WYOMING CATHOLIC COLLEGE

Financial Statements

For the Year Ended June 30, 2022

with

Independent Auditors' Report

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Wyoming Catholic College:

Opinion

We have audited the accompanying financial statements of Wyoming Catholic College (the College, a Wyoming nonprofit religious corporation), which comprise the statement of financial position as of June 30, 2022, and the related statements of activities, functional expenses and cash flows for the year 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 College as of June 30, 2022, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit 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 College and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. 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 these 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 College's ability to continue as a going concern for one year after the date that 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.

An Accountancy Corporation • 26463 Rancho Parkway South • Lake Forest, CA 92630
(949) 600-7550 • Fax (949) 600-7558 • almichcpa.com • info@almichcpa.com

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 College'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 College'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.

Lake Forest, California
September 13, 2023

WYOMING CATHOLIC COLLEGE
Statement of Financial Position
June 30, 2022

Assets

Cash and cash equivalents	$ 311,615
Restricted cash for endowment and other	1,958,502
Accounts receivable from students	151,042
Trust receivable	47,621
Student and parent loans receivable, net of allowance for accounts of $173,805	1,567,123
Inventories	54,306
Property and equipment, net of accumulated depreciation and amortization of $1,621,873	7,984,257
Unamortized value of donated facilities	185,828
Other assets	495,313
Total assets	$ 12,755,607

Liabilities and Net Assets

Accounts payable	$ 586,734
Accrued expenses	880,178
Prepaid tuition	975,134
Line of credit	500,000
Notes payable	7,643,111
Total liabilities	10,585,157
Net assets:	
Without donor restrictions	(1,544,287)
With donor restrictions	3,714,737
Total net assets	2,170,450
Total liabilities and net assets	$ 12,755,607

WYOMING CATHOLIC COLLEGE
Statement of Activities
For the Year Ended June 30, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues and other support:			
Tuition and fees	$ 4,486,557	$ -	$ 4,486,557
Room and board	1,570,813		1,570,813
Less: scholarships	(2,746,745)	-	(2,746,745)
Net tuition and fees	3,310,625	-	3,310,625
Private gifts and grants	3,255,636	719,723	3,975,359
Investment income	2,568	56,891	59,459
Auxiliary revenues	1,271,206	-	1,271,206
Other	520,072	-	520,072
Total revenues and other support	8,360,107	776,614	9,136,721
Net assets released from restrictions	209,049	(209,049)	-
	8,569,156	567,565	9,136,721
Expenses:			
Instruction	2,463,458	-	2,463,458
Continuing education	48,686	-	48,686
Academic support	113,542	-	113,542
Student services	2,078,256	-	2,078,256
Auxiliary enterprises	1,869,481	-	1,869,481
Institutional support	3,436,894	-	3,436,894
Total expenses before gain from sale of real property	10,010,317	-	10,010,317
Change in net assets before gain from sale of real property	(1,441,161)	567,565	(873,596)
Gain from sale of real property	233,750	-	233,750
Change in net assets	(1,207,411)	567,565	(639,846)
Net assets, beginning of year	(336,876)	3,147,172	2,810,296
Net assets, end of year	$ (1,544,287)	$ 3,714,737	$ 2,170,450

WYOMING CATHOLIC COLLEGE
Statement of Functional Expenses
For the Year Ended June 30, 2022

