



University of Kentucky

Independent Accountant's Report on Applying Agreed-Upon Procedures Performed on the Intercollegiate Athletics Program as Required by NCAA Bylaw 20.2.4.18.1

June 30, 2025



University of Kentucky
Intercollegiate Athletics Program
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Independent Accountant's Report on Applying Agreed-Upon Procedures

Dr. Eli Capilouto, President
University of Kentucky
Lexington, Kentucky

We have performed the procedures enumerated in Attachment B to this report to assist you in evaluating whether the Statement of Revenues and Expenses (Attachment A) of the University of Kentucky (University) and related notes are in compliance with the National Collegiate Athletic Association (NCAA) Bylaw 20.2.4.18.1 as of and for the year ended June 30, 2025. The management of the University is responsible for compliance with the NCAA Bylaw 20.2.4.18.1.

The University has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of assessing compliance of Attachment A with the NCAA Bylaw 20.2.4.18.1 as of and for the year ended June 30, 2025. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and the associated findings are described in Attachment B to this report.

We were engaged by the University to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants. We were not engaged to, and did not, conduct an examination or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on compliance with the NCAA Bylaw 20.2.4.18.1. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

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

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

Forvis Mazars, LLP

**Louisville, Kentucky
November 12, 2025**

University of Kentucky
Intercollegiate Athletics Program
Statement of Revenues and Expenses
Year Ended June 30, 2025

	<u>FOOTBALL</u>	<u>MEN'S BASKETBALL</u>	<u>WOMEN'S BASKETBALL</u>	<u>ALL OTHER SPORTS</u>	<u>NONSPORT SPECIFIC</u>	<u>2025</u>
Operating Revenues						
Ticket sales	\$ 21,957,723	\$ 24,478,869	\$ 514,805	\$ 1,191,524	\$ 641,336	\$ 48,784,257
Direct institutional support	-	-	-	-	203,792	203,792
Less – transfers to institution	-	-	-	-	(203,792)	(203,792)
Guarantees	-	1,405,437	-	6,000	40,750	1,452,187
Contributions	-	60,000	100,000	564,500	31,932,830	32,657,330
In-kind	-	-	-	-	53,115	53,115
Media rights	18,650,506	6,859,267	-	-	36,884,249	62,394,022
NCAA distributions	-	2,442,929	-	-	520,213	2,963,142
NCAA host revenue settlements	-	-	206,164	169,343	528,015	903,522
Post-season non-football NCAA expense reimbursements	-	160,214	11,180	175,649	-	347,043
Conference distributions (nonmedia and nonpost season)	2,027,492	1,079,238	13,440	66,027	42,500	3,228,697
Conference distributions of post season generated revenue	13,174,213	-	-	-	-	13,174,213
Program, novelty, parking, and concession sales	4,724,757	10,185	107,331	271,494	1,670,078	6,783,845
Royalties, licensing, advertisement, and sponsorships	250,000	74,000	74,000	490,150	6,227,321	7,115,471
Sports camp revenues	168,937	239,944	-	1,447,312	164,372	2,020,565
Athletics restricted endowment and investments income	-	-	-	-	851,520	851,520
Other operating revenue	506,473	-	580	15,343	1,831,496	2,353,892
Total Operating Revenues	<u>\$ 61,460,101</u>	<u>\$ 36,810,083</u>	<u>\$ 1,027,500</u>	<u>\$ 4,397,342</u>	<u>\$ 81,387,795</u>	<u>\$ 185,082,821</u>

University of Kentucky
Intercollegiate Athletics Program
Statement of Revenues and Expenses
Year Ended June 30, 2025

(Continued)

