

Texas Lutheran University
STATEMENT OF FINANCIAL POSITION

May 31, 2001
(with comparative totals for 2000)

ASSETS	<u>2001</u>	<u>2000</u> (restated)
Cash and cash equivalents	\$ 675,384	\$ 205,705
Cash, bond escrow account	14	44,058
Receivables		
Student accounts	965,220	1,189,686
Student loans	2,130,110	2,212,626
Contributions	1,285,293	1,088,279
Other	<u>175,516</u>	<u>197,132</u>
	4,556,139	4,687,723
Less allowance for doubtful accounts	<u>783,297</u>	<u>1,025,919</u>
	3,772,842	3,661,804
Inventories	343,345	450,263
Other assets	151,704	240,297
Investments, at market value	23,297,778	23,904,023
Investments held in split-interest agreements, at market value	7,512,194	7,156,963
Property, plant and equipment, net	<u>29,944,132</u>	<u>31,438,674</u>
	<u>\$65,697,393</u>	<u>\$67,101,787</u>
LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable	\$ 896,891	\$ 642,089
Payroll related liabilities	1,474,625	1,011,571
Deposits	843,903	889,390
Liability on annuity contracts and trusts	1,636,762	1,372,738
Other accrued liabilities	77,900	115,426
Advances from U.S. Government for student loans	2,264,681	2,203,090
Notes payable	<u>12,034,155</u>	<u>12,852,187</u>
Total liabilities	19,228,917	19,086,491
Net assets		
Unrestricted	17,530,547	19,219,666
Temporarily restricted	1,874,773	4,484,635
Permanently restricted	<u>27,063,156</u>	<u>24,310,995</u>
Total net assets	46,468,476	48,015,296
Total liabilities and net assets	<u>\$65,697,393</u>	<u>\$67,101,787</u>

The accompanying notes are an integral part of this statement.

Texas Lutheran University
STATEMENT OF ACTIVITIES
Year ended May 31, 2001
(with comparative totals for 2000)

	<u>Unrestricted</u>	<u>Temporarily restricted</u>	<u>Permanently restricted</u>	<u>2001 Total</u>	<u>2000 Total (restated)</u>
Revenues, gains and other support					
Student tuition and fees	\$16,185,393	\$ -	\$ -	\$16,185,393	\$14,867,193
Scholarship allowances	(7,497,633)	-	-	(7,497,633)	(6,908,242)
Investment return	367,379	(461,356)	-	(93,977)	2,262,816
Gifts and grants	2,660,398	558,417	2,982,351	6,201,166	5,674,493
U.S. Government grants	1,066,503	-	-	1,066,503	977,182
Change in value of split- interest agreements	(334,330)	-	(230,190)	(564,520)	(108,836)
Auxiliary enterprises	4,326,025	-	-	4,326,025	4,211,952
Other	711,455	-	-	711,455	695,674
Net assets released from restrictions	<u>2,706,923</u>	<u>(2,706,923)</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>20,192,113</u>	<u>(2,609,862)</u>	<u>2,752,161</u>	<u>20,334,412</u>	<u>21,672,232</u>
Expenses					
Instruction	5,523,097	-	-	5,523,097	5,785,361
Academic support	1,614,954	-	-	1,614,954	1,481,309
Public service	361,941	-	-	361,941	319,047
Research	42,490	-	-	42,490	75,542
Student services	2,274,197	-	-	2,274,197	2,598,060
Institutional support	5,178,853	-	-	5,178,853	4,394,708
Development and fund-raising	1,390,542	-	-	1,390,542	1,347,532
Auxiliary enterprises	<u>5,495,158</u>	<u>-</u>	<u>-</u>	<u>5,495,158</u>	<u>5,264,268</u>
	<u>21,881,232</u>	<u>-</u>	<u>-</u>	<u>21,881,232</u>	<u>21,265,827</u>
Change in net assets	(1,689,119)	(2,609,862)	2,752,161	(1,546,820)	406,405
Net assets at beginning of year, as restated (Note J)	<u>19,219,666</u>	<u>4,484,635</u>	<u>24,310,995</u>	<u>48,015,296</u>	<u>47,608,891</u>
Net assets at end of year	<u>\$17,530,547</u>	<u>\$ 1,874,773</u>	<u>\$27,063,156</u>	<u>\$46,468,476</u>	<u>\$48,015,296</u>

The accompanying notes are an integral part of this statement.

Texas Lutheran University
STATEMENT OF CASH FLOWS
Year ended May 31, 2001
(with comparative totals for 2000)

	<u>2001</u>	<u>2000</u> (restated)
Cash flows from operating activities		
Change in net assets	\$(1,546,820)	\$ 406,405
Adjustments to reconcile change in net assets to net cash used in operating activities		
Depreciation	1,786,830	1,831,203
Loss on disposal of equipment	16,234	-
Unrealized and realized gains on investments	2,005,903	(1,362,156)
Restricted gifts and grants received	(2,982,353)	(1,446,514)
Noncash contributions	(835,157)	(1,331,201)
Change in value of split-interest agreements	564,520	108,836
Changes in operating assets and liabilities		
Receivables	(111,038)	195,785
Inventories	106,918	(35,117)
Other assets	88,593	(2,643)
Accounts payable	254,802	(1,099,655)
Payroll related liabilities	463,054	89,787
Deposits	(45,487)	374,101
Liability on annuity contracts and trusts	(70,306)	500,504
Other accrued liabilities	<u>(37,526)</u>	<u>47,731</u>
Net cash used in operating activities	(341,833)	(1,722,934)
Cash flows from investing activities		
Proceeds from sales and maturities of investments	41,238,274	25,971,484
Purchase of investments	(42,388,196)	(24,494,842)
Purchases of property and equipment	(308,522)	(2,172,217)
Proceeds from cash reserves, escrow	<u>44,044</u>	<u>2,045,575</u>
Net cash (used in) provided by investing activities	(1,414,400)	1,350,000

The accompanying notes are an integral part of this statement.

Texas Lutheran University

STATEMENT OF CASH FLOWS - CONTINUED

Year ended May 31, 2001
(with comparative totals for 2000)

	<u>2001</u>	<u>2000</u> (restated)
Cash flows from financing activities		
Proceeds from indebtedness	\$ 6,700,000	\$ 4,200,000
Repayments of indebtedness	(7,518,032)	(6,698,399)
Restricted gifts and grants received	2,982,353	1,446,514
Advances from U.S. Government	<u>61,591</u>	<u>537,096</u>
Net cash provided by (used in) financing activities	<u>2,225,912</u>	<u>(514,789)</u>
Net increase (decrease) in cash and cash equivalents	469,679	(887,723)
Cash and cash equivalents at beginning of year	<u>205,705</u>	<u>1,093,428</u>
Cash and cash equivalents at end of year	<u>\$ 675,384</u>	<u>\$ 205,705</u>
Cash paid during the year for:		
Interest	<u>\$ 749,946</u>	<u>\$ 950,416</u>

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