

Anna Maria College

Summary of Fiscal Year 2022 Audited Financial Statements

About Anna Maria College:

As a Catholic institution inspired by the ideals of the Sisters 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, 2022, 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 reduced from \$19.70M in 2021 to \$16.77M.
- The college received a \$2.5M PPP loan in FY 2020 which was forgiven as of October 2021 and was included in operating revenue for fiscal year 2022.

- In FY 2022, we saw a total liability decrease of \$5M, a portion of which is due to the hedging instrument reduction of \$1.5M. The remaining reduction is largely due to long term bonds being paid off on time and the PPP loan being forgiven.
- The overall impact on net assets with the reduction of liabilities and decrease in assets was a negative \$655k.

Statement of Activities:

- Net tuition and fees were decreased slightly from \$19.2M in 2021 to \$19M in 2022.
- Room and board revenue increased from 2021 as concerns over Covid-19 lessened.
- Overall revenue was up from 2021 by \$1.1m, which includes the result of the PPP Loan Forgiveness.
- The college continued the decision to maintain all payroll expenses and keep everyone working and paid throughout the pandemic. This caused the college to take on the full operating expense without the additional offsetting revenue from additional students.
- Total expenses increased by \$2.7M, which due to Covid-19 related expenses as well as inflation on many operating lines. The overall negative impact from Covid-19 and inflation outweighed any expense savings, resulting in an operating deficit for the year of \$1.9m.
- Non-operating revenue and expense totaled \$1.3M net of \$1.9M in contributions, an investment income loss of \$2.01M and the addition of the hedging instrument of \$1.5M. If the non- cash hedging instrument was removed from the statement of activities change in net assets would be a negative \$206k.
- Overall change in net assets was a reduction of \$655k.