	FOOTBALL	MEN'S BASKETBALL	WOMEN'S BASKETBALL	ALL OTHER SPORTS	NONSPORT SPECIFIC	2025
Operating Expenses						
Athletic student aid	\$ 5,378,178	\$ 651,536	\$ 803,690	\$ 10,348,627	\$ 2,154,709	\$ 19,336,740
Guarantees	3,100,000	775,000	188,871	147,398	-	4,211,269
Coaching salaries, benefits, and bonuses paid by the University and related entities	18,392,238	8,008,017	2,651,835	10,960,802	-	40,012,892
Support staff/administrative compensation, benefits, and bonuses paid by the University and related entities	3,384,452	951,650	423,093	991,575	24,527,423	30,278,193
Severance payments	526,293	-	962,361	104,409	-	1,593,063
Recruiting	1,271,674	1,361,828	319,568	1,055,113	-	4,008,183
Team travel	2,579,704	2,650,717	1,099,455	4,840,608	62,469	11,232,953
Sports equipment, uniforms, and supplies	2,259,540	572,152	195,956	2,030,573	504,590	5,562,811
Game expenses	364,577	1,191,317	182,040	618,279	9,625,975	11,982,188
Fundraising, marketing, and promotion	2,681	-	-	-	2,815,678	2,818,359
Sports camp expenses	67,907	138,605	-	708,505	164,372	1,079,389
Spirit groups	-	-	-	-	1,301,034	1,301,034
Athletic facilities debt service, leases, and rental fees	-	1,850,740	-	4,654	7,194,447	9,049,841
Direct overhead and administrative expenses	8,663	1,178	1,575	5,303	12,647,376	12,664,095
Facilities maintenance and operations	265,362	25,702	31,175	105,737	12,446,511	12,874,487
Medical expenses and insurance	499,328	99,370	64,118	748,865	219,004	1,630,685
Memberships and dues	16,343	25,084	31,197	31,885	39,068	143,577
Student-athlete meals (nontravel)	1,837,281	212,839	57,489	214,334	217,168	2,539,111
Other operating expenses	1,441,209	1,140,303	265,927	676,657	5,632,722	9,156,818
NCAA post season nonfootball expenses	-	894,444	28,868	1,510,533	-	2,433,845
NCAA post season nonfootball expenses – coaching compensation/bonuses	-	159,016	-	295,694	-	454,710
NCAA nonfootball host expense settlement	-	-	196,457	270,571	524,092	991,120
Enhanced education benefits	620,740	78,172	87,707	2,393,310	-	3,179,929
Total Operating Expenses	42,016,170	20,787,670	7,591,382	38,063,432	80,076,638	188,535,292
NET INCOME/(LOSS) FROM OPERATIONS	\$ 19,443,931	\$ 16,022,413	\$ (6,563,882)	\$ (33,666,090)	\$ 1,311,157	\$ (3,452,471)
Other Reporting Items						
Total athletics-related debt						\$ 82,996,439
Total institutional debt						\$ 1,751,289,873
Value of athletics-dedicated endowments						\$ 30,038,239
Value of institutional endowments						\$ 2,231,452,101
Total athletics-related capital expenditures						\$ 5,435,334

See Notes to Statement of Revenues and Expenses

**University of Kentucky
Intercollegiate Athletics Program
Notes to Statement of Revenues and Expenses
June 30, 2025**

Note 1. Summary of Presentation Policies

The amounts in the accompanying Statement of Revenues and Expenses (Statement) of the Intercollegiate Athletics Program were obtained from the University of Kentucky's (University) trial balance, which is maintained on an accrual basis. All revenues and expenses directly related to various sports are disclosed as such. The University records depreciation on physical plant and equipment; however, depreciation is not part of the Statement. Pursuant to NCAA reporting guidelines, certain transfers are not recorded as expenses within the Statement and are considered excess transfers. These excess transfers are considered expenses by the University when evaluating net revenue or loss from the Intercollegiate Athletics Program and totaled \$4,423,112 for the year ended June 30, 2025.

Note 2. Other Sports

Other sports reported in the Statement include Men's Baseball, Men's and Women's Golf, Gymnastics, Rifle, Men's and Women's Soccer, Softball, Men's and Women's Swimming and Diving, Men's and Women's Tennis, Men's and Women's Track, Women's Volleyball, and Women's STUNT.

Note 3. Property, Plant, and Equipment

Intercollegiate athletics-related assets are accounted for consistent with the University's policies for property, plant, and equipment. Capital assets are stated at cost at date of acquisition or, in the case of gifts, at acquisition value at date of gift. Property, plant, and equipment valued at \$5,000 or more and having an estimated useful life of greater than one year are capitalized. Depreciation of capital assets is computed on a straight-line basis over the estimated useful lives of the respective assets—generally 40 years for buildings, 10 to 25 years for land and building improvements and infrastructure, 10 years for library books and capitalized software, and 3 to 20 years for equipment and vehicles.

As of June 30, 2025, athletic plant assets consisted of:

	<u>2025</u>
Land improvements	\$ 39,600,153
Buildings	402,652,126
Fixed equipment	6,574,077
Equipment	17,414,728
Vehicles	1,020,495
Construction in process	<u>81,719,544</u>
	548,981,123
Less accumulated depreciation	<u>(230,753,456)</u>
Property, plant, and equipment, net	<u>\$ 318,227,667</u>

Depreciation expense related to intercollegiate athletics was \$17,307,189 for the year ended June 30, 2025.

