

**CURRY COLLEGE
FINANCIAL STATEMENTS
YEARS ENDED MAY 31, 2025 AND 2024**



CPAs | CONSULTANTS | WEALTH ADVISORS

CLAconnect.com

**CURRY COLLEGE
TABLE OF CONTENTS
YEARS ENDED MAY 31, 2025 AND 2024**

INDEPENDENT AUDITORS' REPORT	1
FINANCIAL STATEMENTS	
STATEMENTS OF FINANCIAL POSITION	4
STATEMENTS OF ACTIVITIES	5
STATEMENTS OF CASH FLOWS	7
NOTES TO FINANCIAL STATEMENTS	8



INDEPENDENT AUDITORS' REPORT

Board of Trustees
Curry College
Milton, Massachusetts

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Curry College (the College), which comprise the statement of financial position as of May 31, 2025 and 2024, and the related statements of activities 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 College as of May 31, 2025 and 2024, and the changes in its 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 College 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 the 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 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 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 audits.



CliftonLarsonAllen LLP

Quincy, Massachusetts
October 17, 2025

CURRY COLLEGE
STATEMENTS OF FINANCIAL POSITION
MAY 31, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
ASSETS		
Cash and Cash Equivalents	\$ 4,107,653	\$ 5,623,524
Accounts Receivable, Net of Allowance for Credit Losses of \$942,543 and \$2,377,474, Respectively	1,447,378	1,167,215
Student Loans Receivable, Net of Allowance for Credit Losses of \$55,550 in 2025 and 2024	286,615	299,027
Contributions Receivable, Net of Allowance for Doubtful Accounts of \$644,679 and \$243,377, Respectively	4,584,291	4,468,523
Other Receivables	646,817	1,030,110
Prepaid Expenses and Other Assets	945,998	1,024,574
Investments	83,240,168	88,484,075
Land, Buildings, and Equipment, Net	<u>90,887,352</u>	<u>95,396,866</u>
 Total Assets	 <u>\$ 186,146,272</u>	 <u>\$ 197,493,914</u>
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts Payable and Accrued Expenses	\$ 10,098,936	\$10,138,787
Student Deposits and Deferred Revenue	4,085,147	3,831,570
Government Advances - Student Loans	689,518	629,697
Bonds Payable, Net	58,396,455	62,054,044
Lease Liabilities	<u>295,820</u>	<u>261,202</u>
 Total Liabilities	 <u>73,565,876</u>	 <u>76,915,300</u>
NET ASSETS		
Without Donor Restrictions	103,140,208	111,649,406
With Donor Restrictions	<u>9,440,188</u>	<u>8,929,208</u>
 Total Net Assets	 <u>112,580,396</u>	 <u>120,578,614</u>
 Total Liabilities and Net Assets	 <u>\$ 186,146,272</u>	 <u>\$ 197,493,914</u>

See accompanying Notes to Financial Statements.

CURRY COLLEGE
STATEMENT OF ACTIVITIES
YEAR ENDED MAY 31, 2025
(WITH COMPARATIVE PRIOR YEAR TOTALS)

	Without Donor Restrictions	With Donor Restrictions	2025 Total	2024 Total
REVENUE, GAINS, AND OTHER SUPPORT				
Student Tuition and Fees, Net of Institutional Scholarships	\$ 37,748,031	\$ -	\$ 37,748,031	\$ 36,888,999
Auxiliary Enterprises	22,898,267	123,540	23,021,807	23,019,838
Government Grants and Contracts	151,647	-	151,647	69,605
Private Gifts and Grants	451,426	1,806,018	2,257,444	4,483,060
Income Appropriated Under Spending Policy	13,785,000	-	13,785,000	14,479,476
Interest Income	315,601	-	315,601	175,216
Net Assets Released from Restrictions	2,363,265	(2,363,265)	-	-
 Total Revenues, Gains, and Other Support	 77,713,237	 (433,707)	 77,279,530	 79,116,194
EXPENSES				
Program				
Instruction	29,273,729	-	29,273,729	29,447,114
Student Services	23,312,906	-	23,312,906	21,679,452
Auxiliary Enterprises	12,411,547	-	12,411,547	12,110,627
Academic Support	4,974,285	-	4,974,285	5,123,283
Management and General	8,703,297	-	8,703,297	10,993,715
Institutional Advancement	1,502,837	-	1,502,837	1,189,808
 Total Expenses	 80,178,601	 -	 80,178,601	 80,543,999
 Change in Net Assets from Operations	 (2,465,364)	 (433,707)	 (2,899,071)	 (1,427,805)
NONOPERATING ACTIVITIES				
Gifts and Bequests for Long-Term Investment	-	490,141	490,141	42,000
Investment Income	7,741,166	454,546	8,195,712	14,525,176
Income Appropriated Under Spending Policy	(13,785,000)	-	(13,785,000)	(14,479,476)
 Total Nonoperating Activities	 (6,043,834)	 944,687	 (5,099,147)	 87,700
CHANGE IN NET ASSETS				
	(8,509,198)	510,980	(7,998,218)	(1,340,105)
Net Assets - Beginning of Year	111,649,406	8,929,208	120,578,614	121,918,719
NET ASSETS - END OF YEAR	\$ 103,140,208	\$ 9,440,188	\$ 112,580,396	\$ 120,578,614

See accompanying Notes to Financial Statements.

CURRY COLLEGE
STATEMENT OF ACTIVITIES
YEAR ENDED MAY 31, 2024

	Without Donor Restrictions	With Donor Restrictions	2024
REVENUE, GAINS, AND OTHER SUPPORT			
Student Tuition and Fees, Net of Institutional Scholarships	\$ 36,888,999	\$ -	\$ 36,888,999
Auxiliary Enterprises	23,019,838	-	23,019,838
Government Grants and Contracts	69,605	-	69,605
Private Gifts and Grants	545,930	3,937,130	4,483,060
Income Appropriated Under Spending Policy	14,479,476	-	14,479,476
Interest Income	175,216	-	175,216
Net Assets Released From Restrictions	<u>1,406,355</u>	<u>(1,406,355)</u>	-
 Total Revenues, Gains, and Other Support	 76,585,419	 2,530,775	 79,116,194
EXPENSES			
Program			
Instruction	29,447,114	-	29,447,114
Student Services	21,679,452	-	21,679,452
Auxiliary Enterprises	12,110,627	-	12,110,627
Academic Support	5,123,283	-	5,123,283
Management and General	8,633,034	2,360,681	10,993,715
Institutional Advancement	<u>1,189,808</u>	-	<u>1,189,808</u>
 Total Expenses	 <u>78,183,318</u>	 <u>2,360,681</u>	 <u>80,543,999</u>
 Change in Net Assets From Operations	 (1,597,899)	 170,094	 (1,427,805)
NONOPERATING ACTIVITIES			
Gifts and Bequests for Long-Term Investment	-	42,000	42,000
Investment Income	13,841,366	683,810	14,525,176
Income Appropriated Under Spending Policy	<u>(14,479,476)</u>	-	<u>(14,479,476)</u>
 Total Nonoperating Activities	 <u>(638,110)</u>	 <u>725,810</u>	 <u>87,700</u>
 CHANGE IN NET ASSETS	 (2,236,009)	 895,904	 (1,340,105)
 Net Assets - Beginning of Year	 <u>113,885,415</u>	 <u>8,033,304</u>	 <u>121,918,719</u>
 NET ASSETS - END OF YEAR	 <u>\$ 111,649,406</u>	 <u>\$ 8,929,208</u>	 <u>\$ 120,578,614</u>

See accompanying Notes to Financial Statements.

