



FINANCIAL STATEMENT YEAR END APRIL 30, 2020

Overview

The April 30, 2020 audited financial statements were reviewed by the Executive Committee and accepted by the full Board of Trustees at its meeting on March 23, 2021. Northpoint's audit firm is Bollus Lynch, LLC.

Northpoint's Composite Financial Index Score (CFI) for 2019-20 was 2.15. For 2018-19 it was 1.8. A score greater than or equal to 1.5 indicates the institution is considered financially responsible (see [Financial and Non-financial Indicators | Accreditation \(hlcommission.org\)](#)).

Statement of Financial Position:

Total assets for FY20 increased by \$1,352,059 over FY19. This was driven primarily by a Coronavirus Aid, Relief, and Economic Security grant of \$211,555, an increase in student fees receivable \$199,745, and an increase in property and equipment \$435,613.

The Coronavirus Aid, Relief, and Economic Security ("CARES") Act Higher Education Emergency Relief Fund allocated funding of \$423,110 to the College. At least half of this funding had to be distributed directly to students as emergency aid for expenses related to the disruption of campus operations during the pandemic, with the remaining half used for institutional purposes to cover costs associated with significant changes to the delivery of instruction due to the coronavirus. During the year ended April 30, 2020, the College received \$211,555 for the student aid portion of the funding. These funds have been recorded as refundable advances at April 30, 2020 and were disbursed to qualifying students in May 2020. The remaining \$211,555 was received later in May 2020.

These increases were offset by accumulated amortization \$1,644 (primarily associated with books in the library).

Total liabilities for the period increased by \$455,868. Included in this was a Paycheck Protection Loan of \$555,200 and the CARES Act Advance of \$211,555. The Paycheck Protection loan was later converted to a grant once the requirements were met in FY21. The CARES Act advance was converted to income once the requirements were met in FY21. The line of credit was completely paid off. All liabilities are

“current liabilities” (i.e., capital lease obligations, advance tuition, and other deposits, etc.). The college has no long-term debt.

The total net assets increased by \$905,895. That is a 5% increase over the prior year net assets.

Statement of Activities:

Revenue

Total revenues of \$6,957,469 decreased by \$ 22,420 from the prior year. The decrease is primarily driven by a drop off of donor support of \$ 1,075,519 (\$2,021,934 as compared to \$3,097,453 in the prior year). \$1,801,539 was given without restriction; \$220,395 was designated or restricted.

Expenses

Total expenses decreased by \$346,249 or 6% less than the prior year. The decrease was driven primarily by payroll and benefits related to reductions in workforce during Covid.

Expenditures of note include utilities of \$395,588, bad debt of \$321,096, and depreciation and amortization of \$620,886.

Statement of Cash Flows:

The College works to operate without mortgages or incurring long term debt. Its goal is to build cash reserves. The net cash provided by operating activities was \$602,619 compared to \$1,447,606 for the prior year.

FY20 Projections

The 2020-21 budget was prepared for a possible decrease of 20% in revenue due to reduction in residential main campus undergraduate enrollment due to impact of the pandemic.

Enrollment Headcounts

The revised budget is based on the following enrollment activity.

<u>Term</u>	<u>Total</u>	<u>Main</u>	<u>Distance</u>
Spring 2020	335	193	142
Fall 2019	351	192	159
Spring 2019	335	206	129
Fall 2018	343	208	135
Spring	329	212	117
Fall 2017	365	243	122