



STATE OF MISSISSIPPI
OFFICE OF THE STATE AUDITOR

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STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Audited Financial Statements
For the Year Ended June 30, 2005

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

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STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING



FINANCIAL AUDIT REPORT

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State of Mississippi

OFFICE OF THE STATE AUDITOR
PHIL BRYANT
AUDITOR

INDEPENDENT AUDITOR'S 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 (IHL), a component unit of the State of Mississippi, as of and for the year ended June 30, 2005, which collectively comprise the IHL's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the IHL's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements 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 \$155,227,828 as of June 30, 2005, and total revenues of \$6,899,813 for the year then ended;

the University Hospitals and Clinics, a division of the University of Mississippi Medical Center, which schedules reflect total net patient accounts receivable, amounts due from third-party payors, amounts due to third-party payors as of June 30, 2005, of \$68,806,639, \$0, and (\$6,150,000), respectively, and net patient service revenue of \$388,387,725 for the year then ended;

the University of Mississippi Medical Center Tort Claims Fund, which statements reflect total assets of \$29,775,314 as of June 30, 2005, and total revenues of \$3,156,906 for the year then ended;

the State Institutions of Higher Learning Self-Insured Workers' Compensation Program, which statements reflect total assets of \$11,690,853 as of June 30, 2005, and total revenues of \$6,920,811 for the year then ended;

the State Institutions of Higher Learning Tort Liability Fund, which statements reflect total assets of \$5,766,955 as of June 30, 2005, and total revenues of \$4,391,282 for the year then ended; and

certain component units including Mississippi State University Foundation, Inc. and the University of 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, 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 of the University Hospitals and Clinics, the Mississippi State University Foundation, Inc., and the University of Mississippi Foundation, audited by other auditors, 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 opinions.

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, as of June 30, 2005, and the respective changes in financial position and cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

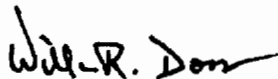
In accordance with *Government Auditing Standards*, we have also issued our report dated April 21, 2006, on our consideration of the IHL's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other 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.

The Management's Discussion and Analysis on pages 7 through 19, 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 opinions on the financial statements that collectively comprise the IHL'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. This 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.



PHIL BRYANT
State Auditor



WILLIAM R. DOSS, CPA
Director, Financial and Compliance Audit Division

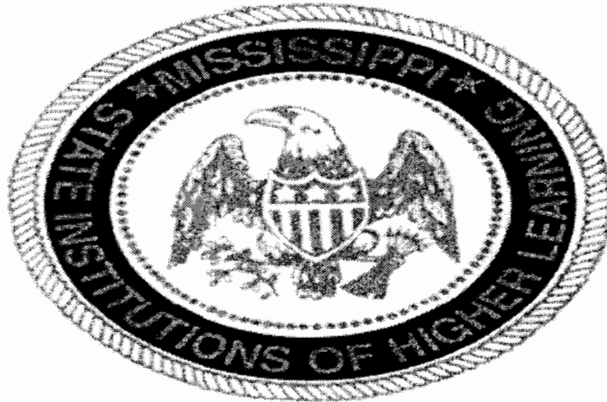
April 21, 2006

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING



MANAGEMENT'S DISCUSSION AND ANALYSIS

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Management’s Discussion and Analysis

Introduction

The following discussion and analysis provides an overview of the financial position and activities of the Mississippi Institutions of Higher Learning (the “System”) for the year ended June 30, 2005. 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 discussion 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 69,600 and employ almost 25,000 individuals, including more than 5,100 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 Statement No. 14, the EBC’s are deemed component units of the System and are included as blended component units in their general-purpose financial statements.

The following is a list of abbreviations used throughout this financial report for the member universities of the 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 |
| ▪ SYSTEM | -- | (Summary of all of the above) |

Management's Discussion and Analysis

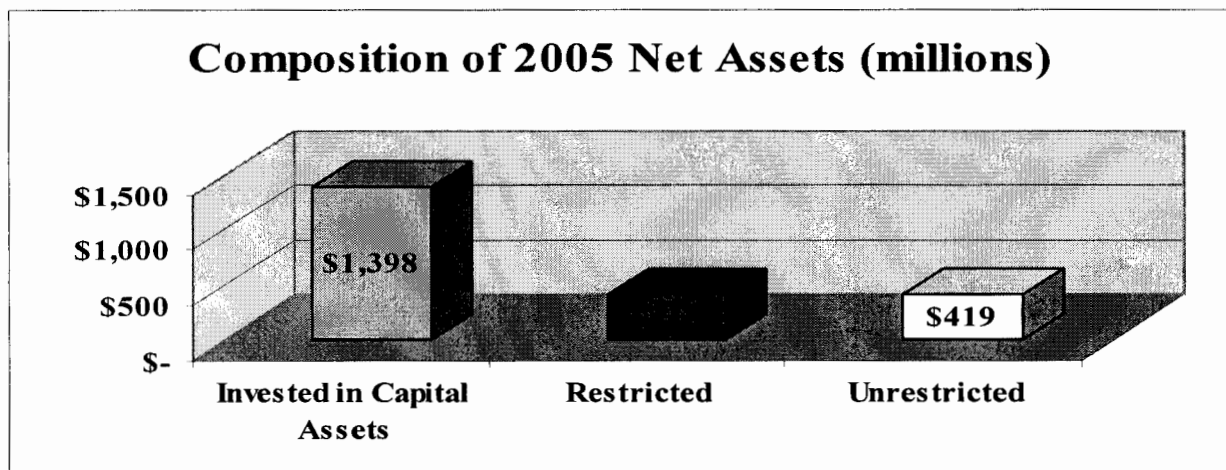
Financial Highlights

The financial position of the System improved during fiscal year 2005. This fact is illustrated by the \$81.5 million increase net assets (assets minus liabilities). A large portion of this improvement was due to an increase in capital assets, net of related debt. Still a larger portion was due to improvements in the institution's short and long-term cash management programs as well as large influxes of short-term investments for future construction projects.

Despite tuition increases, enrollment has continued to increase for the 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 and increased at most. As alluded to above, fiscal year 2005 also saw improvements in equity markets and investment returns. The 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 even exceed budgeted goals.

Total operating revenues increased from the prior fiscal year by \$53.8 million, while operating expenses increased by \$79.6 million. Overall, the System had an operating loss of \$595.5 million at June 30, 2005. This was a \$25.8 million increase in the operating loss over the prior year. When non-operating revenues and expenses are included, the gain before other revenues, expenses, gains, and losses was \$13.9 million.

Net assets, which represent the residual interest in the System's assets after liabilities are deducted, increased by \$81.5 million (3.8%) from the prior fiscal year to \$2.23 billion. Shown below is a chart illustrating the composition of the System's net assets as of June 30, 2005.



Unrestricted net assets are reflected at \$419 million. The major components of this total are the University of Mississippi Medical Center with \$99.7 million, the University of Mississippi with \$105.2 million, Mississippi State University with \$91.2 million, and the University of Southern Mississippi with \$66.7 million.

Management's Discussion and Analysis

Overview of the Financial Statements

The System's financial report consists of two sections- Management's Discussion and Analysis, which is required supplementary information (this section), and the basic financial statements including the 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 System as a whole. **The Statement of Net Assets** presents the financial position of the System at the end of the fiscal year and includes all assets and liabilities of the System. The difference between total assets and total liabilities is one measure of the System's financial health or position, while the change in net assets is a useful indicator of whether the financial condition of the System is improving or deteriorating. Over time, increases or decreases in the System's net assets can be useful in assessing whether its financial health is improving.

The Statement of Revenues, Expenses and Changes in Net Assets presents the operating results of the 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 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 classification treatment, the System's financial statements typically depict an overall operating loss. Other revenue sources include gifts, grants and appropriations restricted for capital purposes.

The Statement of Cash Flows provides another perspective on the System's results of operations. This statement provides detailed information about the cash sources and uses of the 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 System.

Management's Discussion and Analysis

Statement of Net Assets

Net assets are divided into three major categories:

- **Invested in capital assets, net of debt** – represents the System's equity in property, plant and equipment owned by the System.
- **Restricted net assets** – represent those assets that are not available for spending as a result of legislative requirements, donor agreements, or grant requirements.
- **Unrestricted net assets** – represent those assets that are available to the 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 System
- the liabilities of the System which include the amount owed vendors and lending institutions, and
- the net assets that are available for expenditure by the System

Current assets total \$638.8 million and consist primarily of cash and cash equivalents, short-term investments and net receivables. Short-term investments increased sharply due to newly begun, major construction projects at JSU. Unspent bond proceeds to be used to fund these construction projects were invested in short-term fund instruments at year-end. Receivables constitute 37% of current assets. Most of these receivables are amounts due from contracts and grants. Current liabilities total \$185 million and consist primarily of accounts payable and accrued liabilities, and deferred revenues. Deferred revenues include advance receipts for athletic ticket sales, tuition, fees, and student housing.

Non-current assets total \$2.35 billion and include depreciated capital assets of \$1.8 billion. Other non-current assets include cash and investments that are restricted externally by endowment arrangements (\$137.4 million), or internally by management so as to maximize investment earnings (\$331.9 million).

Non-current liabilities are those liabilities due and payable more than twelve months from June 30, 2005, the date of the Statement of Net Assets. Non-current liabilities total \$572.2 million and include (1) principal amounts of revenue bonds payable, notes payable, and capital lease obligations with contractual maturities greater than one year (\$433.8 million). These liabilities experienced a \$65.1 million increase due in large part to the JSU construction projects mentioned above.; (2) estimated amounts for accrued compensated absences that will not be paid within the next fiscal year (\$61.2 million); and (3) and contingent obligations to the federal government's Perkins loan program.

Management's Discussion and Analysis

Restricted non-expendable net assets total \$87.9 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 \$328 million and include resources that the System is legally or contractually obligated to spend in accordance with restrictions imposed by external third parties.

A summarized listing of the System's assets, liabilities and net assets at June 30, 2005 and June 30, 2004, is shown below.

Statement of Net Assets

Assets	As of		Change	Percent Change
	June 30, 2004	June 30, 2005		
Current assets	\$ 563,350,385	\$ 638,844,730	\$ 75,494,345	13.4%
Capital assets	\$ 1,697,559,294	\$ 1,795,483,038	\$ 97,923,744	5.8%
Other assets	\$ 572,101,926	\$ 556,368,840	\$ (15,733,086)	-2.8%
Total assets	\$ 2,833,011,605	\$ 2,990,696,608	\$ 157,685,003	5.6%
Liabilities				
Current liabilities	\$ 180,528,831	\$ 185,049,665	\$ 4,520,834	2.5%
Non-current liabilities	\$ 500,529,028	\$ 572,195,621	\$ 71,666,593	14.3%
Total liabilities	\$ 681,057,859	\$ 757,245,286	\$ 76,187,427	11.2%
Net Assets				
Invested in capital assets, net of debt	\$ 1,310,323,018	\$ 1,398,895,201	\$ 88,572,183	6.8%
Restricted - nonexpendable	\$ 86,650,473	\$ 87,858,331	\$ 1,207,858	1.4%
Restricted - expendable	\$ 326,798,398	\$ 328,029,611	\$ 1,231,213	0.4%
Unrestricted	\$ 428,181,857	\$ 418,668,179	\$ (9,513,678)	-2.2%
Total net assets	\$ 2,151,953,746	\$ 2,233,451,322	\$ 81,497,576	3.8%

Management's Discussion and Analysis

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 System's assets changed as a result of current year operations. This statement presents the System's revenues received and expenses incurred, as well as any other gains or losses for the fiscal year.

The System's consolidated SRECNA at June 30, 2005 indicates a net operating loss of \$595.5 million. The fiscal year 2005 loss represents an increase in the net operating loss from the prior year by \$25.8 million. The net loss does not include the 2005 effects of non-operating items such as state appropriations, gifts, or net investment earnings.

Statement of Revenues, Expenses and Changes in Net Assets

	As of		Change	Percent Change
	June 30, 2004	June 30, 2005		
Operating revenues	\$ 1,393,757,361	\$ 1,447,526,178	\$ 53,768,817	3.9%
Operating expenses	\$ 1,963,423,602	\$ 2,043,001,535	\$ 79,577,933	4.1%
Operating income (loss)	\$ (569,666,241)	\$ (595,475,357)	\$ (25,809,116)	4.5%
Non-operating revenues (expense)	\$ 588,171,818	\$ 609,400,602	\$ 21,228,784	3.6%
Income (loss) before other revenues, expenses, gains or losses	\$ 18,505,577	\$ 13,925,245	\$ (4,580,332)	-24.8%
Other revenues, expenses, gains or losses	\$ 99,627,048	\$ 70,658,684	\$ (28,968,364)	-29.1%
Increase in net assets	\$ 118,132,625	\$ 84,583,929	\$ (33,548,696)	-28.4%
Net assets at beginning of the year - restated	\$ 2,033,821,121	\$ 2,148,867,393	\$ 115,046,272	5.7%
Net assets at the end of the year	\$ 2,151,953,746	\$ 2,233,451,322	\$ 81,497,576	3.8%

Management's Discussion and Analysis

Operating Revenues

Operating revenues for the System totaled \$1.45 billion for the year ended June 30, 2005. Major components of operating revenues are UMMC patient care revenues (26.8%), grants and contracts (37.3%), and net tuition and fees (19.4%). The following table summarizes the System's operating revenues for the year ending June 30, 2005.

Operating Revenues

	As of		Change	Percent Change
	June 30, 2004	June 30, 2005		
Tuition and Fees (net)	\$ 251,201,032	\$ 281,294,165	\$ 30,093,133	12.0%
Grants and Contracts	\$ 510,854,391	\$ 539,873,748	\$ 29,019,357	5.7%
Federal Appropriations	\$ 14,066,727	\$ 13,574,507	\$ (492,220)	-3.5%
Sales and Services of educational				
Departments	\$ 40,044,564	\$ 42,772,613	\$ 2,728,049	6.8%
Auxiliary Enterprises (net)	\$ 150,935,189	\$ 128,087,176	\$ (22,848,013)	-15.1%
Patient Care revenues	\$ 390,628,920	\$ 388,387,725	\$ (2,241,195)	-0.6%
Other	\$ 36,026,538	\$ 53,536,244	\$ 17,509,706	48.6%
Total Operating revenues	\$ 1,393,757,361	\$ 1,447,526,178	\$ 53,768,817	3.9%

Net tuition and fee revenues increased \$30.1 million in fiscal year 2005 (12% increase). This increase was the combined result of an average tuition rate increase of 7% as well as an eleventh straight year of increase in the System's overall enrollment.

Externally sponsored grants and contract revenue increased \$29 million in fiscal year 2005 (5.7% increase). Continued emphasis in the fields of research and fundraising characterize the activities of all of the System's institutions.

The University of Mississippi Medical Center's net patient care revenues decreased \$2.2 million in fiscal year 2005 (0.6% decrease).

Sales and service revenues from educational departments increased \$2.7 million in fiscal year 2005. This 6.8% increase was primarily driven through user fees charged to students and the general public for services such as lab testing and service center sales.

Management's Discussion and Analysis

Operating Expenses

Total operating expenses for the System amounted to \$2.04 billion for the year ended June 30, 2005. Personnel costs represented 56% of all operating expenses and were the largest component. Other major components were contractual service expenses (18.8%), commodities (10.5%), and scholarships and fellowship expenses (6%). Shown in the table below is a summary of the System's operating expenses (by major object category) for the fiscal year ended June 30, 2005.

Operating Expenses

By Major Object Category	As of			Percent
	June 30, 2004	June 30, 2005	Change	Change
Salaries and wages	\$ 875,168,929	\$ 916,776,416	\$ 41,607,487	4.8%
Fringe benefits	\$ 217,144,657	\$ 233,720,207	\$ 16,575,550	7.6%
Travel	\$ 34,628,810	\$ 35,984,075	\$ 1,355,265	3.9%
Contractual services	\$ 382,154,417	\$ 383,753,845	\$ 1,599,428	0.4%
Utilities	\$ 49,242,454	\$ 53,980,110	\$ 4,737,656	9.6%
Scholarships and fellowships	\$ 109,327,457	\$ 121,945,811	\$ 12,618,354	11.5%
Commodities	\$ 216,581,760	\$ 214,383,798	\$ (2,197,962)	1.0%
Depreciation	\$ 76,354,991	\$ 80,304,106	\$ 3,949,115	5.2%
Other	\$ 2,820,127	\$ 2,153,167	\$ (666,960)	-23.6%
Total Operating expenses	<u>\$ 1,963,423,602</u>	<u>\$ 2,043,001,535</u>	<u>\$ 79,577,933</u>	4.1%

The System's salary and fringe expenditures increased approximately \$58.2 million in fiscal year 2005. This accounts for 73.1% of the total increase in operating expenses (\$79.6 million). Small salary increases for some System employees, coupled with an increase in employer paid health insurance premiums, account for the majority of overall System increase.

System scholarship and fellowship expenditures increased approximately \$12.6 million in FY 2005. This is primarily a result of the System's decision to increase related tuition rates by an average of 7%. The System's institutional discount rate on tuition was approximately 16% for the year. This means that on average, for every dollar earned in tuition, the System institutions waive or scholarship 16 cents. Therefore if tuition rates increase during a given period, the corresponding waivers and scholarships will naturally also increase.

Management's Discussion and Analysis

As an alternative presentation model, the System's fiscal year 2005 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.

Operating Expenses

By Function	As of		Change	Percent Change
	June 30, 2004	June 30, 2005		
Instruction	\$ 441,872,773	\$ 458,630,103	\$ 16,757,330	3.8%
Research	\$ 271,797,215	\$ 274,166,322	\$ 2,369,107	0.9%
Public service	\$ 126,408,466	\$ 125,089,451	\$ (1,319,015)	-1.0%
Academic support	\$ 92,409,631	\$ 99,260,310	\$ 6,850,679	7.4%
Student services	\$ 51,053,792	\$ 53,616,084	\$ 2,562,292	5.0%
Institutional support	\$ 176,962,401	\$ 188,907,910	\$ 11,945,509	6.8%
Operations & Maintenance of Plant	\$ 90,484,900	\$ 104,366,363	\$ 13,881,463	15.3%
Student aid	\$ 111,549,708	\$ 124,465,913	\$ 12,916,205	11.6%
Auxiliary enterprises	\$ 161,867,955	\$ 135,978,864	\$ (25,889,091)	-16.0%
Depreciation	\$ 76,087,848	\$ 80,020,022	\$ 3,932,174	5.2%
Hospital	\$ 349,587,187	\$ 383,058,049	\$ 33,470,862	9.6%
Other	\$ 13,341,726	\$ 15,442,144	\$ 2,100,418	15.7%
Total Operating expenses	<u>\$ 1,963,423,602</u>	<u>\$ 2,043,001,535</u>	<u>\$ 79,577,933</u>	4.1%

The Instruction, Research and Public Service functions are typically analyzed together as they represent an institution's core service. The combination of these three functions equaled \$857.9 million in fiscal year 2005. This figure represented a \$17.8 million increase from the prior year 2.1% increase.

Institutional Support costs included executive management, general administration and logistical support services, computing, public relations and development. These costs increased \$11.9 million in FY 2005 6.8% increase.

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 2005, these expenditures increased \$13.9 million 15.3%. Higher utility rates drove a large portion of this increase.

Student Aid costs include tuition waivers, scholarships and fellowships awarded to students. These costs often have multiple sources. Sources include federal and state student aid programs, private third-party scholarships; and institutional grants. Student aid expenditures increased \$12.9 million in fiscal year 2005 11.6%.

Management's Discussion and Analysis

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 that are essentially self-supporting. These auxiliary expenditures decreased \$24.1 million (14.9%) in fiscal year 2005.

Capital Asset and Debt Administration

At June 30, 2005, the System had nearly \$1.8 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 (\$921.2 million). See the following table:

Capital Asset Summary

	As of		Change	Percent Change
	June 30, 2004	June 30, 2005		
Capital assets not being depreciated	\$ 281,681,585	\$ 342,373,689	\$ 60,692,104	21.5%
Depreciable capital assets:				
Improvements other than buildings	\$ 148,321,480	\$ 156,027,336	\$ 7,705,856	5.2%
Buildings	\$ 1,476,115,382	\$ 1,524,979,369	\$ 48,863,987	3.3%
Equipment	\$ 417,202,405	\$ 440,563,514	\$ 23,361,109	5.6%
Library Books	\$ 239,539,138	\$ 252,711,341	\$ 13,172,203	5.5%
Total depreciable capital assets	\$ 2,281,178,405	\$ 2,374,281,560	\$ 93,103,155	4.1%
Total cost of capital assets	\$ 2,562,859,990	\$ 2,716,655,249	\$ 153,795,259	6.0%
Less accumulated depreciation	\$ (865,300,696)	\$ (921,172,211)	\$ (55,871,515)	6.5%
Capital assets, net	\$ 1,697,559,294	\$ 1,795,483,038	\$ 97,923,744	5.8%

Non-depreciated capital assets totaled \$342.4 million. Examples include land and construction in progress.

Management's Discussion and Analysis

Significant capital asset additions in fiscal year 2005 were for the following:

- Construction in progress towards a new M.B.A. building, baseball field and renovations of Demby Hall at ASU
- Construction in progress towards Kent Wyatt Hall, the Dorgan Center and the Cutrer House at DSU
- Construction in progress towards the Walter Payton Health and Wellness Center, and a transitional student dormitory at JSU
- Construction in progress towards three Landscape Architecture buildings and Phase II of the Hand Chemical Lab, as well a major improvements to Blackjack Road at MSU
- Construction in progress towards renovations of South Calloway and Martin Halls, as well as the Pohl building and Stark recreation center at MUW
- Construction in progress towards a Business Education building and the renovations of the campus water system at MVSU
- Construction in progress towards an Airport runway extension and renovations of Bryant Hall, Faser Hall and Scruggs Hall at UM
- Completion of the new Center for International and Continuing Education building and the Bush Baby facility addition at USM
- Construction in progress toward the Guyton building expansion at UMMC

Management's Discussion and Analysis

Statement of Cash Flows

The final statement presented by the 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 from Operating Activities" shows the net cash used by the operating activities of the System. The second section is entitled "Cash Flows from Non-capital Financing Activities". The primary source of these activities includes State Appropriations. The third section, entitled "Cash Flows from Capital and Related Financing Activities" shows cash flows from the acquisition and construction of capital and related items. The fourth section is entitled "Cash Flows from Investing Activities". 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.

Statement of Cash Flows

	As of		Change	Percent Change
	June 30, 2004	June 30, 2005		
Cash flows activities from:				
Operating	\$ (475,481,428)	\$ (515,443,840)	\$ (39,962,412)	8.4%
Non-capital financing	\$ 609,953,376	\$ 621,228,788	\$ 11,275,412	1.8%
Capital and related financing	\$ (87,976,787)	\$ (73,724,096)	\$ 14,252,691	-16.2%
Investing	\$ (58,249,970)	\$ (84,420,813)	\$ (26,170,843)	44.9%
Net increase (decrease) in cash & cash equivalents	\$ (11,754,809)	\$ (52,359,961)	\$ (40,605,152)	345.4%
Cash and cash equivalents - 7/01/04	\$ 300,517,157	\$ 288,762,348	\$ (11,754,809)	-3.9%
Cash and cash equivalents - 6/30/05	\$ 288,762,348	\$ 236,402,387	\$ (52,359,961)	-18.1%
Cash and cash equivalents classified as:				
Current assets	\$ 185,730,604	\$ 165,031,720	\$ (20,698,884)	-11.1%
Non-current assets	\$ 103,031,744	\$ 71,370,667	\$ (31,661,077)	-30.7%
Total Cash and cash equivalents	\$ 288,762,348	\$ 236,402,387	\$ (52,359,961)	-18.1%

Major sources of funds included in operating activities for fiscal year 2005, were student tuition and fees \$270.3 million, grants and contracts \$521.2 million, patient care services \$399.2 million, and auxiliary enterprises \$125.2 million. Major uses of funds included in operating activities were payments for employees' salaries and benefits \$1.14 billion, and to suppliers \$629.8 million.

Management's Discussion and Analysis

Subsequent Events and Other Operational Factors

On August 29, 2005, Hurricane Katrina inflicted devastating damage to the Mississippi Gulf Coast and continued its path northward through the State of Mississippi. As a result, the State has experienced a large number of home, business and job losses. A damage measured in the hundreds of millions of dollars was inflicted upon the State's Institutions of Higher Learning. These losses have also resulted in untold numbers of lost tax revenues. The U.S. Congress has pledged and appropriated funds to support the reconstruction efforts in the devastated areas. However at this time, the "final picture" as to the measure of the financial impact this disaster has inflicted is still unknown. IHL officials, as well as state and federal officials are working diligently to identify these damages, coordinate with insurance adjusters where applicable and develop a long-term plan for the reconstruction of Gulf Coast and the effected Mississippi higher education institutions.

Economic Outlook

The overall financial position of the System strengthened during fiscal year 2005. As the state begins its recover from the devastating impact of Hurricane Katrina, revenue streams remain secure and steady. Management at each institution has adapted to this economic environment and continues to search for new opportunities to compliment state support. The System's goal, as always, is to deliver extraordinary services to their customers and constituents while maintaining financial integrity. It is believed that the current economic conditions will continue to present a challenge to higher education across the nation and it is a challenge the institutions are prepared to meet.

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STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING



BASIC FINANCIAL STATEMENTS

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STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Statement of Net Assets
For the Year Ended June 30, 2005

Assets	
Current Assets:	
Cash and cash equivalents	\$ 165,031,720
Short-term investments	193,939,862
Accounts receivable, net	238,394,541
Student notes receivable, net	10,295,752
Inventories	19,981,642
Prepaid expenses	10,736,707
Other current assets	<u>464,506</u>
Total Current Assets	<u>638,844,730</u>
Noncurrent Assets:	
Restricted cash and cash equivalents	71,370,667
Endowment investments	137,372,267
Other long-term investments	260,532,717
Student notes receivable, net	87,031,288
Capital assets, net of accumulated depreciation	1,795,483,038
Other noncurrent assets	<u>61,901</u>
Total Noncurrent Assets	<u>2,351,851,878</u>
Total Assets	<u>2,990,696,608</u>
Liabilities	
Current Liabilities:	
Accounts payable and accrued liabilities	93,972,519
Deferred revenues	39,607,658
Accrued leave liabilities - current portion	7,604,550
Long-term liabilities - current portion	27,880,577
Other current liabilities	<u>15,984,361</u>
Total Current Liabilities	<u>185,049,665</u>
Noncurrent Liabilities:	
Deposits refundable	2,633,891
Accrued leave liabilities	61,190,266
Long-term liabilities	433,811,526
Other long-term liabilities	<u>74,559,938</u>
Total Noncurrent Liabilities	<u>572,195,621</u>
Total Liabilities	<u>757,245,286</u>
Net Assets	
Invested in capital assets, net of related debt	1,398,895,201
Restricted for:	
Nonexpendable:	
Scholarships and fellowships	27,374,388
Research	4,573,975
Other purposes	55,909,968
Expendable:	
Scholarships and fellowships	39,327,848
Research	43,641,067
Capital projects	112,032,468
Debt service	23,622,419
Loans	38,044,026
Other purposes	71,361,783
Unrestricted	<u>418,668,179</u>
Total Net Assets	<u>\$ 2,233,451,322</u>

The notes to the financial statements are an integral part of this statement.

MISSISSIPPI STATE UNIVERSITY FOUNDATION, INC.

Statements of Financial Position

June 30, 2005 and 2004

Assets	2005	2004
Cash	\$ 1,028,074	505,264
Accrued interest, other receivables and prepaid assets	1,290,535	1,391,303
Receivable from Alumni Foundation	21,827	8,556
Receivable from Mississippi State University	1,176,128	—
Notes receivable (note 4)	476,591	512,947
Pledges receivable, net (note 3)	16,968,492	31,881,138
Investments (note 2)	171,774,383	141,358,419
Present value of amounts due from externally managed trusts	38,336,881	31,497,667
Unamortized bond issuance costs	79,147	90,729
Land, buildings and equipment (note 5)	12,383,167	13,856,720
Total assets	<u>\$ 243,535,225</u>	<u>221,102,743</u>
Liabilities and Net Assets		
Liabilities:		
Accounts payable and accrued liabilities	\$ 1,063,916	786,617
Payable to Alumni Association	129,459	—
Annuities payable	3,096,882	2,856,125
Liability for amounts held for others	668,145	5,996,652
Long-term debt (note 6)	7,139,107	7,811,600
Total liabilities	<u>12,097,509</u>	<u>17,450,994</u>
Net assets:		
Unrestricted	17,453,832	12,914,774
Temporarily restricted (note 7)	51,373,812	49,764,271
Permanently restricted (note 7)	162,610,072	140,972,704
Total net assets	<u>231,437,716</u>	<u>203,651,749</u>
Commitments (note 9)		
Total liabilities and net assets	<u>\$ 243,535,225</u>	<u>221,102,743</u>

See accompanying notes to financial statements.

THE UNIVERSITY OF MISSISSIPPI FOUNDATION

Statements of Financial Position

June 30, 2005 and 2004

Assets	2005	2004
Cash and cash equivalents	\$ 4,107,171	10,926,866
Pledges receivable, less allowance for doubtful pledges of \$2,635,043 in 2005 and \$2,527,949 in 2004	25,020,709	30,085,134
Investments:		
Certificates of deposit	755,016	3,136,766
Corporate and municipal bonds	18,928,921	12,967,765
Mutual funds	216,714,712	201,730,730
Equity investments	470,614	830,889
Other	13,149,487	13,117,463
Total investments	<u>250,018,750</u>	<u>231,783,613</u>
Property and equipment, net	2,124,369	2,203,952
Other assets	666,552	671,451
Total assets	<u>\$ 281,937,551</u>	<u>275,671,016</u>
Liabilities and Net Assets		
Funds held in trust for others	\$ 19,810,795	22,801,918
Other liabilities	4,880,820	2,588,260
Total liabilities	<u>24,691,615</u>	<u>25,390,178</u>
Net assets:		
Unrestricted	3,405,887	6,968,929
Temporarily restricted	37,896,191	34,045,835
Permanently restricted	215,943,858	209,266,074
Total net assets	<u>257,245,936</u>	<u>250,280,838</u>
Total liabilities and net assets	<u>\$ 281,937,551</u>	<u>275,671,016</u>

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, 2005

Operating Revenues:		
Tuition and fees	\$	357,837,442
Less: Scholarship allowances		(76,543,277)
Federal appropriations		13,574,507
Federal grants and contracts		418,539,277
State grants and contracts		51,744,550
Nongovernmental grants and contracts		69,589,921
Sales and services of educational departments		42,772,613
Auxiliary enterprises:		
Student housing		45,016,949
Food services		20,203,597
Bookstore		6,128,337
Athletics		43,365,654
Other auxiliary revenues		24,078,787
Less: Auxiliary enterprise scholarship allowances		(10,706,148)
Interest earned on loans to students		966,559
Patient care revenues		388,387,725
Other operating revenues		52,569,685
Total Operating Revenues		<u>1,447,526,178</u>
Operating Expenses:		
Salaries and wages		916,776,416
Fringe benefits		233,720,207
Travel		35,984,075
Contractual services		383,753,845
Utilities		53,980,110
Scholarships and fellowships		121,945,811
Commodities		214,383,798
Depreciation		80,304,106
Other operating expense		2,153,167
Total Operating Expenses		<u>2,043,001,535</u>
Operating Income (Loss)		<u>(595,475,357)</u>
Nonoperating Revenues (Expenses):		
State appropriations		598,413,462
Gifts and grants		34,640,863
Investment income, net of investment expense		24,019,695
Interest expense on capital asset-related debt		(18,779,585)
Other nonoperating revenues		1,430,544
Other nonoperating expenses		(30,324,377)
Total Net Nonoperating Revenues (Expenses)		<u>609,400,602</u>
Income (Loss) before Other Revenues, Expenses, Gains and Losses		13,925,245
Other Revenues, Expenses, Gains and Losses		
Capital grants and gifts		24,093,313
State appropriations restricted for capital purposes		60,259,339
Additions to permanent endowments		609,846
Other additions		3,156,368
Other deletions		(17,460,182)
Change in Net Assets		<u>84,583,929</u>
Net Assets - Beginning of Year, as Originally Reported		2,151,953,746
Prior period adjustments		<u>(3,086,353)</u>
Net Assets - Beginning of Year, as Restated		<u>2,148,867,393</u>
Net Assets - End of Year	\$	<u><u>2,233,451,322</u></u>

The notes to the financial statements are an integral part of this statement.

MISSISSIPPI STATE UNIVERSITY FOUNDATION, INC.

Statement of Activities

Year ended June 30, 2005

	<u>Unrestricted</u>	<u>Temporarily restricted</u>	<u>Permanently restricted</u>	<u>Total</u>
Revenues and support:				
Contributions	\$ 3,765,889	6,342,729	17,077,049	27,185,667
Net investment income (note 2)	7,495,520	5,358,942	381,373	13,235,835
Change in value of split interest agreements	—	2,140,751	3,859,190	5,999,941
Other	2,206,912	248,296	—	2,455,208
Net assets released from restrictions	<u>12,161,421</u>	<u>(12,481,177)</u>	<u>319,756</u>	<u>—</u>
Total revenues and support	<u>25,629,742</u>	<u>1,609,541</u>	<u>21,637,368</u>	<u>48,876,651</u>
Expenditures:				
Program services:				
Contributions and support for Mississippi State University	15,861,494	—	—	15,861,494
Contributions and support for Mississippi State University Alumni Association	<u>635,821</u>	<u>—</u>	<u>—</u>	<u>635,821</u>
Total program services	<u>16,497,315</u>	<u>—</u>	<u>—</u>	<u>16,497,315</u>
Supporting services:				
General and administrative	2,470,299	—	—	2,470,299
Fund raising	<u>2,123,070</u>	<u>—</u>	<u>—</u>	<u>2,123,070</u>
Total supporting services	<u>4,593,369</u>	<u>—</u>	<u>—</u>	<u>4,593,369</u>
Total expenditures	<u>21,090,684</u>	<u>—</u>	<u>—</u>	<u>21,090,684</u>
Increase in net assets	4,539,058	1,609,541	21,637,368	27,785,967
Net assets at beginning of year	<u>12,914,774</u>	<u>49,764,271</u>	<u>140,972,704</u>	<u>203,651,749</u>
Net assets at end of year	\$ <u><u>17,453,832</u></u>	<u><u>51,373,812</u></u>	<u><u>162,610,072</u></u>	<u><u>231,437,716</u></u>

See accompanying notes to financial statements.

MISSISSIPPI STATE UNIVERSITY FOUNDATION, INC.

Statement of Activities
Year ended June 30, 2004

	<u>Unrestricted</u>	<u>Temporarily restricted</u>	<u>Permanently restricted</u>	<u>Total</u>
Revenues and support:				
Contributions	\$ 5,065,498	9,238,611	6,816,642	21,120,751
Net investment income (note 2)	10,661,772	5,111,711	330,310	16,103,793
Change in value of split interest agreements	—	3,001,162	1,952,145	4,953,307
Other	1,545,188	189,233	—	1,734,421
Net assets released from restrictions	<u>22,046,554</u>	<u>(21,373,888)</u>	<u>(672,666)</u>	<u>—</u>
Total revenues and support	<u>39,319,012</u>	<u>(3,833,171)</u>	<u>8,426,431</u>	<u>43,912,272</u>
Expenditures:				
Program services:				
Contributions and support for Mississippi State University	25,030,402	—	—	25,030,402
Contributions and support for Mississippi State University Alumni Association	<u>500,000</u>	<u>—</u>	<u>—</u>	<u>500,000</u>
Total program services	<u>25,530,402</u>	<u>—</u>	<u>—</u>	<u>25,530,402</u>
Supporting services:				
General and administrative	2,352,971	—	—	2,352,971
Fund raising	<u>2,323,239</u>	<u>—</u>	<u>—</u>	<u>2,323,239</u>
Total supporting services	<u>4,676,210</u>	<u>—</u>	<u>—</u>	<u>4,676,210</u>
Total expenditures	<u>30,206,612</u>	<u>—</u>	<u>—</u>	<u>30,206,612</u>
Increase (decrease) in net assets	9,112,400	(3,833,171)	8,426,431	13,705,660
Net assets at beginning of year	<u>3,802,374</u>	<u>53,597,442</u>	<u>132,546,273</u>	<u>189,946,089</u>
Net assets at end of year	\$ <u><u>12,914,774</u></u>	<u><u>49,764,271</u></u>	<u><u>140,972,704</u></u>	<u><u>203,651,749</u></u>

See accompanying notes to financial statements.

THE UNIVERSITY OF MISSISSIPPI FOUNDATION

Statement of Activities

Year ended June 30, 2005

	<u>Unrestricted</u>	<u>Temporarily restricted</u>	<u>Permanently restricted</u>	<u>Total</u>
Revenues:				
Contributions, gifts, and bequests	\$ 276,653	11,112,211	6,677,784	18,066,648
Investment income and other	1,406,571	5,003,675	—	6,410,246
Net unrealized gains (loss) on investments	(1,000)	7,613,171	—	7,612,171
Net realized loss on investments	—	(263,815)	—	(263,815)
Total revenues	<u>1,682,224</u>	<u>23,465,242</u>	<u>6,677,784</u>	<u>31,825,250</u>
Net assets released from restrictions	19,614,886	(19,614,886)	—	—
Expenses:				
Support for University activities	23,149,612	—	—	23,149,612
General and administrative expenses	843,757	—	—	843,757
Fundraising expenses	866,783	—	—	866,783
Total expenses	<u>24,860,152</u>	<u>—</u>	<u>—</u>	<u>24,860,152</u>
Change in net assets	(3,563,042)	3,850,356	6,677,784	6,965,098
Net assets, beginning of year	6,968,929	34,045,835	209,266,074	250,280,838
Net assets, end of year	\$ <u>3,405,887</u>	<u>37,896,191</u>	<u>215,943,858</u>	<u>257,245,936</u>

See accompanying notes to financial statements.

