

Houston Area League of PC Users, Inc.
Statement of Cash Flows
For the Years Ended May 31,

	<u>1999</u>	<u>1998</u>
Cash Flows From Operating Activities:		
Revenues Over Expenses	\$ 89,396	\$ 325,351
Adjustments to Reconcile Revenues over Expenses to Net Cash Provided By Operating Activities:		
Depreciation and amortization	26,245	24,711
Increase in deferred revenues	11,952	83,065
Decrease (Increase) in accounts receivable	(58,727)	(2,942)
Decrease (Increase) in prepaid expenses	8,120	(14,720)
(Increase) Decrease in deposits	(400)	3,608
Increase (Decrease) in accounts payable	<u>104,875</u>	<u>37,212</u>
Total Adjustments	92,065	130,934
Net Cash Provided by Operating Activities	181,461	456,285
Net Cash Used in Investing Activities:		
Purchase of leasehold improvements	<u>-</u>	<u>(34,800)</u>
Net Increase in Cash	181,461	421,485
Cash and Cash Equivalents at Beginning of Year	<u>861,292</u>	<u>439,807</u>
Cash and Cash Equivalents at End of Year	<u>\$ 1,042,753</u>	<u>\$ 861,292</u>

Disclosure of accounting policy: For purposes of this statement of cash flows, the organization considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

See Accompanying Notes and Auditor's Report