

**Ohio University  
National Collegiate Athletics Association**

---

**Agreed-upon Procedures Report  
June 30, 2018**





# Dave Yost • Auditor of State

Board of Trustees  
Ohio University  
West Union Street Office Center  
Suite 214  
Athens, Ohio 45701

We have reviewed the *Independent Accountant's Report on the Application of Agreed-upon Procedure* of the Ohio University NCAA Report, Athens County, prepared by Plante & Moran, PLLC, for the period July 1, 2017 through June 30, 2018. Based upon this review, we have accepted this report in lieu of the audit required by Section 117.11, Revised Code.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The Ohio University is responsible for compliance with these laws and regulations.

A handwritten signature in black ink that reads "Dave Yost".

Dave Yost  
Auditor of State

December 31, 2018

**This page intentionally left blank.**

# **Ohio University National Collegiate Athletics Association**

---

## **Contents**

Report Letter	1-11
Intercollegiate Athletics Program Statement of Revenue and Expenses	12
Notes to Intercollegiate Athletics Program Statement of Revenue and Expenses	13-15
Appendix A	16

**This page intentionally left blank.**

Independent Accountant's Report  
on Application of Agreed-upon Procedures

Dr. M. Duane Nellis, President  
Ohio University  
Athens, Ohio, 45701

We have performed the procedures enumerated below, which were agreed to by the president of Ohio University (the "University"), solely to assist you in evaluating whether the accompanying Intercollegiate Athletics Program statement of revenue and expenses (the "Statement") of Ohio University is in compliance with the National Collegiate Athletics Association (NCAA), Constitution 3.2.4.15 for the year ended June 30, 2018. Ohio University's management is responsible for the Intercollegiate Athletic Program statement of revenue and expenses and the Statement's compliance with those requirements. 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.

**Agreed-upon Procedures Related to the Statement of Revenue and Expenses**

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

**Internal Control Structure**

A. Related to the University's internal control structure:

- 1) We met with the director of intercollegiate athletics and inquired about the general control environment over intercollegiate athletic finances, the level of control consciousness in the University, the competence of personnel, and the protection of records and equipment.
- 2) We obtained the audited financial statements for the year ended June 30, 2018 and any additional reports regarding internal controls if the University was audited independent of these agreed-upon procedures and any corrective action taken in response to comments concerning the internal control structure.
- 3) We obtained any documentation of the accounting systems and procedures unique to the intercollegiate athletics department.

Dr. M. Duane Nellis, President  
Ohio University

- 4) Cash disbursements, cash receipts, and athletic employee payroll are addressed in connection with the audit of the University's financial statements. The following control environment and accounting systems are (a) unique to the intercollegiate athletics and (b) have not been addressed in connection with the audit of the University's financial statements. We performed the following procedures:

**Procedure:** We concluded that the intercollegiate athletics department's internal control structure was the same as the University's internal control for the cash disbursement, general cash receipt, and employee pay process. The only procedure that is unique to intercollegiate athletics is the ticket collection receipt process. We selected three games and tested the ticket collection receipting process by comparing the total receipts for such games to the reconciliation and documentation of the related cash deposit amount with the University Bursar.

**Results:** We noted no exceptions. We selected three football games during the year and agreed the gate sales for such events, as documented by the University's ticket reconciliation procedures, to deposit slips of the related cash deposit amount with the University Bursar. The games selected for testing were against University of Kansas on September 16, 2017, against Miami University on October 31, 2017, and against the University of Toledo on November 8, 2017.

### **NCAA Reporting**

- B. **Procedure:** We obtained the Financial Report Submission to the NCAA, including the financial data detailing operating revenue, expenses, and capital related to the University's intercollegiate athletics program that was submitted to the NCAA and agreed the amounts to the Intercollegiate Athletics Program statement of revenue and expenses (the "Statement") included in the agreed-upon procedures for the reporting period.

**Results:** We reviewed a draft of the report to be submitted, noting no discrepancies. Management represents the report will be submitted by the due date of January 15, 2019.

