



# TOURO COLLEGE & UNIVERSITY SYSTEM

*Office of the Senior Vice President and  
Chief Financial Officer*

500 Seventh Avenue  
New York, NY 10018-4502  
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Meln@touro.edu

**TO:** Digital Assurance Certification, LLC, Disclosure Dissemination Agent:

**CC:** The Bank of New York Mellon, As Trustee  
California Municipal Finance Authority as Issuer  
City of Henderson, Nevada Public Improvement Trust, as Issuer  
Dormitory Authority of the State of New York, as Issuer

**RE:** California Municipal Finance Authority  
Touro College and University System  
Obligated Group Revenue Bonds  
Series 2014A, \$17,545,000  
Dated June 26, 2014

City of Henderson, Nevada Public Improvement Trust  
Touro College and University System  
Obligated Group Revenue Bonds  
Series 2014A \$24,365,000 and  
Series 2014B (Taxable) \$11,905,000  
Dated June 26, 2014

Dormitory Authority of the State of New York  
Touro College and University System  
Obligated Group Revenue Bonds  
Series 2014A \$55,960,000 and  
Series 2014B (Federally Taxable) \$38,325,000  
Dated June 26, 2014

## **Semiannual Report**

### **EXHIBIT A.**

#### **Unaudited Financial Statements**

Touro College Consolidated Unaudited Financial Statements and Schedules, including financial information for the operations of the Obligated Group, for the six months ended December 31, 2016.

### **EXHIBIT B.**

#### **Semiannual Operating Data**

2016 Fall Semester Enrollment  
Total Headcount and Full-time Equivalents



# TOURO COLLEGE & UNIVERSITY SYSTEM

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## Certification

I hereby certify that this Semiannual Report and attachments listed above and attached hereto is the Semiannual Report and Semiannual Financial Information required to be submitted to the Municipal Securities Rulemaking Board pursuant to Agreements to Provide Continuing Disclosure by and between each of the Issuers listed above and Touro College, as Obligated Person, The Bank of New York Mellon, as Trustee, and Digital Assurance Certification, LLC, as exclusive Disclosure Dissemination Agent, with respect to the bond issues referenced above.

Respectfully submitted this  
23 day of March, 2017

TOURO COLLEGE  
Obligated Person

A handwritten signature in blue ink, appearing to read 'Melvin M. Ness', written over a horizontal line.

By: Melvin M. Ness  
Senior Vice President and  
Chief Financial Officer  
As Disclosure Representative

**EXHIBITA.**

**Unaudited Financial Statements**

Touro College Consolidated Unaudited Financial Statements and Schedules, including financial information for the operations of the Obligated Group, for the six months ended December 31, 2016.

**TOURO COLLEGE AND RELATED ENTITIES**

Consolidated Financial Statements and Schedules

December 31, 2016

(unaudited)

**TOURO COLLEGE AND RELATED ENTITIES****Consolidated Statements of Financial Position****December 31, 2016 and 2015****(Dollars in thousands)****UNAUDITED**

<b>Assets</b>	<b>2016</b>	<b>2015</b>
Cash and cash equivalents	\$ 79,822	38,744
Receivables:		
Student tuition and fees, net	8,311	7,506
Student loans, net	14,945	15,488
Other	42,881	28,408
Investments	103,834	104,938
Property and equipment, net	534,681	535,911
Deposits with bond trustee	29,852	39,169
Other assets	25,644	31,490
Beneficial interest in perpetual trusts	11,323	11,359
Total assets	<u>\$ 851,293</u>	<u>813,013</u>
<b>Liabilities and Net Assets</b>		
Liabilities:		
Accounts and accrued expenses payable	\$ 31,399	26,043
Accrued payroll and related benefits payable	40,510	30,000
Deferred revenue	112,911	74,511
Lines of credit and short-term debt	23,025	25,975
Long-term debt, net	254,559	265,813
Refundable federal student loans	10,567	10,757
Other liabilities	7,367	17,942
Total liabilities	<u>480,338</u>	<u>451,041</u>
Net assets :		
Unrestricted	294,151	291,308
Temporarily restricted	34,364	29,940
Permanently restricted	42,440	40,724
Total net assets	<u>370,955</u>	<u>361,972</u>
Total liabilities and net assets	<u>\$ 851,293</u>	<u>813,013</u>

