

Return of Organization Exempt from Income Tax

2004

Open to Public Inspection

Department of the Treasury Internal Revenue Service

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

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

A For the 2004 calendar year, or tax year beginning 7/01, 2004, and ending 6/30, 2005

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

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 [X] Accrual

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

- H (a) Is this a group return for affiliates? [] Yes [X] No
H (b) If Yes, enter number of affiliates
H (c) Are all affiliates included? [] Yes [] No
H (d) Is this a separate return filed by an organization covered by a group ruling? [] Yes [X] No
I Group Exemption Number
M Check [X] if the organization is not required to attach Schedule B (Form 990, 990-EZ, or 990-PF)

G Web site: N/A

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

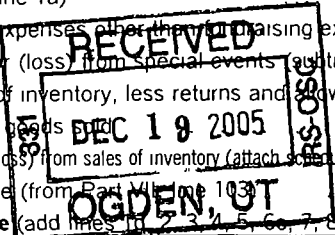
K Check here [] if the organization's gross receipts are normally not more than \$25,000. The organization need not file a return with the IRS, but if the organization received a Form 990 Package in the mail, it should file a return without financial data. Some states require a complete return.

L Gross receipts Add lines 6b, 8b, 9b, and 10b to line 12: 21,840,100.

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

SCANNED JAN 09 2006

Table with columns for line number, description, and amount. Includes rows for Contributions (1), Program service revenue (2), Membership dues (3), Interest on savings (4), Dividends (5), Gross rents (6a-6c), Other investment income (7), Special events (9), Gross sales of inventory (10a-10c), Total revenue (12), Program services (13), Management and general (14), Fundraising (15), Payments to affiliates (16), Total expenses (17), Excess or deficit (18), Net assets at beginning (19), Other changes (20), Net assets at end of year (21).



1

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 \$ 6770220. non-cash \$)	6,770,220.	6,770,220.		
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	1,770,925.		343,315.	1,427,610.
27	Pension plan contributions	151,973.		30,161.	121,812.
28	Other employee benefits	139,441.		34,744.	104,697.
29	Payroll taxes	145,970.		27,786.	118,184.
30	Professional fundraising fees				
31	Accounting fees	37,992.		30,925.	7,067.
32	Legal fees	9,476.		9,476.	
33	Supplies	308,285.	245,945.	51,783.	10,557.
34	Telephone	59,896.	11,160.	11,855.	36,881.
35	Postage and shipping	47,942.	12,062.	11,042.	24,838.
36	Occupancy				
37	Equipment rental and maintenance	78,507.	68,126.	8,753.	1,628.
38	Printing and publications	177,326.	117,592.	12,359.	47,375.
39	Travel	733,648.	665,214.	13,302.	55,132.
40	Conferences, conventions, and meetings	69,240.	54,803.	5,623.	8,814.
41	Interest	24,459.	24,459.		
42	Depreciation, depletion, etc (attach schedule)	88,530.		88,530.	
43	Other expenses not covered above (itemize)				
a 0	-----	43a 1,370,699.	1,201,894.		168,805.
b	-----	43b			
c	-----	43c			
d	-----	43d			
e	-----	43e			
44	Total functional expenses (add lines 22-43) Organizations completing columns (B) - (D), carry these totals to lines 13 - 15	44 11,984,529.	9,171,475.	679,654.	2,133,400.

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? ▶	Program Service Expenses (Required for 501(c)(3) and (4) organizations and 4947(a)(1) trusts, but optional for others)
a To provide academic and institutional support for University of Montana programs, projects, and facilities. (Grants and allocations \$)	6,770,220.
b To provide scholarships and awards to the University of Montana students. (Grants and allocations \$)	2,401,255.
c ----- (Grants and allocations \$)	
d ----- (Grants and allocations \$)	
e Other program services (Grants and allocations \$)	
f Total of Program Service Expenses (should equal line 44, column (B), Program services) ▶	9,171,475.

