

Consolidated Statements of Cash Flows

(In thousands)

	Year Ended December 31,		
	2003	2002	2001
Cash flows from operating activities:			
Net income (loss)	\$ 19,423	\$(14,598)	\$ 8,934
Adjustments to reconcile net income (loss) to cash flows provided by operating activities:			
Cumulative effect of change in accounting principle for goodwill, net of taxes		30,162	
Discontinued operations, net of taxes	(48)	200	896
Income from continuing operations	19,375	15,764	9,830
Provision for doubtful accounts	106	837	181
Depreciation and amortization	7,863	7,332	8,332
Deferred taxes	383	1,748	(37)
Loss on disposal of fixed assets	92	125	156
Deferred stock compensation	411	83	
Changes in assets and liabilities, net of business acquisitions:			
Accounts receivable, net	(1,107)	(3,313)	3,430
Inventories	218	(11,501)	4,244
Prepaid expenses and other assets	2,524	(4,542)	(692)
Accounts payable, accrued expenses and other liabilities	926	4,534	1,516
Net cash flows provided by continuing operating activities	30,791	11,067	26,960
Income (loss) from discontinued operations	48	(200)	(896)
Changes in discontinued operations	702	1,333	2,102
Net cash flows provided by operating activities	31,541	12,200	28,166
Cash flows from investing activities:			
Capital expenditures	(5,073)	(10,538)	(8,194)
Business acquisitions, net of cash acquired	(7,397)	(2,070)	(11,492)
Proceeds from sales of fixed assets	78	595	2,545
Net cash flows used for investing activities	(12,392)	(12,013)	(17,141)
Cash flows from financing activities:			
Proceeds from line of credit and other borrowings	31,550	77,350	78,916
Repayments under line of credit and other borrowings	(45,949)	(81,866)	(88,598)
Exercise of stock options	3,715	3,348	112
Other		106	(490)
Net cash flows used for financing activities	(10,684)	(1,062)	(10,060)
Net increase (decrease) in cash	8,465	(875)	965
Cash and cash equivalents at beginning of year	316	1,191	226
Cash and cash equivalents at end of year	\$ 8,781	\$ 316	\$ 1,191
Supplemental disclosure of cash flows information:			
Cash paid during the year for:			
Interest on debt	\$ 3,071	\$ 3,895	\$ 4,567
Income taxes, net of refunds	\$ 9,449	\$ 10,038	\$ 4,998

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