TOURO COLLEGE AND RELATED ENTITIES

Consolidated Statements of Activities

Six Months ended December 31, 2016 and 2015

(Dollars in thousands)

UNAUDITED

	2016				2015			
	Unrestricted	Temporarily restricted	Permanently restricted	Total	Unrestricted	Temporarily restricted	Permanently restricted	Total
Operating revenue:								
Tuition and fees, net of allowance:	\$ 219,278	-	-	219,278	211,250	-	-	211,250
Less scholarships and grants	(18,030)	-	-	(18,030)	(18,075)	-	-	(18,075)
Net tuition and fees	201,248	-	-	201,248	193,175	-	-	193,175
Affiliation contracts and faculty practice	14,780	-	-	14,780	14,843	-	-	14,843
Government grants for research and sponsored projects	15,634	-	-	15,634	11,699	-	-	11,699
Contributions and private grants	3,367	2,445	401	6,213	4,231	499	5	4,735
Investment return	2,012	111	-	2,123	2,065	(423)	-	1,642
Auxiliary enterprises	5,780	-	-	5,780	5,299	-	-	5,299
Other	4,840	5	-	4,845	2,957	3	-	2,960
Net assets released from restrictions	633	(633)	-	-	417	(395)	(22)	-
Total operating revenue	248,294	1,928	401	250,623	234,686	(316)	(17)	234,353
Operating expenses:								
Instruction and research	114,995	-	-	114,995	111,852	-	-	111,852
Academic support	37,129	-	-	37,129	39,079	-	-	39,079
Affiliation contracts and faculty practice	13,816	-	-	13,816	14,710	-	-	14,710
Student services	24,755	-	-	24,755	22,682	-	-	22,682
Institutional support	40,374	-	-	40,374	39,843	-	-	39,843
Auxiliary enterprises	7,593	-	-	7,593	7,854	-	-	7,854
Total operating expenses	238,662	-	-	238,662	236,020	-	-	236,020
Change in net assets from operating activities	9,632	1,928	401	11,961	(1,334)	(316)	(17)	(1,667)
Nonoperating activities:								
Investment return greater than (less than) amount appropriated for operations	2,949	1,907	-	4,856	(3,560)	(2,327)	-	(5,887)
Change in fair value of interest rate swaps	950	-	-	950	(194)	-	-	(194)
Change in fair value of beneficial interest in perpetual trusts	-	-	316	316	-	-	(763)	(763)
Change in net assets	13,531	3,835	717	18,083	(5,088)	(2,643)	(780)	(8,511)
Net assets, beginning of period	280,620	30,529	41,723	352,872	296,396	32,583	41,504	370,483
Net assets, end of period	\$ 294,151	34,364	42,440	370,955	291,308	29,940	40,724	361,972
Supplemental disclosure:								
Interest expense allocated			\$	5,897				6,092
Operations and maintenance expense allocated			\$	40,053				43,129



**TOURO COLLEGE AND RELATED ENTITIES**

**Consolidated Statements of Cash Flows**

**Six Months ended December 31, 2016 and 2015**

**(Dollars in thousands)**

**UNAUDITED**

	<b>2016</b>	<b>2015</b>
Cash flows from operating activities:		
Change in net assets	\$ 18,083	(8,511)
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and amortization	13,202	12,724
Amortization of deferred financing costs	112	118
Amortization of bond premium, net	(120)	(79)
Accretion of imputed interest	58	699
Permanently restricted contributions	(401)	(5)
(Appreciation) depreciation in fair value of beneficial interest in perpetual trusts	(316)	763
Net change in fair value of investments	(8,362)	4,654
Change in fair value of interest rate swaps	(950)	194
Changes in operating assets and liabilities:		
Student tuition and fees receivable, net	656	(2,681)
Other receivables	(7,163)	5,447
Other assets	(1,264)	(1,325)
Accounts and accrued expenses payable	(4,438)	(3,344)
Accrued payroll and related benefits payable	4,718	546
Deferred tuition revenue	61,743	38,673
Other liabilities, net	3,380	(2,689)
Net cash provided by operating activities	<u>78,938</u>	<u>45,184</u>
Cash flows from investing activities:		
Purchases of property and equipment	(13,518)	(7,589)
Change in accounts payable for capital	(1,187)	(2,004)
Additions to assets held for sale	(382)	(89)
Proceeds from assets held for sale, net	-	206
Disbursement of student loans	(1,269)	(4,302)
Collection of student loans	934	3,457
Sales of investments	27,321	25,787
Purchases of investments	(22,317)	(22,879)
Net cash used in investing activities	<u>(10,418)</u>	<u>(7,413)</u>
Cash flows from financing activities:		
Lines of credit and short-term debt, net	(11,725)	(8,225)
Repayment of long-term debt	(2,948)	(2,389)
Advance (net) from the federal government for student loans	(267)	74
Change in deposits with bond trustee	2,476	566
Change in restricted cash	(10)	(14)
Permanently restricted contributions	401	5
Net cash used in financing activities	<u>(12,073)</u>	<u>(9,983)</u>
Net increase in cash and cash equivalents	56,447	27,788
Cash and cash equivalents, beginning of period	<u>23,375</u>	<u>10,956</u>
Cash and cash equivalents, end of period	\$ <u>79,822</u>	\$ <u>38,744</u>



