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Form **990**

Department of the Treasury
Internal Revenue Service

Return of Organization Exempt From Income Tax

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

OMB No 1545-0047

2005

Open to Public Inspection

A For the 2005 calendar year, or tax year beginning 06-01-2005 and ending 05-31-2006

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.

C Name of organization
Southern Methodist University

Number and street (or P O box if mail is not delivered to street address) | Room/suite
PO Box 750261

City or town, state or country, and ZIP + 4
Dallas, TX 752750261

D Employer identification number
75-0800689

E Telephone number

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

I Group Exemption Number ▶

M Check ▶ ☐ if the organization is **not** required to attach Sch B (Form 990, 990-EZ, or 990-PF)

G Web site: ▶ www smu edu

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 ▶ 680,015,155

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

Revenue	1	Contributions, gifts, grants, and similar amounts received					
	a	Direct public support		1a	62,153,641		
	b	Indirect public support		1b	2,002,527		
	c	Government contributions (grants)		1c	90,481		
	d	**Total** (add lines 1a through 1c) (cash $ 53,391,710 noncash $ 10,854,939)				1d	64,246,649
	2	Program service revenue including government fees and contracts (from Part VII, line 93)				2	322,993,311
	3	Membership dues and assessments				3	81,168
	4	Interest on savings and temporary cash investments				4	6,886,533
	5	Dividends and interest from securities				5	20,377,651
	6a	Gross rents		6a	78,057		
	b	Less rental expenses		6b	32,704		
	c	Net rental income or (loss) (subtract line 6b from line 6a)				6c	45,353
	7	Other investment income (describe ▶)				7	7,227,420
	8a	Gross amount from sales of assets other than inventory	(A) Securities 252,655,320	8a	(B) Other 5,469,046		
	b	Less cost or other basis and sales expenses	187,543,173	8b	4,182,631		
	c	Gain or (loss) (attach schedule)	65,112,147	8c	1,286,415		
	d	Net gain or (loss) (combine line 8c, columns (A) and (B))				8d	66,398,562
	9	Special events and activities (attach schedule) If any amount is from **gaming**, check here ▶ ☐					
	a	Gross revenue (not including $ ____ of contributions reported on line 1a)		9a			
	b	Less direct expenses other than fundraising expenses		9b			
	c	Net income or (loss) from special events (subtract line 9b from line 9a)				9c	
	10a	Gross sales of inventory, less returns and allowances		10a			
	b	Less cost of goods sold		10b			
	c	Gross profit or (loss) from sales of inventory (attach schedule) (subtract line 10b from line 10a)				10c	
	11	Other revenue (from Part VII, line 103)				11	
	12	**Total revenue** (add lines 1d, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11)				12	488,256,647
Expenses	13	Program services (from line 44, column (B))				13	352,742,484
	14	Management and general (from line 44, column (C))				14	28,835,269
	15	Fundraising (from line 44, column (D))				15	6,713,709
	16	Payments to affiliates (attach schedule)				16	
	17	**Total expenses** (add lines 16 and 44, column (A))				17	388,291,462
Net Assets	18	Excess or (deficit) for the year (subtract line 17 from line 12)				18	99,965,185
	19	Net assets or fund balances at beginning of year (from line 73, column (A))				19	1,254,554,970
	20	Other changes in net assets or fund balances (attach explanation)				20	-22,656,983
	21	Net assets or fund balances at end of year (combine lines 18, 19, and 20)				21	1,331,863,172

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 (See the instructions)

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 (attach schedule) (cash $ ______ noncash $ ______) If this amount includes foreign grants, check here ☐	**22**	77,513,003	77,513,003		
23 Specific assistance to individuals (attach schedule)	**23**				
24 Benefits paid to or for members (attach schedule)	**24**				
25 Compensation of officers, directors, etc	**25**	2,490,699		2,225,699	265,000
26 Other salaries and wages	**26**	145,569,886	131,912,604	10,255,479	3,401,803
27 Pension plan contributions	**27**	10,623,632	9,422,138	942,263	259,231
28 Other employee benefits	**28**	15,521,682	13,766,236	1,376,695	378,751
29 Payroll taxes	**29**	9,141,257	8,107,414	810,784	223,059
30 Professional fundraising fees	**30**				
31 Accounting fees	**31**	229,206		229,206	
32 Legal fees	**32**	835,910	161,611	674,299	
33 Supplies	**33**	7,586,928	7,182,734	257,182	147,012
34 Telephone	**34**	777,346	692,448	56,465	28,433
35 Postage and shipping	**35**	1,590,697	1,239,267	47,754	303,676
36 Occupancy	**36**	17,275,691	16,457,556	675,275	142,860
37 Equipment rental and maintenance	**37**	1,941,017	1,862,079	28,273	50,665
38 Printing and publications	**38**	3,233,253	2,942,449	108,687	182,117
39 Travel	**39**	7,809,123	7,550,121	152,645	106,357
40 Conferences, conventions, and meetings	**40**	929,901	854,575	48,118	27,208
41 Interest	**41**	11,863,354	11,863,354		
42 Depreciation, depletion, etc (attach schedule)	**42**	16,021,467	14,030,242	1,604,620	386,605
43 Other expenses not covered above (itemize)					
a See Additional Data Table	**43a**				
b	**43b**				
c	**43c**				
d	**43d**				
e	**43e**				
f	**43f**				
g	**43g**				
44 **Total functional expenses.** Add lines 22 through 43 (Organizations completing columns (B)-(D), carry these totals to lines 13–15)	**44**	388,291,462	352,742,484	28,835,269	6,713,709

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 (See the instructions.)

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

What is the organization's primary exempt purpose? ▶ Education 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) and (4) organizations and 4947(a)(1) nonexempt charitable trusts must also enter the amount of grants and allocations to others)	**Program Service Expenses** (Required for 501(c)(3) and (4) orgs , and 4947(a)(1) trusts, but optional for others)
a See Additional Data Table (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	
b (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	
c (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	
d (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	
e Other program services (attach schedule) (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	
f **Total of Program Service Expenses** (should equal line 44, column (B), Program services) . . . . ▶	352,742,484

