

**FITCHBURG STATE UNIVERSITY**  
**FINANCIAL STATEMENTS**  
**FOR THE SIX MONTHS ENDED**  
**DECEMBER 31, 2022, 2021 AND 2020**

**Fitchburg State University**  
**Executive Summary**  
**Financial Statements for the Six Months Ended**  
**December 31, 2022, 2021 and 2020**

**Statements of Net Assets (pages 3-4):**

- Total assets increased by approximately \$57 million between fiscal years 22-23 and \$18 million between fiscal years 21-22. The changes between fiscal years 22-23 were mainly due to the adoption of GASB 87 – right of use asset of \$54 million.
- The \$18 million increase in total assets between fiscal years 21-22 was largely a result of the reimbursement received for COVID related occurrences through the HEERF grant.
- Current liabilities saw a \$4.2 million decrease in fiscal years 22-23 and a \$6.6 million increase between fiscal years 21-22. The increase in fiscal year 22 was due primarily to an increase of \$6.8 million in deferred revenue. This amount relates to the deferral of spring 2022 student accounts receivable and HEERF funds to be realized as income in the latter part of fiscal year 22. While the decrease in fiscal year 23 was a result of the receipt of the HEERF funds in the latter half of fiscal year 22.
- The increase in noncurrent liabilities between fiscal years 21-23 is mainly due to GASB related pronouncements. The increase in fiscal year 22 was a result of a \$9 million increase related to Pension and OPEB liabilities and a \$ 6 million reduction in long term bond payables. While the \$32 million change in fiscal year 2023 stems from a net \$60 million increase caused by GASB 87 -right of use liability and a \$23 million change in OPEB/Pension liability unfunded liability to deferred outflow.
- Our strong asset position is the driving force behind our increase of \$12.1 million in total net assets between fiscal years 21 and 22.

**Statements of Revenues, Expenses and Changes in Net Assets (pages 5-6):**

- Total operating revenue for the period ending Dec 2022 has shown some improvement if the federal grant HEERF funds are not included in the total amount. The increase in Dec 2021 was \$42 million, which is an increase of \$6.5 million over the period ending Dec 2020. This increase is mainly due to an increase in federal grant income of \$5.5 million.
- Net Tuition and fee revenue have been dropping but the decline is slight over the last 3 years revenue.
- Overall expenditures increased in fiscal year 23 when compared to fiscal years 20- 21 but this increase is mainly due to million increase in GASB 87 related expenditure.

**Statements of Cash Flows (page 7):**

- Total cash at December 2022 was \$52.5 million, which represents an increase of approximately \$6.5 million over fiscal year 2020 and a reduction of \$7.4 million over fiscal year 2021.
- Net cash provided from operations was \$11.1 million compared to \$25.4 million at December 2021 and \$ 16.4 million at December 2020.

**FITCHBURG STATE UNIVERSITY**  
**STATEMENTS OF NET ASSETS**  
**DECEMBER 31, 2022, 2021 AND 2020**

**ASSETS**

	<u>2022</u>	<u>2021</u>	<u>2020</u>
<b><u>Current Assets</u></b>			
Cash and cash equivalents	30,700,255	38,435,396	28,294,478
Cash and cash equivalents, restricted	7,688,903	8,774,310	5,092,806
Accounts receivable, net	5,574,095	2,317,130	2,677,787
Loans receivable, net	3,018	451	1,237
Other Assets (prepaid expenses)	101,306	160,710	106,409
<b>Total current assets</b>	<u>44,067,576</u>	<u>49,687,997</u>	<u>36,172,717</u>
<b><u>Noncurrent Assets</u></b>			
Restricted cash and cash equivalents	14,118,359	12,713,398	12,630,294
Endowment Investments	940,035	1,151,779	1,025,676
Other Investments	17,471,044	21,075,234	19,474,599
Loans receivable, net	113,076	958,580	1,173,535
Other non current assets	71,914	103,948	273,157
Capital assets, net	194,079,219	182,427,974	179,482,187
Right of use assets, net	<u>54,091,444</u>	<u>-</u>	<u>-</u>
<b>Total noncurrent assets</b>	<u>280,885,091</u>	<u>218,430,913</u>	<u>214,059,448</u>
<b>Total Assets</b>	324,952,667	268,118,910	250,232,165
Deferred outflow-OPEB	3,275,872	5,802,040	5,014,452
Deferred outflow-Pension	<u>4,122,377</u>	<u>7,386,093</u>	<u>3,262,016</u>
Total assets and Deferred Outflows of Resources	<u>332,350,917</u>	<u>281,307,043</u>	<u>258,508,633</u>

