

Highlights of the Executive Summary of 2005 NPC Annual Reports to VA (Submitted June 2006)

General

- 88 NPCs submitted annual reports; of these, 85 reported financial activity
- Total net assets: \$183.7 million; a 15 % increase over the prior year; primarily represents funds held in project accounts as well as operating funds and fiscally prudent reserves
- 99.8% of NPC revenues were subject to audits (10 NPCs either fell below the amount that triggers the annual audit requirement or fell within the three year intervening period); only one material weakness reported
- 49 NPCs reported increased overall revenue; the rest reported declining revenue
- The top three revenue-producing NPCs accounted for 37% of total NPC revenues

Revenues

Revenue Sources	2005	2004	% Change
Private	\$102.8 million	\$93.5 million	10% increase
Federal	\$119.6 million	\$89.2 million	34% increase
Other	\$4.8 million	\$3.9 million	23% increase
Total NPC Revenues	\$227.2 million	\$186.7 million	22% increase

2005 Revenue Type	Research	Education	Other - general revenue (i.e., interest income)
	\$222.3 million (97.8%)	\$3.3 million (1.5%)	\$1.6 million (.7%)

Revenue Range	# of NPCs– 2005	# of NPCs- 2004	# of NPCs - 2003
Below \$500K	33 (39%)	37 (42%)	41 (45%)
\$500K - \$1M	14 (16%)	15 (17%)	16 (17%)
\$1M - \$10M	34 (40%)	34 (38%)	32 (35%)
\$10M & Above	4 (5%)	3 (3%)	3 (3%)
Total NPCs	85	89	92

Expenditures

	2005	2004	% Change
Total NPC Expenditures	\$204 million	\$180.6 million	13% increase

2005 Expenditure Type	Research	Education	Management and General	Total
Salaries	\$92.6 million (82%)	\$344K (1%)	\$19 million (17%)	\$112 million
Travel	\$4.2 million (84%)	\$336K (7%)	\$500K (9%)	\$5 million
Other Support	\$76.2 million (87%)	\$2.4 million (3%)	\$8.5 million (10%)	\$87 million
Total Expenditure Type	\$173 million	\$3 million	\$28 million (14%)	\$204 million

Selected NPC activities other than direct support for research projects and education activities:

- Pay travel and registration fees for VA investigators to attend scientific conferences
- Renovate and upgrade VA research facilities
- Provide funds, staffing and training support to the VA and affiliate universities to help cover IRB requirements
- Support expenses related to recruitment of research investigators to the VA system
- Make seed grants to new investigators to aid them in establishing their research careers with the VA
- Employ support staff for VA research projects
- Enable training of VA research personnel in topics such as research compliance, good clinical practice and Board Governance training.
- Underwrite bridge funding to VA investigators who are between research grant awards.
- Provide personnel, equipment and supplies for VA animal research facilities.
- Support pharmacy personnel and equipment