# UNIVERSITY SYSTEM OF MARYLAND

Financial Statements and Supplemental Data
together with Report of Independent Public Accountants

for the year ended June 30, 2015

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**UNIVERSITY OF BALTIMORE**
**BALANCE SHEET**
**JUNE 30, 2015**

| | Institution | Component Units |
|---|---|---|
| **ASSETS** | | |
| **Current assets:** | | |
| Cash and cash equivalents | $34,937,549 | $9,363,264 |
| Accounts receivable, net | 3,898,878 | 4,847,652 |
| Notes receivable, current portion | 497,444 | |
| Prepaid expenses and other assets | 901,618 | |
| Inter-institutional balances | (6,782,803) | |
| **Total current assets** | 33,452,686 | 14,210,916 |
| **Noncurrent assets:** | | |
| Restricted cash and cash equivalents | 94,916 | |
| Endowment investments | 1,068,191 | 44,215,205 |
| Other investments | | 7,782,082 |
| Notes receivable, net | 2,383,945 | |
| Other assets | | 37,539 |
| Capital assets, net | 187,578,735 | 772,602 |
| **Total noncurrent assets** | 191,125,787 | 52,807,428 |
| **Total assets** | 224,578,473 | 67,018,344 |
| **DEFERRED OUTFLOWS OF RESOURCES** | | |
| Unamortized loss on refundings of debt | 569,374 | |
| Deferred changes in pension expense | 4,111,962 | |
| **Total deferred outflows of resources** | 4,681,336 | |
| **Total assets and deferred outflows of resources** | $229,259,809 | $67,018,344 |
| **LIABILITIES** | | |
| **Current liabilities:** | | |
| Accounts payable and accrued liabilities | $8,163,593 | $712,607 |
| Accrued workers' compensation, current portion | 100,750 | |
| Accrued vacation costs, current portion | 2,628,072 | |
| Revenue bonds and notes payable, current portion | 1,571,569 | |
| Unearned revenue | 7,264,057 | 612,449 |
| **Total current liabilities** | 19,728,041 | 1,325,056 |
| **Noncurrent liabilities:** | | |
| Accrued workers' compensation | 549,250 | |
| Accrued vacation costs | 1,775,448 | |
| Endowments invested on behalf of primary government | | 1,068,191 |
| Revenue bonds and notes payable | 21,423,753 | |
| Net pension liability | 25,734,758 | |
| **Total noncurrent liabilities** | 49,483,209 | 1,068,191 |
| **Total liabilities** | 69,211,250 | 2,393,247 |
| **DEFERRED INFLOWS OF RESOURCES** | | |
| Deferred financing inflow - pension liability | 2,816,837 | |
| **Total deferred inflows of resources** | 2,816,837 | |
| **NET POSITION** | | |
| Unrestricted | (10,897,370) | 6,606,227 |
| Net investment in capital assets | 165,152,787 | |
| Restricted: | | |
| Nonexpendable: | | |
| Scholarships and fellowships | | 24,141,964 |
| Other | | 13,237,144 |
| Expendable: | | |
| Scholarships and fellowships | | 10,376,575 |
| Loans | 2,881,389 | |
| Capital projects | 94,916 | |
| Other | | 10,263,187 |
| **Total net position** | 157,231,722 | 64,625,097 |
| **Total liabilities, deferred inflows of resources, and net position** | $229,259,809 | $67,018,344 |