For those charged with governance and internal management use only

**FITCHBURG STATE UNIVERSITY**  
**STATEMENTS OF NET ASSETS**  
**SEPTEMBER 30, 2022, 2021 AND 2020**

**LIABILITIES AND NET ASSETS**

**Current Liabilities**

Bond payable - current portion	\$ 4,357,576	\$ 2,526,545	\$ 830,592
Lease Liability - current portion	3,914,664	-	-
Account payable and accrued liabilities	603,809	2,618,558	4,701,146
Salaries & benefits payable	1,902,621	1,855,474	1,669,561
Account payable - construction	253,222	392,197	418,204
Accrued workers compensation - current porti	137,942	131,181	104,231
Compensated absences - current portion	3,610,603	3,218,381	2,373,284
Faculty payroll accrual	1,374,292	2,535,460	2,625,826
Deferred revenue - current portion	9,146,944	17,328,975	10,583,158
Capital lease - current portion	-	-	261,412
Deposits - current portion	146,700	163,050	348,800
Other liabilities - current portion	1,408,222	303,979	542,150
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<b>Total current liabilities</b>	<b>26,856,593</b>	<b>31,073,800</b>	<b>24,458,364</b>

**Noncurrent liabilities**

Bond payable	110,468,212	51,995,463	56,672,793
Lease liability -Right of use asset	(4,924,652)	-	-
Accrued workers compensation	1,006,311	957,244	373,893
Compensated absences	2,407,068	2,057,653	3,872,201
Capital lease	-	-	-
Deferred revenue	3,268,094	126,459	432,946
Due to federal loan programs-Perkins	47,985	995,004	1,121,155
Due to federal loan programs-Nursing	-	136,300	250,160
Unfunded pension liability	8,015,299	20,091,153	12,763,415
Unfunded opeb liability	14,073,004	25,852,605	24,061,207
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<b>Total noncurrent liabilities</b>	<b>134,361,321</b>	<b>102,211,881</b>	<b>99,547,770</b>
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<b>Total liabilities</b>	<b>161,217,915</b>	<b>133,285,681</b>	<b>124,006,134</b>
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Service concession agreement	252,918	505,836	885,213
Deferred inflow-debt refunding	2,454,703	2,051,768	-
Deferred inflows-opeb	14,142,424	6,269,569	6,233,735
Deferred inflows-pension	8,917,207	779,813	1,171,344
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<b>Total Deferred Inflows of Resources</b>	<b>25,767,252</b>	<b>9,606,986</b>	<b>8,290,292</b>
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**FITCHBURG STATE UNIVERSITY  
STATEMENTS OF NET ASSETS  
SEPTEMBER 30, 2022, 2021 AND 2020**

**NET ASSETS**

Invested in capital assets, net of related debt	132,405,754	127,831,749	122,473,083
<b>Restricted for:</b>	-	-	-
Non-expendable	-	-	-
Scholarships and fellowships	537,210	578,873	528,193
Research	-	-	-
Expendable	-	-	-
Scholarships and fellowships	282,559	448,311	374,291
Research	-	-	-
Instructional department uses	-	-	-
Loans	219,138	169,949	195,482
Capital projects	3,348,078	84,072	39,450
Debt service	14,872,898	14,692,445	11,740,654
Other	225,543	163,253	153,483
	-	-	-
Unrestricted	<u>(6,525,429)</u>	<u>(5,554,276)</u>	<u>(9,292,429)</u>
<b>Total net assets</b>	<b><u>145,365,750</u></b>	<b><u>138,414,376</u></b>	<b><u>126,212,207</u></b>
<b>LIABILITIES and NET ASSETS</b>	<b><u><u>332,350,917</u></u></b>	<b><u><u>281,307,043</u></u></b>	<b><u><u>258,508,633</u></u></b>

