UNIVERSITY SYSTEM OF MARYLAND

Financial Statements and Supplemental Data

For the Years Ended June 30, 2009 and 2008, together with
Report of Independent Public Accountants

Page

REPORT OF INDEPENDENT PUBLIC ACCOUNTANTS 1

MANAGEMENT'S DISCUSSION AND ANALYSIS 3

FINANCIAL STATEMENTS FOR THE YEARS ENDED JUNE 30, 2009 AND 2008:

Balance Sheet, University System of Maryland 10
Combining Balance Sheet, Component Units 11
Statement of Revenues, Expenses and Changes in Net Assets, University System of Maryland 13
Combining Statement of Activities, Component Units 14
Statement of Cash Flows, University System of Maryland 16
Notes to Financial Statements 17

SUPPLEMENTAL DATA:

Balance Sheet, Statement of Revenues, Expenses and Changes in Net Assets, and Statement of Cash Flows for:

University of Maryland, Baltimore 37
University of Maryland, College Park 40
Bowie State University 43
Towson University 46
University of Maryland Eastern Shore 49
Frostburg State University 52
Coppin State University 55
University of Baltimore 58
Salisbury University 61
University of Maryland University College 64
University of Maryland, Baltimore County 67
University of Maryland Center for Environmental Science 70
University of Maryland Biotechnology Institute 73
University System of Maryland Office 76
Combining Balance Sheet, Non-major Component Units 79
Combining Statement of Activities, Non-major Component Units 81

Notes to Supplemental Data 83

Abrams, Foster, Nole & Williams, P.A.
Certified Public Accountants

2 Hamill Road, Suite 241
West Quadrangle
Baltimore, MD 21210-1886
(410) 433-6830 / Fax (410) 433-6871

Member: American Institute of Certified Public Accountants
and Maryland Association of Certified Public Accountants

REPORT OF INDEPENDENT PUBLIC ACCOUNTANTS

Board of Regents
University System of Maryland

We have audited the accompanying financial statements of the University System of Maryland (the System), a component unit of the State of Maryland, and its discretely presented component units as of and for the years ended June 30, 2009 and 2008, as listed in the table of contents. These financial statements are the responsibility of the System's management. Our responsibility is to express opinions on these financial statements based on our audits. We only audited the component unit financial statements of Coppin State College Development Foundation, Inc. and Bowie State University Foundation, Inc. We did not audit the other component unit financial statements. The component units we did not audit represent 99 percent, 98 percent and 92 percent, respectively, of total assets, net assets, and unrestricted revenues of the total component units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the component units, is based on the reports of the other auditors.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits and the reports of the other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audits and the reports of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the System and of its discretely presented component units as of June 30, 2009 and 2008, and the respective changes in financial position and, where applicable, cash flows thereof for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Management's discussion and analysis is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audits were conducted for the purpose of forming opinions on the financial statements that collectively comprise the System's basic financial statements. The accompanying supplemental data as described in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. The supplemental information has been subjected to the auditing procedures applied by us and the other auditors in the audit of the basic financial statements and, in our opinion, based on our audits and the reports of the other auditors, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Abrams, Foster, Nole & Williams, P.A.

Abrams, Foster, Nole & Williams, P.A.
Certified Public Accountants
Baltimore, Maryland
October 27, 2009

UNIVERSITY SYSTEM OF MARYLAND

MANAGEMENT'S DISCUSSION AND ANALYSIS
YEARS ENDED JUNE 30, 2009 AND 2008

The management of the University System of Maryland (the System), provides the readers of the System's financial statements with this narrative overview and analysis of the financial activities of the System for the years ended June 30, 2009 and 2008.

Financial Highlights

- Unrestricted net assets increased by $35,081,617 for the year ended June 30, 2009, compared to an increase of $136,908,894 for the year ended June 30, 2008.

- State appropriations for the System increased by 2.6% for the year ended June 30, 2009, to $1,030,646,420. For the year ended June 30, 2008, State appropriations increased by 7.6% from the amount received in the year ended June 30, 2007.

- Tuition and fees, after deducting Scholarship allowances, increased by $34,759,266, or 3.7% for the year ended June 30, 2009. During the year ended June 30, 2008, net Tuition and fees increased by more than 8.1%, or $70,534,382.

- Investment losses on Endowment assets amounted to $60,818,099, or a loss of 24.4%, for the year ended June 30, 2009. For the year ended June 30, 2008, investment income on Endowment assets was $1,156,585, representing a return of 0.5%.

Overview of the Financial Statements

The System's financial statements consist of three basic financial statements and the notes that provide information on the accounting alternatives used, and explanatory information and detail on certain financial statement elements. The three basic financial statements are the Balance Sheet, the Statement of Revenues, Expenses and Changes in Net Assets, and the Statement of Cash Flows.

The *Balance Sheet* presents information on the System's assets, liabilities and net assets, all as of the end of the reporting period. Net assets represents the difference between assets and liabilities, and is detailed into classifications that help readers understand the constraints that the System must consider in making decisions on expending assets. Over time, changes in net assets can help in understanding whether the financial condition of the System is improving or deteriorating.

The *Statement of Revenues, Expenses and Changes in Net Assets* presents information on the changes in net assets during the year. All changes in net assets are reported as soon as the underlying event takes place, regardless of the timing of the related cash flows. Thus, revenues and expenses are recorded for some items that will result in cash flows in future fiscal years (for example tuition and fees owed by students, or vacation earned by employees but not used at year-end).

The *Statement of Cash Flows* presents information on sources and uses of cash during the year. This statement details the changes in cash and cash equivalents from the amounts reported at the end of the preceding year, to the amounts reported in the Balance Sheet as of the end of the current year. Sources and uses are organized into operating activities, noncapital financing activities, capital and related financing activities, and investing activities.

The System's financial statements include all accounts and balances of the System (considered the primary government, in accounting terms), as well as 16 legally-separate and distinct entities for which the System is financially accountable, which are considered component units. Of the 16 component units, three are considered major component units due to their significance in terms of size, while the rest are considered non-major component units.

The emphasis of this Management's Discussion and Analysis is on the System itself. Reference should be made to the separately audited financial statements of the component units for additional information.

Financial Analysis

As of June 30, 2009, the System's financial health remains strong, with assets exceeding liabilities by $3,925,233,508, shown on the Balance Sheet as total net assets. This compares with total net assets of $3,741,283,144 as of June 30, 2008. As suggested earlier, when viewed over time, net assets may be useful as an indicator of financial health.

For the year ended June 30, 2009, total net assets increased by $183,950,364. Net assets invested in capital assets, net of related debt, increased by $197,336,347, while unrestricted net assets increased $35,081,617, and restricted net asset categories decreased by $48,467,600.

Unrestricted net assets represent the portion of assets, after taking into account liabilities, which can be used to meet ongoing obligations and fund new initiatives. The $35,081,617 increase in unrestricted net assets for the year ended June 30, 2009 is attributable to continuing institutional efforts to limit expenditures, the effects of a state-wide furlough plan requiring System employees to take unpaid leave, revenues from enrollment growth beyond that anticipated, as well as efforts to accumulate resources to provide for future facilities needs and renewal and renovation requirements. These factors were offset by mid-year reductions in State Appropriations of $29,000,000, investment losses on the unrestricted net asset portion of endowment funds, and planned spending on acquisitions of buildings and renovations using cash balances.

As of June 30, 2008, the System's assets exceeded liabilities by $3,741,283,144. This compares with total net assets of $3,424,332,174 as of June 30, 2007.

For the year ended June 30, 2008, total net assets increased by $316,950,970. Net assets invested in capital assets, net of related debt, increased by $199,326,790, while unrestricted net assets increased $136,908,894, and restricted net asset categories decreased by $19,284,714.

The $136,908,894 increase in unrestricted net assets for the year ended June 30, 2008 is attributable to continuing institutional efforts to limit expenditures, revenues from enrollment growth beyond that anticipated, as well as efforts to accumulate resources to provide for future facilities needs and renewal and renovation requirements.

The table below presents summary-level information of the System's assets, liabilities, and net assets as of June 30, 2009, 2008 and 2007.

Condensed Balance Sheet
June 30, 2009, 2008 and 2007

	2009	2008	2007
Current and other assets	$1,864,752,849	$1,814,836,997	$1,596,331,019
Capital assets, net	3,670,605,826	3,434,909,097	3,248,364,874
Total assets	$5,535,358,675	$5,249,746,094	$4,844,695,893
Debt and obligations under capital lease agreements	$1,028,523,582	$969,923,078	$954,846,383
Other liabilities	581,601,585	538,539,872	465,517,336
Total liabilities	1,610,125,167	1,508,462,950	1,420,363,719
Net assets:			
Invested in capital assets, net of related debt	2,791,037,963	2,593,701,616	2,394,374,826
Restricted	235,394,237	283,861,837	303,146,551
Unrestricted	898,801,308	863,719,691	726,810,797
Total net assets	3,925,233,508	3,741,283,144	3,424,332,174
Net assets and liabilities	$5,535,358,675	$5,249,746,094	$4,844,695,893

The table below presents summary-level information on revenues, expenses, and other changes in the System's net assets for the years ended June 30, 2009, 2008 and 2007.

Condensed Statement of Revenues, Expenses and Changes in Net Assets
Years ended June 30, 2009, 2008 and 2007

	2009	2008	2007
Operating revenues	$2,699,475,176	$2,600,733,089	$2,441,077,210
Operating expenses	3,789,619,283	3,589,864,275	3,320,914,383
Operating loss	(1,090,144,107)	(989,131,186)	(879,837,173)
State appropriations	1,030,646,420	1,004,067,729	933,537,277
Other nonoperating revenues (expenses), gains and (losses), net	59,064,245	135,092,362	113,770,882
Total nonoperating revenues and expenses	1,089,710,665	1,139,160,091	1,047,308,159
Income (loss) before other revenues and expenses	(433,442)	150,028,905	167,470,986
Other revenues and (expenses)	184,383,806	166,922,065	179,135,398
Increase in net assets	183,950,364	316,950,970	346,606,384
Net assets, beginning of year	3,741,283,144	3,424,332,174	3,077,725,790
Net assets, end of year	$3,925,233,508	$3,741,283,144	$3,424,332,174

The System's operating revenues arise from activities associated with its core mission; education, research, and public service.

For the years ended June 30, 2009, 2008 and 2007, operating revenues, which under the definitions used by Governmental Accounting Standards Board (GASB) excludes state appropriations, are detailed below:

	2009		2008		2007	
	$	%	$	%	$	%
Tuition and fees	$978,593,022	36.2%	$943,833,756	36.2%	$873,299,374	35.8%
Contracts and grants	986,249,638	36.5	936,506,855	36.1	915,160,680	37.5
Sales and services of educational departments	225,933,669	8.4	224,755,063	8.6	193,763,649	7.9
Auxiliary enterprises	455,462,962	16.9	434,309,237	16.7	404,857,492	16.6
Other operating	53,235,885	2.0	61,328,178	2.4	53,996,015	2.2
Total	$2,699,475,176	100.0%	$2,600,733,089	100.0%	$2,441,077,210	100.0%

Tuition and fees reflect the increases in tuition rates and other student charges enacted for the years ended June 30, 2008 and 2007 for graduate and non-resident undergraduate students, as well as modest enrollment increases in both years, most notably at the University of Maryland College Park, and the University of Maryland University College. Fee increases for residence halls and dining facilities and enrollment increases account for the increase in revenues from auxiliary enterprise activities.

For the years ended June 30, 2009, 2008 and 2007, operating expenses are detailed below:

	2009		2008		2007	
	$	%	$	%	$	%
Instruction	$990,476,197	26.1%	$951,367,571	26.5%	$890,577,102	26.8%
Research	869,719,538	23.0	838,754,387	23.4	761,371,454	22.9
Public service	139,414,385	3.7	136,357,718	3.8	126,113,115	3.8
Academic support	338,282,723	8.9	318,240,451	8.9	287,337,936	8.7
Student services	169,092,865	4.5	154,969,079	4.3	143,441,415	4.3
Institutional support	334,740,258	8.8	326,342,237	9.1	317,336,126	9.6
Operation and maintenance of plant	307,014,037	8.1	272,127,045	7.6	261,288,566	7.9
Scholarships and fellowships	81,691,427	2.2	75,884,153	2.1	63,141,801	1.9
Auxiliary enterprises	429,082,134	11.3	404,597,108	11.2	369,809,173	11.1
Hospital	130,105,719	3.4	111,224,526	3.1	100,497,695	3.0
Total	$3,789,619,283	100.0%	$3,589,864,275	100.0%	$3,320,914,383	100.0%

Operating expenses are detailed by (1) employee costs, (2) payments to suppliers, contractors and other, and (3) depreciation expense in the notes to the financial statements, in order to provide an alternative presentation of operating expenses.

For the year ended June 30, 2009, increases in employee payments account for largest component of the overall increase in operating expenses of almost $200 million over the year ended June 30, 2008, the largest portion relating to Instruction programs.

For the year ended June 30, 2008, increases in payments to suppliers, contractors and other payments account for largest component of the overall increase in operating expenses over the year ended June 30, 2007. Payments to suppliers, contractors and other increased by more than 16% over the year ended June 30, 2007, with the largest increase associated with research activities.

For the year ended June 30, 2007, increases in employee costs, most significantly in the instruction, academic support, and institutional support program categories, account for most of the overall increase in operating expenses over the year ended June 30, 2006.

Capital Asset and Debt Administration

The System added $456,846,565 in new capital assets during the year ended June 30, 2009. Of these additions, $177,717,059 was funded through the use of State of Maryland debt proceeds or cash balances, $118,378,403 was funded from the proceeds of System debt obligations, and the balance of $160,751,103 was purchased using System cash balances or received as donations.

During the year ended June 30, 2009, several significant projects were completed and placed in service, including the first phase of a $73 million new College of Liberal Arts at Towson University and a $73 million new Health and Human Services building at Coppin State University.

The System added $374,613,248 in new capital assets during the year ended June 30, 2008. Of these additions, $156,128,731 was funded through the use of State of Maryland debt proceeds or cash balances, $75,932,467 was funded from the proceeds of System debt obligations, and the balance of $142,552,050 was purchased using System cash balances or received as donations.

During the year ended June 30, 2008, several significant projects were completed and placed in service, including a $66 million new Teacher Education and Technology Center at Salisbury University and a $21 million addition to Van Munching Hall at University of Maryland, College Park.

The System added $337,946,003 in new capital assets during the year ended June 30, 2007. Of these additions, $147,870,968 was funded through the use of State of Maryland debt proceeds or cash balances, $44,334,947 was funded from the proceeds of System debt obligations, and the balance of $145,740,088 was purchased using System cash balances or received as donations.

During the year ended June 30, 2007, several significant projects were completed and placed in service, including a $72 million Biosciences Research building at the University of Maryland College Park, a $21 million Center for Business and Graduate Studies at Bowie State University, and the third academic building at the Universities at Shady Grove, the System’s first gold LEED certified building.

These facilities are but a small sample of the important investments in upgrading the System's academic and research facilities, as well as transforming campuses into learning communities.

The System has financed equipment and personal property acquisitions through the use of $65,000,000 of proceeds of multiannual rate reset securities known as the Revolving Loan Program originally issued in 2003 as auction rate reset securities. In April, 2008, the System purchased $15,000,000 of the auction rate reset securities in response to failed auctions that were occurring for most issuers of auction rate reset securities as a result of the collapse of the credit insurance market. On June 26, 2008, the 2003 Series A Bonds in a principal amount of $50,000,000 were converted from an auction rate mode to a Multiannual Rate which is determined annually as a result of an auction process. The securities were successfully remarketed in May 2009 at an annual interest rate of 0.55% for the coming year.

On June 26, 2008, the System issued $90,000,000 of 2008 Series A Revenue Bonds to fund construction, renewal and replacement, and acquisition projects previously authorized by the Board of Regents.

On July 3, 2008, the System issued $29,070,000 of 2008 Refunding Series B Revenue Bonds to refinance $28,880,000 of previously issued revenue bonds. The refinancing will reduce future principal and interest payments by $1,018,772, in present value.

On June 26, 2009, the System issued $100,000,000 of 2009 Series A and B Revenue Bonds to fund construction, renewal and replacement, and acquisition projects previously authorized by the Board of Regents.

On July 6, 2009, the System issued $31,275,000 of 2009 Refunding Series C Revenue Bonds to refinance $31,750,000 of previously issued revenue bonds. The refinancing will reduce future principal and interest payments by $1,813,416, in present value.

On October 7, 2009, the System issued $56,045,000 of 2009 Refunding Series D Revenue Bonds to refinance $55,355,000 of previously issued revenue bonds. The refinancing will reduce future principal and interest payments by $4,014,543, in present value.

The System continually pursues opportunities to reduce its overall effective cost of capital financing, and as conditions in the financial markets allow, refinances previously issued debt with new debt at lower interest costs.

During the year ended June 30, 2007, the System refinanced $75,630,000 of previously issued Revenue Bonds through the use of $75,935,000 of 2007 Series A Revenue Bonds issued in April 2007. The refinancing resulted in a reduction in future principal and interest payments by more than $3,674,057, in present value.

Economic Factors and Next Year's Budget and Rates

Enrollment demand, availability of funding for contracts and grants, and the State of Maryland support through both operating and capital appropriations are the three most significant drivers of the System's revenue base.

Across all student categories, enrollment is expected to continue to increase over the next ten years, with more than 19% more students anticipated by the end of fiscal year 2017. Projections for fiscal year 2010 reflect an expected increase of approximately 3,000 students, or just under 3% growth in full-time equivalent enrollment. During the past four years, the System has held resident tuition levels constant, improving the System's institutions relative affordability with their regional peers. Improving access through moderating tuition increases and improving financial aid will enhance prospects for attaining the enrollment levels projected.

The Federal American Recovery and Reinvestment Act has provided a large amount of new and additional funding for contract and grant work at the System's institutions. Several System institutions have successfully developed research capabilities and expertise in areas of national importance and have experienced increases in contract and grant awards. Combined with geographical proximity to Federal agencies and complementary private enterprises, the System is well positioned for further growth in research activities, particularly in the health sciences and defense-related fields.

The economy of the State of Maryland is experiencing many of the same effects, if not in the same magnitude, that the rest of the nation is undergoing as a result of the current financial crisis. The impact of the recession, and its impact on state government receipts, is expected to extend beyond fiscal year 2010 and into the next. The state government closely monitors revenue receipts and revises projections on a quarterly basis. Projected revenues for fiscal year 2010 are lower than budgeted, and the Governor and top state officials have acted to curtail spending by state agencies, including the System and the rest of public higher education. Until projected revenues begin to stabilize at levels sufficient to fund state operations, there will be additional actions taken to further limit spending. As an economic engine for the entire state and region, the System would advocate a minimization of the impact that any additional actions taken by the state on funding provided to higher education.

Personnel costs account for more than two-thirds of the System's noncapital spending. Healthcare costs and the adoption of a state-wide funding strategy for providing for retiree's healthcare costs are significant drivers of the System's future spending levels. As enrollment continues to increase, it is reasonable to expect that additional faculty and support staff will be required to maintain the current level of educational quality.

Requests for Information

This financial report is intended to provide a general overview of the System's finances. Questions concerning any of the information provided in this report, or requests for additional information should be addressed to the Office of the Vice Chancellor for Administration and Finance and Chief Financial Officer, 3300 Metzerott Road, Adelphi, MD 20783.

UNIVERSITY SYSTEM OF MARYLAND
BALANCE SHEET
JUNE 30, 2009 AND 2008

	June 30, 2009	2008
ASSETS		
Current assets:		
Cash and cash equivalents	$1,153,676,011	$1,043,292,959
Accounts receivable, net	288,998,397	303,491,112
Notes receivable, current portion	8,479,028	10,275,611
Inventories	10,950,211	10,184,405
Prepaid expenses and deferred charges	6,751,655	8,308,004
Total current assets	1,468,855,302	1,375,552,091
Noncurrent assets:		
Restricted cash and cash equivalents	166,662,229	69,421,800
Endowment investments	164,158,008	235,610,436
Restricted investments		73,584,640
Other investments	3,403,621	
Notes receivable, net	61,673,689	60,668,030
Capital assets, net	3,670,605,826	3,434,909,097
Total noncurrent assets	4,066,503,373	3,874,194,003
Total assets	$5,535,358,675	$5,249,746,094
LIABILITIES		
Current liabilities:		
Accounts payable and accrued liabilities	$208,227,636	$197,780,783
Accrued workers' compensation, current portion	4,321,244	4,273,350
Accrued vacation costs, current portion	87,702,506	78,385,354
Revenue bonds and notes payable, current portion	74,176,912	71,150,061
Obligations under capital lease agreements, current portion	242,999	227,420
Deferred revenue	173,876,635	156,022,021
Total current liabilities	548,547,932	507,838,989
Noncurrent liabilities:		
Accrued workers' compensation	23,557,756	23,296,650
Accrued vacation costs	83,915,808	78,781,714
Revenue bonds and notes payable	950,293,975	894,492,901
Obligations under capital lease agreements	3,809,696	4,052,696
Total noncurrent liabilities	1,061,577,235	1,000,623,961
Total liabilities	1,610,125,167	1,508,462,950
NET ASSETS		
Unrestricted	898,801,308	863,719,691
Invested in capital assets, net	2,791,037,963	2,593,701,616
Restricted:		
Nonexpendable:		
Scholarships and fellowships	11,711,366	11,551,546
Research	3,644,007	3,643,427
Other	14,624,805	14,679,579
Expendable:		
Scholarships and fellowships	34,530,816	51,580,740
Research	63,516,484	83,365,637
Loans	73,801,432	72,270,813
Capital projects	11,180,480	10,287,441
Other	22,384,847	36,482,654
Total net assets	3,925,233,508	3,741,283,144
Total liabilities and net assets	$5,535,358,675	$5,249,746,094

See accompanying notes.

UNIVERSITY SYSTEM OF MARYLAND
COMBINING BALANCE SHEET, COMPONENT UNITS
JUNE 30, 2009

	Major Component Units----------				
	University System of Maryland Foundation, Inc.	University of Maryland College Park Foundation, Inc.	University of Maryland Baltimore Foundation, Inc.	Total Nonmajor Component Units	Total
ASSETS					
Current assets					
Cash	$1,007,000	$13,838,259	$671,968	$25,501,058	$41,018,285
Accounts receivable, net	18,503,000	25,767,271	7,998,490	8,031,593	60,300,354
Other assets	334,000	285,646		574,608	1,194,254
Total current assets	**19,844,000**	**39,891,176**	**8,670,458**	**34,107,259**	**102,512,893**
Investments					
Endowment investments	164,270,000	166,175,746	65,743,232	105,954,354	502,143,332
Other investments	236,366,000	43,361,921	43,587,036	21,715,678	345,030,635
Total investments	**400,636,000**	**209,537,667**	**109,330,268**	**127,670,032**	**847,173,967**
Other assets					
Accounts receivable, net	11,242,000	40,662,738	17,509,661	2,842,303	72,256,702
Capital assets, net	9,524,000	4,613,346		14,788,922	28,926,268
Assets held for sale	3,000				3,000
Other assets	1,352,000	703,757	4,486,493	8,204,393	14,746,643
Total other assets	**22,121,000**	**45,979,841**	**21,996,154**	**25,835,618**	**115,932,613**
Total assets	**$442,601,000**	**$295,408,684**	**$139,996,880**	**$187,612,909**	**$1,065,619,473**
LIABILITIES					
Current liabilities					
Accounts payable & accrued expenses	$4,017,000	$2,087,033	$2,013,689	$2,885,887	$11,003,609
Long-term debt, current				8,076,666	8,076,666
Deferred income	710,000	2,909,822		7,512,179	11,132,001
Total current liabilities	**4,727,000**	**4,996,855**	**2,013,689**	**18,474,732**	**30,212,276**
Other liabilities					
Other payables	26,375,686	2,773,722	1,651,961	5,311,816	36,113,185
Due to primary government	163,698,314				163,698,314
Long-term debt, noncurrent				518,644	518,644
Total other liabilities	**190,074,000**	**2,773,722**	**1,651,961**	**5,830,460**	**200,330,143**
Total liabilities	**194,801,000**	**7,770,577**	**3,665,650**	**24,305,192**	**230,542,419**
NET ASSETS					
Unrestricted	43,259,000	(6,851,185)	9,956,259	13,353,959	59,718,033
Temporarily restricted:					
Scholarships & fellowships	18,519,000	23,986,689	3,800,909	5,332,048	51,638,646
Research	10,089,000	4,206,778	8,953,943	43,383	23,293,104
Other	32,088,000	76,583,636	32,507,078	46,517,421	187,696,135
Permanently restricted:					
Scholarships & fellowships	76,927,000	60,029,473	21,555,818	44,255,817	202,768,108
Research	2,151,000	930,348	680,917	563,614	4,325,879
Other	64,767,000	128,752,368	58,876,306	53,241,475	305,637,149
Total net assets	**247,800,000**	**287,638,107**	**136,331,230**	**163,307,717**	**835,077,054**
Total liabilities & net assets	**$442,601,000**	**$295,408,684**	**$139,996,880**	**$187,612,909**	**$1,065,619,473**

See accompanying notes.

