

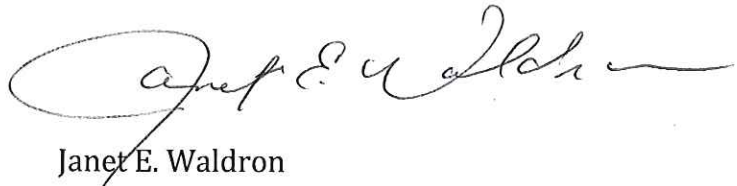


May 28, 2014

TO: Municipal Securities Rulemaking Board

This filing is intended to provide updated detail to the recent May 13, 2014 disclosure. The enclosed Continuing Disclosure Material Events is being filed by the Board of Regents of the University of North Texas System in compliance with its respective contractual undertaking to provide annual reports of financial information and operating data, as required by Rule 15c2-12 of the Securities and Exchange Commission, regarding its obligations issued since September 1, 2003, with CUSIP Prefix No. 914729, 91472P, and 91472Q. (see following page(s))

BOARD OF REGENTS OF  
UNIVERSITY OF NORTH TEXAS SYSTEM



Janet E. Waldron  
Vice Chancellor for Finance

Enclosure

DESCRIPTION OF ISSUES COVERED BY THIS REPORT

Revenue Financing System Refunding Bonds, Series 2003A

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
4/15/2015	\$ 1,810,000	914729FU7
4/15/2016	2,130,000	914729FV5
4/15/2017	2,245,000	914729FW3
	<u>\$ 6,185,000</u>	

Revenue Financing System Refunding and Improvement Bonds, Series 2005

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
4/15/2015	5,190,000	914729HS0
4/15/2016	4,170,000	914729HT8
4/15/2017	4,390,000	914729HU5
4/15/2018	4,610,000	914729HV3
4/15/2019	4,850,000	914729HW1
4/15/2020	2,285,000	914729HX9
4/15/2021	2,400,000	914729HY7
4/15/2022	2,510,000	914729HZ4
4/15/2023	2,635,000	914729JA7
4/15/2024	2,770,000	914729JB5
4/15/2025	2,890,000	914729JC3
	<u>\$ 38,700,000</u>	

Revenue Financing System Bonds, Series 2007

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
4/15/2015	1,300,000	914729JL3
4/15/2016	1,355,000	914729JM1
4/15/2017	1,420,000	914729JN9
4/15/2018	1,470,000	914729JP4
4/15/2019	1,535,000	914729JQ2
4/15/2020	1,615,000	914729JR0
4/15/2021	1,680,000	914729JS8
4/15/2022	1,760,000	914729JT6
4/15/2023	1,850,000	914729JU3
4/15/2024	1,945,000	914729JV1
4/15/2026	4,185,000	914729JW9
4/15/2031	12,435,000	914729JX7
4/15/2036	15,710,000	914729JZ2
	<u>\$ 48,260,000</u>	

Revenue Financing System Bonds, Series 2009

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
4/15/2015	1,510,000	914729KJ6
4/15/2016	1,555,000	914729KK3
4/15/2017	1,635,000	914729KL1
4/15/2018	1,685,000	914729KM9
4/15/2019	1,745,000	914729KN7
4/15/2020	1,835,000	914729KP2
4/15/2021	1,930,000	914729KQ0
4/15/2022	2,035,000	914729KR8
4/15/2023	2,140,000	914729KS6
4/15/2024	2,255,000	914729KT4
4/15/2025	2,370,000	914729KU1
4/15/2026	2,495,000	914729KV9
4/15/2027	2,620,000	914729KW7
4/15/2028	2,750,000	914729KX5
	<u>\$ 28,560,000</u>	

Revenue Financing System Bonds, Series 2009A

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
4/15/2015	4,160,000	914729LD8
4/15/2016	4,375,000	914729LE6
4/15/2017	4,585,000	914729LF3
4/15/2018	4,815,000	914729LG1
4/15/2019	5,055,000	914729LH9
4/15/2020	5,305,000	914729LJ5
4/15/2021	5,570,000	914729LK2
4/15/2022	5,855,000	914729LL0
4/15/2023	6,145,000	914729LM8
4/15/2024	6,450,000	914729LN6
4/15/2025	6,775,000	914729LP1
4/15/2026	7,115,000	914729LQ9
4/15/2027	7,475,000	914729LR7
4/15/2028	7,850,000	914729LS5
4/15/2029	8,240,000	914729LT3
4/15/2032	10,830,000	914729LU0
4/15/2035	12,545,000	914729LV8
4/15/2040	25,440,000	914729LW6
	<u>\$ 138,585,000</u>	

