CBIZ CPAs

FRANKLIN W. OLIN COLLEGE OF ENGINEERING, INC.

FINANCIAL STATEMENTS

June 30, 2026 and 2025

FRANKLIN W. OLIN COLLEGE OF ENGINEERING, INC.

FINANCIAL STATEMENTS

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Independent Auditors' Report

The Board of Trustees
Franklin W. Olin College of Engineering, Inc.

Opinion

We have audited the financial statements of Franklin W. Olin College of Engineering, Inc. (the "College"), which comprise the statements of financial position as of June 30, 2026 and 2025, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the College as of June 30, 2026 and 2025, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America ("GAAS"). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the College and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the College's ability to continue as a going concern for one year after the date that the financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the College's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the College's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

CBIZ CPAs P.C.

Boston, Massachusetts
October 19, 2026

FRANKLIN W. OLIN COLLEGE OF ENGINEERING, INC.

STATEMENTS OF FINANCIAL POSITION
(IN THOUSANDS)

June 30, 2026 and 2025

	2026	2025
Assets		
Cash and cash equivalents	$ 6,351	$ 3,182
Accounts receivable, net	461	869
Contributions receivable, net	1,052	121
Prepaid expenses and other assets	2,484	3,094
Trusted funds held for debt service	--	1,027
Long-term investments	474,773	430,829
Long-term investments, facilities renewal and replacement fund	4,979	7,189
Plant and equipment, net	63,680	64,100
Interest rate swap agreements	1,932	600
Total Assets	$ 555,712	$ 511,011
Liabilities and Net Assets		
Liabilities		
Accounts payable and accrued expenses	$ 6,780	$ 6,484
Deferred revenue and deposits	1,205	561
Bonds payable, net	154,930	155,199
Interest rate swap agreements	--	642
Total Liabilities	162,915	162,886
Net Assets		
Without donor restrictions	32,752	34,866
With donor restrictions	360,045	313,259
Total Net Assets	392,797	348,125
Total Liabilities and Net Assets	$ 555,712	$ 511,011

The accompanying notes are an integral part of these financial statements.

FRANKLIN W. OLIN COLLEGE OF ENGINEERING, INC.

STATEMENTS OF ACTIVITIES
(IN THOUSANDS)

For the Year Ended June 30, 2026
(with comparative totals for 2025)

	2026			2025
	Without Donor Restrictions	With Donor Restrictions	Total	Total
Operating Revenues				
Student revenues, net of student aid of $17,161 and $17,046, respectively	$ 14,376	$ --	$ 14,376	$ 14,076
Contributions	1,059	321	1,380	1,158
Government grants and other contracts	928	--	928	1,162
Other	3,406	--	3,406	2,546
Net assets released for:				
Olin endowment spending	22,600	--	22,600	23,900
Other endowment spending	338	--	338	332
Other purpose restrictions	271	(271)	--	--
Total Operating Revenues	42,978	50	43,028	43,174
Operating Expenses				
Instruction	13,379	--	13,379	13,720
Research	1,080	--	1,080	1,136
Academic support	3,889	--	3,889	4,388
Student services	14,052	--	14,052	13,808
Sponsored programs	1,141	--	1,141	1,337
Development and fundraising	1,282	--	1,282	1,134
Institutional support	11,041	--	11,041	11,595
Total Operating Expenses	45,864	--	45,864	47,118
Change in Net Assets from Operating Activities	(2,886)	50	(2,836)	(3,944)
Nonoperating Activities				
Contributions	--	877	877	344
Investment return, net of expenses	772	67,518	68,290	40,750
Change in value of interest rate swap agreements	1,974	--	1,974	368
(Loss) gain on extinguishment of debt	--	--	--	(373)
Loss on partial termination of interest rate swap agreement	(695)	--	(695)	(2,560)
Net assets released for:				
Olin endowment spending	--	(22,600)	(22,600)	(23,900)
Other endowment spending	--	(338)	(338)	(332)
Loss on partial termination of interest rate swap agreement	695	(695)	--	--
Change in value of interest rate swap agreements	(1,974)	1,974	--	--
Change in Net Assets from Nonoperating Activities	772	46,736	47,508	14,297
Change in Net Assets	(2,114)	46,786	44,672	10,353
Net Assets - Beginning	34,866	313,259	348,125	337,772
Net Assets - End	$ 32,752	$ 360,045	$ 392,797	$ 348,125

The accompanying notes are an integral part of these financial statements.

FRANKLIN W. OLIN COLLEGE OF ENGINEERING, INC.

STATEMENT OF ACTIVITIES
(IN THOUSANDS)

For the Year Ended June 30, 2025

	2025		
	Without Donor Restrictions	With Donor Restrictions	Total
Operating Revenues			
Student revenues, net of student aid of $17,046	$ 14,076	$ --	$ 14,076
Contributions	894	264	1,158
Government grants and other contracts	1,162	--	1,162
Other	2,546	--	2,546
Net assets released for:			
Olin endowment spending	23,900	--	23,900
Other endowment spending	332	--	332
Other purpose restrictions	422	(422)	--
Total Operating Revenues	43,332	(158)	43,174
Operating Expenses			
Instruction	13,720	--	13,720
Research	1,136	--	1,136
Academic support	4,388	--	4,388
Student services	13,808	--	13,808
Sponsored programs	1,337	--	1,337
Development and fundraising	1,134	--	1,134
Institutional support	11,595	--	11,595
Total Operating Expenses	47,118	--	47,118
Change in Net Assets from Operating Activities	(3,786)	(158)	(3,944)
Nonoperating Activities			
Contributions	--	344	344
Investment return, net of expenses	715	40,035	40,750
Change in value of interest rate swap agreements	368	--	368
(Loss) Gain on extinguishment of debt	(373)	--	(373)
Loss on partial termination of interest rate swap agreement	(2,560)	--	(2,560)
Net assets released for:			
Olin endowment spending	--	(23,900)	(23,900)
Other endowment spending	--	(332)	(332)
Loss on partial termination of interest rate swap agreement	2,560	(2,560)	--
Change in value of interest rate swap agreements	(368)	368	--
Change in Net Assets from Nonoperating Activities	342	13,955	14,297
Change in Net Assets	(3,444)	13,797	10,353
Net Assets - Beginning	38,310	299,462	337,772
Net Assets - End	$ 34,866	$ 313,259	$ 348,125