CURRY COLLEGE
STATEMENTS OF CASH FLOWS
YEARS ENDED MAY 31, 2025 AND 2024

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ (7,998,218)	\$ (1,340,105)
Adjustments to Reconcile Change in Net Assets to Net Cash		
Used by Operating Activities:		
Depreciation and Amortization	7,327,404	7,174,655
Bad Debt Expense	243,376	2,360,681
Amortization of Debt Issuance Costs	48,358	48,358
Net Realized and Unrealized Gain on Investments	(6,700,603)	(13,053,909)
Gain on Sale of Land, Buildings, and Equipment	(13,481)	(97,492)
Change in Allowance for Doubtful Accounts	(1,033,629)	(961,430)
Contributions Restricted for Long-Term Investment	(490,141)	(42,000)
Change in Operating Assets and Liabilities:		
Accounts Receivable	911,394	(231,003)
Other Receivables	383,292	259,761
Contributions Receivable	(517,071)	(3,060,940)
Prepaid Expenses and Other Assets	78,576	(550,358)
Accounts Payable and Accrued Expenses	(39,851)	1,508,721
Student Deposits and Deferred Revenue	253,577	1,120,423
Net Cash Used by Operating Activities	<u>(7,547,017)</u>	<u>(6,864,638)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of Investments	(32,519,524)	(78,651,861)
Proceeds from Sale of Investments	44,464,033	91,564,430
Proceeds from Sale of Land, Buildings, and Equipment	28,866	16,059
Purchases of Land, Buildings, and Equipment	(2,546,255)	(4,856,428)
Student Loans Repaid	12,412	6,052
Net Cash Provided by Investing Activities	<u>9,439,532</u>	<u>8,078,252</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Principal Payments of Bonds Payable	(3,705,946)	(3,600,383)
Payments of Lease Liability	(252,402)	(265,787)
Proceeds from Contributions Restricted for Long-Term Investment	490,141	42,000
Other Financing Activities	59,821	(3,903)
Net Cash Used by Financing Activities	<u>(3,408,386)</u>	<u>(3,828,073)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(1,515,871)	(2,614,459)
Cash and Cash Equivalents - Beginning of Year	<u>5,623,524</u>	<u>8,237,983</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 4,107,653</u>	<u>\$ 5,623,524</u>
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Cash Paid for Interest	\$ 1,715,370	\$ 1,844,575
Assets Purchased from Leases	<u>\$ 287,020</u>	<u>\$ -</u>

See accompanying Notes to Financial Statements.

**CURRY COLLEGE
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025 AND 2024**

NOTE 1 ORGANIZATION

Curry College (the College) was established in 1879 and serves as an independent institution offering undergraduate and graduate degrees to approximately 2,300 full and part-time students who are primarily from New England and the Mid-Atlantic states. The College's main campus is located on approximately 130 acres in Milton, Massachusetts and a branch campus is located in Plymouth, Massachusetts. The College is accredited by The New England Commission of Higher Education and offers students a rich blend of liberal arts and career-directed programs, including business management, nursing, communication, education, and criminal justice. The College is a nationally recognized leader in educating students with learning differences. The College also offers Master in Education, Master in Criminal Justice, Master in Business Administration, Master in Nursing, and Master in Accounting degrees.

The College participates in student financial assistance programs sponsored by the United States Department of Education and the Commonwealth of Massachusetts, which facilitate the payment of tuition and other expenses for certain students.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Statement Presentation

The financial statements of the College have been prepared on the accrual basis of accounting. Net assets and revenues, expenses, gains and losses are classified based upon the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes therein are classified as follows:

Without donor restrictions - Net assets that are not subject to donor-imposed restrictions or for which restrictions have expired. Also included in this category are net assets designated by the Board of Trustees, including "funds functioning as endowment".

With donor restrictions - Net assets subject to donor-imposed restrictions that permit the College to use or expend the donated assets as specified and are satisfied by either the passage of time or by actions of the College. Also included in this category are net assets subject to donor-imposed restrictions that stipulate that resources be maintained permanently, but may permit the College to use or expend part or all of the economic benefits derived from the donated assets.

Interest, dividends, and net gains or losses on investments are reported as follows:

- as increases or decreases in net assets with donor restrictions if the terms of the gift require they be applied to the principal of a permanently endowed fund;
- as increases or decreases in net assets with donor restrictions if the terms of the gift and/or relevant state law impose restrictions on the current use of the income or net gains and losses; and
- as increases or decreases in net assets without donor restrictions in all other cases.

**CURRY COLLEGE
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025 AND 2024**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Financial Statement Presentation (Continued)

Nonoperating revenue/expenses include endowment gifts, gifts for property and equipment, investment income and gain or loss on long-term investments, realized and unrealized gains and losses on long-term investments, and net assets released from restrictions for capital acquisitions. To the extent investment income and gains/losses are used for operations as defined by the College's Board approved spending rate policy (see Note 8), they are reclassified as income appropriated under spending policy on the statement of activities. All other activity is classified as operating revenue/expenses.

The College reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and are reported in the statements of activities as net assets released from restrictions.

The College reports gifts of equipment or other assets as net assets without donor restrictions unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as net assets with donor restrictions. Absent explicit donor stipulations regarding how long those long-lived assets must be maintained, the College reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

Cash and Cash Equivalents

Cash and cash equivalents include operating cash accounts and short-term investments with maturities from date of purchase of three months or less. The carrying value of these cash equivalents is a reasonable estimate of fair value due to their short-term nature. Fair value is determined based on quoted market value prices with the exception of cash sweep accounts and certificates of deposit, which are carried at their principal amount.

Allowance for Credit Losses

The College establishes an allowance for credit losses for accounts receivable amounts that may not be collectible. The College evaluates the allowance for credit losses periodically based on the age of its accounts receivable balances, the number of active and inactive students and an analysis of its collection history, current economic conditions and reasonable and supportable forecasts. The College writes off accounts receivable when they are determined to be uncollectible, and payments subsequently received on such receivables are recorded as income in the period received.

