

**Emmett and Miriam McCoy College of Business
Administration Development Foundation**

Financial Statements

For the Years Ended August 31, 2019 and 2018

(With Independent Auditors' Report)

**Emmett and Miriam McCoy College of Business
Administration Development Foundation**

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Independent Auditors' Report

Board of Directors

Emmett and Miriam McCoy College of Business Administration Development Foundation

Report on the Financial Statements

We have audited the accompanying financial statements of the Emmett and Miriam McCoy College of Business Administration Development Foundation (the Foundation) which comprise the statements of financial position as of August 31, 2019 and 2018, and the related statements of activities and cash flows for the years ended then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Emmett and Miriam McCoy College of Business Administration Development Foundation as of August 31, 2019 and 2018, and the results of its operations and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Atchley & Associates, LLP

Austin, Texas

February 10, 2020

Emmett and Miriam McCoy College of Business Administration Development Foundation
Statements of Financial Position
As of August 31, 2019 and 2018

	2019	2018
Assets		
Assets:		
Cash and cash equivalents	\$ 849,632	\$ 1,596,029
Investments	44,748,660	44,278,485
Contributions receivable, net	223,283	462,699
Total Assets	\$ 45,821,575	\$ 46,337,213
Liabilities and Net Assets		
Liabilities:		
Accounts payable	\$ 31,580	\$ 33,286
Total Liabilities	31,580	33,286
Net assets:		
With donor restriction - board designated	2,058,337	2,232,627
With donor restrictions - in time & purpose	8,880,057	11,053,231
With donor restrictions - in perpetuity	34,851,601	33,018,069
Total net assets	45,789,995	46,303,927
Total Liabilities and Net Assets	\$ 45,821,575	\$ 46,337,213

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

Emmett and Miriam McCoy College of Business Administration Development Foundation
 Statements of Activities
 For the Years Ended August 31, 2019 and 2018

	2019			2018		
	Without donor restrictions	With donor restrictions (in perpetuity)	Total	Without donor restrictions	With donor restrictions (in perpetuity)	Total
REVENUES AND OTHER SUPPORT						
Revenues						
Contributions	\$ -	\$ -	\$ 1,735,682	\$ -	\$ -	\$ 3,549,803
Investment return, net	-	(1,064,976)	(1,064,976)	-	4,292,595	4,292,595
Net assets released from restrictions						
Satisfaction of program restrictions	1,184,638	(1,184,638)	-	1,088,836	(1,088,836)	-
Total revenues and other support	1,184,638	(2,249,614)	670,706	1,088,836	3,203,759	7,842,398
Expenses:						
Program services						
Distributions to College	1,028,250	-	1,028,250	887,750	-	887,750
Total program services	1,028,250	-	1,028,250	887,750	-	887,750
Supporting services						
General and administrative						
Dues and subscriptions	5,276	-	5,276	162	-	162
Miscellaneous	1,113	-	1,113	12,711	-	12,711
Payroll expenses	125,458	-	125,458	124,068	-	124,068
Professional fees	17,276	-	17,276	48,945	-	48,945
Travel	4,983	-	4,983	11,153	-	11,153
Supplies	2,282	-	2,282	4,047	-	4,047
Total supporting services	156,388	-	156,388	201,086	-	201,086
Total expenses	1,184,638	-	1,184,638	1,088,836	-	1,088,836
Change in net assets	-	(2,249,614)	1,735,682	-	3,203,759	6,753,562
Board designated transfers	-	(97,850)	97,850	-	(260,271)	-
Net assets at beginning of year	-	13,285,858	33,018,069	-	9,821,828	39,550,365
Net assets at end of year	\$ -	\$ 10,938,394	\$ 34,851,601	\$ -	\$ 13,285,858	\$ 46,303,927

The accompanying notes are an integral part of these financial statements

Emmett and Miriam McCoy College of Business Administration Development Foundation

