



SOUTHEASTERN
LOUISIANA UNIVERSITY

Annual Financial Statements

**for the fiscal year ended
June 30, 2008**

STATE OF LOUISIANA
COLLEGE AND UNIVERSITY SYSTEMS
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STATE OF LOUISIANA
COLLEGE AND UNIVERSITY SYSTEMS
END OF YEAR REPORT PACKET

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STATE OF LOUISIANA
Annual Financial Statement
Fiscal Year Ending June 30, 2008

Southeastern Louisiana University
SLU 10720
Hammond, LA 70402

Division of Administration
Office of Statewide Reporting
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P. O. Box 94095
Baton Rouge, Louisiana 70804-9095

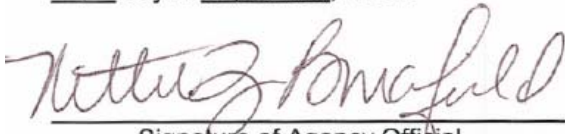
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P. O. Box 94397
Baton Rouge, Louisiana 70804-9397

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6th Floor, Suite 130
Baton Rouge, Louisiana 70802

Physical Address:
1600 N. Third Street
Baton Rouge, Louisiana 70802

AFFIDAVIT

Personally came and appeared before the undersigned authority, Nettie L. Burchfield, Controller of Southeastern Louisiana University, who duly sworn, deposes and says, that the financial statements herewith given present fairly the financial position of Southeastern Louisiana University at June 30, 2008 and the results of operations for the year then ended in accordance with policies and practices established by the Division of Administration or in accordance with Generally Accepted Accounting Principles as prescribed by the Governmental Accounting Standards Board. Sworn and subscribed before me, this 9th day of September, 2008.



Signature of Agency Official



NOTARY PUBLIC

Prepared by: Nettie L. Burchfield

Title: Controller

Telephone No.: (985) 549-2088

Date: 09/09/08



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UNIVERSITY OF LOUISIANA SYSTEM
SOUTHEASTERN LOUISIANA UNIVERSITY

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2008

The Management's Discussion and Analysis of Southeastern Louisiana University's financial performance presents a narrative overview and analysis of Southeastern's financial activities for the year ended June 30, 2008. This document focuses on the current year's activities, resulting changes, and currently known facts in comparison with the prior year's information. Please read this document in conjunction with Southeastern's financial statements, which begin on page 1.

FINANCIAL HIGHLIGHTS

Southeastern Louisiana University's net assets overall changed from \$114,943,524 to \$107,626,013 or 6.37% from July 1, 2007 to June 30, 2008. The overall reasons for this change included an increase in state appropriations, a decrease in capital appropriations, and the addition of the Other Post Employment Benefits (OPEB) liability.

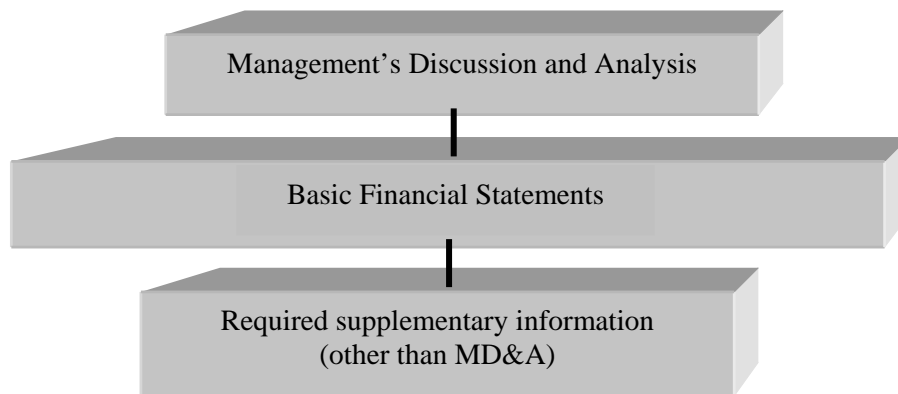
Enrollment changed from 33,938 (Summer 5,224, Fall 15,118, Spring 13,596) to 33,212 (Summer 5,076, Fall 14,757, Spring 13,379) from July 1, 2007 to June 30, 2008, an increase of 2.14%. The reason for this change is attributed to the implementation of a new enrollment program, Dual Enrollment, with local high-school students.

Southeastern Louisiana University's operating revenues changed from \$85,021,813 to \$88,692,848 or 4.32% from July 1, 2007 to June 30, 2008. Operating expenses, however, changed by 24.97% to \$169,795,164 for the year ended June 30, 2008. The changes in enrollment as discussed above, an increase in salaries and capital expenditures due to the increase in state appropriations, and the addition of OPEB expenses are the primary reasons for these changes.

Nonoperating revenues (expenses) fluctuate depending upon levels of state operating and capital appropriations. The change to \$71,563,503 in 2008 from \$50,845,039 in 2007 is attributed to an increase in state appropriations and a decrease in net investment income.

OVERVIEW OF THE FINANCIAL STATEMENTS

The following graphic illustrates the minimum requirements for Special Purpose Governments Engaged in Business-Type Activities established by Governmental Accounting Standards Board Statement 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*.



These financial statements consist of three sections - Management's Discussion and Analysis (this section), the basic financial statements (including the notes to the financial statements), and required supplementary information.

UNIVERSITY OF LOUISIANA SYSTEM
SOUTHEASTERN LOUISIANA UNIVERSITY

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2008

Basic Financial Statements

The basic financial statements present information for Southeastern Louisiana University as a whole, in a format designed to make the statements easier for the reader to understand. The statements in this section include the Statement of Net Assets (SNA); the Statement of Revenues, Expenses, and Changes in Net Assets (SRECNA); and the Statement of Cash Flows.

The Statement of Net Assets (page 1) presents the current and long-term portions of assets and liabilities separately. The difference between total assets and total liabilities is net assets and may provide a useful indicator of whether the financial position of Southeastern Louisiana University is improving or deteriorating.

The Statement of Revenues, Expenses, and Changes in Net Assets (page 2) presents information showing how Southeastern Louisiana University's assets changed as a result of current year operations. Regardless of when cash is affected, all changes in net assets are reported when the underlying transactions occur. As a result, there are transactions included that will not affect cash until future fiscal periods.

The Statement of Cash Flows (pages 4 - 5) presents information showing how Southeastern Louisiana University's cash changed as a result of current year operations. The Statement of Cash Flows is prepared using the direct method and includes the reconciliation of operating income (loss) to net cash provided (used) by operating activities (indirect method) as required by GASB 34.

The financial statements provide both long-term and short-term information about Southeastern Louisiana University's overall financial status. The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of other supplementary information that further explains and supports the information in the financial statements.

Southeastern Louisiana University's financial statements are prepared on an accrual basis in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. Under this basis of accounting, revenues are recognized in the period in which they are earned, expenses are recognized in the period in which they are incurred, and depreciation of assets is recognized in the Statement of Revenues, Expenses, and Changes in Net Assets. All assets and liabilities associated with the operation of the University are included in the Statement of Net Assets.

UNIVERSITY OF LOUISIANA SYSTEM
SOUTHEASTERN LOUISIANA UNIVERSITY

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2008

FINANCIAL ANALYSIS

Statement of Net Assets
as of June 30, 2008
(in thousands)

	Total	
	2008	2007
Current and other assets	\$ 77,655	\$ 75,320
Capital assets	155,619	149,122
Total assets	233,274	224,442
Other liabilities	16,121	15,117
Long-term debt outstanding	109,527	94,382
Total liabilities	125,648	109,499
Net assets:		
Invested in capital assets, net of debt	62,883	54,163
Restricted	61,577	62,649
Unrestricted	(16,834)	(1,868)
Total net assets	\$ 107,626	\$ 114,944

This schedule is prepared from Southeastern Louisiana University's Statement of Net Assets as shown on page 1, which is presented on an accrual basis of accounting. The significant Statement of Net Assets changes from 2008 include an increase in construction-in-progress and the addition of the OPEB liability.

Net assets invested in capital assets, net of related debt, consists of capital assets net of accumulated depreciation, reduced by the amount of outstanding indebtedness attributable to the acquisition, construction, or improvement of those assets. Restricted net assets represent those assets that are not available for spending as a result of legislative requirements, donor agreements, or grant requirements. Conversely, unrestricted net assets are those that do not have any limitations on what these amounts may be spent.

UNIVERSITY OF LOUISIANA SYSTEM
SOUTHEASTERN LOUISIANA UNIVERSITY

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2008

Statement of Revenues, Expenses, and Changes in Net Assets
(in thousands)

	2008	2007
Operating Revenues:		
Student tuition and fees, net	\$ 44,473	\$ 44,341
Grants and contracts	25,205	24,905
Auxiliary	15,384	13,166
Other	3,631	2,610
Total operating revenues	\$ 88,693	\$ 85,022
Operating Expenses:		
Education and general:		
Instruction	\$ 68,452	\$ 51,590
Research	2,335	1,887
Public service	4,187	3,101
Academic support	15,538	11,111
Student services	10,933	8,364
Institutional support	15,839	12,751
Operations and maintenance of plant	19,530	12,654
Depreciation	7,246	7,082
Scholarships and fellowships	11,891	10,994
Other operating expenses	13,844	15,333
Total operating expenses	169,795	134,867
Operating income (loss)	\$ (81,102)	\$ (49,845)
Nonoperating Revenues (Expenses)		
State appropriations	\$ 74,000	\$ 52,974
Gifts	473	572
Other nonoperating revenues (expenses)	(2,910)	(2,521)
Net nonoperating revenues (expenses)	71,563	50,845
Income (loss) before other revenues, exp, gains, losses	\$ (9,539)	\$ 1,000
Capital appropriations	\$ 1,761	\$ 3,333
Capital grants and gifts		
Additions to permanent endowments	460	192
Other additions, net		
Change in Net Assets	\$ (7,318)	\$ 4,525
Net assets at the beginning of the year, restated	114,944	110,419
Net assets at the end of the year	\$ 107,626	\$ 114,944

Non-operating revenues increased/decreased by 40.75% to \$71.6 million, primarily attributable to an increase in state appropriations and a decrease in net investment income.

State appropriations changed from \$53 million to \$74 million in order to increase the funding received to at least 100% of the average funding rates of the university's peers in the southern region.

Southeastern Louisiana University's operating revenues increased by \$3,671,035 or 4.32%.

UNIVERSITY OF LOUISIANA SYSTEM
SOUTHEASTERN LOUISIANA UNIVERSITY

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2008

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

As of June 30, 2008, Southeastern Louisiana University had invested approximately \$155,619,150 in capital assets, net of accumulated depreciation. This amount represents a net increase (including additions and disposals, net of depreciation) of approximately \$6,497,220 or 4.36% over the previous fiscal year. More detailed information about the system's capital assets is presented in Note E to the financial statements.

**Capital Assets at Year-end
(Net of Depreciation, in thousands)**

	2008	2007
Land	\$ 1,544	\$ 1,544
Non-depreciable Land Improvements	5,774	5,660
Capitalized Collections	205	205
Construction in Progress	20,013	9,597
Infrastructure	-	-
Land Improvements	572	466
Buildings	120,215	124,728
Equipment	5,312	4,996
Library Materials	1,984	1,926
Totals	\$ 155,619	\$ 149,122

This year's major additions include an increase in construction-in-progress of \$10.4 million.

Debt

Southeastern Louisiana University had \$89.0 million in bonds and notes outstanding at year-end, compared to \$90.5 million last year, a decrease of 1.7% as shown in the table below.

**Outstanding Debt at Year-end
(in thousands)**

	2008	2007
General Obligation Bonds	\$ -	\$ -
Capital Lease Obligations	-	-
Revenue Bonds and Notes	88,966	90,453
Total	\$ 88,966	\$ 90,453

Southeastern Louisiana University had no new debt for the year ended June 30, 2008.

See Notes I and P for details relating to changes in and the composition of long-term liabilities.

UNIVERSITY OF LOUISIANA SYSTEM
SOUTHEASTERN LOUISIANA UNIVERSITY

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2008

ECONOMIC FACTORS THAT WILL AFFECT THE FUTURE

The following currently known facts, decisions, or conditions are expected to have a significant effect on financial position or results of operations:

- ◆ Increase in Tuition and Fees
- ◆ Increase in State Appropriation

CONTACTING SOUTHEASTERN LOUISIANA UNIVERSITY'S MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of Southeastern Louisiana University's finances and to show Southeastern's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Nettie L. Burchfield at (985) 549-2088.

