

WRIGHT STATE UNIVERSITY

FINANCE AND AUDIT COMMITTEE MEETING

November 22, 2013

Financial Statement Summary

WRIGHT STATE UNIVERSITY
Statements of Net Position
June 30, 2013 and 2012

	2013	2012
ASSETS:		
Current Assets:		
(1) Cash and Cash Equivalents	\$ 14,776,145	\$ 18,371,057
(1) Restricted Cash and Cash Equivalents	7,234,740	1,239,968
(1) Short-Term Investments	926,802	15,904,457
(1) Restricted Short-Term Investments	54,660,852	6,133,053
(2) Accounts Receivable, Less Allowance for Doubtful Accounts of \$1,715,000 in 2013 and \$1,555,000 in 2012	35,264,457	22,386,676
(3) Loans Receivable, Less Allowance for Doubtful Loans of \$3,041,000 in 2013 and \$2,785,000 in 2012	4,740,916	4,646,030
(4) Inventories	342,786	438,846
(5) Prepaid Expenses	12,391,660	13,834,860
(6) Deferred Charges	2,998,066	4,802,367
Total Current Assets	133,336,424	87,757,314

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 2013	Fair Value 2012
U.S. Agency and Treasury Securities	\$ 130,975	\$
U.S. Agency Securities - restricted	48,371,937	6,133,053
STAROhio	140,828	638,827
Money Market Funds	719,334	828,749
Money Market Funds - restricted	1,567,908	1,239,968
Demand and Time Deposit Accounts	19,541,179	16,849,010
Cash on Hand	41,636	54,471
Bond Mutual Funds	698,885	15,436,381
Negotiable Certificates of Deposit - restricted	6,288,915	
Corporate Bonds and Notes	96,942	468,076
	\$ 77,598,539	\$ 41,648,535

	2013	2012
(2) Accounts Receivable balances detail:		
Sponsor Receivables	\$ 16,620,334	\$ 10,582,699
Student & Student-Related Accounts	14,830,699	9,196,039
State Appropriations Receivables		398,026
Interest Receivable	249,563	276,397
Other, Primarily Dept Sales & Services	5,278,861	3,488,515
Total	36,979,457	23,941,676
Less: Allowance for Doubtful Accounts	1,715,000	1,555,000
Net Accounts Receivable	\$ 35,264,457	\$ 22,386,676

(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 are Printing Services, Food Services, Vending, media and Lab stores. Food Services inventory decreased at June 30 due to the switch from Sodexo to Chartwell's effective 7/1.

(5) Current prepaids are comprised primarily of licensing agreements related to OhioLINK.

(6) Deferred charges are fiscal 2014 expenses paid in fiscal 2013, mainly student financial aid and fee waivers. This balance decreased \$1.8 million in 2013, much more of the aid was applied to 2013 due to the change from quarters to semesters.

WRIGHT STATE UNIVERSITY
Statements of Net Position
June 30, 2013 and 2012

	2013	2012
Noncurrent Assets:		
(1) Restricted Investments	11,718,652	37,906,009
(2) Loans Receivable, Less Allowance for Doubtful Loans of \$122,000 in 2013 and in 2012	12,038,922	12,125,076
(3) Other Assets	1,731,249	549,173
(4) Other Long-Term Investments	124,626,307	128,572,204
(5) Capital Assets, Net	305,023,880	309,490,019
Total Noncurrent Assets	455,139,010	488,642,481
 Total Assets	<u>\$ 588,475,434</u>	<u>\$ 576,399,795</u>

NOTES

(1) Restricted investments represent bond proceeds invested in securities in trust accounts until they are used for bond-supported projects. The \$26.2 million decrease in fiscal 2013, in conjunction with the increase in restricted cash and investments, reflects the increased borrowings in 2013.

(2) Loans Receivable are amounts owed the University for various internal and external loan programs administered by the University. The majority of the balances (\$11.5 million in 2013 and \$10.8 million in 2012) is for the federal Perkins loan program.

(3) Other Assets includes prepaid and deferred expenses applicable to years beyond 2014. The increase of \$1.2 million is largely related to bond issuance costs incurred during 2013.

