



**Report of Independent Accountants on Applying
Agreed-Upon Procedures**

**University of Nevada, Las Vegas
Department of Intercollegiate Athletics**

Year ended June 30, 2016

Report of Independent Accountants on Applying Agreed-Upon Procedures

Leonard Jessup, President
University of Nevada, Las Vegas

We have performed the procedures enumerated below, which were agreed to by the Nevada System of Higher Education, solely to assist the University of Nevada, Las Vegas (the "University") Intercollegiate Athletics Department (the "Department") in complying with NCAA Bylaw 3.2.4.15 for the year ended June 30, 2016. The University is responsible for the Statement of Revenues and Expenditures and associated notes (the "Statement") and the Statement's compliance with NCAA Bylaw 3.2.4.15. 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 the management of the University. 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.

The procedures we performed and our findings are as follows.

General Revenue Procedures

1. We compared and agreed revenue by category reported on the Statement to supporting schedules provided by the Department and found them to be in agreement.
2. We compared and agreed a sample of three (3) operating revenue receipts for each of the revenue categories from the Statement to relevant supporting documentation, as applicable, including check copies and deposit slips; however, we did not select a sample of three (3) operating revenue receipts for the revenue categories of Student Fees, Indirect Institutional Support, and Direct State or Other Government support as operating revenue receipts are not applicable for these revenue categories.
3. We performed an analysis comparing revenue by category, for categories greater than or equal to 10% of total revenue as reported on the Statement, to the prior period amounts and to budget estimates for the same period and obtained explanations for all variances in excess of \$1,000,000 and 10%.

Ticket Sales

4. We agreed total tickets sold and complimentary tickets provided and the related attendance figures for a sample of three (3) games held during the year ended June 30, 2016 to the related revenue reported by the Department on the Statement and to the financial report for the game without exception.
5. We recalculated ticket sales totals for the three (3) selected events without exception.

Student Fees

6. We compared and agreed student fees reported by the Department for the reporting period to student enrollments during the same reporting period. Student fees as reported in the Statement differed from our estimated student fees by approximately \$11,600. The fees as reported in the Statement are higher than our estimate.
7. We obtained and documented an understanding of the University's methodology for allocating student fees to intercollegiate athletics programs.
8. We recalculated student fees. As noted above, student fees as reported in the Statement differed from our estimated student fees by approximately \$11,600. The fees as reported in the Statement are higher than our estimate.

Game Guarantees

9. We did not obtain and inspect a sample of three (3) away-game settlement reports received by the University during the year ended June 30, 2016 because according to the Department they did not obtain settlement reports for away games. We obtained and inspected a sample of three (3) contractual agreements for away games during the year ended June 30, 2016 and agreed the associated receipts to the general ledger without exception as noted below in procedure 10.
10. We obtained and inspected a sample of three (3) contractual agreements pertaining to revenues derived from guaranteed contests during the year ended June 30, 2016 and compared and agreed each selection to the University's general ledger without exception.
11. We obtained a listing of all away games for which game guarantees were received and recalculated game guarantee revenues and agreed it to the University's general ledger noting no differences.

Contributions

12. We obtained relevant supporting documentation for each contribution, including donor correspondence and cash receipts and compared the contributions amount in this documentation to the Statement for contributions of moneys, goods or services received directly by an intercollegiate athletics program from any affiliated or outside organization, agency or group of individuals (two or more) that constitutes 10 percent or more of all contributions received for intercollegiate athletics during the year ended June 30, 2016. We noted only one contributor that exceeded 10%; the University of Nevada, Las Vegas Foundation. We confirmed the contributions with the donor without exception.

In-Kind

13. We compared the in-kind contributions recorded by the Department during the reporting period to a schedule of in-kind donations and recalculated totals.

Compensation and Benefits Provided by a Third-Party

14. We obtained a summary of revenues from affiliated and outside organizations (the "Summary") during the year ended June 30, 2016.
15. We sampled one (1) transaction from the Summary and compared and agreed the transaction to supporting documentation and to the University's general ledger as there was only one transaction during the year according to the Department.

