



**Northeast Maritime Institute – FY2019 Financial
Statement Summary**

Per Mass. General Laws c.69 § 31B(f), new requirements for private institutions of higher education state that “Each institution shall post on its website a copy of the institution’s annual financial report or statement, required pursuant to section 8F of chapter 12 and a summary of the report, however termed, that is written in terms that are understandable by the general public.” As such, Northeast Maritime Institute provides the following summary report of the College’s Fiscal Year 2019 Financial Statements, and the accompanying Northeast Maritime Institute Financial Statements.

Note from Northeast Maritime Institute management regarding our Fiscal Year 2019 Financial Statements audit:

We have fulfilled our responsibilities, including our responsibility for the preparation and fair presentation of the financial statements in accordance with U.S GAAP.

Key Results of the Northeast Maritime Institute Financial Statements Audit:

Key Items of Note:

- Northeast Maritime Institute presents an improving balance sheet from FY 2018 with an increase in assets of 12% and 6% increase in equity. A 16% increase in liabilities was experienced due to the acquisition of property for campus expansion.
- Operating net income reflects a reduction in FY2019 in comparison to FY2018, where the Institute recorded additional revenues for a one-year contract for Continuing Education services.
- Operating expenses were reduced from FY2018 by 63% which coincides with the reduction in Continuing Education educational services from FY2018 related to services required per a one-year contract.
- A resultant increase of available cash of at the end of FY2019 of more than 300% was realized based upon budgeting efforts.

Auditors’ Opinion on Financial Statements:

The financial statements present fairly, in all material respects, the financial position of the Northeast Maritime Institute, Inc. as of December 31, 2019 and 2018, and the results of its operations and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of