

D Employer identification number
75-0800689

E Telephone number
(214) 768-2800

F Accounting method ☐ Cash ☒ Accrual
☐ Other (specify) ☐


H and I are not applicable to section 527 organizations	
H(a)	Is this a group return for affiliates? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
H(b)	If "Yes" enter number of affiliates <input type="text"/>
H(c)	Are all affiliates included? <input type="checkbox"/> Yes <input type="checkbox"/> No (If "No," attach a list See instructions)
H(d)	Is this a separate return filed by an organization covered by a group ruling? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
I	Group Exemption Number <input type="text"/>
M	Check <input type="checkbox"/> if the organization is not required to attach Sch B (Form 990, 990-EZ, or 990-PF)

Form **990** (2006

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
22a	Grants paid from donor advised funds (attach Schedule) (cash \$ ⁰ noncash \$ ⁰) If this amount includes foreign grants, check here <input type="checkbox"/>	22a			
22b	Other grants and allocations (attach schedule)  (cash \$78,481,564 noncash \$2,939,472) If this amount includes foreign grants, check here <input type="checkbox"/>	22b	81,421,036	81,421,036	
23	Specific assistance to individuals (attach schedule)	23			
24	Benefits paid to or for members (attach schedule)	24			
25a	Compensation of current officers, directors, key employees etc. Listed in Part V-A (attach schedule)	25a	2,543,417	89,500	2,203,417
b	Compensation of former officers, directors, key employees etc. listed in Part V-B (attach schedule)	25b	2,207,060	2,028,948	178,112
c	Compensation and other distributions not included above to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) (attach schedule)	25c			
26	Salaries and wages of employees not included on lines 25a, b and c	26	153,016,191	138,681,870	9,733,817
27	Pension plan contributions not included on lines 25a, b and c	27	11,308,834	10,066,309	907,247
28	Employee benefits not included on lines 25a - 27	28	16,291,514	14,501,532	1,306,980
29	Payroll taxes	29	9,785,457	8,710,309	785,034
30	Professional fundraising fees	30			
31	Accounting fees	31	249,165	0	249,165
32	Legal fees	32	1,757,060	388,581	1,368,479
33	Supplies	33	9,204,147	8,791,593	270,827
34	Telephone	34	851,319	756,528	57,825
35	Postage and shipping	35	1,895,760	1,499,166	50,945
36	Occupancy	36	19,055,284	18,162,541	720,739
37	Equipment rental and maintenance	37	2,054,338	2,006,527	29,708
38	Printing and publications	38	3,844,881	3,507,255	109,474
39	Travel	39	8,662,843	8,326,995	182,567
40	Conferences, conventions, and meetings	40	971,350	862,883	59,803
41	Interest	41	10,679,987	10,679,987	0
42	Depreciation, depletion, etc. (attach schedule)	42	26,851,932	23,332,326	2,754,688
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 22a through 43g (Organizations completing columns (B)-(D), carry these totals to lines 13-15)	44	426,593,281	384,923,596	32,938,747

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 \$⁰ , **(ii)** the amount allocated to Program services \$⁰ , **(iii)** the amount allocated to Management and general \$⁰ , and **(iv)** the amount allocated to Fundraising \$⁰

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.

<p>What is the organization's primary exempt purpose? ► <u>EDUCATION</u></p> <p>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.)</p>	<p>Program Service Expenses</p> <p>(Required for 501(c)(3) and (4) orgs, and 4947(a)(1) trusts, but optional for others.)</p>
<p>a See Additional Data Table</p> <p>_____</p> <p>_____</p> <p>(Grants and allocations \$ _____) If this amount includes foreign grants, check here ► <input type="checkbox"/></p>	
<p>b</p> <p>_____</p> <p>_____</p> <p>(Grants and allocations \$ _____) If this amount includes foreign grants, check here ► <input type="checkbox"/></p>	
<p>c</p> <p>_____</p> <p>_____</p> <p>(Grants and allocations \$ _____) If this amount includes foreign grants, check here ► <input type="checkbox"/></p>	
<p>d</p> <p>_____</p> <p>_____</p> <p>(Grants and allocations \$ _____) If this amount includes foreign grants, check here ► <input type="checkbox"/></p>	
<p>e Other program services (attach schedule)</p> <p>(Grants and allocations \$ _____) If this amount includes foreign grants, check here ► <input type="checkbox"/></p>	
<p>f Total of Program Service Expenses (should equal line 44, column (B), Program services) ►</p>	<p>384,923,596</p>

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		20,000	45	1,158,703	
	46	Savings and temporary cash investments		122,188,767	46	173,768,697	
	47a	Accounts receivable	47a	72,946,258			
	b	Less allowance for doubtful accounts	47b	464,620	66,554,983	47c	72,481,638
	48a	Pledges receivable	48a	48,606,147			
	b	Less allowance for doubtful accounts	48b		47,195,088	48c	48,606,147
	49	Grants receivable		2,929,470	49	3,553,460	
	50a	Receivables from current and former officers, directors, trustees, and key employees (attach schedule)			50a		
	b	Receivables from other disqualified persons (as defined under section 4958(c)(3)(B) (attach schedule)			50b		
	51a	Other notes and loans receivable (attach schedule)	51a	14,479,851			
	b	Less allowance for doubtful accounts	51b	349,822	12,156,468	51c	14,130,029
	52	Inventories for sale or use		247,280	52	256,243	
	53	Prepaid expenses and deferred charges		1,081,940	53	4,386,633	
	54a	Investments—publicly-traded securities <input checked="" type="checkbox"/> Cost <input checked="" type="checkbox"/> FMV		352,321,094	54a	514,611,923	
	b	Investments—other securities (attach schedule) <input type="checkbox"/> Cost <input checked="" type="checkbox"/> FMV		31,385,174	54b	0	
	55a	Investments—land, buildings, and equipment basis	55a	54,883,015			
	b	Less accumulated depreciation (attach schedule)	55b	198,745	49,617,886	55c	54,684,270
	56	Investments—other (attach schedule)		640,490,251	56	718,559,645	
	57a	Land, buildings, and equipment basis	57a	711,896,430			
	b	Less accumulated depreciation (attach schedule)	57b	226,299,679	451,968,441	57c	485,596,751
58	Other assets, including program-related investments (describe <input checked="" type="checkbox"/>)		6,658,206	58	6,667,070		
59	Total assets (must equal line 74) Add lines 45 through 58		1,784,815,048	59	2,098,461,209		
Liabilities	60	Accounts payable and accrued expenses		113,755,534	60	162,730,643	
	61	Grants payable			61		
	62	Deferred revenue		17,302,388	62	16,717,037	
	63	Loans from officers, directors, trustees, and key employees (attach schedule)			63		
	64a	Tax-exempt bond liabilities (attach schedule)		310,769,000	64a	396,697,144	
	b	Mortgages and other notes payable (attach schedule)		1,420,781	64b	23,463,775	
	65	Other liabilities (describe <input checked="" type="checkbox"/>)		9,704,173	65	10,953,428	
	66	Total liabilities Add lines 60 through 65		452,951,876	66	610,562,027	
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		761,922,172	67	878,034,182	
	68	Temporarily restricted		195,023,000	68	205,103,000	
	69	Permanently restricted		374,918,000	69	404,762,000	
	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 and column (B) must equal line 21)		1,331,863,172	73	1,487,899,182	
	74	Total liabilities and net assets / fund balances Add lines 66 and 73		1,784,815,048	74	2,098,461,209	

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	498,845,527
b	Amounts included on line a but not on Part I, line 12		
1	Net unrealized gains on investments	b1	26,220,501
2	Donated services and use of facilities	b2	
3	Recoveries of prior year grants	b3	
4	Other (specify) _____	b4	
	Add lines b1 through b4	b	26,220,501
c	Subtract line b from line a	c	472,625,026
d	Amounts included on Part I, line 12, but not on line a:		
1	Investment expenses not included on Part I, line 6b	d1	9,303,483
2	Other (specify) 92 _____	d2	76,052,155
	Add lines d1 and d2	d	26,220,501
e	Total revenue (Part I, line 12) Add lines c and d	e	557,980,664

Part IV-B

Reconciliation of Expenses per Audited Financial Statements With Expenses per Return

a	Total expenses and losses per audited financial statements	a	346,445,811
b	Amounts included on line a but not on Part I, line 17		
1	Donated services and use of facilities	b1	
2	Prior year adjustments reported on Part I, line 20	b2	
3	Losses reported on Part I, line 20	b3	
4	Other (specify) _____	b4	
	Add lines b1 through b4	b	
c	Subtract line b from line a	c	346,445,811
d	Amounts included on Part I, line 17, but not on line a:		
1	Investment expenses not included on Part I, line 6b	d1	9,303,483
2	Other (specify) _____	d2	70,843,987
	Add lines d1 and d2	d	80,147,470
e	Total expenses (Part I, line 17) Add lines c and d	e	426,593,281

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
See Additional Data Table				

Part V-A		Current Officers, Directors, Trustees, and Key Employees <i>(continued)</i>		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 the organization? See the instructions for the definition of "related organization" If "Yes," attach a statement that includes the information described in the instructions	75c			No
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 (If not paid enter -0-)	(D) Contributions to employee benefit plans and deferred compensation plans	(E) Expense account and other allowances
See Additional Data Table				

Part VI		Other Information <i>(See the instructions.)</i>		Yes	No
76	Did the organization make a change in its activities or methods of conducting activities? If "Yes," attach a detailed statement of each change	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 ➤ See Additional Data Table _____and check whether it is <input type="checkbox"/> exempt or <input type="checkbox"/> nonexempt				
81a	Enter direct or indirect political expenditures (See line 81 instructions)	81a	0		
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

b

If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?

