



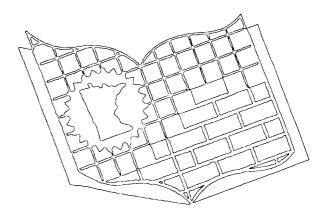
Authority Mission	
Forwarding Letter	
Board Members, Staff & Consultants	
Executive Director's Report	
Colleges & Universities with bond issued outstanding	
Fiscal Year 1998 Audit Report	



The mission of the Minnesota Higher Education Facilities Authority is to assist eligible institutions of higher education in the State of Minnesota in financing their capital needs in an efficient and cost-effective manner.

Within the framework of Minnesota Statutes 136A.25 - 136A.42, the Authority works to assist educational institutions primarily through the issuance of tax-exempt debt obligations on their behalf. The Authority also actively seeks to develop financing programs that may be of benefit to institutions and shall make its staff and technical resources available to institutions whenever the application of those resources may prove beneficial in the development or implementation of institutional debt financing plans. The Authority shall, where appropriate, actively seek to have laws and regulations amended to empower the Authority to provide such assistance. The Authority will also endeavor to inform and update the representative of the institutions on the current regulations and strategies of debt financing.

The Authority shall conduct its activities in strict accordance with all applicable laws and regulations. The Authority will not act as a regulatory body with respect to the internal policies and activities, financial or otherwise, of any educational institution, except as may be required by law and prudent fiscal policy in the course of providing assistance to such educational institutions.





REETINGS

We are pleased to present the Annual Report of the Minnesota Higher Education Facilities Authority for the year ended June 30, 1998, including the financial statements for the year, as audited by PricewaterhouseCoopers LLP. The annual report includes information about the services provided by the Authority to nonprofit institutions of higher education in the State of Minnesota. The primary service provided is financing the capital projects of those colleges and universities with tax-exempt debt issued through the Authority. A critical benefit associated with that service is the monetary savings that are realized by those institutions as a result of the lower interest rates available through Authority tax-exempt financing.

For the second consecutive fiscal year, the Authority in 1998 set a new high mark in terms of the amount of financing provided. The total issuance amount of \$115,630,000 represents the first time in its history the Authority's annual total has been above the \$100 million mark. Information about the specifics of the financing projects completed during the year follows in the report of the Authority's Executive Director.

Taking into account regularly scheduled repayments plus the refunding of \$11,815,000 of prior Authority bonds to take advantage of current low interest rates, the total principal out-

standing for Authority-issued debt rose to \$378,896,082 as of the end of the fiscal year. This growth in total financing underscores the importance of the action of the State Legislature in 1997 to raise the limit on outstanding debt of the Authority from \$350 million to \$500 million.

Throughout the Authority's history, this financing assistance has been provided without cost to the taxpayers of Minnesota. The credit of the State does not back the bonds, either directly or indirectly, and the operating expenses of the Authority are paid from fees associated with the various financings.

The makeup of the membership of the Authority remained unchanged this year, as Governor Carlson reappointed both Jack Amundson and Christopher A. Nelson as Members of the Authority.

With four financings already completed in fiscal 1999, and two additional significant applications in process, it seems clear that the Authority will continue to be an important source of financing to Minnesota's not-for-profit colleges and universities. At the same time, we are confident the combined efforts of the Authority Members, staff and advisors will serve to provide the requested services in an efficient and cost-effective manner.

Respectfully submitted,

Mollie K. Thibodeau, Chair



# **MHEFA BOARD MEMBERS**

Jack Amundson CPA, Partner, Larson, Allen, Weishair & Co., LLP St. Cloud Term Expires January, 2002

Kathryn Balstad Brewer, Ph.D. Researcher and Consultant, New Brighton Term Expires January, 1999

John S. Hoyt, Ph.D., Secretary CEO, Effective Golf Course Systems, Inc. (EGCS) Edina Term Expires January, 2001

Kenneth D. Johnson AIA, Principal/Corporate President, The Stanius Johnson Architects, Inc., Duluth Term Expires January, 2001

David B. Laird, Jr., Ph.D., Ex-officio, Non-voting Member President, Minnesota Private College Council

Tom Martinson Principal, City Planning and Economic Development, Minneapolis Term Expires January, 1999

James R. Miller, Vice Chair Owner and CEO, James Miller Investment Realty Company, St. Paul Term Expires January, 2000

Christopher A. Nelson Attorney at Law, St. Louis Park Term Expires January, 2002

Timothy Medd, Ex-officio Member Audit Supervisor, Minnesota Higher Education Services Office

Mollie N. Thibodeau, Chair CFRE, Fund Raising Consultant, Duluth Term Expires January, 2000

#### **MHEFA STAFF**

J. Luther Anderson, Executive Director Elaine J. Yungerberg, Assistant Executive Director Helen M. Savage, Secretary (Retired on 9/29/98)

#### **BOND COUNSEL**

Faegre and Benson (Marianne Remedios), Minneapolis

#### FISCAL ADVISORS

Springsted Incorporated (Barry Fick), St. Paul

# INDEPENDENT ACCOUNTANTS

PricewaterhouseCoopers LLP, Minneapolis



Fiscal year 1998 marked the first time the Authority has issued more than \$100 million in debt. A combination of an attractive interest rate environment plus ambitious campus betterment plans by a number of institutions contributed to the record amount of financing. Several of the financings had unique characteristics, as well. A brief summary of the financings completed during the year follows.

## **New Financings**

The University of St. Thomas was the borrower for the first financing completed in fiscal 1998. Their \$21,680,000 bond offering (Series Four-M) settled in early July, 1997. The bond proceeds were used for the construction, furnishing and equipping of a new 345-bed residence hall, a parking ramp beneath the residence hall and construction of a commons building which connects the new residence to two existing residence halls. The new facility has apartment-style rooms intended for upperclass and graduate students. An additional portion of the total cost of the project was financed later in the year on a variable-rate basis (See discussion of Series Four-O below).

A bond issue in the amount of \$29,850,000 (Series Four-L) was completed later in July on behalf of St. John's University. This was a multi-purpose issue. Major components included construction of a new Biology Sciences Building and renovation of the existing Science Center; Athletic Complex improvements including stadium and gymnasium renovations, a new running track and a new fieldhouse; student housing in the form of three new duplex units

to house 36 students plus renovation of Benet Hall; other renovation and infrastructure improvements; and the refinancing of two prior Authority issues (Series Two-W and Three-H).

In September, Series Four-O, in the amount of \$10,800,000 was completed for the University of St. Thomas, in the form of variable-rate demand bonds ("VRDB's"). This financing was for two purposes: \$6.6 million was for refinancing the VRDB's issued in 1996 as Series Four-A2 for a portion of the cost of the University's new Science Center. The remaining \$4 million was for a portion of the cost of the new residence facility described earlier (see Series Four-M). Credit and liquidity support for the variable-rate bonds was supplied by Allied Irish Banks.

Yet another financing for the University of St. Thomas was completed in December in the form of \$15,435,000 of fixed-rate bonds (Series Four-P). The purpose of the financing was construction and equipping of the second building of the University's downtown Minneapolis campus, to be named Opus Hall, and for a skyway connection to the first building. Opus Hall will be part of a unique redevelopment project which will also include a public elementary and secondary magnet school constructed and operated by nine school districts including Minneapolis and eight suburban districts. Both facilities will be built on air rights over a belowgrade public parking ramp constructed and owned by the City of Minneapolis as part of the overall project.



St. Olaf College was the borrower for a \$15,000,000 bond issue (Series Four-R) which was closed in May. A conventional long-term fixed-rate issue sold by competitive sale, the issue was primarily for the purpose of financing a portion of the cost associated with the College's new community center, to be named Buntrock Commons. The major portion of the cost of that project will come from a gift from the Buntrock family. In addition, proceeds of the Series Four-R bonds will be applied to the cost of a new electrical generator, computer hardware and software and other smaller projects.

Fiscal 1998's last financing was perhaps its most complex, a \$22,865,000 multi-mode financing (Series Four-S) for Bethel College, which closed in June. Another multi-purpose issue, Series Four-S proceeds were used for construction of a new 275-bed residence hall; classroom and office additions to the Fine Arts Center and expansion of chemistry lab space; upgrade of campus telecommunications infrastructure; a new baseball field; parking expansion and improvements; acquisition of an existing building to house the College's Development Office and Continuing Studies Offices; and refinancing of the Authority's Series W bonds plus a previous private borrowing of the College. The issue is secured by a letter of credit from Allied Irish Banks. Initially, \$10.495 million of the bonds are in a weekly variable mode, and the remainder in an "adjustable long mode", priced initially for periods ranging from two to 21 years.

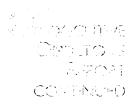
With fiscal 1998 barely completed, the Authority closed on three additional financings in July, 1998: a \$4,602,000 equipment lease for Gustavus Adolphus College, a two-series financing for Macalester College totalling \$22,345,000, and a \$25,430,000 issue for the College of St. Benedict. Clearly, fiscal 1999 will be another busy year of financing for the Authority, as favorable interest rates continue to make both new financings and refundings an attractive option.

## **Other Developments**

The continued high level of financing activity has made it possible for the Authority to continue its recent practice of reductions of the annual administrative fees associated with each issue. Aimed at a break-even operating budget, this policy made it possible to reduce all fees by 40% for fiscal 1998, and for the new fiscal year the reduction will be 50%. Although future reductions cannot be guaranteed, the Authority is pleased for now to be able to make its financing services even more affordable to the colleges and universities it serves.

The Authority continues to function as dissemination agent for SEC reporting for those institutions wishing to take advantage of this service. The Authority assists the borrower to fulfill their obligations for annual financial and operational reporting under SEC rule 15c2-12. The group of borrowers subject to the rule continues to grow (all public issues after June 30, 1995). As the group of national repositories continues to change, the rationale for having a central dissemination point has been borne out.

Continued on page 8



The Authority moved the site of its annual conference to the Sheraton Midway Hotel in 1998. Both the facility and the program met with a warm reception. The conference provides a chance for Authority clients, Members and finance professionals to spend a day sharing information on the latest developments and opportunities in the area of campus facilities and financing thereof.

No discussion of Minnesota college facilities during 1998 could fail to take note of the traumatic events of March 29, when a mammoth tornado devastated the campus of Gustavus Adolphus College. Despite millions of dollars of damage, the campus community rallied in a marvelous way to restore the campus to useability within three weeks, and by fall 1998 the campus sparkled like new for a record incoming first-year class. The Authority was

pleased to assist in a small way by expediting an equipment lease transaction in July, and expects to complete a financing in early November for two projects, renovation of the campus center and new student housing, both of which were put on a faster track by the storm.

The Authority looks forward to another busy year of providing assistance to Minnesota's nonprofit colleges and universities in meeting their financing needs. The higher level of activity experienced in fiscal year 1998 was handled smoothly, but only with the concerted efforts of the borrowers, the Authority's legal and fiscal advisors, its staff and Members, plus the various members of the public finance community who participate in the financings. With that same level of expertise and commitment, we are confident the challenges brought to the table in 1999 will also be met.

I. Euther Anderson,

Executive Director

Colleges AND Universities With Bond Issues Outstanding:

UGSBURG COLLEGE is a private, four-year, liberal arts college located in Minneapolis at the center of the Twin Cities metropolitan area. The College was founded in 1869 and is affiliated with the Evangelical Lutheran Church in America.

- Series A issued December, 1972 in the amount of \$2,200,000. The proceeds were used for the construction of a student residence facility to house approximately 312 students.
- Series Three-G issued May, 1992 in the amount of \$9,645,000. A portion of the proceeds of this bond issue were used to partially finance the construction and furnishing of a new student residence facility on the College's campus. The remaining portion of the proceeds were used to refinance a note originally issued to finance a portion of the Foss, Lobeck, Miles Center.
- Series Four F-1 in the amount of \$7,700,000 and Series Four-F2 in the amount of \$4,140,000, issued May, 1996. A portion of the proceeds of the bonds financed the acquisition, construction, and furnishing of the new 75,000 square foot James G. Lindell Family Library. In addition, a portion of the proceeds of the bond issue financed the acquisition and installation of various types of energy management equipment and also funded the refinancing of two previous Authority bond issues, Series Two-Z and Series Three-P.

Christian liberal arts college offering bachelor's degrees in 57 majors. Bethel's wooded, lakeside campus is located 15 minutes from downtown St. Paul and Minneapolis in suburban Arden Hills.

■ Series W issued August, 1978 in the amount of \$2,360,000. The proceeds were used to construct two student housing residences to accommodate 282 students.

