



OFFICE OF FINANCE AND ADMINISTRATION

FY 2022 Financial Results Narrative As of and for the fiscal year ending June 30, 2022

Executive Summary

- x The University's financial position moderated as a result of decline in the long term investment pool and less capital project activity
- x The University's operating performance generated a net operating surplus (second consecutive fiscal year)
- x The University's net positive cash flow mainly due to operating activities

Please find attached the University's audited statement of financial position (balance sheet) as of 6/30/2022, audited statement of activities for the fiscal period ending 6/30/2022, the audited statement of cash flows for the fiscal period ending 6/30/2022, and the accompanying footnotes to the audited financial statements. The key financial highlights are summarized below.

Statement of Financial Position (comparing 6/30/2022 to 6/30/2021)

Total assets declined to \$259.6 million, representing a decrease of approximately \$16.4 million or 5.9%. Long term investments, investment in plant and cash and cash equivalents explain most of the change in total assets.

Total liabilities were \$121.2 million, representing a decrease of \$5 million or 3.6%. Bonds and capital leases payable, accounts payable and accrued expenses explain most of the change in total liabilities.

Total net assets declined to \$138.4 million, representing a decrease of approximately \$11.9 million or 7.9%. Positive operating performance offset by negative operating activity (mainly due to investment returns) explain most of the change in total net assets.

Statement of Activities (comparing 6/30/2022 to 6/30/2021)

For the second consecutive fiscal year, the University generated a net operating surplus of \$3.0 million for the fiscal year ending 6/30/2022, representing a decrease of \$0.5 million year over year.

Total operating revenues increased by approximately \$3.6 million or 3.2%. The key drivers were HEERF (institutional and student portions) and contributions (offset by overall decrease in net student fees)

Total operating expenses increased by approximately \$4.1 million or 3.9%. The key drivers were HEERF (student portions), student support, residence, dining and other auxiliary services, academic support, and management and general.