UNIVERSITY SYSTEM OF MARYLAND
COMBINING BALANCE SHEET, COMPONENT UNITS
JUNE 30, 2008

	Major Component Units----------				
	University System of Maryland Foundation, Inc.	University of Maryland College Park Foundation, Inc.	University of Maryland Baltimore Foundation, Inc.	Total Nonmajor Component Units	Total
ASSETS					
Current assets					
Cash	$468,000	$9,421,017	$235,227	$19,374,541	$29,498,785
Accounts receivable, net	17,601,000	24,275,642	7,496,792	13,007,686	62,381,120
Other assets	890,000	112,858		482,387	1,485,245
Total current assets	**18,959,000**	**33,809,517**	**7,732,019**	**32,864,614**	**93,365,150**
Investments					
Endowment investments	240,626,000	221,484,844	85,136,154	141,787,496	689,034,494
Other investments	312,147,000	48,254,228	46,735,003	24,142,119	431,278,350
Total investments	**552,773,000**	**269,739,072**	**131,871,157**	**165,929,615**	**1,120,312,844**
Other assets					
Accounts receivable, net	14,474,000	51,645,625	16,698,328	253,716	83,071,669
Capital assets, net	8,878,000			10,169,617	19,047,617
Assets held for sale	550,000				550,000
Other assets	946,000		5,507,319	6,551,631	13,004,950
Total other assets	**24,848,000**	**51,645,625**	**22,205,647**	**16,974,964**	**115,674,236**
Total assets	**$596,580,000**	**$355,194,214**	**$161,808,823**	**$215,769,193**	**$1,329,352,230**
LIABILITIES					
Current liabilities					
Accounts payable & accrued expenses	$4,844,000	$1,332,269	$2,090,275	$5,575,708	$13,842,252
Long-term debt, current				147,090	147,090
Deferred income	667,000	1,384,681		7,144,542	9,196,223
Total current liabilities	**5,511,000**	**2,716,950**	**2,090,275**	**12,867,340**	**23,185,565**
Other liabilities					
Other payables	35,437,380	2,985,877	1,721,470	7,014,442	47,159,169
Due to primary government	235,460,620				235,460,620
Long-term debt, noncurrent				3,338,136	3,338,136
Total other liabilities	**270,898,000**	**2,985,877**	**1,721,470**	**10,352,578**	**285,957,925**
Total liabilities	**276,409,000**	**5,702,827**	**3,811,745**	**23,219,918**	**309,143,490**
NET ASSETS					
Unrestricted	60,692,000	6,057,197	18,788,552	30,778,837	116,316,586
Temporarily restricted:					
Scholarships & fellowships	12,816,000	38,540,822	5,992,563	6,562,623	63,912,008
Research	10,235,000	5,011,583	8,665,601	32,961	23,945,145
Other	39,239,000	115,280,724	39,889,104	47,738,569	242,147,397
Permanently restricted:					
Scholarships & fellowships	101,260,000	56,802,348	20,332,405	42,361,056	220,755,809
Research	1,812,000	929,248	1,026,651	783,236	4,551,135
Other	94,117,000	126,869,465	63,302,202	64,291,993	348,580,660
Total net assets	**320,171,000**	**349,491,387**	**157,997,078**	**192,549,275**	**1,020,208,740**
Total liabilities & net assets	**$596,580,000**	**$355,194,214**	**$161,808,823**	**$215,769,193**	**$1,329,352,230**

See accompanying notes.

UNIVERSITY SYSTEM OF MARYLAND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
YEARS ENDED JUNE 30, 2009 AND 2008

	Year ended June 30, 2009		Year ended June 30, 2008	
OPERATING REVENUES:				
Tuition and fees	$1,159,112,031		$1,106,084,114	
Less: scholarship allowances	(180,519,009)	$978,593,022	(162,250,358)	$943,833,756
Federal grants and contracts		630,387,749		619,885,691
State and local grants and contracts		168,307,537		163,501,622
Nongovernmental grants and contracts		187,554,352		153,119,542
Sales and services of educational departments		225,933,669		224,755,063
Auxiliary enterprises:				
Residential facilities	113,072,929		109,751,346	
Less: scholarship allowances	(9,115,404)	103,957,525	(8,875,708)	100,875,638
Dining facilities	99,538,769		94,270,116	
Less: scholarship allowances	(5,447,317)	94,091,452	(4,978,581)	89,291,535
Intercollegiate athletics	85,320,822		77,630,990	
Less: scholarship allowances	(5,156,269)	80,164,553	(3,663,418)	73,967,572
Bookstores	31,846,386		33,128,509	
Less: scholarship allowances	(98,546)	31,747,840	(131,309)	32,997,200
Parking facilities		35,010,918		33,639,938
Other auxiliary enterprises revenues	110,531,880		103,568,051	
Less: scholarship allowances	(41,206)	110,490,674	(30,697)	103,537,354
Other operating revenues		53,235,885		61,328,178
Total operating revenues		2,699,475,176		2,600,733,089
OPERATING EXPENSES:				
Instruction		990,476,197		951,367,571
Research		869,719,538		838,754,387
Public service		139,414,385		136,357,718
Academic support		338,282,723		318,240,451
Student services		169,092,865		154,969,079
Institutional support		334,740,258		326,342,237
Operation and maintenance of plant		307,014,037		272,127,045
Scholarships and fellowships		81,691,427		75,884,153
Auxiliary enterprises:				
Residential facilities		100,877,698		97,170,953
Dining facilities		90,013,785		87,420,855
Intercollegiate athletics		86,565,937		76,998,136
Bookstores		30,187,635		29,037,473
Parking facilities		20,319,515		25,559,508
Other auxiliary enterprises expenses		101,117,564		88,410,183
Hospital		130,105,719		111,224,526
Total operating expenses		3,789,619,283		3,589,864,275
Operating loss		(1,090,144,107)		(989,131,186)
NONOPERATING REVENUES (EXPENSES):				
State appropriations		1,030,646,420		1,004,067,729
Pell grants		68,800,766		58,133,643
Gifts		45,275,319		49,847,581
Investment income (loss)	(14,400,849)		61,644,195	
Less: Investment expense	(588,656)	(14,989,505)	(688,401)	60,955,794
Interest on indebtedness		(36,119,957)		(39,304,438)
Other revenues, (expenses), gains and (losses)		(3,902,378)		5,459,782
Total nonoperating revenue (expenses)		1,089,710,665		1,139,160,091
Income (loss) before other revenues (expenses)		(433,442)		150,028,905
OTHER REVENUES (EXPENSES):				
Capital appropriations		177,717,059		156,128,731
Capital gifts and grants		6,346,528		10,661,485
Additions to permanent endowments		320,219		131,849
Total other revenues (expenses)		184,383,806		166,922,065
Increase in net assets		183,950,364		316,950,970
Net assets - beginning of year		3,741,283,144		3,424,332,174
Net assets - end of year		$3,925,233,508		$3,741,283,144

See accompanying notes.

UNIVERSITY SYSTEM OF MARYLAND
COMBINING STATEMENT OF ACTIVITIES, COMPONENT UNITS
YEAR ENDED JUNE 30, 2009

	University System of Maryland Foundation, Inc.	University of Maryland College Park Foundation, Inc.	University of Maryland Baltimore Foundation, Inc.	Total Nonmajor Component Units	Total
CHANGES IN UNRESTRICTED NET ASSETS					
Revenues					
Contributions & grants	$4,175,000	$3,995,000	$4,709,520	$9,308,055	$22,187,575
Investment income (loss)	(17,347,000)	(14,777,409)	(7,773,705)	(15,657,308)	(55,555,422)
Other income	4,901,000	1,465,643	145,778	5,100,124	11,612,545
Assets released from restrictions	27,153,000	36,171,019	11,954,586	16,195,128	91,473,733
Total revenues	**18,882,000**	**26,854,253**	**9,036,179**	**14,945,999**	**69,718,431**
Expenses					
Program	28,714,000	37,205,342	15,935,269	26,673,702	108,528,313
General & administrative	5,418,000	982,978	1,356,337	3,782,215	11,539,530
Fundraising	2,183,000	729,823	635,101	1,045,928	4,593,852
Other expense		844,492		869,033	1,713,525
Total expenses	**36,315,000**	**39,762,635**	**17,926,707**	**32,370,878**	**126,375,220**
Transfer per Board resolution			58,235		58,235
Change in unrestricted net assets	**(17,433,000)**	**(12,908,382)**	**(8,832,293)**	**(17,424,879)**	**(56,598,554)**
CHANGES IN TEMPORARILY RESTRICTED NET ASSETS					
Contributions & grants	14,476,000	25,414,811	11,958,421	16,305,178	68,154,410
Investment income (loss)	9,231,000	(43,392,343)	(19,618,249)	(12,446,059)	(66,225,651)
Other income		144,751		2,591,721	2,736,472
Assets released from restrictions	(25,284,000)	(36,223,245)	(11,954,586)	(8,892,141)	(82,353,972)
Transfer per Board resolution	(17,000)		479,660		462,660
Change in temporarily restricted net assets	**(1,594,000)**	**(54,056,026)**	**(19,134,754)**	**(2,441,301)**	**(77,226,081)**
CHANGES IN PERMANENTLY RESTRICTED NET ASSETS					
Contributions & grants	8,357,000	5,204,243	5,949,074	5,775,454	25,285,771
Investment income (loss)	(59,172,000)			(7,963,583)	(67,135,583)
Other income (loss)		(145,341)		115,738	(29,603)
Assets released from restrictions	(1,869,000)	52,226		(7,302,987)	(9,119,761)
Transfer per Board resolution	(660,000)		352,125		(307,875)
Change in permanently restricted net assets	**(53,344,000)**	**5,111,128**	**6,301,199**	**(9,375,378)**	**(51,307,051)**
Total change in net assets	**(72,371,000)**	**(61,853,280)**	**(21,665,848)**	**(29,241,558)**	**(185,131,686)**
Net assets beginning of year	**320,171,000**	**349,491,387**	**157,997,078**	**192,549,275**	**1,020,208,740**
Net assets end of year	**$247,800,000**	**$287,638,107**	**$136,331,230**	**$163,307,717**	**$835,077,054**

See accompanying notes.

UNIVERSITY SYSTEM OF MARYLAND
COMBINING STATEMENT OF ACTIVITIES, COMPONENT UNITS
YEAR ENDED JUNE 30, 2008

	University System of Maryland Foundation, Inc.	University of Maryland College Park Foundation, Inc.	University of Maryland Baltimore Foundation, Inc.	Total Nonmajor Component Units	Total
CHANGES IN UNRESTRICTED NET ASSETS					
Revenues					
Contributions & grants	$2,834,000	$5,000	$6,847,158	$10,378,002	$20,064,160
Investment income (loss)	779,000	5,121,468	2,420,696	(372,596)	7,948,568
Other income	4,944,000	726,361	398,600	5,563,468	11,632,429
Assets released from restrictions	21,930,000	45,959,523	13,200,294	14,703,734	95,793,551
Total revenues	**30,487,000**	**51,812,352**	**22,866,748**	**30,272,608**	**135,438,708**
Expenses					
Program	24,966,000	49,821,706	21,343,738	25,153,420	121,284,864
General & administrative	5,076,000	805,655	1,071,213	5,114,879	12,067,747
Fundraising	2,965,000	637,520	737,884	1,146,798	5,487,202
Other expense				1,071,463	1,071,463
Total expenses	**33,007,000**	**51,264,881**	**23,152,835**	**32,486,560**	**139,911,276**
Transfer per Board Resolution	(1,043,000)		26,010		(1,016,990)
Change in unrestricted net assets	**(3,563,000)**	**547,471**	**(260,077)**	**(2,213,952)**	**(5,489,558)**
CHANGES IN TEMPORARILY RESTRICTED NET ASSETS					
Contributions & grants	17,402,000	47,851,452	13,417,389	12,268,763	90,939,604
Investment income (loss)	7,762,000	(5,044,322)	(4,899,481)	1,165,084	(1,016,719)
Other income (loss)		(190,211)		2,514,495	2,324,284
Assets released from restrictions	(21,930,000)	(46,244,083)	(13,200,294)	(13,150,298)	(94,524,675)
Transfer per Board resolution	(1,410,000)	7,838	2,779,494		1,377,332
Change in temporarily restricted net assets	**1,824,000**	**(3,619,326)**	**(1,902,892)**	**2,798,044**	**(900,174)**
CHANGES IN PERMANENTLY RESTRICTED NET ASSETS					
Contributions & grants	7,944,000	17,640,545	14,343,024	4,847,887	44,775,456
Investment income (loss)	(4,619,000)		4,520,915	(7,260,592)	(7,358,677)
Other income (loss)		(199,852)		134,894	(64,958)
Assets released from restrictions		284,560		(1,553,436)	(1,268,876)
Transfer per Board resolution	(1,972,000)	25,450	1,561,167		(385,383)
Change in permanently restricted net assets	**1,353,000**	**17,750,703**	**20,425,106**	**(3,831,247)**	**35,697,562**
Total change in net assets	**(386,000)**	**14,678,848**	**18,262,137**	**(3,247,155)**	**29,307,830**
Net assets beginning of year	**320,557,000**	**334,812,539**	**139,734,941**	**195,796,430**	**990,900,910**
Net assets end of year	**$320,171,000**	**$349,491,387**	**$157,997,078**	**$192,549,275**	**$1,020,208,740**

See accompanying notes.

UNIVERSITY SYSTEM OF MARYLAND
STATEMENT OF CASH FLOWS
YEARS ENDED JUNE 30, 2009 AND 2008

	Year ended June 30, 2009	2008
CASH FLOWS FROM OPERATING ACTIVITIES		
Tuition and fees	$988,318,677	$940,916,273
Research contracts and grants	1,008,176,629	944,425,624
Payments to employees	(2,458,616,248)	(2,306,247,050)
Payments to suppliers and contractors	(1,106,883,928)	(1,056,596,974)
Loans issued to students	(7,459,605)	(13,623,908)
Collections of loans to students	8,376,984	14,214,864
Auxiliary enterprises:		
Residential facilities	105,376,917	104,284,200
Dining facilities	94,136,421	89,182,345
Intercollegiate athletics	79,870,086	74,054,656
Bookstores	31,949,373	32,756,991
Parking facilities	35,106,491	33,533,229
Other	111,258,875	103,002,117
Other receipts	329,760,541	336,189,511
Net cash provided (used) by operating activities	(780,628,787)	(703,908,122)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
State appropriations	1,030,646,420	1,004,067,729
Gifts and grants received for other than capital purposes:		
Private gifts for endowment purposes	320,219	131,849
Pell grants	68,800,766	58,133,643
Net cash provided by noncapital financing activities	1,099,767,405	1,062,333,221
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds of capital debt	161,857,161	98,322,885
Capital appropriations	177,717,059	156,128,731
Capital grants and gifts received	6,104,294	9,565,057
Proceeds from sales of capital assets	3,142,971	2,773,603
Purchases of capital assets	(447,568,756)	(371,606,873)
Principal paid on debt and capital leases	(100,477,475)	(82,406,090)
Interest paid on debt and capital leases	(39,007,878)	(40,675,883)
Net cash provided (used) by capital and related financing activities	(238,232,624)	(227,898,570)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sales and maturities of investments	85,438,913	12,749,940
Interest on investments	46,374,052	61,452,289
Investment expense	(588,656)	(685,977)
Purchases of investments	(4,506,822)	(75,215,578)
Net cash provided (used) by investing activities	126,717,487	(1,699,326)
Net increase in cash	207,623,481	128,827,203
Cash and cash equivalents - beginning of the year	1,112,714,759	983,887,556
Cash and cash equivalents - end of the yea	$1,320,338,240	$1,112,714,759
RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES:		
Operating loss	($1,090,144,107)	($989,131,186)
Adjustments to reconcile operating loss to net cash used by operating activities:		
Depreciation expense	198,413,483	179,295,569
Gifts and Other revenues, (expenses), gains, and (losses)	41,372,941	55,307,363
Changes in assets and liabilities:		
Accounts receivables, net	14,492,715	(24,519,923)
Inventories	(765,806)	(1,356,967)
Prepaid expenses and deferred charges	1,556,349	(1,356,429)
Notes receivable	790,924	414,033
Accounts payable and accrued liabilities	21,039,854	41,144,636
Deferred revenue	17,854,614	22,957,359
Accrued vacation	14,451,246	12,755,423
Accrued workers' compensation	309,000	582,000
Net cash used by operating activities	($780,628,787)	($703,908,122)

See accompanying notes.

ORGANIZATION AND PURPOSE

The University System of Maryland (the System) is a component unit of the State of Maryland (the State) and is governed by its Board of Regents (the Board).

The System comprises eleven degree-granting institutions, two research entities and an administrative unit. Its degree-granting institutions provide a full range of undergraduate, graduate, professional and continuing education opportunities for students. Its research and public service entities conduct basic and applied research, and transfer new technology to constituencies. The administrative unit includes the System Chancellor and staff who serve as support to the Board.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies followed by the System are summarized below.

Reporting Entity - The financial statements of the System include all funds and organizations included in the legal entity encompassed by the System, and other legally separate entities for which the System is financially accountable or which otherwise meet the criteria established in *Governmental Accounting Standards Board (GASB) Statement #14, The Financial Reporting Entity,* and *GASB Statement #39, Determining Whether Certain Organizations Are Component Units*. Amounts held in System accounts on behalf of separately organized entities are included as assets, with a corresponding liability reflected.

The System has recognized, as affiliated foundations, sixteen organizations created and operated in support of the interests of the System or any of the institutions that comprise the System. Each of these affiliated foundations are considered to (1) receive or hold economic resources that are to be used for the benefit of the System or its institutions, (2) receive or hold economic resources which the System or its institutions are entitled to or otherwise have the ability to access, and (3) are significant to the financial statements of the System or the institutions with which the foundation is affiliated. As a result, each of the sixteen affiliated foundations meet the criteria for inclusion in the financial reporting entity. Based on the criteria in *GASB Statement #14, The Financial Reporting Entity,* each of the affiliated foundations are shown in a discrete presentation.

The University System of Maryland Foundation, Inc., the University of Maryland College Park Foundation, Inc., and the University of Maryland Baltimore Foundation, Inc. are considered major component units due to the significance of the financial statement amounts to the System and its financial statements.

The following affiliated foundations are considered nonmajor component units:

Medical Alumni Association of the University of Maryland, Inc.
The Robert H. Smith School of Business Foundation, Inc.
M Club Foundation, University of Maryland, Inc.
The Maryland 4-H Foundation, Inc.

University Research Corporation International, Inc.
Bowie State University Foundation, Inc.
The Maryland Center @ Bowie State University, Inc.
Towson University Foundation, Inc.
Frostburg State University Foundation, Inc.
Coppin State University Development Foundation, Inc.
University of Baltimore Foundation, Inc. and University Properties, Inc.
Salisbury University Foundation, Inc.
University of Maryland, Baltimore County Research Park Corporation, Inc.

During the years ended June 30, 2009 and 2008, the foundations distributed approximately $78,000,000 and $79,000,000, respectively, to the System including its institutions for both restricted and unrestricted purposes.

All of the System's component units are nongovernmental entities that prepare financial statements using the principals and accounting standards promulgated by the Financial Accounting Standards Board (FASB).

Complete financial statements of the affiliated foundations may be requested from the System's Office of the Comptroller at 3300 Metzerott Road, Adelphi, MD 20783.

The University of Maryland, Baltimore provides services to hospital and critical care facilities under contractual arrangements with the State. The expenditures relating to these activities are reported within the hospital functional category. The revenues derived from these activities are reported primarily as contract and grant revenues.

Measurement Focus and Basis of Accounting - For financial reporting purposes, the System is considered a special-purpose government engaged only in business-type activities. Accordingly, the System's financial statements have been presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis, revenues are recognized when earned, and expenses are recorded when an obligation has been incurred.

Application of Accounting Standards - The System has the option to apply all FASB pronouncements issued after November 30, 1989, except for instances in which a pronouncement of the FASB conflicts with pronouncements of the GASB. The System has elected to not apply FASB pronouncements issued after November 30, 1989.

When an expense is incurred that can be paid using either restricted or unrestricted resources, the System's policy is to first apply the expense toward restricted resources and then toward unrestricted resources.

Operating and Nonoperating Revenues and Expenses - Operating revenues and expenses are generally associated with those activities that relate directly to the core activities of instruction, research and public service that form the essence of the System's mission. Nonoperating revenues, expenses, gains and losses represent amounts that recur regularly but are not included in operating revenues and expenses. *GASB Statement #34 Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments* specifically defines State appropriations as nonoperating revenues.

Cash and Cash Equivalents - Cash and cash equivalents include demand deposits with financial institutions, as well as highly liquid investments that are both readily convertible to known amounts of cash and are so near to their maturity that they present an insignificant risk of changes in value because of changes in interest rates. Only investments with an original maturity of three months or less satisfy the criteria for cash equivalents.

Inventories - Inventories are valued at cost, determined under the first-in, first-out method, which is not in excess of net realizable value.

Capital Assets - Property, plant, equipment, and books and materials which are part of a catalogued library, are stated principally at cost at the date of acquisition, or fair market value at the date of donation in the case of gifts. Personal property with an original cost of more than $5,000 and outlays for real property in excess of $250,000 are considered capital assets.

Generally, the cost of all capital assets other than land, certain inexhaustible improvements to land, and collections of works of art are assigned to expense over a set of useful lives specific to the type of asset, using a straight-line method of depreciation. The range of useful lives used for the major categories of capital assets is:

Infrastructure and land improvements	20 - 25 years
Buildings and improvements	20 - 40 years
Contents	3 - 15 years

Depreciation expense is assigned to program expense based on the nature and use of the capital asset.

Reclassifications – Certain amounts for the year ended June 30, 2008 have been reclassified to conform with the presentation for the year ended June 30, 2009.

Pending change in accounting principles – In June 2007, *GASB Statement #51, Accounting and Financial Reporting for Intangible Assets*, was issued. This accounting standard establishes accounting and financial reporting requirements for intangible assets such as easements, patents and trademarks, and computer software.

In June 2008, *GASB Statement #53, Accounting and Financial Reporting for Derivative Instruments*, was issued. This accounting standard establishes recognition, measurement, and disclosure requirements for derivative instruments held by state and local governments, including public higher education institutions.

The System is in the process of assessing the impact of these new accounting standards and will present its financial statements for the year ended June 30, 2010 in accordance with *GASB Statements #51 and #53*.

1. CASH AND INVESTMENTS

Cash and cash equivalents

As of June 30, unrestricted cash and cash equivalents consist of the following:

	2009	2008
Cash and short-term investments on deposit with the State Treasurer	$1,115,319,022	$1,008,837,395
Demand and time deposits	38,356,989	34,455,564
Total	$1,153,676,011	$1,043,292,959

The System does not have a formal policy addressing custodial credit risk.

As of June 30, 2009, and 2008, the carrying amount of the System's demand and time deposits was $38,356,989 and $34,455,564, as compared to bank balances of $43,118,250 and $38,537,478, respectively. The difference is primarily caused by items in-transit. Of the bank balances, $16,465,520 and $14,014,021 was covered by Federal, private or foreign national government depository insurance, or was collateralized by a pledge of United States Treasury obligations held by the System's agents in the name of the System, and $26,652,730 and $24,523,457 was uninsured and uncollateralized as of June 30, 2009 and 2008, respectively.

The Annotated Code of Maryland requires the System to maintain its cash balances on deposit with the State Treasurer, except for demand and time deposit accounts established to satisfy urgent cash requirements, assets associated with endowment funds or proceeds of System financing arrangements. The State Treasurer maintains State funds on a pooled basis in accordance with the Annotated Code of Maryland.

Money market accounts used for unrestricted cash and cash equivalents are not rated by rating agencies.

The System has entered into agreements with trustees for the benefit and security of registered holders of certain debt obligations issued by the System. These agreements permit the System to invest amounts maintained in trust funds in:

- United States Treasury and agency obligations.
- Deposits, having a maturity of no more than 365 days, in any bank, savings institution or trust company to the extent such deposits are fully insured or collateralized.
- Commercial paper rated at least A-1 by Standard & Poor's Corporation (Standard & Poor's) and P-1 by Moody's Investors Service, Inc. (Moody's) having a maturity of no more than 270 days.
- Repurchase agreements.
- Obligations of any state or political subdivision rated by Standard & Poor's and Moody's in one of its two highest rating categories.
- Corporate obligations rated AAA by Standard & Poor's and Aaa by Moody's.

As of June 30, restricted cash and cash equivalents includes:

	2009	2008
Money market accounts –		
Endowment funds uninvested cash	$47,280	$364,041
Money market accounts – unspent proceeds of debt	166,614,949	69,057,759
Total	$166,662,229	$69,421,800

Unspent proceeds and other restricted debt-related trust account balances and endowment funds uninvested cash balances are maintained in money market accounts rated AAA or equivalent by rating agencies.

Investments

In July 2005, the System transferred title to its endowment investments, approximately $197 million in fair market value at the time of the transfer, to the University System of Maryland Foundation, Inc., in exchange for an equivalent proportionate interest in the long-term investment portfolio managed by the University System of Maryland Foundation, Inc. According to the terms of the agreement, the System is to pay a fee to the University System of Maryland Foundation, Inc., on an annual basis that amounts to 0.25% of the fair value of the assets invested on behalf of the System. The agreement is for a term of five years, with renewable two-year extensions at the option of the System, unless notice of intent to terminate the arrangement is provided within 180 days prior to the expiration of the term. In the event of termination of the arrangement, funds invested with individual investment managers that have commitments from the University System of Maryland Foundation, Inc., to maintain investments for certain minimum time periods may not be returned to the System until those constraints have been satisfied.

Investments in the University System of Maryland Foundation, Inc. are accounted for as an open-ended mutual fund. Asset values, investment gains and losses, and other portfolio-wide transactions are allocated based on the number of units or shares that each fund has relative to the total number of shares or units. Assets associated with the System's investments are reported as Endowment Investments on the Balance Sheet of the University System of Maryland, and Investments on the Balance Sheet of the University System of Maryland Foundation, Inc., with a corresponding liability reflecting the fair value of the System's interest in the investment portfolio.

The System discloses investment risks, below, in accordance with *GASB Statement #40, Deposit and Investment Risk Disclosures—an amendment of GASB Statement No. 3*, which defines these risks as follows:

Interest rate risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment.

The System has no formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Custodial credit risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the System would not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Investment securities are exposed to custodial risk if the securities are uninsured, are not registered in the name of the System, and are held by either (a) the counterparty or (b) the counterparty's trust department or agent but not in the System's name.

Endowment investments managed by the University System of Maryland Foundation, Inc. are uninsured and are not registered in the name of the System, as they are a part of a commingled portfolio comprising proportionate interests of several different entities.

None of the System's restricted investments are exposed to custodial credit risk.

Credit risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The System is exposed to credit risk on its Endowment investments managed by the University System of Maryland Foundation, Inc.

Foreign currency risk

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment.

The System is not exposed to any material amount of foreign currency risk.

Concentration of credit risk

Concentration of credit risk is the risk of loss attributed to the magnitude of the System's investment in the securities of a single issuer.

