

**The University of Texas at El Paso
Department of Intercollegiate Athletics
Agreed-Upon Procedures Report
For the Fiscal Year Ended August 31, 2023**



January 2024

PERFORMED BY BAKER TILLY ON BEHALF OF
THE UNIVERSITY OF TEXAS SYSTEM AUDIT OFFICE

**The University of Texas at El Paso
Department of Intercollegiate Athletics**

Agreed-Upon Procedures Report

August 31, 2023

The University of Texas at El Paso
Department of Intercollegiate Athletics

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Independent Accountants' Report

Heather Wilson, President
The University of Texas at El Paso

National Collegiate Athletic Association

We have performed the procedures enumerated below to confirm whether the accompanying schedule of revenues and expenses (unaudited) (the Schedule) of The University of Texas at El Paso (the University) Department of Intercollegiate Athletics is in compliance with National Collegiate Athletic Association (NCAA) Bylaw 20.2.4.17 for the year ended August 31, 2023 (the reporting period). The University's management is responsible for the accompanying Schedule.

The University has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of the engagement of complying with NCAA Bylaw 20.2.4.17. Additionally, the NCAA has specified in their Bylaws the procedures to be performed and, therefore has agreed to and acknowledged that the procedures performed are appropriate to meet their purposes. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

Material exceptions for reporting are defined as errors or misclassifications equal to or greater than 1% of total revenues or expenses. Immaterial differences, if any, were discussed with management and adjusted as needed on the Schedule.

The procedures we performed, and our associated findings are as follows:

Agreed-Upon Procedures Related to the Schedule of Revenues and Expenses

- We obtained the Schedule for the year ended August 31, 2023, as prepared by management. We compared the amounts reported on the Schedule to the University's general ledger.

We found no exceptions as a result of these procedures.

Revenue General

- Compared and agreed each operating revenue category reported in the Schedule during the reporting period to supporting schedules provided by the University. If a specific reporting category was less than 4% of the total operating revenues, net of the University's direct and indirect support, no procedures were required for that specific category.

We found no exceptions as a result of these procedures.

- Compared and agreed a sample of 25 operating revenue receipts obtained from the above operating revenue supporting schedules to adequate supporting documentation. The sample was selected from revenue categories that exceeded 4% of total operating revenues, net of the University's direct and indirect support.

We found no exceptions as a result of these procedures.

- Compared each major revenue account over 10% of the total revenues, net of the University's direct and indirect support, to prior period amounts and budget estimates. Obtained and documented an explanation from management of any variations greater than 10%. The analysis is included as a supplement to this report.

We found no exceptions as a result of these procedures.

The above-referenced testing included the following procedures for specific revenue sources:

Ticket Sales

- Compared tickets sold during the reporting period, complimentary tickets provided during the reporting period and unsold tickets to the related revenue reported by the University in the Schedule and the related attendance figures.
- Recalculated totals.

We found no exceptions as a result of these procedures.

Direct State or Other Government Support

- There was no direct state or other governmental support reported on the Schedule, so no procedures were performed.

Student Fees

- Compared and agreed student fees reported by the University in the Schedule for the reporting period to student enrollments during the same reporting period and recalculated totals.
- Obtained documentation of the University's methodology for allocating student fees to intercollegiate athletics programs.
- If the athletics department is reporting that an allocation of student fees should be countable as generated revenue, recalculated the totals of their methodology for supporting that they are able to count each sport. Tied the calculation to supporting documents such as seat manifests, ticket sales reports, and student fee totals.

We found no exceptions as a result of these procedures.

Direct Institutional Support

- Compared the direct institutional support recorded by the University during the reporting period with the institutional supporting budget transfers documentation and other corroborative supporting documentation.
- Recalculated totals.

We found no exceptions as a result of these procedures.

Transfers Back to Institution

- There were no total transfers back to the institution reported on the Schedule, so no procedures were performed.

Indirect Institutional Support

- Compared the indirect institutional support recorded by the University during the reporting period with expense payments, cost allocation detail and other corroborative supporting documentation.
- Recalculated totals.

We found no exceptions as a result of these procedures.

