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KELLEY, GALLOWAY & COMPANY, PSC

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Members of the Board of Regents and  
Dr. C. Nelson Grote, President  
Morehead State University  
Morehead, Kentucky  
and  
The Commissioner of Finance  
Commonwealth of Kentucky  
Frankfort, Kentucky

We have examined the balance sheets of Morehead State University, Morehead, Kentucky, as of June 30, 1988 and 1987, and the related statements of changes in fund balances and current funds revenues, expenditures and other changes for the years then ended. Our examinations were made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, the financial statements referred to above present fairly the financial position of Morehead State University at June 30, 1988 and 1987, and the changes in fund balances and the current funds revenues, expenditures and other changes for the years then ended, in conformity with generally accepted accounting principles applied on a consistent basis.

*Kelley, Galloway & Company, PSC*

August 17, 1988

MOREHEAD STATE UNIVERSITY

BALANCE SHEETS

JUNE 30, 1988 AND 1987

ASSETS

	<u>1988</u>	<u>1987</u>
<b>CURRENT FUNDS:</b>		
<b>Unrestricted:</b>		
Cash	\$ 6,658,157	\$5,569,840
Investments - at cost (Note 1)	119,470	150,000
Accounts receivable, less allowance for doubtful accounts of \$236,000 at 1988 and \$161,000 at 1987	916,023	681,595
Inventories (Note 1)	1,433,212	1,336,147
Due from restricted Current Funds	299,564	130,916
Due from Agency Funds	81,665	105,384
Due from Loan Funds	<u>11,076</u>	<u>40,805</u>
<b>Total unrestricted</b>	<u>9,519,167</u>	<u>8,014,687</u>
<b>Restricted:</b>		
Cash	351,009	333,910
Federal and State grants receivable	364,040	321,512
Due from Agency Funds	<u>73,856</u>	<u>29,139</u>
<b>Total restricted</b>	<u>788,905</u>	<u>684,561</u>
<b>Total current funds</b>	<u>\$10,308,072</u>	<u>\$8,699,248</u>
<b>LOAN FUNDS:</b>		
Cash	\$ 610,734	\$ 559,954
Loans to students, less allowance for doubtful accounts of \$506,028 at 1988 and \$696,183 at 1987	2,727,727	2,684,383
Accounts receivable	<u>62,505</u>	<u>127,994</u>
<b>Total loan funds</b>	<u>\$ 3,400,966</u>	<u>\$3,372,331</u>
<b>ENDOWMENT FUNDS:</b>		
Cash	\$ 141,032	\$ 16,410
Investments - at cost (Note 1)	703	115,703
Accounts receivable	<u>-</u>	<u>752</u>
<b>Total endowment funds</b>	<u>\$ 141,735</u>	<u>\$ 132,865</u>

LIABILITIES AND FUND BALANCES

	<u>1988</u>	<u>1987</u>
<b>CURRENT FUNDS:</b>		
Unrestricted:		
Accounts payable	\$ 639,543	\$ 914,765
Accrued vacation pay	700,504	651,863
Accrued salaries and related liabilities	<u>1,731,578</u>	<u>1,488,062</u>
	<u>3,071,625</u>	<u>3,054,690</u>
Fund balance -		
Allocated	4,255,054	3,601,102
Unallocated	<u>2,192,488</u>	<u>1,358,895</u>
	<u>6,447,542</u>	<u>4,959,997</u>
Total unrestricted	<u>9,519,167</u>	<u>8,014,687</u>
Restricted:		
Accounts payable	47,862	60,601
Accrued wages	61,860	41,568
Due to unrestricted Current Funds	299,564	130,916
Unearned revenue for Federal and State grants	311,856	359,544
Fund balance	<u>67,763</u>	<u>91,932</u>
Total restricted	<u>788,905</u>	<u>684,561</u>
Total current funds	<u>\$10,308,072</u>	<u>\$8,699,248</u>
<b>LOAN FUNDS:</b>		
Accounts payable	\$ 6,928	\$ 12,196
Loan awards payable	1,650	3,550
Due to unrestricted Current Funds	<u>11,076</u>	<u>40,805</u>
	<u>19,654</u>	<u>56,551</u>
Fund balance -		
U.S. Government contributions	4,840,227	4,865,227
Institutional contributions	540,611	540,611
Deficit	<u>(1,999,526)</u>	<u>(2,090,058)</u>
	<u>3,381,312</u>	<u>3,315,780</u>
Total loan funds	<u>\$ 3,400,966</u>	<u>\$3,372,331</u>
<b>ENDOWMENT FUNDS--fund balance</b>		
	<u>\$ 141,735</u>	<u>\$ 132,865</u>

The accompanying notes to financial statements  
are an integral part of these balance sheets.

MOREHEAD STATE UNIVERSITY

BALANCE SHEETS (CONCLUDED)

JUNE 30, 1988 AND 1987

	<u>ASSETS</u>	
	<u>1988</u>	<u>1987</u>
<b>PLANT FUNDS:</b>		
Unexpended:		
Cash	\$ 1,158,199	\$ 2,838,576
Total unexpended	<u>1,158,199</u>	<u>2,838,576</u>
Renewal and Replacement:		
Cash and certificates of deposit (Note 1)	530,201	514,035
Investments in U.S. Treasury securities, at cost (Note 1)	78,378	91,305
Accounts receivable	<u>2,408</u>	<u>2,623</u>
Total renewal and replacement	<u>610,987</u>	<u>607,963</u>
Retirement of Indebtedness:		
Cash and certificates of deposit (Note 1)	783,543	724,948
Investments in U.S. Treasury securities, at cost (Note 1)	2,255,729	2,171,363
Accounts receivable	<u>37,958</u>	<u>33,288</u>
Total retirement of indebtedness	<u>3,077,230</u>	<u>2,929,599</u>
Investment in Plant (Notes 1 and 2):		
Land and improvements	4,522,969	4,440,879
Buildings	72,538,707	72,258,669
Library - books and periodicals	6,305,859	5,967,356
Charles M. Derrickson Agricultural Complex - livestock	151,650	145,675
Vehicles	595,439	524,754
Equipment	11,712,724	10,973,049
Construction in progress	<u>479,553</u>	<u>248,192</u>
Total investment in plant	<u>96,306,901</u>	<u>94,558,574</u>
Total plant funds	<u>\$101,153,317</u>	<u>\$100,934,712</u>
<b>AGENCY FUNDS:</b>		
Cash	\$ 780,803	\$ 756,374
Certificates of deposit (Note 1)	240,000	275,000
Accounts receivable	<u>3,734</u>	<u>5,100</u>
Total agency funds	<u>\$ 1,024,537</u>	<u>\$ 1,036,474</u>

