

ATHLETIC DEPARTMENT
SOUTHEASTERN LOUISIANA UNIVERSITY
UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA



AGREED-UPON PROCEDURES REPORT
ISSUED JANUARY 26, 2022

**LOUISIANA LEGISLATIVE AUDITOR
1600 NORTH THIRD STREET
POST OFFICE BOX 94397
BATON ROUGE, LOUISIANA 70804-9397**

LEGISLATIVE AUDITOR
MICHAEL J. "MIKE" WAGUESPACK, CPA

FIRST ASSISTANT LEGISLATIVE AUDITOR
ERNEST F. SUMMERVILLE, JR., CPA

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TABLE OF CONTENTS

	Page
Independent Accountant’s Report on the Application of Agreed-Upon Procedures	2
	Statement
Financial Statement - Statement of Revenues and Expenses (Unaudited)..... A	13
Notes to the Financial Statement (Unaudited)	14



LOUISIANA LEGISLATIVE AUDITOR
MICHAEL J. "MIKE" WAGUESPACK, CPA

January 14, 2022

Independent Accountant's Report on the
Application of Agreed-Upon Procedures

**DR. JOHN CRAIN, PRESIDENT
SOUTHEASTERN LOUISIANA UNIVERSITY
UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA
Hammond, Louisiana**

We have performed the procedures enumerated below, which were agreed to by you, as President of the Southeastern Louisiana University (University), solely to assist you in evaluating whether the accompanying Statement of Revenues and Expenses (Statement) of the University's athletic department is in compliance with the National Collegiate Athletic Association (NCAA) Bylaw 3.2.4.17 for the year ended June 30, 2021. University management is responsible for the accuracy of the Statement (unaudited) and the related notes (unaudited) and the compliance with NCAA requirements. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of management of the University. Management of the University has acknowledged that the procedures performed are appropriate to meet the intended purpose of the engagement. 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.

The University specified a threshold of \$5,000 for reporting exceptions and the agreed-upon procedures described below were not applied to any transactions that fell under this amount, nor did we report any exceptions noted below this amount.

The procedures that we performed and our findings are as follows:

MINIMUM COMPLIANCE AGREED-UPON PROCEDURES

INTERNAL CONTROL

1. We obtained, through discussion with management, the identity of those aspects of internal control that management considers unique to intercollegiate athletics.
2. We performed procedures to test specific elements of the control environment and accounting systems that are unique to intercollegiate athletics to determine adherence to established policies and procedures relating to revenues and expenses. The following procedures were performed:
 - (a) We randomly selected one cash receipt batch sheet of ticket sales and followed them through the University's cash control system to determine adherence to established policies and procedures.
 - (b) We selected the 10 largest athletic department cash disbursement transactions and followed them through the University's accounting system to determine adherence to established policies and procedures.
 - (c) We inquired of and observed athletic department personnel to determine their compliance with policies and procedures related to the control and safeguarding of unsold tickets.

We found no exceptions as a result of these procedures.

3. We obtained the University's procedures for gathering information on the nature and extent of affiliated and outside organization activity for or on behalf of the University's intercollegiate athletics program and performed procedures to determine the University's adherence to these procedures.

We found no exceptions as a result of these procedures.

STATEMENT OF REVENUES AND EXPENSES

GENERAL PROCEDURES

1. We obtained written representations from management as to the accuracy of the Statement, completeness of required schedules and related financial information, adequacy of controls, compliance with NCAA rules and legislation, completeness of the list of all known affiliated and outside organizations, and other information as we considered necessary for the fiscal year ended June 30, 2021.
2. We verified the mathematical accuracy of the amounts on the Statement and compared and agreed the amounts to supporting schedules provided by the University and/or the University's general ledger.

We found no exceptions as a result of these procedures.

3. We compared and agreed a sample of 10 operating revenue receipts and a sample of 10 expense disbursements obtained from the supporting schedules to adequate supporting documentation.

We found no exceptions as a result of these procedures.

4. We compared each major revenue and expense account greater than 10% of total revenues or expenses for June 30, 2021, to June 30, 2020, amounts and budget estimates, to identify variations greater than 10%.

No variations met the 10% variance threshold in the NCAA guidelines and no explanations are required.

