

**THE CORPORATION OF HAVERFORD COLLEGE**  
**FINANCIAL STATEMENTS**  
**YEARS ENDED JUNE 30, 2024 AND 2023**



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## INDEPENDENT AUDITORS' REPORT

Board of Managers  
The Corporation of Haverford College  
Haverford, Pennsylvania

### **Report on the Audit of the Financial Statements**

#### ***Opinion***

We have audited the accompanying financial statements of The Corporation of Haverford, which comprise the statements of financial position as of June 30, 2024 and 2023, and the related statements of activities and changes in net assets, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Corporation of Haverford as of June 30, 2024 and 2023, and the results of its changes in net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinion***

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of The Corporation of Haverford and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about The Corporation of Haverford's ability to continue as a going concern for one year after the date the financial statements are available to be issued.

***Auditors' Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.


In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of The Corporation of Haverford's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about The Corporation of Haverford's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

**Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The financial responsibility ratio supplemental schedule is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.



**CliftonLarsonAllen LLP**

King of Prussia, Pennsylvania  
November 5, 2024

**THE CORPORATION OF HAVERFORD COLLEGE**  
**STATEMENTS OF FINANCIAL POSITION**  
**JUNE 30, 2024 AND 2023**  
(DOLLARS IN THOUSANDS)

<b>Assets</b>	<b>June 30, 2024</b>	<b>June 30, 2023</b>
1 Cash and cash equivalents	\$ 5,883	\$ 5,975
2 Short-term investments	22,427	22,653
3 Accounts receivable, net	2,660	3,292
4 Inventories, prepaid expenses, and other assets	2,545	2,375
5 Student loans receivable, net	122	167
6 Interest rate swap asset	585	-
7 Contributions receivable, net	26,730	2,220
8 Investments	702,245	643,196
9 Planned giving agreements	9,763	10,460
10 Assets held in trust by others	4,259	4,182
11 Plant and equipment, net	185,626	188,846
12 <b>Total Assets</b>	<b>\$ 962,845</b>	<b>\$ 883,366</b>
<b>Liabilities</b>		
13 Accounts payable and accrued expenses	\$ 6,498	\$ 6,022
14 Deposits and deferred revenues	3,547	1,765
15 Federal student loan advances	62	71
16 Interest rate swap liabilities	-	912
17 Liabilities under planned giving agreements	5,611	5,931
18 Liabilities under the measey trust	4,279	4,177
19 Bonds and notes payable	136,312	139,398
20 Other liabilities	1,056	1,063
21 <b>Total Liabilities</b>	<b>157,365</b>	<b>159,339</b>
<b>Net Assets</b>		
22 Without donor restrictions	224,970	213,938
23 With donor restrictions	580,510	510,089
24 <b>Total Net Assets</b>	<b>805,480</b>	<b>724,027</b>
25 <b>Total Liabilities and Net Assets</b>	<b>\$ 962,845</b>	<b>\$ 883,366</b>

See accompanying Notes to Financial Statements.

**THE CORPORATION OF HAVERFORD COLLEGE**  
**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS**  
**YEAR ENDED JUNE 30, 2024**  
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2023)  
(DOLLARS IN THOUSANDS)

	Without Donor Restrictions	With Donor Restrictions	Total 2024	Total 2023
<b>Operating</b>				
<b>Revenues:</b>				
1 Tuition and fees	\$ 98,666	\$ -	\$ 98,666	\$ 92,418
2 Room and board	22,075	-	22,075	22,211
3 Gross student revenue	120,741	-	120,741	114,629
4 Less student financial aid	(41,045)	-	(41,045)	(36,896)
5 Net student revenue	79,696	-	79,696	77,733
6 Private gifts and grants	5,608	3,233	8,841	13,871
7 Government grants and contracts	2,435	-	2,435	2,764
8 Auxiliary enterprises	2,447	-	2,447	2,990
9 Other income	3,326	61	3,387	2,461
10 Investment return appropriated for spending	16,241	13,858	30,099	27,243
11 Total revenues	109,753	17,152	126,905	127,062
12 Net assets released from restrictions	17,386	(17,386)	-	-
13 <b>Total Operating Revenues</b>	<b>127,139</b>	<b>(234)</b>	<b>126,905</b>	<b>127,062</b>
<b>Expenses</b>				
14 Salaries and benefits	74,895	-	74,895	68,077
15 Operating expenses	36,732	-	36,732	40,368
16 Depreciation	9,776	-	9,776	9,595
17 Interest on indebtedness	5,774	-	5,774	5,992
18 <b>Total Operating Expenses</b>	<b>127,177</b>	<b>-</b>	<b>127,177</b>	<b>124,032</b>
19 <b>Increase (Decrease) in Net Assets from Operating Activities</b>	<b>(38)</b>	<b>(234)</b>	<b>(272)</b>	<b>3,030</b>
<b>Nonoperating</b>				
20 Capital, endowment, and planned gifts	772	7,234	8,006	3,806
21 Net change in contributions receivable	-	24,510	24,510	(208)
22 Change in life income funds	455	668	1,123	1,071
23 Net earnings on endowment in excess of spending policy	8,021	38,592	46,613	19,651
24 Change in interest rate swap liabilities	1,498	-	1,498	2,712
25 Other	(25)	-	(25)	(1)
26 Net assets released from restriction and transfers	349	(349)	-	-
27 <b>Increase in Net Assets from Nonoperating Activities</b>	<b>11,070</b>	<b>70,655</b>	<b>81,725</b>	<b>27,031</b>
28 <b>Total Increase in Net Assets</b>	<b>11,032</b>	<b>70,421</b>	<b>81,453</b>	<b>30,061</b>
29 <b>Beginning Net Assets</b>	<b>213,938</b>	<b>510,089</b>	<b>724,027</b>	<b>693,966</b>
30 <b>Ending Net Assets</b>	<b>\$ 224,970</b>	<b>\$ 580,510</b>	<b>\$ 805,480</b>	<b>\$ 724,027</b>

See accompanying Notes to Financial Statements.

**THE CORPORATION OF HAVERFORD COLLEGE**  
**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS**  
**YEAR ENDED JUNE 30, 2023**  
(DOLLARS IN THOUSANDS)

	Without Donor Restrictions	With Donor Restrictions	Total
<b>Operating</b>			
<b>Revenues:</b>			
1 Tuition and fees	\$ 92,418	\$ -	\$ 92,418
2 Room and board	22,211	-	22,211
3 Gross student revenue	114,629	-	114,629
4 Less student financial aid	(36,896)	-	(36,896)
5 Net student revenue	77,733	-	77,733
6 Private gifts and grants	10,838	3,033	13,871
7 Government grants and contracts	2,764	-	2,764
8 Auxiliary enterprises	2,990	-	2,990
9 Other income	2,458	3	2,461
10 Investment return appropriated for spending	15,580	11,663	27,243
11 Total revenues	112,363	14,699	127,062
12 Net assets released from restrictions	15,658	(15,658)	-
13 <b>Total Operating Revenues</b>	<b>128,021</b>	<b>(959)</b>	<b>127,062</b>
<b>Expenses</b>			
14 Salaries and benefits	68,077	-	68,077
15 Operating expenses	40,368	-	40,368
16 Depreciation	9,595	-	9,595
17 Interest on indebtedness	5,992	-	5,992
18 <b>Total Operating Expenses</b>	<b>124,032</b>	<b>-</b>	<b>124,032</b>
19 <b>Increase (Decrease) in Net Assets from Operating Activities</b>	<b>3,989</b>	<b>(959)</b>	<b>3,030</b>
<b>Nonoperating</b>			
20 Capital, endowment, and planned gifts	78	3,728	3,806
21 Net change in contributions receivable	-	(208)	(208)
22 Change in life income funds	355	716	1,071
23 Net earnings on endowment in excess of spending policy	1,486	18,165	19,651
24 Change in interest rate swap liabilities	2,712	-	2,712
25 Other	(742)	741	(1)
26 Net assets released from restriction and transfers	389	(389)	-
27 <b>Increase in Net Assets from Nonoperating Activities</b>	<b>4,278</b>	<b>22,753</b>	<b>27,031</b>
28 <b>Total Increase in Net Assets</b>	<b>8,267</b>	<b>21,794</b>	<b>30,061</b>
29 <b>Beginning Net Assets</b>	<b>205,671</b>	<b>488,295</b>	<b>693,966</b>
30 <b>Ending Net Assets</b>	<b>\$ 213,938</b>	<b>\$ 510,089</b>	<b>\$ 724,027</b>

See accompanying Notes to Financial Statements.