**UNIVERSITY OF BALTIMORE**
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**
**YEAR ENDED JUNE 30, 2015**

| | Institution | | Component Units |
|---|---|---|---|
| **OPERATING REVENUES:** | | | |
| Tuition and fees | $69,573,707 | | |
| Less: scholarship allowances | (15,379,643) | $54,194,064 | |
| Federal grants and contracts | | 988,299 | |
| State and local grants and contracts | | 6,379,728 | |
| Nongovernmental grants and contracts | | 1,796,000 | |
| Sales and services of educational departments | | 1,105,663 | |
| Auxiliary enterprises: | | | |
| Parking facilities | | 1,043,912 | |
| Other auxiliary enterprises revenues | | 6,958,070 | |
| Other operating revenues | | 114,628 | |
| **Total operating revenues** | | 72,580,364 | |
| **OPERATING EXPENSES:** | | | |
| Instruction | | 44,057,186 | |
| Research | | 5,883,734 | |
| Academic support | | 13,966,191 | |
| Student services | | 9,675,737 | |
| Institutional support | | 21,797,249 | |
| Operation and maintenance of plant | | 4,452,243 | |
| Scholarships and fellowships | | 3,067,085 | |
| Auxiliary enterprises: | | | |
| Parking facilities | | 681,149 | |
| Other auxiliary enterprises expenses | | 4,379,972 | |
| **Total operating expenses** | | 107,960,546 | |
| **Operating (loss)** | | (35,380,182) | |
| **NONOPERATING REVENUES (EXPENSES):** | | | |
| State appropriations | | 33,438,038 | |
| Pell grants | | 6,356,950 | |
| Gifts | | | $2,027,121 |
| Investment income | | 730,332 | 2,447,016 |
| Interest on indebtedness | | (617,155) | |
| Other affiliated foundation revenues | | | 455,092 |
| Other affiliated foundation expenses | | | (5,343,309) |
| Transfers (to) other University System of Maryland institutions | | (3,402,693) | |
| **Total nonoperating revenues (expenses)** | | 36,505,472 | (414,080) |
| **Income (loss) before other revenue** | | 1,125,290 | (414,080) |
| **OTHER REVENUE:** | | | |
| Capital appropriations | | 1,225,045 | |
| Capital gifts and grants | | 1,199,879 | |
| **Total other revenue** | | 2,424,924 | |
| **Increase (decrease) in net position** | | 3,550,214 | (414,080) |
| **Net position - beginning of year** | | 178,584,668 | 65,039,177 |
| **Restatement for pension liability due to GASB Statement No. 68** | | (24,903,160) | |
| **Net position - end of year** | | $157,231,722 | $64,625,097 |

**UNIVERSITY OF BALTIMORE**
**STATEMENT OF CASH FLOWS**
**YEAR ENDED JUNE 30, 2015**

| | | |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES:** | | |
| Tuition and fees | $53,953,295 | |
| Research contracts and grants | 9,261,776 | |
| Payments to employees | (79,818,852) | |
| Payments to suppliers and contractors | (22,791,222) | |
| Loans issued to students | (173,551) | |
| Collections of loans to students | 645,519 | |
| Auxiliary enterprises: | | |
| Parking facilities | 1,043,912 | |
| Other | 6,958,070 | |
| Other (payments), net | (313,473) | |
| **Net cash (used) by operating activities** | (31,234,526) | |
| **CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:** | | |
| State appropriations | 33,438,038 | |
| Pell grants | 6,356,950 | |
| **Net cash provided by noncapital financing activities** | 39,794,988 | |
| **CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:** | | |
| Proceeds of capital debt | 965,057 | |
| Capital appropriations | 1,225,045 | |
| Capital grants and gifts received | 1,199,879 | |
| Purchases of capital assets | (3,623,971) | |
| Principal paid on debt and capital leases | (2,817,418) | per USM. Internal: $2,923,653 |
| Interest paid on debt and capital leases | (802,436) | per USM. Internal: $617,155. |
| Transfers (to) other University System of Maryland institutions | (3,536,869) | |
| **Net cash (used) by capital and related financing activities** | (7,390,713) | |
| **CASH FLOWS FROM INVESTING ACTIVITIES:** | | |
| Interest on investments | 591,190 | |
| **Net cash provided by investing activities** | 591,190 | |
| **Net increase in cash and cash equivalents** | 1,760,939 | |
| **Cash and cash equivalents - beginning of the year** | 33,271,526 | |
| **Cash and cash equivalents - end of the year** | $35,032,465 | |