Student Loans Receivable

Student loans receivable are recorded at their estimated net realizable value and include both institutional funds and student Perkins Loans, Nursing Student Loans and Nursing Faculty Loans. For all loans, management estimates the allowance for credit losses based on historical collection experience, current economic conditions, and reasonable and supportable forecasts.

**CURRY COLLEGE
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025 AND 2024**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Contributions

Contribution revenue is recorded at fair value at the time of transfer. Transactions reported as contributions represent transfers to the College of cash or other assets or the cancellation of its liabilities in a nonreciprocal and voluntary transfer. Promises to give are recognized when the donor makes a pledge to the College that is, in substance, unconditional. Outstanding promises to give are reflected as contributions receivable in the accompanying statements of financial position. Conditional promises to give, which depend on the occurrence of a specified future and uncertain event to bind the donor, are recognized only when the conditions are substantially met.

Contributions and promises to give are classified as with or without donor restrictions, depending on the existence or nature of any donor-imposed restrictions.

Other Receivables

Other receivables include funds owed to the College by third parties, including the Department of Education, for services or agreements. All other receivables are expected to be collected within twelve months of the respective fiscal year.

Bond Issuance Costs

Costs relating to the issuance of long-term debt are netted against the liability for bonds payable to which they pertain and subsequently amortized into the statement of activities over the term of the debt repayment period using the straight-line method. Debt issuance costs of \$819,234 and \$867,592 net of amortization expense, at May 31, 2025 and 2024, respectively, have been presented as a deduction from the related bonds payable.

Investments

Investments are stated at fair value. The value of publicly traded securities is based upon quoted market prices and net asset values (NAV). Other securities, for which no such quotations or valuations are readily available, are carried at fair value as estimated by management using values provided by external investment managers or appraisers. Management has established procedures in place to evaluate and monitor third-party valuations, including regular communication with fund managers, the review of partnership financial statements and monthly performance metrics prior to investment and on a regular basis going forward. Management believes that these valuations are a reasonable estimate of fair value as of May 31, 2025 and 2024, but are subject to uncertainty and, therefore, may differ from the value that would have been used had a ready market for the investments existed.

Fair Value Measurement

The College follows the accounting and disclosure standards pertaining to Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) Topic 820, *Fair Value Measurement*, for qualifying assets and liabilities. Fair value is defined as the price that the College would receive upon selling an asset or pay to settle a liability in an orderly transaction between market participants.

**CURRY COLLEGE
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025 AND 2024**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fair Value Measurement (Continued)

The College uses a framework for measuring fair value that includes a hierarchy that categorizes and prioritizes the sources used to measure and disclose fair value. This hierarchy is broken down into three levels based on inputs that market participants would use in valuing the financial instruments based on market data obtained from sources independent of the College. Inputs refer broadly to the assumptions that market participants would use in pricing the financial instrument, including assumptions about risk. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the financial instrument developed based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset developed based on the best information available.

The three levels of the fair value hierarchy are as follows:

Level 1 - Inputs that reflect unadjusted quoted prices in active markets for identical assets at the measurement date.

Level 2 - Inputs other than quoted prices that are observable for the asset either directly or indirectly, including inputs in markets that are not considered to be active.

Level 3 - Inputs that are unobservable, and which require significant adjustment or estimation.

An asset's or liability's level within the framework is based upon the lowest level of any input that is significant to the fair value measurement.

The College follows guidance on measuring the fair value of alternative investments, which offers investors a practical expedient for measuring the fair value of investments in certain entities that calculate NAV. Under this practical expedient, entities are permitted to use NAV without adjustment for certain investments which: (a) do not have a readily determinable fair value and (b) prepare their financial statements consistent with the measurement principles of an investment company or have the attributes of an investment company. Additionally, investments measured using the NAV practical expedient are exempt from categorization within the fair value hierarchy and related disclosures. Instead, entities are required to separately disclose the required information for assets measured using the NAV practical expedient. Entities are also required to show the carrying amount of investments measured using the NAV practical expedient as a reconciling item between the total amount of investments categorized within the fair value hierarchy and total investments measured at fair value on the face of the financial statements.

**CURRY COLLEGE
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025 AND 2024**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Land, Buildings, and Equipment

Land, buildings, and equipment are stated at cost, or if received as a gift, at fair value at the date of receipt. Maintenance and repairs are charged to operations as incurred, while betterments and additions are capitalized. Depreciation and amortization are computed using the straight-line method over the estimated useful lives of the assets as follows:

Building	20 to 37 Years
Building Improvements	10 to 30 Years
Land Improvements	10 to 30 Years
Furniture, Equipment, and Vehicles	3 to 10 Years
Library Books	10 Years

Conditional Asset Retirement Obligations

Existing laws, regulations, or contracts may require the College to perform an asset retirement activity even if that activity can be deferred indefinitely. The obligation to perform the asset retirement activity is unconditional even though uncertainty exists about the timing and/or method of settlement. Accordingly, the College recognizes a liability for the fair value of conditional asset retirement obligations based on estimated retirement requirements. The College's estimated liability was \$251,285 and \$255,664 as of May 31, 2025 and 2024, which is included in the accounts payable and accrued expenses in the accompanying statements of financial position.

Government Advances - Student Loans

These amounts include funds advanced to the College under the Federal Perkins Loan, Nursing Student Loans and Nursing Faculty Loan Programs. On September 30, 2017, the Federal government terminated the Perkins Loan Program. No additional loans under this program are authorized to be awarded after this date. In the event that the College no longer participates in the program, a portion of the amounts are generally refundable to the Federal government.

Revenue Recognition

The College has various revenue streams that revolve mainly around student enrollment and instruction. Revenue is generated primarily through tuition, housing, meals and various fees associated with enrollment and recognized over time as the College provides the related goods and service. Generally, enrollment and instructional services are billed before a term begins and paid by the beginning of the term.

In general, the College awards institutional aid on the basis of tuition and fees only.

The increases and decrease in accounts receivable and deferred revenue were primarily due to normal timing differences between the College's performance and students' payments. The balances of student accounts receivables was \$1,447,378, \$1,167,215 and \$906,246, at May 31, 2025, 2024 and 2023, respectively. The balances of student loans receivables was \$286,615, \$299,027 and \$305,080, at May 31, 2025, 2024 and 2023, respectively. The balances of student deposits and deferred revenue was \$4,085,147, \$3,831,570 and \$2,711,147, at May 31, 2025, 2024 and 2023, respectively.

