

**The University of Texas Rio Grande Valley
Department of Intercollegiate Athletics
Agreed-Upon Procedures Report
For the Fiscal Year Ended August 31, 2025**



January 2026

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

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

Agreed-Upon Procedures Report

August 31, 2025

The University of Texas Rio Grande Valley
Department of Intercollegiate Athletics

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Independent Accountants' Report

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

National Collegiate Athletic Association

We have performed the procedures enumerated below to confirm whether the accompanying schedule of revenues and expenses (unaudited) (the Schedule) of The University of Texas Rio Grande Valley (the University) Department of Intercollegiate Athletics is in compliance with National Collegiate Athletic Association (NCAA) Bylaw 20.2.4.18 for the year ended August 31, 2025 (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 20.2.4.18. 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, 2025, 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 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 supplementary information 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 Governmental Support

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

Student Fees

- Selected a sample of student fees transactions during the reporting period and agreed each selection to the University's general ledger and/or the Schedule and recalculated 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.

Less - Transfers to Institution

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

Indirect Institutional Support

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

We found no exceptions as a result of these procedures.

Guarantees

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

Contributions

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

We found no exceptions as a result of these procedures.

In-Kind

- As the total of 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 were 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 and NCAA Host Revenue Settlements

- As the total of NCAA distributions and NCAA host revenue settlements 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 Distributions Post-Season Generated Revenue

- As the total of conference distributions and conference distributions post-season 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 Sales, Concessions, Novelty Sales, and Parking

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

Royalties, Licensing, Advertisements and Sponsorships

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

We found no exceptions as a result of these procedures.

Sports Camp Revenues

- As the total of 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 of 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 Operating Revenue

- As the total of other operating 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 Revenues

- There were no football bowl revenues 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 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 supplementary information 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 50 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 reconciles 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 2025 NCAA Agreed Upon Procedures Manual pages 34-36.
- Recalculated totals for each sport and overall.

We found no exceptions as a result of these procedures.

Guarantees

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

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

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

We found no exceptions as a result of these procedures.

Coaching Salaries, Benefits and Bonuses Paid by a Third Party

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

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

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

We found no exceptions as a result of these procedures.

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

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

Severance Payments

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

We found no exceptions as a result of these procedures.

Sports Equipment, Uniforms and Supplies

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

We found no exceptions as a result of these procedures.

Game Expenses

- As the total of game 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.

Fund Raising, Marketing and Promotion

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

Sports Camp Expenses

- As the total of 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 were no spirit groups expenses reported on the Schedule, so no procedures were performed.

Athletic Facilities Debt Service, Leases and Rental Fees

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

We found no exceptions as a result of these procedures.

Direct Overhead, Administrative Expenses, Facilities Maintenance and Operations

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

We found no exceptions as a result of these procedures.

Indirect Institutional Support

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

We found no exceptions as a result of these procedures.

Medical Expenses and Insurance

- As the total of medical expenses and 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 of 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 of student-athlete 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.

Other Operating Expenses

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

Post-Season Football Expenses

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

Post-Season Non-Football Expenses

- There were no post-season non-football expenses reported on the Schedule, so no procedures were performed.

Enhanced Educational Expenses (Alston or Other)

- There were no enhanced education expenses reported on the Schedule, so no procedures were performed.

Institutional NIL Revenue Share

- There were no institutional NIL revenue share 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 - 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 an exception as a result of the procedures. For Sports Sponsorship reported to the NCAA, the revenue distribution equivalency for Women's Track, Outdoor did not agree to the report that supports the equivalency calculations from the University. Subsequent to the identification of the errors, the University corrected the reported information in the NCAA's Membership Financial Reporting System.

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

We found no exceptions as a result of these procedures.

- For Pell Grants - Agreed the total number of Division I student athletes who, during the academic year, received a Pell Grant award (e.g. Pell Grant recipients on Full Grants-in-Aid, Pell Grant recipients on Partial Grants-in Aid and Pell Grant recipients with no Grants-in-Aid) and the total value of these Pell Grants reported in the NCAA Membership Financial Reporting System to a report, generated out of the University's financial aid records, of all student-athlete Pell Grants. Also agreed the students selected in the Athletic Student Aid procedures noted above who received Pell grants back to the report generated from the University's financial aid records of all student athlete Pell grant recipients.

