

**RECREATIONAL FACILITY REVENUE BOND FUNDS  
IOWA STATE UNIVERSITY OF SCIENCE AND TECHNOLOGY**

**INDEPENDENT AUDITOR'S REPORT  
BASIC FINANCIAL STATEMENTS  
AND SUPPLEMENTARY INFORMATION**

**JUNE 30, 2006**

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**OFFICE OF AUDITOR OF STATE**  
**STATE OF IOWA**

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**Independent Auditor's Report**

To the Members of the Board of Regents,  
State of Iowa:

We have audited the accompanying statement of net assets, and the related statements of revenues, expenses and changes in fund net assets and cash flows, of the Recreational Facility Revenue Bond Funds of Iowa State University of Science and Technology (Iowa State University) as of and for the year ended June 30, 2006, which collectively comprise the Bond Funds' basic financial statements listed in the table of contents. We have also audited the financial statements of each individual fund of the Recreational Facility Revenue Bond Funds of Iowa State University as of and for the year ended June 30, 2006 presented in the combining fund financial statements in the supplementary information listed in the table of contents. These financial statements are the responsibility of the University's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with U.S. generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe our audit provides a reasonable basis for our opinions.

As discussed in note 1, the financial statements present only the Recreational Facility Revenue Bond Funds and do not purport to, and do not, present fairly the financial position of Iowa State University as of June 30, 2006 and the changes in its financial position and its cash flows for the year then ended in conformity with U.S. generally accepted accounting principles.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Recreational Facility Revenue Bond Funds of Iowa State University as of June 30, 2006, and the changes in its financial position and its cash flows for the year then ended in conformity with U.S. generally accepted accounting principles. In addition, in our opinion, the combining fund financial statements referred to above present fairly, in all material respects, the respective financial position of each individual fund of the Recreational Facility Revenue Bond Funds of Iowa State University as of June 30, 2006, and the respective changes in financial position of each individual fund for the year then ended in conformity with U.S. generally accepted accounting principles.

In connection with our audit, nothing came to our attention that caused us to believe Iowa State University was not in compliance with the accounting requirements of the Board of Regents Resolution for the issuance of the Recreational Facility Revenue Bonds.

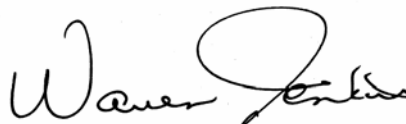
Iowa State University has not presented Management's Discussion and Analysis for the Recreational Facility Revenue Bond Funds that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be part of, the financial statements.

This report, a public record by law, is intended solely for the information and use of the officials and employees of Iowa State University, the members of the Board of Regents, citizens of the State of Iowa and other parties to whom Iowa State University may report. This report is not intended to be and should not be used by anyone other than these specified parties.

Our audit was conducted for the purpose of forming opinions on the financial statements taken as a whole. The supplementary information included as Schedules 3 through 5 is presented for purposes of additional analysis and is not a required part of the financial statements. The information included in the schedule of student fee receipts has been subjected to the auditing procedures applied in our audit of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole. The information in the schedule of insurance coverage and the schedule of student enrollment has not been subjected to the auditing procedures applied in our audit of the financial statements and, accordingly, we express no opinion on it.



DAVID A. VAUDT, CPA  
Auditor of State



WARREN G. JENKINS, CPA  
Chief Deputy Auditor of State

September 29, 2006

## **Basic Financial Statements**

Recreational Facility Revenue Bond Funds  
Iowa State University of Science and Technology

Statement of Net Assets

June 30, 2006

**Assets**

## Current assets:

Interest receivable	\$ 2,872
Interfund receivable	2,979
Cash with paying agents	1,074,864
Total current assets	<u>1,080,715</u>

## Noncurrent assets:

Cash, cash equivalents and investments	1,264,183
Interest receivable	7,882
Capital assets, net	5,873,606
Total noncurrent assets	<u>7,145,671</u>
<b>Total assets</b>	<u>8,226,386</u>

**Liabilities**

## Current liabilities:

Interest payable	89,863
Interfund payable	2,979
Revenue bonds payable, current portion	985,000
Total current liabilities	<u>1,077,842</u>

## Noncurrent liabilities:

Revenue bonds payable, noncurrent portion	4,355,763
<b>Total liabilities</b>	<u>5,433,605</u>

**Net assets:**

Invested in capital assets, net of related debt	1,517,843
Restricted for debt service	600,809
Restricted for improvements	674,235
Unrestricted	<u>(106)</u>
<b>Total net assets</b>	<u>\$ 2,792,781</u>

See the accompanying notes which are an integral part of these financial statements.