MINIMUM AGREED-UPON PROCEDURES FOR REVENUES

1. Using a schedule prepared by the University, we compared the value of the tickets sold, complimentary tickets provided, and unsold tickets for the reporting period per the schedule to the related revenue reported by the University in the general ledger and Statement and to the related attendance figures. We agreed the information on the schedule to the supporting game reconciliations for a random sample of one football, one men's basketball, one women's basketball, and one baseball game. We recalculated the reconciliations for the games tested.

We found no exceptions as a result of these procedures.

2. We obtained and documented an understanding of the University's methodology for allocating student fees to the intercollegiate athletics program. We compared and agreed student fees reported in the Statement to student enrollment and obtained explanations from the University regarding any variances in excess of 5%. We also recalculated the totals and the allocation of students' fees included in general revenue by the Athletic Department for each sport, and tied the calculation to student fee totals.

We found no exceptions as a result of these procedures and identified no variance that exceeded 5%.

3. We compared direct institutional support recorded by the University during the reporting period with the institutional supporting budget transfers documentation and other corroborative supporting documentation and recalculated the totals.

We found no exceptions as a result of these procedures.

4. We selected a sample of one football, one men's basketball, one women's basketball, and one baseball contractual agreement pertaining to revenues derived from guaranteed contests during the reporting period. We compared and agreed each selection to the University's general ledger and recalculated the totals.

We found no exceptions as a result of these procedures.

5. We obtained and reviewed supporting documentation for each contribution of monies, goods, or services received directly by an intercollegiate athletics program from any affiliated or outside organization, agency, or group of individuals (two or more) that constitutes 10% or more in the aggregate for the reporting year of all contributions received for intercollegiate athletics during the reporting period. We also recalculated the totals.

We found no exceptions as a result of these procedures.

6. We compared the NCAA distribution amounts recorded in the revenue and expense reporting during the reporting period to the general ledger detail for NCAA distributions and other corroborative supporting documentation and recalculated the totals.

We found no exceptions as a result of these procedures.

7. We obtained and inspected agreements related to the University's participation in revenues from royalties, licensing, advertisements, and sponsorships during the reporting period to gain an understanding of the relevant terms and conditions. We compared and agreed related revenues to the general ledger and recalculated the totals.

We found no exceptions as a result of these procedures.

8. We obtained and inspected the endowment agreements for relevant terms and conditions. We compared and agreed the classifications and use of endowment and investment income in the statement during the reporting period to the uses of income defined within the related endowment agreement and recalculated the totals.

We found no exceptions as a result of these procedures.

MINIMUM AGREED-UPON PROCEDURES FOR EXPENSES

1. We selected a sample of 10% of student athletes from the listing of University student aid recipients. The data was captured by the University through the creation of a squad list for each sponsored sport.
 - (a) We obtained individual student account detail for each selection, and compared total aid in the University's student system to the student's detail in the NCAA Compliance Assistance (CA) software, which ties directly to the NCAA Membership Financial Reporting System.
 - (b) We performed a check of each student selected to ensure his/her information was reported accurately in either the NCAA's CA software or entered directly into the NCAA Membership Financial Reporting System using the criteria found in 2021 NCAA Agreed-Upon Procedures.

- (c) We recalculated the totals for each sport and overall for all sports.

We found no exceptions as a result of these procedures.

2. We obtained and inspected a list of coaches and support staff/administrative personnel paid by the University and related entities during the reporting period. We selected a sample of five coaches' contracts of football, men's and women's basketball, and baseball from the listing and a sample of three staff/administrative personnel and performed the following:

- (a) We compared and agreed the financial terms and conditions of each selection to the related salaries, benefits, and bonuses recorded by the University and related entities in the Statement during the reporting period.
- (b) We obtained and inspected payroll summary registers for the reporting year for each selection.
- (c) We compared and agreed payroll summary registers for each selection to the related salaries, benefits, and bonuses paid by the University and related entities' expense recorded by the University in the Statement during the reporting period.
- (d) We compared and agreed the totals recorded to any employment contracts executed for the sample selected.
- (e) We recalculated the totals.

We found no exceptions as a result of these procedures.

3. We obtained and documented an understanding of the University's team travel policies and compared and agreed the University's team travel policies to existing University and NCAA-related policies. In addition, we obtained the general ledger detail and compared the detail to the total expenses reported. We recalculated the totals.

