

# University of Southern Indiana 2022-23 Fiscal Year Financial Report

July 1, 2022 – June 30, 2023

# Condensed Statement of Net Position

Year Ended June 30 (in thousands)	2023	2022 Restated*	2021
Current Assets	57,961	65,903	120,844
Noncurrent Assets:			
Capital assets, net of depreciation	209,120	212,664	222,257
Other non-current	142,907	138,353	87,092
<b>Total Assets</b>	<b>\$ 409,988</b>	<b>\$ 416,920</b>	<b>\$ 430,193</b>
<b>Deferred Outflow of Resources</b>	<b>\$ 6,837</b>	<b>\$ 9,315</b>	<b>\$ 3,593</b>
Current Liabilities	33,471	31,898	33,562
Noncurrent Liabilities	114,459	122,846	134,870
<b>Total Liabilities</b>	<b>\$ 147,930</b>	<b>\$ 154,744</b>	<b>\$ 168,432</b>
<b>Deferred Inflow of Resources</b>	<b>\$ 4,435</b>	<b>\$ 7,267</b>	<b>\$ 10,602</b>
<b>Total Net Position</b>	<b>\$ 264,460</b>	<b>\$ 264,224</b>	<b>\$ 254,752</b>

# 2022-23 Significant Accounting Changes

- GASB Statement 93, Replacement of Interbank Offered Rates
- GASB Statement 94, Public-Private and Public-Public Partnerships and Availability Payment Arrangements
- GASB Statement 96, Subscription-Based Information Technology Arrangements
- NACUBO Scholarship Discounts and Allowances Methodology

# Impact of GASB 94

<b>DEFERRED INFLOW OF RESOURCES</b>	<b><u>06/30/2023</u></b>	<b><u>06/30/2022</u></b>
Deferred inflow of resources related to leases	\$ -	\$ 441,621
Deferred inflow of resources related to pensions	903,860	3,568,423
Deferred inflow of resources related to OPEB	3,531,583	3,256,878
Total deferred inflow of resources	\$ 4,435,443	\$ 7,266,922

# Impact of GASB 96

<b>Current Assets</b>	<b>06/30/2023</b>	<b>06/30/2022</b>
Cash and cash equivalents	\$ 25,290,195	\$ 39,954,294
Short-term investments	22,985,303	15,279,224
Accounts receivable, net	5,882,484	6,405,027
Leases receivable	-	382,329
Inventories	531,644	528,480
Other current assets	3,271,760	3,353,532
Total current assets	<u>\$ 57,961,386</u>	<u>\$ 65,902,886</u>
<b>Noncurrent Assets</b>		
Cash equivalent - Deposit with bond trustee	\$ 41,462,776	\$ 17,754,482
Investments - Deposit with bond trustee	-	24,897,108
Long-term investments	88,118,856	86,697,345
Leases receivable	-	64,129
Net OPEB asset	6,936,905	4,690,720
Subscription assets, net	6,104,877	3,937,682
Leased assets, net	283,575	311,896
Capital assets, net	209,120,330	212,663,490
Total noncurrent assets	<u>\$ 352,027,319</u>	<u>\$ 351,016,852</u>
<b>Total Assets</b>	<b>\$ 409,988,705</b>	<b>\$ 416,919,738</b>

# Impact of GASB 96

## Current Liabilities

	<u>06/30/2023</u>	<u>06/30/2022</u>
Accounts payable and accrued liabilities	\$ 3,775,799	\$ 4,238,762
Accrued payroll, benefits, and deductions	6,364,244	6,537,536
Bonds payable	11,403,393	11,046,438
Leases and subscriptions payable	1,931,120	1,558,916
Debt interest payable	960,816	1,056,993
Unearned revenue	8,673,311	7,402,283
Other current liabilities	362,572	56,998
Total current liabilities	<u>\$ 33,471,255</u>	<u>\$ 31,897,926</u>

## Noncurrent Liabilities

Bonds payable	\$ 103,841,109	\$ 115,480,230
Leases and subscriptions payable	3,337,655	2,401,891
Derivative instruments--interest rate swap	48,191	164,276
Compensated absences and termination benefits	2,843,642	2,907,333
Net pension liability	4,381,619	1,883,504
Other noncurrent liabilities	7,010	8,465
Total noncurrent liabilities	<u>\$ 114,459,226</u>	<u>\$ 122,845,699</u>
<b>Total Liabilities</b>	<b>\$ 147,930,481</b>	<b>\$ 154,743,625</b>

# Unrestricted Cash and Investments

<b>Category</b>	<b>6/30/2023</b>	<b>6/30/2022</b>
Cash and cash equivalents	\$25,290,195	\$39,954,294
Short-term investments	22,985,303	15,279,224
Long-term investments	88,118,856	86,697,345
<b>Total cash and investments</b>	<b>\$136,394,354</b>	<b>\$141,930,863</b>