As of June 30, 2008, the System had the following investments, which individually represent 5% or more of total investments:

	2008	
	Fair value	Portion of total
Federal Home Loan Mortgage Corporation	$51,467,616	17%

Endowment investments

As of June 30, endowment investments consist of the following, stated at fair value:

	2009	2008
Corporate debt	$17,625	$17,625
Corporate equities	442,068	132,191
Assets invested with University System of Maryland Foundation, Inc.	163,698,315	235,460,620
Total	$164,158,008	$235,610,436

Assets associated with endowment funds are invested in accordance with the terms of donor agreements in those instances where such agreements place constraints on allowable investments.

A spending rule has been adopted by the Board to ensure that endowment funds retain a consistent level of purchasing power over time. The spending rule provides for a target rate of spending of 4.75% of a rolling twelve-quarter average market value of the endowment fund. The spending rule is reviewed periodically by the Finance Committee of the Board. Net appreciation on investments of the endowment funds approximates $112,834,000 and $185,799,000 as of June 30, 2009 and 2008, respectively. Reinvestments of net appreciation are considered to be subject to the same restrictions as the original gift amounts, and accordingly, are reflected as a component of restricted, expendable net assets.

The Maryland Uniform Management of Institutional Funds Act governs the use of net appreciation, both realized and unrealized, of endowment investments. This law allows a governing board to appropriate for expenditure only those amounts in excess of the historic gift amount that are prudent, taking into consideration long and short term needs of the institution in carrying out its educational, religious, charitable, or other eleemosynary purposes, its present and anticipated financial requirements, expected total return on its investments, price level trends, and general economic conditions.

Other investments

Other investments include an partnership interest in a real estate partnership formed to facilitate the long-term development of a parcel of land owned by the University of Maryland College Park. The carrying value of Other investments is assessed on an annual basis by reference to the recorded value of university's partnership interest.

Restricted investments

Restricted investments represent unspent proceeds and other debt-related trust account balances invested in U.S. government and agency obligations.

As of June 30, 2008 restricted investments consist of:

		Investment maturities	
	Fair value	Less than 1 year	1 to 5 years
U.S. government and agency obligations	$73,584,640	$51,345,858	$22,238,782

Allocation of investment income

Investment income is assigned to the accounting funds, including endowments, in proportions associated with investments held by the various accounting funds. For the years ended June 30, 2009 and 2008, investment income attributed to unrestricted funds and restricted funds was:

	2009	2008
Unrestricted funds	$24,239,002	$54,412,637
Restricted funds	(38,639,851)	7,231,558
Total investment income	($14,400,849)	$61,644,195

Major component units

The University System of Maryland Foundation, Inc. invests funds on behalf of the System and several other System component units. Almost all of the amounts reported as investments by the University of Maryland College Park Foundation, Inc., and the University of Maryland Baltimore Foundation, Inc. are included in the investments reported by the University System of Maryland Foundation, Inc.

As of June 30, 2009 and 2008, major component unit investments, recorded at fair value, are:

	2009	2008
Money market funds and short-term investments	$91,922,350	$42,900,833
Corporate and foreign bonds	40,287,579	22,569,612
Equities	9,024,690	59,343,378
U.S. Treasury notes and bonds	18,739,938	68,851,703
U.S. Agencies	5,285,870	
Collateral mortgage obligations and asset-backed securities	10,794,264	6,154,853
Absolute return and market neutral funds	171,362,707	247,523,336
Long and short equity hedge funds	201,208,053	287,110,442
Private capital	83,348,641	82,640,999
Real estate	87,529,843	137,288,073
Total	$719,503,935	$954,383,229

2. CHANGES IN NET CAPITAL ASSETS

Changes in net capital assets for the years ended June 30, 2009 and 2008:

	June 30, 2007 Balance	Additions	Decreases	June 30, 2008 Balance	Additions	Decreases	June 30, 2009 Balance
Capital assets being depreciated:							
Infrastructure & Land Improvements	$221,771,471	$18,352,452	$1,400,000	$238,723,923	$36,898,772		$275,622,695
Buildings & Improvements	3,801,948,629	185,115,578	6,654,519	3,980,409,688	225,247,646	$29,937,176	4,175,720,158
Contents	891,877,063	76,967,999	23,502,175	945,342,887	86,743,723	32,771,508	999,315,102
Buildings recorded under capital lease agreements	4,136,104			4,136,104			4,136,104
Total capital assets being depreciated	4,919,733,267	280,436,029	31,556,694	5,168,612,602	348,890,141	62,708,684	5,454,794,059
Less accumulated depreciation for:							
Infrastructure & Land Improvements	107,563,114	9,810,406	1,400,000	115,973,520	12,028,122		128,001,642
Buildings & Improvements	1,353,975,210	104,484,615	656,635	1,457,803,190	114,747,693	15,530,785	1,557,020,098
Contents	600,249,729	64,862,673	20,763,018	644,349,384	71,499,793	30,164,721	685,684,456
Buildings recorded under capital lease agreements	2,343,875	137,875		2,481,750	137,875		2,619,625
Total accumulated depreciation	2,064,131,928	179,295,569	22,819,653	2,220,607,844	198,413,483	45,695,506	2,373,325,821
Total capital assets being depreciated, net	2,855,601,339	101,140,460	8,737,041	2,948,004,758	150,476,658	17,013,178	3,081,468,238
Capital assets not being depreciated:							
Land	113,156,720	4,536,137		117,692,857	8,239,473	5,721,341	120,210,989
Contents	12,723,933	1,794,130	36,415	14,481,648	639,035	1,834	15,118,849
Construction in progress	266,882,882	273,853,542	186,006,590	354,729,834	334,843,279	235,765,363	453,807,750
Total capital assets not being depreciated	392,763,535	280,183,809	186,043,005	486,904,339	343,721,787	241,488,538	589,137,588
Capital assets, net	$3,248,364,874	$381,324,269	$194,780,046	$3,434,909,097	$494,198,445	$258,501,716	$3,670,605,826

Total interest expense incurred on revenue bonds, long-term debt and obligations under capital lease agreements during the years ended June 30, 2009 and 2008, was $37,637,579 and $40,345,429, respectively. Interest expense of $1,517,622 and $1,040,991 associated with projects not yet completed was capitalized and recorded as construction in progress during the years ended June 30, 2009 and 2008, respectively. The remaining $36,119,957 and $39,304,438 is reported as Interest on indebtedness for the years ended June 30, 2009 and 2008, respectively.

3. ACCOUNTS RECEIVABLE, NOTES RECEIVABLE, AND ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Accounts receivable as of June 30, 2009 and 2008, were comprised of:

	2009	2008
Tuition and fees	$85,365,477	$85,352,830
Contracts and grants	212,024,429	198,732,483
Other	8,259,140	33,833,099
Subtotal	305,649,046	317,918,412
Allowance for doubtful accounts	(16,650,649)	(14,427,300)
Accounts receivable, net	$288,998,397	$303,491,112

Notes receivable as of June 30, 2009 and 2008, were comprised of:

	2009	2008
Student loans	$76,930,523	$77,315,902
Business development loans	5,847,547	6,073,497
Subtotal	82,778,070	83,389,399
Allowance for doubtful notes	(12,625,353)	(12,445,758)
Notes receivable, net	$70,152,717	$70,943,641

Accounts payable and accrued liabilities as of June 30, 2009 and 2008, were comprised of:

	2009	2008
Payroll and benefits	$86,560,724	$75,624,363
Suppliers and contractors	100,339,937	99,187,890
Accrued interest payable	8,957,825	9,131,489
Other	12,369,150	13,837,041
Accounts payable and accrued liabilities	$208,227,636	$197,780,783

Major component units

Accounts receivable include unconditional promises of contributions pledged to the affiliated foundations. Promised contributions are recorded at a discounted value that reflects the time value of money.

As of June 30, 2009 and 2008, contributions receivable are due as follows:

University System of Maryland Foundation, Inc.

Due	Discount rates	2009	2008
Within one year	not applicable	$9,304,000	$9,809,000
Two to five years	5.75%	11,105,000	14,740,000
More than five years	6.75%	581,000	623,000
Subtotal		20,990,000	25,172,000
Pledge discount		(1,500,000)	(1,532,000)
Net contributions receivable		$19,490,000	$23,640,000

University of Maryland, College Park Foundation, Inc.

Due	Discount rates	2009	2008
Within one year	not applicable	$26,942,544	$24,883,762
Two to five years	4.97%	41,663,137	50,707,368
More than five years	7.15%	5,361,017	7,126,974
Subtotal		73,966,698	82,718,104
Allowance for doubtful accounts		(3,296,095)	(2,928,995)
Pledge discount		(4,274,580)	(4,990,665)
Net contributions receivable		$66,396,023	$74,798,444

University of Maryland, Baltimore Foundation, Inc.

Due	Discount rates	2009	2008
Within one year	Not applicable	$8,331,819	$7,732,701
Two to five years	3.06%	15,686,936	15,272,121
More than five years	4.59%	4,734,900	4,380,138
Subtotal		28,753,655	27,384,960
Allowance for doubtful accounts		(2,726,183)	(789,658)
Pledge discount		(542,815)	(2,601,428)
Net contributions receivable		$25,484,657	$23,993,874

4. REVENUE BONDS AND NOTES PAYABLE

The System finances the construction, renovation and acquisition of certain facilities and equipment through the issuance of debt obligations. State law limits the aggregate principal amount of debt outstanding and the present value of future minimum lease payments on capital lease obligations for real property to no more than $1,050,000,000.

Revenue bonds and notes payable consist of the following as of June 30, 2009 and 2008:

	2009	2008
Revenue Bonds, net	$928,682,539	$896,388,914
Revolving Loan Program Bonds	50,000,000	50,000,000
Certificates of Participation	7,900,000	9,400,000
Other	37,888,348	9,854,048
Revenue bonds and notes payable, net	$1,024,470,887	$965,642,962

Auxiliary Facility and Tuition Revenue Bonds

As of June 30, 2009, Auxiliary Facility and Tuition Revenue Bonds (Revenue Bonds) consisted of the following:

	Interest Rates	Maturity Dates	Principal Outstanding
1997 Series A	5.0%	2010	$3,850,000
1999 Series A	4.0% - 4.5%	2009-2019	37,000,000
2000 Series A	5.0% - 5.2%	2009-2011	12,515,000
2001 Series A	4.2% - 4.7%	2010-2016	27,135,000
2001 Series B	3.6% - 4.6%	2010-2022	42,505,000
2002 Series A	4.0% - 5.2%	2010-2020	67,185,000
2003 Series A & B	3.7% - 5.0%	2010-2024	137,165,000
2004 Series A & B	4.2% - 6.0%	2010-2024	54,210,000
2005 Series A	3.0% - 5.0%	2010-2025	152,985,000
2006 Series A	4.0% - 5.0%	2010-2026	74,925,000
2007 Refunding Series A	4.0% - 5.0%	2010-2023	75,535,000
2008 Series A	4.0% - 5.0%	2010-2028	87,700,000
2008 Refunding Series B	3.0% - 4.5%	2009-2016	28,850,000
2009 Series A & B	3.0% - 6.0%	2010-2029	100,000,000
			901,560,000
Unamortized discounts, premiums and refunding adjustments			27,122,539
Revenue bonds, net			$928,682,539

Revenue Bonds have been issued pursuant to an Indenture of Trust, an agreement entered into with a trustee for the benefit of holders of Revenue Bonds. Pursuant to the Indenture of Trust, the System has agreed to charge and collect tuition revenues and net auxiliary facility fees in an amount that is not less than 200% of the maximum annual debt service on Revenue Bonds.

Revenue Bonds issued during the years ended June 30, 2009 and 2008, including the results of any advance refunding of previously-issued debt, are as follows:

Debt issuance	Date of issue	Par value of debt issued	Premium on issuance	Par value of debt refunded	Reduction in future debt service	Deferred amount on refunding	Economic gain or (loss)
2008 Series A	6/26/2008	$90,000,000	$2,322,885				
2008 Refunding Series B	7/3/2008	29,070,000	621,088	$28,880,000	$1,418,297	$798,464	$1,018,772
2009 Series A & B	6/26/2009	100,000,000	3,970,203				

As of June 30, 2009, previously issued debt removed from the System's financial statements through advance refunding transactions still outstanding was $127,215,000.

As of June 30, 2009 and 2008, cash and cash equivalents and investments restricted by the terms of the Indenture of Trust totaled $123,497,801 and $120,641,804, respectively.

Revolving Loan Program Bonds

Revolving Loan Program Bonds include debt issued pursuant to an Indenture of Trust, an agreement entered into with a trustee for the benefit of holders of the debt, dated April 1, 1995.

On August 8, 2003, the System issued $65,000,000 of University System of Maryland Revolving Loan Program Bonds, 2003 Series A. The 2003 Series A Bonds were initially issued as auction rate reset securities, meaning interest is calculated on outstanding Revolving Loan Program Bonds using rate of interest determined through a weekly auction process. In April, 2008, the System purchased $15,000,000 of the auction rate reset securities in response to failed auctions that were occurring for most issuers of auction rate reset securities as a result of the collapse of the credit insurance market. On June 26, 2008, the 2003 Series A Bonds in a principal amount of $50,000,000 were converted from an auction rate mode to a Multiannual Rate which is determined annually as a result of an auction process. The Revolving Loan Program Bonds, 2003 Series A mature on July 1, 2023, and may be converted to an alternative rate at the option of the System.

As of June 30, 2009 and 2008, cash and cash equivalents in the amount of $18,748,485 and $21,712,982, respectively, was held by the trustee as unspent proceeds of the Revolving Loan Program Bonds.

Certificates of Participation

The System issued $17,800,000 of variable rate Certificates of Participation on October 30, 2000 to finance the construction of an addition to the School of Business at the University of Maryland, College Park. Payments of principal are made annually on June 1 through June 1, 2015. Interest is payable semiannually on December 1 and June 1. Interest charges are determined on a weekly basis by a remarketing agent, using the lowest rate that would permit the sale of the Certificates at par plus accrued interest. The System has the option of converting the Certificates to a daily rate, a multi-annual rate, a commercial paper rate, or a fixed rate.

Other

Other debt and notes payable includes amounts borrowed to finance facilities, equipment acquisitions, a marine research vessel and other improvements designed to enhance energy efficiency savings.

The System is subject to Federal arbitrage laws governing the use of proceeds of tax-exempt debt.

Future principal and interest payments are as follows:

	Auxiliary Facility and Tuition Revenue Bonds		Notes Payable and Other Long-term Debt		Total
Year ending June 30,	Principal	Interest	Principal	Interest	Payments
2010	$71,595,000	$39,957,602	$2,600,856	$3,573,175	$117,726,633
2011	68,240,000	38,031,593	2,743,699	3,442,631	112,457,923
2012	65,435,000	35,137,880	3,427,692	5,559,173	109,559,745
2013	59,395,000	32,452,536	5,037,790	3,936,186	100,821,512
2014	54,295,000	29,777,262	4,079,640	3,726,587	91,878,489
2015 – 2019	288,450,000	106,804,973	14,893,785	16,750,135	426,898,893
2020 – 2024	215,000,000	42,974,269	63,004,886	8,433,133	329,412,288
2025 – 2029	79,150,000	8,280,323	-	-	87,430,323
Total	$901,560,000	$333,416,438	$95,788,348	$45,421,020	$1,376,185,806

5. CHANGES IN LONG-TERM LIABILITIES

Changes in long-term liabilities for the years ended June 30, 2009 and 2008, were as follows:

	June 30, 2007 Balance	Additions	Reductions	June 30, 2008 Balance	Additions	Reductions	June 30, 2009 Balance	Due Within One Year
Accrued vacation costs	$144,411,645	$92,851,292	$80,095,869	$157,167,068	$104,045,770	$89,594,524	$171,618,314	$87,702,506
Accrued workers' compensation	26,988,000	5,111,169	4,529,169	27,570,000	4,767,123	4,458,123	27,879,000	4,321,244
Revenue bonds and notes payable, net	950,353,426	92,322,885	77,033,349	965,642,962	161,857,161	103,029,236	1,024,470,887	74,176,912
Obligations under capital lease agreements	4,492,957		212,841	4,280,116		227,421	4,052,695	242,999
Total long-term liabilities	$1,126,246,028	$190,285,346	$161,871,228	$1,154,660,146	$270,670,054	$197,309,304	$1,228,020,896	$166,443,661

6. OPERATING EXPENSES BY OBJECT

The System reports Operating Expenses in the Statement of Revenues, Expenses and Changes in Net Assets by program category. Operating expenses for the years ended June 30, 2009 and 2008, by grouping of object classification are:

	2009				2008			
	Employee Costs	Payments to Suppliers, Contractors and Others	Depreciation	Total	Employee Costs	Payments to Suppliers, Contractors and Others	Depreciation	Total
Instruction	$858,783,698	$99,591,586	$32,100,913	$990,476,197	$817,612,799	$106,706,712	$27,048,060	$951,367,571
Research	524,540,334	320,685,629	24,493,575	869,719,538	502,705,447	312,273,516	23,775,424	838,754,387
Public service	79,952,043	56,616,159	2,846,183	139,414,385	77,397,122	56,239,079	2,721,517	136,357,718
Academic support	228,093,237	83,632,445	26,557,041	338,282,723	213,152,553	80,052,057	25,035,841	318,240,451
Student services	110,306,037	55,323,940	3,462,888	169,092,865	100,764,780	51,132,833	3,071,466	154,969,079
Institutional support	276,761,399	40,250,507	17,728,352	334,740,258	258,252,019	50,921,956	17,168,262	326,342,237
Operation and maintenance of plant	109,491,652	156,459,966	41,062,419	307,014,037	98,434,745	140,641,163	33,051,137	272,127,045
Scholarships and fellowships	5,997,495	75,568,527	125,405	81,691,427	5,744,053	70,061,461	78,639	75,884,153
Auxiliary enterprises:								
Residential facilities	37,009,273	47,390,743	16,477,682	100,877,698	33,784,972	49,164,164	14,221,817	97,170,953
Dining facilities	29,187,328	56,824,107	4,002,350	90,013,785	28,561,835	55,161,147	3,697,873	87,420,855
Intercollegiate athletics	41,261,309	39,516,348	5,788,280	86,565,937	36,891,273	34,965,997	5,140,866	76,998,136
Bookstores	4,216,825	25,829,522	141,288	30,187,635	4,178,879	24,728,548	130,046	29,037,473
Parking facilities	8,711,020	8,010,487	3,598,008	20,319,515	8,420,727	13,582,666	3,556,115	25,559,508
Other auxiliary enterprises	42,936,241	38,175,764	20,005,559	101,117,564	38,797,711	29,042,877	20,569,595	88,410,183
Hospital	126,746,561	3,335,618	23,540	130,105,719	110,204,394	991,221	28,911	111,224,526
Total	$2,483,994,452	$1,107,211,348	$198,413,483	$3,789,619,283	$2,334,903,309	$1,075,665,397	$179,295,569	$3,589,864,275

7. LEASES

Obligations under capital leases agreements

The System leases a facility for the use of the University of Maryland Biotechnology Institute under an agreement recorded as a capital lease. The obligation is recorded at the present value of future minimum lease payments using a discount rate of 6.8%.

Future minimum payments on obligations under capital lease agreements are as follows:

Year ending June 30,	Total
2010	$511,986
2011	511,986
2012	511,986
2013	511,986
2014	511,986
2015 – 2019	2,559,930
2020 – 2021	767,978
Total future lease payments	5,887,838
Less: Interest component	(1,835,143)
Obligations under capital lease agreements	$4,052,695

Operating leases

The System and its constituent units lease facilities and equipment under agreements reported as operating leases. Many of the leases provide for an optional extension of the terms of the agreements and increases in payment amounts based on changes in indices such as the Consumer Price Index.

Future minimum payments on operating leases with an initial or remaining noncancelable term in excess of one year are as follows:

Year ending June 30,	Minimum Annual Lease Payments
2010	$13,218,805
2011	10,346,802
2012	8,673,742
2013	7,459,757
2014	7,094,106
2015 – 2019	26,257,739
2020 – 2024	13,783,736
2025 - 2029	93,775
Total	$86,928,462

Operating lease expenditures for the years ended June 30, 2009 and 2008, were $20,252,111 and $16,196,174, respectively.

The System has entered into lease agreements with developers at seven of its institutions. These agreements provide the developers the use of System land for periods of 30 to 40 years. In each agreement, the developer will construct and manage the properties to provide housing services to students. Historical cost values of the disparate tracts of land leased to developers for use in providing student housing have not been calculated as each individual tract is a small portion of land acquired at varying points in time for institutional use and purposes.

8. OTHER POSTEMPLOYMENT BENEFITS

Members of the State Retirement and Pension System of Maryland (the State System) and their dependents are provided postemployment health care benefits through the State Employee and Retiree Health and Welfare Benefits Program (Plan). The Plan is a cost sharing defined benefit healthcare plan established by the State Personnel and Pensions Article, Section 2-501 through 2-516 of the Annotated Code of Maryland. The Plan is self-insured to provide medical, hospitalization, prescription drug and dental insurance benefits to eligible state employees, retirees, and their dependents. The State does not distinguish employees by employer/State agency. Instead, the State allocates the postemployment health care costs to all participating employers.

Financial information for the Plan is included in the State of Maryland Comprehensive Annual Financial Report, which can be obtained from the Comptroller of Maryland, Louis L. Goldstein Treasury Building, Annapolis, MD 21404.

A separate actuarial valuation is not performed by the System. The System's only obligation to the Plan is its required annual contribution, which it has fully funded during the years ended June 30, 2009 and 2008. The amounts contributed for the years ended June 30, 2009 and 2008, were $24,346,800 and $63,872, respectively.

9. RETIREMENT AND PENSION PLANS

Most System employees participate in the State Retirement and Pension System of Maryland (the State System), which is an agent, multiple-employer public employee retirement system. While the State System is an agent, multiple-employer public employee retirement system, the System accounts for the plan as a cost-sharing multiple-employer public employee retirement system, as a separate valuation is not performed for the System, and the only obligation to the plan is its required annual contributions.

The State System includes four pension and retirement plans that System employees participate in:

Teachers Retirement Systems
Teachers Pension Systems
Employees Retirement Systems
Employees Pension Systems

The State System prepares a Comprehensive Annual Financial Report, which can be obtained from the State Retirement and Pension System at 120 East Baltimore Street, Suite 1600, Baltimore, MD 21202.

System employees may alternatively elect to participate in an optional retirement program.

State Systems

Plan Description

The State System are defined benefit plans with unfunded accrued actuarial liabilities. The State System, which are administered in accordance with the State Personnel and Pensions Article of the Annotated Code of Maryland, are managed by a Board of Trustees, and are included in the State of Maryland financial reporting entity.

All plan benefits are specified by the State Personnel and Pensions Article of the Annotated Code of Maryland. Retirement allowances are computed using both the highest three years' average final salary (AFS) and the actual number of years of accumulated creditable service. Pension allowances are computed using both the highest three consecutive years' AFS and the actual number of years of accumulated creditable service. Various retirement options are available under each system which ultimately determines how a retiree's benefit allowance will be computed. Some of these options require actuarial reductions based on the retiree's and/or designated beneficiary's attained age and similar actuarial factors.

Funding Policy

The System's required contributions are based upon actuarial valuations. Effective July 1, 1980, in accordance with the law governing the State System, all benefits of the State System are funded in advance. The aggregate entry age normal cost method is the actuarial cost method used.

Both the System and covered employees are required by State statute to contribute to the State System. The contribution from the employees is 5% for participants in the State System retirement plans (with a 5% limit on the annual cost of living allowance and 7% for those who elect a limit on the cost of living allowance commensurate with the Consumer Price Index); and 2% for participants in the State System pension plans. Contributions are deducted from participant's salary and wage payments and are remitted to the State System on a regular, periodic basis.

The System made its required contributions during the years ended June 30, 2009, 2008, and 2007 of $56,298,536, $53,366,248, and $40,168,172, respectively.

Optional Retirement Program

Some employees participate in the optional retirement programs, which are defined contribution money purchase plans funded currently each year and invested in specific funds offered by one of three vendors. In defined contribution plans, benefits depend solely on amounts contributed plus investment earnings. Qualified employees are eligible to participate from the date of employment.

State legislation provides that the System contribute 7.25% of covered employees' annual salaries each month. The System's contribution along with that of the employee is immediately and fully vested.

The contributions for the year ended June 30, 2009 were $124,674,313, which consisted of $64,117,243 from the System and $60,557,070 from employees. The contributions for the year ended June 30, 2008 were $122,576,897, which consisted of $60,933,753 from the System and $61,643,144 from employees from employees

Major component units

The University System of Maryland Foundation, Inc. maintains a defined contribution plan for certain personnel provided by TIAA-CREF. The University System of Maryland Foundation, Inc. contributes 7.25% of the employee's compensation to the plan. In addition, eligible employees are entitled to make voluntary contributions to the plan. Total pension expense for the years ended June 30, 2009 and 2008 was approximately $234,017 and $183,019, respectively.

10. CONSTRUCTION COMMITMENTS

The estimated costs to complete construction in progress as of June 30, 2009 is $230,539,000, of which $75,799,000 is to be funded from Revenue Bond proceeds, $96,728,000 is to be derived from State appropriations and grants, and $58,012,000 to be provided from System funds.

11. CONTINGENT LIABILITIES

The University of Maryland College Park has entered into future purchase commitments for natural gas, as a means of hedging its risk against fluctuations in price of an important fuel commodity. As of June 30, 2009 and 2008, the institution had entered into open contracts for the purchase of $1,997,395 and $17,728,110, respectively, of natural gas, to be delivered monthly through May 2011.

The System is involved in a number of legal actions that arise in the normal course of its operations. In the opinion of management, based on the advice of the State Attorney General, such actions, as well as any exposure to unasserted claims, will not have a material adverse effect on the System's financial position.

12. RISK MANAGEMENT

The System participates in State-wide self-insurance programs for many forms of risk of loss, including general liability, property and casualty, workers' compensation, environmental and anti-trust liabilities, as well as certain employee health benefit programs.

The System remits premiums to the State, to cover costs of claims servicing and claims payments. The premiums are based on a percentage of annual payroll or are based on average loss experience, taking into account recent trends in actual claims experience, and providing for catastrophic losses.

