

# Pacific Resources for Education and Learning

## Statements of Cash Flows

Year Ended September 30, 2009 and Ten Months Ended September 30, 2008

	2009	2008
<b>Cash flows from operating activities</b>		
Cash received from contracting agencies and grantors	\$ 10,870,439	\$ 11,258,390
Cash paid to suppliers and employees	(11,290,874)	(11,359,560)
Contributions received	20,515	14,653
Interest and other income received	15,480	30,201
Net cash used in operating activities	(384,440)	(56,316)
<b>Cash flows from investing activities</b>		
Proceeds from sale of investments	194,689	500,000
Purchase of investments	(10,150)	(222,101)
Capital expenditures	(20,037)	(35,495)
Net cash provided by investing activities	164,502	242,404
Net increase (decrease) in cash and equivalents	(219,938)	186,088
<b>Cash and equivalents</b>		
Beginning of year	750,592	564,504
End of year	\$ 530,654	\$ 750,592
<b>Reconciliation of change in net assets to net cash used in operating activities</b>		
Change in net assets	\$ (32,458)	\$ 137,461
Adjustments to reconcile change in net assets to net cash used in operating activities		
Depreciation	44,586	46,741
Changes in		
Receivables	(204,782)	868,329
Prepaid expenses	(532)	(1,836)
Deposits and other assets	(1,495)	12,776
Accounts payable	(43,849)	(795,096)
Accrued payroll and vacation	(216,888)	47,636
Advance funding on contracts	(45,440)	(380,500)
Deferred revenue	(14,246)	(16,633)
Deferred rent	-	(5,159)
Other accrued liabilities	130,664	29,965
Net cash used in operating activities	\$ (384,440)	\$ (56,316)

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