

## AGENDA ITEM

C-9. 2015-16 UNC Consolidated Financial Report ..... Jonathan Pruitt

**Situation:** The University of North Carolina is presenting a consolidated financial report for the year ended June 30, 2016.

**Background:** Historically, University financial information has been reported in two ways: 1) as a part of each institution's set of audited financial statements and 2) as a part of the greater Consolidated Annual Financial Report for the State of North Carolina (CAFR). The UNC System Financial Report has been prepared to provide additional information since fiscal year 2015 on the current financial status of the University. This report includes a consolidation of the University of North Carolina as a whole, a side-by-side comparison of institutional financial statements, selected disclosures, and other financially related information.

**Assessment:** The Consolidated University System Financial Report is presented for information.

**Action:** This item is for information only.



# **Consolidated Financial Report**



**The University of North Carolina  
Board of Governors**

**March 2017**

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## Overview

The University of North Carolina (UNC) is a multi-campus university dedicated to serving the state and its people through world-class teaching, research and scholarship, and outreach and service. In 1971, the Higher Education Reorganization Act placed the 16 baccalaureate-granting institutions that comprise the University of North Carolina under one governing board. The Act emphasized basic objectives for the University: to foster the development of a well-planned and coordinated system of higher education, to improve the quality of education, to extend educational benefits beyond campus borders, and to encourage economic and effective use of the state's resources.

The following entities are included in this report:

UNC General Administration (UNC-GA)	UNC Charlotte (UNCC)
Appalachian State University (ASU)	UNC Greensboro (UNCG)
East Carolina University (ECU)	UNC Pembroke (UNCP)
Elizabeth City State University (ECSU)	UNC Wilmington (UNCW)
Fayetteville State University (FSU)	UNC School of the Arts (UNCSA)
North Carolina A&T State University (NCA&T)	Western Carolina University (WCU)
North Carolina Central University (NCCU)	Winston-Salem State University (WSSU)
North Carolina State University (NCSU)	NC School of Science and Mathematics (NCSSM)
UNC Asheville (UNCA)	UNC Hospitals at Chapel Hill (UNCH)
UNC Chapel Hill (UNC-CH)	

In its efforts to move forward with strategic planning, the University recognized the importance of establishing an overall mission, and defining the role each campus would play in fulfilling the mission. In 1992, the Board of Governors adopted a general mission statement, and after some modification, the official statement was given statutory status in 1995.

## Mission Statement

The University of North Carolina is a public, multi-campus university dedicated to the service of North Carolina and its people. It encompasses the 17 diverse constituent institutions and other educational, research, and public service organizations. Each shares in the overall mission of the University. That mission is to discover, create, transmit, and apply knowledge to address the needs of individuals and society. This mission is accomplished through instruction, which communicates the knowledge and values and imparts the skills necessary for individuals to lead responsible, productive, and personally satisfying lives; through research, scholarship, and creative activities, which advance knowledge and enhance the educational process; and through public service, which contributes to the solution of societal problems and enriches the quality of life in the State. In the fulfillment of this mission, the University shall seek an efficient use of available resources to ensure the highest quality in its service to the citizens of the State.

## Overview (cont.)

The Carnegie Classification has been used for the purpose of classifying the universities within this report as small, medium, and large.

### *Classification*

The Carnegie Classification has been used for the purpose of classifying the universities within this report as small, medium, and large. The Carnegie Classification has been the leading framework for recognizing and describing institutional diversity in U.S. higher education for the past four and a half decades. Starting in 1970, the Carnegie Commission on Higher Education developed a classification of colleges and universities to support its program of research and policy analysis. More information on this classification is available at <http://carnegieclassifications.iu.edu>. Based on these classifications, the universities have been classified as follows:

<u>Large</u>	<u>Medium</u>	<u>Small</u>
Appalachian State University	Fayetteville State University	UNC School of the Arts
East Carolina University	North Carolina A&T State University	Elizabeth City State University
North Carolina State University	North Carolina Central University	
UNC Chapel Hill	UNC Asheville	
UNC Charlotte	UNC Pembroke	
UNC Greensboro	Western Carolina University	
UNC Wilmington	Winston-Salem State University	

UNC General Administration, NC School of Science and Mathematics, and UNC Hospitals at Chapel Hill are not included in the above classifications as they are not considered institutions of higher education.

Therefore, these three institutions are not included when data is presented as Large, Medium, and Small.

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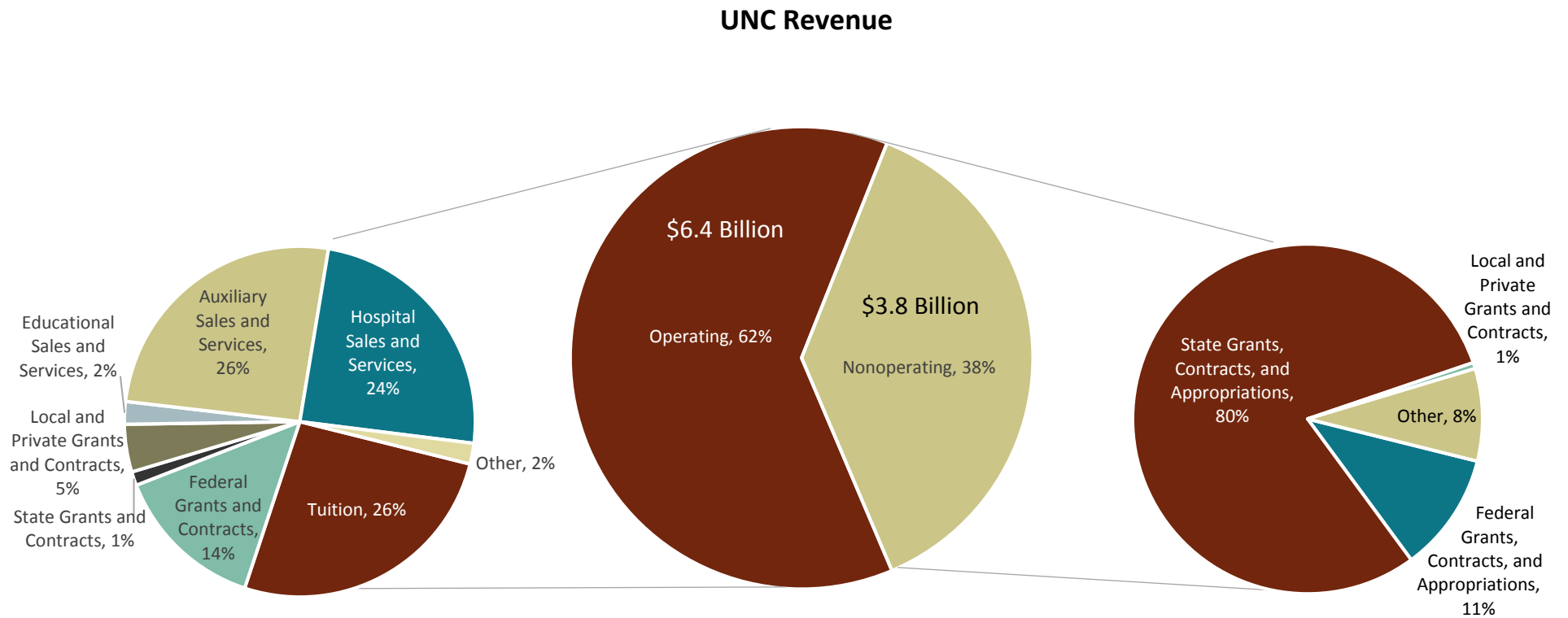


## **Selected Disclosures**

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## Revenues

A summary of all revenues is shown below:



**Revenues (cont.)**

A summary of operating revenues for the year ended June 30, 2016 is presented as follows:

	Appalachian State University	East Carolina University	Elizabeth City State University	Fayetteville State University	North Carolina A&T University	North Carolina Central University	North Carolina State University	UNC Asheville	UNC Chapel Hill	UNC Charlotte
<b>Student Tuition and Fees</b>										
Gross Revenues	\$ 140,313,638	\$ 230,201,491	\$ 10,021,459	\$ 27,610,341	\$ 92,553,110	\$ 55,837,681	\$ 384,353,238	\$ 30,620,047	\$ 508,802,016	\$ 244,739,330
Internal Sales Eliminations	—	—	—	—	—	—	(786,343)	—	—	(104,557)
Less Allowance for Uncollectibles	(294,627)	(141,815)	(159,838)	(16,966)	(418,864)	(585,981)	121,029	(66,304)	(106,893)	(1,311,164)
Less Scholarship Discounts	(25,199,804)	(40,652,698)	(3,744,224)	(9,747,176)	(31,610,226)	(15,039,378)	(92,512,605)	(6,825,183)	(102,886,769)	(46,610,234)
<b>Net Revenues</b>	<b>114,819,207</b>	<b>189,406,978</b>	<b>6,117,397</b>	<b>17,846,199</b>	<b>60,524,020</b>	<b>40,212,322</b>	<b>291,175,319</b>	<b>23,728,560</b>	<b>405,808,354</b>	<b>196,713,375</b>
<b>% of Total UNC Campuses and GA</b>	<b>6.9%</b>	<b>11.4%</b>	<b>0.4%</b>	<b>1.1%</b>	<b>3.6%</b>	<b>2.4%</b>	<b>17.4%</b>	<b>1.4%</b>	<b>24.3%</b>	<b>11.8%</b>
<b>Patient Service Revenue</b>										
Gross Revenues	—	444,815,206	—	—	—	—	—	—	946,774,173	—
Less Allowance for Uncollectibles	—	(20,235,421)	—	—	—	—	—	—	5,414,091	—
Less Indigent Care and Contractual Adjustments	—	(220,056,480)	—	—	—	—	—	—	(535,376,673)	—
<b>Net Revenues</b>	<b>—</b>	<b>204,523,305</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>416,811,591</b>	<b>—</b>
<b>% of Total UNC Campuses and GA</b>		<b>32.9%</b>							<b>67.1%</b>	
<b>Sales and Services</b>										
Gross Revenues	108,098,592	108,351,729	8,759,614	14,628,518	38,514,723	34,478,903	326,253,538	15,797,414	608,125,613	118,081,802
Internal Sales Eliminations	(17,826,866)	(6,059,803)	(330,678)	(121,295)	(1,748,385)	(2,178,999)	(67,501,870)	(581,654)	(180,162,619)	(26,922,768)
Less Allowance for Uncollectibles	(202,243)	(4,141)	(207,617)	(18,585)	(193,094)	—	(67,822)	—	—	(243,931)
Less Scholarship Discounts	(9,310,883)	(9,620,376)	(3,059,594)	(4,583,961)	(8,556,389)	(7,086,308)	(20,236,097)	(2,859,605)	(11,950,376)	(12,474,572)
<b>Net Revenues</b>	<b>80,758,600</b>	<b>92,667,409</b>	<b>5,161,725</b>	<b>9,904,677</b>	<b>28,016,855</b>	<b>25,213,596</b>	<b>238,447,749</b>	<b>12,356,155</b>	<b>416,012,618</b>	<b>78,440,531</b>
<b>% of Total UNC Campuses and GA</b>	<b>6.9%</b>	<b>7.9%</b>	<b>0.4%</b>	<b>0.8%</b>	<b>2.4%</b>	<b>2.1%</b>	<b>20.3%</b>	<b>1.1%</b>	<b>35.4%</b>	<b>6.7%</b>
<b>Other Revenue</b>										
Gross Revenues	9,052,126	43,303,348	572,503	213,767	32,056,022	9,103,494	312,605,841	5,340,045	848,579,273	44,249,732
Internal Sales Eliminations	—	—	—	—	—	—	(5,898,208)	—	—	—
Less Allowance for Uncollectibles	—	—	—	—	—	—	21,762	—	—	—
<b>Net Revenues</b>	<b>9,052,126</b>	<b>43,303,348</b>	<b>572,503</b>	<b>213,767</b>	<b>32,056,022</b>	<b>9,103,494</b>	<b>306,729,395</b>	<b>5,340,045</b>	<b>848,579,273</b>	<b>44,249,732</b>
<b>% of Total UNC Campuses and GA</b>	<b>0.7%</b>	<b>3.2%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>2.4%</b>	<b>0.7%</b>	<b>23.0%</b>	<b>0.4%</b>	<b>63.6%</b>	<b>3.3%</b>
<b>Total Net Operating Revenues</b>	<b>\$ 204,629,933</b>	<b>\$ 529,901,040</b>	<b>\$ 11,851,625</b>	<b>\$ 27,964,643</b>	<b>\$ 120,596,897</b>	<b>\$ 74,529,412</b>	<b>\$ 836,352,463</b>	<b>\$ 41,424,760</b>	<b>\$ 2,087,211,836</b>	<b>\$ 319,403,638</b>
<b>% of Total UNC Campuses and GA</b>	<b>4.3%</b>	<b>11.0%</b>	<b>0.2%</b>	<b>0.6%</b>	<b>2.5%</b>	<b>1.6%</b>	<b>17.4%</b>	<b>0.9%</b>	<b>43.5%</b>	<b>6.7%</b>

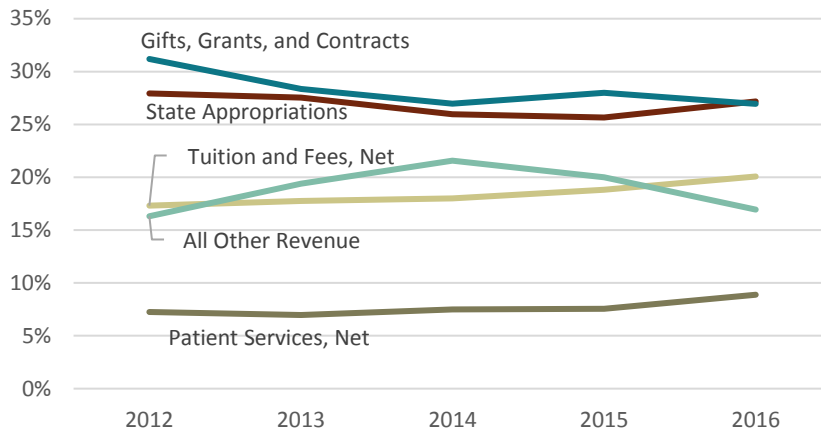
**Revenues (cont.)**

	UNC General Administration	UNC Greensboro	UNC Pembroke	UNC School of the Arts	UNC Wilmington	Western Carolina University	Winston-Salem State University	NC School of Science and Math	Total	UNC Hospitals at Chapel Hill
<b>Student Tuition and Fees</b>										
Gross Revenues	\$ —	\$ 140,006,294	\$ 34,272,291	\$ 19,232,781	\$ 122,874,993	\$ 73,011,221	\$ 32,404,816	\$ 129,683	\$ 2,146,984,430	\$ —
Internal Sales Eliminations	—	—	—	—	—	(3,338)	—	—	(894,238)	—
Less Allowance for Uncollectibles	—	(500,995)	(280,249)	(5,426)	43,808	(433,040)	(319,572)	—	(4,476,897)	—
Less Scholarship Discounts	—	(39,915,187)	(9,932,749)	(4,773,311)	(16,826,391)	(16,751,599)	(9,971,044)	—	(472,998,578)	—
<b>Net Revenues</b>	<b>—</b>	<b>99,590,112</b>	<b>24,059,293</b>	<b>14,454,044</b>	<b>106,092,410</b>	<b>55,823,244</b>	<b>22,114,200</b>	<b>129,683</b>	<b>1,668,614,717</b>	<b>—</b>
<b>% of Total UNC Campuses and GA</b>		6.0%	1.4%	0.9%	6.4%	3.3%	1.3%	0.0%	100.0%	
<b>Patient Service Revenue</b>										
Gross Revenues	—	—	—	—	—	—	—	—	1,391,589,379	3,572,518,612
Less Allowance for Uncollectibles	—	—	—	—	—	—	—	—	(14,821,330)	(102,440,605)
Less Indigent Care and Contractual Adjustments	—	—	—	—	—	—	—	—	(755,433,153)	(1,918,751,740)
<b>Net Revenues</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>621,334,896</b>	<b>1,551,326,267</b>
<b>% of Total UNC Campuses and GA</b>									100.0%	
<b>Sales and Services</b>										
Gross Revenues	6,239,584	68,256,306	25,161,291	9,388,288	63,642,124	54,972,795	25,398,400	948,336	1,635,097,570	—
Internal Sales Eliminations	—	(3,524,126)	(1,144,579)	(49,041)	(9,959,840)	(6,595,857)	(1,550,600)	(91,781)	(326,350,761)	—
Less Allowance for Uncollectibles	—	(220,053)	(92,980)	—	(82,011)	(200,387)	(320,892)	—	(1,853,756)	—
Less Scholarship Discounts	—	(13,107,599)	(6,039,110)	(1,754,891)	(5,022,702)	(8,319,551)	(7,046,728)	—	(131,028,742)	—
<b>Net Revenues</b>	<b>6,239,584</b>	<b>51,404,528</b>	<b>17,884,622</b>	<b>7,584,356</b>	<b>48,577,571</b>	<b>39,857,000</b>	<b>16,480,180</b>	<b>856,555</b>	<b>1,175,864,311</b>	<b>—</b>
<b>% of Total UNC Campuses and GA</b>	0.5%	4.4%	1.5%	0.6%	4.1%	3.4%	1.4%	0.1%	100.0%	
<b>Other Revenue</b>										
Gross Revenues	12,549	9,904,108	1,100,755	661,820	14,435,491	6,501,176	2,211,682	59,942	1,339,963,674	39,079,109
Internal Sales Eliminations	—	—	—	—	—	—	—	—	(5,898,208)	—
Less Allowance for Uncollectibles	—	—	—	—	—	—	—	—	21,762	—
<b>Net Revenues</b>	<b>12,549</b>	<b>9,904,108</b>	<b>1,100,755</b>	<b>661,820</b>	<b>14,435,491</b>	<b>6,501,176</b>	<b>2,211,682</b>	<b>59,942</b>	<b>1,334,087,228</b>	<b>39,079,109</b>
<b>% of Total UNC Campuses and GA</b>	0.0%	0.7%	0.1%	0.1%	1.1%	0.5%	0.2%	0.0%	100.0%	
<b>Total Net Operating Revenues</b>	<b>\$ 6,252,133</b>	<b>\$ 160,898,748</b>	<b>\$ 43,044,670</b>	<b>\$ 22,700,220</b>	<b>\$ 169,105,472</b>	<b>\$ 102,181,420</b>	<b>\$ 40,806,062</b>	<b>\$ 1,046,180</b>	<b>\$ 4,799,901,152</b>	<b>\$ 1,590,405,376</b>
<b>% of Total UNC Campuses and GA</b>	0.1%	3.4%	0.9%	0.5%	3.5%	2.1%	0.8%	0.0%	100.0%	

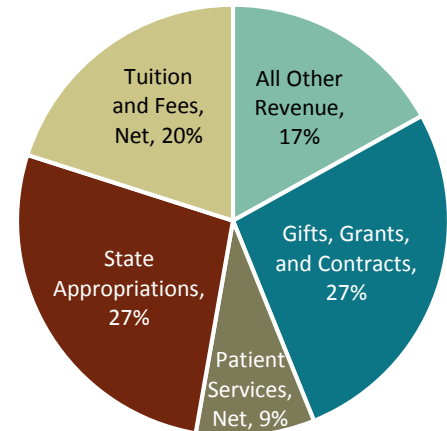
## Revenues (cont.)

A summary of all revenues by Carnegie class is shown below:

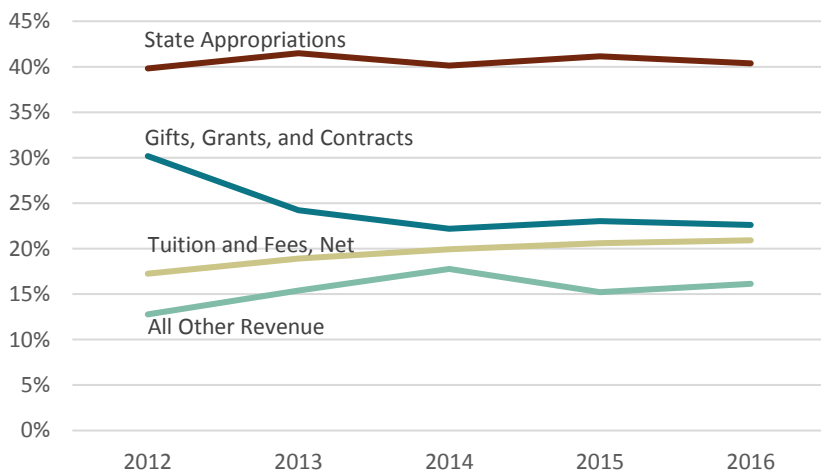
### Large Universities



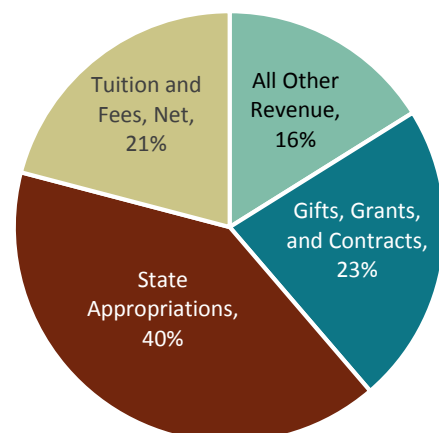
### Large Universities 2016



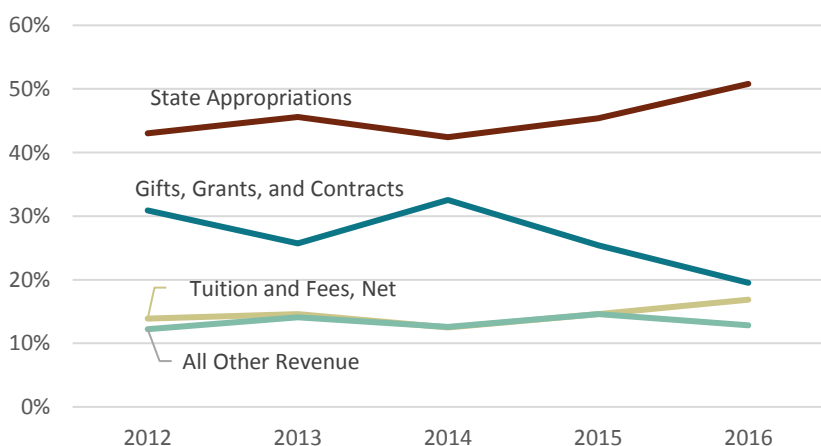
### Medium Universities



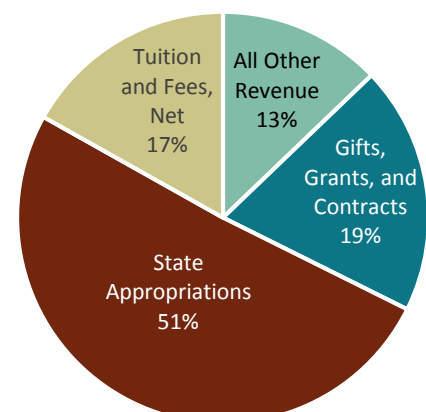
### Medium Universities 2016



### Small Universities



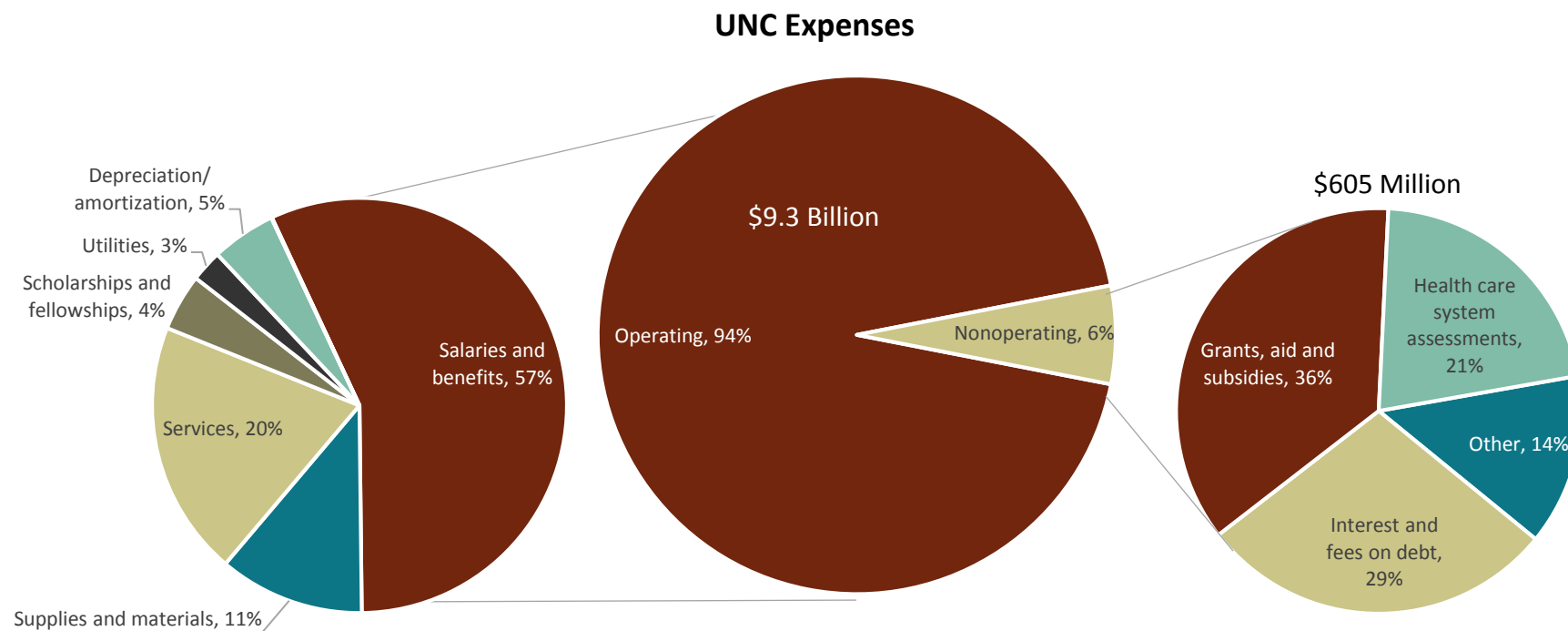
### Small Universities 2016



Graphs above do not include UNC General Administration, NC School of Science and Mathematics, and UNC Hospitals at Chapel Hill.