Guarantees

- Selected a sample of settlement reports for away games during the reporting period and agreed each selection to the institution's general ledger and/or the Schedule and recalculate totals.
- Selected a sample of contractual agreements pertaining to revenues derived from guaranteed contests during the reporting period. Compared and agreed each selection to the institution's general ledger and/or the Schedule and recalculate totals.

We found no exceptions as a result of these procedures.

Contributions

- Requested contributions of moneys, goods or services received directly by the intercollegiate athletics program from any affiliated or outside organization, agency or group of individuals (two or more) not included above (e.g., contributions by corporate sponsors) that constitute 10% or more in aggregate for the reporting period of all contributions received for intercollegiate athletics during the reporting period. There were no contributions of 10% or more in the current year. We selected a sample of contributions and obtained supporting documentation.
- Recalculated totals.

We found no exceptions as a result of these procedures.

In-Kind

- As the total in-kind contributions reported on the Schedule were less than 4% of total revenues, net of the University's direct and indirect support, no procedures were performed.

Compensation and Benefits Provided by a Third Party

- As the total compensation and benefits provided by a third party reported on the Schedule were less than 4% of total revenues, net of the University's direct and indirect support, no procedures were performed.

Media Rights

- As the total media rights reported on the Schedule were less than 4% of total revenues, net of the University's direct and indirect support, no procedures were performed.

NCAA Distributions

- Compared the amounts recorded in the revenue and expense reporting to general ledger detail for NCAA distributions and other corroborative supporting documents.
- Recalculated totals.

We found no exceptions as a result of these procedures.

Conference Distributions and Conference Distribution of Football Bowl Generated Revenue

- Obtained and inspected agreements related to the University's conference distributions and participation in revenue from tournaments during the reporting period.
- Compared and agreed the related revenues to the University's general ledger, and/or the Schedule.
- Recalculated totals.

We found no exceptions as a result of these procedures.

Program, Novelty, Parking and Concession Sales

- As the total program sales, concessions, novelty sales and parking reported on the Schedule were less than 4% of total revenues, net of the University's direct and indirect support, no procedures were performed.

Royalties, Licensing, Advertisements and Sponsorships

- Obtained and inspected agreements related to the University's participation in revenues from royalties, licensing, advertisements and sponsorships during the reporting period for relevant terms and conditions.
- Compared and agreed the related revenues to the University's general ledger, and/or the Schedule.
- Recalculated totals.

We found no exceptions as a result of these procedures.

Sports Camp Revenues

- As the total sports camp revenues reported on the Schedule were less than 4% of total revenues, net of the University's direct and indirect support, no procedures were performed.

Athletics Restricted Endowment and Investment Income

- As the total athletics restricted endowment and investment income reported on the Schedule were less than 4% of total revenues, net of the University's direct and indirect support, no procedures were performed.

Other Operating Revenue

- As the total other revenue reported on the Schedule were less than 4% of total revenues, net of the University's direct and indirect support, no procedures were performed.

Football Bowl Revenue

- There was no football bowl revenue support reported on the Schedule, so no procedures were performed.

Expense General

- Compared and agreed each expense category reported in the Schedule during the reporting period to supporting schedules provided by the University. If a specific reporting category was less than 4% of the total expenses, net of the University's athletic student aid and indirect support, no procedures were required for that specific category.

We found no exceptions as a result of these procedures.

- Compared and agreed a sample of 25 expenses obtained from the above operating expense supporting schedules to supporting documentation. The sample was selected from expense categories that exceeded 4% of total operating expenses, net of the University's athletic student aid and indirect support.

We found no exceptions as a result of these procedures.

- Compared each major expense account over 10% of the total expenses, net of the University's athletic student aid and indirect support, to prior period amounts and budget estimates. Obtained and documented an explanation from management of any variations greater than 10%. The analysis is included as a supplement to this report.

We found no exceptions as a result of these procedures.

