

UNIVERSITY OF CENTRAL ARKANSAS
INTERCOLLEGIATE ATHLETIC DEPARTMENT
REPORT OF INDEPENDENT ACCOUNTANTS'
APPLICATION OF AGREED - UPON PROCEDURES
JUNE 30, 2021

UNIVERSITY OF CENTRAL ARKANSAS
INTERCOLLEGIATE ATHLETIC DEPARTMENT
REPORT OF INDEPENDENT ACCOUNTANTS'
APPLICATION OF AGREED - UPON PROCEDURES
JUNE 30, 2021

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REPORT OF INDEPENDENT ACCOUNTANTS' APPLICATION OF AGREED - UPON PROCEDURES

University of Central Arkansas
Intercollegiate Athletic Department
Conway, Arkansas 72035

We have performed the procedures enumerated below, which were agreed to by the Athletic Director of the University of Central Arkansas ("University"), solely to assist you in evaluating whether the accompanying statement of revenue and expenses of the University of Central Arkansas Intercollegiate Athletic Department is in compliance with the National Collegiate Athletic Association ("NCAA") Bylaw 3.2.4.17 for the year ended June 30, 2021. The University of Central Arkansas Intercollegiate Athletic Department's management is responsible for the Statement of Revenues and Expenses ("Statement") and the Statement's compliance with those 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 those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

If a specific reporting category is less than 4% of the total revenue or expenses, no procedures are required for that specific category.

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

Internal Controls: Policies and Procedures Related to the Department - Agreed Upon Procedures

1. Inquiries and written representations were obtained from the Athletic Director and related personnel as to the fair presentation of the Statement of the intercollegiate athletics program, completeness of required schedules and related financial information, adequacy of controls, compliance with NCAA rules and regulations, and other information as we consider necessary for the fiscal year ended June 30, 2021.
2. We haphazardly selected a sample of five travel reimbursement forms, from different sports. We inspected the reimbursement forms and accompanying supporting documentation for compliance with the established expense guidelines. For the sample we selected, we noted the presence of management review of the expenses. No exceptions were identified.

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Agreed - Upon Procedures Related to the Statement of Revenue and Expenses

3. The mathematical accuracy of the amounts on the Statement were verified and agreed to supporting schedules provided by the University and/or the University's general ledger with no significant variations noted.
4. Inquiries were made and documented as to the involvement of the University's internal audit department in the intercollegiate athletics program.
5. The University's internal audit department performs limited procedures, testing controls and verifying revenue from ticket sales generated by the athletic department. The internal audit department assists with monitoring the University of Central Arkansas Intercollegiate Athletic Department for compliance with NCAA guidelines.
6. Each operating revenue and expense category for the year ended June 30, 2021, was compared to prior year amounts to identify variances over the lesser of \$1M or 10% between the individual revenue and expense categories that are 10% or more of the total. Explanations from the University were obtained and documented for any significant variances.
7. Each operating revenue and expense category for the year ended June 30, 2021, was compared to related budgeted amounts to identify variances over the lesser of \$1M or 10% between the individual revenue and expense categories that are 10% or more of the total. Explanations from the University were obtained and documented for any significant variances.
8. The only major endowment agreement (with the University of Central Arkansas Foundation) was reviewed and the classification and use of endowment and investment income was compared and agreed to the uses of income defined within the related endowment agreement with no exceptions noted. Totals were recalculated with no exceptions noted.
9. Written representations were obtained from management of the University that the listing of all known affiliated and outside organizations provided to us by the University are the only outside organizations created for or on behalf of the University of Central Arkansas Intercollegiate Athletic Department. Management indicated that the only such organization was the University of Central Arkansas Foundation.
10. The Independent Auditors' Report for the University of Central Arkansas Foundation was obtained and reviewed in order to identify any significant deficiencies relating to the outside organization's internal controls. Per review of the report, no significant deficiencies were noted.
11. A summary of revenues and expenses for or on behalf of intercollegiate athletics programs by affiliated and outside organizations was obtained and reviewed. Amounts were agreed to the report with no significant variations noted.