## Expenses

A summary of all expenses is shown below:



**Expenses (cont.)**

The Universities' operating expenses for the year ended June 30, 2016 are presented as follows:

	Appalachian State University	East Carolina University	Elizabeth City State University	Fayetteville State University	North Carolina A&T University	North Carolina Central University	North Carolina State University	UNC Asheville	UNC Chapel Hill	UNC Charlotte
<b>Total Operating Expenses</b>										
Salaries and Benefits	\$ 230,614,262	\$ 542,167,942	\$ 30,724,623	\$ 65,398,959	\$ 153,424,134	\$ 114,336,857	\$ 857,250,567	\$ 57,345,833	\$ 1,544,503,269	\$ 332,636,338
Supplies and Materials	40,915,818	86,829,639	2,911,736	5,589,849	16,337,949	12,017,709	127,911,047	5,279,264	216,969,075	42,394,277
Services	43,290,980	107,731,303	11,963,124	16,698,135	46,412,883	29,211,640	251,765,902	14,652,434	722,677,144	86,457,532
Scholarships and Fellowships	22,292,193	42,954,517	5,387,093	10,829,358	18,853,181	12,927,598	43,820,372	5,797,385	122,815,639	41,879,088
Utilities	10,482,173	17,455,581	2,379,553	2,795,098	5,367,842	4,807,433	32,028,497	2,596,968	83,711,025	12,278,758
Depreciation/ Amortization	20,397,827	28,203,747	4,388,342	5,536,486	11,414,876	8,957,952	88,721,461	5,208,173	136,572,434	27,998,426
<b>Total</b>	<b>\$ 367,993,253</b>	<b>\$ 825,342,729</b>	<b>\$ 57,754,471</b>	<b>\$106,847,885</b>	<b>\$251,810,865</b>	<b>\$ 182,259,189</b>	<b>\$1,401,497,846</b>	<b>\$ 90,880,057</b>	<b>\$ 2,827,248,586</b>	<b>\$ 543,644,419</b>
<b>% of Total UNC Campuses and GA</b>	<b>4.7%</b>	<b>10.4%</b>	<b>0.7%</b>	<b>1.4%</b>	<b>3.2%</b>	<b>2.3%</b>	<b>17.7%</b>	<b>1.2%</b>	<b>35.7%</b>	<b>6.9%</b>
Instruction	\$ 124,923,307	\$ 264,623,499	\$ 12,637,007	\$ 36,705,963	\$ 72,991,346	\$ 73,793,632	\$ 428,658,109	\$ 29,537,240	\$ 728,242,788	\$ 210,921,777
Research	2,367,183	17,735,098	1,026,636	815,858	27,891,533	5,802,011	268,414,931	1,978,445	546,227,643	20,999,883
Public Service	7,806,959	22,957,920	790,913	3,464,507	7,122,454	734,468	119,310,242	1,643,052	164,234,875	2,849,034
Academic Support	40,078,105	34,513,497	2,911,971	8,323,581	27,795,783	17,466,608	83,680,803	4,573,576	137,656,549	48,632,755
Student Services	9,217,673	11,973,070	6,140,509	4,101,059	6,963,321	5,250,401	28,499,998	5,495,447	39,162,807	19,131,013
Institutional Support	25,489,209	56,170,626	8,085,455	12,482,667	24,744,739	13,933,298	93,768,547	11,164,696	139,742,863	34,481,089
Operations and Maintenance of Plant	20,635,372	61,676,247	7,879,394	9,263,292	18,952,744	14,163,281	78,987,653	9,101,363	152,396,045	46,805,576
Student Financial Aid	18,852,491	42,954,517	5,387,093	10,829,358	10,989,817	14,369,918	46,034,446	5,806,898	122,815,639	41,879,088
Auxiliary Enterprises	87,156,513	284,534,508	8,507,151	15,325,114	42,944,252	27,787,620	165,421,656	16,371,167	660,196,943	89,945,778
Independent Operations	11,068,614	—	—	—	—	—	—	—	—	—
Depreciation/ Amortization	20,397,827	28,203,747	4,388,342	5,536,486	11,414,876	8,957,952	88,721,461	5,208,173	136,572,434	27,998,426
Hospital Services	—	—	—	—	—	—	—	—	—	—
<b>Total</b>	<b>\$ 367,993,253</b>	<b>\$ 825,342,729</b>	<b>\$ 57,754,471</b>	<b>\$106,847,885</b>	<b>\$ 251,810,865</b>	<b>\$ 182,259,189</b>	<b>\$1,401,497,846</b>	<b>\$ 90,880,057</b>	<b>\$ 2,827,248,586</b>	<b>\$ 543,644,419</b>
<b>% of Total UNC Campuses and GA</b>	<b>4.7%</b>	<b>10.4%</b>	<b>0.7%</b>	<b>1.4%</b>	<b>3.2%</b>	<b>2.3%</b>	<b>17.7%</b>	<b>1.2%</b>	<b>35.7%</b>	<b>6.9%</b>



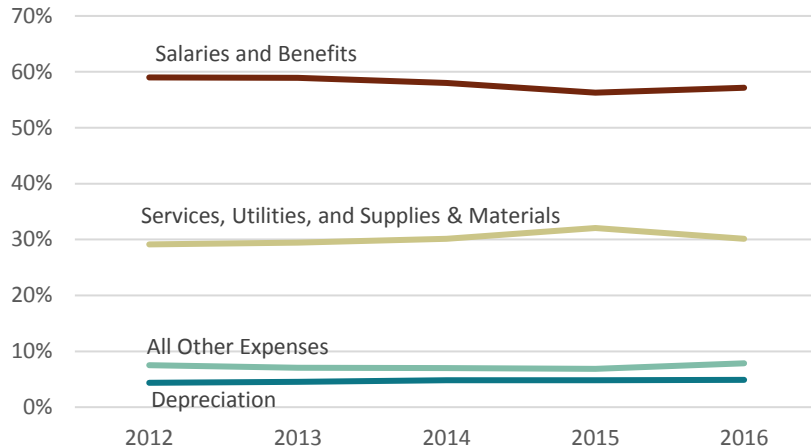
**Expenses (cont.)**

	UNC General Administration	UNC Greensboro	UNC Pembroke	UNC School of the Arts	UNC Wilmington	Western Carolina University	Winston-Salem State University	NC School of Science and Math	Total	UNC Hospitals at Chapel Hill
<b>Total Operating Expenses</b>										
Salaries and Benefits	\$ 37,891,794	\$ 226,075,680	\$ 67,842,477	\$ 36,746,301	\$ 168,749,290	\$ 122,735,721	\$ 78,862,711	\$ 17,064,601	\$ 4,684,371,359	\$ 581,746,106
Supplies and Materials	2,828,419	19,567,230	11,329,863	3,878,125	23,337,460	18,525,078	7,185,846	1,152,922	644,961,306	409,273,628
Services	27,678,845	56,816,731	20,944,015	10,287,760	56,723,131	40,461,654	24,463,698	2,876,510	1,571,113,421	280,152,429
Scholarships and Fellowships	—	29,343,741	9,982,591	1,393,012	18,811,150	11,655,858	12,025,876	—	410,768,652	—
Utilities	1,860,047	7,969,781	3,299,938	2,075,989	8,103,167	4,911,587	2,969,025	1,006,485	206,098,947	22,165,190
Depreciation/ Amortization	3,125,151	19,757,741	5,682,880	3,996,419	11,903,744	8,712,921	7,660,896	1,238,515	399,477,991	66,806,623
<b>Total</b>	<b>\$ 73,384,256</b>	<b>\$ 359,530,904</b>	<b>\$ 119,081,764</b>	<b>\$ 58,377,606</b>	<b>\$ 287,627,942</b>	<b>\$ 207,002,819</b>	<b>\$ 133,168,052</b>	<b>\$ 23,339,033</b>	<b>\$ 7,916,791,676</b>	<b>\$ 1,360,143,976</b>
<b>% of Total UNC Campuses and GA</b>	<b>0.9%</b>	<b>4.5%</b>	<b>1.5%</b>	<b>0.7%</b>	<b>3.6%</b>	<b>2.6%</b>	<b>1.7%</b>	<b>0.3%</b>	<b>100.0%</b>	
Instruction	\$ 2,740,033	\$ 129,699,223	\$ 34,952,259	\$ 16,712,875	\$ 110,161,601	\$ 68,659,343	\$ 46,525,127	\$ 10,206,634	\$ 2,402,691,763	\$ —
Research	143,034	17,023,820	373,675	—	9,738,719	1,481,696	935,210	—	922,955,375	—
Public Service	33,250,087	9,200,182	1,971,785	775,833	4,154,794	7,634,019	1,579,161	—	389,480,285	—
Academic Support	—	40,650,156	11,873,131	5,622,060	20,774,338	15,791,521	7,731,324	341,956	508,417,714	—
Student Services	19,611	18,886,280	6,971,313	1,648,017	11,854,934	6,736,834	4,993,516	5,568,397	192,614,200	—
Institutional Support	33,853,033	21,529,162	13,329,765	11,069,638	25,703,062	22,503,335	15,908,280	3,285,006	567,244,470	—
Operations and Maintenance of Plant	253,307	30,986,707	11,633,790	8,695,412	25,622,478	17,400,382	13,106,527	2,698,525	530,258,095	—
Student Financial Aid	—	27,721,020	9,938,092	1,393,012	17,462,443	11,775,505	10,311,691	—	398,521,028	—
Auxiliary Enterprises	—	44,076,613	22,355,074	8,464,340	50,251,829	42,305,370	24,416,320	—	1,590,060,248	—
Independent Operations	—	—	—	—	—	4,001,893	—	—	15,070,507	—
Depreciation/ Amortization	3,125,151	19,757,741	5,682,880	3,996,419	11,903,744	8,712,921	7,660,896	1,238,515	399,477,991	66,806,623
Hospital Services	—	—	—	—	—	—	—	—	—	1,293,337,353
<b>Total</b>	<b>\$ 73,384,256</b>	<b>\$ 359,530,904</b>	<b>\$ 119,081,764</b>	<b>\$ 58,377,606</b>	<b>\$ 287,627,942</b>	<b>\$ 207,002,819</b>	<b>\$ 133,168,052</b>	<b>\$ 23,339,033</b>	<b>\$ 7,916,791,676</b>	<b>\$ 1,360,143,976</b>
<b>% of Total UNC Campuses and GA</b>	<b>0.9%</b>	<b>4.5%</b>	<b>1.5%</b>	<b>0.7%</b>	<b>3.6%</b>	<b>2.6%</b>	<b>1.7%</b>	<b>0.3%</b>	<b>100.0%</b>	

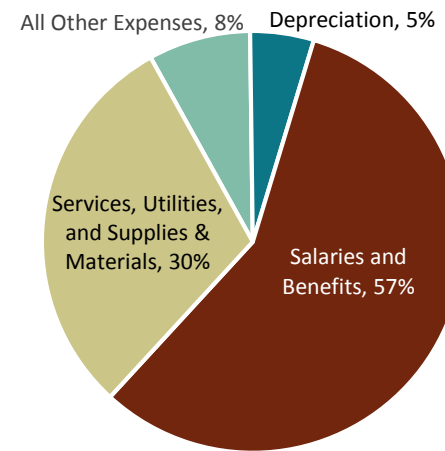
## Expenses (cont.)

A summary of all expenses by Carnegie class is shown below:

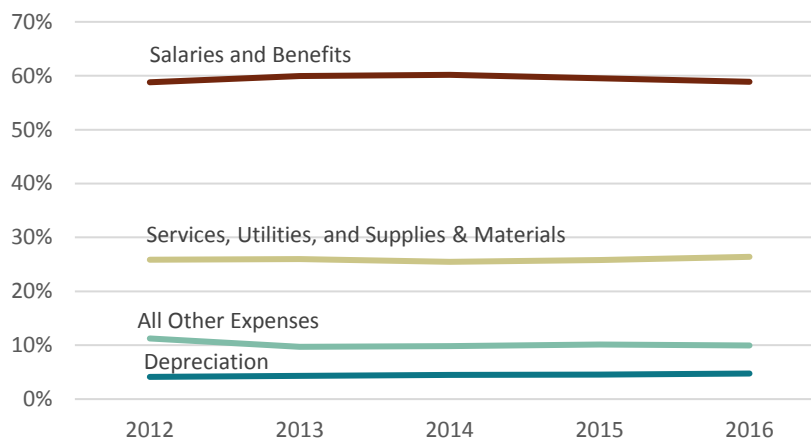
### Large Universities



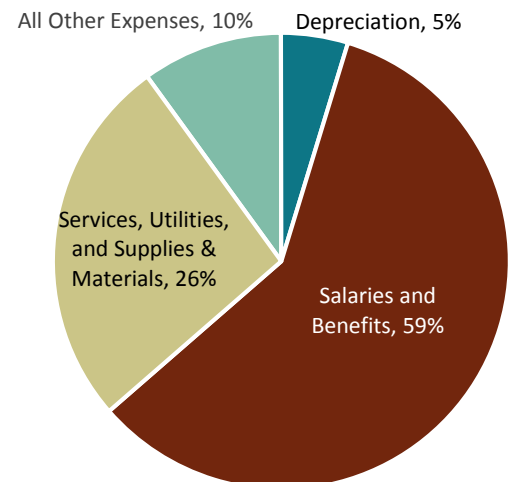
### Large Universities 2016



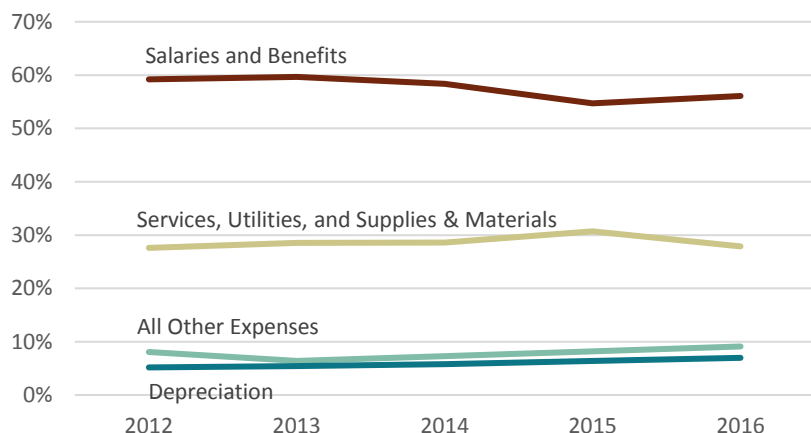
### Medium Universities



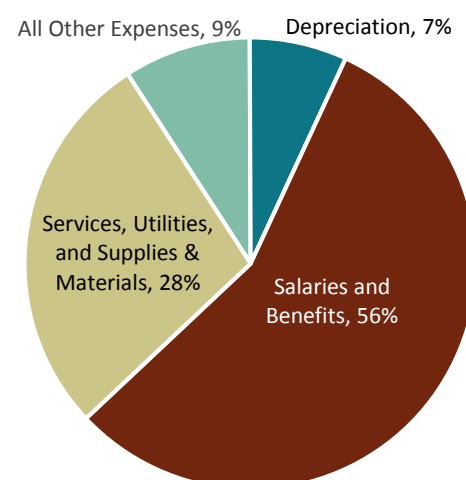
### Medium Universities 2016



### Small Universities



### Small Universities 2016



Graphs above do not include UNC General Administration, NC School of Science and Mathematics, and UNC Hospitals at Chapel Hill.

## Long-Term Liabilities

Changes in long-term liabilities for UNC including UNC General Administration, NC School of Science and Mathematics, and UNC Hospitals at Chapel Hill for the year ended June 30, 2016 is presented as follows:

	Balance June 30, 2015 (As Restated)	Additions	Reductions	Balance June 30, 2016	Current Portion
Revenue Bonds Payable	\$ 3,736,431,210	\$ 1,067,745,000	\$ 875,014,575	\$ 3,929,161,635	\$ 191,530,313
Special Indebtedness	189,840,000	38,375,000	42,250,000	185,965,000	4,310,000
Limited Obligation Bonds Payable	20,250,000	—	310,000	19,940,000	385,000
Certificates of Participation	23,470,000	—	1,875,000	21,595,000	909,000
Plus: Unamortized Premium	117,389,646	37,926,202	18,321,652	136,994,196	—
Less: Unamortized Discount	(11,530,960)	(2,283,280)	(3,008,053)	(10,806,187)	—
<b>Total Revenue Bonds and Special Indebtedness, Net</b>	<b>4,075,849,896</b>	<b>1,141,762,922</b>	<b>934,763,174</b>	<b>4,282,849,644</b>	<b>197,134,313</b>
Net Pension Liability	173,441,047	359,182,647	—	532,623,694	—
Notes Payable	250,473,432	39,363,760	24,499,955	265,337,237	47,249,657
Arbitrage Rebate Payable	425,034	—	425,034	—	—
Capital Leases Payable	72,579,759	1,422,555	8,649,125	65,353,189	7,724,773
Bond Anticipation Notes	5,000,000	2,500,000	5,000,000	2,500,000	—
Compensated Absences	384,066,345	281,236,713	313,377,864	351,925,194	35,825,808
Annuity and Life Income Payable	19,383,712	4,185,353	1,273,767	22,295,298	2,792,703
Other Long-Term License Payable	9,246,360	2,156,906	4,417,513	6,985,753	4,417,513
Pollution Remediation Payable	32,500	—	22,500	10,000	—
<b>Total Long-Term Liabilities</b>	<b>\$ 4,990,498,085</b>	<b>\$ 1,831,810,856</b>	<b>\$ 1,292,428,932</b>	<b>\$ 5,529,880,009</b>	<b>\$ 295,144,767</b>

**Long-Term Liabilities (cont.)**

The annual requirements for UNC including UNC General Administration, NC School of Science and Mathematics, and UNC Hospitals at Chapel Hill to pay principal and interest on the long-term obligations at June 30, 2016 is presented as follows:

## Annual Requirements

Fiscal Year	Revenue Bonds Payable			Special Indebtedness	
	Principal	Interest	Interest Rate Swaps, Net	Principal	Interest
2017	\$ 121,825,894	\$ 137,491,894	\$ 16,036,525	\$ 4,310,000	\$ 8,198,647
2018	142,410,358	134,232,817	12,951,349	4,755,000	7,917,232
2019	313,356,569	130,042,972	14,133,508	5,605,000	7,739,456
2020	164,553,787	125,048,178	8,604,574	6,150,000	7,543,305
2021	152,108,941	120,759,580	6,593,678	6,530,000	7,315,393
2022-2026	720,878,199	535,109,998	17,939,172	38,425,000	31,952,974
2027-2031	794,367,887	403,762,368	2,939,475	48,130,000	22,509,862
2032-2036	894,825,000	234,991,434	216,154	53,770,000	11,240,178
2037-2041	438,455,000	83,152,373	—	18,290,000	1,325,150
2042-2046	186,380,000	13,604,953	—	—	—
Total Requirements	\$ 3,929,161,635	\$ 1,918,196,567	\$ 79,414,435	\$ 185,965,000	\$ 105,742,197

## Annual Requirements

Fiscal Year	Certificates of Participation		Limited Obligation Bonds		Notes Payable	
	Principal	Interest	Principal	Interest	Principal	Interest
2017	\$ 909,000	\$ 877,187	\$ 385,000	\$ 924,244	\$ 47,249,657	\$ 7,527,236
2018	938,000	843,281	430,000	912,694	19,405,968	7,193,127
2019	972,000	807,714	440,000	899,794	29,144,271	6,574,256
2020	1,012,000	770,224	455,000	885,494	15,747,547	6,056,366
2021	1,051,000	730,790	470,000	870,706	15,846,254	5,568,834
2022-2026	5,549,000	3,000,413	2,630,000	4,073,450	100,451,467	13,980,986
2027-2031	6,144,000	1,853,885	3,245,000	3,460,038	35,535,089	2,400,709
2032-2036	4,195,000	633,669	4,125,000	2,578,750	1,956,984	59,811
2037-2041	825,000	25,438	5,270,000	1,438,750	—	—
2042-2046	—	—	2,490,000	188,250	—	—
Total Requirements	\$ 21,595,000	\$ 9,542,601	\$ 19,940,000	\$ 16,232,170	\$ 265,337,237	\$ 49,361,325

## General Fund, Institutional Trust Fund, and Other Sources and Uses of Funds

Each UNC institution is comprised of multiple legally-separate entities, each with their own sources of funds. A summary of a standard UNC institution is shown below, including the primary sources and uses of funds:



## General Fund: Sources and Uses of Funds

The following is a summary of the UNC General Fund actual expenditures and revenues (including aid to private institutions) for fiscal years 2011-12 to 2015-16.

