

**UNIVERSITY OF RICHMOND AND ITS AFFILIATE**  
**CONSOLIDATED STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED JUNE 30, 2002**

	2003			2002	
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>	<u>Total</u>
<b>OPERATING REVENUES</b>					
Tuition and fees	\$85,025,219			\$85,025,219	\$79,330,467
Less: scholarship allowance	(21,906,343)			(21,906,343)	(18,354,097)
Net tuition and fees	63,118,876			63,118,876	60,976,370
Grants and contracts	3,133,858			3,133,858	3,588,302
Contributions	3,668,803	\$640,273		4,309,076	4,666,376
Investment income (Note 2)	2,716,077	1,386,829		4,102,906	5,128,141
Endowment income (Note 2)	19,336,680	17,422,968		36,759,648	34,365,625
Auxiliary enterprises	25,467,230			25,467,230	24,456,986
Other sources	1,418,271			1,418,271	617,041
Net assets released from restrictions	17,727,033	(17,727,033)			
<b>Total operating revenues</b>	<b>\$136,586,828</b>	<b>\$1,723,037</b>	<b>\$0</b>	<b>\$138,309,865</b>	<b>\$133,798,841</b>
<b>OPERATING EXPENSES (Note 9)</b>					
Instruction	\$45,384,614			\$45,384,614	42,539,976
Research	2,027,746			2,027,746	2,515,829
Public service	1,561,763			1,561,763	1,635,253
Libraries	9,298,949			9,298,949	9,018,339
Academic support	14,993,092			14,993,092	13,598,482
Student services	10,394,897			10,394,897	10,444,116
Institutional support	22,569,954			22,569,954	22,189,639
Auxiliary enterprises	26,781,938			26,781,938	26,632,316
<b>Total operating expenses</b>	<b>\$133,012,953</b>	<b>\$0</b>	<b>\$0</b>	<b>\$133,012,953</b>	<b>\$128,573,950</b>
<b>Increase in net assets from operating activities</b>	<b>3,573,875</b>	<b>1,723,037</b>	<b>0</b>	<b>5,296,912</b>	<b>5,224,891</b>
<b>NON-OPERATING ACTIVITIES</b>					
Contributions	12,500	3,102,263	7,871,683	10,986,446	29,602,888
Investment income (Note 2)	1,921,005	89,897	199,410	2,210,312	1,715,247
Endowment income (Note 2)	1,800,001		1,301,163	3,101,164	2,898,241
Realized and unrealized gains (losses) (Note 2)	6,719,766		(4,751,618)	1,968,148	(139,834,107)
Annuities paid			(820,527)	(820,527)	(849,833)
Redesignated funds	(53,415)	259,035	(205,620)	0	0
Other	99,965	(1,501)	424,182	522,646	188,734
<b>Increase (decrease) in net assets from non-operating activities</b>	<b>\$10,499,822</b>	<b>\$3,449,694</b>	<b>\$4,018,673</b>	<b>\$17,968,189</b>	<b>(\$106,278,830)</b>
<b>Change in net assets</b>	<b>14,073,697</b>	<b>5,172,731</b>	<b>4,018,673</b>	<b>23,265,101</b>	<b>(101,053,939)</b>
<b>Net assets at beginning of year</b>	<b>856,959,261</b>	<b>46,262,385</b>	<b>252,065,597</b>	<b>1,155,287,243</b>	<b>1,256,341,182</b>
<b>Net assets at end of year</b>	<b>\$871,032,958</b>	<b>\$51,435,116</b>	<b>\$256,084,270</b>	<b>\$1,178,552,344</b>	<b>\$1,155,287,243</b>

The Notes to Consolidated Financial Statements are an integral part of this statement.