

BOARD OF REGENTS
EASTERN MICHIGAN UNIVERSITY

SECTION: 25
DATE: January 18, 2005

RECOMMENDATION

**FILING OF FISCAL 2004 EXEMPT ORGANIZATION
BUSINESS INCOME TAX RETURN
(FORM 990T)**

ACTION REQUESTED

It is recommended that the Board of Regents receive, approve and place on file the fiscal 2004 Exempt Organization Business Income Tax Return (Form 990T).

STAFF SUMMARY

Eastern Michigan University is required to file Form 990T annually. Net income from activities not related to the University's primary purpose (e.g. income from non-student/faculty/staff golfers and Rec-IM patrons, weddings, etc.) are taxable as Unrelated Business Income, and required to be reported on Form 990T. Traditionally, after all appropriate deductions (e.g. depreciation, direct and indirect costs, etc.) the University's Unrelated Business Income is negative resulting in no Unrelated Business Income Tax (UBIT). Losses can be carried over to future years.

FISCAL IMPLICATIONS

None.

ADMINISTRATIVE RECOMMENDATION

The proposed Board action has been reviewed and is recommended for Board approval.

University Executive Officer

Date