Dr. Mekonnen A. Mekonnen, President
Florida International University
University Park Campus
Miami, Florida 33199

Dear President Mekonnen:

We are pleased to submit the Annual Financial Report of Florida International University for the fiscal year ending June 30, 1993. The financial statements presented in this report have been prepared in accordance with generally accepted accounting principles, as delineated in the National Association of College and University Business Officers' publication College and University Business Administration.

The records used to prepare these financial statements have been audited by the State Auditor General prior to being provided to the Board of Regents for consolidation with the other universities in the State University System. The consolidated statements will be presented in the State Auditor General's Annual Financial Statements issued by the State Controller's Office. The state-wide statements will be the subject of an opinion by the Florida Auditor General.

Sincerely,

[Signature]
James H. Keefe
Controller

[Signature]
Leonardo Rodríguez
Vice President for Business and Finance
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UNIVERSITY HISTORY
Florida International University was established by the Florida legislature on June 22, 1965. Classes began in September 1972, with 6,000 students enrolled in upper-division undergraduate and graduate programs. The University opened on one campus located in the Southwest section of Miami. In 1981, the University added lower division programs for freshmen and sophomores, expanding its enrollment capacity. The University received authority to begin offering degree programs at the doctoral level in 1984.

Today the University maintains two campuses on opposite sides of the city and two major centers in Davie and Fort Lauderdale to serve Broward County. Enrollment exceeds 20,000 students.

HIGHLIGHTS
Shortly before the beginning of the fall semester the city of Miami was hit by Hurricane Andrew. Damages to the University exceeded $5 million. A greater damage was caused by the loss of students as a result of the storm. As the fiscal year ended, most of the damage had been repaired and student enrollment was back to normal. Final settlement with the University insurers had not been reached as of the close of the year, however, it is expected that the University will recover most of the costs to repair the damages caused by the storm.

For the sixth consecutive year, U.S. News and World Report ranked the University as one of "America's Best Colleges" in its annual special report on U. S. Colleges and Universities. The University was also named as the eighth best regional university in the South.

FINANCIAL HIGHLIGHTS
Revenues
The financial support necessary for the University to accomplish its mission of instruction, public service and research was provided by the State Legislature through the appropriation of general revenues, student tuition fees (Incidental Trust Fund) and Lottery revenues. Appropriations for the 1992-93 fiscal year totaled $117,778,400, representing an increase of 7% over the previous year.

Revenues from auxiliary operations amounted to $17,861,100, an increase of 11.6% over the previous year. Auxiliary operations are self-supporting activities primarily intended to provide services to students, faculty, and staff. These services are essential to the educational program of the University and include activities such as student housing, central supply stores and duplicating centers.

Revenues of $1,405,100 from sponsored programs were 6% higher than in fiscal year 1991-92. The sponsored programs included major grants from Federal and State agencies such as the Agency for International Development, National Institute of Health and the Department of Education.

Student Activity Fees, Athletic Fees and Health Fees collections totaled $7,813,354 and were used to support the Student Government Association, Recreational Sports, Student Health Services and the Intercollegiate Athletic Program. This amount represents 18.6% of the fees collected from students. An additional $1,095,324 (5.4% of fees collected) was used for student financial aid.

Expenditures
Current funds expenditures of $182,148,832 were incurred during the fiscal year to support current operations, representing an increase of 10.8% over prior year expenditures. Included in these expenditures are mandatory transfers of $1,621,499 to meet debt service requirements of bonds issued for the refinancing of dominoes at the North Miami Campus.

Expenditures of General Revenue funds appropriated by the legislature during fiscal year 1992-93 totaled $115,255,000. Of this amount, $48,473,000 was spent for salaries and fringe benefits.

Expenditures relating to Auxiliary Enterprises and Sponsored Programs totaled $23,367,300 and $16,285,525 respectively.
During the fiscal year the University spent $4,862,099 for the construction and remodeling of buildings on campus. These funds are allocated by the Board of Regents from Public Education Capital Outlay Funds (PECO) and Capital Improvement Trust Funds (CITF) available to the Board.

Expenditures of the University are subject to the laws, rules and regulations of the State of Florida.

**Assets**
Assets at June 30, 1993 totaled $315 million. Capital assets totaling $240 million represent 77% of total assets.

Cash in local banks and in deposit with the State Treasury totaled $2,015,131 at the end of the year. Idle cash not needed for current operations was invested through the State Treasurer. As of June 30, 1993 investments totaled $30,051,527. Income generated through investments during the fiscal year was $802,217.

**Liabilities**
Liabilities at the end of the fiscal year totaled $52 million. Of this amount, $32,091,067, or 64% relates to long term debt for outstanding bonds and a capital lease. Eighteen percent of total liabilities, or $9,624,330 represents an amount accrued for employees compensated absences in future years. This amount is expected to be funded from future appropriations.

**GENERAL REVENUE EXPENDITURES • FISCAL YEAR 1992-93**

Total Expenditures $15,253,000

- Salaries 73%
- Expenses 12%
- Capital Outlay 2%
- Other Personal Svc. 7%
- Other Expenditures 6%

**INVESTMENTS AS OF JUNE 30, 1993**

<table>
<thead>
<tr>
<th>INVESTMENTS (MILLIONS)</th>
</tr>
</thead>
<tbody>
<tr>
<td>15</td>
</tr>
<tr>
<td>12</td>
</tr>
<tr>
<td>9</td>
</tr>
<tr>
<td>6</td>
</tr>
<tr>
<td>3</td>
</tr>
<tr>
<td>0</td>
</tr>
</tbody>
</table>

**INVESTMENT INCOME • FISCAL YEAR 1992-93**

Total Investment Income $892,226

- Auxiliary 69%
- Sponsored Research 14%
- Financial Aid 7%
- Student Activities 5%
- Other 5%
### Financial Statements

**Balance Sheets as of June 30, 1993 with Comparative Totals for 1992**

#### Current Funds

<table>
<thead>
<tr>
<th>Assets</th>
<th>Unrestricted</th>
<th>Restricted</th>
<th>Loan Fund</th>
<th>Endowment Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash</td>
<td>$8,857,893</td>
<td>$70,000</td>
<td>$198,891</td>
<td>$189,891</td>
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<tr>
<td>Deposits</td>
<td></td>
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<td></td>
<td></td>
</tr>
<tr>
<td>Investments</td>
<td>13,678,117</td>
<td>3,572,269</td>
<td>1,048,012</td>
<td>50,139</td>
</tr>
<tr>
<td>Net Receivables</td>
<td>599,015</td>
<td>1,046,247</td>
<td>2,785,188</td>
<td>133</td>
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<tr>
<td>Inventories</td>
<td>499,375</td>
<td></td>
<td></td>
<td></td>
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<tr>
<td>Due From Other Funds</td>
<td>833,819</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Due From Other State Agencies</td>
<td>5,777,542</td>
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<td></td>
<td></td>
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<tr>
<td>Deferred Charges</td>
<td>110,000</td>
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<td></td>
<td></td>
</tr>
<tr>
<td>Land &amp; Land Improvements</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Buildings</td>
<td></td>
<td></td>
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<td></td>
</tr>
<tr>
<td>Equipment</td>
<td></td>
<td></td>
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<td></td>
</tr>
<tr>
<td>Library Books</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Lapsed Property</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Construction-in-Progress</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Total Assets: $38,450,296  $6,542,437 = $4,942,671 = $58,272

