

**ALABAMA PREPAID AFFORDABLE  
COLLEGE TUITION PROGRAM**

SEPTEMBER 30, 2004

FINANCIAL STATEMENTS

ALABAMA PREPAID AFFORDABLE COLLEGE TUITION PROGRAM  
MONTGOMERY, ALABAMA

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## INDEPENDENT AUDITORS' REPORT

Board of Trustees  
Alabama Prepaid Affordable College Tuition Program  
Montgomery, Alabama

We have audited the accompanying statement of fiduciary net assets of the Alabama Prepaid Affordable College Tuition Program as of September 30, 2004 and the related statement of changes in fiduciary net assets for the year then ended. These financial statements are the responsibility of the management of the Alabama Prepaid Affordable College Tuition Program. 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 *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 discussed in Note 1, the financial statements present only the Alabama Prepaid Affordable College Tuition Program and are not intended to present fairly the financial position of the State of Alabama, and the results of its operations and the cash flows, where applicable, in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the net assets of the Alabama Prepaid Affordable College Tuition Program as of September 30, 2004 and the change in net assets 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 our report dated January 31, 2005 on our consideration of the Alabama Prepaid Affordable College Tuition Program's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with "Government Auditing Standards" and should be considered in assessing the results of our audit.

Management's discussion and analysis on pages 3 through 5 are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

*Jackson Shernton & Co. PC*

Montgomery, Alabama  
January 31, 2005

ALABAMA PREPAID AFFORDABLE COLLEGE TUITION PROGRAM  
MONTGOMERY, ALABAMA

MANAGEMENT'S DISCUSSION & ANALYSIS  
SEPTEMBER 30, 2004

The following is designed to provide an understanding of various factors related to the Alabama Prepaid Affordable College Tuition (PACT) Program's operations and financial condition. This information should be read in conjunction with the financial statements and related notes. The purpose of this information is to focus on significant changes in the financial condition during the fiscal year ended September 30, 2004, and highlight events that occurred during the year.

The PACT Program is classified as a fiduciary fund in the State of Alabama Comprehensive Annual Financial Report (CAFR).

Assets

The assets of the PACT Program include cash, receivables, investments and other assets. Assets were \$624,204,619 and \$570,571,454 as of September 30, 2004 and 2003, respectively. The increase of \$53,633,165 resulted primarily from a gain in market value of investment securities.

The composition of the Program's investment securities portfolio reflects the PACT Board's investment strategy of strategic asset allocation for an efficient, well diversified and manageable portfolio for the long term, while maintaining an appropriate level of liquidity to meet tuition benefit obligations. The Board reviews asset allocation annually. Based on the asset allocation adopted by the Board in August, the fund is comprised of 55% domestic equity, 15% developed foreign country equity and 30% domestic fixed income securities. Asset rebalancing of the investment portfolios may occur as markets fluctuate. To diversify Program assets so as to minimize the risk associated with the dependence on the success of one enterprise, the Board has selected eight managers to invest plan assets. The Board reviews investment performance quarterly, and initiates manager changes when deemed to be in the best interest of the Fund. Several manager changes were made during the year. The Board has also contracted with an investment consultant to evaluate, monitor and report on the investment portfolio and investment manager returns, to provide risk/return assumptions on investments, to recommend diversification, and to monitor compliance with the adopted investment policy.

Liabilities

Liabilities of the PACT Program consist of payables and accruals. Liabilities were \$3,634,087 and \$1,546,981 at September 30, 2004 and 2003, respectively.

Expenditure payments are subject to the Fiscal Procedures of the State of Alabama. All expenditures are vouchered through the Comptroller's Office and paid by state warrant (or check). Amounts due to the State Treasury represent expenditures of the PACT Program paid by state warrants whereby the warrants have been cashed with Treasury funds and by which the PACT Program is obligated to reimburse the Treasury. The \$2,175,467 and \$704,439 in amounts due to the State Treasury on September 30, 2004 and 2003, respectively, are indicative of reimbursement due at the end of the month. Warrants and accounts payable of \$1,385,320 and \$771,073 at fiscal year-end 2004 and 2003, respectively, represent warrants issued but outstanding as of September 30. This amount fluctuates daily as warrants clear and is considered paid.