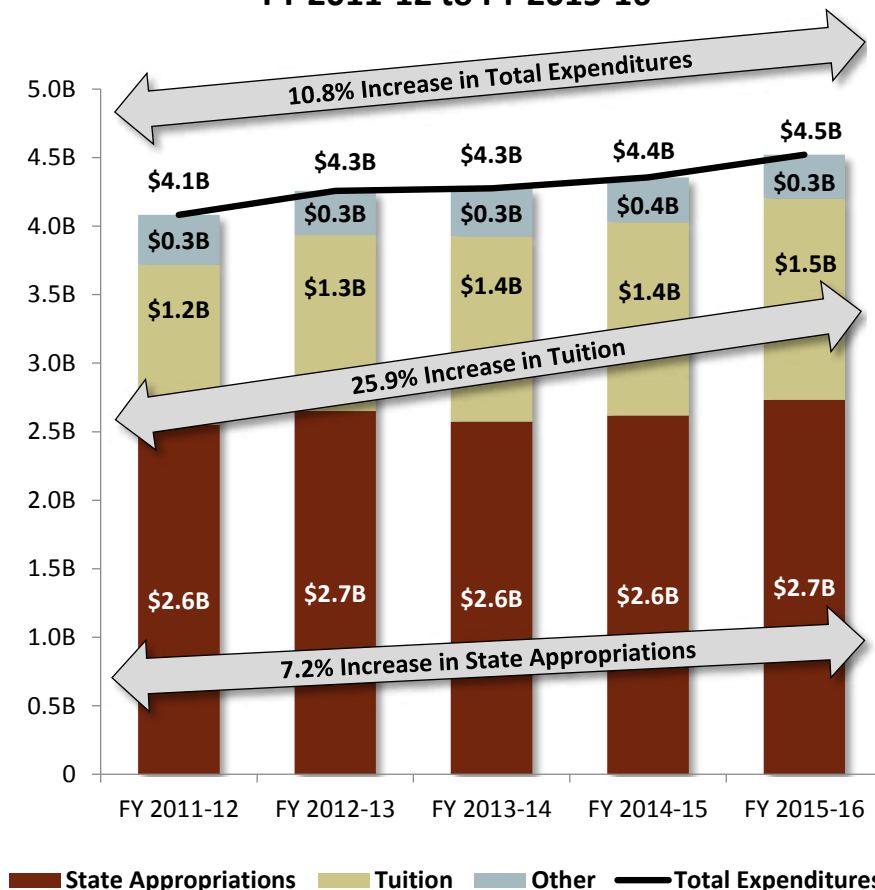
Expenditures	FY 2011-12	FY 2012-13	FY 2013-14	FY 2014-15	FY 2015-16	Five-Year Change	
Personnel	\$2,679,566,032	\$2,788,314,092	\$2,827,568,756	\$2,878,848,515	\$2,959,873,235	\$280,307,203	10%
General Operating	574,124,010	581,437,448	576,275,258	598,163,144	592,442,478	18,318,468	3%
Equip. and Capital	174,642,202	165,343,696	158,167,458	163,840,301	161,046,035	(13,596,167)	-8%
Miscellaneous	35,420,876	33,358,658	31,759,525	30,383,909	36,030,330	609,454	2%
Education Awards	479,455,559	530,359,819	533,816,319	545,435,067	451,404,900	(28,050,659)	-6%
Intragov. Transfers	87,455,775	87,124,554	88,060,326	87,851,395	219,754,338	132,298,563	151%
Carry Forward	51,172,141	70,895,964	59,499,252	50,447,507	100,987,491	49,815,350	97%
<b>Total Expenditures</b>	<b>\$4,081,836,595</b>	<b>\$4,256,834,231</b>	<b>\$4,275,146,894</b>	<b>\$4,354,969,838</b>	<b>\$4,521,538,807</b>	<b>\$439,702,212</b>	<b>11%</b>

### Revenues

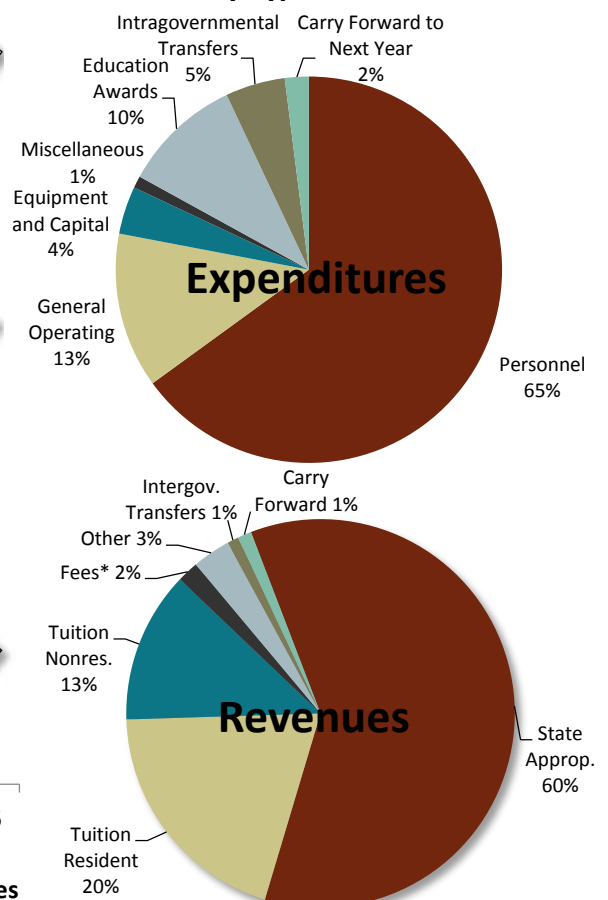
State Appropriation	\$2,550,935,536	\$2,651,847,350	\$2,572,757,241	\$2,617,666,491	\$2,733,406,486	\$182,470,950	7%
Tuition Resident	723,722,839	798,514,731	851,395,677	854,626,001	899,087,745	175,364,906	24%
Tuition Nonresident	443,385,376	483,899,478	502,235,373	557,499,918	570,260,049	126,874,673	29%
Fees*	130,525,470	41,948,877	58,922,032	70,656,325	80,818,344	(49,707,126)	-38%
Other	130,222,820	177,161,233	144,522,315	147,638,307	143,467,783	13,244,963	10%
Intragov. Transfers	97,020,325	52,772,550	71,807,700	43,889,208	42,778,877	(54,241,448)	-56%
Carry Forward	6,024,229	50,690,012	73,506,556	62,993,588	51,719,523	45,695,294	759%
<b>Total Revenues</b>	<b>\$4,081,836,595</b>	<b>\$4,256,834,231</b>	<b>\$4,275,146,894</b>	<b>\$4,354,969,838</b>	<b>\$4,521,538,807</b>	<b>\$439,702,212</b>	<b>11%</b>

\* S.L. 2012-142, Section 9.9 permitted all student fees to be budgeted in Institutional Trust Funds, rather than the General Fund.

### General Fund Expenditures and Revenues FY 2011-12 to FY 2015-16

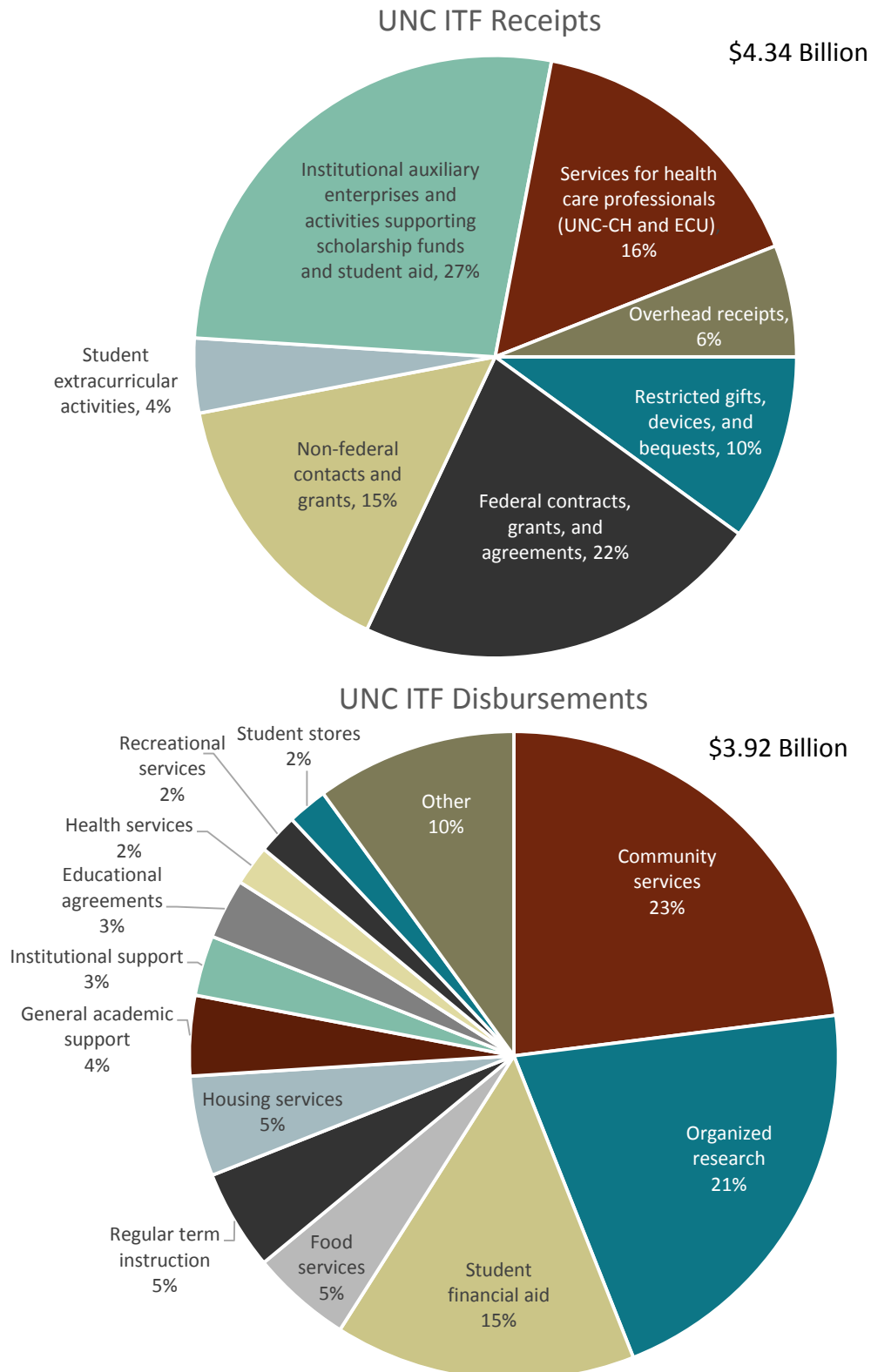


### General Fund Expenditures and Revenues by Type FY 2015-16



## Trust Fund: Sources and Uses of Funds

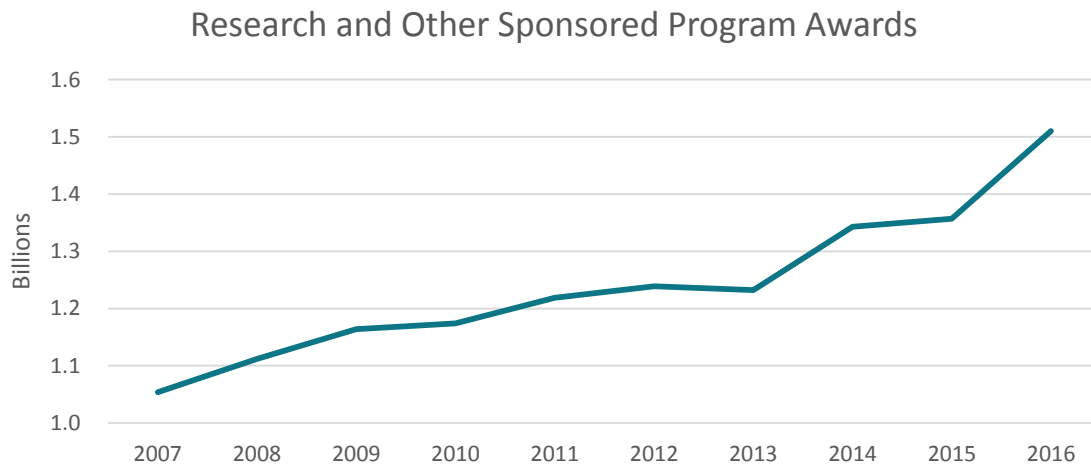
Institutional trust funds (see General Statute §116-36.1) sources and uses are as follows:



UNC Hospitals at Chapel Hill is not reflected in the above graphs.

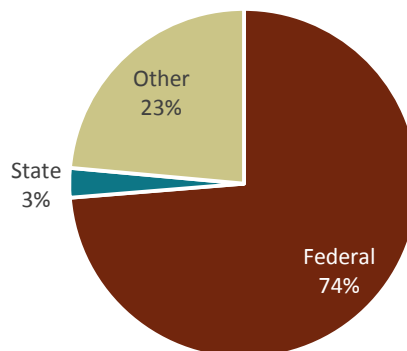
## F&A Receipts and Expenditures

Facilities and Administrative (F&A) receipts are the overhead receipts reported in institutional trust funds. Research and other sponsored program awards to the 16 UNC campuses and the NC School of Science and Mathematics totaled nearly \$1.51 billion for FY 2015-16.



In 2015-16, UNC earned a total of \$243.9 million in facilities and administrative receipts.

### F&A Receipts by Source

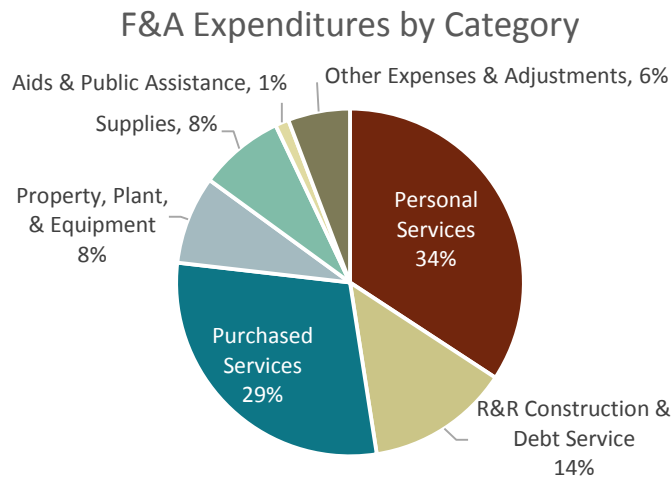


Consistent with their research missions, the two major research universities, North Carolina State University (20.2%) and UNC-Chapel Hill (68.3%), accounted for 88.5 percent of the University-wide total.

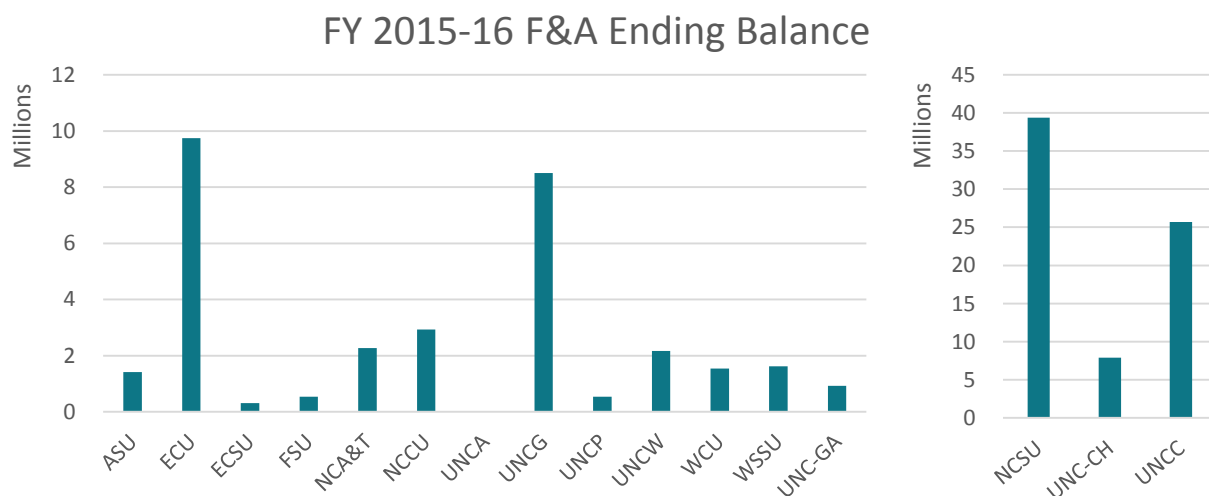
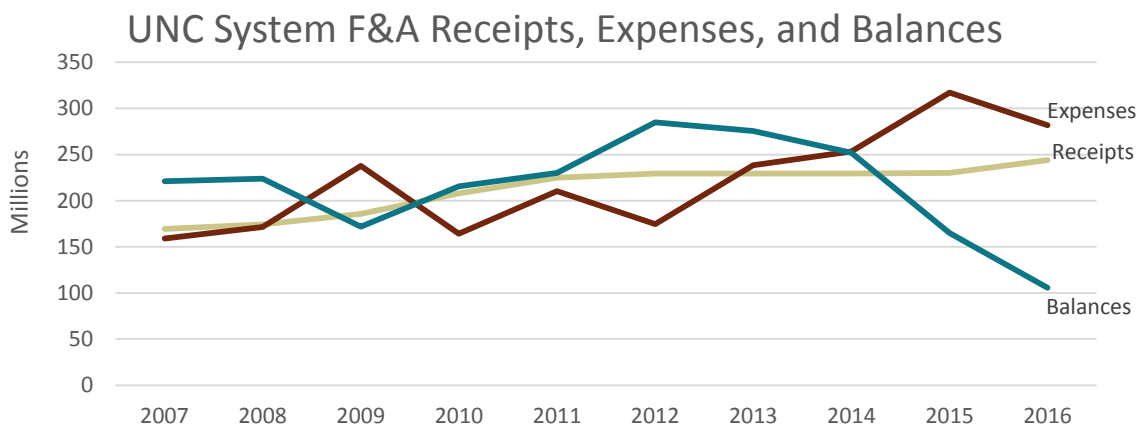


## F&A Receipts and Expenditures (cont.)

In 2015-16, UNC expended a total of \$281.8 million of these facilities and administrative receipts.

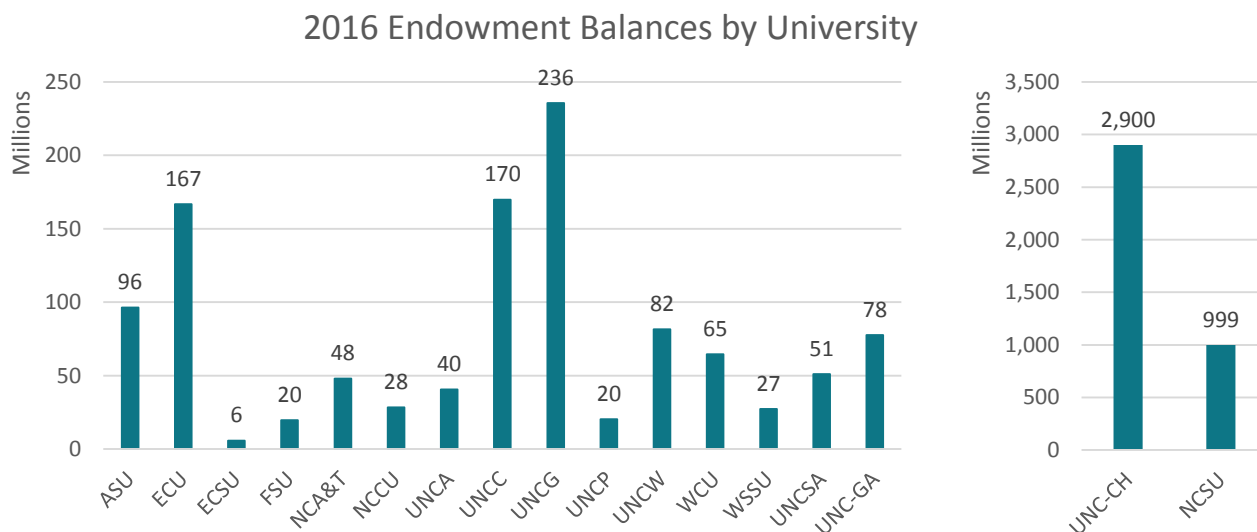
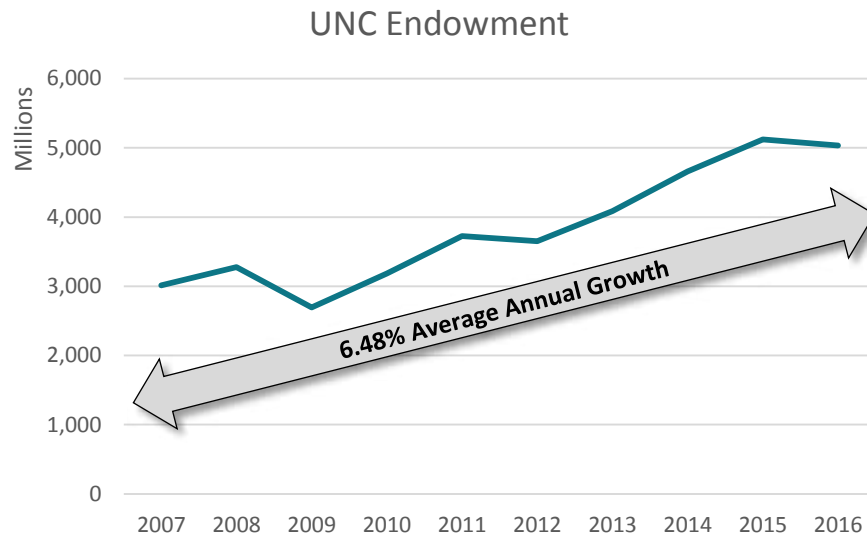


F&A receipts have steadily increased over the last ten years. F&A receipts on hand as of June 30, 2016 have decreased in recent years.



## UNC Endowment Funds

Endowment funds may be accounted for in both Institutional Trust Funds or Foundations and Associated Entities based on the nature of the gift and the institutional control over the foundation. Endowment funds within UNC have increased 67.12% in the last 10 years.



NC School of Science and Mathematics and UNC Hospitals at Chapel Hill are excluded from the above graphs as they do not submit IPEDS data.