#### Liabilities

<table>
<thead>
<tr>
<th>Liabilities</th>
<th>$1,674,149</th>
<th>$273,196</th>
</tr>
</thead>
<tbody>
<tr>
<td>Accounts Payable</td>
<td></td>
<td>$273,196</td>
</tr>
<tr>
<td>Accrued Liabilities</td>
<td>4,385,215</td>
<td>580,358</td>
</tr>
<tr>
<td>Due to Other Funds</td>
<td>150,000</td>
<td></td>
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<tr>
<td>Due to Other State Agencies</td>
<td>100,000</td>
<td></td>
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<tr>
<td>Due to Depositors</td>
<td>156,298</td>
<td></td>
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<tr>
<td>Compensated Absence Liability</td>
<td>9,424,530</td>
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<tr>
<td>Long Term Debt</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Total Liabilities: $15,839,081  $881,464  $0  $272

#### Fund Balance

| Future Amount to be Financed | $534,530      | $0          |             |
| Reserve for Encumbrances    | $3,035,290    | $1,067,512  |             |
| Unrestricted Fund Balance   | $8,016,800    |             |             |
| Allocated Fund Balance      | 12,154,950    | 4,612,361   | 363,787     |
| Refundable Government Grants| 3,678,894     | 363,787     |             |
| Investment in Plant         |              |             |             |

Total Fund Balance: $14,595,906  $5,688,973 = $4,942,671 = $58,908

Total Liabilities and Fund Balance: $38,450,296  $6,542,437 = $4,942,671 = $58,272

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**Financial Statements**

**Plant Funds**

<table>
<thead>
<tr>
<th>Unexpended</th>
<th>Renewal &amp; Replacement</th>
<th>Retirement of Inheritance</th>
<th>Investment in Plant</th>
<th>Agency Fund</th>
<th>Totals 1993</th>
<th>Totals 1992</th>
</tr>
</thead>
<tbody>
<tr>
<td>$24,903</td>
<td>$444,139</td>
<td>$699,025</td>
<td>218,095</td>
<td>6,974,421</td>
<td>$6,831,069</td>
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<td></td>
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<td></td>
<td>699,025</td>
<td>600,777</td>
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<td></td>
<td></td>
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<td>782,272</td>
<td>10,691,329</td>
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<td></td>
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<td>1,020,078</td>
<td>33,495,357</td>
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<td>7,306,541</td>
<td>32,495,357</td>
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<td>490,375</td>
<td>618,246</td>
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<td>1,063,819</td>
<td>1,057,075</td>
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<td>54,934,976</td>
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<td>101,207</td>
<td>221,516</td>
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<td>22,234,403</td>
<td>21,946,003</td>
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<td>134,671,949</td>
<td>134,200,560</td>
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<td>38,060,036</td>
<td>36,916,572</td>
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<td>29,220,470</td>
<td>27,076,700</td>
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<tr>
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<td></td>
<td></td>
<td></td>
<td>10,492,490</td>
<td>10,492,490</td>
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<td></td>
<td></td>
<td>4,692,490</td>
<td>4,692,490</td>
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<td></td>
<td></td>
<td>6,456,490</td>
<td>2,961,596</td>
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</tr>
</tbody>
</table>

Total: $49,248,717  $444,139 = $606,825 = $2,002,445 = $333,708,646 = $302,438,186

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**Financial Statements**

**Plant Funds**

<table>
<thead>
<tr>
<th>Unexpended</th>
<th>Renewal &amp; Replacement</th>
<th>Retirement of Inheritance</th>
<th>Investment in Plant</th>
<th>Agency Fund</th>
<th>Totals 1993</th>
<th>Totals 1992</th>
</tr>
</thead>
<tbody>
<tr>
<td>$264,720</td>
<td>$36,540</td>
<td>$269</td>
<td>$85,025</td>
<td>$2,454,709</td>
<td>$2,624,514</td>
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<td></td>
<td></td>
<td>4,940,573</td>
<td>2,624,514</td>
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<td></td>
<td></td>
<td>933,547</td>
<td>1,809,019</td>
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<td></td>
<td></td>
<td>1,007,918</td>
<td>1,007,918</td>
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</tr>
<tr>
<td></td>
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<td></td>
<td>717,006</td>
<td>183,078</td>
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<td></td>
<td></td>
<td>941,488</td>
<td>1,050,047</td>
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<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td>9,454,920</td>
<td>8,761,794</td>
<td></td>
</tr>
<tr>
<td></td>
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<td></td>
<td></td>
<td>4,728,587</td>
<td>27,373,478</td>
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<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td>27,373,478</td>
<td>32,556,008</td>
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</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td>5,019,307</td>
<td>32,556,008</td>
<td></td>
</tr>
</tbody>
</table>

Total: $49,248,717  $444,139 = $606,825 = $2,002,445 = $333,708,646 = $302,438,186

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See accompanying summary of significant accounting policies and notes to the financial statements.
### Financial Statements