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12. **Ticket Sales:** Compare tickets sold during the reporting period, complimentary tickets provided during the reporting period and unsold tickets to the related revenue reported by the Institution in the Statement and the related attendance figures and recalculate totals. As this category balance was less than 4% of total revenues, procedure was not performed.
13. **Student Fees:** Based on the University's methodology for allocating student fees to the athletics program, student fees reported in the Statement were compared to supporting schedules with no problems noted. A random sample of student accounts was selected in order to test for compliance with the University's policy for allocating student fees to the athletics program with no problems noted.
14. **Direct State or Other Governmental Support:** Compare direct state or other governmental support recorded by the Department during the reporting period with state appropriations, institutional authorizations and/or other corroborative supporting documentation and recalculate totals. As this category balance was less than 4% of total revenues, procedure was not performed.
15. **Direct Institutional Support:** Direct institutional support recorded for the year ended June 30, 2021, was compared with corroborative supporting documentation and totals were recalculated with no problems noted.
16. **Transfers Back to Institution:** We were asked to compare the transfers back to the institution with permanent transfers back to the institution from the athletics department and recalculate totals. As this category balance was less than 4% of total revenues, procedure was not performed.
17. **Indirect Institutional Support:** We were asked to compare the indirect institutional support recorded by the institution during the reporting period with expense payments, cost allocation detail and other corroborative supporting documentation and to recalculate totals. As this category balance was less than 4% of total revenues, procedure was not performed.
18. **Guarantees:** We were asked to select a sample of settlement reports and contractual agreements for guaranteed games during the reporting period and agree each selection to the institution's general ledger and/or the statements and recalculate totals. All totals were recalculated with no problems noted.
19. **Contributions:** We were asked to test any contributions of moneys, goods or services received directly by the Department that constituted 10% or more in aggregate for the reporting year of all contributions received for the Department for the year ended June 30, 2021 and reviewed supporting documentation for each contribution. Since this category balance is less than 4% of total revenues, minimal procedures were performed in this area.
20. **In-Kind:** We were asked to compare the in-kind revenue recorded by the institution during the reporting period with a schedule of in-kind donations and to recalculate totals. As this category balance was less than 4% of total revenues, procedure was not performed.

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21. **Compensation Paid by Third Parties:** We were asked to obtain the summary of revenues from affiliated and outside organizations as of the end of the reporting period from the institution, select a sample of funds from the summary and compare and agree them to supporting documentation, the institution's general ledger and/or the Summary, and recalculate totals. As this category balance was less than 4% of total revenues, procedure was not performed.
22. **Media Rights:** We were asked to obtain and inspect agreements to understand the institution's total media (broadcast, television, radio) rights received by the institution or through their conference offices, to compare and agree the revenues to a summary statement of all media rights identified and the institution's general ledger, and to recalculate totals. As this category balance was less than 4% of total revenues, procedure was not performed.
23. **NCAA Distributions:** We were asked to compare the amounts recorded in the revenue and expense reporting to general ledger detail for NCAA distributions and other corroborative supporting documents, and to recalculate totals. No exceptions were noted in our testing.
24. **Conference Distributions:** We were asked to obtain and inspect agreements related to the institution's conference distributions and participation in revenues from tournaments during the reporting period to gain an understanding of the relevant terms and conditions. There were no conference distributions in the current period.
25. **Program Sales, Novelty, Concessions, and Parking:** We were asked to compare the amount recorded in the revenue reporting category to a general ledger detail of program sales, concessions, novelty sales and parking as well as any other corroborative supporting documents and to recalculate totals. As this category balance was less than 4% of total revenues, procedure was not performed.
26. **Royalties, Licensing, Advertisements, and Sponsorships:** We were asked to obtain and inspect agreements related to the Department's participation in revenues from royalties, licensing, advertisements, and sponsorships for the year ended June 30, 2021 for relevant terms and conditions, and to compare and agree the related revenues to the University's general ledger and/or the Statement, and to recalculate totals. As this category balance was less than 4% of total revenues, procedure was not performed.
27. **Sports Camp Revenues:** We were asked to select a sample of camp participants and cash receipts and agree each selection to the general ledger and/or the statement and recalculate totals. Also, we were to inspect sports-camp contracts between the institution and persons conducting institutional sports-camps or clinics during the reporting period to obtain an understanding of the institution's methodology for recording revenues from sports-camps. As this category balance was less than 4% of total revenues, procedure was not performed.

