

FINANCIAL AUDIT

The University of Montana

For the Two Fiscal Years Ended June 30, 2012

DECEMBER 2012

11-10B

REPORT SUMMARY

The University of Montana (university) is comprised of The University of Montana – Missoula, Montana Tech of The University of Montana, The University of Montana – Western, and Helena College. Enrollment of full-time equivalent students decreased from 19,043 in fiscal year 2011 to 18,709 in fiscal year 2012, resulting in a decrease in tuition and fees revenue.

**Context**

The annual financial statement audit of the university is performed to supply relevant and timely audited financial statements to interested parties. Financial audits determine whether the university’s financial statements are fairly presented.

The financial statements in this report also contain information regarding the university’s component units. These component units had net assets of \$211 million at June 30, 2012.

During June 2012, the university issued, with Board of Regents approval, approximately \$39.4 million of taxable and tax-exempt revenue bonds. The proceeds were used to buy back previously issued bonds.

Federal financial aid grants and contracts increased slightly between fiscal years 2012 and 2011. Federal financial aid is considered nonoperating revenues and is classified as such on the financial statements.

Tuition and fees revenues decreased slightly between fiscal years 2012 and 2011. The number of full-time equivalent students also

decreased after many years of accelerated growth.

Capital grants and gifts decreased by approximately \$12.6 million between fiscal years 2012 and 2011. The decrease was due to the decline in construction projects.

**Results**

Report readers can rely on financial information included in our report as a basis for financial decisions. The audit report does not contain any recommendations.

Recommendation Concurrence	
Concur	0
Partially Concur	0
Do Not Concur	0
<b>Source: Agency audit response included in final report.</b>	

For a complete copy of the report (11-10B) or for further information, contact the Legislative Audit Division at 406-444-3122; e-mail to [lad@mt.gov](mailto:lad@mt.gov); or check the web site at <http://leg.mt.gov/audit>  
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