

College of Micronesia-FSM

Financial Report to the Board of Regents

as of April 30, 2026

I. Executive Summary

As of April 30, 2026, the College of Micronesia–FSM (COM-FSM) continues to demonstrate a sound and stable financial position. The approved operating budget for Fiscal Year 2026 is \$12.618 million, with personnel services accounting for approximately 80 percent of total expenditures. This level of investment supports a workforce of more than 400 faculty and staff members, including both regular and special contract employees, and reflects the College’s commitment to maintaining instructional and administrative capacity.

The College advances its long-term financial sustainability through disciplined management of its Endowment Fund and Cash Reserves Fund. As of April 30, 2026, the Endowment Fund balance was approximately \$15.322 million, an increase of \$849,000 since October 31, 2025. This growth results from favorable investment performance and adherence to prudent financial management. The Cash Reserves Fund remains strong at \$3.067 million, providing liquidity sufficient to cover three to four months of operating expenditures. This reserve capacity enables the College to meet payroll and maintain essential operations during delays in external funding or other unforeseen events.

Collectively, the College’s operating budget, growth in endowment assets, and adequate reserve levels establish a solid and resilient financial foundation. However, the institution must remain attentive to emerging fiscal pressures, such as increasing personnel costs, rising utility expenses, and continued reliance on external grant funding. These challenges require ongoing monitoring and strategic financial planning to ensure long-term institutional sustainability.

II. Budget

A. FY 2026 Statement of Current Fund Revenues, Expenditures and Other Changes (National Campus)

As of April 30, 2026

	Revenue			Expenses	Income (loss)
	Projected	Actual	Difference		
Tuition Fee					
Fall	1,684,443.15	1,522,995.00	(161,448.15)		
Spring	1,437,958.29	1,366,707.00	(71,251.29)		
Summer	463,866.13		-		
Total Tuition Fee	<u>3,586,267.57</u>	<u>2,889,702.00</u>	<u>(232,699.44)</u>		
Student/Health/Registration					
Fall	47,250.00	42,000.00	(5,250.00)		
Spring	39,480.00	35,400.00	(4,080.00)		
Summer	29,137.50		-		
Total	<u>115,867.50</u>	<u>77,400.00</u>	<u>(9,330.00)</u>		
Facility Fees					
Fall	156,203.33	148,290.00	(7,913.33)		
Spring	132,884.52	126,830.00	(6,054.52)		
Summer	26,122.90		-		
Total	<u>315,210.75</u>	<u>275,120.00</u>	<u>(13,967.85)</u>		
Total	4,017,345.82	3,242,222.00	(255,997.29)	4,567,567.38	(1,325,345.38)

To date, the National Campus has a revenue shortfall of \$1,325,345.38. This is mainly due to expenses from offices at the National Campus that serve the entire college, including the Office of the President, Vice Presidents, Business Office, Human Resources, Financial Aid, and others.

**B. Statement of Current Fund Revenues, Expenditures and Other Changes
(State Campus)
As of April 30, 2026**

As of the current reporting, campus-level operation reported an income of \$405,967.56. The Kosrae campus also shows a notable performance in terms of surpassing its revenue projection.