**TOURO COLLEGE AND RELATED ENTITIES**  
**Schedule of Consolidating Information – Statement of Financial Position**  
**December 31, 2016**  
**(Dollars in thousands)**  
**UNAUDITED**

	MTI											
	Touro College excluding MTI and Law	Law	Touro College MTI Components	Touro University	Touro University Nevada	NYMC	Total MTI	Yeshiva operations	Hebrew Theological College	Adjustments & Eliminations	2016 Consolidated	
Assets												
Cash and cash equivalents	\$ 13,640	1,031	3,357	15,887	7,638	37,950	64,832	275	44	-	79,822	
Receivables:												
Student tuition and fees, net	1,051	274	632	550	413	4,122	5,717	183	1,086	-	8,311	
Student loans, net	3,412	62	61	71	129	11,210	11,471	-	-	-	14,945	
Other	9,589	2,296	9,498	404	4,114	15,026	29,042	1,452	802	(300)	42,881	
Due (to) from affiliates	(68,704)	(4,127)	56,916	25,790	16,248	(45)	98,909	(26,071)	(7)	-	-	
Investments	77,465	3,904	-	9,248	-	72,288	81,536	106	904	(60,081)	103,834	
Property and equipment, net	151,515	34,138	55,177	27,405	39,060	178,269	299,911	36,542	5,176	7,399	334,681	
Deposits with bond trustee	266	-	1,072	2,047	5,327	21,140	29,586	-	-	-	29,852	
Other assets	5,877	100	1,259	771	602	11,392	14,024	4,891	27	725	25,644	
Beneficial interest in perpetual trusts	-	-	-	-	-	11,323	11,323	-	-	-	11,323	
Total assets	\$ 194,111	37,678	127,972	82,173	73,531	362,675	646,351	17,378	8,032	(52,257)	851,293	
Liabilities and Net Assets												
Accounts and accrued expenses payable	\$ 8,811	461	1,977	4,008	2,826	12,631	21,442	180	505	-	31,399	
Accrued payroll and related benefits payable	16,353	624	1,690	4,329	2,748	13,671	22,438	1,084	11	-	40,510	
Deferred tuition revenue	4,580	51	35,472	20,283	13,350	39,162	108,267	13	-	-	112,911	
Lines of credit and short-term debt	5,000	-	-	-	-	18,025	18,025	-	-	-	23,025	
Long-term debt	70,589	20,213	23,696	17,216	35,626	83,412	159,950	962	3,145	(300)	254,559	
Refundable federal student loans	1,118	-	-	-	-	9,449	9,449	-	-	-	10,567	
Other liabilities	670	-	-	43	-	6,145	6,188	479	30	-	7,367	
Total liabilities	107,121	21,349	62,835	45,879	54,550	182,495	345,759	2,718	3,691	(300)	480,338	
Net assets:												
Unrestricted	80,562	9,409	63,728	36,110	16,888	121,664	238,390	13,710	4,037	(51,957)	294,151	
Temporarily restricted	4,985	3,994	1,409	184	2,093	20,576	24,262	950	173	-	34,364	
Permanently restricted	1,443	2,926	-	-	-	37,940	37,940	-	131	-	42,440	
Total net assets	86,990	16,329	65,137	36,294	18,981	180,180	300,592	14,660	4,341	(51,957)	370,955	
Total liabilities and net assets	\$ 194,111	37,678	127,972	82,173	73,531	362,675	646,351	17,378	8,032	(52,257)	851,293	