STATE OF LOUISIANA
SOUTHEASTERN LOUISIANA UNIVERSITY
STATEMENT OF NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2008

Assets	<u>2008</u>	<u>Component Units</u>
Current Assets		
Cash and cash equivalents (Note C)	\$ 28,754,047	\$
Investments (Note C)	7,490,181	
Receivables, net (Note D)	5,965,409	
Pledges receivable		
Due from Other Campuses	51,334	
Due from State Treasury		
Due from Federal Government (Note D)		
Inventories	520,191	
Deferred charges and prepaid expenses	35,028	
Notes receivable	531,207	
Other current assets	2,432,261	
Total current assets	<u>\$ 45,779,658</u>	<u>\$ -</u>
Noncurrent Assets		
Restricted assets:		
Cash and cash equivalents (Note C)	11,970,922	
Investments (Note C)	14,457,055	
Accounts Receivable, net (Note D)		
Notes Receivable, net	1,970,710	
Other		
Investments (Note C)		
Pledges receivable		
Notes receivable, net		
Capital assets, net (Note E)	155,619,150	
Other noncurrent assets	3,476,935	
Total noncurrent assets	<u>187,494,772</u>	<u>-</u>
Total assets	<u>\$ 233,274,430</u>	<u>\$ -</u>
Liabilities		
Current Liabilities		
Accounts payable and accrued liabilities	\$ 8,747,504	\$
Due to State Treasury		
Due to Federal Government		
Deferred revenues	5,126,699	
Compensated absences payable (Note I)	264,410	
Capital lease obligations (Note I)		
Claims and litigation payable (Note I)		
Amounts held in custody for others (Note I)	350,842	
Notes payable (Note I)	136,325	
Contracts payable (Note I)		
Reimbursement Contracts Payable		
Bonds payable (Note I)	1,485,000	
Other current liabilities	11,095	
Total current liabilities	<u>\$ 16,121,875</u>	<u>\$ -</u>
Noncurrent Liabilities		
Compensated absences payable	4,673,968	
Capital lease obligations		
Claims and litigation payable		
Amounts held in custody for others		
Notes payable	34,834	
Contracts payable		
Reimbursement Contracts Payable		
OPEB payable	17,192,799	
Bonds payable	87,310,000	
Other noncurrent liabilities	314,941	
Total noncurrent liabilities	<u>109,526,542</u>	<u>-</u>
Total liabilities	<u>\$ 125,648,417</u>	<u>\$ -</u>
Net Assets		
Invested in capital assets, net of related debt	62,883,167	
Restricted for: Nonexpendable	6,781,599	
Expendable	54,795,488	
Unrestricted	(16,834,241)	
Total net assets	<u>107,626,013</u>	<u>-</u>
Total liabilities and net assets	<u>\$ 233,274,430</u>	<u>\$ -</u>

STATE OF LOUISIANA
SOUTHEASTERN LOUISIANA UNIVERSITY
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2008

Operating Revenues	<u>2008</u>	<u>Component Unit</u>
Student tuition and fees	\$ 53,131,702	\$
*Less scholarship allowances	<u>(8,658,943)</u>	
Net student tuition and fees	<u>44,472,759</u>	<u>-</u>
Gifts received by the foundations <i>(for comp. units only)</i>		
Endowment income <i>(for comp. units only)</i>		
Federal appropriations		
Federal grants and contracts	21,378,686	
State and local grants and contracts	3,617,272	
Nongovernmental grants and contracts	208,999	
Sales and services of educational departments	1,091,830	
Hospital income		
Auxiliary enterprise revenues, (see note BB for revenue amounts pledged as security for bond issues)	<u>18,191,432</u>	
*Less scholarship allowances	<u>(2,807,809)</u>	
Net auxiliary revenues	<u>15,383,623</u>	<u>-</u>
Other operating revenues	<u>2,539,679</u>	
Total operating revenues	<u>\$ 88,692,848</u>	<u>\$ -</u>
 Operating Expenses		
Education and general:		
Instruction	\$ 68,451,561	\$
Research	2,334,719	
Public service	4,187,236	
Academic support	15,537,981	
Student services	10,932,864	
Institutional support	15,839,154	
Operations and maintenance of plant	19,529,667	
Depreciation	7,245,696	
Scholarships and fellowships	11,891,398	
Auxiliary enterprises	14,277,178	
Hospital		
Other operating expenses	<u>(432,290)</u>	
Total operating expenses	<u>\$ 169,795,164</u>	<u>\$ -</u>
Operating income (loss)	<u>(81,102,316)</u>	<u>-</u>
 Nonoperating Revenues (Expenses)		
State appropriations	\$ 74,000,335	\$
Gifts	473,114	
Net investment income (loss)	2,360,233	
Interest expense	(3,384,034)	
Payments to or on behalf of the university		
Other nonoperating revenues (expenses)	<u>(1,886,145)</u>	
Net nonoperating revenues (expenses)	<u>71,563,503</u>	<u>-</u>
Income (loss) before other revenues, exp, gains, losses	<u>(9,538,813)</u>	<u>-</u>
Capital appropriations	1,761,302	
Capital grants and gifts		
Additions to permanent endowments	460,000	
Other additions, net		
Extraordinary item - loss on impairment of capital assets		
Increase (decrease) in Net Assets	<u>(7,317,511)</u>	<u>-</u>
 Net assets at the beginning of the year, restated	 <u>114,943,524</u>	
 Net assets at the end of the year	 <u>\$ 107,626,013</u>	 <u>\$ -</u>

STATE OF LOUISIANA
SOUTHEASTERN LOUISIANA UNIVERSITY
SIMPLIFIED STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2008

	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Assets	Component Units	Eliminations	Combined Total
		Charges for Services	Operating Grants and Contributions				
System	\$ (173,179,198)	\$ 60,948,212	\$ 26,138,071	\$ (86,092,915)			
Component Units				-			
Eliminations				-			
Combined Total	\$ (173,179,198)	\$ 60,948,212	\$ 26,138,071	\$ -			\$ (86,092,915)
General revenues:							
State appropriations				\$ 74,000,335			\$ 74,000,335
Grants and contributions not restricted to specific programs							-
Interest				2,360,233			2,360,233
Miscellaneous				2,414,836			2,414,836
Special items							-
Extraordinary item - loss on impairment of capital assets							-
Total general revenues, special items, and transfers				78,775,404			78,775,404
Change in net assets				(7,317,511)			(7,317,511)
Net assets - beginning				114,943,524			114,943,524
Net assets - ending				\$ 107,626,013			\$ 107,626,013

STATE OF LOUISIANA
SOUTHEASTERN LOUISIANA UNIVERSITY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2008

	2008
Cash flow from operating activities	
Tuition and fees	\$ 45,363,949
Federal appropriations	
Grants and contracts	26,746,789
Sales and services of educational departments	959,703
Hospital income	
Auxiliary enterprise receipts	15,904,619
Payments for employee compensation	(76,211,219)
Payments for benefits	(21,764,950)
Payments for utilities	(6,864,084)
Payments for supplies and services	(33,071,966)
Payments for scholarships and fellowships	(9,066,640)
Loans to students	(749,337)
Collection of loans to students	280,122
Other receipts (payments)	3,779,958
Net cash provided (used) by operating activities	\$ (54,693,056)
Cash flows from non-capital financing activities	
State appropriations	\$ 74,000,335
Gifts and grants for other than capital purposes	
Private gifts for endowment purposes	460,000
TOPS receipts	9,677,902
TOPS disbursements	(9,592,005)
Direct lending receipts	
Direct lending disbursements	
Federal Family Education Loan Program receipts	39,496,208
Federal Family Education Loan Program disbursements	(39,475,154)
Other receipts (payments)	(1,401,855)
Net cash provided by noncapital financing sources	\$ 73,165,431
Cash flows from capital financing activities	
Proceeds from capital debt	\$
Capital appropriations received	1,761,302
Capital grants and gifts received	
Proceeds from sale of capital assets	
Purchases of capital assets	(13,749,599)
Principal paid on capital debt and leases	(1,486,630)
Interest paid on capital debt and leases	(3,384,034)
Deposit with trustees	
Other sources	85,509
Net cash used by capital financing activities	\$ (16,773,452)
Cash flows from investing activities	
Proceeds from sales and maturities of investments	\$ 16,365,699
Interest received on investments	2,360,233
Purchase of investments	(10,276,806)
Net cash provided (used) by investing activities	\$ 8,449,126
Net increase (decrease) in cash and cash equivalents	10,148,049
Cash and cash equivalents at beginning of the year	30,576,920
Cash and cash equivalents at the end of the year	\$ 40,724,969

STATE OF LOUISIANA
SOUTHEASTERN LOUISIANA UNIVERSITY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2008

2008

**Reconciliation of Net Operating Revenues (Expenses) to
Net Cash Provided (used) by Operating Activities**

Operating income (loss)	\$ (81,102,316)
Adjustments to reconcile net income (loss) to net cash provided by operating activities:	
Depreciation expense	7,245,696
Changes in assets and liabilities:	
(Increase) decrease in accounts receivables, net	1,379,513
(Increase) decrease in inventories	11,296
(Increase) decrease in deferred charges and prepaid expenses	(35,028)
(Increase) decrease in notes receivable	(469,215)
(Increase) decrease in other assets	602,951
Increase (decrease) in accounts payable and accrued liabilities	1,373,421
Increase (decrease) in deferred revenue	827,279
Increase (decrease) in amounts held in custody for others	(1,020,654)
Increase (decrease) in compensated absences	(698,798)
Increase (decrease) in OPEB payable	17,192,799
Increase (decrease) in other liabilities	
Net cash provided (used) by operating activities:	<u>\$ (54,693,056)</u>

**Noncash Investing, Noncapital Financing, and Capital and
Related Financing Transactions**

None

Reconciliation of Cash and Cash Equivalents to the Statement of Net Assets

Cash and cash equivalents classified as current assets	\$ 28,754,047
Cash and cash equivalents classified as noncurrent assets	<u>11,970,922</u>
	<u>\$ 40,724,969</u>

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NOTES TO FINANCIAL STATEMENTS

STATE OF LOUISIANA
SOUTHEASTERN LOUISIANA UNIVERSITY
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2008

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. BASIS OF PRESENTATION

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. In July of 1984, the GASB issued Statement 1, which provided that all statements and interpretations issued by the National Council on Governmental Accounting (NCGA) continue as generally accepted accounting principles until altered, amended, supplemented, revoked or superseded by subsequent GASB pronouncements.

In June 1999, the GASB issued Statement No. 34, *Basic Financial Statements and Management Discussion and Analysis for State and Local Governments*. This was followed in November 1999 by GASB Statement No. 35, *Basic Financial Statements and Management's Discussion and Analysis for Public Colleges and Universities*. As a component unit of the State of Louisiana, Southeastern Louisiana University is required to report its financial statements in accordance with GASB 34 and 35 as amended by GASB 37 and 38. Financial statement presentation required by GASB 34 and 35 provides a comprehensive, entity-wide perspective of the institution's assets, liabilities, net assets, revenues, expenses, changes in net assets, and cash flows, and replaces the fund-group perspective previously required.

The GASB Code Section 2100 has defined the governmental reporting entity to be the State of Louisiana. Therefore, the accompanying financial statements of the university/system contain sub-account information of the various funds of the State of Louisiana. As such, the accompanying financial statements present information only as to the transactions of the programs of the university/system as authorized by Louisiana statutes and administrative regulations.

2. REPORTING ENTITY

Southeastern Louisiana University is a publicly supported institution of higher education. Using the criteria established in GASB Statement 14, *The Financial Reporting Entity* as amended by GASB 39, the institution is reported as a discrete component unit of the State of Louisiana since it is legally separate from and is financially accountable to the State.

Annually, the State of Louisiana issues a comprehensive financial report, which includes the activity contained in the accompanying financial statements. The Louisiana Legislative Auditor audits the basic financial statements.

3. BASIS OF ACCOUNTING

For financial reporting purposes, the university/system is considered a special-purpose government engaged only in business-type activities. Accordingly, the institution's financial statements have been presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis, revenues are recognized when earned, and expenses are recorded when an obligation has been incurred. All significant intra-agency transactions have been eliminated.

The institution has the option to apply all Financial Accounting Standards Board (FASB) pronouncements issued after November 30, 1989, unless FASB conflicts with GASB. The institution has elected not to apply FASB pronouncements issued after the applicable date.

The financial statements of the university/system have been prepared on the accrual basis of accounting.

4. CASH EQUIVALENT

The institution considers all highly liquid investments with an original maturity of three months or less to be cash equivalents.

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5. INVESTMENTS

The institution accounts for its investments at fair value in accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. Changes in the carrying value of investments resulting in unrealized gains or losses are reported as a component of investment income in the statement of revenues, expenses, and changes in net assets.

6. INVENTORIES

Inventories are valued at the lower of cost or market on the weighted average basis. The institution accounts for its inventories using the consumption method.

7. NONCURRENT CASH AND INVESTMENTS

Cash and investments that are externally restricted to make debt service payments, maintain sinking or reserve funds, or to purchase or construct capital or other noncurrent assets, are classified as noncurrent assets in the Statement of Net Assets.

8. CAPITAL ASSETS

Capital assets are reported at cost at the date of acquisition or their estimated fair value at the date of donation. For movable property, the institution's capitalization policy includes all items with a unit cost of \$5,000 or more and an estimated useful life greater than one year. Renovations to buildings, infrastructure, and land improvements 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 assets, generally 40 years for buildings and infrastructure, 20 years for depreciable land improvements, and 3 to 10 years for most movable property. Library collections regardless of age, with a total acquisition value of \$5,000,000 or more will be capitalized and depreciated.

9. DEFERRED REVENUES

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

10. NONCURRENT LIABILITIES

Noncurrent liabilities include (1) principal amounts of revenue bonds payable, notes payable, and capital lease obligations with contractual maturities greater than one year; (2) estimated amounts for accrued compensated absences and other liabilities that will not be paid within the next fiscal year; and (3) other liabilities that, although payable within one year, are to be paid from funds that are classified as noncurrent assets.

11. NET ASSETS

The institution's net assets are classified as follows:

(a) INVESTED IN CAPITAL ASSETS, NET OF RELATED DEBT

This represents the institution's total investment in capital assets, net of accumulated depreciation and reduced by outstanding debt obligations related to acquisition, construction, or improvement of those capital assets.