Part IV Balance Sheets (See Instructions)

Note: Where required, attached schedules and amounts within the description column should be for end-of-year amounts only

		(A) Beginning of year		(B) End of year	
ASSETS	45 Cash – non-interest-bearing	500.	45	500.	
	46 Savings and temporary cash investments	10,070,410.	46	17,842,355.	
	47a Accounts receivable				
	b Less allowance for doubtful accounts		47c		
	48a Pledges receivable	14,922,871.			
	b Less allowance for doubtful accounts		48c	14,922,871.	
	49 Grants receivable		49		
	50 Receivables from officers, directors, trustees, and key employees (attach schedule)		50		
	51a Other notes & loans receivable (attach sch)	312,694.			
	b Less allowance for doubtful accounts		51c	312,694.	
	52 Inventories for sale or use		52		
	53 Prepaid expenses and deferred charges		53		
	54 Investments – securities (attach schedule)	<input type="checkbox"/> Cost <input checked="" type="checkbox"/> FMV	100,514,663.	54	109,305,545.
	55a Investments – land, buildings, & equipment basis	1,546,766.			
	b Less accumulated depreciation (attach schedule) Statement 3		55c	1,546,766.	
56 Investments – other (attach schedule)		56			
57a Land, buildings, and equipment basis	4,254,856.				
b Less accumulated depreciation (attach schedule) Statement 4		57c	3,250,177.		
58 Other assets (describe ▶ See Statement 5)		414,789.	58	401,203.	
59 Total assets (add lines 45 through 58) (must equal line 74)		130,272,038.	59	147,582,111.	
LIABILITIES	60 Accounts payable and accrued expenses	169,445.	60	602,805.	
	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)	508,557.	64b	458,053.	
	65 Other liabilities (describe ▶ See Statement 6)	10,266,991.	65	19,123,149.	
66 Total liabilities (add lines 60 through 65)	10,944,993.	66	20,184,007.		
NET ASSETS OR FUND BALANCES	Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74				
	67 Unrestricted	5,670,324.	67	6,092,985.	
	68 Temporarily restricted	43,059,182.	68	51,850,717.	
	69 Permanently restricted	70,597,539.	69	69,454,402.	
	Organizations that do not follow SFAS 117, check here <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 Total net assets or fund balances (add lines 67 through 69 or lines 70 through 72, column (A) must equal line 19, column (B) must equal line 21)	119,327,045.	73	127,398,104.	
	74 Total liabilities and net assets/fund balances (add lines 66 and 73)	130,272,038.	74	147,582,111.	

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

a	Total revenue, gains, and other support per audited financial statements	a	25,325,744.
b	Amounts included on line a but not on line 12, Form 990	b	
(1)	Net unrealized gains on investments \$ 3,485,644.		
(2)	Donated services and use of facilities \$		
(3)	Recoveries of prior year grants \$		
(4)	Other (specify)		
	----- \$	b	3,485,644.
c	Line a minus line b	c	21,840,100.
d	Amounts included on line 12, Form 990 but not on line a :	d	
(1)	Investment expenses not included on line 6b, Form 990 \$		
(2)	Other (specify)		
	----- \$	d	
e	Total revenue per line 12, Form 990 (line c plus line d)	e	21,840,100.

a	Total expenses and losses per audited financial statements	a	11,984,529.
b	Amounts included on line a but not on line 17, Form 990	b	
(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	
c	Line a minus line b	c	11,984,529.
d	Amounts included on line 17, Form 990 but not on line a :	d	
(1)	Investment expenses not included on line 6b, Form 990 \$		
(2)	Other (specify)		
	----- \$	d	
e	Total expenses per line 17, Form 990 (line c plus line d)	e	11,984,529.

