

**Return of Organization Exempt from Income Tax**

**2003**

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)

Open to Public Inspection

Department of the Treasury  
Internal Revenue Service

The organization may have to use a copy of this return to satisfy state reporting requirements.

**A For the 2003 calendar year, or tax year beginning 7/01, 2003, and ending 6/30, 2004**

**B** Check if applicable:  
 Address change  
 Name change  
 Initial return  
 Final return  
 Amended return  
 Application pending

Please use IRS label or print or type. See specific instructions.

**University of Montana Foundation**  
 600 Connell Avenue  
 Missoula, MT 59807-7159

**D Employer Identification Number**  
 81-0362989

**E Telephone number**  
 (406) 243-2593

**F Accounting method:**  Cash  Accrual  
 Other (specify) \_\_\_\_\_

Section 501(c)(3) organizations and 4947(a)(1) nonexempt charitable trusts must attach a completed Schedule A (Form 990 or 990-EZ).

H and I are not applicable to section 527 organizations

**H (a)** Is this a group return for affiliates?  Yes  No

**H (b)** If 'Yes,' enter number of affiliates: \_\_\_\_\_

**H (c)** Are all affiliates included?  Yes  No  
 (If 'No,' attach a list. See instructions.)

**H (d)** Is this a separate return filed by an organization covered by a group ruling?  Yes  No

**G Web site:** N/A

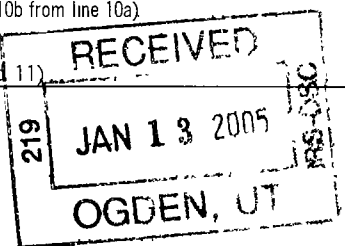
**J Organization type** (check only one):  501(c) 3 (insert no)  4947(a)(1) or  527

**K** Check here  if the organization's gross receipts are normally not more than \$25,000. The organization need not file a return with the IRS, but if the organization received a Form 990 Package in the mail, it should file a return without financial data. Some states require a complete return.

**L** Gross receipts: Add lines 6b, 8b, 9b, and 10b to line 12: 23,460,555.

**Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances** (See Instructions)

REVENUE	<b>1</b> Contributions, gifts, grants, and similar amounts received:			
	<b>a</b> Direct public support	<b>1a</b>	13,018,268.	
	<b>b</b> Indirect public support	<b>1b</b>		
	<b>c</b> Government contributions (grants)	<b>1c</b>		
	<b>d</b> Total (add lines 1a through 1c) (cash \$ 12,761,697. noncash \$ 256,571.)	<b>1d</b>	13,018,268.	
	<b>2</b> Program service revenue including government fees and contracts (from Part VII, line 93)	<b>2</b>	277,999.	
	<b>3</b> Membership dues and assessments	<b>3</b>		
	<b>4</b> Interest on savings and temporary cash investments	<b>4</b>	549,191.	
	<b>5</b> Dividends and interest from securities	<b>5</b>	1,857,074.	
	<b>6a</b> Gross rents	<b>6a</b>		
	<b>b</b> Less: rental expenses	<b>6b</b>		
	<b>c</b> Net rental income or (loss) (subtract line 6b from line 6a)	<b>6c</b>		
<b>7</b> Other investment income (describe _____ See Statement 1)	<b>7</b>	7,289,317.		
<b>8a</b> Gross amount from sales of assets other than inventory	(A) Securities	<b>8a</b>		
	(B) Other	<b>8b</b>		
		<b>8c</b>		
	<b>d</b> Net gain or (loss) (combine line 8c, columns (A) and (B))	<b>8d</b>	-36,139.	
<b>9</b> Special events and activities (attach schedule) If any amount is from gaming, check here <input type="checkbox"/>	<b>a</b> Gross revenue (not including \$ _____ of contributions reported on line 1a)	<b>9a</b>		
	<b>b</b> Less: direct expenses other than fundraising expenses	<b>9b</b>		
	<b>c</b> Net income or (loss) from special events (subtract line 9b from line 9a)	<b>9c</b>		
<b>10a</b> Gross sales of inventory, less returns and allowances		<b>10a</b>		
	<b>b</b> Less: cost of goods sold	<b>10b</b>		
	<b>c</b> Gross profit or (loss) from sales of inventory (attach schedule) (subtract line 10b from line 10a)	<b>10c</b>		
<b>11</b> Other revenue (from Part VII, line 103)	<b>11</b>	504,845.		
<b>12</b> Total revenue (add lines 1d, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11)	<b>12</b>	23,460,555.		
EXPENSES	<b>13</b> Program services (from line 44, column (B))	<b>13</b>	8,298,485.	
	<b>14</b> Management and general (from line 44, column (C))	<b>14</b>	678,055.	
	<b>15</b> Fundraising (from line 44, column (D))	<b>15</b>	1,850,450.	
	<b>16</b> Payments to affiliates (attach schedule)	<b>16</b>		
	<b>17</b> Total expenses (add lines 16 and 44, column (A))	<b>17</b>	10,826,990.	
ASSETS	<b>18</b> Excess or (deficit) for the year (subtract line 17 from line 12)	<b>18</b>	12,633,565.	
	<b>19</b> Net assets or fund balances at beginning of year (from line 73, column (A))	<b>19</b>	107,027,885.	
	<b>20</b> Other changes in net assets or fund balances (attach explanation) See Statement 2	<b>20</b>	-334,405.	
	<b>21</b> Net assets or fund balances at end of year (combine lines 18, 19, and 20)	<b>21</b>	119,327,045.	



SCANNED JAN 18 2005

**Part II Statement of Functional Expenses** All organizations must complete column (A) Columns (B), (C), and (D) are required for section 501(c)(3) and (4) organizations and section 4947(a)(1) nonexempt charitable trusts but optional for others.

Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I		(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
22	Grants and allocations (att sch) (cash \$ <u>5637297.</u> non-cash \$ _____)	5,637,297.	5,637,297.		
23	Specific assistance to individuals (att sch)				
24	Benefits paid to or for members (att sch)				
25	Compensation of officers, directors, etc				
26	Other salaries and wages	1,559,593.		316,821.	1,242,772.
27	Pension plan contributions	132,378.		31,516.	100,862.
28	Other employee benefits	113,890.		35,858.	78,032.
29	Payroll taxes	129,123.		27,337.	101,786.
30	Professional fundraising fees				
31	Accounting fees	27,285.		26,385.	900.
32	Legal fees	5,907.		5,845.	62.
33	Supplies	325,017.	263,092.	55,792.	6,133.
34	Telephone	46,893.	6,711.	11,237.	28,945.
35	Postage and shipping	62,828.	20,807.	13,490.	28,531.
36	Occupancy				
37	Equipment rental and maintenance	40,871.	35,066.	5,805.	
38	Printing and publications	124,155.	85,198.	6,931.	32,026.
39	Travel	793,509.	732,563.	13,999.	46,947.
40	Conferences, conventions, and meetings	59,810.	50,792.	1,187.	7,831.
41	Interest	74,925.	74,925.		
42	Depreciation, depletion, etc (attach schedule)	125,852.		125,852.	
43	Other expenses not covered above (itemize)				
a	Expense -----	43a 1,567,657.	1,392,034.		175,623.
b	-----	43b			
c	-----	43c			
d	-----	43d			
e	-----	43e			
44	<b>Total functional expenses</b> (add lines 22 - 43) <b>Organizations completing columns (B) - (D),</b> <b>carry these totals to lines 13 - 15</b>	44 10,826,990.	8,298,485.	678,055.	1,850,450.

**Joint Costs.** Check  if you are following SOP 98-2.

Are any joint costs from a combined educational campaign and fundraising solicitation reported in (B) Program services?  Yes  No

If 'Yes,' enter (i) the aggregate amount of these joint costs \$ \_\_\_\_\_, (ii) the amount allocated to Program services \$ \_\_\_\_\_, (iii) the amount allocated to Management and general \$ \_\_\_\_\_, and (iv) the amount allocated to Fundraising \$ \_\_\_\_\_.

**Part III Statement of Program Service Accomplishments**

What is the organization's primary exempt purpose? ▶

All organizations must describe their exempt purpose achievements in a clear and concise manner. State the number of clients served, publications issued, etc. Discuss achievements that are not measurable. (Section 501(c)(3) & (4) organizations and 4947(a)(1) nonexempt charitable trusts must also enter the amount of grants & allocations to others.)

**Program Service Expenses**  
(Required for 501(c)(3) and (4) organizations and 4947(a)(1) trusts, but optional for others)

a	<u>Academic and Institutional support to the University of Montana Faculty and Administration. So the University can continue to strive for excellence.</u> (Grants and allocations \$ _____)	5,637,297.
b	<u>Scholarships and Awards made to the University of Montana Financial aid Department and Academic Departments to benefit UM students.</u> (Grants and allocations \$ _____)	2,661,188.
c	----- (Grants and allocations \$ _____)	
d	----- (Grants and allocations \$ _____)	
e	Other program services (Grants and allocations \$ _____)	
f	<b>Total of Program Service Expenses</b> (should equal line 44, column (B), Program services) ▶	8,298,485.

**Part IV Balance Sheets** (See Instructions)

		(A) Beginning of year		(B) End of year	
<b>Note:</b> Where required, attached schedules and amounts within the description column should be for end-of-year amounts only					
ASSETS	45	Cash – non-interest-bearing	500.	45	500.
	46	Savings and temporary cash investments	7,252,873.	46	10,070,410.
	47a	Accounts receivable		47a	
	b	Less allowance for doubtful accounts		47b	47c
	48a	Pledges receivable	13,453,025.	48a	
	b	Less allowance for doubtful accounts		48b	48c
	49	Grants receivable		49	
	50	Receivables from officers, directors, trustees, and key employees (attach schedule)		50	
	51a	Other notes & loans receivable (attach sch)	243,063.	51a	
	b	Less allowance for doubtful accounts		51b	51c
	52	Inventories for sale or use		52	
	53	Prepaid expenses and deferred charges		53	
	54	Investments – securities (attach schedule)	<input type="checkbox"/> Cost <input type="checkbox"/> FMV 91,555,013.	54	100,514,663.
	55a	Investments – land, buildings, & equipment, basis	2,254,951.	55a	
	b	Less accumulated depreciation (attach schedule) <b>Statement 3</b>		55b	55c
	56	Investments – other (attach schedule)		56	
	57a	Land, buildings, and equipment: basis	4,216,203.	57a	
	b	Less: accumulated depreciation (attach schedule) <b>Statement 4</b>	895,566.	57b	57c
	58	Other assets (describe <b>See Statement 5</b> )	401,904.	58	414,789.
59	<b>Total assets</b> (add lines 45 through 58) (must equal line 74)	116,161,797.	59	130,272,038.	
LIABILITIES	60	Accounts payable and accrued expenses	164,359.	60	169,445.
	61	Grants payable		61	
	62	Deferred revenue		62	
	63	Loans from officers, directors, trustees, and key employees (attach schedule)		63	
	64a	Tax-exempt bond liabilities (attach schedule)		64a	
	b	Mortgages and other notes payable (attach schedule)	580,525.	64b	508,557.
	65	Other liabilities (describe <b>See Statement 6</b> )	8,389,028.	65	10,266,991.
66	<b>Total liabilities</b> (add lines 60 through 65)	9,133,912.	66	10,944,993.	
NET ASSETS OR FUND BALANCES	<b>Organizations that follow SFAS 117, check here</b> <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74.				
	67	Unrestricted	5,489,041.	67	5,670,324.
	68	Temporarily restricted	31,525,940.	68	43,059,182.
	69	Permanently restricted	70,012,904.	69	70,597,539.
	<b>Organizations that do not follow SFAS 117, check here</b> <input type="checkbox"/> and complete lines 70 through 74				
	70	Capital stock, trust principal, or current funds		70	
	71	Paid-in or capital surplus, or land, building, and equipment fund		71	
	72	Retained earnings, endowment, accumulated income, or other funds		72	
	73	<b>Total net assets or fund balances</b> (add lines 67 through 69 or lines 70 through 72, column (A) must equal line 19, column (B) must equal line 21)	107,027,885.	73	119,327,045.
	74	<b>Total liabilities and net assets/fund balances</b> (add lines 66 and 73)	116,161,797.	74	130,272,038.