**THE CORPORATION OF HAVERFORD COLLEGE**  
**STATEMENTS OF CASH FLOWS**  
**YEARS ENDED JUNE 30, 2024 AND 2023**  
(DOLLARS IN THOUSANDS)

	Year ended June 30, 2024	Year ended June 30, 2023
<b>Cash Flows from Operating Activities</b>		
1 <b>Change in Net Assets</b>	<b>\$ 81,453</b>	<b>\$ 30,061</b>
2 Adjustments to reconcile changes in net assets to net cash provided by (used in) operating activities:		
3 Depreciation	9,776	9,595
4 Amortization of bond premium and cost	(370)	(370)
5 Accretion expense	22	33
6 Decrease in allowance for bad debts	76	7
7 Lease forgiveness	(26)	(26)
8 Net realized and unrealized gains	(74,786)	(44,210)
9 Actuarial change in life income obligations	(374)	(733)
10 (Gain) on disposal of plant and equipment	(4)	51
11 Contributions restricted for long-term investment	(6,087)	(76)
12 Change in fair value of swap liabilities	(1,498)	(2,712)
13 (Increase) Decrease in accounts receivable, inventories, prepaids, and other assets	253	(653)
14 (Increase) Decrease in contributions receivable, net	(24,510)	208
15 Increase in accounts payable, accrued expenses, deposits, and deferred revenue	2,159	1,111
16 <b>Net cash used by operating activities</b>	<b>(13,916)</b>	<b>(7,714)</b>
<b>Cash Flows from Investing Activities</b>		
17 Purchases of investments	(18,180)	(399,739)
18 Sales of investments	34,590	419,840
19 Change in short term investments	225	(2,280)
20 Purchases of plant and equipment	(6,391)	(6,256)
21 Proceeds from the sale of plant and equipment	40	1
22 Issuance of faculty home assistance loans	(99)	-
23 Payments on student loans, employee mortgages, and faculty home assistance loans	268	(31)
24 <b>Net cash provided by investing activities</b>	<b>10,453</b>	<b>11,535</b>
<b>Cash Flows from Financing Activities</b>		
25 Contributions restricted for long-term investment	6,087	76
26 Repayments on bonds payable	(2,716)	(2,531)
27 <b>Net cash provided (used) by financing activities</b>	<b>3,371</b>	<b>(2,455)</b>
28 <b>Net increase in cash and cash equivalents</b>	<b>(92)</b>	<b>1,366</b>
29 <b>Cash and cash equivalents at beginning of year</b>	<b>5,975</b>	<b>4,609</b>
30 <b>Cash and cash equivalents at end of year</b>	<b>\$ 5,883</b>	<b>\$ 5,975</b>
<b>Supplemental disclosure of cash flow information</b>		
31 Cash paid for interest	\$ 6,329	\$ 6,329
32 Accounts payable for capital projects	\$ 200	\$ 262

See accompanying Notes to Financial Statements.

**THE CORPORATION OF HAVERFORD COLLEGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024 AND 2023**  
**(DOLLARS IN THOUSANDS)**

**NOTE 1 NATURE OF THE ORGANIZATION**

The Corporation of Haverford College (the College), founded in 1833, is a coeducational, private, highly selective, leading liberal arts college located principally in Haverford, Pennsylvania. The campus has approximately 200 acres of award-winning architecture and landscaping, more than 50 academic, athletic, and residential buildings, and a nationally recognized arboretum. The College attracts a diverse student body of more than 1,300 full-time undergraduates from independent and public schools across the United States, Puerto Rico, and throughout the world.

The College is a nonprofit corporation that is exempt from federal income tax as described in Section 501(c)(3) of the Internal Revenue Code (IRC), and, as such, is subject to income taxes only to the extent of unrelated business income.

More information regarding the College's educational activities can be obtained from the College's website at [www.haverford.edu](http://www.haverford.edu).

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the College have been prepared on the accrual basis of accounting, in accordance with accounting principles generally accepted in the United States of America (GAAP).

**Net Assets Classes**

The accompanying financial statements present information regarding the College's financial position and activities according to two classes of net assets: without donor restrictions and with donor restrictions.

Without donor restrictions: net assets are not subject to donor stipulations restricting their use but may be designated for specific purposes by the College or may be limited by contractual agreements with outside parties.

With donor restrictions: net assets are subject to donor stipulations that expire with the passage of time, can be fulfilled by actions pursuant other stipulations, or which may be perpetual.

Changes in net assets are classified as operating and nonoperating. Nonoperating changes in net assets are: 1) net realized and unrealized gains and losses on endowment and similar assets, less amounts distributed for operating purposes 2) capital, endowment, and planned gifts 3) the change in market value of interest rate swap agreements 4) the changes in values of split interest agreements and 5) reclassifications of net assets received in prior periods.

**THE CORPORATION OF HAVERFORD COLLEGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024 AND 2023**  
**(DOLLARS IN THOUSANDS)**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Cash and Cash Equivalents**

Cash equivalents consist of cash in banks and highly liquid investments with original maturities of three months or less unless held for meeting restrictions of a capital or endowment nature. The College maintains its cash and cash equivalents with high credit quality financial institutions, which deposit amounts typically exceed the federally insured limits. The College has not experienced any losses on such accounts and believes it is not unreasonably exposed to significant credit risk on cash and cash equivalents.

**Investments**

Investments are stated at fair value. Net appreciation (depreciation) in the fair value of investments, which consists of the realized gains or losses and the unrealized appreciation (depreciation) on those investments, is shown in the statements of activities. Realized gains and losses upon the sale of investments are calculated using the specific identification method as of the trade date.

Alternative investments consist of those investments which are not valued based upon a quoted market price and include nonmarketable assets. These funds invest in various partnership interests, managed accounts, and other vehicles to generate investment return. These funds are reported at their net asset value as reported by fund managers. The amount represents the College's proportionate interest in the capital of the invested funds.

**Accounts Receivable and Student Loans Receivable**

The College's accounts receivable and student loans receivable includes accrued interest income, amounts due from students, federal and other grants and contracts and other miscellaneous receivables which are recorded at estimated net realizable value.

The College offers noninterest payment plans to students and collateral is not required. Amounts are generally due at the beginning of the semester. The College's policy for determining when an account is past due or delinquent is when the account is more than 90 days past due and the College will initiate certain actions on past due accounts. The measurement of expected credit losses encompasses information about historical events, current conditions, and reasonable and supportable forecasts. Historical credit loss experience provides the basis for the estimation of expected credit losses. Qualitative adjustments to historical loss information are made for changes in economic conditions, such as changes in interest rates, unemployment rates, and inflation. The tuition and other accounts receivable balance is net of an allowance for credit losses.

**Assets Held in Trust by Others**

Perpetual trusts held by others are funds held by outside trusts for the benefit of the College in accordance with the terms of the irrevocable trusts. These funds are neither in the possession, nor under the control, of the College. The terms of the trusts provide that the College is to receive annually, all or a portion of the income earned by the funds that are held in trust. The present value of the estimated future cash flows from the trusts are recognized as assets and gift income at the date the trusts are established. Distributions from the trusts are recorded as investment income and the carrying value of the assets is adjusted for changes in the estimates of future cash receipts.

**THE CORPORATION OF HAVERFORD COLLEGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024 AND 2023**  
**(DOLLARS IN THOUSANDS)**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Plant and Equipment**

Plant and equipment are stated at cost less accumulated depreciation. Depreciation is computed on the straight-line method over the estimated useful lives of the assets (15 to 20 years for land improvements and building improvements, 20 to 50 years for buildings, 4 to 15 years for equipment, and 10 years for library books). Expenditures for new equipment greater than \$5 are capitalized, while construction for major renewals and replacements are capitalized over \$20. The College owns approximately 200 acres of land that are carried on the books at no cost. Works of art, historical treasures, and similar assets have been recognized at their estimated fair value based upon appraisals or similar valuations at the time of gift. Works of art, historical treasures, and similar assets are not subject to depreciation.

**Capitalized Interest**

The College capitalizes interest costs incurred on debt during the construction of major projects exceeding one year.

**Leases**

The College determines if an arrangement is a lease at inception. Operating leases are included as operating lease right-of-use, or ROU, assets, operating lease liabilities, short-term, and operating lease liabilities, long-term, on the College's statement of financial position. Finance leases are included as finance lease ROU assets, finance lease liabilities, short-term and finance lease liabilities, long-term on the College's statement of financial position.

The College utilizes a capitalization policy to determine whether a right-of-use asset and related lease liability is recorded on the statement of financial position. Under this policy, any lease with lifetime payments exceeding \$500 will be capitalized in accordance with Accounting Standards Codification (ASC) 842. Leases were immaterial and did not have impact the overall financial statements.

**Deferred Revenues**

Deferred revenue represents revenues collected but not yet earned as of the end of the fiscal year. This is primarily composed of revenue from summer camps and programs and advanced receipts of conditional contributions.

**Planned Giving Arrangements**

Planned giving agreements (planned gifts) are life income and other split-interest agreements with donors in which the College serves as trustee or otherwise controls the assets. Assets are invested and distributions are made to beneficiaries and the College in accordance with the respective agreements.

Liabilities under planned giving agreements represent the present value of the estimated future distributions to beneficiaries over the terms of the agreements. Investment gains and losses, and gains and losses associated with changes in the estimates of future distributions to beneficiaries, are included in change in life income funds.

