UNIVERSITY OF LOUISIANA SYSTEM

A COMPONENT UNIT OF THE STATE OF LOUISIANA

FINANCIAL AUDIT SERVICES

Financial Statement Audit for the
Year Ended June 30, 2024
Issued December 31, 2024

LOUISIANA LEGISLATIVE AUDITOR

UNIVERSITY OF LOUISIANA SYSTEM
1201 NORTH THIRD STREET, SUITE 7-300
BATON ROUGE, LOUISIANA 70802

This report is available on the University of Louisiana System's website at:

https://www.ulsystem.edu/audited-financial-statements/

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TABLE OF CONTENTS

LOUISIANA LEGISLATIVE AUDITOR

MICHAEL J. "MIKE" WAGUESPACK, CPA
LOUISIANA LEGISLATIVE AUDITOR

December 30, 2024

Independent Auditor's Report

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA
Baton Rouge, Louisiana

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the business-type activities and the aggregate discretely-presented component units of the University of Louisiana System (System), a component unit of the state of Louisiana, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the System's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the reports of other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and the aggregate discretely presented component units of the System as of June 30, 2024, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Black and Gold Facilities, Inc.; Innovative Student Facilities, Inc.; Cowboy Facilities, Inc.; NSU Facilities Corporation; University Facilities, Inc.; Ragin' Cajun Facilities, Inc.; University of Louisiana at Monroe Facilities, Inc.; and University of New Orleans Research and Technology Foundation, Inc., which are nonprofit corporations included as blended component units in the basic financial statements which represent 28.9%, 23.7%, 6.8%, and 5.9%, respectively, of total assets, total liabilities, total revenues, and total expenses of the System. We also did not audit the financial statements of the University of Louisiana at Lafayette Foundation, Inc. and the University of New Orleans Foundation, which are discretely presented component units included in the basic financial statements of the System. Those statements were audited by other auditors whose reports have been furnished to us, and our opinions, insofar as they relate to the amounts included for the previously mentioned component units are based solely on the reports of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the System, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

The financial statements of the Black and Gold Facilities, Inc., NSU Facilities Corporation, and University Facilities, Inc., which were audited by other auditors, were audited in accordance with GAAS but not in accordance with *Government Auditing Standards*.

Emphasis of Matter

As described in note 29 to the financial statements, University of New Orleans has been experiencing considerable enrollment declines and related declines in self-generated revenue and the State Funding Formula. Management's plans in regard to this matter are also described in note 29. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the System's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently-known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit 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 System's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the System's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages viii through xvi, the Schedule of the System's Proportionate Share of the Net Pension Liability on page 90, the Schedule of the System's Employer Contributions on page 94, and the Schedule of the System's Proportionate Share of the Total Collective OPEB Liability on page 98 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the System's basic financial statements. The accompanying supplementary information combining financial schedules on pages 103 through 116, for the fiscal year ended June 30, 2024, are presented for the purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from, and relates directly to, the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended June 30, 2024, and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, based on our audit, the procedures performed as described above, and the reports of other auditors, the supplementary information combining financial schedules for the fiscal year ended June 30, 2024, are fairly stated, in all material respects, in relation to the basic financial statements as a whole for the year ended June 30, 2024.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 30, 2024, on our consideration of the System's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the System's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the System's internal control over financial reporting and compliance.

Respectfully submitted,

Michael J. "Mike" Waguespack, CPA
Legislative Auditor

LA:NM:RR:BQD:ch

ULS2024

University of Louisiana System

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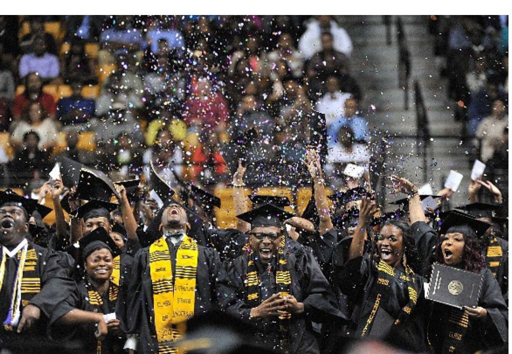
Management's Discussion and Analysis



INTRODUCTION

This section of the University of Louisiana System's (System) annual financial report presents a discussion and analysis of the System's financial performance during the fiscal year that ended June 30, 2024. Please read this section in conjunction with the System's financial statements, which follow this section. The System is comprised of the following entities:

- Grambling State University
- Louisiana Tech University
- McNeese State University
- Nicholls State University
- Northwestern State University
- Southeastern Louisiana University
- University of Louisiana at Lafayette
- University of Louisiana at Monroe
- University of New Orleans
- Board of Supervisors

FINANCIAL HIGHLIGHTS

The System's net position overall changed from $102.6 million (restated) to $250.1 million, an approximate 145% increase from June 30, 2023, to June 30, 2024. Total revenues exceeded expenses by $148 million, which represents a $66 million increase from the fiscal year ended June 30, 2023. State appropriations increased by $62 million or 22%. The additional state appropriations were provided for formula adjustments, mandated cost increases, and additional one-time appropriations were provided. Additionally, capital appropriations increased by $31 million, other operating revenues increased by $9 million, other nonoperating revenues increased by $56 million, which is offset by an increase in operating expenses of $72 million and a decrease in capital grants and gifts of $22 million.

The System's operating revenues increased by approximately 1% to $970 million from June 30, 2023, to June 30, 2024, primarily from increases in federal grants, auxiliary enterprise revenues, and other operating revenues, offset by decreases in nongovernmental grants and contracts and tuition revenue. Operating expenses increased by approximately 4.9%, to $1.55 billion, for the year ended June 30, 2024.

Nonoperating revenues (expenses) fluctuate depending upon levels of state appropriations, interest earnings/expense, and other nonoperating revenue. The change in nonoperating revenues minus nonoperating expenses amounted to $640 million in 2024 from $517 million (restated) in 2023 and is mainly attributable to the increase in state appropriations mentioned above, an increase in investment income, and an increase in other nonoperating revenues mostly due to an adjustment to record certain state funds as other nonoperating revenues in 2024 when they were recorded as operating revenue in 2023.

OVERVIEW OF THE FINANCIAL STATEMENTS

This financial report consists of three parts: Management's Discussion and Analysis (this section), the Basic Financial Statements, and the Notes to the Financial Statements. The Basic Financial Statements present information for the System as a whole, in a format designed to make the statements easier for the reader to understand. The statements in this section include the *Statement of Net Position*; the *Statement of Revenues, Expenses, and Changes in Net Position*; and the *Statement of Cash Flows*.

The *Statement of Net Position* (pages 1-2) presents the current and long-term portions of assets and liabilities separately. The difference between total assets plus deferred outflows of resources and total liabilities plus deferred inflows of resources is net position and may provide a useful indicator of whether the financial position of the System is improving or deteriorating.

The *Statement of Revenues, Expenses, and Changes in Net Position* (pages 3-4) presents information showing how the System's assets changed as a result of current-year operations. Regardless of when cash is affected, all changes in net position are reported when the underlying transactions occur. As a result, transactions are included that will not affect cash until future fiscal periods.

The *Statement of Cash Flows* (pages 5-7) presents information showing how the System's cash changed as a result of current-year operations. The *Statement of Cash Flows* is prepared using the direct method and includes a reconciliation of operating loss to net cash used by operating activities (indirect method) as required by Governmental Accounting Standards Board (GASB) Statement No. 34.

The System's financial statements are prepared on an accrual basis in conformity with accounting principles generally accepted in the United States of America as applied to governmental entities. Under this basis of accounting, revenues are recognized in the period in which they are earned, expenses are recognized in the period in which they are incurred, and depreciation of assets is recognized in the *Statement of Revenues, Expenses, and Changes in Net Position*. All assets and liabilities associated with the operation of the System are included in the *Statement of Net Position*.

The System has two foundations that are discretely presented in its Basic Financial Statements - the University of Louisiana at Lafayette Foundation, Inc. and the University of New Orleans Foundation. The financial data of the foundations is presented separately in the *Statement of Financial Position* (page 8) and the *Statement of Activities* (pages 9-10). Additional information about the foundations is contained in the Notes to the Financial Statements.

FINANCIAL ANALYSIS

Net Position

The System's total net position at June 30, 2024, increased by approximately $148 million, a 145.1% increase from June 30, 2023 (Table A-1). Total assets increased 2.4% to $2.84 billion, and total liabilities decreased by 1% to $2.71 billion.

Table A-1
University of Louisiana System
Comparative Statement of Net Position
As of June 30, 2024 and June 30, 2023
(in millions of dollars)

	2024	(Restated) 2023	Variance	Percent Variance
Assets:				
Current and other assets	$926	$896	$30	3.3%
Capital assets	1,910	1,873	37	2.0%
Total assets	2,836	2,769	67	2.4%
Deferred outflows:				
Deferred outflows related to pensions	276	293	(17)	(5.8%)
Deferred outflows related to other postemployment benefits (OPEB)	129	131	(2)	(1.5%)
Total deferred outflows	405	424	(19)	(4.5%)
Liabilities:				
Current liabilities	270	260	10	3.8%
Noncurrent liabilities	2,437	2,474	(37)	(1.5%)
Total liabilities	2,707	2,734	(27)	(1.0%)
Deferred inflows:				
Deferred inflows related to leases	19	19	NONE	NONE
Deferred inflows related to P3	14	17	(3)	(17.6%)
Deferred inflows related to pensions	59	41	18	43.9%
Deferred inflows related to OPEB	192	280	(88)	(31.4%)
Total deferred inflows	284	357	(73)	(20.4%)
Net position:				
Net investment in capital assets	1,280	1,210	70	5.8%
Restricted	574	532	42	7.9%
Unrestricted	(1,604)	(1,640)	36	2.2%
Total net position	$250	$102	$148	145.1%

Fiscal year 2023 current and other assets, capital assets, current liabilities, deferred inflows related to P3, net investment in capital assets, restricted net position, and unrestricted net position have been restated to correct errors as described more fully in Note 16.

