

University of Judaism
Statements of Financial Position
As of June 30, 2003 and 2002

| | <u>2003</u> | <u>2002</u> |
|--|---------------------|---------------------|
| Assets | | |
| Cash and cash equivalents | \$ 1,363,513 | \$ 890,584 |
| Contributions receivable, net (Note 3) | 5,703,074 | 4,748,781 |
| Other receivables | 278,068 | 567,647 |
| Investments (Note 4) | 33,593,774 | 33,991,169 |
| Prepaid expenses and other assets | 194,933 | 361,107 |
| Inventories | 125,596 | 167,275 |
| Due from affiliates | 94,662 | 20,324 |
| Property, plant and equipment (Note 5): | | |
| Land | 934,936 | 934,936 |
| Buildings and improvements | 22,004,717 | 21,992,466 |
| Furniture and equipment | 2,690,891 | 2,530,508 |
| Construction-in-progress | 6,243,459 | 2,590,030 |
| Accumulated depreciation | <u>(14,528,816)</u> | <u>(13,789,114)</u> |
| Property, plant and equipment, net | 17,345,187 | 14,258,826 |
| Other assets | <u>670,640</u> | <u>696,940</u> |
| Total assets | <u>\$59,369,447</u> | <u>\$55,702,653</u> |
| Liabilities and Net Assets | | |
| Liabilities: | | |
| Accounts payable and accrued liabilities | \$ 1,643,123 | \$ 1,384,625 |
| Notes payable, current portion | 4,237,372 | 3,666,022 |
| Notes payable (Note 6) | 21,612,411 | 21,645,434 |
| Annuities payable | 774,409 | 656,799 |
| Interest rate swap agreement (Note 7) | <u>1,720,660</u> | <u>805,164</u> |
| Total liabilities | 29,987,975 | 28,158,044 |
| Net assets: | | |
| Unrestricted | 3,936,382 | 3,050,309 |
| Temporarily restricted | 12,694,275 | 11,998,543 |
| Permanently restricted | <u>12,750,815</u> | <u>12,495,757</u> |
| Total net assets | <u>29,381,472</u> | <u>27,544,609</u> |
| Total liabilities and net assets | <u>\$59,369,447</u> | <u>\$55,702,653</u> |

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

**University of Judaism
Statement of Activities
For the Year Ended June 30, 2003
(With Summarized Financial Information For the Year Ended June 30, 2002)**

| | 2003 | | | 2002 Total |
|---|--------------------|---------------------------|---------------------------|---------------------|
| | Unrestricted | Temporarily Restricted | Permanently Restricted | |
| Revenues: | | | | |
| Tuition and fees, net of scholarships and financial aid of \$1,827,149 and \$1,396,308 in 2003 and 2002, respectively | \$ 3,347,374 | \$ 201,058 | \$ 140,636 | \$ 3,548,432 |
| Gifts, grants and bequests | 7,725,271 | 2,891,286 | | 10,757,193 |
| Program, sales and services | 2,000,826 | 125,181 | | 2,126,007 |
| Auxiliary enterprises | 2,156,351 | | | 2,156,351 |
| Investment income | 646,349 | 326,752 | 3,391 | 976,492 |
| Other income/(loss) | 524,813 | | | 524,813 |
| Net assets released from restrictions | <u>3,046,735</u> | <u>(3,046,735)</u> | | |
| Total revenues | 19,447,719 | 497,542 | 144,027 | 20,089,288 |
| Expenses: | | | | |
| Academic | 5,386,386 | | | 5,386,386 |
| Department of continuing education | 3,027,509 | | | 3,027,509 |
| Public service | 2,702,063 | | | 2,702,063 |
| Auxiliary enterprises | 1,856,508 | | | 1,856,508 |
| Fund-raising | 1,132,497 | | | 1,132,497 |
| Management and general | <u>3,573,068</u> | | | <u>3,575,068</u> |
| Total expenses | <u>17,678,031</u> | | | <u>17,678,031</u> |
| Changes in net assets before other additions (deductions) | 1,769,688 | 497,542 | 144,027 | 2,411,257 |
| Other additions (deductions): | | | | |
| Unrealized loss on interest rate swap agreement | (915,496) | | | (915,496) |
| Adjustment for unrealized gain on investments | 136,657 | 198,190 | 111,031 | 445,878 |
| Adjustment for actuarial liability | <u>(104,776)</u> | | | <u>(104,776)</u> |
| Changes in net assets | 886,073 | 695,732 | 255,058 | 1,836,863 |
| Net assets, beginning of year | <u>3,050,309</u> | <u>11,998,543</u> | <u>12,495,757</u> | <u>27,544,609</u> |
| Net assets, end of year | <u>\$3,936,382</u> | <u>\$12,694,275</u> | <u>\$12,750,815</u> | <u>\$29,381,472</u> |
| | | | | <u>\$27,544,609</u> |

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