Recreational Facility Revenue Bond Funds  
Iowa State University of Science and Technology

Statement of Revenues, Expenditures and Changes in Fund Net Assets

Year ended June 30, 2006

Operating income	\$ -
Operating expenses:	
Maintenance and repair	10,572
Depreciation	266,628
Total operating expenses	<u>277,200</u>
Operating loss	<u>(277,200)</u>
Nonoperating revenues (expenses):	
Investment income	65,822
Net decrease in fair value of investments	(17,064)
Interest on indebtedness	(163,284)
Legal and administration expenses	(5,479)
Net nonoperating expenses	<u>(120,005)</u>
Loss before other revenues and transfers	<u>(397,205)</u>
Other revenues and transfers:	
Transfer from athletic department	366,707
Allocation of student fees from other University funds	746,740
Total other revenues and transfers	<u>1,113,447</u>
Increase in net assets	716,242
Net assets beginning of year	<u>2,076,539</u>
Net assets end of year	<u><u>\$ 2,792,781</u></u>

See the accompanying notes which are an integral part of these financial statements.

**Exhibit C**

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Recreational Facility Revenue Bond Funds  
Iowa State University of Science and Technology

Statement of Cash Flows

Year ended June 30, 2006

Cash flows from operating activities:	
Cash used by operations	\$ (10,572)
Cash flows from capital financing activities:	
Transfer from athletic department	366,707
Student fees received from other University funds	746,740
Principal paid on capital debt	(985,000)
Interest paid on capital debt	(179,725)
Legal and administrative expenses	(5,479)
Net cash used by capital financing activities	<u>(56,757)</u>
Cash flows from investing activities:	
Interest on investments	63,381
Proceeds from sales of investments	976,268
Purchases of investments	(978,420)
Net cash provided by investing activities	<u>61,229</u>
Net decrease in cash and cash equivalents	(6,100)
Cash and cash equivalents, beginning of year	<u>695,363</u>
Cash and cash equivalents end of year	<u><u>\$ 689,263</u></u>
<b>Reconciliation of operating loss to net cash used by operating activities</b>	
Operating loss	\$ (277,200)
Adjustment to reconcile operating loss to net cash used by operating activities:	
Depreciation	<u>266,628</u>
Net cash used by operating activities	<u><u>\$ (10,572)</u></u>
<b>Reconciliation of cash and cash equivalents to the Statement of Net Assets</b>	
Cash and cash equivalents classified as noncurrent assets	<u><u>\$ 689,263</u></u>

See the accompanying notes which are an integral part of these financial statements.



Recreational Facility Revenue Bond Funds  
Iowa State University of Science and Technology

Notes to Financial Statements

June 30, 2006

**(1) Summary of Significant Accounting Policies**

Reporting Entity

The Recreational Facility Revenue Bond Funds were created by resolution of the Board of Regents, State of Iowa which authorized the issuance of revenue bonds to be used to construct and furnish a multi-purpose recreation athletic facility on the campus of Iowa State University of Science and Technology. The revenue bonds are issued on behalf of the University.

The financial statements of the Recreational Facility Revenue Bond Funds of Iowa State University of Science and Technology (University) include only the financial position and operating activities of the Recreational Facility Revenue Bond Funds. These financial statements present only a portion of the funds of the University.

Basis of Presentation

Basic Financial Statements – The Statement of Net Assets, the Statement of Revenues, Expenses and Changes in Fund Net Assets and the Statement of Cash Flows report information on all of the activities of the Recreational Facility Revenue Bond Funds. For the most part, the effect of interfund activity has been removed from these statements.

The Statement of Net Assets presents assets and liabilities, with the difference reported as net assets. Net assets are reported in three categories.

*Invested in capital assets, net of related debt* consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds and other debt attributable to the acquisition, construction or improvement of those assets.