The accompanying notes are an integral part of these financial statements.

FRANKLIN W. OLIN COLLEGE OF ENGINEERING, INC.

STATEMENTS OF CASH FLOWS
(IN THOUSANDS)

For the Years Ended June 30, 2026 and 2025

	2026	2025
Cash Flows from Operating Activities		
Change in net assets	$ 44,672	$ 10,353
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Depreciation and amortization	4,464	4,057
Net realized and unrealized gain on long-term investments	(67,988)	(39,952)
Contributions designated for long-term investment	(90)	(123)
Net loss on extinguishment of debt	--	373
Loss on termination of interest rate swap agreement	695	2,560
Change in value of interest rate swap agreements	(1,974)	(368)
Change in operating assets and liabilities:		
Trusted funds held for debt service	1,027	--
Accounts receivable, prepaid expenses and other assets	1,018	(1,238)
Contributions receivable	(931)	38
Accounts payable and accrued expenses, deferred revenues and deposits	761	606
Net Cash Used in Operating Activities	(18,346)	(23,694)
Cash Flows from Investing Activities		
Purchases of investments	(78,183)	(74,776)
Sales and maturities of investments	104,437	102,632
Acquisition and construction of plant and equipment	(4,072)	(2,628)
Net Cash Provided by Investing Activities	22,182	25,228
Cash Flows from Financing Activities		
Debt issuance costs	(62)	--
Cash paid for partial termination of interest rate swap agreement	(695)	(2,560)
Contributions designated for long-term investment	90	123
Net Cash Used in Financing Activities	(667)	(2,437)
Net Change in Cash and Cash Equivalents	3,169	(903)
Cash and Cash Equivalents, Beginning	3,182	4,085
Cash and Cash Equivalents, End	$ 6,351	$ 3,182
Supplemental Disclosure of Cash Flow Information		
Cash paid for interest	$ 4,605	$ 4,916
Plant and equipment additions remaining in accounts payable	$ 179	$ --
Extinguishment of debt	$ --	$ 45,627

The accompanying notes are an integral part of these financial statements.

NOTE 1 - NATURE OF OPERATIONS

Franklin W. Olin College of Engineering, Inc. (the "College") is an independent, not-for-profit, nonsectarian college offering undergraduate engineering degrees. The campus is located in Needham, Massachusetts. The College draws students from across the United States and around the world. The College is accredited by the New England Commission of Higher Education ("NECHE"), and the three distinct degree programs are accredited by the Accreditation Board for Engineering and Technology ("ABET").

The College prepares students to become exemplary engineering innovators who recognize needs, design solutions, and engage in creative enterprises for the good of the world. The College is dedicated to continual discovery and development of effective learning approaches and environments, and to co-developing educational transformation with collaborators around the globe.

The College's funding at inception was sourced from the vision and resources provided by the F. W. Olin Foundation under the terms of the Grant Agreement (the "Agreement"). Under the terms of this Agreement, the Olin Endowment was established and stipulates a number of financial and other requirements associated with the operations of the College. The Agreement further provides for the use of the Olin Endowment in certain circumstances, such as for the payment of certain debt service should net assets without donor restrictions be insufficient for that purpose, and for certain capital outlays. The College is obligated to maintain the Olin Endowment in perpetuity, except for the circumstances previously described. For the purposes of financial statement presentation, the endowment sourced from the Foundation is considered net assets with donor restrictions, as defined in Note 2, given the potential for distribution to support debt service and capital outlays that the College may need in the future.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

BASIS OF PRESENTATION

The accompanying financial statements are presented on the accrual basis of accounting. The College reports its financial position and activities based on the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes in net assets are classified and reported as follows:

Net Assets Without Donor Restrictions - Net assets available for general use and not subject to donor-imposed restrictions.

Net Assets With Donor Restrictions - Net assets subject to donor-imposed restrictions that expire by the passage of time, can be fulfilled by actions pursuant to the restrictions, or which may be perpetual.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

BASIS OF PRESENTATION (CONTINUED)

The College reports gifts of cash and other assets as net assets with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions. Expenses are reported as decreases in net assets without donor restrictions.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of cash in banks, money market funds, and short-term investments with a maturity date from purchase of three months or less. Cash and cash equivalents held by investment managers are considered part of investments. The College maintains cash balances at financial institutions which, at times, may exceed federally insured limits. The College monitors its exposure associated with cash and cash equivalents and has not experienced any losses in such accounts.

Included in cash and cash equivalents is restricted cash of approximately $1,492 and $656 at June 30, 2026 and 2025, respectively, that primarily represents grant and gift funds with donor restrictions paid in advance that have yet to be expended.

All cash and cash equivalents are reported at cost plus accrued interest.