We found no exceptions as a result of these procedures.

4. We obtained the general ledger detail for direct overhead and administrative expenses and compared the detail to the total expenses reported. We were to select a sample of up to five transactions to validate the existence of the transactions and the accuracy of their recording and recalculated the totals.

There were three transactions that met the threshold. We found no exceptions as a result of these procedures

5. We obtained the general ledger detail for other operating expenses and compared the detail to the total expenses reported. We selected a sample of three transactions

to validate the existence of the transactions and the accuracy of their recording and recalculated the totals.

We found no exceptions as a result of these procedures.

MINIMUM AGREED-UPON PROCEDURES FOR OTHER REPORTING ITEMS

1. We obtained the repayment schedule for all outstanding intercollegiate athletics debt during the reporting period. The Lion Athletics Association, Inc., has a note payable of \$361,911 related to the baseball improvements (scoreboard and new turf), new turf for the softball field, and turf for the football field. We recalculated the annual maturities of the notes payable as presented in the Lion Athletics Association, Inc., audit report.

We found no exceptions as a result of these procedures.

2. We agreed the total outstanding University debt to supporting documentation and the University's audited financial statements and the University's general ledger.

We found no exceptions as a result of these procedures.

3. We obtained the schedule and general ledger detail of all athletics dedicated endowments maintained by athletics, the University, and affiliated organizations. We agreed the fair market value in the schedule to the supporting documentation and the general ledger.

We found no exceptions as a result of these procedures.

4. We agreed the total fair market value of University endowments to supporting documentation, the University's general ledger, and the audited financial statements.

We found no exceptions as a result of these procedures.

5. We obtained a schedule of athletics-related capital expenditures made by athletics, the University, and affiliated organizations during the reporting period. We obtained the general ledger detail and compared the detail to the total expenses reported. We were to select a sample of up to five transactions to validate the existence of the transactions and the accuracy of their recording and recalculated the totals.

There were two athletics-related capital expenditure transactions that met the threshold. We found no exceptions as a result of these procedures.

**MINIMUM AGREED-UPON PROCEDURES
FOR NOTES AND DISCLOSURES**

1. We obtained from University management a list of contributions of monies, goods, or services received directly by the intercollegiate athletics program from any affiliated or outside organization, agency, or individuals (e.g., contributions by corporate sponsors) that constitutes 10% or more of all contributions received for intercollegiate athletics during the reporting period, and ensured the source(s) of the funds, goods, and services, as well as the value associated with these items, were properly disclosed in the notes to the Statement.

The Lion Athletics Association, Inc., and the Southeastern Louisiana University Foundation are the only outside organizations that contributed monies, goods, or services directly to the athletic department that constitutes 10% or more, in the aggregate, of all contributions received for intercollegiate athletics during the reporting period.

We noted the Southeastern Louisiana University Foundation is the only outside organization that provided an individual contribution of monies, goods, or services to the athletic department that exceeded 10% of the total contributions (see note 1 to the Statement).

2. We obtained a description of the University's policies and procedures for acquiring, approving, depreciating, and disposing of intercollegiate athletics-related assets. We ensured that the University's policies and procedures are properly disclosed within the notes to the Statement.

We found no exceptions as a result of these procedures (see note 2 to the Statement).

3. We were to obtain from University management the repayment schedules for all outstanding intercollegiate athletics debt maintained by the University during the reporting period. We were informed by management that the University did not maintain any debt related to intercollegiate athletics during the reporting period.

An affiliated organization, the Lion Athletics Association, Inc., has a note payable of \$361,911 related to the baseball improvements (scoreboard and new turf), new turf for the softball field, and new turf for the football field. We recalculated the annual maturities of the notes payable as presented in the Lion Athletics Association, Inc., audit report (see note 3 to the Statement).

**MINIMUM AGREED-UPON PROCEDURES FOR
AFFILIATED AND OUTSIDE ORGANIZATIONS**

1. We obtained from management a listing of all affiliated and outside organizations for the reporting period. We obtained written representations from management that the Lion Athletics Association, Inc., the Southeastern Louisiana University Foundation, and the Southeastern Louisiana University Alumni Association, Inc.,

are the only outside organizations created for or on behalf of the athletic department.

We found no exceptions as a result of these procedures.