**TOURO COLLEGE AND RELATED ENTITIES**  
**Schedule of Consolidating Information - Statement of Activities**  
**Period ended December 31, 2016**  
**(Dollars in thousands)**  
**UNAUDITED**

	MTI										
	Touro College excluding MTI and Law	Law	Touro College MTI Components	Touro University	Touro University Nevada	NYMC	Total MTI	Yeshiva operations	Hebrew Theological College	Adjustments & Eliminations	2016 Consolidated
Operating revenue:											
Tuition and fees, net of allowance	\$ 57,964	11,001	56,305	36,461	23,898	30,788	147,452	701	2,160	-	219,278
Less scholarships and grants	(9,487)	(2,871)	(903)	(2,417)	(254)	(1,185)	(4,759)	-	(913)	-	(18,030)
Net tuition and fees	48,477	8,130	55,402	34,044	23,644	29,603	142,693	701	1,247	-	201,248
Affiliation contracts and faculty practice	-	-	-	-	-	14,780	14,780	-	-	-	14,780
Government grants for research and sponsored projects	951	736	309	1,074	276	12,238	13,897	50	-	-	15,634
Contributions and private grants	207	256	421	423	2,138	1,807	4,789	35	1,682	(756)	6,213
Investment return	33	149	47	168	104	1,614	1,933	6	2	-	2,123
Auxiliary enterprises	1,018	-	332	79	1,235	2,247	3,893	210	659	-	5,780
Other	1,444	60	85	13	539	3,847	4,484	163	209	(1,515)	4,845
Total operating revenue	52,130	9,331	56,596	35,801	27,936	66,136	186,469	1,165	3,790	(2,271)	250,623
Operating expenses:											
Instruction and research	33,033	4,545	20,369	16,662	8,636	27,175	72,842	2,413	2,162	-	114,995
Academic support	12,567	2,088	11,690	2,334	2,897	4,968	21,889	570	15	-	37,129
Affiliation contracts and faculty practice	-	-	-	-	-	13,816	13,816	-	-	-	13,816
Student services	10,359	1,134	2,542	3,408	3,129	3,975	13,054	180	28	-	24,755
Institutional support	21,428	501	1,057	2,679	3,688	12,538	19,962	7	747	(2,271)	40,374
Institutional support - Touro College	(14,528)	-	6,221	4,837	3,470	-	14,528	-	-	-	-
Auxiliary enterprises	1,529	656	322	1,541	1,432	1,666	4,961	205	242	-	7,593
Total operating expenses	64,388	8,924	42,201	31,461	23,252	64,138	161,052	3,375	3,194	(2,271)	238,662
Change in net assets from operating activities	(12,258)	407	14,395	4,340	4,684	1,998	25,417	(2,210)	605	-	11,961
Nonoperating activities:											
Investment return greater than amount appropriated for operations	890	461	-	-	-	3,505	3,505	-	-	-	4,856
Change in fair value of interest rate swaps	-	950	-	-	-	-	-	-	-	-	950
Appreciation in fair value of beneficial interest in perpetual trusts	-	-	-	-	-	316	316	-	-	-	316
Change in net assets	(11,368)	1,818	14,395	4,340	4,684	5,819	29,238	(2,210)	605	-	18,083
Net assets, beginning of period	98,358	14,511	50,742	31,954	14,297	174,361	271,354	16,870	3,736	(51,957)	352,872
Net assets, end of period	\$ 86,990	16,329	65,137	36,294	18,981	180,180	300,592	14,660	4,341	(51,957)	370,955

**TOURO COLLEGE AND RELATED ENTITIES**  
**Schedule of Consolidating Information – Statement of Financial Position**  
**December 31, 2015**  
**(Dollars in thousands)**  
**UNAUDITED**