(4) Other Long-Term Investments are comprised totally of externally managed investments. The composition of such investments is:

	Fair Value 2013	Fair Value 2012
U.S. Agency and Treasury Securities	\$ 7,235,161	\$ 7,651,648
Common and Preferred Stock	618,405	605,722
Private Equity	12,645,363	500,000
Bond Mutual Funds	27,781,459	40,515,191
Equity Mutual Funds	71,278,094	74,992,125
Corporate Bonds and Notes	5,064,625	4,304,318
Other	3,200	3,200
	<u>\$ 124,626,307</u>	<u>\$ 128,572,204</u>

(5) The University had approximately \$305.0 million invested in capital assets, net of accumulated depreciation of \$263.6 million. A summary of capital assets for the years ended June 30, 2013 and 2012 is as follows:

	Capital Assets, net	
	2013	2012
Land, Land Improvements and Infrastructure	\$ 35,916,172	\$ 32,508,251
Buildings	224,383,703	227,314,270
Machinery and Equipment	22,334,628	29,155,766
Library Books and Publications	17,013,624	17,596,481
Construction in Progress	5,375,753	2,915,251
	<u>\$ 305,023,880</u>	<u>\$ 309,490,019</u>

Land, Land Improvements, and Infrastructure increased \$3.4 million due largely to work on the Energy Performance Contract phase II (\$2.7 million), and completion of the project to replace main water lines on campus (\$.8 million). Buildings decreased \$2.9 million in 2013 primarily due to increased depreciation expense as a result of large 2012 additions (Schuster Hall, Rinzler Athletic Complex, Lake's Dwyer Hall) with little 2013 additions. The decrease in Machinery and Equipment in fiscal 2012 is also the result of fewer new assets (\$2.2 million) and a larger annual depreciation expense (\$8.7 million). Construction in Progress rose in 2013 as work began on the Neuroscience Engineering Collaboration building (\$1.7 million) and new classroom building (\$.7 million).

WRIGHT STATE UNIVERSITY
Statements of Net Position
June 30, 2013 and 2012

	2013	2012
LIABILITIES:		
Current Liabilities:		
(1) Accounts Payable Trade and Other	\$ 13,177,434	\$ 13,073,026
(2) Accrued Liabilities	13,475,796	19,889,128
(3) Deferred revenue	35,412,568	38,947,507
(4) Refunds and Other Liabilities	967,957	715,166
(5) Current Portion of Long-Term Liabilities	13,634,573	11,350,584
Total Current Liabilities	76,668,328	83,975,411
Noncurrent Liabilities:		
(5) Long-Term Liabilities	117,767,469	89,874,428
Total Noncurrent Liabilities	117,767,469	89,874,428
Total Liabilities	\$ 194,435,797	\$ 173,849,839

NOTES

- (1) Accounts Payable represents all amounts owed to vendors for unrestricted, restricted, and capital purposes.
- (2) Accrued Liabilities decreased \$6.4 million largely applicable to a decrease of \$6.0 million in the academic faculty accrued payroll, due to the change in academic calendar from quarters to semesters.
- (3) Deferred revenue has two major components, deferred student fees for the summer term and deferred contract and grant income from outside sponsors. Deferrals decreased \$6.2 million from sponsors, primarily due to OhioLINK as it is winding down its operations at WSU. Deferred student fees increased \$2.7 million largely due to timing of summer billings for the Boonshoft School of Medicine which billed summer term before June 30 in 2013 for the first time.
- (4) Other Liabilities represent deposits held in agency funds in custody for others.
- (5) Long-Term Liabilities consist of bonds and notes payable, equipment lease purchase obligations and compensated absences. During 2013, the University issued approximately a net \$34.5 million of new bonds and notes payable.

Activity for long-term liabilities for the year ended June 30, 2013 is as follows:

	Beginning Balance 7/1/2012	Additions	Principal Repayments/ Reductions	Ending Balance 6/30/2013	Current Portion
Bonds, Notes & Equipment Lease					
Purchase Obligations:					
General Obligation Bonds	\$ 84,142,342	\$ 25,335,700	\$ 20,758,116	\$ 88,719,926	\$ 6,019,647
Notes Payable		25,500,000		25,500,000	1,505,505
Equipment Leases	282,670		100,554	182,116	109,421
Subtotal	84,425,012	50,835,700	20,858,670	114,402,042	7,634,573
Other Liabilities:					
Compensated Absences	16,800,000	5,887,583	5,687,583	17,000,000	6,000,000
Total Long-Term Liabilities	\$ 101,225,012	\$ 56,723,283	\$ 26,546,253	\$ 131,402,042	\$ 13,634,573