Form 990 is available for public inspection and, for some people, serves as the primary or sole source of information about a particular organization. How the public perceives an organization in such cases may be determined by the information presented on its return. Therefore, please make sure the return is complete and accurate and fully describes, in Part III, the organization's programs and accomplishments

BAA

**Part IV-A Reconciliation of Revenue per Audited Financial Statements with Revenue per Return** (See instructions.)

**Part IV-B Reconciliation of Expenses per Audited Financial Statements with Expenses per Return**

<b>a</b>	Total revenue, gains, and other support per audited financial statements	<b>a</b>	30,786,012.
<b>b</b>	Amounts included on line <b>a</b> but not on line 12, Form 990:		
(1)	Net unrealized gains on investments \$ 7,325,457.		
(2)	Donated services and use of facilities \$		
(3)	Recoveries of prior year grants \$		
(4)	Other (specify):		
	----- \$	<b>b</b>	7,325,457.
	Add amounts on lines (1) through (4)	<b>c</b>	23,460,555.
<b>c</b>	Line <b>a</b> minus line <b>b</b>		
<b>d</b>	Amounts included on line 12, Form 990 but not on line <b>a</b> :		
(1)	Investment expenses not included on line 6b, Form 990 \$		
(2)	Other (specify):		
	----- \$	<b>d</b>	
	Add amounts on lines (1) and (2)	<b>e</b>	23,460,555.
<b>e</b>	Total revenue per line 12, Form 990 (line <b>c</b> plus line <b>d</b> )		

<b>a</b>	Total expenses and losses per audited financial statements	<b>a</b>	10,826,990.
<b>b</b>	Amounts included on line <b>a</b> but not on line 17, Form 990:		
(1)	Donated services and use of facilities \$		
(2)	Prior year adjustments reported on line 20, Form 990 \$		
(3)	Losses reported on line 20, Form 990 \$		
(4)	Other (specify):		
	----- \$	<b>b</b>	
	Add amounts on lines (1) through (4)	<b>c</b>	10,826,990.
<b>c</b>	Line <b>a</b> minus line <b>b</b>		
<b>d</b>	Amounts included on line 17, Form 990 but not on line <b>a</b> :		
(1)	Investment expenses not included on line 6b, Form 990 \$		
(2)	Other (specify):		
	----- \$	<b>d</b>	
	Add amounts on lines (1) and (2)	<b>e</b>	10,826,990.
<b>e</b>	Total expenses per line 17, Form 990 (line <b>c</b> plus line <b>d</b> )		

**Part V List of Officers, Directors, Trustees, and Key Employees** (List each one even if not compensated, see instructions.)

(A) Name and address	(B) Title and average hours per week devoted to position	(C) Compensation (if not paid, enter -0-)	(D) Contributions to employee benefit plans and deferred compensation	(E) Expense account and other allowances
Warren Wilcox 44 Brookside Missoula, MT 598025	Treasurer 2	0.	0.	0.
Deborah Doyle McWhinney 98 Hacienda Drive Tiburon, CA 94920	Chairman 2	0.	0.	0.
John Olson 530 - 5th Street SE Sidney, MT 59270	Vice Chairman 1	0.	0.	0.
Gary Chumrau P.O. Box 7909 Missoula, MT 59807-7909	General Counsel 1	0.	0.	0.

75 Did any officer, director, trustee, or key employee receive aggregate compensation of more than \$100,000 from your organization and all related organizations, of which more than \$10,000 was provided by the related organizations?  Yes  No

If 'Yes,' attach schedule - see instructions.