#### Statement of Changes in Fund Balances

**For Year Ended June 30, 1993 with Comparative Totals for 1992**

#### Current Funds

<table>
<thead>
<tr>
<th></th>
<th>Unrestricted</th>
<th>Restricted</th>
<th>Loan Fund</th>
<th>Endowment Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Revenues and Other Additions</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Unrestricted Current Fund Revenues</td>
<td>$123,647,598</td>
<td>$17,861,179</td>
<td>$142,719</td>
<td>$3,329,314</td>
</tr>
<tr>
<td>Auxiliary Enterprises Revenue</td>
<td>$17,861,179</td>
<td>$17,861,179</td>
<td>$16,000,011</td>
<td></td>
</tr>
<tr>
<td>State Appropriations - Restricted</td>
<td>$142,719</td>
<td>$142,719</td>
<td>$12,700,530</td>
<td></td>
</tr>
<tr>
<td>Priv. Gifts, Grants &amp; Contracts - Restricted</td>
<td>$4,197,852</td>
<td>$4,197,852</td>
<td>$3,756,044</td>
<td></td>
</tr>
<tr>
<td>Federal Grants and Contracts - Restricted</td>
<td>$17,948,792</td>
<td>$17,948,792</td>
<td>$12,599,378</td>
<td></td>
</tr>
<tr>
<td>Investment Income - Restricted</td>
<td>$167,461</td>
<td>$167,461</td>
<td>$20,972</td>
<td>$1,739</td>
</tr>
<tr>
<td>Federal Government Advances</td>
<td>$672,000</td>
<td>$672,000</td>
<td>$200,000</td>
<td></td>
</tr>
<tr>
<td>Interest on Loans Receivable</td>
<td>$109,626</td>
<td>$109,626</td>
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<td></td>
</tr>
<tr>
<td>Resources Received From Univ/BOR</td>
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<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Acquisition of Plant Facilities</td>
<td>$213,019</td>
<td>$213,019</td>
<td>$11,276,623</td>
<td>$14,665,864</td>
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<tr>
<td>Retirement of Indebtedness</td>
<td></td>
<td></td>
<td>$593,969</td>
<td></td>
</tr>
<tr>
<td>Other Revenue and Additions</td>
<td></td>
<td></td>
<td>$898,967</td>
<td>$470,044</td>
</tr>
<tr>
<td>Total</td>
<td>$141,508,767</td>
<td>$25,776,238</td>
<td>$802,598</td>
<td>$1,739</td>
</tr>
</tbody>
</table>

#### Expenditures and Other Deductions

|                        |            |            |           |                |
| Educational and General Expenditures | $123,318,457 | $23,901,820| $19,750  | $5,497         |
| Auxiliary Enterprises | $13,107,349 | $13,107,349| $14,444   |                |
| Indirect Costs Recovered | $19,750     | $19,750    | $21,000   |                |
| Refunded to Grantees | $5,497       | $5,497     | $201,356  |                |
| Loan Cancellations & Rec Write-Offs | $191,335   | $191,335   | $14,444   |                |
| Administrative and Collections Cost | $47,227      | $47,227    | $795,732  |                |
| Resources Reimbursed to BOR/Univ |            |            | $9,583,308|                |
| Expended for Plant Facilities |            |            | $4,350,461|                |
| Retirement of Indebtedness |            |            | $4,350,461|                |
| Interest on Indebtedness |            |            | $4,350,461|                |
| Disposal of Plant Facilities |            |            | $4,350,461|                |
| Other Expenditures & Deductions |            |            | $4,350,461|                |
| Total | $136,473,033 | $23,926,867| $345,780  | $0            |

#### Transfers-Additions (Deductions)

|                        |            |            |           |                |
| Interfund Transfers | ($1,244,249) | ($1,099,386) | $57,969   | ($1,739)       |
| Net Increase (Decrease) | $3,791,494 | $750,982   | $516,777  | $0            |
| Fund Balance at Beginning of Year | $10,804,414 | $4,209,591 | $3,749,376| $50,000       |
| Fund Balance Adjustments | ($224,082) | ($224,082) |            |                |
| Fund Balance at End of Year | $14,595,908 | $5,680,873 | $4,042,071| $50,000       |

#### Plant Funds

<table>
<thead>
<tr>
<th></th>
<th>Unexpended</th>
<th>Revised &amp; Replacement</th>
<th>Retirement of Indebtedness</th>
<th>Investment in Plant</th>
<th>Totals 1993</th>
<th>Totals 1992</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Unexpended</strong></td>
<td>$123,647,598</td>
<td>$17,861,179</td>
<td>$17,861,179</td>
<td>$16,000,011</td>
<td>$114,639,539</td>
<td>$114,639,539</td>
</tr>
<tr>
<td><strong>Expenditure</strong></td>
<td>$17,844,394</td>
<td>$1,790,188</td>
<td>$19,777,301</td>
<td>$12,700,530</td>
<td>$3,329,314</td>
<td>$4,196,432</td>
</tr>
<tr>
<td><strong>Investment</strong></td>
<td>$4,187,852</td>
<td>$3,756,044</td>
<td>$17,948,792</td>
<td>$12,599,378</td>
<td>$203,884</td>
<td>$270,210</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>$203,384</td>
<td>$270,210</td>
<td>$672,000</td>
<td>$593,969</td>
<td>$898,967</td>
<td>$470,044</td>
</tr>
</tbody>
</table>

#### Financial Statements

See accompanying summary of significant accounting policies and notes to the financial statements.
# Financial Statements

## Statement of Current Funds Revenues, Expenditures, and Other Changes

For the Fiscal Year Ended June 30, 1993 with Comparative Totals for 1992

### Revenues

<table>
<thead>
<tr>
<th>Financial</th>
<th>Current Funds</th>
<th>Current Funds</th>
<th>Total 1993</th>
<th>Total 1992</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Unrestricted</td>
<td>Restricted</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Educational and General:</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Student Tuition and Fees</td>
<td>$35,784,081</td>
<td>$35,784,081</td>
<td>$28,439,942</td>
<td></td>
</tr>
<tr>
<td>Governmental Appropriations - State</td>
<td>86,778,964</td>
<td>86,778,964</td>
<td>65,421,956</td>
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</tr>
<tr>
<td>Grants, Contracts, and Gifts - Govt</td>
<td>130,006</td>
<td>130,006</td>
<td>5,527,638</td>
<td></td>
</tr>
<tr>
<td>Federal Contracts and Grants</td>
<td>4,663,690</td>
<td>4,663,690</td>
<td>11,312,299</td>
<td></td>
</tr>
<tr>
<td>Grants, Contracts and Gifts - Private</td>
<td>15,254,781</td>
<td>15,254,781</td>
<td>2,397,985</td>
<td></td>
</tr>
<tr>
<td>Other Resources:</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Investment Income</td>
<td>54,333</td>
<td>54,333</td>
<td>104,276</td>
<td></td>
</tr>
<tr>
<td>Other</td>
<td>1,300</td>
<td>1,300</td>
<td>909,202</td>
<td></td>
</tr>
<tr>
<td><strong>Total Educational &amp; General Revenues</strong></td>
<td>$123,847,587</td>
<td>$23,901,619</td>
<td>$147,549,206</td>
<td>$134,010,239</td>
</tr>
</tbody>
</table>