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MANAGEMENT'S DISCUSSION & ANALYSIS  
SEPTEMBER 30, 2004

Additions

Additions totaled \$93,541,846 and \$122,063,806 for fiscal years ended September 30, 2004 and 2003, respectively. The largest addition for fiscal year 2004 was gain on investments, which was \$40,169,518 as opposed to \$66,235,603 for the fiscal year ended September 30, 2003. Interest and dividend income earned was \$16,831,886 and \$14,791,816 for the fiscal years ended September 30, 2004 and 2003, respectively.

The following table presents the Program's income earning assets and corresponding rates of return as of September 30, 2004.

<u>Asset Class</u>	<u>Market Value</u>	<u>% of Assets</u>	<u>Rate of Return</u>
Domestic Equities	\$339,010,426	55%	11.64%
Domestic Fixed Income	167,997,851	27%	4.02%
International Equities	95,150,164	15%	12.4%
Cash and cash equivalents	20,054,575	3%	.86%
Totals	<u>\$622,213,016</u>	<u>100%</u>	<u>9.92%</u>

The following table represents the Program's income earning assets and corresponding rates of return as of September 30, 2003.

<u>Asset Class</u>	<u>Market Value</u>	<u>% of Assets</u>	<u>Rate of Return</u>
Domestic Equities	\$393,169,946	69%	26.31%
Domestic Fixed Income	151,652,203	27%	8.79%
Cash and cash equivalents	23,499,616	4%	.73%
Totals	<u>\$568,321,765</u>	<u>100%</u>	<u>17.25%</u>

Contract payments received were \$35,571,484 for the fiscal year ended September 30, 2004 and \$39,923,697 for the fiscal year ended September 30, 2003. The decrease was due to a decrease in new contract payments. Other income, consisting primarily of administrative fees for processing of contract payments, amounted to \$968,958 for the fiscal year ended September 30, 2004 and \$1,112,690 for the fiscal year ended September 30, 2003. This decrease was also due to the declining number of payments being made by contract purchasers.

Deductions

Deductions totaled \$41,995,787 and \$34,509,907 for fiscal years ended September 30, 2004 and 2003, respectively. Deductions include salaries, professional services, and benefits paid to colleges and universities. The largest deduction from the Program is the amount of monies paid to the colleges and universities for tuition and mandatory fees. It is expected this amount will increase

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MANAGEMENT'S DISCUSSION & ANALYSIS  
SEPTEMBER 30, 2004

every year as the Program ages and recipients reach college age. For fiscal year ending 2004 the Program paid \$38,462,445 to over 400 colleges and universities across the nation for approximately 12,400 beneficiaries, as compared to \$31,237,867 paid in fiscal year ending 2003.

Salaries and other administrative expenses decreased by 10% from \$401,773 for the year ended September 30, 2003 to \$363,094 for the year ended September 30, 2004. The decrease was primarily due to a cost savings in printed materials. Professional service expenses were \$3,170,248 for 2004 and \$2,870,267 for 2003. This slight increase was largely due to the increased fees paid to investment managers. These fees are based on market value of assets, and the market value increased throughout the year.

Actuarial Affect

For the fiscal year ended 2004, the PACT Program had total assets of \$705,376,203, which included an actuarial present value of future contract payments of \$84,805,671, and an actuarial present value of future tuition benefit payments of \$770,558,863, resulting in a funded status of 91.5%. At the end of the 2003 fiscal year, the PACT Program had total assets of \$660,303,714, which included an actuarial present value of future contract payments of \$91,279,241, and an actuarial present value of future benefit payments of \$712,118,681, resulting in a funded status of 92.7%. The decrease in funded status resulted from the change in the assumption related to future tuition increases. Based on the historical tuition increase throughout the history of the program and in consideration of expected future tuition increases, this assumption was increased from 7.1% to 7.5%. The Board reviews the actuarial assumptions annually and makes adjustments when there is compelling information upon which to base a decision.

ALABAMA PREPAID AFFORDABLE COLLEGE TUITION PROGRAM  
MONTGOMERY, ALABAMA

STATEMENT OF FIDUCIARY NET ASSETS  
SEPTEMBER 30, 2004

ASSETS:

Cash and cash equivalents	\$ 20,054,575
Accounts receivable	64,017
Interest and dividends receivable	1,927,223
Investments	602,158,441
Other assets	363
Total assets	<u>624,204,619</u>

LIABILITIES:

Amounts due to State Treasury	2,175,467
Warrants and accounts payable	1,385,320
Accrued liabilities	73,300
Total liabilities	<u>3,634,087</u>

NET ASSETS:

Held in trust for tuition payments and other purposes	<u><u>\$ 620,570,532</u></u>
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The accompanying notes are an integral part of these financial statements.