**Part VI Other Information** (See instructions)

		Yes	No
76	Did the organization engage in any activity not previously reported to the IRS? If 'Yes,' attach a detailed description of each activity		X
77	Were any changes made in the organizing or governing documents but not reported to the IRS? If 'Yes,' attach a conformed copy of the changes.		X
78a	Did the organization have unrelated business gross income of \$1,000 or more during the year covered by this return?		X
78b	b If 'Yes,' has it filed a tax return on <b>Form 990-T</b> for this year?	N/A	
79	Was there a liquidation, dissolution, termination, or substantial contraction during the year? If 'Yes,' attach a statement		X
80a	Is the organization related (other than by association with a statewide or nationwide organization) through common membership, governing bodies, trustees, officers, etc, to any other exempt or nonexempt organization?		X
81a	b If 'Yes,' enter the name of the organization ▶ <u>N/A</u> and check whether it is <input type="checkbox"/> exempt or <input type="checkbox"/> nonexempt		
81a	Enter direct and indirect political expenditures. See line 81 instructions	81a	0.
81b	b Did the organization file <b>Form 1120-POL</b> for this year?		X
82a	Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value?		X
82b	b If 'Yes,' you may indicate the value of these items here. Do not include this amount as revenue in Part I or as an expense in Part II (See instructions in Part III.)	82b	N/A
83a	Did the organization comply with the public inspection requirements for returns and exemption applications?	X	
83b	b Did the organization comply with the disclosure requirements relating to quid pro quo contributions?	X	
84a	Did the organization solicit any contributions or gifts that were not tax deductible?		X
84b	b If 'Yes,' did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?		N/A
85a	501(c)(4), (5), or (6) organizations a Were substantially all dues nondeductible by members?		N/A
85b	b Did the organization make only in-house lobbying expenditures of \$2,000 or less? If 'Yes' was answered to either 85a or 85b, do not complete 85c through 85h below unless the organization received a waiver for proxy tax owed for the prior year.		N/A
85c	c Dues, assessments, and similar amounts from members	85c	N/A
85d	d Section 162(e) lobbying and political expenditures	85d	N/A
85e	e Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices	85e	N/A
85f	f Taxable amount of lobbying and political expenditures (line 85d less 85e)	85f	N/A
85g	g Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?		N/A
85h	h If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?		N/A
86a	501(c)(7) organizations Enter a Initiation fees and capital contributions included on line 12	86a	N/A
86b	b Gross receipts, included on line 12, for public use of club facilities	86b	N/A
87a	501(c)(12) organizations Enter a Gross income from members or shareholders.	87a	N/A
87b	b Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them)	87b	N/A
88	At any time during the year, did the organization own a 50% or greater interest in a taxable corporation or partnership, or an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If 'Yes,' complete Part IX		X
89a	501(c)(3) organizations Enter: Amount of tax imposed on the organization during the year under section 4911 ▶ 0. ; section 4912 ▶ 0. , section 4955 ▶ 0.		
89b	b 501(c)(3) and 501(c)(4) organizations Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If 'Yes,' attach a statement explaining each transaction		X
	c Enter Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958		0.
	d Enter Amount of tax on line 89c, above, reimbursed by the organization		0.
90a	List the states with which a copy of this return is filed ▶ <u>None</u>		
90b	b Number of employees employed in the pay period that includes March 12, 2003 (See instructions.)	90b	0
91	The books are in care of ▶ _____ Telephone number ▶ _____ Located at ▶ _____ ZIP + 4 ▶ _____		
92	Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of <b>Form 1041</b> - Check here <input type="checkbox"/> and enter the amount of tax-exempt interest received or accrued during the tax year ▶ 92		N/A

**Part VII Analysis of Income-Producing Activities** (See instructions.)

Note: Enter gross amounts unless otherwise indicated

	Unrelated business income		Excluded by section 512, 513, or 514		(E) Related or exempt function income
	(A) Business code	(B) Amount	(C) Exclusion code	(D) Amount	
93 Program service revenue					
a University Contract					277,999.
b					
c					
d					
e					
f Medicare/Medicaid payments					
g Fees & contracts from government agencies					
94 Membership dues and assessments					
95 Interest on savings & temporary cash invmnts					549,191.
96 Dividends & interest from securities					1,857,074.
97 Net rental income or (loss) from real estate:					
a debt-financed property					
b not debt-financed property					
98 Net rental income or (loss) from pers prop					
99 Other investment income		7,289,317.			
100 Gain or (loss) from sales of assets other than inventory					-36,139.
101 Net income or (loss) from special events					
102 Gross profit or (loss) from sales of inventory					
103 Other revenue					
a					
b					504,845.
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))		7,289,317.			3,152,970.
105 Total (add line 104, columns (B), (D), and (E))					10,442,287.

Note: Line 105 plus line 1d, Part I, should equal the amount on line 12, Part I

**Part VIII Relationship of Activities to the Accomplishment of Exempt Purposes** (See instructions.)

Line No.	Explain how each activity for which income is reported in column (E) of Part VII contributed importantly to the accomplishment of the organization's exempt purposes (other than by providing funds for such purposes)
N/A	

**Part IX Information Regarding Taxable Subsidiaries and Disregarded Entities** (See instructions.)

(A) Name, address, and EIN of corporation, partnership, or disregarded entity	(B) Percentage of ownership interest	(C) Nature of activities	(D) Total income	(E) End-of-year assets
N/A	%			
	%			
	%			
	%			

**Part X Information Regarding Transfers Associated with Personal Benefit Contracts** (See instructions.)

- a Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?  Yes  No
- b Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract?  Yes  No

Note: If 'Yes' to (b), file Form 8870 and Form 4720 (see instructions)

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Please Sign: [Signature] Date: 12/30/09

f Operations

Date	Check if self-	Preparer's SSN or PTIN (see General Instruction W)
	<input type="checkbox"/>	N/A

**SCHEDULE A**  
(Form 990 or 990-EZ)

Department of the Treasury  
Internal Revenue Service

**Organization Exempt Under  
Section 501(c)(3)**

(Except Private Foundation) and Section 501(e), 501(f), 501(k),  
501(n), or Section 4947(a)(1) Nonexempt Charitable Trust

Supplementary Information — (See separate instructions.)