Table A-1 was prepared from the System's Statement of Net Position as shown on pages 1-2, which is presented on an accrual basis of accounting, whereby assets are capitalized and depreciated.

Significant *Statement of Net Position* changes from 2023 include the following:

- Current and other assets increased primarily from increases in investments, amounts due from state and federal government, offset by decrease in receivables.

- Capital assets increased from current year construction-in-progress and other additions to buildings, equipment and right-to-use intangible assets.

- Noncurrent liabilities decreased from a decrease in the System's share of the net pension liability which is offset by an increase in the System's share of the collective total OPEB liability.

- There were significant increases and decreases for the deferred inflows and outflows related to pensions and OPEB, these fluctuate each year based on actuarial valuations.

- Net investment in capital assets increased primarily from capital construction-in-progress and other capital additions offset by current year depreciation.

Net investment in capital assets consists of capital and right-to-use assets, net of accumulated depreciation/amortization reduced by the amount of outstanding indebtedness attributable to the acquisition, construction, or improvement of those assets. Restricted net position represents those assets that are not available for unrestricted spending as a result of legislative requirements, donor agreements, debt covenants, or grant requirements. Conversely, unrestricted net position represents assets that do not have any limitations on how these amounts may be spent.

Changes in Net Position

The change in net position at June 30, 2024, is approximately $66 million, or 80.5% higher than at June 30, 2023. The changes in net position are detailed in Table A-2; educational and general expenses are detailed in Table A-3.

The System's total operating revenues increased by 1.0% to approximately $970 million, and total operating expenses increased by 4.9% to approximately $1.55 billion. The change in operating revenues is primarily the result of increases in federal grants and contracts, auxiliary revenues and other state funding offset by decreases in nongovernmental grants and contracts and net student tuition revenues. Nonoperating revenues increased by 22.6% most significantly because of the increase in state appropriations, investment income, and because of the adjustment mentioned above to move state funds from operating revenues to nonoperating revenues in 2024.

Fiscal year 2023 other nonoperating revenues, capital appropriations, and educational and general expenses (instruction, institutional support, operations and plant maintenance, and depreciation) have been restated to correct errors as described more fully in Note 16.

Table A-2
University of Louisiana System
Comparative Statement of Changes in Revenues, Expenses, and Net Position
For the Fiscal Years Ended June 30, 2024, and June 30, 2023
(in millions of dollars)

	2024	(Restated) 2023	Variance	Percent Variance
Operating revenues:				
Student tuition and fees, net	$457	$468	($11)	(2.4%)
Auxiliary	214	202	12	5.9%
Other	299	290	9	3.1%
Total operating revenues	970	960	10	1.0%
Nonoperating revenues:				
State appropriations	350	288	62	21.5%
Gifts	31	27	4	14.8%
Other	282	226	56	24.8%
Total nonoperating revenues	663	541	122	22.6%
Other revenues:				
Capital appropriations	64	33	31	93.9%
Capital grants and gifts	22	44	(22)	(50.0%)
Additions to permanent endowments	3	6	(3)	(50.0%)
Total other revenues	89	83	6	7.2%
Total revenues	1,722	1,584	138	8.7%
Operating expenses:				
Educational and general	1,284	1,232	52	4.2%
Other	265	245	20	8.2%
Total operating expenses	1,549	1,477	72	4.9%
Other nonoperating expenses, net	25	25	NONE	NONE
Total expenses	1,574	1,502	72	4.8%
Change in net position	148	82	66	80.5%
Net position, beginning of the year (Restated)	102	20	82	410.0%
Total net position	$250	$102	$148	145.1%

Table A-3
University of Louisiana System
Comparative Schedule of Educational and General Expenses
For the Fiscal Years Ended June 30, 2024, and June 30, 2023
(in millions of dollars)

	2024	(Restated) 2023	Variance	Percent Variance
Instruction	$423	$423	NONE	NONE
Research	137	128	$9	7.0%
Public service	54	48	6	12.5%
Academic support	102	94	8	8.5%
Student services	82	81	1	1.2%
Institutional support	155	153	2	1.3%
Operations and plant maintenance	126	125	1	0.8%
Depreciation	110	93	17	18.3%
Scholarships and fellowships	95	87	8	9.2%
Total	$1,284	$1,232	$52	4.2%

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

As of June 30, 2024, and 2023, the System's capital assets, at cost, totaled approximately $4 billion and $3.8 billion (restated), respectively. Net of accumulated depreciation, the System's capital assets at June 30, 2024, total approximately $1.91 billion. This amount represents a net increase (including additions and disposals, net of depreciation) of approximately $37.1 million, or 1.98%, from June 30, 2023. The increases were primarily related to increases in construction in progress, purchases of equipment and buildings, and the capitalization of subscription based intangible assets.

Debt Administration

The System had bonds totaling $634 million, net of bond discounts, premiums, deferred amounts on debt refunding, and issuance costs outstanding at June 30, 2024, compared to $637 million at June 30, 2023.

Bond activity during the fiscal year ended June 30, 2024, follows:

- The McNeese State University blended component unit, Cowboy Facilities, Inc., issued $12.8 million of revenue bonds to construct a new student union.

- The University of Louisiana at Monroe blended component unit, ULM Facilities, Inc., issued $1.6 million of revenue refunding bonds to finance a new Athletic Scoreboard and pay bond issuance costs.

- The University of Louisiana at Lafayette blended component unit, Ragin Cajun Facilities, Inc., issued $14 million of revenue bonds for financing the design, development, equipping, renovation, reconstruction and/or construction of additional premium seating in the University's football stadium and related facilities.

CURRENTLY-KNOWN FACTS, DECISIONS, OR CONDITIONS

The following currently-known facts, decisions, or conditions are expected to have a significant effect on financial position or results of operations:

- Changes in current enrollment

- Changes in state appropriations

- Changes in the System's proportionate share of the net pension liability and the total collective OPEB liability

- For several years, the University of New Orleans has been experiencing considerable enrollment declines and declines in revenues without sufficiently reducing expenditures, resulting in budget deficits and cash flow concerns. See Note 29 for further information on the factors causing this and the University's plan to strengthen its financial position.

CONTACTING UNIVERSITY OF LOUISIANA SYSTEM'S FINANCIAL MANAGEMENT

This financial report is designed to provide our legislature, state officials, the Louisiana Legislative Auditor, patrons, and other interested parties with a general overview of the System's finances and to demonstrate its accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Vice President for Business and Finance at (225) 319-0260.

University of Louisiana System

FOR YOUR FUTURE. FOR OUR FUTURE.

Basic Financial Statements: University of Louisiana System

STATEMENT A

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Statement of Net Position
June 30, 2024

ASSETS	
Current assets:	
Cash and cash equivalents (note 2)	$216,674,989
Investments (note 3)	18,585,160
Receivables, net (note 4)	154,120,379
Due from state treasury	13,100,781
Due from federal government	24,357,980
Inventories	2,164,531
Prepaid expenses and advances	17,304,720
Notes receivable	1,298,401
Lease Receivable	1,424,054
Other current assets	183,902
Total current assets	449,214,897
Noncurrent assets:	
Restricted assets:	
Cash and cash equivalents (note 2)	123,937,950
Investments (note 3)	327,185,203
Receivables, net (note 4)	1,768,619
Notes receivable, net	5,265,405
Investments (note 3)	32,703
Lease Receivable	18,341,547
Capital assets, net (note 5)	1,910,174,851
Other noncurrent assets	335,300
Total noncurrent assets	2,387,041,578
Total assets	2,836,256,475
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows relating to pensions (note 8)	275,994,818
Deferred outflows relating to other postemployment benefits (OPEB) (note 10)	129,042,742
Total deferred outflows of resources	$405,037,560

(Continued)
The accompanying notes are an integral part of this statement.

