

EDGEWOOD COLLEGE 2007 – 2008 FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2008 AND 2007

STATEMENTS OF ACTIVITIES

UNRESTRICTED NET ASSETS

	2008	2007
Revenue, gains and other support		
Tuition and fees	\$38,421,991	\$36,108,416
Less federal grants	(1,584,840)	(1,626,066)
Less institutional aid	(6,726,066)	(6,170,098)
Net Tuition and Fees	30,111,085	28,312,252
Sales and services of auxiliary enterprises	4,979,145	3,663,709
Gifts and private grants	239,011	440,701
Government grants and contracts	1,805,827	1,801,049
Investment income (loss)	(287,709)	2,111,724
Other	479,690	457,192
Total Revenue and Gains	37,327,049	36,786,627
Net Assets Released From Restrictions	1,080,746	507,969
Total Revenues, Gains, and Other Support	38,407,795	37,294,596

Expenses

Program		
Instruction	12,495,392	11,751,162
Academic support	4,800,929	4,563,746
Student services	4,285,143	4,036,102
Public service	317,498	282,543
Auxiliary enterprises	3,259,750	2,588,281
Support		
Institutional	9,696,681	8,994,220
Fundraising	631,901	644,673
Allocable		
Operation and maintenance	3,600,098	3,041,506
Depreciation	1,929,536	1,801,906
Interest	657,115	479,036
Less allocated expenses	(6,186,749)	(5,322,448)
Total Expenses	35,487,294	32,860,727

Change In Unrestricted Net Assets

	2,920,501	4,433,869
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TEMPORARILY RESTRICTED NET ASSETS

Gifts and private grants	636,125	456,762
Investment income (loss)	(209,406)	675,655
Net assets released from restrictions	(1,080,746)	(507,969)

Change in Temporarily Restricted Net Assets

	(654,027)	624,448
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PERMANENTLY RESTRICTED NET ASSETS

Gifts and private grants	227,764	529,338
Beneficial interest in private foundation	8,065,000	*
Change in Permanently Restricted Net Assets	8,292,764	529,338

Change in Total Net Assets

	10,559,238	5,587,655
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Net Assets, Beginning of Year	63,739,827	58,152,172
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NET ASSETS, END OF YEAR

	74,299,065	63,739,827
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STATEMENTS OF CASH FLOWS

CASH FLOWS FROM OPERATING ACTIVITIES

	2008	2007
Change in net assets	\$10,559,238	\$5,587,655
Adjustments to reconcile change in net assets to net cash flows from operating activities		
Depreciation	1,929,536	1,801,906
Bond cost amortization	14,471	104,438
Realized and unrealized (gains) losses on investments	1,576,257	(1,530,712)
Changes in assets and liabilities		
Prepaid expenses	22,810	96,235
Receivables	9,743	(131,162)
Inventories	(23,463)	(17,809)
Accounts payable	231,671	(19,975)
Accrued expenses	547,778	57,860
Deposits held in custody of others	47,546	27,046
Deferred revenue	75,946	135,013
Contributions restricted for long-term investment and plant	(405,378)	(686,419)
Beneficial interest in private foundation	(8,065,000)	*
Net Cash Flows From Operating Activities	<u>6,521,155</u>	<u>5,424,076</u>

CASH FLOWS FROM INVESTING ACTIVITIES

	2008	2007
Purchase of property, plant, equipment, and library books	\$ (4,865,824)	\$(11,097,241)
Proceeds from investments sold	44,504,687	19,473,783
Purchases of investments	(44,602,897)	(24,028,740)
Note receivable related party	35,393	(13,977)
Loans advanced to students	(196,175)	(192,097)
Principal collections on loans to students	109,867	144,194
Net Cash Flows From Investing Activities	<u>(5,014,949)</u>	<u>(15,714,078)</u>

CASH FLOWS FROM FINANCING ACTIVITIES

Proceeds from contributions restricted for long-term investment	751,171	1,007,707
Proceeds received on bonds	*	10,560,000
Bond issuance costs	*	(181,589)
Principal payments on bonds	(605,000)	(360,000)
Principal payments on capital leases, net	(86,475)	(63,982)
Net Cash Flows From Financing Activities	<u>59,696</u>	<u>10,962,136</u>

Net Change in Cash and Cash Equivalents

1,565,902 **672,134**

Cash and Cash Equivalents, Beginning of Year	<u>15,226,949</u>	<u>14,554,815</u>
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CASH AND CASH EQUIVALENTS, END OF YEAR

16,792,851 **15,226,949**

SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION	2008	2007
Interest Paid	\$683,417	\$821,492

NONCASH INVESTING AND FINANCING ACTIVITIES

Construction payables	39,998	1,964,870
Increase in capital leases	160,301	204,948
Bond principal refinanced	*	5,840,000

STATEMENTS OF FINANCIAL POSITION

ASSETS

	2008	2007
Cash and cash equivalents	16,792,851	15,226,949
Student accounts receivable, less allowance for doubtful accounts of \$80k for 2008 and \$75k for 2007	1,382,991	1,318,787
Related party receivable	55,127	84,005
Government grants receivable	40,917	44,814
Other receivables	166,946	208,118
Inventories	269,336	245,873
Prepaid expenses	525,827	548,637
Student notes receivable, less allowance for doubtful notes of \$27.5k for 2008 and \$15k for 2007	903,909	817,601
Note receivable - related party	583,876	619,269
Contributions receivable	1,114,814	1,460,607
Investments	19,550,009	21,028,056
Property, plant, equipment, and library books, net	48,208,339	47,036,622
Beneficial interest in private foundation	8,065,000	*
Unamortized bond costs	159,005	173,476
TOTAL ASSETS	<u>97,818,947</u>	<u>88,812,814</u>

LIABILITIES AND NET ASSETS

LIABILITIES

Accounts payable - operating	631,615	399,944
Accounts payable - construction	39,998	1,964,870
Accrued expenses	2,012,472	1,464,694
Deposits held in custody for others	138,846	91,300
Deferred revenue	2,275,878	2,199,932
Capital lease obligations	312,474	238,648
Bonds payable	17,215,000	17,820,000
Refundable U.S. government student loans	893,599	893,599
Total Liabilities	<u>23,519,882</u>	<u>25,072,987</u>

NET ASSETS

Unrestricted		
Undesignated	44,700,903	41,568,166
Board designated quasi-endowment	9,779,423	9,991,659
Total Unrestricted	<u>54,480,326</u>	<u>51,559,825</u>
Temporarily restricted	7,174,733	7,828,760
Permanently restricted	12,644,006	4,351,242
Total Net Assets	<u>74,299,065</u>	<u>63,739,827</u>

TOTAL LIABILITIES AND NET ASSETS	<u>97,818,947</u>	<u>88,812,814</u>
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