Statements of Cash Flows

For the Years Ended August 31, 2019 and 2018

	<u>2019</u>	<u>2018</u>
Cash flows from operating activities:		
Change in net assets	\$ (513,932)	\$ 6,753,562
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Net realized (gain) loss on investments	(387,790)	(738,320)
Net unrealized (gain) loss on investments	2,242,654	(2,077,578)
Increase (decrease) in operating assets:		
Contributions receivable	239,416	(303,054)
Increase (decrease) in operating liabilities:		
Accounts payable	(1,706)	2,432
Net cash provided by (used in) operating activities	<u>1,578,642</u>	<u>3,637,042</u>
Cash flows from investing activities:		
Proceeds from sales of investments	13,447,925	13,447,925
Purchases of investments	<u>(15,772,964)</u>	<u>(16,020,629)</u>
Net cash provided by (used in) investing activities	<u>(2,325,039)</u>	<u>(2,572,704)</u>
Net increase (decrease) in cash and cash equivalents	(746,397)	1,064,338
Cash and cash equivalents at beginning of year	<u>1,596,029</u>	<u>531,691</u>
Cash and cash equivalents at end of year	<u>\$ 849,632</u>	<u>\$ 1,596,029</u>

The accompanying notes are an integral part of these financial statements

Emmett and Miriam McCoy College of Business Administration Development Foundation

Notes to Financial Statements

For the Years Ended August 31, 2019 and 2018

Note A - Nature of Activities and Significant Accounting Policies

Nature of Activities

The Emmett and Miriam McCoy College of Business Administration Development Foundation (Foundation) is a nonprofit corporation established in February 2004 to raise funds from the private sector for the sole benefit of the College of Business Administration (College) at Texas State University. The Foundation is to preserve and invest such funds and make distributions from the funds for the sole benefit of the College in accordance with the donor's wishes.

The Foundation is governed by a ten-member Board of Directors.

Basis of Presentation

The financial statements of the Foundation have been prepared in accordance with U.S. generally accepted accounting principles (US GAAP), which require the Foundation to report information regarding its financial position and activities according to the following net asset classifications:

Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the organization. These net assets may be used at the discretion of the Foundation's management and the board of directors.

Net assets with donor restrictions - Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Foundation or by the passage of time. Other donor restrictions are perpetual in nature, where by the donor has stipulated the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statements of activities.

Cash and Cash Equivalents

The Foundation's cash consists of cash on deposit with banks. Cash equivalents represent money market funds or short-term investments with original maturities of three months or less from the date of purchase, except for those amounts that are held in the investment portfolio which are invested for long-term purposes.

Concentrations of Credit Risk

Financial instruments that potentially subject the Foundation to concentrations of credit risk consist principally of cash and cash equivalents and investments. The Foundation maintains its cash and cash equivalents in various bank accounts that, at times, may exceed federally insured limits. The Foundation's cash and cash equivalent accounts have been placed with high credit quality financial institutions. The Foundation has not experienced, nor does it anticipate, any losses with respect to such accounts.

Emmett and Miriam McCoy College of Business Administration Development Foundation

Notes to Financial Statements

For the Years Ended August 31, 2019 and 2018

Note A - Nature of Activities and Significant Accounting Policies - Continued

Investments

The Foundation carries investments in marketable equity securities with readily determinable fair values and all investments in debt securities at their fair values in the statements of financial position. Investment income or loss (including realized and unrealized gains and losses on investments, interest, and dividends) is included in the statement of activities as increases or decreases in net assets with donor restrictions (in perpetuity). The fair value hierarchy prioritizes the inputs to valuation techniques used to measure fair value. Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value hierarchy ranks the quality and reliability of the information used to determine fair values. The fair value hierarchy is categorized into three levels based on the inputs as follows:

Level 1 - Values are unadjusted quoted prices for identical assets and liabilities in active markets accessible at the measurement date.

Level 2 - Inputs include quoted prices for similar assets or liabilities in active markets, quoted prices from those willing to trade in markets that are not active, or other inputs that are observable or can be corroborated by market data for the term of the instrument. Such inputs include market interest rates and volatilities, spreads and yield curves.