- C. **Procedure:** We agreed the sports sponsored reported in the NCAA Membership financial reporting system to the Calculation of Revenue Distribution Equivalencies Report (CRDE) from JumpForward. The NCAA Membership Financial Reporting System populates the sports from the NCAA Membership Database as they are reported by the University.

**Results:** We noted no discrepancies in the sports sponsored.

- D. **Procedure:** We obtained the University's Sports Sponsorship and demographics forms report for the reporting year. We validated that the countable sports reported by the University meet the minimum requirements set forth in Bylaw 20.9.6.3 for the number of contests and the number of participants in each contest that is counted toward meeting the minimum contest requirements.



Dr. M. Duane Nellis, President  
Ohio University

**Results:** We noted no discrepancies in the countable sports for funding purposes between the NCAA Membership financial reporting system and the supporting documentation.

- E. **Procedure:** We agreed the total number of Division I student athletes who, during the academic year, received a Pell Grant award (e.g. Pell Grant recipients on Full Grant-in-aid, Pell Grant recipients on Partial 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.

**Results:** We noted no exceptions.

### **Notes, Disclosures, and Other Procedures**

- F. **Procedure:** We obtained and described the University's policies and procedures for acquiring, approving, depreciating, and disposing of intercollegiate athletics-related assets, as disclosed in Note 2. We obtained a schedule of athletics-related capital expenditures made by athletics, the University, and affiliated organizations during the period. We agreed the schedule to the University's general ledger. We selected a sample of one transaction to validate existence of the transactions and accuracy of recording and recalculated totals.

**Results:** We selected the John Deere Gator upgrade addition for \$5,600 and agreed it to the purchase order and the JD Equipment Inc. invoice dated August 16, 2017. We noted no exceptions.

- G. **Procedure:** We obtained repayment schedules for all outstanding intercollegiate athletics debt maintained by the University during the reporting period. We recalculated annual maturities (consisting of principal and interest) provided in the schedules obtained and agreed the total annual maturities to supporting documentation and the University's general ledger, as applicable. The repayment schedule is disclosed in Note 3. We agreed the total outstanding athletics-related debt and total institutional debt to supporting documentation and the University's audited financial statements, if available, or the University's general ledger.

**Results:** We agreed all outstanding intercollegiate debt to the repayment schedules and Note 3. We agreed total institutional debt to the University's audited financial statements. We noted no exceptions.

- H. **Procedure:** We obtained the general ledger detail and compared it to the total expenses reported for excess transfers to the institution and conference realignment expenses. We attempted to select a sample of one transaction to validate existence of the transaction and accuracy of recording and recalculated totals.

**Results:** There were no excess transfers to the institution or conference realignment expenses; therefore, no samples were selected. We noted no exceptions.

Dr. M. Duane Nellis, President  
Ohio University

- I. **Procedures:** Changes in loan, endowment, or plant funds related to intercollegiate athletics shall not be included in the Statement.
- 1) We obtained and disclosed significant additions to restricted funds related to intercollegiate athletics, as well as significant changes to endowment and plant funds. Significant is defined as exceeding 10 percent of total contributions.
  - 2) We obtained and disclosed the value of endowments at the fiscal year end that are dedicated to the sole support of athletics. We agreed the fair market value of the schedules to the general ledger. We agreed the total fair market value of athletics dedicated endowments and institutional endowments to supporting documentation.
  - 3) We obtained and disclosed the value of all pledges at the fiscal year end that support athletics.
  - 4) We obtained and disclosed the athletics department fiscal year-end fund balance.

**Results:** We disclosed significant additions to contributions in Note I and all other items in Note 4.

### **Statement of Revenue and Expenses**

- J. **Procedure:** We obtained the Intercollegiate Athletics Program statement of revenue and expenses for the reporting period, prepared by management, and agreed all amounts back to the University's general ledger.

**Results:** We noted no exceptions.

- K. **Procedure:** We compared each revenue and expense account over 10 percent of total revenue and expenses, respectively, to prior period amounts and budget estimates. We obtained and documented any variations greater than 10 percent of the total revenue or expenses.

**Results:** See Appendix A.

- L. **Procedure:** We performed additional procedures on the following revenue and expense categories unless the specific reporting category is less than 4 percent of total revenue or expenses.

