

**State of Mississippi Institutions  
of Higher Learning**

**Financial Statements with  
Additional Information and Reports  
Required by OMB Circular A-133**

**Year Ended June 30, 2008**

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# State of Mississippi Institutions of Higher Learning

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# **Financial Audit Report**

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## INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS AND SUPPLEMENTAL INFORMATION

Board of Trustees  
State of Mississippi Institutions of Higher Learning  
3825 Ridgewood Road  
Jackson, MS 39211-6463

We have audited the accompanying financial statements of the business-type activities and the aggregate discretely presented component units of the State of Mississippi Institutions of Higher Learning (the IHL System), a component unit of the State of Mississippi, as of and for the year ended June 30, 2008, which collectively comprise the IHL System's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the IHL System's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We did not audit the financial statements and schedules of:

the University of Mississippi Medical Center Educational Building Corporation, a component unit of the University of Mississippi Medical Center, which statements reflect total assets of \$146,044,827 as of June 30, 2008, and total revenues of \$8,138,750 for the year then ended;

the University of Mississippi Educational Building Corporation, a component unit of the University of Mississippi, which statements reflect total assets of \$90,779,659 as of June 30, 2008, and total revenues of \$4,105,399 for the year then ended;

the University of Mississippi Medical Center Tort Claims Fund, which statements reflect total assets of \$31,048,556 as of June 30, 2008, and total revenues of \$3,641,580 for the year then ended;

the State Institutions of Higher Learning Self-Insured Workers' Compensation Fund, which statements reflect total assets of \$9,407,000 as of June 30, 2008, and total revenues of \$7,706,338 for the year then ended;

the State Institutions of Higher Learning Tort Liability Fund, which statements reflect total assets of \$9,666,607 as of June 30, 2008, and total revenues of \$3,288,039 for the year then ended; and

the discretely presented component units consisting of the Mississippi State University Foundation, Inc., the University of Mississippi Foundation and the University of Southern Mississippi Foundation, which represent 100% of the assets and revenues of the discretely presented component units.

Those financial statements and schedules were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the above mentioned entities, is based on the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The financial statements and schedules of the blended and discretely presented component units audited by other auditors, as described above, were not audited in accordance with *Government Auditing Standards*. 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 that our audit and the reports of the other auditors provide a reasonable basis for our opinion.

In our opinion, based on our audit and the reports of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and the aggregate discretely presented component units of the IHL System, as of June 30, 2008, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 19, 2008, on our consideration of the IHL System's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Management's Discussion and Analysis on pages 9 through 22 is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the IHL System's basic financial statements. The accompanying individual university financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented as supplemental information for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133 and is not a required part of the basic financial statements. The supplemental information has been subjected to the auditing procedures applied by us and the other auditors in the audit of the basic financial statements and, in our opinion, based on our audit and the reports of the other auditors, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*Cover, Rapp & Ingram, LLC*

Ridgeland, Mississippi  
December 19, 2008



## **Management's Discussion and Analysis**

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# State of Mississippi Institutions of Higher Learning

Management's Discussion and Analysis

June 30, 2008

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## Introduction

The following discussion and analysis provides an overview of the financial position and activities of the Mississippi Institutions of Higher Learning (the "IHL System") for the year ended June 30, 2008. The annual report consists of a series of financial statements prepared in accordance with Governmental Accounting Standards Board Statement Nos. 34 and 35, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*. The IHL System reports as a special purpose government engaged solely in business-type activities. The discussion below has been prepared by management and should be read in conjunction with the financial statements and the notes thereto which follow this section.

The State of Mississippi Institutions of Higher Learning System office was created in 1943 for the purpose of overseeing and directing Mississippi's eight public universities, as well as the University of Mississippi Medical Center, various off-campus centers and multiple research institutes located throughout Mississippi. These campuses serve a student population of approximately 71,000 and employ approximately 24,700 individuals, including about 5,200 faculty.

Each of the public universities has established its own educational building corporation (EBC) in accordance with Section 37-101-61 of the Mississippi Code Annotated of 1972. The main purpose of these corporations is for the acquisition, construction and equipping of facilities and land for the various universities. In accordance with Governmental Accounting Standards Board Statements No. 14 and 39, the EBCs are deemed component units of the IHL System and are included as blended component units in their general-purpose financial statements.

In addition to the EBCs, the IHL System has three additional component units that are deemed significant. These three units consisted of the Mississippi State University Foundation, Inc., the University of Mississippi Foundation and the University of Southern Mississippi Foundation. Their audited financial statements are discretely presented behind the IHL System's financial statements.

# State of Mississippi Institutions of Higher Learning

## Management's Discussion and Analysis June 30, 2008

The following is a list of abbreviations used throughout this financial report for the member universities of the IHL System:

▪ ASU	--	Alcorn State University
▪ DSU	--	Delta State University
▪ JSU	--	Jackson State University
▪ MSU	--	Mississippi State University
▪ MUW	--	Mississippi University for Women
▪ MVSU	--	Mississippi Valley State University
▪ UM	--	University of Mississippi
▪ USM	--	University of Southern Mississippi
▪ UMMC	--	University of Mississippi Medical Center
▪ IHL System Office	--	Institutions of Higher Learning – Executive Office
▪ MCVS	--	Off-campus entity
▪ SYSTEM	--	(Summary of all of the above)

### Financial Highlights

The financial position of the IHL System continued to improve during fiscal year 2008. This fact is illustrated by the \$185.3 million increase net assets (assets minus liabilities). Large portions of this improvement were due to increases in capital assets, net of related debt, and unrestricted net assets. The first category of net assets represents the IHL System's equity in property, plant and equipment which it owns. Unrestricted net assets represent funds that are generally available to the IHL System for any lawful expenditure purpose.

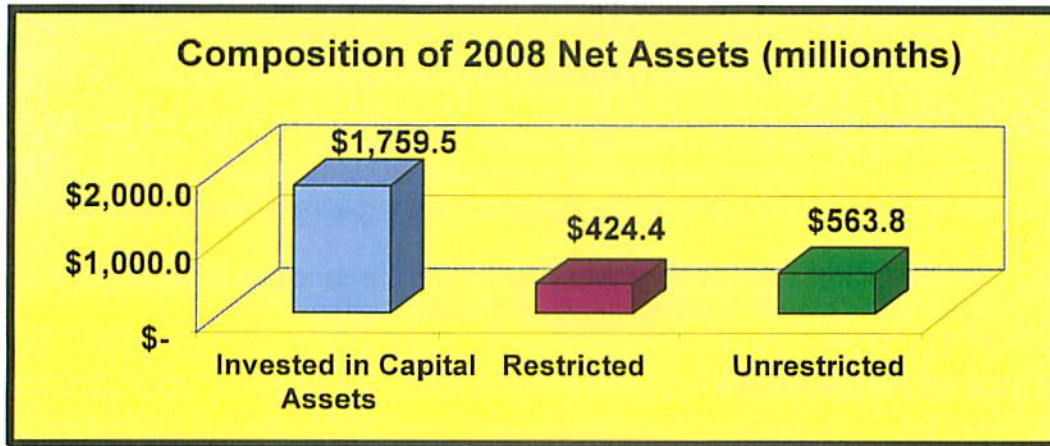
Despite tuition increases, enrollment has continued to increase for the IHL System each year since 1994. IHL management believes that this increase is indicative of the strong demand for a quality educational product at a reasonable price. Other revenue sources such as federal, state and private grants and contracts have remained stable at some institutions but increased at most. The IHL System's efforts to create self-generated funds, control costs, and eliminate expenditures on some non-core essential activities allowed the institutions to generate sufficient resources to meet and sometimes exceed budgeted goals.

GASB guidance requires that state appropriation revenues be classified as non-operating on the Statement of Revenues, Expenses and Changes in Net Assets (SRECNA). Because of this treatment, the IHL System will always show a net operating loss at year-end on the SRECNA. This net operating loss was equal to \$843.7 million at June 30, 2008. Total operating revenues increased \$48.0 million from the prior year, while operating expenses increased \$128.2 million. The combined effect of non-operating and other revenues and expenses netted out to a gain of \$1.023 million to the IHL System. Overall, the System experienced a net gain of \$179.8 million for fiscal year 2008. This current year net increase represented a \$39.6 million reduction in overall net gain when compared to the prior year.

Net assets, which represent the residual interest in the IHL System's assets after liabilities are deducted, increased by \$185.3 million (7.2%) from the prior fiscal year to \$2.56 billion. Shown on the next page is a chart illustrating the composition of the IHL System's net assets as of June 30, 2008.

# State of Mississippi Institutions of Higher Learning

Management's Discussion and Analysis  
June 30, 2008



Unrestricted net assets are reflected at \$563.8 million. The major components of this total are the University of Mississippi Medical Center with \$191.3 million, the University of Mississippi with \$148.8 million, Mississippi State University with \$115.2 million, and the University of Southern Mississippi with \$70.7 million.

## Overview of the Financial Statements

The IHL System's financial report consists of two sections- Management's Discussion and Analysis, and the basic financial statements including notes to the financial statements. The basic financial statements consist of the **Statement of Net Assets**, the **Statement of Revenues, Expenses, and Changes in Net Assets**, and the **Statement of Cash Flows**.

## Basic Financial Statements

The basic financial statements present information for the IHL System as a whole. The **Statement of Net Assets** presents the financial position of the IHL System at the end of the fiscal year and includes all assets and liabilities for all institutions within the IHL System. The difference between total assets and total liabilities is one measure of the IHL System's financial health or position. The change in net assets is a useful indicator of whether the financial condition of the IHL System is improving or deteriorating. Over time, increases or decreases in the IHL System's net assets provides a useful trend in assessing whether its financial health is improving.

The **Statement of Revenues, Expenses and Changes in Net Assets** presents the operating results of the IHL System, as well as non-operating revenues and expenses. In general terms, operating revenues are received for providing goods and services to the various customers and constituencies of the IHL System. Operating expenses are those incurred to acquire or produce the goods and services provided in return for the operating revenues. Non-operating revenues are those received for which goods and services are not provided as an exchange transaction. For example, state appropriation revenues are classified as non-operating because the State Legislature provides them without the Legislature receiving commensurate goods or services in return. Due to this

# State of Mississippi Institutions of Higher Learning

## Management's Discussion and Analysis June 30, 2008

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classification treatment of such a large portion of the System's total revenues, the IHL System's financial statements typically depict an overall operating loss. Other typical non-operating revenue sources include gifts, grants and appropriations restricted for capital purposes.

The **Statement of Cash Flows** provides another perspective on the IHL System's results of operations. This statement provides detailed information about the cash sources and uses of the IHL System. Additional details concerning this statement are explained later in this report.

Other non-financial factors such as enrollment trends and the condition of the physical plant are also useful in evaluating the overall financial health of the IHL System.

### Statement of Net Assets

Net assets are divided into three major categories:

- **Invested in capital assets, net of debt** – represents the IHL System's equity in property, plant and equipment which it owns.
- **Restricted net assets** – represents those assets that are not available for spending as a result of legislative requirements, donor agreements, or grant requirements.
- **Unrestricted net assets** – represents those assets that are available to the IHL System for any lawful purpose.

From the data presented, readers of the Statement of Net Assets are able to determine the following:

- the assets available to continue the operations of the IHL System
- the liabilities of the IHL System which include the amount owed vendors and lending institutions, and
- the net assets that are available for future expenditure by the IHL System

Current assets total \$784.6 million and consist primarily of cash and cash equivalents, short-term investments and net receivables. Current assets increased a total of \$106.7 million, or 15.7% over the prior year-end. Cash, cash equivalents, and short-term investments constitute 51% of current assets, while receivables constitute 35% of current assets. Approximately 52% of these net receivables are amounts due from gifts, contracts and grants and the State for appropriations.

Current liabilities total \$271.6 million and consist primarily of accounts payable and accrued liabilities, and deferred revenues. Deferred revenues include advance receipts for athletic ticket sales, summer tuition, fees, and student housing. Current liabilities increased \$52 million, or 23.7% over the prior year-end. A large portion of this increase was experienced by UMMC, where liabilities for medical payments to third-party payers increased approximately \$22.8 million at June 30, 2008.

# State of Mississippi Institutions of Higher Learning

## Management's Discussion and Analysis June 30, 2008

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Non-current assets total \$2.98 billion and include depreciated capital assets of \$2.35 billion. Other non-current assets include cash and investments that are restricted externally by endowment arrangements or specific grant and contract arrangements (\$523.3 million). One other significant non-current asset of the IHL System was student note receivables which equaled \$109.3 million at June 30, 2008. In comparison to the prior year-end, non-current assets increased by \$134.9 million (4.7%) at June 30, 2008. The majority of this increase was seen in the area of capital assets (\$181.8 million). Specifically, the IHL System's buildings inventory increased in value by a total of \$155.5 million in Fiscal Year 2008. (see the Capital Asset and Debt Administration section of this report for additional information)

Non-current liabilities are those liabilities due and payable more than twelve months from June 30, 2008, the date of the Statement of Net Assets. Non-current liabilities total \$746.4 million. The largest component includes principal amounts of revenue bonds and notes payable, and capital lease obligations with contractual maturities greater than one year (\$563.6 million). (see the Capital Asset and Debt Administration section of this report for additional information) Other non-current liabilities include estimated amounts for accrued compensated absences that will not be paid within the next fiscal year (\$75.3 million), the non-current portion of unpaid claim liabilities relative to its self-insured programs (\$39.6 million), and government advance refundable obligations relative to the federal government's Perkins loan program in the event of termination.

Restricted non-expendable net assets total \$103.0 million and consist of endowment and similar type funds, which donors or other outside sources have stipulated, as a condition of the gift instrument, that the principal is to be maintained intact and invested for the purpose of producing income that may either be expended or added to principal.

Restricted expendable net assets total \$321.5 million and include resources that the IHL System is legally or contractually obligated to spend in accordance with restrictions imposed by external third parties.

A summarized listing of the IHL System's assets, liabilities and net assets at June 30, 2007 and June 30, 2008, is shown below.

# State of Mississippi Institutions of Higher Learning

Management's Discussion and Analysis  
June 30, 2008

## Statement of Net Assets

	As of		Change	Percent Change
	June 30, 2007	June 30, 2008		
<b>Assets</b>				
Current assets	\$ 677,907,937	\$ 784,576,242	\$ 106,668,305	15.7%
Capital assets, net	2,164,689,010	2,346,535,978	181,846,968	8.4%
Other net assets	681,560,513	634,662,911	(46,897,602)	-6.9%
<b>Total assets</b>	<b>3,524,157,460</b>	<b>3,765,775,131</b>	<b>241,617,671</b>	<b>6.9%</b>
<b>Liabilities</b>				
Current liabilities	219,585,811	271,578,358	51,992,547	23.7%
Non-current liabilities	742,100,293	746,418,850	4,318,557	0.6%
<b>Total liabilities</b>	<b>961,686,104</b>	<b>1,017,997,208</b>	<b>56,311,104</b>	<b>5.9%</b>
<b>Net Assets</b>				
Invested in capital assets, net of debt	1,603,201,893	1,759,506,600	156,304,707	9.7%
Restricted - nonexpendable	103,785,399	102,975,820	(809,579)	-0.8%
Restricted - expendable	359,041,200	321,473,439	(37,567,761)	-10.5%
Unrestricted	496,442,864	563,822,064	67,379,200	13.6%
<b>Total net assets</b>	<b>\$ 2,562,471,356</b>	<b>\$ 2,747,777,923</b>	<b>\$ 185,306,567</b>	<b>7.2%</b>

## Statement of Revenues, Expenses and Changes in Net Assets

The Statement of Revenues, Expenses and Changes in Net Assets (SRECNA) displays information on how the IHL System's assets changed as a result of current year operations. This statement presents the IHL System's revenues received and expenses incurred, as well as any other gains or losses for the fiscal year. Operating revenues for 2007 have been revised to reclassify certain federally awarded student financial program revenues approximating \$81.1 million as non-operating revenues due to their non-exchange transaction type characteristics.

The IHL System's consolidated SRECNA at June 30, 2008 indicates a net operating loss of \$843.7 million. The fiscal year 2008 loss represents an increase in the net operating loss from the prior year by \$80.2 million. The net loss does not include the 2008 effects of non-operating items such as state appropriations, gifts, and non-exchange type grants, and net investment earnings.



# State of Mississippi Institutions of Higher Learning

Management's Discussion and Analysis  
June 30, 2008

## Statement of Revenues, Expenses and Changes in Net Assets

	Year ended		Change	Percent Change
	June 30, 2007	June 30, 2008		
Operating revenues	\$ 1,554,394,294	\$ 1,602,380,763	\$ 47,986,469	3.1%
Operating expenses	2,317,879,985	2,446,031,329	128,151,344	5.5%
Operating income (loss)	(763,485,691)	(843,650,566)	(80,164,875)	10.5%
Non-operating revenues (expenses)	849,417,811	907,444,005	58,026,194	6.8%
Income (loss) before other revenues, expenses, gains or losses	85,932,120	63,793,439	(22,138,681)	-25.8%
Other revenues, expenses, gains or losses	133,458,312	115,999,202	(17,459,110)	-13.1%
Increase in net assets	219,390,432	179,792,641	(39,597,791)	-18.0%
Net assets at beginning of the year - restated	2,343,080,924	2,567,985,282	224,904,358	9.6%
Net assets at the end of the year	\$ 2,562,471,356	\$ 2,747,777,923	\$ 185,306,567	7.2%

# State of Mississippi Institutions of Higher Learning

## Management's Discussion and Analysis June 30, 2008

### Operating Revenues

Operating revenues for the IHL System totaled \$1.602 billion for fiscal year 2008. Major components of operating revenues are UMMC patient care revenues (33.2%), grants and contracts (29.6%), net tuition and fees (20.5%), and sales and service revenues from auxiliary activities (9.8%). The following table summarizes the IHL System's operating revenues for fiscal year 2008.

	Year ended		Change	Percent Change
	June 30, 2007	June 30, 2008		
Tuition and Fees (net)	\$ 301,259,978	\$ 328,079,542	\$ 26,819,564	8.9%
Grants and contracts	529,688,752	473,876,115	(55,812,637)	-10.5%
Federal Appropriations	14,166,595	15,235,366	1,068,771	7.5%
Sales and Services of educational departments	48,249,402	50,435,806	2,186,404	4.5%
Auxiliary Enterprises (net)	149,003,518	157,688,663	8,685,145	5.8%
Patient Care revenues	463,933,432	531,192,186	67,258,754	14.5%
Other	48,092,617	45,873,085	(2,219,532)	-4.6%
<b>Total Operating revenues</b>	<b>\$ 1,554,394,294</b>	<b>\$ 1,602,380,763</b>	<b>\$ 47,986,469</b>	<b>3.1%</b>

Net tuition and fee revenues increased \$26.8 million in fiscal year 2008 (8.9% increase). During fiscal year 2008, the IHL System's institutions raised their general tuition rates an average 6.1% over 2007 rates. This rate increase accounted for the majority of the tuition revenue change.

The IHL System experienced a significant change to their operating revenues during fiscal year 2008 resulting from the discontinuance of the SLEAP (Hurricane Katrina) federal aid program. During each of the two previous years, the System received approximately \$45 million towards the administration of this disaster aid relief program. These funds were discontinued in 2008.

Auxiliary enterprise revenues increase \$8.7 million in fiscal year 2008 (5.8%). This too was a result of rate hikes implemented by the IHL System's institutions during the year for student housing and food service plans. During 2008, student housing rates increased an average of 7.6%, while the average food service plan rate increased an average of 7.9%.

The University of Mississippi Medical Center's net patient care revenues increased \$67.3 million in fiscal year 2008 (14.5% increase). Approximately \$43.4 million of this increase relates to UMMC's disproportionate DSH/UPL (Medicaid) programs, while the remaining \$23.8 million can be attributed to increases in patient admissions, general service price increases and a recently implemented revenue cycle project.

# State of Mississippi Institutions of Higher Learning

Management's Discussion and Analysis  
June 30, 2008

## Operating Expenses

Total operating expenses for the IHL System amounted to \$2.446 billion for fiscal year 2008. Personnel costs represented 57.1% of all operating expenses and were the largest component. Other major components were contractual service expenses (17.9%), commodities (10.9%), and scholarships and fellowship expenses (5.1%). Shown in the table below is a summary of the IHL System's operating expenses (by major object category) for the fiscal year 2008.

By Major Object Category	Year ended		Change	Percent Change
	June 30, 2007	June 30, 2008		
Salaries and wages	\$ 1,006,872,216	\$ 1,091,776,007	\$ 84,903,791	8.4%
Fringe benefits	272,960,209	305,152,746	32,192,537	11.8%
Travel	42,949,694	46,314,254	3,364,560	7.8%
Contractual services	452,992,054	437,526,679	(15,465,375)	-3.4%
Utilities	61,251,067	67,493,528	6,242,461	10.2%
Scholarships and fellowships	145,090,826	125,121,663	(19,969,163)	-13.8%
Commodities	237,401,569	267,268,225	29,866,656	12.6%
Depreciation	92,264,119	99,791,287	7,527,168	8.2%
Other	6,098,231	5,586,940	(511,291)	-8.4%
<b>Total Operating expenses</b>	<b>\$ 2,317,879,985</b>	<b>\$ 2,446,031,329</b>	<b>\$ 128,151,344</b>	<b>5.5%</b>

IHL System personnel costs (salaries, wages and fringe benefits) increased \$117.1 million during fiscal year 2008. Each institution issued 5% merit salary increases for most of their employees during the year. This was the second consecutive annual salary increase for most of the IHL System's employees. IHL System utilities expense increased 10.2% in 2008 due to ever increasing rates for campus electricity, gas and water. Increased fuel and delivery costs affected the prices paid by institutions for their many types of office and general supplies. This is reflected in the \$29.9 million increase in the IHL System's commodities expense during 2008. The \$20.0 million decrease in the IHL System's scholarships and fellowships expense was affected greatly by the discontinuance of the federal SLEAP (Hurricane Katrina Aid) program. This particular program provided financial aid benefits for affected students throughout the IHL System. The program ended after fiscal year 2007, resulting in a \$43.0 million decrease in student aid. After considering this, the IHL System's scholarships and fellowships expense actually increased approximately \$23.0 million during 2008. Most of this increase was financed through the campus' institutionally sourced financial aid programs.

As an alternative presentation model, the IHL System's fiscal year 2008 operating expenses are shown below by major function category. Functional classifications are the traditional categories that universities have used. They represent the type of programs and services that the universities provide. For example, funds utilized to compensate a classroom professor or provide classroom materials would be classified as instruction.

# State of Mississippi Institutions of Higher Learning

Management's Discussion and Analysis  
June 30, 2008

<b>Operating Expenses</b>				
By Function	Year ended		Change	Percent Change
	June 30, 2007	June 30, 2008		
Instruction	\$ 507,529,876	\$ 546,956,440	\$ 39,426,564	7.8%
Research	311,389,546	331,813,167	20,423,621	6.6%
Public service	133,675,962	152,388,258	18,712,296	14.0%
Academic support	113,057,687	127,246,899	14,189,212	12.6%
Student services	63,504,418	66,748,971	3,244,553	5.1%
Institutional support	230,120,691	219,475,249	(10,645,442)	-4.6%
Operations & Maintenance of Plant	145,780,837	157,863,858	12,083,021	8.3%
Student aid	193,624,849	137,108,770	(56,516,079)	-29.2%
Auxiliary enterprises	154,637,244	162,083,151	7,445,907	4.8%
Depreciation	75,599,349	95,213,387	19,614,038	25.9%
Hospital	447,078,823	492,792,720	45,713,897	10.2%
Other	2,359,089	4,253,607	1,894,518	80.3%
Eliminations	(60,478,386)	(47,913,158)	12,565,228	-20.8%
<b>Total Operating expenses</b>	<b>\$ 2,317,879,985</b>	<b>\$ 2,446,031,319</b>	<b>\$ 128,151,334</b>	<b>5.5%</b>

Funding the Instruction function continues to be the IHL Systems largest expenditure priority (22.4%). In fact, the System expended an additional \$39.4 million in the area of classroom instruction during 2008. Institutional Research (external and internal) continues to grow as can be seen above. Approximately \$20.4 million in additional research funding was poured into the IHL System during the year. In the last five fiscal years, the System's expended research has grown 25% (\$60 million). Institutional support costs included executive management, general administration and logistical support services, computing, public relations and development. These costs decreased \$10.6 million in fiscal year 2008 (4.6%). Operations and Maintenance of Plant costs are typically those associated with the physical plant. Examples would include campus utilities and fire and security services. For fiscal year 2008, these expenditures increased \$12.1 million (8.3%). As mentioned earlier, ever increasing utilities expense, as well as significant facility repair and renovation increases were incurred on most campuses.

Auxiliary enterprise costs include all expenditures associated with departments that primarily exist to furnish goods or services to students, faculty, or staff and that charge a fee directly related to, although not necessarily equal to, the cost of the goods and services. Auxiliary departments are required to be essentially self-supporting activities. Examples are (1) Student housing, (2) Food Services, (3) Bookstores, and (4) Intercollegiate Athletics. These auxiliary expenditures increased \$7.4 million (4.8%) in fiscal year 2008.

During 2008, the IHL System identified approximately \$47.9 million of inter-campus transactions among the institutions that required elimination for financial statement presentation purposes. Examples of such operations would be student financial aid funds administered by the IHL

# State of Mississippi Institutions of Higher Learning

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Executive Office and the campuses, as well as grant agreements between one or more IHL System institutions where one campus served as primary recipient and another campus would act as a sub-recipient to that same grant agreement. The elimination entries primarily impacted the scholarships and fellowships line-item as presented by major object code category.

## Capital Asset and Debt Administration

At June 30, 2008, the IHL System had nearly \$2.35 billion invested in a broad range of capital assets. These assets are comprised of land, buildings and improvements, equipment, and library books. They are stated net of accumulated depreciation. See the following table:

	As of		Change	Percent Change
	June 30, 2007	June 30, 2008		
Capital assets not being depreciated	\$ 428,062,912	\$ 441,528,247	\$ 13,465,335	3.1%
Depreciable capital assets:				
Improvements other than buildings	187,879,399	205,157,717	17,278,318	9.2%
Buildings	1,841,101,865	2,030,614,868	189,513,003	10.3%
Equipment	497,883,743	519,297,833	21,414,090	4.3%
Library books	284,626,803	300,049,479	15,422,676	5.4%
Total depreciable capital assets	2,811,491,810	3,055,119,897	243,628,087	8.7%
Total cost of capital assets	3,239,554,722	3,496,648,144	257,093,422	7.9%
Less accumulated depreciation	(1,074,865,712)	(1,150,112,166)	(75,246,454)	7.0%
Capital assets, net	\$ 2,164,689,010	\$ 2,346,535,978	\$ 181,846,968	8.4%

Non-depreciable capital assets totaled \$441.5 million and principally consisted of land and construction in progress.

Significant capital asset additions in fiscal year 2008 were for the following:

- ASU completed a new dining facility and Biotechnology Research Center
- DSU continued construction at the Coahoma Higher Education Center and the Delta Music Institute
- JSU continued construction on their Student Center and School of Engineering facility
- MSU completed numerous facility construction projects, including McCool Hall, Ruby and Griffis Residence Halls and a new Power Generating Plant.

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## Management's Discussion and Analysis June 30, 2008

- MUW continued construction on the Fine Arts and Frazer Hall facilities
- MVSU continued construction on the Science and Technology facility
- UM continued construction on numerous construction projects, including the Inn at Ole Miss, a new Law School, and the Residential Village
- USM continued construction on numerous construction projects, including an expansion of M.M. Roberts Stadium, the Trent Lott Center for Economic Development, and the Polymer Building
- UMMC continued construction on the Guyton Building expansion, as well as significant renovations on the Adult Tower Hospital facility

At June 30, 2008, the IHL System had \$593.2 in bonded debt, notes payable and capital lease obligations. This represented a \$3.0 decrease over the prior year-end. See the following table:

	As of		Change	Percent Change
	June 30, 2007	June 30, 2008		
Bonds Payable	\$ 565,181,030	\$ 555,915,540	\$ (9,265,490)	-1.6%
Notes Payable	3,678,102	6,185,380	2,507,278	68.2%
Capital Lease Obligations	27,310,137	31,109,799	3,799,662	13.9%
<b>Total debt</b>	<b>\$ 596,169,269</b>	<b>\$ 593,210,719</b>	<b>\$ (2,958,550)</b>	<b>-0.5%</b>

Bonded debt decreased \$9.3 million as of June 30, 2008. The decrease was a result of normal debt service payments made by the institutions during the year, with no significant, new debt issuances introduced.

## Statement of Cash Flows

The final statement presented by the IHL System is the Statement of Cash Flows. This statement presents detailed information about the cash activities of the institution during the year. The statement is divided into five parts. The first part entitled "Cash Flows Activities from Operating" shows the net cash used by the operating activities of the IHL System. The second section is entitled "Cash Flows Activities from Non-capital Financing". The primary source of these activities includes State Appropriations. The third section, entitled "Cash Flows Activities from Capital and Related Financing" shows cash flows from the acquisition and construction of capital and related items. The fourth section is entitled "Cash Flows Activities from Investing". This section reflects cash flows from investing activities and shows purchases, proceeds, and interest received from investing activities. The final section contains a reconciliation of net cash provided (used) to the operating income (loss) reflected on the SRECNA. A condensed Statement of Cash Flows is presented below.

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## Statement of Cash Flows

	As of		Change	Percent Change
	June 30, 2007	June 30, 2008		
Cash flows activities from:				
Operating	\$ (710,487,610)	\$ (720,472,154)	\$ (9,984,544)	1.4%
Non-capital financing	827,581,246	909,527,330	81,946,084	9.9%
Capital and related financing	(122,194,735)	(171,740,121)	(49,545,386)	40.5%
Investing	9,930,756	113,599,553	103,668,797	1043.9%
Net increase (decrease) in cash and cash equivalents	4,829,657	130,914,608	126,084,951	2610.6%
Cash and cash equivalents - Beginning of Year	284,081,374	288,911,031	4,829,657	1.7%
Cash and cash equivalents - End of Year	\$ 288,911,031	\$ 419,825,639	\$ 130,914,608	45.3%
Cash and cash equivalents classified as:				
Current assets	\$ 165,628,453	\$ 298,676,728	\$ 133,048,275	80.3%
Non-current assets	123,282,578	121,148,911	(2,133,667)	-1.7%
Total cash and cash equivalents	\$ 288,911,031	\$ 419,825,639	\$ 130,914,608	45.3%

Major sources of funds included in operating activities for fiscal year 2008, were student tuition and fees (\$327.3 million), grants and contracts (\$485.0 million), patient care services (\$518.8 million), and auxiliary enterprises (\$158.9 million). Major uses of funds included in operating activities were payments for employees' salaries and benefits (\$1.383 billion), and to suppliers (\$735.4 million).

Major sources of funds included in the non-capital financing activities for fiscal year 2008 include state appropriations (\$779.3 million) and gifts and grants received for purposes other than capital endeavors (\$128.7 million).

Major sources of funds included in the capital and related financing activities section for fiscal year 2008 include proceeds from capital debt issuances (\$87.7 million), and grants and contract funding designated for capital projects (\$47.6 million). Major uses of funds in this section include direct cash payments made for capital assets (\$190.4 million), and principal and interest payments made to retire capital debt (\$129.6 million).

Additionally, capital assets were impacted by non-cash activities including state appropriations and donations (\$91.8 million) and acquisitions financed by capital lease obligations (\$12.3 million).

# State of Mississippi Institutions of Higher Learning

## Management's Discussion and Analysis

June 30, 2008

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### Economic Outlook

The overall financial position of the IHL System remains strong. The System continues to successfully respond to significant challenges to its academic programs, stemming from the State's current uncertain financial circumstances. Given the continuation of this difficult economic environment, it is especially impressive that the IHL System maintains high credit ratings from Moody's (Aa3) and Standard & Poor's (AA-). Achieving and maintaining these high credit ratings provides the IHL System a higher degree of flexibility in securing capital funds on the most competitive terms. This flexibility, along with ongoing efforts toward revenue diversification and cost containment, will enable the IHL System to provide the necessary resources to support a level of excellence in service to students, patients, the research community, the State and the nation.

As a labor-intensive organization, the IHL System faces competitive pressures related to attracting and retaining faculty and staff. Moreover, consistent with the national landscape, the cost of the IHL System's health benefits for its employees has increased dramatically over the past several years, with the increasing costs of medical care and prescription drugs of particular concern. The IHL System has in the past and will continue to take proactive steps to respond to these challenges of rising costs.

While it is not possible to predict the ultimate results, management believes that the IHL System's financial condition will remain strong into 2009 and beyond. Management at each institution has a proven track record of successfully adapting to this present economic environment while continuing to search for new opportunities to compliment state support. The IHL System's goal, as always, is to deliver extraordinary services to their customers and constituents while *ALWAYS* maintaining financial integrity.



## **Basic Financial Statements**

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# State of Mississippi Institutions of Higher Learning

## Statement of Net Assets

As of June 30, 2008

<b>Assets</b>	
<b>Current assets:</b>	
Cash and cash equivalents	\$ 298,676,728
Short-term investments	105,722,484
Accounts receivable, net	262,498,708
Student notes receivable, net	10,216,021
Inventories	20,821,910
Prepaid expenses	7,973,026
Other current assets	78,667,365
<b>Total current assets</b>	<b>784,576,242</b>
<b>Noncurrent assets:</b>	
Restricted cash and cash equivalents	121,148,911
Restricted short-term investments	8,965,197
Endowment investments	179,379,213
Other long-term investments	213,804,913
Student notes receivable, net	109,333,751
Capital assets, net	2,346,535,978
Other noncurrent assets	2,030,926
<b>Total noncurrent assets</b>	<b>2,981,198,889</b>
<b>Total assets</b>	<b>\$ 3,765,775,131</b>
<b>Liabilities and Net Assets</b>	
<b>Liabilities</b>	
<b>Current liabilities:</b>	
Accounts payable and accrued liabilities	\$ 143,917,252
Deferred revenues	51,584,166
Accrued leave liabilities - current portion	8,248,177
Long-term liabilities - current portion	39,195,161
Other current liabilities	28,633,602
<b>Total current liabilities</b>	<b>271,578,358</b>
<b>Noncurrent liabilities:</b>	
Deposits refundable	2,355,429
Accrued leave liabilities	75,287,665
Long-term liabilities	563,641,157
Other long-term liabilities	105,134,599
<b>Total noncurrent liabilities</b>	<b>746,418,850</b>
<b>Total liabilities</b>	<b>1,017,997,208</b>
Commitments and contingencies (Notes 3, 7, 9, 10, 14, 15, 16, 17 and 18)	
<b>Net Assets</b>	
Invested in capital assets, net of related debt	1,759,506,600
<b>Restricted for:</b>	
<b>Nonexpendable:</b>	
Scholarships and fellowships	24,045,926
Research	5,030,332
Other purposes	73,899,562
<b>Expendable:</b>	
Scholarships and fellowships	53,653,471
Research	45,410,814
Capital projects	83,072,078
Debt service	7,421,059
Loans	33,165,479
Other purposes	98,750,538
<b>Unrestricted</b>	<b>563,822,064</b>
<b>Total net assets</b>	<b>2,747,777,923</b>
<b>Total liabilities and net assets</b>	<b>\$ 3,765,775,131</b>

See accompanying notes to financial statements.

# Mississippi State University Foundation, Inc.

## Statement of Financial Position

As of June 30, 2008

<b>Assets</b>	
Cash and cash equivalents	\$ 3,243,092
Accrued interest, other receivables and prepaid assets	657,654
Receivable from Mississippi State University	13,750
Receivable from MSU Alumni Foundation	19,110
Receivable from MSU Alumni Association	120,953
Notes receivable	443,482
Pledges receivable, net	17,030,437
Investments	239,074,917
Present value of amounts due from externally managed trusts	25,936,835
Unamortized bond issuance costs	44,400
Land, buildings and equipment	13,306,918
<b>Total assets</b>	<b>\$ 299,891,548</b>
<b>Liabilities and Net Assets</b>	
<b>Liabilities</b>	
Accounts payable and accrued liabilities	\$ 2,771,447
Obligation under capital leases	3,510,099
Liabilities under split interest agreement	5,251,595
Long-term debt	4,192,590
<b>Total liabilities</b>	<b>15,725,731</b>
<b>Net Assets</b>	
Unrestricted	21,464,897
Temporarily restricted	45,474,916
Permanently restricted	217,226,004
<b>Total net assets</b>	<b>284,165,817</b>
Commitments (Note 10)	
<b>Total liabilities and net assets</b>	<b>\$ 299,891,548</b>

See accompanying notes to financial statements.

# The University of Mississippi Foundation

## Statement of Financial Position

As of June 30, 2008

<b>Assets</b>	
Cash and cash equivalents	\$ 8,778,262
Pledges receivable, less allowance for doubtful pledges of \$7,481,928	22,882,931
Investments	291,801,578
Beneficial interests in remainder trusts	3,417,765
Other assets	1,530,963
Property and equipment, net	2,944,631
<b>Total assets</b>	<b>\$ 331,356,130</b>
<b>Liabilities and Net Assets</b>	
<b>Liabilities</b>	
Funds held in trust for others	\$ 16,282,368
Liabilities under remainder trusts	5,978,882
Other liabilities	5,265,766
<b>Total liabilities</b>	<b>27,527,016</b>
<b>Net Assets</b>	
Unrestricted	6,192,311
Temporarily restricted	167,793,676
Permanently restricted	129,843,127
<b>Total net assets</b>	<b>303,829,114</b>
<b>Total liabilities and net assets</b>	<b>\$ 331,356,130</b>

See accompanying notes to financial statements.

# The University of Southern Mississippi Foundation

## Statement of Financial Position

As of June 30, 2008

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<b>Assets</b>	
Cash and cash equivalents	\$ 14,913,974
Accrued interest	209,235
Prepaid assets and other receivables	143,908
Pledges receivable, net	8,066,885
Investments	54,440,772
Present value of amounts due from externally managed trusts	1,936,266
Furniture and equipment, net	22,511

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<b>Total assets</b>	<b>\$ 79,733,551</b>
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### Liabilities and Net Assets

<b>Liabilities</b>	
Accounts payable	\$ 605,915
Amounts due to brokers	46,506
Gift annuities payable	421,606
Liability for amounts held for others	35,111

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<b>Total liabilities</b>	<b>1,109,138</b>
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<b>Net Assets</b>	
Unrestricted	4,046,749
Temporarily restricted	29,612,790
Permanently restricted	44,964,874

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<b>Total net assets</b>	<b>78,624,413</b>
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Commitments (Note 10)

<b>Total liabilities and net assets</b>	<b>\$ 79,733,551</b>
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See accompanying notes to financial statements.

# State of Mississippi Institutions of Higher Learning

## Statement of Revenues, Expenses and Changes in Net Assets

*For the year ended June 30, 2008*

<b>Operating Revenues</b>	
Tuition and fees	\$ 435,543,347
Less: Scholarship allowances	(107,463,805)
<b>Net tuition and fees</b>	<b>328,079,542</b>
Federal appropriations	15,235,366
Federal grants and contracts	362,746,340
State grants and contracts	41,639,417
Nongovernmental grants and contracts	69,490,358
Sales and services of educational departments	50,435,806
Auxiliary enterprises:	
Student housing	58,092,793
Food services	18,196,737
Bookstore	7,463,489
Athletics	59,031,450
Other auxiliary revenues	28,774,740
Less: Auxiliary enterprise scholarship allowances	(13,870,546)
Interest earned on loans to students	839,805
Patient care revenues	531,192,186
Other operating revenues	45,033,280
<b>Total operating revenues</b>	<b>1,602,380,763</b>
<b>Operating Expenses</b>	
Salaries and wages	1,091,776,007
Fringe benefits	305,152,746
Travel	46,314,254
Contractual services	437,526,679
Utilities	67,493,528
Scholarships and fellowships	125,121,663
Commodities	267,268,225
Depreciation	99,791,287
Other operating expenses	5,586,940
<b>Total operating expenses</b>	<b>2,446,031,329</b>
<b>Operating loss</b>	<b>(843,650,566)</b>
<b>Nonoperating Revenues (Expenses)</b>	
State appropriations	780,714,661
Gifts and grants	150,504,492
Investment income, net of investment expense	22,244,318
Interest expense on capital asset-related debt	(28,592,768)
Other nonoperating revenues	3,936,167
Other nonoperating expenses	(21,362,865)
<b>Total net nonoperating revenues (expenses)</b>	<b>907,444,005</b>
<b>Income before other revenues, expenses, gains and losses</b>	<b>63,793,439</b>
<b>Other Revenues, Expenses, Gains and Losses</b>	
Capital grants and gifts	40,466,586
State appropriations restricted for capital purposes	78,486,002
Additions to permanent endowments	1,790,169
Other additions	648,772
Other deletions	(5,392,327)
<b>Change in net assets</b>	<b>179,792,641</b>
Net assets - beginning of year, as originally reported	2,562,471,356
Prior period adjustments	5,513,926
<b>Net assets - beginning of year, as restated</b>	<b>2,567,985,282</b>
<b>Net assets - end of year</b>	<b>\$ 2,747,777,923</b>

See accompanying notes to financial statements.

# Mississippi State University Foundation, Inc.

## Statement of Activities

<i>For the year ended June 30, 2008</i>	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
<b>Revenues and support</b>				
Contributions	\$ 4,825,052	\$ 4,453,413	\$ 10,770,210	\$ 20,048,675
Net investment (loss) income	(84,851)	(6,711,718)	209,912	(6,586,657)
Change in value of split interest agreements	-	98,598	3,367,490	3,466,088
Other	2,307,506	(736,608)	1,010,372	2,581,270
Change in restrictions by donor	41,617	1,125,550	(1,167,167)	-
Net assets released from restrictions	21,128,054	(21,128,054)	-	-
<b>Total revenues and support</b>	<b>28,217,378</b>	<b>(22,898,819)</b>	<b>14,190,817</b>	<b>19,509,376</b>
<b>Expenditures</b>				
<b>Program services:</b>				
Contributions and support for Mississippi State University	23,995,804	-	-	23,995,804
Contributions and support for Bulldog Club	630,066	-	-	630,066
Contributions and support for Bulldog Foundation	332,500	-	-	332,500
Contributions and support for Mississippi State University Alumni Association	580,485	-	-	580,485
<b>Total program services</b>	<b>25,538,855</b>	<b>-</b>	<b>-</b>	<b>25,538,855</b>
<b>Supporting services:</b>				
General and administrative	3,007,196	-	-	3,007,196
Fund raising	2,904,953	-	-	2,904,953
<b>Total supporting services</b>	<b>5,912,149</b>	<b>-</b>	<b>-</b>	<b>5,912,149</b>
<b>Total expenditures</b>	<b>31,451,004</b>	<b>-</b>	<b>-</b>	<b>31,451,004</b>
(Decrease) increase in net assets	(3,233,626)	(22,898,819)	14,190,817	(11,941,628)
Net assets at beginning of year	24,698,523	68,373,735	203,035,187	296,107,445
<b>Net assets at end of year</b>	<b>\$ 21,464,897</b>	<b>\$ 45,474,916</b>	<b>\$ 217,226,004</b>	<b>\$ 284,165,817</b>

See accompanying notes to financial statements.



# The University of Mississippi Foundation

## Statement of Activities

<i>For the year ended June 30, 2008</i>	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
<b>Revenues, gains and other support</b>				
Contributions, gifts and bequests		\$ 27,793,553	\$ 2,443,112	\$ 30,236,665
Dividend and interest income	\$ 1,538,908	11,814,635	-	13,353,543
Net unrealized and realized losses on investments	(1,108,907)	(28,297,412)	-	(29,406,319)
Change in value of split interest agreements	-	206,364	(359,375)	(153,011)
Other income	1,830,495	1,669,125	5,839	3,505,459
<b>Total revenues gains, and other support</b>	<b>2,260,496</b>	<b>13,186,265</b>	<b>2,089,576</b>	<b>17,536,337</b>
Net assets released from restrictions redesignated by donor	27,053,747	(27,416,374)	362,627	-
<b>Expenses</b>				
Support for University activities	29,222,192	-	-	29,222,192
General and administrative expenses	1,691,055	-	-	1,691,055
Fundraising expenses	1,415,417	-	-	1,415,417
<b>Total expenses</b>	<b>32,328,664</b>	<b>-</b>	<b>-</b>	<b>32,328,664</b>
Changes in net assets	(3,014,421)	(14,230,109)	2,452,203	(14,792,327)
Net assets at beginning of year	9,206,732	182,023,785	127,390,924	318,621,441
Net assets at end of year	\$ 6,192,311	\$ 167,793,676	\$ 129,843,127	\$ 303,829,114

See accompanying notes to financial statements.

# The University of Southern Mississippi Foundation

## Statement of Activities

<i>For the year ended June 30, 2008</i>	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
<b>Revenues, gains and other support</b>				
Contributions	\$ 1,628,718	\$ 2,629,581	\$ 1,414,632	\$ 5,672,931
Net investment income (loss)	882,050	(1,780,469)	68,675	(829,744)
Change in value of split interest agreements	-	37,645	(119,589)	(81,944)
Other	11,810	97,410	56,856	166,076
Change in restriction by donor	(130,036)	(1,158,031)	1,288,067	-
Net assets released from restrictions	5,058,914	(5,058,914)	-	-
<b>Total revenues, gains and other support</b>	<b>7,451,456</b>	<b>(5,232,778)</b>	<b>2,708,641</b>	<b>4,927,319</b>
<b>Expenditures</b>				
<b>Program services:</b>				
Contributions and support for The University of Southern Mississippi	5,458,560	-	-	5,458,560
<b>Total program services</b>	<b>5,458,560</b>	<b>-</b>	<b>-</b>	<b>5,458,560</b>
<b>Supporting services:</b>				
General and administrative	1,367,694	-	-	1,367,694
Fund raising	765,605	-	-	765,605
<b>Total supporting services</b>	<b>2,133,299</b>	<b>-</b>	<b>-</b>	<b>2,133,299</b>
<b>Total expenditures</b>	<b>7,591,859</b>	<b>-</b>	<b>-</b>	<b>7,591,859</b>
Increase in net assets	(140,403)	(5,232,778)	2,708,641	(2,664,540)
Net assets at beginning of year	4,187,152	34,845,568	42,256,233	81,288,953
Net assets at end of year	\$ 4,046,749	\$ 29,612,790	\$ 44,964,874	\$ 78,624,413

See accompanying notes to financial statements.

# State of Mississippi Institutions of Higher Learning

## Statement of Cash Flows

*For the year ended June 30, 2008*

<b>Operating Activities</b>	
Tuition and fees	\$ 327,332,995
Grants and contracts	484,956,864
Sales and services of educational departments	52,875,025
Payments to suppliers	(735,352,930)
Payments to employees for salaries and benefits	(1,382,953,592)
Payments for utilities	(66,560,824)
Payment for scholarships and fellowships	(117,036,340)
Loans issued to students and employees	(25,711,448)
Collections of loans to students and employees	12,519,513
Auxiliary enterprise charges:	
Student housing	56,043,816
Food services	15,712,677
Bookstore	7,282,232
Athletics	56,501,932
Other auxiliary enterprises	23,358,478
Patient care services	518,775,824
Interest earned on loans to students	878,486
Other receipts	44,677,034
Other payments	6,228,104
<b>Net cash used in operating activities</b>	<b>(720,472,154)</b>
<b>Noncapital Financing Activities</b>	
State appropriations	779,255,005
Gifts and grants for other than capital purposes	128,667,333
Private gifts for endowment purposes	1,732,064
Federal loan program receipts	343,176,715
Federal loan program disbursements	(343,679,962)
Other sources	6,044,623
Other uses	(5,668,448)
<b>Net cash provided by noncapital financing activities</b>	<b>909,527,330</b>
<b>Capital and Related Financing Activities</b>	
Proceeds from capital debt	87,670,642
Cash paid for capital assets	(190,443,098)
Capital appropriations received	8,437,233
Capital grants and contracts received	47,614,161
Proceeds from sales of capital assets	2,047,725
Principal paid on capital debt and leases	(101,463,681)
Interest paid on capital debt and leases	(28,161,614)
Other sources	8,507,254
Other uses	(5,948,743)
<b>Net cash used in capital and related financing activities</b>	<b>(171,740,121)</b>
<b>Investing Activities</b>	
Proceeds from sales and maturities of investments	414,764,467
Interest received on investments	34,664,443
Purchases of investments	(335,829,357)
<b>Net cash provided by investing activities</b>	<b>113,599,553</b>
Net increase in cash and cash equivalents	130,914,608
Cash and cash equivalents - beginning of year	288,911,031
<b>Cash and cash equivalents - end of the year</b>	<b>\$ 419,825,639</b>

See accompanying notes to financial statements.

# State of Mississippi Institutions of Higher Learning

## Statement of Cash Flows

*For the year ended June 30, 2008*

### Reconciliation of Operating Loss to Net Cash Used in Operating Activities

Operating loss	\$	(843,650,566)
Adjustments to reconcile operating loss to net cash used in operating activities:		
Depreciation expense		99,791,287
Self-insured claims expense		9,568,000
Bad debt expense		269,754,753
Other		890,044
Changes in assets and liabilities:		
(Increase) decrease in assets:		
Receivables, net		(260,171,516)
Inventories		907,867
Prepaid expenses		68,814
Other assets		(32,848,688)
Increase (decrease) in liabilities:		
Accounts payable and accrued liabilities		19,394,115
Deferred revenue		3,531,924
Deposits refundable		1,016,446
Accrued leave liability		2,860,658
Loans to students and employees		(5,296,673)
Other liabilities		13,711,381
Total adjustments		123,178,412
Net cash used in operating activities	\$	(720,472,154)

### Reconciliation of Cash and Cash Equivalents:

Current assets - cash and cash equivalents	\$	298,676,728
Non-current assets - restricted cash and cash equivalents		121,148,911
Cash and cash equivalents - end of year	\$	419,825,639

### Non-cash Capital Related Financing and Investing Activities:

Assets acquired through capital lease obligations	\$	12,301,359
Capital assets appropriated by the State of Mississippi	\$	77,543,397
Donations of capital assets	\$	14,247,043

See accompanying notes to financial statements.

# Mississippi State University Foundation, Inc.

## Statement of Cash Flows

For the year ended June 30, 2008

<b>Operating Activities</b>	
Decrease in net assets	\$ (11,941,628)
Adjustments to reconcile decrease in net assets to cash provided by operating activities:	
Depreciation and amortization	1,242,233
Realized and unrealized losses on investments, net	14,142,434
Change in value of internally managed split interest agreements	413,224
Fair value of donated assets	(5,335,727)
Change in accrued interest, other receivables and prepaid assets	309,441
Change in pledges receivable, net	5,960,229
Change in externally managed trusts	8,813,188
Change in accounts payable and accrued liabilities	(546,314)
Change in receivable from Mississippi State University	(13,750)
Change in receivable from MSU Alumni Foundation	(46)
Change in receivables from MSU Alumni Association	(88,886)
Permanently restricted investment dividends and interest	(13,769)
Permanently restricted contributions	(12,853,706)
<b>Net cash provided by operating activities</b>	<b>86,923</b>
<b>Investing Activities</b>	
Purchases of land, buildings, and equipment	(52,220)
Purchases of investments	(39,859,951)
Proceeds from sales and maturities of investments	29,622,637
Payments on notes receivable	96,433
<b>Net cash used in investing activities</b>	<b>(10,193,101)</b>
<b>Financing Activities</b>	
Principal payments of long-term debt	(663,405)
Permanently restricted investment dividends and interest	13,769
Permanently restricted contributions	12,853,706
New liabilities under split interest agreements	514,816
Payments to split interest agreement beneficiaries	(734,537)
Principal payments on capital lease obligations	(297,823)
<b>Net cash provided by financing activities</b>	<b>11,686,526</b>
Net increase in cash	1,580,348
Cash at beginning of year	1,662,744
Cash at end of year	\$ 3,243,092
<b>Supplemental disclosure of cash flow information:</b>	
Cash paid during the year for interest	\$ 240,257
Capital lease obligation for equipment	\$ 3,606,672

See accompanying notes to financial statements.

# The University of Mississippi Foundation

## Statement of Cash Flows

*For the year ended June 30, 2008*

<b>Operating Activities</b>	
Decrease in net assets	\$ (14,792,327)
Adjustments to reconcile decrease in net assets to net cash provided by operating activities:	
Depreciation	205,929
Permanently restricted contributions	(1,378,649)
Contributions of real estate	(2,727,500)
Net realized and unrealized loss on investments	29,406,319
Changes in operating assets and liabilities:	
Other assets	43,910
Pledges receivable	(599,715)
Funds held for others	(3,326,239)
Beneficial interest in remainder trusts	(206,364)
Liabilities under remainder trust agreements	3,817,616
Other liabilities	(6,969,208)
<b>Net cash provided by operating activities</b>	<b>3,473,772</b>
<b>Investing Activities</b>	
Purchase of property and equipment	(220,667)
Purchase of Foundation investments	(42,239,815)
Proceeds from sales and maturities of Foundation investments	38,532,273
<b>Net cash used in investing activities</b>	<b>(3,928,209)</b>
<b>Financing Activities</b>	
Permanently restricted contributions	5,598,760
Receipts under split interest agreements	1,000,000
Payments to beneficiaries under remainder trusts	(432,934)
<b>Net cash provided by financing activities</b>	<b>6,165,826</b>
<b>Net increase in cash and cash equivalents</b>	<b>5,711,389</b>
<b>Cash and cash equivalents at beginning of year</b>	<b>3,066,873</b>
<b>Cash and cash equivalents at end of year</b>	<b>\$ 8,778,262</b>

See accompanying notes to financial statements.

# The University of Southern Mississippi Foundation

## Statement of Cash Flows

For the year ended June 30, 2008

<b>Operating Activities</b>	
Decrease in net assets	\$ (2,664,540)
Adjustments to reconcile decrease in net assets to net cash provided by operating activities:	
Depreciation and amortization	10,358
Realized and unrealized (gains) losses on investments, net	2,063,253
Permanently restricted contributions	(1,015,549)
Permanently restricted dividends and interest	(42,070)
Change in externally managed trusts	3,059,274
Change in gift annuities and pooled income fund	46,820
Present value adjustments to annuities	49,769
Changes in operating assets and liabilities:	
Accrued interest	(2,967)
Prepaid assets and other receivables	(41,491)
Advances to University of Southern Mississippi	149,419
Pledges receivable, net	2,968,104
Accounts payable	209,164
Liability for amounts held for others	(39,470)
<b>Net cash provided by operating activities</b>	<b>4,750,074</b>
<b>Investing Activities</b>	
Purchase of furniture and equipment	(6,360)
Change in cash surrender value of life insurance	(347,164)
Purchase of investments	(34,574,176)
Change in amounts due to brokers	(149,394)
Proceeds from sales and maturities of investments	37,407,477
<b>Net cash provided by investing activities</b>	<b>2,330,383</b>
<b>Financing Activities</b>	
Permanently restricted contributions	1,015,549
Permanently restricted dividends and interest	42,070
Investments subject to annuity agreements	(17,619)
Annuity payments	(54,315)
<b>Net cash provided by financing activities</b>	<b>985,685</b>
<b>Net increase in cash and cash equivalents</b>	<b>8,066,142</b>
<b>Cash and cash equivalents at beginning of year</b>	<b>6,847,832</b>
<b>Cash and cash equivalents at end of year</b>	<b>\$ 14,913,974</b>

See accompanying notes to financial statements.

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# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### Reporting Entity

The Mississippi Constitution was amended in 1943 to create a Board of Trustees of State Institutions of Higher Learning (Board). This constitutional Board provides management and control of Mississippi's system of universities. The Board meets monthly and oversees the eight public universities, the University of Mississippi Medical Center and various off-campus centers and locations throughout the state.

The current twelve Board members were appointed by the Governor and approved by the Senate for twelve year terms as follows: one from each of the seven congressional districts, one from each of the three Supreme Court Districts, and two appointed from the state-at-large. The Mississippi Constitution was amended in 2003 to change the length of terms and appointment districts for Board members. New appointments will occur from the three current Supreme Court districts for terms of nine years. The amendment provides for these new appointments and tenures to be gradually implemented. Full implementation occurs in 2012.

Each of the eight universities and the University of Mississippi Medical Center has established its own educational building corporation (a nonprofit corporation incorporated in the State of Mississippi) in accordance with Section 37-101-61 of the Mississippi Code Annotated of 1972. The purpose of these corporations is for the acquisition, construction and equipping of facilities and land for the various universities. In accordance with Governmental Accounting Standards Board (GASB) Statement No. 14, these educational building corporations are deemed component units of the State of Mississippi Institutions of Higher Learning and are included as blended component units in the general purpose financial statements.