University of Kentucky
Intercollegiate Athletics Program
Notes to Statement of Revenues and Expenses
June 30, 2025

Note 4. Long-Term Liabilities

Long-term liabilities as of June 30, 2025 are summarized as follows:

	2025					
	Beginning Balance	Additions	Reductions	Ending Balance	Current Portion	Noncurrent Portion
Bonds						
General receipts bonds	\$ 86,285,459	\$ -	\$ 3,289,020	\$ 82,996,439	\$ 3,452,401	\$ 79,544,038
Other liabilities						
Unamortized bond premium	1,441,977	-	72,262	1,369,715	-	1,369,715
Deferred compensation	1,683,295	971,344	826,817	1,827,822	1,009,428	818,394
Total other liabilities	3,125,272	971,344	899,079	3,197,537	1,009,428	2,188,109
Total	<u>\$ 89,410,731</u>	<u>\$ 971,344</u>	<u>\$ 4,188,099</u>	<u>\$ 86,193,976</u>	<u>\$ 4,461,829</u>	<u>\$ 81,732,147</u>

Principal maturities and interest on bonds for the next five fiscal years and in subsequent five-year periods as of June 30, 2025 are as follows (in thousands):

	Principal	Interest	Total
2026	\$ 3,452	\$ 2,958	\$ 6,410
2027	3,092	2,832	5,924
2028	3,323	2,740	6,063
2029	3,430	2,632	6,062
2030	3,540	2,520	6,060
2031-2035	19,537	10,768	30,305
2036-2040	23,557	7,333	30,890
2041-2045	23,065	2,352	25,417
Total	<u>\$ 82,996</u>	<u>\$ 34,135</u>	<u>\$ 117,131</u>

**University of Kentucky
Intercollegiate Athletics Program
Agreed-Upon Procedures**

Our procedures and findings are described as follows:

Internal Controls

1. We will obtain an understanding of the University of Kentucky's (University) internal control structure and those controls unique to the Intercollegiate Athletics Program (Athletics).

Results and Findings: We performed the procedures; no matters are reportable.

Affiliate and Outside Organizations

1. We will inquire of Athletics' management to identify all related affiliated and outside organizations and to provide us with copies of audited financial statements for each such organization for the reporting period.

Results and Findings: We inquired with management noting there were no affiliate and outside organizations; therefore, no procedures were performed.

2. We will obtain from Athletics' management a summary of revenues and expenses for or on behalf of Athletics by affiliated and outside organizations included in the Statement of Revenues and Expenses (Statement)(Attachment A).

Results and Findings: We inquired with management noting there were no affiliate and outside organizations; therefore, no procedures were performed.

3. We will inquire of Athletics' management whether they are aware of any internal control matters identified during the audits of affiliated and outside organizations performed by independent public accountants.

Results and Findings: We inquired with management noting there were no affiliate and outside organizations; therefore, no procedures were performed.

Statement of Revenues and Expenses

1. We will obtain the Statement for the year ended June 30, 2025, as prepared by management. We will compare the revenue and expense amounts reported on the Statement to the supporting schedules prepared by management of the University for relevant revenue and expense categories which are greater than 4.0% of total operating revenues and operating expenses.

Results and Findings: We performed the procedures; no matters are reportable.

2. We will compare a sample of operating revenue receipts and operating expenses obtained from the Statement to adequate supporting schedules.

Results and Findings: We performed the procedures; no matters are reportable.

**University of Kentucky
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Agreed-Upon Procedures**

3. We will compare each major revenue and expense category over 10% of the total revenues or expenses in the Statement to prior year amounts and current year budgeted amounts. We will obtain and document an understanding of any significant variances greater than 10% from prior year amounts or current year budget estimates.

Results and Findings:

Current Year Actual Versus Prior Year Actual

Line Item	Explanation
Contributions	Current year decreased by \$28,424,973, or 46.54%, compared to the prior year, due to the additional contributions being used in the prior year for both capital and operating needs. There was no excess of contributions available in the current year.
Support staff salaries, benefits, and bonuses paid by the University	Current year exceeded prior year amounts by \$2,955,857, or 10.82%, due to the annual salary adjustments and updated benefit rates approved by the Trustees in June, which naturally result in higher compensation and benefit costs. Additionally, post-budget modifications such as personnel changes, counter offers to retain staff, departmental restructuring, and negotiated raises for noncoaching staff contributed to the overall increase in salaries and benefits.

Current Year Actual Versus Current Year Budget

Line Item	Explanation
Contributions	Budget exceeded actual by \$13,519,967, or 29.28%, due to the full utilization of excess gifts in FY24 that were originally budgeted for FY25. These funds were not available in the current year, resulting in lower actuals compared to the planned budget.
Athletic Student Aid	Budget exceeded actual by \$2,895,864, or 13.03%, due to conservative budgeting based on a blended rate for in-state and out-of-state student-athletes, without knowing the final roster composition or participation in programs such as summer school and training table. These estimates are intended to ensure sufficient coverage, often resulting in variances when actual participation differs from anticipated.