The System records a liability when it is probable that a loss has been incurred and the amount of that loss can be reasonably estimated. Liabilities recorded include a provision for claims incurred but not reported. Because actual claims liabilities depend on such complex factors such as inflation, changes in legal doctrines, and damage awards, actual claims could differ from estimates. Claims liabilities are re-evaluated periodically to take into consideration recently settled claims, the frequency of claims and other economic and social factors. Liabilities for incurred workers' compensation losses to be settled by fixed or reasonably determinable payments over a long period of time are reported at their present value using a 4% discount rate. The provision for workers' compensation is based upon a separately determined actuarial valuation for the fiscal years ended June 30, 2009 and 2008. Settlement amounts have not exceeded insurance coverage levels for the years ended June 30, 2009, 2008, or 2007.

As of June 30, 2009 and 2008, the System has recorded $27,879,000 and $27,570,000 in liabilities associated with workers' compensation, respectively.

13. SUBSEQUENT EVENTS

Advance Refunding of Revenue Bonds

On July 6, 2009, the System issued $31,275,000 of 2009 Refunding Series C University System of Maryland Auxiliary Facility and Tuition Revenue Bonds. The 2009 Series C bonds consist of serial bonds maturing through the year ended June 30, 2020 with stated rates of interest from 2.5% to 4%, and were issued at an aggregate premium of $1,493,008. The proceeds of the 2009 Series C bonds are to be used to advance refund $3,850,000 of the 1997 Series A bonds, $23,525,000 of the 1999 Series A bonds, and $4,375,000 of the 2000 Series A bonds. The 2009 Series C bonds advance refunding will reduce future debt service by $2,224,761 and result in an economic gain of $1,813,416.

On October 7, 2009, the System issued $56,045,000 of 2009 Refunding Series D University System of Maryland Auxiliary Facility and Tuition Revenue Bonds. The 2009 Series D bonds consist of serial bonds maturing through the year ended June 30, 2022 with stated rates of interest from 2% to 4%, and were issued at an aggregate premium of $3,899,582. The proceeds of the 2009 Series D bonds are to be used to advance refund $16,510,000 of the 2001 Series A bonds, $16,410,000 of the 2001 Series B bonds, $6,595,000 of the 2002 Series A bonds, and $15,840,000 of the 2003 Series A bonds. The 2009 Series D bonds advance refunding will reduce future debt service by $4,507,626 and result in an economic gain of $4,014,543.

UNIVERSITY OF MARYLAND, BALTIMORE
BALANCE SHEET
JUNE 30, 2009 AND 2008

	June 30, 2009		2008	
	Institution	Component Units	Institution	Component Units
ASSETS				
Current assets:				
Cash and cash equivalents	$151,163,160	$1,259,578	$137,424,347	$1,031,248
Accounts receivable, net	83,487,440	8,565,801	101,527,016	8,575,449
Notes receivable, current portion	2,252,523		2,178,439	
Prepaid expenses, deferred charges and other assets	127,746	135,920		122,830
Inter-institutional balances	78,442		550,253	
Total current assets	237,109,311	9,961,299	241,680,055	9,729,527
Noncurrent assets:				
Restricted cash and cash equivalents	496,450		341,991	
Accounts receivable, net		17,578,277		16,799,233
Endowment investments	64,050,243	79,645,664	92,228,992	100,781,696
Other investments		44,767,916		53,391,695
Notes receivable, net	27,186,240		26,366,621	
Other assets		4,486,493		5,507,319
Capital assets, net	630,696,931	10,839	608,360,397	18,659
Total noncurrent assets	722,429,864	146,489,189	727,298,001	176,498,602
Total assets	$959,539,175	$156,450,488	$968,978,056	$186,228,129
LIABILITIES				
Current liabilities:				
Accounts payable and accrued liabilities	$39,269,911	$2,448,053	$39,922,575	$2,833,205
Accrued workers' compensation, current portion	1,005,640		989,675	
Accrued vacation costs, current portion	30,700,676		29,423,593	
Revenue bonds and notes payable, current portion	9,559,074		6,839,570	
Deferred revenue	31,624,763	9,795	28,748,901	12,656
Total current liabilities	112,160,064	2,457,848	105,924,314	2,845,861
Noncurrent liabilities:				
Accrued workers' compensation	5,482,360		5,395,325	
Accrued vacation costs	30,445,564		26,874,432	
Other payables		1,651,961		1,721,470
Revenue bonds and notes payable	134,706,325		118,515,302	
Total noncurrent liabilities	170,634,249	1,651,961	150,785,059	1,721,470
Total liabilities	282,794,313	4,109,809	256,709,373	4,567,331
NET ASSETS				
Unrestricted	103,291,456	11,631,169	126,066,553	21,757,494
Invested in capital assets, net	486,431,532		483,005,525	
Restricted:				
Nonexpendable:				
Scholarships and fellowships	5,566,961	26,203,634	5,536,024	27,650,631
Research	144,440	810,877	144,440	1,157,607
Other	10,354,030	62,789,433	10,354,030	70,104,191
Expendable:				
Scholarships and fellowships	24,797,028	4,364,013	34,837,009	6,242,361
Research	4,542,022	9,260,717	4,455,868	8,865,092
Loans	28,598,923		27,509,584	
Capital projects	496,450		341,991	
Other	12,522,020	37,280,836	20,017,659	45,883,422
Total net assets	676,744,862	152,340,679	712,268,683	181,660,798
Total liabilities and net assets	$959,539,175	$156,450,488	$968,978,056	$186,228,129

UNIVERSITY OF MARYLAND, BALTIMORE
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
YEARS ENDED JUNE 30, 2009 AND 2008

	Year ended June 30,					
	2009			2008		
	Institution		Component Units	Institution		Component Units
OPERATING REVENUES:						
Tuition and fees	$93,890,652			$91,916,339		
Less: scholarship allowances	(19,248,695)	$74,641,957		(20,142,523)	$71,773,816	
Federal grants and contracts		234,539,801			246,763,992	
State and local grants and contracts		51,638,621			56,293,597	
Nongovernmental grants and contracts		97,539,895			73,854,169	
Sales and services of educational departments		179,843,130			172,205,866	
Auxiliary enterprises:						
Residential facilities		737,918			703,165	
Bookstores						
Parking facilities		12,400,446			12,472,347	
Other auxiliary enterprises revenues		10,232,540			7,377,959	
Total operating revenues		661,574,308			641,444,911	
OPERATING EXPENSES:						
Instruction		159,551,074			157,929,981	
Research		361,328,289			352,420,555	
Public service		4,337,062			5,456,762	
Academic support		51,978,267			50,359,341	
Student services		5,159,555			4,052,735	
Institutional support		58,514,025			60,761,564	
Operation and maintenance of plant		82,720,138			59,315,749	
Scholarships and fellowships		2,655,120			2,395,100	
Auxiliary enterprises:						
Residential facilities		691,017			897,970	
Bookstores						
Parking facilities		7,891,774			10,495,123	
Other auxiliary enterprises expenses		9,139,042			7,808,516	
Hospital		130,105,719			111,224,526	
Total operating expenses		874,071,082			823,117,922	
Operating income (loss)		(212,496,774)			(181,673,011)	
NONOPERATING REVENUES (EXPENSES):						
State appropriations		175,936,601			170,642,032	
Pell grants		562,342			506,274	
Gifts		20,115,213	$23,571,693		19,964,479	$36,579,154
Investment income (loss)	(17,042,949)		(30,755,193)	8,354,230		2,143,291
Less: Investment expense	(200,811)	(17,243,760)		(271,589)	8,082,641	
Interest on indebtedness		(4,279,619)			(4,310,225)	
Other revenues (expenses), gains and (losses)		(9,976,508)			(1,510,282)	
Other affiliated foundation revenue			541,974			734,808
Other affiliated foundation expense			(22,678,593)			(30,294,541)
Transfers (to) from other University System of Maryland institutions		106,693			240,506	
Total nonoperating revenue (expenses)		165,220,962	(29,320,119)		193,615,425	9,162,712
Income before other revenues (expenses)		(47,275,812)	(29,320,119)		11,942,414	9,162,712
OTHER REVENUES (EXPENSES):						
Capital appropriations		11,524,054			3,486,002	
Capital gifts and grants		197,000			162,649	
Additions to permanent endowments		30,937			41,869	
Total other revenues (expenses)		11,751,991			3,690,520	
Increase (decrease) in net assets		(35,523,821)	(29,320,119)		15,632,934	9,162,712
Net assets - beginning of year		712,268,683	181,660,798		696,635,749	172,498,086
Net assets - end of year		$676,744,862	$152,340,679		$712,268,683	$181,660,798

UNIVERSITY OF MARYLAND, BALTIMORE
STATEMENT OF CASH FLOWS
YEARS ENDED JUNE 30, 2009 AND 2008

	Year ended June 30, 2009	2008
CASH FLOWS FROM OPERATING ACTIVITIES:		
Tuition and fees	$74,324,878	$71,980,268
Research contracts and grants	403,395,938	373,870,012
Payments to employees	(583,175,993)	(549,757,347)
Payments to suppliers and contractors	(248,670,070)	(227,078,954)
Loans issued to students	(4,284,532)	(3,540,135)
Collections of loans to students	3,484,505	3,891,208
Auxiliary enterprises:		
Residential facilities	737,918	703,165
Bookstores		
Parking facilities	12,400,446	12,390,715
Other	10,250,801	7,404,597
Other receipts	204,558,221	195,513,195
Net cash provided (used) by operating activities	(126,977,888)	(114,623,276)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
State appropriations	175,936,601	170,642,032
Gifts and grants received for other than capital purposes:		
Private gifts for endowment purposes	30,937	41,869
Pell grants	562,342	506,274
Net cash provided (used) by noncapital financing activities	176,529,880	171,190,175
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds of capital debt	988,911	
Capital appropriations	11,524,054	3,486,002
Capital grants and gifts received	197,000	
Proceeds from sales of capital assets	50,781	139,588
Purchases of capital assets	(73,641,002)	(60,750,258)
Principal paid on debt and capital leases	(8,891,389)	(6,023,755)
Interest paid on debt and capital leases	(4,543,760)	(4,345,250)
Transfers (to) from other University System of Maryland institutions	27,721,696	23,615,569
Net cash provided (used) by capital and related financing activities	(46,593,709)	(43,878,104)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sales and maturities of investments	4,661,967	4,875,728
Interest on investments	6,955,740	8,158,733
Investment expense	(200,811)	(271,589)
Purchases of investments	(481,907)	(41,969)
Net cash provided (used) by investing activities	10,934,989	12,720,903
Net increase in cash	13,893,272	25,409,698
Cash and cash equivalents - beginning of the year	137,766,338	112,356,640
Cash and cash equivalents - end of the year	$151,659,610	$137,766,338

UNIVERSITY OF MARYLAND, COLLEGE PARK
BALANCE SHEET
JUNE 30, 2009 AND 2008

	June 30, 2009		2008	
	Institution	Component Units	Institution	Component Units
ASSETS				
Current assets:				
Cash and cash equivalents	$478,783,937	$19,494,992	$439,972,010	$16,354,772
Accounts receivable, net	78,177,452	31,391,205	86,812,160	33,038,023
Notes receivable, current portion	1,093,975		1,565,751	
Inventories	3,061,615		2,327,209	
Prepaid expenses, deferred charges and other assets	1,057,766	537,870	1,390,311	164,094
Inter-institutional balances	274,915		340,547	
Total current assets	562,449,660	51,424,067	532,407,988	49,556,889
Noncurrent assets:				
Restricted cash and cash equivalents	20,974,212		987,647	
Accounts receivable, net		43,291,590		53,729,463
Endowment investments	85,021,264	252,606,905	122,325,590	332,300,370
Other investments	3,403,621	68,983,779		80,056,692
Notes receivable, net	9,363,421		10,162,180	
Other assets		740,416		28,472
Capital assets, net	1,248,947,086	8,195,646	1,193,290,150	3,056,990
Total noncurrent assets	1,367,709,604	373,818,336	1,326,765,567	469,171,987
Total assets	$1,930,159,264	$425,242,403	$1,859,173,555	$518,728,876
LIABILITIES				
Current liabilities:				
Accounts payable and accrued liabilities	$69,847,703	$4,941,567	$60,474,879	$5,454,577
Accrued workers' compensation, current portion	1,743,285		1,768,860	
Accrued vacation costs, current portion	26,560,413		23,316,381	
Revenue bonds and notes payable, current portion	28,759,523		26,650,979	
Deferred revenue	64,594,864	4,898,944	62,591,561	2,967,811
Total current liabilities	191,505,788	9,840,511	174,802,660	8,422,388
Noncurrent liabilities:				
Accrued workers' compensation	9,503,715		9,643,140	
Accrued vacation costs	30,016,900		29,876,385	
Other payables		2,773,722		2,985,877
Revenue bonds and notes payable	310,618,220		293,375,479	
Total noncurrent liabilities	350,138,835	2,773,722	332,895,004	2,985,877
Total liabilities	541,644,623	12,614,233	507,697,664	11,408,265
NET ASSETS				
Unrestricted	365,744,036	31,688,369	350,949,157	49,405,161
Invested in capital assets, net	923,988,168		873,263,692	
Restricted:				
Nonexpendable:				
Scholarships and fellowships	5,145,155	92,064,217	5,004,089	97,926,542
Research	3,499,567	1,826,090	3,498,987	1,665,146
Other	3,617,009	156,912,658	3,614,094	166,737,965
Expendable:				
Scholarships and fellowships	9,227,593	31,549,574	15,725,457	45,185,788
Research	58,021,078	8,326,976	75,996,434	10,318,327
Loans	11,487,748		11,483,508	
Capital projects	1,233,373		706,861	
Other	6,550,914	90,260,286	11,233,612	136,081,682
Total net assets	1,388,514,641	412,628,170	1,351,475,891	507,320,611
Total liabilities and net assets	$1,930,159,264	$425,242,403	$1,859,173,555	$518,728,876

UNIVERSITY OF MARYLAND, COLLEGE PARK
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
YEARS ENDED JUNE 30, 2009 AND 2008

	Year ended June 30, 2009			2008		
	Institution		Component Units	Institution		Component Units
OPERATING REVENUES:						
Tuition and fees	$400,798,751			$383,365,409		
Less: scholarship allowances	(55,558,759)	$345,239,992		(51,295,594)	$332,069,815	
Federal grants and contracts		275,448,433			254,496,414	
State and local grants and contracts		53,648,935			52,534,528	
Nongovernmental grants and contracts		56,344,727			59,858,016	
Sales and services of educational departments		29,294,471			34,617,612	
Auxiliary enterprises:						
Residential facilities	45,478,715			46,016,905		
Less: scholarship allowances	(4,653,149)	40,825,566		(4,920,287)	41,096,618	
Dining facilities	43,145,686			43,168,517		
Less: scholarship allowances	(2,277,856)	40,867,830		(2,468,209)	40,700,308	
Intercollegiate athletics		48,718,716			43,150,989	
Parking facilities		11,855,477			13,495,031	
Other auxiliary enterprises revenues		40,822,743			39,406,057	
Other operating revenues		29,036,261			37,261,722	
Total operating revenues		972,103,151			948,687,110	
OPERATING EXPENSES:						
Instruction		387,144,662			370,135,341	
Research		332,635,016			322,103,154	
Public service		77,895,385			71,265,506	
Academic support		130,610,680			125,038,129	
Student services		44,511,161			42,815,898	
Institutional support		75,151,132			78,140,591	
Operation and maintenance of plant		107,060,558			102,136,037	
Scholarships and fellowships		37,153,037			33,427,571	
Auxiliary enterprises:						
Residential facilities		53,220,258			50,479,163	
Dining facilities		41,340,711			42,295,233	
Intercollegiate athletics		51,574,705			46,871,506	
Parking facilities		8,256,276			9,914,053	
Other auxiliary enterprises expenses		46,157,292			38,683,714	
Total operating expenses		1,392,710,873			1,333,305,896	
Operating income (loss)		(420,607,722)			(384,618,786)	
NONOPERATING REVENUES (EXPENSES):						
State appropriations		398,627,225			396,173,691	
Pell grants		13,727,260			11,796,727	
Gifts		21,502,554	$47,092,443		25,490,761	$83,186,075
Investment income (loss)	(12,123,443)		(86,222,011)	25,545,556		1,544,430
Less: Investment expense	(266,693)	(12,390,136)		(358,994)	25,186,562	
Interest on indebtedness		(12,901,923)			(14,643,733)	
Other revenues (expenses), gains and (losses)		464,202			5,830	
Other affiliated foundation revenue			4,899,446			5,176,425
Other affiliated foundation expense			(60,462,319)			(71,549,241)
Transfers (to) from other University System of Maryland institutions		8,207,482			7,438,158	
Total nonoperating revenues (expenses)		417,236,664	(94,692,441)		451,447,996	18,357,689
Income (loss) before other revenues (expenses)		(3,371,058)	(94,692,441)		66,829,210	18,357,689
OTHER REVENUES (EXPENSES):						
Capital appropriations		34,919,235			20,561,086	
Capital gifts and grants		5,346,012			9,329,524	
Additions to permanent endowments		144,561			89,480	
Total other revenues (expenses)		40,409,808			29,980,090	
Increase (decrease) in net assets		37,038,750	(94,692,441)		96,809,300	18,357,689
Net assets - beginning of year		1,351,475,891	507,320,611		1,254,666,591	488,962,922
Net assets - end of year		$1,388,514,641	$412,628,170		$1,351,475,891	$507,320,611

UNIVERSITY OF MARYLAND, COLLEGE PARK
STATEMENT OF CASH FLOWS
YEARS ENDED JUNE 30, 2009 AND 2008

	Year ended June 30, 2009	2008
CASH FLOWS FROM OPERATING ACTIVITIES:		
Tuition and fees	$344,520,866	$332,401,688
Research contracts and grants	394,796,269	363,306,487
Payments to employees	(924,867,039)	(864,379,467)
Payments to suppliers and contractors	(385,995,995)	(386,081,962)
Loans issued to students	(191,185)	(2,333,819)
Collections of loans to students	1,461,720	2,511,451
Auxiliary enterprises:		
Residential facilities	42,257,372	41,985,090
Dining facilities	40,867,830	40,700,308
Intercollegiate athletics	48,718,716	43,150,989
Parking facilities	11,855,477	13,495,031
Other	40,822,743	39,406,057
Other receipts	80,283,280	92,624,893
Net cash provided (used) by operating activities	(305,469,946)	(283,213,254)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
State appropriations	398,627,225	396,173,691
Gifts and grants received for other than capital purposes:		
Private gifts for endowment purposes	144,561	89,480
Pell grants	13,727,260	11,796,727
Net cash provided (used) by noncapital financing activities	412,499,046	408,059,898
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds of capital debt	28,346,711	
Capital appropriations	34,919,235	20,561,086
Capital grants and gifts received	5,346,012	9,329,524
Proceeds from sales of capital assets	1,468,281	2,526,765
Purchases of capital assets	(125,940,197)	(89,110,402)
Principal paid on debt and capital leases	(38,251,270)	(26,885,477)
Interest paid on debt and capital leases	(14,086,773)	(15,093,129)
Transfers (to) from other University System of Maryland institutions	38,456,824	7,914,862
Net cash provided (used) by capital and related financing activities	(69,741,177)	(90,756,771)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sales and maturities of investments	5,870,966	6,222,985
Interest on investments	19,726,689	25,294,446
Investment expense	(266,693)	(358,994)
Purchases of investments	(3,820,393)	(339,480)
Net cash provided (used) by investing activities	21,510,569	30,818,957
Net increase in cash	58,798,492	64,908,830
Cash and cash equivalents - beginning of the year	440,959,657	376,050,827
Cash and cash equivalents - end of the year	$499,758,149	$440,959,657

BOWIE STATE UNIVERSITY
BALANCE SHEET
JUNE 30, 2009 AND 2008

	June 30, 2009		2008	
	Institution	Component Units	Institution	Component Units
ASSETS				
Current assets:				
Cash and cash equivalents	$29,402,826	$880,571	$18,796,214	$629,713
Accounts receivable, net	2,595,740	1,427,122	3,970,605	826,299
Notes receivable, current portion	50,665		125,931	
Prepaid expenses, deferred charges and other assets	3,440	11,763	8,353	15,969
Inter-institutional balances	(183,591)		26,578	
Total current assets	31,869,080	2,319,456	22,927,681	1,471,981
Noncurrent assets:				
Restricted cash and cash equivalents			463,691	
Endowment investments		3,712,128		4,951,749
Notes receivable, net	924,435		846,778	
Capital assets, net	83,901,434	9,944	86,338,035	12,465
Total noncurrent assets	84,825,869	3,722,072	87,648,504	4,964,214
Total assets	$116,694,949	$6,041,528	$110,576,185	$6,436,195
LIABILITIES				
Current liabilities:				
Accounts payable and accrued liabilities	$6,699,693	$148,668	$5,666,819	$499,521
Accrued workers' compensation, current portion	107,724		92,845	
Accrued vacation costs, current portion	848,309		887,301	
Revenue bonds and notes payable, current portion	496,243	8,853	900,067	9,000
Deferred revenue	2,595,036		3,191,746	
Total current liabilities	10,747,005	157,521	10,738,778	508,521
Noncurrent liabilities:				
Accrued workers' compensation	587,276		506,155	
Accrued vacation costs	1,347,923		1,098,670	
Other payables		7,771		9,203
Revenue bonds and notes payable	5,868,891		5,201,329	
Total noncurrent liabilities	7,804,090	7,771	6,806,154	9,203
Total liabilities	18,551,095	165,292	17,544,932	517,724
NET ASSETS				
Unrestricted	19,395,217	213,531	11,137,058	223,145
Invested in capital assets, net	77,536,300		80,236,639	
Restricted:				
Nonexpendable:				
Other		4,352,666		5,075,142
Expendable:				
Loans	1,212,337		1,193,865	
Capital projects			463,691	
Other		1,310,039		620,184
Total net assets	98,143,854	5,876,236	93,031,253	5,918,471
Total liabilities and net assets	$116,694,949	$6,041,528	$110,576,185	$6,436,195

BOWIE STATE UNIVERSITY
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
YEARS ENDED JUNE 30, 2009 AND 2008

	Year ended June 30,					
	2009			2008		
	Institution		Component Units	Institution		Component Units
OPERATING REVENUES:						
Tuition and fees	$30,825,478			$29,419,078		
Less: scholarship allowances	(8,950,273)	$21,875,205		(7,378,222)	$22,040,856	
Federal grants and contracts		6,781,936			6,452,486	
State and local grants and contracts		2,265,857			1,046,435	
Nongovernmental grants and contracts		317,936			321,687	
Sales and services of educational departments		215,520			4,468	
Auxiliary enterprises:						
Residential facilities	3,772,194			3,714,645		
Less: scholarship allowances	(200,403)	3,571,791		(196,740)	3,517,905	
Dining facilities	2,477,037			2,498,387		
Less: scholarship allowances	(395,522)	2,081,515		(275,945)	2,222,442	
Intercollegiate athletics	3,028,644			2,687,926		
Less: scholarship allowances	(377,920)	2,650,724		(267,527)	2,420,399	
Parking facilities		266,354			251,174	
Other auxiliary enterprises revenues		3,389,755			3,313,416	
Other operating revenues		116,607				
Total operating revenues		43,533,200			41,591,268	
OPERATING EXPENSES:						
Instruction		26,955,211			28,842,339	
Research		1,783,817			1,473,561	
Public service		348,500			235,591	
Academic support		9,783,051			7,097,482	
Student services		5,442,419			4,514,032	
Institutional support		14,519,529			14,721,596	
Operation and maintenance of plant		8,473,750			6,892,641	
Scholarships and fellowships		1,451,067			1,199,664	
Auxiliary enterprises:						
Residential facilities		3,771,276			3,516,252	
Dining facilities		2,418,295			2,464,811	
Intercollegiate athletics		3,003,347			2,830,036	
Other auxiliary enterprises expenses		2,171,019			2,068,659	
Total operating expenses		80,121,281			75,856,664	
Operating income (loss)		(36,588,081)			(34,265,396)	
NONOPERATING REVENUES (EXPENSES):						
State appropriations		34,161,157			33,232,339	
Pell grants		6,221,710			4,969,613	
Gifts		916,094	$2,097,829			$1,593,937
Investment income (loss)		988,200	(1,296,863)		968,036	39,050
Interest on indebtedness		(207,404)			(351,832)	
Other revenues, (expenses), gains and (losses)					1,122,126	
Other affiliated foundation revenue			199,648			74,983
Other affiliated foundation expense			(1,042,849)			(1,604,437)
Transfers (to) from other University System of Maryland institutions		(764,207)			(847,089)	
Total nonoperating revenues (expenses)		41,315,550	(42,235)		39,093,193	103,533
Income (loss) before other revenues (expenses)		4,727,469	(42,235)		4,827,797	103,533
OTHER REVENUES (EXPENSES):						
Capital appropriations		385,132			2,495,346	
Total other revenues (expenses)		385,132			2,495,346	
Increase (decrease) in net assets		5,112,601	(42,235)		7,323,143	103,533
Net assets - beginning of year		93,031,253	5,918,471		85,708,110	5,814,938
Net assets - end of year		$98,143,854	$5,876,236		$93,031,253	$5,918,471

BOWIE STATE UNIVERSITY
STATEMENT OF CASH FLOWS
YEARS ENDED JUNE 30, 2009 AND 2008

	Year ended June 30, 2009	2008
CASH FLOWS FROM OPERATING ACTIVITIES:		
Tuition and fees	$23,248,575	$24,606,478
Research contracts and grants	9,212,376	8,287,679
Payments to employees	(48,502,881)	(45,426,799)
Payments to suppliers and contractors	(28,009,622)	(24,442,321)
Loans issued to students	(6,000)	(270,309)
Collections of loans to students	52,492	116,569
Auxiliary enterprises:		
Residential facilities	3,571,791	3,517,905
Dining facilities	2,081,515	2,222,442
Intercollegiate athletics	2,650,724	2,420,399
Parking facilities	266,354	251,174
Other	3,738,870	3,056,985
Other receipts	2,785,100	427,189
Net cash provided (used) by operating activities	(28,910,706)	(25,232,609)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
State appropriations	34,161,157	33,232,339
Pell grants	6,221,710	4,969,613
Net cash provided by noncapital financing activities	40,382,867	38,201,952
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds of capital debt	972,048	
Capital appropriations	385,132	2,495,346
Purchases of capital assets	(2,197,370)	(3,469,109)
Principal paid on debt and capital leases	(1,727,746)	(839,612)
Interest paid on debt and capital leases	(253,299)	(362,268)
Transfers (to) from other University System of Maryland institutions	503,795	(2,250,893)
Net cash provided (used) by capital and related financing activities	(2,317,440)	(4,426,536)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest on investments	988,200	968,036
Net cash provided by investing activities	988,200	968,036
Net increase in cash	10,142,921	9,510,843
Cash and cash equivalents - beginning of the year	19,259,905	9,749,062
Cash and cash equivalents - end of the year	$29,402,826	$19,259,905

