

8. Loans and Notes Receivable

Loans and notes receivable (amounts expressed in thousands) as of June 30, 1979 consisted of the following:

	Funds			
	Debt Service	Capital Projects	Other Enterprise	Higher Education and University Hospital
Notes receivable for advances of general obligation bond proceeds:				
Political subdivisions:				
Public school construction	\$ 76,204			
Other	9,746	\$1,605		
Hospitals and nursing homes	44,272			
Construction mortgage loans receivable			\$ 69,629	
Permanent mortgage loans receivable			86,186	
National direct student loans				\$22,639
Health profession loans				6,170
Other	271	4,093	419	391
	130,493	5,698	156,234	29,200
Less allowance for possible loan losses	106			7,138
Loans and notes receivable, net	\$130,387	\$5,698	\$156,234	\$22,062

Notes receivable for advances of general obligation bond proceeds bear interest at rates ranging from 2.0% to 6.5% and mature over periods ranging from 4 to 32 years. Notes receivable maturing after 1994 in the amount of \$54,004,000 are deemed to be not available for debt service because all related general obligation bonds are scheduled to be retired by that date. Accordingly, the amount has been reflected as a reservation of debt service fund balance.

Construction mortgage loans receivable are subject to commitments from other lenders to purchase the loans upon completion of construction. Proceeds from payments of principal and interest on the mortgage loans are pledged to meet the debt service requirements of the mortgage revenue bonds (See Note 12).

National direct student loans and health profession loans are made pursuant to student loan programs funded through the U.S. Government.