

**The University of Texas Rio Grande Valley
Department of Intercollegiate Athletics
Agreed-Upon Procedures Report
For the Fiscal Year Ended August 31, 2024**



January 2025

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

**The University of
Texas Rio Grande Valley
Department of Intercollegiate Athletics**

Agreed-Upon Procedures Report

August 31, 2024

The University of Texas Rio Grande Valley
Department of Intercollegiate Athletics

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Independent Accountants' Report

Guy Bailey, Ph.D., President
The University of Texas Rio Grande Valley

National Collegiate Athletic Association

We have performed the procedures enumerated below to confirm whether the accompanying schedule of revenue and expenses (unaudited) (the Schedule) of The University of Texas Rio Grande Valley (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, 2024 (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.

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, 2024, 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 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

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

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

- Selected a sample of student fees transactions during the reporting period and agreed each selection to the institution's general ledger and/or the Schedule and recalculate totals.
- 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 transfers back to the University reported on the Schedule, so no procedures were performed.

Indirect Institutional Support

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

Guarantees

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

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 was 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

- There was no compensation and benefits provided by a third party reported on the Schedule, so no procedures were performed.

Media Rights

- There were no media rights reported on the Schedule, so no procedures were performed.

NCAA Distributions

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

Conference Distributions and Conference Distribution of Football Bowl Generated Revenue

- As the total conference distributions and conference distribution of football bowl generated revenue reported on the Schedule was less than 4% of total revenues, net of the University's direct and indirect support, no procedures were performed.

Program, Novelty, Parking and Concession Sales

- There were no program, novelty, parking and concession sales reported on the Schedule, so no procedures were performed.

Royalties, Licensing, Advertisements and Sponsorships

- Obtained and inspected a sample of 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 was 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 was less than 4% of total revenues, net of the University's direct and indirect support, no procedures were performed.

Other Revenue

- As the total other revenue reported on the Schedule was 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 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 41 students (20% of the total student athletes) 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 2024 NCAA Agreed Upon Procedures Manual pages 32-34.
- Recalculated totals for each sport and overall.

We found no exceptions as a result of these procedures.

Guarantees

- As the total of guarantees expenses reported on the Schedule was less than 4% of total operating 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 Third Party

- There were no coaching other compensation and benefits paid by third party reported on the Schedule, so 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

- There were no support staff/administrative other compensation and benefits paid by a third party reported on the Schedule, so no procedures were performed.

Severance Payments

- As the total severance payments 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.

Recruiting

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

Team Travel

- Selected a sample of team travel transactions during the reporting period and agreed each selection to the institution's general ledger and/or the Schedule and recalculate totals.
- 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 compare 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 expenses reported on the Schedule, so no procedures were performed.

Athletic Facilities Debt Service, Leases and Rental Fees

- There were no athletic facilities debt service, leases and rental fees reported on the Schedule, so no procedures were performed.

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.
- Compared amounts recorded to amounts listed in the general ledger.
- Recalculated totals.

We found no exceptions as a result of these procedures.

Indirect Institutional Support

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

Medical Expenses and Insurance

- As the medical expenses and 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.

Other Operating Expenses

- 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.

Student-Athlete Meals (Non-Travel)

- As the total of student-athletes meals (non-travel) expenses reported on the Schedule was less than 4% of total operating 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 institution.
- For Grants-in-Aid - We also 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 exceptions as a result of the procedures. For Sports Sponsorship reported to the NCAA, the revenue distribution equivalency for Baseball, Men's Basketball, Men's Cross Country, Men's Soccer, Men's Tennis, Women's Basketball, Women's Cross Country, Women's Tennis and Women's Volleyball did not agree to the report that supports the equivalency calculations from the University. Subsequent to the identification of the errors, the University corrected the reported information in the NCAA's Membership Financial Reporting System.

- 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. We compared the sponsored sports to the countable sports for revenue distribution reported in the NCAA Membership Financial Reporting System.
- We also 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 these 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 audited financial statements, if available, or the University's general ledger.

We found no exceptions as a result of these procedures, we agreed the total outstanding debt for the University into the University of Texas system audited financial statements since the debt is not held at the University level.

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, the University's general ledger, and audited financial statements, if available.

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, the University's general ledger and/or audited financial statements, if available.

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
- 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, 2024. 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.