**Consolidated and Side-By-Side Financial Statements  
with Reconciliation**

# The University of North Carolina

## Statement of Net Position

June 30, 2016

	UNC Campuses and General Administration	UNC Hospitals at Chapel Hill
<b>Assets</b>		
Current Assets:		
Cash and cash equivalents	\$ 1,252,005,688	\$ 190,080,877
Restricted cash and cash equivalents	626,650,226	1,724,444
Short-term investments	708,033,939	—
Restricted short-term investments	148,358,145	—
Receivables, net	519,841,509	246,727,237
Due from State of NC component units	29,432,977	150,374,185
Due from University component units	253,524	—
Due from primary government	8,298,542	6,601,832
Estimated third party settlements	—	11,378,212
Notes receivable, net	18,041,599	9,144,479
Inventories	58,906,150	45,913,341
Prepaid items	13,030,705	16,494,171
Other assets	11,089,943	—
<i>Total Current Assets</i>	<u>3,393,942,947</u>	<u>678,438,778</u>
Noncurrent Assets:		
Restricted cash and cash equivalents	726,437,142	124,726,053
Receivables, Net	37,839,310	863,268
Endowment investments	2,695,315,427	—
Restricted investments	1,404,874,872	123,316,350
Other investments	149,300,743	—
Investments designated for capital projects	—	358,417,708
Investment in joint venture	12,886,423	—
Cash surrender value of life insurance policies	58,761	—
Investments in Affiliates	—	11,106,486
Due from State of NC component units	—	2,568,240
Restricted due from primary government	334,009	—
Advanced deposits with LITF	—	6,285,896
Start-up cost, net	—	390,423
Notes receivable, net	89,964,105	41,886,337
Prepaid items	1,867,696	—
Capital assets, nondepreciable	848,181,010	75,132,956
Capital assets, depreciable	10,400,152,904	691,200,479
<i>Total Noncurrent Assets</i>	<u>16,367,212,402</u>	<u>1,435,894,196</u>
<b>Total Assets</b>	<u>19,761,155,349</u>	<u>2,114,332,974</u>
<b>Deferred Outflows of Resources</b>		
Accumulated decrease in fair value of hedging derivatives	164,459,509	19,422,898
Deferred loss on refunding	49,579,249	8,993,613
Deferred outflows related to pensions	159,345,968	53,503,421
<b>Total Deferred Outflows of Resources</b>	<u>373,384,726</u>	<u>81,919,932</u>

**Statement of Net Position**

June 30, 2016

	UNC Campuses and General Administration	UNC Hospitals at Chapel Hill
<b>Liabilities</b>		
Current Liabilities:		
Accounts payable and accrued liabilities	309,025,506	88,758,504
Accrued salaries and benefits	—	48,058,048
Estimated third party settlements	—	80,382,478
Due to State of NC component units	23,277,102	57,738,483
Due to primary government	7,917,440	12,830,277
Due to patients or third parties	—	15,734,652
Obligations under reverse repurchase agreements	15,255,000	—
Short-term debt	73,100,000	—
Interest payable	40,423,237	969,789
Deposits payable	9,539,421	—
Funds held for others	70,325,012	—
Unearned revenue	168,808,698	—
Long-term liabilities - current portion	261,229,436	33,915,331
<i>Total Current Liabilities</i>	<u>978,900,852</u>	<u>338,387,562</u>
Noncurrent Liabilities:		
Accounts payable and accrued liabilities	3,332,333	—
Estimated third party settlements	—	81,089,108
Hedging derivatives liability	164,459,509	19,422,898
Unearned revenue	75,436,487	—
Deposits payable	3,711,692	—
Funds held for others	58,683,349	—
Funds held in trust for pool participants	1,450,419,055	—
U.S. government grants refundable	79,831,311	—
Long-term liabilities - noncurrent portion	4,824,020,563	410,714,679
<i>Total Noncurrent Liabilities</i>	<u>6,659,894,299</u>	<u>511,226,685</u>
<b>Total Liabilities</b>	<u>7,638,795,151</u>	<u>849,614,247</u>
<b>Deferred Inflows of Resources</b>		
Deferred gain on refunding	167,549	—
Deferred inflows related to pensions	97,847,265	34,922,046
Deferred revenue, split interest trust agreements	161,046	—
Other deferred inflows	989,752	—
<b>Total Deferred Inflows of Resources</b>	<u>99,165,612</u>	<u>34,922,046</u>

# The University of North Carolina

## Statement of Net Position

June 30, 2016

	UNC Campuses and General Administration	UNC Hospitals at Chapel Hill
<b>Net Position</b>		
Net investment in capital assets	7,142,960,717	574,580,319
Nonexpendable:		
Scholarships and fellowships	379,354,269	—
Research	23,478,564	—
Endowed professorships	644,803,443	—
Departmental uses	216,630,242	—
Loans	39,604,476	—
Art	1,521,282	—
Other	71,676,489	—
Expendable:		
Scholarships and fellowships	344,818,517	—
Research	35,715,761	—
Endowed professorships	571,605,406	—
Departmental uses	535,226,743	—
Loans	3,700,883	—
Capital projects	364,038,623	—
Debt service	131,363,519	—
Art	772,522	—
Other	77,700,868	—
Restricted for specific programs	1,006,818	—
Operations and maintenance	1,872,433	—
Maintenance reserve fund	—	248,042,403
Liability Insurance Trust Fund	—	6,285,896
Trust fund donations	—	414,024
Unrestricted net position	1,808,727,737	482,393,971
<b>Total Net Position</b>	<b>\$ 12,396,579,312</b>	<b>\$ 1,311,716,613</b>

# The University of North Carolina

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

For the fiscal year ended June 30, 2016

	UNC Campuses and General Administration	UNC Hospitals at Chapel Hill
<b>Operating Revenues</b>		
Student tuition & fees, net	\$ 1,668,862,276	\$ —
Patient services, net	621,334,896	1,551,326,267
Federal appropriations	21,801,135	—
Federal grants and contracts	891,626,614	—
State and local grants and contracts	84,722,178	—
Nongovernmental grants and contracts	274,489,652	—
Sales and services, net	1,175,329,158	—
Interest earnings on loans	2,200,746	—
Other operating revenues, net	56,657,403	39,079,109
<i>Total Operating Revenues</i>	<u>4,797,024,058</u>	<u>1,590,405,376</u>
<b>Operating Expenses</b>		
Salaries and benefits	4,684,337,713	581,746,106
Supplies and materials	644,961,306	64,389,701
Medical and surgical supplies	—	344,883,927
Services	1,570,310,383	275,804,098
Scholarships and fellowships	411,073,132	—
Medical malpractice cost	—	4,348,331
Utilities	206,098,947	22,165,190
Depreciation/ amortization	399,477,991	66,806,623
<i>Total Operating Expenses</i>	<u>7,916,259,472</u>	<u>1,360,143,976</u>
<b>Operating Loss</b>	<u>(3,119,235,414)</u>	<u>230,261,400</u>
<b>Nonoperating Revenues/ (Expenses)</b>		
State appropriations	2,733,406,486	—
Noncapital grants - student financial aid	436,577,650	—
Noncapital grants	180,743,005	—
Noncapital gifts, net	266,804,444	1,080,719
Interest and fees on debt	(164,561,036)	(8,520,576)
Investment loss	(56,490,599)	(6,175,873)
Grants, aid and subsidies	(218,023,163)	—
Federal interest subsidy on debt	7,573,222	722,533
Loss on disposal of capital assets	—	(91,319)
Other nonoperating revenues	28,990,231	19,491
Other nonoperating expenses	(19,994,532)	—
Grant to Union Square Campus, Inc.	(1,000,000)	—
<i>Total Nonoperating Revenues/ (Expenses)</i>	<u>3,194,025,708</u>	<u>(12,965,025)</u>
<b>Income/(Loss) Before Transfers and Other Items</b>	<u>74,790,294</u>	<u>217,296,375</u>
Capital appropriations	53,362,709	—
Capital grants	19,792,208	—
Capital gifts	24,512,686	—
Additions to endowments	39,278,368	—
Health care system assessments	—	(129,713,445)
Special item	1,234,725	—
<b>Change in Net Position</b>	<u>212,970,990</u>	<u>87,582,930</u>
Net position - July 1, as restated	<u>12,183,608,322</u>	<u>1,224,133,683</u>
<b>Net Position - June 30</b>	<u>\$ 12,396,579,312</u>	<u>\$ 1,311,716,613</u>

# The University of North Carolina

## Statement of Cash Flows

For the fiscal year ended June 30, 2016

	UNC Campuses and General Administration	UNC Hospitals at Chapel Hill
<b>Cash Flows From Operating Activities</b>		
Received from customers	\$ 4,902,477,253	\$ 1,628,912,780
Payments to employees and fringe benefits	(4,826,219,923)	(669,137,575)
Payments to vendors and suppliers	(2,564,534,358)	(646,947,817)
Payments for scholarships and fellowships	(410,871,800)	—
Loans issued	(14,181,593)	—
Collection of loans	14,811,653	—
Interest earned on loans	2,731,222	—
Student deposits received	6,910,143	—
Student deposits returned	(6,414,844)	—
Payments for medical malpractice	—	(82,801)
Other receipts	27,012,604	46,508,419
Other payments	(58,754,575)	—
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>(2,927,034,218)</b>	<b>359,253,006</b>
<b>Cash Flows From Noncapital Financing Activities</b>		
State appropriations	2,733,406,486	—
Noncapital grants - student financial aid	436,922,704	—
Noncapital grants	229,544,325	—
Noncapital gifts	276,153,285	1,080,719
Additions to endowments	46,480,367	—
William D. Ford Direct Lending receipts	1,195,632,888	—
William D. Ford Direct Lending disbursements	(1,201,005,801)	—
Related activity agency receipts	1,503,760,876	—
Related activity agency disbursements	(1,297,476,009)	—
External participation in investment fund receipts	26,098,700	—
External participation in investment fund disbursements	(16,204,870)	—
Proceeds from Hofmann Forest timber deed	76,976,007	—
Grants, aid, and subsidies	(274,581,502)	—
Health care system assessments	—	(129,713,445)
Principal paid on revenue bonds	—	(1,224,000)
Interest and fees paid on revenue bonds	—	(358,747)
Receipts from UNCHCS for School of Medicine	50,128,276	—
Other receipts	7,930,453	—
Other payments	(1,210,774)	—
Grant to Union Square Campus, Inc.	(1,000,000)	—
<b>Net Cash Provided (Used) by Noncapital Financing Activities</b>	<b>3,791,555,411</b>	<b>(130,215,473)</b>
<b>Cash Flows from Capital Financing and Related Financing Activities</b>		
Proceeds from capital debt	1,092,567,068	—
Capital appropriations	50,580,588	—
Capital grants	23,223,204	—
Capital gifts	7,483,251	—
Proceeds from sale of capital assets	2,956,440	10,070,438
Acquisition and construction of capital assets	(524,945,619)	(60,543,190)
Principal paid on capital debt and leases	(844,557,982)	(15,140,915)
Interest and fees paid on capital debt and leases	(165,395,749)	(7,740,184)
Federal interest subsidy on debt received	7,576,817	722,533
Other receipts	401,535	—
Other payments	(1,133,188)	—
<b>Net Cash Used by Capital Financing and Related Financing Activities</b>	<b>(351,243,635)</b>	<b>(72,631,318)</b>



# The University of North Carolina

## Statement of Cash Flows

For the fiscal year ended June 30, 2016

	UNC Campuses and General Administration	UNC Hospitals at Chapel Hill
<b>Cash Flows From Investing Activities</b>		
Proceeds from sales and maturities of investments	3,403,830,143	—
Investment income	91,471,166	3,478,402
Investment in joint ventures	(3,986,840)	—
Purchase of investments and related fees	(3,462,655,289)	—
Change in obligations under reverse repurchase agreements	2,879,000	—
Investments in and loans to affiliated enterprises	—	(10,842,714)
<b>Net Cash Provided (Used) by Investing Activities</b>	<b>31,538,180</b>	<b>(7,364,312)</b>
<b>Net Increase in Cash and Cash Equivalents</b>	<b>544,815,738</b>	<b>149,041,903</b>
Cash and cash equivalents - July 1	2,060,277,318	167,489,471
<b>Cash and Cash Equivalents - June 30</b>	<b>\$ 2,605,093,056</b>	<b>\$ 316,531,374</b>

# The University of North Carolina

## Statement of Cash Flows

For the fiscal year ended June 30, 2016

	UNC Campuses and General Administration	UNC Hospitals at Chapel Hill
<b>Reconciliation of Net Operating Income to Net Cash Provided (Used) by Operating Activities</b>		
Operating income (loss)	\$ (3,116,890,524)	\$ 230,261,400
Adjustments to reconcile operating income (loss) to provided (used) by operating activities:		
Depreciation/ amortization expense	399,477,991	66,806,623
Allowance, write-offs, and amortizations	11,703,527	—
Miscellaneous pension adjustments	(73,599)	50,029
Pension expense	40,648,162	13,837,446
Nonoperating other income	1,355,448	—
Nonoperating other expenses	577,155	—
Changes in assets, deferred outflows of resources, liabilities, and deferred inflows of resources:		
Receivables, net	29,060,857	(29,584,304)
Due from primary government	9,468,660	(1,387,345)
Due from University component units	472,266	—
Due from State of NC component units	613,403	(35,629,925)
Estimated third party settlements	—	99,498,171
Student loan principal repayments	243,163	—
Student loans issued	(227,390)	—
Inventories	(4,601,497)	(9,628,818)
Notes receivable, net	(3,612,411)	—
Prepaid items	(8,509,103)	45,649,626
Other assets	(6,831,814)	—
Advanced deposits with Liability Insurance Trust Fund	—	4,265,530
Accounts payable and accrued liabilities	(132,779,794)	16,970,840
Accrued salaries and benefits	—	(17,903,188)
Due to primary government	(3,503,200)	4,812,073
Due to State of NC component units	(236,411)	7,303,451
Due to Federal agencies	(487)	—
Due to patients and third parties	—	6,592,632
Funds held for others	444,310	—
Unearned revenue	38,347,086	—
Deferred outflows for contributions subsequent to the measurement date	(147,465,896)	(46,286,571)
Government grants refundable	(168,869)	—
Compensated absences	(35,766,487)	3,625,336
Deposits payable	1,221,236	—
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>\$ (2,927,034,218)</b>	<b>\$ 359,253,006</b>
<b>Reconciliation of Cash and Cash Equivalents</b>		
Current Assets:		
Cash and cash equivalents	\$ 1,252,005,688	\$ 190,080,877
Restricted cash and cash equivalents	626,650,226	1,724,444
Noncurrent Assets:		
Restricted cash and cash equivalents	726,437,142	124,726,053
<b>Total Cash and Cash Equivalents – June 30</b>	<b>\$ 2,605,093,056</b>	<b>\$ 316,531,374</b>

# The University of North Carolina

## Statement of Cash Flows

For the fiscal year ended June 30, 2016

	UNC Campuses and General Administration	UNC Hospitals at Chapel Hill
<b>Noncash Investing, Capital, and Financing Activities</b>		
Assets acquired through the assumption of a liability	\$ 18,887,995	\$ 1,269,735
Assets acquired through the assumption of a capital lease	603,788	—
Assets acquired through a gift	19,900,054	—
Assets acquired through a service contract	1,416,649	—
Change in fair value of investments	(149,430,042)	(8,533,984)
Reinvested distributions	2,031,236	—
Loss on investment in joint ventures	(3,245,859)	—
Loss on disposal of capital assets	(21,010,230)	(91,319)
Funds used to payoff notes payable	9,446,803	—
Bond issuance cost withheld	(2,550,726)	—
Funds escrowed to defease debt	228,952,105	—
Amortization of bond premiums/ discounts and deferred loss on refunding	(4,969,996)	—
Increase in receivables related to nonoperating income	2,706,305	—
Decrease in receivables related to nonoperating income	(1,658,869)	—
Increase in receivables related to the sale of capital assets	—	18,850,510
Payments made on behalf of the University	(7,033,752)	—
Amortization of other deferred inflow	(49,695)	—

# The University of North Carolina

## Statement of Net Position

June 30, 2016

	Appalachian State University	East Carolina University	Elizabeth City State University	Fayetteville State University	North Carolina A&T University	North Carolina Central University	North Carolina State University	UNC Asheville	UNC Chapel Hill
<b>Assets</b>									
Current Assets:									
Cash and cash equivalents	\$ 72,261,141	\$ 226,647,830	\$ 8,764,775	\$ 10,251,489	\$ 54,239,486	\$ 23,922,587	\$ 209,752,180	\$ 18,675,668	\$ 37,135,456
Restricted cash and cash equivalents	6,057,862	41,642,320	3,423,564	6,385,729	16,983,220	7,801,053	101,792,199	1,544,699	320,927,017
Short-term investments	—	—	—	—	—	—	—	—	706,683,781
Restricted short-term investments	—	—	—	—	195,753	1,233,711	—	160,348	135,382,220
Receivables, net	7,423,193	50,982,723	1,916,911	3,772,713	9,274,147	7,999,083	72,890,879	888,603	324,422,439
Due from State of NC component units	—	1,638,413	938,981	—	—	—	2,614,871	—	24,240,712
Due from University component units	—	—	—	—	—	48,907	—	—	—
Due from primary government	—	—	—	49,432	—	—	6,883,419	—	1,365,691
Notes receivable, net	638,233	1,805,437	66,124	667,163	190,918	188,156	3,144,329	596,409	6,756,172
Inventories	12,353,897	6,011,407	98,277	125,460	574,304	710,545	5,927,680	274,165	23,745,512
Prepaid items	—	—	584,514	—	538,541	—	—	—	—
Other assets	655,629	4,796,639	—	—	—	—	—	—	5,637,675
<i>Total Current Assets</i>	<i>99,389,955</i>	<i>333,524,769</i>	<i>15,793,146</i>	<i>21,251,986</i>	<i>81,996,369</i>	<i>41,904,042</i>	<i>403,005,557</i>	<i>22,139,892</i>	<i>1,586,296,675</i>
Noncurrent Assets:									
Restricted cash and cash equivalents	7,284,264	175,751,766	6,839,963	5,736,701	72,626,786	3,127,857	176,042,224	1,612,897	140,808,969
Receivables, Net	—	3,844,720	—	626,612	—	—	—	—	30,650,342
Endowment investments	14,013,649	42,855,704	5,824,220	14,233,322	40,778,417	27,340,340	209,047,256	13,099,371	1,745,046,912
Restricted investments	6,678,065	309,756	4,175,785	23,833	2,104	—	198,784,761	—	2,180,915,329
Other investments	6,429,084	—	47,100	475,922	—	—	114,747,421	—	23,747,732
Investment in joint venture	—	1,601,450	—	—	—	—	—	—	11,284,973
Cash surrender value									
of life insurance policies	—	—	—	—	—	—	—	—	—
Restricted due from primary government	—	—	—	5,121	—	1,232	—	—	327,656
Notes receivable, net	3,383,774	9,077,996	136,927	1,248,118	628,236	2,237,906	7,950,554	424,418	47,060,384
Prepaid items	—	125,715	586,181	—	—	—	—	—	—
Capital assets, nondepreciable	53,305,750	111,650,985	4,822,600	2,143,729	40,198,613	8,424,831	124,372,655	10,060,363	246,789,545
Capital assets, depreciable	537,501,387	878,332,417	139,328,495	182,289,026	299,516,503	262,036,147	1,900,955,636	181,076,667	2,852,998,614
<i>Total Noncurrent Assets</i>	<i>628,595,973</i>	<i>1,223,550,509</i>	<i>161,761,271</i>	<i>206,782,384</i>	<i>453,750,659</i>	<i>303,168,313</i>	<i>2,731,900,507</i>	<i>206,273,716</i>	<i>7,279,630,456</i>
<b>Total Assets</b>	<b>727,985,928</b>	<b>1,557,075,278</b>	<b>177,554,417</b>	<b>228,034,370</b>	<b>535,747,028</b>	<b>345,072,355</b>	<b>3,134,906,064</b>	<b>228,413,608</b>	<b>8,865,927,131</b>
<b>Deferred Outflows of Resources</b>									
Accumulated decrease in									
fair value of hedging derivatives	—	—	—	476,332	—	1,307,911	13,837,267	—	146,643,409
Deferred loss on refunding	8,350,062	3,729,051	167,541	—	336,601	7,146,207	—	390,601	12,519,357
Deferred outflows related to pensions	9,129,019	19,709,592	1,559,433	2,890,664	6,077,364	4,983,617	31,284,957	2,139,833	44,177,453
<b>Total Deferred Outflows of Resources</b>	<b>17,479,081</b>	<b>23,438,643</b>	<b>1,726,974</b>	<b>3,366,996</b>	<b>6,413,965</b>	<b>13,437,735</b>	<b>45,122,224</b>	<b>2,530,434</b>	<b>203,340,219</b>

# The University of North Carolina

## Statement of Net Position

June 30, 2016

	UNC Charlotte	UNC General Administration	UNC Greensboro	UNC Pembroke	UNC School of the Arts	UNC Wilmington	Western Carolina University	Winston-Salem State University	NC School of Science and Math	Total
<b>Assets</b>										
Current Assets:										
Cash and cash equivalents	\$ 233,403,635	\$ 8,072,903	\$ 105,535,829	\$ 10,747,860	\$ 21,475,922	\$ 116,886,777	\$ 83,896,597	\$ 9,961,564	\$ 373,989	\$1,252,005,688
Restricted cash and cash equivalents	23,613,255	20,604,864	28,731,445	2,616,229	3,639,123	18,438,230	16,512,588	5,741,957	194,872	626,650,226
Short-term investments	446,004	—	904,154	—	—	—	—	—	—	708,033,939
Restricted short-term investments	—	—	8,712,211	2,655,361	—	—	—	18,541	—	148,358,145
Receivables, net	11,797,121	5,232,807	8,344,622	2,035,597	75,686	5,407,501	3,675,337	3,697,060	5,087	519,841,509
Due from State of NC component units	—	—	—	—	—	—	—	—	—	29,432,977
Due from University component units	—	—	—	—	91,049	—	—	—	113,568	253,524
Due from primary government	—	—	—	—	—	—	—	—	—	8,298,542
Notes receivable, net	845,499	—	1,511,702	31,730	84,047	436,647	1,049,541	29,492	—	18,041,599
Inventories	301,857	44,912	404,671	2,230,460	174,832	303,555	5,382,492	204,078	38,046	58,906,150
Prepaid items	9,325,849	2,479,959	—	—	—	319	101,219	—	304	13,030,705
Other assets	—	—	—	—	—	—	—	—	—	11,089,943
<i>Total Current Assets</i>	<i>279,733,220</i>	<i>36,435,445</i>	<i>154,144,634</i>	<i>20,317,237</i>	<i>25,540,659</i>	<i>141,473,029</i>	<i>110,617,774</i>	<i>19,652,692</i>	<i>725,866</i>	<i>3,393,942,947</i>
Noncurrent Assets:										
Restricted cash and cash equivalents	63,618,927	3,622,899	10,672,118	6,987,961	2,953,136	10,724,258	25,757,837	6,603,629	5,664,950	726,437,142
Receivables, Net	—	—	1,617,810	429,073	—	662,785	7,968	—	—	37,839,310
Endowment investments	73,209,897	67,718,384	235,618,517	20,435,292	18,613,774	77,532,312	62,589,082	27,358,978	—	2,695,315,427
Restricted investments	10,694,174	9,915,207	—	1,506,382	97,859	—	1,394,079	192	37,775	2,414,535,301
Other investments	37,646	—	3,798,338	—	—	—	17,500	—	—	149,300,743
Investment in joint venture	—	—	—	—	—	—	—	—	—	12,886,423
Cash surrender value										
of life insurance policies	—	—	—	58,761	—	—	—	—	—	58,761
Restricted due from primary government	—	—	—	—	—	—	—	—	—	334,009
Notes receivable, net	5,286,745	—	3,619,738	359,685	329,544	3,576,204	4,199,137	444,739	—	89,964,105
Prepaid items	—	—	—	—	—	991,416	164,384	—	—	1,867,696
Capital assets, nondepreciable	90,898,079	1,051,482	78,800,189	5,882,247	6,653,447	19,342,137	23,199,318	14,991,599	5,593,441	848,181,010
Capital assets, depreciable	1,148,362,469	35,508,346	638,235,793	162,210,876	117,960,087	480,939,400	358,359,831	187,453,279	37,087,931	10,400,152,904
<i>Total Noncurrent Assets</i>	<i>1,392,107,937</i>	<i>117,816,318</i>	<i>972,362,503</i>	<i>197,870,277</i>	<i>146,607,847</i>	<i>593,768,512</i>	<i>475,689,136</i>	<i>236,852,416</i>	<i>48,384,097</i>	<i>17,376,872,831</i>
<b>Total Assets</b>	<b>1,671,841,157</b>	<b>154,251,763</b>	<b>1,126,507,137</b>	<b>218,187,514</b>	<b>172,148,506</b>	<b>735,241,541</b>	<b>586,306,910</b>	<b>256,505,108</b>	<b>49,109,963</b>	<b>20,770,815,778</b>
<b>Deferred Outflows of Resources</b>										
Accumulated decrease in										
fair value of hedging derivatives	—	—	—	2,194,590	—	—	—	—	—	164,459,509
Deferred loss on refunding	3,809,597	—	4,583,446	—	—	3,132,155	5,414,631	—	—	49,579,249
Deferred outflows related to pensions	10,237,971	1,915,210	6,794,463	2,448,319	1,274,146	4,904,056	5,101,429	3,524,806	1,193,636	159,345,968
<b>Total Deferred Outflows of Resources</b>	<b>14,047,568</b>	<b>1,915,210</b>	<b>11,377,909</b>	<b>4,642,909</b>	<b>1,274,146</b>	<b>8,036,211</b>	<b>10,516,060</b>	<b>3,524,806</b>	<b>1,193,636</b>	<b>373,384,726</b>