LIABILITIES AND FUND BALANCES

	<u>1988</u>	<u>1987</u>
<b>PLANT FUNDS:</b>		
Accounts payable	\$ -	\$ 26,312
	-----	-----
	-	26,312
	-----	-----
Unexpended--fund balances:		
Restricted	1,158,199	2,812,264
	-----	-----
Total unexpended	1,158,199	2,838,576
	-----	-----
Renewal and Replacement--fund balance	610,987	607,963
	-----	-----
Retirement of Indebtedness--restricted fund balance	3,077,230	2,929,599
	-----	-----
Investment in Plant:		
Bonds payable (Note 2)	24,890,000	26,300,000
Net investment in plant	71,416,901	68,258,574
	-----	-----
Total investment in plant	96,306,901	94,558,574
	-----	-----
Total plant funds	\$101,153,317	\$100,934,712
	=====	=====
<b>AGENCY FUNDS:</b>		
Accounts payable	\$ 70,826	\$ 54,669
Due to unrestricted Current Funds	81,665	105,384
Due to restricted Current Funds	73,856	29,139
Deposits held in custody for others	798,190	847,282
	-----	-----
Total agency funds	\$ 1,024,537	\$ 1,036,474
	=====	=====

The accompanying notes to financial statements  
are an integral part of these balance sheets.

MOREHEAD STATE UNIVERSITY

STATEMENTS OF CHANGES IN FUND BALANCES

FOR THE YEARS ENDED JUNE 30, 1988 AND 1987

	1988	
	<u>Unrestricted</u>	<u>Restricted</u>
CURRENT FUNDS:		
BALANCE, beginning of year	\$ 4,959,997	\$ 91,932
REVENUES AND OTHER ADDITIONS:		
Unrestricted Current Funds revenue	44,555,377	-
Federal and State grants and contracts	-	6,576,018
	<u>44,555,377</u>	<u>6,576,018</u>
EXPENDITURES AND OTHER DEDUCTIONS:		
Educational and general expenditures	33,934,454	6,286,136
Auxiliary enterprises expenditures	5,907,646	277,099
	<u>39,842,100</u>	<u>6,563,235</u>
TRANSFERS AMONG FUNDS -		
ADDITIONS (DEDUCTIONS):		
Mandatory -		
Transfers to Plant Funds-retirement of indebtedness (Note 2)	(2,648,728)	-
Transfers to restricted Current Funds	-	-
Transfers to Loan Funds	(194,404)	-
Transfers from Plant Funds	53,054	-
Transfer to Plant Fund-unexpended	(435,654)	-
	<u>(3,225,732)</u>	<u>-</u>
OTHER DEDUCTIONS TO FUND BALANCE	<u>-</u>	<u>(36,952)</u>
NET INCREASE (DECREASE) FOR THE YEAR	<u>1,487,545</u>	<u>(24,169)</u>
BALANCE, end of year	<u>\$ 6,447,542</u>	<u>\$ 67,763</u>

1987	
<u>Unrestricted</u>	<u>Restricted</u>
\$ 5,438,483	\$ 100,006
40,722,458	-
-	6,050,313
<u>40,722,458</u>	<u>6,050,313</u>
32,612,446	5,819,061
5,387,106	231,426
<u>37,999,552</u>	<u>6,050,487</u>
(2,391,922)	-
(194,404)	-
(429)	-
-	-
(614,637)	-
<u>(3,201,392)</u>	-
-	(7,900)
(478,486)	(8,074)
<u>\$ 4,959,997</u>	<u>\$ 91,932</u>

The accompanying notes to financial statements  
are an integral part of these statements.



MOREHEAD STATE UNIVERSITY

STATEMENTS OF CHANGES IN FUND BALANCES (CONTINUED)

FOR THE YEARS ENDED JUNE 30, 1988 AND 1987

	1988	1987
<b>LOAN FUNDS:</b>		
BALANCE, beginning of year	<u>\$3,315,780</u>	<u>\$3,212,406</u>
REVENUES AND OTHER ADDITIONS:		
Interest on loans receivable	113,728	100,086
Cancellation reimbursement	33,698	80,480
Miscellaneous interest income	29,499	20,255
Federal contributions	-	3,859
Recovery of doubtful accounts previously written off	95,373	19,080
Other	612	4,804
	<u>272,910</u>	<u>228,564</u>
EXPENDITURES AND OTHER DEDUCTIONS:		
Loan principal and interest cancelled	61,688	51,076
Administrative and collection expense	118,265	72,422
Return of excess funds	25,000	-
Other	2,425	2,121
	<u>207,378</u>	<u>125,619</u>
TRANSFERS AMONG FUNDS--		
from unrestricted Current Funds	-	429
NET INCREASE FOR THE YEAR	<u>65,532</u>	<u>103,374</u>
BALANCE, end of year	<u><u>\$3,381,312</u></u>	<u><u>\$3,315,780</u></u>
<b>ENDOWMENT FUNDS:</b>		
BALANCE, beginning of year	<u>\$ 132,865</u>	<u>\$ 122,630</u>
INVESTMENT INCOME	<u>8,870</u>	<u>10,235</u>
NET INCREASE IN FUND BALANCE	<u>8,870</u>	<u>10,235</u>
BALANCE, end of year	<u><u>\$ 141,735</u></u>	<u><u>\$ 132,865</u></u>

The accompanying notes to financial statements  
are an integral part of these statements.