Baker Tilly US, LLP

Pittsburgh, Pennsylvania
January 14, 2024

The University of Texas at Rio Grande Valley
Department of Intercollegiate Athletics

Schedule of Revenues and Expenses (Unaudited)
Year Ended August 31, 2024

	Men's Basketball	Men's Other	Women's Basketball	Women's Other	Non Program Specific	Total
Operating Revenues						
Ticket sales	\$ 228,012	\$ 66,364	\$ 88,814	\$ 30,869	\$ 14,542	\$ 428,601
Direct state or other government support	-	-	-	-	-	-
Student fees	-	-	-	-	14,175,138	14,175,138
Direct institutional support	-	-	-	-	6,054,511	6,054,511
Less transfers to institution	-	-	-	-	-	-
Indirect institutional support	52,951	128,263	41,975	97,561	271,573	592,323
Indirect institutional support, athletic facilities debt service, lease and rental fees	-	-	-	-	-	-
Guarantees	5,000	238,500	25,000	20,500	2,700	291,700
Contributions	29,099	197,705	1,169	86,667	1,032,603	1,347,243
In-kind	26,426	61,494	29,348	39,422	-	156,690
Compensation and benefits provided by a third party	-	-	-	-	-	-
Media rights	-	-	-	-	-	-
NCAA distributions	-	-	-	-	39,994	39,994
Conference distributions (nonmedia and nonfootball bowl)	-	-	-	-	223,880	223,880
Conference distributions of football bowl generated revenue	-	-	-	-	-	-
Program, novelty, parking and concession sales	-	-	-	-	-	-
Royalties, licensing, advertisements and sponsorships	-	-	-	-	933,199	933,199
Sports camp revenues	21,968	27,427	-	46,188	4,540	100,123
Athletics restricted endowment and investment income	-	-	-	-	45,507	45,507
Other operating revenue	3,177	146	-	-	9,263	12,586
Football bowl revenues	-	-	-	-	-	-
Total operating revenues	<u>366,633</u>	<u>719,899</u>	<u>186,306</u>	<u>321,207</u>	<u>22,807,450</u>	<u>24,401,495</u>
Operating Expenses						
Athletic student aid	248,361	1,153,544	444,589	1,327,366	49,096	3,222,956
Guarantees	96,106	53,067	9,399	5,242	-	163,814
Coaching salaries, benefits and bonuses paid by the University and related entities	461,219	1,265,697	516,826	958,277	1,352,464	4,554,483
Coaching salaries, benefits and bonuses paid by a third party	-	-	-	-	-	-
Support staff/administrative compensation, benefits and bonuses paid by the University and related entities	19,001	211,951	36,161	649	3,358,900	3,626,662
Support staff/administrative compensation, benefits and bonuses paid by third party	-	-	-	-	-	-
Severance payments	-	250,000	-	-	-	250,000
Recruiting	38,211	147,301	67,824	76,159	139,680	469,175
Team travel	345,608	953,878	280,926	720,552	-	2,300,964
Sports equipment, uniforms and supplies	105,025	199,120	42,027	149,137	403,309	898,618
Game expenses	-	628	-	3,106	746,159	749,893
Fund raising, marketing and promotion	1,392	3,677	-	23,812	146,433	175,314
Sports camp expenses	250	5,756	101	5,727	1,830	13,664
Spirit groups	-	-	-	-	-	-
Athletic facilities debt service, leases and rental fees	-	-	-	-	-	-
Direct overhead and administrative expenses	40,007	126,023	38,261	58,099	2,374,722	2,637,112
Indirect institutional support	52,951	128,263	41,975	97,561	271,573	592,323
Medical expenses and insurance	-	3,064	1,708	-	120,089	124,861
Memberships and dues	-	8,965	2,270	25,087	128,010	164,332
Student-athlete meals (non-travel)	25,331	51,278	10,949	19,396	40,553	147,507
Other operating expenses	-	-	-	-	526,834	526,834
Football bowl expenses	-	-	-	-	-	-
Football bowl expenses, coaching compensation/bonuses	-	-	-	-	-	-
Total operating expenses	<u>1,433,462</u>	<u>4,562,212</u>	<u>1,493,016</u>	<u>3,470,170</u>	<u>9,659,652</u>	<u>20,618,512</u>
Excess (deficiency) of revenues over (under) expenses	<u>\$ (1,066,829)</u>	<u>\$ (3,842,313)</u>	<u>\$ (1,306,710)</u>	<u>\$ (3,148,963)</u>	<u>\$ 13,147,798</u>	<u>\$ 3,782,983</u>

See notes to schedule of revenues and expenses (unaudited)

The University of Texas Rio Grande Valley
Department of Intercollegiate Athletics

Notes to Schedule of Revenues and Expenses (Unaudited)
Year Ended August 31, 2024

1. Basis of Presentation

The accompanying schedule of revenues and expenses (the Schedule) for the fiscal year ended August 31, 2024 includes the revenues and expenses of the Department of Intercollegiate Athletics of The University of Texas Rio Grande Valley (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. Affiliated and Outside Organizations

The only affiliated and outside organization related to the University's Athletics Department and not under management's accounting control is the UTRGV Foundation, an independent not-for-profit corporation formed exclusively for charitable, educational and scientific purposes, and to assist in the development of the University. It may hold fundraising events to support the Athletics Department through donations to the V Club, which is the fundraising arm of the University's Athletic department.