Revenue Financing System Refunding Bonds, Series 2009B

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
4/15/2015	2,005,000	914729MC9
4/15/2016	2,090,000	914729MD7
4/15/2017	2,175,000	914729ME5
4/15/2018	2,265,000	914729MF2
4/15/2019	2,350,000	914729MG0
	<u>\$ 10,885,000</u>	

Revenue Financing System Refunding Bonds, Series 2010

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
4/15/2015	3,660,000	914729ML9
4/15/2016	3,855,000	914729MM7
4/15/2017	4,045,000	914729MN5
4/15/2018	4,200,000	914729MP0
4/15/2019	4,420,000	914729MQ8
4/15/2020	6,880,000	914729MR6
4/15/2021	7,160,000	914729MS4
4/15/2022	7,520,000	914729MT2
4/15/2023	2,490,000	914729MU9
4/15/2024	2,620,000	914729MV7
	<u>\$ 46,850,000</u>	

Revenue Financing System Bonds, Series 2012A

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
4/15/2015	3,580,000	914729MY1
4/15/2016	3,765,000	914729MZ8
4/15/2017	3,940,000	914729NA2
4/15/2018	1,000,000	914729NV6
4/15/2018	3,145,000	914729NB0
4/15/2019	4,330,000	914729NC8
4/15/2020	4,505,000	914729ND6
4/15/2021	4,730,000	914729NE4
4/15/2022	410,000	914729NF1
4/15/2022	4,555,000	914729NU8
4/15/2023	2,560,000	914729NG9
4/15/2024	2,685,000	914729NH7
4/15/2025	2,815,000	914729NJ3
4/15/2026	2,945,000	914729NK0
4/15/2027	3,095,000	914729NL8
4/15/2028	3,245,000	914729NM6
4/15/2029	3,410,000	914729NN4
4/15/2030	3,585,000	914729NP9

Revenue Financing System Bonds, Series 2012A (continued)

4/15/2031	3,760,000	914729NQ7
4/15/2032	3,945,000	914729NR5
4/15/2033	1,605,000	914729NS3
4/15/2034	1,690,000	914729NT1
	<u>\$ 69,300,000</u>	

Revenue Financing System Bonds, Taxable Series 2012B

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
4/15/2015	180,000	914729NY0
4/15/2016	175,000	914729NZ7
4/15/2017	180,000	914729PA0
4/15/2018	185,000	914729PB8
4/15/2019	190,000	914729PC6
4/15/2020	195,000	914729PD4
4/15/2021	200,000	914729PE2
4/15/2022	205,000	914729PF9
4/15/2023	210,000	914729PG7
4/15/2028	1,160,000	914729PH5
4/15/2034	1,710,000	914729PJ1
	<u>\$ 4,590,000</u>	

Revenue Financing System Commercial Paper Notes, Series A, Tax-Exempt Sub-series (91472PAA0) and Taxable Sub-series (91472QAA8)

UNIVERSITY OF NORTH TEXAS SYSTEM  
DISCLOSURE STATEMENT  
UPDATED MAY 28, 2014

In an effort to ensure that best practices for financial reporting by the component institutions of the University of North Texas System (“UNT System”) are undertaken, UNT System elected to have an independent public accounting firm conduct an external audit of financial statements for fiscal year ending August 31, 2014, to evaluate financial reporting processes, transactions, and internal controls. In preparation for this external audit, UNT System engaged Deloitte & Touche, LLP (“Deloitte”), to perform pre-audit services, including an analysis of the financial reporting processes and controls.

UNT System Internal Audit recently completed an investigation of a year-end adjusting journal entry related to accounts receivable at the University of North Texas (“UNT”) that will impact its financial statements. The audit report relating to this journal entry was finalized on April 16, 2014 and publicly released on April 17, 2014. As a result of its review of this adjusting journal entry, UNT System and UNT will restate their statements of net position for the fiscal year ending August 31, 2013. It is expected that the prior period restatement will be issued in the fall of 2014, and will include a write-down in net position estimated to be no less than \$20 million.

