

**GEORGE MASON UNIVERSITY
FAIRFAX, VIRGINIA**

**REPORT ON AUDIT
FOR THE YEAR ENDED
JUNE 30, 2000**

APA

**Auditor of
Public Accounts**

COMMONWEALTH OF VIRGINIA

AUDIT SUMMARY

Our audit of George Mason University for the year ended June 30, 2000, found:

- the financial statements are presented fairly, in all material respects;
- an internal control matter that we consider a reportable condition; however, we do not consider this to be a material weakness;
 - we recommend that George Mason University adequately monitor access to the Student Information System.
- no instances of noncompliance with applicable laws and regulations tested that we are required to report; and
- corrective action has been completed with respect to the audit finding reported in the prior year.

ADMINISTRATIVE SYSTEMS PROJECT

During fiscal year 1999, the University had plans to develop new administrative systems in partnership with Oracle. The University financed \$3.9 million for Oracle site licenses for various tools and databases for use in a variety of projects. Also, Oracle contributed site licenses for various administrative applications valued at \$4.6 million enabling the University to commence a \$30 million project to replace the existing administrative systems. The University anticipated the additional funding to come from additional contributions of \$15 to \$17 million from Oracle as well as \$10 million in General Fund appropriations. Because of delays associated with the Oracle partnership and the University's inability to acquire the needed General Fund appropriations, the University had to develop an alternate strategy.

During fiscal years 2000 and 2001, the University made the decision not to continue the partnership for new administrative systems with Oracle. Instead, the University made the decision to upgrade its current financial and human resource systems to the Banner software offered by the vendor of its current administrative systems. This upgrade will require total resources estimated at \$4.5 million, including software, hardware, consulting, and University staff. The University is in the planning stage of the Banner project. Management has budgeted the project for fiscal years 2002 and 2003, but has not authorized funding pending approval from the Department of Technology Planning. The proposed project duration is 18 months.

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March 9, 2001

The Honorable James S. Gilmore, III
Governor of Virginia

The Honorable Vincent F. Callahan
Chairman, Joint Legislative Audit
and Review Commission

The Board of Visitors
George Mason University

We have audited the accounts and records of **George Mason University** as of and for the year ended June 30, 2000, and submit herewith our complete reports on financial statements and compliance and internal controls.

INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS

We have audited the balance sheet of George Mason University as of June 30, 2000, and the related statements of changes in fund balances and current fund revenues, expenditures, and other changes for the year then ended. These financial statements are the responsibility of the University's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. 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 audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of George Mason University as of June 30, 2000, and the changes in fund balances and current fund revenues, expenditures, and other changes for the year then ended, in conformity with generally accepted accounting principles.

Our audit was made for the purpose of forming an opinion on the financial statements taken as a whole. The "Schedule of Auxiliary Enterprises – Revenues, Expenditures, and Transfers" is presented for the

purpose of additional analysis and is not a required part of the financial statements. The information in that schedule has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion; such information is fairly presented in all material respects in relation to the financial statements taken as a whole.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE AND ON INTERNAL
CONTROL OVER FINANCIAL REPORTING

In planning and performing our audit of the financial statements of George Mason University as of and for the year ended June 30, 2000, we considered internal controls over financial reporting and tested compliance with certain provisions of laws, regulations, contracts, and grants in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards. We also determined the status of the audit finding contained in our prior year report.

Compliance

As part of obtaining reasonable assurance about whether the University's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the University's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. However, we noted a matter involving the internal control over financial reporting and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the University's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements. The reportable condition is described in the section entitled "Internal Control Finding and Recommendation."

We do not believe the reportable condition is a material weakness. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses.

Status of Prior Finding

The University has taken adequate corrective action with respect to the audit finding reported in the prior year.

Report Distribution and Exit Conference

The “Independent Auditor’s Report on Compliance and on Internal Control Over Financial Reporting” is intended solely for the use of the Governor and General Assembly, Board of Visitors, audit committee, and University management, and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited. We discussed this report with management at an exit conference held on March 16, 2001.

AUDITOR OF PUBLIC ACCOUNTS

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INTERNAL CONTROL FINDING AND RECOMMENDATION

Improve Controls over the Student Information System

The SIS Security Officer does not adequately monitor the security program, which protects the Student Information System (SIS). The SIS Security Officer does not periodically review user access to determine if an individual still needs access or if they have proper authorization for access. A review of a sample of users who have access to change information to critical SIS screens revealed the following:

- One user, who terminated employment more than 9 months ago, had an active Operator 0099 access and RACF user account. Although the password for this account had changed, a weakness still exists when a terminated employee's user account remains active and subject to use by an individual with the password for this account. Operator 0099 is a powerful user profile that gives the owner the ability to create other user profiles. Operator 0099 has unlimited access to all SIS screens. RACF is the security application that guards against unauthorized access to the University's IBM mainframe.
- Neither the SIS Security Officer nor the SIS Database Administrator could locate nine of the ten Administrative Account Request Forms that documents the users' authorization to Operator 0099 privileges.
- Four individuals in the Registrar's section have Operator 0099 access. Four Operator 0099 accounts in one operational area expose the University to unnecessary risks.
- One user in International Programs and Services mistakenly had the ability to change grades using Screen 115, Grade Entry. The SIS Security Officer immediately terminated the access.

The SIS Security Officer should perform a complete review of each user's access to the Student Information System to determine proper authorization and the correct level of access granted to perform their job duties. Further, all Security Officers should periodically confirm ongoing access needs with users and their supervisors.