▶ **MUST be completed by the above organizations and attached to their Form 990 or 990-EZ.**

OMB No 1545-0047

**2003**

Name of the organization: University of Montana Foundation Employer identification number: 81-0362989

**Part I Compensation of the Five Highest Paid Employees Other Than Officers, Directors, and Trustees**

(See instructions List each one. If there are none, enter 'None')

(a) Name and address of each employee paid more than \$50,000	(b) Title and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account and other allowances
<u>Laura Brehm</u> <u>600 Connell Street/Brantly</u>	<u>President</u> <u>60 hours</u>	<u>134,000.</u>	<u>0.</u>	<u>0.</u>
<u>Jane Ratzlaff</u> <u>600 Connell Street/Brantly</u>	<u>Director BA</u> <u>60 hours</u>	<u>80,635.</u>	<u>13,070.</u>	<u>0.</u>
<u>Ted Delaney</u> <u>600 Connell Street</u>	<u>Vice Presidet</u> <u>60 hours</u>	<u>75,000.</u>	<u>12,450.</u>	<u>0.</u>
<u>John Scibek</u> <u>600 Connell Street/Brantly</u>	<u>Director of Dev</u> <u>60 Hours</u>	<u>71,487.</u>	<u>12,064.</u>	<u>0.</u>
<u>Dorcie Dvarishkis</u> <u>600 Connell/Brantly</u>	<u>VP Development</u> <u>60 Hours</u>	<u>70,000.</u>	<u>11,900.</u>	<u>0.</u>
Total number of other employees paid over \$50,000 ▶	<u>9</u>			

**Part II Compensation of the Five Highest Paid Independent Contractors for Professional Services**

(See instructions List each one (whether individuals or firms). If there are none, enter 'None')

(a) Name and address of each independent contractor paid more than \$50,000	(b) Type of service	(c) Compensation
<u>None</u>		
Total number of others receiving over \$50,000 for professional services ▶	<u>0</u>	

**Part III** Statements About Activities (See instructions)

1 During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on a legislative matter or referendum? If 'Yes,' enter the total expenses paid or incurred in connection with the lobbying activities **▶** \$ N/A

(Must equal amounts on line 38, Part VI-A, or line i of Part VI-B)

	Yes	No
1		X
2		
2a		X
2b		X
2c		X
2d		X
2e		X
3a		X
3b		X
4		X

Organizations that made an election under section 501(h) by filing Form 5768 must complete Part VI-A. Other organizations checking 'Yes,' must complete Part VI-B AND attach a statement giving a detailed description of the lobbying activities.

2 During the year, has the organization, either directly or indirectly, engaged in any of the following acts with any substantial contributors, trustees, directors, officers, creators, key employees, or members of their families, or with any taxable organization with which any such person is affiliated as an officer, director, trustee, majority owner, or principal beneficiary? (If the answer to any question is 'Yes,' attach a detailed statement explaining the transactions)

a Sale, exchange, or leasing of property?

b Lending of money or other extension of credit?

c Furnishing of goods, services, or facilities?

d Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)?

e Transfer of any part of its income or assets?

3a Do you make grants for scholarships, fellowships, student loans, etc? (If 'Yes,' attach an explanation of how you determine that recipients qualify to receive payments.)

b Do you have a section 403(b) annuity plan for your employees?

4 Did you maintain any separate account for participating donors where donors have the right to provide advice on the use or distribution of funds?

**Part IV** Reason for Non-Private Foundation Status (See instructions.)

The organization is not a private foundation because it is (Please check only **ONE** applicable box)

5  A church, convention of churches, or association of churches. Section 170(b)(1)(A)(i)

6  A school Section 170(b)(1)(A)(ii). (Also complete Part V.)

7  A hospital or a cooperative hospital service organization. Section 170(b)(1)(A)(iii)

8  A Federal, state, or local government or governmental unit. Section 170(b)(1)(A)(v)

9  A medical research organization operated in conjunction with a hospital. Section 170(b)(1)(A)(iii). Enter the hospital's name, city, and state **▶**

10  An organization operated for the benefit of a college or university owned or operated by a governmental unit Section 170(b)(1)(A)(iv) (Also complete the **Support Schedule** in Part IV-A.)

11a  An organization that normally receives a substantial part of its support from a governmental unit or from the general public Section 170(b)(1)(A)(vi) (Also complete the **Support Schedule** in Part IV-A.)

11b  A community trust Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)

12  An organization that normally receives (1) more than 33-1/3% of its support from contributions, membership fees, and gross receipts from activities related to its charitable, etc, functions — subject to certain exceptions, and (2) no more than 33-1/3% of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975. See section 509(a)(2). (Also complete the **Support Schedule** in Part IV-A.)

13  An organization that is not controlled by any disqualified persons (other than foundation managers) and supports organizations described in: (1) lines 5 through 12 above, or (2) section 501(c)(4), (5), or (6), if they meet the test of section 509(a)(2) (See section 509(a)(3) )

Provide the following information about the supported organizations. (See instructions.)

(a) Name(s) of supported organization(s)	(b) Line number from above

14  An organization organized and operated to test for public safety. Section 509(a)(4) (See instructions.)

**Part IV-A Support Schedule** (Complete only if you checked a box on line 10, 11, or 12.) *Use cash method of accounting.*

**Note:** You may use the worksheet in the instructions for converting from the accrual to the cash method of accounting

Calendar year (or fiscal year beginning in)	(a) 2002	(b) 2001	(c) 2000	(d) 1999	(e) Total
15 Gifts, grants, and contributions received (Do not include unusual grants. See line 28)	18,343,392.	10,600,992.	17,685,201.	14,983,814.	61,613,399.
16 Membership fees received					
17 Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is related to the organization's charitable, etc, purpose					
18 Gross income from interest, dividends, amounts received from payments on securities loans (section 512(a)(5)), rents, royalties, and unrelated business taxable income (less section 511 taxes) from businesses acquired by the organization after June 30, 1975	2,042,537.	2,463,816.	2,307,278.	2,091,309.	8,904,940.
19 Net income from unrelated business activities not included in line 18					
20 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf					
21 The value of services or facilities furnished to the organization by a governmental unit without charge. Do not include the value of services or facilities generally furnished to the public without charge					
22 Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets					
23 Total of lines 15 through 22	20,385,929.	13,064,808.	19,992,479.	17,075,123.	70,518,339.
24 Line 23 minus line 17	20,385,929.	13,064,808.	19,992,479.	17,075,123.	70,518,339.
25 Enter 1% of line 23	203,859.	130,648.	199,925.	170,751.	

