

New England Law | Boston
Statement Regarding Financial Position at June 30, 2019

New England Law | Boston is a small, private, non-profit law school located in the heart of downtown Boston. For the year ended June 30, 2019, the school's operating net assets decreased \$.2 million, as operating expenses slightly exceeded operating revenues. At the same time, the school increased total cash by approximately \$.1 million.

The school has built a significant level of financial reserves, in the form of unrestricted endowment, that provide the school financial stability as well as liquidity. Since they bear no donor restriction, the Board of Trustees has flexibility in how they are used to support the operations of the law school and maintenance of its facilities and technology. During the year ended June 30, 2019, the school used \$4.3 million of its endowment to support operations, while it earned \$3.1 million in investment return for the year. These activities are the primary reasons for a decrease in net assets from nonoperating activities of \$1.9 million. At June 30, 2019, the school's unrestricted reserves had a market value of \$82.8 million.

In addition to the financial reserves, the law school owns real estate in downtown Boston, including the two buildings comprising its campus and two other buildings (one bought during the year), which the school holds as rental property. There is no mortgage on any of this property, nor does the law school have any other debt. Thus, the equity in its real estate contributes another layer of financial security.

At June 30, 2019, the school has total net assets of \$100.3 million, of which nearly 97% is unrestricted.