



## **FINANCIAL STATEMENT YEAR END REVIEW JUNE 30, 2024**

### **Overview**

The June 30, 2024, audited financial statements were reviewed and accepted by the Audit Committee at its meeting on November 4, 2024. Our audit firm of Grant Thornton, LLP gave an unmodified or “clean” audit opinion with no material weaknesses in controls identified, and no significant audit or financial reporting items were noted.

### **Statement of Financial Position:**

Total Assets for FY24 increased by approximately \$21.9M over prior year, driven primarily by an increase in operating cash plus investments (including cash) due to the timing of investments and short-term investments yielding high interest rates.

Total Liabilities for the period increased by \$7.4M over prior year due primarily to an additional loan of \$5.6M to fund construction of a new residence hall - and \$1.0M increase in deferred income associated with USAID funding.

Total Net Assets for FY24 increased by \$14.5M over prior year. Details of the change in net assets are reviewed below.

### **Statement of Activities:**

Operating Revenue for FY24 increased by \$13.6M over prior year, of which \$10.5M was due to an increase in tuition revenue related to stronger-than-expected enrollment, particularly at Deree Undergraduate and also U.S. and international students in housing. There was also a \$2.8M increase in investment income year-over-year due to moderate market gains experienced in the current year.

Operating expenses increased by \$9.2M over prior year, commensurate with the enrollment increase mentioned above, and included general salary increases, as well as increased depreciation, legal/professional services, and supplies/materials.

Change in Net Assets from Operations, therefore, increased by \$4.4M over prior year from \$9.8M to \$14.2M.

Non-Operating Revenue increased by \$1.6M over prior year, of which \$1.9M related to changes in exchange rates for EUR/USD year over year, partially offset by a \$459k decrease in net periodic pension cost as calculated by ACG's actuary, Aon Solutions Greece, S.A..

The FY24 Total Change in Net Assets, including both operating and non-operating results, therefore, was \$14.5M, which was \$2.8M higher than FY23's Total Change in Net Assets of \$11.7M.

### **Statement of Cash Flows:**

The College experienced \$1.0M in negative cash flows from operations in FY24, mostly due to a \$450k swing in unrealized gain on foreign currency over prior year.

The College generated \$26.0M in positive cash flows from investing activities. This results from purchases and sales of Investments during the year as we adjusted the endowment portfolio to take best advantage of the market.

Finally, \$5.2M in positive cash flows were generated from financing activities in FY24. This is a result of drawing down an additional \$5.6M loan to fund construction of new residence hall .