STUDENT ACCOUNTS RECEIVABLE AND ALLOWANCE FOR CREDIT LOSSES

Students are billed based on dates outlined in the academic catalog as agreed in advance of the delivery of the related academic activity or room and board. Payments for tuition, fees and room and board are generally due by the start of the academic period with the recognition that any payments made on behalf of the students by the Department of Education (“DOE”) or others are subject to specific requirements within those programs as to when those funds can be availed. Certain DOE funding can be availed prior to the commencement of the academic period, while other amounts are paid at specified intervals based on the rules as promulgated by the DOE. Thus, cash flows on accounts receivable balances and the measurement of deferred revenues do not directly depend on meeting specified performance obligations of the College. Student accounts are not collateralized.

Accounts receivable are carried at their net realizable value. Management estimates the allowance for credit losses based on relevant information about past events, current conditions, and reasonable and supportable forecasts. Accounts receivable are written off when deemed uncollectible. Recoveries of accounts receivable previously written off are recorded as revenue when received. Accounts receivable are considered past due if any portion of the receivable balance is outstanding for more than 90 days or the student no longer attends the institution. Interest is not charged on receivables.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

INVESTMENTS

Investments are carried at fair value. Fair value is determined as per the fair value policies described later in this section.

Interest, dividends and net gains or losses on investments are reported as increases or decreases in net assets with donor restrictions if the terms of the original gift require that they be applied to the principal of a permanent endowment fund or if the terms of the gift and/or relevant state law impose restrictions on the current use of the income or net gains and losses; and as increases or decreases in net assets without donor restrictions in all other cases.

Investments are comprised of the assets of the College's endowment, quasi-endowment, and other restricted funds. These funds are considered either net assets with or without donor restrictions, but exceed the associated net assets. The difference is from bond proceeds that repaid the College for construction costs previously funded by Foundation gifts. These funds were invested in long-term assets that the College agreed to consider part of the Olin Endowment. This was a condition of the Grant Agreement from the Foundation.

FAIR VALUE MEASUREMENTS

The College reports certain assets and liabilities at fair value on a recurring and nonrecurring basis depending on the underlying accounting policy for the particular item in accordance with fair value standards. Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Recurring fair value measurements include the College's short-term and long-term investments, and interest rate swap agreements. Nonrecurring measurements include contributions receivable. Fair value accounting standards require an entity to maximize the use of observable inputs (such as quoted prices in active markets) and minimize the use of unobservable inputs (such as appraisals or valuation techniques) to determine fair value. In addition, the College reports certain investments using the net asset value ("NAV") per share as determined by investment managers under the so called "practical expedient." The practical expedient allows NAV per share to represent fair value for reporting purposes when the criteria for using this method are met. Fair value standards also require the College to classify financial instruments (except for those measured using NAV) into a three-level hierarchy, based on the priority of inputs to the valuation technique.

Instruments measured and reported at fair value are classified and disclosed in one of the following categories, with Level 1 being the highest level of inputs:

Level 1 – Quoted prices are available in active markets for identical instruments as of the reporting date. Instruments which are generally included in this category include listed equity and debt securities publicly traded on a stock exchange, publicly traded mutual funds, and other cash equivalents.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

FAIR VALUE MEASUREMENTS (CONTINUED)

Level 2 – Pricing inputs are other than quoted prices in active markets, which are either directly or indirectly observable as of the reporting date, and fair value is determined through the use of models or other valuation methodologies.

Level 3 – Pricing inputs are unobservable for the instrument and include situations where there is little, if any, market activity for the instrument. The inputs into the determination of fair value require significant management judgment or estimation.

In some instances, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such instances, an instrument's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement.

Market price is affected by a number of factors, including the type of instrument and the characteristics specific to the instrument. Instruments with readily available active quoted prices or for which fair value can be measured from actively quoted prices generally will have a higher degree of market price observability and a lesser degree of judgment used in measuring fair value. It is reasonably possible that changes in values of these instruments will occur in the near term and that such changes could materially affect amounts reported in these financial statements.

PLANT AND EQUIPMENT

Plant and equipment are recorded when the useful life of an asset is over one year. Plant and equipment are recorded at cost at the date of acquisition when such amounts exceed a management established capitalization threshold or at fair value as indicated above at the date of donation in the case of gifts. Fair value of donated property is determined using Level 3 market inputs. For assets placed in service, depreciation is provided using the straight-line method over the estimated useful lives of the assets. Expenditures for new construction, and major renewals, replacements and equipment are capitalized; costs for maintenance and repairs are expensed as incurred.

Cloud computing arrangements typically involve subscription fees and include implementation costs associated with the initial setup and configuration of the cloud services. Costs incurred during the preliminary project stage and post-implementation/operation stage are expensed as incurred. Costs incurred during the application development stage, which meet the criteria for capitalization, are capitalized as an intangible asset. These costs are primarily related to activities such as customization, coding, configuration, and testing. Subscription fees for cloud computing services are expensed as incurred and included in operating expenses. Capitalized cloud computing costs are included within plant and equipment.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

PLANT AND EQUIPMENT (CONTINUED)

Depreciation is provided on the straight-line basis over the following estimated useful lives:

	Years
Buildings	40
Building and land improvements	20
Equipment, IT network and infrastructure	10
Furniture and fixtures	4 - 7
Computers, software, and vehicles	3 - 4

DEFERRED REVENUE AND DEPOSITS

Student deposits represent reservation deposits and other advance payments by students on account. Deferred revenue primarily represents conditional grant funds received in advance that have yet to be expended and advance payments. Such amounts are reflected as revenue either ratably over time or when the related condition has been met and are generally recognized on a current basis given the nature and duration of the underlying services being provided.

