

WRIGHT STATE UNIVERSITY

FINANCE AND AUDIT COMMITTEE MEETING

November 21, 2014

Financial Statement Summary

WRIGHT STATE UNIVERSITY
Statements of Net Position
June 30, 2014 and 2013

	2014	2013
Current Assets:		
(1) Cash and Cash Equivalents	\$ 13,925,525	\$ 14,776,145
(1) Restricted Cash and Cash Equivalents	30,430,111	7,234,740
(1) Short-Term Investments	1,950,428	926,802
(1) Restricted Short-Term Investments	13,754,172	54,660,852
(2) Accounts Receivable, Less Allowance for Doubtful Accounts of \$1,756,000 in 2014 and \$1,715,000 in 2013	36,108,940	35,264,457
(3) Loans Receivable, Less Allowance for Doubtful Loans of \$3,460,000 in 2014 and \$3,041,000 in 2013	4,580,948	4,740,916
(4) Inventories	237,588	342,786
(5) Prepaid Expenses	668,848	12,391,660
(6) Advanced Charges	4,093,334	2,911,187
Total Current Assets	105,749,894	133,249,545

NOTES

(1) Investments are managed both internally and by external investment managers. Restricted cash and cash equivalents and restricted investments represent unspent proceeds from bond issuances. Investments with a maturity of three months or less at the time of purchase are considered "cash equivalents" by the GASB. Cash, cash equivalents, and short-term current investments are as follows:

	Fair Value 2014	Fair Value 2013
U.S. Agency and Treasury Securities	\$ 416,550	\$ 130,975
U.S. Agency Securities - restricted	11,203,010	48,371,937
STAROhio	141,198	140,828
Money Market Funds	769,988	719,334
Money Market Funds - restricted		1,567,908
Demand and Time Deposit Accounts	43,396,269	19,541,179
Cash on Hand	48,181	41,636
Bond Mutual Funds	1,324,975	698,885
Negotiable Certificates of Deposit - restricted	2,551,162	6,288,915
Corporate Bonds and Notes	208,903	96,942
	\$ 60,060,236	\$ 77,598,539

	2014	2013
(2) Accounts Receivable balances detail:		
Sponsor Receivables	\$ 19,146,087	\$ 16,620,334
Student & Student-Related Accounts	10,707,587	14,830,699
State Appropriations Receivables	4,855,876	
Interest Receivable	154,537	249,563
Other, Primarily Dept Sales & Services	3,000,853	5,278,861
Total	37,864,940	36,979,457
Less: Allowance for Doubtful Accounts	1,756,000	1,715,000
Net Accounts Receivable	\$ 36,108,940	\$ 35,264,457

(3) Current loans receivable represent the portion of student loans that are due within the next 12 months. The largest portion of loans receivable is due subsequent to the next 12 months and classified as noncurrent assets.

(4) Primary inventories include Printing Services and Lab stores. Food Services inventory was eliminated in 2014 with the implementation of the Chartwells hospitality services model.

(5) Current prepaids decreased \$11.7 million, primarily due to OhioLINK balances in fiscal 2013 which cleared in fiscal 2014 as OhioLINK transitioned from Wright State to OSU.

(6) Advanced charges (formerly called "deferred charges") are fiscal 2015 expenses paid in fiscal 2014, mainly student financial aid and fee waivers. It also includes summer faculty salaries and benefits. This balance increase of \$1.2 million was primarily attributable to an increase in financial aid awarded for summer 2014 that related to days taught in fiscal 2015. Also as a result of this, more faculty compensation and benefits were required to be recorded as advanced charges.

WRIGHT STATE UNIVERSITY
Statements of Net Position
June 30, 2014 and 2013

	<u>2014</u>	<u>2013</u>
Noncurrent Assets:		
(1) Restricted Investments		11,718,652
(2) Loans Receivable, Less Allowance for Doubtful Loans of \$115,000 in 2014 and \$122,000 in 2013	11,408,770	12,038,922
(3) Other Assets	136,000	545,518
(4) Other Long-Term Investments	120,190,660	124,626,307
(5) Capital Assets, Net	332,897,094	305,023,880
Total Noncurrent Assets	464,632,524	453,953,279
Deferred Outflows of Resources	442,608	472,115
Total Assets and Deferred Outflows	\$ 570,825,026	\$ 587,674,939

