

PENNINGTON BIOMEDICAL RESEARCH CENTER

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2005**

Cash flows from operating activities

Student tuition and fees	\$ -
Federal appropriations	-
Grants and contracts	26,622,920
Sales and services of educational departments	52,284
Hospital income	-
Auxiliary enterprise receipts	-
Payments for employee compensation	(20,177,297)
Payments for benefits	(4,589,588)
Payments for utilities	(1,503,203)
Payments for supplies and services	(9,298,976)
Payments for scholarships and fellowships	-
Loans to students	-
Collection of loans to students	-
Other receipts	16,251
Net cash used by operating activities	<u>(8,877,609)</u>

Cash flows from non-capital financing activities

State appropriations	10,034,751
Gifts and grants for other than capital purposes	3,175,864
Private gifts for endowment purposes	(347,405)
TOPS receipts	-
TOPS disbursements	-
Federal Family Education Loan Program receipts	-
Federal Family Education Loan Program disbursements	-
Other receipts	-
Net cash provided by noncapital financing sources	<u>12,863,210</u>

Cash flows from capital financing activities

Proceeds from capital debt	-
Capital appropriations received	120,428
Capital grants and gifts received	15,613,501
Proceeds from sale of capital assets	-
Purchase of capital assets	(16,383,222)
Principal paid on capital debt and leases	-
Interest paid on capital debt and leases	-
Deposit with trustees	-
Other sources	-
Net cash used by capital financing activities	<u>(649,293)</u>

Cash flows from investing activities

Proceeds from sales and maturities of investments	-
Interest received on investments	411,810
Purchase of investments	-
Net cash provided by investing activities	<u>411,810</u>

Net increase in cash and cash equivalents	<u>3,748,118</u>
Cash and cash equivalents at beginning of the year	<u>2,155,071</u>
Cash and cash equivalents at the end of the year	<u>\$ 5,903,189</u>

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**Reconciliation of net operating revenues (expenses) to
net cash used by operating activities**

Operating loss	\$ (14,773,689)
Adjustments to reconcile net loss to net cash used by operating activities:	
Depreciation expense	3,289,338
Changes in assets and liabilities	
Decrease in accounts receivable, net	417,032
Increase in inventories	(4,888)
Decrease in deferred charges & prepaid expenses	8,154
Increase in notes receivable	-
Decrease in other assets	-
Increase in accounts payable & accrued liabilities	8,533
Increase in deferred revenues	1,959,285
Increase in amounts held in custody for others	2,414
Increase in compensated absences	216,212
Decrease in other liabilities	-
Net cash used by operating activities:	<u>(8,877,609)</u>

**Noncash investing, noncapital financing, and capital &
related financing transactions**

Reconciliation of cash & cash equivalents to the SNA

Cash and cash equivalents classified as current assets	5,901,141
Cash and cash equivalents classified as noncurrent assets	2,048
	<u>\$ 5,903,189</u>