THE UNIVERSITY OF MISSISSIPPI FOUNDATION

Statement of Activities
Year ended June 30, 2004

	<u>Unrestricted</u>	<u>Temporarily restricted</u>	<u>Permanently restricted</u>	<u>Total</u>
Revenues:				
Contributions, gifts, and bequests	\$ 32,011	4,879,968	3,830,299	8,742,278
Investment income and other	1,544,531	4,291,398	—	5,835,929
Net unrealized gain on investments	—	21,542,780	—	21,542,780
Net realized gain on investments	—	1,097,958	—	1,097,958
Total revenues	<u>1,576,542</u>	<u>31,812,104</u>	<u>3,830,299</u>	<u>37,218,945</u>
Net assets released from restrictions	26,861,507	(26,861,507)	—	—
Expenses:				
Support for University activities	24,212,938	—	—	24,212,938
General and administrative expenses	827,529	—	—	827,529
Fundraising expenses	868,076	—	—	868,076
Total expenses	<u>25,908,543</u>	<u>—</u>	<u>—</u>	<u>25,908,543</u>
Change in net assets	2,529,506	4,950,597	3,830,299	11,310,402
Net assets, beginning of year	4,439,423	29,095,238	205,435,775	238,970,436
Net assets, end of year	\$ <u>6,968,929</u>	<u>34,045,835</u>	<u>209,266,074</u>	<u>250,280,838</u>

See accompanying notes to financial statements.

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Statement of Cash Flows
For the Year Ended June 30, 2005

Cash Flows from Operating Activities:	
Tuition and fees	\$ 270,303,448
Grants and contracts	521,191,689
Sales and services of educational departments	44,573,903
Payments to suppliers	(629,839,169)
Payments to employees for salaries and benefits	(1,138,594,284)
Payments for utilities	(55,391,618)
Payments for scholarships and fellowships	(107,420,568)
Loans issued to students and employees	(18,401,798)
Collections of loans to students and employees	18,042,316
Auxiliary enterprise charges:	
Student housing	36,339,829
Food services	17,585,434
Bookstore	5,930,440
Athletics	43,817,594
Other auxiliary enterprises	21,575,416
Patient care services	399,248,194
Interest earned on loans to students	723,191
Other receipts	63,374,507
Other payments	<u>(8,502,364)</u>
Net Cash Provided (Used) by Operating Activities	<u>(515,443,840)</u>
Cash Flows from Noncapital Financing Activities:	
State appropriations	602,343,389
Gifts and grants for other than capital purposes	30,464,511
Private gifts for endowment purposes	1,570,654
Federal loan program receipts	222,693,150
Federal loan program disbursements	(222,825,926)
Other sources	1,219,615
Other uses	<u>(14,236,605)</u>
Net Cash Provided (Used) by Noncapital Financing Activities	<u>621,228,788</u>
Cash Flows from Capital and Related Financing Activities:	
Proceeds from capital debt	106,366,114
Cash paid for capital assets	(169,461,136)
Capital appropriations received	30,209,673
Capital grants and contracts received	17,803,370
Proceeds from sales of capital assets	339,877
Principal paid on capital debt and leases	(39,189,335)
Interest paid on capital debt and leases	(17,703,034)
Other sources	3,292,418
Other uses	<u>(5,382,043)</u>
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(73,724,096)</u>
Cash Flows from Investing Activities:	
Proceeds from sale and maturities of investments	229,968,614
Interest received on investments	17,367,868
Purchases of investments	<u>(331,757,295)</u>
Net Cash Provided (Used) by Investing Activities	<u>(84,420,813)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(52,359,961)
Cash and Cash Equivalents - Beginning of the Year	<u>288,762,348</u>
Cash and Cash Equivalents - End of the Year	<u>\$ 236,402,387</u>

The notes to the financial statements are an integral part of this statement.

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Statement of Cash Flows
For the Year Ended June 30, 2005

Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities

Operating income (loss)	\$ <u>(595,475,357)</u>
Adjustments to reconcile net income (loss) to net cash provided (used) by operating activities:	
Depreciation expense	80,304,106
Other	1,097,184
Changes in assets and liabilities:	
(Increase) decrease in assets:	
Receivables, net	(12,405,817)
Inventories	1,388,822
Prepaid expenses	2,154,400
Other assets	7,025,558
Increase (decrease) in liabilities:	
Accounts payable and accrued liabilities	(9,404,613)
Deferred revenue	1,421,606
Deposits refundable	420,448
Accrued leave liability	4,071,408
Loans to students and employees	1,607,782
Other liabilities	<u>2,350,633</u>
Total adjustments	<u>80,031,517</u>
Net Cash Provided (Used) by Operating Activities	\$ <u><u>(515,443,840)</u></u>
Non-cash Capital Related Financing and Investing Activities:	
New capital leases	\$ 8,094,433
Bureau of Buildings and Grounds construction in progress	13,832,958
Donations of capital assets	298,704

The notes to the financial statements are an integral part of this statement.

MISSISSIPPI STATE UNIVERSITY FOUNDATION, INC.

Statements of Cash Flows

Years ended June 30, 2005 and 2004

	<u>2005</u>	<u>2004</u>
Cash flows from operating activities:		
Increase in net assets	\$ 27,785,967	13,705,660
Adjustments to reconcile increase in net assets to cash provided by operating activities:		
Depreciation and amortization	939,256	955,356
Realized and unrealized gains on investments, net	(8,791,529)	(12,466,400)
Gain on sale of building	(294,560)	—
Present value adjustments to annuities	311,599	(39,934)
Fair value of donated assets	(1,172,500)	(2,253,906)
Change in accrued interest, other receivables and prepaid assets	100,768	(9,154)
Change in pledges receivable, net	14,912,646	7,451,430
Change in externally managed trusts	(6,839,214)	1,009,620
Change in accounts payable and accrued liabilities	277,299	(700,601)
Change in liability for amounts held for others	(5,328,507)	621,568
Change in receivable from Alumni Foundation	(13,271)	(4,383)
Change in receivable from/payable to Mississippi State University	(176,128)	(10,743)
Change in payable to Alumni Association	129,459	—
Permanently restricted investment gain	(1,919)	(260)
Permanently restricted contributions	(17,077,049)	(6,816,642)
Net cash provided by operating activities	<u>4,762,317</u>	<u>1,441,611</u>
Cash flows from investing activities:		
Purchases of land, buildings, and equipment	(154,761)	(539,133)
Purchases of investments	(30,871,276)	(14,100,000)
Proceeds from sales and maturities of investments	10,419,341	5,618,521
Payments on notes receivable	36,356	516,094
Net cash used by investing activities	<u>(20,570,340)</u>	<u>(8,504,518)</u>
Cash flows from financing activities:		
Principal payments on long-term debt	(677,293)	(600,000)
Permanently restricted investment gain	1,919	260
Permanently restricted contributions	17,077,049	6,816,642
Investments subject to annuity agreements	391,090	861,057
Annuity payments	(461,932)	(474,479)
Net cash provided by financing activities	<u>16,330,833</u>	<u>6,603,480</u>
Net increase (decrease) in cash	522,810	(459,427)
Cash at beginning of year	<u>505,264</u>	<u>964,691</u>
Cash at end of year	\$ <u>1,028,074</u>	\$ <u>505,264</u>
Supplemental disclosure of cash flow information:		
Cash paid during the year for interest	\$ <u>94,932</u>	<u>59,347</u>
Transfer of building to receivable from Mississippi State University	\$ <u>1,000,000</u>	<u>—</u>

See accompanying notes to financial statements.

THE UNIVERSITY OF MISSISSIPPI FOUNDATION

Statements of Cash Flows

Years ended June 30, 2005 and 2004

	<u>2005</u>	<u>2004</u>
Cash flows from operating activities:		
Increase in net assets	\$ 6,965,098	11,310,402
Adjustments to reconcile increase (decrease) in net assets to net cash provided by operating activities:		
Depreciation	134,227	121,278
Permanently restricted contributions	(6,677,784)	(3,830,299)
Net realized and unrealized gain on investments	(7,348,356)	(22,640,738)
Changes in operating assets and liabilities:		
Other assets	4,899	(305,152)
Pledges receivable	5,064,425	6,527,618
Other liabilities	2,292,560	554,749
Net cash (used in) operating activities	<u>435,069</u>	<u>(8,262,142)</u>
Cash flows from investing activities:		
Purchase of property, plant, and equipment	(54,644)	—
Net payments for purchases and sales of the Foundation's investments	(10,886,781)	(952,589)
Net payments related to funds held in trust for others	<u>(2,991,123)</u>	<u>(467,300)</u>
Net cash used in investing activities	<u>(13,932,548)</u>	<u>(1,419,889)</u>
Cash flows from financing activities:		
Permanently restricted contributions	<u>6,677,784</u>	<u>3,830,299</u>
Net cash provided by financing activities	<u>6,677,784</u>	<u>3,830,299</u>
Net decrease in cash and cash equivalents	(6,819,695)	(5,851,732)
Cash and cash equivalents at beginning of year	<u>10,926,866</u>	<u>16,778,598</u>
Cash and cash equivalents at end of year	<u>\$ 4,107,171</u>	<u>10,926,866</u>

See accompanying notes to financial statements.

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Notes to Financial Statements
For the Year Ended June 30, 2005

(1) Summary of Significant Accounting Policies.

- A. 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 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.

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.

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 Statement Number 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:

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 Board Office	-	Institutions of Higher Learning - System Office

The State of Mississippi Institutions of Higher Learning is considered a component unit of the State of Mississippi reporting entity.

The State of Mississippi Institutions of Higher Learning 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
For the Year Ended June 30, 2005

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.

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.

During the year ended June 30, 2005, the Mississippi State University Foundation, Inc. and the University of Mississippi Foundation each distributed to their respective university the amount of \$15,861,494 and \$23,149,612, respectively.

- B. 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 Governmental Accounting Standards Board (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 College and Universities*, issued in June and November, 1999, respectively. The universities now follow the "business-type activities" reporting requirements of GASB Statement No. 34 that provides a comprehensive one-line look at the universities financial activities.
- C. Basis of Accounting - The financial statements of the universities have been prepared on the accrual basis whereby all revenues are recorded when earned and all expenses are recorded when they have been reduced to a legal or contractual obligation to pay. All significant intra-agency transactions have been eliminated.
- D. Cash Equivalents - For purposes of the statements of cash flows, the universities consider all highly liquid investments with an original maturity of three months or less to be cash equivalents.
- E. Short-term Investments - Short-term investments are investments that are not cash equivalents but mature within the next fiscal year.
- F. 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 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.
- G. 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.
- H. 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.

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Notes to Financial Statements
For the Year Ended June 30, 2005

- I. Restricted Cash and Cash Equivalents - Cash and cash equivalents 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 statements of net assets.
- J. 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 restrictions 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.
- K. Other Long-term Investments - The universities account for their 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 statements of revenues, expenses and changes in net assets.
- L. 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. Certain maintenance and replacement reserves have been established to fund costs relating to residences and other auxiliary activity facilities.
- M. 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.
- N. 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 from 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 from 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.

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Notes to Financial Statements
For the Year Ended June 30, 2005

- O. Classification of Revenues - The universities have classified their 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.

- P. 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 operating expenses, or scholarship allowances, which reduce revenues. 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 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.

- Q. Net Assets - GASB Statement No. 34 reports equity as "Net Assets" rather than "Fund Balance". 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 funds held in federal loan programs.

The unrestricted net asset balance of \$418,668,179 at June 30, 2005, includes \$2,859,575 reserved for continuing education, \$20,771,116 reserved for encumbrances, \$3,791,451 reserved for debt service, \$34,945,492 reserved for academic programs and research, \$8,487,657 reserved for quasi-endowments, \$43,537,871 reserved for capital projects, \$18,453,892 reserved for repairs and maintenance, \$29,885,927 reserved for auxiliary operations, renewals and replacements, \$64,911,853 reserved for designated projects, \$496,408 reserved for bad debts and legal fees, \$2,235,999 reserved for technology enhancements and a remaining amount of \$188,290,938.

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Notes to Financial Statements
For the Year Ended June 30, 2005

(2) Prior Period Adjustments.

For the year ended June 30, 2005, the universities recorded prior period adjustments of \$(3,086,353) to record prior year corrections and adjustments.

(3) Cash and Investments.

Policies:

- A. 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.

The collateral for public entities' deposits in financial institutions is now held in the name of the State Treasurer under a program established by the Mississippi State Legislature and is governed by Section 27-105-5 of the Mississippi Code Annotated (1972). Under this program, the universities' 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.

- B. 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 universities' investments reported on the Statement of Net Assets:

		<u>June 30, 2005</u>
Short-term investments	\$	193,939,862
Endowment investments		137,372,267
Other long-term investments		<u>260,532,717</u>
Total	\$	<u><u>591,844,846</u></u>

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Notes to Financial Statements
For the Year Ended June 30, 2005

The following table presents the fair value of investments by type at June 30, 2005:

Investment Type	Fair Value
U.S. Government agency obligations	\$ 213,075,381
U.S. Treasury obligations	84,008,918
Certificates of deposit	134,141,154
Corporate bonds	2,039,224
Commercial mortgage backed securities	946,820
Collateralized mortgage obligations	4,059,444
Municipal bonds	5,070,380
Money market funds	1,358,356
Bond mutual funds	41,836,861
Equity securities	31,116,644
Repurchase agreements	26,845,517
International equity mutual funds	5,303,328
Land grant obligations	1,340,068
Domestic equity mutual funds	40,702,751
Total	\$ <u>591,844,846</u>

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. 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. Of the institution's funds at June 30, 2005, no investments were exposed to custodial credit risk.

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Notes to Financial Statements
For the Year Ended June 30, 2005

Interest Rate Risk.

Per GASB Statement No. 40, interest rate risk is defined as the risk a government may face should interest rate variances affect the fair value of investments. The State of Mississippi Institutions of Higher Learning System does not presently have a formal policy that addresses interest rate risk. As of June 30, 2005, the institution had the following investments subject to interest rate risk:

Investment Type	Fair Value	Investment Maturities (in years)			
		Less than 1	1 - 5	6 - 10	More than 10
U.S. Government agency obligations	\$ 203,296,724	12,709,785	132,373,786	42,086,530	16,126,623
U.S. Treasury obligations	81,504,330	9,203,448	72,300,882		
Commercial mortgage backed securities	946,819		112,122	26,232	808,465
Collateralized mortgage obligations	4,059,444				4,059,444
Municipal bonds	4,945,171	632,259	3,778,059	534,853	
Certificates of deposit	111,218,633	55,120,396	56,098,237		
Repurchase agreements	26,845,517		26,845,517		
Corporate bonds	1,500,150		1,500,150		
Total	<u>\$ 434,316,788</u>	<u>77,665,888</u>	<u>293,008,753</u>	<u>42,647,615</u>	<u>20,994,532</u>

Credit Risk.

The State of Mississippi Institutions of Higher Learning System does not presently have a formal policy that addresses credit risk. As of June 30, 2005, the institution had the following investment credit risk:

	Fair Value
A	\$ 453,308
A+	311,650
A2	437,831
A3	659,733
AA	248,813
AA3	644,585
AAA	299,676,650
Not rated	77,860,035
Rating not available	2,017,777
Total	<u>\$ 382,310,382</u>

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Notes to Financial Statements
For the Year Ended June 30, 2005

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 State of Mississippi Institutions of Higher Learning System does not presently have a formal policy that addresses concentration of credit risk.

Issuer	Fair Value	Percentage
FHLB notes	\$ 83,956,543	23.31%
FNMA notes	29,352,409	8.15%
FHLMC notes	38,316,213	10.64%
Federal Farm Credit Bank	3,916,977	1.09%
BancorpSouth Bank	39,927,066	11.08%
Trustmark Bank	35,000,000	9.72%
Cleveland State Bank	937,160	0.26%
River Hills Bank	3,267,205	0.94%
Mississippi Southern Bank	1,348,757	0.37%
U.S. Government agency obligations	19,548,828	5.43%
U.S. Treasury obligations	80,154,481	22.25%
First National Bank	15,150,962	4.21%
Merchants and Farmers Bank	<u>9,343,004</u>	2.59%
Total	\$ <u><u>360,219,605</u></u>	

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Notes to Financial Statements
For the Year Ended June 30, 2005

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 State of Mississippi Institutions of Higher Learning System does not presently have a formal policy that addresses foreign currency risk. The Institutions of Higher Learning System's exposure to foreign currency risk at June 30, 2005, was as follows:

<u>Currency</u>	<u>Percentage</u>	<u>Fair Value</u>
Australian dollar	1.26%	\$ 66,535
Canadian dollar	2.31%	121,861
Swiss Franc	7.54%	397,101
Danish Krone	1.77%	93,052
European Euro	38.08%	2,005,330
British Pound Sterling	15.63%	823,082
Japanese Yen	20.24%	1,065,923
Mexican Peso	1.45%	76,562
Swedish Krona	1.55%	81,842
Hong Kong Dollar	1.51%	79,527
Brazilian Real	0.30%	15,840
Singapore dollar	1.30%	68,642
Taiwan dollar	0.55%	29,064
South Korean Won	1.96%	103,172
Israel Shekel	0.56%	29,296
Chinese Renminbi	2.31%	121,606
Indian Rupee	0.46%	23,969
Indonesian Rupiah	0.35%	18,643
Norwegian Krone	0.81%	42,589
Thailand Baht	0.06%	<u>2,640</u>
Total		\$ <u><u>5,266,276</u></u>

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Notes to Financial Statements
For the Year Ended June 30, 2005

(4) Accounts Receivable.

Accounts receivable consisted of the following at June 30, 2005:

Student tuition	\$	48,406,474
Auxiliary enterprises and other operating activities		19,299,711
Contributions and gifts		8,499,229
Federal, state, and private grants and contracts		99,808,649
State appropriations		8,014,736
Accrued interest		3,403,375
Patient income		1,407,064,814
Other		<u>9,812,920</u>
 Total Accounts Receivable		 1,604,309,908
 Less allowance for doubtful accounts		 <u>1,365,915,367</u>
 Net Accounts Receivable	 \$	 <u><u>238,394,541</u></u>

(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 the institution. The following is a schedule of interest rates and unpaid balances for the different types of notes receivable held by the institution at June 30, 2005:

	<u>Interest Rates</u>		<u>June 30, 2005</u>	<u>Current Portion</u>	<u>Non-Current Portion</u>
Perkins student loans	3% to 9%	\$	68,952,559	9,366,361	59,586,198
Nursing student loans	3% to 9%		546,615	62,456	484,159
Other federal loans	3% to 9%		2,779,301	1,598,354	1,180,947
Institutional loans	0% to 9%		34,538,300	2,854,761	31,683,539
Medical student loans	3% to 9%		528,649	116,658	411,991
Dental student loans	3% to 9%		<u>91,259</u>	<u>14,094</u>	<u>77,165</u>
 Total Notes Receivable			 107,436,683	 14,012,684	 93,423,999
 Less allowance for doubtful accounts			 <u>10,109,643</u>	 <u>3,716,932</u>	 <u>6,392,711</u>
 Net Notes Receivable		 \$	 <u><u>97,327,040</u></u>	 <u><u>10,295,752</u></u>	 <u><u>87,031,288</u></u>

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Notes to Financial Statements
For the Year Ended June 30, 2005

(6) Capital Assets.

A summary of changes in capital assets for the year ended June 30, 2005, is presented as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Nondepreciable Capital Assets:				
Land	\$ 43,360,143	2,144,578	12,000	45,492,721
Construction in progress	236,439,007	117,092,455	58,297,850	295,233,612
Livestock	<u>1,882,435</u>	<u>129,753</u>	<u>364,832</u>	<u>1,647,356</u>
Total Nondepreciable Capital Assets	<u>281,681,585</u>	<u>119,366,786</u>	<u>58,674,682</u>	<u>342,373,689</u>
Depreciable Capital Assets:				
Improvements other than buildings	148,321,480	7,761,293	55,437	156,027,336
Buildings	1,476,115,382	54,745,167	5,881,180	1,524,979,369
Equipment	417,202,405	54,730,855	31,369,746	440,563,514
Library books	<u>239,539,138</u>	<u>13,381,479</u>	<u>209,276</u>	<u>252,711,341</u>
Total Depreciable Capital Assets	<u>2,281,178,405</u>	<u>130,618,794</u>	<u>37,515,639</u>	<u>2,374,281,560</u>
Less Accumulated Depreciation for:				
Improvements other than buildings	38,036,620	5,371,072	359,790	43,047,902
Buildings	386,799,210	26,848,388	3,021,637	410,625,961
Equipment	262,266,236	35,132,770	20,847,932	276,551,074
Library books	<u>178,198,630</u>	<u>12,951,876</u>	<u>203,232</u>	<u>190,947,274</u>
Total Accumulated Depreciation	<u>865,300,696</u>	<u>80,304,106</u>	<u>24,432,591</u>	<u>921,172,211</u>
Total Depreciable Capital Assets, Net	<u>1,415,877,709</u>	<u>50,314,688</u>	<u>13,083,048</u>	<u>1,453,109,349</u>
Capital Assets, Net	<u>\$ 1,697,559,294</u>	<u>169,681,474</u>	<u>71,757,730</u>	<u>1,795,483,038</u>

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%	0

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Notes to Financial Statements
For the Year Ended June 30, 2005

(7) Long-term Liabilities.

Long-term liabilities of the universities consist 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, 2005. The various leases cover a period not to exceed five years. The universities have the option to prepay all outstanding payments 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 included in the long-term liabilities balance at June 30, 2005, is listed in the following schedule. A schedule detailing the annual requirements necessary to amortize the outstanding debt is also provided.

Description and Purpose	Original Issue	Annual Interest Rate	Maturity	Beginning Balance	Additions	Deletions	Balance June 30, 2005	Due Within One Year
<u>Alcorn State University</u>								
Bonded Debt								
-- 1996 Nursing Dormitory Bonds	\$ 680,000	4.5-6.5%	2011	\$ 425,000		45,000	380,000	45,000
-- 1997 President's Home Bonds	950,000	6.55%	2007	<u>351,558</u>		<u>109,721</u>	<u>241,837</u>	<u>117,024</u>
Total Bonded Debt				<u>776,558</u>	<u>0</u>	<u>154,721</u>	<u>621,837</u>	<u>162,024</u>
Capital Leases								
-- Switch wiring equipment				574,308		525,390	48,918	48,918
-- Fiber optic system				<u>271,841</u>		<u>248,672</u>	<u>23,169</u>	<u>23,169</u>
Total Capital Leases				<u>846,149</u>	<u>0</u>	<u>774,062</u>	<u>72,087</u>	<u>72,087</u>
Other Long-term liabilities								
-- Accrued leave liabilities				1,629,287	392,883		2,022,170	990,863
-- Deposits refundable				<u>528,688</u>	<u>15,407</u>		<u>544,095</u>	
Total Other Long-term Liabilities				<u>2,157,975</u>	<u>408,290</u>	<u>0</u>	<u>2,566,265</u>	<u>990,863</u>
Total				<u>\$ 3,780,682</u>	<u>408,290</u>	<u>928,783</u>	<u>3,260,189</u>	<u>1,224,974</u>
Due within one year							<u>1,224,974</u>	

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Notes to Financial Statements
For the Year Ended June 30, 2005

Description and Purpose	Original Issue	Annual Interest Rate	Maturity	Beginning Balance	Additions	Deletions	Balance June 30, 2005	Due Within One Year
Total Long-term Liabilities							\$ 2,035,215	
<u>Delta State University</u>								
<u>Bonded Debt</u>								
-- Student Housing Bonds, 1991 Series	2,259,631	5.00%	2011	\$ 533,834		85,661	448,173	79,544
-- Student Housing Bonds, 1998 Series	3,900,000	3.40% to 5.00%	2018	3,510,000		85,000	3,425,000	90,000
-- Student Housing Bonds, 2003 Series	2,475,000	3.00% to 4.25%	2023	2,475,000			2,475,000	95,000
Total Bonded Debt				6,518,834	0	170,661	6,348,173	264,544
<u>Capital Leases</u>								
-- Aircraft				27,000		18,000	9,000	9,000
-- Computer equipment				454,896		134,777	320,119	139,327
-- Equipment					2,721,028	494,750	2,226,278	523,688
Total Capital Leases				481,896	2,721,028	647,527	2,555,397	672,015
<u>Other Long-term liabilities</u>								
-- Accrued leave liabilities				1,489,193		82,742	1,406,451	242,193
-- Deposits refundable				513,754	1,142,123	1,222,107	433,770	19,735
-- Notes payable - CIOS Foundation				275,000		201,270	73,730	21,000
-- Other				20,637	26		20,663	
Total Other Long-term Liabilities				2,298,584	1,142,149	1,506,119	1,934,614	282,928
Total				\$ 9,299,314	3,863,177	2,324,307	10,838,184	1,219,487
Due within one year							1,219,487	
Total Long-term Liabilities							\$ 9,618,697	

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Notes to Financial Statements
For the Year Ended June 30, 2005

Description and Purpose	Original Issue	Annual Interest Rate	Maturity	Beginning Balance	Additions	Deletions	Balance June 30, 2005	Due Within One Year
Jackson State University								
Bonded Debt								
-- Alexander Hall West Revenue Bonds	1,250,000	0% to 3.00%	2007	\$ 150,000		50,000	100,000	50,000
-- McAllister / Whiteside Revenue Bonds	4,000,000	1.00% to 3.00%	2020	2,350,000		110,000	2,240,000	110,000
-- Honors Dormitory Revenue Bonds	6,965,000	4.24% to 7.00%	2013	3,875,000		340,000	3,535,000	360,000
-- Student Life Center Revenue Bonds	12,000,000	3.00% to 5.13%	2027	11,435,000		295,000	11,140,000	305,000
-- Campus Facilities Bond 2004 A	40,065,000	2.952%	2034		40,065,000		40,065,000	370,000
-- Campus Facilities Bond 2004 B	25,925,000	4.2%	2034		25,925,000		25,925,000	375,000
Total Bonded Debt				17,810,000	65,990,000	795,000	83,005,000	1,570,000
Other Long-term liabilities								
-- Accrued leave liabilities				3,100,470	448,976	525,522	3,023,924	525,522
-- Deposits refundable				20,534	2,636		23,170	
-- Notes Payable				1,492,866		68,471	1,424,395	70,540
Total Other Long-term Liabilities				4,613,870	451,612	593,993	4,471,489	596,062
Total				\$ 22,423,870	66,441,612	1,388,993	87,476,489	2,166,062
Due within one year							2,166,062	
Total Long-term Liabilities							\$ 85,310,427	
Mississippi State University								
Bonded Debt								
-- Dormitory System Revenue Bonds	2,250,000	3.00%	2020	\$ 1,290,000		60,000	1,230,000	65,000
-- Student Apartments Bonds	2,038,000	3.00%	2021	1,255,000		55,000	1,200,000	55,000
-- EBC - Athletic Building Project Bonds	5,460,000	2.75% to 5.00%	2008	1,775,000		1,775,000		
-- EBC - Facilities Renovation Bonds	3,000,000	4.50% to 6.15%	2015	1,975,000		1,975,000		
-- EBC - Revenue Bonds	11,920,000	3.70% to 5.00%	2016	9,000,000		490,000	8,510,000	7,375,000
-- EBC - Revenue Bonds	31,865,000	3.75% to 5.25%	2024	28,320,000		855,000	27,465,000	890,000
-- EBC - Revenue Bonds	16,920,000	4.00% to 5.50%	2026	15,575,000		715,000	14,860,000	745,000
-- EBC - Revenue Bonds	17,000,000	2.00% to 5.00%	2028	17,000,000		245,000	16,755,000	475,000
-- EBC - Revenue Bonds	28,790,000	2.00% to 5.00%	2030		28,790,000		28,790,000	900,000

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Notes to Financial Statements
For the Year Ended June 30, 2005

<u>Description and Purpose</u>	<u>Original Issue</u>	<u>Annual Interest Rate</u>	<u>Maturity</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2005</u>	<u>Due Within One Year</u>
Total Bonded Debt				76,190,000	28,790,000	6,170,000	98,810,000	10,505,000
Capital Leases								
-- Various equipment				3,665,118	3,800,526	1,874,358	5,591,286	1,426,852
Total Capital Leases				3,665,118	3,800,526	1,874,358	5,591,286	1,426,852
Other Long-term Liabilities								
-- Accrued leave liabilities				17,401,397	523,978		17,925,375	1,563,088
-- Deposits refundable				87,361	5,180		92,541	
-- Other				14,886,551		85,372	14,801,179	
Total Other Long-term Liabilities				32,375,309	529,158	85,372	32,819,095	1,563,088
Total				\$ 112,230,427	33,119,684	8,129,730	137,220,381	13,494,940
Due within one year							13,494,940	
Total Long-term Liabilities							\$ 123,725,441	
<u>Mississippi University for Women</u>								
Capital Leases								
-- Various equipment				\$ 340,868	368,960	203,142	506,686	159,169
Total Capital Leases				340,868	368,960	203,142	506,686	159,169

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Notes to Financial Statements
For the Year Ended June 30, 2005

<u>Description and Purpose</u>	<u>Original Issue</u>	<u>Annual Interest Rate</u>	<u>Maturity</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2005</u>	<u>Due Within One Year</u>
Other Long-term Liabilities								
-- Accrued leave liabilities				884,718	56,095		940,813	65,857
-- Other				<u>126,970</u>	<u>9,186</u>		<u>136,156</u>	
Total Other Long-term Liabilities				<u>1,011,688</u>	<u>65,281</u>	<u>0</u>	<u>1,076,969</u>	<u>65,857</u>
Total				\$ <u>1,352,556</u>	<u>434,241</u>	<u>203,142</u>	<u>1,583,655</u>	<u>225,026</u>
Due within one year							<u>225,026</u>	
Total Long-term Liabilities							\$ <u>1,358,629</u>	
<u>Mississippi Valley State University</u>								
<u>Bonded Debt</u>								
-- Housing Bonds - 1968A	300,000	3.00%	2008	\$ 50,000		10,000	40,000	10,000
-- EBC Bonds	2,400,000	4.50% to 5.30%	2021	<u>2,315,000</u>		<u>75,000</u>	<u>2,240,000</u>	<u>80,000</u>
Total Bonded Debt				<u>2,365,000</u>	<u>0</u>	<u>85,000</u>	<u>2,280,000</u>	<u>90,000</u>
Other Long-term Liabilities								
-- Accrued leave liabilities				1,854,903	129,296		1,984,199	127,384
-- Deposits refundable				145,846	37,258	14,234	168,870	
-- Other				<u>37,545</u>	<u>13,145</u>	<u>12,679</u>	<u>38,011</u>	
Total Other Long-term Liabilities				<u>2,038,294</u>	<u>179,699</u>	<u>26,913</u>	<u>2,191,080</u>	<u>127,384</u>
Total				\$ <u>4,403,294</u>	<u>179,699</u>	<u>111,913</u>	<u>4,471,080</u>	<u>217,384</u>
Due within one year							<u>217,384</u>	
Total Long-term Liabilities							\$ <u>4,253,696</u>	

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Notes to Financial Statements
For the Year Ended June 30, 2005

Description and Purpose	Original Issue	Annual Interest Rate	Maturity	Beginning Balance	Additions	Deletions	Balance June 30, 2005	Due Within One Year
<u>University of Mississippi</u>								
<u>Bonded Debt</u>								
-- Housing Revenue bonds of 1968, Series E	3,000,000	3.00%	2008	\$ 550,000		115,000	435,000	120,000
-- University of Mississippi EBC, Series 1996A	4,100,000	5.3% to 6.0%	2011	1,475,000		1,290,000	185,000	185,000
-- University of Mississippi EBC, Series 1997A	11,135,000	3.80% to 5.50%	2027	10,035,000		9,330,000	705,000	225,000
-- University of Mississippi EBC, Series 1999	12,220,000	4.50% to 5.25%	2018	10,470,000		490,000	9,980,000	510,000
-- University of Mississippi EBC, Series 2000A	34,700,000	2.35%	2020	32,310,000		1,275,000	31,035,000	1,340,000
-- University of Mississippi EBC, Series 2002	13,090,000	3.00% to 5.00%	2017	11,755,000		1,025,000	10,730,000	1,070,000
-- University of Mississippi EBC, Series 2005	10,965,000	3.00% to 4.375%	2027		<u>10,965,000</u>		<u>10,965,000</u>	<u>85,000</u>
Total Bonded Debt				<u>66,595,000</u>	<u>10,965,000</u>	<u>13,525,000</u>	<u>64,035,000</u>	<u>3,535,000</u>
<u>Capital Leases</u>								
-- Various equipment				<u>6,840,198</u>		<u>6,526,878</u>	<u>313,320</u>	<u>249,269</u>
Total Capital Leases				<u>6,840,198</u>	<u>0</u>	<u>6,526,878</u>	<u>313,320</u>	<u>249,269</u>
<u>Other Long-term Liabilities</u>								
-- Accrued leave liabilities				7,954,663	1,135,702	888,663	8,201,702	1,030,000
-- Deposits refundable				447,784	83,951	100,000	431,735	
-- Notes payables				2,349,561		109,453	2,240,108	114,085
-- Other				<u>8,415,400</u>	<u>434,000</u>		<u>8,849,400</u>	
Total Other Long-term Liabilities				<u>19,167,408</u>	<u>1,653,653</u>	<u>1,098,116</u>	<u>19,722,945</u>	<u>1,144,085</u>
Total				<u>\$ 92,602,606</u>	<u>12,618,653</u>	<u>21,149,994</u>	<u>84,071,265</u>	<u>4,928,354</u>
Due within one year							<u>4,928,354</u>	
Total Long-term Liabilities							<u>\$ 79,142,911</u>	

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Notes to Financial Statements
For the Year Ended June 30, 2005

Description and Purpose	Original Issue	Annual Interest Rate	Maturity	Beginning Balance	Additions	Deletions	Balance June 30, 2005	Due Within One Year
<u>University of Southern Mississippi</u>								
Bonded Debt								
-- Housing System Revenue Bonds	2,681,000	3.00%	2016	\$ 1,520,000		95,000	1,425,000	100,000
-- Payne Center Bonds	5,117,877	4.75% to 6.00%	2015	3,830,000		240,000	3,590,000	255,000
-- Dormitory Construction Bonds	13,120,000	4.75% to 6.00%	2027	11,660,000		280,000	11,380,000	295,000
-- Technology Improvement Bonds	1,970,000	3.50% to 5.75%	2021	1,760,000		70,000	1,690,000	75,000
-- University Improvements	3,040,000	3.50% to 5.5%	2021	2,715,000		110,000	2,605,000	110,000
-- Student Life Center & International Educ. Center	17,285,000	3.00% to 5.38%	2022	<u>16,275,000</u>		<u>610,000</u>	<u>15,665,000</u>	<u>645,000</u>
Total Bonded Debt				<u>37,760,000</u>	<u>0</u>	<u>1,405,000</u>	<u>36,355,000</u>	<u>1,480,000</u>
Capital Leases								
-- Various equipment				469,276	262,008	214,745	516,539	154,180
-- Vehicles and farm equipment				151,340		151,340		
-- Telecommunications				491,580		324,090	167,490	167,490
-- Computer equipment and software				<u>326,765</u>		<u>151,200</u>	<u>175,565</u>	<u>126,289</u>
Total Capital Leases				<u>1,438,961</u>	<u>262,008</u>	<u>841,375</u>	<u>859,594</u>	<u>447,959</u>
Other Long-term Liabilities								
-- Accrued leave liabilities				7,909,518	441,668		8,351,186	1,000,000
-- Deposits refundable				550,239		118,845	431,394	
-- Notes payable				805,000		140,000	665,000	150,000
-- Other				<u>26,758,691</u>	<u>1,123,691</u>		<u>27,882,382</u>	
Total Other Long-term Liabilities				<u>36,023,448</u>	<u>1,565,359</u>	<u>258,845</u>	<u>37,329,962</u>	<u>1,150,000</u>
Total				<u>\$ 75,222,409</u>	<u>1,827,367</u>	<u>2,505,220</u>	<u>75,544,556</u>	<u>3,077,959</u>
Due within one year							<u>3,077,959</u>	
Total Long-term Liabilities							<u>\$ 71,466,597</u>	

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Notes to Financial Statements
For the Year Ended June 30, 2005

Description and Purpose	Original Issue	Annual Interest Rate	Maturity	Beginning Balance	Additions	Deletions	Balance June 30, 2005	Due Within One Year
<u>University of Mississippi Medical Center</u>								
Bonded Debt								
-- General Revenue Bonds, Series 1993	60,000,000	3.88% to 5.90%	2009	\$ 9,680,000		1,405,000	8,275,000	1,480,000
-- General Revenue Refunding Bonds, Series 1998A	9,380,000	4.30% to 5.75%	2011	7,710,000		805,000	6,905,000	845,000
-- General Revenue Refunding Bonds, Series 1998B	41,075,000	3.85% to 5.50%	2023	40,745,000		75,000	40,670,000	75,000
-- Variable Rate Demand Bonds, Series 2001	45,000,000	3.66%	2031	45,000,000			45,000,000	865,000
-- General Revenue Refunding Bonds, Series 2002	4,500,000	3.40% to 5.00%	2012	3,750,000		400,000	3,350,000	420,000
-- Variable Rate Demand Bonds, Series 2004	44,000,000		2034	44,000,000		360,000	43,640,000	350,000
Total Bonded Debt				150,885,000	0	3,045,000	147,840,000	4,035,000
Capital Leases								
-- Various equipment				10,060,828	941,911	2,917,768	8,084,971	2,852,661
Total Capital Leases				10,060,828	941,911	2,917,768	8,084,971	2,852,661
Other Long-term Liabilities								
-- Accrued leave liabilities				23,558,630	766,212		24,324,842	2,003,505
-- Deposits Refundable				19,579	508,472		528,051	
-- Other				8,248,491		135,344	8,113,147	46,719
Total Other Long-term Liabilities				31,826,700	1,274,684	135,344	32,966,040	2,050,224
Total				\$ 192,772,528	2,216,595	6,098,112	188,891,011	8,937,885
Due within one year							8,937,885	
Total Long-term Liabilities							\$ 179,953,126	
<u>IHL Board Office</u>								
Capital Leases								
-- Various equipment				\$ 14,438		3,919	10,519	3,372