The above referenced testing included the following procedures for specific operating expense transactions:

Athletic Student Aid

- Selected a sample of 60 students (20% of total student-athletes with a maximum sample size of 60) from the listing of institutional student aid recipients during the reporting period.
- Obtained individual student account detail for each selection and compared total aid in the University's student system to the student's detail in Compliance Assistant (CA) or University's report that ties directly to the NCAA Membership Financial Reporting System.
- Performed a check of each student selected to determine whether their information was reported accurately in either the NCAA's CA software or entered directly into the NCAA Membership Financial Reporting System using the criteria as defined by the 2023 NCAA Agreed Upon Procedures Manual page 32-34.
- Recalculated totals for each sport and overall.

We found no exceptions as a result of these procedures.

Guarantees

- As the total guarantees reported on the Schedule were less than 4% of total expenses, net of the University's athletic student aid and indirect support, no procedures were performed.

Coaching Salaries, Benefits and Bonuses Paid by the University and Related Entities

- Obtained and inspected a listing of coaches employed by the University and related entities during the reporting period. Selected a sample of coaches' contracts that included football, and men's and women's basketball from the listing.
- Compared and agreed the financial terms and conditions of each selection to the related coaching salaries, benefits and bonuses recorded by the University in the Schedule during the reporting period.
- Obtained and inspected payroll summary registers for the reporting period for each selection.
- Compared and agreed payroll summary registers from the reporting period to the related coaching salaries, benefits and bonuses paid by the University and recorded by the University in the Schedule during the reporting period.
- Compared and agreed the totals recorded to any employment contracts executed for the sample selected.
- Recalculated totals.

We found no exceptions as a result of these procedures.

Coaching Salaries, Benefits and Bonuses Paid by a Third Party

- As the total coaching other compensation and benefits paid by third party reported on the Schedule were less than 4% of total expenses, net of the University's athletic student aid and indirect support, no procedures were performed.

Support Staff/Administrative Compensation, Benefits and Bonuses Paid by the University and Related Entities

- Selected a sample of support staff/administrative personnel employed by the University during the reporting period.
- Obtained and inspected the reporting period summary payroll register for each selection. Compared and agreed related summary payroll register to the related support staff administrative salaries, benefits and bonuses paid by the University and recorded by the University in the Schedule during the reporting period.
- Recalculated totals.

We found no exceptions as a result of these procedures.

Support Staff/Administrative Compensation, Benefits and Bonuses Paid by a Third Party

- As the total support staff/administrative other compensation and benefits paid by a third party reported on the Schedule were less than 4% of total expenses, net of the University's athletic student aid and indirect support, no procedures were performed.

Severance Payments

- There were no severance payments reported on the Schedule, so no procedures were performed.

Recruiting

- As the total recruiting reported on the Schedule were less than 4% of total expenses, net of the University's athletic student aid and indirect support, no procedures were performed.

Team Travel

- Obtained a copy of the University's team travel policies. Compared and agreed existing University team travel policies to NCAA related policies.
- Obtained general ledger detail and compared to the total expenses reported.
- Recalculated totals.

We found no exceptions as a result of these procedures.

Sports Equipment, Uniforms and Supplies

- Obtained general ledger detail and compared to the total expenses reported.
- Selected a sample of transactions to validate existence of transaction and accuracy of recording and recalculated totals.

We found no exceptions as a result of these procedures.

Game Expenses

- Obtained general ledger detail and compared to the total expenses reported. Selected a sample of transactions to validate existence of transaction and accuracy of recording.
- Recalculated totals.

We found no exceptions as a result of these procedures.

Fund Raising, Marketing and Promotion

- As the fund raising, marketing and promotion reported on the Schedule were less than 4% of total expenses, net of the University's athletic student aid and indirect support, no procedures were performed.

Sports Camp Expenses

- As the sports camp expenses reported on the Schedule were less than 4% of total expenses, net of the University's athletic student aid and indirect support, no procedures were performed.

Spirit Groups

- There were no spirit groups reported on the Schedule, so no procedures were performed.

Athletic Facilities Debt Service, Leases and Rental Fees

- Obtained a listing of debt service schedules, lease payments and rental fees for athletics facilities for the reporting period. Compared a sample of facility payments including the top two highest facility payments to supporting documentation (e.g., debt financing agreements, leases, rental agreements).
- Compared amounts recorded to amounts listed in the general ledger detail.
- Recalculated totals.