NOTES

- (1) Restricted investments, comprised of unspent bond and notes payable proceeds, were totally spent in 2014 on the various capital projects for which they were borrowed resulting in a decrease of \$11.7 million in 2014.
- (2) Loans Receivable are amounts owed the University for various internal and external loan programs administered by the University. The majority of the balances is for the federal Perkins loan program.
- (3) Other Assets includes prepaid and advanced charges applicable to years beyond 2015.
- (4) Other Long-Term Investments are comprised totally of externally managed investments. The composition of such investments is:

	Fair Value 2014	Fair Value 2013
U.S. Agency and Treasury Securities	\$ 6,832,749	\$ 7,235,161
Common and Preferred Stock	717,447	618,405
Private Equity	15,059,286	12,645,363
Bond Mutual Funds	29,884,289	27,781,459
Equity Mutual Funds	62,418,850	71,278,094
Corporate Bonds and Notes	5,274,839	5,064,625
Other	3,200	3,200
	\$ 120,190,660	\$ 124,626,307

- (5) The University had approximately \$332.9 million invested in capital assets, net of accumulated depreciation of \$282.2 million. A summary of capital assets for the years ended June 30, 2014 and 2013 is as follows:

	Capital Assets, net	
	2014	2013
Land, Land Improvements and Infrastructure	\$ 42,267,332	\$ 35,916,172
Buildings	223,971,778	224,383,703
Machinery and Equipment	20,797,409	22,334,628
Library Books and Publications	16,544,981	17,013,624
Construction in Progress	29,315,594	5,375,753
	\$ 332,897,094	\$ 305,023,880

Land and Infrastructure increased \$6.4 million in fiscal 2014 due to infrastructure improvements made in accordance with our Energy Performance Contract (\$7.6 million), partially offset by depreciation expense. The decrease in Machinery and Equipment in fiscal 2014 resulted from depreciation and retirements that exceeded the new acquisitions. Construction in Progress increases in 2014 include the NEC building (\$14.3 million), Student Success Center and Classroom building (\$5.5 million), and Campus Energy improvements (\$4.6 million).

Deferred Outflows of Resources represents the unamortized loss on refunding of debt. This new line item is first required in fiscal 2014 per new accounting standards, with the comparative prior year restated. In prior years, these amounts were included in other assets and deferred charges.

WRIGHT STATE UNIVERSITY
Statements of Net Position
June 30, 2014 and 2013

	2014	2013
Current Liabilities:		
(1) Accounts Payable Trade and Other	\$ 16,931,396	\$ 13,177,434
(2) Accrued Liabilities	14,220,340	13,475,796
(3) Unearned Revenue	23,903,594	35,412,568
(4) Refunds and Other Liabilities	740,393	967,957
(6) Current Portion of Long-Term Liabilities	12,837,028	13,634,573
Total Current Liabilities	68,632,751	76,668,328
Noncurrent Liabilities:		
(5) Unearned Revenue	1,691,915	
(6) Long-Term Liabilities	110,532,140	117,767,469
Total Noncurrent Liabilities	112,224,055	117,767,469
Total Liabilities	\$ 180,856,806	\$ 194,435,797

NOTES

- (1) Accounts Payable represents all amounts owed to vendors for unrestricted, restricted, and capital purposes. The \$3.8 million increase was the result of invoices received close to the end of the year for capital activity that remained unpaid at June 30.
- (2) Accrued Liabilities increased \$.8 million primarily due to an increase in accrued academic year faculty payroll and related benefits.
- (3) Unearned revenue (formerly called "deferred revenue") has two major components, student fees for the summer term and contract and grant income from outside sponsors. These amounts decreased \$11.5 million from sponsors, primarily due to OhioLINK as it transitioned from Wright State to The Ohio State University. A new unearned component in 2014 was \$2.1 million of capital and capital related investments from the university's new hospitality services contractor for food venue capital improvements which the University is amortizing over the 10 year contract.
- (4) Other Liabilities represent deposits held in agency funds in custody for others.
- (5) Noncurrent unearned revenue represents the unamortized portion of the value of building improvements, moveable equipment, and other expenditures made by our hospitality services vendor Chartwells. If the University terminates its contract before completion, WSU will be obligated to reimburse Chartwells for these expenses, so they are being amortized over the 10 year term.
- (6) Long-Term Liabilities consist of bonds and notes payable, equipment lease purchase obligations, and compensated absences.
Activity for long-term liabilities for the year ended June 30, 2014 is as follows:

	Beginning Balance 7/1/2013	Additions	Reductions	Ending Balance 6/30/2014	Current Portion
Bonds, Notes & Equipment Lease					
Purchase Obligations:					
General Obligation Bonds	\$ 88,719,926	\$	\$ 6,017,948	\$ 82,701,978	\$ 5,254,707
Notes Payable	25,500,000		1,505,505	23,994,495	1,532,303
Equipment Leases	182,116		109,421	72,695	50,018
Subtotal	114,402,042	0	7,632,874	106,769,168	6,837,028
Other Liabilities:					
Compensated Absences	17,000,000	4,468,055	4,868,055	16,600,000	6,000,000
Total Long-Term Liabilities	\$ 131,402,042	\$ 4,468,055	\$ 12,500,929	\$ 123,369,168	\$ 12,837,028

WRIGHT STATE UNIVERSITY
Statements of Net Position
June 30, 2014 and 2013

	2014	2013
NET POSITION:		
(1) Net Investment in Capital	\$ 270,843,590	\$ 265,312,477
(2) Restricted - Expendable:		
Instruction and Departmental Research	8,054	8,040
Loans	17,342,965	17,739,142
(3) Unrestricted	101,773,611	110,179,483
Total Net Position	\$ 389,968,220	\$ 393,239,142

NOTES

- (1) Net Investment in Capital represents the net book value of capital assets less any debt related to the financing of those assets. There was an increase of \$5.5 million after the effect of depreciation as work continued on various capital projects including the NEC building, new Student Success Center and Classroom building, and the energy conservation project which is nearly complete.
- (2) Restricted-Expendable represents net assets restricted by external grantors or donors to specific purposes.
- (3) Unrestricted net position represent net assets not restricted as to use by any external parties. The \$8.4 million decrease was a combination of a \$3.5 million net transfer of unrestricted resources to fund capital projects along with an additional \$5.0 million decrease as a result of the implementation of a number of strategic investments.

WRIGHT STATE UNIVERSITY
Statements of Revenues, Expenses, and Changes in Net Position
For the Years Ended June 30, 2014 and 2013

	2014	2013
Operating Revenues:		
(1) Student Tuition and Fees (Net of scholarship allowances of \$39,258,000 in 2014 and \$40,992,000 in 2013)	\$ 144,231,135	\$ 142,513,881
(2) Federal Grants and Contracts	29,312,603	35,607,915
(3) State Grants and Contracts	6,249,209	7,049,094
Local Grants and Contracts	347,075	316,421
(4) Nongovernmental Grants and Contracts	37,006,335	56,166,131
(5) Sales and Services	5,883,282	6,387,417
(6) Auxiliary Enterprises Sales (Net of scholarship allowances of \$1,958,000 in 2014 and \$1,961,000 in 2013)	9,914,712	15,165,271
(7) Other Operating Revenues	2,939,971	2,414,955
Total Operating Revenues	235,884,322	265,621,085

NOTES

- (1) Gross tuition and fee revenue was relatively flat from 2013 to 2014. While tuition increased 2.2% for both undergraduate and graduate levels and graduate student credit hours increased 7% in 2014, there was a 1.4% decrease in undergraduate student credit hours. In addition, 2013 had increased summer revenues due to the change from quarters to semesters, minimizing the overall 2014 increase.
- (2) Federal Grants and Contracts decreased \$6.3 million, due to an overall decrease in funding. Contributing to the decrease was the Institute of Museum and Library Services which decreased by \$2.5 million as a result of OhioLINK moving to The Ohio State University.
- (3) State Grants and Contracts decreased \$.8 million. This decrease was also driven primarily by the loss of grants as a result of the moving of OhioLINK.
- (4) Nongovernmental Grants and Contracts decreased \$19.2 million, entirely due to the loss of OhioLINK.
- (5) Sales and Services revenues are comprised of departmental services to the outside community with more than half generated by the Boonshoft School of Medicine and Telecommunications. Fiscal 2014 saw a \$.4 million decrease in conferences and special events, primarily due to WSU hosting the National Science Olympiad in 2013 but not again in 2014.
- (6) Auxiliary Enterprise Sales decreased \$5.3 million. 90% of the decline occurred in Food Services (\$4.7 million), as WSU changed vendors and models to the new hospitality services model with Chartwells in 2014. (Food Service expenses are also down in 2014 (by \$5.3 million) as WSU now receives commission income instead of direct sales revenues and expenses.)
- (7) Other operating revenues increased as a result of an increase in the administration fee received from the Wright State University Foundation and the amortization of the Chartwells unearned revenue.

