

Liberty University, Inc.

Consolidated Statements of Financial Position

June 30,	2020	2019
Asset		
Cash and cash equivalents	\$ 340,553,045	\$ 272,129,171
Accounts receivable, less allowance for doubtful accounts of \$31,621,679 and \$26,492,704 as of June 30, 2020 and 2019, respectively	40,539,545	67,658,047
Accounts receivable from related organizations	271,250	507,325
Notes receivable, less allowance for bad debt of \$597,438 and \$544,393 as of June 30, 2020 and 2019, respectively	2,972,081	3,006,487
Contributions receivable, net	7,500	-
Prepaid expenses and other assets	35,903,258	41,370,191
Investments, at fair value	1,530,514,291	1,435,245,075
Investments in real estate	161,424,613	134,578,759
Property, plant, and equipment, net	1,261,696,016	1,175,229,476
Total Assets	\$ 3,373,881,599	\$ 3,129,724,531
Liabilities and Net Assets		
Liabilities		
Accounts payable - vendors	\$ 20,489,851	\$ 25,310,566
Accounts payable - other	7,834,173	8,643,646
Accrued liabilities	57,533,417	29,158,337
Accrued interest payable	3,536,560	3,412,556
Deferred revenue and deposits	145,709,844	132,184,269
Gift annuities payable	27,826,254	30,343,307
Liability under split interest agreements	1,181,373	1,219,905
Other long-term liabilities	2,460,291	214,836
Long-term debt, net	197,589,939	202,536,441
Total Liabilities	464,161,702	433,023,863
Net Assets		
Without donor restrictions		
Quasi endowment	1,697,866,458	1,570,528,552
Undesignated	1,188,905,213	1,102,374,787
Total net assets without donor restrictions	2,886,771,671	2,672,903,339
With donor restrictions		
Perpetual endowments	15,872,893	15,847,996
Purpose restricted	6,956,343	7,722,196
Time restricted	118,990	227,137
Total net assets with donor restrictions	22,948,226	23,797,329

Liberty University, Inc.

Consolidated Statements of Financial Position

<i>June 30,</i>	2020	2019
Asset		
Total Net Assets	2,909,719,897	2,696,700,668
Total Liabilities and Net Assets	\$ 3,373,881,599	\$ 3,129,724,531

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Liberty University, Inc.
Consolidated Statements of Activities

<i>Years Ended June 30,</i>	2020			2019		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Operating Revenue						
Tuition and fees, less institutional scholarships of \$293,983,133 and \$277,655,007, respectively	\$ 888,570,282	\$ -	\$ 888,570,282	\$ 829,983,542	\$ -	\$ 829,983,542
Contributions	9,844,217	1,337,057	11,181,274	11,247,461	3,862,592	15,110,053
Grants and contracts	5,237,946	1,500	5,239,446	8,991,855	-	8,991,855
Auxiliary services	82,673,187	-	82,673,187	89,073,946	-	89,073,946
Other sources	55,443,913	110,841	55,554,754	46,339,993	49,341	46,389,334
Net assets released from restrictions	1,587,146	(1,587,146)	-	1,017,240	(1,017,240)	-
Total operating revenue	1,043,356,691	(137,748)	1,043,218,943	986,654,037	2,894,693	989,548,730
Operating Expense						
Instruction	260,500,300	-	260,500,300	234,922,006	-	234,922,006
Academic support	75,728,595	-	75,728,595	71,454,818	-	71,454,818
Student services	227,428,913	-	227,428,913	201,027,485	-	201,027,485
Auxiliary services	77,564,636	-	77,564,636	82,054,035	-	82,054,035
Public services	11,482,330	-	11,482,330	13,947,393	-	13,947,393
Institutional support	148,058,657	-	148,058,657	119,618,917	-	119,618,917
Research	1,892,969	-	1,892,969	1,480,710	-	1,480,710
Total operating expense	802,656,400	-	802,656,400	724,505,364	-	724,505,364
Changes in net assets from operations	240,700,291	(137,748)	240,562,543	262,148,673	2,894,693	265,043,366
Nonoperating Revenue (Expense)						
Contributions to endowments	-	23,340	23,340	-	238,996	238,996
Investment income, net	12,516,811	282,241	12,799,052	9,311,243	207,571	9,518,814
Realized and unrealized (losses) gains, net	(41,257,418)	(908,788)	(42,166,206)	41,701,750	546,212	42,247,962
Change in split interest agreements	1,908,648	(108,148)	1,800,500	(859,409)	19,222	(840,187)
Changes in net assets from nonoperating activities	(26,831,959)	(711,355)	(27,543,314)	50,153,584	1,012,001	51,165,585
Changes in net assets	213,868,332	(849,103)	213,019,229	312,302,257	3,906,694	316,208,951
Net Assets, beginning of year	2,672,903,339	23,797,329	2,696,700,668	2,360,601,082	19,890,635	2,380,491,717
Net Assets, end of year	\$ 2,886,771,671	\$ 22,948,226	\$ 2,909,719,897	\$ 2,672,903,339	\$ 23,797,329	\$ 2,696,700,668

