

Grand Canyon University
Consolidated Statements of Financial Position
(In thousands)

	As of December 31,		As of June 30,
	2022	2021	2022
	(Unaudited)		(Audited)
ASSETS:			
Current assets			
Cash and cash equivalents	\$ 229,330	\$ 450,842	\$ 228,575
Cash deposits with Trustee	34,251	11,065	56,599
Investments	185,575	-	167,155
Student accounts receivable, net	13,585	13,244	13,485
Pledges receivable	1,361	1,246	1,600
Other receivables	6,746	4,045	5,144
Other current assets	9,118	7,521	6,835
Total current assets	<u>479,966</u>	<u>487,963</u>	<u>479,393</u>
Property and equipment, net	1,381,055	1,323,098	1,358,437
Finance lease right-of-use (ROU) assets	25,577	26,131	26,487
Operating lease right-of-use (ROU) assets	66	-	106
Intangible assets, net	99,250	100,750	100,000
Pledges receivable, net	1,168	1,521	1,168
Other assets	185	400	729
Total assets	<u>\$ 1,987,267</u>	<u>\$ 1,939,863</u>	<u>\$ 1,966,320</u>
LIABILITIES:			
Current liabilities			
Accounts payable	\$ 10,881	\$ 10,765	\$ 21,198
Accrued compensation and benefits	15,494	22,989	27,634
Accrued interest payable	13,185	-	13,385
Accrued liabilities and other	66,704	66,176	9,539
Student deposits	138,477	132,696	116,354
Deferred revenue	50,878	48,928	65,725
Line of credit for capital expenditures	-	-	50,000
Current portion of bonds payable, net of issuance costs	46,132	42,630	46,132
Current portion of UMB credit facility	1,283	-	-
Current portion of finance lease liability	495	-	572
Current portion of operating lease liability	68	-	81
Current portion of notes payable and capital leases	150	430	150
Total current liabilities	<u>343,747</u>	<u>324,614</u>	<u>350,770</u>
Bonds payable net of issuance costs, less current portion	1,081,303	1,130,937	1,129,369
UMB credit facility, less current portion	68,027	-	-
Notes payable and capital leases, less current portion	50	346	100
Senior Note	-	-	-
Operating lease liability, less current portion	27,294	26,814	27,389
Finance lease liability, less current portion	-	-	27
Other noncurrent liabilities	1,986	3,109	2,549
Total liabilities	<u>1,522,407</u>	<u>1,485,820</u>	<u>1,510,204</u>
NET ASSETS:			
Without donor restrictions	457,253	447,691	448,850
With donor restrictions	7,607	6,352	7,266
Total net assets	<u>464,860</u>	<u>454,043</u>	<u>456,116</u>
Total liabilities and net assets	<u>\$ 1,987,267</u>	<u>\$ 1,939,863</u>	<u>\$ 1,966,320</u>

Grand Canyon University
Consolidated Statements of Activities
(In thousands)

	For The Six Months Ended	
	December 31,	
	2022	2021
	(Unaudited)	(Unaudited)
Changes in net assets without donor restrictions:		
Revenues:		
Net tuition and fees	\$ 660,520	\$ 642,593
Contributions and grants	2,372	577
Nonfinancial asset contributions	4,631	-
Auxiliary enterprises	6,969	8,102
Other income	9,052	2,571
Total revenues, gains and other support without donor restrictions	683,544	653,843
Net assets released from restrictions	261	1,431
Total revenues and releases	683,805	655,274
Expenses:		
Instructional program services	188,329	176,417
General and administrative	14,807	13,600
Fundraising	957	742
Auxiliary enterprises	11,691	9,807
Educational service fee	401,968	391,097
Interest expense	29,399	27,475
Depreciation and amortization	28,251	25,887
Total expenses	675,402	645,025
Increase in net assets without donor restrictions	8,403	10,249
Changes in net assets with donor restrictions:		
Contributions	600	2,066
Nonfinancial asset contributions	-	-
Investment return, net	2	6
Net assets released from restrictions	(261)	(1,431)
Increase in net assets with donor restrictions	341	641
Increase in total net assets	8,744	10,890
Net assets, beginning	456,116	443,153
Net assets, ending	\$ 464,860	\$ 454,043

Grand Canyon University
Consolidated Statements of Cash Flows
(In thousands)

	For The Six Months Ended December 31,	
	2022 (Unaudited)	2021 (Unaudited)
Cash flows provided by operating activities:		
Changes in net assets	\$ 8,744	\$ 10,890
Adjustments to reconcile changes in net assets to net cash provided by operating activities:		
Depreciation and amortization	28,252	25,887
Provision for bad debts	14,493	12,714
Deferred compensation plan	1,420	1,020
Other, including fixed asset impairments	142	322
Changes in assets and liabilities:		
Accounts receivable, net	(15,956)	(11,774)
Right-of-use assets and lease liabilities	(212)	762
Other assets	(1,802)	(2,785)
Accounts payable	2,658	(4,976)
Accrued liabilities and other	42,849	49,596
Student deposits	22,123	22,535
Deferred revenue	(14,847)	(10,140)
Deferred rent	(25)	(58)
Net cash provided by operating activities	87,839	93,993
Cash flows used in investing activities:		
Capital expenditures	(62,583)	(52,702)
Purchase of investments	(258,263)	-
Proceeds from sale or maturity of investments	242,141	-
Net cash used in investing activities	(78,705)	(52,702)
Cash flows (used in) provided by financing activities:		
Principal payments on notes payable and capital lease obligations, net	(50)	(1,159,912)
Proceeds from bond issuance	-	1,200,000
Bond and UMB credit facility issuance costs	(677)	(26,755)
Proceeds from UMB credit facility	70,000	-
Payments for UMB line of credit facility	(50,000)	-
Change in deposits with Trustee	22,348	(11,065)
Bond principal payments	(50,000)	-
Principal payments on notes payable and capital lease obligations	-	(155)
Net cash (used in) provided by financing activities	(8,379)	2,113
Net increase in cash and cash equivalents	755	43,404
Cash, cash equivalents and restricted cash, beginning of year	228,575	407,438
Cash, cash equivalents and restricted cash, end of year	\$ 229,330	\$ 450,842
Supplemental disclosure of cash flow information		
Cash paid during the year for interest	\$ 26,563	\$ 23,897
Cash paid to Trustee during the year for bond interest	\$ 53,799	\$ -
Cash paid during the year for unrelated business income tax	\$ 100	\$ 380
Supplemental disclosure of non-cash investing and financing activities		
Purchases of property and equipment included in accounts payable	\$ 622	\$ 579
Lease adoption - recognition of right of use assets and lease liabilities	\$ -	\$ 26,131