**THE CORPORATION OF HAVERFORD COLLEGE**  
**NOTES TO FINANCIAL STATEMENTS**  
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**(DOLLARS IN THOUSANDS)**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Conditional Asset Retirement Obligations**

In other liabilities, the College has recorded conditional asset retirement obligations associated with the legally required removal and disposal of certain hazardous materials, primarily asbestos, present in its facilities. When an asset retirement obligation is identified, the College records the fair value of the obligation as a liability. The fair value of the obligation is also capitalized as property and equipment and then amortized over the estimated remaining useful life of the associated asset. The fair value of the conditional asset retirement obligation is estimated using a probability weighted, discounted cash flow model. The present value of the future estimated cash flows is calculated using the credit adjusted, interest rate applicable to the College in order to determine the fair value of the conditional asset retirement obligations.

**Student Tuition, Fees, Room and Board**

The College recognizes revenue from student tuition, fees, room and board within the fiscal year in which the academic services are rendered. Institutional aid reduces the published price of tuition and room and board for students receiving such aid. As such, institutional aid is a tuition discount and indicates the difference between the stated charges and the amount that is billed to the student and/or third parties on behalf of the student.

**Sponsored Projects**

The College is awarded funding from external sources such as a federal agency or private organization for sponsored projects. This funding could either signify a reciprocal (exchange) or a nonreciprocal (nonexchange) transaction. In an exchange transaction, both the College and the sponsor receives and gives up nearly equal value. In a nonexchange transaction, the resources provided by the sponsor could be for the benefit of the College, to further the sponsor's mission, or the general public.

The revenue from exchange transactions is recognized as performance obligations are satisfied, which is often as allowable costs are incurred. The revenue from nonexchange transactions (conditional contributions) is generally subject to the following two conditions: 1) a barrier that must be overcome before the College is entitled to the funding promised and 2) a right of return of the funding provided by the sponsor or a right of release from the sponsor's obligation to provide the funding promised if the barrier is not successfully overcome.

**Contributions and Contributions Receivable**

Contributions from donors, including contributions receivable (unconditional promises to give), are recorded as revenues in the year received. Noncash contributions are valued using quoted market prices, market prices for similar assets or independent appraisals. Contributions receivable are reported at their discounted value using credit-adjusted borrowing rates and an allowance for amounts estimated to be uncollectible. Donor-restricted contributions, which are received and either spent, or deemed spent, within the same year, are reported as revenue without donor restrictions.

**THE CORPORATION OF HAVERFORD COLLEGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024 AND 2023**  
**(DOLLARS IN THOUSANDS)**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Contributions and Contributions Receivable (Continued)**

Contributions of long-lived assets with no donor-imposed time restrictions are reported as revenue without donor restrictions in the year received. Contributions restricted to the acquisition or construction of long-lived assets or subject to other time or purpose restrictions are reported as revenue with donor restrictions. The donor-restricted net assets resulting from these contributions are released to net assets without donor restrictions when the donor-imposed restrictions are fulfilled or the assets are placed in service. Contributions received for endowment investment are held in perpetuity and recorded as revenue with donor restrictions.

**Expenses**

Expenses are recorded when incurred in accordance with the accrual basis of accounting.

**Fair Value of Investments and Other Financial Instruments**

The College applies the provision of Financial Accounting Standards Board (FASB) ASC 820, *Fair Value Measurements*, which defines fair value as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date.

The following describes the hierarchy of inputs used to measure fair value and the primary valuation methodologies used by the College for financial instruments measured at fair value on a recurring basis. The three levels of inputs are as follows:

*Level 1* – Quoted prices in active markets for identical assets or liabilities.

*Level 2* – Inputs other than Level 1 that are observable, either directly or indirectly, such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the same term of the assets or liabilities.

*Level 3* – Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities. Level 3 investments are valued by the College based upon valuation information received from the relevant entity which may include last trade information, third-party appraisals of real estate, or valuations prepared by custodians for assets held in trusts by other trustees where the College is named as a beneficiary. This may also utilize industry standard valuation techniques, including discounted cash flow models. Significant increases or decreases in these inputs in isolation may result in a significantly lower or higher fair value measurement, respectively.

A financial instrument's categorization within the valuation hierarchy is based upon the lowest level of input that is significant to the fair value measurement.

**THE CORPORATION OF HAVERFORD COLLEGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024 AND 2023**  
**(DOLLARS IN THOUSANDS)**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Fair Value of Investments and Other Financial Instruments (Continued)**

Investments in publicly traded equity and debt securities and exchange-traded funds are based upon quoted market prices from major securities exchanges. Investments in mutual funds and common trusts and similar commingled funds that provide for frequent purchases and redemptions are reported at net asset values provided by the respective investment managers. Private equity, venture capital, real estate, hedge funds, and other alternative investments include investments for which quoted market prices are not readily available. The fair values of these investments are based primarily upon the most recent estimates provided by the respective general partners. Because alternative investments are not readily marketable, the estimated value is subject to uncertainty and, therefore, may differ from the value that would have been used had a ready market for the investments existed and the differences could be material. The College has reviewed the fair values reported by its external investment managers and general partners and believes that the carrying amount of its investments is a reasonable estimate of fair value as of June 30, 2024 and 2023.

The College applies the authoritative guidance contained in FASB ASC 820-10, *Fair Value Measurements and Disclosures*, for estimating the fair value of investments in investment funds that have calculated net asset value (NAV) per share in accordance with FASB ASC 946-10, *Financial Services Investment Companies* (formerly the American Institute of Certified Public Accountants Audit and Accounting Guide, Investment Companies).

According to this guidance, in circumstances in which NAV per share of an investment is not determinative of fair value, a reporting entity is permitted, to estimate the fair value of an investment in an investment fund using the NAV per share of the investment (or its equivalent) without further adjustment if the NAV per share of the investment is determined in accordance with FASB ASC 946-10 as of the reporting entity's measurement date.

Accordingly, the College uses the NAV as reported by the money managers as a practical expedient, to determine the fair value of investments in investment funds which a) do not have a readily determinable fair value, and b) either have the attributes of an investment fund or prepare their financial statements consistent with the measurement principles of an investment fund. At June 30, 2024 and 2023, the fair value of all such investments in investment funds has been determined by using NAV as a practical expedient.

The fair value of cash and cash equivalents, employee mortgages and home assistance purchase loans, and receivables approximate their respective carrying amounts. The fair value of cash equivalents is based on amortized cost or the quoted market price of the underlying securities. Determination of the fair value of the student loans receivable, which are primarily federally sponsored student loans, could not be made without incurring excessive costs; these loans are valued at cost.

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**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Fair Value of Investments and Other Financial Instruments (Continued)**

The estimated fair value of the College's liability related to its interest rate swap agreement was provided by the relevant counterparty to the transaction and the methodology for valuation was tested independently. This valuation represents the counterparty's current economic assessment of the transaction or instrument as of the date specified. The fair value assessment is typically derived all or in part from model prices, external sources, or market prices.

Investments are exposed to various risks such as market, interest rate and credit risks. Due to the level of risk associated with certain investments, it is possible that changes in values of investments could occur in the near term and that such change could materially affect the investment balances and activity included in the financial statements.

**Endowment Investment Policies and Spending**

The College's endowment investment policies are designed to enhance the real (inflation adjusted) purchasing power of the endowment while providing a relatively predictable and growing stream of real revenues in line with the spending needs of the College. Assets are broadly diversified over both traditional and alternative investments to provide reasonable assurance that no single security or class of assets will have a disproportionate impact on the total portfolio. Recognizing the more favorable growth potential of equities compared to fixed income investments over long periods of time, a majority of the College's endowment assets normally will be committed to equity investments. A committee of the board of managers is responsible for oversight of the endowment and for engaging the services of professional investment managers to manage the endowment on a day-to-day basis.

Most of the College's endowment and similar funds are subject to an internal spending policy determining the amount available for operations each year. The distribution percentage for 2024 was 4.9% of the endowment's average market value for the preceding 12 quarters ending December 31, 2022, and for 2023 was 5.0% of the endowment's average market value for the preceding 12 quarters ending December 31, 2021. Calculations for 2024 and 2023 excluded the William Maul Measey Trust and special purposes designated by the board. The overall combined percentage, including the William Maul Measey Trust for 2024 was 5.0% of the average market value of the endowment for the preceding 12 quarters ending December 31, 2022, and for 2023, was 4.9% of the average market value of the endowment for the preceding 12 quarters ending December 31, 2021.

The Commonwealth of Pennsylvania has not adopted the Uniform Management of Institutional Funds Act (UMIFA) or the Uniform Prudent Management of Institutional Funds Act (UPMIFA).