**Results:** See procedures below.

Dr. M. Duane Nellis, President  
Ohio University

## **Revenue**

M. **Procedure:** We agreed each revenue reported in the Statement during the reporting period to supporting schedules provided by the University.

**Results:** The supporting schedules provided by the University agreed to the Statement without exception.

- 1) **Direct Institutional Support Procedure:** We agreed the direct institutional support recorded by the University during the reporting period with budget transfers and other corroborative supporting documentation.

**Results:** We agreed direct Institutional support recorded to the planning unit spending authorization reports for athletics (regular operating) and athletics (grants-in-aid). We noted no exceptions.

- 2) **Indirect Institutional Support Procedure:** We agreed the indirect institutional support recorded by the University during the reporting period with expense payments, cost allocation detail, and other corroborative supporting documentation and recalculated totals.

**Results:** We recalculated allocations and agreed each sport's total expenditures to the ICA sport allocation report and the general ledger. We noted no exceptions.

- 3) **Contributions Procedure:** We obtained supporting documentation for each contribution of monies, goods, or services received directly by an intercollegiate athletics program for any affiliated or outside organization, agency, or group of individuals that constitute 10 percent or more of all contributions received for intercollegiate athletics during the reporting periods. We disclosed the source and dollar value of these contributions in the report.

**Results:** We obtained the signed gift agreements and agreed amounts received to the bank deposit and the general ledger. See Note I for contributions over 10 percent.

- 4) **NCAA Distributions Procedure:** We agreed the amounts recorded in the statements to the general ledger detail for NCAA distributions and other corroborative supporting documents recalculated totals.

**Results:** We agreed all NCAA distributions to memos and correspondence received from the NCAA with the distributions, including check stubs and electronic payment remittance emails. We also agreed each to the general ledger detail and the total to the Statement and recalculated totals. We noted no exceptions.

Dr. M. Duane Nellis, President  
Ohio University

- 5) **Conference Distributions Procedure:** We obtained and inspected all agreements related to the University's conference distributions and participation in revenue from tournaments during the reporting period. We compared the related revenue to the University's general ledger and statement.

**Results:** We agreed all conference distributions to correspondence from the conference and agreed the total to the general ledger and statement. We noted no exceptions.

- 6) **Royalties, Licensing, Advertisements, and Sponsorships Procedure:** We obtained and inspected all agreements related to the University's participation in revenue from royalties, advertisements, and sponsorships during the reporting period. We agreed the related revenues to the University's general ledger and the Statement. We also recalculated totals.

**Results:** We obtained the royalty summary statement and quarterly royalty summary reports for the reporting period with Learfield Licensing Partners, pouring rights agreement with Pepsi, advertising agreement with IMG, marketing agreement with Pepsi for the Peden Stadium End Zone, and sponsorship agreement with Ohio Health. We agreed related revenue to the general ledger detail and general ledger total to the Statement. We noted no exceptions.

## **Expenses**

- N. **Procedure:** We agreed each expense reported in the Statement during the reporting period to supporting schedules provided by the University.

**Result:** The supporting schedules provided by the University agreed to the Statement without exception.

We performed the following procedures for the indicated expense category:

- 1) **Athletic Student Aid Procedures:** We selected a sample of 60 students from the listing of institutional student aid recipients during the reporting period (no less than 20 percent of total student athletes for institutions who have not used NCAA's Compliance Assistant (CA) software to prepare athletic aid detail, with a maximum sample size of 60). We obtained individual student account detail for each selection and agreed total aid in the University's student system to student detail in the university report that ties directly to the NCAA Membership Financial Reporting System.