	Program Services						Institutional Support				
	Instruction	Continuing Education	Academic Support	Student Services	Auxiliary	Total	General and Administration	Development and Public Relations	Facilities and Maintenance	Total	Total
Salary and wages	$ 1,573,560	$ 43,140	$ 58,674	$ 732,816	$ 926,380	$ 3,334,570	$ 453,890	$ 434,452	$ 216,927	$ 1,105,269	$ 4,439,839
Employee benefits	211,491	744	11,175	66,686	55,382	345,478	173,965	36,075	24,079	234,119	579,597
Total compensation	1,785,051	43,884	69,849	799,502	981,762	3,680,048	627,855	470,527	241,006	1,339,388	5,019,436
Occupancy	82,759	-	3,300	371,340	53,092	510,491	32,974	2,301	63,168	98,443	608,934
Food service	74,166	-	-	420,645	263,297	758,108	-	18	-	18	758,126
Student enrollment	58,305	-	5,989	126,941	6,934	198,169	16,772	10,635	72,508	99,915	298,084
Payroll taxes	120,132	3,625	4,251	57,601	78,083	263,692	46,612	32,689	16,817	96,118	359,810
Interest on debt	-	-	-	-	-	-	394,355	-	-	394,355	394,355
Supplies and minor equipment	97,243	72	1,864	63,881	117,660	280,720	44,124	24,624	16,800	85,548	366,268
Travel and entertainment	30,218	587	11,125	70,845	145,242	258,017	28,952	39,796	28,946	97,694	355,711
Other	8,563	-	3,477	22,673	17,628	52,341	105,976	10,354	4,805	121,135	173,476
Professional fees	6,930	-	50	57,046	21,934	85,960	236,617	133,539	-	370,156	456,116
Services and contracting	56,384	-	11,046	38,623	107,373	213,426	215,360	12,149	67,596	295,105	508,531
Depreciation and amortization	-	-	-	-	-	-	-	-	270,579	270,579	270,579
Equipment rental	27,817	-	232	27,528	20,566	76,143	4,315	4,414	4,076	12,805	88,948
Course books	104,034	-	1,198	-	-	105,232	-	-	-	-	105,232
General insurance	-	-	-	-	42,552	42,552	81,600	-	1,259	82,859	125,411
Telecommunications	10,271	518	763	16,776	5,394	33,722	22,138	13,527	462	36,127	69,849
Printing and copying	759	-	81	997	6,746	8,583	1,013	3,782	-	4,795	13,378
Postage and shipping	826	-	317	3,858	1,218	6,219	4,456	2,124	203	6,783	13,002
Advertising	-	-	-	-	-	-	25,071	-	-	25,071	25,071
	$ 2,463,458	$ 48,686	$ 113,542	$ 2,078,256	$ 1,869,481	$ 6,573,423	$ 1,888,190	$ 760,479	$ 788,225	$ 3,436,894	$ 10,010,317

WYOMING CATHOLIC COLLEGE
Statement of Cash Flows
For the Year Ended June 30, 2022

Cash flows from operating activities:	
Change in net assets	$ (639,846)
Adjustments to reconcile change in net assets to net cash used by operating activities:	
Depreciation and amortization	270,579
Amortization of donated facilities	61,943
Gain from sale of real property	(233,750)
Changes in assets and liabilities:	
Accounts receivable from students	36,145
Trust receivable	12,064
Estate receivable	21,832
Student and parent loans receivable, net	470,199
Prepaid expenses	34,535
Inventories	(6,066)
Other assets	2,650
Accounts payable	103,785
Accrued expenses	(641,469)
Prepaid tuition	276,709
Net cash used by operating activities	(230,690)
Cash flows from investing activities:	
Purchases of property and equipment	(136,907)
Proceeds received from sale of real property	1,500,000
Net cash provided by investing activities	1,363,093
Cash flows from financing activities:	
Proceeds from notes payable	300,000
Principal repayments on notes payable	(1,634,938)
Proceeds from line of credit	996,692
Principal repayments on line of credit	(496,692)
Net cash used by financing activities	(834,938)
Net increase in cash, cash equivalents and restricted cash	297,465
Cash, cash equivalents, and restricted cash at beginning of year	1,972,652
Cash, cash equivalents, and restricted cash at end of year	$ 2,270,117
Supplemental cash flows information:	
Cash paid for interest	$ 393,224
Supplemental schedule of noncash investing and financing activities:	
Real property acquired under terms of a note payable	$ 720,000

See notes to financial statements

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

Wyoming Catholic College (the College) is a Wyoming nonprofit religious corporation with its campus located in Lander, Wyoming. The College's primary educational objective is to offer a traditional liberal arts education that schools the whole person in three dimensions – physical, intellectual and spiritual. The College is primarily funded by tuition, room and board charges, and gifts.