84b

85

501(c)(4), (5), or (6) organizations. a Were substantially all dues nondeductible by members?

85a

b

Did the organization make only in-house lobbying expenditures of \$2,000 or less?

85b

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

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

86

501(c)(7) orgs. Enter a Initiation fees and capital contributions included on line 12

86a

0

b

Gross receipts, included on line 12, for public use of club facilities

86b

0

87

501(c)(12) orgs. Enter a Gross income from members or shareholders

87a

0

b

Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.)

87b

0

88a

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.

88a

No

b

At any time during the year, did the organization directly or indirectly own a controlled entity within the meaning of section 512(b)(13)? If yes, complete Part XI.

88b

No

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

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

0

d

Enter Amount of tax on line 89c, above, reimbursed by the organization

0

e

All organizations. At any time during the tax year was the organization a party to a prohibited tax shelter transaction?

89e

No

f

All organizations. Did the organization acquire direct or indirect interest in any applicable insurance contract?

89f

No

g

For supporting organizations and sponsoring organizations maintaining donor advised funds. Did the supporting organization, or a fund maintained by a sponsoring organization, have excess business holdings at any time during the year?

89g

No

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, 2006. (See instructions.)

90b

3,342

91a

The books are in care of CONTROLLER'S OFFICE Telephone no (214) 768-2800

6116 N CENTRAL EXPRESSWAY

Located at DALLAS, TX ZIP + 4 75206

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

No

If "Yes," enter the name of the foreign country XE

See the instructions for exceptions and filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts.

Part VI Other Information <i>(continued)</i>		Yes	No
c At any time during the calendar year, did the organization maintain an office outside of the United States?		91c Yes	
If "Yes," enter the name of the foreign country XE			
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		(E) Related or exempt function income
		(A) Business code	(B) Amount	(C) Exclusion code	(D) Amount	
93	Program service revenue					
a	See Additional Data Table					
b						
c						
d						
e						
f	Medicare/Medicaid payments					
g	Fees and contracts from government agencies					
94	Membership dues and assessments					316,863
95	Interest on savings and temporary cash investments			14	12,783,624	
96	Dividends and interest from securities			14	21,691,340	
97	Net rental income or (loss) from real estate					
a	debt-financed property	531120	-9,780			
b	non debt-financed property			16	98,070	
98	Net rental income or (loss) from personal property					
99	Other investment income	211110	5,437		8,021,798	
100	Gain or (loss) from sales of assets other than inventory	531390	66,298	15	103,949,465	
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))		168,301		174,155,374	314,194,851
105	Total (add line 104, columns (B), (D), and (E))					488,518,526

Note: Line 105 plus line 1e, 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)
	See Additional Data Table

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 premiums on a personal benefit contract?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
(b)	Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
NOTE: If "Yes" to (b) , file Form 8870 and Form 4720 (see instructions).		

Part XI

Information Regarding Transfers To and From Controlled Entities

Complete only if the organization is a controlling organization as defined in section 512(b)(13)

106	Did the reporting organization make any transfers to a controlled entity as defined in section 512(b)(13) of the Code? If "Yes," complete the schedule below for each controlled entity	Yes	No	
			No	
	(A) Name and address of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer
Totals				

107	Did the reporting organization receive any transfers from a controlled entity as defined in section 512(b)(13) of the Code? If "Yes," complete the schedule below for each controlled entity	Yes	No	
		Yes		
	(A) Name and address of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer
Totals				9,828,080

108	Did the organization have a binding written contract in effect on August 17, 2006 covering the interests, rents, royalties and annuities described in question 107 above?	Yes	No
			No

Please Sign Here

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

Signature of officer

2008-04-09

Date

CHRISTINE CASEY VP FOR BUSINESS/FINANCE

Type or print name and title

Paid Preparer's Use Only	Preparer's signature	405-239-6411	Date	Check if self-employed <input checked="" type="checkbox"/>	Preparer's SSN or PTIN (See Gen. Inst. W)
	Firm's name (or yours if self-employed), address, and ZIP + 4				EIN
	210 Park Ave Suite 2850 Oklahoma City, OK 73102				Phone no (405) 239-6411

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

2006

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 2 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
STEVE ORSINI PO BOX 750261 DALLAS, TX 75275	DIR OF ATHLETICS 37 5	350,000	63,167	63,877
WILLIAM DILLON PO BOX 750261 DALLAS, TX 75275	ASSOC DEAN BUS SCH 37 5	386,972	44,440	1,409
MATTHEW DOHERTY PO BOX 750261 DALLAS, TX 75275	BASKETBALL COACH 37 5	783,714	30,509	2,890
ALBERT NIEMI JR PO BOX 750261 DALLAS, TX 75275	DEAN-BUSINESS SCHOOL 37 5	384,000	35,548	6,585
PHIL BENNETT PO BOX 750261 DALLAS, TX 75275	FOOTBALL COACH 37 5	500,000	49,470	4,646
Total number of other employees paid over \$50,000 ▶	1,040			

Part II-A Compensation of the Five Highest Paid Independent Contractors for Professional Services
(See page 2 of the 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
THE RICHARDS GROUP 8750 N CENTRAL EXPRESSWAY SUITE 1 DALLAS, TX 75231	ADVERTISEMENT	2,510,396
PERKINS WILL ARCHITECTS 10100 N CENTRAL EXPRESSWAY SUITE DALLAS, TX 75231	ARCHITECTS	1,510,273
LOCKE LIDDELL SAPP LLP PO BOX 911541 DALLAS, TX 75391	ATTORNEY	819,273
HKS INC 1919 MCKINNEY AVENUE DALLAS, TX 75201	ARCHITECTS	698,411
GOOD FULTON FARRELL 2808 FAIRMONT STREET SUITE 300 DALLAS, TX 75201	ARCHITECTS	600,132
Total number of others receiving over \$50,000 for professional services ▶	82	

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 individuals or firms. If there are none, enter "None". See page 2 for instructions.)

(a) Name and address of each independent contractor paid more than \$50,000	(b) Type of service	(c) Compensation
TURNER CONSTRUCTION COMPANY INC 2001 N LAMAR STREET DALLAS, TX 75202	CONSTRUCTION	6,807,899
HC BECK LTD 1807 ROSS AVENUE SUITE 500 DALLAS, TX 75201	CONSTRUCTION	4,214,120
HUNT CONSTRUCTION GROUP INC 4099 MCEWEN ROAD SUITE 400 DALLAS, TX 75244	CONSTRUCTION	3,990,528
NEDDERMAN ASSOCIATES 2404 EMPIRE CENTRAL DALLAS, TX 75235	CONSTRUCTION	2,265,987
AUSTIN COMMERCIAL PO BOX 2879 DALLAS, TX 75235	CONSTRUCTION	2,004,863
Total number of other contractors receiving over \$50,000 for other services ▶	73	

For Paperwork Reduction Act Notice, see the Instructions for Form 990 andCat No 11285F

Schedule A (Form 990 or 990-EZ)
2006

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 ▶\$ 243,251 (Must equal amounts on line 38, Part VI-A, or line 1 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	Did the organization make grants for scholarships, fellowships, student loans, etc ? (If "Yes," attach an explanation of how the organization determines that recipients qualify to receive payments) 📄	3a	Yes	
b	Did the organization have a section 403(b) annuity plan for its employees?	3b	Yes	
c	Did the organization receive or hold an easement for conservation purposes, including easements to preserve open space, the environment , historic land areas or structures? If "Yes" attach a detailed statement	3c		No
d	Did the organization provide credit counseling, debt management, credit repair, or debt negotiation services?	3d		No
4a	Did the organization maintain any donor advised funds? If "Yes," complete lines 4b through 4g If "No," complete lines 4f and 4g	4a	Yes	
b	Did the organization make any taxable distributions under section 4966?	4b		No
c	Did the organization make a distribution to a donor, donor advisor, or related person?	4c		No
d	Enter the total number of donor advised funds owned at the end of the tax year ▶			
e	Enter the aggregate value of assets held in all donor advised funds owned at the end of the tax year ▶			
f	Enter the total number of separate funds or accounts owned at the end of the tax year (excluding donor advised funds included on line 4d) where donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts ▶4			
g	Enter the aggregate value of assets held in all funds or accounts included on line 4f at the end of the tax year ▶42,226,034			

Part IV Reason for Non-Private Foundation Status (See pages 4 through 7 of the instructions.)