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Statement of Net Position
June 30, 2024

LIABILITIES	
Current liabilities:	
Accounts payable and accrued liabilities (note 6)	$109,194,214
Due to state treasury	13,898
Due to federal government	355
Unearned revenues	66,832,165
Amounts held in custody for others	10,323,751
Compensated absences payable (notes 7 and 12)	6,275,107
Lease obligations (notes 11 and 12)	2,111,729
Subscription obligations (notes 12 and 25)	5,738,328
Notes payable (note 12)	808,384
Bonds payable (note 12)	29,768,269
OPEB liability (note 10)	34,414,000
Other current liabilities	4,389,560
Total current liabilities	269,869,760
Noncurrent liabilities:	
Unearned revenues	293,988
Compensated absences payable (notes 7 and 12)	48,859,768
Lease obligations (notes 11 and 12)	4,980,294
Subscription obligations (notes 12 and 25)	6,213,934
Notes payable (note 12)	1,667,419
Bonds payable (note 12)	603,981,953
Net pension liability (note 8)	952,772,155
OPEB liability (note 10)	813,630,589
Other noncurrent liabilities	4,207,488
Total noncurrent liabilities	2,436,607,588
Total liabilities	2,706,477,348
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows relating to leases	19,262,069
Deferred inflows relating to P3	13,638,889
Deferred inflows relating to pensions (note 8)	59,384,393
Deferred inflows relating to OPEB (note 10)	192,389,402
Total deferred inflows of resources	284,674,753
NET POSITION	
Net investment in capital assets	1,280,018,322
Restricted for:	
Nonexpendable (note 17)	232,242,465
Expendable (note 17)	342,093,022
Unrestricted	(1,604,211,875)
Total net position	$250,141,934

(Concluded)
The accompanying notes are an integral part of this statement.

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Statement of Revenues, Expenses, and Changes in Net Position
For the Fiscal Year Ended June 30, 2024

OPERATING REVENUES	
Student tuition and fees (net of scholarship allowances of $230,438,566)	$457,020,400
Federal grants and contracts	106,418,291
State and local grants and contracts	83,372,157
Nongovernmental grants and contracts	41,577,377
Sales and services of educational departments	12,971,936
Auxiliary enterprise revenues (net of scholarship allowances of $30,457,127 including revenues used as security for revenue bonds)	214,323,952
Other operating revenues	54,902,358
Total operating revenues	970,586,471
OPERATING EXPENSES	
Educational and general:	
Instruction	422,647,750
Research	137,062,244
Public service	54,298,698
Academic support	102,221,985
Student services	82,388,596
Institutional support	154,616,697
Operations and maintenance of plant	125,886,405
Depreciation/amortization	109,633,189
Scholarships and fellowships	95,648,128
Auxiliary enterprises	260,045,110
Other operating expenses	5,483,231
Total operating expenses	1,549,932,033
OPERATING LOSS	($579,345,562)

(Continued)

The accompanying notes are an integral part of this statement.

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Statement of Revenues, Expenses, and Changes in Net Position
For the Fiscal Year Ended June 30, 2024

NONOPERATING REVENUES (Expenses)	
State appropriations	$349,586,539
Gifts	30,839,385
Federal nonoperating revenues	163,098,550
Net investment income	48,069,356
Interest expense	(23,094,611)
Payments to or on behalf of the university	923,645
Gain on sale/exchange of capital assets	1,725,073
Insurance recoveries	2,890,511
Other nonoperating revenues	65,743,741
Net nonoperating revenues	639,782,189
INCOME BEFORE OTHER REVENUES AND EXPENSES	60,436,627
Capital appropriations	63,716,739
Capital grants and gifts	22,447,320
Additions to permanent endowments	3,240,000
Other expenses, net	(2,322,627)
CHANGE IN NET POSITION	147,518,059
NET POSITION - BEGINNING OF YEAR, Restated (note 16)	102,623,875
NET POSITION - END OF YEAR	$250,141,934

(Concluded)

The accompanying notes are an integral part of this statement.

STATEMENT C

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Statement of Cash Flows
For the Fiscal Year Ended June 30, 2024

CASH FLOWS FROM OPERATING ACTIVITIES:	
Tuition and fees	$451,096,488
Grants and contracts	240,042,841
Sales and services of educational departments	12,095,580
Auxiliary enterprise receipts	209,792,445
Payments for employee compensation	(670,240,559)
Payments for benefits	(266,520,875)
Payments for utilities	(47,398,722)
Payments for supplies and services	(409,413,370)
Payments for scholarships and fellowships	(103,937,113)
Loans to students	(718,724)
Collection of loans to students	2,602,834
Other receipts	54,244,709
Net cash used by operating activities	(528,354,466)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:	
State appropriations	339,861,934
Gifts and grants for other than capital purposes	72,294,596
Pell Grant receipts	157,709,682
Private gifts for endowment purposes	3,040,000
TOPS receipts	131,296,909
TOPS disbursements	(131,384,189)
CARES Act receipts	2,555,717
Direct lending receipts	305,527,134
Direct lending disbursements	(304,684,495)
Other receipts	14,817,250
Net cash provided by noncapital financing sources	591,034,538
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:	
Proceeds from capital debt	26,609,084
Capital grants and gifts received	17,501,215
Proceeds from sale of capital assets	3,753,036
Purchases of capital assets	(76,304,438)
Principal paid on capital debt	(30,080,917)
Interest paid on capital debt	(24,493,155)
Payments for right of use leased assets	(2,644,695)
Proceeds from leases	3,686,508
Payments for SBITAs	(10,164,909)
Proceeds from P3	2,135,651
Deposits with trustees	147,993
Other receipts	702,975
Net cash used by capital financing activities	($89,151,652)

(Continued)

The accompanying notes are an integral part of this statement.

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Statement of Cash Flows
For the Fiscal Year Ended June 30, 2024

CASH FLOWS FROM INVESTING ACTIVITIES:	
Proceeds from sales and maturities of investments	$21,592,745
Interest received on investments	22,381,261
Purchases of investments	(21,049,270)
Net cash provided by investing activities	22,924,736
NET DECREASE IN CASH AND CASH EQUIVALENTS	(3,546,844)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR, restated	344,159,783
CASH AND CASH EQUIVALENTS AT END OF YEAR	$340,612,939
RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES:	
Operating loss	($579,345,562)
Adjustments to reconcile net income (loss) to net cash used by operating activities:	
Depreciation/amortization expense	109,633,189
Retirement contributions paid by third parties	15,309,759
Amortization of bond issuance costs	197,383
Changes in assets, deferred outflows, liabilities, and deferred inflows:	
(Increase) Decrease in accounts receivable, net	(6,486,144)
(Increase) Decrease in inventories	371,506
(Increase) Decrease in prepaid expenses and advances	(3,911,431)
(Increase) Decrease in notes receivable	2,258,236
(Increase) Decrease in other assets	(16,450)
(Increase) Decrease in deferred outflows related to pensions	17,096,531
(Increase) Decrease in deferred outflows related to OPEB	1,887,481
Increase (Decrease) in accounts payable and accrued liabilties	7,979,575
Increase (Decrease) in unearned revenue	585,683
Increase (Decrease) in amounts held in custody for others	(751,066)
Increase (Decrease) in compensated absences	1,392,611
Increase (Decrease) in net pension liability	(83,802,144)
Increase (Decrease) in total OPEB liability	57,918,838
Increase (Decrease) in other liabilities	(96,116)
Increase (Decrease) in deferred inflows related to pensions	18,753,283
Increase (Decrease) in deferred inflows related to OPEB	(87,329,628)
Net cash used by operating activities	($528,354,466)

(Continued)
The accompanying statements are an integral part of this statement.

STATEMENT C

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Statement of Cash Flows
For the Fiscal Year Ended June 30, 2024

RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET POSITION:	
Cash and cash equivalents classified as current assets	$216,674,989
Cash and cash equivalents classified as noncurrent assets	123,937,950
Total cash and cash equivalents	$340,612,939

NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES:	
Capital appropriations	$63,716,739
Change in fair market value of investments	$16,144,295
Private gifts for endowment purposes	$480,000
Capital gifts and grants	$4,946,105
Capital assets acquired through capital leases, notes, and accounts payable	$5,240,581
Disposition of capital assets	($2,864,124)
Other	$547,299

(Concluded)

The accompanying notes are an integral part of this statement.

UNIVERSITY OF LOUISIANA
SYSTEM

FOR YOUR FUTURE. FOR OUR FUTURE.

BASIC FINANCIAL STATEMENTS: COMPONENT UNITS

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

COMPONENT UNITS
Statement of Financial Position, June 30, 2024

	University of Louisiana at Lafayette Foundation, Inc.	University of New Orleans Foundation*	Total Foundations
ASSETS			
Cash and cash equivalents (note 2)	$37,149,637	$1,185,276	$38,334,913
Cash - restricted for collateral (note 2)	684,064		684,064
Cash - restricted for debt service (note 2)	3,008,320		3,008,320
Cash and cash equivalents - endowments (note 2)		2,674,116	2,674,116
Investments (note 3)	204,230,661	102,798,819	307,029,480
Accrued interest receivable	230,149		230,149
Accounts receivable	224,001	26,007	250,008
Contributions receivable, net	28,992,622	211,156	29,203,778
Prepaid expenses	171,068	119,452	290,520
Real estate held for sale, net (note 5)		661,684	661,684
Fixed assets, net (note 5)	11,690,104	6,688,361	18,378,465
Unconditional promises to give, net		7,947,758	7,947,758
Split-interest agreements		1,697,602	1,697,602
Other assets	1,536,182	228,217	1,764,399
Total assets	$287,916,808	$124,238,448	$412,155,256
LIABILITIES			
Accounts payable and accruals	$518,923	$444,934	$963,857
Accrued expenses	5,253,306		5,253,306
Amounts held in custody for others	46,469,918	27,045,374	73,515,292
Notes payable (note 12)	232,751		232,751
Construction line of credit	3,778,400		3,778,400
Other liabilities	2,933,332	1,125,901	4,059,233
Total liabilities	59,186,630	28,616,209	87,802,839
NET ASSETS			
Without donor restrictions (note 17)	17,829,763	9,908,973	27,738,736
With donor restrictions (note 17)	210,900,415	85,713,266	296,613,681
Total net assets	228,730,178	95,622,239	324,352,417
Total liabilities and net assets	$287,916,808	$124,238,448	$412,155,256

* As of December 31, 2023

The accompanying notes are an integral part of this statement.