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Notes to Financial Statements
For the Year Ended June 30, 2005

Description and Purpose	Original Issue	Annual Interest Rate	Maturity	Beginning Balance	Additions	Deletions	Balance June 30, 2005	Due Within One Year
-- Accrued leave liabilities				609,597	4,557		614,154	56,138
-- Other				<u>12,271,000</u>	<u>1,403,000</u>		<u>13,674,000</u>	
Total Other Long-term Liabilities				<u>12,880,597</u>	<u>1,407,557</u>	<u>0</u>	<u>14,288,154</u>	<u>56,138</u>
Total				\$ <u>12,895,035</u>	<u>1,407,557</u>	<u>3,919</u>	<u>14,298,673</u>	<u>59,510</u>
Due within one year							<u>59,510</u>	
Total Long-term Liabilities							\$ <u>14,239,163</u>	
<u>State of Mississippi Institutions of Higher Learning - Total</u>								
Total Bonded Debt				\$ <u>358,900,392</u>	<u>105,745,000</u>	<u>25,350,382</u>	<u>439,295,010</u>	<u>21,641,568</u>
Total Capital Leases				<u>23,688,456</u>	<u>8,094,433</u>	<u>13,789,029</u>	<u>17,993,860</u>	<u>5,883,384</u>
Other Long-term Liabilities								
Accrued leave liability				66,392,376	3,899,367	1,496,927	68,794,816	7,604,550
Deposits refundable				2,313,785	1,795,027	1,455,186	2,653,626	19,735
Notes payable				4,922,427		519,194	4,403,233	355,625
Other				<u>70,765,285</u>	<u>2,983,048</u>	<u>233,395</u>	<u>73,514,938</u>	<u>46,719</u>
Total Other Long-term Liabilities				<u>144,393,873</u>	<u>8,677,442</u>	<u>3,704,702</u>	<u>149,366,613</u>	<u>8,026,629</u>
Total Long-term Liabilities				\$ <u>526,982,721</u>	<u>122,516,875</u>	<u>42,844,113</u>	<u>606,655,483</u>	<u>35,551,581</u>

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Notes to Financial Statements
For the Year Ended June 30, 2005

<u>University - Fiscal Year</u>	<u>Bonded Debt</u>	<u>Capital Leases</u>	<u>Notes Payable</u>	<u>Interest</u>	<u>Total</u>
<u>Alcorn State University</u>					
2006	\$ 162,024	72,087		36,430	270,541
2007	174,813			25,579	200,392
2008	50,000			16,440	66,440
2009	60,000			13,200	73,200
2010	70,000			9,900	79,900
2011-2015	105,000			8,190	113,190
Totals	\$ <u>621,837</u>	<u>72,087</u>	<u>0</u>	<u>109,739</u>	<u>803,663</u>
<u>Delta State University</u>					
2006	\$ 264,544	672,015	21,000	465,789	1,423,348
2007	263,792	689,054	21,000	438,719	1,412,565
2008	268,388	603,990	21,000	411,224	1,304,602
2009	263,321	590,338	10,730	385,578	1,249,967
2010	265,001			373,529	638,530
2011-2015	1,958,127			1,251,082	3,209,209
2016-2020	2,375,000			399,545	2,774,545
2021-2025	690,000			74,187	764,187
Totals	\$ <u>6,348,173</u>	<u>2,555,397</u>	<u>73,730</u>	<u>3,799,653</u>	<u>12,776,953</u>
<u>Jackson State University</u>					
2006	\$ 1,570,000		70,540	3,482,669	5,123,209
2007	2,295,000		72,672	3,445,961	5,813,633
2008	2,180,000		74,869	3,416,709	5,671,578
2009	2,335,000		77,132	3,266,092	5,678,224
2010	2,365,000		79,463	3,244,912	5,689,375
2011-2015	12,385,000		434,826	14,499,154	27,318,980
2016-2020	13,250,000		504,633	11,836,382	25,591,015
2021-2025	15,555,000		110,260	8,867,813	24,533,073
2026-2030	16,535,000			5,213,912	21,748,912
2031-2035	14,535,000			1,581,341	16,116,341
Totals	\$ <u>83,005,000</u>	<u>0</u>	<u>1,424,395</u>	<u>58,854,945</u>	<u>143,284,340</u>

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Notes to Financial Statements
For the Year Ended June 30, 2005

<u>University - Fiscal Year</u>	<u>Bonded Debt</u>	<u>Capital Leases</u>	<u>Notes Payable</u>	<u>Interest</u>	<u>Total</u>
<u>Mississippi State University</u>					
2006	\$ 10,505,000	1,426,852		4,556,093	16,487,945
2007	3,790,000	2,290,610		4,370,911	10,451,521
2008	3,930,000	974,628		4,181,448	9,086,076
2009	4,040,000	641,161		3,648,144	8,329,305
2010	3,935,000	257,548		3,487,296	7,679,844
2011-2015	22,265,000	487		14,608,104	36,873,591
2016-2020	21,055,000			9,049,433	30,104,433
2021-2025	18,800,000			4,480,376	23,280,376
2026-2030	10,490,000			1,100,910	11,590,910
Totals	\$ <u>98,810,000</u>	<u>5,591,286</u>	<u>0</u>	<u>49,482,715</u>	<u>153,884,001</u>
<u>Mississippi University for Women</u>					
2006	\$	159,169		15,564	174,733
2007		135,886		10,648	146,534
2008		91,269		6,252	97,521
2009		77,945		3,239	81,184
2010		42,417		508	42,925
Totals	\$ <u>0</u>	<u>506,686</u>	<u>0</u>	<u>36,211</u>	<u>542,897</u>
<u>Mississippi Valley State University</u>					
2006	\$ 90,000			107,990	197,990
2007	90,000			105,360	195,360
2008	95,000			102,420	197,420
2009	100,000			98,360	198,360
2010	105,000			95,063	200,063
2011-2015	615,000			403,740	1,018,740
2016-2020	725,000			110,130	835,130
2021-2025	460,000			45,350	505,350
Totals	\$ <u>2,280,000</u>	<u>0</u>	<u>0</u>	<u>1,068,413</u>	<u>3,348,413</u>

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Notes to Financial Statements
For the Year Ended June 30, 2005

<u>University - Fiscal Year</u>	<u>Bonded Debt</u>	<u>Capital Leases</u>	<u>Notes Payable</u>	<u>Interest</u>	<u>Total</u>
<u>University of Mississippi</u>					
2006	\$ 3,535,000	249,269	114,085	2,936,254	6,834,608
2007	3,500,000	64,051	118,923	2,763,040	6,446,014
2008	3,650,000		123,978	2,605,195	6,379,173
2009	3,760,000		129,259	2,444,425	6,333,684
2010	3,845,000		251,778	2,270,857	6,367,635
2011-2015	19,200,000		765,797	8,668,828	28,634,625
2016-2020	19,110,000		391,608	4,145,779	23,647,387
2021-2025	5,455,000		344,680	840,608	6,640,288
2026-2028	1,980,000			132,563	2,112,563
	<u>\$ 64,035,000</u>	<u>313,320</u>	<u>2,240,108</u>	<u>26,807,549</u>	<u>93,395,977</u>
<u>University of Southern Mississippi</u>					
2006	\$ 1,480,000	447,959	150,000	1,832,344	3,910,303
2007	1,535,000	198,994	160,000	1,752,319	3,646,313
2008	1,595,000	110,022	170,000	1,674,480	3,549,502
2009	1,660,000	69,430	185,000	1,593,177	3,507,607
2010	1,730,000	33,189		1,513,860	3,277,049
2011-2015	9,950,000			6,283,756	16,233,756
2016-2020	10,395,000			3,680,981	14,075,981
2021-2025	6,375,000			1,213,807	7,588,807
2026-2030	1,635,000			131,175	1,766,175
Totals	<u>\$ 36,355,000</u>	<u>859,594</u>	<u>665,000</u>	<u>19,675,899</u>	<u>57,555,493</u>
<u>University of Mississippi Medical Center</u>					
2006	\$ 4,035,000	2,852,661		6,065,314	12,952,975
2007	4,230,000	2,404,894		5,825,492	12,460,386
2008	4,430,000	1,637,785		5,600,388	11,668,173
2009	4,655,000	1,095,224		5,389,985	11,140,209
2010	4,880,000	94,407		5,195,520	10,169,927
2011-2015	25,665,000			22,362,211	48,027,211
2016-2020	28,945,000			13,532,704	42,477,704
2021-2025	32,710,000			7,253,523	39,963,523
2026-2030	22,625,000			3,272,353	25,897,353
2031-2035	15,665,000			650,531	16,315,531
Totals	<u>\$ 147,840,000</u>	<u>8,084,971</u>	<u>0</u>	<u>75,148,021</u>	<u>231,072,992</u>

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Notes to Financial Statements
For the Year Ended June 30, 2005

<u>University - Fiscal Year</u>	<u>Bonded Debt</u>	<u>Capital Leases</u>	<u>Notes Payable</u>	<u>Interest</u>	<u>Total</u>
<u>IHL Board Office</u>					
2006	\$	3,372		346	3,718
2007		3,504		214	3,718
2008		3,643		76	3,719
Totals	\$	<u>0</u>	<u>10,519</u>	<u>0</u>	<u>636</u>
<u>State of Mississippi - Institutions of Higher Learning</u>					
2006	\$	21,641,568	5,883,384	355,625	19,498,793
2007		15,878,605	5,786,993	372,595	18,738,243
2008		16,198,388	3,421,337	389,847	18,014,632
2009		16,873,321	2,474,098	402,121	16,842,200
2010		17,195,001	427,561	331,241	16,191,445
2011-2015		92,143,127	487	1,200,623	68,085,065
2016-2020		95,855,000		896,241	42,754,954
2021-2025		80,045,000		454,940	22,775,664
2026-2030		53,265,000		9,850,913	63,115,913
2031-2035		30,200,000		2,231,872	32,431,872
Totals	\$	<u>439,295,010</u>	<u>17,993,860</u>	<u>4,403,233</u>	<u>234,983,781</u>

(8) 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:

<u>Year Ending June 30</u>	<u>Amount</u>
2006	\$ 9,437,958
2007	8,411,672
2008	8,120,674
2009	7,979,554
2010	<u>7,780,521</u>
Total Minimum Payments Required	<u>\$ 41,730,379</u>

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, 2005, was \$7,846,856.

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Notes to Financial Statements
For the Year Ended June 30, 2005

(9) Natural Classifications with Functional Classifications.

The universities' operating expenses by functional classification were as follows for the year ended June 30, 2005:

Functional Classification	Salaries & Wages	Fringe Benefits	Travel	Contractual Services	Utilities	Scholarships & Fellowships	Commodities	Depreciation Expense	Other	Total
Instruction	\$ 320,125,702	80,130,824	8,079,971	32,513,716	408,639	1,488,622	15,882,629			458,630,103
Research	124,268,234	30,225,941	8,207,356	76,177,713	2,442,554	2,109,428	30,735,096			274,166,322
Public service	62,859,462	16,285,998	4,712,983	31,794,995	508,424	374,507	8,540,657		12,425	125,089,451
Academic support	51,018,883	12,660,997	2,194,795	20,126,497	292,463	497,883	12,420,706		48,086	99,260,310
Student services	28,051,965	7,578,611	2,768,714	9,881,474	27,712	90,431	5,217,177			53,616,084
Institutional support	87,944,444	20,876,199	3,290,213	56,134,320	133,571	742,899	19,331,406	278,000	176,858	188,907,910
Operation of plant	40,552,021	13,097,104	295,234	14,314,981	28,743,958	21,461	7,328,122		13,482	104,366,363
Student aid	4,666,886	1,686,658	29,872	10,376,518		107,438,628	267,351			124,465,913
Auxiliary enterprises	43,006,838	10,450,878	6,333,001	42,173,690	8,921,119	9,181,952	15,777,010	6,084	128,292	135,978,864
Depreciation								80,020,022		80,020,022
Hospital	154,281,981	40,726,997	71,936	90,259,941			97,717,194			383,058,049
Loan fund expenses							(60)		1,627,609	1,627,549
Other					12,501,670		1,166,510		146,415	13,814,595
Total Operating Expenses	\$ 916,776,416	233,720,207	35,984,075	383,753,845	53,980,110	121,945,811	214,383,798	80,304,106	2,153,167	2,043,001,535

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Notes to Financial Statements
For the Year Ended June 30, 2005

(10) Construction Commitments and Financing.

The universities have contracted for various construction projects as of June 30, 2005. Estimated costs to complete the various projects and the sources of anticipated funding are presented below:

	Total Costs to Complete	Funded by			
		Federal Sources	State Sources	Institutional Funds	Other
Alcorn State University	\$ 4,761,589		4,761,589		
Delta State University	2,738,299		2,738,299		
Jackson State University	13,441,779		12,371,327	1,070,452	
Mississippi State University	226,066,572	8,910,815	104,833,186	95,259,821	17,062,750
Mississippi University for Women	19,365,336		6,550,759	12,814,577	
Mississippi Valley State University	20,513,026	119,000	19,354,356	1,039,670	
University of Mississippi	49,060,575	5,553,000	15,031,300	13,650,275	14,826,000
University of Southern Mississippi	28,093,730	8,934,030	3,850,396	15,309,304	
University of MS Medical Center	<u>67,012,281</u>	<u>19,685,159</u>	<u>3,193,253</u>	<u>7,610,042</u>	<u>36,523,827</u>
Total	\$ <u>431,053,187</u>	<u>43,202,004</u>	<u>172,684,465</u>	<u>146,754,141</u>	<u>68,412,577</u>

(11) Donor Restricted Endowments.

The net appreciation on investments of donor restricted endowments that is available for authorization for expenditures is \$17,499,440. This amount is included on the Statement of Net Assets as "Net Assets - Expendable 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.

(12) Pension Plan.

Plan description - The State of Mississippi Institutions of Higher Learning participate in either the Public Employees' Retirement System of Mississippi (PERS), a cost-sharing multiple-employer defined benefit pension plan or 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.

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Notes to Financial Statements For the Year Ended June 30, 2005

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 current rate is 9.75% of annual covered payroll. The contribution requirement of PERS members are established and may be amended only by the State of Mississippi Legislature. The universities' contributions to PERS for the years ending June 30, 2005, 2004 and 2003 were \$57,861,613, \$56,287,197 and \$55,082,364, respectively, equal to the required contributions for each 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 institutions of higher learning. The universities' contributions to ORP for the years ending June 30, 2005, 2004 and 2003 were \$15,376,055, \$14,033,079 and \$12,580,457, respectively, equal to the required contributions for each 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 System's reporting entity for financial reporting purposes.

(13) Self-Insured Worker's Compensation Program.

The State of Mississippi Institutions of Higher Learning (IHL) participate in the State Institutions of Higher Learning Self-Insured Workers' Compensation Program (the Program). The Program exists in order to provide a mechanism for the IHL to fund and budget for the costs of providing workers' compensation benefits to eligible employees. The Program does not pay benefits directly to employees. Rather, funds are set-aside in trust, and a third party Program administrator is utilized to distribute the benefits to eligible employees. Total audited assets of the Program at June 20, 2005, were \$11,690,853 and liabilities were \$11,824,473.

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 IHL Worker's Compensation Funds's ability to pay claims.

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Notes to Financial Statements
For the Year Ended June 30, 2005

The following represents changes in the unpaid claims liabilities for the Program during the period ended June 30, 2005:

Accrued Claims at Beginning of Year	\$ <u>10,341,000</u>
Incurred Claims:	
Provision for insured events of the current year	5,031,000
Increase (decrease) in provision for insured events of prior years	<u>1,036,000</u>
Total Incurred Claims	<u>6,067,000</u>
Payments:	
Claims attributable to insured events of the current year	1,192,000
Claims attributable to insured events of prior years	<u>3,535,000</u>
Total Payments	<u>4,727,000</u>
Total Accrued Claims at End of Year	\$ <u>11,681,000</u>

At June 30, 2005, \$13,990,000 of unpaid claims are presented at their present value of \$11,681,000. These claims are discounted at an annual rate of 4.5%.

(14) Unemployment Trust Fund.

The State of Mississippi Institutions of Higher Learning (IHL) participate in a self-funded Unemployment Trust Fund (the Fund). The Fund exists in order to provide a mechanism for the IHL to fund and budget for the costs of providing unemployment benefits to eligible former employees. The 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 employees. The assets of the Fund at June 30, 2005, were \$1,496,020, and the liabilities were \$1,649,246.

A professional licensed actuarial firm was contracted to perform an actuarial analysis of the Fund as of June 30, 2005. They determined the recommended funding requirement as of June 30, 2005, is \$1.45 million to \$2.0 million. Furthermore, they concluded that the actual assets of the funds, \$1,496,020 at June 30, 2005, is reasonable and the Fund is adequately funded with a margin of conservatism.

(15) Tort Liability Fund.

The State of Mississippi Institutions of Higher Learning (IHL) participate 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.

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Notes to Financial Statements
For the Year Ended June 30, 2005

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

During the 2004 year, the IHL 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. These liabilities are included in the unpaid claim liabilities. The policy had provided for retention of liability by the Fund of \$1,000,000 per claim. Prior to 2003, professional liability claims in excess of the retention were paid by both the universities and by the Fund. The Fund is currently funding and intends to fund in the future professional liability claims. Accordingly, the Fund is providing for professional liability claims in its actuarially computed claim liabilities.

A professional licensed actuarial firm was contracted to perform an actuarial analysis of the IHL Tort Fund as of June 30, 2005. Total audited assets of the IHL Tort Fund at June 30, 2005, were \$5,766,955 and the liabilities were \$5,176,517. The difference between the assets and the liabilities of the IHL Tort Fund is not expected to impact the IHL Tort Funds's ability to pay claims in the near future.

The following represents changes in the unpaid claims liabilities for the Program during the period ended June 30, 2005:

Accrued Claims at Beginning of Year	\$	<u>5,677,000</u>
Included Claims and claim adjustment expense		
Provision for insured events of the current year		1,399,000
Increase (decrease) in provision for insured events of prior years		<u>(1,173,000)</u>
Total Included Claims and claim adjustment expense		<u>226,000</u>
Claims and claim adjustment expense paid:		
Claims attributable to insured events of the current year		55,000
Claims attributable to insured events of prior years		<u>700,000</u>
Total Payments		<u>755,000</u>
Total Accrued Claims at End of Year	\$	<u><u>5,148,000</u></u>

At June 30, 2005, \$5,784,000 of unpaid claims are presented at their present value of \$5,148,000.

(16) 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 State Institutions of Higher Learning to establish a fund in order to self-insure a certain portion of its liability under the Mississippi Tort Claims Act.

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Notes to Financial Statements
For the Year Ended June 30, 2005

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 State Institutions of Higher Learning 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 audited assets of the UMMC Tort Claims Fund at June 30, 2005, were \$29,775,314, and the liabilities were \$27,210,371. 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 Program during the period ended June 30, 2005:

Accrued Claims at Beginning of Year		\$ <u>28,284,000</u>
Incurred Claims:		
Provision for insured events of the current year		5,807,000
Increase (decrease) in provision for insured events of prior years		<u>(4,054,000)</u>
Total Incurred Claims		<u>1,753,000</u>
Payments:		
Claims attributable to insured events of the current year		43,000
Claims attributable to insured events of prior years		<u>2,969,000</u>
Total Payments		<u>3,012,000</u>
Total Accrued Claims at End of Year		\$ <u><u>27,025,000</u></u>

At June 30, 2005, unpaid claims of \$30,128,000 are presented at their present value of \$27,025,000. These claims are discounted at an annual rate of approximately 4%.

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Notes to Financial Statements
For the Year Ended June 30, 2005

(17) Subsequent Events.

On August 29, 2005, Hurricane Katrina made landfall along the Mississippi Gulf Coast and continued its path northward through the state. The major damage from Katrina made this storm the most destructive and costliest natural disaster in United States history.

At this time, it's not possible to quantify the full extent of the monetary and other damages to the Universities in the State of Mississippi.

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MISSISSIPPI STATE UNIVERSITY FOUNDATION, INC.

Notes to Financial Statements

June 30, 2005 and 2004

(1) Significant Accounting Policies

(a) 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).

(b) 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.

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

June 30, 2005 and 2004

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

(c) *Use of Estimates*

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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.

(d) *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 is provided on the straight-line method over the estimated useful life of the assets. The estimated useful lives for buildings is 30-40 years and furniture, fixtures, and equipment is 5 years.

(e) *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 partnership interests and real estate investments. The fair value of publicly traded fixed income and equity securities investments are based on quoted market prices. Since partnership 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 of the underlying partnerships. 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 primarily of liquid short-term instruments held by the investment pool.

The Foundation believes that the carrying amount of its other investments is a reasonable estimate of fair value as of June 30, 2005 and 2004. 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.

MISSISSIPPI STATE UNIVERSITY FOUNDATION, INC.

Notes to Financial Statements

June 30, 2005 and 2004

(f) Pledges

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

(g) Split Interest Agreements

The Foundation accepts gifts subject to split interest agreements. These gifts may be in the form of 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, 2005 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.

Contribution revenue attributable to split interest agreements for the fiscal years ended June 30, 2005 and 2004 was \$866,027 and \$318,495, respectively.

(h) 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 interest method.

(i) Income Taxes

The Foundation is exempt from Federal and state income taxes.

(j) Liquidity

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

(k) Reclassifications

Certain reclassifications have been made to the 2004 financial statements to conform with the 2005 presentation.

(2) Investments

The Foundation, the University, the Alumni Foundation and the 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, 2005 and 2004, approximately 79% and 71%, respectively, of the Foundation's investments are included in the pool.

Endowment earnings are primarily allocated to temporarily restricted net assets based on specified annual rates as determined by the Foundation's board of directors. At June 30, 2005 and 2004, the fair value of

MISSISSIPPI STATE UNIVERSITY FOUNDATION, INC.

Notes to Financial Statements

June 30, 2005 and 2004

certain permanently restricted investments have gone below their historical cost and the deficiency of \$1,080,592 and \$2,169,554, respectively, has been recorded in unrestricted net assets.

Investments are summarized as follows at June 30, 2005 and 2004:

	2005		2004	
	Cost	Estimated fair value	Cost	Estimated fair value
U. S. Government securities	\$ 5,394,311	5,387,456	11,096,832	11,109,410
Corporate bonds	18,823,727	18,817,759	24,524,946	24,355,923
Corporate stocks	105,856,030	113,702,425	74,051,398	81,052,295
Partnership interests	24,665,621	28,005,432	17,484,145	18,804,132
Short-term investments	2,594,229	2,594,229	3,481,296	3,481,296
Real estate	1,898,659	1,898,659	1,332,295	1,332,295
Other	1,368,423	1,368,423	1,223,068	1,223,068
	<u>\$ 160,601,000</u>	<u>171,774,383</u>	<u>133,193,980</u>	<u>141,358,419</u>

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, 2005 and 2004 with an approximate fair value of \$6,352,563 and \$12,384,887, respectively.

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

	Unrestricted	Temporarily restricted	Permanently restricted	Total
June 30, 2005:				
Dividends and interest (net of expenses of \$288,093)	\$ 3,280,944	1,161,443	1,919	4,444,306
Realized gains, net	2,520,132	244,399	277,975	3,042,506
Unrealized gains, net	5,643,220	4,599	101,204	5,749,023
Allocation of earnings	(3,948,776)	3,948,501	275	—
	<u>\$ 7,495,520</u>	<u>5,358,942</u>	<u>381,373</u>	<u>13,235,835</u>
June 30, 2004:				
Dividends and interest (net of expenses of \$344,373)	\$ 2,030,869	1,606,264	260	3,637,393
Realized gains (losses), net	5,306,737	301,452	(32,138)	5,576,051
Unrealized gains, net	6,438,510	89,651	362,188	6,890,349
Allocation of earnings	(3,114,344)	3,114,344	—	—
	<u>\$ 10,661,772</u>	<u>5,111,711</u>	<u>330,310</u>	<u>16,103,793</u>

MISSISSIPPI STATE UNIVERSITY FOUNDATION, INC.

Notes to Financial Statements

June 30, 2005 and 2004

(3) Pledges Receivable

Pledges receivable, net, are summarized as follows at June 30, 2005 and 2004:

	<u>2005</u>	<u>2004</u>
Unconditional promises expected to be collected in:		
Less than one year	\$ 7,281,593	23,629,457
One year to five years	9,720,625	8,334,531
Over five years	<u>2,150,096</u>	<u>2,798,804</u>
	19,152,314	34,762,792
Less unamortized discount (rate approximated 4% in 2005 and 2004)	<u>(1,729,983)</u>	<u>(2,285,470)</u>
	17,422,331	32,477,322
Less allowance for uncollectible pledges	<u>(453,839)</u>	<u>(596,184)</u>
	<u>\$ 16,968,492</u>	<u>31,881,138</u>

(4) Note Receivable

At June 30, 2005 and 2004, the Foundation had a note receivable of \$476,591 and \$512,947, respectively, all of which was with a related party. The note receivable has an interest rate of 6% and a maturity date of August 2014.

(5) Land, Buildings and Equipment

Land, buildings and equipment are summarized as follows at June 30, 2005 and 2004:

	<u>2005</u>	<u>2004</u>
Land and buildings	\$ 11,987,491	12,736,163
Furniture, fixtures, and equipment	<u>2,772,406</u>	<u>2,741,443</u>
	14,759,897	15,477,606
Less accumulated depreciation	<u>(2,376,730)</u>	<u>(1,620,886)</u>
	<u>\$ 12,383,167</u>	<u>13,856,720</u>

MISSISSIPPI STATE UNIVERSITY FOUNDATION, INC.

Notes to Financial Statements

June 30, 2005 and 2004

(6) Long-Term Debt

Long-term debt is summarized as follows at June 30, 2005 and 2004:

	<u>2005</u>	<u>2004</u>
Mississippi Business Finance Corporation, Variable Rate Revenue Bonds, Series 2002.	\$ 4,200,000	4,800,000
Unsecured note payable to private foundation, unpaid principal due January 2007. Interest is payable annually at a variable amount not to exceed 4%.	1,000,000	1,000,000
Non-interest bearing unsecured note payable to a private foundation, due November 2005.	472,707	550,000
Non-interest bearing unsecured note payable to private foundation, due March 2008.	<u>1,500,000</u>	<u>1,500,000</u>
	7,172,707	7,850,000
Less unamortized bond discount	<u>(33,600)</u>	<u>(38,400)</u>
	<u>\$ 7,139,107</u>	<u>7,811,600</u>

In April 2002, the Foundation obtained \$6,000,000 in Series 2002 Variable Rate Revenue Bonds from the Mississippi Business Finance Corporation. Principal installments are due in fixed amounts through 2012. Interest is payable at a variable rate (2.4% at June 30, 2005). 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.

Interest expense incurred during the years ended June 30, 2005 and 2004 was \$94,932 and \$64,092, respectively.

The aggregate future maturities of long-term debt at June 30, 2005 are summarized as follows:

Fiscal year:	
2006	\$ 1,072,707
2007	1,600,000
2008	2,100,000
2009	600,000
2010	600,000
Thereafter	<u>1,200,000</u>
	<u>\$ 7,172,707</u>

MISSISSIPPI STATE UNIVERSITY FOUNDATION, INC.

Notes to Financial Statements

June 30, 2005 and 2004

The Foundation is subject to various restrictive and financial maintenance covenants related to certain long-term debt. At June 30, 2005, the Foundation was not in compliance with one of the debt covenants but obtained a waiver, dated October 18, 2005, curing this violation.

(7) Net Assets

Temporarily restricted and permanently restricted net assets at June 30, 2005 and 2004 were available for the following purposes:

	<u>Net assets</u>	
	<u>Temporarily restricted</u>	<u>Permanently restricted</u>
June 30, 2005:		
General college support	\$ 12,772,935	50,470,528
Student financial aid	12,014,048	65,365,189
Research	2,361,422	10,569,226
Faculty and staff support	2,550,243	28,415,754
Facilities	20,730,061	6,089,598
Other	945,103	1,699,777
	<u> </u>	<u> </u>
Total	\$ <u>51,373,812</u>	<u>162,610,072</u>

	<u>Net assets</u>	
	<u>Temporarily restricted</u>	<u>Permanently restricted</u>
June 30, 2004:		
General college support	\$ 14,286,736	40,582,890
Student financial aid	11,521,363	55,308,721
Research	2,150,634	8,622,744
Faculty and staff support	2,634,987	28,466,304
Facilities	18,289,106	6,426,578
Other	881,445	1,565,467
	<u> </u>	<u> </u>
Total	\$ <u>49,764,271</u>	<u>140,972,704</u>

(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 various notes receivable has been estimated using current interest rates and approximate the carrying amounts at June 30, 2005 and 2004. 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, 2005 and 2004.

MISSISSIPPI STATE UNIVERSITY FOUNDATION, INC.

Notes to Financial Statements

June 30, 2005 and 2004

(9) Lease Commitment

The Foundation had entered into a previous lease agreement for the use of an airplane under a noncancelable operating lease. In August 2004, the Foundation entered into a new aircraft operating lease agreement under substantially the same terms of the previous lease with a new expiration date of August 2014. Rent expense related to these leases was \$432,600 in 2005 and 2004. Future minimum lease payments are as follows:

Fiscal year:		
2006	\$	432,600
2007		432,600
2008		432,600
2009		432,600
2010		432,600
Thereafter		<u>1,802,500</u>
Total future minimum lease payments	\$	<u><u>3,965,500</u></u>

THE UNIVERSITY OF MISSISSIPPI FOUNDATION

Notes to Financial Statements

June 30, 2005 and 2004

(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.

(2) Summary of Significant Accounting Policies

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.

Unrestricted net assets generally arise from the general operations of the Foundation. The use of unrestricted net assets is limited only within the broad guidelines set forth within the Foundation's governing documents.

Temporarily restricted net assets generally arise from donor-imposed restrictions. Temporarily restricted net assets are to be used in a future period or for a specific program or purpose.

Permanently restricted net assets also generally arise from donor-imposed restrictions but include stipulations that the assets be used for a specific purpose in perpetuity.

(a) Use of Estimates

The Foundation prepares its financial statements in accordance with accounting principles generally accepted in the United States of America 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, allowance for uncollectible pledges, certain fair market values and depreciation of property and equipment. Actual results could differ from those estimates.

The Foundation's investments are primarily invested in various types of investment securities 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 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.

(b) Donor-Imposed Restrictions

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or are restricted by the donor 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 Statement of Changes in Net Assets as net assets released from restriction.

THE UNIVERSITY OF MISSISSIPPI FOUNDATION

Notes to Financial Statements

June 30, 2005 and 2004

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 for purposes specified by the donors, if any.

(c) Revenue Recognition

The Foundation generally recognizes gifts as revenue when notified of the existence of a pledge in the form of an unconditional promise to give. Pledges, less an allowance for uncollectable amounts and a present value discount, are recorded as revenue in the year the pledge is made. 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 held by the Chancellor's Trust (unrestricted) is recorded as income each year. The excess of the face amount of the insurance over the cash surrender value is deferred until receipt.

The Foundation earns a management fee of one-half of one percent on certain endowment funds. For the years ended June 30, 2005 and 2004, the management fee earned by the Foundation was approximately \$1,009,000 and \$906,000, respectively, and was recorded as other income in unrestricted net assets.

(d) Cash and Cash Equivalents

The Foundation recognizes cash and securities with a maturity of three months or less as cash and cash equivalents.

(e) Investments

Investment securities with readily determinable market values, as defined by Statement of Financial Accounting Standards (SFAS) No. 124, *Accounting for Certain Investments Held by Not-for-Profit Organizations*, are recorded at market value. The Foundation has chosen to carry other investment securities not covered by SFAS No. 124 at cost as permitted by the Audit Guide for Colleges and Universities.

Investments are summarized as follows at June 30, 2005

	<u>Cost</u>	<u>Fair value</u>
Certificates of deposit	\$ 755,016	755,016
Corporate and municipal bonds	19,367,461	18,928,921
Mutual funds	191,500,400	216,714,712
Equity investments	1,635,816	470,614
Other	13,149,487	13,149,487
	<u>\$ 226,408,180</u>	<u>250,018,750</u>

THE UNIVERSITY OF MISSISSIPPI FOUNDATION

Notes to Financial Statements

June 30, 2005 and 2004

Investments are summarized as follows at June 30, 2004:

	Cost	Fair value
Certificates of deposit	\$ 3,136,766	3,136,766
Corporate and municipal bonds	12,363,464	12,967,765
Mutual funds	185,370,945	201,730,730
Equity investments	1,840,029	830,889
Other	13,117,463	13,117,463
	\$ 215,828,667	231,783,613

At June 30, 2005 and 2004, the fair values of certain permanently restricted investments are below their historical cost by approximately \$47,000 and \$222,000, respectively, and have been recorded in unrestricted net assets.

(f) 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.

(g) Fair Value of Financial Instruments

The carrying amounts at June 30, 2005 and 2004 for cash and cash equivalents, pledges receivable, and other liabilities approximate their fair values.

(h) Split Interest Agreements

The Foundation accepts gifts subject to split interest agreements. 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. Funds subject to split interest agreements are classified as temporarily restricted or permanently restricted based upon donor designations.

(i) Reclassifications

Certain reclassifications have been made to the prior year financial statements in order to conform to the current year presentation.

(3) Pledges Receivable

The Foundation, through fund raising projects in support of various activities, has obtained pledges. Pledges, substantially maturing at various dates through 2021 (approximately \$5,679,000 is due in fiscal year 2006, \$19,613,000 is due in total during the period including fiscal year 2007 through fiscal year 2011, and \$12,261,000 is due thereafter) are recognized as revenue when the Foundation is notified that a pledge, representing an unconditional promise to give, has been made. A summary of pledges receivable as of June 30, 2005 and 2004 is as follows:

THE UNIVERSITY OF MISSISSIPPI FOUNDATION

Notes to Financial Statements

June 30, 2005 and 2004

	2005	2004
Unrestricted	\$ —	—
Temporarily restricted	25,017,614	29,041,783
Permanently restricted	12,535,869	13,675,790
	37,553,483	42,717,573
Allowances for doubtful pledges	(2,635,043)	(2,527,949)
Present value discount (weighted average rate of 5.36% and 5.36%, respectively)	(9,897,731)	(10,104,490)
	\$ 25,020,709	30,085,134

(4) 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 are deferred and recognized as revenue only when collected. The face amount of life insurance policies owned by the Foundation as of June 30, 2005 and 2004 was \$1,083,000. The cash surrender value of such policies as of June 30, 2005 and 2004 was \$243,000 and \$234,000, respectively, which is reflected as other assets in the accompanying statements of financial position.

(5) Unitrusts

The Foundation administered charitable remainder unitrusts with net assets of approximately \$4,430,000 and \$3,721,000 as of June 30, 2005 and 2004, respectively. According to specifications in the trust agreements, a certain amount of income from the trust assets must be distributed to the income beneficiaries each year. The remainder of the income and the assets will become the property of the Foundation at a time designated in the agreements, usually upon the death of the income beneficiary.

(6) Property and Equipment

Property and equipment consist of the following at June 30, 2005 and 2004:

	2005	2004
Land	\$ 300,000	300,000
Building and equipment	2,468,605	2,413,961
Total	2,768,605	2,713,961
Accumulated depreciation	(644,236)	(510,009)
Property and equipment, net	\$ 2,124,369	2,203,952

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

THE UNIVERSITY OF MISSISSIPPI FOUNDATION

Notes to Financial Statements

June 30, 2005 and 2004

(7) Net Assets

Permanently restricted net assets at June 30, 2005 and 2004 were available for the following purposes:

	2005	2004
Academic and program support	\$ 90,337,881	82,478,934
Scholarship support	73,776,484	74,715,714
Faculty support	39,093,752	37,942,225
Library support	12,735,741	14,129,201
Total	\$ 215,943,858	209,266,074

(8) Funds Held in Trust for Others

The Foundation administered funds for others of approximately \$19,811,000 and \$22,802,000 at June 30, 2005 and 2004, respectively. These funds are commingled with the Foundation's investments and are accounted for at the market value of the underlying investments. Earnings and losses from these investments are not included in the results of operations of the Foundation.

The Foundation assists with fund raising activities of the University and processes the receipts for many University affiliated organizations. During 2005, the Foundation received approximately \$686,000 for the University of Mississippi Alumni Association; \$10,074,000 for the Loyalty Foundation; and \$265,000 for the University of Mississippi Medical Center Alumni Association. Distributions to these organizations, all of which were made at the direction of the affiliated organization, during 2005 include approximately \$454,000 to the University of Mississippi Alumni Association; \$10,421,000 to the Loyalty Foundation; and \$333,000 to the University of Mississippi Medical Center Alumni Association. In addition to these affiliated organizations, the Foundation maintains funds for certain other third party organizations. During 2005, the Foundation received approximately \$962,000 from these organizations and made distributions to these organizations, at the organization's direction, in the amount of approximately \$295,000.

During 2004, the Foundation received approximately \$506,000 for the University of Mississippi Alumni Association; \$12,781,000 for the Loyalty Foundation; and \$283,000 for the University of Mississippi Medical Center Alumni Association. Distributions to these organizations, all of which were made at the direction of the affiliated organization, during 2004 include approximately \$195,000 to the University of Mississippi Alumni Association and \$12,422,000 to the Loyalty Foundation; and \$381,000 to the University of Mississippi Medical Center Alumni Association. During 2004, the Foundation received approximately \$191,000 from other third party organizations for which the Foundation maintains funds.