Part IV Balance Sheets (See the 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			876,242	45	20,000
46	Savings and temporary cash investments			136,394,115	46	122,188,767
47a	Accounts receivable	47a	67,164,869			
b	Less allowance for doubtful accounts	47b	609,886	48,499,629	47c	66,554,983
48a	Pledges receivable	48a	47,195,088			
b	Less allowance for doubtful accounts	48b		39,671,405	48c	47,195,088
49	Grants receivable			2,247,228	49	2,929,470
50	Receivables from officers, directors, trustees, and key employees (attach schedule)				50	
51a	Other notes and loans receivable (attach schedule)	51a	12,436,476			
b	Less allowance for doubtful accounts	51b	280,008	11,744,014	51c	12,156,468
52	Inventories for sale or use			303,533	52	247,280
53	Prepaid expenses and deferred charges			1,945,004	53	1,081,940
54	Investments—securities (attach schedule) ▶ ☐ Cost ☑ FMV			370,957,721	54	383,706,268
55a	Investments—land, buildings, and equipment basis	55a	77,799,029			
b	Less accumulated depreciation (attach schedule)	55b	189,281	45,299,228	55c	77,609,748
56	Investments—other (attach schedule)			548,718,300	56	612,498,389
57a	Land, buildings, and equipment basis	57a	651,429,683			
b	Less accumulated depreciation (attach schedule)	57b	199,461,242	403,901,675	57c	451,968,441
58	Other assets (describe ▶)			6,683,292	58	6,658,206
59	**Total assets** (must equal line 74) Add lines 45 through 58			1,617,241,386	59	1,784,815,048
Liabilities						
60	Accounts payable and accrued expenses			67,484,996	60	113,755,534
61	Grants payable				61	
62	Deferred revenue			17,327,695	62	17,302,388
63	Loans from officers, directors, trustees, and key employees (attach schedule)				63	
64a	Tax-exempt bond liabilities (attach schedule)			267,727,000	64a	310,769,000
b	Mortgages and other notes payable (attach schedule)			1,593,923	64b	1,420,781
65	Other liabilities (describe ▶)			8,552,802	65	9,704,173
66	**Total liabilities** Add lines 60 through 65			362,686,416	66	452,951,876
Net Assets or Fund Balances	**Organizations that follow SFAS 117, check here ▶** ☑ and complete lines 67 through 69 and lines 73 and 74					
67	Unrestricted			731,500,970	67	761,922,172
68	Temporarily restricted			166,224,000	68	195,023,000
69	Permanently restricted			356,830,000	69	374,918,000
	Organizations that do not follow SFAS 117, check here ▶ ☐ 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)			1,254,554,970	73	1,331,863,172
74	**Total liabilities and net assets / fund balances** Add lines 66 and 73			1,617,241,386	74	1,784,815,048

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

a	Total revenue, gains, and other support per audited financial statements			a	400,301,828
b	Amounts included on line **a** but not on line 12				
1	Net unrealized gains on investments	b1	-12,422,721		
2	Donated services and use of facilities	b2			
3	Recoveries of prior year grants	b3			
4	Other (specify)	b4	-12,422,721		
	Add lines **b1** through **b4**			b	-12,422,721
c	Subtract line **b** from line **a**			c	412,724,549
d	Amounts included on line 12, but not on line **a**				
1	Investment expenses not included on line 6b	d1	7,351,636		
2	Other (specify)	d2	75,532,098		
	Add lines **d1** and **d2**			d	-12,422,721
e	**Total revenue** (line 12) Add lines **c** and **d**			e	488,256,647

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

a	Total expenses and losses per audited financial statements			a	315,856,442
b	Amounts included on line **a** but not on line 17				
1	Donated services and use of facilities	b1			
2	Prior year adjustments reported on line 20	b2			
3	Losses reported on line 20	b3			
4	Other (specify)	b4			
	Add lines **b1** through **b4**			b	
c	Subtract line **b** from line **a**			c	315,856,442
d	Amounts included on line 17, but not on line **a:**				
1	Investment expenses not included on line 6b	d1	7,351,636		
2	Other (specify)	d2	72,435,020		
	Add lines **d1** and **d2**			d	72,435,020
e	**Total expenses** (line 17) Add lines **c** and **d**			e	388,291,462

Part V-A **Current Officers, Directors, Trustees, and Key Employees** (List each person who was an officer, director, trustee, or key employee at any time during the year even if they were not compensated.) *(See the 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 & deferred compensation plans	**(E)** Expense account and other allowances
Robert G Turner PO Box 750100 Dallas, TX 752750100	President 037 50	583,000	230,726	139,429
Robert Blocker PO Box 750221 Dallas, TX 752750221	Provost and VP for Academic Affairs 037 50	328,869	61,003	109,596
Thomas Barry PO Box 750102 Dallas, TX 752750102	VP for Exec Affairs 037 50	225,500	43,301	8,784
Elizabeth Williams PO Box 750193 Dallas, TX 752750193	Treasurer 037 50	232,000	38,366	8,784
S Leon Bennett PO Box 750132 Dallas, TX 752750132	VP for Legal 037 50	321,772	95,228	11,886
James Caswell PO Box 750471 Dallas, TX 752750471	VP for Student Affairs 037 50	146,264	30,143	45,394
Dana Gibson PO Box 750505 Dallas, TX 752750505	VP for Business/Finance 037 50	260,000	49,185	48,044
Brad Cheves PO Box 750281 Dallas, TX 752750132	VP for Development 037 50	265,000	49,015	7,683
Mary Anne Rogers PO Box 750132 Dallas, TX 752750132	Asst Secretary 037 50	77,250	25,947	416
Donna Hancock PO Box 750100 Dallas, TX 752750100	Asst Secretary 037 50	51,044	13,706	174

Part V-A Current Officers, Directors, Trustees, and Key Employees *(continued)*

			Yes	No
75a	Enter the total number of officers, directors, and trustees permitted to vote on organization business at board meetings ▶ 42			
b	Are any officers, directors, trustees, or key employees listed in Form 990, Part V-A, or highest compensated employees listed in Schedule A, Part I, or highest compensated professional and other independent contractors listed in Schedule A, Part II-A or II-B, related to each other through family or business relationships? If "Yes," attach a statement that identifies the individuals and explains the relationship(s)	75b	Yes	
c	Do any officers, directors, trustees, or key employees listed in Form 990, Part V-A, or highest compensated employees listed in Schedule A, Part I, or highest compensated professional and other independent contractors listed in Schedule A, Part II-A or II-B, receive compensation from any other organizations, whether tax exempt or taxable, that are related to this organization through common supervision or common control?	75c	Yes	
	Note. Related organizations include section 509(a)(3) supporting organizations If "Yes," attach a statement that identifies the individuals, explains the relationship between this organization and the other organization(s), and describes the compensation arrangements, including amounts paid to each individual by each related organization			
d	Does the organization have a written conflict of interest policy?	75d	Yes	

Part V-B Former Officers, Directors, Trustees, and Key Employees That Received Compensation or Other Benefits (If any former officer, director, trustee, or key employee received compensation or other benefits (described below) during the year, list that person below and enter the amount of compensation or other benefits in the appropriate column. See the instructions.)

