



OFFICE OF FINANCE AND ADMINISTRATION

Date: October 15, 2021

RE: FY 2021 Financial Results

The University's key financial highlights for FY 2021 are summarized below.

Financial position has strengthened

Significant improvement in operating performance year over year

Statement of Financial Position (comparing 6/30/2021 to 6/30/2020)

Total assets improved to approximately \$276.0 million representing a \$25.3 million increase.

This change is due to:

Accounts payable and accrued expenses increased by \$3.8 million as a result of accrued salaries and wages and FICA employer tax

Deposits, deferred revenue and other liabilities increased by \$1.0 million as a result of student deposits and student account credit balances

Bonds and capital leases payable decreased by \$2.2 million as a result of principal payments coupled with amortization of bond issuance costs

Total non-operating activity of \$19.5 million (positive investment return net of

endowment spending)

Statement of Activities (comparing 6/30/2021 to 6/30/2020)

Total net operating performance improved by approximately \$4.2 million resulting in a net operating surplus of approximately \$3.6 million.

Total operating revenues and other support increased by approximately \$2.8 million. The change is mainly due to:

- Federal, state and private grants (HEERF II funds)
- Income and gains from long-term investments utilized (additional endowment spending amount from quasi-endowment funds)

Total operating expenses decreased by approximately \$1.3 million. The change is mainly due to:

- Costs associated with instruction - \$1.4 million decrease
- Costs associated with student support - \$1.4 million decrease
- Costs associated with academic support - \$1.5 million decrease
- Costs associated with management and general - \$2.7 million increase

Nonoperating activity increased by \$21.1 million primarily due to the return on long-term investments, endowment spending and contributions.

Respectfully submitted,

Basil A. Stewart