Bonds issued June, 1998 in the amount of \$22,865,000. The proceeds were used for the following: construction of a new residence hall with approximately 275 beds; additions to the Fine Arts Center, composed of classrooms, offices and the expansion of chemistry laboratories; remodeling of spaces in various campus buildings to accommodate relocations associated with the additions to the Fine Arts Center; upgrade of campus wiring network and electronics infrastructure; construction of a baseball field; and parking expansion and improvements.

CARLETON COLLEGE is a coeducational, residential, liberal arts college located in Northfield, Minnesota. Carleton was chartered in December, 1866.

- Series T issued December, 1977 in the amount of \$2,385,000. The proceeds were used to remodel the Sayles Hill Gymnasium and two academic buildings for the humanities and social sciences departments.
- Series Three-L1, Series Three-L2, Series Three-L3 issued October, 1992 in the amount of \$24,300,000. The proceeds of these issues were used to finance a portion of several new construction, remodeling and equipment acquisition projects, including appurtenant site improvements and a new telecommunications system.
- Series Four-N issued June, 1997 in the amount of \$24,440,000. The net proceeds of this bond issue and additional funds of the College were used to construct and furnish a recreation center and a student dining hall, install a chiller and related piping, and install an administrative and bookstore computer system. Also, a portion of the proceeds were used to finance the renovation of Gudd Hall, Goodhue Dining Hall, and Evens Hall.

COLLEGES
AND
UNIVERSITIES
VAITH
BOND
ESSUES
OUTSTANDING:
CONTINUED

OLLEGE OF SAINT BENEDICT is a Catholic liberal arts college for women founded by Benedictine monastic women in 1887. Academic and social programs are carried out in cooperation with nearby Saint John's University for men allowing student access to the faculties and facilities of both campuses.

- Series J issued July, 1974 in the amount of \$370,000. The proceeds were used for the construction and furnishing of a campus center.
- Series Two-U issued September, 1989 in the amount of \$1,680,000. A portion of the proceeds were used to redeem the outstanding Series N bonds. The remaining portion of the proceeds were used to finance the renovation of East Apartments and renovate the first and fourth floors of St. Gertrude Hall.
- Series Three-W issued March, 1994 in the amount of \$17,475,000. A portion of the proceeds of this bond issue were used to refund Series Two-Q bonds and Series Three-D bond issues. The remaining portion of the proceeds financed the acquisition, construction, and furnishing of a three-story, 242-bed residence hall on a 2.35-acre site on the campus of the College.
- Series Four-G issued July, 1996 in the amount of \$3,000,000. The net proceeds of this bond issue were used to finance the construction and furnishing of a residence hall to house approximately 120 students.

OLLEGE OF ST. CATHERINE is a Catholic, liberal arts college founded in 1905 by the Sisters of St. Joseph of Carondelet. The College offers its programs on two campuses, one in St. Paul and one in Minneapolis. Although the combined resources of the two campuses allow for the development of cooperative programs, each campus maintains its institutional integrity.

January, 1993 in the amount of \$9,205,000. The proceeds of the bonds, together with other funds available to the College, were used to provide for the construction and furnishing of a sports facility (including gym and pool) to be located on the St. Paul campus. The remaining proceeds of this bond issue were used for various remodeling and construction projects in the Arts Building, Mendel Hall and St. Joseph Hall on the St. Paul campus and in the Education Building and Old Main, both located on the Minneapolis campus.

COLLEGE OF ST. SCHOLASTICA is a coeducational, liberal arts Benedictine college located in Duluth, Minnesota. The College was founded in 1912, and offers a variety of undergraduate and graduate programs.

- Series H issued June, 1974 in the amount of \$340,000. The proceeds were used to fund the Pine Apartment Building, which can house a total of 46 students.
- Series Two-T issued June, 1989 in the amount of \$5,105,000. The proceeds were used to construct and furnish student residence facilities; construct and equip garage stalls for campus grounds equipment; renovate and equip office and classroom space in Tower Hall; and acquire and install a new campus telephone and computer system.
- Series Three-E issued June, 1991 in the amount of \$3,400,000. Proceeds of this bond issue were used for the expansion and renovation of the Auditorium and Student Union, construction of an addition to Tower Hall, and renovation and expansion of the College's theater facility.
- Series Three-N issued March, 1993 in the amount of \$3,695,000. Proceeds of this bond issue were used for the expansion and conversion of the campus steam plant and an

Solleges
AND
Universities
WITH
BOND
ISSUES
OUTSTANDING:
CONTINUED

- approximate 25,000 square foot addition to Somers Hall consisting of a three-story wing, housing approximately 100 students in suitestyle arrangements.
- Series Four-E issued May, 1996 in the amount of \$2,000,000. The proceeds of this bond issue were used to finance the construction of an approximately 28,300 square foot addition to and related remodeling and equipping of the existing Science Building.

OLLEGE OF VISUAL ARTS is a four-year, liberal arts college emphasizing the visual arts. The College is located in St. Paul.

■ Series Three-X issued March, 1994 in the amount of \$350,000. The proceeds of this issue were used to finance the acquisition and improvement of a multi-unit building at 173-175 Western Avenue and 385 Selby Avenue, St. Paul, Minnesota, to be owned and operated as classroom and studio facilities by the College. Proceeds of the issue were also used to refinance a bank loan.

ONCORDIA COLLEGE - MOORHEAD is a four-year, liberal arts college of the Evangelical Lutheran Church in America. The College was founded in 1891 and is located within the residential section of Moorhead, Minnesota.

■ Series Two-Y issued July, 1990 in the amount of \$3,800,000. Proceeds of this bond issue were used for renovation of the College's field house; construction of a bell tower and improvements to the central campus mall; remodeling third and fourth floors of the Carl B. Ylvisiker Library; expansion and upgrading of the College's electrical system; installing central air conditioning to service a large section of campus; and construction of tennis courts and parking lots.

- Series Three-U issued August, 1993 in the amount of \$6,420,000. The proceeds were used to refinance Bond Series Z and Series Two-F.
- Series Four-B issued October, 1995 in the amount of \$3,300,000. The proceeds of this bond issue were used to partially finance the renovation and refurbishing of the Park Region Residence Hall and connect the Park Region Hall to the central heating and cooling system of the College.

USTAVUS ADOLPHUS COLLEGE is a residential, four-year, liberal arts college with a Swedish and Lutheran heritage. It was founded in 1862 and was given its name to honor the Swedish king who defended Protestantism during the Thirty Years War. The College is located in St. Peter, Minnesota.

- Series Three-V issued August, 1993 in the amount of \$622,189. This issue was a lease equipment financing to finance the acquisition and installation of telephone communication equipment, various audio-visual equipment and photocopying machines.
- Series Four-H issued August, 1996 in the amount of \$6,135,000. A portion of this bond issue was used to finance the acquisition and installation of an administrative computer system. A larger portion of the bond issue was used to refund the Series Three-B, Series Two-V and Series Two-N bond issues.

Paul, was founded in 1854 and is affiliated with the United Methodist Church. The University is composed of an undergraduate college, the Hamline University School of Law, graduate programs, and a continuing professional studies division.

Olleges
And
Universities
With
Bond
Issues
Outstanding:
Continued

- Series Four-I issued September, 1996 in the amount of \$17,500,000. A portion of the proceeds of this issue were used to finance the construction and furnishing of an addition to the Law and Graduate School building. The bond issue proceeds also were used to partially finance the construction of the field house, site acquisition and construction of some campus parking and renovation of computer offices and equipment rooms. The proceeds of this bond issue also financed the refunding of two previous issues, Series Three-A and Series Three-K.
- Series Four-K issued April, 1997 in the amount of \$625,000. This issue was a lease financing for the acquisition and installation of telecommunications equipment to be installed on the campus of the University.

ACALESTER COLLEGE is a four-year, coeducational, undergraduate, residential, liberal arts college located in St. Paul, Minnesota. The college was founded in 1874 and is affiliated with the Presbyterian Church (U.S.A.)

- Series Three-J issued June, 1992 in the amount of \$15,670,000. A portion of the net proceeds of the bonds were used to redeem the Series Two-J bonds. The remaining proceeds of the bonds were used to finance various renovations and improvements on the campus.
- ☐ Series Three-Z issued September, 1994 in the amount of \$6,660,000. The proceeds of this bond issue were used for the expansion of the College athletic fields and other renovations on the campus.
- Series Four-C issued November, 1995 in the amount of \$11,245,000. The net proceeds of this bond issue, together with funds of the College, were used to renovate Rice Hall and Olin Hall, to demolish the existing connection between the two Halls and to construct an enlarged connection that integrates the two Halls into a single science and math facility.

Series Four-J issued May, 1997 in the amount of \$11,000,000. Proceeds of this bond issue were used to finance a portion of the construction of a 113-bed residence hall, the expansion of Wallace and Bigelow Halls, and the acquisition and installation of a boiler, central chiller, heating oil tank, and related infrastructure.

INNEAPOLIS COLLEGE OF ART AND DESIGN was established in 1886 and is a private, fully accredited, four-year college located just south of downtown Minneapolis. The curriculum is structured with studio emphasis and a liberal arts core.

- Series Two-K issued December, 1985 in the amount of \$830,000. The proceeds were used for constructing and furnishing a bookstore, student gallery and artist work space. The project also included remodeling the main College building and purchasing equipment for the computer lab.
- Series Three-S issued July, 1993 in the amount of \$225,000. The proceeds were used to refinance a Contract for Deed in the acquisition of a four-plex apartment building at 200-204 East 26th Street and a four-plex apartment building at 206-210 East 26th Street, both to be owned and operated by the College as student housing facilities.
- Series Three-Y issued June, 1994 in the amount of \$1,612,000. The proceeds were used to finance the construction and equipping of an approximately 13,500 square foot addition to the College's main building. The addition will be used for studio and other educational purposes.

OLLEGES
AND
UNIVERSITIES
WITH
BOND
ISSUES
OUTSTANDING:
CONTINUED

# ORMANDALE COMMUNITY

COLLEGE is a two-year, public institution located in Bloomington and is operated under the Board of Trustees of the Minnesota State Colleges and Universities.

Series Four-D issued September, 1995 in the amount of \$800,000. The proceeds of this bond issue were used to finance the construction of two parking lots for approximately 245 additional spaces and related roadway and site improvements on the campus of the College.

ORTHWESTERN COLLEGE OF CHIROPRACTIC was founded in 1941 and offers a pre-professional and professional program for a Doctor of Chiropractic degree. Students must have completed two academic years of college coursework to gain admission to Northwestern. The College is located in Bloomington, Minnesota.

Series Two-X issued September, 1990 in the amount of \$5,155,000. Proceeds of this bond issue were used to refinance a contract for deed for the land and buildings that now constitutes the main campus of the College; construction and furnishing the Center for Clinical Studies; refurbishing the College's auditorium; and, acquiring, remodeling and furnishing an outpatient teaching clinic.

Catholic, liberal arts college for men which offers its academic and extracurricular program in conjunction with nearby College of Saint Benedict, which is a Catholic, liberal arts college for women. Founded in 1857, Saint John's is located in Collegeville, Minnesota, and is operated by Benedictine monastic men of Saint John's Abbey.

Series Four-L issued July, 1997 in the amount of \$29,850,000. The proceeds were used for the following: Athletic Complex; Biology

Sciences Building; Science Center renovation; infrastructure improvements, Vincent Court (three new duplexes to provide housing for 36 students); renovation of Benet Hall and Luke and Wimmer Hall, and roofing replacement for various buildings. The net proceeds will also be used in part to finance (i) the current refunding Series Two-W, and (ii) the advance refunding Series Three-H.

MINNESOTA, formerly Saint Mary's College, is a four-year, coeducational, residential, liberal arts institution. It was founded in 1912 and is administered by the Christian Brothers. In addition to the original undergraduate campus located in Winona, Minnesota, Saint Mary's maintains graduate school centers in Minneapolis and Rochester.

Series Three-Q issued June, 1993 in the amount of \$12,535,000. A portion of the net proceeds of this bond issue were used to refund Series C, Series 1976-2, Series Two-M, and Series Three-F. The remaining portion of the proceeds of the Series Three-Q bonds financed the construction and furnishing of a recreational facility on the University's Winona campus.

T. OLAF COLLEGE is a four-year liberal arts college located in Northfield, Minnesota. It was founded in 1874 and is associated with the Evangelical Lutheran Church in America. Saint Olaf has academic standards and traditions rooted in the rich heritage of the region's Scandinavian pioneers.

Series Four-R issued May, 1998 in the amount of \$15,000,000. The proceeds were used for the following: Certain costs related to the construction of Buntrock Commons Building, electrical generator, academic and administrative computers, payroll system hardware and software, classroom renovation, and, residence hall furniture.

OLLEGES
AND
UNIVERSITIES
WITH
BOIND
ISSUES
OUTSTANDING:
CONTINUED

CUNIVERSITY OF ST.THOMAS was founded in 1885 by Archbishop John Ireland and is a coeducational, liberal arts university. The main campus is located in St. Paul and the center for graduate studies of the University is located in downtown Minneapolis.