TOWSON UNIVERSITY
BALANCE SHEET
JUNE 30, 2009 AND 2008

	June 30, 2009		2008	
	Institution	Component Units	Institution	Component Units
ASSETS				
Current assets:				
Cash and cash equivalents	$138,621,087	$7,807,114	$117,863,012	$2,377,213
Accounts receivable, net	13,491,054	1,668,734	14,486,751	1,498,337
Notes receivable, current portion	2,231,242		3,378,820	
Inventories	2,758,632		2,436,500	
Prepaid expenses, deferred charges and other assets	1,916,969	174,172	2,871,951	194,243
Inter-institutional balances	(213,861)		569,041	
Total current assets	158,805,123	9,650,020	141,606,075	4,069,793
Noncurrent assets:				
Restricted cash and cash equivalents	346,844		304,454	
Endowment investments	3,633,014	27,723,137	5,206,325	37,516,582
Notes receivable, net	11,783,184		11,233,383	
Other assets		1,200,000		1,200,000
Capital assets, net	331,604,581	1,013,246	297,681,180	962,860
Total noncurrent assets	347,367,623	29,936,383	314,425,342	39,679,442
Total assets	$506,172,746	$39,586,403	$456,031,417	$43,749,235
LIABILITIES				
Current liabilities:				
Accounts payable and accrued liabilities	$20,970,547	$297,441	$21,381,799	$434,962
Accrued workers' compensation, current portion	318,525		314,030	
Accrued vacation costs, current portion	8,083,301		4,784,229	
Revenue bonds and notes payable, current portion	5,549,760		7,830,307	
Deferred revenue	8,065,702		8,225,201	
Total current liabilities	42,987,835	297,441	42,535,566	434,962
Noncurrent liabilities:				
Accrued workers' compensation	1,736,475		1,711,970	
Accrued vacation costs	3,427,613		3,491,563	
Other payables		1,000,000		1,000,000
Revenue bonds and notes payable	90,169,411		88,520,220	
Total noncurrent liabilities	95,333,499	1,000,000	93,723,753	1,000,000
Total liabilities	138,321,334	1,297,441	136,259,319	1,434,962
NET ASSETS				
Unrestricted	113,401,357	(2,247,727)	97,569,769	2,397,328
Invested in capital assets, net	235,885,410		201,330,653	
Restricted:				
Nonexpendable:				
Scholarships and fellowships	238,038	16,567,097	238,038	14,873,713
Research		12,503		9,878
Other		14,679,073		13,094,738
Expendable:				
Scholarships and fellowships		2,412,284	33,599	3,107,158
Research	585,542	9,278	2,408,571	9,442
Loans	15,260,752		14,760,271	
Capital projects	299,564		257,175	
Other	2,180,749	6,856,454	3,174,022	8,822,016
Total net assets	367,851,412	38,288,962	319,772,098	42,314,273
Total liabilities and net assets	$506,172,746	$39,586,403	$456,031,417	$43,749,235

TOWSON UNIVERSITY
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
YEARS ENDED JUNE 30, 2009 AND 2008

	Year ended June 30,					
	2009			2008		
	Institution		Component Units	Institution		Component Units
OPERATING REVENUES:						
Tuition and fees	$143,734,168			$132,035,104		
Less: scholarship allowances	(29,859,186)	$113,874,982		(24,800,380)	$107,234,724	
Federal grants and contracts		3,734,895			3,901,354	
State and local grants and contracts		9,017,598			7,613,441	
Nongovernmental grants and contracts		1,933,192			1,169,663	
Sales and services of educational departments		3,440,297			3,615,025	
Auxiliary enterprises:						
Residential facilities	16,670,788			16,168,588		
Less: scholarship allowances	(1,248,976)	15,421,812		(658,741)	15,509,847	
Dining facilities	16,874,470			15,018,115		
Less: scholarship allowances	(604,385)	16,270,085		(260,211)	14,757,904	
Intercollegiate athletics	14,935,674			14,734,530		
Less: scholarship allowances	(3,483,132)	11,452,542		(2,230,976)	12,503,554	
Bookstores	10,971,208			11,613,346		
Less: scholarship allowances	(76,148)	10,895,060		(98,673)	11,514,673	
Parking facilities		4,860,050			4,490,640	
Other auxiliary enterprises revenues		24,395,515			21,912,247	
Other operating revenues		128,981			265,225	
Total operating revenues		215,425,009			204,488,297	
OPERATING EXPENSES:						
Instruction		92,458,637			84,628,209	
Research		3,452,497			3,172,524	
Public service		16,680,497			15,030,797	
Academic support		34,935,743			31,740,166	
Student services		15,291,128			15,293,138	
Institutional support		35,882,131			29,330,065	
Operation and maintenance of plant		23,002,268			22,204,514	
Scholarships and fellowships		5,532,766			8,437,097	
Auxiliary enterprises:						
Residential facilities		12,600,105			12,217,261	
Dining facilities		14,140,698			12,948,136	
Intercollegiate athletics		13,663,144			11,666,720	
Bookstores		10,262,005			10,647,596	
Parking facilities		2,250,782			2,543,180	
Other auxiliary enterprises expenses		14,674,435			16,457,490	
Total operating expenses		294,826,836			276,316,893	
Operating income (loss)		(79,401,827)			(71,828,596)	
NONOPERATING REVENUES (EXPENSES):						
State appropriations		86,635,409			82,207,599	
Pell grants		9,028,072			7,214,792	
Gifts		807,949	$7,318,703		518,922	$6,612,371
Investment income (loss)	4,191,157		(7,134,876)	6,850,100		(1,264,897)
Less: Investment expense	(11,486)	4,179,671		(13,005)	6,837,095	
Interest on indebtedness		(3,972,479)			(4,161,322)	
Other revenues (expenses), gains and (losses)		6,773,615			7,516,736	
Other affiliated foundation revenue			1,617,264			1,519,841
Other affiliated foundation expense			(5,826,402)			(6,074,473)
Transfers (to) from other University System of Maryland institutions		(4,884,969)			(4,452,024)	
Total nonoperating revenues (expenses)		98,567,268	(4,025,311)		95,681,798	792,842
Income (loss) before other revenues (expenses)		19,165,441	(4,025,311)		23,853,202	792,842
OTHER REVENUES (EXPENSES):						
Capital appropriations		28,652,670			23,156,141	
Capital gifts and grants		261,203			290,357	
Total other revenues (expenses)		28,913,873			23,446,498	
Increase (decrease) in net assets		48,079,314	(4,025,311)		47,299,700	792,842
Net assets - beginning of year		319,772,098	42,314,273		272,472,398	41,521,431
Net assets - end of year		$367,851,412	$38,288,962		$319,772,098	$42,314,273

TOWSON UNIVERSITY
STATEMENT OF CASH FLOWS
YEARS ENDED JUNE 30, 2009 AND 2008

	Year ended June 30, 2009	2008
CASH FLOWS FROM OPERATING ACTIVITIES:		
Tuition and fees	$115,565,685	$105,479,232
Research contracts and grants	16,290,435	13,788,097
Payments to employees	(180,717,220)	(167,614,396)
Payments to suppliers and contractors	(92,733,588)	(89,515,518)
Loans issued to students	(844,428)	(3,818,419)
Collections of loans to students	1,442,203	2,869,043
Auxiliary enterprises:		
Residential facilities	15,470,188	15,494,446
Dining facilities	16,305,807	14,728,431
Intercollegiate athletics	11,211,293	12,606,639
Bookstores	11,108,317	11,289,462
Parking facilities	4,959,043	4,468,480
Other	24,581,437	21,463,395
Other receipts	7,623,287	13,003,735
Net cash provided (used) by operating activities	(49,737,541)	(45,757,373)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
State appropriations	86,635,409	82,207,599
Pell grants	9,028,072	7,214,792
Net cash provided by noncapital financing activities	95,663,481	89,422,391
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds of capital debt	4,041,437	
Capital appropriations	28,652,670	23,156,141
Capital grants and gifts received	229,161	207,089
Purchases of capital assets	(50,976,144)	(52,168,576)
Principal paid on debt and capital leases	(13,772,838)	(10,129,043)
Interest paid on debt and capital leases	(4,442,000)	(4,005,047)
Transfers (to) from other University System of Maryland institutions	5,389,257	12,879,915
Net cash provided (used) by capital and related financing activities	(30,878,457)	(30,059,521)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sales and maturities of investments	216,993	982,738
Interest on investments	5,547,475	6,920,070
Investment expense	(11,486)	(13,005)
Purchases of investments		(748,989)
Net cash provided by investing activities	5,752,982	7,140,814
Net increase (decrease) in cash	20,800,465	20,746,311
Cash and cash equivalents - beginning of the year	118,167,466	97,421,155
Cash and cash equivalents - end of the year	$138,967,931	$118,167,466

UNIVERSITY OF MARYLAND EASTERN SHORE
BALANCE SHEET
JUNE 30, 2009 AND 2008

	June 30, 2009		2008	
	Institution	Component Units	Institution	Component Units
ASSETS				
Current assets:				
Cash and cash equivalents	$15,278,040		$14,209,611	
Accounts receivable, net	8,221,559	$3,056,211	7,578,309	$1,250,921
Notes receivable, current portion	1,310,652		1,177,715	
Prepaid expenses, deferred charges and other assets		4,695		11,026
Inter-institutional balances	(57,520)		41,429	
Total current assets	24,752,731	3,060,906	23,007,064	1,261,947
Noncurrent assets:				
Restricted cash and cash equivalents	25,650		182,489	
Accounts receivable, net		905,579		1,113,400
Endowment investments	390,637	13,835,264	562,883	19,452,880
Other investments		525,676		387,112
Notes receivable, net	2,974,347		3,350,365	
Other assets				566
Capital assets, net	170,863,324		174,200,953	
Total noncurrent assets	174,253,958	15,266,519	178,296,690	20,953,958
Total assets	$199,006,689	$18,327,425	$201,303,754	$22,215,905
LIABILITIES				
Current liabilities:				
Accounts payable and accrued liabilities	$4,357,809	$86,761	$4,919,612	$273,460
Accrued workers' compensation, current portion	122,605		121,985	
Accrued vacation costs, current portion	1,161,949		1,394,658	
Revenue bonds and notes payable, current portion	5,847,595		5,066,257	
Deferred revenue	354,832		547,975	
Total current liabilities	11,844,790	86,761	12,050,487	273,460
Noncurrent liabilities:				
Accrued workers' compensation	668,395		665,015	
Accrued vacation costs	2,814,752		2,481,430	
Revenue bonds and notes payable	52,568,965		55,284,363	
Total noncurrent liabilities	56,052,112		58,430,808	
Total liabilities	67,896,902	86,761	70,481,295	273,460
NET ASSETS				
Unrestricted	11,991,478	935,782	10,165,890	1,139,199
Invested in capital assets, net	112,446,764		113,850,333	
Restricted:				
Nonexpendable:				
Scholarships and fellowships	28,009	8,597,258	28,009	10,262,755
Research		240,393		183,647
Other		7,238,272		9,538,808
Expendable:				
Scholarships and fellowships	66,826	374,969	126,690	168,309
Research		204,280		134,413
Loans	6,551,060		6,469,048	
Capital projects	25,650		182,489	
Other		649,710		515,314
Total net assets	131,109,787	18,240,664	130,822,459	21,942,445
Total liabilities and net assets	$199,006,689	$18,327,425	$201,303,754	$22,215,905

UNIVERSITY OF MARYLAND EASTERN SHORE
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
YEARS ENDED JUNE 30, 2009 AND 2008

	Year ended June 30,					
	2009			2008		
	Institution		Component Units	Institution		Component Units
OPERATING REVENUES:						
Tuition and fees	$23,578,169			$20,704,732		
Less: scholarship allowances	(10,648,104)	$12,930,065		(8,685,102)	$12,019,630	
Federal grants and contracts		11,576,813			11,903,683	
State and local grants and contracts		9,660,992			6,727,833	
Nongovernmental grants and contracts		1,393,892			524,966	
Sales and services of educational departments		206,395			288,892	
Auxiliary enterprises:						
Residential facilities	9,196,532			7,979,704		
Less: scholarship allowances	(623,347)	8,573,185		(500,654)	7,479,050	
Dining facilities	7,059,034			6,377,088		
Less: scholarship allowances	(801,626)	6,257,408		(696,450)	5,680,638	
Intercollegiate athletics		2,127,871			2,108,138	
Parking facilities		144,380			105,463	
Other auxiliary enterprises revenues		5,565,864			5,744,122	
Other operating revenues		1,535,656			297,385	
Total operating revenues		59,972,521			52,879,800	
OPERATING EXPENSES:						
Instruction		25,770,865			24,030,875	
Research		12,902,599			12,206,508	
Public service		278,265			349,039	
Academic support		11,636,139			10,286,707	
Student services		4,470,449			4,186,261	
Institutional support		8,204,069			7,680,026	
Operation and maintenance of plant		11,532,446			12,402,329	
Scholarships and fellowships		236,132			193,177	
Auxiliary enterprises:						
Residential facilities		6,717,904			6,844,442	
Dining facilities		5,804,914			5,519,421	
Intercollegiate athletics		2,710,976			2,307,932	
Other auxiliary enterprises expenses		5,861,396			5,958,264	
Total operating expenses		96,126,154			91,964,981	
Operating income (loss)		(36,153,633)			(39,085,181)	
NONOPERATING REVENUES (EXPENSES):						
State appropriations		31,455,771			30,876,507	
Pell grants		6,394,181			5,134,082	
Gifts			$2,602,675			$2,015,599
Investment income (loss)	503,776		(5,404,917)	841,663		214,314
Less: Investment expense	(1,226)	502,550		(1,660)	840,003	
Interest on indebtedness		(2,397,896)			(2,754,281)	
Other revenues (expenses), gains and (losses)		(260,418)			(1,305,971)	
Other affiliated foundation revenue			8,092			4,676
Other affiliated foundation expense			(907,631)			(785,531)
Transfers (to) from other University System of Maryland institutions		312,815			1,624,774	
Total nonoperating revenues (expenses)		36,007,003	(3,701,781)		34,415,114	1,449,058
Income (loss) before other revenues (expenses)		(146,630)	(3,701,781)		(4,670,067)	1,449,058
OTHER REVENUES (EXPENSES):						
Capital appropriations		433,958			274,999	
Total other revenues (expenses)		433,958			274,999	
Increase (decrease) in net assets		287,328	(3,701,781)		(4,395,068)	1,449,058
Net assets - beginning of year		130,822,459	21,942,445		135,217,527	20,493,387
Net assets - end of year		$131,109,787	$18,240,664		$130,822,459	$21,942,445

UNIVERSITY OF MARYLAND EASTERN SHORE
STATEMENT OF CASH FLOWS
YEARS ENDED JUNE 30, 2009 AND 2008

	Year ended June 30, 2009	2008
CASH FLOWS FROM OPERATING ACTIVITIES:		
Tuition and fees	$12,652,918	$10,675,490
Research contracts and grants	21,828,882	20,079,887
Payments to employees	(59,949,207)	(54,838,702)
Payments to suppliers and contractors	(28,524,110)	(27,729,642)
Loans issued to students	(398,500)	(833,090)
Collections of loans to students	641,581	2,805,259
Auxiliary enterprises:		
Residential facilities	8,573,185	10,127,676
Dining facilities	6,257,408	5,680,638
Intercollegiate athletics	2,127,871	2,108,138
Parking facilities	144,380	105,463
Other	5,809,437	5,414,273
Other receipts (payments)	1,677,779	(1,010,443)
Net cash provided (used) by operating activities	(29,158,376)	(27,415,053)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
State appropriations	31,455,771	30,876,507
Pell grants	6,394,181	5,134,082
Net cash provided by noncapital financing activities	37,849,952	36,010,589
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds of capital debt	3,260,785	
Capital appropriations	433,958	274,999
Purchases of capital assets	(4,923,840)	(2,318,923)
Principal paid on debt and capital leases	(7,534,488)	(4,148,704)
Interest paid on debt and capital leases	(2,632,585)	(2,789,667)
Transfers (to) from other University System of Maryland institutions	2,941,389	1,256,594
Net cash provided (used) by capital and related financing activities	(8,454,781)	(7,725,701)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sales and maturities of investments	25,584	29,655
Interest on investments	650,437	835,823
Investment expense	(1,226)	(1,660)
Net cash provided by investing activities	674,795	863,818
Net increase (decrease) in cash	911,590	1,733,653
Cash and cash equivalents - beginning of the year	14,392,100	12,658,447
Cash and cash equivalents - end of the year	$15,303,690	$14,392,100

FROSTBURG STATE UNIVERSITY
BALANCE SHEET
JUNE 30, 2009 AND 2008

	June 30, 2009		2008	
	Institution	Component Units	Institution	Component Units
ASSETS				
Current assets:				
Cash and cash equivalents	$23,169,198	$541,386	$19,488,845	$378,745
Accounts receivable, net	1,685,300	931,182	1,326,276	1,350,020
Notes receivable, current portion	94,276		334,931	
Inventories	881,097		975,377	
Prepaid expenses, deferred charges and other assets	762,081	113,613	386,951	100,313
Inter-institutional balances	42,642		289,942	
Total current assets	26,634,594	1,586,181	22,802,322	1,829,078
Noncurrent assets:				
Restricted cash and cash equivalents	212,210		634,138	
Endowment investments	794,730		1,074,025	
Other investments		11,489,842		15,254,344
Notes receivable, net	1,004,275		814,243	
Capital assets, net	69,002,002		67,810,957	
Total noncurrent assets	71,013,217	11,489,842	70,333,363	15,254,344
Total assets	$97,647,811	$13,076,023	$93,135,685	$17,083,422
LIABILITIES				
Current liabilities:				
Accounts payable and accrued liabilities	$7,001,226	$71,285	$5,691,242	$1,088,489
Accrued workers' compensation, current portion	82,925		79,825	
Accrued vacation costs, current portion	2,777,999		2,522,548	
Revenue bonds and notes payable, current portion	1,054,886		818,076	
Deferred revenue	1,122,564	137,666	1,125,619	144,672
Total current liabilities	12,039,600	208,951	10,237,310	1,233,161
Noncurrent liabilities:				
Accrued workers' compensation	452,075		435,175	
Revenue bonds and notes payable	12,756,378		12,296,952	
Total noncurrent liabilities	13,208,453		12,732,127	
Total liabilities	25,248,053	208,951	22,969,437	1,233,161
NET ASSETS				
Unrestricted	15,526,321	23,247	13,196,665	16,327
Invested in capital assets, net	55,190,738		54,695,929	
Restricted:				
Expendable:				
Scholarships and fellowships	15,514		2,452	
Research	349,537		481,209	
Loans	1,105,438		1,155,855	
Capital projects	212,210		634,138	
Other		12,843,825		15,833,934
Total net assets	72,399,758	12,867,072	70,166,248	15,850,261
Total liabilities and net assets	$97,647,811	$13,076,023	$93,135,685	$17,083,422

FROSTBURG STATE UNIVERSITY
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
YEARS ENDED JUNE 30, 2009 AND 2008

	Year ended June 30,					
	2009			2008		
	Institution		Component Units	Institution		Component Units
OPERATING REVENUES:						
Tuition and fees	$30,315,028			$28,763,215		
Less: scholarship allowances	(4,752,372)	$25,562,656		(4,079,103)	$24,684,112	
Federal grants and contracts		2,353,616			1,824,763	
State and local grants and contracts		1,517,200			1,576,210	
Nongovernmental grants and contracts		272,103			119,382	
Sales and services of educational departments		1,116,700			1,128,355	
Auxiliary enterprises:						
Residential facilities	5,711,447			5,273,503		
Less: scholarship allowances	(68,450)	5,642,997		(68,600)	5,204,903	
Dining facilities	6,639,090			6,036,546		
Less: scholarship allowances	(17,483)	6,621,607		(8,569)	6,027,977	
Intercollegiate athletics	2,475,305			2,257,251		
Less: scholarship allowances	(54,368)	2,420,937		(32,015)	2,225,236	
Bookstores	2,978,345			2,915,657		
Less: scholarship allowances	(2,753)	2,975,592		(5,224)	2,910,433	
Other auxiliary enterprises revenues	4,345,369			4,201,918		
Less: scholarship allowances	(38,400)	4,306,969		(29,104)	4,172,814	
Other operating revenues		261,117			311,725	
Total operating revenues		53,051,494			50,185,910	
OPERATING EXPENSES:						
Instruction		28,556,554			27,662,102	
Research		303,074			84,822	
Public service		3,632,540			2,771,179	
Academic support		8,050,172			7,836,831	
Student services		4,558,531			4,371,193	
Institutional support		11,417,017			10,487,739	
Operation and maintenance of plant		9,696,089			9,517,747	
Scholarships and fellowships		5,247,918			4,624,380	
Auxiliary enterprises:						
Residential facilities		4,226,335			4,476,797	
Dining facilities		4,166,957			3,969,050	
Intercollegiate athletics		2,816,319			2,544,861	
Bookstores		3,114,874			2,473,905	
Other auxiliary enterprises expenses		2,457,536			1,861,271	
Total operating expenses		88,243,916			82,681,877	
Operating income (loss)		(35,192,422)			(32,495,967)	
NONOPERATING REVENUES (EXPENSES):						
State appropriations		31,848,959			31,099,747	
Pell grants		3,954,682			3,195,603	
Gifts		751,256	$3,197,913		684,289	$1,758,348
Investment income (loss)	715,767		(3,986,268)	1,297,064		443,685
Less: Investment expense	(2,344)	713,423		(3,132)	1,293,932	
Interest on indebtedness		(434,197)			(632,849)	
Other revenues (expenses), gains and (losses)		(21,981)			(154,516)	
Other affiliated foundation revenue			521,256			416,443
Other affiliated foundation expense			(2,716,090)			(2,284,921)
Transfers (to) from other University System of Maryland institutions		560,322			1,537,444	
Total nonoperating revenues (expenses)		37,372,464	(2,983,189)		37,023,650	333,555
Income (loss) before other revenues (expenses)		2,180,042	(2,983,189)		4,527,683	333,555
OTHER REVENUES (EXPENSES):						
Capital appropriations		8,545			411,047	
Capital gifts and grants		44,923			113,162	
Total other revenues (expenses)		53,468			524,209	
Increase (decrease) in net assets		2,233,510	(2,983,189)		5,051,892	333,555
Net assets - beginning of year		70,166,248	15,850,261		65,114,356	15,516,706
Net assets - end of year		$72,399,758	$12,867,072		$70,166,248	$15,850,261

FROSTBURG STATE UNIVERSITY
STATEMENT OF CASH FLOWS
YEARS ENDED JUNE 30, 2009 AND 2008

	Year ended June 30, 2009	2008
CASH FLOWS FROM OPERATING ACTIVITIES:		
Tuition and fees	$25,315,565	$24,787,572
Research contracts and grants	4,139,662	3,356,499
Payments to employees	(55,608,226)	(52,590,568)
Payments to suppliers and contractors	(27,007,735)	(25,370,479)
Loans issued to students	(118,308)	(310,599)
Collections of loans to students	168,931	332,862
Auxiliary enterprises:		
Residential facilities	5,642,997	5,205,216
Dining facilities	6,610,084	6,053,033
Intercollegiate athletics	2,379,757	2,225,236
Bookstores	2,974,082	2,911,431
Other	4,297,464	4,178,103
Other receipts	2,174,210	1,818,182
Net cash provided (used) by operating activities	(29,031,517)	(27,403,512)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
State appropriations	31,848,959	31,099,747
Pell grants	3,954,682	3,195,603
Net cash provided by noncapital financing activities	35,803,641	34,295,350
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds of capital debt	361,068	
Capital appropriations	8,545	411,047
Capital grants and gifts received	5,981	
Purchases of capital assets	(5,590,962)	(3,667,825)
Principal paid on debt and capital leases	(1,367,206)	(1,621,073)
Interest paid on debt and capital leases	(558,091)	(641,205)
Transfers (to) from other University System of Maryland institutions	2,634,248	594,697
Net cash provided (used) by capital and related financing activities	(4,506,417)	(4,924,359)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sales and maturities of investments	1,459	43,783
Interest on investments	994,111	1,295,045
Investment expense	(2,344)	(3,132)
Purchases of investments	(508)	
Net cash provided by investing activities	992,718	1,335,696
Net increase in cash	3,258,425	3,303,175
Cash and cash equivalents - beginning of the year	20,122,983	16,819,808
Cash and cash equivalents - end of the year	$23,381,408	$20,122,983

