

**FINANCIAL STATEMENTS**

**University of North Alabama Foundation**

**September 30, 2005 and 2004**

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# *Patterson, Prince and Associates, P.C.*

*Certified Public Accountants*

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## INDEPENDENT AUDITORS' REPORT

To the Board of Directors of  
University of North Alabama Foundation

We have audited the accompanying statements of financial position of University of North Alabama Foundation (a nonprofit organization) as of September 30, 2005 and 2004 and the related statements of activities, functional expenses, changes in net assets and cash flows for the years then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of University of North Alabama Foundation as of September 30, 2005 and 2004, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

*Patterson, Prince & Associates, P.C.*

Florence, Alabama  
December 1, 2005

# STATEMENT OF FINANCIAL POSITION

University of North Alabama Foundation

September 30, 2005 and 2004

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<u>ASSETS</u>		
<u>Current Assets:</u>	<u>2005</u>	<u>2004</u>
Cash and Cash Equivalents	\$ 5,306,991	\$ 4,502,418
Accounts Receivable	7,025	27,306
Pledges Receivable	329,488	410,816
Inventories	48,659	32,247
Interest Receivable	12,224	44,237
Land Held for Sale	-	113,100
<u>Total Current Assets</u>	<u>5,704,387</u>	<u>5,130,124</u>
<u>Investments:</u>		
Cash Restricted for Long Term Investment	10,711	55,842
Investments	<u>8,195,854</u>	<u>8,001,920</u>
<u>Total Investments</u>	<u>8,206,565</u>	<u>8,057,762</u>
<u>Fixed Assets:</u>		
Donated Artifacts and Collectibles	176,650	41,650
Vehicle	-	30,000
Furniture and Equipment	<u>34,064</u>	<u>34,064</u>
	210,714	105,714
Less: Accumulated Depreciation	<u>27,671</u>	<u>23,883</u>
<u>Total Fixed Assets</u>	<u>183,043</u>	<u>81,831</u>
<u>Other Assets</u>		
Investment - Campus Projects, LLC	30,000	-
Other Assets	<u>179,740</u>	<u>139,429</u>
<u>Total Other Assets</u>	<u>209,740</u>	<u>139,429</u>
<u>TOTAL ASSETS</u>	<u>\$ 14,303,735</u>	<u>\$ 13,409,146</u>

The Accompanying Notes are an Integral Part of these Financial Statements

STATEMENT OF FINANCIAL POSITION

University of North Alabama Foundation

September 30, 2005 and 2004

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LIABILITIES AND NET ASSETS

<u>Current Liabilities:</u>	<u>2005</u>	<u>2004</u>
Accounts Payable	\$ 68	\$ -
Obligations under Annuity Contracts - Current Portion	<u>60,719</u>	<u>60,223</u>
<u>Total Current Liabilities</u>	60,787	60,223
Obligations under Annuity Contracts - Deferred Portion	<u>364,046</u>	<u>383,096</u>
<u>Total Liabilities</u>	424,833	443,319
<u>Net Assets:</u>		
Unrestricted	391,050	331,803
Temporarily Restricted	2,768,827	2,278,878
Permanently Restricted	<u>10,719,025</u>	<u>10,355,146</u>
<u>Total Net Assets</u>	<u>13,878,902</u>	<u>12,965,827</u>
<u>TOTAL LIABILITIES AND NET ASSETS</u>	<u>\$ 14,303,735</u>	<u>\$ 13,409,146</u>