- Series Three-C issued March, 1991 in the amount of \$24,405,000. The proceeds of this bond issue were used for the acquisition of land and construction of an educational facility, which is the principal structure of the University's downtown Minneapolis campus.
- Series Three-I issued April, 1992 in the amount of \$10,200,000. The net proceeds of the bond issue were used for the purchase and installation of a new telecommunication system; the purchase, replacement and upgrading of two of the three boilers at the St. Paul campus; and an expansion of the physical plant headquarters facility on the St. Paul campus.
- Series Three-R1 and Three-R2 issued June, 1993 in the amount of \$46,000,000. The Series Three-R1 Bonds for \$22,985,000 were issued to refund outstanding maturities of prior bond issues: Series U, Series X, Series Two-I, Series Two-O, and Series Two-S. The Series Three-R2 Bonds for \$23,015,000 were issued to refund a portion of the Authority's Mortgage Revenue Bonds, Series Three-C issued on behalf of the University. Not included in the refunding are two term bonds due September 1, 2015 and September 1, 2016.
- Series Four-A1 and Four-A2 issued March, 1996 in the amount of \$18,245,000. Series Four-A1 bonds were issued as Revenue Bonds in the amount of \$11,645,000 and Series Four-A2 were issued as Variable Rate Demand Revenue Bonds in the amount of \$6,600,000. The proceeds of these issues were used to partially finance the construction and equipping of an approximately 195,000 square foot science and engineering center on the St. Paul campus of the University. The project will be

- home to the undergraduate department of science, math, computing science and engineering, and the Graduate School of Applied Science and Engineering.
- Series Four-M issued July, 1997 in the amount of \$21,680,000. The proceeds of this bond issue were used together with proceeds of the Series Four-O Variable Rate Bonds and University funds to finance the construction, furnishing and equipping of a new approximately 345-bed residence hall, an approximately 339-stall parking ramp beneath the residence hall, 69 surface parking stalls adjacent to the residence hall, a commons building connecting Brady Hall and Dowling Hall for administrative and office space and recreational facilities and related improvements to connecting areas of Brady and Dowling Halls, a skyway connection between the commons building and the residence hall and related site improvements.
- Series Four-O (Variable Rate Demand Revenue Bonds) issued September, 1997 in the amount of \$10,800,000. The proceeds of this bond issue were used together with proceeds of the Series Four-M bond issue and University funds to finance the construction, furnishing and equipping of the residence hall, and parking ramp as described in Series Four-M. A portion of the proceeds of the Bonds, together with University funds, were used to finance the current refunding of the Variable Rate Demand Revenue Bonds, Series Four-A2.
- Series Four-P issued December, 1997 in the amount of \$15,435,000. The proceeds were used to finance the acquisition, construction and equipping of Opus Hall, an approximately 98,200 square foot facility to be used for a library, offices, and classrooms as well as a skyway connection to the University's existing facility on its Minneapolis campus.



ERMILION COMMUNITY COLLEGE located in Ely, Minnesota, was established in 1922 as Ely Junior College and became a part of the Minnesota statewide system of community colleges in 1964. The College offers one- and two-year degrees in several programs and emphasizes career training in natural resource and environmental programs.

- ☐ Series Two-P issued November, 1987 in the amount of \$1,300,000. The proceeds were used to construct and furnish a residence hall on the College campus. The residence hall will accommodate approximately 144 students.
- ☐ Series Three-T issued July, 1993 in the amount of \$950,000. The proceeds were used to finance the acquisition, installation, and equipping of eleven manufactured duplex housing units, including related site improvements. These units will house approximately 80 students on the campus of the College.

is a private, independent law school. It is accredited by the American Bar Association and is a member of the American Association of Law Schools. William Mitchell was created in 1958 through successive mergers of several Twin Cities law schools. In 1976, the College moved to its present campus on Summit Avenue in St. Paul.

Series Three-O issued June, 1993 in the amount of \$2,000,000. The net proceeds of the bonds were used to refinance the Series Two-R bonds.



# To the Executive Director and Members of the Minnesota Higher Education Facilities Authority:

In our opinion, the accompanying balance sheet and the related statements of revenues. expenses and changes in fund balances and of cash flows present fairly, in all material respects, the financial position of Minnesota Higher Education Facilities Authority at June 30, 1998 and 1997, and the results of its operations and its cash flows for the years then ended, in conformity with generally accepted accounting principles. These financial statements are the responsibility of the Authority's management; our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits of these statements in accordance with generally accepted auditing standards which require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for the opinion expressed above.

Tricewaterhouse Coopers LLP

August 20, 1998

INNESOTA
HIGHER
EDUCATION
FACILITIES
AUTHORITY
BALANCE SHEET
JUNE 30, 1998
AND 1997

	General Operating Fund Unrestricted Restricted		Genera Reserve			
	1998	1997	1998	1997	1998	1997
Assets						
Cash and cash equivalents	\$820,925	\$553,294	\$61,768,847	\$16,024,534	\$145,026	\$228,540
Investments, at market	1,260,729	1,238,530	48,291,019	38,457,987	237,182	780,427
Accrued interest receivable	23,494	23,104	1,240,239	570,437	4,475	13,544
Financing agreements:						
Rentals receivable,						
financing leases	_	_	3,429,399	6,951,239	_	-
Loans receivable	_	_	263,853,735	226,655,203	_	-
Reserve deposits to						
General Bond Reserve	_	_	68,744	220,048 -		-
Furniture and equipment						
(less accumulated depreciation						
of \$66,805 in 1998 and \$62,346						
in 1997)	16,871	16,208	_	_	_	_
Other	3,430	2,021	_	_	<del></del>	_
TOTAL ASSETS	\$2,125,449	\$1,833,157	\$378 65   983	\$288,879,448	\$386,683	\$1,022,511
Liabilities: Accounts payable and other						
accrued liabilities Unearned administrative	34,059	25 722				
l Inearned administrative		35,722	_		_	-
			_	_	_	-
fee income	-	35,722 28,909	-	-	-	-
fee income Deposits	_ 223,300		- - -	- - -	-	- - -
fee income Deposits Revenue bonds and other debt obligations (less unamortized	_ 223,300		- - -	- - -	- - -	- - -
fee income Deposits Revenue bonds and other debt obligations (less unamortized discount of \$4,701,172 in 1998	_ 223,300 _		- - - 374 194 910	- - - 285 294 769	-	
fee income Deposits Revenue bonds and other debt obligations (less unamortized discount of \$4,701,172 in 1998 and \$3,020,328 in 1997)	_ 223,300 _ _		- - 374,194,910 4 457 073	- - - 285,294,269	-	-
fee income Deposits Revenue bonds and other debt obligations (less unamortized discount of \$4,701,172 in 1998 and \$3,020,328 in 1997) Accrued interest payable	_ 223,300 _ _ _		- - 374,194,910 4,457,073	285,294,269 3,585,179	-	-
fee income Deposits Revenue bonds and other debt obligations (less unamortized discount of \$4,701,172 in 1998 and \$3,020,328 in 1997) Accrued interest payable Reserve deposits from restricted	_ 223,300 _ _ _				- - -	-
fee income Deposits Revenue bonds and other debt obligations (less unamortized discount of \$4,701,172 in 1998 and \$3,020,328 in 1997) Accrued interest payable Reserve deposits from restricted assets of General	_ 223,300 _ _ _				- - - - -	- - - - -
fee income Deposits Revenue bonds and other debt obligations (less unamortized discount of \$4,701,172 in 1998 and \$3,020,328 in 1997) Accrued interest payable Reserve deposits from restricted assets of General Operating Fund	-	28,909	4,457,073 -	3,585,179	- - - - 68,744 \$68,744	
fee income Deposits Revenue bonds and other debt obligations (less unamortized discount of \$4,701,172 in 1998 and \$3,020,328 in 1997) Accrued interest payable Reserve deposits from restricted assets of General		28,909	4,457,073 -		- - - - - 68,744 \$68,744	
fee income Deposits Revenue bonds and other debt obligations (less unamortized discount of \$4,701,172 in 1998 and \$3,020,328 in 1997) Accrued interest payable Reserve deposits from restricted assets of General Operating Fund	-	28,909	4,457,073 -	3,585,179		
fee income Deposits Revenue bonds and other debt obligations (less unamortized discount of \$4,701,172 in 1998 and \$3,020,328 in 1997) Accrued interest payable Reserve deposits from restricted assets of General Operating Fund TOTAL LIABILITIES	-	28,909	4,457,073 -	3,585,179		
fee income Deposits Revenue bonds and other debt obligations (less unamortized discount of \$4,701,172 in 1998 and \$3,020,328 in 1997) Accrued interest payable Reserve deposits from restricted assets of General Operating Fund TOTAL LIABILITIES Fund balances:	- - \$257,359	28,909 - - - - \$64,631	4,457,073 -	3,585,179		220,048 \$220,048
fee income Deposits Revenue bonds and other debt obligations (less unamortized discount of \$4,701,172 in 1998 and \$3,020,328 in 1997) Accrued interest payable Reserve deposits from restricted assets of General Operating Fund TOTAL LIABILITIES Fund balances: Unappropriated	- - \$257,359	28,909 - - - - \$64,631	4,457,073 -	3,585,179	\$68,744 -	\$220,048 -

INNESOTA
HIGHER
EDUCATION
FACILITIES
AUTHORITY
STATEMENT OF
REVENUES,
EXPENSES AND
CHANGES IN
FUND BALANCES
FOR THE
YEARS ENDED
JUNE 30, 1998
AND 1997

	G Unresti	ENERAL OPERA	ating Fund Restricted		Generai Reserve	
	1998	1997	1998	1997	1998	1997
REVENUES:						
Annual administrative fees	\$ 289,721	\$ 277,808	-	_	<del>-</del>	_
Interest income	98,466	90,485	\$ 3,896,473	\$ 2,319,115	\$ 48,885	\$ 70,130
Realized and unrealized						
investment gains (losses)	22,199	15,402	942,657	(428,034)	2,774	1,175
Other income	1,200	2,000	_	-	-	_
Revenues from institutions to						
finance interest expense		<del>-</del>	14,330,033	12,852,544	_	_
TOTAL REVENUES	411,586	385,695	19,169,163	14,743,625	51,659	71,305
EXPENSES:						
Payroll, payroll taxes and						
employee benefits	201,963	189,197	_	_	_	_
Rent expense	38,649	36,453	_	_	_	_
Legal, audit and consulting expense	e 28,795	30,770	_	_	_	***
Other general and						
administrative expenses	42,615	45,121	-	_	_	_
Interest expense and bond discou	nt					
amortization	_	_	19,169,163	14,743,625	<del></del>	_
TOTAL EXPENSES	312,022	301,541	19,169,163	14,743,625	_	-
Excess of revenues over expenses	99,564	84,154			51,659	71,305
Fund balances at beginning of year	1,768,526	1,684,372	_	_	802,463	1,046,686
Distribution of pro rata share of		1,001,572			002,103	1,0 10,000
fund earnings upon final redemption of Series H, F, W, and Y in fiscal	JH					
1998 and Series B, D, M and R						
in fiscal 1997	-		_	· inde	(536,183)	(315,528)
FUND BALANCES AT						
END OF YEAR	\$1,868,090	\$1,768,526	-	-	\$ 317,939	\$ 802,463

INNESOTA HIGHER EDUCATION FACILITIES AUTHORITY STATEMENT OF CASH FLOWS
Increase (Decrease) in Cash and Cash Equivalents FOR THE YEARS ENDED JUNE 30, 1998 AND 1997