Liberty University, Inc.

Consolidated Statements of Cash Flows

Years Ended June 30,	2020	2019
Cash Flows From Operating Activities		
Changes in net assets	\$ 213,019,229	\$ 316,208,951
Adjustments to reconcile changes in net assets to net cash provided by operating activities:		
Depreciation of property, plant and equipment	59,495,721	57,972,413
Amortization of other assets	(214,836)	(194,276)
Change in value of split-interest agreements	(1,800,500)	840,187
Bad debt expense on accounts receivable	11,291,077	3,036,208
Donations of property, plant and equipment	(7,978,000)	(15,000)
Realized and unrealized gains on investments, net	42,166,206	(42,247,962)
Loss on disposal of property, plant, and equipment	5,746,092	14,573,718
Contributions for donor restricted	(23,340)	(238,996)
Net decrease (increase) in operating assets:		
Accounts receivable	16,003,052	(31,356,300)
Accounts receivable from related parties	60,448	(374,164)
Contributions receivable	(7,500)	-
Prepaid expenses and other assets	5,466,933	728,740
Net (decrease) increase in operating liabilities:		
Accounts payable - vendors and other	(5,630,188)	(18,559,748)
Accrued liabilities	25,728,283	13,234,845
Accrued interest payable	124,004	(39,913)
Lease liability	2,490,337	-
Deferred revenue and deposits	13,525,575	4,756,300
Gift annuities payable	(1,788,260)	2,859,076
Liability under split interest agreements	(16,286)	(52,635)
Net cash provided by operating activities	377,658,047	321,131,444
Cash Flows From Investing Activities		
Proceeds from notes receivable	-	1,101,181
Issuances of notes receivable	-	(3,064,387)
Purchases of property, plant, and equipment	(177,157,079)	(124,213,651)
Proceeds from sale of property, plant, and equipment	9,227,668	4,116,335
Purchases of investments	(891,209,390)	(1,150,335,639)
Proceeds from sales and maturities of investments	755,574,468	1,034,252,530
Net cash used by investing activities	(303,564,333)	(238,143,631)
Cash Flows From Financing Activities		
Payments on gift annuities	(728,793)	(739,464)
Payments on split interest agreements	(22,245)	(25,021)
Imputed interest on finance leases	(30,046)	-
Contributions for donor restricted	23,340	238,996
Proceeds from long-term debt	99,710,000	-
Payments on long-term debt	(104,622,096)	(2,516,394)
Net cash used by financing activities	(5,669,840)	(3,041,883)
Net increase in cash and cash equivalents	68,423,874	79,945,930
Cash and cash equivalents at the beginning of year	272,129,171	192,183,241
Cash and cash equivalents at end of year	\$ 340,553,045	\$ 272,129,171
Supplemental Disclosures of Cash Flow Information		
Cash paid for interest	\$ 10,237,669	\$ 10,357,409