

**The University of Texas Rio Grande Valley  
Department of Intercollegiate Athletics  
Agreed-Upon Procedures Report  
For the Fiscal Year Ended August 31, 2023**



**January 2024**

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

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

Agreed-Upon Procedures Report

August 31, 2023

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

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## Independent Accountants' Report

Guy Bailey, Ph.D., President  
The University of Texas at 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 at 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, 2023 (the reporting period). The University's management is responsible for the accompanying Schedule.

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

Material exceptions for reporting are defined as errors or misclassifications equal to or greater than 1% of total revenues or expenses.

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

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

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

We found no exceptions as a result of these procedures.

### Revenue General

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

We found no exceptions as a result of these procedures.

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

We found no exceptions as a result of these procedures.

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

We found no exceptions as a result of these procedures.

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

#### **Ticket Sales**

- 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**

- Compared and agreed student fees reported by the University in the Schedule for the reporting period to student enrollments during the same reporting period.
- 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**

- Obtained supporting documentation for 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. 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**

- As the total program sales, concessions, novelty sales and parking 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 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.

### **Athletic Student Aid**

- Selected a sample of 39 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 2023 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 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 and related entities 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**

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

### **Recruiting**

- As the total of recruiting 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.

### **Team Travel**

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

We found no exceptions as a result of these procedures.

### **Sports Equipment, Uniforms and Supplies**

- As the total of equipment, uniforms and supplies 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.

### **Game Expenses**

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

We found no exceptions as a result of these procedures.

### **Fund Raising, Marketing and Promotion**

- As the total of fund raising, marketing and promotion 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.

### **Sports Camp Expenses**

- As the total of sports camp 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.

### **Spirit Groups**

- As the total of spirit group 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.

### **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.
- 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 Medical Insurance**

- As the total of medical expenses and insurance 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.

### **Memberships and Dues**

- As the total of memberships and dues 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.

### **Other Operating Expenses and Transfers to Institution**

- As the total of other operating expenses and transfers to Institution 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.

### **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 University.
- For Grants-in-Aid - Compared the current year Grants-in-Aid revenue distribution equivalencies to prior year reported equivalencies per the Membership Financial Report submission and documented an explanation for any variations greater than +/- 4%.

We found no exceptions as a result of 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. 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 these procedures.

#### **Minimum Agreed-Upon Procedures Program for Other Reporting Items**

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

#### **Excess Transfers to Institution and Conference Realignment Expenses**

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

#### **Total Athletics Related Debt**

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

We found no exceptions as a result of these procedures.

#### **Total Institutional Debt**

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

We found no exceptions as a result of these procedures.

### **Value of Athletics Dedicated Endowments**

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

We found no exceptions as a result of these procedures.

### **Value of Institutional Endowments**

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

We found no exceptions as a result of these procedures.

### **Total Athletics Related Capital Expenditures**

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

We found no exceptions as a result of these procedures.

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

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

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

*Baker Tilly US, LLP*

Pittsburgh, Pennsylvania  
January 12, 2024

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

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

	Men's Basketball	Men's Other	Women's Basketball	Women's Other	Non Program Specific	Total
<b>Operating Revenues</b>						
Ticket sales	\$ 156,583	\$ 116,910	\$ 68,465	\$ 26,387	\$ -	\$ 368,345
Direct state or other government support	-	-	-	-	-	-
Student fees	-	-	-	-	10,113,861	10,113,861
Direct institutional support	-	-	-	-	4,666,296	4,666,296
Less transfers to institution	-	-	-	-	-	-
Indirect institutional support	30,122	85,880	33,090	66,680	144,721	360,493
Indirect institutional support - athletic facilities debt service, lease and rental fees	-	-	-	-	-	-
Guarantees	7,000	272,500	111,500	8,500	-	399,500
Contributions	22,400	45,541	21,526	64,612	968,859	1,122,938
In-kind	13,554	33,583	42,391	21,942	-	111,470
Compensation and benefits provided by a third party	-	-	-	-	-	-
Media rights	-	-	-	-	-	-
NCAA distributions	-	-	-	-	291,973	291,973
Conference distributions (nonmedia and nonfootball bowl)	-	-	-	-	333,186	333,186
Conference distributions of football bowl generated revenue	-	-	-	-	-	-
Program, novelty, parking and concession sales	758	1,354	-	-	13,598	15,710
Royalties, licensing, advertisements and sponsorships	-	-	-	-	1,265,232	1,265,232
Sports camp revenues	33,505	9,260	-	22,527	-	65,292
Athletics restricted endowment and investment income	-	-	-	-	36,803	36,803
Other operating revenue	-	-	-	-	8,999	8,999
Football bowl revenues	-	-	-	-	-	-
<b>Total operating revenues</b>	<b>263,922</b>	<b>565,028</b>	<b>276,972</b>	<b>210,648</b>	<b>17,843,528</b>	<b>19,160,098</b>
<b>Operating Expenses</b>						
Athletic student aid	259,437	989,626	398,777	1,171,081	98,657	2,917,578
Guarantees	24,741	178,606	7,000	23,162	-	233,509
Coaching salaries, benefits and bonuses paid by the University and related entities	444,137	1,385,934	540,006	843,829	385,964	3,599,870
Coaching salaries, benefits and bonuses paid by a third party	-	-	-	-	-	-
Support staff/administrative compensation, benefits and bonuses paid by the University and related entities	2,520	10,893	11,060	8,485	3,189,860	3,222,818
Support staff/administrative compensation, benefits and bonuses paid by third party	-	-	-	-	-	-
Severance payments	-	-	-	-	-	-
Recruiting	34,306	126,346	53,338	64,499	35,621	314,110
Team travel	345,977	803,929	355,229	570,465	-	2,075,600
Sports equipment, uniforms and supplies	108,767	163,930	47,172	141,608	7,907	469,384
Game expenses	-	-	-	-	724,137	724,137
Fund raising, marketing and promotion	6,089	26,730	705	35,537	137,016	206,077
Sports camp expenses	40,552	15,798	380	19,365	-	76,095
Spirit groups	-	-	-	-	261	261
Athletic facilities debt service, leases and rental fees	-	-	-	-	-	-
Direct overhead and administrative expenses	49,068	44,076	37,520	46,731	1,450,873	1,628,268
Indirect institutional support	30,122	85,880	33,090	66,680	144,721	360,493
Medical expenses and insurance	-	-	-	-	144,220	144,220
Memberships and dues	-	8,451	-	8,568	95,359	112,378
Student-athlete meals (non-travel)	21,091	56,638	17,183	25,622	24,411	144,945
Other operating expenses	-	-	-	-	127,769	127,769
Football bowl expenses	-	-	-	-	-	-
Football bowl expenses, coaching compensation/bonuses	-	-	-	-	-	-
<b>Total operating expenses</b>	<b>1,366,807</b>	<b>3,896,837</b>	<b>1,501,460</b>	<b>3,025,632</b>	<b>6,566,776</b>	<b>16,357,512</b>
<b>Excess (deficiency) of revenues over (under) expenses</b>	<b>\$ (1,102,885)</b>	<b>\$ (3,331,809)</b>	<b>\$ (1,224,488)</b>	<b>\$ (2,814,984)</b>	<b>\$ 11,276,752</b>	<b>\$ 2,802,586</b>