FINANCIAL STATEMENTS

GEORGE MASON UNIVERSITY
BALANCE SHEET
As of June 30, 2000

	Current Funds		
	Unrestricted	Restricted	Loan Funds
Assets:			
Cash and Cash Equivalents (Note 2A)	\$ 24,359,710	\$ 2,706,492	\$ 212,809
Investments (Note 2B)	1,590,094	-	200,332
Investments - Treasurer of Virginia Trust Department (Note 2C)	1,161,997	-	-
Accounts Receivable - Students (Net of Allowance for Doubtful Accounts of \$184,142)	644,474	-	-
Other Accounts Receivable	543,228	-	-
Notes Receivable - Students, Faculty & Staff (Net of Allowance for Doubtful Accounts of \$374,085) (Note 3)	-	-	2,827,008
Grants and Contracts Receivable	-	9,451,352	-
Appropriations Available	-	-	-
Due from Other Funds (Note 4)	-	-	-
Due from the Commonwealth	137,783	-	-
Interfund Receivables - Restricted Current Funds	3,000,000	-	-
Inventories	167,317	-	-
Land	-	-	-
Land Improvements	-	-	-
Buildings	-	-	-
Equipment (Note 5)	-	-	-
Library Books	-	-	-
Construction in Progress	-	-	-
Other Assets (Note 6)	1,173,921	-	-
Total Assets	\$ 32,778,524	\$ 12,157,844	\$ 3,240,149
Liabilities and Fund Balance:			
Liabilities:			
Vouchers Payable	\$ 5,121,505	\$ 1,064,233	\$ -
Retainage Payable (Note 7)	-	-	-
Advance from Commonwealth of Virginia	85,000	-	-
Accrued Salaries and Wages Payable	14,213,790	1,815,184	-
Other Payables	692,702	342	-
Deposits Held in Custody for Others	-	-	-
Installment Purchases Payable (Note 8)	-	-	-
Due to Other Funds (Note 4)	6,286,191	-	-
Interfund Payables - Unrestricted Current Funds	-	3,000,000	-
Payable for Collateral Held for Securities Lending (Note 2C)	1,161,997	-	-
Reversion to General Fund	-	185,320	-
Temporary Loans Payable (Note 9)	-	3,000,000	-
Notes Payable (Note 10)	-	-	-
Deferred Revenue	10,915,503	3,092,765	-
Bonds Payable (Note 11)	-	-	-
Capital Leases Payable (Note 12)	-	-	-
Accrued Liabilities - Compensated Absences	5,098,099	-	-
Total Liabilities	43,574,787	12,157,844	-
Fund Balances:			
Unrestricted Fund Balance (Deficit)	(10,796,263)	-	34,847
Restricted Fund Balance	-	-	514,399
U.S. Government Grants Refundable	-	-	2,690,903
Net Investment in Plant	-	-	-
Total Fund Balances	(10,796,263)	-	3,240,149
Total Liabilities and Fund Balances	\$ 32,778,524	\$ 12,157,844	\$ 3,240,149

The accompanying notes to financial statements are an integral part of this statement.

Plant Funds								
Unexpended	Renewals and Replacements	Retirement of Indebtedness	Investment in Plant	Agency Funds	Current Year Totals	Prior Year Totals		
\$ 19,078,918	\$ 608,171	\$ -	\$ -	\$ 223,969	\$ 47,190,069	\$ 49,258,610		
3,235,026	-	1,759	-	-	5,027,211	4,909,264		
-	-	896	-	-	1,162,893	1,309,403		
-	-	-	-	-	644,474	474,639		
-	-	-	-	-	543,228	560,379		
-	-	-	-	-	2,827,008	2,843,324		
-	-	-	-	-	9,451,352	7,629,767		
476,711	-	-	-	-	476,711	2,067,144		
-	-	6,286,191	-	-	6,286,191	6,343,521		
-	-	-	-	-	137,783	212,111		
-	-	-	-	-	3,000,000	2,200,000		
-	-	-	-	-	167,317	168,519		
-	-	-	13,485,149	-	13,485,149	13,487,977		
-	-	-	28,490,248	-	28,490,248	27,997,093		
-	-	-	282,643,854	-	282,643,854	268,254,848		
-	-	-	64,451,914	-	64,451,914	61,757,851		
-	-	-	40,364,069	-	40,364,069	36,421,425		
-	-	-	7,358,534	-	7,358,534	20,063,513		
-	-	928,114	-	-	2,102,035	3,618,102		
\$ 22,790,655	\$ 608,171	\$ 7,216,960	\$ 436,793,768	\$ 223,969	\$ 515,810,040	\$ 509,577,490		
\$ 1,424,492	\$ -	\$ -	\$ -	\$ -	\$ 7,610,230	\$ 7,970,602		
393,523	-	-	-	-	393,523	853,650		
-	-	-	-	-	85,000	85,000		
9,213	-	-	-	-	16,038,187	14,789,779		
-	-	148,152	-	-	841,196	1,659,422		
-	-	-	-	223,969	223,969	211,230		
-	-	-	6,804,651	-	6,804,651	3,954,989		
-	-	-	-	-	6,286,191	6,343,521		
-	-	-	-	-	3,000,000	2,200,000		
-	-	-	-	-	1,161,997	1,304,518		
-	-	-	-	-	185,320	177,008		
-	-	-	-	-	3,000,000	2,173,784		
1,477,345	-	-	30,622,655	-	32,100,000	29,095,000		
-	-	-	-	-	14,008,268	12,538,678		
-	-	6,286,191	60,079,413	-	66,365,604	73,585,306		
-	-	-	5,920,847	-	5,920,847	8,029,060		
-	-	-	-	-	5,098,099	4,526,629		
3,304,573	-	6,434,343	103,427,566	223,969	169,123,082	169,498,176		
(161,168)	608,171	782,617	-	-	(9,531,796)	(6,313,957)		
19,647,250	-	-	-	-	20,161,649	23,962,905		
-	-	-	-	-	2,690,903	2,610,684		
-	-	-	333,366,202	-	333,366,202	319,819,682		
19,486,082	608,171	782,617	333,366,202	-	346,686,958	340,079,314		
\$ 22,790,655	\$ 608,171	\$ 7,216,960	\$ 436,793,768	\$ 223,969	\$ 515,810,040	\$ 509,577,490		

GEORGE MASON UNIVERSITY
STATEMENT OF CHANGES IN FUND BALANCES
For the Year Ended June 30, 2000

	Current Funds		Loan
	Unrestricted	Restricted	Funds
Revenues and Other Additions:			
Unrestricted Current Funds Revenues	\$ 241,924,797	\$ -	\$ -
State Appropriations - Restricted (Net) (Note 13)	-	7,972,440	-
Federal Grants and Contracts - Restricted	-	66,730,899	-
State Grants and Contracts - Restricted	-	1,185,239	-
Local Grants and Contracts - Restricted	-	544,065	-
Private Gifts, Grants and Contracts - Restricted	-	18,559,972	-
Investment Income	-	-	4,865
Interest on Notes Receivable	-	-	50,385
U.S. Government Advances	-	-	26,205
Expended for Plant Facilities (including \$13,509,807 charged to current funds expenditures)	-	-	-
Retirement of Indebtedness (including \$1,114,553 charged to current funds expenditures)	-	-	-
Other Sources (Note 14)	-	-	24,287
Total Revenues and Other Additions	241,924,797	94,992,615	105,742
Expenditures and Other Deductions:			
Educational and General Expenditures	183,690,222	88,246,584	-
Auxiliary Enterprises Expenditures	46,548,475	39,200	-
Indirect Costs Recovered	-	5,385,663	-
Refunded to Grantors	1,451	154,601	-
Loan Cancellations and Write-offs	-	-	18,777
Administrative and Collection Costs	-	46,200	11,197
Expended for Plant Facilities (including non-capitalized expenditures of \$2,633,094)	-	-	-
Retirement of Indebtedness	-	-	-
Interest on Indebtedness	-	-	-
Disposal of Plant Facilities (Note 15)	-	-	-
Payments - Securities Lending	40,179	-	-
Other Expenditures and Deductions (Note 16)	-	-	-
Total Expenditures and Other Deductions	230,280,327	93,872,248	29,974
Transfers Among Funds - Additions/(Deductions):			
Mandatory - Principal and Interest	(14,829,528)	(387,820)	-
Mandatory - Loan Fund Matching Grant	(14,828)	-	14,828
Nonmandatory - (To)/From Other Funds	(159,437)	(732,547)	-
Total Transfers	(15,003,793)	(1,120,367)	14,828
Net Increase/(Decrease) for the Year	(3,359,323)	-	90,596
Fund Balance (Deficit) at the Beginning of the Year	(7,436,940)	-	3,149,553
Fund Balance (Deficit) at End of the Year	\$ (10,796,263)	\$ -	\$ 3,240,149