The Accompanying Notes are an Integral Part of these Financial Statements

STATEMENT OF ACTIVITIES

University of North Alabama Foundation

For the Year Ended September 30, 2005

	<u>UNRESTRICTED</u>	<u>TEMPORARILY RESTRICTED</u>	<u>PERMANENTLY RESTRICTED</u>	<u>TOTAL</u>
<u>SUPPORT AND REVENUE:</u>				
<u>Support:</u>				
Donations	\$ 54,398	\$ 408,222	\$ 329,379	\$ 791,999
In-Kind Donations	135,000	14,729	-	149,729
Other Income	1,053	109,865	-	110,918
Transfers	42,947	(77,447)	34,500	-
Net Assets Released from Restriction	<u>786,192</u>	<u>(786,192)</u>	<u>-</u>	<u>-</u>
<u>Total Support</u>	1,019,590	(330,823)	363,879	1,052,646
<u>Revenue:</u>				
Interest Income	12,381	402,765	-	415,146
Net Unrealized and Realized Gain on Investments	<u>-</u>	<u>418,007</u>	<u>-</u>	<u>418,007</u>
<u>Total Revenue</u>	12,381	820,772	-	833,153
<u>TOTAL SUPPORT AND REVENUE</u>	1,031,971	489,949	363,879	1,885,799
 <u>EXPENSES:</u>				
Program Services	728,620	-	-	728,620
Support Services	<u>244,104</u>	<u>-</u>	<u>-</u>	<u>244,104</u>
<u>TOTAL EXPENSES</u>	<u>972,724</u>	<u>-</u>	<u>-</u>	<u>972,724</u>
 Net Change in Assets	59,247	489,949	363,879	913,075
 <u>Net Assets at Beginning of Year</u>	<u>331,803</u>	<u>2,278,878</u>	<u>10,355,146</u>	<u>12,965,827</u>
 <u>NET ASSETS AT END OF YEAR</u>	<u>\$ 391,050</u>	<u>\$ 2,768,827</u>	<u>\$ 10,719,025</u>	<u>\$ 13,878,902</u>

The Accompanying Notes are an Integral Part of these Financial Statements



STATEMENT OF ACTIVITIES

University of North Alabama Foundation

For the Year Ended September 30, 2004

	<u>UNRESTRICTED</u>	<u>TEMPORARILY RESTRICTED</u>	<u>PERMANENTLY RESTRICTED</u>	<u>TOTAL</u>
<u>SUPPORT AND REVENUE:</u>				
<u>Support:</u>				
Donations	\$ 67,728	\$ 605,806	\$ 2,264,032	\$ 2,937,566
In-Kind Donations	42,000	54,246	-	96,246
Other Income	5,250	28,853	-	34,103
Transfers	63,984	(190,302)	126,318	-
Net Assets Released from Restriction	<u>510,493</u>	<u>(510,493)</u>	<u>-</u>	<u>-</u>
<u>Total Support</u>	689,455	(11,890)	2,390,350	3,067,915
<u>Revenue:</u>				
Interest Income	7,399	268,000	-	275,399
Dividend Income	-	48,422	-	48,422
Net Unrealized and Realized (Loss) on Investments	<u>-</u>	<u>191,776</u>	<u>-</u>	<u>191,776</u>
<u>Total Revenue</u>	7,399	508,198	-	515,597
<u>TOTAL SUPPORT AND REVENUE</u>	696,854	496,308	2,390,350	3,583,512
 <u>EXPENSES:</u>				
Program Services	461,986	-	-	461,986
Support Services	<u>270,103</u>	<u>-</u>	<u>-</u>	<u>270,103</u>
<u>TOTAL EXPENSES</u>	<u>732,089</u>	<u>-</u>	<u>-</u>	<u>732,089</u>
 Net Change in Assets	(35,235)	496,308	2,390,350	2,851,423
 Net Assets at Beginning of Year	<u>367,038</u>	<u>1,782,570</u>	<u>7,964,796</u>	<u>10,114,404</u>
 <u>NET ASSETS AT END OF YEAR</u>	<u>\$ 331,803</u>	<u>\$ 2,278,878</u>	<u>\$ 10,355,146</u>	<u>\$ 12,965,827</u>