Dr. M. Duane Nellis, President  
Ohio University

- a. We performed a check of each student selected to ensure that his or her information was reported accurately and entered directly into the NCAA membership financial reporting system using the following criteria:
  - i. The equivalency value for each student athlete in all sports, including head-count sports, need to be converted to a full-time equivalency value. The full-time equivalency value is calculated using the athletic grant amount reported on the squad list as the numerator and the full grant amount, which is the total cost for tuition, fees, books, room, and board for an academic year, as the denominator.
  - ii. A student athlete can only be included in one sport.
  - iii. All equivalency calculations should be rounded to two decimal places.
  - iv. The full grant amount should be the full cost of tuition for an academic year, not semester.
  - v. If a sport is discontinued and the grants are still being honored by the institution, the grants are included in student athlete aid for revenue distribution purposes.
  - vi. Student-athletes receiving athletic aid who have exhausted their athletic eligibility or are inactive due to medical reasons should be included in the student-athlete aid total and correctly noted on the squad list.
  - vii. Only athletic aid awarded in sports in which the NCAA conducts championship competitions, emerging sports for women, and FBS football should be included in the calculations.
  - viii. If a selected student received a Pell grant, ensure that the value of the grant is not included in the calculation of equivalencies or the total dollar amount of student athletic aid expense for the institution.
  - ix. If a selected student received a Pell grant, ensure that the student's grant was included in the total number and total value of Pell grants reported for revenue distribution purposes in the NCAA membership financial reporting system.
- b. We recalculated totals for each sport and overall.

**Results:** One student athlete selected for testing received an award increase that was reflected on the squad list and in the award letter; however, the increase was never processed by financial aid, which resulted in the student athlete receiving \$2,960 less athletic aid than was awarded. We noted no other exceptions.

The students' accounts tested are summarized below:

Student Tested	Amount Disbursed	Student Tested	Amount Disbursed	Student Tested	Amount Disbursed
1	\$ 12,000	21	\$ 37,033	41	\$ 16,538
2	20,000	22	27,066	42	23,832
3	11,000	23	36,194	43	25,302
4	27,000	24	37,224	44	24,806
5	27,760	25	18,646	45	39,200
6	37,720	26	13,571	46	27,000
7	27,549	27	37,088	47	25,400
8	27,169	28	36,194	48	10,676
9	27,230	29	37,630	49	5,000
10	27,587	30	9,279	50	20,062
11	28,256	31	37,160	51	12,500
12	16,338	32	35,112	52	27,230
13	11,693	33	18,730	53	38,284
14	25,697	34	26,049	54	33,048
15	7,166	35	16,981	55	36,606
16	34,062	36	20,000	56	14,128
17	26,049	37	6,532	57	15,000
18	26,148	38	30,490	58	17,237
19	27,760	39	37,783	59	4,330
20	8,777	40	20,811	60	5,728

- 2) **Coaching Salaries, Benefits, and Bonuses Paid by the University and Related Entities Procedure:** We obtained and inspected a listing of coaches employed by the University and related entities during the reporting period. We selected a sample of five coaches' contracts that includes football and men's and women's basketball from the above listing. We agreed the financial terms and conditions of each selection to the related coaching salaries, benefits, and bonuses recorded by the University and related entities in the Statement during the reporting period. We obtained and inspected payroll summary registers for each selection. We agreed related payroll summary registers to the related coaching salaries, benefits, and bonuses paid by the University and related entities expense recorded by the University in the Statement during the reporting period and recalculated totals. We compared and agreed the totals recorded to any employment contracts executed for the sample selected.

**Results:** We selected five coaches' contracts that included football, men's basketball, women's basketball, women's soccer, and men's golf. We agreed the financial terms and conditions of each to the related coaching salaries, benefits, and bonuses recorded by the University on the payroll detail. We agreed payroll detail totals to the Statement. We noted no exceptions.

- 3) **Support Staff/Administrative Salaries, Benefits, and Bonuses Paid by the University and Related Entities Procedure:** We selected a sample of three support staff/administrative personnel employed by the University and related entities during the reporting period. We obtained and inspected payroll summary registers for each selection. We agreed related payroll summary registers to the related support staff/administrative salaries, benefits, and bonuses paid by the University and related entities expense recorded by the University in the Statement during the reporting period. We also recalculated totals.

**Result:** We selected three support staff/administrative personnel, which included the director of equipment, director of compliance, and a graduate assistant. We noted no exceptions.

- 4) **Team Travel Procedure:** We obtained documentation of the University's team travel policies. We agreed to existing university- and NCAA-related policies. We obtained general ledger detail and agreed to the total expenses reported.