Direct State or Other Governmental Support

16. We compared direct state or other governmental support recorded by the Department during the year ended June 30, 2016 with state appropriations, institutional authorizations and/or other corroborative supporting documentation without exception.
17. We recalculated direct state or other governmental support totals without exception.

Direct Institutional Support

18. We agreed the direct institutional support recorded by the Department on the Statement for the year ended June 30, 2016 with a corresponding analysis prepared by the Department for the same periods, sourced from the University's general ledger without exception.
19. We recalculated direct institutional support totals presented in the Statement without exception.

Transfers Back to Institution

20. We did not compare the transfers back to the institution with permanent transfers back to the institution from the athletics department as there were no related transfers per the Department.
21. We did not recalculate transfers back to the institution totals as there were no transfers per the Department.

Indirect Institutional Support

22. We agreed the indirect institutional support recorded by the Department on the Statement for the year ended June 30, 2016 with a corresponding analysis for the same periods, sourced from the University's general ledger without exception.
23. We recalculated indirect institutional support totals without exception.

NCAA Distributions

24. We compared the amounts recorded in the revenue and expense reporting to general ledger detail for NCAA distributions and other corroborative supporting documentation without exception.
25. We recalculated NCAA distributions totals without exception.

Conference Distributions Including All Tournament Revenues

26. We obtained detail of all agreements related to the Department's participation in revenues from tournaments during the year ended June 30, 2016.
27. We compared and agreed the NCAA tournament and conference revenues to the University's general ledger and the Statement without exception.
28. We recalculated NCAA tournament and conference distributions totals without exception.

Media Rights

29. We obtained and inspected a sample of one (1) agreement related to the Department's participation in revenues from broadcast, television, radio and internet rights to gain an understand of the relevant terms and conditions as the Department indicated it only had one agreement during the year.
30. We compared and agreed media rights revenues to the University's general ledger and the Statement without exception.
31. We recalculated media rights totals without exception.

Programs Sales, Concessions, Novelty Sales and Parking

32. We compared and agreed a sample of three (3) revenue receipts for program sales, concessions, novelty sales and parking to relevant supporting documentation, as applicable, including check copies and deposit slips without exception.
33. We recalculated programs sales, concessions, novelty sales and parking totals without exception.

Royalties, Licensing, Advertisements, and Sponsorships

34. We obtained and inspected a sample of three (3) agreements related to the Department's participation in revenues from royalties, licensing, advertisements, and sponsorships for the year ended June 30, 2016.
35. We compared and agreed the royalty, sponsorship, and advertisement revenues to the University's general ledger without exception.
36. We recalculated royalty, sponsorship and advertisement revenue totals without exception.

Sports Camp Revenues

37. We did not inspect a sample of three (3) sports-camp contracts between the Department and persons conducting institutional sports camps or clinics during the year ended June 30, 2016 to obtain an understanding of the University's methodology for recording revenues from sports-camps because the Department has indicated that it does not conduct sports-camps. The University conducts sports-camps through the continuing education department which records the revenues and expenses on its own records. Since, per the Department, it is not involved with the sports-camps, no revenues are reported on the Statement.
38. We did not obtain schedules of camp participants or perform procedures because, per the Department, it does not conduct sports-camps for the reasons noted in procedure #37 above.
39. We did not select a sample of three (3) individual camp participant cash receipts from the schedule of sports-camp participants and agree each selection to the University's general ledger and/or the Statement because, per the Department, it does not conduct sports-camps for the reasons noted in procedure #37 above.
40. We did not recalculate sports-camp revenues because the Department does not conduct sports-camps for the reasons noted in procedure #37 above.

Athletics Restricted Endowment and Investment Income

41. We obtained and inspected a sample of three (3) endowment agreements to gain an understanding of the relevant terms and conditions. We compared and agreed the classification and use of the endowment and investment income reported in the Statement during the reporting period to the uses of income defined within the related endowment agreements without exception.
42. We recalculated endowment and investment income without exception.

Other Revenues

43. We compared and agreed three (3) revenue receipts for other revenues to relevant supporting documentation, as applicable, including check copies and deposit slips without exception.
44. We recalculated other revenues totals without exception.

