

Overview

In Fiscal Year 2022 (FY22), the College experienced steady operating performance as a result of conservative planning and close budget monitoring. Highlights include an ending cash balance of \$13.8M, total capital expenditure of \$1.1M, debt repayment of \$1.9M, 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, 2022, were \$91.4M, which was \$6.6M or 7% lower than at the end of the previous fiscal year. The decrease is largely attributable to investment losses totaling \$3.5M.

Also contributing to the decrease in assets in FY22 was a decline in accounts and pledges receivable. Collectively, receivables accounted for a \$2.2M decrease, which was largely a result of more students making payments towards their outstanding balances. Additionally, a decrease of \$2.4M in property, plant and equipment is attributed to depreciation expense exceeding current year additions.

Alternatively, there was an increase in prepaid expenses of \$675K, a result of additional assets purchased upfront.

Total liabilities amounted to \$33.4M at June 30, 2022, a decrease of \$2.9M. This decrease is primarily a result of debt repayment of \$1.9M and decreases in accounts payable, accrued expenses, and accrued pension obligations totaling \$930k.

The resulting total net assets, the equivalent of the College's net worth, totaled \$58.0M as of June 30, 2022, a decrease of \$3.7M or 4% during the fiscal year.

Statement of Activities:

Operating Results

The College's total operating revenues increased \$2.0M or 4% compared to FY21. This is largely attributable to an increase in federal and state grants of \$3.3M and an increase of \$370k in private contributions and grants of financial assets coupled with a decline of \$2.8M in net tuition, fees, residence and dining.

Cost containment measures continued to remain in place in FY22, however Covid restrictions lifted from the prior year resulting in a \$4.7M or 10% increase in expenses. This increase is primarily driven by \$4.4M spending in student services. This spending was the result of additional activity with the campus resuming normal operations.

The College showed a modest decrease in net assets from operating activities, (operating expenses in excess of operating revenues), of \$236k in FY22.

Non-Operating Results

The College's net assets decreased \$3.5M from non-operating activities in FY22. This decrease is largely attributable to negative investment performance as a result of market downturn.