(9) Salary Continuation Plan Agreements

The Foundation has entered into agreements with certain employees of the University and its affiliates designed to provide compensation to such employees payable upon their retirement from active service with the University or the affiliate. Accordingly, the Foundation maintains funds in separate accounts for such employees in its pool of investments. The board of directors of the Foundation determines the amount of quarterly contributions to the employees' account. At June 30, 2005 and 2004, the Foundation held funds for this purpose in the amount of approximately \$2,988,000 and \$2,588,000, respectively, subject to a corresponding liability.

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STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING



COMBINING SUPPLEMENTAL INFORMATION

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING
Combining Statement of Net Assets
For the Year Ended June 30, 2005

	ASU	DSU	JSU	MSU	MUW	MVSU	UM	USM	UMC	IHL	TOTAL
Assets											
Current Assets:											
Cash and cash equivalents	\$ 980,916	2,405,865	(173,383)	53,803,520	2,338,274	888,827	23,656,695	18,853,904	58,523,355	3,753,747	165,031,720
Short-term investments	4,849,113	927,821	86,420,662	12,384,341	1,000,000	10,288,861	44,507,864	5,885,942	27,423,060	252,198	193,939,862
Accounts receivable, net	11,577,413	3,648,555	21,906,815	39,574,631	7,217,146	11,593,860	30,868,978	27,322,492	81,767,340	2,917,311	238,394,541
Student notes receivable, net	84,533	561,563	31,468	3,820,568	233,647	50,847	2,624,871	1,528,689	608,748	750,818	10,295,752
Inventories	102,702	312,269	327,470	2,204,229	22,753	372,684	755,755	653,917	14,755,062	474,801	19,981,642
Prepaid expenses	9,711	162,250	1,663,758	5,508,385	187,537	37,985	248,392	1,725,329	1,128,419	64,941	10,736,707
Other current assets			69,431						395,075		464,506
Total Current Assets	17,604,388	8,018,323	110,246,221	117,295,674	10,999,357	23,233,064	102,662,555	55,970,273	184,601,059	8,213,816	638,844,730
Noncurrent Assets:											
Restricted cash and cash equivalents	823,586	649,695	5,240,942		(413,599)	1,182,774	6,341,084	3,558,605	53,987,580		71,370,667
Endowment investments	209,871	9,639	5,009,372	18,331,617	2,914,779	1,155,249	62,954,226	2,404,029	41,747,481	2,636,004	137,372,267
Other long term investments		11,107,701	1,181,699	64,243,587	6,759,177	9,188	47,289,303	52,802,259	56,163,569	20,976,234	260,532,717
Student notes receivable, net		1,401,762	1,215,179	13,200,719	1,206,539	24,795	13,834,889	22,736,769	12,505,278	20,905,358	87,031,288
Capital assets, net of accumulated depreciation	74,571,695	78,555,059	154,481,066	451,700,620	61,973,827	37,664,380	380,408,560	228,775,129	321,692,978	5,659,724	1,795,483,038
Other noncurrent assets								61,901			61,901
Total Noncurrent Assets	75,605,152	91,723,856	167,128,258	547,476,543	72,440,723	40,036,386	510,828,062	310,338,692	486,096,886	50,177,320	2,351,851,878
Total Assets	93,209,540	99,742,179	277,374,479	664,772,217	83,440,080	63,269,450	613,490,617	366,308,965	670,697,945	58,391,136	2,990,696,608
Liabilities											
Current Liabilities:											
Accounts payable and accrued liabilities	4,490,493	3,033,055	3,257,172	23,091,944	1,974,957	2,007,545	11,256,856	9,352,679	34,384,551	1,123,267	93,972,519
Deferred revenues	33,775	830,321	4,611,187	7,971,523	780,914		13,103,076	11,107,898	1,168,964		39,607,658
Accrued leave liabilities - current portion	990,863	242,193	525,522	1,563,088	65,857	127,384	1,030,000	1,000,000	2,003,505	56,138	7,604,550
Long-term liabilities - current portion	234,111	957,559	1,640,540	11,931,852	159,169	90,000	3,898,354	2,077,959	6,887,661	3,372	27,880,577
Other current liabilities		19,735		180,458		1,685,369	477,823	46,745	8,919,231	4,655,000	15,984,361
Total Current Liabilities	5,749,242	5,082,863	10,034,421	44,738,865	2,980,897	3,910,298	29,766,109	23,585,281	53,363,912	5,837,777	185,049,665

	ASU	DSU	JSU	MSU	MUW	MVSU	UM	USM	UMC	IHL	TOTAL
Noncurrent liabilities:											
Deposits refundable	544,095	414,035	23,170	92,541		168,870	431,735	431,394	528,051		2,633,891
Accrued leave liabilities	1,031,307	1,164,258	2,498,402	16,362,287	874,956	1,856,815	7,171,702	7,351,186	22,321,337	558,016	61,190,266
Long-term liabilities	459,813	8,019,741	82,788,855	92,469,434	347,517	2,190,000	62,690,074	35,801,635	149,037,310	7,147	433,811,526
Other long-term liabilities		20,663		14,801,179	1,227,875	38,011	8,849,400	27,882,382	8,066,428	13,674,000	74,559,938
Total Noncurrent Liabilities	2,035,215	9,618,697	85,310,427	123,725,441	2,450,348	4,253,696	79,142,911	71,466,597	179,953,126	14,239,163	572,195,621
Total Liabilities	7,784,457	14,701,560	95,344,848	168,464,306	5,431,245	8,163,994	108,909,020	95,051,878	233,317,038	20,076,940	757,245,286
Net Assets											
Invested in capital assets, net of related debt	73,877,771	69,651,489	135,929,938	346,451,603	61,467,141	35,384,380	313,820,132	190,895,535	165,768,007	5,649,205	1,398,895,201
Restricted for:											
Nonexpendable:											
Scholarships and fellowships			10,250,314	11,415,490	525,330	1,506,150	3,677,104				27,374,388
Research				4,500,000			73,975				4,573,975
Other purposes	209,871			239,789			42,115,159	569,090	12,776,059		55,909,968
Expendable:											
Scholarships and fellowships			9,192	2,914,570		1,357,851	5,143,564	1,159,594	1,493,976	27,249,101	39,327,848
Research				19,472,424			5,693,354	(1,000,204)	19,475,493		43,641,067
Capital projects		5,883,417	14,244,782	3,761,189	1,186,623	5,413,692	9,708,938	2,266,549	69,567,278		112,032,468
Debt service	413,799	324,923	523,398	8,707,208		5,155,710	406,909	4,432,616	3,589,048	68,808	23,622,419
Loans	1,475,400	2,047,541	1,571,631	7,666,913	1,805,991	876,755	10,725,421	5,397,803	6,476,571		38,044,026
Other purposes	79,376	275,271			179,880	993,326	8,052,748	812,660	58,562,124	2,406,398	71,361,783
Unrestricted	9,368,866	6,857,978	19,500,376	91,178,725	12,843,870	4,417,592	105,164,293	66,723,444	99,672,351	2,940,684	418,668,179
Total Net Assets	\$ 85,425,083	85,040,619	182,029,631	496,307,911	78,008,835	55,105,456	504,581,597	271,257,087	437,380,907	38,314,196	2,233,451,322

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING
Combining Statement of Revenues, Expenses and Changes in Net Assets
For the Year Ended June 30, 2005

	ASU	DSU	JSU	MSU	MUW	MVSU	UM	USM	UMC	IHL	TOTAL
Operating Revenues:											
Tuition and fees	\$ 13,833,386	15,382,492	38,714,017	86,250,497	8,911,876	14,527,991	95,241,339	78,991,971	5,983,873		357,837,442
Less: Scholarship allowances	(6,206,442)	(4,732,477)	(5,276,961)	(19,178,775)	(2,250,815)	(3,023,394)	(20,671,362)	(14,220,379)	(982,672)		(76,543,277)
Net tuition and fees	7,626,944	10,650,015	33,437,056	67,071,722	6,661,061	11,504,597	74,569,977	64,771,592	5,001,201	0	281,294,165
Federal appropriations				13,574,507							13,574,507
Federal grants and contracts	21,598,613	8,151,000	61,288,114	120,269,354	4,494,236	18,304,593	65,776,869	71,549,752	38,367,064	8,739,682	418,539,277
State grants and contracts	56,040	1,261,865	549,081	20,886,317	6,389,410	468,705	9,517,661	8,605,091	1,303,624	2,706,756	51,744,550
Non-governmental grants and contracts	600,880	2,316,694	1,342,455	5,939,176	1,587,199	70,000	22,461,073	5,230,232	29,365,397	676,815	69,589,921
Sales and services of educational departments	321,478	826,176	1,143,036	23,810,918	807,641	214,687	10,368,881	1,767,953	876,564	2,635,279	42,772,613
Auxiliary enterprises:											
Student housing	2,877,464	2,808,399	5,856,821	9,208,327	1,434,160	1,785,798	10,914,731	9,668,413	462,836		45,016,949
Food services	2,483,993	2,279,639	4,954,406	5,391,140	1,158,852	1,621,684	1,140,951	1,172,932			20,203,597
Bookstore		179,864			87,456	2,064,516	709,748	1,191,824	1,894,929		6,128,337
Athletics				14,359,990			21,635,806	7,369,858			43,365,654
Other auxiliary revenues	1,154,225	1,540,710	721,064	7,257,490	311,007	1,437,226	3,338,232	3,235,611	3,017,794	2,065,428	24,078,787
Less: auxiliary enterprise scholarship allowances	(1,649,814)	(1,201,456)	(1,639,986)		(868,651)		(2,373,635)	(2,958,249)	(14,357)		(10,706,148)
Interest earned on loans to students		21,973		267,685		175,443	332,582		168,876		966,559
Patient care revenues									388,387,725		388,387,725
Other operating revenues	2,299,557	549,121	3,805,414	3,784,929	17,692	1,657,703	4,548,976	5,526,561	18,889,442	11,490,290	52,569,685
Total Operating Revenues	37,369,380	29,384,000	111,457,461	291,821,555	22,080,063	39,304,952	222,941,852	177,131,570	487,721,095	28,314,250	1,447,526,178
Operating Expenses:											
Salaries and wages	29,362,187	24,645,164	62,883,804	223,088,734	17,067,892	20,964,694	124,145,727	117,133,319	289,308,303	8,176,592	916,776,416
Fringe benefits	6,933,024	6,195,864	14,561,730	59,123,190	4,432,086	6,318,713	26,289,472	34,337,185	73,834,469	1,694,474	233,720,207
Travel	1,871,717	1,047,845	3,530,757	10,589,254	416,573	1,340,187	7,985,138	6,527,608	2,321,278	353,718	35,984,075
Contractual services	9,452,249	9,641,194	26,152,098	79,215,154	3,818,429	18,522,811	51,649,026	40,793,259	126,900,380	17,609,245	383,753,845
Utilities	2,858,127	2,746,965	3,956,362	12,015,295	1,992,698	1,773,990	7,887,765	7,298,571	12,501,670	948,667	53,980,110
Scholarships and fellowships	4,390,441	3,437,992	20,680,140	18,432,018	4,444,784	460,606	20,025,220	16,319,574	3,953,468	29,801,568	121,945,811
Commodities	4,827,811	2,182,163	7,075,220	33,835,179	2,587,033	3,873,453	19,932,137	24,809,370	114,074,205	1,187,227	214,383,798
Depreciation	3,112,532	1,949,613	5,014,247	21,660,583	1,124,109	1,419,144	17,462,892	9,604,865	18,672,037	284,084	80,304,106
Other operating expense	259,435	87,148					330,919		1,355,957	119,708	2,153,167
Total Operating Expense	63,067,523	51,933,948	143,854,358	457,959,407	35,883,604	54,673,598	275,708,296	256,823,751	642,921,767	60,175,283	2,043,001,535
Operating Income (Loss)	(25,698,143)	(22,549,948)	(32,396,897)	(166,137,852)	(13,803,541)	(15,368,646)	(52,766,444)	(79,692,181)	(155,200,672)	(31,861,033)	(595,475,357)
Nonoperating Revenues (Expenses)											
State appropriations	23,094,148	20,842,209	43,227,944	147,671,741	13,454,875	15,402,415	68,291,058	78,206,284	150,981,074	37,241,714	598,413,462
Gifts and grants				24,232,457			3,542,965	29,009	6,303,985	532,447	34,640,863
Investment income, net of investment expense	78,801	550,033	889,162	5,177,005	338,175	417,161	6,346,960	2,790,796	6,583,966	847,636	24,019,695
Interest expense on capital asset-related debt		(496,721)	(2,085,965)	(3,829,683)	(14,894)	(119,395)	(2,919,229)	(1,909,157)	(7,404,541)		(18,779,585)
Other nonoperating revenues		185,401	72,310	155,568	313,257	472,028			53,988	177,992	1,430,544
Other nonoperating expenses		(2,686,643)	(16,998,210)	(679,887)	(997,465)	(1,769,543)	(1,503,301)		(130,380)	(5,558,948)	(30,324,377)
Total Net Nonoperating Revenues (Expenses)	23,172,949	18,394,279	25,105,241	172,727,201	13,093,948	14,402,666	73,758,453	79,116,932	156,388,092	33,240,841	609,400,602
Income (Loss) Before Other Revenues, Expenses, Gains and Losses	(2,525,194)	(4,155,669)	(7,291,656)	6,589,349	(709,593)	(965,980)	20,992,009	(575,249)	1,187,420	1,379,808	13,925,245

	<u>ASU</u>	<u>DSU</u>	<u>JSU</u>	<u>MSU</u>	<u>MUW</u>	<u>MVSU</u>	<u>UM</u>	<u>USM</u>	<u>UMC</u>	<u>IHL</u>	<u>TOTAL</u>
Income (Loss) Before Other Revenues, Expenses, Gains and Losses	(2,525,194)	(4,155,669)	(7,291,656)	6,589,349	(709,593)	(965,980)	20,992,009	(575,249)	1,187,420	1,379,808	13,925,245
Capital grants and gifts		1,879,040		2,840,308	3,013,627		9,094,259	4,721,117	2,544,962		24,093,313
State appropriations restricted for capital purposes	3,950,579	5,071,300	7,948,238	13,832,958	6,675,960	8,879,909	4,918,076	8,031,760	950,559		60,259,339
Additions to permanent endowments					13,908	41,695	500		553,743		609,846
Other additions		452,155	2,000,000				13,999	217,292	472,922		3,156,368
Other deletions		(133,906)		(3,905,266)	(495,514)	(1,140,649)	(226,855)	(1,226,443)	(10,331,549)		(17,460,182)
Change in Net Assets	<u>1,425,385</u>	<u>3,112,920</u>	<u>2,656,582</u>	<u>19,357,349</u>	<u>8,498,388</u>	<u>6,828,974</u>	<u>34,995,281</u>	<u>11,424,107</u>	<u>(5,094,865)</u>	<u>1,379,808</u>	<u>84,583,929</u>
Net Assets - Beginning of the Year, as Originally Reported	83,945,853	84,648,753	179,373,049	476,950,562	69,513,338	49,592,272	469,242,442	259,832,980	442,475,772	36,378,725	2,151,953,746
Prior period adjustments	<u>53,845</u>	<u>(2,721,054)</u>			<u>(2,891)</u>	<u>(1,315,790)</u>	<u>343,874</u>			<u>555,663</u>	<u>(3,086,353)</u>
Net Assets - Beginning of the Year, as Restated	<u>83,999,698</u>	<u>81,927,699</u>	<u>179,373,049</u>	<u>476,950,562</u>	<u>69,510,447</u>	<u>48,276,482</u>	<u>469,586,316</u>	<u>259,832,980</u>	<u>442,475,772</u>	<u>36,934,388</u>	<u>2,148,867,393</u>
Net Assets - End of Year	<u>\$ 85,425,083</u>	<u>85,040,619</u>	<u>182,029,631</u>	<u>496,307,911</u>	<u>78,008,835</u>	<u>55,105,456</u>	<u>504,581,597</u>	<u>271,257,087</u>	<u>437,380,907</u>	<u>38,314,196</u>	<u>2,233,451,322</u>

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING
Combining Statement of Cash Flows
For the Year Ended June 30, 2005

	ASU	DSU	JSU	MSU	MUW	MVSU	UM	USM	UMC	IHL	TOTAL
Cash Flows from Operating Activities											
Tuition and fees	\$ 7,732,443	10,307,220	22,748,546	66,552,865	6,625,309	14,527,991	75,714,700	60,694,675	5,399,699		270,303,448
Grants and contracts	19,397,264	12,097,905	56,709,419	142,453,832	11,620,259	18,843,298	98,940,229	83,268,514	65,737,716	12,123,253	521,191,689
Sales and services of educational departments	321,478	826,176	3,140,096	23,752,451	816,261	214,687	10,323,227	1,767,953	776,295	2,635,279	44,573,903
Payments to suppliers	(16,411,212)	(12,746,839)	(44,717,905)	(119,646,251)	(6,565,814)	(22,396,264)	(71,963,914)	(71,565,465)	(244,651,347)	(19,174,158)	(629,839,169)
Payments to employees for salaries and benefits	(35,836,097)	(30,442,648)	(71,474,874)	(278,645,608)	(21,247,544)	(27,283,407)	(149,922,218)	(151,768,724)	(362,102,098)	(9,871,066)	(1,138,594,284)
Payments for utilities	(2,858,127)	(2,746,965)	(4,076,988)	(12,015,295)	(1,917,660)	(1,773,990)	(7,744,556)	(7,731,927)	(13,577,443)	(948,667)	(55,391,618)
Payments for scholarships and fellowships	(4,849,555)	(3,437,991)	(2,562,897)	(18,432,018)	(4,483,593)	(3,484,000)	(20,117,898)	(16,297,580)	(3,953,468)	(29,801,568)	(107,420,568)
Loans issued to students and employees		(485,698)		(6,446,952)		(92,212)	(2,086,092)	(5,015,773)	(4,275,071)		(18,401,798)
Collections of loans to students and employees		317,564		6,540,618		290,431	2,861,885	5,367,152	2,664,666		18,042,316
Auxiliary enterprise charges:											
Student housing	2,148,871	2,500,585	2,104,062	9,208,577	961,858	1,785,798	8,870,885	8,320,612	438,581		36,339,829
Food services	1,855,030	2,279,639	3,375,716	5,415,628	811,395	1,621,684	1,255,647	970,695			17,585,434
Bookstore		179,864			87,667	2,064,516	664,535	1,056,178	1,877,680		5,930,440
Athletics				14,773,919			22,515,046	6,528,629			43,817,594
Other auxiliary enterprises	861,968	(208,730)	533,545	7,262,374	313,435	1,437,226	3,408,402	2,879,463	3,022,305	2,065,428	21,575,416
Patient care services										399,248,194	399,248,194
Interest earned on loans to students			46,290			175,443	332,582	168,876			723,191
Other receipts	2,299,557	725,805	606,057	14,456,682	17,692	1,657,703	4,548,976	8,178,259	19,393,486	11,490,290	63,374,507
Other payments		(77,766)					(7,906,899)		(397,991)	(119,708)	(8,502,364)
Net Cash Provided (Used) by Operating Activities	(25,338,380)	(20,911,879)	(33,568,933)	(144,769,178)	(12,960,735)	(12,411,096)	(30,305,463)	(73,347,339)	(130,229,920)	(31,600,917)	(515,443,840)
Cash Flows from Noncapital Financing Activities:											
State appropriations	23,094,148	20,846,383	45,441,476	149,169,179	13,519,353	15,402,415	68,557,740	78,580,813	151,129,419	36,602,463	602,343,389
Gifts and grants for other than capital purposes				20,531,576			3,060,933	35,570	6,303,985	532,447	30,464,511
Private gifts for endowment purposes			960,808		13,908	41,695	500		553,743		1,570,654
Federal loan program receipts	18,146,818	13,001,992	31,468	55,691,915	8,308,812	11,575	49,672,217	63,924,267	13,904,086		222,693,150
Federal loan program disbursements	(18,146,818)	(13,001,992)	(31,468)	(55,564,422)	(8,319,856)	14,936	(49,672,217)	(64,200,003)	(13,904,086)		(222,825,926)
Other sources			806,081	8,251	322,438		28,857		53,988		1,219,615
Other uses				(350,760)	(2,433,675)	(2,946,212)	(626,516)	(17,697)	(3,449,755)	(4,411,990)	(14,236,605)
Net Cash Provided (Used) by Noncapital Financing Activities	23,094,148	20,846,383	47,208,365	169,485,739	11,410,980	12,524,409	71,021,514	78,322,950	154,591,380	32,722,920	621,228,788
Cash Flows from Capital and Related Financing Activities:											
Proceeds from capital debt			65,990,000	29,518,115			10,857,999				106,366,114
Cash paid for capital assets	(351,860)	(1,256,789)	(26,740,504)	(38,938,103)	(8,342,629)	(9,457,384)	(29,289,317)	(27,144,710)	(27,730,574)	(209,266)	(169,461,136)
Capital appropriations received					7,429,369	8,879,909	4,918,076	8,031,760	950,559		30,209,673
Capital grants and contracts received	1,558,486			2,223,442	(116,370)		7,141,663	4,535,117	2,461,032		17,803,370
Proceeds from sales of capital assets				339,877							339,877
Principal paid on capital debt and leases	(928,783)	(818,188)	(863,471)	(8,044,358)	(203,142)	(85,000)	(20,161,331)	(2,386,374)	(5,962,769)	(3,919)	(39,457,335)
Interest paid on capital debt and leases		(493,641)	(882,327)	(3,949,300)	(14,894)	(119,395)	(2,900,584)	(1,937,832)	(7,404,541)	(520)	(17,703,034)
Other sources		259,182			1,359,719		650,132	658,921	632,464		3,560,418
Other uses		(907,810)		(1,739,427)		(2,250)	(1,467,236)	(1,265,320)			(5,382,043)
Net Cash Provided (Used) by Capital and Related Financing Activities	277,843	(3,217,246)	37,503,698	(20,589,754)	112,053	(784,120)	(30,250,598)	(19,508,438)	(37,053,829)	(213,705)	(73,724,096)

	ASU	DSU	JSU	MSU	MUW	MVSU	UM	USM	UMC	IHL	TOTAL
Cash Flows from Investing Activities:											
Proceeds from sale and maturities of investments		3,000,000	90,338,837	8,650,142	2,046,481	5,898,033	25,566,149	1,033,255	68,803,439	24,632,278	229,968,614
Interest received on investments	78,802	533,346	2,122,960	3,783,428	402,528	366,020	2,914,036	2,308,710	3,903,135	954,903	17,367,868
Purchases of investments			(137,903,697)	(7,990,000)	(1,348,390)	(6,189,286)	(33,677,600)	(7,322,749)	(109,282,730)	(28,042,843)	(331,757,295)
Net Cash Provided (Used) by Investing Activities	78,802	3,533,346	(45,441,900)	4,443,570	1,100,619	74,767	(5,197,415)	(3,980,784)	(36,576,156)	(2,455,662)	(84,420,813)
Net Increase (Decrease) in Cash and Cash Equivalents	(1,887,587)	250,604	5,701,230	8,570,377	(337,083)	(596,040)	5,268,038	(18,513,611)	(49,268,525)	(1,547,364)	(52,359,961)
Cash and Cash Equivalents - Beginning of the Year	3,692,089	2,804,956	(633,671)	45,233,143	2,261,758	2,667,641	24,729,741	40,926,120	161,779,460	5,301,111	288,762,348
Cash and Cash Equivalents - End of the Year	\$ 1,804,502	3,055,560	5,067,559	53,803,520	1,924,675	2,071,601	29,997,779	22,412,509	112,510,935	3,753,747	236,402,387
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities											
Operating income (loss)	\$ (25,698,143)	(22,549,948)	(32,396,897)	(166,137,852)	(13,803,541)	(15,368,646)	(52,766,444)	(79,692,181)	(155,200,672)	(31,861,033)	(595,475,357)
Adjustments to reconcile net income (loss) to net cash provided (used) by operating activities:											
Depreciation expense	3,112,532	1,949,613	5,014,247	21,660,583	1,124,109	1,419,144	17,462,892	9,604,865	18,672,037	284,084	80,304,106
Other	16,942	(154,114)			(1,697)	746,382			489,671		1,097,184
Changes in assets and liabilities:											
(Increase) decrease in assets:											
Receivables, net	(3,793,504)	(775,366)	(269,184)	(5,822,517)	(933,073)	(269,218)	2,251,028	(3,827,363)	(546,856)	1,580,236	(12,405,817)
Inventories	13,901	7,872	18,667	791,618	(2,942)	28,039	(70,732)	739,944	(262,579)	125,034	1,388,822
Prepaid expenses		32,111	1,010,314	172,926	7,391	92,707	(126,886)	439,352	527,647	(1,162)	2,154,400
Other assets		9,565	221						7,015,772		7,025,558
Increase (decrease) in liabilities:											
Accounts payable and accrued liabilities	704,389	284,832	(3,668,956)	4,351,440	370,752	(743,613)	(2,430,640)	(4,200,313)	(1,513,790)	(2,558,714)	(9,404,613)
Deferred revenue	(102,787)	237,447	(3,203,436)	668,405	235,455		1,741,118	1,790,464	54,940		1,421,606
Deposits refundable	15,407	(357)	2,636			13,135		(118,845)	508,472		420,448
Accrued leave liability	392,883	36,095	(76,545)	(523,978)	42,811	129,296	2,858,408	441,669	766,212	4,557	4,071,408
Loans to students and employees						9,359	775,793	1,475,069	(652,439)		1,607,782
Other liabilities		10,371		70,197		1,532,319			(88,335)	826,081	2,350,633
Total adjustments	359,763	1,638,069	(1,172,036)	21,368,674	842,806	2,957,550	22,460,981	6,344,842	24,970,752	260,116	80,031,517
Net Cash Provided (Used) by Operating Activities	\$ (25,338,380)	(20,911,879)	(33,568,933)	(144,769,178)	(12,960,735)	(12,411,096)	(30,305,463)	(73,347,339)	(130,229,920)	(31,600,917)	(515,443,840)
Noncash Capital and Related Financing and Investing Activities											
New capital leases		2,721,028		3,800,526	368,960			262,008	941,911		8,094,433
Bureau of Building and Grounds construction in progress				13,832,958							13,832,958
Donations of capital assets							214,774		83,930		298,704

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STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING



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, 2005

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through	Total Federal Expenditures	ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board
Student Financial Aid - Cluster:													
U.S. Department of Education:													
Federal Supplemental Educational Opportunity Grants (FSEOG)	84.007		4,778,688	540,825	186,010	1,077,297	782,254	155,249	464,474	520,131			1,052,448
Federal Family Education Loans (FFEL)	(2) 84.032		157,660,784		8,419,421	25,042,760	27,451,051	7,801,770	20,243,484	29,177,223	5,044,945		34,480,130
Federal Work-Study Program (FWS)	84.033		6,247,101	743,636	489,647	1,984,769	960,125	151,756	573,828	678,305		34,513	630,522
Federal Perkins Loan Program (FPL)	(1) 84.038		8,943,393		400,110			260,700	98,554			3,276,487	4,907,542
Federal PELL Grant Program	84.063		74,520,674	6,942,261	4,225,492	15,172,528	10,964,583	3,169,978	9,346,474	8,074,961		354,926	16,269,471
Federal Direct Loan	(2) 84.268		12,145,548	12,145,548									
Total U.S. Department of Education			264,296,188	20,372,270	13,720,680	43,277,354	40,158,013	11,539,453	30,726,814	38,450,620	8,710,871		57,340,113
U.S. Department of Health and Human Services:													
Health Professions Student Loans	(1) 93.342		248,873							248,873			
Scholarships for Health Professions Students from Disadvantaged Backgrounds	93.925		973,418								973,418		
Total U.S. Department of Health and Human Services			1,222,291	0	0	0	0	0	0	248,873	973,418	0	0
Total Student Financial Aid - Cluster			265,518,479	20,372,270	13,720,680	43,277,354	40,158,013	11,539,453	30,726,814	38,699,493	9,684,289		57,340,113
Research and Development - Cluster:													
U.S. Department of Agriculture:													
US Department of Agriculture	10.000		25,242				25,242						
Agricultural Research - Basic and Applied Research	10.001		14,003,254	770,277			8,133,401			4,519,615			579,961
Plant and Animal Disease, Pest Control and Animal Care	10.025		61,886				61,886						
Wildlife Services	10.028		422,191				422,191						
Forestry Incentives Program	10.064		173,565				173,565						
Grants for Agricultural Research Special Research Grants	10.200		8,955,259	667,668	58,137	370,734	4,889,179		855,907				2,113,634
Cooperative Forestry Research	10.202		216				216						
Payments to Agricultural Experiment Stations under the Hatch Act	10.203		2,990,585				2,990,585						
Grants for Agricultural Research Competitive Research	10.206		1,403,017				874,059			307,677	116,181		105,100
Animal Health and Disease Research	10.207		224,026				224,026						
1890 Institution Capacity Building Grants	10.216		1,934,399	1,934,399									
Agricultural and Rural Economic Research	10.250		207,463		12,015		195,448						
Initiative for Future Agriculture and Food Systems	10.302		123,569		123,569								
Integrated Programs	10.303		36,152		36,152								
Crop Insurance	10.450		1,019,414				1,019,414						
Cooperative Extension Service	10.500		11,162,619	536,538			10,626,081						
National School Lunch Program	10.555		43,757							43,757			
Nutrition Education and Training Program	10.564		309,578							309,578			
Team Nutrition Grants	10.574		166,190							166,190			
Market Access Program	10.601		3,225				3,225						
Forestry Research	10.652		845,580				804,505			19,230			21,845
Cooperative Forestry Assistance	10.664		83,953				56,638						27,315
National Forest Dependent Rural Communities	10.670		27,578				27,578						
Empowerment Zone	10.772		14,409		14,409								
Rural Utilities Service/Distance Learning and Telemedicine Program	10.855		130,900		130,900								
Resource Conservation and Development	10.901		177,220										
Plant Materials for Conservation	10.905		5,226				5,226						
Wildlife Habitat Incentive Program	10.914		166,650				166,650						
Technical Agricultural Assistance - Foreign Agricultural Service	10.960		6,826							6,826			
Scientific Cooperation and Research	10.961		8,341				3,403			4,938			
International Training Foreign Participant	10.962		2,751				2,751						
Subtotal Direct Programs			44,735,041	4,257,838	203,446	370,734	30,705,269	0	855,907	5,377,811	116,181		2,847,855
Pass-through Program From:													
Iowa State Univ	10.000	416-43-69	1,971				1,971						
Jackson State University	10.000	2003-38895-02010	2,246				2,246						
Jackson State University	10.000	2004-38895-02132	8,974				8,974						
Mississippi Board of Animal Health	10.000	4070743	7,307				7,307						
Mississippi Board of Animal Health	10.000	5070625	8,012				8,012						
Colorado State University	10.000	1020137	899				899						
Bureau of Plant Industry	10.000	4111085	22,057				22,057						

State of Mississippi Institutions of Higher Learning
 Schedule of Expenditures of Federal Awards
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Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA		Total Federal Expenditures	ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board
	Number	Pass-through											
Texas Tech University	10.000	1453-B525-02	11,503				11,503						
MDAC/Bureau of Plant Industry	10.000	4121213	3,738				3,738						
University of Florida	10.000	SC010306-1-2	9,293				9,293						
University of Arkansas	10.000	UA AES 01-115	79,256				79,256						
University of Florida	10.000	6015-0000000186	20,435				20,435						
University of Alaska	10.000	PO#FP500435	6,558				6,558						
Delta Wildlife	10.000	02110948	11,094				11,094						
FHA - City of Oxford	10.000	ITS-0028(001)	46,407							46,407			
FHA - Subcontracts	10.000	ITS-0028(001)	27,008							27,008			
State Vet Database Design - Mississippi State Veterinarian	10.025	N.A.	17,243			17,243							
OSU	10.200	OSU-AB61410.02	25,926				25,926						
OSU	10.200	OSU-AB61410.02	13,056				13,056						
OSU	10.200	OSU-AB61410.02	3,604				3,604						
Oklahoma State University	10.200	OSU-AB561630-01	-2,053				-2,053						
OSU	10.200	OSU-AB561630-01	58				58						
University of Georgia	10.200	RD309-041/5814407	4,304				4,304						
OSU	10.200	OSU-AB61410.02	30,047				30,047						
OSU	10.200	OSU-AB61410.02	2,659				2,659						
OSU	10.200	OSU-AB61410.02	56,573				56,573						
OSU	10.200	OSU-AB61410.02	44,448				44,448						
OSU	10.200	OSU-AB61410.02	4,178				4,178						
OSU	10.200	OSU-AB61410.02	22,424				22,424						
OSU	10.200	OSU-AB61410.02	28,309				28,309						
Colorado State University	10.200	G-1502-7	64,660				64,660						
University of Arkansas	10.200	4111089	2,091				2,091						
Colorado State University	10.200	G-1507-5	14,831				14,831						
Rutgers University	10.200	2004-MS-001BPD	9,687				9,687						
OSU	10.200	OSR-AB5-61440-02	14,547				14,547						
OSU	10.200	OSU-AB5-61440-02	35,603				35,603						
OSU	10.200	OSU-AB5-61440-02	13,194				13,194						
OSU	10.200	OSU-AB5-61440-02	10,057				10,057						
OSU	10.200	OSU-ab5-61440-02	3,273				3,273						
OSU	10.200	OSU-AB5-61440-02	3,586				3,586						
OSU	10.200	OSU-AB5-61440-02	4,680				4,680						
OSU	10.200	OSU-AB5-61440-02	1,055				1,055						
OSU	10.200	OSU-AB61410.02	5,316				5,316						
OSU	10.200	OSU-AB5-61440-02	22,013				22,013						
MSU 321384 016200	10.200	2002-34311-11827	16,858							16,858			
MSU / USDA 2004-3431	10.200	2004-34311-14442	35,199							35,199			
MSU / USDA	10.200	68-7482-2-39	113							113			
Mississippi Department of Health	10.203	N.A.	-2,653										-2,653
MSU Sub 014001-32141	10.206	2003-35504-12858	14,682							14,682			
Zymetx, Inc.	10.212	SBIR R44 A1 46848	20,246							20,246			
Univ of Arkansas-Pine Bluff	10.216	3070763	4,448				4,448						
SIU	10.217	SIUC 03-04	55,615				55,615						
Univ of Arkansas	10.217	UA AES 90806-03	2,807				2,807						
University of Florida	10.217	03020352-1-1	29,681				29,681						
Baylor University	10.250	2121068	4,089				4,089						
Mississippi State University	10.250	018003209352043AE180	5,912									5,912	
Mississippi State University	10.250	N.A.	20,065									20,065	
NCSU	10.303	2003-1477-02	39,596				39,596						
NCSU	10.303	2003-1290-04	1,924				1,924						
University of Florida	10.303	SC000453-1-16	35,264				35,264						
NCSU	10.303	2003-1477-02	62,498				62,498						
NCSU	10.303	2004-1501-01	24,424				24,424						
Texas Tech University	10.450	1453/A366-01	1,835				1,835						
Texas Tech University	10.450	1301/A293-02	22,541				22,541						
Texas Tech University	10.450	1453/A651-01	-1,049				-1,049						
Texas Tech University	10.450	1453/B348-01	26,253				26,253						
Texas A&M University	10.500	TCE 622113	21,448				21,448						
University of Mississippi	10.564	N.A.	6,127									6,127	
University of Mississippi	10.564	03-04-082/300222176A	54,626									54,626	
University of Mississippi	10.564	04-04-060/30022263A	475,407									475,407	
University of Southern Mississippi - USDA	10.574	NF59-03-001	13,892							13,892			
University of Mississippi	10.575	05-04-051	89,157									89,157	