For those charged with governance and internal management use only

## FITCHBURG STATE UNIVERSITY

### STATEMENTS OF REVENUES, EXPENSES & CHANGES IN NET ASSETS FOR PERIOD ENDED DECEMBER 31, 2022, 2021 and 2020.

	2022	2021	2020
<b>Operating Revenues</b>			
Student tuition and fees	24,104,844	24,734,188	25,453,422
Waivers and exemptions	(302,477)	(336,464)	(380,611)
<b>Net student tuition and fees</b>	<b>23,802,367</b>	<b>24,397,724</b>	<b>25,072,811</b>
Federal grants and contracts	3,617,754	9,617,248	4,094,856
State and local grants and contracts	519,129	482,390	665,787
Nongovernmental grants and contracts	422,490	271,075	250,098
Sales and services of educational departments	240,544	781,942	266,824
Auxiliary enterprises			
Auxiliary enterprises - Res Life	6,925,096	4,563,797	3,385,585
Auxiliary enterprises - Dining Hall	2,743,636	1,544,131	1,190,995
Other operating revenues	257,779	294,249	473,383
<b>Total Operating Revenues</b>	<b>38,528,796</b>	<b>41,952,556</b>	<b>35,400,339</b>
<b>Operating Expenses</b>			
<b>Salaries:</b>			
Faculty	9,778,083	10,375,036	10,503,303
Exempt wages	2,343,259	2,043,069	2,236,526
Non-exempt wages	10,597,539	9,844,144	10,168,233
Benefits	8,631,686	7,569,594	7,784,994
<b>Other Operating Expenses</b>			
Employee related travel	116,161	53,929	62,011
Administrative expense	1,135,068	1,392,885	1,220,557
Facility operational supplies	807,375	768,720	737,564
Utilities	1,368,291	1,587,952	1,343,572
Consultant services	1,392,636	1,081,083	794,851
Operational expenses	3,081,196	2,976,973	3,219,570
Equipment purchases	300,611	362,353	304,494
Equipment maintenance and repairs	345,933	302,590	216,561
Purchased client services-program	138,627	75,814	2,688
Construction and building improvement	705,415	697,311	808,666
Grant and Subsidies	60,090	33,900	33,750
Scholarships	4,285,823	7,447,553	4,804,605
Loans & special payments	7,920	1,131,379	62,684
IT expenditures	3,384,899	3,314,424	2,513,798
Amortization Expense	2,411,388	-	-
Depreciation	5,921,937	5,972,067	5,613,203
Bad debt expense	(67,009)	(17,792)	(21,928)
<b>Auxiliary enterprises:</b>	-		
Residential life - Housing	5,223,785	4,082,924	2,646,158
Residential life - Dining	1,549,017	1,546,519	1,022,377
<b>Total Operating Expenses</b>	<b>63,519,729</b>	<b>62,642,427</b>	<b>56,078,237</b>
<b>Operating profit/(loss)</b>	<b>(24,990,934)</b>	<b>(20,689,871)</b>	<b>(20,677,898)</b>