WRIGHT STATE UNIVERSITY
Statements of Revenues, Expenses, and Changes in Net Position
For the Years Ended June 30, 2014 and 2013

	2014	2013
Operating Expenses:		
(1) Instruction and Departmental Research	\$ 138,327,312	\$ 137,825,680
(2) Separately Budgeted Research	32,452,899	32,378,563
(3) Public Service	16,547,495	16,340,922
(4) Academic Support	52,294,198	80,811,381
(5) Student Services	21,018,558	19,278,178
(6) Institutional Support	36,341,106	33,916,434
(7) Operation and Maintenance of Plant	23,953,747	23,836,186
(8) Scholarships and Fellowships	20,714,859	22,301,170
Total Educational and General	341,650,174	366,688,514
(9) Auxiliary Enterprises	21,052,874	26,363,074
Depreciation	21,479,211	21,421,353
Total Operating Expenses	384,182,259	414,472,941
 Operating (Loss)	 \$ (148,297,937)	 \$ (148,851,856)

NOTES

- (1) Overall, instructional expenses remained relatively flat in 2014 with a modest \$.5 million increase. One primary reason is that 2013 summer salaries were inflated by almost \$2 million due to the transition from quarters to semesters. Otherwise the increase would have been approximately 1.8% in 2014.
- (2) Separately Budgeted Research remained relatively flat with a level amount of internal and sponsor supported spending as in the prior year.
- (3) Public Service expenses include unrestricted activities such as Boonshoft School of Medicine, Event Services, the Nursing Institute of West Central Ohio, the National Center for Medical Readiness (NCMR) and non-credit instruction. In fiscal 2014, expenses increased \$.2 million, or 1%. This small increase was driven by modest increases in external funding.
- (4) Academic Support is comprised of unrestricted activities such as libraries, deans' offices, Center for Teaching and Learning and Computer-based Classrooms, University College, and Research and Sponsored Programs. The large \$28.5 million decrease occurred largely due to the transfer of fiscal agent duties for OhioLINK to The Ohio State University. Unrestricted expenditures increased \$1.8 million primarily due to increases in Academic Administration of \$1.5 million.
- (5) Student Services expenses include activities such as Enrollment Management, Disability Services, University Center for International Education (UCIE), Registrar, and Student Affairs and Admissions. The \$1.7 million increase resulted largely from efforts of the Wright State International Graduate Gateway (\$.8 million), Veteran's Affairs (\$.4 million), and Student Affairs (\$.3 million).
- (6) Institutional Support expenses include the administrative offices, bursar, accounting, budget, telecommunications, public safety, administration, etc. These expenses increased \$2.4 million in 2014. Increases of \$3.3 million in 2014 educational and general expenses were partially offset by a \$.9 million decrease in the loan program expenses as there were returns of federal loan funds in 2013 for a loan program the University is no longer utilizing. The educational and general expense increase occurred mainly in salaries and benefits (\$1.4 million), professional fees (\$.7 million), and computer/media supplies (\$.6 million).
- (7) Operation and maintenance of plant costs were somewhat flat over 2013, with \$1.0 million decrease in unrestricted funds, the majority of which is in utility costs. Costs increased in the plant funds as a net result of various capital projects in process.
- (8) Scholarships and Fellowships decreased \$1.6 million, however when taking into account the decrease in scholarship allowances, total student aid decreased by \$3.3 million. Externally funded awards decreased \$3.8 million, attributed to a reduction in Pell grant funding.
- (9) Auxiliary expenses decreased \$5.3 million overall, entirely as a result of a \$5.3 million reduction in Food Service expenses commensurate with the revenue reduction due to the switch to the Chartwells hospitality services commission model.