The following is a list of abbreviations used throughout the report for the member universities of the State of Mississippi Institutions of Higher Learning (collectively "the IHL System"):

<b>ASU</b>	Alcorn State University
<b>DSU</b>	Delta State University
<b>JSU</b>	Jackson State University
<b>MSU</b>	Mississippi State University
<b>MUW</b>	Mississippi University for Women
<b>MVSU</b>	Mississippi Valley State University
<b>UM</b>	University of Mississippi
<b>USM</b>	University of Southern Mississippi
<b>UMMC</b>	University of Mississippi Medical Center
<b>IHL Board Office</b>	Institutions of Higher Learning - System Office
<b>MCVS</b>	Off-campus entity

The IHL System is considered a component unit of the State of Mississippi reporting entity.

The IHL System reports the following discretely presented component units:

#### **Mississippi State University Foundation, Inc.**

The Mississippi State University Foundation is a legally separate, tax-exempt not for profit entity established to solicit and manage funds for the benefit of Mississippi State University.

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

#### **University of Mississippi Foundation**

The University of Mississippi Foundation is a legally separate, tax exempt not for profit non-stock corporation formed for the benefit of the University of Mississippi.

#### **University of Southern Mississippi Foundation**

The University of Southern Mississippi Foundation is a not for profit entity formed to provide support to the University of Southern Mississippi and its students.

Although these universities do not control the timing or amount of receipts they receive from these foundations, the majority of the resources or income thereon that these foundations hold and invest are restricted to the activities of their respective universities by the donors.

The Mississippi State University Foundation, Inc., the University of Mississippi Foundation, and the University of Southern Mississippi Foundation each make distributions to their respective Universities for support. During the year ended June 30, 2008, support distributions were as follows:

*For the year ended June 30, 2008*

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Mississippi State University Foundation, Inc.	\$	23,995,804
University of Mississippi Foundation	\$	29,222,192
University of Southern Mississippi Foundation	\$	5,458,560

#### ***Basis of Presentation***

The financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America as prescribed by the GASB, including Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis - for State and Local Governments*, and Statement No. 35, *Basic Financial Statements - and Management's Discussion and Analysis - of Public Colleges and Universities*, issued in June and November, 1999, respectively.

#### ***Basis of Accounting***

The financial statements of the IHL System have been prepared in accordance with accounting principles generally accepted in the United States of America, including all applicable effective statements of the GASB and all statements of the Financial Accounting Standards Board through November 30, 1989, using the economic measurement focus and the accrual basis of accounting. Under the accrual basis, revenues are recognized when earned, and expenses are recorded when an obligation has been incurred. All significant transactions among departments, campuses and auxiliary units of the IHL System have been eliminated.

#### ***Cash Equivalents***

For purposes of the statements of cash flows, the IHL System considers all highly liquid investments with an original maturity of three months or less to be cash equivalents.

#### ***Use of Estimates***

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

The IHL System's investments are invested in various types of investment securities and in various companies within various markets. Investment securities are exposed to several risks, such as interest rate, market and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the IHL System's financial statements.

Significant estimates also include the determination of the allowances for uncollectible accounts and contractual adjustments and estimated third-party payor settlements, included as other current assets, relating to the IHL System's patient services. In addition, laws and regulations governing the Medicare and Medicaid programs are extremely complex and subject to interpretation. As a result, there is at least a reasonable possibility that recorded estimates associated with these programs could change by a material amount in the near term.

Included in other long-term liabilities are unpaid claim liabilities relating to the IHL System's self-insured workers' compensation fund, self-funded unemployment trust fund, its tort liability fund and the University of Mississippi Medical Center tort claims fund. The liabilities for these unpaid claims and loss adjustment expenses are determined using both evaluations of each claim and statistical analyses and represent the estimated ultimate net cost of all claims and expenses incurred through the end of the reporting period. The determinations of claims payable include estimates that are particularly susceptible to change in the near term. Management believes that liabilities established for these unpaid claims at June 30, 2008 are adequate to cover the ultimate net cost of claims and contractual adjustments, but these liabilities are necessarily based upon estimates and, accordingly, the amount ultimately paid will be more or less than such estimates. The methods for making such estimates and for establishing the resulting liabilities are continually reviewed, and any adjustments are reflected in operations currently.

#### ***Short-term Investments***

Short-term investments are investments that are not cash equivalents but mature within the next fiscal year.

#### ***Accounts Receivables, net***

Accounts receivables consist of tuition and fee charges to students and patient accounts receivables at UMMC. Accounts receivables also include amounts due from federal and state governments, and from non-governmental sources, in connection with reimbursement of allowable expenses made pursuant to the universities' grants and contracts. Accounts receivables are recorded net of an allowance for doubtful accounts.

#### ***Student Notes Receivables, net***

Student notes receivables consist of federal, state and institutional loans made to students for the purpose of paying tuition and fee charges. Loan balances expected to be paid during the next fiscal year are presented on the statement of net assets as current assets. Those balances that are either in deferment status or expected to be paid back beyond the next fiscal year are presented as noncurrent assets on the statement of net assets.

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

#### ***Inventories***

Inventories consist of bookstore, physical plant, agriculture, printing and food service supplies. These inventories are generally valued at the lower of cost or market, on either the first-in, first-out ("FIFO") basis or the average cost basis.

#### ***Restricted Cash and Cash Equivalents and Restricted Short-term Investments***

Cash, cash equivalents and short-term investments that are externally restricted to make debt service payments, maintain sinking or reserve funds, or to purchase or construct capital or other noncurrent assets, are classified as noncurrent assets in the statement of net assets.

#### ***Endowment Investments***

Endowment investments are generally subject to the restrictions of donor gift instruments. They include true endowment funds, which are funds received from a donor with the restriction that only the income is to be utilized; term endowment funds, which are funds for which the donor has stipulated that the principal may be expended after a stated period or on the occurrence of a certain event and quasi-endowment funds, which are funds established by the governing board to function like an endowment fund but may be totally expended at any time at the discretion of the governing board.

#### ***Other Long-term Investments***

The IHL System accounts for its investments at fair value in accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. Changes in unrealized gain (loss) on the carrying value of investments are reported as a component of investment income in the statement of revenues, expenses and changes in net assets.

#### ***Capital Assets***

Capital assets are recorded at cost at the date of acquisition, or, if donated, at fair market value at the date of donation. Livestock for educational purposes is adjusted at year-end to reflect market price. Renovations to buildings and improvements other than buildings that significantly increase the value or extend the useful life of the structure are capitalized. Routine repairs and maintenance are charged to operating expense in the year in which the expense was incurred. Depreciation is computed using the straight-line method over the estimated useful life of the asset and is not allocated to the functional expenditure categories. See Note 6 for additional details concerning useful lives, salvage values and capitalization thresholds. Expenditures for construction in progress are capitalized as incurred. Interest expense relating to construction is capitalized net of interest income earned on resources set aside for this purpose, if material. Restricted cash and investments include certain maintenance and replacement reserves that have been established to fund costs relating to residences and other auxiliary activity facilities.

#### ***Deferred Revenues***

Deferred revenues include amounts received for tuition and fees and certain auxiliary activities prior to the end of the fiscal year but related to the subsequent accounting period. Deferred revenues also include amounts received from grant and contract sponsors that have not yet been earned.

#### ***Government Advances Refundable***

The IHL System participates in the Federal Perkins Loan and Nursing Loan Programs, which are funded through a combination of Federal and institutional resources. The portion of these programs

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

that has been funded with Federal funds is ultimately refundable to the U.S. Government upon the termination of IHL System's participation in the programs. The portion that would be refundable if the programs were terminated has been presented as other long-term liabilities and approximated \$65,570,000 as of June 30, 2008.

#### **Compensated Absences**

Twelve-month employees earn annual personal leave at a rate of 12 hours per month for zero to three years of service; 14 hours per month for three to eight years of service; 16 hours per month for eight to 15 years of service; and for 15 years of service and over, 18 hours per month are earned. There is no requirement that annual leave be taken, and there is no maximum accumulation. At termination, these employees are paid for up to 240 hours of accumulated annual leave.

Nine-month employees earn major medical leave at a rate of 13 1/3 hours per month for one month to three years of service; 14 1/5 hours per month for three to eight years of service; 15 2/5 hours per month for eight to 15 years of service; and for 15 years of service and over, 16 hours per month are earned. There is no limit on the accumulation of sick leave. At retirement, these employees are paid for up to 240 hours of accumulated major medical leave.

#### **Classification of Revenues**

The IHL System has classified its revenues as either operating or nonoperating revenues according to the following criteria:

##### **Operating Revenues**

Operating revenues include activities that have the characteristics of exchange transactions, such as (1) student tuition, net of scholarship discounts and allowances, (2) sales and services of auxiliary enterprises, net of scholarship discounts and allowances, (3) most federal, state and local grants and contracts and federal appropriations, and (4) interest on institutional student loans. Gifts (pledges) that are received on an installment basis are recorded at net present value.

##### **Nonoperating Revenues**

Nonoperating revenues include activities that have the characteristics of nonexchange transactions, such as gifts and contributions, and other revenue sources that are defined as nonoperating revenues by GASB Statement No. 9, *Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting* and GASB Statement No. 34, such as state appropriations and investment income. Included in non-operating gifts and grants are federally awarded student financial aid program revenues of approximately \$87,491,000 for the year ended June 30, 2008.

##### **Scholarship Discounts and Allowances**

Financial aid to students is reported in the financial statements under the alternative method as prescribed by the National Association of College and University Business Officers (NACUBO). Certain aid, such as loans, funds provided to students as awarded by third parties and Federal Direct Lending, is accounted for as a third party payment (credited to the student's account as if the student made the payment). All other aid is reflected in the financial statements as scholarship allowances, which reduce revenues, or as operating expenses. The amount reported as operating expenses represents the portion of aid that was provided to the student in the form of cash. Scholarship allowances represent the portion of aid provided to the student in the form of reduced

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

tuition. Under the alternative method, these amounts are computed on a university basis by allocating the cash payments to students, excluding payments for services, on the ratio of total aid to the aid not considered to be third party aid.

#### Net Assets

Net assets are classified according to external donor restrictions or availability of assets for satisfaction of university obligations. Nonexpendable restricted net assets are gifts that have been received for endowment purposes, the corpus of which cannot be expended. Expendable restricted net assets represent funds that have been gifted for specific purposes and institutional funds used for federal loan programs.

The unrestricted net assets of the IHL System include certain amounts which have been designated for financial resource utilization in future periods. Unrestricted net assets include designations as of June 30, 2008, as follows:

*As of June 30, 2008*

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Academic programs and research	\$ 31,143,212
Auxiliary operations, renewals and replacements	16,536,585
Capital projects	40,224,255
Debt services	1,879,852
Designated projects	66,562,750
Encumbrances	59,665,592
Quasi-endowments	17,761,411
Repairs and maintenance	8,232,890
Undesignated	321,815,517
	<hr/> <b>\$ 563,822,064</b> <hr/>

#### Future Accounting Pronouncements

In November 2006, GASB issued Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations*. This statement addresses accounting and financial reporting standards for pollution remediation obligations. This statement requires governments to disclose factors, such as the nature and source of pollution remediation obligations, the amount of the estimated liability, and the methods and assumptions used for the estimate. It also requires a government to determine whether outlays for the remediation obligations should be accrued as a liability or capitalized when goods and services are acquired. GASB No. 49 is effective for the IHL System for the fiscal year beginning July 1, 2008.

In June 2007, GASB issued Statement No. 51, *Accounting and Financial Reporting of Intangible Assets*. The objective of this statement is to establish accounting and financial reporting requirements for intangible assets to reduce inconsistencies in recognition, measurement, and amortization of intangible assets. This statement requires that all intangible assets not specifically excluded by its scope be classified as capital assets. This statement provides guidance on determining the useful life of an intangible asset or if the intangible asset should be considered to have an indefinite useful life, and therefore should not be amortized. GASB No. 51 is effective for the IHL System for the fiscal year beginning July 1, 2009.

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

In November 2007, the GASB issued GASB Statement No. 52, *Land and Other Real Estate Held as Investments by Endowments*. This statement establishes consistent standards for the reporting of land and other real estate held as investments by requiring endowments to report their land and other real estate investments at fair value. Governments also are required to report the changes in fair value as investment income and to disclose the methods and significant assumptions employed to determine fair value, and other information that they currently present for other investments reported at fair value. GASB No. 52 is effective for the IHL System for the fiscal year beginning July 1, 2009 with any changes made to comply with this statement treated as an adjustment of prior periods.

In June 2008, the GASB issued GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments*. This statement addresses the recognition, measurement, and disclosure of information regarding derivative instruments entered into by state and local governments and specifically requires governments to measure most derivative instruments at fair value in their financial statements that are prepared using the economic resources measurement focus and the accrual basis of accounting. The new standard provides specific criteria that governments will use to determine whether a derivative instrument will result in an effective hedge. Changes in fair value for effective hedges that are achieved with derivative instruments will be recognized in the reporting period to which they relate. The changes in fair value of these hedging derivative instruments do not affect current investment revenue, but are instead reported as deferrals in the statement of net assets or the balance sheet. Derivative instruments that either do not meet the criteria for an effective hedge or are associated with investments that are already reported at fair value are classified as investment derivative instruments for financial reporting purposes. Changes in fair value of those derivative instruments are reported as part of investment revenue in the current reporting period. The requirements of GASB No. 53 are effective for the IHL System for the fiscal year beginning July 1, 2009.

Management has not completed its evaluations to determine the effect, if any, the adoption of these future statements will have on the IHL System's financial condition or results of operations.

### NOTE 2 – PRIOR PERIOD ADJUSTMENTS

For the year ended June 30, 2008, the IHL System recorded prior period adjustments which reduced net assets, as previously reported, by \$5,513,926. These prior period adjustments resulted from corrections of errors as follows:

Adjustments to capital assets	\$	6,405,518
Other corrections		(891,592)
<b>Total</b>	<b>\$</b>	<b>5,513,926</b>

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# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

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### NOTE 3 – CASH AND INVESTMENTS

#### Cash, Cash Equivalents and Short-term Investments

Investment policies as set forth by Board of Trustees policy and state statute authorize the universities to invest in demand deposits and interest-bearing time deposits such as savings accounts, certificates of deposit, money market funds, U.S. Treasury bills and notes, and repurchase agreements.

#### Custodial Credit Risk - Deposits

Custodial credit risk is the risk that in the event of the failure of a financial institution, the IHL System will not be able to recover deposits or collateral securities that are in the possession of an outside party. The IHL System does not have a formal policy for custodial credit risk. However, the Mississippi State Treasurer manages risk on behalf of the IHL System. Deposits above FDIC coverage are collateralized by the pledging financial institution's trust department or agent in the name of the Mississippi State Treasurer on behalf of the IHL System.

The collateral for public entities' deposits in financial institutions is held under a program governed by Section 27-105-5 of the Mississippi Code Annotated (1972). Under this program, the IHL System's funds are protected through a collateral pool administered by the State Treasurer. Financial institutions holding deposits of public funds must pledge securities as collateral against these deposits. In the event of failure of a financial institution, securities pledged by that institution would be liquidated by the State Treasurer to replace the public deposits not covered by the Federal Depository Insurance Corporation.

#### Investments

Investment policies as set forth by Board policy as authorized by Section 37-101-15, Mississippi Code Annotated (1972), authorizes the universities to invest in equity securities, bonds and other securities. Investments are reported at fair value (market).

The following table summarizes the fair values of the IHL System's investments as of June 30, 2008:

*As of June 30, 2008*

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Short-term investments - current assets	\$ 105,722,484
Noncurrent assets:	
Restricted short-term investments	8,965,197
Endowment investments	179,379,213
Other long-term investments	213,804,913
<b>Total</b>	<b>\$ 507,871,807</b>

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# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

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### NOTE 3 – CASH AND INVESTMENTS (Continued)

The following table presents the fair value of investments by type at June 30, 2008:

*As of June 30, 2008*

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U.S. Government agency obligations	\$ 202,442,680
U.S. Treasury obligations	1,096,439
Certificates of deposit	114,981,696
Corporate bonds and notes	708,598
Commercial mortgage backed securities	4,672,303
Collateralized mortgage obligations	11,629,042
Municipal bonds	2,969,559
Money market funds	2,534,057
Fixed income mutual funds	32,711,280
Asset backed securities	3,402,500
Domestic equity securities	48,474,690
International equity mutual funds	24,020,113
Land grant principle	1,340,068
Domestic equity mutual funds	36,610,752
Guaranteed investment contract	3,797,117
Equity hedge fund	11,301,749
Miscellaneous	5,179,164
<b>Total</b>	<b>\$ 507,871,807</b>

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#### **Custodial Credit Risk**

Per GASB Statement No. 40, custodial credit risk is defined as the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of the investment or collateral securities that are in the possession of an outside party. The IHL System does not presently have a formal policy for custodial credit risk. Investments are exposed to custodial credit risk if the securities are uninsured and unregistered with securities held by the counterparty's trust department or agent, but not held in the government's name. Investments of \$31,656,537 were exposed to custodial credit risk at June 30, 2008.

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

### NOTE 3 – CASH AND INVESTMENTS (Continued)

#### Interest Rate Risk

Per GASB Statement No. 40, interest rate risk is defined as the risk a government may face should interest rate variances adversely affect the fair value of investments. The IHL System does not presently have a formal policy that addresses interest rate risk. As of June 30, 2008, the IHL System had the following investments subject to interest rate risk:

*As of June 30, 2008*

Investment Type	Fair Value	Investment Maturities (in years)			
		Less than 1	1 - 5	6 - 10	More than 10
U.S. Government agency obligations	\$ 202,442,680	\$ 30,700,939	\$ 96,419,257	\$ 72,515,747	\$ 2,806,737
Guaranteed investment contract	3,797,117	-	3,797,117	-	-
U.S. Treasury obligations	1,096,439	731,695	333,472	23,475	7,797
Corporate bonds and notes	708,598	5,678	143,008	526,824	33,088
Commercial mortgage backed securities	4,672,303	-	190,782	243,827	4,237,694
Collateralized mortgage obligations	11,629,042	-	2,899,738	-	8,729,304
Municipal bonds	2,969,559	1,058,835	1,409,244	501,480	-
Bond mutual funds	32,711,280	3,028,354	17,141,856	12,200,893	340,177
Asset backed securities	3,402,500	-	-	3,402,500	-
<b>Total</b>	<b>\$ 263,429,518</b>	<b>\$ 35,525,501</b>	<b>\$ 122,334,474</b>	<b>\$ 89,414,746</b>	<b>\$ 16,154,797</b>

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

### NOTE 3 – CASH AND INVESTMENTS (Continued)

#### Credit Risk

Credit risk is the risk that an insurer or other counterparty to an investment will not fulfill its obligations. The IHL System does not presently have a formal policy that addresses credit risk. As of June 30, 2008, the IHL System had the following exposure to investment credit risk:

<u>Credit Rating</u>	<u>Fair Value</u>
AAA	\$ 176,372,651
Aaa	27,248,249
Aa1	10,112
Aa2	9,087
Aa3	851,176
AA	130,496
A1	4,036
A2	36,321
A3	264,145
A	201,142
Baa1	3,785
Baa2	6,936
BBB	10,272
Rating not available	58,281,110
<b>Total</b>	<b>\$ 263,429,518</b>

The credit risk ratings listed above are issued upon standards set by Standards and Poor's or Moody's Ratings Services.

#### Concentration of Credit Risk

Per GASB Statement No. 40, concentration of credit risk is defined as the risk of loss attributed to the magnitude of a government's investment in a single issuer. The IHL System does not presently have a formal policy that addresses concentration of credit risk. The IHL System had the following investments that represent more than 5 percent of net investments as of June 30, 2008:

<u>Issuer</u>	<u>Fair Value</u>	<u>Percentage</u>
Federal Home Loan Bank notes	\$ 70,495,035	13.88%
Federal Home Loan Mortgage Corporation notes	59,146,517	11.65%
Federal National Mortgage Association notes	32,165,072	6.33%

#### Foreign Currency Risk

Per GASB Statement No. 40, the foreign currency risk is defined as the risk that changes in exchange rates will adversely affect the fair value of an investment. The IHL System does not presently have a formal policy that addresses foreign currency risk. The IHL System's exposure to foreign currency risk is limited to investments in global or pooled non-U.S. equity mutual funds which approximated \$24,020,113 at June 30, 2008.

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

### NOTE 4 – ACCOUNTS RECEIVABLE

Accounts receivable of the IHL System consisted of the following at June 30, 2008:

Student tuition	\$	60,231,897
Auxiliary enterprises and other operating activities		17,827,522
Contributions and gifts		15,239,690
Federal, state, and private grants and contracts		112,846,545
State appropriations		14,408,129
Accrued interest		3,386,772
Patient income		1,906,572,078
Other		8,881,229
<b>Total account receivable</b>		<b>2,139,393,862</b>
<b>Less allowance for doubtful accounts</b>		<b>(1,876,895,154)</b>
<b>Net accounts receivable</b>		<b>\$ 262,498,708</b>

### NOTE 5 – NOTES RECEIVABLE FROM STUDENTS

Notes receivable from students are payable in installments over a period of up to ten years, commencing three to twelve months from the date of separation from one of the IHL System's institutions. The following is a schedule of interest rates and unpaid balances for the different types of notes receivable held by the IHL System as of June 30, 2008:

	Interest Rates	June 30, 2008	Current Portion	Non-current Portion
Perkins student loans	3% to 9%	\$ 74,172,090	\$ 7,595,644	\$ 66,576,446
Nursing student loans	3% to 9%	533,797	80,428	453,369
Other federal loans	3% to 9%	3,209,412	1,699,807	1,509,605
Institutional loans	0% to 9%	57,312,989	4,522,918	52,790,071
Medical student loans	3% to 9%	221,416	39,881	181,535
Dental student loans	3% to 9%	369,715	21,401	348,314
<b>Total notes receivable</b>		<b>135,819,419</b>	<b>13,960,079</b>	<b>121,859,340</b>
<b>Less allowance for doubtful accounts</b>		<b>(16,269,647)</b>	<b>(3,744,058)</b>	<b>(12,525,589)</b>
<b>Net notes receivable</b>		<b>\$ 119,549,772</b>	<b>\$ 10,216,021</b>	<b>\$ 109,333,751</b>

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

### NOTE 6 – CAPITAL ASSETS

A summary of changes in capital assets of the IHL System for the year ended June 30, 2008, is presented as follows:

	Beginning Balance	Additions	Deletions	Prior Period Adjustments	Ending Balance
<b>Nondepreciable capital assets</b>					
Land	\$ 51,444,157	\$ 6,576,630	\$ 799	\$ -	\$ 58,019,988
Construction in progress	374,902,734	199,339,233	192,662,749	310,234	381,889,452
Livestock	1,716,021	168,157	265,371	-	1,618,807
<b>Total nondepreciable capital assets</b>	<b>428,062,912</b>	<b>206,084,020</b>	<b>192,928,919</b>	<b>310,234</b>	<b>441,528,247</b>
<b>Depreciable capital assets</b>					
Improvements other than buildings	187,879,399	16,158,174	266,758	1,386,902	205,157,717
Buildings	1,841,101,865	197,907,419	9,224,733	830,317	2,030,614,868
Equipment	497,883,743	46,314,373	30,784,990	5,884,707	519,297,833
Library books	284,626,803	16,144,420	816,168	94,424	300,049,479
<b>Total depreciable assets</b>	<b>2,811,491,810</b>	<b>276,524,386</b>	<b>41,092,649</b>	<b>8,196,350</b>	<b>3,055,119,897</b>
<b>Less accumulated depreciation</b>					
Improvements other than buildings	54,562,085	7,195,581	176,761	-	61,580,905
Buildings	471,321,826	35,566,848	1,537,594	-	505,351,080
Equipment	329,795,946	42,711,847	24,192,366	1,832,713	350,148,140
Library books	219,185,855	14,556,079	978,246	268,353	233,032,041
<b>Total accumulated depreciation</b>	<b>1,074,865,712</b>	<b>100,030,355</b>	<b>26,884,967</b>	<b>2,101,066</b>	<b>1,150,112,166</b>
<b>Total depreciable capital assets</b>	<b>1,736,626,098</b>	<b>176,494,031</b>	<b>14,207,682</b>	<b>6,095,284</b>	<b>1,905,007,731</b>
<b>Capital assets, net</b>	<b>\$ 2,164,689,010</b>	<b>\$ 382,578,051</b>	<b>\$ 207,136,601</b>	<b>\$ 6,405,518</b>	<b>\$ 2,346,535,978</b>

As of June 30, 2008, capital assets included assets under capital leases with an original cost of \$42,913,938 and accumulated depreciation of \$8,540,683.

Prior period adjustments were recorded to correct prior year's errors in recording construction in progress, capital assets and accumulated depreciation.

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

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### NOTE 6 – CAPITAL ASSETS (Continued)

Depreciation is computed on a straight-line basis with the exception of the library books category, which is computed using a composite method. The following useful lives, salvage values and capitalization thresholds are used to compute depreciation:

	Estimated Useful Lives	Salvage Value	Capitalization Threshold
Buildings	40 years	20%	\$ 50,000
Improvements other than buildings	20 years	20%	25,000
Equipment	3 - 15 years	1 -10%	5,000
Library books	10 years	0%	-

### NOTE 7 – LONG-TERM LIABILITIES

Long-term liabilities of the IHL System consists of notes and bonds payable, capital lease obligations and certain other liabilities that are expected to be liquidated at least one year from June 30, 2008. The various leases cover a period not to exceed five years. The IHL System has the option to prepay all outstanding obligations less any unearned interest to fully satisfy the obligation. There is also a fiscal funding addendum stating that if funds are not appropriated for periodic payment for any future fiscal period, the lessee will not be obligated to pay the remainder of the total payments due beyond the end of the current fiscal period.

Information regarding original issue amounts, interest rates and maturity dates for bonds, notes and capital leases relative to the long-term liabilities for each of the universities within the IHL System as of June 30, 2008, is listed in the following schedule.

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

### NOTE 7 – LONG-TERM LIABILITIES (Continued)

Description and purpose	Original Issue	Annual Interest Rate	Maturity	Beginning Balance	Additions	Deletions	Balance June 30, 2008	Due Within One Year
<b><u>ALCORN STATE UNIVERSITY</u></b>								
<b>Bonded debt</b>								
1996 Nursing Dormitory Bonds	\$ 680,000	4.5 - 6.5%	2011	\$ 285,000	\$ -	\$ 50,000	\$ 235,000	\$ 50,000
1997 President's Home Bonds	950,000	6.55%	2009	1,193	-	-	1,193	1,193
<b>Total bonded debt</b>				<b>286,193</b>	<b>-</b>	<b>50,000</b>	<b>236,193</b>	<b>51,193</b>
<b>Other long-term liabilities</b>								
Accrued leave liabilities				1,611,322	1,987,879	-	3,599,201	1,763,608
Deposits refundable				559,625	369,808	-	929,433	-
<b>Total other long-term liabilities</b>				<b>2,170,947</b>	<b>2,357,687</b>	<b>-</b>	<b>4,528,634</b>	<b>1,763,608</b>
<b>Total</b>				<b>\$ 2,457,140</b>	<b>\$ 2,357,687</b>	<b>\$ 50,000</b>	<b>4,764,827</b>	<b>\$ 1,814,801</b>
<b>Due within one year</b>							<b>1,814,801</b>	
<b>Total long-term liabilities</b>							<b>\$ 2,950,026</b>	

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

### NOTE 7 – LONG-TERM LIABILITIES (Continued)

Description and purpose	Original Issue	Annual Interest Rate	Maturity	Beginning Balance	Additions	Deletions	Balance June 30, 2008	Due Within One Year
<b>DELTA STATE UNIVERSITY</b>								
Bonded debt								
Student Housing Bonds:								
1991 Series	\$ 2,259,631	5.00%	2011	\$ 294,837	\$ -	\$ 68,388	\$ 226,449	\$ 63,320
1998 Series	3,900,000	3.40 - 5.00%	2018	3,240,000	-	100,000	3,140,000	100,000
2003 Series	2,475,000	3.00 - 4.25%	2023	2,285,000	-	100,000	2,185,000	100,000
<b>Total bonded debt</b>				<b>5,819,837</b>	<b>-</b>	<b>268,388</b>	<b>5,551,449</b>	<b>263,320</b>
Capital leases								
Various equipment				1,194,328	675,000	691,748	1,177,580	716,745
Other long-term liabilities and notes payable								
Accrued leave liabilities				1,569,818	140,456	15,572	1,694,702	160,949
Deposits refundable				213,056	1,811,263	1,875,136	149,183	20,125
Notes payable - CIOS Foundation				34,819	-	24,993	9,826	9,826
Other				-	1,870,312	61,125	1,809,187	-
<b>Total other long-term liabilities and notes payable</b>				<b>1,817,693</b>	<b>3,822,031</b>	<b>1,976,826</b>	<b>3,662,898</b>	<b>190,900</b>
<b>Total</b>				<b>\$ 8,831,858</b>	<b>\$ 4,497,031</b>	<b>\$ 2,936,962</b>	<b>10,391,927</b>	<b>\$ 1,170,965</b>
Due within one year							1,170,965	
<b>Total long-term liabilities</b>							<b>\$ 9,220,962</b>	



# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

### NOTE 7 – LONG-TERM LIABILITIES (Continued)

Description and purpose	Original Issue	Annual Interest Rate	Maturity	Beginning Balance	Additions	Deletions	Balance June 30, 2008	Due Within One Year
<b>JACKSON STATE UNIVERSITY</b>								
Bonded debt								
McAllister / Whiteside Revenue Bonds	\$ 4,000,000	1.00% - 3.00%	2020	\$ 2,015,000	\$ -	\$ 115,000	\$ 1,900,000	\$ 120,000
Honors Dormitory Revenue Bonds	6,965,000	4.24% - 7.00%	2013	2,795,000	-	2,795,000	-	-
Student Life Center Revenue Bonds	12,000,000	3.00% - 5.13%	2027	10,520,000	-	9,942,774	577,226	120,556
Campus Facilities Bond 2004 A	40,065,000	variable	2034	38,935,000	-	38,808,679	126,321	-
Campus Facilities Bond 2004 B	25,925,000	variable	2034	24,875,000	-	24,875,000	-	-
Campus Facilities Bond 2006 A	12,000,000	3.50% - 4.25%	2031	12,000,000	-	-	12,000,000	335,000
Campus Facilities Bond 2004 B	24,875,000	5.00%	2034	-	24,664,674	-	24,664,674	663,234
Campus Facilities Bond 2007	48,165,000	5.00%	2034	-	53,544,677	-	53,544,677	543,503
<b>Total bonded debt</b>				<b>91,140,000</b>	<b>78,209,351</b>	<b>76,536,453</b>	<b>92,812,898</b>	<b>1,782,293</b>
Other long-term liabilities and notes payable								
Accrued leave liabilities				3,053,108	212,480	-	3,265,588	297,495
Deposits refundable				34,087	-	1,643	32,444	-
Notes payable				1,281,182	-	74,868	1,206,314	77,132
Other				1,528,688	25,834	-	1,554,522	-
<b>Total other long-term liabilities and notes payable</b>				<b>5,897,065</b>	<b>238,314</b>	<b>76,511</b>	<b>6,058,868</b>	<b>374,627</b>
<b>Total</b>				<b>\$ 97,037,065</b>	<b>\$ 78,447,665</b>	<b>\$ 76,612,964</b>	<b>98,871,766</b>	<b>\$ 2,156,920</b>
Due within one year							2,156,920	
<b>Total long-term liabilities</b>							<b>\$ 96,714,846</b>	

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

### NOTE 7 – LONG-TERM LIABILITIES (Continued)

Description and purpose	Original Issue	Annual Interest Rate	Maturity	Beginning Balance	Additions	Deletions	Balance June 30, 2008	Due Within One Year
<b>MISSISSIPPI STATE UNIVERSITY</b>								
<b>Bonded debt</b>								
Dormitory System Revenue Bonds	\$ 2,250,000	3.00%	2020	\$ 1,100,000	\$ -	\$ 65,000	\$ 1,035,000	\$ 65,000
Student Apartment Bonds	2,038,000	3.00%	2021	1,090,000	-	60,000	1,030,000	60,000
EBC - Revenue Bonds	11,920,000	3.70% to 5.00%	2016	580,000	-	580,000	-	-
EBC - Revenue Bonds	31,865,000	3.75% to 5.25%	2024	25,640,000	-	980,000	24,660,000	1,020,000
EBC - Revenue Bonds	16,920,000	4.00% to 5.50%	2026	13,340,000	-	805,000	12,535,000	835,000
EBC - Revenue Bonds	17,000,000	2.00% to 5.00%	2028	15,800,000	-	490,000	15,310,000	500,000
EBC - Revenue Bonds	28,790,000	2.00% to 5.00%	2030	26,965,000	-	950,000	26,015,000	1,560,000
EBC - Revenue Bonds	58,965,000	4.00% to 5.00%	2035	58,070,000	-	1,335,000	56,735,000	1,390,000
EBC - Revenue Bonds	6,110,000	4.50% to 4.75%	2028	-	6,110,000	-	6,110,000	190,000
<b>Total bonded debt</b>				<b>142,585,000</b>	<b>6,110,000</b>	<b>5,265,000</b>	<b>143,430,000</b>	<b>5,620,000</b>
<b>Capital leases</b>								
Various equipment				2,727,523	375,000	1,326,569	1,775,954	993,621
<b>Other long-term liabilities</b>								
Accrued leave liabilities				19,168,662	1,606,366	-	20,775,028	1,382,939
Deposits refundable				85,490	-	3,250	82,240	-
Other				15,335,134	28,358	-	15,363,492	-
<b>Total other long-term liabilities</b>				<b>34,589,286</b>	<b>1,634,724</b>	<b>3,250</b>	<b>36,220,760</b>	<b>1,382,939</b>
<b>Total</b>				<b>\$ 179,901,809</b>	<b>\$ 8,119,724</b>	<b>\$ 6,594,819</b>	<b>181,426,714</b>	<b>\$ 7,996,560</b>
Due within one year							7,996,560	
<b>Total long-term liabilities</b>							<b>\$ 173,430,154</b>	

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

### NOTE 7 – LONG-TERM LIABILITIES (Continued)

Description and purpose	Original Issue	Annual Interest Rate	Maturity	Beginning Balance	Additions	Deletions	Balance June 30, 2008	Due Within One Year
<b><u>MISSISSIPPI UNIVERSITY FOR WOMEN</u></b>								
Capital leases								
Various equipment				\$ 837,445	\$ 121,847	\$ 242,977	\$ 716,315	\$ 244,362
Other long-term liabilities								
Accrued leave liabilities				984,561	-	1,258	983,303	41,632
Other				1,702,461	-	142,256	1,560,205	-
Total other long-term liabilities				2,687,022	-	143,514	2,543,508	41,632
Total				<u>\$ 3,524,467</u>	<u>\$ 121,847</u>	<u>\$ 386,491</u>	3,259,823	<u>\$ 285,994</u>
Due within one year							285,994	
Total long-term liabilities							<u>\$ 2,973,829</u>	

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

### NOTE 7 – LONG-TERM LIABILITIES (Continued)

Description and purpose	Original Issue	Annual Interest Rate	Maturity	Beginning Balance	Additions	Deletions	Balance June 30, 2008	Due Within One Year
<b>MISSISSIPPI VALLEY STATE UNIVERSITY</b>								
<b>Bonded debt</b>								
Housing Bonds - 1968A	\$ 300,000	3.0%	2008	\$ 20,000	\$ -	\$ 20,000	\$ -	\$ -
EBC Bonds, 2007 Series	19,015,000	4.0% to 4.50%	2037	19,015,000	-	110,000	18,905,000	105,000
<b>Total bonded debt</b>				<u>19,035,000</u>	<u>-</u>	<u>130,000</u>	<u>18,905,000</u>	<u>105,000</u>
<b>Other long-term liabilities</b>								
Accrued leave liabilities				2,292,052	-	398,699	1,893,353	176,031
Deposits refundable				204,541	35,307	11,024	228,824	-
Other				23,537	-	23,537	-	-
<b>Total other long-term liabilities</b>				<u>2,520,130</u>	<u>35,307</u>	<u>433,260</u>	<u>2,122,177</u>	<u>176,031</u>
<b>Total</b>				<u>\$ 21,555,130</u>	<u>\$ 35,307</u>	<u>\$ 563,260</u>	<u>21,027,177</u>	<u>\$ 281,031</u>
Due within one year							<u>281,031</u>	
<b>Total long-term liabilities</b>							<u>\$ 20,746,146</u>	

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

### NOTE 7 – LONG-TERM LIABILITIES (Continued)

Description and purpose	Original Issue	Annual Interest Rate	Maturity	Beginning Balance	Additions	Deletions	Balance June 30, 2008	Due Within One Year
<b>UNIVERSITY OF MISSISSIPPI</b>								
<b>Bonded debt</b>								
<b>General Revenue Bonds</b>								
Series 1968 E	\$ 3,000,000	3.00%	2008	\$ 195,000	\$ -	\$ 125,000	\$ 70,000	\$ 70,000
Series 1997A	11,135,000	4.80% to 4.95%	2027	245,000	-	245,000	-	-
Series 1999	12,220,000	4.75% to 5.25%	2018	1,760,000	-	560,000	1,200,000	585,000
Series 2002	13,090,000	4.00% to 5.00%	2017	8,745,000	-	950,000	7,795,000	1,000,000
Series 2005	10,965,000	3.00% to 3.75%	2027	10,585,000	-	300,000	10,285,000	565,000
Series 2006A	17,985,000	4.00% to 5.00%	2025	17,240,000	-	585,000	16,655,000	605,000
Series 2006B-1	17,290,000	3.50% to 5.00%	2026	17,290,000	-	595,000	16,695,000	785,000
<b>Variable Rate Demand Bonds</b>								
Series 2000A	34,700,000	5.00%	2020	28,295,000	-	1,470,000	26,825,000	1,540,000
Series 2006B-2	4,075,000	1.58%	2026	4,075,000	-	-	4,075,000	-
<b>Total bonded debt</b>				<b>88,430,000</b>	<b>-</b>	<b>4,830,000</b>	<b>83,600,000</b>	<b>5,150,000</b>
<b>Other long-term liabilities and notes payable</b>								
Accrued leave liabilities				10,233,524	2,129,513	1,003,911	11,359,126	921,000
Deposits refundable				803,448	-	698,143	105,305	-
Notes payable				2,007,101	-	123,978	1,883,123	129,259
Other				9,174,400	89,600	-	9,264,000	-
<b>Total other long-term liabilities and notes payable</b>				<b>22,218,473</b>	<b>2,219,113</b>	<b>1,826,032</b>	<b>22,611,554</b>	<b>1,050,259</b>
<b>Total</b>				<b>\$ 110,648,473</b>	<b>\$ 2,219,113</b>	<b>\$ 6,656,032</b>	<b>106,211,554</b>	<b>\$ 6,200,259</b>
<b>Due within one year</b>							<b>6,200,259</b>	
<b>Total long-term liabilities</b>							<b>\$ 100,011,295</b>	

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

### NOTE 7 – LONG-TERM LIABILITIES (Continued)

Description and purpose	Original Issue	Annual Interest Rate	Maturity	Beginning Balance	Additions	Deletions	Balance June 30, 2008	Due Within One Year
<b>UNIVERSITY OF SOUTHERN MISSISSIPPI</b>								
<b>Bonded debt</b>								
Payne Center Bonds	\$ 5,117,877	4.75% to 6.00%	2015	\$ 3,070,000	\$ -	\$ 280,000	\$ 2,790,000	\$ 290,000
Dormitory Construction Bonds	13,120,000	4.75% to 6.00%	2027	325,000	-	325,000	-	-
Technology Improvement Bonds	1,970,000	3.50% to 5.75%	2021	335,000	-	80,000	255,000	80,000
University Improvements	3,040,000	3.50% to 5.5%	2021	515,000	-	120,000	395,000	125,000
Student Life Center & International Educ. Center	17,285,000	3.00% to 5.38%	2022	3,715,000	-	685,000	3,030,000	715,000
The Village	18,725,000	3.625% to 5.0%	2032	18,725,000	-	525,000	18,200,000	115,000
EBC Refunding Bond	24,855,000	3.625% to 5.0%	2027	24,435,000	-	60,000	24,375,000	405,000
Athletic Improvements	27,190,000	4.00% to 5.00%	2034	27,190,000	-	-	27,190,000	260,000
<b>Total bonded debt</b>				<b>78,310,000</b>	<b>-</b>	<b>2,075,000</b>	<b>76,235,000</b>	<b>1,990,000</b>
<b>Capital Leases</b>								
Various equipment				590,918	378,004	223,608	745,314	227,558
<b>Other long-term liabilities and notes payable</b>								
Accrued leave liabilities				8,765,275	545,139	-	9,310,414	1,100,000
Deposits refundable				167,107	-	66,304	100,803	-
Notes payable				355,000	3,160,000	428,883	3,086,117	66,526
Other				28,739,259	-	292,159	28,447,100	-
<b>Total other long-term liabilities and notes payable</b>				<b>38,026,641</b>	<b>3,705,139</b>	<b>787,346</b>	<b>40,944,434</b>	<b>1,166,526</b>
<b>Total</b>				<b>\$ 116,927,559</b>	<b>\$ 4,083,143</b>	<b>\$ 3,085,954</b>	<b>117,924,748</b>	<b>\$ 3,384,084</b>
<b>Due within one year</b>							<b>3,384,084</b>	
<b>Total long-term liabilities</b>							<b>\$ 114,540,664</b>	

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

### NOTE 7 – LONG-TERM LIABILITIES (Continued)

Description and purpose	Original Issue	Annual Interest Rate	Maturity	Beginning Balance	Additions	Deletions	Balance June 30, 2008	Due Within One Year
<b>UNIVERSITY OF MISSISSIPPI MEDICAL CENTER</b>								
Bonded debt								
General Revenue Bonds								
Series 1993	\$ 60,000,000	3.88% to 5.90%	2009	\$ 5,235,000	\$ -	\$ 1,650,000	\$ 3,585,000	\$ 1,745,000
Series 1998A	9,380,000	4.30% to 5.75%	2011	5,170,000	-	935,000	4,235,000	985,000
Series 1998B	41,075,000	3.85% to 5.50%	2023	40,515,000	-	85,000	40,430,000	90,000
Series 2002	4,500,000	3.40% to 5.00%	2012	2,495,000	-	455,000	2,040,000	475,000
Variable Rate Demand Bonds								
Series 2001	45,000,000	variable	2031	43,235,000	-	930,000	42,305,000	970,000
Series 2004	44,000,000	variable	2034	42,925,000	-	375,000	42,550,000	390,000
Total bonded debt				139,575,000	-	4,430,000	135,145,000	4,655,000
Capital Leases								
Various equipment				21,956,281	11,426,655	6,688,300	26,694,636	7,487,727
Other long-term liabilities								
Accrued leave liabilities				26,935,818	5,473,809	2,455,292	29,954,335	2,354,683
Deposits refundable				-	747,321	-	747,321	-
Other				33,375,730	214,281	431,444	33,158,567	3,838,000
Total other long-term liabilities				60,311,548	6,435,411	2,886,736	63,860,223	6,192,683
Total				\$ 221,842,829	\$ 17,862,066	\$ 14,005,036	225,699,859	\$ 18,335,410
Due within one year							18,335,410	
Total long-term liabilities							\$ 207,364,449	

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

### NOTE 7 – LONG-TERM LIABILITIES (Continued)

Description and purpose	Original Issue	Annual Interest Rate	Maturity	Beginning Balance	Additions	Deletions	Balance June 30, 2008	Due Within One Year
<b><u>IHL BOARD OFFICE</u></b>								
Capital leases								
Various equipment				\$ 3,642	\$ -	\$ 3,642	\$ -	\$ -
Other long-term liabilities								
Accrued leave liabilities				659,837	-	12,555	647,282	40,975
Other				23,074,000	509,000	-	23,583,000	5,767,474
Total other long-term liabilities				23,733,837	509,000	12,555	24,230,282	5,808,449
Total				\$ 23,737,479	\$ 509,000	\$ 16,197	24,230,282	\$ 5,808,449
Due within one year							5,808,449	
Total long-term liabilities							\$ 18,421,833	
<b><u>MCVS</u></b>								
Other long-term liabilities								
Accrued leave liabilities				\$ -	\$ 53,529	\$ 18	\$ 53,511	\$ 8,865
Total				\$ -	\$ 53,529	\$ 18	53,511	\$ 8,865
Due within one year							8,865	
Total long-term liabilities							\$ 44,646	



# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

### NOTE 7 – LONG-TERM LIABILITIES (Continued)

Description and purpose	Original Issue	Annual Interest Rate	Maturity	Beginning Balance	Additions	Deletions	Balance June 30, 2008	Due Within One Year
<b>STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING - COMBINED</b>								
Total bonded debt				\$ 565,181,030	\$ 84,319,351	\$ 93,584,841	\$ 555,915,540	\$ 19,616,806
Total capital leases				27,310,137	12,976,506	9,176,844	31,109,799	9,670,013
Other long-term liabilities and notes payable								
Accrued leave liabilities				75,273,977	12,149,171	3,887,305	83,535,843	8,248,177
Deposits refundable				2,067,354	2,963,699	2,655,500	2,375,553	20,125
Notes payable				3,678,102	3,160,000	652,722	6,185,380	282,743
Other				112,953,209	2,737,385	950,521	114,740,073	9,605,474
Total other long-term liabilities				193,972,642	21,010,255	8,146,048	206,836,849	18,156,519
Total long-term liabilities				\$ 786,463,809	\$ 118,306,112	\$110,907,733	\$ 793,862,188	\$ 47,443,338

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

### NOTE 7 – LONG-TERM LIABILITIES (Continued)

The annual debt service requirements for the outstanding debt as of June 30, 2008 for each of the respective universities within the IHL System are as follows:

University - Fiscal Year	Bonded Debt	Capital Leases	Notes Payable	Interest	Total
<b><u>Alcorn State University</u></b>					
2009	\$ 51,193	\$ -	\$ -	\$ 13,235	\$ 64,428
2010	60,000	-	-	9,798	69,798
2011	65,000	-	-	6,145	71,145
2012	60,000	-	-	2,112	62,112
2013	-	-	-	-	-
<b>Totals</b>	<b>\$ 236,193</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 31,290</b>	<b>\$ 267,483</b>
<b><u>Delta State University</u></b>					
2009	\$ 263,320	\$ 716,745	\$ 9,826	\$ 414,004	\$1,403,895
2010	265,001	133,357	-	395,004	793,362
2011	273,634	140,689	-	381,083	795,406
2012	274,494	148,425	-	372,865	795,784
2013	450,000	38,364	-	193,343	681,707
2014 - 2018	3,030,000	-	-	648,590	3,678,590
2019 - 2023	810,000	-	-	141,963	951,963
2024 - 2028	185,000	-	-	7,862	192,862
<b>Totals</b>	<b>\$5,551,449</b>	<b>\$1,177,580</b>	<b>\$ 9,826</b>	<b>\$2,554,714</b>	<b>\$9,293,569</b>
<b><u>Jackson State University</u></b>					
2009	\$ 1,782,293	\$ -	\$ 77,132	\$ 5,134,914	\$ 6,994,339
2010	1,792,293	-	79,463	5,142,944	7,014,700
2011	1,942,735	-	81,865	5,047,040	7,071,640
2012	1,972,735	-	84,339	4,927,985	6,985,059
2013	2,357,176	-	86,888	4,586,410	7,030,474
2014 - 2018	15,418,685	-	475,458	16,773,480	32,667,623
2019 - 2023	19,783,685	-	321,169	12,777,386	32,882,240
2024 - 2028	22,248,685	-	-	7,958,365	30,207,050
2029 - 2033	21,328,685	-	-	2,877,003	24,205,688
2034 - 2038	4,185,926	-	-	24,574	4,210,500
<b>Totals</b>	<b>\$ 92,812,898</b>	<b>\$ -</b>	<b>\$ 1,206,314</b>	<b>\$65,250,101</b>	<b>\$ 159,269,313</b>

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

### NOTE 7 – LONG-TERM LIABILITIES (Continued)

University - Fiscal Year	Bonded Debt	Capital Leases	Notes Payable	Interest	Total
<b>Mississippi State University</b>					
2009	\$ 5,620,000	\$ 993,621	\$ -	\$ 6,766,166	\$ 13,379,787
2010	5,560,000	524,833	-	6,509,984	12,594,817
2011	5,770,000	176,847	-	6,246,284	12,193,131
2012	5,990,000	80,653	-	5,977,322	12,047,975
2013	6,260,000	-	-	5,686,690	11,946,690
2014 - 2018	33,715,000	-	-	23,420,623	57,135,623
2019 - 2023	33,080,000	-	-	15,581,739	48,661,739
2024 - 2028	27,500,000	-	-	7,866,042	35,366,042
2029 - 2033	12,995,000	-	-	3,103,705	16,098,705
2034 - 2038	6,940,000	-	-	532,000	7,472,000
<b>Totals</b>	<b>\$ 143,430,000</b>	<b>\$ 1,775,954</b>	<b>\$ -</b>	<b>\$ 81,690,555</b>	<b>\$ 226,896,509</b>

### Mississippi University for Women

2009	\$ -	\$ 244,362	\$ -	\$ 27,248	\$ 271,610
2010	-	215,894	-	17,110	233,004
2011	-	154,806	-	9,235	164,041
2012	-	96,916	-	2,644	99,560
2013	-	4,337	-	39	4,376
<b>Totals</b>	<b>\$ -</b>	<b>\$ 716,315</b>	<b>\$ -</b>	<b>\$ 56,276</b>	<b>\$ 772,591</b>

### Mississippi Valley State University

2009	\$ 105,000	\$ -	\$ -	\$ 814,425	\$ 919,425
2010	135,000	-	-	810,225	945,225
2011	165,000	-	-	804,825	969,825
2012	195,000	-	-	798,225	993,225
2013	230,000	-	-	790,425	1,020,425
2014 - 2018	1,680,000	-	-	3,787,125	5,467,125
2019 - 2023	2,595,000	-	-	3,367,125	5,962,125
2024 - 2028	3,170,000	-	-	2,809,619	5,979,619
2029 - 2033	4,955,000	-	-	1,961,300	6,916,300
2034 - 2038	5,675,000	-	-	662,850	6,337,850
<b>Totals</b>	<b>\$ 18,905,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 16,606,144</b>	<b>\$ 35,511,144</b>

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

### NOTE 7 – LONG-TERM LIABILITIES (Continued)

University - Fiscal Year	Bonded Debt	Capital Leases	Notes Payable	Interest	Total
<b>University of Mississippi</b>					
2009	\$ 5,150,000	\$ -	\$ 129,259	\$ 3,700,485	\$ 8,979,744
2010	5,295,000	-	251,778	3,462,242	9,009,020
2011	4,765,000	-	140,545	3,212,556	8,118,101
2012	4,985,000	-	146,573	3,001,678	8,133,251
2013	5,205,000	-	152,873	2,767,368	8,125,241
2014 - 2018	27,165,000	-	547,926	9,960,906	37,673,832
2019 - 2023	17,945,000	-	460,832	4,158,714	22,564,546
2024 - 2028	13,090,000	-	53,337	1,150,479	14,293,816
<b>Totals</b>	<b>\$ 83,600,000</b>	<b>\$ -</b>	<b>\$ 1,883,123</b>	<b>\$ 31,414,428</b>	<b>\$ 116,897,551</b>
<b>University of Southern Mississippi</b>					
2009	\$ 1,990,000	\$ 227,558	\$ 66,526	\$ 3,759,197	\$ 6,043,281
2010	2,110,000	198,837	121,563	3,661,277	6,091,677
2011	2,255,000	171,662	180,115	3,552,829	6,159,606
2012	2,395,000	117,450	242,409	3,436,331	6,191,190
2013	2,600,000	29,807	308,683	3,313,873	6,252,363
2014 - 2018	14,805,000	-	2,166,821	14,362,264	31,334,085
2019 - 2023	17,015,000	-	-	10,272,019	27,287,019
2024 - 2028	15,015,000	-	-	6,662,694	21,677,694
2029 - 2033	15,840,000	-	-	2,853,750	18,693,750
2034	2,210,000	-	-	110,500	2,320,500
<b>Totals</b>	<b>\$ 76,235,000</b>	<b>\$ 745,314</b>	<b>\$ 3,086,117</b>	<b>\$ 51,984,734</b>	<b>\$ 132,051,165</b>
<b>University of Mississippi Medical Center</b>					
2009	\$ 4,655,000	\$ 7,487,727	\$ -	\$ 8,890,783	\$ 21,033,510
2010	4,880,000	6,794,143	-	8,294,880	19,969,023
2011	5,110,000	7,016,993	-	7,704,311	19,831,304
2012	6,090,000	4,205,545	-	7,074,181	17,369,726
2013	4,615,000	1,190,228	-	6,610,463	12,415,691
2014 - 2018	26,390,000	-	-	28,670,963	55,060,963
2019 - 2023	33,450,000	-	-	19,930,325	53,380,325
2024 - 2028	24,625,000	-	-	10,561,237	35,186,237
2029 - 2033	22,740,000	-	-	3,026,500	25,766,500
2034	2,590,000	-	-	129,500	2,719,500
<b>Totals</b>	<b>\$ 135,145,000</b>	<b>\$ 26,694,636</b>	<b>\$ -</b>	<b>\$ 100,893,143</b>	<b>\$ 262,732,779</b>

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

### NOTE 7 – LONG-TERM LIABILITIES (Continued)

Fiscal Year	Bonded Debt	Capital Leases	Notes Payable	Interest	Total
<u>State of Mississippi - Institutions of Higher Learning</u>					
2009	\$ 19,616,806	\$ 9,670,013	\$ 282,743	\$ 29,520,457	\$ 59,090,019
2010	20,097,294	7,867,064	452,804	28,303,464	56,720,626
2011	20,346,369	7,660,997	402,525	26,964,308	55,374,199
2012	21,962,229	4,648,989	473,321	25,593,343	52,677,882
2013	21,717,176	1,262,736	548,444	23,948,611	47,476,967
2014 - 2018	122,203,685	-	3,190,205	97,623,951	223,017,841
2019 - 2023	124,678,685	-	782,001	66,229,271	191,689,957
2024 - 2028	105,833,685	-	53,337	37,016,298	142,903,320
2029 - 2033	77,858,685	-	-	13,822,258	91,680,943
2034 - 2038	21,600,926	-	-	1,459,424	23,060,350
<b>Totals</b>	<b>\$555,915,540</b>	<b>\$31,109,799</b>	<b>\$6,185,380</b>	<b>\$350,481,385</b>	<b>\$943,692,104</b>

#### **Demand Bonds**

Included in bonds payable are several variable rate demand revenue bond issues which are subject to purchase on the demand of the holder at a price equal to principal plus accrued interest. Demand revenue bonds outstanding as of June 30, 2008 include Series 2000A and Series 2006B-2 bonds issued by the University of Mississippi EBC (UMEBC) aggregating approximately \$30,900,000 and Series 2001 and Series 2004 bonds issued by the University of Mississippi Medical Center EBC (UMMCEBC) aggregating approximately \$84,855,000.

With regard to the IHL System's demand bond program, the issuer generally enters into take-out or liquidity agreements with a financial institution which would convert the demand bonds to another form of long-term indebtedness, if not successfully remarketed within 180 days. The converted term loans under the take-out agreements subject the bonds to accelerated amortizations payable in ten equal semi-annual installments over a five year period. The issuer is required to pay annual standby purchase liquidity fees to the liquidity provider (ranging from .145% to .25% per annum of the available commitment (outstanding principal and interest).

As of June 30, 2008, \$23.2 million of outstanding UMEBC Series 2000A coupons had been tendered to the liquidity provider for this issue, and interest rates reset to prime, which was 5%. By August 14, 2008, the remaining \$3.625 million of outstanding coupons had been tendered. At the time of issuance, these variable rate bonds were insured to Aaa status through MBIA. The credit rating of MBIA was downgraded and placed on negative credit watch during 2008. As a result of this credit rating downgrade, the market and liquidity for MBIA insured municipals disappeared. While the liquidity provider attempts to remarket these bonds, their remarketing is improbable in the near term. Accelerated amortization requirements of the liquidity facility agreement, as amended, activate on July 1, 2009. During October 2008, the IHL Board of Trustees approved the issuance of additional bonds associated with the construction of the University of Mississippi School of Law building and which will include the refinancing of the UMEBC 2000A issue. These new bonds are expected to be issued in the spring of 2009 with maturity terms similar to the original issue.