		General Operating Fund Unrestricted Restricted				al Bond e Fund
	1998	1997	1998	1997	1998	1997
CASH FLOWS FROM OPERATING						
Excess of revenues over expenses	\$ 99,564	\$ 84,154	_	_	\$ 51,659	\$ 71,305
Adjustments to reconcile excess						
of revenues over expenses						
to net cash flows provided by						
(used in) operating activities:						
Noncash items:						
Unrealized investment						
(gains) losses	(22,199)	(15,402)	\$ (505,614)	\$ 646,851	(827)	(1,175)
Depreciation	5,914	8,237	_	_	_	· _
Gain on sale of furniture and						
equipment	(200)	_	_	_	_	_
Amortization of bond discount	_	_	449,393	298,771	_	_
Changes in assets and liabilities:						
Accrued interest receivable	(390)	(7,196)	(643,221)	(117,975)	9,069	(5,002)
Other assets	(1,409)	(996)	_	_	<u>-</u>	
Accounts payable and other						
accrued liabilities	(1,663)	(5,518)	_	_	-	-
Unearned administrative fees	(28,909)	28,909	_	_	_	_
Deposits	223,300	_	_	_	_	
Nonoperating items:						
Interest income and realized						
investment gains	(98,466)	(90,485)	(4,333,516)	(2,537,932)	(50,832)	(70,130)
Interest expense	_	_	18,719,770	14,444,854	_	
Other operating cash flows:						
Repayment of General Bond						
Reserve deposits	_		151,304	69,725	(151,304)	(69,725)
Collection of financing agreement	ts					
receivable		_	948,766	10,113,345	_	-
Funds disbursed to institutions			(34,625,458)	(44,493,018)		
Net cash provided by (used in)						
operating activities	175,542	1,703	(19,838,576)	(21,575,379)	(142,235)	(74,727)
CASH FLOWS FROM FINANCING	ACTIVITIES:					
Investments in furniture and	THE HATTIES.					
equipment	(6,577)	(1,367)		_	_	
Proceeds from the sale of	(0,577)	(1,507)				
furniture and equipment	200	-	_	_	_	_
Proceeds from revenue bonds	200					
and other debt issues	_	_	113,499,763	61,783,062	_	
Repayment of revenue bonds				0.1, 00,002		
and other debt principal	_	_	(25,048,515)	(23,429,202)	_	
Interest payments	_	_	(17,847,876)	(14,222,684)	_	
Net cash (used in) provided by			<u> </u>			
financing activities	(6,377)	(1,367)	70,603,372	24,131,176	_	-
-	(-,-,-)	(1,501)	,			

HIGHER EDUCATION FACILITIES AUTHORITY STATEMENT OF		Ge Unrestri	ENERAL OPER CTED	ating Fund Restric	TED	Genera Reserve	
Cash Flows		1998	1997	1998	1997	1998	1997
CONTINUED  NICREASE (DECREASE) IN CASH AND	Purchase of investments  Distribution of pro rata share	ACTIVITIES: \$155,000 (155,000)	\$153,003 (502,754)	\$16,387,717 (25,741,716)	\$54,132,609 (59,565,804)	\$755,111 (211,039)	\$266,474 (420,359)
CASH EQUIVALENTS	of fund earnings on final redemption of bonds Interest income and realized	_	-	-		(536,183)	(315,528)
FOR THE	investment gains	98,466	90,485	4,333,516	2,537,932	50,832	70,130
YEARS ENDFD JUNE 30, 1998 AND 1997	Net cash provided by (used in) investing activities	98,466	(259,266)	(5,020,483)	(2,895,263)	58,721	(399,283)
	Net increase (decrease) in cash and cash equivalents	267,631	(258,930)	45,744,313	(339,466)	(83,514)	(474,010)
	Cash and cash equivalents at beginning of year	553,294	812,224	16,024,534	16,364,000	228,540	702,550
	Cash and cash equivalents at end of year	\$820,925	\$553,294	\$61,768,847	\$16,024,534	\$145,026	\$ 228,540

INNESOTA
HIGHER
EDUCATION
FACILITIES
AUTHORITY
NOTE TO
FINANCIAL
STATEMENTS

# I. Authorizing Legislation and Funds: Authorizing Legislation:

The Minnesota Higher Education Facilities Authority (the Authority) is a state agency created to assist nonprofit institutions of higher education in financing the construction of educational facilities. During the year ended June 30, 1998, the Authority was authorized to have a maximum of \$500 million of revenue bonds outstanding. During the year ended June 30, 1997, the Authority was authorized to have a maximum of \$350 million of revenue bonds outstanding. Bonds issued by the Authority are payable only from specified revenues and collateral and do not constitute a debt of the State of Minnesota.

#### Funds:

The following describes the funds maintained by the Authority, all of which conform with the authorizing legislation, bond resolutions and trust indentures:

# **General Operating Fund:**

The unrestricted revenues of the General Operating Fund consist principally of annual administrative fees paid by the participating institutions. While the annual administrative fee rate for new bond issues has changed periodically, the fee rate remains constant for the life of the bonds, with the exception of fee reductions for operating reserve stabilization purposes. The annual fee structure is as follows: Bonds issued from December 1971 to September 1975 are charged .125% of original balance of the bonds; bonds issued from October 1975 to December 1989 are charged .2% of the original balance of the bonds; bonds issued from January 1990 to present are charged .125% of the outstanding balance of the bonds. In an effort to stabilize its unrestricted General Operating Fund balance, the Authority periodically evaluates the administrative fees charged to participating institutions. For the years ended June 30, 1998 and 1997, the Authority required participating institutions to pay 60% and 70%, respectively, of the contractual administrative fees. In May 1998, the Authority determined that participating institutions will be required to pay 50% of the contractual administrative fees during the year ended June 30, 1999.

General and administrative expenses of the Authority are paid from unrestricted assets. Assets arising from financing activities, including debt service reserves and assets in the General Bond Reserve Fund, are appropriated for the purposes specified in the trust indentures and cannot be used to pay the operating expenses of the Authority.

The restricted assets of the General Operating Fund consist of capitalized financing leases and loans receivable. Separate trust accounts are maintained to account for the proceeds of each bond issue, to receive rental and loan payments, and to accumulate the required reserves and sinking funds stipulated in the related trust indentures.

Proceeds of the bonds are held by trustees and invested in specified securities until withdrawn for payment of construction costs or debt service.

Under the terms of each net lease or loan agreement, the participating institution leases the project from the Authority or makes loan repayments over the life of the bond issue. The agreements define rental and loan payments as the amount required to provide sufficient revenues to fund debt service, principal redemptions, and other related expenses.

Rental and loan payments to be received from the participating institutions are reduced by the amount of income earned on the investments in the required reserves (other than the General Bond Reserve) and sinking funds stipulated in the trust indentures.

Upon retirement of a bond issue, any remaining assets in the related trust accounts are distributed to the participating institution.

# **General Bond Reserve Fund:**

A specified portion of the proceeds from certain issuances of Authority bonds is deposited in the General Bond Reserve Fund. Monies in the fund are invested principally in United States obligations and Federated Trust accounts. The investments and the earnings thereon are pledged as collateral for repayment of all related revenue bonds outstanding. Upon repayment of its bonds, a participating institution receives a distribution of its share of the fund consisting of the institution's



# **General Operating Fund, continued**

original deposit adjusted for a proportionate share of fund earnings and charges for collateral payments, if any, to date. The distribution is shown as a reduction in fund balance. The Authority functions as a custodian for General Bond Reserve Fund deposits; the institutions involved retain the right to reimbursement of deposits and interest thereon (provided all terms of the rental or loan agreement have been met) as well as responsibility for losses resulting from collateral payments made.

## 2. Accounting Policies:

The following is a summary of the significant accounting policies applied in the preparation of these financial statements.

# **Basis of Accounting:**

The Authority follows the accrual basis of accounting.

#### **Investments:**

Investments are stated at quoted market value. Changes in quoted market value are recorded as unrealized gains and losses in the period of the change. Realized gains and losses on sales of investments are determined using the specific identification method. The calculation of realized gains and losses is independent of a calculation of the net change in the fair value of investments. Realized gains and losses on investments that had been held in more than one fiscal year and sold in the current year were included as a change in the fair value of investments reported in the prior year(s) and the current year.

#### **Bond Discounts:**

Discounts on bond obligations are amortized under the interest method over the term of the related bond series.

# Furniture and Equipment:

Office furniture and equipment is stated at cost and depreciated on the straight-line method over the estimated useful lives of the assets, generally five and ten years.

# **Financing Agreements:**

Lease agreements have been accounted for as direct financing leases in accordance with Statement No. 13 of the Financial Accounting Standards Board (FASB). The net investment is comprised of the total lease payments receivable under the contract, less

unearned income. The unearned finance income is recognized as revenue over the lease term, as interest expense is recognized on the related bonds payable. This method approximates a constant rate of return on the net investment in the contract. Since the participating institutions have the option to acquire the project from the Authority at the expiration of certain leases for \$500, the estimated residual value of the property under lease at the end of the lease term is not included in the net investment. Loan agreements are accounted for substantially the same as lease agreements.

#### **Statement of Cash Flows:**

The Authority considers all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash equivalents.

## **Arbitrage Regulations:**

The tax-exempt bonds issued by the Authority are subject to the 1986 Tax Reform Act regulations relating to arbitrage reporting and rebate. Any earnings in excess of the bond yield must be remitted to the United States Government not more than five years following the issue date of the bonds. These regulations relate only to bonds issued subsequent to December 31, 1985. At June 30, 1998 and 1997, amounts rebatable relating to such excess earnings were not significant.

#### **Income Taxes:**

The Authority is an agency of the State of Minnesota and is exempt from federal and state income taxes. Accordingly, no provision for income taxes is necessary.

#### **Concentration of Credit Risk:**

The Authority has cash equivalents and investments totaling \$112,523,728 at June 30, 1998, concentrated in two financial institutions. The Authority invests in U.S. Government investments, federated trust accounts, investment agreements and deposits (see Note 3). The Authority's investment viability and return is dependent on, among other factors, the financial results and viability of the underlying issuers.

#### 3. Investments:

The Authority adopted the provisions of Statement of the Governmental Accounting Standards Board No. 31, "Accounting and

ININESOTA
HIGHER
EDUCATION
FACILITIES
AUTHORITY
NOTE TO
FINANCIAL
STATEMENTS
CONTINUED

Financial Reporting for Certain Investments and for External Investment Pool (GASB 31), as of July 1, 1997. Prior year financial statements have been restated to reflect the adoption of GASB 31 on a retroactive basis. Beginning net assets for the year ended June 30, 1997 have been reduced by \$30,074 to reflect the retroactive application of GASB 31.

Investments include government bonds, notes, bills, mortgages and other securities which are direct obligations or are guaranteed or insured issues of the United States, its agencies, its instrumentality's or organizations created by an act of Congress.

In addition, for participating institutions meeting certain criteria, the bond proceeds may be invested in general obligation or revenue bonds of any state or any political subdivision provided the general obligation bonds are rated AA or better for states and AAA or better for political subdivisions, and revenue bonds are rated AAA or better for both. Savings accounts, time deposits and certificates of deposits with commercial banks, savings and loans and mutual savings banks are allowed, provided they are fully insured by a federal agency. In some cases, investment agreements with corporations rated AA by Standard & Poor's or AA by Moody's are allowed as well as repurchase agreements fully collateralized by United States Government securities. Also allowed is commercial paper maturing in 365 days or less and rated within the top two categories without gradation by either Standard & Poor's or Moody's. Investments are held by independent trustees in the Authority's name (GASB No. 3 Credit Risk Category 1).

At June 30, 1998 and 1997, investments recorded by the Authority consisted primarily of U.S. Government and agencies securities.

Realized gains were \$438,990 and \$218,817 for the years ended June 30, 1998 and 1997, respectively.

## 4. Financing Agreements:

The annual payments required under financing agreements are sufficient to fund debt service, principal redemptions, and other related expenses. The term of each agreement corresponds to the maturity of the related bond issue. All agreements through Series FF were recorded as financing leases, and commencing with Series GG have been recorded as loans receivable, except for Series PPP, Series VVV and Series 4-K, which are financing leases.

Total minimum payments to be received consist of those from the participating institutions and from income earned on the investments in the required reserves and sinking funds as stipulated in the trust indentures. Assets held in trust consist primarily of bond proceeds used to fund debt service reserves and construction accounts.