*Restricted net assets* result when constraints placed on net asset use are either externally imposed or imposed by law through constitutional provisions or enabling legislation.

*Unrestricted net assets* consist of net assets not meeting the definition of the two preceding categories. Unrestricted net assets often have constraints on resources imposed by management which can be removed or modified.

The Statement of Revenues, Expenses and Changes in Fund Net Assets demonstrates how net assets changed during the fiscal year.

The Statement of Cash Flows presents information related to cash inflows and outflows, summarized by operating, non-capital financing, capital financing and investing activities.

Fund Financial Statements – In order to ensure observance of limitations and restrictions placed on the use of resources available to the University, the accounts of the University are maintained in accordance with the principles of "fund accounting" under which resources for various projects are classified for accounting and reporting purposes into funds that are in accordance with activities or objectives specified.

The University's accounts and transactions include those related to the Recreational Facility Revenue Bonds issued by the University. These fund financial statements reflect only those accounts and transactions related to these bonds. These accounts and transactions are included as a portion of the University's Plant Funds. Plant Funds are used to account for the transactions relating to investment in University properties. Plant Funds of the Recreational Facility Revenue Bond Funds include the following funds: (1) Unexpended, (2) Retirement of Indebtedness and (3) Investment in Plant. Unexpended, including the System Fund established by the bond resolution, is used for extensions and improvements to the Facility. Retirement of Indebtedness, including the Arbitrage Reserve, Reserve and Sinking Funds established by the bond resolution, is comprised of amounts to provide for payment of principal, interest and amounts due to the Federal Government. Investment in Plant is comprised of amounts representing the total of buildings, infrastructure and equipment, all net of accumulated depreciation and the related liabilities.

The following funds are required by the bond resolution:

Recreational Facility Revenue Fund (Revenue Fund) - All rents, profits, income and revenues derived from the operations of the System, including student recreational fees and student athletic fees, must be deposited as collected into the Recreational Facility Revenue Fund.

Recreational Facility System Fund (System Fund) - The bond resolution provides the net revenue not required to be deposited into the Sinking Fund or the Reserve Fund shall be deposited in the System Fund. All moneys deposited in the System Fund shall be transferred and credited to the Sinking Fund or transferred and credited to the Reserve Fund whenever any deficiency may exist in the Reserve Fund or whenever necessary to replace funds transferred from the Reserve Fund to the Sinking Fund. These moneys may then be used to purchase bonds prior to maturity or pay the cost of constructing, acquiring or improving the project.

Arbitrage Reserve Fund - Moneys credited to the Arbitrage Reserve Fund shall be used for the payment of arbitrage rebates and related administrative expenses.

Debt Service Reserve Fund (Reserve Fund) - The bond resolution provides the fund shall be maintained at the lesser of the maximum amount permitted by State and federal law or the maximum annual principal and interest coming due in any succeeding fiscal year on the outstanding bonds. All moneys credited to the Reserve Fund shall be used for the payment of principal and interest on the bonds issued and outstanding.

Bond Sinking Fund (Sinking Fund) - The bond resolution provides the required amount to be deposited from the Revenue Fund to the Sinking Fund during any fiscal year shall be the amount necessary to pay in full the installment of principal and interest due on each January 1 and July 1 of each fiscal year.

### Basis of Accounting

Basis of accounting refers to when revenues and expenses are recognized in the accounts and are reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The accompanying financial statements have been prepared on the accrual basis of accounting in conformity with U.S. generally accepted accounting principles. Revenues are recorded when earned and expenses are recorded when the liability is incurred.

Purchases of facilities and equipment providing future benefits are capitalized and depreciated.

### Cash, Cash Equivalents and Investments

The University deposits the cash of most funds in commingled bank accounts and makes disbursements from the combined cash balances. An individual fund's cash balance represents that fund's cumulative deposits to and disbursements from the University's bank accounts. For purposes of the Statement of Net Assets and the Statement of Cash Flows, the University considers all highly liquid investments with an original maturity of three months or less to be cash equivalents.

Investments are reported at fair value.