General Expense Procedures

1. We compared and agreed each athletics expense category reported on the Statement to supporting schedules provided by the Department and found them to be in agreement.
2. We compared and agreed a sample of three (3) operating expenses for each of the expense categories from the Statement and obtained relevant supporting documentation, including invoices and check copies and found them to be in agreement; however we did not select a sample of three (3) operating expenses for the expense category of Indirect Facilities and Administrative Support as operating expense are not applicable for these expense categories.
3. We performed an analysis comparing expenses by category, for categories greater than or equal to 10% of total expenses as reported on the Statement, to the prior period amounts and to budget estimates for the same period and obtained explanations for all variances in excess of \$1,000,000 and 10%.

Athletic Student Aid

4. We selected a sample of students 10% of the total student athletes (for institutions who have used NCAA's Compliance Assistant software to prepare athletic aid detail from the listing of institutional student aid recipients for the year ended June 30, 2016.
5. We obtained individual student-account detail for each selection and compared total aid allocated from the related aid award letter to the respective student's account without exception.
6. We 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 using the following criteria:
 - a) The equivalency value for each student-athlete in all sports, including head-count sports, need to be converted to a full-time equivalency value (calculated by 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). The University uses the NCAA Compliance Assistant software, this equivalency value is already calculated.
 - b) If an athlete participates in more than one sport, the Rev. Dist. Equivalent Award can only be included in one sport. NCAA Compliance Assistant software places an asterisk by the student athlete within the sport that is not countable towards grants-in-aid revenue distribution.
 - c) All equivalency calculations should be rounded to two decimal places. The NCAA Compliance Assistant software and the on-line summary form automatically round to two decimal places.
 - d) The full grant amount is the full cost of tuition for an academic year, not semester.
 - e) 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.
 - f) If a student-athlete receives athletic aid who has exhausted their athletic eligibility or is inactive due to medical reason, they are included in the student-athlete aid total and noted on the squad list.
 - g) Athletic student aid only includes athletic aid awarded to sports in which the NCAA conducts championship competitions, emerging sports for women, and FBS football.
7. We recalculated totals for athletic student aid presented in the Statement without exception.

Guarantees

8. We did not obtain and inspect a sample of three (3) home-game settlement reports received by the University during the year ended June 30, 2016 because according to the Department they did not obtain settlement reports for home games. We did obtain and inspect a sample of three (3) contractual agreements for home games during the year ended June 30, 2016 and agreed the associated expenses to the general ledger without exception as noted below in procedures 9 and 10.
9. We obtained and inspected a sample of three (3) contractual agreements pertaining to expenses recorded by the Department from guaranteed contests during the year ended June 30, 2016.

10. We compared and agreed related amounts expensed by the Department for contest guarantees to the University's general ledger without exception.
11. We recalculated totals for game guarantees expense without exception.

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

12. We obtained a schedule of all compensation paid to coaches during the year ended June 30, 2016.
13. We agreed the schedule provided to the general ledger and the Statement without exception.
14. We selected three (3) coaches from the listing provided and agreed total compensation to the related payroll records and registers without exception. As required, our sample included coaches from football and men's and women's basketball.
15. We obtained and inspected the related W-2s and reconciled them to the payroll register for the related coaching salaries, benefits and bonuses paid by the Department and related entities expense recorded by the Department in the Statement during the reporting period without exception.
16. We recalculated total coaching salaries, benefits and bonuses paid without exception.

Coaching Other Compensation and Benefits Paid by a Third-Party

17. We obtained and inspected a listing of coaches employed by third parties during the year ended June 30, 2016.
18. We compared and agreed the financial terms and conditions of the one (1) selection to the related coaching other compensation and benefits paid by a third-party recorded by the University in the Statement during the year ended June 30, 2016.
19. We obtained and inspected W-2s and 1099s for the one (1) coach employed by third parties during the year according to the Department.
20. We compared and agreed related W-2s and 1099s to the coaching other compensation and benefits paid by a third-party expenses recorded by the Department in the Statement during the year ended June 30, 2016.
21. We recalculated Coaching Other Compensation and Benefits Paid by a Third-Party totals for the one (1) coach employed by third parties during the year according to the Department.