Basis of Accounting

The financial statements of the College have been prepared on the accrual basis of accounting.

Basis of Presentation

Net assets, revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the College and changes therein are classified and reported as follows:

Net assets without donor restrictions – Net assets that are not subject to donor-imposed stipulations.

Net assets with donor restrictions – Net assets subject to donor-imposed stipulations that need to be maintained permanently by the College or whose restrictions will be met either by the actions of the College or the passage of time.

Revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed stipulations. Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation or by law. Expirations of restrictions on net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as reclassifications between the applicable classes of net assets.

As of June 30, 2022, net assets with donor restrictions that are available for specified operating needs of the College amounted to $1,121,033 and net assets restricted to investment in perpetuity amounted to $2,593,704 (see Note 8). The income from net assets restricted to investment in perpetuity is classified as restricted until it's expendable to support student financial aid and other activities of the College. Net assets released from restrictions for the year ended June 30, 2022, were as follows:

Scholarships	$ 147,106
Facilities	61,943
	$ 209,049

Cash and Cash Equivalents

Cash equivalents consist of cash, either on hand or in banks including time deposits with original maturities of three months or less when purchased.

Property and Equipment

Property and equipment are stated at cost at date of acquisition or estimated fair value at date of donation. It is the College's policy to capitalize all additions with a purchase cost greater than $1,500. Depreciation and amortization is computed using the straight-line method over the estimated useful lives of the related assets, which are as follows:

Land improvements	15 years
Buildings and improvements	20 to 40 years
Leasehold improvements	2 to 7 years
Furniture and equipment	2 to 7 years
Vehicles	5 years
Library books	10 years

Expenditures for repairs and maintenance that do not prolong the useful lives of property and equipment are charged to expense as incurred.

Long-lived assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. When such factors indicate that assets should be evaluated for possible impairment, management would prepare an analysis comparing the carrying value of the assets to future undiscounted cash flows of the underlying assets. The net book value of the underlying assets is adjusted to fair value if the sum of the expected undiscounted future cash flows is less than book value. To date, management has not identified any such factors pertaining to the College's long-lived assets.

Inventories

Inventories are stated at the lower of cost (first in, first out) or net realizable value and consist primarily of textbooks and memorabilia held for sale to students and promotional materials held for free distributions to potential donors.

Land Held for Sale

Land held for sale as of June 30, 2021 consisted of properties sold to a developer in February 2022 for $1,500,000; the related gain of $233,750 from the sale is reflected as gain from sale of real property on the statement of activities.

Accounts Receivable and Student and Parent Loans Receivable

Accounts receivable and student and parent loans receivable represent amounts due from students, parents or third-party payors which are recorded at the net realizable value expected to be received and are not collateralized. Management continually monitors the College's receivables to address any credit risks associated with the receivables. Management does not believe an allowance for doubtful accounts at June 30, 2021, is necessary, related to accounts receivable from students. When uncertainty exists as to the collection of student and parent loans receivable, the College records an allowance for doubtful accounts and a corresponding charge to bad debt expense. The allowance for doubtful accounts represents management's best estimate based upon historical collection experience, general economic conditions, and review of individual student and parent loans account balances.

Revenue Recognition

The College recognizes revenue in accordance with *Accounting Standards Codification (ASC) Topic 606, Revenue from Contracts with Customers,* which provides a five-step model for recognizing revenue from contracts with customers. The College's program is designed to be completed in 4 years. Student tuition and fees and room and board changes are billed on a semester-by-semester basis and earned evenly over the semester. Prepaid tuition represents cash collected in excess of tuition and fees and room and board charges billed as of the statement of financial position date; these amounts are applied to future tuition and room and board charges should the student remain active; if not, the monies are refunded.

Gifts and Grants

Gifts are recorded upon receipt in amounts equivalent to their estimated fair market value. Unrestricted gifts and revenues are classified as net assets without donor restrictions. Unconditional promises to give cash and other assets are recognized in the period the promise is made. Conditional promises are recognized when they become unconditional. Restricted gifts, grants, appropriations, and other restricted resources are classified as net assets with donor restrictions.