ALABAMA PREPAID AFFORDABLE COLLEGE TUITION PROGRAM

STATEMENT OF CHANGE IN FIDUCIARY NET ASSETS  
FOR THE YEAR ENDED SEPTEMBER 30, 2004

ADDITIONS:	
Contract payments, net of cancellation refunds	\$ 35,571,484
Investment earnings:	
Interest and dividend income	16,831,886
Gain on investments	40,169,518
Net investment income	<u>57,001,404</u>
Other income	968,958
Total additions	<u>93,541,846</u>
DEDUCTIONS:	
Benefits	38,462,445
Salaries and other administrative expenses	363,094
Professional services	3,170,248
Total deductions	<u>41,995,787</u>
CHANGE IN NET ASSETS	51,546,059
NET ASSETS AT BEGINNING OF YEAR	<u>569,024,473</u>
NET ASSETS AT END OF YEAR	<u><u>\$ 620,570,532</u></u>

The accompanying notes are an integral part of these financial statements.

## ALABAMA PREPAID AFFORDABLE COLLEGE TUITION PROGRAM

### NOTES TO FINANCIAL STATEMENTS

SEPTEMBER 30, 2004

#### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

A. Description of Alabama Prepaid Affordable College Tuition Program (the PACT Program) - The PACT Program is a part of the Wallace-Folsom College Savings Investment Plan. The PACT Program includes the PACT Trust Fund and the PACT Administrative Fund. These financial statements do not include any other programs of the Wallace-Folsom College Savings Investment Plan.

The PACT Program operates under the provisions of the Code of Alabama 1975, Section 16-33C-1 through 9, as amended. The PACT Program is administratively located within the Alabama State Treasurer's office. The PACT Program's property, income and operations have been statutorily exempted from all taxation by the State and its political subdivisions. The act and the contracts do not specify that the State is liable if the PACT Program becomes actuarially unsound.

The PACT Program is governed by a ten-member Board of Trustees consisting of the Treasurer of the State of Alabama, the Lieutenant Governor or designee, the executive director of the Alabama Commission on Higher Education, the chancellor of the Alabama Department of Postsecondary Education, each of whom shall serve ex officio; a representative of the Council of College and University Presidents; one person appointed by the Treasurer; one person appointed by the Speaker of the House of Representatives; one person appointed by the Lieutenant Governor; and two persons appointed by the Governor.

The PACT Program enters into a contract with a purchaser which provides that, in return for a specified actuarially determined payment, the PACT Program will provide a child's undergraduate tuition and mandatory fees (up to 135 semester hours) at any Alabama public university or community college. For beneficiaries that choose to attend private or out-of-state institutions, the PACT Program will provide tuition payments at the current weighted average cost of tuition at Alabama public four-year institutions. 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.

B. Reporting Entity - The PACT Program is a part of the State of Alabama's reporting entity and is reported as a fiduciary fund in the State of Alabama Comprehensive Annual Financial Report (CAFR). The notes accompanying these financial statements relate directly to the PACT Program.

C. Measurement Focus and Basis of Accounting - The financial statements contained in this report are prepared using the economic resources measurement focus and the accrual basis of accounting.

D. Cash and Cash Equivalents - The PACT Program considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. Cash and cash equivalents consist of bank deposits, amounts invested in repurchase agreements, and money market funds backed by securities of the U.S. Government and federal agencies.

E. Investments - All plan investments are reported at fair value in the statement of fiduciary net assets, with all investment income, including changes in fair value, reported as additions in the statement of changes in fiduciary net assets. 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.

ALABAMA PREPAID AFFORDABLE COLLEGE TUITION PROGRAM

NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2004

NOTE 2 - DEPOSITS AND INVESTMENTS:

Governmental Accounting Standards Board (GASB) Statement No. 3 requires certain disclosures regarding policies and practices with respect to deposits and investments and the credit risk associated with them.

