

MOUNTAINLAND TECHNICAL COLLEGE

STATEMENT OF NET POSITION

JUNE 30, 2019

ASSETS

Current Assets

Cash and Cash Equivalents	\$ 3,617,980
Accounts Receivable, net (Note 3)	
From State Entities	439,080
From Others	917,379
Prepaid Expenses	19,670
Inventories (Note 5)	401,765
Total Current Assets	<u>5,395,874</u>

Noncurrent Assets

Restricted Cash and Cash Equivalents	1,685,121
Non-depreciable Capital Assets (Note 6)	10,161,809
Depreciable Capital Assets, net (Note 6)	25,235,291
Total Noncurrent Assets	<u>37,082,221</u>
Total Assets	<u>42,478,095</u>

DEFERRED OUTFLOWS OF RESOURCES

Deferred Outflows Related to Pensions (Note 10)	<u>805,347</u>
Total Deferred Outflows of Resources	<u>805,347</u>

LIABILITIES

Current Liabilities

Accounts Payable (Note 4)	
To State Entities	231,908
To Others	1,269,067
Accrued Liabilities (Note 4)	
To State Entities	4,874
To Others	463,009
Unearned Revenue	1,160,250
Current Portion of Notes Payable and Capital Leases	
To State Entities	60,000
To Others	222,425
Total Current Liabilities	<u>3,411,533</u>

Noncurrent Liabilities (Note 8)

Accrued Liabilities (Note 4)	145,825
Notes Payable and Capital Leases (Note 7)	
To State Entities	830,000
To Others	1,673,482
Net Pension Liability (Note 10)	2,004,361
Total Noncurrent Liabilities	<u>4,653,668</u>
Total Liabilities	<u>8,065,201</u>

DEFERRED INFLOWS OF RESOURCES

Deferred Inflows Related to Pensions (Note 10)	<u>36,093</u>
Total Deferred Inflows of Resources	<u>36,093</u>

NET POSITION

Net Investment in Capital Assets	32,611,193
Restricted for:	
Nonexpendable – Scholarships	638,167
Expendable – Scholarships and Grants	46,954
Expendable – Capital Gifts	1,000,000
Unrestricted	<u>885,834</u>
Total Net Position	<u>\$ 35,182,148</u>

The accompanying notes are an integral part of these financial statements.

MOUNTAINLAND TECHNICAL COLLEGE

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION FOR THE YEAR ENDED JUNE 30, 2019

OPERATING REVENUES

Student Tuition and Fees (net of allowances of \$564,999)	\$ 2,482,178
Federal Grants and Contracts	167,363
State Grants and Contracts	9,192
Private Grants and Contracts	406,383
Sales and Service of Educational Activities	475,405
Auxiliary Enterprises	1,003,806
Other Operating Revenues	87,122
Total Operating Revenues	<u>4,631,449</u>

OPERATING EXPENSES

Salaries	9,212,504
Fringe Benefits	3,119,035
Actuarial Calculated Pension Expense (Note 10)	505,583
Scholarships	405,536
Maintenance and Utilities	866,609
General and Administrative	4,004,644
Cost of Goods Sold - Sales and Service of Educational Activities	67,050
Cost of Goods Sold - Auxiliary Enterprises	1,012,020
Depreciation	1,233,242
Total Operating Expenses	<u>20,426,223</u>
Operating Income (Loss)	<u>(15,794,774)</u>

NONOPERATING REVENUES (EXPENSES)

State Appropriations	12,799,100
Federal Grants and Contracts	926,571
State Grants and Contracts	854,893
Gain on Sale of Capital Assets	44,974
Interest Income	179,040
Interest on Capital Leases	(162,533)
Net Nonoperating Revenues (Expenses)	<u>14,642,045</u>
Income Before Other Revenues (Expenses)	<u>(1,152,729)</u>

OTHER REVENUES (EXPENSES)

Capital Appropriations	72,155
Capital Grants and Gifts	4,891,768
Total Other Revenues (Expenses)	<u>4,963,923</u>

CHANGE IN NET POSITION

	3,811,194
NET POSITION – BEGINNING OF YEAR	<u>31,370,954</u>
NET POSITION – END OF YEAR	<u>\$ 35,182,148</u>

The accompanying notes are an integral part of these financial statements.

MOUNTAINLAND TECHNICAL COLLEGE

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED JUNE 30, 2019

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from Tuition and Fees	\$ 3,571,859
Receipts from Grants and Contracts	257,034
Payments to Suppliers	(5,428,998)
Payments for Employee Services and Benefits	(12,605,661)
Payments for Student Aid: Scholarships and Fellowships	(405,536)
Receipts for Auxiliary and Educational Activities Sales and Services	1,479,211
Other Operating Receipts	64,739
Net Cash Provided (Used) by Operating Activities	<u>(13,067,352)</u>

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES

State Appropriations	12,799,100
Federal Grants and Contracts	1,225,464
State Grants and Contracts	556,000
Net Cash Provided (Used) by Noncapital Financing Activities	<u>14,580,564</u>

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Notes Payable and Capital Lease Payments	(431,375)
Proceeds from Sale of Capital Assets	(894,480)
Purchases of Capital Assets	500,000
Gifts	-
Net Cash Provided (Used) by Capital Financing Activities	<u>(825,855)</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Investment Income Received	179,040
Net Cash Provided (Used) by Investing Activities	<u>179,040</u>

Net Increase in Cash

	785,622
Cash and Cash Equivalents – Beginning of Year	4,517,479
Cash and Cash Equivalents – End of Year	<u>\$ 5,303,101</u>

RECONCILIATION OF NET INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES

Operating Loss	\$ (15,794,774)
Adjustments to Reconcile Net Operating Loss to Net Cash Provided (Used) by Operating Activities:	
Depreciation Expense	1,233,242
Difference Between Actuarial Calculated Pension Expense and Actual Contributions	134,356
Changes in Assets and Liabilities	
(Increase) Decrease in Accounts Receivable	156,774
(Increase) Decrease in Inventories	(56,931)
(Increase) Decrease in Prepaid Expenses	(170)
Increase (Decrease) in Accounts Payable	578,426
Increase (Decrease) in Accrued Liabilities	97,105
Increase (Decrease) in Unearned Revenue	584,620
Net Cash Provided (Used) by Operating Activities	<u>\$ (13,067,352)</u>

NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES

Capital Appropriations	72,155
Disposal of Capital Assets	(150,241)
Donated Assets	4,694,768
Total Noncash Investing, Capital, and Financing Activities	<u>\$ 4,616,682</u>