



Unaudited Financial Statements
For the Years Ended June 30, 2016 and 2015

COLLEGE OF SOUTHERN NEVADA
STATEMENTS OF NET POSITION
Unaudited

| | CSN | | Foundation | |
|---|-----------------------|-----------------------|---------------------|---------------------|
| | 2016 | 2015 | 2016 | 2015 |
| ASSETS | | | | |
| Current Assets | | | | |
| Cash and cash equivalents | \$ 8,936,000 | \$ 9,647,000 | \$ 111,000 | \$ 22,000 |
| Restricted cash and cash equivalents | - | - | 202,000 | 297,000 |
| Short-term investments | 45,181,000 | 49,143,000 | 2,960,000 | 3,457,000 |
| Accounts receivable, net | 4,829,000 | 5,418,000 | - | - |
| Receivable from U.S. Government | 1,847,000 | 1,486,000 | - | - |
| Receivable from State of Nevada | 278,000 | 35,000 | - | - |
| Current portion of loans receivable, net | - | - | 1,000 | 1,000 |
| Inventories | 389,000 | 410,000 | - | - |
| Deposits | 1,414,000 | 1,074,000 | 17,000 | 39,000 |
| Current portion of pledges receivable, net | - | - | 72,000 | 40,000 |
| Total Current Assets | <u>62,874,000</u> | <u>67,213,000</u> | <u>3,363,000</u> | <u>3,856,000</u> |
| Noncurrent Assets | | | | |
| Cash held by State Treasurer | 247,000 | - | - | - |
| Restricted cash and cash equivalents | 3,571,000 | 3,320,000 | - | - |
| Receivable from State of Nevada | 145,000 | - | - | - |
| Endowment investments | 5,636,000 | 5,813,000 | 2,613,000 | 2,409,000 |
| Deposits | 44,000 | 58,000 | - | - |
| Loans receivable, net | - | - | 30,000 | 30,000 |
| Capital assets, net | 195,280,000 | 201,864,000 | - | - |
| Pledges receivable, net | - | - | 9,000 | 39,000 |
| Total Noncurrent Assets | <u>204,923,000</u> | <u>211,055,000</u> | <u>2,652,000</u> | <u>2,478,000</u> |
| Total Assets | <u>267,797,000</u> | <u>278,268,000</u> | <u>6,015,000</u> | <u>6,334,000</u> |
| DEFERRED OUTFLOWS OF RESOURCES | | | | |
| Pension related | 5,232,000 | 4,256,000 | - | - |
| Total Deferred Outflows of Resources | <u>5,232,000</u> | <u>4,256,000</u> | <u>-</u> | <u>-</u> |
| LIABILITIES | | | | |
| Current Liabilities | | | | |
| Accounts payable | 3,465,000 | 3,561,000 | 82,000 | 31,000 |
| Accrued payroll and related liabilities | 9,068,000 | 9,289,000 | - | - |
| Current portion of unemployment insurance and workers' compensation liability | 584,000 | 489,000 | - | - |
| Current portion of compensated absences | 2,634,000 | 2,530,000 | - | - |
| Current portion of long term debt | 971,000 | 953,000 | - | - |
| Accrued interest payable | 11,000 | 13,000 | - | - |
| Unearned revenue | 4,577,000 | 4,987,000 | - | - |
| Funds held in trust for others | 415,000 | 434,000 | - | - |
| Other current liabilities | - | 52,000 | - | - |
| Total Current Liabilities | <u>21,725,000</u> | <u>22,308,000</u> | <u>82,000</u> | <u>31,000</u> |
| Noncurrent Liabilities | | | | |
| Compensated absences | 1,449,000 | 1,469,000 | - | - |
| Long term debt | 6,223,000 | 7,194,000 | - | - |
| Net Pension Liability | 46,142,000 | 42,133,000 | - | - |
| Total Noncurrent Liabilities | <u>53,814,000</u> | <u>50,796,000</u> | <u>-</u> | <u>-</u> |
| Total Liabilities | <u>75,539,000</u> | <u>73,104,000</u> | <u>82,000</u> | <u>31,000</u> |
| DEFERRED INFLOWS OF RESOURCES | | | | |
| Pension related | 8,683,000 | 12,331,000 | - | - |
| Total Deferred Inflows of Resources | <u>8,683,000</u> | <u>12,331,000</u> | <u>-</u> | <u>-</u> |
| NET ASSETS CONSIST OF: | | | | |
| Invested in capital assets, net of related debt | \$ 195,280,000 | \$ 201,864,000 | \$ - | \$ - |
| Restricted - Nonexpendable | 2,445,000 | 2,442,000 | 2,643,000 | 2,440,000 |
| Restricted - Expendable - Scholarships, research and instruction | 6,799,000 | 7,186,000 | 2,120,000 | 2,681,000 |
| Restricted - Expendable - Capital projects | 3,963,000 | 3,320,000 | - | - |
| Unrestricted | (19,680,000) | (17,723,000) | 1,170,000 | 1,182,000 |
| Total | <u>\$ 188,807,000</u> | <u>\$ 197,089,000</u> | <u>\$ 5,933,000</u> | <u>\$ 6,303,000</u> |