WRIGHT STATE UNIVERSITY
Statements of Net Position
June 30, 2013 and 2012

	2013	2012
NET POSITION:		
(1) Invested in Capital Assets	\$ 265,508,693	\$ 270,769,839
(2) Restricted - Expendable:		
Instruction and Departmental Research	8,040	7,954
Institutional Support		191
Loans	17,739,142	18,940,646
Debt Service	604,279	780,801
(3) Unrestricted	110,179,483	112,050,525
Total Net Position	\$ 394,039,637	\$ 402,549,956

NOTES

- (1) Invested in Capital Assets, Net of Related Debt represents the net book value of capital assets less any debt related to the financing of those assets. There was a decline of \$5.3 million after the effect of depreciation. While progress was made on the second phase of the energy conservation projects, the NEC building, and the new classroom building, the preponderance of the work on those projects will be performed during the next 2 fiscal years.
- (2) Restricted-Expendable represents the net assets that are restricted by external grantors or donors to specific purposes. The decrease of \$1.2 million in 2013 was mainly a result of the University returning loan funds to the federal government for a loan program which the University is decreasing participation.
- (3) Unrestricted net position represent net assets not restricted as to use by any external parties. The \$1.9 million overall decrease was primarily the result of the University converting an internally funded loan program to a need based grant program and awarding this aid in 2013.

WRIGHT STATE UNIVERSITY
Statements of Revenues, Expenses, and Changes in Net Position
For the Years Ended June 30, 2013 and 2012

	2013	2012
Operating Revenues:		
(1) Student Tuition and Fees (Net of scholarship allowances of \$40,992,000 in 2013 and \$38,732,000 in 2012)	\$ 142,513,881	\$ 141,938,151
(2) Federal Grants and Contracts	35,607,915	36,186,884
(3) State Grants and Contracts	7,049,094	6,029,619
Local Grants and Contracts	316,421	454,296
(4) Nongovernmental Grants and Contracts	56,166,131	52,166,006
(5) Sales and Services	6,387,417	7,433,325
(6) Auxiliary Enterprises Sales (Net of scholarship allowances of \$1,961,000 in 2013 and \$1,895,000 in 2012)	15,165,271	16,326,112
Other Operating Revenues	2,414,955	2,618,904
Total Operating Revenues	265,621,085	263,153,297

NOTES

- (1) Gross Student Tuition and Fees revenue increased 1.6% and net tuition and fees .4% after applying scholarship allowances in 2013. Fiscal 2013 tuition increased 3.5% for all levels and both campuses. However, from fiscal 2012 to 2013 the university's student FTE decreased by approximately 10.3%. The 3.5% fee increase and increased summer semester income recognition due to the change from quarters to semesters combined to offset the decrease in student FTE.
- (2) Federal Grants and Contracts decreased \$.6 million, almost entirely in the restricted funds, with increases and decreases in various sponsored programs.
- (3) State Grants and Contracts increased \$1.0 million. This increase was driven primarily by the Human Performance Consortium R&D Center grant which supports WSRI activities.
- (4) Nongovernmental Grants and Contracts increased \$4.0 million, primarily due to increases in WSARC funding (\$2.6 million), OhioLINK income increases (\$.8 million), and miscellaneous Boonshoft School of Medicine increases (\$.6 million).
- (5) Sales and Services revenues are comprised of departmental services to the outside community and are primarily generated by the Boonshoft School of Medicine, and Telecommunications. The largest decreases contributing to the overall \$1.0 million decline include Boonshoft School of Medicine (\$.7 million) with their clinical income, and Telecommunications (\$.2 million) due to lower residence hall occupancy.
- (6) Auxiliary Enterprise Sales decreased \$1.2 million. The largest declines were in Food Services (\$.5 million) due to the decline in campus housing and the overall decline in enrollment, and Residence Services (\$.3 million) due to the decrease in residence hall occupancy. There were also smaller declines in Bookstore and Vending revenues.

