

Kentucky Higher Education Student Loan Corporation
Statement of Revenues, Expenses, and Changes in Net Assets by Fund
Twelve Months Ended June 30, 2008

	Education Finance Funds			
	1983 General Bond Resolution	1997 General Bond Resolution	2004 General Bond Resolution	2008 General Bond Resolution
Operating Revenues:				
Interest Revenues:				
Borrower Interest	\$3,846,463	\$39,815,690	\$43,520,916	\$188,708
Federal Interest Benefits	733,564	9,808,747	23,827,749	86,607
Special Allowance	634,545	4,261,921	598,152	(48,608)
Interest and other Investment Income	911,539	2,640,976	2,453,639	159,716
Total Interest Revenues	6,126,111	56,527,334	70,400,456	386,423
Financing Expenses:				
Interest on Expense on Debt	3,735,746	38,910,042	51,168,954	211,737
Amortization of Front End Borrower Benefits	86,021	2,267,651	5,138,084	0
Principal and Interest Benefits	6,902,773	246,641	101,695	200
Change in Allowance for Arbitrage	(10,132,833)	(1,006,889)	(13,899)	0
Federal Consolidation Fees	378,376	3,638,108	2,443,061	68,131
Provision for Loan Losses	(16,878)	748,438	758,634	317,457
Variable Bond Credit Facility and Remarketing Fees	345,035	1,352,953	1,838,945	100,813
Amortization of Loan Purchase Premiums and Origination Costs	21,339	1,243,175	1,185,316	0
Amortization of Bond Issuance Costs	49,912	153,015	175,757	0
Net Interest Revenues	4,756,620	8,974,200	7,603,909	(311,915)
Other Operating Revenues:				
Late Payment Penalties	67,676	321,780	287,959	(82,981)
Total Operating Revenues	4,824,296	9,295,980	7,891,868	(394,896)
Operating Expenses:				
Other Expenses	67,349	260,353	127,813	4
Total Operating Expenses	67,349	260,353	127,813	4
Operating Income (Loss) before Transfers	4,756,947	9,035,627	7,764,055	(394,900)
Servicing and Administration Transfer	(734,237)	(10,799,324)	(12,776,544)	0
Net Income (Loss) after Operating Transfers	4,022,710	(1,763,697)	(5,012,489)	(394,900)
Transfer (to) from Other Funds				
Interfund Transfers	(2,190,787)	0	606,667	13,456,727
Increase (Decrease) in Net Assets after Transfers	1,831,923	(1,763,697)	(4,405,822)	13,061,827
Net Assets, Beginning of Year	(119,765)	39,320,916	1,926,499	0
Net Assets, June 30, 2008	\$1,712,158	\$37,557,219	(\$2,479,323)	\$13,061,827