CURRY COLLEGE
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025 AND 2024

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition (Continued)

The following table disaggregates student service revenue by type of service provided for the years ended May 31:

	2025		
	Tuition and fees	Auxiliary Services	Total
Student Service Revenue	\$ 83,761,871	\$ 23,021,807	\$ 106,783,678
Less: Student Aid	<u>(46,013,840)</u>	<u>-</u>	<u>(46,013,840)</u>
 Net Student Service Revenue	 <u>\$ 37,748,031</u>	 <u>\$ 23,021,807</u>	 <u>\$ 60,769,838</u>
	2024		
	Tuition and fees	Auxiliary Services	Total
Student Service Revenue	\$ 78,420,842	\$ 23,019,838	\$ 101,440,680
Less: Student Aid	<u>(41,531,843)</u>	<u>-</u>	<u>(41,531,843)</u>
 Net Student Service Revenue	 <u>\$ 36,888,999</u>	 <u>\$ 23,019,838</u>	 <u>\$ 59,908,837</u>

Unearned tuition, fees and deposits includes \$4,085,147 and \$3,831,570 of May 31, 2025 and 2024, respectively, of payments received for tuition, fees and room and board for the following academic year's fall semester and deferred tuition and fees related to certain summer terms which cross fiscal years. These payments are recognized ratably as revenue over the applicable academic term as performance obligations are met. All unearned tuition, fees, and deposits as of May 31, 2024 were recognized as revenue during fiscal 2025.

In addition to student room and board, auxiliary revenues also include revenues from contracts with customers to provide dining and event services, housing, facility rentals, parking services, bookstore, daycare, and other miscellaneous activities. Parking services revenue is recorded ratably over the period for which the parking permits have been sold. All other auxiliary revenues are recognized when the service is provided, or the event occurs.

The College also receives funding from individuals and various federal, state and local agencies. The funding may represent a reciprocal transaction in exchange for an equivalent benefit in return, or it may be a nonreciprocal transaction in which the resources provided are for the benefit of the College, the funding organization's mission, or the public at large.

**CURRY COLLEGE
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025 AND 2024**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition (Continued)

The College recognizes these grants as either contributions or exchange transaction revenues, depending on whether the transaction is reciprocal or nonreciprocal. For grants treated as contributions, revenue is recognized when a contribution becomes unconditional. Typically, government grant agreements contain a right of return or right of release from the respective obligation provision on the part of the grantor and the College has limited discretion over how funds transferred should be spent. As such, the College recognizes revenue for these conditional contributions when the related barrier to entitlement has been overcome. Revenues from exchange transactions are recognized as performance obligations are satisfied, which in most cases is when related costs are incurred.

Federal and State Student Assistance

Financial aid for students is provided by grants and loans through programs of the federal government and the Commonwealth of Massachusetts. Federal aid totaled \$19,915,140 and \$19,064,809 for the years ended May 31, 2025 and 2024, respectively. Massachusetts state aid totaled \$1,538,300 and \$1,175,150 for the years ended May 31, 2025 and 2024, respectively. This aid is paid for the benefit of the students and is not included in the statements of activities.

Institutional Scholarships

Although reported in the statement of activities as an adjustment to revenue, the College's grants for scholarships are managed as a core program expense. The financial aid program assists students with demonstrated need, defined in accordance with a uniform formula, by providing a mix of grants and loans designed to help cover some of the costs of attendance when combined with student and family contributions based on their ability to pay. Additionally, the College maintains a merit aid program. Student assistance is funded, in part, by income from endowed scholarship funds, gifts for specific scholarships, and other gifts available for use in current operations. Institutional scholarships totaled \$46,013,840 and \$41,531,843 for the years ended May 31, 2025 and 2024, respectively.

Advertising Costs

The College expenses advertising costs as incurred. Total advertising costs for the years ended May 31, 2025 and 2024 were \$904,018 and \$799,276, respectively, and are included in management and general, and institutional advancement expenses on the statements of activities.

Income Taxes

The College is a tax-exempt organization as described in Section 501(c)(3) of the Internal Revenue Code (IRC) and is generally exempt from income taxes pursuant to Section 501(a) of the IRC. Accordingly, it is generally not subject to income taxes except to the extent it has taxable income from activities that are not related to its exempt purpose. The College is required to assess uncertain tax positions and has determined that there were no such positions that are material to the financial statements.

**CURRY COLLEGE
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025 AND 2024**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Use of Estimates

The preparation of financial statements in accordance with U.S. generally accepted accounting principles (GAAP) requires management to make estimates and assumptions that affect certain reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as of the date of the financial statements. Estimates also affect the reported amounts of revenue and expenses during the reporting period. Such estimates include allowances for credit losses, and estimated useful lives of land, buildings, and equipment. Actual results could differ from those estimates.

Concentrations of Credit Risk

The College's main concentrations of potential credit risk involve cash and cash equivalents, investments, and student accounts receivable. The College limits this risk by investing otherwise available cash balances in a fully insured demand deposit marketplace sweep account (marketplace sweep account) with a bank, utilizing mutual funds with appropriate investment objectives for its longer-term fixed income investments and maintaining responsive payment and collection policies, including financial counseling, for its students.

The marketplace sweep account allows the College to maintain Federal Deposit Insurance Corporation (FDIC) insurance on cash balances by distributing funds that exceed the amounts necessary for College obligations to accounts at multiple banks, each of which maintains an FDIC insurance level of \$250,000. All funds in the marketplace sweep account are available to the College for use daily.

Leases

Subsequent to adoption of ASC 842, the College determines if an arrangement is a lease at inception. All leases are recorded on the statements of financial position, except for leases with an initial term less than 12 months for which the College made the short-term lease election.

Operating lease right-of-use (ROU) assets and lease liabilities are recognized at the lease commencement date based on the present value of the lease payments using the College's applicable risk-free rate over the lease term. ROU assets also include adjustments related to lease payments made and lease incentives received at or before the commencement date. The ROU assets are included in land, buildings, and equipment, net of accumulated amortization and lease incentives, and the related liabilities are reflected as lease liabilities in the statements of financial position.

CURRY COLLEGE
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025 AND 2024

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Leases (Continued)

Operating lease expense is recognized on a straight-line basis over the lease term within the appropriate functional category in the statements of activities. Lease terms may include options to extend or terminate the lease when it is reasonably certain the College will exercise the option.

Finance lease ROU assets are included in property, plant, and equipment, net of accumulated amortization and lease incentives, and the related liabilities are included in lease liabilities, in the statements of financial position.

Reclassifications

Certain reclassifications have been made to the 2024 amounts to conform to the 2025 presentation.