COLLEGE OF SOUTHERN NEVADA
STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
Unaudited

| | CSN | | Foundation | |
|---|-----------------------|-----------------------|---------------------|---------------------|
| | 2016 | 2015 | 2016 | 2015 |
| REVENUES | | | | |
| Operating Revenues | | | | |
| Student tuition and fees (net of scholarship allowances of \$19,042,000 and \$22,535,000) | \$ 45,753,000 | \$ 44,516,000 | \$ - | \$ - |
| Federal grants and contracts | 5,534,000 | 5,123,000 | - | - |
| State grants and contracts | 2,569,000 | 2,352,000 | - | - |
| Other grants and contracts | 5,000 | - | - | - |
| Sales and services of educational departments | 1,493,000 | 1,795,000 | - | - |
| Sales and services of auxiliary enterprises | 2,022,000 | 1,996,000 | - | - |
| Foundation gifts and contributions | - | - | 899,000 | 583,000 |
| Other operating revenues | 486,000 | 690,000 | 94,000 | 93,000 |
| Total operating revenues | 57,862,000 | 56,472,000 | 993,000 | 676,000 |
| EXPENSES | | | | |
| Operating Expenses | | | | |
| Employee compensation and benefits | 118,880,000 | 115,048,000 | 328,000 | 279,000 |
| Utilities | 3,241,000 | 3,464,000 | - | - |
| Supplies and services | 38,892,000 | 43,201,000 | 207,000 | 594,000 |
| Scholarships and fellowships | 29,672,000 | 32,597,000 | - | - |
| Depreciation | 11,905,000 | 11,444,000 | - | - |
| Total operating expenses | 202,590,000 | 205,754,000 | 535,000 | 873,000 |
| Operating income (loss) | (144,728,000) | (149,282,000) | 458,000 | (197,000) |
| NONOPERATING REVENUES (EXPENSES) | | | | |
| State appropriations | 90,479,000 | 86,454,000 | - | - |
| Net transfers to System Administration | 1,103,000 | 1,799,000 | - | - |
| Gifts (including \$484,000 and \$487,000 from Foundation) | 527,000 | 493,000 | - | - |
| Investment income | 10,000 | 190,000 | (132,000) | 34,000 |
| Gain (loss) on disposal of plant assets | (10,000) | (46,000) | - | - |
| Interest on capital asset-related debt | (107,000) | (67,000) | - | - |
| Federal grants and contracts | 41,750,000 | 49,242,000 | - | - |
| Payments to CSN | - | - | (723,000) | (599,000) |
| Net nonoperating revenues (expenses) | 133,752,000 | 138,065,000 | (855,000) | (565,000) |
| Income (loss) before other revenues, expenses, gains or losses | (10,976,000) | (11,217,000) | (397,000) | (762,000) |
| State appropriation restricted for capital purposes | 2,271,000 | - | - | - |
| Capital grants and gifts (including \$236,000 and \$86,000 from Foundation) | 236,000 | 86,000 | - | - |
| Additions to permanent endowments (including \$3,000 and \$26,000 from Foundation) | 187,000 | 26,000 | 27,000 | 15,000 |
| Total other revenues | 2,694,000 | 112,000 | 27,000 | 15,000 |
| Increase (decrease) in net assets | (8,282,000) | (11,105,000) | (370,000) | (747,000) |
| Net assets - beginning of year as originally reported | 197,089,000 | 257,192,000 | 6,303,000 | 7,050,000 |
| Correction of an error, Contributions receivable | - | (48,998,000) | - | - |
| Net assets - beginning of year as restated | 197,089,000 | 208,194,000 | 6,303,000 | 7,050,000 |
| Net assets - end of year | \$ 188,807,000 | \$ 197,089,000 | \$ 5,933,000 | \$ 6,303,000 |

