

# UTAH SYSTEM OF TECHNICAL COLLEGES

## AGENDA ITEM

### USTC BOARD OF TRUSTEES

September 13, 2017



ITEM: III. T

TOPIC: College Financial Reports

#### BACKGROUND

Last meeting, based on the recommendation of the Audit Committee, the Board requested a brief financial report from the technical colleges. Each college in the system has prepared a report that ties to audited financial statements to provide the Trustees a snapshot reflecting the financial position of each college. The attached one-page reports are not intended to replace an examination of college financial statements, the accompanying notes, and the auditors' reports. Full financial reports are available on the State Auditor's website or by request from the system office or the individual colleges.

Each college Chief Financial Officer or other designee will report briefly on his or her college's financial position in addition to the attached written reports.

The reports provide insight into the college's financial health by reflecting five years of current assets, current liabilities, and a calculation of current ratio which is a gauge of an entity's ability to pay its financial obligations. A breakdown of revenues over five years is also included along with graphics illustrating trends for current assets, net position and revenue.

Some colleges' reports include a footnote discussing treatment of their foundations. Financial reporting requirements for foundations vary depending on the structure and legal relationship with the college. Some colleges are required to include their foundations in the college's financial statement. The inclusion of a foundation on a college's financial statement obviously affects the college's overall financial picture. Other foundations have their own separate statements, and two colleges do not have foundations.

Attachments:

One-page financial report from each college