

Minnesota State Colleges and Universities  
Summary of Fiscal Year 2023 and 2022 Audit and Financial Reports

**External Auditor Communications**

Category	Comments
Audit opinion	Unmodified
Material weaknesses	None
Significant deficiencies	None

**Financial Statements Measures and Trends**

	2023	2022
Unrestricted Cash	\$ 1,122.2 mil	\$ 1,189.7 mil
Unadjusted Operating Margin *	\$ (86.9) mil	\$ 25.1 mil
Compensation Expense Change Due To GASB 68/75	148.5 mil	197.8 mil
Other Expense Change Due To GASB 68/75	<u>- mil</u>	<u>(1.7) mil</u>
Operating Margin	\$ 61.6 mil	\$ 221.2 mil
Unadjusted Change in Net Position	\$ (64.0) mil	\$ 60.5 mil
Compensation Expense Change Due To GASB 68/75	148.5 mil	197.8 mil
Other Expense Change Due To GASB 68/75	<u>- mil</u>	<u>(1.7) mil</u>
Change in Net Position	\$ 84.5 mil	\$ 256.6 mil
Unadjusted Unrestricted Net Position	\$ 757.9 mil	\$ 810.3 mil
GASB 68/75 effect on Unrestricted Net Position	<u>(395.3) mil</u>	<u>(543.8) mil</u>
Unrestricted Net Position	\$ 362.6 mil	\$ 266.5 mil

**Per Full Year Equivalent Student Data**

	2023	2022
Student FYE	105,497	108,034
Total Operating Expenses excluding GASB 68/75 Adjustments to Compensation per Student FYE	\$ 20,156	\$ 20,445
Total Revenue per Student FYE	\$ 19,804	\$ 21,222
Income (Loss) before Other Revenues, Expenses, Gains & (Losses) excluding GASB 68/75 Adjustment to Compensation per Student FYE	\$ (823)	\$ 233

**Critical Note Disclosures**

Category	Comments
Contingent liabilities from litigation	None
Related party transactions	Seven foundations were included and reported separately (not part of the consolidated statements), as component units based on an assessment of relative significance and materiality of the foundation to the related university or college. See Footnotes 1 and 18 for additional detail. Foundations' Statements of Financial Position are included after the System's Statements of Net Position and Foundations' Statements of Activities are included after the System's Statements of Revenues, Expenses and Changes in Net Position.
Segment information	Summary financial information is included in Footnote 15 for the Revenue Fund along with housing operations at Minnesota North College- Itasca campus. The Revenue Fund is by far the most significant segment with a reported change in adjusted net position of \$7.8 mil and \$4.9 mil in fiscal years 2023 and 2022, respectively.
Commitments	See Footnote 16 for significant commitments.

\* Operating Margin also known as "Income (Loss) Before Other Revenues, Expenses, Gains, or Losses" on Statements of Revenues, Expenses, and Changes in Net Position

The "Unadjusted" financial information presented above represent results without any associated GASB 68 or GASB 75 adjustments.