

**Attachment J**  
**Executive Summary SO June 2020**

**FSU Foundation Supporting Organization, Inc.**  
**Executive Summary**  
**Report on Audit of Financial Statements**  
**Years Ended June 30, 2020 and 2019**

The Supporting Organization received an *unqualified report* from its auditors and there were no issues or findings that arose during the audit. The information contained in these financial statements is consolidated into the financial statements of the Fitchburg State University Foundation, Inc.

**Statements of Financial Position (page 4):**

- Total assets are \$6.6 million and total liabilities are \$4 million at June 30, 2020.
- Property and equipment, net of depreciation totaled \$6.3 million.
- Total debt outstanding at June 30, 2020 was \$3.7 million.
- Net asset without donor restrictions increased by .5 million.

**Statements of Activities/Statement of Functional Expenses (pages 5 - 7):**

- Rental income, license fees and residence hall fees totaled \$1 million an increase of 332,000 and are made up of rents and fees paid by the University for the use of various properties and fees paid by students for the North Street residence hall.
- Interest expense relative to financing property acquisitions totaled \$156,000.
- Program expenses totaled \$507,000, management and general expenses totaled \$24,000.

**Statements of Cash Flows (page 8):**

- There was positive cash flows from operating activities of \$521,000. There was an overall net increase in cash of approximately \$51,000.
- Prepaid expenses and other assets are due to capital assets increase by \$87,000
- Net cash provided by investment activities increased by \$450,000.

**Notes to the Financials Statements (pages 9 – 30):**

- Most of the notes are standard disclosures.
- Financial assets available for general expenditure within one year is disclosed in Note 3, page 12.
- Details on property and equipment is disclosed in Note 4 beginning on page 13.
- Mortgage and notes payable agreements are disclosed in Notes 6 and 7 beginning on page 15.
- Lease and license agreements between the Supporting Organization and the University are disclosed in Note 8 beginning on page 25.
- Related party transactions are disclosed in Note 10 beginning on page 27.