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

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### NOTE 7 – LONG-TERM LIABILITIES (Continued)

On October 8, 2008, all \$4,075,000 of outstanding UMEBC Series 2006B-2 coupons were tendered to the liquidity provider and interest rates reset to prime. This issue was insured to AAA status through FSA. FSA was placed on "Negative Watchlist" by Moody's Investors Service on July 21, 2008 and "CreditWatch Negative" by Standard and Poor's on October 8, 2008. As a result of these credit rating announcements the liquidity and market for FSA insured variable rate demand obligations dramatically contracted. While the liquidity provider attempts to remarket these bonds, UMEBC management believes that remarketing is improbable in the near term. The accelerated 60 month amortization requirements of the liquidity facility activate if remarketing does not occur within 180 days and the first payment would be due October 1, 2009. UMEBC officers are considering possible alternatives including early retirement of the outstanding coupons.

As of June 30, 2008, \$42 million of outstanding UMMCEBC Series 2004 variable rate demand revenue bonds had been tendered to the liquidity provider for this issue, and interest rates reset to prime, which was 5%. At the time of issuance, these variable rate bonds were insured to Aaa status through AMBAC. The credit rating of AMBAC was downgraded and placed on negative credit watch during 2008. As a result of this credit rating downgrade, the market and liquidity for AMBAC insured municipals disappeared. While the liquidity provider attempts to remarket these bonds, their remarketing is improbable in the near term. Accelerated amortization requirements of the liquidity facility agreement activate 180 days after June 22, 2009 which would have required accelerated repayments in ten equal semi-annual installments beginning December 1, 2009.

In addition, UMMCEBC has outstanding \$42.3 million of Series 2001 variable rate demand revenue bonds that were insured at issuance by AMBAC. Due to the rating downgrades of AMBAC and financial instability of the carrier, these bonds traded at an interest rate higher than the market rate and as of June 30, 2008 had an effective rate of 7.5%. Subsequent to year end, these bonds were tendered to the liquidity provider which would have subjected these bonds to accelerated amortization.

In order to mitigate the adverse impact of certain credit market conditions and avoid accelerated amortization, UMMCEBC began deliberations and negotiations in May 2008 to refund both the 2001 and the 2004 issues. Refunding was completed on both bond issues in October 2008, with the new issuances carrying similar terms and similar remarketing and standby purchase take-out arrangements. The take-out arrangements for the new issuances expire in October 2010. At that time, if new take-out arrangements are not put in place, the bonds will be callable and reportable as current liabilities.

#### **Advance and Current Refundings**

During the fiscal year 2008, the IHL System issued approximately \$49,409,000 of revenue refunding bonds to advance refund and defease a portion of two issues. Net proceeds of the refunding was deposited into an irrevocable trust to provide all future debt service payments of the refunded debt. The refunding was undertaken to reduce debt service payments over the next 26 years and to obtain an economic gain (the difference between the present value of the debt service payments of the refunded and refunding bond) of approximately \$1,388,000.

#### **Defeased Bonds**

In prior years, the IHL System defeased certain outstanding bonds by depositing the new proceeds of refunding bonds and additional monies from debt service funds in irrevocable trusts to be used solely for satisfying all remaining principal and interest payments on defeased bonds. Accordingly,

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

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### NOTE 7 – LONG-TERM LIABILITIES (Continued)

for financial reporting purposes the defeased bonds and related trust accounts are not included in the financial statements. At June 30, 2008, approximately \$70,607,000 of outstanding bonds (including prior years' refundings) are considered defeased.

#### Interest Rate Exchange Agreements (Swap)

##### University of Mississippi EBC, Series 2000A, Swap Agreement

As a means to lower exposure to rising interest rates, the University of Mississippi EBC (UMEBC) entered into an interest rate swap agreement in connection with the \$34.7 million UMEBC, Series 2000A variable-rate issue. The intention of the swap was to effectively change the interest rate on \$20 million of bonds originally issued to a fixed rate of 3.314%. UMEBC subsequently entered into a basis swap agreement which overlays the original interest swap agreement. The basis swap agreement exchanges the referenced index rate of the original swap agreement. The intention of the basis swap agreement was to further enhance the probability of reducing the exposure to interest rate fluctuations over the remaining term of the original notional amount.

#### Terms

The bonds and related swap agreements mature in October 2020. The notional amount of the swaps was \$16 million at June 30, 2008. The remaining portion of \$10.825 million continues as variable-rate debt. Under the interest rate swap agreement, UMEBC pays the counterparty (JP Morgan) a fixed payment of 3.314% and receives a variable payment computed at 70% of the one month average LIBOR. Under the basis swap agreement, UMEBC pays the counterparty a variable payment computed at 70% of one month average LIBOR and receives a variable payment computed at 63.03% of the five year average LIBOR.

#### Fair Value

The June 30, 2008, calculated fair value of the interest rate swap agreement was a liability of approximately \$231,000 and the fair value of the basis swap agreement was an asset of approximately \$60,000, for a net overall fair value liability of approximately \$171,000. The swap agreements' fair value may be countered by a reduction in total interest payments required under the variable-rate bonds, creating a lower synthetic interest rate. Because the coupons on UMEBC's variable-rate bonds adjust to changing interest rates, the bonds do not have a corresponding fair value increase. The fair value of the swap agreements were calculated by a swap pricing system in which the future net settlement swap payments were calculated and discounted to the valuation date using future spot interest rates. The future spot rates are zero-coupon bonds due on the future settlement dates implied from the current yield curve.

#### Credit Risk

At June 30, 2008, UMEBC was not exposed to credit risk because the swap agreements had a combined net fair value liability of approximately \$171,000. However, should interest rates change and the fair values become positive and result in a net asset, then UMEBC would be exposed to credit risk. To mitigate the potential for credit risk, the interest rate swap agreement includes provisions for collateral thresholds and transfer amounts that correspond to the credit rating of the swap counterparty's senior unsecured debt. The debt of the counterparty (JP Morgan) was rated Aa2 by Moody's Investors Service and AA- by Standard & Poor's as of June 30, 2008. Any required collateralizations will be in the form of U.S. government securities and posted with a third-party custodian.

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

### NOTE 7 – LONG-TERM LIABILITIES (Continued)

#### Basis Risk

The interest rate swap exposes UMEBC to basis risk as the relationship between LIBOR and the Securities Industry and Financial Markets (SIFMA) municipal swap index converges, changing the synthetic rate on the bonds. In addition, the tendering of these bonds to the custody of the liquidity provider at a separate rate (prime) exposes UMEBC to additional basis risk. The effect of this difference in basis is indicated by the difference between the intended synthetic rate of 3.314% and the actual synthetic rate of 6.499% as of June 30, 2008. As of June 30, 2008, these bonds were accruing interest at a rate of 5.00% due to the provisions of the liquidity facility and 70% of one-month average LIBOR was 1.815%.

The basis rate swap exposes the university to basis risk as the relationship between one-month LIBOR and five-year LIBOR diverges, changing the net interest rate. The effect of this difference in basis is indicated by the difference between 70% of one-month average LIBOR at 1.815% and 63.03% of five-year average LIBOR at 2.48876% for an interest rate decrease of .67376%. The overall result was a net decrease in the effective interest rate to 5.82524% on the underlying notional amount.

#### Termination Risk

UMEBC or the counterparty may terminate the swap if the other party fails to perform under the terms of the contract. The initial swap may be terminated by UMEBC if the counterparty's (JP Morgan) credit quality rating falls below "BBB-" as issued by Standard & Poor's or "Baa3" as issued by Moody's Investor's Service. The second swap may be terminated by UMEBC if the counterparty's (Morgan Keegan) credit quality rating falls below "A-" as issued by Standard & Poor's or "A3" as issued by Moody's Investor's Service. If the swap is terminated, the variable-rate bond would no longer carry a synthetic interest rate. Also, if the swap has a negative fair value at the time of termination, UMEBC will be liable to the provider for a payment equal to the swap's fair value.

#### Swap Payments and Associated Debt

Using rates as of June 30, 2008, debt service requirements of the variable-rate and net swap payments, assuming current interest rates remain the same for their term, were as follows:

Fiscal Year Ending June 30,	Variable-Rate Bonds		Interest Rate Swap, Net	Basis Swap Overlay, Net	Total
	Principal	Interest			
2009	\$ 920,000	\$ 765,500	\$ 229,497	\$ (103,153)	\$ 1,811,844
2010	960,000	718,000	215,256	(96,752)	1,796,504
2011	1,000,000	668,500	200,416	(90,082)	1,778,834
2012	1,060,000	616,250	184,752	(83,041)	1,777,961
2013	1,110,000	561,375	168,300	(75,646)	1,764,029
2014 - 2018	6,360,000	1,892,000	567,221	(254,951)	8,564,270
2019 - 2021	4,590,000	293,875	88,105	(39,600)	4,932,380
<b>Total</b>	<b>\$ 16,000,000</b>	<b>\$ 5,515,500</b>	<b>\$ 1,653,547</b>	<b>\$ (743,225)</b>	<b>\$ 22,425,822</b>

As rates vary, variable-rate bond interest payments and net swap payments will vary.



# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

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### NOTE 7 – LONG-TERM LIABILITIES (Continued)

#### University of Mississippi Medical Center EBC Swap Agreements

To lower exposure to rising interest rates, the University of Mississippi Medical Center EBC (UMMCEBC) entered into two interest rate swap agreements and two secondary interest rate swap agreements. On July 1, 2004, UMMCEBC entered into an interest rate swap agreement with a notional amount of \$45 million to effectively change the interest rate on its Series 2001 variable-rate bonds to a fixed rate of 3.285%. Additionally, on March 1, 2007, UMMCEBC entered into a secondary basis interest rate swap agreement (notional amount of \$43.235 million) supplemental to the swap described above tied to a different benchmark index.

On August 16, 2004, UMMCEBC entered into an interest rate swap agreement with a notional amount of \$44 million to effectively change the interest rate on its Series 2004 variable-rate bonds to a fixed rate of 3.197%. UMMCEBC entered into a secondary basis interest rate swap agreement (notional amount of \$42.925 million) supplemental to the original interest rate swap agreement to amend the benchmark index.

The variable-rate coupons of the bonds for both series are based on the variable Bond Market Association Municipal Swap Index™ (BMA).

The intent of the two supplemental basis swap agreements was to take advantage of market conditions to further reduce interest cost for both bond issues. Due to favorable market conditions the two supplemental basis swap agreements were terminated in March 2008, which resulted in gains reported in non-operating revenues of approximately \$2,173,000.

#### **Terms**

The \$45 million Series 2001 bonds mature July 1, 2031 and the related swap agreements settle monthly and mature July 1, 2014. The notional amount of the initial interest rate swap agreement was \$42,305,000 at June 30, 2008. Under the interest rate swap agreement, UMMCEBC pays the counterparty (Wachovia) a fixed payment of 3.285% and receives a variable payment computed at 67% of the one month average LIBOR. Prior to its termination on March 3, 2008, under the secondary basis swap agreement, UMMCEBC paid the counterparty (Wachovia) a fixed payment of 3.285% and received a variable payment computed at 61.52% of the five year LIBOR rate with settlements occurring monthly. The results of the transactions of the secondary swap were to create a swap indexed to five year LIBOR, rather than one month LIBOR.

The \$44 million Series 2004 bonds mature June 1, 2034 and the related swap agreements settle monthly and mature June 1, 2014. The initial interest rate swap agreement's notional amount was \$42,550,000 at June 30, 2008. Under the interest rate swap agreement, UMMCEBC pays the counterparty a fixed payment of 3.197% and receives a variable payment computed at 67% of the one month average LIBOR. Prior to its termination on March 17, 2008, under the secondary basis swap agreement, UMMCEBC paid the counterparty (Morgan Keegan Financial Products, Inc.) a fixed payment of 3.19684% and received a variable payment computed at 83.9% of the BMA index reference rate with settlements occurring monthly. The results of the transactions of the secondary swap were to create a swap indexed to the BMA reference rate, rather than one month LIBOR.

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

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### NOTE 7 – LONG-TERM LIABILITIES (Continued)

#### **Fair Values**

The June 30, 2008, calculated fair value of the initial interest rate swap for the \$45 million Series 2001 was a liability approximating \$931,000. The calculated fair value of the \$44 million Series 2004 initial interest rate swap agreement was a liability of approximating \$771,000 as of June 30, 2008. The fair value of the swap agreements were calculated by the counterparty using systems derived from both proprietary models as of a given date based on certain assumptions regarding past, present and future market conditions and certain financial information from sources that the counterparty believes to be reliable.

#### **Credit Risk**

At June 30, 2008, UMMCEBC was not exposed to credit risk because the interest rate swap agreements had a combined fair value liability of approximately \$1,702,000. However, should interest rates change and the fair values become positive and result in a net asset, then UMMCEBC would be exposed to credit risk. To mitigate the potential for credit risk, the interest rate swap agreements include provisions for collateral thresholds and transfer amounts that correspond to the credit rating of the counterparty's long-term unsecured and unsubordinated debt. Collateral is required when triggered by ratings from both Standard and Poor's and Moody's of the counterparty's unsecured debt that are less than the debt of UMMCEBC as rated by Standard and Poor's and Moody's. Any required collateralization is required to be cash, U.S. Treasury securities or GNMA certificates.

#### **Basis Risk**

The interest rate swap agreements expose UMMCEBC to basis risk as the relationship between LIBOR and BMA converges, changing the synthetic rate on the bonds. The effect of this difference in basis is indicated by the difference between the intended synthetic rate of 3.285% and the actual synthetic rate at June 30, 2008 of 7.4363% for the \$45 million series 2001 secondary swap and the difference between the intended synthetic rate of 3.197% and the actual synthetic rate at June 30, 2008 of 6.5289% for the \$44 million series 2004 swap. As of June 30, 2008, the BMA rate was 1.55% and 67% of one-month average LIBOR was 1.73016% as calculated for the swap transactions.

#### **Rollover Risk**

The interest rate swap agreement terminates July 1, 2014, for the \$45 million series 2001 and June 1, 2014, for the \$44 million series 2004. The \$45 million series 2001 variable-rate bonds mature July 1, 2031, while the \$44 million series 2004 variable-rate bonds mature June 1, 2034. When the swaps mature, the remaining bond interest payments revert back to the variable rates which could be higher than the synthetic rates imposed by the swap agreements.

#### **Termination Risk**

UMMCEBC or the counterparty may terminate the interest rate swap agreements if the other party fails to perform under the terms of the contract. If a swap is terminated, the variable-rate bond would no longer carry a synthetic interest rate. Also, if at the time of termination, the swap has a negative fair value, UMMCEBC would be liable to the counterparty for a payment equal to the swap's fair value.

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

### NOTE 7 – LONG-TERM LIABILITIES (Continued)

#### Swap Payments and Associated Debt

Using rates as of June 30, 2008, debt service requirements of the variable-rate and net swap payments, assuming current interest rates remain the same for their term were as follows for the \$45 million Series 2001:

Fiscal Year Ending June 30,	Principal	Interest	Interest Rate Swaps, Net	Total
2009	\$ 970,000	\$ 3,100,125	\$ 675,931	\$ 4,746,056
2010	1,010,000	3,024,375	659,415	4,693,790
2011	1,050,000	2,945,625	642,244	4,637,869
2012	1,095,000	2,863,500	624,338	4,582,838
2013 - 2017	1,145,000	2,777,625	605,615	4,528,240
2018 - 2022	6,575,000	12,455,625	586,074	19,616,699
2023 - 2027	8,450,000	9,585,375	-	18,035,375
2028 - 2032	10,940,000	5,878,500	-	16,818,500
2033 - 2038	11,070,000	1,299,750	-	12,369,750
<b>Total</b>	<b>\$ 42,305,000</b>	<b>\$ 43,930,500</b>	<b>\$ 3,793,617</b>	<b>\$ 90,029,117</b>

#### Swap Payments and Associated Debt

Using rates as of June 30, 2008, debt service requirements of the variable-rate and net swap payments, assuming current interest rates remain the same for their term were as follows for the \$44 million Series 2004:

Fiscal Year Ending June 30,	Principal	Interest	Interest Rate Swaps, Net	Total
2009	\$ 390,000	\$ 2,108,000	\$ 652,253	\$ 3,150,253
2010	405,000	2,087,750	645,987	3,138,737
2011	420,000	2,066,750	639,490	3,126,240
2012	1,175,000	2,008,000	621,311	3,804,311
2013 - 2017	1,225,000	1,946,750	602,360	3,774,110
2018 - 2022	6,795,000	8,738,500	582,789	16,116,289
2023 - 2027	8,140,000	6,844,000	-	14,984,000
2028 - 2032	9,740,000	4,574,250	-	14,314,250
2033 - 2034	11,670,000	1,726,750	-	13,396,750
2034 - 2035	2,590,000	129,500	-	2,719,500
<b>Total</b>	<b>\$ 42,550,000</b>	<b>\$ 32,230,250</b>	<b>\$ 3,744,190</b>	<b>\$ 78,524,440</b>

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

### NOTE 8 – NATURAL CLASSIFICATIONS WITH FUNCTIONAL CLASSIFICATIONS

The IHL System's operating expenses by functional classification were as follows for the year ended June 30, 2008:

*Year ended June 30, 2008*

Functional Classification	Salaries & Wages	Fringe Benefits	Travel	Contractual Services	Utilities	Scholarships & Fellowships	Commodities	Depreciation Expense	Other	Total
Instruction	\$ 377,926,633	\$ 104,615,586	\$ 11,102,506	\$ 32,457,459	\$ 280,554	\$ 900,091	\$ 19,071,795		\$ 601,816	\$ 546,956,440
Research	143,182,650	40,165,196	9,304,643	99,121,501	2,787,687	998,239	34,893,289		1,359,962	331,813,167
Public service	74,752,003	21,665,365	6,039,506	32,481,431	1,002,478	304,798	15,975,019		167,658	152,388,258
Academic support	66,131,656	17,895,902	2,726,393	25,301,388	411,498	334,646	13,691,864		753,552	127,246,899
Student services	34,982,951	10,345,993	4,477,080	9,359,628	229,636	377,108	6,821,981		154,604	66,748,981
Institutional support	101,639,213	26,774,546	3,494,839	70,798,047	645,347	522,513	14,552,819		1,047,925	219,475,249
Operation of plant	46,662,109	16,435,580	366,431	26,122,639	50,429,102	21,240	13,160,840	\$ 4,573,651	92,266	157,863,858
Student aid	4,529,669	2,454,285	24,647	504,794	-	125,668,097	3,926,978	-	300	137,108,770
Auxiliary enterprises	49,953,486	13,129,730	8,571,512	51,590,937	11,707,226	11,596,194	15,393,685	4,249	136,132	162,083,151
Depreciation	-	-	-	-	-	-	-	95,213,387	-	95,213,387
Hospital	192,015,637	51,670,563	206,697	122,074,402	-	-	126,825,421	-	-	492,792,720
Other	-	-	-	26,348	-	-	2,954,534	-	1,272,725	4,253,607
	1,091,776,007	305,152,746	46,314,254	469,838,574	67,493,528	140,722,926	267,268,225	99,791,287	5,586,940	2,493,944,487
Elimination entries	-	-	-	(32,311,895)	-	(15,601,263)				(47,913,158)
Total operating expenses	\$ 1,091,776,007	\$ 305,152,746	\$ 46,314,254	\$ 437,526,679	\$ 67,493,528	\$ 125,121,663	\$ 267,268,225	\$ 99,791,287	\$ 5,586,940	\$ 2,446,031,329

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

### NOTE 9 – OPERATING LEASES

Leased property under operating leases is composed of office rent, land, computer software and equipment. The following is a schedule by years of the future minimum rental payments required under those operating leases:

*Year ending June 30,*

2009	\$ 12,631,956
2010	11,547,512
2011	10,115,560
2012	8,736,449
2013	6,980,389
2014 thru 2018	8,833,742
2019 thru 2021	2,372,260
<b>Total minimum payments required</b>	<b>\$ 61,217,868</b>

The total rental expense for all operating leases, except those with terms of a month or less that were not renewed, for the fiscal year ending June 30, 2008 approximated \$14,900,000.

### NOTE 10 – CONSTRUCTION COMMITMENTS AND FINANCING

The IHL System has contracted for various construction projects as of June 30, 2008. Estimated costs to complete the various projects and the sources of anticipated funding are presented below:

*As of June 30, 2008*

	Total Costs to Complete	Funded by			
		Federal Sources	State Sources	Institutional Sources	Other
Alcorn State University	\$ 6,205,041	\$ 1,333,949	\$ 4,871,092	\$ -	\$ -
Delta State University	13,166,641	-	13,166,641	-	-
Jackson State University	24,290,638	-	24,290,638	-	-
Mississippi State University	117,572,995	14,985,915	70,635,377	11,785,512	20,166,191
Mississippi University for Women	1,183,449	-	1,183,449	-	-
Mississippi Valley State University	48,484,431	-	46,968,251	1,516,180	-
University of Mississippi	209,798,000	58,220,000	41,250,000	67,043,000	43,285,000
University of Southern Mississippi	39,091,236	25,145,668	5,334,208	8,611,360	-
University of Mississippi Medical Center	7,143,574	-	2,908,598	2,927,664	1,307,312
<b>Totals</b>	<b>\$ 466,936,005</b>	<b>\$ 99,685,532</b>	<b>\$ 210,608,254</b>	<b>\$ 91,883,716</b>	<b>\$ 64,758,503</b>

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

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### NOTE 11 – DONOR RESTRICTED ENDOWMENTS

The net appreciation on investments of donor restricted endowments that is available for authorization for expenditures approximated \$27,982,000 as of June 30, 2008. This amount is included on the statement of net assets as a component of the expendable net assets for scholarships and/or other purposes.

Most endowments operate on the total-return concept as permitted by the Uniform Management of Institutional Funds Act (Sections 79-11-601 through 79-11-617, Miss. Code Ann. 1972) as enacted in 1998. The annual spending rate for these endowments is 5% of the three-year moving average market value.

### NOTE 12 – PENSION PLAN

#### *Plan Description*

The IHL System participates in both the Public Employees' Retirement System of Mississippi (PERS), a cost-sharing multiple-employer defined benefit pension plan and the Optional Retirement Plan (ORP), a multiple-employer defined contribution plan established in 1990. PERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by state law and may be amended only by the State of Mississippi Legislature. PERS issues a publicly available financial report that includes financial statements and required supplementary information. That information may be obtained by writing to the Public Employees' Retirement System, PERS Building, 429 Mississippi Street, Jackson, MS 39201-1005 or by calling (601) 359-3589 or 1-800-444-PERS.

#### *Vesting period*

In 2007, the Mississippi Legislature amended the PERS Plan to change the vesting period from four to eight years for members who entered the System after July 1, 2007. A member who entered the IHL System prior to July 1, 2007 is still subject to the four year vesting period provided that the member does not subsequently refund their account balance.

#### *Funding policy*

PERS members are required to contribute 7.25% of their annual covered salary and the institution is required to contribute at an actuarially determined rate. The actuarially determined rate was 11.85% of annual covered payroll as of July 1, 2007 and remains the same for fiscal 2009. For fiscal years 2006 and 2005 the actuarially determined rate was 11.30% and 10.75%, respectively. However, during fiscal year 2006 the Mississippi Legislature provided funds to cover approximately 89% of the increase for that year. The contribution requirements of PERS members are established and may be amended only by the State of Mississippi Legislature. The IHL System's contributions to PERS for the year ending June 30, 2008, 2007 and 2006 were \$91,405,286, \$81,068,513, and \$68,138,351, respectively. Such contributions equaled the required contributions for each respective year.

The membership of the ORP is composed of teachers and administrators of the institutions of higher learning appointed or employed on or after July 1, 1990, who elect to participate in ORP and reject membership in PERS. Membership in ORP is offered as a recruitment tool for the IHL System's

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

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### **NOTE 12 – PENSION PLAN (Continued)**

universities. The IHL System's contributions to ORP for the year ending June 30, 2008, 2007, and 2006 were \$25,830,044, \$21,884,296, and \$18,070,231, respectively, which equaled its required contributions for each respective year.

Title 25, Article 11 of the Mississippi Code states that the Board of Trustees of the System will provide for the administration of the ORP program. ORP participants direct the investment of their funds among three investment vendors. Benefits payable to plan participants are not obligations of the State of Mississippi. Such benefits and other rights of participants or their beneficiaries are the liability of the vendors and are governed solely by the terms of the annuity contracts issued by them. As such, ORP is not considered part of the IHL System's reporting entity for financial reporting purposes.

### **NOTE 13 – IMPAIRMENT OF CAPITAL ASSETS AND INSURANCE RECOVERIES**

In a prior year, the IHL System incurred certain capital asset impairments as a result of damages sustained from Hurricane Katrina. Insurance recoveries related to these damages were included in nonoperating revenues and are minimal for the year ended June 30, 2008.

### **NOTE 14 – SELF-INSURED WORKER'S COMPENSATION FUND**

The IHL System participates in the State Institutions of Higher Learning Self-Insured Workers' Compensation Fund (the WC Fund). The WC Fund exists in order to provide a mechanism for the IHL System to fund and budget for the costs of providing workers' compensation benefits to eligible employees. The WC Fund does not pay benefits directly to employees. Rather, funds are set-aside in trust, and a third party administrator is utilized to distribute the benefits to eligible employees. Total assets and liabilities of the WC Fund approximated \$9,407,000 and \$15,049,000 at June 30, 2008, respectively.

A professionally licensed actuarial firm was contracted to establish a liability for both reported and unreported insured events, which includes estimates of future payments of losses. The difference between the assets and liabilities of the fund is not expected to impact the WC Fund's ability to pay claims.

In order to minimize the amount of risk and in accordance with self-insurance general practices, the WC Fund purchases excess loss insurance to cover risks exceeding \$1,000,000 per occurrence. Excess loss insurance premiums for the year ended June 30, 2008 were approximately \$331,000, and are netted against program assessments on the statement of revenues, expenses and changes in net assets. Excess loss insurance does not discharge the WC Fund from its primary liability to cover the IHL System's claims. Consequently, failure of the insurer to honor its obligation could result in losses to the WC Fund.

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

### NOTE 14 – SELF-INSURED WORKER'S COMPENSATION FUND

The following represents changes in the unpaid claims liabilities for the WC Fund for the year ended June 30, 2008:

*Year ended June 30, 2008*

Accrued claims at beginning of year	\$ 13,996,000
Incurring Claims	
Provision for insured events of the current year	6,726,000
Decrease in provision for insured events of prior years	(1,473,000)
Total incurred claims and claims adjustment expenses	5,253,000
Claim Payments	
Claims attributable to insured events of the current year	1,439,000
Claims attributable to insured events of prior years	2,898,000
Total payments	4,337,000
<b>Total accrued claims at end of year</b>	<b>\$ 14,912,000</b>

Total accrued claims are presented at their present value using a discount rate of 4.0%. The discount approximated \$2,380,000 as of June 30, 2008.

### NOTE 15 – UNEMPLOYMENT TRUST FUND

The IHL System participates in a self-funded Unemployment Trust Fund (the Unemployment Fund). The Unemployment Fund exists in order to provide a mechanism for the IHL System to fund and budget for the costs of providing unemployment benefits to eligible former employees. The Unemployment Fund does not pay benefits directly to former employees. Rather, it reimburses the Mississippi Department of Employment Security for benefits it pays directly to former IHL System employees. The assets and liabilities of the Unemployment Fund approximated \$2,275,000 and \$1,859,000 at June 30, 2008, respectively.

A professionally licensed actuarial firm was contracted to perform an actuarial analysis of the Unemployment Fund as of June 30, 2008. The actuarial firm determined the recommended funding requirement, as of June 30, 2008, ranged from \$1.6 million to \$2.3 million. Furthermore, they concluded that the actual assets of the Unemployment Fund, which approximated \$2,275,000 at June 30, 2008, is reasonable and is adequately funded with a margin of conservatism.



# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

### NOTE 16 – TORT LIABILITY FUND AND OTHER CONTINGENCIES

The IHL System participates in the State Institutions of Higher Learning Tort Liability Fund (the IHL Tort Fund). In accordance with Section 11-46-1, et seq., Mississippi Code Annotated (1972), the Mississippi Tort Claims Board has authorized the Board of Trustees of State Institutions of Higher Learning (IHL Board) to establish a fund in order to self-insure a certain portion of its liability under the Mississippi Tort Claims Act. The IHL Board established the IHL Tort Fund to provide self-insurance.

Effective July 1, 1993, Mississippi statute permitted tort claims to be filed against the IHL System. A maximum limit of liability of \$500,000 per occurrence is currently permissible.

In a prior year, the IHL System Board decided to not renew or reacquire a commercial insurance policy to fund its professional liability, which is a component of the Fund's tort liability, as had been authorized by the Board in prior years. Accordingly, the IHL Tort Fund currently funds and intends to fund in the future professional liability claims of the IHL System. As a result these claim liabilities are a component of the IHL Tort Fund's actuarially computed claim liabilities.

A professionally licensed actuarial firm was contracted to perform an actuarial analysis of the IHL Tort Fund as of June 30, 2008. Total assets and liabilities of the IHL Tort Fund approximated \$9,667,000 and \$7,965,000 at June 30, 2008, respectively.

The following represents changes in the unpaid claims liabilities for the IHL Tort Fund during the period ended June 30, 2008:

*As of June 30, 2008*

Accrued claims at beginning of year	\$ 7,235,000
Incurred Claims	
Provision for insured events of the current year	1,883,000
Increase in provision for insured events of prior years	(112,000)
Total incurred claims and claims adjustment expense	1,771,000
Claims Paid	
Claims attributable to insured events of the current year	20,000
Claims attributable to insured events of prior years	1,157,000
Total payments	1,177,000
Total accrued claims at end of year	\$ 7,829,000

Total accrued claims are presented at their present value using a discount rate of 4.0%. The discount approximated \$730,000 as of June 30, 2008.

In addition to claims covered by the IHL Tort Fund and the UMMC Tort Fund (described more fully below), the IHL System is defendant in various other legal matters occurring in the normal course of business activities. Management, with the advice of legal counsel, is of the opinion that the ultimate resolution of these matters will not have a material adverse impact on the IHL System's financial statements.

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

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### NOTE 17 – UNIVERSITY OF MISSISSIPPI MEDICAL CENTER TORT CLAIMS FUND

The University of Mississippi Medical center participates in the University of Mississippi Medical Center Tort Claims Fund (UMMC Tort Claims Fund). In accordance with Section 11-46-1, et seq., Mississippi Code Annotated (1972), the Mississippi Tort Claims Board has authorized the Board of Trustees of the IHL System to establish a fund in order to self-insure a certain portion of its liability under the Mississippi Tort Claims Act.

Effective July 1, 1993, Mississippi statute permitted tort claims to be filed against the State Institutions of Higher Learning. A maximum limit of liability of \$500,000 per occurrence is currently permissible.

The Board of Trustees of the IHL System has established a UMMC Tort Claims Fund to pay claims up to the maximum liability limits described above. Losses from professional and tort liability claims of the University of Mississippi Medical Center are the responsibility of the UMMC Tort Claims Fund.

Total assets and liabilities of the UMMC Tort Claims Fund approximated \$31,049,000 and \$24,748,000 at June 30, 2008, respectively.

A professionally licensed actuarial firm was contracted to perform an actuarial analysis to establish a liability for both reported and unreported insured events, which includes estimates of future payments of losses.

The following represents changes in the unpaid claims liabilities for the UMMC Tort Claims Fund for the year ended June 30, 2008:

*As of June 30, 2008*

Accrued claims at beginning of year	\$ 25,587,000
Incurred Claims	
Provision for insured events of the current year	6,130,000
Decrease in provision for insured events of prior years	(3,586,000)
Total incurred claims	2,544,000
Payments	
Claims attributable to insured events of the current year	107,000
Claims attributable to insured events of prior years	3,277,000
Total payments	3,384,000
<b>Total accrued claims at end of year</b>	<b>\$ 24,747,000</b>

At June 30, 2008, unpaid claims of \$27,418,000, are presented at their net present value of \$24,747,000 (discounted at an annual rate of 4.0%).

# State of Mississippi Institutions of Higher Learning

## Notes to Financial Statements

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### NOTE 18 – SUBSEQUENT EVENTS

The University of Mississippi began construction of a \$50 million new law school building on July 1, 2008. Project funding sources for the construction include private, state, and federal, as well as, proceeds from the issuance of new UMEBC bonds expected to be issued in the spring of 2009.

As more fully discussed in Note 7, the new bonds to be issued in the spring of 2009 associated with this construction will include the refinancing of the Series 2000A demand bonds that were tendered to the liquidity provided as a result of unsuccessful efforts to remarket the bonds.

UMEBC issued its Series 2008A bonds totaling \$29,785,000 on August 26, 2008 for the construction of a residential college. These bonds bear interest at rates ranging from 3.00% to 5.00% with a final maturity in October 2033. In conjunction with the rating analyses conducted for the issuance of the Series 2008A bonds, Moody's Investors Services and Standard and Poor's upgraded their credit ratings associated with the new issue and existing UMEBC debt. The Moody's rating increased from A1 to Aa3 and the Standard and Poor's rating increased from A+ to AA-.

As more fully described in Note 7, UMMCEBC completed the refinancing of its Series 2001 and 2004 variable rate demand bonds which had been tendered to the liquidity provider through the issuance of two new series of bonds approximating \$85 million that closed in October 2008.

Subsequent to June 30, 2008, Jackson State University EBC (JSUEBC) entered into a \$66.4 million interest rate swap agreement in connection with its put bonds, Series 2004B and Series 2007. Both are put bond transactions that will expire in March 2011 relative to the 2004B Series (notional amount of \$22.4 million) and in March 2015 relative to the Series 2007 bonds (notional amount of \$44 million), at which time the bonds will be remarketed at prevailing market rates. Under the swap agreement, JSUEBC will effectively change the interest rate on the \$66.4 million in bonds to a fixed rate through maturity of the bonds.

The current liquidity crisis, which began within the sub-prime lending markets, presents a challenge to higher education and the IHL System. The resulting loss of liquidity and tightening of credit presents institutional risks in the areas of outstanding institutional variable rate debt, the uncertainty of future access to debt markets, the ability of students to access credit to fund educational expenses, the valuation and safety of investments, as well as the risk of slowing demand for higher education during a period of inflation or economic uncertainty. At this time it is impossible to accurately predict the depth or duration of this global crisis. Management will continue to monitor these changing economic factors and assess potential impacts on the IHL System.

# Mississippi State University Foundation, Inc.

## Notes to Financial Statements

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### NOTE 1 – SIGNIFICANT ACCOUNTING POLICIES

#### Organization

Mississippi State University Foundation, Inc. (the Foundation) is a not-for-profit entity established to solicit and manage funds for the benefit of Mississippi State University (the University). The Foundation also manages funds for affiliates of the University, including MSU Alumni Association, MSU Alumni Foundation, MSU Bulldog Club, Inc. and MSU Bulldog Foundation.

#### Basis of Accounting

These financial statements, which are presented on the accrual basis of accounting, have been prepared to present balances and transactions according to the existence or absence of donor-imposed restrictions. This has been accomplished by classification of net assets and transactions into three classes – permanently restricted, temporarily restricted or unrestricted as follows:

##### **Permanently restricted net assets**

net assets subject to donor-imposed stipulations that they be maintained permanently by the Foundation. Generally, the donor of these assets permits the Foundation to use all or part of the income earned on related investments for general or specific purposes in support of the University.

##### **Temporarily restricted net assets**

net assets subject to donor-imposed stipulations that may or will be met by actions of the Foundation and/or the passage of time.

##### **Unrestricted net assets**

net assets which represent resources generated from operations or that are not subject to donor-imposed stipulations. Unrestricted net assets include contributions designated to a particular college or unit for which the use or purpose is unrestricted.

Revenues are reported as increases in unrestricted net assets unless use of the related assets is limited by donor-imposed restrictions. Expenditures are reported as decreases in unrestricted net assets. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in unrestricted net assets unless their use is restricted by explicit donor stipulations or by law. Expirations of restrictions on net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as reclassifications between the applicable classes of net assets.

Contributions, including unconditional promises to give, are recognized as revenues in the period received. Conditional promises to give are not recognized until they become unconditional, that is, when the conditions on which they depend are substantially met. Contributions of assets other than cash are recorded at their estimated fair value. Contributed goods and services are recorded as revenues and expenses in the statement of activities at estimated fair value.

Income and realized and unrealized gains on investments of permanently restricted net assets are reported as follows:

- as increases in permanently restricted net assets if the terms of the gift or the Foundation's interpretation of relevant state law require that they be added to the principal of a permanent endowment fund;

# Mississippi State University Foundation, Inc.

## Notes to Financial Statements

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### NOTE 1 – SIGNIFICANT ACCOUNTING POLICIES (Continued)

- as increases or decreases in temporarily restricted net assets if the terms of the gift impose restrictions on their use;
- as increases or decreases in unrestricted net assets in all other cases.

#### **Use of Estimates**

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

An estimate that is particularly susceptible to significant change in the near term relates to the allowance for uncollectible pledges.

The Foundation's investments are invested in various types of investment securities and in various companies within various markets. Investment securities are exposed to several risks, such as interest rate, market and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the Foundation's financial statements.

#### **Land, Buildings and Equipment**

Land, buildings and equipment are stated at cost, if purchased, or at fair value on the date of gift, if donated. Depreciation of buildings and equipment, including assets acquired under capital leases, is provided on the straight-line method over the shorter or the estimated useful life of the assets or the term of the lease. The estimated useful lives for buildings is 30-40 years and furniture, fixtures, and equipment is 5-10 years.

The Foundation assesses potential impairment to its long-lived assets when there is evidence that events or changes in circumstances have made recovery of the carrying value of the assets unlikely. An impairment loss is recognized when the sum of the expected future undiscounted net cash flows is less than the carrying amount of the asset.

#### **Investments**

The Foundation's investments primarily consist of publicly traded fixed income and equity securities, other investments, and cash held for reinvestment. Other investments include real estate investments, private equity funds and hedge funds through fund-of-funds structures generally organized as limited partnerships or limited liability companies. The fair value of publicly traded fixed income and equity securities investments are based on quoted market prices. Since partnership and member interests do not have readily ascertainable market values and may be subject to withdrawal restrictions, the Foundation values these investments in accordance with valuations provided by the general partners or fund managers of the underlying partnerships or companies. The Foundation's management may, in addition, consider other factors in assessing the fair value of these investments. Real estate is valued at estimated fair value. Cash held for reinvestment consists of primarily of liquid short-term instruments held by the investment pool.

# Mississippi State University Foundation, Inc.

## Notes to Financial Statements

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### NOTE 1 – SIGNIFICANT ACCOUNTING POLICIES (Continued)

The Foundation believes that the carrying amount of its other investments is a reasonable estimate of fair value as of June 30, 2008. Because other investments are not marketable, the estimated value is subject to uncertainty and, therefore, may differ from the value that would have been used had a ready market for the investment existed.

The liquidity crisis that originally was linked principally to the sub-prime lending markets has spread to other corners of the credit markets in the U.S. and internationally. It is not possible at this time to predict the full impact or duration of the existing illiquid credit market conditions. The unstable market conditions and the resulting uncertainties contribute to additional risks associated with certain significant investment valuation estimates. There has been a negative return on the Foundation's investments from July 1, 2008 through September 30, 2008. Management continues to monitor the composition of its portfolio to assess the potential impact of these market conditions on the valuation of its investments.

#### **Pledges**

All unconditional promises to give are recorded at their estimated realizable value on a discounted basis.

#### **Split Interest Agreements**

The Foundation accepts gifts subject to split interest agreements. These gifts may be in the form of gift annuities, charitable lead trusts, charitable remainder trusts or perpetual trusts. At the time of receipt, a gift is recorded based upon the fair value of assets donated less any applicable liabilities. Liabilities include the present value of projected future distributions to the annuity or trust beneficiary and are determined using appropriate discount rates (at June 30, 2008 rates ranged from approximately 3% to 8%). For certain split interest agreements where the measurement objective is fair value, the discount rate is adjusted to a current market rate at each reporting date. Funds subject to split interest agreements are classified as temporarily restricted or permanently restricted based upon donor designations.

Externally managed trusts consist of irrevocable charitable lead trusts, charitable remainder trusts and perpetual trust whereby the Foundation is the beneficiary, not the trustee. The Foundation records these trusts, after discovery of their existence, at the present value of the estimated future cash receipts from the assets of the trust.

Contribution revenue attributable to split interest agreements for the fiscal year ended June 30, 2008 was \$304,461.

#### **Bond Issuance Costs and Bond Discounts**

Bond issuance costs and bond discounts are being amortized over the term of the related bond issue using the straight-line method, which does not significantly differ from the effective interest method.

#### **Income Taxes**

The Foundation is a not-for-profit entity as described in Section 501(c)(3) of the Internal Revenue Code (the Code) and is exempt from Federal income taxes on related income pursuant to Section 501(a) of the Code.

# Mississippi State University Foundation, Inc.

## Notes to Financial Statements

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### NOTE 1 – SIGNIFICANT ACCOUNTING POLICIES (Continued)

#### Liquidity

Assets are presented according to their nearness to cash and liabilities are presented according to their nearness of payment or use of cash.

#### Correction of Accounting Error

The 2008 financial statements include a correction of an error, which arose in prior years as a result of the Foundation accounting for its lease of an airplane as an operating lease, rather than as a capital lease. This correction also results in the Foundation recording equipment, net of accumulated depreciation, and a capital lease obligation of \$3,542,320 and \$3,606,672, respectively, in the 2008 statement of financial position. The Foundation's management has reviewed this accounting error utilizing applicable accounting literature and believes the impact of correcting this error is not material to current or prior period financial statements.

#### Recent Accounting Pronouncements

In September 2006, the Financial Accounting Standards Board issued Statement of Financial Accounting Standards (SFAS) No. 157, *Fair Value Measurements*. SFAS No. 157 defines fair value, establishes a framework for the measurement of fair value, and enhances disclosures about fair value measurements but does not require any new fair value measures. SFAS No. 157 is effective for fiscal years beginning after November 15, 2007. The Foundation is in the process of determining the impact of this Statement on the financial statements.

The FASB has issued FASB Staff Position (FSP) SFAS No. 117-1, *Endowments of Not-for-Profit Organizations: Net Asset Classification of Funds Subject to an Enacted Version of the Uniform Prudent Management of Institutional Funds, Act (UPMIFA), and Enhanced Disclosures for All Endowment Funds*, which provides guidance about the net asset classification of donor-restricted endowment funds for a not-for-profit organization that is subject to an enacted version of UPMIFA and expands disclosures about endowment funds (both donor-restricted and board-designated endowment funds), regardless of whether an organization is subject to UPMIFA. FSP SFAS No. 117-1 is effective for fiscal years ending after December 31, 2008. The Foundation is currently evaluating the impact of the provisions of FSP SFAS No. 117-1 on its financial statements.

### NOTE 2 – INVESTMENTS

The Foundation, the University, the MSU Alumni Foundation and the MSU Bulldog Club, Inc. are participants in a joint venture whereby certain assets are pooled for investment purposes. The Foundation manages the assets of the pool and maintains separate accounts for each participant.

Investment income, gains and losses and expenses of the pool are allocated to each participant based on their share of ownership of the pool. At June 30, 2008, approximately 82% of the Foundation's investments are included in the pool.

The spending allocation for endowments are based on specified annual rates as determined by the Foundation's board of directors. At June 30, 2008, the fair value of certain permanently restricted investments have gone below their historical cost and the deficiency of \$1,015,890, has been recorded in unrestricted net assets.

# Mississippi State University Foundation, Inc.

## Notes to Financial Statements

### NOTE 2 – INVESTMENTS (Continued)

Investments are summarized as follows at June 30, 2008:

<i>As of June 30, 2008</i>	Cost	Estimated Fair Value
U.S. Government securities	\$ 3,728,926	\$ 3,806,857
Corporate bonds	34,051,854	33,727,322
Equity securities	119,446,453	124,937,100
Partnership and member interests	51,401,043	65,576,096
Short-term investments	2,719,419	2,719,419
Real estate	7,180,888	7,180,888
Other	1,127,235	1,127,235
<b>Net accounts receivable</b>	<b>\$ 219,655,818</b>	<b>\$ 239,074,917</b>

The Foundation holds investments totaling \$88,414,406 at June 30, 2008, which are subject to certain liquidity limitations. These limitations include, but are not limited to, lock-up provisions whereby the Foundation is unable to redeem shares of an investment for a period of time, usually 3 years after the initial investment, private equity commitments of 10 years from initial commitment, and notice provisions whereby the Foundation is required to provide notice, ranging from 15 to 90 days, to transact a redemption of an investment.

The Foundation has entered into various split interest agreements, including charitable lead annuity trusts, charitable remainder unitrusts, and charitable gift annuities, whereby the Foundation serves as trustee. The assets held under these split interest agreements are included in investments at June 30, 2008 with an approximate fair value of \$7,564,000.

The following schedule summarizes net investment income (loss) and its classification in the statements of activities:

*Year ended June 30, 2008*

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Dividends and interest (net of (expenses of \$855,174))	\$ 6,183,743	\$ 1,358,265	\$ 13,769	\$ 7,555,777
Realized gains, net	(3,424,889)	(26,002)	(6,431)	(3,457,322)
Unrealized (losses) gains, net	(10,898,741)	11,055	202,574	(10,685,112)
Allocation of earnings	8,055,036	(8,055,036)	-	-
	<b>\$ (84,851)</b>	<b>\$ (6,711,718)</b>	<b>\$ 209,912</b>	<b>\$ (6,586,657)</b>



# Mississippi State University Foundation, Inc.

## Notes to Financial Statements

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### NOTE 3 – PLEDGES RECEIVABLE

Pledges receivable, net, are summarized as follows at June 30, 2008:

*As of June 30, 2008*

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Unconditional promises expected to be collected in:	
Less than one year	\$ 6,615,233
One year to five years	8,437,035
Over five years	5,667,000
	<hr/> 20,719,268
Less unamortized discount (rates ranging from 3% to 5% in 2008)	(2,986,990)
	<hr/> 17,732,278
Less allowance for uncollectible pledges	(701,841)
	<hr/> <hr/> \$ 17,030,437

### NOTE 4 – NOTE RECEIVABLE

At June 30, 2008, the Foundation had two notes receivable totaling \$443,482, both with a related party. The notes receivable require semi-annual payments and monthly payments of \$33,238 and \$3,229, respectively, have interest rates of 6% and maturity dates of August 2014 and December 2010, respectively.

### NOTE 5 – LAND, BUILDINGS AND EQUIPMENT

Land, buildings and equipment are summarized as follows at June 30, 2008:

*As of June 30, 2008*

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Land and buildings	\$ 11,987,491
Furniture, fixtures and equipment	7,462,510
	<hr/> 19,450,001
Less accumulated depreciation	(6,143,083)
	<hr/> <hr/> \$ 13,306,918

# Mississippi State University Foundation, Inc.

## Notes to Financial Statements

### NOTE 6 – LONG-TERM DEBT

Long-term debt is summarized as follows at June 30, 2008:

*As of June 30, 2008*

Mississippi Business Finance Corporation, Variable Rate Revenue Bonds, Series 2002	\$ 2,400,000
Non-interest bearing unsecured note payable to a private foundation. Principal is payable as repayments are received from students.	311,790
Non-interest bearing unsecured note payable to a private foundation, paid in full July 2008.	1,500,000
	4,211,790
Less unamortized bond discount	(19,200)
	\$ 4,192,590

In April 2002, the Foundation obtained \$6,000,000 in Series 2002 Variable Rate Revenue Bonds through the Mississippi Business Finance Corporation. Principal installments are due in fixed amounts through 2012. Interest is payable at a variable rate 1.6% at June 30, 2008). The bonds are secured by a letter of credit. The bonds have an early redemption feature; however, a premium is due if the Foundation retires the bonds early. The Foundation redeemed the bonds in November 2008.

Interest expense incurred during the year ended June 30, 2008 was \$95,430.

The aggregate future maturities of long-term debt at June 30, 2008 are summarized as follows:

*Year Ending June 30,*

2009	\$ 2,411,790
2010	600,000
2011	600,000
2012	600,000
	\$ 4,211,790

The Foundation is subject to various restrictive and financial maintenance covenants related to certain long-term debt. At June 30, 2008, the Foundation was in compliance with these debt covenants.

# Mississippi State University Foundation, Inc.

## Notes to Financial Statements

### NOTE 7 – NET ASSETS

Temporarily restricted and permanently restricted assets at June 30, 2008 were available for the following purposes:

<i>June 30, 2008</i>	Net Assets	
	Temporarily Restricted	Permanently Restricted
General college support	\$ 18,037,090	\$ 69,091,649
Student financial aid	16,041,084	84,246,189
Research	1,674,467	16,211,370
Faculty and staff support	4,235,079	38,073,356
Facilities	4,537,033	7,810,145
Other	950,163	1,793,295
<b>Total</b>	<b>\$ 45,474,916</b>	<b>\$ 217,226,004</b>

### NOTE 8 – FINANCIAL INSTRUMENTS

The carrying amount reported in the statements of financial position for cash, other receivables, and accounts payable and accrued liabilities approximate fair value because of the immediate or short-term maturities of these financial instruments. The carrying amount of pledges receivable and amounts due from externally managed trusts approximate fair value as they are presented on a discounted basis. The fair value of the note receivable has been estimated using current interest rates and approximate the carrying amounts at June 30, 2008. The fair value of the various debt instruments has been estimated using interest rates currently offered to the Foundation for borrowings having similar character, collateral and duration. The fair value of such debt instruments approximates the carrying amounts at June 30, 2008.

# Mississippi State University Foundation, Inc.

## Notes to Financial Statements

### NOTE 9 – LEASES

The Foundation has entered into a lease agreement for the use of an airplane that expires August 2014, with a guaranteed residual of \$1,912,550, and other equipment under a capital lease agreement that expires in October 2013. Future minimum lease payments under the capital lease obligations are as follows:

*Year Ending June 30,*

2009	\$	483,148
2010		488,074
2011		488,074
2012		488,074
2013		488,074
Thereafter		1,755,550
Total future minimum lease payments		4,190,994
Amount representing interest		(680,895)
<u>Present value of net minimum lease payments</u>		<u>\$ 3,510,099</u>

The equipment recorded under the capital lease agreement is included in property and equipment at a cost of approximately \$4,538,794 with accumulated depreciation of \$1,252,060 as of June 30, 2008.

### NOTE 10 – COMMITMENTS

The Foundation has allocated a portion of its pooled investments with fund managers requiring future capital contributions. At June 30, 2008, outstanding capital commitments totaled \$2,347,500.

# University of Mississippi Foundation

## Notes to Financial Statements

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### **NOTE 1 – NATURE OF ORGANIZATION**

The University of Mississippi Foundation (the Foundation) is a non-profit, non-stock corporation formed for the benefit of The University of Mississippi (the University). The Foundation promotes, encourages, and assists educational, scientific, literary, research, and service activities of the University and its affiliates.

### **NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

#### **Use of Estimates**

The Foundation prepares its financial statements in accordance with U.S. generally accepted accounting principles which require that management make estimates and assumptions that affect the reported amounts of assets and liabilities and revenues and expenses. Such estimates include the present value discount rates applied to the pledges receivable and liabilities under remainder trust agreements, allowance for uncollectible pledges, fair market values of certain investments including real estate, partnership and member interests, and depreciation of property and equipment. Actual results could differ significantly from those estimates.

The Foundation's investments are primarily invested in various types of investment securities within many markets. Investment securities are exposed to several risks, such as interest rate, market and credit risks. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in the value of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the Foundation's financial statements.

#### **Donor-Imposed Restrictions**

The financial statements report amounts in three classes of net assets – unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets – based on the existence or absence of donor-imposed restrictions.

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are restricted by the donor for future periods or for specific purposes are reported as temporarily restricted or permanently restricted.

When a donor restriction expires or the stated purpose is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and are reported in the statements of activities as net assets released from restriction.

The permanently restricted net assets include the principal amount of contributions accepted with the stipulation from the donor that the principal be maintained in perpetuity and only the income from investment thereof be expended. The purpose of such expenditure may also be specified by the donor.

#### **Revenue Recognition**

The Foundation generally recognizes gifts as revenue when notified of an unconditional promise to give. Unconditional promises to give that are expected to be collected in future years are reported at the present value of their future cash flows. The discounts on these amounts are computed using risk free interest rates applicable to the years in which the promises are received.

# University of Mississippi Foundation

## Notes to Financial Statements

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### NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Amortization of the discounts is included in contribution revenues. An allowance for uncollectible amounts is provided based upon management's judgment, including such factors as prior collection history, type of contribution, and nature of the fund-raising activity. See note 3 for discussion of pledges receivable. Investments received by gift are recorded at market value at the date of donation.

The increase in the cash surrender value of life insurance policies is recorded as a component of other income each year.

The Foundation earns a management fee of one-half of one percent on certain endowment funds. For the fiscal year ended June 30, 2008, such fees totaled approximately \$1,413,000, and was recorded as other income and reflected within unrestricted net assets.

#### **Cash and Cash Equivalents**

The Foundation recognizes all demand deposit accounts as cash and cash equivalents. It is the policy of the Foundation to consider money market accounts with brokers as other short-term investments.

#### **Investments**

Investments are recorded at fair value. The fair values of all investments other than real estate and partnership and member interests (which include certain private equity investments and hedge funds) are based on quoted market prices. Since partnership and member interests do not have readily ascertainable fair values and may be subject to withdrawal restrictions, the Foundation values these investments in accordance with valuations provided by the general partners or fund managers of the underlying partnerships or companies. The Foundation reviews and evaluates such valuations and believes that the carrying amount of its partnership and member interests is a reasonable estimate of fair value. The Foundation's real estate investments are also carried at fair value based on appraisal values at the date of receipt and as subsequently updated. Both realized and unrealized gains and losses are reflected in the accompanying statement of activities based on restrictions put in place by the donor.

At June 30, 2008, the fair values of certain permanently restricted investments were below their original contribution by approximately \$472,000, and these deficiencies have been recorded in unrestricted net assets.

#### **Tax Status**

The Foundation is exempt from federal and state income taxes; accordingly, no provision for income taxes has been made in the accompanying financial statements.

#### **Fair Value of Financial Instruments**

The carrying amounts at June 30, 2008 for cash and cash equivalents, pledges receivable, beneficial interest in remainder trust, funds held for others, liabilities under remainder trusts and other liabilities approximate their fair values. See note 4 for investments.

# University of Mississippi Foundation

## Notes to Financial Statements

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### NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

#### **Split Interest Agreements**

The Foundation accepts gifts subject to split interest agreements. These gifts are generally in the form of charitable remainder unitrusts (CRUTs) and charitable remainder annuity trusts (CRATs). At the time of receipt, a gift is recorded based upon the fair value of the assets donated less the present value of any applicable liabilities for projected distributions to third parties. The discount rate used to value the beneficiary liability is fixed at the gift date. CRUTs are revalued annually and the beneficiary payments adjusted accordingly. Funds subject to split interest agreements are classified as temporarily restricted or permanently restricted based upon donor designations.

The Foundation is the beneficiary of one externally managed charitable remainder trust. This trust is recorded at the present value of the estimated future cash receipts from the assets of the trust.

#### **Recently Issued Accounting Standards**

In September 2006, the Financial Accounting Standards Board (FASB) issued Statement of Financial Accounting Standards (SFAS) No. 157, *Fair Value Measurements* (Statement No. 157). Statement No. 157 defines fair value, establishes a framework for measuring fair value in accordance with generally accepted accounting principles, and expands disclosures about fair value measurements. The provisions of Statement No. 157 are effective for fiscal years beginning after November 15, 2007. The Foundation will adopt the provisions of Statement No. 157 for its fiscal year beginning July 1, 2008. The Foundation is currently evaluating the impact of the provisions of Statement No. 157 on its own financial statements.

In February 2007, the FASB issued SFAS No. 159, *The Fair Value Option of Financial Assets and Financial Liabilities - including amendment of FASB Statement No. 115* (Statement No. 159). Statement No. 159 gives companies the irrevocable option to carry most financial assets and liabilities at fair value that are not currently required to be measured at fair value. If the fair value option is elected, changes in fair value would be recorded in changes in net assets at each subsequent reporting date. Statement No. 159 is effective for fiscal years beginning after November 15, 2007. The Foundation will adopt the provisions of Statement No. 159 for its fiscal year beginning July 1, 2008. The Foundation is currently evaluating the impact of the provisions of Statement No. 159 on its financial statements.

