



## FINANCIAL SUMMARY FOR THE YEAR ENDED APRIL 30, 2021

### Overview

The April 30, 2021 audited financial statements were reviewed by the Executive Committee and accepted by the full Board of Trustees at its meeting on October 17, 2022. Northpoint's audit firm is Bollus Lynch, LLC.

Northpoint's Composite Financial Index Score (CFI) for 2020-21 is 2.88. For 2019-20 it was 2.8. For 2018-19 it was 1.81. A score greater than or equal to 1.5 indicates the institution is considered financially responsible (see [Financial and Non-financial Indicators | Accreditation \(hlcommission.org\)](https://www.hlcommission.org)).

### Statement of Financial Position:

Total net assets for FY21 decreased by \$794,546 from FY20. That is a 4% decrease from the prior year change in net assets. This was driven primarily by \$619,027 in depreciation of buildings and equipment as well as a \$131,330 decrease in student fees receivable when \$134,183 was written off as uncollectible accounts. There was a \$192,686 increase in investments.

Total liabilities for the period decreased by \$978,629 due primarily to a Paycheck Protection Program Loan of \$555,200 being converted into a grant and a Higher Education Emergency Relief grant of \$211,555 being forgiven as the funds were distributed to students or utilized for authorized relief purposes. Also, \$189,600 of advance tuition from the pandemic closure of Spring 2020 was used to cover student costs in the Fall of 2020. All liabilities of \$319,712 are "current liabilities" (i.e., accounts payable, advance tuition, and other deposits, etc.). The college has no long-term debt.

### Statement of Activities:

#### Revenue

The impact of the pandemic was felt in FY21. Total revenues of \$4,869,003 was a decrease of \$1,551,288 from the prior year. The decrease was primarily driven by a \$707,906 decrease in donor support (\$1,314,028 as compared to \$2,021,934 in the prior year). \$1,154,118 was given without restriction; \$159,910 was designated or restricted. Also, student tuitions and fees were \$1,797,876 in FY2021 compared to \$2,628,715 in FY2020.

## Expenses

To contain expenses during the pandemic, various cost-cutting measures were taken. Total expenses decreased by \$829,476 or 15% down from the prior year.

Expenditures of note included utilities of \$407,076, bad debt of \$43,963, and depreciation and amortization of \$619,614. Money released for scholarships was \$233,579.

## Statement of Cash Flows:

The College works to operate without mortgages or incurring long term debt. Its goal is to build cash reserves. Cash and equivalents at the end of the year was \$822,061 compared to \$1,084,970 for the prior year (a difference of \$262,909).

## FY21 Projections

The 2021-22 budget was prepared for a possible decrease in main campus undergraduate enrollment due to the continuing effect of the pandemic as well as birthrate issues and a need to shift to emphasizing distance and online education as well as graduate (seminary) education (in anticipation of a growing market of non-traditional, adult learners).

## Enrollment Headcounts

The revised budget was based on the following enrollment activity.

<u>Term</u>	<u>Total</u>
Fall 2022	Pending
Spring 2022	232
Fall 2021	240
Spring 2021	266
Fall 2020	287
Spring 2020	335
Fall 2019	351
Spring 2019	335
Fall 2018	343
Spring	329
Fall 2017	365
Spring 2017	304
Fall 2016	332