Bank deposits - All bank balances of deposits as of the financial statement date are either insured by the Federal Deposit Insurance Corporation (FDIC) or secured by the Security for Alabama Funds Enhancement (SAFE) Program. The SAFE Program is a multiple financial collateral pool administered by the State Treasurer according to State of Alabama statute.

Repurchase agreements - Repurchase agreements are classified as a Category 3 credit risk as defined below and amounted to \$7,336,434 at September 30, 2004.

Investments - Investments are also classified into three categories of credit risk, as follows:

Category 1: Insured or registered, or securities held by the entity or its agent in the entity's name.

Category 2: Uninsured and unregistered, with securities held by the counterparty's trust department or agent in the entity's name.

Category 3: Uninsured and unregistered, with securities held by the counterparty or by its trust department or agent but not in the entity's name.

All investments are classified in credit risk category 1 at September 30, 2004.

Alabama law authorizes the PACT Program to invest in obligations of the U.S. Treasury, Federal Land Bank bonds, Federal Home Loan Bank notes and bonds, Federal National Mortgage Association notes, and debentures or obligations guaranteed by the U. S. Government. Additionally, the PACT Program is permitted to invest in equity securities and fixed income instruments that are determined by the Board of Trustees to be consistent with the investment policy.

A summary of investments with cost and fair value at September 30, 2004 is presented below:

	<u>COST</u>	<u>FAIR VALUE</u>
Equity securities	\$315,401,041	\$339,010,426
U.S. Treasury obligations	19,755,621	20,393,276
U.S. Agency obligations	81,105,891	82,099,770
Municipal obligations	980,000	1,045,509
Corporate obligations	62,165,017	64,459,296
International securities	88,714,448	95,150,164
	<u>\$568,122,018</u>	<u>\$602,158,441</u>
Totals		

ALABAMA PREPAID AFFORDABLE COLLEGE TUITION PROGRAM

NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2004

NOTE 3 - FUTURE TUITION BENEFIT PAYMENTS AND FUTURE CONTRACT PAYMENTS:  
An actuary determines future tuition benefit payments and future contract payments. The standardized measurement is the actuarial present value of such payments. This valuation method reflects the present value of estimated tuition benefits that will be paid in future years and the present value of estimated contract payments that will be received from installment contract purchasers in future years. The significant actuarial assumptions used and results from the most recent valuation are as follows:

Date of latest actuarial valuation                      September 30, 2004

Assumptions:

Rate of return on investments	9%
Future tuition increases	7.5%
Enrollment of beneficiaries	15% will attend a junior/community college first two years; 5% tuition bias for four-year universities

Contract cancellations                                      The actuarial valuation recognizes cancellations in accordance with the following schedule:

Age 0 through 9 <sup>th</sup> grade	0% per year
10 <sup>th</sup> grade	1%
11 <sup>th</sup> grade	2%
12 <sup>th</sup> grade	3%

Payment of tuition and mandatory fees                      128 credit hours utilization; payments will occur twice annually

The assumptions shown above do not reflect the initial involuntary cancellations that result shortly after each enrollment period for contract purchasers who never make payments on their contracts.

Results:

Actuarial present value of future payments expected to be made for tuition, fees and contract cancellations for all contracts sold	\$770,558,863
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Actuarial present value of future payments expected to be received from installment contract purchasers	84,805,671
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ALABAMA PREPAID AFFORDABLE COLLEGE TUITION PROGRAM

NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2004

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Funding Progress for the PACT Program is as follows:

	Net Assets Available for Benefits	Actuarial Value of Future Contract Payments	Total Assets	Actuarial Present Value of Future Tuition Benefit Payments	Assets in Excess (Deficit) of Tuition Benefit Payments	Assets as a Percentage of Tuition Benefit Payments
September 30, 2002	\$481,470,574	\$89,705,024	\$571,175,598	\$636,507,715	(\$65,332,117)	90%
September 30, 2003	569,024,473	91,279,241	660,303,714	712,118,681	(51,814,967)	93%
September 30, 2004	620,570,532	84,805,671	705,376,203	770,558,863	(65,182,660)	92%

NOTE 4 - TAX STATUS:

The Internal Revenue Code provides that state tuition plans that meet certain requirements are exempt from income taxation. The PACT Program's rules and regulations meet those requirements. Accordingly, no provision for income taxes has been made in these financial statements for accrual of income taxes for the year ended September 30, 2004, nor for prior years.

