THE MISSISSIPPI PREPAID AFFORDABLE COLLEGE TUITION PROGRAM

Annual Actuarial And Financial Report

Fiscal Year 2000
July 1, 1999 - June 30, 2000

STATE OF MISSISSIPPI
TREASURY DEPARTMENT

MARSHALL BENNETT
STATE TREASURER

POST OFFICE BOX 138
JACKSON, MISSISSIPPI 39205
TELEPHONE (601) 359-3600

January 31, 2001

The Honorable Ronnie Musgrove
Governor of the State of Mississippi
Members of the Mississippi Legislature
Members of the Board of Trustees of State Institutions of Higher Learning
Members of the State Board for Community and Junior Colleges
Members of the State Board of Education
Citizens of Mississippi

In compliance with Section 37-155-9(cc), Mississippi Code Annotated, I am honored on behalf of the Board of Directors of the College Savings Plans of Mississippi to submit to you this fourth annual report of the Mississippi Prepaid Affordable College Tuition (MPACT) Program.

Some significant achievements of the program during this year include the following:

* Over 1,200 additional applications to the program were received on behalf Mississippi's children during fiscal year 2000. Over 1,000 applications have been received to date during fiscal year 2001, which brings the total enrollment to over 12,000.

* Parents and grandparents were given the opportunity to provide for the future college educations of their children through the distribution throughout the state of MPACT enrollment booklets and fliers.

* The Program received an unqualified financial audit opinion and a sound actuarial evaluation for the fiscal year.

* As of December 31, 2000, the invested balance of the MPACT Trust Fund totaled over $63 million in funds, representing over $213 million in future tuition payments.

* The 2000 Legislature approved creation of the Mississippi Affordable College Savings plan as a companion to MPACT. Under MACS, Mississippi families will be able to save for books, dorms, meal plans and other college costs with market rates of return. MACS will be launched during fiscal year 2001.

The College Savings Plans Board is very pleased with the results of our operations in fiscal year 2000 and remains committed to the long term success of this outstanding opportunity for the people of Mississippi.

Sincerely,

Marshall Bennett
State Treasurer and
Ex-Officio Member of the
MPACT Board of Directors

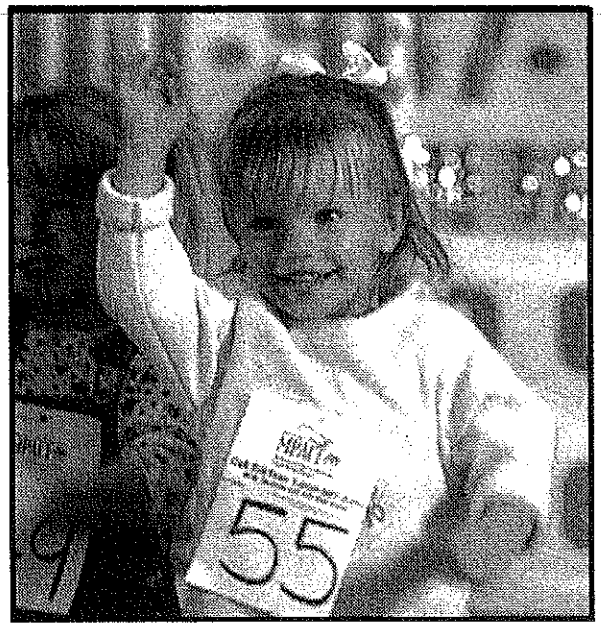
1101 WOOLFOLK STATE OFFICE BUILDING • 501 NORTH WEST STREET, JACKSON, MS 39201
TELEFAX 601-359-2001

MISSISSIPPI PREPAID AFFORDABLE COLLEGE TUITION (MPACT) PROGRAM
ANNUAL FINANCIAL AND ACTUARIAL REPORT
AS OF JUNE 30, 2000

EXECUTIVE SUMMARY

Program Description and Activities

MPACT is a state program, begun in FY 1997, under which Mississippians may pay in advance for some of the costs associated with higher education for their children and grandchildren and receive a guarantee from the State as to the payment of tuition and fees at State-supported institutions at the time of college enrollment. It was authorized under S.B. 2237, Laws of 1996, Mississippi Code Annotated §37-155-1 et seq. The MPACT Program is administered within the State Treasury Department under policies



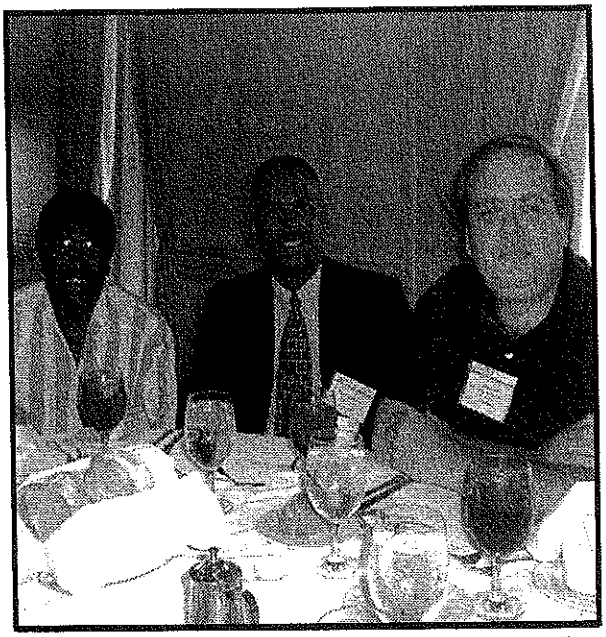
2 ½ year old Sydney Ogletree of Carthidge, winner of a 1 year MPACT Scholarship in the MPACT Dancing Baby Contest at the Mississippi State Fair.

established by the MPACT Board of Directors. During FY 2000 the program conducted its fourth enrollment period, invested the funds received from MPACT participants, managed the accounts for MPACT purchasers and paid tuition totaling $461,299 on behalf of approximately 225 students at Mississippi and out-of-state colleges and universities.

MPACT Staff: Back Row, left to right - Cliff Booth, Shelby Johnson, John Younger, Barry Simmons (Director), Corey Armstrong. Front Row - Christy Gleason, Barbara Lawson, Jim Logan

Independent Auditor's Report

The financial statements of the MPACT Program as of the fiscal year ended June 30, 2000 were audited by the Jackson office of Deloitte & Touche, LLP. Our auditors issued an unqualified audit opinion that "such financial statements present fairly, in all material respects, the financial position of the Mississippi Prepaid Affordable College Tuition Program as of June 30,2000, and the results of its operations and the cash flows of its component unit for the year then ended in conformity with generally accepted accounting principles." Complete copies of the auditors' report, the financial statements and accompanying notes are enclosed.



MPACT Board Members at College Savings Plan Network Annual Conference: Rep. Rufus Straughter, Gary Anderson and Ron Allen (Board Chairman)

Independent Actuaries Report

An actuarial evaluation of the MPACT Program as of June 30, 2000 was performed by Ernst & Young, LLP. This evaluation concluded that the MPACT Trust Fund was actuarially sound, with an actuarial surplus of approximately $237 thousand. It is the intention of the MPACT Board of Directors to treat accumulated actuarial surpluses as a contingency fund and apply such surpluses against any possible future actuarial losses as needed. A copy of the actuary's report is enclosed.

Enrollment Results

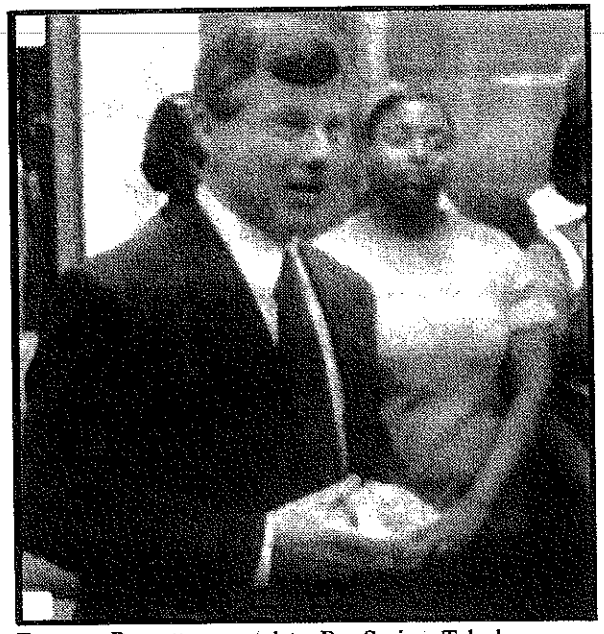
MPACT held its fourth enrollment period from September 1, 1999 until November 30, 1999. During this period over 1,200 prepaid tuition contracts were sold.

A fifth enrollment period was held from September 1 until November 30, 2000. During this period approximately 1,000 additional contract applications were received, bringing total enrollment to over 12,000. Results from the fall 2000 enrollment period are <u>not</u> reflected in the financial statements as of June 30, 2000. The College Savings Plans Board of Directors has established a policy to hold future enrollment periods annually in the fall of each year.

