

Anna Maria College

Summary of Fiscal Year 2019 Audited Financial Statements

About Anna Maria College:

As a Catholic institution inspired by the ideals of the Sister of Saint Anne, Anna Maria College educates students to become individuals who will transform their world as ethical leaders and community-oriented professionals.

There are approximately 1500 students who attend Anna Maria college in Paxton, MA between community service oriented undergraduate, graduate, and certificate programs.

Audited Financial Statements:

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

From the auditors: In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Anna Maria College as of June 30, 2019, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

This summary has been prepared by management and should be read in conjunction with the College's audited financial statements and accompanying notes.

Balance sheet:

- Cash and Investments grow from \$15.3M in 2018 to \$17.6M.
- Student accounts receivable reduced from \$1M to \$645k year over year.
- While total liabilities only decreased by \$13k, long term debt and capital leases were paid down by \$685k and \$301k respectively.
- A hedging instrument, which is a non-cash fixed interest rate tool for bond issuance, became a liability in 2020 totaling \$1.045M. While this expense does not affect cash, we have to carry a liability on the balance sheet for it.
- Including the hedging instrument, we saw a \$635k decrease in total net assets.

Statement of Activities:

- Net tuition and fees were consistent with that of fiscal year 2018.
- Room and board revenue increased from \$6.8M to \$7.8M year over year.

- Overall revenue for FY 2019 was up \$1.2M from 2018 while expenses were up \$1.3M. This led to an overall operating deficit of \$478k.
- This deficit is due to unbudgeted expenses relating to our strategic planning process.
- Non-operating revenue and expense totaled \$-157k. This is mostly due to \$826k investment income and the \$1.06M expense of the hedging instrument. If the non-cash hedging instrument was removed from the statement of activities, the change in net assets would be a positive \$428k. This supports the college's overall cash flow increase of \$1.462M.