NOTE 3 LIQUIDITY AND AVAILABILITY

The College's financial assets available within one year of the statements of financial position for general expenditure are as follows as of May 31:

	<u>2025</u>	<u>2024</u>
Financial Assets:		
Cash and Cash Equivalents	\$ 4,107,653	\$ 5,623,524
Accounts Receivable to be Collected During the Year	1,310,129	716,038
Contributions Receivable to be Collected During the Year	1,088,558	1,153,580
Other Receivables to be Collected During the Year	228,568	629,316
Fiscal Year Spending Policy	<u>3,980,000</u>	<u>4,285,000</u>
 Total Financial Assets and Liquidity Resources Available Within One Year	 <u>\$ 10,714,908</u>	 <u>\$ 12,407,458</u>

As part of the College's liquidity management, it structures its financial assets to be available as its general expenditures, liabilities, and other obligations come due. In addition, the College invests cash in excess of daily requirements in short-term investments. Although the College does not intend to spend from its board-designated endowment funds other than amounts appropriated for general expenditure as part of its annual budget approval and appropriation process, amounts from its board-designated endowment could be made available if necessary.

CURRY COLLEGE
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025 AND 2024

NOTE 4 CONTRIBUTIONS RECEIVABLE

Contributions receivable are summarized at May 31, as follows:

	<u>2025</u>	<u>2024</u>
Unconditional Promises are Expected to be Collected in:		
Less Than One Year	\$ 1,088,558	\$ 1,153,580
One to Five Years	2,221,134	2,478,817
Beyond Five Years	<u>1,919,278</u>	<u>1,079,503</u>
Total	<u>5,228,970</u>	<u>4,711,900</u>
Less: Reserve for Doubtful Accounts	<u>644,679</u>	<u>243,377</u>
Total	<u><u>\$ 4,584,291</u></u>	<u><u>\$ 4,468,523</u></u>

The College discounts contributions receivable to account for their present value using a risk-free rate based upon U.S. Treasury notes. For the years ended May 31, 2025 and 2024, the College discounted contributions receivable at the applicable Treasury rate.

NOTE 5 INVESTMENTS

The fair value of investments at May 31, are summarized as follows:

	<u>2025</u>	<u>2024</u>
Equity Strategies:		
U.S. Equities	\$ 33,902,475	\$ 33,804,927
Emerging Market Equities	2,787,424	4,039,161
Marketable Alternatives	4,918,521	6,794,637
International Equities	<u>25,949,710</u>	<u>24,340,533</u>
Fixed-Income Strategies:		
Cash and Cash Equivalents	1,751,590	4,121,671
Fixed-Income Securities	<u>13,930,448</u>	<u>15,383,146</u>
Total	<u><u>\$ 83,240,168</u></u>	<u><u>\$ 88,484,075</u></u>

Equity Strategies

Equity investments include direct and indirect investments in equity securities of U.S. companies of all sizes. The purpose of the equity allocation is to provide a total return that will provide for both growth in principal and, to a lesser extent, current income.

International and emerging market equity investments include direct and indirect investments in equity securities of companies located in developed, emerging, and frontier market countries outside the U.S. In addition to sharing the purpose of the domestic equity allocation, international equity investments allow exposure to countries that may be growing faster than the U.S.

CURRY COLLEGE
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025 AND 2024

NOTE 5 INVESTMENTS (CONTINUED)

Fixed-Income Strategies

Fixed income investments, both core and global, include cash, cash equivalents, and direct and indirect investments in bonds and other income securities. The purposes of these fixed-income allocations are to provide a deflation hedge and to reduce the overall volatility of the portfolio through additional diversification. Investments in cash and cash equivalents are also intended to preserve liquid capital for future investment or other cash needs of the College.

Return on investments for the years ended May 31 consisted of the following:

	<u>2025</u>	<u>2024</u>
Investment Returns:		
Interest and Dividends	\$ 1,804,017	\$ 1,878,484
Realized and Unrealized Gains	6,700,073	13,053,908
Investment Fees	(308,378)	(407,216)
Total Investment Return	<u>\$ 8,195,712</u>	<u>\$ 14,525,176</u>

Fair Value Measurements

The following table presents the College's investments by level within the valuation framework at May 31:

	2025		
	Level 1	Measured at Net Asset Value*	Total
Investments:			
Cash and Cash Equivalents	\$ 1,751,590	\$ -	\$ 1,751,590
U.S. Equities	33,902,475	-	33,902,475
International Equities	15,257,886	-	15,257,886
Marketable Alternatives	4,918,521	-	4,918,521
Fixed-Income Securities	9,043,498	-	9,043,498
Alternative Investments**:			
Limited Liability Company	-	4,886,950	4,886,950
Limited Liability Partnerships	<u>-</u>	<u>13,479,248</u>	<u>13,479,248</u>
Total	<u>\$ 64,873,970</u>	<u>\$ 18,366,198</u>	<u>\$ 83,240,168</u>

CURRY COLLEGE
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025 AND 2024

NOTE 5 INVESTMENTS (CONTINUED)

Fair Value Measurements (Continued)

	2024		
	Measured at Net Asset Value*		
	Level 1	Value*	Total
Investments:			
Cash and Cash Equivalents	\$ 4,121,671	\$ -	\$ 4,121,671
U.S. Equities	33,804,927	-	33,804,927
International Equities	17,773,636	-	17,773,636
Marketable Alternatives	6,794,637	-	6,794,637
Fixed-Income Securities	10,017,651	-	10,017,651
Alternative Investments**:			
Limited Liability Company	-	5,365,495	5,365,495
Limited Liability Partnerships	-	10,606,058	10,606,058
Total	<u>\$ 72,512,522</u>	<u>\$ 15,971,553</u>	<u>\$ 88,484,075</u>

* Certain investments that are measured at fair value using the NAV per share (or its equivalents) practical expedient have not been categorized in the fair value hierarchy above. The fair value amounts presented in this table are intended to permit reconciliation of the fair value hierarchy to the amounts presented in the statements of financial position.

** Investments are redeemable in 30 days or less. There are no future purchase commitments for these investments.

NOTE 6 LAND, BUILDINGS, AND EQUIPMENT

Land, buildings, and equipment consisted of the following at May 31:

	2025	2024
Land and Land Improvements	\$ 14,593,283	\$ 14,366,658
Building and Building Improvements	170,328,734	168,858,940
Furniture, Equipment, and Vehicles	38,617,840	37,554,721
Library Books	<u>1,921,351</u>	<u>1,921,351</u>
Subtotal	225,461,208	222,701,670
Accumulated Depreciation and Amortization	<u>(135,011,332)</u>	<u>(127,783,259)</u>
Subtotal	90,449,876	94,918,411
Construction-in-Process	<u>437,476</u>	<u>478,455</u>
Land, Buildings, and Equipment, Net	<u>\$ 90,887,352</u>	<u>\$ 95,396,866</u>

Depreciation and amortization expense was \$7,327,404 and \$7,174,655 for the years ended May 31, 2025 and 2024, respectively.

CURRY COLLEGE
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025 AND 2024

NOTE 7 BONDS PAYABLE

On July 1, 2022, the College refinanced their Massachusetts Development Finance Agency Revenue Bonds to reduce the related interest rates and to remove certain financial covenants. There were no changes to the repayment schedules or maturity dates of the related bonds.