Assets	Touro College excluding MTI and Law	Law	MTI				Total MTI	Yeshiva operations	Hebrew Theological College	Adjustments & Eliminations	2015 Consolidated
			Touro College MTI Components	Touro University	Touro University Nevada	NYMC					
Cash and cash equivalents	\$ 12,333	633	1,342	12,105	7,790	3,633	24,870	262	446	-	38,744
Receivables:											
Student tuition and fees, net	948	236	985	2,349	719	808	4,861	92	1,369	-	7,506
Student loans, net	-	-	4,179	398	120	10,791	15,488	-	-	-	15,488
Other	9,052	2,185	1,204	482	554	13,315	15,755	812	1,204	(600)	28,408
Due (to) from affiliates	(50,493)	(5,725)	40,195	22,517	21,060	-	83,772	(27,554)	-	-	-
Investments	78,075	3,497	-	9,138	-	73,755	82,893	97	457	(60,081)	104,938
Property and equipment, net	(61,590)	37,182	49,693	27,219	38,697	172,377	287,986	36,501	5,253	7,399	535,911
Deposits with bond trustee	255	-	1,068	2,028	5,278	30,540	38,914	-	-	-	39,169
Other assets	6,862	581	1,684	1,071	1,169	14,226	18,150	5,100	72	725	31,490
Beneficial interest in perpetual trusts	-	-	-	-	-	11,359	11,359	-	-	-	11,359
Total assets	\$ 218,822	38,589	100,350	77,307	75,387	331,004	584,048	15,310	8,801	(52,557)	813,013
<b>Liabilities and Net Assets</b>											
Accounts and accrued expenses payable	\$ 5,669	746	2,880	2,137	1,454	12,226	18,697	366	565	-	26,043
Accrued payroll and related benefits payable	11,613	1,080	637	2,910	2,158	11,379	17,084	164	59	-	30,000
Deferred tuition revenue	6,157	171	28,103	17,738	13,298	8,835	67,974	26	183	-	74,511
Lines of credit and short-term debt	5,000	-	-	-	-	20,975	20,975	-	-	-	25,975
Long-term debt	74,637	21,483	22,503	18,163	37,021	87,358	165,045	1,702	3,346	(600)	265,813
Refundable federal student loans	1,118	-	-	-	-	9,639	9,639	-	-	-	10,757
Other liabilities	15,820	-	-	33	-	1,662	1,695	321	106	-	17,942
Total liabilities	120,014	23,480	54,123	40,981	53,931	152,074	301,109	2,579	4,459	(600)	451,041
Net assets:											
Unrestricted	92,503	7,851	45,450	36,131	20,712	124,026	226,319	12,731	3,861	(51,957)	291,308
Temporarily restricted	4,862	4,398	777	195	744	18,614	20,330	-	350	-	29,940
Permanently restricted	1,443	2,860	-	-	-	36,290	36,290	-	131	-	40,724
Total net assets	98,808	15,109	46,227	36,326	21,456	178,930	282,939	12,731	4,342	(51,957)	361,972
Total liabilities and net assets	\$ 218,822	38,589	100,350	77,307	75,387	331,004	584,048	15,310	8,801	(52,557)	813,013

**TOURO COLLEGE AND RELATED ENTITIES**  
**Schedule of Consolidating Information - Statement of Activities**  
**Six Months ended December 31, 2015**  
**(Dollars in thousands)**  
**UNAUDITED**

