

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

Agreed-Upon Procedures Report

August 31, 2024

The University of Texas at El Paso
Department of Intercollegiate Athletics

Table of Contents
August 31, 2024

	<u>Page</u>
Independent Accountants' Report	1
Financial Schedule (Unaudited)	
Schedule of Revenues and Expenses	11
Notes to Schedule of Revenues and Expenses	12
Supplementary Information (Unaudited)	
Reportable Variances in Revenues and Expenses to Budget and Prior Period	14

Independent Accountants' Report

Heather Wilson, Ph. D., 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, 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. 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, 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 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 sample of 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 government 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 to Institution

- There were no transfers to 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 University'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 University'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 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

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

NCAA Distributions

- Obtained and inspected a sample of agreements related to the University's NCAA distributions and participation in revenues from tournaments 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 result of these procedures

Conference Distributions and Conference Distribution of Football Bowl Generated Revenue

- Obtained and inspected a sample of agreements related to the University's conference distributions and participation in revenues from tournaments 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 result of these procedures

Program, Novelty, Parking and Concession Sales

- As the total program, novelty, parking and concession 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.

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 30 students (10% 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 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 Third Party

- As the total coaching salaries, benefits and bonuses paid by third party 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.

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

Severance Payments

- As the total severance payments 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.

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 University'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 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 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.

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 total fund raising, marketing and promotion 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.

Sports Camp Expenses

- As the total sports camp expenses 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.

Spirit Groups

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

Athletic Facilities Debt Service, Leases and Rental Fees

- Selected a sample of athletic facilities debt service, leases and rental fees transactions during the reporting period and agreed each selection to the University's general ledger and/or the Schedule and recalculate totals.
- 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.
- 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.
- Compared amounts recorded to amounts listed in the general ledger detail.
- 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 total medical expenses and medical insurance 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.

Memberships and Dues

- As the total memberships and dues 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.

Student-Athlete Meals (Non-Travel)

- As the total student-athlete meals (non-travel) 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.

Other Operating Expenses and Transfers to Institution

- As the total other operating expenses and transfers to institution 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.

Football Bowl Expenses

- There was no football bowl expense 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 - 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 no exceptions as a result of these 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. 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 institution 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 and recalculate 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 13, 2025

The University of Texas at El Paso
Department of Intercollegiate Athletics

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

	Football	Men's Basketball	Men's Other	Women's Basketball	Women's Other	Non Program Specific	Total
Operating Revenues							
Ticket sales	\$ 882,015	\$ 561,003	\$ -	\$ 77,831	\$ 248,070	\$ -	\$ 1,768,919
Direct state or other government support	-	-	-	-	-	-	-
Student fees	-	-	-	-	-	9,252,829	9,252,829
Direct institutional support	1,540,733	461,244	281,791	315,117	1,047,381	6,676,511	10,322,777
Less transfers to institution	-	-	-	-	-	-	-
Indirect institutional support	-	-	-	-	-	2,131,064	2,131,064
Indirect institutional support - athletic facilities debt service, lease and rental fees	8,191	236,668	-	236,668	-	-	481,527
Guarantees	1,450,000	254,583	-	-	7,000	-	1,711,583
Contributions	1,083,005	1,308,790	273,744	46,026	253,624	933,839	3,899,028
In-kind	-	-	-	-	-	171,359	171,359
Compensation and benefits provided by a third party	9,654	11,974	11,974	-	20,052	23,949	77,603
Media rights	488,214	442,791	-	15,141	-	22,023	968,169
NCAA distributions	-	437,644	-	-	-	1,163,087	1,600,731
Conference distributions (nonmedia and nonfootball bowl)	-	15,463	-	-	-	23,180	38,643
Conference distributions of football bowl generated revenue	1,734,615	-	-	-	-	-	1,734,615
Program, novelty, parking and concession sales	38,662	3,640	-	-	-	338,136	380,438
Royalties, licensing, advertisements and sponsorships	1,686,224	1,061,079	15,000	181,998	57,527	537,683	3,539,511
Sports camp revenues	9,386	29,683	-	4,251	153,866	-	197,186
Athletics restricted endowment and investment income	19,247	218,664	6,687	178,539	4,387	53,770	481,294
Other operating revenue	14,297	418	40	10	60	365,189	380,014
Football bowl revenues	-	-	-	-	-	-	-
Total operating revenues	<u>8,964,243</u>	<u>5,043,644</u>	<u>589,236</u>	<u>1,055,581</u>	<u>1,791,967</u>	<u>21,692,619</u>	<u>39,137,290</u>
Operating Expenses							
Athletic student aid	2,776,718	495,593	757,625	588,132	3,011,347	600,436	8,229,851
Guarantees	400,000	202,700	-	58,000	11,114	-	671,814
Coaching salaries, benefits and bonuses paid by the University and related entities	2,842,812	1,320,013	442,105	638,789	1,560,310	-	6,804,029
Coaching salaries, benefits and bonuses paid by a third party	9,654	11,974	11,974	-	20,052	-	53,654
Support staff/administrative compensation, benefits and bonuses paid by the University and related entities	1,375,324	579,175	30,432	136,065	39,069	3,239,100	5,399,165
Support staff/administrative compensation, benefits and bonuses paid by third party	-	-	-	-	-	23,949	23,949
Severance payments	775,323	-	-	-	-	-	775,323
Recruiting	399,606	104,871	32,225	76,349	137,875	8,645	759,571
Team travel	1,212,187	592,459	310,075	280,325	929,416	-	3,324,462
Sports equipment, uniforms and supplies	672,409	184,165	130,703	121,717	396,142	-	1,505,136
Game expenses	714,652	438,944	34,867	234,050	298,205	4,005	1,724,723
Fund raising, marketing and promotion	171,895	38,162	28,211	13,089	6,278	627,477	885,112
Sports camp expenses	19,036	26,439	-	5,350	130,319	-	181,144
Spirit groups	-	-	-	-	-	-	-
Athletic facilities debt service, leases and rental fees	670,044	415,207	-	415,207	-	-	1,500,458
Direct overhead and administrative expenses	529,532	427,641	62,374	72,717	177,044	1,196,967	2,466,275
Indirect institutional support	-	-	-	-	-	2,131,064	2,131,064
Medical expenses and insurance	8,649	608	477	-	7,924	772,716	790,374
Memberships and dues	1,020	-	1,590	360	1,910	407,849	412,729
Student-athlete meals (nontravel)	504,952	33,851	26,589	29,186	95,662	4,289	694,529
Other operating expenses	64,231	143,204	19,297	12,351	39,759	121,050	399,892
Football bowl expenses	-	-	-	-	-	-	-
Football bowl expenses, coaching compensation/bonuses	-	-	-	-	-	-	-
Total operating expenses	<u>13,148,044</u>	<u>5,015,006</u>	<u>1,888,544</u>	<u>2,681,687</u>	<u>6,862,426</u>	<u>9,137,547</u>	<u>38,733,254</u>
Excess (deficiency) of revenues over (under) expenses	<u>\$ (4,183,801)</u>	<u>\$ 28,638</u>	<u>\$ (1,299,308)</u>	<u>\$ (1,626,106)</u>	<u>\$ (5,070,459)</u>	<u>\$ 12,555,072</u>	<u>\$ 404,036</u>

