

**UNIVERSITY OF ARKANSAS AT LITTLE ROCK**  
**STATEMENT OF CASH FLOWS-DIRECT METHOD**  
**FOR THE YEAR ENDED JUNE 30, 2008**  
**with comparative figures for 2007**

	Year Ended	
	June 30, 2008	June 30, 2007
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Student tuition and fees (net of scholarships)	\$ 46,280,145	\$ 44,178,430
Grants and contracts	19,999,913	13,344,210
Collection of loans and interest	-	(11,241)
Auxiliary enterprises revenues:		
Athletics	4,038,114	3,506,600
Housing and food service	2,494,678	2,247,673
Bookstore	403,851	586,055
Other auxiliary enterprises	1,389,091	1,372,316
Payments to employees	(84,294,067)	(79,098,977)
Payment of employee benefits	(17,817,147)	(18,825,080)
Payments to suppliers	(29,521,474)	(35,040,633)
Scholarships and fellowships	(16,153,700)	(14,960,183)
Other receipts (payments)	3,930,023	4,754,999
Net cash used by operating activities	<u>(69,250,572)</u>	<u>(77,945,831)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>		
State appropriations	66,494,380	61,283,703
Gifts and grants for other than capital purposes	16,335,002	15,353,976
Direct lending and plus loan receipts	51,474,560	49,875,820
Direct lending and plus loan payments	(51,474,560)	(49,875,820)
Other agency funds - net	10,571	(291,203)
Other	(22,825)	5,295,725
Net cash provided by noncapital financing activities	<u>82,817,128</u>	<u>81,642,201</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Proceeds from capital debt	-	-
Capital appropriations	4,100,000	128,755
Bond Proceeds from Act 1282 of 2005	208,856	-
Purchases of capital assets	(8,720,445)	(11,731,075)
Principal paid on capital debt and leases	(3,872,180)	(3,985,809)
Interest and fees paid on capital debt and leases	(2,146,100)	(1,629,818)
Deposit with trustee	792,337	13,992,239
Other	-	(30,253)
Loan Proceeds - ADFA	2,541,873	-
Principal paid on ADFA	(2,540,000)	-
Interest paid on ADFA	(1,873)	-
Net cash provided (used) by capital and related financing activities	<u>(9,637,531)</u>	<u>(3,255,961)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from sales and maturities of investments	739,710	286,671
Investment income (net of fees)	2,386,727	2,981,735
Purchases of investments	(1,638,953)	(1,567,747)
Net cash provided (used) by investing activities	<u>1,487,484</u>	<u>1,700,659</u>
Net increase (decrease) in cash	<u>5,416,509</u>	<u>2,141,067</u>
Cash - Beginning of Year	<u>26,510,852</u>	<u>24,369,785</u>
Cash - End of Year	<u>\$ 31,927,361</u>	<u>\$ 26,510,852</u>

**UNIVERSITY OF ARKANSAS AT LITTLE ROCK**  
**STATEMENT OF CASH FLOWS-DIRECT METHOD-CONTINUED**  
**FOR THE YEAR ENDED JUNE 30, 2008**  
**with comparative figures for 2007**

	<b>Year Ended</b>	
	<b>June 30, 2008</b>	<b>June 30, 2007</b>
Reconciliation of net operating revenues(expenses) to net cash provided (used) by operating activities:		
Operating income (loss)	\$ (78,773,967)	\$ (75,391,593)
Adjustments to reconcile net income (loss) to net cash provided (used) by operating activities:		
Depreciation expense	9,645,443	\$ 9,399,146
Change in assets and liabilities:		
Receivables, net	(1,424,204)	\$ (1,119,965)
Inventories	4,349	\$ (17,073)
Prepaid expenses and other assets	(134,027)	\$ 128,916
Accounts payable	1,405,920	\$ (3,237,000)
Deferred revenue	(2,178,659)	\$ (8,312,910)
Compensated absences	455,473	\$ (8,312,910)
Other liabilities	1,749,100	\$ 604,646
Net cash provided (used) by operating activities	<u>\$ (69,250,572)</u>	<u>\$ (86,258,743)</u>
NONCASH TRANSACTIONS		
Capital gifts	<u>\$ 3,654</u>	<u>\$ 174,551</u>
Change in fair value of investments	<u>\$ 772,764</u>	<u>\$ 656,652</u>