(A) Name and address	(B) Loans and Advances	(C) Compensation	(D) Contributions to employee benefit plans and deferred compensation plans	(E) Expense account and other allowances
Christine Buchanan PO Box 750376 Dallas, TX 752750376	0	17,869	92,700	584
William J Bridge PO Box 750116 Dallas, TX 752750116	0	22,890	108,167	576
Caroline Brettell PO Box 750336 Dallas, TX 752750336	0	21,592	94,150	467
Ed Biehl PO Box 750314 Dallas, TX 752750314	0	28,264	147,170	698
James E Brooks PO Box 750274 Dallas, TX 752750274	0	3,272	10,680	
William Babcock PO Box 27 Barnstable, MA 02635	0	1,300		
Margaret Dunham PO Box 750122 Dallas, TX 752750122	0	50,787	106,877	568
Tom Fomby PO Box 750496 Dallas, TX 752750496	0	29,228	115,513	584
David Freidel PO Box 750336 Dallas, TX 752750336	0	26,914	132,960	539
James Gerhadt 5526 Purdue Ave Dallas, TX 75209	0	0		

Part VI Other Information *(See the 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	76		No
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	77		No
78a	Did the organization have unrelated business gross income of $1,000 or more during the year covered by this return?	78a	Yes	
b	If "Yes," has it filed a tax return on **Form 990-T** for this year?	78b	Yes	
79	Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement	79		No
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?	80a	Yes	
b	If "Yes," enter the name of the organization ▶ Peruna Properties Inc The Stadium Club Inc Pony Properties Inc and check whether it is ☑ exempt **or** ☐ nonexempt			
81a	Enter direct or indirect political expenditures (See line 81 instructions) **81a**			
b	Did the organization file **Form 1120-POL** for this year?	81b		No

Part VI Other Information *(continued)*

			Yes	No
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?	82a	Yes	
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**			
83a	Did the organization comply with the public inspection requirements for returns and exemption applications?	83a	Yes	
b	Did the organization comply with the disclosure requirements relating to quid pro quo contributions?	83b	Yes	
84a	Did the organization solicit any contributions or gifts that were not tax deductible?	84a		No
b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?	84b		No
85	*501(c)(4), (5), or (6) organizations.* **a** Were substantially all dues nondeductible by members?	85a		No
b	Did the organization make only in-house lobbying expenditures of $2,000 or less?	85b		No
	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 the prior year			
c	Dues assessments, and similar amounts from members **85c**			
d	Section 162(e) lobbying and political expenditures **85d**			
e	Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices **85e**			
f	Taxable amount of lobbying and political expenditures (line 85d less 85e) **85f**			
g	Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?	85g		No
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?	85h		No
86	*501(c)(7) orgs.* Enter **a** Initiation fees and capital contributions included on line 12 **86a**			
b	Gross receipts, included on line 12, for public use of club facilities **86b**			
87	*501(c)(12) orgs.* Enter **a** Gross income from members or shareholders **87a**			
b	Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them) **87b**			
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	88		No
89a	*501(c)(3) organizations* Enter Amount of tax imposed on the organization during the year under section 4911 ▶ ______, section 4912 ▶ ______, section 4955 ▶ ______			
b	*501(c)(3) and 501(c)(4) orgs.* 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	89b		No
c	Enter Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958 ▶			
d	Enter Amount of tax on line 89c, above, reimbursed by the organization ▶			
90a	List the states with which a copy of this return is filed ▶ OK			
b	Number of employees employed in the pay period that includes March 12, 2005 (See instructions)	90b		3,812

91a The books are in care of ▶ Controller's Office Telephone no ▶ (214) 768-2800

Located at ▶ 6425 Boaz Lane Dallas, TX ZIP + 4 ▶ 75205

			Yes	No
b	At any time during the calendar year, did the organization have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)?	91b	Yes	
	If "Yes," enter the name of the foreign country ▶			
	See the instructions for exceptions and filing requirements for **Form TD F 90-22.1**, Report of Foreign Bank and Financial Accounts			
c	At any time during the calendar year, did the organization maintain an office outside of the United States?	91c		No
	If "Yes," enter the name of the foreign country ▶			

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**

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

Note: *Enter gross amounts unless otherwise indicated.*

	Unrelated business income		Excluded by section 512, 513, or 514		
	(A) Business code	**(B)** Amount	**(C)** Exclusion code	**(D)** Amount	**(E)** Related or exempt function income
93 Program service revenue					
a Tuition and Fees					250,624,071
b Organized Activities					6,253,104
c Auxilary Activities	541800	16,290	03	4,873,791	22,723,182
d Sponsored Research			21	19,025,065	
e Other	531390	81,728	03	3,537,182	15,858,898
f Medicare/Medicaid payments					
g Fees and contracts from government agencies					
94 Membership dues and assessments					81,168
95 Interest on savings and temporary cash investments			14	6,886,533	
96 Dividends and interest from securities			14	20,377,651	
97 Net rental income or (loss) from real estate					
a debt-financed property	531120	-10,400			
b non debt-financed property			16	55,753	
98 Net rental income or (loss) from personal property					
99 Other investment income	211110	4,163	14	7,223,257	
100 Gain or (loss) from sales of assets other than inventory	531390	127,067	15	66,271,495	
101 Net income or (loss) from special events					
102 Gross profit or (loss) from sales of inventory					
103 Other revenue **a**					
b					
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))		218,848		128,250,727	295,540,423

105 Total (add line 104, columns (B), (D), and (E)) . . . . ▶ 424,009,998

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 the 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)
93(a)	Tuition and fees income generated from SMUs instructional activity its primary function
93(b)	Revenue generated from conferences seminars lectures sport training camps etc that provide education
93(c)	Revenue generated from residence halls and other campus rentals and intercollegiate athletic revenue
93(e)	Line 93 e Other revenue generated which is incidental to the Universitys educational purpose

Part IX Information Regarding Taxable Subsidiaries and Disregarded Entities (See the 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
	%			
	%			
	%			
	%			

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

(a) Did the organization, during the year, receive any funds, directly or indirectly, to pay prem[redacted] ☐ Yes ☑ No

(b) Did the organization, during the year, pay premiums, directly or indirectly[redacted]

NOTE: *If "Yes" to* ***(b)****, file Form 8870* ***and*** *Form 4720 (see instructions).*

Please Sign Here

Under penalties of perjury, I declare that I have examined this return, including a[redacted]
and belief, it is true, correct, and complete Declaration of preparer (other than of[redacted]

▶ ******
Signature of officer

▶ Dana Gibson Vice President for BusinessFinance
Type or print name and title

Paid Preparer's Use Only

Preparer's signature ▶ | Date [redacted]

