

# **WRIGHT STATE UNIVERSITY**

## **FINANCE COMMITTEE and COMPLIANCE AND AUDIT COMMITTEE**

November 20, 2015

### **Financial Statement Summary**

**WRIGHT STATE UNIVERSITY**  
**Statements of Net Position**  
**June 30, 2015 and 2014**

	2015	2014
<b>Current Assets:</b>		
(1) Cash and Cash Equivalents	\$ 20,785,641	\$ 13,925,525
(1) Restricted Cash and Cash Equivalents	8,857,966	30,430,111
(1) Short-Term Investments	20,344,411	1,950,428
(1) Restricted Short-Term Investments		13,754,172
(2) Accounts Receivable, Less Allowance for Doubtful Accounts of \$1,696,000 in 2015 and \$1,756,000 in 2014	35,081,395	36,108,940
(3) Loans Receivable, Less Allowance for Doubtful Loans of \$3,574,000 in 2015 and \$3,460,000 in 2014	4,370,739	4,580,948
(4) Inventories	113,893	237,588
(5) Prepaid Expenses	1,125,006	668,848
(6) Advanced Charges	3,779,654	4,093,334
Total Current Assets	94,458,705	105,749,894

**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 2015	Fair Value 2014
U.S. Agency and Treasury Securities	\$ 416,550	\$ 416,550
U.S. Agency Securities - restricted		11,203,010
STAROhio	7,142,063	141,198
Money Market Funds	3,881,912	769,988
Demand and Time Deposit Accounts	18,582,834	43,396,269
Cash on Hand	36,798	48,181
Bond Mutual Funds	20,344,411	1,324,975
Negotiable Certificates of Deposit - restricted		2,551,162
Corporate Bonds and Notes		208,903
	\$ 49,988,018	\$ 60,060,236

(2) Accounts Receivable balances detail:	2015	2014
Sponsor Receivables	\$ 20,403,091	\$ 19,146,087
Student & Student-Related Accounts	14,508,479	10,707,587
State Appropriations Receivables	257,845	4,855,876
Interest Receivable	76,252	154,537
Other, Primarily Dept Sales & Services	1,531,728	3,000,853
Total	36,777,395	37,864,940
Less: Allowance for Doubtful Accounts	1,696,000	1,756,000
Net Accounts Receivable	\$ 35,081,395	\$ 36,108,940

(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 Lab stores and Vending. Printing Services inventory was nearly eliminated in 2015 with the implementation of the Xerox shared services agreement.

(5) Current prepaids increased \$.5 million, primarily due to a FY16 rent prepayment made to Double Bowler Properties.

(6) Advanced charges are fiscal 2016 expenses paid in fiscal 2015, mainly student financial aid and fee waivers. It also includes summer faculty salaries and benefits. The \$.3 million decrease occurred primarily in the restricted funds related to PELL and OCOG.

**WRIGHT STATE UNIVERSITY**  
**Statements of Net Position**  
**June 30, 2015 and 2014**

	2015	2014
<b>Noncurrent Assets:</b>		
(1) Loans Receivable, Less Allowance for Doubtful Loans of \$111,000 in 2015 and \$115,000 in 2014	10,996,599	11,408,770
(2) Other Assets	146,669	136,000
(3) Other Long-Term Investments	69,102,854	120,190,660
(4) Capital Assets, Net	365,995,112	332,897,094
Total Noncurrent Assets	446,241,234	464,632,524
<b>Deferred Outflows of Resources:</b>		
(5) Bond Refunding	413,101	442,608
(5) Pension Related	18,908,861	
Total Assets and Deferred Outflows	\$ 560,021,901	\$ 570,825,026

**NOTES**

(1) 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.

(2) Other Assets includes prepaid and advanced charges applicable to years beyond 2016.