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

22. We obtained a schedule of all compensation paid to athletics-related administrative personnel during the year ended June 30, 2016.
23. We agreed the schedule provided to the University's general ledger and the Statement without exception.
24. We selected three (3) personnel from the listing provided and agreed total compensation to the related payroll records and registers without exception.
25. We obtained and inspected the related W-2s and reconciled them to the payroll register for the related support staff/administrative salaries, benefits and bonuses paid by the Department and related entities expense recorded by the Department in the Statement during the reporting period without exception.
26. We recalculated support staff/administrative salaries, benefits and bonuses paid by the University and related entities reported in the Statement without exception.

Support Staff/Administrative Other Compensation and Benefits Paid by a Third-Party

27. We did not select a sample of three (3) support staff/administrative personnel employed by the third parties during the year ended June 30, 2016 because there was no support staff/administrative personnel employed by third parties during the year according to the Department.
28. We did not obtain and inspect W-2s, 1099s, etc. for each selection because there were no support staff/administrative personnel employed by third parties during the year according to the Department.
29. We did not compare and agree related W-2s, 1099s, etc. to the related support staff/administrative other compensation and benefits expense recorded by the University in the Statement during the year ended June 30, 2016 because there were no support staffs/administrative personnel employed by third parties during the year according to the Department.
30. We did not recalculate Support Staff/Administrative Other Compensation and Benefits Paid by a Third-Party totals because there were no support staff/administrative personnel employed by third parties during the year according to the Department.

Severance Payments

31. We selected a sample of three (3) employees receiving severance payments by the Department during the year ended June 30, 2016 and agreed each severance payment to the related termination letter or employment contract without exception.
32. We recalculated severance payment totals without exception.

Recruiting

33. We obtained and inspected the Department's recruiting expense policies.
34. We selected a sample of three (3) recruiting expense reimbursement forms and determined that such expenses were in compliance with established allowable expense guidelines without exception.

Team Travel

35. We obtained and inspected the Department's team travel expense policies.
36. We selected a sample of three (3) travel expense reimbursement forms and determined that such expenses were in compliance with established allowable expense guidelines without exception.

Equipment, Uniforms and Supplies

37. We compared and agreed a sample of three (3) equipment, uniforms and supplies expenses, from a population in the general ledger that comprised the totals reported on the Statement and obtained relevant supporting documentation, including invoices and check copies without exception.

Game Expenses

38. We compared and agreed a sample of three (3) game expenses, from a population in the general ledger that comprised the totals reported on the Statement and obtained relevant supporting documentation, including invoices and check copies without exception.

Fundraising, Marketing and Promotion

39. We compared and agreed a sample of three (3) fundraising, marketing and promotion expenses, from a population in the general ledger that comprised the totals reported on the Statement and obtained relevant supporting documentation, including invoices and check copies without exception.

Sports Camp Expenses

40. We did not compare and agree a sample of three (3) sports-camp expenses, from a population in the general ledger that comprised the totals reported on the Statement and obtain relevant supporting documentation, including invoices and check copies because the Department has indicated that it does not conduct sports-camps. The University conducts sports-camps through the continuing education department which records the revenues and expenses on its own records. Since, per the Department, it is not involved with the sports-camps, no expenses are reported on the Statement.

Athletic Facility Debt Service, Leases and Rental Fees

41. We obtained a listing of debt service schedules, lease payments and rental fees for athletics facilities for the reporting year. We compared a sample of facility payments including the top two highest facility payments to additional supporting documentation (e.g. debt financing agreements, leases, rental agreements) without exception.
42. We recalculated athletics facility debt service, leases and rental fees totals without exception.

Direct Overhead and Administrative Expenses

43. We obtained a general ledger detail and compared it to the total expense reported. We selected a sample of three (3) transactions to validate the existence of transaction and accuracy of recording.
44. We recalculated direct overhead and administrative expenses without exception.

Spirit Groups

45. We compared and agreed a sample of three (3) spirit group expenses, from a population in the general ledger that comprised the totals reported on the Statement and obtained relevant supporting documentation, including invoices and check copies. We did not note any exceptions.