Level 3 - Certain inputs are unobservable (supported by little or no market activity) and significant to the fair value measurement. Unobservable inputs reflect the organization's best estimate of what hypothetical market participants would use to determine a transaction price for the asset or liability at the reporting date.

Recently Issued Accounting Pronouncements

In August 2016, the FASB issued Accounting Standards Update (ASU) No. 2016-14, *Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities*. The update addresses the complexity and understandability of net asset classification, deficiencies in information about liquidity and availability of resources, and the lack of consistency in the type of information provided about expenses and investment return. The Foundation has adjusted the presentation of these statements accordingly. The ASU has been applied retrospectively to all periods presented.

Use of Estimates

Management uses estimates and assumptions in preparing financial statements that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

Emmett and Miriam McCoy College of Business Administration Development Foundation

Notes to Financial Statements

For the Years Ended August 31, 2019 and 2018

Note A - Nature of Activities and Significant Accounting Policies - Continued

Income Tax Status

The Foundation is a not-for-profit corporation that is exempt from income tax under IRC section 501(c)(3), though it is subject to tax on income unrelated to its exempt purpose, unless that income is otherwise excluded by the Code. The Foundation has processes presently in place to ensure the maintenance of its tax-exempt status; to identify and report unrelated income; to determine its filing and tax obligations; and to identify and evaluate other matters that may be considered tax positions. The Foundation has determined that there are no material uncertain tax positions that require recognition or disclosure in the financial statements.

Subsequent Events

Subsequent events have been evaluated through the date of the Independent Auditors' Report, which is the date the financial statements were available to be issued.

Note B - Available Resources and Liquidity

The following represents the Foundation's financial assets at August 31, 2019 and 2018:

Financial assets at year end:	2019	2018
Cash and cash equivalents	\$ 849,632	\$ 1,596,029
Contributions receivable, net	223,283	462,699
Investments	44,748,660	44,278,485
	<u>45,821,575</u>	<u>46,337,213</u>
Less amounts not available to be used within one year:		
Net assets subject to board designations	2,058,337	2,232,627
Net assets with donor restrictions	43,731,658	44,071,300
Less net assets with restrictions to be met in less than a year	<u>(1,200,000)</u>	<u>(1,200,000)</u>
	<u>44,589,995</u>	<u>45,103,927</u>
Financial assets available to meet cash needs for expenditures over the next twelve months	<u>\$ 1,231,580</u>	<u>\$ 1,233,286</u>

In addition to financial assets available to meet general expenditures over the next twelve months, the Foundation operates with a balanced budget and anticipates only incurring expenses if adequate funds are available to pay for them. The Foundation regularly monitors liquidity required to meet its operating needs and other contractual commitments.

Emmett and Miriam McCoy College of Business Administration Development Foundation

Notes to Financial Statements

For the Years Ended August 31, 2019 and 2018

Note C - Investments

Investments are classified as Level 1 investments (See Note A), stated at their fair value and consist of the following as of August 31, 2019 and 2018:

	2019		2018	
	Cost	Fair Value	Cost	Fair Value
Stocks	\$10,519,428	\$11,870,636	\$14,432,566	\$16,584,103
Mutual funds	31,268,525	32,878,024	24,339,828	27,694,382
	<u>\$41,787,953</u>	<u>\$44,748,660</u>	<u>\$38,772,394</u>	<u>\$44,278,485</u>

Note D - Contributions Receivable

Unconditional Contributions

Contributions receivable represent unconditional promises to give by donors and are recorded at their estimated fair value. Contributions received are distinguished for each net asset category in accordance with donor-imposed restrictions. Amounts due after August 31, 2019, are recorded at the present value of the estimated future cash flows, using the average market yields on one to four year Treasury securities as of August 2019. The discount will be recognized as contribution income in the fiscal years ending August 31, 2019, through August 31, 2022, as the discount is amortized over the duration of the pledges.

