

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

	As of December 31,		As of June 30,
	2023	2022	2023
	(Unaudited)		(Audited)
ASSETS:			
Current assets			
Cash and cash equivalents	\$ 288,670	\$ 229,330	\$ 257,146
Restricted cash and cash equivalents	77,650	-	71,680
Cash deposits with Trustee	34,654	34,251	59,813
Investments	59,709	185,575	29,593
Restricted investments	12,534	-	12,534
Student accounts receivable, net	13,431	13,585	14,507
Other receivables	10,328	8,107	10,486
Other current assets	9,739	9,118	6,818
Total current assets	506,715	479,966	462,577
Property and equipment, net	1,440,418	1,381,055	1,426,972
Finance lease right-of-use (ROU) assets	23,552	25,577	24,452
Operating lease right-of-use (ROU) assets	1,029	66	27
Intangible assets, net	97,750	99,250	98,500
Pledges receivable, net	2,138	1,168	2,124
Other investments	15,000	-	15,000
Other assets	1,185	185	178
Total assets	<u>\$ 2,087,787</u>	<u>\$ 1,987,267</u>	<u>\$ 2,029,830</u>
LIABILITIES:			
Current liabilities			
Accounts payable	\$ 11,329	\$ 10,881	\$ 22,275
Accrued compensation and benefits	16,561	15,494	16,647
Accrued interest payable	13,045	13,185	13,446
Accrued liabilities and other	74,289	66,704	10,302
Student deposits	156,968	138,477	112,295
Deferred revenue	60,574	50,878	69,441
Current portion of bonds payable, net of issuance costs	546,132	46,132	46,132
Current portion of notes payable	1,371	1,433	1,433
Current portion of finance lease liability	315	495	404
Current portion of operating lease liability	161	68	27
Total current liabilities	880,745	343,747	292,402
Bonds payable net of issuance costs, less current portion	535,172	1,081,303	1,083,238
Notes payable, net of issuance costs, less current portion	66,732	68,077	67,403
Line of credit for capital expenditures	80,000	-	80,000
Finance lease liability, less current portion	26,920	27,294	26,996
Operating lease liability, less current portion	906	-	-
Other noncurrent liabilities	885	1,986	1,423
Total liabilities	<u>1,591,360</u>	<u>1,522,407</u>	<u>1,551,462</u>
NET ASSETS:			
Without donor restrictions	488,713	457,253	470,609
With donor restrictions	7,714	7,607	7,759
Total net assets	<u>496,427</u>	<u>464,860</u>	<u>478,368</u>
Total liabilities and net assets	<u>\$ 2,087,787</u>	<u>\$ 1,987,267</u>	<u>\$ 2,029,830</u>

Grand Canyon University
Consolidated Statements of Activities
(In thousands)

	For The Six Months Ended December 31,	
	2023	2022
	(Unaudited)	(Unaudited)
Changes in net assets without donor restrictions:		
Revenues:		
Net tuition and fees	\$ 722,644	\$ 660,520
Contributions and grants	2,345	2,372
Contributions of nonfinancial assets	2,256	4,631
Auxiliary enterprises	7,116	6,969
Investment interest	13,317	6,294
Other income	3,273	2,758
Total revenues, gains and other support without donor restrictions	750,951	683,544
Net assets released from restrictions	1,144	261
Total revenues and releases	752,095	683,805
Expenses:		
Instructional program services	203,216	188,329
General and administrative	17,690	14,807
Fundraising	1,012	957
Auxiliary enterprises	10,336	11,691
Educational service fee	439,624	401,968
Interest expense	31,569	29,399
Depreciation and amortization	30,536	28,251
Total expenses	733,983	675,402
Increase in net assets without donor restrictions	18,112	8,403
Changes in net assets with donor restrictions:		
Contributions of cash and other financial assets	1,084	600
Contributions of nonfinancial assets	-	-
Investment return, net	7	2
Net assets released from restrictions	(1,144)	(261)
(Decrease) increase in net assets with donor restrictions	(53)	341
Increase in total net assets	18,059	8,744
Net assets, beginning	478,368	456,116
Net assets, ending	\$ 496,427	\$ 464,860

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

	For The Six Months Ended	
	December 31,	
	2023	2022
	(Unaudited)	(Unaudited)
Cash flows provided by operating activities:		
Changes in net assets	\$ 18,059	\$ 8,744
Adjustments to reconcile changes in net assets to net cash provided by operating activities:		
Depreciation and amortization	30,536	28,252
Provision for bad debts	14,769	14,493
Deferred compensation plan	1,483	1,420
Other, including fixed asset impairments	1,235	142
Changes in assets and liabilities:		
Accounts receivable, net	(14,335)	(15,956)
Right-of-use assets and lease liabilities	977	(212)
Other assets	(3,142)	(1,802)
Accounts payable	(6,072)	2,658
Accrued liabilities and other	60,311	42,849
Student deposits	44,673	22,123
Deferred revenue	(8,867)	(14,847)
Deferred rent	-	(25)
Net cash provided by operating activities	139,627	87,839
Cash flows used in investing activities:		
Capital expenditures	(47,255)	(62,583)
Purchase of investments	(77,581)	(258,263)
Proceeds from sale or maturity of investments	48,350	242,141
Net cash used in investing activities	(76,486)	(78,705)
Cash flows used in financing activities:		
Principal payments on notes payable	(806)	(50)
Finance issuance costs	-	(677)
Proceeds from notes payable	-	70,000
Payments to refinance line of credit facility	-	(50,000)
Change in deposits with Trustees	25,159	22,348
Bond principal payments	(50,000)	(50,000)
Net cash used in financing activities	(25,647)	(8,379)
Net increase in cash and cash equivalents	37,494	755
Cash, cash equivalents and restricted cash, beginning of year	328,826	228,575
Cash, cash equivalents and restricted cash, end of year	\$ 366,320	\$ 229,330
Supplemental disclosure of cash flow information		
Cash paid during the year for interest	\$ 30,333	\$ 26,563
Cash paid during the year for unrelated business income tax	\$ -	\$ 100
Supplemental disclosure of non-cash investing and financing activities		
Purchases of property and equipment included in accounts payable	\$ 642	\$ 622