Medical Expenses and Medical Insurance

46. We compared and agreed a sample of three (3) medical expenses and medical insurance expenses, from a population in the general ledger that comprised the totals reported on the Statement and obtained relevant supporting documentation, including invoices and check copies without exception.

Membership and Dues

47. We compared and agreed a sample of three (3) membership and dues expenses, from a population in the general ledger that comprised the totals reported on the Statement and obtained relevant supporting documentation, including invoices and check copies without exception.

Other Operating Expenses

48. We compared and agreed a sample of three (3) other operating expenses from a population in the general ledger that comprised the totals reported on the Statement and obtained relevant supporting documentation, including invoices and check copies without exception.

Outside Organizations

49. We obtained a schedule of expenditures paid by affiliated and outside organizations on behalf of the University. We noted that the Rebel Golf Foundation had reimbursed the University \$236,265 for expenses incurred during the year ended June 30, 2016, as well as \$140,784 in expenses paid by the Rebel Golf Foundation directly to vendors. We obtained the audited financial statements for the Rebel Golf Foundation and confirmed the total amount of expenses reimbursed directly with the Rebel Golf Foundation without exception, and reviewed check copies of the expenses paid directly to vendors. According to the Department, there were no other expenditures paid by any affiliated or outside organization on behalf of the Department.

Minimum Agreed-Upon Procedures

50. We compared and agreed the sports sponsored reported in the NCAA Membership Financial Reporting System to the squad lists of the institution.
51. We obtained the University's Sports Sponsorship and Demographics Forms Report and verified each countable sport met the minimum requirement set forth in Bylaw 20.9.6.3 without exception.

We were not engaged to and did not conduct an audit or a review, the objective of which is the expression of opinion or limited assurance on the compliance of the accompanying Statement of Revenues and Expenditures of the Department of Intercollegiate Athletics of the University of Nevada, Las Vegas. Accordingly, we do not express such an opinion or limited assurance. 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 management of the University, management of the Nevada System of Higher Education, and authorized representatives of the NCAA and is not intended to be and should not be used by anyone other than these specified parties.

Grant Thornton LLP

Reno, Nevada
January 11, 2017

**University of Nevada, Las Vegas
Department of Intercollegiate Athletics**

STATEMENT OF REVENUES AND EXPENDITURES

For the year ended June 30, 2016

(Unaudited)

