

Institution: Covenant College (139393)  
User ID: P1393931

**Overview**

**Finance Overview**

**Purpose**

The purpose of the IPEDS Finance component is to collect basic financial information from items associated with the institution's General Purpose Financial Statements.

There are a few minor additions to the 2018-19 collection.

- For GASB institutions, guidance has been added to Part D and Part C to accommodate implementation of GASB Statements 74/75. Please carefully review FAQ #21 and the specified parts' instructions.
- For FASB not-for-profit institutions, a crosswalk has been developed to provide guidance for FASB Accounting Standard Update 2016-14, Not-for-profit Entities (Topic 950): Presentation of Financial Statements of Not-for-profit Entities.

**Resources:**

To download the survey materials for this component: [Survey Materials](#)

To access your prior year data submission for this component: [Reported Data](#)

If you have questions about completing this survey, please contact the **IPEDS Help Desk at (877) 225-2568**.

## Finance - Private not-for-profit institutions and Public institutions using FASB standards

### FASB-Reporting Institutions General Information - Fiscal Year and Audit

To the extent possible, the finance data requested in this report should be provided from your institution's audited General Purpose Financial Statements (GPFS). Please refer to the instructions specific to each screen of the survey for details and references.

#### 1. Fiscal Year Calendar

**This report covers financial activities for the 12-month fiscal year:** (The fiscal year reported should be the most recent fiscal year ending before October 1, 2018.)

Beginning: month/year (MMYYYY)

Month: 7

Year: 2017

And ending: month/year (MMYYYY)

Month: 6

Year: 2018

#### 2. Audit Opinion

**Did your institution receive an unqualified opinion on its General Purpose Financial Statements from your auditor for the fiscal year noted above?** (If your institution is audited only in combination with another entity, answer this question based on the audit of that entity.)

Unqualified

Qualified (Explain in box below)

Don't know OR in progress  
(Explain in box below)

#### 3. Does this institution or any of its foundations or other affiliated organizations own endowment assets ?

No

Yes (report endowment assets)

#### 4. Intercollegiate Athletics

If your institution participates in intercollegiate athletics, are the expenses accounted for as auxiliary enterprises or treated as student services?

Auxiliary enterprises

Student services

Does not participate in intercollegiate athletics

Other (specify in box below)

#### 5. Does your institution account for Pell grants as pass through transactions (a simple payment on the student's account) or as federal grant revenues to the institution?

Pass through (agency)

Federal grant revenue

Does not award Pell grants

You may use the space below to provide context for the data you've reported above.

**Part A - Statement of Financial Position, Page 1**

Fiscal Year: July 1, 2017 - June 30, 2018

If your institution is a parent institution then the amounts reported in Parts A and B should include ALL of your child institutions

| Line No.           | Assets, Liabilities, and Net Assets                             | Current year amount | Prior year amount |
|--------------------|---|---------------------|-------------------|
| <b>Assets</b>      |   |                     |                   |
| 01                 | Long-term investments   | 42,048,006          | 39,286,339        |
| 19                 | Property, plant, and equipment, net of accumulated depreciation | 64,227,936          | 63,722,634        |
| 20                 | Intangible assets, net of accumulated amortization              | 0                   | 0                 |
| 02                 | Total assets  | 112,364,738         | 108,683,042       |
| <b>Liabilities</b> |   |                     |                   |
| 03                 | Total liabilities   | 9,811,782           | 13,943,244        |
|                    | 03a Debt related to Property, Plant, and Equipment              | 3,803,750           | 5,810,527         |
| <b>Net assets</b>  |   |                     |                   |
| 04                 | Unrestricted net assets   | 67,699,772          | 40,129,521        |
| 05                 | Total restricted net assets                                     | 34,853,184          | 54,610,277        |
|                    | 05a Permanently restricted net assets                           | 26,751,571          | 25,860,102        |
|                    | 05b Temporarily restricted net assets                           | 8,101,613           | 28,750,175        |
| 06                 | Total net assets (CV=A04+A05)                                   | 102,552,956         | 94,739,798        |

You may use the space below to provide context for the data you've reported above.

The large fluctuation in unrestricted net assets and temporarily restricted net assets is the result of adopting the new NFP guidance in FY18. Under the new guidance, there are no longer provisions allowing an NFP to release TR net assets related to donor funded building projects over the life of the donor funded asset. As such, we released such TR net assets in FY18 to comply with the new guidance.