The accompanying notes to financial statements are an integral part of this statement.

Plant Funds				
Unexpended	Renewals and Replacements	Retirement of Indebtedness	Investment in Plant	
\$ -	\$ -	\$ -	\$ -	-
1,243,964	-	2,364,058	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
300,589	-	18,527	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	17,547,946	-
-	-	-	12,789,669	-
515,280	105,130	-	46,651	-
2,059,833	105,130	2,382,585	30,384,266	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
6,671,233	-	-	-	-
-	-	11,675,116	-	-
-	-	5,906,290	-	-
-	-	-	16,837,746	-
-	-	-	-	-
-	-	74,390	-	-
6,671,233	-	17,655,796	16,837,746	-
-	-	15,217,348	-	-
-	-	-	-	-
915,172	(23,188)	-	-	-
915,172	(23,188)	15,217,348	-	-
(3,696,228)	81,942	(55,863)	13,546,520	-
23,182,310	526,229	838,480	319,819,682	-
\$ 19,486,082	\$ 608,171	\$ 782,617	\$ 333,366,202	-

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GEORGE MASON UNIVERSITY
STATEMENT OF CURRENT FUNDS, REVENUES, EXPENDITURES, AND OTHER CHANGES
For the Year Ended June 30, 2000
with Comparative Figures for the Year Ended June 30, 1999

	Current Year		Totals	Prior Year
	Unrestricted	Restricted		Totals
Revenues:				
Student Tuition and Fees (includes waived amount of \$5,324,293 current year, \$4,988,806 prior year)	\$ 73,212,616	\$ -	\$ 73,212,616	\$ 77,133,081
State Appropriations (net) (Note 17)	99,490,181	7,972,440	107,462,621	86,183,055
Federal Grants and Contracts	3,927,574	62,673,484	66,601,058	65,097,236
State Grants and Contracts	(12,101)	1,199,844	1,187,743	988,848
Local Grants and Contracts	33,141	503,031	536,172	1,198,745
Private Gifts, Grants and Contracts	1,465,951	16,324,805	17,790,756	15,108,538
Sales and Services of Educational Departments	329,963	-	329,963	213,690
Sales and Services of Auxiliary Enterprises	58,072,216	-	58,072,216	53,920,668
Proceeds - Securities Lending	42,220	-	42,220	48,710
Other Sources (Note 18)	5,363,036	-	5,363,036	4,217,669
Total Current Revenues	241,924,797	88,673,604	330,598,401	304,110,240
Expenditures and Mandatory Transfers:				
Educational and General:				
Instruction	101,544,380	7,152,248	108,696,628	99,716,229
Research	2,532,295	24,981,085	27,513,380	23,489,391
Public Service	1,101,937	2,223,848	3,325,785	2,987,673
Libraries	11,616,532	61,640	11,678,172	11,188,670
Other Academic Support	11,072,433	45,816	11,118,249	8,780,591
Student Services	9,744,903	149,177	9,894,080	9,048,190
Institutional Support	29,553,074	25,365	29,578,439	23,874,688
Operations and Maintenance of Plant	12,723,380	-	12,723,380	12,287,406
Scholarships and Fellowships	3,801,288	53,607,405	57,408,693	57,549,875
Educational and General Expenditures	183,690,222	88,246,584	271,936,806	248,922,713
Mandatory Transfers:				
Loan Fund Matching Grant	14,828	-	14,828	34,667
Principal and Interest	1,317,884	387,820	1,705,704	1,702,661
Total Educational and General	185,022,934	88,634,404	273,657,338	250,660,041
Auxiliary Enterprises:				
Operating Expenditures	46,548,475	39,200	46,587,675	40,553,200
Payments - Securities Lending	40,179	-	40,179	46,649
Mandatory Transfers - Principal and Interest	13,511,644	-	13,511,644	11,214,977
Total Auxiliary Enterprises	60,100,298	39,200	60,139,498	51,814,826
Total Expenditures and Mandatory Transfers	245,123,232	88,673,604	333,796,836	302,474,867
Other Transfers and Additions/(Deductions) :				
Excess of Restricted Receipts Over Transfers to Revenue	-	887,148	887,148	436,124
Refunded to Grantors	(1,451)	(154,601)	(156,052)	(37,108)
Nonmandatory Transfers: (To)/From Other Funds	(159,437)	(732,547)	(891,984)	(1,799,251)
Reversion to the General Fund of the Commonwealth	-	-	-	(76,937)
Total Other Transfers and Additions/(Deductions)	(160,888)	-	(160,888)	(1,477,172)
Net Increase (Decrease) in Fund Balances	\$ (3,359,323)	\$ -	\$ (3,359,323)	\$ 158,201

The accompanying notes to financial statements are an integral part of this statement.

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NOTES TO FINANCIAL STATEMENTS

GEORGE MASON UNIVERSITY
NOTES TO FINANCIAL STATEMENTS
AS OF JUNE 30, 2000

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of George Mason University have been prepared in accordance with generally accepted accounting principles for colleges and universities. The significant accounting policies followed by the University are as follows:

A. Reporting Entity

For financial reporting purposes, George Mason University includes all funds and account groups over which the University exercises or has the ability to exercise oversight authority. Consistent with past practice and Governmental Accounting Standards Board (GASB) statement number 14, *The Reporting Entity*, component unit financial data that is outside the control of the University is not included in these financial statements. A separate report is prepared for the Commonwealth of Virginia that includes all agencies, boards, commissions, and authorities over which the Commonwealth exercises or has the ability to exercise oversight authority. The University is a component unit of the Commonwealth of Virginia and is included in the general-purpose financial statements of the Commonwealth.