### Capital Assets

Capital assets are defined by the University as assets with an initial individual cost of more than \$5,000 for equipment or \$50,000 for buildings and infrastructure. Such assets are recorded at historical cost when purchased or constructed.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Outlays for capital assets are capitalized as projects are constructed. During the year ended June 30, 2006, no interest costs were capitalized.

Depreciation is computed using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Equipment	5-12
Infrastructure	10
Buildings	25-40

## **(2) Cash, Cash Equivalents and Investments**

The University's deposits were covered by federal depository insurance or by the State Sinking Fund in accordance with Chapter 12C of the Code of Iowa. In the unlikely event a bank fails, the State Treasurer first determines the amount of the loss and validates the amount of applicable FDIC insurance. He is empowered by this chapter to cover the remaining loss from the state sinking fund for public deposits in banks. If the balance in that sinking fund is inadequate to pay the entire loss, he is empowered to make assessments against other banks to insure there will be no loss of public funds. Cash in banks of \$16,813 is combined with other University funds. The money market balance for the Recreational Facility Revenue Bond Funds is \$672,450, which is considered to be cash equivalents.

At June 30, 2006, the Recreational Facility Revenue Bond Funds had the following investments:

Investment Type	Fair Value
Fixed Income:	
U.S. Government Treasury Notes	<u>\$ 574,920</u>

Credit risk is the risk an issuer or other counterparty to an investment will not fulfill its obligations to the University. At June 30, 2006, the Recreational Facility Revenue Bond Funds fixed income assets were 100% government guaranteed.

Concentration of credit risk is the risk of loss that may be attributed to the magnitude of the University's investment in a single issue. Except for U.S. Government investments, no one issuer represents 5% or more of the total assets.

Interest rate risk is the risk changes in interest rates will adversely affect the fair value of an investment. This risk is managed within the portfolio using the effective duration. It is widely used in the management of fixed income portfolios in that it quantifies to a much greater degree the risk of interest rate changes.

Investment Type	Fair Value	Duration
Fixed Income:		
U.S. Government Treasury Notes	<u>\$ 574,920</u>	<u>2.08</u>

### (3) Capital Assets

The following is a summary of capital assets activity in the Investment in Plant Fund for the Recreational Facility assets for the year ended June 30, 2006:

	Balance July 1, 2005	Additions	Deletions	Balance June 30, 2006
Capital assets, depreciable:				
Building	\$ 13,492,664	-	-	13,492,664
Infrastructure	84,163	-	-	84,163
Equipment	101,105	-	-	101,105
Total capital assets, depreciable	<u>13,677,932</u>	<u>-</u>	<u>-</u>	<u>13,677,932</u>
Less accumulated depreciation:				
Buildings	(7,352,430)	(266,628)	-	(7,619,058)
Infrastructure	(84,163)	-	-	(84,163)
Equipment	(101,105)	-	-	(101,105)
Total accumulated depreciation	<u>(7,537,698)</u>	<u>(266,628)</u>	<u>-</u>	<u>(7,804,326)</u>
Total capital assets, net	<u>\$ 6,140,234</u>	<u>(266,628)</u>	<u>-</u>	<u>5,873,606</u>

The cost of land is not reflected on the Statement of Net Assets. This land is included in other accounts of the University.

### (4) Revenue Bonds Payable

In May 2004, the University issued Recreational Facility Revenue Refunding Bonds Series 2004 for \$6,210,000, bearing interest at rates ranging from 3.25% to 3.75% per year, payable semiannually on January 1 and July 1. The proceeds were used to refund in advance of maturity the July 1, 2005 through 2010 maturities of the Series 1994 Recreational Facility Revenue Refunding Bonds in the aggregate principal amount of \$6,790,000.

The bonds mature on July 1, in annual amounts as follows:

Year Ending June 30,	Principal	Interest	Total
2007	\$ 985,000	163,719	1,148,719
2008	1,035,000	130,894	1,165,894
2009	1,055,000	96,931	1,151,931
2010	1,085,000	60,800	1,145,800
2011	1,115,000	20,906	1,135,906
	5,275,000	473,250	5,748,250
Unamortized Premium	65,763		
Total	\$ 5,340,763		

The Board of Regents, an agency of the State of Iowa, has title in fee simple to the Recreational Facility site and is not to sell, lease, mortgage, abandon or in any manner dispose of any buildings or facilities constructed from the proceeds of the bonds until all bonds have been paid in full or unless provisions have been made for the payment of the bonds and interest in full. Also, the student recreational fees and student athletic fees as allocated by the bond resolution are pledged for the payment of the bonds.

