

ASSUMPTION UNIVERSITY
SUMMARY OF FISCAL YEAR 2023 AUDITED FINANCIAL STATEMENTS
UNAUDITED SUMMARY PREPARED BY MANAGEMENT

Assumption University

Assumption College was founded in 1904 as a Catholic, nonprofit, coeducational college located in Worcester, Massachusetts on a 185-acre campus. In April 2019, Assumption College applied to the Massachusetts Board of Higher Education to become a university. The application was approved, and the institution became Assumption University (the “University”) on June 10, 2020.

Approximately 2,000 undergraduate and graduate students attend the University annually. The University 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.

The University 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 University.

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 University’s FY 2023 financial statements and issued an unmodified opinion.

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

Strong Statement of Financial Position (Balance Sheet)

The University continues to maintain a solid statement of financial position (reported on page 3 of the audited financial statements).

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

- \$15.9 million in cash (\$7.1 million) and short-term investments (\$8.8 million) at 5/31/2023 (down from \$24.1 million at 5/31/2022).
- \$107.4 million in long-term investments at 5/31/2023 (\$109.9 million at 5/31/2022). The majority of these investments are endowment related.
- Long-term debt decreased from \$35.7 million at 5/31/2022 to \$33.4 million at 5/31/2023.
- Net assets without donor restrictions decreased from \$148.4 million at 5/31/2022 to \$143.2 million at 5/31/2023. Total net assets decreased from \$198.2 million at 5/31/2022 to \$190.2 million at 5/31/2023. As identified within the Statements of Cash Flows (on page 6 of the audited financial statements), the FY 2023 decrease in total net assets included \$2.7 million of realized and unrealized investment losses recorded in the year ended 5/31/2023. The FY 2022 decrease in total net assets included \$15.4 million of realized and unrealized investment losses recorded in the year ended 5/31/2022.

FY 2023 unrestricted operating surplus of \$2.6 thousand

The University had an unrestricted (without donor restrictions) increase in net assets from operations – an operating surplus - reported in conformity with accounting principles generally accepted in the United States of America of \$2.6 thousand, including an investment income endowment draw of \$7.1 million in the year ended May 31, 2023. This compares with an unrestricted surplus from operations of \$1.5 million including an investment income endowment draw of \$2.2 million in FY 2022.

The FY 2023 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 4.

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 University's primary mission of providing education. Additionally, operating revenue includes contributions received related to annual fund support. The University 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 University reports expenses associated with the management of the University's operations, including activities associated with the plant, endowment, annuity and loan funds, as operating expenses.

Additional detail can be found within the audited financial statements and accompanying notes.