

Center for Employment Opportunities  
**STATEMENTS OF FINANCIAL POSITION**  
 As of June 30, 2005 and 2004

	2005	2004
<b><u>ASSETS</u></b>		
Cash and cash equivalents	\$ 968,521	\$ 526,533
Accounts receivable	7,140,750	3,258,297
Prepaid expenses and other assets	196,219	305,449
Equipment, furniture, fixtures and leasehold improvements, net	413,431	357,692
 Total assets	 \$ 8,718,921	 \$ 4,447,971
 <b><u>LIABILITIES AND NET ASSETS</u></b>		
<b>Liabilities:</b>		
Accounts payable and accrued expenses	\$ 1,363,291	\$ 780,892
Deferred income and advances	2,795,845	2,795,845
Loans payable	1,606,611	63,391
Total liabilities	5,765,747	3,640,128
 <b>Net assets:</b>		
Unrestricted:		
Undesignated	2,216,173	163,896
Invested in equipment, furniture, fixtures and leasehold improvements	306,820	294,301
Total unrestricted	2,522,993	458,197
Temporarily restricted	430,181	349,646
Total net assets	2,953,174	807,843
 Total liabilities and net assets	 \$ 8,718,921	 \$ 4,447,971

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

Center For Employment Opportunities  
**STATEMENTS OF ACTIVITIES**  
 For the years ended June 30, 2005 and 2004

	<u>2005</u>	<u>2004</u>
<b>Changes in unrestricted net assets:</b>		
Public Support and revenue:		
Program service contracts:		
New York State	\$ 6,614,812	\$ 6,353,458
New York City	4,687,072	3,725,216
Other	94,980	-
	<u>11,396,864</u>	<u>10,078,674</u>
Contributions	2,658,936	306,550
Interest and other income	64,434	36,757
	<u>14,120,234</u>	<u>10,421,981</u>
Net assets released from restrictions	549,465	508,059
	<u>14,669,699</u>	<u>10,930,040</u>
Total public support and revenue		
Expenses:		
Program services	10,255,750	8,823,862
General and administrative	2,248,085	1,784,264
Fundraising	101,068	58,030
Total expenses	<u>12,604,903</u>	<u>10,666,156</u>
Increase in unrestricted net assets	<u>2,064,796</u>	<u>263,884</u>
<b>Changes in temporarily restricted net assets:</b>		
Contributions	630,000	702,875
Net assets released from restrictions	(549,465)	(508,039)
Increase in temporarily restricted net assets	<u>80,535</u>	<u>194,816</u>
Change in net assets	2,145,331	458,700
Net assets, beginning of year	<u>807,843</u>	<u>349,143</u>
Net assets, end of year	<u>\$ 2,953,174</u>	<u>\$ 807,843</u>

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

Center for Employment Opportunities  
**STATEMENTS OF CASH FLOWS**  
 For the years ended June 30, 2005 and 2004

	<u>2005</u>	<u>2004</u>
<b>Cash flows from operating activities:</b>		
Change in net assets	\$ 2,145,331	\$ 458,700
Adjustments to reconcile change in net assets to net cash (used) provided by operating activities:		
Depreciation	122,282	111,565
(Increase) in accounts receivable	(3,882,453)	(857,551)
Decrease (increase) in prepaid expenses	109,230	(191,377)
Increase in accounts payable and accrued expenses	582,398	213,908
Deferred income and advances	-	1,223,706
	<u>(923,212)</u>	<u>958,951</u>
<b>Net cash (used) provided by operating activities</b>		
<b>Cash flows from investing activities:</b>		
Purchases of equipment and leasehold improvements	<u>(178,020)</u>	<u>(201,373)</u>
<b>Cash flows from financing activities:</b>		
Proceeds from loans	1,579,577	500,000
Repayments on loans	<u>(36,357)</u>	<u>(1,023,572)</u>
	<u>1,543,220</u>	<u>(523,572)</u>
<b>Net cash provided (used) by financing activities</b>		
Net increase in cash and cash equivalents	441,988	234,006
Cash and cash equivalents, beginning of year	<u>526,533</u>	<u>292,527</u>
Cash and cash equivalents, end of year	<u>\$ 968,521</u>	<u>\$ 526,533</u>
<b>Supplemental disclosure</b>		
Interest payments	<u>\$ 41,687</u>	<u>\$ 19,030</u>

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