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

	Fair Value 2015	Fair Value 2014
U.S. Agency and Treasury Securities	\$ 821,444	\$ 6,832,749
Common and Preferred Stock	17,732,751	717,447
Private Equity	11,623,039	15,059,286
Bond Mutual Funds	38,922,420	29,884,289
Equity Mutual Funds		62,418,850
Corporate Bonds and Notes		5,274,839
Other	3,200	3,200
	\$ 69,102,854	\$ 120,190,660

(4) The University had approximately \$366.0 million invested in capital assets, net of accumulated depreciation of \$299.3 million. A summary of capital assets for the years ended June 30, 2015 and 2014 is as follows:

	Capital Assets, net	
	2015	2014
Land, Land Improvements and Infrastructure	\$ 43,025,025	\$ 42,267,332
Buildings	275,849,451	223,971,778
Machinery and Equipment	20,487,575	20,797,409
Library Books and Publications	15,801,653	16,544,981
Construction in Progress	10,831,408	29,315,594
	\$ 365,995,112	\$ 332,897,094

The \$52 million increase in Buildings was driven by the completion of the NEC (\$40 million) and Student Success Center (\$16 million), along with Creative Arts Center renovation (\$5 million), partially offset by depreciation expense. Construction in Progress decreases in 2015 include amounts for the NEC (\$16 million) and Student Success Center (\$6.2 million) which were completed and moved to Buildings. \$2.3 million was added to Construction in Progress 2015 for the Creative Arts Center Addition along with smaller amounts for other buildings related to campus wide façade and energy improvements.

(5) Deferred Outflows of Resources includes the unamortized loss on refunding of debt, and amounts related to new the pension standard implemented in 2015.

**WRIGHT STATE UNIVERSITY**  
**Statements of Net Position**  
**June 30, 2015 and 2014**

	2015	2014
<b>Current Liabilities:</b>		
(1) Accounts Payable Trade and Other	\$ 13,614,401	\$ 16,931,396
(2) Accrued Liabilities	14,912,152	14,220,340
(3) Unearned Revenue	28,455,914	23,903,594
(4) Refunds and Other Liabilities	1,525,078	740,393
(6) Current Portion of Long-Term Liabilities	12,995,963	12,837,028
Total Current Liabilities	71,503,508	68,632,751
<b>Noncurrent Liabilities:</b>		
(5) Unearned Revenue	2,241,412	1,691,915
(7) Net Pension Liability	228,135,876	
(6) Long-Term Liabilities	103,136,177	110,532,140
Total Noncurrent Liabilities	333,513,465	112,224,055
Deferred Inflows of Resources	33,120,016	
Total Liabilities and Deferred Inflows	\$ 438,136,989	\$ 180,856,806

**NOTES**

- (1) Accounts Payable represents all amounts owed to vendors for unrestricted, restricted, and capital purposes. The \$3.3 million decrease was largely due to a \$3.4 million decrease in construction-related payables from 2014 to 2015.
- (2) Accrued Liabilities is almost entirely composed of payroll and related liabilities and withholdings.
- (3) Unearned revenue has two major components, student fees for the summer term and contract and grant income from outside sponsors. Sponsor balances remained stable while awards related to student fees increased \$3.2 million. The student fee increase is primarily attributable to the fall term revenue for the Boonshoft School of Medicine being billed and posted to Banner prior to June 30, 2015, but not so in 2014. Additionally, Nutter Center advanced ticket sales increased \$1.3 million for the Eagles concert held in July, 2015.
- (4) Other Liabilities represent deposits held in agency funds in custody for others. The \$.8M increase occurred in the agency funds representing state pass-through joint use agreements.
- (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 contract entered into on 7/1/2013.
- (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, 2015 is as follows:

	Beginning Balance 7/1/2014	Additions	Reductions	Ending Balance 6/30/2015	Current Portion
<b>Bonds, Notes &amp; Equipment Lease</b>					
<b>Purchase Obligations:</b>					
General Obligation Bonds	\$ 82,701,978	\$	\$ 5,254,707	\$ 77,447,271	\$ 5,413,708
Notes Payable	23,994,495		1,532,303	22,462,192	1,559,578
Equipment Leases	72,695		50,018	22,677	22,677
Subtotal	106,769,168	0	6,837,028	99,932,140	6,995,963
<b>Other Liabilities:</b>					
Compensated Absences	16,600,000	5,372,543	5,772,543	16,200,000	6,000,000
<b>Total Long-Term Liabilities</b>	<b>\$ 123,369,168</b>	<b>\$ 5,372,543</b>	<b>\$ 12,609,571</b>	<b>\$ 116,132,140</b>	<b>\$ 12,995,963</b>