I certify that 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 otherwise meets the requirements of section 509(a)(3) Check the box that describes the type of supporting organization

☐ Type I ☐ Type II ☐ Type III - Functionally Integrated ☐ Type III - Other

Provide the following information about the supported organizations. (see page 7 of the instructions.)

(a) Name(s) of supported organization(s)	(b) Employer identification number	(c) Type of organization (described in lines 5 through 12 above or IRC section)	(d) Is the supported organization listed in the supporting organization's governing documents?		(e) Amount of support?
			Yes	No	
Total ▶					

- 14

☐

An organization organized and operated to test for public safety Section 509(a)(4) (See page 7 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) 2005	(b) 2004	(c) 2003	(d) 2002	(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 2002 through 2005 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 (2005) (2004) (2003) (2002)					
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 11b, 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 (2005) (2004) (2003) (2002)					
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 2002 through 2005, 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)

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?		Yes	No
		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?		Yes	
		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? If "Yes," please describe, if "No," please explain (If you need more space, attach a separate statement) ALL ADMISSION BROCHURES, NEWSPAPERS, ADVERTISEMENTS, ETC INCLUDE NON-DISCRIMINATION STATEMENTS		Yes	
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? If you answered "Yes" to either 34a or b, please explain using an attached statement	34b		No
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 10 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		(a) Affiliated group totals	(b) To be completed for all electing organizations
(The term "expenditures" means amounts paid or incurred)			
36	Total lobbying expenditures to influence public opinion (grassroots lobbying)	36	
37	Total lobbying expenditures to influence a legislative body (direct lobbying)	37	243,251
38	Total lobbying expenditures (add lines 36 and 37)	38	243,251
39	Other exempt purpose expenditures	39	426,350,030
40	Total exempt purpose expenditures (add lines 38 and 39)	40	426,593,281
41	Lobbying nontaxable amount Enter the amount from the following table— <div><div>If the amount on line 40 is—</div><div>The lobbying nontaxable amount is—</div><div>Not over \$500,00020% of the amount on line 40</div><div>Over \$500,000 but not over \$1,000,000\$100,000 plus 15% of the excess over \$500,000</div><div>Over \$1,000,000 but not over \$1,500,000\$175,000 plus 10% of the excess over \$1,000,000</div><div>Over \$1,500,000 but not over \$17,000,000\$225,000 plus 5% of the excess over \$1,500,000</div><div>Over \$17,000,000\$1,000,000</div></div>	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
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 13 of the instructions)

	Lobbying Expenditures During 4-Year Averaging Period				
Calendar year (or fiscal year beginning in) ▶	(a) 2006	(b) 2005	(c) 2004	(d) 2003	(e) Total
45 Lobbying nontaxable amount	1,000,000	1,000,000	1,000,000	0	3,000,000
46 Lobbying ceiling amount (150% of line 45(e))					4,500,000
47 Total lobbying expenditures	243,251	249,530	191,559	0	684,340
48 Grassroots nontaxable amount	250,000	250,000	250,000	0	750,000
49 Grassroots ceiling amount (150% of line 48(e))					1,125,000
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 13 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.)			
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.)			
If "Yes" to any of the above, also attach a statement giving a detailed description of the lobbying activities			

Exempt Organizations (See page 13 of the instructions.)

501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?

Yes	No
-----	----

- | | | |
|---------------|-----|----|
| 51a(i) | | No |
| a(ii) | | No |
| b(i) | | No |
| b(ii) | | No |
| b(iii) | Yes | |
| b(iv) | | No |
| b(v) | | No |
| b(vi) | | No |
| c | Yes | |

Yes	
-----	--

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.

[illegible]

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

[illegible]

Additional Data

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

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

<i>Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I.</i>		(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
a PUBLIC RELATIONS	43a	5,175,313	4,457,019	598,389	119,905
b BOOKS & PERIODICALS	43b	5,588,658	5,588,658	0	0
c PROPERTY COSTS	43c	3,914,480	2,564,678	1,346,697	3,105
d COMPUTER COSTS	43d	8,056,366	7,457,685	532,296	66,385
e OTHER SERVICES	43e	16,306,976	15,528,391	497,600	280,985
f STUDENT & EMPLOYEE RECRUITING	43f	1,765,671	1,500,200	264,149	1,322
g STIPENDS & STUDENT AWARDS	43g	2,972,715	2,966,714	5,700	301
h CONTINGENCIES	43h	1,760,515	1,731,648	28,867	0
i SUMMER CONFERENCES	43i	1,174,509	1,174,509	0	0
j EXTERNAL INVESTMENT MANAGEMENT	43j	8,300,585	0	8,300,585	0
k MISCELLANEOUS	43k	8,925,918	8,140,208	395,637	390,073

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 STUDENT LOAN FUND ADMINISTRATIVE EXPENSES (Grants and allocations \$) If this amount includes foreign grants, check here <input type="checkbox"/>		65,798
b INSTRUCTIONAL TOTAL STUDENT ENROLLMENT FALL SEMESTER 2006/2007 - 10,941 SPRING SEMESTER 2006/2007 - 10,477 (Grants and allocations \$ 71,398,629) If this amount includes foreign grants, check here <input type="checkbox"/>		278,786,489
c SPONSORED RESEARCH SPONSORED RESEARCH - \$22,415,443 INSTITUTIONAL RESEARCH - \$5,783,320 (Grants and allocations \$) If this amount includes foreign grants, check here <input type="checkbox"/>		28,198,763
d AUXILIARY ACTIVITIES APARTMENT AND RESIDENTIAL OPERATIONS - \$4,248,697 HOUSING - \$12,567,356 INTERCOLLEGIATE ATHLETICS - \$38,287,196 FORT BURGWIN - \$261,507 FOOD SERVICE - \$616,086 INDEPENDENT OPERATIONS - \$3,058,655 (Grants and allocations \$ 10,022,407) If this amount includes foreign grants, check here <input type="checkbox"/>		59,039,497
e ORGANIZED ACTIVITIES COMMUNITY SERVICES - \$2,403,694 CONFERENCES & SEMINARS - \$11,548,913 SUMMER CAMPS - \$4,880,442 (Grants and allocations \$) If this amount includes foreign grants, check here <input type="checkbox"/>		18,833,049

Form 990, Part V-A - Current Officers, Directors, Trustees, and Key Employees:

(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 GERALD TURNER PO Box 750261 Dallas, TX 752750261	PRESIDENT 37 5	644,000	233,219	160,642
THOMAS TUNKS PO Box 750261 Dallas, TX 752750261	INT PROVOST & VP- ACAD AFFAIRS 37 5	230,800	39,365	2,628
THOMAS BARRY PO Box 750261 Dallas, TX 752750261	VICE PRESIDENT - EXEC AFFAIRS 37 5	220,000	42,354	11,195
ELIZABETH C WILLIAMS PO Box 750261 Dallas, TX 752750261	TREASURER 37 5	242,000	40,445	12,680
S LEON BENNETT PO Box 750261 Dallas, TX 752750261	VP - LEGAL AFFAIRS & SECRETARY 37 5	308,000	44,911	14,558
JAMES E CASWELL PO Box 750261 Dallas, TX 752750261	VP - STUDENT AFFAIRS 37 5	154,000	29,296	48,122
BRAD CHEVES PO Box 750261 Dallas, TX 752750261	VP - DEVELOPMENT 37 5	250,500	47,415	11,031
DANA GIBSON PO Box 750261 Dallas, TX 752750261	VP - BUSINESS AND FINANCE 37 5	272,000	41,283	7,797
MARY ANNE ROGERS PO Box 750261 Dallas, TX 752750261	ASSISTANT SECRETARY 37 5	79,568	26,416	554
DONNA HANCOCK PO Box 750261 Dallas, TX 752750261	ASSISTANT SECRETARY 37 5	53,049	11,840	192

