Wichita State University Annual Financial Report

for the Fiscal Year Ended June 30, 2019

Annual Financial Report
for the Fiscal Year Ended June 30, 2019

Prepared in Accordance with
Government Accounting Standards
Board (GASB) Principles

Wichita State University
Fiscal Year 2019 Annual GASB Financial Report

Table of Contents

	Page Number
Kansas Board of Regents and University Officers	1
Fiscal Year 2019 Financial Information	
Management's Discussion and Analysis	4
Financial Statements with Notes	
Statement of Net Position	20
Statement of Revenues, Expenses and Changes in Net Position	22
Statement of Cash Flows	23
WSU Foundation Statement of Net Assets	25
WSU Foundation Statement of Activities, Expenses and Changes in Net Position	26
Notes to Financial Statements	27
Required Supplementary Information	57
Appendices – Component Units	
Appendix 1-Statement of Net Position of Component Units	59
Appendix 2-Statement of Revenues, Expenses and Changes in Net Position of Component Units	61

Wichita State University
Fiscal Year 2019 Annual GASB Financial Report

Kansas Board of Regents and University Officers

Kansas Board of Regents

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Shane Bangerter, Vice Chair
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University Officers

Officer Reporting

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Executive Administration

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Richard Muma, Provost and Professor
Werner Golling, Vice President for Finance and Administration
Sheree Utash, President of WSU Tech and Vice President of Workforce Development
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Fiscal Year 2019 Financial Information

Prepared in Accordance with Government Accounting Standards Board (GASB) Principles

Management's Discussion and Analysis

Wichita State University
Fiscal Year 2019 Annual GASB Financial Report
Management's Discussion and Analysis

As management of Wichita State University (WSU), we offer you this discussion and analysis of the financial activities of WSU for the fiscal year ended June 30, 2019. This information is designed to identify and explain significant financial issues, changes in WSU's financial position and deviations from the prior fiscal year. In accordance with GASB Statement No. 39 as amended by GASB Statement No. 61, WSU is required to include its component units within the financial report. Wichita State Innovation Alliance (WSIA) and Wichita State Innovation Alliance Investment Corporation (WSIAIC) are component units with blended presentation within WSU's Statement of Net Position and Statement of Revenues, Expenses and Changes in Net Position. Wichita State University Intercollegiate Athletic Association, Inc., Wichita State University Union Corporation, Wichita State University Board of Trustees, Wichita State University Campus of Applied Sciences and Technology (WSU Tech) and Wichita State University Foundation are presented discretely within the financial report. Due to differences in reporting models, the Wichita State University Foundation is presented separately from the other discrete component units. We encourage you to consider this information in conjunction with the financial statements and the notes to the financial statements. These financial statements are prepared in accordance with Government Accounting Standards Board (GASB) principles.

FINANCIAL HIGHLIGHTS

- Net Position increased $6.7 million (3.0%) compared to 2018.
- Operating revenue increased $33.2 million (16.8%) driven by a $16.9 million increase in Federal grants and contracts and a $14.4 million increase in sales and services of educational activities of which $12.4 million was related to research.
- Research expenses increased $29.4 million (61.4%) from $47.9 million in 2017 to $77.3 million in 2019.

USING THE FINANCIAL STATEMENTS

This report consists of three financial statements: the Statement of Net Position, the Statement of Revenues, Expenses and Changes in Net Position, and the Statement of Cash Flows. The notes to the financial statements present additional information to support the financial statements. Their purpose is to clarify and expand on the information in the financial statements. The University implemented GASB Statement No. 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments and Statement No. 35, Basic Financial Statements - and Management's Discussion and Analysis for Public Colleges during fiscal year 2004. These standards changed the focus of the financial statements to a comprehensive one-look at the University as a whole, as opposed to the traditional presentation of fund groups. For fiscal year 2015, the University implemented GASB Statement No. 68, Accounting and Financial Reporting for Pensions. The primary objective of this new standard is to improve accounting and financial reporting by state and local governments for pensions. This Statement establishes standards for measuring and recognizing liabilities, deferred outflows of resources, and deferred inflows of resources, and pension expense.

STATEMENT OF NET POSITION

The Statement of Net Position presents the assets, liabilities, and net position of the University at a point in time (at the end of the fiscal year). Its purpose is to present a financial snapshot of the University. The Statement of Net Position includes all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector enterprises. Under the accrual basis of accounting, all of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

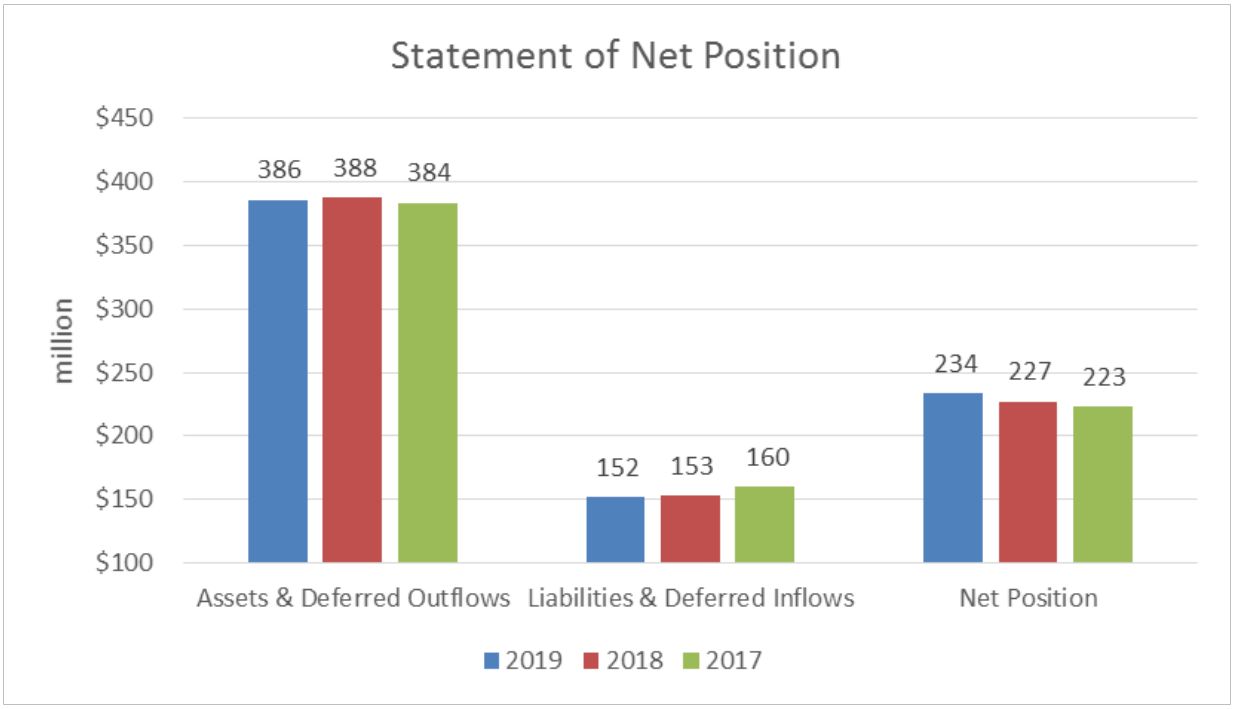
Within the Statement of Net Position, assets and liabilities are further classified as current or non-current. The current classification distinguishes those assets that are highly liquid and available for immediate and unrestricted use by the University and those liabilities likely to be settled in the next twelve months.

Net Position is divided into three categories:

1. Net Investment in Capital Assets indicates the University's equity in property, plant and equipment owned by the University.
2. Restricted Net Position is further divided into two subcategories, non-expendable and expendable. The corpus of non-expendable restricted resources is only available for investment purposes. Expendable Restricted Net Position is available for expenditure by the University but must be spent for purposes as determined by donors and/or external entities that have placed time or purpose restrictions on the use of the assets.
3. Unrestricted Net Position is available to the University for any lawful purpose of the institution.

The following is a summary of the University's assets, liabilities, and net position at June 30:

	2019	2018	2017
Current assets	$ 101,962,838	$ 97,129,249	$ 96,678,068
Noncurrent assets	279,508,401	285,372,341	280,456,998
Total assets	$ 381,471,239	$ 382,501,590	$ 377,135,066
Deferred outflows	4,573,553	5,227,470	6,659,408
Current liabilities	$ 33,518,493	$ 31,780,405	$ 34,140,861
Noncurrent liabilities	110,656,872	115,513,210	123,001,821
Total liabilities	$ 144,175,365	$ 147,293,615	$ 157,142,682
Deferred inflows	8,077,027	6,084,998	3,329,791
Net position			
Net investment in capital assets	$ 191,487,254	$ 190,073,180	$ 179,120,251
Restricted net position	12,564,378	11,032,799	12,159,701
Unrestricted net position	29,740,768	25,967,089	32,042,049
Total net position	$ 233,792,400	$ 227,073,068	$ 223,322,001



Assets

At June 30, 2019, total assets were $381.5 million, a decrease of $1.0 million compared to 2018. Current assets increased $4.8 million and consist of cash and cash equivalents, short-term investments, and accounts receivable. Cash and cash equivalents increased nearly $3.0 million and accounts receivable increased $1.9 million due to receivables from the aerospace industry associated with work performed by engineering labs at Wichita State. Non-current assets decreased $5.9 million during 2019. Loans to students fell $2.0 million as the Federal Perkins Loan program is no longer making loans to students. The reduction is the result of students making $1.0 million in payments on outstanding loans and Wichita State assigning $0.8 million of loans back to the Department of Education and cancelling $0.2 million outstanding loans as directed by the Department of Education. Capital assets, net of depreciation, declined $3.9 million. Wichita State removed $4.4 million of undepreciated assets with the razing of Blake Hall and Fairmount Towers.

At June 30, 2018, total assets were $382.5 million an increase of $5.4 million (1.4%) compared to 2017. Current assets increased $0.5 million as cash increased $1.0 million, accounts receivable fell $0.8 million and loans to students increased $0.2 million. Non-current assets increased nearly $5.0 million due to Wichita State's new parking garage and continued construction on other projects.

Liabilities

Overall, total liabilities have fallen $13.0 million from 2017 to 2019. At June 30, 2019, total liabilities were $144.2 million, a decrease of $3.1 million compared to 2018. Current liabilities increased $1.3 million because of (1) the current portion of the Federal government's contribution for Perkins Loans increased $1.1 million, (2) accrued compensated absences increased $0.8 million, (3) accounts payable increased $0.9 million and (4) unearned revenue decreased $1.7 million as deferred grant revenue fell in 2019.

2019 non-current liabilities decreased $11.9 million (9.8%) compared to 2018 because (1) Wichita State's net pension liability fell $5.1 million, (2) outstanding lease payable on Shocker Hall and energy conservation improvements dropped $2.1 million, (3) revenue bonds payable decreased $3.4 million, (4) the non-current portion of the Federal government's contribution for Perkins Loans was reduced by $1.7 million and (5) accrued compensated absences increased $0.5 million.

At June 30, 2018, total liabilities were $154.8 million, a decrease of $2.4 million compared to 2017. Lease and revenue bonds payable fell $4.1 million due to required payments even though WSU issued $7.2 million in revenue bonds to build a parking garage in 2017. Net pension liability fell $5.7 million. Accounts payable and accrued liabilities decreased $4.5 million mainly due to pay cycle timing at June 30.

In 2018, WSU recorded a new liability as the Federal government winds down the Perkins loan program. This new liability of $7.5 million reflects the amount of student loan funds the Federal government gave WSU to lend to students. As students pay back their Perkins loans, WSU will repay the Federal government their portion.

Deferred Outflows and Inflows of Resources

Total deferred outflows at June 30, 2019 were $4.6 million, a decrease of $0.9 million compared to 2018 primarily due to changes of assumptions and a change of WSU's proportion of the total State of Kansas KPERS plan. Total deferred outflows at June 30, 2018 were $5.5 million, an increase of $1.1 million compared to 2017 primarily associated with differences incurred between actual and projected earnings of the pension plan.

Total deferred inflows at June 30, 2019 were $8 million, an increase of $1.9 million compared to 2018 primarily due to changes of assumptions and a change of WSU's proportion of the total State of Kansas KPERS plan. Total deferred inflows at June 30, 2018 were $6.1 million, an increase of $2.8 million compared to 2017 primarily related to changes of assumptions and a change of WSU's proportion of the total State of Kansas KPERS plan.

Net Position

Net position is divided into three categories:

1. Net investment in capital assets shows WSU's equity in property, plant and equipment net of accumulated depreciation and related debt.
2. Restricted net position is divided into two categories, non-expendable and expendable. Non-expendable restricted resources are available only for investment purposes. Expendable restricted net position is available for expenditure but must be spent as determined by donors or external entities who have place restrictions on the use of the assets.
3. Unrestricted net position is available to WSU for any lawful purpose of the university.

At June 30, 2019, total net position was $233.8 million, an increase of $6.7 million (3.0%) compared to 2018. $191.5 million is invested in capital assets net of depreciation and debt. $11.7 million is restricted for capital projects and $0.9 million is restricted for loans. The remaining $29.7 million is unrestricted and may be used for any lawful purpose of the institution.

Net position increased $3.8 million (1.7%) in 2018. Net position totaled $227.1 million at June 30, 2018. Most of net position, $190.1 million is invested in capital assets net of depreciation and debt. $10.0 million is restricted

for capital projects and $1.0 million is restricted for loans. The remaining $26.0 million is unrestricted and may be used for any lawful purpose of the institution.

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

The Statement of Revenues, Expenses and Changes in Net Position presents the total revenues earned and expenses incurred by the University for operating, non-operating and other related activities during a period of time. Its purpose is to assess the University's operating results.

	2019	2018	2017
Operating revenue	$ 230,728,367	$ 197,493,282	$ 189,336,288
Operating expenses	347,211,617	301,304,427	279,820,893
Operating loss	$ (116,483,250)	$ (103,811,145)	$ (90,484,605)
Non-operating revenue	$ 115,227,137	$ 96,567,431	$ 100,997,158
Other revenue	7,975,445	12,690,024	7,030,952
Total increase in net position	$ 6,719,332	$ 5,446,310	$ 17,543,505
Net position, beginning of year	$ 227,073,068	$ 223,322,001	$ 205,778,496
Restatement		(1,695,243)	
Net position, beginning of year, restated	227,073,068	221,626,758	205,778,496
Net position end of year	$ 233,792,400	$ 227,073,068	$ 223,322,001

Revenues

Operating Revenue

The following breakout represents the composition of operating revenues for the years ended June 30:

	2019	2018	2017
Tuition and fees	$ 100,621,930	$ 101,225,002	$ 97,657,573
Grants and contracts	53,538,495	37,423,410	40,235,792
Sales and services	51,322,522	36,897,330	31,920,073
Auxiliary enterprises	15,363,907	13,675,422	12,734,601
Other operating revenues	9,881,513	8,272,118	6,788,249
Total operating revenues	$ 230,728,367	$ 197,493,282	$ 189,336,288

For the year ended June 30, 2019, operating revenues at WSU increased $33.2 million (16.8%) compared to 2018. The increase in operating revenues is a result of:

- Revenue from Federal grants and contracts increased $16.9 million (55.6%) from 2018 to 2019. Revenue for Public Service increased $6.7 million primarily due to a $5.2 million increase in GEAR UP. GEAR UP is a college access program that is federally funded through the U.S. Department of Education designed to increase the number of low-income students who are prepared to enter and succeed in post-secondary education. Research revenue from Federal grants and contracts increased $10.0 million in 2019 primarily related to aerospace contracts with the U.S. Department of Defense.

- Revenue from sales and services of educational activities increased $14.4 million (39.1%) from 2018 to 2019. Of the $14.4 million increase, $12.4 million is related to research and more specifically, engineering services related to the aerospace industry.

Total operating revenues for the year ended June 30, 2018, increased $8.2 million (4.3%) over 2017. The following is a brief summary of the significant changes:

- In 2018, net tuition fell $1.7 million as a result of an increase in tuition allowances of $2.9 million and additional losses in International graduate and undergraduate students due to difficulty in obtaining student Visas. Fees increased $5.3 million resulting in net tuition and fees increasing $3.6 million.

- Federal grants and contract revenue fell $2.3 million in 2018 after increasing by $11.1 million in 2017.