Financial Results

As of June 30, 2000 the MPACT Trust Fund had received tuition contract payments totaling over $63 million. This amount, plus future payments due from participants under current contracts and investment earnings from the MPACT Trust Fund, will fund future tuition payments of approximately $213 million.

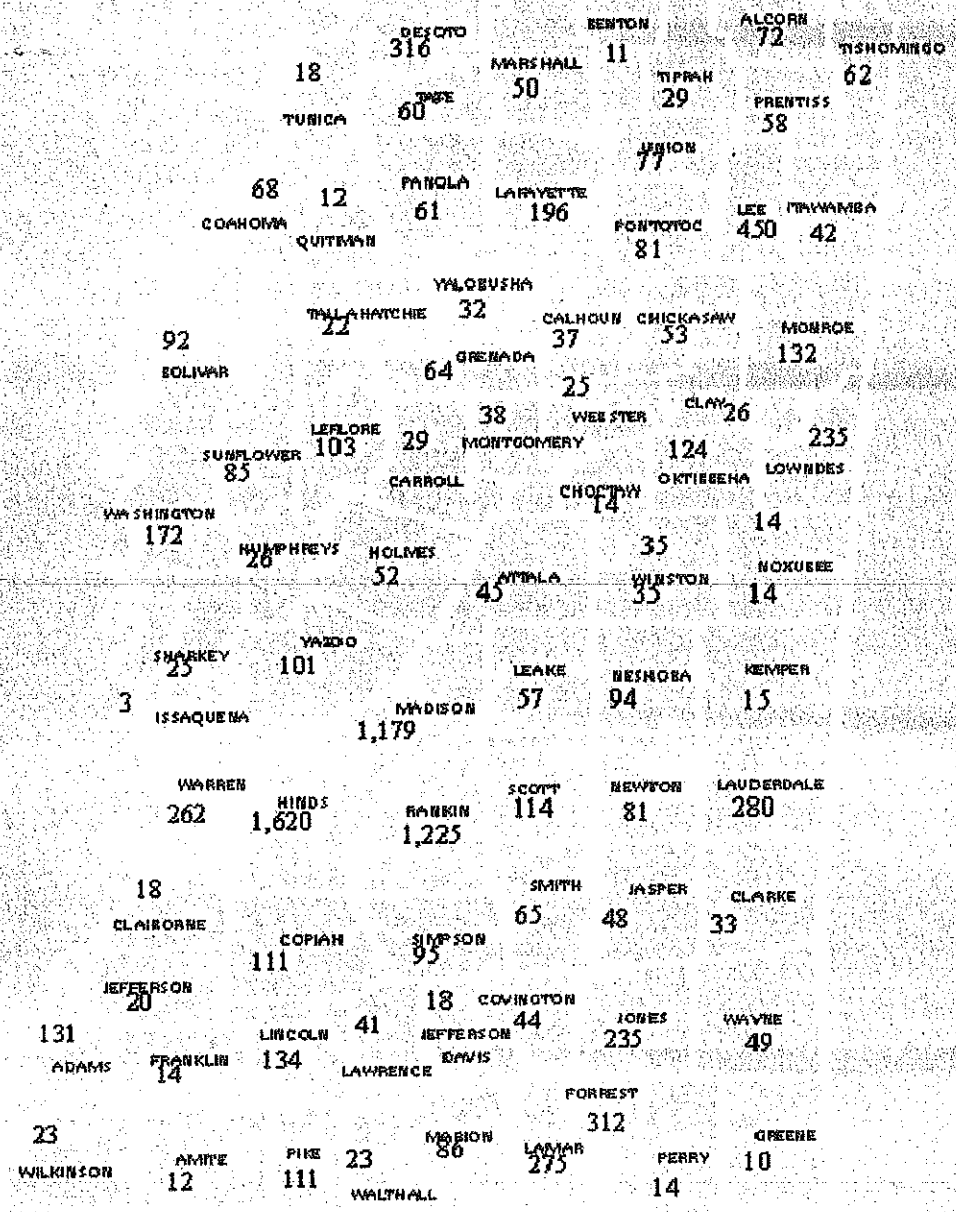
Long-term investments of the MPACT Trust Fund totaled $59 million as of June 30, 2000, with an additional 3.9 million in cash and short term instruments for a total invested balance of $62.9million. During fiscal year 2000 the fund earned a 1.8% rate of return as calculated by Merrill Lynch, The MPACT Board's Investment Evaluation Consultant. Since inception the fund has an average annual return of 7.6%. As of December 31, 2000, the invested balance of the MPACT Trust Fund exceeded $65 million.



Treasurer Bennett congratulates Bay Springs Telephone Company for their scholarship program using MPACT

The Mississippi Affordable College Savings Program

The 2000 session of the Legislature of the State of Mississippi has approved legislation establishing the Mississippi Affordable College Savings (MACS) Program as a companion to the MPACT Program. The MACS Program will be operational sometime in the spring of 2001.


DESOTO 316
BENTON 11
ALCORN 72
TISHOMINGO 62
18
MARSHALL 50
TIPPAH 29
PRENTISS 58
TATE 60
TUNICA
UNION 77
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PANOLA 61
LAFAYETTE 196
COAHOMA
QUITMAN
PONTOTOC 81
LEE 450
ITAWAMBA 42
YALOBUSHA 32
TALLAHATCHIE 22
CALHOUN 37
CHICKASAW 53
MONROE 132
92
BOLIVAR
GRENADA 64
25
CLAY 26
38
WEBSTER
LEFLORE 103
29
MONTGOMERY
124
235
SUNFLOWER 85
CARROLL
OKTIBBEHA
LOWNDES
CHOCTAW 14
WASHINGTON 172
14
HUMPHREYS 26
HOLMES 52
35
NOXUBEE 14
ATTALA 45
WINSTON 35
SHARKEY 25
YAZOO 101
LEAKE 57
NESHOBA 94
KEMPER 15
3
ISSAQUENA
MADISON 1,179
WARREN 262
HINDS 1,620
RANKIN 1,225
SCOTT 114
NEWTON 81
LAUDERDALE 280
18
SMITH 65
JASPER 48
CLARKE 33
CLAIBORNE
COPIAH 111
SIMPSON 95
JEFFERSON 20
18
COVINGTON 44
JONES 235
WAYNE 49
131
LINCOLN 134
41
JEFFERSON DAVIS
ADAMS
FRANKLIN 14
LAWRENCE
FORREST 312
23
MARION 86
LAMAR 275
GREENE 10
WILKINSON
AMITE 12
PIKE 111
23
WALTHALL
PERRY 14
MPACT
PEARL RIVER 84
STONE 51
GEORGE 35
ENROLLMENT BY COUNTY
Thru 2000 enrollment period
JACKSON 408
HARRISON 664
HANCOCK 136

BOARD OF DIRECTORS
COLLEGE SAVINGS PLANS OF MISSISSIPPI
(MPACT & MACS PROGRAMS)
AS OF JUNE 30, 2000

Mr. Ron Allen
Chairman
3rd Congressional District

Ms. Rebecca Browne Taylor
1st Congressional District

The Honorable Marshall Bennett
State Treasurer

Mr. Roosevelt Daniels, II
2nd Congressional District

Dr. Thomas Layzell
Commissioner of Higher Education

Mr. Paul Newton, Jr.
5th Congressional District

Mr. William T. "Dale" Patterson
4th Congressional District

Mr. Gary Anderson
Executive Director,
Department of Finance & Administration

Dr. Olon Ray
Executive Director,
Community and Junior College Board

Legislative Advisors:

Senator Nickey Browning
Senator Terry Burton
Rep. Jack Gadd
Rep. Rufus Straughter

THE MISSISSIPPI PREPAID AFFORDABLE COLLEGE TUITION PROGRAM

Financial Statements and
Independent Auditors' Report and
Independent Auditors' Report on Compliance and
Internal Control

Year Ended June 30, 2000

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Deloitte & Touche

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Mississippi Prepaid Affordable College Tuition Program
Jackson, Mississippi

We have audited the accompanying financial statements of the Mississippi Prepaid Affordable College Tuition Program (the "Program") as of and for the year ended June 30, 2000. These financial statements are the responsibility of the Program's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial statements contained in *Government Auditing Standards,* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described more fully in Note 1, the financial statements present only the Mississippi Prepaid Affordable College Tuition Program, and are not intended to present fairly the financial position and results of operations of the State of Mississippi, in conformity with accounting principles generally accepted in the United States of America.