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 University. All purchases are centralized and are to be made using the method that provides the best value to the University. Competitive bidding is required for requests above \$15,000 (unless an Exclusive Acquisition Justification is approved by the Procurement Office). The capitalization threshold for equipment and vehicles is \$5,000. The capitalization threshold for building improvements and facilities and other improvements is \$100,000.
- Approval - The Director of Athletics approves capital expenditures between \$5,000 and \$15,000. For major capital projects, the Director of Athletics works with the University President and Executive Vice President for Finance and Administration to plan and obtain approval.

The University of Texas Rio Grande Valley
Department of Intercollegiate Athletics

Notes to the Statement of Revenues and Expenses (Unaudited)
Year Ended August 31, 2024

- 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.

4. Long-Term Debt

Total University debt outstanding, net of issuance cost, at August 31, 2024 was \$197,756,283. Total University debt outstanding related to athletic facilities, net of issuance cost, at August 31, 2024 was approximately \$65,484,690. Total debt service (principal and interest) for the year ended August 31, 2024 was \$547,895.

5. Intercollegiate Athletics-Related Property and Equipment

Property, plant and equipment, net as of August 31, 2024 was \$102,599,005. Additions and deletions for the year ended August 31, 2024 were \$71,413,301 and \$0, respectively.

6. Intercollegiate Athletics Endowment Funds

The value of endowment funds at August 31, 2024 dedicated to the sole support of athletics totaled \$873,188.

7. Intercollegiate Athletics Pledge Receivables

The value of outstanding pledge receivables at August 31, 2024 to support athletics totaled \$869,159.

The University of Texas at Rio Grande Valley
Department of Intercollegiate Athletics

Reportable Variances in Revenues and Expenses to Budget and Prior Period (Unaudited)

Year Ended August 31, 2024

	<u>2024</u> <u>Actual</u>	<u>2024</u> <u>Budget</u>	<u>Budget</u> <u>to Actual</u> <u>Variance</u>	<u>2023</u> <u>Actual</u>	<u>2024</u> <u>to 2023</u> <u>Variance</u>	
Operating Revenues						
Student fees	\$ 14,175,138	\$ 13,490,887	\$ 684,251	\$ 10,113,861	\$ 4,061,277	A
Direct institutional support	6,054,511	3,793,310	2,261,201	4,666,296	1,388,215	B
Contributions	1,347,243	-	1,347,243	1,122,938	224,305	C
Royalties, licensing, advertisements and sponsorships	933,199	505,000	428,199	1,265,232	(332,033)	E
Operating Expenses						
Athletic student aid	3,222,956	2,569,558	653,398	2,917,578	305,378	F
Coaching salaries, benefits and bonuses paid by the University and related entities	4,554,483	5,781,827	(1,227,344)	3,599,870	954,613	H
Support staff/administrative compensation, benefits and bonuses paid by the University and related entities	3,626,662	2,315,119	1,311,543	3,222,818	403,844	I
Team travel	2,300,964	2,127,435	173,529	2,075,600	225,364	J
Direct overhead and administrative expenses	2,637,112	2,324,433	312,679	1,628,268	1,008,844	K

- A** The increase in student fees is associated with incoming freshman class that were eligible to pay the athletic fee.
- B** The increase is associated with a year end entry that reclassified \$892,000 in corporate sponsorship to direct institutional support for year end reporting purposes.
- C** The increase reflects increased fundraising efforts associated with the start of the football and women's swimming and dive programs. Also, the University does not budget for contributions.
- D** The University budgeted for an \$892,000 reclassification in corporate sponsorship to direct institutional support.
- E** The reduction is associated with a year end entry that reclassified \$892K in corporate sponsorship to direct institutional support for year end reporting purposes.
- F** The increase reflects year of year increases in full grant in aid or equivalencies in several sports.
- G** The University focuses on budgeting coaching and support staff in total, which overall had a difference of \$84,199.
- H** The increase reflects salaries for football coaches and swim and dive coaches for new athletic programs.
- I** The increase reflects associated support staff for the newly created athletic programs.
- J** The increase reflects inflation related costs associate with airfare, hotel and charter busses.
- K** The increase reflects investments into the football and swim and dive programs with funds that were derived from fundraising efforts.