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**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Endowment Investment Policies and Spending (Continued)**

Rather, the Pennsylvania Uniform Principal and Income Act (Pennsylvania Act) governs the investment, use, and management of the College's Endowment funds. Commonwealth of Pennsylvania law permits the College to define as income each year a portion of these net realized gains. Commonwealth of Pennsylvania law permits the College to spend annually from its endowment funds held in perpetuity from 2% to 7% of the fair market value of these funds, averaged over a period of three or more preceding years, provided that the percentage selected by the board of managers is consistent with the long-term preservation of the real value of the endowment funds.

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor requires the College to retain as a fund of perpetual duration. The College has a policy that permits spending from underwater endowment funds depending on the degree to which the fund is underwater, unless otherwise precluded by donor intent or relevant laws and regulations.

**Student Financial Assistance Programs**

The College participates in various student financial assistance programs administered by the U.S. Department of Education. The related activity is subject to audit both by independent certified public accountants and by representatives of the administering agency regarding compliance with applicable regulations. Any resultant findings of noncompliance could potentially result in the required return of related funds received and/or the assessment of fines and penalties, or the discontinuation of eligibility for participation.

**Income Taxes**

The financial statement effects of a tax position taken or expected to be taken are recognized in the financial statements when it is more likely than not, based on technical merits, that the position will be sustained upon examination. Interest and penalties, if any, are included in expenses in the statement of activities. As of June 30, 2024, the College had no uncertain tax positions that qualify for recognition or disclosure in the financial statements.

The College files information tax returns in the United States of America and various states. The College is generally no longer subject to federal tax examinations by tax authorities for years before 2021.

**Use of Estimates**

The preparation of the College's financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts and disclosures at the date of the financial statements. Actual results could differ from those estimates.

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**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Accounting Pronouncements Adopted**

On July 1, 2023, the College adopted FASB Accounting Standards Update (ASU) 2016-13, *Measurement of Credit Losses in Financial Statements (Topic 325)*, the current expected credit losses (CECL) methodology for estimating credit losses on financial assets, utilizing the modified retrospective transition method. The adoption of CECL resulted in changes to the College's accounting policies, including the recognition of credit losses based on expected future credit losses rather than incurred credit losses. There was not a material impact on the College's financial statements due to the adoption of this accounting standard.

**NOTE 3 LIQUIDITY**

The College regularly monitors liquidity required to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds. For purposes of analyzing resources available to meet general expenditures over a 12-month period, the College considers all expenditures related to its ongoing mission-related activities as well as the conduct of services undertaken to support those activities to be general expenditures.

As of June 30, the College has the following financial assets available for expenditure within one year:

	2024	2023
Cash and cash equivalents	\$ 5,883	\$ 5,975
Short-term investments	22,427	22,653
Accounts receivable	2,660	3,292
Endowment draw for operations	30,879	29,366
Total	\$ 61,849	\$ 61,286

The College has two revolving lines of credit in the aggregate amount of \$35,000 which it could draw upon (Note 16).

The College's governing board has designated a portion of its resources to function as endowment and for other purposes and totals \$166,809 and \$154,026 and at June 30, 2024 and 2023, respectively. These funds are invested for long-term appreciation and current income but remain available and may be spent at the discretion of the board. These monies are included within the College's endowment and similar assets on the statements of financial position.

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**NOTE 4 REVENUE FROM CONTRACTS WITH CUSTOMERS**

**Revenue Recognition**

Revenue from contracts with customers is recognized when control of the promised goods or services is transferred to our customers (students), in an amount that reflects the consideration we expect to be entitled in exchange for those goods or services.

The following table shows the College's tuition and fee revenue disaggregated according to the timing of the transfer of service and by source for the year ended June 30:

	<u>2024</u>	<u>2023</u>
Revenue Recognized Over Time:		
Tuition	\$ 97,637	\$ 91,370
Fees	1,029	1,048
Total	<u>\$ 98,666</u>	<u>\$ 92,418</u>

The following table shows the College's room and board revenues disaggregated according to the timing of the transfer of service and by source for the year ended June 30:

	<u>2024</u>	<u>2023</u>
Revenue Recognized Over Time:		
Housing (room)	\$ 14,902	\$ 14,849
Dining (board)	7,173	7,362
Total	<u>\$ 22,075</u>	<u>\$ 22,211</u>

The College's contract assets and liabilities consist of the following at June 30:

	<u>2024</u>	<u>2023</u>	<u>2022</u>
Revenue Recognized Over Time:			
Accounts receivable, net - student	\$ 13	\$ 9	\$ 3
Deferred revenue - student	374	292	303

**Performance Obligations and Revenue Recognition**

The College has two academic terms; fall and spring. Tuition revenue is recognized in the fiscal year in which the academic programs are delivered, pro rata over the term of the related semester. Room and Board revenue is recognized in the fiscal year in which housing and food services are provided, pro rata over the term of the related semester. Any payments received prior to fiscal year-end related to academic terms that occur subsequent to fiscal year-end are recorded as deferred revenue in the accompanying statements of financial position.

Customer contracts generally have separately stated prices for each performance obligation contained in the contract. Therefore, each performance obligation generally has its own standalone selling price. Arrangements for payment are agreed to prior to registration of the student's first academic term. Generally, payments for tuition and fees, and room and board are due approximately two weeks prior to the start of the academic terms. Students may also enter into a payment plan in which payment is due at predetermined dates during the course of a semester. Many students obtain Title IV or other financial aid resulting in the College receiving a significant amount of the transaction price at the beginning of the academic term.

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**NOTE 4 REVENUE FROM CONTRACTS WITH CUSTOMERS (CONTINUED)**

**Transaction Price**

Revenue, or transaction price, is measured as the amount of consideration expected to be received in exchange for transferring goods or services. Tuition, fees, and room and board are reported at established rates, net of financial assistance provided by the College.

Students may receive discounts, scholarships, or refunds, which gives rise to variable consideration. The amount of discounts or scholarships are applied to individual student accounts when such amounts are awarded. Therefore, the transaction price is reduced directly by these discounts or scholarships from the amount of the standard rates charged. Students who adjust their course load or withdraw completely within the first 10 weeks of the academic term (add/drop period) may receive a full or partial refund in accordance with the College's refund policy. Generally, the refund decreases approximately 10% per week up to and including week 10 of class.

**Contract Balances**

Tuition, fees, room and board are recognized in the period classes and services are provided and amounts received for future periods are reported as deferred revenue. Students are billed at the beginning of each academic term and payment is due at that time. The College's performance obligations are to provide educational services in the form of instruction as well as housing facilities and meals during the academic term. As these performance obligations are satisfied over the academic term, deferred revenue is reduced. A significant portion of student payments are from Title IV financial aid and other programs and are generally received during the first month of the respective term. When payments are received, accounts receivable is reduced.

Deferred revenue represents students who prepaid their tuition and will be recognized over the fiscal year in which academic programs are delivered, pro rata over the term of the related semester.

**NOTE 5 CONTRIBUTIONS RECEIVABLE**

Contributions receivable represent unconditional promises to give from donors, collectible in future years. Contributions receivable are recorded after discounting to the present value of the expected future cash flows. Significant fluctuation in the discount rates utilized in this calculation could result in a material change. The discount is computed using an estimated market interest rate that approximates the expected return of an intermediate term bond portfolio for a similar time horizon. This rate was 1.95% at June 30, 2024 and 1.96% as of June 30, 2023. An allowance for uncollectible contributions is provided based upon management's judgment of the collectability of outstanding pledges.

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**NOTE 5 CONTRIBUTIONS RECEIVABLE (CONTINUED)**

Contributions receivable at June 30 are expected to be realized and have been recorded as follows:

	2024	2023
Unconditional Promises Expected to be Collected:		
Within one year	\$ 5,479	\$ 1,134
Between one and five years	24,309	1,268
After five years	-	2
Total	29,788	2,404
Less:		
Present value discount	(1,639)	(67)
Allowance for uncollectible contributions receivable	(1,419)	(117)
Total	\$ 26,730	\$ 2,220

**NOTE 6 SPONSORED PROJECTS**

The College recognized operating revenues from sponsored awards as follows for the years ended June 30:

	2024			2023		
	Direct	Indirect	Total	Direct	Indirect	Total
Provided for:						
Research	\$ 1,996	\$ 585	\$ 2,581	\$ 2,008	\$ 599	\$ 2,607
Other sponsored projects	327	14	341	260	-	260
Total	\$ 2,323	\$ 599	\$ 2,922	\$ 2,268	\$ 599	\$ 2,867
Provided by:						
Federal agencies	\$ 1,426	\$ 590	\$ 2,016	\$ 1,766	\$ 577	\$ 2,343
State agencies	11	-	11	-	-	-
Private organizations	888	9	897	502	22	524
Total	\$ 2,325	\$ 599	\$ 2,924	\$ 2,268	\$ 599	\$ 2,867

As of June 30, 2024 and 2023, the College had advanced receipts of \$2,515 and \$864, respectively, and unexpended awards of approximately \$6,093 and \$3,947, respectively, for funding which has yet to be received. Revenue for these awards will be recognized as their associated conditions are fulfilled (i.e. qualifying expenses are incurred). Funding for federally sponsored research and other programs is received from the U.S. government or colleges, universities, and private organizations that subaward sponsored projects to the College. The College's primary sources of federal research support are the National Science Foundation and the Department of Health and Human Services.