	Touro College excluding MTI and Law	Law	MTI					Yeshiva operations	Hebrew Theological College	Adjustments & Eliminations	2015 Consolidated
			Touro College MTI Components	Touro University	Touro University Nevada	NYMC	Total MTI				
Operating revenue:											
Tuition and fees, net of allowance:	\$ 61,440	11,907	46,848	34,339	22,369	29,845	133,401	881	3,621	-	211,250
Less scholarships and grants	(10,264)	(3,097)	(287)	(1,470)	(62)	(1,775)	(3,594)	(3)	(1,117)	-	(18,075)
Net tuition and fees	51,176	8,810	46,561	32,869	22,307	28,070	129,807	878	2,504	-	193,175
Affiliation contracts and faculty practice	-	-	-	-	-	14,843	14,843	-	-	-	14,843
Government grants for research and sponsored projects	997	618	143	612	227	9,102	10,084	-	-	-	11,699
Contributions and private grants	245	478	204	213	373	1,432	2,222	105	1,685	-	4,735
Investment return	(131)	(44)	(22)	(181)	(1)	2,030	1,826	(9)	-	-	1,642
Auxiliary enterprises	1,264	-	243	449	765	2,286	3,743	292	-	-	5,299
Other	678	105	147	6	456	1,627	2,236	448	93	(600)	2,960
Total operating revenue	54,229	9,967	47,276	33,968	24,127	59,390	164,761	1,714	4,282	(600)	234,353
Operating expenses:											
Instruction and research	34,990	5,202	17,493	15,858	7,852	25,305	66,508	2,698	2,454	-	111,852
Academic support	13,678	2,948	10,166	3,476	3,106	5,061	21,809	644	-	-	39,079
Affiliation contracts and faculty practice	-	-	-	-	-	14,710	14,710	-	-	-	14,710
Student services	9,701	1,311	2,760	2,925	2,187	3,456	11,328	244	98	-	22,682
Institutional support	19,720	331	218	3,047	4,086	12,251	19,602	5	785	(600)	39,843
Institutional support - Touro College	(14,528)	-	6,221	4,837	3,470	-	14,528	-	-	-	-
Auxiliary enterprises	2,406	593	314	616	1,249	2,215	4,394	183	278	-	7,854
Total operating expenses	65,967	10,385	37,172	30,759	21,950	62,998	152,879	3,774	3,615	(600)	236,020
Change in net assets from operating activities	(11,738)	(418)	10,104	3,209	2,177	(3,608)	11,882	(2,060)	667	-	(1,667)
Nonoperating activities:											
Investment return less than amount appropriated for operations	(87)	(560)	-	-	-	(5,240)	(5,240)	-	-	-	(5,887)
Change in fair value of interest rate swaps	-	(194)	-	-	-	-	-	-	-	-	(194)
Depreciation in fair value of beneficial interest in perpetual trusts	-	-	-	-	-	(763)	(763)	-	-	-	(763)
Change in net assets	(11,825)	(1,172)	10,104	3,209	2,177	(9,611)	5,879	(2,060)	667	-	(8,511)
Net assets, beginning of period	110,633	16,281	36,123	33,117	19,279	188,541	277,060	14,791	3,675	(51,957)	370,483
Net assets, end of period	\$ 98,808	15,109	46,227	36,326	21,456	178,930	282,939	12,731	4,342	(51,957)	361,972

**TOURO COLLEGE AND RELATED ENTITIES**  
**Schedule of Master Trust Indenture Combined Statements of Activities**  
**For the period ended December 31, 2016 and 2015**  
**(Dollars in thousands)**  
**UNAUDITED**

	2016				2015			
	Unrestricted	Temporarily restricted	Permanently restricted	Total	Unrestricted	Temporarily restricted	Permanently restricted	Total
Operating revenue:								
Tuition and fees, net of allowance	\$ 147,452	-	-	147,452	133,401	-	-	133,401
Less scholarships and grants	(4,759)	-	-	(4,759)	(3,594)	-	-	(3,594)
Net tuition and fees	142,693	-	-	142,693	129,807	-	-	129,807
Affiliation contracts and faculty practice	14,780	-	-	14,780	14,843	-	-	14,843
Government grants for research and sponsored projects	13,897	-	-	13,897	10,084	-	-	10,084
Contributions and private grants	2,217	2,171	401	4,789	2,109	113	-	2,222
Investment return	1,823	110	-	1,933	1,881	(55)	-	1,826
Auxiliary enterprises	3,893	-	-	3,893	3,743	-	-	3,743
Other	4,484	-	-	4,484	2,236	-	-	2,236
Net assets released from restrictions	344	(344)	-	-	10	(10)	-	-
Total operating revenue	184,131	1,937	401	186,469	164,713	48	-	164,761
Operating expenses:								
Instruction and research	72,842	-	-	72,842	66,508	-	-	66,508
Academic support	21,836	53	-	21,889	21,809	-	-	21,809
Affiliation contracts and faculty practice	13,816	-	-	13,816	14,710	-	-	14,710
Student services	13,054	-	-	13,054	11,328	-	-	11,328
Institutional support	19,962	-	-	19,962	19,602	-	-	19,602
Institutional support – Touro College	14,528	-	-	14,528	14,528	-	-	14,528
Auxiliary enterprises	4,961	-	-	4,961	2,236	-	-	2,236
Total operating expenses	160,999	53	-	161,052	150,721	-	-	150,721
Change in net assets from operating activities	23,132	1,884	401	25,417	13,992	48	-	14,040
Nonoperating activities:								
Investment return greater (less) than amount appropriated for operations	1,953	1,552	-	3,505	(2,913)	(2,327)	-	(5,240)
Increase (decrease) in fair value of beneficial interest in perpetual trusts	-	-	316	316	-	-	(763)	(763)
Change in net assets	25,085	3,436	717	29,238	11,079	(2,279)	(763)	8,037
Net assets, beginning of year	213,262	20,869	37,223	271,354	217,421	22,586	37,053	277,060
Net assets, end of year	\$ 238,347	24,305	37,940	300,592	228,500	20,307	36,290	285,097

