



## REPORT HIGHLIGHTS

### FINANCIAL STATEMENT AUDIT

### Our Conclusion

Arizona State University is responsible for preparing annual financial statements, maintaining effective internal controls, and being accountable for its use of public monies. Our Office is responsible for auditing the University's financial statements annually. Since the University is a component of the State of Arizona, the information in its financial statements will also be incorporated in the State of Arizona's Comprehensive Annual Financial Report. A summary of the University's financial statements is presented to the right.

Based on our audit, we issued a report that included our opinion on the University's financial statements and a report on its internal control and compliance. The information in the University's fiscal year 2013 financial statements is reliable. Our report on internal control and compliance did not include any reported deficiencies in the University's internal control or compliance over financial reporting.



2013

Year Ended June 30, 2013

## Condensed financial information

**Statement of net position**—This statement reports all assets, deferred outflows and inflows of resources, liabilities, and net position. Net position, is reported in the following three major categories:

- **Net investment in capital assets**—shows the equity in property, plant, and equipment.
- **Restricted**—shows the resources that must be used for restricted purposes, as specified by donors and external entities.
- **Unrestricted**—shows the resources available for general obligations.

**Statement of revenues, expenses, and changes in net position**—This statement reports all revenues, expenses, and other changes to net position. Revenues and expenses are reported as either operating or nonoperating. The change in net position indicates whether financial health has improved or deteriorated as a result of current-year activities. Net position increased by \$85 million, or 7 percent, in the current fiscal year as compared to an increase of \$121 million, or 11 percent, in fiscal year 2012.

### Condensed statement of net position As of June 30, 2013 (In millions)

<b>Assets</b>	
Cash and investments	\$ 769
Capital assets, net of depreciation	1,876
Receivables	174
Other assets	9
Total assets	<u>2,828</u>
<b>Deferred outflows of resources</b>	
Interest rate swap	14
<b>Liabilities</b>	
Long-term debt	1,321
Other liabilities	184
Total liabilities	<u>1,505</u>
<b>Net position</b>	
Net investment in capital assets	665
Restricted	161
Unrestricted	511
Total net position	<u>\$1,337</u>

### Condensed statement of revenues, expenses, and changes in net position For the year ended June 30, 2013 (In millions)

<b>Operating revenues</b>	
Tuition and fees	\$ 803
Grants and contracts	238
Auxiliary enterprises	123
Other operating revenues	64
Total operating revenues	<u>1,228</u>
<b>Operating expenses</b>	
Educational and general	1,418
Auxiliary enterprises	120
Depreciation	107
Total operating expenses	<u>1,645</u>
Operating loss	(417)
<b>Nonoperating revenues and expenses</b>	
State appropriations and shared revenues	322
Grants, contracts, and other appropriations	158
Other nonoperating, net	5
Net nonoperating revenues	<u>485</u>
<b>Capital and endowment additions, net of property losses</b>	
Increase in net position	85
Net position—beginning	1,252
Net position—ending	<u>\$1,337</u>



**Arizona State University**

Copies of Arizona State University's Comprehensive  
Annual Financial Report and Report on Internal  
Control and Compliance are available at:  
[www.azauditor.gov](http://www.azauditor.gov)  
Contact person: Rick Meyer (602) 553-0333

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