The FASB has issued FASB Staff Position (FSP) SFAS No. 117-1, *Endowments of Not-for-Profit Organizations: Net Asset Classification of Funds Subject to an Enacted Version of the Uniform Prudent Management of Institutional Funds, Act (UPMIFA), and Enhanced Disclosures for All Endowment Funds*, which provides guidance about the net asset classification of donor-restricted endowment funds for a not-for-profit organization that is subject to an enacted version of UPMIFA and expands disclosures about endowment funds (both donor-restricted and board-designated endowment funds), regardless of whether an organization is subject to UPMIFA. FSP SFAS No. 117-1 is effective for fiscal years ending after December 31, 2008. The Foundation is currently evaluating the impact of the provisions of FSP SFAS No. 117-1 on its financial statements.

# University of Mississippi Foundation

## Notes to Financial Statements

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### NOTE 3 – PLEDGES RECEIVABLE

The Foundation obtains pledges through fund raising projects in support of various activities. At June 30, 2008, pledges mature at various dates through 2029 (approximately \$9,136,000 is due in fiscal year 2009, \$23,245,000 is due in total during the period including fiscal year 2010 through fiscal year 2014, and \$5,352,000 is due thereafter). A summary of pledges receivable as of June 30, 2008 follows:

*As of June 30, 2008*

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Temporarily restricted	\$ 26,865,432
Permanently restricted	10,867,191
	37,732,623
Allowances for doubtful pledges	(7,481,928)
Present value discount (ranging from 3.3% to 6.1%)	(7,367,764)
	\$ 22,882,931

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### NOTE 4 – INVESTMENTS

The Foundation's investments consist of the following at June 30, 2008:

*As of June 30, 2008*

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U.S. Government securities	\$ 647,626
Corporate bonds	4,679,491
Certificates of deposit	284,451
Other short-term investments	14,211,342
Other fixed income securities	84,558,891
Equity securities	143,271,349
Real estate	6,958,299
Partnership and member interests	37,190,129
	\$ 291,801,578

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### NOTE 5 – LIFE INSURANCE POLICIES

The Foundation has obtained life insurance policies for which it has been named owner and beneficiary. The face amount of life insurance policies in excess of cash surrender value held by the Foundation is deferred and recognized as revenue only when collected. The cash surrender value amounts of such policies as of June 30, 2008 was \$1,367,000, which is reflected as other assets in the accompanying statement of financial position.



# University of Mississippi Foundation

## Notes to Financial Statements

### NOTE 6 – CHARITABLE TRUSTS

The Foundation administered charitable remainder trusts with investments of approximately \$6,726,000 as of June 30, 2008 and is reported as investments on the statements of financial position. Pursuant to the trust agreements, specified amounts of income from the trust's assets must be distributed to the income beneficiaries each year. Liabilities under remainder trusts approximated \$5,978,882 as of June 30, 2008. The discount rates used in this measurement range from 5.25% to 6.20%. The remainder of the income and the assets will become the property of the Foundation at a time designated in the trust agreements, usually upon the death of the income beneficiary.

### NOTE 7 – PROPERTY AND EQUIPMENT

Property and equipment consist of the following at June 30, 2008:

*As of June 30, 2008*

Land	\$ 665,000
Building and equipment	3,468,271
Total	4,133,271
Accumulated depreciation	(1,188,640)
Property and equipment, net	\$ 2,944,631

Depreciation expense has been computed utilizing the straight-line method over the estimated useful life of the building — 30 years and the equipment — 7 and 10 years.

### NOTE 8 – NET ASSETS

Permanently restricted net assets at June 30, 2008 were available for the following purposes:

*As of June 30, 2008*

Academic and program support	\$ 28,333,715
Scholarship support	59,878,745
Faculty support	28,632,139
Library support	12,998,528
Total	\$ 129,843,127

The vast majority of temporarily restricted net assets at June 30, 2008 were available for academic and program support.

# University of Mississippi Foundation

## Notes to Financial Statements

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### **NOTE 9 – FUNDS HELD FOR OTHERS**

The Foundation administered funds for others of \$16,282,368 at June 30, 2008. These funds are commingled with the Foundation's investments and are accounted for at the fair value of the underlying investments. Earnings and losses from these investments, as well as funds received and distributed, are not included in the changes of net assets of the Foundation.

The Foundation assists with fund raising activities of the University and processes the receipts for many University affiliated organizations. During fiscal year 2008, the Foundation received approximately \$1,916,715, for the University of Mississippi Alumni Association; \$13,539,000, for the UMAA Foundation. Distributions to these organizations, all of which were made at the direction of the affiliated organization, for fiscal year 2008 include approximately \$2,041,000, to the University of Mississippi Alumni Association; \$14,519,000, to the UMAA Foundation. In addition to these affiliated organizations, the Foundation maintains funds for certain other third party organizations. During fiscal year 2008, the Foundation received approximately \$127,000, from these organizations and made distributions to these organizations, at the organization's direction, of approximately \$392,000.

### **NOTE 10 – MISSISSIPPI COMMON FUND TRUST**

Included in other liabilities are \$2,655,324 at June 30, 2008, related to the Mississippi Common Fund Trust. The donor directed trust was established by the Foundation to allow donors to receive a charitable deduction for gifts to the trust. The Foundation manages the trust's assets with earnings distributed to a charitable organization, at the donor's direction, on an annual basis. If the donor does not make an annual designation of funds to a charitable organization, then such designation may be made by the Foundation. Remaining corpus must be disbursed to one or more qualifying charitable organizations within one year after the death of the donor's surviving spouse as directed through the donor's will or other instruction or it will revert to the Foundation.

### **NOTE 11 – SUBSEQUENT EVENT**

The liquidity crisis that originally was linked principally to the sub-prime lending markets has spread to other corners of the credit markets in the U.S. and internationally. It is not possible at this time to predict the full impact or duration of the existing illiquid credit market conditions. The unstable market conditions and the resulting uncertainties contribute to additional risks associated with certain significant investment valuation estimates. Management continues to monitor the composition of its portfolio to assess the potential impact of these market conditions on the valuation of its investments.

# University of Southern Mississippi Foundation

## Notes to Financial Statements

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### NOTE 1 – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

#### **Organization**

The University of Southern Mississippi Foundation (the Foundation) is a non-profit entity organized under the laws of the State of Mississippi to provide support to The University of Southern Mississippi (the University) and its students. The Foundation depends on the University to provide the staff and facilities for its operations (see note 9).

#### **Basis of Accounting**

The financial statements, which are presented on the accrual basis of accounting, have been prepared to present balances and transactions according to the existence or absence of donor-imposed restrictions. This has been accomplished by classification of net assets and transactions into three classes – permanently restricted, temporarily restricted, and unrestricted as follows:

##### **Permanently restricted net assets**

net assets subject to donor-imposed stipulations that they be maintained permanently by the Foundation. Generally, the donor of these assets permits the Foundation to use all or part of the income earned on related investments for general or specific purposes in support of the University.

##### **Temporarily restricted net assets**

net assets subject to donor-imposed stipulations that may or will be met by actions of the Foundation and/or the passage of time. Temporarily restricted net assets include contributions designated to a particular college or unit. To the extent that restricted resources from multiple donors are available for the same purpose, the Foundation expends such gifts on a "first in, first out" basis.

##### **Unrestricted net assets**

net assets which represent resources generated from operations or that are not subject to donor-imposed stipulations.

Revenues are reported as increases in unrestricted net assets unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in unrestricted net assets. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in unrestricted net assets unless their use is restricted by explicit donor stipulations or by law. Expirations of restrictions on net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as net assets released from restrictions.

Contributions, including unconditional promises to give, are recognized as revenues in the period received. Conditional promises to give are not recognized until they become unconditional, that is, when the conditions on which they depend are substantially met. Contributions of assets other than cash are recorded at their estimated fair value. Contributions to be received after one year are discounted at a rate commensurate with the risk involved. Amortization of the discount is recorded as contribution revenue and recognized in accordance with donor-imposed restrictions, if any, on the contributions. Allowance is made for uncollectible contributions based upon management's judgment and analysis of the creditworthiness of the donors, past collection experience and other relevant factors.

# University of Southern Mississippi Foundation

## Notes to Financial Statements

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### NOTE 1 – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (Continued)

Income and realized and unrealized gains (losses) on investments of permanently restricted net assets are reported as follows:

- as increases (decreases) in permanently restricted net assets if the terms of the gift or the Foundation's interpretation of relevant state law require that they be added to the principal of a permanent endowment fund;
- as increases (decreases) in temporarily restricted net assets if the terms of the gift impose restrictions on their use;
- as increases (decreases) in unrestricted net assets in all other cases.

#### **Use of Estimates**

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements. Actual results could differ from those estimates.

The Foundation's investments are primarily invested in various types of investment securities and in various companies within various markets. Investment securities are exposed to several risks, such as interest rate, market and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the Foundation's financial statements.

Another estimate that is particularly susceptible to significant change in the near term relates to the allowance for uncollectible pledges.

#### **Furniture and Equipment**

Furniture and equipment are stated at cost if purchased, or at fair value on the date of gift if donated. Depreciation of equipment is provided on the straight-line method over the estimated useful life of the assets. The estimated useful lives for automobiles and office equipment is five years and furniture and fixtures is seven years.

#### **Investments**

Investments in equity securities with readily determinable fair values and all investments in debt securities are reported at fair value. Transactions are accounted for on a trade date basis. Other investments, which consist primarily of pooled investment funds and real estate, are recorded at fair value. The fair value of real estate is based on recent appraisals.

The liquidity crisis that originally was linked principally to the sub-prime lending markets has spread to other corners of the credit markets in the U.S. and internationally. It is not possible at this time to predict the full impact or duration of the existing illiquid credit market conditions. The unstable market conditions and the resulting uncertainties contribute to additional risks associated with certain significant investment valuation estimates. There has been a negative return on the

# University of Southern Mississippi Foundation

## Notes to Financial Statements

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### NOTE 1 – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (Continued)

Foundations' investments from July 1, 2008 through September 30, 2008. Management continues to monitor the composition of its portfolio to assess the potential impact of these market conditions on the valuation of its investments.

#### **Pledges**

All unconditional pledges to give are recorded at their estimated realizable value on a discounted basis using a risk-free interest rate.

#### **Split Interest Agreements**

The Foundation accepts gifts subject to split interest agreements. These gifts are in the form of annuities, pooled income funds, charitable remainder trusts, or charitable lead trusts. At the time of receipt, a gift is recorded based upon the fair value of assets donated less any applicable liabilities. Liabilities include the present value of projected future distributions to the annuity or trust beneficiary and are determined using a designated discount rate. Funds subject to split interest agreements are classified as temporarily restricted or permanently restricted based upon donor designations.

#### **Income Taxes**

The Foundation is exempt from federal income taxes on related income under Internal Revenue Code section 501(a) as an organization described in section 501(c)(3). Accordingly, no provision for income taxes have been made.

#### **Planned Giving Inventory**

Planned giving inventory, which includes wills, revocable trusts, and the face value of insurance policies of which the Foundation is the owner and beneficiary, is not recorded as it represents a conditional promise to give which constitutes a future uncertain event.

#### **Liquidity**

Assets are presented according to their nearness to cash and liabilities are presented according to their nearness of payment or use of cash.

#### **Cash Equivalents**

All highly liquid cash investments with an original maturity of three months or less when purchased are considered to be cash equivalents.

#### **Contributed Goods and Services**

Contributed goods and services are recorded as revenues and expenses in the statements of activities at estimated fair value (see note 9).

#### **Recently Issued Accounting Standards**

In September 2006, the Financial Accounting Standards Board (FASB) issued Statement of Financial Accounting Standards (SFAS) No. 157, *Fair Value Measurements* (Statement No. 157). Statement No. 157 defines fair value, establishes a framework for measuring fair value in accordance with generally accepted accounting principles, and expands disclosures about fair value measurements. The provisions of Statement No. 157 are effective for fiscal years beginning after

# University of Southern Mississippi Foundation

## Notes to Financial Statements

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### NOTE 1 – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (Continued)

November 15, 2007. The Foundation will adopt the provisions of Statement No. 157 for its fiscal year beginning July 1, 2008. The Foundation is currently evaluating the impact of the provisions of Statement No. 157 on its own financial statements.

In February 2007, the FASB issued SFAS No. 159, *The Fair Value Option of Financial Assets and Financial Liabilities - including amendment of FASB Statement No. 115* (Statement No. 159). Statement No. 159 gives companies the irrevocable option to carry most financial assets and liabilities at fair value that are not currently required to be measured at fair value. If the fair value option is elected, changes in fair value would be recorded in changes in net assets at each subsequent reporting date. Statement No. 159 is effective for fiscal years beginning after November 15, 2007. The Foundation will adopt the provisions of Statement No. 159 for its fiscal year beginning July 1, 2008. The Foundation is currently evaluating the impact of the provisions of Statement No. 159 on its financial statements.

The FASB has issued FASB Staff Position (FSP) SFAS No. 117-1, *Endowments of Not-for-Profit Organizations: Net Asset Classification of Funds Subject to an Enacted Version of the Uniform Prudent Management of Institutional Funds, Act (UPMIFA), and Enhanced Disclosures for All Endowment Funds*, which provides guidance about the net asset classification of donor-restricted endowment funds for a not-for-profit organization that is subject to an enacted version of UPMIFA and expands disclosures about endowment funds (both donor-restricted and board-designated endowment funds), regardless of whether an organization is subject to UPMIFA. FSP SFAS No. 117-1 is effective for fiscal years ending after December 31, 2008. The Foundation is currently evaluating the impact of the provisions of FSP SFAS No. 117-1 on its financial statements.

### NOTE 2 – INVESTMENTS

Investments are summarized as follows at June 30, 2008:

*As of June 30, 2008*

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Pooled investments and mutual funds	\$ 16,119,690
U.S. Government obligations	8,699,018
Corporate equities	23,331,845
Corporate debt obligations	4,054,938
Cash surrender value of insurance policies	1,673,193
Real estate	516,056
Other	46,032
	<hr/>
	\$ 54,440,772

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The Foundation has entered into various split interest agreements, including charitable gift annuities and pooled income funds, whereby the Foundation serves as trustee. The assets held under these split interest agreements are included in investments at June 30, 2008 with a fair value of \$711,350.

At June 30, 2008, the fair value of certain permanently restricted investments have gone below their historical cost, and the deficiency of \$273,916, has been recorded in unrestricted net assets.

# University of Southern Mississippi Foundation

## Notes to Financial Statements

### NOTE 2 – INVESTMENTS (Continued)

The following schedule summarizes net investment income (loss) and its classification in the statement of activities:

*Year ended June 30, 2008*

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Dividends and interest (net of expenses of \$420,040)	\$ 1,256,644	\$ (65,205)	\$ 42,070	\$ 1,233,509
Realized gains (losses), net	34,661	3,785,985	320,900	4,141,546
Unrealized gains (losses), net	(409,255)	(5,501,249)	(294,295)	(6,204,799)
	\$ 882,050	\$ (1,780,469)	\$ 68,675	\$ (829,744)

### NOTE 3 – PLEDGES RECEIVABLE

Pledges receivable, net, are summarized as follows at June 30, 2008:

*January 8, 1900*

Unconditional promises expected to be collected in:	
Less than one year	\$ 4,386,979
One year to five years	4,609,775
Over five years	703,988
	9,700,742
Less unamortized discounts ranging from 3.34% to 5.15%	(909,986)
	8,790,756
Less allowance for uncollectible pledges	(723,871)
	\$ 8,066,885

### NOTE 4 – EXTERNALLY MANAGED TRUSTS

Externally managed trusts consist of irrevocable charitable lead trusts and charitable remainder trust whereby the Foundation is the beneficiary, not the trustee. The amount due from these split-interest agreements and the related contribution revenue is recognized at the fair value at the date of the gift. The amount due is then discounted using a discount rate and age factors in order to record the contribution at net present value. The discount rates used as of June 30, 2008 ranged from 3.99% to 4.59%.

# University of Southern Mississippi Foundation

## Notes to Financial Statements

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### NOTE 5 – FURNITURE AND EQUIPMENT

Furniture and equipment are summarized as follows:

*As of June 30, 2008*

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Automobiles	\$	45,469
Furniture and fixtures		66,872
Office equipment		8,519
		120,860
Less accumulated depreciation		(98,349)
	\$	22,511

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### NOTE 6 – TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets at June 30, 2008 were available for the following purposes:

*As of June 30, 2008*

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Student financial aid	\$	12,952,306
Academic divisions		2,455,194
Research		663,023
Operation and maintenance of plant		7,303,900
Library		190,312
Athletics		296,326
Faculty and staff support		506,616
Other restricted purposes		5,245,113
Total	\$	29,612,790

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# University of Southern Mississippi Foundation

## Notes to Financial Statements

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### NOTE 7 – PERMANENTLY RESTRICTED NET ASSETS

Permanently restricted net assets at June 30, 2008 have been categorized based on the donors' designation of the related investment income and are summarized as follows:

*As of June 30, 2008*

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Student financial aid	\$ 27,563,814
Academic divisions	2,229,254
Research	705,969
Operation and maintenance of plant	1,448,101
Library	2,975,699
Faculty and staff support	5,967,517
Other restricted purposes	4,074,520
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Total	\$ 44,964,874

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### NOTE 8 – PLANNED GIVING INVENTORY (UNAUDITED)

Planned giving inventory for the Foundation as of June 30, 2008 is as follows:

*As of June 30, 2008*

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Insurance policies	\$ 19,542,819
Wills	6,075,000
Trusts	8,434,599
Other	850,000
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Total	\$ 34,902,418

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# University of Southern Mississippi Foundation

## Notes to Financial Statements

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### NOTE 9 – RELATED PARTY TRANSACTIONS

The following contributed services, commodities, utilities, equipment, and facilities were received from the University during 2008 and are reflected as unrestricted contributions and unrestricted expenses in the statements of activities.

*Year ended June 30, 2008*

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Wages and benefits	\$ 1,381,198
Contractual services	46,411
Commodities	22,931
Utilities	37,893
Facilities	96,144
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Total	\$ 1,584,577

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### NOTE 10 – LEASE COMMITMENTS

The Foundation leases an automobile under a noncancelable operating lease agreement. Management expects that, in the normal course of business, leases which expire will be renewed or replaced by other similar leases.

At June 30, 2008, the minimum rental commitment under the noncancelable operating lease is \$12,935 and is due in fiscal 2009.

## **Combining Supplemental Information**

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# State of Mississippi Institutions of Higher Learning

## Combining Statement of Net Assets

As of June 30, 2008

	Alcorn State University	Delta State University	Jackson State University	Mississippi State University	Mississippi University for Women	Mississippi Valley State University	University of Mississippi	University of Southern Mississippi	University of Mississippi Medical Center	IHL Board Office	MCVS	Elimination Entries	TOTAL
<b>Assets</b>													
<b>Current assets:</b>													
Cash and cash equivalents	\$ 8,188,280	\$ (325,530)	\$ 12,429,594	\$ 48,258,134	\$ 1,776,567	\$ 3,050,094	\$ 33,262,244	\$ 47,418,664	\$ 137,742,560	\$ 6,738,126	\$ 137,995	\$ -	\$ 298,676,728
Short-term investments	5,054,054	1,095,375	100,094	5,010,744	1,275,883	1,409,663	79,641,891	8,172,146	-	3,962,634	-	-	105,722,484
Accounts receivable, net	11,570,525	4,990,262	22,196,691	45,462,169	5,071,606	6,921,025	32,282,535	45,295,333	84,403,652	3,823,703	481,207	-	262,498,708
Student notes receivable, net	165,709	375,390	266,677	2,369,861	149,761	-	3,489,479	1,482,004	670,901	1,246,239	-	-	10,216,021
Inventories	111,830	273,287	84,139	2,767,384	13,032	599,223	1,133,334	585,102	14,697,809	556,770	-	-	20,821,910
Prepaid expenses	9,711	114,652	-	3,673,241	190,284	61,149	189,760	2,031,471	1,635,272	67,486	-	-	7,973,026
Other current assets	-	-	7,151	-	-	-	-	-	78,660,214	-	-	-	78,667,365
<b>Total current assets</b>	<b>25,100,109</b>	<b>6,523,436</b>	<b>35,084,346</b>	<b>107,541,533</b>	<b>8,477,133</b>	<b>12,041,154</b>	<b>149,999,243</b>	<b>104,984,720</b>	<b>317,810,408</b>	<b>16,394,958</b>	<b>619,202</b>	<b>0</b>	<b>784,576,242</b>
<b>Noncurrent assets:</b>													
Restricted cash and cash equivalents	4,912,733	369,853	5,500,696	3,151,172	(163,932)	317,831	16,590,183	1,097,927	88,025,975	1,346,473	-	-	121,148,911
Restricted short-term investments	-	-	-	-	400,000	3,939,339	-	-	2,967,699	1,658,159	-	-	8,965,197
Endowments investments	4,462,178	9,639	13,962,095	25,586,757	2,407,939	1,406,136	67,648,154	2,826,806	50,424,159	10,645,350	-	-	179,379,213
Other long-term investments	-	7,682,243	911,546	68,404,567	3,097,219	6,182,295	59,174,929	20,406,899	25,800,642	21,589,526	555,047	-	213,804,913
Student notes receivable, net	-	1,444,811	1,562,173	16,094,870	1,497,854	-	18,600,230	23,343,871	13,104,349	33,685,593	-	-	109,333,751
Capital assets, net	100,931,280	87,538,539	231,092,304	607,750,814	78,369,557	55,207,721	452,866,962	335,820,288	391,502,008	5,431,544	24,961	-	2,346,535,978
Other noncurrent assets	-	-	1,874,371	-	-	156,555	-	-	-	-	-	-	2,030,926
<b>Total noncurrent assets</b>	<b>110,306,191</b>	<b>97,045,085</b>	<b>254,903,185</b>	<b>720,988,180</b>	<b>85,608,637</b>	<b>67,209,877</b>	<b>614,880,458</b>	<b>383,495,791</b>	<b>571,824,832</b>	<b>74,356,645</b>	<b>580,008</b>	<b>-</b>	<b>2,981,198,889</b>
<b>Total assets</b>	<b>\$ 135,406,300</b>	<b>\$ 103,568,521</b>	<b>\$ 289,987,531</b>	<b>\$ 828,529,713</b>	<b>\$ 94,085,770</b>	<b>\$ 79,251,031</b>	<b>\$ 764,879,701</b>	<b>\$ 488,480,511</b>	<b>\$ 889,635,240</b>	<b>\$ 90,751,603</b>	<b>\$ 1,199,210</b>	<b>\$ -</b>	<b>\$ 3,765,775,131</b>

(Continued)

# State of Mississippi Institutions of Higher Learning

## Combining Statement of Net Assets

As of June 30, 2008

	Alcorn State University	Delta State University	Jackson State University	Mississippi State University	Mississippi University for Women	Mississippi Valley State University	University of Mississippi	University of Southern Mississippi	University of Mississippi Medical Center	IHL Board Office	MCVS	Elimination Entries	TOTAL
<b>Liabilities</b>													
Current liabilities:													
Accounts payable and accrued liabilities	\$ 4,630,383	\$ 2,424,120	\$ 11,587,871	\$ 25,669,132	\$ 2,404,935	\$ 2,895,166	\$ 19,745,201	\$ 15,875,604	\$ 55,022,555	\$ 3,155,899	\$ 506,386	\$ -	\$ 143,917,252
Deferred revenues	24,503	1,421,446	5,352,441	10,306,356	716,803	-	22,461,480	9,115,667	2,185,470	-	-	-	51,584,166
Accrued leave liabilities - current portion	1,763,608	160,949	297,495	1,382,939	41,632	176,031	921,000	1,100,000	2,354,683	40,975	8,865	-	8,248,177
Long-term liabilities - current portion	51,193	1,010,016	1,859,425	6,613,621	244,362	105,000	5,279,259	2,284,084	15,980,727	5,767,474	-	-	39,195,161
Other current liabilities	-	-	-	247,655	227,278	1,794,753	283,310	19,665	26,060,941	-	-	-	28,633,602
<b>Total current liabilities</b>	<b>6,469,687</b>	<b>5,016,531</b>	<b>19,097,232</b>	<b>44,219,703</b>	<b>3,635,010</b>	<b>4,970,950</b>	<b>48,690,250</b>	<b>28,395,020</b>	<b>101,604,376</b>	<b>8,964,348</b>	<b>515,251</b>	<b>-</b>	<b>271,578,358</b>
Noncurrent liabilities:													
Deposits refundable	929,434	129,058	32,444	82,240	-	228,824	105,305	100,803	747,321	-	-	-	2,355,429
Accrued leave liabilities	1,835,592	1,533,753	2,968,093	19,392,089	941,671	1,717,322	10,438,126	8,210,414	27,599,652	606,307	44,646	-	75,287,665
Long-term liabilities	185,000	5,748,964	92,159,787	138,592,333	471,953	18,800,000	80,203,864	77,782,347	149,696,909	-	-	-	563,641,157
Other long-term liabilities	-	1,809,187	1,554,522	15,363,492	1,560,205	-	9,264,000	28,447,100	29,320,567	17,815,526	-	-	105,134,599
<b>Total noncurrent liabilities</b>	<b>2,950,026</b>	<b>9,220,962</b>	<b>96,714,846</b>	<b>173,430,154</b>	<b>2,973,829</b>	<b>20,746,146</b>	<b>100,011,295</b>	<b>114,540,664</b>	<b>207,364,449</b>	<b>18,421,833</b>	<b>44,646</b>	<b>-</b>	<b>746,418,850</b>
<b>Total liabilities</b>	<b>9,419,713</b>	<b>14,237,493</b>	<b>115,812,078</b>	<b>217,649,857</b>	<b>6,608,839</b>	<b>25,717,096</b>	<b>148,701,545</b>	<b>142,935,684</b>	<b>308,968,825</b>	<b>27,386,181</b>	<b>559,897</b>	<b>-</b>	<b>1,017,997,208</b>
<b>Net Assets</b>													
Invested in capital assets, net of related debt	100,695,087	80,815,472	143,088,242	462,544,860	77,653,242	36,459,277	367,383,840	255,753,856	229,662,372	5,425,391	24,961	-	1,759,506,600
Restricted for:													
Nonexpendable:													
Scholarships and fellowships	-	-	13,962,095	3,082,247	1,236,406	1,483,296	4,281,882	-	-	-	-	-	24,045,926
Research	-	-	-	4,880,672	-	-	149,660	-	-	-	-	-	5,030,332
Other purposes	4,482,076	-	-	8,543,382	1,563,679	-	43,075,025	569,090	15,051,958	-	614,352	-	73,899,562
Expendable:													
Scholarships and fellowships	-	-	8,595	667,927	679,597	1,521,337	5,529,034	3,641,678	2,410,819	39,194,484	-	-	53,653,471
Research	-	-	-	10,787,239	-	-	7,382,925	80,627	27,160,023	-	-	-	45,410,814
Capital projects	-	2,778,218	13,406,883	2,895,081	1,651,068	5,570,000	13,654,179	-	43,116,649	-	-	-	83,072,078
Debt service	414,981	308,118	213,531	(3,602,477)	-	7	234,857	4,006,993	5,836,039	9,010	-	-	7,421,059
Loans	1,482,210	399,609	274,327	3,937,218	301,899	-	13,900,162	5,235,851	7,624,203	-	-	-	33,165,479
Other purposes	1,069,614	204,080	-	1,947,342	(143,440)	5,475,519	11,811,205	5,579,498	58,486,647	14,320,073	-	-	98,750,538
<b>Unrestricted</b>	<b>17,832,619</b>	<b>4,825,531</b>	<b>3,221,780</b>	<b>115,196,365</b>	<b>4,534,480</b>	<b>3,024,499</b>	<b>148,775,387</b>	<b>70,677,234</b>	<b>191,317,705</b>	<b>4,416,464</b>	<b>-</b>	<b>-</b>	<b>563,822,064</b>
<b>Total net assets</b>	<b>125,986,587</b>	<b>89,331,028</b>	<b>174,175,453</b>	<b>610,879,856</b>	<b>87,476,931</b>	<b>53,533,935</b>	<b>616,178,156</b>	<b>345,544,827</b>	<b>580,666,415</b>	<b>63,365,422</b>	<b>639,313</b>	<b>-</b>	<b>2,747,777,923</b>
<b>Total liabilities and net assets</b>	<b>\$ 135,406,300</b>	<b>\$ 103,568,521</b>	<b>\$ 289,987,531</b>	<b>\$ 828,529,713</b>	<b>\$ 94,085,770</b>	<b>\$ 79,251,031</b>	<b>\$ 764,879,701</b>	<b>\$ 488,480,511</b>	<b>\$ 889,635,240</b>	<b>\$ 90,751,603</b>	<b>\$ 1,199,210</b>	<b>\$ -</b>	<b>\$ 3,765,775,131</b>

(Concluded)

# State of Mississippi Institutions of Higher Learning

## Combining Statement of Revenues, Expenses and Changes in Net Assets

For the year ended June 30, 2008

	Alcorn State University	Delta State University	Jackson State University	Mississippi State University	Mississippi University for Women	Mississippi Valley State University	University of Mississippi	University of Southern Mississippi	University of Mississippi Medical Center	IHL Board Office	MCVS	Elimination Entries	TOTAL
<b>Operating Revenues</b>													
Tuition and fees	\$ 17,181,588	\$ 18,755,399	\$ 43,315,917	\$ 103,021,185	\$ 10,846,763	\$ 16,089,194	\$ 124,137,378	\$ 91,985,161	\$ 10,210,762	\$ -	\$ -	\$ -	\$ 435,543,347
Less scholarship allowance:	(7,888,419)	(4,388,934)	(16,600,053)	(23,079,413)	(3,625,528)	(7,793,535)	(23,582,400)	(18,790,257)	(1,715,266)	-	-	-	(107,463,805)
Net tuition and fees	9,293,169	14,366,465	26,715,864	79,941,772	7,221,235	8,295,659	100,554,978	73,194,904	8,495,496	-	-	-	328,079,542
Federal appropriations	-	-	-	15,235,366	-	-	-	-	-	-	-	-	15,235,366
Federal grants and contracts	17,192,745	3,744,713	43,822,670	147,151,788	910,517	9,045,414	57,035,404	54,769,909	36,358,438	8,497,654	3,575,428	(19,358,340)	362,746,340
State grants and contracts	742,094	895,965	3,789,487	18,281,926	6,814,643	234,335	9,003,432	9,102,983	8,304,316	71,499	-	(15,601,263)	41,639,417
Nongovernmental grants and contracts	902,297	3,017,150	2,482,835	11,900,039	2,095,020	-	29,985,545	4,330,669	13,602,870	1,168,000	5,933	-	69,490,358
Sales and services of educational departments	744,106	1,036,177	1,820,329	31,608,952	911,904	1,338,871	9,163,122	2,030,892	1,011,884	2,366,172	125,491	(1,722,094)	50,435,806
Auxiliary enterprises:													
Student housing	3,321,173	3,280,003	7,682,005	15,447,718	1,677,929	2,589,878	11,930,168	12,163,919	-	-	-	-	58,092,793
Food services	2,964,904	2,877,444	5,827,430	322,684	1,142,319	2,196,212	1,392,325	1,473,409	-	-	-	-	18,196,737
Bookstore	65,162	238,360	-	846,936	97,627	2,159,211	690,807	1,237,354	2,128,032	-	-	-	7,463,489
Athletics	-	-	-	25,091,693	-	-	25,167,900	8,771,857	-	-	-	-	59,031,450
Other auxiliary revenues	1,322,425	1,465,474	2,040,165	10,523,089	269,228	1,564,111	3,417,819	3,700,842	1,652,499	2,819,088	-	-	28,774,740
Less auxiliary enterprise scholarship allowance	(607,152)	(1,220,818)	(1,756,501)	(5,066,213)	(906,328)	-	(2,050,644)	(2,262,890)	-	-	-	-	(13,870,546)
Interest earned on loans to students	-	26,923	-	209,117	-	80,756	362,591	-	160,418	-	-	-	839,805
Patent care revenues	-	-	-	-	-	-	-	-	531,192,186	-	-	-	531,192,186
Other operating revenues	620,122	598,927	4,920,804	2,435,068	20,214	1,548,270	5,671,297	4,298,870	23,926,643	12,223,972	554	(11,231,461)	45,033,280
<b>Total operating revenues</b>	<b>36,561,045</b>	<b>30,326,783</b>	<b>97,345,088</b>	<b>353,929,945</b>	<b>20,254,308</b>	<b>29,052,717</b>	<b>252,324,744</b>	<b>172,812,718</b>	<b>626,832,782</b>	<b>27,146,385</b>	<b>3,707,406</b>	<b>(47,913,158)</b>	<b>1,602,380,763</b>
<b>Operating Expenses</b>													
Salaries and wages	31,893,999	27,076,723	79,136,814	260,301,787	18,349,488	24,421,634	151,770,758	136,845,853	352,285,359	9,112,897	580,695	-	1,091,776,007
Fringe benefits	10,840,268	7,780,054	20,255,022	77,074,254	4,969,336	8,114,819	38,098,324	42,449,258	93,195,817	2,206,529	169,065	-	305,152,746
Travel	2,280,725	1,329,494	4,682,572	14,783,791	425,914	1,925,642	9,704,351	8,347,911	2,384,518	319,873	129,463	-	46,314,254
Contractual services	13,509,319	10,203,490	24,668,991	97,657,957	6,178,211	8,084,659	62,772,382	62,359,147	160,075,530	21,084,683	3,244,205	(32,311,895)	437,526,679
Utilities	4,037,250	2,733,411	4,695,575	14,557,067	2,812,010	2,306,863	9,860,612	10,514,617	14,937,200	1,038,923	-	-	67,493,528
Scholarships and fellowships	6,989,369	4,620,837	15,819,644	21,684,791	4,362,049	5,449,515	27,821,636	16,489,459	4,040,565	33,445,061	-	(15,601,263)	125,121,663
Commodities	6,225,642	2,947,862	14,348,090	47,722,400	2,259,588	7,163,835	24,851,639	18,940,447	141,983,324	890,850	134,548	-	267,268,225
Depreciation	3,436,761	3,270,787	4,573,651	25,570,070	1,918,310	2,175,789	20,192,555	13,367,488	25,005,443	272,862	7,571	-	99,791,287
Other operating expenses	64,401	81,618	4,084,034	-	-	-	833,661	-	348,003	165,780	9,443	-	5,586,940
<b>Total operating expenses</b>	<b>79,277,734</b>	<b>60,044,276</b>	<b>172,264,393</b>	<b>559,352,117</b>	<b>41,274,906</b>	<b>59,642,756</b>	<b>345,705,918</b>	<b>309,314,180</b>	<b>794,255,759</b>	<b>68,537,458</b>	<b>4,274,990</b>	<b>(47,913,158)</b>	<b>2,446,031,329</b>
<b>Operating loss</b>	<b>(42,716,689)</b>	<b>(29,717,493)</b>	<b>(74,919,305)</b>	<b>(205,422,172)</b>	<b>(21,020,598)</b>	<b>(30,590,039)</b>	<b>(93,381,174)</b>	<b>(136,501,462)</b>	<b>(167,422,977)</b>	<b>(41,391,073)</b>	<b>(567,584)</b>	<b>-</b>	<b>(843,650,566)</b>

(Continued)

# State of Mississippi Institutions of Higher Learning

## Combining Statement of Revenues, Expenses and Changes in Net Assets

For the year ended June 30, 2008

	Alcorn State University	Delta State University	Jackson State University	Mississippi State University	Mississippi University for Women	Mississippi Valley State University	University of Mississippi	University of Southern Mississippi	University of Mississippi Medical Center	IHL Board Office	MCVS	Elimination Entries	TOTAL
<b>Nonoperating Revenues (Expenses)</b>													
State appropriations	\$ 29,119,522	\$ 23,833,004	\$ 54,706,009	\$ 183,200,115	\$ 15,854,067	\$ 20,302,567	\$ 88,378,677	\$ 95,113,421	\$ 226,288,885	\$ 43,403,621	\$ 514,773	\$ -	\$ 780,714,661
Gifts and grants	9,085,188	4,913,547	18,848,532	51,682,952	3,982,285	9,606,826	19,094,245	21,528,070	11,289,373	444,477	28,997	-	150,504,492
Investment income, net of investment expense	382,478	612,635	937,303	4,048,451	398,458	858,541	3,813,541	4,024,960	4,833,744	2,334,207	-	-	22,244,318
Interest expense on capital asset-related debt	-	(431,198)	(5,804,857)	(6,508,654)	(33,807)	(761,131)	(3,664,967)	(3,679,771)	(7,708,383)	-	-	-	(28,592,768)
Other nonoperating revenues	-	7,465	292,200	883,415	86,274	20,536	-	7,707	2,620,839	17,731	-	-	3,936,167
Other nonoperating expenses	-	(2,424,136)	(5,191,624)	(464,229)	(802,984)	(11,562,255)	272	-	-	(917,909)	-	-	(21,362,865)
<b>Total net nonoperating revenues (expenses)</b>	<b>38,587,188</b>	<b>26,511,317</b>	<b>63,787,563</b>	<b>232,842,050</b>	<b>19,484,293</b>	<b>18,465,084</b>	<b>107,621,768</b>	<b>116,994,387</b>	<b>237,324,458</b>	<b>45,282,127</b>	<b>543,770</b>	<b>-</b>	<b>907,444,005</b>
<b>Income (loss) before other revenues, expenses, gains and losses</b>	<b>(4,129,501)</b>	<b>(3,206,176)</b>	<b>(11,131,742)</b>	<b>27,419,878</b>	<b>(1,536,305)</b>	<b>(12,124,955)</b>	<b>14,240,594</b>	<b>(19,507,075)</b>	<b>69,901,481</b>	<b>3,891,054</b>	<b>(23,814)</b>	<b>-</b>	<b>63,793,439</b>
Capital grants and gifts	-	-	-	107,227	2,155,776	-	9,955,657	28,063,105	184,821	-	-	-	40,466,586
State appropriations restricted for capital purposes	12,586,449	5,219,581	11,284,561	7,907,536	1,434,206	17,076,504	8,977,006	9,819,617	3,915,653	264,889	-	-	78,486,002
Additions to permanent endowments	1,415,000	-	-	-	72,594	51,200	5,766	-	245,609	-	-	-	1,790,169
Other additions	-	76,885	-	-	-	-	131,447	440,440	-	-	-	-	648,772
Other deletions	-	(211,769)	-	(724,288)	-	-	(900,591)	(998,767)	(2,556,912)	-	-	-	(5,392,327)
<b>Change in net assets</b>	<b>9,871,948</b>	<b>1,878,521</b>	<b>152,819</b>	<b>34,710,353</b>	<b>2,126,271</b>	<b>5,002,749</b>	<b>32,409,879</b>	<b>17,817,320</b>	<b>71,690,652</b>	<b>4,155,943</b>	<b>(23,814)</b>	<b>-</b>	<b>179,792,641</b>
<b>Net Assets - beginning of year, as originally reported</b>	<b>115,781,006</b>	<b>89,535,029</b>	<b>174,022,634</b>	<b>576,169,503</b>	<b>86,432,057</b>	<b>48,531,186</b>	<b>583,768,277</b>	<b>319,785,186</b>	<b>508,975,763</b>	<b>59,470,715</b>	<b>-</b>	<b>-</b>	<b>2,562,471,356</b>
Prior period adjustments	333,633	(2,082,522)	-	-	(1,081,397)	-	-	7,942,321	-	(261,236)	663,127	-	5,513,926
<b>Net Assets - beginning of year, as restated</b>	<b>116,114,639</b>	<b>87,452,507</b>	<b>174,022,634</b>	<b>576,169,503</b>	<b>85,350,660</b>	<b>48,531,186</b>	<b>583,768,277</b>	<b>327,727,507</b>	<b>508,975,763</b>	<b>59,209,479</b>	<b>663,127</b>	<b>-</b>	<b>2,567,985,282</b>
<b>Net Assets - end of year</b>	<b>\$ 125,986,587</b>	<b>\$ 89,331,028</b>	<b>\$ 174,175,453</b>	<b>\$ 610,879,856</b>	<b>\$ 87,476,931</b>	<b>\$ 53,533,935</b>	<b>\$ 616,178,156</b>	<b>\$ 345,544,827</b>	<b>\$ 580,666,415</b>	<b>\$ 63,365,422</b>	<b>\$ 639,313</b>	<b>\$ -</b>	<b>\$ 2,747,777,923</b>

(Concluded)



# State of Mississippi Institutions of Higher Learning

## Combining Statement of Cash Flows

For the year ended June 30, 2008

	Alcorn State University	Delta State University	Jackson State University	Mississippi State University	Mississippi University for Women	Mississippi Valley State University	University of Mississippi	University of Southern Mississippi	University of Mississippi Medical Center	IHL Board Office	MCVS	Elimination Entries	TOTAL
<b>Operating Activities</b>													
Tuition and fees	\$ 9,086,494	\$ 14,388,459	\$ 27,207,863	\$ 79,327,467	\$ 7,190,327	\$ 6,797,491	\$ 100,562,808	\$ 73,873,264	\$ 8,898,822	\$ -	\$ -	\$ -	\$ 327,332,995
Grants and contracts	20,714,333	7,831,958	50,278,488	174,057,747	9,633,484	9,441,200	114,257,873	63,662,768	56,720,102	9,737,153	3,581,361	(34,959,603)	484,956,864
Sales and services of educational departments	744,106	1,036,177	2,684,028	32,092,001	901,408	1,338,871	9,838,154	2,030,892	986,903	2,819,088	125,491	(1,722,094)	52,875,025
Payments to suppliers	(16,119,346)	(14,456,432)	(48,025,225)	(161,052,385)	(8,607,480)	(16,303,889)	(88,087,882)	(91,937,169)	(298,184,622)	(21,443,406)	(3,446,989)	32,311,895	(735,352,930)
Payments to employees for salaries and benefits	(43,257,520)	(34,115,130)	(96,602,040)	(335,083,098)	(23,395,069)	(32,733,711)	(186,676,431)	(178,010,639)	(441,010,768)	(11,319,426)	(749,760)	-	(1,382,953,592)
Payments for utilities	(4,037,250)	(2,733,411)	(4,721,557)	(14,557,068)	(2,771,557)	(2,306,863)	(9,663,053)	(10,513,942)	(14,217,200)	(1,038,923)	-	-	(66,560,824)
Payment for scholarships and fellowships	(6,989,369)	(4,620,837)	(17,576,145)	(21,684,791)	(4,372,113)	(5,449,515)	(27,786,884)	(16,842,219)	(4,040,565)	(23,275,165)	-	15,601,263	(117,036,340)
Loans issued to students and employees	-	(423,723)	-	(4,315,624)	-	-	(5,465,106)	(4,897,270)	(2,349,393)	(8,260,332)	-	-	(25,711,448)
Collections of loans to students and employees	-	281,074	-	3,259,970	-	(31,313)	2,060,881	3,725,229	1,574,116	1,649,556	-	-	12,519,513
Auxiliary enterprise charges:													
Student housing	3,315,909	3,091,428	9,670,419	15,479,154	1,148,284	2,591,011	9,711,521	11,035,409	681	-	-	-	56,043,816
Food services	2,964,904	2,877,444	3,983,494	385,865	786,399	2,196,212	1,214,670	1,303,689	-	-	-	-	15,712,677
Bookstore	65,162	238,360	-	846,936	97,634	2,159,211	692,603	1,104,350	2,077,976	-	-	-	7,282,232
Athletics	-	-	-	23,434,643	-	-	24,719,222	8,348,067	-	-	-	-	56,501,932
Other auxiliary enterprises	715,273	425,926	927,968	8,494,667	270,572	1,564,111	3,550,939	3,390,171	1,652,679	2,366,172	-	-	23,358,478
Patient care services	-	-	-	-	-	-	-	-	518,775,824	-	-	-	518,775,824
Interest earned on loans to students	-	26,923	4,558	-	-	80,756	392,302	-	160,418	213,529	-	-	878,486
Other receipts	620,029	691,918	4,939,015	209,117	20,214	2,880,923	5,614,982	3,155,500	24,908,500	12,867,743	554	(11,231,461)	44,677,034
Other payments	-	(287,211)	-	16,716,587	-	(1,393)	(9,683,170)	-	(350,929)	(165,780)	-	-	6,228,104
<b>Net cash provided (used) by operating activities</b>	<b>(32,177,275)</b>	<b>(25,747,077)</b>	<b>(67,229,134)</b>	<b>(182,388,812)</b>	<b>(19,097,897)</b>	<b>(27,776,898)</b>	<b>(54,746,571)</b>	<b>(130,571,900)</b>	<b>(144,397,456)</b>	<b>(35,849,791)</b>	<b>(489,343)</b>	<b>-</b>	<b>(720,472,154)</b>
<b>Noncapital Financing Activities</b>													
State appropriations	30,523,648	23,493,032	53,987,114	182,885,517	15,816,965	20,067,956	88,015,637	94,517,957	226,028,785	43,403,621	514,773	-	779,255,005
Gifts and grants for other than capital purposes	-	-	18,848,531	43,989,538	4,111,856	9,606,826	18,474,292	21,902,440	11,289,373	444,477	-	-	128,667,333
Private gifts for endowment purposes	1,415,000	-	-	-	14,489	51,200	5,766	-	245,609	-	-	-	1,732,064
Federal loan program receipts	22,288,662	14,673,127	59,136,548	68,837,485	9,724,329	21,536,816	56,707,077	72,061,314	18,211,357	-	-	-	343,176,715
Federal loan program disbursements	(22,288,662)	(14,673,127)	(59,136,548)	(68,703,868)	(9,725,866)	(21,536,816)	(56,707,077)	(72,696,641)	(18,211,357)	-	-	-	(343,679,962)
Other sources	-	4,913,546	-	23,027	413,348	-	146,550	33,733	514,419	-	-	-	6,044,623
Other uses	-	(24,992)	-	(337,283)	(848,712)	(2,354,349)	(548,305)	-	(1,427,308)	(127,499)	-	-	(5,668,448)
<b>Net cash provided (used) by noncapital financing activities</b>	<b>31,938,648</b>	<b>28,381,586</b>	<b>72,835,645</b>	<b>226,694,416</b>	<b>19,506,409</b>	<b>27,371,633</b>	<b>106,093,940</b>	<b>115,818,803</b>	<b>236,650,878</b>	<b>43,720,589</b>	<b>514,773</b>	<b>-</b>	<b>909,527,330</b>

(Continued)

# State of Mississippi Institutions of Higher Learning

## Combining Statement of Cash Flows

For the year ended June 30, 2008

	Alcorn State University	Delta State University	Jackson State University	Mississippi State University	Mississippi University for Women	Mississippi Valley State University	University of Mississippi	University of Southern Mississippi	University of Mississippi Medical Center	IHL Board Office	MCVS	Elimination Entries	TOTAL
<b>Capital and Related Financing Activities</b>													
Proceeds from capital debt	\$ -	\$ 675,000	\$ 77,725,642	\$ 6,110,000	\$ -	\$ -	\$ -	\$ 3,160,000	\$ -	\$ -	\$ -	\$ -	\$ 87,670,642
Cash paid for capital assets	(1,902,116)	(1,379,099)	(16,212,060)	(25,594,540)	(2,294,675)	(11,558,048)	(46,309,730)	(52,424,128)	(32,763,602)	(5,100)	-	-	(190,443,098)
Capital appropriations received	-	-	-	-	-	-	8,437,233	-	-	-	-	-	8,437,233
Capital grants and contracts received	9,085,188	-	-	107,227	4,474,956	-	6,130,341	27,720,238	96,211	-	-	-	47,614,161
Proceeds from sales of capital assets	-	-	-	1,071,831	-	(39,938)	-	105,565	910,267	-	-	-	2,047,725
Principal paid on capital debt and leases	(50,000)	(835,259)	(74,825,656)	(6,591,570)	(227,786)	(130,000)	(4,953,978)	(2,727,491)	(11,118,300)	(3,641)	-	-	(101,463,681)
Interest paid on capital debt and leases	(16,440)	(431,198)	(5,200,501)	(6,904,125)	(33,807)	(761,131)	(3,705,874)	(3,527,476)	(7,580,986)	(76)	-	-	(28,161,614)
Other sources	-	337,225	736,613	3,621,052	-	20,536	1,178,188	440,440	2,173,200	-	-	-	8,507,254
Other uses	99	(834,793)	(1,731,394)	(353,520)	(1,906,866)	-	(123,501)	(998,768)	-	-	-	-	(5,948,743)
<b>Net cash provided (used) by capital and related financing activities</b>	<b>7,116,731</b>	<b>(2,468,124)</b>	<b>(19,507,356)</b>	<b>(28,533,645)</b>	<b>11,822</b>	<b>(12,468,581)</b>	<b>(39,347,321)</b>	<b>(28,251,620)</b>	<b>(48,283,210)</b>	<b>(8,817)</b>	<b>-</b>	<b>-</b>	<b>(171,740,121)</b>
<b>Investing Activities</b>													
Proceeds from sales and maturities of investments	1,415,000	1,650,000	62,690,155	102,265,457	5,748,952	10,758,186	47,767,595	68,344,034	64,417,773	49,707,315	-	-	414,764,467
Interest received on investments	384,005	604,873	955,519	6,225,581	316,380	858,541	9,326,187	4,697,812	9,894,207	1,401,338	-	-	34,664,443
Purchases of investments	(1,415,000)	(2,500,000)	(33,308,130)	(101,717,059)	(5,889,790)	90,742	(60,058,821)	(35,805,122)	(40,113,607)	(55,112,570)	-	-	(335,829,357)
<b>Net cash provided (used) by investing activities</b>	<b>384,005</b>	<b>(245,127)</b>	<b>30,337,544</b>	<b>6,773,979</b>	<b>175,542</b>	<b>11,707,469</b>	<b>(2,965,039)</b>	<b>37,236,724</b>	<b>34,198,373</b>	<b>(4,003,917)</b>	<b>-</b>	<b>-</b>	<b>113,599,553</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>7,262,109</b>	<b>(78,742)</b>	<b>16,436,699</b>	<b>22,545,938</b>	<b>595,876</b>	<b>(1,166,377)</b>	<b>9,035,009</b>	<b>(5,767,993)</b>	<b>78,168,585</b>	<b>3,858,074</b>	<b>25,430</b>	<b>-</b>	<b>130,914,608</b>
<b>Cash and cash equivalents - beginning of year</b>	<b>5,838,904</b>	<b>123,065</b>	<b>1,493,591</b>	<b>28,863,368</b>	<b>1,016,759</b>	<b>4,534,302</b>	<b>40,817,418</b>	<b>54,284,584</b>	<b>147,599,950</b>	<b>4,226,525</b>	<b>112,565</b>	<b>-</b>	<b>288,911,031</b>
<b>Cash and cash equivalents - end of year</b>	<b>\$ 13,101,013</b>	<b>\$ 44,323</b>	<b>\$ 17,930,290</b>	<b>\$ 51,409,306</b>	<b>\$ 1,612,635</b>	<b>\$ 3,367,925</b>	<b>\$ 49,852,427</b>	<b>\$ 48,516,591</b>	<b>\$ 225,768,535</b>	<b>\$ 8,084,599</b>	<b>\$ 137,995</b>	<b>\$ -</b>	<b>\$ 419,825,639</b>

# State of Mississippi Institutions of Higher Learning

## Combining Statement of Cash Flows

For the year ended June 30, 2008

	Alcorn State University	Delta State University	Jackson State University	Mississippi State University	Mississippi University for Women	Mississippi Valley State University	University of Mississippi	University of Southern Mississippi	University of Mississippi Medical Center	IHL Board Office	MCVS	Elimination Entries	TOTAL
<b>Reconciliation of Operating Income</b>													
<b>(Loss) to Net Cash Provided</b>													
<b>(Used) by Operating Activities</b>													
Operating income (loss)	\$ (42,716,689)	\$ (29,717,493)	\$ (74,919,305)	\$ (205,422,172)	\$ (21,020,598)	\$ (30,590,039)	\$ (93,381,174)	\$ (136,501,462)	\$ (167,422,977)	\$ (41,391,073)	\$ (567,584)	-	\$ (843,650,566)
<b>Adjustments to reconcile net</b>													
<b>income (loss) to net cash provided</b>													
<b>(used) by operating activities:</b>													
Depreciation expense	3,436,761	3,270,787	4,573,651	25,570,070	1,918,310	2,175,789	20,192,555	13,367,488	25,005,443	272,862	7,571	-	99,791,287
Self-insured claims expense	-	-	-	-	-	-	-	-	2,544,000	7,024,000	-	-	9,568,000
Bad debt expense	-	258,623	1,969,430	314,904	135,085	156,618	536,622	150,000	265,600,515	632,956	-	-	269,754,753
Other	-	359,558	-	-	-	-	-	-	-	610,264	(79,778)	-	890,044
<b>Changes in assets and liabilities</b>													
<b>(Increase) decrease in assets:</b>													
Receivables, net	3,150,762	(269,820)	(4,104,242)	(5,714,125)	(310,402)	(171,756)	18,208,851	(4,580,465)	(269,298,866)	2,883,645	34,902	-	(260,171,516)
Inventories	12,000	55,192	70,249	(75,744)	(1,572)	(170,410)	(122,791)	(20,487)	1,131,064	30,366	-	-	907,867
Prepaid expenses	-	2,080	96,485	(247,046)	18,557	817	206,101	419,951	(424,478)	(3,653)	-	-	68,814
Other assets	-	-	76,623	60,815	-	-	-	-	(32,986,126)	-	-	-	(32,848,688)
<b>(Increase) decrease in liabilities:</b>													
Accounts payable and accrued liabilities	3,546,318	200,379	2,243,036	3,566,148	159,383	898,069	1,770,215	(1,641,628)	7,914,592	622,039	115,564	-	19,394,115
Deferred revenue	-	37,161	2,528,267	1,164,704	4,599	-	121,673	(779,933)	455,453	-	-	-	3,531,924
Deposits refundable	371,245	422	(1,644)	-	-	(34,594)	-	(66,304)	747,321	-	-	-	1,016,446
Accrued leave liability	72,328	(36,048)	212,480	(1,606,366)	(1,259)	(398,699)	1,125,602	545,139	2,960,054	(12,555)	(18)	-	2,860,658
Loans to students and employees	-	-	-	-	-	(19,107)	(3,404,225)	(1,464,199)	(409,142)	-	-	-	(5,296,673)
Other liabilities	(50,000)	92,082	25,836	-	-	376,414	-	-	19,785,691	(6,518,642)	-	-	13,711,381
<b>Total adjustments</b>	<b>10,539,414</b>	<b>3,970,416</b>	<b>7,690,171</b>	<b>23,033,360</b>	<b>1,922,701</b>	<b>2,813,141</b>	<b>38,634,603</b>	<b>5,929,562</b>	<b>23,025,521</b>	<b>5,541,282</b>	<b>78,241</b>	<b>-</b>	<b>123,178,412</b>
<b>Net cash provided (used) by operating activities</b>	<b>\$ (32,177,275)</b>	<b>\$ (25,747,077)</b>	<b>\$ (67,229,134)</b>	<b>\$ (182,388,812)</b>	<b>\$ (19,097,897)</b>	<b>\$ (27,776,898)</b>	<b>\$ (54,746,571)</b>	<b>\$ (130,571,900)</b>	<b>\$ (144,397,456)</b>	<b>\$ (35,849,791)</b>	<b>\$ (489,343)</b>	<b>-</b>	<b>\$ (720,472,154)</b>
<b>Non-cash Capital Related</b>													
<b>Financing and Investing Activities:</b>													
New capital leases	\$ -	\$ -	\$ -	\$ 375,000	\$ 121,847	\$ -	\$ -	\$ 378,004	\$ 11,426,508	\$ -	\$ -	\$ -	\$ 12,301,359
Capital assets appropriated	\$ 12,586,449	\$ 5,219,581	\$ 10,729,397	\$ 7,907,536	\$ 1,434,206	\$ 17,076,504	\$ 8,977,006	\$ 9,819,617	\$ 3,793,101	\$ -	\$ -	\$ -	\$ 77,543,397
Donations of capital assets	\$ -	\$ -	\$ -	\$ 13,393,977	\$ -	\$ -	\$ 626,222	\$ 138,234	\$ 88,610	\$ -	\$ -	\$ -	\$ 14,247,043

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**Schedule of Expenditures of Federal Awards**

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# State of Mississippi Institutions of Higher Learning

## Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2008

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MLW	MVSU	UM	UMMC	USM	IHL Board	MCVS
<b>Student Financial Aid - Cluster:</b>														
U.S. Department of Education:														
Federal Supplemental Educational Opportunity Grants (FSEOG)	84.007		\$4,702,201	\$892,156	\$254,237	\$1,174,165	\$793,329	\$25,121	\$509,221	\$313,480	\$40,000	\$700,472		
Federal Family Education Loans (FFEL)	84.032		187,113,156		14,356,435	27,429,357	31,329,752	9,298,555	21,536,816	34,956,026	15,570,412	32,635,803		
Federal Work-study Program (FWS)	84.033		6,391,023	374,273	417,025	1,933,930	1,083,774	171,312	560,451	692,485	19,947	1,137,825		
Federal Perkins Loan Program (FPL)	84.038		8,707,230		332,561			222,225		2,165,883	1,114,395	4,872,166		
Federal PELL Grant Program	84.063		78,409,883	7,671,197	4,398,150	17,113,697	12,617,403	3,637,680	7,914,497	8,937,439	353,613	15,766,207		
LEAP	84.069		492,357		7,905	50,905	32,189		29,251		5,726	111,881	\$254,500	
Federal Direct Loan Program	84.268		22,288,662	22,288,662										
Academic Competitiveness Grant	84.375		1,586,958	25,175		280,650	421,182	55,275	97,700	386,062		320,914		
National Science and Math Access to Retain Talent DOE P938H07006	84.376 84.938		1,388,723 541,249		134,638	280,000	500,052	35,685	58,000	208,458		171,890		
<b>Total U.S. Department of Education</b>			<b>311,621,441</b>	<b>31,251,463</b>	<b>19,900,951</b>	<b>48,262,724</b>	<b>47,318,930</b>	<b>13,445,853</b>	<b>30,705,936</b>	<b>47,659,833</b>	<b>17,104,093</b>	<b>55,717,158</b>	<b>254,500</b>	-
U.S. Department of Health and Human Services:														
Nursing Faculty Loan Program	93.264		10,164									10,164		
Advanced Education Nursing Traineeships	93.358		94,356	41,413	28,451			24,492						
Health Professions Student Loans	93.342		511,019							511,019				
Scholarships for Health Professions Students from Disadvantaged Backgrounds	93.925		791,749							137,166	654,583			
<b>Total U.S. Department of Health and Human Services</b>			<b>1,407,288</b>	<b>41,413</b>	<b>28,451</b>	-	-	<b>24,492</b>	-	<b>648,205</b>	<b>664,727</b>	-	-	-
<b>Total Student Financial Aid - Cluster</b>			<b>313,028,728</b>	<b>31,292,876</b>	<b>19,929,402</b>	<b>48,262,724</b>	<b>47,318,930</b>	<b>13,470,345</b>	<b>30,705,936</b>	<b>48,308,038</b>	<b>17,768,820</b>	<b>55,717,158</b>	<b>254,500</b>	-
<b>Research and Development Cluster:</b>														
U.S. Department of Agriculture:														
US Dept of Agricultural	10.000		(3,162)				(3,162)							
Agriculture Research - Basic and Applied Research	10.001		12,617,072	120,226			6,954,499			5,303,203		239,144		
Plant & Animal Disease, Pest Control and Animal Care	10.025		31,622	13,187								13,188	5,247	
Wildlife Services	10.028		610,666				610,666							
Forestry Incentives Program	10.064		417,207				417,207							
Grants for Animal Research, Special Research Grants	10.200		4,980,421	235,938	18,600	5,938	4,008,882					711,063		
Cooperative Forestry Research	10.202		775,431				775,431							
Payments to Agricultural Experiment Stations Under Hatch	10.203		4,882,338				4,882,338							
Grants for Agricultural Research - Competitive Research Grants	10.206		1,436,479				1,327,724			3,954	41,261	63,540		
Animal Health and Disease Research	10.207		86,320				86,320							
1890 Institution Capacity Building Grants	10.216		2,962,978	2,962,978										
Agricultural and Rural Economic Research	10.250		226,426				226,426							

# State of Mississippi Institutions of Higher Learning

## Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2008

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board	MCVS
Initiative for Future Agriculture and Food Systems	10.302		16,500	16,500										
Integrated Programs	10.303		267,307	23,785			243,522							
Homeland Security -Agriculture	10.304		45,941				45,941							
Crop Insurance	10.450		205,916				205,916							
Cooperative Extension Service	10.500		12,146,042	2,657,618			9,488,424							
Team Nutrition Grants	10.574		1,116,286							1,116,286				
Forestry Research	10.652		999,783				904,826			66,043		28,914		
Cooperative Forestry Assistance	10.654		47,112				20,825					26,287		
National Forest Dependent Rural Communities	10.670		9,431				9,431							
Forest Stewardship Program (B)	10.678		20,536				20,536							
Forest Health Protection (A,B)	10.680		32,783				32,783							
Resource Conservation & Development	10.901		169,790	76,156			93,634							
Wildlife Habitat Incentive Program	10.914		469,458				469,458							
Ground and Surface Water Conservation - Environmental Quality Incentives Program	10.918		203									203		
Technical Agricultural Assistance	10.960		27,430				27,430							
Scientific Cooperation and Research	10.961		7,011				7,011							
International Training Foreign Participant	10.962		47,520				47,520							
<b>Subtotal Direct Programs</b>			<b>44,652,847</b>	<b>6,106,388</b>	<b>18,600</b>	<b>5,938</b>	<b>30,916,776</b>	-	-	<b>6,469,486</b>	<b>41,261</b>	<b>1,074,398</b>	-	-
<b>Pass-through Program From:</b>														
Colorado St Univ -US Dept of Agriculture	10.000	01020137	1,006				1,006							
City of Eupora - US Dept of Agriculture	10.000	05040393	21,669				21,669							
Oceanic Institute - US Dept of Agriculture	10.000	6020118	(1,957)				(1,957)							
MS Dept. Ag & Commerce - US Dept of Agriculture	10.000	06090735	25,997				25,997							
MS Dept. Ag & Commerce - US Dept of Agriculture	10.000	07070660	16,112				16,112							
Lauren Farms - US Dept of Agriculture	10.000	08020186	16,950				16,950							
GovWorks - US Dept of Agriculture	10.000	0408CT20028	38,245				38,245							
Sumaria Systems - US Dept of Agriculture	10.000	47-MSU-00	210,114				210,114							
Univ of FL - US Dept of Agriculture	10.000	6015-0000000683	4,041				4,041							
Texas Tech - US Dept of Agriculture	10.000	Texas Tech (USDA/RMA)	12,989				12,989							
Stephen F. Austin State University	10.001	58-6408-6-006	(3)							(3)				
Bur. of Plant Ind. - Plant and Animal Disease Pest Control and Animal Care	10.025	07090866	2,927				2,927							
Bur. of Plant Ind. - Plant and Animal Disease Pest Control and Animal Care	10.025	07100919	14,155				14,155							
Bur. of Plant Ind. - Plant and Animal Disease Pest Control and Animal Care	10.025	07100920	7,629				7,629							
Bur. of Plant Ind. - Plant and Animal Disease Pest Control and Animal Care	10.025	07100921	20,489				20,489							
Utah State Univ - Plant and Animal Disease Pest Control and Animal Care	10.025	07023001	37,189				37,189							
Mississippi State Veterinarian - State Vet Database Design	10.025		26,025			26,025								
Utah State Univ - Animal Damage Control	10.028	60386001	29,242				29,242							
Southern Regional Aquaculture Center	10.200	2003-38500-12997 & 2005-38500-15815	15,357							15,357				
Southern Regional Aquaculture Center	10.200	2004-38500-14387	49							49				
Mississippi State University	10.200	2006-34311-17166	26,989							26,989				
Mississippi State University	10.200	68-7482-2-39	905							905				
Univ of AR - Grants for Agricultural Research Special Research Grants	10.200	4111089	4,069				4,069							
Auburn Univ. - Grants for Agricultural Research Special Research Grants	10.200	05-AGR-534382-MSU	2,575				2,575							



# State of Mississippi Institutions of Higher Learning

## Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2008

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures													
				ASU	DSU	JSU	MSU	MUH	MVSU	UM	UMMC	USM	IHL Board	MCVS		
Univ of FL - USDA - Grants for Agricultural Research Special Research Grants	10.200	6015-0000000682	6,379				6,379									
OSU - Grants for Agricultural Research Special Research Grants	10.200	AB5-60090-02	19,719				19,719									
OSU - Grants for Agricultural Research Special Research Grants	10.200	AB-5-60390.03.MSU	251,202				251,202									
Colorado State Univ. - Grants for Agricultural Research Special Research Grants	10.200	G-1458-2	(1,099)				(1,099)									
UGA - Grants for Agricultural Research Special Research Grants	10.200	RD318-215/3500108	2,643				2,643									
UAF - Grants for Agricultural Research Special Research Grants	10.200	UAF 05-0116	3,145				3,145									
Univ of FL - USDA - Grants for Agricultural Research Special Research Grants	10.200	Univ of FL - - Purchase Orders	6,219				6,219									
National Forests in Mississippi - U.S. Dept of Agriculture	10.200	04-CS-11080705-20	18,033											18,033		
Joseph W. Jones Ecological Research Ctr. - U.S. Dept of Agriculture	10.206	2006-35101-16557	30,313											30,313		
National Forests in Mississippi - U.S. Dept of Agriculture	10.206	07-CS-11080700-003	180,348											180,348		
Oceanic Institute - Grants for Agricultural Research Competitive Research	10.206	06020118	16,172				16,172									
UAPB-Grants for Agricultural Research Competitive Research	10.206	229-430217	18,197				18,197									
Univ. of GA - Grants for Agricultural Research Competitive Research	10.206	RR182-329/3505438	33,763				33,763									
Univ of Massachusetts Amherst: Grants for Agricultural Research	10.206	NA	32,942										32,942			
MS Bd of Animal Hlth - Animal Health and Disease Research	10.207	07070624	20,573				20,573									
MS Bd of Animal Hlth - Animal Health and Disease Research	10.207	07110988	8,770				8,770									
MS Bd of Animal Hlth - Animal Health and Disease Research	10.207	07110990	5,200				5,200									
1890 Institution Capacity Building Grants	10.216	UAPB 229-430217	8,844	8,844												
SIU-Carbondale Higher Education Challenge Grants	10.217	SIUC 03-04	(3,862)				(3,862)									
Univ of AR - Higher Education Challenge Grants	10.217	UA AES 90926-03	758				758									
Univ of Chicago - Agricultural and Rural Economic Research	10.250	35843-C	14,452				14,452									
NCSU - Initiative for Future Agriculture and Food Systems	10.303	2003-1477-02	109,348				109,348									
NCSU - Initiative for Future Agriculture and Food Systems	10.303	2004-1501-01	(176)				(176)									
Texas Tech University - Crop Insurance	10.450	1301/A293-02	860				860									
LSU - Cooperative Extension Service	10.500	LSU 8465	(210)				(210)									
Mississippi Department of Education - U.S. Dept of Agriculture	10.558		(641)											(641)		
University of Mississippi - U.S. Dept of Agriculture	10.564	04-04-060/300222263A	(6,500)											(6,500)		
Oklahoma St Univ - Nutrition Education and Training Program	10.564	5-17347-01	23,688				23,688									
University of Mississippi - U.S. Dept of Agriculture	10.575		642,315											642,315		
University of Mississippi - U.S. Dept of Agriculture	10.575	05-04-051	61,084											61,084		
University of Mississippi - U.S. Dept of Agriculture	10.575	06-03-043	111,964											111,964		
University of Mississippi - U.S. Dept of Agriculture	10.575	08-04-069	105,038											105,038		
Mississippi State University - U.S. Dept of Agriculture	10.606	018000-320979-08	13,152											13,152		
Mississippi State University - U.S. Dept of Agriculture	10.606	018000-320979-09	14,834											14,834		
National Forests in Mississippi - U.S. Dept of Agriculture	10.652		498											498		
Natl Council for Air & Stream - Forestry Research	10.652	8020123	723				723									
Univ of TN - Forestry Research	10.652	AESS893-001-01	19,990				19,990									
Univ of Missouri - Forest Health Protection (A,B)	10.680	C00012398-1	10,426				10,426									
Univ of MO - Forest Health Protection (A,B)	10.680	C00012805-01	12,135				12,135									
Lauren Farms - Water and Waste Disposal Loans and Grants (Section 306C)	10.770	05060586	(787)				(787)									
<b>Subtotal Pass-through Programs</b>			<b>2,323,216</b>	<b>8,844</b>	<b>-</b>	<b>26,025</b>	<b>1,041,671</b>	<b>-</b>	<b>-</b>	<b>43,297</b>	<b>32,942</b>	<b>1,170,437</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total U.S. Department of Agriculture</b>			<b>46,976,062</b>	<b>6,115,232</b>	<b>18,600</b>	<b>31,963</b>	<b>31,958,447</b>	<b>-</b>	<b>-</b>	<b>6,532,783</b>	<b>74,203</b>	<b>2,244,835</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

# State of Mississippi Institutions of Higher Learning

## Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2008

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MUP	MVSU	UM	UMMC	USM	IHL Board	MCVS
U.S. Department of Commerce:														
Department of Commerce	11.000		10,574							10,574				
High School Science Pipeline	11.400		259,558			28,985						230,573		
Anadromous Fish Conservation Act Program	11.405		41,768									41,768		
Sea Grant Support	11.417		2,571,116				12,191			483,497		2,075,428		
Coastal Zone Management Administration Awards	11.419		19,896									19,896		
Coastal Zone Management Estuarine Research Reserves	11.420		25,299				(245)					25,544		
Financial Assistance for National Centers for Coastal Ocean Science	11.426		967,705									967,705		
Undersea Research	11.430		3,269,815							3,269,815				
Office of Oceanic and Atmospheric Research (OAR) Joint and Cooperative Institutes	11.432		5,827,712				4,977,493					850,219		
Marine Fisheries Initiative	11.433		237,408							86,834		150,574		
Southeast Area Monitoring and Assessment Program	11.435		116,677									116,677		
Special Oceanic and Atmospheric Projects	11.460		3,269,872			976,508	1,255,463			133,687		904,214		
Habitat Conservation	11.463		663,337				243,346			419,991				
Congressionally Identified Awards and Projects	11.469		483,997									483,997		
Unaffiliated Science Program	11.472		110,820									110,820		
Coastal Services Center	11.473		2,098,869				967,450					1,131,419		
Measurement and Engineering Research and Standards	11.609		85,996									85,996		
<b>Subtotal Direct Programs</b>			<b>20,060,418</b>	<b>-</b>	<b>-</b>	<b>1,005,493</b>	<b>7,455,658</b>	<b>-</b>	<b>-</b>	<b>4,404,398</b>	<b>-</b>	<b>7,194,830</b>	<b>-</b>	<b>-</b>
Pass-through Program From:														
University of Southern Mississippi	11.000	NNS071128T	51,887							51,887				
USM - Dept of Commerce	11.000	07020201	23,804				23,804							
UM - Dept of Commerce	11.000	07-10-026	63,185				63,185							
MDMR - Dept of Commerce	11.000	07-MSU-ARP-02	25,808				25,808							
MDMR - Dept of Commerce	11.000	08-014	40,671				40,671							
Univ. of FL - Dept of Commerce	11.000	R/LR-Q-2&B	24,428				24,428							
Institute for Marine Mammal Studies - U.S. Dept of Commerce	11.312		16,046									16,046		
Louisiana Universities Marine Consortium - U.S. Dept of Commerce	11.312	674139B	8,931									8,931		
Louisiana Universities Marine Consortium - U.S. Dept of Commerce	11.312	CREST07-16/#674139	5,157									5,157		
Florida A&M University	11.400	270629017	17				17							
Howard University	11.400	634554-159790	62,886				62,886							
Institute for Marine Mammal Studies	11.405	NA16FL2703	3,099				3,099							
MS Department of Marine Resources - U.S. Dept of Commerce	11.413	03-001	87									87		
Gulf States Marine Fisheries Commission - U.S. Dept of Commerce	11.415	AP-2007-OA-USM/GCRL	31,448									31,448		
Gulf States Marine Fisheries Commission - U.S. Dept of Commerce	11.415	AP-2007-CN-USM/GCRL	165,629									165,629		
Gulf States Marine Fisheries Commission - U.S. Dept of Commerce	11.415	BILLFISH200518NAD4NM	25,737									25,737		
Mississippi-Alabama Sea Grant Consortium - U.S. Dept of Commerce	11.417	NA86OAR170078	6,754									6,754		
University of Southern Mississippi	11.417	USMGRO2639/OMNIBUSED19PD	1,344			1,344								
University of Southern Mississippi	11.417	NA86OAR170078	133,682							133,682				
SC Dept. of Nat. Res -Sea Grant Support	11.417	0074082820	22,173				22,173							
USM - Sea Grant Support	11.417	GR02638/OMNIBUS-S/CEH-14-PD	15,051				15,051							
USM - Sea Grant Support	11.417	USM-GR02638/OMNIBUS-RIAT-7	27,987				27,987							
MS Department of Environmental Quality - U.S. Dept of Commerce	11.419	MS.R.23	32,397									32,397		

# State of Mississippi Institutions of Higher Learning

## Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2008

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MLW	MYSU	UM	UMMC	USM	IHL Board	MCVS
MS Department of Environmental Quality - U.S. Dept of Commerce	11.419	MSR.18	1,554									1,554		
University of Mississippi - U.S. Dept of Commerce	11.430	06-09-022	12,438									12,438		
University of Mississippi - U.S. Dept of Commerce	11.430	06-09-023	91,591									91,591		
University of Mississippi - U.S. Dept of Commerce	11.430	07-10-030	287,814									287,814		
University of Mississippi - U.S. Dept of Commerce	11.430	03-04-084	5,152									5,152		
University of Mississippi - U.S. Dept of Commerce	11.430	04-10-001	564									564		
University of Mississippi - U.S. Dept of Commerce	11.430	05-07-009	16,823									16,823		
University of Mississippi - U.S. Dept of Commerce	11.430	06-09-020	6,566				6,566							
UM-Undersea Research	11.430	06-09-020	6,566				6,566							
University of Mississippi - U.S. Dept of Commerce	11.431	08-10-033	190,296									190,296		
University of Mississippi - U.S. Dept of Commerce	11.433	07-043	85,593									85,593		
MS Department of Marine Resources - U.S. Dept of Commerce	11.433	07-USMGRRL-RS-Y1	195,275									195,275		
MS Department of Marine Resources - U.S. Dept of Commerce	11.433	07-022	48,901									48,901		
MS Department of Marine Resources - U.S. Dept of Commerce	11.440	05-041	(56)									(56)		
MS Department of Marine Resources - U.S. Dept of Commerce	11.440	NA108H-D	28,189									28,189		
Oregon State University - U.S. Dept of Commerce	11.457	00760-83477	3,805									3,805		
SC Department of Natural Resources - U.S. Dept of Commerce	11.457	S070004	8,624									8,624		
Texas A & M - U.S. Dept of Commerce	11.457		10,257									10,257		
The Chesapeake Research Consortium, Inc. - U.S. Dept of Commerce	11.457		7,303									7,303		
The Nature Conservancy - U.S. Dept of Commerce	11.457	NQAASMS3929-10042006	142									142		
The Nature Conservancy - U.S. Dept of Commerce	11.457	NQAASMS3929-020906	17,988									17,988		
Univ of Maryland Biotechnology Institute - U.S. Dept of Commerce	11.457	03527576B	108,101									108,101		
Univ of Maryland Biotechnology Institute - U.S. Dept of Commerce	11.457	SC03527583B	156,135									156,135		
Univ of Maryland Biotechnology Institute - U.S. Dept of Commerce	11.457	SC03527583B	43,543									43,543		
Univ of Maryland Biotechnology Institute - U.S. Dept of Commerce	11.457	03527576B	182,983									182,983		
Univ of Maryland Biotechnology Institute - U.S. Dept of Commerce	11.457	03527576B	200,559									200,559		
Univ of Maryland Biotechnology Institute - U.S. Dept of Commerce	11.457	03527576B	61,045									61,045		
USM - Special Oceanic and Atmospheric Projects	11.460	USM-GR02136-001	53,570				53,570							
LUMCON CREST - Habitat Conservation	11.463	08-8 #6741398B	12,718				12,718							
Mote Marine Laboratory - U.S. Dept of Commerce	11.472	MML-170431	29,538									29,538		
Mote Marine Laboratory - U.S. Dept of Commerce	11.472	MML-170395	53,006									53,006		
MS Department of Marine Resources - U.S. Dept of Commerce	11.481	04-029	32,339									32,339		
Howard University	11.481	NA06OAR4810172631017H41050	204,746			204,746								
Florida A&M University	11.481	NA06OAR4810164J000953	221,684			221,684								
MTA - Manufacturing Extension Partnership	11.611	07111042	10,170				10,170							
MEP of MS - Manufacturing Extension Partnership	11.611	07121229	4,379				4,379							
MTA - Manufacturing Extension Partnership	11.611	08030294	7,620				7,620							
MS Technology Alliance - Manufacturing Extension Partnership	11.611	08030295	5,662				5,662							
MTA MEP - Manufacturing Extension Partnership	11.611	MTA MEP2008	278,017				278,017							
Mississippi Technology Alliance - U.S. Dept of Commerce	11.611	MEP2008-9	75,553									75,553		
Mississippi Technology Alliance - U.S. Dept of Commerce	11.611	MEP-2008KAT	10,604									10,604		
<b>Subtotal Pass-through Programs</b>			<b>3,559,000</b>	<b>-</b>	<b>-</b>	<b>493,775</b>	<b>621,808</b>	<b>-</b>	<b>-</b>	<b>185,569</b>	<b>-</b>	<b>2,257,847</b>	<b>-</b>	<b>-</b>
<b>Total U.S. Department of Commerce</b>			<b>23,619,418</b>	<b>-</b>	<b>-</b>	<b>1,499,268</b>	<b>8,077,506</b>	<b>-</b>	<b>-</b>	<b>4,589,967</b>	<b>-</b>	<b>9,452,677</b>	<b>-</b>	<b>-</b>

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Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MLW	MVSU	UM	UMMC	USM	IHL Board	MCVS
U.S. Department of Defense:														
US Dept of Defense - Basic and Applied Scientific Research	12.000		27,985,490				19,584,053			8,401,437				
Aquatic Plant Control	12.100		2,578,442			2,578,442								
Flood Control Projects	12.106		139,634			139,634								
Collaborative Research and Development	12.114		161,231				115,509					45,722		
Office of the Chief of Naval Research - Basic and Applied Scientific Research	12.300		5,430,694			102,431	570,547			634,485		4,123,231		
Military Medical Research & Development	12.420		1,667,886	642,783						1,025,103				
U.S. Army Materiel Command - Basic Scientific Research	12.431		2,038,174			568,811	783,260			669,265		16,838		
Basic, Applied, and Advanced Research in Science and Engineering	12.630		278,958				68,234			210,724				
Airforce Defense Research Sciences Program	12.800		214,443	130,609		14,530	69,000			104				
Mathematical Sciences Grants Program	12.901		(1)				(1)							
Research and Technology Development	12.910		2,971,522			2,593,515						378,007		
<b>Subtotal Direct Programs</b>			<b>43,466,473</b>	<b>773,592</b>	<b>-</b>	<b>5,997,363</b>	<b>21,190,602</b>	<b>-</b>	<b>-</b>	<b>10,941,118</b>	<b>-</b>	<b>4,563,798</b>	<b>-</b>	<b>-</b>
Pass-through Program From:														
Combustion Research & Flow Technology, Inc.	12.000	08-M-3813/C333	1,948							1,948				
Combustion Research & Flow Technology, Inc.	12.000	F33615-02-C-3245	25,954							25,954				
Combustion Research & Flow Technology, Inc.	12.000	F49620-99-C-0041	2,165							2,165				
Titan Systems, Inc.	12.000	FA8650-07-C-5010	5,324							5,324				
Combustion Research & Flow Technology, Inc.	12.000	FA8650-07-M-3717	15,223							15,223				
Combustion Research & Flow Technology, Inc.	12.000	FA8650-08-M-3601	2,564							2,564				
Northrop Gruman Ship System	12.000	H94003-04-D-004-0041	67,791							67,791				
Combustion Research & Flow Technology, Inc.	12.000	N00014-07-M-0353	4,872							4,872				
Metroaser, Inc.	12.000	N000164-06-C-6018	9,760							9,760				
Naval Meteorology & Oceanography Command	12.000	N0006504M0001	87,231							87,231				
Cytec Corporation	12.000	N00140-06-D-002	55,168							55,168				
Mississippi State University	12.000	N62306-01-D-8001	199,385							199,385				
Combustion Research & Flow Technology, Inc.	12.000	N68335-05-C-0381	8,808							8,808				
Progency Systems / Naval Air	12.000	N68335-06-C-0352	38,178							38,178				
Combustion Research & Flow Technology, Inc.	12.000	N68335-07-C-0016	148,600							148,600				
Mississippi State University	12.000	NNS06AA67D	147,579							147,579				
University of Southern Mississippi	12.000	NNS06AA988	527,316							527,316				
National Institute of Aerospace	12.000	T07-6000-UM, Task Order #6114	214,625							214,625				
University of Utah	12.000	W9003M-05-C-0195	77,068							77,068				
Impulse Devices, Inc.	12.000	W9113M-05-0009	608,917							608,917				
Radiance Technology	12.000	W9113M-05-C-0153	12,924							12,924				
Miltec Corporation	12.000	W9113M-07-C-0096	210,503							210,503				
Miltec Corporation	12.000	W9115U-05-C0006	57,770							57,770				
MS Science & Engineering Technology Corp.	12.000	W911NF-05-2-0024	1,732							1,732				
Earth Search, Inc.	12.000	W912EE-04-D-0003	25,005							25,005				
Diversified Technologies, Inc.	12.000	N/A	13,882							13,882				
Miltec Corporation	12.000	N/A	4,493							4,493				
SemiSouth Lab. - US Dept of Defense	12.000	1014	97,791				97,791							

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SemiSouth Lab- US Dept of Defense	12.000	1015	371,598				371,598							
ATA Engineering - US Dept of Defense	12.000	3541	85				85							
Seemann - US Dept of Defense	12.000	8957	9,099				9,099							
Northrop Grumman - US Dept of Defense	12.000	473923	64,303				64,303							
FL State Univ -US Dept of Defense	12.000	02040318	(14)				(14)							
CAE Solutions -US Dept of Defense	12.000	07060579	68,400				68,400							
UQM Technologies- US Dept of Defense	12.000	08060492	173,032				173,032							
Geo-Centers- US Dept of Defense	12.000	4400124078	1,487				1,487							
MS Military Dept- US Dept of Defense	12.000	07-MOA-ARE-08	34,434				34,434							
Northrop Grumman - US Dept of Defense	12.000	22-0544-051	9,893				9,893							
Miltec - US Dept of Defense	12.000	MILTEC-04-C-0018	11,346				11,346							
Sentel - US Dept of Defense	12.000	02014-014	(890)				(890)							
Sentel - US Dept of Defense	12.000	02014-014 TO 1	46,450				46,450							
Radianc Technologies - US Dept of Defense	12.000	06S-1233	4,481				4,481							
Sentel - US Dept of Defense	12.000	07014-002 TASK 2	26,953				26,953							
Sentel - US Dept of Defense	12.000	07014-002 TASK ORDER 1	90,230				90,230							
Sentel - US Dept of Defense	12.000	07028-001	15,962				15,962							
EBICS Technologies - US Dept of Defense	12.000	07-06-0572	13,108				13,108							
MS Military Dept - US Dept of Defense	12.000	07MOAARE09	30,100				30,100							
MS Military Dept - US Dept of Defense	12.000	08-MOAPC-01	17,987				17,987							
MS Military Dept - US Dept of Defense	12.000	08MOAPC09	5,188				5,188							
Sentel - US Dept of Defense	12.000	20800-MSU	3,980				3,980							
Geo-Centers Inc - US Dept of Defense	12.000	42023MK	3,552				3,552							
II-VI, Inc. - US Dept of Defense	12.000	APVT-0001	77,854				77,854							
I-IV, Inc. - US Dept of Defense	12.000	APVT0003	247,811				247,811							
OSECUS -Dept of Defense	12.000	B008-MSUN02-06	54,535				54,535							
Virginia Tech - US Dept of Defense	12.000	CR-18222-430221	41,116				41,116							
DARPA US Dept of Defense	12.000	DARPA Topo Data Analysis	19,796				19,796							
GDRS - US Dept of Defense	12.000	GDRS S-70007M	258,728				258,728							
Miltec - US Dept of Defense	12.000	MILTEC-06-C-0003	43,551				43,551							
Morgan -US Dept of Defense	12.000	MOR-IDIQ-05-00300011	602,517				602,517							
FSU - US Dept of Defense	12.000	R00149-Task 1&2	64,727				64,727							
FSU - US Dept of Defense	12.000	R00149-Task 13 CIM	(2,410)				(2,410)							
FSU - US Dept of Defense	12.000	R00149-Task 3, 4, & 5	58,273				58,273							
FSU - US Dept of Defense	12.000	R00149-Task 6	30,457				30,457							
FSU - US Dept of Defense	12.000	R00149-Task 7 & 14	44,238				44,238							
FSU - US Dept of Defense	12.000	R00149-Task 9 & 10	57,579				57,579							
FSU - US Dept of Defense	12.000	R00149-Tasks 8,11,& 12	55,596				55,596							
Georgia Tech - US Dept of Defense	12.000	R7443-S5	52,828				52,828							
General Atomics - US Dept of Defense	12.000	SA4500005425	25,758				25,758							
Northrop Grumman - US Dept of Defense	12.000	SS PO 51 18856 011	17,812				17,812							
BCHO - US Dept of Defense	12.000	TCN 05169	26,153				26,153							
Battelle - US Dept of Defense	12.000	TCN 07173	228,816				228,816							

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Battelle - US Dept of Defense	12.000	TCN 07176	279,713				279,713							
Battelle - US Dept of Defense	12.000	TCN 07190	315,727				315,727							
Battelle - US Dept of Defense	12.000	TCN 07191	139,339				139,339							
Battelle - US Dept of Defense	12.000	TCN 08119	1,639				1,639							
JSU - US Dept of Defense	12.000	W91278-07-P-0428	14,583				14,583							
JSU - US Dept of Defense	12.000	W912HZ-05-C-0051	(3,036)				(3,036)							
JSU - US Dept of Defense	12.000	W912HZ-05-C-0051	690				690							
BCP International, Ltd.	12.002	DAAD19-01-2-0014	412				412							
University of Minnesota	12.002	DAAD19-01-2-0014	26,530				26,530							
University of Minnesota	12.100	360114060808021000	2,965				2,965							
Mississippi State University	12.100	G5004701BFC0061/2006JSU2001001	17,308				17,308							
Optech International, Inc - U.S. Dept of Defense	12.100	Syspro000120	25,910									25,910		
Jackson State University - U.S. Dept of Defense	12.114	W912HZ-05-C-0051	(360)											(360)
USM Research Foundation - U.S. Dept of Defense	12.114		84,852									84,852		
Jackson State University - U.S. Dept of Defense	12.116	W9113M-04-C-0120	24,136									24,136		
Mississippi State University - U.S. Dept of Defense	12.300	191000136355802/TO01	59,761									59,761		
Mississippi State University - U.S. Dept of Defense	12.300	191000136355802/008	13,747									13,747		
Mississippi State University - U.S. Dept of Defense	12.300	191000136355802/007	73,429									73,429		
Mississippi State University - U.S. Dept of Defense	12.300	191000136355802/007	48,402									48,402		
Mississippi State University - U.S. Dept of Defense	12.300	191000136355802/005	22,536									22,536		
Mississippi State University - U.S. Dept of Defense	12.300	191000136355802/TO2	21,195									21,195		
Mississippi State University - U.S. Dept of Defense	12.300	191000136355802/TO3	80,930									80,930		
Mississippi State University - U.S. Dept of Defense	12.300	191000136355802/TO4	18,830									18,830		
Mississippi State University - U.S. Dept of Defense	12.300	191000136355802/TO5	35,131									35,131		
Mississippi State University - U.S. Dept of Defense	12.300	1910000136355802/TO6	117,430									117,430		
Mississippi State University - U.S. Dept of Defense	12.300	015900320528-02	27,855									27,855		
Mississippi Military Department - U.S. Dept of Defense	12.300	07-MQA-ARE-03-USM	28,279									28,279		
Mississippi Military Department - U.S. Dept of Defense	12.300	07-MQA-ARE-07-USM	5,538									5,538		
Mississippi Military Department - U.S. Dept of Defense	12.300	07-MQA-ARE-07-USM	13,585									13,585		
Mississippi Military Department - U.S. Dept of Defense	12.300	07-MQA-ARE-05-USM	9,863									9,863		
Mississippi Military Department - U.S. Dept of Defense	12.300	07-MQA-ARE-05-USM	2,630									2,630		
Mississippi Military Department - U.S. Dept of Defense	12.300	07-MQA-ARE-06-USM	16,743									16,743		
Mississippi Military Department - U.S. Dept of Defense	12.300	07-MQA-ARE-04-USM	19,428									19,428		
Mississippi Military Department - U.S. Dept of Defense	12.300	07-MQA-ARE-01	12,180									12,180		
Mississippi Military Department - U.S. Dept of Defense	12.300	07-MQA-ARE-03-USM	25,117									25,117		
Mississippi Military Department - U.S. Dept of Defense	12.300	07-MQA-ARE-10	37,614									37,614		
Mississippi Military Department - U.S. Dept of Defense	12.300	08-MOAPC-06	20,890									20,890		
Mississippi Military Department - U.S. Dept of Defense	12.300	08-MOAPC-04	56,592									56,592		
Mississippi Military Department - U.S. Dept of Defense	12.300	08-MOAPC-04	59,877									59,877		
Mississippi Military Department - U.S. Dept of Defense	12.300	08-MOPAC-02	24,350									24,350		
Mississippi Military Department - U.S. Dept of Defense	12.300	08-MOPAC-02	6,188									6,188		
Mississippi Military Department - U.S. Dept of Defense	12.300	08-MOPAC-02	50,784									50,784		
Mississippi Military Department - U.S. Dept of Defense	12.300	08-MOPAC-05	64,653									64,653		

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Mississippi Military Department - U.S. Dept of Defense	12.300	08-MOAPC-08	10,312									10,312		
Mississippi State University - U.S. Dept of Defense	12.300	191000-360225-01	99,828									99,828		
Mississippi State University - U.S. Dept of Defense	12.300	360189-191000-01	93,596									93,596		
Optech International, Inc - U.S. Dept of Defense	12.300	PO#333	156,702									156,702		
Universal Technology Corporation - U.S. Dept of Defense	12.300	FA8650-05-D-5807	11,205									11,205		
Universal Technology Corporation - U.S. Dept of Defense	12.300	08-S568-0048-01C1	15,454									15,454		
University of Minnesota - U.S. Dept of Defense	12.300	R9106005102	35,447									35,447		
Mississippi State University - U.S. Dept of Defense	12.300		3,878									3,878		
Mississippi State University - U.S. Dept of Defense	12.300	NAS13-564/SSC-161	10,961									10,961		
Mississippi State University - U.S. Dept of Defense	12.300	SSC-119/NAS13-98033	24									24		
Mississippi State University - U.S. Dept of Defense	12.300		(36)									(36)		
Mississippi State University - U.S. Dept of Defense	12.300	SSC-51/NAS13-98033	(108)									(108)		
Mississippi State University - U.S. Dept of Defense	12.300	SSC-96/NAS1-98033	(143)									(143)		
Mississippi State University - U.S. Dept of Defense	12.300		(55)									(55)		
Mississippi State University - U.S. Dept of Defense	12.300		2,218									2,218		
Texas A & M Foundation - U.S. Dept of Defense	12.300		(241)									(241)		
Drexel Univ-Basic and Applied Scientific Research	12.300	204080	124,959				124,959							
WHCI - Basic and Applied Scientific Research	12.300	A100506	174,113				174,113							
FSU - Basic and Applied Scientific Research	12.300	R00419	36,473				36,473							
FSU - Basic and Applied Scientific Research	12.300	R00909	757,823				757,823							
Florida State University	12.300	N00014-02-1-0380	440,018							440,018				
Univ. of Iowa - Military Construction, National Guard	12.400	1000557053	795,577				795,577							
Univ. of Iowa - Military Construction, National Guard	12.400	1000557053	50,335				50,335							
MD Anderson: Military Medical Research Development	12.420	W81XWH0410142	(763)										(763)	
Jackson State University	12.431	DASG60-99-0009	32,655							32,655				
GA Institute of Technology	12.431	W811NF-04-1-0190 (ARO)	165,178							165,178				
High Performance Technologies Inc	12.431	301411-060308-021000	(24,046)											
Mississippi State University	12.431	0140415	2,400				2,400							
Academy of Applied Science	12.630	HM15820712005	65,036				65,036							
Henry M. Jackson Fdn - Air Force Defense Research Sciences Program	12.800	000169320	57,225				57,225							
Ohio State Univ - Air Force Defense Research Sciences Program	12.800	60006867	(74)				(74)							
Univ of MA - Air Force Defense Research Sciences Program	12.800	05-003202 A 00	33,613				33,613							
Univ of MD- Air Force Defense Research Sciences Program	12.800	Z800202	10,778				10,778							
Air Force Office of Scientific Research - U.S. Dept of Defense	12.800	FA9550-08-1-0077	11,288									11,288		
Universal Technology Corporation - U.S. Dept of Defense	12.600	06-S531-044-C1	49,596									49,596		
Mississippi State University - U.S. Dept of Defense	12.910	190100-360092-01	5,647									5,647		
National Geospatial-Intelligence Agency	12.910	060308-01090729	(12,285)											
Mississippi State University	12.910	301411-060308-021000	(457)											
<b>Subtotal Pass-through Programs</b>			<b>10,796,170</b>	-	-	30,648	5,940,982	-	-	3,212,637	(763)	1,512,667	-	-
<b>Total U.S. Department of Defense</b>			<b>54,262,643</b>	773,592	-	6,028,011	27,131,584	-	-	14,153,755	(763)	6,176,465	-	-

# State of Mississippi Institutions of Higher Learning

## Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2008

Federal Grant/Pass-through Grant/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MLW	MVSU	UM	UMMC	USM	IHL Board	MCVS
U.S. Department of Housing and Urban Development:														
Historically Black Colleges & Universities Programs	14.237		83,243	83,243										
Community Development Block Grants/Economic Development Initiative	14.246		246,589		235,408		11,181							
<b>Subtotal Direct Programs</b>			<b>329,832</b>	<b>83,243</b>	<b>235,408</b>	-	<b>11,181</b>	-	-	-	-	-	-	-
Pass-through Program From:														
Area Development Partnership - U.S. Dept Housing and Urban Development	14.246	HUD B-05-SP-MS-0132	605,389									605,389		
<b>Total U.S. Department of Housing and Urban Development</b>			<b>935,221</b>	<b>83,243</b>	<b>235,408</b>	-	<b>11,181</b>	-	-	-	-	<b>605,389</b>	-	-
U.S. Department of Interior:														
US Dept of Interior	15.000		277,673				15,383			262,290				
Grants for Mining and Mineral Resources and Research Institutes - MMTC	15.308		130,399							130,399				
Fish and Wildlife Management Assistance	15.608		524,477				504,682					19,795		
Cooperative Endangered Species Conservation Fund	15.615		253							253				
Wildlife Conservation and Appreciation	15.617		25,000				25,000							
Multi-State Conservation Grants (B)	15.628		179,157				179,157							
Conservation Grants Private Stewardship for Impaired Species	15.632		62,631									62,631		
State Wildlife Grants	15.634		27,159									27,159		
Migratory Bird Monitoring, Assessment and Conservation	15.655		14,395									14,395		
Assistance to State Water Resources Research Institutes	15.605		110,300				110,300							
Geological Survey Research and Data Acquisition	15.608		791,275				776,863					14,412		
Cooperative Research Units Program (CRUP)	15.812		128,010				128,010							
National Center for Preservation Technology and Training	15.923		39,477				39,477							
American Battlefield Protection	15.926		19,502				19,502							
<b>Subtotal Direct Programs</b>			<b>2,329,707</b>	-	-	-	<b>1,798,373</b>	-	-	<b>392,942</b>	-	<b>138,392</b>	-	-
Pass-through Program From:														
University of Illinois	15.000	MT-2210-07-NC-02	560							560				
MDWFP - US Dept of Interior	15.000	06080729	83,768				83,768							
MDWFP - US Dept of Interior	15.000	7010039	8,603				8,603							
MDWFP - US Dept of Interior	15.000	07090870	96,972				96,972							
MDWFP - US Dept of Interior	15.000	08010052	16,512				16,512							
AL Dept of Conservation -US Dept of Interior	15.000	8040328	8,238				8,238							
MDWFP - US Dept of Interior	15.000	#59 04010028	5,373				5,373							
Puerto Rico -US Dept of Interior	15.000	DNER 133-08-01211	38,296				38,296							
MDWFP - US Dept of Interior	15.000	Study # 62	36,506				36,506							
MDWFP - US Dept of Interior	15.000	Study #65	84,204				84,204							
MDWFP - US Dept of Interior	15.000	W-48 Study # 57	25,959				25,959							
MDWFP - US Dept of Interior	15.000	W-48-50 58	75,863				75,863							
Montana State Univ - Cultural Resource Management	15.224	G231-07-W0094	257				257							
University of Mississippi - U.S. Dept of the Interior	15.224	05-06-063	9,912									9,912		
MS Dept of Wildlife Fisheries & Parks - U.S. Dept of the Interior	15.231		1,603									1,603		
MS Dept of Wildlife Fisheries & Parks - U.S. Dept of the Interior	15.231	FUNDULUS-SWG FY07	20,307									20,307		
MS Department of Marine Resources - U.S. Dept of the Interior	15.600	07-045	53,227									53,227		



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## Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2008

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board	MCVS
MS Department of Marine Resources - U.S. Dept of the Interior	15.600	S07-7-USM-107	56,567									56,567		
MS Department of Marine Resources - U.S. Dept of the Interior	15.600	S07-7-USM-108	77,781									77,781		
MS Department of Marine Resources - U.S. Dept of the Interior	15.600	07-F95-USM-17	55,973									55,973		
MS Department of Marine Resources - U.S. Dept of the Interior	15.600	S08-8-USM-118	111,527									111,527		
MS Department of Marine Resources - U.S. Dept of the Interior	15.600	S08-8-USM-120	38,523									38,523		
MS Department of Marine Resources - U.S. Dept of the Interior	15.600	S-08-F95-USM-18	10,192									10,192		
MDWFP - Sport Fish Restoration	15.605	PD4644885612	71,000				71,000							
NFWF - Fish and Wildlife Management Assistance	15.608	2006-0156-000	22,666				22,666							
NFWF - Coastal Wetlands Planning Protection and Restoration Act	15.614	2005-0161-000	28,304				28,304							
Memphis Zoological Society - Cooperative Endangered Species Conservation Fund	15.615	04080749	11,754				11,754							
Arkansas Game & Fish Comm. - Cooperative Endangered Species Conservation Fund	15.615	07040390	17,464				17,464							
Memphis Zoological Society - Cooperative Endangered Species Conservation Fund	15.615	08020192	29,492				29,492							
Mississippi Museum of Natural Science - U.S. Dept of the Interior	15.622	USFWS Post Katrina07	22,294									22,294		
Noxubee Wildlife Refuge - Challenge Cost Share (B)	15.642	401817G091	6,313				6,313							
Mississippi State University	15.805	06HQR0094	9,045							9,045				
Geospatial Collaboration	15.808	07ERAG0083	141,214											
University of Mississippi - U.S. Dept of the Interior	15.808	04-06-086 300212005E	3,048		141,214							3,048		
<b>Subtotal Pass-through Programs</b>			<b>1,279,314</b>	-	<b>141,214</b>	-	<b>667,541</b>	-	-	<b>9,605</b>	-	<b>460,954</b>	-	-
<b>Total U.S. Department of Interior</b>			<b>3,609,021</b>	-	<b>141,214</b>	-	<b>2,465,915</b>	-	-	<b>402,547</b>	-	<b>599,346</b>	-	-
<b>U.S. Department of Justice:</b>														
State Justice Statistics Program for Statistical Analysis Centers	16.550		37,054									37,054		
Justice Research Development and Evaluation Project	16.560		1,606,806				1,606,806							
Public Safety Partnership and Community Policing Grants	16.710		708,995			708,995								
<b>Subtotal Direct Programs</b>			<b>2,352,855</b>	-	-	<b>708,995</b>	<b>1,606,806</b>	-	-	-	-	<b>37,054</b>	-	-
<b>Pass-through Program From:</b>														
Lawrence Tech Inst - US Dept of Justice	16.000	Lawrence Tech Inst	5,262				5,262							
Lawrence Tech Inst - US Dept of Justice	16.000	Lawrence Tech Inst	23,156				23,156							
Yazoo City Federal Correctional Institution-Yazoo City Partners Ed Project	16.000		106,395		106,395									
Forrest County - U.S. Dept of Justice	16.523	GM001777	12,374									12,374		
Mississippi State University	16.571	06290036372302	95,097			95,097								
Mississippi Department of Public Safety	16.588	03SV4002	1,202			1,202								
Mississippi Department of Public Safety	16.588	05 SV4001	6,115			6,115								
Mississippi Department of Public Safety	16.588		27,649			27,649								
<b>Subtotal Pass-through Programs</b>			<b>277,249</b>	-	<b>106,395</b>	<b>130,062</b>	<b>28,418</b>	-	-	-	-	<b>12,374</b>	-	-
<b>Total U.S. Department of Justice</b>			<b>2,630,104</b>	-	<b>106,395</b>	<b>839,057</b>	<b>1,635,224</b>	-	-	-	-	<b>49,428</b>	-	-
<b>U.S. Department of Labor:</b>														
Employment and Training Administrative Pilots, Demonstrations, and Research Projects	17.261		646,855				646,855							
Consultation Agreements	17.504		559,689				559,689							
<b>Subtotal Direct Programs</b>			<b>1,206,544</b>	-	-	-	<b>1,206,544</b>	-	-	-	-	-	-	-

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## Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2008

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MUW	MYSU	UM	UMMC	USM	IHL Board	MCVS
Pass-through Program From:														
South Delta Planning & Dev - Dept of Labor	17.000	07111075	16,983				16,983							
TRPDD - Dept of Labor	17.000	08030251	50,000				50,000							
MDES - WIA Adult Program (A)	17.258	6-S90-014-W7091-1	4,860				4,860							
MDES - WIA Adult Program (A)	17.258	6-S90-014-W7091-1	10,842				10,842							
MDES - WIA Adult Program (A)	17.258	7091 6 S90-014-W7091-1	3,804				3,804							
MDES - WIA Adult Program (A)	17.258	7092 6-S90-014-W7091-1	4,349				4,349							
MDES - WIA Adult Program (A)	17.258	7-S90-014-W6727-1	2,391,762				2,391,762							
Subtotal Pass-through Programs			2,482,601	-	-	-	2,482,601	-	-	-	-	-	-	-
Total U.S. Department of Labor														
			3,689,145	-	-	-	3,689,145	-	-	-	-	-	-	-
U.S. Department of Transportation:														
US Dept of Transportation	20.000		837,335				837,335							
Air Transportation Centers of Excellence	20.109		25,201				25,201							
MS Department of Transportation	20.507		461,694						461,694					
Research and Innovative Technology (RIT) Hydrogen Alternative Fuel Life Cycle	20.763		494,504			494,504								
Transportation Planning, Research and Education	20.931		154,212				154,212							
Subtotal Direct Programs			1,972,946	-	-	494,504	1,016,748	-	461,694	-	-	-	-	-
Pass-through Program From:														
National Academy of Sciences	20.000	DOT 6705-399	148,292							148,292				
Science Applications International Corporation	20.000	GS07-T-00-BGD-0028	20,601							20,601				
Univ. of TN - US Dept of Transportation	20.000	101564	31,016				31,016							
MDOT - US Dept of Transportation	20.000	SP-9999-00(027) 104008/101000	11,031				11,031							
MDOT - US Dept of Transportation	20.000	103698 008000	19,794				19,794							
MDOT - US Dept of Transportation	20.000	103900/032000	(835)				(835)							
MDOT - US Dept of Transportation	20.000	104558 120000	4,626				4,626							
MDOT - US Dept of Transportation	20.000	104558 121000	3,347				3,347							
MDOT - US Dept of Transportation	20.000	104558 124000	14,840				14,840							
MDOT - US Dept of Transportation	20.000	104828 130000	53,039				53,039							
MDOT - US Dept of Transportation	20.000	104828 133000	62,869				62,869							
MDOT - US Dept of Transportation	20.000	104828 135000	28,821				28,821							
MDOT - US Dept of Transportation	20.000	104828 136000	896				896							
MDOT - US Dept of Transportation	20.000	SPR-1(151) 15129 137000 SS#208	1,094				1,094							
MDOT - US Dept of Transportation	20.000	SPR-1(49) 104828129000	48,350				48,350							
MDOT - US Dept of Transportation	20.000	SPR-1(51) 105129 131000 SS#202	25,345				25,345							
Pennsylvania State University	20.108	03-C-NE-PSU	(226)							(226)				
City of Oxford	20.205	(TS-0360-00(002)	75,157							75,157				
Mississippi Department of Public Safety	20.205	07-UA-400-1	1,872			1,872								
Mississippi State University	20.205	192400 363742 01060502 363742	2,326			2,326								
MDPSP - Highway Training and Education	20.215	07-OP-401-1	72,695				72,695							
MDPSP - Highway Training and Education	20.215	07-OP-401-S	(6,342)				(6,342)							

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## Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2008

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MLW	MVSU	UM	UMMC	USM	IHL Board	MCVS
MDPSP - Highway Training and Education	20.215	08-OP-401-1	88,059				88,059							
Mississippi Department of Public Safety - U.S. Dept of Transportation	20.234	GM000984	150,392									150,392		
Mississippi Department of Transportation	20.600		791			791								
JSU - University Transportation Centers	20.760	634716	27,184				27,184							
Univ of Denver - University Transportation Centers	20.760	36301-01-00	74,459				74,459							
<b>Subtotal Pass-through Programs</b>			<b>959,494</b>	-	-	4,989	560,288	-	-	243,824	-	150,392	-	-
<b>Total U.S. Department of Transportation</b>			<b>2,932,440</b>	-	-	499,493	1,577,037	-	461,694	243,824	-	150,392	-	-
<b>Appalachian Regional Commission:</b>														
Pass-through Program From:														
Ohio State U Research Fdn - Appalachian Regional Commission	23.000	60013829	8,000				8,000							
Webster County Development Council - Appalachian Regional Commission	23.000	Webster County Development Council	(2,536)				(2,536)							
<b>Total Appalachian Regional Commission</b>			<b>5,465</b>	-	-	-	5,465	-	-	-	-	-	-	-
<b>Federal Communications Commission:</b>														
Pass-through Program From:														
Computech Inc	32.001	FCC 01 007	(27)	-	-	(27)	-	-	-	-	-	-	-	-
<b>Library of Congress:</b>														
Distribution of Library of Congress Cataloging	42.003		439,662	-	-	-	-	-	-	-	-	439,662	-	-
<b>National Aeronautics and Space Administration:</b>														
NASA	43.000		95,166				95,166							
Aerospace Education Services Program	43.001		7,704,212			7,246				887,067		6,609,899		
Technology Transfer	43.002		5,985,023				4,844,985					1,140,038		
National Aeronautics Space Administration	NO CFDA	NNA06CA45G	103,652									103,652		
National Aeronautics Space Administration	NO CFDA	NNJ06HA31P	171,274									171,274		
National Aeronautics Space Administration	NO CFDA	NNK06MB74A	5,848									5,848		
<b>Subtotal Direct Programs</b>			<b>14,065,175</b>	-	-	7,246	4,940,151	-	-	887,067	280,774	7,949,937	-	-
Pass-through Program From:														
Mississippi State University	43.000	DONNS06AA65D	1,022,257							1,022,257				
Mississippi State University	43.000	NAS13 98033	439									439		
Jet Propulsion Laboratory	43.000	NMD710850	1,580									1,580		
Combustion Research & Flow Technology, Inc.	43.000	NNM05AA65C	157									157		
Combustion Research & Flow Technology, Inc.	43.000	NNM06AB12C	99,578									99,578		
Combustion Research & Flow Technology, Inc.	43.000	NNX08CB31P	527									527		
CFDRC- NASA	43.000	647	26,303				26,303							
Hypercomp Eng -NASA	43.000	11071	81,346				81,346							
Univ of AL - B'Ham NASA	43.000	2060462	174,252				174,252							
CAEC - NASA	43.000	05-T9 01-8993	4,564				4,564							
UM - NASA	43.000	07-09-020	12,082				12,082							
USM-NASA	43.000	GR03150-A10	7,883				7,883							

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Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MLW	MVSU	UM	UMMC	USM	IHL Board	MCVS
USM-NASA	43.000	GR03230-A10 -	7,252				7,252							
MS Ethanol -NASA	43.000	NNX09CD53P	23,533				23,533							
MS Ethanol - NASA	43.000	STTR Phase II	33,268				33,268							
Tetra Tech Inc -NASA	43.000	TRC-STTR-4-07	10,919				10,919							
Tetra - NASA	43.000	TRC-STTR-4-06	188,692				188,692							
USM-NASA	43.000	USM-GR03155	47,097				47,097							
USM-NASA	43.000	USM-MRCS-04262005	12,233				12,233							
USM-NASA	43.000	USM-MRCS-09262006-03T	46,026				46,026							
USM-NASA	43.000	USM-MRCS-12082005-70D	43,451				43,451							
USM-NASA	43.000	USM-MRCS-12082005-72D	(19,642)				(19,642)							
USM-NASA	43.000	USM-MRCS-2142007-56T	257,784				257,784							
USM-NASA	43.000	USM-MRCS-2152007-52T	220,006				220,006							
USM-NASA	43.000	USM-MRCS-2152007-53T	180,028				180,028							
USM-NASA	43.000	USM-MRCS-2152007-58T	160,093				160,093							
USM-NASA	43.000	USM-MRCS-3032006-09T	54,164				54,164							
USM-NASA	43.000	USM-MRCS-12202005-69D	42,300				42,300							
UM - Aerospace Education Services Program	43.001	07-11-054	16,597				16,597							
UM - Aerospace Education Services Program	43.001	08-01-063	6,594				6,594							
University of MS - Aerospace Education Services Program	43.001	08-10-041	8,844				8,844							
George Mason Univ - Aerospace Education Services Program	43.001	200707-D	2,978				2,978							
Univ. of MD - Aerospace Education Services Program	43.001	Z634005	203,587				203,587							
UM-Aerospace Education Services Programs	43.001	08-08-018	7,122						7,122					
National Institute of Aerospace	43.001	NCC-1-02043	77,544							77,544				
University of Mississippi/Aerospace Education Services Program	43.001	08-07-011/300112306A	14,913		14,913									
Jacobs Technology	43.001	H731300TMS	979			979								
University of Mississippi	43.001	NNG05GJ72H/0708007	17,210			17,210								
University of Mississippi	43.001	0810040/300112488A/NNX07AM36A	21,173			21,173								
University of Mississippi	43.001	NNG05GJ72H/07-11-052	26,380			26,380								
University of Mississippi	43.001	NNG05GJ72H/0808012/300112306A	40,758			40,758								
University of Southern Mississippi	43.001	USMGR03140A10	40,956			40,956								
Radianc Technologies, Inc	43.001	05S-0675	5,405									5,405		
Science Systems and Applications, Inc	43.001	2616-06-070	5,035									5,035		
University of Mississippi	43.001	08-05-074	16,570									16,570		
University of Mississippi	43.001	08-02-066	777									777		
University of Mississippi	43.001	08-11-046	10,508									10,508		
Mississippi State University	43.001		(7,650)									(7,650)		
Mississippi State University	43.002	SSC-097/NAS13-564	13,078									13,078		
Mississippi State University	43.002		3,548									3,548		
Mississippi State University	43.002	SSC-166/NAS13-564	4,948									4,948		
Mississippi State University	43.002		(1,595)									(1,595)		
Mississippi State University	43.002	SSC-18/NAS13-98033	2,538									2,538		
University of Mississippi	43.002	02-10-032/NCCS-574	43,317									43,317		
USM-Technology Transfer	43.002	USM-MRCS-12162005-65D	1,292,883				1,292,883							