	Revenue					Expenses	Income (loss)
	Projected		Actual		Difference		
Tuition Fee							
Fall							
CTEC	597,304.23		638,435.00				
Chuuk	372,346.42		427,243.00				
Kosrae	169,776.77		178,822.00				
Yap	212,687.38	1,352,114.80	209,155.00	1,453,655.00	101,540.20		
Spring							
CTEC	442,739.92		440,292.50				
Chuuk	320,896.75		382,271.00				
Kosrae	104,765.04		173,063.00				
Yap	209,960.62	1,078,362.32	198,749.00	1,194,375.50	116,013.18		
Summer							
CTEC	195,896.27						
Chuuk	180,396.78						
Kosrae	58,123.07						
Yap	86,969.33	521,385.45			0		
Total Tuition Fee	<u>2,951,862.57</u>	<u>2,951,862.57</u>		<u>2,648,030.50</u>	<u>217,553.39</u>		
Student/Health/Registration							
Fall							
CTEC	18,427.50		16,145.00				
Chuuk	11,550.00		13,202.00				
Kosrae	6,405.00		6,580.00				
Yap	7,770.00	44,152.50	6,952.00	42,879.00	(1,273.50)		
Spring							
CTEC	14,122.50		11,860.00				
Chuuk	10,657.50		11,730.00				
Kosrae	4,252.50		6,300.00				
Yap	7,455.00	36,487.50	6,480.00	36,370.00	(117.50)		
Summer							
CTEC	13,912.50						
Chuuk	10,290.00						
Kosrae	3,622.50						
Yap	5,565.00	33,390.00			0		
Total	114,030.00	114,030.00		79,249.00	(1,391.00)		
Facility Fee							
Fall							
CTEC	60,919.30		53,220.00				
Chuuk	38,183.04		38,950.00				
Kosrae	21,174.23		15,020.00				
Yap	25,686.77	145,963.34	19,020.00	126,210.00	(19,753.34)		
Spring							
CTEC	47,534.49		40,830.00				
Chuuk	35,871.75		35,880.00				
Kosrae	14,313.36		15,060.00				
Yap	25,092.55	122,812.15	18,910.00	110,680.00	(12,132.15)		
Summer							
CTEC	12,473.10						
Chuuk	9,225.38						
Kosrae	3,247.71						
Yap	4,989.24	29,935.43					
Total	298,710.92	298,710.92		236,890.00	(31,885.49)		
Total							
CTEC	1,403,329.80		1,200,782.50			965,823.41	234,959.09
Chuuk	989,417.63		909,276.00			766,359.14	142,916.86
Kosrae	385,680.17		394,845.00			394,024.98	820.02
Yap	586,175.89		459,266.00			431,994.41	27,271.59
Total	<u>3,364,603.49</u>	<u>3,364,603.49</u>	<u>2,964,169.50</u>	<u>2,964,169.50</u>	<u>184,276.90</u>	<u>2,558,201.94</u>	<u>405,967.56</u>

C. Statement of Current Fund Revenues, Expenditures and Other Changes (National and State Campus)

As of April 30, 2026

	Revenue			Expenses	Income (loss)
	Projected	Actual	Difference		
Total Revenue					
Fall					
National	1,887,896.48	1,713,285.00			
CTEC	676,651.03	707,800.00			
Chuuk	422,079.46	479,395.00			
Kosrae	197,356.00	200,422.00			
Yap	246,144.15	235,127.00	3,336,029.00	(94,098.12)	
Spring					
National	1,610,322.80	1,528,937.00			
CTEC	504,396.91	492,982.50			
Chuuk	367,426.00	429,881.00			
Kosrae	123,330.90	194,423.00			
Yap	242,508.17	224,139.00	2,870,362.50	22,377.73	
Summer					
National	519,126.53				
CTEC	222,281.87				
Chuuk	199,912.17				
Kosrae	64,993.28				
Yap	97,523.57	1,103,837.42			
Total	7,381,949.31	7,381,949.31	6,206,391.50	(71,720.39)	
Total By campus					
National	4,017,345.82	3,242,222.00	(775,123.82)	4,567,567.38	(1,325,345.38)
CTEC	1,403,329.80	1,200,782.50	(202,547.30)	965,823.41	234,959.09
Chuuk	989,417.63	909,276.00	(80,141.63)	766,359.14	142,916.86
Kosrae	385,680.17	394,845.00	9,164.83	394,024.98	820.02
Yap	586,175.89	459,266.00	(126,909.89)	431,994.41	27,271.59
FSM Govt. support	5,018,539.00	5,018,539.00	5,018,539.00	5,018,539.00	-
Other Revenues	217,898.31	217,898.31	63,262.50	63,262.50	(154,635.81)
Total Projected Revenue	12,618,386.62	12,618,386.62	11,288,193.00	11,288,193.00	(1,330,193.62)
				7,125,769.32	4,162,423.68

Total projected institutional revenue is \$12.62 million, while actual collections to date total \$11.29 million, resulting in a variance of \$1.33 million, largely due to summer revenues not yet realized. The institution received \$5.02 million in FSM Government support, representing the full appropriation. Total expenses amount to \$7.13 million, resulting in a net income of \$4.16 million. Overall, the institution remains in a strong financial position as of the reporting period with revenues that can cover until the end of May 2026 or spring term.

