

Texas Lutheran University

STATEMENT OF FINANCIAL POSITION

May 31, 2002
(with comparative totals for 2001)

ASSETS	<u>2002</u>	<u>2001</u>
Cash and cash equivalents	\$ 318,559	\$ 675,398
Receivables		
Student accounts	770,616	965,220
Student loans	2,295,055	2,130,110
Contributions	1,188,779	1,285,293
Other	<u>195,289</u>	<u>175,516</u>
	4,449,739	4,556,139
Less allowance for doubtful accounts	<u>759,149</u>	<u>783,297</u>
	3,690,590	3,772,842
Inventories	341,335	343,345
Other assets	350,236	151,704
Investments, at market value	22,597,343	23,297,778
Investments held in split-interest agreements, at market value	7,360,042	7,512,194
Property, plant and equipment, net	<u>28,516,110</u>	<u>29,944,132</u>
Total assets	<u>\$63,174,215</u>	<u>\$65,697,393</u>
LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable	\$ 324,302	\$ 896,891
Payroll related liabilities	1,393,619	1,474,625
Deposits and other unearned revenue	694,709	843,903
Liability on annuity contracts and trusts	1,639,069	1,636,762
Other accrued liabilities	98,278	77,900
Advances from U.S. Government for student loans	2,289,139	2,264,681
Notes payable	<u>10,245,530</u>	<u>12,034,155</u>
Total liabilities	16,684,646	19,228,917
Net assets		
Unrestricted	18,367,500	17,530,547
Temporarily restricted	287,745	1,874,773
Permanently restricted	<u>27,834,324</u>	<u>27,063,156</u>
Total net assets	<u>46,489,569</u>	<u>46,468,476</u>
Total liabilities and net assets	<u>\$63,174,215</u>	<u>\$65,697,393</u>

The accompanying notes are an integral part of this statement.

Texas Lutheran University
STATEMENT OF ACTIVITIES

Year ended May 31, 2002
(with comparative totals for 2001)

	<u>Unrestricted</u>	<u>Temporarily restricted</u>	<u>Permanently restricted</u>	<u>2002 Total</u>	<u>2001 Total</u>
Revenues, gains and other support					
Student tuition and fees	\$18,005,841	\$ -	\$ -	\$18,005,841	\$16,185,393
Scholarship allowances	(8,721,849)	-	-	(8,721,849)	(7,797,633)
Investment return	274,063	(298,563)	-	(24,500)	(93,977)
Gifts and grants	4,078,732	735,307	1,078,876	5,892,915	6,501,166
U.S. Government grants	1,449,578	-	-	1,449,578	1,066,503
Change in value of split-interest agreements	(47,404)	-	(307,708)	(355,112)	(564,520)
Auxiliary enterprises	4,649,574	-	-	4,649,574	4,326,025
Other	715,100	-	-	715,100	711,455
Net assets released from restrictions	<u>2,023,772</u>	<u>(2,023,772)</u>	<u>-</u>	<u>-</u>	<u>-</u>
	22,427,407	(1,587,028)	771,168	21,611,547	20,334,412
Expenses					
Instruction	5,648,936	-	-	5,648,936	5,523,097
Academic support	1,392,609	-	-	1,392,609	1,614,954
Public service	562,933	-	-	562,933	361,941
Research	53,471	-	-	53,471	42,490
Student services	2,753,674	-	-	2,753,674	2,274,197
Institutional support	4,722,778	-	-	4,722,778	5,178,853
Development and fund-raising	1,250,619	-	-	1,250,619	1,390,542
Auxiliary enterprises	<u>5,205,434</u>	<u>-</u>	<u>-</u>	<u>5,205,434</u>	<u>5,495,158</u>
	<u>21,590,454</u>	<u>-</u>	<u>-</u>	<u>21,590,454</u>	<u>21,881,232</u>
Change in net assets	836,953	(1,587,028)	771,168	21,093	(1,546,820)
Net assets at beginning 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>
Net assets at end of year	<u>\$18,367,500</u>	<u>\$ 287,745</u>	<u>\$27,834,324</u>	<u>\$46,489,569</u>	<u>\$46,468,476</u>

The accompanying notes are an integral part of this statement.

Texas Lutheran University
STATEMENT OF CASH FLOWS

Year ended May 31, 2002
(with comparative totals for 2001)

	<u>2002</u>	<u>2001</u>
Cash flows from operating activities		
Change in net assets	\$ 21,093	\$ (1,546,820)
Adjustments to reconcile change in net assets to net cash used in operating activities		
Depreciation	1,700,212	1,786,830
Loss on disposal of equipment	-	16,234
Loss on investments	738,663	2,005,903
Restricted gifts and grants	(1,078,876)	(2,982,353)
Noncash contributions	(509,042)	(835,157)
Change in value of split-interest agreements	355,112	564,520
Changes in operating assets and liabilities		
Receivables	(214,898)	(111,038)
Inventories	2,010	106,918
Other assets	(168,511)	88,593
Accounts payable	(572,589)	254,802
Payroll related liabilities	(81,006)	463,054
Deposits and other unearned revenue	(149,194)	(45,487)
Liability on annuity contracts and trusts	(75,118)	(70,306)
Other accrued liabilities	<u>20,378</u>	<u>(37,526)</u>
Net cash used in operating activities	(11,766)	(341,833)
Cash flows from investing activities		
Proceeds from sales and maturities of investments	2,449,461	41,238,274
Purchase of investments	(2,144,703)	(42,388,196)
Purchases of property and equipment	<u>(261,690)</u>	<u>(308,522)</u>
Net cash provided by (used in) investing activities	43,068	(1,458,444)
Cash flows from financing activities		
Proceeds from indebtedness	5,350,000	6,700,000
Repayments of indebtedness	(7,138,625)	(7,518,032)
Restricted gifts and grants proceeds	1,376,026	2,982,353
Advances from U.S. Government	<u>24,458</u>	<u>61,591</u>
Net cash (used in) provided by financing activities	<u>(388,141)</u>	<u>2,225,912</u>
Net (decrease) increase in cash and cash equivalents	(356,839)	425,635
Cash and cash equivalents at beginning of year	<u>675,398</u>	<u>249,763</u>
Cash and cash equivalents at end of year	\$ <u>318,559</u>	\$ <u>675,398</u>
Cash paid during the year for:		
Interest	\$ <u>575,494</u>	\$ <u>749,946</u>

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