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 ----- Missoula, MT 59801	Vice Chair 2	0.	0.	0.
Jan Carter ----- Great Falls, MT 59403	Treasurer 1	0.	0.	0.
John Olson ----- Sidney, MT 59270	Chairman 2	0.	0.	0.
Gary Chumrau ----- 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	If 'Yes,' has it filed a tax return on Form 990-T 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	Enter direct and indirect political expenditures. See line 81 instructions. <input type="checkbox"/> exempt or <input type="checkbox"/> nonexempt	81a	0.
81b	Did the organization file Form 1120-POL 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	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	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	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. Were substantially all dues nondeductible by members?		N/A
85b	Did the organization make only in-house lobbying expenditures of \$2,000 or less?		N/A
85c	Dues, assessments, and similar amounts from members	85c	N/A
85d	Section 162(e) lobbying and political expenditures	85d	N/A
85e	Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices	85e	N/A
85f	Taxable amount of lobbying and political expenditures (line 85d less 85e)	85f	N/A
85g	Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?		N/A
85h	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	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	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	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: None		
90b	Number of employees employed in the pay period that includes March 12, 2004. (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 Form 1041 - Check here 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					278,000.
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					702,121.
96 Dividends & interest from securities					2,049,952.
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					-257,303.
100 Gain or (loss) from sales of assets other than inventory					92,842.
101 Net income or (loss) from special events					
102 Gross profit or (loss) from sales of inventory					
103 Other revenue					
a					
b Misc. campus revenue					655,680.
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))					3,521,292.
105 Total (add line 104, columns (B), (D), and (E))					3,521,292.

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)

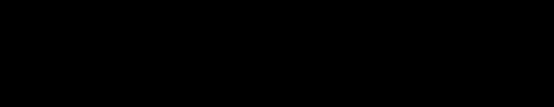
(A) Name, address, and EIN of corporation, partnership, or disregarded entity	(B) Percentage of ownership interest	(C) Nature of activities	(D) Total income	(E) End-of-year assets
N/A				

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)

Please  Date 12/12/2005

 Secretary

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

2004

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
Laura Brehm 600 Connell Street/Brantly	President 60 hours	134,000.	14,740.	0.
Jane Ratzlaff 600 Connell Street/Brantly	VP Fundraising 60 hours	87,086.	13,666.	0.
Ted Delaney 600 Connell Street/Brantly	VP Operations 60 hours	76,500.	12,502.	0.
John Scibek 600 Connell Street/Brantly	Dir. of P. Give 60 Hours	79,000.	12,777.	0.
Dorcie Dvarishkis 600 Connell/Brantly	VP Development 60 Hours	72,100.	12,018.	0.
Total number of other employees paid over \$50,000	▶ 11			

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
None		
Total number of others receiving over \$50,000 for professional services	▶ 0	

Part III Statements About Activities (See instructions)		Yes	No
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 ▶ \$ 2,500. (Must equal amounts on line 38, Part VI-A, or line i of Part VI-B) 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.	X	
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?		X
b	Lending of money or other extension of credit?		X
c	Furnishing of goods, services, or facilities?		X
d	Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)?		X
e	Transfer of any part of its income or assets?		X
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.)		X
b	Do you have a section 403(b) annuity plan for your employees?	X	
4a	Did you maintain any separate account for participating donors where donors have the right to provide advice on the use or distribution of funds?		X
b	Do you provide credit counseling, debt management, credit repair, or debt negotiation services?		X