### Auxiliary Enterprises

<table>
<thead>
<tr>
<th>Financial</th>
<th>Current Funds</th>
<th>Current Funds</th>
<th>Total 1993</th>
<th>Total 1992</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Unrestricted</td>
<td>Restricted</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Sales &amp; Services - Operations</td>
<td>$12,510,438</td>
<td>$12,510,438</td>
<td>$11,066,421</td>
<td></td>
</tr>
<tr>
<td>Student Fees</td>
<td>4,729,029</td>
<td>4,729,029</td>
<td>4,456,045</td>
<td></td>
</tr>
<tr>
<td>Investment Income</td>
<td>621,713</td>
<td>621,713</td>
<td>597,545</td>
<td></td>
</tr>
<tr>
<td><strong>Total Auxiliary Income</strong></td>
<td>$17,861,178</td>
<td>$0</td>
<td>$16,000,011</td>
<td></td>
</tr>
<tr>
<td><strong>Total Current Revenues</strong></td>
<td>$141,508,767</td>
<td>$23,901,619</td>
<td>$165,410,386</td>
<td>$150,010,309</td>
</tr>
</tbody>
</table>

### Expenditures

<table>
<thead>
<tr>
<th>Financial</th>
<th>Current Funds</th>
<th>Current Funds</th>
<th>Total 1993</th>
<th>Total 1992</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Unrestricted</td>
<td>Restricted</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Educational &amp; General:</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Instruction</td>
<td>$54,276,787</td>
<td>$57,215,023</td>
<td>$58,580,200</td>
<td></td>
</tr>
<tr>
<td>Research</td>
<td>12,622,577</td>
<td>22,967,000</td>
<td>14,757,870</td>
<td></td>
</tr>
<tr>
<td>Public Service</td>
<td>416,896</td>
<td>678,456</td>
<td>1,725,625</td>
<td></td>
</tr>
<tr>
<td>Academic Support</td>
<td>20,203,871</td>
<td>217,919</td>
<td>18,691,985</td>
<td></td>
</tr>
<tr>
<td>Student Services</td>
<td>8,059,196</td>
<td>8,220,929</td>
<td>7,762,026</td>
<td></td>
</tr>
<tr>
<td>Institutional Support</td>
<td>13,928,714</td>
<td>14,078,738</td>
<td>13,521,953</td>
<td></td>
</tr>
<tr>
<td>Operations &amp; Maintenance of Plant</td>
<td>10,670,624</td>
<td>10,910,749</td>
<td>9,569,751</td>
<td></td>
</tr>
<tr>
<td>Scholarships &amp; Fellowships</td>
<td>3,157,793</td>
<td>12,305,473</td>
<td>9,500,023</td>
<td></td>
</tr>
<tr>
<td><strong>Total Educational and General</strong></td>
<td>$123,318,455</td>
<td>$147,220,074</td>
<td>$133,141,293</td>
<td></td>
</tr>
<tr>
<td>Auxiliary Enterprises:</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Expenditures</td>
<td>$13,107,349</td>
<td>$13,107,349</td>
<td>$13,470,203</td>
<td></td>
</tr>
<tr>
<td>Mandatory Transfers For:</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Principal and Interest</td>
<td>1,821,409</td>
<td>1,821,409</td>
<td>1,821,409</td>
<td></td>
</tr>
<tr>
<td><strong>Total Auxiliary Enterprises</strong></td>
<td>$14,928,758</td>
<td>$0</td>
<td>$14,928,758</td>
<td>$13,470,203</td>
</tr>
<tr>
<td><strong>Total Expenditures</strong></td>
<td>$138,247,213</td>
<td>$23,901,619</td>
<td>$162,148,832</td>
<td>$146,611,496</td>
</tr>
<tr>
<td>Other Transfers &amp; Additional(Deductions)</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Excess of Restricted Receipts Over</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Transfers to Revenue</td>
<td>$1,854,869</td>
<td>$1,854,869</td>
<td>$109,193</td>
<td></td>
</tr>
<tr>
<td>Refunded to Grantees</td>
<td>(5,498)</td>
<td>(5,498)</td>
<td>(436,174)</td>
<td></td>
</tr>
<tr>
<td>Interfund Transfers</td>
<td>577,169</td>
<td>(521,220)</td>
<td>602,173</td>
<td></td>
</tr>
<tr>
<td>Resources Received From BOR</td>
<td>(47,227)</td>
<td>(47,227)</td>
<td>(799,732)</td>
<td></td>
</tr>
<tr>
<td>Resources Remitted to BOR</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total Other Transfers &amp; Additions</strong></td>
<td>$529,942</td>
<td>$750,982</td>
<td>$2,874,273</td>
<td></td>
</tr>
<tr>
<td><strong>Net Increase/(Decrease) in Fund Balance</strong></td>
<td>$3,791,496</td>
<td>$750,982</td>
<td>$4,542,478</td>
<td></td>
</tr>
</tbody>
</table>

See accompanying summary of significant accounting policies and notes to the financial statements.
NOTES TO THE FINANCIAL STATEMENTS
June 30, 1993

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

A. REPORTING ENTITY

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

The financial operations and financial position of the University's "direct support organization," as provided for in Section 246.29 Florida Statutes, and Board of Regents Rule 6C-301, are not included in the financial statements of the University. Summary financial data is included in the footnotes. This is a separate, not-for-profit corporation organized and operated exclusively to assist the University to achieve excellence by providing supplemental resources from private gifts and bequests, and valuable education support services. This organization is authorized to receive, hold, invest and administer property and to make expenditures to or for the benefit of the University. An annual post audit of the organiz-
ation’s financial statements is conducted by an independent certified public accountant. The annual report is submitted to the Auditor General and the Board of Regents for review. This not-for-profit corporation and its purpose is explained below:

Florida International University Foundation, Inc. is a nonprofit corporation and its purpose is to encourage, solicit, receive and administer gifts and requests of property and funds for the advancement of Florida International University.

B. BASIS OF ACCOUNTING

The University's fiscal and accounting operations were essentially structured around the recommendations of the National Association of College and University Business Officers, constituting generally accepted accounting princi-

ples, as published under the title of COLLEGE AND UNIVER-
SITY BUSINESS ADMINISTRATION. Financial Statements were prepared in accordance with instructions provided by the Board of Regents.

Financial statements have been prepared on the accrual basis of accounting; however, depreciation of fixed assets is not recognized. The Reserve for Encumbrances portion of the Fund Balance is a representation of purchase commit-

ments for which the merchandise or services have not been received. Notes receivable from students are reported in the Loan Fund at net value.

The Statement of Current Funds Revenues, Expenditures and Other Changes in a statement of financial activities of current funds related to the current reporting period. It does not purport to present the results of operations or the net income or loss for the period as would a statement of income or a statement of revenues and expenses.