BONDS PAYABLE

Bonds payable are reported at the face value of the remaining obligation under the related debt issue, net of the premium, discount and issuance costs. Premiums, discounts and issuance costs are amortized over the term of the related indenture.

INTEREST RATE SWAP AGREEMENTS

The College reports the value of its interest rate swap agreements at fair value, per the fair value policies described earlier in this section using Level 2 inputs.

REVENUE RECOGNITION

Revenues are reported as increases in net assets without donor restrictions unless the use of the related asset is limited by donor-imposed restrictions. Realized and unrealized gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulations or by law.

EARNED REVENUES

Earned revenues are recorded using a principles-based process that requires the College 1) identify the contract with the customer; 2) identify the performance obligations in the contract; 3) determine the transaction price; 4) allocate the transaction price to the performance obligations; and 5) recognize revenue when (or as) performance obligations are satisfied. Earned revenues include student revenues, facilities rental income and investment returns.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

EARNED REVENUES (CONTINUED)

The College derives revenues through tuition, fees and room and board, all of which are under arrangements that are aligned to an academic semester which is less than one year in length. These revenue streams are collectively referred to as student revenue.

Tuition, fees and room and board revenue are recorded at established rates, net of institutional financial aid and scholarships provided directly to students; therefore, amounts are deemed to be fixed and determinable. Such net amounts are recorded as revenue when performance obligations are satisfied which is generally over time as services are rendered whether relating to educational services or room and board. Management believes that recognizing revenue over time is the best measure of services rendered based on its academic calendar and has not made any changes in the timing of the satisfaction of its performance obligations or amounts allocated to those obligations. Management does not consider there to be significant judgment involved in the timing of satisfaction of performance obligations as those are directly linked to the academic calendar of the related academic activity.

Students may withdraw from programs of study within certain time limits as under the College's withdrawal policy by semester. The policy allows for up to a 100% refund prior to the start of classes, declining to no refund at thirty-three days after the start of classes. There is no exposure to potential refunds at year end given the normal timing of the College's programs.

Student revenues, net of student aid is comprised of the following at June 30:

	2026	2025
Tuition revenue	$ 24,062	$ 23,660
Room and board revenue	7,475	7,462
Total student revenue	31,537	31,122
Less, student aid	(17,161)	(17,046)
Student revenues, net	$ 14,376	$ 14,076

Payments made by third parties such as the DOE relative to loans and grants to students are a mechanism to facilitate payment on behalf of students, and accordingly, such funding does not represent revenue of the College.

Other income on the statement of activities primarily consists of facilities rental income and other fee for service revenue and are recorded as revenue over time as earned.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

EARNED REVENUES (CONTINUED)

Investment returns are reported as revenue based on the fair value of such investments at year end. Such returns are allocated ratably based on the relative proportion of funds invested with donor restrictions and those without donor restrictions. Investment returns allocated to net assets with donor restrictions remain in such category until appropriated by the board under the board approved spending policy unless otherwise required by the terms of the gift that they be added to the principal of the endowment.

CONTRIBUTIONS, GOVERNMENT GRANTS AND OTHER CONTRACTS

Contributions, including unconditional promises to give, are recognized as revenues either without or with donor restrictions in the period verifiably committed by the donor. Contributions of assets other than cash are recorded at their estimated fair value and per the fair value policies described elsewhere in this section. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of the estimated future cash flows using a risk adjusted discount rate depending on the time period involved. Amortization of the discount is included in contribution revenue in accordance with the donor-imposed restrictions, if any, on the contributions. Contributions with donor-imposed restrictions that can be met through the passage of time or upon the incurring of expenses consistent with the purposes are recorded as net assets with donor restrictions and reclassified to net assets without donor restrictions when such time or purposes restriction has been satisfied.

Government grants and contracts normally provide for the recovery of direct and indirect costs, subject to an audit. The recovery of indirect costs is pursuant to a negotiated agreement, which provides for a predetermined fixed indirect cost rate.

Gifts of property, plant and equipment are recorded as without donor restrictions unless the donor explicitly states how such assets should be used. Gifts of cash or other assets that must be used to acquire long lived assets are reported as net assets with donor restrictions. The College reports expirations of donor restrictions when the donated or acquired long lived asset is placed into service. Conditional contributions are recorded as revenue when such amounts become unconditional, which generally involves the meeting of a barrier to entitlement. This can include items like meeting a matching provision, incurring specified allowable expenses in accordance with a framework of allowable costs or other barriers.

The College had conditional grants of $682 and $1,208 at June 30, 2026 and 2025, respectively, that are contingent upon the College meeting grantor-imposed barriers which include carrying out certain activities and incurring qualified expenditures stipulated by the grants.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

TAX STATUS

The College is a tax-exempt organization as described in Section 501(c)(3) of the Internal Revenue Code (the "Code") and is generally exempt from Federal and state income taxes on related income. Given the limited taxable activities of the College, management has concluded that disclosures relative to tax provisions are not necessary.

UNCERTAIN TAX POSITIONS

The College accounts for the effect of any uncertain tax positions based on a "more likely than not" threshold to the recognition of the tax positions being sustained based on the technical merits of the position under scrutiny by the applicable taxing authority. If a tax position or positions are deemed to result in uncertainties of those positions, the unrecognized tax benefit is estimated based on a "cumulative probability assessment" that aggregates the estimated tax liability for all uncertain tax positions. The College has identified its tax status as a tax-exempt entity as its only significant tax position; however, the College has determined that such tax position does not result in an uncertainty requiring recognition. The College is not currently under examination by any taxing jurisdictions. The College's Federal and state tax returns are generally open for examination for three years following the date filed.