- For Pell Grants - Compared the current year total Pell Grants to the prior year reported total per the Membership Financial Report submission for any variance greater than 20 grants. There was a variance greater than 20 grants due to the upcoming football season in fiscal year 2026.

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

- There were no transfers to the institution reported on the Schedule, therefore there were no excess transfers, so no procedures were performed.

Conference Realignment Expenses

- Obtain general ledger detail and compare to the total expenses reported.
- Select 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.

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 institutional 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 institutional endowments to supporting documentation, the University's general ledger and/or audited financial statements, if available.

We found no exceptions as a result of these procedures.

Total Athletics Related Capital Expenditures

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

We found no exceptions as a result of these procedures.

We were engaged by the University to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants. We were not engaged to and did not conduct an audit or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on the accompanying Schedule of the University for the year ended August 31, 2025. 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 15 2026

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

Schedule of Revenues and Expenses (Unaudited)
Year Ended August 31, 2025

	Men's Basketball	Men's Other	Women's Basketball	Women's Other	Non Program Specific	Total
Operating Revenues						
Ticket sales	\$ 477,886	\$ 47,785	\$ 49,284	\$ 35,056	\$ 1,617	\$ 611,628
Direct state or other governmental support	-	-	-	-	-	-
Student fees	-	-	-	-	16,588,081	16,588,081
Direct institutional support	-	-	-	-	4,951,692	4,951,692
Less - transfers to institution	-	-	-	-	-	-
Indirect institutional support	46,083	133,913	46,016	121,441	371,270	718,723
Guarantees	17,000	242,450	21,000	2,000	20,000	302,450
Contributions	5,536	230,250	777	20,754	1,991,743	2,249,060
In-kind	49,820	99,886	60,420	103,834	206,558	520,518
Compensation and benefits provided by a third party	-	-	-	-	-	-
Media rights	-	-	-	-	-	-
NCAA distributions and NCAA Host Revenue Settlements	-	-	-	-	422,103	422,103
Conference distributions and conference distributions post-season generated revenue	-	-	-	-	43,856	43,856
Program sales, concessions, novelty sales, and parking	-	-	-	-	-	-
Royalties, licensing, advertisements and sponsorships	-	-	-	-	988,725	988,725
Sports camp revenues	41,430	7,235	3,590	42,690	23,960	118,905
Athletics restricted endowment and investment income	-	-	-	-	31,380	31,380
Other operating revenue	-	-	-	1,249	5,038	6,287
Football bowl revenues	-	-	-	-	-	-
Total operating revenues	637,755	761,519	181,087	327,024	25,646,023	27,553,408
Operating Expenses						
Athletic student aid	268,747	1,132,780	419,312	1,535,060	805,844	4,161,743
Guarantees	67,565	98,570	31,040	32,279	-	229,454
Coaching salaries, benefits and bonuses paid by the University and related entities	544,085	1,372,183	526,477	1,162,053	1,661,570	5,266,368
Coaching salaries, benefits and bonuses paid by a third party	-	-	-	-	-	-
Support staff/administrative compensation, benefits and bonuses paid by the University and related entities	9,317	91,053	49,082	-	4,273,744	4,423,196
Support staff/administrative compensation, benefits and bonuses paid by a third party	-	-	-	-	-	-
Severance payments	-	-	-	-	-	-
Recruiting	40,483	108,079	67,052	95,694	102,680	413,988
Team travel	321,944	1,024,992	268,324	760,872	9,827	2,385,959
Sports equipment, uniforms and supplies	147,574	315,861	109,751	294,629	490,597	1,358,412
Game expenses	73,608	75,050	44,145	39,141	388,973	620,917
Fundraising, marketing and promotion	-	9,850	-	1,951	167,170	178,971
Sports camp expenses	12,110	2,308	478	4,718	5,946	25,560
Spirit groups	-	-	-	-	-	-
Athletic facilities debt service, leases and rental fees	5,000	-	-	-	1,319,424	1,324,424
Direct overhead, administrative expenses, facilities maintenance and operations	47,915	107,426	34,157	88,972	2,045,777	2,324,247
Indirect institutional support	46,083	133,914	46,016	121,441	371,270	718,724
Medical expenses and insurance	-	-	-	-	246,102	246,102
Memberships and dues	-	7,741	1,215	8,724	58,627	76,307
Student-athlete meals (non-travel)	20,765	105,781	24,627	32,690	128,902	312,765
Other operating expenses	-	-	-	-	654,570	654,570
Post-season football expenses	-	-	-	-	-	-
Post-season non-football expenses	-	-	-	-	-	-
Enhanced educational benefits (Alston or other)	-	-	-	-	-	-
Institutional NIL revenue share	-	-	-	-	-	-
Total operating expenses	1,605,196	4,585,588	1,621,676	4,178,224	12,731,023	24,721,707
Excess (deficiency) of revenues over (under) expenses	\$ (967,441)	\$ (3,824,069)	\$ (1,440,589)	\$ (3,851,200)	\$ 12,915,000	\$ 2,831,701