**WRIGHT STATE UNIVERSITY**  
**Statements of Net Position**  
**June 30, 2015 and 2014**

	2015	2014
<b>NET POSITION:</b>		
(1) <b>Net Investment in Capital</b>	\$ 275,425,521	\$ 270,843,590
(2) <b>Restricted - Expendable:</b>		
Instruction and Departmental Research	8,122	8,054
Loans	17,565,242	17,342,965
(3) <b>Unrestricted</b>	(171,113,973)	101,773,611
Total Net Position	\$ 121,884,912	\$ 389,968,220

**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 \$4.6 million after the effect of depreciation. Work continued in 2015 on various capital projects including the NEC building, new Student Success Center, and the energy conservation project. Work also began on the Creative Arts Center project.
- (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. \$242.4 million of the \$272.9 million decrease is attributable to the implementation of GASB68. The remaining \$30.5 million decrease is attributable to additional expenditures on strategic initiatives including \$7.3 million in funds dedicated to Student Access to Success (tutoring, advising, financial aid, etc.); a \$1 million investment in WSARC research, \$4 million in strategic real estate acquisition and development, an underperformance in the investment market of nearly \$4 million, and other personnel expenses in support of the university's mission.

**WRIGHT STATE UNIVERSITY**  
**Statements of Revenues, Expenses, and Changes in Net Position**  
**For the Years Ended June 30, 2015 and 2014**

	2015	2014
<b>Operating Revenues:</b>		
(1) Student Tuition and Fees (Net of scholarship allowances of \$42,595,000 in 2015 and \$39,258,000 in 2014)	\$ 150,582,031	\$ 144,231,135
(2) Federal Grants and Contracts	29,043,070	29,312,603
(2) State Grants and Contracts	4,009,806	6,249,209
(2) Local Grants and Contracts	300,599	347,075
(2) Nongovernmental Grants and Contracts	30,491,789	37,006,335
(3) Sales and Services	5,570,593	5,883,282
(4) Auxiliary Enterprises Sales (Net of scholarship allowances of \$2,271,000 in 2015 and \$1,958,000 in 2014)	10,481,929	9,914,712
(5) Other Operating Revenues	<u>2,984,769</u>	<u>2,939,971</u>
Total Operating Revenues	<u>233,464,586</u>	<u>235,884,322</u>

**NOTES**

- (1) Gross tuition and fee revenue increased \$9.7 million. This increase was partially due to the 2.2% increase in undergraduate and graduate I&G Fee rates. A 6.3% increase in graduate student credit hours also contributed to the higher tuition revenues.
- (2) Grants and contracts remained at a consistent level with 2014 except for a few noteworthy decreases. State grants fell in 2015 as 2014 had over \$2 million in expenditures on one grant that wasn't available in 2015. Nongovernmental grants fell \$6.5 million primarily because of no OhioLINK revenues in 2015 like in 2014, offset somewhat by an increase in revenues from WSARC.
- (3) 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 2015 saw a \$.3 million decrease, driven by a Boonshoft School of Medicine program being outsourced to a third part in 2015.
- (4) Auxiliary Enterprise Sales increased \$.6 million. The largest increase occurred in Residence Life and Housing due to an increase in occupancy. In addition, there was modest revenue growth in Hospitality Services, Parking and Transportation, and the Nutter Center.
- (5) Other operating revenues include rebates, administrative fees, and other miscellaneous revenues and were relatively unchanged from 2014 to 2015.

**WRIGHT STATE UNIVERSITY**  
**Statements of Revenues, Expenses, and Changes in Net Position**  
**For the Years Ended June 30, 2015 and 2014**

	2015	2014
<b>Operating Expenses:</b>		
(1) Instruction and Departmental Research	\$ 142,835,248	\$ 138,327,312
(2) Separately Budgeted Research	32,992,379	32,452,899
(3) Public Service	16,994,932	16,547,495
(4) Academic Support	42,463,976	52,294,198
(5) Student Services	23,001,854	21,018,558
(6) Institutional Support	37,150,009	36,341,106
(7) Operation and Maintenance of Plant	23,852,758	23,953,747
(8) Scholarships and Fellowships	21,016,542	20,714,859
Total Educational and General	340,307,698	341,650,174
(9) Auxiliary Enterprises	20,988,375	21,052,874
(10) Depreciation	20,948,678	21,479,211
Total Operating Expenses	382,244,751	384,182,259
<b>Operating (Loss)</b>	\$ (148,780,165)	\$ (148,297,937)