Ticket Sales

4. For football and men's basketball ticket revenue, we will compare the detail of tickets sold, complimentary tickets provided, and unsold tickets to the related revenue reported by the University in the Statement and the related attendance figures and recalculate totals. For football and men's basketball ticket revenue, we will compare the detail of the number of tickets, multiplied by ticket prices and any reconciling items, to the detail of revenue for those sports.

Results and Findings: We performed the procedures; no matters are reportable.

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Student Fees

5. We will compare and agree student fees reported by the University in the Statement to student enrollments and recalculate totals.

Results and Findings: There were no revenues for this line item in the Statement; therefore, no procedures were performed.

6. We will obtain and document an understanding of the University's methodology for allocating student fees to Athletics and inquire of the University's management as to whether there were any significant changes from prior year.

Results and Findings: There were no revenues for this line item in the Statement; therefore, no procedures were performed.

7. If Athletics is reporting that an allocation of student fees should be countable as generated revenue, we will recalculate the totals of Athletics' methodology for supporting that they are able to count each sport. We will agree the calculation to supporting documents, such as seat manifests, ticket sales reports, and student fee totals.

Results and Findings: There were no revenues for this line item in the Statement; therefore, no procedures were performed.

Direct State or Other Governmental Support

8. We will compare the direct state or other government support recorded by the University during the reporting period with state appropriations, University authorizations, and/or other corroborative supporting documentation and recalculate totals.

Results and Findings: There were no revenues for this line item in the Statement; therefore, no procedures were performed.

Direct Institutional Support

9. We will compare the direct institutional support recorded by the University during the reporting period with supporting budget transfers documentation and other corroborative supporting documentation and recalculate totals.

Results and Findings: Statement line item was less than 4% of total revenues; therefore, no procedures were performed.

Transfers to Institution

10. We will compare the transfers back to the University with permanent transfers back to the University from Athletics and recalculate totals.

Results and Findings: Statement line item was less than 4% of total revenues; therefore, no procedures were performed.

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Indirect Institutional Support and Indirect Institutional Support Expenses

11. We will compare the indirect institutional support recorded by the University during the reporting period with expense payments, cost allocation detail, and other corroborative supporting documentation and recalculate totals.

Results and Findings: There were no revenues or expenses for this line item in the Statement; therefore, no procedures were performed.

Guarantees

12. We will select a sample of one settlement report for away games during the reporting period and agree the selection to the University's general ledger and/or the Statement and recalculate totals.

Results and Findings: Statement line item was less than 4% of total revenues; therefore, no procedures were performed.

13. We will select a sample of one contractual agreement pertaining to revenues derived from guaranteed contests during the reporting period and compare and agree the selection to the University's general ledger and/or the Statement and recalculate totals.

Results and Findings: Statement line item was less than 4% of total revenues; therefore, no procedures were performed.

Contributions

14. We will obtain a listing of all contributions of money, goods, or services received directly by Athletics from any affiliated or outside organization, agency, or group of individuals (two or more). For any individual contributions greater than 10% of total contributions received, we will obtain and observe supporting documentation and recalculate totals.

Results and Findings: We inquired of University's management and observed contributions detail and noted that there were no single contributions that constituted 10% or more of all contributions received during the year ended June 30, 2025. No matters are reportable.

In-Kind

15. We will compare the in-kind revenue recorded by the University during the reporting period with a schedule of in-kind donations and recalculate totals.

Results and Findings: Statement line item was less than 4% of total revenues; therefore, no procedures were performed.

Compensation and Benefits Provided by a Third Party

16. We will obtain the summary of revenues from affiliated and outside organizations (Summary) as of the end of the reporting period from the University and select a sample of one item from the Summary and compare and agree the selection to supporting documentation, the University's general ledger, and/or the Summary and recalculate totals.

Results and Findings: There were no revenues or expenses for this line item in the Statement; therefore, no procedures were performed.

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Media Rights

17. We will obtain and inspect agreements to understand the University's total media rights received by the University or through its conference offices as reported in the Statement.

Results and Findings: We performed the procedures; no matters are reportable.

18. We will compare and agree the media rights revenues to a summary statement of all media rights identified, if applicable, and the University's general ledger and recalculate totals.

Results and Findings: We performed the procedures; no matters are reportable.

NCAA Distributions

19. We will compare the amounts recorded in the Statement to general ledger detail for NCAA distributions and other corroborative supporting documents and recalculate totals.

Results and Findings: Statement line item was less than 4% of total revenues; therefore, no procedures were performed.

NCAA Host Revenue Settlements

20. We will compare the amounts recorded in the Statement to general ledger detail for Host Revenue Settlements and other corroborative supporting documents and recalculate totals.