At June 30, 1998, future minimum payments scheduled to be received under financing agreements to support aggregate bond payments is as follows:

YEAR ENDED JUNE 30	PRINCIPAL	INTEREST	TOTAL
1999	\$ 12,136,028	\$ 20,112,216	\$ 32,248,244
2000	13,076,585	19,406,228	32,482,813
2001	14,096,951	18,712,250	32,809,201
2002	12,386,755	18,014,652	30,401,407
2003	14,360,687	17,325,999	31,686,686
Thereafter	312,839,076	175,075,835	487,914,911
	\$ 378,896,082	\$ 268,647,180	\$ 647,543,262



# 5. Revenue Bonds and Other Debt Obligations:

Revenue bonds payable at June 30, 1998 consist of the following serial and term bonds (the Series 3-S, Series 3-X and Series 3-Y

obligations are payable pursuant to promissory notes, and the Series 3-V are payable pursuant to capital lease agreements):

ORIGINAL PRINCIPAL AMOUNT

AMOUNT		INTEREST RATES
\$2,200,000	Series A (Augsburg College)	4.0% to 5.6%
370,000	Series J (College of St. Benedict)	6.3% to 6.8%
2,385,000	Series T (Carleton College)	5.625%
830,000	Series 2-K (Minneapolis College of Art/Design)	6.5% to 8.75%
1,300,000	Series 2-P (Vermillion Community College)	6.75% to 9.0%
5,105,000	Series 2-T (College of St. Scholastica)	6.6% to 7.25%
1,680,000	Series 2-U (College of St. Benedict)	6.1% to 6.9%
5,155,000	Series 2-X (Northwestern College of Chiropractic)	7.0% to 8.5%
3,800,000	Series 2-Y (Concordia College)	6.4% to 7.1%
24,405,000	Series 3-C (University of St. Thomas)	5.5% to 7.125%
3,400,000	Series 3-E (College of St. Scholastica)	5.2% to 7.2%
9,645,000	Series 3-G (Augsburg College)	5.0% to 6.5%
10,200,000	Series 3-I (University of St. Thomas)	5.4% to 6.2%
15,670,000	Series 3-J (Macalester College)	5.1% to 6.4%
24,300,000	Series 3-L (Carleton College)	2.6% to 5.5%
9,205,000	Series 3-M (College of St. Catherine)	2.8% to 6.0%
3,695,000	Series 3-N (College of St. Scholastica)	3.25% to 6.2%
2,000,000	Series 3-O (William Mitchell College of Law)	Variable
12,535,000	Series 3-Q (College of St. Mary)	3.25% to 6.15%
46,000,000	Series 3-R (University of St. Thomas)	2.5% to 5.6%
225,000	Series 3-S (Minneapolis College of Art/Design)	6.18%
950,000	Series 3-T (Vermillion Community College)	6.0%
6,420,000	Series 3-U (Concordia College)	3.0% to 4.9%
622,189	Series 3-V (Gustavus Adolphus College)	5.18%
17,475,000	Series 3-W (College of St. Benedict)	3.6% to 6.375%
350,000	Series 3-X (College of Associated Arts)	6.35%
1,612,000	Series 3-Y (Minneapolis College of Art/Design)	6.33%
6,660,000	Series 3-Z (Macalester College)	Variable
11,645,000	Series 4-A1 (University of St.Thomas)	3.90% to 5.625%
3,300,000	Series 4-B (Concordia College)	4.75% to 5.50%
11,245,000	Series 4-C (Macalester College)	4.00% to 5.55%
800,000	Series 4-D (Normandale Community College)	5.871%
2,000,000	Series 4-E (College of St. Scholastica)	4.50% to 5.35%
7,700,000	Series 4-F1 (Augsburg College)	4.00% to 6.25%

MATURITY DATES	- PRINCIPAL OUTSTANDING	UNAMORTIZED DISCOUNT	PRINCIPAL LESS UNAMORTIZED DISCOUNT
Dec. I, 1975 to Dec. I, 2012	\$1,575,000	(\$7,068)	\$1,567,932
July 1, 1976 to July 1, 2002	150,000	(576)	149,424
Mar. 1, 2007	2,145,000	0	2,145,000
Feb. 1, 1988 to Feb. 1, 2001	265,000	(991)	264,009
Jan. I, 1990 to Jan. I, 2007	895,000	(9,445)	885,555
Dec. 1, 1990 to Dec. 1, 2014	3,920,000	(42,077)	3,877,923
Sep. I, 1990 to Sep. I, 1999	730,000	(1,051)	728,949
Oct. 1, 1992 to Oct. 1, 2005	3,650,000		3,650,000
Oct. 1, 1992 to Oct. 1, 2000	1,755,000	(4,952)	1,750,048
Sep. I, 1993 to Sep. I, 2016	3,560,000	(31,807)	3,528,193
Dec. 1, 1993 to Dec. 1, 2011	2,790,000	(30,272)	2,759,728
Jan. 1, 1995 to Jan. 1, 2017	8,765,000	(34,833)	8,730,167
Oct. 1, 1993 to Oct. 1, 2003	6,575,000	(31,707)	6,543,293
Mar. I, 1997 to Mar. I, 2022	15,290,000	(87,819)	15,202,181
Nov. 1, 1993 to Nov. 1, 2012	21,950,000	(47,812)	21,902,188
Oct. 1, 1993 to Oct. 1, 2010	5,965,000	(42,959)	5,922,041
Dec. 1, 1994 to Dec. 1, 2012	2,925,000	(30,844)	2,894,156
Aug. 1, 2003	700,000	(7,489)	692,511
Oct. 1, 1994 to Oct. 1, 2023	11,800,000	(142,325)	11,657,675
Oct. 1, 1993 to Oct. 1, 2015	36,435,000	(417,111)	36,017,889
Jan. I, 1994 to July 1, 2005	159,108	0	159,108
Jan. 1, 1995 to Jan. 1, 2013	825,000	0	825,000
Oct. 1, 1994 to Oct. 1, 2002	4,175,000	(17,896)	4,157,104
Feb. 4, 1994 to Aug. 4, 2000	248,150		248,150
Mar. I, 1995 to Mar. I, 2020	16,890,000	(269,493)	16,620,507
June 25, 1994 to Mar. 25, 2009	281,679	0	281,679
Dec. 1, 1994 to June 1, 2006	1,364,593	0	1,364,593
Mar. I, 2024	6,660,000	(17,483)	6,642,517
Oct. 1, 1997 to Oct. 1, 2021	11,595,000	(189,717)	11,405,283
Oct. 1, 1998 to Oct. 1, 2010	3,300,000	(36,281)	3,263,719
Mar. I, 1997 to Mar. I, 2016	10,540,000	(109,546)	10,430,454
Mar. I, 1996 to Sep. I, 2000	428,884	0	428,884
Mar, I, 1997 to Mar. I, 2006	1,700,000	(11,110)	1,688,890
May 1, 1997 to May 1, 2023	7,620,000	(168,657)	7,451,343

D P
AININIESOTA
HIGHER
EDUCATION
FACILITIES
AUTHORITY
MOTE TO
FINANCIAL
STATEMENTS
CONTINUED

ORIGINAL PRINCIPAL		
AMOUNT		INTEREST RATES
4,140,000	Series 4-F2 (Augsburg College)	5.75%
3,000,000	Series 4-G (College of St. Benedict)	4.15% to 6.10%
6,135,000	Series 4-H (Gustavus Adolphus College)	4.70% to 5.25%
17,500,000	Series 4-I (Hamline University of Minnesota)	4.60% to 6.00%
11,000,000	Series 4-J (Macalester College)	3.90% to 5.55%
625,000	Series 4-K (Hamline University of Minnesota)	5.82%
29,850,000	Series 4-L (St. John's University)	3.9% to 5.50%
21,680,000	Series 4-M (University of St.Thomas)	4.20% to 5.375%
24,440,000	Series 4-N (Carleton College)	5.00% to 6.00%
10,800,000	Series 4-O (University of St.Thomas)	Variable
15,435,000	Series 4-P (University of St.Thomas)	4.05% to 5.25%
15,000,000	Series 4-R (St. Olaf College)	Variable
22,865,000	Series 4-S (Bethel College & Seminary)	Variable
£427.004.100		

\$436,984,189

ORIGINAL

# 5. Revenue Bonds and Other Debt Obligations, continued:

Revenue bonds payable at June 30, 1997 consist of the following serial and term bonds (the Series 3-S, Series 3-X and Series 3-Y obligations are payable pursuant to promissory notes, and the Series 3-V are payable pursuant to capital lease agreements):

PRINCIPAL AMOUNT		INTEREST RATES
\$ 2,200,000	Series A (Augsburg College)	4.0% to 5.6%
1,610,000	Series F (College of St. Benedict)	4.9% to 5.8%
340,000	Series H (College of St. Scholastica)	6.0% to 6.4%
370,000	Series J (College of St. Benedict)	6.3% to 6.8%
2,385,000	Series T (Carleton College)	5.625%
2,360,000	Series W (Bethel College)	6.4% to 7.0%
5,245,000	Series Y (St. Olaf College)	6.25% to 6.75%
830,000	Series 2-K (Minneapolis College of Art/Design)	6.5% to 8.75%
1,300,000	Series 2-P (Vermillion Community College)	6.75% to 9.0%
5,105,000	Series 2-T (College of St. Scholastica)	6.6% to 7.25%
1,680,000	Series 2-U (College of St. Benedict)	6.1% to 6.9%
2,500,000	Series 2-W (St. John's University)	6.2% to 7.0%
5,155,000	Series 2-X (Northwestern College of Chiropractic)	7.0% to 8.5%
3,800,000	Series 2-Y (Concordia College)	6.4% to 7.1%

MATURITY DATES	PRINCIPAL OUTSTANDING	UNAMORTIZED DISCOUNT	PRINCIPAL LESS UNAMORTIZED DISCOUNT
May 1, 2026	4,140,000	(48,301)	4,091,699
Mar. I, 1997 to Mar. I, 2011	2,770,000	(41,716)	2,728,284
Oct. 1, 1996 to Oct. 1, 2010	5,515,000	(54,241)	5,460,759
Oct. 1, 1998 to Oct. 1, 2016	17,500,000	(252,587)	17,247,413
Mar. 1, 1998 to Mar. 1, 2017	10,720,000	(166,864)	10,553,136
Sep. 1, 1997 to June 1, 2004	553,668	0	553,668
Oct. 1, 1998 to Oct. 1, 2012	29,850,000	(562,502)	29,287,498
Apr. 1, 1999 to Apr. 1, 2012	21,680,000	(403,423)	21,276,577
Nov. 1, 1999 to Nov. 1, 2018	24,440,000	(291,908)	24,148,092
Oct. 1, 2021	10,800,000	(52,312)	10,747,688
Apr. 1, 1999 to Apr. 1, 2012	15,435,000	(242,423)	15,192,577
Apr. 1, 2000 to Apr. 2029	15,000,000	(198,909)	14,801,091
Apr. 1, 2028	22,865,000	(594,665)	22,270,335
	\$378,896,082	\$(4,701,172)	\$374,194,910

MATURITY DATES	- PRINCIPAL OUTSTANDING	UNAMORTIZED DISCOUNT	PRINCIPAL LESS UNAMORTIZED DISCOUNT
Dec. 1, 1975 to Dec. 1, 2012	\$ 1,630,000	\$ (7,886)	\$1,622,114
Mar. I, 1974 to Mar. I, 1998	90,000	(72)	89,928
June 1, 1975 to June 1, 1999	50,000	(117)	49,883
July 1, 1976 to July 1, 2002	170,000	(808)	169,192
Mar.1, 2007	2,265,000	0	2,265,000
Apr. 1, 1979 to Apr. 1, 2001	900,000	0	900,000
Apr. 1, 1981 to Apr. 1, 2010	3,810,000	(28,955)	3,781,045
Feb. 1, 1988 to Feb. 1, 2001	340,000	(1,698)	338,302
Jan. I, 1990 to Jan. I, 2007	955,000	(11,201)	943,799
Dec. 1, 1990 to Dec. 1, 2014	4,030,000	(46,218)	3,983,782
Sep. 1, 1990 to Sep. 1, 1999	1,000,000	(2,467)	997,533
Oct. 1, 1990 to Oct. 1, 1999	940,000	(11,759)	928,241
Oct. 1, 1992 to Oct. 1, 2005	3,960,000	0	3,960,000
Oct. 1, 1992 to Oct. 1, 2000	2,155,000	(8,411)	2,146,589