WRIGHT STATE UNIVERSITY
Statements of Revenues, Expenses, and Changes in Net Position
For the Years Ended June 30, 2014 and 2013

	2014	2013
NONOPERATING REVENUES (EXPENSES)		
(1) State Appropriations	85,147,583	88,941,387
(2) Federal Grants	22,701,440	26,519,530
(2) State Grants	3,419,479	3,377,969
(3) Gifts	7,351,158	6,687,203
(4) Investment Income (Net of investment expenses of \$201,000 in 2014 and \$131,000 in 2013)	17,550,178	15,781,049
Interest on Capital Asset-Related Debt	(3,401,986)	(3,723,349)
(5) Other Nonoperating (Expenses)	(690,272)	(423,714)
Net Nonoperating Revenues Before Capital Appropriations and Capital Grants	132,077,580	137,160,075
(6) Capital Appropriations from the State of Ohio	8,319,099	820,855
(7) Capital Grants and Gifts	4,630,336	1,985,914
Total Nonoperating Revenues, net	145,027,015	139,966,844
(Decrease) in Net Position	(3,270,922)	(8,885,012)
Net Position - Beginning of Year, as restated	393,239,142	402,124,154
Net Position - End of Year	\$ 389,968,220	\$ 393,239,142

NOTES

- (1) State appropriations decreased \$3.8 million overall, with a \$5.0 million decrease in restricted funds as a result of the transfer of OhioLINK (\$5.8 million) and a \$1.2 million increase in unrestricted funds for state share of instruction.
- (2) Federal Grants and State Grants represent revenues received from federal and state sources for Pell, SEOG, and OCOG grants to students. Federal grants decreased \$3.8 million, primarily due to a reduction in Pell Grant funding.
- (3) Gifts increased \$.7 million, all of which are received through the Foundation.
- (4) Investment Income increased \$1.8 million in 2014 due to market performance in fiscal 2014. The actual earnings exceed the budgeted amount by \$9.1 million.
- (5) Other Nonoperating Expenses increased \$.3 million in 2014, largely due to a writedown to market value on the Calamityville facilities (\$.8 million).
- (6) Capital Appropriations from the State of Ohio increased \$7.5 million for the new Neuroscience Engineering Collaboration (NEC) building.
- (7) Capital Grants and Gifts increased \$2.6 million in 2014 due to a large \$2.7 million gift from Schlumberger for software.

WRIGHT STATE UNIVERSITY
Statements of Cash Flows
For the Years Ended June 30, 2014 and 2013

	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Student tuition and fees	\$ 148,263,785	\$ 141,399,754
Federal, state, local, and nongovernmental grants and contracts	59,416,286	87,993,189
Sales and services of educational and other departmental activities	8,117,770	3,046,007
Payments to employees	(195,714,612)	(201,159,361)
Payments for benefits	(57,395,869)	(56,043,580)
Payments to suppliers	(75,217,329)	(115,585,230)
Payments for scholarships and fellowships	(22,107,393)	(20,782,640)
Student loans issued	(2,671,127)	(3,234,138)
Student loans collected	3,461,247	3,225,406
Student loan interest and fees collected	442,575	403,097
Auxiliary enterprise sales	9,746,545	15,104,185
Net cash (used) by operating activities	(123,658,122)	(145,633,311)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
State appropriations	85,147,583	88,941,387
Direct lending receipts	103,882,964	113,693,772
Direct lending disbursements	(103,943,229)	(115,085,894)
Grants for noncapital purposes	26,120,919	29,897,499
Gifts	6,794,560	6,941,956
Net cash provided by noncapital financing activities	118,002,797	124,388,720
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Capital appropriations from the State of Ohio	3,473,531	1,050,912
Capital grants and gifts received	1,872,911	1,985,914
Purchases of capital assets	(40,361,545)	(17,368,444)
Sales of capital assets	12,937	93,268
Proceeds from capital debt		34,974,393
Principal paid on capital debt and leases	(7,274,926)	(5,647,492)
Interest paid on capital debt and leases	(3,759,934)	(3,976,587)
Bond interest subsidy	354,544	167,909
Net cash (used)/provided by capital and related financing activities	(45,682,482)	11,279,873
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sales and maturities of investments	105,072,232	90,107,367
Interest on investments	11,940,513	10,824,671
Purchase of investments	(43,330,187)	(88,567,460)
Net cash provided by investing activities	73,682,558	12,364,578
Net Increase in Cash and Cash Equivalents	22,344,751	2,399,860
Cash and Cash Equivalents - Beginning of Year	22,010,885	19,611,025
Cash and Cash Equivalents - End of Year	\$ 44,355,636	\$ 22,010,885

WRIGHT STATE UNIVERSITY
Statements of Cash Flows
For the Years Ended June 30, 2014 and 2013