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, 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 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. 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.

3. Athletics Long Term Debt

Total University debt outstanding, net of issuance cost, at August 31, 2024 was \$177,689,000.

The University of Texas at El Paso
Department of Intercollegiate Athletics

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

Total debt service related to athletic facilities (principal and interest) for the year ended August 31, 2024 was \$1,493,343. The aggregate future scheduled principal and interest payments on athletics related debt at August 31, 2024 is as follows:

Years ending August 31:	
2025	\$ 1,491,236
2026	1,490,572
2027	1,493,562
2028	1,490,958
2029	1,490,644
Thereafter	<u>24,395,060</u>
Total	<u>\$ 31,852,032</u>

3. Intercollegiate Athletics-Related Property and Equipment

Property, plant and equipment, net related to athletics as of August 31, 2024 was \$26,275,245. Additions and deletions for the year ended August 31, 2024 were \$4,713,101 and \$0, respectively.

4. Intercollegiate Athletics Endowment Funds

The value of endowment funds at August 31, 2024 dedicated to the sole support of athletics totaled \$15,940,088.

5. Intercollegiate Athletics Pledge Receivables

The value of outstanding pledge receivables at August 31, 2024 to support athletics totaled \$1,628,935.

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, 2024

	<u>2024 Actual</u>	<u>2024 Budget</u>	<u>Budget to Actual Variance</u>	<u>2023 Actual</u>	<u>2024 to 2023 Variance</u>
Operating Revenues					
Student fees	\$ 9,252,829	\$ -	\$ 9,252,829	A \$ 9,254,063	\$ (1,234)
Direct institutional support	\$ 10,322,777	\$ -	\$ 10,322,777	A \$ 10,359,840	\$ (37,063)
Contributions	\$ 3,899,028	\$ -	\$ 3,899,028	A \$ 3,900,951	\$ (1,923)
Royalties, licensing, advertisements and sponsorships	\$ 3,539,514	\$ -	\$ 3,539,514	A \$ 2,313,879	B \$ 1,225,635
Operating Expenses					
Athletic student aid	\$ 8,229,851	\$ -	\$ 8,229,851	A \$ 7,801,919	\$ 427,932
Coaching salaries, benefits and bonuses paid by the University and related entities	\$ 6,804,029	\$ -	\$ 6,804,029	A \$ 6,648,327	\$ 155,702
Support staff/administrative compensation, benefits and bonuses paid by the University and related entities	\$ 5,399,165	\$ -	\$ 5,399,165	A \$ 5,033,556	\$ 365,609

A 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.

B Increase in royalties, licensing, advertisements and sponsorships due to timing of receipt of Van Wagner payment.