We found no exceptions as a result of these procedures.

Direct Overhead and Administrative Expenses

- Obtained general ledger detail and compared to the total expenses reported. Selected a sample of transactions to validate existence of transaction and accuracy of recording.
- Recalculated totals.

We found no exceptions as a result of these procedures.

Indirect Institutional Support

- See procedures performed in the revenue section - Indirect Institutional Support

We found no exceptions as a result of these procedures.

Medical Expenses and Medical Insurance

- As the medical expenses and medical insurance reported on the Schedule were less than 4% of total expenses, net of the University's athletic student aid and indirect support, no procedures were performed.

Memberships and Dues

- As the memberships and dues reported on the Schedule were less than 4% of total expenses, net of the University's athletic student aid and indirect support, no procedures were performed.

Student-Athlete Meals (Non-Travel)

- As the student-athlete meals (non-travel) reported on the Schedule were less than 4% of total expenses, net of the University's athletic student aid and indirect support, no procedures were performed.

Other Operating Expenses and Transfers to Institution

- As the other operating expenses and transfers to institution reported on the Schedule were less than 4% of total expenses, net of the University's athletic student aid and indirect support, no procedures were performed.

Football Bowl Expenses

- There were no football bowl expenses reported on the Schedule, so no procedures were performed.

Additional Minimum Agreed-Upon Procedures

- For Grants-in-Aid - Compared and agreed the sports sponsored reported in the NCAA Membership Financial Reporting System to the Calculation of Revenue Distribution Equivalencies Report (CRDE) from Compliance Assistant (CA) or other report that supports the equivalency calculations from the University.
- For Grants-in-Aid - Compared the current year Grants-in-Aid revenue distribution equivalencies to prior year reported equivalencies per the Membership Financial Report submission and documented an explanation for any variations greater than +/- 4%.

We found no exceptions as a result of the procedures.

- For Sports Sponsorship - Compared the Sports Sponsorship and Demographics Forms to the minimum requirements set forth in Bylaw 20.10.6.3, related to the number of contests and the number of participants. Compared the sponsored sports to the countable sports for revenue distribution reported in the NCAA Membership Financial Reporting System. Compared the current year number of sports sponsored to prior year reported total per the Membership Financial Report submission and inquired and documented an explanation for any variance.

We found no exceptions as a result of the procedures.

- For Pell Grants - Agreed the total number of Division I student athletes who, during the academic year, received a Pell Grant award (e.g. Pell Grant recipients on Full Grants-in-Aid, Pell Grant recipients on Partial Grants-in Aid and Pell Grant recipients with no Grants-in-Aid) and the total value of these Pell Grants reported in the NCAA Membership Financial Reporting System to a report, generated out of the University's financial aid records, of all student-athlete Pell Grants. Also agreed the students selected in the Athletic Student Aid procedures noted above who received Pell grants back to the report generated from the University's financial aid records of all student athlete Pell grant recipients.
- For Pell Grants - Compared the current year total Pell Grants to the prior year reported total per the Membership Financial Report submission for any variance greater than 20 grants. There was not a variance greater than +/-20 grants.

We found no exceptions as a result of the procedures.

Minimum Agreed-Upon Procedures Program for Other Reporting Items

The following is a complete listing of the minimum agreed-upon procedures for other reporting items, by category performed:

Excess Transfers to Institution and Conference Realignment Expenses

- There were no excess transfers to the University and conference realignment expenses reported on the Schedule, so no procedures were performed.

Total Athletics Related Debt

- Obtained repayment schedules for all outstanding intercollegiate athletics debt during the reporting period. Recalculated annual maturities (consisting of principal and interest) provided in the schedules obtained.
- Agreed the total annual maturities and total outstanding athletic related debt to supporting documentation and the University's general ledger, as applicable.

We found no exceptions as a result of these procedures.

Total Institutional Debt

- Agreed the total outstanding debt to supporting documentation and the University's general ledger or audited financial statements, as applicable.

We found no exceptions as a result of these procedures.

