

EAST-WEST CENTER FINANCIAL REVIEW

Statement of Financial Position

September 30, 2005

ASSETS

Cash and cash equivalents	\$ 1,881,380
Due from United States Department of State	1,901,240
Contracts and grants receivable	1,990,359
Prepaid expenses	355,216
Investments	14,241,170
Property and equipment, net	13,186,613
Interest in net assets of East-West Center Foundation	2,391,906
Other assets	23,590
Total assets	<u>35,971,474</u>

LIABILITIES AND NET ASSETS

Accounts payable	\$ 1,298,702
Accrued vacation	1,165,183
Due to East-West Center Foundation	322,346
Deferred revenue	284,204
Other liabilities	19,672
Total liabilities	<u>3,090,107</u>

Net Assets

Unrestricted	26,191,098
Temporarily restricted	4,721,892
Permanently restricted	1,968,377
Total net assets	<u>32,881,367</u>

Total liabilities and net assets	<u>\$ 35,971,474</u>
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Statement of Activities

Year Ended September 30, 2005

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	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Revenues and support:				
Federal contracts and grants	\$ 29,348,907	\$ -	\$ -	\$ 29,348,907
Contract and grants - others	984,813	3,153,014	-	4,137,827
Gifts:				
General	714,191	-	98,508	812,699
Cost sharing - cash	779,477	-	-	779,477
Auxiliary Enterprises	1,921,365	-	-	1,921,365
Change in interest in net assets of East-West Center Foundation	-	844,516	30,325	874,841
Investment income	327,580	-	28,371	355,951
Other	169,782	104	-	169,886
Net assets released from restrictions:				
Satisfaction of program restrictions	3,409,255	(3,409,255)	-	-
Total revenues and support	37,655,370	588,379	157,204	38,400,953
Expenses:				
Education, research, and training programs:				
Research Program	14,100,792	-	-	14,100,792
Education Program	6,318,490	-	-	6,318,490
Pacific Islands Development Program	1,204,483	-	-	1,204,483
Seminars and Outreach	4,153,069	-	-	4,153,069
EWC – Washington	1,320,316	-	-	1,320,316
Auxiliary Enterprises	2,177,799	-	-	2,177,799
	29,274,949	-	-	29,274,949
Program direction, administration and program support:				
Board of Governors	161,223	-	-	161,223
Office of the President	848,181	-	-	848,181
Office of Administration	3,160,837	-	-	3,160,837
Plant operations	2,035,798	-	-	2,035,798
	6,206,039	-	-	6,206,039
Total expenses	35,480,988	-	-	35,480,988
Change in net assets	2,174,382	588,379	157,204	2,919,965
Net Assets:				
Beginning of year	24,016,716	4,133,513	1,811,173	29,961,402
End of year	\$ 26,191,098	\$ 4,721,892	\$ 1,968,377	\$ 32,881,367

Statement of Cash Flows

Year Ended September 30, 2005

Cash flows from operating activities:

Change in net assets	\$ 2,919,965
Adjustments to reconcile change in net assets to net cash provided by operating activities	
Depreciation	1,062,487
Loss on disposal of assets	13,182
Change in interest in net assets of East-West Center Foundation	(874,841)
Contributions restricted for long-term investment	(126,879)
Grants received from East-West Center Foundation	504,464
(Increase) decrease in:	
Due from U.S. Department of State	1,292,367
Contracts and grants receivable	(792,069)
Prepaid expenses	(133,318)
Other assets	(23,590)
Increase (decrease) in:	
Accounts payable	70,176
Accrued vacation	126,642
Due to East-West Center Foundation	247,726
Deferred revenue	(97,173)
Refundable advances	-
Other liabilities	8,105
Net cash provided by operating activities	<u>4,197,244</u>

Cash flows from investing activities:

Purchase of furniture, equipment and improvements	(2,440,552)
Proceeds from sale of investments	18,092,199
Purchase of investments	(19,389,716)
Net cash used in investing activities	<u>(3,738,069)</u>

Cash flows from financing activities:

Contributions restricted for long-term investment	126,879
Net cash provided by financing activities	<u>126,879</u>
Net increase in cash	586,054

Cash

Beginning of year	1,295,326
End of year	<u>\$ 1,881,380</u>

Schedule of Gifts, Grants, and Contract Revenues

Year Ended September 30, 2005

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	<u>General Operating Gifts</u>		<u>Gifts, Grants, and Contracts</u>		<u>Total</u>
	<u>General</u>	<u>Cost Sharing</u>	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	
PUBLIC DONORS					
Federated States of Micronesia	\$ 10,000	\$ —	\$ —	\$ 25,000	\$ 35,000
Fiji Islands	—	—	—	14,655	14,655
France	—	1,477	—	97,091	98,568
French Polynesia	—	—	—	25,000	25,000
New Caledonia	—	—	—	54,350	54,350
New Zealand	—	37,912	—	—	37,912
Republic of Korea	—	2,000	—	110,000	112,000
Taiwan	—	—	—	40,000	40,000
Thailand	—	14,027	—	—	14,027
United States Department of State	—	—	19,239,541	—	19,239,541
United States (excluding State of Hawai'i)	61,125	140,984	10,109,366	—	10,311,475
Miscellaneous public donors	4,650	4,740	—	794	10,184
Total Public Donors	75,775	201,140	29,348,907	366,890	29,992,712
PRIVATE DONORS					
Arizona Memorial Museum Association	—	18,425	—	—	18,425
Asia New Zealand Foundation	5,183	—	—	—	5,183
Asian Development Bank	1,000	—	300,171	—	301,171
Carnegie Corporation of New York	—	—	—	400,000	400,000
Center of Excellence Disaster Management	—	56,853	—	—	56,853
Central Research Institute of Electric Power Industry	—	—	29,073	—	29,073
Chevron Inc.	15,000	—	—	—	15,000
Exxon Corporation	30,000	—	—	—	30,000
Ford Foundation	—	—	120,000	—	120,000
Freeman Foundation	20,760	—	—	2,174,100	2,194,860
Henry Luce Foundation, Inc.	—	—	—	50,000	50,000

(Continued)

	<u>General Operating Gifts</u>		<u>Gifts, Grants, and Contracts</u>		<u>Total</u>
	<u>General</u>	<u>Cost Sharing</u>	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	
PRIVATE DONORS <i>(Continued)</i>					
Institute for Global Environmental Strategies-Japan	6,302	—	15,118	—	21,420
Institute for Information Industry-Taiwan	15,000	—	—	—	15,000
Institute for International Education	—	244,927	—	—	244,927
Japan Foundation	—	—	—	50,000	50,000
Johns Hopkins University	28,994	—	—	—	28,994
Korea Development Institute	—	—	183,349	—	183,349
Korea Foundation	—	—	—	91,134	91,134
Korea Transportation Institute	—	—	130,201	—	130,201
New York Life Insurance Co.	15,000	—	—	—	15,000
Northeast Asia Economic Forum	—	72,014	—	—	72,014
Pacific Basin Consortium for Hazardous Waste	10,078	—	—	—	10,078
Research Corporation of the University of Hawai'i	17,062	—	—	—	17,062
Sasakawa Peace Foundation	—	—	—	20,000	20,000
Saudi Arabian Oil Company	—	35,000	—	—	35,000
Union Oil	22,500	—	—	—	22,500
United Nations	60,647	20,326	171,424	—	252,397
University of Hawai'i	117,983	49,271	—	—	167,254
University of Hawai'i Foundation	—	33,000	—	—	33,000
University of Southern California	7,000	—	—	—	7,000
World Bank	7,956	—	10,189	—	18,145
World Health Organization	—	4,000	6,369	—	10,369
Miscellaneous private donors	257,951	44,521	18,919	890	322,281
Total Private Donors	638,416	578,337	984,813	2,786,124	4,987,690
TOTAL	\$ 714,191	\$ 779,477	\$ 30,333,720	\$ 3,153,014	\$ 34,980,402