Functional Allocation of Expenses

The costs of providing various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain expenses have been allocated among the programs and supporting services benefited.

The College's primary program service is academic instruction. Expenses reported as auxiliary, student services and academic support are incurred in support of this primary program activity. Expenses are directly coded to programs or support services whenever possible. Natural expense attributable to more than one functional expense category are allocated using a variety of cost allocation techniques. Occupancy expenses are allocated on a square footage-basis. Compensation and student employment expenses are allocated based upon time and effort reporting that is done.

Unamortized Value of Donated Facilities

The fair value of the future use of these facilities was recorded as an asset and donor restricted contribution revenue in a prior fiscal year when the gift was received based upon fair market value for rental of similar property. This asset is being amortized to rent expense ratably over the period of intended use of the facilities of eight years, which is the year ending June 30, 2025 (see Note 4).

Other Assets

Other assets are principally comprised of $473,500 in outfitter permits for the College's outdoor programs. The outfitter permits have an indefinite life.

Recent Accounting Pronouncement

In February 2016, the Financial Accounting Standards Board (FASB) issued *Accounting Standards Update (ASU) No. 2016-02, Leases*. The guidance in this *ASU* supersedes the leasing guidance in *Topic 840, Leases*. Under the new guidance, lessees are required to recognize lease assets and lease liabilities on the statement of financial position for all leases with terms longer than twelve months. Leases will be classified as either finance or operating, with classification affecting the pattern of expense recognition in the statement of activities. This *ASU* will be effective for the College for the year ending June 30, 2023. Management is evaluating the impact *ASU 2016-02* will have on College's financial statements.

Fair Value Measurements

The carrying value of the College's financial instruments, including cash, accounts receivable, accounts payable and accrued expenses, approximates fair value due to the relative short-term nature of these instruments.

The College uses a three-tier fair value hierarchy which prioritizes the inputs used in measuring fair value. These tiers include: Level 1, defined as observable inputs such as quoted market prices in active markets; Level 2, defined as inputs other than quoted prices in active markets that are either observable directly or indirectly through market corroboration, for substantially the full term of the financial instruments; and Level 3, defined as unobservable inputs in which little or no market data exists, therefore requiring an entity to develop its own assumptions.

Income Taxes

The College is a not-for-profit entity that is exempt from federal income tax pursuant to Internal Revenue Code Section 501(c)(3). The College has no material unrelated business income. Accordingly, no provision for income taxes has been recorded in the accompanying financial statements.

Advertising

Advertising costs are expensed as incurred.

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect amounts reported in the financial statements and accompanying notes. Accordingly, actual results could differ from those estimates.

NOTE 2 – TRUST RECEIVABLE

The trust receivable is the estimated present value of the College's interest in a charitable remainder trust. The trust had a fair market value of $74,586 as of June 30, 2022. The value of the trust will be given to the College upon the death of the donor. Based on the age of the donor, there was an estimated life of 13.4 years for the trust when created in April 2014. The College is to contribute the lesser of 5% of the trust or income on the investment each year to the donor. The net present value of the investment and payments owed to the donor were discounted at 5% for a net present value of the trust of $47,621 as of June 30, 2022.

NOTE 3 – PROPERTY AND EQUIPMENT

Property and equipment consist of the following as of June 30, 2022:

Land improvements	$ 1,043,938
Buildings and improvements	6,802,545
Leasehold improvements	155,413
Furniture and equipment	529,815
Vehicles	356,762
Library books	71,927
	8,960,400
Less: accumulated depreciation and amortization	(1,621,873)
	7,338,527
Construction in progress	645,730
	$ 7,984,257

Depreciation expense of $270,579, for the year ended June 30, 2022, has been reflected within institutional support on the accompanying statement of activities.

NOTE 4 – UNAMORTIZED VALUE OF DONATED FACILITIES

The College has been promised free use of certain facilities for student housing and activities by a member of its board of directors. Rent expense of $61,943 was recognized during the year ended June 30, 2022.