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

Physical plant and equipment are recorded at cost at the date of acquisition or at appraised value at the date received in the case of gifts or purchases from the State Division of Surplus Property. Some items of equipment purchased from the Division of Surplus Property have title restrictions.

C. FUND ACCOUNTING

In order to ensure observance of limitations and restrictions placed on the use of the resources available, the University’s financial records and accounts are maintained in accor-
dance with the principles of "fund accounting." This is the procedure by which resources for various purposes are classi-

fied for accounting and reporting purposes into funds that are in accordance with the activities or objectives specified. Separate accounts are maintained for each fund; however, in the accompanying financial statements, funds that have simi-
lar characteristics have been combined into fund groups. Accordingly, all financial transactions have been recorded and reported by one of the following fund groups.

1. Current Funds - This fund group includes those eco-

nomic resources of the University which are expendable for operational purposes in performing the primary objec-
tives of the university. Resources restricted by donors or other outside agencies for specific current operating pur-

poses are reported as Restricted Current Funds.

2. Loan Funds - This fund group consists of loans to stu-
dents and of resources available for such purposes. The terms of the loan agreements usually specify that the money operate on a revolving basis, i.e., repayment of principal and interest are loaned to eligible students.

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

Quasi-endowment funds (funds functioning as endow-

ment) are funds which the governing board of an institution has determined are to be retained and invested. These quasi-endowment funds are usually set aside to ful-

fill the same purpose as endowment funds and therefore, are accounted for in the same manner as endowment funds.

4. Plant Funds - This fund represents four separate self-bal-

ancing fund subgroups for which separate accountability and reporting is required. These fund subgroups are as follows:

(A) Unexpended Plant Funds account for the unex-
pended resources received directly by the University from various sources to finance the acquisition of long-lived plant assets and the associated liabilities.

(B) Renewal and Replacement Plant Funds provide for the renewal and replacement of plant fund assets as distinguished from additions and improvements to plant.

(C) Retirement of Indebtedness Funds account for the accumulation of resources received directly by the University for interest and principal payments and other debt service charges, including contribu-
tions for sinking funds relating to plant fund indebted-
ness.

(D) Investment in Plant includes all long-lasting assets in the service of the University except for the long-
lastling assets held as investments in Endowment Funds, as well as all associated liabilities. This account includes all construction in progress.

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

D. OTHER SIGNIFICANT ACCOUNTING POLICIES

Other significant accounting policies are set forth in the financial statements and notes thereto.
E. Notes to the Financial Statements

1. Investments
Investments were made through the State Treasury and the State Board of Administration in accordance with the provisions of Sections 215.345 and 215.40, Florida Statutes. Investments consisted of the instruments listed in Section 18.10, Florida Statutes. The investments are recorded at cost; however, the difference between market value and the cost of investments is negligible.

2. Allowance for Doubtful Receivables
The amount of allowance for doubtful accounts and notes receivable at June 30, 1993 is estimated to be $1,676,854.64. This amount was determined from aging schedules based on type, age, collection experience of the University as well as other pertinent data. Delinquent notes receivables where the Federal "due diligence" requirements have been fulfilled and all "in house" efforts have been exhausted, are considered doubtful. The reserves consist of the following:

<table>
<thead>
<tr>
<th>Fund Group</th>
<th>Current Funds</th>
<th>Loan Fund</th>
<th>Agency Fund</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Amount</td>
<td>$309,284.27</td>
<td>631,378.97</td>
<td>725,991.45</td>
<td>$1,676,654.64</td>
</tr>
</tbody>
</table>

3. Inventories
Inventories are recorded by the following method(s):

<table>
<thead>
<tr>
<th>Inventory</th>
<th>Method</th>
</tr>
</thead>
<tbody>
<tr>
<td>Central Stores</td>
<td>Average Cost</td>
</tr>
<tr>
<td>Duplicating Center</td>
<td>Last Invoice Price</td>
</tr>
<tr>
<td>Computer Stores</td>
<td>Last Invoice Price</td>
</tr>
</tbody>
</table>

4. Long-Term Debt
The University's long-term indebtedness is reported in the Investment in Plant Fund and Unexpended Plant Fund. The bonds and revenue certificates were issued by the State Board of Administration to construct university facilities. Debt service for these bonds and revenue certificates is paid by the Board of Regents using building fees and capital improvement fees collected by the University as a part of tuition and remitted to the Board of Regents.

A summary of pertinent information related to the University's indebtedness resulting from the issuance of certificates and bonds is as follows:

<table>
<thead>
<tr>
<th>Bond Issue</th>
<th>Amount of Issue</th>
<th>Total Redeemed</th>
<th>Amount Outstanding</th>
</tr>
</thead>
<tbody>
<tr>
<td>Principal</td>
<td>Discount</td>
<td>Interest</td>
<td>Int Rate</td>
</tr>
<tr>
<td>1994</td>
<td>$5,581,010.00</td>
<td>$4,872,013.45</td>
<td><strong>1,744,996.57</strong></td>
</tr>
<tr>
<td>1995</td>
<td>5,267,527.40</td>
<td>408,507.80</td>
<td>4,826,817.14</td>
</tr>
<tr>
<td>1993</td>
<td>5,692,199.45</td>
<td>99,445.50</td>
<td>7,730,045.05</td>
</tr>
<tr>
<td>TOTAL</td>
<td>$19,070,952.86</td>
<td>$4,879,066.75</td>
<td><strong>$13,277,726.06</strong></td>
</tr>
</tbody>
</table>

A. Revenue Certificates and Bonds Outstanding
Principal and interest payments for these revenue certificates and bonds are as follows:

<table>
<thead>
<tr>
<th>Year Ending</th>
<th>Principal</th>
<th>Interest</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>1994</td>
<td>$5,581,010.00</td>
<td>$4,872,013.45</td>
<td><strong>$10,453,023.45</strong></td>
</tr>
<tr>
<td>1995</td>
<td>5,267,527.40</td>
<td>408,507.80</td>
<td><strong>5,675,035.20</strong></td>
</tr>
<tr>
<td>1996</td>
<td>5,692,199.45</td>
<td>99,445.50</td>
<td><strong>5,791,644.95</strong></td>
</tr>
<tr>
<td>1997</td>
<td>5,183,973.84</td>
<td>101,050.81</td>
<td><strong>5,284,024.65</strong></td>
</tr>
<tr>
<td>1998</td>
<td>4,674,957.86</td>
<td>46,372.29</td>
<td><strong>5,721,329.15</strong></td>
</tr>
<tr>
<td>1999</td>
<td>4,166,931.86</td>
<td>30,378.64</td>
<td><strong>4,197,310.50</strong></td>
</tr>
<tr>
<td>2000</td>
<td>3,658,805.86</td>
<td>14,225.94</td>
<td><strong>3,673,031.80</strong></td>
</tr>
<tr>
<td>2001</td>
<td>3,150,659.86</td>
<td>10,065.94</td>
<td><strong>3,160,725.80</strong></td>
</tr>
<tr>
<td>2002</td>
<td>2,642,513.86</td>
<td>6,935.94</td>
<td><strong>2,649,449.80</strong></td>
</tr>
<tr>
<td>2003</td>
<td>2,134,367.86</td>
<td>3,875.94</td>
<td><strong>2,138,243.80</strong></td>
</tr>
<tr>
<td>2004</td>
<td>1,626,221.86</td>
<td>2,815.94</td>
<td><strong>1,629,037.80</strong></td>
</tr>
<tr>
<td>2005</td>
<td>1,118,075.86</td>
<td>1,755.94</td>
<td><strong>1,120,830.80</strong></td>
</tr>
<tr>
<td>2006</td>
<td>610,020.86</td>
<td>162.94</td>
<td><strong>610,183.80</strong></td>
</tr>
</tbody>
</table>