# State of Mississippi Institutions of Higher Learning

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Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board	MCVS
USM-Technology Transfer	43.002	USM-MRCSSC-12162005-67d	437,233				437,233							
USM-Technology Transfer	43.002	USM-MRCSSC-1216205-65D	1,321,217				1,321,217							
USM-Technology Transfer	43.002	USM-MRCSSC-2122007-51T	160,767				160,767							
Univ of Southern MS: NASA	NO CFDA	USM-MRCSSC1216200568D	195,519								195,519			
<b>Subtotal Pass-through Programs</b>			<b>6,727,906</b>	-	14,913	147,456	5,064,332	-	7,122	1,202,082	195,519	96,481	-	-
<b>Total National Aeronautics and Space Administration</b>			<b>20,793,081</b>	-	14,913	154,702	10,004,483	-	7,122	2,083,149	476,293	8,046,418	-	-
<b>National Endowment for the Humanities:</b>														
Promotion of the Humanities Research	45.161		10,693									10,693		
Richard A. Wright: A Miss. Writer	45.162		14,993						14,993					
Promotion of Humanities Professional Development	45.163		52,219			52,219								
<b>Subtotal Direct Programs</b>			<b>77,905</b>	-	-	52,219	-	-	14,993	-	-	10,693	-	-
<b>Pass-through Program From:</b>														
National Endowment for the Arts-Big Read	45.024		17,751						17,751					
<b>Total National Endowment for the Humanities</b>			<b>95,656</b>	-	-	52,219	-	-	32,744	-	-	10,693	-	-
<b>National Science Foundation:</b>														
NSF Odyssey	47.070		116,412						38,282	78,130				
Engineering Grants	47.041		1,131,457			336,071	645,764			45,100		104,522		
Mathematical and Physical Sciences	47.049		4,617,819			645,535	858,331			358,415		2,555,538		
Geosciences	47.050		610,203			127,014				133,064		350,125		
Computer and Information Science and Engineering	47.070		582,945			21,717	561,228							
Computer and Information Science and Engineering	47.071		48,940											48,940
Biological Sciences	47.074		1,648,977			14,590	827,567			163,956	58,838	584,026		
Social, Behavioral, and Economic Sciences	47.075		87,305							72,154		15,151		
Education and Human Resources	47.076		7,814,335			3,710,140	2,776,463		50,811	394,667		882,254		
Polar Programs	47.078		93,735											93,735
International Science and Engineering	47.079		70,699				40,225							30,474
Office of Cyberinfrastructure	47.080		238,937			148,063								90,874
<b>Subtotal Direct Programs</b>			<b>17,061,764</b>	-	-	5,203,130	5,709,578	-	89,093	1,245,486	58,838	4,755,639	-	-
<b>Pass-through Program From:</b>														
NEES Consortium - NSF	47.000	RA-SimPort-2008-MSU	34,309				34,309							
Seacoast Sc - NSF	47.000	SSI-02007026	51,890				51,890							
UC San Diego-Engineering Grants	47.041	10273843	116,679				116,679							
State Univ. of NY-Engineering Grants	47.041	1058413/41058	25,554				25,554							
Oragencies Inc -Engineering Grants	47.041	IIP-0749884	15,809				15,809							
Univ of HI-Engineering Grants	47.041	Z761889	14,288				14,288							
MS State Univ. Mathematical and Physical Sciences	47.049	060801 362415	82,531								82,531			
Case Western Reserve University - NSF	47.049	DMR-0423914	52,153											52,153
University of Alaska - NSF	47.049	UAF 08-0005	80,760											80,760
USM Research Foundation - NSF	47.049		12,757											12,757

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Federal Grant/Pass-through Grant/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board	MCVS
SUNY - Geosciences	47.050	103907432191	(1,458)				(1,458)							
Ohio State University-Computer and Information Science and Engineering	47.070	745316	28,786				28,786							
Cornell Univ - Computer and Information Science and Engineering	47.070	38002-6387	(793)				(793)							
Purdue Univ - Computer and Information Science and Engineering	47.070	501-0563-4	2,126				2,126							
Rensselaer-Computer and Information Science and Engineering	47.070	A11533	84,395				84,395							
North Carolina Agricultural & Technical State University	47.070	CNS0540577/2600641	30,927			30,927								
Georgia State University	47.074	DUE034118/ELT4836	4,138			4,138								
University of Southern Mississippi	47.074	NSF AWARD EPS 0556308/GR02629	62,571			62,571								
ISU - Biological Sciences	47.074	420-23-01	12,248				12,248							
Univ of TX-Austin Biological Sciences	47.074	UTA06-272	52,426				52,426							
Arizona State Univ. Biological Sciences	47.074	03062DEB0213851	848								848			
Univ of Louisville: Biological Sciences	47.074	URLF01-1068	2,809								2,809			
Mississippi State University - NSF	47.074		19,091									19,091		
Jackson State University - NSF	47.076	NSF HRD-0602740	53,051									53,051		
Mississippi State University - NSF	47.076	440900-362427-01	12,575									12,575		
Mississippi State University - NSF	47.076	440900-362427-01	67,213									67,213		
Mississippi State University - NSF	47.076	440900-362427-01	203,012									203,012		
Mississippi State University - NSF	47.076	440900-362427-01	183,818									183,818		
MS State Univ. National Science Foundation	47.076	44090036242704	120,315								120,315			
Univ of MS - Education and Human Resources	47.076	05-10-030	182,726				182,726							
CO School of Mines- Education and Human Resources	47.076	VR49714	46				46							
Education and Human Resources	47.076	SUB NO. 07-04-088	9,860	9,860										
University of Southern Mississippi	47.076	DGE-0333136	213,521							213,521				
Mississippi State University	47.076	EPS 0056308	322,655							322,655				
Jackson State University/MAMP/ Education and Human Resources	47.076	HRD9153747	38,418			38,418								
Mississippi State University	47.076	44090036242702	(43,357)			(43,357)								
Mississippi State University	47.076	44090036242702	(5,517)			(5,517)								
Mississippi State University	47.076	44090036242702	(791)			(791)								
Mississippi State University	47.076	44090036242702	(195)			(195)								
Mississippi State University	47.076	44090036242702	379			379								
Mississippi State University	47.076	44090036242702	1,041			1,041								
Mississippi State University	47.076	44090036242702	1,459			1,459								
Mississippi Valley State University	47.076	716560/0601037	6,104			6,104								
Mississippi Valley State University	47.076	716560/0601037	11,901			11,901								
University of Alaska - NSF	47.078	UAF000080/POFP100949	7,074									7,074		
University of California - NSF	47.078	10211434	2,260									2,260		
Canadian Res/Dev FdN - International Science and Engineering	47.079	UKE2-2856-KV-07	4,167				4,167							
University of Southern Mississippi	47.081	MCBC USM NSF EPSCOR SEED	5,286			5,286								
<b>Subtotal Pass-through Programs</b>			<b>2,181,882</b>	<b>9,860</b>	<b>38,418</b>	<b>73,946</b>	<b>623,195</b>	-	-	<b>536,176</b>	<b>206,503</b>	<b>693,784</b>	-	-
<b>Total National Science Foundation</b>			<b>19,243,647</b>	<b>9,860</b>	<b>38,418</b>	<b>5,277,076</b>	<b>6,332,773</b>	-	<b>89,093</b>	<b>1,781,662</b>	<b>265,341</b>	<b>5,448,423</b>	-	-

# State of Mississippi Institutions of Higher Learning

## Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2008

Federal Grant/Pass-through Grant/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MUR	MVSU	UM	UMMC	USM	IHL Board	MCVS
<b>U.S. Small Business Administration:</b>														
Small Business Administration	59.000		193,161				193,161							
Business Development Program	59.006		1,549,165									1,549,165		
Technical Assistance	59.007		193,357									193,357		
<b>Subtotal Direct Programs</b>			<b>1,935,683</b>	-	-	-	193,161	-	-	-	-	1,742,522	-	-
<b>Pass-through Program From:</b>														
Mississippi Technology Alliance	59.006	SBAHQ06W0117	641											
University of Mississippi/Small Business Development Center	59.037	9-7620-0025-18	170,015		170,015									
<b>Subtotal Pass-through Programs</b>			<b>170,656</b>	-	170,015	641	-	-	-	-	-	-	-	-
<b>Total U.S. Small Business Administration</b>			<b>2,106,339</b>	-	170,015	641	193,161	-	-	-	-	1,742,522	-	-
<b>Tennessee Valley Authority:</b>														
Tennessee Valley Authority	62.000		132				132							
<b>U.S. Veterans Administration:</b>														
VA: MIRECC	NO CFDA	586D80038	32,668									32,668		
VA: MIRECC	NO CFDA		7,409									7,409		
<b>Total U.S. Veterans Administration</b>			<b>40,077</b>	-	-	-	-	-	-	-	-	40,077	-	-
<b>Environmental Protection Agency:</b>														
EPA	66.000		(5,000)				(5,000)							
Survey, Studies, Investigations and Special Purpose Activities for Environmental Justice	66.309		27,707			27,707								
Regional Wetland Program Development Grants	66.461		71,015				71,015							
Gulf of Mexico Program	66.475		273,250									273,250		
Science To Achieve Results (STAR) Research Program	66.509		51,461				51,461							
Office of Research and Development Consolidated	66.511		84,228				84,228							
Surveys, Studies, Investigations and Special Purpose Grants	66.606		71,922				71,922							
<b>Subtotal Direct Programs</b>			<b>574,583</b>	-	-	27,707	273,626	-	-	-	-	273,250	-	-
<b>Pass-through Program From:</b>														
MS Department of Environmental Quality	66.000	C9994866-03-0	5,657							5,657				
Tetra Tech - Environmental Protection Agency	66.000	07030307	21,942				21,942							
MDEQ - Environmental Protection Agency	66.000	MDEQ05-0001MSU-006	(15,722)				(15,722)							
MS Department of Environmental Quality - U.S. Environmental Protection Agency	66.034	07-0001USM/GCRL-020	600										600	
University of Memphis	66.202	ME-83325301-0	(505)							(505)				
MS Department of Environmental Quality - U.S. Environmental Protection Agency	66.419	07-0001USM/GCRL-018	5,989										5,989	
MS Department of Environmental Quality - U.S. Environmental Protection Agency	66.419	08-01USM/GCRL-03	121,389										121,389	
MS Department of Environmental Quality - U.S. Environmental Protection Agency	66.419	08-01USM/GCRL-01	44,159										44,159	
MS Department of Environmental Quality - U.S. Environmental Protection Agency	66.419	06-0001USM/GCRL-014	7,499										7,499	
Texas A & M - U.S. Environmental Protection Agency	66.419	S080003	30,089										30,089	
Texas A & M Foundation - U.S. Environmental Protection Agency	66.419	S070027	9,082										9,082	
University of South Florida - U.S. Environmental Protection Agency	66.419	1209-1071-00-B	15,458										15,458	
MS Department of Environmental Quality - U.S. Environmental Protection Agency	66.419	MDEQ-02-ID-0001USM	2,228										2,228	

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Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MDW	MVSU	UM	UMMC	USM	IHL Board	MCVS
MS Department of Environmental Quality - U.S. Environmental Protection Agency	66.419		29,835									29,835		
MDEQ - Water Quality Control Information	66.423	05-00549	8,622				8,622							
Maryland Department of Agriculture	66.439	FR 2088	63,339							63,339				
MS Department of Environmental Quality	66.460	C994666-06-0	10,056							10,056				
FL Fish & Wildlife Conservati Commission - U.S. Environmental Protection Agency	66.606	PO# S-7701-615172	(897)									(897)		
Southeastern Louisiana University	66.641	X-83262201-1	7,511							7,511				
Mississippi Department of Environmental Quality	66.708	SWC226	2,434			2,434								
<b>Subtotal Pass-through Programs</b>			<b>368,763</b>	-	-	2,434	14,842	-	-	86,058	-	265,429	-	-
<b>Total U.S. Environmental Protection Agency</b>			<b>943,347</b>	-	-	30,141	288,468	-	-	86,058	-	538,679	-	-
<b>U.S. Department of Energy:</b>														
US Dept of Energy	81.000		1,904,214				1,904,214							
University-Laboratory Cooperative Program	81.004		2,896,734				2,896,734							
Inventions and Innovations	81.036		29,928									29,928		
Basic Energy Sciences University and Science Education	81.049		635,805				471,125			164,680				
University Coal Research	81.057		96,348				79,559			16,789				
Department of Energy	81.059		113,586							113,586				
Regional Biomass Energy Programs	81.079		3,246,888				3,246,888							
Conservation Research and Development	81.086		175,857				175,857							
Fossil Energy Research and Development	81.089		804,817				97,877			706,940				
University-Laboratory Cooperative Program	81.104		(10,966)				(10,966)							
Defense Nuclear Nonproliferation Research	81.113		215,091									215,091		
<b>Subtotal Direct Programs</b>			<b>10,108,302</b>	-	-	-	8,661,288	-	-	1,001,995	-	245,019	-	-
<b>Pass-through Program From:</b>														
Department of Energy & IPA Reidy	81.000	4000056452	108,671	100,671										
Department of Energy & IPA Reidy	81.000	4000055451	12,357											12,357
Department of Energy & IPA Reidy	81.000	4000066515	13,500											13,500
Department of Energy & IPA Reidy	81.000	061800-363011-02	31,417											31,417
MTAUS DOE	81.000	DE-FG36-05G095002	108,658							108,658				
MS Biomass Utilization	81.000	MTA-SB4-1003	484,405							484,405				
Argonne National Laboratory - DOE	81.000	W-31-109-ENG-38	460							460				
Battelle - US Dept of Energy	81.000	75330	4,583				4,583							
Sandia Natl Lab - US Dept of Energy	81.000	798196	32,741				32,741							
MS Ethanol - US Dept of Energy	81.000	04060606	9,545				9,545							
ORAU - US Dept of Energy	81.000	06111018	4,172				4,172							
UT-BattelleUS Dept of Energy	81.000	4000054701	2,455,980				2,455,980							
UT-BattelleUS Dept of Energy	81.000	4000055437	277,401				277,401							
UT-BattelleUS Dept of Energy	81.000	4000055442	147,287				147,287							
UT-BattelleUS Dept of Energy	81.000	4000055446	803,297				803,297							
UT-BattelleUS Dept of Energy	81.000	4000055448	396,497				396,497							
UT-BattelleUS Dept of Energy	81.000	4000055452	223,159				223,159							
UT-BattelleUS Dept of Energy	81.000	4000055453	161,997				161,997							



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Federal Grant/Pass-through Grant/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MUP	MVSU	UM	UMMC	USM	IHL Board	MCVS
UT-Battelle US Dept of Energy	81.000	4000055457	481,707				481,707							
UT-Battelle US Dept of Energy	81.000	4000057968	54,330				54,330							
UT-Battelle US Dept of Energy	81.000	4000064719	173,599				173,599							
UT-Battelle US Dept of Energy	81.000	4000065554	234,729				234,729							
UT-Battelle US Dept of Energy	81.000	4000065631	180,052				180,052							
UT-Battelle US Dept of Energy	81.000	4000066934	29,337				29,337							
GEFA - US Dept of Energy	81.000	SPJ2007-104	18,198				18,198							
Hughes Eastern - US Dept of Energy	81.000	92-3-268	20				20							
Savannah River Co - US Dept of Energy	81.000	ACS85590	19,135				19,135							
MDA - US Dept of Energy	81.000	GT05-327-001	420				420							
MDA - US Dept of Energy	81.000	GT06-024-002/MSU	97,328				97,328							
MTA - US Dept of Energy	81.000	MTA-SBI-1002	13,781				13,781							
MS Tech Alliance - US Dept of Energy	81.000	MTA-SBI-1010	10,010				10,010							
Alcorn State University	81.000	4000056452	130,436			130,436								
Oak Ridge National Laboratory - U.S. Dept of Energy	81.000	4000065393	21,667									21,667		
University of Mississippi - U.S. Dept of Energy	81.000	MTA-SBI-1003	1,744									1,744		
University of Mississippi - U.S. Dept of Energy	81.000	07-01-072/MTA-SBI-10	17,565									17,565		
Y12 National Security Complex - U.S. Dept of Energy	81.000	4300056064	921,499									921,499		
BWXT Y-12, LLC.	81.049	DEAC0500OR22600/4300058411	8,797			8,797								
BWXT Y-12, LLC.	81.049	DEAC0500OR22600/4300058411	111,543			111,543								
BWXT Y-12, LLC.	81.049	DEAC0500OR22600/4300058411	112,888			112,888								
Oak Ridge Institute for Science and Education	81.049		165,600			165,600								
University of Mississippi	81.049	DEFG3605G085002/0708001	522,838			522,838								
MTA - Regional Biomass Energy Programs	81.079	MTA-SBI-1009	46,730				46,730							
MTA - Regional Biomass Energy Programs	81.079	MTA-SBI-1011	22,639				22,639							
Mississippi Technology Alliance - U.S. Dept of Energy	81.079	MTA-SBI-1006	54,983									54,983		
UM - Renewable Energy Research and Development	81.087	07-08-002	104,356				104,356							
Oak Ridge Institute for Science and Education	81.087	4000055328 JSU63905 4200000226	308,521			308,521								
Oak Ridge Institute for Science and Education	81.087	4200000226/4000055329	501,548			501,548								
University of California/Lawrence Livermore National Laboratory	81.089	B559013	31,386			31,386								
SSEB- Fossil Energy Research and Development	81.089	SECARB2-999-T7-MSU/DIAL-2005-00	50,609				50,609							
University of Texas - Austin	81.089	SSEB-SECARB3-971	4,395							4,395				
University of Tennessee-Knoxville - U.S. Dept of Energy	81.119	OR8400-001.01	134,506									134,506		
<b>Subtotal Pass-through Programs</b>			<b>9,855,021</b>	<b>157,945</b>	<b>-</b>	<b>1,893,556</b>	<b>6,053,638</b>	<b>-</b>	<b>-</b>	<b>597,918</b>	<b>-</b>	<b>1,151,964</b>	<b>-</b>	<b>-</b>
<b>Total U.S. Department of Energy</b>			<b>19,963,323</b>	<b>157,945</b>	<b>-</b>	<b>1,893,556</b>	<b>14,914,926</b>	<b>-</b>	<b>-</b>	<b>1,599,913</b>	<b>-</b>	<b>1,396,982</b>	<b>-</b>	<b>-</b>
<b>U.S. Department of Education:</b>														
Fund for the Improvement of Postsecondary Education	84.116		342,202				104,927	133,858		103,317				
Rehabilitation Long-Term Training	84.129		110,196				110,196							
National Institute on Disability and Rehabilitation	84.133		247,716				247,716							
Disability Rehabilitation Research Projects	84.133A		148,080				148,080							
Graduate Assistance in Areas of National Need	84.200A		148,275									148,275		

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U. S. Dept of Education/Expanding Appropriate Assessment/Instruction	84.215		253,588		253,588									
Mathematics and Science Special Education	84.324K		67,578				67,578							
Special Education – Technical Assistance on State Data Collection	84.373		282,923				282,923							
Delta Area Writing Project	84.928		117,492		38,636				78,856					
<b>Subtotal Direct Programs</b>			<b>1,716,050</b>	-	<b>292,224</b>	-	<b>959,420</b>	<b>133,958</b>	<b>78,856</b>	<b>103,317</b>	-	<b>148,275</b>	-	-
<b>Pass-through Program From:</b>														
NJ Comm. for Blind - US Dept of Education	84.000	06121100	5,362				5,362							
AR DHHS - US Dept of Education	84.000	4500648265	4,726				4,726							
AR DHHS- US Dept of Education	84.000	4500768246	6,038				6,038							
Virginia Dept of Labor - US Dept of Education	84.000	A08-170	3,318				3,318							
AL Dept Rehab - US Dept of Education	84.000	AE8087MS03	6,518				6,518							
Univ of GA-US Dept of Education	84.000	RH769-003/892077	9,865				9,865							
Commonwealth of VA - Rehabilitation Services Independent Living Services	84.177	07-305	6,502				6,502							
Texas Tech Univ - Rehabilitation Services Independent Living Services	84.177	1304/B109-01	8,232				8,232							
GA Dept of Labor - Rehabilitation Services Independent Living Services	84.177	72100-706-07	1,885				1,885							
GA Dept of Labor- Rehabilitation Services Independent Living Services	84.177	72100-706-08	6,441				6,441							
Commonwealth of MA -Rehabilitation Services Independent Living Services	84.177	CMCB40004123059	10,714				10,714							
MO Div. of Services for the Blind- Rehabilitation Services Independent Living Services	84.177	MO Div. of Services for the Blind	5,997				5,997							
UT Div of Serv. for the Blind-Rehabilitation Services Independent Living Services	84.177	UT Div of Serv. for the Blind	8,236				8,236							
Petal School District - U.S. Dept of Education	84.213	CE07-1831	39										39	
NCEE - Fund for the Improvement of Education	84.215	GR-0600206	29,632				29,632							
Mississippi Department of Rehabilitation Services	84.224	07-331-S1800-250	7,611				7,611							
Mississippi Department of Rehabilitation Services	84.224	08-331-1800-99	27,685				27,685							
Mississippi Department of Education	84.325	CL07 8301	168,657				168,657							
Mississippi Department of Education	84.325	083201EA0882501B597065	227,783				227,783							
University of South Florida	84.326	H326M000002	917				917							
McComb School District - U.S. Dept of Education	84.359	USM-24320011005	44,958											44,958
Cowart County Schools	84.366	063201BB25461EA	6,494							6,494				
MS Dept of Education	84.366	S366B060025	572,490							572,490				
MS Dept of Education	84.366	N/A	721							721				
MS Institutions of Higher Learning/NCLB Math/Literacy Inst for Teachers	84.367		172,118		172,118									
<b>Subtotal Pass-through Programs</b>			<b>1,342,938</b>	-	<b>172,118</b>	<b>432,652</b>	<b>113,466</b>	-	-	<b>579,705</b>	-	<b>44,997</b>	-	-
<b>Total U.S. Department of Education</b>			<b>3,058,988</b>	-	<b>464,342</b>	<b>432,652</b>	<b>1,072,886</b>	<b>133,958</b>	<b>78,856</b>	<b>683,022</b>	-	<b>193,272</b>	-	-
<b>U.S. Department of Health and Human Services:</b>														
Public Health Service	93.000		85,203							85,203				
Chronic Diseases: Research, Control, and Prevention	93.068		74,477				74,477							
Food and Drug Administration Research	93.103		1,350,286							1,350,286				
Environmental Health	93.113		1,189,113				922,491			266,622				
Biometry and Risk Estimation Health Risks from	93.115		96,263				96,263							
Oral Diseases and Disorders Research	93.121		173,214										173,214	
Community Programs to Improve Minority Health	93.137		96,406						96,406					

# State of Mississippi Institutions of Higher Learning

## Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2008

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MUFW	MVSU	UM	UMMC	USM	IHL Board	MCVS
Research Related to Deafness and Communication Disorders	93.173		415,780							139	415,641			
Immunization Research, Demonstration, Public Information and Education - Training and Clinical Skills Improvement Projects	93.185		582,557							582,557				
Research and Training in Complementary and Alternative Medicine	93.213		147,833							147,833				
Research on Healthcare Costs, Quality and Outcomes	93.226		144,006							(668)	144,874			
Mental Health Research Grants	93.242		461,781								404,947	56,834		
Alcohol Research Programs	93.273		824,046				212,765			66,409	456,278	88,594		
Behavioral Pharmacology of Drug Self Administration	93.277		18,779								18,779			
Drug Abuse and Addiction Research Programs	93.279		2,493,453					318,851		1,779,027	395,575			
Centers for Disease Control and Prevention - Investigations and Technical Assistance	93.283		3,379,933							3,379,351	582			
Minority Health and Health Disparity Research	93.307		775,059											
Nursing Research	93.361		24,682								24,682			
National Center for Research Resources	93.389		9,977,093			1,598,582	508,666			2,045,914	2,443,576	3,380,355		
Academic Research Enhancement Award	93.390		57,439				57,439							
Cancer Treatment Research	93.395		402,192					39,097		192,696	170,399			
Cancer Biology Research	93.396		151,950									151,950		
Cancer Control	93.399		(1,301)					(1,301)						
Refugee and Entrant Assistance - Wilson/Fish Program	93.583		13,709							13,709				
Cell Biology and Biophysics Research	93.821		80,025					80,025						
Heart and Vascular Diseases Research	93.837		8,776,053			3,036,713	40,020				5,639,423	59,897		
Blood Diseases and Resources Research	93.839		164,404									164,404		
Arthritis, Musculoskeletal and Skin Diseases Research	93.846		56,923							56,923				
Digestive Diseases and Nutrition Research	93.848		247,684								247,684			
Kidney Diseases, Urology and Hematology Research	93.849		574,957								574,957			
Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853		221,167			15,357				6,156	199,654			
Allergy, Immunology and Transplantation Research	93.855		269,908					102,046		86,114	81,748			
Microbiology and Infectious Diseases Research	93.856		661,246							591,810		69,436		
Pharmacology, Physiology & Biological Chemistry Research	93.859		1,707,742	920		1,007,875	89,588				609,359			
Child Health and Human Development Extramural Research	93.865		278,908								107,372			
Vision Research	93.867		824,741							79,858	744,883			
Health Care and Other Facilities	93.887		63,290									63,290		
Specialty Selected Health Projects	93.888		62,787											
HIV Prevention Activities - Non Governmental Organization Based	93.939		388,946											
Epidemiology Research Studies of AIDS and HIV Infection in Selected Population Groups	93.943		803,853											
International Research and Research Training	93.969		39,569								39,569			
Atherosclerosis Risk in Communities - ARIC	NO CFDA	N01HC55021	760,433								760,433			
Pediatric Hydrocurea Phase III Clinical Trial Supplement	NO CFDA	N01HB07158	319,393								319,393			
Jackson Heart Study	NO CFDA	N01HC95171	3,507,699								3,507,699			
Department of Health and Human Services (Contract)	NO CFDA	HHS426720070000C	224,805								224,805			
<b>Subtotal Direct Programs</b>			<b>42,988,504</b>	<b>920</b>	<b>-</b>	<b>7,860,708</b>	<b>2,540,427</b>	<b>-</b>	<b>96,406</b>	<b>10,729,737</b>	<b>17,725,546</b>	<b>4,034,760</b>	<b>-</b>	<b>-</b>
Pass-through Program From														
NIH-Extramural Associate Research Development	93.000		33,928						33,928					
University of Virgin Islands	93.000	NA	3,577							3,577				
Information & Quality Healthcare	93.000	HHSM-500-2005-MS001C	550,052							550,052				

# State of Mississippi Institutions of Higher Learning

## Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2008

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MUR	MVSU	UM	UMMC	USM	IHL Board	MCVS
Information & Quality Healthcare	93.000	N/A	5,840							5,840				
Division of Medicaid -Dept of Health of Human Service	93.000	05010044	3,738				3,738							
Univ of MD- Dept of Health of Human Service	93.000	02-4-38719	23,505				23,505							
Univ of Colorado -Dept of Health of Human Service	93.000	Univ of Colorado	14,077				14,077							
Morehouse School of Medicine	93.004	US2MP02001034	52			52								
National Assn for Equal Opportunity in Higher Education	93.004	US2MP9700308011	25,402			25,402								
Redemption Outreach Ministries, Inc.	93.010		137,761			137,761								
Mississippi Hospital Association - U.S. Dept of Health and Human Services	93.064	GM001926	5,846										5,846	
EcoArray, LLC - U.S. Dept of Health and Human Services	93.113	13637	12,222										12,222	
Univ of Minnesota: Oral Diseases and Disorders Research	93.121	B6166124104	146,004							146,004				
Meharry Medical College	93.136	060412PDJ056S1	155,450			155,450								
University of Mississippi Medical Center	93.137	CPIMP061018-02 / 6822	11,392			11,392								
University of Mississippi Medical Center	93.137		37,116			37,116								
University of Mississippi Medical Center	93.137		113,356			113,356								
University of Mississippi Medical Center	93.137		122,086			122,086								
UMMC - Community Programs to Improve Minority Health Grant Program	93.137	66802	62,743				62,743							
UMMC-Community Programs to Improve Minority Health Grant Program	93.137	66801-01	15,138				15,138							
Community Programs to Improve Minority Health Grant Program	93.137	SUBAWARD 66811-02	73,748	73,748										
Community Programs to Improve Minority Health Grant Program	93.137	CPIMP061018-02	9,846	9,846										
University of Mississippi Medical Center - U.S. Dept of Health and Human Services	93.137	66811-02	32,040										32,040	
University of Mississippi Medical Center - U.S. Dept of Health and Human Services	93.137	CPIMP061018-01	91,677										91,677	
Washington Univ .Research Related to Deafness and Communication Disorders	93.173	WU0689	45,140								45,140			
The New York Botanical Garden	93.213	R21 AT001889	60,872							60,872				
Rutgers University	93.213	1R21 AT002078-01	21,838							21,838				
Georgetown University	93.213	5 R21 AT002811-02	24,590							24,590				
University of Maryland	93.213	7R01 AT001928-03	25,559							25,559				
Univ Mass: Asthma and Mindfulness Based on Stress Reduction	93.213	6081934	85,465								85,465			
MSDH: Statewide GIS Dental Workforce	93.236	2000DHO	15,017								15,017			
University of Michigan - U.S. Dept of Health and Human Services	93.236	DE014261	19,121										19,121	
Delta Health Alliance - State Rural Hospital Flexibility Program	93.241	Program 12	229,669				229,669							
Delta Health Alliance - State Rural Hospital Flexibility Program	93.241	Program 15	165,791				165,791							
Delta Health Alliance - State Rural Hospital Flexibility Program	93.241	Program 16	171,591				171,591							
Delta Health Alliance	93.241	UIF DHI PROJECT 7	54,637			54,637								
Delta Health Alliance	93.241	UIFDHI PROJECT 8 17	292,607			292,607								
Yale University: Mental Health Research Grants	93.242	A06200	45,872								45,872			
Duke Univ: Mental Health Research Grants	93.242	P50 MH060451-01A2	241,658								241,658			
Duke Univ: Mental Health Research Grants	93.242	133984	58,283								58,283			
MS Dept of Mental Health: Substance Abuse and Mental Health Services Survey Project	93.243		32,030								32,030			
University of Alabama at Birmingham - U.S. Dept of Health and Human Services	93.257	5 U01 CA114619-04	48,412										48,412	
Univ of New York Buffalo: Alcohol Research Programs	93.273	R351001	11,039								11,039			
Mississippi Department of Mental Health	93.276	4130-DMH-UATC	46,057			46,057								
Acerta Discovery: Nicotinic Ligands as Smoking Cessation Agents	93.279	R41DA023291	61,402								61,402			
Oregon Res Institute: Drug Abuse and Addiction Research Program	93.279	DA017972	75,265								75,265			

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## Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2008

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures												
				ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board	MCVS	
Univ of Texas San Antonio Drug Abuse and Addiction Research Program	93.278	115954/115375	117,175									117,175			
Mississippi State University - U.S. Dept of Health and Human Services	93.279	19030030163701	(341)												(341)
Catholic Charities - U.S. Dept of Health and Human Services	93.279	USM-GM001121	30,996												30,996
MDHS - Centers for Disease Control and Prevention Investigators	93.283	07100943	2,931				2,931								
Delta Council/Delta Health Initiative	93.283		1,093,191		1,093,191										
UMCC - Injury Prevention Program for American Indians and Alaskan Natives	93.284	65809-06	10,817				10,817								
University of Washington	93.286	2 R01 EB000350-04A2	65,041								65,041				
Univ Mich Michigan Center for Integrated Approaches	93.307	P60MD002249	30,226									30,226			
Jackson State Univ. Minority Health and Health Disparities Research	93.307	P20MD000534	142,516									142,516			
Tougaloo: Research Infrastructure	93.307	P20D002725	20,031									20,031			
Regents of the University of Michigan	93.307	P60MD00224901	1,393			1,393									
Charles R. Drew University	93.389	SP20RR11145	(108)			(108)									
Charles R. Drew University	93.389	5P20RR1114511	107												107
Charles R. Drew University	93.389	5P20RR1114511	537												537
Mississippi Functional Genomics Network	93.389	REO AWARD	1,000				1,000								
University of Southern Mississippi	93.389	USMGR00978	1,298,513			1,298,513									
Univ of Southern MS: National Center for Research Resources	93.389	P20RR16476	104,257									104,257			
Florida A & M University	93.389	5 G12 RR003020	7,530								7,530				
Florida A & M University	93.389	2 G12 RR003020-19	(172)								(172)				
MFGN	93.389	5P20RR016476-08	684								684				
University of Southern Mississippi	93.389	5R20RR016476-07	17								17				
University of Southern Mississippi	93.389	NOT-RR-03-008	104,565								104,565				
Research Infrastructure	93.389	USM-GR03282-02-8	9,451	9,451											
Research Infrastructure	93.389	USM-GR03282-02-8	5,874	5,874											
Research Infrastructure	93.389	GR02679-01-6	6,397	6,397											
Research Infrastructure	93.389	GR02679-02-6	10,663	10,663											
Research Infrastructure	93.389	USM-GR02963-02-7	42,354	42,354											
Research Infrastructure	93.389	USM-GR02963-02-7	175,153	175,153											
IdeA Networks of Biomedical Research Excellence - ICCSA Grant	93.389	5P20RR016476-07	143,109					143,109							
IdeA Networks of Biomedical Research Excellence - ICCSA Grant	93.389	5P20RR016476-08	21,671					21,671							
IdeA Networks of Biomedical Research Excellence Genomics in Yeast	93.389	5P20RR016476-06	138,717					138,717							
IdeA Networks of Biomedical Research Excellence Genomics in Yeast	93.389	5P20RR106476-07	42,405					42,405							
Drexel Univ -Academic Research Enhancement Award	93.390	232245	2,879			2,879									
Univ. of Arizona -Cancer Cause and Prevention Research	93.393	Y432609	6,660			6,660									
NIH Sub: Oregon Research Institute: Cancer Cause and Prevention Research	93.393	CA107442	61,670									61,670			
Univ of Pennsylvania: Cancer Treatment Resources	93.395	531795	(27,359)									(27,359)			
GOG: Cancer Treatment Resources	93.395	SP 27469-2	141,978									141,978			
Natl Chkldhood Cancer Foundation: Cancer Treatment Resources	93.395	13164	5,573									5,573			
GOG: Cancer Treatment Resources	93.395	CA47269	38,260									38,260			
Natl Chkldhood Cancer Foundation: Cancer Treatment Resources	93.395	97452-1019	141,716									141,716			
Univ of Texas HSC: Cancer Treatment Resources	93.395	N01CN35038	14,108									14,108			
Singing River Hospital System	93.395	U56CA105478	781									781			
Houston Pharmaceuticals: Thermally Targeted Delivery of DOX	93.395	R34CA126138	65,624									65,624			

# State of Mississippi Institutions of Higher Learning

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Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board	MCVS
St. Jude Children's Hospital	93.395	1R01 CA108775-01A1	116,586							116,586				
Tufts University	93.395	7R21CA123253-02	18,863							18,863				
Southwest Oncology Group: Cancer Control	93.399	11-025-00UM	60,308								60,308			
CTRC Research Foundation: Cancer Control	93.399	PCPT9328	227								227			
Mississippi Department of Health	93.399	1000CA0	(11)			(11)								
University of Alabama at Birmingham	93.399	5 U01 CA86128 04	17,301			17,301								
University of Alabama at Birmingham - U.S. Dept of Health and Human Services	93.399		153,002										153,002	
Texas A & M - U.S. Dept of Health and Human Services	93.556	90YD0197	6,962											6,962
MDHS -Child Care and Development Block Grant	93.575	527Q7471	229,501				229,501							
MDHS -Child Care and Development Block Grant	93.575	527Q7484A	242,132				242,132							
Univ. of CO -Head Start	93.600	FY08.078.003	34,854				34,854							
Univ. of CO -Head Start	93.600	Y07.078-002 MSU YR02	12,411				12,411							
University of North Carolina @ Chapel Hill	93.729	7 R01 DA017204-04	76,080							76,080				
Board of Trustees of IHL - U.S. Dept of Health and Human Services	93.777		1										1	
Board of Trustees of IHL - U.S. Dept of Health and Human Services	93.777		18,518										18,518	
Board of Trustees of IHL - U.S. Dept of Health and Human Services	93.777		387										387	
Network 8 Inc.	93.779	N/A	27,708							27,708				
Tulane Univ Health Sciences Center: Heart and Vascular Disease Research	93.837	HL68057	27,265								27,265			
Univ of Washington: Genome Wide Case Only Study	93.837	HL085257	10,531								10,531			
Univ of Texas HSC: Heart and Vascular Disease Research	93.837	0004524D	96,133								96,133			
Univ of Texas HSC: Heart and Vascular Disease Research	93.837	0004575D	47								47			
Univ of Michigan: Genomic Predictors of Ather in Hypertensives	93.837	HL087660	12,610								12,610			
Univ of MD- Lung Diseases Research	93.838	SR00001113	21,883				21,883							
Medical College of Georgia: Blood Diseases and Resources Research	93.839	05-1074E1	7,436								7,436			
Research Triangle: Blood Diseases and Resources Research	93.839	N01CP01004	954								954			
Boston Medical Center: Blood Diseases and Resources Research	93.839	HL5157	35,506								35,506			
Boston Medical Center: Blood Diseases and Resources Research	93.839	HL5157	23,775								23,775			
St Jude Children's Hospital: Blood Diseases and Resources Research	93.839	U01HL078787-02	110,855								110,855			
Eisohly Laboratories Inc.	93.846	1R41-AR053395-01	8,085							8,085				
Tougaloo College - U.S. Dept of Health and Human Services	93.847		31,881										31,881	
Mayo Clinic: Kidney Diseases, Urology and Hematology Research	93.849	R01DK73537	151,041								151,041			
MS Methodist Rehab Extramural Research in Neurosciences and Neurological	93.853	H133A880035	4,330								4,330			
Washington Univ SOM: Extramural Research in Neurosciences and Neurological	93.853	NS042804WU0583	112,231								112,231			
Loyola University Chicago	93.853	1R21NS05496201	11,852			11,852								
Univ of Mass: Allergy, Immunology & Transplantation Research	93.855	603184RFS100088	12,036								12,036			
Louisiana State Univ: Allergy, Immunology and Transplantation Research	93.855	5U19AI081972	201,665								201,665			
Tulane Univ HSC: Microbiology & Infectious Disease Research	93.856	U10AA46362	(7,962)								(7,962)			
Cumberland Emerging Technologies	93.856	1R41 A1063935-01A1	659							659				
Cornell University: Biomedical Research and Research Training	93.859	440527957	48,478								48,478			
Temple Univ: Ameliorating Attention Problems in Children with SCD	93.865	360901121	19,042								19,042			
Brigham Young University: Aging Research	93.868	T35AG026781	3,612								3,612			
Purdue University - U.S. Dept of Health and Human Services	93.867	511-2103-01	30,292										30,292	
Univ of Medicine and Dentistry New Jersey / Ryan White Title IV	93.924	2005MSI	2,106								2,106			

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Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MUN	MVSU	UM	UMMC	USM	IHL Board	MCVS
Mississippi Department of Health	93.944		28,517											
Mississippi Department of Health	93.944		42,191											
Assoc of Teachers of Preventative Medicine - U.S. Dept of Health and Human Services	93.946	TS-0780	36,259									36,259		
National Institute of Occupational Safety and Health (NIOSH)	93.956	2004-0431-A&T2	5,581	5,581										
Mississippi Department of Mental Health	93.959	7420-08SAPT-32-24	50,454											
Mississippi Department of Mental Health	93.959	742807SAPT MJCPC 08	154,639											
JSU: Computerized Tomography Data Acquisition Center	NO CFDA	N01HC95170	294,027									294,027		
LSUHSC: Treatment for Repeat Chlamydia Infection	NO CFDA	604700651	20,395											20,395
Univ Southern Miss	NO CFDA	NNS06AA988	316,859									316,859		
Univ of N Carolina Chapel Hill	NO CFDA	HHSN268200625233C	60,383											60,383
University of Alabama: US Department of Health and Human Services	NO CFDA	HHSN260200500008C	97,397											97,397
Contract: MSH Patents Follow Up Extension	NO CFDA	N01HB67129	817											817
<b>Subtotal Pass-through Programs</b>			<b>10,695,829</b>	<b>339,068</b>	<b>1,093,191</b>	<b>2,602,300</b>	<b>1,250,339</b>	<b>345,902</b>	<b>33,928</b>	<b>1,117,972</b>	<b>3,395,856</b>	<b>517,275</b>	-	-
<b>Total U.S. Department of Health and Human Services</b>			<b>53,684,333</b>	<b>339,986</b>	<b>1,093,191</b>	<b>10,463,008</b>	<b>3,790,766</b>	<b>345,902</b>	<b>130,334</b>	<b>11,847,709</b>	<b>21,121,402</b>	<b>4,552,035</b>	-	-
<b>Corporation for Community and National Service:</b>														
<b>Pass-through Program From:</b>														
University of Southern MS/Delta Heritage Lighthouse Partnership	94.005	GR-01751-A-01	5,375		5,375									
MS Institutions of Higher Learning / America Reads	94.006	98-ARCM-5025	316,299		316,299									
<b>Total Corporation for Community and National Service</b>			<b>321,674</b>	-	<b>321,674</b>	-	-	-	-	-	-	-	-	-
<b>U.S. Department of Homeland Security:</b>														
<b>Emergency Management Performance Grants</b>														
JSU Bioinformatics in Biodefense	97.042		597,534									597,534		
Homeland Security, Research, Testing, Evaluation, and Demonstration of Technologies	97.104		122,074			122,074								
Homeland Security, Research, Testing, Evaluation, and Demonstration of Technologies	97.108		594,219							45,483	548,736			
<b>Subtotal Direct Programs</b>			<b>1,313,827</b>	-	-	<b>122,074</b>	-	-	-	<b>45,483</b>	<b>1,146,270</b>	-	-	-
<b>Pass-through Program From:</b>														
UT Battelle, LLC	97.000	DE AC05-00-OR22725	2,857,909							2,857,909				
UT-Battelle US Dept of Homeland Security	97.000	4000068967	7,153				7,153							
ATA-US Dept of Homeland Security	97.000	HWW-MSU-07-055	647,754				647,754							
Mississippi Department of Public Safety - U.S. Dept of Homeland Security	97.006	04HS421	(585)											(585)
Mississippi Emergency Management Agency	97.007	3SSGCIS-JSU-009	(13,527)											(13,527)
Mississippi State University - U.S. Dept of Homeland Security	97.064	061800363011-01	26,259									26,259		
Mississippi Department of Public Safety	97.081	05CC601	7,054											7,054
UT-Battelle, LLC for the Dept. of Energy	97.111	4000065089/4200000226	309,304											309,304
<b>Subtotal Pass-through Programs</b>			<b>3,841,322</b>	-	-	<b>302,832</b>	<b>654,907</b>	-	-	<b>2,857,909</b>	-	<b>25,674</b>	-	-
<b>Total U.S. Department of Homeland Security</b>			<b>5,155,149</b>	-	-	<b>424,906</b>	<b>654,907</b>	-	-	<b>2,903,392</b>	<b>1,146,270</b>	<b>25,674</b>	-	-
<b>U.S. Agency of International Development:</b>														
<b>Pass-through Program From:</b>														
National Academy of Sciences	98.001	ESP-A-00-05-00001-00	33,096							33,096				

# State of Mississippi Institutions of Higher Learning

## Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2008

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board	MCVS
Mississippi Department of Education	98.001	MCID-CUCAD-001	40,373			40,373								
Total U.S. Department of International Development			73,469	-	-	40,373	-	-	-	33,096	-	-	-	-
<b>Unknown Federal Agencies:</b>														
DOC:Section 203 Planning Program	NO CFDA	04-87-05608	50,000	-	-	-	-	-	-	-	50,000	-	-	-
<b>Total Research and Development Cluster</b>			<b>264,628,367</b>	<b>7,479,857</b>	<b>2,604,170</b>	<b>27,667,040</b>	<b>113,804,005</b>	<b>479,860</b>	<b>799,843</b>	<b>46,946,878</b>	<b>23,172,823</b>	<b>41,673,891</b>	-	-
<b>Other Programs</b>														
<b>U.S. Department of Agriculture:</b>														
US Department of Agriculture	10.000		63,225				2,863						60,362	
Agricultural Research_Basic and Applied Research	10.001		93,626				93,626							
Plant & Animal Disease, Pest Control & Animal Care	10.025		5,977	5,977										
Wildlife Services	10.028		34,556				34,556							
USDA	10.200		524,996						524,996					
Grants for Agricultural Research Special Grants	10.200		100,534				100,134		400					
Food and Agricultural Sciences National Needs Graduate Fellowship Grants	10.210		1,906							1,906				
1890 Institution Capacity Building Grants	10.216		33,616	33,616										
Higher Education Multicultural Scholars Program	10.220		23,000				23,000							
Integrated Programs	10.303		2,392	2,392										
Upward Bound MS Dept of Edu Summer Program	10.559		27,384						27,384					
Small Farmer Outreach Training and Technical Assistance Program	10.443		(11,749)	(11,749)										
Community Outreach & Assistance Partnership Program	10.455		61,164	61,164										
Commodity Partnerships for Risk Management Education (B)	10.457		89,165				89,165							
Cooperative Extension Service	10.500		2,965,532	1,744,826			1,220,706							
National School Lunch Program	10.555		16,826							16,826				
Team Nutrition Grants	10.574		4,848,931							4,848,931				
Cooperative Forestry Assistance	10.664		133,999				133,999							
Resource Conservation & Development	10.901		(1,058)	(1,058)										
Proj. Dev. Small Farmers' Initiative	10.902		91,581				91,581							
United States Department of Agriculture	No CFDA	MS726A17	251,405								251,405			
Subtotal Direct Programs:			9,357,107	1,835,167	-	91,581	1,698,049	-	552,760	4,867,763	251,405	60,362	-	-
<b>Pass-through Program From:</b>														
Benton CBS-US Dept of Agricultural	10.000	02050420	29,670				29,670							
Scott CBS -US Dept of Agricultural	10.000	02070519	93,545				93,545							
Sharkey CBS -US Dept of Agricultural	10.000	03121277	17,027				17,027							
National Peanut Bd. -US Dept of Agricultural	10.000	06090797	4,466				4,466							
National Peanut Bd. -US Dept of Agricultural	10.000	07111022	2,500				2,500							
Bur. of Plant Ind. -US Dept of Agricultural	10.000	07111091	666				666							
MS Forestry Com -US Dept of Agricultural	10.000	08020221	559				559							
MS Forestry Com -US Dept of Agricultural	10.000	08090788	40,000				40,000							
Greene CBS -US Dept of Agricultural	10.000	CBS 02050419	36,785				36,785							



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## Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2008

Federal Grant/Pass-through Grant/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures													
				ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board	MCVS		
Arntz CBS-US Dept of Agricultural	10.000	CBS 02050421	10,740				10,740									
Harrison CBS-US Dept of Agricultural	10.000	CBS 02050429	40,999				40,999									
Forrest CBS-US Dept of Agricultural	10.000	CBS 02070518	47,944				47,944									
Jones CBS-US Dept of Agricultural	10.000	CBS 02070609	34,116				34,116									
Lincoln CBS -US Dept of Agricultural	10.000	CBS 02080669	16,306				16,306									
Wilkinson CBS -US Dept of Agricultural	10.000	CBS 02090756	34,779				34,779									
Perry CBS -US Dept of Agricultural	10.000	CBS 03050469	157,240				157,240									
Adams CBS -US Dept of Agricultural	10.000	CBS 03050490	21,072				21,072									
Chickasaw CBS -US Dept of Agricultural	10.000	CBS 03060608	24,503				24,503									
Jefferson CBS -US Dept of Agricultural	10.000	CBS 04050495	12,139				12,139									
Jackson CBS -US Dept of Agricultural	10.000	CBS 04101054	11,151				11,151									
TX Coop Ext -US Dept of Agricultural	10.000	TCE622160	41,721				41,721									
Mississippi Department of Education - U.S. Dept of Agriculture	10.000		23,998											23,998		
MDAC -Plant and Animal Disease Pest Control and Animal Care	10.025	06070524	20,851				20,851									
MDAC -Plant and Animal Disease Pest Control and Animal Care	10.025	07060502	35,250				35,250									
MS Bd of Animal Health -Plant and Animal Disease Pest Control and Animal Care	10.025	MS Bd of Animal Health	5,991				5,991									
MS Bd of Animal Health -Plant and Animal Disease Pest Control and Animal Care	10.025	MS Bd of Animal Health	1,619				1,619									
Auburn Univ -Grants for Agricultural Research Special Research Grants	10.200	05030234	235				235									
Univ. of GA -Grants for Agricultural Research Special Research Grants	10.200	RD309-055/9038717	13,221				13,221									
UGA -Grants for Agricultural Research Special Research Grants	10.200	RD309-067/3501838	20,095				20,095									
Grants for Animal Research, Special Research Grants	10.200	018000-322215-02	8,385	8,385												
Grants for Animal Research, Special Research Grants	10.200	018000-322281.02	895	895												
Texas A&M -Initiative for Future Agriculture and Food Systems	10.303	450007	38,929				38,929									
Univ of FL -Homeland Security -Agriculture	10.304	0069561	11,962				11,962									
Univ of FL -Cooperative Extension Service	10.500	00069690	2,534				2,534									
National 4-H Council -Cooperative Extension Service	10.500	06100910	1,888				1,888									
National 4-H Council -Cooperative Extension Service	10.500	08030225	36,470				36,470									
Univ. of GA -Cooperative Extension Service	10.500	RE675-114/3500028	149				149									
NCSU -Cooperative Extension Service	10.500	2006-0457-18	(1,769)				(1,769)									
NCSU -Cooperative Extension Service	10.500	2007-0376-06	67,529				67,529									
NCSU -Cooperative Extension Service	10.500	2007-0376-06	1,767				1,767									
NCSU -Cooperative Extension Service	10.500	2008-0690-05	32,607				32,607									
Univ of NE -Cooperative Extension Service	10.500	25-6365-0020-144	14,410				14,410									
Univ of NE -Cooperative Extension Service	10.500	26-6365-0001-304	13,732				13,732									
UF I/F IFAS -Cooperative Extension Service	10.500	IFAS 00064378	14,133				14,133									
Univ of Hawaii -Cooperative Extension Service	10.500	PO Z662363	10,828				10,828									
Univ of GA -Cooperative Extension Service	10.500	RE670-081/3840048	8,918				8,918									
UGA -Cooperative Extension Service	10.500	RE675-112/9820227	1,623				1,623									
Kansas St Univ -Cooperative Extension Service	10.500	S04061	(8,276)				(8,276)									
Kansas State Univ. -Cooperative Extension Service	10.500	S07051	42,662				42,662									
Kansas St Univ -Cooperative Extension Service	10.500	S08039	35,799				35,799									
Kansas State Univ -Cooperative Extension Service	10.500	S08113	13,982				13,982									
Texas A&M -Cooperative Extension Service	10.500	TCE-422011	1,223				1,223									

# State of Mississippi Institutions of Higher Learning

## Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2008

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board	MCVS
Texas A&M -Cooperative Extension Service	10.500	TCE-622123	3,484				3,484							
Univ of KY -Cooperative Extension Service	10.500	UKRF 3046968700-08-020	2,513				2,513							
Cooperative Extension Service	10.500	010300-340271-13	11,416	11,416										
Mississippi Department of Education - U.S. Dept of Agriculture	10.555	983201C4062110001	(965)									(965)		
MSDH- Special Supplemental Nutrition Program for Women, Infants and Children	10.557		225,364								225,364			
Mississippi Department of Education - U.S. Dept of Agriculture	10.558		1,788										1,788	
Mississippi Department of Education - U.S. Dept of Agriculture	10.558		(2,115)										(2,115)	
Mississippi Department of Education - U.S. Dept of Agriculture	10.558		(12,022)										(12,022)	
Mississippi Department of Education - U.S. Dept of Agriculture	10.558		654											654
Georgia Department of Agriculture	10.560	07-414332-03516	2,919							2,919				
State Administrative Expenses for Child Nutrition	10.560	2008IN253342	4,951							4,951				
Indiana DOE	10.561	527B171	407,915				407,915							
MDHS -State Administrative Matching Grants for Food Stamp	10.561	527B181N	1,277,395				1,277,395							
New Hampshire Dept of Education	10.574	010-056-3002-046	27,000							27,000				
Mid Atlantic Regional Office	10.574	AG-3198-P-06-0047	564								564			
South Carolina Dept of Ed	10.574	NA	2,408							2,408				
MS Forestry Comm. -Cooperative Forestry Assistance	10.664	6110994	25,885				25,885							
MS Forestry Comm. -Cooperative Forestry Assistance	10.664	07050494	81,859				81,859							
Mississippi Forestry Commission - U.S. Dept of Agriculture	10.664		29,000									29,000		
NFWF -Soil and Water Conservation	10.902	2006-0023-000	32,844				32,844							
<b>Subtotal Pass-through Programs</b>			<b>3,272,426</b>	<b>20,696</b>	<b>-</b>	<b>-</b>	<b>2,948,185</b>	<b>-</b>	<b>-</b>	<b>37,843</b>	<b>225,364</b>	<b>40,339</b>	<b>-</b>	<b>-</b>
<b>Total U.S. Department of Agriculture</b>			<b>12,629,533</b>	<b>1,855,863</b>	<b>-</b>	<b>91,581</b>	<b>4,646,234</b>	<b>-</b>	<b>552,780</b>	<b>4,905,606</b>	<b>476,769</b>	<b>100,701</b>	<b>-</b>	<b>-</b>
<b>U.S. Department of Commerce:</b>														
Research and Evaluation Program	11.000		828										828	
Economic Development Technical Assistance	11.303		165,766				165,766							
Sea Grant Support	11.417		1,270,087										1,270,087	
Atmospheric Dispersion Project	11.460		101,105			101,105								
Congressionally Identified Awards and Projects	11.469		362,219							362,219				
Public Telecommunications Facilities Planning and Construction	11.550		11,847										11,847	
Measurement and Engineering Research and Standards	11.609		13,488							1,850			11,638	
Congressionally-Identified Projects	11.617		7,894,710											7,894,710
<b>Subtotal Direct Programs:</b>			<b>9,820,050</b>	<b>-</b>	<b>-</b>	<b>101,105</b>	<b>165,766</b>	<b>-</b>	<b>-</b>	<b>364,069</b>	<b>-</b>	<b>9,189,110</b>	<b>-</b>	<b>-</b>
<b>Pass-through Program From:</b>														
MS Department of Marine Resources - U.S. Dept of Commerce	11.000		1,895										1,895	
Mississippi Development Authority - U.S. Dept of Commerce	11.000	241-C3 (A)	443										443	
Mississippi Development Authority - U.S. Dept of Commerce	11.000	241-C3	991										991	
Mississippi-Alabama Sea Grant Consortium - U.S. Dept of Commerce	11.417		(1,013)										(1,013)	
Mississippi-Alabama Sea Grant Consortium - U.S. Dept of Commerce	11.417		1,260										1,260	
Mississippi-Alabama Sea Grant Consortium - U.S. Dept of Commerce	11.417		(13,094)										(13,094)	
Mississippi-Alabama Sea Grant Consortium - U.S. Dept of Commerce	11.417	NA16RG2258/ED-8	4,623										4,623	
Mississippi-Alabama Sea Grant Consortium - U.S. Dept of Commerce	11.417	NA16RG2258/ED-9	5,623										5,623	