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

COMPONENT UNITS
Statement of Activities
For the Year Ended June 30, 2024

	University of Louisiana at Lafayette Foundation, Inc.	University of New Orleans Foundation*	Total Foundations
Change in net assets without donor restrictions			
Revenues, gains, losses, and other support:			
Contributions	$161,901	$272,156	$434,057
Contributions - artwork and other property	454,810		454,810
Interest and dividends	764,744		764,744
Gains and losses on investments:		1,317,987	1,317,987
Realized	145,640		145,640
Unrealized	284,382		284,382
Service fees, special events, and program revenue		1,292,854	1,292,854
Rental income		514,191	514,191
Other income	1,061,742	4,015	1,065,757
Net assets released from restrictions:			
Satisfaction of purpose restrictions	32,011,822	8,218,865	40,230,687
Transfers between net asset classifications	421,329		421,329
Total revenues, gains, losses, and other support	35,306,370	11,620,068	46,926,438
Expenses - amounts paid to benefit University of Louisiana System for:			
Projects specified by donors	28,650,221		28,650,221
Property donations	777,308		777,308
Fundraising	674,997	1,693,270	2,368,267
Program operations/services		9,856,280	9,856,280
Supporting services:			
Salaries and benefits	1,626,391	672,310	2,298,701
Insurance	153,079		153,079
Office operations	650,477	26,260	676,737
Information technology		58,009	58,009
Travel	56,372	276	56,648
Professional services	157,777		157,777
Dues and subscriptions	70,239		70,239
Meetings and development	13,177	25	13,202
Interest	28,090		28,090
Depreciation	305,576		305,576
Bad debt expense (recovery)	169,250		169,250
Total Expenses	33,332,954	12,306,430	45,639,384
Change in net assets without donor restrictions	$1,973,416	($686,362)	$1,287,054

*For the year ended December 31, 2023
(Continued)
The accompanying notes are an integral part of this statement.

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

COMPONENT UNITS
Statement of Activities
For the Year Ended June 30, 2024

	University of Louisiana at Lafayette Foundation, Inc.	University of New Orleans Foundation*	Total Foundations
Change in net assets with donor restrctions			
Revenues, gains, losses and other support:			
Contributions	$18,080,826	$8,560,928	$26,641,754
Interest and dividends	778,684		778,684
Gains and losses on investments:		7,699,924	7,699,924
Realized	4,399,235		4,399,235
Unrealized	12,171,984		12,171,984
Service fees, special events, and program revenue		723,738	723,738
Other income	193,513		193,513
Net assets released from restrictions:			
Satisfaction of purpose restrictions	(32,011,822)	(8,218,865)	(40,230,687)
Transfers between net asset classifications	(421,329)		(421,329)
Total revenues, gains, losses and other support	3,191,091	8,765,725	11,956,816
Change in net assets with donor restrictions	3,191,091	8,765,725	11,956,816
Change in net assets	5,164,507	8,079,363	13,243,870
Net assets at beginning of year	223,565,671	87,542,876	311,108,547
Net assets at end of year	$228,730,178	$95,622,239	$324,352,417

*For the year ended December 31, 2023

(Concluded)

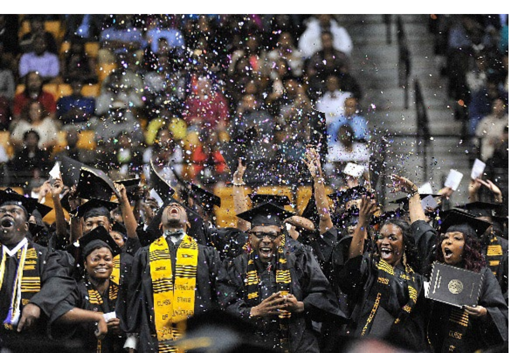
The accompanying notes are an integral part of this statement.

University of Louisiana

System

FOR YOUR FUTURE. FOR OUR FUTURE.

Basic Financial Statements: Notes to the Financial Statements



INTRODUCTION

The University of Louisiana System (System) is a publicly-supported institution of higher education. The System is a component unit of the State of Louisiana within the executive branch of government. The universities that comprise the System are under the management and supervision of the University of Louisiana System Board of Supervisors; however, the annual budget of the System and changes to the degree programs, departments of instruction, *et cetera*, of the individual institutions require the approval of the Board of Regents for Higher Education. The Board of Supervisors is comprised of 15 members appointed for staggered six-year terms by the Governor, with the consent of the Senate, and one student member appointed for a one-year term by a council composed of the student body presidents of the universities within the System. As state universities, operations of the universities' instructional programs are funded through annual lapsing appropriations made by the Louisiana Legislature. The chief executive officer of the System is the president.

The System is comprised of nine universities located in nine cities as follows: Grambling State University at Grambling; Louisiana Tech University at Ruston; McNeese State University at Lake Charles; Nicholls State University at Thibodaux; Northwestern State University at Natchitoches; Southeastern Louisiana University at Hammond; University of Louisiana at Lafayette; University of Louisiana at Monroe; and University of New Orleans. The universities had approximately 81,945 students enrolled during the fall semester of the 2023/2024 academic year.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF PRESENTATION

The Governmental Accounting Standards Board (GASB) promulgates accounting principles generally accepted in the United States of America and reporting standards for state and local governments. These principles are found in the *Codification of Governmental Accounting and Financial Reporting Standards*, published by GASB. The accompanying financial statements have been prepared in accordance with such principles.

B. REPORTING ENTITY

GASB Codification Section 2100 has defined the governmental reporting entity to be the State of Louisiana. The System is considered a discretely presented component unit of the State of Louisiana because the State exercises oversight responsibility and has accountability for fiscal matters as follows: (1) the majority of the members of the governing board are appointed by the Governor; (2) the State has control and exercises authority over budget matters; (3) the State issues bonds to finance certain construction; and (4) the universities within the System primarily serve State residents. The accompanying financial statements present information only as to the transactions of the programs of the System as authorized by Louisiana statutes and administrative regulations.

Annually, the State of Louisiana issues basic financial statements, which include the activity contained in the accompanying financial statements. The State of Louisiana's and the System's financial statements are audited annually by the Louisiana Legislative Auditor.

Blended Component Units

The following are Louisiana nonprofit corporations that are considered blended component units of eight of the universities included in the System because they are fiscally dependent on their respective universities:

- Black and Gold Facilities, Inc., at Grambling State University
- Innovative Student Facilities, Inc., at Louisiana Tech University
- Cowboy Facilities, Inc., at McNeese State University
- NSU Facilities Corporation at Nicholls State University
- University Facilities, Inc., at Southeastern Louisiana University
- Ragin' Cajun Facilities, Inc., at the University of Louisiana at Lafayette
- University of Louisiana at Monroe Facilities, Inc., at the University of Louisiana at Monroe
- University of New Orleans Research and Technology Foundation, Inc., at the University of New Orleans

The purpose of these organizations is to promote, assist, and benefit the mission of the universities through the acquisition, construction, development, management, lease or otherwise assisting in the acquisition, construction, development, management, or lease, of student housing or other facilities on behalf of the universities. Although these facility corporations are legally separate, they are reported as a part of the System because:

- The majority of their revenues comes from leasing facilities to the university, and/or
- In accordance with GASB Statement No. 61, *The Financial Reporting Entity: Omnibus – an amendment of GASB Statements No. 14 and 34*, a component unit shall be blended with its primary government if the component unit's total outstanding debt, including leases, is expected to be repaid

entirely or almost entirely with the resources of its primary government.

To obtain the corporations' latest audit reports, write to:

- Black and Gold Facilities, Inc., c/o Ms. Quaneshia Hamms, Grambling State University, P.O. Box 4287, Grambling, Louisiana 71245

- Innovative Student Facilities, Inc., c/o Mrs. Lisa Cole, Louisiana Tech University, P.O. Box 7924, Ruston, Louisiana 71272

- Cowboy Facilities, Inc., c/o Ms. April Broussard, McNeese State University, 4205 Ryan Street, Lake Charles, Louisiana 70605

- NSU Facilities Corporation, c/o Mr. Terry Braud Jr., Nicholls State University, P.O. Box 2003, Thibodaux, Louisiana 70310

- University Facilities, Inc., c/o Mr. Sam Domiano, Southeastern Louisiana University, SLU Box 10709, Hammond, Louisiana 70402

- Ragin' Cajun Facilities, Inc., c/o Ms. Debra L. Calais, University of Louisiana at Lafayette, P.O. Box 40400, Lafayette, Louisiana 70504.