COPPIN STATE UNIVERSITY
BALANCE SHEET
JUNE 30, 2009 AND 2008

	June 30, 2009		2008	
	Institution	Component Units	Institution	Component Units
ASSETS				
Current assets:				
Cash and cash equivalents	$3,991,258	$1,510,183	$7,885,751	$956,178
Accounts receivable, net	9,568,513	479,888	8,744,376	356,886
Notes receivable, current portion	206,156		194,651	
Inventories	73,086		73,172	
Prepaid expenses, deferred charges and other assets		5,768		9,708
Inter-institutional balances	38,319		203,641	
Total current assets	13,877,332	1,995,839	17,101,591	1,322,772
Noncurrent assets:				
Restricted cash and cash equivalents	94,598		589,246	
Endowment investments	622,786	6,354,467	815,084	8,965,418
Notes receivable, net	1,224,485		1,147,767	
Other assets		216,092		178,964
Capital assets, net	219,934,323	617,539	153,734,628	11,611
Total noncurrent assets	221,876,192	7,188,098	156,286,725	9,155,993
Total assets	$235,753,524	$9,183,937	$173,388,316	$10,478,765
LIABILITIES				
Current liabilities:				
Accounts payable and accrued liabilities	$4,894,065	$84,630	$6,613,202	$181,316
Accrued workers' compensation, current portion	167,245		153,140	
Accrued vacation costs, current portion	422,495		292,664	
Revenue bonds and notes payable, current portion	1,575,360		1,940,057	
Deferred revenue	3,848,763		2,632,126	
Total current liabilities	10,907,928	84,630	11,631,189	181,316
Noncurrent liabilities:				
Accrued workers' compensation	911,755		834,860	
Accrued vacation costs	2,323,310		1,849,096	
Other payables		83,842		142,399
Revenue bonds and notes payable	18,604,236		18,246,435	
Total noncurrent liabilities	21,839,301	83,842	20,930,391	142,399
Total liabilities	32,747,229	168,472	32,561,580	323,715
NET ASSETS				
Unrestricted	1,326,713	855,648	4,034,056	197,052
Invested in capital assets, net	199,754,727		133,548,136	
Restricted:				
Nonexpendable:				
Scholarships and fellowships	231,570		353,474	
Other	182,436	6,390,967	240,125	9,060,939
Expendable:				
Scholarships and fellowships	69,101		69,101	
Loans	1,195,481		1,840,929	
Capital projects	94,598		589,246	
Other	151,669	1,768,850	151,669	897,059
Total net assets	203,006,295	9,015,465	140,826,736	10,155,050
Total liabilities and net assets	$235,753,524	$9,183,937	$173,388,316	$10,478,765

COPPIN STATE UNIVERSITY
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
YEARS ENDED JUNE 30, 2009 AND 2008

	Year ended June 30, 2009			Year ended June 30, 2008		
	Institution		Component Units	Institution		Component Units
OPERATING REVENUES:						
Tuition and fees	$14,968,754			$14,521,418		
Less: scholarship allowances	(9,673,754)	$5,295,000		(10,347,394)	$4,174,024	
Federal grants and contracts		7,271,718			7,959,858	
State and local grants and contracts		1,803,692			3,140,600	
Nongovernmental grants and contracts		1,175,103			1,036,755	
Sales and services of educational departments		285,145			253,262	
Auxiliary enterprises:						
Residential facilities		3,026,896			2,329,044	
Dining facilities		1,617,481			1,427,480	
Intercollegiate athletics	2,868,078			2,526,665		
Less: scholarship allowances	(1,239,633)	1,628,445		(1,111,020)	1,415,645	
Parking facilities		868,107			99,751	
Other auxiliary enterprises revenues		1,849,309			2,304,759	
Other operating revenues		620,282			8,316	
Total operating revenues		25,441,178			24,149,494	
OPERATING EXPENSES:						
Instruction		23,826,874			18,643,365	
Research		317,851			137,241	
Academic support		7,659,035			6,014,570	
Student services		5,557,514			5,197,547	
Institutional support		15,742,361			14,810,311	
Operation and maintenance of plant		9,473,352			9,871,299	
Scholarships and fellowships		1,708,391			298,978	
Auxiliary enterprises:						
Residential facilities		2,290,615			1,993,243	
Dining facilities		1,552,820			1,554,301	
Intercollegiate athletics		2,971,771			2,409,242	
Parking facilities		448,876			47,517	
Other auxiliary enterprises expenses		2,449,978			1,154,646	
Total operating expenses		73,999,438			62,132,260	
Operating income (loss)		(48,558,260)			(37,982,766)	
NONOPERATING REVENUES (EXPENSES):						
State appropriations		34,181,414			31,813,469	
Pell grants		7,522,085			5,839,665	
Gifts			$5,047,094			$2,012,209
Investment income (loss)	30,645		(2,145,194)	507,549		90,617
Less: Investment expense	(1,807)	28,838		(2,381)	505,168	
Interest on indebtedness		(844,783)			(958,973)	
Other revenues (expenses), gains and (losses)		(2,312)			(2,317)	
Other affiliated foundation revenue			322,382			505,832
Other affiliated foundation expense			(4,363,867)			(2,699,118)
Transfers (to) from other University System of Maryland institutions		(3,117)			209,897	
Total nonoperating revenues (expenses)		40,882,125	(1,139,585)		37,406,909	(90,460)
Income (loss) before other revenues (expenses)		(7,676,135)	(1,139,585)		(575,857)	(90,460)
OTHER REVENUES (EXPENSES):						
Capital appropriations		69,820,694			61,432,627	
Additions to permanent endowments		35,000				
Total other revenues (expenses)		69,855,694			61,432,627	
Increase (decrease) in net assets		62,179,559	(1,139,585)		60,856,770	(90,460)
Net assets - beginning of year		140,826,736	10,155,050		79,969,966	10,245,510
Net assets - end of year		$203,006,295	$9,015,465		$140,826,736	$10,155,050

COPPIN STATE UNIVERSITY
STATEMENT OF CASH FLOWS
YEARS ENDED JUNE 30, 2009 AND 2008

	Year ended June 30, 2009	2008
CASH FLOWS FROM OPERATING ACTIVITIES:		
Tuition and fees	$5,622,040	$1,670,014
Research contracts and grants	11,467,150	14,589,557
Payments to employees	(45,409,785)	(39,818,365)
Payments to suppliers and contractors	(26,880,219)	(14,960,867)
Loans issued to students	(201,134)	(557,621)
Collections of loans to students	112,911	131,335
Auxiliary enterprises:		
Residential facilities	3,026,896	2,329,044
Dining facilities	1,617,481	1,427,480
Intercollegiate athletics	1,628,445	1,415,645
Parking facilities	868,107	99,751
Other	1,849,309	2,304,759
Other receipts	1,095,413	259,261
Net cash provided (used) by operating activities	(45,203,386)	(31,110,007)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
State appropriations	34,181,414	31,813,469
Gifts and grants received for other than capital purposes:		
Private gifts for endowment purposes	35,000	
Pell grants	7,522,085	5,839,665
Net cash provided by noncapital financing activities	41,738,499	37,653,134
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds of capital debt	1,287,368	
Capital appropriations	69,820,694	61,432,627
Purchases of capital assets	(70,084,317)	(61,623,963)
Principal paid on debt and capital leases	(2,825,744)	(1,638,246)
Interest paid on debt and capital leases	(889,021)	(963,970)
Transfers (to) from other University System of Maryland institutions	1,737,928	183,334
Net cash provided (used) by capital and related financing activities	(953,092)	(2,610,218)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sales and maturities of investments	7,086	23,918
Interest on investments	58,559	506,003
Investment expense	(1,807)	(2,381)
Purchases of investments	(35,000)	
Net cash provided by investing activities	28,838	527,540
Net increase (decrease) in cash	(4,389,141)	4,460,449
Cash and cash equivalents - beginning of the year	8,474,997	4,014,548
Cash and cash equivalents - end of the year	$4,085,856	$8,474,997

UNIVERSITY OF BALTIMORE
BALANCE SHEET
JUNE 30, 2009 AND 2008

	June 30, 2009		2008	
	Institution	Component Units	Institution	Component Units
ASSETS				
Current assets:				
Cash and cash equivalents	$16,973,686	$7,263,776	$11,074,608	$4,876,768
Accounts receivable, net	5,167,520	1,317,840	10,687,603	6,753,844
Notes receivable, current portion	336,657		543,738	
Prepaid expenses, deferred charges and other assets	880,664	34,779	494,551	1,390
Inter-institutional balances	(9,192,964)		(3,654,660)	
Total current assets	14,165,563	8,616,395	19,145,840	11,632,002
Noncurrent assets:				
Restricted cash and cash equivalents	6,201,301		721,488	
Accounts receivable, net		2,509,525		
Endowment investments		32,864,779		45,279,928
Notes receivable, net	3,013,811		2,647,623	
Capital assets, net	81,458,097	1,634,215	73,197,139	1,181,743
Total noncurrent assets	90,673,209	37,008,519	76,566,250	46,461,671
Total assets	$104,838,772	$45,624,914	$95,712,090	$58,093,673
LIABILITIES				
Current liabilities:				
Accounts payable and accrued liabilities	$6,431,034	$468,474	$7,003,025	$525,487
Accrued workers' compensation, current portion	70,680		67,115	
Accrued vacation costs, current portion	2,300,223		1,993,351	
Revenue bonds and notes payable, current portion	1,429,657		1,603,134	
Deferred revenue	7,029,602	260,340	6,702,869	243,143
Total current liabilities	17,261,196	728,814	17,369,494	768,630
Noncurrent liabilities:				
Accrued workers' compensation	385,320		365,885	
Accrued vacation costs	323,885		370,708	
Revenue bonds and notes payable	30,625,574		24,658,589	
Total noncurrent liabilities	31,334,779		25,395,182	
Total liabilities	48,595,975	728,814	42,764,676	768,630
NET ASSETS				
Unrestricted	(1,555,100)	1,769,022	2,099,149	11,387,660
Invested in capital assets, net	54,146,485		46,935,416	
Restricted:				
Nonexpendable:				
Scholarships and fellowships		15,560,364		15,195,778
Other		14,391,461		19,721,492
Expendable:				
Scholarships and fellowships		1,554,710		2,229,267
Loans	3,350,468		3,191,361	
Capital projects	300,944		721,488	
Other		11,620,543		8,790,846
Total net assets	56,242,797	44,896,100	52,947,414	57,325,043
Total liabilities and net assets	$104,838,772	$45,624,914	$95,712,090	$58,093,673

UNIVERSITY OF BALTIMORE
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
YEARS ENDED JUNE 30, 2009 AND 2008

	Year ended June 30, 2009		2008	
	Institution	Component Units	Institution	Component Units
OPERATING REVENUES:				
Tuition and fees	$53,245,429		$53,096,235	
Less: scholarship allowances	(8,281,804)	$44,963,625	(6,998,360)	$46,097,875
Federal grants and contracts		2,003,295		1,141,437
State and local grants and contracts		3,349,528		3,734,340
Nongovernmental grants and contracts		2,520,429		2,326,552
Sales and services of educational departments		152,349		58,277
Auxiliary enterprises:				
Parking facilities		1,264,079		397,426
Other auxiliary enterprises revenues		5,495,872		6,222,447
Other operating revenues		526,221		434,569
Total operating revenues		60,275,398		60,412,923
OPERATING EXPENSES:				
Instruction		30,528,580		31,368,280
Research		5,424,139		6,338,123
Academic support		11,299,427		10,682,220
Student services		8,396,455		6,416,230
Institutional support		19,397,521		18,692,660
Operation and maintenance of plant		7,061,117		8,690,661
Scholarships and fellowships		939,262		527,367
Auxiliary enterprises:				
Parking facilities		489,010		1,437,295
Other auxiliary enterprises expenses		3,406,234		2,305,448
Total operating expenses		86,941,745		86,458,284
Operating income (loss)		(26,666,347)		(26,045,361)
NONOPERATING REVENUES (EXPENSES):				
State appropriations		29,627,568		27,843,694
Pell grants		2,422,896		1,870,615
Gifts			$3,427,832			$5,267,005
Investment income (loss)		196,947	(11,090,477)		302,336	(2,542,180)
Interest on indebtedness		(996,032)			(1,113,319)	
Other affiliated foundation revenue			369,383			567,987
Other affiliated foundation expense			(5,135,681)			(3,996,620)
Transfers (to) from other University System of Maryland institutions		(2,641,342)			(2,491,237)	
Total nonoperating revenues (expenses)		28,610,037	(12,428,943)		26,412,089	(703,808)
Income (loss) before other revenues (expenses)		1,943,690	(12,428,943)		366,728	(703,808)
OTHER REVENUES (EXPENSES):				
Capital appropriations		1,351,693			3,535,322	
Total other revenues (expenses)		1,351,693			3,535,322	
Increase (decrease) in net assets		3,295,383	(12,428,943)		3,902,050	(703,808)
Net assets - beginning of year		52,947,414	57,325,043		49,045,364	58,028,851
Net assets - end of year		$56,242,797	$44,896,100		$52,947,414	$57,325,043

UNIVERSITY OF BALTIMORE
STATEMENT OF CASH FLOWS
YEARS ENDED JUNE 30, 2009 AND 2008

	Year ended June 30, 2009	2008
CASH FLOWS FROM OPERATING ACTIVITIES:		
Tuition and fees	$46,709,733	$47,976,659
Research contracts and grants	9,306,558	5,824,831
Payments to employees	(63,217,139)	(62,588,547)
Payments to suppliers and contractors	(16,322,728)	(16,846,799)
Loans issued to students	(668,858)	(1,420,162)
Collections of loans to students	493,648	887,085
Auxiliary enterprises:		
Parking facilities	1,264,079	397,426
Other	5,495,872	6,218,409
Other receipts (payments)	(1,491,280)	(4,264,180)
Net cash provided (used) by operating activities	(18,430,115)	(23,815,278)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
State appropriations	29,627,568	27,843,694
Pell grants	2,422,896	1,870,615
Net cash provided by noncapital financing activities	32,050,464	29,714,309
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds of capital debt	8,899,877	
Capital appropriations	1,351,693	3,535,322
Purchases of capital assets	(11,499,869)	(9,715,890)
Principal paid on debt and capital leases	(2,660,945)	(1,682,870)
Interest paid on debt and capital leases	(1,059,137)	(1,172,649)
Transfers (to) from other University System of Maryland institutions	2,551,942	774,070
Net cash provided (used) by capital and related financing activities	(2,416,439)	(8,262,017)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest on investments	174,981	302,336
Net cash provided by investing activities	174,981	302,336
Net increase (decrease) in cash	11,378,891	(2,060,650)
Cash and cash equivalents - beginning of the year	11,796,096	13,856,746
Cash and cash equivalents - end of the year	$23,174,987	$11,796,096

SALISBURY UNIVERSITY
BALANCE SHEET
JUNE 30, 2009 AND 2008

	June 30, 2009		2008	
	Institution	Component Units	Institution	Component Units
ASSETS				
Current assets:				
Cash and cash equivalents	$55,374,512	$338,270	$46,995,576	$374,762
Accounts receivable, net	1,721,789	221,184	2,193,937	260,539
Notes receivable, current portion	125,618		150,674	
Inventories	1,142,165		1,016,707	
Prepaid expenses, deferred charges and other assets	35,949			
Inter-institutional balances	(325,966)		(345,650)	
Total current assets	58,074,067	559,454	50,011,244	635,301
Noncurrent assets:				
Restricted cash and cash equivalents	81,562		360,667	
Accounts receivable, net		332,778		253,716
Endowment investments		28,277,337		35,297,006
Notes receivable, net	1,321,730		1,149,077	
Other assets		6,772,989		5,147,157
Capital assets, net	196,639,975	8,404,641	182,737,887	4,914,803
Total noncurrent assets	198,043,267	43,787,745	184,247,631	45,612,682
Total assets	$256,117,334	$44,347,199	$234,258,875	$46,247,983
LIABILITIES				
Current liabilities:				
Accounts payable and accrued liabilities	$8,390,798	$503,797	$9,325,261	$225,912
Accrued workers' compensation, current portion	148,645		155,465	
Accrued vacation costs, current portion	1,902,185		1,681,209	
Revenue bonds and notes payable, current portion	3,597,602	8,009,122	3,909,757	80,690
Deferred revenue	2,093,087		2,009,446	27,028
Total current liabilities	16,132,317	8,512,919	17,081,138	333,630
Noncurrent liabilities:				
Accrued workers' compensation	810,355		847,535	
Accrued vacation costs	1,549,812		1,348,819	
Other payables		2,559,122		3,557,191
Revenue bonds and notes payable	30,367,498		23,914,113	2,760,801
Total noncurrent liabilities	32,727,665	2,559,122	26,110,467	6,317,992
Total liabilities	48,859,982	11,072,041	43,191,605	6,651,622
NET ASSETS				
Unrestricted	43,167,356	(788,697)	34,518,744	2,498,207
Invested in capital assets, net	162,674,875		154,914,017	
Restricted:				
Nonexpendable:				
Scholarships and fellowships		12,128,356		12,291,565
Research		551,111		773,358
Other		12,237,968		15,694,426
Expendable:				
Scholarships and fellowships		1,365,054		1,226,198
Research	18,305	34,105	18,305	23,519
Loans	1,315,254		1,255,537	
Capital projects	81,562		360,667	
Other		7,747,261		7,089,088
Total net assets	207,257,352	33,275,158	191,067,270	39,596,361
Total liabilities and net assets	$256,117,334	$44,347,199	$234,258,875	$46,247,983

SALISBURY UNIVERSITY
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
YEARS ENDED JUNE 30, 2009 AND 2008

	Year ended June 30, 2009			Year ended June 30, 2008		
	Institution		Component Units	Institution		Component Units
OPERATING REVENUES:						
Tuition and fees	$49,340,304			$47,728,728		
Less: scholarship allowances	(7,014,366)	$42,325,938		(6,158,864)	$41,569,864	
Federal grants and contracts		1,034,367			961,499	
State and local grants and contracts		3,234,396			3,086,704	
Nongovernmental grants and contracts		540,150			656,920	
Sales and services of educational departments		87,304			206,972	
Auxiliary enterprises:						
Residential facilities	14,524,343			14,140,850		
Less: scholarship allowances	(519,820)	14,004,523		(403,302)	13,737,548	
Dining facilities	11,245,383			10,876,769		
Less: scholarship allowances	(23,492)	11,221,891		(20,088)	10,856,681	
Intercollegiate athletics	3,603,928			3,026,132		
Less: scholarship allowances	(1,216)	3,602,712		(21,880)	3,004,252	
Bookstores		5,675,949			5,553,586	
Parking facilities		629,878			622,637	
Other auxiliary enterprises revenues	1,770,040			1,832,864		
Less: scholarship allowances	(2,806)	1,767,234		(1,593)	1,831,271	
Total operating revenues		84,124,342			82,087,934	
OPERATING EXPENSES:						
Instruction		41,783,569			37,852,905	
Research		822,374			943,454	
Public service		4,052,903			3,644,004	
Academic support		8,343,295			8,064,599	
Student services		5,130,337			5,032,194	
Institutional support		13,111,872			11,841,679	
Operation and maintenance of plant		16,610,448			11,594,678	
Scholarships and fellowships		406,013			235,559	
Auxiliary enterprises						
Residential facilities		7,241,377			8,149,887	
Dining facilities		10,689,479			10,316,221	
Intercollegiate athletics		3,638,105			2,683,676	
Bookstores		4,858,850			4,710,930	
Parking facilities		242,760			298,430	
Other auxiliary enterprises expenses		2,493,645			2,253,218	
Total operating expenses		119,425,027			107,621,434	
Operating income (loss)		(35,300,685)			(25,533,500)	
NONOPERATING REVENUES (EXPENSES):						
State appropriations		37,575,176			34,666,608	
Pell grants		3,551,460			2,962,671	
Gifts			$3,722,519			$2,763,672
Investment income (loss)		2,135,558	(6,901,155)		2,622,158	(3,411,424)
Interest on indebtedness		(1,066,369)			(1,286,341)	
Other revenues (expenses), gains and (losses)		(43,313)			(15,940)	
Other affiliated foundation revenue			1,484,301			1,264,164
Other affiliated foundation expense			(4,626,868)			(5,092,309)
Transfers (to) from other University System of Maryland institutions		145,377			(697,633)	
Total nonoperating revenues (expenses)		42,297,889	(6,321,203)		38,251,523	(4,475,897)
Income (loss) before other revenues (expenses)		6,997,204	(6,321,203)		12,718,023	(4,475,897)
OTHER REVENUES (EXPENSES):						
Capital appropriations		8,972,692			30,439,809	
Capital gifts and grants		220,186			188,729	
Total other revenues (expenses)		9,192,878			30,628,538	
Increase (decrease) in net assets		16,190,082	(6,321,203)		43,346,561	(4,475,897)
Net assets, beginning of year		191,067,270	39,596,361		147,720,709	44,072,258
Net assets, end of year		$207,257,352	$33,275,158		$191,067,270	$39,596,361

SALISBURY UNIVERSITY
STATEMENT OF CASH FLOWS
YEARS ENDED JUNE 30, 2009 AND 2008

	Year ended June 30, 2009	2008
CASH FLOWS FROM OPERATING ACTIVITIES:		
Tuition and fees	$42,516,434	$41,070,544
Research contracts and grants	5,113,503	4,208,963
Payments to employees	(78,395,547)	(72,231,693)
Payments to suppliers and contractors	(34,108,554)	(27,500,876)
Loans issued to students	(233,109)	(223,748)
Collections of loans to students	85,512	201,136
Auxiliary enterprises:		
Residential facilities	14,005,753	13,705,329
Dining facilities	11,256,357	10,768,982
Intercollegiate athletics	3,601,989	3,004,252
Bookstores	5,676,082	5,553,371
Parking facilities	629,878	622,637
Other	1,767,018	1,824,634
Other receipts	182,887	146,792
Net cash provided (used) by operating activities	(27,901,797)	(18,849,677)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
State appropriations	37,575,176	34,666,608
Pell grants	3,551,460	2,962,671
Net cash provided by noncapital financing activities	41,126,636	37,629,279
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds of capital debt	1,115,197	
Capital appropriations	8,972,692	30,439,809
Capital grants and gifts received	48,936	22,324
Purchases of capital assets	(21,441,060)	(39,829,013)
Principal paid on debt and capital leases	(5,316,998)	(3,121,951)
Interest paid on debt and capital leases	(1,252,035)	(1,329,551)
Transfers (to) from other University System of Maryland institutions	10,612,702	1,316,612
Net cash provided (used) by capital and related financing activities	(7,260,566)	(12,501,770)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest on investments	2,135,558	2,622,158
Net cash provided by investing activities	2,135,558	2,622,158
Net increase in cash	8,099,831	8,899,990
Cash and cash equivalents - beginning of the year	47,356,243	38,456,253
Cash and cash equivalents - end of the year	$55,456,074	$47,356,243

UNIVERSITY OF MARYLAND UNIVERSITY COLLEGE
BALANCE SHEET
JUNE 30, 2009 AND 2008

	June 30, 2009		2008	
	Institution	Component Units	Institution	Component Units
ASSETS				
Current assets:				
Cash and cash equivalents	$140,906,069	$4,030	$138,756,811	$4,030
Accounts receivable, net	42,318,827	1,639,796	34,134,300	1,736,376
Notes receivable, current portion	408,122		421,166	
Inventories	2,335,234		2,340,316	
Prepaid expenses, deferred charges and other assets	1,659,312	4,746	2,096,161	4,900
Inter-institutional balances	184,410		681,135	
Total current assets	187,811,974	1,648,572	178,429,889	1,745,306
Noncurrent assets:				
Restricted cash and cash equivalents	397,540		353,702	
Accounts receivable, net		1,775,988		2,740,317
Endowment investments	129,787	9,948,597	189,367	14,497,018
Other investments		5,438,046		3,566,269
Notes receivable, net	1,093,909		1,134,012	
Other assets				547,590
Capital assets, net	128,121,288	3,388,181	84,644,299	3,251,506
Total noncurrent assets	129,742,524	20,550,812	86,321,380	24,602,700
Total assets	$317,554,498	$22,199,384	$264,751,269	$26,348,006
LIABILITIES				
Current liabilities:				
Accounts payable and accrued liabilities	$18,599,613	$29,047	$16,051,064	$265,749
Accrued workers' compensation, current portion	207,545		195,765	
Accrued vacation costs, current portion	5,681,304		5,241,189	
Revenue bonds and notes payable, current portion	864,664		648,477	
Deferred revenue	31,851,736		24,795,755	
Total current liabilities	57,204,862	29,047	46,932,250	265,749
Noncurrent liabilities:				
Accrued workers' compensation	1,131,455		1,067,235	
Accrued vacation costs	4,266,624		3,699,747	
Revenue bonds and notes payable	17,181,066		18,306,218	
Total noncurrent liabilities	22,579,145		23,073,200	
Total liabilities	79,784,007	29,047	70,005,450	265,749
NET ASSETS				
Unrestricted	125,642,716	3,707,268	126,972,897	5,821,999
Invested in capital assets, net	110,075,558		65,689,604	
Restricted:				
Nonexpendable:				
Scholarships and fellowships	23,580	4,264,503	23,580	6,422,624
Research		119,242		114,930
Other		3,590,405		5,969,565
Expendable:				
Scholarships and fellowships	60,119	3,200,282	104,274	1,595,188
Research		1,743,487	5,250	1,273,934
Loans	1,570,978		1,596,512	
Capital projects	397,540		353,702	
Other		5,545,150		4,884,017
Total net assets	237,770,491	22,170,337	194,745,819	26,082,257
Total liabilities and net assets	$317,554,498	$22,199,384	$264,751,269	$26,348,006

UNIVERSITY OF MARYLAND UNIVERSITY COLLEGE
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
YEARS ENDED JUNE 30, 2009 AND 2008

	Year ended June 30, 2009			Year ended June 30, 2008		
		Institution	Component Units		Institution	Component Units
OPERATING REVENUES:						
Tuition and fees	$225,326,298			$217,310,528		
Less: scholarship allowances	(9,929,227)	$215,397,071		(8,368,341)	$208,942,187	
Federal grants and contracts		1,347,935			1,079,814	
State and local grants and contracts		1,456,829			1,388,148	
Nongovernmental grants and contracts		858,439			432,958	
Sales and services of educational departments		2,335,922			3,463,491	
Auxiliary enterprises:						
Residential facilities					36,573	
Bookstores		5,285,513			5,977,046	
Parking facilities		436,451			403,954	
Other auxiliary enterprises revenues		460			565	
Other operating revenues		17,985,307			21,834,265	
Total operating revenues		245,103,927			243,559,001	
OPERATING EXPENSES:						
Instruction		78,953,263			75,368,776	
Research		458,409			710,240	
Public service		13,630,706			15,856,698	
Academic support		39,382,405			35,897,478	
Student services		56,367,150			51,878,006	
Institutional support		39,072,303			36,499,598	
Operation and maintenance of plant		12,361,468			11,730,976	
Scholarships and fellowships		10,143,675			8,560,250	
Auxiliary enterprises:						
Bookstores		4,961,576			5,331,045	
Parking facilities		740,037			823,910	
Total operating expenses		256,070,992			242,656,977	
Operating income (loss)		(10,967,065)			902,024	
NONOPERATING REVENUES (EXPENSES):						
State appropriations		27,474,818			24,645,684	
Pell grants		9,018,154			7,247,159	
Gifts			$7,090,692			$3,999,256
Investment income (loss)	3,737,153		(8,771,378)	5,164,551		171,010
Less: Investment expense	(413)	3,736,740		(556)	5,163,995	
Interest on indebtedness		(874,334)			(911,899)	
Other revenues (expenses), gains and (losses)		(138,552)			(97,821)	
Other affiliated foundation revenue			1,869			80
Other affiliated foundation expense			(2,233,103)			(1,283,886)
Transfers (to) from other University System of Maryland institutions		(225,089)			(260,203)	
Total nonoperating revenues (expenses)		38,991,737	(3,911,920)		35,786,915	2,886,460
Income (loss) before other revenues (expenses)		28,024,672	(3,911,920)		36,688,939	2,886,460
OTHER REVENUES (EXPENSES):						
Capital appropriations		15,000,000				
Additions to permanent endowments					500	
Total other revenues (expenses)		15,000,000			500	
Increase (decrease) in net assets		43,024,672	(3,911,920)		36,689,439	2,886,460
Net assets - beginning of period		194,745,819	26,082,257		158,056,380	23,195,797
Net assets - end of period		$237,770,491	$22,170,337		$194,745,819	$26,082,257