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) 2003	(b) 2002	(c) 2001	(d) 2000	(e) Total
15 Gifts, grants, and contributions received (Do not include unusual grants. See line 28.)	13,018,268.	18,343,392.	10,600,992.	17,685,201.	59,647,853.
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	2,406,265.	2,042,537.	2,463,816.	2,307,278.	9,219,896.
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	15,424,533.	20,385,929.	13,064,808.	19,992,479.	68,867,749.
24 Line 23 minus line 17	15,424,533.	20,385,929.	13,064,808.	19,992,479.	68,867,749.
25 Enter 1% of line 23	154,245.	203,859.	130,648.	199,925.	
26 Organizations described on lines 10 or 11:	<p>a Enter 2% of amount in column (e), line 24</p> <p>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 2000 through 2003 exceeded the amount shown in line 26a. Do not file this list with your return. Enter the total of all these excess amounts.</p> <p>c Total support for section 509(a)(1) test. Enter line 24, column (e).</p> <p>d Add: Amounts from column (e) for lines 18, 19, 20, 21, 22</p> <p>e Public support (line 26c minus line 26d total).</p> <p>f Public support percentage (line 26e (numerator) divided by line 26c (denominator)).</p>				<p>26a 1,377,355.</p> <p>26b 3,777,825.</p> <p>26c 68,867,749.</p> <p>26d 12,997,721.</p> <p>26e 55,870,028.</p> <p>26f 81.13 %</p>
27 Organizations described on line 12: N/A	<p>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.</p> <p>(2003) _____ (2002) _____ (2001) _____ (2000) _____</p> <p>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.</p> <p>(2003) _____ (2002) _____ (2001) _____ (2000) _____</p> <p>c Add: Amounts from column (e) for lines 15, 16, 17, 18, 19, 20, 21</p> <p>d Add: Line 27a total and line 27b total</p> <p>e Public support (line 27c total minus line 27d total).</p> <p>f Total support for section 509(a)(2) test. Enter amount from line 23, column (e).</p> <p>g Public support percentage (line 27e (numerator) divided by line 27f (denominator)).</p> <p>h Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator)).</p>				<p>27c _____</p> <p>27d _____</p> <p>27e _____</p> <p>27f _____</p> <p>27g _____ %</p> <p>27h _____ %</p>
28 Unusual Grants: For an organization described in line 10, 11, or 12 that received any unusual grants during 2000 through 2003, 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
29 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?		
30 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?		
31 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)		
32 Does the organization maintain the following		
a Records indicating the racial composition of the student body, faculty, and administrative staff?		
b Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?		
c Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?		
d 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)		
33 Does the organization discriminate by race in any way with respect to		
a Students' rights or privileges?		
b Admissions policies?		
c Employment of faculty or administrative staff?		
d Scholarships or other financial assistance?		
e Educational policies?		
f Use of facilities?		
g Athletic programs?		
h Other extracurricular activities?		
If you answered 'Yes' to any of the above, please explain (If you need more space, attach a separate statement)		
34a Does the organization receive any financial aid or assistance from a governmental agency?		
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		
35 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
36 Total lobbying expenditures to influence public opinion (grassroots lobbying)	36		
37 Total lobbying expenditures to influence a legislative body (direct lobbying)	37		
38 Total lobbying expenditures (add lines 36 and 37)	38		
39 Other exempt purpose expenditures	39		
40 Total exempt purpose expenditures (add lines 38 and 39)	40		
41 Lobbying nontaxable amount Enter the amount from the following table – If the amount on line 40 is – 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 The lobbying nontaxable amount is – 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	41		
42 Grassroots nontaxable amount (enter 25% of line 41)	42		
43 Subtract line 42 from line 36 Enter -0- if line 42 is more than line 36	43		
44 Subtract line 41 from line 38 Enter -0- if line 41 is more than line 38	44		
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) 2004	(b) 2003	(c) 2002	(d) 2001	(e) Total
45 Lobbying nontaxable amount					
46 Lobbying ceiling amount (150% of line 45(e))					
47 Total lobbying expenditures					
48 Grassroots non-taxable amount					
49 Grassroots ceiling amount (150% of line 48(e))					
50 Grassroots lobbying expenditures					

Part VI-B Lobbying Activity by Nonelecting Public Charities

(For reporting only by organizations that did not complete Part VI-A) (See instructions)

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		2,500.
	X	
	X	
		2,500.

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

See Statement 7

Client UMF

University of Montana Foundation

81-0362989

12/12/05

08 46AM

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

Sale of Camelot Apartment		\$	-257,303.
	Total	\$	<u>-257,303.</u>

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

Net Unrealized Gain		\$	3,485,644.
Payment to Ben. & chg in Lia. to Beneficiaries			-321,927.
Reclass Bonhomme Estate Assets			-4,948,229.
	Total	\$	<u>-1,784,512.</u>

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

Category	Basis	Accum. Deprec.	Book Value
Land	\$ 1,546,766.		\$ 1,546,766.
	Total	\$ 0.	\$ 1,546,766.