- University of Louisiana at Monroe Facilities, Inc., c/o Dr. William Graves, University of Louisiana at Monroe, 700 University Avenue, Monroe, Louisiana 71209

- University of New Orleans Research and Technology Foundation, Inc., c/o Mr. Andrew Pitman, University of New Orleans Research and Technology Foundation, Inc., 2021 Lakeshore Drive, Suite 420, New Orleans, Louisiana 70122

Discretely-presented Component Units

The following legally separate, tax-exempt organizations are reported within the System as a discrete component unit:

- University of Louisiana at Lafayette Foundation, Inc. (ULL Foundation)

- University of New Orleans Foundation (UNO Foundation)

The Foundations act primarily as fundraising organizations to supplement the resources available to their respective universities in support of their programs. Although the universities do not control the timing or amount of receipts from their respective foundations, the majority of resources or income that the foundations hold and invest are restricted to the activities of the universities by the donors. Because these restricted resources held by the foundations can only be used by or for the benefit of the universities, the foundations are considered component units of their respective universities and are discretely presented in the financial statements.

During the year ended June 30, 2024, the ULL Foundation and the UNO Foundation made distributions of $28,650,221 and $5,119,180, respectively, on behalf of their respective universities for both restricted and unrestricted purposes.

To obtain the Foundations' latest audit reports, write to:

- University of Louisiana at Lafayette Foundation, Inc., c/o Ms. Debra L. Calais, University of Louisiana at Lafayette, P.O. Box 40400, Lafayette, Louisiana 70504.

- University of New Orleans Foundation, Inc., c/o Mr. Andrew Pitman, University of New Orleans Foundation, 2021 Lakeshore Drive, Suite 420 New Orleans, Louisiana 70122

The blended and discretely-presented component units are private nonprofit organizations that report under Financial Accounting Standards Board (FASB) standards, including FASB *Accounting Standards Codification* (ASC) §958, *Not-for-Profit Entities* (as amended by FASB *Accounting Standards Update No. 2016-14 – FASB ASC §958*). As such, certain revenue recognition criteria, presentation, and disclosure requirements are different from GASB revenue recognition criteria and presentation features. With the exception of presentation adjustments, no modifications have been made to these component units' financial information in the System's report for these differences. Accordingly, the financial data of the discretely presented component unit is shown on a statement of financial position and a statement of activities.

Every three years, in accordance with GASB Statement No. 39, *Determining Whether Certain Organizations Are Component Units, an amendment of GASB Statement No. 14*, the System evaluates whether discretely-presented component units reported in prior financial statements continue to meet the Louisiana Division of Administration, Office of Statewide Reporting and Accounting Policy's guidelines requiring their presentation in the System's financial statements. The ULL Foundation and the UNO Foundation continue to meet the criteria for presentation and are both included in the System's financial statements.

C. BASIS OF ACCOUNTING

For financial reporting purposes, the System is considered a special-purpose government engaged only in business-type activities. All activities of the System are accounted for within a single proprietary (enterprise) fund. Accordingly, the System's financial statements have been presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis, revenues are recognized when earned, and expenses are recorded when an obligation has been incurred. All significant intra-system transactions have been eliminated.

Discrete Component Unit

As discussed in note 1.B. above, the Foundations follow the provisions of FASB ASC §958 and includes the financial statements and the classifications of resources into separate classes of net assets as follows:

- *Net Assets without Donor Restrictions* - the portion of net assets that is not subject to donor-imposed restrictions.
- *Net Assets with Donor Restrictions* - the portion of net assets that is subject to donor-imposed restrictions.

D. BUDGET PRACTICES

The State of Louisiana's appropriation is an annual lapsing appropriation established by legislative action and by Title 39 of the Louisiana Revised Statutes (R.S.). The statutes require that the budget be approved by the Board of Regents for Higher Education and certain legislative and executive branches of state government. Budget revisions are granted by the Joint Legislative Committee on the Budget. In compliance with these legal restrictions, budgets are adopted on the accrual basis of accounting, except: (1) depreciation/amortization is not recognized; (2) leave costs are treated as budgeted expenditures to the extent they are expected to be paid; (3) summer school tuition and fees and summer school faculty salaries and related benefits for June are not prorated but are recognized in the succeeding year; and (4) inventories are recorded as expenditures at the time of purchase.

E. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash includes cash on hand (petty cash), demand deposits, and interest-bearing demand deposits. Cash equivalents include certificates of deposit and all highly liquid investments each with maturities of three months or less when purchased. Under State law, the System may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. Furthermore, the System may invest in certificates of deposit of state banks organized under Louisiana law and national banks having their principal offices in Louisiana. Cash equivalents reported on the Statement of Net Position include all negotiable certificates of deposit, regardless of maturity.

The System follows Louisiana Revised Statute (R.S.) 49:327 as applicable to institutions of higher education in establishing investment policy. R.S. 49:327 authorizes the System to invest funds in direct U.S. Treasury obligations, U.S. government agency obligations, direct security repurchase agreements, reverse direct repurchase agreements, investment grade commercial paper, investment grade corporate notes and bonds, and money market funds.

Funds derived from gifts and grants, endowments, and reserve funds established in accordance with bond issues may be invested as stipulated by the conditions of the gift instrument or bond indenture. The universities' foundations may hold and manage funds the universities receive for the Endowed Chair and Endowed Professorship programs; the Louisiana Board of Regents has established investment policies and procedures related to how endowment funds may be invested.

Investments are reported at fair value, or net asset value where applicable, in accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools,* as amended by GASB Statement No. 72, *Fair Value Measurement and Application*. Changes in the carrying value of investments, resulting from unrealized gains and losses, are reported as a component of investment income in the Statement of Revenues, Expenses, and Changes in Net Position. For purposes of the Statement of Cash Flows, the System considers all highly-liquid investments (including restricted assets) with maturities of three months or less when purchased to be cash equivalents.

F. NONCURRENT RESTRICTED ASSETS

Cash, investments, receivables, and other assets that are externally restricted for grants, endowments, debt service payments, maintenance of sinking or reserve funds, or to purchase or construct capital assets are classified as noncurrent restricted assets in the Statement of Net Position.

G. CAPITAL ASSETS

Capital assets are reported at cost at the date of acquisition or their estimated fair value at the date of donation. For movable property, the System's capitalization policy includes all items with a unit cost of $5,000 or more and an estimated useful life greater than one year. Renovations to buildings, infrastructure, and land improvements that significantly increase the value or extend the useful life of the structure are capitalized if they exceed $100,000. Any infrastructure exceeding $3 million must be capitalized. Routine repairs and maintenance are charged to operating expense in the year in which the expense is incurred. Depreciation is computed using the straight-line method over the estimated useful life of the assets, generally 40 years for buildings and infrastructure, 20 years for depreciable land improvements, three to 10 years for most movable property, 3 years for software with an acquisition cost of $1,000,000 or more, and 3 to 10 years for internally generated software with development costs of $1,000,000 or more. A threshold of $50,000 is applied against the total contract value in the identification and reporting of leases and Subscription-Based Information Technology Arrangements (SBITAs) under GASB 87, *Leases* and GASB 96, *Subscription-Based Information Technology Arrangements.* The threshold is applicable to lessee and lessor leases of all types including, but not limited to, leases of land, buildings, office space, vehicles, printers, computers, other equipment and any subscription-based arrangements meeting the definition of a SBITA. Amortization is calculated using the straight-line method over the shorter of the lease or SBITA term or the useful life of the underlying lease or SBITA assets.

H. UNEARNED REVENUES

Unearned revenues include amounts received for tuition and fees and certain auxiliary activities prior to the end of the fiscal year that are related to the subsequent accounting period. Unearned revenues also include amounts received from grant and contract sponsors that have not yet been earned.

I. COMPENSATED ABSENCES

The System's compensated absences liability is computed in accordance with GASB Codification Section C60.

Employees accrue and accumulate annual and sick leave in accordance with state law and administrative regulations. The leave is accumulated without limitation; however, nine-month faculty members do not accrue annual leave but are granted faculty leave during holiday periods when students are not in classes. Employees who are considered having nonexempt status according to the guidelines contained in the Fair Labor Standards Act may be paid for compensatory leave earned.

Upon separation of employment, both classified and nonclassified personnel or their heirs are compensated for accumulated annual leave not to exceed 300 hours. In addition, academic and nonclassified personnel or their heirs are compensated for accumulated sick leave not to exceed 25 days upon retirement or death. Act 343 of 1993 allows members of the Louisiana State Employees' Retirement System (LASERS), upon application for retirement, the option of receiving an actuarially determined lump sum payment for annual and sick leave, which would otherwise have been used to compute years of service for retirement. Unused annual leave in excess of 300 hours plus unused sick leave are used to compute retirement benefits.

Upon termination or transfer, a classified employee will be paid for any one and one-half hour compensatory leave earned and may or may not be paid for any straight hour-for-hour compensatory leave earned. Compensation paid is based on the classified employee's hourly rate of pay at termination or transfer.

J. NONCURRENT LIABILITIES

Noncurrent liabilities include principal amounts of revenue bonds payable, notes payable, and lease and subscription based information technology arrangement (SBITA) obligations with contractual maturities greater than one year; amounts for accrued compensated absences; the System's proportionate shares of the LASERS and Teachers' Retirement System of Louisiana (TRSL) actuarially-accrued net pension liability; the System's proportionate shares of the Office of Group Benefits' (OGB) and LSU Health Plan's actuarially accrued liabilities for other postemployment benefits (OPEB); and other liabilities that will not be paid within the next fiscal year.