- Sales and services of educational activities grew $5.0 million in 2018. Sales and services provided by the National Institute for Aviation Research (NIAR) increased $2.9 million and fees generated by the Community Engagement Institute increased $1.6 million.

Non-operating Revenue

The following table represents the composition of non-operating revenues for the years ended June 30:

	2019	2018	2017
State appropriations	$ 79,069,679	$ 71,060,543	$ 71,717,391
Non-operating federal grants and contracts	18,065,675	17,427,834	16,114,678
Gifts	19,826,034	18,850,774	17,145,871
Investment income	1,197,091	546,318	269,924
Other non-operating revenues	667,658	3,956	-
Total non-operating revenues	$ 118,826,137	$ 107,889,425	$ 105,247,864

Non-operating revenues for the year ended June 30, 2019, increased $10.9 million (10.1%) compared to 2018. The increase in non-operating revenues is primarily the result of:

- State appropriations increased $8.0 million (11.3%) in 2019. Of the $8.0 million increase; $1.9 million is general operations, $1.8 million is the National Center for Aviation Training (NCAT), and $4.2 million is the Kansas Aviation Research and Technology Growth Initiative (KART). The $79,069,679 in state

appropriations is broken down as follows; General Operations $62,895,123, NCAT $5,161,231, KART $9,035,691, and WSU's Innovation Campus $1,977,634.

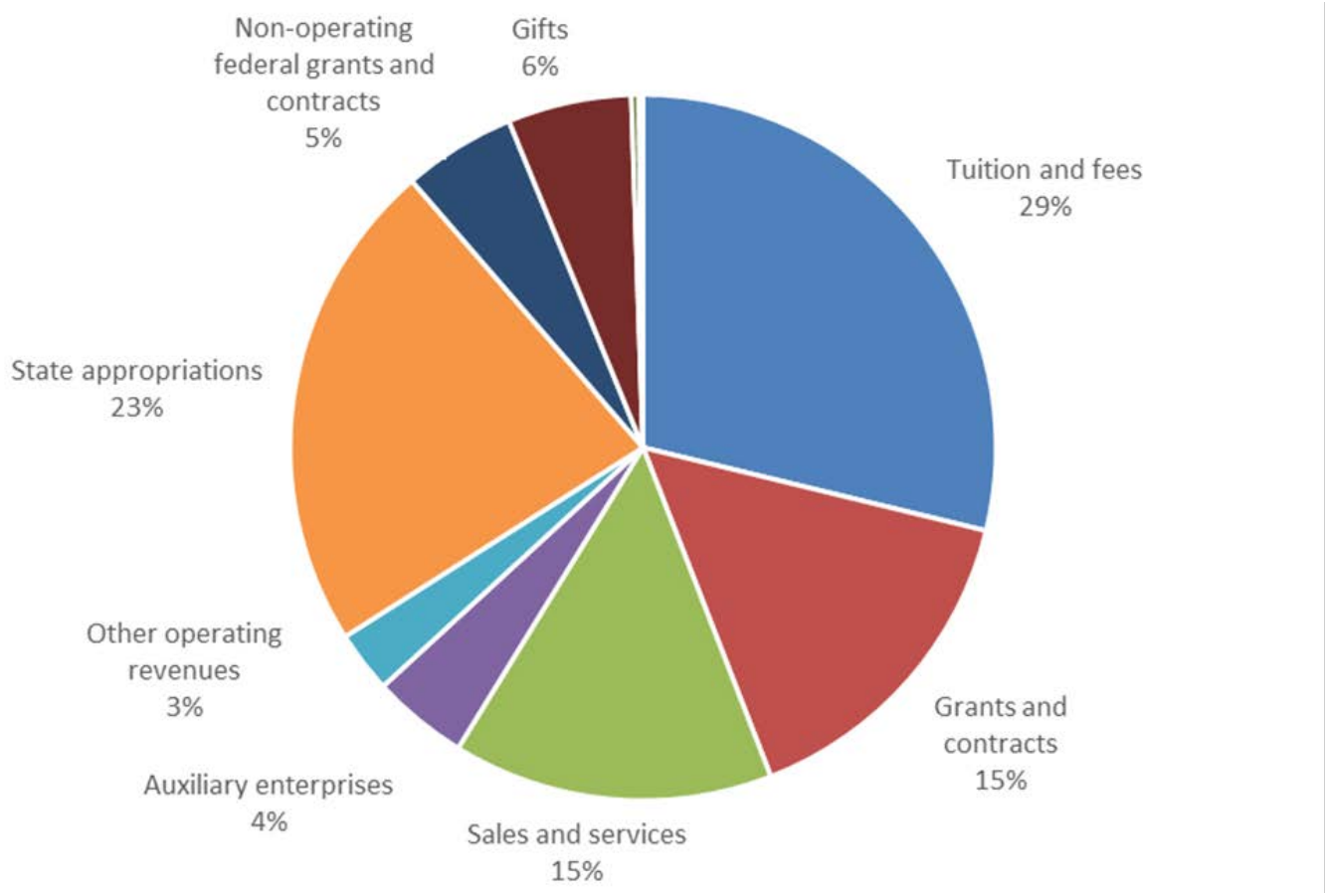
- Gifts to WSU increased $1.0 million compared to 2018.

Total non-operating revenues increased $2.6 million in 2018 compared to 2017.

- Pell grants increased $1.3 million and gifts increased $1.7 million while State appropriations fell $0.7 million and investment income increased $0.3 million. Total other revenues increased $5.7 million due to a $5.5 million increase in gifts for capital projects.

Total revenues

Total revenues, including operating and non-operating, for the year ended June 30, 2019 is displayed in the following chart.



EXPENSES

Operating Expenses

The following breakout represents the composition of operating expenses for the years ended June 30:

	2019	2018	2017
Instruction	$ 81,922,190	$ 76,210,344	$ 72,723,213
Research	77,325,468	58,840,938	47,916,423
Public service	27,210,806	20,363,388	19,123,726
Academic support	31,680,468	29,773,426	29,069,806
Student service	33,884,220	31,230,170	28,777,389
Institutional support	24,854,250	22,139,754	20,424,636
Operations and maintenance of plant	23,610,761	22,421,404	22,495,278
Scholarships and fellowships	15,295,615	14,843,757	15,373,453
Auxiliary enterprises	9,295,948	8,057,291	7,522,850
Depreciation and loss on disposal of assets	22,131,901	17,423,955	16,181,560
Other operating expenses	-	-	212,559
Total operating expenses	$ 347,211,627	$ 301,304,427	$ 279,820,893

For the year ended June 30, 2019, operating expenses were $347.2 million, an increase of $45.9 million (15.2%) compared to 2018. The increase in operating expenses are primarily a result of:

- Research expenses increased $18.5 million (31.4%) compared to 2018. The increase is a result of NIAR's work with the U.S. Army Combat Capabilities Development Command Aviation & Missile Center for a project focused on emerging materials for high-speed missile applications. NIAR is also working with the U.S. Air Force Research Laboratory for Modeling for Affordable, Sustainable Composites, aimed at developing a certification framework for enabling advanced materials and structural concepts for automated manufacturing.

- Public Service expenses increased $6.8 million (33.6%) compared to 2018. The increase is directly related to a $5.2 million increase in expenses for GEAR UP, a college access program funded by the U.S. Department of Education, designed to increase the number of low-income students who are prepared to enter and succeed in post-secondary education.

- Expenses for depreciation and loss on disposal of assets increased $4.7 million (27.0%) compared to 2018. Wichita State removed $4.4 million of undepreciated assets with the razing of Blake Hall and Fairmount Towers.

Looking at operating expenses categorically, compensation and benefits increased $12.0 million (6.7%), with salaries and wages increasing $9.2 million and benefits $2.8 million. Compensation and benefits account for 56.3% of all operating expenses, down from 58.8% in 2018. Contractual and commodity expenses increased $29.0 million (35.3%). This large increase is related to the increase in research and public service grants and contracts. The loss on disposal of assets of $4.4 million, relating to the razing of Fairmount Towers and Blake Hall, explains the remaining increase in operating expenses.

FY 2018 total operating expenses increased $21.5 million (7.7%) compared to 2017. The increase was primarily a result of:

- More than half of the increase in operating expenses occurred in Research where expenses increased $10.9 million (18.6%). Salaries and benefits increased $3.9 million while contractual and commodity expenses increased $11.3 million. Spending on capital fell $4.3 million.

- Expenses in Instruction increased $3.5 million (4.8%). Salaries and benefits increased $3.1 million while contractual and commodity expenses fell $1.1 million and spending on capital items increased $1.5 million.

- Public Service spending increased $1.2 million (6.5%). The majority of the increase is related to contractual and commodity expenses which increased by $1.0 million.

- Expenses for Student Service increased $2.5 million (8.5%). Salaries and benefits increased $1.3 million and contractual and commodity expenses increased $1.2 million.

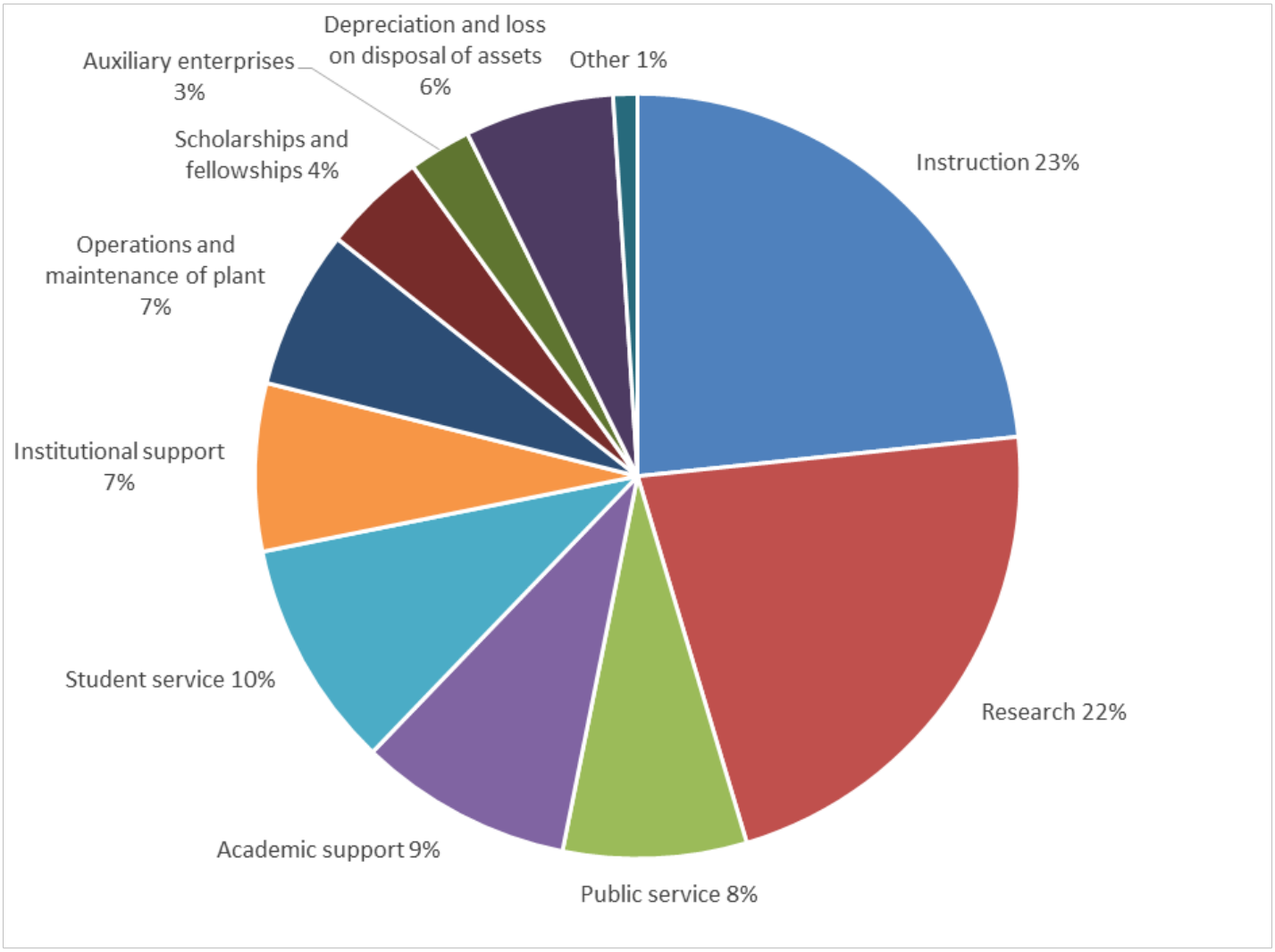
When looking at operating expenses categorically, 58.8% of all operating expenses are for salaries and benefits. This category increased $11.3 million in 2018. The State of Kansas increased pay 2.5% for employees with less than five years of experience in July 2017. The remainder of the increase in salaries and benefits relates to increased benefit expenses and promotions.

Non-operating expenses

For the year ended June 30, 2019, interest expense on outstanding bonds and leases decreased $0.2 million (5.8%). Total non-operating expenses fell $7.7 million (68%) as a one-time charge for the Federal share of the Perkins loan program was expensed in 2018.

Non-operating expenses increased $7.1 million in 2018. The Federal Perkins loan has ended, and WSU recorded the $7.5 million of Federal funds held for Perkins loans as an expense in the current year.

The composition of total expenses, including operating and non-operating, for the year ended June 30, 2019 is displayed in the following chart:



STATEMENT OF CASH FLOWS

The Statement of Cash Flows presents cash receipts and payments of the University during a period of time. Its purpose is to assess the University's ability to generate future new cash flows and meet its obligations as they come due.

SUMMARY OF THE STATEMENT OF CASH FLOWS

	June 30, 2019	June 30, 2018	June 30, 2017
Net cash provided (used by):			
Operating activities	$ (96,113,220)	$ (87,372,882)	(87,775,276)
Non-capital financing activities	116,962,869	107,381,707	104,870,910
Capital and related financing/appropriations	(19,169,530)	(19,505,017)	(19,431,212)
Investing activities	1,277,329	545,647	269,295
Net increase (decrease) in cash	$ 2,957,448	$ 1,049,455	$ (2,066,283)
Beginning cash and cash equivalent balances	$ 67,942,915	$ 66,893,460	$ 68,959,743
Ending Cash and Cash Equivalent Balances	$ 70,900,363	$ 67,942,915	$ 66,893,460

Cash provided by operating activities includes tuition and fees, certain grant and contract revenues, and sales and services of educational activities. Cash used for operating activities includes payments to employees and suppliers. Cash provided by non-capital financing activities includes State appropriations, Federal Pell grants, gifts, and the receipt and disbursement of the Federal Family Education Loan Programs (Stafford, Perkins and Plus Loans). Cash provided for capital and related financing activities represents capital appropriations, gifts and grants. This cash is used for construction, remodeling and repair of University facilities, as well as purchases of capital assets and debt servicing. Detailed information regarding the University's capital assets is available in Note 3 to the financial statements. Cash provided by investing activities includes purchases and sales of investments, as well as investment income earnings and losses realized.

CAPITAL ASSETS

WSU made significant investments in capital during FY 2019. Detailed information regarding capital asset additions, retirements and depreciation is available in Note 3 (page 34) to the financial statements.

The following is a brief summary of the construction projects placed in service during the fiscal year.

- Advanced Education in General Dentistry (AEGD) Building**:** Remodeled to allow for the transfer of the WSU Tech Dental Assistant program. The project cost of $253 thousand was funded with university resources.

- Fiske Hall: Replaced the HVAC system in the building and renovated the interior of the building. The project cost of $1.9 million was funded with rehabilitation and repair funds and university resources.

- Jabara Hall: Replaced the dry standpipe fire sprinkler line in the building. The project cost of $237 thousand was funded with rehabilitation and repair funds.

- Land Improvements: Replaced sidewalks in 41 locations on campus. The project cost of $122 thousand was funded with rehabilitation and repair funds.

- Land Improvements: Constructed a storage yard on the north side of the GoCreate Makers Space building. The project cost of $100 thousand was funded by university resources and WSIA funds.

- McKnight Arts Center: Replaced the roof of the building. The project cost of $639 thousand was funded with rehabilitation and repair funds.

- Media Resource Center: Remodeled part of the first floor of the building. The project cost of $213 thousand has been paid with university resources.