In our opinion, such financial statements present fairly, in all material respects, the financial position of the Mississippi Prepaid Affordable College Tuition Program as of June 30, 2000, and the results of its operations and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated October 19, 2000 on our consideration of the Program's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Deloitte + Touche LLP

October 19, 2000

Deloitte
Touche
Tohmatsu

MISSISSIPPI PREPAID AFFORDABLE COLLEGE TUITION PROGRAM
BALANCE SHEET
AT JUNE 30, 2000

	Trust Fund	Administrative Fund	Total
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	$1,692,002	$235,983	**$1,927,985**
Short-term investments	2,049,361		**2,049,361**
Interest receivable	355,766		**355,766**
Receivable from broker	9,292		**9,292**
Total current assets	4,106,421	235,983	**4,342,404**
NONCURRENT ASSETS			
Investment securities	59,258,064		**59,258,064**
Furniture & fixtures, net of accumulated depreciation of $23,757		21,528	**21,528**
Total noncurrent assets	59,258,064	21,528	**59,279,592**
Total assets	$63,364,485	$257,511	**$63,621,996**
LIABILITIES AND TRUST EQUITY			
CURRENT LIABILITIES			
Warrants payable	$16,342	$17,696	**$34,038**
Accounts payable		141,979	**141,979**
Investment payable	324,242		**324,242**
Tuition benefits and expense payable	2,604,618		**2,604,618**
Total current liabilities	2,945,202	159,675	**3,104,877**
LONG-TERM LIABILITIES			
Tuition benefits and expense payable	60,238,562		**60,238,562**
Compensated absences		19,500	**19,500**
Total long-term liabilities	60,238,562	19,500	**60,258,062**
Total liabilities	63,183,764	179,175	**63,362,939**
TRUST EQUITY			
Retained earnings	180,721	78,336	**259,057**
Total liabilities and trust equity	$63,364,485	$257,511	**$63,621,996**

See notes to financial statements.

MISSISSIPPI PREPAID AFFORDABLE COLLEGE TUITION PROGRAM
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
FOR THE YEAR ENDED JUNE 30, 2000

	Trust Fund	Administrative Fund	Total
OPERATING REVENUES			
Investment income	$1,817,002		$1,817,002
Administrative fees	299,359		299,359
Donations		$1,514	1,514
Net decrease in fair value of investments	(367,529)		(367,529)
Total operating revenues	1,748,832	1,514	1,750,346
OPERATING EXPENSES			
Salaries and travel		202,421	202,421
Contractual services		1,051,818	1,051,818
Commodities and supplies		24,909	24,909
Depreciation		2,723	2,723
Tuition payments	461,299		461,299
Excess of present value of benefits payable over related tuition receipts	3,327,804		3,327,804
Total operating expenses	3,789,103	1,281,871	5,070,974
Operating income (loss)	(2,040,271)	(1,280,357)	(3,320,628)
OPERATING TRANSFERS	(2,100,839)	2,100,839	0
NET INCOME (LOSS)	(4,141,110)	820,482	(3,320,628)
RETAINED EARNINGS (DEFICIT) AT BEGINNING OF YEAR	4,321,831	(742,146)	3,579,685
RETAINED EARNINGS AT END OF YEAR	$180,721	$78,336	$259,057

See notes to financial statements.

MISSISSIPPI PREPAID AFFORDABLE COLLEGE TUITION PROGRAM
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2000

	Trust Fund	Administrative Fund	Total
OPERATING ACTIVITIES			
Contract payments received	$13,329,119		$13,329,119
Administrative fees received	299,359		299,359
Cash payments for tuition	(461,299)		(461,299)
Cash payments to suppliers for goods and services		($1,111,151)	(1,111,151)
Income received on contract payments	3,283,398		3,283,398
Cash payments to employees for services		(183,680)	(183,680)
Net cash from (used for) operating activities	16,450,577	(1,294,831)	15,155,746
NONCAPITAL FINANCING ACTIVITIES			
Operating transfers	(2,100,839)	2,100,839	0
Payments on loans from other funds		(754,205)	(754,205)
Net cash from (used for) noncapital financing activities	(2,100,839)	1,346,634	(754,205)
CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition and construction of capital assets		(11,191)	(11,191)
Net cash used for capital and related financing activities		(11,191)	(11,191)
INVESTING ACTIVITIES			
Purchase of investments	(14,471,012)		(14,471,012)
Net cash used for investing activities	(14,471,012)		(14,471,012)
DECREASE IN CASH AND CASH EQUIVALENTS	(121,274)	40,612	(80,662)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	1,813,276	195,371	2,008,647
CASH AND CASH EQUIVALENTS AT END OF YEAR	$1,692,002	$235,983	$1,927,985

See notes to financial statements.

MISSISSIPPI PREPAID AFFORDABLE COLLEGE TUITION PROGRAM
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2000

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

A. General Description of the Mississippi Prepaid Affordable College Tuition Program (MPACT). MPACT operates a prepaid college tuition program. The program enters into a contract with a purchaser which provides that, in return for a specified actuarially determined payment, MPACT will provide the contract beneficiary's undergraduate tuition and mandatory fees (up to 128 semester hours) at any Mississippi public university or community college. If the contract beneficiary attends an out-of-state or private accredited institution, MPACT will pay to that school an amount up to, but not in excess of, the average tuition and mandatory fees at Mississippi's public universities or community colleges. The purchase amount is based on several factors, including tuition costs, the beneficiary's age and grade in school, anticipated investment earnings, and anticipated tuition rate increases. The MPACT Program's obligations to Contract Purchasers, beneficiaries or others are backed by the full faith and credit of the State of Mississippi. In the event of cancellation, purchasers will receive a refund of principal paid into the program, plus an amount of interest not less than the prevailing rates of interest paid by bank savings accounts.

The MPACT Program operates under the provisions of Mississippi Code Ann., 37-155-1 through 37-155-27. The effective date of the enabling legislation was July 1, 1996. MPACT is administratively located within the Mississippi Treasury Department. The program is governed by a nine-member board of directors consisting of the following members: the State Treasurer, the Commissioner of Higher Education, the Executive Director of the Community and Junior College Board, the Department of Finance and Administration Executive Director and one (1) member from each congressional district as appointed by the Governor with the advice and consent of the Senate.

B. Reporting Entity - The MPACT Program is a part of the State of Mississippi's reporting entity and is reported as an enterprise fund in the State of Mississippi Comprehensive Annual Financial Report (CAFR). The notes accompanying these financial statements relate directly to the Mississippi Prepaid Affordable College Tuition Program.

C. Basis of Accounting - The financial statements contained in this report are prepared on the accrual basis of accounting, whereby revenues are recognized when earned and expenses are recognized when services or benefits are received.

D. Cash and Cash Equivalents - For purposes of the statement of cash flows, MPACT defines cash equivalents as demand deposit accounts and cash in the State Treasury.

E. Investment Securities - MPACT follows Governmental Accounting Standards Board (GASB) Statement No. 31, "Accounting and Reporting for Certain Investments and for External Investment Pools", which requires that investments in equity securities with readily determinable fair values, all investments in debt securities and open-end mutual funds, and certain investments in interest-earning investment contracts be reported at fair value with gains and losses included as a component of revenues and expenses.

F. Determination Of Fair Values Of Financial Investments - Fair value for cash and cash equivalents, short-term investments, receivables and payables approximates carrying value. Fair values for investment securities are based on quoted market prices, where available. Otherwise, fair values are based on quoted market prices of comparable instruments.

G. Furniture and Fixtures - Furniture and fixtures are reported at cost less allowances for depreciation. Depreciation is recorded by the straight-line method over the estimated useful lives of the assets.

H. Tuition Benefits and Expenses Payable - Tuition benefits and expenses payable represents the current and long-term portions of the actuarially determined present value of future tuition obligations and program expenses.

I. Interfund Transactions - During the course of normal operations, the MPACT funds show numerous transactions between funds. These transactions are reflected as operating transfers or as interfund receivables and payables. Management's intent to reimburse determines whether or not the interfund transactions are recorded as a transfer or a receivable. All administrative expenses are recorded in the Administrative Fund. These expenses are funded by operating transfers from the Trust Fund, since the Administrative Fund has no source of revenue.

J. Accounting and Reporting – Under GASB Statement No. 20, Accounting and Financial Reporting for Proprietary Fund Accounting, The MPACT Program has elected to apply all applicable GASB pronouncements as well as Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board opinions, issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements.

K. Use of Estimates - The financial statements are prepared in conformity with accounting principles generally accepted in the United States of America which require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates.

L. Recent Pronouncements - In June 1998, the Financial Accounting Standards Board issued Statement of Financial Accounting Standards No. 133, "Accounting for Derivative Instruments and Hedging Activities". This statement will be adopted

effective July 1, 2000, but is not expected to materially affect MPACT's financial statements.

The Governmental Accounting Standards Board (GASB) recently issued Statement No. 34, "Basic Financial Statements – Management's Discussion and Analysis – for State and Local Governments". This Statement establishes accounting and financial reporting standards for external financial reporting, and also establishes specific standards for the basic financial statements, management discussion and analysis and certain other required supplementary information. The Statement will apply to all fiscal years ending after January 1, 2003. MPACT has not determined the effect, if any, the adoption of Statement 34 will have on its financial position or results of operations.

NOTE 2 - CASH AND CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS

GASB Statement No. 3 requires certain disclosures regarding policies and practices with respect to deposits and investments and the credit risk associated with them.