Form 990, Part V-A - Current Officers, Directors, Trustees, and Key Employees:

(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
RHONDA BLAIR PO Box 750261 Dallas, TX 752750261	BOARD OF TRUSTEES 37 5	89,500	19,879	397
MRS RUTH S ALTSHULER PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
MICHAEL M BOONE PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
BRADLEY BROOKSHIRE PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
MRS LAURA WELCH BUSH PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
PASTOR KIRBYJON H CALDWELL PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
DONALD J CARTY PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
MRS JEANNE COX PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
REV MARK CRAIG PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
GARY T CRUM PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0

Form 990, Part V-A - Current Officers, Directors, Trustees, and Key Employees:

(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
MRS LINDA CUSTARD PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
ROBERT H DEDMAN JR PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
FRANK M DUNLEVY PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
JUAN ELEK PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
THOMAS ENGIBOUS PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
PROFESSOR GARY A EVANS PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
ALAN FELD PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
GERALD J FORD PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
ANDREW GALLOWAY PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
DR JAMES R GIBBS PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0

Form 990, Part V-A - Current Officers, Directors, Trustees, and Key Employees:

(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
MILLEDGE A HART III PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
DR FREDERICK B HEGI JR PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
WARD L HUEY JR PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
RAY L HUNT PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
MRS GENE C JONES PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
BISHOP SCOTT JONES PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
ROBERT A LEACH PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
DR BOBBY B LYLE PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
PAUL B LOYD JR PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
MARK A NERIO PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0

Form 990, Part V-A - Current Officers, Directors, Trustees, and Key Employees:

(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
BISHOP ALFRED NORRIS PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
CONNIE ONEILL PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
ROSS PEROT JR PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
MRS JEANNE L PHILLIPS PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
CAREN H PROTHRO PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
WILLIAM JOEL RAINER PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
CARL SEWELL PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
BISHOP ANN B SHERER PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
DR HELMUT SOHMEN PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
JOHN C TOLLESON PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0

Form 990, Part V-A - Current Officers, Directors, Trustees, and Key Employees:

(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
RICHARD WARE PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0
DR RICHARD J WOOD PO Box 750261 Dallas, TX 752750261	TRUSTEE 1 0	0	0	0

Form 990, Part V-B - Former Officers, Directors, Trustees, and Key Employees That Received Compensation or Other Benefits:

(A) Name and address	(B) Loans and Advances	(C) Compensation (If not paid, enter -0-	(D) Contributions to employee benefit plans and deferred compensation plans	Expense account and other allowances
CHRISTINE BUCHANAN PO BOX 750376 DALLAS,TX 752750376	0	111,000	18,816	769
WILLIAM J BRIDGE PO BOX 750116 DALLAS,TX 752750116	0	126,479	24,836	599
CAROLINE BRETTELL PO BOX 750336 DALLAS,TX 752750336	0	156,203	30,279	878
ED BIEHL PO BOX 750314 DALLAS,TX 752750314	0	158,917	20,855	779
JAMES E BROOKS PO BOX 750274 DALLAS,TX 75275	0	11,000	4,326	0
WILLIAM BABCOCK PO BOX 27 BARNSTABLE,MA 02635	0	0	1,740	0
MARGARET DUNHAM PO BOX 750122 DALLAS,TX 752750122	0	123,681	29,381	598
THOMAS FOMBY PO BOX 750496 DALLAS,TX 752750496	0	123,967	43,101	757
DAVID FREIDEL PO BOX 750336 DALLAS,TX 752750336	0	130,760	26,582	720
JAMES GERHARDT 5526 PURDUE AVENUE DALLAS,TX 75209	0	0	1,740	0
JHN GARTLEY 28 KATHY DRIVE ORMOND BEACH,FL 32176	0	0	3,481	0
JAMES HOPKINS PO BOX 750176 DALLAS,TX 752750176	0	122,283	25,858	1,062
LEROY HOWE PO BOX 750133 DALLAS,TX 752750133	0	0	3,481	0
DOROTHY HARALSON 6840 WALNUT HILL DALLAS,TX 75230	0	7,380	1,422	0
DAVID JOHNSON PO BOX 750337 DALLAS,TX 752750337	0	110,352	23,102	884
ROBERT VAN KEMPER PO BOX 750336 DALLAS,TX 752750336	0	120,017	26,177	663
JAMES E KIRBY 9235 WINDY CREST DRIVE DALLAS,TX 75243	0	0	3,481	0
ROSS MURFIN PO BOX 750435 DALLAS,TX 752750435	0	253,152	35,740	1,534
J CARTER MURPLY 5021 FOREST LANE CIRCLE DALLAS,TX 75244	0	0	1,740	0
RUTH MORGAN 7607 GLENSHANNON CIRCLE DALLAS,TX 75225	0	0	1,740	0
JOHN OCONNOR PO BOX 750294 DALLAS,TX 752750294	0	162,500	29,145	729
DON SHIELDS 1746 TATTENHAM ROAD SAN DIEGO,CA 92024	0	0	3,481	0
WILLIAM STALLCUP PO BOX 1257 TAOS,NM 87557	0	0	3,481	0
WILLIAM SNICKENBERGER PO BOX 1048 NEW LONDON,NH 03257	0	8,232	0	0
MARSHALL TERRY PO BOX 750435 DALLAS,TX 752750435	0	117,000	22,348	37
MARY VERNON PO BOX 750356 DALLAS,TX 752750356	0	87,000	18,795	808
NORMAN WICK PO BOX 750356 DALLAS,TX 752750356	0	50,000	14,287	74
RONALD WETHERINGTON PO BOX 750336 DALLAS,TX 752750336	0	84,729	30,645	169
PETER WINSHIP PO BOX 750116 DALLAS,TX 752750116	0	142,408	25,633	1,664

Form 990, Part VI, Line 80b - If "Yes", enter the name of the organization and whether it is exempt or nonexempt:

Name of the Organization	Exempt	Nonexempt
PERUNA PROPERTIES INC	X	
THE STADIUM CLUB INC	X	
PONY PROPERTIES INC	X	
SMU FOUNDATION FOR RESEARCH	X	
PERUNA HOLDINGS CORPORATION	X	
MUSTANG MOCKINGBIRD CORPORATION	X	
MUSTANG MOCKINGBIRD PROPERTIES	X	
MUSTANG AIRLINE CORPORATION	X	

Form 990, Part VII, Line 93 - Program service revenue:

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	
a 93A TUITION AND FEES					267,020,358
b 93B ORGANIZED ACTIVITIES					7,193,277
c 93C AUXILIARY ACTIVITIES	541800	20,050			22,184,523
d 93D FOOD SERVICE REVENUE			03	3,422,329	
e 93E BOOKSTORE REVENUE			03	1,400,252	
f 93F VENDING MACHINES REV			03	919	
g 93G CHILD DAY CARE FEES			03	256,845	
h 93H LAUNDRY MACHINES REV			03	66,440	
i 93I LINEN RENTAL INCOME			03	5,599	
j 93J RECREATIONAL EQUIPMENT			03	16,759	
k RENTALS					
l 93K FACILITY RENTALS			16	160,295	
m 93L SPONSORED RESEARCH			21	18,624,599	
n 93M OTHER					17,479,830
o 93N ALUMNI TOURS	561520	8,438			
p 93O STEAM SALES-HIGHLAND PARK METHODIST CHURCH	561700	77,358			
q 93P SMU SOUTHWEST REVIEW- ADVERTISING	541800	500			
r 93Q PARKING REVENUE			03	1,863,811	
s 93R HEALTH CENTER REVENUE			03	864,323	
t 93S COPY MACHINES REVENUE			03	155,406	

Form 990, Part VIII - Relationship of Activities to the Accomplishment of Exempt Purposes:

