

COASTAL CAROLINA UNIVERSITY
NOTES TO FINANCIAL STATEMENTS
June 30, 2004

		Principal	Interest	Payments
<u>General Obligation Bonds</u>	2005	270,000	338,457	608,457
<u>(State Institution Bonds)</u>	2006	285,000	329,439	614,439
	2007	300,000	319,932	619,932
	2008	315,000	309,939	624,939
	2009	335,000	298,958	633,958
	2010-2014	1,945,000	1,293,325	3,238,325
	2015-2019	2,510,000	850,203	3,360,203
	2020-2023	2,530,000	237,875	2,767,875
		\$8,490,000	\$3,978,128	\$12,468,128

Defeased Debt

On June 16, 2004, the University issued Auxiliary Facilities Revenue Bonds, Series 2004, in the amount of \$3,885,000 with an average interest rate of 4.09%. Proceeds were used to advance refund the \$3,780,000 balance of Series 1994 bonds which had an average interest rate of 6.5%. Of the remainder, \$75,600 was used to pay a redemption premium, and \$11,017 was used to pay accrued interest, and \$18,383 was used to pay issuance costs for the Series 2004 bonds. The aggregate difference in debt service between the refunded debt and the refunding debt is \$545,024. The University's economic gain on the transaction is \$499,097.

NOTE 10—LONG-TERM LIABILITIES

Long-term liability activity for the University for the year ended June 30, 2004 was as follows:

	Balance June 30, 2003	Additions	Reductions	Balance June 30, 2004	Due Within One Year
Bonds Payable					
General Obligation Bonds	\$ 8,750,000	\$ -	\$ 260,000	\$ 8,490,000	\$ 270,000
Revenue Bonds	26,855,000	3,885,000	4,525,000	26,215,000	790,000
Total Bonds Payable	35,605,000	3,885,000	4,785,000	34,705,000	1,060,000
Capital Lease Obligations	216,978	700,000	82,048	834,930	132,329
Perkins loan fund liability	1,361,423	44,357	-	1,405,780	-
Accrued Compensated Absences	1,580,705	311,686	127,180	1,765,211	169,507
Total Long-Term Liabilities	\$38,764,106	\$ 4,941,043	\$4,994,228	\$38,710,921	\$1,361,836

Additional information regarding Capital Lease Obligations is included in Note 8. Additional information regarding Bonds Payable is included in Note 9.