Operating Revenues	Football	Men's Basketball	Women's Basketball	Other Men's Sports	Other Women's Sports	Other Sports	Non Program Specific	Total
Ticket sales	\$ 2,118,525	\$ 3,468,478	\$ 23,350	\$ 67,489	\$ 100,920	\$ -	\$ 10,840	\$ 5,789,602
Student fees	-	-	-	-	-	-	2,958,156	2,958,156
Game guarantees	1,300,000	-	16,000	20,000	9,000	-	-	1,345,000
Contributions	261,886	466,478	50,848	393,352	123,260	174,925	5,228,499	6,699,248
In-kind contributions	118,301	14,604	35,252	166,314	74,084	141,350	1,721,432	2,271,337
Compensation and benefits provided by third party	-	-	-	66,198	-	-	-	66,198
Direct state or other government support	-	-	-	-	-	-	7,334,607	7,334,607
Direct institutional support	42,600	9,400	6,200	16,685	14,100	60,000	736,780	885,765
Indirect institutional support	-	-	-	-	-	-	7,396,653	7,396,653
Media rights	753,137	251,046	-	-	-	-	-	1,004,183
NCAA distributions	1,035,646	773,352	-	1,040	1,040	-	505,874	2,316,952
Conference distributions	63,382	62,921	4,500	-	-	-	1,190,277	1,321,080
Program sales, concessions, novelty sales and parking	947,860	1,382,293	28,664	10,128	17,375	-	50	2,386,370
Royalties, licensing, advertisements and sponsorships	-	-	-	-	-	-	2,950,033	2,950,033
Endowment and investment income	135,528	36,490	3,122	15,757	21,820	-	55,532	268,249
Other operating revenues	185	1,000,000	-	2,535	68,110	111,810	709,950	1,892,590
Total operating revenues	6,777,050	7,465,062	167,936	759,498	429,709	488,085	30,798,683	46,886,023
Operating Expenditures								
Athletic student aid	2,645,391	512,168	455,724	1,207,872	2,537,589	25,767	106,259	7,490,770
Guarantees	625,000	356,884	19,585	4,460	11,129	-	-	1,017,058
Coaching salaries, benefits and bonuses paid by the University	2,297,226	1,833,757	520,935	1,045,246	1,123,573	-	-	6,820,737
Coaches salaries, benefits and bonuses paid by third party	-	-	-	66,198	-	-	-	66,198
Support staff/administrative salaries, benefits and bonuses paid by the University and related entities	543,988	340,620	81,587	68,797	50,186	98,428	4,313,085	5,496,691
Severance payments	-	-	-	188,462	63,462	-	25,348	277,272
Recruiting	367,664	194,278	105,423	147,824	158,516	-	-	973,705
Team travel	851,054	589,231	153,090	466,051	540,991	-	-	2,600,417
Equipment, uniforms and supplies	703,533	260,394	73,063	243,047	263,126	-	259,074	1,802,237
Game expenses	348,556	329,506	110,896	141,067	260,949	-	232,835	1,423,809
Fund raising, marketing and promotion	41,067	56,825	4,632	18,819	17,430	-	1,946,159	2,084,932
Direct facilities, maintenance and rental	33,752	6,949	1,332	27,163	2,658	-	4,247,843	4,319,697
Spirit groups	-	-	-	-	-	425,657	5,000	430,657
Athletic facilities, debt services, lease and rent	-	-	-	-	-	-	3,221,929	3,221,929
Indirect institutional support	-	-	-	-	-	-	4,654,252	4,654,252
Medical expenses and medical insurance	17,123	22,031	-	6,000	-	-	675,314	720,468
Memberships and dues	647	955	640	10,351	3,428	-	519,739	535,760
Student-athlete meals	56,505	110,949	5,723	5,276	6,684	-	-	185,137
Other operating expenses	828,150	771,718	66,799	30,983	63,221	-	421,287	2,182,158
Total operating expenditures	9,359,656	5,386,265	1,599,429	3,677,616	5,102,942	549,852	20,628,124	46,303,884
Excess (deficiencies) of revenues over (under) expenditures	\$ (2,582,606)	\$ 2,078,797	\$ (1,431,493)	\$ (2,918,118)	\$ (4,673,233)	\$ (61,767)	\$ 10,170,559	\$ 582,139

See accompanying notes.

**University of Nevada, Las Vegas
Department of Intercollegiate Athletics**

STATEMENT OF REVENUES AND EXPENDITURES

For the year ended June 30, 2015

(Unaudited)