OPERATING AND NONOPERATING ACTIVITIES

The cost of providing the College's operating activities has been summarized on a functional basis in the accompanying statements of activities. Expenses are reported as decreases in net assets without donor restrictions.

Nonoperating activities include returns associated with long-term investments, change in value of interest rate swap agreements, donor-restricted contributions primarily for capital and endowment gifts, transfers to the facilities renewal and replacement fund, net assets released from restriction related to Olin Endowment spending, gain on sale of certain plant and equipment, and certain other nonrecurring items.

USE OF ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America ("GAAP") requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities, as of the dates of the financial statements and the reported amounts of revenues and expenses during the reporting periods. Actual results could differ from those estimates.

RECLASSIFICATIONS

Certain amounts have been reclassified in the prior year financial statements to conform to the current year presentation. These reclassifications had no effect on the reported results of operations.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

SUBSEQUENT EVENTS

The College has evaluated subsequent events through October 19, 2026, the date the financial statements were issued. The College determined it had no matters that occurred that require adjustment or disclosure in these financial statements.

NOTE 3 - LIQUIDITY AND AVAILABILITY

The College's financial assets and resources available for general expenditures are as follows within one year of June 30:

	2026	2025
Financial assets		
Cash and cash equivalents	$ 4,859	$ 2,526
Accounts and contributions receivable	317	793
Amounts appropriated for spending in the following year:		
Facilities renewal and replacement fund (FRRF)	1,452	4,569
Olin Endowment	23,100	23,400
Total financial assets available within one year	29,728	31,288
Liquidity resources		
Line of credit, maximum available	10,000	10,000
Total financial assets and liquidity resources available within one year	$ 39,728	$ 41,288

The College regularly monitors liquidity required to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds.

The Facilities Renewal and Replacement Fund is a board-designated quasi-endowment fund, with a balance of $4,979 and $7,189 as of June 30, 2026 and 2025, respectively. These investments are designated for long-term renewal and replacement of the campus facilities, but they could be made available for general expenditures if necessary.

NOTE 3 - LIQUIDITY AND AVAILABILITY (CONTINUED)

The College manages the spendable portion of the Olin Endowment to be available as its operating expenditures, liabilities, and other obligations come due. Funds are kept invested in the Olin Endowment until needed. On a monthly basis, funds are drawn from the Olin Endowment to meet current cash needs. Although the College does not intend to spend from the Olin Endowment more than is appropriated through the annual budget approval process, additional amounts could be made available if necessary. The balance in the Olin Endowment was $463,381 and $420,736 as of June 30, 2026 and 2025, respectively. As of June 30, 2026 and 2025, 27% of the Olin Endowment is invested in highly liquid securities which could be converted to cash within a day.

NOTE 4 - CONTRIBUTIONS RECEIVABLE, NET

Contributions receivable, net, consisted of the following at June 30:

	2026	2025
Amounts due in		
Less than one year	$ 768	$ 70
One to five years	367	58
Greater than five years	5	10
Total due	1,140	138
Less,		
Unamortized discount	16	12
Allowance for doubtful accounts	72	5
Contributions receivable, net	$ 1,052	$ 121

NOTE 5 - INVESTMENTS

The following table summarizes the valuation of the College's investments at June 30, 2026:

	Total	Investments Measured at NAV	Level 1	Level 2
Long-term investments, including facilities renewal and replacement fund:				
Cash and cash equivalents	$ 5,142	$ --	$ 5,142	$ --
Multi-strategy	22,901	--	22,901	--
Equity funds	160,243	94,232	66,011	--
Fixed income funds	57,730	22,705	35,025	--
Real asset funds - natural resources and real estate	526	526	--	--
Hedge funds - equity hedged	50,837	50,837	--	--
Hedge funds - global macro	47,219	47,219	--	--
Hedge funds - multi-strategy	39	39	--	--
Hedge funds - fixed income/ credit opportunities	--	--	--	--
Private equity funds	120,897	120,897	--	--
Venture capital funds	14,218	14,218	--	--
Total	$ 479,752	$ 350,673	$ 129,079	$ --

The following table summarizes the valuation of the College's investments at June 30, 2025:

	Total	Investments Measured at NAV	Level 1	Level 2
Long-term investments, including facilities renewal and replacement fund:				
Cash and cash equivalents	$ 6,156	$ --	$ 6,156	$ --
Multi-strategy	21,926	--	21,926	--
Equity funds	140,752	83,097	57,655	--
Fixed income funds	55,545	21,653	33,892	--
Real asset funds - natural resources and real estate	845	845	--	--
Hedge funds - equity hedged	44,453	44,453	--	--
Hedge funds - global macro	43,771	43,771	--	--
Hedge funds - multi-strategy	34	34	--	--
Hedge funds - fixed income/ credit opportunities	34	34	--	--
Private equity funds	109,065	109,065	--	--
Venture capital funds	15,437	15,437	--	--
Total	$ 438,018	$ 318,389	$ 119,629	$ --

NOTE 5 - INVESTMENTS (CONTINUED)

Unfunded commitments under various investment vehicles amounted to $44,566 at June 30, 2026. Management has no intentions or plans to liquidate any NAV practical expedient investments at other than NAV per share.