B. Basis of Accounting

The financial statements of George Mason University have been prepared on the accrual basis except for depreciation accounting as explained in subsection F below. The Statement of Current Funds, Revenues, Expenditures and Other Changes is a statement of financial activities of current funds related to the current reporting period. It does not purport to present the results of operations nor the net income or loss for the period as would a statement of income or a statement of revenues and expenses.

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

C. Fund Accounting

In order to ensure observance of limitations and restrictions placed on the use of the resources available to the institution, the accounts of the institution are maintained in accordance with the principles of "fund accounting." This is the procedure by which resources for various purposes are classified for accounting and reporting purposes into funds that are in accordance with activities or objectives specified. Separate accounts are maintained for each fund; however, in the accompanying financial statements, funds that have similar characteristics have been combined into fund groups. Accordingly, all financial transactions have been recorded and reported by fund group.

Current Funds - Current fund balances are separated into those that are restricted by donors and those which are unrestricted. Restricted funds may only be expended for the purpose indicated by the donor or grantor, whereas unrestricted funds are available for current operations at the discretion of the institution.

Loan Funds - Loan funds represent funds that are limited by the terms of their donors or by action of the Board of Visitors for the purpose of making loans to students, faculty, and staff.

Plant Funds - Plant funds are divided into four groups: Unexpended, Renewals and Replacements, Retirement of Indebtedness, and Investment in Plant.

The Unexpended plant fund represents resources that are specified by external sources or designated by the Board of Visitors for the acquisition, construction, renovation, and replacement of physical properties.

The Renewals and Replacements fund include resources held for maintenance, repair, renovation, and replacement of plant facilities.

The Retirement of Indebtedness fund is for the retirement of both principal and interest on debt established under bond indentures.

Investment in Plant represents the capitalized value of physical property and software licenses owned by the University, along with any associated debt.

Agency Funds - Agency funds consist of funds held by the institution as a custodian for others.

Within each fund group, fund balances restricted by outside sources are so indicated and are distinguished from unrestricted funds allocated to specific purposes by action of the governing board. Externally restricted funds may only be used in accordance with the purposes established by the source of such funds and are in contrast with unrestricted funds over which the governing board retains full control to use in achieving any of its institutional purposes.

All gains and losses arising from the sale, collection, or other disposition of investments and other noncash assets are accounted for in the fund, which owned such assets. Ordinary income derived from investments, receivables, and the like is also accounted for in the fund owning such assets.

All other unrestricted revenue is accounted for in the unrestricted current fund. Restricted gifts, grants, appropriations, and other restricted resources are accounted for in the appropriate restricted funds. Restricted current funds are reported as revenues and expenditures when expended for current operating purposes.

D. Investments

Investments are recorded at fair market value.

E. Inventories

Consistent with prior years, inventories of expendable supplies held for consumption are valued at moving average. Similarly, inventories of computers and related items for resale to students, faculty, and staff are valued on a first-in, first-out basis.

F. Investment in Plant

Property, plant, and equipment in the Investment in Plant fund are valued at historical cost or estimated historical cost. Donated property, plant, and equipment are carried at estimated market value at the date of contribution. Depreciation on these items is not recorded.

G. Deferred Revenue

Deferred revenue represents monies collected but not earned as of June 30, 2000. This is primarily composed of receipts of student tuition collected in advance of the semester. For programs conducted over a fiscal year end, deferred revenue is recorded for all receipts related to those programs predominately conducted in the next fiscal year.

H. Accrued Compensated Absences

The amount of leave earned but not taken by salaried employees and administrative faculty members is recorded as a liability. The amount reflects, as of June 30, 2000, all unused vacation leave and the amount of sick leave payable upon termination under the Commonwealth of Virginia's sick leave pay out policy. The applicable share of employer related taxes payable on eventual termination payments is also included.

2. CASH AND INVESTMENTS

A. Cash and Cash Equivalents

Cash totaling \$44,794,801 consists of funds on deposit with the Treasurer of Virginia and invested and collateralized in accordance with the requirements of the Code of Virginia as disclosed in the Comprehensive Annual Financial Report of the Commonwealth of Virginia. In addition, cash totaling \$2,395,268 is held in local accounts not maintained by the Treasurer of Virginia, but has been collateralized in accordance with the Virginia Security for Public Deposits Act, Section 2.1-359 et seq., Code of Virginia.

B. Short-Term Investments

The investment policy of the University is established by the Board of Visitors and monitored by the Finance Committee of the Board. The University's investments as of June 30, 2000, are categorized by levels of credit risk as follows: Category one includes investments which are insured or registered securities, or securities held by the University or its agent in the University's name. Category two includes uninsured and unregistered investments with securities held by the broker's or dealer's trust department or safekeeping agent in the University's name. Category three includes uninsured or unregistered investments with securities held by the broker or dealer, or by its trust department or

safekeeping agent, but not in the University's name. The University has no investments in Category three.

	<u>Category One</u>	<u>Category Two</u>	<u>Cost</u>	<u>Fair Market Value</u>
Investments Held with SNAP*	\$ 3,236,785	\$ -	\$ 3,236,785	\$3,236,785
U. S. Government Securities	-	641,775	641,775	651,472
Repurchase Agreements	<u>-</u>	<u>1,138,443</u>	<u>1,138,443</u>	<u>1,138,954</u>
Total Investments	<u>\$ 3,236,785</u>	<u>\$1,780,218</u>	<u>\$ 5,017,003</u>	<u>\$5,027,211</u>

* State Non-Arbitrage Program

C. Securities Lending

The University maintains cash with the Treasurer of Virginia in the State Treasurer's General Account. Investments held by the Treasurer of Virginia represent the University's allocated share of securities received for securities lending transactions held in the General Account of the Commonwealth. At June 30, 2000, the University's share of securities on loan had a carrying value of \$1,161,997. The University also maintains investments of \$896 with the Department of Treasury Trust Office that are invested in the State Non-Arbitrage Program. Information related to the credit risk of these investments and securities lending transactions held in the General Account is available on a statewide level in the Commonwealth of Virginia's Comprehensive Annual Financial Report.

3. NOTES RECEIVABLE

Notes receivable consists primarily of Perkins loans to students.

4. DUE FROM AND DUE TO OTHER FUNDS

The amount shown represents accrued interest (amortized discount) of \$6,286,191 associated with capital appreciation revenue bonds issued in fiscal year 1989.

5. EQUIPMENT

The amount shown includes \$2,312,648 for the purchase of software for new administrative and financial systems.

6. OTHER ASSETS

A. Current Unrestricted Funds

The amount shown represents prepaid insurance and rent expenditures of \$817,861 and \$356,060, respectively.

