



Fiscal 2023 Financial Summary

The following are some financial highlights for the fiscal year ended June 30, 2023:

- Unmodified Independent Auditors Opinion
- \$3.1 million net operating loss, after including a special endowment appropriation of \$10.0 million, as approved by the Board last year. The operating deficit is largely due to a budgeted FEMA reimbursement that was not received until FY24.

FY23 Financial Results

Statement of Financial Position (FY23 compared to FY22)

Total assets decreased \$14.3 million primarily because of:

- \$12.7 million decrease in investments due to a special endowment appropriation of \$10 million and a \$3.8 million reduction in property and equipment due to depreciation and low level of capital expenditures.

Total liabilities decreased \$2.1 million due to:

- \$1.4 million decrease in long-term debt
- Accounts Payable, Deferred Revenue and Other liabilities decreased by a combined \$0.7 million.

Total net assets decreased \$12.3 million to \$49.0 million mainly because of:

- \$3.2 million net operating deficit
- \$9.1 million decrease in non-operating activity, primarily from a \$10.0 million special endowment appropriation.

Statement of Activities (FY23 compared to FY22)

The \$3.2 million operating deficit and \$9.1 million in non-operating losses resulted in a total decrease in net assets of \$12.3 million, compared to a decrease of net assets in FY22 of \$11.5 million.

Non-operating activities improved by \$6.6 million, factoring out the \$5.0 million additional special endowment draw in FY23 compared to FY22, primarily due to improved investment returns, increased private gifts, and \$0.6 million less of net assets release from restrictions to operating.

Total operating revenues and other support decreased by \$0.8 million. The key drivers were:

- A decrease of \$1.1 million in net tuition and fees due to lower enrollment and higher financial aid
- A \$5.0 million increase in special endowment appropriations offset by a \$4.0 million decrease in Federal and State grants, primarily due to the Higher Education Emergency Relief Funds (HEERF) received in FY22.
- A decrease of \$0.6 million net assets released from non-operating to operating due to receipt of \$0.5 million bequest restricted for time that was released in FY22.

Total operating expenses increased by \$1.6 million. The key drivers were:

- An increase in salaries and benefits of \$1.2 million
- An increase in Academic Affairs of \$0.6 million primarily due to reinstating Study Abroad.
- A decrease in depreciation and amortization of \$0.4 million.
- Other increases of \$0.2 million

Statement of Cash Flows (FY23)

Operating Activities:

Net cash provided by operating activities was -\$9.8 million compared to -\$0.4 million in FY22. The operating cash is a function of the -\$12.2 million decrease in net assets, adjusted for depreciation and realized and unrealized gains / losses on investments.

Investing Activities:

Net cash provided by investing activities was \$11.1 million due to the selling of investments to fund operations.

Financing Activities:

Net used by financing activities was approximately \$0.5 million due to \$1.1 million in bond principal and capital lease obligation payments offset by \$0.6 million of Contributions Restricted for Long-term Investment.