

COMPUTER SERVICES, INC. & SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FY2009 - FY2019

(In thousands)

YEARS ENDED FEBRUARY 28 AND 29,	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Cash flows from operating activities											
Net income	\$ 44,958	\$ 38,831	\$ 30,921	\$ 29,140	\$ 27,839	\$ 26,656	\$ 25,839	\$ 25,506	\$ 24,016	\$ 21,635	\$ 20,702
Adjustments to reconcile net income to net cash provided by operating activities											
Depreciation	8,224	7,439	7,234	7,209	7,313	7,543	7,058	5,786	5,976	6,125	6,010
Amortization	9,462	8,883	8,255	7,815	7,263	7,981	7,874	7,743	8,248	7,412	6,665
Gain from reduction in earn-out provision related to acquisition	-	-	-	-	-	-	-	(2,000)	-	-	-
Restricted stock expense	2,400	1,267	1,153	1,566	1,233	1,316	1,266	1,199	1,001	793	629
Stock-based compensation expense	340	314	313	311	257	181	-	-	-	-	-
Impairment loss on intangible asset	-	25	-	-	180	-	-	-	-	-	-
Impairment loss on asset available for resale	-	-	-	-	193	-	-	-	-	-	-
(Gain)/loss on sale of property and equipment	140	29	19	7	53	52	64	13	57	18	(7)
Gain from equity investment	(4,093)	-	-	-	-	-	-	-	-	-	-
Tax benefit of restricted stock vested	-	-	19	142	119	178	353	266	114	40	30
Tax benefit of restricted stock forfeited	-	-	-	-	3	-	-	-	-	-	-
Deferred income taxes	2,112	(5,421)	1,619	3,417	1,411	964	1,806	4,256	3,378	242	(401)
Changes in operating assets and liabilities, net of acquisitions											
Accounts receivable	(7,313)	(2,183)	(134)	(2,323)	265	(3,998)	(647)	203	409	(1,903)	(272)
Income tax receivable	2,185	(2,730)	(1,043)	2,915	(2,455)	259	1,647	(402)	(2,042)	-	-
Prepaid expenses and other current assets	972	(963)	(946)	(866)	96	(5,269)	(637)	403	(505)	(400)	228
Other assets	2,907	1,674	1,123	428	(2,224)	308	617	212	(442)	-	1,207
Accounts payable and accrued expenses	(10,779)	(879)	(1,218)	(3,725)	(2,910)	234	(3,458)	(461)	(1,229)	212	700
Deferred revenue	3,883	(431)	2,031	(1,051)	(167)	139	(759)	2,979	312	1,243	670
Income tax payable	-	-	-	-	-	-	-	-	(895)	895	(1,331)
Other liabilities	(219)	630	304	79	81	81	79	80	135	(726)	(64)
Net cash from operating activities	55,179	46,485	49,650	45,064	38,550	36,625	41,102	45,783	38,533	35,586	34,766
Cash flows from investing activities											
Proceeds from sale of property and equipment	-	-	42	6	389	9	46	15	236	48	128
Purchase of property and equipment	(12,784)	(9,090)	(8,030)	(8,794)	(5,766)	(7,794)	(10,565)	(7,066)	(6,605)	(4,485)	(5,178)
Purchase of software and software licenses	(5,239)	(11,540)	(5,690)	(11,126)	(6,030)	(5,636)	(10,506)	(3,331)	(10,360)	(6,203)	(3,550)
Purchase of subsidiary, net of cash received	-	-	-	-	-	-	-	(13,943)	(3,513)	(9,956)	(1,600)
Purchase of intangibles	-	-	(387)	-	-	(198)	-	-	-	-	-
(Purchase)/Sale of equity investment	4,601	-	-	-	-	-	-	(1,000)	(500)	-	(11)
Net cash from investing activities	(13,422)	(20,630)	(14,065)	(19,914)	(11,407)	(13,619)	(21,025)	(25,325)	(20,742)	(20,596)	(10,211)
Cash flows from financing activities											
Proceeds from issuance of long-term debt	-	-	-	-	9,000	35,500	9,000	7,000	13,492	12,650	1,500
Payments on long-term debt	-	-	-	-	(9,007)	(35,560)	(9,155)	(10,963)	(18,680)	(11,970)	(6,576)
Payment of dividends	(18,650)	(16,481)	(14,852)	(13,271)	(10,769)	(8,685)	(22,498)	(6,890)	(5,998)	(5,280)	(5,080)
Purchase of common stock	(6,783)	(3,046)	(3,387)	(6,034)	(5,277)	(13,242)	(5,068)	(4,692)	(6,451)	(8,476)	(15,744)
Redemption of common stock	(432)	(219)	(191)	(297)	(319)	(440)	(535)	-	-	-	-
Proceeds from the exercise of stock options, net	-	-	-	-	-	-	164	74	92	47	416
Net cash from financing activities	(25,865)	(19,746)	(18,430)	(19,602)	(16,372)	(22,427)	(28,092)	(15,471)	(17,545)	(13,029)	(25,484)
Net change in cash and cash equivalents	15,892	6,109	17,155	5,548	10,771	579	(8,015)	4,987	246	1,961	(929)
Cash and cash equivalents, beginning of year	40,661	34,552	17,397	11,849	1,078	499	8,514	3,527	3,281	1,320	2,249
Cash and cash equivalents, end of year	\$ 56,553	\$ 40,661	\$ 34,552	\$ 17,397	\$ 11,849	\$ 1,078	\$ 499	\$ 8,514	\$ 3,527	\$ 3,281	\$ 1,320