B. Retirement of Indebtedness

The amount shown represents (1) bond issuance costs net of amortization for 9(c) revenue bonds sold after 1992 of \$207,730; (2) bond issuance costs net of amortization for 9(d) revenue bonds sold in fiscal year 1995 of \$135,237; and (3) financing costs net of amortization of \$585,147 that are associated with the issuance of promissory notes payable.

7. RETAINAGE PAYABLE

At June 30, 2000, \$393,523 was held by George Mason University as retainage on various contracts for work that had been performed. The retainage will be remitted to the various contractors upon satisfactory completion of the projects.

8. INSTALLMENT PURCHASES PAYABLE

George Mason University has entered into various installment purchase contracts to finance the acquisition of computer software site licenses, equipment for a fiber optic network, photocopiers, and other equipment. The remaining length of the purchase agreements ranges from one to five years and the interest rate ranges up to 6.25 percent. Principal and interest payments on these commitments for fiscal years subsequent to June 30, 2000 are as follows:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2001	\$ 2,504,963	\$ 369,057	\$ 2,874,020
2002	1,779,322	227,287	2,006,609
2003	1,112,039	132,261	1,244,300
2004	1,160,878	65,339	1,226,217
2005-2006	<u>247,449</u>	<u>7,744</u>	<u>255,193</u>
Totals	<u>\$ 6,804,651</u>	<u>\$ 801,688</u>	<u>\$ 7,606,339</u>

9. TEMPORARY LOANS PAYABLE

A temporary non-interest bearing loan of \$3,000,000, authorization number 2K-A19, was provided for the operation of sponsored programs. The balance is to be repaid from reimbursements by sponsors or grantors.

10. NOTES PAYABLE

The University entered into two promissory notes with the Virginia College Building Authority (VCBA). The first note payable issued in September 1997 was to finance the construction of the aquatic center located on the Fairfax campus and the Freedom Aquatic Center with adjacent parking lot located on the Prince William campus. The remaining principal amount of \$28,000,000 with an interest rate ranging from 3.75 percent to 5.0 percent shall be paid semi-annually as provided in the Authority's \$55,765,000 Educational Facilities Revenue Bonds (Public Higher Education Financing Program), Series 1997A. The second note payable issued in October 1999 was to finance the construction of the parking garage expansion on the Fairfax campus. The University is required to pay the annual debt service on the 9(d) General Revenue bonds issued by VCBA for the purchase of the promissory notes. The remaining principal amount of \$4,100,000 with an interest rate ranging from 4.5 percent to 6.0 percent shall be paid semi-annually as provided in the Authority's \$71,200,000 Educational Facilities Revenue Bonds (Public Higher Education Financing Program), Series 1999A. The final principal payments are due in September 2017 and September 2019, respectively.

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2001	\$ 1,240,000	\$ 1,536,412	\$ 2,776,412
2002	1,320,000	1,476,182	2,796,182
2003	1,370,000	1,418,622	2,788,622
2004	1,430,000	1,353,360	2,783,360
2005	1,495,000	1,293,568	2,788,568
2006-2020	<u>25,245,000</u>	<u>9,936,439</u>	<u>35,181,439</u>
Totals	<u>\$ 32,100,000</u>	<u>\$17,014,583</u>	<u>\$ 49,114,583</u>

<u>Bond Title</u>	<u>Issue Date</u>	<u>Original Amount</u>	<u>Interest Rate</u>	<u>Bond Term</u>	<u>Final Payment Due</u>	<u>Balance Outstanding at June 30, 2000</u>
Fairfax Swimming Pool	1997	\$10,340,000	3.75 to 5.0%	20 Years	2017	\$ 9,675,000
Prince William Freedom Aquatic Center	1997	17,325,000	3.75 to 5.0%	20 Years	2017	16,735,000
Prince William Parking	1997	1,915,000	3.75 to 5.0%	20 Years	2017	1,590,000
Fairfax Parking Garage Expansion	1999	<u>4,100,000</u>	4.5 to 6.0%	20 Years	2019	<u>4,100,000</u>
Total		<u>\$33,680,000</u>				<u>\$32,100,000</u>

11. BONDS PAYABLE

A. Revenue Bonds

George Mason University bonds are issued pursuant to Section 9 of Article X of the Constitution of Virginia. Section 9(c) bonds are backed by the full faith, credit, and taxing power of the Commonwealth, and are issued to finance capital projects which, when completed, are expected to generate revenue to repay the debt. Conversely, section 9(d)

bonds are exclusively the limited obligations of the University to be repaid from pledged general revenues and other funds generated by the University. Net proceeds from the sale of revenue bonds are required to be invested in the Virginia State Non-Arbitrage program. GASB statement number 31 deems this participation to be involuntary. In 1995, the University issued \$4,355,000 of Section 9(d) bonds with interest rates ranging from 5.2 percent to 6.37 percent to finance the construction of the Krasnow Institute for Advanced Study. The Krasnow Foundation has deposited funds with the George Mason University Foundation, which will be used to reimburse the University for the debt service payments the latter is obligated to make.

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2001	\$ 8,467,214	\$ 2,846,851	\$ 11,314,065
2002	8,739,954	2,504,712	11,244,666
2003	7,169,717	2,147,368	9,317,085
2004	6,794,026	1,873,459	8,667,485
2005	6,965,114	1,616,563	8,581,677
2006-2016	<u>32,648,150</u>	<u>7,260,171</u>	<u>9,908,321</u>
Totals	70,784,175	<u>\$ 18,249,124</u>	<u>\$ 89,033,299</u>

Less:

Unamortized Discount	<u>(4,418,571)</u>
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Total Revenue Bonds Payable	<u>\$ 66,365,604</u>
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B. The following schedule describes each of the bonds outstanding:

<u>Bond Title</u>	<u>Year Issued</u>	<u>Original Amount</u>	<u>Interest Rate</u>	<u>Bond Term</u>	<u>Final Payment Due</u>	<u>Balance Outstanding at June 30, 2000</u>
<u>9 (c) Revenue Bonds</u>						
Residence Halls I	1983	\$ 7,950,000	5.0 to 5.6%	20 Years	2002	\$ 1,413,329
Field House	1983	4,905,000	5.0 to 5.6%	20 Years	2002	873,819
University Union	1983	6,750,000	5.0 to 5.6%	20 Years	2002	1,198,581
P. E. III Arena	1985	12,750,000	5.0 to 5.9%	20 Years	2005	5,318,633
Parking Lot VIII	1984	840,000	3.6 to 6.3%	20 Years	2004	298,537
Parking Lot IX	1985	840,000	5.0 to 5.9%	20 Years	2005	355,292
Parking Lot X	1986	525,000	3.6 to 4.75%	20 Years	2006	234,003
Residence Halls II	1985	2,000,000	5.0 to 5.9%	20 Years	2005	842,865
Residence Halls II	1986	6,030,000	3.6 to 4.75%	20 Years	2006	2,702,553
Security Information Building	1986	305,000	3.6 to 4.75%	20 Years	2006	137,384
Humanities III	1989	9,400,000	6.5 to 6.7%	20 Years	2009	5,745,457
Residence Halls III	1989	10,697,600	6.4 to 6.7%	20 Years	2009	6,538,575
Residence Halls IV	1990	11,145,000	3.6 to 8.4%	20 Years	2010	7,653,814
Parking Lot General	1991	550,000	5.6 to 6.0%	10 Years	2001	70,000
Parking Structure	1992	5,045,000	4.8 to 6.2%	10 Years	2003	1,795,000