**Part A - Statement of Financial Position, Page 2**

Fiscal Year: July 1, 2017 - June 30, 2018

| Line No. | Plant, Property and Equipment   | Ending balance | Prior year Ending balance |
|----------|---|----------------|---------------------------|
| 11       | Land and land improvements  | 1,892,595      | 1,892,595                 |
| 12       | Buildings   | 92,863,821     | 71,310,643                |
| 13       | Equipment, including art and library collections                              | 10,855,767     | 9,572,716                 |
| 15       | Construction in Progress  | 159,047        | 19,264,734                |
| 16       | Other   | 0              | 0                         |
| 17       | Total Plant, Property, and Equipment<br>CV=[(A11+...A16)]                     | 105,771,230    | 102,040,688               |
| 18       | Accumulated depreciation  | 41,543,294     | 38,318,054                |
| 19       | Property, Plant, and Equipment, net of accumulated depreciation<br>(from A19) | 64,227,936     | 63,722,634                |

You may use the space below to provide context for the data you've reported above.

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**Part B - Summary of Changes in Net Assets**

Fiscal Year: July 1, 2017 - June 30, 2018

If your institution is a parent institution then the amounts reported in Parts A and B should include ALL of your child institutions

| Line No. | Revenues, Expenses, Gains and Losses                                     | Current year amount | Prior year amount |
|----------|--|---------------------|-------------------|
| 01       | Total revenues and investment return                                     | 40,185,890          | 37,605,970        |
| 02       | Total expenses   | 32,372,732          | 30,200,123        |
| 03       | <b>Other specific changes in net assets</b><br>CV=[B04-(B01-B02)]        | 0                   | 0                 |
| 04       | Change in net assets   | 7,813,158           | 7,405,847         |
| 05       | Net assets, beginning of year  | 94,739,798          | 87,333,951        |
| 06       | <b>Adjustments to beginning of year net assets</b><br>CV=[B07-(B04+B05)] | 0                   | 0                 |
| 07       | <b>Net assets, end of year (from A06)</b>                                | 102,552,956         | 94,739,798        |

You may use the space below to provide context for the data you've reported above.

**Part C - Scholarships and Fellowships**

Fiscal Year: July 1, 2017 - June 30, 2018

**Do not report Federal Direct Student Loans (FDSL) anywhere in this section.**

| Line No. | Scholarships and Fellowships   | Current year amount | Prior year amount |
|----------|--|---------------------|-------------------|
| 01       | Pell grants (federal)  | 1,105,498           | 931,788           |
| 02       | Other federal grants <b>Do NOT include FDSL amounts</b>                          | 159,114             | 393,925           |
| 03       | Grants by state government   | 1,041,676           | 891,752           |
| 04       | Grants by local government   | 0                   | 0                 |
| 05       | Institutional grants (restricted)  | 1,879,017           | 1,670,486         |
| 06       | Institutional grants (unrestricted)  | 16,270,099          | 15,093,009        |
| 07       | <b>Total revenue that funds scholarships and fellowships</b><br>CV=[C01+...+C06] | 20,455,404          | 18,980,960        |
| 08       | Discounts and Allowances applied to tuition and fees                             | 16,270,099          | 15,093,009        |
| 09       | Discounts and Allowances applied to <u>auxiliary enterprise revenues</u>         | 0                   | 0                 |
| 10       | <b>Total Discounts and Allowances,</b><br>CV=[C08 + C09]                         | 16,270,099          | 15,093,009        |

You may use the space below to provide context for the data you've reported above.