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of LASERS and TRSL, and additions to/deductions from the retirement systems' fiduciary net position have been determined on the same basis as they are reported by the retirement systems. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. The plans' investments are reported at fair value; however, synthetic guaranteed investment contracts are reported at contract value.

K. NET POSITION

The System's net position is classified as follows:

(1) Net Investment in Capital Assets

Net investment in capital assets represents the System's total investment in capital assets, net of accumulated depreciation/ amortization and reduced by outstanding debt obligations related to acquisition, construction, or improvement of those capital and leased assets.

(2) Restricted Net Position – Expendable

Restricted expendable net position includes resources that the System is legally or contractually obligated to spend in accordance with restrictions imposed by external third parties.

(3) Restricted Net Position – Nonexpendable

Restricted nonexpendable net position consists of endowment and similar type funds that donors or other outside sources have stipulated, as a condition of the gift instrument, that principal is to be maintained inviolate and in perpetuity, and invested for the purpose of producing present and future income, which may either be expended or added to principal.

(4) Unrestricted Net Position

Unrestricted net position represents resources derived from student tuition and fees, state appropriations, sales and services of educational departments, and auxiliary enterprises. These resources are used for transactions relating to the educational and general operations of the System and may be used at the discretion of the governing board to meet current expenses and for any purpose.

When an expense that can be paid using either restricted or unrestricted resources is incurred, the System's policy is to first apply the expense toward unrestricted resources, and then toward restricted resources.

L. CLASSIFICATION OF REVENUES AND EXPENSES

The System has classified its revenues and expenses as either operating or nonoperating according to the following criteria:

(1) Operating Revenue

Operating revenue includes activities that have the characteristics of exchange transactions, such as (a) student tuition and fees, net of scholarship discounts and allowances; (b) sales and services of auxiliary enterprises, net of scholarship discounts and allowances; and (c) most federal, state, and local grants and contracts, and federal appropriations.

(2) Nonoperating revenue

Nonoperating revenue includes activities that have the characteristics of nonexchange transactions, such as gifts and contributions, state appropriations, and investment income.

(3) Operating expenses

Operating expenses generally include transactions resulting from providing goods or services, such as (a) payments to vendors for goods or services; (b) payments to employees for services; and (c) payments for employee benefits.

(4) Nonoperating expenses

Nonoperating expenses include transactions resulting from financing activities, capital acquisitions, and investing activities.

M. SCHOLARSHIP DISCOUNTS AND ALLOWANCES

Student tuition and fee revenues and certain other revenues from students are reported net of scholarship discounts and allowances in the Statement of Revenues, Expenses, and Changes in Net Position. Scholarship discounts and allowances are the difference between the stated charge for services (tuition and fees) provided by the System and the amount that is paid by students and/or third parties making payments on the students' behalf.

N. USE OF ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

O. ADOPTION OF NEW ACCOUNTING PRINCIPLES

For the year ended June 30, 2024, the UL System implemented the following:

- GASB Statement No. 99, *Omnibus 2022* which was issued in April 2022 and which has requirements that are related to financial guarantees and derivative instruments that are effective for fiscal years beginning after June 15, 2023. The adoption of this statement had no impact on the System's financial statements.

- GASB Statement No. 100, *Accounting Changes and Error Corrections*, which was issued in June 2022 and is effective for fiscal years beginning after June 15, 2023. The primary objectives of this statement are to enhance accounting and financial reporting requirements for accounting changes and error corrections. The adoption of this statement did have an impact, although not a significant one, on the System's financial statements, and the impacts are reflected in Note 16 as restatements to the System's June 30, 2023 net position.

2. CASH AND CASH EQUIVALENTS

At June 30, 2024, the System has cash and cash equivalents (book balances) of $340,612,939 as follows:

Demand deposits	$78,913,534
Certificates of deposit	1,605,045
Money market funds	8,237,925
Short-term investments	153,158,450
Petty cash	418,640
Blended component unit cash	76,363,804
Blended component unit money market	21,915,541
Total	$340,612,939

Custodial credit risk is the risk that, in the event of a bank failure, the System's deposits may not be returned to it. Under State law, the System's deposits (or the resulting bank balances) must be secured by federal deposit insurance or similar federal security or the pledge of securities owned by the fiscal agent bank. The fair market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the System or the pledging bank by a holding or custodial bank that is mutually acceptable to both parties.

As of June 30, 2024, $117,482 of the System's bank balance totaling $288,687,752 was uninsured and uncollateralized and, therefore, exposed to custodial credit risk.

The disclosure requirements in GASB Statement No. 40, *Deposit and Investment Risk Disclosures*, are not applicable to the Foundations' cash and cash equivalents, which totaled $44,701,413 at June 30, 2024, as shown on the Statement of Financial Position (Statement D).

3. INVESTMENTS

At June 30, 2024, the System reported investments totaling $520,877,057, which includes $294,895,110 held by the universities' foundations. Total investments also includes $175,073,991 of short-term investments that are reported on the Statement of Net Position as current cash equivalents.

Fair Value Measurements

GASB Statement No. 72 requires disclosures to be made about fair value measurements, the level of fair value hierarchy, and valuation techniques. The fair value hierarchy categorizes the inputs to valuation techniques used to measure fair value into three levels.

(1) Level 1

Valuations are based on quoted market prices for identical assets or liabilities traded in active markets.

(2) Level 2

Valuations are based on quoted market prices for similar instruments traded in active markets, quoted prices for identical or similar instruments in markets that are not active, and inputs other than quoted prices that are observable for the asset or liability.

(3) Level 3

Valuations are determined by using the best information available under the circumstances and might include the government's own data. In developing unobservable inputs, a government may begin with its own data but should adjust those data if (a) reasonably available information indicates that other market participants would use different data, or (b) there is something particular to the government that is not available to other market participants.

In addition, certain alternative investments (e.g., some equity funds, unit investment trusts and limited partnerships, hedge funds) may be reported at their net asset values, which do not have readily determinable fair values.

Fair values of investments measured on a recurring basis at June 30, 2024, follow:

	Totals	Fair Value: Quoted Prices in Active Markets for Identical Assets Level 1	Other Observable Inputs Level 2	Significant Unobservable Inputs Level 3	Investments Measured at Net Asset Value
U.S. government securities:					
U.S. Treasury Notes	$2,247,577		$2,247,577		
Common and preferred stock	11,636,115	$11,636,115			
Mutual funds	18,268,567	18,268,567			
Money market funds	170,537		170,537		
Blended Component Unit Money market funds	21,915,541		21,915,541		
Louisiana Asset Management Pool (LAMP)	153,158,450		153,158,450		
Investments held by foundations:					
U.S. government securities:					
U.S. Treasury Notes	11,513,612	1,350,273	10,163,339		
Government National Mortgage Association	631,639		631,639		
Federal Home Loan Mortgage Corporation	3,980,513		3,980,513		
Federal National Mortgage Association	2,793,065		2,793,065		
Federal Home Loan Bank	1,227,135		1,227,135		
Federal Farm Credit Bank	130,522		130,522		
Small Business Administration	548,356		548,356		
Other fixed income securities	3,485,188	3,262,754	222,434		
Mutual funds	60,626,071	54,034,859	6,591,212		
Money market accounts	15,981,740	15,443,946	537,794		
Exchange traded funds	13,637,283	13,637,283			
Equity funds	2,238,713	2,238,713			
Common and preferred stock	63,645,350	63,645,350			
Corporate bonds/obligations	18,846,951	5,365,947	13,481,004		
Municipal bonds	1,652,549		1,652,549		
Cerfificates of deposit	60,000		60,000		
Other	293,958	201,922	92,036		
Hedge funds and other alternatives:					
Unit investment trusts and limited partnerships	11,447,583				$11,447,583
Equity - long/short	16,338,556				16,338,556
Distressed opportunity	644,988				644,988
Multi-strategy	16,178,372				16,178,372
Other credit	15,407,711				15,407,711
Private equities	6,563,744				6,563,744
Other hedge funds	177,820				177,820
Subtotal	475,448,206	$189,085,729	$219,603,703	NONE	$66,758,774
Not categorized	45,428,851				
Total	$520,877,057				

Fair values for the System's investments categorized in Level 1 (e.g., equity securities, certain mutual funds, certain money market accounts) have been obtained using quoted prices from active markets in which these securities are traded (e.g., New York Stock Exchange). Fair values for investments categorized in Level 2 (e.g., LAMP, certain United States government securities, certain mutual funds, corporate bonds and obligations) have been provided by the universities' investment advisors, financial institutions, or other sources and are based on other observable inputs.

Investments not categorized totaling $45,428,851 represent the System's investments held in external investment pools, which GASB Statement No. 72 excludes from the fair value disclosures, and investments held by the System's blended component units reported under FASB ASC §958.

Investments measured at fair value using the net asset value per share (or its equivalent) practical expedient have not been categorized in the fair value hierarchy. The fair value amounts presented are intended to permit the reconciliation of the fair value hierarchy to the amounts presented on the Statement of Net Position. Net asset values for the investments held by foundations in unit investment trusts and limited partnerships were determined based on the foundations' proportionate share of the assets of the trusts and partnerships as of their balance sheet dates.