UNIVERSITY OF ARKANSAS AT LITTLE ROCK					
STATEMENT OF CASH FLOWS-DIRECT METHOD					
FOR THE YEAR ENDED JUNE 30, 2008					
with comparative figures for 2007					
	2008	2007	Change	% Change	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>					
Student tuition and fees (net of scholarships)	46,280,145.41	44,178,430.44	2,101,714.97	0.05	
Grants and contracts	19,999,912.74	13,344,209.77	6,655,702.97	0.33	
Collection of loans and interest	-	(11,241.24)	11,241.24	#DIV/0!	
Auxiliary enterprise revenues:					
Athletics	4,038,114.15	3,506,599.51	531,514.64	0.13	
Housing and food service	2,494,678.30	2,247,672.89	247,005.41	0.10	
Bookstore	403,850.69	586,054.90	(182,204.21)	(0.45)	
Other auxiliary enterprises	1,389,090.60	1,372,315.69	16,774.91	0.01	
Payments to employees	(84,294,066.81)	(79,098,976.69)	(5,195,090.12)	0.06	
Payment of employee benefits	(17,817,146.51)	(18,825,079.97)	1,007,933.46	(0.06)	
Payment to suppliers	(29,521,473.94)	(35,040,633.09)	5,519,159.15	(0.19)	
Scholarships and fellowships	(16,153,699.85)	(14,960,183.46)	(1,193,516.39)	0.07	
Other receipts (payments)	3,930,023.05	4,754,998.80	(824,975.75)	(0.21)	
Net cash used by operating activities	(69,250,572.17)	(77,945,832.45)	8,695,260.28	(0.31)	
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>					
State appropriations	66,494,380.24	61,283,703.40	5,210,676.84	0.08	
Gifts and grants for other than capital purposes	16,335,002.04	15,353,976.11	981,025.93	0.06	
Direct lending and plus loan receipts	51,474,560.19	49,875,819.86	1,598,740.33	0.03	
Direct lending and plus loan payments	(51,474,560.19)	(49,875,819.86)	(1,598,740.33)	0.03	
Other agency funds - net	10,571.11	(291,203.42)	301,774.53	28.55	
Other	(22,825.17)	5,295,724.65	(5,318,549.82)	233.01	
Net cash provided by noncapital financing activities	82,817,128.22	81,642,200.74	1,174,927.48	261.76	
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>					
Proceeds from capital debt	-	-	-		
Capital appropriations	4,100,000.00	128,755.36	3,971,244.64	0.97	
Capital grants and gifts	0.00	0.00	0.00		
Proceeds from sale of capital assets	0.00	0.00	0.00		
Bond Proceeds from Act 1282 of 2005	208,856.34	0.00	208,856.34	1.00	
Purchases of capital assets	(8,720,444.80)	(11,731,075.31)	3,010,630.51	(0.35)	
Principal paid on capital debt and leases	(3,872,179.85)	(3,985,809.24)	113,629.39	(0.03)	
Interest and fees paid on capital debt and leases	(2,146,099.64)	(1,629,817.86)	(516,281.78)	0.24	
Deposit with trustee	792,337.35	13,992,239.40	(13,199,902.05)	(16.66)	
Other	0.00	(30,252.93)	30,252.93	#DIV/0!	
Loan Proceeds - ADFA	2,541,873.44	0.00	2,541,873.44	1.00	
Principal paid on ADFA	(2,540,000.00)	0.00	(2,540,000.00)	1.00	
Interest paid on ADFA	(1,873.44)	0.00	(1,873.44)	1.00	
Net cash used by capital and related financing activities	(9,637,530.60)	(3,255,960.58)	(3,839,696.58)	#DIV/0!	
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Proceeds from sales and maturities of investments	739,710.35	286,671.38	453,038.97	0.61	
Investment income (net of fees)	2,386,726.57	2,981,735.38	(595,008.81)	(0.25)	
Purchases of investments	(1,638,953.38)	(1,567,747.27)	(71,206.11)	0.04	
Net cash provided by investing activities	1,487,483.54	1,700,659.49	(213,175.95)	(0.14)	
Net increase (decrease) in cash	5,416,508.99	2,141,067.20	3,275,441.79	0.60	
Cash - Beginning of Year	26,510,852.23	24,369,785.03	2,141,067.20		
Cash - End of Year	31,927,361.22	26,510,852.23	5,416,508.99		
	31,927,361.22				
	0.00				