Results and Findings: Statement line item was less than 4% of total revenues; therefore, no procedures were performed.

Post-Season Nonfootball NCAA Expense Reimbursements

21. We will compare the amounts recorded in the Statement to general ledger detail for a post-season nonfootball NCAA expense reimbursements and recalculate totals.

Results and Findings: Statement line item was less than 4% of total revenues; therefore, no procedures were performed.

Conference Distributions (Nonmedia and Nonpost-season) and Conference Distributions of Post-Season Generated Revenue

22. We will obtain and inspect agreements related to the University's conference distributions and participation in revenues from tournaments during the reporting period for relevant terms and conditions.

Results and Findings: Conference distributions (nonmedia and nonpost season) statement line item was less than 4% of total revenues; therefore, no procedures were performed. Conference distributions of post-season generated revenue; we performed the procedure; no matters are reportable.

23. We will obtain the University's conference distribution schedule and agree amounts to the general ledger and/or Statement and recalculate totals.

Results and Findings: Conference distributions (nonmedia and nonpost season) statement line item was less than 4% of total revenues; therefore, no procedures were performed. Conference distributions of post-season generated revenue; we performed the procedure; no matters are reportable.

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Program, Novelty, Parking, and Concession Sales

24. We will obtain supporting schedules for revenue reported in the Statement from program sales, concessions, novelty sales, and parking, and agree the amounts to the Statement and recalculate totals.

Results and Findings: Statement line item was less than 4% of total revenues; therefore, no procedures were performed.

Royalties, Licensing, Advertisements, and Sponsorships

25. We will obtain and inspect agreements related to the University's participation in revenues from royalties, licensing, advertisements, and sponsorships during the reporting period to gain an understanding of the relevant terms and conditions.

Results and Findings: Statement line item was less than 4% of total revenues; therefore, no procedures were performed.

26. We will compare and agree the related revenues to the University's general ledger and/or the Statement and recalculate totals.

Results and Findings: Statement line item was less than 4% of total revenues; therefore, no procedures were performed.

Sports Camp Revenues

27. We will obtain and read sports camp contract(s) between the University and person(s) conducting the University's sports camps or clinics during the reporting period to obtain an understanding of the University's methodology for recording revenues from sports camps.

Results and Findings: Statement line item was less than 4% of total revenues; therefore, no procedures were performed.

28. We will obtain schedules of camp participants and select a sample of one individual camp participant cash receipts from the schedule of sports camp participants and agree the selection to the University's general ledger and/or the Statement and recalculate totals.

Results and Findings: Statement line item was less than 4% of total revenues; therefore, no procedures were performed.

Athletics Restricted Endowment and Investment Income

29. We will obtain and inspect one endowment agreement, if any, to gain an understanding of the relevant terms and conditions.

Results and Findings: Statement line item was less than 4% of total revenues; therefore, no procedures were performed.

30. We will compare and agree the classification and use of endowment and investment income reported in the Statement during the reporting period to the uses of income defined within the related endowment agreement and recalculate totals.

Results and Findings: Statement line item was less than 4% of total revenues; therefore, no procedures were performed.

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Other Operating Revenue

31. We will obtain support schedules for other revenue reported in the Statement and recalculate totals.

Results and Findings: Statement line item was less than 4% of total revenues; therefore, no procedures were performed.

Post-Season Football Expense Reimbursements

32. We will obtain and inspect one agreement related to the University's revenues from post-season football expense reimbursements during the reporting period to gain an understanding of the relevant terms and conditions.

Results and Findings: There were no revenues or expenses for this line item in the Statement; therefore, no procedures were performed.

33. We will compare and agree the related revenues to the University's general ledger and/or the Statement and recalculate totals.

Results and Findings: There were no revenues or expenses for this line item in the Statement; therefore, no procedures were performed.

Athletic Student Aid

34. We will select a sample of students (if the University used CA software, the sample is the lesser of 10% or 40 student-athlete recipients; if the University did not use CA software, the sample is the lesser of 20% or 60 student-athlete recipients) from the listing of student aid recipients during the reporting period.

Results and Findings: We selected a sample of 40 students from the listing of student aid recipients during the reporting period.

35. We will obtain individual student-account detail for each selection and compare total aid per the University's student account information system to the student's detail in the University report that ties directly to the NCAA Membership Financial Reporting System.

Results and Findings: We obtained individual student account detail for each selection and compared total aid allocated from the squad list 2024–2025 (\$1,132,186) to the student detail (\$1,350,966), noting an aggregate difference of \$218,780. Management represented that each of these differences is a result of the actual tuition amounts, which are subject to change based on courses taken, book costs, housing selections, summer school, etc.