MOREHEAD STATE UNIVERSITY  
STATEMENTS OF CHANGES IN FUND BALANCES (CONCLUDED)  
FOR THE YEARS ENDED JUNE 30, 1988 AND 1987

	1988		
	<u>Unexpended</u>	<u>Renewal and Replacement</u>	<u>Retirement of Indebtedness</u>
<b>PLANT FUNDS:</b>			
BALANCE, beginning of year	\$ 2,812,264	\$ 607,963	\$2,929,599
<b>REVENUES AND OTHER</b>			
<b>ADDITIONS:</b>			
Interest income	-	37,419	196,031
Appropriations for plant funds	266,221	-	-
Retirement of indebtedness	-	-	-
Bond issuance proceeds	-	-	-
Expended for plant fund facilities	-	-	-
Private gifts-restricted	-	-	-
	<u>266,221</u>	<u>37,419</u>	<u>196,031</u>
<b>EXPENDITURES AND OTHER</b>			
<b>DEDUCTIONS:</b>			
Retirement of indebtedness	-	-	1,410,000
Interest on indebtedness	-	-	1,268,377
Expenditures for plant additions	2,355,940	-	-
Bond issuance	-	-	-
Miscellaneous	-	-	92
	<u>2,355,940</u>	<u>-</u>	<u>2,678,469</u>
<b>TRANSFERS AMONG FUNDS-</b>			
<b>ADDITIONS (DEDUCTIONS):</b>			
<b>Mandatory -</b>			
Transfers from unrestricted Current Funds for debt service (Note 2)	-	-	2,648,728
Transfer (to) from unrestricted Current Funds (Note 2)	435,654	-	(53,054)
Transfer (to) from Renewal and Replacement	-	(34,395)	34,395
	<u>435,654</u>	<u>(34,395)</u>	<u>2,630,069</u>
<b>NET INCREASE (DECREASE) FOR THE YEAR</b>	<u>(1,654,065)</u>	<u>3,024</u>	<u>147,631</u>
<b>BALANCE, end of year</b>	<u>\$ 1,158,199</u>	<u>\$ 610,987</u>	<u>\$3,077,230</u>

1988	1987			
<u>Investment in Plant</u>	<u>Unexpended</u>	<u>Renewal and Replacement</u>	<u>Retirement of Indebtedness</u>	<u>Investment in Plant</u>
<u>\$68,258,574</u>	<u>\$ 478,236</u>	<u>\$571,051</u>	<u>\$2,610,572</u>	<u>\$67,018,999</u>
-	-	36,912	191,247	-
-	2,990,137	-	-	-
1,410,000	-	-	-	1,320,000
-	-	-	242,091	-
1,790,045	-	-	-	3,080,036
-	648,494	-	-	-
<u>3,200,045</u>	<u>3,638,631</u>	<u>36,912</u>	<u>433,338</u>	<u>4,400,036</u>
-	-	-	1,320,000	-
-	-	-	1,186,218	-
-	1,919,240	-	-	-
-	-	-	-	3,160,000
41,718	-	-	15	461
<u>41,718</u>	<u>1,919,240</u>	<u>-</u>	<u>2,506,233</u>	<u>3,160,461</u>
-	-	-	2,391,922	-
-	614,637	-	-	-
-	-	-	-	-
<u>-</u>	<u>614,637</u>	<u>-</u>	<u>2,391,922</u>	<u>-</u>
<u>3,158,327</u>	<u>2,334,028</u>	<u>36,912</u>	<u>319,027</u>	<u>1,239,575</u>
<u>\$71,416,901</u>	<u>\$2,812,264</u>	<u>\$607,963</u>	<u>\$2,929,599</u>	<u>\$68,258,574</u>

The accompanying notes to financial statements  
are an integral part of these statements.

MOREHEAD STATE UNIVERSITY

STATEMENTS OF CURRENT FUNDS REVENUES,  
EXPENDITURES AND OTHER CHANGES

FOR THE YEARS ENDED JUNE 30, 1988 AND 1987

	1988	
	Unrestricted	Restricted
<b>REVENUES:</b>		
Tuition and fees	\$ 9,006,545	\$ -
State appropriations	25,965,178	-
Governmental grants and contracts	-	6,381,614
College Work Study matching funds	-	194,404
Indirect cost reimbursement	151,149	-
Sales and services of educational activities	685,410	-
Sales and services of auxiliary enterprises	7,581,569	-
Other sources	1,165,526	-
Private gifts	-	-
Total current revenues	44,555,377	6,576,018
<b>EXPENDITURES AND MANDATORY TRANSFERS:</b>		
Educational and general -		
Instruction	14,201,050	843,607
Research	46,327	9,993
Public service	870,148	1,074,541
Library	1,382,627	49,046
Academic support	1,749,620	23,764
Student services	3,391,686	271,912
Institutional support	6,148,876	160,424
Operation and maintenance of plant	4,409,264	7,380
Student financial aid	1,734,856	3,845,469
Educational and general expenditures	33,934,454	6,286,136
Mandatory transfers for -		
Principal and interest	1,800,383	-
College Work Study and Loan Fund matching grants	194,404	-
	1,994,787	-
Total educational and general	35,929,241	6,286,136
Auxiliary enterprises -		
Expenditures	5,907,646	277,099
Mandatory transfers for principal and interest	848,345	-
Total auxiliary enterprises	6,755,991	277,099
Total expenditures and mandatory transfers	42,685,232	6,563,235

<u>1988</u>	<u>1987</u>
<u>Totals</u>	<u>Totals</u>
\$ 9,006,545	\$ 7,667,305
25,965,178	24,512,836
6,381,614	5,855,909
194,404	194,404
151,149	142,557
685,410	748,932
7,581,569	6,792,579
1,165,526	708,249
-	150,000
<u>51,131,395</u>	<u>46,772,771</u>
15,044,657	14,736,319
56,320	76,648
1,944,689	1,724,257
1,431,673	1,649,115
1,773,384	2,108,023
3,663,598	3,343,027
6,309,300	6,308,114
4,416,644	4,304,843
<u>5,580,325</u>	<u>4,181,161</u>
<u>40,220,590</u>	<u>38,431,507</u>
1,800,383	1,604,925
<u>194,404</u>	<u>194,833</u>
<u>1,994,787</u>	<u>1,799,758</u>
<u>42,215,377</u>	<u>40,231,265</u>
6,184,745	5,618,532
<u>848,345</u>	<u>786,997</u>
<u>7,033,090</u>	<u>6,405,529</u>
<u>49,248,467</u>	<u>46,636,794</u>

MOREHEAD STATE UNIVERSITY

STATEMENTS OF CURRENT FUNDS REVENUES,  
EXPENDITURES AND OTHER CHANGES (CONCLUDED)

FOR THE YEARS ENDED JUNE 30, 1988 AND 1987

	1988	
	<u>Unrestricted</u>	<u>Restricted</u>
OTHER TRANSFERS AND ADDITIONS (DEDUCTIONS):		
Transfer to Endowment Fund	\$ -	\$ -
Transfers from Plant Funds	53,054	-
Transfers to Plant Funds	(435,654)	-
Other deductions	-	(36,952)
	<u>-----</u>	<u>-----</u>
Total other transfers and additions (deductions)	<u>(382,600)</u>	<u>(36,952)</u>
 NET INCREASE (DECREASE) IN FUND BALANCES	 <u>\$1,487,545</u>	 <u>\$(24,169)</u>

<u>1988</u>	<u>1987</u>
<u>Totals</u>	<u>Totals</u>
\$ -	\$ -
53,054	-
(435,654)	(614,637)
<u>(36,952)</u>	<u>(7,900)</u>
 <u>(419,552)</u>	 <u>(622,537)</u>
 <u>\$1,463,376</u>	 <u>\$(486,560)</u>

The accompanying notes to financial statements are an integral part of these statements.