Value of Athletics Dedicated Endowments

- Obtained a schedule of all athletics dedicated endowments maintained by athletics, the University, and affiliated organizations. Agreed the fair value in the Schedule to supporting documentation and the general ledger or audited financial statements, as applicable.

We found no exceptions as a result of these procedures.

Value of Institutional Endowments

- Agreed the fair value of the University's endowments to supporting documentation and the University's general ledger or audited financial statements, as applicable.

We found no exceptions as a result of these procedures.

Total Athletics Related Capital Expenditures

- Obtained a schedule of athletics related capital expenditures made by athletics, the University and affiliated organizations during the reporting period.
- Obtained general ledger detail and compared to the total expenses reported. Selected a sample of transactions to validate existence of transactions and accuracy of recording and recalculated totals.

We found no exceptions as a result of these procedures.

We were engaged by the University to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants. We were not engaged to and did not conduct an audit or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on the accompanying Schedule of the University for the year ended August 31, 2023. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of the University and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

This report is intended solely for the information and use of the President and members of management of the University and an authorized representative of the NCAA, and is not intended to be, and should not be, used by anyone other than these specified parties.



Pittsburgh, Pennsylvania
January 12, 2024

The University of Texas at El Paso
Department of Intercollegiate Athletics
Schedule of Revenues and Expenses (Unaudited)
Year Ended August 31, 2023

	Football	Men's Basketball	Men's Other	Women's Basketball	Women's Other	Non Program Specific	Total
Operating Revenues							
Ticket sales	\$ 956,484	\$ 788,472	\$ -	\$ 64,568	\$ 72,142	\$ 20	\$ 1,881,686
Direct state or other government support	-	-	-	-	-	-	-
Student fees	-	-	-	-	-	9,254,063	9,254,063
Direct institutional support	1,423,127	375,761	272,722	247,349	988,033	7,052,848	10,359,840
Less transfers to institution	-	-	-	-	-	-	-
Indirect institutional support	-	-	-	-	-	1,805,964	1,805,964
Indirect institutional support - athletic facilities debt service, lease and rental fees	295,058	236,725	-	236,725	-	-	768,508
Guarantees	1,000,000	183,000	-	-	6,000	-	1,189,000
Contributions	915,396	1,406,915	193,297	98,822	259,783	1,026,738	3,900,951
In-kind	-	-	-	-	-	91,785	91,785
Compensation and benefits provided by a third party	21,346	1,294	1,294	-	10,026	12,613	46,573
Media rights	464,311	379,001	-	11,770	-	17,120	872,202
NCAA distributions	-	188,625	-	-	-	1,133,433	1,322,058
Conference distributions (nonmedia and nonfootball bowl)	32,229	-	-	10,000	-	4,613,276	4,655,505
Conference distributions of football bowl generated revenue	1,275,781	-	-	-	-	-	1,275,781
Program, novelty, parking and concession sales	52,973	2,597	-	-	-	258,116	313,686
Royalties, licensing, advertisements and sponsorships	1,173,108	797,258	-	125,283	-	218,230	2,313,879
Sports camp revenues	5,192	11,434	1,922	921	134,644	-	154,113
Athletics restricted endowment and investment income	22,176	194,829	34,350	178,932	5,273	61,655	497,215
Other operating revenue	3,200	295	120	115	1,347	80	5,157
Football bowl revenues	-	-	-	-	-	-	-
Total operating revenues	7,640,381	4,566,206	503,705	974,485	1,477,248	25,545,941	40,707,966
Operating Expenses							
Athletic student aid	2,770,683	509,778	740,531	578,772	2,676,499	525,656	7,801,919
Guarantees	300,000	136,321	-	57,125	19,277	-	512,723
Coaching salaries, benefits and bonuses paid by the University and related entities	2,917,553	1,314,588	346,899	676,231	1,393,056	-	6,648,327
Coaching salaries, benefits and bonuses paid by a third party	21,346	1,294	1,294	-	10,026	-	33,960
Support staff/administrative compensation, benefits and bonuses paid by the University and related entities	688,171	285,626	30,683	67,655	39,594	3,921,827	5,033,556
Support staff/administrative compensation, benefits and bonuses paid by third party	-	-	-	-	-	12,613	12,613
Severance payments	-	-	-	-	-	-	-
Recruiting	341,112	114,490	22,004	79,691	118,130	5,177	680,604
Team travel	1,085,543	751,160	314,847	350,798	883,392	-	3,385,740
Sports equipment, uniforms and supplies	513,864	116,730	118,942	59,910	307,096	-	1,116,542
Game expenses	726,503	401,359	-	193,633	119,518	2,199	1,443,212
Fund raising, marketing and promotion	160,151	63,789	33,296	19,194	3,779	506,810	787,019
Sports camp expenses	8,071	16,459	1,058	2,477	144,127	-	172,192
Spirit groups	-	-	-	-	-	-	-
Athletic facilities debt service, leases and rental fees	956,405	417,307	-	415,307	14,500	-	1,803,519
Direct overhead and administrative expenses	410,170	457,283	32,812	92,510	174,990	661,261	1,829,026
Indirect institutional support	-	-	-	-	-	1,805,964	1,805,964
Medical expenses and insurance	27,805	3,167	3,954	11,080	42,542	672,800	761,348
Memberships and dues	400	-	3,104	-	3,801	388,289	395,594
Student-athlete meals (nontravel)	566,933	57,044	26,802	28,567	78,803	14,431	772,580
Other operating expenses	69,695	51,260	19,573	12,021	41,007	196,447	390,003
Football bowl expenses	-	-	-	-	-	-	-
Football bowl expenses, coaching compensation/bonuses	-	-	-	-	-	-	-
Total operating expenses	11,564,405	4,697,655	1,695,799	2,644,971	6,070,137	8,713,474	35,386,441
Excess (deficiency) of revenues over (under) expenses	\$ (3,924,024)	\$ (131,449)	\$ (1,192,094)	\$ (1,670,486)	\$ (4,592,889)	\$ 16,832,467	\$ 5,321,525