- We obtained from management of the University statements for all affiliated and outside organizations and agreed the amounts reported in the statements to the University's general ledger or, alternatively, we confirmed revenues and expenses directly with a responsible official of the organization.

We found no exceptions as a result of these procedures.

- We obtained from University management a summary schedule of revenues and expenses for or on behalf of intercollegiate athletics programs by affiliated and outside organizations not under the accounting control of the University to be included with the agreed-upon procedures report as follows:

	Lion Athletics Association, Inc.	(A Portion of) Southeastern Louisiana University Foundation	(A Portion of) Southeastern Alumni Association and Related	Total
Revenues				
Contributions	\$288,630	\$109,098		\$397,728
In-kind	155,297			155,297
Conference Distributions	4,320			4,320
Program, novelty, parking and concession sales	180,426			180,426
Royalties, licensing, advertisements, and sponsorships	1,013,732			1,013,732
Athletic restricted endowments and investments income	542	802,864		803,406
Other	20,281			20,281
Total revenues	<u>1,663,228</u>	<u>911,962</u>	NONE	<u>2,575,190</u>
Expenses				
Athletic Student Aid	3,706			3,706
Coaching other compensation and benefits paid by the University and related entities	70,200			70,200
Support staff/administrative salaries, benefits, and bonuses paid by the University and related entities	6,850			6,850
Team travel	1,451			1,451
Equipment, uniforms, and supplies	2,149			2,149
Game expenses	51,630			51,630
Fundraising, marketing, and promotion	415,814			415,814
Spirit groups	8,611			8,611
Athletic facilities debt service, leases, and rental fees	114,526			114,526
Direct overhead and administrative expenses	22,824			22,824
Medical Expenses and Insurance	322			322
Other	522,997	63,694		586,691
Total expenses	<u>1,221,080</u>	<u>63,694</u>	NONE	<u>1,284,774</u>
EXCESS OF REVENUES OVER EXPENSES	<u>\$442,148</u>	<u>\$848,268</u>	NONE	<u>\$1,290,416</u>

We obtained written representations from management as to the accuracy of the summary schedule.

We found no exceptions as a result of these procedures

4. For all outside organizations that had an independent audit, we obtained the independent auditor's report to identify any significant deficiencies relating to the outside organization's internal controls. We were to make inquiries of management to document any corrective action taken in response to the significant deficiencies.

The Lion Athletics Association, Inc., statements were audited by an independent certified public accountant for the year ended June 30, 2021. The audit report dated December 16, 2021, included no significant deficiencies on the outside organization's internal control.

The Southeastern Louisiana University Foundation statements were audited by an independent certified public accountant for the year ended June 30, 2021. The audit report dated November 11, 2021, included no significant deficiencies on the outside organization's internal control.

The Southeastern Louisiana University Alumni Association, Inc., statements were audited by an independent certified public accountant for the year ended June 30, 2021. The audit report dated September 17, 2021, included no significant deficiencies on the outside organization's internal control.

ADDITIONAL MINIMUM AGREED-UPON PROCEDURES

1. In order for the NCAA to place reliance on the Division I financial reporting for NCAA revenue distribution purposes, the following procedures were performed:
 - (a) For Grants-in-Aid, we compared and agreed the sports sponsored and reported in the NCAA Membership Financial Reporting System to the Calculation of Revenue Distribution Equivalencies Report from CA from the institution.

We found no exceptions as a result of these procedures.

- (b) We compared current-year Grants-in-Aid revenue distribution equivalencies to prior-year reported equivalences per the Membership Financial Report submission. We inquired and documented an explanation for any variance greater than +/- 4.0%.

There were variances for baseball (5.6%) and golf (-21.6%), which were greater than +/- 4.0%. For baseball, the University stated that the sport awarded an additional scholarship due to a COVID-19 waiver provided by the NCAA that applied to seniors. For golf, the University stated that although grant amounts increased for most student athletes (in-state and out-of-state) there was a decrease in the scholarship dollars awarded in fiscal year 2021.

