Overview

In Fiscal Year 2021 (FY21), the College experienced steady operating performance as a result of conservative planning and close budget monitoring. Highlights include an ending cash balance of $18.6M, total capital expenditure of $1.3M, debt repayment of $1.8M, forgiveness of $4.6M in government loans, passing the necessary bank covenants and metrics, and maintaining good liquidity and positive cash flow.

Statement of Financial Position:

The College's total assets at June 30, 2021, were $98.0M, which was $9.6M or 11% higher than at the end of the previous fiscal year. The increase is largely attributable to growth in the College's endowment. Total investment increase was $5.4M, driven by a strong investment return in the markets.

Also contributing to the increase in assets in FY21 was growth in accounts and pledges receivable and cash. Collectively, receivables accounted for $2.3M, which was largely a result of collectability issues caused by the pandemic. Cash increased $4.6M due to timing.

Alternatively, a decrease of $2.1M in property, plant and equipment is attributed to depreciation expense exceeding current year additions. The College also saw a reduction in prepaid expenses of $566K, a result of fewer assets purchased upfront.

Total liabilities amounted to $36.3M at June 30, 2021, a decrease of $4.8M. This decrease is primarily a result of the forgiveness of the College's Paycheck Protection Program loan by the Small Business Administration.

The resulting total net assets, the equivalent of the College's net worth, totaled $61.7M as of June 30, 2021, an increase of $14.4M or 30% during the fiscal year.

Statement of Activities:

Operating Results

The College's total operating revenues decreased $3.9M or 8% compared to FY20. This is largely attributable to a decline in tuition and fees of $730K, coupled with $1.2M in lost residence and dining revenues. Additionally, scholarships and awards increased $2.1M further contributing to the net decrease.

Cost containment measures continued to remain in place in FY21 resulting in a $5.6M or 11% reduction in expenses. This decrease is primarily driven by challenges imposed by COVID-19 and the subsequent need for personnel savings through furloughs, position eliminations, a hiring freeze, and a suspension of salary increases.

The College's increase in net assets from operating activities, (operating revenues in excess of operating expenses), of $2.5M shows consistency with the previous fiscal year and reflects solid operating results despite the enduring global pandemic.

Non-Operating Results

The College's net assets increased $11.9M from non-operating activities in FY21. This increase is largely twofold stemming from the forgiveness of the Paycheck Protection Program loan and strong investment return.