State of Mississippi Institutions of Higher Learning
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Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA		Total Federal Expenditures	ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board
	Number	Pass-through											
Duquesne University	10.652	2060492	17,287				17,287						
Mississippi Forestry Commission	10.664	03040364	34,959				34,959						
Lauren Farms	10.770	5060586	6,877				6,877						
Delta Wildlife	10.914	2110948	26,557				26,557						
Subtotal Pass-through Programs:			1,888,812	0	0	17,243	1,048,523	0	0	174,405	0	648,641	0
Total U.S. Department of Agriculture			46,623,853	4,257,838	203,446	387,977	31,753,792	0	855,907	5,552,216	116,181	3,496,496	0
U.S. Department of Commerce:													
Dept of Commerce	11.000		5,175				5,175						
Geodetic Surveys and Services (Geodesy and Applications of the National Geodetic Reference System)	11.400		491,256									491,256	
Anadromous Fish Conservation Act Program	11.405		87,609			36,981						50,628	
Sea Grant Support	11.417		45,915			-1,516						47,431	
Coastal Zone Management Estuarine Research Reserves	11.420		37,656				20,998					16,658	
Financial Assistance for National Centers for Coastal Ocean Science	11.426		781,464									781,464	
Fisheries Development and Utilization Research and Development Grants and Cooperative Agreements	11.427		18,855									18,855	
Undersea Research	11.430		3,749,206							3,749,206			
Office of Oceanic and Atmospheric Research (OAR) Joint and Cooperative Institutes	11.432		2,419									2,419	
Marine Fisheries Initiative	11.433		96,574							42,259		54,315	
Southeast Area Monitoring and Assessment Program	11.435		107,406									107,406	
ERAISA	11.440		625,434										
Unallied Management Projects	11.454		3,277									3,277	
Special Oceanic and Atmospheric Projects	11.460		226,284									226,284	
PDAS-RAP	11.468		83,063			83,063							
Unallied Science Program	11.472		1,117,871									1,117,871	
Coastal Services Center	11.473		160,494				14,284					146,210	
Educational Partnership Program	11.481		88,702	79,976		8,726							
Public Telecommunications Facilities Planning and Construction	11.550		39,038			39,038							
Measurement and Engineering Research and Standards	11.609		132,452			2,650	13,838					115,964	
Subtotal Direct Programs			7,900,150	79,976	0	794,376	54,295	0	0	3,791,465	0	3,180,038	0
Pass-through Programs From:													
IMMS	11.000	IMMS Task 12	41,254				41,254						
MMSR	11.000	05-008	40,221				40,221						
Optic Biosensor - University of California	11.001	B529234	22,167			22,167							
MTA	11.307	508790	6,992				6,992						
Institute for Marine Mammal Studies	11.312	TASK 17	28,967									28,967	
Gulf States Marine Fisheries Commission	11.415	BILLFISH200518NA04NM	28,692									28,692	
Louisiana Universities Marine Consortium	11.415	CREST044LUMCON674139	4,739									4,739	
University of Southern Mississippi	11.417	USM-2220001002/OMNIBUS-R/CEH-	21,664				21,664						
University of Southern Mississippi	11.417	USM-GR01167/OMNIBUS-CEH-13	61,084				61,084						
MASGC	11.417	NA86RG0039 GM099-21	2				2						
University of Southern Mississippi	11.417	GR01167/OMNIBUS-R/AT-4	62,176				62,176						
University of Southern Mississippi	11.417	MASGC 04090864	23,538				23,538						
University of Southern Mississippi	11.417	USM-GR01166/OMIBUS-R/CEH-18-PT	9,445				9,445						
University of Southern Mississippi-MASG	11.417	NA16RG2258	6,801							6,801			
University of Southern Mississippi-MASG L-3	11.417	N.A.	118,428							118,428			
Louisiana State University / US Department of Commerce	11.417	N.A.	4,394							4,394			
University of Southern Mississippi-MSGH L-1	11.417	NA16RG2258	145,666							145,666			
MASG R/AT-5-PD	11.417	NA86RG0039	5,919							5,919			
Mississippi-Alabama Sea Grant Consortium	11.417	N.A.	19,716									19,716	
University of Virginia	11.417	114776-GL10013	1,555									1,555	
University of Virginia	11.417	114776-GL10013	59,914									59,914	
Mississippi-Alabama Sea Grant Consortium	11.417	GR01166/OMN-R/CEH-22	706									706	
Mississippi-Alabama Sea Grant Consortium	11.417	NA16RG2258/M/PA-1	52									52	
Mississippi-Alabama Sea Grant Consortium	11.417	NA16RG2258/M/PA-1	89									89	
Mississippi-Alabama Sea Grant Consortium	11.417	NA16RG2258/R/CEH-2	20,935									20,935	
Mississippi-Alabama Sea Grant Consortium	11.417	NA16RG2258-8	57,362									57,362	
Mississippi Department of Environmental Quality	11.419	N.A.	14,418									14,418	
Mississippi Department of Environmental Quality	11.419	N.A.	15,124									15,124	
Mississippi Department of Environmental Quality	11.419	N.A.	-4,616									-4,616	
Mississippi Department of Environmental Quality	11.419	N.A.	2,417									2,417	
Harrison County Board of Supervisors	11.419	N.A.	23,482									23,482	
Mississippi Department of Environmental Quality	11.419	03-00359	87,335									87,335	
Mississippi Department of Environmental Quality	11.419	MS 23.15	11,990									11,990	
Mississippi Department of Environmental Quality	11.419	MS R.07	5,558									5,558	

State of Mississippi Institutions of Higher Learning
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	Number	Pass-through											
Mississippi Department of Environmental Quality	11.419	MS.R.13	59,320										59,320
Mississippi Department of Environmental Quality	11.419	MS.R.16	21,230										21,230
Mississippi Department of Environmental Quality	11.419	MS.R.17	45,945										45,945
Mississippi Department of Environmental Quality	11.419	MS.R.18	-20,997										-20,997
Mississippi Department of Environmental Quality	11.419	MS.R.20	5,174										5,174
Mississippi Department of Environmental Quality	11.419	MS.R.22	7,234										7,234
Mississippi Department of Environmental Quality	11.419	MS.R.23	18,493										18,493
Mississippi Department of Environmental Quality	11.419	MS.R.24	14,504										14,504
Mississippi Department of Environmental Quality	11.419	MS.R.26	4,921										4,921
Mississippi Department of Environmental Quality	11.419	MS.R.27	34,964										34,964
Mississippi Department of Marine Resources	11.420	N.A.	20,000										20,000
Mississippi Department of Marine Resources	11.420	N.A.	1,355										1,355
University of Southern Mississippi - NOAA	11.426	NA03N054260216	38,236							38,236			
The Nature Conservancy	11.426	OSFO-050103-6	3,000										3,000
University of Mississippi	11.430	03-04-084	429,228										429,228
University of Mississippi	11.430	04-10-001	330,551										330,551
University of Mississippi	11.430	05-07-009	450,441										450,441
Mississippi Department of Marine Resources	11.433	N.A.	-2,150										-2,150
Mote Marine Laboratory	11.433	MML-108591/NA17FF201	3,300										3,300
Mote Marine Laboratory	11.433	MML-108659	41,521										41,521
Alaska SeaLife Center	11.439	N.A.	34,652										34,652
Institute for Marine Mammal Studies	11.439	N.A.	6,936										6,936
Institute for Marine Mammal Studies	11.439	N.A.	-412										-412
Institute for Marine Mammal Studies	11.439	N.A.	5,536										5,536
Institute for Marine Mammal Studies	11.439	N.A.	24,730										24,730
Institute for Marine Mammal Studies	11.439	N.A.	-2,395										-2,395
Alaska SeaLife Center	11.439	N.A.	85										85
Mystic Aquarium	11.439	N.A.	6,180										6,180
Alaska SeaLife Center	11.439	R3603-01	9,658										9,658
Alaska SeaLife Center	11.439	R1941-08	4,756										4,756
Kenesaw State University	11.440	03-00001	18,174										18,174
Site Survey for Coop - Louisiana State University	11.440	C175782	21,069			21,069							
Mote Marine Laboratory	11.454	MML108460ANA04NMF450	10,732										10,732
University of Maryland Biotechnology Institute	11.457	SC035-27565B	122,272										122,272
University of Maryland Biotechnology Institute	11.457	SC035-27565B	28,369										28,369
University of Maryland Biotechnology Institute	11.457	SC035-27565B	87,158										87,158
University of Maryland Biotechnology Institute	11.457	SC035-27565B	138,626										138,626
University of Southern Mississippi	11.460	USM-GR02138-001	22,255				22,255						
Harrison County Board of Supervisors	11.460	N.A.	22,433										22,433
NEA	11.463	NEAQ 1886	12,532				12,532						
Gulf of Mexico Foundation	11.463	N.A.	8,608										8,608
South Carolina Department of Natural Resources	11.472	N.A.	1,300										1,300
South Carolina Department of Natural Resources	11.472	00720-83477	51,559										51,559
Gulf of Mexico - University of Southern Mississippi	11.472	USM0225005324	66,022			66,022							
Mississippi Department of Marine Resources	11.481	04-029	24,665										24,665
Educational Partnership Program	11.481	USM0225005324	8,815				8,815						
Educational Partnership Program	11.481	NA17EA/2702629	250,661				250,661						
Educational Partnership Program	11.481	634554/NA17AE	393,882				393,882						
MDA/Nissan	11.611	1121062	138,718				138,718						
Mississippi Technology Alliance	11.611	3121217	324,843				324,843						
Mississippi Technology Alliance	11.611	3121217	250,857				250,857						
Mississippi Technology Alliance	11.611	70NANB6H0015	87,508										87,508
WWR1	11.805	01HQGR0088	4,562							4,562			
Harrison County Board of Supervisors	11.999	N.A.	78,699										78,699
Subtotal Pass-through Programs			4,718,501	0	0	762,616	1,015,581	0	0	324,006	0	2,616,298	0
Total U.S. Department of Commerce			12,618,651	79,976	0	1,556,992	1,069,876	0	0	4,115,471	0	5,796,336	0
U.S. Department of Defense:													
US Department of Defense	12.000		20,270,286				17,888,242			2,342,401			39,643
Aquatic Plant Control	12.100		10,000			10,000							
Flood Control Project	12.106		212,881			212,881							
Collaborative Research and Development	12.114		14,236										14,236
Department of Defense Appropriation Act of 2003	12.116		108,492										108,492
Basic and Applied Scientific Research	12.300		6,907,512			274,772	1,552,374			774,383			4,305,983

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	Number	Pass-through											
Military Medical Research and Development	12.420		3,821,246							3,821,246			
Basic Scientific Research	12.431		8,724,818							5,106,638		1,751,391	
Basic, Applied, & Advanced Research in Science/Engineering	12.630		136,603			1,489,264	377,525			36,257		100,346	
Air Force Defense Research Sciences Program	12.800		82,897							82,897			
Research and Technology Development	12.910		1,652,226			1,652,226							
Subtotal Direct Programs			41,941,197	0	0	3,639,143	19,818,141	0	0	12,163,822	0	6,320,091	0
Pass-through Programs From:													
ATA Engineering	12.000	3430	30,542				30,542						
Geo-Center	12.000	42963SM	96,596				96,596						
Sentel Corp	12.000	97003-21 TO 6	92,182				92,182						
Academy of Applied Science	12.000	Academy of Applied Science-04-36	2,665				2,665						
Academy of Applied Science	12.000	Academy of Applied Science-04-100	2,631				2,631						
Drexel Univ	12.000	204080	93,748				93,748						
Jackson State University	12.000	W912HZ-04-C-0033	263,740				263,740						
Miltec	12.000	MILTEC-04-C-0013	145,114				145,114						
Westar Corp	12.000	02K-03-066	-173				-173						
Geo-Centers Inc	12.000	42023MK	6,919				6,919						
Geo-Centers, Inc	12.000	42024MK G80	25,574				25,574						
SemiSouth Labs	12.000	1004	126,271				126,271						
Sentel Corporation	12.000	97003-21 Task 4	46				46						
Northrup Grumman	12.000	473923	470,008				470,008						
Hughes Associates	12.000	PO 01-4270-001	8,929				8,929						
University of Michigan	12.000	F004871	25,923				25,923						
Clemson University	12.000	582-7558-201-2002650	13,653				13,653						
S & K Tech, Inc	12.000	5007-MSU-001A	106				106						
Florida State University	12.000	2040318	112,713				112,713						
Florida State University	12.000	2040318	76,129				76,129						
University of South Carolina	12.000	03-729 PO 22111J	-445				-445						
Sentel Corp	12.000	97003-21 Task Order 5	210,106				210,106						
S & K Technologies	12.000	3657-MSU-001	26,699				26,699						
Geo-Centers	12.000	42967SM	6,257				6,257						
PT&C	12.000	3285/M0203.016A.007	5,202				5,202						
Geo-Centers	12.000	41268MK-GC-3207	16,352				16,352						
Florida State University	12.000	02040318	157,832				157,832						
Creare, Inc	12.000	32539	50,824				50,824						
Jackson State University	12.000	634556	37,685				37,685						
Northrup Grumman	12.000	Q1-19102-011	77,358				77,358						
University of New Orleans	12.000	58533-S3	14,290				14,290						
Mississippi Military Dept.	12.000	MS00095001	6,587				6,587						
Seemann 8957 Edwards	12.000	8957	1,534				1,534						
Sentel	12.000	97003-21 TO 7	113,063				113,063						
Miltec	12.000	MILTEC-04-C-0018	93,886				93,886						
Miltec	12.000	MILTEC-05-C-0004	48,108				48,108						
City of Meridian	12.000	City of Meridian	89,599				89,599						
Michael Baker Inc.	12.000	05090847	31,428				31,428						
KAL, Inc.	12.000	05100952	2,057				2,057						
Northrup Grumman	12.000	22-0544-051	5,009				5,009						
Northrup Grumman	12.000	22-05544-051	17,157				17,157						
OSEC	12.000	OSEC 1274	2,784				2,784						
Battelle	12.000	DAAD19-02-D-0001	12,385							12,385			
Battelle - US Army	12.000	DAAD19-02-D-0001	5,995							5,995			
Debi Mitigation	12.000	F33615-02-C-3245	137,768							137,768			
NMOC	12.000	N0006504MD0001	105,244							105,244			
NVESD	12.000	W909MY04-C-0006	48,914							48,914			
BAE Systems	12.000	DAAD19-01-2-0008	96,975							96,975			
AMSRIT / ATR	12.000	DASG60-02-C-0014	499,623							499,623			
AMSRIT / ATR Sub	12.000	DASG60-02-C-0014	36,666							36,666			
Miltec Clin 02	12.000	DASG60-02-C-0014	718,826							718,826			
Miltec Clin 02 Sub	12.000	DASG60-02-C-0014	132,247							132,247			
Radianc Technologies, Inc.	12.000	N.A.	7,822									7,822	
Mississippi Research Consortium	12.000	19010030016901N62360	29,436									29,436	
Geographic Information Services, Inc.	12.000	PO 971892	36,840									36,840	
Basic Scientific Research	12.000	DAAD190120014/120014	518,038			518,038							
HPTI Pet - High Performance Technologies, Inc.	12.100	HPTI-PET-2001-035	14,080			14,080							
AHPCRC Summer Institute - Network Computing Services	12.100	SOW-2005	71,286			71,286							

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	Number	Pass-through											
SCRA	12.114	2001-516 TO 0001	107,070				107,070						
Jackson State University	12.114	N.A.	4,265									4,265	
Jackson State University	12.114	W912HZ-04-C-00033	292,913									292,913	
Florida State University	12.300	R00149	254,934				254,934						
University of Mississippi	12.300	03-04-088	105				105						
FSU P. O. #G27627	12.300	N00014-02-1-0380	201,747							201,747			
Mat Sciences Corp	12.300	N.A.	-11							-11			
Mississippi State University	12.300	03020248302140190100	145										145
Mississippi State University	12.300	03121341301181190100	157,153										157,153
Mississippi State University	12.300	N.A.	45,735										45,735
Mississippi State University	12.300	N.A.	7,555										7,555
Mississippi State University	12.300	N.A.	1,137										1,137
Mississippi State University	12.300	N.A.	-4,841										-4,841
Mississippi State University	12.300	N.A.	-22,215										-22,215
Mississippi State University	12.300	N.A.	-4,048										-4,048
Mississippi State University	12.300	N.A.	6,708										6,708
Mississippi State University	12.300	N.A.	-560										-560
Mississippi State University	12.300	N.A.	22,680										22,680
Mississippi State University	12.300	N.A.	1,372										1,372
Mississippi State University	12.300	N.A.	19,530										19,530
Mississippi Research Consortium	12.300	N.A.	10,859										10,859
Mississippi Research Consortium	12.300	N.A.	140,546										140,546
Mississippi State University	12.300	00-03-0236	2,259										2,259
Mississippi State University	12.300	00-03-0236	2,033										2,033
Mississippi State University	12.300	SSC192/3018301901000	143										143
Mississippi State University	12.300	SSC-96/NASI-98033	29										29
Mississippi State University	12.300	N.A.	35,264			35,264							
Multi Institutional Research - St. Mary University	12.300	N000140310317	-2,312										-2,312
Georgia Institute of Technology	12.401	N.A.	-106										-106
Mississippi Military Department	12.401	N.A.	18,433										18,433
Mississippi Military Department	12.401	N.A.	6,976										6,976
Mississippi Military Department	12.401	N.A.	16,351										16,351
Mississippi Military Department	12.401	N.A.	9,384										9,384
Mississippi Military Department	12.401	N.A.	18,987										18,987
Mississippi Military Department	12.401	N.A.	13,122										13,122
Mississippi Military Department	12.401	N.A.	32,294										32,294
Mississippi Military Department	12.401	N.A.	6,505										6,505
Mississippi Military Department	12.401	N.A.	5,474										5,474
Mississippi Military Department	12.401	N.A.	33,935										33,935
Mississippi Military Department	12.401	N.A.	-871										-871
Mississippi Military Department	12.401	N.A.	33,205										33,205
Mississippi Military Department	12.401	N.A.	25,917										25,917
Mississippi Military Department	12.401	MSC1001013	7,915										7,915
Mississippi Military Department	12.401	MSC1001013	16,455										16,455
Mississippi Military Department	12.401	MSC1001013	24,423										24,423
Mississippi Military Department	12.401	MSC1001013	37,649										37,649
Mississippi Military Department	12.401	MSC1001013	39,186										39,186
Mississippi Military Department	12.401	MSC1001013	40,726										40,726
Mississippi Military Department	12.401	MSC1001013	46,149										46,149
Mississippi Military Department	12.401	MSC1001013MARNG2003	12,188										12,188
Mississippi Military Department	12.401	MSC1001013MARNG2003	28,041										28,041
Georgia Institute of Technology	12.401	A-7413-S2/GS04T02BFD	267,870										267,870
MD Anderson: Military Medical Research Development	12.420	W81XWH0410142	56,695								56,695		
Jackson State University / US Army	12.431	DASG60-99-0009	66,380							66,380			
UCB - Army	12.431	DAAD19-03--0053	116,551							116,551			
Radianc Tech - Dess	12.431	W9113M-04-C-0066	144,173							144,173			
Radianc Tech - Dera	12.431	W9113M-04-P-0074	25,000							25,000			
GTT / ARO	12.431	W911NF-04-1-0190 (ARO)	122,394							122,394			
REAP - Academy of Applied Science	12.431	0140415	7,185			7,185							
University of Virginia: Basic Applied and Advanced Research in Science Engineering	12.630	GG10306-120476	340,069								340,069		
University of Maryland	12.800	Z800202	3,137					3,137					
University of Maryland	12.800	05-003202 A 00	12,181					12,181					
Syracuse University	12.800	F49620-02-1-0087	30,372							30,372			
Craft Tech	12.800	F49620-99-C-0041	210							210			
Syracuse / AFOSR	12.800	FA9550-05-1-0079	12,215							12,215			

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	Number	Pass-through											
Craft Dera	12.800	F33615-01-C-3118	734							734			
Craft Dera Australia	12.800	F33615-01-C-3118	28,159							28,159			
Craft Aero	12.800	FA 9550-04-C-0039	27,951							27,951			
Universal Technology Corporation	12.800	04-S531-022-C1	25,825									25,825	
Research and Technology Development	12.910	301493-060808/010907	136,826			136,826							
Subtotal Pass-through Programs			8,255,293	0	0	782,679	2,984,115	0	0	2,570,518	396,764	1,521,217	0
Total U.S. Department of Defense			50,196,490	0	0	4,421,822	22,802,256	0	0	14,734,340	396,764	7,841,308	0
U.S. Department of Housing and Urban Development:													
Historically Black Colleges and Universities Program	14.237		64,442	64,442									
Community Development Block Grants/Economic Development Initiative	14.246		75,720			75,720							
Subtotal Direct Programs			140,162	64,442	0	0	75,720	0	0	0	0	0	0
Pass-through Programs From:													
South Carolina Department of Natural Resources	14.426	N.A.	-3,253									-3,253	
Subtotal Pass-through Programs			-3,253	0	0	0	0	0	0	0	0	-3,253	0
Total U.S. Department of Housing and Urban Development			136,909	64,442	0	0	75,720	0	0	0	0	-3,253	0
U.S. Department of Interior:													
US Department of Interior	15.000		639,690				639,690						
Cultural Resource Management	15.224		56,687									56,687	
Grants for Mining and Mineral Resources and Research Institutes - MMTC	15.308		560,012							560,012			
Fish and Wildlife Management Assistance	15.608		487,608				454,160					33,448	
NIJ Research Development and Evaluation Projects	15.650		199								199		
Geological Survey Research and Data Acquisition	15.808		799,416				735,124			39,480		24,812	
Subtotal Direct Programs			2,543,612	0	0	0	1,828,974	0	0	599,492	199	114,947	0
Pass-through Programs From:													
Mississippi Department of Marine Resources	15.000	S-02-5-MSU-41	-647				-647						
Mississippi Department of Marine Resources	15.000	S-03-5-MSU-51	33,665				33,665						
Mississippi Department of Wildlife, Fisheries and Parks	15.000	04101029	22,663				22,663						
Mississippi Department of Wildlife, Fisheries and Parks	15.000	TTW-SWG 05	52,166				52,166						
Mississippi Department of Wildlife, Fisheries and Parks	15.000	GAR-SWG FY05	51,712				51,712						
National Biological Service	15.000	Nat'l Biological Service	225				225						
Mississippi Department of Marine Resources	15.000	04-018	6,281				6,281						
Memphis Zoological Society	15.000	01090716	3,286				3,286						
Memphis Zoological Society	15.000	04080749	60,265				60,265						
Puerto Rico DRNA	15.000	DRNA 050-00-000117 W-22	13,484				13,484						
Puerto Rico DRNA	15.000	DRNA 050-00-000116 W-22	11,356				11,356						
Mississippi Department of Wildlife, Fisheries and Parks	15.000	14-45-0009-1543A	29,501				29,501						
Ducks Unlimited	15.000	TN-0056-001	24,858				24,858						
Mississippi Department of Wildlife, Fisheries and Parks	15.000	01020134	12,652				12,652						
Mississippi Department of Wildlife, Fisheries and Parks	15.000	W-48 Study # 57	19,116				19,116						
Puerto Rico DRNA	15.000	H&TA 02100888	-432				-432						
Mississippi Department of Wildlife, Fisheries and Parks	15.000	W-48-50 58	26,977				26,977						
Mississippi Department of Wildlife, Fisheries and Parks	15.000	W-48-59 Study 56	703				703						
Mississippi Department of Wildlife, Fisheries and Parks	15.000	#59 04010028	22,594				22,594						
Mississippi Department of Wildlife, Fisheries and Parks	15.000	04101033	5,827				5,827						
Mississippi Department of Wildlife, Fisheries and Parks	15.000	MDWFP Study #65	42,190				42,190						
Mississippi Department of Wildlife, Fisheries and Parks	15.000	MDWFP Study # 62	16,984				16,984						
Mississippi Department of Wildlife, Fisheries and Parks	15.000	MDWFP Study # 64	25,104				25,104						
Mississippi Department of Wildlife, Fisheries and Parks	15.000	MDWFP Study # 63	20,410				20,410						
Mississippi Museum of Natural Science	15.051	ALOSA-SWG FY04	12,089									12,089	
Mississippi Museum of Natural Science	15.051	FUNDULUS SWEG FY04	12,302									12,302	
CMRET Monitor Stat	15.308	1435-01-02-CA-85273	61,552							61,552			
CMRET Character Sys	15.308	1435-01-02-CA-85273	628							628			
CMRET Coop Projects	15.308	1435-01-02-CA-85273	5,856							5,856			
CMRET Subcontract	15.308	1435-01-02-CA-85273	1,426							1,426			
Mississippi Department of Wildlife, Fisheries and Parks	15.605	T2 03070731	17,807				17,807						
Mississippi Department of Wildlife, Fisheries and Parks	15.605	Project W-48-46, Study 53	90				90						
Mississippi Department of Wildlife, Fisheries and Parks	15.605	T2 03070731	31,735				31,735						
Mississippi Department of Wildlife, Fisheries and Parks	15.605	T1 03090875	84,317				84,317						
Mississippi Department of Wildlife, Fisheries and Parks	15.605	PD4644885612	46,020				46,020						
Mississippi Department of Marine Resources	15.605	N.A.	780									780	
Mississippi Department of Marine Resources	15.605	N.A.	-829									-829	

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	Number	Pass-through											
Mississippi Department of Marine Resources	15.605	N.A.	-56									-56	
Mississippi Department of Marine Resources	15.605	N.A.	27,032									27,032	
Mississippi Department of Marine Resources	15.605	N.A.	23,451									23,451	
Mississippi Department of Marine Resources	15.605	03-043-USM-SG	111,973									111,973	
Mississippi Department of Marine Resources	15.605	05-038 NA16F12286	4,948									4,948	
Mississippi Department of Marine Resources	15.605	S055USM68F95SEGME15	20,854									20,854	
Mississippi Department of Wildlife, Fisheries and Parks	15.608	N.A.	-62									-62	
Mississippi Department of Marine Resources	15.608	N.A.	-3,175									-3,175	
Mississippi Department of Marine Resources	15.608	N.A.	303									303	
Gulf Island National Seashore	15.608	N.A.	30,072									30,072	
Mississippi Museum of Natural Science	15.608	SEGMENT 20	6,434									6,434	
Mississippi Museum of Natural Science	15.608	SWG 2005	16,388									16,388	
Mississippi Museum of Natural Science	15.611	N.A.	4,547									4,547	
The Nature Conservancy	15.614	OSFO-050103-3	850									850	
Mississippi Museum of Natural Science	15.617	TILAPA0BSERVATION-04	4,281									4,281	
Mississippi Department of Marine Resources	15.618	N.A.	39,451									39,451	
Mississippi Department of Marine Resources	15.618	N.A.	88,907									88,907	
Mississippi Department of Marine Resources	15.618	S01DA9070424F131SEG5	104,098									104,098	
Mississippi Department of Marine Resources	15.618	S-05-5-USM-54	41,374									41,374	
Mississippi Department of Marine Resources	15.630	04-055-USM-SG	31,901									31,901	
Mississippi State University - US Department of Interior	15.805	01 HQGR0088	2,179							2,179			
Mississippi State University - US Department of Interior	15.805	01 HQGR0088	18,341							18,341			
Mississippi State University Cost Share	15.805	01 HQGR0088	20,744							20,744			
Mississippi State University / USGS	15.805	01 HQGR0088	1,074							1,074			
Mississippi State University	15.805	01HQ008801070560-05	16,292									16,292	
University of Mississippi	15.808	04-06-086 300212005E	14,483									14,483	
Texas Engineering and Experiment Station	15.809	N.A.	2,911									2,911	
Gulf Island National Seashore	15.904	N.A.	646									646	
University of South Alabama/US Department of Interior	15.923	MT-2210-04-NC-01	9,290							9,290			
Mississippi Department of Marine Resources	15.999	N.A.	310									310	
Mississippi Museum of Natural Science	15.999	N.A.	5,089									5,089	
Subtotal Pass-through Programs			1,419,643	0	0	0	680,909	0	0	121,090	0	617,644	0
Total U.S. Department of Interior			3,963,255	0	0	0	2,509,883	0	0	720,582	199	732,591	0
U.S. Department of Justice:													
Law Enforcement Assistance - FBI Field Police Training	16.302		23,489									23,489	
State Justice Statistics Program for Statistical Analysis Centers	16.550		396,790									396,790	
Subtotal Direct Programs			420,279	0	0	0	0	0	0	0	0	420,279	0
Pass-through Programs From:													
Yazoo City Federal Correctional Institution-Yazoo City Partners Ed Project	16.000	N.A.	135,027		135,027								
Mississippi Department of Public Safety Planning	16.540	0JB4011	-2,147				-2,147						
Mississippi Department of Public Safety Planning	16.585	1NE4011	52,026				52,026						
Mississippi Museum of Natural Science	16.611	SEGMENT 20	11,181									11,181	
Subtotal Pass-through Programs			196,087	0	135,027	0	49,879	0	0	0	0	11,181	0
Total U.S. Department of Justice			616,366	0	135,027	0	49,879	0	0	0	0	431,460	0
U.S. Department of Labor:													
Productivity and Technology Data	17.004		461,355				461,355						
Employment and Training Research and Development Projects	17.248		2,427				2,427						
WIA Dislocated Workers	17.260		670,641							24,543		646,098	
Employment and Training Administrative Pilots, Demonstrations, and R	17.261		835,127	7,579			785,902		41,646				
Consultation Agreements	17.504		578,788				578,788						
Subtotal Direct Programs			2,548,338	7,579	0	0	1,828,472	0	41,646	24,543	0	646,098	0
Pass-through Programs From:													
MDA 04121250	17.000	4121250	19,950				19,950						
University of Southern Mississippi	17.002	USM-GR01601-01	466				466						
Gulf Coast Education Initiative	17.248	N.A.	4,949									4,949	
MDA	17.258	3-S90-014-W7042-1 PMS-1	291,060				291,060						
MDA	17.258	3-S90-014-W7042-1 ESP-1	280,752				280,752						
Subtotal Pass-through Programs			597,177	0	0	0	592,228	0	0	0	0	4,949	0
Total U.S. Department of Labor			3,145,515	7,579	0	0	2,420,700	0	41,646	24,543	0	651,047	0

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U.S. Department of State													
NAFSA-What It Means to Be an American in the Most Southern Place on Earth	19.420		5,679		5,679								
Total U.S. Department of State			5,679	0	5,679	0	0	0	0	0	0	0	0
U.S. Department of Transportation:													
US Department of Transportation	20.000		537,861				537,861						
Air Transportation Centers of Excellence	20.109		376,782				376,782						
Federal Transit Technical Assistance	20.512		-299				-299						
Subtotal Direct Programs			914,344	0	0	0	914,344	0	0	0	0	0	0
Pass-through Programs From:													
Mississippi Department of Transportation	20.000	SP-9999-00	10,732				10,732						
Mississippi Department of Transportation	20.000	103900/03000	2,832				2,832						
Mississippi Department of Transportation	20.000	103900/03000	-48				-48						
Mississippi Department of Transportation	20.000	103900/03100	5,913				5,913						
Mississippi Department of Transportation	20.000	SP-9999-00(027) 104008/101000	12,130				12,130						
Mississippi Department of Transportation	20.000	103900/03200	31,510				31,510						
Mississippi Department of Transportation	20.000	103900/03400	11,574				11,574						
Mississippi Department of Transportation	20.000	103104 10100	61,091				61,091						
Mississippi Department of Transportation	20.000	103900 03600	20,862				20,862						
Mississippi Department of Transportation	20.000	103898 00800	9,736				9,736						
Mississippi Department of Transportation	20.000	104149 13000	29,357				29,357						
Mississippi Department of Transportation	20.000	103892-10100	17,443				17,443						
Mississippi Department of Transportation	20.000	104149 12700	19,140				19,140						
Mississippi Department of Transportation	20.000	STP-0008-03(041)103975 101000	52,914				52,914						
Mississippi Department of Public Safety Planning	20.000	05-IN-401-1	86,290				86,290						
Keast and Hood	20.000	Keast and Hood 00108	193				193						
Mississippi Department of Transportation	20.000	104323 12200	26,606				26,606						
Mississippi Department of Transportation	20.000	104321 10800	8,821				8,821						
Mississippi Department of Transportation	20.000	102193 00100	11,084				11,084						
University of Alabama	20.000	SUB2005-067	18,780				18,780						
Mississippi Department of Transportation	20.000	102487 10100	9,688				9,688						
Mississippi Department of Public Safety Planning	20.000	05-OP-401-S	3,333				3,333						
US Department of Transportation / Mississippi State University Legal	20.000	DTRS56-00-T-0001	136							136			
US Department of Transportation / Mississippi State University Subcontract	20.000	N.A.	10,119							10,119			
Mississippi Department of Transportation	20.205	N.A.	7,606							7,606			
City of Oxford - Department of Transportation	20.205	ITS-0360-00(002)	167,651							167,651			
Mississippi Department of Public Safety Planning	20.600	2JP4011	44,242				44,242						
Mississippi Department of Public Safety Planning	20.600	4-IN-401-1 G27	44,879				44,879						
Mississippi Department of Public Safety Planning	20.600	4-TA-401-1	7,130				7,130						
Mississippi Department of Public Safety Planning	20.600	2-J9-401-1	-56				-56						
University of Denver	20.701	DTRS98-G-0017	2,791				2,791						
University of Denver	20.701	DTRS98-G-0017	20,101				20,101						
Subtotal Pass-through Programs			754,580	0	0	0	569,068	0	0	185,512	0	0	0
Total U.S. Department of Transportation			1,668,924	0	0	0	1,483,412	0	0	185,512	0	0	0
Federal Communications Commission													
Pass-through Program From:													
Computech & Jackson State University - Computech, Inc.	32.001	FCC 01 007	38			38							
Total Federal Communications Commission			38	0	0	38	0	0	0	0	0	0	0
National Aeronautics and Space Administration:													
Public Health Application Technical Workshop	43.000		3,539,456				3,234,889			46,063	35,378	223,126	
Aerospace Education Services Program	43.001		2,724,091			186,084	18,664			2,519,343			
Technology Transfer	43.002		2,393,922				196,035					2,197,887	
Subtotal Direct Programs			8,657,469	0	0	186,084	3,449,588	0	0	2,565,406	35,378	2,421,013	0
Pass-through Programs From:													
University of Massachusetts	43.000	01-528920 B 01	30,841				30,841						
University of New Orleans	43.000	58404-S11	70,497				70,497						
University of Mississippi	43.000	03-06-093	3,254				3,254						
University of Mississippi	43.000	03-06-093	938				938						
University of Alabama	43.000	2060462	232,359				232,359						
University of Southern Mississippi	43.000	USM-MRCCSS-01062004-1	119,571				119,571						

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Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA		Total Federal Expenditures	ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board
	Number	Pass-through											
PERL Research	43.000	PERL-2004-003	4,916				4,916						
MS Ethanol	43.000	04030257	25,097				25,097						
University of Mississippi	43.000	MSCI 04-06-082	39,562				39,562						
University of Mississippi	43.000	MSCI 05-07-001	65,562				65,562						
USSRC	43.000	05040335	15,660				15,660						
University of Southern Mississippi	43.000	MRCSSC-11052004-1	254,987				254,987						
University of Southern Mississippi	43.000	USM_MRCSSC-12132004-1	3,446				3,446						
CAEC, LLC	43.000	05030276	27,590				27,590						
Tetra TRC-STTR-I-05 Luke	43.000	TRC-STTR-I-05	12,555				12,555						
University of Southern Mississippi	43.000	USM-MRCSSC-03282005-1-Norton	4,276				4,276						
Mod Works, Inc	43.000	AGRM DATED 4/20/98	-29,293				-29,293						
University of New Orleans	43.000	58404-S2	2,893				2,893						
University of Mississippi	43.000	MSCI 04-09-025	-2,218				-2,218						
University of Mississippi	43.000	03-06-093	3,086				3,086						
University of Mississippi	43.000	03-06-093	4,281				4,281						
University of Mississippi	43.000	03-06-093	5,164				5,164						
University of Mississippi	43.000	04-07-002	23,576				23,576						
University of Southern Mississippi	43.000	USM-NASA USM-MRCSSC-04262005	18,037				18,037						
NASA/Mississippi State University	43.000	N.A.	2,191							2,191			
University of Mississippi NASA Sub: Geoinformatics Center	43.000	NAG13-02052	4,855								4,855		
University of Mississippi: Mississippi NASA EPSCOR Program+E643	43.000	NCC5-574	-45								-45		
University of Mississippi	43.001	05-07-002	20,738				20,738						
University of Mississippi	43.001	05-07-002	17,156				17,156						
University of Southern Mississippi	43.001	MRCSSC-04202005	5,843				5,843						
University of Mississippi	43.001	05-09-025	37,010				37,010						
University of Mississippi	43.001	N.A.	-24										-24
University of Mississippi	43.001	04-04-066/300221940A	28,199										28,199
University of Mississippi - Aerospace Education Services Program	43.001	NGT-400	8,000		8,000								
NOVA - University of Alabama	43.001	NNG04G093G	17,352			17,352							
Aerospace Education Services Program	43.001	N6TS-4009/3002105	623,761			623,761							
University of Mississippi	43.002	MSCI 04-06-081	59,090				59,090						
University of Mississippi	43.002	MSCI 04-06-084	78,337				78,337						
Mississippi State University	43.002	N.A.	2,138										2,138
Mississippi State University	43.002	N.A.	-1,880										-1,880
Mississippi State University	43.002	N.A.	6,033										6,033
University of Mississippi	43.002	N.A.	11,985										11,985
University of Mississippi	43.002	N.A.	2,862										2,862
University of Mississippi	43.002	N.A.	-1,007										-1,007
University of Mississippi	43.002	N.A.	-8,638										-8,638
University of Mississippi	43.002	N.A.	-8,097										-8,097
University of Mississippi	43.002	N.A.	-8,203										-8,203
University of Mississippi	43.002	N.A.	1,410										1,410
University of Mississippi	43.002	N.A.	5,438										5,438
Mississippi Research Consortium	43.002	N.A.	82,636										82,636
Mississippi Research Consortium	43.002	N.A.	301										301
Mississippi Research Consortium	43.002	N.A.	6,190										6,190
Mississippi Research Consortium	43.002	N.A.	14,794										14,794
University of Mississippi	43.002	N.A.	-6,956										-6,956
University of Mississippi	43.002	N.A.	1,007										1,007
University of Mississippi	43.002	N.A.	8,203										8,203
University of Mississippi	43.002	N.A.	8,638										8,638
University of Mississippi	43.002	N.A.	8,097										8,097
University of Mississippi	43.002	02-10-032/NCCS-574	157,658										157,658
Georgia Institute of Technology	43.002	NAS10-01025	922										922
Mississippi Research Consortium	43.002	NAS1303032NNS04AB73D	352,174										352,174
Mississippi Research Consortium	43.002	NNS05AA15DNAS1303032	40,299										40,299
Mississippi Research Consortium	43.002	PO# N8-7971	50,422										50,422
Mississippi State University	43.002	SSC-097/NAS13-564	2,909										2,909
Mississippi State University	43.002	SSC-114/NAS13-98033	66										66
Mississippi State University	43.002	SSC-151	6,105										6,105
Mississippi State University	43.002	SSC-169/302996-19010	45,731										45,731
Mississippi State University	43.002	N.A.	-7,555										-7,555
Mississippi Research Consortium	43.002	NAS1303032NNS05AA42D	36,738										36,738
Mississippi Research Consortium	43.002	NNS04AB71D	9,073										9,073
Mississippi Research Consortium	43.002	NSD1303032NNS05AA42D	103,221										103,221