**Results:** We selected one expense transaction related to team travel from the general ledger detail. We agreed the \$43,770 expense, paid on July 18, 2017, to the Air Planning LLC invoice. We agreed the general ledger total to the statement. We noted no exceptions.

- 5) **Athletic Facility Debt Service, Leases, and Rental Fees Procedure:** We obtained a listing of debt service schedules, lease payments, and rental fees for athletic facilities for the reporting year. We agreed at least three facility payments, including the top two highest facility payments to additional supporting documentation (e.g., debt financing agreements, leases, rental agreements). We agreed amounts recorded to amounts listed in the general ledger detail and recalculated totals.

**Result:** We agreed the debt service payments for the debt described in Note 3 to the related Charge to Departments schedule prepared by the treasury management office. We tested the annual principal and interest payments made for the Sook Academic Center, Peden Scoreboard, indoor multipurpose facility, and the track and turf field and agreed to repayment schedules. The payments are paid by the University and are allocated to the intercollegiate athletics department. We noted no exceptions.

- 6) **Direct Overhead and Administrative Support Procedure:** We obtained general ledger detail and agreed to the total expenses reported. We agreed a sample of three transactions to supporting documentation, including the purchase order and invoice. We recalculated totals.

Dr. M. Duane Nellis, President  
Ohio University

**Results:** We selected three expense transactions related to direct overhead and administrative support from the general ledger detail. We agreed the selected expenses in the amount of \$27,983 for weight benches for strength and conditioning paid on January 18, 2018 to Sorinex Exercise Equipment, Inc; \$2,999 for internet audio streaming annual fee paid on August 2, 2017 to Stretch Internet, LLC; and \$55,000 for annual hosting subscription fee for ticketing system paid on July 13, 2017 to Paciolan DBA Spectra Ticketing and Fan Engagement. We noted no exceptions.

- 7) **Indirect Institutional Support Procedure:** We tested this with the revenue section - Indirect Institutional Support.

### **Affiliated and Outside Organizations**

O. In preparation for our procedures related to the University's affiliated and outside organizations we:

- I) Inquired of management as to whether they have identified any affiliated and outside organizations that meet any of the following criteria:
- i. Booster organizations established by or on behalf of an intercollegiate athletics program.
  - ii. Independent or affiliated foundations or other organizations that have, as a principal purpose, generating or maintaining of grants-in-aid or scholarships funds, gifts, and endowments or other monies, goods, or services to be used entirely or in part by the intercollegiate athletics program.
  - iii. Alumni organizations that have, as one of their principal purposes, the generating of monies, goods, or services for or on behalf of an intercollegiate athletics programs and that contribute monies, goods, or services directly to an intercollegiate athletics program, booster group, or independent or affiliated foundation, as previously noted.

**Results:** We inquired of management as to whether it had identified any affiliated or outside organizations that meet the above criteria. Management indicated that there were no affiliated or outside organizations; therefore, no further procedures were performed.



Dr. M. Duane Nellis, President  
Ohio University

This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. We were not engaged to, and did not, conduct an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on the accompanying Intercollegiate Athletics Program statement of revenue and expenses. 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.

This report is intended solely for the information and use of Ohio University's management and the National Collegiate Athletics Association and is not intended to be and should not be used by anyone other than these specified parties.