At fiscal year end the carrying amount of the Program's deposits was $3,977,346 and the bank balance was $3,977,346, including all bank accounts, funds in the State Treasury, and short-term investments. Deposits of the program are entirely insured or collateralized with securities.

NOTE 3 - INVESTMENT SECURITIES

MPACT funds are invested according to the relevant statutes and the investment policies adopted by the Board of Directors. Mississippi law authorizes the MPACT Trust Fund to invest in bonds or other general obligations of the State of Mississippi and its political subdivisions, obligations of the U.S. Treasury, Federal Land Bank bonds, Federal Home Loan Bank notes and bonds, Federal National Mortgage Association notes, debentures or obligations guaranteed by the U.S. Government, Bonds of the Tennessee Valley Authority, bonds of other states, corporate bonds of investment grade, and other fixed income investments. Additionally, the Trust Fund is permitted to invest in equity securities, including covered call or put options on securities traded on a regulated exchange, that are determined by the Board of Directors to be consistent with the investment statutes and policies. The statute sets limits in terms of the percentage of the total investments of the Trust Fund that may be placed in any one category or type of investment. For a complete description of allowable investments, see Mississippi Code Ann. '37-155-9 (v).

Investments consisted of the following at June 30, 2000:

	Cost	Fair Value
U.S. Treasuries and Agencies	$ 11,270,710	$ 10,921,058
Municipal Bonds	1,624,189	1,560,633
Mortgage and Other Asset Backed Securities	4,854,646	4,654,949
Corporate Debt Securities	1,389,548	1,321,638
Corporate Equity Securities		
Domestic	26,177,308	29,142,789
Foreign	11,560,635	11,656,997
Total	$ 56,877,036	$ 59,258,064

Investments of the program are entirely uninsured and unregistered and are held by third parties in MPACT's name.

NOTE 4 - TUITION BENEFITS AND EXPENSE PAYABLE - NET

Tuition benefits and expense payable, net, represents the current and long-term portions of the actuarially determined present value of future tuition obligations and program expenses, net of the present value of future payments expected to be made to the Trust Fund by installment contract purchasers. Recording future tuition obligations at the actuarially determined present value results in the recognition of tuition benefit expense and a corresponding increase in tuition benefits payable.

Actuarially Determined Funding Status - Presented below is the total tuition benefits obligation of the Program. The standardized measurement is the actuarial present value (A.P.V.) of the future tuition obligation. This valuation method reflects the present value of estimated tuition benefits that will be paid in future years and is adjusted for the effects of projected tuition increases. The tuition benefits obligation was determined as part of the latest available actuarial valuation. Significant actuarial assumptions used and results from the most recent valuation are as follows:

Date of latest actuarial valuation:	June 30, 2000
Assumptions:	
Rate of return on investments	8.1%
Future tuition increases	
Junior colleges	5%
Four-year universities	6.5%
Payment of tuition and mandatory fees	128 credit hours utilization; payments will occur twice annually

Results:

A.P.V. of future benefits and expense payable	
Current	$ 2,604,618
Long-term	60,238,562
Total	$ 62,843,180
Net assets available for benefits at market value	$ 63,080,709
Net assets in excess of tuition benefits and expenses payable, net	$ 237,529
Net assets as percentage of tuition benefits and expenses payable	.38%

Tuition benefits and expenses payable, net includes the following as of June 30, 2000:

Actuarial present value of future payments to be made for tuition, fees, expenses and contract cancellations for all contracts sold	$ 93,410,495
Actuarial present value of future payments to be received from installment contract purchasers	(30,567,315)
Tuition benefits and expenses payable, net at end of year	$ 62,843,180

NOTE 5 - FAIR VALUE DISCLOSURES

The carrying values and estimated fair values of MPACT's financial instruments as of June 30, 2000 were as follows:

	Carrying Value	Estimated Fair Value
Cash and cash equivalents	$ 1,927,985	$ 1,927,985
Short-term investments	2,049,361	2,049,361
Receivables	365,058	365,058
Investment securities	59,258,064	59,258,064
Current liabilities	3,104,877	3,104,877
Long-term liabilities	60,258,062	60,258,062

The carrying amounts for cash and cash equivalents, receivables, short-term investments and current liabilities are considered a reasonable estimate of fair value. The fair value of investment securities (including foreign currency exchange contracts) is determined by quoted market prices. Both the carrying value and market value of long-term liabilities are determined based on the discounted value of contractual cash flows.

The estimated fair values are significantly affected by assumptions used, principally the timing of future cash flows, the discount rate, judgments regarding current economic conditions, risk characteristics of various financial instruments and other factors. Because assumptions are inherently subjective in nature, the estimated fair values cannot be substantiated by comparison to independent quotes and, in many cases, the estimated fair values could not necessarily be realized in an immediate sale or settlement of the investment.

NOTE 6 - CURRENCY RATE MANAGEMENT

Certain investments of MPACT are exposed to continuing fluctuations in currency rates, which are recorded as an adjustment of realized and unrealized gains and losses. MPACT addresses this risk through a controlled program of risk management that includes the use of foreign currency exchange contracts. Such contracts are initiated within the guidelines of investment statutes and policies and do not create risk because resulting gains and losses offset gains and losses on the investment being hedged. MPACT does not hold or issue financial instruments for trading purposes. Foreign currency exchange contracts outstanding at June 30, 2000 aggregated approximately $643,000 at both cost and market value, with market value determined based on quoted market prices.

NOTE 7 - TAX STATUS

The Board of the Trust Fund has, based on the opinion of tax counsel, held the view that the Trust Fund is exempt from federal income taxation. The basis upon which the Board has taken the position that the Trust Fund is tax-exempt is its relationship and position as an agency and instrumentality of the State of Mississippi. The Mississippi statutes which establish the Trust Fund (37-155-1-27) specify that it is a state "agency and instrumentality" as confirmed by an official Attorney General's opinion. State agencies are not subject to income taxation under general principles of federal tax law.

In 1996, Congress passed the Small Business Job Protection Act of 1996. Section 1806 of the 1996 Act added Section 529 to the Internal Revenue Code of 1986. Code Section 529 provides that a "qualified state tuition program" is exempt from all federal income taxation except that imposed by Code Section 511 relating to unrelated business income (which is unlikely to apply to the MPACT Program given its current investment policies because the Program's sources of revenue do not include unrelated business income). The term "qualified state tuition program" is defined generally in Code Section 529 as a program established and maintained by a state or agency and instrumentality thereof under which, among other things, a person may make cash contributions to an account established solely for meeting the qualified higher education expenses of the designated beneficiary of the account. To the extent necessary and applicable, the Trust Fund documents have been amended to include the qualification criteria required by Section 529. In March of 1998 the Board received an

official ruling from the Internal Revenue Service that the MPACT Program qualifies under Section 529 and is thus exempt from federal taxation. Accordingly, no provision has been made in these financial statements for accrual of income taxes for the year ended June 30, 2000.

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Deloitte & Touche

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED UPON THE AUDIT PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Directors
Mississippi Prepaid Affordable College Tuition Program
Jackson, Mississippi

We have audited the financial statements of Mississippi Prepaid Affordable College Tuition Program (MPACT) (the "Program") as of and for the year ended June 30, 2000, and have issued our report thereon dated October 19, 2000. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether MPACT's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Internal Control over Financial Reporting

In planning and performing our audit, we considered MPACT's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatement in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the audit committee, management and the Mississippi State Legislature and is not intended to be and should not be used by anyone other than these specified parties.

Deloitte + Touche LLP

October 19, 2000

Deloitte
Touche
Tohmatsu

THE MISSISSIPPI PREPAID AFFORDABLE COLLEGE TUITION PROGRAM

Actuarial Valuation and
Independent Actuaries' Report

Year Ended June 30, 2000

ERNST & YOUNG

Ernst & Young LLP
Suite 2800
600 Peachtree Street
Atlanta, Georgia 30308-2215

Phone: (404) 874-8300
www.ey.com

September 15, 2000

Board of Directors
Mississippi Prepaid Affordable College Tuition Program
State Treasury Department
550 High Street
Suite 503
Jackson, MS 39205

To the Board:

We have completed our actuarial analysis of the Fund ("the Fund") for the Mississippi Prepaid Affordable College Tuition Program ("the Program") as of June 30, 2000. This report presents our findings with respect to the Fund's expected cash flows and adequacy of the Fund.

The Fund is actuarially sound; that is, the expected value of assets exceeds the expected value of liabilities by $238,000 based on assumptions approved by the Board after consultation with us.

In preparing this report we have relied on the asset and contract information provided by the Program staff and by the Program's records administrator for enrollments through June 30, 2000. We performed no independent audit or verification of these data.

We appreciate the opportunity to serve the Program. Any questions about the report should be directed to Robert Crompton at 404/874-8300.

Very truly yours,

Ernst & Young LLP

Ernst & Young LLP is a member of Ernst & Young International, Ltd.

