

**Drake University
Key Financial Indicators**

		Benchmarks	FY00	FY01	FY02	FY03	FY04	FY05	FY06	
Enrollment & Employment		<i>Benchmarks are the latest available.</i>								
FTE Students (Fall, based on cr hrs)		<i>Moody's fall 2005 A</i>	6,407	4199	4454	4424	4474	4621	4637	4700
FT Employees (Fall, excl. grant funded)				752	732	735	729	724	742	769
FT Faculty to FTE Students				16.0	17.7	17.3	18.3	19.5	19.6	17.9
FT Employees to FTE Students				5.6	6.1	6.0	6.1	6.4	6.2	6.1
% of Tenured FT Faculty		<i>Academe, all privates</i>	54.0%	72.5%	66.7%	64.7%	62.7%	61.6%	59.0%	57%
Demand										
Total Tuition Discount		<i>Moody's 2005 A</i>	26.6%	36.9%	36.6%	36.6%	36.4%	36.4%	36.8%	36.9%
Net Tuition per FTE Student		<i>Moody's 2005 A \$</i>	17,148	\$9,848	\$10,044	\$10,547	\$11,008	\$11,404	\$11,966	\$12,604
Freshman Tuition Discount Rate (rev.)		<i>FY05 NACUBO, SCLT Tuition Discounting Survey</i>	42.7%	49.1%	53.5%	47.8%	43.3%	47.8%	43.7%	44.0%
Financial, overall										
Net Tuition Revenue (per audited F/S)			\$41,350,112	\$44,735,523	\$46,661,400	\$49,251,376	\$52,699,219	\$55,486,001	\$59,239,841	
Unrestricted Resources to Operations		<i>Moody's 2005 A</i>	70%			32%	46%	42%	51%	
Educational Expenses per FTE Student		<i>Moody's 2005 A \$</i>	23,372	\$ 14,476	\$ 13,785	\$ 14,720	\$ 14,565	\$ 15,041	\$ 15,314	
Net Cash provided by Operating Activities			\$ (203,580)	\$ 1,781	\$ 1,669,920	\$ 6,683,191	\$ 3,831,394	\$ 2,299,937	\$ 13,131,314	
Growth in Operating Revenues			-0.2%	3.3%	6.4%	2.3%	6.0%	4.6%	6.30%	
Growth in Operating Expenses			0.7%	2.6%	3.7%	1.2%	4.6%	3.5%	5.20%	
Annual Operating Margin % (unrestr)		<i>Moody's 2005 A</i>	3.8%	-7.6%	-6.7%	-5.2%	-0.9%	-0.2%	1.40%	
Return on Net Assets		<i>Moody's 2005 A</i>	7.6%	5.2%	-3.3%	-7.5%	-6.9%	8.2%	10.9%	
Total Resources per FTE Student		<i>Moody's 2005 A \$</i>	40,958			\$ 23,743	\$ 27,106	\$ 27,310		
Endowment										
Market Value of Endowment			\$118,665,000	\$114,323,000	\$105,156,000	\$99,223,000	\$106,412,000	\$116,968,000	\$128,768,000	
Endowment Spending as % of AMV		<i>FY05 NACUBO</i>	4.9%	7.4%	6.9%	7.1%	6.0%	4.9%	4.7%	
Total Return on Endowment	30-Jun	<i>FY05 NACUBO</i>	9.6%	5.60%	-7.57%	-6.62%	-4.16%	18.14%	8.20%	
Endowment per FTE Student	same size	<i>FY05 NACUBO \$ Endowment Study</i>	24,025	\$28,260	\$25,667	\$23,769	\$22,178	\$23,028	\$25,225	
Debt										
Total Debt (excl. Stadium debt)	++	<i>Moody's 2005 A</i>	116,380,000 \$	30,450,000	29,181,000	42,075,000	41,085,000	51,575,000	50,540,000	
Debt Service Coverag	+	<i>Moody's 2005 A</i>	2.5	3.0	-1.7	-2.5	-0.9	5.4	3.1	
Debt Service to Operations	+	<i>Moody's 2005 A</i>	4.70	3.6	6.5	3.8	3.5	3.7	3.7	
Liquidity Ratio (recalculated)		<i>1996 & 2005 Bond Covenant</i>	=>35%				66.8%	79.5%	76.9%	
Expendable Resources to Debt		<i>Moody's 2005 A</i>	140				74.8%	85.3%	82.9%	
Maintenance										
Deferred Maintenance Backlog (estimated)			\$27,500,000	\$27,500,000	\$28,000,000	\$22,000,000	\$21,000,000	\$26,700,000	\$27,500,000	
Age of Plant (number of years)	***	<i>Moody's 2005 A</i>	10.4	16.6	17.6	18.6	19.1	20.6	12.7	
Gross Square Footage Maintained			1,856,273	1,856,000	1,849,592	1,849,592	1,849,592	1,855,722	1,780,211	
Capital Spending Ratio		<i>Moody's 2005 A</i>	1.7	<i>Cash flow spent on Fixed Assets divided by depreciation expense</i>			5.34	1.04	3.25	

Notes:

***Age of Plant may be misleading since Drake had never deleted assets or accumulated depreciation until FY05

++Stadium bridge loan of \$6.5 million is not included; by Nov. 1, 2006 only \$1.5M will be outstanding

+ Debt Service in FY06 is unusually large because of a voluntary early debt retirement on the 1972 bonds of \$600k; excluding that early payoff the Debt Service Coverage would be 6.9% and the Debt Service to Operations would be 4.4%

For the FY06 and future year reports, Drake changed its Moody's benchmark from Baa to A