Operating Revenues	Football	Men's Basketball	Women's Basketball	Other Men's Sports	Other Women's Sports	Other Sports	Non Program Specific	Total
Ticket sales	\$ 1,310,373	\$ 3,809,835	\$ 16,911	\$ 76,658	\$ 84,394	\$ -	\$ 23,495	\$ 5,321,666
Student fees	-	-	-	-	-	-	2,839,079	2,839,079
Game guarantees	750,000	-	11,500	11,319	5,000	-	-	777,819
Contributions	369,985	339,736	12,243	363,995	207,367	126,626	5,883,798	7,303,750
In-kind contributions	58,377	-	-	76,218	-	-	1,263,127	1,397,722
Compensation and benefits provided by third party	-	-	-	86,198	-	-	-	86,198
Direct state or other government support	-	-	-	-	-	-	7,028,385	7,028,385
Direct institutional support	35,500	6,900	-	2,732	13,400	44,200	1,652,702	1,755,434
Indirect institutional support	-	-	-	-	-	-	7,630,775	7,630,775
Media rights	596,932	198,977	-	-	-	-	-	795,909
NCAA distributions	-	706,979	-	16,375	6,195	-	1,256,312	1,985,861
Conference distributions	1,429,743	92,582	1,500	-	-	-	256,417	1,780,242
Program sales, concessions, novelty sales and parking	756,277	1,546,105	17,813	21,951	24,206	2,061	47,586	2,415,999
Royalties, licensing, advertisements and sponsorships	-	-	-	-	-	-	2,900,244	2,900,244
Endowment and investment income	16,893	12,000	42,081	35,777	17,528	-	23,769	148,048
Other operating revenues	173,950	3,070	490	10,378	65,945	136,690	457,882	848,405
Total operating revenues	5,498,030	6,716,184	102,538	701,601	424,035	309,577	31,263,571	45,015,536
Operating Expenditures								
Athletic student aid	2,660,652	435,545	478,808	1,322,235	2,826,320	24,850	40,417	7,788,827
Guarantees	600,000	317,109	14,816	21,452	8,204	-	-	961,581
Coaching salaries, benefits and bonuses paid by the University	3,002,789	1,440,289	500,303	1,079,313	1,165,559	-	-	7,188,253
Coaches salaries, benefits and bonuses paid by third party	-	-	-	86,198	-	-	-	86,198
Support staff/administrative salaries, benefits and bonuses paid by the University and related entities	301,946	269,097	72,986	82,884	28,503	66,420	4,273,432	5,095,268
Severance payments	26,981	-	-	-	-	-	2,197	29,178
Recruiting	348,539	180,451	100,292	132,935	152,038	-	-	914,255
Team travel	705,857	329,727	151,532	583,515	537,172	-	-	2,307,803
Equipment, uniforms and supplies	455,792	245,956	49,877	251,514	324,169	-	442,254	1,769,562
Game expenses	275,755	260,919	103,306	139,654	187,776	-	404,044	1,371,454
Fund raising, marketing and promotion	6,423	10,856	2,662	5,696	11,005	-	1,050,864	1,087,506
Direct facilities, maintenance and rental	26,769	13,199	95	24,200	6,335	-	4,179,262	4,249,860
Spirit groups	12,300	-	350	160	-	362,987	-	375,797
Athletic facilities, debt services, lease and rent	-	-	-	-	-	-	2,927,595	2,927,595
Indirect institutional support	-	-	-	-	-	-	5,319,784	5,319,784
Medical expenses and medical insurance	19,822	4,452	-	21,380	3,555	-	497,136	546,345
Memberships and dues	-	2,115	480	9,338	2,030	-	393,947	407,910
Other operating expenses	907,576	1,068,127	49,268	26,685	123,772	-	332,628	2,508,056
Total operating expenditures	9,351,201	4,577,842	1,524,775	3,787,159	5,376,438	454,257	19,863,560	44,935,232
Excess (deficiencies) of revenues over (under) expenditures	\$ (3,853,171)	\$ 2,138,342	\$ (1,422,237)	\$ (3,085,558)	\$ (4,952,403)	\$ (144,680)	\$ 11,400,011	\$ 80,304

See accompanying notes.

(ATHLETICS COMMITTEE 02/23/17) Ref. ATH-5c, Page 12 of 15

University of Nevada, Las Vegas
Department of Intercollegiate Athletics

NOTES TO STATEMENT OF REVENUES AND EXPENDITURES

Year ended June 30, 2016
(Unaudited)

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying unaudited statement of revenues and expenditures has been prepared on a basis of accounting described by the National Collegiate Athletic Association (NCAA) Bylaw 3.2.4.15. This is a comprehensive basis of accounting other than GAAP.

Intercollegiate athletics programs vary significantly in scope and complexity among institutions. Financial reporting procedures and controls also vary. For example, some institutions clearly have segregated intercollegiate athletics from other institutional athletics programs and physical education while at other institutions, these activities are integrated with the institution's administrative structure and accounting records.

NOTE B - CONTRIBUTIONS

Contributions received by the Department that constituted more than 10% of all contributions were made by the University of Nevada, Las Vegas Foundation in the amount of \$6,862,712. There were no in-kind gifts or payments made on behalf of the Department by the Foundation other than as disclosed in Note D.