MOREHEAD STATE UNIVERSITY

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 1988 AND 1987

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting principles followed by Morehead State University and the methods of applying those principles which materially affect the University's financial statements are summarized below.

Accrual Basis

The financial statements of the University have been prepared on the accrual basis, except for depreciation accounting which is discussed below under Investment in Plant. The statement of current funds revenues, expenditures and other changes is a statement of financial activities of current funds related to the current reporting period. It does not purport to present the results of operations or the net income or loss for the period as would a statement of income or a statement of revenues and expenses.

To the extent that current funds are used to finance plant assets, the amounts so provided are accounted for as (1) expenditures, in the case of normal replacement of movable equipment and library books; (2) mandatory transfers, in the case of required provisions for debt amortization and interest and equipment renewal and replacement; and (3) as transfers of a non-mandatory nature for all other cases.

Fund Accounting

In order to ensure observance of limitations and restrictions placed on the use of the resources available to the University, the accounts of the University are maintained in accordance with the principles of "fund accounting". This is the procedure by which resources for various purposes are classified for accounting and reporting purposes into funds that are in accordance with activities or objectives specified. Separate accounts are maintained for each fund; however, funds that have similar characteristics have been combined into fund groups in the accompanying financial statements. Accordingly, all financial transactions have been recorded and reported by fund group.

Within each fund group, fund balances restricted by outside sources are so indicated and are distinguished from unrestricted funds allocated to specific purposes by action of the governing board. Externally restricted funds may only be utilized in accordance with the purposes established by the source of such funds and are in contrast with unrestricted funds over which the governing board retains full control to use in achieving any of its institutional purposes.

Endowment funds are subject to the restrictions of gift instruments requiring in perpetuity that the principal be invested and the income only be utilized.

All gains and losses arising from the sale, collection, or other disposition of investments and other non-cash assets are accounted for in the fund which owned such assets. Ordinary income derived from investments, receivables, and the like, is accounted for in the fund owning such assets, except for income



derived from investments of endowment and similar funds, which income is accounted for in the fund to which it is restricted or, if unrestricted, as revenues in unrestricted current funds.

All other unrestricted revenue is accounted for in the unrestricted current funds. Restricted gifts, grants, appropriations, endowment income, and other restricted resources are accounted for in the appropriate restricted funds. Restricted current funds are reported as revenues and expenditures when expended for current operating purposes.

#### Investments

Investments are stated at cost, which does not exceed quoted market values.

#### Investment in Plant

Investment in plant is stated at cost at date of acquisition or fair value at date of donation in the case of gifts. In accordance with generally accepted accounting principles of colleges and universities, no provision has been made in the accompanying financial statements for depreciation on the investment in plant.

#### Inventories

Inventories representing approximately 58% and 60% respectively, of total inventories at June 30, 1988 and 1987 are stated at the lower of cost (first-in, first-out basis) or market. The remainder of the inventories are stated at the lower of moving-average-cost or market.

### (2) BONDS PAYABLE

The following is a summary of bonds payable at June 30, 1988 and 1987:

	<u>1988</u>	<u>1987</u>
2.875 - 5.4% Housing and Dining System Bonds, Series A through J, repayable in annual installments with the final installment due on November 1, 2005	\$ 9,205,000	\$ 9,720,000
3 - 6.875% Consolidated Educational Building Revenue Bonds, Series B through H, repayable in annual installments with the final installment due on May 1, 2007	<u>15,685,000</u>	<u>16,580,000</u>
	<u>\$24,890,000</u>	<u>\$26,300,000</u>

In order to retire the bonds, the University is required to make deposits to sinking funds in annual amounts sufficient to meet the principal and interest payments due within the next twelve months. During 1988, the University transferred \$901,399 to the Housing and Dining System Revenue Bonds Sinking Fund and \$1,747,329 to the Consolidated Educational Building Revenue Bonds Sinking Fund for payment of current year principal and interest.

In addition, during 1988, the University transferred \$34,395 from the Housing and Dining System Bonds Repair and Maintenance Fund as required by the bond indenture. The balance in the Consolidated Educational Building Revenue Bonds Sinking Fund was greater than required by the Bond Ordinance. Therefore, the Trustee transferred \$53,054 from the Sinking Fund to Current Funds in 1988.

The bonds are collateralized by various buildings carried in the accounts at \$53,769,900. The revenues derived from student registration fees, residence hall rental fees, and net profits from food service are pledged as collateral on these bond issues.

The principal and interest repayment requirements relating to outstanding bonds payable at June 30, 1988, are as follows:

Year Ending June 30,	Repayment Requirements		
	Principal	Interest	Total
1989	\$ 1,535,000	\$ 1,206,295	\$ 2,741,295
1990	1,590,000	1,136,652	2,726,652
1991	1,665,000	1,063,942	2,728,942
1992	1,735,000	987,688	2,722,688
1993	1,830,000	906,670	2,736,670
1994-2007	<u>16,535,000</u>	<u>4,750,319</u>	<u>21,285,319</u>
	<u>\$24,890,000</u>	<u>\$10,051,566</u>	<u>\$34,941,566</u>

(3) PENSION PLAN

Faculty and staff members of Morehead State University are members of the Kentucky Teachers' Retirement System and the Kentucky Employees' Retirement System. Under these plans, the participants make contributions to the retirement systems which are matched as discussed below.

The Kentucky Teachers' Retirement System contributions are matched by the State of Kentucky. These matching contributions of \$1,439,845 and \$1,394,636 for the years ended June 30, 1988 and 1987, respectively, are reflected as both revenues and expenditures for financial statement purposes. In addition to the matching contributions for participant withholdings, the State provided an overmatch amounting to \$452,846 for 1988 and \$438,390 for 1987 in order to reduce the unfunded debt of the retirement system. These overmatch contributions do not accrue to participants' accounts and, accordingly, are not reflected in the financial statements.

The contributions of participants in the Kentucky Employees' Retirement System are matched by Morehead State University. The University's contributions to this plan for the years ended June 30, 1988 and 1987 were \$455,861 and \$416,333, respectively.