**NOTES**

- (1) Instructional expenditures increased \$4.5 million, primarily in the Colleges of Engineering and Computer Sciences (+\$2.0 million), Liberal Arts (+\$1.3 million), and Science and Math (+\$1.1 million). This can be attributed to our growth in enrollment.
- (2) Separately Budgeted Research increased only \$.5 million in 2015.
- (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. Public Service increased \$.4 million in 2015. The increase was primarily the result of small 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 \$9.8 million decrease occurred largely due to the transfer of fiscal agent duties for OhioLINK to The Ohio State University (-\$11.9 million), partially offset by unrestricted expenditures increases of \$2.7 million, most notably increases by the Wright State Research Institute (+\$1.2 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 \$2.0 million increase resulted largely from efforts for the Wright State International Graduate Gateway, University Center for International Education, and Disability Services.
- (6) Institutional Support expenses include the administrative offices, bursar, accounting, budget, telecommunications, public safety, administration, etc. These expenses increased \$.8 million in 2015 and can be attributed primarily to the WSU Branding Initiative.
- (7) Operation and maintenance of plant costs were somewhat flat with 2014, although there were increases for leased properties related to Double Bowler Properties, offset by fewer non-capitalized construction expenses.
- (8) Scholarships and Fellowships increased \$.3 million, however when taking into account the increase in scholarship allowances, total student aid increased by \$3.6 million primarily in the unrestricted funds.
- (9) Auxiliary expenses were relatively unchanged from fiscal 2014.
- (10) Depreciation expense decreased slightly in 2015, largely due to the end of the 3-year depreciation timeframe for a large 2011 gift. (\$5.3 million gift, depreciation ended fiscal 2014)

**WRIGHT STATE UNIVERSITY**  
**Statements of Revenues, Expenses, and Changes in Net Position**  
**For the Years Ended June 30, 2015 and 2014**

	2015	2014
<b>NONOPERATING REVENUES (EXPENSES)</b>		
(1) State Appropriations	85,982,652	85,147,583
(2) Federal Grants	22,776,829	22,701,440
(2) State Grants	3,342,629	3,419,479
(3) Gifts	9,110,129	7,351,158
(4) Investment Income (Net of investment expenses of \$511,000 in 2015 and \$201,000 in 2014)	4,304,237	17,550,178
Interest on Capital Asset-Related Debt	(3,176,637)	(3,401,986)
(5) Other Nonoperating (Expenses)	(2,037,468)	(690,272)
Net Nonoperating Revenues Before Capital Appropriations and Capital Grants	120,302,371	132,077,580
(6) Capital Appropriations from the State of Ohio	5,505,336	8,319,099
(7) Capital Grants and Gifts	947,537	4,630,336
Total Nonoperating Revenues, net	126,755,244	145,027,015
<b>(Decrease) in Net Position</b>	(22,024,921)	(3,270,922)
Net Position - Beginning of Year, as restated	143,909,833	393,239,142
Net Position - End of Year	\$ 121,884,912	\$ 389,968,220

**NOTES**

- (1) State appropriations increased \$.8 million due to a \$1.8 million increase in state share of instruction, along with a \$1.0 million decrease in restricted funding.
- (2) Federal Grants and State Grants represent revenues received from federal and state sources for Pell, SEOG, and OCOG grants to students. They remained relatively unchanged in FY15.
- (3) Gifts increased \$1.8 million, all of which are received through the Foundation.
- (4) Investment Income decreased \$13.2 million from 2014 due to market performance in fiscal 2015. Actual earnings were short of the budgeted amount by almost \$4 million.
- (5) Other Nonoperating Expenses increased \$1.3 million in 2015 due to a \$2.1 million writeoff of the Calamityville facility when Double Bowler Properties acquired it. 2014 saw a \$.8 million writedown of the same facility to bring it to market value.
- (6) Capital Appropriations from the State of Ohio decreased \$2.8 million. Fiscal 2014 included \$8.0 million for building our new Neuroscience Engineering Collaboration (NEC) building and in fiscal 2015 we recorded \$3.6 million for NEC, and \$1.0 million for Lake Campus modernization of Trenary Hall. There were several smaller projects for which we also received funds.
- (7) Capital Grants and Gifts decreased \$3.7 million in 2015. Fiscal 2014 included a large \$2.7 million gift for software.