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).
93A	TUITION AND FEES INCOME IS GENERATED FROM SMU'S
93A	INSTRUCTIONAL ACTIVITY, ITS PRIMARY FUNCTION
93B	ORGANIZED ACTIVITIES INCLUDED REVENUES GENERATED FROM
93B	CONFERENCES, SEMINARS, LECTURES, SPORT TRAINING CAMPS, ETC
93B	THAT PROVIDE EDUCATIONAL SERVICES TO THOSE ATTENDING
93C	AUXILIARY ACTIVITIES INCLUDE REVENUE FROM RESIDENCE HALLS
93C	AND OTHER CAMPUS RENTALS AND INTERCOLLEGIATE ATHLETIC
93C	REVENUE LIVING ON CAMPUS AND ENGAGING IN CAMPUS
93C	ACTIVITIES PROVIDE THE COLLEGE EXPERIENCE, ENHANCING THE
93C	EDUCATIONAL FUNCTION
93M	OTHER REVENUE GENERATED, WHICH IS INCIDENTAL TO THE
93M	UNIVERSITY'S EDUCATIONAL PURPOSE, INCLUDES STUDENT
93M	PROCESSING FEES (ADD/DROP, MATRICULATION, ETC), LIBRARY
93M	FEES, CULTURAL ACTIVITIES, TICKET SALES NOT REPORTED
93M	ELSEWHERE, AND CONTINUING EDUCATION OTHER FEES, FINES AND
93M	BOOKKEEPING CORRECTIONS GENERALLY ASSOCIATED WITH
93M	EDUCATIONAL PROGRAMS ARE ALSO REFLECTED HEREIN
94	DUES/MEMBERSHIP FEES INCLUDE FACULTY CLUB, INDUSTRIAL
94	INFORMATION CENTER, BOOK CLUB AND DEDMAN SPORTS MEMBERSHIPS
94	MEMBERSHIPS IN THE FACULTY CLUB PROMOTE THE DEVELOPMENT OF
94	COLLEGIAL RELATIONSHIPS BETWEEN MEMBERS, WHO ARE STAFF AND
94	FACULTY OF THE UNIVERSITY MEMBERSHIPS IN DEDMAN SPORTS
94	PROMOTE THE USE OF THE SPORTS FACILITY BY ENCOURAGING
94	FAMILY MEMBERS TO JOIN STAFF AND STUDENTS IN THE USE OF THE
94	FACILITY MEMBERSHIPS IN THE OTHER CLUBS ENCOURAGE THE
94	INVOLVEMENT OF COMMUNITY MEMBERS IN THE UNIVERSITY
94	ENVIRONMENT WHICH RESULTS IN THE DEVELOPMENT OF
94	RELATIONSHIPS BETWEEN THE UNIVERSITY AND THE COMMUNITY

TY 2006 Cash Grants Paid Schedule

Name: Southern Methodist University

EIN: 75-0800689

Class of Activity	Recipient's name	Address	Amount	Relationship
	SEE GENERAL EXPLANATION STATEMENT 6		78,481,564	

TY 2006 General Explanation Attachment

Name: Southern Methodist University

EIN: 75-0800689

Identifier	Return Reference	Explanation
GENERAL EXPLANATION STATEMENT 1	FORM 990, PART I NET GAIN OR LOSS, LINE 8D	<p>PUBLICLY TRADED SECURITIES ----- DESCRIPTION OF SECURITIES VARIOUS SECURITIES DATE ACQUIRED VARIOUS DATE OF SALE VARIOUS GROSS SALES PRICE \$300,900,811 ORIGINAL COST OF OTHER BASIS (202,493,883) ----- TOTAL NET GAIN \$ 98,406,928 ===== NON-PUBLICLY TRADED SECURITIES ----- DESCRIPTION OF SECURITIES CLUB CORP INTERNATIONAL, 2,274,288 SHARES DATE ACQUIRED VARIOUS DATE OF SALE 01/1 1/2007 GROSS SALES PRICE \$ 32,170,895 ORIGINAL COST OF OTHER BASIS (31,385,174) ----- TOTAL NET GAIN \$ 785,721 ===== SECURITIES ----- TOTALS FOR LINE 8, COL (A) GROSS AMOUNT FROM SALES \$333,071,706 COST OR OTHER BASIS (233,879,057) ----- - GAIN OR LOSS \$ 99,192,649 ===== REAL ESTATE AND OTHER PROPERTY ----- DESCRIPTION OF ASSETS LOTS 38 AND 39 LAPLACE, LA DATE ACQUIRED 07/26/1983 DATE OF SALE 09/08/2006 GROSS SALES PRICE \$ 17,000 ORIGINAL COST OR OTHER BASIS (5,000) ----- TOTAL NET GAIN \$ 12,000 ===== DESCRIPTION OF ASSETS EUROPA FUND II, LP DATE ACQUIRED VARIOUS DATE OF SALE VARIOUS GROSS SALES PRICE \$ 1,506,300 ORIGINAL COST OR OTHER BASIS (891,875) ----- TOTAL NET GAIN \$ 614,425 ===== DESCRIPTION OF ASSETS MEADOWBROOK RD FUND DATE ACQUIRED VARIOUS DATE OF SALE VARIOUS GROSS SALES PRICE \$ 1,147,753 ORIGINAL COST OR OTHER BASIS (672,394) ----- TOTAL NET GAIN \$ 475,359 ===== DESCRIPTION OF ASSETS CROW HOLDINGS REALTY PARTNERS DATE ACQUIRED VARIOUS DATE OF SALE VARIOUS GROSS SALES PRICE \$ 751,060 ORIGINAL COST OR OTHER BASIS (1,579,035) ----- TOTAL NET GAIN \$ (827,975) ===== DESCRIPTION OF ASSETS REALTY ASSOCIATES FUND VI DATE ACQUIRED VARIOUS DATE OF SALE VARIOUS GROSS SALES PRICE \$ 1,362,282 ORIGINAL COST OR OTHER BASIS (847,284) - ----- TOTAL NET GAIN \$ 514,998 ===== DESCRIPTION OF ASSETS CROW HOLDINGS REALTY PARTNERS DATE ACQUIRED VARIOUS DATE OF SALE VARIOUS GROSS SALES PRICE \$ 12,735,350 ORIGINAL COST OR OTHER BASIS (8,734,173) ----- TOTAL NET GAIN \$ 4,001,177 ===== DESCRIPTION OF ASSETS REALTY ASSOCIATES FUND VIII CO DATE ACQUIRED VARIOUS DATE OF SALE VARIOUS GROSS SALES PRICE \$ 133,636 ORIGINAL COST OR OTHER BASIS (100,506) --- ----- TOTAL NET GAIN \$ 33,130 ===== OTHER ASSETS ----- TOTALS FOR LINE 8, COL (B) GROSS AMOUNT FROM SALES \$ 17,653,381 COST OR OTHER BASIS (12,830,267) ----- GAIN OR LOSS \$ 4,823,114 ===== TOTAL GAIN FOR LINE 8C, COL (A) \$ 99,192,649 TOTAL GAIN FOR LINE 8C, COL (B) 4,823,114 ----- TOTAL GAIN FOR LINE 8D \$104,015,763 =====</p>

Identifier	Return Reference	Explanation
GENERAL EXPLANATION STATEMENT 4	FORM 990, PART I, LINE 7 OTHER INVESTMENT INCOME	EXCLUSION DESCRIPTION CODE AMOUNT ----- NOTES INTER EST INCOME 14 \$ 1,257,968 FUNDS HELD IN TRUST BY OTHERS INCOME 14 702,848 MINERAL INTEREST INCOME 15 5,694,633 TIMBER INCOME 15 205,596 OTHER 14 160,753 ----- SUB- TOTAL OTHER INVESTMENT INCOME \$ 8,021,798 UNRELATED BUSINESS CODE ----- UBI PORTION OF OTHER 21111 0 \$ 5,437 INVESTMENT INCOME ----- TOTAL OTHER INVESTMENT INCOME \$ 8,027,235 ===== ===

Identifier	Return Reference	Explanation
GENERAL EXPLANATION STATEMENT 5	FORM 990, PART II, LINE 42 AND PART IV, LINE 57A & 57B	ASSET DESCRIPTION COST USEFUL LIFE ----- BUILDINGS \$ 522,553,965 20-50 YEARS LAND IMPROVEMENTS 31,761,065 20-50 YEARS EQUIPMENT 92,588,106 4- 10 YEARS LAND 64,993,294 ----- TOTAL COST OF PP&E \$ 711,896,430 LESS ACCUMULATED DEPRECIATION ----- BUILDINGS (171,178,421) LAND IMPROVEMENTS (1 6,062,249) EQUIPMENT (39,059,009) ----- TOTAL ACCUMULATED DEPRECIATION (226,299, 679) ----- NET COST OF PP&E \$ 485,596,751 ===== CURRENT YEAR DEPRECIATIO N ----- ----- BUILDINGS \$ 20,801,360 LAND IMPROVEMENTS 1,325,694 EQUIPMENT 4 ,724,878 ----- ----- TOTAL CURRENT YEAR DEPRECIATION \$ 26,851,932 =====

