

**Review Report****Institutional Update 2012-2013 for West Liberty University****Financial Information**

Type	FY 2012	FY 2011	FY 2010
Ending month of fiscal year	June	June	June
Last Completed Audit Year (example 2012)	2012	2011	2010
Did you receive your last completed audit within 6 months of the close of your fiscal year?	Yes	Yes	Yes
Was your most recent financial audit UNQUALIFIED?	Yes	Yes	Yes
Did your most recent audit report include a going concern for disclosure?	No	No	

<b>Composite Financial Index</b>												
	<b>FY 2012</b>				<b>FY 2011</b>				<b>FY 2010</b>			
<b>Primary Reserve Ratio Calculation</b>	<b>Data</b>	<b>Str</b>	<b>Wt</b>	<b>CFI</b>	<b>Data</b>	<b>Str</b>	<b>Wt</b>	<b>CFI</b>	<b>Data</b>	<b>Str</b>	<b>Wt</b>	<b>CFI</b>
Institution unrestricted net assets	-2,264,341				228,380				1,751,584			
Institution expendable restricted net assets	+ 1,190,094				1,810,195				1,461,492			
Component Unit (C.U.) unrestricted net assets	+ 1,838,258				1,401,183				1,310,972			
C.U. temporary restrict net assets	+ 2,322,218				3,857,816				1,248,873			
C.U. net investment in plant	- 0				0				0			
<b>Numerator Total</b>	<b>3,086,229</b>				<b>7,297,574</b>				<b>5,772,921</b>			
Institution operating expenses	41,058,491				39,973,864				36,376,701			
Institution nonoperating expenses	+ 798,818				1,039,424				1,098,921			
Elimination of inter-entity amounts	+ 0				0				0			
C.U. total expenses	+ 2,340,039				1,784,165				1,229,911			
<b>Denominator Total</b>	<b>44,197,348</b>				<b>42,797,453</b>				<b>38,705,533</b>			
Primary reserve ratio (p. 58*) /	0.070	0.53	0.35	0.19	0.171	1.29	0.35	0.45	0.149	1.12	0.35	0.39
<b>Net Operating Revenue Ratio Calculation</b>												
Institution operating income (loss)	- 14,444,413				-9,655,149				-8,824,688			
Institution net nonoperating revenues	+ 12,986,159				9,317,442				8,088,976			
C.U. change in unrestricted net assets	+ 437,075				90,211				107,015			
Elimination of inter-entity amounts	+ 0				0				0			
<b>Numerator Total</b>	<b>-1,021,179</b>				<b>-247,496</b>				<b>-628,697</b>			
Institution operating revenues	26,614,078				30,318,715				27,552,013			
Institution nonoperating revenues	+ 13,784,977				10,356,866				8,546,892			
C.U. total unrestricted revenues	+ 2,777,114				1,874,376				1,336,926			
Elimination of inter-entity amounts	+ 0				0				0			
<b>Denominator Total</b>	<b>43,176,169</b>				<b>42,549,957</b>				<b>37,435,831</b>			
Net Operating Revenue ratio (p. 86*) /	-0.024	- 1.85	0.10	- 0.19	-0.006	- 0.46	0.10	- 0.05	-0.017	- 1.31	0.10	- 0.13
<b>Return on Net Assets ratio calculation</b>												
Change in net assets plus C.U. change in net assets	1,299,048				3,553,839				344,273			
Elimination of inter-entity amounts	+ 0				0				0			
Divided by total net assets + C.U. total net assets (beginning of year)	49,290,956				45,737,117				44,727,132			
Return on Net Assets ratio (p. 74*) /	0.026	1.30	0.20	0.26	0.078	3.90	0.20	0.78	0.008	0.40	0.20	0.08
<b>Viability ratio calculation</b>												
<b>Numerator - Expendable net assets (from Primary Reserve Numerator)</b>	<b>3,086,229</b>				<b>7,297,574</b>				<b>5,772,921</b>			

Institution long-term debt (total project-related debt)	13,044,784	18,580,605	17,324,657
C.U. long-term debt (total project-related debt)	+ 110,703	90,128	63,884
<b>Denominator - Total Long-term + C.U. debt (total project-related debt)</b>	13,155,487	18,670,733	17,388,541
Viability ratio (p. 64*) /	0.235 0.56 0.35 0.20	0.391 0.94 0.35 0.33	0.332 0.80 0.35 0.28
<b>Total-Composite Financial Indicator Score (CFI)</b>		0.5	1.5
			0.6

**Comments**

2012: Realigned Pell per HEPC. Pell is now in Non Operating Revenue. Long term debt in previous years included all noncurrent liability.

2011: NOR: For this report, Pell (\$5,161,289) is reported in Operating Revenue and NOT NonOperating Revenue. RNA:

2010: None

**What the Total Composite Financial Indicator Score (CFI) Means to You**

The chart below identifies three zones in which the CFI scores shown above will fall: Above, In, and Below. Each zone specifies a range of CFI scores, with different ranges for private and public institutions. Following the close of the Institutional Update, the Commission will review all the financial data reported and will identify any institutions that have CFI scores in the **Below** zone for a **single** year or the **In** zone for **two consecutive** years. The Commission will notify those institutions about possible follow-up needed on their financial condition, including review by the Commission's Financial Panel Review process.

Zones	Private Institutions (-1 to 3) Composite Index	Public Institutions (-4 to 10) Composite Index	Outcomes
Above	1.5 to 3.0	1.1 to 10	No Review
In	1.0 to 1.4	0 to 1.0	Financial Panel Review if "In" for two or more consecutive years.
Below	-1.0 to 0.9	-4.0 to -0.1	Financial Panel Review if "Below" in any given year.