Firm's name (or yours if self-employed), address, and ZIP + 4 ▶

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SCHEDULE A
(Form 990 or 990EZ)

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 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

2005

Name of the organization
Southern Methodist University

Employer identification number
75-0800689

Part I Compensation of the Five Highest Paid Employees Other Than Officers, Directors, and Trustees
(See page 1 of the 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 & deferred compensation	(e) Expense account and other allowances
Phil Bennett PO Box 750216 Dallas, TX 752750216	Football Coach 037 50	470,000	44,086	3,771
Albert Niemi Jr PO Box 750333 Dallas, TX 752750333	Dean of Business Sch 037 50	371,500	34,239	3,284
W James Copeland Jr PO Box 750216 Dallas, TX 752750216	Director of Athletic 037 50	338,000	40,226	9,035
William Dillon PO Box 750333 Dallas, TX 752750333	Assoc Dean Business 037 50	328,361	42,414	1,032
Amit Basu PO Box 750333 Dalllas, TX 752750333	Cox School of Busine 037 50	285,000	65,613	360
Total number of other employees paid over $50,000 ▶	000971			

Part II-A Compensation of the Five Highest Paid Independent Contractors for Professional Services
(See page 2 of the instructions. List each one (whether individual 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
RichardsGravelle 8750 N Central Expressway Suite 120 Dallas, TX 75231	Advertisement	2,771,588
Hahnfeld Hoffer Stanford 1425 8th Avenue Fort Worth, TX 76104	Architect	1,174,770
The Hillier Group 500 Alexander Park Princeton, NJ 08543	Program and Schemati	564,694
Silchester 780 Third Avenue 42nd Floor New York, NY 10017	Investment Manager	492,389
Locke Liddell & Sapp LLP PO Box 911541 Dallas, TX 75391	Attorney	427,694
Total number of others receiving over $50,000 for professional services ▶ 000050		

Part II-B Compensation of the Five Highest Paid Independent Contractors for Other Services
(List each contractor who performed services other than professional services, whether individual or firms. If there are none, enter "None". See page X for instructions.)

(a) Name and address of each independent contractor paid more than $50,000	(b) Type of service	(c) Compensation
Austin Commercial Inc PO Box 2879 Dallas, TX 75221	Construction	10,117,429
Turner Construction Company 2001 North Lamar Ste 100 Dallas, TX 75202	Construction	7,966,564
Centex Construction Company Inc 3100 McKinnon 7th Floor Dallas, TX 75201	Construction	2,236,935
GCA Services Group of Texas LP PO Box 201089 Dallas, TX 772161089	Janitorial	1,810,181
Buses By Bill Inc 1336 Centerville Road Dallas, TX 75218	Bus and Shuttle rent	409,562
Total number of other contractors receiving over $50,000 for other services ▶ 59		

Part III Statements About Activities (See page 2 of the instructions.)

			Yes	No
1	During the year, has the organization attempted to influence national, state, or local legislation, include 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 ▶$ 249,530 (Must equal amounts on line 38, Part VI-A, or line i of Part VI-B)	1	Yes	
	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 property?	2a		No
b	Lending of money or other extension of credit?	2b		No
c	Furnishing of goods, services, or facilities?	2c	Yes	
d	Payment of compensation (or payment or reimbursement of expenses if more than $1,000)?	2d	Yes	
e	Transfer of any part of its income or assets?	2e		No
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)	3a	Yes	
b	Do you have a section 403(b) annuity plan for your employees?	3b	Yes	
c	During the year, did the organization receive a contribution of qualified real property interest under section 170(h)?	3c		No
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?	4a		No
b	Do you provide credit counseling, debt management, credit repair, or debt negotiation services?	4b	Yes	

Part IV Reason for Non-Private Foundation Status (See pages 3 through 6 of the 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)** sections 501(c)(4), (5), or (6), if they meet the test of section 509(a)(2)
Check the box that describes the type of supporting organization ▶ ☐ Type 1 ☐ Type 2 ☐ Type 3

Provide the following information about the supported organizations (see page 5 of the 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 page 5 of the 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) 2004	(b) 2003	(c) 2002	(d) 2001	(e) Total
15	Gifts, grants, and contributions received (Do not include unusual grants See line 28)					
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					
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					
24	Line 23 minus line 17					
25	Enter 1% of line 23					

26 **Organizations described on lines 10 or 11:** **a** Enter 2% of amount in column (e), line 24 ▶ **26a**

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 2001 through 2004 exceeded the amount shown in line 26a **Do not file this list with your return.** Enter the total of all these excess amounts ▶ **26b**

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

d Add Amounts from column (e) for lines 18 ______ 19 ______ 22 ______ 26b ______ ▶ **26d**

e Public support (line 26c minus line 26d total) ▶ **26e**

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

27 **Organizations described on line 12:** **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

(2004) ______ (2003) ______ (2002) ______ (2001) ______

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

(2004) ______ (2003) ______ (2002) ______ (2001) ______

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 2001 through 2004, 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 page 7 of the instructions.)
(To be completed ONLY by schools that checked the box on line 6 in Part IV)

			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?	29	Yes	
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?	30	Yes	
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?	31	Yes	
	If "Yes," please describe, if "No," please explain (If you need more space, attach a separate statement) All admissions brochures, newspaper advertisements, etc include nondiscrimination statements			
32	Does the organization maintain the following			
a	Records indicating the racial composition of the student body, faculty, and administrative staff?	32a	Yes	
b	Records documenting that scholarships and other financial assistance are awarded on racially nondiscriminatory basis?	32b	Yes	
c	Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?	32c	Yes	
d	Copies of all material used by the organization or on its behalf to solicit contributions?	32d	Yes	
	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?	33a		No
b	Admissions policies?	33b		No
c	Employment of faculty or administrative staff?	33c		No
d	Scholarships or other financial assistance?	33d		No
e	Educational policies?	33e		No
f	Use of facilities?	33f		No
g	Athletic programs?	33g		No
h	Other extracurricular activities?	33h		No
	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?	34a	Yes	
b	Has the organization's right to such aid ever been revoked or suspended?	34b		No
	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	35	Yes	

Part VI-A **Lobbying Expenditures by Electing Public Charities** (See page 9 of the instructions.)
(To be completed ONLY by an eligible organization that filed Form 5768)

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		249,530
38 Total lobbying expenditures (add lines 36 and 37)	38		249,530
39 Other exempt purpose expenditures	39		388,041,932
40 Total exempt purpose expenditures (add lines 38 and 39)	40		388,291,462
41 Lobbying nontaxable amount Enter the amount from the following table—	41		1,000,000
42 Grassroots nontaxable amount (enter 25% of line 41)	42		250,000
43 Subtract line 42 from line 36 Enter -0- if line 42 is more than line 36	43		0
44 Subtract line 41 from line 38 Enter -0- if line 41 is more than line 38	44		0

