



**COLLEGE OF OUR LADY OF THE ELMS
SUMMARY OF FISCAL YEAR 2023 AUDITED FINANCIAL STATEMENTS
UNAUDITED SUMMARY PREPARED BY MANAGEMENT**

College of Our Lady of the Elms ("Elms College"), is a private, Catholic, coeducational liberal arts college founded in 1928 by the Sisters of St. Joseph of Springfield, Massachusetts. Elms College is located in Chicopee, Massachusetts and grants associate's, bachelor's, master's and doctor of nursing practice degrees. In addition to the main campus in Chicopee, MA, Elms College has seven off-campus locations to provide unique bachelor's degree completion programs. Degree Completion programs are also offered online. Approximately 1,500 undergraduate and graduate students attend Elms College annually.

Affirming the founding tradition of the Sisters of St. Joseph, Elms College challenges students to embrace change without compromising principle, to respond creatively to the demands of their chosen careers, and to advocate for people in need. Elms College is a community rooted in faith, educated in mind, compassionate in heart, and responsive to civic and social obligations

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement.

CliftonLarsonAllen LLP has completed their audit of Elms College's FY 2023 financial statements and issued an unmodified opinion.

This summary has been prepared by management and should be read in conjunction with the College's audited financial statements and accompanying notes.

STATEMENT OF FINANCIAL POSITION (BALANCE SHEET):

Elms College continues to maintain a solid statement of financial position, page 3 of the audited financial statements). Key highlights regarding information reported within the Statement of Financial Position include:

- \$13.9 million in cash at 06/30/2023. (\$14.3 million at 06/30/2022). The decrease in cash is attributable to investing cash in the board restricted quasi endowment.
- \$21.7 million in long-term investments at 06/30/2022 (\$17.5 million at 06/30/2022). The majority of these investments are endowment related. Increases are due to investment performance and new endowed gifts.



- Bonds and Notes Payable decreased from \$14.6 million at 06/30/2022 to \$14.4 million at 06/30/2023. The College made regularly scheduled payments throughout the fiscal year.
- Net assets without donor restrictions increased from \$39.0 million at 06/30/2022 to \$41.1 million at 06/30/2023. Total net assets increased from \$56.3 million at 06/30/2022 to \$61.1 million at 06/30/2023. The College's unrestricted operating margin was 1% while the total operating margin was 7.1%.

UNRESTRICTED OPERATING SURPLUS:

Elms College is pleased to report that it had an unrestricted (without donor restrictions) increase in net assets from operations – an operating surplus - reported in conformity with accounting principles generally accepted in the United States of America of \$301k for the year ended June 30, 2023. This compares with an unrestricted surplus from operations of \$1.3 million in FY 2022.

The FY 2023, unrestricted operating surplus is reported within the statement of activities and changes in net assets included as part of the audited financial statements on page 4.

The statements of activities and changes in net assets report the changes in net assets from operating and non-operating activities. Operating revenues consist of those items attributable to Elms College's primary mission of providing education. Additionally, operating revenue includes contributions received related to annual fund support. Elms College allocates endowment income and appreciation via a unitization process. Interest and dividends earned on funds without donor restrictions are included as operating revenue.

Elms College reports expenses associated with the management of Elms College operations as operating expenses.

STATEMENT OF CASH FLOWS:

Net cash was provided by operating activities: \$5.1 million in FY 2023 and \$2.3 million in FY 2022. The statement of cash flows is reported within the FY 2023 audited financial statements on page 6.