NOTE C - CAPITALIZATION OF ASSETS

Capital assets are defined as assets with an initial unit cost of \$5,000 or more and an estimated useful life in excess of one year. Such assets are stated at cost at the date of acquisition or fair market value at date of donation in the case of gifts. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the assets' lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Capital assets are reported at the University level and not by department. Depreciation is computed on a straight-line basis over the following estimated useful lives:

<u>Assets</u>	<u>Years of Useful Life</u>
Buildings and improvements	6 to 40
Land improvements	10 to 15
Machinery and equipment	3 to 18

**University of Nevada, Las Vegas
Department of Intercollegiate Athletics**

NOTES TO STATEMENT OF REVENUES AND EXPENDITURES

**Year ended June 30, 2016
(Unaudited)**

NOTE D - AFFILIATED AND OUTSIDE ORGANIZATIONS

The Rebel Golf Foundation has been established on behalf of the University's intercollegiate athletics program to generate money for the Department's Men's and Women's Golf Programs and, therefore, is classified as an affiliated outside organization. During the year ended June 30, 2016, the Rebel Golf Foundation transferred \$236,265 to reimburse the Department for a portion of the expenses incurred by the Golf Programs. In addition, the Rebel Golf Foundation paid \$140,784 in expenses directly to vendors on behalf of the Department. Of the \$140,784, \$66,198 is payment for compensation and benefits to a member of the Department's coaching staff. The remaining \$74,586 is the value of services provided that directly benefit the Department. Therefore, activity of the Rebel Golf Foundation is included in the Statement of Revenues and Expenditures to the extent of revenues contributed directly to the Department. Accounting for other revenues from fund-raising efforts and associated expenses are external and are not presented in the Statement of Revenues and Expenditures.

NOTE E - DEPARTMENTAL RELATED DEBT SERVICE

Long-term debt at June 30, 2016 consisted of the following:

	Balance as of June 30, 2015	Refinancing	Additions	Principal Payments	Balance as of June 30, 2016
MPE Pool Bond, Series 2009A, 2.00% to 4.50%, matures fiscal year 2024	\$ 1,670,000	\$ (30,000)	\$ -	\$ (162,500)	\$ 1,477,500
Parking Garage Bond, Series 2009A, 2.00% to 5.25%, matures fiscal year 2039	3,328,086	-	-	(85,670)	3,242,416
Signage Note, Series 2008A, 5.10%, matures FY2018	910,700	-	-	(288,400)	622,300
2015A – Thomas & Mack Improvements, matures FY2026	11,145,000	-	-	-	11,145,000
Cox Pavilion & TMC Chiller Bond Series 2011A, matures fiscal year 2022	10,700,425	-	-	(1,491,931)	9,208,494
Total	<u>\$27,754,211</u>	<u>\$ (30,000)</u>	<u>\$ -</u>	<u>\$ (2,028,501)</u>	<u>\$25,695,710</u>

**University of Nevada, Las Vegas
Department of Intercollegiate Athletics**

NOTES TO STATEMENT OF REVENUES AND EXPENDITURES

**Year ended June 30, 2016
(Unaudited)**

NOTE E - DEPARTMENTAL RELATED DEBT SERVICE - Continued

Principal and interest paid in fiscal year 2016 totaled \$2,028,501 and \$1,195,925, respectively, and are included in the accompanying Statement of Revenues and Expenditures. The scheduled maturities of long-term debt of the Department for the years ending June 30 are as follows:

	Principal	Interest
2017	\$ 2,111,610	\$ 1,157,761
2018	2,212,981	1,069,908
2019	1,976,639	973,743
2020	2,200,626	875,105
2021	2,301,223	767,827
Thereafter	14,892,631	3,098,993
	\$ 25,695,710	\$ 7,943,337

NOTE F - BUDGET-TO-ACTUAL

Budgeted and actual amounts for the year ended June 30, 2016 consisted of the following:

	Budget	Actual
Operating revenues	\$ 33,435,308	\$ 46,886,023
Operating expenses	33,435,308	46,303,884

Variances between budget and actual for operating revenues and expenses are primarily due to contributions from the University's Foundation not being included in the budget amounts. In addition, certain direct institutional support amounts are recorded outside of the inter-collegiate athletics accounts. These balances are reclassified for reporting purposes and are budgeted for outside of the inter-collegiate athletics accounts in the University's budget.