See notes to schedule of revenues and expenses (unaudited)

The University of Texas Rio Grande Valley

Department of Intercollegiate Athletics

Notes to Schedule of Revenues and Expenses (Unaudited)
Year Ended August 31, 2025

1. Basis of Presentation

The accompanying schedule of revenues and expenses (the Schedule) for the fiscal year ended August 31, 2025 includes the revenues and expenses of the Department of Intercollegiate Athletics of The University of Texas Rio Grande Valley (the University) and its intercollegiate athletic programs.

The activities reported within the Schedule include all men's and women's intercollegiate athletic programs. Certain shared costs are allocated to the individual sports based on the relative benefits provided by such activities.

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

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

2. Affiliated and Outside Organizations

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

3. Capital Assets

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

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

The University of Texas Rio Grande Valley
Department of Intercollegiate Athletics

Notes to Statement of Revenues and Expenses (Unaudited)
Year Ended August 31, 2025

- Depreciation - Depreciation is allocated to Athletics assets, or portions of real-assets, under the control of Athletics. Depreciation is calculated on a straight-line basis.
- Disposal - Disposal of capital assets must be done in accordance with State of Texas law and institutional policy.

4. Athletics Long-Term Debt

Total University debt outstanding, net of issuance cost, at August 31, 2025 was \$299,382,417. Total University debt outstanding related to athletic facilities, net of issuance cost, at August 31, 2025 was \$122,709,393. Total debt service (principal and interest) related to athletic facilities for the year ended August 31, 2025 was \$2,766,105. As the debt is still in short-term financing mode there is no repayment schedule available.

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, 2025

	2025 Actual	2025 Budget	Budget to Actual Variance	2024 Actual	2025 to 2024 Variance	
Operating Revenues						
Student fees	\$ 16,588,081	\$ 15,871,550	\$ 716,531	\$ 14,175,138	\$ 2,412,943	A
Direct institutional support	4,951,692	4,500,000	451,692	6,054,511	(1,102,819)	B
Operating Expenses						
Athletic student aid	4,161,743	3,385,150	776,593	3,222,956	938,787	C
Coaching salaries, benefits and bonuses paid by the University and related entities	5,266,368	5,113,946	152,422	4,554,483	711,885	D
Support staff/administrative compensation, benefits and bonuses paid by the University and related entities	4,423,196	4,373,957	49,239	3,626,662	796,534	E

A The variance reflects a planned increase in the athletic fee charged to students that is based on the final cohort of students (entering freshman) that were charged the athletic fee.

B In fiscal year 2024, the institution provided additional resources to athletics that included salary increases, post season travel reimbursements, sport expansion expense etc. not budgeted or provided in 2025.

C The variance reflects an increase in football scholarships. Football scholarships were not fully awarded in the fiscal year 2024 "practice year".

D The variance reflects the full implementation of the staffing plan related to sport expansion.

E The variance reflects the full implementation of the staffing plan related to sport expansion.