9 P
MINNESOTA
HIGHER
EDUCATION
Facilities
AUTHORITY
NOTE TO
FINANCIAL
STATEMENTS
CONTINUED

24,405,000         Series 3-C (University of St.Thomas)         5.5% to 7.125%           3,400,000         Series 3-E (College of St. Scholastica)         5.2% to 7.2%           9,645,000         Series 3-G (Augsburg College)         5.0% to 6.5%           5,000,000         Series 3-H (St. John's University)         4.0% to 6.1%           10,200,000         Series 3-H (Culversity of St.Thomas)         5.4% to 6.2%           24,300,000         Series 3-I (Carleton College)         2.6% to 5.5%           9,205,000         Series 3-M (College of St. Catherine)         2.8% to 6.0%           3,695,000         Series 3-N (College of St. Scholastica)         3.25% to 6.2%           2,000,000         Series 3-A (College of St. Mary)         3.25% to 6.15%           46,000,000         Series 3-A (University of St.Thomas)         2.5% to 5.6%           225,000         Series 3-B (University of St.Thomas)         2.5% to 5.6%           25,000         Series 3-T (Vermillion Community College)         6.0%           6,420,000         Series 3-V (Gustavus Adolphus College)         3.0% to 4.5%           622,189         Series 3-V (Gustavus Adolphus College)         5.18%           17,475,000         Series 3-Y (Minneapolis College of Art/Design)         6.35%           1,660,000         Series 3-Y (Minneapolis College of Art/Design)	ORIGINAL PRINCIPAL AMOUNT	,	INTEREST RATES
3,400,000         Series 3-E (College of St. Scholastica)         5.2% to 7.2%           9,645,000         Series 3-G (Augsburg College)         5.0% to 6.5%           5,000,000         Series 3-H (St. John's University)         4.0% to 6.1%           10,200,000         Series 3-I (University of St. Thomas)         5.4% to 6.2%           15,670,000         Series 3-J (Macalester College)         5.1% to 6.4%           24,300,000         Series 3-M (College of St. Catherine)         2.8% to 5.5%           9,205,000         Series 3-M (College of St. Scholastica)         3.25% to 6.2%           2,000,000         Series 3-M (College of St. Mary)         3.25% to 6.2%           2,000,000         Series 3-Q (William Mitchell College of Law)         Variable           12,535,000         Series 3-Q (College of St. Mary)         3.25% to 6.15%           46,000,000         Series 3-P (University of St. Thomas)         2.5% to 5.6%           225,000         Series 3-P (University of St. Thomas)         2.5% to 5.6%           225,000         Series 3-T (Vermillion Community College)         6.0%           6,420,000         Series 3-W (College of St. Benedict)         3.0% to 4.9%           622,189         Series 3-W (College of Art/Design)         6.35%           1,612,000         Series 3-W (College of St. Thomas)         3.6% to 6.3	24,405,000	Series 3-C (University of St. Thomas)	5.5% to 7.125%
9,645,000         Series 3-G (Augsburg College)         5.0% to 6.5%           5,000,000         Series 3-H (St. John's University)         4.0% to 6.1%           10,200,000         Series 3-I (University of St. Thomas)         5.4% to 6.2%           15,670,000         Series 3-J (Macalester College)         5.1% to 6.4%           24,300,000         Series 3-L (Carleton College)         2.6% to 5.5%           9,205,000         Series 3-M (College of St. Catherine)         2.8% to 6.0%           3,695,000         Series 3-N (College of St. Scholastica)         3.25% to 6.2%           2,000,000         Series 3-Q (William Mitchell College of Law)         Variable           12,535,000         Series 3-Q (College of St. Mary)         3.25% to 5.6%           225,000         Series 3-R (University of St. Thomas)         2.5% to 5.6%           225,000         Series 3-F (Minneapolis College of Art/Design)         6.18%           95,000         Series 3-V (Gustavus Adolphus College)         5.18%           17,475,000         Series 3-W (College of St. Benedict)         3.6% to 6.375%           350,000         Series 3-Y (Minneapolis College of Art/Design)         6.33%           6,660,000         Series 3-Y (Minneapolis College of Art/Design)         6.33%           6,660,000         Series 3-P (Minneapolis College)         Variabl		,	5.2% to 7.2%
5,000,000         Series 3-H (St. John's University)         4.0% to 6.1%           10,200,000         Series 3-I (University of St. Thomas)         5.4% to 6.2%           15,670,000         Series 3-J (Macalester College)         5.1% to 6.4%           24,300,000         Series 3-L (Carleton College)         2.6% to 5.5%           9,205,000         Series 3-M (College of St. Catherine)         3.25% to 6.2%           2,000,000         Series 3-N (College of St. Scholastica)         3.25% to 6.2%           2,000,000         Series 3-Q (College of St. Mary)         3.25% to 6.15%           46,000,000         Series 3-Q (College of St. Mary)         3.25% to 5.6%           46,000,000         Series 3-S (Minneapolis College of Art/Design)         6.18%           950,000         Series 3-T (Vermillion Community College)         6.0%           6,420,000         Series 3-V (Gustavus Adolphus College)         3.0% to 4.9%           622,189         Series 3-V (Gustavus Adolphus College)         5.18%           17,75,000         Series 3-X (College of St. Benedict)         3.6% to 6.375%           350,000         Series 3-X (Minneapolis College)         Variable           11,612,000         Series 3-Z (Macalester College)         Variable           11,645,000         Series 4-A (University of St.Thomas)         3.90% to 5.625%		, -	5.0% to 6.5%
10,200,000       Series 3-I (University of St. Thomas)       5.4% to 6.2%         15,670,000       Series 3-J (Macalester College)       5.1% to 6.4%         24,300,000       Series 3-L (Carleton College)       2.6% to 5.5%         9,205,000       Series 3-M (College of St. Catherine)       2.8% to 6.0%         3,695,000       Series 3-N (College of St. Scholastica)       3.25% to 6.2%         2,000,000       Series 3-O (William Mitchell College of Law)       Variable         12,535,000       Series 3-Q (College of St. Mary)       3.25% to 6.15%         46,000,000       Series 3-R (University of St. Thomas)       2.5% to 5.6%         225,000       Series 3-R (University of St. Thomas)       2.5% to 5.6%         225,000       Series 3-J (Vermillion Community College)       6.0%         6,420,000       Series 3-V (Gustavus Adolphus College)       3.0% to 4.9%         622,189       Series 3-V (Gustavus Adolphus College)       5.18%         17,475,000       Series 3-W (College of Associated Arts)       6.35%         1,612,000       Series 3-Y (Minneapolis College of Art/Design)       6.33%         6,660,000       Series 4-A (University of St. Thomas)       3.90% to 5.625%         6,600,000       Series 4-A (University of St. Thomas)       3.90% to 5.55%         800,000       Series 4-B	5,000,000		4.0% to 6.1%
15,670,000       Series 3-J (Macalester College)       5.1% to 6.4%         24,300,000       Series 3-L (Carleton College)       2.6% to 5.5%         9,205,000       Series 3-M (College of St. Catherine)       2.8% to 6.0%         3,695,000       Series 3-N (College of St. Scholastica)       3.25% to 6.2%         2,000,000       Series 3-O (William Mitchell College of Law)       Variable         12,535,000       Series 3-Q (College of St. Mary)       3.25% to 6.15%         46,000,000       Series 3-R (University of St. Thomas)       2.5% to 5.6%         225,000       Series 3-S (Minneapolis College of Art/Design)       6.18%         950,000       Series 3-T (Vermillion Community College)       6.0%         6420,000       Series 3-V (Goncordia College)       3.0% to 4.9%         622,189       Series 3-V (College of St. Benedict)       3.6% to 6.375%         350,000       Series 3-X (College of St. Benedict)       3.6% to 6.375%         350,000       Series 3-Y (Minneapolis College of Art/Design)       6.33%         6,660,000       Series 3-Y (Macalester College)       Variable         11,645,000       Series 4-A1 (University of St. Thomas)       3.90% to 5.625%         6,600,000       Series 4-A2 (University of St. Thomas)       3.90% to 5.55%         800,000       Series 4-B (Conco	10,200,000	* *	5.4% to 6.2%
9,205,000 Series 3-M (College of St. Catherine) 3,695,000 Series 3-N (College of St. Scholastica) 2,000,000 Series 3-N (College of St. Scholastica) 3,25% to 6.2% 2,000,000 Series 3-O (William Mitchell College of Law) 12,535,000 Series 3-Q (College of St. Mary) 3,25% to 6.15% 46,000,000 Series 3-R (University of St. Thomas) 2,5% to 5.6% 225,000 Series 3-S (Minneapolis College of Art/Design) 6,18% 950,000 Series 3-T (Vermillion Community College) 6,22,189 Series 3-V (Gustavus Adolphus College) 3,0% to 4,9% 622,189 Series 3-W (College of St. Benedict) 3,6% to 6,375% 350,000 Series 3-W (College of St. Benedict) 3,6% to 6,375% 350,000 Series 3-Y (Minneapolis College) 11,645,000 Series 3-X (Macalester College) 11,645,000 Series 4-A1 (University of St. Thomas) 3,90% to 5,625% 6,600,000 Series 4-A2 (University of St. Thomas) 3,90% to 5,625% 6,600,000 Series 4-B (Concordia College) 4,75% to 5,50% 11,245,000 Series 4-B (Concordia College) 4,75% to 5,50% 11,245,000 Series 4-C (Macalester College) 4,00% to 5,55% 800,000 Series 4-E (College of St. Scholastica) 4,50% to 5,35% 7,700,000 Series 4-E (College of St. Scholastica) 4,50% to 5,35% 7,700,000 Series 4-F2 (Augsburg College) 5,75% 3,000,000 Series 4-F2 (Augsburg College) 4,75% to 5,55% 4,140,000 Series 4-F2 (Augsburg College) 4,75% to 5,55% 17,500,000 Series 4-H (Gustavus Adolphus College) 4,75% to 5,55% 17,500,000 Series 4-H (Hamline University of Minnesota) 4,60% to 6,00% 11,000,000 Series 4-H (Hamline University of Minnesota) 5,82% 6,25,000 Series 4-K (Hamline University of Minnesota) 5,82% 5,00% to 6,00%	15,670,000	,	5.1% to 6.4%
3,695,000       Series 3-N (College of St. Scholastica)       3.25% to 6.2%         2,000,000       Series 3-O (William Mitchell College of Law)       Variable         12,535,000       Series 3-Q (College of St. Mary)       3.25% to 6.15%         46,000,000       Series 3-R (University of St. Thomas)       2.5% to 5.6%         225,000       Series 3-S (Minneapolis College of Art/Design)       6.18%         950,000       Series 3-T (Vermillion Community College)       6.0%         6,420,000       Series 3-U (Concordia College)       3.0% to 4.9%         622,189       Series 3-V (Gustavus Adolphus College)       5.18%         17,475,000       Series 3-W (College of St. Benedict)       3.6% to 6.375%         350,000       Series 3-X (College of Associated Arts)       6.35%         1,612,000       Series 3-Y (Minneapolis College of Art/Design)       6.33%         6,660,000       Series 3-Z (Macalester College)       Variable         11,645,000       Series 4-A1 (University of St.Thomas)       3.90% to 5.625%         6,600,000       Series 4-B (Concordia College)       4.75% to 5.50%         11,245,000       Series 4-B (Concordia College)       4.75% to 5.55%         800,000       Series 4-E (Macalester College)       5.871%         2,000,000       Series 4-E (College of St. Scholastica		Series 3-L (Carleton College)	2.6% to 5.5%
2,000,000         Series 3-O (William Mitchell College of Law)         Variable           12,535,000         Series 3-Q (College of St. Mary)         3.25% to 6.15%           46,000,000         Series 3-R (University of St. Thomas)         2.5% to 5.6%           225,000         Series 3-S (Minneapolis College of Art/Design)         6.18%           950,000         Series 3-T (Vermillion Community College)         6.0%           6,420,000         Series 3-U (Concordia College)         3.0% to 4.9%           622,189         Series 3-V (Gustavus Adolphus College)         5.18%           17,475,000         Series 3-W (College of St. Benedict)         3.6% to 6.375%           350,000         Series 3-X (College of Associated Arts)         6.35%           1,612,000         Series 3-Y (Minneapolis College of Art/Design)         6.33%           6,660,000         Series 3-Z (Macalester College)         Variable           11,645,000         Series 4-A1 (University of St.Thomas)         3,90% to 5.625%           6,600,000         Series 4-B (Concordia College)         4.75% to 5.50%           11,245,000         Series 4-B (Concordia College)         4.75% to 5.55%           800,000         Series 4-C (Macalester College)         5.871%           2,000,000         Series 4-E (College of St. Scholastica)         4.50% to 5.35%     <	9,205,000	Series 3-M (College of St. Catherine)	2.8% to 6.0%
12,535,000       Series 3-Q (College of St. Mary)       3.25% to 6.15%         46,000,000       Series 3-R (University of St. Thomas)       2.5% to 5.6%         225,000       Series 3-S (Minneapolis College of Art/Design)       6.18%         950,000       Series 3-T (Vermillion Community College)       6.0%         6,420,000       Series 3-U (Concordia College)       3.0% to 4.9%         622,189       Series 3-V (Gustavus Adolphus College)       5.18%         17,475,000       Series 3-W (College of St. Benedict)       3.6% to 6.375%         350,000       Series 3-X (College of Associated Arts)       6.35%         1,612,000       Series 3-Y (Minneapolis College of Art/Design)       6.33%         6,660,000       Series 3-Z (Macalester College)       Variable         11,645,000       Series 4-A1 (University of St. Thomas)       3.90% to 5.625%         6,600,000       Series 4-B (Concordia College)       4.75% to 5.50%         11,245,000       Series 4-B (Concordia College)       4.75% to 5.55%         800,000       Series 4-B (Macalester College)       5.871%         2,000,000       Series 4-F (Macalester College)       4.50% to 5.35%         7,700,000       Series 4-F (College of St. Scholastica)       4.50% to 6.25%         4,140,000       Series 4-F (College of St. Benedict)	3,695,000	Series 3-N (College of St. Scholastica)	3.25% to 6.2%
46,000,000       Series 3-R (University of St. Thomas)       2.5% to 5.6%         225,000       Series 3-S (Minneapolis College of Art/Design)       6.18%         950,000       Series 3-T (Vermillion Community College)       6.0%         6,420,000       Series 3-U (Concordia College)       3.0% to 4.9%         622,189       Series 3-V (Gustavus Adolphus College)       5.18%         17,475,000       Series 3-W (College of St. Benedict)       3.6% to 6.375%         350,000       Series 3-W (College of Associated Arts)       6.35%         1,612,000       Series 3-Y (Minneapolis College of Art/Design)       6.33%         6,660,000       Series 3-Z (Macalester College)       Variable         11,645,000       Series 4-A1 (University of St. Thomas)       3.90% to 5.625%         6,600,000       Series 4-A2 (University of St. Thomas)       Variable         3,300,000       Series 4-D (Concordia College)       4.75% to 5.50%         11,245,000       Series 4-C (Macalester College)       4.00% to 5.55%         800,000       Series 4-E (College of St. Scholastica)       4.50% to 5.35%         7,700,000       Series 4-F1 (Augsburg College)       5.75%         3,000,000       Series 4-F2 (Augsburg College)       5.75%         3,000,000       Series 4-F2 (Augsburg College)       4.15% to	2,000,000	Series 3-O (William Mitchell College of Law)	Variable
225,000       Series 3-S (Minneapolis College of Art/Design)       6.18%         950,000       Series 3-T (Vermillion Community College)       6.0%         6,420,000       Series 3-U (Concordia College)       3.0% to 4.9%         622,189       Series 3-V (Gustavus Adolphus College)       5.18%         17,475,000       Series 3-W (College of St. Benedict)       3.6% to 6.375%         350,000       Series 3-X (College of Associated Arts)       6.35%         1,612,000       Series 3-Y (Minneapolis College of Art/Design)       6.33%         6,660,000       Series 3-Z (Macalester College)       Variable         11,645,000       Series 4-A1 (University of St. Thomas)       3.90% to 5.625%         6,600,000       Series 4-B (Concordia College)       4.75% to 5.50%         11,245,000       Series 4-B (Concordia College)       4.00% to 5.55%         800,000       Series 4-D (Normandale Community College)       5.871%         2,000,000       Series 4-E (College of St. Scholastica)       4.50% to 5.35%         7,700,000       Series 4-F2 (Augsburg College)       5.75%         3,000,000       Series 4-G (College of St. Benedict)       4.15% to 6.10%         6,135,000       Series 4-H (Gustavus Adolphus College)       4.70% to 5.25%         17,500,000       Series 4-H (Hamline University of Min	12,535,000	Series 3-Q (College of St. Mary)	3.25% to 6.15%