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28. **Athletic Endowment and Investment Income:** We were asked to obtain and inspect endowment agreements to gain an understanding of the relevant terms and conditions, to compare and agree the classification and use of the endowment and investment income reported in the statement to the uses of income defined within the related endowment agreements, and to recalculate totals. As this category balance was less than 4% of total revenues, procedure was not performed.
29. **Other Operating Revenues:** We were asked to perform minimum agreed upon procedures referenced for all other revenue categories and recalculate the totals. As this category balance was less than 4% of total revenues, procedure was not performed.
30. **Bowl Revenues:** We were asked to obtain and inspect agreements related to the institution's revenues from post-season football bowl participation during the reporting period to gain an understanding of relevant terms and conditions, to compare and agree the related revenues to the institution's general ledger and/or supporting schedules, and to recalculate totals. As this category balance was less than 4% of total revenues, procedure was not performed.
31. **Student Aid:** We selected a sample of students from the listing of institutional student aid recipients during the reporting period. Data was captured by the institution through the creation of a squad list for each sponsored sport. Obtained individual student-account detail for each selection and compared total aid allocated in the institution's student system to the student's detail from the NCAA Membership Financial Reporting System. Performed a check of each student selected to ensure their information was reported accurately in either the NCAA's Compliance Assistant software or entered directly into the NCAA Membership Financial Reporting System and recalculated totals. No exceptions were noted.
32. **Guarantee Expense:** We were asked to obtain and inspect a sample of visiting institution's away-game settlement reports received by the institution and contractual agreements pertaining to expenses recorded by the institution from guaranteed contests during the reporting period and agreed related expenses to the institution's general ledger and/or supporting schedules. Recalculate totals. As this category balance was less than 4% of total expenses, procedure was not performed.
33. **University Compensation to Coaches:** A listing of coaches paid by the University was obtained and inspected. The contract terms and conditions of the head football coach, head men's basketball coach, and the head women's basketball coach were agreed to the general ledger and payroll register. Totals were recalculated. Documentation for payments made to the staff was reconciled to support data. No problems were noted.
34. **Compensation Paid by Third Parties:** We were asked to obtain and inspect a listing of coaches and support staff employed by third parties during the reporting period, select samples and compare the financial terms and conditions to the compensation and benefits paid to those recorded by the institution in the statement and/or general ledger and to recalculate totals. As these categories' balances were less than 4% of total expenses, procedures were not performed.

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35. **University Compensation to Support Staff and Administration:** We were asked to select a sample of support staff/administrative personnel employed by the University during the reporting period. We were asked to obtain employee contracts and inspect reporting period payroll summary registers for each selection and to recalculate totals. Documentation for payments made to the staff was reconciled to support data with no problems noted.
36. **Severance Payments:** We were asked to select a sample of employees receiving severance payments by the institution during the reporting period and agreed each severance payment to the related termination letter or employment contract and to recalculate totals. As this category balance was less than 4% of total expenses, procedure was not performed.
37. **Recruiting:** We were asked to obtain and document an understanding of the institution's recruiting expense policies. We were also asked to compare and agree to existing institutional and NCAA-related policies to agree expenses to general ledger detail. As this category balance was less than 4% of total expenses, procedure was not performed.
38. **Team Travel:** We were asked to obtain documentation of the University's team travel policies, compare those policies to NCAA-related policies, and obtain general ledger detail and compare reported amounts. Recalculated totals. We performed these procedures and selected a sample of travel expenses to agree with supporting documentation. No exceptions noted.
39. **Sports Equipment, Uniforms, and Supplies:** We were asked to obtain general ledger detail and compare to the total expenses reported. We were asked to select a sample of transactions to validate existence of transaction and accuracy of recording and to recalculate totals. As this category balance was less than 4% of total expenses, procedure was not performed.
40. **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. No exceptions were noted.
41. **Fund Raising, Marketing, and Promotion:** We were asked to obtain general ledger detail and compare to the total expenses reported. We were asked to select a sample of transactions to validate existence of transaction and accuracy of recording and to recalculate totals. As this category balance was less than 4% of total expenses, procedure was not performed.
42. **Sports Camp Expenses:** We were asked to obtain general ledger detail and compare to the total expenses reported. We were asked to select a sample of transactions to validate existence of transaction and accuracy of recording and to recalculate totals. As this category balance was less than 4% of total expenses, procedure was not performed.
43. **Spirit Groups:** We were asked to obtain general ledger detail and compare to the total expenses reported. We were asked to select a sample of transactions to validate existence of transaction and accuracy of recording and recalculate totals. As this category balance was less than 4% of total expenses, procedure was not performed.