**26 Organizations described on lines 10 or 11:**

**a** Enter 2% of amount in column (e), line 24 ▶ **26a** 1,410,367.

**b** Prepare a list for your records to show the name of and amount contributed by each person (other than a governmental unit or publicly supported organization) whose total gifts for 1999 through 2002 exceeded the amount shown in line 26a. **Do not file this list with your return.** Enter the total of all these excess amounts ▶ **26b** 3,744,813.

**c** Total support for section 509(a)(1) test: Enter line 24, column (e) ▶ **26c** 70,518,339.

**d** Add. Amounts from column (e) for lines:   
 18 8,904,940. 19 \_\_\_\_\_   
 22 \_\_\_\_\_ 26b 3,744,813. ▶ **26d** 12,649,753.

**e** Public support (line 26c minus line 26d total) ▶ **26e** 57,868,586.

**f** Public support percentage (line 26e (numerator) divided by line 26c (denominator)) ▶ **26f** 82.06 %

**27 Organizations described on line 12:** N/A

**a** For amounts included in lines 15, 16, and 17 that were received from a 'disqualified person,' prepare a list for your records to show the name of, and total amounts received in each year from, each 'disqualified person.' **Do not file this list with your return.** Enter the sum of such amounts for each year   
 (2002) \_\_\_\_\_ (2001) \_\_\_\_\_ (2000) \_\_\_\_\_ (1999) \_\_\_\_\_

**b** For any amount included in line 17 that was received from each person (other than 'disqualified persons'), prepare a list for your records to show the name of, and amount received for each year, that was more than the larger of (1) the amount on line 25 for the year or (2) \$5,000. (Include in the list organizations described in lines 5 through 11, as well as individuals.) **Do not file this list with your return.** After computing the difference between the amount received and the larger amount described in (1) or (2), enter the sum of these differences (the excess amounts) for each year   
 (2002) \_\_\_\_\_ (2001) \_\_\_\_\_ (2000) \_\_\_\_\_ (1999) \_\_\_\_\_

**c** Add. Amounts from column (e) for lines:   
 15 \_\_\_\_\_ 16 \_\_\_\_\_   
 17 \_\_\_\_\_ 20 \_\_\_\_\_ 21 \_\_\_\_\_ ▶ **27c** \_\_\_\_\_

**d** Add. Line 27a total \_\_\_\_\_ and line 27b total \_\_\_\_\_ ▶ **27d** \_\_\_\_\_

**e** Public support (line 27c total minus line 27d total) ▶ **27e** \_\_\_\_\_

**f** Total support for section 509(a)(2) test. Enter amount from line 23, column (e) ▶ **27f** \_\_\_\_\_

**g** Public support percentage (line 27e (numerator) divided by line 27f (denominator)) ▶ **27g** \_\_\_\_\_ %

**h** Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator)) ▶ **27h** \_\_\_\_\_ %

**28 Unusual Grants:** For an organization described in line 10, 11, or 12 that received any unusual grants during 1999 through 2002, prepare a list for your records to show, for each year, the name of the contributor, the date and amount of the grant, and a brief description of the nature of the grant. **Do not file this list with your return.** Do not include these grants in line 15.

**Part V Private School Questionnaire** (See instructions.)  
 (To be completed ONLY by schools that checked the box on line 6 in Part IV)

		N/A	
		Yes	No
<b>29</b>	Does the organization have a racially nondiscriminatory policy toward students by statement in its charter, bylaws, other governing instrument, or in a resolution of its governing body?		
<b>30</b>	Does the organization include a statement of its racially nondiscriminatory policy toward students in all its brochures, catalogues, and other written communications with the public dealing with student admissions, programs, and scholarships?		
<b>31</b>	Has the organization publicized its racially nondiscriminatory policy through newspaper or broadcast media during the period of solicitation for students, or during the registration period if it has no solicitation program, in a way that makes the policy known to all parts of the general community it serves? If 'Yes,' please describe, if 'No,' please explain (If you need more space, attach a separate statement.) ----- ----- -----		
<b>32</b>	Does the organization maintain the following		
<b>a</b>	Records indicating the racial composition of the student body, faculty, and administrative staff?		
<b>b</b>	Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?		
<b>c</b>	Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?		
<b>d</b>	Copies of all material used by the organization or on its behalf to solicit contributions?  If you answered 'No' to any of the above, please explain. (If you need more space, attach a separate statement.) ----- -----		
<b>33</b>	Does the organization discriminate by race in any way with respect to		
<b>a</b>	Students' rights or privileges?		
<b>b</b>	Admissions policies?		
<b>c</b>	Employment of faculty or administrative staff?		
<b>d</b>	Scholarships or other financial assistance?		
<b>e</b>	Educational policies?		
<b>f</b>	Use of facilities?		
<b>g</b>	Athletic programs?		
<b>h</b>	Other extracurricular activities?  If you answered 'Yes' to any of the above, please explain. (If you need more space, attach a separate statement.) ----- -----		
<b>34a</b>	Does the organization receive any financial aid or assistance from a governmental agency?		
<b>b</b>	Has the organization's right to such aid ever been revoked or suspended? If you answered 'Yes' to either 34a or b, please explain using an attached statement.		
<b>35</b>	Does the organization certify that it has complied with the applicable requirements of sections 4.01 through 4.05 of Rev Proc 75-50, 1975-2 C.B. 587, covering racial nondiscrimination? If 'No,' attach an explanation		

**Part VI-A Lobbying Expenditures by Electing Public Charities** (See instructions.)  
 (To be completed **ONLY** by an eligible organization that filed Form 5768)

N/A

Check **a**  if the organization belongs to an affiliated group Check **b**  if you checked 'a' and 'limited control' provisions apply.