There were variances for women's basketball (-7.9%), soccer (7.5%), softball (9.9%), tennis (-5.0%), women's track and field (-11.8%) and beach volleyball (85.7%), which were greater than +/- 4.0%. For women's sports (softball and soccer), the University stated that the average athletic grant amounts increased for

both in-state and out-of-state student athletes during fiscal year 2021 for all sports but, for some sports (women's track & field), there was a decrease in scholarship dollars awarded. For women's basketball, the University stated that two student athletes left the program during fiscal year 2021. For women's tennis, one student's academic aid was not counted toward the sport's revenue distribution equivalencies according to the NCAA. Although beach volleyball was added as a sport in fiscal year 2019, the University did not begin participating until fiscal year 2020, which was the first year the University reported a revenue distribution equivalency for the sport. There was an increase in scholarship funding due to the implementation of the program.

- (c) For Sports Sponsorships, we obtained the University's Sports Sponsorship and Demographics Form submitted to the NCAA for the reporting year and validated that the countable NCAA sports reported by the University met the minimum requirements set forth in Bylaw 20.9.6.3, related to the number of contests and the number of participants in each contest. Once countable sports were validated, we ensured the University had properly reported these sports as countable for revenue distribution purposes within the NCAA Membership Financial Reporting System.

We found no exceptions as a result of these procedures. As a result of COVID-19 and its impact on institutional sport seasons, the NCAA Division I Council Coordination Committee has approved a blanket waiver of the minimum sports sponsorships requirements for the 2020-21 academic year provided the institution intended to sponsor the requisite number of sports and is unable to do so due to COVID-19 scheduling challenges.

- (d) We compared current-year number of Sports Sponsored to prior-year reported total per the Membership Financial Report submission. We inquired and documented an explanation for any variance.

We did not identify any variances from the prior year.

- (e) For Pell Grants, we 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 Athletic Aid, Pell Grant recipients on Partial Athletic Aid and Pell Grant recipients with no Athletic Aid) and the total dollar amount 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.

We found no exceptions as a result of these procedures.

- (f) We compared current-year Pell Grants total to prior-year reported total per the Membership Financial Report submission. We inquired and documented an explanation for any variance greater than +/- 20 grants.

We found no exceptions as a result of these procedures.

An agreed-upon procedures engagement involves the practitioner performing specific procedures that the engaging party has agreed to and acknowledged to be appropriate for the intended purpose of the engagement and reporting on findings based on the procedures performed. We were not engaged to, and did not, conduct an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on the compliance of the accompanying Statement and related notes of the University's Athletic Department or on its compliance with NCAA Bylaw 3.2.4.17 or on the effectiveness of the University Athletic Department's internal control over financial reporting for the year ended June 30, 2021. 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 of the University and is not intended to be, and should not be, used by anyone other than this specified party. By provisions of state law, this report is a public document, and it has been distributed to appropriate public officials.