Student Union II Addition	1992	2,535,000	3.5 to 5.5%	20 Years	2012	1,887,762
University Center	1993	21,460,000	3.75 to 5.25%	20 Years	2015	17,795,000
Telecommunications	1994	3,770,000	6.0 to 6.6%	10 Years	2005	2,160,000
Prince William Site and Parking	1995	2,115,000	4.6 to 4.75%	10 Years	2006	1,380,000
Arlington Parking Garage	1998	<u>1,915,000</u>	3.5 to 4.2%	10 Years	2008	<u>1,580,000</u>
Total		<u>111,527,600</u>				<u>59,980,604</u>
9 (d) General Revenue Bonds						
Krasnow Institute for Advanced Study	1995	4,355,000	5.2 to 6.375%	20 Years	2016	3,825,000
Warehouse	1995	<u>2,905,000</u>	5.2 to 6.375%	20 Years	2016	<u>2,560,000</u>
Total		<u>7,260,000</u>				<u>6,385,000</u>
Total Bonds Payable		<u>\$118,787,600</u>				<u>\$66,365,604</u>

Changes in Bonds Payable

During the year ended June 30, 2000, the following changes occurred in bonds payable:

	Balance Outstanding at June 30, 1999	Principal Reductions	Balance Outstanding at June 30, 2000
9 (c) Revenue Bonds	\$ 66,965,306	\$6,984,702	\$ 59,980,604
9 (d) Revenue Bonds	<u>6,620,000</u>	<u>235,000</u>	<u>6,385,000</u>
Total Bonds Payable	<u>\$ 73,585,306</u>	<u>\$7,219,702</u>	<u>\$ 66,365,604</u>

C. Commonwealth Bond Obligations

Commonwealth of Virginia Educational Institutions bonds, 9(b) general obligation bonds, were approved by voter referendum in the November 1992 general election. The bond liability is assumed by the Commonwealth of Virginia and is not reflected as a liability of the University.

In December 1996, Virginia College Building Authority issued \$53,160,000 in Educational Facilities Revenue bonds for the 21st Century College Program. The bond liability is assumed by the Commonwealth of Virginia and is not reflected as a liability of the University.

Chapter 924 of the 1997 Acts of the General Assembly authorized the Virginia Public Building Authority to provide \$500,000 for capital costs related to the University's construction of the Prince William Auditorium from the excess bond proceeds of the Authority. The bond liability is assumed by the Commonwealth of Virginia and is not reflected as a liability of the University.

D. Prior Year Bond Defeasance

The Commonwealth of Virginia, on behalf of the University, issued bonds in previous fiscal years for which the proceeds were deposited into an irrevocable trust with an escrow agent to provide for all future debt service payments on other debt. The bonds representing that debt are therefore considered defeased. Accordingly, the trust account's assets and liabilities for the defeased bonds are not included in the University's financial statements. On June 30, 2000, \$22,255,256 of bonds outstanding was considered defeased.

12. CAPITAL LEASES PAYABLE

George Mason University participates in the equipment trust fund program through the Virginia College Building Authority. The fund created by the Commonwealth of Virginia allows colleges and universities to acquire new equipment through capital leases with the Authority. The University makes annual payments to repay its portion of the bonds issued by the Commonwealth. Principal and interest payments on these leases for fiscal years subsequent to June 30, 2000, are as follows:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2001	\$ 2,397,916	\$ 274,710	\$ 2,672,626
2002	2,324,387	167,704	2,492,091
2003	<u>1,198,544</u>	<u>56,931</u>	<u>1,255,475</u>
Totals	<u>\$ 5,920,847</u>	<u>\$ 499,345</u>	<u>\$ 6,420,192</u>

13. STATE APPROPRIATIONS – CURRENT RESTRICTED FUNDS

State Appropriations – Current Restricted Funds consist of Commonwealth of Virginia supported student financial aid programs plus other smaller state grants. State appropriations are reported net of reversions of \$191,641.

14. OTHER REVENUE SOURCES

- A. Loan Funds - Other sources consist of an adjustment of \$24,195 to the allowance for doubtful accounts for the Perkins Loan program primarily as a result of increase in collections on outstanding balances over 180 days past due and an unrealized gain on investments of \$92.
- B. Unexpended Plant - Fund additions arose primarily from private contributions received for the construction of the Prince William auditorium and the Institute for Humane Studies.
- C. Renewals and Replacements - In September 1999, the University had a gain from the sale of a parcel of land located on the west recreational fields of the Fairfax Campus.
- D. Investment in Plant - During fiscal year 2000, the University capitalized a modular building that was erected on the Prince William campus during the previous year.

15. DISPOSAL OF PLANT FACILITIES

Equipment reductions consisted of \$8,438,162 due to the increase in capitalization level to \$2,000, and removals due to surplus and other adjustments of \$7,868,391. In addition, modular office units of \$62,589 and central heating and cooling plant chillers of \$207,000 were replaced, library books totaling \$251,605 were disposed of, and a small parcel of land valued at \$2,828 was sold.

16. OTHER DEDUCTIONS – RETIREMENT OF INDEBTEDNESS

The amount shown represents (1) the capitalization of the net bond premium of \$15,281 arising from the sale of (9d) revenue bonds issued as collateral for the VCBA promissory note payable for the construction of the parking garage expansion located on the Fairfax campus, (2) \$40,584 resulting from the annual amortization of bond discount and issuance costs for revenue bonds sold after 1992, and (3) reduction of accrued interest payable of \$18,525.

17. STATE APPROPRIATIONS - CURRENT UNRESTRICTED FUNDS

George Mason University receives appropriations from the General Fund of the Commonwealth. The Appropriation Act specifies that such unexpended appropriations shall revert, as specifically provided by the General Assembly, at the end of a biennium. For years ending at the middle of a biennium, unexpended appropriations that have not been approved for reappropriation in the next year by the Governor become part of the General Fund of the Commonwealth and are, therefore, no longer available to the University for disbursements. The following is a summary of General Fund appropriations received by the institution including all supplemental appropriations and reversions.