**WRIGHT STATE UNIVERSITY**  
**Statements of Cash Flows**  
**For the Years Ended June 30, 2015 and 2014**

	2015	2014
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Student tuition and fees	\$ 150,291,745	\$ 148,263,785
Federal, state, local, and nongovernmental grants and contracts	61,019,417	59,416,286
Sales and services of educational and other departmental activities	5,692,188	8,117,770
Payments to employees	(208,080,503)	(195,714,612)
Payments for benefits	(59,777,731)	(57,395,869)
Payments to suppliers	(72,810,054)	(75,217,329)
Payments for scholarships and fellowships	(21,304,810)	(22,107,393)
Student loans issued	(2,688,275)	(2,671,127)
Student loans collected	3,310,655	3,461,247
Student loan interest and fees collected	545,960	442,575
Auxiliary enterprise sales	12,313,970	9,746,545
Net cash (used) by operating activities	(131,487,438)	(123,658,122)
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>		
State appropriations	85,982,652	85,147,583
Direct lending receipts	99,881,132	103,882,964
Direct lending disbursements	(98,476,818)	(103,943,229)
Grants for noncapital purposes	26,119,458	26,120,919
Gifts	9,340,500	6,794,560
Net cash provided by noncapital financing activities	122,846,924	118,002,797
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Capital appropriations from the State of Ohio	10,104,511	3,473,531
Capital grants and gifts received	861,897	1,872,911
Purchases of capital assets	(58,369,348)	(40,361,545)
Sales of capital assets	36,938	12,937
Principal paid on capital debt and leases	(6,527,321)	(7,274,926)
Interest paid on capital debt and leases	(3,486,344)	(3,759,934)
Bond interest subsidy	343,100	354,544
Net cash (used) by capital and related financing activities	(57,036,567)	(45,682,482)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from sales and maturities of investments	347,852,176	105,072,232
Interest on investments	29,658,858	11,940,513
Purchase of investments	(326,545,982)	(43,330,187)
Net cash provided by investing activities	50,965,052	73,682,558
<b>Net (Decrease)/Increase in Cash and Cash Equivalents</b>	(14,712,029)	22,344,751
Cash and Cash Equivalents - Beginning of Year	44,355,636	22,010,885
<b>Cash and Cash Equivalents - End of Year</b>	\$ 29,643,607	\$ 44,355,636

**Operating Activities** - cash generated by and used for basic operating purposes.

**Noncapital Financing** - gifts & state appropriations, working capital, borrowings

**Capital & Related Financing** - debt activity for capital purchases, capital asset activity, capital appropriations, & grants

**Investment Activities** - investment transactions

**WRIGHT STATE UNIVERSITY**  
**Statements of Cash Flows**  
**For the Years Ended June 30, 2015 and 2014**

	2015	2014
<b>Reconciliation of net operating (loss) to net cash (used) by operating activities:</b>		
Operating loss	\$ (148,780,165)	\$ (148,297,937)
Depreciation and amortization	20,657,983	21,297,229
Provision for doubtful accounts	1,247,785	1,095,172
Provision for doubtful loans	343,509	535,556
Pension expense	(3,711,356)	
Other		353,660
Changes in assets and liabilities:		
Accounts receivable	(6,534,831)	3,426,506
Inventory	123,695	105,198
Prepaid expenses	(406,791)	11,749,657
Advanced charges	313,680	(1,182,147)
Other assets	(10,669)	409,518
Accounts payable	(529,252)	(1,801,615)
Accrued liabilities	691,812	744,544
Unearned revenue	4,443,606	(11,720,463)
Compensated absences	(400,000)	(400,000)
Refunds and other liabilities	784,685	(227,564)
Loans to students and employees	278,871	254,564
Net cash (used) by operating activities	\$ (131,487,438)	\$ (123,658,122)
<b>Noncash Transactions:</b>		
Donated Capital Assets	\$ 1,064,053	\$ 4,872,318
Total Noncash Transactions	\$ 1,064,053	\$ 4,872,318