950,000         Series 3-T (Vermillion Community College)         6.0%           6,420,000         Series 3-U (Concordia College)         3.0% to 4.9%           622,189         Series 3-V (Gustavus Adolphus College)         5.18%           17,475,000         Series 3-W (College of St. Benedict)         3.6% to 6.375%           350,000         Series 3-X (College of Associated Arts)         6.35%           1,612,000         Series 3-Y (Minneapolis College of Art/Design)         6.33%           6,660,000         Series 3-Z (Macalester College)         Variable           11,645,000         Series 4-A1 (University of St. Thomas)         3.90% to 5.625%           6,600,000         Series 4-A2 (University of St. Thomas)         Variable           3,300,000         Series 4-B (Concordia College)         4.75% to 5.50%           11,245,000         Series 4-B (Concordia College)         4.00% to 5.55%           800,000         Series 4-C (Macalester College)         5.871%           2,000,000         Series 4-E (College of St. Scholastica)         4.50% to 5.35%           7,700,000         Series 4-F1 (Augsburg College)         5.75%           3,000,000         Series 4-F2 (Augsburg College)         5.75%           3,000,000         Series 4-H (Gustavus Adolphus College)         4.70% to 5.25%           17,	46,000,000	Series 3-R (University of St. Thomas)	2.5% to 5.6%
6,420,000       Series 3-U (Concordia College)       3.0% to 4.9%         622,189       Series 3-V (Gustavus Adolphus College)       5.18%         17,475,000       Series 3-W (College of St. Benedict)       3.6% to 6.375%         350,000       Series 3-X (College of Associated Arts)       6.35%         1,612,000       Series 3-Y (Minneapolis College of Art/Design)       6.33%         6,660,000       Series 3-Z (Macalester College)       Variable         11,645,000       Series 4-A1 (University of St.Thomas)       3.90% to 5.625%         6,600,000       Series 4-A2 (University of St.Thomas)       Variable         3,300,000       Series 4-B (Concordia College)       4.75% to 5.50%         11,245,000       Series 4-C (Macalester College)       4.00% to 5.55%         800,000       Series 4-D (Normandale Community College)       5.871%         2,000,000       Series 4-E (College of St. Scholastica)       4.50% to 5.35%         7,700,000       Series 4-F1 (Augsburg College)       5.75%         3,000,000       Series 4-F2 (Augsburg College)       5.75%         3,000,000       Series 4-H (Gustavus Adolphus College)       4.15% to 6.10%         6,135,000       Series 4-I (Hamline University of Minnesota)       4.60% to 6.00%         11,000,000       Series 4-J (Macalester College)	225,000	Series 3-S (Minneapolis College of Art/Design)	6.18%
622,189         Series 3-V (Gustavus Adolphus College)         5.18%           17,475,000         Series 3-W (College of St. Benedict)         3.6% to 6.375%           350,000         Series 3-W (College of Associated Arts)         6.35%           1,612,000         Series 3-Y (Minneapolis College of Art/Design)         6.33%           6,660,000         Series 3-Z (Macalester College)         Variable           11,645,000         Series 4-A1 (University of St. Thomas)         3.90% to 5.625%           6,600,000         Series 4-A2 (University of St. Thomas)         Variable           3,300,000         Series 4-B (Concordia College)         4.75% to 5.50%           11,245,000         Series 4-B (Concordia College)         4.00% to 5.55%           800,000         Series 4-C (Macalester College)         5.871%           2,000,000         Series 4-D (Normandale Community College)         5.871%           2,000,000         Series 4-E (College of St. Scholastica)         4.50% to 5.35%           7,700,000         Series 4-F1 (Augsburg College)         5.75%           3,000,000         Series 4-F2 (Augsburg College)         5.75%           3,000,000         Series 4-G (College of St. Benedict)         4.15% to 6.10%           6,135,000         Series 4-H (Gustavus Adolphus College)         4.70% to 5.25%	950,000	Series 3-T (Vermillion Community College)	6.0%
17,475,000       Series 3-W (College of St. Benedict)       3.6% to 6.375%         350,000       Series 3-X (College of Associated Arts)       6.35%         1,612,000       Series 3-Y (Minneapolis College of Art/Design)       6.33%         6,660,000       Series 3-Z (Macalester College)       Variable         11,645,000       Series 4-A1 (University of St. Thomas)       3.90% to 5.625%         6,600,000       Series 4-A2 (University of St. Thomas)       Variable         3,300,000       Series 4-B (Concordia College)       4.75% to 5.50%         11,245,000       Series 4-C (Macalester College)       4.00% to 5.55%         800,000       Series 4-D (Normandale Community College)       5.871%         2,000,000       Series 4-E (College of St. Scholastica)       4.50% to 5.35%         7,700,000       Series 4-F1 (Augsburg College)       5.75%         4,140,000       Series 4-F2 (Augsburg College)       5.75%         3,000,000       Series 4-G (College of St. Benedict)       4.15% to 6.10%         6,135,000       Series 4-H (Gustavus Adolphus College)       4.70% to 5.25%         17,500,000       Series 4-J (Macalester College)       3.90% to 5.55%         625,000       Series 4-K (Hamline University of Minnesota)       5.82%         24,440,000       Series 4-N (Carleton College)	6,420,000	Series 3-U (Concordia College)	3.0% to 4.9%
350,000       Series 3-X (College of Associated Arts)       6.35%         1,612,000       Series 3-Y (Minneapolis College of Art/Design)       6.33%         6,660,000       Series 3-Z (Macalester College)       Variable         11,645,000       Series 4-A1 (University of St.Thomas)       3.90% to 5.625%         6,600,000       Series 4-A2 (University of St.Thomas)       Variable         3,300,000       Series 4-B (Concordia College)       4.75% to 5.50%         11,245,000       Series 4-C (Macalester College)       4.00% to 5.55%         800,000       Series 4-D (Normandale Community College)       5.871%         2,000,000       Series 4-E (College of St. Scholastica)       4.50% to 5.35%         7,700,000       Series 4-F1 (Augsburg College)       4.00% to 6.25%         4,140,000       Series 4-F2 (Augsburg College)       5.75%         3,000,000       Series 4-G (College of St. Benedict)       4.15% to 6.10%         6,135,000       Series 4-H (Gustavus Adolphus College)       4.70% to 5.25%         17,500,000       Series 4-I (Hamline University of Minnesota)       4.60% to 6.00%         11,000,000       Series 4-J (Macalester College)       3.90% to 5.55%         625,000       Series 4-N (Carleton College)       5.00% to 6.00%	622,189	Series 3-V (Gustavus Adolphus College)	5.18%
1,612,000       Series 3-Y (Minneapolis College of Art/Design)       6.33%         6,660,000       Series 3-Z (Macalester College)       Variable         11,645,000       Series 4-A1 (University of St.Thomas)       3.90% to 5.625%         6,600,000       Series 4-A2 (University of St.Thomas)       Variable         3,300,000       Series 4-B (Concordia College)       4.75% to 5.50%         11,245,000       Series 4-C (Macalester College)       4.00% to 5.55%         800,000       Series 4-D (Normandale Community College)       5.871%         2,000,000       Series 4-E (College of St. Scholastica)       4.50% to 5.35%         7,700,000       Series 4-F1 (Augsburg College)       4.00% to 6.25%         4,140,000       Series 4-F2 (Augsburg College)       5.75%         3,000,000       Series 4-G (College of St. Benedict)       4.15% to 6.10%         6,135,000       Series 4-H (Gustavus Adolphus College)       4.70% to 5.25%         17,500,000       Series 4-I (Hamline University of Minnesota)       4.60% to 6.00%         11,000,000       Series 4-K (Hamline University of Minnesota)       5.82%         24,440,000       Series 4-N (Carleton College)       5.00% to 6.00%	17,475,000	Series 3-W (College of St. Benedict)	3.6% to 6.375%
6,660,000       Series 3-Z (Macalester College)       Variable         11,645,000       Series 4-AI (University of St.Thomas)       3.90% to 5.625%         6,600,000       Series 4-A2 (University of St.Thomas)       Variable         3,300,000       Series 4-B (Concordia College)       4.75% to 5.50%         11,245,000       Series 4-C (Macalester College)       4.00% to 5.55%         800,000       Series 4-D (Normandale Community College)       5.871%         2,000,000       Series 4-E (College of St. Scholastica)       4.50% to 5.35%         7,700,000       Series 4-F1 (Augsburg College)       4.00% to 6.25%         4,140,000       Series 4-F2 (Augsburg College)       5.75%         3,000,000       Series 4-G (College of St. Benedict)       4.15% to 6.10%         6,135,000       Series 4-H (Gustavus Adolphus College)       4.70% to 5.25%         17,500,000       Series 4-I (Hamline University of Minnesota)       4.60% to 6.00%         11,000,000       Series 4-K (Hamline University of Minnesota)       5.82%         24,440,000       Series 4-N (Carleton College)       5.00% to 6.00%	350,000	Series 3-X (College of Associated Arts)	6.35%
11,645,000       Series 4-A1 (University of St. Thomas)       3.90% to 5.625%         6,600,000       Series 4-A2 (University of St. Thomas)       Variable         3,300,000       Series 4-B (Concordia College)       4.75% to 5.50%         11,245,000       Series 4-C (Macalester College)       4.00% to 5.55%         800,000       Series 4-D (Normandale Community College)       5.871%         2,000,000       Series 4-E (College of St. Scholastica)       4.50% to 5.35%         7,700,000       Series 4-F1 (Augsburg College)       4.00% to 6.25%         4,140,000       Series 4-F2 (Augsburg College)       5.75%         3,000,000       Series 4-G (College of St. Benedict)       4.15% to 6.10%         6,135,000       Series 4-H (Gustavus Adolphus College)       4.70% to 5.25%         17,500,000       Series 4-I (Hamline University of Minnesota)       4.60% to 6.00%         11,000,000       Series 4-K (Hamline University of Minnesota)       5.82%         24,440,000       Series 4-N (Carleton College)       5.00% to 6.00%	1,612,000	Series 3-Y (Minneapolis College of Art/Design)	6.33%
6,600,000       Series 4-A2 (University of St.Thomas)       Variable         3,300,000       Series 4-B (Concordia College)       4.75% to 5.50%         11,245,000       Series 4-C (Macalester College)       4.00% to 5.55%         800,000       Series 4-D (Normandale Community College)       5.871%         2,000,000       Series 4-E (College of St. Scholastica)       4.50% to 5.35%         7,700,000       Series 4-F1 (Augsburg College)       4.00% to 6.25%         4,140,000       Series 4-F2 (Augsburg College)       5.75%         3,000,000       Series 4-G (College of St. Benedict)       4.15% to 6.10%         6,135,000       Series 4-H (Gustavus Adolphus College)       4.70% to 5.25%         17,500,000       Series 4-I (Hamline University of Minnesota)       4.60% to 6.00%         11,000,000       Series 4-J (Macalester College)       3.90% to 5.55%         625,000       Series 4-N (Carleton College)       5.00% to 6.00%	6,660,000	Series 3-Z (Macalester College)	Variable
3,300,000       Series 4-B (Concordia College)       4.75% to 5.50%         11,245,000       Series 4-C (Macalester College)       4.00% to 5.55%         800,000       Series 4-D (Normandale Community College)       5.871%         2,000,000       Series 4-E (College of St. Scholastica)       4.50% to 5.35%         7,700,000       Series 4-F1 (Augsburg College)       4.00% to 6.25%         4,140,000       Series 4-F2 (Augsburg College)       5.75%         3,000,000       Series 4-G (College of St. Benedict)       4.15% to 6.10%         6,135,000       Series 4-H (Gustavus Adolphus College)       4.70% to 5.25%         17,500,000       Series 4-I (Hamline University of Minnesota)       4.60% to 6.00%         11,000,000       Series 4-J (Macalester College)       3.90% to 5.55%         625,000       Series 4-K (Hamline University of Minnesota)       5.82%         24,440,000       Series 4-N (Carleton College)       5.00% to 6.00%	11,645,000	Series 4-A1 (University of St. Thomas)	3.90% to 5.625%
11,245,000       Series 4-C (Macalester College)       4.00% to 5.55%         800,000       Series 4-D (Normandale Community College)       5.871%         2,000,000       Series 4-E (College of St. Scholastica)       4.50% to 5.35%         7,700,000       Series 4-F1 (Augsburg College)       4.00% to 6.25%         4,140,000       Series 4-F2 (Augsburg College)       5.75%         3,000,000       Series 4-G (College of St. Benedict)       4.15% to 6.10%         6,135,000       Series 4-H (Gustavus Adolphus College)       4.70% to 5.25%         17,500,000       Series 4-I (Hamline University of Minnesota)       4.60% to 6.00%         11,000,000       Series 4-J (Macalester College)       3.90% to 5.55%         625,000       Series 4-K (Hamline University of Minnesota)       5.82%         24,440,000       Series 4-N (Carleton College)       5.00% to 6.00%	6,600,000	Series 4-A2 (University of St. Thomas)	Variable
800,000       Series 4-D (Normandale Community College)       5.871%         2,000,000       Series 4-E (College of St. Scholastica)       4.50% to 5.35%         7,700,000       Series 4-F1 (Augsburg College)       4.00% to 6.25%         4,140,000       Series 4-F2 (Augsburg College)       5.75%         3,000,000       Series 4-G (College of St. Benedict)       4.15% to 6.10%         6,135,000       Series 4-H (Gustavus Adolphus College)       4.70% to 5.25%         17,500,000       Series 4-I (Hamline University of Minnesota)       4.60% to 6.00%         11,000,000       Series 4-J (Macalester College)       3.90% to 5.55%         625,000       Series 4-K (Hamline University of Minnesota)       5.82%         24,440,000       Series 4-N (Carleton College)       5.00% to 6.00%	3,300,000	Series 4-B (Concordia College)	4.75% to 5.50%
2,000,000       Series 4-E (College of St. Scholastica)       4.50% to 5.35%         7,700,000       Series 4-F1 (Augsburg College)       4.00% to 6.25%         4,140,000       Series 4-F2 (Augsburg College)       5.75%         3,000,000       Series 4-G (College of St. Benedict)       4.15% to 6.10%         6,135,000       Series 4-H (Gustavus Adolphus College)       4.70% to 5.25%         17,500,000       Series 4-I (Hamline University of Minnesota)       4.60% to 6.00%         11,000,000       Series 4-J (Macalester College)       3.90% to 5.55%         625,000       Series 4-K (Hamline University of Minnesota)       5.82%         24,440,000       Series 4-N (Carleton College)       5.00% to 6.00%	11,245,000	Series 4-C (Macalester College)	4.00% to 5.55%
7,700,000       Series 4-F1 (Augsburg College)       4.00% to 6.25%         4,140,000       Series 4-F2 (Augsburg College)       5.75%         3,000,000       Series 4-G (College of St. Benedict)       4.15% to 6.10%         6,135,000       Series 4-H (Gustavus Adolphus College)       4.70% to 5.25%         17,500,000       Series 4-I (Hamline University of Minnesota)       4.60% to 6.00%         11,000,000       Series 4-J (Macalester College)       3.90% to 5.55%         625,000       Series 4-K (Hamline University of Minnesota)       5.82%         24,440,000       Series 4-N (Carleton College)       5.00% to 6.00%	800,000	Series 4-D (Normandale Community College)	5.871%
4,140,000Series 4-F2 (Augsburg College)5.75%3,000,000Series 4-G (College of St. Benedict)4.15% to 6.10%6,135,000Series 4-H (Gustavus Adolphus College)4.70% to 5.25%17,500,000Series 4-I (Hamline University of Minnesota)4.60% to 6.00%11,000,000Series 4-J (Macalester College)3.90% to 5.55%625,000Series 4-K (Hamline University of Minnesota)5.82%24,440,000Series 4-N (Carleton College)5.00% to 6.00%	2,000,000	Series 4-E (College of St. Scholastica)	4.50% to 5.35%
3,000,000       Series 4-G (College of St. Benedict)       4.15% to 6.10%         6,135,000       Series 4-H (Gustavus Adolphus College)       4.70% to 5.25%         17,500,000       Series 4-I (Hamline University of Minnesota)       4.60% to 6.00%         11,000,000       Series 4-J (Macalester College)       3.90% to 5.55%         625,000       Series 4-K (Hamline University of Minnesota)       5.82%         24,440,000       Series 4-N (Carleton College)       5.00% to 6.00%	7,700,000	Series 4-FI (Augsburg College)	4.00% to 6.25%
6,135,000       Series 4-H (Gustavus Adolphus College)       4.70% to 5.25%         17,500,000       Series 4-I (Hamline University of Minnesota)       4.60% to 6.00%         11,000,000       Series 4-J (Macalester College)       3.90% to 5.55%         625,000       Series 4-K (Hamline University of Minnesota)       5.82%         24,440,000       Series 4-N (Carleton College)       5.00% to 6.00%	4,140,000	Series 4-F2 (Augsburg College)	5.75%
17,500,000       Series 4-I (Hamline University of Minnesota)       4.60% to 6.00%         11,000,000       Series 4-J (Macalester College)       3.90% to 5.55%         625,000       Series 4-K (Hamline University of Minnesota)       5.82%         24,440,000       Series 4-N (Carleton College)       5.00% to 6.00%	3,000,000	Series 4-G (College of St. Benedict)	4.15% to 6.10%
11,000,000       Series 4-J (Macalester College)       3.90% to 5.55%         625,000       Series 4-K (Hamline University of Minnesota)       5.82%         24,440,000       Series 4-N (Carleton College)       5.00% to 6.00%	6,135,000	Series 4-H (Gustavus Adolphus College)	4.70% to 5.25%
625,000 Series 4-K (Hamline University of Minnesota) 5.82% 24,440,000 Series 4-N (Carleton College) 5.00% to 6.00%	17,500,000	Series 4-I (Hamline University of Minnesota)	4.60% to 6.00%
24,440,000 Series 4-N (Carleton College) 5.00% to 6.00%	11,000,000	Series 4-J (Macalester College)	3.90% to 5.55%
	625,000	Series 4-K (Hamline University of Minnesota)	5.82%
\$345,379,189	24,440,000	Series 4-N (Carleton College)	5.00% to 6.00%
	\$345,379,189		