COLLEGE OF SOUTHERN NEVADA
STATEMENT OF CASH FLOWS
Unaudited

| | CSN | |
|---|----------------------|----------------------|
| | 2016 | 2015 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Tuition and fees | \$ 45,961,000 | \$ 43,079,000 |
| Grants and contracts | 7,881,000 | 8,380,000 |
| Payments to suppliers | (39,245,000) | (43,088,000) |
| Payments for utilities | (3,289,000) | (3,485,000) |
| Payments for compensation and benefits | (119,539,000) | (112,628,000) |
| Payments for scholarships and fellowships | (29,672,000) | (32,597,000) |
| Sales and services of auxiliary enterprises | 2,022,000 | 1,996,000 |
| Sales and services of educational departments | 1,496,000 | 1,746,000 |
| Other receipts | 486,000 | 691,000 |
| Net cash used by operating activities | <u>(133,899,000)</u> | <u>(135,906,000)</u> |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES | | |
| State appropriations | 90,479,000 | 86,454,000 |
| Net transfers from (to) System Administration | 1,103,000 | 1,799,000 |
| Gifts and grants for other than capital purposes | 116,000 | 370,000 |
| Gifts for endowment purposes | 188,000 | 26,000 |
| Receipts under federal student loan program | 24,231,000 | 50,331,000 |
| Disbursements under federal student loan program | (24,333,000) | (50,274,000) |
| Agency transactions | (16,000) | (66,000) |
| Federal grants and contracts | 41,391,000 | 48,713,000 |
| Net cash provided by noncapital financing activities | <u>133,159,000</u> | <u>137,353,000</u> |
| CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES | | |
| Capital appropriations | 2,125,000 | 322,000 |
| Purchase of capital assets | (4,697,000) | (11,121,000) |
| Proceeds from the sale of property and equipment | 11,000 | 2,000 |
| Principal paid on capital debt and leases | (953,000) | (935,000) |
| Interest paid on capital debt and leases | (109,000) | (68,000) |
| Net cash used by capital financing activities | <u>(3,623,000)</u> | <u>(11,800,000)</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Proceeds from sales and maturities of investments | 10,981,000 | 9,785,000 |
| Purchase of investments | (8,003,000) | (3,648,000) |
| Interest and dividends on investments | 1,079,000 | 1,883,000 |
| Net increase in cash equivalents, non current investments | 93,000 | (67,000) |
| Net cash provided by investing activities | <u>4,150,000</u> | <u>7,953,000</u> |
| Net increase (decrease) in cash and cash equivalents | (213,000) | (2,400,000) |
| Cash and cash equivalents - beginning of the year | 12,967,000 | 15,367,000 |
| Cash and cash equivalents - end of the year | <u>\$ 12,754,000</u> | <u>\$ 12,967,000</u> |

| | CSN | |
|---|-------------------------|-------------------------|
| | 2016 | 2015 |
| RECONCILIATION OF NET OPERATING LOSS TO NET CASH USED BY OPERATING REVENUES: | | |
| Operating loss | (\$144,728,000) | (\$149,282,000) |
| Adjustments to reconcile net loss to net cash used by operating activities: | | |
| Supplies expense related to non-cash gifts | 411,000 | 123,000 |
| Depreciation expense | 11,905,000 | 11,444,000 |
| Change in pension related deferred outflows of resources | (977,000) | (95,000) |
| Change in pension related deferred inflows of resources | (3,648,000) | 12,331,000 |
| Changes in assets and liabilities: | | |
| Receivables, net | 589,000 | (1,867,000) |
| Receivables from U.S. Government | (28,000) | 804,000 |
| Receivables from State of Nevada | (243,000) | 101,000 |
| Inventories | 21,000 | 51,000 |
| Deposits | (327,000) | (73,000) |
| Accounts payable | (505,000) | (8,000) |
| Accrued payroll and related liabilities | (221,000) | 941,000 |
| Accrued unemployment and workers' compensation insurance | 94,000 | 73,000 |
| Deferred revenue | (334,000) | 382,000 |
| Compensated absences | 83,000 | 194,000 |
| Net pension liability | 4,009,000 | (11,025,000) |
| Net cash used by operating activities | <u>\$ (133,899,000)</u> | <u>\$ (135,906,000)</u> |

| | | |
|--|---------------------|-------------------|
| NON CASH TRANSACTIONS | | |
| Loss on disposal of assets | \$ 20,000 | \$ 49,000 |
| Capital assets acquired by gift | <u>\$ 236,000</u> | <u>\$ 86,000</u> |
| Fixed assets acquired by incurring accounts payable | <u>\$ 1,172,000</u> | <u>\$ 764,000</u> |
| Fixed assets acquired by incurring capital lease obligations | <u>\$ -</u> | <u>\$ -</u> |
| Unrealized gain (loss) on investments | <u>\$ -</u> | <u>\$ -</u> |