Contributions receivable, net of discount to present value, consist of the following at August 31, 2019 and 2018:

	2019	2018
Expected to be collected in:		
Less than one year	\$ 99,865	\$ 128,000
One to five years	126,500	344,365
Pledges receivable, gross	226,365	472,365
Less discount to present value	(3,082)	(9,666)
Contributions receivable, net	<u>\$ 223,283</u>	<u>\$ 462,699</u>

Conditional and Revocable Contributions

In accordance with US GAAP, the Foundation has not recorded revocable contributions or conditional contributions for which the specified conditions have not been substantially met. The Foundation has been named as a beneficiary in various individuals' wills or charitable remainder trusts. As of August 31, 2019, the amount of these revocable promises of which the Foundation has been made aware is approximately \$8,725,000.

Emmett and Miriam McCoy College of Business Administration Development Foundation

Notes to Financial Statements

For the Years Ended August 31, 2019 and 2018

Note E - Support to McCoy College of Business Administration

The Foundation's Investment and Spending Policy established a target to distribute annually an amount up to 70% of the prior year's inflation adjusted distribution plus 30 percent of four percent trailing three-year average of the fair market value of each endowment to the McCoy College of Business Administration to support the activities specified for each endowment. Annual distributions will not exceed seven percent of the endowment's prior year's ending market value. Distributions designated, but not yet distributed at August 31, 2019 and 2018, were \$1,868,631 and \$1,746,631, respectively.

During the years ended August 31, 2019 and 2018, the Foundation distributed \$1,028,250 and \$887,750 to the College, respectively.

Notes F - Support From Texas State University

The Foundation is staffed by two part-time individuals who are employees of Texas State University (University), and the Foundation reimburses the University for the Foundation's portion of their salaries and benefits. Accounts payable at August 31, 2019 and 2018, consists of reimbursement due to the University for salaries and benefits in the amounts of \$31,580 and \$33,286 respectively.

In addition, the University provides the Foundation office space, telephone service, utilities, and the use of other equipment and facilities at no charge to the Foundation. No amounts have been reflected in the financial statements for the donated facilities.

Note G - Endowment

The Foundation's endowment consists of 116 individual funds established for a variety of purposes. Its endowments include both donor-restricted endowment funds and funds designated by the Board of Directors to function as endowments. As required by GAAP, net assets associated with endowment funds, including funds designated by the Board of Directors to function as endowments, are classified and reported based on the existence of donor-imposed restrictions.

Interpretation of Relevant Law

The Board of Directors of the Foundation has interpreted the State Prudent Management of Institutional Funds Act (SPMIFA) as encouraging institutions to establish a spending policy that will be responsive to short-term fluctuations in the value of the fund. The law allows an institution to maintain appropriate levels of expenditures in times of economic downturn or economic strength. In some years, accumulation rather than spending will be prudent, and in other years an institution may appropriately make expenditures even if a fund has not generated investment return that year. SPMIFA requires the managing and investing of an institutional fund so as to balance the needs of the institution with the preservation of capital. Therefore, the Foundation strives for the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary.

Emmett and Miriam McCoy College of Business Administration Development Foundation

Notes to Financial Statements

For the Years Ended August 31, 2019 and 2018

Note G - Endowment - Continued

As a result of this interpretation, the Foundation classifies as net assets with donor restrictions (in perpetuity) (a) the original value of the gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in net assets with donor restrictions (in perpetuity) is classified as net assets with donor restrictions (time & purpose) until those amounts are appropriated for expenditure by the Foundation in a manner consistent with the standard of prudence prescribed by SPMIFA.

In accordance with SPMIFA, the Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- 1) The duration and preservation of the fund
- 2) The purposes of the Foundation and the donor-restricted endowment fund
- 3) General economic conditions
- 4) The possible effect of inflation and deflation
- 5) The expected total return from income and the appreciation of investments
- 6) Other resources of the Foundation
- 7) The investment policies of the Foundation
- 8) Intergenerational equity: providing stable support for programs such as scholarships and chairs from one generation to the next.