(b) RESTRICTED NET ASSETS – EXPENDABLE

Restricted expendable net assets include resources that the institution is legally or contractually obligated to spend in accordance with restrictions imposed by external third parties.

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(c) RESTRICTED NET ASSETS – NONEXPENDABLE

Restricted nonexpendable net assets 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 inviolate and in perpetuity, and invested for the purpose of producing present and future income, which may either be expended or added to principal.

(d) UNRESTRICTED NET ASSETS

Unrestricted net assets represent resources derived from student tuition and fees, state appropriations, and sales and services of educational departments and auxiliary enterprises. These resources are used for transactions relating to the educational and general operations of the university, and may be used at the discretion of the governing board to meet current expenses and for any purpose.

When an expense is incurred that can be paid using either restricted or unrestricted resources, the university's policy is to first apply the expense towards unrestricted resources, and then towards restricted resources.

12. CLASSIFICATION OF REVENUES

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

- (a) OPERATING REVENUE - Operating activity include activities that have the characteristics of exchange transactions, such as (1) student tuition and fees, net of scholarship discounts and allowances, (2) sales and services of auxiliary enterprises, net of scholarship discounts and allowances, and (3) most Federal, state, and local grants and contracts and Federal appropriations.
- (b) NONOPERATING REVENUE – Nonoperating revenues include activities that have the characteristics of nonexchange transactions, such as gifts and contributions.

13. SCHOLARSHIP DISCOUNTS AND ALLOWANCES

Student tuition and fee revenues, and certain other revenues from students, are reported net of scholarship discounts and allowances in the statement of revenues, expenses, and changes in net assets. Scholarship discounts and allowances are the difference between the stated charge for goods and services provided by the institution, and the amount that is paid by students and/or third parties making payments on the student's behalf.

14. ELIMINATING INTERFUND ACTIVITY

Activities between Southeastern Louisiana University and the institution's service units are eliminated for purposes of preparing the Statement of Revenues, Expenses and Changes in Net Assets, and the Statement of Net Assets.

15. COMPONENT UNITS

Southeastern Louisiana University does not have any reportable component units.

B. BUDGETARY PRACTICES

The annual budget for the General Fund of the university is established by annual Legislative action and by Title 39 of the Louisiana Revised Statutes. The submission of the budget for approval by the Board of Regents and the Legislative budget process is required. The other funds of the university, although subject to internal budgeting, are not required to be submitted for approval through the Legislative budget process.

State law provides that appropriations lapse at the end of the fiscal year with the exception noted in Note H, General Fund. In compliance with these legal restrictions, budgets are adopted on the accrual basis of accounting

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with some exceptions. The following is a list of exceptions, but is not all inclusive, (1) depreciation is not recognized; (2) leave costs are treated as budgeted expenditures to the extent that they are expected to be paid; (3) summer school tuition and fees and summer school faculty salaries and related benefits for June are not prorated but are recognized in the succeeding year; and (4) certain capital leases are not recorded.

BUDGETARY COMPARISON

The following is an appropriation budgetary comparison for current year General Fund appropriation:

	Budgeted		Actual	Adjustment to Budget Basis	Actual on Budget Basis	Variance Favorable (Unfavorable)
	Original	Final				
REVENUES:						
Appropriated by Legislature:						
State General Fund (Direct)	\$ 71,698,367	\$ 71,677,448	\$ 71,656,396	\$	\$	\$ (21,052)
State General Fund by Self- Generated Revenues	46,269,164	46,255,226	43,690,885			(2,564,341)
State General Fund by Interagency Transfers						
Interim Emergency Board						
Federal Funds						
Statutory Dedications	2,343,939	2,343,939	2,343,939			0
Other						
Total Revenues	120,311,470	120,276,613	117,691,220			(2,585,393)
EXPENDITURES:						
Program Expenditures	120,311,470	120,276,613	117,616,414			2,660,199
Unallotted Expenditures						
Total Expenditures	120,311,470	120,276,613	117,616,414			2,660,199
UNEXPENDED APPROPRIATION						
-CURRENT YEAR	\$ -	\$ -	\$ 74,806	\$	\$	\$ 74,806

C. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS

1. Deposits with Financial Institutions

For reporting purposes, deposits with financial institutions include savings, demand deposits, time deposits, and certificates of deposit. Further, the university may invest in time certificates of deposit in any bank domiciled or having a branch office in the state of Louisiana; savings accounts or shares of savings and loan associations and savings banks; and share accounts and share certificate accounts of federally or state chartered credit unions.

As reflected on the Statement of Net Assets, the university had deposits in bank accounts totaling \$40,681,159 at June 30, 2008. Deposits in bank accounts are stated at cost, which approximates market. Under state law these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These pledged securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the state treasurer.

The deposits at June 30, 2008, consisted of the following:

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	Cash	Certificates of Deposit	Other (Describe)	Total
Deposits per Statement of Net Assets (SNA)	\$ 40,681,159	\$ _____	\$ _____	\$ 40,681,159
Bank Balances of Deposits Exposed to Custodial Credit Risk:				
a. Uninsured and uncollateralized	_____	_____	_____	-
b. Uninsured and collateralized with securities held by the pledging institution	_____	_____	_____	-
c. Uninsured and collateralized with securities held by the pledging institution's trust department or agent, <u>but not in the entity's name-UFI</u>	8,211,587	_____	_____	8,211,587
Total Bank Balances of All Deposits	\$ 42,576,789	\$ _____	\$ -	\$ 42,576,789

At year-end, the deposits reflected in the bank accounts totaled \$42,576,789. Of the bank balances, \$8,211,587 was held in the name of University Facilities, Inc. (UFI), a blended component. UFI's cash balances are deposited with high quality, credit worthy, financial institutions. Management monitors the soundness of these financial institutions and considers the custodial credit risk insignificant.

Petty cash totaling \$43,810 is included in the Statement of Net Assets but is excluded from the note above.

The following is a breakdown by banking institution, program, and amount of the "deposits in bank accounts per bank" balances shown above:

<u>Banking institution</u>	<u>Program</u>	<u>Amount</u>
1. <u>Parish National Bank</u>	<u>Disbursement-Operating Acct</u>	\$ 32,240,580
2. <u>Parish National Bank</u>	<u>Payroll</u>	111,376
3. <u>Parish National Bank</u>	<u>Nursing Loan</u>	1,318
4. <u>Parish National Bank</u>	<u>Perkins / NDSL</u>	867,291
5. <u>Parish National Bank</u>	<u>Charge Card Processing Acct</u>	504,901
6. <u>First Guaranty Bank</u>	<u>UFI - Operating Acct</u>	38,695
7. <u>First Guaranty Bank</u>	<u>UFI - NOW Account</u>	3,146
8. <u>Regions Bank</u>	<u>UFI - Project Account</u>	101,045
9. <u>Parish National Bank</u>	<u>UFI - Rental Revenue</u>	62,054
10. <u>Bank of New York</u>	<u>UFI - Student Housing Debt Service Prin 2004A</u>	942,984
11. <u>Bank of New York</u>	<u>UFI - Student Housing Receipts 2004A</u>	3,539,288
12. <u>Bank of New York</u>	<u>UFI - Student Housing Debt Service Int 2004A</u>	1,181,676
13. <u>Bank of New York</u>	<u>UFI - Student Housing Custodian Account 2004</u>	1,353
14. <u>Bank of New York</u>	<u>UFI - Student Housing Surplus Fund</u>	136,950
15. <u>Bank of New York</u>	<u>UFI - Student Housing Debt Svc Interest FD 2007</u>	114,549
16. <u>Bank of New York</u>	<u>UFI - Student Housing Debt Svc Principal FD 2007</u>	51,217
17. <u>Bank of New York</u>	<u>UFI - Student Housing Receipts FD 2007</u>	868,714
18. <u>Federated Money Market</u>	<u>UFI - Federated Money Mkt</u>	1,169,916
19. <u>U.S. Bank</u>	<u>Federal Loan Billing Service</u>	2,311
20. <u>Hancock Bank</u>	<u>98 Stu Rec Center Bonds Reserve</u>	578,050
21. <u>Hancock Bank</u>	<u>98 Stu Rec Center Bonds Prn</u>	29,028
22. <u>Hancock Bank</u>	<u>98 Stu Rec Center Bonds Int</u>	30,347
Total		\$ 42,576,789

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FOR THE YEAR ENDED JUNE 30, 2008

2. Investments

Southeastern Louisiana University maintains investment accounts as authorized by Louisiana Revised Statute 49:327. These investments are stated at fair market value. All investment income, including changes in the fair market value of investments, is reported as revenue on the financial statements.

Investments held by the Bond Trustees for University Facilities, Inc. are primarily stated at cost, which approximates market value. Investment income in excess of capitalized interest is reflected as a change in net assets.

The market values of investments at June 30, 2008 are as follows:

<u>Type of Investment</u>	<u>Uninsured, Unregistered, and Held by Counterpart</u>	<u>Unregistered, and Held by Counterparty's Trust Dept. or Agent not in Entity's Name</u>	<u>Reported Amount</u>	<u>Fair Value</u>
Repurchase Agreements	\$ _____	\$ _____	\$ _____	\$ _____
U.S. Government securities	_____	_____	_____	_____
U.S. Agency Obligations	_____	_____	_____	_____
Common & preferred stock	_____	_____	_____	_____
Commercial paper	_____	_____	_____	_____
Corporate bonds	_____	_____	_____	_____
Other:	_____	_____	_____	_____
Mutual Funds	_____	_____	_____	_____
Vanguard Federal Money Market	_____	_____	1,460,685	1,460,685
Vanguard Wellington Fund	_____	_____	2,403,843	2,403,843
Vanguard Inflation-Protected Fund	_____	_____	702,656	702,656
Vanguard Total Bond Mkt Index Fd	_____	_____	1,636,565	1,636,565
Vanguard Mid-Cap Index Fund	_____	_____	184,389	184,389
Vanguard REIT Index Fund	_____	_____	158,824	158,824
Vanguard Small-Cap Index Fund	_____	_____	178,285	178,285
Vanguard Total International Stock	_____	_____	194,623	194,623
UFI-BNY-Fidelity Treas. Daily Money	12,424,995	_____	12,424,995	12,424,995
UFI-BNY-Federated Treas. Obl.#68	1,105,666	_____	1,105,666	1,105,666
Investments Held by Foundations	_____	_____	_____	_____
US Treasury Notes	_____	_____	136,955	136,955
Mutual Funds	_____	_____	1,092,005	1,092,005
Money Market Accounts	_____	_____	267,745	267,745
Total investments	\$ <u>13,530,661</u>	\$ <u>-</u>	\$ <u>21,947,236</u>	\$ <u>21,947,236</u>

The cost of these investments at June 30, 2008 was \$30,054,614.

The market value of investments at June 30, 2008 totaled \$30,363,810. Of this amount, \$1,496,705 is held by the Southeastern Development Foundation and mainly consists of money market funds, mutual funds, and U.S. Government and Agency obligations. Investments related to the 2004 and the 2007 Series Bond Issuances are valued at \$3,530,661 and are held by bond trustees for University Facilities, Inc. These funds are invested under the terms of the various trust indentures. These documents direct the types of investments and collateralization requirements, and work to mitigate the credit risk of these investments.

3. Derivatives

Southeastern Louisiana University does not invest in derivatives as part of its investment policy.

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4. Credit Risk, Interest Rate Risk, Concentration of Credit Risk, and Foreign Currency Risk Disclosures

A. Credit Risk of Debt Investments

<u>Rating Agency Used</u>	<u>Average Quality Rating</u>	<u>Fair Value</u>
Moody's	AAA	\$ 702,656
Moody's	AAA1/AAA2	1,636,565
Moody's	Aaa	14,991,346
Moody's	Aa2	2,403,843
	Unrated	716,121
Total		<u>\$ 20,450,531</u>

B. Interest Rate Risk

<u>Type of Debt Investment</u>	<u>Fair Value</u>	<u>Investment Maturities (in Years)</u>			
		<u>Less Than 1</u>	<u>1 - 5</u>	<u>6 - 10</u>	<u>Greater Than 10</u>
U.S. Government Obligations	\$	\$	\$	\$	
U.S. Agency Obligations					
Mortgage Backed Securities					
Mutual Funds:					
Vanguard Federal Money Market	1,460,685	1,460,685			
Vanguard Wellington Fund	2,403,843			2,403,843	
Vanguard Inflation-Protected Fund	702,656			702,656	
Vanguard Total Bond Mkt Index Fd	1,636,565		1,636,565		
Vanguard Mid-Cap Index Fund	184,389	184,389			
Vanguard REIT Index Fund	158,824	158,824			
Vanguard Small-Cap Index Fund	178,285	178,285			
Vanguard Total International Stock	194,623	194,623			
UFI-BNY-Fidelity Treas. Daily Money	12,424,995	12,424,995			
UFI-BNY-Federated Treas. Obl.#68	1,105,666	1,105,666			
Total debt investments	<u>\$ 20,450,531</u>	<u>\$ 15,707,467</u>	<u>\$ 1,636,565</u>	<u>\$ 3,106,499</u>	<u>\$ -</u>

C. Concentration of Credit Risk

No concentration of credit risk with any one issuer exceeds 5% or more of the total investments, exclusive of U.S. government securities, mutual funds and external investment pools.

D. Foreign Currency Risk

All investments are denominated in U.S. currency and are not exposed to foreign currency risk.