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

Category	Basis	Accum. Deprec.	Book Value
Furniture and Fixtures	\$ 4,254,856.	\$ 1,004,679.	\$ 3,250,177.
	Total	\$ 1,004,679.	\$ 3,250,177.

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

Insurance cash values&Gift in Kinds		\$	401,203.
	Total	\$	<u>401,203.</u>

Client UMF

University of Montana Foundation

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

Liabilities to external beneficiaries

Total \$ 19,123,149.
\$ 19,123,149.

Statement 7
Schedule A, Part VI-B, Line i
Descriptions of the Lobbying Activities

Help fund lobbying effort to encourage endowed gifts in support of The University of Montana.

Client UMF

University of Montana Foundation

81-0362989

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Other Income Producing Activities
Gain (loss) from asset sales-non inventory. [0]

Sales of stock/Gain & Losses and Realized Pooled Investment Gain and Losses	\$	0.
		92,842.
Total	\$	<u>92,842.</u>

Other Revenue
Related or exempt function income
Misc. campus revenue

Miscellaneous revenue deposited from campus departments	\$	655,680.
Total	\$	<u>655,680.</u>

Balance Sheet
Securities (Form 990) [0]

Pooled Inv. & Non Pooled Inv. Market Value	\$	109,305,545.
Total	\$	<u>109,305,545.</u>

Stmts About Activities (Sch A)
Amount of total expenses paid or incurred in connection with such legislative activities [0]

Lobbying efforts to encourage gift support	\$	2,500.
Total	\$	<u>2,500.</u>

Lobbying Expenditures (Sch A)
Amount of above

Lobbying expense to encourage endowed gifts in support of The University of MT.	\$	2,500.
		0.
Total	\$	<u>2,500.</u>

Client UMF

University of Montana Foundation

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	2004	2003	Diff
REVENUE			
Contributions, gifts, and grants	18,318,808	13,018,268	5,300,540
Program service revenue	278,000	277,999	1
Interest on savings/temp cash invest	702,121	549,191	152,930
Dividends & interest from securities	2,049,952	1,857,074	192,878
Other investment income	-257,303	7,289,317	-7,546,620
Net gain (loss) - noninv. assets/disp	92,842	-36,139	128,981
Other revenue	655,680	504,845	150,835
Total revenue	21,840,100	23,460,555	-1,620,455
EXPENSES			
Program services	9,171,475	8,298,485	872,990
Management and general	679,654	678,055	1,599
Fundraising	2,133,400	1,850,450	282,950
Total expenses	11,984,529	10,826,990	1,157,539
NET ASSETS OR FUND BALANCES			
Excess or (deficit) for the year	9,855,571	12,633,565	-2,777,994
Net assets/fund bal. at beg. of year	119,327,045	107,027,885	12,299,160
Other changes in net assets/fund bal	-1,784,512	-334,405	-1,450,107
Net assets/fund bal. at end of year	127,398,104	119,327,045	8,071,059

Client UMF

University of Montana Foundation

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Excess Contributors
Schedule A, Part IV-A, Line 26b

Contributor	2003	2002	2001	2000	Total
Excess	\$ 0.	\$ 549,603.	\$ 3178292.	\$ 1427285.	\$ 5,155,180.
				Total	\$ 5,155,180.
				Line 26a x 1 (# of contributors)	-1,377,355.
				Excess Contributions	<u>\$ 3,777,825.</u>