Endowment Net Asset Composition by Type of Fund as of August 31, 2019

	With donor restrictions (time & purpose)	With donor restrictions (in perpetuity)	Total
Donor-restricted endowment funds	\$ 8,880,057	\$ 34,851,601	\$ 43,731,658
Board-designated endowment funds	<u>2,058,337</u>	<u>-</u>	<u>2,058,337</u>
Total funds	<u>\$ 10,938,394</u>	<u>\$ 34,851,601</u>	<u>\$ 45,789,995</u>

The net gains and losses in net assets with donor restrictions represents the amounts by which the fair value of certain donor-restricted endowment funds were above the amount requires to permanently maintain the value of the original gift.

Emmett and Miriam McCoy College of Business Administration Development Foundation

Notes to Financial Statements

For the Years Ended August 31, 2019 and 2018

Note G - Endowment - Continued

Changes in Endowment Net Assets for the fiscal year ended August 31, 2019

	With donor restrictions (time & purpose)	With donor restrictions (in perpetuity)	Total
Endowment net assets, beginning of year	<u>\$ 13,285,858</u>	<u>\$ 33,018,069</u>	<u>\$ 46,303,927</u>
Investment return:			
Investment income	922,287	-	922,287
Net gains and losses (realized and unrealized)	(1,854,864)	-	(1,854,864)
Management fees	<u>(132,399)</u>	<u>-</u>	<u>(132,399)</u>
Total investment return	<u>(1,064,976)</u>	<u>-</u>	<u>(1,064,976)</u>
Contributions	-	1,735,682	1,735,682
Appropriation of endowment assets for expenditure	(1,184,638)	-	(1,184,638)
Other changes:			
Transfers to create board- designated endowment funds	<u>(97,850)</u>	<u>97,850</u>	<u>-</u>
Endowment net assets, end of year	<u><u>\$ 10,938,394</u></u>	<u><u>\$ 34,851,601</u></u>	<u><u>\$ 45,789,995</u></u>

The gain in net assets with donor restrictions included a realized gain of \$387,790 and unrealized loss of \$(2,242,654) on investments.

Endowment Net Asset Composition by Type of Fund as of August 31, 2018

	With donor restrictions (time & purpose)	With donor restrictions (in perpetuity)	Total
Donor-restricted endowment funds	<u>\$ 11,053,231</u>	<u>\$ 33,018,069</u>	<u>\$ 44,071,300</u>
Board-designated endowment funds	<u>2,232,627</u>	<u>-</u>	<u>2,232,627</u>
Total funds	<u><u>\$ 13,285,858</u></u>	<u><u>\$ 33,018,069</u></u>	<u><u>\$ 46,303,927</u></u>

The gain in net assets with donor restrictions represents the amounts by which the fair value of certain donor-restricted endowment funds were above the amount requires to permanently maintain the value of the original gift.

Emmett and Miriam McCoy College of Business Administration Development Foundation

Notes to Financial Statements

For the Years Ended August 31, 2019 and 2018

Note G - Endowment - Continued

Changes in Endowment Net Assets for the fiscal year ended August 31, 2018

	With donor restrictions (time & purpose)	With donor restrictions (in perpetuity)	Total
Endowment net assets, beginning of year	\$ 9,821,828	\$ 29,728,537	\$ 39,550,365
Investment return:			
Interest and dividends	1,659,008	-	1,659,008
Net gains and losses (realized and unrealized)	2,815,898	-	2,815,898
Management fees	<u>(182,311)</u>	-	<u>(182,311)</u>
Total investment return	4,292,595	-	4,292,595
Contributions	-	3,549,803	3,549,803
Appropriation of endowment assets for expenditure	(1,088,836)	-	(1,088,836)
Other changes:			
Transfers to create board- designated endowment funds	<u>260,271</u>	<u>(260,271)</u>	<u>-</u>
Endowment net assets, end of year	<u><u>\$ 13,285,858</u></u>	<u><u>\$ 33,018,069</u></u>	<u><u>\$ 46,303,927</u></u>

The net gains and losses in net assets with donor restrictions included a realized gain of \$738,320 and unrealized gain of \$2,077,578 on investments.