If the amount on line 40 is—	The lobbying nontaxable amount is—
Not over $500,000	20% of the amount on line 40
Over $500,000 but not over $1,000,000	$100,000 plus 15% of the excess over $500,000
Over $1,000,000 but not over $1,500,000	$175,000 plus 10% of the excess over $1,000,000
Over $1,500,000 but not over $17,000,000	$225,000 plus 5% of the excess over $1,500,000
Over $17,000,000	$1,000,000

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 on page 11 of the instructions)

	Lobbying Expenditures During 4-Year Averaging Period				
Calendar year (or fiscal year beginning in) ▶	**(a)** 2005	**(b)** 2004	**(c)** 2003	**(d)** 2002	**(e)** Total
45 Lobbying nontaxable amount	1,000,000	1,000,000			2,000,000
46 Lobbying ceiling amount (150% of line 45(e))					3,000,000
47 Total lobbying expenditures	249,530	191,559			441,089
48 Grassroots nontaxable amount	250,000	250,000			500,000
49 Grassroots ceiling amount (150% of line 48(e))					750,000
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 page 11 of the 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	Yes	No	Amount
a Volunteers		No	
b Paid staff or management (Include compensation in expenses reported on lines **c** through **h.**)		No	
c Media advertisements		No	
d Mailings to members, legislators, or the public		No	
e Publications, or published or broadcast statements		No	
f Grants to other organizations for lobbying purposes		No	
g Direct contact with legislators, their staffs, government officials, or a legislative body		No	
h Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means		No	
i Total lobbying expenditures (Add lines **c** through **h.**)			

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

Part VII Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations (See page 11 of the instructions.)

51 Did the reporting organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?

		Yes	No
a Transfers from the reporting organization to a noncharitable exempt organization of			
(i) Cash	51a(i)		No
(ii) Other assets	a(ii)		No
b Other transactions			
(i) Sales or exchanges of assets with a noncharitable exempt organization	b(i)		No
(ii) Purchases of assets from a noncharitable exempt organization	b(ii)		No
(iii) Rental of facilities, equipment, or other assets	b(iii)	Yes	
(iv) Reimbursement arrangements	b(iv)		No
(v) Loans or loan guarantees	b(v)		No
(vi) Performance of services or membership or fundraising solicitations	b(vi)		No
c Sharing of facilities, equipment, mailing lists, other assets, or paid employees	c	Yes	

d If the answer to any of the above is "Yes," complete the following schedule Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting organization If the organization received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received

(a) Line no	(b) Amount involved	(c) Name of noncharitable exempt organization	(d) Description of transfers, transactions, and sharing arrangements
51b(iii)	40,000	The Stadium Club Inc	SMU leased facilities in the football stadium on the SMU
51c			campus to The Stadium Club Inc

52a Is the organization directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527? ☑ Yes ☐ No

b If "Yes," complete the following schedule

(a) Name of organization	(b) Type of organization	(c) Description of relationship
The Stadium Club Inc	501(c)(7)	SMU leases facilities in the football stadium on the SMU

Additional Data

Software ID: 05000250
Software Version: 3.2.27
EIN: 75-0800689
Name: Southern Methodist University

Form 990, Part II, Line 43 - Other expenses not covered above (itemize):

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
a Public Relations	**43a**	5,641,475	4,490,978	975,827	174,670
b Books & Periodicals	**43b**	5,103,852	5,103,722	130	
c Property Costs	**43c**	3,458,199	2,190,185	1,264,774	3,240
d Computer Costs	**43d**	6,575,769	6,044,678	319,146	211,945
e Other Services	**43e**	16,469,331	16,164,360	228,762	76,209
f Student & Employee Recruiting	**43f**	1,413,040	1,254,300	158,717	23
g Stipends & Students Awards	**43g**	2,654,481	2,649,137	5,244	100
h Contingencies	**43h**	1,523,739	1,504,668	19,071	
i Summer Conferences	**43i**	1,225,121	1,225,121		
j External Investment Management	**43j**	6,098,407		6,098,407	
k Miscellaneous	**43k**	7,173,996	6,557,504	271,747	344,745

Form 990, Part III - Program Service Accomplishments:

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) and (4) organizations and 4947(a)(1) nonexempt charitable trusts must also enter the amount of grants and allocations to others.)		Program Service Expenses (Required for 501(c) (3) and (4) orgs., and 4947(a)(1) trusts; but optional for others.)
a	Instructional Total Student Enrollment Fall Semester 2005/2006 - 11,152 Spring Semester 2005/2006 - 10,448 (Grants and allocations $ 67,745,435) If this amount includes foreign grants, check here ▶ ☐	262,545,733
b	Sponsored Research Sponsored Research - $20,159,740 Institutional Research - $4,035,943 (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	24,195,683
c	Auxilary Activities Apartment Operations - $1,085,216 Independent Operations - $1,192,305 Housing - $11,838,764 Food Service - $285,877 (Grants and allocations $ 9,767,568) If this amount includes foreign grants, check here ▶ ☐	49,669,923
d	Organized Activities Community Services - $2,192,681 Conferences & Seminars - $9,731,496 (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	16,267,682
e	(Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	63,463

TY 2005 Depreciation and Depletion Schedule

Name: Southern Methodist University
EIN: 75-0800689
Software ID: 05000250
Software Version: 3.2.27

Asset	Amount
Depreciation	16,021,467

Note: To capture the full content of this document, please select landscape mode (11" x 8.5") when printing.

TY 2003 Gain/Loss from Sale of Nonpublic Securities Schedule

Name: Southern Methodist University

EIN: 75-0800689

Software ID: 05000250

Software Version: 3.2.27

Name	Date Acquired	How Acquired	Date Sold	Purchaser Name	Gross Sales Price	Basis	Sales Expenses	Total (net)
Club Corp International 55,334 shares	1975-05	Gift	2005-11	Club Corp International	714,362	484,052		230,310

Note: To capture the full content of this document, please select landscape mode (11" x 8.5") when printing.