5. Policies

Endowments are maintained in investment accounts as authorized by policies and procedures established by the Board of Regents. To reduce overall volatility of investment returns and to provide a hedge against the effects of economic downturns, these policies require that at least 40% of assets be invested in fixed income funds. No more than 60% of funds may be invested in equities. The fixed income funds are diversified among various sectors of the fixed income market. The overall average quality of debt investments must be "AA" and, with the exception of the U.S. government and its agencies, no more than 5% of the fixed income fund may be invested in

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the securities of any one issuer. Investments in foreign stocks and foreign fixed income are limited to 15% and 5% of the equity and fixed income funds, respectively.

The funds held by the Bond Trustees for University Facilities, Inc. are invested in accordance with the trust indentures, which govern the types of investments and collateralization requirements.

6. Other Disclosures Required for Investments

Southeastern does not directly participate in reverse repurchase agreements and does not have any unrealized investment losses.

D. ACCOUNTS RECEIVABLE

Accounts receivable are shown on the Statement of Net Assets net of an allowance for doubtful accounts as follows:

	<u>Accounts Receivable</u>	<u>Doubtful Accounts</u>	<u>Net Accounts Receivable</u>	<u>Amts. not scheduled for collection within a year</u>
Student tuition and fees	\$ 3,990,225	\$ (1,753,022)	\$ 2,237,203	\$
Auxiliary enterprises	1,346,528		1,346,528	
Contributions and gifts			-	
Federal, state, and private grants and contracts	1,435,405		1,435,405	
Other miscellaneous	946,273		946,273	
Total	<u><u>\$ 7,718,431</u></u>	<u><u>\$ (1,753,022)</u></u>	<u><u>\$ 5,965,409</u></u>	<u><u>\$ -</u></u>

E. CAPITAL ASSETS

Capital assets and assets under capital lease activity for the year ended June 30, 2008 were as follows:

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SCHEDULE OF CAPITAL ASSETS
(schedule includes capital leases)

	Balance 6/30/2006	Prior Period Adjustment	Restated Balance 6/30/2006	Additions	Transfers	Retirements	Balance 6/30/2007
Capital assets not being depreciated							
Land	\$ 1,544,209	-	\$ 1,544,209	-	-	-	\$ 1,544,209
Non-depreciable land improvements	5,659,619		5,659,619	114,230			5,773,849
Capitalized collections	205,002		205,002				205,002
Livestock	-		-				-
Construction in progress	9,597,447		9,597,447	10,415,444			20,012,891
Total capital assets not being depreciated	<u>\$ 17,006,277</u>	<u>-</u>	<u>\$ 17,006,277</u>	<u>\$ 10,529,674</u>	<u>-</u>	<u>-</u>	<u>\$ 27,535,951</u>
Other capital assets							
Infrastructure	-	-	-	-	-	-	-
Less accumulated depreciation	-	-	-	-	-	-	-
Total infrastructure	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Depreciable land improvements	515,551		515,551	138,512			654,063
Less accumulated depreciation	(49,407)		(49,407)	(32,704)			(82,111)
Total land improvements	466,144		466,144	105,808			571,952
Buildings	190,018,934		190,018,934	418,508		(478,529)	189,958,913
Less accumulated depreciation	(65,291,519)		(65,291,519)	(4,930,451)		478,529	(69,743,441)
Total buildings	124,727,415		124,727,415	(4,511,943)			120,215,472
Equipment	17,082,965		17,082,965	1,607,692		(994,579)	17,696,078
Less accumulated depreciation	(12,086,810)		(12,086,810)	(1,269,676)		972,051	(12,384,435)
Total equipment	4,996,155		4,996,155	338,016		(22,528)	5,311,643
Library books	4,976,496		4,976,496	1,071,058		(983,229)	5,064,325
Less accumulated depreciation	(3,050,557)		(3,050,557)	(1,012,865)		983,229	(3,080,193)
Total library books	1,925,939		1,925,939	58,193			1,984,132
Total other capital assets	<u>\$ 132,115,653</u>	<u>-</u>	<u>\$ 132,115,653</u>	<u>\$ (4,009,926)</u>	<u>-</u>	<u>\$ (22,528)</u>	<u>\$ 128,083,199</u>
Capital Asset Summary:							
Capital assets not being depreciated	\$ 17,006,277	-	\$ 17,006,277	\$ 10,529,674	-	-	\$ 27,535,951
Other capital assets, at cost	212,593,946		212,593,946	3,235,770		(2,456,337)	213,373,379
Total cost of capital assets	229,600,223		229,600,223	13,765,444		(2,456,337)	240,909,330
Less accumulated depreciation	(80,478,293)		(80,478,293)	(7,245,696)		2,433,809	(85,290,180)
Capital assets, net	<u>\$ 149,121,930</u>	<u>-</u>	<u>\$ 149,121,930</u>	<u>\$ 6,519,748</u>	<u>-</u>	<u>\$ (22,528)</u>	<u>\$ 155,619,150</u>

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F. COLLECTIONS (WORKS OF ART and HISTORICAL TREASURES)

Southeastern Louisiana University does capitalize collections. These collections include the following:

- Works of art – such as murals, sculptures, statues, portraits, etc.
- Historical items – such as book collections, war artifacts, an antique piano, maps, etc.

G. DUE FROM PRIVATE FOUNDATIONS

The amount of matching funds received by the university from the State pursuant to the endowed chair and professorship program and the related unexpended earnings from private foundations is \$1,496,705 at June 30, 2008. These funds are held and invested by the university's foundation under an agreement with the university. Amounts invested by private foundations for the university are included as *other* in the disclosures in Note C.

H. GENERAL FUND

At June 30, 2008, the General Fund had no unexpended appropriation due to the State Treasury. However, the university did have \$74,806 unexpended, which will be reappropriated as required by law and outlined below.

As provided by Louisiana Revised Statute 17:3386(A), the university adopted a building and facility preventative maintenance program, which was approved by the Louisiana Board of Regents. This program allows the university to retain any funds appropriated or allocated that were unexpended and unobligated at the end of the fiscal year. At least 50% of the retained funds will be maintained in a preventative maintenance reserve fund and will be used solely for preventative maintenance purposes in accordance with the approved plan, subject to approval by the supervisory board, the Louisiana Board of Regents, and the Joint Legislative Committee on the Budget. All retained funds will be spent for non-recurring projects. As shown in the Statement of Net Assets at June 30, 2008, included in restricted net assets are amounts totaling \$37,403, which will be retained for these purposes.

I. LONG-TERM LIABILITIES

The following is a summary of bond reimbursement contracts and other long-term debt transactions of the university for the year ended June 30, 2008:

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FOR THE YEAR ENDED JUNE 30, 2008

Southeastern Louisiana University	<u>Year ended June 30, 2008</u>				
	<u>Balance June 30, 2007</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance at June 30, 2008</u>	<u>Amounts due within one year</u>
Notes & bonds payable:					
Notes payable	\$ 302,789	\$ -	\$ 131,630	\$ 171,159	\$ 136,325
Bonds payable	90,150,000	-	1,355,000	88,795,000	1,485,000
Total bonds and notes payable	<u>90,452,789</u>	<u>-</u>	<u>1,486,630</u>	<u>88,966,159</u>	<u>1,621,325</u>
Other liabilities:					
Compensated absences payable	5,637,176	(396,972)	301,826	4,938,378	264,410
Capital lease obligations	-	-	-	-	-
Claims and litigation payable	-	-	-	-	-
Amounts held in custody for others	1,350,442	78,935,779	79,935,379	350,842	350,842
Contracts payable	-	-	-	-	-
Reimbursement contracts payable	-	-	-	-	-
OPEB payable	-	17,192,799	-	17,192,799	-
Total other liabilities	<u>6,987,618</u>	<u>95,731,606</u>	<u>80,237,205</u>	<u>22,482,019</u>	<u>615,252</u>
Total long-term liabilities	<u>\$ 97,440,407</u>	<u>\$ 95,731,606</u>	<u>\$ 81,723,835</u>	<u>\$ 111,448,178</u>	<u>\$ 2,236,577</u>
Component Units					
Notes & bonds payable:					
Notes payable	\$ -	\$ -	\$ -	\$ -	\$ -
Bonds payable	-	-	-	-	-
Total bonds and notes payable	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other liabilities:					
Compensated absences payable	-	-	-	-	-
Capital lease obligations	-	-	-	-	-
Claims and litigation payable	-	-	-	-	-
Amounts held in custody for others	-	-	-	-	-
Contracts payable	-	-	-	-	-
Reimbursement contracts payable	-	-	-	-	-
OPEB payable	-	-	-	-	-
Total other liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total long-term liabilities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Combined Total					
Notes & bonds payable:					
Notes payable	\$ 302,789	\$ -	\$ 131,630	\$ 171,159	\$ 136,325
Bonds payable	90,150,000	-	1,355,000	88,795,000	1,485,000
Total bonds and notes payable	<u>90,452,789</u>	<u>-</u>	<u>1,486,630</u>	<u>88,966,159</u>	<u>1,621,325</u>
Other liabilities:					
Compensated absences payable	5,637,176	(396,972)	301,826	4,938,378	264,410
Capital lease obligations	-	-	-	-	-
Claims and litigation payable	-	-	-	-	-
Amounts held in custody for others	1,350,442	78,935,779	79,935,379	350,842	350,842
Contracts payable	-	-	-	-	-
Reimbursement contracts payable	-	-	-	-	-
OPEB payable	-	17,192,799	-	17,192,799	-
Total other liabilities	<u>6,987,618</u>	<u>95,731,606</u>	<u>80,237,205</u>	<u>22,482,019</u>	<u>615,252</u>
Total long-term liabilities	<u>\$ 97,440,407</u>	<u>\$ 95,731,606</u>	<u>\$ 81,723,835</u>	<u>\$ 111,448,178</u>	<u>\$ 2,236,577</u>

STATE OF LOUISIANA
 SOUTHEASTERN LOUISIANA UNIVERSITY
 NOTES TO THE FINANCIAL STATEMENT
 FOR THE YEAR ENDED JUNE 30, 2008

J. SHORT-TERM DEBT

Not Applicable.

K. COMPENSATED ABSENCES

Employees accrue and accumulate annual and sick leave in accordance with state law and administrative regulations. The leave is accumulated without limitation; however, nine-month faculty members do not accrue annual leave, but are granted faculty leave during holiday periods when students are not in classes. Employees who are considered having non-exempt status according to the guidelines contained in the Fair Labor Standards Act may be paid for compensatory leave (K-time) earned.

Upon separation or termination of employment, both classified and non-classified personnel or their heirs are compensated for accumulated annual leave not to exceed 300 hours. In addition, academic personnel or their heirs are compensated for accumulated sick leave not to exceed 25 days upon retirement or death. Act 343 of 1993 allows members of the Louisiana State Employees' Retirement System, upon application for retirement, the option of receiving an actuarially determined lump sum payment for annual and sick leave which would otherwise have been used to compute years of service for retirement. Upon retirement any sick or annual leave not compensated for is used as credited service in either Louisiana Teachers' Retirement System or Louisiana State Employees' Retirement System.

Upon termination or transfer an employee will be paid for any time and one-half compensatory leave earned and may or may not be paid for any straight hour-for-hour compensatory leave earned. Compensation paid will be based on employees' hourly rate of pay at termination or transfer.

The liability for unused annual leave, sick leave, and compensatory leave at June 30, 2008, computed in accordance with the Codification of Governmental Accounting and Financial Reporting Standards Section C60.104 – C60.105, is estimated to be \$2,091,727, \$2,676,932, and \$169,719 respectively. The leave payable is recorded in the accompanying financial statements.

Southeastern Louisiana University's liability for compensated absences (annual, sick, and compensatory leave) at June 30, 2008 is as follows:

Current liability – estimated to be paid within one year	\$ 264,410
Long-term liability	<u>4,673,968</u>
Total liability for compensated absences	<u>\$4,938,378</u>

L. ON-BEHALF PAYMENTS FOR FRINGE BENEFITS AND SALARIES

On-behalf payments for fringe benefits and salaries are direct payments made by one entity to a third-party recipient for the employees of another, legally separate entity. On-behalf payments include pension plan contributions, employee health and life insurance premiums, and salary supplements or stipends. For example, a nongovernmental fund-raising foundation affiliated with a governmental university may supplement salaries of certain university employees. Those payments constitute on-behalf payments for purposes of reporting by the university if they are made to the faculty members in their capacity as employees of the university (GASB 24).

Southeastern Louisiana University does not have any on-behalf payments for fringe benefits and salaries for the year ending June 30, 2008.

M. CONTINGENT LIABILITIES

As of June 30, 2008, Southeastern Louisiana University has no anticipated liability for current pending litigation or litigation is being handled by the Office of Risk Management or the Attorney General.

STATE OF LOUISIANA
SOUTHEASTERN LOUISIANA UNIVERSITY
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2008

N. RELATED PARTY TRANSACTIONS

Not Applicable.

O. VIOLATIONS OF FINANCE-RELATED LEGAL OR CONTRACTUAL PROVISIONS

Not Applicable.

P. LEASES

Lease agreements, if any, have non-appropriation exculpatory clauses that allow lease cancellation if the Legislature does not make an appropriation for its continuation during any future fiscal period.