Description of Amounts Classified as Net Assets with Donor Restrictions (in perpetuity) and Net Assets with Donor Restrictions (time & purpose) (Endowment Only)

	<u>2019</u>	<u>2018</u>
Net Assets with Donor Restrictions (in perpetuity)		
The portion of perpetual endowment funds that is required to be retained permanently either by explicit donor stipulation or by SPMIFA	<u>\$34,851,601</u>	<u>\$ 33,018,069</u>
Total endowment funds classified as net assets with donor restrictions (in perpetuity)	<u><u>\$ 34,851,601</u></u>	<u><u>\$ 33,018,069</u></u>

Emmett and Miriam McCoy College of Business Administration Development Foundation

Notes to Financial Statements

For the Years Ended August 31, 2019 and 2018

Note G - Endowment - Continued

Net Assets with Donor Restrictions (time & purpose)

The portion of perpetual endowment funds subject to a time restriction under SPMIFA with purpose restrictions

Total endowment funds classified as net assets with donor restrictions (time & purpose)

\$ 8,880,057	\$ 11,053,231
<u>\$ 8,880,057</u>	<u>\$ 11,053,231</u>

Funds with Deficiencies

From time to time, the fair market value of assets associated with individual donor restricted endowment funds may fall below the level that the donor or SPMIFA require to maintain the value of the original gift. In accordance with GAAP, deficiencies of this nature are reported in net assets with donor restrictions (time & purpose). These deficiencies resulted from unfavorable market fluctuations in investments of contributions with donor restrictions (in perpetuity) and continued appropriation for certain programs that was deemed prudent by the Board of Directors.

Return Objectives and Risk Parameters

The Foundation has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets or donor-restricted funds that the Foundation must hold in perpetuity or for a donor-specified period(s) as well as board-designated funds. Under this policy, as approved by the Board of Directors the endowment assets are invested in a manner that is intended to produce results that compare to:

- 1) The Standard & Poor's 500 Index, the Russell 1000 and 2500 Indices, and the MSCI EAFE Index for Equity Securities,
- 2) The Barclays and other standard Indices for Fixed Income Securities, and
- 3) The Consumer Price Index and 90-day U.S. Treasury Bill rate for Cash Equivalent Securities.

Strategies Employed for Achieving Objectives

To satisfy its long-term rate-of-return objectives, the Foundation relies on total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Foundation targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

Emmett and Miriam McCoy College of Business Administration Development Foundation

Notes to Financial Statements

For the Years Ended August 31, 2019 and 2018

Note H - Net Assets with Donor Restrictions

Net assets with donor restrictions consist of the following purpose-restricted amounts as of August 31:

	<u>2019</u>		<u>2018</u>	
	With donor restrictions	With donor restrictions	With donor restrictions	With donor restrictions
	<u>(time & purpose)</u>	<u>(in perpetuity)</u>	<u>(time & purpose)</u>	<u>(in perpetuity)</u>
Emmett & Miriam McCoy Scholars	\$ (94,564)	\$ 2,000,000	\$ 45,427	\$ 2,000,000
College General Endowment	1,064,056	2,103,617	1,355,369	2,102,634
College General - PACE	12,248	25,000	14,404	25,000
College Gen - IBM RM	-	-	453	500
Leveque HRM Scholarship	(500)	500	-	-
Fields Economics Chair #1	51,186	2,000,000	190,111	2,000,000
Fields Ethics Chair #6	557,994	2,100,000	727,562	2,100,000
Chair #2	11,524	1,000,000	42,583	1,000,000
Chair #3	343,303	2,000,000	267,587	1,000,000
Chair #4	302,266	1,000,000	369,806	1,000,000
Chair #5	368,593	1,000,000	413,722	1,000,000
Barshop Professorship	435,677	695,000	488,866	695,000
Gregg Professorship 7	477,940	600,000	533,630	600,000
Roberts Professorship 8	431,004	601,658	485,326	601,658
Professorship 9	227,654	600,780	275,865	600,780
Gowens Professorship	241,347	600,000	291,990	600,000
Casey Professorship	180,896	600,000	204,491	600,000
Emerson Professorship	52,661	600,000	105,284	600,000
Professorship #2	(5,701)	600,000	25,935	593,626
Professorship #4	85,670	325,000	94,035	250,000
Professorship #5	20,308	600,000	116,889	300,000
Professorship #11	10,154	300,000	449,646	-
Wilson Professorship	1,585	180,000	5,461	60,000
Professorship #12	10,323	217,455	-	-
Faculty Development	799,666	2,217,050	989,898	2,342,000
Petitt Faculty Development	152,180	300,000	184,445	300,000
Accounting Faculty Development	38,181	119,570	48,064	119,545
McCall Faculty Research	46,406	600,000	78,218	600,000
Olney Research	2,321	100,000	8,995	100,000
Jewell Research Endowment	511	10,000	221	5,000
Emerson Faculty Research Endowment	(4,093)	202,000	9,596	202,000
Muehl Research Endowment	12,866	205,000	-	-
Student Development	380,618	2,206,000	513,559	2,256,000
Muehl Student Development	178,822	300,000	203,868	300,000

Emmett and Miriam McCoy College of Business Administration Development Foundation

Notes to Financial Statements

For the Years Ended August 31, 2019 and 2018

Note H - Net Assets with Donor Restrictions - Continued

	<u>2019</u>		<u>2018</u>	
	With donor restrictions	With donor restrictions	With donor restrictions	With donor restrictions
	<u>(time & purpose)</u>	<u>(in perpetuity)</u>	<u>(time & purpose)</u>	<u>(in perpetuity)</u>
RGK - PACE	29,527	100,000	37,534	100,000
Accounting Student Development	9,463	64,879	14,268	64,879
Bogutsky Endowment	18,432	124,000	21,411	128,395
Program Development	499,440	877,000	521,467	975,000
Excellence Accounting	530	104,556	3,359	56,121
Rychlik Scholarship	1,964	19,000	2,597	19,000
SMIF Endowments	257	12,441	406	7,636
Kolodzey Endowment	2,560	50,000	-	-
Graduate Fellowship	381,945	1,016,500	410,071	1,021,000
Acct Club Grad Scholarship	33,305	102,568	41,503	102,543
Smart Fellowship	12,427	63,393	16,287	58,283
Westerbeck Fellowship	12,456	100,000	20,459	100,000
Lienneweber Fellowship	22,650	354,005	49,382	354,000
Lightfoot Graduate Fellowship	(6,994)	200,000	7,025	200,000
Tilton Fellowship	190	20,981	-	-
Undergrad Scholarships	606,943	46,012	284,180	833,262
Davila Undergrad Scholarship	45,485	133,000	60,077	129,500
Liebscher Undergrad Scholarship	110,930	356,500	134,303	331,500
Aspinwall Scholarship	23,280	50,000	28,052	50,000
Ward Undergrad Scholarship	19,736	50,000	24,402	50,000
Cox Undergrad Scholarship	36,427	65,000	42,623	65,000
Acct Club Undergrad Scholarship	38,711	66,313	44,954	66,288
Edgar Scholarship	19,849	50,050	24,519	50,000
Stephenson Scholarship	20,895	55,272	25,719	54,207
Edgar #2 Scholarship	15,118	50,971	19,417	50,971
Kerley Scholarship	34,249	100,000	42,399	100,000
Kanz Undergrad Scholarship	84,466	200,000	103,295	200,000
J&M Edgar Scholarship	4,886	80,000	10,521	80,000
Diepenhorst Scholarship	150,000	38,857	51,216	150,000
Pearson Scholarship	16,562	50,000	21,132	50,000
Buttross Scholarship	4,140	50,000	12,822	45,000
Carman Scholarship	5,481	102,679	9,618	76,679
Cook Scholarship	4,208	50,620	8,104	50,395
Richard Clay Scholarship	6,434	99,801	13,226	99,801
Luxton Scholarship	83,302	1,000,000	148,965	1,000,000
Callaway Scholarship	28,443	200,000	43,548	200,000