# Cash Flow Summary

<b>Cash Provided (Used) By:</b>	<b>06/30/2023</b>	<b>06/30/2022</b>
Operating activities	\$(72,546,865)	\$(72,383,752)
Noncapital financing activities	90,826,964	104,905,225
Capital financing activities	(27,679,325)	(25,888,461)
Investing activities	18,443,420	(88,210,017)
<b>Net increase (decrease)</b>	<b>\$9,044,194</b>	<b>\$(81,577,005)</b>
Cash-beginning of year	57,708,777	139,285,782
<b>Cash-end of year</b>	<b>\$66,752,971</b>	<b>\$57,708,777</b>
Less: restricted cash	(41,462,776)	(17,754,483)
<b>Unrestricted cash and cash equivalents</b>	<b>\$25,290,195</b>	<b>\$39,954,294</b>



# Bonds Payable

<b>Category</b>	<b>6/30/2023</b>	<b>6/30/2022</b>
Bonds payable – current	\$11,403,393	\$11,046,438
Bonds payable – noncurrent	103,841,109	115,480,230
<b>Total bonds payable</b>	<b>\$115,244,502</b>	<b>\$126,526,668</b>

# Bonds Payable

<i>SCHEDULE OF BONDS PAYABLE</i>	<i>Issue Date</i>	<i>Interest Rate</i>	<i>Maturity Date</i>	<i>Original Issue Amount</i>	<i>Principal Outstanding June 30, 2023</i>
Series 2006, Recreation and Fitness Center	2006	4.67%	2028	7,250,000	2,360,059
<b>Series K-3, Refund Series H and I</b>	2012	1.90%	<b>2023</b>	42,840,000	<b>2,575,000</b>
Series L-1, Health Professions Center 3 <sup>rd</sup> Floor	2017	2.90%	2036	8,050,000	6,130,000
Series L-2, Refund Series J	2017	2.15%	2026	21,440,000	11,965,000
Series L-3, Refund Series J	2017	2.65%	2028	9,955,000	9,655,000
<b>Series O, Refund Series K-1</b>	2022	2.76%	<b>2025</b>	6,840,000	<b>6,840,000</b>
<b>Series K-1, Teaching Theatre</b>	2012	2.00% to 4.00%	<b>2032</b>	12,300,000	-
Series M, Physical Activities Center	2019	4.00% to 5.00%	2037	37,245,000	29,570,000
Series N, Health Professions Center Renovation	2020	3.00% to 5.00%	2039	41,170,000	35,865,000
<b>Series 2003, Student Housing Facilities</b>	2003	3.00% to 4.50%	<b>2024</b>	8,005,000	<b>1,125,000</b>
Subtotal Bonds Payable				\$195,095,000	\$106,085,059
Net Unamortized Premiums				-	\$9,159,443
<b>Total Bonds Payable</b>					<b>\$115,244,502</b>

# Net Position

Category	6/30/2023	6/30/2022
Net investment in capital assets	\$135,354,978	\$129,680,177
Restricted – expendable	59,874	255,808
Unrestricted	129,045,372	134,288,118
<b>Total net position</b>	<b>\$264,460,224</b>	<b>\$264,224,103</b>

# Condensed Statement of Revenues, Expenses, and Changes in Net Position

Year Ended June 30 (in thousands)	2023	2022 Restated*	2021
Operating Revenues	66,030	69,954	73,678
Operating Expenses	(156,868)	(156,586)	(121,506)
<b>Operating Loss</b>	<b>\$ (90,838)</b>	<b>\$ (86,632)</b>	<b>\$ (47,828)</b>
Non-operating Revenues	93,268	99,007	100,685
Non-operating Expenses	(3,739)	(4,016)	(4,649)
<b>Income before other revenues, expenses, gains or losses</b>	<b>\$ (1,309)</b>	<b>\$ 8,359</b>	<b>\$ 48,208</b>
Other Revenues	1,545	1,113	1,113
<b>Increase in Net Position</b>	<b>\$ 236</b>	<b>\$ 9,472</b>	<b>\$ 49,321</b>
Net Position—Beginning of Year	264,224	254,752	205,100
Prior-period Adjustment for Change in Accounting Principle	-	-	331
<b>Net Position—End of Year</b>	<b>\$ 264,460</b>	<b>\$ 264,224</b>	<b>\$ 254,752</b>

# Net Student Fees

Category	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019
Student fees	\$72,576,893	\$75,688,044	\$78,915,806	\$79,731,906	\$80,198,567
Scholarships discounts and allowances	(28,641,403)	(26,321,386)	(27,561,602)	(28,154,751)	(29,238,866)
<b>Net student fees</b>	<b>\$43,935,490</b>	<b>\$49,366,658</b>	<b>\$51,354,204</b>	<b>\$51,577,154</b>	<b>\$50,959,701</b>

# Scholarship Discounts and Allowances

<b>Category</b>	<b>06/30/2023</b>	<b>06/30/2022</b>
Student fee discounts and allowances	\$28,641,403	\$26,321,386
Room and board discounts and allowances	2,915,596	1,810,558
Financial aid expense excluding HEERF	3,186,467	6,474,519
<b>Total aid</b>	<b>\$34,743,466</b>	<b>\$34,606,463</b>

# 2022-23 Fiscal Year Summary

- Total assets decreased \$6.9 million (1.7%)
- Total deferred outflows of resources decreased \$2.5 million (26.6%)
- Total liabilities decreased \$6.8 million (4.4%)
- Total deferred inflows of resources decreased \$2.8 million (39%)
- Total revenues decreased \$9.2 million (5.4%)
- Total expenses increased \$5,000 (0%)
- **Net position increased \$236,000 (.1%)**