- National Institute for Aviation Research (NIAR): Remodeled the restrooms in the building. The project cost of $296 thousand was funded with rehabilitation and repair funds.

- National Institute for Aviation Research (NIAR): Upgraded the HVAC system in the building. The project cost of $242 thousand was funded with rehabilitation and repair funds.

- Partnership Building II: Leasehold improvements were made to the building for the College of Engineering. The project cost of $400 thousand has been funded with Kan-Grow Engineering and university resources.

- Partnership Building II: Leasehold improvements were made to the building for the NIAR Advanced Research Program (NARP). The project cost of $155 thousand was funded with university resources.

- Partnership Building II: Leasehold improvements were made to the building for the Digital Twin Lab. The project cost of $434 thousand was funded with federal funds.

- Shocker Hall: Leasehold improvements were made to the dormitory office. The project cost of $213 thousand was funded with housing funds.

- Wallace Hall: Added additional electric power to the NIAR Shop in the building. The project cost of $186 thousand was funded with university resources.

- Wilkins Stadium: Replaced the outfield and side fencing and added padding to the outfield fencing. The project cost of $108 thousand was funded with ICAA funds.

Additionally, Wichita State University had several construction projects that are under construction or in the design phases at the end of the fiscal year.

- Ablah Library: Replace the roof. The project cost to date of $15 thousand has been funded with rehabilitation and repair funds.

- Ablah Library: Remodel the restrooms in the 24-Hour Study Hall. The project cost to date of $24 thousand has been funded with university resources.

- Advanced Education in General Dentistry (AEGD) Building: Remodel the building to accommodate the transfer of the Dental Hygiene department. The project cost to date of $12 thousand has been funded with university resources.

- ATLAS Building: The Visual Communications Building was demolished, and a new building is being constructed for the Automated Technologies Lab for Advanced Structures (ATLAS). The project cost to date of $151 thousand has been funded with federal funds and university resources.

- Campus Parking: Resurface parking lots 13, 14 and 15. The project cost to date of $3 thousand has been funded with parking funds.

- Duerksen Fine Arts Center: Conduct a HVAC temperature study of the building. The project cost to date of $6 thousand has been funded with rehabilitation and repair funds.

- Henrion Hall: Construct an IDEAS laboratory in the building. The project cost to date of $50 thousand has been funded with university resources.

- Henrion Hall: Renovate the building. The project cost to date of $134 thousand has been funded with rehabilitation and repair funds.

- Heskett Center: Replace the roof. The project cost to date of $54 thousand was funded with rehabilitation and repair funds.

- Heskett Center: Renovate the first-floor lobby. The project cost to date of $81 thousand has been funded with rehabilitation and repair funds and university resources.

- Heskett Center: Create an eSports gaming area in the building. The project cost to date of $15 thousand has been funded with university resources.

- Hubbard Hall: Replace the windows in the building. The project cost to date of $794 thousand has been funded with rehabilitation and repair funds.

- Innovation Campus: Various projects whose combined costs to date of $3.1 million have been paid with Wichita State Innovation Alliance (WSIA) funds.

- Jabara Hall: Remodel the Psychology department on the fourth floor. The project cost to date of $44 thousand has been paid with university resources.

- Jabara Hall: Replace select windows and storefront window systems in the building. The project cost to date of $16 thousand has been funded with rehabilitation and repair funds.

- McKnight Arts Center: Replace the sloped window in the building. The project cost to date of $428

thousand has been funded with rehabilitation and repair funds.

- Media Resource Center: Replace the Liebert unit in the building. The project cost to date of $6 thousand has been funded with rehabilitation and repair funds.

- National Institute for Aviation Research (NIAR): A new crash test lab building is being constructed. The project cost to date of $3.1 million has been funded with university resources.

- Police Building: Replace the heating-ventilating-air-conditioning (HVAC) system in the building. The project cost of $5 thousand to date has been paid with rehabilitation and repair funds.

- Shocker Studios: Leasehold improvements are being made in the former Wichita Mall to relocate selective College of Fine Arts studios. The project cost to date of $47 thousand has been funded with remodeling and improvement funds.

- Wallace Hall: The project includes the replacement of the electrical distribution system and the remodeling of the first and second floors. The project cost to date of $1.2 million has been funded with Kan-Grow Engineering, rehabilitation and repair and university funds.

DEBT ADMINISTRATION

At June 30, 2019, revenue bond debt outstanding was $22.5 million and capital lease payable totaled $62.5 million. Detailed information about WSU's outstanding debt is available in Note 7 (page 37) to the financial statements.

At June 30, 2018, the University had $25.8 million in revenue bond debt outstanding and $64.6 million of capital leases payable.

At June 30, 2017, WSU had $29.8 million in revenue bond debt outstanding and $66.5 million of capital leases payable. During FY 2017, the University issued $7.4 million in revenue bonds to fund the construction of a parking garage located near the Rhatigan Student Center and also refunded Series 2003C for a net present value benefit of $268,725.

ECONOMIC OUTLOOK

Fiscal year 2020 state appropriations are currently budgeted at $84,133,966 an increase of $4,155,894 (5.2%) over fiscal year 2019. The increase is for the following; a final restoration of prior year budget reductions in the amount of $716,818 for general operating support, $117,051 collectively to aviation research, a budget enhancement of $1,795,404 to offset increases in fringe benefit costs to lessen the need to increase existing tuition rates, and $1,526,621 for employee pay adjustments.

During the fall 2019 semester 16,058 students were enrolled at WSU, which is an increase of 274 students (1.7%) compared to fall 2018. The number of students enrolling at WSU from Sedgwick County and the surrounding Metropolitan Statistical Area (MSA) has remained relatively flat over the last several years. Specifically, 1.2% fewer students enrolled at WSU in fall 2019 compared to fall 2015 from the Wichita MSA. The two main causes are shrinking high school graduating class sizes and declining population of transfer students available at area community colleges. With a flat population locally, recruitment efforts have been amplified in areas outside of

Wichita, particularly in other areas of Kansas and elsewhere along the I-35 corridor. While staff and resources remain largely deployed in Wichita to reach all parts of the state, new efforts exist in the regional communities of Overland Park (KS), Kansas City (MO), Oklahoma City/Tulsa (OK), Dallas/Ft. Worth and Houston (TX). Since 2015, the university has experienced growth of more than 200 percent in undergraduates enrolled from I-35 communities of Texas, Oklahoma and Missouri. Six regional staff members represent Wichita State in these communities, attending hundreds of college fairs and high school visits and planning more than 20 annual WSU events locally. Enrollment from other parts of Kansas has grown from 2015 to 2019, with increases of 44% from northeastern Kansas, 41% from southeastern Kansas and 34% from southwestern Kansas. In terms of retention of existing students, significant work has occurred to improve success rates amongst all students but in particular those who hail from underserved backgrounds. Since 2015, retention of first time in college underserved students has increased from 67.5% to 70.1%. Resources and data-driven strategies have been identified and dedicated to help academic and first-year advisors and faculty members deliver deliberate and more intrusive assistance to students. Meanwhile more coordinated financial aid strategy, mental health awareness and ample access to student success resources has helped make a difference for many students.

WSU continues to work with private developers, industry and government entities to build out and occupy 120 acres of developable land on the east side of campus. A new private residence hall, The Suites, was completed and occupied in fall of 2019. Textron Aviation committed to space in Partnership Building 2, bringing it to full occupancy. Partnership Building 3 is under construction. Also under construction are: National Institute for Aviation Research Advanced Virtual Engineering and Testing Labs; Steve Clark YMCA and Student Wellness Center; and, Hyatt Place Hotel. In Braeburn Square retail development, Fuzzy's Tacos is open and Journey East restaurant is scheduled to open in late fall 2019. A new home for the Barton School of Business, named Woolsey Hall, will seek state approvals and bonding in the coming months.

Overall, the financial position of the University remains strong.

REQUEST FOR INFORMATION

This financial report is designed to provide a general overview of WSU's finances for all those with an interest in Wichita State University. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Werner Golling, Vice President for Finance and Administration, at 316.978.3030.

Financial Statements with Notes

WICHITA STATE UNIVERSITY
STATEMENT OF NET POSITION
As of June 30, 2019 and 2018

	University Funds		Component Units	
	FY 2019	FY 2018	FY 2019	FY 2018
ASSETS				
Current Assets				
Cash and cash equivalents	$ 70,900,363	$ 67,942,915	$ 45,753,359	$ 41,720,316
Accounts receivable, net	27,109,799	25,182,396	9,306,520	9,196,187
Investments	129,303	169,139	5,279,784	4,092,828
Loans to students	3,074,654	3,074,654	-	-
Inventories	526,800	544,257	1,158,130	1,232,028
Prepaid expenses	221,919	215,888	679,810	603,661
Other current assets	-	-	1,107,546	1,053,687
Total Current Assets	$ 101,962,838	$ 97,129,249	$ 63,285,149	$ 57,898,707
Noncurrent Assets				
Restricted cash and cash equivalents	$ -	$ -	$ 1,279,001	$ 4,264,451
Investments	-	40,402	12,211,786	11,998,725
Loans to students	2,975,620	4,938,119	-	-
Other assets	-	-	-	1,500
Capital Lease Receivable	-	-	58,959,231	60,066,777
Capital assets, net	276,532,781	280,393,820	54,275,286	54,781,881
Total Noncurrent Assets	$ 279,508,401	$ 285,372,341	$ 126,725,304	$ 131,113,334
TOTAL ASSETS	$ 381,471,239	$ 382,501,590	$ 190,010,453	$ 189,012,041
DEFERRED OUTFLOWS				
Deferred OPEB costs	$ 507,627	$ 274,658	$ -	$ -
Deferred pension costs	4,065,926	5,227,470	-	-
TOTAL DEFERRED OUTFLOWS	$ 4,573,553	$ 5,502,128	$ -	$ -

WICHITA STATE UNIVERSITY
STATEMENT OF NET POSITION
As of June 30, 2019 and 2018

	University Funds		Component Units	
	FY 2019	FY 2018	FY 2019	FY 2018
LIABILITIES				
Current Liabilities				
Accounts payable and accrued liabilities	$ 13,651,531	$ 12,739,505	$ 4,967,108	$ 5,397,087
Unearned revenue	3,918,930	5,602,516	9,710,222	9,901,906
Loan payable	-	-	3,163,291	3,510,903
Accrued interest	-	-	242,204	244,980
Refundable advances from government grants	1,477,960	408,880	-	-
Revenue bonds payable	3,394,309	3,250,300	1,145,000	1,110,000
Lease payable	2,084,926	2,015,805	593,450	572,053
Accrued compensated absences	7,690,760	6,873,683	408,978	432,905
Deposits held in custody for others	1,300,077	1,298,596	-	-
Total Current Liabilities	$ 33,518,493	$ 32,189,285	$ 20,230,253	$ 21,169,834
Noncurrent Liabilities				
Lease payable	$ 60,454,447	$ 62,539,373	$ -	$ -
Other postemployment benefit liabilty	1,709,829	1,754,307	-	-
Net pension liability	22,240,346	27,387,053	124,774	249,074
Refundable advances from government grants	5,354,264	7,091,002	-	-
Accrued compensated absences	1,786,141	1,317,315	-	-
Revenue bonds payable	19,111,845	22,515,162	102,965,994	104,768,242
Total Noncurrent Liabilities	$ 110,656,872	$ 122,604,212	$ 103,090,768	$ 105,017,316
TOTAL LIABILITIES	$ 144,175,365	$ 154,793,497	$ 123,321,021	$ 126,187,150
DEFERRED INFLOWS				
Deferred OPEB costs	$ 64,599	$ 52,155	$ -	$ -
Deferred pension costs	8,012,428	6,084,998	-	-
Deferred gain on refunding	-	-	729,796	750,647
TOTAL DEFERRED INFLOWS	$ 8,077,027	$ 6,137,153	729,796	750,647
NET POSITION				
Net investment in capital assets	$ 191,487,254	$ 190,073,180	$ 6,277,084	$ 6,509,243
Restricted for:				
Nonexpendable	-	-	6,545,877	6,482,858
Expendable				
Loans	888,133	974,923	-	-
Capital projects	11,676,245	10,057,876	-	-
Debt service	-	-	-	-
Other purposes	-	-	8,433,697	9,072,791
Unrestricted	29,740,768	25,967,089	44,702,978	40,009,352
TOTAL NET POSITION	$ 233,792,400	$ 227,073,068	$ 65,959,636	$ 62,074,244

WICHITA STATE UNIVERSITY
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
As of June 30, 2019 and 2018

	University Funds		Component Units	
	FY 2019	FY 2018	FY 2019	FY 2018
Operating Revenues:				
Tuition and fees, net of scholarship allowances of $26,218,050 in 2019 and $24,185,667 in 2018	$ 100,621,930	$ 101,225,002	$ 19,136,181	$ 17,084,793
Federal grants and contracts	47,252,469	30,374,068	1,652,788	1,670,911
State and local grants and contracts	6,286,026	7,049,342	5,855,679	3,637,030
Sales and services of educational activities	51,322,522	36,897,330	22,191,092	18,162,745
Auxiliary enterprises				
Housing revenues (revenues are pledged as security for bonds)	13,443,928	11,913,215	-	-
Parking revenues	1,919,979	1,762,207	-	-
Interest earned on loans to students	119,396	119,713	20,851	20,851
Other operating revenues	9,762,117	8,152,405	2,052,506	1,884,282
Total Operating Revenues	$ 230,728,367	$ 197,493,282	$ 50,909,097	$ 42,460,612
Operating Expenses:				
Instruction	$ 81,922,190	$ 76,210,344	$ -	$ -
Research	77,325,468	58,840,938	-	-
Public Service	27,210,806	20,363,388	578,934	606,024
Academic Support	31,680,468	29,773,426	-	-
Student Service	33,884,220	31,230,170	56,030,991	49,862,000
Institutional Support	24,854,250	22,139,754	3,103,209	1,837,888
Operations and Maintenance of Plant	23,610,761	22,421,404	4,824,251	4,633,376
Scholarships and Fellowships	15,295,605	14,843,757	9,036,787	8,932,949
Auxiliary Enterprises	9,295,948	8,057,291	-	-
Other Expenses	-	-	4,270,549	3,567,558
Depreciation	17,689,259	17,287,902	2,421,941	2,278,073
Loss on disposal of capital assets	4,442,642	136,053	-	-
Total Operating Expenses	$ 347,211,617	$ 301,304,427	$ 80,266,662	$ 71,717,868
Total Operating Loss	$ (116,483,250)	$ (103,811,145)	$ (29,357,565)	$ (29,257,256)
Non-operating Revenues (Expenses)				
State appropriations	$ 79,069,679	$ 71,060,543	$ 9,079,087	$ 8,175,682
Federal grants and contracts	18,065,675	17,427,834	6,576,907	6,042,378
Gifts	19,826,034	18,850,774	7,631,619	12,876,101
Investment income	1,197,091	546,318	1,501,309	1,269,477
Direct Finance Lease Income	-	-	2,993,870	3,045,216
Interest expense	(3,599,000)	(3,822,112)	(4,794,196)	(4,866,458)
County tax subsidy	-	-	8,037,828	7,916,417
Perkins	667,658	(7,499,882)	-	-
Other nonoperating revenues (expenses)	-	3,956	(507,446)	(444,977)
Total Non-operating Revenues (Expenses)	$ 115,227,137	$ 96,567,431	$ 30,518,978	$ 34,013,836
Total Income (Loss) Before Other Revenues, Expenses, Gains and Losses	$ (1,256,113)	$ (7,243,714)	$ 1,161,413	$ 4,756,580
Other Revenue (Expenses)				
Capital appropriations	$ 4,611,600	$ 3,843,000	$ -	$ -
Gifts for capital projects	820,095	6,289,024	2,723,979	2,752,824
Student fees for capital projects	2,543,750	2,558,000	-	165,000
Capital assets transferred to other entities	-	-	-	(445,952)
Total Other Revenue (Expenses)	$ 7,975,445	$ 12,690,024	$ 2,723,979	$ 2,471,872
Total Increase in Net Position	$ 6,719,332	$ 5,446,310	$ 3,885,392	$ 7,228,452
Net Position				
Net Position - Beginning of Year	$ 227,073,068	$ 223,322,001	$ 62,074,244	$ 54,845,792
Restatement	-	(1,695,243)	-	-
Net Position - beginning of year, restated	227,073,068	221,626,758	62,074,244	54,845,792
Net Position - End of Year	$ 233,792,400	$ 227,073,068	$ 65,959,636	$ 62,074,244