MATURITY DATES	- PRINCIPAL OUTSTANDING	UNAMORTIZED DISCOUNT	PRINCIPAL LESS UNAMORTIZED DISCOUNT
Sep. 1, 1993 to Sep. 1, 2016	3,560,000	(29,113)	3,530,887
Dec. I, 1993 to Dec. I, 2011	2,905,000	(34,048)	2,870,952
Jan. I, 1995 to Jan. I, 2017	9,005,000	(37,913)	8,967,087
Oct. 1, 1993 to Oct. 1, 2002	3,525,000	(2,925)	3,522,075
Oct. 1, 1993 to Oct. 1, 2003	7,475,000	(42,818)	7,432,182
Mar. I, 1997 to Mar. I, 2022	15,485,000	(93,509)	15,391, <del>4</del> 91
Nov. I, 1993 to Nov. I, 2012	22,455,000	(54,377)	22,400,623
Oct. 1, 1993 to Oct. 1, 2010	6,555,000	(54,229)	6,500,771
Dec. 1, 1994 to Dec. 1, 2012	3,130,000	(35,005)	3,094,995
Aug. 1, 2003	800,000	(8,964)	791,036
Oct. 1, 1994 to Oct. 1, 2023	11,995,000	(151,126)	11,843,874
Oct. 1, 1993 to Oct. 1, 2015	38,545,000	(506,777)	38,038,223
Jan. 1, 1994 to July 1, 2005	175,348	0	175,348
Jan. 1, 1995 to Jan. 1, 2013	860,000	0	860,000
Oct. 1, 1994 to Oct. 1, 2002	4,775,000	(24,667)	4,750,333
Feb. 4, 1994 to Aug. 4, 2000	338,862	0	338,862
Mar. I, 1995 to Mar. I, 2020	17,020,000	(293,221)	16,726,779
June 25, 1994 to Mar. 25, 2009	299,437	0	299,437
Dec. 1, 1994 to June 1, 2006	1,492,150	0	1,492,150
Mar. I, 2024	6,660,000	(18,321)	6,641,679
Oct. 1, 1997 to Oct. 1, 2021	11,645,000	(202,059)	11,442,941
Oct. 1, 2021	6,600,000	(31,952)	6,568,048
Oct. 1, 1998 to Oct. 1, 2010	3,300,000	(39,650)	3,260,350
Mar. I, 1997 to Mar. I, 2016	10,900,000	(119,899)	10,780,101
Mar. I, 1996 to Sep. I, 2000	583,800	0	583,800
Mar, I, 1997 to Mar. I, 2006	1,700,000	(12,470)	1,687,530
May 1, 1997 to May 1, 2023	7,660,000	(176,800)	7,483,200
May 1, 2026	4,140,000	(49,415)	4,090,585
Mar. I, 1997 to Mar. I, 2011	2,860,000	(45,580)	2,814,420
Oct. 1, 1996 to Oct. 1, 2010	6,010,000	(64,035)	5,945,965
Oct. 1, 1998 to Oct. 1, 2016	17,500,000	(275,042)	17,224,958
Mar. I, 1998 to Mar. I, 2017	11,000,000	(181,534)	10,818,466
Sep. 1, 1997 to June 1, 2004	625,000	0	625,000
Nov. I 1999 to Nov. I, 2018	24,440,000	(315,287)	24,124,713
	\$288,314,597	\$(3,020,328)	\$285,294,269

INNESOTA
HIGHER
EDUCATION
FACILITIES
AUTHORITY
NOTE TO
FINANCIAL
STATEMENTS
CONTINUED

# 5. Revenue Bonds and Other Debt Obligations, continued:

Aggregate principal and interest due on the revenue bonds are equal to the future minimum payments to be received under financing agreements as shown in Note 4. Under the terms of the related trust indentures, each bond issue is collateralized by:

- All assets financed by the bond issue;
- All rights and revenues (except Authority fees) under the financing agreement between the Authority and the institution; and
- Investments pledged as collateral by the institutions and not included in restricted assets of the General Operating Fund, with a market value not less than \$3,128,740 and \$385,477 for Series T and Series KK, respectively.

During recent fiscal years, the Authority issued various bond series for the purpose of

refunding previous bond series. A portion of the proceeds of the refunded bond issues was deposited with a trustee to pay principal and interest on the redemption of certain bond series. The remaining proceeds were deposited with a trustee with instructions to purchase certain investments such that the principal amount and accrued interest thereon will be sufficient to pay principal and interest on certain bond series upon redemption. Bonds will be called for at various dates from 1995 through 2001. At June 30, 1998, outstanding principal on the previous bond series was \$51,610,000.

#### 6. Lease Commitment:

The Authority has a lease commitment for office space of \$3,352 per month through November 2002.

## 7. Subsequent Events:

Subsequent to June 30, 1998, four bond series were issued totaling \$52,377,000.



Minnesota Higher Education Facilities Authority 175 Fifth Street East, Suite 450 Saint Paul, Minnesota 55101-2905 (651) 296-4690