The donated use of facilities pledge is summarized as follows as of June 30, 2022:

Donated use of facilities expected to be utilized in:	
Less than one year	$ 78,808
One to five years	165,988
	244,796
Less: present value discount	(58,968)
Unamortized value of donated facilities	$ 185,828

NOTE 5 – COMMITMENTS AND CONTINGENCIES

Commitments

The College has entered into various operating leases for real estate and equipment scheduled to expire at various times through June 2027. Some of the leases require the College to pay certain operating expenses in addition to base monthly rent, as well as renewal options and rent escalation clauses.

Future minimum commitment on noncancelable operating leases were as follows as of June 30, 2022:

Year Ending June 30,		
2023	$	339,947
2024		236,346
2025		110,803
2026		30,000
2027		30,000
	$	747,096

Rental expense for the year ended June 30, 2022 was approximately $436,000 and is reflected within occupancy costs in the accompanying statement of functional expenses.

Contingencies

In the ordinary course of business, the College is subject to certain claims and lawsuits. In the opinion of management and legal counsel, the resolution of the claims and lawsuits will not have a material adverse effect upon the College's financial condition. In addition, the following is a description of a legal matter which the College considers to be other than ordinary, routine, and incidental.

In February 2021, the College's chief financial officer signed a pledge agreement stating his intention to donate $20 million to the College in two installments. In May 2021, the College received $10 million. Also in May 2021, the College paid off the outstanding balance under its line of credit of $500,000. In June 2021, the College was notified by the attorney for Ria R Squared (RRS) that the contribution was fraudulently obtained as part of a larger transaction; RRS lent money to the College's chief financial officer in his individual capacity. The College's chief financial officer resigned in June 2021. Also in June 2021, as part of the U.S. Department of Justice's investigation into the incident, approximately $9.26 million was identified and removed from the College's bank accounts. In July 2021, the College facilitated an additional payment of $497,000 by means of the College's revolving line of credit. In December 2021, RRS filed suit against the College to return the remaining $239,155 of the $10 million received by the College. In November 2022, RRS and the College settled the lawsuit with the College paying $239,155 to RRS; the lawsuit was dismissed with prejudice. The payment of $239,155 is reflected within accrued expenses on the accompanying statement of financial position.

NOTE 6 – LINE OF CREDIT

The College had a revolving line of credit with a bank that matured in July 2023. The line of credit was available for operating purposes and was secured by substantially all assets of the College. The line of credit carried a variable interest rate of the Wall Street Journal Prime rate plus 1.0%. Accrued interest was paid monthly, with the principal balance and all remaining accrued but unpaid interest due at maturity. As of June 30, 2022, outstanding balance under the line of credit was $500,000. The line of credit was terminated and the outstanding balance of $500,000 was repaid in full in July 2023 using the proceeds from a loan agreement entered in July 2023 (see Note 14).

NOTE 7 – NOTES PAYABLE

As of June 30, 2022, notes payable consisted of the following:

Note payable to a private party; principal and interest payable in monthly installments of $1,754; interest accrues at a fixed rate of 6%; note matured on October 1, 2019 but has been extended indefinitely by verbal agreement; secured by a deed of trust on land	$	226,445
Note payable to a bank; principal and interest payable in monthly installments of $1,950; interest accrues at a fixed rate of 5.5%; note matures on July 1, 2030; secured by real property		151,854
Note payable to a private party; principal and interest payable in monthly installments of $1,098 beginning in September 2019 and ending August 2029; interest accrues at a fixed rate of 5%; secured by a guaranty		79,208
Unsecured note payable to a private party; interest payable in quarterly installments of $313 beginning in August 2020 and ending May 2025 with principal and unpaid accrued interest due in May 2025; interest accrues at a fixed rate of 5%		25,000
Note payable to a bank; principal and interest payable in monthly installments of $445 beginning March 2020 and ending February 2024; interest accrues at a fixed rate of 5% and is secured by a vehicle		8,471
Note payable to a bank; principal and interest payable in monthly installments of $492 beginning June 2020 and ending May 2024; interest accrues at a fixed rate of 5% and secured by a vehicle		10,729
Note payable to a bank; principal and interest payable in monthly installments of $245 beginning January 2019 and ending December 2023; interest accrues at a fixed rate of 4.75% and secured by a vehicle		4,247