TY 2005 Gain/Loss from Sale of Other Assets Schedule

Name: Southern Methodist University

EIN: 75-0800689

Software ID: 05000250

Software Version: 3.2.27

Name	Date Acquired	How Acquired	Date Sold	Purchaser Name	Gross Sales Price	Basis	Sales Expenses	Total (net)	Accumulated Depreciation
Meadowbrook RD Fund	1997-05	Purchase	2006-02	Sale within partnership	1,370,141	639,919			
Crow Holdings Realty Partners II	2000-05	Purchase	2006-04	Sale within partnership	991,266	815,039			
Crow Holdings Realty Partners III	2003-05	Purchase	2006-04	Sale within partnership	343,728	146,049			
Realty Associates Fund VI	2004-05	Purchase	2006-01	Sale within partnership	336,367	175,624			
Sustainable Woodlands Fund LP	2005-05	Purchase	2006-04	Sale within partnership	2,421,544	2,400,000			
Simon Baert Land Bequest	2005-12	Purchase	2006-04	Mark Hornbuckle	6,000	6,000			

TY 2005 Gain/Loss from Sale of Public Securities Schedule

Name:	Southern Methodist University
EIN:	75-0800689
Software ID:	05000250
Software Version:	3.2.27
Gross Sales Price:	251,940,958
Basis:	187,059,121
Sales Expenses:	
Total (net):	64,881,837

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TY 2005 Investments - Other Schedule

Name: Southern Methodist University

EIN: 75-0800689

Software ID: 05000250

Software Version: 3.2.27

Description	Book Value	Cost/FMV
Venture Capital		C
Funds Held in Trust by Others		C
Endowment fund investments		C

efile GRAPHIC print - DO NOT PROCESS	As Filed Data -	DLN: 93490108004057

TY 2005 Investments - Securities Schedule

Name: Southern Methodist University

EIN: 75-0800689

Software ID: 05000250

Software Version: 3.2.27

Description	Book Value	Cost/FMV
Publicly traded stocks at market value	265,235,902	F
Nonpublicly traded stocks at market value	31,385,174	F
Publicly traded corporate and other bonds at market value	17,684,306	F
Publicly traded federal bonds at market value	69,400,678	F
Publicly traded state/local bonds at market value	208	F

efile GRAPHIC print - DO NOT PROCESS	As Filed Data -	DLN: 93490108004057

TY 2005 Mortgages and Notes Payable Schedule

Name: Southern Methodist University
EIN: 75-0800689
Software ID: 05000250
Software Version: 3.2.27
Total Mortgage Amount: 2708304

Item No.	1
Lender's Name	Clements Foundation
Lender's Title	
Relationship to Insider	None
Original Amount of Loan	378015
Balance Due	378015
Date of Note	1987-01
Maturity Date	2016-12
Repayment Terms	Annual
Interest Rate	
Security Provided by Borrower	Cumberland School Property
Purpose of Loan	Acquired the property
Description of Lender Consideration	
Consideration FMV	

Item No.	2
Lender's Name	GMAC
Lender's Title	
Relationship to Insider	None
Original Amount of Loan	39951
Balance Due	1661
Date of Note	2002-07
Maturity Date	2007-07
Repayment Terms	Monthly
Interest Rate	0000000.0190
Security Provided by Borrower	Chevrolet C25 Pickup Truck
Purpose of Loan	Acquired the property
Description of Lender Consideration	
Consideration FMV	

Item No.	3
Lender's Name	Aramark Corporation
Lender's Title	
Relationship to Insider	None
Original Amount of Loan	200000
Balance Due	86216
Date of Note	2003-06
Maturity Date	2009-06
Repayment Terms	Monthly
Interest Rate	
Security Provided by Borrower	
Purpose of Loan	Renovated Dining Hall
Description of Lender Consideration	
Consideration FMV	

Item No.	4
Lender's Name	William B Heroy
Lender's Title	
Relationship to Insider	None
Original Amount of Loan	27500
Balance Due	27500
Date of Note	1970-06
Maturity Date	2005-09
Repayment Terms	Quarterly
Interest Rate	0000000.0800
Security Provided by Borrower	6506 Airline Property
Purpose of Loan	Acquired the property
Description of Lender Consideration	
Consideration FMV	

Item No.	5
Lender's Name	Stadium Scoreboard
Lender's Title	
Relationship to Insider	None
Original Amount of Loan	1738277
Balance Due	723043
Date of Note	2000-08
Maturity Date	2010-07
Repayment Terms	Annual
Interest Rate	
Security Provided by Borrower	Stadium Scoreboard
Purpose of Loan	Acquired the property
Description of Lender Consideration	
Consideration FMV	

Item No.	6
Lender's Name	GMAC
Lender's Title	
Relationship to Insider	None
Original Amount of Loan	22357
Balance Due	10171
Date of Note	2003-09
Maturity Date	2008-09
Repayment Terms	Monthly
Interest Rate	0000000.0624
Security Provided by Borrower	Chevy Silverado
Purpose of Loan	Acquired the property
Description of Lender Consideration	
Consideration FMV	

Item No.	7
Lender's Name	Aramark
Lender's Title	
Relationship to Insider	None
Original Amount of Loan	200000
Balance Due	111104
Date of Note	2005-01
Maturity Date	2007-12
Repayment Terms	Monthly
Interest Rate	
Security Provided by Borrower	
Purpose of Loan	
Description of Lender Consideration	
Consideration FMV	

Item No.	8
Lender's Name	GMAC
Lender's Title	
Relationship to Insider	None
Original Amount of Loan	23922
Balance Due	19468
Date of Note	2006-01
Maturity Date	2008-12
Repayment Terms	Monthly
Interest Rate	0000000.0298
Security Provided by Borrower	GMC Truck
Purpose of Loan	Acquired the property
Description of Lender Consideration	
Consideration FMV	

Item No.	9
Lender's Name	GMAC
Lender's Title	
Relationship to Insider	None
Original Amount of Loan	27802
Balance Due	22589
Date of Note	2006-02
Maturity Date	2011-01
Repayment Terms	Monthly
Interest Rate	0000000.0599
Security Provided by Borrower	Pontiac Grand Prix
Purpose of Loan	Acquired the property
Description of Lender Consideration	
Consideration FMV	

Item No.	10
Lender's Name	GMAC
Lender's Title	
Relationship to Insider	None
Original Amount of Loan	25240
Balance Due	20507
Date of Note	2006-02
Maturity Date	2011-01
Repayment Terms	Monthly
Interest Rate	0000000.0599
Security Provided by Borrower	Chevrolet Impala
Purpose of Loan	Acquired the property
Description of Lender Consideration	
Consideration FMV	

Item No.	11
Lender's Name	GMAC
Lender's Title	
Relationship to Insider	None
Original Amount of Loan	25240
Balance Due	20507
Date of Note	2006-02
Maturity Date	2011-01
Repayment Terms	Monthly
Interest Rate	0000000.0599
Security Provided by Borrower	Chevrolet Impala
Purpose of Loan	Acquired the property
Description of Lender Consideration	
Consideration FMV	