Aggregate investments liquidity is presented below at fair value based on redemption or sale period at June 30:

	2026	2025
Daily	$ 129,080	$ 119,628
Monthly	214,992	192,975
Illiquid	135,680	125,415
	$ 479,752	$ 438,018

NOTE 6 - PLANT AND EQUIPMENT, NET

Plant and equipment consisted of the following at June 30:

	2026	2025
Land and improvements	$ 15,208	$ 15,142
Buildings and improvements	139,770	136,219
Equipment	16,128	14,536
Cloud Computing Costs	1,383	--
Construction in process	87	2,428
	172,576	168,325
Less, accumulated depreciation	(108,896)	(104,225)
Plant and equipment, net	$ 63,680	$ 64,100

Depreciation expense amounted to $4,671 and $4,197 for the years ended June 30, 2026 and 2025, respectively.

NOTE 7 - PENSION PLANS

DEFINED CONTRIBUTION PLAN

The College has established a qualified contributory retirement plan (the "Plan") for eligible personnel. The Plan is designed in accordance with the provisions of Section 403(b) of the Code. The College matches three times an eligible employee's mandatory contributions under the Plan up to specified legal limits. The College's expenses under the Plan were $1,010 and $1,060 for the years ended June 30, 2026 and 2025, respectively. The Plan also allows for voluntary employee contributions.

DEFERRED COMPENSATION PLAN

The College also maintains a non-qualified benefit plan in accordance with Section 457(b) of the Code. Under the terms of this plan, contributions are made by eligible employees with no match or contribution from the College. The assets and liabilities of this plan are legally the property and obligation of the College and are recorded in the statements of financial position as prepaid and other assets and accounts payable and accrued expenses in the amount of $1,640 and $1,341 at June 30, 2026 and 2025, respectively.

NOTE 8 - BONDS PAYABLE AND LINE OF CREDIT

BONDS PAYABLE

Bonds payable consisted of the following as of June 30:

	2026	2025
Privately held Taxable Demand Revenue Bonds Series C-1, maturing serially from 2034 to 2043, at a fixed rate of 4.53% in 2026, and average rate 5.61% in 2025	$ 10,000	$ 10,000
Privately held Tax-Exempt Revenue Bonds Series 2013D, at a fixed rate of 3.55%, maturing November 2051	38,255	38,255
Publicly placed Tax-Exempt Revenue Bonds Series 2013 E, at a fixed rate of 4.00%, maturing serially from 2039 to 2043	11,000	11,000
Publicly placed Tax-Exempt Revenue Bonds Series 2023 F, at fixed rates between 4.00% and 5.00%, maturing serially from 2034 to 2043	46,220	46,220
Publicly placed Tax-Exempt Revenue Bonds Series 2025 G, at a fixed rate of 5.25%, maturing November 2051	45,320	45,320
	150,795	150,795
Add, Unamortized bond premium/discount, net	5,723	6,011
Less, bond issuance costs	(1,588)	(1,607)
Bonds payable, net	$ 154,930	$ 155,199

NOTE 8 - BONDS PAYABLE AND LINE OF CREDIT (CONTINUED)

BONDS PAYABLE (CONTINUED)

All of the bonds have interest only payments with principal payments beginning serially starting in 2034. All bonds are collateralized by a pledge of the revenues of the College. The Series C Bonds were amended in October 2025 and are now subject to tender for mandatory purchase on November 1, 2033, unless such tender is waived by the bondholder not less than 180 days prior to the tender date. The Series D bonds are subject to tender for mandatory purchase on November 1, 2038, unless such tender is waived by the bondholder not less than 180 days prior to the tender date.

Interest expense was $5,450 and $5,413 for the years ended June 30, 2026 and 2025, respectively, and is inclusive of any net interest activity pertaining to the interest rate swaps.

Bond issuance costs of $1,894 and $1,832 are included in bonds payable net of accumulated amortization of $306 and $225 at June 30, 2026 and 2025, respectively. The bond premium/discount, net, of $6,342 is included in bonds payable net of accumulated amortization of $619 and $331 at June 30, 2026 and 2025, respectively. Net amortization from bond issuance costs and bond premium/discount amounted to $207 and $140 for the years ended June 30, 2026 and 2025, respectively.

The terms of the various bond issuances include certain financial covenants such as maintaining certain values of net assets available for debt service and a certain ratio of investments to liabilities.

In April 2025, the College advance refunded the variable rate Series C-2 and C-3 bonds totaling $46,000 by issuing $45,320 of Series 2025 G bonds with a fixed interest rate of 5.25% and a premium of $2,423. As a part of the transaction, $1,014 was held by the trustee to fund the initial November 2025 interest payment. The transaction resulted in a loss on defeasance of $373 for the year ended June 30, 2025. The College additionally paid $2,560 to partially terminate the related interest rate swap resulting in a loss of the same amount.

In October 2025, the College paid $695 to terminate the remainder of the interest rate swap related to Series C bonds, resulting in a loss of the same amount.

LINE OF CREDIT

The College has a $10,000 line of credit agreement with a financial institution. There were no outstanding borrowings at June 30, 2026 or 2025. The agreement expires on June 30, 2027, at which time the College expects to renew the agreement under similar terms.

NOTE 9 - INTEREST RATE SWAP AGREEMENTS

The College has entered into various interest rate swap agreements in order to partially hedge variable interest rate exposure on certain debt issues, thereby managing the interest cost and risk associated with its outstanding debt. The College does not enter into derivative instruments for trading or speculative purposes.