For those charged with governance and internal management use only

## FITCHBURG STATE UNIVERSITY

### STATEMENTS OF REVENUES, EXPENSES & CHANGES IN NET ASSETS FOR PERIOD ENDED SEPTEMBER 30, 2022, 2021 and 2020.

	2022	2021	2020
<b>Nonoperating Revenues (Expenses)</b>			
State appropriations	26,829,561	22,850,749	22,487,193
Investment income (net of investment expense)	829,910	698,603	508,544
Unrealized gain/(loss)	(525,434)	(141,352)	1,694,162
Interest expense on capital asset	131,441	(406,070)	(801,168)
<b>Total Nonoperating Revenues (Expense)</b>	<b><u>27,265,478</u></b>	<b><u>23,001,930</u></b>	<b><u>23,888,731</u></b>
 <b>Income (loss) before Capital and</b>	 <b>2,337,544</b>	 <b>2,312,059</b>	 <b>3,210,833</b>
 Capital appropriations	 246,456	 737,650	 1,047,540
Capital grants and gifts	121,209	126,459	126,459
<b>Total Capital and Endowment Addition</b>	<b><u>367,666</u></b>	<b><u>864,109</u></b>	<b><u>1,173,999</u></b>
 <b>Increase in net assets</b>	 <b>2,705,210</b>	 <b>3,176,168</b>	 <b>4,384,832</b>
 <b>Net Assets - beginning of year</b>	 <b><u>142,660,540</u></b>	 <b><u>135,238,210</u></b>	 <b><u>121,827,378</u></b>
<b>Net Assets - end of period</b>	<b><u>145,365,750</u></b>	<b><u>138,414,378</u></b>	<b><u>126,212,210</u></b>

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**FITCHBURG STATE UNIVERSITY**  
**STATEMENTS OF CASH FLOW**  
**DECEMBER 31, 2022, 2021 AND 2020**

	<u>2022</u>	<u>2021</u>	<u>2020</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
<b>Increase in net assets</b>	2,705,210	3,176,168	4,384,832
Adjustments to reconcile increase to cash Provided by (Used by) operating activities:	-		
(Gain)/loss on marketable securities	(348,175)	141,352	(778,042)
Depreciation	5,921,937	5,972,067	5,613,203
Amortization-Right of use asset	2,411,388	-	-
<b>(Increase) decrease in assets:</b>			
Accounts receivable	(3,412,825)	10,351,664	61,533
Loans receivable	770,491	82,004	99,772
Other Assets	179,225	13,816	110,211
<b>Increase (decrease) in liabilities</b>			
Accounts payable and accrued liabilities	(3,221,715)	(1,155,064)	1,205,574
Compensated absences	203,451	(85,365)	503,742
Accrued faculty payroll	(2,801,264)	(1,340,868)	(1,605,485)
Deferred revenue	7,781,253	8,236,467	6,354,855
Other liabilities	888,164	(2,924)	448,546
<b>Net Cash Provided by operating activities</b>	<u>11,077,141</u>	<u>25,389,317</u>	<u>16,398,741</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Unrealized gain on investments	525,434	-	
Purchase of investments	(2,869,452)	(2,377,170)	(4,424,189)
Proceeds from the sale of investments	2,879,314	1,547,580	2,702,576
Acquisition of property, plant and equipment	(5,959,303)	(2,870,015)	(3,625,325)
<b>Net Cash (used by) investing activities</b>	<u>(5,424,008)</u>	<u>(3,699,605)</u>	<u>(5,346,938)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Federal loan program	(746,984)	(23,488)	16,944
Payments of capital leases	-	(131,295)	\$ (124,387)
Payments of capital debt	(400,000)	(390,003)	(255,611)
Amortization of bond premiums	(1,247,014)	(110,450)	(132,141)
<b>Net Cash (used by) financing activities</b>	<u>(2,393,998)</u>	<u>(655,236)</u>	<u>(495,195)</u>
<b>Net increase in cash</b>	3,259,135	21,034,476	10,556,608
<b>Cash and cash equivalents - beginning of period</b>	<u>49,248,381</u>	<u>38,888,628</u>	<u>35,460,968</u>
<b>Cash and cash equivalents - end of period</b>	<u>\$52,507,516</u>	<u>\$59,923,104</u>	<u>\$ 46,017,576</u>

For those charged with governance and internal management use only