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44. **Debt Service, Leases and Rental Fees:** Obtained a listing of debt service schedules, lease payments and rental fees for athletics facilities for the reporting year. Compared a sample of facility payments to additional supporting documentation. We reviewed supporting payment documentation for the five largest debt service payments made during the period and recalculated totals. No exceptions noted.
45. **Direct Overhead and Administration 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 reviewed supporting invoice and supporting documentation for five charges in the period. No exceptions were noted.
46. **Indirect Institutional Support:** This procedure is performed in conjunction with testing of Indirect Institutional Support Revenue; however, as this category balance was less than 4% of total expenses, procedures were not performed.
47. **Medical Expenses and Insurance:** We were asked to obtain general ledger detail and compare to the total expenses reported. We were asked to select a sample of transactions to validate existence of transaction and accuracy of recording. Recalculated totals. As this category balance was less than 4% of total expenses, procedure was not performed.
48. **Memberships and Dues:** We were asked to obtain general ledger detail and compare to the total expenses reported. We were asked to select a sample of transactions to validate existence of transaction and accuracy of recording and recalculate totals. As this category balance was less than 4% of total expenses, procedure was not performed.
49. **Student Athlete Meals (Non-travel):** We were asked to obtain general ledger detail and compare to the total expenses reported. We were asked to select a sample of transactions to validate existence of transaction and accuracy of recording and to recalculate totals. As this category balance was less than 4% of total expenses, procedure was not performed.
50. **Other Operating Expenses:** We were asked to obtain general ledger detail and compare to the total expenses reported. We were asked to select a sample of transactions to validate existence of transaction and accuracy of recording and to recalculate totals. As this category balance was less than 4% of total expenses, procedure was not performed.
51. **Bowl Expenses:** We were asked to obtain general ledger detail and compare to the total expenses reported. We were asked to select a sample of transactions to validate existence of transaction and accuracy of recording and to recalculate totals. As this category balance was less than 4% of total expenses, procedure was not performed.

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Additional Agreed - Upon Procedures

52. We reviewed the sports sponsored reported in the NCAA Membership Financial Reporting System and compared to the Calculation of Revenue Distribution Equivalencies Report (CDRE) from the institution. We then compared current year grant-in-aid revenue distribution equivalencies of both reports and to the data from the prior year. We noted no discrepancy in the equivalencies or unusual fluctuations from the prior year.
53. We obtained the institution's Sports Sponsorship and Demographics Forms Report for the year ended June 30, 2021. We were able to validate that the countable sports reported by the institution met the minimum requirements for the number of contests and the number of participants in each contest as set forth by NCAA Bylaw 20.9.6.3. We also were able to determine that the institution properly reported these sports as countable for revenue distribution purposes within the NCAA Membership Financial Reporting System. As a result of this review, no discrepancies were noted.
54. We compared and agreed the total number of student athletes who, during the academic year, received a Pell Grant award and the total value of the Pell Grants reported by the institution in the NCAA Membership Financial Reporting System to a report generated out of the institution's financial aid records listing all student-athlete Pell Grants for the period with no discrepancies noted. We also compared current year Pell Grants total to prior year reported values. Change from prior year is considered reasonable.

We were not engaged to and did not conduct an audit, the objective of which would be the expression of an opinion on the compliance of the accompanying Statement of Revenues and Expenses of the University of Central Arkansas Intercollegiate Athletic Department. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the specified parties listed above and is not intended to be and should not be used by anyone other than these specified parties.



