

**MUSC FOUNDATION FOR RESEARCH DEVELOPMENT -  
A Component Unit  
STATEMENT OF CASH FLOWS**

For The Year Ended June 30, 2000

(with comparative figures for the year ended June 30, 1999)

|   | 2000                | 1999                 |
|---|---------------------|----------------------|
| Cash flows from operating activities:   |                     |                      |
| Cash received for services  | \$ 10,519,023       | \$ 4,573,212         |
| Cash paid to suppliers and others   | (7,189,946)         | (5,274,342)          |
| Cash paid to employees  | (1,261,085)         | (869,347)            |
| Interest income received  | 598,780             | 489,012              |
| Contributions received  | 63,980              | 153,049              |
| Cash received and held for others   | -                   | 1,602,552            |
| Cash held for others returned to The Medical University<br>of South Carolina                          | (3,322,739)         | (3,153,452)          |
| Net cash provided (used) by operating activities  | <u>(591,987)</u>    | <u>(2,479,316)</u>   |
| Cash flows from investing activities:   |                     |                      |
| Purchases of property and equipment   | (147,088)           | (224,307)            |
| Purchases of investments  | (7,064,539)         | (8,074,657)          |
| Proceeds from sales and maturities of investments   | 7,836,330           | 8,793,000            |
| Net cash provided (used) by investing activities  | <u>624,703</u>      | <u>494,036</u>       |
| Net increase (decrease) in cash and cash equivalents  | 32,716              | (1,985,280)          |
| Cash and cash equivalents at beginning of period  | <u>2,614,009</u>    | <u>4,599,289</u>     |
| Cash and cash equivalents at end of period  | <u>\$ 2,646,725</u> | <u>\$ 2,614,009</u>  |
| Reconciliation of cash flows from operating activities:   |                     |                      |
| Change in net assets  | <u>\$ (62,348)</u>  | <u>\$ 836,824</u>    |
| Adjustments to reconcile change in net assets to net<br>cash provided (used) by operating activities: |                     |                      |
| Depreciation  | 69,591              | 44,120               |
| Amortization of bond premium and discount   | (8,146)             | (86,105)             |
| Net unrealized and realized gains on investment   | (7,384)             | (40,916)             |
| Contributed securities  | -                   | (49,898)             |
| Change in operating assets and liabilities:   |                     |                      |
| (Increase) decrease in grants and contracts receivable  | (373,210)           | (320,434)            |
| (Increase) decrease in accrued interest receivable  | 33,141              | (83,511)             |
| (Increase) decrease in prepaid expenses   | (30,002)            | (20)                 |
| Increase (decrease) in accounts payable and accrued expenses  | (25,741)            | 170,939              |
| Increase (decrease) in deferred revenues  | 3,651,926           | (430,712)            |
| Increase (decrease) in due to The Medical University<br>of South Carolina                             | (3,848,564)         | (2,519,603)          |
| Increase (decrease) in due to University Medical Associates   | 8,750               | -                    |
| Total adjustments   | <u>(529,639)</u>    | <u>(3,316,140)</u>   |
| Net cash provided (used) by operating activities  | <u>\$ (591,987)</u> | <u>\$(2,479,316)</u> |

*The accompanying notes are an integral part of this financial statement.*