JOHNSON & WALES UNIVERSITY

Statement on Financial Summary-Fiscal Year 2024-25

This summary has been prepared by management and should be read in conjunction with the university's Audited Financial Statements for Fiscal Year 25.

During Fiscal Year 2025, Johnson & Wales University continued its efforts to address structural financial challenges and support long-term sustainability. The efforts included reducing operational expenses, diversifying and increasing revenues, and managing resource allocations to better align the institution's operating budget with current enrollment levels and institutional priorities.

These actions and efforts undertaken across the university resulted in a strengthening of the overall financial position as reflected in the following key metrics.

- Increased endowment investment portfolio: $385.6 million compared to $365.4 million from the previous year-end total.
- Total operating revenue increased from $209.7 million in FY2024 to $221.1 million in FY2025. Some of the significant contributors include
    - Tuition and fees net of financial aid totaled: $132.5 million up from $128.5 million
    - Residence and dining revenue increased by $4 million, totaling $50 million due to higher occupancy rates.
    - One-time revenues from sale of property and equipment generated a gain of $9.9 million.
- Total operating expenses of $243.9 million decreased slightly from $244.6 million in the prior year.
- The university's asset to debt proportion remains strong. Increased total net assets of $683.8 million substantially exceeded total liabilities of $89.8 million.

While challenges remain, all of these improvements create a framework for future fiscal years. These efforts have decreased the operating deficit, demonstrated increased revenue potential, and continued tightening expense management.