The bonds are subject to redemption prior to their respective maturities at the option of the Board of Regents. Redemption of bonds shall be at a price of par.

In accordance with the provisions of the bond resolution, all principal and interest maturing July 1 of each year shall be considered to be obligations of the then immediately preceding fiscal year. Therefore, such debt is reflected in the Sinking Fund.

At June 30, 2006, cash with paying agents of \$1,074,864 was on deposit in the Agency Fund of the University for the purpose of paying current obligations of bond principal and interest.

#### **(5) Debt Service Coverage**

Recreational Facility Revenue Bond Fund principal and interest payments totaling \$1,164,725 due January 1 and July 1, 2006 require debt service coverage of a minimum of 125%, or \$1,455,906. Recreational facility student fees of \$746,740, investment income of \$65,822, athletic department support of \$366,707, and funds on deposit or credited to the System Fund of \$675,748 provided debt service coverage of \$1,855,017, or 159% of the principal and interest due for the year ended June 30, 2006.

The debt service coverage for the current year and two prior years is as follows:

Year Ended	Principal and Interest	Required Debt Service Coverage	Actual Debt Service Coverage	Required Coverage Percentage	Actual Coverage Percentage
2006	\$ 1,164,725	1,455,906	1,855,017	125%	159%
2005	1,180,131	1,475,164	1,827,976	125	155
2004	1,297,900	1,622,375	1,959,903	125	151

**Recreational Facility Revenue Bond Funds**  
**Iowa State University of Science and Technology**

### **Supplementary Information**

Recreational Facility Revenue Bond Funds  
Iowa State University of Science and Technology

Combining Statement of Net Assets

June 30, 2006

	Plant Funds		
	Unexpended	Retirement of Indebtedness	
	System Fund	Reserve Fund	Sinking Fund
<b>Assets</b>			
Current assets:			
Interest receivable	\$ -	-	2,872
Interfund receivable	-	2,979	-
Cash with paying agents	-	-	1,074,864
Total current assets	-	2,979	1,077,736
Noncurrent assets:			
Cash, cash equivalents and investments	671,947	592,236	-
Interest receivable	2,288	5,594	-
Capital assets, net	-	-	-
Total noncurrent assets	674,235	597,830	-
<b>Total assets</b>	674,235	600,809	1,077,736
<b>Liabilities</b>			
Current liabilities:			
Interest payable	-	-	89,863
Interfund payable	-	-	2,979
Revenue bonds payable, current portion	-	-	985,000
Total current liabilities	-	-	1,077,842
Noncurrent liabilities:			
Revenue bonds payable, noncurrent portion	-	-	-
<b>Total liabilities</b>	-	-	1,077,842
<b>Net assets:</b>			
Invested in capital assets, net of related debt	-	-	-
Restricted for debt service	-	600,809	-
Restricted for improvements	674,235	-	-
Unrestricted	-	-	(106)
<b>Total net assets</b>	\$ 674,235	600,809	(106)

See the accompanying notes which are an integral part of these financial statements.



Investment in Plant	Total
-	2,872
-	2,979
-	1,074,864
-	1,080,715
-	1,264,183
-	7,882
5,873,606	5,873,606
5,873,606	7,145,671
5,873,606	8,226,386
-	89,863
-	2,979
-	985,000
-	1,077,842
4,355,763	4,355,763
4,355,763	5,433,605
1,517,843	1,517,843
-	600,809
-	674,235
-	(106)
1,517,843	2,792,781

Recreational Facility Revenue Bond Funds  
Iowa State University of Science and Technology