**WRIGHT STATE UNIVERSITY**  
**Statements of Net Position**  
**June 30, 2015 and 2014**

	2015		2014	
	University	Foundation	University	Foundation
<b>Current assets:</b>				
Cash and cash equivalents	\$ 20,785,641	\$ 1,578,574	\$ 13,925,525	\$ 3,273,096
Restricted cash and cash equivalents	8,857,966		30,430,111	
Short-term investments	20,344,411		1,950,428	
Restricted short-term investments			13,754,172	
Accounts receivable (net of allowance for doubtful accounts of \$1,696,000 in 2015 and \$1,756,000 in 2014 - Note 3)	35,081,395	189,449	36,108,940	212,022
Gifts and pledges receivable (net of allowance for uncollectible pledges of \$3,200 in 2015 and \$800 in 2014)		3,464,369		1,871,225
Loans receivable (net of allowance for doubtful loans of \$3,574,000 in 2015 and \$3,460,000 in 2014)	4,370,739		4,580,948	
Inventories	113,893		237,588	
Prepaid expenses	1,125,006		668,848	
Advanced charges	3,779,654		4,093,334	
Total current assets	94,458,705	5,232,392	105,749,894	5,356,343
<b>Noncurrent assets:</b>				
Gifts and pledges receivable (net of allowance for uncollectible pledges of \$83,400 in 2015 and \$66,500 in 2014)		9,259,871		5,895,175
Loans receivable (net of allowance for doubtful loans of \$111,000 in 2015 and \$115,000 in 2014)	10,996,599		11,408,770	
Other assets	146,669	646,787	136,000	641,594
Other long-term investments	69,102,854	119,659,876	120,190,660	120,150,869
Capital assets, net (Note 4)	365,995,112	2,604,131	332,897,094	2,674,455
Total noncurrent assets	446,241,234	132,170,665	464,632,524	129,362,093
Total assets	540,699,939	137,403,057	570,382,418	134,718,436
<b>Deferred outflows of resources:</b>				
Bond refunding	413,101		442,608	
Pension related (Note 7)	18,908,861			
Total assets and deferred outflows of resources	\$ 560,021,901	\$ 137,403,057	\$ 570,825,026	\$ 134,718,436
<b>Current liabilities:</b>				
Accounts payable trade and other	\$ 13,614,401	\$ 307,618	\$ 16,931,396	\$ 274,824
Accounts payable to Wright State University		1,117,925		1,115,440
Accrued liabilities	14,912,152		14,220,340	
Unearned revenue (Note 1)	28,455,914		23,903,594	
Refunds and other liabilities	1,525,078	2,026,895	740,393	1,997,880
Current portion of long-term liabilities (Note 5)	12,995,963	812,533	12,837,028	1,021,108
Total current liabilities	71,503,508	4,264,971	68,632,751	4,409,252
<b>Noncurrent liabilities:</b>				
Unearned revenue (Note 1)	2,241,412		1,691,915	
Net pension liability (Note 7)	228,135,876			
Long-term liabilities (Note 5)	103,136,177	316,267	110,532,140	329,792
Total noncurrent liabilities	333,513,465	316,267	112,224,055	329,792
Deferred inflows of resources (Note 7)	33,120,016			
Total liabilities and deferred inflows of resources	438,136,989	4,581,238	180,856,806	4,739,044
<b>Net position:</b>				
Net investment in capital	275,425,521	1,804,131	270,843,590	1,674,455
<b>Restricted - nonexpendable:</b>				
Instruction and departmental research		14,077,486		13,994,302
Separately budgeted research		8,365,019		8,344,144
Public service		198,376		194,567
Academic support		778,259		696,840
Student services		126,181		125,855
Operation and maintenance of plant		1,669,583		1,247,294
Scholarships and fellowships		17,508,505		16,598,338
Auxiliaries		261,411		259,988
<b>Restricted - expendable:</b>				
Instruction and departmental research	8,122	26,798,350	8,054	26,768,604
Separately budgeted research		3,872,008		4,159,243
Public service		545,791		740,506
Academic support		14,532,045		15,246,663
Student services		429,258		341,904
Institutional support		12,265,014		7,754,591
Operation and maintenance of plant		1,332,600		1,196,143
Scholarships and fellowships		22,245,584		22,785,041
Loans	17,565,242		17,342,965	
Auxiliaries		192,659		207,133
Unrestricted	(171,113,973)	5,819,559	101,773,611	7,643,781
Total net position	121,884,912	132,821,819	389,968,220	129,979,392
Total liabilities, deferred inflows, and net position	\$ 560,021,901	\$ 137,403,057	\$ 570,825,026	\$ 134,718,436