CONNER & SARTAIN PA
Conway, Arkansas
January 7, 2022

UNIVERSITY OF CENTRAL ARKANSAS
INTERCOLLEGIATE ATHLETIC DEPARTMENT
STATEMENT OF REVENUES AND EXPENSES - UNAUDITED
YEAR ENDED JUNE 30, 2021

REVENUES

	<u>Football</u>	<u>Men's Basketball</u>	<u>Women's Basketball</u>	<u>Other Sports</u>	<u>Non-Program Specific</u>	<u>Total</u>
Operating Revenues:						
1. Ticket Sales	\$ 274,547	\$ 11,365	\$ 9,750	\$ 27,414	\$ -	\$ 323,076
2. Direct State or Other Government Support	-	-	-	-	-	-
3. Student Fees	1,249,965	360,017	326,746	1,811,290	1,280,780	5,028,798
4. Direct Institutional Support	1,295,117	369,943	337,065	1,861,232	1,602,984	5,466,341
5. Less - Transfers to Institution	-	-	-	-	(208,067)	(208,067)
6. Indirect Institutional Support - Note 5	-	-	-	-	28,425	28,425
7. Guarantees	500,000	226,500	93,900	23,900	-	844,300
8. Contributions - Note 2	33,107	6,598	3,787	50,717	183,218	277,427
9. In-Kind	9,363	1,000	1,000	12,111	9,820	33,294
10. Compensation and Benefits Provided by a Third Party	37,215	9,135	-	63,124	-	109,474
11. Media Rights	-	-	-	-	-	-
12. NCAA Distributions	-	-	-	3,136	1,055,226	1,058,362
13. Conference Distributions	-	-	-	-	-	-
14. Program, Novelty, Parking and Concession Sales	-	-	-	-	6,263	6,263
15. Royalties, Licensing, Advertisements and Sponsorships	50,983	7,032	7,033	80,852	341,117	487,017
16. Sports Camp Revenues	21,095	25,662	-	76,304	-	123,061
17. Athletics Restricted Endowment and Investment Income	-	-	-	-	119,017	119,017
18. Other Operating Revenues	-	-	-	-	7,200	7,200
19. Bowl Revenues	-	-	-	-	-	-
Total Operating Revenues	<u>\$ 3,471,392</u>	<u>\$ 1,017,252</u>	<u>\$ 779,281</u>	<u>\$ 4,010,080</u>	<u>\$ 4,425,983</u>	<u>\$ 13,703,988</u>

The accompanying notes are an integral part of these financial statements.

UNIVERSITY OF CENTRAL ARKANSAS
INTERCOLLEGIATE ATHLETIC DEPARTMENT
STATEMENT OF REVENUES AND EXPENSES - UNAUDITED (CONTINUED)
YEAR ENDED JUNE 30, 2021