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2	Sensitivity of Results to Variations in Experience
3	Valuation Assumptions and Methods

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A	Funded Status
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C	MPACT Beneficiaries
D	Tuition – Four Year Universities
E	Tuition – Community and Junior Colleges

Valuation Results

As of June 30, 2000 the Fund has a surplus of $237,529 (the value of assets, including the value of future payments by contract purchasers, exceed the expected liabilities of the trust by that amount). The liability amounts are based on actuarial assumptions chosen by the Board and reviewed by us. The Program's records administrator, InTuition Solutions, Inc., provided us with information relating to contracts in place as of June 30, 2000. Program staff provided us with information relating to assets and investment returns.

The amount of surplus is significantly less than as of June 30, 1999. The two primary reasons for the decrease in surplus over the last twelve months are (1) tuition increases as of June 30, 1999 were assumed to be zero for three years when, in fact, tuition increased for Fall 2000 and is expected to increase each year in the future; and (2) the underperformance of the investments compared to the actuarial assumption (1.8% actual vs. 8.1% assumed).

Contract Sales

As of June 30, 2000 there were 9,814 participants enrolled in the Program

The majority of the contracts are for four-year of university (5,851 contracts or 60%). There were 2,251 two-year junior college plus two-year university contracts (23% of the total) and 739 two-year junior college contracts (8% of the total).

Contracts are relatively evenly distributed across expected matriculation years from 2003 through 2015. Matriculation years before 2003 and after 2015 have fewer anticipated matriculators.

Weighted Average Tuition

The Weighted Average Tuition ("WAT") is the average of tuition and fees for in-state residency at Mississippi colleges and universities weighted in proportion to the number of Mississippi resident students attending the schools.

WAT for four-year universities is $2,962 for the Fall of 2000, an increase of 3.5% over last year's WAT of $2,862.

WAT for junior colleges is $1,081, an increase of 6.6%over last year's WAT of $1,014.

Actuarial Assumptions

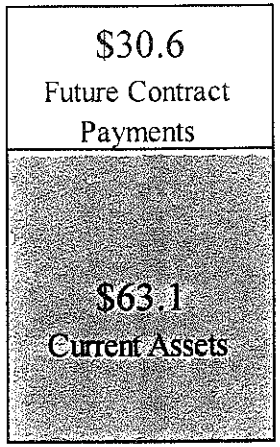
Tuition increases are assumed to be 6.5% per year for all future years at universities, and 5.0% per year for all future years for junior colleges. Investments are assumed to return 8.1% per year for all future years. These assumptions and our methodology are described more fully in the body of this report.

FUNDED STATUS

The value of the trust fund as of June 30, 2000 (including the value of future payments by contract purchasers) exceeds the expected liabilities of the trust fund by $238,000. The funded ratio, assets divided by liabilities, is 100.25%. The assumptions used to perform the actuarial valuation of the fund are described in Section 2. The primary assumptions are:

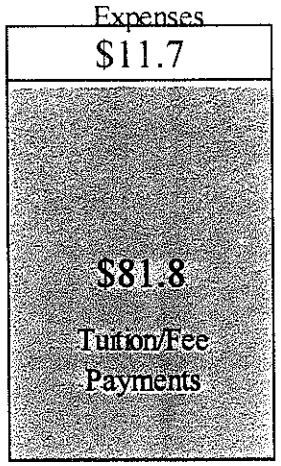
Tuition increases	6.5% per year for four-year universities 5.0% per year for junior colleges
Investment return	8.1% per year

Total: $93.6 million



Assets

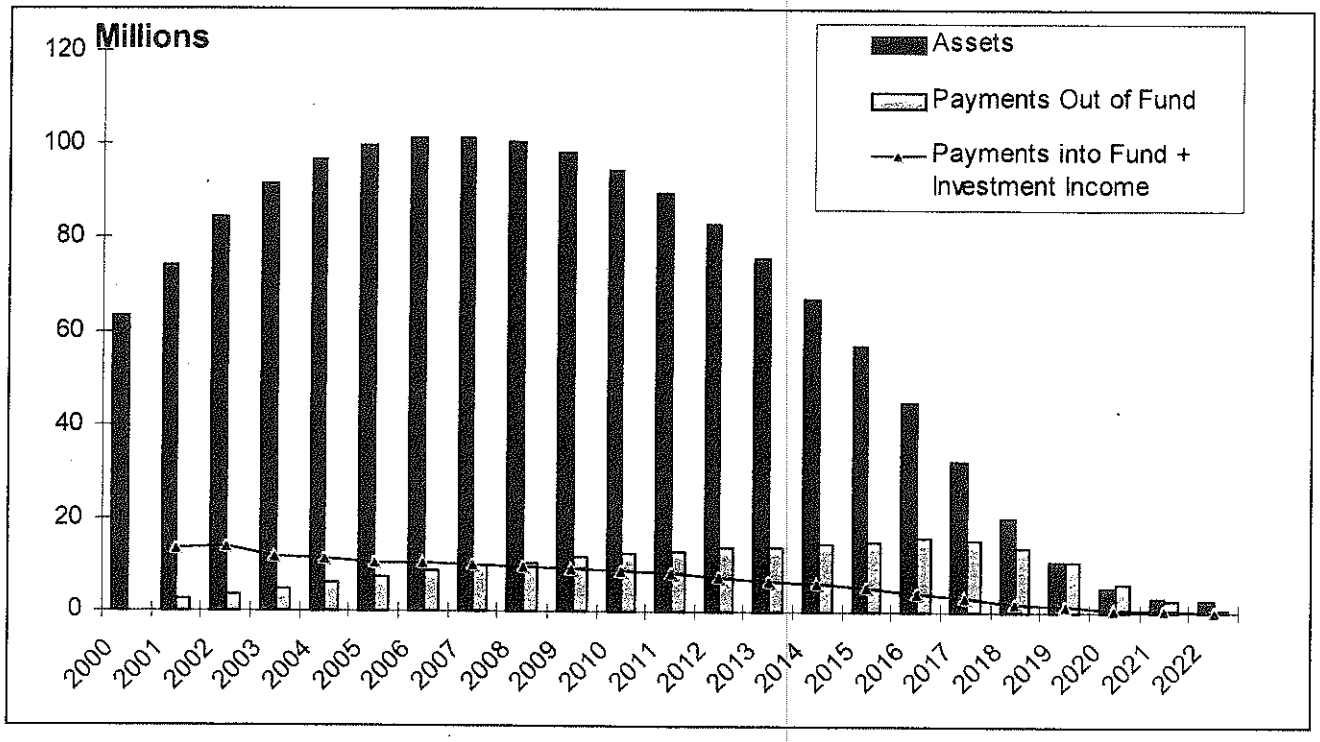
Total: $93.4 million



Liabilities

CASH FLOW PROJECTION

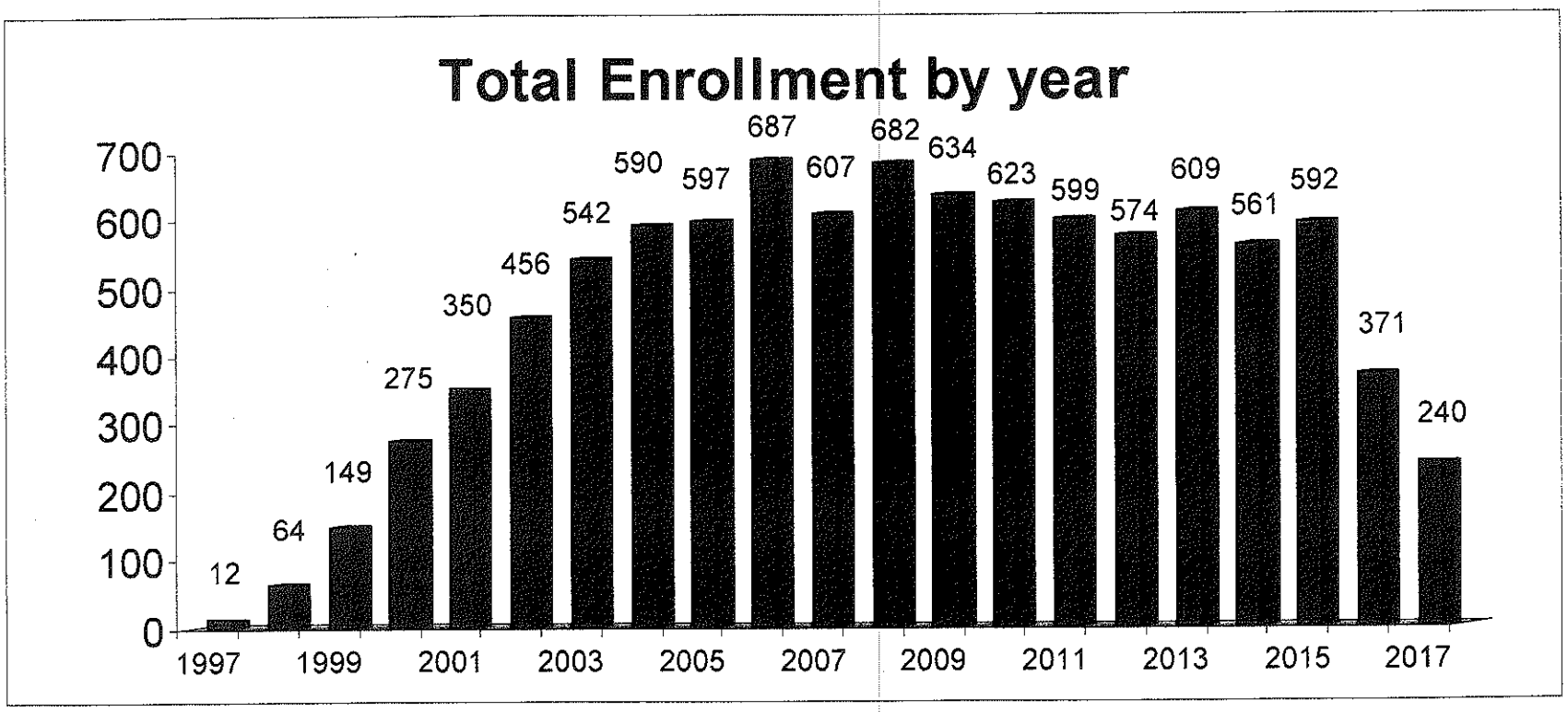
The expected income and disbursements of the trust fund, based on the assumptions used in the actuarial valuation, and the current group of contract beneficiaries, are shown below. These amounts are cash amounts, not present value amounts.