The Accompanying Notes are an Integral Part of these Financial Statements

STATEMENT OF FUNCTIONAL EXPENSES

Schedule of Program Services

University of North Alabama Foundation

For the Years Ended September 30, 2005 and 2004

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	<u>2005</u>	<u>2004</u>
Scholarships Awarded	\$ 136,656	\$ 191,449
Eminent Scholars Support	131,522	32,819
Academic Program Support	35,522	33,732
Alumni Program Support	28,567	29,153
Annuities	42,828	37,745
Other Program Support	<u>353,525</u>	<u>137,088</u>
<u>TOTAL PROGRAM SERVICES</u>	<u>\$ 728,620</u>	<u>\$ 461,986</u>

The Accompanying Notes are an Integral Part of these Financial Statements



STATEMENT OF FUNCTIONAL EXPENSES

Schedule of Support Services

University of North Alabama Foundation

For the Year Ended September 30, 2005

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	<u>Management &amp; General</u>	<u>Fund Raising</u>	<u>Total Support Services</u>
Contract Services - Executive Director	\$ 50,000	\$ -	\$ 50,000
Contract Services - Other	76,496	2,020	78,516
Supplies	5,839	12,487	18,326
Cost of Sales	-	-	-
Meals	13,313	6,226	19,539
Travel	1,184	3,813	4,997
Program Supplies	-	-	-
Postage	708	5,187	5,895
Legal & Accounting	10,309	-	10,309
Telephone	1,352	-	1,352
Insurance	8,513	-	8,513
Depreciation	3,788	-	3,788
Printing and Copying	412	4,769	5,181
Membership Dues	2,081	3,400	5,481
Advertising	-	-	-
Credit Card Fees	165	141	306
Software & Maintenance	5,228	11,735	16,963
Staff Development	980	750	1,730
Gifts & Flowers	5,559	50	5,609
Construction Costs	-	-	-
Stipends	-	-	-
Fundraisers & Volunteers	-	114	114
Awards	-	2,123	2,123
Miscellaneous Expenses	364	4,998	5,362
<u>TOTAL SUPPORT SERVICES</u>	<u>\$ 186,291</u>	<u>\$ 57,813</u>	<u>\$ 244,104</u>

The Accompanying Notes are an Integral Part of these Financial Statements

STATEMENT OF FUNCTIONAL EXPENSES  
Schedule of Support Services

University of North Alabama Foundation

For the Year Ended September 30, 2004

	Management & General	Fund Raising	Total Support Services
Contract Services - Executive Director	\$ 50,000	\$ -	\$ 50,000
Contract Services - Other	72,534	2,159	74,693
Supplies	4,058	11,240	15,298
Cost of Sales	-	35,135	35,135
Meals	4,989	6,636	11,625
Travel	6,179	1,201	7,380
Program Supplies	-	5,103	5,103
Postage	4,384	5,359	9,743
Legal & Accounting	9,050	-	9,050
Telephone	656	-	656
Insurance	8,493	-	8,493
Depreciation	1,777	-	1,777
Printing and Copying	10,302	10,213	20,515
Membership Dues	747	4,705	5,452
Advertising	-	535	535
Credit Card Fees	393	-	393
Software & Maintenance	3,319	-	3,319
Staff Development	624	-	624
Gifts & Flowers	1,629	1,515	3,144
Construction Costs	4,453	-	4,453
Stipends	-	566	566
Fundraisers & Volunteers	-	257	257
Awards	-	1,251	1,251
Miscellaneous Expenses	641	-	641
<b><u>TOTAL SUPPORT SERVICES</u></b>	<b><u>\$ 184,228</u></b>	<b><u>\$ 85,875</u></b>	<b><u>\$ 270,103</u></b>