EXPENSES

	Football	Men's Basketball	Women's Basketball	Other Sports	Non-Program Specific	Total
Operating Expenses:						
20. Athletic Student Aid	\$ 1,670,597	\$ 355,085	\$ 373,476	\$ 2,104,540	\$ 124,414	\$ 4,628,112
21. Guarantees	40,000	3,000	-	-	-	43,000
22. Coaching Salaries, Benefits and Bonuses Paid by the University & Related Entities	839,233	356,929	283,048	1,313,154	-	2,792,364
23. Coaching Salaries, Benefits and Bonuses Paid by Third Party	31,500	6,985	-	48,069	-	86,554
24. Support Staff/Administrative Compensation, Benefits and Bonuses Paid by the University & Related Entities	65,581	10,764	1,309	146,502	1,153,318	1,377,474
25. Support Staff/Administrative Compensation Benefits and Bonuses Paid by Third Party	5,715	2,150	-	15,055	-	22,920
26. Severance Payments	-	-	-	-	-	-
27. Recruiting	2,430	3,124	840	9,066	-	15,460
28. Team Travel	218,102	101,116	108,603	736,426	-	1,164,247
29. Sports Equipment, Uniforms and Supplies	110,141	65,670	43,936	171,440	13,177	404,364
30. Game Expenses	107,345	40,275	40,259	190,591	157,803	536,273
31. Fund Raising, Marketing and Promotion	-	-	-	-	5,266	5,266
32. Sports Camp Expenses	14,421	23,327	-	64,758	-	102,506
33. Spirit Groups	-	-	-	-	22,634	22,634
34. Athletic Facilities Debt Service, Leases and Rental Fee	-	-	-	-	671,058	671,058
35. Direct Overhead and Administrative Expenses	-	-	-	-	668,877	668,877
36. Indirect Institutional Support - Note 5	-	-	-	-	28,425	28,425
37. Medical Expenses and Insurance	226,883	5,726	5,598	56,954	175,976	471,137
38. Memberships and Dues	660	-	589	11,874	28,970	42,093
39. Student-Athlete Meals (non-travel)	9,266	1,167	1,030	22,442	-	33,905
40. Other Operating Expenses	8,107	7,138	3,514	16,553	58,163	93,475
41. Bowl Expenses	-	-	-	-	-	-
Total Operating Expenses	3,349,981	982,456	862,202	4,907,424	3,108,081	13,210,144
Excess (Deficiencies) of Revenues Over (Under) Expenses	\$ 121,411	\$ 34,796	\$ (82,921)	\$ (897,344)	\$ 1,317,902	\$ 493,844

The accompanying notes are an integral part of these financial statements.

UNIVERSITY OF CENTRAL ARKANSAS

NOTES TO INTERCOLLEGIATE ATHLETICS DEPARTMENT

NOTES TO FINANCIAL STATEMENTS - UNAUDITED

JUNE 30, 2021

NOTE 1 - BASIS OF PRESENTATION

The accompanying Statement of Revenues and Expenses ("Statement") has been prepared on the accrual basis of accounting. The purpose of the Statement is to present a summary of the financial activity of the Intercollegiate Athletics Department of the University of Central Arkansas ("University") for the year ended June 30, 2021. Because the Statement presents only a selected portion of the activity of the University, it is not intended and does not present either the financial position, changes in financial position, or cash flows for the University in total for the year then ended. Revenues and expenses directly identified with programs that are considered major (football, men's basketball, and women's basketball) are reported accordingly under their related heading. Revenues and expenses for programs that are not considered major are reported under the heading "Other Sports." Revenues and expenses not directly identifiable to a specific sport are reported under the category "Non-Program Specific."

NOTE 2 - CONTRIBUTIONS

The University of Central Arkansas Foundation ("Foundation") raises funds and collects contributions for the benefit of the University of Central Arkansas Intercollegiate Athletics Department and the University in general. The University of Central Arkansas Intercollegiate Athletics Department received contributions of \$277,427 from the Foundation during the year ended June 30, 2021. There were no contributions in excess of ten percent of the total amount of contributions received during the fiscal year, other than those made by the Foundation.

NOTE 3 - CAPITALIZED ASSETS

Property and equipment are recorded at cost. Depreciation is recorded over the estimated useful life of the asset using the straight-line method of depreciation. Fixed assets are acquired following the same procedures the University uses for all expenses and acquisitions. Fixed assets are classified, depreciated and disposed of according to guidelines provided by the State of Arkansas in Subchapter 15-Property and Equipment Inventory of Title 19-Public Finance, Chapter 4-State Accounting and Budgetary Procedures, and is in compliance with standards issued by the Government Accounting Standards Board (GASB).

There were no additions of athletic-related assets during the year ended June 30, 2021.

NOTE 4 - ATHLETIC STUDENT AID

The Statement includes athletic financial aid awards for students participating in athletic programs. Financial aid awarded to athletic participants on the basis of other criteria, such as need or academic excellence, is not reflected in the Statement.

UNIVERSITY OF CENTRAL ARKANSAS

NOTES TO INTERCOLLEGIATE ATHLETICS DEPARTMENT

NOTES TO FINANCIAL STATEMENTS - UNAUDITED

JUNE 30, 2021

NOTE 5 - INDIRECT INSTITUTIONAL SUPPORT

Most of the support received by the University of Central Arkansas Intercollegiate Athletics Department from the University is direct support. It is subsequently charged for this support by the University. Management estimates the amount of indirect support received by the University for the year ended June 30, 2021 to be \$28,425.