**Limits on Lobbying Expenditures**

(The term 'expenditures' means amounts paid or incurred.)

(a)  
Affiliated group  
totals

(b)  
To be completed  
for ALL electing  
organizations

<b>36</b> Total lobbying expenditures to influence public opinion (grassroots lobbying)	<b>36</b>	
<b>37</b> Total lobbying expenditures to influence a legislative body (direct lobbying)	<b>37</b>	
<b>38</b> Total lobbying expenditures (add lines 36 and 37)	<b>38</b>	
<b>39</b> Other exempt purpose expenditures	<b>39</b>	
<b>40</b> Total exempt purpose expenditures (add lines 38 and 39)	<b>40</b>	
<b>41</b> Lobbying nontaxable amount. Enter the amount from the following table –	<b>41</b>	
<b>If the amount on line 40 is –</b>		
Not over \$500,000		
Over \$500,000 but not over \$1,000,000		
Over \$1,000,000 but not over \$1,500,000		
Over \$1,500,000 but not over \$17,000,000		
Over \$17,000,000		
<b>The lobbying nontaxable amount is –</b>		
20% of the amount on line 40		
\$100,000 plus 15% of the excess over \$500,000		
\$175,000 plus 10% of the excess over \$1,000,000		
\$225,000 plus 5% of the excess over \$1,500,000		
\$1,000,000		
<b>42</b> Grassroots nontaxable amount (enter 25% of line 41)	<b>42</b>	
<b>43</b> Subtract line 42 from line 36 Enter -0- if line 42 is more than line 36	<b>43</b>	
<b>44</b> Subtract line 41 from line 38 Enter -0- if line 41 is more than line 38	<b>44</b>	

**Caution:** If there is an amount on either line 43 or line 44, you must file Form 4720

**4-Year Averaging Period Under Section 501(h)**

(Some organizations that made a section 501(h) election do not have to complete all of the five columns below.  
 See the instructions for lines 45 through 50)

Calendar year (or fiscal year beginning in) ▶	Lobbying Expenditures During 4-Year Averaging Period				
	(a) 2003	(b) 2002	(c) 2001	(d) 2000	(e) Total
<b>45</b> Lobbying nontaxable amount					
<b>46</b> Lobbying ceiling amount (150% of line 45(e))					
<b>47</b> Total lobbying expenditures					
<b>48</b> Grassroots non-taxable amount					
<b>49</b> Grassroots ceiling amount (150% of line 48(e))					
<b>50</b> Grassroots lobbying expenditures					

**Part VI-B Lobbying Activity by Nonelecting Public Charities** (See instructions.)  
 (For reporting only by organizations that did not complete Part VI-A)

During the year, did the organization attempt to influence national, state or local legislation, including any attempt to influence public opinion on a legislative matter or referendum, through the use of

- a** Volunteers
- b** Paid staff or management (Include compensation in expenses reported on lines **c** through **h**.)
- c** Media advertisements
- d** Mailings to members, legislators, or the public
- e** Publications, or published or broadcast statements
- f** Grants to other organizations for lobbying purposes
- g** Direct contact with legislators, their staffs, government officials, or a legislative body
- h** Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means
- i** Total lobbying expenditures (add lines **c** through **h**.)

Yes	No	Amount
	X	
	X	
	X	
	X	
	X	
	X	
	X	
	X	
		0.

If 'Yes' to any of the above, also attach a statement giving a detailed description of the lobbying activities.



Client UMF

University of Montana Foundation

81-0362989

12/30/04

11:27AM

**Statement 1**  
**Form 990, Part I, Line 7**  
**Other Investment Income**

Investments &amp; Trusts

Total \$ 7,289,317.  
\$ 7,289,317.

**Statement 2**  
**Form 990, Part I, Line 20**  
**Other Changes in Net Assets or Fund Balances**

Reclass net asset prior year

Total \$ -334,405.  
\$ -334,405.

**Statement 3**  
**Form 990, Part IV, Line 55b**  
**Investments - Land, Buildings, and Equipment**

Category	Basis	Accum. Deprec.	Book Value
Land	\$ 2,254,951.		\$ 2,254,951.
Total	<u>\$ 2,254,951.</u>	\$ 0.	<u>\$ 2,254,951.</u>

**Statement 4**  
**Form 990, Part IV, Line 57**  
**Land, Buildings, and Equipment**

Category	Basis	Accum. Deprec.	Book Value
Furniture and Fixtures	\$ 4,216,203.	\$ 895,566.	\$ 3,320,637.
Total	<u>\$ 4,216,203.</u>	<u>\$ 895,566.</u>	<u>\$ 3,320,637.</u>

**Statement 5**  
**Form 990, Part IV, Line 58**  
**Other Assets**

1.

Total \$ 414,789.  
\$ 414,789.

**Statement 6**  
**Form 990, Part IV, Line 65**  
**Other Liabilities**

Other Liabilities

Total \$ 10,266,991.  
\$ 10,266,991.