**D. Statement of Current Fund Revenues, Expenditures and Other Changes
(Restricted Fund)**

As of April 30, 2026

	Budget	Expenses	Budget Balance
BOR	120,000.00	65,802.52	54,197.48
FMI	850,000.00	427,032.22	422,967.78
Public Health	250,000.00	15,149.96	234,850.04
CRE	2,012,066.00	981,988.34	1,030,077.66
Trio- Program	1,054,357.69	551,819.00	502,538.69
FSEOG & FWS	368,014.00	162,414.59	205,599.41
Other Grants	1,110,635.00	703,431.66	407,203.34
Total Projected Revenue	5,765,072.69	2,907,638.29	2,857,434.40

As of the current reporting period, the institution has a total budget of \$5.77 million, with actual expenditures amounting to \$2.91 million, resulting in an unexpended budget balance of \$2.86 million.

Overall, the financial position reflects controlled spending and adequate remaining budget balances, ensuring that sufficient resources are available to support operations and program activities for the remainder of the fiscal period.

**E. Statement of Current Fund Revenues, Expenditures and Other Changes
(Combined Fund)**

As of April 30, 2026

	Revenue					Expenses	Income (loss)
	Projected		Actual		Difference		
Total Revenue							
Fall							
National	1,887,896.48		1,713,285.00				
CTEC	676,651.03		707,800.00				
Chuuk	422,079.46		479,395.00				
Kosrae	197,356.00		200,422.00				
Yap	246,144.15	3,430,127.12	235,127.00	3,336,029.00	(94,098.12)		
Spring							
National	1,610,322.80		1,528,937.00				
CTEC	504,396.91		492,982.50				
Chuuk	367,426.00		429,881.00				
Kosrae	123,330.90		194,423.00				
Yap	242,508.17	2,847,984.77	224,139.00	2,870,362.50	22,377.73		
Summer							
National	519,126.53						
CTEC	222,281.87						
Chuuk	199,912.17						
Kosrae	64,993.28						
Yap	97,523.57	1,103,837.42					
Total	7,381,949.31	7,381,949.31		6,206,391.50	(71,720.39)		
Total By campus							
National	4,017,345.82		3,242,222.00		(775,123.82)	4,567,567.38	(1,325,345.38)
CTEC	1,403,329.80		1,200,782.50		(202,547.30)	965,823.41	234,959.09
Chuuk	989,417.63		909,276.00		(80,141.63)	766,359.14	142,916.86
Kosrae	385,680.17		394,845.00		9,164.83	394,024.98	820.02
Yap	586,175.89		459,266.00		(126,909.89)	431,994.41	27,271.59
FSM Govt. support	5,018,539.00	5,018,539.00	5,018,539.00	5,018,539.00	-		5,018,539.00
Other Revenues	217,898.31	217,898.31	63,262.50	63,262.50	(154,635.81)		63,262.50
Total Unrestricted Funds	12,618,386.62	12,618,386.62	11,288,193.00	11,288,193.00	(226,356.20)	7,125,769.32	4,162,423.68
Total Restricted Fund	5,765,072.69	5,765,072.69	5,765,072.69	5,765,072.69	-	2,907,638.29	2,857,434.40
Total	18,383,459.31	18,383,459.31	17,053,265.69	17,053,265.69	(226,356.20)	10,033,407.61	7,019,858.08

As of the current reporting period, the institution's total combined budget stands at \$18.38 million, with total revenues and appropriations matching the budgeted amounts. Total actual revenue amount to \$17.05 million while total expenditure is \$10.03 million, resulting in an overall unexpended balance of \$7.02 million.

The institution maintains controlled spending across all campuses and programs, with adequate budget reserves in both restricted and unrestricted funds. This ensures sufficient resources are available to support ongoing operations, program activities, and future fiscal commitments.