# The University of North Carolina

## Statement of Net Position

June 30, 2016

	Appalachian State University	East Carolina University	Elizabeth City State University	Fayetteville State University	North Carolina A&T University	North Carolina Central University	North Carolina State University	UNC Asheville	UNC Chapel Hill
<b>Liabilities</b>									
Current Liabilities:									
Accounts payable and accrued liabilities	8,746,266	36,226,346	2,425,804	2,564,801	6,366,846	3,992,377	45,594,682	2,071,983	159,780,911
Due to State of NC component units	—	26,618	—	—	—	—	514,053	—	22,736,431
Due to primary government	45,386	29,051	25,347	9,239	49,149	21,892	7,671,671	13,819	—
Obligations under reverse repurchase agreements	—	—	—	—	—	—	—	—	15,255,000
Short-term debt	—	—	—	—	—	—	40,100,000	—	33,000,000
Interest payable	2,821,485	3,504,677	373,171	530,348	1,068,039	412,232	4,347,678	244,400	13,529,890
Deposits payable	—	1,446,197	—	—	—	—	—	—	5,775,592
Funds held for others	436,356	42,783	—	—	—	48,907	—	1,740	65,135,361
Unearned revenue	8,856,340	18,696,993	481,235	1,156,296	3,021,435	3,761,903	42,255,442	1,274,143	46,652,378
Long-term liabilities - current portion	15,641,345	13,616,926	1,463,066	2,098,412	3,925,838	2,970,490	20,551,578	3,020,981	140,514,221
<i>Total Current Liabilities</i>	<i>36,547,178</i>	<i>73,589,591</i>	<i>4,768,623</i>	<i>6,359,096</i>	<i>14,431,307</i>	<i>11,207,801</i>	<i>161,035,104</i>	<i>6,627,066</i>	<i>502,379,784</i>
Noncurrent Liabilities:									
Accounts payable and accrued liabilities	254,628	—	—	—	—	—	—	—	—
Hedging derivatives liability	—	—	—	476,332	—	1,307,911	13,837,267	—	146,643,409
Unearned revenue	—	—	—	—	—	—	75,436,487	—	—
Deposits payable	221,933	—	—	—	—	400	2,834,127	38,879	—
Funds held for others	423,502	6,629,423	134,107	432,429	233,044	1,105,766	30,873,700	174,366	—
Funds held in trust for pool participants	—	—	—	—	—	—	199,492,467	—	2,246,756,990
U.S. government grants refundable	3,947,563	12,024,969	649,171	1,678,588	885,623	1,933,248	5,026,290	1,164,081	31,543,252
Long-term liabilities - noncurrent portion	266,672,966	436,243,743	37,012,033	74,000,545	134,466,693	108,691,584	682,735,164	49,610,963	1,527,449,714
<i>Total Noncurrent Liabilities</i>	<i>271,520,592</i>	<i>454,898,135</i>	<i>37,795,311</i>	<i>76,587,894</i>	<i>135,585,360</i>	<i>113,038,909</i>	<i>1,010,235,502</i>	<i>50,988,289</i>	<i>3,952,393,365</i>
<b>Total Liabilities</b>	<b>308,067,770</b>	<b>528,487,726</b>	<b>42,563,934</b>	<b>82,946,990</b>	<b>150,016,667</b>	<b>124,246,710</b>	<b>1,171,270,606</b>	<b>57,615,355</b>	<b>4,454,773,149</b>
<b>Deferred Inflows of Resources</b>									
Deferred gain on refunding	—	—	—	—	—	—	—	137,478	—
Deferred inflows related to pensions	4,739,484	11,816,974	2,767,452	1,929,988	3,266,930	3,798,870	17,506,004	966,701	28,358,552
Deferred revenue, split interest trust agreements	—	—	—	—	—	—	—	—	—
Other deferred inflows	—	—	—	—	—	—	—	—	—
<b>Total Deferred Inflows of Resources</b>	<b>4,739,484</b>	<b>11,816,974</b>	<b>2,767,452</b>	<b>1,929,988</b>	<b>3,266,930</b>	<b>3,798,870</b>	<b>17,506,004</b>	<b>1,104,179</b>	<b>28,358,552</b>

# The University of North Carolina

## Statement of Net Position

June 30, 2016

	UNC Charlotte	UNC General Administration	UNC Greensboro	UNC Pembroke	UNC School of the Arts	UNC Wilmington	Western Carolina University	Winston-Salem State University	NC School of Science and Math	Total
<b>Liabilities</b>										
Current Liabilities:										
Accounts payable and accrued liabilities	12,681,760	3,139,508	10,399,112	1,911,362	1,382,736	3,958,589	4,828,054	2,564,037	390,332	309,025,506
Due to State of NC component units	—	—	—	—	—	—	—	—	—	23,277,102
Due to primary government	—	16,300	6,381	—	13,628	—	15,577	—	—	7,917,440
Obligations under reverse repurchase agreements	—	—	—	—	—	—	—	—	—	15,255,000
Short-term debt	—	—	—	—	—	—	—	—	—	73,100,000
Interest payable	5,999,282	903	3,406,783	779,936	15,591	1,912,968	847,824	626,921	1,109	40,423,237
Deposits payable	1,521,025	—	768,110	—	—	28,497	—	—	—	9,539,421
Funds held for others	800	4,569,828	52,044	—	—	—	—	—	37,193	70,325,012
Unearned revenue	7,118,199	7,226,722	5,335,658	242,845	2,011,794	8,340,515	7,622,002	4,361,667	393,131	168,808,698
Long-term liabilities - current portion	18,235,104	195,971	13,090,104	3,522,773	749,157	11,105,420	5,458,459	4,822,058	247,533	261,229,436
<i>Total Current Liabilities</i>	<i>45,556,170</i>	<i>15,149,232</i>	<i>33,058,192</i>	<i>6,456,916</i>	<i>4,172,906</i>	<i>25,345,989</i>	<i>18,771,916</i>	<i>12,374,683</i>	<i>1,069,298</i>	<i>978,900,852</i>
Noncurrent Liabilities:										
Accounts payable and accrued liabilities	—	—	3,077,705	—	—	—	—	—	—	3,332,333
Hedging derivatives liability	—	—	—	2,194,590	—	—	—	—	—	164,459,509
Unearned revenue	—	—	—	—	—	—	—	—	—	75,436,487
Deposits payable	—	—	—	351,759	—	—	120,946	143,648	—	3,711,692
Funds held for others	10,425,898	—	1,504,439	620,105	30,008	3,235,791	691,441	2,095,938	73,392	58,683,349
Funds held in trust for pool participants	10,414,546	—	3,415,481	—	—	—	—	—	—	2,460,079,484
U.S. government grants refundable	5,453,193	—	5,084,360	816,949	479,096	3,389,212	5,005,623	750,093	—	79,831,311
Long-term liabilities - noncurrent portion	575,653,426	8,943,386	357,144,516	64,616,319	11,534,727	241,257,191	145,588,666	97,467,634	4,931,293	4,824,020,563
<i>Total Noncurrent Liabilities</i>	<i>601,947,063</i>	<i>8,943,386</i>	<i>370,226,501</i>	<i>68,599,722</i>	<i>12,043,831</i>	<i>247,882,194</i>	<i>151,406,676</i>	<i>100,457,313</i>	<i>5,004,685</i>	<i>7,669,554,728</i>
<b>Total Liabilities</b>	<b>647,503,233</b>	<b>24,092,618</b>	<b>403,284,693</b>	<b>75,056,638</b>	<b>16,216,737</b>	<b>273,228,183</b>	<b>170,178,592</b>	<b>112,831,996</b>	<b>6,073,983</b>	<b>8,648,455,580</b>
<b>Deferred Inflows of Resources</b>										
Deferred gain on refunding	30,071	—	—	—	—	—	—	—	—	167,549
Deferred inflows related to pensions	5,485,990	1,001,925	5,622,820	1,484,782	655,269	3,396,453	2,451,774	2,045,130	552,167	97,847,265
Deferred revenue, split interest trust agreements	—	—	161,046	—	—	—	—	—	—	161,046
Other deferred inflows	—	—	—	—	—	—	—	989,752	—	989,752
<b>Total Deferred Inflows of Resources</b>	<b>5,516,061</b>	<b>1,001,925</b>	<b>5,783,866</b>	<b>1,484,782</b>	<b>655,269</b>	<b>3,396,453</b>	<b>2,451,774</b>	<b>3,034,882</b>	<b>552,167</b>	<b>99,165,612</b>

# The University of North Carolina

## Statement of Net Position

June 30, 2016

	Appalachian State University	East Carolina University	Elizabeth City State University	Fayetteville State University	North Carolina A&T University	North Carolina Central University	North Carolina State University	UNC Asheville	UNC Chapel Hill
<b>Net Position</b>									
Net investment in capital assets	356,164,293	744,675,588	112,467,329	120,420,834	293,589,561	203,641,140	1,413,824,172	146,372,273	1,662,752,823
Nonexpendable:									
Scholarships and fellowships	—	2,252,596	2,368,753	4,864,199	21,136,453	4,688,106	11,576,865	688,598	177,314,262
Research	20,000	—	—	—	—	—	—	—	21,613,479
Endowed professorships	13,744,831	29,808,900	5,010,000	5,149,555	12,617,287	9,943,855	91,436,822	7,336,500	357,208,550
Departmental uses	—	341,027	151,500	1,026,488	882,293	—	7,951,186	—	145,923,379
Loans	540,291	1,620,732	—	520,238	224,399	813,232	8,298,666	177,678	22,666,398
Art	—	—	—	—	—	—	—	—	—
Other	—	—	—	—	—	—	—	—	62,955,613
Expendable:									
Scholarships and fellowships	587,145	4,911,392	4,049,581	5,175,049	6,643,753	3,661,901	28,774,194	1,767,085	171,404,373
Research	34,360	—	—	—	271,461	275,128	14,618,087	543,213	16,645,001
Endowed professorships	6,596,525	9,356,296	1,056,528	1,283,755	5,361,608	10,033,951	65,708,515	2,988,189	416,215,144
Departmental uses	152,161	875,728	—	1,087,269	6,656,143	1,826,897	33,183,853	461,056	401,656,369
Loans	—	—	219,311	—	—	—	1,110,201	—	—
Capital projects	2,970,575	25,363,152	1,837,413	1,389,090	1,479,633	2,138,848	59,319,171	1,349,978	210,214,543
Debt service	—	13,770,790	3,971,670	3,960,357	—	—	15,017,301	—	88,817,904
Art	—	—	—	—	—	—	—	—	—
Other	—	1,551,531	—	—	—	644	—	385,690	67,378,225
Restricted for specific programs	201,652	—	805,166	—	—	—	—	—	—
Operations and maintenance	—	—	—	—	—	—	—	—	—
Unrestricted net position	51,645,922	205,681,489	2,012,754	1,647,554	40,014,805	(6,559,192)	240,432,645	10,154,248	763,369,586
<b>Total Net Position</b>	<b>\$ 432,657,755</b>	<b>\$ 1,040,209,221</b>	<b>\$ 133,950,005</b>	<b>\$ 146,524,388</b>	<b>\$ 388,877,396</b>	<b>\$ 230,464,510</b>	<b>\$ 1,991,251,678</b>	<b>\$ 172,224,508</b>	<b>\$ 4,586,135,649</b>



# The University of North Carolina

## Statement of Net Position

June 30, 2016

	UNC Charlotte	UNC General Administration	UNC Greensboro	UNC Pembroke	UNC School of the Arts	UNC Wilmington	Western Carolina University	Winston-Salem State University	NC School of Science and Math	Total
<b>Net Position</b>										
Net investment in capital assets	734,905,763	35,950,994	383,786,101	111,923,416	117,128,508	282,012,245	266,870,297	114,511,597	41,963,783	7,142,960,717
Nonexpendable:										
Scholarships and fellowships	5,198,364	14,080,017	79,635,409	7,976,185	322,503	23,143,755	20,454,061	3,654,143	—	379,354,269
Research	—	—	—	—	—	1,845,085	—	—	—	23,478,564
Endowed professorships	33,290,883	—	18,497,957	8,342,791	10,010,168	10,997,296	19,217,989	12,190,059	—	644,803,443
Departmental uses	3,999,785	48,813	30,092,695	197,356	4,641,145	18,157,444	732,896	2,484,235	—	216,630,242
Loans	1,818,983	—	874,969	—	77,387	958,779	929,012	83,712	—	39,604,476
Art	—	—	1,521,282	—	—	—	—	—	—	1,521,282
Other	215,997	981,543	7,523,336	—	—	—	—	—	—	71,676,489
Expendable:										
Scholarships and fellowships	4,098,232	22,503,968	60,001,907	1,986,279	329,106	11,903,543	16,638,709	382,300	—	344,818,517
Research	2,309,322	—	40,059	—	—	979,130	—	—	—	35,715,761
Endowed professorships	11,654,213	117,218	19,313,332	2,243,738	2,803,080	6,505,986	7,652,632	2,714,696	—	571,605,406
Departmental uses	4,114,223	32,469,467	28,742,533	890,981	3,085,638	8,509,681	2,418,438	9,096,306	—	535,226,743
Loans	—	—	1,053,890	—	—	662,569	445,789	209,123	—	3,700,883
Capital projects	20,216,006	1,497,165	8,348,136	3,419,547	3,522,147	3,207,437	9,605,091	2,569,134	5,591,557	364,038,623
Debt service	458,308	—	44	3,290,755	3,062	588,168	1,485,129	—	31	131,363,519
Art	—	—	772,522	—	—	—	—	—	—	772,522
Other	3,060,844	664,229	3,884,444	359,418	—	—	415,843	—	—	77,700,868
Restricted for specific programs	—	—	—	—	—	—	—	—	—	1,006,818
Operations and maintenance	—	—	—	1,872,433	—	—	—	—	—	1,872,433
Unrestricted net position	207,528,508	22,759,016	84,727,871	3,786,104	14,627,902	97,181,998	77,326,718	(3,732,269)	(3,877,922)	1,808,727,737
<b>Total Net Position</b>	<b>\$ 1,032,869,431</b>	<b>\$ 131,072,430</b>	<b>\$ 728,816,487</b>	<b>\$ 146,289,003</b>	<b>\$ 156,550,646</b>	<b>\$ 466,653,116</b>	<b>\$ 424,192,604</b>	<b>\$ 144,163,036</b>	<b>\$ 43,677,449</b>	<b>\$12,396,579,312</b>

# The University of North Carolina

## Statement of Net Position

June 30, 2016	Appalachian State University	East Carolina University	Elizabeth City State University	Fayetteville State University	North Carolina A&T University	North Carolina Central University	North Carolina State University	UNC Asheville	UNC Chapel Hill
Total Assets	\$ 727,985,928	\$ 1,557,075,278	\$ 177,554,417	\$ 228,034,370	\$ 535,747,028	\$ 345,072,355	\$ 3,134,906,064	\$ 228,413,608	\$ 8,865,927,131
Eliminations	—	—	—	—	—	—	—	—	(1,009,660,429)
<b>Adjusted Total Assets</b>	<u>727,985,928</u>	<u>1,557,075,278</u>	<u>177,554,417</u>	<u>228,034,370</u>	<u>535,747,028</u>	<u>345,072,355</u>	<u>3,134,906,064</u>	<u>228,413,608</u>	<u>7,856,266,702</u>
Total Deferred Outflows of Resources	17,479,081	23,438,643	1,726,974	3,366,996	6,413,965	13,437,735	45,122,224	2,530,434	203,340,219
Total Liabilities	308,067,770	528,487,726	42,563,934	82,946,990	150,016,667	124,246,710	1,171,270,606	57,615,355	4,454,773,149
Eliminations	—	—	—	—	—	—	—	—	(1,009,660,429)
<b>Adjusted Total Liabilities</b>	<u>308,067,770</u>	<u>528,487,726</u>	<u>42,563,934</u>	<u>82,946,990</u>	<u>150,016,667</u>	<u>124,246,710</u>	<u>1,171,270,606</u>	<u>57,615,355</u>	<u>3,445,112,720</u>
Total Deferred Inflows of Resources	4,739,484	11,816,974	2,767,452	1,929,988	3,266,930	3,798,870	17,506,004	1,104,179	28,358,552
Total Net Position	\$ 432,657,755	\$ 1,040,209,221	\$ 133,950,005	\$ 146,524,388	\$ 388,877,396	\$ 230,464,510	\$ 1,991,251,678	\$ 172,224,508	\$ 4,586,135,649

# The University of North Carolina

## Statement of Net Position

June 30, 2016

	UNC Charlotte	UNC General Administration	UNC Greensboro	UNC Pembroke	UNC School of the Arts	UNC Wilmington	Western Carolina University	Winston-Salem State University	NC School of Science and Math	Total
Total Assets	\$ 1,671,841,157	\$ 154,251,763	\$ 1,126,507,137	\$ 218,187,514	\$ 172,148,506	\$ 735,241,541	\$ 586,306,910	\$ 256,505,108	\$ 49,109,963	\$20,770,815,778
Eliminations	—	—	—	—	—	—	—	—	—	(1,009,660,429)
<b>Adjusted Total Assets</b>	<u>1,671,841,157</u>	<u>154,251,763</u>	<u>1,126,507,137</u>	<u>218,187,514</u>	<u>172,148,506</u>	<u>735,241,541</u>	<u>586,306,910</u>	<u>256,505,108</u>	<u>49,109,963</u>	<u>19,761,155,349</u>
Total Deferred Outflows of Resources	14,047,568	1,915,210	11,377,909	4,642,909	1,274,146	8,036,211	10,516,060	3,524,806	1,193,636	373,384,726
Total Liabilities	647,503,233	24,092,618	403,284,693	75,056,638	16,216,737	273,228,183	170,178,592	112,831,996	6,073,983	8,648,455,580
Eliminations	—	—	—	—	—	—	—	—	—	(1,009,660,429)
<b>Adjusted Total Liabilities</b>	<u>647,503,233</u>	<u>24,092,618</u>	<u>403,284,693</u>	<u>75,056,638</u>	<u>16,216,737</u>	<u>273,228,183</u>	<u>170,178,592</u>	<u>112,831,996</u>	<u>6,073,983</u>	<u>7,638,795,151</u>
Total Deferred Inflows of Resources	5,516,061	1,001,925	5,783,866	1,484,782	655,269	3,396,453	2,451,774	3,034,882	552,167	99,165,612
Total Net Position	\$ 1,032,869,431	\$ 131,072,430	\$ 728,816,487	\$ 146,289,003	\$ 156,550,646	\$ 466,653,116	\$ 424,192,604	\$ 144,163,036	\$ 43,677,449	\$12,396,579,312

# The University of North Carolina

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

For the fiscal year ended June 30, 2016

	Appalachian State University	East Carolina University	Elizabeth City State University	Fayetteville State University	North Carolina A&T University	North Carolina Central University	North Carolina State University	UNC Asheville	UNC Chapel Hill
<b>Operating Revenues</b>									
Student tuition & fees, net	\$ 114,819,207	\$ 189,406,978	\$ 6,117,397	\$ 17,846,199	\$ 60,524,020	\$ 40,212,322	\$ 291,175,319	\$ 23,728,560	\$ 405,808,354
Patient services, net	—	204,523,305	—	—	—	—	—	—	416,811,591
Federal appropriations	—	—	—	—	7,953,441	—	13,847,694	—	—
Federal grants and contracts	5,510,764	16,473,521	288,528	194,644	19,097,057	7,369,377	158,076,378	1,686,587	639,350,719
State and local grants and contracts	705,146	10,443,981	149,038	—	1,323,558	67,083	36,305,745	961,182	29,432,614
Nongovernmental grants and contracts	971,499	14,811,701	6,005	—	1,623,862	313,177	83,947,935	983,356	160,714,422
Sales and services, net	80,758,600	92,667,409	5,161,725	9,904,677	28,016,855	25,213,596	238,447,749	12,356,155	416,012,618
Interest earnings on loans	30,884	42,615	7,340	19,123	3,824	106,453	259,520	37,482	1,449,722
Other operating revenues, net	1,833,833	1,531,530	121,592	—	2,054,280	1,247,404	14,292,123	1,671,438	17,631,796
<i>Total Operating Revenues</i>	204,629,933	529,901,040	11,851,625	27,964,643	120,596,897	74,529,412	836,352,463	41,424,760	2,087,211,836
<b>Operating Expenses</b>									
Salaries and benefits	230,614,262	542,167,942	30,724,623	65,398,959	153,424,134	114,336,857	857,250,567	57,345,833	1,544,503,269
Supplies and materials	40,915,818	86,829,639	2,911,736	5,589,849	16,337,949	12,017,709	127,911,047	5,279,264	216,969,075
Services	43,290,980	107,731,303	11,963,124	16,698,135	46,412,883	29,211,640	251,765,902	14,652,434	722,677,144
Scholarships and fellowships	22,292,193	42,954,517	5,387,093	10,829,358	18,853,181	12,927,598	43,820,372	5,797,385	122,815,639
Utilities	10,482,173	17,455,581	2,379,553	2,795,098	5,367,842	4,807,433	32,028,497	2,596,968	83,711,025
Depreciation/ amortization	20,397,827	28,203,747	4,388,342	5,536,486	11,414,876	8,957,952	88,721,461	5,208,173	136,572,434
<i>Total Operating Expenses</i>	367,993,253	825,342,729	57,754,471	106,847,885	251,810,865	182,259,189	1,401,497,846	90,880,057	2,827,248,586
<b>Operating Loss</b>	(163,363,320)	(295,441,689)	(45,902,846)	(78,883,242)	(131,213,968)	(107,729,777)	(565,145,383)	(49,455,297)	(740,036,750)
<b>Nonoperating Revenues/ (Expenses)</b>									
State appropriations	133,764,390	285,707,637	32,345,436	48,405,925	92,648,666	80,007,483	502,533,982	38,770,344	493,923,004
Noncapital grants - student financial aid	33,251,231	35,040,974	7,575,259	16,686,837	40,393,595	20,601,691	44,705,577	8,934,736	19,607,307
Noncapital grants	6,184,153	16,901,082	7,389,876	14,391,461	11,120,337	13,245,732	793,723	367,755	75,955,561
Noncapital gifts, net	11,835,479	12,469,740	725,397	1,293,946	900,910	547,193	71,230,776	2,468,741	123,455,737
Interest and fees on debt	(10,475,195)	(9,323,270)	(2,117,639)	(2,937,556)	(2,816,444)	(3,843,617)	(16,742,517)	(2,194,764)	(62,561,118)
Investment income (loss)	(129,399)	606,860	(7,167)	(107,812)	701,811	67,517	1,569,316	(166,637)	(50,950,284)
Grants, aid and subsidies	—	—	—	—	—	—	—	—	—
Federal interest subsidy on debt	—	436,107	389,516	—	—	—	1,136,485	523,873	2,118,403
Other nonoperating revenues	—	—	—	—	—	809,062	750,168	114,448	27,520,415
Other nonoperating expenses	(586,346)	(9,089,102)	(1,630,486)	(180,832)	(741,879)	—	—	—	—
Grant to Union Square Campus, Inc.	—	—	—	—	(1,000,000)	—	—	—	—
<i>Total Nonoperating Revenues/ (Expenses)</i>	173,844,313	332,750,028	44,670,192	77,551,969	141,206,996	111,435,061	605,977,510	48,818,496	629,069,025