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Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA		Total Federal Expenditures	ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board
	Number	Pass-through											
Univ. of Mississippi: Application of Remote Sensing Technology to Analyze Environ.	43.002	NAG13-03012	81,538								81,538		
Subtotal Pass-through Programs			2,843,352	0	8,000	641,113	1,154,811	0	0	2,191	86,348	950,889	0
Total National Aeronautics and Space Administration			11,500,821	0	8,000	827,197	4,604,399	0	0	2,567,597	121,726	3,371,902	0
National Endowment for the Humanities:													
Promotion of the Humanities - Research	45.161		7,213										7,213
Subtotal Direct Programs			7,213	0	0	0	0	0	0	0	0	0	7,213
Pass-through Program From:													
Mississippi Humanities Council	45.024	MSOH04-10-0704	723										723
Subtotal Pass-through Programs			723	0	0	0	0	0	0	0	0	0	723
Total National Endowment for the Humanities			7,936	0	0	0	0	0	0	0	0	0	7,936
National Science Foundation:													
Biological Sciences	47.000		95,127								95,127		
Engineering Grants	47.041		641,792			51,970	338,594			107,448		143,780	
Mathematical and Physical Sciences	47.049		2,489,539			55,855	402,903			17,004		2,013,777	
Geosciences	47.050		491,839							127,476		364,363	
Computer and Information Science and Engineering	47.070		1,403,931				1,403,931						
Biological Sciences	47.074		2,075,681				1,099,109			369,248	360,821	246,503	
Social Behavioral and Economic Sciences	47.075		162,966			14,457	14,440			31,455		102,614	
Education and Human Resources	47.076		7,913,158			3,315,767	2,778,398			327,972		1,491,021	
Polar Programs	47.078		188,791				34					188,757	
Subtotal Direct Programs			15,462,824	0	0	3,438,049	6,037,409	0	0	980,603	455,948	4,550,815	0
Pass-through Programs From:													
University of California	47.000	N.A.	11,680										11,680
University of Illinois	47.041	04-342	84,363				84,363						
Case Western Reserve University	47.041	NSF 0403619	5,668										5,668
Rensselaer Polytech	47.049	A11197	22,664				22,664						
Eastern Michigan University	47.049	N.A.	-18,072										-18,072
University of Wisconsin	47.049	K016719	63,735										63,735
Mississippi State University: Mathematical and Physical Sciences	47.049	060801 362415	3,713								3,713		
SUNY	47.050	1039074/32191	90,755				90,755						
University of New Hampshire: Geosciences	47.050	04-871	30,217								30,217		
Purdue University	47.070	501-0563-4	24,235				24,235						
University of Alabama at Birmingham	47.070	ACI-0085969	21,534				21,534						
Ohio State University	47.070	745316	66,536				66,536						
Rensselaer	47.070	A11533	50,532				50,532						
University of California at San Diego	47.070	10246361	33,539				33,539						
Mississippi State University / NSF	47.070	IIS-0442156	39,681							39,681			
Mississippi Polymer Technologies, Inc.	47.070	N.A.	11,093										11,093
Jackson State University	47.071	N.A.	1,520										1,520
Jackson State University	47.071	N.A.	84,758										84,758
Jackson State University	47.071	HRD-0115807	5,574										5,574
University of Georgia	47.074	RR373-020/6236457	93,007				93,007						
Arizona State University: Biological Sciences	47.074	03062DEB0213851	85,209								85,209		
University of Louisville: Biological Sciences	47.074	URLF01-1068	12,324								12,324		
University of Colorado	47.075	05070719	4,500				4,500						
U. S. CRDF / NSF	47.075	RUP1-2625-N1-04	15							15			
University of Mississippi	47.076	00-10-019	72,219				72,219						
University of Mississippi	47.076	05-10-030	20,806				20,806						
Epscor '03-Mossing	47.076	EPS-0132618	18,329							18,329			
Epscor '03-Davis	47.076	EPS-0132618	50,375							50,375			
University of Southern Mississippi / NSF IGERT PSC	47.076	DGE-0333136	154,229							154,229			
Epscor '03-Ritchie	47.076	EPS-0132618	33,413							33,413			
University of California	47.076	N.A.	45,037										45,037
Mississippi State University	47.076	02-01-0067-04	38,228										38,228
Mississippi State University	47.076	02-01-0067-05	39,886										39,886
Mississippi State University	47.076	02-01-0067-06	140,436										140,436
Mississippi State University	47.076	02-01-0067-07	524,934										524,934
Mississippi State University	47.076	02-01-0067-6	28,279										28,279
Mississippi State University	47.076	02-01-0067-6	32,750										32,750
Mississippi State University: Education and Human Resources	47.076	EPS0132618	11,431								11,431		
SMART - Jackson Public School District	47.076	0115728	23,960				23,960						

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	Number	Pass-through		ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board	
Education and Human Resources	47.076	2010067	137,826			137,826								
Education and Human Resources	47.076	05-10-028	51,773			51,773								
Education and Human Resources	47.076	636441	12,297			12,297								
Jackson State University - MAMP - Education and Human Resources	47.076	HRD9153747	89,699		89,699									
Virginia Institute of Marine Science	47.078	514702/1247	20,334								20,334			
University of Alaska	47.078	UAF000080/POFP100949	6,575								6,575			
Subtotal Pass-through Programs			2,381,596	0	89,699	225,856	584,690	0	0	296,042	142,894	1,042,415	0	0
Total National Science Foundation			17,844,420	0	89,699	3,663,905	6,622,099	0	0	1,276,645	598,842	5,593,230	0	0
U.S. Small Business Administration:														
Small Business Administration	59.000		892,446				646,138					246,308		
Subtotal Direct Programs			892,446	0	0	0	646,138	0	0	0	0	246,308	0	0
Pass-through Programs From:														
University of Mississippi - Small Business Development Center	59.037	9-7620-0025-18	147,912		147,912									
Subtotal Pass-through Programs			147,912	0	147,912	0	0	0	0	0	0	0	0	0
Total U.S. Small Business Administration			1,040,358	0	147,912	0	646,138	0	0	0	0	246,308	0	0
Tennessee Valley Authority:														
Tennessee Valley Authority	62.000		99,868				99,868							
Total Tennessee Valley Authority			99,868	0	0	0	99,868	0	0	0	0	0	0	0
Environmental Protection Agency:														
Air Quality	66.001		18,607			18,607								
Gulf of Mexico Program	66.475		46,327									46,327		
Environmental Protection - Consolidated Research	66.500		1,631,182			3,630			13,163			1,614,389		
Surveys, Studies, Investigations and Special Purpose Grants	66.606		610,751			4,925	592,469					13,357		
Subtotal Direct Programs			2,306,867	0	0	27,162	592,469	0	13,163	0	0	1,674,073	0	0
Pass-through Programs From:														
Tetra Tech	66.000	MSU-13145-1 TO#7	1,805				1,805							
Mississippi Department of Environmental Quality	66.000	5-0001MSU-006	4,551				4,551							
Mississippi Department of Environmental Quality	66.000	99121153	-25				-25							
University of Georgia	66.000	RC714-021/3581607	58,644				58,644							
University of Southern Mississippi	66.000	USM-GR01290-01	58,424				58,424							
Tetra Tech	66.000	MSU-ADEM04	351				351							
Mississippi Department of Environmental Quality	66.000	WO # 04-0001-MSU-003	15,063				15,063							
Onondaga Lake Cleanup	66.000	04020217	12,441				12,441							
Mississippi Department of Environmental Quality	66.000	04-0001MSU-004	61,818				61,818							
Rutgers	66.000	IR-4 04111088	-20				-20							
Mississippi Department of Environmental Quality	66.000	05-0001MSU-005	93,792				93,792							
Mississippi Department of Marine Resources	66.000	N.A.	421									421		
Mississippi Department of Environmental Quality	66.000	05-001 USM/GCRL-009	80									80		
Louisiana Universities Marine Consortium	66.000	Lumcon Proj # 674250	15,093									15,093		
Mississippi Department of Environmental Quality	66.149	N.A.	27,928									27,928		
Mississippi Department of Environmental Quality	66.149	04-0001 USM/GCRL-002	144,676									144,676		
Mississippi Department of Environmental Quality	66.149	MDEQ002ID0001USM	82,708									82,708		
Mississippi Department of Environmental Quality	66.419	N.A.	92									92		
Mississippi Department of Environmental Quality	66.419	MDEQ-02-ID-0001USM	4,744									4,744		
Mississippi Department of Environmental Quality	66.423	05-00549	15,250				15,250							
Florida Dept of Environmental Protection	66.460	WM880	4,743									4,743		
Mississippi Department of Marine Resources	66.461	S045SGUSM3M997417401	23,499									23,499		
Florida Dept of Environmental Protection	66.463	N.A.	42									42		
Mississippi Department of Environmental Quality	66.471	05-0001MSU-007	12,956				12,956							
University of Georgia	66.500	RC293-231/9266474	-1				-1							
MDEQ02-03-FP-0001UMS	66.500	NPS C9994866-02-0	5,869							5,869				
University of Southern Mississippi-EPA	66.500	R-829421-01-0	38,189							38,189				
GCHSRC	66.505	034MSU0899	3,209				3,209							
GCHSRC	66.606	043MSU0862	28,329				28,329							
Florida Fish & Wildlife Conservation Commission	66.606	S7701 617849	4,689									4,689		
HBCU SB Mentoring - Science and Engineering	66.607	SEAEPA0013	7,227			7,227								
International Financial Assistance Projects	66.931	RANA0003001000	3,552,656			3,552,656								
Subtotal Pass-through Programs			4,279,243	0	0	3,559,883	366,587	0	0	44,058	0	308,715	0	0

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				ASU	DSU	JSU	MSU	MLTW	MVSU	UM	UMMC	USM	IHL Board
Total Environmental Protection Agency			6,586,110	0	0	3,587,045	959,056	0	13,163	44,058	0	1,982,788	0
U.S. Department of Energy:													
US Department of Energy	81.000		2,957,228				2,849,430			107,798			
University-Laboratory Cooperative Program	81.004		3,117,871				3,117,871						
Energy-Related Inventions	81.036		52,102				52,102						
Basic Energy Sciences University and Science Education	81.049		1,726,002				1,322,275			403,727			
University Coal Research	81.057		38,126							38,126			
Department of Energy	81.059		316,907							316,907			
Fossil Energy Research and Development	81.089		613,241							613,241			
Innovative Co-Polymer Systems	81.104		580,667									580,667	
Subtotal Direct Programs			9,402,144	0	0	0	7,341,678	0	0	1,479,799	0	580,667	0
Pass-through Programs From:													
UT-Battelle	81.000	400034836	3,491				3,491						
Hughes Eastern	81.000	92-3-268	3,531				3,531						
University of Michigan	81.000	F006909	56,490				56,490						
Mirmar Sensor	81.000	PO 252	3,104				3,104						
Sandia National Lab	81.000	96401	75,491				75,491						
Oak Ridge Assoc Univ	81.000	4010013	5,710				5,710						
Metatech	81.000	4030338	19,335				19,335						
SSEB	81.000	SSEB-NT41980-997-DIAL-2003-01	195,382				195,382						
AgraPure	81.000	4030251	15,869				15,869						
Sandia National Lab	81.000	248196	4,847				4,847						
SSEB	81.000	SSEB-NT41980-997-DIAL-2003-01	6,227				6,227						
MS Ethanol	81.000	4060606	166,706				166,706						
MS Ethanol	81.000	4060606	58,475				58,475						
MS Ethanol	81.000	4060606	39,886				39,886						
Sandia National Lab	81.000	96401	9,456				9,456						
ORAU	81.000	4111159	8,931				8,931						
General Motors	81.000	4070700	94,567				94,567						
ORAU	81.000	4121268	8,480				8,480						
UT-Battelle	81.000	4060034059	18,771				18,771						
Tulane University	81.000	TUL-185-04/05	62,956				62,956						
Washington State University	81.000	G001112 OGD 10907	82				82						
SSEB	81.000	SSEB-NT41980-997-DIAL-2003-01	7,193				7,193						
University of California LANL	81.000	01754-001-04	15,246				15,246						
Mississippi Development Authority	81.000	GT05-327-001	6,187				6,187						
Argonne - DOE	81.000	N.A.	4,010							4,010			
National Energy Information Center	81.039	633254-1925	7,036			7,036							
ORAU	81.049	05111072	1,996				1,996						
DE-FG02-00ER45830	81.049	DE-FG02-00ER45830	56,759							56,759			
Fermi Lab Equipment	81.049	DE-AC-02-76CH03000	-1,428							-1,428			
Mississippi State University	81.049	061800 301117-01	2,616									2,616	
Oak Ridge Associated Universities	81.049	N.A.	40,415									40,415	
Office of Science Financial Assistance Program	81.049	DEFG 0200ER458	83,807			83,807							
Mississippi Emergency Management - CERT FY 03	81.049	CERT	4,985			4,985							
Argonne National Lab	81.077	982392401	24,955				24,955						
Regional Biomass Energy Program	81.079	633254-1925	15,035			15,035							
Mississippi State University	81.079	00-07-0566-01	79,813									79,813	
Mississippi State University	81.079	00-07-0566-01	81,233									81,233	
Battelle	81.086	15350	43,858				43,858						
Auburn University	81.086	02-FWS-533759-USM	59,288									59,288	
MS Ethanol	81.087	3020239	440,769				440,769						
University of Mississippi	81.089	05-10-034	88,083										
University of Alabama	81.089	00-023	18,311				18,311						
University of Mississippi	81.102	N.A.	19,231									19,231	
University of Mississippi	81.102	03-12-035	1,113									1,113	
Mississippi Development Authority	81.104	N.A.	1,573									1,573	
State of Arkansas	81.177	PO# 4500277234	4,300				4,300						
Subtotal Pass-through Programs			1,964,171	0	0	110,863	1,508,685	0	0	59,341	0	285,282	0
Total U.S. Department of Energy			11,366,315	0	0	110,863	8,850,363	0	0	1,539,140	0	865,949	0
U.S. Department of Education:													
Fund for the Improvement of Postsecondary Education	84.116		1,889,930				1,505,556	384,374					

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 Schedule of Expenditures of Federal Awards
 For the Year Ended June 30, 2005

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA		Total Federal Expenditures												
	Number	Pass-through		ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board		
National Institute on Disability and Rehabilitation	84.133		1,172,823				1,172,823								
Drug-Free Schools and Communities National Programs	84.184		4				4								
Expanding Appropriate Assessment/Instruction	84.215		1,139,282		985,777								153,505		
National Institute for Literacy	84.257		333,855				333,855								
Mississippi Future Teachers Technology Project	84.342		14,933		7,733								7,200		
NCLB: Math/Literacy Institute for Teachers	84.367		64,624		64,624										
Delta Area Writing Project	84.928		42,971		42,971										
Subtotal Direct Programs			4,658,422	0	1,101,105	0	3,012,238	384,374	0	0	0	0	160,705	0	0
Pass-through Programs From:															
TX Comm ... Blind	84.000	318-01-026 Mod 1	1,537				1,537								
Alabama ST Dept Rehab Serv	84.000	C2087082	-164				-164								
Arkansas	84.000	4500120005	-12				-12								
Institutions of Higher Learning	84.000	2003-59E	1,138				1,138								
Commonwealth of VA	84.000	C03-224	889				889								
Institutions of Higher Learning	84.000	04020226 ARM04	16,173				16,173								
McComb School District	84.000	4050477	13,951				13,951								
Center for Civic Ed	84.000	Q929A030001	21,090				21,090								
Institutions of Higher Learning	84.000	2004-109E	38,910				38,910								
Alabama Rehab Services	84.000	C50870082	6,018				6,018								
State of Georgia	84.000	72100-706-05	11,997				11,997								
McComb School District	84.000	SD 04-05-0477	30,498				30,498								
State of Missouri	84.000	SS01240	5,902				5,902								
MDE	84.000	053201BB244641EA080-02	66,242				66,242								
Delta State University	84.000	N.A.	62,721							62,721					
Picayune School District	84.000	N.A.	120											120	
Board of Trustees MS Inst of Higher Learning-Leveraging Educational Assistance Partnership	84.069	N.A.	6,325		6,325										
Mississippi State University / USOE	84.116	P116Z040141	59,225							59,225					
Howard University	84.133	633055-166234	35,736				35,736								
Commonwealth of Massachusetts	84.177	SCMCB40004123059	10,365				10,365								
New Jersey	84.177	4010021	9,401				9,401								
New Jersey	84.177	5010031	20,034				20,034								
Alabama Department of Rehab Services	84.177	C40870082	2,458				2,458								
State of Missouri	84.177	SS01240 Amend 6	3,518				3,518								
State of Georgia	84.177	72100-706-04	4,060				4,060								
Commonwealth of Virginia	84.177	0403027701	4,374				4,374								
Texas Tech University	84.177	1304/B109-01	24,737				24,737								
LRA	84.177	05010101	15,943				15,943								
State of Arkansas	84.177	PO # 4500393106	7,521				7,521								
Commonwealth of Virginia	84.177	05-03-0301-01	3,989				3,989								
Board of Trustees MS Inst of Higher Learning-Eisenhower Professional Development Grants	84.367	2003-61E	123,028		123,028								123,028		
McComb School District	84.359	USM-24320011005	226,393											226,393	
Subtotal Pass-through Programs			834,117	0	129,353	0	356,305	0	0	121,946	0	0	226,513	0	0
Total U.S. Department of Education			5,492,539	0	1,230,458	0	3,368,543	384,374	0	121,946	0	0	387,218	0	0
U.S. Department of Health and Human Services:															
Food and Drug Administration	93.000		270,225						74,253	195,972					
Jackson Heart Study / Laboratory Analysis	93.000		3,354									3,354			
Atherosclerosis Risk in Communities	93.000		460,881									460,881			
Jackson Heart Study	93.000		1,738,664									1,738,664			
Food and Drug Administration - Research - Fd-U-002071-01	93.103		1,411,614								1,411,614				
Biological Response to Environmental Health Hazards	93.113		629,006				482,761			146,245					
Oral Diseases and Disorders Research	93.121		6,037				-6,935								
Coordinated Services and Access to Research for Women, Infants and Children	93.153		514,738									514,738			
Rural Health Research Centers	93.155		302,516				302,516								
Research Related to Deafness and Communication Disorders	93.173		497,360							69,206		428,154			
Rural Telemedicine Grants	93.211		1,500		1,500										
Ginkgo Biloba Neuroprotection	93.213		480,426							254,620				225,806	
Health Services Research and Development Grants	93.226		1,308,746				177,561					1,131,185			
Mental Health Research Grants	93.242		1,384,029			48,301				-37		1,328,075		7,690	
Alcohol Research Programs	93.273		237,841									192,195		45,646	
Behavioral Pharmacology of Drug Self Administration	93.277		110,652									110,652			
Drug Abuse Research Programs	93.279		2,249,574				366,781			1,160,581		722,212			
Mental Health Research Career Scientist Development Award	93.281		97,307									97,307			
NIMH Cor Undergraduate	93.282		200,292			200,292									

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Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through	Total Federal Expenditures	ASU DSU JSU MSU MUW MVSU UM UMMC USM IHL Board										
				ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board	
Center for Disease Control and Prevention - Investigations and Technical Assistance	93.283		5,579,628		300,109	452,280					4,827,239			
New Polymeric Betaines	93.286		51,705										51,705	
Comparative Medicine Program	93.306		55,735				55,735							
Minority Health and Health Disparity Research	93.307		954,998			954,998								
Advance Education Nursing Traineeship	93.358		18,231		18,231									
Nursing Research	93.361		91,950									91,950		
Minority Biomedical Research Support	93.375		2,254,569	244,496		2,010,073								
National Center for Research Resources	93.389		9,071,651			1,636,602	1,880,851				1,386	2,413,392	3,139,420	
Cancer Treatment Research	93.395		397,101				55,298				189,239	152,564		
Cancer Control	93.399		15,971				15,971							
Child Welfare Services Training Grants	93.648		32,598							32,598				
Cell Biology and Biophysics Research	93.821		269,913				269,913							
Heart and Vascular Research Diseases	93.837		10,110,959			3,538,887						6,572,072		
Kidney Diseases Urology and Hematology Research	93.849		508,645				-645					509,290		
Extramural Research Programs in the Neurosciences & Neurological Disorders	93.853		1,086,302			13,805					43,581	1,028,916		
IdeA Networks of Biomedical Research Excellence	93.854		320,699						320,699					
Allergy, Immunology and Transplantation Research	93.855		718,194								325,834	392,360		
Microbiology and Infectious Diseases Research	93.856		1,001,563				2,869				828,612	165,002	5,080	
Biomedical Research and Research Training	93.859		912,111	291,042		128,112						492,957		
Genetics and Developmental Biology Research	93.862		48,700				48,700							
Demo Rapid HIV Testing	93.864		239,834			239,834								
Cerebellum Development	93.865		173,687									173,807	-120	
Aging Research	93.866		67,377				67,377							
Vision Research	93.867		360,267									360,267		
Research Focused Initiative	93.880		340,614			340,614								
Health Care and Other Facilities	93.887		7,109,937									7,109,937		
Resource and Manpower Development in the Environmental	93.894		103,677				103,677							
NCCR Science Foundation Award	93.922		5,557	5,557										
Community Coalition Dev	93.939		103,624			103,624								
HIV & STD Intervent for Young Men	93.941		64,631			64,631								
HIV/AIDS in Minority	93.943		1,082,201			1,082,201								
NIH Jam Reef	93.989		170,424								170,424			
Subtotal Direct Programs			55,227,815	542,595	318,340	10,814,254	3,822,430	320,699	106,851	9,624,516	26,202,903	3,475,227	0	
Pass-through Programs From:														
MDMH	93.000	4587-DD03-TR-TKMARTIN	1,035				1,035							
East Carolina University	93.000	04020193	7,298				7,298							
Univ. of North Carolina: Clinical Antipsychotic Trials of Intervention Effectiveness	93.000	N01MH90001	12,473									12,473		
Mississippi Department of Mental Health	93.000	4587-DD04-TR-TKMARTIN	7,067				7,067							
Institutions of Higher Learning	93.000	4070732	22,158				22,158							
Institutions of Higher Learning	93.000	4070733	25,142				25,142							
Division of Medicaid	93.000	4090946	120,286				120,286							
ICS/MHSA	93.000	4101040	638				638							
Division of Medicaid	93.000	05010044	71,008				71,008							
Mississippi Department of Mental Health	93.000	5030254	10,953				10,953							
Medicaid	93.000	5040352	27,830				27,830							
University of Maryland	93.000	02-4-38719	87,005				87,005							
Mississippi Department of Health	93.000	05061513	8,029				8,029							
American National Red Cross	93.000	180875	365				365							
University of Southern Mississippi	93.000	USM-GR00978-SGO-09-02	12,934				12,934							
Elsohly Labs	93.000	1 R41 GM067304-01	2,876								2,876			
IQH	93.000	500-02-MS01	11,503								11,503			
UT / NIH	93.000	N.A.	233								233			
Mississippi Department of Mental Health	93.000	25310012001	62,265										62,265	
Mississippi Department of Human Services	93.000	525Q7451	160										160	
Mississippi Department of Mental Health - University affiliated	93.000	7130-DMH	50,545			50,545								
Jackson State University: Jackson Heart Study / Echocardiography Reading Center	93.000	N01HC95171	8,186									8,186		
Contract: Jackson Heart Study / Laboratory Analysis	93.000	N01HC95171	-22,900									-22,900		
Contract: MSH Patients Follow Up Extension	93.000	N01HB67129	93									93		
Bacteriology and Mycology Study group	93.000	N01A115440	1,124									1,124		
Baylor College of Medicine: Context Specificity and other Approaches	93.000	NCC95899	79,871									79,871		
University of Wisconsin: Molecular Basis for Metabolic and Energetic Diversity	93.000	DE-FG02-01ER663232	110,277									110,277		
Jackson State University: Rural Systems, Mississippi	93.000	2004-388895-02132	14,995									14,995		
Building Capacity to Environmental Management	93.000	N.A.	51,245							51,245				
Civil Rights and Privacy Rule Compliance Activities	93.001	93.63533	67,772			67,772								
Iowa State University	93.103	430-23-48	52,903				52,903							

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	Number	Pass-through											
Health Education Assistance Loan	93.108	93.6353	119,175			119,175							
Mikkur - NIH	93.121	1 R43 DE015455-01A1	35,189							35,189			
University of Minnesota: Oral Diseases and Disorders Research	93.121	R01DE14338	281,547								281,547		
North Mississippi Health Services	93.134	01-12-0159-01	25,276				25,276						
Community Prevention Coalitions	93.194	93.635289	183,744			183,744							
Rutgers / NIH	93.213	1R21 AT002076-01	13,811							13,811			
University of Southern Mississippi / NIH	93.213	1 RO1 AT001928-01A1	37,095							37,095			
Harvard University	93.213	1R01AT00607	39,547							39,547			
The Lewin Group, Inc	93.230	TLG-004-02-4096.0101	91,838									91,838	
Duke University: Mental Health Research Grants	93.242	P50 MH060451	67,025								67,025		
Duke University: Mental Health Research Grants	93.242	P50 MH060451-01A2	223,044								223,044		
Duke University: Crusade	93.242	BAMSG	91								91		
Mississippi Department of Mental Health / Department of Health and Human Services	93.243	N.A.	27,896							27,896			
CWRU / NIH	93.279	1 R01 DA-017204-01	64,593							64,593			
Mississippi State University	93.279	19030030163701	222,856									222,856	
Oregon Research Institute: Drug Abuse and Addiction Research Program	93.279	DA017972	169,166								169,166		
University of Texas San Antonio: Drug Abuse and Addiction Research Program	93.279	115954/115375	66,624								66,624		
HAART - The Miriam Hospital	93.279	RODA13767-03S1	58,581			58,581							
EcoArray, LLC	93.286	1 R43 ES013637-01	21,928									21,928	
Florida A&M / NIH	93.306	2 G12 RR003020-19	-1,266							-1,266			
Jackson State University: Minority Health and Health Disparities Research	93.307	P20MD000534	5,675								5,675		
Jackson State University: Minority Health and Health Disparities Research	93.307	P20MD000534	259,234								259,234		
University of Southern Mississippi	93.389	USM-GR00978-SIDeR-01-2	130										
ANRC	93.389	ARC/JHHL-05-01	12,410				12,410						
Florida A&M/NIH Yr 2	93.389	5 G12 RR003020	19,769							19,769			
University of Mississippi Medical Center / NIH	93.389	1 P20 RR17701	28,797							28,797			
University of Southern Mississippi - NIH INBRE	93.389	NOT-RR-03-008	78,696							78,696			
MFGN-NIH-Creel	93.389	N.A.	1,500							1,500			
MFGN-NIH-Grisham	93.389	N.A.	1,500							1,500			
MFGN-NIH-Lewis	93.389	N.A.	1,500							1,500			
MFGN-NIH-Butler	93.389	N.A.	1,500							1,500			
University of Southern Mississippi / NIH Task II	93.389	5 P20 RR016476-03	-1,260							-1,260			
University of Southern Mississippi / NIH Task III	93.389	5 P20 RR016476-03	-91							-91			
University of Southern Mississippi / NIH Task V	93.389	5 P20 RR016476-03	-929							-929			
University of Mississippi Medical Center	93.389	66412-59378	4,834									4,834	
Mississippi Valley State University: National Center for Research Resources	93.389	GR00978 SGO052	658								658		
University of Southern Mississippi: National Center for Research Resources	93.389	P20RR16476	98,686								98,686		
University of Southern Mississippi: National Center for Research Resources	93.389	GR-00978-REO-01-02	55								55		
University of Southern Mississippi: National Center for Research Resources	93.389	SGO 032	532								532		
University of Southern Mississippi: National Center for Research Resources	93.389	SGO 032	911								911		
University of Southern Mississippi: National Center for Research Resources	93.389	SGO 032	55								55		
RCMI - Charles R. Drew University	93.389	5P20RR11145	31,323			31,323							
Function Genomics - 3 - University of Southern Mississippi	93.389	USMGR00978	36,914								36,914		
Southern Cohort - Vanderbilt University	93.393	VUMCC8741	32,369			32,369							
Georgetown Subcontract	93.395	1R01 CA88456-01	163,266							163,266			
SW Oncology Group: Cancer Treatment Resources	93.395	N.A.	927								927		
University of Pennsylvania: Cancer Treatment Resources	93.395	531795	118,772								118,772		
GOG: Cancer Treatment Resources	93.395	SP 27469-2	143,671								143,671		
National Childhood Cancer Foundation: Cancer Treatment Resources	93.395	13164	22,764								22,764		
GOG: Cancer Treatment Resources	93.395	CA47269	35,424								35,424		
National Childhood Cancer Foundation: Cancer Treatment Resources	93.395	97452-1019	95,276								95,276		
National Childhood Cancer Foundation: Cancer Treatment Resources	93.395	8624	47,535								47,535		
National Childhood Cancer Foundation: Cancer Treatment Resources	93.395	10629	-4,487								-4,487		
University of Texas HSC: Cancer Treatment Resources	93.395	N01CN35038	13,470								13,470		
University of Massachusetts Medical School: Cancer Biology Research	93.396	CA81106	-247								-247		
University of Alabama at Birmingham	93.399	N.A.	103,090									103,090	
Southwest Oncology Group: Cancer Control	93.399	11-025-00UM	83,021								83,021		
CTRC Research Foundation: Cancer Control	93.399	PCPT9328	3,297								3,297		
Cancer Control - University of Alabama at Birmingham	93.399	5 U01 CA86128 04	11			11							
Community Service Block Grant	93.570	93.635287	2,417			2,417							
Community Service Block Grant	93.570	93.634589	185,358			185,358							
Mississippi Department of Human Services	93.575	527Q7432	-150				-150						
Mississippi Department of Human Services	93.575	04030250	1,573				1,573						
Mississippi Department of Human Services	93.575	527Q741	141,463				141,463						
Mississippi Department of Human Services	93.575	527Q7451	98				98						

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	Number	Pass-through											
Mississippi Department of Human Services	93.575	527Q7452	217,078				217,078						
Title IV-E Training	93.658	5.28E+153	968,352			968,352							
Board of Trustees of the Institutions of Higher Learning	93.777	N.A.	18,760									18,760	
Board of Trustees of the Institutions of Higher Learning	93.777	N.A.	92,227									92,227	
Board of Trustees of the Institutions of Higher Learning	93.777	N.A.	60,232									60,232	
Network 8 Inc	93.779	N.A.	54,692							54,692			
Tulane University Health Sciences Center: Heart and Vascular Disease Research	93.837	HL68057	251,646								251,646		
University of Texas Health Science Center: Heart and Vascular Disease Research	93.837	0004524D	57,980								57,980		
University of Texas Health Science Center: Heart and Vascular Disease Research	93.837	0004575D	519								519		
Medical College of Georgia: Blood Diseases and Resources Research	93.839	05-1074E1	41,223								41,223		
Children's Hospital of Oakland: Blood Diseases and Resources Research	93.839	R01DK57778	1,502								1,502		
Research Triangle: Blood Diseases and Resources Research	93.839	N01CP01004	475								475		
Boston Medical Center: Blood Diseases and Resources Research	93.839	HL5157	30,584								30,584		
Boston Medical Center: Blood Diseases and Resources Research	93.839	HL68970	3,446								3,446		
Boston Medical Center: Blood Diseases and Resources Research	93.839	HL5157	5,042								5,042		
Boston Medical Center: Blood Diseases and Resources Research	93.839	1L1S1S1-30	125,465								125,465		
Florida State University: Diabetes, Endocrinology and Metabolism Research	93.847	N.A.	246								246		
MS Methodist Rehab: Extramural Research in Neurosciences and Neurological Disorders	93.853	H133A980035	14,119								14,119		
Univ. of Texas HSC: Extramural Research in Neurosciences and Neurological Disorders	93.853	1U01NS43353	103,360								103,360		
Mayo Clinic: Extramural Research in Neurosciences and Neurological Disorders	93.853	R01NS41558	404,807								404,807		
Extramural Research in Neurosciences and Neurological Disorders	93.853	NS42759/19	717								717		
Washington Univ. SOM: Extramural Research in Neurosciences and Neurological Disorders	93.853	NS042804/WU0583	6,925								6,925		
University of Massachusetts: Allergy, Immunology and Transplantation Research	93.855	603184RFS100088	26,661								26,661		
Sub PHS 1 R01 A12709	93.856	N.A.	20,279							20,279			
University of Arkansas	93.856	N.A.	10,868									10,868	
University of Alabama: Microbiology and Infectious Disease Research	93.856	N01AI65306	602								602		
Tulane University: Microbiology and Infectious Disease Research	93.856	U10AI46362	95,565								95,565		
Medical College of Ohio: Microbiology and Infectious Disease Research	93.856	A151471	2,775								2,775		
MBRS Initiative - Indiana University / Purdue University	93.859	R25GM55150	3,454			3,454							
HIV Prevention Services - St. Louis University	93.939	KSCOM0404-02	38,512			38,512							
HIV/AIDS Prevention for Young Minor - The Carter Consultancy	93.939	HHSPP233200400806P	33,685			33,685							
Association of Teachers of Preventative Medicine	93.946	TS-0780	62,790									62,790	
Mississippi Families As Allies, Inc.	93.958	N.A.	2,725									2,725	
Block Grants for Prevention and Treatment of Substance Abuse	93.959	742803SAP	329,968			329,968							
Bridges to the Doctorate - Indiana University / Purdue University	93.960	IR25GM67592	136,964			136,964							
Mississippi Department of Health	93.991	N.A.	604									604	
Emory University: Bioterrorism Training and Curriculum Development	93.996	CCU423095	16,718								16,718		
MSDH: Bioterrorism Training and Curriculum Development	93.996	N.A.	27,727								27,727		
Subtotal Pass-through Programs			7,693,740	0	0	2,279,144	852,529	0	51,245	600,696	3,154,949	755,177	0
Total U.S. Department of Health and Human Services			62,921,555	542,595	318,340	13,093,398	4,674,959	320,699	158,096	10,225,212	29,357,852	4,230,404	0
Corporation for National and Community Service													
Mississippi Delta Service Corps *VISTA	94.013		383,230			383,230							
Subtotal Direct Programs			383,230	0	0	383,230	0	0	0	0	0	0	0
Pass-through Programs From:													
University of Southern Mississippi - Corporation for National Service	94.005	GR-01751-A-01	14,800			14,800							
Board of Trustees Mississippi Institutions of Higher Learning - AmeriCorps	94.006	98-ARCM-5025	724,731			724,731							
Subtotal Pass-through Programs			739,531	0	0	739,531	0	0	0	0	0	0	0
Total Corporation for National and Community Service			1,122,761	0	1,122,761	0	0	0	0	0	0	0	0
U.S. Department of Homeland Security													
Pass-through Programs From:													
ATA	97.000	5080738	247,920				247,920						
ATA	97.000	5080738	9,440				9,440						
ATA	97.000	05080738 Training 4.1	62,545				62,545						
ATA	97.000	05080738/4.1	23,307				23,307						
ATA	97.000	05080738/4.1	9,346				9,346						
ATA	97.000	5080738	33,396				33,396						
ATA	97.000	5080738	82,335				82,335						
ATA	97.000	5080738	146,349				146,349						
Mississippi Research Consortium	97.000	N.A.	85,887									85,887	
Mississippi Research Consortium	97.000	19010030017002N62306	82,862									82,862	
MEMA CCEP Tech	97.052	N.A.	125,600							125,600			

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 Schedule of Expenditures of Federal Awards
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Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal	Total Federal	Expenditures											
	CFDA Number		Pass-through	Expenditures	ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board
MEMA - FEMA 2004	97.063	EMA-2004-GR-5052	14,622								14,622			
Total U.S. Department of Homeland Security			923,609	0	0	0	614,638	0	0	0	140,222	0	168,749	0
U.S. Agency of International Development:														
U.S. Agency of International Development	98.000		354,152				293,726				60,426			
Development Partnerships for University Corporation and Development	98.012		7,880	7,880										
Subtotal Direct Programs			362,032	7,880	0	0	293,726	0	0	0	60,426	0	0	0
Pass-through Programs From:														
Univ of NE	98.012	Univ of NE/INTSORMIL	24,549				24,549							
U.S. Agency for International Development-Rutgers University	98.012	N. A.	10,309	10,309										
Subtotal Pass-through Programs			34,858	10,309	0	0	24,549	0	0	0	0	0	0	0
Total U.S. Agency of International Development			396,890	18,189	0	0	318,275	0	0	0	60,426	0	0	0
Total Research and Development Cluster			238,278,862	4,970,619	3,261,322	27,649,237	92,923,856	705,073	1,068,812	41,307,910	30,591,564	35,800,469	0	0
Other Programs:														
U.S. Department of Agriculture:														
USDA Mississippi Delta Technology Initiative	10.000		8,662						8,662					
USDA Clip	10.000		1,467						1,467					
Agricultural Research_Basic and Applied Research	10.001		134,583				111,593			22,990				
Plant and Animal Disease Pest Control and Animal Care	10.025		265,520	16,447			249,073							
Grants for Agricultural Research Special Research Grants	10.200		297,385				297,385							
Grants for Agricultural Research_Competitive Research Grants	10.206		210										210	
YMT	10.212		5,000						5,000					
1890 Institution Capacity Building Grants	10.216		392,998	392,998										
Higher Education Challenge Grants	10.217		46,150	46,150										
Agricultural and Rural Economic Research	10.250		10,530				10,530							
Small Farmer Outreach Training and Technical Assistance Program	10.443		170,180	170,180										
Crop Insurance	10.450		70,163				70,163							
NOAA	10.469		25,884							25,884				
Cooperative Extension Service	10.500		4,950,150	1,646,614			3,178,049			125,487				
Team Nutrition Training Grant	10.555		1,756,226							1,756,226				
Nutrition Education and Training Program	10.564		2,374,846							2,374,846				
Plant Materials for Conservation	10.905		1,434				1,434							
Subtotal Direct Programs			10,511,388	2,272,389	0	0	3,918,227	0	15,129	4,305,433	0	210	0	0
Pass-through Programs From:														
Texas A&M University	10.000	450140-9	17,881				17,881							
University of Florida	10.000	SC000453-1-4	34,973				34,973							
Greene County Board of Supervisors	10.000	CBS 02050419	23,483				23,483							
Harrison County Board of Supervisors	10.000	CBS 02050429	49,289				49,289							
Amite County Board of Supervisors	10.000	CBS 02050421	9,722				9,722							
Benton County Board of Supervisors	10.000	CBS 02050420	27,853				27,853							
Forrest County Board of Supervisors	10.000	CBS 02070518	37,093				37,093							
Scott County Board of Supervisors	10.000	CBS 02070519	128,558				128,558							
Jones County Board of Supervisors	10.000	CBS 02070609	29,061				29,061							
Lincoln County Board of Supervisors	10.000	CBS 02080669	13,433				13,433							
Wilkinson County Board of Supervisors	10.000	CBS 02090758	32,002				32,002							
Perry County Board of Supervisors	10.000	CBS 03050469	133,074				133,074							
Adams County Board of Supervisors	10.000	CBS 03050490	23,711				23,711							
Chickasaw County Board of Supervisors	10.000	CBS 03060608	18,812				18,812							
Sharkey County Board of Supervisors	10.000	CBS 03121277	14,083				14,083							
University of Georgia	10.000	RE675-109/6331897	9,619				9,619							
Louisiana State University	10.000	R915225	6,306				6,306							
Jefferson County Board of Supervisors	10.000	CBS 04050495	19,197				19,197							
University of Georgia	10.000	RE675-108/5814127	8,093				8,093							
MAC	10.000	PO# PD40105000000051	2,071				2,071							
Jackson County Board of Supervisors	10.000	CBS 04101054	15,154				15,154							
Texas A & M TCE	10.000	TCE 455029	4,005				4,005							
Univ of Missouri	10.000	C00004533-1	5,000				5,000							
University of Florida	10.000	520847	8,948				8,948							
University of Georgia	10.000	RD309-032/9037237	1,573				1,573							
University of Georgia	10.000	RD309-032/9037227	11,165				11,165							

