

## FINANCIAL SUMMARY FOR THE YEAR ENDED APRIL 30, 2023

### Overview

Northpoint's 2022-2023 audit was performed by the auditing company of Baker Tilly. The April 30, 2023, (FY23) audited financial statements were reviewed by the college's Board of Trustees at their meeting on October 23, 2023. A representative of Baker Tilly led the review.

### Statement of Financial Position

Total net assets for FY23 decreased by \$2,202,638. Depreciation accounts for \$601,227 of the decrease with the depreciation of buildings and equipment as well as a \$508,840 decrease in student fees receivable.

Total liabilities increased for FY23 by \$1,100,141. Major contributors of the increase are due to the Paycheck Protection Program (PPP) monies of \$531,600 and liabilities consisting of the Institutions line of credit, accounts payable and accrued expenses. Please note that the \$531,600 PPP monies has been forgiven by the Small Business Administration, which will be accounted for in the year ending 2024 audit.

### Statement of Activities

#### Revenue

Revenues for the FY 23 decreased \$1,569,291 dollars from FY22. \$1,400,000 of the difference is in government grants formerly available to the Institution for Covid relief.

In FY23 the college experienced an Increase in investments of \$4,287 versus a loss of (\$9,508) in FY22.

#### Expenses

Expenses for FY 23 decreased by \$635,248.

### Statement of Cash Flows

The College works to operate without mortgages or incurring long term debt. For FY 2023 the college's cash flow decreased (\$182,776) versus (\$52,509) FY 2022. There is a balance sheet entry for phase 2 of the payback protection funds of \$531,600 which at the time of the audit remained unforgiven. Please note that the \$531,600 has since been forgiven by the Small Business Administration, which will be accounted for in the year ending 2024 audit.

## **FY2023-2024 Projections**

FY 24 the Institution is seeking non-traditional sources of income. The college does project a growth in graduate education as Hispanic initiatives will continue in FY 24 as well as an emphasis on non-traditional delivery methods for adult learners.

## **Auditor Findings**

There were no findings for the year 2022-2023 audit (pages 30,31). The ongoing concern from last year remains (page 1).