Hedge Funds and Other Alternative Investments Measured at Net Asset Value

Following is a summary of the fair value and unfunded commitments for the hedge funds and alternative investments that are held by foundations for three of the System's universities and included in investments measured at net asset value above, as of June 30, 2024:

	Fair Value	Unfunded Commitments
Alternative investment:		
Unit investment trusts and limited partnerships	$11,447,583	
Hedge funds:		
Equity long/short	16,338,556	
Distressed opportunity	644,988	
Multi-strategy	16,178,372	
Other credit	15,407,711	
Private equities	6,563,744	$1,046,081
Other	177,820	
Totals	$66,758,774	$1,046,081

Disclosures related to these hedge fund and alternative investments for the universities follow.

University of Louisiana at Lafayette (ULL)

As of June 30, 2024, the ULL Foundation held investments in ULL's endowment funds totaling $121,088,608, of which $63,577,137 was invested in hedge funds and alternative investments. The table below summarizes the terms of the hedge fund investments with respect to lockup periods, redemption frequencies, and notice periods for the hedge fund and alternative investments:

	Lockup Period	Redemption Frequency (if Currently Eligible)	Redemption Notice Period
Equity - long/short	0 - 18 months	Monthly, Quarterly	30 - 45 days
Private equities	4 - 13 years	Manager Discretion	Manager Discretion
Other credit	10+ years	Manager Discretion	Manager Discretion
Multi-strategy	N/A	Manager Discretion	Manager Discretion
Unit investment trust	12+ years	Manager Discretion	Manager Discretion

The equity long/short category includes investments in hedge funds that seek to generate capital appreciation while maintaining a balanced level of risk by investing in a number of long/short equity-based funds and other direct investments. Net asset values of the funds are determined by using the latest unaudited or audited financial statements and performance reports of hedge funds in which the equity funds are invested. Any listed investments are valued at the last sales price on the date of determination. Any investments not listed are valued at the mean between the last closing and asking prices as reported in the over-the-counter market, if available. For those investments with no quotations, the investments are valued at estimated fair values as determined by the board of directors and investment manager of the fund. Net asset values are computed monthly.

Private equities include investments in funds whose primary strategy is to build diversified portfolios of top-performing private equity positions in both funds and direct investments in companies and corporations. Net asset values of the funds are determined by using the latest unaudited or audited financial statements and performance reports of hedge funds in which the private equity funds are invested. Any listed investments are valued at the last sales price on the date of determination. Any investments not listed are valued at the last closing bid price (or average of bid prices) last quoted on such date as reported by an established quotation service for over the counter securities. For those investments with no quotations, the investments are valued at their estimated fair values as determined by the investment manager of the fund based upon relevant factors of the investees such as current financial position, historical operating results, and/or recent sales prices in the same or similar securities. Net asset values are computed monthly.

Other credit investments include investment in various funds that primarily invest in debt instruments of private and public companies, United States government and municipal securities, mortgage-backed securities, and/or asset-backed securities and provide mezzanine capital to middle market businesses. The net asset values of these funds are determined based on portfolio valuations using different valuation techniques depending on the investment involved. Market quotes are used where available. For those equity and debt securities for which prices are not observable (generally private investments in equity and debt securities of operating companies), fair values are determined by reference to public market or private transactions for comparable assets. Net asset values are computed on a monthly basis.

Multi-strategy investments consist of investments in various funds. The funds primarily invest in other funds that use a variety of different investment strategies across a wide range of financial instruments, including but not limited to fixed income securities, equities, mutual funds, futures, forward and option contracts, physical commodities, distressed securities, swaps, and other derivative products. The net asset values of some funds use various inputs, including portfolio valuations that are received directly from independent sources. For those assets for which no independent sources are available, the investment managers determine the fair values by other means that may include obtaining appraisals. Some funds use a third party to provide the net asset calculation or rely on the latest unaudited or audited financial statements and performance reports of various investments in which the funds invest. Any listed investments are valued at the last sales price on the date of determination. For those investments with no quotations, the fair values are estimated at their net asset values calculated by the fund managers.

Unit investment trust investments include investments in various funds. The objective of these funds is to achieve long term capital appreciation and provide diversified all-cap exposure to emerging market equities by investing in global emerging markets, and international securities. The net asset values of these funds are valued using market values when available. In the absence of readily ascertainable market values for any assets, the funds will seek to obtain a valuation from an independent source.

Nicholls State University (Nicholls)

As of June 30, 2024, the Nicholls State University Foundation held investments in Nicholls's endowment funds totaling $15,272,220, of which $927,269 and $3,487 are invested in global equity long/short funds and multi-strategy hedge funds, respectively.

The global long/short equity funds are invested in the ACAP Strategic Fund. This fund has no lockup period; carries a redemption frequency of quarterly tender offers up to 25% of the fund at the discretion of the board of directors; and specifies a redemption notice period with a paperwork deadline generally 14 days prior to fiscal quarter-end. These investments seek to generate capital appreciation while maintaining a balanced level of risk by investing in a number of long/short equity-based funds and other direct investments. Net asset values of the funds are determined by using the latest unaudited or audited financial statements and performance reports of hedge funds in which the private equity funds are invested. Any listed investments are valued at the last sales price on the date of determination. Any investments not listed are valued at the mean between the last closing and asking prices as reported in the over-the-counter market, if available. Investments with no quotations are valued at their estimated fair values as determined by the board of directors and investment manager of the fund. Net asset values are computed monthly.

The multi-strategy funds are invested in the Hatteras Core Alternatives TEI Fund, L.P. This fund has no lockup period; carries a redemption frequency with anticipated quarterly tender offers at the discretion of the board of directors, subject to an early repurchase fee of 5% if requested within the first 12 months of the investment; and specifies a redemption notice period as the tender window. These are investments in various funds that use a variety of different investment strategies across a wide range of financial instruments, including but not limited to fixed income securities, equities, mutual funds, futures, forward and option contracts, physical commodities, distressed securities, swaps and other derivative products. The net asset values of some funds use various inputs, including portfolio valuations that are received directly from independent sources. For those assets for which no independent sources are available, the investment managers determine the fair values by other means that may include obtaining appraisals. Some funds use a third party to provide the net asset calculation or rely on the latest unaudited or audited financial statements and performance reports of various investments in which the funds invest. Any listed investments are valued at the last sales price on the date of determination. Fair values for investments with no quotations are estimated at their net asset values calculated by the fund managers.

Investments in these two funds have no unfunded commitments.

University of Louisiana at Monroe (ULM)

As of June 30, 2024, the University of Louisiana at Monroe Foundation held investments in ULM's endowment funds totaling $45,223,585, of which $2,250,881 was invested in hedge fund and other alternative investments as follows:

	Fair Value
Equity long/short	$524,455
Distressed opportunity	641,501
Multi-strategy	472,685
Other credit	434,420
Other	177,820
Total	$2,250,881

These hedge funds are invested with Hedge Fund Managers (Strategic), Ltd., whose parent company is Goldman Sachs Hedge Fund Strategies, LLC. The fund has a one-year lockup period, with quarterly liquidity, and a 91-day redemption notice period.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. State law as applicable to institutions of higher education does not address interest rate risk. In addition, individual System universities do not have policies to limit interest rate risk. The System's fixed-income investments and maturities at June 30, 2024, follow:

Type of Investment	Investments	Totals	Investment Maturities in Years: Less Than 1 Year	1-5 Years	6-10 Years	11-20 Years	Over 20 Years
U.S. government securities:							
U.S. Treasury Notes	0.43%	$2,247,577	$1,531,227	$716,350			
Common and preferred stock	2.23%	11,636,115					
Mutual funds	3.51%	18,268,567					
Money market funds	0.03%	170,537					
Louisiana Asset Management Pool (LAMP)	29.40%	153,158,450					
Investments held by foundations:							
External investment pools	5.15%	26,843,691					
U.S. government securities:							
U.S. Treasury Notes	2.21%	11,513,612	1,950,889	5,867,735	$2,112,645	$1,315,382	$266,961
Government National Mortgage Association	0.12%	631,639	324	106,268		119,202	405,845
Federal Home Loan Mortgage Corporation	0.76%	3,980,513		1,267,427	258,656	583,442	1,870,988
Federal National Mortgage Association	0.54%	2,793,065	197,938	251,985	109,711	868,732	1,364,699
Federal Home Loan Bank	0.24%	1,227,135	480,000	747,135			
Federal Farm Credit Bank	0.03%	130,522				130,522	
Small Business Administratin	0.11%	548,356		125,709	51,472	240,564	130,611
Other fixed income securities	0.67%	3,485,188	398,692	508,924	230,364	589,345	1,757,863
Mutual funds	11.64%	60,626,071	30,560,043	1,338,902			
Money market funds	3.07%	15,981,740	266,029				
Exchange traded funds	2.62%	13,637,283		613,342			
Equity funds	0.43%	2,238,713					
Common and preferred stock	12.22%	63,645,350					
Corporate bonds/obligations	3.62%	18,846,951	1,644,983	9,437,414	6,264,259	514,539	985,756
Municipal obligations	0.32%	1,652,549		885,020	617,074	150,455	
Certificates of deposit	0.01%	60,000	60,000				
Unit investment trusts and limited partnerships	2.20%	11,447,583					
Hedge funds	10.62%	55,311,191	2,250,881				
Other	0.06%	293,958					
Held by blended component units	3.57%	18,585,160					
Blended Component Unit - Money Market	4.19%	21,915,541					
Totals	100.0%	$520,877,057	$39,341,006	$21,866,211	$9,644,181	$4,512,183	$6,782,723

Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the System will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. For U.S. Treasury obligations and U.S. government agency obligations, the System universities' investment policies generally require that issuers must provide the universities with safekeeping receipts, collateral agreements, and custodial agreements.