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

For the fiscal year ended June 30, 2016

	UNC Charlotte	UNC General Administration	UNC Greensboro	UNC Pembroke	UNC School of the Arts	UNC Wilmington	Western Carolina University	Winston-Salem State University	NC School of Science and Math	Total
<b>Operating Revenues</b>										
Student tuition & fees, net	\$ 196,713,375	\$ —	\$ 99,590,112	\$ 24,059,293	\$ 14,454,044	\$ 106,092,410	\$ 55,823,244	\$ 22,114,200	\$ 129,683	\$ 1,668,614,717
Patient services, net	—	—	—	—	—	—	—	—	—	621,334,896
Federal appropriations	—	—	—	—	—	—	—	—	—	21,801,135
Federal grants and contracts	27,164,970	—	6,280,749	235,947	92,020	5,999,522	4,051,404	—	—	891,872,187
State and local grants and contracts	4,510,768	—	1,224,599	180,540	—	904,509	156,908	—	—	86,365,671
Nongovernmental grants and contracts	8,161,845	—	692,095	70,164	—	1,544,889	707,702	—	—	274,548,652
Sales and services, net	78,440,531	6,239,584	51,404,528	17,884,622	7,584,356	48,577,571	39,857,000	16,480,180	856,555	1,175,864,311
Interest earnings on loans	59,343	—	117,121	9,700	1,642	34,825	16,891	4,261	—	2,200,746
Other operating revenues, net	4,352,806	12,549	1,589,544	604,404	568,158	5,951,746	1,568,271	2,207,421	59,942	57,298,837
<i>Total Operating Revenues</i>	<u>319,403,638</u>	<u>6,252,133</u>	<u>160,898,748</u>	<u>43,044,670</u>	<u>22,700,220</u>	<u>169,105,472</u>	<u>102,181,420</u>	<u>40,806,062</u>	<u>1,046,180</u>	<u>4,799,901,152</u>
<b>Operating Expenses</b>										
Salaries and benefits	332,636,338	37,891,794	226,075,680	67,842,477	36,746,301	168,749,290	122,735,721	78,862,711	17,064,601	4,684,371,359
Supplies and materials	42,394,277	2,828,419	19,567,230	11,329,863	3,878,125	23,337,460	18,525,078	7,185,846	1,152,922	644,961,306
Services	86,457,532	27,678,845	56,816,731	20,944,015	10,287,760	56,723,131	40,461,654	24,463,698	2,876,510	1,571,113,421
Scholarships and fellowships	41,879,088	—	29,343,741	9,982,591	1,393,012	18,811,150	11,655,858	12,025,876	—	410,768,652
Utilities	12,278,758	1,860,047	7,969,781	3,299,938	2,075,989	8,103,167	4,911,587	2,969,025	1,006,485	206,098,947
Depreciation/ amortization	27,998,426	3,125,151	19,757,741	5,682,880	3,996,419	11,903,744	8,712,921	7,660,896	1,238,515	399,477,991
<i>Total Operating Expenses</i>	<u>543,644,419</u>	<u>73,384,256</u>	<u>359,530,904</u>	<u>119,081,764</u>	<u>58,377,606</u>	<u>287,627,942</u>	<u>207,002,819</u>	<u>133,168,052</u>	<u>23,339,033</u>	<u>7,916,791,676</u>
<b>Operating Loss</b>	<u>(224,240,781)</u>	<u>(67,132,123)</u>	<u>(198,632,156)</u>	<u>(76,037,094)</u>	<u>(35,677,386)</u>	<u>(118,522,470)</u>	<u>(104,821,399)</u>	<u>(92,361,990)</u>	<u>(22,292,853)</u>	<u>(3,116,890,524)</u>
<b>Nonoperating Revenues/ (Expenses)</b>										
State appropriations	220,923,807	279,837,968	148,838,492	54,238,608	29,620,047	114,065,933	91,790,543	65,712,455	20,271,766	2,733,406,486
Noncapital grants - student financial aid	65,803,235	—	52,284,872	20,405,025	1,735,477	23,577,465	24,650,067	21,787,593	—	437,040,941
Noncapital grants	141,255	42,222,421	22,877,244	3,213,447	199,667	—	1,117,256	10,235,903	156,430	226,513,303
Noncapital gifts, net	12,574,585	12,529,277	3,937,254	1,135,324	2,166,909	3,821,547	5,165,143	88,964	914,240	267,261,162
Interest and fees on debt	(19,983,765)	(12,343)	(9,007,077)	(3,002,240)	(192,527)	(10,262,909)	(5,299,733)	(3,780,017)	(8,305)	(164,561,036)
Investment income (loss)	3,443,321	(1,229,981)	(8,929,314)	(950,248)	(204,844)	950,929	(739,841)	(414,835)	9	(56,490,599)
Grants, aid and subsidies	—	(274,581,502)	—	—	—	—	—	—	—	(274,581,502)
Federal interest subsidy on debt	1,900,454	—	—	371,338	—	697,046	—	—	—	7,573,222
Other nonoperating revenues	—	—	—	—	—	—	—	—	7,001	29,201,094
Other nonoperating expenses	(1,680,290)	(86,277)	(4,268,833)	(236,972)	(16,179)	(98,406)	(1,268,651)	—	—	(19,884,253)
Grant to Union Square Campus, Inc.	—	—	—	—	—	—	—	—	—	(1,000,000)
<i>Total Nonoperating Revenues/ (Expenses)</i>	<u>283,122,602</u>	<u>58,679,563</u>	<u>205,732,638</u>	<u>75,174,282</u>	<u>33,308,550</u>	<u>132,751,605</u>	<u>115,414,784</u>	<u>93,630,063</u>	<u>21,341,141</u>	<u>3,184,478,818</u>

# The University of North Carolina

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

For the fiscal year ended June 30, 2016

	Appalachian State University	East Carolina University	Elizabeth City State University	Fayetteville State University	North Carolina A&T University	North Carolina Central University	North Carolina State University	UNC Asheville	UNC Chapel Hill
<b>Income/ (Loss) Before</b>									
Transfers and Other Items	10,480,993	37,308,339	(1,232,654)	(1,331,273)	9,993,028	3,705,284	40,832,127	(636,801)	(110,967,725)
Capital appropriations	2,782,121	4,826,500	—	1,410,300	2,121,222	1,502,422	9,013,500	1,514,300	8,766,500
Capital grants	—	2,149,487	1,715,440	118,107	—	—	2,508,299	215,557	8,997,299
Capital gifts	7,456,580	938,200	—	821,167	956,503	—	6,961,858	1,002,888	—
Additions to endowments	12,970	2,377,286	109,787	484,554	2,454,897	—	14,039,031	—	12,428,037
Special item	—	—	—	1,234,725	—	—	—	—	—
<b>Change in Net Position</b>	20,732,664	47,599,812	592,573	2,737,580	15,525,650	5,207,706	73,354,815	2,095,944	(80,775,889)
Net position - July 1, as restated	411,925,091	992,609,409	133,357,432	143,786,808	373,351,746	225,256,804	1,917,896,863	170,128,564	4,666,911,538
<b>Net Position - June 30</b>	<u>\$ 432,657,755</u>	<u>\$ 1,040,209,221</u>	<u>\$ 133,950,005</u>	<u>\$ 146,524,388</u>	<u>\$ 388,877,396</u>	<u>\$ 230,464,510</u>	<u>\$ 1,991,251,678</u>	<u>\$ 172,224,508</u>	<u>\$ 4,586,135,649</u>

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

For the fiscal year ended June 30, 2016

	UNC Charlotte	UNC General Administration	UNC Greensboro	UNC Pembroke	UNC School of the Arts	UNC Wilmington	Western Carolina University	Winston-Salem State University	NC School of Science and Math	Total
<b>Income/ (Loss) Before</b>										
<b>Transfers and Other Items</b>	58,881,821	(8,452,560)	7,100,482	(862,812)	(2,368,836)	14,229,135	10,593,385	1,268,073	(951,712)	67,588,294
Capital appropriations	3,453,900	1,075,000	3,292,800	1,609,173	1,714,471	2,119,200	2,751,000	—	5,410,300	53,362,709
Capital grants	73,142	—	733,951	264,541	1,530,807	1,201,905	119,779	163,894	—	19,792,208
Capital gifts	2,099,885	—	260,983	10,000	231,372	1,141,618	931,632	1,700,000	—	24,512,686
Additions to endowments	2,711,282	—	6,118,549	960,689	2,520	2,397,133	2,373,573	10,060	—	46,480,368
Special item	—	—	—	—	—	—	—	—	—	1,234,725
<b>Change in Net Position</b>	67,220,030	(7,377,560)	17,506,765	1,981,591	1,110,334	21,088,991	16,769,369	3,142,027	4,458,588	212,970,990
Net position - July 1, as restated	965,649,401	138,449,990	711,309,722	144,307,412	155,440,312	445,564,125	407,423,235	141,021,009	39,218,861	12,183,608,322
<b>Net Position - June 30</b>	<u>\$ 1,032,869,431</u>	<u>\$ 131,072,430</u>	<u>\$ 728,816,487</u>	<u>\$ 146,289,003</u>	<u>\$ 156,550,646</u>	<u>\$ 466,653,116</u>	<u>\$ 424,192,604</u>	<u>\$ 144,163,036</u>	<u>\$ 43,677,449</u>	<u>\$ 12,396,579,312</u>

# The University of North Carolina

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

For the fiscal year ended June 30, 2016

	Appalachian State University	East Carolina University	Elizabeth City State University	Fayetteville State University	North Carolina A&T University	North Carolina Central University	North Carolina State University	UNC Asheville	UNC Chapel Hill
Total Revenues	\$ 399,916,857	\$ 891,354,913	\$ 62,102,336	\$ 112,811,665	\$ 271,894,838	\$ 191,310,512	\$ 1,491,595,178	\$ 95,337,402	\$ 2,859,984,099
Eliminations	—	(1,208,778)	(75,048)	(433,848)	(157,858)	(210,863)	(3,378,456)	(712,552)	(48,007,551)
<b>Total Adjusted Revenues</b>	399,916,857	890,146,135	62,027,288	112,377,817	271,736,980	191,099,649	1,488,216,722	94,624,850	2,811,976,548
Total Expenses	(379,184,193)	(843,755,101)	(61,509,763)	(110,074,085)	(256,369,188)	(186,102,806)	(1,418,240,363)	(93,241,458)	(2,940,759,988)
Eliminations	(110,279)	—	—	—	—	—	671,795	49,749	—
<b>Total Adjusted Expenses</b>	(379,294,472)	(843,755,101)	\$ (61,509,763)	\$ (110,074,085)	\$ (256,369,188)	\$ (186,102,806)	\$ (1,417,568,568)	\$ (93,191,709)	\$ (2,940,759,988)
<b>Adjusted Change in Net Position</b>	<u>\$ 20,622,385</u>	<u>\$ 46,391,034</u>	<u>\$ 517,525</u>	<u>\$ 2,303,732</u>	<u>\$ 15,367,792</u>	<u>\$ 4,996,843</u>	<u>\$ 70,648,154</u>	<u>\$ 1,433,141</u>	<u>\$ (128,783,440)</u>



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

For the fiscal year ended June 30, 2016

	UNC Charlotte	UNC General Administration	UNC Greensboro	UNC Pembroke	UNC School of the Arts	UNC Wilmington	Western Carolina University	Winston-Salem State University	NC School of Science and Math	Total
Total Revenues	\$ 632,528,504	\$ 341,916,799	\$ 399,242,893	\$ 125,252,815	\$ 59,901,490	\$ 319,078,248	\$ 231,080,413	\$ 140,504,931	\$ 27,805,926	\$ 8,653,619,819
Eliminations	(1,262,419)	—	(862,017)	—	(91,294)	(409,959)	(77,657)	(90,964)	(1,000)	(56,980,264)
<b>Total Adjusted Revenues</b>	631,266,085	341,916,799	398,380,876	125,252,815	59,810,196	318,668,289	231,002,756	140,413,967	27,804,926	8,596,639,555
Total Expenses	(565,308,474)	(349,294,359)	(381,736,128)	(123,271,224)	(58,791,156)	(297,989,257)	(214,311,044)	(137,362,904)	(23,347,338)	(8,440,648,829)
Eliminations	12,342	56,558,339	(300,500)	(6,000)	10,256	—	67,318	27,244	—	56,980,264
<b>Total Adjusted Expenses</b>	(565,296,132)	(292,736,020)	(382,036,628)	(123,277,224)	(58,780,900)	(297,989,257)	(214,243,726)	(137,335,660)	(23,347,338)	(8,383,668,565)
<b>Adjusted Change in Net Position</b>	<u>\$ 65,969,953</u>	<u>\$ 49,180,779</u>	<u>\$ 16,344,248</u>	<u>\$ 1,975,591</u>	<u>\$ 1,029,296</u>	<u>\$ 20,679,032</u>	<u>\$ 16,759,030</u>	<u>\$ 3,078,307</u>	<u>\$ 4,457,588</u>	<u>\$ 212,970,990</u>

# The University of North Carolina

## Statement of Cash Flows

For the fiscal year ended June 30, 2016

	Appalachian State University	East Carolina University	Elizabeth City State University	Fayetteville State University	North Carolina A&T University	North Carolina Central University	North Carolina State University	UNC Asheville	UNC Chapel Hill
<b>Cash Flows From Operating Activities</b>									
Received from customers	\$ 203,150,088	\$ 544,342,017	\$ 11,813,055	\$ 27,660,945	\$ 118,196,827	\$ 73,465,726	\$ 826,173,442	\$ 41,465,869	\$ 2,196,189,317
Payments to employees and fringe benefits	(235,880,033)	(555,768,485)	(32,679,170)	(67,831,992)	(159,256,436)	(117,858,085)	(876,612,264)	(58,218,324)	(1,607,307,094)
Payments to vendors and suppliers	(94,473,111)	(215,388,249)	(16,987,966)	(24,734,785)	(70,931,224)	(46,298,455)	(408,956,030)	(22,222,199)	(1,155,791,440)
Payments for scholarships and fellowships	(22,292,193)	(42,954,517)	(5,387,093)	(10,829,358)	(18,853,632)	(12,927,598)	(43,820,372)	(5,825,095)	(122,815,639)
Loans issued	(727,451)	(1,342,534)	—	(265,127)	(94,105)	(319,346)	(874,571)	(124,397)	(6,174,609)
Collection of loans	649,512	1,443,195	17,322	225,841	120,023	327,856	2,076,555	149,005	5,389,858
Interest earned on loans	22,152	204,497	385,614	—	26,683	99,675	258,211	37,482	1,349,572
Student deposits received	3,329,566	1,750,113	—	—	—	—	—	—	—
Student deposits returned	(2,969,806)	(1,796,657)	—	—	—	—	—	—	—
Other receipts	1,832,554	—	—	6,989	2,054,280	689,828	14,313,885	—	—
Other payments	—	—	—	—	—	—	—	(299,376)	(57,986,377)
<b>Net Cash Used by Operating Activities</b>	<b>(147,358,722)</b>	<b>(269,510,620)</b>	<b>(42,838,238)</b>	<b>(75,767,487)</b>	<b>(128,737,584)</b>	<b>(102,820,399)</b>	<b>(487,441,144)</b>	<b>(45,037,035)</b>	<b>(747,146,412)</b>
<b>Cash Flows From Noncapital Financing Activities</b>									
State appropriations	133,764,390	285,707,637	32,345,436	48,405,925	92,648,666	80,007,483	502,533,982	38,770,344	493,923,004
Noncapital grants - student financial aid	33,251,231	35,086,296	7,575,259	16,523,944	40,467,082	20,601,691	44,705,577	8,934,736	19,607,307
Noncapital grants	5,131,821	16,866,820	7,389,876	17,934,319	12,911,554	12,687,407	214,926	356,317	75,955,561
Noncapital gifts	10,758,281	12,520,406	725,397	1,440,616	900,910	547,193	71,230,776	2,468,741	139,418,878
Additions to endowments	12,970	2,377,286	109,787	484,553	2,454,897	—	14,039,031	—	12,428,037
William D. Ford Direct Lending receipts	87,283,410	155,790,703	9,303,905	32,627,412	81,184,392	85,524,097	110,989,300	13,894,010	169,250,827
William D. Ford Direct Lending disbursements	(87,372,983)	(155,115,087)	(9,303,905)	(32,922,404)	(81,184,392)	(85,524,097)	(112,575,224)	(13,894,010)	(173,399,973)
Related activity agency receipts	134,533	27,155,046	9,015	261,622	45,966	337,602	56,207,299	—	1,395,802,036
Related activity agency disbursements	(78,300)	(27,352,766)	—	—	(14,052)	—	(46,750,262)	—	(1,199,712,664)
External participation in investment fund receipts	—	—	—	—	—	—	25,902,256	—	—
External participation in investment fund disbursements	—	—	—	—	—	—	(12,910,099)	—	—
Proceeds from Hofmann Forest timber deed	—	—	—	—	—	—	76,976,007	—	—
Grants, aid, and subsidies	—	—	—	—	—	—	—	—	—
Receipts from UNC Health Care System for School of Medicine	—	—	—	—	—	—	—	—	50,128,276
Other receipts	—	—	—	1,343,680	—	205,274	2,812,560	—	—
Other payments	(92,644)	—	(385,814)	—	—	—	—	—	—
Grant to Union Square Campus, Inc.	—	—	—	—	(1,000,000)	—	—	—	—
<b>Net Cash Provided by Noncapital Financing Activities</b>	<b>182,792,709</b>	<b>353,036,341</b>	<b>47,768,956</b>	<b>86,099,667</b>	<b>148,415,023</b>	<b>114,386,650</b>	<b>733,376,129</b>	<b>50,530,138</b>	<b>983,401,289</b>

# The University of North Carolina

## Statement of Cash Flows

For the fiscal year ended June 30, 2016

	UNC Charlotte	UNC General Administration	UNC Greensboro	UNC Pembroke	UNC School of the Arts	UNC Wilmington	Western Carolina University	Winston-Salem State University	NC School of Science and Math	Total
<b>Cash Flows From Operating Activities</b>										
Received from customers	\$ 315,702,852	\$ 5,242,145	\$ 158,086,190	\$ 41,936,095	\$ 22,939,672	\$ 168,289,849	\$ 105,701,496	\$ 40,990,560	\$ 1,131,108	\$4,902,477,253
Payments to employees and fringe benefits	(339,257,816)	(39,411,934)	(232,434,022)	(69,563,255)	(37,485,236)	(171,810,962)	(125,387,580)	(81,689,631)	(17,767,604)	(4,826,219,923)
Payments to vendors and suppliers	(147,450,332)	(33,616,660)	(84,367,889)	(37,031,692)	(16,554,376)	(87,789,514)	(62,385,646)	(34,340,914)	(5,213,876)	(2,564,534,358)
Payments for scholarships and fellowships	(41,879,088)	—	(29,343,741)	(9,982,591)	(1,393,012)	(18,804,927)	(11,737,068)	(12,025,876)	—	(410,871,800)
Loans issued	(641,064)	—	(1,493,768)	—	(65,500)	(841,568)	(1,154,553)	(63,000)	—	(14,181,593)
Collection of loans	869,691	—	1,349,116	41,915	59,440	821,431	1,186,880	84,013	—	14,811,653
Interest earned on loans	106,053	—	111,561	—	(3,709)	17,642	111,528	4,261	—	2,731,222
Student deposits received	1,009,000	—	—	—	—	—	677,816	143,648	—	6,910,143
Student deposits returned	(899,800)	—	—	—	—	—	(668,981)	(79,600)	—	(6,414,844)
Other receipts	4,263,362	—	1,621,240	602,253	—	—	1,568,271	—	59,942	27,012,604
Other payments	—	(367,670)	—	—	—	(101,152)	—	—	—	(58,754,575)
<b>Net Cash Used by Operating Activities</b>	<b>(208,177,142)</b>	<b>(68,154,119)</b>	<b>(186,471,313)</b>	<b>(73,997,275)</b>	<b>(32,502,721)</b>	<b>(110,219,201)</b>	<b>(92,087,837)</b>	<b>(86,976,539)</b>	<b>(21,790,430)</b>	<b>(2,927,034,218)</b>
<b>Cash Flows From Noncapital Financing Activities</b>										
State appropriations	220,923,807	279,837,968	148,838,492	54,238,608	29,620,047	114,065,933	91,790,543	65,712,455	20,271,766	2,733,406,486
Noncapital grants - student financial aid	65,747,565	—	52,284,872	20,405,025	1,735,477	23,486,041	24,650,067	21,860,534	—	436,922,704
Noncapital grants	141,255	42,150,151	23,255,839	3,082,165	199,667	—	1,117,256	9,749,291	400,100	229,544,325
Noncapital gifts	9,881,385	12,422,859	2,979,293	797,089	2,185,038	2,909,385	4,077,402	88,964	800,672	276,153,285
Additions to endowments	2,711,282	—	6,118,549	960,689	2,520	2,397,133	2,373,573	10,060	—	46,480,367
William D. Ford Direct Lending receipts	135,290,588	—	92,231,572	39,864,716	7,265,487	79,114,291	63,828,582	32,189,596	—	1,195,632,888
William D. Ford Direct Lending disbursements	(135,327,343)	—	(92,231,572)	(39,752,218)	(7,265,487)	(79,118,928)	(63,828,582)	(32,189,596)	—	(1,201,005,801)
Related activity agency receipts	23,332,088	—	—	—	—	4,637	83,970	368,833	18,229	1,503,760,876
Related activity agency disbursements	(23,286,261)	—	(181,994)	—	(3,726)	—	(95,984)	—	—	(1,297,476,009)
External participation in investment fund receipts	196,444	—	—	—	—	—	—	—	—	26,098,700
External participation in investment fund disbursements	(3,294,771)	—	—	—	—	—	—	—	—	(16,204,870)
Proceeds from Hofmann Forest timber deed	—	—	—	—	—	—	—	—	—	76,976,007
Grants, aid, and subsidies	—	(274,581,502)	—	—	—	—	—	—	—	(274,581,502)
Receipts from UNC Health Care System for School of Medicine	—	—	—	—	—	—	—	—	—	50,128,276
Other receipts	3,550,270	—	—	—	11,668	—	—	—	7,001	7,930,453
Other payments	—	—	—	(173,377)	—	—	(558,939)	—	—	(1,210,774)
Grant to Union Square Campus, Inc.	—	—	—	—	—	—	—	—	—	(1,000,000)
<b>Net Cash Provided by Noncapital Financing Activities</b>	<b>299,866,309</b>	<b>59,829,476</b>	<b>233,295,051</b>	<b>79,422,697</b>	<b>33,750,691</b>	<b>142,858,492</b>	<b>123,437,888</b>	<b>97,790,137</b>	<b>21,497,768</b>	<b>3,791,555,411</b>

