

Financial Statement Summary FY 2023

Statement of Financial Position

BGSP's financial position remains very solid. Overall, the School increased its net assets by over \$108,000 in FY 2023 from \$2,933,382 to \$3,980,506. Investments remain strong at \$2,796,242, up 5.6% from last year. With \$464,040 cash on hand and very modest debt (a \$464,811 mortgage), the School has strong assets combined with low liabilities.

Statement of Activities

While COVID-related increases in enrollment slowed in FY 2023, student revenue remains strong due to students enrolling in heavier courseloads than pre-pandemic. Student revenue was \$1,649,303 after scholarships. This was a 4.9% decline from FY 2022, but expenses likewise decreased by 5.7%, leading to a \$108,160 gain. The School's expenses are nearly all attributable to running the educational programs, including instruction, management, facility costs, marketing, and library.

Additional income of close to \$143,790 was generated by the investment portfolio.

Statement of Cash Flows

BGSP generated \$12,627 in cash from operations over the course of FY 2023. Overall free cash decreased by \$104,129 due to investing activities and payment of the long-term debt. Nevertheless, the School ended the year in a very favorable cash position, with \$464,040 in cash and cash equivalents. Because the investment portfolio is Board designated as a quasi-endowment, rather than restricted to a true endowment, the School maintains tremendous flexibility and liquidity.

Bottom Line

For the first time, BGSP passed the Financial Screening of the New England Commission on Higher Education with only one warning and zero red flags. While the School expects to receive continued warnings on "cash and investments per student" due to the relatively small quasi-endowment, investment income has been reinvested continuously since 2019 to continue to grow. BGSP remained very stable in FY 2023 and forecasts further growth in FY 2024.