# State of Mississippi Institutions of Higher Learning

## Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2008

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board	MCVS
USM -Sea Grant Support	11.417	USM-GR02428-A10-EX-9	18,753				18,753							
USM -Sea Grant Support	11.417	USM-GR02638/OMNIBUS-MSU-0-1	97,468				97,468							
Texas A & M Foundation - U.S. Dept of Commerce	11.473	S060102	54,260									54,260		
Texas A & M Foundation - U.S. Dept of Commerce	11.473	S080072	8,408									8,408		
Howard University	11.481	NA06OAR4810172/631017H41050	5,775			5,775								
MTA-Manufacturing Extension Partnership	11.611	7030332	372				372							
MTA-Manufacturing Extension Partnership	11.611	07060543	17,797				17,797							
MTA-Manufacturing Extension Partnership	11.611	08060495	32,000				32,000							
MTA-Manufacturing Extension Partnership	11.611	08060496	8,174				8,174							
MTA-Manufacturing Extension Partnership	11.611	MEP2008-7	70,238				70,238							
UM Research Foundation	11.617	60NANB6D6134	352,419							352,419				
<b>Subtotal Pass-through Programs</b>			<b>666,393</b>	-	-	5,775	244,602	-	-	352,419	-	63,397	-	-
<b>Total U.S. Department of Commerce</b>			<b>10,486,443</b>	-	-	106,880	410,568	-	-	716,488	-	9,252,507	-	-
<b>U.S. Department of Defense:</b>														
US Dept of Defense	12.000		1,095,802				71,951			1,023,851				
Aquatic Plant Control	12.100		5,871			5,871								
Basic Scientific Research	12.431		21,160			21,160								
Mathematical Sciences Grants Program	12.901		1,210							1,210				
Research and Technology Development	12.910		46,521			46,521								
<b>Subtotal Direct Programs:</b>			<b>1,170,564</b>	-	-	73,552	71,951	-	-	1,025,061	-	-	-	-
<b>Pass-through Program From:</b>														
University of Maryland	12.000	H98230-07-R-0971/00	86,814							86,814				
Institute for International Education	12.000	W9137B-06-P-0145	21,288							21,288				
Auburn -US Dept of Defense	12.000	05-ACES-539120-MS	(2,488)				(2,488)							
Applied Resource-US Dept of Defense	12.000	AR-0611-07	28,984				28,984							
Science & Engineering Serv -US Dept of Defense	12.000	Science & Engineering Serv	12,944				12,944							
University of Minnesota	12.002	DAAD19-01-2-0014	6,906			6,906								
Mississippi State University - U.S. Dept of Defense	12.300		(4,828)									(4,828)		
Mississippi State University - U.S. Dept of Defense	12.300	N6230601-D-B001-DC33	351,562									351,562		
Mississippi State University - U.S. Dept of Defense	12.300		(2,218)									(2,218)		
Mississippi State University	12.431	301411-060808-021000	3,359			3,359								
University of Illinois	12.431	W9132T-06-2-0029	11,381							11,381				
Academy for Educational Development	12.551	DASW01-02-P-0462	(958)							(958)				
Institute for International Education	12.551	W9137B-06-P-0041	258,924							258,924				
Academy of Applied Science	12.901	W911NF-04-1-0001	3,000							3,000				
<b>Subtotal Pass-through Programs</b>			<b>774,667</b>	-	-	10,265	39,440	-	-	380,446	-	344,516	-	-
<b>Total U.S. Department of Defense</b>			<b>1,945,231</b>	-	-	83,817	111,391	-	-	1,405,507	-	344,516	-	-

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Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MIUW	MVSU	UM	UMMC	USM	IHL Board	MVCVS
<b>U.S. Department of Housing and Urban Development:</b>														
Financing Adjustment Factor Funds	14.000		24,784									24,784		
Housing Counseling Assistance Program	14.169		12,308									12,308		
HBCU Program	14.227		(838)											
Supportive Housing Program	14.235		169,286									169,286		
Historically Black Colleges & Universities Program	14.237		308,354	308,354										
Community Development Block Grants/Brownfields Economic Development Initiative	14.246		746,202			248,000	390,327	12,005		95,870				
Fair Housing Initiatives Program	14.408		68,444											68,444
Historically Black Colleges & Universities Program	14.520		44,749	44,749										
Universities Rebuilding America Program	14.521		284,724				284,724							
Healthy Homes Demonstration Grants (B)	14.901		6,068				6,068							
<b>Subtotal Direct Programs:</b>			<b>1,664,081</b>	<b>353,103</b>	<b>-</b>	<b>247,162</b>	<b>681,119</b>	<b>12,005</b>	<b>-</b>	<b>95,870</b>	<b>-</b>	<b>274,822</b>	<b>-</b>	<b>-</b>
<b>Pass-through Program From:</b>														
City of Meridian -HUD	14.000	05050460	(15,141)				(15,141)							
Mississippi Home Corporation - U.S. Dept of Housing & Urban Development	14.000		157										157	
City of Jackson - U.S. Dept of Housing & Urban Development	14.000	M04-M280200	4,209										4,209	
City of Hattiesburg - U.S. Dept of Housing & Urban Development	14.000		8,011										8,011	
City of Jackson - U.S. Dept of Housing & Urban Development	14.000	M04-M280200	4,345										4,345	
Mississippi Home Corporation - U.S. Dept of Housing & Urban Development	14.169		(178)										(178)	
Mississippi Development Authority	14.218	1121-04-101-TA-01	69,283				69,283							
Mississippi Development Authority	14.218	1121-04-101-TA-01	97,774				97,774							
City of Jackson	14.219		14,573				14,573							
City of Oxford	14.219	N/A	(21,023)							(21,023)				
Community Development Block Grant-Technical Assistance	14.227		23,452						23,452					
Mississippi Development Authority	14.246		24,202			24,202								
Center for Rural & Small Town Development	14.251		2,770						2,770					
Hattiesburg Housing Authority - U.S. Dept of Housing & Urban Development	14.511		8,000										8,000	
City of Hattiesburg - U.S. Dept of Housing & Urban Development	14.654		3,963										3,963	
<b>Subtotal Pass-through Programs</b>			<b>224,397</b>	<b>-</b>	<b>-</b>	<b>205,832</b>	<b>(15,141)</b>	<b>-</b>	<b>26,222</b>	<b>(21,023)</b>	<b>-</b>	<b>28,506</b>	<b>-</b>	<b>-</b>
<b>Total U.S. Department of Housing and Urban Development</b>			<b>1,888,477</b>	<b>353,103</b>	<b>-</b>	<b>452,994</b>	<b>665,978</b>	<b>12,005</b>	<b>26,222</b>	<b>74,847</b>	<b>-</b>	<b>303,328</b>	<b>-</b>	<b>-</b>
<b>U.S. Department of Interior:</b>														
US Dept of Interior	15.000		6,108				6,108							
Fish and Wildlife Management Assistance	15.608		206,764				206,764							
<b>Subtotal Direct Programs:</b>			<b>212,872</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>212,872</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Pass-through Program From:</b>														
Americanw, Inc.	15.000	03HQGR0136	3,500							3,500				
Northwestern State University	15.000	N/A	3,701							3,701				
MS Band of Choctaw Indians-US Dept of Interior	15.000	06020142	8,035				8,035							
MS Choctaw Indians -US Dept of Interior	15.000	06121053	159,729				159,729							
Mississippi State University	15.805	080600-331666-01	5,241							5,241				
<b>Subtotal Pass-through Programs</b>			<b>180,206</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>167,764</b>	<b>-</b>	<b>-</b>	<b>12,442</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total U.S. Department of Interior</b>			<b>393,077</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>380,636</b>	<b>-</b>	<b>-</b>	<b>12,442</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

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## Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2008

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board	MCVS
<b>U.S. Department of Justice:</b>														
Juvenile Justice and Delinquency Prevention Allocation to States	16.540		65,111							1,252		63,859		
Part E - Developing, Testing and Demonstrating Promising New Programs	16.541		196,642									196,642		
Edward Byrne Memorial State & Local Law enforcement Assistant Grant Program	16.580		5,056,503	507,397			34,264			2,270,609		2,244,233		
Campus Violence Protection	16.588		61,732						54,172			7,560		
Community Prosecution and Project Safe Neighborhoods	16.609		26,614							26,614				
Regional Information Sharing Systems	16.610		7,288									7,288		
<b>Subtotal Direct Programs:</b>			<b>5,413,890</b>	<b>507,397</b>	<b>-</b>	<b>-</b>	<b>34,264</b>	<b>-</b>	<b>54,172</b>	<b>2,298,475</b>	<b>-</b>	<b>2,519,582</b>	<b>-</b>	<b>-</b>
<b>Pass-through Program From:</b>														
Mississippi Department of Public Safety - U.S. Dept of Justice	16.000	04J4121	7,856											7,856
MS Dept of Public Safety	16.540	2004-JF-FX-0060	21,017							21,017				
MS Dept of Public Safety	16.540	2005-JF-FX-0038	22,281								22,281			
Mississippi Department of Public Safety	16.540	2004-WF-AX-0025	(6,115)											
City of Hattiesburg - U.S. Dept of Justice	16.541		8,103											8,103
City of Hattiesburg - U.S. Dept of Justice	16.541		(10,784)											(10,784)
City of Hattiesburg - U.S. Dept of Justice	16.541		(730)											(730)
City of Hattiesburg - U.S. Dept of Justice	16.541	25360013002	(470)											(470)
City of Hattiesburg - U.S. Dept of Justice	16.548		(2,670)											(2,670)
City of Hattiesburg - U.S. Dept of Justice	16.548	GM002154	19,742											19,742
MS Dept of Public Safety	16.588	2005-WF-AX-0014	7,896							7,896				
MS Dept of Public Safety	16.588	2006-WF-AX-0037	22,632								22,632			
MS Dept of Public Safety	16.588	DPS 03SC4111	(409)								(409)			
MDPSP- Violence Against Women Formula Grants	16.588	06SV4011	47,368				47,368							
MS Dept of Public Safety: Violence Against Women Formula Grants	16.588	2004-FW-AX-K028	141,056									141,056		
Mississippi State University	16.609	2005-DD-BX-K-035	63,261							63,261				
<b>Subtotal Pass-through Programs</b>			<b>340,032</b>	<b>-</b>	<b>-</b>	<b>(6,115)</b>	<b>47,368</b>	<b>-</b>	<b>-</b>	<b>136,676</b>	<b>141,056</b>	<b>21,047</b>	<b>-</b>	<b>-</b>
<b>Total U.S. Department of Justice</b>			<b>5,753,922</b>	<b>507,397</b>	<b>-</b>	<b>(6,115)</b>	<b>81,632</b>	<b>-</b>	<b>54,172</b>	<b>2,435,151</b>	<b>141,056</b>	<b>2,540,629</b>	<b>-</b>	<b>-</b>
<b>U.S. Department of Labor:</b>														
Employment & Training Administration Pilots, Demo & Research Projects	17.261		169,511	151,871	-	17,640								
<b>Pass-through Program From:</b>														
Mississippi Dept. of Employment Security - U.S. Dept of Labor	17.000		29,663											29,663
Mississippi Department of Education - U.S. Dept of Labor	17.248		4,505											4,505
Department of Labor/South Delta Planning & Development District- Workforce Investment	17.255		90,629		90,629									
Mississippi Department of Employment Security	17.258	6S90018 W70911	8,616				8,616							
Mississippi Department of Employment Security	17.258	6S90018W70911	73,740				73,740							
DOL-Automatic Identification Technology	17.261		209,167						209,167					
<b>Subtotal Pass-through Programs</b>			<b>416,320</b>	<b>-</b>	<b>90,629</b>	<b>82,356</b>	<b>-</b>	<b>-</b>	<b>209,167</b>	<b>-</b>	<b>-</b>	<b>34,168</b>	<b>-</b>	<b>-</b>
<b>Total U.S. Department of Labor</b>			<b>585,831</b>	<b>151,871</b>	<b>90,629</b>	<b>99,996</b>	<b>-</b>	<b>-</b>	<b>209,167</b>	<b>-</b>	<b>-</b>	<b>34,168</b>	<b>-</b>	<b>-</b>

# State of Mississippi Institutions of Higher Learning

## Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2008

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MUW	MYSU	UM	UMMC	USM	IHL Board	MCVS
Bureau of Population, Refugees and Migration, Department of State.														
Pass-through Program From:														
CIED/Georgetown University	19.519	JSURX205088407WSECAA07CA118	111,709	-	-	111,709	-	-	-	-	-	-	-	-
U.S. Department of Transportation:														
Airport Improvement Program	20.106		751,153							751,153				
Highway Planning and Construction	20.205		29,743			29,743								
Highway Training and Education	20.215		1,920			1,920								
U. S. Department of Transportation	20.219		75,000					75,000						
Public Transportation Research	20.514		171,802			171,802								
Subtotal Direct Programs:			1,029,618	-	-	203,465	-	75,000	-	751,153	-	-	-	-
Pass-through Program From:														
MDOT -US Dept of Transportation	20.000	501703	(784)				(784)							
MDOT -US Dept of Transportation	20.000	105011 101000	62,537				62,537							
MDPSP -US Dept of Transportation	20.000	08-TA-401-1	116,035				116,035							
MDOT -US Dept of Transportation	20.000	104323 121000	53,161				53,161							
MDOT -US Dept of Transportation	20.000	105011 102000	1,961				1,961							
MS Office Hwy Safety -US Dept of Transportation	20.000	MS Office Hwy Safety	42,526				42,526							
Office of Highway Safety - U.S. Dept of Transportation	20.000	08-TA-412-1	63,946									63,946		
Office of Highway Safety - U.S. Dept of Transportation	20.000		137,316										137,316	
Office of Highway Safety - U.S. Dept of Transportation	20.000	08-PT-412-1	287,661									287,661		
MS Department of Transportation	20.205	N/A	467,229							467,229				
Mississippi State University	20.515	19240036374901/060502363749	63,509			63,509								
Mississippi Department of Public Safety	20.600	08-RS-400-1	10,863				10,863							
Mississippi Department of Public Safety	20.600	07RS4001	10,258				10,258							
Mississippi Department of Transportation	20.600		1,403				1,403							
Mississippi Department of Transportation	20.600		70,794				70,794							
Mississippi Department of Transportation	20.600		142,434				142,434							
Mississippi State University	20.600	19240030351101	10,437				10,437							
Mississippi Department of Transportation	20.600		10,521				10,521							
Mississippi Department of Transportation - U.S. Dept of Transportation	20.600		(136)										(136)	
Mississippi Department of Transportation - U.S. Dept of Transportation	20.600		350,318									350,318		
Office of Highway Safety - U.S. Dept of Transportation	20.600		(2,737)										(2,737)	
Office of Highway Safety - U.S. Dept of Transportation	20.600	5PT-412-1	(4,353)										(4,353)	
Office of Highway Safety - U.S. Dept of Transportation	20.600	5-AL-412-1	(714)										(714)	
Office of Highway Safety - U.S. Dept of Transportation	20.600	07-PT-412-1	82,525										82,525	
Office of Highway Safety - U.S. Dept of Transportation	20.600	07-OP-412-1	17,459										17,459	
Office of Highway Safety - U.S. Dept of Transportation	20.600	07-TA-412-2	31,732										31,732	
MDPSP-Alcohol Traffic Safety and Drunk Driving Prevention	20.601	07-AL-401-01	26,350				26,350							
MDPSP -Alcohol Traffic Safety and Drunk Driving Prevention	20.601	08-AL-401-01	125,683				125,683							
City of Oxford	20.610	SRTSP-0360	7,564							7,564				
Subtotal Pass-through Programs			2,185,698	-	-	320,218	427,470	-	-	474,792	-	963,217	-	-
Total U.S. Department of Transportation			3,215,315	-	-	523,683	427,470	75,000	-	1,225,945	-	963,217	-	-

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<b>Appalachian Regional Commission:</b>														
Appalachian Regional Development	23.001		114,471				114,471							
Appalachian Housing Project Planning Loan Technical	23.005		124,666				124,666							
<b>Total Appalachian Regional Commission</b>			<b>239,136</b>	-	-	-	239,136	-	-	-	-	-	-	-
<b>Library of Congress:</b>														
Library of Congress	42.000		137,523	-	-	-	-	-	-	137,523	-	-	-	-
<b>National Aeronautics and Space Administration:</b>														
Aerospace Education Services Program	43.001		662,985	-	-	33,859	-	-	-	624,734	-	4,392	-	-
<b>Pass-through Program From:</b>														
University of Southern Mississippi	43.000	NAS13-03032	56,861							56,861				
Aerospace Education Services Program	43.001	08-09-030	7,820	7,820										
Space Telescope Science Institute	43.001	NAS5-26555	12,051							12,051				
UM -Aerospace Education Services Program	43.001	07-09-018	11,451				11,451							
UM -Aerospace Education Services Program	43.001	08-08-023	37,281				37,281							
University of Mississippi - National Aeronautics and Space Admin	43.001		(231)										(231)	
University of Mississippi - National Aeronautics and Space Admin	43.001	07-06-109	2,500										2,500	
Mississippi State University - National Aeronautics and Space Admin	43.002		(3,730)										(3,730)	
University of Mississippi - National Aeronautics and Space Admin	43.002	00-07-008	2,539										2,539	
University of Mississippi - National Aeronautics and Space Admin	43.002		(2,011)										(2,011)	
<b>Subtotal Pass-through Programs</b>			<b>124,529</b>	7,820	-	-	48,732	-	-	68,812	-	(934)	-	-
<b>Total National Aeronautics and Space Administration</b>			<b>787,514</b>	7,820	-	33,859	48,732	-	-	693,646	-	3,458	-	-
<b>National Endowment for the Arts:</b>														
Promotion of the Arts_Grants to Organizations and Individuals	45.024		14,200				10,000			4,200				
Promotion of the Humanities_Division of Preservation and Access	45.149		224									224		
Promotion of the Humanities_Professional Development	45.163		41,215							41,215				
National Leadership Grants	45.312		40,109									40,109		
National Endowment for the Arts/IMLS-Museums for America	No CFDA		4,257		4,257									
<b>Subtotal Direct Programs:</b>			<b>100,006</b>	-	4,257	-	10,000	-	-	45,416	-	40,333	-	-
<b>Pass-through Program From:</b>														
MS Arts Commission	45.000	08-103-AI/PG	1,500							1,500				
MS Arts Commission	45.000	08-161-AI/PG	2,500							2,500				
MS Arts Comm. -Promotion of the Arts Theater	45.008	08201AE/PG	4,000				4,000							
Mississippi Arts Commission - National Endowment for the Humanities	45.024	08-340-CD/MG2	1,950									1,950		
Mississippi Arts Commission - National Endowment for the Humanities	45.024	08-202-AE/PG	3,500									3,500		
Mississippi Arts Commission - National Endowment for the Humanities	45.025	01-148-AE/PG	1,997									1,997		
Mississippi Arts Commission - National Endowment for the Humanities	45.025	08-15-CD/PG	3,497									3,497		
MS Humanities Council	45.129	N/A	4,637							4,637				
MS Humanities Council	45.129	RG06-05-090	8							8				
Mississippi Humanities Council	45.129	RG04-02-080	233			233								

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Mississippi Humanities Council	45.129	RG0705123	1,256			1,256								
Mississippi Humanities Council	45.129	RG07-08-007	4,144			4,144								
Mississippi Humanities Council - National Endowment for the Humanities	45.149	MSOH-35	16									16		
Mississippi Humanities Council - National Endowment for the Humanities	45.149	MSOH07-10-085	1,736									1,736		
Mississippi Humanities Council - National Endowment for the Humanities	45.149	MHC-RG07-05-106	1,290									1,290		
Mississippi Humanities Council - National Endowment for the Humanities	45.149	MSOH07-10-086	887									887		
Mississippi Humanities Council - National Endowment for the Humanities	45.152	RG03-02-026	13									13		
<b>Subtotal Pass-through Programs</b>			<b>33,163</b>	-	-	5,632	4,000	-	-	8,645	-	14,886	-	-
<b>Total National Endowment for the Arts</b>			<b>133,169</b>	-	4,257	5,632	14,000	-	-	54,061	-	55,219	-	-
<b>National Science Foundation:</b>														
National Science Foundation	47.000		240,310									240,310		
National Science Foundation Engineering Grants	47.041		4,131				4,131							
Mathematical and Physical Sciences	47.049		398										398	
Geoscience - USM/JSU Research Experience	47.050		325,309									325,309		
Biological Sciences	47.074		210,560											
Education and Human Resources	47.076		3,462,923	540,849		390,170	954,514		856,488	720,902				
National Science Foundation : IPA DOTY	No CFDA	Y1600010	114,375								114,375			
<b>Subtotal Direct Programs:</b>			<b>4,358,006</b>	540,849	-	390,170	1,119,215	-	856,488	770,892	114,375	566,017	-	-
<b>Pass-through Program From:</b>														
LA Board of Regents - National Science Foundation	47.000	LA Board of Regents	30,582				30,582							
University of Notre Dame	47.049	PHY-0715396	11,680							11,680				
University of Iowa	47.049	0502354/4000533938	50,854			50,854								
USM - Geosciences	47.050	USM-GR02399-C10	38,412				38,412							
Villanova University	47.070	EIA-0306096	(1,808)									(1,808)		
JSU - Polar Programs	47.076	MAMP Phase IV - HRD 0602740	31,468				31,468							
Education & Human Resources	47.076	HRD-962-3750	(11,726)	(11,726)										
Education & Human Resources	47.076	HRD-060-2740	134,374	134,374										
MAMP	47.076	HRD-0602740	14,650						14,650					
University of Notre Dame	47.076	DE-AC-02-76CH03000	27,873									27,873		
Jackson State University	47.076	HRD-0115807	88,584									88,584		
Jackson State University	47.076	HRD-0115807	31,987									31,987		
Mississippi Valley State University	47.076	HRD-0411103-SC-01	13,905									13,905		
University of Notre Dame	47.076	N/A	3,400									3,400		
Univ of MS: Education and Human Resources	47.076	05-10-031	83,696										83,696	
University of Massachusetts at Amherst	47.076	05003146 P00	22,903			22,903								
University of Mississippi	47.076	0704089/300222438A/REC0535831	8,284			8,284								
University of Mississippi	47.076	0704090/300222438A/REC0535831	16,345			16,345								
University of Mississippi	47.076	05-10-028	39,897			39,897								
University of Mississippi - National Science Foundation	47.076	05100299/HRD0450362	98,164									98,164		
<b>Subtotal Pass-through Programs</b>			<b>733,524</b>	122,649	-	138,283	100,462	-	14,650	175,621	83,696	98,164	-	-
<b>Total National Science Foundation</b>			<b>5,091,530</b>	663,498	-	528,453	1,219,677	-	871,138	946,513	198,071	664,181	-	-



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Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board	MCVS
<b>Small Business Administration:</b>														
Entrepreneurial Technology	59.000		2,052,794	10,938			2,041,445		411					
Small Business Development Center	59.037		1,233,440	50,935				279,294		903,211				
<b>Subtotal Direct Programs:</b>			<b>3,286,233</b>	<b>61,872</b>	-	-	<b>2,041,445</b>	<b>279,294</b>	<b>411</b>	<b>903,211</b>	-	-	-	-
<b>Pass-through Program From:</b>														
Mississippi Technology Alliance - U.S. Small Business Administration	59.000	MTA SBA 2006-2	42,804									42,804		
Mississippi Technology Alliance - U.S. Small Business Administration	59.000	MTA SBA 2006-1	8,797									8,797		
Univ of MS -Small Business Development Center	59.037	06110983	24,410				24,410							
Univ of MS -Small Business Development Center	59.037	Univ of MS	60,989				60,989							
University of Mississippi	59.037	7603001Z0025	3,660			3,660								
University of Mississippi	59.037	7603001Z0025	8,671			8,671								
University of Mississippi	59.037	7603001Z0025	36,370			36,370								
University of Mississippi	59.037		114,789			114,789								
<b>Subtotal Pass-through Programs</b>			<b>300,490</b>	-	-	<b>163,490</b>	<b>85,399</b>	-	-	-	-	<b>51,601</b>	-	-
<b>Total Small Business Administration</b>			<b>3,586,723</b>	<b>61,872</b>	-	<b>163,490</b>	<b>2,126,844</b>	<b>279,294</b>	<b>411</b>	<b>903,211</b>	-	<b>51,601</b>	-	-
<b>U.S. Department of Veterans Affairs:</b>														
Veterans Administration	64.000		56,653							56,653				
Department of Veterans Affairs	No CFDA	NA	4,977								4,977			
Department of Veterans Affairs	No CFDA	V586P349	26,067								26,067			
Department of Veterans Affairs	No CFDA	NA	80,970								80,970			
<b>Total U.S. Department of Veterans Affairs</b>			<b>168,666</b>	-	-	-	-	-	-	<b>56,653</b>	<b>112,013</b>	-	-	-
<b>U.S. Environmental Protection Agency:</b>														
Surveys, Studies, Investigations and Special Purpose Grants	66.606		382,296				382,296							
EPA/Fellowship	66.607		2,274			2,274								
<b>Subtotal Direct Programs:</b>			<b>384,570</b>	-	-	<b>2,274</b>	<b>382,296</b>	-	-	-	-	-	-	-
<b>Pass-through Program From:</b>														
MDEQ -EPA	66.000	04-00476	88,220				88,220							
MDEQ -EPA	66.000	06-00665	(2,283)				(2,283)							
MDEQ-EPA	66.000	06-00732	19,645				19,645							
MDEQ-EPA	66.000	07-00776	154,854				154,854							
MDEQ-EPA	66.000	07-00794	271,000				271,000							
National Center for Healthy Housing-EPA	66.000	National Center for Healthy Housing	3,971				3,971							
MS Department of Environmental Quality - U.S. Environmental Protection Agency	66.000	08-01USM/GCRL-02	13,563									13,563		
NCHH-Surveys, Studies, Investigations, Demonstrations and Special Purpose Activities Relating to the Clean Air Act	66.034	NCHH-07-1097	9,688				9,688							
Mississippi Department of Environmental Quality	66.708		1,007			1,007								
Mississippi Department of Environmental Quality	66.708	SWC 195	35,603			35,603								
<b>Subtotal Pass-through Programs</b>			<b>595,268</b>	-	-	<b>36,609</b>	<b>545,096</b>	-	-	-	-	<b>13,563</b>	-	-
<b>Total U.S. Environmental Protection Agency</b>			<b>979,838</b>	-	-	<b>38,883</b>	<b>927,392</b>	-	-	-	-	<b>13,563</b>	-	-

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Nuclear Regulatory Commission:														
Nuclear Regulatory Commission Nuclear Education Grant Program	77.006		43,827	43,827										
U.S. Department of Energy:														
Pass-through Program From:														
Jackson State University	81.000	DE-AC05-00OR22800	131,971	12,135						119,836				
Southern Forest Research Partnership-Renewable Energy Research and Development	81.087	Southern Forest Research Partnership	914				914							
Total U.S. Department of Energy			132,885	12,135			914			119,836				
U.S. Department of Education:														
US Dept of Education	84.000		5,451				5,451							
Higher Education - Institutional Aid	84.031		15,063,465	5,133,935		6,061,058			3,868,472					
TRIO- Student Support Services	84.042		1,042,251	313,534				242,149		251,627		234,941		
TRIO Talent Search	84.044		378,998							378,998				
TRIO - Upward Bound	84.047		1,016,649	294,443		92,813			629,393					
Fund for the Improvement of Post Secondary Education	84.116		3,963,855	7,052		3,779			98,508	758,058		3,096,458		
Rehabilitation Long-Term Training	84.129		278,653			278,653								
HEP - Continuing Education	84.141		510,234											
College of Business Administration	84.153		60,820									60,820		
Paul Douglas Teacher Program	84.176		(574)										(574)	
CAMP	84.194		164,313						164,313					
Graduate Assistance in Areas of National Need	84.200		221,454				61,111			129,306				31,037
Fund for Improvement of Education	84.215		652,651			626,838								25,813
TRIO, McNair Post-Baccalaureate Achievement	84.217		732,623			206,116				249,245		277,262		
21st Century Community Learning Center	84.287		113,123						113,123					
Center for Literacy and Assessment	84.324		(37,079)											(37,079)
Special Education - Personal Development to Improves Services and Results for Children	84.325		643,409			146,328								497,081
Special Education - Technical Assistance and Dissemination to Improve Services and Resu	84.326		147,442											147,442
Demonstration Projects to Ensure Students with Disabilities Receive a Higher Ed.	84.333		358,135											358,135
Gear-Up	84.334		3,329,717											3,329,717
Child Care Access Means Parents in School	84.335		282,152				111,937							170,215
Eisenhower Professional Development Grants	84.367		1,125,244											1,125,244
Delta Area Writing Project	84.928		229,928	58,345						50,462				121,121
Hurricane Education Recovery	84.938		3,821,237											3,821,237
Reconstruction	84.940		1,099,610											1,099,610
Subtotal Direct Programs:			35,203,761	5,807,309		7,415,585	420,648		6,014,668	1,187,071		9,904,093	4,454,387	
Pass-through Program From:														
IHL -US Dept of Education	84.000	07020166	28,737											28,737
IHL -US Dept of Education	84.000	08020130	281,124											281,124
Pontotoc CS -US Dept of Education	84.000	08020137	11,967											11,967
Pontotoc CSD -US Dept of Education	84.000	08060511	5,051											5,051
MDE -US Dept of Education	84.000	063201BB254641EA08-03	13,839											13,839
MDRS -US Dept of Education	84.000	07-331-1000-605	6,841											6,841

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Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board	MCVS
MDRS -US Dept of Education	84.000	08-331-1100-132	23,554				23,554							
MSDH -US Dept of Education	84.000	2000010	12,504				12,504							
MD/MI -US Dept of Education	84.000	4546-RE-DD07-MSU	16,126				16,126							
AL Dept of Rehav Serv -US Dept of Education	84.000	AE7087MS03	15,842				15,842							
Center for Civic Ed -US Dept of Education	84.000	CC06-07 5801MS	(321)				(321)							
Center for Civic Ed -US Dept of Education	84.000	CC06-07 5804	415				415							
Center for Civic Ed -US Dept of Education	84.000	Center for Civic Ed	1,011				1,011							
West Point DS -US Dept of Education	84.000	DS 08020167	12,054				12,054							
Educational Dev Ctr, Inc. -US Dept of Education	84.000	Educational Dev Ctr, Inc. -	149,212				149,212							
IIE -US Dept of Education	84.000	IIE - Person	102,422				102,422							
New Jersey Dept of HS -US Dept of Education	84.000	New Jersey Dept of HS	9,036				9,036							
Univ of CA -US Dept of Education	84.000	NMP 08060521	8,776				8,776							
Pontotoc County SD -US Dept of Education	84.000	Pontotoc County SD	10,148				10,148							
Indianola PSD -US Dept of Education	84.000	PSD 06111017	9,223				9,223							
Choctaw Cty. PSD -US Dept of Education	84.000	PSD 07060551	5,171				5,171							
Choctaw County PSD -US Dept of Education	84.000	PSD 07100959	27,177				27,177							
Newton County PSD -US Dept of Education	84.000	PSD 07100960	11,214				11,214							
Oxolona PSD -US Dept of Education	84.000	PSD 08020131	12,668				12,668							
Starkville PSD -US Dept of Education	84.000	PSD 08020162	10,387				10,387							
Aberdeen PSD -US Dept of Education	84.000	PSD 08020164	12,026				12,026							
Aberdeen PSD -US Dept of Education	84.000	PSD 08020165	11,974				11,974							
West Point PSD -US Dept of Education	84.000	PSD 08020168	12,158				12,158							
Choctaw Cty. PSD -US Dept of Education	84.000	PSD 08080716	166				166							
Center for Civic Ed -US Dept of Education	84.000	Q304B070001	8,498				8,498							
Kosciusko City S D -US Dept of Education	84.000	S D 08010037	12,054				12,054							
Choctaw County SC -US Dept of Education	84.000	SC 07040378	48,990				48,990							
Louisville So-US Dept of Education	84.000	SC 08020126	11,835				11,835							
Jones County SD -US Dept of Education	84.000	SD - 08020216	13,138				13,138							
West Bolivar SD -US Dept of Education	84.000	SD 06111022	16,420				16,420							
North Bolivar SD -US Dept of Education	84.000	SD 06121055	10,739				10,739							
Quitman County SD -US Dept of Education	84.000	SD 06121056	18,327				18,327							
Choctaw County SD -US Dept of Education	84.000	SD 06121057	6,551				6,551							
Durant SD -US Dept of Education	84.000	SD 08020108	12,054				12,054							
Lowndes County SD -US Dept of Education	84.000	SD 08020128	14,114				14,114							
West Point SD -US Dept of Education	84.000	SD 08020156	12,054				12,054							
Aberdeen SD -US Dept of Education	84.000	SD 08020166	10,453				10,453							
Choctaw County SD -US Dept of Education	84.000	SD 08030308	29,559				29,559							
Timber Hills Mental Health Ctr -US Dept of Education	84.000	Timber Hills Mental Health Ctr	19,526				19,526							
Hardin Co. TN SD -US Dept of Education	84.000	TN SD 08010068	17,704				17,704							
Univ of California Writing Project -US Dept of Education	84.000	Univ of California Writing Project	65,087				65,087							
Petal School District - U.S. Dept of Education	84.000	GMO01266	10,229									10,229		
Weill Music Institute at Carnegie Hall - U.S. Dept of Education	84.000		2,430									2,430		
Mississippi Department of Education - U.S. Dept of Education	84.000		228									228		

# State of Mississippi Institutions of Higher Learning

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Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board	MCVS
Board of Trustees of IHL - U.S. Dept of Education	84.000	2007-88E	19,037									19,037		
Office of Highway Safety - U.S. Dept of Education	84.000	06-DF-412-1	40,486									40,486		
Office of Highway Safety - U.S. Dept of Education	84.000	05-DF-412-2	101,534									101,534		
Weill Music Institute at Carnegie Hall - U.S. Dept of Education	84.000	6671-111324-34	5,000									5,000		
Mississippi Department of Health - U.S. Dept of Education	84.000		5,299									5,299		
Hattiesburg Public School District - U.S. Dept of Education	84.000	GM001836	7,722									7,722		
Mississippi Department of Education - U.S. Dept of Education	84.000		38,885									38,885		
Office of Highway Safety - U.S. Dept of Education	84.000	07-DF-412-1	67,708									67,708		
Lamar County Schools - U.S. Dept of Education	84.000		8,071									8,071		
State Board of Community & Jr. Colleges	84.002		122,023						122,023					
Mississippi Department of Education	84.002	053201EA098339B054001	(15,503)						(15,503)					
Mississippi Department of Education	84.002	083201EA098239B056001	288,859						288,859					
Mississippi Department of Education	84.002	073201EA098239B055001	329,999						329,999					
State Board of Community & Jr. Colleges	84.002		1,707						1,707					
Southern-Regional Educ. Service Agency - U.S. Dept of Education	84.011	USM-GR02691	708									708		
Southern-Regional Educ. Service Agency - U.S. Dept of Education	84.011	S-RESA-GM001776	72,152									72,152		
Mississippi Department of Education - U.S. Dept of Education	84.024		212									212		
MDRS -Early Education for Children with Disabilities	84.024	07-331-S1600-010	2,863				2,863							
FL Div. of Blind Services -Services for Children with Deaf-Blindness	84.025	DO419101	26,004				26,004							
Department of Education/MS Institutions of Higher Learning/Federal Hurricane SLEAP	84.069		(7,375)		(7,375)									
MN Services for the Blind -Rehabilitation Services Vocational Rehabilitation Grants	84.126	06080723	22,742				22,742							
LA Rehab Service-Rehabilitation Services Vocational Rehabilitation Grants	84.126	LA Rehab Service	96				96							
SU U Baton Rouge -Rehabilitation Long-Term Training	84.129	OSP02830020080042	900				900							
Higher Education - Institutional Aid	84.031	2007-073E	84,055	84,055										
Higher Education Institutional Aid	84.031	2008-081E	10,946	10,946										
No Child Left Behind	84.031		107,103						107,103					
Institution of Higher Learning	84.031		8,000			8,000								
University of Mississippi - U.S. Dept of Education	84.031		1,404									1,404		
Board of Trustees of IHL - U.S. Dept of Education	84.116	2004-114E	(3,598)									(3,598)		
Mississippi Department of Education	84.120	053201BB244641EA08-01	663				663							
Mississippi Department of Education	84.120	043201EA084641BB23	5,064				5,064							
Mississippi Department of Education	84.120	063201BB254641EA08-01	27,697				27,697							
Mississippi Department of Education	84.120	073200EA08BB26464001	584,645				584,645							
MS Department of Health	84.181	N/A	95,588							95,588				
MDE -Migrant Education Coordination Program	84.144	073201EA098239B055002	10,793				10,793							
MDE-Migrant Education Coordination Program	84.144	083201EA098239B056002	284,677				284,677							
MO Rehab Services for Blind-Rehabilitation Services Independent Living Services	84.177	MO Rehab Services for Blind	5,057				5,057							
MSDH: Special Education Grants for Infants and Families with Disabilities	84.181		58,346								58,346			
Greenville Public School District - U.S. Dept of Education	84.184		(1,372)									(1,372)		
NCEE-Fund for the Improvement of Education	84.215	TT-0600120	6,975				6,975							
NCEE -Fund for the Improvement of Education	84.215	TT-0700746	1,834				1,834							
NCEE-Excellence in Economic Education	84.215B	MD-0600158	203				203							
MDRS -State Grants for Assistive Technology	84.224	08-331-1800-010	23,192				23,192							

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Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board	MCVS
Mississippi State University - U.S. Dept of Education	84.235	PO-034-20941	58										58	
University of Louisiana at Monroe	84.286		320,815			320,815								
Michael Cohen Group-Ready-To-Learn Television	84.295	U295A050004	93,602				93,602							
Corp Public Broadcasting -Ready-To-Learn Television	84.295	11196	38,866				38,866							
Petal School District - U.S. Dept of Education	84.298		88											88
Petal School District - U.S. Dept of Education	84.298		1,194										1,194	
South Pike SD-Challenge Grants for Technology in Education	84.303	South Pike SD CREATE	20,632				20,632							
Starkville Sch Dist -Challenge Grants for Technology in Education	84.303	Starkville Sch Dist CREATE	25,926				25,926							
NDE -Education Technology State Grants	84.318	073201EA08.BB264640-03	466,318				466,318							
Mississippi Department of Education - U.S. Dept of Education	84.323		603,766											603,766
Jackson Public School District	84.325		175,372			175,372								
IHL-Gaining Early Awareness & Readines for Undergraduate Programs	84.334	2007-93E	8,223				8,223							
IHL-Gaining Early Awareness & Readines for Undergraduate Programs	84.334	2007-96E	7,389				7,389							
IHL-Gaining Early Awareness & Readines for Undergraduate Programs	84.334	2007-96E	9,316				9,316							
GEAR UP	84.334	IHL 2007-87E USDE P334S020001	8,395	8,395										
MS Institutions of Higher Learning	84.334	0334S020001-05	10,010							10,010				
MS Institutions of Higher Learning	84.334	P334S020001-05	13,962							13,962				
Board of Trustees of IHL - U.S. Dept of Education	84.334		(80)											(80)
Board of Trustees of IHL - U.S. Dept of Education	84.334		(12,605)											(12,605)
Board of Trustees of IHL - U.S. Dept of Education	84.334	2006-80E	44											44
Eastern Michigan University - U.S. Dept of Education	84.336		(2,844)											(2,844)
Philadelphia Mississippi School District - U.S. Dept of Education	84.342		5,549											5,549
Philadelphia PSD -Preparing Tomorrow's Teachers to Use Technology	84.342B	PSD 07121187	704				704							
Reading is Fundamental, Inc. - U.S. Dept of Education	84.357	MS-0710	22,792											22,792
Mississippi Department of Education - U.S. Dept of Education	84.366	063208B254641EA08-05	67,327											67,327
Board of Trustees of IHL - U.S. Dept of Education	84.367	2005-101E	2,588											2,588
Board of Trustees of IHL - U.S. Dept of Education	84.367	200693E	(490)											(490)
Board of Trustees of IHL - U.S. Dept of Education	84.367	2006-98E	4,081											4,081
Board of Trustees of IHL - U.S. Dept of Education	84.367	2007-081E	115,556											115,556
Board of Trustees of IHL - U.S. Dept of Education	84.367	2007-82E	83,539											83,539
Board of Trustees of IHL - U.S. Dept of Education	84.367	2008-093E	36,745											36,745
IHL-Improving Teacher Quality State Grants (A)	84.367	2007-077E	79,789				79,789							
IHL-Improving Teacher Quality State Grants (A)	84.367	2008-087E	31,787				31,787							
IHL-Improving Teacher Quality State Grants (A)	84.367	2008-088E	17,412				17,412							
Mississippi State University	84.367	07-3201-EA09-8239-B055-002	5,171							5,171				
Mississippi State University	84.367	08-3201-EA09-8239	1,475							1,475				
MS Institutions of Higher Learning	84.367	2006-09E	1,440							1,440				
MS Institutions of Higher Learning	84.367	N/A	71											71
MS Dept of Education	84.367	N/A	176											176
MS Institutions of Higher Learning	84.367	S367B040021A	128,524							128,524				
MS Institutions of Higher Learning	84.367	S367B070021A	1,443							1,443				
Institution of Higher Learning	84.367		12,932											12,932
Institution of Higher Learning	84.367	S367B040021A	102,824											102,824

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## Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2008

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board	MCVS
MS Department of Education	84.368	07-3201-6213-B874-EA08-001	37,992							37,992				
Univ of CA-Berkeley-National Writing Project	84.928A	02030241 NWP	18,338				18,338							
Univ of California Writing Project-National Writing Project	84.928A	Univ of California Writing Project	228											
Center for Civic Ed -Civic Education	84.929A	CC 07-08 5801MS	21,355				21,355							
Center for Civic Ed -Civic Education	84.929A	CC07-08 5804 WA	10,439				10,439							
Center for Civic Ed -Civic Education	84.929A	CC07-08 5805MS	2,180				2,180							
Center for Civic Ed -Civic Education	84.929A	0829A030001	11,940				11,940							
Subtotal Pass-through Programs			6,223,247	103,396	(7,375)	1,965,097	2,397,365	-	107,103	295,852	58,346	1,303,443	-	-
Total U.S. Department of Education			41,427,008	5,910,705	(7,375)	9,380,682	2,618,033	-	6,121,771	1,482,923	58,346	11,207,536	4,454,387	-
U.S. Department of Health and Human Services:														
National Institute of Health	93.000		3,775									3,775		
U. S. Dept of Health & Human Services/Communities Empowering Youth	93.009		310,849		310,849									
Maternal and Child Health Federal Consolidated Programs	93.110		69,002										69,002	
Community Programs to Improve Minority Health Grant Program	93.137		3,379,500								3,379,500			
Coordinated Services and Access to Research for Women Infants Children Youth	93.153		512,348								512,348			
Research Related to Deafness and Communication Disorders	93.173		33							33				
Nursing Workforce Diversity	93.178		361,841										361,841	
Research on Healthcare Costs, Quality and Outcomes	93.226		550,609										550,609	
Substance Abuse and Mental Health Services_Projects of Regional and National Significance (B)	93.243		104,530				20,999							83,531
Poison Control Stabilization and Enhancement Grants	93.253		30,960								30,960			
Nurse Faculty Loan Program (NFLP)	93.264		6,513											6,513
Drug Free Communities Support Program Grants	93.276		107,332				107,332							
Center for Disease Control and Prevention Investigations and Technical Assistance	93.283		1,223,964								1,223,964			
Minority Health & Health Disparities Research	93.307		202,905	202,905										
Advanced Education Nurse Traineeships	93.358		106,423									68,217		38,206
Nurse Practice, Education and Retention Grants	93.359		670,919									311,369		559,550
National Center for Research Resources	93.389		79,474											
Head Start	93.600		168,520											
Developmental Disabilities Projects of National Significance	93.631		137,122											137,122
University Centers for Excellence in Developmental Disabilities Education, Research	93.632		489,847											489,847
Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations	93.779		287,888											287,888
Health Career Opportunities Program	93.822		(9,244)											(9,244)
Basic / Core Area Health Education Centers	93.824		850,461											850,461
Biomedical Research & Research Training	93.859		114,673	60,036			54,637							
Grants for Training in Primary Care Medicine and Dentistry	93.884		107,446											107,446
Medical Library Assistance	93.879		4,164											4,164
Health Care and Other Facilities	93.867		2,072,645											(3,525)
Family and Community Violence Prevention Program	93.910		221,932											68,357
U. S. Dept of Health & Human Services/Team Sugar Free Project	93.912		14,445											2,007,813
Grants to Provide Outpatient Early Intervention Services with Respect to HIV Disease	93.918		580,839											221,932
Ryan White HIV/AIDS Dental Reimbursement / Community Based Dental Partnership	93.924		288,179											580,839
Subtotal Direct Programs			13,249,895	262,941	325,294	410,602	20,999	68,357	-	2,007,846	7,344,039	2,609,816	-	-

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Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board	MCVS
Pass-through Program From:														
MS Governor Office -Dept of Health and Human Services	93.000	07090801	1,406				1,406							
CDC -Dept of Health and Human Services	93.000	06ipa55233	(2,345)											
MDHS -Dept of Health and Human Services	93.000	4546-RE-DD08-MSU	58,638				58,638							
MDMHI -Dept of Health and Human Services	93.000	4599-TR-DD08-MSU	57,466				57,466							
MDMH -Dept of Health and Human Services	93.000	4605-ED-TK Martin	27,451				27,451							
MS Coun. on Dev Disabilities-Dept of Health and Human Services	93.000	MS Coun. on Dev Disabilities-SAFE-T	14,994				14,994							
Georgetown Univ -Dept of Health and Human Services	93.000	RX4800-011-MSU	33,870				33,870							
MS Head Start -Dept of Health and Human Services	93.000	V000155947G 61690	3,491				3,491							
MSDH: Sealants Program	93.000		171,946								171,946			
MS Protection and Advocacy System, Inc. - U.S. Dept of Health and Human Services	93.000		616										616	
Mississippi Department of Mental Health - U.S. Dept of Health and Human Services	93.000	4536-ED-DD06-USW2	22,842											22,842
Mississippi Department of Human Services - U.S. Dept of Health and Human Services	93.000	525D371A	67,089											67,089
Mississippi Department of Health - U.S. Dept of Health and Human Services	93.000		3,440											3,440
Mississippi Department of Health - U.S. Dept of Health and Human Services	93.000		92,331											92,331
MS Department of Rehabilitation Services - U.S. Dept of Health and Human Services	93.000	08-331-7000-200	191,210											191,210
University of Mississippi Medical Center - U.S. Dept of Health and Human Services	93.000	65809-04	145,508											145,508
Mississippi State University - U.S. Dept of Health and Human Services	93.000	211600-362746-01	8,435											8,435
Mississippi Department of Mental Health - U.S. Dept of Health and Human Services	93.000	4535-RE-DD08-USW2	17,446											17,446
Mississippi Department of Human Services - U.S. Dept of Health and Human Services	93.000	525Q7481A	209,053											209,053
Mississippi Department of Human Services - U.S. Dept of Health and Human Services	93.000	525D372A	376,726											376,726
University of Kentucky - U.S. Dept of Health and Human Services	93.000	3046859900-06-259	49,335											49,335
PACE Headstart - U.S. Dept of Health and Human Services	93.000		10,950											10,950
Mississippi Department of Health - U.S. Dept of Health and Human Services	93.000		20,867											20,867
Delta Health Alliance-Cooperative Agreements to Improve the Health Status of Minority Populations	93.004	06100908	84,562				84,562							
Hemophilia of Georgia: Maternal and Child Health Federal Consolidated Program	93.110	SWOG-893	68,799									68,799		
Mississippi Department of Mental Health - U.S. Dept of Health and Human Services	93.125		(4,968)											(4,968)
MDH-Centers for Research and Demonstration for Health	93.135	07090791	42,799				42,799							
Louisiana State Univ: AIDS Education Training Centers	93.145	1H4AH400059	347,940									347,940		
MSDH: Coordinated Services and Access to Research for Women	93.153		282,796									282,796		
NACCRRRA -Coordinated Services and Access to Research for Women, Infants, Children, and Youth	93.153	07030308	2,741				2,741							
MS Dept of Human Services	93.197		7,284											7,284
Telehealth Networks Grants	93.211	94068	192,437											192,437
Miss State Univ / Delta Health Alliance	93.241	013200341231-01	109,100											109,100
Delta Health Alliance: State Rural Hospital Flexibility Program	93.241	U1FRH07411	1,577,926											1,577,926
Delta Health Alliance: State Rural Hospital Flexibility Program	93.241	U1FRH07411	1,208,698											1,208,698
Delta Health Alliance-State Rural Hospital Flexibility Program	93.241	Project # 18	150,954				150,954							
Delta Health Alliance-State Rural Hospital Flexibility Program	93.241	Project #20	161,604				161,604							
Delta Health Alliance-State Rural Hospital Flexibility Program	93.241	Project 13	160,234				160,234							
Delta Health Alliance-State Rural Hospital Flexibility Program	93.241	Project 6	226,472				226,472							
Delta Health Initiative	93.241		312,588							312,588				
Health and Literacy Awareness	93.241		6,113							6,113				
Delta Health Alliance - U.S. Dept of Health and Human Services	93.241	Project #22	239,248											239,248

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Mississippi Department of Health - U.S. Dept of Health and Human Services	93.283		(10,943)									(10,943)		
Mississippi Department of Health - U.S. Dept of Health and Human Services	93.283		(6,726)									(6,726)		
MDH-Centers for Disease Control and Prevention Investigations	93.283	08080672	9,505				9,505							
MDH-Centers for Disease Control and Prevention Investigations	93.283	08090780	50,000				50,000							
MSDH: National Bioterrorism Hospital Preparedness	93.283		61,059								61,059			
MS Council on Developmental Disabilities - U.S. Dept of Health and Human Services	93.289	4533-RE-DD05-USMIDS	2,664									2,664		
MDH-Small Rural Hospital Improvement Grant Program	93.301	7020104	15,563				15,563							
MS Functional Genomics Network	93.389	5 P20 RRO16476-07	2,662							2,662				
MS Functional Genomics Network	93.389	N/A	2,594							2,594				
Univ of Michigan: Cancer Treatment Research	93.395	6U10CA32102	5,734								5,734			
Mississippi Department of Health	93.399		3,310			3,310								
University of Alabama - U.S. Dept of Health and Human Services	93.399		2,712											2,712
University of Alabama - U.S. Dept of Health and Human Services	93.399		7,935											7,935
Mississippi Department of Human Services - U.S. Dept of Health and Human Services	93.556	525D351	4											4
Mississippi Department of Human Services - U.S. Dept of Health and Human Services	93.556	525D352A	(5,186)											(5,186)
Mississippi Department of Human Services - U.S. Dept of Health and Human Services	93.558		(379)											(379)
Mississippi Department of Human Services - U.S. Dept of Health and Human Services	93.558		975											975
Mississippi Department of Human Services - U.S. Dept of Health and Human Services	93.558		(592)											(592)
Mississippi Department of Human Services - U.S. Dept of Health and Human Services	93.575		21,529											21,529
Mississippi Department of Human Services - U.S. Dept of Health and Human Services	93.575	525Q7452	(137)											(137)
Mississippi Department of Human Services - U.S. Dept of Health and Human Services	93.575	525Q7471	57,470											57,470
Mississippi Department of Human Services - U.S. Dept of Health and Human Services	93.575	525D362A	145,571											145,571
Mississippi Department of Human Services - U.S. Dept of Health and Human Services	93.575		(2)											(2)
University of Southern Mississippi	93.575	G-0701-MS-00FP	14,524							14,524				
MDHS-Child Care and Development Block Grant	93.575	527Q7472	108,762				108,762							
MDHS-Child Care and Development Block Grant	93.575	527Q7473	144,963				144,963							
MDHS-Child Care and Development Block Grant	93.575	527Q7481A	270,094				270,094							
MDHS-Child Care and Development Block Grant	93.575	527Q7482A	38,888				38,888							
MDHS-Child Care and Development Block Grant	93.575	527Q7483A	452,719				452,719							
MDHS-Child Care and Development Block Grant	93.575	527VK362	4,377,238				4,377,238							
MDHS-Child Care and Development Block Grant	93.575	527VK362	67,162				67,162							
MDHS-Child Care and Development Block Grant	93.575	527W561	18,809				18,809							
MDHS-Child Care and Development Block Grant	93.575	527W561	36,330				36,330							
Mississippi Department of Health - U.S. Dept of Health and Human Services	93.577		(3,881)											(3,881)
Mississippi Department of Health - U.S. Dept of Health and Human Services	93.577	866-164/165	(8)											(8)
Mississippi Department of Human Services - U.S. Dept of Health and Human Services	93.596		(5,350)											(5,350)
Mississippi Department of Mental Health - U.S. Dept of Health and Human Services	93.630		(5,368)											(5,368)
Mississippi Department of Mental Health - U.S. Dept of Health and Human Services	93.630		260											260
Mississippi Department of Mental Health - U.S. Dept of Health and Human Services	93.630	4536-ED-DD08-USM/2	31,309											31,309
MS State Dept of Mental Health: Developmental Disabilities Basic Support and Advocacy	93.630		27,360								27,360			
Mississippi Department of Human Services	93.658	528E151	(329,198)											(329,198)
Mississippi Department of Human Services	93.667	528W661A	110,532											110,532
Mississippi Department of Human Services	93.667		125											125



# State of Mississippi Institutions of Higher Learning

## Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2008

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board	MCVS
Mississippi Department of Human Services	93.667		37,206			37,206								
MS Dept of Human Services	93.667	SSBG	7,447								7,447			
MDHS-Social Services Block Grant	93.667	S27VK361	41,354				41,354							
MDHS-Social Services Block Grant	93.667	S27VK361	1,363,254				1,363,254							
MDHS-Social Services Block Grant	93.667	S27VK363	115,836				115,836							
MDHS-Social Services Block Grant	93.667	S27VK363	5,936,208				5,936,208							
MDHS-Social Services Block Grant	93.667	S27W661A	53,957				53,957							
Mississippi Department of Human Services - U.S. Dept of Health and Human Services	93.667	S25W661A	54,500									54,500		
US Department of Health & Human Services University Medical Center	93.822	CPIMP061010-01-01	10,246	10,246										
US Department of Health & Human Services University Medical Center	93.822	1 D 18 HP 02998-01	5,007	5,007										
University of Mississippi Medical Center - U.S. Dept of Health and Human Services	93.824	65807-04	54,680									54,680		
MDHS-Allergy Immunology and Transplantation Research	93.855	S27Q7463	369,111				369,111							
Biomedical Research & Research Training	93.859	1 R25 GM 076675-01A1	69,072	69,072										
Mississippi Department of Mental Health - U.S. Dept of Health and Human Services	93.867	4564-ED-DD04-USM	(105)											(105)
Mississippi Department of Mental Health - U.S. Dept of Health and Human Services	93.867	4564-ED-DD05-USM	1											1
Specialty Selected Health Projects	93.888		28,321								28,321			
MSDH: National Bioterrorism Hospital Preparedness	93.889		109,113								109,113			
MSDH: National Bioterrorism Hospital Preparedness	93.889		315,167								315,167			
MSDH: Mississippi MedCom Project	93.889	50000BTO	113,498									113,498		
MSDH: HIV Care Formual Grants	93.917		194,365								194,365			
MSDH: Statewide STD/HIV Care and Clinical Services	93.917		126,305								126,305			
Univ of Southern California: HIV Demonstration, Research, Public and Professional Education	93.941	31067	753								753			
Mississippi Department of Health - U.S. Dept of Health and Human Services	93.946		646									646		
Mississippi Department of Health - U.S. Dept of Health and Human Services	93.946		939									939		
Mississippi Department of Mental Health - U.S. Dept of Health and Human Services	93.958		335									335		
Mississippi Department of Mental Health - U.S. Dept of Health and Human Services	93.958		(683)									(683)		
Mississippi Department of Mental Health	93.959	7420 06SAPT 32 23	4,563				4,563							
Mississippi Department of Mental Health	93.959	7420 07SAPT 32 24	261,708				261,708							
Mississippi Department of Mental Health	93.959		(1,753)				(1,753)							
Mississippi Department of Mental Health	93.959	7420-08SAPT-32-25	31,266				31,266							
Indiana University Purdue University	93.960	IR25GM67592	134,241				134,241							
University of Alabama at Birmingham - U.S. Dept of Health and Human Services	93.990	5U01CA86128-05	53									53		
MSDH: Instruction for Health Department Professionals	93.996		6,658								6,658			
MS Department of Health	93.991	20000DH0	55,900							55,900				
Contract: Center of Excellence in Womens Health	No CFDA	233-03-111	156,044								156,044			
MSDH: Closing the Gap on Infant Mortality	No CFDA	2000MCO	67,066								67,066			
Univ Maryland: Clarksdale Diabetes and Metabolism Center	No CFDA	N01LM63502	1,313								1,313			
<b>Subtotal Pass-through Programs</b>			<b>22,204,889</b>	<b>84,324</b>	<b>-</b>	<b>252,000</b>	<b>14,494,092</b>	<b>-</b>	<b>318,700</b>	<b>75,880</b>	<b>5,187,131</b>	<b>1,792,763</b>	<b>-</b>	<b>-</b>
<b>Total U.S. Department of Health and Human Services</b>			<b>35,454,784</b>	<b>347,265</b>	<b>325,294</b>	<b>662,602</b>	<b>14,515,091</b>	<b>68,357</b>	<b>318,700</b>	<b>2,083,726</b>	<b>12,531,170</b>	<b>4,602,579</b>	<b>-</b>	<b>-</b>

# State of Mississippi Institutions of Higher Learning

## Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2008

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board	MCVS
<b>Corporation for National and Community Service:</b>														
State Commissions	94.003		190,096											190,096
Learn and Serve America - School and Community Based Program	94.004		59,197											59,197
Learn and Serve America_Higher Education	94.005		33,137									33,137		
AmeriCorps	94.006		2,573,764							64,550				2,509,214
CNCS - Planning and Program Development Grants	94.007		85,968											85,968
Interim Program Development - Training and Technical Assistance	94.009		184,358											184,358
Foster Grandparent Program	94.011		159,080									159,080		
U. S. Dept of Health & Human Services/MS Delta Service Corps/VISTA	94.013		528,732		433,147							51,453		44,132
<b>Subtotal Direct Programs:</b>			<b>3,814,332</b>	-	<b>433,147</b>	-	-	-	-	<b>64,550</b>	-	<b>243,670</b>	-	<b>3,072,965</b>
<b>Pass-through Program From:</b>														
Pinebell Association for Families - Corp for National and Community Service	94.000		1,875										1,875	
MCVS	94.002		16,628											
MCVS	94.002		93,253				93,253							
Learn and Serve America Higher Education	94.005	06LHGA001	1,098	1,098										
Brown University - Corp for National and Community Service	94.005	1537-24627	1,748										1,748	
University of North Carolina - Corp for National and Community Service	94.005		(1,003)										(1,003)	
Center for Community & Civic Engagement - Corp for National and Community Service	94.005	GR01751	8,070											8,070
Board of Trustees of IHL - Corp for National and Community Service	94.006		90,625											90,625
MS Commission for Volunteer Services - Corp for National and Community Service	94.006		(7,262)											(7,262)
MS Commission for Volunteer Services - Corp for National and Community Service	94.006		(15,331)											(15,331)
MS Commission for Volunteer Services - Corp for National and Community Service	94.006		(675)											(675)
MS Commission for Volunteer Services - Corp for National and Community Service	94.006	2004-05	(15,000)											(15,000)
MS Commission for Volunteer Services - Corp for National and Community Service	94.006	AmeriCorps	155,569											155,569
AmeriCorps	94.006	06AC058416	25,885	25,885										
AmeriCorps	94.006	07AC071480	280,366	280,366										
MCVS- AmeriCorps	94.006	05121189	(63)				(63)							
America Reads Mississippi	94.006		3,733,907										3,733,907	
MCVS-Literacy Corps	94.010	03AFGMS00100006	76,714				76,714							
MCVS-Literacy Corps	94.010	07AC071606	298,239				298,239							
MCVS-Literacy Corps	94.010	07AC078047	47,647				47,647							
<b>Subtotal Pass-through Programs</b>			<b>4,792,290</b>	<b>307,349</b>	-	<b>109,881</b>	<b>422,537</b>	-	-	-	-	<b>218,616</b>	<b>3,733,907</b>	-
<b>Total Corporation for National and Community Service</b>			<b>8,606,622</b>	<b>307,349</b>	<b>433,147</b>	<b>109,881</b>	<b>422,537</b>	-	-	<b>64,550</b>	-	<b>462,286</b>	<b>3,733,907</b>	<b>3,072,965</b>
<b>Total U.S. Social Security Administration:</b>														
<b>Pass-through Program From:</b>														
Blind & Vision Impaired-Social Security State Grants for Work Incentives Assistance	96.009	Dept for Blind & Vision Impaired	866	-	-	-	866	-	-	-	-	-	-	-

# State of Mississippi Institutions of Higher Learning

## Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2008

Federal Grant/Pass-through Grant/Program or Cluster Title	Federal CFDA Number	Pass-through Entity Identifying Number	Total Federal Expenditures	ASU	DSU	JSU	MSU	MUH	MVSU	UM	UMBAC	USM	DL Board	MCVS
U.S. Department of Homeland Security:														
Scholars and Fellows, and Educational Programs	97.062		26,953	26,953										
Competitive Training Grants	97.068		262,376									262,376		
Disaster Case Management Pilot Program	97.084		530,443											530,443
Federal Emergency Management Assistance - Public Assistance Grants	83.544		1,522,741					1,522,741						
Subtotal Direct Programs:			2,342,513	26,953	-	-	-	1,522,741	-	-	-	262,376	-	530,443
U.S. Department of Homeland Security:														
Pass-through Program From:														
MS Emergency Mgmt Services	97.000	HMGP 1604-0001	97,208							97,208				
MS Emergency Mgmt Services	97.000	N/A	2,398							2,398				
Mississippi Department of Public Safety - U.S. Dept of Homeland Security	97.000	SAHS421	4,500									4,500		
Mississippi Department of Public Safety - U.S. Dept of Homeland Security	97.000	SAHS281	89,682									89,682		
Mississippi Department of Public Safety - U.S. Dept of Homeland Security	97.000	OHS421	282,112									282,112		
Mississippi Department of Public Safety - U.S. Dept of Homeland Security	97.000	ASHS421	51,556									51,556		
Mississippi Department of Public Safety - U.S. Dept of Homeland Security	97.000	SEHS421	38,796									38,796		
MS Dept of Public Safety	97.007	2005-GE-T5-0005	6							6				
Ms Emergency Management Agency - U.S Dept of Homeland Security	97.006		2,916,487									2,916,487		
MS Emergency Mgmt Services	97.009	HMGP 1604-0017	43,921							43,921				
Subtotal Pass-through Programs			3,526,666	-	-	-	-	-	-	143,533	-	3,383,133	-	-
Total U.S. Department of Homeland Security			5,869,179	26,953	-	-	-	1,522,741	-	143,533	-	3,645,509	-	530,443
U.S. Agency of International Development:														
Pass-through Program From:														
USAID/Mission Cairo	98.001	RLA/00050005200	84,622			84,622								
Mississippi Department of Human Services - U.S. Agency for International Dev.	98.558		(1,474)									(1,474)		
Total U.S. Agency of International Development			83,148	-	-	84,622	-	-	-	-	-	(1,474)	-	-
Unknown Federal Agencies:														
Delta Local Development District Assistance	No CFDA		123,641									123,641		
Total Other Programs			138,876,999	10,249,657	846,952	12,472,650	29,057,129	1,967,397	8,154,362	17,462,150	13,517,426	34,367,155	8,198,294	3,603,408
Total Expenditures of Federal Awards			\$717,532,695	\$49,022,391	\$23,379,524	\$88,402,413	\$190,160,064	\$15,907,602	\$39,660,141	\$112,717,076	\$54,459,068	\$151,759,214	\$8,442,794	\$3,603,408

# State of Mississippi Institutions of Higher Learning

## Notes to Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2008

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### NOTE 1 – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs administered by the State of Mississippi Institutions of Higher Learning. Federal financial assistance received directly from federal agencies as well as federal financial assistance passed through other government agencies is included on the schedule. Federal programs included in the accompanying schedule are accounted for using the economic resources measurement focus and the accrual basis of accounting, which is described in Note 1 to the IHL System's financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-profit Organizations*.

