on life expectancy of the beneficiary and the present value of expected cash flows using a discount rate.

The fair value of bonds payable are estimated using discounted cash flow analyses based on the Foundations current incremental borrowing rates for similar types of bond arrangements.

A comparison of the carrying value of the bonds payable is as follows:

	Carrying Amount	Fair Value
June 30, 2008 -		
Bonds payable, net	41,624,267	41,650,131

The Foundation determined the estimated fair value amounts by using available market information and commonly accepted valuation methodologies. However, considerable judgment is required in interpreting market data to develop the estimates of fair value. Accordingly, the estimates presented herein are not necessarily indicative of the amounts that the Foundation or holders of the instruments could realize in a current market exchange. The use of different assumptions and/or estimation methodologies may have a material effect on the estimated fair value.

SUPPLEMENTARY INFORMATION

UNIVERSITY OF WEST FLORIDA FOUNDATION, INC.
A COMPONENT UNIT OF THE UNIVERSITY OF WEST FLORIDA
SCHEDULES OF STUDENT HOUSING SYSTEM REVENUE AND EXPENSES
YEARS ENDED JUNE 30, 2008 AND 2007

	<u>2008</u>	<u>2007</u>
Revenue:		
Rent	\$ 6,445,792	\$ 6,101,043
Interest	950,911	922,283
Other	220,933	268,418
Total revenue	<u>7,617,636</u>	<u>7,291,744</u>
Expenses:		
Salaries and wages	1,380,717	1,148,153
Administrative and general	492,456	490,784
Maintenance and repairs	668,248	559,033
Other expenses	56,693	3,840
Insurance	132,823	131,196
Utilities	756,062	648,314
Interest	2,099,216	2,133,190
Depreciation	1,382,432	1,388,417
Amortization	82,432	82,432
Total expenses	<u>7,051,079</u>	<u>6,585,359</u>
Excess of Revenue over Expenses	<u>\$ 566,557</u>	<u>\$ 706,385</u>

UNIVERSITY OF WEST FLORIDA FOUNDATION, INC.
A COMPONENT UNIT OF THE UNIVERSITY OF WEST FLORIDA
SCHEDULE OF FINANCIAL POSITION
(EXCLUDING THE STUDENT HOUSING SYSTEM)
JUNE 30, 2008 AND 2007

ASSETS

	2008	2007
Cash and cash equivalents	\$ 5,513,240	\$ 543,244
Restricted cash equivalents	4,915,473	1,271,039
Contributions receivable, net	2,448,031	2,198,796
Other receivables, net	257,317	237,132
Prepaid expenses	47,127	26,087
Capital lease receivable from UWF	-	776,771
Note receivable	-	4,200,000
Long-term investments	56,629,862	63,649,612
Property and equipment, net	1,573,416	1,580,418
Assets held under split interest agreements	287,967	306,919
Cash surrender value of insurance policies	47,308	48,673
Property held for investment	41,500	43,750
Collections	2,644,920	2,644,920
	\$ 74,406,161	\$ 77,527,361

LIABILITIES AND NET ASSETS

Liabilities:		
Accounts payable and accrued expenses	\$ 139,899	\$ 158,171
Salary supplement payable	128,160	160,792
Liabilities held under split interest agreements	230,736	241,487
Certificates of participation	-	776,771
Total liabilities	498,795	1,337,221
Contingency	--	--
Net Assets:		
Unrestricted	5,239,085	4,792,378
Temporarily restricted	27,125,561	30,796,237
Permanently restricted	41,542,720	40,601,525
Total net assets	73,907,366	76,190,140
Total Liabilities and Net Assets	\$ 74,406,161	\$ 77,527,361

UNIVERSITY OF WEST FLORIDA FOUNDATION, INC.
A COMPONENT UNIT OF THE UNIVERSITY OF WEST FLORIDA
SCHEDULES OF OTHER PROGRAM SERVICES AND GENERAL AND ADMINISTRATIVE EXPENSES
YEAR ENDED JUNE 30, 2008
(With Comparative Totals for 2007)