**SUPPLEMENTAL INFORMATION**

KELLEY, GALLOWAY & COMPANY, PSC

CERTIFIED PUBLIC ACCOUNTANTS

*1200 Bath Avenue - Post Office Box 990*

*Shelbourn, Kentucky 41105-0990*

PIKEVILLE, KENTUCKY 41501  
606-437-7389

606-329-1811

MOREHEAD, KENTUCKY 40351  
606-784-6334

Members of the Board of Regents and  
Dr. C. Nelson Grote, President  
Morehead State University  
Morehead, Kentucky  
and  
The Commissioner of Finance  
Commonwealth of Kentucky  
Frankfort, Kentucky

The financial statements of the University and our auditors' report thereon are presented in the preceding section of this report. The financial information presented hereinafter for the years ended June 30, 1988 and 1987 was derived from the accounting records tested by us as part of the auditing procedures followed in our examinations of the aforementioned financial statements and, in our opinion it is fairly presented in all material respects in relation to the financial statements taken as a whole; however, it is not necessary for a fair presentation of the financial position, changes in fund balances and current funds revenues, expenditures and other changes of the University.

*Kelley, Galloway & Company, PSC*

August 17, 1988

MOREHEAD STATE UNIVERSITY

SCHEDULES OF CURRENT FUNDS REVENUES

FOR THE YEARS ENDED JUNE 30, 1988 AND 1987

	1988	
	<u>Unrestricted</u>	<u>Restricted</u>
<b>EDUCATIONAL AND GENERAL:</b>		
Tuition and fees -		
Degree credit - Fall	\$ 3,886,522	\$ -
Degree credit - Spring	3,731,473	-
Degree credit - Summer and special sessions	967,051	-
Other student fees -		
Student activity and service fee	339,053	-
Music, lab and course fees	25,474	-
Extension and correspondence	56,972	-
Governmental appropriations -		
State	24,037,800	-
Other state allotment	487,533	-
Kentucky Teachers' Retirement	1,439,845	-
Governmental grants and contracts -		
Supplemental Education Opportunity Grants	-	124,950
College Work Study	-	952,010
Other State and Federal grants	-	5,499,058
Unrestricted gifts	-	-
Indirect cost reimbursement	151,149	-
Sales and services of educational activities	685,410	-
Other sources	1,165,526	-
	<u>36,973,808</u>	<u>6,576,018</u>
 <b>SALES AND SERVICES OF AUXILIARY ENTERPRISES:</b>		
Residence halls	2,948,585	-
Married student and faculty housing	472,578	-
Food service	1,770,338	-
University store	1,656,216	-
Other sources	733,852	-
	<u>7,581,569</u>	<u>-</u>
 <b>TOTAL CURRENT FUNDS REVENUES</b>	 <u><u>\$44,555,377</u></u>	 <u><u>\$6,576,018</u></u>

<u>1988</u>	<u>1987</u>
<u>Totals</u>	<u>Totals</u>
\$ 3,886,522	\$ 3,312,873
3,731,473	3,174,329
967,051	822,922
339,053	286,449
25,474	28,244
56,972	42,488
24,037,800	22,881,100
487,533	237,100
1,439,845	1,394,636
124,950	110,587
952,010	968,487
5,499,058	4,971,239
-	150,000
151,149	142,557
685,410	748,932
<u>1,165,526</u>	<u>708,249</u>
<u>43,549,826</u>	<u>39,980,192</u>
2,948,585	2,469,036
472,578	526,397
1,770,338	1,617,928
1,656,216	1,440,741
<u>733,852</u>	<u>738,477</u>
<u>7,581,569</u>	<u>6,792,579</u>
<u>\$51,131,395</u>	<u>\$46,772,771</u>

MOREHEAD STATE UNIVERSITY

SCHEDULES OF CURRENT FUNDS EXPENDITURES AND  
MANDATORY TRANSFERS

FOR THE YEARS ENDED JUNE 30, 1988 AND 1987

	1988	
	<u>Unrestricted</u>	<u>Restricted</u>
<b>EDUCATIONAL AND GENERAL:</b>		
<b>Instruction -</b>		
Personal services	\$13,205,888	\$ 615,482
Operating expenses	869,396	207,004
Capital outlay	125,766	21,121
	<u>14,201,050</u>	<u>843,607</u>
<b>Research -</b>		
Personal services	17,574	6,088
Operating expenses	20,223	3,905
Capital outlay	8,530	-
	<u>46,327</u>	<u>9,993</u>
<b>Public service -</b>		
Personal services	630,166	666,816
Operating expenses	222,785	394,941
Capital outlay	17,197	12,784
	<u>870,148</u>	<u>1,074,541</u>
<b>Library -</b>		
Personal services	904,616	49,046
Operating expenses	120,483	-
Capital outlay	357,528	-
	<u>1,382,627</u>	<u>49,046</u>
<b>Academic support -</b>		
Personal services	1,002,474	23,764
Operating expenses	603,214	-
Capital outlay	143,932	-
	<u>1,749,620</u>	<u>23,764</u>
<b>Student services -</b>		
Personal services	1,908,335	247,542
Operating expenses	1,450,149	23,600
Capital outlay	33,202	770
	<u>3,391,686</u>	<u>271,912</u>
<b>Institutional support -</b>		
Personal services	3,859,360	85,614
Operating expenses	1,863,819	74,810
Capital outlay	425,697	-
	<u>6,148,876</u>	<u>160,424</u>

<u>1988</u> <u>Totals</u>	<u>1987</u> <u>Totals</u>
\$ 13,821,370	\$13,348,626
1,076,400	992,192
146,887	395,501
<u>15,044,657</u>	<u>14,736,319</u>
23,662	36,061
24,128	30,161
8,530	10,426
<u>56,320</u>	<u>76,648</u>
1,296,982	1,147,656
617,726	542,148
29,981	34,453
<u>1,944,689</u>	<u>1,724,257</u>
953,662	890,778
120,483	263,434
357,528	494,903
<u>1,431,673</u>	<u>1,649,115</u>
1,026,238	907,882
603,214	544,607
143,932	655,534
<u>1,773,384</u>	<u>2,108,023</u>
2,155,877	2,039,540
1,473,749	1,270,614
33,972	32,873
<u>3,663,598</u>	<u>3,343,027</u>
3,944,974	3,793,866
1,938,629	2,022,228
425,697	492,020
<u>6,309,300</u>	<u>6,308,114</u>