WICHITA STATE UNIVERSITY
STATEMENT OF CASH FLOWS
For the Years Ended June 30, 2019 and 2018

	University Funds	
	FY 2019	FY 2018
Cash Flows from Operating Activities		
Tuition and fees	$ 100,357,335	$ 101,428,838
Sales and services of educational activities	51,100,051	36,978,958
Auxiliary enterprise charges		
Housing	13,130,551	11,782,627
Parking	1,919,979	1,762,207
Research grants and contracts	50,646,924	38,766,330
Payments to suppliers	(110,664,123)	(83,690,128)
Payments for utilities	(6,571,715)	(6,813,387)
Payments for scholarships and benefits	(15,295,605)	(14,843,757)
Compensation and benefits	(192,661,655)	(179,636,751)
Loans issued to students	-	(1,291,506)
Collections on loans issued to students	1,962,499	1,196,775
Other receipts	9,962,538	6,986,911
Net Cash Flows from Operating Activities	$ (96,113,220)	$ (87,372,883)
Cash Flows from Noncapital Financing Activities		
State appropriations	$ 79,069,679	$ 71,060,543
Federal Grants	18,065,675	17,427,834
Gifts	19,826,034	18,850,774
Net decrease (increase) in funds held for others	1,481	42,556
Net Cash Flows from Noncapital Financing Activities	$ 116,962,869	$ 107,381,707
Cash Flows from Capital and Related Financing Activities		
Capital appropriations	$ 4,611,600	$ 3,843,000
Capital gifts	820,095	6,289,024
Student fees for capital projects	2,543,750	2,558,000
Purchase of capital assets	(18,270,862)	(22,438,193)
Principal paid on capital debt and leases	(5,275,113)	(5,938,692)
Interest paid on capital debt and leases	(3,599,000)	(3,818,156)
Net Cash Flows from Capital and Related Financing Activities	$ (19,169,530)	$ (19,505,017)

WICHITA STATE UNIVERSITY
STATEMENT OF CASH FLOWS
For the Years Ended June 30, 2019 and 2018

	University Funds	
	FY 2019	FY 2018
Cash Flows from Investing Activities		
Investment income	$ 1,277,329	$ 545,647
Net Cash Flows from Investing Activities	$ 1,277,329	$ 545,647
Net Change in Cash and Cash Equivalents	$ 2,957,448	$ 1,049,454
Cash and Cash Equivalents - Beginning of Year	67,942,914	66,893,460
Cash and Cash Equivalents - End of Year	$ 70,900,362	$ 67,942,914
Reconciliation		
Operating loss	$ (116,483,250)	$ (103,811,145)
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:		
Depreciation expense	17,689,259	17,287,902
Loss on sale of assets	4,442,642	136,053
Changes in assets and liabilities:		
Accounts receivable, net	(1,927,403)	778,613
Loans to students, net	1,962,499	(94,731)
Other post employment benefits	(265,003)	(163,439)
Net pension obligation	(2,057,733)	(116,934)
Accrued salaries and wages	389,186	488,957
Inventories	17,457	(7,467)
Other current assets	(6,031)	21,424
Accounts payable and accrued liabilities	522,840	(1,521,048)
Due to other state agencies	-	-
Unearned revenue	(1,683,586)	(566,024)
Accrued compensated absences	1,285,903	194,956
Net Cash Flows from Operating Activities	$ (96,113,220)	$ (87,372,883)

WICHITA STATE UNIVERSITY FOUNDATION
STATEMENT OF NET ASSETS
For the Years Ended June 30, 2019 and 2018

	Foundation Funds	
	FY 2019	FY 2018
ASSETS		
Current Assets		
Cash and cash equivalents	$ 19,076,972	$ 21,909,387
Pledges receivable, less allowance for uncollectible pledges (2019, $758,628; 2018, $846,863)	27,754,267	31,916,934
Investments	285,377,133	259,061,571
Investment at equity	2,922,529	2,930,789
Mortgage receivable	-	32,683
Real estate	597,175	597,175
Buildings, equipment and software, at cost less accumulated depreciation	634,647	377,767
Cash surrender value of life insurance	4,485,292	4,908,214
Collections	16,064,075	15,907,324
Other assets	3,195,433	3,008,110
Total Assets	$ 360,107,523	$ 340,649,954
LIABILITIES		
Current Liabilities		
Accounts payable and accrued liabilities	$ 670,515	$ 590,396
Annuities payable	933,723	671,976
Due to WSU Alumni Association	1,803,198	2,002,003
Due to WSU Board of Trustees	7,771,685	7,739,931
Due to WSU Departments	149,523	338,955
Due to Intercollegiate Athletic Association, Inc.	9,275,177	10,272,136
Total Liabilities	$ 20,603,821	$ 21,615,397
NET ASSETS		
Net assets without donor restrictions:		
Undesignated	$ 10,211,888	$ 7,416,704
Board designated quasi-endowment	840,498	861,001
Total net assets without donor restrictions	11,052,386	8,277,705
Net assets with donor restrictions	328,451,316	310,756,852
Total Net Assets	$ 339,503,702	$ 319,034,557

WICHITA STATE UNIVERSITY FOUNDATION
STATEMENT OF ACTIVITIES
For the Years Ended June 30, 2019 and 2018

	2019			2018
	Without Donor Restrictions	With Donor Restrictions	Total	Total
REVENUE, GAINS, AND OTHER SUPPORT				
Contributions	$ 999,749	$ 23,361,325	$ 24,361,074	$ 38,949,170
Net investment return	2,505,646	7,692,148	10,197,794	15,242,761
Gain (loss) on collection item	-	-	-	251,500
Other income	1,466,431	1,464,407	2,930,838	3,256,488
Net assets released from restriction	18,823,416	(18,823,416)	-	-
TOTAL REVENUE, GAINS, AND OTHER SUPPORT	$ 23,795,242	$ 13,694,464	$ 37,489,706	$ 57,699,919
EXPENSES				
Program services:				
Scholarships	5,811,337	-	5,811,337	5,738,528
University Support	9,902,621	-	9,902,621	8,984,088
Support activities:			-	
Management and general	2,498,700	-	2,498,700	2,378,572
Fund raising	2,807,903	-	2,807,903	2,615,321
TOTAL EXPENSES	$ 21,020,561	$ -	$ 21,020,561	$ 19,716,509
Increase in Net Assets Before Transfers From Wichita State University	2,774,681	13,694,464	16,469,145	37,983,410
Transfers from Wichita State University	-	4,000,000	4,000,000	-
Increase in Net Assets	2,774,681	17,694,464	20,469,145	37,983,410
Net Assets, Beginning Of Year	$ 8,277,705	$ 310,756,852	$ 319,034,557	$ 281,051,147
Net Assets, End Of Year	$ 11,052,386	$ 328,451,316	$ 339,503,702	$ 319,034,557

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements and related supplemental information have been prepared in conformity with accounting principles generally accepted in the United States of America. The financial statements for the University have not been audited. Separately audited statements from component units, prepared in FASB format, are Wichita State University Intercollegiate Athletic Association, Wichita State University Foundation and Wichita State University Union Corporation. Two additional component units, the Wichita State University Board of Trustees and WSU Tech have been audited and presented in the GASB format.

In preparing financial statements in conformity with generally accepted accounting principles, management is required to make estimates and assumptions that affect the reported amount of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Organization. Wichita State University (the "University") is an urban research institution providing undergraduate, graduate and professional education in a variety of academic programs. The University serves both traditional and nontraditional student bodies. The University is accredited by the Higher Learning Commission formerly the North Central Association of Colleges and Schools.

Undergraduate and graduate degrees are available from six colleges: Fairmount College of Liberal Arts and Sciences; W. Frank Barton School of Business; College of Applied Studies; College of Engineering; College of Fine Arts and College of Health Professions. The University is governed by the Kansas Board of Regents and is an agency of the State of Kansas. As an agency of the State of Kansas, the University is included in the comprehensive annual financial report (CAFR) of the State of Kansas.

The University conducts classes at five locations. The main campus is located at 1845 Fairmount, Wichita, Kansas. There are four satellite campuses: WSU Haysville is located at 106 Steward Avenue, Haysville, KS, the West Campus is located at 3801 North Walker Avenue, Maize, Kansas, the South Campus is located at 3805 E. Harry, Wichita, Kansas, and the Old Town Campus is located at 121 N. Mead, 213 N. Mead and 238 N. Mead, Wichita, Kansas.

Financial Reporting Entity. As required by the accounting principles generally accepted by the United States of America as prescribed by the Governmental Accounting Standards Board (GASB), these financial statements present the financial position and financial activities of the University and its component units: Wichita State Innovation Alliance (WSIA), Wichita State Innovation Alliance Investment Corporation (WSIAIC), the Wichita State University Foundation, the Wichita State University Intercollegiate Athletic Association, Wichita State University Union Corporation, Wichita State University Board of Trustees, and the Wichita State University Campus of Applied Sciences and Technology (WSU Tech).

WSIA and WSIAIC, in conformity with GASB Statement No. 35 Basic Financial Statements - and Management's Discussion and Analysis - for Public Colleges and Universities and with GASB Statement No. 39 Determining Whether Certain Organizations are Component Units, as amended by GASB Statement No. 61, The Financial Reporting Entity are considered blended component units.

Each discretely presented component unit is independently audited and received an unmodified opinion. Financial activities and balances of component units have been discretely presented on the University's financial statements. This discrete display presentation is in conformity with GASB Statement No. 35 Basic Financial Statements - and Management's Discussion and Analysis - for Public Colleges and Universities and with GASB Statement No. 39 Determining Whether Certain Organizations are Component Units, as amended by GASB Statement No. 61, The Financial Reporting Entity.

Basis of Accounting. For financial reporting purposes, the University is considered a special-purpose government engaged only in business-type activities. Accordingly, the University's financial statements have been presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis, revenues are recognized when earned, and expenses are recorded when an obligation has been incurred. All significant intra-agency transactions have been eliminated except for the discretely presented component units. Since the component units are displayed discretely, inter-agency transactions have not been eliminated in accordance with GASB guidelines.

Cash Equivalents. For purposes of the Statement of Cash Flows, the University considers all highly liquid investments with an original maturity of three months or less to be cash equivalents.

Recent Accounting Pronouncements. GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, sets forth new financial reporting standards and disclosures for Other Postemployment Benefits (OPEB) and replace the requirements of GASB Statement No. 45. This statement requires that the liability of the University be measured as the portion of the present value of projected benefit payments to be provided to current active and inactive employees that is attributed to those employees' past periods of service (total OPEB liability), less the amount of the OPEB plans fiduciary net position, if any. The OPEB liability is required to be determined through an actuarial valuation for the University.

The Statement also requires that deferred outflows of resources and deferred inflows of resources related to OPEB be recognized by the University for changes in the components of the net OPEB liability including changes in assumptions, changes in benefit terms, and changes in actual and expected experience. In addition, employer contributions subsequent to the measurement date of the net OPEB liability are required to be reported as deferred outflows of resources.

Disclosures are required related to the Statement to disclose the following:

- Key provisions of the OPEB plan
- The number of participants
- Changes in the net OPEB liability
- Sensitivity of the net OPEB liability to changes in the discount rate and healthcare cost trend rate
- Actuarial assumptions utilized in the valuation of the net OPEB liability.
- OPEB expense and details of the deferred outflows of resources and deferred inflows of resources excluding the expected amortization of the deferred outflows and deferred inflows.

Investments. Investments in equity securities, fixed income securities and mutual funds are carried at fair value. Fair value is determined using quoted market prices. Investments in nonnegotiable certificates of deposits and external investment pools are carried at cost.

Accounts Receivable. Accounts receivable consists of tuition and fee charges to students, and auxiliary enterprise services provided to students, faculty and staff. Accounts receivable also include amounts due from the Federal government, State and local governments, or private sources, in connection with reimbursement of allowable expenditures made pursuant to the University's grants and contracts. Accounts receivable are recorded net of estimated uncollectible amounts. (See Note 4)

Inventories. Inventories are recorded at the lower of cost, using the first in first out method, or market.

Loans to Students. The University makes loans to students under various federal and other loan programs. Such loans receivable is recorded net of estimated uncollectible amounts. (See Note 5)

Prepaid Expenses. Prepaid expenses primarily consist of rent.

Restricted Cash Equivalents and Investments. Cash and investments that are externally restricted to make debt service payments, maintain sinking or reserve funds, or to purchase or construct capital or other noncurrent assets, are classified as non-current in the Statement of Net Position.

Capital Assets. Capital assets are recorded at cost at the date of acquisition, or acquisition value at the date of donation in the case of gifts. For equipment, the University's capitalization policy includes all items with a unit cost of $5,000 or more, and an estimated life greater than one year. Renovations to buildings, infrastructure, and land improvements that significantly increase the value or extend the useful life of the structure are capitalized if the related project cost exceeds $100,000. Routine repairs and maintenance are charged to operating expense in the year in which the expense was incurred.

Depreciation is computed using the straight-line, modified half-year convention method over the estimated useful lives of the assets. Useful life is 40 years for buildings, 25 years for infrastructure and land improvements, 8 years for non-information technology equipment, 5 years for vehicles and 3 years for information technology equipment. The University reserves the discretion to modify the useful life of an asset in an unusual circumstance.

Costs incurred during construction of long-lived assets are recorded as construction-in-progress and are not depreciated until placed in service. (See Note 3)

Unearned Revenue. Unearned revenues consist primarily of summer school tuition not earned during the current year and amounts received from grant and contract sponsors that have not yet been earned. (See Note 6)

Compensated Absences. Employee vacation is accrued at year-end for financial statement purposes. The liability and expense incurred are recorded as accrued compensated absences in the Statement of Net Position, and as a component of operating expenses by University function in the Statement of Revenues, Expenses, and Changes in Net Position. The expenses are also a component of compensation and benefit expense in "Operating Expenses by Natural Classification". (See Note 11)

Deposits Held in Custody for Others. Deposits held in custody for others consist primarily of funds for student organizations that are administered by the University.

Noncurrent Liabilities. Noncurrent liabilities include principal amounts of revenue bonds with contractual maturities greater than one year and certain liabilities associated with employee benefits. (See Notes 7, 8 and

9) Also included are lease principal amounts for Shocker Hall and energy saving projects on University buildings (See Note 7).

Bond premiums are capitalized and amortized over the term of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium.

Deferred Inflows/Outflows. Deferred outflows and deferred inflows result from the consumption or acquisition of net position in one period that is applicable to future periods. These items are reported separately from assets and liabilities.

In addition to assets, the Statement of Net Position includes a separate section for deferred outflows of resources. This separate financial element represents the consumption of net position that applies to future periods and so will not be recognized as an outflow of resources until then.

In addition to liabilities, the Statement of Net Position includes a separate section for deferred inflows of resources. This separate financial element represents the acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources until then.

Pensions. For the year ended June 30, 2015, the University implemented the provisions of GASB 68, Accounting and Financial Reporting for Pension's. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Kansas Public Employees Retirement System (KPERS) and additions to/deductions from KPERS' fiduciary net position have been determined on the same basis as they are reported by KPERS. For this purpose benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

OPEB. For the year ended June 30, 2018, the University implemented the provisions of GASB 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to the OPEB plan, and OPEB expense an actuarial valuation was completed. As the OPEB plan was measured at June 30, 2018, the current year contributions to the Plan by the University are recorded as deferred outflows.

Refundable Advances From Governmental Grants. In accordance with GASB 33, the University has recognized a liability for the federal portion of its Perkins Loan portfolio that is expected to be repaid to the Department of Education. Given that the Perkins Loan Program was not renewed and the wind-down procedures for the program require that the Federal funds be returned on an annual basis for the Department of Education's portion of the cash received each year, a liability has been recognized and an allocation is made between current and noncurrent based on expected repayment requirements in accordance with the current Department of Education guidelines.

The University's net position is classified as follows:

Net investment in capital assets*:* This represents the University's total investment in capital assets, net of depreciation less outstanding debt obligations used to acquire those capital assets. To the extent debt has been incurred but not yet expended for capital assets, such amounts are not included as a component of net investment in capital assets.