In reviewing its financial reports, UNT System has determined that Table 1 filed in accordance with its continuing disclosure undertaking in the resolutions authorizing outstanding UNT System Revenue Financing System Bonds contained overstatements of Pledged Revenues. In Fiscal Year ended August 31, 2013, Pledged Revenues were shown in Table 1 to be \$639,941,939; it has been determined that Pledged Revenues should be shown to be \$607,876,404. In Fiscal Year ended August 31, 2012, Pledged Revenues were shown in Table 1 to be \$623,345,928; it has been determined that Pledged Revenues should be shown to be \$601,838,535. Attached is a revised Table 1 reflecting the changes described above.

In the fall of 2013, UNT System Internal Audit began an investigation of UNT’s method of obtaining payment of state-funded benefits associated with certain salaries funded by local funds, as opposed to state appropriations. At the request of the Texas State Auditor and based on assumptions developed in collaboration with the State Auditor, UNT System Internal Audit and Deloitte have estimated the extent to which UNT received excess state benefits during the period September 1, 2003, through April 30, 2014, at no more than \$84 million. UNT System shared this estimate with the Texas State Auditor on May 27, 2014, who is expected to issue his report in the near future. On May 28, 2014, UNT System will begin the process of discussing options with state officials. The total amount, schedule, and form of repayment is unknown at this time. It is anticipated that additional detail regarding the final resolution will be known by fall of 2014 after further discussion with state officials.

Additionally, through its ongoing pre-audit analysis, UNT System became aware of additional financial reporting issues that are expected to impact the prior year financial statements of net position for both UNT and UNT System. A report outlining the issues identified in the financial reporting assessment is anticipated to be issued by Deloitte in June 2014. Management is addressing remediation recommendations as they are presented and will make a full assessment of all remediation recommendations when the final report is presented.

UNT System will apprise the market as further disclosures are warranted.

**ANNUAL CONTINUING DISCLOSURE INFORMATION FOR  
THE BOARD OF REGENTS OF THE UNIVERSITY OF NORTH TEXAS  
REVENUE FINANCING SYSTEM  
For Fiscal Year Ended August 31, 2013**

**Table 1 - REVISED  
Pledged Revenues**

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014 (Est)</u>
<b>Available Pledged Revenues</b>						
<b>Not Including Fund Balances</b> <sup>(1)(2)</sup>	\$ 214,199,887	\$ 240,586,318	\$ 261,130,698	\$ 389,866,749 <sup>(3)</sup>	\$ 411,907,506	\$ 420,923,925
<b>Pledgeable Unappropriated Funds</b>						
<b>Fund and Reserve Balances</b> <sup>(2)</sup>	235,646,977	239,963,590	178,746,394	211,971,787 <sup>(4)</sup>	195,968,898 <sup>(5)</sup>	200,988,596
<b>Total Pledged Revenues</b> <sup>(2)</sup>	<u><u>\$ 449,846,864</u></u>	<u><u>\$ 480,549,908</u></u>	<u><u>\$ 439,877,092</u></u>	<u><u>\$ 601,838,535</u></u>	<u><u>\$ 607,876,404</u></u>	<u><u>\$ 621,912,521</u></u>

<sup>(1)</sup> The Available Pledged Revenues include the gross revenues of the Revenue Financing System, pledged student tuition (Skiles Act), the Student Union Fee, pledged general tuition (which includes general use fees), and investment income or moneys on deposit in the Interest and Sinking Fund, and the Reserve Fund.

<sup>(2)</sup> Available Pledged Revenues and Pledgeable Unappropriated Funds do not include System HEAF Reserves or Health Science Center Medical Services, Research & Development Plan funds.

<sup>(3)</sup> The methodology changed in 2012 to include certain student fees that were determined to be pledgeable. The review of methodology for FYs '12 and '13 has been completed.

<sup>(4)</sup> Revisions to the February disclosure include the reclassification of \$79.9M from Fund and Reserve Balances to Available Pledged Revenues for 2012. In addition, \$21.5M in Higher Education & Assistance Funds (HEAF) were excluded from 2012 Fund and Reserve Balances.

<sup>(5)</sup> In 2013, \$32M in Higher Education & Assistance Funds (HEAF) were excluded from Fund and Reserve Balances.