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**NOTE 7 INVESTMENTS**

The fair values of the College's short-term and long-term investments at June 30 were as follows:

	2024			Total
	Short-Term Investments	Endowed and Similar Assets	Planned Giving Agreements	
Domestic equity funds	\$ 31	\$ 162,906	\$ 3,873	\$ 166,810
International equity funds	140	15,607	2,436	18,183
Fixed income funds	6,156	33,995	3,218	43,369
Futures	-	1,611	-	1,611
Hedge funds	-	232,976	-	232,976
Real assets	-	46,592	-	46,592
Private equity and venture capital partnerships	-	172,461	-	172,461
Cash and cash equivalents	16,100	36,097	236	52,433
Total	<u>\$ 22,427</u>	<u>\$ 702,245</u>	<u>\$ 9,763</u>	<u>\$ 734,435</u>

	2023			Total
	Short-Term Investments	Endowed and Similar Assets	Planned Giving Agreements	
Domestic equity funds	\$ 25	\$ 146,851	\$ 4,087	\$ 150,963
International equity funds	126	32,620	2,599	35,345
Fixed income funds	6,029	30,763	3,489	40,281
Futures	-	8	-	8
Hedge funds	-	224,756	-	224,756
Real assets	-	56,367	-	56,367
Private equity and venture capital partnerships	-	137,617	-	137,617
Cash and cash equivalents	16,473	14,214	285	30,972
Total	<u>\$ 22,653</u>	<u>\$ 643,196</u>	<u>\$ 10,460</u>	<u>\$ 676,309</u>

One index manager held 19% and 18% of the College's investments at June 30, 2024 and 2023, respectively.

The College is the trustee of the William Maul Measey Trust (the Trust), which was established by an agreement dated June 27, 1952, and supplemented on April 26, 1956. Pursuant to the trust agreement, the College is entitled to 10% of the gross income to cover expenses for administration of the Measey Trust and 50% of the gross income for aid to the students. The remaining 40% of the gross income is distributed to certain types of secondary schools and/or certain types of colleges. Gross income is defined in the Trust as dividend and interest income.

Further, the College entered into a subordinate trust agreement dated August 9, 2010 with an investment manager. Per the terms of this agreement, the investment manager assumes administrative duties and must invest the Trust's assets in accordance with the subordinate agreement.

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**NOTE 7 INVESTMENTS (CONTINUED)**

Because of this arrangement, the College has recorded only the 60% of the Trust within its financial statements and the Trust is recorded in Endowments and similar assets. The College's portion of the fair value of the Trust was \$134,715 and \$114,642 at June 30, 2024 and 2023, respectively. If the College would have recorded 100% of the Trust's assets, its endowment and similar assets would have increased by \$89,810 and \$76,428 as of June 30, 2024 and 2023, respectively, and its liabilities associated with the 40% payable to other entities, would have increased by the same amounts, respectively.

On April 12, 2021, the Court of Common Pleas of Delaware County, Pennsylvania, Orphans Court Division granted the College as trustee of the Trust under deed of William Maul Measey a petition to modify administrative provisions to remove investment restrictions. Specifically, the petition allows the College to more broadly invest the Trust similar to other endowed funds of the College, and to elect a total return investment and distribution policy following the College's spending policy.

**NOTE 8 ENDOWMENT NET ASSETS**

Changes in Endowment and Similar Funds' net assets for the years ending June 30 were as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment Net Assets at June 30, 2022	\$ 152,721	\$ 466,255	\$ 618,976
Contributions	-	3,516	3,516
Transfers and other adjustments	(181)	1,234	1,053
Subtotal	<u>152,540</u>	<u>471,005</u>	<u>623,545</u>
Net realized and unrealized gains	7,896	36,067	43,963
Interest and dividends	1,044	4,569	5,613
Investment expenses	(660)	(2,022)	(2,682)
Net investment (loss) earnings	<u>8,280</u>	<u>38,614</u>	<u>46,894</u>
Investment return appropriated for spending	(6,794)	(20,449)	(27,243)
Net earnings in excess of spending	<u>1,486</u>	<u>18,165</u>	<u>19,651</u>
Endowment Net Assets at June 30, 2023	154,026	489,170	643,196
Contributions	599	7,290	7,889
Transfers and other adjustments	4,164	384	4,548
Subtotal	<u>158,789</u>	<u>496,844</u>	<u>655,633</u>
Net realized and unrealized gains	14,771	59,420	74,191
Interest and dividends	973	4,741	5,714
Investment expenses	(634)	(2,560)	(3,194)
Net Investment (loss) earnings	<u>15,110</u>	<u>61,601</u>	<u>76,711</u>
Investment return appropriated for spending	(7,089)	(23,010)	(30,099)
Net earnings in excess of spending	<u>8,021</u>	<u>38,591</u>	<u>46,612</u>
Endowment Net Assets at June 30, 2024	<u>\$ 166,810</u>	<u>\$ 535,435</u>	<u>\$ 702,245</u>

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**NOTE 8 ENDOWMENT NET ASSETS (CONTINUED)**

The total return of the College's Endowment and Similar Assets (consisting of investment gains and losses and dividends and interest, net of expenses) was a gain of 11.9% and 7.6% for the fiscal years ended June 30, 2024 and 2023, respectively.

**NOTE 9 PLANT AND EQUIPMENT**

The components of plant and equipment at June 30 were as follows:

	2024	2023
Land and land improvements	\$ 20,168	\$ 19,694
Buildings and building improvements	305,233	302,687
Equipment	43,921	41,434
Library books	14,135	13,928
Works of art and similar assets	5,894	5,734
Subtotal	<u>389,351</u>	<u>383,477</u>
Accumulated depreciation	<u>(205,665)</u>	<u>(196,056)</u>
Subtotal	183,686	187,421
Construction-in-progress	<u>1,940</u>	<u>1,425</u>
Total	<u>\$ 185,626</u>	<u>\$ 188,846</u>
Depreciation expense	\$ 9,776	\$ 9,595

**NOTE 10 LONG-TERM DEBT**

Long-term debt at June 30 consisted of the following:

<u>Description</u>	<u>2024</u>	<u>2023</u>
Delaware County Authority Revenue Bonds, Series 2017A, net of unamortized premiums and costs of \$8,482 and \$8,863 at June 30, 2024 and 2023, respectively.	\$ 99,542	\$ 101,983
Delaware County Authority Revenue Bonds, Series 2017B, net of unamortized costs of \$86 and \$89 at June 30, 2024 and 2023, respectively.	29,759	29,756
Delaware County Authority Revenue Bonds, Series 2020, net of unamortized costs of \$126 and \$134 at June 30, 2024 and 2023, respectively.	<u>7,011</u>	<u>7,659</u>
Total	<u>\$ 136,312</u>	<u>\$ 139,398</u>



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**NOTE 10 LONG-TERM DEBT (CONTINUED)**

The College has scheduled principal payments due in each of the next five fiscal years and thereafter, as shown below:

<u>Year Ended June 30.</u>	<u>Amount</u>
2025	\$ 2,911
2026	3,121
2027	3,341
2028	3,571
2029	3,821
Thereafter	<u>111,277</u>
Subtotal	128,042
Unamortized bond premiums and costs	8,270
Total	<u><u>\$ 136,312</u></u>

**2017A and 2017B Bonds**

In February 2017, the College issued \$98,315 and \$29,845 in 2017A and 2017B bonds, respectively. The proceeds from the sale of the 2017A Bonds were used to partially refund other bonds. In addition, the proceeds of the Series 2017A Bonds were placed into an irrevocable escrow account held by the trustee (Escrow Agent) to advance refund the legally defeased 2010 and 2010A Bonds. The 2017A Bonds have interest rates from 3.0% to 5.0% depending upon the maturity dates, which range from 2018 to 2047 in amounts from \$300 to \$6,590. Interest is payable semi-annually.

The proceeds from the 2017B Bonds were used to refund other bonds. In addition, the 2017B bond proceeds were transferred to a project fund to be used to reimburse and pay for capital projects, including renovations to Sharpless Hall, the Visual, Cultural, Arts, and Media Building, the lower level of the dining center and other capital improvements to various academic, administrative, residential or athletic facilities, as well as for the implementation of new information technology and data systems, and telephone and communication systems. The 2017B Bonds have variable interest rates as a percentage of one-month Secured Overnight Financing Rate (SOFR) plus spread. Interest is payable monthly.

**2020 Bonds**

In March 2020, the College issued \$9,125 in fixed rate Revenue Bonds. The proceeds from the sale of the 2020 Bonds was used exclusively to refund the remaining 2010 Bonds and pay the cost of issuance. The 2020 Bonds have an interest rate of 2.05%. The final maturity date of the 2020 Bonds is 2041.