Identifier	Return Reference	Explanation
GENERAL EXPLANATION STATEMENT 6	PART II, LINE 22 GRANTS AND ALLOCATIONS PAID DURING THE YEAR	A LIST OF RECIPIENTS OF SCHOLARSHIPS AND FELLOWSHIPS IS ON FILE AT THE UNIVERSITY ALTHOUGH H THERE MAY BE RECIPIENTS WHO ARE RELATED TO PERSONS HAVING AN INTEREST IN THE INSTITUTION , SUCH RECIPIENTS ARE SELECTED ON AN EQUAL, OBJECTIVELY DETERMINABLE BASIS WITH OTHER RECI PIENTS THAT IS, ALL SUCH STUDENTS RECEIVING SCHOLARSHIPS ARE JUDGED WORTHY BY THE INSTITU TION'S ASSESSMENT ON THE BASIS OF ACADEMIC ACHIEVEMENT, FINANCIAL NEED AND OTHER SIMILAR S TANDARDS

Identifier	Return Reference	Explanation
GENERAL EXPLANATION STATEMENT 7	FORM 990, PART IV, LINE 64A - TAX-EXEMPT BOND LIABILITIES	<p>DESCRIPTION BOY EOY ----- 1963 BUILDING BONDS - NOTE 1 \$ 1, 190,000 \$ 990,000 1967 LAW LIBRARY BONDS - NOTE 2 \$ 138,000 \$ 70,000 1985 REFUNDING SERIES - NOTE 3 \$ 49,200,000 \$ 49,200,000 1999A SERIAL AND TERM BONDS - NOTE 4 \$ 48,410,000 \$ 47 ,290,000 1999B VARIABLE RATE BONDS - NOTE 5 \$ 3,700,000 \$ 2,200,000 1999C VARIABLE RATE BO NDS - NOTE 6 \$ 13,900,000 \$ 4,100,000 1999D TERM BONDS -NOTE 7 \$ 13,630,000 \$ 13,630,000 2 002 SERIAL AND TERM BONDS - NOTE 8 \$ 66,595,000 \$ 65,075,000 2003 SERIAL AND TERM BONDS - NOTE 9 \$ 29,820,000 \$ 29,210,000 2006 VARIABLE RATE BONDS - NOTE 10 \$ 84,700,000 \$ 84,700, 000 2007 SERIAL AND TERM BONDS - NOTE 11 \$ 0 \$ 95,580,000 LESS UNAMORTIZED (DISCOUNT)/ \$ (514,000) \$ 4,652,144 PREMIUM ON BONDS ----- --</p> <p>----- TOTALS \$310,769,000 \$39 6,697,144 ===== NOTE 1 ----- ISSUE NAME 1963 BUILDING BONDS PURPOS E FUND RESIDENCE HALL AND STUDENT CENTER CONSTRUCTION UNEXPENDED PROCEEDS NONE MATURITY DATE 11/01/2013 REPAYMENT TERMS SERIAL PAYMENTS INTEREST RATE 3 50% SECURITY PROVIDED CERTAIN REVENUES NOTE 2 ----- ISSUE NAME 1967 LAW LIBRARY AND CLASSROOM BONDS PURPOSE F UND THE LAW LIBRARY AND CLASSROOMS UNEXPENDED PROCEEDS NONE MATURITY DATE 10/01/2007 REP A YMENT TERMS SERIAL PAYMENTS INTEREST RATE 3 00% SECURITY PROVIDED CERTAIN REVENUES NOT E 3 ----- ISSUE NAME 1985 REFUNDING SERIES PURPOSE REFUND PRIOR ISSUE UNEXPENDED PROCEE DS NONE MATURITY DATE 07/01/2015 REPAYMENT TERMS BULLET END OF TERM INTEREST RATE 3 90 % SECURITY PROVIDED IRREVOCABLE LETTER OF CREDIT NOTE 4 ----- ISSUE NAME 1999A SERIAL A ND TERM BONDS PURPOSE FUND VARIOUS CONSTRUCTION PROJECTS UNEXPENDED PROCEEDS NONE MATURI TY DATE 10/01/2009 REPAYMENT TERMS SERIAL AND TERM PAYMENTS INTEREST RATE 4 20% TO 5 00 % SECURITY PROVIDED UNRESTRICTED RECEIVABLES NOTE 5 ----- ISSUE NAME 1999B VARIABLE RAT E BONDS PURPOSE FUND VARIOUS CONSTRUCTION PROJECTS UNEXPENDED PROCEEDS NONE MATURITY DAT E 10/01/2029 REPAYMENT TERMS BULLET END OF TERM INTEREST RATE 3 80% SECURITY PROVIDED IRREVOCABLE LETTER OF CREDIT NOTE 6 ----- ISSUE NAME 1999C VARIABLE RATE BONDS PURPOSE FUND STADIUM CONSTRUCTION UNEXPENDED PROCEEDS NONE MATURITY DATE 10/01/2029 REPAYMENT TE RMS BULLET END OF TERM INTEREST RATE 3 80% SECURITY PROVIDED IRREVOCABLE LETTER OF CRED IT NOTE 7 ----- ISSUE NAME 1999D TERM BONDS PURPOSE REFUND PREVIOUS ISSUE UNEXPENDED PR OCEEDS NONE MATURITY DATE 10/01/2022 REPAYMENT TERMS TERM PAYMENTS INTEREST RATE 5 00% SECURITY PROVIDED UNRESTRICTED RECEIVABLES NOTE 8 ----- ISSUE NAME 2002 SERIAL AND TER M BONDS PURPOSE REFUND PRIOR ISSUE & VARIOUS CONSTRUCTION PROJECTS UNEXPENDED PROCEEDS \$ 8,226,000 MATURITY DATE 10/01/2012 REPAYMENT TERMS SERIAL AND TERM PAYMENTS INTEREST RAT E 5 00% TO 5 50% SECURITY PROVIDED UNRESTRICTED RECEIVABLES NOTE 9 ----- ISSUE NAME 20 03 SERIAL AND TERM BONDS PURPOSE FUND RECREATION CENTER AND PARKING STRUCTURE UNEXPENDED PROCEEDS \$5,804,000 MATURITY DATE 10/01/2033 REPAYMENT TERMS SERIAL AND TERM PAYMENTS I NTEREST RATE 2 00% TO 4 75% SECURITY PROVIDED UNRESTRICTED RECEIVABLES NOTE 10 ----- I SSUE NAME 2006 VARIABLE RATE BONDS PURPOSE REFUND PRIOR ISSUE AND VARIOUS CONSTRUCTION P ROJECTS UNEXPENDED PROCEEDS \$38,920,000 MATURITY DATE 10/01/2036 REPAYMENT TERMS ANNUAL PRINCIPAL INTEREST RATE 3 4970% SECURITY PROVIDED UNRESTRICTED RECEIVABLES NOTE 11 ---- - ISSUE NAME 2007 SERIAL AND TERM BONDS PURPOSE REFUND PRIOR ISSUES AND ISSUANCE COSTS UNEXPENDED PROCEEDS NONE MATURITY DATE 10/01/2032 REPAYMENT TERMS SERIAL AND TERM PAYM ENTS INTEREST RATE 4 00% TO 5 25% SECURITY PROVIDED UNRESTRICTED RECEIVABLES</p>

Identifier	Return Reference	Explanation
GENERAL EXPLANATION STATEMENT 11	FORM 990, PART IV LINE 55A - INVESTMENTS	DESCRIPTION BOY EOY ----- REAL ESTATE - UNDEVELOPED \$48,723, 753 \$54,168,272 REAL ESTATE - DEVELOPED 1,083,414 714,743 ACCUMULATED DEPRECIATION (189,28 1) (198,745) ----- TOTAL \$49,617,886 \$54,684,270 =====

Identifier	Return Reference	Explanation
GENERAL EXPLANATION STATEMENT 12	PART IV ADJUSTMENTS TO BEGINNING OF YEAR BALANCE SHEET	PART IV, COLUMN A ----- LINE 55 - INVESTMENTS-LAND, BUILDINGS AND EQUIPMENT -B EGINNING BALANCE ADJUSTED FOR RECLASSIFICATION OF INVESTMENTS TO LINE 56 LINE 56 - OTHER INVESTMENTS - BEGINNING BALANCE ADJUSTED FOR RECLASSIFICATION OF INVESTMENTS FROM LINE 55

Identifier	Return Reference	Explanation
GENERAL EXPLANATION STATEMENT 13	FORM 990, PART VI, LINE 91B AND 91C	PART VI, LINE 91B ----- DURING THE CALENDAR YEAR, SOUTHERN METHODIST UNIVERSITY HAD AN INTEREST IN OR A SIGNATURE OF OTHER AUTHORITY OVER A FINANCIAL ACCOUNT IN THE FOLLOWING FOREIGN COUNTRIES (SUCH AS A BANK ACCOUNT, SECURITIES ACCOUNT, OR OTHER FINANCIAL ACCOUNT NAME OF FOREIGN COUNTRY ENGLAND AND FRANCE PART VI, LINE 91C ----- DURING THE CALENDAR YEAR SOUTHERN METHODIST UNIVERSITY MAINTAINED AN OFFICE OUTSIDE THE UNITED STATES NAME OF FOREIGN COUNTRY ENGLAND AND FRANCE