	Foundation General	Academic Affairs	Student Affairs	University General	2008 Total	2007 Total
Other Program Services:						
Salaries	\$ -	\$ 416,560	\$ -	\$ 415,452	\$ 832,012	\$ 917,993
Travel and entertainment	-	149,652	14,481	37,394	201,527	180,685
Professional development	-	35,626	1,692	22,995	60,313	56,821
Office	-	26,567	465	40,902	67,934	74,304
Equipment	-	60,176	677	48,467	109,320	921,166
Professional services	-	57,207	2,500	157,585	217,292	254,688
Public relations	-	31,825	2,209	8,609	42,643	40,001
Recruitment	-	13,739	865	5,844	20,448	13,308
Service charges and other fees	-	6,555	1,316	30,531	38,402	28,270
Student and staff support	-	194	-	50	244	313
University support	-	247,094	41,256	667,162	955,512	78,182
Public radio/television program	-	-	-	120,021	120,021	238,932
Miscellaneous program	-	50,240	7,759	8,485	66,484	38,036
Total Other Program Services	\$ -	\$ 1,095,435	\$ 73,220	\$ 1,563,497	\$ 2,732,152	\$ 2,842,699
General and Administrative:						
Salaries	\$ 402,973	\$ -	\$ -	\$ -	\$ 402,973	\$ 298,899
Travel and entertainment	52,693	-	-	-	52,693	52,486
Professional development	6,030	-	-	-	6,030	9,219
Office	55,137	-	-	-	55,137	50,237
Equipment	3,887	-	-	-	3,887	856
Insurance	31,376	-	-	894	32,270	19,648
Lobbying	60,000	-	-	150	60,150	89,970
Professional services	77,400	-	-	-	77,400	66,746
Public relations	45,528	-	-	-	45,528	63,600
Service charges and other fees	5,426	-	-	-	5,426	7,694
Student and staff support	-	-	-	-	-	36
University support	325	-	-	-	325	11,584
Rental	-	3,354	-	2,435	5,789	5,429
Investment and consultant fees	25,099	159,763	3,404	99,355	287,621	263,965
Bad debts (recovery)	(4,420)	-	-	-	(4,420)	(9,507)
Miscellaneous	29,554	-	-	-	29,554	22,442
Depreciation	544	3,291	72	3,095	7,002	6,009
Total General and Administrative	\$ 791,552	\$ 166,408	\$ 3,476	\$ 105,929	\$ 1,067,365	\$ 959,313

UNIVERSITY OF WEST FLORIDA FOUNDATION, INC.
A COMPONENT UNIT OF THE UNIVERSITY OF WEST FLORIDA
CHAIRS UNDER EMINENT SCHOLARS PROGRAM
SCHEDULE OF RECEIPTS, EXPENSES AND ENDOWMENT BALANCES
YEAR ENDED JUNE 30, 2008

Name of Gift	Beginning Corpus Balance	Beginning Net Balance	Corpus Contributed During the Year	Net Investment Earnings	Expenditures	Other Expenditures and Transfers	Ending Corpus Balance	Ending Total Balance
William Craig Nystul Chair	\$ 1,210,852	\$ 1,914,440	\$ -	\$ (123,908)	\$ 8,342	\$ 101,906	\$ 1,210,852	\$ 1,680,284
Jon C. Pace, Sr., Business Chair	1,000,000	1,575,414	-	(101,965)	6,865	83,859	1,000,000	1,382,725
John C. Pace, Sr., Memorial Eminent Scholarship	2,644,500	4,238,493	-	(249,385)	23,792	226,736	2,644,500	3,738,580
John C. Pace, Jr Distinguished University Professorship	3,966,750	6,410,425	-	(439,842)	22,610	340,105	3,966,750	5,607,868
Mary Ball Washington Chair	<u>1,320,155</u>	<u>1,921,922</u>	<u>-</u>	<u>(124,392)</u>	<u>8,375</u>	<u>102,303</u>	<u>1,320,155</u>	<u>1,686,852</u>
Total - Eminent Scholars Program	<u>\$ 10,142,257</u>	<u>\$ 16,060,694</u>	<u>\$ -</u>	<u>\$ (1,039,492)</u>	<u>\$ 69,984</u>	<u>\$ 854,909</u>	<u>\$ 10,142,257</u>	<u>\$ 14,096,309</u>

I hereby certify that the above is an accurate representation of the activity for this program.



 Susan Stephenson, Executive Director

08 - 26 - 08

 Date

UNIVERSITY OF WEST FLORIDA FOUNDATION, INC.
A COMPONENT UNIT OF THE UNIVERSITY WEST FLORIDA
MAJOR GIFTS PROGRAM
SCHEDULE OF RECEIPTS, EXPENSES AND ENDOWMENT BALANCES
YEAR ENDED JUNE 30, 2008