MOREHEAD STATE UNIVERSITY

SCHEDULES OF CURRENT FUNDS EXPENDITURES AND  
MANDATORY TRANSFERS (CONTINUED)

FOR THE YEARS ENDED JUNE 30, 1988 AND 1987

	1988	
	<u>Unrestricted</u>	<u>Restricted</u>
EDUCATIONAL AND GENERAL (CONTINUED):		
Operation and maintenance of plant -		
Personal services	\$ 2,194,631	\$ 7,380
Operating expenses	1,904,937	-
Capital outlay	309,696	-
	<u>4,409,264</u>	<u>7,380</u>
Student financial aid -		
Personal services	-	6,590
Operating expenses	1,734,856	3,838,879
	<u>1,734,856</u>	<u>3,845,469</u>
Total educational and general expenditures -		
Personal services	23,723,044	1,708,322
Operating expenses	8,789,862	4,543,139
Capital outlay	1,421,548	34,675
	<u>33,934,454</u>	<u>6,286,136</u>
Mandatory transfers -		
Principal and interest	1,800,383	-
Loan and other matching grants	194,404	-
	<u>1,994,787</u>	<u>-</u>
TOTAL EDUCATIONAL AND GENERAL	<u>\$35,929,241</u>	<u>\$6,286,136</u>
AUXILIARY ENTERPRISES:		
Expenditures -		
Personal services	\$ 1,809,124	\$ 277,099
Operating expenses	3,926,547	-
Capital outlay	171,975	-
	<u>5,907,646</u>	<u>277,099</u>
Mandatory transfers -		
Principal and interest	848,345	-
TOTAL AUXILIARY ENTERPRISES	<u>\$ 6,755,991</u>	<u>\$ 277,099</u>

<u>1988</u>	<u>1987</u>
<u>Totals</u>	<u>Totals</u>
\$ 2,202,011	\$ 2,144,164
1,904,937	1,703,753
<u>309,696</u>	<u>456,926</u>
<u>4,416,644</u>	<u>4,304,843</u>
6,590	2,346
<u>5,573,735</u>	<u>4,178,815</u>
<u>5,580,325</u>	<u>4,181,161</u>
25,431,366	24,310,919
13,333,001	11,547,952
<u>1,456,223</u>	<u>2,572,636</u>
<u>40,220,590</u>	<u>38,431,507</u>
1,800,383	1,604,925
<u>194,404</u>	<u>194,833</u>
<u>1,994,787</u>	<u>1,799,758</u>
<u>\$42,215,377</u>	<u>\$40,231,265</u>
\$ 2,086,223	\$ 1,817,013
3,926,547	3,650,180
<u>171,975</u>	<u>151,339</u>
<u>6,184,745</u>	<u>5,618,532</u>
<u>848,345</u>	<u>786,997</u>
<u>\$ 7,033,090</u>	<u>\$ 6,405,529</u>

MOREHEAD STATE UNIVERSITY

SCHEDULES OF CURRENT FUNDS EXPENDITURES AND  
MANDATORY TRANSFERS (CONCLUDED)

FOR THE YEARS ENDED JUNE 30, 1988 AND 1987

	1988	
	<u>Unrestricted</u>	<u>Restricted</u>
TOTAL EXPENDITURES AND MANDATORY TRANSFERS (CONCLUDED):		
Expenditures -		
Personal services	\$25,532,168	\$1,985,421
Operating expenses	12,716,409	4,543,139
Capital outlay	<u>1,593,523</u>	<u>34,675</u>
	<u>39,842,100</u>	<u>6,563,235</u>
Mandatory transfers -		
Principal and interest	2,648,728	-
Loan and other matching grants	<u>194,404</u>	<u>-</u>
	<u>2,843,132</u>	<u>-</u>
TOTAL EXPENDITURES AND MANDATORY TRANSFERS	<u>\$42,685,232</u>	<u>\$6,563,235</u>

<u>1988</u> <u>Totals</u>	<u>1987</u> <u>Totals</u>
\$27,517,589	\$26,127,932
17,259,548	15,198,132
<u>1,628,198</u>	<u>2,723,975</u>
<u>46,405,335</u>	<u>44,050,039</u>
2,648,728	2,391,922
<u>194,404</u>	<u>194,833</u>
<u>2,843,132</u>	<u>2,586,755</u>
<u><u>\$49,248,467</u></u>	<u><u>\$46,636,794</u></u>

MOREHEAD STATE UNIVERSITY

SCHEDULES OF CHANGES IN FUND BALANCES - LOAN FUNDS

FOR THE YEARS ENDED JUNE 30, 1988 AND 1987

	1988	
	Perkins (National Direct Student Loan) Fund	Nursing Loan Fund
BALANCE, beginning of year	<u>\$3,226,283</u>	<u>\$89,497</u>
INCREASES:		
Reimbursement for cancellations	33,698	-
Interest income on loans	111,544	2,184
Miscellaneous interest income	28,417	1,082
Federal contributions	-	-
Institutional contributions	-	-
Other	-	612
Recovery of doubtful accounts previously written off	<u>95,373</u>	<u>-</u>
	<u>269,032</u>	<u>3,878</u>
DECREASES:		
Loan principal cancelled	54,525	873
Loan interest cancelled	6,183	107
Administrative and collection expenses	116,371	1,894
Return of excess funds	-	25,000
Other	<u>2,425</u>	<u>-</u>
	<u>179,504</u>	<u>27,874</u>
BALANCE, end of year	<u><u>\$3,315,811</u></u>	<u><u>\$65,501</u></u>

<u>1988</u>	<u>1987</u>
<u>Totals</u>	<u>Totals</u>
<u>\$3,315,780</u>	<u>\$3,212,406</u>
33,698	80,480
113,728	100,086
29,499	20,254
-	3,859
-	429
612	4,804
<u>95,373</u>	<u>19,080</u>
<u>272,910</u>	<u>228,992</u>
55,398	46,111
6,290	4,965
118,265	72,422
25,000	-
<u>2,425</u>	<u>2,120</u>
<u>207,378</u>	<u>125,618</u>
<u>\$3,381,312</u>	<u>\$3,315,780</u>