Under the bond indentures, the College is subject to certain covenants, which among other things require the College to meet certain financial and debt service coverage tests. The College was in compliance with such financial covenants as of June 30, 2024.

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**NOTE 10 LONG-TERM DEBT (CONTINUED)**

**Swap Agreements**

The College had entered into a swap agreement with Deutsche Bank (DB) effective November 15, 2010 and was amended as of February 2018. The notional principal amount of \$29,845 remains and is scheduled to amortize according to a revised schedule through October 1, 2030. Pursuant to the amended DB Swap Agreement, the College pays DB a fixed rate of 5.497% on the notional amount outstanding and DB pays the College a variable rate, on the same notional amount, based on 75% of the one-month CME Term SOFR.

In February 2017, the College entered into an interest rate management agreement with Barclays Bank, PLC. The Barclays swap agreement is also used to hedge the College's interest costs on its 2017B Bonds. The Barclays swap became effective on October 1, 2020 and has a maturity date of October 1, 2046. The Barclays swap has an amortization schedule that varies over its duration to align with the DB swap and the 2017B Bonds. Under the swap, the College will pay a fixed rate of 2.229% and will receive a floating rate of 75% of three-month Fallback SOFR.

The two swaps had an estimated fair value representing an asset (liability) of \$585 and (\$912) at June 30, 2024 and 2023, respectively. The original and amended DB and Barclays swap agreements contain certain derivative risks.

**NOTE 11 CONDITIONAL ASSET RETIREMENT OBLIGATION**

The College has asset retirement obligations arising from regulatory requirements to perform certain asset retirement activities at the time of disposal of certain capital assets. The liability was initially recorded at fair value, and is adjusted for accretion expenses and changes in the amount or timing of cash flows. The corresponding asset retirement costs are capitalized as part of the carrying values of the long-lived assets and depreciated over the useful lives of the assets. The discount rate is 5.00% for 2024 and 2023. The liability, which is included in other liabilities on the statement of financial position, relates to estimated costs to remove asbestos that is contained within the College's facilities, and is \$807 and \$785 for the years ended June 30, 2024 and 2023, respectively. For the year ended June 30, 2024, approximately \$-0- of liabilities were settled and \$22 of accretion expense was incurred. For the year ended June 30, 2023, approximately \$-0- of liabilities were settled and \$33 of accretion expense was incurred.

**NOTE 12 FAIR VALUE MEASUREMENTS**

The College measures and categorizes its financial assets and liabilities based on a three-level hierarchy. Assets and liabilities are classified within a three-level hierarchy based on the lowest level of pricing transparency that is significant to the determination of fair value and is not necessarily indicative of relative level risk.

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**NOTE 12 FAIR VALUE MEASUREMENTS (CONTINUED)**

The following tables summarize the College's financial assets and liabilities measured at fair value as of June 30:

	2024			Totals
	Level 1	Level 2	Level 3	
<b>Assets:</b>				
Domestic equity funds	\$ 30,413	\$ -	\$ -	\$ 30,413
International equity funds	18,183	-	-	18,183
Fixed income funds	43,369	-	-	43,369
Futures	1,611	-	-	1,611
Measey Trust	-	-	134,270	134,270
Assets held in trusts by others	-	-	4,259	4,259
Interest rate swap	-	585	-	585
subtotal financial assets	<u>\$ 93,576</u>	<u>\$ 585</u>	<u>\$ 138,529</u>	<u>232,690</u>
Investments measured at fair value				
Using net asset value per share				454,156
Cash and cash equivalents included in				
Short-term and long-term investments				<u>52,433</u>
Total assets				<u>\$ 739,279</u>
	2023			
	Level 1	Level 2	Level 3	Totals
<b>Assets:</b>				
Domestic equity funds	\$ 34,387	\$ -	\$ -	34,387
International equity funds	21,367	-	-	21,367
Fixed income funds	40,281	-	-	40,281
Futures	8	-	-	8
Measey Trust	-	-	114,642	114,642
Assets held in trusts by others	-	-	4,182	4,182
subtotal financial assets	<u>\$ 96,043</u>	<u>\$ -</u>	<u>\$ 118,824</u>	<u>214,867</u>
Investments measured at fair value				
Using net asset value per share				434,652
Cash and cash equivalents included in				
Short-term and long-term investments				<u>30,972</u>
Total assets				<u>\$ 680,491</u>
<b>Liabilities:</b>				
Interest rate swap	\$ -	\$ 912	\$ -	\$ 912
Total financial liabilities	<u>\$ -</u>	<u>\$ 912</u>	<u>\$ -</u>	<u>\$ 912</u>

**THE CORPORATION OF HAVERFORD COLLEGE**  
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**NOTE 12 FAIR VALUE MEASUREMENTS (CONTINUED)**

The changes in financial assets and liabilities measured at fair value using Level 3 inputs for the year ended June 30, 2024 were as follows:

	Beginning Balance at June 30, 2023	Net Realized Gains (Losses)	Net Unrealized Gains (Losses)	Purchase and Sales (Net)	Transfers In (Out) of Level 3	Ending Balance at June 30, 2024
Assets held in:						
Measey Trust	\$ 114,642	\$ 5,136	\$ 18,845	\$ 3,908	\$ (8,261)	\$ 134,270
Trust by others	4,182	-	212	-	(135)	4,259
Total assets	<u>\$ 118,824</u>	<u>\$ 5,136</u>	<u>\$ 19,057</u>	<u>\$ 3,908</u>	<u>\$ (8,396)</u>	<u>\$ 138,529</u>
Interest rate swap	\$ (912)	\$ 1,497	\$ -	\$ -	\$ -	\$ 585
Total Asset	<u>\$ (912)</u>	<u>\$ 1,497</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 585</u>

The changes in financial assets and liabilities measured at fair value using Level 3 inputs for the year ended June 30, 2023 were as follows:

	Beginning Balance at June 30, 2022	Net Realized Gains (Losses)	Net Unrealized Gains (Losses)	Purchase and Sales (Net)	Transfers In (Out) of Level 3	Ending Balance at June 30, 2023
Assets held in:						
Measey Trust	\$ 100,106	\$ 4,606	\$ 12,226	\$ -	\$ (2,296)	\$ 114,642
Trust by others	4,235	-	42	-	(95)	4,182
Total Assets	<u>\$ 104,341</u>	<u>\$ 4,606</u>	<u>\$ 12,268</u>	<u>\$ -</u>	<u>\$ (2,391)</u>	<u>\$ 118,824</u>
Interest rate swap	\$ (3,624)	\$ 2,712	\$ -	\$ -	\$ -	\$ (912)
Total Liabilities	<u>\$ (3,624)</u>	<u>\$ 2,712</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (912)</u>

Instrument	Fair Value		Principal Valuation Technique	Unobservable Inputs
	2024	2023		
Measey Trust	\$ 134,270	\$ 114,642	FMV of trust instruments	Value of underlying assets
Trust by others	4,259	4,182	FMV of trust instruments	Value of underlying assets

The College follows guidance related to the fair value measurement standard that was issued for estimating the fair value of investments in investment companies (limited partnerships) that have a calculated value of their capital account or NAV in accordance with, or in a manner consistent with GAAP. As a practical expedient, the College is permitted under GAAP to estimate the fair value of an investment at the measurement date using the reported NAV without further adjustment unless the entity expects to sell the investment at a value other than NAV or if the NAV is not calculated in accordance with GAAP. The College's investments in private equity, natural resources, real estate and certain hedge funds in the absolute return portfolio are fair valued based on the most current NAV received adjusted for cash flows when the reported NAV is not at the measurement date.

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**NOTE 12 FAIR VALUE MEASUREMENTS (CONTINUED)**

The College performs additional procedures including due diligence reviews on its investments in investment companies and other procedures with respect to the capital account or NAV provided to ensure conformity with GAAP. The College has assessed factors including, but not limited to, managers' compliance with Fair Value Measurement standard, price transparency and valuation procedures in place, the ability to redeem at NAV at the measurement date, and existence of certain redemption restrictions at the measurement date. The guidance also requires additional disclosures to enable users of the financial statements to understand the nature and risk of the College's investments.

The following table details the amount of the College's unfunded commitments related to investments at June 30, 2024 and the terms and conditions upon which the College may redeem its investments for each major category of investment measured at fair value using net asset value per share as a practical expedient that have redemption restrictions.