See notes to schedule of revenues and expenses (unaudited)

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

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

**1. Basis of Presentation**

The accompanying schedule of revenues and expenses (the Schedule) for the fiscal year ended August 31, 2023 includes the revenues and expenses of the Department of Intercollegiate Athletics of The University of Texas at 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. Contributions Constituting More Than 10% of All Contributions**

Revenue from contributions was \$1,122,938 for the year ended August 31, 2023. Of this total, one donor contributed \$650,000 in support of the Athletics Department.

**3. 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.

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

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

**4. 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.
- 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.

**5. Long-Term Debt**

Total University debt outstanding, net of issuance cost, at August 31, 2023 was \$88,053,467. Total University debt outstanding related to athletic facilities, net of issuance cost, at August 31, 2023 was approximately \$3,936,547. Total debt service (principal and interest) for the year ended August 31, 2023 was \$24,173.

**6. Intercollegiate Athletics-Related Property and Equipment**

Property, plant and equipment, net as of August 31, 2023 was \$12,865,873. Additions and deletions for the year ended August 31, 2023 were \$715,279 and \$0, respectively.

**7. Intercollegiate Athletics Endowment Funds**

The value of endowment funds at August 31, 2023 dedicated to the sole support of athletics totaled \$823,547.

**8. Intercollegiate Athletics Pledge Receivables**

The value of outstanding pledge receivables at August 31, 2023 to support athletics totaled \$1,735,679.

**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, 2023

	<u>2023</u> <u>Actual</u>	<u>2023</u> <u>Budget</u>	<u>Budget to</u> <u>Actual</u> <u>Variance</u>	<u>2022</u> <u>Actual</u>	<u>2023 to 2022</u> <u>Variance</u>	
<b>Operating Revenues</b>						
Student fees	\$ 10,113,861	\$ 9,965,145	\$ 148,716	\$ 9,757,190	\$ 356,671	
Direct institutional support	\$ 4,666,296	\$ 4,285,296	\$ 381,000	\$ 2,546,405	\$ 2,119,891	<b>1</b>
<b>Operating Expenses</b>						
Athletic student aid	\$ 2,917,578	\$ 2,813,243	\$ 104,335	\$ 2,763,045	\$ 154,533	
Coaching salaries, benefits and bonuses paid by the University and related entities	\$ 3,599,870	\$ 3,717,081	\$ (117,211)	\$ 3,169,704	\$ 430,166	<b>2</b>
Support staff/administrative compensation, benefits and bonuses paid by the University and related entities	\$ 3,222,818	\$ 3,172,053	\$ 50,765	\$ 2,784,754	\$ 438,064	<b>3</b>
Team Travel	\$ 2,075,600	\$ 2,202,562	\$ (126,962)	\$ 1,852,926	\$ 222,674	<b>4</b>
Direct overhead and administrative expenses	\$ 1,628,268	\$ 1,502,096	\$ 126,172	\$ 1,501,466	\$ 126,802	

- 1** The increase in institutional support was provided to assist with various athletic department initiatives.
- 2** The increase in coaching salaries, benefits and bonuses paid by the University and related entities is related to the sports expansion plan.
- 3** The increase in support staff/administrative compensation, benefits and bonuses paid by the University and related entities is reflective of merit and equity adjustments as well as general increases in salaries for key positions.
- 4** The increase in team travel was a reflection of teams incurring full competitive seasons post COVID-19 and inflationary increases in travel.