**Part D - Revenues by Source**

Fiscal Year: July 1, 2017 - June 30, 2018

| Line No.                                   | Source of Funds  | Total Amount | Unrestricted | Temporarily restricted | Permanently restricted | Prior Year Total Amount |
|--|--|--------------|--------------|------------------------|------------------------|-------------------------|
| 01   | Tuition and fees (net of allowance reported in Part C, line 08)                            | 14,831,963   | 14,831,963   | 0                      | 0                      | 15,178,086              |
| <b>Government Appropriations</b>           |  |              |              |                        |                        |                         |
| 02   | Federal appropriations   | 0            | 0            | 0                      | 0                      | 0                       |
| 03   | State appropriations   | 0            | 0            | 0                      | 0                      | 0                       |
| 04   | Local appropriations   | 0            | 0            | 0                      | 0                      | 0                       |
| <b>Government Grants and Contracts</b>     |  |              |              |                        |                        |                         |
| 05   | Federal grants and contracts (Do not include FDSL)   | 395,110      | 395,110      | 0                      | 0                      | 393,925                 |
| 06   | State grants and contracts   | 0            | 0            | 0                      | 0                      | 0                       |
| 07   | Local government grants and contracts  | 0            | 0            | 0                      | 0                      | 0                       |
| <b>Private Gifts, Grants and Contracts</b> |  |              |              |                        |                        |                         |
| 08   | Private gifts, grants and contracts  | 9,087,003    | 2,161,056    | 6,034,478              | 891,469                | 7,401,329               |
|  | 08a Private gifts  | 9,081,569    | 2,155,622    | 6,034,478              | 891,469                | 7,358,139               |
|  | 08b Private grants and contracts   | 5,434        | 5,434        | 0                      | 0                      | 43,190                  |
| 09   | Contributions from affiliated entities   | 0            | 0            | 0                      | 0                      | 0                       |
| <b>Other Revenue</b>                       |  |              |              |                        |                        |                         |
| 10   | Investment return  | 2,915,489    | 524,418      | 2,391,071              | 0                      | 4,599,825               |
| 11   | Sales and services of educational activities   | 0            | 0            |                        |                        | 0                       |
| 12   | Sales and services of auxiliary enterprises (net of allowance reported in Part C, line 09) | 7,531,533    | 7,531,533    |                        |                        | 7,130,264               |
| 13   | Hospital revenue   | 0            | 0            |                        |                        | 0                       |
| 14   | Independent operations revenue   | 1,280,250    | 1,280,250    | 0                      | 0                      | 1,198,326               |
| 15   | Other revenue CV=[D16-(D01+...+D14)]   | 4,144,542    | 4,144,542    | 0                      | 0                      | 1,704,215               |
| 16   | <b>Total revenues and investment return</b>  | 40,185,890   | 30,868,872   | 8,425,549              | 891,469                | 37,605,970              |
| 17   | Net assets released from restriction   | 0            | 7,131,072    | -7,131,072             | 0                      |                         |
| 18   | Net total revenues, after assets released from restriction                                 | 40,185,890   | 37,999,944   | 1,294,477              | 891,469                | 37,605,970              |
| 19   | <b>12-month Student FTE from E12</b>   | 1,045        |              |                        |                        | 1,038                   |
| 20   | Total revenues and investment return per student FTE CV=[D16/D19]                          | 38,455       |              |                        |                        | 36,229                  |

You may use the space below to provide context for the data you've reported above.

### Part E-1 - Expenses by Functional Classification

Fiscal Year: July 1, 2017 - June 30, 2018

**Report Total Operating AND Nonoperating Expenses in this section**

| Line No. | Expense: Functional Classifications                                | Total amount      | Prior Year<br>Total Amount | Salaries and wages | Prior Year<br>Salaries and wages |
|----------|--|-------------------|----------------------------|--------------------|----------------------------------|
|          |  | (1)               |                            | (2)                |                                  |
| 01       | Instruction  | 9,985,220         | <b>10,629,668</b>          | 6,307,476          | <b>6,600,257</b>                 |
| 02       | Research   | 0                 | <b>0</b>                   | 0                  | <b>0</b>                         |
| 03       | Public service   | 216,836           | <b>249,895</b>             | 147,524            | <b>167,109</b>                   |
| 04       | Academic support   | 1,896,726         | <b>1,977,082</b>           | 965,168            | <b>981,228</b>                   |
| 05       | Student services   | 6,343,544         | <b>6,069,385</b>           | 3,080,980          | <b>3,164,387</b>                 |
| 06       | Institutional support  | 6,492,377         | <b>5,528,130</b>           | 2,812,846          | <b>2,835,806</b>                 |
| 07       | Auxiliary enterprises  | 4,871,724         | <b>4,004,129</b>           | 760,133            | <b>310,921</b>                   |
| 08       | Net grant aid to students,<br>net of discount/allowances           | 0                 | <b>0</b>                   |                    |                                  |
| 09       | Hospital services  | 0                 | <b>0</b>                   | 0                  | <b>0</b>                         |
| 10       | Independent operations   | 2,566,305         | <b>1,741,834</b>           | 648,989            | <b>379,717</b>                   |
| 12       | Other Functional Expenses and deductions<br>CV=[E13-(E01+...+E10)] | 0                 | <b>0</b>                   | 0                  | <b>0</b>                         |
| 13       | <b>Total expenses and Deductions</b>                               | <b>32,372,732</b> | <b>30,200,123</b>          | <b>14,723,116</b>  | <b>14,439,425</b>                |