Operating Leases

Total operating lease expenditures for fiscal year 2007-08 amounted to \$852,119. The annual rental payments for the next five years are presented as follows:

Nature of lease:	a. Office Space	b. Equipment	c. Land	d. Other	Total Minimum Future Rentals
FY2009	11,669	12,507		622,080	646,256
FY2010	2	12,507		622,886	635,395
FY2011	2			622,997	622,999
FY2012	2			622,575	622,577
FY2013	2			620,325	620,327
FY2014 - 2018	10			3,101,663	3,101,673
FY2019 - 2023	10			2,172,117	2,172,127
FY2024 - 2028	10				10
FY2029 - 2033	10				10
FY2034 - 2038	10				10
Total Minimum Future Rentals	\$ 11,727	\$ 25,014	\$ -	\$ 8,384,643	\$ 8,421,384

Rental revenue/expense for operating leases with scheduled rent increases is based on the relevant lease agreement except in those cases where a temporary rent reduction is used as an inducement to enter a lease. In those instances, rental revenue/expense is determined on either a straight-line or interest basis over the term of the lease and not in accordance with lease terms as required by GASB 13.

Capital Leases

Southeastern Louisiana University records items under capital leases as an asset and an obligation in the accompanying financial statements.

Capital leases are defined as an arrangement in which any one of the following conditions apply (1) ownership transfers at the end of the lease, (2) the lease contains a bargain purchase option, (3) the lease term is 75% of the asset life, or (4) the discounted minimum lease payments are 90% of the fair market value of the asset.

STATE OF LOUISIANA
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NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2008

Southeastern Louisiana University does not have capital leases or future minimum lease payments under capital leases as of and for the period ending June 30, 2008.

Lessor Direct Financing Leases

Southeastern Louisiana University does not have any lessor direct financing leases as of and for the period ending June 30, 2008.

Lessor - Operating Lease

Southeastern Louisiana University's leasing operations consist primarily of the leasing of property for the purposes of providing food services to students, bookstore operations, office space for postal services, banking services, and vending operations.

The following schedule provides the cost and carrying amount, if different, of property on lease or held for leasing organized by major class of property and the amount of accumulated depreciation as of June 30, 2008.

	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Carrying Amount</u>
a. Office space	\$ 2,573,837	\$ (2,147,791)	\$ 426,046
b. Equipment	_____	_____	_____
c. Land	_____	_____	_____
Total	\$ 2,573,837	\$ (2,147,791)	\$ 426,046

The following is a schedule of minimum future rentals on noncancellable operating lease(s) as of June 30, 2008:

	<u>Office Space</u>	<u>Equipment</u>	<u>Land</u>	<u>Other</u>
2009	\$ 88,000	\$ _____	\$ _____	\$ _____
2010	6,000	_____	_____	_____
2011	500	_____	_____	_____
Total minimum future rentals	\$ 94,000	\$ -	\$ -	\$ -

Contingent rentals received from operating leases for the fiscal year were \$234,719 for office space.

Q. NET ASSETS

Southeastern Louisiana University had the following restricted expendable net assets as of June 30, 2008:

<u>Account title</u>	<u>Amount</u>
Instructional Department Use	\$ 8,443,335
Loans	3,198,158
Endowments	2,074,337
Capital Projects	8,915,513
Debt Service	6,335,362
Auxiliary and Other	25,828,783
Total	\$ 54,795,488

STATE OF LOUISIANA
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FOR THE YEAR ENDED JUNE 30, 2008

Southeastern Louisiana University had the following restricted nonexpendable net asset as of June 30, 2008:

<u>Account title</u>	<u>Amount</u>
Endowments	\$ 6,781,599
Total	\$ <u>6,781,599</u>

R. OTHER POSTEMPLOYMENT BENEFITS (OPEB)

Plan Description – Employees of Southeastern Louisiana University voluntarily participate in the State of Louisiana’s health insurance plan. The Office of Group Benefits (OGB) provides medical and life insurance benefits to eligible retirees and their beneficiaries. A participant is eligible for retiree benefits if they meet the retirement eligibility as defined in the applicable retirement system and they must be covered by the active medical plan immediately prior to retirement. The post employment benefits plan is a cost sharing multiple-employer defined benefit plan. Louisiana Revised Statute (LRS) 42:801-883 provides the authority to establish and amend benefit provisions of the plan. The Office of Group Benefits does not issue a publicly available financial report; however, the entity is included in Louisiana Comprehensive Annual Financial Report (CAFR). You may obtain a copy of the CAFR on the Office of Statewide Reporting and Accounting Policy’s website at www.doa.la.gov/osrap.

Funding Policy – The contribution requirements of plan members and the University are established and may be amended by LRS 42:801-883. Employees do not contribute to their post employment benefits cost until they become retirees and begin receiving those benefits. The retirees contribute to the cost of retiree healthcare based on a service schedule. Contribution amounts vary depending on what healthcare provider is selected from the plan and if the member has Medicare coverage. The Office of Group Benefits offers three standard plans for both active and retired employees: the Preferred Provider Organization (PPO) plan, the Exclusive Provider Organization (EPO) plan and the Health Maintenance Organization (HMO) plan. Retired employees who have Medicare Part A and Part B coverage also have access to six OGB Medicare Advantage plans – three HMO plans and three private fee-for-service (PFFS) plans, offered by five companies. Depending upon the plan selected, during fiscal year 2008, employee premiums for a single member receiving benefits range from \$34 to \$92 per month for retiree-only coverage with Medicare or from \$126 to \$170 per month for retiree-only coverage without Medicare. The fiscal year 2008 employee premiums for a retiree and spouse range from \$69 to \$165 per month for those with Medicare and from \$408 to \$493 per month for those without Medicare.

The plan is currently financed on a pay as you go basis, with the University contributing from \$103 to \$237 per month for retiree-only coverage with Medicare or from \$809 to \$842 per month for retiree-only coverage without Medicare during fiscal year 2008. Also, the University’s contributions range from \$207 to \$426 per month for retiree and spouse with Medicare or from \$1,242 to \$1,293 for retiree and spouse without Medicare.

OGB also provides eligible retirees Basic Term Life, Basic Plus Supplemental Term Life, Dependent Term Life and Employee Accidental Death and Dismemberment coverage, which is underwritten by The Prudential Insurance Company of America. The total premium is approximately \$1 per thousand dollars of coverage of which the employer pays on half of the premium. Maximum coverage is capped at \$50,000 with a reduction formula of 25% at age 65 and 50% at age 70, with AD&D coverage ceasing at age 70 for retirees.

Annual Other Post Employment Benefit Cost and Liability – The University’s Annual Required Contribution (ARC) is an amount actuarially determined in accordance with GASB 45, which is being implemented for the year ended June 30, 2008. The ARC represents a level of funding that, if paid on an ongoing basis, would cover normal cost each year and amortize any unfunded actuarial liabilities (UAL) over a period of thirty years. A level dollar, closed amortization period had been used. The total ARC for fiscal year 2008 is \$23,367,200, as set forth below:

STATE OF LOUISIANA
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FOR THE YEAR ENDED JUNE 30, 2008

Normal Cost	\$ 11,005,900
30-year UAL Amortization Amount	<u>8,632,400</u>
Annual Required Contribution (ARC)	\$ 19,638,300

The following schedule represents the University's OPEB Obligation for fiscal year 2008:

Beginning Net OPEB Obligation July 1, 2007	None
Annual Required Contribution	\$ 19,638,300
Interest on Net OPEB Obligation	None
ARC Adjustment	<u>None</u>
OPEB Cost	\$ 19,638,300
Contributions made	<u>2,445,501</u>
Change in Net OPEB Obligation	\$ 17,192,799
Ending Net OPEB Obligation at June 30, 2008	\$ 17,192,799

Utilizing the pay as you go method, the University contributed 10.47% of the annual post employment benefits cost during 2008.

Funded Status and Funding Progress – During fiscal year 2008, neither the University nor the State of Louisiana made contributions to its post employment benefits plan trust. A trust was established during fiscal year 2008, but was not funded at all, has no assets, and hence has a funded ratio of zero. Since the plan was not funded, the University's entire actuarial accrued liability of \$206,139,200 was unfunded.

The funded status of the plan, as determined by an actuary as of July 1, 2007, was as follows:

Actuarial Accrued Liability (AAL)	\$ 206,139,200
Actuarial Value of Plan Assets	<u>0</u>
Unfunded Actuarial Accrued Liability (UAAL)	\$ 206,139,200
Funded ratio (Actuarial Value of Plan Assets/AAL)	0%
Covered Payroll	\$ 70,901,416
UAAL as a percentage of Covered Payroll	34.39%

Actuarial Methods and Assumptions – Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information in the State of Louisiana's CAFR, presents multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities consistent with the long-term perspective of the calculations.

In the July 1, 2007, Office of Group Benefits actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 4.0% investment rate of return and initial annual healthcare cost trend rate of 9.5% and 10.6% for pre-Medicare and Medicare eligibles, respectively, scaling down to ultimate rates of 5% per year. The RP 2000 Mortality Table was used in making actuarial assumptions. Retirement rate assumptions differ by employment group and date of plan participation. The State's unfunded actuarial accrued liability is being amortized as a level dollar over a closed basis. The remaining amortization period at June 30, 2008, was twenty-nine years.

STATE OF LOUISIANA
SOUTHEASTERN LOUISIANA UNIVERSITY
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2008

S. ACCOUNTING CHANGES

None.

T. PRIOR-YEAR RESTATEMENT OF NET ASSETS

The following adjustments were made to restate beginning net assets for June 30, 2008.

	<u>Southeastern Louisiana University</u>	<u>Component Unit</u>	<u>Total</u>
Ending net assets 6/30/07 as reported to OSRAP on PY AFR	\$ <u>113,946,018</u>	\$ _____	\$ <u>113,946,018</u>
Adjustments to ending net assets 6/30/07 (after AFR) was submitted to OSRAP (+ or -)	_____	_____	-
Total	\$ <u>113,946,018</u>	\$ -	\$ <u>113,946,018</u>
Restatements (adjustments to beg. Balance 7/1/07) (+ or -)	_____	_____	_____
Beginning net assets 7/1/2007, as restated	\$ <u><u>114,943,524</u></u>	\$ <u><u>-</u></u>	\$ <u><u>114,943,524</u></u>

This adjustment is being made due to an elimination entry between Southeastern Louisiana University and University Facilities, Inc. that was posted twice in error.

U. PLEDGES OF GIFTS

Not Applicable.

V. SEGMENT INFORMATION

University Facilities, Inc. issues revenue bonds to finance certain of Southeastern's auxiliary enterprises. The revenues generated by the auxiliary enterprise are used to pay the interest and principal of these revenue bonds.

Condensed financial information for each of the institution's segments follows:

STATE OF LOUISIANA
SOUTHEASTERN LOUISIANA UNIVERSITY
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FOR THE YEAR ENDED JUNE 30, 2008

CONDENSED STATEMENT OF NET ASSETS

	<u>University Facilities, Inc.</u>
Assets	
Current assets	\$ 17,681,521
Due from other funds	
Capital assets	62,828,969
Other assets	9,576,563
Total Assets	90,087,053
Liabilities	
Current liabilities	5,917,697
Due to other funds	
Long-term liabilities	82,755,455
Total Liabilities	88,673,152
Net Assets	
Invested in capital assets, net of related debt	
Restricted net assets - expendable	
Restricted net assets - nonexpendable	
Unrestricted net assets	1,413,901
Total Net Assets	\$ 1,413,901

CONDENSED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS:

	<u>University Facilities, Inc.</u>
Operating Revenue	\$ 15,837,523
Operating Expenses	(4,877,475)
Depreciation Expense	(2,019,000)
Net Operating Income	8,941,048
Nonoperating Revenues (Expenses):	
Investment Income	462,429
Gifts of Equipment	
Gift Income	
Interest Expense	(3,375,510)
Other (net)	(113,451)
Capital contributions/additions to permanent and term endowments	
Changes in Net Assets	5,914,516
Net Assets - Beginning of the Year	(4,500,615)
Net Assets - End of the Year	\$ 1,413,901

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SOUTHEASTERN LOUISIANA UNIVERSITY
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2008

CONDENSED STATEMENT OF CASH FLOWS

	<u>University Facilities, Inc.</u>
Net cash flows provided (used) by:	
Operating activities	\$ 9,591,395
Noncapital financing	
Capital and related financing	(1,045,000)
Investing activities	(8,514,102)
Net increase (decrease) in cash	32,293
Cash - Beginning of the year	172,647
Cash - End of the year	\$ 204,940

W. PER DIEM PAID TO BOARD MEMBERS

Southeastern Louisiana University made no per diem payments to board members.

X. PENSION PLANS

Substantially all of the employees of the university are members of the State Employees (LASERS), Teacher's (TRSL), or School Employee's Retirement Systems, all of which are cost sharing multiple employer defined pension plans.

Name of retirement system or plan	ID of the plan (A, B, or C see below)	Percentage of covered salaries that employees contribute	University's employer contributions to the plan for the year ended June 30, 2008
LA State Employees' Retirement System	C	7.5 if hired before 07/01/06	\$ 2,554,173
LA State Employees' Retirement System	C	8.0 if hired after 07/01/06	\$ 435,777
LA State Employees' Retirement System	C	11.5 for Judges Plan	\$ 3,123
LA School Employees' Retirement System	C	7.5	\$ 15,356
Teachers' Retirement System of Louisiana	C	8.0	\$ 4,334,224

Identification of retirement plans:

- A) single-employer defined benefit plan
- B) agent multiple-employer defined benefit plan
- C) cost-sharing multiple-employer defined benefit plan
- D) defined-contribution plan

Each System is a statewide public employee retirement system and is available to all eligible employees. Generally, all full-time employees are eligible to participate in the system(s), with employee benefits vesting after 10 years of service. Article 10, Section 29 of the Constitution of 1974 assigns the authority to establish and amend benefit provisions to the state legislature. The System(s) publish(es) yearly annual financial reports that include detailed historical, financial, and actuarial information.