Fiscal Year End

CONTRACT SALES

Contracts can be purchased for a wide range of ages from infant up through high school senior. The chart below illustrates the total number of active contracts by expected year of college or university matriculation

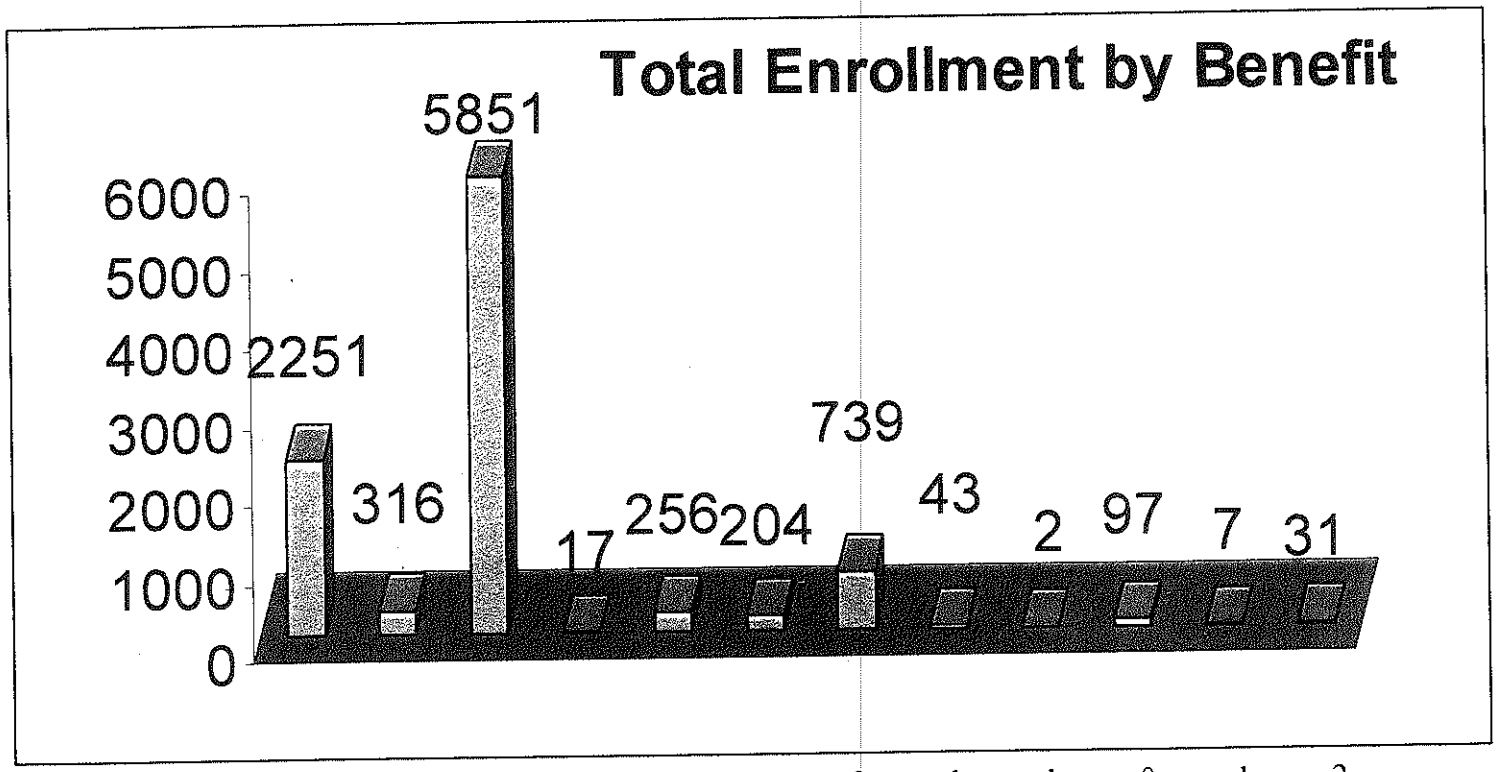


Projected year of Matriculation

Grand Total: 9,814 Contracts

CONTRACT SALES

Contracts can be purchased for a variety of plans, from one year to four years of tuition and for community college or four-year university. The chart below illustrates the total number of active contracts by type of benefit.

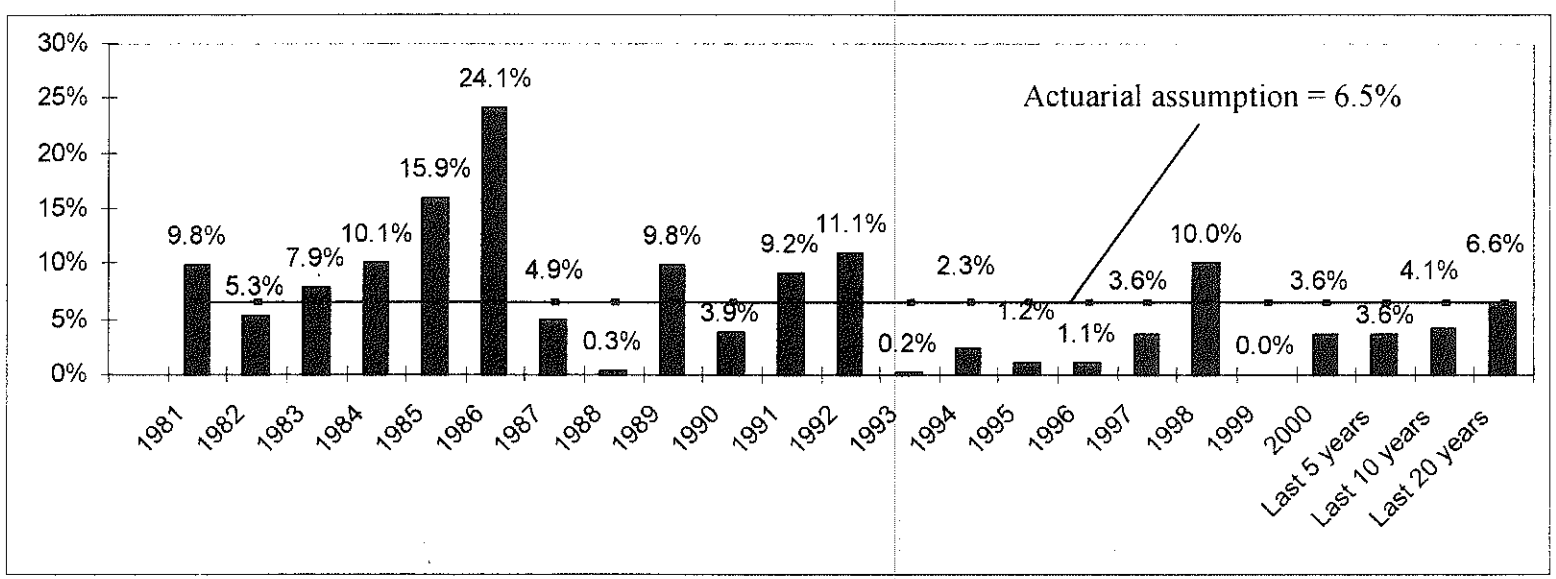


Years at community college	2	1	0	0	0	0	2	1	1	0	1	2
Years at four-year university	2	3	4	3	2	1	0	0	1	5	4	3

Grand Total: 9,814 Contracts

HISTORIC TUITION/FEE INCREASES

The average tuition for four-year universities is assumed to increase 6.5% per year. The chart below illustrates the actual increases since 1980.