NOTE 5 - GASB STATEMENT NO. 40:

In March 2003, the Governmental Accounting Standards Board (GASB) approved Statement No. 40, *Deposit and Investment Risk Disclosures* (hereinafter referred to as the "Statement"). This Statement addresses common deposit and investment risks related to credit risk, concentration of credit risk, interest rate risk, and foreign currency risk. This Statement requires certain disclosures of investments that have fair values that are highly sensitive to changes in interest rates. Deposit and investment policies related to the risks identified in this Statement also should be disclosed. Certain disclosures currently required by Statement No. 3, *Deposits with Financial Institutions, Investments (including Repurchase Agreements), and Reverse Repurchase Agreements*, are modified or eliminated. The PACT Program will implement this statement beginning in the fiscal year ending September 30, 2005.



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INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL  
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER  
MATTERS BASED ON AN AUDIT OF THE FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Board of Trustees  
Alabama Prepaid Affordable College Tuition Program  
Montgomery, Alabama

We have audited the financial statements of the Alabama Prepaid Affordable College Tuition Program as of and for the year ended September 30, 2004, and have issued our report thereon dated January 31, 2005. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Alabama Prepaid Affordable College Tuition Program'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 reportable 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 misstatements caused by error or fraud 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.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Alabama Prepaid Affordable College Tuition Program's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, 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 or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the Board of Trustees and management and is not intended to be and should not be used by anyone other than these specified parties.

*Jackson Shernton & Co. PC*

Montgomery, Alabama  
January 31, 2005



MONTGOMERY, ALABAMA

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## INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION

Board of Trustees  
Alabama Prepaid Affordable College Tuition Program  
Montgomery, Alabama

Our audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information on pages 15 through 16 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*Jackson Thornton & Co. PC*

Montgomery, Alabama  
January 31, 2005

ALABAMA PREPAID AFFORDABLE COLLEGE TUITION PROGRAM  
MONTGOMERY, ALABAMA

COMBINING STATEMENT OF FIDUCIARY NET ASSETS  
SEPTEMBER 30, 2004

	TRUST FUND	ADMINISTRATIVE FUND	TOTAL
<b>ASSETS:</b>			
Cash and cash equivalents	\$ 19,548,455	\$ 506,120	\$ 20,054,575
Accounts receivable		64,017	64,017
Interest receivable	1,927,223		1,927,223
Investments	602,158,441		602,158,441
Other assets		363	363
Total assets	623,634,119	570,500	624,204,619
 <b>LIABILITIES:</b>			
Amounts due to State			
Treasury	2,084,305	91,162	2,175,467
Due to (from) other fund	61,530	(61,530)	
Warrants and accounts payable	1,269,781	115,539	1,385,320
Accrued liabilities		73,300	73,300
Total liabilities	3,415,616	218,471	3,634,087
 <b>NET ASSETS:</b>			
Held in trust for tuition payments and other purposes	\$ 620,218,503	\$ 352,029	\$ 620,570,532

See Independent Auditors' Report on supplementary information.

ALABAMA PREPAID AFFORDABLE COLLEGE TUITION PROGRAM

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
FOR THE YEAR ENDED SEPTEMBER 30, 2004

	TRUST FUND	ADMINISTRATIVE FUND	TOTAL
ADDITIONS:			
Contract payments	\$ 35,571,484		\$ 35,571,484
Investment earnings:			
Interest and dividend income	16,831,886		16,831,886
Gain on investments	40,169,518		40,169,518
Net investment income	57,001,404		57,001,404
Other income	92,166	\$ 876,792	968,958
Total additions	92,665,054	876,792	93,541,846
DEDUCTIONS:			
Benefits	38,462,445		38,462,445
Salaries and other administrative expenses		363,094	363,094
Professional services	2,429,183	741,065	3,170,248
Total deductions	40,891,628	1,104,159	41,995,787
CHANGES IN NET ASSETS BEFORE TRANSFERS	51,773,426	(227,367)	51,546,059
TRANSFERS TO/(FROM)	(200,000)	200,000	
CHANGES IN NET ASSETS	51,573,426	(27,367)	51,546,059
NET ASSETS AT BEGINNING OF YEAR	568,645,077	379,396	569,024,473
NET ASSETS AT END OF YEAR	\$ 620,218,503	\$ 352,029	\$ 620,570,532

See Independent Auditors' Report on supplementary information.