Original Appropriation	\$ 98,252,105
Central Items	<u>1,760,973</u>
Subtotal	100,013,078
Less:	
Benefit Adjustments	344,522
Reduction for Virginia Power Savings	157,000
Other Adjustments	<u>21,375</u>
Final Appropriation	<u>\$ 99,490,181</u>

18. OTHER SOURCES

Other sources consist of conference services reported as public service revenue, administrative fees, interest, library fines, facility rentals, recycling revenues, and other minor sources of revenue.

19. COMMITMENTS

A. Operating Leases

George Mason University is committed under various operating leases for rental of off-campus facilities. The leases are for one to five year terms and the University has no automatic renewal options. In most cases, the University expects that, in the normal course of business, similar leases will replace these leases. Facility rental expenses for the fiscal year ended June 30, 2000, were \$1,445,367. The University had, as of June 30, 2000, the following total future minimum rental payments due under the above leases:

<u>Fiscal Years Ended</u>	<u>Minimum Rental Payments</u>
2001	\$ 1,623,447
2002	574,780
2003	541,423
2004	532,705
2005	<u>755,781</u>
Total	<u>\$ 4,028,136</u>

B. Construction

In fiscal year 2000, George Mason University began construction of the expansion to the parking garage located on the Fairfax campus with an expected completion date of February 2001. The unpaid balance committed on the project as of June 30, 2000, was \$2,715,598. Outstanding commitments for other capital outlay projects that are currently under construction were \$3,694,540.

20. RETIREMENT AND PENSION SYSTEMS

A. Virginia Retirement System (VRS)

Substantially all full-time classified salaried employees of George Mason University participate in the defined benefit retirement plan administered by VRS. Information relating to this plan is only available at the statewide level in the Commonwealth of Virginia's Comprehensive Annual Financial Report. Because the employees of the University are also employees of the Commonwealth, the Commonwealth of Virginia and not the University has the overall responsibility for contributions to this plan.

B. Optional Retirement Plans

Most full-time faculty and certain administrative staff participate in one of five optional retirement plans. Individuals may participate in the retirement annuity program through TIAA/CREF Insurance Companies rather than the VRS. This is a fixed-contribution program where the retirement benefits received are based upon the employer's 10.4 percent contribution plus interest and dividends. The employee is not required to make contributions to the program. Individual contracts issued under the plan provide for full and immediate vesting of the University's contributions. Other optional retirement plans are fixed contribution programs where the retirement benefits received are based on the employer's

contributions plus interest and dividends. As with VRS, the employees' contributions are assumed by the employer. Total pension costs under these plans was approximately \$6,622,892 and \$5,873,795 for years ended June 30, 2000 and 1999, respectively. Contributions to the TIAA/CREF Insurance Companies were calculated using the base salary of approximately \$63,010,069 and \$55,788,216 for fiscal years 2000 and 1999. The University's total payroll for fiscal years 2000 and 1999 was approximately \$151,984,742 and \$137,322,119, respectively. The following schedule summarizes the cost and participation in the five optional retirement plans.

<u>Optional Retirement Plans</u>	<u>Retirement Pension Cost</u>	<u>Plan's Covered Payroll</u>	<u>Contribution Percentage</u>
TIAA-CREF*	\$5,023,019	\$47,880,123	10.5%
Fidelity Investments	1,153,372	10,867,462	10.6%
T. Rowe Price	224,326	2,139,172	10.5%
VALIC**	159,692	1,531,610	10.4%
Great West Life	47,649	452,910	10.5%
Metropolitan Life	14,834	138,792	10.7%

Total Payroll: \$151,984,742

*Teachers Insurance and Annuity Association/College Retirement Equities Fund

**Variable Annuity Life Insurance Company.

21. POST-RETIREMENT BENEFITS

The Commonwealth participates in the VRS administered statewide group life insurance program which provides post employment life insurance benefits to eligible retired and terminated employees. The Commonwealth also provides health care credits against the monthly health insurance premiums of its retirees who have at least 15 years of service and participate in the State health plan. Information related to these plans is available at the statewide level in the Commonwealth's Comprehensive Annual Financial Report.

22. GEORGE MASON UNIVERSITY FOUNDATION, INC.

The George Mason University Foundation, Inc., is a private 501(c)(3) tax-exempt nonprofit corporation operated exclusively to receive support for the benefit of the university. Gifts to the George Mason University Foundation provide support for faculty recruitment and retention, academic and athletic scholarships, resources for libraries, laboratory equipment, and operating support for academic departments.

Assets of George Mason University Foundation Inc., which is separately incorporated and managed by an independent Board of Trustees, are not included in these financial statements. The following table summarizes the financial position of the Foundation at June 30, 2000, taken from the Foundation's audited financial statements.

Assets	<u>\$ 78,880,075</u>
Liabilities	\$ 17,190,196
Net Assets	<u>61,689,879</u>
Total	<u>\$ 78,880,075</u>

Revenues totaling \$11,488,240 included \$1,019,000 from the University for rent. Expenses totaled \$11,179,383.

23. STUDENT LOAN FUNDS

The University makes loans to qualified needy students from the Commonwealth of Virginia Student Loan Funds. During the fiscal year, the University collected \$13,941 in repayments on outstanding loans, and wrote-off \$1,320 in bankruptcy cancellations. At June 30, 2000, the State Student Loan Fund had a balance of \$173,770 in cash and \$27,267 in loans outstanding.

24. RISK MANAGEMENT AND EMPLOYEE HEALTH CARE PLANS

The University is exposed to various risks of loss related to torts; theft or, damage to, and destruction of assets; errors and omissions; non-performance of duty; injuries to employees; and natural disasters. The University participates in insurance plans maintained by the Commonwealth of Virginia. The state employee health care plan is administered by the Department of Personnel and Training and the risk management insurance plans are administered by the Department of General Services, Division of Risk Management. Risk management insurance includes worker's compensation, property, general liability, faithful performance of duty bond, automobile, and air and watercraft plans. The University pays premiums to each of these Departments for its insurance coverage. Information relating to the Commonwealth's insurance plans is available at the statewide level in the Commonwealth of Virginia's Comprehensive Annual Financial Report.