The terms of the three swap agreements are as follows:

2026 Notional Amount	2025 Notional Amount	Termination Date	Interest Rate Received	Interest Rate Paid	2026 Fair Value Asset/(Liability)	2025 Fair Value Asset/(Liability)
$ --	$ 10,000	October 24, 2025	SOFR + 26.161 bps	5.1227%	$ --	$ (642)
40,000	40,000	July 1, 2033	SOFR + 79.161 bps	SIFMA x 1.45	1,102	341
53,190	53,190	July 1, 2033	SOFR + 81.161 bps	SIFMA x 1.45	830	259
$ 93,190	$ 103,190				$ 1,932	$ (42)

One-month SOFR rates were 3.65% and 4.33%, and SIFMA rates were 1.64% and 1.92% at June 30, 2026 and 2025, respectively. The swaps are categorized as Level 2 in the fair value hierarchy.

Each swap agreement requires the posting of collateral by the College if the mark to market liability payable by the College on that particular agreement exceeds a certain threshold. The threshold amount is dependent on the College's credit rating. Based on the current credit ratings of the College, the mark to market liability threshold is $20,000 for each of the swaps. The counterparties also have collateral posting requirements which vary based on their credit ratings. There was no collateral posting required as of June 30, 2026 and 2025.

As a result of the use of derivative instruments, the College is exposed to risk that the counterparties will fail to meet their contractual obligation. To mitigate the counterparty risk, the College only enters into contracts with selected major financial institutions based upon their credit ratings and other factors, and continually assesses the creditworthiness of counterparties. The counterparties to the College's interest rate swaps had investment grade ratings at June 30, 2026 and 2025. To date, all counterparties have performed in accordance with their contractual obligations.

NOTE 10 - NET ASSETS AND ENDOWMENT MATTERS

INTERPRETATION OF RELEVANT LAW AND SPENDING POLICY

The College classifies the endowment portion of net assets with donor restrictions as: (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the endowment made in accordance with the

NOTE 10 - NET ASSETS AND ENDOWMENT MATTERS

INTERPRETATION OF RELEVANT LAW AND SPENDING POLICY (CONTINUED)

direction of the applicable donor gift instrument at the time the accumulation is added to the fund. Also classified as net assets with donor restrictions is accumulated appreciation on donor-restricted endowment funds until those amounts are appropriated for expenditure by the College.

Distributions from long-term investments are made using the total return method. Under the total return method, distributions consist of interest, dividends, realized and unrealized gains.

State law allows the Board of Trustees to appropriate a percentage of net asset appreciation as is prudent considering the College's long- and short-term needs, present and anticipated financial requirements, and expected total return on investments, price level trends, and general economic conditions. The College's endowment spending policy is computed based on the average market value of the funds invested as endowment for the previous twelve quarters, through December 31 of the prior year. The Endowment Grant Agreement stipulates that the cash basis endowment spending rate may generally not exceed 6% of the Olin Endowment. All other endowments can be spent up to 5% of their twelve-quarter trailing average. Endowment spending beyond the fund with the 6% limit requires affirmative Board appropriation. The cash basis endowment spending rate was 5.60% and 5.80% for the years ended June 30, 2026 and 2025, respectively. Non-cash draws in excess of 6% are permitted without Board approval when they relate to the change in fair value of interest rate swaps. The Board approved an added draw of $695 and $2,560 from the Olin Endowment during 2026 and 2025, respectively to fund the termination of the interest rate swap.

The purpose restrictions of net assets as of June 30, 2026 are as follows:	Without Donor Restrictions	With Donor Restrictions	Total
Operating, undesignated	$ 27,773	$ --	$ 27,773
Board-designated - facilities renewal and replacement fund	4,979	--	4,979
Portion of the Olin Endowment restricted for purpose	--	346,742	346,742
Other donor-restricted	--	1,120	1,120
Accumulated income/gains on endowment	--	4,790	4,790
Endowment funds			
Faculty chairs	--	1,806	1,806
Scholarships	--	4,611	4,611
Library support	--	225	225
Portion of the Olin Endowment restricted in perpetuity	--	224	224
Other	--	527	527
Total endowment funds	--	7,393	7,393
Total net assets	$ 32,752	$ 360,045	$ 392,797

NOTE 10 - NET ASSETS AND ENDOWMENT MATTERS (CONTINUED)

INTERPRETATION OF RELEVANT LAW AND SPENDING POLICY (CONTINUED)

The purpose restrictions of net assets as of June 30, 2025 are as follows:	Without Donor Restrictions	With Donor Restrictions	Total
Operating, undesignated	$ 27,677	$ --	$ 27,677
Board-designated - facilities renewal and replacement fund	7,189	--	7,189
Portion of the Olin Endowment restricted for purpose	--	302,124	302,124
Other donor-restricted	--	1,059	1,059
Accumulated income/gains on endowment	--	3,537	3,537
Endowment funds			
Faculty chairs	--	1,806	1,806
Scholarships	--	3,761	3,761
Library support	--	225	225
Portion of the Olin Endowment restricted in perpetuity	--	221	221
Other	--	526	526
Total endowment funds	--	6,539	6,539
Total net assets	$ 34,866	$ 313,259	$ 348,125

The facilities renewal and replacement fund is a Board-designated quasi-endowment fund, which is used by the College to set aside funding for future capital renewals and replacements. Transfers to the fund are typically approved via the annual budget process.

Donor-restricted funds functioning as endowment includes the funding received from the F. W. Olin Foundation under the Agreement (see Note 1), plus accumulated unspent interest and dividend income and realized and unrealized investment gains and losses.