TY 2005 Other Assets Schedule

Name: Southern Methodist University

EIN: 75-0800689

Software ID: 05000250

Software Version: 3.2.27

Description	Beginning of Year Amount	End of Year Amount

TY 2005 Other Changes in Net Assets Schedule

Name: Southern Methodist University

EIN: 75-0800689

Software ID: 05000250

Software Version: 3.2.27

Description	Amount
Unrealized gains reflected as change in net assets	-12,422,721
Cumulative effect of change in accounting principle - accretion and depreciation exp FAS143/FIN 47	-10,214,235
Unrelated business income and expenses not reflected in SMU's financial statements at year end	-20,027

TY 2005 Other Expenses Not Included Schedule

Name: Southern Methodist University

EIN: 75-0800689

Software ID: 05000250

Software Version: 3.2.27

Description	Amount
Scholarships discount - tuition and fees	73,855,767
Scholarships discount - room and board	1,026,385
Part I line 6 expenses netted against revenue	32,704
Unrelated business expenses not reported at year-end	2,676
Expenses reported on supporting organizations 990 returns	9,768,740

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TY 2005 Other Investment Income Schedule

Name: Southern Methodist University

EIN: 75-0800689

Software ID: 05000250

Software Version: 3.2.27

Description	Amount
Interest Income and FHIT	7,227,420

TY 2005 Other Liabilities Schedule

Name: Southern Methodist University

EIN: 75-0800689

Software ID: 05000250

Software Version: 3.2.27

Description	Beginning of Year Amount	End of Year Amount
Deposits	5,981,118	7,075,267
US Government Student loan advances	2,571,684	2,628,906

Note: To capture the full content of this document, please select landscape mode (11" x 8.5") when printing.

TY 2005 Other Notes/Loans Receivable Long Schedule

Name: Southern Methodist University

EIN: 75-0800689

Software ID: 05000250

Software Version: 3.2.27

Borrower's Name	Relationship to Insider	Original Amount of Loan	Balance Due	Date of Note	Maturity Date	Repayment Terms	Interest Rate	Security Provided by Borrower	Purpose of Loan	Description of Lender Consideration	Consideration FMV
Maytor H McKinley		18,627		1992-02	2009-05	Monthly	14 00 %	3% interest in McKinley Group Corporate	Carey Lynn McKinley tuition		
Wesley Foundation		280,000		2002-11	2012-12	Quarterly	5 29 %	Deed of trust	Interim Construction		
Kappa Kappa Gamma		978,302		2006-05	2007-03	Quarterly	6 50 %	Deed of trust	Interim Construction		
Chi Omega		44,000		1993-06	2008-08	Quarterly	6 50 %	Deed of trust	Interim Construction		
Sigma Chi Fraternity		502,181		1993-09	2014-09	Monthly	8 14 %	Deed of trust	Interim Construction		
Randall Powell	Employment	24,614		2001-12	2007-10	Annual	0 %	None	Employee Loan		
Jorge Morales	Employment	33,500		2005-01	2010-09	Monthly	0 %	None	Employee Loan		

TY 2005 Other Revenues Not Included Schedule

Name: Southern Methodist University

EIN: 75-0800689

Software ID: 05000250

Software Version: 3.2.27

Description	Amount
Scholarships discount - tuition and fees	73,855,767
Scholarships discount - room and board	1,026,385
Unrelated business income not reported at year-end	22,703
Part I lIne 6 expenses netted against revenue	32,704
Revenue reported on supporting organizations 990 returns	6,691,689

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TY 2005 Relationship Schedule

Name: Southern Methodist University
EIN: 75-0800689
Software ID: 05000250
Software Version: 3.2.27

Person Name / Business Name	Title or Role	Person Name 2 / Business Name 2	Title or Role 2	Relationship
Frederick Hegi Jr	Board of Trustee	Austin Industries (Parent of Austin Commercial)	Board Member	Business
Juan Elek	Board of Trustee	Centex Corporation (Parent of Centex Construction)	Board Member	Business

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TY 2005 Tax-Exempt Bond Liabilities Schedule

Name: Southern Methodist University
EIN: 75-0800689
Software ID: 05000250
Software Version: 3.2.27

Item No.	1
Name of Issue	1963 Building Bonds
Purpose	Fund Resident Hall and Student Center Construction
Amount Outstanding	1190000
Unexpeded Bond Proceeds	
Third Party Use	
Space Percentage	0 %
Maturity Date	2013-11
Repayment Terms	Annual
Interest Rate	3.50 %
Security	certain revenues

Item No.	2
Name of Issue	1967 Law Library and Classroom Bonds
Purpose	Fund the Law Library and classrooms
Amount Outstanding	138000
Unexpeded Bond Proceeds	
Third Party Use	
Space Percentage	0 %
Maturity Date	2007-10
Repayment Terms	Annual
Interest Rate	3.00 %
Security	certain revenues

Item No.	3
Name of Issue	1985 Refunding Series
Purpose	Refund prior issue
Amount Outstanding	49200000
Unexpeded Bond Proceeds	
Third Party Use	
Space Percentage	0 %
Maturity Date	2015-07
Repayment Terms	Monthly
Interest Rate	
Security	irrevocable letter of credit

Item No.	4
Name of Issue	1995 Serial Bonds
Purpose	Fund Resident Hall and other construction projects
Amount Outstanding	
Unexpeded Bond Proceeds	
Third Party Use	
Space Percentage	0 %
Maturity Date	2026-10
Repayment Terms	Annual
Interest Rate	4.80 %
Security	unrestricted receivables

Item No.	5
Name of Issue	1966 Fine Arts Center
Purpose	Fund Fine Arts Center
Amount Outstanding	
Unexpeded Bond Proceeds	
Third Party Use	
Space Percentage	0 %
Maturity Date	2006-04
Repayment Terms	Annual
Interest Rate	3.00 %
Security	certain revenues

Item No.	6
Name of Issue	1999A Serial Bonds
Purpose	Fund various construction projects
Amount Outstanding	48410000
Unexpeded Bond Proceeds	
Third Party Use	
Space Percentage	0 %
Maturity Date	2029-10
Repayment Terms	Annual
Interest Rate	3.90 %
Security	unrestricted receivables

Item No.	7
Name of Issue	1999B Variable Rate Bonds
Purpose	Fund various construction projects
Amount Outstanding	3700000
Unexpeded Bond Proceeds	
Third Party Use	
Space Percentage	0 %
Maturity Date	2029-10
Repayment Terms	Weekly
Interest Rate	
Security	irrevocable letter of credit

Item No.	8
Name of Issue	1999C Variable Rate Bonds
Purpose	Fund Stadium Construction
Amount Outstanding	13900000
Unexpeded Bond Proceeds	
Third Party Use	
Space Percentage	0 %
Maturity Date	2029-10
Repayment Terms	Weekly
Interest Rate	
Security	irrevocable letter of credit