B. Certificates of Participation
In 1986, the State Comptroller entered into a consolidated equipment financing program whereby tax-exempt certificates of participation were issued. The purpose of the program is to acquire equipment and increase equipment previously purchased by the state at lower financing costs than would otherwise be obtained. As of June 30, 1993 the University did not have any outstanding commitments under the Consolidated Equipment Financing Program.

C. Installment Purchase Contracts and Capital Leases
The University has a number of capital leases providing for the acquisition of machinery and equipment. The following is a schedule of future minimum payments remaining at fiscal year end:

<table>
<thead>
<tr>
<th>Year Ending</th>
<th>Capital Leases</th>
</tr>
</thead>
<tbody>
<tr>
<td>1994</td>
<td>$1,118,050.00</td>
</tr>
<tr>
<td>1995</td>
<td>1,090,000.00</td>
</tr>
<tr>
<td>1996</td>
<td>1,127,500.00</td>
</tr>
<tr>
<td>1997</td>
<td>1,180,000.00</td>
</tr>
<tr>
<td>1998</td>
<td>1,150,000.00</td>
</tr>
<tr>
<td>1999</td>
<td>1,120,000.00</td>
</tr>
<tr>
<td>2000</td>
<td>1,090,000.00</td>
</tr>
<tr>
<td>2001</td>
<td>1,060,000.00</td>
</tr>
<tr>
<td>2002</td>
<td>1,030,000.00</td>
</tr>
<tr>
<td>2003</td>
<td>990,000.00</td>
</tr>
<tr>
<td>2004</td>
<td>950,000.00</td>
</tr>
<tr>
<td>2005</td>
<td>910,000.00</td>
</tr>
<tr>
<td>2006</td>
<td>870,000.00</td>
</tr>
</tbody>
</table>

The University entered into a lease agreement with a company to build and provide student housing at the University Park Campus. The complex consists of three buildings and 286 apartment units. The lease agreement is for a period of 30 years, with the option available to the University to purchase the housing com-
E. Bond Refunding

The Division of Bond Finance of the State Board of Administration on behalf of the State University System of Florida, used a portion of the $82,216,000 State Board, Board of Regents, University System Improvement Revenue Refunding Certificates to advance refund $21,290,000 of the outstanding certificates of the originally issued $37,095,000 State of Florida, Board of Regents, University System Improvement Revenue Certificates, Series 1986, maturing July 1, 1997 through July 2007 and the remaining obligation of $57,200,000 of the originally issued $57,393,000 State of Florida, Board of Regents, University System Revenue Certificates, Series 1986, maturing July 1, 1997 through July 1, 2013. This advance refunding took advantage of a general reduction in interest rates below those on the outstanding obligations to achieve an overall reduction in debt service costs. The refunding will result in a total debt savings for the State University System of $11,619,942 and a total economic gain of $7,496,512.7. The economic gain is the difference between the present value of the old debt service and the new debt service.

The University's portion of the original Series 1986 and 1987 Revenue Certificates were $5,861,010 and $4,488,147.36, respectively, of which $3,572,018.76 of the 1986 Series and $4,425,732.35 of the 1987 Series was refunded. The refunding resulted in a total debt savings of the University of $2,754,094 and an economic gain of $1,765,871.39.

F. Refinancing Long Term Debt

As of the close of the fiscal year, the University was negotiating the issuance of bonds for $39.5 million through the Duke County Educational Facilities Authority to refinance the capital lease for the University Park dormitories and the 1991 bond issue for the North Miami Campus dormitories and to construct additional dormitories at the University Park Campus. It is expected that the refinancing will be completed during the fiscal year 1993-94.

5. Compensated Absences Liability

Employees earn the right to be compensated during absences for annual leave (vacation) and sick leave pursuant to Section 46:3-305, Florida Administrative Code, and pursuant to bargaining agreements between the Board of Regents and the United Faculty of Florida. Leave earned is accrued to the credit of the employee and records are kept on each employee's unpaid (unused) leave balance. Statement on Financial Accounting Standards No. 4 requires that the University accrue a liability in the Unrestricted Current Fund for employees' right to receive compensation for future absences, whereas State appropriations fund only the portion of accrued leave that is used or paid in the current fiscal year. Although the liability is expected to be borrowed primarily from future appropriations, generally accepted accounting principles do not permit the recording of a receivable in anticipation of future appropriations. Consequently, the recording of the liability for compensated absences without the corresponding recognition of such future resources, results in the appearance of a reduced ability to meet current obligations.

At June 30, 1993, the estimated liability for annual and sick leave is $5,571,088.21 and $4,052,616.89, respectively. The University's Unrestricted Current Fund balance of $14,599,097.53 at June 30, 1993 would have been $2,030,237.12 had such liability for compensated absences not been applied against it.

6. Insurance - Risk Exposure

In accordance with a program for general insurance purchases adopted by the Florida Cabinet in 1989, the Department of General Services has been granted authority to purchase insurance on behalf of all state agencies. This authority was granted with the enactment of Section 267.621, Florida Statutes. Other agencies by the legislature have resulted in the development of State self-insurance funds providing insurance for property and casualty insurance for state employees workers' compensation, general liability, flood automobile liability. The University participates in these programs. Property losses in excess of $4 million are commercial insured up to $50 million per loss event. Payments on non claims are limited to 100 percent of persons and $200,000 per occurrence as set by Section 766.28, Florida Statutes. Premiums are calculated on the cash needs of the program and are based on the amount of rates exposure for each state agency. These have been no significant reductions in insurance coverage from the prior year coverage. Settlements have not exceeded insurance coverage during the past three years.