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Notes to Financial Statements

For the Years Ended August 31, 2019 and 2018

Note H - Net Assets with Donor Restrictions - Continued

	<u>2019</u>		<u>2018</u>	
	With donor restrictions	With donor restrictions	With donor restrictions	With donor restrictions
	<u>(time & purpose)</u>	<u>(in perpetuity)</u>	<u>(time & purpose)</u>	<u>(in perpetuity)</u>
Olney Scholarship	822	50,458	4,162	50,458
Barton Scholarship	4,606	50,000	4,249	20,000
Diane Eure Scholarship	7,878	74,746	12,419	74,696
Jack Eure Scholarship	7,378	70,042	11,764	70,042
K Yarborough Scholarship	12,620	200,000	27,231	200,000
Ferrari Family Scholarship	2,335	106,332	7,665	106,332
Holder Scholarship	6,959	130,000	12,438	100,000
AO Hamon Scholarship	840	55,398	4,587	55,398
Conant Scholarship	4,520	50,000	8,214	50,000
Stuart Scholarship Endowment	4,520	50,000	8,214	50,000
Lucille Montodon Scholarship	2,381	50,150	6,015	50,125
Furst Endowment	6,974	50,000	10,742	50,000
Willis Scholarship	5,261	50,000	8,977	50,000
Kirksey Scholarship	23,019	260,000	38,735	260,000
Hough Scholarship	825	50,000	4,407	50,000
Cosner Scholarship	1,201	21,380	2,638	18,135
Morris Scholarship	2,597	53,825	6,345	52,825
EY Scholarship	11,801	116,895	7,367	108,885
Bates Scholarship	5,011	100,642	10,762	100,642
Gilchrist Scholarship	621	15,000	867	10,000
GAHCC Scholarship	821	100,000	5,914	100,000
Jim Bell Scholarship	613	15,000	858	10,000
Fin MGT Assoc. Scholarship	2,632	50,000	(1,925)	2,000
Gorbea Scholarship	158	10,000	(1,741)	5,000
TX State AMA Scholarship	(29)	5,451	122	5,251
Kapavik Scholarship	(2,272)	50,000	1,217	50,000
Porter Scholarship	(12,494)	211,320	2,502	210,176
Seargeant GTFCU Scholarships	733	50,000	252	5,000
Medlock Memorial Scholarships	(1,789)	50,000	1,648	50,000
Ridout Scholarship	(1,020)	50,000	2,412	50,000
Wong Accounting Scholarships	(1,507)	50,000	1,826	50,000
Wong Finance Scholarship	1,780	50,000	-	-
Wong Management Scholarship	1,780	50,000	-	-
Wong Marketing Scholarship	1,780	50,000	-	-
Wong CIS QM Scholarship	1,780	50,000	-	-
Kiehl Family Scholarships	(1,589)	50,001	1,826	50,001

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Carroll Undergrad Scholarship	484	15,392	184	5,010
Faith Scholarship	(2,204)	50,000	171	24,890
Coleman Scholarship	45	4,976	-	-
West Scholarship	207	4,058	-	-
Gina Brunner Memorial Scholarship	3,110	50,200	-	-
Rushing Scholarship	1,290	15,000	-	-
Zubeldia Scholarship	3,106	50,000	-	-
SFHR Management Scholarship	12	1,307	-	-
Guillory Scholarship	(7)	1,000	-	-
Pena Scholarship	(331)	50,000	-	-
	<u>\$ 8,880,057</u>	<u>\$ 34,851,601</u>	<u>\$ 11,053,231</u>	<u>\$ 33,018,069</u>