Item No.	9
Name of Issue	1999D Term Bonds
Purpose	Refund previous issue
Amount Outstanding	13630000
Unexpeded Bond Proceeds	
Third Party Use	
Space Percentage	0 %
Maturity Date	2022-10
Repayment Terms	Annual
Interest Rate	5.00 %
Security	unrestricted receivables

Item No.	10
Name of Issue	2002 Serial Bonds
Purpose	Refund prior issue and various construction projects
Amount Outstanding	66595000
Unexpeded Bond Proceeds	
Third Party Use	
Space Percentage	0 %
Maturity Date	2032-10
Repayment Terms	Annual
Interest Rate	3.00 %
Security	unrestricted receivables

Item No.	11
Name of Issue	2003 Serial Bonds
Purpose	Fund Recreation Center and Parking structure
Amount Outstanding	29820000
Unexpeded Bond Proceeds	
Third Party Use	
Space Percentage	0 %
Maturity Date	2033-10
Repayment Terms	Annual
Interest Rate	2.00 %
Security	unrestricted receivables

Item No.	12
Name of Issue	2006 Variable Rate Bonds
Purpose	Refund prior issue and various construction projects
Amount Outstanding	84700000
Unexpeded Bond Proceeds	
Third Party Use	
Space Percentage	0 %
Maturity Date	2036-10
Repayment Terms	Weekly
Interest Rate	
Security	liquidity facility

Item No.	13
Name of Issue	Unamortized (discount)/premium on Bonds
Purpose	
Amount Outstanding	514000
Unexpeded Bond Proceeds	
Third Party Use	
Space Percentage	0 %
Maturity Date	
Repayment Terms	
Interest Rate	0 %
Security	

TY 2005 Scholarship Award Statement

Name: Southern Methodist University

EIN: 75-0800689

Software ID: 05000250

Software Version: 3.2.27

Statement: The University provides financial aid to students to enable them to attend the University. All financial aid recipients are selected on an equal objectively determinable basis with other recipients. That is, all students receiving scholarships and fellowships are judged worthy by the University's assessment on the basis of academic achievement, financial need and other similar standards

Form **8453-EO**

Department of the Treasury
Internal Revenue Service

Exempt Organization Declaration and Signature for Electronic Filing

For calendar year 2005, or tax year beginning 6/1, 2005, and ending 5/31, 20 06

For use with Forms 990, 990-EZ, 990-PF, 1120-POL, and 8868

► See instructions on back

OMB No. 1545-1879

2005

Name of exempt organization: Southern Methodist University

Employer identification number: 75-0800689

Part I **Type of Return and Return Information** (Whole Dollars Only)

Check the box for the return for which you are using this Form 8453-EO and enter the applicable amount from the return if any. If you check the box on line 1a, 2a, 3a, 4a, or 5a below and the amount on that line for the return for which you are filing this form was blank, then leave line 1b, 2b, 3b, 4b, or 5b whichever is applicable, blank (i.e. do not enter -0-). But, if you entered -0- on the return, then enter -0- on the applicable line below. **Do not** complete more than 1 line in Part I.

1a Form 990 check here ► [X]	**b Total revenue,** if any (Form 990, line 12)	1b	488,255,647
2a Form 990-EZ check here ► [ ]	**b Total revenue,** if any (Form 990 EZ, line 9)	2b	
3a Form 1120-POL check here ► [ ]	**b Total tax** (Form 1120-POL, line 22)	3b	
4a Form 990-PF check here ► [ ]	**b Tax based on investment income** (Form 990-PF, Part VI, line 5)	4b	
5a Form 8868 check here ► [ ]	**b Balance Due** (Form 8868, line 3c)	5b	

Part II **Declaration of Officer**

6 [ ] I authorize the U.S. Treasury and its designated Financial Agent to initiate an ACH electronic funds withdrawal (direct debit) entry to the financial institution account indicated in the tax preparation software for payment of the organization's federal taxes owed on this return, and the financial institution to debit the entry to this account. To revoke a payment, I must contact the U.S. Treasury Financial Agent at 1-888-353-4537 no later than 2 business days prior to the payment (settlement) date. I also authorize the financial institutions involved in the processing of the electronic payment of taxes to receive confidential information necessary to answer inquiries and resolve issues related to the payment.

[ ] If a copy of this return is being filed with a state agency(ies) regulating charities as part of the IRS Fed/State program, I certify that I executed the electronic disclosure consent contained within this return allowing disclosure by the IRS of this Form 990/990-EZ/990-PF (as specifically identified in Part I above) to the selected state agency(ies).

Under penalties of perjury, I declare that I am an officer of the above named organization and that I have examined a copy of the organization's 2005 electronic return and accompanying schedules and statements and to the best of my knowledge and belief, they are true, correct, and complete. I further declare that the amount in Part I above is the amount shown on the copy of the organization's electronic return. I consent to allow my intermediate service provider, transmitter, or electronic return originator (ERO) to send the organization's return to the IRS and to receive from the IRS (a) an acknowledgement of receipt or reason for rejection of the transmission, (b) an indication of any refund offset, (c) the reason for any delay in processing the return or refund, and (d) the date of any refund.

Sign Here ► Signature of officer: [signature] Date: 4/5/07 ► Title: Vice President for Business/Finance

Part III **Declaration of Electronic Return Originator (ERO) and Paid Preparer** (see instructions)

I declare that I have reviewed the above organization's return and that the entries on Form 8453-EO are complete and correct to the best of my knowledge. If I am only a collector, I am not responsible for reviewing the return and only declare that this form accurately reflects the data on the return. The organization officer will have signed this form before I submit the return. I will give the officer a copy of all forms and information to be filed with the IRS, and have followed all other requirements in **Publication 4206**, Information for Authorized IRS *e-file* Providers of Exempt Organization Filings. If I am also the Paid Preparer, under penalties of perjury I declare that I have examined the above organization's return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. This Paid Preparer declaration is based on all information of which I have any knowledge.

ERO's Use Only	ERO's signature ►	Date	Check if also paid preparer [ ]	Check if self-employed [ ]	ERO's SSN or PTIN
	Firm's name (or yours if self-employed), address, and ZIP code ►				EIN
					Phone no.

Under penalties of perjury, I declare that I have examined the above return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. Declaration of preparer is based on all information of which the preparer has any knowledge.

Paid Preparer's Use Only	Preparer's signature ►	Date	Check if self-employed [ ]	Preparer's SSN or PTIN
	Firm's name (or yours if self-employed), address, and ZIP code ►			EIN
				Phone no.