

FAITH AND POLITICS INSTITUTE
 STATEMENTS OF FINANCIAL POSITION
 DECEMBER 31, 2005 AND 2004

ASSETS

	<u>2005</u>	<u>2004</u>
Cash and cash equivalents	\$ 296,605	\$ 350,337
Accounts receivable	59,055	413
Investments (NOTE 3)	439	44,300
Prepaid expenses	6,130	4,047
Furniture and equipment, net of accumulated depreciation and amortization (NOTE 4)	<u>39,696</u>	<u>11,841</u>
TOTAL ASSETS	<u>\$ 401,925</u>	<u>\$ 410,938</u>

LIABILITIES AND NET ASSETS

LIABILITIES		
Accounts payable	\$ 21,194	\$ 13,897
Deferred grant revenue	63,222	118,115
Capital lease obligation (NOTE 6)	<u>19,945</u>	<u>4,687</u>
Total Liabilities	<u>104,361</u>	<u>136,699</u>
NET ASSETS		
Unrestricted:		
Temporarily restricted (NOTE 7)	<u>241,172</u>	<u>249,239</u>
	<u>56,392</u>	<u>25,000</u>
Total Net Assets	<u>297,564</u>	<u>274,239</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 401,925</u>	<u>\$ 410,938</u>

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

FAITH AND POLITICS INSTITUTE
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2005
WITH COMPARATIVE TOTALS FOR 2004

	2005		2004
	UNRESTRICTED	TEMPORARILY RESTRICTED	TOTAL
REVENUE AND SUPPORT			
Contributions	\$ 546,405	\$ 225,000	\$ 771,405
Foundation support	243,617	492,500	736,117
In-kind support (NOTE 5)	33,730	-	33,730
Program service fees	43,228	-	43,228
Investment and other income	<u>21,723</u>	<u>-</u>	<u>21,723</u>
TOTAL REVENUE AND SUPPORT	888,703	717,500	1,606,203
NET ASSETS RELEASED FROM RESTRICTIONS	<u>686,108</u>	<u>(686,108)</u>	<u>-</u>
TOTAL REVENUE AND SUPPORT EXPENSES	<u>1,574,811</u>	<u>31,392</u>	<u>1,606,203</u>
Programs	1,168,699		688,282
General and administrative	264,105		157,372
Fundraising	<u>150,074</u>	<u>-</u>	<u>102,689</u>
TOTAL EXPENSES	<u>1,582,878</u>	<u>-</u>	<u>948,343</u>
CHANGE IN NET ASSETS	(8,067)	31,392	23,325
NET ASSETS BEGINNING OF YEAR	<u>249,239</u>	<u>25,000</u>	<u>274,239</u>
END OF YEAR	<u>\$ 241,172</u>	<u>\$ 56,392</u>	<u>\$ 297,564</u>

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of these financial statements.

FAITH AND POLITICS INSTITUTE
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2005 AND 2004

	<u>2005</u>	<u>2004</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 23,325	\$ 124,233
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Depreciation and amortization	8,749	12,831
Gain on investments	(7,282)	(2,563)
Loss on lease	6,193	-
Donated securities	(20,078)	(16,137)
Changes in operating assets and liabilities:		
Prepaid expenses	(2,083)	(3,344)
Accounts receivable	(58,642)	14
Accounts payable	7,297	(4,304)
Deferred grant revenue	<u>(54,893)</u>	<u>98,384</u>
Net Cash (Used For) Provided By Operating Activities	<u>(97,414)</u>	<u>209,114</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of investments	71,221	-
Purchases of furniture and office equipment	<u>(18,712)</u>	<u>(1,703)</u>
Net Cash Provided By (Used For) Investing Activities	<u>52,509</u>	<u>(1,703)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of capital lease obligation	<u>(8,827)</u>	<u>(1,670)</u>
NET (DECREASE) INCREASE IN CASH	(53,732)	205,741
CASH		
Beginning of year	<u>350,337</u>	<u>144,596</u>
End of year	<u>\$ 296,605</u>	<u>\$ 350,337</u>
SUPPLEMENTAL CASH FLOW INFORMATION:		
Interest paid	<u>\$ 618</u>	<u>\$ 910</u>
Acquisition of equipment by capital lease obligation	<u>\$ 19,945</u>	<u>\$ -</u>

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