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Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA		Total Federal Expenditures	ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board
	Number	Pass-through											
Mid Delta Empowerment Zone	10.000	M99-SZ-002	66,198						66,198				
University of Illinois	10.200	04-205	292				292						
Auburn University	10.200	05030234	-109				-109						
University of Illinois	10.200	2005-1620-1 A6137	15,461				15,461						
Texas A&M	10.303	450007	16,823				16,823						
University of Florida	10.304	PO#512977,SC02062150-1-9	17,192				17,192						
Texas A & M TCE	10.500	TCE 622031	35,356				35,356						
Kansas State University	10.500	S03045	15,796				15,796						
National 4-H Council	10.500	03060605	11,018				11,018						
Texas A&M	10.500	622070	42,220				42,220						
Kansas State University	10.500	S04061	24,306				24,306						
Texas A&M University	10.500	TCE 622061	10,217				10,217						
Texas A&M	10.500	622106	7,343				7,343						
University of Georgia	10.500	RE675-110/7877597	10,307				10,307						
University of Vermont	10.500	SARE NI12	3,824				3,824						
Clemson	10.500	844-7559-215-2004121	12,515				12,515						
University of Vermont	10.500	NI17	5,205				5,205						
Texas A&M	10.500	622070	330				330						
Mississippi Department of Education	10.555	983201C4062110001	669									669	
MSDH: Special Supplemental Nutrition Program for Women, Infants	10.557	N.A.	305,773								305,773		
Mississippi Department of Education	10.558	N.A.	29,973									29,973	
Mississippi Department of Human Services	10.561	527B141	552,062				552,062						
Mississippi Department of Human Services	10.561	527B151	1,065,475				1,065,475						
U.S. Department of Health & Human Services-MS Department of Health & Human Serv	10.561	N.A.	305,645	305,645									
Mississippi Forestry Commission	10.664	4040443	21,953				21,953						
Subtotal Pass-through Programs			3,260,003	305,645	0	0	2,551,745	0	66,198	0	305,773	30,642	0
Total U.S. Department of Agriculture			13,771,391	2,578,034	0	0	6,469,972	0	81,327	4,305,433	305,773	30,852	0
U.S. Department of Commerce:													
Special American Business Internship Training Program	11.114		11,415							11,415			
Grants for Public Works and Economic Development Facilities	11.300		2,560,822				2,560,822						
Economic Development_Support for Planning Organizations	11.302		504									504	
Economic Development Technical Assistance	11.303		343,138				177,937		79,827			85,374	
Sea Grant Support	11.417		260,399									260,399	
Coastal Zone Management Administration Awards	11.419		8,413									8,413	
Congressionally Identified Construction Projects	11.469		525,021									525,021	
Coastal Services Center	11.473		106,461									106,461	
Public Telecommunications Facilities - Planning and Construction	11.550		13,811									13,811	
Measurement of Engineering Research & Standards	11.609		4,229									4,229	
Manufacturing Extension Partnership	11.611		179,899				179,899						
Subtotal Direct Programs			4,014,112	0	0	0	2,918,658	0	79,827	11,415	0	1,004,212	0
Pass-through Programs From:													
University of Southern Mississippi	11.000	USM-GR01597/OMNIBUS-ED-10/A10	19,626				19,626						
University of Southern Mississippi	11.000	USM-GR01597/OMNIBUS-ED-10/B10	30,628				30,628						
Gulf States Marine Fisheries Commission	11.415	N.A.	11,286									11,286	
University of Southern Mississippi	11.417	USM-22200001002/OMNIBUS-EX-3	176,984				176,984						
University of Southern Mississippi	11.417	USM-GR01167/OMNIBUS-EX-5	95				95						
Mississippi-Alabama Sea Grant Consortium	11.417	N.A.	8,258									8,258	
Mississippi-Alabama Sea Grant Consortium	11.417	N.A.	14,940									14,940	
Mississippi-Alabama Sea Grant Consortium	11.417	NA16RG2258/ED-8	45,239									45,239	
Mississippi-Alabama Sea Grant Consortium	11.417	NA16RG2258/M/PD-1	56,774									56,774	
Mississippi-Alabama Sea Grant Consortium	11.417	NA16RG2258/ED-9	79,430									79,430	
Mississippi-Alabama Sea Grant Consortium	11.417	NA16RG2258/M/PA-1	1,023,303									1,023,303	
Mississippi-Alabama Sea Grant Consortium	11.417	R/CCD-7-PD	221									221	
Mississippi Department of Environmental Quality	11.419	MDEQ MS.R.25 Byrd	3,017				3,017						
Mississippi Department of Environmental Quality	11.419	MDEQ MS.R.25 Trevathan	3,670				3,670						
Mississippi Department of Environmental Quality	11.419	MDEQ MS.R.25 Jones	21,196				21,196						
Mississippi Department of Marine Resources	11.420	04-044	49									49	
Mississippi Department of Marine Resources	11.426	004-024	1,250									1,250	
University of Mississippi	11.430	03-04-084	-324									-324	
Subtotal Pass-through Programs			1,495,642	0	0	0	255,216	0	0	0	0	1,240,426	0
Total U.S. Department of Commerce			5,509,754	0	0	0	3,173,874	0	79,827	11,415	0	2,244,638	0

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Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA	Total Federal Expenditures											
	Number		Pass-through	ASU	DSU	JSU	MSU	MUW	MVSUJ	UM	UMMC	USM	IHL Board
U.S. Department of Defense:													
US Department of Defense	12.000	546,069				6,126				539,943			
Office of the Chief of Naval Research-Basic & Applied Scientific Research	12.300	9,242										9,242	
Subtotal Direct Programs		555,311	0	0	0	6,126	0	0	0	539,943	0	9,242	0
Pass-through Programs From:													
University of Southern Mississippi	12.000	USM-GR01435-C10	10,835				10,835						
Applied Resources	12.000	AR-0404-01	20,857				20,857						
Applied Resources	12.000	AR-0404-01	406				406						
Applied Resources	12.000	AR-0305-01	879				879						
Applied Resources	12.000	AR-0305-01	262				262						
City of Meridian	12.000	City of Meridian	38				38						
Association for Women in Math	12.000	NSA 05010055	2,366				2,366						
Battelle - Usaro	12.000	DAAD19-02-D-0001	22,297							22,297			
Opt Tek 2 - Onr	12.000	N00014-03-M-0255	-614							-614			
American Society for Engineering Education	12.300	N.A.	1,426									1,426	
Mississippi State University	12.300	N.A.	40,131									40,131	
Office of Naval Research	12.300	N000140410703	17									17	
Office of Naval Research	12.300	N00014-04-1-0540	4,751									4,751	
Office of Naval Research	12.300	N00014-04-1-0355	5,274									5,274	
University of Maryland/ NFLC	12.551	DABJ2903P0085	235,715							235,715			
City of Hattiesburg	12.607	N.A.	9,135									9,135	
2005 Mississippi Jr Science	12.901	W911NF-04-1-0001	7,784							7,784			
Subtotal Pass-through Programs		361,559	0	0	0	35,643	0	0	0	265,182	0	60,734	0
Total U.S. Department of Defense		916,870	0	0	0	41,769	0	0	0	805,125	0	69,976	0
U.S. Department of Housing and Urban Development:													
Housing Counseling Assistance Program	14.169		6,988									6,988	
End Homelessness in Mississippi	14.235		277,784									277,784	
Historically Black Colleges and Universities Program	14.237		466,906	70,800		396,106							
Community Development Block Grants/Economic Development Initiative	14.246		1,956,327			180,589	1,248,812		149,197	13,396		364,333	
Fair Housing Initiatives and Administrative Enforcement Initiative Program	14.408		84,420									84,420	
Historically Black Colleges and Universities Program	14.520		1,724	1,724									
Subtotal Direct Programs		2,794,149	72,524	0	576,695	1,248,812	0	149,197	13,396	0	0	733,525	0
Pass-through Programs From:													
City of Jackson	14.239	2002 HOME CONTRACT	7,266									7,266	
Mississippi Development Authority - Community Development Block Grant	14.246	N.A.	149,197					149,197					
Community Development - City of Jackson	14.246	N.A.	15,632			15,632							
Metropolitan Urban - City of Jackson	14.246	N.A.	13,587			13,587							
Community Development Block Grant Program - Mississippi Development Authority	14.246	N.A.	84,705			84,705							
Biloxi Housing Authority	14.511	HOPE V1-01-001	3,028									3,028	
City of Hattiesburg	14.854	N.A.	1,166									1,166	
Subtotal Pass-through Programs		274,581	0	0	113,924	0	0	149,197	0	0	0	11,460	0
Total U.S. Department of Housing and Urban Development		3,068,730	72,524	0	690,619	1,248,812	0	298,394	13,396	0	0	744,985	0
U.S. Department of Interior:													
US Department of Interior	15.000		500,461				517,982			-17,521			
HBCU Mississippi State University Conference	15.214		26,759			26,759							
Fish and Wildlife Management Assistance	15.608		157,824				157,824						
National Spatial Data Infrastructure	15.809		7,277			7,277							
Historic Preservation Fund Grants-In-Aid	15.904		113,646			95,316	18,330						
Historically Black Colleges & Universities Preservation Initiative	15.924		33,218	33,218									
Total U.S. Department of Interior		839,185	33,218	0	129,352	694,136	0	0	0	-17,521	0	0	0
U.S. Department of Justice:													
US Department of Justice	16.000		35,445				35,445						
Technical Assistance and Training Initiative	16.526		85,237							85,237			
Juvenile Justice and Delinquency Program - Allocation to States	16.540		149,575									149,575	
Edward Byrne Memorial State and Local Law Enforcement Assistance Grant Program	16.580		6,364,422							2,579,087		3,785,335	
Violence Against Women Formula Grants	16.588		44,080									44,080	
Community Prosecution and Project Safe Neighborhoods	16.609		41,601							41,601			
Public Safety Partnership and Community Policing Grants	16.710		162,683			69,662						93,021	
Police Corps	16.712		1,268,266									1,268,266	

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Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA		Total Federal Expenditures	ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board
	Number	Pass-through											
Subtotal Direct Programs			8,151,309	0	0	69,662	35,445	0	0	2,705,925	0	5,340,277	0
Pass-through Programs From:													
Mississippi Department of Public Safety Planning	16.000	05-OP-401-S	917				917						
Department of Justice: COPS Universal Hiring Program	16.000	MS02516	-27,271								-27,271		
Office of Justice Programs	16.302	2003-DD-B9-0297	322,863									322,863	
DPS 2JA4111	16.540	2002-JF-FX-0028	14,827							14,827			
Mississippi Department of Public Safety	16.540	N.A.	15,035									15,035	
City of Hattiesburg	16.541	25360013002	18,978									18,978	
City of Hattiesburg	16.541	N.A.	35,557									35,557	
Office of Justice Programs	16.580	2004-DD-B4-1396	153									153	
Office of Justice Programs	16.580	2004-DD-B4-1396	74,495									74,495	
Mississippi Department of Public Safety Planning	16.588	35V4011	45,343				45,343						
Department of Public Safety / US Department of Justice	16.588	2003-WF-BX-0191	11,723							11,723			
Mississippi Department of Public Safety: Violence Against Women Formula Grants	16.588	2004-FW-AX-K028	49,156								49,156		
Mississippi Department of Public Safety: Violence Against Women Formula Grants	16.588	35V4001	22,996			22,996							
Mississippi Department of Public Safety Planning	16.710	2-UA-401-1	6,071				6,071						
Mississippi Department of Public Safety Planning	16.727	3-UA-401-1	9,939				9,939						
Subtotal Pass-through Programs			600,782	0	0	22,996	62,270	0	0	26,550	21,885	467,081	0
Total U.S. Department of Justice			8,752,091	0	0	92,658	97,715	0	0	2,732,475	21,885	5,807,358	0
U.S. Department of Labor:													
Employment and Training Research and Development Projects	17.248		-2,357									-2,357	
Employment and Training Administration Pilots, Demonstrations and Research Projects	17.261		739,630	207,605					41,646	490,379			
Department of Labor - Child Care	17.262		27,985						27,985				
Subtotal Direct Programs			765,258	207,605	0	0	0	0	69,631	490,379	0	-2,357	0
Pass-through Programs From:													
Mississippi Development Authority	17.259	1-590-015-W7026-1	17,491						17,491				
Mississippi Development Authority	17.260	N.A.	20,650							20,650			
Subtotal Pass-through Programs			38,141	0	0	0	0	0	17,491	20,650	0	0	0
Total U.S. Department of Labor			803,399	207,605	0	0	0	0	87,122	511,029	0	-2,357	0
U.S. Department of State													
Pass-through Program From:													
Muslim in Mississippi - NAFSA - Association of International Educators	19.300	N.A.	5,230			5,230							
Total U.S. Department of State			5,230	0	0	5,230	0	0	0	0	0	0	0
U.S. Department of Transportation:													
Department of Transportation	20.000		3,071							3,071			
Federal Aviation Administration - Airport Improvement Program	20.106		2,890,793							2,890,793			
Eisenhower Fellowship Grant	20.205		-4,138			-4,138							
Subtotal Direct Programs			2,889,726	0	0	-4,138	0	0	0	2,893,864	0	0	0
Pass-through Programs From:													
Georgia Department of Transportation	20.205	N.A.	40,921							40,921			
MS Dept of Transportation-Federal Transit Capital and Operating Assistance Formula Grants	20.507	N.A.	402,125						402,125				
Mississippi Department of Public Safety	20.600	N.A.	114									114	
Mississippi Department of Public Safety	20.600	4-DF-412-1	66,594									66,594	
Mississippi Department of Public Safety	20.600	3-DF-412-1	238,543									238,543	
Mississippi Department of Transportation	20.600	N.A.	413,000									413,000	
Office of Highway Safety	20.600	N.A.	15,914									15,914	
Office of Highway Safety	20.600	N.A.	16,719									16,719	
Office of Highway Safety	20.600	N.A.	23,309									23,309	
Office of Highway Safety	20.600	N.A.	47,051									47,051	
Office of Highway Safety	20.600	5-OP-412-1	63,227									63,227	
Office of Highway Safety	20.600	N.A.	83,684									83,684	
Office of Highway Safety	20.600	5-AL-412-1	180,061									180,061	
Office of Highway Safety	20.600	5PT-412-1	224,111									224,111	
State and Community Highway Safety	20.600	635326	190,359			190,359							
State and Community Highway Safety	20.600	4RS4001	24,019			24,019							
State and Community Highway Safety	20.600	407077501	33,539			33,539							
State and Community Highway Safety	20.600	01-447233	36,155			36,155							
Mississippi Department of Public Safety Planning	20.601	4-AL-401-2	37,423				37,423						
Mississippi Department of Public Safety Planning	20.601	05-AL-401-1	82,973				82,973						

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				ASU	DSU	JSU	MSU	MUJW	MVSU	UM	UMMC	USM	IHL Board
Office of Highway Safety	20.999	N.A.	48,926										48,926
Subtotal Pass-through Programs			2,268,767	0	0	284,072	120,396	0	402,125	40,921	0	1,421,253	0
Total U.S. Department of Transportation			5,158,493	0	0	279,934	120,396	0	402,125	2,934,785	0	1,421,253	0
Appalachian Regional Commission:													
Appalachian Regional Commission - Appalachian Regional Development	23.001		112,849							112,849			
Appalachian Supplements to Federal Grant-in-Aid (Community	23.002		49,061				49,061						
Appalachian State Research Technical Assistance and	23.011		21,672				21,672						
Appalachian Child Development	23.013		199,246				199,246						
Total Appalachian Regional Commission			382,828	0	0	0	269,979	0	0	112,849	0	0	0
National Aeronautics and Space Administration:													
Aerospace Education Services Program	43.001		493,004	10,006		227,779		6,728	10,204	226,456			11,831
Mississippi Space Grant Consortium	43.002		1,812,176							1,804,201			7,975
Subtotal Direct Programs			2,305,180	10,006	0	227,779	0	6,728	10,204	2,030,657	0		19,806
Pass-through Programs From:													
University of Mississippi	43.000	MSC14-08-013	38,720				38,720						
University of Mississippi	43.000	04-08-011	22,443				22,443						
MASTAP	43.000	NCC5-665	93,583						93,583				
University of Mississippi	43.001	04-04-065	61,818				61,818						
University of Mississippi	43.001	N.A.	2,372										
EIGS Graduate Fellowship Program - University of Mississippi	43.001	0507011	27,483			27,483							2,372
Aerospace Education Services Program	43.001	NNGOGA 82G	45,407			45,407							
Georgia Institute of Technology	43.002	NAS10-01025	43,567										43,567
Mississippi Research Consortium	43.002	N.A.	6,250										6,250
University of Mississippi	43.002	N.A.	9										9
University of Mississippi	43.002	05-11-037NAG13-03012	31,312										31,312
Subtotal Pass-through Programs			372,964	0	0	72,890	122,981	0	93,583	0	0		83,510
Total National Aeronautics and Space Administration			2,678,144	10,006	0	300,669	122,981	6,728	103,787	2,030,657	0		103,316
National Endowment for the Arts:													
Promotion of the Arts - Grants to Organizations and Individuals	45.024		10,000							10,000			
Promotion of the Humanities - Federal/State Partnership	45.129		5,000							5,000			
Promotion of the Humanities - Division of Preservation and Access	45.149		69,144			1,068				4,615			63,461
Landmarks of America Democracy	45.163		132,815			132,815							
Institute of Museum & Library Services	45.301		4,825							4,825			
Museum Assessment Program	45.302		18,195							18,195			
National Leadership Grants	45.312		197,483										197,483
Subtotal Direct Programs			437,462	0	0	133,883	0	0	0	42,635	0		260,944
Pass-through Programs From:													
MAC 04-184-Cd/Pg	45.024	N.A.	-1							-1			
CEC Artlink - NEA	45.024	N.A.	3,466							3,466			
Mississippi Humanities Council	45.024	MSOH04-10-0704	1,694										1,694
Mississippi Humanities Council	45.024	N.A.	3,491										3,491
Southern Arts Federation	45.024	N.A.	-12,105										-12,105
MAC 05-193-A1 / Pg	45.025	N.A.	1,000							1,000			
MAC 05-81-MH/Pg	45.025	N.A.	4,850							4,850			
Mississippi Humanities Council	45.129	RG03-02-064	205										
Mississippi Humanities Council	45.129	MHC-RG05-05-020	2,615				2,615						
Mississippi Humanities Council	45.129	MHC-RG03-02-041	176							176			
Mississippi Humanities Council	45.129	MHC-RG04-02-073	52							52			
Mississippi Humanities Council	45.129	MHC-RG03-02-033	-28							-28			
Mississippi Humanities Council	45.129	MHC-RG04-02-074	144							144			
Mississippi Humanities Council	45.129	MHC-MSOH04-10-071	2,000							2,000			
Mississippi Humanities Council	45.129	MHC-RG04-02-102	1,887							1,887			
Mississippi Humanities Council	45.129	MHC-RG05-05-012	2,000							2,000			
Mississippi Humanities Council	45.129	MHC-RG04-02-101	1,150										1,150
Mississippi Humanities Council	45.129	MHC-RG04-02-103	1,665										1,665
Mississippi Humanities Council	45.129	MHC-RG05-05-011	1,938										1,938
Rosa Wade Crister - Mississippi Arts Commission	45.129	04-359-MH/MG3	1,000			1,000							
Promotion of the Humanities	45.129	7A01-516-JSU	13,240				13,240						
Mississippi Humanities Council	45.149	MSOH-35	2,454										2,454

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Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through	Total Federal Expenditures												
				ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board		
Mississippi Humanities Council	45.162	N.A.	-23,729											-23,729	
IMLS	45.302	CM-CM-02-0049-02	135,589							135,589					
Subtotal Pass-through Programs			144,753	0	0	14,240	2,820	0	0	151,135	0		-23,442	0	
Total National Endowment for the Arts			582,215	0	0	148,123	2,820	0	0	193,770	0		237,502	0	
National Science Foundation:															
Mathematical and Physical Sciences	47.049		-46,188											-46,188	
Geosciences	47.050		78,627				78,627								
Computer and Information Science and Engineering	47.070		177,500							177,500					
Biological Sciences	47.074		35,591							35,591					
Education and Human Resources	47.076		2,174,978	318,438			601,712	4,959	94,999	1,118,763			36,107		
Polar Programs	47.078		-809							-809					
Subtotal Direct Programs			2,419,699	318,438	0	0	680,339	4,959	94,999	1,230,024	0		90,940	0	
Pass-through Programs From:															
Graduate Education in Mississippi - University of Mississippi	47.049	N62306-99-D-B004	147,823				147,823								
Mathematics and Physical Sciences - University of Iowa	47.049	I-51939	127,785				127,785								
Villanova - NSF	47.070	EIA-0306096	30,286							30,286					
NSF Odyssey	47.070	ESR-9700041NSF	61,273							61,273					
Jackson State University	47.076	HRD-0115807	205,587				205,587								
American Psychiatric Association / NSF	47.076	DUE-0435058	25,879							25,879					
2002 AMP	47.076	HRD-0115807	32,967							32,967					
2002 AMP PS	47.076	HRD-0115807	21,965							21,965					
Mississippi Valley State University / NSF	47.076	HRD-0411103-SC-01	22,203							22,203					
University of Notre Dame	47.076	N.A.	500							500					
University of Mississippi	47.076	05100299HRD0450362	90,530										90,530		
University of Mississippi: Education and Human Resources	47.076	05-10-031	13,841												
Jackson State University-MAMP-Education and Human Resources	47.076	N.A.	80,226							80,226		13,841			
National Science Foundation-Jackson State University	47.076	N.A.	114	114											
National Science Foundation-Jackson State University	47.076	N.A.	2,776	2,776											
National Science Foundation-Jackson State University	47.076	HRD-962-3750	123,438	123,438											
Education and Human Resources - Mississippi Department of Education	47.076	033202R2231127	13,526				13,526								
University of Mississippi	47.077	N.A.	39,679											39,679	
Subtotal Pass-through Programs			1,040,398	126,328	0	289,134	205,587	0	141,499	133,800	13,841		130,209	0	
Total National Science Foundation			3,460,097	444,766	0	289,134	885,926	4,959	236,498	1,363,824	13,841		221,149	0	
Small Business Administration:															
Small Business Development Center	59.037		796,849							730,073			66,776		
Subtotal Direct Programs			796,849	0	0	0	0	0	0	730,073	0		66,776	0	
Pass-through Programs From:															
University of Mississippi	59.037	3111149	29,131				29,131								
University of Mississippi	59.037	4111121	84,037				84,037								
Mississippi Small Business Development Center	59.037	N.A.	8,884							8,884					
University of Mississippi	59.037	N.A.	39,288										39,288		
University of Mississippi	59.037	5-60300-Z-0025-24	110,931										110,931		
University of Mississippi	59.037	5-60300-Z-0025-24	82,718										82,718		
Small Business Development Center	59.037	5-603001-2-0025	130,704				130,704								
Subtotal Pass-through Programs			485,693	0	0	130,704	113,168	0	0	8,884	0		232,937	0	
Total Small Business Administration			1,282,542	0	0	130,704	113,168	0	0	738,957	0		299,713	0	
Tennessee Valley Authority:															
Tennessee Valley Authority	62.000		42,450				42,450								
Total Tennessee Valley Authority			42,450	0	0	0	42,450	0	0	0	0		0	0	
U.S. Department of Veterans Affairs:															
Veterans Administration	64.000		167,418							71,006		96,412			
Total U.S. Department of Veterans Affairs			167,418	0	0	0	0	0	0	71,006	96,412		0	0	
Environmental Protection Agency:															
Environmental Protection Agency	66.000		70,924				70,924								
Gulf of Mexico Program	66.475		5,309										5,309		

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Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA		Total Federal Expenditures	ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board
	Number	Pass-through											
Surveys, Studies, Investigations and Special Purpose Grants	66.606		11,546				11,546						
Subtotal Direct Programs			87,779	0	0	0	82,470	0	0	0	0	5,309	0
Pass-through Programs From:													
Mississippi Department of Environmental Quality	66.000	04-00476	28,829				28,829						
Mississippi Department of Environmental Quality	66.000	01050357	24,289				24,289						
University of Georgia	66.000	RE353-131/2002467	19,168				19,168						
University of Georgia	66.000	RE353-144/5055677, 406	5,255				5,255						
Mississippi Forestry Commission	66.000	02100838	53,565				53,565						
Mississippi Department of Environmental Quality	66.000	04-00517	26,617				26,617						
Mississippi Department of Environmental Quality	66.000	05-001 USM/GCRL-009	10,591									10,591	
Pollution Prevention	66.708	635239	60,128			60,128							
Pollution Prevention	66.708	635246	259,656			259,656							
Subtotal Pass-through Programs			488,098	0	0	319,784	157,723	0	0	0	0	10,591	0
Total Environmental Protection Agency			575,877	0	0	319,784	240,193	0	0	0	0	15,900	0
U.S. Department of Energy													
Pass-through Programs From:													
SURA	81.000	98C1519401	77				77						
Fermi Lab-Quarknet	81.000	DE-AC-02-76CH03000	4,000							4,000			
Total U.S. Department of Energy			4,077	0	0	0	77	0	0	4,000	0	0	0
Federal Emergency Management Assistance:													
Federal Emergency Management Assistance - Public Assistance Grants	83.544		2,321,668					2,321,668					
Total Federal Emergency Management Assistance			2,321,668	0	0	0	0	2,321,668	0	0	0	0	0
U.S. Department of Education:													
No Child Left Behind	84.010		95,101						95,101				
Higher Education - Institutional Aid	84.031		12,048,994	2,117,922		6,924,658			2,760,044			246,370	
TRIO Student Support Services	84.042		830,566	318,426			277,445		234,180			515	
TRIO Talent Search	84.044		387,729						387,729				
TRIO - Upward Bound	84.047		976,203	313,656					662,547				
Patricia R. Harris Fellowships	84.094		13,923				13,923						
Fund for the Improvement of Postsecondary Education	84.116		2,132,476	347,466		634,800	197,588		453,998	482,713		15,911	
Minority Science Improvement	84.120		154,167			154,167							
Rehabilitation Services Service Projects	84.128		69,936				69,936						
Rehabilitation Long-Term Training	84.129		343,905			103,805	240,100						
National Institute on Disability and Rehabilitation	84.133		380				380						
Migrant Education - High School Equivalency Program	84.141		420,376						420,376				
Paul Douglas Teacher Scholarship Program	84.176		8,085										8,085
CAMP	84.194		405,119						405,119				
Graduate Assistance in Areas of National Need	84.200		177,774				160,201			5,587		11,986	
Mississippi Learning Institute	84.215		695,628			695,628							
McNair Post-Baccalaureate Achievements	84.217		717,397			239,091				246,133		232,173	
21st Century Community Learning	84.287		51,280						51,280				
National Institute on Early Childhood Development and	84.307		130,520				130,520						
Center for Literacy and Assessment	84.324		694,820									694,820	
Special Education - Personnel Preparation to Improve Services	84.325		448,805			265,552						183,253	
Special Education - Technical Assistance and Dissemination to Improve Services and Results for	84.326		137,238									137,238	
Demonstration Projects to Ensure Students with Disabilities Receive a Higher Ed.	84.333		262,933									262,933	
Gear-Up	84.334		1,770,408										1,732,159
Teacher Quality Enhancement Grants	84.336		1,409,465	13,000		120,805	1,217,582		58,078				
Preparing Tomorrow's Teachers to Use Technology	84.342		100	100									
Improving Teacher Quality State Grants	84.367		20,695					2,674	18,021				
Delta Area Writing Project	84.928		212,207	43,000					50,754	41,934		76,519	
Subtotal Direct Programs			24,616,230	3,153,570	0	9,138,506	2,307,675	2,674	5,635,476	776,367	0	1,861,718	1,740,244
Pass-through Programs From:													
University of California-Berkeley	84.000	02030241	106,225				106,225						
Center for Civic Ed	84.000	03010070	915				915						
Starkville Public School District	84.000	02111033-0	316,230				316,230						
Starkville Public School District	84.000	02111033-01	13,892				13,892						
MDRS	84.000	03-331-1000-605	8,038				8,038						
Choctaw County School District	84.000	03090968	25,681				25,681						

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	Number	Pass-through											
MDRS	84.000	04-331-11000-132	377				377						
South Panola School District	84.000	03101035	4,329				4,329						
Institutions of Higher Learning	84.000	04070741	31,283				31,283						
Delta State University	84.000	P0053879	3,245				3,245						
MSDH	84.000	MSDH 04121204	12,852				12,852						
Alcorn State University	84.000	4121229	177,533				177,533						
Alcorn State University	84.000	05010062	71,575				71,575						
Institutions of Higher Learning	84.000	IHL 05020139	214,462				214,462						
Greenville Public School District	84.000	05020171	51,978				51,978						
Center for Civic Ed	84.000	CC04-05 5804MS	10,344				10,344						
Center for Civic Ed	84.000	CC04-05 5801MS	26,322				26,322						
University of California	84.000	Univ of California Writing Project	70,948				70,948						
Mississippi Department of Education	84.000	03-3201-EA09-4262-B921	2,157				2,157						
Montgomery Institute	84.000	04050491	8,663				8,663						
Center-Civic Ed	84.000	Q304B04	14,490				14,490						
Institutions of Higher Learning	84.000	04-126E	18,775				18,775						
Pontotoc County Schools	84.000	04111107	2,500				2,500						
Institutions of Higher Learning	84.000	2004-153E	13,206				13,206						
Lawrence County School District	84.000	04111183	117,627				117,627						
Holly Springs School District	84.000	04111180	41,008				41,008						
Hattiesburg School District	84.000	04111179	109,203				109,203						
Benoit School District	84.000	04111178	22,863				22,863						
South Pike School District	84.000	04111182	107,280				107,280						
Okolona Municipal School District	84.000	04111181	89,595				89,595						
Lee County	84.000	04080777	8,943				8,943						
Choctaw County School District	84.000	05070614	9,973				9,973						
CREATE Fdn.	84.000	06010001	26,947				26,947						
Choctaw County School District	84.000	05030283	45,000				45,000						
Philadelphia School District	84.000	05040364	7,184				7,184						
MDRS	84.000	05-331-S1800-010	35,555				35,555						
Institutions of Higher Learning	84.000	2005-81E	28,107				28,107						
Institutions of Higher Learning	84.000	2005-81E	23,225				23,225						
Institutions of Higher Learning	84.000	2005-82E	30,109				30,109						
Institutions of Higher Learning	84.000	2005-94E	51,950				51,950						
Mississippi Authority for Educational Television	84.000	5121218	19,200				19,200						
Institutions of Higher Learning	84.000	2005-88E	1,518										1,518
Hattiesburg Public School District	84.000	N.A.	11,883										11,883
Remedial Education - Mississippi State Board of Community and Junior Colleges	84.002	N.A.	111,801										
Institutions of Higher Learning	84.011	N.A.	645										645
Institutions of Higher Learning	84.011	2004-115E	80,951										80,951
Mississippi Department of Education	84.024	N.A.	33,110										33,110
Mississippi Department of Health	84.024	N.A.	9,987										9,987
Mississippi Department of Education	84.024	N.A.	22,958										22,958
University of Mississippi	84.031	N.A.	6,405										6,405
U.S. Department Education-Mississippi State University	84.031	N.A.	41,669	41,669									
U.S. Department of Education-Institutions of Higher Learning	84.031	N.A.	31,025	31,025									
U.S. Department of Education-Institutions of Higher Learning	84.031	2004-105E	54,224	54,224									
U.S. Department of Education-Institutions of Higher Learning	84.031	2005-91E	62,121	62,121									
World Class Teachers - Mississippi Department of Education	84.042	0522013071005	29,799			29,799							
Institutions of Higher Learning	84.069	N.A.	112,133									112,133	
Mississippi Institutions of Higher Learning - Leveraging Educational Assistance Partnership	84.069	N/A	408,822	6,099			110,452	16,670			1,746		273,855
Tupelo Public School District	84.116	03010053	-19				-19						
Tupelo Public School District	84.116	4030299 CREATE Yr 4	251,980				251,980						
UNT / USDE	84.116	P116B031199	29,502							29,502			
Fund for the Improvement of Postsecondary Education	84.116	P116B010962	4,329			4,329							
Institutions of Higher Learning	84.116	2004-114E	67,032										67,032
Minority Science and Engineering Improvement	84.120	053201BB	453,460			453,460							
MDH	84.181	MDH 04121228	122,075				122,075						
2005 MDH Dist I & II	84.181	N.A.	49,494							49,494			
MSDH: Special Education Grants for Infants and Families with Disabilities	84.181	N.A.	86,744								86,744		
MSDH: Special Education Grants for Infants and Families with Disabilities	84.181	N.A.	49,026								49,026		
Greenville Public School District	84.184	N.A.	182,433									182,433	
Mississippi Department of Public Safety	84.186	N.A.	-495									-495	
Hattiesburg Public School District	84.215	S2159020351	233,350									233,350	
MDRS	84.224	04-331-S1800-004	50				50						

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	Number	Pass-through											
Lamar County Schools	84.229	N.A.	3,222										3,222
Mississippi State University	84.235	PO-034-20941	209										209
Mississippi Department of Rehabilitation Services	84.235	N.A.	994										994
Lamar County Schools	84.287	S287B011861/USM01LAM	129										129
Mississippi Department of Education	84.298	53201BB244641EA08-04	937										937
Mississippi Department of Education	84.298	N.A.	415,090										415,090
Louisville School District	84.303	03101016	14,866				14,866						
Richton Public School District	84.303	5111083	8,716				8,716						
Technical Assistance and Dissemination	84.326	H326M000002	8,178			8,178							
Institutions of Higher Learning - USOE - Gear Up	84.334	N.A.	21,106							21,106			
Institutions of Higher Learning	84.334	N.A.	13,115										13,115
Institutions of Higher Learning	84.334	N.A.	15,783										15,783
Institutions of Higher Learning	84.334	2005-69E	30,221										30,221
Institutions of Higher Learning	84.334	N.A.	19,741										19,741
Mississippi State University	84.334	N.A.	13,000										13,000
Institutions of Higher Learning	84.334	2005-87E	10,744										10,744
U.S. Department of Education-Mississippi State University	84.336	00-05-0369-1	45,281	45,281									
Philadelphia Mississippi School District	84.342	U2159040190	9,324										9,324
Mississippi State University	84.349	N.A.	14,080										14,080
Institutions of Higher Learning	84.357	2004-113E	85,398							85,398			
Reading is Fundamental, Inc.	84.357	MS710E	904										904
Mississippi State University	84.359	051300-301677-01	706										706
Harrison County School District	84.363	24360013007	78										78
Mississippi Department of Education	84.363	05-3201-B873-7432-EA	5,950										5,950
Institutions of Higher Learning	84.367	2005-93E	24,282				24,282						
Institutions of Higher Learning	84.367	USOE	465							465			
Institutions of Higher Learning	84.367	2005-98E-USOE	2,997							2,997			
Institutions of Higher Learning	84.367	2005-100E	10,693										10,693
Institutions of Higher Learning	84.367	2005-101E	44,286										44,286
MS Institutions of Higher Learning - Eisenhower Professional Development Grants	84.367	N.A.	978,888										978,888
Reading is Fundamental, Inc.	84.387	N.A.	18,284										18,284
National Writing Project Corporation	84.928	N.A.	1,885										1,885
University of California-Berkeley	84.928A	02030241	23,337				23,337						
Center for Civic Ed	84.929A	4020175	1,285				1,285						
Center for Civic Ed	84.929A	CC 03-04 5801MS	-305				-305						
Center for Civic Ed	84.929A	CC 03-04 5804MS	2,526				2,526						
Center-Civic Ed	84.929A	Q929A040001	20,668				20,668						
Subtotal Pass-through Programs			6,394,864	240,419	0	607,567	2,559,702	16,670	0	188,962	137,516	1,391,285	1,252,743
Total U.S. Department of Education			31,011,094	3,393,989	0	9,746,073	4,867,377	19,344	5,635,476	965,329	137,516	3,253,003	2,992,987
U.S. Department of Health and Human Services:													
National Institutes of Health	93.000		2,820						2,587	233			
National Youth Sports Program	93.000		37,606						37,606				
eHealth Promoting Health & Wellness - National Network of Libraries of Medicine	93.000		33,753						33,753				
Minority International Research Training Grant in the Biomedical and Behavioral Sciences	93.106		13,542	13,542									
Research Related to Deafness and Communication Disorders	93.173		2,662							2,662			
Family Planning Services	93.217		86,394										86,394
Research on Healthcare Costs, Quality and Outcomes	93.226		96,048										96,048
Poison Control Stabilization and Enhancement Grants	93.253		64,671								64,671		
Drug Free Communities Support	93.276		50,240			50,240							
Center for Disease Control and Prevention Investigations and Tech.	93.283		451,463						128,064		323,399		
PHS 1 R25 GM55379	93.330		106,894							106,894			
Advanced Education Nurse Traineeship	93.358		188,231	43,353				38,000			32,472	74,406	
Nurse Practice, Education and Retention Grants	93.359		36,903								36,903		
Minority Biomedical Research Support	93.375		75,400	75,400									
NYSP 2003	93.570		183,959						108,153	75,806			
Early Learning Fund	93.577		241,466										241,466
Developmental Disabilities Projects of National Significance	93.631		37,515										37,515
University Centers for Excellence in Developmental Disabilities Education, Research, and Service	93.632		431,658										431,658
Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluation	93.779		61,051										61,051
Health Career Opportunities Program	93.822		585,868								585,868		
Basic / Core Area Health Education Centers	93.824		1,286,023	94,572							1,191,451		
Heart and Vascular Diseases Research	93.837		-29,621							-29,621			
Minority Access to Research Careers	93.880		27,205	27,205									