*Plante & Moran, PLLC*

Columbus, Ohio  
December 5, 2018

# Ohio University National Collegiate Athletics Association

## Intercollegiate Athletics Program Statement of Revenue and Expenses Year Ended June 30, 2018

	Men's Football	Men's Basketball	Women's Basketball	Other Sports	Nonprogram Specific	Total
<b>Operating Revenue</b>						
Ticket sales	\$ 643,362	\$ 324,970	\$ 7,788	\$ 12,459	\$ 60,893	\$ 1,049,472
Direct institutional support	5,937,630	1,414,598	991,400	6,470,780	2,463,619	17,278,027
Guarantees	825,000	90,000	-	1,000	-	916,000
Contributions	21,902	4,633	4,375	753,296	4,086,084	4,870,290
Media rights	101,563	101,563	-	-	-	203,126
NCAA distributions	417,534	236,920	76,542	788,843	-	1,519,839
Conference distributions	-	-	-	6,538	1,495,375	1,501,913
Program, novelty, parking, and concession sales	75,832	19,489	6,956	10,640	74,914	187,831
Royalties, licensing, advertisements, and sponsorships	-	-	-	-	1,626,955	1,626,955
Sports camp revenue	27,795	146,381	7,860	206,746	-	388,782
Athletics restricted endowment and investments income	9,287	13,188	-	45,128	99,506	167,109
Other operating revenue	11,259	3,400	950	56,371	519,573	591,553
Bowl revenue	454,750	-	-	-	-	454,750
Indirect institutional support	809,034	260,210	146,088	729,097	609,961	2,554,390
Total operating revenue	9,334,948	2,615,352	1,241,959	9,080,898	11,036,880	33,310,037
<b>Operating Expenditures</b>						
Athletic student aid	3,202,077	488,469	494,235	3,769,685	448,563	8,403,029
Guarantees	525,000	320,000	21,750	2,600	-	869,350
Coaching salaries, benefits, and bonuses paid by the University and related entities	2,033,019	1,039,896	600,601	2,078,727	-	5,752,243
Support staff/administrative compensation, benefits, and bonuses paid by the University and related entities	256,972	78,097	74,036	62,072	2,831,995	3,303,172
Recruiting	346,579	98,775	77,787	112,590	-	635,731
Team travel	666,322	296,053	126,295	932,896	-	2,021,566
Sports equipment, uniforms, and supplies	400,460	70,657	28,204	223,495	32,511	755,327
Game expenses	151,593	146,776	77,862	98,135	-	474,366
Fundraising, marketing, and promotion	75,804	14,728	7,302	38,411	870,748	1,006,993
Sports camp expenses	9,733	110,499	10,377	127,844	-	258,453
Athletic facilities debt service, leases, and rental fees	-	-	-	-	2,368,136	2,368,136
Direct overhead and administrative expenses	68,323	3,343	3,098	995,171	4,336,586	5,406,521
Medical expenses and insurance	2,024	524	541	428	638,636	642,153
Memberships and dues	130,000	32,720	923	21,463	143,285	328,391
Other operating expenses	157,443	27,885	8,793	86,405	351,218	631,744
Bowl expenses	457,759	-	-	-	-	457,759
Indirect institutional support	809,034	260,210	146,088	729,097	609,961	2,554,390
Total operating expenditures	9,292,142	2,988,632	1,677,892	9,279,019	12,631,639	35,869,324
<b>Excess of Revenue Over (Under) Expenditures</b>	<b>\$ 42,806</b>	<b>\$(373,280)</b>	<b>\$(435,933)</b>	<b>\$(198,121)</b>	<b>\$(1,594,759)</b>	<b>\$ (2,559,287)</b>

# Ohio University National Collegiate Athletics Association

## Notes to Intercollegiate Athletics Program Statement of Revenues and Expenses For the Year Ended June 30, 2018

### Note 1 - Contributions

Individual contributions of monies, goods, or services received directly by the University's Intercollegiate Athletics Program from any affiliated or outside organization, agency, or individuals (e.g., contributions by corporate sponsors) that constitutes 10 percent or more of all contributions received for intercollegiate athletics during the year ending June 30, 2018 are as follows:

<u>Source of Funds, Goods, and Services</u>	<u>Value</u>
A private foundation	\$ 2,000,000
A private individual	600,000
	<u>\$ 2,600,000</u>

### Note 2 - Intercollegiate Athletics-related Assets

Property and equipment are recorded at cost or, if donated, the fair value at the time of donation. Expense for maintenance and repairs is charged to current expense as incurred. Depreciation is computed using the straight-line method. No depreciation is recorded on land. Expenses for major renewals and betterments that extend the useful lives of the assets are capitalized. Estimated service lives range from 5-40 years depending on class.

