



THE UNIVERSITY OF
ALABAMA IN HUNTSVILLE

Budget Committee Meeting
February 21, 2014

Comprehensive External Audits

Conducted by external auditor:

PricewaterhouseCoopers

One of the largest worldwide audit firms

Contracted by UA System for all campuses and affiliated organizations

Comprehensive External Audits

Two primary external audits:

Audited financial statements

A-133 federal compliance audit

<http://www.uah.edu/admin/Finance/reports.html>

Audited Financial Statements - 2013

Auditor's opinion as to whether financial statements are presented fairly

Management's discussion and analysis

Comprehensive audit of basic financials –

Statements of Net Position

Statements of Revenues, Expenses, and Changes in Net Position

Statements of Cash Flows

Management Letter – Internal Control Weaknesses

UAH past results: unqualified opinions, clean management letters

Audited Financial Statements - 2013

UAH and UAH Foundation financials are included

University assets total \$457 million, revenues are \$220 million

UAH Foundation, with over \$52 million in assets, is a component unit

Statements of Net Position

September 30, 2013 and 2012

	<u>Book Value</u>	
	<u>2013</u>	<u>2012</u>
Total Assets	\$457,651,223	\$413,442,875
Total Liabilities	<u>\$162,771,641</u>	<u>\$127,853,477</u>
Net Position	<u>\$294,879,582</u>	<u>\$285,589,398</u>

Revenue Sources

	2013		2012	
State educational appropriations	\$ 42,710,964	19.5%	\$ 43,240,587	19.8%
Net investment income	6,334,687	2.9%	9,961,393	4.6%
Grants and contracts	97,951,418	44.6%	89,660,258	41.0%
Gifts	4,043,840	1.8%	6,020,498	2.8%
Auxiliary	6,135,066	2.8%	6,718,898	3.1%
Net tuition and fees	50,594,944	23.0%	50,032,801	22.9%
Sales and services	3,530,514	1.6%	3,451,345	1.6%
Capital gifts and grants	637,197	0.3%	1,175,333	0.5%
Legal settlement	-	0.0%	4,665	0.0%
Pell grants	7,615,679	3.5%	8,118,163	3.7%
State fiscal stabilization funds	-	0.0%	(1,442)	0.0%
Total revenues	\$ 219,554,309		\$ 218,382,499	

Operating Expenses

	2013	2012
Compensation and benefits	<u>\$ 143,546,057</u>	<u>\$ 136,791,650</u>
Supplies and services	50,498,859	46,061,109
Depreciation	12,416,766	12,171,441
Scholarships and fellowships	1,090,063	606,364
Total operating expenses	<u><u>\$ 207,551,745</u></u>	<u><u>\$ 195,630,564</u></u>

A-133 Federal Compliance Audit

Last completed for 2012

Audit of compliance with federal and institutional regulations

Total activity of \$92 million audited for FY 2012

Clean audit with no questioned costs, four minor findings

Past audits have similar good results

<http://www.uah.edu/admin/Finance/reports.html>

State Examiner's Audit

Annual audit of compliance with State laws and regulations

Recently conducted audit for 2009 – 2013

Good results

Other Major Audits/Reviews Related to Institutional Finances

U.S. Department of Education

U.S. Department of Transportation

Department of Health and Human Services

NASA

National Science Foundation

Department of Defense

UA System Internal Audit

Additional Review Process

Moody's

Standard and Poor's

State of Alabama Department of Finance

Additional Information

<http://www.uah.edu/admin/Budget/budgetinfo.php>