# The University of North Carolina

## Statement of Cash Flows

For the fiscal year ended June 30, 2016

	Appalachian State University	East Carolina University	Elizabeth City State University	Fayetteville State University	North Carolina A&T University	North Carolina Central University	North Carolina State University	UNC Asheville	UNC Chapel Hill
<b>Cash Flows from Capital Financing and Related Financing Activities</b>									
Proceeds from capital debt	3,823,821	225,944,395	—	—	87,703,171	1,610,507	64,455,000	—	670,700,000
Capital appropriations	—	4,826,500	—	1,410,300	2,121,222	1,502,422	9,013,500	1,514,300	8,766,500
Capital grants	2,782,121	2,149,487	1,715,440	123,081	—	—	2,708,911	214,440	8,931,086
Capital gifts	62,000	242,400	—	—	938,503	—	3,780,267	—	—
Proceeds from sale of capital assets	1,520,324	826,550	2,787	7,654	—	—	381,741	—	—
Acquisition and construction									
of capital assets	(14,265,126)	(64,580,806)	(3,033,439)	(2,097,061)	(16,182,409)	(2,585,373)	(106,793,582)	(2,900,110)	(119,424,241)
Principal paid on capital debt and leases	(10,946,211)	(55,873,807)	(1,241,989)	(1,599,801)	(6,113,280)	(3,412,324)	(52,424,667)	(2,551,571)	(662,984,217)
Interest and fees paid									
on capital debt and leases	(7,246,771)	(9,844,401)	(2,101,294)	(3,136,722)	(2,381,029)	(3,509,867)	(16,765,396)	(2,225,120)	(64,132,031)
Federal interest subsidy on debt received	—	438,813	389,516	—	—	—	1,136,485	523,873	2,118,403
Other receipts	—	—	4,960	—	—	—	—	—	—
Other payments	—	(609,043)	—	—	—	—	(435,209)	—	—
<b>Net Cash Provided (Used) by Capital Financing and Related Financing Activities</b>	<b>(24,269,842)</b>	<b>103,520,088</b>	<b>(4,264,019)</b>	<b>(5,292,549)</b>	<b>66,086,178</b>	<b>(6,394,635)</b>	<b>(94,942,950)</b>	<b>(5,424,188)</b>	<b>(156,024,500)</b>
<b>Cash Flows From Investing Activities</b>									
Proceeds from sales									
and maturities of investments	2,488,236	5,329,474	4,896,342	452,170	17,734,033	8,207,737	58,594,886	793,407	3,209,128,700
Investment income	549,751	3,619,273	569,378	77,428	1,967,875	1,449,241	3,217,548	157,960	66,868,741
Investment in joint ventures	—	(3,986,840)	—	—	—	—	—	—	—
Purchase of investments and related fees	(6,935,600)	(1,754,505)	(5,563,186)	(2,032,228)	(17,140,651)	(6,064,256)	(41,055,157)	(76,287)	(3,300,272,582)
Change in obligations under reverse repurchase agreements	—	—	—	—	—	—	—	—	2,879,000
<b>Net Cash Provided (Used) by Investing Activities</b>	<b>(3,897,613)</b>	<b>3,207,402</b>	<b>(97,466)</b>	<b>(1,502,630)</b>	<b>2,561,257</b>	<b>3,592,722</b>	<b>20,757,277</b>	<b>875,080</b>	<b>(21,396,141)</b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>7,266,532</b>	<b>190,253,211</b>	<b>569,233</b>	<b>3,537,001</b>	<b>88,324,874</b>	<b>8,764,338</b>	<b>171,749,312</b>	<b>943,995</b>	<b>58,834,236</b>
Cash and cash equivalents - July 1	78,336,735	253,788,705	18,459,069	18,836,918	55,524,618	26,087,159	315,837,291	20,889,269	440,037,206
<b>Cash and Cash Equivalents - June 30</b>	<b>\$ 85,603,267</b>	<b>\$ 444,041,916</b>	<b>\$ 19,028,302</b>	<b>\$ 22,373,919</b>	<b>\$ 143,849,492</b>	<b>\$ 34,851,497</b>	<b>\$ 487,586,603</b>	<b>\$ 21,833,264</b>	<b>\$ 498,871,442</b>

**Statement of Cash Flows**

For the fiscal year ended June 30, 2016

	UNC Charlotte	UNC General Administration	UNC Greensboro	UNC Pembroke	UNC School of the Arts	UNC Wilmington	Western Carolina University	Winston-Salem State University	NC School of Science and Math	Total
<b>Cash Flows from Capital Financing and Related Financing Activities</b>										
Proceeds from capital debt	2,500,000	305,747	3,607,158	4,610,000	—	6,846,011	20,461,258	—	—	1,092,567,068
Capital appropriations	3,453,900	1,075,000	3,292,800	1,609,173	1,714,471	2,119,200	2,751,000	—	5,410,300	50,580,588
Capital grants	73,142	—	733,951	775,160	1,530,807	1,201,905	119,779	163,894	—	23,223,204
Capital gifts	—	—	—	10,000	—	108,449	641,632	1,700,000	—	7,483,251
Proceeds from sale of capital assets	—	22,466	36,321	—	19,195	95,153	44,249	—	—	2,956,440
Acquisition and construction										
of capital assets	(80,679,032)	(2,246,363)	(56,576,209)	(5,805,320)	(3,274,200)	(14,817,063)	(9,775,326)	(19,088,320)	(821,639)	(524,945,619)
Principal paid on capital debt and leases	(15,373,867)	(19,145)	(10,498,952)	(4,429,609)	(1,260,811)	(8,219,468)	(3,919,604)	(3,660,107)	(28,552)	(844,557,982)
Interest and fees paid										
on capital debt and leases	(21,047,553)	(11,903)	(11,072,747)	(3,000,156)	(212,433)	(10,671,972)	(4,151,370)	(3,878,110)	(6,874)	(165,395,749)
Federal interest subsidy on debt received	1,900,454	—	—	372,227	—	697,046	—	—	—	7,576,817
Other receipts	—	—	—	—	—	396,575	—	—	—	401,535
Other payments	(88,936)	—	—	—	—	—	—	—	—	(1,133,188)
<b>Net Cash Provided (Used) by Capital Financing and Related Financing Activities</b>	<b>(109,261,892)</b>	<b>(874,198)</b>	<b>(70,477,678)</b>	<b>(5,858,525)</b>	<b>(1,482,971)</b>	<b>(22,244,164)</b>	<b>6,171,618</b>	<b>(24,762,643)</b>	<b>4,553,235</b>	<b>(351,243,635)</b>
<b>Cash Flows From Investing Activities</b>										
Proceeds from sales										
and maturities of investments	13,297,321	2,803,953	43,508,018	21,835,004	2,392,580	1,856,815	4,988,353	4,931,113	592,001	3,403,830,143
Investment income	2,170,852	488,125	3,272,120	599,229	257,322	3,915,763	2,033,087	257,464	9	91,471,166
Investment in joint ventures	—	—	—	—	—	—	—	—	—	(3,986,840)
Purchase of investments and related fees	(5,611,870)	(479,871)	(40,882,948)	(21,245,326)	(1,253,052)	(2,922,975)	(3,876,367)	(5,488,428)	—	(3,462,655,289)
Change in obligations under reverse repurchase agreements	—	—	—	—	—	—	—	—	—	2,879,000
<b>Net Cash Provided (Used) by Investing Activities</b>	<b>9,856,303</b>	<b>2,812,207</b>	<b>5,897,190</b>	<b>1,188,907</b>	<b>1,396,850</b>	<b>2,849,603</b>	<b>3,145,073</b>	<b>(299,851)</b>	<b>592,010</b>	<b>31,538,180</b>
<b>Net Increase (Decrease) in</b>										
<b>Cash and Cash Equivalents</b>	<b>(7,716,422)</b>	<b>(6,386,634)</b>	<b>(17,756,750)</b>	<b>755,804</b>	<b>1,161,849</b>	<b>13,244,730</b>	<b>40,666,742</b>	<b>(14,248,896)</b>	<b>4,852,583</b>	<b>544,815,738</b>
Cash and cash equivalents - July 1	328,352,239	38,687,300	162,696,142	19,596,246	26,906,332	132,804,535	85,500,280	36,556,046	1,381,228	2,060,277,318
<b>Cash and Cash Equivalents - June 30</b>	<b>\$ 320,635,817</b>	<b>\$ 32,300,666</b>	<b>\$ 144,939,392</b>	<b>\$ 20,352,050</b>	<b>\$ 28,068,181</b>	<b>\$ 146,049,265</b>	<b>\$ 126,167,022</b>	<b>\$ 22,307,150</b>	<b>\$ 6,233,811</b>	<b>\$2,605,093,056</b>

# The University of North Carolina

## Statement of Cash Flows

For the fiscal year ended June 30, 2016

	Appalachian State University	East Carolina University	Elizabeth City State University	Fayetteville State University	North Carolina A&T University	North Carolina Central University	North Carolina State University	UNC Asheville	UNC Chapel Hill
<b>Reconciliation of Net Operating Loss to Net Cash Used by Operating Activities</b>									
Operating loss	\$ (163,363,320)	\$ (295,441,689)	\$ (45,902,846)	\$ (78,883,242)	\$ (131,213,968)	\$ (107,729,777)	\$ (565,145,383)	\$ (49,455,297)	\$ (740,036,750)
Adjustments to reconcile operating income (loss) to provided (used) by operating activities:									
Depreciation/ amortization expense	20,397,827	28,203,747	4,388,342	5,536,486	11,414,876	8,957,952	88,721,461	5,208,173	136,572,434
Allowance, write-offs, and amortizations	(40,296)	7,306	259,643	209,956	11,503	(1,260,346)	(74,969)	49,235	9,962,193
Miscellaneous pension adjustments	13,622	—	(136,608)	—	25,707	—	—	—	—
Pension expense	2,480,332	5,340,194	—	636,026	1,502,514	1,125,937	8,589,794	600,386	11,165,916
Nonoperating other income	1,148,203	—	—	—	—	—	—	—	—
Nonoperating other expenses	—	—	—	(81,180)	—	—	—	(174)	(50,505)
Changes in assets, deferred outflows of resources, liabilities, and deferred inflows of resources:									
Receivables, net	420,018	12,926,701	293,980	(421,568)	(1,183,213)	189,860	(6,154,997)	180,918	27,471,520
Due from primary government	—	—	—	—	—	—	5,240,017	—	—
Due from University component units	—	472,266	—	—	—	—	—	—	—
Due from State of NC component units	—	613,403	—	—	—	—	—	—	—
Student loan principal repayments	—	—	17,322	225,841	—	—	—	—	—
Student loans issued	—	—	—	(227,390)	—	—	—	—	—
Inventories	(91,966)	(427,993)	12,873	19,072	63,987	145,354	803,458	21,305	(3,999,903)
Notes receivable, net	(77,939)	100,660	—	—	25,918	8,510	1,242,743	24,608	(4,824,801)
Prepaid items	—	—	(219,412)	—	(538,541)	—	—	—	—
Other assets	(640,961)	(1,143,469)	—	—	—	—	—	—	(5,047,384)
Accounts payable and accrued liabilities	(613,006)	(1,732,820)	461,277	640,119	(2,143,967)	46,885	3,291,899	280,678	(132,323,885)
Due to primary government	(42,864)	(4,192)	(349,193)	(19,717)	(38,808)	(54,576)	102,068	978	(3,091,794)
Due to State of NC component units	—	—	—	—	—	—	(236,411)	—	—
Due to Federal agencies	—	—	—	—	—	(487)	—	—	—
Funds held for others	14,893	—	—	—	—	—	—	(34,580)	—
Unearned revenue	1,011,270	875,262	53,064	(62,093)	530,545	211,398	4,068,204	(104,509)	28,776,052
Deferred outflows for contributions subsequent to the measurement date	(7,811,944)	(17,651,244)	(1,559,433)	(2,881,773)	(5,873,785)	(4,840,399)	(28,562,190)	(1,617,947)	(42,133,165)
Government grants refundable	—	—	—	(77,641)	—	689,829	—	—	133,154
Compensated absences	(189,626)	(1,602,208)	(157,247)	(380,383)	(1,320,352)	(310,539)	(702,947)	61,349	(29,719,494)
Deposits payable	27,035	(46,544)	—	—	—	—	1,376,109	(252,158)	—
<b>Net Cash Used by Operating Activities</b>	<u>\$ (147,358,722)</u>	<u>\$ (269,510,620)</u>	<u>\$ (42,838,238)</u>	<u>\$ (75,767,487)</u>	<u>\$ (128,737,584)</u>	<u>\$ (102,820,399)</u>	<u>\$ (487,441,144)</u>	<u>\$ (45,037,035)</u>	<u>\$ (747,146,412)</u>

**Statement of Cash Flows**

For the fiscal year ended June 30, 2016

	UNC Charlotte	UNC General Administration	UNC Greensboro	UNC Pembroke	UNC School of the Arts	UNC Wilmington	Western Carolina University	Winston-Salem State University	NC School of Science and Math	Total
<b>Reconciliation of Net Operating Loss to Net Cash Used by Operating Activities</b>										
Operating loss	\$ (224,240,781)	\$ (67,132,123)	\$ (198,632,156)	\$ (76,037,094)	\$ (35,677,386)	\$ (118,522,470)	\$ (104,821,399)	\$ (92,361,990)	\$ (22,292,853)	\$ (3,116,890,524)
Adjustments to reconcile operating income (loss) to provided (used) by operating activities:										
Depreciation/ amortization expense	27,998,426	3,125,151	19,757,741	5,682,880	3,996,419	11,903,744	8,712,921	7,660,896	1,238,515	399,477,991
Allowance, write-offs, and amortizations	2,145,854	—	61,370	442,308	—	15,927	(174,244)	88,087	—	11,703,527
Miscellaneous pension adjustments	44,391	18,802	7,389	2,427	(65,935)	4,961	4,453	7,192	—	(73,599)
Pension expense	2,729,431	461,116	1,314,859	580,123	336,008	1,114,203	1,395,467	947,227	328,629	40,648,162
Nonoperating other income	—	—	—	—	—	207,245	—	—	—	1,355,448
Nonoperating other expenses	(613,163)	(22,567)	—	—	—	—	1,349,331	—	(4,587)	577,155
Changes in assets, deferred outflows of resources, liabilities, and deferred inflows of resources:										
Receivables, net	233,997	(2,406,786)	(1,093,567)	(872,255)	39,006	(579,260)	(194,855)	211,358	—	29,060,857
Due from primary government	—	—	—	—	—	9,479	4,219,164	—	—	9,468,660
Due from University component units	—	—	—	—	—	—	—	—	—	472,266
Due from State of NC component units	—	—	—	—	—	—	—	—	—	613,403
Student loan principal repayments	—	—	—	—	—	—	—	—	—	243,163
Student loans issued	—	—	—	—	—	—	—	—	—	(227,390)
Inventories	16,804	(7,206)	(35,930)	(1,119,292)	(9,384)	18,379	(30,930)	18,038	1,837	(4,601,497)
Notes receivable, net	136,173	—	(197,153)	(8,947)	(6,401)	(20,137)	(36,658)	21,013	—	(3,612,411)
Prepaid items	(6,662,588)	(1,076,927)	—	—	—	45,358	(56,862)	—	(131)	(8,509,103)
Other assets	—	—	—	—	—	—	—	—	—	(6,831,814)
Accounts payable and accrued liabilities	562,891	(45,873)	498,785	(385,007)	(297,356)	(1,329,074)	454,242	92,063	(237,645)	(132,779,794)
Due to primary government	—	(176)	(709)	—	(1,493)	—	3,008	(5,732)	—	(3,503,200)
Due to State of NC component units	—	—	—	—	—	—	—	—	—	(236,411)
Due to Federal agencies	—	—	—	—	—	—	—	—	—	(487)
Funds held for others	—	(345,104)	—	—	—	809,101	—	—	—	444,310
Unearned revenue	(1,133,705)	1,396,800	(118,188)	—	262,672	1,262,245	1,195,798	(22,599)	144,870	38,347,086
Deferred outflows for contributions subsequent to the measurement date	(9,331,667)	(1,791,837)	(6,794,463)	(2,332,649)	(1,122,087)	(4,904,056)	(4,098,372)	(3,225,708)	(933,177)	(147,465,896)
Government grants refundable	—	—	—	—	7,853	(922,064)	—	—	—	(168,869)
Compensated absences	(118,409)	(327,389)	(1,242,091)	66,797	35,363	664,745	(17,736)	(470,432)	(35,888)	(35,766,487)
Deposits payable	55,204	—	2,800	(16,566)	—	2,473	8,835	64,048	—	1,221,236
<b>Net Cash Used by Operating Activities</b>	<u>\$ (208,177,142)</u>	<u>\$ (68,154,119)</u>	<u>\$ (186,471,313)</u>	<u>\$ (73,997,275)</u>	<u>\$ (32,502,721)</u>	<u>\$ (110,219,201)</u>	<u>\$ (92,087,837)</u>	<u>\$ (86,976,539)</u>	<u>\$ (21,790,430)</u>	<u>\$ (2,927,034,218)</u>

# The University of North Carolina

## Statement of Cash Flows

For the fiscal year ended June 30, 2016

	Appalachian State University	East Carolina University	Elizabeth City State University	Fayetteville State University	North Carolina A&T University	North Carolina Central University	North Carolina State University	UNC Asheville	UNC Chapel Hill
<b>Reconciliation of Cash and Cash Equivalents</b>									
Current Assets:									
Cash and cash equivalents	\$ 72,261,141	\$ 226,647,830	\$ 8,764,775	\$ 10,251,489	\$ 54,239,486	\$ 23,922,587	\$ 209,752,180	\$ 18,675,668	\$ 37,135,456
Restricted cash and cash equivalents	6,057,862	41,642,320	3,423,564	6,385,729	16,983,220	7,801,053	101,792,199	1,544,699	320,927,017
Noncurrent Assets:									
Restricted cash and cash equivalents	7,284,264	175,751,766	6,839,963	5,736,701	72,626,786	3,127,857	176,042,224	1,612,897	140,808,969
<b>Total Cash and Cash Equivalents - June 30</b>	<u>\$ 85,603,267</u>	<u>\$ 444,041,916</u>	<u>\$ 19,028,302</u>	<u>\$ 22,373,919</u>	<u>\$ 143,849,492</u>	<u>\$ 34,851,497</u>	<u>\$ 487,586,603</u>	<u>\$ 21,833,264</u>	<u>\$ 498,871,442</u>

### Noncash Investing, Capital, and Financing Activities

Assets acquired through the assumption of a liability	\$ 2,192,370	\$ 8,314,732	\$ —	\$ 213,824	\$ 2,521,683	\$ —	\$ 350,919	\$ 277,414	\$ —
Assets acquired through the assumption of a capital lease	—	—	—	—	—	603,788	—	—	—
Assets acquired through a gift	7,394,580	695,800	—	821,167	18,000	—	3,181,591	1,002,888	—
Assets acquired through a service contract	—	—	—	—	—	—	—	—	—
Change in fair value of investments	(1,081,427)	(3,012,413)	(576,546)	(192,461)	(1,266,235)	(919,948)	(3,415,953)	(519,678)	(118,084,394)
Reinvested distributions	(542,140)	—	—	—	1,180,315	—	—	—	—
Loss on investment in joint ventures	—	(3,245,859)	—	—	—	—	—	—	—
Loss on disposal of capital assets	(432,878)	(1,475,132)	(120,142)	(289,787)	(741,879)	(150,890)	(742,156)	—	(10,196,073)
Funds used to payoff notes payable	—	—	—	—	—	—	—	—	—
Bond issuance cost withheld	(70,004)	(2,412,392)	—	—	(298,210)	420,538	—	—	—
Funds escrowed to defease debt	26,593,165	43,498,260	—	—	5,081,350	59,864,443	—	—	—
Amortization of bond premiums/ discounts and deferred loss on refunding	(282,426)	832,238	—	30,958	221,742	(117,379)	(1,322,866)	45,236	(1,102,109)
Increase in receivables related to nonoperating income	1,141,905	—	—	—	—	—	—	—	—
Decrease in receivables related to nonoperating income	—	—	—	—	(1,611,481)	—	—	—	—
Payments made on behalf of the University	(8,571,797)	—	—	—	1,638,246	—	—	429,693	—
Amortization of other deferred inflow	—	—	—	—	—	—	—	—	—



**Statement of Cash Flows**

For the fiscal year ended June 30, 2016

	UNC Charlotte	UNC General Administration	UNC Greensboro	UNC Pembroke	UNC School of the Arts	UNC Wilmington	Western Carolina University	Winston-Salem State University	NC School of Science and Math	Total
<b>Reconciliation of Cash and Cash Equivalents</b>										
Current Assets:										
Cash and cash equivalents	\$ 233,403,635	\$ 8,072,903	\$ 105,535,829	\$ 10,747,860	\$ 21,475,922	\$ 116,886,777	\$ 83,896,597	\$ 9,961,564	\$ 373,989	\$ 1,252,005,688
Restricted cash and cash equivalents	23,613,255	20,604,864	28,731,445	2,616,229	3,639,123	18,438,230	16,512,588	5,741,957	194,872	626,650,226
Noncurrent Assets:										
Restricted cash and cash equivalents	63,618,927	3,622,899	10,672,118	6,987,961	2,953,136	10,724,258	25,757,837	6,603,629	5,664,950	726,437,142
<b>Total Cash and Cash Equivalents - June 30</b>	<b>\$ 320,635,817</b>	<b>\$ 32,300,666</b>	<b>\$ 144,939,392</b>	<b>\$ 20,352,050</b>	<b>\$ 28,068,181</b>	<b>\$ 146,049,265</b>	<b>\$ 126,167,022</b>	<b>\$ 22,307,150</b>	<b>\$ 6,233,811</b>	<b>\$ 2,605,093,056</b>

**Noncash Investing, Capital, and Financing Activities**

Assets acquired through the assumption of a liability	\$ —	\$ 20,472	\$ 583,580	\$ —	\$ 620,150	\$ —	\$ 2,150,589	\$ 1,642,262	\$ —	\$ 18,887,995
Assets acquired through the assumption of a capital lease	—	—	—	—	—	—	—	—	—	603,788
Assets acquired through a gift	4,793,085	—	260,983	—	231,372	1,240,414	260,174	—	—	19,900,054
Assets acquired through a service contract	—	—	—	—	—	1,416,649	—	—	—	1,416,649
Change in fair value of investments	1,435,565	(1,351,788)	(11,847,360)	(933,705)	(718,771)	(3,625,650)	(2,412,284)	(906,994)	—	(149,430,042)
Reinvested distributions	—	—	—	—	—	—	1,393,061	—	—	2,031,236
Loss on investment in joint ventures	—	—	—	—	—	—	—	—	—	(3,245,859)
Loss on disposal of capital assets	(1,230,632)	(63,710)	(4,093,279)	(63,595)	(27,847)	(494,981)	(799,162)	(88,087)	—	(21,010,230)
Funds used to payoff notes payable	—	—	9,446,803	—	—	—	—	—	—	9,446,803
Bond issuance cost withheld	—	—	200,250	—	—	—	(390,908)	—	—	(2,550,726)
Funds escrowed to defease debt	—	—	23,984,107	—	—	—	69,930,780	—	—	228,952,105
Amortization of bond premiums/ discounts and deferred loss on refunding	(1,289,298)	—	(2,255,832)	(3,106)	—	466,545	(168,904)	(24,795)	—	(4,969,996)
Increase in receivables related to nonoperating income	—	178,689	—	515,496	—	756,647	—	—	113,568	2,706,305
Decrease in receivables related to nonoperating income	—	—	—	—	—	—	(47,388)	—	—	(1,658,869)
Payments made on behalf of the University	—	—	—	—	—	—	(529,894)	—	—	(7,033,752)
Amortization of other deferred inflow	—	—	—	—	—	—	—	(49,695)	—	(49,695)