Respectfully submitted,



Michael J. "Mike" Waguespack, CPA
Legislative Auditor

LF:ETM:RR:EFS:aa

SLUNCAA2021

UNAUDITED

Statement A

**ATHLETIC DEPARTMENT
SOUTHEASTERN LOUISIANA UNIVERSITY
UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA**

**Statement of Revenues and Expenses
For the Year Ended June 30, 2021**

	FOOTBALL	MEN'S BASKETBALL	WOMEN'S BASKETBALL	BASEBALL	OTHER SPORTS	NON- PROGRAM SPECIFIC	TOTAL
REVENUES							
Operating revenues:							
Ticket sales	\$182,059	\$7,737	\$5,708	\$95,128	\$27,775		\$318,407
Student fees	609,321	103,058	156,810	141,008	596,104	\$881,452	2,487,753
Direct institutional support	2,011,687	439,954	520,783	486,555	2,211,341	418,818	6,089,138
Less - transfer to institution						(144,413)	(144,413)
Indirect institutional support						9,100	9,100
Guarantees	28,000	363,794	6,300	27,000	3,500		428,594
Contributions	141,934	33,132	5,692	42,970	91,267	123,593	438,588
In-kind	39,215	5,210	16,220	38,223	22,808	33,621	155,297
NCAA distributions					13,928	331,018	344,946
Conference distributions (non media and non bowl)	30,545	12,831	119	15	1,337	5,715	50,562
Program, novelty, parking, and concession sales	1,699	45	43	2,367	578	178,895	183,627
Royalties, licensing, advertisement, and sponsorships	40,800	5,000	5,000	4,200	17,500	1,164,075	1,236,575
Athletics restricted endowment and investments income	423,077	90,622	77,919	63,179	135,301	13,308	803,406
Other operating revenue	4,001	1,063	1,241	627	14,437	114,557	135,926
Total operating revenues	<u>3,512,338</u>	<u>1,062,446</u>	<u>795,835</u>	<u>901,272</u>	<u>3,135,876</u>	<u>3,129,739</u>	<u>12,537,506</u>
EXPENSES							
Operating expenses:							
Athletic student aid	1,783,521	461,711	346,330	294,311	1,751,086	25,378	4,662,337
Guarantees	990		1,980	17,902	16,399		37,271
Coaching salaries, benefits, and bonuses paid by the University and related entities	1,033,546	360,742	303,927	238,709	733,490	24,140	2,694,554
Support staff/administrative compensation, benefits, and bonuses paid by the University and related entities	14,263	5,586	147	8,587	27,997	2,020,056	2,076,636
Recruiting	116	3,134		2,974	5,238		11,462
Team travel	104,130	115,166	47,652	96,439	254,942	469	618,798
Sports equipment, uniforms, and supplies	162,627	25,013	22,592	36,207	92,859	27,682	366,980
Game expenses	56,650	19,260	22,020	53,773	53,019	450	205,172
Fundraising, marketing, and promotion	24,130	4,522	4,604	25,837	17,207	353,777	430,077
Spirit groups						10,546	10,546
Athletic facilities debt service, leases, and rental fees	26,057	12,095	11,495	6,643	12,015	139,479	207,784
Direct overhead and administrative expenses	9,685	1,671	1,203	7,216	32,494	163,383	215,652
Indirect institutional support						9,100	9,100
Medical expenses and insurance	37,839	12,001	5,910	1,480	44,743	307,504	409,477
Memberships and dues	15,000		920		3,420	22,313	41,653
Student-athlete meals (non-travel)	56,351	17,661	7,618	3,797	18,684		104,111
Other operating expenses	187,433	23,884	19,437	107,397	72,283	425,507	835,941
Total operating expenses	<u>3,512,338</u>	<u>1,062,446</u>	<u>795,835</u>	<u>901,272</u>	<u>3,135,876</u>	<u>3,529,784</u>	<u>12,937,551</u>
DEFICIENCY OF REVENUES UNDER EXPENSES	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>(\$400,045)</u>	<u>(\$400,045)</u>

NOTES TO THE FINANCIAL STATEMENT

(UNAUDITED)

1. CONTRIBUTIONS

One individual contribution of \$94,993, received directly by the Athletic Department from the Southeastern Louisiana University Foundation exceeded 10% of the total contributions included in Statement A.

2. CAPITAL ASSETS

Capital assets are reported at cost at the date of acquisition or their estimated fair value at the date of donation. For movable property, the University's capitalization policy includes all items with a unit cost of \$5,000 or more and an estimated useful life greater than one year. Renovations to buildings, infrastructure, and land improvements that significantly increase the value or extend the useful life of the structure are capitalized if they exceed \$100,000. Any infrastructure exceeding \$3 million must be capitalized, but the University does not have any infrastructure that meets that criterion. Routine repairs and maintenance are charged to operating expense in the year in which the expense was incurred.

Depreciation is computed using the straight-line method over the estimated useful life of the assets, generally 40 years for buildings and infrastructure, 20 years for depreciable land improvements, and 3 to 10 years for most movable property. All departments within the University follow standardized policies and procedures prescribed by state laws and regulations for acquiring, approving, depreciating, and disposing of capital assets. The University has no debt associated with its Athletic Department's capital assets. An affiliated organization, the Lion Athletics Association, Inc., has a note payable of \$361,911 related to the baseball improvements (scoreboard and new turf), new turf for the softball field, and new turf for the football field.

3. DEBT NOTE

The University did not maintain any debt related to intercollegiate athletics during the reporting period. An affiliated organization, the Lion Athletics Association, Inc., has a note payable of \$361,911 related to the baseball improvements (scoreboard and new turf), new turf for the softball field, and new turf for football field. The schedule presented in the Lion Athletics Association, Inc., audit report is as follows:

<u>Year Ending</u>	<u>Amount</u>
2022	\$56,114
2023	58,686
2024	86,652
2025	37,775
2026 and thereafter	122,684
	<u>\$361,911</u>