<b>UNIVERSITY OF ARKANSAS AT LITTLE ROCK</b>				
<b>STATEMENT OF CASH FLOWS-DIRECT METHOD</b>				
<b>FOR THE YEAR ENDED JUNE 30, 2008</b>				
<b>with comparative figures for 2007</b>				
	<b>2008</b>	<b>2007</b>		
Reconciliation of net operating revenues(expenses) to net cash provided (used) by operating activities				
Operating income (loss)	(78,773,966.91)	(75,391,592.58)	(3,382,374.33)	0.04
Adjustments to reconcile net income (loss) to net cash provided (used) by operating activities:				
Depreciation expense	9,645,443.29	9,399,145.61	246,297.68	0.03
Change in assets and liabilities:				
Receivables, net	(1,424,204.01)	(1,119,965.35)	(304,238.66)	0.21
Inventories	4,348.50	(17,072.53)	21,421.03	4.93
Prepaid expenses and other assets	(134,026.73)	128,916.15	(262,942.88)	1.96
Accounts payable	1,405,919.51	(3,236,999.94)	4,642,919.45	3.30
Deferred revenue	(2,178,659.19)	(8,312,910.23)	6,134,251.04	(2.82)
Compensated absences	455,473.37	604,646.42	(149,173.05)	(0.33)
Other liabilities	1,749,100.00	0.00	1,749,100.00	1.00
Net cash provided (used) by operating activities	<u>(69,250,572.17)</u>	<u>(77,945,832.45)</u>	8,695,260.28	(0.13)
	(69,250,572.17)			
	0.00			
<b>NONCASH TRANSACTIONS</b>				
Capital gifts	3,654.00	174,551.00	(170,897.00)	(46.77)
Change in fair value of investments	<u>772,763.86</u>	<u>656,651.51</u>		

Cash Flow Statement Worksheet  
FY08

SNA Change in:

	SRECNA	SRECNA Reclass	Accounts Receivable	Notes Receivable	Inventories	Deposits Held by Others	Prepaid Expenses	Investments	Capital Assets	Accounts Payable	Deferred Rev, Dep, Funds Held	Comp Abs/OPEB	Bonds, Notes, Leases	Total
<b>Cash Flows from Operating Activities:</b>														
Student tuition & fees (net of scholarships)	46,883,945.67		1,568,161.09							54,229.55	(2,226,190.90)			46,280,145.41
Federal grants and contracts	10,035,718.60		(623,989.70)											9,411,728.90
State and local grants and contracts	11,104,339.33		(2,366,889.96)											8,737,449.37
Non-governmental grants and contracts	1,850,734.47													1,850,734.47
Collection of Loans & Interest on Student Loans	-	- a												-
Sales & services of educational departments	2,807,639.61	(2,807,639.61) i												-
Auxiliary Enterprises														-
Athletics	3,745,294.45		292,819.70											4,038,114.15
Housing & Food Service	2,494,923.30									(245.00)				2,494,678.30
Bookstore	403,850.69													403,850.69
Other Auxiliary Enterprises	1,869,020.10	(518,738.12) q	38,808.62											1,389,090.60
Other Operating Revenues	1,407,720.49	(1,407,720.49) a, i, o												-
Total Operating Inflows	82,603,186.71	(4,734,098.22)												74,605,791.89
<b>Outflows:</b>														
Compensation and Benefits-payments to employees	(105,536,429.02)	20,577,462.00 h								209,426.84		455,473.37		(84,294,066.81)
Payment of employee benefits	-	(20,577,462.00) h								1,011,215.49		1,749,100.00		(17,817,146.51)
Supplies and Services-payments to suppliers	(30,041,581.46)	518,738.12 g			4,348.50		(134,026.73)			131,047.63				(29,521,473.94)
Scholarships and Fellowships	(16,153,699.85)													(16,153,699.85)
Depreciation	(9,645,443.29)								9,645,443.29					-
Other receipts (payments)	-	4,215,360.10 i	(333,113.76)								47,776.71			3,930,023.05
Total Operating Outflows	(161,377,153.62)	4,734,098.22												(143,856,364.06)
Net cash from operating activities	(78,773,966.91)	-	(1,424,204.01)	-	4,348.50	-	(134,026.73)	-	9,645,443.29	1,405,919.51	(2,178,659.19)	2,204,573.37	-	(69,250,572.17)
<b>Cash Flows from noncapital financing activities:</b>														
State Appropriations	66,494,380.24													66,494,380.24
Gifts	2,741,430.07	(2,741,430.07) b												-
Federal Grants	11,261,458.71	(11,261,458.71) b												-
State Grants	1,605,988.61	(1,605,988.61) b												-
Non-governmental Grants	726,124.65	(726,124.65) b												-
Gifts and grants for other than capital purposes		16,335,002.04 b												16,335,002.04
Direct loan and PLUS loan receipts										51,474,560.19				51,474,560.19
Direct loan and PLUS loan payments										(51,474,560.19)				(51,474,560.19)
Other agency funds-net											10,571.11			10,571.11
Other		(22,825.17) j												(22,825.17)
Net Cash from noncapital financing	82,829,382.28	(22,825.17)	-	-	-	-	-	-	-	-	10,571.11	-	-	82,817,128.22
<b>Cash Flows from Capital and related financing:</b>														
Proceeds from capital debt		2,541,873.44												2,541,873.44
Capital appropriations	4,100,000.00													4,100,000.00
Capital grants and gifts	3,654.00							(3,654.00)						-
Bond Proceeds from Act 1282 of 2005	208,856.34													208,856.34
Purchases of Capital assets						1,705.33			(8,722,150.13)					(8,720,444.80)
Principal paid on capital debt and lease				45,000.00									(6,457,179.85)	(6,412,179.85)
Interest & fees paid on Capital debt and lease	(2,135,544.12)	(3,000.00) d, l, n								(9,428.96)				(2,147,973.08)
Deposit with trustee						792,337.35								792,337.35
Other Non-Operating Revenues (Expenses)	(3,000.00)	3,000.00 d												-
Adjustments to prior year revenues & expenses	(47,819.16)	47,819.16 k												-
Gain/Loss on Disposal of Capital Assets	(595,605.04)								595,605.04					-
Other Changes in Net Assets-Other	(1,256,094.05)	(2,566,867.43) j,k, l, n							47,819.16				3,775,142.32	-
Net Cash from Capital and related financing	274,447.97	22,825.17	-	45,000.00	-	794,042.68	-	-	(8,082,379.93)	(9,428.96)	-	-	(2,682,037.53)	(9,637,530.60)
<b>Cash Flows from investing activities:</b>														
Proceeds from sales and maturities of investments								739,710.35						739,710.35
Investment Income (net)	1,635,323.21							772,763.86					(21,360.50)	2,386,726.57
Purchase of investments								(1,638,953.38)						(1,638,953.38)
Net cash from investing activities	1,635,323.21	-	-	-	-	-	-	(126,479.17)	-	-	-	-	(21,360.50)	1,487,483.54
Net change in cash	5,965,186.55	(0.00)	(1,424,204.01)	45,000.00	4,348.50	794,042.68	(134,026.73)	(126,479.17)	1,563,063.36	1,396,490.55	(2,168,088.08)	2,204,573.37	(2,703,398.03)	5,416,508.99
Non-Cash:	(5,965,186.55)													
Depreciation														31,927,361.22
Amortization														26,510,852.23
Capital Gifts														Change 5,416,508.99
Unrealized loss on investments														Difference 0.00
Provision for bad debts														
			(1,424,204.01)	45,000.00	4,348.50	794,042.68	(134,026.73)	(126,479.17)	1,563,063.36		(2,168,088.08)			

a) Interest received on student loans  
b) Consolidate non-operating grant & contract revenue

If asset balances increases, subtract it  
If asset balances decreases, add it

d) Move paying agent fees to int & paying agent fees paid

If liability balances increases, add it  
If liability balances decreases, subtract it

e) Net difference on capital acquisitions, capital expense  
f) Net difference on debt payments (UAF portion)  
g) Reclassify duplicating center internal sales (remove from rev and exp)  
h) Reclass portion of salary payments to benefit payments  
i) Move sales & services and other oper revenues to Other receipts  
j) Move trf of Endowment funds to Foundation to Non-Cap category  
k) Move depreciation  
l) Move reclassification entry - Housing Bond  
m)  
n) reclass amortization amount  
o) Move loan proceeds to principal paid