**TOURO COLLEGE AND RELATED ENTITIES**  
**Master Trust Indenture Combined Statements of Cash Flows**  
**Six months ended December 31, 2016 and 2015**  
**(Dollars in thousands)**  
**(UNAUDITED)**

	<u>2016</u>	<u>2015</u>
Cash flows from operating activities:		
Change in net assets	\$ 29,238	8,037
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and amortization	8,541	8,085
Amortization of deferred financing costs	371	37
Accretion of imputed interest	58	79
Depreciation in fair value of beneficial interest in perpetual trusts	(316)	763
Net change in fair value of investments	(6,863)	3,700
Student tuition and fees receivable, net	934	(1,308)
Other receivables	(4,637)	3,699
Other assets, net	(431)	(701)
Accounts and accrued expenses payable	(5,320)	(1,224)
Accrued payroll and related benefits payable	1,679	577
Deferred tuition revenue	64,198	38,651
Other liabilities, net	3,342	(1,675)
Net cash provided by operating activities	<u>90,794</u>	<u>58,720</u>
Cash flows from investing activities:		
Purchases of property and equipment	(12,949)	(3,719)
Change in accounts payable for capital	-	(1,025)
Disbursement of student loans	(1,154)	(6,603)
Collection of student loans	200	2,437
Sales of investments	22,806	19,720
Purchases of investments	(17,351)	(16,074)
Net cash used in investing activities	<u>(8,448)</u>	<u>(5,264)</u>
Cash flows from financing activities:		
Lines of credit and short-term debt, net	(2,725)	(225)
Repayment of long-term debt	(720)	(1,198)
Advance (net) from the federal government for student loans	(267)	74
Increase in deposits with bond trustee	2,482	564
Advances to affiliates	(32,048)	(32,359)
Net cash used in financing activities	<u>(33,278)</u>	<u>(33,144)</u>
Net increase in cash and cash equivalents	49,068	20,312
Cash and cash equivalents, beginning of period	<u>15,764</u>	<u>4,558</u>
Cash and cash equivalents, end of period	<u>\$ 64,832</u>	<u>24,870</u>

**EXHIBIT B.**

**Semiannual Operating Data**

2016 Fall Semester Enrollment

Total Headcount and Full-time Equivalents



**Touro College and University System  
Fall Enrollment**

College	2016 Fall
Foreign Programs	181
Graduate School of Education	2,931
Graduate School of Psychology	215
Lander Colleges	2,900
Law School	468
New York School of Career and Applied S	3,345
Other Graduate Programs	800
School of Health Sciences**	1,098
TouroCOM**	1,127
TouroRx**	347
Dental School**	111
<b>Sub-Total - Touro College</b>	<b>13,523</b>
TU**	2,571
TUN**	1,254
NYMC**	1,497
Yeshivas	141
HTC	461
<b>Total Touro College and University System</b>	<b>19,447</b>
<b>Obligated Group Fall Enrollment</b>	<b>8,005</b>

**Touro College and University System  
Fall Full-Time Equivalent Enrollment**

College	2016 Fall
Foreign Programs	172
Graduate School of Education	1,864
Graduate School of Psychology	175
Lander Colleges	2,590
Law School	462
New York School of Career and Applied S	2,876
Other Graduate Programs	673
School of Health Sciences**	1,067
TouroCOM**	1,126
TouroRx**	345
Dental School**	111
<b>Sub-Total - Touro College</b>	<b>11,461</b>
TU**	2,258
TUN**	1,124
NYMC**	1,364
Yeshivas	141
HTC	217
<b>Total Touro College and University System</b>	<b>16,565</b>
<b>Obligated Group FTE Enrollment</b>	<b>7,395</b>

**\*\*Included in the Obligated Group**