III. Cash Balance

Cash Balance -April 30, 2026				\$	2,075,577
Receivable-FSM Govt.					478,354
Receivable- Federal and other grants					352,082
Receivable - Land Grant					<u>167,062</u>
Total				\$	3,073,074
Expenses:					
	Estimated payroll until May 2026				820,000
	Approved PO for payment				<u>632,193</u>
Total					1,452,193
Estimated Cash Balance, May 31, 2026				\$	1,620,882

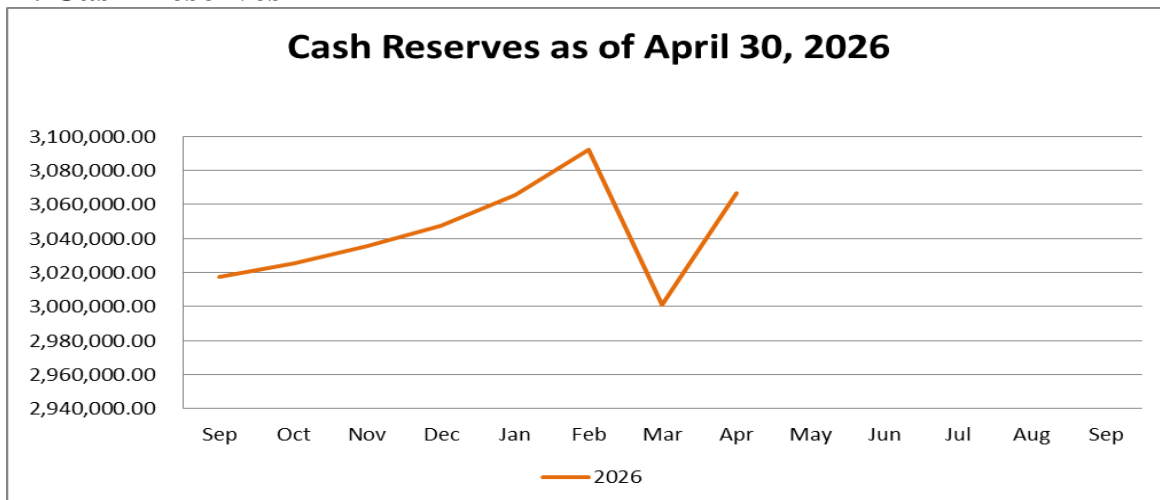
IV. Account Receivable from Students

SIS Receivable Balance as of April 30, 2026

Spring 2026 Balance	668,628.60	
Fall 2025 Balance	745,689.80	
Summer 2025 Balance	212,763.89	
Prior Terms	10,555,593.67	12,182,675.96
Written-off		(3,221,034.43)
Allowance		<u>(7,627,150.99)</u>
Balance		<u>1,334,490.54</u>