Identifier	Return Reference	Explanation
GENERAL EXPLANATION STATEMENT 14	FORM 990, SCHEDULE A PART VI-A, LINES 45-50, COLUMN D	THE UNIVERSITY FILED FORM 5768, ELECTION/REVOCATION OF ELECTION BY AN ELIGIBLE SECTION 501 (C)(3) ORGANIZATION TO MAKE EXPENDITURES TO INFLUENCE LEGISLATION UNDER SECTION 501(H) OF THE INTERNAL REVENUE CODE FOR TAX YEARS BEGINNING WITH THOSE ENDING MAY 31, 2005 THEREFORE, THERE ARE NO LOBBYING EXPENDITURE AMOUNTS SHOWN IN COLUMN D THE ELECTION HAS NOT BEEN REVOKED

Identifier	Return Reference	Explanation
GENERAL EXPLANATION STATEMENT 15	FORM 990, PART VII - PROGRAM SERVICE REVENUE	THE TOTAL AMOUNT FOR OTHER REVENUE REPORTED ON FORM 990, PART VII, LINE 93M OF \$17,479,830 INCLUDES PARTNERSHIP LOSSES OF (\$1,961,824), EXCLUDED BY BUSINESS CODE #531390

TY 2006 Investments - Land Schedule

Name: Southern Methodist University

EIN: 75-0800689

Category/Item	Cost/Other Basis	Accumulated Depreciation	Book Value
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TY 2006 Investments - Other Schedule**Name:** Southern Methodist University**EIN:** 75-0800689

Description	Book Value	Cost/FMV
VENTURE CAPITAL	40,537,385	C
FUNDS HELD IN TRUST BY OTHERS	19,780,449	C
PRIVATE EQUITY FUNDS	112,863,897	C
ABSOLUTE RETURN FUNDS	222,741,826	C
SECURITIES LENDING FUNDS	82,777,457	C
EQUITY FUNDS WITHOUT DAILY	117,007,092	C
LIQUIDITY		
FIXED INCOME FUNDS WITHOUT	86,765,531	C
DAILY LIQUIDITY		
OTHER INVESTMENTS	0	C
PARTNERSHIP INVESTMENTS - OIL	13,504,424	C
& GAS		
PARTNERSHIP INVESTMENTS-TIMBER	22,581,413	
MINERAL RIGHTS	171	C

TY 2006 Investments - Securities Schedule

Name: Southern Methodist University

EIN: 75-0800689

Description	Book Value	Cost/FMV
CLUB CORPORATION INTERNATIONAL - OTHER	0	F

TY 2006 Mortgages and Notes Payable Schedule

Name:

Southern Methodist University

EIN:

75-0800689

Total Mortgage Amount:

23463775

Item No.	1
Lender's Name	CLEMENTS FOUNDATION
Lender's Title	
Relationship to Insider	
Original Amount of Loan	378015
Balance Due	378015
Date of Note	1987-01
Maturity Date	2016-12
Repayment Terms	ANNUALLY
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	
Original Amount of Loan	39951
Balance Due	0
Date of Note	2002-07
Maturity Date	2007-07
Repayment Terms	MONTHLY
Interest Rate	1.9
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	
Original Amount of Loan	200000
Balance Due	44840
Date of Note	2003-06
Maturity Date	2009-06
Repayment Terms	MONTHLY
Interest Rate	
Security Provided by Borrower	NONE
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	
Original Amount of Loan	27500
Balance Due	0
Date of Note	1970-06
Maturity Date	
Repayment Terms	QUARTERLY
Interest Rate	8.0
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	
Original Amount of Loan	1738277
Balance Due	571561
Date of Note	2000-08
Maturity Date	2010-07
Repayment Terms	ANNUALLY
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	
Original Amount of Loan	22357
Balance Due	6268
Date of Note	2003-09
Maturity Date	2008-09
Repayment Terms	MONTHLY
Interest Rate	6.24
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	
Original Amount of Loan	200000
Balance Due	44432
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	
Original Amount of Loan	23922
Balance Due	12317
Date of Note	2006-01
Maturity Date	2008-12
Repayment Terms	MONTHLY
Interest Rate	2.98
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	
Original Amount of Loan	27802
Balance Due	18264
Date of Note	2006-02
Maturity Date	2011-01
Repayment Terms	MONTHLY
Interest Rate	5.99
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	
Original Amount of Loan	25240
Balance Due	16581
Date of Note	2006-02
Maturity Date	2011-01
Repayment Terms	MONTHLY
Interest Rate	5.99
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	
Original Amount of Loan	25240
Balance Due	16581
Date of Note	2006-02
Maturity Date	2011-01
Repayment Terms	MONTHLY
Interest Rate	5.99
Security Provided by Borrower	CHEVROLET IMPALA
Purpose of Loan	ACQUIRED THE PROPERTY
Description of Lender Consideration	
Consideration FMV	

Item No.	12
Lender's Name	JPMORGAN CHASE BANK NA
Lender's Title	
Relationship to Insider	
Original Amount of Loan	11500000
Balance Due	11500000
Date of Note	2007-05
Maturity Date	2009-05
Repayment Terms	AT MATURITY
Interest Rate	5.41
Security Provided by Borrower	NONE
Purpose of Loan	ACQUIRED PROPERTY
Description of Lender Consideration	
Consideration FMV	

Item No.	13
Lender's Name	BANK OF TEXAS
Lender's Title	
Relationship to Insider	
Original Amount of Loan	10197553
Balance Due	10197553
Date of Note	2007-01
Maturity Date	2009-01
Repayment Terms	AT MATURITY
Interest Rate	
Security Provided by Borrower	NONE
Purpose of Loan	ACQUIRED PROPERTY
Description of Lender Consideration	
Consideration FMV	

Item No.	14
Lender's Name	NORTHEASTERN LEASING FINANCE CORP
Lender's Title	
Relationship to Insider	
Original Amount of Loan	55687
Balance Due	55687
Date of Note	2006-09
Maturity Date	2009-09
Repayment Terms	ANNUALLY
Interest Rate	6.0
Security Provided by Borrower	EQUIPMENT
Purpose of Loan	PURCHASED EQUIPMENT
Description of Lender Consideration	
Consideration FMV	

Item No.	15
Lender's Name	FORD
Lender's Title	
Relationship to Insider	
Original Amount of Loan	19805
Balance Due	19805
Date of Note	2006-07
Maturity Date	2011-08
Repayment Terms	MONTHLY
Interest Rate	7.62
Security Provided by Borrower	FORD FIVE HUNDRED
Purpose of Loan	ACQUIRED THE PROPERTY
Description of Lender Consideration	
Consideration FMV	

Item No.	16
Lender's Name	CHEVY EXPRESS
Lender's Title	
Relationship to Insider	
Original Amount of Loan	21867
Balance Due	21867
Date of Note	2006-08
Maturity Date	2011-08
Repayment Terms	MONTHLY
Interest Rate	8.95
Security Provided by Borrower	CHEVY EXPRESS
Purpose of Loan	ACQUIRED THE PROPERTY
Description of Lender Consideration	
Consideration FMV	

Item No.	17
Lender's Name	ARAMARK
Lender's Title	
Relationship to Insider	
Original Amount of Loan	560004
Balance Due	560004
Date of Note	2006-06
Maturity Date	2021-05
Repayment Terms	AT MATURITY
Interest Rate	
Security Provided by Borrower	NONE
Purpose of Loan	PROPERTY IMPROVEMENT
Description of Lender Consideration	
Consideration FMV	

TY 2006 Non Cash Grants Paid Schedule**Name:** Southern Methodist University**EIN:** 75-0800689

Item No.	1
Class of Activity	
Donee's Name	SEE GENERAL EXPLANATION STATEMENT 6
Donee's Address	
Amount (FMV)	
Relationship	
Description	
Book Value	2939472
How Book Value is Determined?	
How FMV is Determined?	
Date of Gift	

TY 2006 Other Assets Schedule

Name: Southern Methodist University

EIN: 75-0800689

Description	Beginning of Year Amount	End of Year Amount
SCUUL	1,480,000	1,480,000
BOND ISSUANCE COST	5,178,206	5,187,070

TY 2006 Other Changes in Net Assets Schedule**Name:** Southern Methodist University**EIN:** 75-0800689

Description	Amount
UNREALIZED GAINS ON INVESTMENTS	26,220,501
UNRELATED BUSINESS INCOME AND EXPENSES	22,318
PRIOR PERIOD ADJUSTMENT TO BEGINNING	1,549,556