UNIVERSITY OF MARYLAND UNIVERSITY COLLEGE
STATEMENT OF CASH FLOWS
YEARS ENDED JUNE 30, 2009 AND 2008

	Year ended June 30, 2009	2008
CASH FLOWS FROM OPERATING ACTIVITIES:		
Tuition and fees	$220,975,750	$206,158,432
Research contracts and grants	2,713,939	779,750
Payments to employees	(153,788,510)	(146,856,035)
Payments to suppliers and contractors	(90,573,314)	(86,990,295)
Loans issued to students	(131,290)	(113,314)
Collections of loans to students	184,437	219,872
Auxiliary enterprises:		
Residential facilities		36,573
Bookstores	5,285,513	5,977,046
Parking facilities	436,451	403,954
Other	460	565
Other receipts	14,868,381	24,752,001
Net cash provided (used) by operating activities	(28,183)	4,368,549
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
State appropriations	27,474,818	24,645,684
Gifts and grants received for other than capital purposes:		
Private gifts for endowment purposes		500
Pell grants	9,018,154	7,247,159
Net cash provided by noncapital financing activities	36,492,972	31,893,343
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds of capital debt	7,831	
Capital appropriations	15,000,000	
Proceeds from sales of capital assets	114,433	107,250
Purchases of capital assets	(51,670,972)	(8,582,710)
Principal paid on debt and capital leases	(755,790)	(731,003)
Interest paid on debt and capital leases	(905,673)	(975,863)
Transfers (to) from other University System of Maryland institutions	142,158	(735,709)
Net cash provided (used) by capital and related financing activities	(38,068,013)	(10,918,035)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sales and maturities of investments	10,251	10,100
Interest on investments	3,786,482	5,164,151
Investment expense	(413)	(556)
Purchases of investments		(500)
Net cash provided by investing activities	3,796,320	5,173,195
Net increase in cash	2,193,096	30,517,052
Cash and cash equivalents - beginning of the year	139,110,513	108,593,461
Cash and cash equivalents - end of the year	$141,303,609	$139,110,513

UNIVERSITY OF MARYLAND, BALTIMORE COUNTY
BALANCE SHEET
JUNE 30, 2009 AND 2008

	June 30, 2009		2008	
	Institution	Component Units	Institution	Component Units
ASSETS				
Current assets:				
Cash and cash equivalents	$28,489,101	$922,696	$18,917,726	$2,053,220
Accounts receivable, net	32,308,961	4,672,812	21,637,883	4,503,887
Notes receivable, current portion	369,142		203,795	
Inventories	698,382		1,015,124	
Prepaid expenses, deferred charges and other assets	307,728	51,058	1,059,726	39,865
Inter-institutional balances	2,658,647		513,758	
Total current assets	64,831,961	5,646,566	43,348,012	6,596,972
Noncurrent assets:				
Restricted cash and cash equivalents	1,019,529		1,455,187	
Accounts receivable, net		4,903,676		7,005,741
Endowment investments	1,267,573	42,264,060	1,627,898	57,732,714
Other investments		14,519,191		15,364,880
Notes receivable, net	1,783,852		1,815,981	
Capital assets, net	263,653,697	2,979,710	264,919,904	2,936,658
Total noncurrent assets	267,724,651	64,666,637	269,818,970	83,039,993
Total assets	$332,556,612	$70,313,203	$313,166,982	$89,636,965
LIABILITIES				
Current liabilities:				
Accounts payable and accrued liabilities	$17,070,015	$724,089	$11,823,258	$1,270,243
Accrued workers' compensation, current portion	272,955		256,990	
Accrued vacation costs, current portion	4,906,429		4,173,288	
Revenue bonds and notes payable, current portion	7,885,752	58,691	8,096,036	57,400
Deferred revenue	17,741,717	5,825,256	12,801,302	5,800,913
Total current liabilities	47,876,868	6,608,036	37,150,874	7,128,556
Noncurrent liabilities:				
Accrued workers' compensation	1,488,045		1,401,010	
Accrued vacation costs	2,566,290		3,691,345	
Other payables		1,661,081		2,305,649
Revenue bonds and notes payable	93,367,296	518,644	90,703,624	577,335
Total noncurrent liabilities	97,421,631	2,179,725	95,795,979	2,882,984
Total liabilities	145,298,499	8,787,761	132,946,853	10,011,540
NET ASSETS				
Unrestricted	21,554,467	7,887,343	10,800,949	9,325,204
Invested in capital assets, net	162,400,650		166,120,244	
Restricted:				
Nonexpendable:				
Scholarships and fellowships	130,474	24,791,094	20,753	30,861,472
Research		693,198		552,252
Other		20,872,317		28,684,467
Expendable:				
Scholarships and fellowships		2,221,661	8,653	2,099,040
Research		1,210,343		1,676,317
Loans	2,152,993		1,814,343	
Capital projects	1,019,529		1,455,187	
Other		3,849,486		6,426,673
Total net assets	187,258,113	61,525,442	180,220,129	79,625,425
Total liabilities and net assets	$332,556,612	$70,313,203	$313,166,982	$89,636,965

UNIVERSITY OF MARYLAND, BALTIMORE COUNTY
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
YEARS ENDED JUNE 30, 2009 AND 2008

	Year ended June 30, 2009			2008		
	Institution		Component Units	Institution		Component Units
OPERATING REVENUES:						
Tuition and fees	$93,089,000			$87,223,328		
Less: scholarship allowances	(16,602,469)	$76,486,531		(13,996,475)	$73,226,853	
Federal grants and contracts		54,599,301			53,173,304	
State and local grants and contracts		22,361,857			17,907,430	
Nongovernmental grants and contracts		21,186,994			10,370,761	
Sales and services of educational departments		5,390,681			5,476,823	
Auxiliary enterprises:						
Residential facilities	13,954,096			13,388,369		
Less: scholarship allowances	(1,801,259)	12,152,837		(2,127,384)	11,260,985	
Dining facilities	10,480,588			8,867,214		
Less: scholarship allowances	(1,326,953)	9,153,635		(1,249,109)	7,618,105	
Intercollegiate athletics		7,562,606			7,139,359	
Bookstores	6,935,371			7,068,874		
Less: scholarship allowances	(19,645)	6,915,726		(27,412)	7,041,462	
Parking facilities		2,285,696			1,301,515	
Other auxiliary enterprises revenues		12,664,413			11,251,697	
Other operating revenues		3,025,453			781,170	
Total operating revenues		233,785,730			206,549,464	
OPERATING EXPENSES:						
Instruction		94,946,908			94,905,398	
Research		60,607,396			53,190,208	
Public service		18,558,527			21,748,142	
Academic support		20,112,551			18,344,035	
Student services		14,208,166			11,211,845	
Institutional support		30,797,395			30,210,314	
Operation and maintenance of plant		18,846,348			17,613,251	
Scholarships and fellowships		16,218,046			15,985,010	
Auxiliary enterprises:						
Residential facilities		10,118,811			8,595,938	
Dining facilities		9,899,911			8,353,682	
Intercollegiate athletics		6,187,570			5,684,163	
Bookstores		6,990,330			5,873,997	
Other auxiliary enterprises expenses		12,306,987			9,858,957	
Total operating expenses		319,798,946			301,574,940	
Operating income (loss)		(86,013,216)			(95,025,476)	
NONOPERATING REVENUES (EXPENSES):						
State appropriations		86,910,895			84,488,263	
Pell grants		6,397,924			7,396,442	
Gifts		1,182,253	$7,451,874		3,189,130	$6,737,722
Investment income (loss)	737,318		(17,267,716)	1,367,467		853,970
Less: Investment expense	(3,718)	733,600		(3,233)	1,364,234	
Interest on indebtedness		(4,013,691)			(3,899,682)	
Other revenues (expenses), gains and (losses)		(255,033)			(6,972)	
Other affiliated foundation revenue			1,814,832			1,783,817
Other affiliated foundation expense			(10,098,973)			(8,097,171)
Transfers (to) from other University System of Maryland institutions		(1,974,485)			(1,302,623)	
Total nonoperating revenues (expenses)		88,981,463	(18,099,983)		91,228,792	1,278,338
Income (loss) before other revenues, (expenses)		2,968,247	(18,099,983)		(3,796,684)	1,278,338
OTHER REVENUES (EXPENSES):						
Capital appropriations		3,682,812			1,924,725	
Capital gifts and grants		277,204			570,944	
Additions to permanent endowments		109,721				
Total other revenues (expenses)		4,069,737			2,495,669	
Increase (decrease) in net assets		7,037,984	(18,099,983)		(1,301,015)	1,278,338
Net assets - beginning of year		180,220,129	79,625,425		181,521,144	78,347,087
Net assets - end of year		$187,258,113	$61,525,442		$180,220,129	$79,625,425

UNIVERSITY OF MARYLAND, BALTIMORE COUNTY
STATEMENT OF CASH FLOWS
YEARS ENDED JUNE 30, 2009 AND 2008

	Year ended June 30, 2009	2008
CASH FLOWS FROM OPERATING ACTIVITIES:		
Tuition and fees	$76,866,233	$74,109,896
Research contracts and grants	88,238,460	93,996,060
Payments to employees	(202,942,127)	(189,825,980)
Payments to suppliers and contractors	(92,638,978)	(97,287,093)
Loans issued to students	(382,261)	(202,692)
Collections of loans to students	249,044	249,044
Auxiliary enterprises:		
Residential facilities	12,090,817	11,179,756
Dining facilities	9,139,939	7,601,031
Intercollegiate athletics	7,551,291	7,123,358
Bookstores	6,905,379	7,025,681
Parking facilities	2,282,276	1,298,598
Other	12,645,464	11,730,340
Other receipts	12,879,563	9,440,151
Net cash provided (used) by operating activities	(67,114,900)	(63,561,850)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
State appropriations	86,910,895	84,488,263
Gifts and grants received for other than capital purposes:		
Private gifts for endowment purposes	109,721	
Pell grants	6,397,924	7,396,442
Net cash provided by noncapital financing activities	93,418,540	91,884,705
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds of capital debt	6,010,180	
Capital appropriations	3,682,812	1,924,725
Capital grants and gifts received	277,204	
Purchases of capital assets	(16,542,187)	(20,358,807)
Principal paid on debt and capital leases	(12,936,520)	(6,920,037)
Interest paid on debt and capital leases	(4,273,134)	(4,035,243)
Transfers (to) from other University System of Maryland institutions	5,519,797	4,473,785
Net cash provided (used) by capital and related financing activities	(18,261,848)	(24,915,577)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sales and maturities of investments	93,735	12,954
Interest on investments	1,172,922	1,376,529
Investment expense	(3,718)	(809)
Purchases of investments	(169,014)	(500,000)
Net cash provided by investing activities	1,093,925	888,674
Net increase in cash	9,135,717	4,295,952
Cash and cash equivalents - beginning of the year	20,372,913	16,076,961
Cash and cash equivalents - end of the year	$29,508,630	$20,372,913

UNIVERSITY OF MARYLAND CENTER FOR ENVIRONMENTAL SCIENCE
BALANCE SHEET
JUNE 30, 2009 AND 2008

	June 30, 2009		2008	
	Institution	Component Units	Institution	Component Units
ASSETS				
Current assets:				
Cash and cash equivalents	$5,770,405		$4,868,096	
Accounts receivable, net	5,585,909	$67,818	4,768,168	$640,380
Prepaid expenses, deferred charges and other assets		3,037		2,746
Inter-institutional balances	682		682	
Total current assets	11,356,996	70,855	9,636,946	643,126
Noncurrent assets:				
Restricted cash and cash equivalents	3,232,411			
Accounts receivable, net		21,000		3,805
Endowment investments		329,777		1,272,738
Other investments		1,292,543		1,451,670
Capital assets, net	60,791,832		64,518,895	
Total noncurrent assets	64,024,243	1,643,320	64,518,895	2,728,213
Total assets	$75,381,239	$1,714,175	$74,155,841	$3,371,339
LIABILITIES				
Current liabilities:				
Accounts payable and accrued liabilities	$1,382,740	$67,183	$1,814,317	$83,787
Accrued workers' compensation, current portion	61,225		65,565	
Accrued vacation costs, current portion	589,083		555,363	
Revenue bonds and notes payable, current portion	1,042,746		1,415,884	
Deferred revenue	510,538		236,282	
Total current liabilities	3,586,332	67,183	4,087,411	83,787
Noncurrent liabilities:				
Accrued workers' compensation	333,775		357,435	
Accrued vacation costs	2,150,840		2,027,720	
Revenue bonds and notes payable	11,965,431		10,894,624	
Total noncurrent liabilities	14,450,046		13,279,779	
Total liabilities	18,036,378	67,183	17,367,190	83,787
NET ASSETS				
Unrestricted	6,328,795	298,270	4,580,264	570,141
Invested in capital assets, net	51,001,566		52,208,387	
Restricted:				
Nonexpendable:				
Scholarships and fellowships		156,237		363,627
Research		4,369		6,507
Other		131,540		337,977
Expendable:				
Scholarships and fellowships		322,373		413,408
Research		175,626		330,152
Capital projects	14,500			
Other		558,577		1,265,740
Total net assets	57,344,861	1,646,992	56,788,651	3,287,552
Total liabilities and net assets	$75,381,239	$1,714,175	$74,155,841	$3,371,339

UNIVERSITY OF MARYLAND CENTER FOR ENVIRONMENTAL SCIENCE
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
YEARS ENDED JUNE 30, 2009 AND 2008

	Year ended June 30,			
	2009		2008	
	Institution	Component Units	Institution	Component Units
OPERATING REVENUES:				
Federal grants and contracts	$11,291,640		$12,440,693	
State and local grants and contracts	5,344,882		4,310,230	
Nongovernmental grants and contracts	1,393,722		935,307	
Sales and services of educational departments	2,320,919		2,400,879	
Total operating revenues	20,351,163		20,087,109	
OPERATING EXPENSES:				
Research	37,880,666		38,986,649	
Operation and maintenance of plant	176,055		157,163	
Total operating expenses	38,056,721		39,143,812	
Operating income (loss)	(17,705,558)		(19,056,703)	
NONOPERATING REVENUES (EXPENSES):				
State appropriations	17,316,865		17,286,306	
Gifts		$509,013		$891,198
Investment income (loss)	240,856	(1,229,632)	309,688	4,717
Interest on indebtedness	(472,265)		(394,374)	
Other revenues, (expenses), gains and (losses)	131,940			
Other affiliated foundation revenue		2,048		5,104
Other affiliated foundation expense		(921,989)		(390,949)
Transfers (to) from other University System of Maryland institutions	916,276		1,083,248	
Total nonoperating revenues (expenses)	18,133,672	(1,640,560)	18,284,868	510,070
Income (loss) before other revenues, (expenses)	428,114	(1,640,560)	(771,835)	510,070
OTHER REVENUES (EXPENSES):				
Capital appropriations	128,096		233,130	
Capital gifts and grants			6,120	
Total other revenues (expenses)	128,096		239,250	
Increase (decrease) in net assets	556,210	(1,640,560)	(532,585)	510,070
Net assets - beginning of year	56,788,651	3,287,552	57,321,236	2,777,482
Net assets - end of year	$57,344,861	$1,646,992	$56,788,651	$3,287,552

UNIVERSITY OF MARYLAND CENTER FOR ENVIRONMENTAL SCIENCE
STATEMENT OF CASH FLOWS
YEARS ENDED JUNE 30, 2009 AND 2008

	Year ended June 30, 2009	2008
CASH FLOWS FROM OPERATING ACTIVITIES:		
Research contracts and grants	$17,486,759	$16,373,734
Payments to employees	(23,123,018)	(22,471,290)
Payments to suppliers and contractors	(12,446,311)	(13,057,577)
Other receipts	2,452,859	2,400,879
Net cash provided (used) by operating activities	(15,629,711)	(16,754,254)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
State appropriations	17,316,865	17,286,306
Net cash provided by noncapital financing activities	17,316,865	17,286,306
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds of capital debt	2,531,805	6,000,000
Capital appropriations	128,096	233,130
Capital grants and gifts received		6,120
Proceeds from sales of capital assets	1,509,476	
Purchases of capital assets	(573,037)	(6,756,468)
Principal paid on debt and capital leases	(2,049,187)	(990,344)
Interest paid on debt and capital leases	(507,313)	(410,224)
Transfers (to) from other University System of Maryland institutions	1,166,870	1,317,851
Net cash provided (used) by capital and related financing activities	2,206,710	(599,935)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest on investments	240,856	309,688
Net cash provided by investing activities	240,856	309,688
Net increase in cash	4,134,720	241,805
Cash and cash equivalents - beginning of the year	4,868,096	4,626,291
Cash and cash equivalents - end of the year	$9,002,816	$4,868,096

UNIVERSITY OF MARYLAND BIOTECHNOLOGY INSTITUTE
BALANCE SHEET
JUNE 30, 2009 AND 2008

	June 30, 2009		2008	
	Institution	Component Units	Institution	Component Units
ASSETS				
Current assets:				
Cash and cash equivalents	$9,073,541		$9,785,325	
Accounts receivable, net	4,285,630	$32,108	5,105,094	$226,977
Prepaid expenses, deferred charges and other assets		1,136		29,000
Inter-Institutional balances	(6,480)			
Total current assets	13,352,691	33,244	14,890,419	255,977
Noncurrent assets:				
Restricted cash and cash equivalents			5,988	
Endowment investments		67,025		1,249,214
Other investments		2,567,101		2,671,073
Capital assets, net	93,658,330		96,075,319	
Total noncurrent assets	93,658,330	2,634,126	96,081,307	3,920,287
Total assets	$107,011,021	$2,667,370	$110,971,726	$4,176,264
LIABILITIES				
Current liabilities:				
Accounts payable and accrued liabilities	$2,094,052	$94,736	$2,097,462	$144,111
Accrued vacation costs, current portion	1,281,913		1,605,030	
Revenue bonds and notes payable, current portion	47,039		15,284	
Obligations under capital lease obligations, current portion	242,999		227,420	
Deferred revenue	2,443,431		2,413,238	
Total current liabilities	6,109,434	94,736	6,358,434	144,111
Noncurrent liabilities:				
Accrued vacation costs	1,580,309		1,050,314	
Revenue bonds and notes payable	921,203		475,198	
Obligations under capital lease agreements	3,809,696		4,052,696	
Total noncurrent liabilities	6,311,208		5,578,208	
Total liabilities	12,420,642	94,736	11,936,642	144,111
NET ASSETS				
Unrestricted	5,952,986	409,328	7,724,375	649,001
Invested in capital assets, net	88,637,393		91,304,721	
Restricted:				
Nonexpendable:				
Scholarships and fellowships		31,608		168,029
Research		884		3,007
Other		26,611		156,176
Expendable:				
Scholarships and fellowships		642,015		628,751
Research		349,764		502,128
Capital projects			5,988	
Other		1,112,424		1,925,061
Total net assets	94,590,379	2,572,634	99,035,084	4,032,153
Total liabilities and net assets	$107,011,021	$2,667,370	$110,971,726	$4,176,264

UNIVERSITY OF MARYLAND BIOTECHNOLOGY INSTITUTE
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
YEARS ENDED JUNE 30, 2009 AND 2008

	Year ended June 30,			
	2009		2008	
	Institution	Component Units	Institution	Component Units
OPERATING REVENUES:				
Federal grants and contracts	$16,715,036		$14,969,492	
State and local grants and contracts	3,007,150		4,142,126	
Nongovernmental grants and contracts	2,077,770		1,512,406	
Sales and services of educational departments	1,244,836		1,035,141	
Total operating revenues	23,044,792		21,659,165	
OPERATING EXPENSES:				
Research	51,803,411		46,987,348	
Total operating expenses	51,803,411		46,987,348	
Operating income (loss)	(28,758,619)		(25,328,183)	
NONOPERATING REVENUES (EXPENSES):				
State appropriations	19,877,902		19,759,026	
Gifts		$63,528		$893,164
Investment income (loss)	476,906	(2,211,278)	711,913	13,950
Interest on indebtedness	(319,972)		(301,508)	
Other revenues (expenses), gains and (losses)	909,124		698,398	
Other affiliated foundation revenue		922,304		37,099
Other affiliated foundation expense		(234,073)		(879,865)
Transfers (to) from other University System of Maryland institutions	589,936		850,603	
Total nonoperating revenues (expenses)	21,533,896	(1,459,519)	21,718,432	64,348
Income (loss) before other revenues (expenses)	(7,224,723)	(1,459,519)	(3,609,751)	64,348
OTHER REVENUES (EXPENSES):				
Capital appropriations	2,780,018		1,536,028	
Total other revenues (expenses)	2,780,018		1,536,028	
Increase (decrease) in net assets	(4,444,705)	(1,459,519)	(2,073,723)	64,348
Net assets - beginning of year	99,035,084	4,032,153	101,108,807	3,967,805
Net assets - end of year	$94,590,379	$2,572,634	$99,035,084	$4,032,153

UNIVERSITY OF MARYLAND BIOTECHNOLOGY INSTITUTE
STATEMENT OF CASH FLOWS
YEARS ENDED JUNE 30, 2009 AND 2008

	Year ended June 30, 2009	2008
CASH FLOWS FROM OPERATING ACTIVITIES:		
Research contracts and grants	$22,649,614	$22,056,386
Payments to employees	(26,732,878)	(26,388,266)
Payments to suppliers and contractors	(20,075,849)	(16,286,455)
Other receipts	2,153,960	1,733,541
Net cash provided (used) by operating activities	(22,005,153)	(18,884,794)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
State appropriations	19,877,902	19,759,026
Net cash provided by noncapital financing activities	19,877,902	19,759,026
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds from capital debt		
Capital appropriations	2,780,018	1,536,028
Purchases of capital assets	(2,374,807)	(3,495,065)
Principal paid on debt and capital leases	(253,624)	(215,983)
Interest paid on debt and capital leases	(320,717)	(302,889)
Transfers (to) from other University System of Maryland institutions	1,101,703	304,202
Net cash provided (used) by capital and related financing activities	932,573	(2,173,707)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest on investments	476,906	711,913
Net cash provided by investing activities	476,906	711,913
Net increase (decrease) in cash	(717,772)	(587,562)
Cash and cash equivalents - beginning of the year	9,791,313	10,378,875
Cash and cash equivalents - end of the year	$9,073,541	$9,791,313

UNIVERSITY SYSTEM OF MARYLAND OFFICE
BALANCE SHEET
JUNE 30, 2009 AND 2008

	June 30, 2009		2008	
	Institution	Component Units	Institution	Component Units
ASSETS				
Current assets:				
Cash and cash equivalents	$56,679,191	$995,689	$57,255,027	$462,136
Accounts receivable, net	382,703	4,828,653	518,634	1,363,182
Prepaid expenses, deferred charges and other assets		115,697		789,161
Inter-institutional balances	6,702,325		783,304	
Total current assets	63,764,219	5,940,039	58,556,965	2,614,479
Noncurrent assets:				
Restricted cash and cash equivalents	133,579,922		63,021,112	
Accounts receivable, net		938,289		1,425,994
Endowment investments	8,247,974	4,514,192	11,580,272	19,595,825
Other investments		195,446,541		269,275,971
Restricted investments			73,584,640	
Other assets		1,333,653		944,882
Capital assets, net	91,332,926	2,672,307	87,399,354	2,700,322
Total noncurrent assets	233,160,822	204,904,982	235,585,378	293,942,994
Total assets	$296,925,041	$210,845,021	$294,142,343	$296,557,473
LIABILITIES				
Current liabilities:				
Accounts payable and accrued liabilities	$1,218,430	$1,037,878	$4,996,268	$561,433
Accrued workers' compensation, current portion	12,245		12,090	
Accrued vacation costs, current portion	486,227		514,550	
Revenue bonds and notes payable, current portion	6,467,011		5,416,176	
Total current liabilities	8,183,913	1,037,878	10,939,084	561,433
Noncurrent liabilities:				
Accrued workers' compensation	66,755		65,910	
Accrued vacation costs	1,101,986		921,485	
Endowments invested on behalf of primary government		163,698,314		235,460,620
Other payables		26,375,686		35,437,380
Revenue bonds and notes payable	140,573,481		134,100,455	
Total noncurrent liabilities	141,742,222	190,074,000	135,087,850	270,898,000
Total liabilities	149,926,135	191,111,878	146,026,934	271,459,433
NET ASSETS				
Unrestricted	67,033,510	3,335,480	63,904,165	10,928,670
Invested in capital assets, net	70,867,797		76,598,320	
Restricted:				
Nonexpendable:				
Scholarships and fellowships	347,579	2,403,741	347,579	4,739,073
Research		67,212		84,803
Other	471,330	2,023,777	471,330	4,404,773
Expendable:				
Scholarships and fellowships	294,635	3,631,712	673,505	1,016,540
Research		1,978,527		811,820
Capital projects	7,004,560		4,214,818	
Other	979,495	6,292,694	1,905,692	3,112,361
Total net assets	146,998,906	19,733,143	148,115,409	25,098,040
Total liabilities and net assets	$296,925,041	$210,845,021	$294,142,343	$296,557,473