LRS 11:921 created an optional retirement plan for academic and administrative employees of public institutions of higher education which is a defined contribution plan that provides for full and immediate vesting of all contributions remitted on behalf of the participants. Participants contribute 8.0% and the university contributes 16.6% of the covered payroll. Benefits payable to participants are not obligations of the State of Louisiana or the retirement systems; but are the liability and responsibility solely of the designated company or companies to whom contributions have been made. Employer and employee contributions to the optional retirement plan totaled \$4,005,038 and \$1,915,898, respectively, for the year ended June 30, 2008.

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FOR THE YEAR ENDED JUNE 30, 2008

Y. DEBT REFUNDING

Not Applicable.

Z. GOVERNMENT-MANDATED NONEXCHANGE TRANSACTIONS (GRANTS)

Not applicable.

AA. DONOR RESTRICTED ENDOWMENTS

If a donor has not provided specific instructions, state law permits the Board of Regents to authorize for expenditure the net appreciation (realized and unrealized) of the investments of endowment funds. Any net appreciation that is spent is required to be spent for the purposes for which the endowment was established.

At June 30, 2008, net appreciation of \$294,832 is available to be spent and is restricted to specific purposes.

The maximum spending allowed is 5% of the market value of program assets averaged for the previous five-year period. The maximum spending rate may be used if the average annual real total return (investment return less fees less inflation) exceeds the annual spending level.

BB. REVENUE USED AS SECURITY FOR REVENUE BONDS

<u>Auxiliary enterprises</u>	<u>Revenue used as security for bonds (FY 2008)</u>	<u>Type of bonds</u>	<u>Year(s) bonds issued</u>
Residential Life (Direct pledge)	\$ 10,031,408	Revenue Bonds	2004
Health, physical education, and recreation	1,149,068	Revenue Bonds	1998
Intermodal Facility (Direct pledge)	623,021	Revenue Bonds	2007
Intermodal Facility Grant	825,199	Revenue Bonds	2007
Additional Pledge for Residential Life and Intermodal Facility	7,109,719	Revenue Bonds	2004 / 2007

CC. DISAGGREGATION OF PAYABLE BALANCES

Payables at June 30, 2008, were as follows:

Fund	Vendors	Salaries and Benefits	Accrued Interest	Other Payables	Total Payables
Operating Fund	\$ 2,708,556	\$ 1,143,067	\$	\$	\$ 3,851,623
Revenue Fund	385,398	64,119			449,517
Restricted Fund	538,100	72,827			610,927
Plant Fund	91,555				91,555
Agency Fund	21,783	4,916			26,699
UFI	2,388,521		1,328,662	-	3,717,183
Total payables	\$ 6,133,913	\$ 1,284,929	\$ 1,328,662	\$ -	\$ 8,747,504

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SOUTHEASTERN LOUISIANA UNIVERSITY
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2008

DD. SUBSEQUENT EVENTS

On Monday, September 1, 2008, Hurricane Gustav struck Louisiana. Southeastern did not sustain any structural damage. The financial impact on the university is currently unknown.

EE. NET ASSETS RESTRICTED BY ENABLING LEGISLATION (GASB STATEMENT 46)

Of the total net assets reported in the Statement of Net Assets for the year ended June 30, 2008, \$4,710,179 is restricted by enabling legislation. Enabling legislation authorizes a government to assess, levy, charge, or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement that the resources be used only for the specific purposes stipulated in the legislation.

Purpose of Restriction	LA Revised Statute Authorizing Revenue	Amount
Academic Excellence Fee	R.S. 17:3351.9	\$ 183,137
Building and Facility Preventive Maintenance	R.S. 17:3386 (A)	224,203
Building Use Fee	R.S. 17:3386	2,493,884
Student Technology Fee	R.S. 17:3351.1	1,484,058
Vehicle Registration Fee	R.S. 17:1804	<u>324,897</u>
Total		<u>\$ 4,710,179</u>

FF. IMPAIRMENT OF CAPITAL ASSETS

Southeastern Louisiana University has no impaired capital assets as of June 30, 2008.

GG. EMPLOYEE TERMINATION BENEFITS

Not applicable.

HH. REVENUES – PLEDGED OR SOLD

1. PLEDGED REVENUES

Pledged revenues are specific revenues that have been formally committed to directly collateralize or secure debt of the pledging government, or directly or indirectly collateralize or secure debt of a component unit. Pledged revenues must be disclosed for each period in which the secured debt remains outstanding and for each secured debt issued.

- A. Board of Trustees for State College and Universities State of Louisiana Revenue Bonds (Southeastern Louisiana University Student Recreation and Activity Center Project) Series 1998 – Revenue pledged for this bond includes all revenue related to the Student Recreation and Activity Center, including student fees, membership fees, and other miscellaneous revenue related to the Recreation Center. The bond was originally issued for \$7,690,000. As of June 30, 2008, principal and interest outstanding was \$5,120,000 and \$1,804,050, respectively. The revenue was pledged for the purpose of this bond for the period July 1995 through June 2020.

The debt secured by the revenue pledged was for the planning and construction of the Recreation Center, the funding of a Reserve Fund, and the funding of certain expenses related to the issuance of the bond. Pledged revenue related to this bond includes (1) all revenue from the Pledged Student Fee; (2) any other student fees collected to pay for the Recreation Center; (3) membership fees imposed on users of the Recreation Center other than Southeastern students; and (4) all funds and accounts held

STATE OF LOUISIANA
SOUTHEASTERN LOUISIANA UNIVERSITY
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2008

pursuant to the Bond Resolution, except the Rebate Fund and the Costs of Issuance Account of the Bond Proceeds Fund created for the payment of costs associated with the issuance of the bonds. A self assessed student fee consisting of a \$30 per student per regular semester (\$15 for summer) fee composed of, collectively, (a) the Pledged Student Fee and (b) a \$5 per student per regular semester (\$2.50 for summer) fee to be placed in the Intramural/Recreational Sports department budget to increase the scope and range of the intramural program. The Pledged Student Fee is equal to \$25 per student per regular semester (\$12.50 for summer) dedicated to the planning, construction, staffing, equipment and operation of the Recreation Center.

For the year ending June 30, 2008, principal and interest requirements were \$310,000 and \$266,860, respectively. Pledged revenues recognized for the period were \$1,149,068.

- B. Louisiana Local Government Environmental Facilities and Community Development Authority Revenue Bonds (Southeastern Louisiana University Housing/University Facilities, Inc. Project) Series 2004 – Revenue pledged for this bond includes the revenue from student fees and other miscellaneous income specifically related to housing on the campus of Southeastern Louisiana University. The bond was originally issued for \$76,910,000. As of June 30, 2008, principal and interest outstanding was \$75,805,000 and \$59,121,235, respectively. The revenue was pledged for the purpose of this bond for the period August 2004 through August 2034.

The debt secured by the revenue pledged was for the purpose of (1) providing funds to (a) finance the cost of acquiring, constructing, furnishing, and equipping student housing facilities, (b) renovate an existing student housing facility, and (c) demolish four existing student housing facilities; (2) funding the costs of marketing the new and renovated facilities; (3) providing working capital for the new and renovated facilities; (4) funding interest on the bonds during the construction and renovation of the new and renovated facilities; (5) providing funds to repay certain indebtedness of the Corporation; (6) funding the Debt Service Reserve Fund for the bond; (7) funding the Replacement Fund for the facilities; and (8) paying the costs of issuing the bonds.

For the year ending June 30, 2008, principal and interest requirements were \$880,000 and \$3,396,348, respectively. Pledged revenues recognized for the period were \$10,031,408.

- C. Louisiana Local Government Environmental Facilities and Community Development Authority Revenue Bonds (Southeastern Louisiana University Student Housing/University Facilities, Inc.: Phase Four Parking Project) Series 2007 – Revenue pledged for this bond includes the revenue for student fees and auxiliary revenues not otherwise obligated. The bond was originally issued for \$8,035,000. As of June 30, 2008, principal and interest outstanding was \$7,870,000 and \$6,016,404, respectively. The revenue was pledged for the purpose of this bond for the period January 2006 through February 2037.

The debt secured by the revenue pledged was for the purpose of financing a portion of the cost of the construction of a new intermodal parking facility, the funding of a deposit to the Debt Service Reserve Fund for the bond, and funding the costs of issuing the bond. The self assessed Student Parking Fee of \$20 per semester (\$10 for summer) is to fund the planning, building, and maintaining of a University parking garage.

For the year ending June 30, 2008, principal and interest requirements were \$165,000 and \$301,370, respectively. Pledged revenues recognized for the period were \$623,021.

In August 2005, the University received word that a grant funded by the Federal Transit Administration to fund a portion of the Phase Four Parking Project was included in the federal transportation bill in the amount of \$2,167,200. For the year ending June 30, 2008, the University received \$825,199 for two of the four installments of grant funding.

- D. Additionally, the debt for the 2004 and 2007 bonds (B & C from above) is secured by the auxiliary revenues that result from the University's Auxiliary Enterprises and any earnings from self generated fees or other income received by students, faculty, or the public in connection with the operation of the

STATE OF LOUISIANA
SOUTHEASTERN LOUISIANA UNIVERSITY
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2008

Auxiliary Enterprises after payment of any auxiliary expenses. Auxiliary Enterprises currently includes (1) student service fees for the operation of the University's textbook rental, ID card services, Student Health Center and Student Union; (2) commissions received from Food Service contractors, retail bookstore, and vending operations; and (3) the sales of copying services.

Pledged revenues recognized for the year ending June 30, 2008 were \$7,109,719.

2. FUTURE REVENUES REPORTED AS A SALE

Future revenues reported as a sale are proceeds that an agency/entity received in exchange for the rights to future cash flows from specific future revenues and for which the agency/entity's continuing involvement with those revenues is effectively terminated.

Southeastern Louisiana University does not have any future revenues reported as a sale for the year ended June 30, 2008.

SCHEDULES

STATE OF LOUISIANA
SOUTHEASTERN LOUISIANA UNIVERSITY

SCHEDULE OF BONDS PAYABLE

June 30, 2008

Issue	Date of Issue	Original Issue	Principal Outstanding 6/30/07	(Redeemed) Issued	Principal Outstanding 6/30/08	Interest Rates	Interest Outstanding 6/30/08
Student Recreation & Activity Center Revenue Bonds	June 30, 1998	\$7,690,000	\$5,430,000	(\$310,000)	\$5,120,000	3.75-5.00%	\$1,804,050
UFI Revenue Bonds Series 2004	August 13, 2004	76,910,000	76,685,000	(880,000)	75,805,000	3.00-5.00%	59,121,235
UFI Revenue Bonds Series 2007	March 14, 2007	8,035,000	8,035,000	(165,000)	7,870,000	4.000-4.375%	6,016,404
Total		\$92,635,000	\$90,150,000	(\$1,355,000)	\$88,795,000		\$66,941,689

STATE OF LOUISIANA
SOUTHEASTERN LOUISIANA UNIVERSITY

SCHEDULE OF REIMBURSEMENT CONTRACTS PAYABLE
June 30, 2008

Not Applicable

STATE OF LOUISIANA
SOUTHEASTERN LOUISIANA UNIVERSITY

SCHEDULE OF NOTES PAYABLE
June 30, 2008

Issue	Date of Issue	Original Issue	Principal Outstanding 6/30/07	(Redeemed) Issued	Principal Outstanding 6/30/08	Interest Rates	Interest Outstanding 6/30/08
Copiers	20-Sep-04	\$641,861	\$302,789	(131,630)	\$171,159	3.51%	\$4,032
Total		<u>\$641,861</u>	<u>\$302,789</u>	<u>(131,630)</u>	<u>\$171,159</u>		<u>\$4,032</u>

STATE OF LOUISIANA
SOUTHEASTERN LOUISIANA UNIVERSITY

SCHEDULE OF BONDS PAYABLE AMORTIZATION
For The Year Ended June 30, 2008

Fiscal Year <u>Ending:</u>	<u>Principal</u>	<u>Interest</u>
2009	1,485,000	4,030,225
2010	1,660,000	3,972,213
2011	1,835,000	3,909,595
2012	2,030,000	3,836,280
2013	2,240,000	3,752,038
2014	2,450,000	3,648,762
2015	2,595,000	3,546,113
2016	2,680,000	3,438,349
2017	2,815,000	3,306,463
2018	2,940,000	3,187,237
2019	3,060,000	3,064,905
2020	3,190,000	2,934,504
2021	2,750,000	2,796,812
2022	2,890,000	2,653,530
2023	3,040,000	2,505,065
2024	3,175,000	2,369,029
2025	3,335,000	2,205,813
2026	3,515,000	2,032,237
2027	3,675,000	1,867,558
2028	3,860,000	1,686,207
2029	4,045,000	1,496,415
2030	4,240,000	1,304,690
2031	4,450,000	1,096,098
2032	4,670,000	876,437
2033	4,890,000	655,394
2034	5,080,000	457,251
2035	5,300,000	252,969
2036	440,000	39,375
2037	460,000	20,125
Total	<u>\$ 88,795,000</u>	<u>\$ 66,941,689</u>