7. Operating Leases

The University did not have any outstanding operating leases as of June 30, 1993.

8. Construction Commitments

The major construction commitments of the University for those projects for which the estimated cost is $1 million or more at fiscal year end are as follows:

<table>
<thead>
<tr>
<th>Project Number</th>
<th>Project Name</th>
<th>Total Cost Est. As At End</th>
<th>Amount Expended at Year End</th>
<th>Amount Unspent at Year End</th>
</tr>
</thead>
<tbody>
<tr>
<td>BR929</td>
<td>Hospitality Alg.</td>
<td>$2,249,916</td>
<td>$4,240,964</td>
<td>$2,249,916</td>
</tr>
<tr>
<td>BR931</td>
<td>O.U. Renovation</td>
<td>2,000,000</td>
<td>4,240,964</td>
<td>2,000,000</td>
</tr>
<tr>
<td>BR932</td>
<td>Graham Center Alg.</td>
<td>4,504,891</td>
<td>2,000,000</td>
<td>4,504,891</td>
</tr>
<tr>
<td>BR934</td>
<td>Physical Science</td>
<td>10,805,346</td>
<td>3,599,995</td>
<td>10,805,346</td>
</tr>
<tr>
<td>BR935</td>
<td>3.U.C. Renovation</td>
<td>10,202,940</td>
<td>2,000,000</td>
<td>10,202,940</td>
</tr>
<tr>
<td>BR936</td>
<td>Business Building</td>
<td>6,768,000</td>
<td>2,000,000</td>
<td>6,768,000</td>
</tr>
<tr>
<td>BR937</td>
<td>Student Health Sec</td>
<td>1,300,000</td>
<td>3,599,995</td>
<td>1,300,000</td>
</tr>
<tr>
<td>BR940</td>
<td>Library Addition</td>
<td>11,092,000</td>
<td>2,000,000</td>
<td>11,092,000</td>
</tr>
<tr>
<td>BR947</td>
<td>Art Complexes</td>
<td>9,000,000</td>
<td>2,000,000</td>
<td>9,000,000</td>
</tr>
<tr>
<td>BR948</td>
<td>Joint Center</td>
<td>2,157,040</td>
<td>3,599,995</td>
<td>2,157,040</td>
</tr>
<tr>
<td>BR952</td>
<td>Nautilus Tennis Ctr</td>
<td>1,370,000</td>
<td>2,000,000</td>
<td>1,370,000</td>
</tr>
<tr>
<td>BR954</td>
<td>Stadium Complexes</td>
<td>1,700,000</td>
<td>2,000,000</td>
<td>1,700,000</td>
</tr>
<tr>
<td>BR967</td>
<td>Conference Center</td>
<td>6,000,000</td>
<td>2,000,000</td>
<td>6,000,000</td>
</tr>
<tr>
<td>BR968</td>
<td>Office of 0.97 Ed</td>
<td>6,000,000</td>
<td>2,000,000</td>
<td>6,000,000</td>
</tr>
<tr>
<td>Total</td>
<td></td>
<td>$83,400,000</td>
<td>$40,475,842</td>
<td>$83,400,000</td>
</tr>
</tbody>
</table>
9. State Retirement Plans

A. Florida Retirement System

Pursuant to Chapter 121, Florida Statutes, the Florida Legislature established the Florida Retirement System to provide a retirement and survivor benefit program for participating public employees. Most 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. Participating employers include all State departments, counties, district school boards, and community colleges. Many municipalities and special districts have elected to be participating employers.

Generally, regular employees’ retirement pension benefits vest after 10 years of service and members are eligible for normal retirement benefits at age 62 with 10 years of service or at any age after 30 years of service which may include up to 4 years of credit for military service. Employees pay all contributions for regular class employees. For the 1992-93 fiscal year, the rate assessed against regular class employee payrolls amounted to 16.99% from July 1, 1992 through December 31, 1992 and 17.75% from January 1, 1993 through June 30, 1993. The University’s liability for any unfunded pension benefit obligation is limited to the payment of the required contribution at the rates established by law on future payrolls of the University.

The University’s 1992-93 fiscal year payroll (including matching) for all employees totaled $131,174,783 including $89,975,000 paid to employees who were members of the Florida Retirement System. Required contributions made to the Florida Retirement System in the 1992-93 fiscal year totaled $60,666,082 including $17,462 from employee contributions, which represents 17.3 and 0.5 percent, respectively, of covered payroll.

Additional information on the Florida Retirement System, including the ten-year historical trend information and the total unfunded pension benefit obligations is presented in the annual financial report of the Florida Retirement System. During the 1992-93 fiscal year and as of June 30, 1993, the Florida Retirement System held no securities issued by the University.

B. Optional Retirement Program

Pursuant to Section 121.40, Florida Statutes, the Florida Legislature created an Optional Retirement 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 designed to aid the University system in recruiting employees by offering more portability to those employees who are not expected to remain in the Florida Retirement System for 10 or more years.

The Optional Retirement 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. Employers in eligible positions are allowed to make an irrevocable election to participate in the Optional Retirement 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 the same percentage of the participant’s salary as would have been contributed to the Florida Retirement System. A portion of the total contribution is transferred to the Florida Retirement System Trust Fund to help amortize the unfunded actuarial accrued liability of the Florida Retirement System, and an additional small amount remains in the Optional Retirement Program Trust Fund for program administrative costs. The remaining contribution is invested in the company or companies selected by the participant to create a fund for the purchase of annuities at retirement. The participant may contribute by salary reduction an amount not to exceed the percentage contributed by the University to his annuity account. There were 447 University participants during the 1992-93 fiscal year.

Required contributions made to the Optional Retirement Program in the 1992-93 fiscal year totaled $93,775,334 including $915,367 from employee contributions, which represents 14.29 and 3.07 percent, respectively, of covered payroll, which totaled $2,801,312.

During the fiscal year and as of June 30, 1993, the Optional Retirement Program held no securities issued by the University.

10. Other Postemployment Benefits

To assist retirees of all State-administered retirement systems in paying health insurance costs, the Florida Legislature established the Retiree Health Insurance Subsidy (RHIS). During fiscal year 1992-93, the RHIS program was funded by required contributions consisting of 48% assessed against the payroll for all active employees covered in State-administered retirement systems.

Eligible retirees, spouses, or financial dependents under any State-administered retirement system must provide proof of health insurance coverage which can include Medicare. During the fiscal year 1992-93, participants received an extra $5 per month for each year of creditable service completed at the time of retirement. If contributions fail to provide full subsidy benefits to all participants, the subsidy payments may be reduced or canceled.