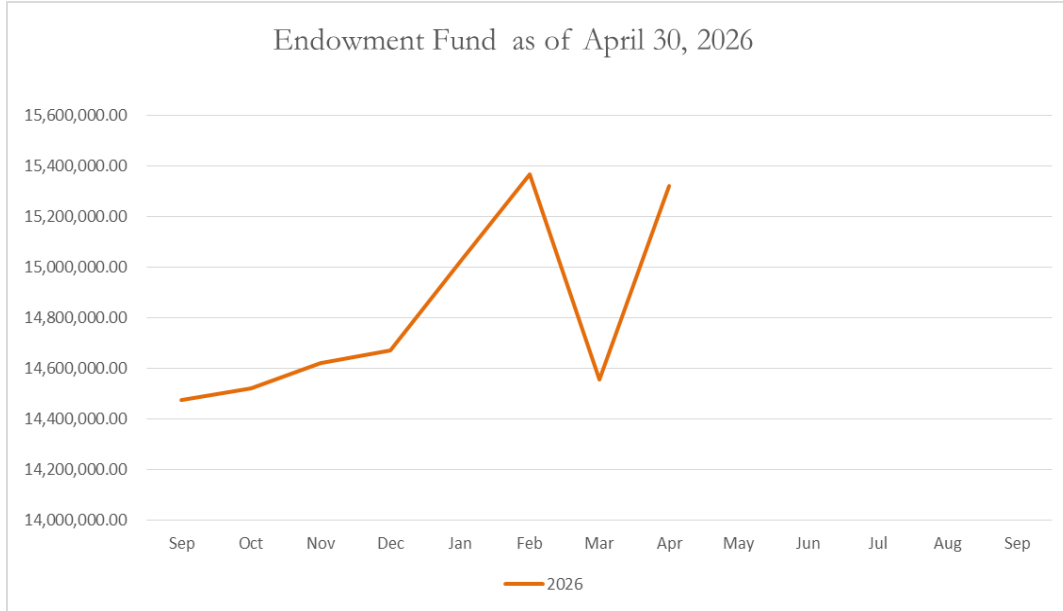
V. Investments as of April 30, 2026

A. Cash Reserves



The Cash Reserves Investment experienced an unrealized loss of \$91,632 in March 2026. It recovers in April resulting a unrealized income to date of \$49,291.

B. Endowment Fund



The Endowment Fund Investment experienced an unrealized loss of \$814,413 in March 2026. It recovers in April resulting a unrealized income to date of \$849,007.

C. Total Investments



The college total investment experienced an unrealized loss of \$906,045 in March 2026. It recovers in April resulting a unrealized income to date of \$898,298.

VI. FY2025 Audit Status – ongoing

VII. Business Operation

- A. Staff shortfall – 4 special contracts (3 students)
- B. Digital Timekeeping grant- ongoing
- C. Cloud migration of MIP Accounting System- ongoing

VIII. Auxiliary Services Operation

A. Bookstore Operation

Bookstore				
		Budget	Actual Expenses	Balance
2022		1,178,496.00	1,594,062.55	(415,566.55)
2023		1,178,496.00	1,298,474.60	(119,978.60)
2024		1,017,115.00	893,790.76	123,324.24
2025		1,017,115.00	898,890.03	118,224.97
2026(Apr 30)		1,035,934.12	562,958.71	472,975.41
		Sales	Cost of Sales	Income
2022		1,386,341.47	1,594,062.55	(207,721.08)
2023		1,006,350.88	1,298,474.60	(292,123.72)
2024		981,394.58	893,790.76	87,603.82
2025		1,105,997.36	898,890.03	207,107.33
2026(Apr 30)		365,463.86	562,958.71	(197,494.85)

The bookstore operates on a self-sustaining basis and continues to support the college by meeting the needs of students, faculty, and staff. In 2022 and 2023, bookstore expenditures exceeded the budget due to the purchase of laptops for students. These costs were charged at cost to the Covid Assistance Grant. In 2022 and 2023, the college also recognized an allowance for inventory losses on obsolete books that can no longer be sold. This resulted in significant operational losses for the bookstore. The losses projected for FY 2026 are temporary and are due to advance stock purchases in preparation for the Summer Term.

B. Dining Hall Operation

Dining Hall Operation				
	Budget	Actual Expenses	Balance	
2022	911,398.00	690,300.68	221,097.32	
2023	911,398.00	705,951.19	205,446.81	
2024	911,398.00	689,524.67	221,873.33	
2025	911,398.00	632,762.01	278,635.99	
2026(Apr 30)	922,059.00	310,496.61	611,562.39	
	Sales	Cost of Sales	Balance	
2022	589,117.80	690,300.68	(101,182.88)	
2023	627,660.38	705,951.19	(78,290.81)	
2024	565,850.58	689,524.67	(123,674.09)	
2025	459,568.19	632,762.01	(173,193.82)	
2026(Apr 30)	188,436.06	310,496.61	(122,060.55)	

The Dining Hall operation experienced a significant financial loss as a result of a decrease in the number of students residing in the Resident Hall and increased commodity costs. To address these losses, expenses were monitored by reducing staff numbers, controlling portion sizes, and expanding service offerings. Additionally, an increase in the meal ticket fee was proposed to offset the rising cost of commodities.