			This Year	Last Year
<b>Column: B</b>				
601	511 Contracted Services	Fund Group: E	119,328.00	37,348.50
601	511 Contracted Services	Fund Group: S	163,070.36	222,521.36
651	511 Contracted Services	Fund Group: S	2,500.00	150.00
601	512 Honorariums	Fund Group: E	1,880.00	3,000.00
601	512 Honorariums	Fund Group: Q	2,600.00	4,000.00
601	512 Honorariums	Fund Group: S	47,715.00	6,514.00
601	532 Advertising and	Fund Group: E	10,570.08	7,742.65
601	532 Advertising and	Fund Group: Q	2,150.72	4,439.40
601	532 Advertising and	Fund Group: S	80,618.06	83,465.13
601	543 Dues and Publications	Fund Group: E	8,518.29	8,515.72
601	543 Dues and Publications	Fund Group: S	15,179.98	10,149.90
601	546 Gift-In-Kind Expense	Fund Group: E	48,288.00	7,001.00
601	546 Gift-In-Kind Expense	Fund Group: S	107,189.43	549,161.12
601	553 Insurance	Fund Group: S	4,211.04	2,090.70
601	554 Instructional	Fund Group: E	64,438.53	124,121.49
601	554 Instructional	Fund Group: Q	11,762.42	5,079.39
601	554 Instructional	Fund Group: S	118,367.13	10,582.22
601	561 Licenses and Taxes	Fund Group: E	500.00	323,049.76
601	561 Licenses and Taxes	Fund Group: S	465.00	150.00
601	565 Miscellaneous Expense	Fund Group: S	5,688.20	38,307.78
601	569 Payment to	Fund Group: C	221,452.21	37,717.60
601	569 Payment to	Fund Group: E	297,550.55	525,453.86
601	569 Payment to	Fund Group: S	27,751.14	8,724.58
601	575 Professional and	Fund Group: E	9,991.20	30,908.96
601	576 Software/Acquisition,	Fund Group: S	5,705.59	20,797.88
601	582 Special Events	Fund Group: S	14,369.77	19,727.33
601	590 Uncollectable Pledges	Fund Group: I	173.30	1,150.41
<b>Total Column: B</b>			<b>1,392,034.00</b>	<b>2,091,870.74</b>
<b>Column: D</b>				
671	511 Contracted Services	Fund Group: C	89,285.15	135,663.15
671	532 Advertising and	Fund Group: C	11,486.08	8,296.95
671	543 Dues and Publications	Fund Group: C	6,763.34	1,673.68
671	546 Gift-In-Kind Expense	Fund Group: C	26,670.50	25,606.66
671	549 Graphics	Fund Group: C	6,962.00	10,903.75
671	561 Licenses and Taxes	Fund Group: C	28,112.46	86.75
671	576 Software/Acquisition,	Fund Group: C	10,882.00	9,977.50
671	582 Special Events	Fund Group: C	19,451.47	17,656.85
<b>Total Column: D</b>			<b>175,623.00</b>	<b>209,865.29</b>
<b>Total Column: A</b>			<b>1,567,657.00</b>	<b>1,781,625.00</b>

Filed on 11/3/2004

### Application for Extension of Time To File an Exempt Organization Return

OMB No 1545-1709

► File a separate application for each return

- If you are filing for an **Automatic 3-Month Extension**, complete only **Part I** and check this box
- If you are filing for an **Additional (not automatic) 3-Month Extension**, complete only **Part II** (on page 2 of this form).

**Note: Do not complete Part II unless you have already been granted an automatic 3-month extension on a previously filed Form 8868.**

**Part I Automatic 3-Month Extension of Time**—Only submit original (no copies needed)  
**Note: Form 990-T corporations** requesting an automatic 6-month extension—check this box and complete Part I only   
 All other corporations (including Form 990-C filers) must use Form 7004 to request an extension of time to file income tax returns. Partnerships, REMICs and trusts must use Form 8736 to request an extension of time to file Form 1065, 1066, or 1041.

<b>Type or print</b> <small>File by the due date for filing your return See instructions</small>	Name of Exempt Organization		<b>Employer identification number</b>	
	The University of Montana Foundation		81	0362989
	Number, street, and room or suite no If a P O box, see instructions.			
	600 Connell Street - East Wing Brantly Hall			
City, town or post office, state, and ZIP code For a foreign address, see instructions				
Missoula, Montana 59801				

**Check type of return to be filed** (file a separate application for each return):

- |                                              |                                                                  |                                    |
|----------------------------------------------|------------------------------------------------------------------|------------------------------------|
| <input checked="" type="checkbox"/> Form 990 | <input type="checkbox"/> Form 990-T (corporation)                | <input type="checkbox"/> Form 4720 |
| <input type="checkbox"/> Form 990-BL         | <input type="checkbox"/> Form 990-T (sec 401(a) or 408(a) trust) | <input type="checkbox"/> Form 5227 |
| <input type="checkbox"/> Form 990-EZ         | <input type="checkbox"/> Form 990-T (trust other than above)     | <input type="checkbox"/> Form 6069 |
| <input type="checkbox"/> Form 990-PF         | <input type="checkbox"/> Form 1041-A                             | <input type="checkbox"/> Form 8870 |

- If the organization does **not** have an office or place of business in the United States, check this box
- If this is for a **Group Return**, enter the organization's four digit Group Exemption Number (GEN) \_\_\_\_\_ If this is for the **whole** group, check this box  If it is for part of the group, check this box  and attach a list with the names and EINs of all members the extension will cover.

**1** I request an automatic 3-month (6-month, for **990-T corporation**) extension of time until February 15, 2005, to file the exempt organization return for the organization named above. The extension is for the organization's return for  
 ►  calendar year 2003 or  
 ►  tax year beginning July 1, 2003 20  , and ending June 30, 2004 20  

**2** If this tax year is for less than 12 months, check reason.  Initial return  Final return  Change in accounting period

**3a** If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions \$ \_\_\_\_\_

**b** If this application is for Form 990-PF or 990-T, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit \$ \_\_\_\_\_

**c Balance Due.** Subtract line 3b from line 3a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions \$ \_\_\_\_\_

#### Signature and Verification

Under penalties of perjury, I declare that I have examined this form, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete, and that I am authorized to prepare this form

Signature ► Karen Sette Title ► Air. of Accounting Date ► 11/3/2004