36. We will compare information for each student selected to their information reported in the NCAA Membership Financial Reporting System, using the following criteria:

- a. We will compare the equivalency value in the CA software for each student athlete (rounded to two decimal places) to supporting documentation.
- b. We will note whether grants-in-aid were calculated by using the revenue distribution equivalencies by sport and in aggregate (athletic grant amount divided by the full grant amount).
- c. We will note whether other expenses related to attendance (also known as gap money or cost of attendance) are excluded from grants-in-aid revenue distribution equivalencies. Only tuition, fees, room, board, and course-related books were counted for grants-in-aid revenue distribution per Bylaw 20.02.10.
- d. We will note whether the equivalency limits exceed maximum equivalency limits.

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- e. We will note whether the grant amount represented the full cost of tuition for an academic year, rather than a semester.
- f. If an athlete participated in more than one sport, we will note whether the award was only included in one sport.
- g. We will note whether athletics grants were for sports in which the NCAA conducts championships competition, emerging sports for women, and bowl subdivision football.
- h. We will note whether grants-in-aid were for sports that meet the minimum contests and participants' requirements of Bylaw 20.9.6.3.
- i. We will note whether any of the selected items represented grants to student-athletes listed on the calculation of revenue distribution equivalencies report as "exhausted eligibility" (fifth year) or "medical."
- j. We will note whether any sports were discontinued during the fiscal year.
- k. We will note whether any of the student-athletes selected had exhausted their athletics' eligibility.
- l. If a selected student received a Pell Grant, we will note whether the value of the grant was excluded from the calculation of equivalencies or the total dollar amount of student athletic aid expense for the University.
- m. If a student received a Pell Grant, we will compare the student's total grant to the total number and total value of Pell Grants reported for revenue distribution purposes in the NCAA Membership Financial Reporting System.

Results and Findings: We performed the procedures; no matters are reportable.

37. We will recalculate totals for each sport and overall.

Results and Findings: We performed the procedures; no matters are reportable.

Guarantees

38. We will obtain and inspect a sample of one visiting University's away-game settlement reports received by the University during the reporting period and agree related expenses to the general ledger and recalculate totals.

Results and Findings: Statement line item was less than 4% of total expenses; therefore, no procedures were performed.

39. We will obtain and inspect a sample of one contractual agreement pertaining to expenses recorded by the University during the reporting period from guaranteed contests and agree related expenses to the general ledger and/or Statement and recalculate totals.

Results and Findings: Statement line item was less than 4% of total expenses; therefore, no procedures were performed.

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

40. We will obtain and inspect a listing of coaches employed by the University and related entities during the reporting period and select a sample of three coaches' contracts that will include football and men's and women's basketball.

Results and Findings: We obtained a listing of coaches employed by the University during the year ended June 30, 2025. We selected a sample of three coaches' contracts (Mark Pope – Men's Basketball, Kenneth Brooks Jr. – Women's Basketball, and Mark Stoops – Football) that included football and men's and women's basketball.

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41. We will compare and agree 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.

Results and Findings: We performed the procedures; no matters are reportable.

42. We will obtain and inspect payroll summary registers for the reporting year for each selection. We will compare and agree payroll summary registers from the reporting period 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.

Results and Findings: We performed the procedures; no matters are reportable.

43. We will compare and agree the totals recorded to any employment contracts executed for the sample selected and recalculate totals.

Results and Findings: We performed the procedures; no matters are reportable.

Coaching Salaries, Benefits, and Bonuses Paid by a Third Party

44. We will obtain and inspect a listing of coaches employed by third parties during the reporting period and select a sample of three coaches' contracts that will include football and men's and women's basketball from the above listing.

Results and Findings: Per reading of the Statement and discussion with management, there were no coaches employed by third-party entities.

45. We will compare and agree the financial terms and conditions of each selection to the related coaching other compensation and benefits paid by a third party and recorded by the University in the Statement during the reporting period.

Results and Findings: Per reading of the Statement and discussion with management, there were no coaches employed by third-party entities.

46. We will obtain and inspect payroll summary registers for the reporting year for each selection. We will compare and agree payroll summary registers from the reporting period to the coaching other compensation and benefits paid by third party expenses recorded by the University in the Statement during the reporting period.

Results and Findings: Per reading of the Statement and discussion with management, there were no coaches employed by third-party entities.

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

47. We will select a sample of one support staff/administrative personnel employed by the University and related entities during the reporting period.

Results and Findings: We selected one employee (#12781631) – men's basketball staff.

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48. We will obtain and inspect the reporting period summary payroll register for the selection. We will compare and agree the related summary payroll register 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 and recalculate totals.

Results and Findings: We performed the procedures; no matters are reportable.