**TY 2006 Other Expenses
Not Included Schedule****Name:** Southern Methodist University**EIN:** 75-0800689

Description	Amount
SCHOLARSHIPS DISCOUNT -	77,255,520
SCHOLARSHIPS DISCOUNT - ROOM	1,226,044
PART I LINE 6B EXPENSES	-34,816
LANDRETH OIL EXPENSES NOT	3,631
EXPENSES REPORTED ON PERUNA	-3,898,555
EXPENSES REPORTED ON PONY	-689,166
EXPENSES REPORTED ON THE	-72,333
EXPENSES REPORTED ON PERUNA	-2,868,249
EXPENSES REPORTED ON MUSTANG	-52,849
EXPENSES REPORTED ON MUSTANG	-169,631
EXPENSES REPORTED ON MUSTANG	-98,598
LOAN FUND EXPENSE	68,062
ANNUITY FUND EXPENSE	174,927

TY 2006 Other Investment Income Schedule

Name: Southern Methodist University

EIN: 75-0800689

Description	Amount
SEE GENERAL EXPLANATION STATEMENT 4	8,027,235

TY 2006 Other Liabilities Schedule**Name:** Southern Methodist University**EIN:** 75-0800689

Description	Beginning of Year Amount	End of Year Amount
U.S. GOVERNMENT STUDENT LOAN	2,628,906	2,680,123
ADVANCES		
DEPOSITS	7,075,267	8,273,305

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

**TY 2006 Other Notes/Loans
Receivable Long Schedule**

Name: Southern Methodist University
EIN: 75-0800689

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	0	1992-02	2009-05	MONTHLY	1400 %	ASSIGNMENT OF 3% INTEREST IN THE MCKINLEY GROUP	CAREY LYNN MCKINLEY TUITION		
WESLEY FOUNDATION		280,000	0	2002-11	2012-12	QUARTERLY	529 %	SALE OF PROPERTY	SALE OF PROPERTY		
KAPPA KAPPA GAMMA		978,302	0	2006-05	2007-03	QUARTERLY	650 %	DEED OF TRUST	INTERIM CONSTRUCTION		
CHI OMEGA		44,000	5,497	1993-06	2008-08	QUARTERLY	650 %	DEED OF TRUST	RENOVATIONS		
SIGMA CHI FRATERNITY		502,181	261,472	1993-09	2014-09	MONTHLY	814 %	DEED OF TRUST	RENOVATIONS		
RANDALL POWELL		24,614	6,154	2001-12	2007-10	ANNUAL	0 %	NONE	EMPLOYEE LOAN		
JORGE MORALES		33,500	26,600	2005-01	2010-09	MONTHLY	0 %	NONE	EMPLOYEE LOAN		
STUDENT NOTES RECEIVABLE			11,147,663			VARIOUS	0 %				
SMU BOOKSTORE PARK CITIES PLAZA		1,000,000	549,607	2001-05	2011-06	MONTHLY	1241 %	NONE	LEASEHOLD IMPROVEMENTS		
SIGMA ALPHA EPSILON		179,188	0	2005-03	2035-03	QUARTERLY	600 %	NONE	LOAN ASSUMPTION		
LAMBDA CHI ALPHA		54,962	3,107	1998-01	2007-09	SEMI-ANNUAL	600 %	NONE	COMPUTER NETWORK CONNECTION		
LAMBDA CHI ALPHA		12,000	0	2001-08	2006-08	QUARTERLY	600 %	NONE	FIRE SECURITY SYSTEM		
SIGMA ALPHA EPSILON		52,543	0	1998-01	2007-09	SEMI-ANNUAL	600 %	NONE	COMPUTER NETWORK CONNECTION		
SIGMA CHI		48,425	0	1998-01	2007-09	SEMI-ANNUAL	600 %	NONE	COMPUTER NETWORK CONNECTION		
DIXIE RICE		1,500,000	0	1989-01	2006-06	QUARTERLY	750 %	200,000 SHARES COMMON STOCK	ACQUIRED AS GIFT		
KAPPA KAPPA GAMMA		2,500,000	2,479,751	2007-03	2037-02	MONTHLY	650 %	DEED OF TRUST	CONSTRUCTION		

**TY 2006 Other Revenues
Not Included Schedule****Name:** Southern Methodist University**EIN:** 75-0800689

Description	Amount
SCHOLARSHIPS DISCOUNT -	77,255,520
SCHOLARSHIPS DISCOUNT - ROOM	1,226,044
INTERCOLLEGIATE ATHLETICS -	21,975
SOUTHWEST REVIEW ADVERTISING	4,000
LANDRETH OIL ROYALTY INCOME	5,437
PART I LINE 6B EXPENSES	-34,816
REVENUE REPORTED ON PERUNA	-64,273
REVENUE REPORTED ON PONY	-55,419
REVENUE REPORTED ON THE	-56,848
REVENUE REPORTED ON PERUNA	-2,307,992
REVENUE REPORTED ON MUSTANG	-93,636
REVENUE REPORTED ON MUSTANG	-33,828
REVENUE REPORTED ON MUSTANG	-57,000
LOAN FUND EXPENSE	68,062
ANNUITY FUND EXPENSE	174,929

TY 2006 Relationship Schedule

Name: Southern Methodist University

EIN: 75-0800689

Person Name / Business Name	Title or Role	Person Name 2 / Business Name 2	Title or Role 2	Relationship
DR FREDERICK B HEGI JR	TRUSTEE		BOARD OF TRUSTEE MEMBER	BUSINESS

TY 2006 Tax-Exempt Bond Liabilities Schedule**Name:** Southern Methodist University**EIN:** 75-0800689

Item No.	1
Name of Issue	
Purpose	SEE STATEMENTS 7 THROUGH 10
Amount Outstanding	396697144
Unexpended Bond Proceeds	
Third Party Use	
Space Percentage	
Maturity Date	
Repayment Terms	
Interest Rate	
Security	

TY 2006 Explanation of Receipt or Revocation of Government Financial Aid

Name: Southern Methodist University

EIN: 75-0800689

Statement: THE UNIVERSITY PARTICIPATES IN THE FEDERAL PERKINS LOAN PROGRAM, FEDERAL SUPPLEMENTAL EDUCATIONAL OPPORTUNITY GRANT; FEDERAL WORK-STUDY PROGRAM, FEDERAL PELL GRANT, FEDERAL FAMILY EDUCATIONAL LOAN PROGRAMS, TEXAS TUITION EQUALIZATION GRANT, TEXAS GRANT, LEVERAGING EDUCATIONAL ASSISTANCE PARTNERSHIP (LEAP) AND SUPPLEMENTAL LEVERAGING EDUCATIONAL ASSISTANCE PARTNERSHIP (SLEAP) THROUGH THE STATE OF TEXAS AND RECEIVES FEDERAL AND STATE FUNDING FOR RESEARCH GRANTS AND CONTRACTS.

TY 2006 Scholarship Award Statement

Name: Southern Methodist University

EIN: 75-0800689

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.

TY 2006 Self Dealing Statement**Name:** Southern Methodist University**EIN:** 75-0800689

Line Number	Explanation
2c	DURING THE ORDINARY COURSE OF CONDUCTING THE BUSINESS OF THE UNIVERSITY, THE UNIVERSITY MAKES STUDENT LOANS, COLLECTS TUITION FOR EDUCATION SERVICES PROVIDED, PAYS ITS OFFICERS AND OTHER EMPLOYEES; LEASES ROOMS, APARTMENTS AND FACILITIES TO STUDENTS, FACULTY, STAFF AND OTHERS WHOSE PRESENCE OR SERVICES ARE IN FURTHERANCE OF THE UNIVERSITY'S EDUCATIONAL MISSION. ANY BUSINESS ARRANGEMENTS WITH ANY TRUSTEE OR OFFICER OR ANY BUSINESS AFFILIATE OF ANY TRUSTEE OR OFFICER IS PROVIDED BY SUCH PERSONS TO THE UNIVERSITY IN AN ARMS-LENGTH TRANSACTION WHICH MAY INCLUDE PRO BONO SERVICES OR FOLLOW THE UNIVERSITY BID PROCESS. GOODS AND SERVICES ARE ALSO PROVIDED TO THE UNIVERSITY AS GIFTS. ALL TRUSTEES, OFFICERS, AND FACULTY AND STAFF WHO ARE IN A POSITION OF FISCAL RESPONSIBILITY ANNUALLY PROVIDE THE UNIVERSITY WITH A CONFLICT OF INTEREST STATEMENT PURSUANT TO BOARD OF TRUSTEES POLICY.

Line Number	Explanation
2d	FORM 990, PART V-A