WRIGHT STATE UNIVERSITY
Statements of Revenues, Expenses, and Changes in Net Position
For the Years Ended June 30, 2013 and 2012

	2013	2012
Operating Expenses:		
(1) Instruction and Departmental Research	\$ 137,825,680	\$ 133,125,514
(2) Separately Budgeted Research	32,378,563	30,468,076
(3) Public Service	16,340,922	15,745,328
(4) Academic Support	80,811,381	82,110,189
(5) Student Services	19,278,178	18,863,429
(6) Institutional Support	33,916,434	32,609,088
(7) Operation and Maintenance of Plant	23,836,186	22,535,868
(8) Scholarships and Fellowships	22,301,170	21,548,954
Total Educational and General	<u>366,688,514</u>	<u>357,006,446</u>
(9) Auxiliary Enterprises	26,363,074	25,542,117
(10) Depreciation	21,421,353	19,705,779
Total Operating Expenses	<u>414,472,941</u>	<u>402,254,342</u>
 Operating (Loss)	 <u>\$ (148,851,856)</u>	 <u>\$ (139,101,045)</u>

NOTES

- (1) Instructional expenses increased \$4.7 million in 2013. Salaries and benefits account for the majority of the increase, with the Boonshoft School of Medicine, Raj Soin College of Business, and the College of Engineering and Computer Science accounting for the majority of the increases. In addition, summer term salaries and benefits increased \$1.9 million as the University recognized a larger share of summer term in 2013 than in 2012.
- (2) Separately Budgeted Research increased \$1.9 million almost entirely due to increased activity with the Wright State Applied Research Corporation.
- (3) Public Service expenses include unrestricted activities such as Event Services, Boonshoft School of Medicine, the Nursing Institute of West Central Ohio, the National Center for Medical Readiness (NCMR) and non-credit instruction. In fiscal 2013, expenses increased \$.6 million. The increase is a result of additional investments in the National Center for Medical Readiness and the National Science Olympiad offset by reductions in clinical income activities.
- (4) Academic Support is comprised of unrestricted activities such as libraries, deans' offices, Center for Teaching and Learning, University College, and Research and Sponsored Programs. The \$1.3 million decrease occurred primarily as a result of the University reclassifying additional WSRI costs in 2013 from Academic Support to Research.
- (5) Student Services expenses include activities such as Enrollment Management, Disability Services, University Center for International Education (UCIE) and Student Affairs and Admissions. The \$.4 million increase was created in Enrollment Management with \$.7 million of additional expenses for the new Raider Connect effort.
- (6) Institutional Support expenses include the administrative offices, bursar, accounting, budget, telecommunications, public safety, administration, etc. These expenses increased \$1.3 million in 2013. The primary driver for this increase was the return of federal loan funds for a loan program the University is no longer utilizing.
- (7) Operation and maintenance of plant costs increased \$1.3 million. There were increases for repair of buildings, environmental services, minor construction projects, and water main insurance claims, all partially offset by a \$.8 million decrease purchased utilities.
- (8) Scholarships and Fellowships increased \$.8 million, however when taking into account the increase in scholarship allowances, total student aid increased by \$3.0 million. Restricted funded awards increased \$.8 million, attributed to increases in the Ohio College Opportunity Grant (\$.5 million) and Advanced Nurse Education Traineeship, a new federal grant for fiscal 2013 (\$.3 million). University aid increased by \$2.2 million which included \$1.6 million in additional summer term awards and an additional \$.8 million for Need Based Grants.
- (9) Auxiliary expenses increased \$.8 million overall. There were modest increases in a number of auxiliaries.
- (10) Depreciation expense increased \$1.7 million in fiscal 2013 largely due to a large software gift received in June 2012. Its useful life is 3 years with an annual depreciation of \$1.9 million.

WRIGHT STATE UNIVERSITY
Statements of Revenues, Expenses, and Changes in Net Position
For the Years Ended June 30, 2013 and 2012

	2013	2012
NONOPERATING REVENUES (EXPENSES)		
(1) State Appropriations	88,941,387	89,648,959
(2) Federal Grants	26,519,530	27,679,213
(2) State Grants	3,377,969	3,081,373
(3) Gifts	6,687,203	6,257,094
(4) Investment Income (Loss) (Net of investment expenses of \$131,000 in 2013 and \$118,000 in 2012)	15,781,049	(223,818)
Interest on Capital Asset-Related Debt	(3,723,349)	(2,620,264)
(5) Other Nonoperating (Expenses)	(49,021)	(2,589,415)
Net Nonoperating Revenues Before Capital Appropriations and Capital Grants	137,534,768	121,233,142
(6) Capital Appropriations from the State of Ohio	820,855	1,241,279
(7) Capital Grants and Gifts	1,985,914	7,642,434
Total Nonoperating Revenues, net	140,341,537	130,116,855
 (Decrease) in Net Position	 (8,510,319)	 (8,984,190)
 Net Position - Beginning of Year	 402,549,956	 411,534,146
Net Position - End of Year	\$ 394,039,637	\$ 402,549,956