Historical Comparison: Four-Year Universities

Fall 1980	$803	Fall 1986	$1,588	Fall 1991	$2,083	Fall 1996	$2,426
Fall 1981	882	Fall 1987	1,667	Fall 1992	2,314	Fall 1997	2,513
Fall 1982	929	Fall 1988	1,672	Fall 1993	2,317	Fall 1998	2,764
Fall 1983	1,003	Fall 1989	1,837	Fall 1994	2,371	Fall 1999	2,764
Fall 1984	1,104	Fall 1990	1,908	Fall 1995	2,399	Fall 2000	2,864

Sensitivity of Results To Variations In Experience

The table below was prepared so that the Board can see how variations in future experience will affect the current surplus of the Program.

Variations in Tuition

University tuition higher in all years by 25 basis points	Surplus:	($1,483,343), a decrease of $1,720,872
University tuition lower in all years by 25 basis points	Surplus:	$1,900,586, an increase of $1,663,057
University tuition increases by 7% in 2001/02, then level 6.5%	Surplus:	($96,927), a decrease of $334,455
Bias Load is 4% rather than 3%	Surplus:	($467,348), a decrease of $704,877
Bias Load is 2% rather than 3%	Surplus:	$939,908, an increase of $702,379

Variations in Investment Income

Investment income lower in all years by 25 basis points	Surplus:	($1,648,732), a decrease of $1,886,261
Investment income higher in all years by 25 basis points	Surplus:	$2,063,617, an increase of $1,826,088
Investment income of 5% in 2000/01, then level 8.1%	Surplus:	($1,702,595), a decrease of $1,940,124

As these sensitivity tests indicate, the Program's funded ratio of 100.25% provides for only a small cushion against adverse variation in experience.

Valuation Assumptions
And
Methods

Actuarial Assumptions

The assumptions used in the actuarial valuation of the Fund are described below. These assumptions were developed by the Board. We have reviewed these assumptions for reasonableness.

Tuition Increases The Weighted Average Tuition for four-year universities is assumed to increase at 6.5% per year. The Weighted Average Tuition for junior colleges is assumed to increase at 5% per year.

Investment Return Invested assets are assumed to earn 8.1% per year. The Fund is exempt from Federal Income Tax.

Administrative Expenses Total Program expenses for fiscal 2001 are 1,300,000. These expenses include approximately $330,000 of budgeted investment expenses. We assumed that non-investment administrative expenses would increase at the rate of 1% per year and that investment expenses would remain at 50 basis points on invested assets.

Enrollment of MPACT Beneficiaries We assumed that beneficiaries will attend college or university full time commencing with the expected matriculation date (the Fall following high school graduation). We assumed that contract beneficiaries will attend colleges and universities in the same proportion as the headcount information that was used to determine the 2000/01 Weighted Average Tuition. A 3% load was added to four-year university Weighted Average Tuition to allow for antiselection toward matriculation at schools with higher tuition.

Contract Cancellations We assumed that there would be no contract cancellations.

Future Contract Sales For the purpose of allocating administrative expenses to current contracts, we assumed that there will be a minimum number of contacts in the future. We have assumed that 750 contracts will be sold each year for the next five years, and that 25% of the administrative expenses are variable. This assumption is used only for expense allocation. It has not been used to project any additional revenue for the Fund.

Deaths and Disability Mortality and disability decrements were not used.

Actuarial Methods

The actuarial valuation of the Fund is based on projections of tuition and required fees expected to be paid on behalf of Program beneficiaries, and on amounts paid into the Fund from contract installment payments. This actuarial valuation is based on the data described below, along with the sources of data

Data	Source
Tuition & required fees at four-year universities	Mississippi Institutions of Higher Learning
Headcount at four-year universities	Mississippi Institutions of Higher Learning
MPACT active contract inventory	InTuition Solutions, Inc.
Tuition & required fees at junior colleges	State Board of Community & Junior Colleges
Headcount at junior colleges	State Board of Community & Junior Colleges

MPACT Beneficiaries (Appendix D) The future payments expected to be made to and from the trust fund have been determined based on the number of contracts shown in Appendix D. This information reflects cancellations, deaths and disabilities that have occurred up to the valuation date.

Weighted Average Tuition: Four-Year Universities (Appendix E) The Weighted Average Tuition for public four-year universities in Mississippi is the average of tuition and required fees at each of the four-year universities, weighted by resident enrollment headcount at each university.

Resident enrollment headcount is the number of undergraduate students eligible to pay in-state tuition at Mississippi four-year universities. A three-year average (1997 – 1999) was used to determine the Weighted Average Tuition.

Weighted Average Tuition: Junior and Community Colleges (Appendix F) The Weighted Average Tuition for junior and community colleges was determined using the same methodology as for four-year universities, except the weighting was based on the average full-time headcounts at each college for the Fall semesters of the 1996 – 1999.

Appendices

Funded Status

Appendix A

a. Market value of assets	$63,080,709
b. Actuarial present value of future contract installment payments	30,567,315
c. Subtototal (a + b)	93,648,024
d. Actuarial present value of future payments of tuition, required fees and expenses	93,410,495
e. Surplus as of June 30, 2000	$237,529

Cash Flow Projection

Appendix B

(amounts in 1,000's)

Fiscal Year Ending June 30	Payments Into Trust Fund	Payments Out of Trust Fund	Investment Income	Assets at End of Year
2000				63,081
2001	8,291	2,797	5,344	73,918
2002	7,570	3,314	6,163	84,338
2003	4,834	4,600	6,828	91,400
2004	3,770	6,125	7,278	96,323
2005	2,986	7,477	7,573	99,405
2006	2,545	8,651	7,742	101,041
2007	2,209	9,883	7,798	101,165
2008	1,897	10,588	7,759	100,234
2009	1,633	11,575	7,623	97,915
2010	1,259	12,450	7,375	94,099
2011	976	12,854	7,032	89,253
2012	784	13,817	6,583	82,804
2013	605	14,065	6,039	75,383
2014	442	14,645	5,401	66,582
2015	290	15,228	4,652	56,295
2016	156	16,005	3,773	44,220
2017	51	15,715	2,804	31,359
2018	4	14,022	1,843	19,184
2019	0	10,681	1,023	9,526
2020	0	6,023	472	3,975
2021	0	2,570	194	1,600
2022	0	392	76	1,284

MPACT Beneficiaries

Appendix C

Projected Enrollment Year	2+2	1+3	4Yr Univ	3Yr Univ	2Yr Univ	1Yr Univ	2Yr Jr Col	1Yr Jr Col	1+1	5Yr Univ	1+4	2+3	Total Enrollment By Year	Percent Of Total
1997	1		11										12	0.1%
1998	12	3	37	1	2	4	5						64	0.7%
1999	24	5	96		5	8	10	1					149	1.5%
2000	60	10	161	2	7	5	22	5		1	1	1	275	2.8%
2001	82	4	211	3	15	7	26	1				1	350	3.6%
2002	104	24	273		12	3	38	2	2				458	4.7%
2003	125	14	330	1	9	13	45	1		1		1	540	5.5%
2004	127	11	351	2	20	20	54	3				2	590	6.0%
2005	138	23	331	1	27	14	57			3		3	597	6.1%
2006	146	29	413		16	12	56	5		6		4	687	7.0%
2007	156	12	334	1	20	20	58	3		3			607	6.2%
2008	164	17	405	1	17	15	54	3		5		1	682	6.9%
2009	155	25	365	1	16	18	46	3		3		2	634	6.5%
2010	149	25	370		15	8	49			7			623	6.3%
2011	130	17	379		15	9	36	5		6		2	599	6.1%
2012	148	14	340	1	14	13	29	5		8	1	1	574	5.8%
2013	147	24	367		17	5	40	1		8			609	6.2%
2014	126	20	339		5	16	44	2		8		1	561	5.7%
2015	132	23	368		12	7	36			10		4	592	6.0%
2016	85	7	236	2	4	6	21	1		6	1	2	371	3.8%
2017	40	9	134	1	8	1	13	2		22	4	6	240	2.4%
Totals	2251	316	5851	17	256	204	739	43	2	97	7	31	9814	100.0%
Percentage	22.9%	3.2%	59.6%	0.2%	2.6%	2.1%	7.5%	0.4%	0.0%	1.0%	0.1%	0.3%	100.0%	