Restricted net position - nonexpendable: Restricted nonexpendable net position consists of endowment and similar type funds in which donors or other outside sources have stipulated, as a condition of the gift instrument, that the principal is to be maintained inviolate and in perpetuity, and invested for the purpose of producing present and future income, which may either be expended or added to principal.

Restricted net position - expendable: Restricted expendable net position includes resources in which the University is legally or contractually obligated to spend resources in accordance with restrictions imposed by external third parties.

Unrestricted net position: Unrestricted net position represents resources derived from student tuition and fees, State appropriations, and sales and services of educational departments. These resources are used for transactions relating to the educational and general operations of the University and may be used at the discretion of the governing board to meet current expenses for any purpose. These resources also included auxiliary enterprises, which are substantially self-supporting activities that provide services for students, faculty, and staff. The auxiliary enterprises included here are student housing and parking operations.

Tax Status. As a State institution of higher education, the income of the University is generally exempt from Federal and State income taxes under Section 115(a) of the Internal Revenue Code; however, income generated from activities unrelated to the University's exempt purpose is subject to income taxes under Internal Revenue Code Section 511(a)(2)(b). The University complies with this requirement by annually filing form 990-T through the State of Kansas.

Classification of Revenues and Expenses. The University has classified the activity on the Statement of Revenues, Expenses, and Changes in Net Position as either operating or non-operating revenues according to the following criteria:

Operating Revenues and Operating Expenses: Operating revenues and expenses include activities that have the characteristics of exchange transactions, including nearly all of the University's expenses and certain revenues such as (1) student tuition and fees, net of scholarships discounts and allowances, (2) sales and services of auxiliary enterprises, (3) certain Federal, State and local grants and contracts, and (4) interest on institutional student loans and auxiliary enterprises.

Non-Operating Revenues (Expenses): Non-operating revenues or expenses are those in which the University receives or gives value without directly giving or receiving equal value, such as State and Federal appropriations, Federal Pell grants, private gifts, and investment income.

Scholarship Discounts and Allowances. Student tuition and fee revenues, and certain other revenues from students, are reported net of scholarship discounts and allowances in the Statement of Revenues, Expenses, and Changes in Net Position. Scholarship discounts and allowances are the difference between the stated charge for goods and services provided by the University, and the amount that is paid by students and/or third parties making payments on behalf of the students. Certain governmental grants, such as Pell Grants, and other Federal, State or nongovernmental programs, are recorded as either operating or non-operating revenues in the University's financial statements. To the extent that revenues from such programs are used to satisfy tuition and fees and other student charges, the University has recorded a scholarship discount and allowance.

NOTE 2 - CASH, CASH EQUIVALENTS, AND INVESTMENTS

The carrying values of deposits and investments shown below are included in the Statement of Net Position as follows:

Carrying Value	FY 2019	FY 2018
Cash deposits with State Treasury	$ 68,859,620	$ 65,986,894
Cash deposits with financial institutions	1,342,213	1,227,947
Certificates of deposit	291,087	410,515
Funds held at Pooled Money Investment Board	536,746	527,100
	$ 71,029,666	$ 68,152,456

A reconciliation of deposits and investments to the Statement of Net Position as of June 30 is as follows:

Deposits and Investments	FY 2019	FY 2018
Cash and cash equivalents	$ 70,900,363	$ 67,942,915
Investments	129,303	209,541
	$ 71,029,666	$ 68,152,456

Deposits

The University's deposits with the State Treasurer are pooled with the funds of other State agencies and then, in accordance with statutory limitations, placed in short-term investments with the exception of bond funds. All bond proceeds are invested in conjunction with specifications stated in the bond resolutions.

State law requires the University to deposit the majority of its cash balances with the State Treasurer, who holds and invests the funds. The investments are managed by the Pooled Money Investment Board (PMIB), which maintains a published Investment Policy. The exceptions to this are any funds maintained in the University's imprest fund, organizational safekeeping fund, and any funds held by external entities on behalf of the University.

Cash balances maintained by the State Treasurer are pooled and are held in a general checking account and other special purpose bank accounts. The available cash balances beyond immediate need are pooled for short-term investments purposes by the PMIB and are reported at fair value, based on quoted market prices.

The majority of deposit balances maintained by the State Treasurer and PMIB are covered by FDIC or collateralized. The University does not have a formal deposit policy regarding custodial credit risk. However, management has evaluated the financial stability of the financial institutions involved and feels the deposit custodial credit risk is minimal.

Investments

Pooled Money Investment Board (PMIB). The investment policy of the PMIB is governed by State statutes. The primary objectives are to attain safety, liquidity, and yield. Allowable investments for State pooled moneys not held in Kansas financial institutions are as follows:

- Direct obligations of, or obligations except mortgage backed securities, that are insured as to principal and interest by the U.S. Government, or any direct agency thereof, with maturities up to four years
- Repurchase agreements with Kansas banks or with primary government securities dealers
- Interfund loans to various State agencies as mandated by the Kansas Legislature limited to not more than the lesser of 10% or $140,000,000 of State monies
- Certain Kansas agency and SKILL Act projects and bonds
- High grade commercial paper not to exceed 270 days to maturity
- High grade corporate bonds not to exceed 2 years to maturity

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The University does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

The State Treasurer and PMIB minimize interest rate risk by structuring the investment portfolio so that securities mature to meet cash requirement for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity, and by investing operating funds primarily in shorter-term securities.

As of June 30, 2019 and 2018, the University had the following investments:

Investment Type	FY 2019	FY 2018
Certificates of Deposit	$ 291,087	$ 410,515

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations to the University. The University investments may have credit risk, since the underlying securities may include securities other than those that take the form of U.S. Treasuries or obligations explicitly guaranteed by the U.S. Government. The investments are unrated and certain investments have an underlying collateral agreement.

Custodial Credit Risk. Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty, the University will not be able to recover the value of the investments that are in the possession of an outside party.

The University's investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the University's name, and are held by either the counterparty or the counterparty's trust department or agent.

The University does not have a formal investment policy that addresses custodial credit risk. However, the University's custodial credit risk is estimated to be minimal based on the expressed investment policies of the State Treasurer and PMIB.

Concentration of Credit Risk. Concentration of credit risk is the risk of loss attributed to the magnitude of the University's investment in a single issuer that exceeds 5% or more of its total investments. Investments issued or explicitly guaranteed by the U.S. Government and investments in mutual funds, external investment pools, and other pooled investments are excluded from this requirement. Information about concentrations of investments with a single issuer is not provided by the State Treasurer or PMIB and therefore the University cannot provide this information.

The financial statements of the State of Kansas provide additional information about the risk associated with the State Treasurer's and PMIB's investment portfolio.

Note 3 - CAPITAL ASSETS

Capital asset activity for the University for the years ended June 30, 2019 and 2018 are summarized as follows:

	2019			
	Balance July 1, 2018	Additions	Retirements	Balance June 30, 2019
Capital Assets, Not Depreciable				
Land	$ 5,580,903	$ -	$ -	$ 5,580,903
Construction-in-Progress	7,285,530	13,927,780	6,126,098	15,087,212
Total Capital Assets, Not Depreciable	$ 12,866,433	$ 13,927,780	$ 6,126,098	$ 20,668,115
Capital Assets, Depreciable				
Leasehold Improvements	$ 10,555,520	$ 1,220,171	$ -	$ 11,775,691
Infrastructure	24,697,502	-	-	24,697,502
Land Improvements	12,867,517	222,577	-	13,090,094
Buildings	169,908,542	-	2,341,897	167,566,645
Building Improvements	163,142,301	4,476,801	6,610,281	161,008,821
Equipment & Furnishings	99,253,099	4,693,806	3,184,387	100,762,518
Intangible, software	4,058,124	-	-	4,058,124
Vehicles	3,769,361	73,477	47,515	3,795,323
Total Capital Assets, Depreciable	$ 488,251,966	$ 10,686,832	$ 12,184,080	$ 486,754,718
Less Accumulated Depreciation				
Leasehold Improvements	$ 2,836,419	$ 1,169,598	$ -	$ 4,006,017
Infrastructure	9,219,382	949,312	-	10,168,694
Land Improvements	6,437,306	456,952	-	6,894,258
Buildings	75,586,948	3,917,162	2,334,050	77,170,060
Building Improvements	49,696,443	3,829,175	2,353,351	51,172,267
Equipment & Furnishings	69,682,483	7,138,020	2,788,872	74,031,631
Intangibles, software	4,058,123	-	-	4,058,123
Vehicles	3,207,474	229,040	47,513	3,389,001
Total Accumulated Depreciation	$ 220,724,579	$ 17,689,259	$ 7,523,786	$ 230,890,052
Capital Assets, Depreciable - Net	$ 267,527,387	$ (7,002,427)	$ 4,660,294	$ 255,864,666
Total Capital Assets - Net	$ 280,393,820	$ 6,925,353	$ 10,786,392	$ 276,532,781

	2018			
	Balance July 1, 2017	Additions	Retirements	Balance June 30, 2018
Capital Assets, Not Depreciable				
Land	$ 4,753,281	$ 843,400	$ 15,778	$ 5,580,903
Construction-in-Progress	13,510,975	12,457,297	18,682,742	7,285,530
Total Capital Assets, Not Depreciable	$ 18,264,256	$ 13,300,697	$ 18,698,520	$ 12,866,433
Capital Assets, Depreciable				
Leasehold Improvements	$ 8,237,274	$ 3,466,582	$ 1,148,336	$ 10,555,520
Infrastructure	23,146,977	1,550,525	-	24,697,502
Land Improvements	12,432,517	435,000	-	12,867,517
Buildings	159,378,751	10,529,791	-	169,908,542
Building Improvements	160,509,452	2,632,849	-	163,142,301
Equipment & Furnishings	91,305,150	9,243,539	1,295,590	99,253,099
Intangibles, software	4,058,124	-	-	4,058,124
Vehicles	3,626,499	272,703	129,840	3,769,361
Total Capital Assets, Depreciable	$ 462,694,744	$ 28,130,988	$ 2,573,766	$ 488,251,966
Less Accumulated Depreciation				
Leasehold Improvements	$ 2,852,529	$ 1,084,511	$ 1,100,620	$ 2,836,419
Infrastructure	8,324,539	894,843	-	9,219,382
Land Improvements	5,979,720	457,586	-	6,437,306
Buildings	71,660,126	3,926,822		75,586,948
Building Improvements	45,766,877	3,929,566	-	49,696,443
Equipment & Furnishings	63,846,697	6,748,065	912,279	69,682,483
Intangibles, software	4,026,742	31,381	-	4,058,123
Vehicles	3,122,186	215,128	129,840	3,207,474
Total Accumulated Depreciation	$ 205,579,416	$ 17,287,902	$ 2,142,739	$ 220,724,579
Capital Depreciable Assets - Net	$ 257,115,328	$ 10,843,086	$ 431,027	$ 267,527,387
Total Capital Assets - Net	$ 275,379,584	$ 24,143,783	$ 19,129,547	$ 280,393,820

The University elected not to capitalize certain collections. Those collections adhere to the University's policy to (a) maintain them for public exhibition, education, or research; (b) protect, keep encumbered, care for and preserve them; and (c) require proceeds from their sale to be used to acquire other collection items. Generally accepted accounting principles permit collections maintained in this manner to be charged to operations at the time of purchase rather than be capitalized.

NOTE 4 - ACCOUNTS RECEIVABLE

Accounts receivable are shown in the accompanying Statement of Net Position. At June 30, 2019 and 2018 accounts receivable net of allowance for doubtful accounts consisted of the following:

	June 30, 2019	June 30, 2018
Student Tuition and Fees	$ 13,534,946	$ 11,808,161
Student Housing Contracts	2,298,168	1,984,791
Unspent State Appropriations	5,605,462	5,686,487
Service Clearing and Other Operating Activities	856,334	633,862
Federal, State, and Private Grants and Contracts	14,715,359	13,799,173
Less: Allowance for Doubtful Accounts	(9,900,468)	(8,730,078)
Total Accounts Receivable	$ 27,109,799	$ 25,182,396

NOTE 5 - LOANS TO STUDENTS

Student loans made through the Federal Perkins Loan Program comprise substantially all of the loans to students at June 30, 2019 and 2018. The Programs provide for cancellation of a loan at rates from 15% to 30% per year up to a maximum of 100% if the participant complies with certain provisions.

As the University determines that loans are uncollectible and not eligible for reimbursement by the Federal government, the loans are written off and assigned to the U. S. Department of Education.

Effective October 1, 2017, the United States Department of Education (ED) did not renew the Federal Perkins Loan Program. As a result, after a brief transition period, no new loans can be disbursed to students. The current guidance provided by ED stipulates that as cash is collected by the University from loans disbursed prior to October 1, 2017, such funds are to be remitted back to ED on a proportional basis (the Perkins program was originally funded by ED with a small percentage matched by the University). Given this recent guidance, the University has determined that it is probable that ED, as the provider of the original resource, will require the University to return all of the resources originally received under this program. At the time of the receipt of the resources, the University recorded non-exchange revenues, and thereby, the balance of the resources provided by ED resides in the University's net position.

Based on the University's estimate that the return of these resources is probable, a liability of $6,832,224 and $7,499,882 has been recorded in the fiscal years ended June 30, 2019 and 2018, respectively, on the University's financial statements.

NOTE 6 - UNEARNED REVENUES

Unearned revenues consist primarily of summer session tuition and fees and advance collections on grants and contracts. The breakdown of unearned revenues is as follows:

Unearned Revenues	FY 2019	FY 2018
Summer Session	$ 4,659,949	$ 4,368,150
Grants and Contracts	(741,020)	1,234,366
Total Unearned Revenue	$ 3,918,930	$ 5,602,516

NOTE 7 - LONG-TERM LIABILITIES

Bond premiums are capitalized and amortized over the term of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premiums. Long-term liabilities for the years ended June 30, 2019 and 2018, consisted of the following:

	2019					
Liabilities	Total Outstanding June 30, 2018	Deletions June 30, 2019	Additions June 30, 2019	Total Outstanding June 30, 2019	Current Liabilities as of June 30, 2019	Long-Term Liabilities as of June 30, 2019
Capital Leases Payable						
Energy efficiency lease purchase agreement	$ 3,434,715	$ 962,118	$ -	$ 2,472,597	$ 977,380	$ 1,495,217
Union Corp Shocker Hall lease agreement	61,120,463	1,053,687	-	60,066,776	1,107,546	58,959,230
Other post employment benefits liability	1,754,307	44,478	-	1,709,829	-	1,709,829
Net Pension Liability	27,387,053	5,146,707	-	22,240,346	-	22,240,346
Refundable advances from government grants	7,499,882	667,658	-	6,832,224	1,477,960	5,354,264
Accrued compensated absences	8,190,998	-	1,285,903	9,476,901	7,690,760	1,786,141
Revenue Bonds Payable:						
WSU Research and Development Facilities Projects - Series 2005D	-	-	-	-	-	-
WSU Revenue Bonds Series 2012A-2 (Housing 2002P Refunding)	2,255,000	715,000	-	1,540,000	750,000	790,000
WSU Revenue Bonds - Rhatigan Student Center Renovation Series 2012A-1	12,425,000	1,835,000	-	10,590,000	1,925,000	8,665,000
WSU Revenue Bonds Parking Garage - Series 2016J	6,775,000	265,000	-	6,510,000	275,000	6,235,000
WSU Revenue Bonds Parking Garage - Series 2016J Refunding	2,065,000	-	-	2,065,000	-	2,065,000
Plus Bond Premiums (Discounts)						
Unamortized Bond Premiums	2,245,462	444,308	-	1,801,154	444,309	1,356,845
Total Liabilities	$ 135,152,880	$ 11,133,956	$ 1,285,903	$ 125,304,827	$ 14,647,955	$ 110,656,872

	2018					
Liabilities	**Total Outstanding June 30, 2017**	**Deletions June 30, 2018**	**Additions June 30, 2018**	**Total Outstanding June 30, 2018**	**Current Liabilities as of June 30, 2018**	**Long-Term Liabilities as of June 30, 2018**
Capital Leases Payable						
Energy efficiency lease purchase agreement	$ 4,381,811	$ 947,096	$ -	$ 3,434,715	$ 962,119	$ 2,472,596
Union Corp Shocker Hall lease agreement	62,126,760	1,006,297	-	61,120,463	1,053,687	60,066,776
Other post employment healthcare benefits	1,969,901	215,594	-	1,754,307	-	1,754,307
Net Pension Liablity	31,691,132	4,304,079	-	27,387,053	-	27,387,053
Refundable advances from government grants	-	-	7,499,882	7,499,882	408,880	7,091,002
Accrued compensated absences	7,996,042	-	194,956	8,190,998	6,873,683	1,317,315
Revenue Bonds Payable:						
WSU Research and Development Facilities Projects - Series 2005D	870,000	870,000	-	-	-	-
WSU Revenue Bonds Series 2012A-2 (Housing 2002P Refunding)	2,930,000	675,000	-	2,255,000	715,000	1,540,000
WSU Revenue Bonds - Rhatigan Student Center Renovation Series 2012A-1	14,170,000	1,745,000	-	12,425,000	1,835,000	10,590,000
WSU Revenue Bonds Parking Garage - Series 2016J	7,035,000	260,000	-	6,775,000	265,000	6,510,000
WSU Revenue Bonds Parking Garage - Series 2016J Refunding	2,065,000	-	-	2,065,000	-	2,065,000
Plus Bond Premiums (Discounts)						
Unamortized Bond Premiums	2,680,761	435,299	-	2,245,462	435,299	1,810,163
Total Liabilities	$ 137,916,407	$ 10,458,365	$ 7,694,838	$ 135,152,880	$ 12,548,668	$ 122,604,212

On December 20, 2016, Wichita State University issued $2,065,000 in 2016J Series revenue bonds at a premium of $338,000. The average coupon rate of the bonds is 5.00% with a true interest cost of 2.50%. The proceeds of the issuance of $2,403,000 were used to redeem the 2003C Series revenue bonds with an outstanding balance of $2,305,000. The gain incurred on this refunding is $268,725.

