

---

Calvin University

---







---

---

---

---

---

---

---

---

---



=====







---

---

---



---

## Notes to Financial Statements

---

Investments in equity and debt securities are reported at fair value. Other investments are valued at estimated fair value. See Note 4 for methods and assumptions used by the University in estimating fair value of investments.

Investment return includes dividend, interest, and other investment income and realized and unrealized gains and losses on investments carried at fair value.

Investment return that is initially restricted by donor stipulation and for which the restriction will be satisfied in the same year is included in net assets without donor restrictions. Other investment return is reflected in the statement of activities and changes in net assets as without donor restrictions or with donor restrictions based upon the existence and nature of any donor or legally imposed restrictions.

Student loans receivable are carried at unpaid principal balances less an allowance for uncollectible loans. The University considers a loan to be in default when it has been past due for a period of nine months. Past-due accounts are subject to internal collection efforts for a period of one year and are subsequently placed with third-party collection agencies for another year. If an account is still delinquent after the two-year collection period, the loan is assigned to the Department of Education, in the case of Federal Perkins Loans, or written off, in the case of institutional loans. The allowance for uncollectible accounts is calculated as the average of the outstanding loan balance multiplied by



---

## Notes to Financial Statements

---



\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

=====



\_\_\_\_\_

\_\_\_\_\_

=====





---

## Notes to Financial Statements

---

The balance of the above debt matures as follows:

<u>Years Ending</u>	<u>Amount</u>
2023	\$ -
2024	1,357
2025	1,660
2026	1,697
2027	1,733
Thereafter	70,223
Unamortized debt discount	(704)
Unamortized debt premium	<u>9,248</u>
Total	<u>\$ 85,214</u>

Interest expense for 2022 and 2021 was \$2,343 and \$3,171, respectively.

The University is exposed to certain risks in the normal course of its business operations. The only derivatives used by the University were interest rate swaps, which were used to manage the risks associated with interest rates on variable-rate borrowings during previous years. The University had elected not to apply hedge accounting on the interest rate swaps used during those years. Therefore, the interest rate swaps were recorded at fair value on the balance sheet within other accrued expenses, and the gain or loss recognized on the swaps is recognized in the current year earnings. During 2021, the University made a payment of \$17,673 to terminate the interest rate swaps; therefore, there were no swaps outstanding as of June 30, 2022 or 2021.

\_\_\_\_\_

\_\_\_\_\_

=====



---

## Notes to Financial Statements

---

---

---

---

---

---

---

---

---

---

---

---

---

---

---

---

---

---

---

---





---

---

---

---

---

---

---

---

## Notes to Financial Statements

---

The following reflects the University's financial assets as of June 30, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the balance sheet date.

Amounts not available include amounts set aside for long-term investing in the quasi endowment that


\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

=====

\_\_\_\_\_

\_\_\_\_\_

=====

---

## Supplemental Information

---

To the Board of Directors  
Calvin University

We have audited the financial statements of Calvin University (the "University") as of and for the years ended June 30, 2022 and 2021 and have issued our report thereon dated October 25, 2022, which contained an unmodified opinion on those financial statements. Our audits were conducted for the purpose of forming an opinion on the financial statements that collectively comprise the University's basic financial statements. The accompanying financial responsibility supplemental schedule is presented for the purpose of additional analysis, as required by Title 34 U.S. Code of Federal Regulations (CFR) Section 668.172, *Department of Education Financial Ratios*. Such information is the responsibility of management and was derived from, and relates directly to, the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audits of the financial statements and certain additional procedures, including comparing and reconciling such info

---

## Financial Responsibility Supplemental Schedule

---

---

Expendable Net Assets:

Net assets without donor restrictions  
Net assets with donor restrictions  
Secured and Unsecured related party receivable  
Unsecured related party receivable

Property, plant, and equipment, gross (including  
construction in progress)  
Property, plant, and equipment, net - Pre-implementation  
less any construction in progress  
Property, plant, and equipment, net - Post-  
implementation less any construction in progress with  
outstanding debt for original purchase  
Property, plant, and equipment, net - Post-  
implementation less any construction in progress without  
outstanding debt for original purchase  
Construction in progress

Lease right-of-use asset, net  
Lease right-of-use asset - Pre-implementation  
Lease right-of-use asset - Post-implementation

Intangible assets

Post-employment and defined pension plan liabilities

Long-term debt - For long-term purposes and

---

## Financial Responsibility Supplemental Schedule

---

<b>Modified Net Assets:</b>			
Net assets without donor restrictions	Balance Sheet	\$	-
Net assets with donor restrictions	Balance Sheet	\$	176,642
Intangible assets	N/A		-
Secured and Unsecured related party receivable	N/A		
Unsecured related party receivable	N/A		-
<b>Modified Assets:</b>			
Total assets	Balance Sheet		582,902
Lease right-of-use asset - Pre-implementation	N/A		-
Pre-implementation right-of-use liability	N/A		-
Intangible assets	N/A		-
Secured and Unsecured related party receivable	N/A		
Unsecured related party receivable	N/A		-
Change in net assets without donor restrictions	Statement of Activities		(577)
Total revenues and gains	Statement of Activities		106,464

---

---

---

---

---

---

---