

Fitchburg State University
Executive Summary
Financial Statements for the Three Months Ended
September 30, 2022, 2021 and 2020

Statements of Net Assets (pages 1-2):

- Total asset increased in 2022 over 2021 and 2020. This increase was mainly caused by the adoption of the new pronouncement - GASB 87 right of use asset of \$54.8 million. Total cash was affected by COVID and the HEERF funds – total cash in 2022 was \$48 million, \$50 million in 2021 and \$38.5 million in 2020. Investments declined to \$17.5 million in 2022 after a rebound in 2021 to \$21.3 million. Net capital asset increased by \$10 million in 2022 and this was caused by a \$13 million energy infrastructure investments by the commonwealth.
- Total liabilities increased by \$25 million in 2022 over 2021 and by \$13.3 million between 2020 and 2021. The \$25 million increase in 2022 stemmed from an increase of \$59.83 million of GASB 87 lease liability and decreases of \$23 million in unfunded opeb and pension liability and \$8 million of HEERF grant related deferred revenue which was recognized as income in 2022.
- Net assets increase in 2021 over 2020 was due to the MSCBA refinancing of the debt payment for Housing and the increase in 2022 is due to GASB 87 right of use capital asset.

Statements of Revenues, Expenses and Changes in Net Assets (pages 3-4):

- Total operating revenue decreased each year, and this decrease was mainly due to a decrease in tuition and auxiliary enterprises – housing and dining.
- Tuition and fee revenue continue to see saw small declines over fall semesters 2022-2020. Both on-campus and online revenues have declined.
- The increase in operating expenses in 2022 is due to increases in salary and benefits which is a result of the salary and benefit increase which went into effect in late 2021 and amortization expense from GASB 87.
- State appropriations have increase consistently in the period 2020-2022. This increase was due to the commonwealth fully funding the collective bargaining salary increase, which went into effect in FY21.

Statements of Cash Flows (page 5):

- Cash on hand has risen consistently over the period Sept 2020 to Sept 2022. This increase in due to a number of factors including a decrease in liabilities
- In 2021 - net cash provided from operations was \$12.5 million – COVID related while it was only \$400,000 in 2022.