**SNA Changes for Cash Flow Worksheet**

	<b>FY08</b>	<b>FY07</b>	<b>Change</b>	
<b>Accounts receivable</b>				
Tuition & Fees	5,178,665.36	6,746,826.45	1,568,161.09	
Federal grants	2,539,348.35	1,915,358.65	(623,989.70)	
State grants	3,711,413.41	1,344,523.45	(2,366,889.96)	
Sales & Services	742,526.66	409,412.90	(333,113.76)	
Athletics	252,096.30	544,916.00	292,819.70	
Other auxiliary	46,657.52	85,466.14	38,808.62	
	<u>12,470,707.60</u>	<u>11,046,503.59</u>	<u>(1,424,204.01)</u>	
<b>Notes Receivable</b>				
Nursing/Perkins	-	-	-	
Other ST loans	-	-	-	
N/R UAF - Bonds	155,000.00	200,000.00	45,000.00	
	<u>155,000.00</u>	<u>200,000.00</u>	<u>45,000.00</u>	
<b>Inventories</b>	<u>124,406.19</u>	<u>128,754.69</u>	<u>4,348.50</u>	
<b>Deposits/Held by Others</b>				
Bond Housing Project	-	-	-	
Cap. Imp. Bond Flow-Through Fund	100,002.40	556,407.36	456,404.96	
Cap. Imp. Bond Flow-Through Fund	515,924.59	851,856.98	335,932.39	
2004 Series A Refunding Bond Fund	41.02	409.88	368.86	
2004 Series B Bond Fund	93.68	878.67	784.99	
2004 Housing Bond Fund	65.91	617.39	551.48	
	<u>616,127.60</u>	<u>1,410,170.28</u>	<u>794,042.68</u>	
<b>Prepaid Expense</b>	<u>590,175.98</u>	<u>456,149.25</u>	<u>(134,026.73)</u>	
<b>Investments</b>				
Purchase of investments	1,638,953.38	1,567,747.27	(71,206.11)	From BONY statements
Sale of investments	(739,710.35)	(286,671.38)	453,038.97	Invest-Purch&Sale
Unrealized gains(loss)	(772,763.86)	656,651.51	1,429,415.37	
	<u>126,479.17</u>	<u>1,937,727.40</u>	<u>1,811,248.23</u>	
<b>Accounts Payable</b>				
Compensation & benefits	1,968,558.65	747,916.32	(1,220,642.33)	
Interest on capital debt	162,624.79	172,053.75	9,428.96	
Supplies & services	1,588,407.13	1,555,919.51	(32,487.62)	
Tuition & fees	117,841.52	63,611.97	(54,229.55)	
	<u>3,837,432.09</u>	<u>2,539,501.55</u>	<u>(1,297,930.54)</u>	
<b>Funds Held in Trust for Others</b>	278,650.91	268,079.80	(10,571.11)	
<b>Comp. Absences</b>				
ST	278,888.45	238,413.18	(40,475.27)	
LT	3,992,964.72	3,577,966.62	(414,998.10)	
	<u>4,271,853.17</u>	<u>3,816,379.80</u>	<u>(455,473.37)</u>	
<b>OPEB</b>				
ST	215,500.00	-	(215,500.00)	
LT	1,533,600.00	-	(1,533,600.00)	
	<u>1,749,100.00</u>	<u>-</u>	<u>(1,749,100.00)</u>	
<b>Deferred Revenue &amp; Deposits</b>				
Bond proceeds			-	
Amortization			-	
Athletics revenue			-	
Federal Grants		-	-	
Housing	78,950.25	79,195.25	245.00	
Other operating revenue	95,709.00	47,932.29	(47,776.71)	
Tuition & fees	15,477.20	2,241,668.10	2,226,190.90	
	<u>190,136.45</u>	<u>2,368,795.64</u>	<u>2,178,659.19</u>	
<b>Bonds, Notes, Loans Payable</b>				
Principal Paid on Capital Debt	49,871,397.56	52,553,435.09	2,682,037.53	
Issuance Cost, Premiums, Discounts	6,371.07	27,731.57	21,360.50	
	<u>49,877,768.63</u>	<u>52,581,166.66</u>	<u>2,703,398.03</u>	