See Accompanying Notes to Financial Statements

**WRIGHT STATE UNIVERSITY**  
**Statements of Revenues, Expenses, and Changes in Net Position**  
**For the Years Ended June 30, 2015 and 2014**

	2015		2014	
	University	Foundation	University	Foundation
<b>OPERATING REVENUES</b>				
Student tuition and fees (net of scholarship allowances of \$42,595,000 in 2015 and \$39,258,000 in 2014)	\$ 150,582,031	\$	\$ 144,231,135	\$
Federal grants and contracts	29,043,070		29,312,603	
State grants and contracts	4,009,806		6,249,209	
Local grants and contracts	300,599		347,075	
Nongovernmental grants and contracts	30,491,789		37,006,335	
Sales and services	5,570,593		5,883,282	
Auxiliary enterprises sales (net of scholarship allowances of \$2,271,000 in 2015 and \$1,958,000 in 2014)	10,481,929		9,914,712	
Gifts and contributions		11,572,187		9,487,402
Other operating revenues	2,984,769		2,939,971	
<b>Total operating revenues</b>	<b>233,464,586</b>	<b>11,572,187</b>	<b>235,884,322</b>	<b>9,487,402</b>
<b>OPERATING EXPENSES</b>				
Educational and general:				
Instruction and departmental research	142,835,248		138,327,312	
Separately budgeted research	32,992,379		32,452,899	
Public service	16,994,932		16,547,495	
Academic support	42,463,976		52,294,198	
Student services	23,001,854		21,018,558	
Institutional support	37,150,009	1,464,991	36,341,106	678,448
Operation and maintenance of plant	23,852,758		23,953,747	
Scholarships and fellowships	21,016,542		20,714,859	
Total educational and general	340,307,698	1,464,991	341,650,174	678,448
Auxiliary enterprises	20,988,375		21,052,874	
Depreciation	20,948,678	116,887	21,479,211	67,842
<b>Total operating expenses</b>	<b>382,244,751</b>	<b>1,581,878</b>	<b>384,182,259</b>	<b>746,290</b>
<b>Operating (loss) income</b>	(148,780,165)	9,990,309	(148,297,937)	8,741,112
<b>NONOPERATING REVENUES (EXPENSES):</b>				
State appropriations	85,982,652		85,147,583	
Federal grants	22,776,829		22,701,440	
State grants	3,342,629		3,419,479	
Gifts	9,110,129		7,351,158	
Investment income (net of investment expenses of \$511,000 in 2015 and \$201,000 in 2014 for WSU and \$726,254 in 2015 and \$702,031 in 2014 for Foundation)	4,304,237	2,667,657	17,550,178	13,311,050
Interest on capital asset-related debt	(3,176,637)		(3,401,986)	
Payments to Wright State University		(9,815,539)		(8,027,733)
Other nonoperating (expenses)	(2,037,468)		(690,272)	
Net nonoperating revenues before capital appropriations and capital grants	120,302,371	(7,147,882)	132,077,580	5,283,317
Capital appropriations from the State of Ohio	5,505,336		8,319,099	
Capital grants and gifts	947,537		4,630,336	
<b>Total nonoperating revenues (net)</b>	<b>126,755,244</b>	<b>(7,147,882)</b>	<b>145,027,015</b>	<b>5,283,317</b>
<b>(Decrease) increase in net position</b>	<b>(22,024,921)</b>	<b>2,842,427</b>	<b>(3,270,922)</b>	<b>14,024,429</b>
<b>NET POSITION</b>				
Net position - beginning of year	389,968,220	129,979,392	393,239,142	115,954,963
Effect of adoption of GASB 68	(246,058,387)			
Net position - beginning of year, as restated	143,909,833			
<b>Net position - end of year</b>	<b>\$ 121,884,912</b>	<b>\$ 132,821,819</b>	<b>\$ 389,968,220</b>	<b>\$ 129,979,392</b>

See Accompanying Notes to Financial Statements