NOTES

- (1) State appropriations decreased \$.7 million, split almost evenly between unrestricted and restricted funds. Unrestricted funds decreased \$.2 million for Boonshoft School of Medicine and \$.1 million for instructional subsidy. Restricted funds decreased \$.4 million due to a reduction in OhioLINK state funding as this program transitions to The Ohio State University.
- (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 \$1.2 million, primarily due to a decrease in Pell grant funding of \$1.1 million related to the drop in enrollment for 2013. State grants increased \$.3 million due primarily to an increase in OCOG funding which went up by a little over \$100 per student in 2013, as expected family contributions decreased.
- (3) Gifts increased \$.4 million, all of which are received through the Foundation.
- (4) Investment Income increased \$16.0 million in 2013 due to the better market performance in fiscal 2013. The actual amount was \$7.5 million more than planned.
- (5) Other Nonoperating Expenses decreased \$2.5 million in 2013, almost entirely due to large losses on the disposal of capital assets in 2012.
- (6) Capital Appropriations from the State of Ohio decreased \$.4 million due largely to the completion in 2012 of the Excess Debt Service Subsidy of \$.5 million.
- (7) Capital Grants and Gifts decreased \$5.7 million, primarily due to a large \$5.8 million gift for Schlumberger software in 2012.

WRIGHT STATE UNIVERSITY
Statements of Cash Flows
For the Years Ended June 30, 2013 and 2012

	2013	2012
CASH FLOWS FROM OPERATING ACTIVITIES		
Student tuition and fees	\$ 141,399,754	\$ 141,166,074
Federal, state, local, and nongovernmental grants and contracts	87,993,189	94,451,211
Sales and services of educational and other departmental activities	3,046,007	6,576,596
Payments to employees	(201,159,361)	(191,222,060)
Payments for benefits	(56,043,580)	(56,649,160)
Payments to suppliers	(115,585,230)	(109,475,146)
Payments for scholarships and fellowships	(20,782,640)	(22,307,555)
Student loans issued	(3,234,138)	(2,866,037)
Student loans collected	3,225,406	3,317,930
Student loan interest and fees collected	403,097	435,379
Auxiliary enterprise sales	15,104,185	15,507,663
Net cash (used) by operating activities	(145,633,311)	(121,065,105)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
State appropriations	88,941,387	89,648,959
Direct lending receipts	113,693,772	128,743,892
Direct lending disbursements	(115,085,894)	(127,981,282)
Grants for noncapital purposes	29,897,499	30,760,586
Gifts	6,941,956	6,040,854
Net cash provided by noncapital financing activities	124,388,720	127,213,009
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Capital appropriations from the State of Ohio	1,050,912	1,086,644
Capital grants and gifts received	1,985,914	1,859,394
Purchases of capital assets	(17,368,444)	(20,710,352)
Sales of capital assets	93,268	34,767
Proceeds from capital debt	34,974,393	59,812,973
Principal paid on capital debt and leases	(5,647,492)	(8,348,747)
Interest paid on capital debt and leases	(3,976,587)	(2,888,192)
Bond interest subsidy	167,909	133,834
Net cash provided by capital and related financing activities	11,279,873	30,980,321
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sales and maturities of investments	90,107,367	22,288,136
Interest on investments	10,824,671	3,657,652
Purchase of investments	(88,567,460)	(70,708,318)
Net cash provided/(used) by investing activities	12,364,578	(44,762,530)
Net Increase/(Decrease) in Cash and Cash Equivalents	2,399,860	(7,634,305)
Cash and Cash Equivalents - Beginning of Year	19,611,025	27,245,330
Cash and Cash Equivalents - End of Year	\$ 22,010,885	\$ 19,611,025

WRIGHT STATE UNIVERSITY
Statements of Cash Flows
For the Years Ended June 30, 2013 and 2012

