

Auxiliary Enterprise Balances as of June 30, 2007
LSU Health Sciences Center, New Orleans

Based on preliminary numbers, Auxiliary Enterprises on the New Orleans Campus have an overall cash balance of \$7.5 million as of June 30, 2007 or about \$2.5 million more than the prior fiscal year. Much of this is due to timing differences as there is a \$2.3 million increase in accounts payable.

During the past year, small portions of Auxiliary Enterprise operations remained closed including parking, vending and food services at the Dental School. Most operations are stabilized and have been open all of the fiscal year with a total operating loss of approximately \$91,000, substantially less than the FY 06 loss of \$1.8 million. Auxiliary Enterprises revenues will benefit greatly from the reopening of the Dental School in the next several months. Significant improvements in parking, residence hall and cafeteria facilities have been completed or are in progress.

Projected uses of cash balances include:

- Modernization and Renovation of Student Housing.
- The revenues of all the auxiliary enterprises are pledged to support the retirement of revenue bond indebtedness for the Charity Nursing dorm project.