

SPELMAN COLLEGE
 Statements of Financial Position
 June 30, 2006 and 2005

	2006	2005
Assets:		
Cash and cash equivalents (including restricted cash of \$277,778 and \$271,842 in 2006 and 2005, respectively)	\$ 4,436,035	5,205,645
Student accounts receivable (net of allowance for doubtful accounts of \$980,000 and \$1,005,000 in 2006 and 2005, respectively)	1,201,047	1,273,848
Grants and other receivables	1,249,304	1,855,368
Contributions receivable (note 2)	4,357,509	3,936,199
Student notes receivable (net of allowance for doubtful accounts of \$1,200,000 in 2006 and 2005)	1,537,394	1,692,791
Investments (notes 4 and 8)	291,604,536	258,054,392
Investment in joint venture (note 3)	7,946,554	7,079,553
Bond issuance costs, net	806,627	876,684
Other assets	148,943	201,692
Funds restricted for investment in property and equipment	7,037,916	8,217,605
Property and equipment, net (notes 5 and 6)	102,970,417	102,980,303
Total assets	\$ 423,296,282	391,374,080
Liabilities:		
Accounts payable and accrued expenses	\$ 5,289,672	3,018,278
Accrued compensation and related expenses	4,553,493	3,372,679
Deferred revenue	1,034,860	915,798
Bonds and notes payable (note 6)	52,773,951	55,108,019
Obligation under capital lease (note 13)	248,629	371,646
Advances from federal government	1,505,514	1,473,303
Total liabilities	65,406,119	64,259,723
Net assets:		
Unrestricted:		
Undesignated	103,390	102,432
Designated by the board of trustees as follows:		
Quasi-endowment	89,289,027	80,863,194
Student loans	174,910	171,331
Retirement of debt	145,590	126,323
Facilities expansion	994,389	315,338
Investment in property and equipment	55,789,112	59,726,245
Total unrestricted net assets	146,496,418	141,304,863
Temporarily restricted (note 10)	125,664,225	108,105,663
Permanently restricted (note 10)	85,729,520	77,703,831
Total net assets	357,890,163	327,114,357
Commitments and contingencies (note 13)		
Total liabilities and net assets	\$ 423,296,282	391,374,080

See accompanying notes to financial statements.

SPELMAN COLLEGE
 Statements of Activities
 Years ended June 30, 2006 and 2005

	2006	2005
Changes in unrestricted net assets:		
Revenue, gains, and other support:		
Tuition and fees	\$ 32,491,760	29,484,416
Less student aid	(8,064,901)	(7,270,274)
Tuition and fees, net	24,426,859	22,214,142
Government grants and contracts	1,067,949	749,089
Private gifts and grants	2,976,160	2,066,653
Investment return designated for current operations (note 4):		
Endowment spending	6,104,113	6,153,242
Other investment income	572,858	322,405
Investment return in excess of amounts designated for current operations (note 4)	9,081,619	3,956,932
Sales and services of auxiliary enterprises	12,644,009	11,952,324
Other	585,058	4,121,029
Net assets released from restrictions (note 9)	22,014,361	19,795,970
Total revenue, gains, and other support	79,472,986	71,331,786
Expenses:		
Instruction	24,649,364	22,977,256
Research	5,245,758	4,823,817
Public service	208,690	117,439
Academic support	4,448,798	5,977,324
Student services	8,508,378	7,218,451
Institutional support (note 11)	19,156,067	15,462,175
Auxiliary enterprises	10,279,066	9,639,296
Total expenses	72,496,121	66,215,758
Cumulative effect of change in accounting principle (note 1(o))	(1,785,310)	—
Change in unrestricted net assets	5,191,555	5,116,028
Changes in temporarily restricted net assets:		
Governmental grants and contracts	8,928,876	7,799,327
Private gifts and grants	7,989,798	6,137,765
Investment return designated for current operations – endowment spending	5,484,746	5,013,723
Investment return in excess of amounts designated for current operations (note 4)	17,169,503	9,838,923
Net assets released from restrictions (note 9)	(22,014,361)	(19,795,970)
Change in temporarily restricted net assets	17,558,562	8,993,768
Changes in permanently restricted net assets:		
Private gifts and grants	8,025,689	896,880
Change in permanently restricted net assets	8,025,689	896,880
Total change in net assets	30,775,806	15,006,676
Net assets at beginning of year	327,114,357	312,107,681
Net assets at end of year	\$ 357,890,163	327,114,357

See accompanying notes to financial statements.