MOREHEAD STATE UNIVERSITY

SCHEDULE OF INVESTMENTS BY FUNDS

JUNE 30, 1988

	<u>Unrestricted Funds</u>	<u>Consolidated Educational Building Sinking Fund</u>	<u>Repair and Maintenance Reserve</u>
U.S. Treasury Bills, at cost	\$ -	\$1,979,962	\$ -
5.35% to 6.62% certificates of deposit	119,470	-	514,035
Other U.S. obligations, at cost	-	6,347	78,378
	<u>\$119,470</u>	<u>\$1,986,309</u>	<u>\$592,413</u>

<u>Debt Service Reserve</u>	<u>Agency Funds</u>	<u>Endowment Funds</u>	<u>Total Carrying Amount</u>	<u>Approximate Market Value</u>
\$ -	\$ -	\$ -	\$1,979,962	\$2,000,600
712,483	240,000	-	1,585,988	1,585,988
<u>269,420</u>	<u>-</u>	<u>703</u>	<u>354,848</u>	<u>354,848</u>
<u>\$981,903</u>	<u>\$240,000</u>	<u>\$703</u>	<u>\$3,920,798</u>	<u>\$3,941,436</u>



MOREHEAD STATE UNIVERSITY

SUMMARY SCHEDULE OF BONDS PAYABLE

JUNE 30, 1988

	<u>Original Issue</u>	<u>Outstanding June 30, 1988</u>
<b>HOUSING AND DINING SYSTEM</b>		
<b>REVENUE BONDS:</b>		
Series A	\$1,040,000	\$ 480,000
Series B	735,000	345,000
Series C	525,000	250,000
Series D	1,050,000	565,000
Series E	200,000	95,000
Series F	390,000	370,000
Series G	1,340,000	930,000
Series H	1,840,000	1,125,000
Series I	3,920,000	2,485,000
Series J	5,800,000	2,560,000
 <b>CONSOLIDATED EDUCATIONAL BUILDING</b>		
<b>REVENUE BONDS:</b>		
Series B	1,400,000	345,000
Series C	1,950,000	945,000
Series D	5,300,000	2,540,000
Series E	4,350,000	1,925,000
Series F	4,100,000	2,120,000
Series G	6,300,000	4,650,000
Series H	3,160,000	<u>3,160,000</u>
 <b>TOTAL BONDS PAYABLE</b>		 <b><u><u>\$24,890,000</u></u></b>

MOREHEAD STATE UNIVERSITY

STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCES

SINKING FUNDS

FOR THE YEAR ENDED JUNE 30, 1988

	<u>Sinking Fund</u>	<u>Housing and Dining System Debt Service Reserve Fund</u>
FUND BALANCES, June 30, 1987	\$ <u>9,329</u>	\$ <u>992,512</u>
RECEIPTS AND OTHER ADDITIONS:		
Transferred from Housing System Revenue Fund	848,345	-
Transferred from Consolidated Educational Revenue Fund	-	-
Income from investments	7,819	53,796
Redemption of investments	711,606	2,861,700
Transfer from Debt Service Reserve Fund	42,184	-
Transfer from Repair Fund	34,395	-
Increase in investments	<u>48,400</u>	<u>18,477</u>
	<u>1,692,749</u>	<u>2,933,973</u>
Total available funds	<u>1,702,078</u>	<u>3,926,485</u>
DISBURSEMENTS AND OTHER DEDUCTIONS:		
Redemption of bonds	515,000	-
Payment of interest	362,996	-
Purchase of investments	760,006	2,880,177
Transfer to Sinking Fund	-	42,184
Transfer to unrestricted Current Funds	-	-
Other	<u>75</u>	<u>-</u>
	<u>1,638,077</u>	<u>2,922,361</u>
FUND BALANCES, June 30, 1988	\$ <u><u>64,001</u></u>	\$ <u><u>1,004,124</u></u>

<u>Repair Fund</u>	<u>Consolidated Educational Building Bonds</u>	<u>Totals</u>
<u>\$ 607,963</u>	<u>\$1,927,758</u>	<u>\$ 3,537,562</u>
-	-	848,345
-	1,800,383	1,800,383
37,419	134,416	233,450
2,073,991	4,268,862	9,916,159
-	-	42,184
-	-	34,395
<u>3,239</u>	<u>79,708</u>	<u>149,824</u>
<u>2,114,649</u>	<u>6,283,369</u>	<u>13,024,740</u>
<u>2,722,612</u>	<u>8,211,127</u>	<u>16,562,302</u>
-	895,000	1,410,000
-	905,381	1,268,377
2,077,230	4,348,570	10,065,983
34,395	-	76,579
-	53,054	53,054
-	<u>17</u>	<u>92</u>
<u>2,111,625</u>	<u>6,202,022</u>	<u>12,874,085</u>
<u>\$ 610,987</u>	<u>\$2,009,105</u>	<u>\$ 3,688,217</u>

MORHEAD STATE UNIVERSITY

SCHEDULE OF BOND RETIREMENT AND INTEREST PAYMENTS  
HOUSING AND DINING SYSTEM REVENUE BONDS

SUBSEQUENT TO JUNE 30, 1988

Year Ending June 30,	SERIES A		SERIES B		SERIES C		SERIES D	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
1989	\$ 35,000	\$ 13,875	\$ 25,000	\$ 9,559	\$ 20,000	\$ 7,500	\$ 30,000	\$ 19,250
1990	35,000	12,825	25,000	8,841	20,000	6,875	30,000	18,200
1991	40,000	11,700	25,000	8,122	20,000	6,250	30,000	17,150
1992	40,000	10,500	30,000	7,331	20,000	5,625	35,000	16,013
1993	40,000	9,300	30,000	6,469	20,000	5,000	40,000	14,700
1994-2007	290,000	29,025	210,000	20,931	150,000	16,406	400,000	65,800
TOTALS	\$480,000	\$ 87,225	\$345,000	\$ 61,253	\$250,000	\$ 47,656	\$565,000	\$151,113
TOTAL PRINCIPAL AND INTEREST		\$567,225		\$406,253		\$297,656		\$716,113

MOREHEAD STATE UNIVERSITY

SCHEDULE OF BOND RETIREMENT AND INTEREST PAYMENTS  
HOUSING AND DINING SYSTEM REVENUE BONDS (CONTINUED)