SUPPLEMENTARY INFORMATION

GEORGE MASON UNIVERSITY
SCHEDULE OF AUXILIARY ENTERPRISES - REVENUES,
EXPENDITURES AND TRANSFERS
For the Year Ended June 30, 2000

	Administration	Campus Access	Computer Store	Fairfax Swimming Pool	Freedom Aquatic and Fitness Center	Hemlock Overlook and Bull Run Marina
Revenues:						
Sales and Services	\$ 845,642	\$ 3,396,345	\$ 1,546,758	\$ 494,654	\$ 1,787,047	\$ 1,050,475
Room	-	-	-	-	-	-
Board	-	-	-	-	-	-
Fees and Fines	-	618,295	-	-	-	-
Interest	886,279	-	-	-	-	-
Gifts	-	-	-	-	-	-
Other	-	-	-	-	1,411,671	-
Total Revenues	1,731,921	4,014,640	1,546,758	494,654	3,198,718	1,050,475
Expenditures:						
Personal Services	586,313	54,461	166,072	553,645	1,084,079	655,565
Fringe Benefits	118,244	340	29,606	64,170	165,977	82,048
Contractual Services	154,039	1,736,044	20,408	118,407	385,343	153,710
Supplies	45,835	12,409	2,990	104,558	454,974	78,264
Merchandise for Resale	-	-	1,397,793	-	-	-
Equipment	10,297	(33,548)	-	4,942	33,872	465
Current Charges	2,276,228	71,589	21,284	223,267	250,684	30,920
Scholarships	402,486	-	-	-	-	-
Miscellaneous	7,262	4,316	-	-	-	-
Total Expenditures	3,600,704	1,845,611	1,638,153	1,068,989	2,374,929	1,000,972
Transfers:						
Mandatory:						
Retirement of Debt	(251,356)	(1,734,396)	-	(794,321)	(1,357,353)	-
Non-Mandatory:						
Student Fees	2,064,573	-	-	1,288,300	7,094	-
Plant Funds	-	(464,311)	-	-	-	-
Intrafund	(170,404)	-	-	6,034	-	-
Total Transfers	1,642,813	(2,198,707)	-	500,013	(1,350,259)	-
Net Increase (Decrease) for Year	(225,970)	(29,678)	(91,395)	(74,322)	(526,470)	49,503
Balance (Deficit) at Beginning of Year	307,197	36,801	76,513	17,388	517,700	(66,744)
Balance (Deficit) at End of Year	\$ 81,227	\$ 7,123	\$ (14,882)	\$ (56,934)	\$ (8,770)	\$ (17,241)

Institute of the Arts	Intercollegiate Athletics	Meal Plan	Patriot Center	Print Services	Recreational Sports Complex	Student Activities	Student Fees
\$ 1,435,746	\$ 1,059,887	\$ -	\$ 437,116	\$ 529,200	\$ 97,211	\$ 1,062,193	\$ -
-	-	-	-	-	-	-	-
-	-	4,078,674	-	-	-	-	-
-	-	-	-	-	-	-	23,827,585
-	-	-	-	-	-	-	-
-	115,200	-	-	-	-	-	-
-	-	-	-	-	-	-	-
1,435,746	1,175,087	4,078,674	437,116	529,200	97,211	1,062,193	23,827,585
1,352,178	3,128,217	-	-	127,259	757,820	1,196,230	-
240,264	696,141	-	-	119,614	136,634	207,743	-
2,407,141	1,448,588	3,935,096	125,272	161,358	360,333	1,288,048	-
122,785	473,721	-	109,023	126,314	428,572	344,925	-
-	-	-	-	-	-	-	-
90,816	34,527	-	17,972	21,679	163,458	36,115	-
99,221	48,253	-	223,750	221,945	192,208	67,153	-
-	1,966,984	14,216	-	-	-	-	693,207
2,098	4,323	-	270	-	70	33,929	-
4,314,503	7,800,754	3,949,312	476,287	778,169	2,039,095	3,174,143	693,207
(841,246)	-	-	(1,230,694)	-	(474,927)	-	-
2,748,400	5,906,000	-	1,735,500	-	2,433,800	2,180,000	(23,127,567)
-	-	-	-	-	(86,563)	-	-
13,109	599,584	(52,200)	(437,116)	-	11,516	27,668	-
1,920,263	6,505,584	(52,200)	67,690	-	1,883,826	2,207,668	(23,127,567)
(958,494)	(120,083)	77,162	28,519	(248,969)	(58,058)	95,718	6,811
(921,206)	(1,089,746)	103,523	1,986,137	(209,298)	2,009,251	244,566	88,326
\$ (1,879,700)	\$ (1,209,829)	\$ 180,685	\$ 2,014,656	\$ (458,267)	\$ 1,951,193	\$ 340,284	\$ 95,137

GEORGE MASON UNIVERSITY
SCHEDULE OF AUXILIARY ENTERPRISES - REVENUES,
EXPENDITURES AND TRANSFERS
For the Year Ended June 30, 2000

	Student Housing	Student Services	Student Unions	Telecom- munications	Other	Total
Revenues:						
Sales and Services	\$ -	\$ 510,186	\$ 2,284,173	\$ 291,985	\$ 8,160	\$ 16,836,778
Room	10,299,725	-	-	-	-	10,299,725
Board	-	-	-	-	-	4,078,674
Fees and Fines	-	-	-	-	-	23,752,673
Interest	-	-	-	-	-	886,279
Gifts	-	-	-	-	-	115,200
Other	-	-	-	-	50	1,411,721
Total Revenues	10,299,725	510,186	2,284,173	291,985	8,210	58,074,257
Expenditures:						
Personal Services	-	658,389	1,019,587	578,156	-	11,917,972
Fringe Benefits	-	142,585	227,719	66,874	-	2,297,959
Contractual Services	4,649,796	76,453	739,733	(132,657)	12,696	17,639,808
Supplies	58,153	96,622	322,361	148,533	10	2,930,049
Merchandise for Resale	-	-	-	-	-	1,397,793
Equipment	8,530	673	60,209	97,256	-	547,264
Current Charges	1,479,874	311,335	811,304	17,032	-	6,346,047
Scholarships	340,815	-	-	-	-	3,417,708
Miscellaneous	-	-	17	1,192	398	53,875
Total Expenditures	6,537,168	1,286,057	3,180,930	776,386	13,104	46,548,475
Transfers:						
Mandatory:						
Retirement of Debt	(3,415,357)	-	(2,597,729)	(814,265)	-	(13,511,644)
Non-Mandatory:						
Student Fees	-	777,700	3,157,300	828,900	-	-
Plant Funds	-	-	(341,109)	-	-	(891,983)
Intrafund	-	10,094	(8,538)	-	253	-
Total Transfers	(3,415,357)	787,794	209,924	14,635	253	(14,403,627)
Net Increase (Decrease) for Year	347,200	11,923	(686,833)	(469,766)	(4,641)	(2,877,845)
Balance (Deficit) at Beginning of Year	(3,612,369)	140,238	3,241,326	205,543	13,014	3,088,159
Balance (Deficit) at End of Year	\$ (3,265,169)	\$ 152,161	\$ 2,554,493	\$ (264,223)	\$ 8,373	\$ 210,314

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Fairfax, Virginia

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