Combining Statement of Revenues, Expenditures and Changes in Fund Net Assets

Year ended June 30, 2006

	Plant Funds			
	Current	Unexpended	Retirement of	
	Revenue Fund	System Fund	Arbitrage Reserve Fund	Reserve Fund
Operating income	\$ -	-	-	-
Operating expenses				
Maintenance and repair	-	10,572	-	-
Depreciation	-	-	-	-
Total operating expenses	-	10,572	-	-
Operating loss	-	(10,572)	-	-
Nonoperating revenues (expenses):				
Investment income	4,892	23,030	-	21,674
Net decrease in fair value of investments	-	-	-	(17,064)
Interest on indebtedness	-	-	-	-
Legal and administration expenses	(3,979)	-	(1,500)	-
Net nonoperating revenues (expenses)	913	23,030	(1,500)	4,610
Income (loss) before other revenues and transfers	913	12,458	(1,500)	4,610
Other revenues and transfers:				
Transfer from athletic department	366,220	-	487	-
Transfer of revenue bonds payable	-	-	-	-
Mandatory transfers	(1,115,050)	(11,781)	-	(21,674)
Non-mandatory transfers	1,177	(2,190)	1,013	-
Allocation of student fees from other University funds	746,740	-	-	-
Total other revenues and transfers	(913)	(13,971)	1,500	(21,674)
Increase (decrease) in net assets	-	(1,513)	-	(17,064)
Net assets (deficit) beginning of year	-	675,748	-	617,873
Net assets (deficit) end of year	\$ -	674,235	-	600,809

See the accompanying notes which are an integral part of these financial statements.

Indebtedness		
Sinking Fund	Investment in Plant	Total
-	-	-
-	-	10,572
-	266,628	266,628
-	266,628	277,200
-	(266,628)	(277,200)
16,226	-	65,822
-	-	(17,064)
(163,284)	-	(163,284)
-	-	(5,479)
(147,058)	-	(120,005)
(147,058)	(266,628)	(397,205)
-	-	366,707
(919,237)	919,237	-
1,148,505	-	-
-	-	-
-	-	746,740
229,268	919,237	1,113,447
82,210	652,609	716,242
(82,316)	865,234	2,076,539
(106)	1,517,843	2,792,781

**Schedule 3**

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Recreational Facility Revenue Bond Funds  
Iowa State University of Science and Technology

Student Fee Receipts

Year ended June 30, 2006

	<u>Student Fees</u>
Summer Semester, 2005 *	\$ 21,953
Fall Semester, 2005	372,131
Spring Semester, 2006	314,004
Summer Semester, 2006 **	<u>38,652</u>
	<u>\$ 746,740</u>

Recreational facility fees (\$7.63 for Summer and \$15.25 for Spring and Fall) are collected from students who are enrolled for more than two credit hours.

\* Summer Semester 2005 fees exclude \$40,842 of fees recognized in fiscal year 2005.

\*\* Summer Semester 2006 fees exclude \$19,332 of deferred revenues representing fees applicable to fiscal year 2007.

See accompanying independent auditor's report.

Recreational Facility Revenue Bond Funds  
Iowa State University of Science and Technology

Insurance Coverage  
(Unaudited)

Year ended June 30, 2006

**Insurer**

Travelers Insurance Company

**Description of Coverage**

All risk \$100,000 deductible per occurrence - Recreational Facility

**Amount of Coverage**

\$19,764,728

**Policy Number**

KTK-CMB-544D989-2-05

**Term of Policy**

July 1, 2005 to July 1, 2006

See accompanying independent auditor's report.

**Schedule 5**

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Recreational Facility Revenue Bond Funds  
Iowa State University of Science and Technology

Student Enrollment  
(Unaudited)

Year ended June 30, 2006

Enrollment at Iowa State University of Science and Technology for the year ended June 30, 2006  
was as follows:

Summer Semester, 2005	9,364
Fall Semester, 2005	25,741
Spring Semester, 2006	23,709

See accompanying independent auditor's report.

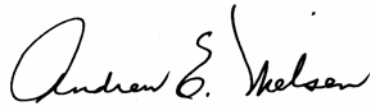
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Recreational Facility Revenue Bond Funds  
Iowa State University of Science and Technology

Staff

This audit was performed by:

Kay F. Dunn, CPA, Manager  
Marc D. Johnson, Staff Auditor

A handwritten signature in black ink that reads "Andrew E. Nielsen". The signature is written in a cursive style with a large initial "A" and a distinct "E".

Andrew E. Nielsen, CPA  
Deputy Auditor of State