Revenue Bonds Payable

Revenue bonds payable consisted of the following as of June 30, 2019:

		Principal Outstanding June 30, 2019
WSU Revenue Bonds Series 2012A-2 (Housing 2002P Refunding)	$	1,540,000
- Issued by Kansas Development Finance Authority on May 31, 2014		
- Original amount of $5,880,000 (Premium $1,000,153)		
- Due in annual installments with final maturity on June 1, 2021		
- Interest 5.00%, payable semi-annually		
- Secured by WSU revenues, excluding restricted revenues		
- FY 2020 principal payment due: $750,000		
WSU Revenue Bonds Series 2012A-1 (Rhatigan Student Center Renovation)	$	10,590,000
- Issued by Kansas Development Finance Authority on May 31, 2014		
- Original amount of $21,730,000 (Premium $3,047,929)		
- Due in annual installments with final maturity on June 1, 2024		
- Interest ranging from 3.00% to 5.00%, payable semi-annually		
- Secured by WSU revenues, excluding restricted revenues		
- FY 2020 principal payment due: $1,925,000		
WSU Revenue Bonds Series 2016J Parking Garage	$	6,510,000
- Issued by Kansas Development Finance Authority on December 20, 2016		
- Original amount of $7,180,000 (Premium of $218,090)		
- Due in annual installments with final maturity on June 1, 2036		
- Interest ranging from 2.00% - 5.00%, payable semi-annually		
- Secured by WSU revenues, excluding restricted revenues		
- FY 2020 principal payment due: $275,000		
WSU Revenue Bonds Series 2016J Parking Garage (Refunded Series 2003C)	$	2,065,000
- Issued by Kansas Development Finance Authority on December 20, 2016		
- Original amount of $2,065,000 (Premium of $337,971)		
- Due in annual installments with final maturity on June 1, 2024		
- Interest 5.00%, payable semi-annually		
- Secured by WSU revenues, excluding restricted revenues		
- Principal payments will not commence until FY 2022		
	$	20,705,000

Future debt service requirements for all bonds outstanding at June 30, 2019, are as follows:

Year Ending June 30:	Principal	Interest	Total Debt Service
2020	$ 2,950,000	$ 858,206	$ 3,808,206
2021	3,100,000	710,706	3,810,706
2022	2,725,000	562,956	3,287,956
2023	3,395,000	426,706	3,821,706
2024	3,525,000	301,556	3,826,556
2025-2036	5,010,000	1,181,963	6,191,963
Unamortized Bond Premiums	1,801,154	-	1,801,154
Total Debt Service Requirements	$ 22,506,154	$ 4,042,093	$ 26,548,247

Acceleration of Maturity in Event of Default

If an Event of Default shall have occurred and be continuing, the Kansas Development Finance Authority (Authority) may, and shall upon the written request of the Owners of not less than 25% in aggregate principal amount of Bonds then Outstanding by notice in writing delivered to the Authority and the University, declare the principal of all Bonds then Outstanding and the interest accrued thereon immediately due and payable, and such principal and interest shall thereupon become and be immediately due and payable.

An Owner means the registered owner of any Bond as shown on the bond register maintained by the Bond Registrar.

If, at any time after such declaration, but before the Bonds shall have matured by their terms, all overdue installments of principal and interest on the Bonds, together with the reasonable and proper expenses of the Bond Registrar and Paying Agent, and all other sums then payable by the Authority shall either be paid or provision shall be made for such payment, then and in every such case the Authority shall, but only with the approval of the Owners of not less than 50% in aggregate principal amount of the Bonds Outstanding, rescind such declaration and annul such default in its entirety.

Capital Leases Payable

The University, on February 22, 2006, entered into a lease-purchase agreement and performance contract with Custom Energy Services, L.L.C. for a period of fifteen years that totaled $12,316,635. The agreement was duly approved and authorized by the Kansas Board of Regents on February 16, 2006. The annual effective interest rate is 3.945%. The first payment was due October 1, 2006. Rental payments are due semi-annually on October 1 and April 1. The final rental payment is due October 1, 2021. Payments are to be made from University annual budget allocations. An energy audit identified over 100 energy saving measures resulting in a projected annual utility savings of $1,173,811. These projects included lighting retrofit, water retrofit, replacement of boilers, cooling tower improvements, steam trap replacement, expansion of the energy management system and others. Custom Energy Services, L.L.C. guarantees annual savings to be at least $1,118,277. This amount is greater than the cost of energy conservation measures, including financing cost, over the financing period. Savings from utilities are used to pay the debt service expenditures.

Future Lease-Purchase (Rental) requirements at June 30, 2019, are as follows:

Year Ending June 30:	Principal	Interest	Rental Total
2020	$ 977,380	$ 35,222	$ 1,012,602
2021	992,884	19,718	1,012,602
2022	502,333	6,968	509,301
	$ 2,472,597	$ 61,908	$ 2,534,505

On August 1, 2013, the University entered into a management agreement with the Wichita State University Union Corporation (Union) whereby the University is to manage and operate a new housing and dining facility constructed and owned by the Union. Under the terms of the agreement, the University is obligated to make payments to the Union sufficient to cover the Union's debt service obligations on the loans used by the Union to finance the construction of the housing and dining facility. As part of this agreement, the Union also provided $483,343 of funding to refund the remaining principal balance on the University's 2010 Housing System Energy Improvement Bonds. Commencement of this lease occurred upon completion of the facility's construction in August of 2014, at which time the University accounted for this agreement as a capital lease. Lease payments will occur through fiscal year 2046, which is the term of the lease.

As of June 30, 2019, future lease payments are as follows.

Year Ending June 30:	Future Minimum Lease Payments	Interest	Principal
2020	$ 4,051,473	$ 2,943,926	$ 1,107,546
2021	4,052,123	2,889,097	1,163,026
2022	4,052,593	2,831,565	1,221,028
2023	4,053,673	2,771,191	1,282,482
2024	4,053,963	2,707,826	1,346,136
2025-2029	20,275,062	12,475,928	7,799,134
2030-2034	20,271,438	10,353,565	9,917,873
2035-2039	20,274,950	7,656,850	12,618,100
2040-2044	20,266,225	4,228,538	16,037,687
2045-2046	8,104,750	530,984	7,573,766
	$ 109,456,247	$49,389,470	$ 60,066,776

WSIA leases land and building space to tenants under various operating leases with initial terms that range from month to month to 25 years. Total income for the rental of land and building space was $2,823,398 and $2,960,995 for the years ended June 30, 2019 and 2018, respectively.

The future minimum annual rental income under these agreements as of June 30, 2019, is as follows:

Year Ending June 30:	Rental Income
2020	$ 2,446,176
2021	2,289,392
2022	2,085,972
2023	2,081,644
2024	2,132,343
2025-2027	5,555,337
TOTAL	$ 16,590,864

NOTE 8 - RETIREMENT PLANS

The University participates in two cost-sharing multiple-employer defined benefit pension plans and one defined contribution pension plan.

Defined Contribution Plan

Eligible faculty and unclassified employees are required to participate in the Kansas Board of Regents (Regents) defined contribution retirement plan, which was authorized by K.S.A. 74-4925. The Regents have selected the following companies to provide investment options to participants: (1) Teachers Insurance and Annuity Association/College Retirement Equities Fund (TIAA/CREF), and (2) ING Financial Advisors. Benefits under these plans depend solely on the contributed amounts and the returns earned on the investment of those contributions. All contributions are fully vested with the first contribution.

For the year ended June 30, 2019, active members were required by State statute to contribute 6% and the University to contribute 9% of the employees' covered payroll. The Kansas Legislature establishes and may amend active plan members' and the University's contribution rates. The following table provides a summary of contributions made to the defined contribution plan:

Defined Contribution Plan Contributions

Year	Employee	Employer
2015	$ 4,984,360	$ 7,776,914
2016	5,138,092	7,988,343
2017	5,556,839	8,633,102
2018	5,524,009	8,586,825
2019	5,808,887	9,013,077

Voluntary Tax-Sheltered Annuity Program

Employees may also elect to participate, up to the maximum dollar amount permitted by the Internal Revenue Code, in a voluntary tax-sheltered annuity program. This voluntary plan permits employees to designate a part of their earnings into tax-sheltered investments and thus defer Federal and State income taxes on their contributions and the accumulated earnings under the plan. Participation and the level of employee contributions are voluntary. The employer is not required to make contributions to the plan.

Defined Benefit Pension Plan

The University participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et. seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Benefits Provided

KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Benefits are established by statute and may only be changed by the General Assembly. Member employees with ten or more years of credited service, may retire as early as age 55, with an actuarially reduced monthly benefit. Normal retirement is at age 65, age 62 with ten years of credited service, or whenever an employee's combined age and years of credited service equal 85 "points".

Monthly retirement benefits are based on a statutory formula that includes final average salary and years of service. When ending employment, member employees may withdraw their contributions from their individual accounts, including interest. Member employees who withdraw their accumulated contributions lose all rights and privileges of membership. The accumulated contributions and interest are deposited into and disbursed from the membership accumulated reserve fund as established by K.S.A. 74-4922.

Member employees chose one of seven payment options for their monthly retirement benefits. At retirement a member employee may receive a lump-sum payment of up to 50% of the actuarial present value of the member employee's lifetime benefit. His or her monthly retirement benefit is then permanently reduced based on the amount of the lump-sum. Benefit increases, including ad hoc post-retirement benefit increases, must be passed into law by the Kansas Legislature. Benefit increases are under the authority of the Legislature and the Governor of the State of Kansas. The retirement benefits are disbursed from the retirement benefit payment reserve fund as established by K.S.A. 74-4922.

Contributions

K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contributions rates. Effective July 1, 2009, KPERS has two benefit structures and contribution rates depend on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing member hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rate at 6% of covered salary for Tier 1 member and 7.15% of covered salary for Tier 2 members for the years ending June 30, 2019 and 2018. Member employee's contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates be determined based on the results of each annual actuarial valuation. KPERS is funded on an actuarial reserve basis. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1.00% contribution rate for the Death and Disability Program) and the statutory contribution rate was 12.01% for the fiscal year ended June 30, 2018 and 12.01% for the fiscal year ended June 30, 2019.

Contributions to the pension plan from the University were $1,985,419 and $2,029,456 for the years ended June 30, 2019 and 2018, respectively.

Pension Liabilities, Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pension

At June 30, 2019 and 2018, the University reported a liability of $22,240,346 and $27,387,053, respectively, for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2017, which was rolled forward to June 30, 2018.

The University proportion of the net pension liability was based on the ratio of the University actual contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2018.

The contributions used exclude contributions made for prior service, excess benefits and irregular payments. At June 30, 2018, the University proportion was 0.31%, which was decrease of 0.06% from its proportion measured as of June 30, 2017. As of June 30, 2018, the University proportion of the total contributions made to the Police and Fire group within KPERS was 0.22%, which was a 0.02% decrease from its proportion measured as of June 30, 2017.

For the year ended June 30, 2019, the University recognized a pension expense of $83,878. At June 30, 2019, the University reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflow of Resources	Deferred Inflow of Resources
Difference between expected and actual experience	$ 129,045	$ 883,534
Net difference between projected and actual earnings on pension plan investments	400,239	-
Change in assumptions	868,625	23,220
Change in proportion	852,287	7,105,674
University contributions subsequent to measurement date	1,815,730	-
Total	$ 4,065,926	$ 8,012,428

$1,815,730 reported as deferred outflows of resources related to pensions resulting from University contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ended June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30:	
2019	$ (1,142,545)
2020	(1,255,349)
2021	(1,989,365)
2022	(1,171,015)
2023	(203,958)
Total	$ (5,762,232)

Actuarial Assumptions

The total pension liability in the December 31, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Cost Method	Entry age normal
Inflation	2.75%
Salary Increases, including wage increases	3.50 to 12.00%, including price inflation
Long-term Investment Rate of Return, net of investment expense, and including price inflation	7.75%

Mortality rates were based on the RP-2014 Combined Mortality Table for Males or Females, as appropriate, with adjustments for mortality improvements based on Scale MP-2016.

The actuarial assumptions used in the December 31, 2017 valuation were based on the results of an actuarial experience study conducted for the period beginning January 1, 2013 and ending December 31, 2015. The experience study is dated November 18, 2016.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocations as of June 30, 2018 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global equity	47%	6.85%
Fixed income	13%	1.25%
Yield driven	8%	6.55%
Real return	11%	1.71%
Real estate	11%	5.05%
Alternatives	8%	9.85%
Short-term investments	2%	-0.25%
Total	100%	

Discount Rate

The discount rate used to measure the total pension liability was 7.75%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from The University will be made at contractually required rates, actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the University's proportionate share of the net pension liability to changes in the discount rate

The following presents the University's proportionate share of the net pension liability calculated using the discount rate of 7.75%, as well as what the University's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.75%) or 1-percentage-point higher (8.75%) than the current rate:

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
University's proportionate share of the net pension liability	$ 30,117,516	$ 22,240,346	$ 15,585,211

Pension Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued KPERS financial report.

NOTE 9 – Postemployment Benefits Other Than Pensions (OPEB)

General Information about the OPEB Plan

Plan Description. As a component unit of the State of Kansas, Wichita State University (WSU) participates in the State's long-term disability program. Participating employers pay the cost of the long-term disability and life insurance coverage for their eligible members. The long-term disability plan is considered to be a single

employer long-term disability plan. Eligible employees consist of all individuals who are: (1) currently active members of KPERS, (2) employees of an educational institution under the Kansas Board of Regents as defined in K.S.A. 74-4925, (3) eligible employees of University of Kansas Hospital Authority as defined in K.S.A. 76-3322, or elected officials. The plan provides a group life benefit for active members through a fully-insured program with Standard Insurance Company. Because this benefit is fully insured, it is not included in the scope of the actuarial valuation. The plan also provides a self-funded LTD benefit and a self-funded life insurance benefit for disabled members (referred to as "group life waiver of premium") which is included in the actuarial valuation. The monthly benefit is 60% of the member's monthly rate of compensation, with a minimum of $100 and a maximum of $5,000. The monthly benefit is subject to reduction by deductible sources of income. If the disability begins before age 60, benefits are payable while disability continues until the member's 65th birthday or retirement date, whichever first occurs. If the disability occurs at or after age 60, benefits are payable while disability continues, for a period of five years or until the date of the member's retirement, whichever first occurs.

Funding Policy. WSU pays the cost of the long-term disability and life insurance premiums throughout each fiscal year for eligible members.