11. Student Fees and Other Collections

A. Incidental Fees

Incidental Trust Fund collections are remitted directly to the State Treasurer on behalf of the Board of Regents. Subsequently, these incidental collections are returned to the University by State appropriation. Pursuant to generally accepted accounting principles, the total of budgeted incidental revenues has been offset against total State appropriations reported for the Unrestricted Current Funds. The revenue categories of the actual collections and the budgeted requirement are as follows:

<table>
<thead>
<tr>
<th>Category</th>
<th>Actual Collections</th>
<th>Budgeted Requirement</th>
</tr>
</thead>
<tbody>
<tr>
<td>Student Tuition and Fees</td>
<td>$23,258,010</td>
<td>$22,281,000</td>
</tr>
<tr>
<td>Matriculation</td>
<td>$23,153,000</td>
<td>$23,281,000</td>
</tr>
<tr>
<td>Out of State</td>
<td>$5,809,049</td>
<td>$5,809,000</td>
</tr>
<tr>
<td>Application</td>
<td>$18,381,000</td>
<td>$18,381,000</td>
</tr>
<tr>
<td>Late Registration</td>
<td>$10,160,000</td>
<td>$10,160,000</td>
</tr>
<tr>
<td>Total</td>
<td>$83,808,050</td>
<td>$83,808,000</td>
</tr>
</tbody>
</table>

Research Overhead $22,281,000

Other Revenues:
- Liberty Fees $8,057,910
- Miscellaneous $10,500,000

Total Other Revenues $18,567,910

Pro Rate to Appropriations $23,281,000

Totals $83,808,050

Student Tuition and Fees $23,258,010

B. Fee Waivers

In accordance with generally accepted accounting principles, student tuition and fee revenues, and scholarships and fellowships expenditures reported in the Unrestricted Current Fund on the Statement of Current Funds. Revenues, Expenditure and Other Changes have been adjusted to include the value of tuition and fee waivers. Fees waived are as follows:

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Matriculation Fees</td>
<td>$454,159,48</td>
</tr>
<tr>
<td>Out of State Fees</td>
<td>$31,392,856</td>
</tr>
<tr>
<td>Total Fees Waived</td>
<td>$485,552,335</td>
</tr>
</tbody>
</table>

C. Retained Fees

The following student fees were assessed and retained by the University and reported as revenue in the appropriate fund:

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Athletic Fee</td>
<td>$2,961,070,70</td>
</tr>
<tr>
<td>Activity &amp; Service Fee</td>
<td>$400,000,00</td>
</tr>
<tr>
<td>Student Financial Aid Fee</td>
<td>$1,433,524,14</td>
</tr>
<tr>
<td>Health Fee</td>
<td>1,077,000,00</td>
</tr>
<tr>
<td>Total</td>
<td>$5,968,577,86</td>
</tr>
</tbody>
</table>

D. Capital Improvement and Building Fees

In addition to the above, the following student fees were assessed and collected and remitted directly to the State Treasurer on behalf of the Board of Regents. Accordingly these fees were recognized as revenue by the Board of Regents and not the university.
12. Prior Period Adjustments

Fund balance adjustments were made only when amounts were considered material, or if there was a change in accounting practices. Reference AFR #9 and #20 and PASB-16. All other non-material adjustments were reported through current year operations. The following tabulation summarizes the prior period adjustments to fund balances:

<table>
<thead>
<tr>
<th>Fund Group</th>
<th>Explanation</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Loan Fund</td>
<td>The adjustment to beginning fund balance in the Loan Fund was made to record balances in the Polson and institutional loan accounts. These amounts were properly carried in the Accounts Receivable subsidiary system.</td>
<td>$224,082</td>
</tr>
</tbody>
</table>

13. Interdepartmental Auxiliary Sales

Interdepartmental transactions of Auxiliary Service Departments and other institutional Departments have been accounted for as reductions of expenditures and not revenues of the Auxiliary Service Departments.

14. Functional Distribution of Expenditures

The Educational and General expenditures are determined by applying the primary PSC or activity code set forth by the Board of Regents to the total expenditures for each department.

15. Direct Support Organizations

Summary financial information from the audited financial statements of the FIU Foundation, Inc., the university’s Direct Support Organization mentioned in the Summary of Significant Accounting Policies is shown below:

<table>
<thead>
<tr>
<th>Fiscal Year Ending</th>
<th>Assets</th>
<th>Liabilities</th>
<th>Revenues</th>
<th>Expenditures</th>
</tr>
</thead>
<tbody>
<tr>
<td>12-13</td>
<td>$5,578,940</td>
<td>$4,765,178</td>
<td>$3,395,257</td>
<td>$2,936,201</td>
</tr>
</tbody>
</table>

16. Other Footnotes

A. Restrictions on Fund Balances for Unrestricted Funds

As discussed in Note 4, the University entered into an agreement with the Dade County Educational Facilities Authority to finance the cost of acquiring dormitories at the North Miami Campus. The terms of this agreement require that the University maintain a minimum available balance of $590,000 in the Auxiliary Trust Fund in the event that not operating income is not sufficient to meet the debt service on the bonds.

B. Cash Balance - Local Bank Account

The University maintains in local bank accounts monies received for financial aid, student activities, concessions, and other activities. In the accounting records, these monies are accounted for separately and reported in the various fund groups. At June 30, 1993, the Current Restricted Fund showed a deficit cash balance of $590,392.48. The deficit cash balance reflected in the books was created as a result of accounts receivable primarily from Federal grants for financial aid in transit at the end of the fiscal year. In the aggregate the bank accounts had a cash balance of $512,278.11 at June 30, 1993.

C. Other Events

At the beginning of the fiscal year the University suffered damages estimated at $21,600,000 from Hurricane Andrew. As indicated in Note 6, the University has sufficient insurance coverage to recover most of the cost associated with the storm. In addition, the University has filed a claim with the Federal Emergency Management Agency (FEMA) requesting assistance for costs not recovered from the insurance. During the fiscal year the University received partial payments on the insurance claims from the Division of Risk Management and FEMA totaling $2,500,000 and $410,541, respectively. Subsequent to the close of the fiscal year, a settlement was reached with the insurer for an additional $8,000,000. Additional funds are expected from FEMA to recover damages caused by the storm.

D. Accrued Salaries and Wages

The Accrued Salaries and Wages liability includes $1,301,492.12 for a lump sum retrospective salary increase for the period January 1, 1992 through June 30, 1992, calculated on the employee's January 1, 1992 base salary. This retrospective salary increase is in accordance with Supreme Court Bailiff No. 81,252, dated March 11, 1993 and Motion for Clarification, dated March 28, 1993, effective July 1, 1993.