State of Mississippi Institutions of Higher Learning
 Schedule of Expenditures of Federal Awards
 For the Year Ended June 30, 2005

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-through	Total Federal Expenditures	ASU DSU JSU MSU MUW MVSU UM UMMC USM IHL Board										
				ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board	
Grants for Training in Primary Care Medicine and Dentistry	93.884		406,928									406,928		
Health Care and Other Facilities	93.887		1,518,060											
Rural Health Outreach and Rural Network Development Program	93.912		8,212	8,212										
Grants to States for Operation of Offices of Rural Health	93.913		114,541	114,541										
Grants to Provide Outpatient Early Intervention Services with Resp.	93.918		478,628									478,628		
Ryan White HIV / AIDS Dental Reimbursement / Community Based Dent.	93.924		131,820									131,820		
Bridges to Baccalarate	93.960		101,885			101,885								
Public Health Traineeships	93.964		9,685											9,685
International Research and Research Training	93.989		182,877	182,877										
Adolescent Family Life: Demonstration Projects	93.995		67,388			67,388								
Subtotal Direct Programs			7,091,775	559,702	0	267,941	131,585	38,000	310,163	1,494,021	3,252,140	1,038,223		0
Pass-through Programs From:														
Mississippi State Department of Health	93.000	MSDH 03101041	2,931				2,931							
Mississippi Department of Mental Health	93.000	4585-DD04-RE-TKMARTIN	10,999				10,999							
Mississippi State Department of Health	93.000	MSDH 04040360	23,447				23,447							
ICS/HSP	93.000	0407072101	4,341				4,341							
ICS/HSP	93.000	0407072201	16,398				16,398							
Georgetown University	93.000	RX4800-011-MSU	205,850				205,850							
Mississippi Head Start	93.000	05040318	32,173				32,173							
Delta State University	93.000	03050491	202,567				202,567							
Mississippi State Department of Health	93.000	3111163	11,124				11,124							
Mississippi Hospital Association	93.000	04060614	775				775							
University of Missouri	93.000	CG005179-3	10,000				10,000							
Mississippi State Department of Health	93.000	20000AB0	8,532				8,532							
Medicaid	93.000	05121179	104				104							
Mississippi Protection and Advocacy System, Inc.	93.000	N.A.	3,806											3,806
PACE Headstart	93.000	N.A.	9,000											9,000
Jackson State University	93.000	G0501MS1401	258											258
Mississippi State Department of Health: Sealants Program	93.000	N.A.	332,598									332,598		
DHHS Role of Nitric Oxide	93.000	USM-GR00978-SGO-05-02	645						645					
Contract: Center of Excellence in Women's Health	93.000	HHSF233200500194P	3,238									3,238		
Contract: Center of Excellence in Women's Health	93.000	233-03-111	75,726									75,726		
Glaucoma Caucus Foundation: Student Sight Saver Program	93.000	E11/CCE220462	225									225		
Mississippi Department of Health	93.003	N.A.	5,907											5,907
DHA	93.004	DHA 05050481	122,701				122,701							
Hemophilia of Georgia: Maternal and Child Health Federal Consolidated Program	93.110	SWOG-893	15,751									15,751		
Hemophilia of Georgia: Maternal and Child Health Federal Consolidated Program	93.110	SWOG-893	25,059									25,059		
Louisiana State University: AIDS Education Training Centers	93.145	1H4AHA00059	288,737									288,737		
Jackson Medical Mall Foundation: Healthy Communities Access Programs	93.252	1G920A00084	-1,027											-1,027
Jackson Medical Mall Foundation: Healthy Communities Access Programs	93.252	N.A.	-61,189											-61,189
Delta State University	93.283	03111158	12,501				12,501							
Mississippi Department of Health	93.283	N.A.	15,100											15,100
Mississippi Department of Health	93.283	N.A.	45,267											45,267
Delta State University: CDC Prevention - Investigations and Technical Assistance	93.283	CCE422178013	36,486									36,486		
Mississippi Council on Developmental Disabilities	93.289	4533-RE-DD05-USM/IDS	27,381											27,381
Mississippi Council on Developmental Disabilities	93.290	4460-DD05-QA-USMEITR	640											640
U.S. Department of Health & Human Services-MS Department of Health & Human Serv	93.375	N.A.	20,549	20,549										
University of Arkansas	93.397	N.A.	28,135											28,135
Mississippi Department of Health	93.399	0718i360085510000CA0	14,077											14,077
Mississippi Department of Health	93.399	N.A.	17,523											17,523
University of Alabama at Birmingham	93.399	SU01CA86128	438,373											438,373
Mississippi Department of Human Services	93.556	525D341	122,317											122,317
Mississippi Department of Human Services	93.558	N.A.	34,293											34,293
NYSP	93.570	04-1094	52,556				52,556							
NYSP	93.570	05-1077	3,391				3,391							
NYSP 2004	93.570	N.A.	-127									-127		
National Collegiate Athletic Association	93.570	N.A.	27,927											27,927
National Collegiate Athletic Association	93.570	NYSP 04-1150	38,483											38,483
PACE Headstart	93.570	N.A.	8,801											8,801
NYSP-U.S. Department of Health & Human Services	93.570	NYSP 03-106	47,051	47,051										
NYSP-U.S. Department of Health & Human Services	93.570	04-1007	24,098											24,098
NYSP-U.S. Department of Health & Human Services	93.570	N.A.	59,735				59,735							
Mississippi Department of Human Services	93.575	527Q742	123,366				123,366							
Mississippi Department of Human Services	93.575	527Q7451	388,975				388,975							
Mississippi Department of Health	93.575	866-164/165	78,005											78,005

State of Mississippi Institutions of Higher Learning
 Schedule of Expenditures of Federal Awards
 For the Year Ended June 30, 2005

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA		Total Federal Expenditures	ASU	DSU	JSU	MSU	MUW	MVSU	UM	UMMC	USM	IHL Board
	Number	Pass-through											
Mississippi Department of Human Services	93.575	525Q7452	131,148									131,148	
Mississippi Department of Human Services	93.575	N.A.	190,472									190,472	
U.S. Department of Health & Human Services-MS Department of Health & Human Serv	93.575	524Q631	39,293	39,293									
Mississippi Department of Health	93.577	N.A.	810									810	
Mississippi Department of Human Services	93.596	N.A.	123,058									123,058	
Mississippi Department of Human Services	93.596	525Q7451	38,059									38,059	
Mississippi Department of Mental Health	93.630	N.A.	21,732									21,732	
Mississippi Department of Mental Health	93.630	4565-RE-DD04-USM	45,702									45,702	
MS State Dept. of Mental Health: Developmental Disabilities Basic Support Grants	93.630	N.A.	34,248								34,248		
Harrison County School District	93.631	N.A.	13,610									13,610	
Harrison County School District	93.631	USM-25320011003	20,382									20,382	
University of Georgia	93.647	RR580-331/9038137	5,400				5,400						
Jackson State University	93.658	528E151	31,411				31,411						
Jackson State University	93.658	G0501MS1401	431									431	
Jackson State University	93.658	N.A.	19,551									19,551	
Jackson State University	93.658	G051MS1401	77,020									77,020	
Jackson State University	93.670	90 CA-1698 / 03	70,971							70,971			
UKRF / DHHS	93.670	90CA1698/03	76,125							76,125			
UKRF / DHHS Yr 2	93.779	N.A.	24,322									24,322	
Mississippi Department of Mental Health	93.779	6C95-04-PCP-USM	37,360									37,360	
U.S. Department of Health & Human Services-University Medical Center	93.822	5 D18 HP 02998-02	63,984	63,984									
U.S. Department of Health & Human Services-University Medical Center	93.822	N.A.	114,914	114,914									
Mississippi Department of Mental Health	93.867	N.A.	13,373									13,373	
Mississippi Department of Mental Health	93.867	4564-ED-DD04-USM	43,398									43,398	
Specialty Selected Health Projects	93.888	N.A.	617,286								617,286		
Mississippi State Department of Health: National Bioterrorism Hospital Preparedness	93.889	N.A.	100,000								100,000		
Mississippi State Department of Health: National Bioterrorism Hospital Preparedness	93.889	N.A.	764,816								764,816		
Mississippi State Department of Health: National Bioterrorism Hospital Preparedness	93.889	N.A.	80,662								80,662		
Mississippi State Department of Health: National Bioterrorism Hospital Preparedness	93.889	N.A.	782,937								782,937		
Mississippi State Department of Health: National Bioterrorism Hospital Preparedness	93.889	N.A.	479,015								479,015		
Delta State University	93.912	3111109	50,413				50,413						
Health Resources and Services Admin.	93.912	1 D1A RH00038-01	414,574									414,574	
Mississippi State Department of Health: HIV Care Formula Grants	93.917	N.A.	479,291								479,291		
Univ. of Southern California: HIV Demonstration, Research, Public Professional Educ. Project	93.941	#31067	808								808		
Mississippi Department of Health	93.946	FS2003050103	512,872									512,872	
Mississippi Department of Mental Health	93.958	N.A.	12,146									12,146	
U.S. Department of Health & Human Services-NIH	93.989	N.A.	182,877	182,877									
Mississippi State Department of Health: Maternal and Child Health Services Block Grant	93.994	N.A.	60,705								60,705		
Mississippi State Department of Health: Maternal and Child Health Services Block Grant	93.994	N.A.	31,174								31,174		
Mississippi State Department of Health: Maternal and Child Health Services Block Grant	93.994	N.A.	47,391								47,391		
Mississippi Department of Health	93.996	N.A.	-305									-305	
Subtotal Pass-through Programs			8,869,015	552,501	0	0	1,319,955	0	645	146,969	4,193,937	2,655,008	0
Total U.S. Department of Health and Human Services			15,960,790	1,112,203	0	267,941	1,451,540	38,000	310,808	1,640,990	7,446,077	3,693,231	0
Corporation for National and Community Service:													
State Commissions	94.003		292,495										292,495
Learn and Serve America - School and Community Based Program	94.004		311,449						71,338				240,111
Learn and Serve America_Higher Education	94.005		292,125									292,125	
AmeriCorps	94.006		1,921,554							82,173			1,839,381
Corporation for National and Community Service - Planning and Program Development Grants	94.007		1,294									58	1,236
Interim Program Development - Training and Technical Assistance	94.009		149,529										149,529
Foster Grandparent Program	94.011		86,657									86,657	
Volunteers in Service to America	94.013		216,652									216,652	
Subtotal Direct Programs			3,271,755	0	0	0	0	0	71,338	82,173	0	595,492	2,522,752
Pass-through Programs From:													
Mississippi Commission for Volunteer Services	94.004	N.A.	1,040									1,040	
Petal Association for Families	94.004	N.A.	11,322									11,322	
Petal Association for Families	94.004	25360013005	26,838									26,838	
JumpStart	94.004	N.A.	71,338						71,338				
University of Southern Mississippi	94.005	03LHHMS001	79							79			
University of Southern Mississippi - CNS	94.005	03LHHMS001	78							78			
Mississippi Commission for Volunteer Services	94.005	N.A.	4,607									4,607	
Mississippi Commission for Volunteer Services	94.006	M CVS 03090888	279,604				279,604						
Mississippi Commission for Volunteer Services	94.006	N.A.	5,003									5,003	

State of Mississippi Institutions of Higher Learning
 Schedule of Expenditures of Federal Awards
 For the Year Ended June 30, 2005

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA		Total Federal Expenditures	ASU	DSU	JSU	MSU	MUJW	MVSU	UM	UMMC	USM	IHL Board
	Number	Pass-through											
Mississippi Commission for Volunteer Services	94.006	N.A.	70,598									70,598	
Mississippi Commission for Volunteer Services	94.006	2004-05	278,585									278,585	
America Reads Mississippi - Fy 2002	94.006	N/A	216,305										216,305
America Reads Mississippi - Fy 2005	94.006	N/A	2,769,383										2,769,383
Americorps - Institutions of Higher Learning	94.006	N.A.	230,694	230,694									
Learn and Serve America	94.006	635327/29	33,693			33,693							
Learn and Serve America	94.006	635327/29	66,934			66,934							
Subtotal Pass-through Programs			4,066,101	230,694	0	100,627	279,604	0	71,338	157	0	397,993	2,985,688
Total Corporation for National and Community Service			7,337,856	230,694	0	100,627	279,604	0	142,676	82,330	0	993,485	5,508,440
U.S. Department of Homeland Security Pass-through Program From: Mississippi Emergency Management Agency	97.000	3SSG-USM	4,930									4,930	
Total U.S. Department of Homeland Security			4,930	0	0	0	0	0	0	0	0	4,930	0
United States Agency for International Development Pathway to Globalization	98.000		77,257					77,257					
Subtotal Direct Programs			77,257	0	0	0	0	77,257	0	0	0	0	0
Pass-through Programs From: Jackson State University: USAID Foreign Assistance for Programs Overseas	98.001	N.A.	312,267								312,267		
Subtotal Pass-through Programs			312,267	0	0	0	0	0	0	0	312,267	0	0
Total United States Agency for International Development			389,524	0	0	0	0	77,257	0	312,267	0	0	0
Total Other Programs			105,026,653	8,083,039	0	12,500,848	20,122,789	2,390,699	7,455,297	18,499,849	8,333,771	19,138,934	8,501,427
Total Expenditures of Federal Awards			\$ 608,823,994	33,425,928	16,982,002	83,427,439	153,204,658	14,635,225	39,250,923	98,507,252	48,609,624	112,279,516	8,501,427

Notes to Schedule of Federal Awards

This schedule was prepared using the same basis of accounting and the same significant accounting policies, as applicable, used for the basic financial statements, with the following exceptions:

(A. 1.) For purposes of this schedule, loans advanced from the Federal Perkins Loan Program (CFDA #84.038) and Health Professions Student Loans (CFDA #93.342) are presented as federal expenditures. These loans are not reported as expenditures on the financial statements but as an increase in notes receivable. The outstanding loan balances and the allowance for uncollectible amounts for the loan programs at June 30, 2005, are reflected in Note (5) to the financial statements. In the separately issued report prepared by other auditors for Jackson State University, the schedule presents an amount of \$4,056,860 for the Federal Perkins Loan Program (CFDA #84.038) which represents total loans outstanding at June 30, 2005.

(A. 2.) For purposes of this schedule, loans made to students under the William D. Ford Federal 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 financial statements since the loans are made and subsequently collected by private lending institutions and/or the federal government. The separately issued report prepared by other auditors for Jackson State University, reports a total of \$47,661,701 for the Federal Family Education Loan Program (CFDA #84.032) which includes Unsubsidized Stafford Loans in the amount of \$22,618,941.

(B.) Pass-through grants between universities have not been eliminated for purposes of this statement.

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REPORTS ON INTERNAL CONTROL AND COMPLIANCE

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State of Mississippi

OFFICE OF THE STATE AUDITOR
PHIL BRYANT
AUDITOR

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 (IHL), a component unit of the State of Mississippi, as of and for the year ended June 30, 2005, which collectively comprise the IHL's basic financial statements as listed in the table of contents and have issued our report thereon dated April 21, 2006. We did not audit the financial statements 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 \$155,227,828 as of June 30, 2005, and total revenues of \$6,899,813 for the year then ended;

the University Hospitals and Clinics, a division of the University of Mississippi Medical Center, which schedules reflect total net patient accounts receivable, amounts due from third-party payors, amounts due to third-party payors as of June 30, 2005, of \$68,806,639, \$0 and (\$6,150,000), respectively, and net patient service revenue of \$388,387,725 for the year then ended;

the University of Mississippi Medical Center Tort Claims Fund, which statements reflect total assets of \$29,775,314 as of June 30, 2005, and total revenues of \$3,156,906 for the year then ended;

the State Institutions of Higher Learning Self-Insured Workers' Compensation Program, which statements reflect total assets of \$11,690,853 as of June 30, 2005, and total revenues of \$6,920,811 for the year then ended;

the State Institutions of Higher Learning Tort Liability Fund, which statements reflect total assets of \$5,766,955 as of June 30, 2005, and total revenues of \$4,391,282 for the year then ended; and

the certain component units including Mississippi State University Foundation, Inc. and the University of 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 of the University Hospitals and Clinics, the Mississippi State University Foundation, Inc., and the University of Mississippi Foundation, audited by other auditors, were not audited in accordance with *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we and other auditors considered the IHL's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the basic financial statements and not to provide an opinion on the internal control over financial reporting. The reports of the other auditors on internal controls in accordance with *Government Auditing Standards* were furnished to us, and our consideration on internal controls, insofar as it relates to the above mentioned entities, was based solely upon the reports of the other auditors. Our and the other auditors' consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the basic financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We and the reports of other auditors did not note any matters involving internal control over financial reporting and its operation that were considered to be a material weakness. However, we and the reports of other auditors noted certain immaterial internal control deficiencies that we and the other auditors have reported to management of the various universities in separate communications.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the IHL's basic financial statements are free of material misstatement, we and other auditors 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.

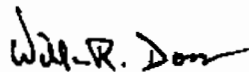
We did not perform tests of compliance with laws, regulations, contracts and grant agreements for the entities identified in the first paragraph of this report. Those tests were performed by other auditors, whose reports on compliance with laws and regulations in accordance with *Government Auditing Standards* were furnished to us, and this report, insofar as it relates to the above mentioned entities, was based solely upon the reports of the other auditors.

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*. However, we and the other auditors noted certain immaterial instances of noncompliance that we and the other auditors have reported to management of the various universities in separate communications.

This report is intended solely for the information and use of the IHL, 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.



PHIL BRYANT
State Auditor



WILLIAM R. DOSS, CPA
Director, Financial and Compliance Audit Division

April 21, 2006



State of Mississippi

OFFICE OF THE STATE AUDITOR
PHIL BRYANT
AUDITOR

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 (IHL) 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, 2005. The IHL'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's management. Our responsibility is to express an opinion on the IHL's compliance based on our audit. We did not audit the selected major federal programs at Jackson State University (JSU). These programs were audited by an other auditor whose report has been furnished to us and our opinion, insofar as it relates to the major federal programs included at JSU, is based solely on the report of the other auditor.

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's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit and the report of the other auditor provide a reasonable basis for our opinion. Our audit and the report of the other auditor do not provide a legal determination on the IHL's compliance with those requirements.

In our opinion, based on our audit and the report of the other auditor, the IHL 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, 2005. However, the results of our auditing procedures and the other auditor's auditing procedures disclosed instances of noncompliance with those requirements that are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying "Schedule of Findings and Questioned Costs: Section 3 - Findings and Questioned Costs for Federal Awards" as items 2005-JSU-1, 2005-JSU-2, 2005-JSU-3, 2005-JSU-4 and 2005-USM-2.

Internal Control Over Compliance

The management of the IHL 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 and the other auditor considered the IHL'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 our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

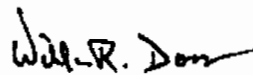
We and the other auditor noted certain matters involving the internal control over compliance and its operation that we and the other auditor consider to be reportable conditions. Reportable conditions involve matters coming to our and the other auditor's attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in our and the other auditor's judgment, could adversely affect the IHL's ability to administer a major federal program in accordance with applicable requirements of laws, regulations, contracts and grants. Reportable conditions are described in the accompanying "Schedule of Findings and Questioned Costs: Section 3 - Findings and Questioned Costs for Federal Awards" as items 2005-JSU-2, 2005-USM-1, 2005-USM-2 and 2005-USM-3.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our and the other auditor's consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we and the other auditor believe that none of the reportable conditions described above is a material weakness of the IHL. We and the other auditor also noted other matters involving internal control over compliance and its operation that we have reported to management of the various universities in separate communications.

This report is intended solely for the information and use of the IHL, 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.



PHIL BRYANT
State Auditor



WILLIAM R. DOSS, CPA
Director, Financial and Compliance Audit Division

April 21, 2006



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, 2005

Section 1: Summary of Auditor's Results

Financial Statements:

- | | | |
|----|---|-------------|
| 1. | Type of auditor's report issued on the general purpose financial statements: | Unqualified |
| 2. | Material noncompliance relating to the general purpose financial statements? | No |
| 3. | Internal control over financial reporting: | |
| a. | Material weakness(es) identified? | No |
| b. | Reportable condition(s) identified that are not considered to be material weaknesses? | No |

Federal Awards:

- | | | |
|-----|--|-------------|
| 4. | Type of auditor's report issued on compliance for major federal programs: | Unqualified |
| 5. | Internal control over major programs: | |
| a. | Material weakness(es) identified? | No |
| b. | Reportable condition(s) identified that are not considered to be material weaknesses? | Yes |
| 6. | Any audit finding(s) reported as required by Section __.510(a) of Circular A-133? | Yes |
| 7. | Federal programs identified as major programs: | |
| a. | Research and Development Cluster:
(see Schedule of Expenditures of Federal Awards for CFDA numbers) | |
| b. | Student Financial Aid Cluster:
(see Schedule of Expenditures of Federal Awards for CFDA numbers) | |
| c. | Cooperative Extension Service; CFDA #10.500 | |
| d. | Edward Byrne Memorial State and Local Law Enforcement Assistance
Grant Program; CFDA #16.580 | |
| e. | Higher Education - Institutional Aid; CFDA #84.031 | |
| f. | AmeriCorps; CFDA #94.006 | |
| 8. | The dollar threshold used to distinguish between type A and type B programs: | \$3,000,000 |
| 9. | Auditee qualified as a low-risk auditee? | Yes |
| 10. | Prior fiscal year audit finding(s) and questioned cost relative to federal awards which would require the auditee to prepare a summary schedule of prior audit findings as discussed in Section __.315(b) of OMB Circular A-133? | Yes |

Section 2: Findings Relating to the Financial Statements

There were no findings relating to the financial statements.

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2005

Section 3: Findings and Questioned Costs for Federal Awards

Jackson State University

Immaterial Noncompliance

2005-JSU-1.

Finding

Program: Student Financial Aid Cluster

Compliance Requirement: Special Tests and Provisions

It was noted during the audit that 15 out of 50 students tested had student financial aid credit balances but the university did not refund the credit balances to the students within the 14-day requirement.

Recommendation

The management of the university should take immediate steps to insure that all systems are operating properly so that students will receive their refund checks within the time frame as required by Title IV regulations.

Reportable Condition
Immaterial Noncompliance

2005-JSU-2.

Finding

Program: Student Financial Aid Cluster

Compliance Requirement: Special Tests and Provisions

During the audit, we noted that in 10 students out of 20 tested, federal funds were not returned within 30 days of the school's determination of the students withdrawal date.

Recommendation

The university must follow established procedures for Title IV refunds and insure that subsequent Title IV refunds are remitted to the Title IV program in accordance with established time frames.

Immaterial Noncompliance

2005-JSU-3.

Finding

Program: Student Financial Aid Cluster; Other Programs; CFDA #84.031; Higher Education Institutional Aid

Compliance Requirement: Reporting

Questioned Costs: \$136,668

It was noted for the Federal Work-Study program, the Federal Pell Grant program and the Higher Education - Institutional Aid grant, that the difference between the requested amounts reflected in the Grant Administration and Payment System (GAPS) for draw-downs did not reconcile to grant expenditures when considering accrued receivables.

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2005

Recommendation

Management should continue in its efforts to correct the noted conditions and to insure that accurate financial information is submitted to the federal government in the future.

Immaterial Noncompliance

2005-JSU-4.

Finding

Program: Student Financial Aid Cluster

Compliance Requirement: Special Tests and Provisions

During the audit of the Federal Work-Study Program, it was noted that two students out of ten tested worked during the time the student was scheduled to be in class.

Recommendation

The university must adhere to established procedures of not allowing students to work while they should be attending scheduled classes.

University of Southern Mississippi

Reportable Condition

2005-USM-1.

Finding

Program: Research and Development Cluster; CFDA #43.002; Coastal Zone Application of Remote Sensing

Compliance Requirement: Equipment and Real Property Management

Examination of equipment and real property management controls for the grant revealed in several instances, equipment that was purchased with the grant funds was not recorded on the university's inventory.

Recommendation

The institution should implement policies and procedures to insure that detailed listings of equipment are maintained which include the complete description of the equipment.

Reportable Condition

Immaterial Noncompliance

2005-USM-2.

Finding

Program: Research and Development Cluster; CFDA #43.002; Coastal Zone Application of Remote Sensing

Compliance Requirement: Allowable Costs/Cost Principles

Questioned Costs: \$27,077

STATE OF MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING

Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2005

Indirect costs charged to the federal program exceeded the amount allowed.

Recommendation

Policies and procedures should be implemented to insure that the indirect cost rate is applied to the appropriate bases and that the amounts claimed are the product of applying the rate to the applicable base.

Reportable Condition

2005-USM-3. Finding

Program: Other Programs; CFDA #16.580; Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program

Compliance Requirement: Equipment and Real Property Management

Examination of equipment and real property management controls for the grant revealed the following internal control weaknesses:

- A. In several instances, written documentation of transfer of ownership of the equipment was not completed.
- B. A complete inventory listing could not be obtained.

Recommendation

The institution should implement policies and procedures to insure that detail listings of equipment are maintained that record the complete description of equipment as well as its correct location. Also, all documentation supporting the transfer of ownership of equipment should be complete and maintained.



AUDITEE'S CORRECTIVE ACTION PLAN
AND SUMMARY OF PRIOR AUDIT FINDINGS

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JACKSON STATE UNIVERSITY
JACKSON, MISSISSIPPI 39217

**OFFICE OF THE SENIOR VICE PRESIDENT
FOR FINANCE & OPERATIONS**

(601) 979-2323
FAX No. (601) 979-2948

March 14, 2006

Mr. Shawn Bruno
Bruno & Tervalon
6424 Lakeover Road, Suite A
Jackson, Mississippi 39213

Dear Mr. Bruno,

Please find attached the Corrective Action Plan for the FY 2005 A133 Audit findings for Jackson State University (JSU).

If there are any questions, please do not hesitate to contact me at (601) 979-3060.

Sincerely,

A handwritten signature in black ink, appearing to read 'Troy A. Stovall', written over a horizontal line.

Troy A. Stovall
Senior Vice President

Attachment

cc: President Ronald Mason
Dr. Velvelyn Foster
Dr. Willie Brown
Mrs. Lillian Frierson
Dr. Bettye Graves
Ms. Sherry Wilson

JSU Corrective Action Plan

General response to all findings

The University takes very seriously its fiduciary role in ensuring the proper management of Title IV funds. The findings from the 2003-2004 audit were presented to the University in March-2005, thus too late to properly put the necessary corrective actions in place for the 2004-2005 academic year.

To that end, we have put in place several corrective actions that address the 2004-2005 findings as well as those from the 2003-2004 report. Those actions have proven effective, as our initial review of the Fall-2005 semester has shown these issues being addressed.

Audit Finding 2005-01

The University revised its refund process subsequent to receiving the 2004 audit findings. As a result of the change in processes, the University will ensure that students receive their refund checks within the required timeframe as required by Title IV regulations.

Two specific actions have been taken to address this finding: 1) all student financial transactions (i.e. refunds, student payroll) are now done via direct deposit as opposed to a physical check; and 2) on the 7th day of refund processing a report is run that shows any student that has not been processed by the 7th day of receipt of their disbursed funds.

Anticipated Completion Date

Fall 2005

Contact Persons

Ms. Sherry Wilson – Controller
Mr. Cornelius Antwine – Bursar

Federal Agency Contacted

No

Audit Finding 2005-02

The University will follow established procedures for Title IV refunds and ensure that subsequent Title IV refunds are remitted to the Title IV program in accordance with established time frames.

We have implemented a procedure whereby twice a month a report showing all changes in student status is forwarded to the Bursar's Office for immediate attention, thereby ensuring we will be within the thirty-day window for Return to Title IV (RT24) calculation for withdrawn students.

Anticipated Completion Date

Spring 2006

Contact Persons

Ms. Sherry Wilson – Controller
Mr. Cornelius Antwine – Bursar

Federal Agency Contacted

No

Audit Finding 2005-03

The University has corrected the noted conditions and will ensure that accurate information is submitted to the federal government in the future. As was stated in the audit, all corrections in the Grant Administration and Payment System have been made.

The University will ensure monthly reconciliations occur of draw down amounts to actual grant expenditures.

Anticipated Completion Date

Fall 2005

Contact Persons

Ms. Sallie Griffin – Director, Grants & Contracts

Federal Agency Contacted

No

Audit Funding 2005-04

The University agrees with the findings and has sent back funds in the amount of \$364 to cover the costs in question.

In Fall-2005, the University implemented the following policy:

The University has a policy in place that does not allow the students to work during scheduled class times. When students accept job assignments, the students and site supervisors mutually agree upon work schedules set around class schedules. When establishing work schedules, the students and site supervisors are advised to consider the students course schedules, the academic requirements and exam schedules, scheduled holidays and breaks, the amount of the work-study award and the hourly rate. The current work-study contract reinforces the policy that does not allow students to work during class times. Additional, the University has implemented a second document, the Supervisor's Compliance Agreement that again outlines compliance regulations and accountability measures.

To ensure that the departmental site supervisors adhere to policies and procedures, in the fall of 2005 the University implemented more stringent procedures that require the Work Study Coordinator to conduct semiannual training for all site supervisors which reinforce the policies, rules and regulations for the Federal Work Study Program. These procedures also require the Work Study Coordinator to work collaboratively with all departmental site supervisors and staff to ensure compliance with the Federal Work Study Program. The Work Study Coordinator and the University's Internal Auditor now conduct periodic unannounced site visits for assessment of compliance. Violators of policy will lose the privilege of employing work-study students. These policies will prevent rule infractions; however, the new procedures were instituted after the 04-05 award year.

Anticipated Completion Date

Fall 2005

Contact Person

Dr. Velvelyn Foster – VP, Academic Affairs & Student Life

Ms. Betty J. Moncure – Director of Financial Aid

Federal Agency Contacted

No



The University of
Southern Mississippi

Chief Financial Officer

118 College Drive #5005
Hattiesburg, MS 39406-0001
Tel: 601.266.5005
Fax: 601.266.6313
www.usm.edu

May 18, 2006

Mrs. Jamie Goodwin, CPA
Manager of Education Audits
P. O. Box 267
Greenville, MS 38702

Finding

Corrective Action Plan Details

Findings and Questioned Costs for Federal Awards

2005-USM-1 a. Name(s) of Contact Person(s) Responsible for Corrective Action:

Jennifer Spring, Procurement Manager, (228) 872-4245

b. Corrective Action Planned:

Effective October 1, 2005, all equipment purchased is notated in the comments section of the purchase order notifying the receiving/property clerk. When equipment is received, it is immediately tagged by the receiving/property clerk and reported to the property officer. The property officer runs a monthly report for all paid equipment and adds it to the State report. For equipment which is not received through the receiving department, one of two processes will occur. The buyer will notify the property officer that there is equipment to be tagged that will not be received through the receiving department and if missed by the receiving/property clerk, the property officer will find it on the monthly report, go out locate it, tag it and report it. Monthly inventory lists are now distributed to each department within the Gulf Coast Research Laboratory.

c. Anticipated Completion date:

Currently implemented

2005-USM-2 a. Name(s) of Contact Person(s) Responsible for Corrective Action:

Douglas Hancock, Cost Accountant Manager, (601) 266-5086

b. Corrective Action Planned:

The error was caused by the inability of the University's previous Facilities and Administrative (F&A) system to process F&A credits for negative expenditures in a month. The University starting April 2005 uses the PeopleSoft Grants Module automated F&A process that bases the monthly F&A expenditure on actual monthly direct grant charges including any negative expenditures. The correct F&A expenditure amount has been included in the total costs reported on the final SF272 for this project.

c. Anticipated Completion date:

Currently implemented

2005-USM-3 a. Name(s) of Contact Person(s) Responsible for Corrective Action:

Dr. Julian Allen, Executive Director, (228) 865-4595

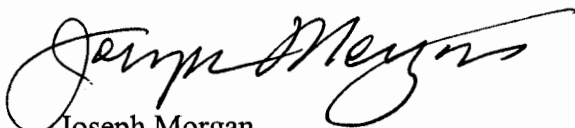
b. Corrective Action Planned:

The University has hired a fulltime employee whose sole job duty is to monitor and maintain equipment inventory for this project. Also, the inventory system has been automated to ensure all equipment and software purchased on this project are properly accounted for in a timely manner.

c. Anticipated Completion date:

June 30, 2006

Sincerely,



Joseph Morgan
Chief Financial Officer



JACKSON STATE UNIVERSITY

P. O. Box 17250

JACKSON, MISSISSIPPI 39217-0250

VICE PRESIDENT FOR FINANCE AND
ADMINISTRATION

PHONE: (601) 979-2211

FAX: (601) 979-8644

As required by Section __.315(b) of OMB Circular A-133, Jackson State University has prepared and hereby submits the following summary schedule of prior audit findings as of June 30, 2005:

Fiscal Year Ended June 30, 2004
Audit Report

<u>Finding</u>	<u>Status</u>
2004-JSU-1.	This finding has been partially corrected. The University has implemented policies and procedures to correct the noted deficiencies, however, the procedures were not fully implemented until the 2005-2006 academic year.
2004-JSU-2.	This finding has been partially corrected. The University has implemented policies and procedures to correct the noted deficiencies, however, the procedures were not fully implemented until the 2005-2006 academic year.
2004-JSU-3.	This finding has been corrected.
2004-JSU-4.	This finding has been partially corrected. The University has implemented policies and procedures to correct the noted deficiencies, however, the procedures were not fully implemented until the 2005-2006 academic year. Reconciliations are being prepared on a weekly basis of amounts recorded in the general ledger to amounts reported to the funding source and amounts drawn down.
2004-JSU-5.	This finding has been corrected.
2004-JSU-6.	This finding has been partially corrected. The University has implemented policies and procedures to correct the noted deficiencies, however, the procedures were not fully implemented until the 2005-2006 academic year.
2004-JSU-7.	This finding has been corrected.



The
University of Mississippi

Oxford • Jackson • Tupelo • Southaven

Office of the Vice Chancellor for
Administration and Finance
Post Office Box 1848
University, MS 38677-1848
(662) 915-7200
(662) 915-5766 -Fax

May 19, 2006

As required by Section ____315(b) of OMB Circular A-133, the University of Mississippi has prepared and hereby submits the following summary schedule of prior audit findings as of June 30, 2005:

Fiscal Year Ended June 30, 2004
Audit Report

<u>Finding</u>	<u>Status</u>
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2004-UM-1.	Corrective action plan was implemented during FY 2005.
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Sincerely,

Johnny M. Williams,
Vice Chancellor for Administration and Finance



**The University of
Southern Mississippi**

Chief Financial Officer

118 College Drive #5005
Hattiesburg, MS 39406-0001
Tel: 601.266.5005
Fax: 601.266.6313
www.usm.edu

May 16, 2006

Mrs. Jamie Goodwin, CPA
Manager of Education Audits
Post Office Box 267
Greenville, MS 38702

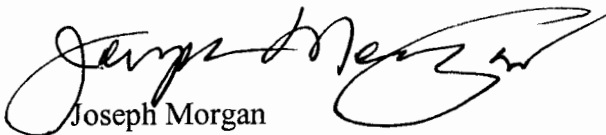
Dear Mrs. Goodwin:

As required by Section __.315(b) of OMB Circular A-133, The University of Southern Mississippi has prepared and hereby submits the following summary schedule of prior audit findings as of June 30, 2005.

Fiscal Year Ended June 30, 2004
Audit Report

<u>Finding</u>	<u>Status</u>
2004-USM-1	Corrective Action Plan was implemented during fiscal year 2005.
2004-USM-2	On August 29, 2005, Hurricane Katrina struck the Mississippi Gulf Coast causing catastrophic damage. The Gulf Park Campus of the University was severely damaged. The inventory listing for this project was lost due to this destruction. The University is in the process of recovering this information.

Sincerely,


Joseph Morgan
Chief Financial Officer