STATE OF LOUISIANA
SOUTHEASTERN LOUISIANA UNIVERSITY

SCHEDULE OF NOTES PAYABLE AMORTIZATION
For The Year Ended June 30, 2008

Fiscal Year <u>Ending:</u>	<u>Principal</u>	<u>Interest</u>
2009	136,325	3,828
2010	<u>34,834</u>	<u>204</u>
Total	\$ <u><u>171,159</u></u>	\$ <u><u>4,032</u></u>

STATE OF LOUISIANA
SOUTHEASTERN LOUISIANA UNIVERSITY

SCHEDULE OF CAPITAL LEASE AMORTIZATION
For The Year Ended June 30, 2008

Not Applicable

STATE OF LOUISIANA
SOUTHEASTERN LOUISIANA UNIVERSITY

SCHEDULE OF REIMBURSEMENT CONTRACTS PAYABLE AMORTIZATION
For The Year Ended June 30, 2008

Not Applicable

STATE OF LOUISIANA
SOUTHEASTERN LOUISIANA UNIVERSITY

SCHEDULE OF PER DIEM PAID
For The Year Ended June 30, 2008

Not Applicable

STATE OF LOUISIANA
SOUTHEASTERN LOUISIANA UNIVERSITY

SCHEDULE OF EXPENSES BY UNIVERSITY
For The Year Ended June 30, 2008

Name of Campus:	University Amount	Foundation Amount	Total Expenses
Southeastern Louisiana University	\$ <u>173,179,198</u>	\$ <u>-</u>	\$ <u>173,179,198</u>

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**STATE OF LOUISIANA
SOUTHEASTERN LOUISIANA UNIVERSITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2008**

Federal Grantor	Pass-Through Entity	Program Name/Title and Cluster Name	CFDA or Other I.D. No.	Pass-Through Entity's Number
Direct Awards:		Other Direct Awards		
U.S. Department of Housing and Urban Development		Supportive Housing Program	14.235	
U.S. Department of Transportation and Development		Program Name Not Available	20-LA004000900	
U.S. Department of Education		Bilingual Education - Professional Development	84.195	
U.S. Department of Education		Bilingual Education - Professional Development	84.195	
U.S. Department of Education		Bilingual Education - Professional Development	84.195	
U.S. Department of Education		Gaining Early Awareness and Readiness for Undergraduate Programs	84.334	
U.S. Department of Education		Gaining Early Awareness and Readiness for Undergraduate Programs	84.334	
U.S. Department of Education		Hurricane Education Recovery	84.938	
U.S. Department of Health and Human Services		Advanced Education Nursing Traineeships	93.358	
U.S. Library of Congress		Program Name Not Available	42-GA08C0022	
Direct Awards:		Research and Development Cluster (R&D)		
U.S. Department of the Interior		Marine Turtle Conservation	15.645	
U.S. Department of the Interior		Marine Turtle Conservation	15.645	
National Science Foundation		Mathematical and Physical Sciences	47.049	
National Science Foundation		Mathematical and Physical Sciences	47.049	
National Science Foundation		Geosciences	47.050	
National Science Foundation		Biological Sciences	47.074	
National Science Foundation		Biological Sciences	47.074	
U.S. Environmental Protection Agency		Surveys, Studies, Investigations and Special Purpose Grants	66.606	
U.S. Environmental Protection Agency		Surveys, Studies, Investigations and Special Purpose Grants	66.606	
U.S. Environmental Protection Agency		Surveys, Studies, Investigations and Special Purpose Grants	66.606	
U.S. Environmental Protection Agency		Surveys, Studies, Investigations and Special Purpose Grants	66.606	
U.S. Environmental Protection Agency		Surveys, Studies, Investigations and Special Purpose Grants	66.606	
U.S. Environmental Protection Agency		Surveys, Studies, Investigations and Special Purpose Grants	66.606	
U.S. Environmental Protection Agency		Surveys, Studies, Investigations and Special Purpose Grants	66.606	
U.S. Environmental Protection Agency		Surveys, Studies, Investigations and Special Purpose Grants	66.606	
U.S. Environmental Protection Agency		Surveys, Studies, Investigations and Special Purpose Grants	66.606	
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U.S. Environmental Protection Agency		Surveys, Studies, Investigations and Special Purpose Grants	66.606	
U.S. Environmental Protection Agency		Surveys, Studies, Investigations and Special Purpose Grants	66.606	

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 Phone Number: (985) 549-5588
 DUNS Number: 883227324
 EIN Number: 72-6000816
Full Accrual Accounting Basis

Project Name	Award ID Number	Award Period	Disbursements/ Expenditures	Receipts/ Issues	Total	BU#
Northlake Homeless Management Information System Data Project	LA48B606014	7/1/07 - 6/30/08	\$ 111,066	\$	111,066	40303
Intermodal Unit	LA004000900	7/1/07 - 6/30/08	825,199		825,199	24251
Project IMPACT 2006-2007	T195N040141-06	7/15/06 - 7/14/07	12,912		12,912	48226
Project IMPACT 2007-2008	T195N040141-07	7/18/07 - 7/14/08	123,015		123,015	48922
Project TEACH 2006 - 2007	T195N020027-06	9/30/06 - 9/29/07	53,202		53,202	48227
GEAR UP Program 2007-2008	P334A020142-07	9/15/07 - 9/14/08	146,542		146,542	43004
GEAR Up Program 2006-2007	P334A020142-06	9/15/06 - 9/14/07	52,736		52,736	43003
Hurricane Recovery for Southeastern Louisiana University	P938H060038	9/22/06 - 9/21/08	2,000		2,000	20020
MSN Southeastern Advanced Education Traineeship	2-A10HP00231-08	7/1/07 - 6/30/08	31,594		31,594	52526
Teaching With Primary Sources	GA08C0022	12/20/07 - 12/19/10	32,325		32,325	48237
Global Assessment of Arribada Olive Ridley Sea Turtles	98210-8-G515	4/16/08 - 4/17/09	2,178		2,178	53258
Regional Assessment of Arribada Olive Ridley Sea Turtles	98210-7-G226	8/3/07 - 8/2/08	28,251		28,251	53217
RUI: End to End Modeling of Advanced LIGO In-Out Optics	PHY-0653233	7/1/07 - 6/30/08	23,752		23,752	53627
RUI: Investigation of Suspended Optics' Motion of the LIGO Detector and Its Influence on the Detector's Performance	PHY-0354942	6/1/04 - 6/30/08	19,161		19,161	53635
CEDAR: Investigation of High-Spectral Width HF Radar Ionospheric Backscatter with Coordinated ISR Diagnostic Observations	ATM-0535377	1/1/06 - 12/31/08	69,197		69,197	53618
Assembly of Wetland Plant Communities Along Gradients: An Experimental Study	DEB-0129024	2/1/02 - 1/31/08	45,685		45,685	53240
RUI: Diversity and Dynamics of Forest Butterflies in Ghana's Indigenous Sacred Groves and Forest Reserves	DEB-0612119	11/1/05 - 8/31/08	48,631		48,631	53221
EPA IV - General and Administrative	X-83262201	10/1/05 - 9/30/10	18,021		18,021	53159
EPA IV-A - Administrative Component of Lake Pontchartrain Basin Research Program	X-83262201	10/1/05 - 9/30/10	65,143		65,143	53166
EPA IV - Western Lake Pontchartrain Basin Research Program Education Outreach Component	X-83262201	10/1/05 - 9/30/10	3,196		3,196	53160
EPA IV-A - Technology Transfer and Outreach for the Lake Pontchartrain Basin Research Program	X-83262201	10/1/05 - 9/30/10	1,138		1,138	53170
EPA IV-A - Development of an Index of Biological Integrity for Lake Pontchartrain Basin Wetlands	X-83262201	10/1/05 - 9/30/10	41,809		41,809	53167
EPA IV-A - Mitigating the Spread of Zebra Mussels into Wetlands from Mississippi River Diversions	X-83262201	10/1/05 - 9/30/10	22,759		22,759	53168
EPA IV - Salinity as a Stressor of the Freshwater Turtle, <i>Trachemys scripta</i> , in the Lake Pontchartrain Basin	X-83262201	10/1/05 - 9/30/10	14,837		14,837	53164
EPA IV - Development of White Paper, How-To Manual, Outreach Workshops and Website for Mitigation Banking in the Manchac Swamp	X-83262201	10/1/05 - 9/30/10	21,926		21,926	53161
EPA IV - Determining the Diversity of Fishes in Lake Maurepas, Assessing Source-sink Dynamics of Blue Catfish (<i>I. furcatus</i>) in the Lake Pontchartrain Basin	X-83262201	10/1/05 - 9/30/10	362		362	53162
EPA IV-A - Determining the Potential for Algal Bloom in Lake Maurepas: Effects of Changing Nutrient Load from Freshwater Diversion and Changes in Human Population	X-83262201	10/1/05 - 9/30/10	52,397		52,397	53172

SCHEDULE 8

**STATE OF LOUISIANA
SOUTHEASTERN LOUISIANA UNIVERSITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2008**

Federal Grantor	Pass-Through Entity	Program Name/Title and Cluster Name	CFDA or Other I.D. No.	Pass-Through Entity's Number
U.S. Environmental Protection Agency		Surveys, Studies, Investigations and Special Purpose Grants	66.606	
U.S. Environmental Protection Agency		Surveys, Studies, Investigations and Special Purpose Grants	66.606	
U.S. Environmental Protection Agency		Surveys, Studies, Investigations and Special Purpose Grants	66.606	
U.S. Environmental Protection Agency		Surveys, Studies, Investigations and Special Purpose Grants	66.606	
U.S. Department of Energy		Office of Science Financial Assistance Program	81.049	
U.S. Department of Health and Human Services		Heart and Vascular Diseases Research	93.837	
U.S. Department of Health and Human Services		Biomedical Research and Research Training	93.859	
Direct Awards:		Student Financial Assistance Cluster (SFA)		
U.S. Department of Education		Federal Supplemental Educational Opportunity Grants	84.007	
U.S. Department of Education		Federal Work-Study Program	84.033	
U.S. Department of Education		Federal Work-Study Program	84.033	
U.S. Department of Education		Federal Work-Study Program	84.033	
U.S. Department of Education		Federal Perkins Loan Program - Federal Capital Contributions	84.038	
U.S. Department of Education		Federal PELL Grant Program	84.063	
U.S. Department of Education		Federal PELL Grant Program	84.063	
U.S. Department of Education		Federal PELL Grant Program	84.063	
U.S. Department of Education		Academic Competitiveness Grants	84.375	
U.S. Department of Education		National Science and Mathematics Access to Retain Talent (SMART) Grants	84.376	
Direct Awards:		TRIO Cluster		
U.S. Department of Education		TRIO Student Support Services	84.042	
U.S. Department of Education		TRIO Student Support Services	84.042	
U.S. Department of Education		TRIO Talent Search	84.044	
U.S. Department of Education		TRIO Talent Search	84.044	
U.S. Department of Education		TRIO Talent Search	84.044	
U.S. Department of Education		TRIO Talent Search	84.044	
U.S. Department of Education		TRIO Upward Bound	84.047	
U.S. Department of Education		TRIO Upward Bound	84.047	
U.S. Department of Education		TRIO Upward Bound	84.047	
U.S. Department of Education		TRIO Upward Bound	84.047	
U.S. Department of Education		TRIO Upward Bound	84.047	
U.S. Department of Education		TRIO Upward Bound	84.047	
U.S. Department of Education		TRIO Upward Bound	84.047	
U.S. Department of Education		TRIO Upward Bound	84.047	
U.S. Department of Education		TRIO Upward Bound	84.047	
U.S. Department of Education		TRIO Upward Bound	84.047	
U.S. Department of Education		TRIO Educational Opportunity Centers	84.066	

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EIN Number: 72-6000816
Full Accrual Accounting Basis

