

PENNINGTON BIOMEDICAL RESEARCH CENTER

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2007**

Cash flows from operating activities

Student tuition and fees	\$	-
Federal appropriations		-
Grants and contracts		29,440,503
Sales and services of educational departments		102,577
Hospital income		-
Auxiliary enterprise receipts		-
Payments for employee compensation		(22,321,404)
Payments for benefits		(5,692,863)
Payments for utilities		(2,235,543)
Payments for supplies and services		(11,319,868)
Payments for scholarships and fellowships		-
Loans to students		-
Collection of loans to students		-
Other receipts		135,764
Net cash used by operating activities		<u>(11,890,834)</u>

Cash flows from non-capital financing activities

State appropriations		12,375,888
Gifts and grants for other than capital purposes		2,896,018
Private gifts for endowment purposes		(573,312)
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>14,698,594</u>

Cash flows from capital financing activities

Proceeds from capital debt		-
Capital appropriations received		-
Capital grants and gifts received		208,412
Proceeds from sale of capital assets		-
Purchase of capital assets		(1,643,257)
Principal paid on capital debt and leases		-
Interest paid on capital debt and leases		-
Deposit with trustees		-
Other sources		(26,393)
Net cash used by capital financing activities		<u>(1,461,238)</u>

Cash flows from investing activities

Proceeds from sales and maturities of investments		-
Interest received on investments		853,506
Purchase of investments		-
Net cash provided by investing activities		<u>853,506</u>

Net increase in cash and cash equivalents		<u>2,200,028</u>
Cash and cash equivalents at beginning of the year		<u>6,674,073</u>
Cash and cash equivalents at the end of the year	\$	<u><u>8,874,101</u></u>

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

Operating loss	\$	(17,025,437)
Adjustments to reconcile net loss to net cash used by operating activities:		
Depreciation expense		3,057,847
Changes in assets and liabilities		
Increase in accounts receivable, net		(93,360)
Increase in inventories		(9,088)
Increase in deferred charges & prepaid expenses		(5,487)
Increase in notes receivable		-
Decrease in other assets		-
Increase in accounts payable & accrued liabilities		230,167
Increase in deferred revenues		1,769,948
Decrease in amounts held in custody for others		(24,068)
Increase in compensated absences		208,644
Increase in other liabilities		-
Net cash used by operating activities:		<u>(11,890,834)</u>

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

Capital appropriations	-
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Reconciliation of cash & cash equivalents to the SNA

Cash and cash equivalents classified as current assets	8,869,839
Cash and cash equivalents classified as noncurrent assets	4,262
	<u>\$ 8,874,101</u>