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

49. We will select a sample of one support staff/administrative personnel employed by third parties during the reporting period.

Results and Findings: Per reading of the Statement and discussion with management, there were no support or administrative staff employed by third-party entities.

50. We will obtain and inspect reporting period summary payroll register for each selection. We will compare and agree the related summary payroll register to the related support staff/administrative other compensation and benefits expense recorded by the University in the Statement during the reporting period and recalculate totals.

Results and Findings: Per reading of the Statement and discussion with management, there were no support or administrative staff employed by third-party entities.

Severance Payments

51. We will select a sample of one employee receiving severance payments by the University during the reporting period and agree the severance payment to the related termination letter or employment contract and recalculate totals.

Results and Findings: Statement line item was less than 4% of total expenses; therefore, no procedures were performed.

Recruiting

52. We will obtain an understanding of the University's recruiting expense policies and compare to existing University and NCAA-related policies.

Results and Findings: Statement line item was less than 4% of total expenses; therefore, no procedures were performed.

53. We will obtain general ledger detail of recruiting expenses and compare to amounts reported in the Statement and recalculate totals.

Results and Findings: Statement line item was less than 4% of total expenses; therefore, no procedures were performed.

Team Travel

54. We will obtain an understanding of the University's team travel policies and compare to existing University and NCAA-related policies.

Results and Findings: We performed the procedures; no matters are reportable.

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55. We will obtain general ledger detail of team travel expenses and compare to amounts reported in the Statement and recalculate totals.

Results and Findings: We performed the procedures; no matters are reportable.

Sports Equipment, Uniforms, and Supplies

56. We will obtain general ledger detail and compare to the total expenses reported. We will select a sample of one transaction from the general ledger detail and vouch to supporting documentation and recalculate totals.

Results and Findings: Statement line item was less than 4% of total expenses; therefore, no procedures were performed.

Game Expenses

57. We will obtain general ledger detail and compare to the total expenses reported. We will select a sample of one transaction from the general ledger detail and vouch to supporting documentation and recalculate totals.

Results and Findings: We performed the procedures; no matters are reportable.

Fundraising, Marketing, and Promotion

58. We will obtain general ledger detail and compare to the total expenses reported. We will select a sample of one transaction from the general ledger detail and vouch to supporting documentation and recalculate totals.

Results and Findings: Statement line item was less than 4% of total expenses; therefore, no procedures were performed.

Sports Camp Expenses

59. We will obtain general ledger detail and compare to the total expenses reported. We will select a sample of one transaction from the general ledger detail and vouch to supporting documentation and recalculate totals.

Results and Findings: Statement line item was less than 4% of total expenses; therefore, no procedures were performed.

Spirit Groups

60. We will obtain general ledger detail and compare to the total expenses reported. We will select a sample of one transaction from the general ledger detail and vouch to supporting documentation and recalculate totals.

Results and Findings: Statement line item was less than 4% of total expenses; therefore, no procedures were performed.

Athletic Facilities Debt Service, Leases and Rental Fees

61. We will obtain a listing of debt service schedules, lease payments, and rental fees for athletic facilities and agree to the general ledger. We will compare a sample of two highest facility payments to additional supporting documentation and recalculate totals.

Results and Findings: We performed the procedures; no matters are reportable.

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Direct Overhead and Administrative Expenses

62. We will obtain general ledger detail and compare to the total expenses reported. We will select a sample of one transaction from the general ledger detail and vouch to supporting documentation and recalculate totals.

Results and Findings: We performed the procedures; no matters are reportable.

Facilities Maintenance and Operations

63. We will obtain general ledger detail and compare to the total expenses reported. We will select a sample of one transaction from the general ledger detail and vouch to supporting documentation and recalculate totals.

Results and Findings: We performed the procedures; no matters are reportable.

Medical Expenses and Insurance

64. We will obtain general ledger detail and compare to the total expenses reported. We will select a sample of one transaction from the general ledger detail and vouch to supporting documentation and recalculate totals.

Results and Findings: Statement line item was less than 4% of total expenses; therefore, no procedures were performed.

Memberships and Dues

65. We will obtain general ledger detail and compare to the total expenses reported. We will select a sample of one transaction from the general ledger detail and vouch to supporting documentation and recalculate totals.

Results and Findings: Statement line item was less than 4% of total expenses; therefore, no procedures were performed.

Other Operating Expenses

66. We will obtain general ledger detail and compare to the total expenses reported. We will select a sample of one transaction from the general ledger detail and vouch to supporting documentation and recalculate totals.

Results and Findings: We performed the procedures; no matters are reportable.

Student-Athlete Meals (Nontravel)

67. We will obtain general ledger detail and compare to the total expenses reported. We will select a sample of one transaction from the general ledger detail and vouch to supporting documentation and recalculate totals.