# Reconciliation of the Statement of Net Position for Individual UNC Campuses and General Administration to the Consolidated Statement

June 30, 2016

	Total of UNC Campuses and GA	Eliminations	Consolidated UNC Campuses and GA
<b>Assets</b>			
Current Assets:			
Cash and cash equivalents	\$ 1,252,005,688	\$ —	\$ 1,252,005,688
Restricted cash and cash equivalents	626,650,226	—	626,650,226
Short-term investments	708,033,939	—	708,033,939
Restricted short-term investments	148,358,145	—	148,358,145
Receivables, net	519,841,509	—	519,841,509
Due from State of NC component units	29,432,977	—	29,432,977
Due from University component units	253,524	—	253,524
Due from primary government	8,298,542	—	8,298,542
Notes receivable, net	18,041,599	—	18,041,599
Inventories	58,906,150	—	58,906,150
Prepaid items	13,030,705	—	13,030,705
Other assets	11,089,943	—	11,089,943
<i>Total Current Assets</i>	<i>3,393,942,947</i>	<i>—</i>	<i>3,393,942,947</i>
Noncurrent Assets:			
Restricted cash and cash equivalents	726,437,142	—	726,437,142
Receivables, Net	37,839,310	—	37,839,310
Endowment investments	2,695,315,427	—	2,695,315,427
Restricted investments	2,414,535,301	(1,009,660,429)	1,404,874,872
Other investments	149,300,743	—	149,300,743
Investment in joint venture	12,886,423	—	12,886,423
Cash surrender value of life insurance policies	58,761	—	58,761
Restricted due from primary government	334,009	—	334,009
Notes receivable, net	89,964,105	—	89,964,105
Prepaid items	1,867,696	—	1,867,696
Capital assets, nondepreciable	848,181,010	—	848,181,010
Capital assets, depreciable	10,400,152,904	—	10,400,152,904
<i>Total Noncurrent Assets</i>	<i>17,376,872,831</i>	<i>(1,009,660,429)</i>	<i>16,367,212,402</i>
<b>Total Assets</b>	<b>20,770,815,778</b>	<b>(1,009,660,429)</b>	<b>19,761,155,349</b>
<b>Deferred Outflows of Resources</b>			
Accumulated decrease in fair value of hedging derivatives	164,459,509	—	164,459,509
Deferred loss on refunding	49,579,249	—	49,579,249
Deferred outflows related to pensions	159,345,968	—	159,345,968
<b>Total Deferred Outflows of Resources</b>	<b>373,384,726</b>	<b>—</b>	<b>373,384,726</b>

# Reconciliation of the Statement of Net Position for Individual UNC Campuses and General Administration to the Consolidated Statement

June 30, 2016

	Total of UNC Campuses and GA	Eliminations	Consolidated UNC Campuses and GA
<b>Liabilities</b>			
Current Liabilities:			
Accounts payable and accrued liabilities	309,025,506	—	309,025,506
Due to State of NC component units	23,277,102	—	23,277,102
Due to primary government	7,917,440	—	7,917,440
Obligations under reverse repurchase agreements	15,255,000	—	15,255,000
Short-term debt	73,100,000	—	73,100,000
Interest payable	40,423,237	—	40,423,237
Deposits payable	9,539,421	—	9,539,421
Funds held for others	70,325,012	—	70,325,012
Unearned revenue	168,808,698	—	168,808,698
Long-term liabilities - current portion	261,229,436	—	261,229,436
<i>Total Current Liabilities</i>	<u>978,900,852</u>	<u>—</u>	<u>978,900,852</u>
Noncurrent Liabilities:			
Accounts payable and accrued liabilities	3,332,333	—	3,332,333
Hedging derivatives liability	164,459,509	—	164,459,509
Unearned revenue	75,436,487	—	75,436,487
Deposits payable	3,711,692	—	3,711,692
Funds held for others	58,683,349	—	58,683,349
Funds held in trust for pool participants	2,460,079,484	(1,009,660,429)	1,450,419,055
U.S. government grants refundable	79,831,311	—	79,831,311
Long-term liabilities - noncurrent portion	4,824,020,563	—	4,824,020,563
<i>Total Noncurrent Liabilities</i>	<u>7,669,554,728</u>	<u>(1,009,660,429)</u>	<u>6,659,894,299</u>
<b>Total Liabilities</b>	<u>8,648,455,580</u>	<u>(1,009,660,429)</u>	<u>7,638,795,151</u>
<b>Deferred Inflows of Resources</b>			
Deferred gain on refunding	167,549	—	167,549
Deferred inflows related to pensions	97,847,265	—	97,847,265
Deferred revenue, split interest trust agreements	161,046	—	161,046
Other deferred inflows	989,752	—	989,752
<b>Total Deferred Inflows of Resources</b>	<u>99,165,612</u>	<u>—</u>	<u>99,165,612</u>

# Reconciliation of the Statement of Net Position for Individual UNC Campuses and General Administration to the Consolidated Statement

June 30, 2016

	Total of UNC Campuses and GA	Eliminations	Consolidated UNC Campuses and GA
<b>Net Position</b>			
Net investment in capital assets	7,142,960,717	—	7,142,960,717
Nonexpendable:			
Scholarships and fellowships	379,354,269	—	379,354,269
Research	23,478,564	—	23,478,564
Endowed professorships	644,803,443	—	644,803,443
Departmental uses	216,630,242	—	216,630,242
Loans	39,604,476	—	39,604,476
Art	1,521,282	—	1,521,282
Other	71,676,489	—	71,676,489
Expendable:			
Scholarships and fellowships	344,818,517	—	344,818,517
Research	35,715,761	—	35,715,761
Endowed professorships	571,605,406	—	571,605,406
Departmental uses	535,226,743	—	535,226,743
Loans	3,700,883	—	3,700,883
Capital projects	364,038,623	—	364,038,623
Debt service	131,363,519	—	131,363,519
Art	772,522	—	772,522
Other	77,700,868	—	77,700,868
Restricted for specific programs	1,006,818	—	1,006,818
Operations and maintenance	1,872,433	—	1,872,433
Unrestricted net position	1,808,727,737	—	1,808,727,737
<b>Total Net Position</b>	<b>\$ 12,396,579,312</b>	<b>\$ —</b>	<b>\$ 12,396,579,312</b>

# The University of North Carolina

## Reconciliation of the Statement of Revenues, Expenses, and Changes in Net Position for Individual UNC Campuses and General Administration to the Consolidated Statement

For the fiscal year ended June 30, 2016

	UNC Campuses and General Administration	Eliminations	Consolidated UNC Campuses and GA
<b>Operating Revenues</b>			
Student tuition & fees, net	\$ 1,668,614,717	\$ 247,559	\$ 1,668,862,276
Patient services, net	621,334,896	—	621,334,896
Federal appropriations	21,801,135	—	21,801,135
Federal grants and contracts	891,872,187	(245,573)	891,626,614
State and local grants and contracts	86,365,671	(1,643,493)	84,722,178
Nongovernmental grants and contracts	274,548,652	(59,000)	274,489,652
Sales and services, net	1,175,864,311	(535,153)	1,175,329,158
Interest earnings on loans	2,200,746	—	2,200,746
Other operating revenues, net	57,298,837	(641,434)	56,657,403
<i>Total Operating Revenues</i>	<u>4,799,901,152</u>	<u>(2,877,094)</u>	<u>4,797,024,058</u>
<b>Operating Expenses</b>			
Salaries and benefits	4,684,371,359	(33,646)	4,684,337,713
Supplies and materials	644,961,306	—	644,961,306
Services	1,571,113,421	(803,038)	1,570,310,383
Scholarships and fellowships	410,768,652	304,480	411,073,132
Utilities	206,098,947	—	206,098,947
Depreciation/ amortization	399,477,991	—	399,477,991
<i>Total Operating Expenses</i>	<u>7,916,791,676</u>	<u>(532,204)</u>	<u>7,916,259,472</u>
<b>Operating Loss</b>	<u>(3,116,890,524)</u>	<u>(2,344,890)</u>	<u>(3,119,235,414)</u>
<b>Nonoperating Revenues/ (Expenses)</b>			
State appropriations	2,733,406,486	—	2,733,406,486
Noncapital grants - student financial aid	437,040,941	(463,291)	436,577,650
Noncapital grants	226,513,303	(45,770,298)	180,743,005
Noncapital gifts, net	267,261,162	(456,718)	266,804,444
Interest and fees on debt	(164,561,036)	—	(164,561,036)
Investment income (loss)	(56,490,599)	—	(56,490,599)
Grants, aid and subsidies	(274,581,502)	56,558,339	(218,023,163)
Federal interest subsidy on debt	7,573,222	—	7,573,222
Other nonoperating revenues	29,201,094	(210,863)	28,990,231
Other nonoperating expenses	(19,884,253)	(110,279)	(19,994,532)
Grant to Union Square Campus, Inc.	(1,000,000)	—	(1,000,000)
<i>Total Nonoperating Revenues/ (Expenses)</i>	<u>3,184,478,818</u>	<u>9,546,890</u>	<u>3,194,025,708</u>
<b>Income/(Loss) Before Transfers and Other Items</b>	<u>67,588,294</u>	<u>7,202,000</u>	<u>74,790,294</u>
Capital appropriations	53,362,709	—	53,362,709
Capital grants	19,792,208	—	19,792,208
Capital gifts	24,512,686	—	24,512,686
Additions to endowments	46,480,368	(7,202,000)	39,278,368
Special item	1,234,725	—	1,234,725
<b>Change in Net Position</b>	<u>212,970,990</u>	<u>—</u>	<u>212,970,990</u>
Net position - July 1, as restated	<u>12,183,608,322</u>	<u>—</u>	<u>12,183,608,322</u>
<b>Net Position - June 30</b>	<u>\$ 12,396,579,312</u>	<u>\$ —</u>	<u>\$ 12,396,579,312</u>

## Reconciliation of the Statement of Cash Flows for Individual UNC Campuses and General Administration to the Consolidated Statement

For the fiscal year ended June 30, 2016

	Total of UNC Campuses and GA	Eliminations	Consolidated UNC Campuses and GA
<b>Cash Flows From Operating Activities</b>			
Received from customers	\$ 4,902,477,253	\$ —	\$ 4,902,477,253
Payments to employees and fringe benefits	(4,826,219,923)	—	(4,826,219,923)
Payments to vendors and suppliers	(2,564,534,358)	—	(2,564,534,358)
Payments for scholarships and fellowships	(410,871,800)	—	(410,871,800)
Loans issued	(14,181,593)	—	(14,181,593)
Collection of loans	14,811,653	—	14,811,653
Interest earned on loans	2,731,222	—	2,731,222
Student deposits received	6,910,143	—	6,910,143
Student deposits returned	(6,414,844)	—	(6,414,844)
Other receipts	27,012,604	—	27,012,604
Other payments	(58,754,575)	—	(58,754,575)
<b>Net Cash Used by Operating Activities</b>	<b>(2,927,034,218)</b>	<b>—</b>	<b>(2,927,034,218)</b>
<b>Cash Flows From Noncapital Financing Activities</b>			
State appropriations	2,733,406,486	—	2,733,406,486
Noncapital grants - student financial aid	436,922,704	—	436,922,704
Noncapital grants	229,544,325	—	229,544,325
Noncapital gifts	276,153,285	—	276,153,285
Additions to endowments	46,480,367	—	46,480,367
William D. Ford Direct Lending receipts	1,195,632,888	—	1,195,632,888
William D. Ford Direct Lending disbursements	(1,201,005,801)	—	(1,201,005,801)
Related activity agency receipts	1,503,760,876	—	1,503,760,876
Related activity agency disbursements	(1,297,476,009)	—	(1,297,476,009)
External participation in investment fund receipts	26,098,700	—	26,098,700
External participation in investment fund disbursements	(16,204,870)	—	(16,204,870)
Proceeds from Hofmann Forest timber deed	76,976,007	—	76,976,007
Grants, aid, and subsidies	(274,581,502)	—	(274,581,502)
Receipts from UNCHCS for School of Medicine	50,128,276	—	50,128,276
Other receipts	7,930,453	—	7,930,453
Other payments	(1,210,774)	—	(1,210,774)
Grant to Union Square Campus, Inc.	(1,000,000)	—	(1,000,000)
<b>Net Cash Provided by Noncapital Financing Activities</b>	<b>3,791,555,411</b>	<b>—</b>	<b>3,791,555,411</b>
<b>Cash Flows from Capital Financing and Related Financing Activities</b>			
Proceeds from capital debt	1,092,567,068	—	1,092,567,068
Capital appropriations	50,580,588	—	50,580,588
Capital grants	23,223,204	—	23,223,204
Capital gifts	7,483,251	—	7,483,251
Proceeds from sale of capital assets	2,956,440	—	2,956,440
Acquisition and construction of capital assets	(524,945,619)	—	(524,945,619)
Principal paid on capital debt and leases	(844,557,982)	—	(844,557,982)
Interest and fees paid on capital debt and leases	(165,395,749)	—	(165,395,749)
Federal interest subsidy on debt received	7,576,817	—	7,576,817
Other receipts	401,535	—	401,535
Other payments	(1,133,188)	—	(1,133,188)
<b>Net Cash Used by Capital Financing and Related Financing Activities</b>	<b>(351,243,635)</b>	<b>—</b>	<b>(351,243,635)</b>

## Reconciliation of the Statement of Cash Flows for Individual UNC Campuses and General Administration to the Consolidated Statement

For the fiscal year ended June 30, 2016

	Total of UNC Campuses and GA	Eliminations	Consolidated UNC Campuses and GA
<b>Cash Flows From Investing Activities</b>			
Proceeds from sales and maturities of investments	3,403,830,143	—	3,403,830,143
Investment income	91,471,166	—	91,471,166
Investment in joint ventures	(3,986,840)	—	(3,986,840)
Purchase of investments and related fees	(3,462,655,289)	—	(3,462,655,289)
Change in obligations under reverse repurchase agreements	2,879,000	—	2,879,000
<b>Net Cash Provided by Investing Activities</b>	<b>31,538,180</b>	<b>—</b>	<b>31,538,180</b>
<b>Net Increase in Cash and Cash Equivalents</b>	<b>544,815,738</b>	<b>—</b>	<b>544,815,738</b>
Cash and cash equivalents - July 1	2,060,277,318	—	2,060,277,318
<b>Cash and Cash Equivalents - June 30</b>	<b>\$ 2,605,093,056</b>	<b>\$ —</b>	<b>\$ 2,605,093,056</b>

## Reconciliation of the Statement of Cash Flows for Individual UNC Campuses and General Administration to the Consolidated Statement

For the fiscal year ended June 30, 2016

	Total of UNC Campuses and GA	Eliminations	Consolidated UNC Campuses and GA
<b>Reconciliation of Net Operating Loss to Net Cash Used by Operating Activities</b>			
Operating loss	\$ (3,116,890,524)	\$ —	\$ (3,116,890,524)
Adjustments to reconcile operating income (loss) to provided (used) by operating activities:			
Depreciation/ amortization expense	399,477,991	—	399,477,991
Allowance, write-offs, and amortizations	11,703,527	—	11,703,527
Miscellaneous pension adjustments	(73,599)	—	(73,599)
Pension expense	40,648,162	—	40,648,162
Nonoperating other income	1,355,448	—	1,355,448
Nonoperating other expenses	577,155	—	577,155
Changes in assets, deferred outflows of resources, liabilities, and deferred inflows of resources:			
Receivables, net	29,060,857	—	29,060,857
Due from primary government	9,468,660	—	9,468,660
Due from University component units	472,266	—	472,266
Due from State of NC component units	613,403	—	613,403
Student loan principal repayments	243,163	—	243,163
Student loans issued	(227,390)	—	(227,390)
Inventories	(4,601,497)	—	(4,601,497)
Notes receivable, net	(3,612,411)	—	(3,612,411)
Prepaid items	(8,509,103)	—	(8,509,103)
Other assets	(6,831,814)	—	(6,831,814)
Accounts payable and accrued liabilities	(132,779,794)	—	(132,779,794)
Due to primary government	(3,503,200)	—	(3,503,200)
Due to State of NC component units	(236,411)	—	(236,411)
Due to Federal agencies	(487)	—	(487)
Funds held for others	444,310	—	444,310
Unearned revenue	38,347,086	—	38,347,086
Deferred outflows for contributions subsequent to the measurement date	(147,465,896)	—	(147,465,896)
Government grants refundable	(168,869)	—	(168,869)
Compensated absences	(35,766,487)	—	(35,766,487)
Deposits payable	1,221,236	—	1,221,236
<b>Net Cash Used by Operating Activities</b>	<b>\$ (2,927,034,218)</b>	<b>\$ —</b>	<b>\$ (2,927,034,218)</b>
<b>Reconciliation of Cash and Cash Equivalents</b>			
Current Assets:			
Cash and cash equivalents	\$ 1,252,005,688	\$ —	\$ 1,252,005,688
Restricted cash and cash equivalents	626,650,226	—	626,650,226
Noncurrent Assets:			
Restricted cash and cash equivalents	726,437,142	—	726,437,142
<b>Total Cash and Cash Equivalents – June 30</b>	<b>\$ 2,605,093,056</b>	<b>\$ —</b>	<b>\$ 2,605,093,056</b>



## Reconciliation of the Statement of Cash Flows for Individual UNC Campuses and General Administration to the Consolidated Statement

For the fiscal year ended June 30, 2016

	Total of UNC Campuses and GA	Eliminations	Consolidated UNC Campuses and GA
<b>Noncash Investing, Capital, and Financing Activities</b>			
Assets acquired through the assumption of a liability	\$ 18,887,995	\$ —	\$ 18,887,995
Assets acquired through the assumption of a capital lease	603,788	—	603,788
Assets acquired through a gift	19,900,054	—	19,900,054
Assets acquired through a service contract	1,416,649	—	1,416,649
Change in fair value of investments	(149,430,042)	—	(149,430,042)
Reinvested distributions	2,031,236	—	2,031,236
Loss on investment in joint ventures	(3,245,859)	—	(3,245,859)
Loss on disposal of capital assets	(21,010,230)	—	(21,010,230)
Funds used to payoff notes payable	9,446,803	—	9,446,803
Bond issuance cost withheld	(2,550,726)	—	(2,550,726)
Funds escrowed to defease debt	228,952,105	—	228,952,105
Amortization of bond premiums/ discounts and deferred loss on refunding	(4,969,996)	—	(4,969,996)
Increase in receivables related to nonoperating income	2,706,305	—	2,706,305
Decrease in receivables related to nonoperating income	(1,658,869)	—	(1,658,869)
Payments made on behalf of the University	(7,033,752)	—	(7,033,752)
Amortization of other deferred inflow	(49,695)	—	(49,695)

**Caption Variances**

Certain captions vary from institution to institution. Certain common captions have been combined for presentation in the consolidated financial statements. All receivable captions have been combined and are presented as Receivables, net. Also, several universities use various captions for prepaid items. All references to prepaid assets, prepaid expense, prepaid insurance, and prepaid bond insurance are shown under the caption prepaid items. The following is a list of other captions that are presented with a different title in the consolidated University statements.

**UNC Hospitals at Chapel Hill**

Net patient service revenue

Contracted services

Communications, utilities, and travel

**UNC Consolidation**

Patent services, net

Services

Utilities

## Glossary

**Instruction** - A functional expense category that includes expenses of the colleges, schools, departments, and other instructional divisions of the institution and expenses for departmental research and public service that are not separately budgeted. Includes general academic instruction, occupational and vocational instruction, community education, preparatory and adult basic education, and regular, special, and extension sessions. Also includes expenses for both credit and non-credit activities. Excludes expenses for academic administration where the primary function is administration (e.g., academic deans).

**Research** - A functional expense category that includes expenses for activities specifically organized to produce research outcomes and commissioned by an agency either external to the institution or separately budgeted by an organizational unit within the institution. The category includes institutes and research centers, and individual and project research. This function does not include nonresearch sponsored programs (e.g., training programs).

**Public service** - A functional expense category that includes expenses for activities established primarily to provide noninstructional services beneficial to individuals and groups external to the institution. Examples are conferences, institutes, general advisory service, reference bureaus, and similar services provided to particular sectors of the community. This function includes expenses for community services, cooperative extension services, and public broadcasting services.

**Academic support** - A functional expense category that includes expenses of activities and services that support the institution's primary missions of instruction, research, and public service. It includes the retention, preservation, and display of educational materials (for example, libraries, museums, and galleries); organized activities that provide support services to the academic functions of the institution (such as a demonstration school associated with a college of education or veterinary and dental clinics if their primary purpose is to support the instructional program); media such as audiovisual services; academic administration (including academic deans but not department chairpersons); and formally organized and separately budgeted academic personnel development and course and curriculum development expenses.

**Student services** - A functional expense category that includes expenses for admissions, registrar activities, and activities whose primary purpose is to contribute to students' emotional and physical well-being and to their intellectual, cultural, and social development outside the context of the formal instructional program. Examples include student activities, cultural events, student newspapers, intramural athletics, student organizations, supplemental instruction outside the normal administration, and student records. Intercollegiate athletics and student health services may also be included except when operated as self-supporting auxiliary enterprises.

**Institutional support** - A functional expense category that includes expenses for the day-to-day operational support of the institution. Includes expenses for general administrative services, central executive-level activities concerned with management and long range planning, legal and fiscal operations, space management, employee personnel and records, logistical services such as purchasing and printing, and public relations and development.

## Glossary (cont.)

**Operation and maintenance of plant** - A functional expense category that includes expenses for operations established to provide service and maintenance related to campus grounds and facilities used for educational and general purposes. Specific expenses include utilities, fire protection, property insurance, and similar items. This function does include amounts charged to auxiliary enterprises, hospitals, and independent operations.

**Student financial aid** - Outright grants-in-aid, trainee stipends, tuition and fee waivers, and prizes awarded to students by the institution, including Pell grants. Awards to undergraduate students are most commonly referred to as "scholarships" and those to graduate students as "fellowships." These awards do not require the performance of services while a student (such as teaching) or subsequently as a result of the scholarship or fellowship. The term does not include loans to students (subject to repayment), College Work-Study Program (CWS), or awards granted to a parent of a student because of the parent's faculty or staff status. Also not included are awards to students where the selection of the student recipient is not made by the institution.

**Auxiliary enterprises** - Expenses for essentially self-supporting operations of the institution that exist to furnish a service to students, faculty, or staff, and that charge a fee that is directly related to, although not necessarily equal to, the cost of the service. Examples are residence halls, food services, student health services, intercollegiate athletics (only if essentially self-supporting), college unions, college stores, faculty and staff parking, and faculty housing.

**Independent operations** - Expenses associated with operations that are independent of or unrelated to the primary missions of the institution (i.e., instruction, research, public service) although they may contribute indirectly to the enhancement of these programs. This category is generally limited to expenses of a major federally funded research and development center. Expenses of operations owned and managed as investments of the institution's endowment funds are excluded.

**Depreciation** - The allocation or distribution of the cost of capital assets, less any salvage value, to expenses over the estimated useful life of the asset in a systematic and rational manner. Depreciation for the year is the amount of the allocation or distribution for the year involved.

**Hospital services** - Expenses associated with a hospital operated by the postsecondary institution (but not as a component unit) and reported as a part of the institution. This classification includes nursing expenses, other professional services, general services, administrative services, and fiscal services.