The Accompanying Notes are an Integral Part of these Financial Statements

# STATEMENT OF CASH FLOWS

University of North Alabama Foundation

For the Years Ended September 30, 2005 and 2004

	<u>2005</u>	<u>2004</u>
<u>CASH FLOWS FROM OPERATING ACTIVITIES:</u>		
Change in Net Assets	\$ 913,075	\$ 2,851,423
Adjustments to Reconcile Change in Net Assets to Net Cash used for Operating Activities:		
Depreciation	3,788	1,777
Realized and Unrealized (Gain) Loss on Sale of Investments	(418,007)	(191,776)
Decrease (Increase) in Accounts Receivable	22,639	(3,361)
Decrease (Increase) in Pledges Receivable	81,328	(386,262)
Decrease (Increase) in Inventory	(16,412)	(3,692)
Decrease (Increase) in Interest Receivable	32,013	801
Decrease (Increase) in Assets Held for Sale	-	(42,000)
Decrease (Increase) in Other Assets	72,789	69,922
Increase (Decrease) in Accounts Payable	68	(42,723)
Increase (Decrease) in Amortization of Discount on Pledges Receivable	(2,358)	7,030
Increase (Decrease) in Obligation Under Annuity Contracts	(18,554)	(121,921)
Transfer Fixed Assets	-	26,572
In-Kind Donation of Artifacts and Collectibles	(135,000)	-
Contributions Restricted for Investment	<u>(329,379)</u>	<u>(2,390,350)</u>
Net Cash Provided (Used) by Operating Activities	205,990	(224,560)
<u>CASH FLOWS FROM INVESTING ACTIVITIES:</u>		
Sale (Purchase) of Investments	269,204	(1,361,961)
(Purchase) of Fixed Assets	<u>-</u>	<u>(9,700)</u>
Net Cash Provided (Used) by Investing Activities	269,204	(1,371,661)
<u>CASH FLOWS FROM FINANCING ACTIVITIES:</u>		
Contributions Restricted for Permanent Investment	<u>329,379</u>	<u>2,390,350</u>
Net Cash Provided by Financing Activities	<u>329,379</u>	<u>2,390,350</u>
Net Increase in Cash and Cash Equivalents	804,573	794,129
Cash and Cash Equivalents at Beginning of Year	<u>4,502,418</u>	<u>3,708,289</u>
<u>CASH AND CASH EQUIVALENTS AT END OF YEAR</u>	<u>\$ 5,306,991</u>	<u>\$ 4,502,418</u>

The Accompanying Notes are an Integral Part of these Financial Statements



## NOTES TO FINANCIAL STATEMENTS

University of North Alabama Foundation

September 30, 2005 and 2004

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### NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### ORGANIZATION'S ACTIVITIES

The University of North Alabama Foundation (the Foundation), is a nonprofit organization existing to assist the University of North Alabama (the University), a public institution of higher education, in promoting, sponsoring, fostering and carrying out activities to broaden educational opportunities for and services to the students and alumni.

#### BASIS OF PRESENTATION

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, Financial Statements of Not-for-Profit Organizations. Under SFAS No. 117, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

#### CONTRIBUTIONS

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence or nature of any donor restrictions.

Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statement of Activities as net assets released from restrictions.

Endowment contributions and investments are permanently restricted by the donor. Investment earnings available for distribution are recorded in unrestricted net assets. Investment earnings with donor restrictions are recorded in temporarily or permanently restricted net assets based on the nature of the restrictions.

Contributions of donated noncash assets are recorded at their fair values in the period received. Contributions of donated services that create or enhance nonfinancial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation, are recorded at their fair values in the period received.

#### PLEDGES (Promises to Give)

Unconditional promises to give are recognized as revenue in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Promises to give are recorded at net realizable value if they are expected to be collected in one year and at fair value if they are expected to be collected in more than one year. Conditional promises to give are recognized when the conditions on which they depend are substantially met.

#### ACCOUNTING METHOD

The financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles.

## NOTES TO FINANCIAL STATEMENTS

University of North Alabama Foundation

September 30, 2005 and 2004

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### NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

#### CASH AND CASH EQUIVALENTS

The Foundation considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents. Cash and cash equivalents as reported in the Statement of Cash Flows excludes cash restricted for long-term investment. Banks holding the Foundation's cash balances insure the account up to \$100,000 through the Federal Deposit Insurance Corporation. The Foundation requires collateral to support the credit risk for the amounts in excess of the insured limits. These cash funds are held in interest bearing accounts.