Results and Findings: Statement line item was less than 4% of total expenses; therefore, no procedures were performed.

***Post-Season Football Expenses, Post-Season Football Expenses – Coaching
Compensation/Bonuses and Football Host Expense Settlements***

68. We will obtain general ledger detail and compare to the total expenses reported. We will select a sample of one transaction from the general ledger detail and vouch to supporting documentation and recalculate totals.

Results and Findings: There were no expenses for these line items in the Statement; therefore, no procedures were performed.

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NCAA Post-Season Nonfootball Expenses, NCAA Post-Season Nonfootball Expenses – Coaching Compensation/Bonuses and NCAA Nonfootball Host Expense Settlements

69. We will obtain general ledger detail and compare to the total expenses reported. We will select a sample of one transaction from the general ledger detail and vouch to supporting documentation and recalculate totals.

Results and Findings: Statement line items were less than 4% of total expenses; therefore, no procedures were performed.

Enhanced Educational Benefits

70. We will obtain general ledger detail and compare to the total expenses reported. We will select a sample of one transaction from the general ledger detail and vouch to supporting documentation and recalculate totals.

Results and Findings: Statement line item was less than 4% of total expenses; therefore, no procedures were performed.

Institutional NIL Revenue Share

71. We will obtain general ledger detail and compare to the total expenses reported. We will select a sample of one transaction from the general ledger detail and vouch to supporting documentation and recalculate totals.

Results and Findings: There were no expenses for this line item in the Statement; therefore, no procedures were performed.

Additional Minimum Agreed-Upon Procedures

72. We will compare and agree the sports sponsored reported in the NCAA Membership Financial Reporting System to the supporting equivalency calculations of the University. We will compare current year grants-in-aid revenue distribution equivalencies to prior year reported equivalencies per the Membership Financial Report submission and note any variances greater than 4%.

Results and Findings: We performed the procedures; no matters are reportable.

73. We will obtain the University's Sports Sponsorship and Demographics Forms Report for the reporting year. We will validate that the countable sports reported by the University meet the minimum requirements set forth by Bylaw 20.9.6.3 for the number of contests and the number of participants in each contest that are counted toward meeting the minimum contest requirement. Once countable sports have been confirmed, we will ensure that the University has properly reported these sports as countable for revenue distribution purposes within the NCAA Membership Financial Reporting System. We will compare the current year number of sports sponsored to the prior year reported total per the Membership Financial Report submission.

Results and Findings: We performed the procedures; no matters are reportable.

74. We will agree the total number of Division I student-athletes who, during the academic year, received a Pell Grant award 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 system, of all student-athlete Pell Grants. We will compare the current year Pell Grants total to the prior year reported total per the Membership Financial Report submission and note any variance of student athletes greater than 20 grants.

Results and Findings: We performed the procedures; no matters are reportable.

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Minimum Agreed-Upon Procedures for Other Reporting Items

Excess Transfers to the Institution and Conference Realignment Expenses

75. We will obtain general ledger detail and compare to the total expenses reported. We will select a sample of one transaction to agree the selection to supporting documentation and recalculate totals.

Results and Findings: We performed the procedures for excess transfers to the University and no matters are reportable. The University's management represented there were not conference realignment expenses; therefore, no procedures were completed on this line item.

Total Athletics-Related Debt

76. We will obtain repayment schedules for all outstanding athletics-related debt during the reporting period and recalculate annual maturities. We will agree the total annual maturities and total outstanding athletics-related debt to supporting documentation and the general ledger.

Results and Findings: We performed the procedures; no matters are reportable.

Total Institutional Debt

77. We will agree the total outstanding debt of the University to supporting documentation and the University's audited financial statements.

Results and Findings: We performed the procedures; no matters are reportable.

Value of Athletics-Dedicated Endowments

78. We will obtain a schedule of all athletics-dedicated endowments maintained by Athletics, the University, and affiliate organizations. We will agree the fair market value in the schedule(s) to supporting documentation and the general ledger.

Results and Findings: We performed the procedures; no matters are reportable.

Value of Institutional Endowments

79. We will agree the fair market value of the University's endowments to supporting documentation and the general ledger.

Results and Findings: We performed the procedures; no matters are reportable.

Total Athletics-Related Capital Expenditures

80. We will obtain a schedule of athletics-related capital expenditures made by Athletics, the University, and affiliated organizations during the reporting period.

Results and Findings: We performed the procedures; no matters are reportable.

81. We will obtain general ledger detail and compare to the total expenses report. We will select a sample of one transaction and vouch to supporting documentation and recalculate totals.

Results and Findings: We performed the procedures; no matters are reportable.