The current year capitalized additions and deletions to facilities during the year ended June 30, 2018 are as follows:

	<u>Additions/ Transfers In</u>	<u>Disposals/ Transfers Out</u>
CIP	\$ 4,962,187	\$ 263,616
Infrastructure	764,303	-
Buildings	795,669	-
Total athletics facilities	<u>\$ 6,522,159</u>	<u>\$ 263,616</u>
Other institutional facilities	<u>\$ 122,562,293</u>	<u>\$ 65,685,580</u>

**Ohio University**  
**National Collegiate Athletics Association**

**Notes to Intercollegiate Athletics Program**  
**Statement of Revenue and Expenses**  
**Year Ended June 30, 2018**

**Note 2 - Intercollegiate Athletics-related Assets (Continued)**

The total estimated book values of property, plant, and equipment, net of depreciation, of the University as of June 30, 2018, are as follows:

	<u>Estimated Book Value</u>
Athletics-related property, plant, and equipment balance	\$ 32,610,395
University's total property, plant, and equipment balance	1,042,192,460

**Note 3 - Intercollegiate Athletics-related Debt**

The annual debt service and debt outstanding for the University as of June 30, 2018 are as follows:

	<u>Annual Debt Service</u>	<u>Debt Outstanding</u>
Athletics-related facilities	\$ 2,651,200	\$ 13,337,846
University's total	45,571,788	608,467,859

The repayment schedule for all outstanding intercollegiate athletics debt maintained by the University during the year ended June 30, 2018 is as follows:

<u>Years Ending June 30</u>	<u>Total Intercollegiate Athletics Debt</u>
2019	\$ 2,651,200
2020	2,650,889
2021	2,650,938
2022	1,554,596
2023	836,635
2024-2044	<u>2,993,588</u>
Total	<u>\$ 13,337,846</u>

**Ohio University**  
**National Collegiate Athletics Association**

---

**Notes to Intercollegiate Athletics Program**  
**Statement of Revenue and Expenses**  
**Year Ended June 30, 2018**

**Note 4 - Restricted and Endowment Funds**

At June 30, 2018, the University had \$6,046,429 of endowments and \$1,681,355 in pledges receivable dedicated to the sole support of athletics not reported in the Statement. The athletic department's unrestricted operating fund balance, including reserves for capital replacement, is \$836,275 at June 30, 2018.

# Ohio University National Collegiate Athletics Association

## Appendix A

	Fiscal year 2018 Total	Fiscal year 2017 Total	\$ Change	% Change	Explanation of Variance
Operating Revenue:					
Student fees	\$ -	\$ 17,535,617	\$ (17,535,617)	(100.0%)	The variance is a result of a change in reporting as to how institutional funds are allocated to athletics. The amounts previously reported as student fees are not assessed to students identified as restricted for athletics; therefore, reflecting the revenue as direct institutional support is more appropriate. The allocation is credited to ICA as base funding approved through the University's finance and administration office. Reference the direct institutional support revenue category on the total dollars pertaining to fiscal year 2018.
Direct institutional support	\$ 17,278,027	\$ -	\$ 17,278,027	100.0%	The variance is a result of a change in reporting as to how institutional funds are allocated to athletics. The allocation is credited to ICA as base funding approved through the University's finance and administration office. These dollars will be reported as direct institutional support effective fiscal year 2018 as opposed to student fees, which better reflects the current allocations for ICA SRE financial reporting. Reference the student fees revenue category for fiscal year 2018, which is reported as \$0.
Contributions	\$ 4,870,290	\$ 2,084,887	\$ 2,785,403	133.6%	The major variance is a result of recognizing revenue for funding transfers to the plant account for initial funding of athletics' capital projects.
Operating Expenditures:					
Direct overhead and administrative expenses	\$ 5,406,521	\$ 2,797,453	\$ 2,609,068	93.3%	The major variance is a result of funding transfers to university Plant accounts for funding of athletics' capital projects. Projects include the Sook Academic Center, Convo scoreboard, Peden speakers, Peden scoreboard, and a new infield turf at Wren Stadium.



# Dave Yost • Auditor of State

**OHIO UNIVERSITY - NCAA**

**ATHENS COUNTY**

**CLERK'S CERTIFICATION**

**This is a true and correct copy of the report which is required to be filed in the Office of the Auditor of State pursuant to Section 117.26, Revised Code, and which is filed in Columbus, Ohio.**

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
JANUARY 10, 2019**