

University of Southern Indiana 2021-22 Fiscal Year Financial Report

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Controller and Assistant Treasurer

2021-22 Fiscal Year Summary

- Total assets decreased \$17.1 million (4%)
- Total deferred outflows of resources increased \$5.7 million (159.3%)
- Total liabilities decreased \$17.3 million (10.3%)
- Total deferred inflows of resources decreased \$3.3 million (31.5%)
- Total revenues decreased \$5.4 million (3.1%)
- Total expenses increased \$34.7 million (27.5%)
- **Net position increased \$9.3 million (3.6%)**

CONDENSED STATEMENT OF NET POSITION

Year Ended June 30 (in thousands)	2022	2021 Restated
Current Assets	65,984	120,844
Noncurrent Assets:		
Capital assets, net of depreciation	212,663	222,257
Other non-current	134,416	87,092
Total Assets	\$ 413,063	\$ 430,193
Deferred Outflow of Resources	\$ 9,315	\$ 3,593
Current Liabilities	30,505	33,562
Noncurrent Liabilities	120,593	134,870
Total Liabilities	\$ 151,098	\$ 168,432
Deferred Inflow of Resources	\$ 7,267	\$ 10,602
Total Net Position	\$ 264,013	\$ 254,752

Assets

	6/30/2022	6/30/2021 Restated
ASSETS		
<u>Current Assets</u>		
Cash and cash equivalents	\$39,954,294	\$92,913,542
Short-term investments	15,279,224	18,492,173
Accounts receivable, net	6,405,027	6,508,823
Leases receivable	382,329	378,171
Inventories	528,480	507,279
Other current assets	3,434,416	2,044,182
Total current assets	\$65,983,770	\$120,844,170
<u>Noncurrent Assets</u>		
Cash equivalent – Deposit with bond trustee	17,754,482	46,272,240
Investments – Deposit with bond trustee	24,897,108	-
Long-term investments	86,697,345	27,553,291
Leases receivable	64,129	446,458
Net OPEB Asset	4,690,720	12,302,972
Leased assets, net	311,896	417,218
Capital assets, net	212,663,490	222,256,912
Total noncurrent assets	\$347,079,170	\$309,349,091
Total Assets	\$413,062,940	\$430,193,261

Cash and Investments

Category	6/30/2022	6/30/2021
Cash and cash equivalents	\$39,954,294	\$92,913,542
Short-term investments	15,279,224	18,492,173
Long-term investments	86,697,345	27,553,291
Total cash and investments	\$141,930,863	\$138,959,006

Liabilities

	6/30/2022	6/30/2021 Restated
ASSETS		
<u>Current Liabilities</u>		
Accounts payable and accrued liabilities	\$4,238,762	\$2,510,455
Accrued payroll, benefits, and deductions	6,537,536	6,827,221
Bonds and leases payable	11,211,963	16,059,972
Debt interest payable	1,056,993	1,170,230
Unearned revenue	7,402,283	6,931,964
Other current liabilities	56,999	62,259
Total current liabilities	\$30,504,536	\$33,562,101
<u>Noncurrent Liabilities</u>		
Bonds and leases payable	115,629,622	126,778,281
Derivative instruments – interest rate swap	164,276	433,374
Compensated absences and termination benefits	2,907,333	3,202,042
Net pension liability	1,883,504	4,450,249
Other noncurrent liabilities	8,465	5,563
Total noncurrent liabilities	\$120,593,200	\$134,869,509
Total Liabilities	\$151,097,736	\$168,431,610

Bonds Payable

Category	6/30/2022	6/30/2021
Bonds payable – current	\$11,046,438	\$15,891,978
Bonds payable – noncurrent	115,480,230	126,526,668
Total bonds payable	\$126,526,668	\$142,418,646

Net Position

Category	6/30/2022	6/30/2021 Restated
Net investment in capital assets	\$129,469,268	\$127,267,114
Restricted – expendable	255,808	68,291
Unrestricted	134,288,118	127,416,423
Total net position	\$264,013,194	\$254,751,828

CONDENSED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

Year Ended June 30 (in thousands)	2022	2021 Restated
Operating Revenues	69,954	73,678
Operating Expenses	(156,819)	(121,506)
Operating Loss	\$(86,865)	\$(47,828)
Non-operating Revenues	99,007	100,685
Non-operating Expenses	(3,994)	(4,649)
Income before other revenues, expenses, gains or losses	\$8,148	\$48,208
Other Revenues	1,113	1,113
Increase in Net Position	\$9,261	\$49,321
Net Position--Beginning of Year	254,752	205,100
Prior-period Adjustment for Change in Accounting Principle	-	331
Net Position--End of Year	\$264,013	\$254,752

Operating Revenues and Expenses

REVENUES	6/30/2022	6/30/2021 Restated
Student fees	\$75,688,044	\$78,915,806
Scholarship discounts and allowances	(26,321,386)	(27,561,602)
Grants and contracts	2,712,107	1,885,655
Auxiliary enterprises	17,305,761	20,540,465
Room and board discounts and allowances	(1,810,558)	(1,775,115)
Other operating revenues	2,380,180	1,673,352
Total operating revenues	\$69,954,148	\$73,678,561
EXPENSES		
Salaries and wages	\$59,832,816	\$60,812,201
Benefits	18,554,655	(6,155,227)
Student financial aid	15,509,952	10,390,872
Utilities	5,686,215	5,234,868
Supplies and other services	41,667,894	36,965,750
Depreciation and amortization	15,567,928	14,257,728
Total operating expenses	\$156,819,460	\$121,506,192

Net Student Fees

Category	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2018
Student fees	\$75,688,044	\$78,915,806	\$79,731,906	\$80,198,567	\$75,943,536
Scholarships discounts and allowances	(26,321,386)	(27,561,602)	(28,154,751)	(29,238,866)	(27,788,090)
Net student fees	\$49,366,658	\$51,354,204	\$51,577,154	\$50,959,701	\$48,155,446

Non-operating Revenues and Expenses

REVENUES	6/30/2022	6/30/2021 Restated
State appropriations	\$63,629,666	\$60,461,069
Gifts	4,059,015	3,338,664
Federal grants and contracts	28,171,775	26,317,257
State/Local grants and contracts	8,437,200	9,246,931
Nongovernmental grants and contracts	1,129,081	381,828
Net investment income	(6,778,420)	577,429
Other non-operating revenues	358,935	361,624
Total non-operating revenues	\$99,007,252	\$100,684,802
EXPENSES		
Interest on capital asset related debt	3,993,536	4,310,646
Bond issuance costs	-	338,112
Total non-operating expenses	\$3,993,536	\$4,648,758

2022-23 Fiscal Year Outlook

- State of Indiana 2023-2025 budget
- Enrollment-related revenue trends
 - Student fees
 - Housing
 - Dining
 - Student financial aid
 - Scholarships and discounts
- Short-term investment portfolio strategy and policy
- GASB 96 – Subscription-Based Technology Arrangements (SBITAs)