	2013	2012
Reconciliation of net operating (loss) to net cash (used) by operating activities:		
Operating loss	\$ (148,851,856)	\$ (139,101,045)
Depreciation	21,421,353	19,705,779
Provision for doubtful accounts	1,066,793	1,186,122
Provision for doubtful loans	535,556	519,081
Changes in assets and liabilities:		
Accounts receivable	(13,026,881)	(4,580,067)
Inventory	96,060	(25,888)
Prepaid expenses	1,433,202	(426,903)
Deferred charges	1,863,176	34,130
Other assets	(394,143)	(31,127)
Accounts payable	263,197	3,290,928
Accrued liabilities	(6,413,332)	(1,925,522)
Deferred revenue	(3,534,939)	456,127
Compensated absences	200,000	100,000
Refunds and other liabilities	252,791	(199,532)
Loans to students and employees	(544,288)	(67,188)
Net cash (used) by operating activities	\$ (145,633,311)	\$ (121,065,105)
Noncash Transactions:		
Bond Defeasance	\$ 15,430,055	\$
Donated Capital Assets		5,783,040
Capital Lease		181,632
Total Noncash Transactions	\$ 15,430,055	\$ 5,964,672

WRIGHT STATE UNIVERSITY
Statements of Net Position
June 30, 2013 and 2012

ASSETS	2013		2012	
	University	Foundation	University	Foundation
Current assets:				
Cash and cash equivalents	\$ 14,776,145	\$ 1,236,709	\$ 18,371,057	\$ 1,654,245
Restricted cash and cash equivalents	7,234,740		1,239,968	
Short-term investments	926,802		15,904,457	
Restricted short-term investments	54,660,852		6,133,053	
Accounts receivable (net of allowance for doubtful accounts of \$1,715,000 in 2013 and \$1,555,000 in 2012 - Note 3)	35,264,457	200,831	22,386,676	418,273
Gifts and pledges receivable (net of allowance for uncollectible pledges of \$800 in 2013 and \$1,400 in 2012)		2,456,761		1,801,293
Loans receivable (net of allowance for doubtful loans of \$3,041,000 in 2013 and \$2,785,000 in 2012)	4,740,916		4,646,030	
Inventories	342,786		438,846	
Prepaid expenses	12,391,660		13,834,860	
Deferred charges	2,998,066		4,802,367	
Total current assets	133,336,424	3,894,301	87,757,314	3,873,811
Noncurrent assets:				
Restricted Investments	11,718,652		37,906,009	
Gifts and pledges receivable (net of allowance for uncollectible pledges of \$55,100 in 2013 and \$34,600 in 2012)		4,637,839		4,027,207
Loans receivable (net of allowance for doubtful loans of \$122,000 in 2013 and in 2012)	12,038,922		12,125,076	
Other assets	1,731,249	510,296	549,173	252,253
Other long-term investments	124,626,307	109,359,096	128,572,204	102,115,335
Capital assets, net (Note 4)	305,023,880	1,482,267	309,490,019	
Total noncurrent assets	455,139,010	115,989,498	488,642,481	106,394,795
Total assets	\$ 588,475,434	\$ 119,883,799	\$ 576,399,795	\$ 110,268,606
 LIABILITIES AND NET POSITION				
Current liabilities:				
Accounts payable trade and other	\$ 13,177,434	\$ 293,396	\$ 13,073,026	\$ 145,532
Accounts payable to Wright State University		791,698		1,046,451
Accrued liabilities	13,475,796		19,889,128	
Deferred revenue (Note 1)	35,412,568		38,947,507	
Refunds and other liabilities	967,957	1,912,842	715,166	1,926,215
Current portion of long-term liabilities (Note 5)	13,634,573	817,008	11,350,584	19,131
Total current liabilities	76,668,328	3,814,944	83,975,411	3,137,329
Noncurrent liabilities:				
Long-term liabilities (Note 5)	117,767,469	113,892	89,874,428	115,369
Total noncurrent liabilities	117,767,469	113,892	89,874,428	115,369
Total liabilities	194,435,797	3,928,836	173,849,839	3,252,698
 Net position:				
Invested in capital assets	265,508,693		270,769,839	
Restricted - nonexpendable:				
Instruction and departmental research		13,943,786		13,795,990
Separately budgeted research		6,431,585		6,430,799
Public service		185,696		184,766
Academic support		622,618		604,877
Student services		87,371		77,446
Operation and maintenance of plant		528,736		308,692
Scholarships and fellowships		15,682,537		14,563,571
Auxiliaries		259,835		253,846
Restricted - expendable:				
Instruction and departmental research	8,040	24,092,242	7,954	21,744,747
Separately budgeted research		3,335,719		3,319,673
Public service		564,104		423,793
Academic support		14,068,649		12,791,305
Student services		295,601		286,360
Institutional support		6,908,858	191	5,643,324
Operation and maintenance of plant		1,212,700		1,754,363
Scholarships and fellowships		20,179,228		19,193,508
Loans	17,739,142		18,940,646	
Debt service	604,279		780,801	
Auxiliaries		191,308		378,671
Unrestricted	110,179,483	7,364,390	112,050,525	5,260,177
Total net position	394,039,637	115,954,963	402,549,956	107,015,908
Total liabilities and net position	\$ 588,475,434	\$ 119,883,799	\$ 576,399,795	\$ 110,268,606