**Part E-2 - Expenses by Natural Classification**

Fiscal Year: July 1, 2017 - June 30, 2018

| Line No. | Expense: Natural Classifications  | Total Amount | Prior year amount |
|----------|---|--------------|-------------------|
| 13-2     | Salaries and Wages(from Part E-1, line 13 column 2)                         | 14,723,116   | 14,439,425        |
| 13-3     | Benefits  | 4,212,671    | 3,821,676         |
| 13-4     | Operation and Maintenance of Plant (as a natural expense)                   | 992,315      | 1,278,619         |
| 13-5     | Depreciation  | 3,442,145    | 2,588,360         |
| 13-6     | Interest  | 255,104      | 36,035            |
| 13-7     | Other Natural Expenses and Deductions<br>CV=[E13-1 - (E13-2 + ... + E13-6)] | 8,747,381    | 8,036,008         |
| 13-1     | <b>Total Expenses and Deductions<br/>(from Part E-1, Line 13)</b>           | 32,372,732   | 30,200,123        |
| 14-1     | 12-month Student FTE (from E12 survey)                                      | 1,045        | 1,038             |
| 15-1     | Total expenses and deductions per student FTE<br>CV=[E13/E14]               | 30,979       | 29,095            |

You may use the space below to provide context for the data you've reported above.

**Part H - Value of Endowment Assets**

Fiscal Year: July 1, 2017 - June 30, 2018

| Line No. | Value of <u>Endowment Assets</u>   | Market Value | Prior Year Amounts |
|----------|--|--------------|--------------------|
|          | Include not only endowment assets held by the institution, but any assets held by private foundations affiliated with the institution. |              |                    |
| 01       | Value of <u>endowment assets</u> at the beginning of the fiscal year   | 39,286,339   | <b>34,135,905</b>  |
| 02       | Value of <u>endowment assets</u> at the end of the fiscal year   | 42,048,006   | <b>39,286,339</b>  |

You may use the space below to provide context for the data you've reported above.

**Prepared by**

The name of the preparer is being collected so that we can follow up with the appropriate person in the event that there are questions concerning the data. The Keyholder will be copied on all email correspondence to other preparers.

The time it took to prepare this component is being collected so that we can continue to improve our estimate of the reporting burden associated with IPEDS. Please include in your estimate the time it took for you to review instructions, query and search data sources, complete and review the component, and submit the data through the Data Collection System.

Thank you for your assistance.

**This survey component was prepared by:**

- |  |  |                                  |
|--|--|----------------------------------|
| <input type="radio"/> Keyholder                  | <input type="radio"/> SFA Contact              | <input type="radio"/> HR Contact |
| <input checked="" type="radio"/> Finance Contact | <input type="radio"/> Academic Library Contact | <input type="radio"/> Other      |

Name: Jamie Gross

Email: jamie.gross@covenant.edu

**How many staff from your institution only were involved in the data collection and reporting process of this survey component?**

1.00 Number of Staff (including yourself)

**How many hours did you and others from your institution only spend on each of the steps below when responding to this survey component?**

*Exclude the hours spent collecting data for state and other reporting purposes.*

| Staff member  | Collecting Data Needed | Revising Data to Match IPEDS Requirements | Entering Data | Revising and Locking Data |
|---------------|------------------------|---|---------------|---------------------------|
| Your office   | 3.00 hours             | 0.50 hours                                | 0.25 hours    | 0.25 hours                |
| Other offices | hours                  | hours                                     | hours         | hours                     |

**Summary****Finance Survey Summary**

IPEDS collects important information regarding your institution. All data reported in IPEDS survey components become available in the IPEDS Data Center and appear as aggregated data in various Department of Education reports. Additionally, some of the reported data appears specifically for your institution through the College Navigator website and is included in your institution's Data Feedback Report (DFR). The purpose of this summary is to provide you an opportunity to view some of the data that, when accepted through the IPEDS quality control process, will appear on the College Navigator website and/or your DFR. College Navigator is updated approximately three months after the data collection period closes and Data Feedback Reports will be available through the [Data Center](#) and sent to your institution's CEO in November 2018.