See notes to schedule of revenues and expenses (unaudited)

The University of Texas at El Paso
Department of Intercollegiate Athletics

Notes to Schedule of Revenues and Expenses (Unaudited)
Year Ended August 31, 2023

1. Basis of Presentation

The accompanying schedule of revenues and expenses (the Schedule) for the fiscal year ended August 31, 2023 includes the revenues and expenses of the Department of Intercollegiate Athletics of The University of Texas at El Paso (the University) and its intercollegiate athletic programs.

The activities reported within the Schedule include all men's and women's intercollegiate athletic programs. Certain shared costs are allocated to the individual sports based on the relative benefits provided by such activities. The Schedule includes the revenues and expenses of an outside organization, which falls under the University's internal accounting control. To the extent this organization makes contributions to the University, the contributions are recorded in the Schedule.

In accordance with National Collegiate Athletic Association (NCAA) financial agreed-upon procedures guidelines, restricted gifts and endowment earnings are reported in the Schedule based upon the existence of conditions placed upon the use of the award by the donor. In addition, plant-related activity such as depreciation is not included in the Schedule. However, the University's policy in regard to property, plant and equipment is to record such assets at cost, or if acquired by gift, at fair value at the date of the gift. Assets are depreciated using the straight-line method over the estimated useful lives of the assets. As assets are retired, sold, or otherwise disposed of, the cost and related accumulated depreciation are removed from the accounts, and gains and losses resulting from such transactions are recorded. Maintenance and repairs are expensed as incurred.

The accompanying Schedule has been prepared on the accrual basis of accounting and in accordance with NCAA Bylaws, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Equipment purchases and debt principal payments, which are reported as expenses in the accompanying Schedule, would be capitalized and presented as assets or as a reduction of liabilities, respectively, on the statement of financial position of financial statements prepared in conformity with accounting principles generally accepted in the United States of America.

2. Contributions Constituting More Than 10% of All Contributions

There was no revenue from contributions constituting more than 10% for fiscal year 2023. We selected a sample of contributions and obtained supporting documentation.