			This Year	Last Year
Column: B				
601	511 Contracted Services	Fund Group: E	42,305.25	19,328.00
601	511 Contracted Services	Fund Group: S	223,866.40	163,070.36
651	511 Contracted Services	Fund Group: S	97,627.64	2,500.00
601	512 Honorariums	Fund Group: E	3,120.00	1,880.00
601	512 Honorariums	Fund Group: Q	2,200.00	2,600.00
601	512 Honorariums	Fund Group: S	27,214.70	47,715.00
601	525 Contributions	Fund Group: S	13,373.06	2,500.00
601	532 Advertising and	Fund Group: E	6,542.05	10,570.08
601	532 Advertising and	Fund Group: Q	2,009.02	2,150.72
601	532 Advertising and	Fund Group: S	67,145.90	80,618.06
601	543 Dues and Publications	Fund Group: E	4,007.71	6,518.29
601	543 Dues and Publications	Fund Group: Q	685.00	395.00
601	543 Dues and Publications	Fund Group: S	24,170.20	15,179.98
601	546 Gift-In-Kind Expense	Fund Group: E	63.00	48,288.00
601	546 Gift-In-Kind Expense	Fund Group: S	254,300.34	107,189.43
601	553 Insurance	Fund Group: S	168.23	4,211.04
601	554 Instructional	Fund Group: E	31,603.71	64,438.53
601	554 Instructional	Fund Group: Q	956.41	11,762.42
601	554 Instructional	Fund Group: S	7,048.20	31,558.70
651	554 Instructional	Fund Group: S	3,756.19	5,465.88
601	565 Miscellaneous Expense	Fund Group: Q	1,000.00	1,258.00
601	565 Miscellaneous Expense	Fund Group: S	10,327.27	5,688.20
601	569 Payment to	Fund Group: C	-853.00	8,766.15
601	569 Payment to	Fund Group: E	299,581.09	297,550.55
601	569 Payment to	Fund Group: S	3,651.95	27,751.14
601	575 Professional and	Fund Group: E	20,187.43	9,991.20
601	575 Professional and	Fund Group: Q	9,034.00	3,553.50
601	576 Software/Acquisition,	Fund Group: S	6,915.90	5,705.59
601	582 Special Events	Fund Group: S	24,618.65	14,369.77
601	590 Uncollectable Pledges	Fund Group: E	9,572.00	7,700.31
601	590 Uncollectable Pledges	Fund Group: I	17.70	173.30
601	590 Uncollectable Pledges	Fund Group: S	5,678.00	11,132.00
Total Column: B			1,201,894.00	1,023,579.20

Column: D

671	511 Contracted Services	Fund Group C	55,547.52	89,285.15
671	532 Advertising and	Fund Group: C	20,187.83	11,510.90
671	532 Advertising and	Fund Group: E	36,524.24	10.35
671	532 Advertising and	Fund Group: S	1,474.66	2,728.65
671	543 Dues and Publications	Fund Group: C	5,274.90	6,763.54
671	546 Gift-In-Kind Expense	Fund Group: C	18,852.36	26,670.50
671	549 Graphics	Fund Group: C	10,493.50	6,962.00
671	561 Licenses and Taxes	Fund Group: C	194.04	-106.70
671	576 Software/Acquisition,	Fund Group: C	34.99	10,882.00
671	592 Special Events	Fund Group: C	20,220.96	19,451.47
Total Column: D			168,805.00	174,157.66
Total Column: A			1,370,699.00	3,107,913.56

Application for Extension of Time To File an Exempt Organization Return

▶ 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.

Type or print	Name of Exempt Organization The University of Montana Foundation	Employer identification number 81 : 0362989
File by the due date for filing your return. See instructions	Number, street, and room or suite no. If a P.O. box, see instructions 600 Connell Street/P.O. Box 7159	
	City, town or post office, state, and ZIP code. For a foreign address, see instructions Missoula, MT. 59807-7159	

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, 2006 to file the exempt organization return for the organization named above. The extension is for the organization's return for
 ▶ calendar year 20__ or
 ▶ tax year beginning July 1, 2004, 20__, and ending June 30, 2005, 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 LITTLE Title ▶ Director of Accounting Date ▶ 11-02-2005