	2014	2013
Reconciliation of net operating (loss) to net cash (used) by operating activities:		
Operating loss	\$ (148,297,937)	\$ (148,851,856)
Depreciation and amortization	21,297,229	21,421,353
Provision for doubtful accounts	1,095,172	1,066,793
Provision for doubtful loans	535,556	535,556
Other	353,660	
Changes in assets and liabilities:		
Accounts receivable	3,426,506	(13,026,881)
Inventory	105,198	96,060
Prepaid expenses	11,749,657	1,433,202
Advanced charges	(1,182,147)	1,863,176
Other assets	409,518	(394,143)
Accounts payable	(1,801,615)	263,197
Accrued liabilities	744,544	(6,413,332)
Unearned revenue	(11,720,463)	(3,534,939)
Compensated absences	(400,000)	200,000
Refunds and other liabilities	(227,564)	252,791
Loans to students and employees	254,564	(544,288)
Net cash (used) by operating activities	\$ (123,658,122)	\$ (145,633,311)
Noncash Transactions:		
Bond Defeasance	\$	\$ 15,430,055
Donated Capital Assets	4,872,318	
Total Noncash Transactions	\$ 4,872,318	\$ 15,430,055

WRIGHT STATE UNIVERSITY
Statements of Net Position
June 30, 2014 and 2013

	2014		2013	
	University	Foundation	University	Foundation
Current assets:				
Cash and cash equivalents	\$ 13,925,525	\$ 3,273,096	\$ 14,776,145	\$ 1,236,709
Restricted cash and cash equivalents	30,430,111		7,234,740	
Short-term investments	1,950,428		926,802	
Restricted short-term investments	13,754,172		54,660,852	
Accounts receivable (net of allowance for doubtful accounts of \$1,756,000 in 2014 and \$1,715,000 in 2013 - Note 3)	36,108,940	212,022	35,264,457	200,831
Gifts and pledges receivable (net of allowance for uncollectible pledges of \$800 in 2014 and 2013)		1,871,225		2,456,761
Loans receivable (net of allowance for doubtful loans of \$3,460,000 in 2014 and \$3,041,000 in 2013)	4,580,948		4,740,916	
Inventories	237,588		342,786	
Prepaid expenses	668,848		12,391,660	
Advanced charges	4,093,334		2,911,187	
Total current assets	105,749,894	5,356,343	133,249,545	3,894,301
Noncurrent assets:				
Restricted Investments			11,718,652	
Gifts and pledges receivable (net of allowance for uncollectible pledges of \$66,500 in 2014 and \$55,100 in 2013)		5,895,175		4,637,839
Loans receivable (net of allowance for doubtful loans of \$115,000 in 2013 and \$122,000 in 2013)	11,408,770		12,038,922	
Other assets	136,000	641,594	545,518	510,296
Other long-term investments	120,190,660	120,150,869	124,626,307	109,359,096
Capital assets, net (Note 4)	332,897,094	2,674,455	305,023,880	1,482,267
Total noncurrent assets	464,632,524	129,362,093	453,953,279	115,989,498
Total assets	570,382,418	134,718,436	587,202,824	119,883,799
Deferred outflows of resources	442,608		472,115	
Total assets and deferred outflows of resources	\$ 570,825,026	\$ 134,718,436	\$ 587,674,939	\$ 119,883,799
Current liabilities:				
Accounts payable trade and other	\$ 16,931,396	\$ 274,824	\$ 13,177,434	\$ 293,396
Accounts payable to Wright State University		1,115,440		791,698
Accrued liabilities	14,220,340		13,475,796	
Unearned revenue (Note 1)	23,903,594		35,412,568	
Refunds and other liabilities	740,393	1,997,880	967,957	1,912,842
Current portion of long-term liabilities (Note 5)	12,837,028	1,021,108	13,634,573	817,008
Total current liabilities	68,632,751	4,409,252	76,668,328	3,814,944
Noncurrent liabilities:				
Unearned revenue (Note 1)	1,691,915			
Long-term liabilities (Note 5)	110,532,140	329,792	117,767,469	113,892
Total noncurrent liabilities	112,224,055	329,792	117,767,469	113,892
Total liabilities	180,856,806	4,739,044	194,435,797	3,928,836
Net position:				
Net investment in capital	270,843,590	1,674,455	265,312,477	
Restricted - nonexpendable:				
Instruction and departmental research		13,994,302		13,943,786
Separately budgeted research		8,344,144		6,431,585
Public service		194,567		185,696
Academic support		696,840		622,618
Student services		125,855		87,371
Operation and maintenance of plant		1,247,294		528,736
Scholarships and fellowships		16,598,338		15,682,537
Auxiliaries		259,988		259,835
Restricted - expendable:				
Instruction and departmental research	8,054	26,768,604	8,040	24,092,242
Separately budgeted research		4,159,243		3,335,719
Public service		740,506		564,104
Academic support		15,246,663		14,068,649
Student services		341,904		295,601
Institutional support		7,754,591		6,908,858
Operation and maintenance of plant		1,196,143		1,212,700
Scholarships and fellowships		22,785,041		20,179,228
Loans	17,342,965		17,739,142	
Auxiliaries		207,133		191,308
Unrestricted	101,773,611	7,643,781	110,179,483	7,364,390
Total net position	389,968,220	129,979,392	393,239,142	115,954,963
Total liabilities and net position	\$ 570,825,026	\$ 134,718,436	\$ 587,674,939	\$ 119,883,799