Employees Covered By Benefit Terms. At June 30, 2018, the following employees were covered by the benefit terms:

Disabled employees receiving benefits	25
Active employees	404
	429

Total OPEB Liability

The University's total OPEB liability of $1,709,829 was based on an actuarial valuation as of December 31, 2017 rolled forward to a measurement date as of June 30, 2018.

Actuarial assumptions and other inputs. The total OPEB liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Price inflation	2.75%
Payroll growth	3.00%
Salary increases	3.5 to 10%, including price inflation
Discount rate	3.87%
Healthcare cost trend rates	N/A
Retiree share of benefit cost	N/A

The discount rate was based upon the Bond Buyer General Obligation 20-Year Municipal Bond Index as of the measurement date.

Mortality rates were based on the RP-2014 Healthy Annuitant Mortality Table for Males or Females, as appropriate, with adjustments for mortality improvements based on MP-2018.

The actuarial assumptions used in the valuation rolled forward to June 30, 2018 were based on the results of an actuarial experience study for the period July 1, 2014 – June 30, 2016.

Changes in the Total OPEB Liability

Balance as of June 30, 2018	$ 1,754,307
Changes for the year:	
Service Cost	57,794
Interest	58,945
Changes of benefit terms	—
Differences between expected and actual experience	193,477
Changes in assumptions	(20,577)
Benefit payments	(334,117)
Net Changes	(44,478)
Balance as of June 30, 2019	1,709,829

There were no changes in benefit terms for the current year.

Changes of assumptions and other inputs reflect a change in the discount rate from 3.58 percent for the year-end June 30, 2017 to 3.87 percent for the year-ended June 30, 2018.

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the University, as well as what the University's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.87 percent) or 1-percentage-point higher (4.87 percent) than the current discount rate:

	1% Decrease 2.87%	Current Discount Rate 3.87%	1% Increase 4.87%
Total OPEB Liability	$ 1,782,389	$ 1,709,829	$ 1,642,021

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The healthcare cost trend rates do not affect the liabilities related to the long-term disability benefits sponsored by KPERS, therefore there is no change in the OPEB liability for any increase or decrease in the healthcare cost trend rate.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2019, the University recognized OPEB expense of $1,592,890. At June 30, 2019, the University reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

		Deferred Inflows of Resources	Deferred Outflows of Resources
Differences between expected and actual experience		$ —	$ 173,510
Changes of assumptions		(64,599)	—
Employer contributions subsequent to measurement date		—	334,117
	Total	$ (64,599)	$ 507,627

$334,117 reported as deferred outflows of resources related to OPEB resulting from University contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended June 30:	
2019	$ 11,834
2020	11,834
2021	11,834
2022	11,834
2023	11,834
Thereafter	49,741
Total	$ 108,911

NOTE 10 - COMMITMENTS AND CONTINGENCIES

The University, as a State educational institution of Kansas, is subject to the State of Kansas self-insurance program with regard to comprehensive general liability and personal injury insurance. The University is covered by the State's umbrella insurance policies for automobile liability and the Board of Regents building, contents and business interruption insurance policy. The State of Kansas does not insure State owned automobiles for bodily injury and property damages. Also, as a State educational institution, the University is self-insured relative to worker's compensation, medical and unemployment insurance. The University does maintain specific insurance coverage as allowed by the State of Kansas and as required by outstanding revenue bond issues. The University is not aware of any significant outstanding insurance claims as of June 30, 2019.

In the normal course of operations, the University receives grants, contracts and other forms of reimbursement from various local Federal and State agencies. These activities are subject to audit and disallowance by the agencies to ensure compliance with conditions precedent to such funds being provided. University officials believe that the liability, if any, for any reimbursement that may arise as the result of any audits, would not have a material effect on the University's financial position.

During 2015, the Board of Trustees of Wichita State University issued Sedgwick County Public Building Commission Revenue Bonds for the construction of the Experiential Engineering Project. These bonds mature annually on February 1 with semiannual interest payments. The University has pledged a portion of the funds received from the Kansas Department of Commerce EEG grant to pay a portion of these revenue bonds.

NOTE 11 - NATURAL CLASSIFICATIONS WITH FUNCTIONAL CLASSIFICATIONS

The University's operating expenses for the years ended June 30, 2019 and 2018 by functional and natural classification are as follows:

	2019					
Classifications	**Compensation and Benefits**	**Contractual Services and Commodities**	**Utilities**	**Scholarships and Fellowships**	**Depreciation**	**Total**
Instruction	$ 72,672,058	$ 9,249,825	$ 307	$ -	$ -	$ 81,922,190
Research	37,143,671	39,748,816	432,981	-	-	77,325,468
Public Service	13,246,182	13,951,845	12,779	-	-	27,210,806
Academic Support	21,848,772	9,831,696	-	-	-	31,680,468
Student Services	18,353,481	15,528,702	2,037	-	-	33,884,220
Institutional Support	14,849,074	10,000,229	4,947	-	-	24,854,250
Operation and Maintenance of Plant	11,991,143	6,109,171	5,510,448	-	-	23,610,761
Depreciation	-	-	-	-	17,689,259	17,689,259
Scholarships and Fellowships	-	-	-	15,295,605	-	15,295,605
Auxiliary Enterprises	1,909,627	6,778,105	608,216	-	-	9,295,948
Loss on Disposal of Assets	-	4,442,642	-	-	-	4,442,642
Total	$ 192,014,008	$ 115,641,031	$ 6,571,715	$ 15,295,605	$ 17,689,259	$ 347,211,617

	2018					
Classifications	**Compensation and Benefits**	**Contractual Services and Commodities**	**Utilities**	**Scholarships and Fellowships**	**Depreciation**	**Total**
Instruction	$ 68,047,654	$ 8,160,435	$ 2,255	$ -	$ -	$ 76,210,344
Research	32,651,575	25,817,497	371,866	-	-	58,840,938
Public Service	12,186,744	8,166,387	10,257	-	-	20,363,388
Academic Support	20,971,598	8,801,726	102	-	-	29,773,426
Student Services	16,992,703	14,237,263	204	-	-	31,230,170
Institutional Support	14,548,842	7,590,912	-	-	-	22,139,754
Operation and Maintenance of Plant	12,765,503	3,891,710	5,764,191	-	-	22,421,404
Depreciation	-	-	-	-	17,287,902	17,287,902
Scholarships and Fellowships	-	-	-	14,843,757	-	14,843,757
Auxiliary Enterprises	1,875,672	5,517,107	664,512	-	-	8,057,291
Other			-	-	-	-
Loss on Disposal of Assets	-	136,053	-	-	-	136,053
Total	$ 180,040,291	$ 82,319,090	$ 6,813,387	$ 14,843,757	$ 17,287,902	$ 301,304,427

NOTE 12 - COMPONENT UNITS

The following disclosure meets the requirements in GASB Statement 14, The Financial Reporting Entity - paragraph 61 and GASB Statement 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments - paragraph 128. It also complies with Statement No. 39 of GASB - Determining Whether Certain Organizations are Component Units - an amendment of GASB Statement No. 14. Buildings and improvements, constructed, or purchased by the WSU Foundation or component units, become the property of the State of Kansas and Wichita State University. Generally, revenue bonded debt remains the liability of the component unit. Operating equipment and vehicles, purchased with component unit funds, remains an asset of the component unit.

Wichita State University Intercollegiate Athletic Association, Inc.

Wichita State University Intercollegiate Athletic Association, Inc. (the Athletic Association) was incorporated to schedule, manage and promote athletic contests of Wichita State University in harmony with the general education policy of the University. The Athletic Association has eight women's and seven men's sports which compete in Division I of the National Collegiate Athletic Association and in the American Athletic Conference.

The Athletic Board of Directors serves as an advisory body to the President of the University and the Director of Athletics. The Athletic Board consists of nineteen members who are appointed by the President from the following constituencies: twelve University personnel, three students, and four persons from the community. The Athletic Board provides the President and the Director of Athletics with its views on all significant questions relating to Athletic Association policies and activities. The management functions of the Athletic Association are delegated to the Director of Athletics by the President.

The Athletic Association prepares its financial statements according to Financial Accounting Standards Board (FASB) pronouncements including **Accounting Standard Codification Topic 958, Not-for-profit entities.** The Athletic Association is recognized by the Internal Revenue Service as tax exempt under Section 501(c)(3) of the Internal Revenue Code. The State of Kansas also recognizes the exemption. The Athletic Association is reported as a component unit by the University.

All land and structures, pertinent to the operation of the Athletic Association, are owned by the State of Kansas and have not been reflected as assets of the Athletic Association. The Student Government Association, through the University, allocates annually a portion of the student fees collected for support of the Athletic Association. This revenue amount was reflected on the financial statements in the amount of $4,168,992 for operations in FY 2019. The State of Kansas, through the University, pays directly the salaries and fringe benefits of certain Athletic Association personnel. The financial statements reflect $3,139,279 in FY 2019 of direct institutional support as revenue, and a like amount of salaries as expenses. The University also provides full maintenance, custodial, utilities and certain other costs on all athletic facilities. These expenses totaled $1,253,209 in FY 2019 and have been reflected in the Athletic Association's financial statements as indirect institutional support.

The Wichita State University Foundation (the Foundation) coordinates fund-raising for and manages investments on behalf of the University and the Athletic Association. Funds held by the Foundation, which are designated for Athletics and controlled by the Athletic Association, are included in the Athletic Association's financial statements. The Foundation holds certain funds designated for athletics, which are not controlled by the Athletic Association. Such funds are comprised primarily of endowed scholarship funds. The Athletic Association records contributions when such funds are disbursed to the Athletic Association for their restricted use.

Complete financial statements for the Athletic Association can be obtained from the WSU Athletic Association Business Office at 1845 Fairmount, Campus Box 18, Wichita, Kansas, 67260-0018.

Wichita State University Union Corporation

Wichita State University Union Corporation (the Union) serves as the student union for Wichita State University. It is a component unit of Wichita State University. It provides a bookstore, recreation, student activities, and an outsourced dining service to benefit the faculty, staff, students and alumni of the University. It also rents meeting room space to the University for student, faculty, and staff groups. The Union Corporation also owns and operates, through a management agreement with the University, Shocker Hall, a 332-unit, 784 bed, student housing and dining facility on the campus of the University. Construction on Shocker Hall was completed in August 2014.

The Union has an advisory board of directors to assist staff management. The sixteen-person board of directors consists of five senior management and staff of the University, the Union Director, an Alumni Association representative and nine students.

The Union prepares its financial statements according to Financial Accounting Standards Board (FASB) pronouncements including **FASB Accounting Standard Codification Topic 958, Not-for-profit entities.** The organization is recognized by the Internal Revenue Service as tax exempt under Section 501(c)(3) of the Internal Revenue Code. The State of Kansas also recognizes the exemption.

For the year ended June 30, 2019, 31% of the organization's support and revenue came from student fees, 19% from gross profit on sales, 36% from income direct financing lease and 14% from other sources. Contributions are recognized when the donor makes an in-substance, unconditional pledge or outright cash gift. Donor wishes and restrictions dictate classification of the gifts as unrestricted, temporarily restricted or permanently restricted.

The Union buildings became the property of the State of Kansas when the University became a part of the State system on July 1, 1964. The Union does not recognize the buildings as assets on its financial statements. Building improvements, furniture and equipment are depreciated and recorded on the University financial statements. Methods of depreciation follow the guidelines established by the universities in the State of Kansas Regents System.

Complete financial statements for the Union Corporation can be obtained from the Rhatigan Student Center Finance Office at 1845 Fairmount, Campus Box 56, Wichita, Kansas, 67260-0056.

Wichita State University Board of Trustees

The Wichita State University Board of Trustees (the Board of Trustees) is a governmental entity created by the State of Kansas Legislature in the 1963 Session when WSU became a part of the State's higher educational system. The Board of Trustees was established for educational enrichment purposes of Wichita State University. The Board of Trustees is reported as a component unit of Wichita State University.

The Board of Trustees is a separate corporation governed by section 115 of the Internal Revenue Code. The Board of Trustees is a governmental instrumentality exempt from income tax. A nine-member board of directors is appointed by the Governor of the State of Kansas. It was formed to manage endowments, and the 1.5 mill levy in place at the time Wichita State University became a State institution in 1964.

The Board of Trustees' financial Statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) Statements No. 34 Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments, as amended by GASB Statement No. 35 Basis Financial Statements - and Management's Discussion and Analysis - for Public Colleges and Universities and with GASB Statement No. 39 Determining Whether Certain Organizations are Component Units, as amended by GASB Statement No. 61, The Financial Reporting Entity are incorporated in the Board of Trustees' statements.

The Board of Trustees basic financial statements are prepared on a government-wide basis. All activities of the Board of Trustees are considered a single governmental type activity and for this reason the government-wide and fund financial statements are combined.

The Board of Trustees furnishes support to Wichita State University from the 1.5 mill levy funding. During FY 2019, it furnished to the University $4,962,765 for student support, and $578,934 for economic and community development.

Investments. The Board of Trustee's investment portfolio at June 30, 2019 is composed of the following:

	2019			
	Fair Value	**Level 1**	**Level 2**	**Level 3**
Money market funds	$ 24,070	$ 24,070	$ -	$ -
Fixed income mutual funds	1,262,759	1,262,759	-	-
Fixed income credit investments	275,768	275,768	-	-
Pooled investments	7,771,686	-	7,771,686	-
Equity mutual funds	2,264,890	2,264,890	-	-
Preferred stock	29,222	29,222	-	-
Common stock	658,120	658,120		
	$ 12,286,515	$ 4,514,829	$ 7,771,686	$ -

Complete financial statements for the Board of Trustees can be obtained from the Board of Trustees Business Office at 1845 Fairmount, Campus Box 47, Wichita, Kansas, 67260-0047.

Wichita State University Foundation

The Wichita State University Foundation (the Foundation) provides support for the educational undertakings of Wichita State University and all related beneficial activities. It derives most of its revenue from contributions and earnings on investments.

The financial statements are prepared according to Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958-205, Financial Statements for Not-for-Profit Organizations. Under FASB ASC 958-205, the Foundation is required to report information regarding its financial position and activities in three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. Temporarily restricted net assets are those which have been limited by donors to a specified time period or purpose. Permanently restricted net assets are restricted by donors to be maintained in perpetuity by the Foundation.

Investments. The Foundation's investment portfolio at June 30, 2019 is composed of the following:

	2019			
	Fair Value	**Level 1**	**Level 2**	**Level 3**
Equity stocks				
Domestic	$ 7,976,770	$ 7,976,770	$ -	$ -
International	2,304,785	2,304,785	-	-
Mutual Funds				
Treasury	21,125,794	21,125,794	-	-
Diversified	2,194,626	2,194,626	-	-
Domestic equities	4,603,202	4,603,202	-	-
International equities	15,648,659	15,648,659	-	-
Fixed income securities				
U.S. Government Treasury and agency	9,659,508	9,659,508	-	-
Corporate bonds and debentures	37,531,910	-	37,531,910	-
Municipal bonds	2,605,794	-	2,605,794	-
Mortgage and asset-backed securities	6,540,338	-	6,540,338	-
Futures contracts				
Emerging markets index	15,303	15,303	-	-
Foreign markets index	16,185	16,185	-	-
S&P index	16,030	16,030	-	-
Commodity index	120,438	120,438	-	-
U.S. Treasury index	8,508	8,508	-	-
Beneficial interests in trusts	18,650,321	-	-	18,650,321
	$ 129,018,171	$ 63,689,808	$ 46,678,042	$ 18,650,321
Investments at NAV (Practical Expedient)				
Hedge funds	85,852,022			
Venture Capital / Private equity	70,506,940			
Total Investments	$ 285,377,133			

Pledge Receivables. Pledge receivables consist of unconditional promises to give as summarized below:

	2019	2018
Due in less than one year	$ 8,461,245	$ 11,726,548
Due in one to five years	17,164,615	22,027,537
Due in more than five years	4,750,000	475,000
	30,375,860	34,229,085
Less:		
Allowance for uncollectible pledges	758,628	846,863
Unamortized discount (at effective rate of 3%)	1,862,965	1,465,288
	2,621,593	2,312,151
	$ 27,754,267	$ 31,916,934

Wichita State University Campus of Applied Sciences and Technology

Wichita State University Campus of Applied Sciences and Technology d/b/a WSU Tech (the College) is a public, state-supported institution providing secondary and postsecondary technical education programs operating under the jurisdiction of the Kansas Board of Regents. Major federally funded student financial aid programs in which the College participates include the Federal Pell Grant and Federal Direct Student Loan programs. The College extends unsecured credit to students. State appropriations for WSU Tech in the amount of $5.1 million flow through Wichita State and are recorded on each entity's statement of revenues, expenses and changes in net position.