NOTE 6 - LONG TERM DEBT

At June 30, 2021 bonds and notes payable consists of the following:

2006 Auxiliary Revenue Capital Improvement and Refunding Bonds, dated as of April 1, 2006, interest due in semi-annual installments and principal due in annual installments paid through May 1, 2026. Allotment of bond proceeds was 50%. (Total long term debt \$1,535,000 x 50%)	\$ 767,500
2010 Series A Refunding Bonds 1997B and 2003B Series, dated as of September 29, 2010, interest due in semi-annual installments and principal due in annual installments paid through September 1, 2023. Allotment of bonds proceeds was 3.84%; (Total long term debt \$1,070,000 x 3.84%)	41,088
First Security Bank loan originating on May 28, 2013 for \$2,810,072, relating to the construction of Estes Stadium Skyboxes and weight room improvements. Interest only installments (3.94% per annum) are payable until May 28, 2028, at which point the entire principal balance and unpaid interest are due. Outstanding principal balance shown as of June 30, 2021.	1,502,681
2016 Auxiliary Revenue Refunding Bonds, dated as of May 28, 2016, interest due in semi-annual installments and principal due in annual installments paid through November 1, 2034. The bond proceeds were used to refinance the 2006 Series D and 2007 Series A bonds in order to recognize certain savings from more favorable interest rates and earlier maturity dates; Athletic Department Allotment of bonds proceeds was 34.35%; (Total long term debt \$3,643,430 x 34.35%)	<u>1,251,518</u>
Total long term debt	<u>\$ 3,562,787</u>

UNIVERSITY OF CENTRAL ARKANSAS
NOTES TO INTERCOLLEGIATE ATHLETICS DEPARTMENT
NOTES TO FINANCIAL STATEMENTS - UNAUDITED
JUNE 30, 2021

NOTE 6 - LONG TERM DEBT (CONTINUED)

Maturities for the years subsequent to June 30, 2021, are as follows:

June 30, 2022	\$ 526,248
June 30, 2023	547,899
June 30, 2024	569,172
June 30, 2025	580,420
June 30, 2026	606,118
Thereafter	<u>732,930</u>
	<u>\$ 3,562,787</u>

UNIVERSITY OF CENTRAL ARKANSAS
INTERCOLLEGIATE ATHLETIC DEPARTMENT
REVENUE AND EXPENSE ANALYSIS
YEAR ENDED JUNE 30, 2021

Account Description	2021 Actual	% of Total	2020 Actual	Variance	% Variance	2021 Budget	Variance	% Variance
REVENUES								
E&G Transfers to Athletics	\$ 1,391,407	10.70%	\$ 1,362,789	28,618	2.10%	\$ 1,391,407	\$ -	0.00%
Athletic Fees	5,028,798	38.67%	5,276,664	(247,866)	-4.70%	5,225,000	(196,202)	-3.76%
Intrafund Auxilliary Transfers	2,484,010	19.10%	1,274,726	1,209,284	94.87%	1,811,473	672,537	37.13%
EXPENSES								
Athletic Scholarships	\$ 4,409,030	33.89%	\$ 3,954,658	454,372	11.49%	\$ 4,455,382	\$ (46,352)	-1.04%
Non-Classified Salaries	2,621,493	20.15%	2,704,258	(82,765)	-3.06%	2,648,642	(27,149)	-1.03%

NOTE: The above analysis was performed for revenue and expense accounts that represented over 10% of the total revenues and expenses, respectively. Of the five accounts analyzed, only Athletic Scholarships and Intrafund Auxilliary Transfers showed variations over \$1M or 10%. Intrafund Auxilliary Transfers had variation of actual being more than prior year and budget. Per Linda Lentz, this is due to several games being canceled due to COVID which resulted in less support required from other auxilliary units. Athletic Scholarships expense had a variation of actual being larger than prior year. Per Linda Lentz, this is due to scholarships not being awarded for the summer due to COVID and students not living on campus.

The accompanying notes are an integral part of these financial statements.