See Accompanying Notes to Financial Statements

WRIGHT STATE UNIVERSITY
Statements of Revenues, Expenses, and Changes in Net Position
For the Years Ended June 30, 2014 and 2013

	2014		2013	
	University	Foundation	University	Foundation
OPERATING REVENUES				
Student tuition and fees (net of scholarship allowances of \$39,258,000 in 2014 and \$40,992,000 in 2013)	\$ 144,231,135	\$	\$ 142,513,881	\$
Federal grants and contracts	29,312,603		35,607,915	
State grants and contracts	6,249,209		7,049,094	
Local grants and contracts	347,075		316,421	
Nongovernmental grants and contracts	37,006,335		56,166,131	
Sales and services	5,883,282		6,387,417	
Auxiliary enterprises sales (net of scholarship allowances of \$1,958,000 in 2014 and \$1,961,000 in 2013)	9,914,712		15,165,271	
Gifts and contributions		9,487,402		7,288,695
Other operating revenues	2,939,971		2,414,955	
Total operating revenues	235,884,322	9,487,402	265,621,085	7,288,695
OPERATING EXPENSES				
Educational and general:				
Instruction and departmental research	138,327,312		137,825,680	
Separately budgeted research	32,452,899		32,378,563	
Public service	16,547,495		16,340,922	
Academic support	52,294,198		80,811,381	
Student services	21,018,558		19,278,178	
Institutional support	36,341,106	678,448	33,916,434	190,931
Operation and maintenance of plant	23,953,747		23,836,186	
Scholarships and fellowships	20,714,859		22,301,170	
Total educational and general	341,650,174	678,448	366,688,514	190,931
Auxiliary enterprises	21,052,874		26,363,074	
Depreciation	21,479,211	67,842	21,421,353	9,399
Total operating expenses	384,182,259	746,290	414,472,941	200,330
Operating (loss) income	(148,297,937)	8,741,112	(148,851,856)	7,088,365
NONOPERATING REVENUES (EXPENSES):				
State appropriations	85,147,583		88,941,387	
Federal grants	22,701,440		26,519,530	
State grants	3,419,479		3,377,969	
Gifts	7,351,158		6,687,203	
Investment income (net of investment expenses of \$201,000 in 2014 and \$131,000 in 2013 for WSU and \$702,031 in 2014 and \$590,377 in 2013 for Foundation)	17,550,178	13,311,050	15,781,049	9,864,737
Interest on capital asset-related debt	(3,401,986)		(3,723,349)	
Payments to Wright State University		(8,027,733)		(8,014,047)
Other nonoperating (expenses)	(690,272)		(423,714)	
Net nonoperating revenues before capital appropriations and capital grants	132,077,580	5,283,317	137,160,075	1,850,690
Capital appropriations from the State of Ohio	8,319,099		820,855	
Capital grants and gifts	4,630,336		1,985,914	
Total nonoperating revenues (net)	145,027,015	5,283,317	139,966,844	1,850,690
(Decrease) increase in net position	(3,270,922)	14,024,429	(8,885,012)	8,939,055
NET POSITION				
Net position - beginning of year, as restated	393,239,142	115,954,963	402,124,154	107,015,908
Net position - end of year	\$ 389,968,220	\$ 129,979,392	\$ 393,239,142	\$ 115,954,963

See Accompanying Notes to Financial Statements