Note payable to a bank; principal and interest payable in monthly installments of $24,780 beginning October 2019 and ending September 2024; interest accrues at a fixed rate of 5.85% and secured by $180,717 in student and parent loans receivable, $1,175,000 in restricted cash of the College, $800,000 in cash deposits from unrelated third-parties and a $25,000 cash deposit from a College board member	$ 2,272,041
Note payable to a private party to finance a purchase of real property; principal and interest payable in monthly installments of $9,697 beginning January 2021 and ending December 2050; interest accrues at a fixed rate of 3.00% and secured by real property	2,227,426
Note payable to a bank to refinance prior loan; principal and interest payable in monthly installments of $11,571 beginning November 2021 and ending December 2040; interest accrues at a fixed rate of 4.50% adjustable every five years and is secured by real property	1,729,567
Note payable to a private party to finance a purchase of real property; principal and interest payable in monthly installments of $4,363 beginning January 2022 and ending December 2041; interest accrues at a fixed rate of 4.00% and is secured by real property	708,123
Note payable to a private party; principal of $100,000 to be repaid in July 2024 with the remaining $100,000 to be fully repaid by November 2024; non-interest bearing and unsecured	200,000
	$ 7,643,111

Future maturities of notes payable as of June 30, 2022, were as follows:

Year Ending June 30,	
2023	$ 350,879
2024	563,855
2025	2,132,427
2026	190,922
2027	199,146
Thereafter	4,205,882
	$ 7,643,111

NOTE 8 – NET ASSETS WITH DONOR RESTRICTIONS

Net assets held in perpetuity at June 30, 2022 consist primarily of endowment corpus, with donor stipulations that they be invested in perpetuity to provide a perpetual source of income. As of June 30, 2022, the College has seven individual funds established to function as endowments.

The first fund consists of $1,250 which has been received from various donors and designated by those donors to be donor-restricted in perpetuity. The income from this fund is available for operations. This fund is held in cash and cash equivalents, and no investment or spending policies have yet been adopted for this fund.

The second fund consists of $1,000,000, which was received during the year ended June 30, 2009 from a private donor. The donor-stipulated that the $1,000,000 corpus be invested in perpetuity and that the earnings from such corpus be available for use to recruit, mentor, and provide scholarships to Native American students. The College has chosen to invest the corpus in its own plant by using the funds to construct six dormitories at its campus. As of June 30, 2010, the entire $1,000,000 had been invested in the building project, and the project was completed. The College will pay interest on the investment to the endowment, after taking into account any Native American scholarships distributed during the year, at an annual rate of 5.5% for the first five years. After that, the interest rate will be adjusted. The corpus of $1,000,000 will be repaid to the endowment ratably over a period of twenty years. Interest earned by the endowment for the year ended June 30, 2022 was $68,753. Because the College has, in effect, loaned funds to itself, no note receivable or payable has been recorded on the statement of financial position. There were no earnings appropriated during the year ended June 30, 2022. The balance of the endowment is $1,000,000 at June 30, 2022.

The third fund consists of $47,621 in a charitable remainder trust held by a third-party. The trust balance will be received upon the death of the donor.

The fourth fund consists of $25,000 which has been made available to fund up to 5 loans of $5,000 to students meeting certain criteria. The College is obligated to repay loans on behalf of students who make final vows after entering a convent or seminary, or who are unable to repay for any reason.

The fifth fund consists of $971,833 received from an estate to endow a scholarship or scholarships in the name of the donor's family. The corpus of the gift is to be preserved and retained so that the income only is expended.

The sixth fund consists of $500,000 to fund scholarships to students demonstrating financial need and other qualifying traits. The corpus of the gift is to be preserved and retained so that the income only is expended.

The seventh fund consists of $48,000 to fund a Chair for the Mathematics Department. The corpus of the gift is to be preserved and retained so that the income only is expended.