NOTE 10 - NET ASSETS AND ENDOWMENT MATTERS (CONTINUED)

INTERPRETATION OF RELEVANT LAW AND SPENDING POLICY (CONTINUED)

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment assets and those functioning as endowment assets at June 30, 2024	$ 8,462	$ 417,474	$ 425,936
Gifts and additions	--	123	123
Investment return, net of expenses	727	40,035	40,762
Expenditures for operations	--	(24,243)	(24,243)
Expenditure for termination of interest rate swap	--	(2,560)	(2,560)
Transfers from facilities renewal and replacement fund to cash and cash equivalents	(2,000)	--	(2,000)
Endowment assets and those functioning as endowment assets at June 30, 2025	7,189	430,829	438,018
Gifts and additions	--	90	90
Investment return, net of expenses	790	67,530	68,320
Expenditures for operations	--	(22,981)	(22,981)
Expenditure for termination of interest rate swap	--	(695)	(695)
Transfers from facilities renewal and replacement fund to cash and cash equivalents	(3,000)	--	(3,000)
Endowment assets and those functioning as endowment assets at June 30, 2026	$ 4,979	$ 474,773	$ 479,752

RETURN OBJECTIVES AND RISK PARAMETERS

The College's investment portfolio is managed to provide for the long-term support of the College. Accordingly, these funds are managed with disciplined longer-term investment objectives and strategies designed to meet cash flow and spending requirements. Management of the assets is designed to attain the maximum total return consistent with acceptable and agreed-upon levels of risk. On an annualized, net-of-fees basis, the return of the total endowment portfolio over the long term is expected to equal or exceed the spending rate plus inflation.

STRATEGIES EMPLOYED FOR ACHIEVING OBJECTIVES

To satisfy its long-term rate-of-return objectives, the College relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The College targets an asset allocation strategy wherein assets are diversified among several asset classes. The pursuit of maximizing total return is tempered by the need to minimize the volatility of returns and preserve capital. As such, the College seeks broad diversification among assets having different characteristics with the intent to endure lower relative performance in strong markets in exchange for greater downside protection in weak markets.

NOTE 11 - FUNCTIONAL EXPENSES

The statement of activities presents expenses by functional classification. The tables below present expenses by both their nature and function. The College's primary program service is Instruction. Expenses reported in all other categories are incurred in support of this primary program. Operation and maintenance of plant, debt service, and depreciation expense are allocated based on square footage.

Functional expenses are as follows for the year ended June 30, 2026:

	Instruction	Academic Support & Research	Student Services	Sponsored Programs	Development & Fundraising	Institutional Support	Plant	Total
Salaries	$ 6,429	$ 1,861	$ 2,145	$ 599	$ 708	$ 4,218	$ 7	$ 15,967
Benefits	1,748	463	604	108	211	1,491	--	4,625
Program, supplies and other	465	746	495	144	160	1,551	85	3,646
Professional services	81	59	541	74	133	1,658	328	2,874
Outsourced services	--	--	2,146	--	1	554	2,760	5,461
Facilities services and insurance	31	7	35	2	13	623	1,691	2,402
Training, travel and meals	66	128	272	43	40	187	4	740
Debt service	--	--	--	--	--	--	5,685	5,685
Depreciation and amortization	--	--	--	--	--	--	4,464	4,464
Total expenses before plant allocation	8,820	3,264	6,238	970	1,266	10,282	15,024	45,864
Plant allocation	4,559	1,705	7,814	171	16	759	(15,024)	--
Total expenses	$ 13,379	$ 4,969	$ 14,052	$ 1,141	$ 1,282	$ 11,041	$ --	$ 45,864

Functional expenses are as follows for the year ended June 30, 2025:

	Instruction	Academic Support & Research	Student Services	Sponsored Programs	Development & Fundraising	Institutional Support	Plant	Total
Salaries	$ 6,739	$ 2,170	$ 1,868	$ 675	$ 627	$ 5,086	$ 12	$ 17,177
Benefits	1,790	512	489	107	176	1,679	--	4,753
Program, supplies and other	431	961	616	268	157	1,331	69	3,833
Professional services	27	44	523	78	120	1,412	128	2,332
Outsourced services	--	--	2,108	--	--	555	2,768	5,431
Facilities services and insurance	25	7	33	--	12	699	2,404	3,180
Training, travel and meals	76	98	262	35	26	279	2	778
Debt service	--	--	--	--	--	--	5,577	5,577
Depreciation and amortization	--	--	--	--	--	--	4,057	4,057
Total expenses before plant allocation	9,088	3,792	5,899	1,163	1,118	11,041	15,017	47,118
Plant allocation	4,632	1,732	7,909	174	16	554	(15,017)	--
Total expenses	$ 13,720	$ 5,524	$ 13,808	$ 1,337	$ 1,134	$ 11,595	$ --	$ 47,118

NOTE 12 - COMMITMENTS AND CONTINGENCIES

Various legal cases arise in the normal course of the College's operations. The College believes that there are currently no outstanding cases which would have a material adverse effect on the financial position of the College.

All funds expended by the College in connection with government grants are subject to review or audit by governmental agencies. There were no reviews or audits in process by governmental agencies as of June 30, 2026.

The College has long-term employment agreements with certain faculty and staff that stipulate a variety of business terms typical in the education sector.

The College outsources its dining services under a long-term contract with a supplier through June 2027. Management believes this arrangement is under commercially reasonable terms and includes a cancellation clause with notice.

The College outsources its facilities maintenance services under a long-term contract with a supplier through August 2029. Management believes this arrangement is under commercially reasonable terms and includes a cancellation clause with notice.

The College participates in a self-insured health insurance captive (the "Captive") in order to manage its health insurance costs. The College is an equity participant in the Captive that currently includes a number of other educational institutions. As a participant, the College is liable for its pro-rata share of any losses beyond the Captive's ability to fund such losses after total participants' equity is liquidated. Management believes the Captive is sufficiently capitalized and does not expect liabilities from this arrangement.