Name of Gift	Beginning	Beginning	Corpus	Net	Other	Ending	Ending
	Corpus	Net	Contributed	Investment			
	Balance	Balance	During the	Earnings	Expenditures	Corpus	Total
			Year		and	Balance	Balance
					Transfers		
Alexander Memorial Scholarship	\$ 282,852	\$ 365,336	\$ -	\$ (23,284)	\$ 1,568	\$ 19,386	\$ 321,098
Alfred duPont Foundation Scholarship	100,000	108,727	65,000	(7,837)	511	4,845	160,534
Bank of America	166,692	286,138	-	(18,519)	1,247	15,231	251,141
Baptist Hospital Fund	170,530	280,226	-	(18,137)	1,221	14,917	245,951
Barnett Bank Endowment	150,000	200,322	-	(13,004)	876	10,669	175,773
Blue Cross & Blue Shield Nursing Scholarship	150,000	178,141	-	(11,598)	781	8,500	157,262
C. L. Fountain Family Business Ethics	100,000	128,948	-	(8,662)	583	6,916	112,787
Cacilda Prado Pace Library Fund	150,000	175,646	-	(11,561)	779	9,381	153,925
Chadbourne Foundation - PJC/UWF	166,434	259,069	-	(16,758)	1,128	13,785	227,398
Chadbourne Foundation Business Ethics	200,000	232,650	-	(14,940)	1,006	12,364	204,340
Charles & Fran Switzer Business Ethics	198,774	252,699	-	(16,460)	1,108	13,469	221,662
CHARLOTTE	150,000	229,209	-	(13,178)	887	11,704	203,440
Dorothy Martin Endowment	150,000	227,573	-	(14,729)	992	12,114	199,738
E. W. Hopkins Jr., Professorship	175,343	292,016	-	(18,900)	1,272	15,545	256,299
Elizabeth R. Woolf	174,796	289,269	21,562	(20,263)	1,547	15,735	273,286
Gulf Power Electrical Engineering	152,700	181,734	-	(11,737)	790	8,876	160,331
Harold E. & Pat Marcus History/Archaeology	150,000	217,322	-	(14,066)	947	11,568	190,741
Jane & Fred Seligman Endowment	207,251	252,156	-	(17,089)	1,150	12,177	221,740
John C. Pace, Jr., Memorial Endowment	8,592,090	13,665,064	-	(884,440)	59,545	727,391	11,993,688
John C. Pace, Jr., Memorial Scholarship Fund	7,740,350	12,400,282	-	(802,581)	54,034	660,062	10,883,605
John L. Switzer Business Ethics	195,688	246,513	-	(16,425)	1,106	13,199	215,783
Katherine C. Pace Memorial Endowment	1,700,000	1,944,034	-	(128,519)	8,653	103,926	1,702,936
Kerrigan Daughters' Endowment	340,000	400,401	-	(26,400)	1,777	21,394	350,830
Kugelman Family Scholarship Endowment	185,563	309,277	-	(20,033)	1,349	16,465	271,430
Levin/Mabie	575,920	853,691	-	(55,253)	3,720	45,441	749,277
Mattie M. Kelly Music Education Fund	163,443	271,136	-	(17,549)	1,181	14,433	237,973
Maygarden Lecture Series	162,810	209,053	-	(12,789)	861	10,995	184,408
Medical Center Clinic Endowment	164,297	261,180	-	(16,904)	1,138	13,903	229,235

UNIVERSITY OF WEST FLORIDA FOUNDATION, INC.
A COMPONENT UNIT OF THE UNIVERSITY OF WEST FLORIDA
MAJOR GIFTS PROGRAM
SCHEDULE OF RECEIPTS, EXPENSES AND ENDOWMENT BALANCES
YEAR ENDED JUNE 30, 2008
(Continued)

Name of Gift	Beginning Corpus Balance	Beginning Net Balance	Corpus Contributed During the Year	Net Investment Earnings	Expenditures	Other Expenditures and Transfers	Ending Corpus Balance	Ending Total Balance
National Defense Industrial Assoc Scholarship Endowment	\$ 150,000	\$ 171,072	\$ -	\$ (10,922)	\$ 735	\$ 5,976	\$ 150,000	\$ 153,439
Orville Beckford Scholarship Endowment	150,050	220,753	-	(14,288)	962	11,750	150,050	193,753
Pickens Foundation for Education	160,132	252,571	-	(16,347)	1,101	13,444	160,132	221,679
Pre-Professional Endowment	165,338	293,107	-	(18,972)	1,277	15,602	165,338	257,256
Raymond C. Dyson Fund I	177,422	286,907	-	(18,568)	1,250	15,274	177,422	251,815
Raymond C. Dyson Fund II	162,282	257,864	-	(16,690)	1,124	13,725	162,282	226,325
Rotary Business Ethics	105,000	132,320	-	(8,439)	568	7,023	105,000	116,290
Sacred Heart Allied Health Endowment	163,897	275,214	-	(17,813)	1,199	14,649	163,897	241,553
Seymour Gitenstein Scholarship Endowment	200,000	255,394	-	(19,477)	1,311	24,087	200,000	210,519
Switzer Brothers Professorship	581,859	718,495	-	(47,454)	3,195	36,326	581,859	631,520
T. T. Wentworth Junior Historic Curator	100,000	104,944	50,100	(9,406)	580	6,253	150,100	138,805
William D. Smart Seminar Series in Chem Endowment	151,575	167,651	-	(10,833)	729	7,571	151,575	148,518
Women's Athletic Trust Fund	165,307	252,374	-	(16,335)	1,100	13,432	165,307	221,507
Total	\$ 25,248,395	\$ 38,106,478	\$ 136,662	\$ (2,477,159)	\$ 166,888	\$ 2,029,503	\$ 25,385,057	\$ 33,569,590

I hereby certify that the above is an accurate representation of the activity for this program.



 Susan Stephenson, Executive Director

08-26-08

 Date