The schedule was prepared using the same basis of accounting and significant accounting policies, as applicable, used by the IHL System in the preparation of its financial statements with the following exceptions:

- For purposes of the schedule, loans advanced from the Federal Perkins Loan Program (CFDA #84.038) and Health Profession Student Loans (CFDA #93.342) are presented as federal expenditures. These loans are not reported as expenditures on the IHL System's financial statements, but as an increase in notes receivables. The outstanding loan balances and the allowance for uncollectible amounts for the loan programs at June 30, 2008, are presented in Note 5 to the financial statements.
- For purposes of this schedule, loans made to students under the William D. Ford Direct Student Loan Program (CFDA #84.268) and/or the Federal Family Education Loan Program (CFDA #84.032) are presented as federal expenditures. Neither the funds advanced to students, nor the outstanding loan balance is included in the IHL System's financial statements since the loans are made and subsequently collected by private lending institutions and/or the federal government.
- For purposes of this schedule, pass-through federal programs or grants between institutions have not been eliminated.

# State of Mississippi Institutions of Higher Learning

## Notes to Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2008

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### NOTE 2 – SUBRECIPIENT PAYMENTS

OMB Circular A-133 requires the Schedule of Expenditures of Federal Awards to include, to the extent practical, disclosure of the total amount provided to subrecipients from each Federal program. Major programs expenditures presented in the schedule account for approximately 91% of the total Federal expenditures for the IHL System. Provided below is the amount of major program awards provided to subrecipients during the year ended June 30, 2008:

CFDA Number	Grant Program	Amount Provided to Subrecipients
10.500	Cooperative Extension Service	\$ 441,756
10.574	Team Nutrition Grants	951,150
11.617	Congressionally-Identified Projects	-
16.580	Edward Byrne Memorial State and Local Law Enforcement Assistance Grant	257,861
47.076	Education and Human Resources	2,338,240
84.031	Higher Education - Institutional Aid	-
84.116	Funds for the Improvement of Post Secondary Education	104,970
84.334	Gear-Up	888,636
84.938F	Hurricane Education Recovery Assistance	-
93.137	Community Programs to Improve Minority Health Grant Programs	737,381
93.241	Delta Health Initiative - Rural Hospital Flexibility Program	99,353
93.575	Child Care and Development Block Grant	46,366
93.667	Social Services Block Grant	135,998
94.006	Americorps	679,239
97.036	Federal Emergency Management Assistance	-
	Student Financial Aid Cluster	-
	Research and Development Cluster	45,187,347
		<b>\$ 51,868,297</b>

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**Reports on Internal Control and Compliance**

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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL  
REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF THE FINANCIAL STATEMENTS PERFORMED  
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Board of Trustees of the State Institutions of Higher Learning  
3825 Ridgewood Road  
Jackson, MS 39211-6463

We have audited the financial statements of the business-type activities and the aggregate discretely presented component units of the State of Mississippi Institutions of Higher Learning (the IHL System), a component unit of the State of Mississippi, as of and for the year ended June 30, 2008 which collectively comprise the IHL System's basic financial statements as listed in the table of contents and have issued our report thereon dated December 19, 2008. We did not audit the financial statements and schedules of:

the University of Mississippi Medical Center Educational Building Corporation, a component unit of the University of Mississippi Medical Center, which statements reflect total assets of \$146,044,827 as of June 30, 2008, and total revenues of \$8,130,750 for the year then ended;

the University of Mississippi Educational Building Corporation, a component unit of the University of Mississippi, which statements reflect total assets of \$90,779,659 as of June 30, 2008, and total revenues of \$4,105,399 for the year then ended;

the University of Mississippi Medical Center Tort Claims Fund, which statements reflect total assets of \$31,048,556 as of June 30, 2008, and total revenues of \$3,641,580 for the year then ended;

the State Institutions of Higher Learning Self-Insured Workers' Compensation Program, which statements reflect total assets of \$9,407,000 as of June 30, 2008, and total revenues of \$7,706,338 for the year then ended;

the State Institutions of Higher Learning Tort Liability Fund, which statements reflect total assets of \$9,666,607 as of June 30, 2008, and total revenues of \$3,288,039 for the year then ended; and

the discretely presented component units consisting of the Mississippi State University Foundation, Inc., the University of Mississippi Foundation and the University of Southern Mississippi Foundation, which represent 100% of the assets and revenues of the discretely presented component units.

Those financial statements were audited by other auditors whose reports thereon have been furnished to us. This report, insofar as it relates to the amounts included for the above mentioned entities, is based solely on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. The financial statements and schedules of the blended and discretely presented component units audited by other auditors, as described above, were not audited in accordance with *Government Auditing Standards*. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

#### Internal Control Over Financial Reporting

In planning and performing our audit, we considered the IHL System's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the IHL System's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the IHL System's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies described in Section 2 of the accompanying schedule of findings and questioned costs to be significant deficiencies in internal control over financial reporting.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe that none of the significant deficiencies described in the accompanying schedule of findings and questioned costs are material weaknesses.

#### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the IHL System's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests and the reports of other auditors did not disclose any instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the IHL System in a separate letter dated December 19, 2008.

This report is intended solely for the information and use of the IHL System management, members of the Legislature, entities with accreditation overview, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

*Cove, Riggs & Ingram, LLC*

Ridgeland, Mississippi  
December 19, 2008

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**INDEPENDENT AUDITOR'S REPORT  
ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO  
EACH MAJOR FEDERAL PROGRAM AND INTERNAL CONTROL OVER  
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

Board of Trustees of the State Institutions of Higher Learning  
3825 Ridgewood Road  
Jackson, MS 39211-6463

Compliance

We have audited the compliance of the State of Mississippi Institutions of Higher Learning (the IHL System) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2008. The IHL System's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the IHL System's management. Our responsibility is to express an opinion on the IHL System's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the IHL System's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the IHL System's compliance with those requirements.

In our opinion, the IHL System complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2008.

## Internal Control Over Compliance

The management of the IHL System is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the IHL System's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing an opinion on compliance but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the IHL System's internal control over compliance.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider all the deficiencies in internal control over compliance described in Section 3 of the accompanying schedule of findings and questioned costs to be significant deficiencies.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control. We did not consider any of the deficiencies described in the accompanying schedule of findings and questioned costs to be material weaknesses.

The IHL System's responses to the findings identified in our audit are described in the accompanying auditee's corrective action plan section. We did not audit the IHL System's responses and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of the IHL System, members of the Legislature, entities with accreditation overview, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

*Carr, Riggs & Ingram, LLC*

Ridgeland, Mississippi  
March 19, 2009

## **Schedule of Findings and Questioned Costs**

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# State of Mississippi Institutions of Higher Learning

## Schedule of Findings and Questioned Costs For the Year Ended June 30, 2008

### Section 1: Summary of Auditors' Results

#### **Financial Statements**

- |  |             |
|--|-------------|
| 1. Type of auditors' report issued:  | Unqualified |
| 2. Internal control over financial reporting:  |             |
| a. Material weakness(es) identified?   | No          |
| b. Significant deficiency(ies) identified<br>not considered to be material weakness(es)? | Yes         |
| 3. Material noncompliance relating to financial statements?                              | No          |

#### **Federal Awards**

- |   |              |
|---|--------------|
| 4. Type of auditors' report issued on compliance for major programs:  | Unqualified  |
| 5. Internal Control over major programs:  |              |
| a. Material weakness(es) identified?  | No           |
| b. Significant deficiency (ies) identified<br>not considered to be material weakness(es)?   | Yes          |
| 6. Any audit finding(s) reported as required by Section .510 (a)<br>of Circular A-133?  | Yes          |
| 7. Federal programs identified as major program(s):   |              |
| a. Research and Development Cluster:<br>(see Schedule of Expenditures of Federal Awards for CFDA numbers)   |              |
| b. Student Financial Aid Cluster:<br>(see Schedule of Expenditures of Federal Awards for CFDA numbers)  |              |
| c. Cooperative Extension Service; CFDA #10.500  |              |
| d. Team Nutrition Grants; CFDA #10.574  |              |
| e. Congressionally-Identified Projects; CFDA #11.617  |              |
| f. Edward Byrne Memorial State and Local Law Enforcement Assistance Grant<br>Program; CFDA #16.580  |              |
| g. Education and Human Resources; CFDA #47.076  |              |
| h. Higher Education - Institutional Aid; CFDA #84.031   |              |
| i. Funds for the Improvement of Post Secondary Education; CFDA #84.116  |              |
| j. Gear-Up; CFDA #84.334  |              |
| k. Hurricane Education Recovery Assistance; CFDA #84.938F   |              |
| l. Community Programs to Improve Minority Health Grant Program; CFDA #93.137  |              |
| m. Delta Health Initiative - Rural Hospital Flexibility Program; CFDA #93.241   |              |
| m. Child Care and Development Block Grant; CFDA #93.575   |              |
| o. Social Services Block Grant; CFDA #93.667  |              |
| p. AmeriCorps; CFDA #94.006   |              |
| q. Federal Emergency Management Assistance; CFDA #97.036 (and CFDA #83.544)   |              |
| 8. The dollar threshold used to distinguish between Type A and<br>Type B programs:  | \$ 3,000,000 |
| 9. Auditee qualified as low-risk auditee?   | No           |
| 10. Prior fiscal year audit finding(s) and questioned cost relative to federal<br>awards which would require the auditee to prepare a summary schedule<br>of prior audit findings as discussed in Section .315(b) of OMB<br>Circular A-133? | Yes          |

# State of Mississippi Institutions of Higher Learning

## Schedule of Findings and Questioned Costs For the Year Ended June 30, 2008

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### **Section 2: Findings Relating to the Financial Statements**

The deficiencies described in Section 2 were considered to be significant deficiencies in internal control over financial reporting.

#### *System Wide Significant Deficiency:*

#### **FR08-IHL-1: Investment Risk Disclosures**

During our audit procedures for the IHL System, we noted numerous inconsistencies in the method of disclosure and presentation of the IHL System's investment risk disclosures which required revision in order to comply with the requirements of GASB No.3 and No. 40. These inconsistencies included the following:

- Interest rate risk and concentration of credit risk disclosures for numerous institutions included non-negotiable certificates of deposit, money markets and U.S. Treasury securities which are excluded from the interest rate risk disclosure requirements of GASB No. 40.
- Certain institutions did not present government secured money market accounts as restricted cash and cash equivalents pursuant to the IHL System's significant accounting policies.
- The interest rate risk disclosures for internal investment pools in which certain institutions had pooled certain amounts with support foundations were not properly presented. For fixed income mutual funds, the institutions should base the interest rate risk disclosures on the average duration for the applicable fund.

A formalized investment disclosure check list has been developed to support the preparation and review of the presentation of the IHL System's investments and required disclosures. We further recommend that the IHL System establish a formalized policy and support training to improve the conformity among the institutions.

#### **FR08-IHL-2: Statement of Cash Flows Presentation**

During our audit procedures for the IHL System, we noted inconsistencies in the method of presentation in the statement of cash flows among the various institutions within the IHL System. As a result numerous adjustments and reclassifications were required to properly present the statement of cash flows in conformity with GASB No. 9 which included the following:

- Several institutions presented state appropriations for capital purposes as a cash inflow received. These amounts are generally not distributed in the form of cash to the institutions and should be presented as a non-cash item and disclosed as supplemental information.
- Certain institutions excluded investment purchases and sales that were executed by investment managers. Because these transactions were executed on behalf of the institutions and the related investments are in the name of the institutions, these transactions should be presented on a gross basis unless their maturity is three months or less when purchased.
- In the presentation of the reconciliation of the operating loss to net cash flows provided by or used in operating activities, the institutions did not separately disclose certain significant non-cash amounts impacting results of operations including the provisions for bad debts and self-insured claims expense incurred.

# State of Mississippi Institutions of Higher Learning

## Schedule of Findings and Questioned Costs For the Year Ended June 30, 2008

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### *Institutional Campus Significant Deficiencies:*

#### **Alcorn State University**

##### **FR08-ASU-1: Grants Receivable**

During our audit procedures at Alcorn State University, we noted that grants receivable were not properly reviewed and timely corrected. As a result, we identified misstatements resulting in a potential adjustment of approximately \$754,000 that represent uncorrected misstatements which management should resolve in the near future. Additionally, we detected instances where grant revenues were not posted to the correct account and certain instances where grant receipts were incorrectly recorded as revenues in the wrong period. For grants and contracts receivable, we recommend that management implement a process for the timely review of grant and contract receivable reconciliations to identify uncollectible accounts or unexplained carryover account balances and establish an allowance for estimated uncollectible accounts or timely write-off these unsupported account balances. In addition, management should implement more rigorous controls surrounding the cut-off of accounts receivable and the periodic review of those receivable balances.

##### **FR08-ASU-2: Allowance for Doubtful Accounts**

As noted in the prior year, Alcorn State University did not properly evaluate the adequacy of the allowance for uncollectible accounts receivable and no provision for bad debts had been recorded in the current and prior year relative to estimated uncollectible amounts. Based upon an independent analysis, it was estimated that the allowance for doubtful accounts was understated by approximately \$1,650,000. Management should establish a formalized policy for the review of estimated uncollectible accounts based on historical trends and collection results and perform such analysis at least annually with any required adjustments timely recorded to the financial statements.

##### **FR08-ASU-3: Accounts Payable**

During our audit procedures at Alcorn State University in 2008 and 2007, we noted that there were irreconcilable differences between the accounts payable subsidiary ledger and the general ledger control account. Further, our review of the open invoice subsidiary detail revealed that there were numerous old outstanding vendor invoices that had not been paid and were likely the result of errors resulting from prior years. As a result in 2007, accounts payable and accrued expenses were misstated resulting in an audit adjustment of over \$3 million for this overstatement. ASU recorded the adjustment which reduced the outage, however, there still exists approximately \$650,000 that could not be identified and which had not been timely reconciled or adjusted. Management should adopt administrative control procedures to ensure that the accounts payable general ledger control account is reconciled to the detail subsidiary ledger on a monthly basis and that any differences are timely researched and corrected. Further, these administrative control procedures should include an aging and timely review of the composition of the accounts payable subsidiary detail to identify any old, unpaid or disputed vendor invoices.

# State of Mississippi Institutions of Higher Learning

## Schedule of Findings and Questioned Costs For the Year Ended June 30, 2008

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### Jackson State University

#### **FR08-JSU-1: Bond Indebtedness**

During our audit procedures at Jackson State University, we identified a misstatement in which the University improperly recognized a gain relative to defeased debt of approximately \$2,191,000. As a result, an audit adjustment was required to defer the difference between the reacquisition price of the defeased bonds and their carrying value pursuant to GASB No. 23. Additionally, the University misstated interest expense by (1) overstating interest expense as a result of improperly expensing bond issue cost of approximately \$769,000 that should be deferred and amortized over the life of the indebtedness and (ii) understating interest expense by approximately \$1,391,000 as a result of not accruing for incurred but unpaid interest cost. We recommend that management strengthen its control process by requiring closer scrutiny of unusual or complex transactions and related year end accruals to insure that a responsible person knowledgeable with the required GASB reporting process approves the accounting treatment and disclosures provided.

#### **FR08-JSU-2: Deferred Revenue**

During our audit of Jackson State University's deferred revenue, we noted an overstatement of both deferred revenue and student accounts receivable resulting from the recording of pre-summer session tuition and fee amounts which had not yet been received or earned. As a result, we proposed a reclassification adjustment of approximately \$2,107,000 for the overstatement of both the student accounts receivable and the deferred revenue. From our review of the University's process for the development of the deferred revenue, we recommend that management change the methodology used for the development of the deferred revenue and only defer amounts which have been received but not earned as of the end of the fiscal year.

#### **FR08-JSU-3: Non-Operating Results Presentation**

During the audit of Jackson State University, we noted that the University had improperly grossed up non-operating revenues and non-operating expenses for plant fund activities (i.e., bond principal issuance and redemption amounts) that should not be reported through the statement of revenues, expenses and changes in net assets. As a result, a reclassification entry of approximately \$76,508,000 was recorded to reduce both non-operating revenues and expenses. Again, we believe a more formalized reporting review process with specific GASB reporting guidelines would prevent or detect these types of potential errors.

# State of Mississippi Institutions of Higher Learning

## Schedule of Findings and Questioned Costs For the Year Ended June 30, 2008

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### University of Mississippi Medical Center

#### **FR08-UMMC-1: Student Receivables**

During our audit procedures at the University of Mississippi Medical Center (UMMC), we noted that the general ledger balance for the student accounts receivables did not agree to the subsidiary ledger by approximately \$2 million and had not been reconciled. Further review and inquiry indicated that part of the error resulted from incorrect duplications in the subsidiary ledger and part of the error resulted from UMMC not timely recording loan cancellations in the general ledger. We recommend that management implement control procedures to monitor and review loans input into the subsidiary ledger to ensure accuracy and provide the necessary resources needed to reconcile the subsidiary ledger and general ledger balance timely with corrections recorded monthly.

#### **FR08-UMMC-2: Patient Care Revenues**

During our audit procedures at UMMC we identified certain deficiencies in the operating effectiveness of controls within the patient care revenues as follows:

- Transaction listings for posting of charity care and bad debt adjustments to the general ledger are generated and reviewed; however, documentation of the reviews are not maintained. We recommend that the documentation of the review of these transaction listings be maintained through development of signature logs or retention of transaction listings with appropriate authorizing signatures.
- System access to the contract management system, noting several unused duplicate accounts, "test" and "admin" accounts. We recommend that these accounts be removed in order to ensure that only appropriate access to the contract management system is ensured.
- Changes to the chargemaster are reviewed and approved by appropriate levels of management; however, such reviews and approvals are not formally documented and maintained. We recommend that formal documentation of management's review and approval of changes to the chargemaster be maintained in order to document such approvals.

#### **FR08-UMMC-3: Payroll and Human Resources**

During our audit procedures at UMMC, we identified certain deficiencies in the design of internal controls around management approval and review of changes made to employee compensation adjustments. From our review and inquiries we noted that the use of hardcopy personnel action request (PAR) forms was discontinued during the current fiscal year for the approval of certain compensation adjustments. These forms were previously used to document certain changes made to employee information including compensation adjustments and were reviewed and approved by responsible personnel prior to the upload of changes to the payroll master file. As an alternative, during the fiscal year a process was implemented in which a departmental listing of payroll changes detailing all employees for an applicable department was to be circulated and approved by responsible personnel. However, during our observation and review, we noted that this process was not performed timely and was not approved prior to the compensation adjustments being uploaded to the payroll master file. Because payroll master file data is used by multiple transactions, unauthorized changes to this data present a greater risk than errors in inputting transaction data. This is true

# State of Mississippi Institutions of Higher Learning

## Schedule of Findings and Questioned Costs For the Year Ended June 30, 2008

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because (1) any unauthorized modification, deletion, or corruption of master file data is likely to have a widespread or continuous effect; and (2) elements of the payroll master files tend to be sensitive and are normally confidential (e.g., salary/pay rates, medical history). Unauthorized changes to the payroll master files could result in invalid data, which may result in incorrect amounts paid to employees, failure to pay employees who are inappropriately deleted, or payments to nonexistent employees. To strengthen internal controls, management should ensure changes to employee compensation and personnel records are accurate, authorized, reviewed and approved in a timely fashion prior to any changes being made to the payroll master file. This review and approval should be documented by implementing a PAR form in either hardcopy or electronic format or by requiring a formal review and approval on a retained departmental employee listing as evidenced by signatures of responsible personnel and completed prior to updating the payroll master file.

# State of Mississippi Institutions of Higher Learning

## Schedule of Findings and Questioned Costs For the Year Ended June 30, 2008

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### **Section 3: Findings and Questioned Costs Related to Federal Awards**

#### **Alcorn State University**

##### **FA08-ASU-01: Internal Controls over Davis-Bacon Act Compliance**

*Finding Type:* Significant Deficiency

*Program Tested:* N/A – Ineffective Internal Control

*Questioned Cost:* None

#### *Criteria*

Non-federal entities shall include in their construction contracts subject to the Davis-Bacon Act a requirement that the contractor or subcontractor comply with the requirements of the David-Bacon Act and the DOL regulations (29 CRF part 5, "Labor Standards Provisions Applicable to Contacts Governing Federally Financed and Assisted Construction"). This includes a requirement for the contractor or subcontractor to submit to the non-Federal entity weekly, for each week in which any contractor work is performed, a copy of the payroll and a statement of compliance (certified payroll) (29 CFR sections 5.5 and 5.6).

#### *Condition and Cause*

During our review of internal controls at Alcorn State University, we noted that the University had not implemented monitoring procedures to ensure proper documentation on hand for compliance with the Davis-Bacon Act for construction contracts.

#### *Effect*

Failure of a non-federal entity to monitor its contractors and sub-contractors compliance with the provisions of the Davis-Bacon Act could result in questioned costs and a loss of federal funds.

#### *Recommendation*

We recommend that the University adopt formalized monitoring and documentation procedures to substantiate compliance with the requirements of the Davis-Bacon Act.

##### **FA08-ASU-02: Internal Controls over Suspension and Debarment**

*Finding Type:* Significant Deficiency

*Program Tested:* Higher Education - Institutional Aid - CFDA # 84.031

*Questioned Cost:* None

#### *Criteria*

Alcorn State University is required to provide reasonable assurance that procurement of goods and services are made in compliance with the provisions of the A-102 Common Rule or OMB Circular A-110, as applicable, and that covered transactions as defined in the suspension and debarment

# State of Mississippi Institutions of Higher Learning

## Schedule of Findings and Questioned Costs For the Year Ended June 30, 2008

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common rule are not with a debarred or suspended party. Official written university policy requires that procurement contracts equal or exceeding \$100,000 certify that the organization and its principal(s) are not suspended or debarred.

### *Condition and Cause*

During our review of internal controls over cash disbursements for the Title III Program at Alcorn State University, we noted that there was one instance where charges were not supported by a contract file that should have documented the history of the procurement selection and evidence of suspension and debarment review.

### *Effect*

Failure to maintain effective internal controls could result in transactions with organizations and its principal(s) that are suspended or debarred.

### *Recommendation*

We recommend that the University adopt formalized accounting control procedures to ensure that an executed vendor contract is completed and maintained on file. Additionally, evidence of review and monitoring for suspension and debarment should be documented in the file.

### **Jackson State University**

#### **FA08-JSU-01: Internal Control over Federal Work Study Record Keeping Requirement**

*Finding Type:* Significant Deficiency

*Program Tested:* U.S. Department of Education Federal Work Study Program - CFDA #84.033

*Questioned Cost:* None

### *Criteria*

Record keeping requirements, 34 CFR 675.19(b) cite that a university must follow the record retention and examination provisions and establish and maintain program and fiscal records that are reconciled at least monthly.

### *Condition and Cause*

During our audit of the federal work-study program, we noted that internal controls which require work-study supervisors to monitor work-study students work schedules to ensure that they do not work while scheduled to be in class were ineffective. The secondary controls, which require the work-study coordinator to identify students that worked while scheduled to be in class, did however identify the students and the supervisors were contacted regarding the noncompliance.

As a result, student work-study supervisors did not adhere to established policies and procedures that do not allow work-study students to work while scheduled to be in class.

### *Effect*

Failure to effectively monitor the work schedules of the work-study students as a result of ineffective record keeping requirements could result in loss of federal funds.



# State of Mississippi Institutions of Higher Learning

## Schedule of Findings and Questioned Costs For the Year Ended June 30, 2008

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### *Recommendation*

We recommend that management of the University adhere to established policies and procedures regarding the work-study program and strengthen internal controls to ensure that students are not working while scheduled to be in class.

### **University of Southern Mississippi**

#### **FA08-USM-01: Internal Control over Time and Effort Reporting**

*Finding Type:* Significant Deficiency

*Program Tested:* Fund for the Improvement of Post Secondary Education Cluster (U.S. Department of Education – CFDA #84.116)

*Questioned Cost:* None

#### *Criteria*

In accordance with A-21, Cost Principles for Educational Institutions, after-the-fact reports, for professorial and professional staff, should be prepared each academic term, but no less frequently than every six months. For other employees, unless alternate arrangements are agreed to, the reports should be prepared no less frequently than monthly and should coincide with one or more pay periods.

#### *Condition and Cause*

During our disbursement testing of the Fund for the Improvement of Post Secondary Education Cluster, we noted that time and effort reports related to eleven graduates for award #P1162050375 were not prepared nor approved in a timely manner.

#### *Effect*

Failure to approve effort reports on a timely basis may result in inaccurate reporting of expenditures which could subsequently result in disallowed costs.

#### *Recommendation*

We recommend that the University implement additional control procedures to ensure that effort reports are prepared and certified in a timely manner

#### **FA08-USM-02: Internal Control over Subrecipient Monitoring**

*Finding Type:* Significant Deficiency

*Program Tested:* Research & Development Cluster (National Oceanic and Atmospheric Administration – CFDA #11.417, U.S. Department of Health and Human Services – CFDA #93.389)

*Questioned Costs:* None

# State of Mississippi Institutions of Higher Learning

## Schedule of Findings and Questioned Costs For the Year Ended June 30, 2008

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### *Criteria*

OMB Circular A-133 Compliance Supplement Part 3, Section M stipulates that the pass-through entity should monitor the subrecipients' use of Federal awards through reporting, site visits, regular contact, or other means to provide reasonable assurance that the subrecipient administers Federal awards in compliance with laws, regulations, and the provisions of contract and grant agreements and that performance goals are achieved.

### *Condition and Cause*

During our testing of subrecipient monitoring, we noted two instances out of five where the University of Southern Mississippi's system of control did not result in a follow-up process to ensure that OMB Circular A-133 audit reports requested were received and properly reviewed.

### *Effect*

Failure to obtain and analyze the subrecipients' OMB Circular A-133 report on a timely basis may result in the pass-through entity's failure to assure that the subrecipient administered the Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements and that performance goals are being achieved.

### *Recommendation*

We recommend that management of the University refine its control and monitoring process to ensure timely follow-up of required subrecipient reports.

## **FA08-USM-03: Internal Control over Financial Reporting**

*Finding Type:* Significant Deficiency

*Program Tested:* Research and Development Cluster (National Aeronautics and Space Administration – CFDA #43.001, U.S. Department of Agriculture – CFDA # 10.001); Edward Byrne Memorial State and Local Law Enforcement Assistance (U.S. Department of Justice – CFDA #16.580)

*Questioned Costs:* None

### *Criteria*

OMB Circular A-133 Compliance Supplement Part 3, Section L stipulates that reports for Federal awards shall include all activity of the reporting period, be supported by applicable accounting records, and be fairly presented in accordance with program requirements. Also, OMB Circular A-113 Compliance Supplement Part 4, Section L stipulates that cumulative draw down amounts should accurately reflect the grantee's actual disbursements of funds by awards.

### *Condition and Cause*

During our testing of reporting compliance elements for the Research and Development cluster and the Edward Byrne major programs at the University of Southern Mississippi, we noted that certain standard financial reporting forms were not submitted timely and included expenditures relating to prior reporting periods, as follows:

- With respect to grant GR02065, we noted that that expenditures of \$31,616.63 were reported in the quarterly report ending September 30, 2007, but were actually incurred in the previous quarter.

# State of Mississippi Institutions of Higher Learning

## Schedule of Findings and Questioned Costs For the Year Ended June 30, 2008

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- With respect to grant GR02744, we noted that expenditures of \$76,856.59 were reported in the fiscal year beginning July 1, 2008, but were actually incurred in the previous quarter.
- With respect to the timely filing of financial status reports, we noted several instances of late filings with grant GR02809 and grant GR02101, that reflected SF-269 form filings extending 90 days and 59 days, respectively, beyond the required filing date.

### *Effect*

Failure to report and drawdown the appropriate amount due to a noncompliant cost accounting practice used to estimate, accumulate, or report costs could result in funds being credited or refunded to the Federal agency and can result in misstatements in amounts reported in the Schedule of Expenditures of Federal Awards.

### *Recommendation*

We recommend that the University implement additional control procedures, including review procedures, to ensure that the amounts drawn down by the University agree to the expenditures incurred for the applicable reporting periods.

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## **Auditee's Corrective Action Plan**

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# State of Mississippi Institutions of Higher Learning

## Auditee's Corrective Action Plan – Section 2 Findings Related to Financial Statements For the Year Ended June 30, 2008

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### **System Wide Significant Deficiency:**

#### **FR08-IHL-1: Investment Risk Disclosures**

*Name(s) of Contact Person(s) Responsible for Corrective Action:*

Chris Halliwell, Director of University Financial Analysis

*Management Response and Corrective Action Planned:*

The management of the IHL System concurs with the deficiency and agrees to support the usage of the investment disclosure checklist by all institutions. Further, the IHL System will endeavor to locate and provide the necessary support training to better equip the preparers of this note disclosure information. Conformity in disclosure format and presentation from all institutions will be a top priority of the IHL System.

*Anticipated Completion Date:*

The anticipated completion date of the corrective action is for the fiscal year beginning July 1, 2008.

#### **FR08-IHL-2: Statement of Cash Flows Presentation**

*Name(s) of Contact Person(s) Responsible for Corrective Action:*

Chris Halliwell, Director of University Financial Analysis

*Management Response and Corrective Action Planned:*

The management of the IHL System concurs with the deficiency and will endeavor to locate and provide the necessary support training to better equip the preparers of the Cash Flow Statement. Proper development and consistent presentation formats from all institutions will be a top priority of the IHL System.

*Anticipated Completion Date:*

The anticipated completion date of the corrective action is for the fiscal year beginning July 1, 2008.

### **Institutional Campus Significant Deficiencies:**

#### **Alcorn State University**

#### **FR08-ASU-1: Grants Receivable**

*Name(s) of Contact Person(s) Responsible for Corrective Action:*

Arnold Clark, Director of Grants and Contracts

*Management Response and Corrective Action Planned:*

Alcorn State University will ensure that grant billings are performed timely and the appropriate receivables are created before the close of each fiscal period. In addition, the University will ensure that the subsequent receipt of the funds is recorded to relieve the appropriate receivable account.

# State of Mississippi Institutions of Higher Learning

## Auditee's Corrective Action Plan – Section 2 Findings Related to Financial Statements For the Year Ended June 30, 2008

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*Anticipated Completion Date:*

This will be completed on a monthly basis and an entry will be made to record the necessary receivables, beginning immediately.

**FR08-ASU-2: Allowance for Doubtful Accounts**

*Name(s) of Contact Person(s) Responsible for Corrective Action:*

Theodora Rowan, Comptroller

*Management Response and Corrective Action Planned:*

Alcorn State University has adopted a year end allowance policy in order to evaluate the reasonableness of the uncollectible accounts receivables. Those accounts that are inactive for a pre-determined period will be considered uncollectible.

*Anticipated Completion Date:*

This review process will be ongoing during the current fiscal year to ensure the allowance properly reflects the uncollectibility of accounts receivable at fiscal year end.

**FR08-ASU-3: Accounts Payable**

*Name(s) of Contact Person(s) Responsible for Corrective Action:*

Casandra Lewis, Director of Accounting  
Ruth Strauder, Accounts Payable Supervisor

*Management Response and Corrective Action Planned:*

Alcorn State University generates the open invoice report to determine which items will not be paid for the prior years. Any invoices that have not been archived will be cancelled. The University may not be able to eliminate archived invoices from the open invoice report due to system limitations. However, the University will ensure that the general ledger control account and the open invoice reports are reconciled on a monthly basis.

*Anticipated Completion Date:*

This will be completed on a monthly basis, beginning immediately.



# State of Mississippi Institutions of Higher Learning

## Auditee's Corrective Action Plan – Section 2 Findings Related to Financial Statements For the Year Ended June 30, 2008

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### Jackson State University

#### **FR08-JSU-1: Bond Indebtedness**

*Name(s) of Contact Person(s) Responsible for Corrective Action:*  
Sherry Wilson, Comptroller

*Management Response and Corrective Action Planned:*  
Management will properly recognize and amortize any relative gain associated with defeasement of debt.

Management properly deferred (capitalized) bond issue cost on the Statement of Net Assets and amortized it over the life of the indebtedness; in addition, management expensed and eliminated bond issue cost on the Statement of Revenue, Expenses, and Changes in Net Assets. The net effect of these accounts was zero. However, the expense and the elimination were mapped to separate categories on the statement. Management will change the mapping methodology that will capture these accounts in the same category.

Management will properly accrue unpaid interest cost.

*Anticipated Completion Date:*  
The anticipated completion date of the corrective action is June 30, 2009.

#### **FR08-JSU-2: Deferred Revenue**

*Name(s) of Contact Person(s) Responsible for Corrective Action:*  
Sherry Wilson, Comptroller

*Management Response and Corrective Action Planned:*  
The analysis to determine the University's uncollectible percentages will be based upon the Bursars tuition and fees collection report. This report, which provides total charges and payments by academic year, will provide the date needed to determine the rate of collection by academic year and the proper deferral amount. This report will be generated to correspond to the time period parameter specified when generating our student aging report and result in a proper matching.

*Anticipated Completion Date:*  
The anticipated completion date of the corrective action is June 30, 2009.

# State of Mississippi Institutions of Higher Learning

## Auditee's Corrective Action Plan – Section 2 Findings Related to Financial Statements For the Year Ended June 30, 2008

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### **FR08-JSU-3: Non-Operation Results Presentation**

*Name(s) of Contact Person(s) Responsible for Corrective Action:*  
Sherry Wilson, Comptroller

*Management Response and Corrective Action Planned:*

Management will change the methodology used in the mapping on the Statement of Revenue, Expenses, and Changes in Net Assets as it relates to the bond principal issuance and redemption amounts. These accounts will be captured in the same mapping category, hence netting the amounts to zero and eliminating an overstatement of non-operating expenses and revenue according to GASB guidelines.

*Anticipated Completion Date:*

The anticipated completion date of the corrective action is June 30, 2009.

### **University of Mississippi Medical Center**

### **FR08-UMMC-1: Student Receivables**

*Name(s) of Contact Person(s) Responsible for Corrective Action:*  
Stacey Matthews, Director of Financial Aid

*Management Response and Corrective Action Planned:*

The University of Mississippi Medical Center (UMMC) has noted that the student accounts receivable balances between the general ledger and the outstanding loans per the Affiliated Computer Services (ACS) reports do not balance. It is our understanding that the noted differences are primarily the result of duplicate loans input into the ACS system by UMMC employees as well as cancellations and loans paid out that were not reported on the general ledger. The University of Mississippi Medical Center has implemented procedures to reconcile ACS reports with UMMC general ledger financial reporting on a monthly basis.

The corrective action plan implemented by the University of Mississippi Medical Center is as follows:

1. UMMC will investigate and resolve the current differences between the UMMC general ledger and the ACS reports and, if necessary, post correcting journal entries to the UMMC general ledger.
2. UMMC has assigned an employee to reconcile all loan funds on a monthly basis. A unique reconciliation form has been created for this purpose.
3. UMMC will take corrective action to resolve each month the reconciling items found between the UMMC general ledger and ACS reports.
4. The reconciliation for each fund will be reviewed and approved each month by the Director of Student Financial Aid and the Assistant Comptroller.

*Anticipated Completion Date:*

The anticipated completion date of the corrective action is June 30, 2009.

# State of Mississippi Institutions of Higher Learning

## Auditee's Corrective Action Plan – Section 2 Findings Related to Financial Statements For the Year Ended June 30, 2008

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### **FR08-UMMC-2: Patient Care Revenues**

*Name(s) of Contact Person(s) Responsible for Corrective Action:*

Bill Thompson, Chief Accounting Officer  
Joyce Ringuet, Chief Revenue Cycle Officer  
Lora Cox, Director of Internal Audit

*Management Response and Corrective Action Planned:*

As part of the revenue cycle redesign project, management is currently writing a number of new policies. These policies are intended to strengthen the existing controls in the revenue cycle and include management review of accounts written off to various adjustment codes including charity care and bad debt. The large volume of charity and bad debt adjustments prevents a review of each individual account; rather, accounts over a certain dollar amount will be selected and reviewed by the appropriate level of management. Appropriate documentation will be maintained to substantiate management's review. The anticipated completion date of all the policies is June 30, 2009.

To the extent not necessary for the effective management of the contract management system, all "test" and "admin" accounts will be removed. The completion date of this action will be March 1, 2009.

For typical or routine updates to the chargemaster, a signed authorization form is always required. In instances where overall or large-scale updates to the chargemaster were performed, emails sent by the Chief Financial Officer providing authorization of these changes were maintained. Updates to the chargemaster that would fall into this category would be across-the-board rate increases normally done at the beginning of the fiscal year or large-scale updates resulting from consulting projects. For these changes, management will place documentation signed by the Chief Financial Officer in a chargemaster log book indicating the authorization of such changes. The anticipated completion date for this action is June 30, 2009.

*Anticipated Completion Date:*

The corrective action plans will be implemented by the anticipated dates described above.

# State of Mississippi Institutions of Higher Learning

## Auditee's Corrective Action Plan – Section 2 Findings Related to Financial Statements For the Year Ended June 30, 2008

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### **FR08-UMMC-3: Payroll and Human Resources**

*Name(s) of Contact Person(s) Responsible for Corrective Action:*

Thomas H. Sullivan, Director of Compensation

*Management Response and Corrective Action Planned:*

We agree with the auditor's findings and offer the following corrective action plan. For mass pay adjustments, in lieu of individual PAR preparation, spreadsheets for upload to Lawson may be prepared outlining all changes such as salary, pay source, and percent of effort, and e-mailed to the respective department director or chairman. These would be printed, reviewed, signed, and forwarded to the appropriate budget office (and grant authority if needed) for further approval and signature, then returned to Human Resources before changes are electronically uploaded. No changes will be made to employee records without all appropriate authorization.

*Anticipated Completion Date:*

The anticipated completion date of the corrective action is December 31, 2008.

# State of Mississippi Institutions of Higher Learning

## Auditee's Corrective Action Plan – Section 3 Findings and Questioned Costs Related to Federal Awards For the Year Ended June 30, 2008

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### Alcorn State University

#### **FA08-ASU-01: Internal Controls over Davis-Bacon Act Compliance**

*Name(s) of Contact Person(s) Responsible for Corrective Action:*  
Claudine Gee, Vice President for Business Affairs

*Management Response and Corrective Action Planned:*  
Alcorn State University will adopt monitoring procedures to insure that appropriate documentation is maintained to evidence compliance with Davis-Bacon Act.

*Anticipated Completion Date:*  
Procedures will be ongoing during the fiscal year to ensure that evidence of compliance with Davis-Bacon is clearly documented and filed.

#### **FA08-ASU-02: Internal Controls over Title III Program Compliance**

*Name(s) of Contact Person(s) Responsible for Corrective Action:*  
Patricia Smith, Purchasing Agent

*Management Response and Corrective Action Planned:*  
Alcorn State University will adopt procedures to insure that executed vendor contracts are completed and maintained in a file along with evidence to support the University's monitoring of suspension and debarment. In addition, a report of all charges against a contract will be recorded and filed with the purchase order and contract.

*Anticipated Completion Date:*  
Procedures will be ongoing during the fiscal year to ensure that disbursements are properly authorized, recorded, documented and filed.

### Jackson State University

#### **FA08-JSU-01: Internal Control over Federal Work Study Record Keeping Requirements**

*Name(s) of Contact Person(s) Responsible for Corrective Action:*  
Sherry L. Wilson, Controller, Office of Financial Services

*Management Response and Corrective Action Planned:*  
Jackson State University will strengthen the first level of controls by implementing an automated process that will not allow students to be scheduled for work during their class times. The second level of controls which consists of, the work study coordinator, payroll and HR, will continue to monitor the work study students as required. This level monitors student earnings, e-verify, and student payroll setup.

# State of Mississippi Institutions of Higher Learning

## Auditee's Corrective Action Plan – Section 3 Findings and Questioned Costs Related to Federal Awards For the Year Ended June 30, 2008

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*Anticipated Completion Date:*

The anticipated completion dates of the corrective action is June 30, 2009.

**University of Southern Mississippi**

**FA08-USM-01: Internal Control over Time and Effort Reporting**

*Name(s) of Contact Person(s) Responsible for Corrective Action:*

Dr. Cecil Burge, Vice-President of Research and Economic Development

*Management Response and Corrective Action Planned:*

The University of Southern Mississippi created and fully implemented a new time and effort policy to ensure reports are certified in a more timely manner during fiscal year 2008. The finding is a result of a unique instance of non-compliance and not from the failure of the time and effort policy or procedures related to required documentation. To ensure compliance with established policies and procedures, the University will review all adjustments to grant salary accounts to ensure Time and Effort Reports are generated for all applicable employees.

*Anticipated Completion Date:*

Currently implemented.

**FA08-USM-02: Internal Control over Subrecipient Monitoring**

*Name(s) of Contact Person(s) Responsible for Corrective Action:*

Connie Wyldmon, Director, Sponsored Programs Administration

*Management Response and Corrective Action Planned:*

The University will refine its control process to review and follow up quarterly on the receipt of subrecipient's A-133 reports.

*Anticipated Completion Date:*

The anticipated completion date of the corrective action is March 31, 2009.

**FA08-USM-03: Internal Control over Financial Reporting**

*Name(s) of Contact Person(s) Responsible for Corrective Action:*

Douglas Hancock, Director, Office of Contracts and Grants Accounting

*Management Response and Corrective Action Planned:*

The University is finalizing the modification of the billing module of the administrative software for Letter of Credit (LOC) projects. LOC reports generated by the software will be reconciled to the general ledger to ensure that expenditures are reported and drawdown in a timely manner and in the correct period.

*Anticipated Completion Date:*

The anticipated completion date of the corrective action is March 31, 2009.

**Auditee's Summary Schedule  
of Prior Audit Findings**

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# State of Mississippi Institutions of Higher Learning

## Auditee's Summary Schedule of Prior Audit Findings For the Year Ended June 30, 2008

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### **Alcorn State University**

***For the Year Ended June 30, 2007***

***Finding Title:*** Internal Controls over Davis-Bacon Act Compliance

<b><i>Reference Number(s):</i></b>	2007-ASU-01
<b><i>Initial Year of Finding:</i></b>	Year Ended June 30, 2007
<b><i>Amount of Questioned Costs in Finding:</i></b>	None
<b><i>Status of Questioned Costs (check one):</i></b>	N/A
<b><i>Page Number (from Single Audit Report):</i></b>	177
<b><i>Program Name(s):</i></b>	N/A – Ineffective Internal Control
<b><i>Federal Grantor Agency:</i></b>	N/A
<b><i>CFDA Number(s):</i></b>	N/A
<b><i>Status of Finding:</i></b>	<i>Partially Corrected</i>

***Description of Status: (include corrective action planned and anticipated completion date, if applicable):***

Alcorn State University established formal policies relative to Davis-Bacon Act compliance during 2008. However, as more fully described in the auditee's corrective action plan for FA08-ASU-01, the University will adopt monitoring procedures to insure that appropriated documentation is maintained to evidence compliance with the Davis-Bacon Act.

# State of Mississippi Institutions of Higher Learning

## Auditee's Summary Schedule of Prior Audit Findings For the Year Ended June 30, 2008

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### Alcorn State University

**For the Year Ended June 30, 2007**

**Finding Title:** Internal Controls over Suspension and Debarment Compliance

<b>Reference Number(s):</b>	2007-ASU-02
<b>Initial Year of Finding:</b>	Year Ended June 30, 2007
<b>Amount of Questioned Costs in Finding:</b>	None
<b>Status of Questioned Costs (check one):</b>	N/A
<b>Page Number (from Single Audit Report):</b>	177
<b>Program Name(s):</b>	N/A – Ineffective Internal Control
<b>Federal Grantor Agency:</b>	N/A
<b>CFDA Number(s):</b>	N/A
<b>Status of Finding:</b>	Partially Corrected

**Description of Status:** (include corrective action planned and anticipated completion date, if applicable):

Alcorn State University established formal policies relative to suspension and debarment compliance during 2008. However, as more fully described in the auditee's corrective action plan for FA08-ASU-02, the University will adopt a more formalized procedure to ensure that monitoring and documentation of compliance with the suspension and debarment requirements is in place.

# State of Mississippi Institutions of Higher Learning

## Auditee's Summary Schedule of Prior Audit Findings For the Year Ended June 30, 2008

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### Alcorn State University

**For the Year Ended June 30, 2007**

*Finding Title:* Internal Controls over Allowable Costs

<i>Reference Number(s):</i>	2007-ASU-03
<i>Initial Year of Finding:</i>	Year Ended June 30, 2007
<i>Amount of Questioned Costs in Finding:</i>	None
<i>Status of Questioned Costs (check one):</i>	N/A
<i>Page Number (from Single Audit Report):</i>	178
<i>Program Name(s):</i>	Cooperative Extension Service
<i>Federal Grantor Agency:</i>	N/A
<i>CFDA Number(s):</i>	10.500
<i>Status of Finding:</i>	Fully Corrected

# State of Mississippi Institutions of Higher Learning

## Auditee's Summary Schedule of Prior Audit Findings For the Year Ended June 30, 2008

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### Jackson State University

#### *For the Year Ended June 30, 2007*

*Finding Title:* Internal Control over Cash Management and Financial Reporting

<i>Reference Number(s):</i>	2007-JSU-01
<i>Initial Year of Finding:</i>	Year Ended June 30, 2007
<i>Amount of Questioned Costs in Finding:</i>	None
<i>Status of Questioned Costs (check one):</i>	N/A
<i>Page Number (from Single Audit Report):</i>	179
<i>Program Name(s):</i>	Education Human Resources Higher Education – Institutional Aid
<i>Federal Grantor Agency:</i>	National Science Foundation Department of Education
<i>CFDA Number(s):</i>	47.076, 84.031
<i>Status of Finding:</i>	Fully Corrected

# State of Mississippi Institutions of Higher Learning

## Auditee's Summary Schedule of Prior Audit Findings For the Year Ended June 30, 2008

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### Jackson State University

***For the Year Ended June 30, 2007***

***Finding Title:*** Internal Control over Subrecipients Monitoring

<b><i>Reference Number(s):</i></b>	2007-JSU-02
<b><i>Initial Year of Finding:</i></b>	Year Ended June 30, 2007
<b><i>Amount of Questioned Costs in Finding:</i></b>	None
<b><i>Status of Questioned Costs (check one):</i></b>	N/A
<b><i>Page Number (from Single Audit Report):</i></b>	180
<b><i>Program Name(s):</i></b>	Education Human Resources
<b><i>Federal Grantor Agency:</i></b>	National Science Foundation
<b><i>CFDA Number(s):</i></b>	47.076
<b><i>Status of Finding:</i></b>	Fully Corrected

# State of Mississippi Institutions of Higher Learning

## Auditee's Summary Schedule of Prior Audit Findings For the Year Ended June 30, 2008

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### University of Southern Mississippi

***For the Year Ended June 30, 2007***

***Finding Title: Compliance with Matching Requirements***

<b><i>Reference Number(s):</i></b>	<b>2007-USM-01</b>
<b><i>Initial Year of Finding:</i></b>	<b>Year Ended June 30, 2007</b>
<b><i>Amount of Questioned Costs in Finding:</i></b>	<b>\$125,949</b>
<b><i>Status of Questioned Costs (check one):</i></b>	<b>See Below</b>
<b><i>Page Number (from Single Audit Report):</i></b>	<b>180</b>
<b><i>Program Name(s):</i></b>	<b>Research and Development Cluster: National Oceanic and Atmospheric Administration, <i>MRI: Nanaoprobe Cluster, SBA Development Center, MS Higher Ed Consortium</i></b>
<b><i>Federal Grantor Agency:</i></b>	<b>National Oceanic and Atmospheric Administration National Science Foundation Small Business Administration Corp. for National and Community Service</b>
<b><i>CFDA Number(s):</i></b>	<b>11.417, 47.049, 59.037, 94.005</b>
<b><i>Status of Finding:</i></b>	<b><i>Fully Corrected</i></b>

# State of Mississippi Institutions of Higher Learning

## Auditee's Summary Schedule of Prior Audit Findings For the Year Ended June 30, 2008

---

### University of Southern Mississippi

*For the Year Ended June 30, 2007*

*Finding Title:* Internal Control over Time and Effort Reporting

<i>Reference Number(s):</i>	2007-USM-02
<i>Initial Year of Finding:</i>	Year Ended June 30, 2007
<i>Amount of Questioned Costs in Finding:</i>	None
<i>Status of Questioned Costs (check one):</i>	N/A
<i>Page Number (from Single Audit Report):</i>	181
<i>Program Name(s):</i>	Research and Development Cluster, Edward Byrne Memorial State and Local Law Enforcement Assistance
<i>Federal Grantor Agency:</i>	U.S Department of Health and Human Services U.S. Department of Justice
<i>CFDA Number(s):</i>	93.389, 16.580
<i>Status of Finding:</i>	<i>Partially Corrected</i>

*Description of Status: (include corrective action planned and anticipated completion date, if applicable):*

The University created and fully implemented a new time and effort policy to ensure reports are certified in a more timely manner. As more fully described in the auditee's corrective action plan for FA08-USM-01, there was one isolated instance of noncompliance that has been addressed.

# State of Mississippi Institutions of Higher Learning

## Auditee's Summary Schedule of Prior Audit Findings For the Year Ended June 30, 2008

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### University of Southern Mississippi

*For the Year Ended June 30, 2007*

*Finding Title:* Compliance with Cash Management Requirements

*Reference Number(s):* 2007-USM-03

*Initial Year of Finding:* Year Ended June 30, 2007

*Amount of Questioned Costs in Finding:* \$15,218

*Status of Questioned Costs (check one):* See Below

*Page Number (from Single Audit Report):* 182

*Program Name(s):* Edward Byrne Memorial State and  
Local Law Enforcement Assistance

*Federal Grantor Agency:* U.S. Department of Justice

*CFDA Number(s):* 16.580

*Status of Finding:* Fully Corrected