

UNIVERSITY OF THE SCIENCES IN PHILADELPHIA
Statements of Cash Flows for the Years Ended June 30, 2001 and 2000

	<u>2001</u>	<u>2000</u>
Cash Flows from Operating Activities		
(Decrease)/increase in net assets	\$ (6,333,009)	\$ 5,113,716
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and amortization	3,199,455	3,040,852
Contributions restricted for long-term investments	(957,322)	(818,161)
Net realized losses/(gains) on sales of investments	3,427,018	(3,183,718)
Change in market value of investments	4,252,315	82,773
Cancellations and allowance for student loans	65,831	38,000
Changes in operating assets and liabilities		
(Increase) in student accounts receivable	(246,841)	(129,658)
(Increase)/decrease in government receivables	(59,322)	15,078
Decrease in contributions receivable	40,864	281,936
(Increase)/decrease in other receivables	(53,730)	16,817
Decrease/(increase) in prepaid expenses and other current assets	201,988	(120,756)
Increase in accounts payable	381,293	542,944
Increase in accrued liabilities	566,085	115,203
Increase in refundable government grants and loans	90,910	98,010
Increase in tuition deposits and deferred revenue	492,892	144,218
(Decrease)/increase in annuity liabilities	(18,733)	62,808
Increase/(decrease) in other liabilities	8,069	(97,619)
Net cash provided by operating activities	<u>5,057,763</u>	<u>5,202,443</u>
Cash Flows from Investing Activities		
Proceeds from sale of investments	24,151,167	30,032,571
Purchase of investments	(25,023,023)	(29,801,879)
Decrease in deposits with trustees	1,557,216	4,314,963
Purchase of property and equipment	<u>(4,239,375)</u>	<u>(3,036,248)</u>
Net cash provided by (used in) investing activities	<u>(3,554,015)</u>	<u>1,509,407</u>
Cash Flows from Financing Activities		
Contributions restricted for long-term investment	957,322	818,161
Disbursements for loans to students	(700,205)	(976,624)
Repayment of loans by students	1,178,286	958,266
Repayment of bonds and term loan	<u>(1,545,000)</u>	<u>(2,037,505)</u>
Net cash used in financing activities	<u>(109,597)</u>	<u>(1,237,702)</u>
Net increase in cash and cash equivalents	1,394,151	5,474,148
Cash and cash equivalents, beginning of year	<u>22,732,561</u>	<u>17,258,413</u>
Cash and cash equivalents, end of year	<u>\$ 24,126,712</u>	<u>\$ 22,732,561</u>

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