UNIVERSITY SYSTEM OF MARYLAND OFFICE
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
YEARS ENDED JUNE 30, 2009 AND 2008

	Year ended June 30,			
	2009		2008	
	Institution	Component Units	Institution	Component Units
OPERATING REVENUES:				
Federal grants and contracts	$1,688,963		$2,816,902	
Other operating revenues			133,801	
Total operating revenues	1,688,963		2,950,703	
OPERATING EXPENSES:				
Academic support	4,491,958		6,878,893	
Institutional support	12,930,903		13,166,094	
Total operating expenses	17,422,861		20,044,987	
Operating income (loss)	(15,733,898)		(17,094,284)	
NONOPERATING REVENUES (EXPENSES):				
State appropriations	19,016,660		19,332,764	
Gifts		$2,433,948		$1,469,510
Investment income (loss)	$811,260	(4,490,133)	$6,801,884	1,272,639
Less: Investment expense	(100,158) 711,102		(33,851) 6,768,033	
Interest on indebtedness	(3,338,993)		(3,584,100)	
Other revenues (expenses), gains and (losses)	(1,483,142)		(789,489)	
Other affiliated foundation revenue		2,504,435		1,800,496
Other affiliated foundation expense		(5,813,147)		(4,903,255)
Transfers (to) from other University System of Maryland institutions	(345,692)		(2,933,821)	
Total nonoperating revenues (expenses)	14,559,935	(5,364,897)	18,793,387	(360,610)
Income (loss) before other revenues (expenses)	(1,173,963)	(5,364,897)	1,699,103	(360,610)
OTHER REVENUES (EXPENSES):				
Capital appropriations	57,460		6,642,469	
Total other revenues (expenses)	57,460		6,642,469	
Increase (decrease) in net assets	(1,116,503)	(5,364,897)	8,341,572	(360,610)
Net assets - beginning of year	148,115,409	25,098,040	139,773,837	25,458,650
Net assets - end of year	$146,998,906	$19,733,143	$148,115,409	$25,098,040

UNIVERSITY SYSTEM OF MARYLAND OFFICE
STATEMENT OF CASH FLOWS
YEARS ENDED JUNE 30, 2009 AND 2008

	Year ended June 30, 2009	2008
CASH FLOWS FROM OPERATING ACTIVITIES:		
Research contracts and grants	$1,537,084	$3,907,682
Payments to employees	(12,186,678)	(11,459,595)
Payments to suppliers and contractors	(2,896,855)	(3,448,136)
Other receipts (payments)	(1,483,119)	(655,685)
Net cash provided (used) by operating activities	(15,029,568)	(11,655,734)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
State appropriations	19,016,660	19,332,764
Net cash provided by noncapital financing activities	19,016,660	19,332,764
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds of capital debt	104,033,943	92,322,885
Capital appropriations	57,460	6,642,469
Capital grants and gifts received		
Purchases of capital assets	(10,112,992)	(9,759,864)
Principal paid on debt and capital leases	(2,133,730)	(17,457,992)
Interest paid on debt and capital leases	(3,284,340)	(4,248,928)
Transfers (to) from other University System of Maryland institutions	(100,480,309)	(51,644,889)
Net cash provided (used) by capital and related financing activities	(11,919,968)	15,853,681
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sales and maturities of investments	74,550,872	548,079
Interest on investments	3,465,136	6,987,358
Investment expense	(100,158)	(33,851)
Purchases of investments		(73,584,640)
Net cash provided (used) by investing activities	77,915,850	(66,083,054)
Net increase (decrease) in cash	69,982,974	(42,552,343)
Cash and cash equivalents - beginning of the year	120,276,139	162,828,482
Cash and cash equivalents - end of the year	$190,259,113	$120,276,139

UNIVERSITY SYSTEM OF MARYLAND
COMBINING BALANCE SHEET, NONMAJOR COMPONENT UNITS
JUNE 30, 2009

	Medical Alumni Association of the University of Maryland, Inc.	M Club Foundation University of Maryland, Inc.	The Robert H. Smith School of Business Foundation, Inc.	Bowie State University Foundation, Inc	Towson University Foundation, Inc.	Frostburg State University Foundation, Inc.	Coppin State University Development Foundation, Inc.	University of Baltimore Foundation, Inc.	Salisbury University Foundation, Inc.	Maryland 4-H Foundation, Inc.	University Research Corporation International	The Maryland Center at Bowie State University, Inc.	University of Maryland Baltimore County Research Park	Total Nonmajor Component Units
ASSETS														
Current assets														
Cash	$587,610	$26,706	$3,258,292	$867,072	$7,807,114	$541,386	$1,510,183	$7,263,776	$338,270	$219,927	$2,144,927	$13,499	$922,296	$25,501,058
Accounts receivable, net	444,946		379,680	1,422,358	1,668,734	931,182	479,888	1,317,840	221,184	8,175	1,062,911	4,764	89,931	8,031,593
Other assets	111,920	41,250	6,502	11,763	174,172	113,613	5,768	34,779		4,074	49,407		21,360	574,608
Total current assets	**1,144,476**	**67,956**	**3,644,474**	**2,301,193**	**9,650,020**	**1,586,181**	**1,995,839**	**8,616,395**	**559,454**	**232,176**	**3,257,245**	**18,263**	**1,033,587**	**34,107,259**
Investments														
Endowment investments	3,514,665	1,819,340		3,712,128	27,723,137		6,354,467	32,864,779	28,277,337	1,688,501				105,954,354
Other investments		213,677	2,916,891			11,489,842							7,095,268	21,715,678
Total investments	**3,514,665**	**2,033,017**	**2,916,891**	**3,712,128**	**27,723,137**	**11,489,842**	**6,354,467**	**32,864,779**	**28,277,337**	**1,688,501**			**7,095,268**	**127,670,032**
Other assets														
Accounts receivable, net								2,509,525	332,778					2,842,303
Capital assets, net	10,839				1,013,246		617,539	1,634,215	8,404,641	118,788		9,944	2,979,710	14,788,922
Assets held for sale														-
Other assets		15,312			1,200,000		216,092		6,772,989					8,204,393
Total other assets	**10,839**	**15,312**			**2,213,246**		**833,631**	**4,143,740**	**15,510,408**	**118,788**		**9,944**	**2,979,710**	**25,835,618**
Total assets	**$4,669,980**	**$2,116,285**	**$6,561,365**	**$6,013,321**	**$39,586,403**	**$13,076,023**	**$9,183,937**	**$45,624,914**	**$44,347,199**	**$2,039,465**	**$3,257,245**	**$28,207**	**$11,108,565**	**$187,612,909**
LIABILITIES														
Current liabilities														
Accounts payable & accrued expenses	$390,871		$501,827	$134,307	$297,441	$71,285	$84,630	$468,474	$503,797	$66,306	$274,337	$14,361	$78,251	$2,885,887
Long-term debt, current									8,009,122			8,853	58,691	8,076,666
Deferred income	9,795		31,613			137,666		260,340			1,290,509		5,782,256	7,512,179
Total current liabilities	**400,666**		**533,440**	**134,307**	**297,441**	**208,951**	**84,630**	**728,814**	**8,512,919**	**66,306**	**1,564,846**	**23,214**	**5,919,198**	**18,474,732**
Other liabilities														
Other payables					1,000,000		83,842		2,559,122			7,771	1,661,081	5,311,816
Long-term debt, noncurrent													518,644	518,644
Total other liabilities					**1,000,000**		**83,842**		**2,559,122**			**7,771**	**2,179,725**	**5,830,460**
Total liabilities	**400,666**		**533,440**	**134,307**	**1,297,441**	**208,951**	**168,472**	**728,814**	**11,072,041**	**66,306**	**1,564,846**	**30,985**	**8,098,923**	**24,305,192**
NET ASSETS														
Unrestricted	471,250	2,116,285	5,840,840	216,309	(2,247,727)	23,247	855,648	1,769,022	(788,697)	398,519	1,692,399	(2,778)	3,009,642	13,353,959
Temporarily restricted														-
Scholarships & fellowships					2,412,284			1,554,710	1,365,054					5,332,048
Research					9,278				34,105					43,383
Other	3,798,064		187,085	1,310,039	6,856,454	12,843,825	1,768,850	11,620,543	7,747,261	385,300				46,517,421
Permanently restricted														-
Scholarships & fellowships					16,567,097			15,560,364	12,128,356					44,255,817
Research					12,503				551,111					563,614
Other				4,352,666	14,679,073		6,390,967	14,391,461	12,237,968	1,189,340				53,241,475
Total net assets	**4,269,314**	**2,116,285**	**6,027,925**	**5,879,014**	**38,288,962**	**12,867,072**	**9,015,465**	**44,896,100**	**33,275,158**	**1,973,159**	**1,692,399**	**(2,778)**	**3,009,642**	**163,307,717**
Total liabilities & net assets	**$4,669,980**	**$2,116,285**	**$6,561,365**	**$6,013,321**	**$39,586,403**	**$13,076,023**	**$9,183,937**	**$45,624,914**	**$44,347,199**	**$2,039,465**	**$3,257,245**	**$28,207**	**$11,108,565**	**$187,612,909**

UNIVERSITY SYSTEM OF MARYLAND
COMBINING BALANCE SHEET, NONMAJOR COMPONENT UNITS
JUNE 30, 2008

	Medical Alumni Association of the University of Maryland, Inc.	M Club Foundation University of Maryland, Inc.	The Robert H. Smith School of Business Foundation, Inc.	Bowie State University Foundation, Inc	Towson University Foundation, Inc.	Frostburg State University Foundation, Inc.	Coppin State University Development Foundation, Inc.	University of Baltimore Foundation, Inc.	Salisbury University Foundation, Inc.	Maryland 4-H Foundation, Inc.	University Research Corporation International	The Maryland Center at Bowie State University, Inc.	University of Maryland Baltimore County Research Park	Total Nonmajor Component Units
ASSETS														
Current assets														
Cash	$796,021	$86,969	$4,095,714	$609,735	$2,377,213	$378,745	$956,178	$4,876,768	$374,762	$254,742	$2,494,496	$19,978	$2,053,220	$19,374,541
Accounts receivable, net	468,325		244,518	811,565	1,498,337	1,350,020	356,886	6,753,844	260,539	8,422	1,240,181	14,734	315	13,007,686
Other assets	122,830	3,990	8,190	15,969	194,243	100,313	9,708	1,390		3,152	2,093		20,509	482,387
Total current assets	**1,387,176**	**90,959**	**4,348,422**	**1,437,269**	**4,069,793**	**1,829,078**	**1,322,772**	**11,632,002**	**635,301**	**266,316**	**3,736,770**	**34,712**	**2,074,044**	**32,864,614**
Investments														
Endowment investments	5,035,660	2,522,568		4,951,749	37,516,582		8,965,418	45,279,928	35,297,006	2,218,585				141,787,496
Other investments		272,215	1,951,022			15,254,344							6,664,538	24,142,119
Total investments	**5,035,660**	**2,794,783**	**1,951,022**	**4,951,749**	**37,516,582**	**15,254,344**	**8,965,418**	**45,279,928**	**35,297,006**	**2,218,585**			**6,664,538**	**165,929,615**
Other assets														
Accounts receivable, net									253,716					253,716
Capital assets, net	18,659				962,860		11,611	1,181,743	4,914,803	130,818		12,465	2,936,658	10,169,617
Other assets		25,510			1,200,000		178,964		5,147,157					6,551,631
Total other assets	**18,659**	**25,510**			**2,162,860**		**190,575**	**1,181,743**	**10,315,676**	**130,818**		**12,465**	**2,936,658**	**16,974,964**
Total assets	**$6,441,495**	**$2,911,252**	**$6,299,444**	**$6,389,018**	**$43,749,235**	**$17,083,422**	**$10,478,765**	**$58,093,673**	**$46,247,983**	**$2,615,719**	**$3,736,770**	**$47,177**	**$11,675,240**	**$215,769,193**
LIABILITIES														
Current liabilities														
Accounts payable & accrued expenses	$396,812	$57,156	$299,015	$466,331	$434,962	$1,088,489	$181,316	$525,487	$225,912	$165,668	$1,698,343	$33,190	$3,027	$5,575,708
Long-term debt, current									80,690			9,000	57,400	147,090
Deferred income	12,656		111,776			144,672		243,143	27,028		804,354		5,800,913	7,144,542
Total current liabilities	**409,468**	**57,156**	**410,791**	**466,331**	**434,962**	**1,233,161**	**181,316**	**768,630**	**333,630**	**165,668**	**2,502,697**	**42,190**	**5,861,340**	**12,867,340**
Other liabilities														
Other payables					1,000,000		142,399		3,557,191			9,203	2,305,649	7,014,442
Long-term debt, noncurrent									2,760,801				577,335	3,338,136
Total other liabilities					**1,000,000**		**142,399**		**6,317,992**			**9,203**	**2,882,984**	**10,352,578**
Total liabilities	**409,468**	**57,156**	**410,791**	**466,331**	**1,434,962**	**1,233,161**	**323,715**	**768,630**	**6,651,622**	**165,668**	**2,502,697**	**51,393**	**8,744,324**	**23,219,918**
NET ASSETS														
Unrestricted	802,520	2,854,096	5,692,003	227,361	2,397,328	16,327	197,052	11,387,660	2,498,207	545,510	1,234,073	(4,216)	2,930,916	30,778,837
Temporarily restricted														
Scholarships & fellowships					3,107,158			2,229,267	1,226,198					6,562,623
Research					9,442				23,519					32,961
Other	5,229,507		196,650	620,184	8,822,016	15,833,934	897,059	8,790,846	7,089,088	259,285				47,738,569
Permanently restricted														
Scholarships & fellowships					14,873,713			15,195,778	12,291,565					42,361,056
Research					9,878				773,358					783,236
Other				5,075,142	13,094,738		9,060,939	19,721,492	15,694,426	1,645,256				64,291,993
Total net assets	**6,032,027**	**2,854,096**	**5,888,653**	**5,922,687**	**42,314,273**	**15,850,261**	**10,155,050**	**57,325,043**	**39,596,361**	**2,450,051**	**1,234,073**	**(4,216)**	**2,930,916**	**192,549,275**
Total liabilities & net assets	**$6,441,495**	**$2,911,252**	**$6,299,444**	**$6,389,018**	**$43,749,235**	**$17,083,422**	**$10,478,765**	**$58,093,673**	**$46,247,983**	**$2,615,719**	**$3,736,770**	**$47,177**	**$11,675,240**	**$215,769,193**

UNIVERSITY SYSTEM OF MARYLAND
COMBINING STATEMENT OF ACTIVITIES, COMPONENT UNITS
YEAR ENDED JUNE 30, 2009

	Medical Alumni Association of the University of Maryland, Inc.	M Club Foundation, University of Maryland, Inc.	The Robert H. Smith School of Business Foundation, Inc.	Bowie State University Foundation, Inc	Towson University Foundation, Inc.	Frostburg State University Foundation, Inc.	Coppin State University Development Foundation, Inc.	University of Baltimore Foundation, Inc.	Salisbury University Foundation, Inc.	Maryland 4-H Foundation, Inc.	University Research Corporation International	The Maryland Center at Bowie State University, Inc.	University of Maryland Baltimore County Research Park	Total Nonmajor Component Units
CHANGES IN UNRESTRICTED NET ASSETS														
Revenues														
Contributions & grants	$829,349	$1,262	$4,964	$867	$685,125	$362,446	$880,137	$521,030	$140,803	$362,612	$5,120,084	$399,376		$9,308,055
Investment income (loss)	(234,566)	(684,498)	($488,265)	3,034	(4,625,926)	(107,642)	276	(6,375,508)	(2,993,228)				($150,985)	(15,657,308)
Other income	396,196	44,198	1,387,591	97,743	811,824	319,516	160,622	79,027	338,043	261,983	19,913		1,183,468	5,100,124
Assets released from restrictions	74,903		729	532,214	4,310,324	2,148,690	3,981,428	1,292,494	3,854,346					16,195,128
Total revenues	**1,065,882**	**(639,038)**	**905,019**	**633,858**	**1,181,347**	**2,723,010**	**5,022,463**	**(4,482,957)**	**1,339,964**	**624,595**	**5,139,997**	**399,376**	**1,032,483**	**14,945,999**
Expenses														
Program	910,057	65,977	495,403	560,417	5,124,292	2,516,401	3,869,725	4,004,208	4,117,522	605,402	4,018,621	385,677		26,673,702
General & administrative	237,934	30,709	254,789	84,494	464,343	199,689	215,950	877,866	374,229	105,192	924,759	12,261		3,782,215
Fundraising	249,161	2,087			237,767		107,197	253,607	135,117	60,992				1,045,928
Other expense			5,990				170,995				(261,709)		953,757	869,033
Total expenses	**1,397,152**	**98,773**	**756,182**	**644,911**	**5,826,402**	**2,716,090**	**4,363,867**	**5,135,681**	**4,626,868**	**771,586**	**4,681,671**	**397,938**	**953,757**	**32,370,878**
Change in unrestricted net assets	**(331,270)**	**(737,811)**	**148,837**	**(11,053)**	**(4,645,055)**	**6,920**	**658,596**	**(9,618,638)**	**(3,286,904)**	**(146,991)**	**458,326**	**1,438**	**78,726**	**(17,424,879)**
CHANGES IN TEMPORARILY RESTRICTED NET ASSETS														
Contributions & grants	10,956			894,437	3,479,012	2,835,467	3,941,158	2,639,466	2,392,998	111,684				16,305,178
Investment income (loss)	(1,367,496)		(8,836)	24,272	(2,509,330)	(3,878,626)	82,257	(4,714,969)	(87,662)	14,331				(12,446,059)
Other income				101,905	691,827	201,740	161,760	290,356	1,144,133					2,591,721
Assets released from restrictions	(74,903)		(729)	(330,758)	(4,322,110)	(2,148,690)	(3,313,384)	3,940,287	(2,641,854)					(8,892,141)
Change in temporarily restricted net assets	**(1,431,443)**		**(9,565)**	**689,856**	**(2,660,601)**	**(2,990,109)**	**871,791**	**2,155,140**	**807,615**	**126,015**				**(2,441,301)**
CHANGES IN PERMANENTLY RESTRICTED NET ASSETS														
Contributions & grants				803,149	3,154,566		225,799	267,336	1,188,718	135,886				5,775,454
Investment income (loss)				(1,324,169)	380		(2,227,727)		(3,820,265)	(591,802)				(7,963,583)
Other income					113,613				2,125					115,738
Assets released from restrictions				(201,456)	11,786		(668,044)	(5,232,781)	(1,212,492)					(7,302,987)
Change in permanently restricted net assets				**(722,476)**	**3,280,345**		**(2,669,972)**	**(4,965,445)**	**(3,841,914)**	**(455,916)**				**(9,375,378)**
Total change in net assets	**(1,762,713)**	**(737,811)**	**139,272**	**(43,673)**	**(4,025,311)**	**(2,983,189)**	**(1,139,585)**	**(12,428,943)**	**(6,321,203)**	**(476,892)**	**458,326**	**1,438**	**78,726**	**(29,241,558)**
Net assets (deficit) beginning of year	**6,032,027**	**2,854,096**	**5,888,653**	**5,922,687**	**42,314,273**	**15,850,261**	**10,155,050**	**57,325,043**	**39,596,361**	**2,450,051**	**1,234,073**	**(4,216)**	**2,930,916**	192,549,275
Net assets (deficit) end of year	**$4,269,314**	**$2,116,285**	**$6,027,925**	**$5,879,014**	**$38,288,962**	**$12,867,072**	**$9,015,465**	**$44,896,100**	**$33,275,158**	**$1,973,159**	**$1,692,399**	**($2,778)**	**$3,009,642**	**$163,307,717**

UNIVERSITY SYSTEM OF MARYLAND
COMBINING STATEMENT OF ACTIVITIES, COMPONENT UNITS
YEAR ENDED JUNE 30, 2008

	Medical Alumni Association of the University of Maryland, Inc.	M Club Foundation, University of Maryland, Inc.	The Robert H. Smith School of Business Foundation, Inc.	Bowie State University Foundation, Inc	Towson University Foundation, Inc.	Frostburg State University Foundation, Inc.	Coppin State University Development Foundation, Inc.	University of Baltimore Foundation, Inc.	Salisbury University Foundation, Inc.	Maryland 4-H Foundation, Inc.	University Research Corporation International	The Maryland Center at Bowie State University, Inc.	University of Maryland Baltimore County Research Park	Total Nonmajor Component Units
CHANGES IN UNRESTRICTED NET ASSETS														
Revenues														
Contributions & grants	$1,053,836	$21,975	$5,450	$576,225	$1,152,905	$206,209	$144,784	$413,733	$165,208	$165,375	$6,097,559	$374,743		$10,378,002
Investment income (loss)	45,604	33,315	$16,341	15,892	157,567	61,600	728	(761,622)	(120,131)	241			$177,869	(372,596)
Other income	336,208	78,721	2,086,164		532,225	314,380	366,310	126,568	360,378	225,375	85,524		1,051,615	5,563,468
Assets released from restrictions	25,975		5,116	551,638	4,368,796	1,449,939	2,244,925	1,674,670	4,195,425	187,250				14,703,734
Total revenues	**1,461,623**	**134,011**	**2,113,071**	**1,143,755**	**6,211,493**	**2,032,128**	**2,756,747**	**1,453,349**	**4,600,880**	**578,241**	**6,183,083**	**374,743**	**1,229,484**	**30,272,608**
Expenses														
Program	995,845	61,242	988,949	1,174,368	5,286,464	661,608	2,332,183	3,472,513	4,172,844	412,684	5,240,633	354,087		25,153,420
General & administrative	274,964	30,716	154,153	49,623	472,666	1,623,313	206,574	304,603	740,417	90,666	1,140,825	26,359		5,114,879
Fundraising	224,779				315,343		160,361	219,504	179,048	47,763				1,146,798
Other expense			11,127								250,000		810,336	1,071,463
Total expenses	**1,495,588**	**91,958**	**1,154,229**	**1,223,991**	**6,074,473**	**2,284,921**	**2,699,118**	**3,996,620**	**5,092,309**	**551,113**	**6,631,458**	**380,446**	**810,336**	**32,486,560**
Change in unrestricted net assets	**(33,965)**	**42,053**	**958,842**	**(80,236)**	**137,020**	**(252,793)**	**57,629**	**(2,543,271)**	**(491,429)**	**27,128**	**(448,375)**	**(5,703)**	**419,148**	**(2,213,952)**
CHANGES IN TEMPORARILY RESTRICTED NET ASSETS														
Contributions & grants				456,337	2,362,312	1,552,139	1,479,105	3,916,295	2,441,284	61,291				12,268,763
Investment income (loss)	(187,174)		5,116	126,766	(1,479,129)	382,085	323,390	1,893,435	(319)	100,914				1,165,084
Other income				74,983	868,620	102,063	139,522	441,419	887,888					2,514,495
Assets released from restrictions	(25,975)		(5,116)	(443,536)	(4,449,095)	(1,449,939)	(2,067,597)	(1,957,533)	(2,564,257)	(187,250)				(13,150,298)
Change in temporarily restricted net assets	**(213,149)**			**214,550**	**(2,697,292)**	**586,348**	**(125,580)**	**4,293,616**	**764,596**	**(25,045)**				**2,798,044**
CHANGES IN PERMANENTLY RESTRICTED NET ASSETS														
Contributions & grants				186,632	3,097,154		388,320	936,977	157,180	81,624				4,847,887
Investment income (loss)				(103,608)	56,665		(233,501)	(3,673,993)	(3,290,974)	(15,181)				(7,260,592)
Other income					118,996				15,898					134,894
Assets released from restrictions				(108,102)	80,299		(177,328)	282,863	(1,631,168)					(1,553,436)
Change in permanently restricted net assets				**(25,078)**	**3,353,114**		**(22,509)**	**(2,454,153)**	**(4,749,064)**	**66,443**				**(3,831,247)**
Total change in net assets	**(247,114)**	**42,053**	**958,842**	**109,236**	**792,842**	**333,555**	**(90,460)**	**(703,808)**	**(4,475,897)**	**68,526**	**(448,375)**	**(5,703)**	**419,148**	**(3,247,155)**
Net assets(deficit) beginning of year	**6,279,141**	**2,812,043**	**4,929,811**	**5,813,451**	**41,521,431**	**15,516,706**	**10,245,510**	**58,028,851**	**44,072,258**	**2,381,525**	**1,682,448**	**1,487**	**2,511,768**	**195,796,430**
Net assets(deficit) end of year	**$6,032,027**	**$2,854,096**	**$5,888,653**	**$5,922,687**	**$42,314,273**	**$15,850,261**	**$10,155,050**	**$57,325,043**	**$39,596,361**	**$2,450,051**	**$1,234,073**	**($4,216)**	**$2,930,916**	**$192,549,275**

ACCOUNTING AND REPORTING PRACTICES

Supplemental data reporting units

University System of Maryland Office (System Office), composed of the offices of the Chancellor and Vice Chancellors and their respective staffs, provides central executive and administrative services and supports and coordinates the efforts of the entire System. The expenses incurred in connection with these activities have not been allocated to the other units of the System and accordingly have been included in the financial records of the System Office.

Facilities maintenance expenses

Certain expenses for facilities management for the System Office and the University of Maryland University College are included in the financial records of University of Maryland, College Park.

System-wide financing arrangements

The System constructs, acquires, and renovates plant facilities using the proceeds of Revenue Bonds and other financing arrangements. The proceeds of System-wide financing arrangements are used in accordance with Board authorizations, which specify the projects for which the funds are to be used. Unexpended proceeds and a proportionate share of the outstanding debt obligation are reported on the financial records of the System Office.

Institutions are obligated to provide a proportionate share of the principal and interest payments attributable to auxiliary enterprises projects financed using the proceeds of System-wide financing arrangements. Currently, each instructional institution, with the exception of the University of Maryland University College, provides a portion of the debt service attributable to academic facilities. To the extent that an instructional institution provides (or receives) resources for debt service for academic facilities (and the proportionate share of the outstanding debt obligation) recorded on another System institution or unit, such amounts are reported as a Transfer To / (From) Other University System of Maryland Institutions on the Statement of Revenues, Expenses, and Changes in Net Assets.