The State of Kansas authorized the affiliation of the College, formerly known as Wichita Area Technical College, with Wichita State University pursuant to K.S.A. 74-32,459 effective July 1, 2018.

Complete financial statements for the Wichita State University Campus of Applied Sciences and Technology can be obtained from the National Center for Aviation Training Finance Office at 4004 N Webb Rd, Wichita, Kansas 67226.

NOTE 13 – OPERATING LEASES

Within the normal course of operations, the University has entered into various lease agreements considered to be operating leases under accounting standards. The current year operating lease expense was approximately $6,105,337. The following table summarizes future minimum lease obligations under these leases at June 30, 2019:

Year Ending June 30:	Lease Obligation
2020	$ 9,278,754
2021	6,867,243
2022	5,131,645
2023	4,833,046
2024	4,860,622
2025-2039	45,724,612
TOTAL	$ 76,695,922

NOTE 14 – NEW GASB STATEMENTS

In November 2016, the GASB issued Statement No. 83, *Certain Asset Retirement Obligations*, which will require governments to recognize certain liabilities related to retirements of tangible capital assets. This statement is effective for the year ending June 30, 2019.

In fiscal year ended June 30, 2019, Wichita State University implemented GASB Statement No. 83, *Certain Asset Retirement Obligations.* This new standard requires the University to recognize a liability and related deferred outflow of resources when the University has a legal obligation to perform future asset retirement activities related to the tangible capital assets of the University. The University evaluated its assets per the requirements of this new statement and determined that the impact of this statement at June 30, 2019 was not material. Therefore, no liability or deferred outflows related to asset retirement obligations are recorded at June 30, 2019. According to the requirements of GASB 83, the University will continue to evaluate annually for any retirement costs deemed significant associated with changes in laws or related to the acquisition of new assets.

In June 2017, the GASB issued Statement No. 87, *Leases*, which will require governmental lessees to recognize a lease liability and a right-to-use asset and will require a governmental lessor to recognize a lease receivable and a deferred inflow of resources for substantially all leases with terms greater than 12 months in length. This will result in the University recognizing certain leases that are currently recognized as operating leases differently as currently no liability or asset is recorded for operating leases and expenses are recorded on a pay-as-you-go basis for operating leases. This statement is effective for the year ending June 30, 2021.

In June 2018, the GASB issued Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*, which eliminates the requirement for governments to capitalize interest costs on long-term construction projects. As interest costs would no longer be allowed to be capitalized, interest expense reported on the statement of revenue, expenses, and changes in net position will be more consistent with the actual interest costs incurred during the year than in years in which interest costs were capitalized. This statement is effective for the year ending June 30, 2021.

WICHITA STATE UNIVERSITY
For the Years Ended June 30, 2018 and 2017
Required Supplementary Information

Schedule of Changes in the University's Total OPEB Liability and Related Ratios

	Fiscal Year * 2019	Fiscal Year * 2018
	June 30, 2018	June 30, 2017
Total OPEB Liability		
Service cost	$ 57,794	$ 63,171
Interest cost	58,945	54,056
Changes of benefit terms	—	—
Differences between expected and actual experience	193,477	—
Changes of assumptions or other inputs	(20,577)	(58,164)
Benefit payments	(334,117)	(274,657)
Net change in total OPEB liability	(44,478)	(215,594)
Total OPEB liability - beginning	1,754,307	1,969,901
Total OPEB liability - ending	$ 1,709,829	$ 1,754,307
Covered-employee payroll	$ 14,022,432	$ 14,235,175
Total OPEB liability as a percentage of covered-employee payroll	12.19%	12.32%

*GASB 75 requires presentation of ten years of data. Additional years will be displayed as they become available.

Notes to Schedule:

Changes of benefit terms. There were no changes in benefit terms.

Changes of Assumptions. Changes of assumptions and other input reflect the effects of changes in the discount rate each period. The following are the discount rates used in each valuation dated:

Year Ended June 30:	
2018	3.87%
2017	3.58%

APPENDICES

COMPONENT UNITS

Appendix 1
WICHITA STATE UNIVERSITY
STATEMENT OF NET POSITION
For The Years Ended June 30, 2019 and 2018

	Total Component Units		Intercollegiate Athletic Association Component Unit	
	FY 2019	FY 2018	FY 2019	FY 2018
ASSETS				
Current Assets				
Cash and cash equivalents	$ 45,753,359	$ 41,720,316	$ 14,400,143	$ 17,283,318
Accounts receivable, net	9,306,520	9,196,187	6,236,930	5,985,481
Investments	5,279,784	4,092,828	3,527,549	2,401,551
Loans to students, net	-	-	-	-
Inventories	1,158,130	1,232,028	-	
Prepaid expenses	679,810	603,661	128,934	133,341
Other current assets	1,107,546	1,053,687	-	-
Total Current Assets	$ 63,285,149	$ 57,898,707	$ 24,293,556	$ 25,803,691
Noncurrent Assets				
Restricted cash and cash equivalents	$ 1,279,001	$ 4,264,451	$ -	$ -
Investments	12,211,786	11,998,725	-	-
Other assets	-	1,500	-	-
Capital lease receivable	58,959,231	60,066,777	-	-
Capital assets, net	54,275,286	54,781,881	1,801,919	1,483,450
Total Noncurrent Assets	$ 126,725,304	$ 131,113,334	$ 1,801,919	$ 1,483,450
TOTAL ASSETS	$ 190,010,453	$ 189,012,041	$ 26,095,475	$ 27,287,141
LIABILITIES				
Current Liabilities				
Accounts payable and accrued liabilities	$ 4,967,108	$ 5,397,087	$ 1,113,145	$ 1,794,678
Deferred revenue	9,710,222	9,901,906	8,575,480	8,812,492
Loan payable	3,163,291	3,510,903	3,163,291	3,510,903
Accrued interest	242,204	244,980	-	-
Revenue bonds payable	1,145,000	1,110,000	-	-
Lease payable	593,450	572,053	-	-
Accrued compensated absences	408,978	432,905	-	-
Total Current Liabilities	$ 20,230,253	$ 21,169,834	$ 12,851,916	$ 14,118,073
Noncurrent Liabilities				
Revenue bonds payable	$ 58,092,957	$ 59,301,754	$ -	$ -
Lease payable	44,873,037	45,466,488	-	-
Net pension liability	124,774	249,074	-	-
Total Noncurrent Liabilities	$ 103,090,768	$ 105,017,316	$ -	$ -
TOTAL LIABILITIES	$ 123,321,021	$ 126,187,150	$ 12,851,916	$ 14,118,073
DEFERRED INFLOWS OF RESOURCES	$ 729,796	$ 750,647	$ -	$ -
NET POSITION				
Net investment in capital assets	$ 6,277,084	$ 6,509,243	$ -	$ -
Restricted for:				
Nonexpendable	6,545,877	6,482,858		-
Expendable				
Debt service	-	-	-	-
Other purposes	8,433,697	9,072,791	1,295,209	2,188,210
Unrestricted	44,702,978	40,009,352	11,948,350	10,980,858
TOTAL NET POSITION	$ 65,959,636	$ 62,074,244	$ 13,243,559	$ 13,169,068

Appendix 1
WICHITA STATE UNIVERSITY
STATEMENT OF NET POSITION
For The Years Ended June 30, 2019 and 2018

W.S.U Union Corporation		W.S.U. Board of Trustees		W.S.U. Tech	
Component Unit		Component Unit		Component Unit	
FY 2019	FY 2018	FY 2019	FY 2018	FY 2019	FY 2018
$ 5,110,537	$ 5,349,499	$ 7,710,530	$ 8,013,686	$ 18,532,149	$ 11,073,813
562,959	855,355	-	-	2,506,631	2,355,351
2,911	1,368	74,729	83,792	1,674,595	1,606,117
-	-	-	-	-	-
1,158,130	1,232,028	-	-	-	-
138,499	81,880	-	-	412,377	388,440
1,107,546	1,053,687	-	-	-	-
$ 8,080,582	$ 8,573,817	$ 7,785,259	$ 8,097,478	$ 23,125,752	$ 15,423,721
$ -	$ -	$ 1,129,001	$ 1,114,451	$ 150,000	$ 3,150,000
-	-	12,211,786	11,998,725	-	-
-	1,500	-	-	-	-
58,959,231	60,066,777	-	-	-	-
518,337	324,394	48,280,213	49,589,184	3,674,817	3,384,853
$ 59,477,568	$ 60,392,671	$ 61,621,000	$ 62,702,360	$ 3,824,817	$ 6,534,853
$ 67,558,150	$ 68,966,488	$ 69,406,259	$ 70,799,838	$ 26,950,569	$ 21,958,574
$ 186,856	$ 204,085	$ 785,901	$ 795,789	$ 2,881,206	$ 2,602,535
69,018	98,925	-	-	1,065,724	990,489
-	-	-	-	-	-
242,204	244,980	-	-	-	-
1,145,000	1,110,000	-	-	-	-
-	-	593,450	572,053	-	-
391,139	432,905	-	-	17,839	-
$ 2,034,217	$ 2,090,895	$ 1,379,351	$ 1,367,842	$ 3,964,769	$ 3,593,024
$ 58,092,957	$ 59,301,754	$ -	$ -	$ -	$ -
-	-	44,873,037	45,466,488	-	-
-	-	-	-	124,774	249,074
$ 58,092,957	$ 59,301,754	$ 44,873,037	$ 45,466,488	$ 124,774	$ 249,074
$ 60,127,174	$ 61,392,649	$ 46,252,388	$ 46,834,330	$ 4,089,543	$ 3,842,098
$ -	$ -	$ 729,796	$ 750,647	$ -	$ -
$ 518,337	$ 324,394	$ 2,083,930	$ 2,799,996	$ 3,674,817	$ 3,384,853
-	-	5,645,877	5,582,858	900,000	900,000
-	-	-	-	-	-
-	-	6,168,198	6,027,219	970,290	857,362
6,912,639	7,249,445	8,526,070	8,804,788	17,315,919	12,974,261
$ 7,430,976	$ 7,573,839	$ 22,424,075	$ 23,214,861	$ 22,861,026	$ 18,116,476

Appendix 2
WICHITA STATE UNIVERSITY
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
For The Years Ended June 30, 2019 and 2018

	Total Component Units		Intercollegiate Athletic Association Component Unit	
	FY 2019	FY 2018	FY 2019	FY 2018
Operating Revenues:				
Student fees	$ 19,136,181	$ 17,084,793	$ 4,168,992	$ 4,163,620
Sales and services of educational activities	22,191,092	18,162,745	15,998,600	15,562,676
Federal grants and contracts	1,652,788	1,670,911	-	
State and local grants and contracts	5,855,679	3,637,030	-	
Other operating revenues	2,073,357	1,905,133	1,647,416	1,610,205
Total Operating Revenue	$ 50,909,097	$ 42,460,612	$ 21,815,008	$ 21,336,501
Operating Expenses:				
Public Service	$ 578,934	$ 606,024	$ -	$ -
Student Service	56,030,991	49,862,000	20,982,492	22,523,928
Institutional Support	3,103,209	1,837,888	1,253,209	1,237,888
Operations & Maintenance of Plant	4,824,251	4,633,376	883,878	1,067,990
Depreciation	2,421,941	2,278,073	-	-
Scholarships & Fellowships	9,036,787	8,932,949	3,958,886	4,041,806
Other Expenses	4,270,549	3,567,558	2,312,441	2,280,202
Total Operating Expenses	$ 80,266,662	$ 71,717,868	$ 29,390,906	$ 31,151,814
Operating Income (Loss)	$ (29,357,565)	$ (29,257,256)	$ (7,575,898)	$ (9,815,313)
Nonoperating Revenues (Expenses)				
Property tax	$ 8,037,828	$ 7,916,417	$ -	$ -
Gifts	7,631,619	12,876,101	7,060,684	10,728,014
State appropriations	9,079,087	8,175,682	-	
Federal grants and contracts	6,576,907	6,042,378	-	
Investment income	1,501,309	1,269,477	367,827	172,180
Direct Finance Lease Income	2,993,870	3,045,216	-	-
Interest expense	(4,794,196)	(4,866,458)	(5,134)	(9,753)
Other nonoperating revenues (expenses)	(507,446)	(444,977)	(419,555)	(130,170)
Total Nonoperating Revenues (Expenses)	$ 30,518,978	$ 34,013,836	$ 7,003,822	$ 10,760,271
Income (Loss) Before Other Revenues, (Expenses)	$ 1,161,413	$ 4,756,580	$ (572,076)	$ 944,958
Other Revenues (Expenses)				
Gifts for capital projects	$ 2,723,979	$ 2,752,824	$ 646,567	$ 920,074
Student fees for capital projects	-	165,000	-	165,000
Capital assets transferred to other entities	-	(445,952)	-	(428,109)
Net Other Revenues (Expenses)	$ 2,723,979	$ 2,471,872	$ 646,567	$ 656,965
Increase in Net Position	$ 3,885,392	$ 7,228,452	$ 74,491	$ 1,601,923
Net Position				
Net Position - Beginning of Year	62,074,244	54,845,792	13,169,068	11,567,145
Net Position - End of Year	$ 65,959,636	$ 62,074,244	$ 13,243,559	$ 13,169,068

Appendix 2
WICHITA STATE UNIVERSITY
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
For The Years Ended June 30, 2019 and 2018

W.S.U Union Corporation Component Unit		W.S.U. Board of Trustees Component Unit		W.S.U. Tech Component Unit	
FY 2019	FY 2018	FY 2019	FY 2018	FY 2019	FY 2018
$ 2,639,000	$ 2,375,829	$ -	$ -	$ 12,328,189	$ 10,545,344
6,192,492	2,600,069	-	-	-	-
-		-	-	1,652,788	1,670,911
-		-	-	5,855,679	3,637,030
62,905	27,591	20,851	20,851	342,185	246,486
$ 8,894,397	$ 5,003,489	$ 20,851	$ 20,851	$ 20,178,841	$ 16,099,771
$ -	$ -	$ 578,934	$ 606,024	$ -	$ -
8,913,240	4,542,023	-	-	26,135,259	22,796,049
-	-	1,850,000	600,000	-	-
141,301	329,011	800,000	800,000	2,999,072	2,436,375
180,028	137,643	1,308,971	1,352,127	932,942	788,303
115,136	61,947	4,962,765	4,829,196	-	-
-	-	-	-	1,958,108	1,287,356
$ 9,349,705	$ 5,070,624	$ 9,500,670	$ 8,187,347	$ 32,025,381	$ 27,308,083
$ (455,308)	$ (67,135)	$ (9,479,819)	$ (8,166,496)	$ (11,846,540)	$ (11,208,312)
$ -	$ -	$ 8,037,828	$ 7,916,417	$ -	$ -
117,902	119,084	66,337	1,240,714	386,696	788,289
-		-		9,079,087	8,175,682
-		-		6,576,907	6,042,378
73,873	11,884	738,284	896,425	321,325	188,988
2,993,870	3,045,216	-	-	-	-
(2,873,200)	(2,905,199)	(1,915,862)	(1,951,506)	-	-
-	-	(89,930)	(166,678)	2,039	(148,129)
$ 312,445	$ 270,985	$ 6,836,657	$ 7,935,372	$ 16,366,054	$ 15,047,208
$ (142,863)	$ 203,850	$ (2,643,162)	$ (231,124)	$ 4,519,514	$ 3,838,896
$ -	$ -	$ 1,852,376	$ 1,631,578	$ 225,036	$ 201,172
-	-	-	-	-	-
-	(17,843)	-	-	-	-
$ -	$ (17,843)	$ 1,852,376	$ 1,631,578	$ 225,036	$ 201,172
$ (142,863)	$ 186,007	$ (790,786)	$ 1,400,454	$ 4,744,550	$ 4,040,068
7,573,839	7,387,832	23,214,861	21,814,407	18,116,476	14,076,408
$ 7,430,976	$ 7,573,839	$ 22,424,075	$ 23,214,861	$ 22,861,026	$ 18,116,476

WSU
WICHITA STATE
UNIVERSITY