Bonds payable consisted of the following at May 31:

<u>Description</u>	<u>2025</u>	<u>2024</u>
Massachusetts Development Finance Agency Revenue Bonds, Curry College Issue, Series 2013, dated December 20, 2013. The bonds carry a fixed rate of 2.71%. The bonds are due in varying installments, plus interest, with final maturity in 2043. The bonds are secured on a parity basis by substantially all real and personal property of the College.	\$ 21,425,000	\$ 23,410,000
Massachusetts Development Finance Agency Revenue Bonds, Curry College Issue, Series 2015, dated January 30, 2015. The bonds carry a fixed rate of 2.71%. The bonds are due in varying installments, plus interest, with final maturity in 2035. The bonds are secured on a parity basis by substantially all real and personal property of the College.	8,438,700	9,158,585
Massachusetts Development Finance Agency Revenue Bonds, Curry College Issue, Series 2016A, dated March 21, 2016. The bonds carry a fixed rate of 2.71%. The bonds are due in varying installments, plus interest, with final maturity in 2046. The bonds are secured on a parity basis by substantially all real and personal property of the College.	21,709,429	22,449,839
Massachusetts Development Finance Agency Revenue Bonds, Curry College Issue, Series 2016B, dated June 21, 2016. The bonds carry a fixed rate of 2.71%. The bonds are due in varying installments, plus interest, with final maturity in 2046. The bonds are secured on a parity basis by substantially all real and personal property of the College.	<u>7,642,560</u>	<u>7,903,212</u>
Total Bonds Payable	59,215,689	62,921,636
Less: Unamortized Debt Issue Costs	<u>819,234</u>	<u>867,592</u>
Bonds Payable, Net	<u><u>\$ 58,396,455</u></u>	<u><u>\$ 62,054,044</u></u>

Future principal payments are as follows:

<u>Year Ending May 31,</u>	<u>Amount</u>
2026	\$ 3,808,332
2027	3,921,952
2028	4,042,391
2029	4,157,793
2030	3,440,068
Thereafter	<u>39,845,153</u>
Total	<u><u>\$ 59,215,689</u></u>

**CURRY COLLEGE
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025 AND 2024**

NOTE 7 BONDS PAYABLE (CONTINUED)

As of May 31, 2025 and 2024, the College was in compliance with its required debt covenants.

Interest expense was \$1,689,704 and \$1,794,705 for the years ended May 31, 2025 and 2024, respectively.

NOTE 8 ENDOWMENT

The College's endowment includes both donor-restricted endowment funds and funds designated by the Board of Trustees to function as quasi-endowments. Quasi-endowment funds are internally restricted until such time as the Board of Trustees votes to release such funds for specific purposes or for the general use of the College. The aggregate of such board-designated funds is \$77,861,409 and \$83,868,264 as of May 31, 2025 and 2024, respectively, and is included in net assets without donor restrictions in the accompanying statements of financial position.

Interpretation of Relevant Law

The College has continued to follow its policy, under the Uniform Prudent Management of Institutional Funds Act (UPMIFA), of requiring the preservation of the original 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 (a) the original value of gifts donated to permanent endowment, (b) the original value of subsequent gifts to permanent endowment, if any, and (c) accumulations to permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund, if any. The remaining portion of the donor-restricted endowment funds are classified as net assets with donor restrictions until they are appropriated for expenditure in a manner consistent with the donor's intentions, the College's spending policy and in a manner consistent with the standard of prudence prescribed by UPMIFA.

Funds with Deficiencies

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level the donor requires the College to retain as a fund of perpetual duration. In accordance with GAAP, deficiencies of this nature are then reported in net assets with donor restrictions. In the event that a donor-restricted endowment fund is in a deficiency, the spending rate for that fiscal year is taken only to the extent of current year net interest and dividend income for that fund. As of May 31, 2025 and 2024, the College had no funds with deficiencies.

Strategies Employed for Achieving Objectives

The primary objective is to utilize a total return approach with a cross section of fixed income and equity securities through mutual funds that combine income and dividend growth for inflation protection, and earnings growth and credit enhancement for appreciation.

**CURRY COLLEGE
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025 AND 2024**

NOTE 8 ENDOWMENT (CONTINUED)

Endowment Investment Policy

The College has adopted an investment philosophy that attempts to provide current income, long-term returns and growth at a rate in excess of inflation, and a diversity of endowment assets in order to reduce the risk of incurring large losses or wide swings in market value from year to year, and to achieve investment results, over the long term, that compare favorably with appropriate market indexes. Endowment assets include those assets of donor-restricted funds that the organization must hold in perpetuity or for a donor-specified period as well as board-designated funds.

Spending Policy

Under the College's quasi-endowment spending policy in effect for the years ended May 31, 2025 and 2024, up to 5% of the rolling 36-month average market value of the quasi endowment as of December 31 preceding the applicable fiscal year was appropriated for current operations. This appropriation amounted to \$4,285,000 and \$4,495,000 for the years ended May 31, 2025 and 2024, respectively, which was withdrawn from investments. During the year ended May 31, 2025 the Board of Trustees approved an additional \$9,500,000 to be withdrawn for operations for a total appropriation of \$13,785,000. During the year ended May 31, 2024, the Board of Trustees also approved an additional \$9,984,476 to be withdrawn for operations for a total appropriation of \$14,479,476. The College appropriates interest, dividends, and realized and unrealized gains and losses to donor-restricted endowed funds as spending distributions.

Endowment Fund Net Asset and Activity

Endowment fund with donor restrictions and without donor restrictions at May 31, 2025:

	Without Donor Restrictions	With Donor Restrictions	Total
Net Assets, Beginning of Year	\$ 83,868,264	\$ 4,615,811	\$ 88,484,075
Investment Return:			
Investment Income	1,295,420	78,824	1,374,244
Realized and Unrealized Gains, Net	<u>6,553,763</u>	<u>364,045</u>	<u>6,917,808</u>
Total Investment Gain	7,849,183	442,869	8,292,052
Net Gifts, Grants, and Pledge Payments	-	249,041	249,041
Endowment Spending Draw	(4,285,000)	-	(4,285,000)
Appropriation of Endowment Assets for Expenditure and Other Releases	<u>(9,380,453)</u>	<u>(119,547)</u>	<u>(9,500,000)</u>
Net Assets, End of Year	<u>\$ 78,051,994</u>	<u>\$ 5,188,174</u>	<u>\$ 83,240,168</u>

CURRY COLLEGE
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025 AND 2024

NOTE 8 ENDOWMENT (CONTINUED)

Endowment Fund Net Asset and Activity (Continued)

Endowment fund with donor restrictions and without donor restrictions at May 31, 2024:

	Without Donor Restrictions	With Donor Restrictions	Total
Net Assets, Beginning of Year	\$ 84,424,012	\$ 3,918,723	\$ 88,342,735
Investment Return:			
Investment Income	1,697,665	89,928	1,787,593
Realized and Unrealized Gains, Net	<u>12,165,999</u>	<u>625,224</u>	<u>12,791,223</u>
Total Investment Gain	13,863,664	715,152	14,578,816
Net Gifts, Grants, and Pledge Payments	-	42,000	42,000
Endowment Spending Draw	(4,495,000)	-	(4,495,000)
Appropriation of Endowment Assets for Expenditure and Other Releases	(9,871,786)	(112,690)	(9,984,476)
Reclassification of Net Assets	<u>(52,626)</u>	<u>52,626</u>	<u>-</u>
Net Assets, End of Year	<u>\$ 83,868,264</u>	<u>\$ 4,615,811</u>	<u>\$ 88,484,075</u>

CURRY COLLEGE
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025 AND 2024

NOTE 9 NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions as to use are for the following purposes at May 31:

	<u>2025</u>	<u>2024</u>
Restricted for:		
Scholarships	\$ 2,489,516	\$ 2,383,201
Instruction	562,719	615,022
Contributions Receivable (Time Restriction)	2,346,750	1,872,382
Student Services	787,024	802,869
Institutional Support	37,694	40,864
Auxiliary Enterprises	168,895	207,840
Academic Support	<u>534,634</u>	<u>1,144,216</u>
Subtotal Purpose and Time Restricted Funds	<u>6,927,232</u>	<u>7,066,394</u>
Permanently Restricted Endowment funds:		
Scholarships	1,961,657	1,631,515
Contributions Receivable (Time Restriction)	120,000	-
Lectures	105,626	105,626
General Endowment	269,987	69,987
Instruction	<u>55,686</u>	<u>55,686</u>
Subtotal Permanently Restricted Endowment Funds	<u>2,512,956</u>	<u>1,862,814</u>
Total Net Assets With Donor Restrictions	<u><u>\$ 9,440,188</u></u>	<u><u>\$ 8,929,208</u></u>

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of other events specified by donors for the years ended May 31:

	<u>2025</u>	<u>2024</u>
Instruction	\$ 160,556	\$ 430,102
Scholarships	368,073	150,390
Academic Support	485,000	1,300
Plant Improvements	-	240,781
Student Services	1,274,711	455,833
Auxiliary enterprises	65,499	-
Institutional Support	9,426	127,949
Total	<u><u>\$ 2,363,265</u></u>	<u><u>\$ 1,406,355</u></u>

NOTE 10 RETIREMENT PLANS

The College maintains a defined contribution retirement plan under the Code Section 403(b). For eligible employees, the College makes matching contributions into the plan. An eligible employee is defined as an employee who has completed one year of eligible service and works 1,000 hours annually. The College also allows employees to make supplemental contributions that are not matched by the College. Both the employee and the College's contributions vest immediately. Total expenses under this plan amounted to \$2,088,834 and \$2,004,185 for the years ended May 31, 2025 and 2024, respectively.

CURRY COLLEGE
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025 AND 2024

NOTE 11 COMMITMENTS AND CONTINGENCIES

Substantially all of the College's faculty are covered by a collective bargaining agreement and are represented by the Curry College Chapter of the American Association of University Professors (the AAUP). The College's agreement with its faculty does not provide for tenure. The College has a system of rolling contracts whereby faculty members who have achieved a status similar to tenure are perpetually in the first year of a three-year contract and can only be terminated for cause. The agreement also provides for certain potential post-employment and post-retirement benefits. The College had recorded estimated liabilities for the probable cost of providing these benefits in the amount of \$59,960 and \$35,456 at May 31, 2025 and 2024, respectively. The estimates were based on the expected timing of when each individual faculty member will become eligible for these benefits (based on age and years of service), the experience of faculty utilizing these benefits and the terms of the recent bargaining agreement, which is currently under negotiations.

In conducting its activities, the College from time to time is the subject of various legal claims. Management believes that the ultimate resolution of any such claims would not have a material adverse effect on the financial position of the College.

NOTE 12 LEASES

The College leases certain property, equipment, and vehicles under operating leases expiring at various dates through 2026.

	2025	2024
Supplemental Information Related to Leases:		
ROU Assets	\$ 907,142	\$ 731,579
Accumulated Amortization	<u>(611,322)</u>	<u>(470,377)</u>
ROU Assets, Net	<u><u>\$ 295,820</u></u>	<u><u>\$ 261,202</u></u>
Lease Liabilities, Current	\$ 89,494	\$ 228,564
Lease Liabilities, Noncurrent	<u>206,326</u>	<u>32,638</u>
ROU Liabilities	<u><u>\$ 295,820</u></u>	<u><u>\$ 261,202</u></u>
Weighted-Average Remaining Lease Term:	.51 Years	0.91 Years
Weighted-Average Discount Rate:	2.17%	2.00%

Future minimum payments under operating leases as of May 31, 2025 are as follows:

<u>Year Ending May 31,</u>	<u>Amount</u>
2026	\$ 89,494
2027	74,255
2028	49,527
2029	49,527
2030	33,017
Total	<u><u>\$ 295,820</u></u>

Operating lease costs were \$252,402 and \$257,643 for the years ended May 31, 2025 and 2024, respectively.

CURRY COLLEGE
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025 AND 2024

NOTE 13 FUNCTIONAL EXPENSES

The College's primary program service is academic instruction. Expenses reported as auxiliary enterprises, student services, and academic support are incurred in support of this program activity. Natural expenses attributable to more than one functional expense category are allocated based on percentage of effort, usage, square footage, and other criteria.

The College's expenses on a functional basis for the year ended May 31, 2025 were as follows:

	Program Services	Management and General	Institutional Advancement	Total
Salaries	\$ 31,478,314	\$ 3,114,904	\$ 742,001	\$ 35,335,219
Benefits	8,340,368	919,403	201,674	9,461,445
Contracted Services	4,513,940	1,598,247	123,406	6,235,593
Rental and Maintenance	2,838,016	235,397	17,779	3,091,192
Utilities	2,782,706	223,182	40,360	3,046,248
Interest	1,590,130	62,639	36,935	1,689,704
Depreciation	6,967,315	262,089	98,000	7,327,404
Dining	5,227,728	-	-	5,227,728
Other:				
Athletics Expense	1,164,255	-	-	1,164,255
Bad Debt	-	243,377	-	243,377
Communications	153,146	6,596	674	160,416
Consultants	1,317,354	350,538	61,105	1,728,997
Events/Meetings	1,294,276	62,687	121,405	1,478,368
Instructional Supplies	400,848	29,734	6,060	436,642
Legal/Audit	-	871,982	-	871,982
Library Media	399,307	-	-	399,307
Memberships	102,543	168,409	96	271,048
Professional Development	145,899	12,830	5,080	163,809
Other Expenses	1,256,322	541,283	48,262	1,845,867
Subtotal Other Expenses	<u>6,233,950</u>	<u>2,287,436</u>	<u>242,682</u>	<u>8,764,068</u>
Total Expenses	<u>\$ 69,972,467</u>	<u>\$ 8,703,297</u>	<u>\$ 1,502,837</u>	<u>\$ 80,178,601</u>