<u>Category</u>	<u>Fair Value</u>	<u>Unfunded Commitments</u>	<u>Redemption Frequency (if currently eligible)</u>	<u>Redemption Notice Period</u>
Hedge funds/absolute return:				
Credit/distressed	\$ 4,528	\$ -	Quarterly/Illiquid	90 days/ n/a
Long/short	475	-	Wind-Down	n/a
Open mandate/multi-strategy	212,500	-	Monthly/Quarterly	65-180 days
Private equity:				
Private equity and fund-of-funds	114,158	90,820	Illiquid	n/a
Venture capital and fund-of-funds	44,190	14,598	Illiquid	n/a
Distressed debt	4,837	2,155	Illiquid	n/a
Real assets:				
Real estate	55,868	16,139	Illiquid	n/a
Domestic equity	2,127	-	Illiquid side pocket	n/a
International equity	15,473	-	Daily/Weekly/Monthly	3-30 days
Total	<u>\$ 454,156</u>	<u>\$ 123,712</u>		

**THE CORPORATION OF HAVERFORD COLLEGE**  
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**NOTE 13 NET ASSETS**

The composition of net assets was as follows at June 30:

<u>Nature of Specific Net Assets</u>			<u>2024</u>
	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total Net Assets</u>
Undesignated	\$ 46,820	\$ -	\$ 46,820
Designated	10,132	-	10,132
Purpose restrictions	-	11,014	11,014
Contributions receivable, planned giving, and outside trusts	1,209	34,060	35,269
William Maul Measey Trust	-	134,270	134,270
Endowment funds	166,809	401,166	567,975
Total	<u>\$ 224,970</u>	<u>\$ 580,510</u>	<u>\$ 805,480</u>

<u>Nature of Specific Net Assets</u>			<u>2023</u>
	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total Net Assets</u>
Undesignated	\$ 44,486	\$ -	\$ 44,486
Designated	13,858	-	13,858
Purpose restrictions	-	11,431	11,431
Contributions receivable, planned giving, and outside trusts	1,568	9,488	11,056
William Maul Measey Trust	-	114,642	114,642
Endowment funds	154,026	374,528	528,554
Total	<u>\$ 213,938</u>	<u>\$ 510,089</u>	<u>\$ 724,027</u>

**NOTE 14 RETIREMENT PLANS**

The College has a defined contribution pension plan for eligible faculty, administration, and staff employees (the Pension Plan). The participants' interests are fully vested and the College funds the Pension Plan each year. The College's contributions to the Pension Plan, based on 10% of eligible salaries and amounted to \$4,688 and \$4,250 in 2024 and 2023, respectively

The College also has a defined contribution postretirement healthcare plan for eligible faculty, administration, and staff employees whom are at least 40 years of age (the Healthcare Plan). The College funds the plan each year; however, College contributions are forfeited back to the College for employees who leave without having seven years' service with the College. The College's contributions to this plan were \$434 and \$266 in 2024 and 2023, respectively.

Both the Pension Plan and the Healthcare Plan permit additional employee contributions.

**THE CORPORATION OF HAVERFORD COLLEGE**  
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**NOTE 15 EXPENSES BY NATURE AND FUNCTION**

The financial statements report certain categories of expenses that are attributable to one or more program or supporting functions of the College. These expenses are allocated based on gross square footage and include depreciation, interest, plant operations and maintenance, and campus safety operations. Total expenses include all operating expenses. Fundraising expense was \$5,552 and \$4,783 for June 30, 2024 and 2023 and is included in Institutional Support.

Functional expenses by natural classification as of June 30, 2024 were as follows:

	Instruction	Research	Academic Support	Student Services	Auxiliary Enterprises	Institutional Support	Total Expense
Salaries and benefits	\$ 29,980	\$ 1,659	\$ 5,098	\$ 10,757	\$ 7,606	\$ 19,795	\$ 74,895
Operating expenses	5,742	2,326	4,627	4,890	6,275	12,872	36,732
Depreciation	2,125	237	496	1,312	5,033	573	9,776
Interest on indebtedness	1,256	140	293	775	2,972	338	5,774
Total	<u>39,103</u>	<u>4,362</u>	<u>10,514</u>	<u>17,734</u>	<u>21,886</u>	<u>33,578</u>	<u>127,177</u>
Plant operation and maintenance	3,985	443	929	2,458	-	(7,815)	-
Campus safety	662	74	154	408	-	(1,298)	-
Total expenses	<u>\$ 43,750</u>	<u>\$ 4,879</u>	<u>\$ 11,597</u>	<u>\$ 20,600</u>	<u>\$ 21,886</u>	<u>\$ 24,465</u>	<u>\$ 127,177</u>

Functional expenses by natural classification as of June 30, 2023 were as follows:

	Instruction	Research	Academic Support	Student Services	Auxiliary Enterprises	Institutional Support	Total Expense
Salaries and benefits	\$ 28,240	\$ 1,370	\$ 4,653	\$ 9,914	\$ 7,253	\$ 16,647	\$ 68,077
Operating expenses	4,994	2,554	4,142	5,025	7,906	15,747	40,368
Depreciation	2,087	232	486	1,288	4,940	562	9,595
Interest on indebtedness	1,303	145	304	804	3,085	351	5,992
Total	<u>36,624</u>	<u>4,301</u>	<u>9,585</u>	<u>17,031</u>	<u>23,184</u>	<u>33,307</u>	<u>124,032</u>
Plant operation and maintenance	3,929	436	916	2,423	-	(7,704)	-
Campus safety	622	69	145	383	-	(1,219)	-
Total expenses	<u>\$ 41,175</u>	<u>\$ 4,806</u>	<u>\$ 10,646</u>	<u>\$ 19,837</u>	<u>\$ 23,184</u>	<u>\$ 24,384</u>	<u>\$ 124,032</u>

**THE CORPORATION OF HAVERFORD COLLEGE**  
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**NOTE 16 COMMITMENTS, CONTINGENCIES, AND RELATED-PARTY TRANSACTIONS**

The College's commitment to fund certain endowment limited partnerships is disclosed in Note 13.

As of June 30, 2024, the College has no material outstanding construction and professional commitments.

The members of the College's Board of Managers, Senior Staff, and key employees may occasionally be associated, directly or through interlocking board memberships, with companies doing business with the College. Under the College's conflict-of-interest policy, all business and financial relationships of trustees, officers, and key employees with the College and with suppliers and subcontractors to the College are subject to an annual disclosure process culminating with review by the President's Office and the Audit and Risk Management Committee of the Board of Managers.

The College receives contributions from donors who are also members of the College's Board of Managers, Senior Staff, or key employees. At June 30, 2024 and 2023, contribution revenue included \$2,755 and \$1,684, respectively, and contributions receivable included \$25,171 and \$320, respectively.

From time to time, in its ordinary course of business, the College may be subject to various legal matters, including threatened or pending litigation. With the review and advice of counsel, management is not aware of any pending or threatened litigation that is likely to have a material adverse effect on the financial condition of the College.

The College has two lines of credit with two separate financial institutions for an amount of up to \$15,000 and \$20,000 each that are available for general College expenses. The lines of credit expire on May 1, 2025 and January 20, 2025, respectively. There were no outstanding amounts at June 30, 2024 and 2023, respectively.

**NOTE 17 SUBSEQUENT EVENTS**

Management evaluated events and transactions that occurred after the statement of financial position date for potential recognition and disclosure through November 5, 2024, the date on which the financial statements were issued. No significant subsequent events were noted.

**NOTE 18 COMPOSITE SCORE**

The College participates in various federally funded student financial aid programs. Under regulatory provisions of these programs, the College is required to demonstrate financial responsibility by meeting a certain composite score based on a formula developed by the Department of Education. This score uses financial ratios based on the College's audited financial statements. The composite score calculated reflects the overall relative financial health of the institutions along a scale of negative 1.0 to positive 3.0.



**THE CORPORATION OF HAVERFORD COLLEGE**  
**NOTES TO FINANCIAL STATEMENTS**  
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(DOLLARS IN THOUSANDS)

**NOTE 18 COMPOSITE SCORE (CONTINUED)**

The composite score for the year ended June 30, 2024 is as follows:

Primary Reserve Ratio:				
Expendable Net Assets	\$ 181,131			
Total Expenses/Losses	\$ 127,177	1.42		
Equity Ratio:				
Modified Net Assets	\$ 780,309			
Modified Assets	\$ 937,674	0.83		
Net Income Ratio:				
Change in Net Assets Without Donor Restrictions	\$ 11,032			
Total Revenues/Gains	\$ 146,265	0.08		
Primary Reserve		Strength		Composite
Equity	Ratios	Factors	Weight	Scores
Net Income	1.42	3.0	40%	1.2
Composite Score	0.83	3.0	40%	1.2
	0.08	3.0	20%	0.6
				<u>3.0</u>

See below for additional disclosures deemed necessary to calculate certain ratios for determining sufficient financial responsibility under Title IV.

