

ASSUMPTION COLLEGE
SUMMARY OF FISCAL YEAR 2019 AUDITED FINANCIAL STATEMENTS
UNAUDITED SUMMARY PREPARED BY MANAGEMENT

Assumption College

Assumption College (the “College”), founded in 1904, is a Catholic, nonprofit, coeducational college located in Worcester, Massachusetts on a 185-acre campus. Approximately 2,400 undergraduate and graduate students attend the College annually. The College offers bachelor’s degrees in the liberal arts core and pre-professional programs with a liberal arts core, and professional master’s degrees on a full-time and part-time basis. In addition, the Continuing and Career Education program offers bachelor’s degrees and certificate programs, as well as noncredit courses.

The College also operates an additional campus in Rome, Italy. The Rome campus is located on land owned by the Augustinians of the Assumption, the founding order of the College.

Audited Financial Statements

Management is responsible for the preparation and fair presentation of the 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.

RSM has completed their audit of Assumption College’s FY 2019 financial statements and issued an unmodified opinion.

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

Strong Statement of Financial Position (Balance Sheet)

The College continues to maintain and strengthen a solid statement of financial position (reported on page 1 of the audited financial statements).

Key highlights regarding information reported within the Statement of Financial Position include:

- \$7.8 million in cash at 5/31/2019 (\$11.0 million at 5/31/2018)
- \$12.3 million in short-term investments at 5/31/2019 (\$11.9 million at 5/31/2018) The investments are anticipated to be used for new academic program facilities and endowment funded needs.
- \$110.0 million in long-term investments at 5/31/2019 (\$112.1 million at 5/31/2018) The majority of these investments are endowment related.
- Long-term debt decreased from \$43.8 million at 5/31/2018 to \$41.8 million at 5/31/2019. No new bonds payable were issued in FY 2019 and the decrease is related to scheduled principal payments.
- Unrestricted net assets decreased from \$139.0 million at 5/31/2018 to \$135.1 million at 5/31/2019. Total net assets decreased from \$180.1 million at 5/31/2018 to \$175.2 million at 5/31/2019. As identified within the statements of cash flows on page 4, the FY 2019 decrease in total net assets included \$4.9 million of realized and unrealized investment losses recorded in the year ended 5/31/2019.

FY 2019 unrestricted operating surplus of \$713 thousand

The College is pleased to report that it had an unrestricted increase in net assets from operations – an operating surplus - reported in conformity with accounting principles generally accepted in the United States of America of \$713 thousand for the year ended May 31, 2019. This compares with an unrestricted surplus from operations of \$452 thousand in FY 2018.

The FY 2019 unrestricted operating surplus is reported within the statement of activities and changes in net assets included as part of the audited financial statements on page 2.

The statements of activities and changes in net assets report the changes in net assets from operating and nonoperating activities. Operating revenues consist of those items attributable to the College's primary mission of providing education. Additionally, operating revenue includes contributions received related to annual fund support. The College allocates endowment income and appreciation based on the absence or existence of donor-imposed restrictions. Interest and dividends earned on the funds without donor restrictions are included as operating revenue.

The College reports expenses associated with the management of the College's operations, including activities associated with the plant, endowment, annuity and loan funds, as operating expenses.

Statements of Cash Flows: net cash is being provided by operating activities

Net cash was provided by operating activities: \$3.9 million in FY 2019 and \$6.5 million in FY 2018. The statement of cash flows is reported within the FY 2019 audited financial statements on page 4.