3. Capital Assets

Athletics acquires, approves, depreciates, and disposes assets in accordance with the University's institutional policy as follows:

- Acquisition - Athletics acquires capital assets through the normal process at the institution. All purchases are centralized and are to be made using the method that provides the best value to the University. Informal quotes are required for purchases above \$15,000, and comparative procurement is required for all assets above \$50,000. The capitalization threshold is \$5,000.
- Approval - Debt-financed capital asset purchases are approved by the Vice President for Business Affairs.
- Depreciation - Depreciation is allocated to Athletics assets, or portions of real-assets, under the control of Athletics. Depreciation is calculated on a straight-line basis.
- Disposal - Disposal of capital assets must be done in accordance with State of Texas law and institutional policy.

The University of Texas at El Paso
Department of Intercollegiate Athletics

Notes to Schedule of Revenues and Expenses (Unaudited)
Year Ended August 31, 2023

4. Long-Term Debt

Total University debt outstanding, net of issuance cost, at August 31, 2023 was \$196,268,000. Total University debt outstanding related to athletic facilities, net of issuance cost, at August 31, 2023 was approximately \$21,619,000. Total debt service (principal and interest) for the year ended August 31, 2023 was \$33,342,192.

5. Intercollegiate Athletics-Related Property and Equipment

Property, plant and equipment, net as of August 31, 2023 was \$24,555,070. Additions and deletions for the year ended August 31, 2023 was \$280,259 and \$0, respectively.

6. Intercollegiate Athletics Endowment Funds

The value of endowment funds at August 31, 2023 dedicated to the sole support of athletics totaled \$15,181,484.

7. Intercollegiate Athletics Pledge Receivables

The value of outstanding pledge receivables at August 31, 2023 to support athletics totaled \$1,854,000.

The University of Texas at El Paso
Department of Intercollegiate Athletics

Reportable Variances in Revenues and Expenses to Budget and Prior Period (Unaudited)
Year Ended August 31, 2023

	<u>2023</u> <u>Actual</u>	<u>2023</u> <u>Budget</u>	<u>Budget to</u> <u>Actual</u> <u>Variance</u>	<u>2022</u> <u>Actual</u>	<u>2023 to 2022</u> <u>Variance</u>
Operating Revenues					
Student fees	\$ 9,254,063	\$ -	\$ 9,254,063 1	\$ 7,874,846 2	\$ 1,379,217
Direct institutional support	\$ 10,359,840	-	\$ 10,359,840 1	\$ 9,187,383	\$ 1,172,457
Contributions	\$ 3,900,951	-	\$ 3,900,951 1	\$ 3,441,395 3	\$ 459,556
Conference distributions (nonmedia and nonfootball bowl)	\$ 4,655,505	-	\$ 4,655,505 1	\$ 42,963 4	\$ 4,612,542
Operating Expenses					
Athletic student aid	\$ 7,801,919	-	\$ 7,801,919 1	\$ 7,747,039	\$ 54,880
Coaching salaries, benefits and bonuses paid by the University and related entities	\$ 6,648,327	-	\$ 6,648,327 1	\$ 6,482,174	\$ 166,153
Support staff/administrative compensation, benefits and bonuses paid by the University and related entities	\$ 5,033,556	-	\$ 5,033,556 1	\$ 4,487,048 5	\$ 546,508
Team travel	\$ 3,385,740	-	\$ 3,385,740 1	\$ 2,771,480 6	\$ 614,260

1 Due to the unavailability of support for budget estimates for each major revenue and expense account over 10% of total revenues and total expenses, we were unable to compare the revenue and expense amount reported in the current period to the current year budget estimates.

2 Increased student fees are a result of increased allocations to offset increased operating expenses related to football operations & team travel, the addition of repair and replacement reserves and to cover revenue shortfalls related to football season tickets and gate receipts.

3 Increased contributions are a result of football premium seating sales increased compared to PY, FY23 was the first year the University could offer premium area at 100% (as FY22 we still had

4 Increased conference distributions (nonmedia and nonfootball bowl) are a result of conference realignment buyouts - two years of distributions were recognized in FY23.

5 Increased support staff/administrative compensation, benefits and bonuses paid by the University and related entities increased as a result of added positions and salary increases.

6 Increased team travel as a result of an increase in inflation costs. Buses and hotel costs nearly doubled and also added an additional sport (WBV).