Net assets of the endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions. The board of directors of the College has interpreted the state's Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the College classifies as net assets with donor restrictions the original value of the gifts to the donor-restricted endowment, the value of subsequent gifts to the donor-restricted endowment, and accumulated earnings that are required to be classified as donor-restricted based on donor stipulations. The remaining portion of the donor-restricted endowment fund that is not classified in net assets with donor restriction held in perpetuity is classified as net assets with donor restriction that is purpose restricted until those amounts are appropriated for expenditure by the College in a manner consistent with the standard of prudence prescribed by UPMIFA.

NOTE 9 – GOVERNMENT GRANT

In November 2020, the College received $460,815 from the State of Wyoming to be used for students who experienced food and or housing insecurity as a result of COVID-19. As of the date of the auditors' report, these funds have not been disbursed. These funds will be used to provide financial aid grants to students in the 2023-2024 school year. The College will, with the permission of the student, apply these financial aid grants directly to the student's tuition. The College's board of directors believes that this disbursement is most in line with the grant's original purpose and in keeping with the expanded use of funds authority granted under Coronavirus Response and Relief Supplemental Appropriations Act, 2021 which also applies to undispersed CARES ACT funds. The $460,815 is reflected withing accrued expenses on the accompanying statement of financial position.

NOTE 10 – LIQUIDITY AND AVAILABILITY

The College's financial assets available within one year of the statement of financial position date for general expenditures are as follows:

Cash and cash equivalents	$	982,550
Accounts receivable from students		151,042
Current portion of student and parent loans receivable		394,790
	$	1,528,382

The College's practice is to structure its financial assets to be to be available as its general expenditures, liabilities and obligations come due.

NOTE 11 – RELATED-PARTY TRANSACTIONS

During the year ended June 30, 2022, the College received $322,995 of contributions from members of its board of directors and its employees.

The lessor of two of the College's leased buildings is a member of the College's board of directors. The College received approximately $61,943 (see Note 4), in free use of facilities from the board member during the year ended June 30, 2022.

In December 2021, the College borrowed $100,000 from a member of its board of directors; the entire amount was repaid in full in January 2022.

NOTE 12 – RETIREMENT PLAN

The College has a defined contribution retirement plan for its employees. Under the plan, the College and plan participants contribute to individual employee retirement accounts which fund individual retirement benefits. Plan participants may defer a percentage of their salary up to the annual federal limit on Simple IRA plans. The College matches those deferrals up to 3% of the plan participant's earnings.

The expense for the College's matching contributions was approximately $96,000 for the year ended June 30, 2022. College contributions vest in-full immediately.

NOTE 13 – CONCENTRATION OF CREDIT RISK

The College maintains its bank accounts at a high-quality financial institution. College management monitors account levels at its banks and periodically transfers funds to maximize Federal Deposit Insurance Corporation coverage; however, cash balances periodically exceed federally insured limits. The College has not experienced any losses in such accounts. The College does not believe it is exposed to any significant credit risk on cash and cash equivalents.

NOTE 14 – SUBSEQUENT EVENTS

In September 2022, the College through Lander Hospitality Holdings, LLC, a wholly-owned limited liability company, purchased a building from an unrelated third party for $2,168,670; $1,438,029 of which was financed through a ten-year bank loan with a fixed interest rate of 6.5%. The monthly principal and interest payments of $9,800 commenced November 2022 with a final maturity payment due October 2032. Lander Hospitality Holdings, LLC was created by a College board member solely for the purpose of acquiring the building, and was acquired by the College through an assignment of membership interest. The College had a management agreement with the prior owners to operate and manage the property as a motel from its purchase date to May 2023. Afterwards, the building is used by the College for student housing.

In July 2023, the College entered into a loan agreement with a bank for $504,960, currently bearing interest at 8.25% and adjustable every five years based on the lender's sole discretion. The loan agreement requires monthly payments of interest and principal of $4,500 commencing August 2023, with the final payment due July 2024. The outstanding balance under the loan agreement is secured by the College's real property. The outstanding balance under the loan agreement as of the date of the auditors' report was $502,708.

The College has evaluated subsequent events through the date of the auditors' report, September 13, 2023, which is the date the accompanying financial statements were available to be issued.