CURRY COLLEGE
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025 AND 2024

NOTE 13 FUNCTIONAL EXPENSES (CONTINUED)

The College's expenses on a functional basis for the year ended May 31, 2024 were as follows:

	Program Services	Management and General	Institutional Advancement	Total
Salaries	\$ 30,813,162	\$ 3,362,449	\$ 590,565	\$ 34,766,176
Benefits	8,865,692	1,072,650	175,656	10,113,998
Contracted Services	4,246,315	1,242,829	136,447	5,625,591
Rental and Maintenance	2,651,680	189,125	16,818	2,857,623
Utilities	2,849,650	228,858	41,386	3,119,894
Interest	1,686,562	68,191	40,036	1,794,789
Depreciation	6,771,723	311,383	91,549	7,174,655
Dining	4,946,305	-	-	4,946,305
Other:				
Athletics Expense	1,143,995	-	-	1,143,995
Bad Debt	-	1,737,500	-	1,737,500
Communications	165,564	-	-	165,564
Consultants	785,268	1,312,897	-	2,098,165
Events/Meetings	1,280,690	441,492	60,433	1,782,615
Instructional Supplies	387,508	-	-	387,508
Legal/Audit	-	606,149	-	606,149
Library Media	426,360	-	-	426,360
Memberships	84,326	162,728	-	247,054
Professional Development	157,799	39,270	-	197,069
Other Expenses	1,097,877	218,194	36,918	1,352,989
Subtotal Other Expenses	<u>5,529,387</u>	<u>4,518,230</u>	<u>97,351</u>	<u>10,144,968</u>
Total Expenses	<u><u>\$ 68,360,476</u></u>	<u><u>\$ 10,993,715</u></u>	<u><u>\$ 1,189,808</u></u>	<u><u>\$ 80,543,999</u></u>

NOTE 14 RELATED PARTY TRANSACTIONS

The College has conflict of interest policies to protect its interests in connection with related party transactions. The College received pledge payments during the year from a related party board member and has one pledge outstanding from a related party board member of approximately \$5,000 at May 31, 2025. The College received board member contributions during the year of approximately \$93,900 and \$116,000 for the years ended May 31, 2025 and 2024, respectively.

NOTE 15 SUBSEQUENT EVENTS

In connection with the preparation of the financial statements, the College evaluated subsequent events occurring through October 17, 2025, the date that the financial statements were issued.

CURRY COLLEGE
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025 AND 2024

NOTE 16 FINANCIAL RESPONSIBILITY STANDARDS

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 U.S. 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 composite score for the year ended May 31, 2025 is as follows:

	Ratio	Strength	Weight	Composite
Primary reserve	0.9720	3.0000	40%	1.2
Equity	0.6048	3.0000	40%	1.2
Net income	(0.1187)	(1.0000)	20%	<u>(0.2)</u>
Financial Responsibility Composite Score				2.2
(maximum of 3.0)				<u><u>2.2</u></u>

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

Land, buildings, and equipment, net

1. Pre-implementation land, buildings, and equipment, net				
a. Ending balance of last financial statements submitted to the Department of Education (May 31, 2024 statement)			\$ 77,102,962	
b. Less: current year depreciation and disposals			<u>(6,069,330)</u>	
c. Balance of pre-implementation land, buildings, and equipment, net as of May 31, 2025			71,033,632	
2. Post-implementation land, buildings, and equipment, net, acquired with debt				
Long-lived assets acquired with debt subsequent May 31, 2023				-
a. Equipment				-
b. Land improvements				-
c. Buildings and improvements				-
d. Less: Amount of new debt-financed assets included in construction-in-progress at beginning of year				-
Balance, post-implementation property and equipment, net, acquired with debt as of May 31, 2023				-
3. Construction in progress				
a. Construction-in-progress as of May 31, 2024			478,454	
b. Current year additions to construction-in-progress (not included in 1a)			<u>(40,978)</u>	
4. Post-implementation land, buildings, and equipment, net acquired without use of debt				
a. Ending balance of last financial statements submitted to the Department of Education (May 31, 2024 statement)			17,815,449	
b. Property, plant, and equipment acquired without debt during the current fiscal year			2,759,538	
c. Less: current year depreciation and disposals			<u>(1,158,743)</u>	
d. Balance of post-implementation land, building, and equipment, net as of May 31, 2025			19,416,244	
5. Total land, buildings, and equipment, net as of May 31, 2025			<u><u>\$ 90,887,352</u></u>	

CURRY COLLEGE
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025 AND 2024

NOTE 16 FINANCIAL RESPONSIBILITY STANDARDS (CONTINUED)

Debt to be excluded from expendable net assets

6. Pre-implementation debt:		
a. Ending balance of last financial statements submitted to the U.S. Department of Education (May 31, 2024 financial statements)		\$ 62,054,044
i. Bonds payable		-
ii. Capital lease obligations		-
iii Balance of pre-implementation debt as of May 31, 2024		62,054,044
b. Less: current year debt repayments, cost of issuance amortization, and premium amortization		<u>(3,657,589)</u>
c. Balance of pre-implementation debt as of May 31, 2025		58,396,455
7. Post-implementation debt:		
a. Post-implementation debt as of May 31, 2024 used for the purchase of land, buildings, and equipment		-
b. Post-implementation debt as of May 31, 2024 not for the purchase of land, buildings, and equipment		-
c. Finance lease obligation		-
d. Balance of post-implementation debt as of May 31, 2024		-
e. Total debt to be excluded from adjusted equity		-
Total reported as long-term debt, up to amount of land, buildings, and equipment, May 31, 2025		<u>\$ 58,396,455</u>

Unsecured related party receivables

- 8. Secured and unsecured related party receivables*
- 9. Unsecured related party receivables*

* The College's related party receivables relate to outstanding pledges made by members of the College's Board of Trustees and their immediate family members and are reflected within the "Contributions and pledges receivable, net" line of the accompanying May 31, 2025 statement of financial position.

Lease right-of-use assets and liabilities

10. Lease right-of-use assets as of May 31, 2025**	\$ 295,820
11. Lease liabilities as of May 31, 2025**	\$ 295,820

** The College has no finance lease obligations, ROU asset and lease liabilities relate to operating leases.



CLA (CliftonLarsonAllen LLP) is a network member of CLA Global. See CLAglobal.com/disclaimer. Investment advisory services are offered through CliftonLarsonAllen Wealth Advisors, LLC, an SEC-registered investment advisor.