SUBSEQUENT TO JUNE 30, 1988

Year Ending June 30,	SERIES E		SERIES F		SERIES G		SERIES H	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
1989	\$ 5,000	\$ 3,122	\$ 20,000	\$ 12,150	\$ 50,000	\$ 31,675	\$ 50,000	\$ 41,250
1990	5,000	2,953	20,000	11,475	50,000	29,925	50,000	39,375
1991	5,000	2,784	25,000	10,716	55,000	28,088	55,000	37,406
1992	5,000	2,616	25,000	9,872	55,000	26,163	55,000	35,344
1993	5,000	2,447	25,000	9,028	55,000	24,238	60,000	33,188
1994-2007	70,000	11,475	255,000	40,247	665,000	121,713	855,000	205,219
<b>TOTALS</b>	<b>\$ 95,000</b>	<b>\$ 25,397</b>	<b>\$370,000</b>	<b>\$ 93,488</b>	<b>\$930,000</b>	<b>\$ 261,802</b>	<b>\$1,125,000</b>	<b>\$391,782</b>
<b>TOTAL PRINCIPAL AND INTEREST</b>		<b>\$120,397</b>		<b>\$463,488</b>		<b>\$1,191,802</b>		<b>\$1,516,782</b>

MOREHEAD STATE UNIVERSITY

SCHEDULE OF BOND RETIREMENT AND INTEREST PAYMENTS  
HOUSING AND DINING SYSTEM REVENUE BONDS (CONCLUDED)

SUBSEQUENT TO JUNE 30, 1988

<u>Year Ending</u> <u>June 30,</u>	<u>SERIES I</u>		<u>SERIES J</u>		<u>Total Requirements</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
1989	\$ 100,000	\$ 73,050	\$ 210,000	\$ 132,570	\$ 545,000	\$ 344,001
1990	105,000	69,975	215,000	121,095	555,000	321,539
1991	105,000	66,825	220,000	109,350	580,000	298,391
1992	110,000	63,600	220,000	97,470	595,000	274,534
1993	115,000	60,225	245,000	84,915	635,000	249,510
1994-2007	<u>1,950,000</u>	<u>407,550</u>	<u>1,450,000</u>	<u>204,120</u>	<u>6,295,000</u>	<u>1,122,486</u>
<b>TOTALS</b>	<b><u>\$2,485,000</u></b>	<b><u>\$ 741,225</u></b>	<b><u>\$2,560,000</u></b>	<b><u>\$ 749,520</u></b>	<b><u>\$9,205,000</u></b>	<b><u>\$ 2,610,461</u></b>
<b>TOTAL PRINCIPAL AND INTEREST</b>		<b><u>\$3,226,225</u></b>		<b><u>\$3,309,520</u></b>		<b><u>\$11,815,461</u></b>

MOREHEAD STATE UNIVERSITY

SCHEDULE OF BOND RETIREMENT AND INTEREST PAYMENTS  
CONSOLIDATED EDUCATIONAL BUILDING REVENUE BONDS

SUBSEQUENT TO JUNE 30, 1988

Year Ending June 30,	<u>SERIES B</u>		<u>SERIES C</u>		<u>SERIES D</u>		<u>SERIES E</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
1989	\$110,000	\$ 12,075	\$ 95,000	\$ 34,650	\$ 210,000	\$ 103,715	\$ 200,000	\$ 92,400
1990	115,000	8,225	100,000	30,969	215,000	95,315	210,000	82,800
1991	120,000	4,200	105,000	27,094	225,000	86,715	220,000	72,720
1992	-	-	205,000	23,025	260,000	77,490	230,000	62,160
1993	-	-	215,000	15,081	270,000	66,830	245,000	51,120
1994-2007	-	-	225,000	6,750	1,360,000	122,590	820,000	79,920
<b>TOTALS</b>	<b>\$345,000</b>	<b>\$ 24,500</b>	<b>\$ 945,000</b>	<b>\$ 137,569</b>	<b>\$2,540,000</b>	<b>\$ 552,655</b>	<b>\$1,925,000</b>	<b>\$ 441,120</b>
<b>TOTAL PRINCIPAL AND INTEREST</b>		<b>\$369,500</b>		<b>\$1,082,569</b>		<b>\$3,092,655</b>		<b>\$2,366,120</b>

MOREHEAD STATE UNIVERSITY

SCHEDULE OF BOND RETIREMENT AND INTEREST PAYMENTS  
CONSOLIDATED EDUCATIONAL BUILDING REVENUE BONDS (CONCLUDED)

SUBSEQUENT TO JUNE 30, 1988

Year Ending June 30,	<u>SERIES F</u>		<u>SERIES G</u>		<u>SERIES H</u>		<u>Total Requirements</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
1989	\$ 150,000	\$ 118,320	\$ 170,000	\$ 296,348	\$ 55,000	\$ 204,786	\$ 990,000	\$ 862,294
1990	160,000	109,770	180,000	285,723	55,000	202,311	1,035,000	815,113
1991	165,000	100,650	195,000	274,473	55,000	199,699	1,085,000	765,551
1992	180,000	91,245	210,000	262,285	55,000	196,949	1,140,000	713,154
1993	180,000	80,985	225,000	249,055	60,000	194,089	1,195,000	657,160
1994-2007	<u>1,285,000</u>	<u>235,065</u>	<u>3,670,000</u>	<u>1,308,800</u>	<u>2,880,000</u>	<u>1,874,708</u>	<u>10,240,000</u>	<u>3,627,833</u>
<b>TOTALS</b>	<b><u>\$2,120,000</u></b>	<b><u>\$ 736,035</u></b>	<b><u>\$4,650,000</u></b>	<b><u>\$2,676,684</u></b>	<b><u>\$3,160,000</u></b>	<b><u>\$2,872,542</u></b>	<b><u>\$15,685,000</u></b>	<b><u>\$ 7,441,105</u></b>
<b>TOTAL PRINCIPAL AND INTEREST</b>		<b><u>\$2,856,035</u></b>		<b><u>\$7,326,684</u></b>		<b><u>\$6,032,542</u></b>		<b><u>\$23,126,105</u></b>



MOREHEAD STATE UNIVERSITY

RECONCILIATION OF ACCOUNTS WITH DEPARTMENT OF FINANCE

JUNE 30, 1988

GENERAL FUND (01-UC00-440-01000000):	
Balance per Department of Finance	\$ -
	<hr/>
Balance per Morehead State University	\$ -
	<hr/> <hr/>
REVOLVING FUND (14-0000-440-02000000):	
Balance per Department of Finance	\$1,159,007
ADD: Items recorded by Department of Finance as of June 30, 1988, and recorded by Morehead State University subsequent to June 30, 1988	919,931
LESS: Items recorded by Morehead State University as of June 30, 1988 and recorded by the Department of Finance subsequent to June 30, 1988	<hr/> 2,073,682
Balance per Morehead State University	<hr/> <hr/> \$ 5,256