<b>Net Assets</b>		
1	Net Assets with Donor Restrictions: Restricted in Perpetuity	<u>\$ 369,083</u>
2	Other Net Assets with Donor Restrictions (Not Restricted in Perpetuity):	
	a. Annuities with Donor Restrictions	\$ -
	b. Term Endowments	177,910
	c. Life Income Funds (Trusts)	2,871
	d. Total Annuities, Term Endowments, and Life Income Funds with Donor Restrictions	<u>\$ 180,781</u>
<b>Property, Plant, and Equipment, Net</b>		
3	Pre-Implementation Property, Plant, and Equipment, Net	
	a. Ending Balance of pre-implementation as of June 30, 2023	\$ 151,008
	b. Reclassify Capital Lease Assets Previously Included in PPE, Net Prior to the Implementation of ASU 2016-02 Leases Standard	-
	c. Less Subsequent Depreciation and Disposals (Net of Accumulated Depreciation)	<u>(8,876)</u>
	d. Balance Pre-Implementation Property, Plant, and Equipment, Net	142,132
4	Debt Financed Post-Implementation Property, Plant, and Equipment, Net	
	Long-Lived Assets Acquired with Debt Subsequent to June 30, 2019:	
	a. Equipment	83
	b. Land Improvements	222
	c. Building	16,113
	d. Total Property, Plant, and Equipment, Net Acquired with Debt Exceeding 12 Months	16,418
5	Construction in Progress - Acquired Subsequent to June 30, 2019	-
6	Post-Implementation Property, Plant, and Equipment, Net, Acquired without Debt:	
	a. Long-Lived Assets Acquired without Use of Debt Subsequent to June 30, 2019	27,076
7	Total Property, Plant, and Equipment, Net - June 30, 2024	<u>\$ 185,626</u>

**THE CORPORATION OF HAVERFORD COLLEGE**  
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**NOTE 18 COMPOSITE SCORE (CONTINUED)**

**Debt to be Excluded from Expendable Net Assets**

8	Pre-Implementation Debt:		
	a.	Ending Balance of pre-implementation as of June 30, 2023	\$ 139,398
	b.	Reclassify Capital Leases Previously Included in Long-Term Debt Prior to the Implementation of ASU 2016-02 Leases Standard	-
	c.	Less Subsequent Debt Repayments	(3,086)
	d.	Balance Pre-Implementation Debt	<u>136,312</u>
9	Allowable Post-Implementation Debt Used for Capitalized Long-Lived Assets:		
	a.	Equipment - All Capitalized	-
	b.	Land Improvements	-
	c.	Buildings	-
	d.	Balance Post-Implementation Debt	<u>-</u>
10	Construction in Progress (CIP) Financed with Debt or Line of Credit		-
11	Long-Term Debt not for the Purchase of Property, Plant, and Equipment or Liability Greater than Assets Value		<u>\$ 136,312</u>
12	Terms of Current Year Debt and Line of Credit for PPE Additions:		

	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Nature of Capitalized Amounts</u>	<u>Amount Capitalized</u>
a.	Sept 25, 2019	Sept 25, 2024	Equipment	\$ -
b.	Sept 25, 2019	Sept 25, 2024	Land Improvements	-
c.	Sept 25, 2019	Sept 25, 2024	Buildings	-
		5 year term(from original maturity)		<u>\$ -</u>

**Lease Right-of-Use Assets and Liabilities**

13	Lease Right-of-Use Assets	Right-of-Use Assets as of Balance Sheet Date June 20, 2024	\$ -
14	Lease Right-of-Use Assets - Pre-Implementation	Right-of-Use Assets as of Balance Sheet Date June 20, 2024, Excluding Leases Entered into Before December 15, 2018	-
15	Lease Right-of-Use Assets - Post-Implementation	Right-of-Use Assets as of Balance Sheet Date June 20, 2024, Excluding Leases Entered into on or After December 15, 2018	-
16	Lease Right-of-Use Liability	Lease Liabilities as of Balance Sheet Date June 20, 2024	-
17	Lease Right-of-Use Liability - Pre-Implementation	Lease Liabilities as of Balance Sheet Date June 20, 2024, Excluding Leases Entered into Before December 15, 2018	-
18	Lease Right-of-Use Liability - Post-Implementation	Lease Liabilities as of Balance Sheet Date June 20, 2024, Excluding Leases Entered into on or After December 15, 2018	-

**THE CORPORATION OF HAVERFORD COLLEGE**  
**NOTES TO FINANCIAL STATEMENTS**  
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**NOTE 18 COMPOSITE SCORE (CONTINUED)**

<b>Unsecured Related-Party Receivables</b>		
19	Secured Related-Party Receivables	\$ -
20	Unsecured Related-Party Receivables	25,171
21	Total Secured and Unsecured Related-Party Receivables	<u>\$ 25,171</u>
<b>Sale of Fixed Assets (if Loss)</b>		
22	Loss on Sale of Fixed Assets	\$ -
23	Remaining Balance in Expense Category in which Loss on Sale of Assets is Included on SOA	-
24	Expense Category in which Loss on Sale of Assets is Included on SOA	<u>\$ -</u>
<b>Sale of Fixed Assets (if Gain)</b>		
25	Gain on Sale of Fixed Assets	\$ 25
26	Remaining Balance in Nonoperating Other Income Category in which Gain on Sale of Assets is Included	(50)
27	Other Income Category in which Gain on Sale of Assets is Included on SOA	<u>\$ (25)</u>

**THE CORPORATION OF HAVERFORD COLLEGE**  
**FINANCIAL RESPONSIBILITY RATIO SUPPLEMENTAL SCHEDULE**  
**JUNE 30, 2024**  
**(DOLLARS IN THOUSANDS)**

<b>Primary Reserve Ratio:</b>		<b>Expendable Net Assets:</b>	
1	Statement of Financial Position (SFP)	Net Assets without Donor Restrictions	\$ 224,970
2	SFP	Net Assets with Donor Restrictions	580,510
3	Supplemental Disclosure (SD) Line 1	Net Assets Restricted in Perpetuity	369,083
4	SD Line 20	Unsecured Related-Party Receivable	25,171
5	SD Line 2d	Donor Restricted Annuities, Term Endowments, Life Income Funds	180,781
6	SD Line 3d	Property, Plant, and Equipment Pre-Implementation	142,132
7	SD Line 4d	Property, Plant, and Equipment Post-Implementation with Outstanding Debt for Original Purchase	16,418
8	SD Line 5	Construction in Progress Purchased with Long-Term Debt	-
9	SD Line 35	Post-Implementation Property, Plant, and Equipment, Net, Acquired without Debt	27,076
10	SD Line 14	Lease Right-of-Use Asset, Pre-Implementation (Grandfather of Leases Option Not Chosen)	-
11	SD Line 15	Lease Right-of-Use Asset, Post-Implementation	-
12	SFP	Intangible Assets	-
13	SFP	Post-Employment and Pension Liabilities	-
14	SD Line 8d	Long-Term Debt for Long-Term Purposes Pre-Implementation	136,312
15	SD Line 9d	Long-Term Debt for Long-Term Purposes Post-Implementation	-
16	SD Line 10	Line of Credit for Construction in Progress	-
17	SD Line 17	Pre-Implementation Right-of-Use Asset Liability	-
18	SD Line 18	Post-Implementation Right-of-Use Asset Liability	-
			<u>\$ 181,131</u>
		<b>Total Expenses and Losses:</b>	
19	Statement of Activities (SOA)	Total Expenses (Operating and Nonoperating) without Donor Restrictions	\$ 127,177
20	SOA	Non-Service Component of Pension/Postemployment (Nonoperating) Cost, (if Loss)	-
21	SD Line 25	Sale of Fixed Assets (if Loss)	-
22	SOA	Change in Value of Interest-Rate Swap Agreements (if Loss)	-
			<u>\$ 127,177</u>
<hr/>			
<b>Equity Ratio:</b>		<b>Modified Net Assets:</b>	
23	SFP	Net Assets without Donor Restrictions	\$ 224,970
24	SFP	Net Assets with Donor Restrictions	580,510
25	SFP	Intangible Assets	-
26	SD Line 20	Unsecured Related-Party Receivables	25,171
			<u>\$ 780,309</u>
		<b>Modified Assets:</b>	
27	SFP	Total Assets	\$ 962,845
28	SD Line 14	Lease Right-of-Use Asset Pre-Implementation	-
29	SFP	Intangible Assets	-
30	SD Line 20	Unsecured Related-Party Receivables	25,171
			<u>\$ 937,674</u>
<hr/>			
<b>Net Income Ratio:</b>		<b>Change in Net Assets without Donor Restrictions</b>	
31	SOA		<u>\$ 11,032</u>
		<b>Total Revenues and Gains without Donor Restriction:</b>	
32	SOA	Total Operating Revenue (Including Net Assets Released from Restrictions)	\$ 127,139
33	SOA	Investments Gain, Net (Aggregate Operating and Nonoperating Interest, Dividends, Realized and Unrealized Gains)	17,148
34	SOA	Non-Service Component of Pension/Postemployment (Nonoperating) Cost (if Gain)	-
35	SOA	Pension-Related Changes Other than Net Periodic Pension Costs (if Gain)	-
36	SOA	Change in Value of Annuity Agreement (Typically in Nonoperating)	455
37	SOA	Change in Value of Interest-Rate Swap Agreements (if Gain)	1,498
38	SD Line 25	Sale of Fixed Assets (if Gain)	25
39	SOA	Other Gains	-
			<u>\$ 146,265</u>



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