See Accompanying Notes to Financial Statements

WRIGHT STATE UNIVERSITY
Statements of Revenues, Expenses, and Changes in Net Position
For the Years Ended June 30, 2013 and 2012

	2013		2012	
	University	Foundation	University	Foundation
OPERATING REVENUES				
Student tuition and fees (net of scholarship allowances of \$40,992,000 in 2013 and \$38,732,000 in 2012)	\$ 142,513,881	\$	\$ 141,938,151	\$
Federal grants and contracts	35,607,915		36,186,884	
State grants and contracts	7,049,094		6,029,619	
Local grants and contracts	316,421		454,296	
Nongovernmental grants and contracts	56,166,131		52,166,006	
Sales and services	6,387,417		7,433,325	
Auxiliary enterprises sales (net of scholarship allowances of \$1,961,000 in 2013 and \$1,895,000 in 2012)	15,165,271		16,326,112	
Gifts and contributions		7,288,695		4,827,317
Other operating revenues	2,414,955		2,618,904	
Total operating revenues	265,621,085	7,288,695	263,153,297	4,827,317
OPERATING EXPENSES				
Educational and general:				
Instruction and departmental research	137,825,680		133,125,514	
Separately budgeted research	32,378,563		30,468,076	
Public service	16,340,922		15,745,328	
Academic support	80,811,381		82,110,189	
Student services	19,278,178		18,863,429	
Institutional support	33,916,434	190,931	32,609,088	308,743
Operation and maintenance of plant	23,836,186		22,535,868	
Scholarships and fellowships	22,301,170		21,548,954	
Total educational and general	366,688,514	190,931	357,006,446	308,743
Auxiliary enterprises	26,363,074		25,542,117	
Depreciation	21,421,353	9,399	19,705,779	
Total operating expenses	414,472,941	200,330	402,254,342	308,743
Operating (loss) income	(148,851,856)	7,088,365	(139,101,045)	4,518,574
NONOPERATING REVENUES (EXPENSES):				
State appropriations	88,941,387		89,648,959	
Federal grants	26,519,530		27,679,213	
State grants	3,377,969		3,081,373	
Gifts	6,687,203		6,257,094	
Investment income (loss) (net of investment expenses of \$131,000 in 2013 and \$118,000 in 2012 for WSU and \$590,377 in 2013 and \$539,956 in 2012 for Foundation)	15,781,049	9,864,737	(223,818)	1,000,559
Interest on capital asset-related debt	(3,723,349)		(2,620,264)	
Payments to Wright State University		(8,014,047)		(7,264,516)
Other nonoperating (expenses)	(49,021)		(2,589,415)	
Net nonoperating revenues before capital appropriations and capital grants	137,534,768	1,850,690	121,233,142	(6,263,957)
Capital appropriations from the State of Ohio	820,855		1,241,279	
Capital grants and gifts	1,985,914		7,642,434	
Total nonoperating revenues (net)	140,341,537	1,850,690	130,116,855	(6,263,957)
(Decrease) increase in net position	(8,510,319)	8,939,055	(8,984,190)	(1,745,383)
NET POSITION				
Net position - beginning of year	402,549,956	107,015,908	411,534,146	108,761,291
Net position - end of year	\$ 394,039,637	\$ 115,954,963	\$ 402,549,956	\$ 107,015,908

See Accompanying Notes to Financial Statements