#### EQUIPMENT

Equipment is carried at cost. Depreciation is computed using the straight-line method over the estimated useful lives of the respective assets, generally 5 to 7 years. As permitted by SFAS No. 93, the Foundation does not recognize depreciation on fine art and furniture collectibles. In addition, the Foundation utilizes certain facilities and equipment owned by the University. Such facilities and equipment are not recorded on the books of the Foundation.

#### INCOME TAXES

The Foundation has been granted tax-exempt status as provided by Section 501(c)(3) of the Internal Revenue Code and therefore has made no provision for federal income taxes in the accompanying statement.

#### FUNCTIONAL ALLOCATION OF EXPENSES

The costs of providing various programs and other activities have been summarized on a functional basis in the Statement of Activities and in the Statement of Functional Expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

#### ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

#### INVESTMENTS

Investments are composed of various stocks, mutual funds and real estate and are carried at Fair Market Value.



## NOTES TO FINANCIAL STATEMENTS

University of North Alabama Foundation

September 30, 2005 and 2004

### NOTE 2: PLEDGES RECEIVABLE

As of September 30, 2005 and 2004, the Foundation has pledges receivable totaling \$329,488 and \$410,816, respectively. No allowance has been made for uncollectible amounts. Most pledges receivable are restricted by donors for scholarships or are available for general operating support purposes. All pledges receivable at September 30, 2005 and 2004 are due within one to five years. The total pledges receivable as of September 30, 2005 includes \$102,510 temporarily restricted and \$231,740 permanently restricted. Pledges receivable as of September 30, 2004 includes \$23,010 temporarily restricted and \$394,835 permanently restricted. Net pledges receivable were discounted to present value at September 30, 2005 and 2004 using a discount rate of 5%. The net effect at September 30 is as follows:

	<u>2005</u>	<u>2004</u>
Total Pledge Receivable	\$ 334,250	\$ 417,845
Unamortized Discount	<u>4,762</u>	<u>7,029</u>
<u>NET PLEDGES RECEIVABLE</u>	<u>\$ 329,488</u>	<u>\$ 410,816</u>

### NOTE 3: INVESTMENTS

Investments are reported at their market value. Securities traded on a national securities exchange are valued at the last reported sales price on the last business day of the year. Investments traded in the over-the-counter market and listed securities for which no sale was reported on that date are valued at fair value based upon the most recently reported bid prices. Short-term investments are valued at cost which approximates market. Certain other investments are valued at fair value as determined by the Foundation or its trustee banks.

Realized and unrealized investment gains or losses are determined by comparison of asset cost to net proceeds received at the time of disposal and changes in the difference between market values and cost, respectively. These amounts are reflected in the financial statements as net unrealized and realized gain or loss on investments.

The Foundation has established a common investment fund for its restricted funds which allows for the commingling of various trust assets into the common investment fund. The common investment fund is maintained at two separate trustee banks, and investment in the funds is limited only to the trust funds of the Foundation.

Investments held by the Foundation consisted of the following at September 30:

	<u>2005</u>	<u>2004</u>
Cash and Cash Equivalents	\$ 10,710	\$ 55,842
U. S. Government Obligations	1,802,647	2,691,128
Bonds	378,824	811,170
Common and Preferred Stock	522,342	150,062
Mutual Funds	<u>5,492,042</u>	<u>4,349,560</u>
<u>TOTAL INVESTMENTS</u>	<u>\$ 8,206,565</u>	<u>\$ 8,057,762</u>



## NOTES TO FINANCIAL STATEMENTS

University of North Alabama Foundation

September 30, 2005 and 2004

### NOTE 3: INVESTMENTS (Continued)

Investments as of September 30 are summarized as follows:

	<u>2005</u>		<u>2004</u>	
	<u>Cost</u>	<u>Market</u>	<u>Cost</u>	<u>Market</u>
U. S. Government Obligations & Bonds	\$ 2,222,776	\$ 2,181,471	\$ 3,391,330	\$ 3,502,298
Common and Preferred Stock & Mutual Funds	<u>6,025,288</u>	<u>6,014,383</u>	<u>5,759,239</u>	<u>4,499,622</u>
<u>TOTAL INVESTMENTS</u>	<u>\$ 8,248,064</u>	<u>\$ 8,195,854</u>	<u>\$ 9,150,569</u>	<u>\$ 8,001,920</u>

### NOTE 4: FIXED ASSETS

Fixed Assets consisted of the following at September 30:

	<u>2005</u>	<u>2004</u>
Donated Artifacts and Collectibles	\$ 176,650	\$ 41,650
Antique Automobile	-	30,000
Furniture and Equipment	24,364	24,364
Computer Software	<u>9,700</u>	<u>9,700</u>
	\$ 210,714	\$ 105,714
Less Accumulated Depreciation	<u>27,671</u>	<u>23,883</u>
<u>TOTAL FIXED ASSETS</u>	<u>\$ 183,043</u>	<u>\$ 81,831</u>

### NOTE 5: PROGRAM SUPPORT

The costs of providing various programs and other activities have been summarized on a functional basis in the Statement of Activities and in the Statement of Functional Expenses. Accordingly, certain costs have been allocated to Other Program Support as follows:

	<u>2005</u>	<u>2004</u>
Decade of the Fifties Reunion	\$ 22,565	\$ -
Sportsman Club	6,145	-
ROTC Memorial	-	5,161
Smith Bell Tower	11,369	62,779
UNA Coffee Table Books	6,340	485
UNA Magazine	9,798	0
Lion Account	29,820	31,365
Coby Hall Campaign	257,358	3,105
Lion Truck & Trailer	-	26,573
Other Program Support	<u>10,130</u>	<u>7,620</u>
<u>TOTAL OTHER PROGRAM SUPPORT</u>	<u>\$ 353,525</u>	<u>\$ 137,088</u>

NOTES TO FINANCIAL STATEMENTS

University of North Alabama Foundation

September 30, 2005 and 2004

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NOTE 6: NET ASSETS RELEASED FROM RESTRICTIONS:

Donor-imposed restrictions on temporarily restricted net assets were satisfied for the years ended September 30 as follows:

	<u>2005</u>	<u>2004</u>
Purpose for which restricted contributions were used:		
Program Services	\$ 480,892	\$ 291,745
Instruction	168,644	27,299
Scholarships	<u>136,656</u>	<u>191,449</u>
<u>TOTAL NET ASSETS RELEASED FROM RESTRICTIONS</u>	<u>\$ 786,192</u>	<u>\$ 510,493</u>

NOTE 7: NATURE AND AMOUNT OF TEMPORARILY RESTRICTED NET ASSETS:

Temporarily restricted net assets are available for the following purposes at September 30:

	<u>2005</u>	<u>2004</u>
Program Services	\$ 929,274	\$ 1,666,916
Instruction	924,416	34,964
Scholarships	<u>915,137</u>	<u>576,998</u>
<u>TOTAL TEMPORARILY RESTRICTED NET ASSETS</u>	<u>\$ 2,768,827</u>	<u>\$ 2,278,878</u>

NOTE 8: NATURE AND AMOUNT OF PERMANENTLY RESTRICTED NET ASSETS:

Permanently restricted net assets in the following amounts are restricted to investments in perpetuity, the income which is expendable for the following purposes at September 30:

	<u>2005</u>	<u>2004</u>
Program Services & Instruction	\$ 4,914,812	\$ 4,919,935
Scholarships	<u>5,804,213</u>	<u>5,435,211</u>
<u>TOTAL PERMANENTLY RESTRICTED NET ASSETS</u>	<u>\$10,719,025</u>	<u>\$10,355,146</u>