Please review your data for accuracy. If you have questions about the data displayed below after reviewing the data reported on the survey screens, please contact the IPEDS Help Desk at: 1-877-225-2568 or [ipedshelp@rti.org](mailto:ipedshelp@rti.org).

**Core Revenues**

| Revenue Source                       | Reported values     | Percent of total core revenues | Core revenues per FTE enrollment |
|--------------------------------------|---------------------|--------------------------------|----------------------------------|
| Tuition and fees                     | \$14,831,963        | 47%                            | \$14,193                         |
| Government grants and contracts      | \$395,110           | 1%                             | \$378                            |
| Private gifts, grants, and contracts | \$9,087,003         | 29%                            | \$8,696                          |
| Investment return                    | \$2,915,489         | 9%                             | \$2,790                          |
| Other core revenues                  | \$4,144,542         | 13%                            | \$3,966                          |
| <b>Total core revenues</b>           | <b>\$31,374,107</b> | <b>100%</b>                    | <b>\$30,023</b>                  |
| <b>Total revenues</b>                | <b>\$40,185,890</b> |                                | <b>\$38,455</b>                  |

Other core revenues include government appropriations (federal, state, and local), sales and services of educational activities; and other sources. Core revenues exclude revenues from auxiliary enterprises (e.g., bookstores, dormitories), hospitals, and independent operations. For institutions reporting in Full parent/child relationships, core revenues per FTE enrollment amounts will not be allocated to child institutions.

**Core Expenses**

| Expense function           | Reported values     | Percent of total core expenses | Core expenses per FTE enrollment |
|----------------------------|---------------------|--------------------------------|----------------------------------|
| Instruction                | \$9,985,220         | 40%                            | \$9,555                          |
| Research                   | \$0                 | 0%                             | \$0                              |
| Public service             | \$216,836           | 1%                             | \$207                            |
| Academic support           | \$1,896,726         | 8%                             | \$1,815                          |
| Institutional support      | \$6,492,377         | 26%                            | \$6,213                          |
| Student services           | \$6,343,544         | 25%                            | \$6,070                          |
| Other core expenses        | \$0                 | 0%                             | \$0                              |
| <b>Total core expenses</b> | <b>\$24,934,703</b> | <b>100%</b>                    | <b>\$23,861</b>                  |
| <b>Total expenses</b>      | <b>\$32,372,732</b> |                                | <b>\$30,979</b>                  |

Other core expenses include net grant aid to students, net of discounts and allowances, and other expenses. Core expenses exclude expenses from auxiliary enterprises (e.g., bookstores, dormitories), hospitals, and independent operations. For institutions reporting in Full parent/child relationships, core expenses per FTE enrollment amounts will not be allocated to child institutions.

|                | Calculated value |
|----------------|------------------|
| FTE enrollment | 1,045            |

The full-time equivalent (FTE) enrollment used in this report is the sum of the institution's FTE undergraduate enrollment and FTE graduate enrollment (as calculated from or reported on the 12-month Enrollment component). FTE is estimated using 12-month instructional activity (credit and/or contact hours). All doctor's degree students are reported as graduate students.

**Finance**

**Covenant College (139393)**

| Source                         | Description  | Severity    | Resolved | Options |
|--------------------------------|--|-------------|----------|---------|
| <b>Screen: Expenses Part 2</b> |  |             |          |         |
| Screen Entry                   | The amount reported is outside the expected range of between 18,018 and 54,052 when compared with the prior year value. Please correct your data or explain. (Error #5301)   | Explanation | Yes      |         |
| Reason:                        | The FY2018 amount is up significantly due to interest/principal payments that became due during the fiscal year related to bonds/note payable for a building project on campus. We also incurred some interest on our line of credit facility as well due to floating construction costs while waiting on pledges receivable and historic tax credit funds to be received. |             |          |         |