Annual Tuition and Required Fees

Year	A.S.U	D.S.U.	J.S.U.	M.S.U.	M.U.W.	M.V.S.U.	U.M.	U.S.M.	Average	Weighted Average
1980-81	$768	$720	$750	$930	$729	$750	$954	$826	$803	
1981-82	825	770	832	1,030	800	800	1,085	916	882	
1982-83	825	770	900	1,132	800	800	1,167	1,040	929	
1983-84	875	800	972	1,238	825	850	1,321	1,140	1,003	
1984-85	975	900	1,072	1,358	925	975	1,401	1,226	1,104	
1985-86	1,250	1,130	1,172	1,492	1,075	1,200	1,517	1,401	1,280	
1986-87	1,650	1,480	1,472	1,700	1,475	1,600	1,727	1,600	1,588	
1987-88	1,650	1,600	1,500	1,778	1,580	1,760	1,780	1,684	1,667	
1988-89	1,670	1,600	1,500	1,794	1,580	1,760	1,790	1,684	1,672	
1989-90	1,820	1,734	1,726	1,987	1,780	1,825	1,987	1,834	1,837	
1990-91	1,870	1,846	1,786	2,061	1,840	1,850	2,059	1,948	1,908	
1991-92	2,068	2,000	2,029	2,223	2,053	1,952	2,221	2,120	2,083	
1992-93	2,376	2,194	2,223	2,473	2,239	2,164	2,435	2,404	2,314	
1993-94	2,376	2,194	2,230	2,473	2,239	2,164	2,456	2,404	2,317	
1994-95	2,389	2,294	2,380	2,498	2,244	2,189	2,546	2,429	2,371	
1995-96	2,389	2,294	2,380	2,591	2,244	2,278	2,546	2,468	2,399	
1996-97	2,389	2,294	2,380	2,631	2,284	2,278	2,631	2,518	2,426	
1997-98	2,441	2,360	2,444	2,743	2,324	2,405	2,775	2,609	2,513	2,501
1998-99	2,685	2,596	2,688	3,017	2,556	2,646	3,053	2,870	2,764	2,570
1999-00	2,685	2,596	2,688	3,017	2,556	2,646	3,053	2,870	2,764	2,862
2000-01	2,785	2,696	2,788	3,117	2,656	2,746	3,153	2,970	2,864	2,962

Tuition – Four Year Universities

Appendix D

Annual Increases in Tuition and Required Fees

Year	A.S.U	D.S.U.	J.S.U.	M.S.U.	M.U.W.	M.V.S.U.	U.M.	U.S.M.	Average
1980-81									
1981-82	7.42%	6.94%	10.93%	10.75%	9.74%	6.67%	13.73%	10.90%	9.84%
1982-83	0.00%	0.00%	8.17%	9.90%	0.00%	0.00%	7.56%	13.54%	5.33%
1983-84	6.06%	3.90%	8.00%	9.36%	3.13%	6.25%	13.20%	9.62%	7.97%
1984-85	11.43%	12.50%	10.29%	9.69%	12.12%	14.71%	6.06%	7.54%	10.07%
1985-86	28.21%	25.56%	9.33%	9.87%	16.22%	23.08%	8.28%	14.27%	15.94%
1986-87	32.00%	30.97%	25.60%	13.94%	37.21%	33.33%	13.84%	14.20%	24.06%
1987-88	0.00%	8.11%	1.90%	4.59%	7.12%	10.00%	3.07%	5.25%	4.97%
1988-89	1.21%	0.00%	0.00%	0.90%	0.00%	0.00%	0.56%	0.00%	0.30%
1989-90	8.98%	8.38%	15.07%	10.76%	12.66%	3.69%	11.01%	8.91%	9.87%
1990-91	2.75%	6.46%	3.48%	3.72%	3.37%	1.37%	3.62%	6.22%	3.86%
1991-92	10.59%	8.34%	13.61%	7.86%	11.58%	5.51%	7.87%	8.83%	9.17%
1992-93	14.89%	9.70%	9.56%	11.25%	9.06%	10.86%	9.64%	13.40%	11.09%
1993-94	0.00%	0.00%	0.31%	0.00%	0.00%	0.00%	0.86%	0.00%	0.13%
1994-95	0.55%	4.56%	6.73%	1.01%	0.22%	1.16%	3.66%	1.04%	2.33%
1995-96	0.00%	0.00%	0.00%	3.72%	0.00%	4.07%	0.00%	1.61%	1.18%
1996-97	0.00%	0.00%	0.00%	1.54%	1.78%	0.00%	3.34%	2.03%	1.13%
1997-98	2.18%	2.88%	2.69%	4.26%	1.75%	5.58%	5.47%	3.61%	3.59%
1998-99	10.00%	10.00%	9.98%	9.99%	9.98%	10.02%	10.02%	10.00%	10.00%
1999-00	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
2000-01	3.72%	3.85%	3.72%	3.31%	3.91%	3.78%	3.28%	3.48%	3.63%
Compounded Averages:									
20 Years	6.65%	6.82%	6.79%	6.23%	6.68%	6.70%	6.16%	6.61%	6.56%
15 years	5.49%	5.97%	5.95%	5.03%	6.22%	5.67%	5.00%	5.14%	5.52%
10 years	4.06%	3.86%	4.55%	4.22%	3.74%	4.03%	4.35%	4.31%	4.15%
5 years	3.11%	3.28%	3.22%	3.77%	3.43%	3.81%	4.37%	3.77%	3.61%

Resident Enrollment

	Resident Full Time Equivalent Enrollment			Average Enrollment	Percent of Total
	Fall 1997	Fall 1998	Fall 1999		
Alcorn State University	2,381	2,344	2,259	2,328	5.8%
Delta State University	3,168	3,025	3,110	3,101	7.7%
Jackson State University	3,967	3,817	4,344	4,043	10.1%
Mississippi State University	10,197	10,134	10,181	10,171	25.3%
Mississippi University for Women	1,879	1,843	1,716	1,812	4.5%
Mississippi Valley State University	1,779	1,974	2,017	1,924	4.8%
University of Mississippi	6,339	6,587	6,788	6,571	16.4%
University of Southern Mississippi	10,073	10,308	10,277	10,219	25.4%
Totals	39,784	40,033	40,691	40,169	100.0%

Tuition – Community and Junior Colleges

Appendix E

Tuition and Required Fees by School

	Annual Resident Tuiton and Required Fees				
	1998/99	Increase	1999/00	Increase	2000/01
Coahoma Community College	$970	28.9%	1,250	0.0%	1,250
Copiah-Lincoln Community College	1,000	0.0%	1,000	12.0%	1,120
East Central Community College	1,000	0.0%	1,000	0.0%	1,000
East Mississippi Community College	1,040	0.0%	1,040	0.0%	1,040
Hinds Community College	1,070	2.8%	1,100	9.1%	1,200
Holmes Community College	1,054	0.0%	1,054	14.2%	1,204
Itawamba Community College	1,000	0.0%	1,000	5.0%	1,050
Jones Community College	792	7.1%	848	7.1%	908
Meridian Community College	1,000	3.8%	1,038	3.9%	1,078
Mississippi Delta Community College	920	3.3%	950	21.1%	1,150
Mississippi Gulf Coast Community College	920	10.9%	1,020	7.1%	1,092
Northeast Mississippi Community College	1,000	3.0%	1,030	7.2%	1,104
Northwest Mississippi Community College	1,000	0.0%	1,000	0.0%	1,000
Pearl River Community College	950	0.0%	950	10.5%	1,050
Southwest Mississippi Community College	850	11.8%	950	5.3%	1,000
Average Tuition	$971	4.6%	$1,015	6.7%	$1,083
Weighted Average Tuition	973	4.2%	1,014	6.6%	1,081

Increase in Average Tuition and Required Fees

Fiscal Year	Average Tuition	Percentage Increase
1984	454	
1985	502	10.6%
1986	522	4.0%
1987	614	17.6%
1988	622	1.3%
1989	646	3.9%
1990	686	6.2%
1991	728	6.1%
1992	818	12.4%
1993	942	15.2%
1994	938	-0.4%
1995	938	0.0%
1996	953	1.6%
1997	960	0.7%
1998	971	1.1%
1999	1,015	4.5%
2000	1,083	6.7%
Average increase last 15 years		4.7%
Average increase last 10 years		5.3%

Tuition – Community and Junior Colleges

Appendix E

	Fall 1997	Fall 1998	Fall 1999	Average	Percent of Total
Coahoma Community College	1,457	1,138	632	1,076	2.1%
Copiah-Lincoln Community College	2,984	2,526	1,974	2,495	4.9%
East Central Community College	2,358	2,191	1,552	2,034	4.0%
East Mississippi Community College	3,426	2,239	983	2,216	4.3%
Hinds Community College	10,745	8,920	5,931	8,532	16.6%
Holmes Community College	2,968	3,137	1,802	2,636	5.1%
Itawamba Community College	4,302	3,472	2,192	3,322	6.5%
Jones Community College	5,128	4,880	3,640	4,549	8.9%
Meridian Community College	3,213	2,532	1,628	2,458	4.8%
Mississippi Delta Community College	3,576	2,728	2,073	2,792	5.4%
Mississippi Gulf Coast Community College	10,203	7,861	5,014	7,693	15.0%
Northeast Mississippi Community College	4,044	3,131	2,336	3,170	6.2%
Northwest Mississippi Community College	5,276	4,267	2,985	4,176	8.1%
Pearl River Community College	3,049	2,879	2,003	2,644	5.1%
Southwest Mississippi Community College	1,900	1,672	1,246	1,606	3.1%
Totals	64,629	53,573	35,991	51,398	100.0%