Project Name	Award ID Number	Award Period	Disbursements/ Expenditures	Receipts/ Issues	Total	BU#
EPA IV - Hydrolic Conductivity and Vulnerability to Xylem Cavitation of Baldcypress (Taxodium distichum) Along a Salinity Gradient as Indicators for Restoration Success	X-83262201	10/1/05 - 9/30/10	19,229		19,229	53163
EPA IV - Establishment of Baseline Concentrations and Elucidation of Environmental Processes Controlling the Bioavailability and Bioaccumulation of Mercury and Other Toxic Metals	X-83262201	10/1/05 - 9/30/10	19,467		19,467	53173
EPA IV-A - De-energizing Storms with Cypress/Tupelo Buffers: A Plan to Restore the Repressed Swamps of the Lake Pontchartrain Basin by Using Point and Non-point Freshwater Sources	X-83262201	10/1/05 - 9/30/10	41,008		41,008	53171
EPA IV-A - Establishment of Baseline Concentrations and Elucidation of Environmental Processes Controlling the Bioavailability and Bioaccumulation of Mercury and Other Toxic Metals	X-83262201	10/1/05 - 9/30/10	17,817		17,817	53169
Numerical Simulations of Plasma Turbulence in the Tokamak Edge	DE-FG02-96ER54370	8/1/96 - 1/31/08	8,196		8,196	53647
Molecular Role of Segment 6 in Heart Na Channel Slow Inactivation	2 R15 HL080009-02	5/1/08 - 4/30/11	50,805		50,805	53219
Combined Substrate Polymerase Inhibitors	2 R15 GM067686-02	1/8/07 - 12/31/09	88,344		88,344	53624
Federal Supplemental Educational Opportunity Grants	P007A071668	7/1/07 - 6/30/08	642,924		642,924	57222
Federal Work-Study Program - Job Location and Development	P033A071668	7/1/07 - 6/30/08	37,495		37,495	84002
Federal Work-Study Program - Compensation Paid to Students	P033A071668	7/1/07 - 6/30/08	612,942		612,942	24215
Federal Work-Study Program - Administrative Costs	P033A071668	7/1/07 - 6/30/08	35,058		35,058	24215
Federal Perkins Loan Program - Administrative Costs	none	7/1/07 - 6/30/08	37,467		37,467	
Federal Pell Grant - Administrative Costs	P063P071524	7/1/07 - 6/30/08	22,050		22,050	24233
Federal Pell Grant	P063P071524	7/1/07 - 6/30/08	12,628,310		12,628,310	57220
Federal Pell Grant - Prior Year	P063P061524	7/1/07 - 6/30/08	14,133		14,133	57219
Academic Competitiveness Grants	P375A071524	7/1/07 - 6/30/08	387,635		387,635	57218
National Science and Mathematics Access to Retain (SMART) Grants	P376S071524	7/1/07 - 6/30/08	112,305		112,305	57223
Student Support Services 2006 - 2007	P042060884	9/1/09 - 8/31/07	52,063		52,063	61002
Student Support Services 2007 - 2008	P042060884-07	9/1/07 - 8/31/08	278,715		278,715	61003
Tangipahoa Talent Search 2006-2007	P044A020643-06	9/1/09 - 8/31/07	113,731		113,731	43017
Tangipahoa Talent Search 2007-2008	P044A0070770	9/1/07 - 8/31/08	280,689		280,689	43018
Talent Search - St. Helena/Washington Parishes 2006 - 2007	P044A020653-06	9/1/09 - 8/31/07	83,268		83,268	43019
Talent Search - St. Helena/Washington parishes 2007 - 2008	P044A070678-01	9/1/07 - 8/31/08	173,766		173,766	43020
Veterans Upward Bound 2006 - 2007	P047A031018-06	9/1/09 - 8/31/07	73,935		73,935	43030
Veterans Upward Bound 2007 - 2008	P047A031018-07	9/1/07 - 8/31/08	272,046		272,046	43031
Math Science Upward Bound 2006-2007	P047M030233	10/1/06 - 9/30/07	133,644		133,644	43007
Upward Bound - Jefferson Parish 2007-2008	P047A081001-01	12/1/07 - 11/30/08	97,764		97,764	43032
Upward Bound - Tangipahoa Parish 2006 - 2007	P047A031154-06	10/1/06 - 9/30/07	135,966		135,966	43026
Upward Bound - Tangipahoa Parish 2007 - 2008	P047A031154-07	10/1/07 - 9/30/08	316,529		316,529	43027
Upward Bound Livingston/St. Helena 2006 - 2007	P047A030223-06	10/1/06 - 9/30/07	90,011		90,011	43024
Upward Bound Livingston/St. Helena 2007 - 2008	P047A030223-07	10/1/07 - 9/30/08	245,344		245,344	43025
Upward Bound - Tangipahoa Initiative 2006 - 2007	P047A031154-06A	10/1/06 - 9/30/07	53,861		53,861	43029
Math Science Upward Bound Tangipahoa Parish 2007-2008	P047M070230	10/1/07 - 9/30/08	200,499		200,499	43006
Upward Bound - Washington and St. Helena Initiative 2006 - 2007	P047A030223-06A	10/1/06 - 9/30/07	38,558		38,558	43023
Southeastern Louisiana University Educational Opportunity Center 2006-2007	P066A060146-	9/1/06 - 8/31/07	50,601		50,601	43021

SCHEDULE 8

**STATE OF LOUISIANA
SOUTHEASTERN LOUISIANA UNIVERSITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2008**

Federal Grantor	Pass-Through Entity	Program Name/Title and Cluster Name	CFDA or Other I.D. No.	Pass-Through Entity's Number
U.S. Department of Education		TRIO Educational Opportunity Centers	84.066	
Awards From a Pass-Through Entity:		Other Pass-Through Awards		
U.S. Department of Education	National Writing Project Corporation	National Writing Project	84.928	
U.S. Department of Health and Human Services	Southeast Louisiana Area Health Education Center	Model State-Supported Area Health Education Centers	93.107	none
U.S. Department of Health and Human Services	Southeast Louisiana Area Health Education Center	Model State-Supported Area Health Education Centers	93.107	none
U.S. Department of Health and Human Services	Regina Coeli Child Development Center	Head Start	93.600	
Corporation for National and Community Service	Institute for Global Education and Service Learning	Learn and Serve America School and Community Based Programs	94.004	
Corporation for National and Community Service	Jumpstart for Young Children, Inc.	Americorps	94.006	CFDA-94.006- JS-Site #17
Corporation for National and Community Service	Jumpstart for Young Children, Inc.	Americorps	94.006	CFDA-94.006- JS-Site #17
Awards From a Pass-Through Entity:		Research and Development Cluster (R&D)		
National Science Foundation	University of Pittsburg	Mathematical and Physical Sciences	47.049	CHE-0518253 DE-FG02-07-
U.S. Department of Energy	The Pennsylvania State University	Office of Science Financial Assistance Program	81.049	ER46414

Preparer: Marie Weathersby
Phone Number: (985) 549-5588
DUNS Number: 883227324
EIN Number: 72-6000816
Full Accrual Accounting Basis

Project Name	Award ID Number	Award Period	Disbursements/ Expenditures	Receipts/ Issues	Total	BU#
Southeastern Louisiana University Educational Opportunity Center 2007-2008	P066A060146	9/1/07 - 8/31/08	283,834		283,834	43005
Southeastern Louisiana Writing Project	92-LA05	7/1/92 - 6/30/09	53,795		53,795	44621
Southeast Louisiana Health Education - Continuing Education		9/1/06 - 7/30/07	763		763	52528
Southeast Louisiana Health Education - Continuing Education 2007-2008		9/14/07 - 7/31/08	9,753		9,753	52527
Regina Coeli Child Development Center Support of the SLU Head Start Child Development Center		7/1/07 - 6/30/08	1,253		1,253	48402
Summer of Service - Voices from the Storm	04KSHPA001	6/4/06 - 8/31/07	9,722		9,722	48927
Jumpstart Hammond 2006-2007	170200	9/1/06 - 8/31/07	9,129		9,129	48914
Jumpstart Hammond 2007-2008	170200	9/1/07 - 8/31/08	49,804		49,804	48913
Modeling Excess Electrons Attached to Water Clusters	010673-1	5/1/07 - 8/31/07	8,000		8,000	53644
Nanocolloidal Forces for Stability of Assembly	3540-SLU-DOE-6414	8/15/07 - 8/14/08	225		225	53667
			426,278	-	426,278	

**STATE OF LOUISIANA
SOUTHEASTERN LOUISIANA UNIVERSITY
SCHEDULE OF FIXED PRICE CONTRACTS
For the Year Ended June 30, 2008**

Federal Grantor	Pass-Through Entity	Program Name/Title and Cluster Name	CFDA or Other I.D. No.	Pass-Through Entity's Number
Awards From a Pass-Through Entity:		Research and Development Cluster (R&D)		
U.S. Environmental Protection Agency	Lake Pontchartrain Basin Foundation	Surveys, Studies, Investigations, Demonstrations, and Training Grants and Cooperative Agreements - Section 104(B)(3) of the Clean Water Act	66.436	various
U.S. Department of Energy	MECOM, Inc.	Program Name not Available	81.DEFG0203ER8617; DE-FG02-03ER86172	

Preparer:	<u>Marie Weathersby</u>
Phone Number:	<u>(985) 549-5588</u>
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	<u>Full Accrual Accounting Basis</u>

<u>Project Name</u>	<u>Award ID Number</u>	<u>Award Period</u>	<u>Expenditures</u>	<u>Issues</u>	<u>Total</u>	<u>Dept Number</u>
E. coli Analyses for Lake Pontchartrain Basin Foundation	None	1/16/06 - 6/30/08	\$ 24,834		\$ 24,834	53201
Sequestration and Bioconversion of Carbon Dioxide to Methane - Department of Energy STTR Program - Phase II	None	6/27/03 - 6/30/08	\$ 32,377		\$ 32,377	53204
			<u>\$ 57,211</u>	<u>\$ -</u>	<u>\$ 57,211</u>	

**STATE OF LOUISIANA
SOUTHEASTERN LOUISIANA UNIVERSITY
SCHEDULE OF DISCLOSURES FOR FEDERALLY ASSISTED LOANS
For the Year Ended June 30, 2008**

Federal Grantor	Program Name/Title and Cluster Name	CFDA No. or Other Identifying No.	Loans Made Or Disbursed for Year (07-08)	Loans Received During the Year (07-08)	Outstanding Loan Balance at 6/30/08	Principal and Interest Canceled
U.S. Department of Health & Human Services	Nursing Student Loans	93.364	\$0	\$0	\$18,024	N/A
U.S. Department of Health & Human Services	Health Professions Student Loans/ Loans for Disadvantaged Students	93.342	N/A	N/A	N/A	N/A
U.S. Department of Education	Federal Perkins Loan Program - Federal Capital Contributions	84.038	\$749,337	N/A	\$2,846,203	N/A
U.S. Department of Education	Federal Family Education Loans (FFEL)	84.032	\$34,525,535	N/A	N/A	N/A
U.S. Department of Education	Federal Perkins Loans - Teacher/Military Cancellations	84.037	N/A	N/A	N/A	\$16,128
U.S. Department of Education	Federal Perkins Loans - Law Enforcement Cancellations	84.037	N/A	N/A	N/A	\$2,037
U.S. Department of Education	Federal Perkins Loans - Nurse/Medical Technician Cancellations	84.037	N/A	N/A	N/A	\$4,127
U.S. Department of Education	Federal Perkins Loans - Child/Family and Early Intervention Cancellations	84.037	N/A	N/A	N/A	\$280
U.S. Department of Education	Federal Perkins Loans - Teacher Shortage Cancellations	84.037	N/A	N/A	N/A	\$2,310
U.S. Department of Education	Federal Perkins Loans - Death and Disability Cancellations	84.038	N/A	N/A	N/A	\$0

Preparer: Clarice Blades
Phone Number: (985) 549-3816
EIN Number: 72-6000816
DUNS Number: 883227324
Full Accrual Accounting Basis

**STATE OF LOUISIANA
SOUTHEASTERN LOUISIANA UNIVERSITY
SCHEDULE OF NON-STATE SUBRECIPIENTS OF
MAJOR FEDERAL PROGRAMS
For the Year Ended June 30, 2008**

Federal Grantor and CFDA or Other Identifying No.	Award or Subaward Number	Project Number	Major Program Name and Cluster Name, when Applicable	Amount of Major Program Funds Disbursed to Non-State Subrecipient	Non-State Subrecipient	Dept Number
Direct Awards:			<u>Research & Development Cluster</u>			
<u>U.S. Department of the Interior</u>						
15.645	98210-6-G226		Marine Turtle Conservation Fund	4,351	Guanacaste Dry Forest Conservation Fund	53217
15.645	98210-6-G226		Marine Turtle Conservation Fund	1,995	Kutzari	53217
15.645	98210-6-G226		Marine Turtle Conservation Fund	4,351	FUNDECOCODES	53217
15.645	98210-6-G226		Marine Turtle Conservation Fund	3,000	Ashoka Trust for Research in Ecology and the Environment	53217
<u>National Science Foundation</u>						
47.05	ATM-0535377		Geosciences	19,663	University of Alaska Fairbanks	53618
<u>U.S. Environmental Protection Agency</u>						
66.606	X-83262201		Surveys, Studies, Investigations and Special Purpose Grants	19,946	Tulane University	53131
66.606	X-83262201		Surveys, Studies, Investigations and Special Purpose Grants	15,656	The University of Mississippi	53167
66.606	X-83262201		Surveys, Studies, Investigations and Special Purpose Grants	17,817	The University of Louisiana at Lafayette	53169
66.606	X-83262201		Surveys, Studies, Investigations and Special Purpose Grants	17,704	University of South Carolina Research Foundation	53172
66.606	X-83262201		Surveys, Studies, Investigations and Special Purpose Grants	12,598	University of Texas at Arlington	53172
66.606	X-83262201		Surveys, Studies, Investigations and Special Purpose Grants	9,706	University of South Carolina Research Foundation	53173
66.606	X-83262201		Surveys, Studies, Investigations and Special Purpose Grants	9,761	Tulane University	53173
<u>Total Research & Development Cluster</u>				<u>136,548</u>		

Preparer:	<u>Marie Weathersby</u>
Telephone Number:	<u>(985) 549-5588</u>
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EIN Number:	<u>72-6000816</u>
Basis of Accounting:	<u>Full Accrual</u>

STATE OF LOUISIANA
SOUTHEASTERN LOUISIANA UNIVERSITY
SCHEDULE OF STATE AGENCY/UNIVERSITY SUBRECIPIENTS OF
FEDERAL PROGRAMS
For the Year Ended June 30, 2008

Federal Grantor and CFDA or Other Identifying No.	Award or Subaward Number	Project Number	Federal Program Name and Cluster Name, when Applicable	Amount of Federal Program Funds Disbursed to State Agencies or Universities	State Agency or University Subrecipient	Dept Number
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NONE

Preparer:	<u>Marie Weathersby</u>
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Basis of Accounting:	<u>Full Accrual</u>

STATE OF LOUISIANA
SOUTHEASTERN LOUISIANA UNIVERSITY

SCHEDULE OF COOPERATIVE ENDEAVORS
For The Year Ended June 30, 2008

Not Applicable