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of an entity's investment in a single issuer. State law requires that at no time shall the funds invested in U.S. government agency obligations exceed 60% of all monies invested with maturities of 30 days or longer. In addition, State law limits the investment in commercial paper and corporate notes and bonds to 20% of all investments. Individual System universities do not have policies to further limit concentration of credit risk.

Of the $294,895,110 reported as investments held by foundations, the amounts held by the discretely presented component units, the ULL Foundation and the UNO Foundation total $121,088,608 and 26,843,691, respectively.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. As stated in note 1.E, the System follows R.S. 49:327 to limit credit risk. Individual System universities do not have policies to further limit credit risk. The universities' foundations follow guidelines established by the Board of Regents to limit credit risk for the universities' endowment investments the foundations hold.

Investments held by the UNO Foundation, a private foundation, in an external investment pool are managed in accordance with the terms outlined in a management agreement executed between the University of New Orleans (UNO) and the UNO Foundation. UNO is a voluntary participant. This investment totaling $26,843,691 has no credit quality rating.

Rating Agency	Rating	Totals
Standard & Poor's	AAA	$1,236,760
Standard & Poor's	AA+	18,884,113
Standard & Poor's	AA	1,194,299
Standard & Poor's	AA-	618,190
Standard & Poor's	A+	356,353
Standard & Poor's	A	1,384,227
Standard & Poor's	A-	2,834,228
Standard & Poor's	AAAm	153,158,450
Standard & Poor's	BBB+	2,025,844
Standard & Poor's	BBB	2,453,002
Standard & Poor's	BBB-	525,510
Moody's	Aaa	2,767,287
Moody's	Aa1	152,391
Moody's	A1	244,081
Moody's	A2	59,058
Moody's	A3	543,400
Moody's	Baa1	447,499
Moody's	Baa2	525,655
Moody's	Baa3	265,712
Unrated		331,200,998
Totals		$520,877,057

Investments – University of Louisiana at Lafayette (ULL) Foundation, Inc.

The ULL Foundation's investments totaling $204,230,661 as shown on Statement D at June 30, 2024, follow:

Type of Investment	Amount
Certificates of deposit	$271,129
Equities	9,977,103
Mutual and exchange traded funds	65,536,573
Hedge funds and other alternative investments	107,046,598
Unit investment trusts and limited partnerships	21,335,322
Derivative assets	63,936
Total	$204,230,661

Investments – University of New Orleans (UNO Foundation)

The UNO Foundation's investments totaling $102,798,819 as shown on Statement D at June 30, 2024, follow:

Type of Investment	Amount
Domestic equity securities	$15,640,112
International equity securities	212,428
Mutual funds	72,773,352
Private equity	8,191,944
Hedge fund of funds	5,882,650
Investments - Other	98,333
Total	$102,798,819

4. RECEIVABLES

Receivables, net of an allowance for doubtful accounts, at June 30, 2024, reported on the Statement of Net Position are composed of the following:

Type	Accounts Receivable	Allowance for Doubtful Accounts	Net Accounts Receivable	Restricted Portion
Student tuition and fees	$72,643,528	($20,803,671)	$51,839,857	$439,875
Auxiliary enterprises	25,554,762	(6,994,061)	18,560,701	130,192
Contributions and gifts	8,693,194		8,693,194	
Federal, state, and private grants and contracts	59,223,739		59,223,739	1,192,612
Insurance recoveries	6,556,617		6,556,617	
Other	11,021,247	(6,357)	11,014,890	5,940
Total	$183,693,087	($27,804,089)	$155,888,998	$1,768,619

5. CHANGES IN CAPITAL ASSETS

Changes in capital assets for the fiscal year ended June 30, 2024, follow:

University of Louisiana System

Description	Beginning Balance	Prior Period Adjustment	Restated Beginning Balance	Additions	Transfers	Retirements	Ending Balance
Capital assets not being depreciated/amortized:							
Land	$110,643,439		$110,643,439	$6,619,321		($192,506)	$117,070,254
Land improvements	7,978,485		7,978,485				7,978,485
Capitalized collections	321,621		321,621				321,621
Livestock	38,950		38,950	8,950		(7,500)	40,400
Construction-in-progress	98,572,704	$1,994,806	100,567,510	101,317,327	($19,942,397)	(9,566,572)	172,375,868
Other	233,110		233,110				233,110
Right-to-Use Land	541,274		541,274			(113,952)	427,322
Total assets not being depreciated/amortized	218,329,583	1,994,806	220,324,389	107,945,598	(19,942,397)	(9,880,530)	298,447,060
Capital assets being depreciated/amortized:							
Infrastructure	33,673,430		33,673,430				33,673,430
Land improvements	141,321,533	(89,926)	141,231,607	1,194,928	4,355,963	(1,115,309)	145,667,189
Buildings	2,862,905,230	7,897,469	2,870,802,699	15,555,321	15,586,434	(11,211,351)	2,890,733,103
Equipment (including library books)	517,815,475		517,815,475	19,537,146		(7,595,856)	529,756,765
Software (internally generated and purchased)	18,620,398		18,620,398				18,620,398
Right-to-Use Land improvements	499,128		499,128				499,128
Right-to-Use Buildings	1,320,468		1,320,468	134,092			1,454,560
Right-to-Use Equipment (including library books)	12,393,518		12,393,518	731,652		(3,065,773)	10,059,397
Right-to-Use Intangible Assets (SBITAs)	32,698,691	(1,158,399)	31,540,292	14,337,989		(5,033,034)	40,845,247
Total capital assets being depreciated/amortized	3,621,247,871	6,649,144	3,627,897,015	51,491,128	19,942,397	(28,021,323)	3,671,309,217
Less accumulated depreciation:							
Infrastructure	(17,697,999)	(116,076)	(17,814,075)	(839,523)			(18,653,598)
Land improvements	(70,236,353)		(70,236,353)	(6,151,368)		662,367	(75,725,354)
Buildings	(1,419,872,491)	5,880,133	(1,413,992,358)	(64,582,427)		9,073,206	(1,469,501,579)
Equipment	(438,975,597)	(408,529)	(439,384,126)	(18,364,054)		7,151,674	(450,596,506)
Software (internally generated and purchased)	(18,620,398)		(18,620,398)				(18,620,398)
Less accumulated amortization:							
Right-to-Use Land improvements	(25,370)		(25,370)	(12,685)			(38,055)
Right-to-Use Buildings	(288,827)		(288,827)	(224,950)			(513,777)
Right-to-Use Equipment (including library books)	(5,257,459)		(5,257,459)	(2,777,751)		3,325,233	(4,709,977)
Right-to-Use Intangible Assets (SBITAs)	(10,110,691)	579,199	(9,531,492)	(16,680,431)		4,989,741	(21,222,182)
Total accumulated depreciation/amortization	(1,981,085,185)	5,934,727	(1,975,150,458)	(109,633,189)	NONE	25,202,221	(2,059,581,426)
Total capital assets, net	$1,858,492,269	$14,578,677	$1,873,070,946	$49,803,537	NONE	($12,699,632)	$1,910,174,851

Component Units

	Beginning Balance	Additions	Transfers	Retirements	Ending Balance
Capital assets not being depreciated:					
Real estate	$4,884,786	$215,422	$444,490	($615,180)	$4,929,518
Art and collectibles	3,406,179	162,960			3,569,139
Construction-in-progress		281,008			281,008
Total assets not being depreciated	8,290,965	659,390	444,490	(615,180)	8,779,665
Capital assets being depreciated:					
Buildings	21,513,647		(537,444)	($100,168)	20,876,035
Vehicles, furniture, and equipment	1,268,095	45,144			1,313,239
Software (internally generated/purchased)	76,703				76,703
Total assets being depreciated	22,858,445	45,144	(537,444)	(100,168)	22,265,977
Less accumulated depreciation	(11,424,436)	(688,479)	$92,954	14,468	(12,005,493)
Total capital assets, net	$19,724,974	$16,055	NONE	($700,880)	$19,040,149

The capital asset disclosure for the discretely presented component units (the ULL and UNO Foundations) has been adjusted to reflect the classifications of the assets as presented in the audited financial statements of the discretely presented component units.

During fiscal year 2016, the UNO Foundation purchased a property for the UNO President's official residence for $692,597. The purchase of the property was internally financed through a Board-approved loan from the Foundation's general endowment funds to the unrestricted fund, which bears interest at a fixed rate of 4% and is being paid in monthly installments of principal and interest totaling $2,960 over a 30-year period. Put on the market in 2023, this property is currently held for sale and is no longer being depreciated. Considering improvements and accumulated depreciation of $92,954, the net book value of the property is $661,684 reported as capital assets not being depreciated.

Capitalized Collections

Southeastern Louisiana University and the University of New Orleans capitalize collections, which include various works of art and historical items, including sculptures, statues, portraits, murals, book collections, war artifacts, and maps.

Although not capitalized, the University of Louisiana at Lafayette maintains the Louisiana Room, the Rare Book Room, the University Archives and Acadiana Manuscripts Collection, the Cajun and Creole Music Collection, the University Records Management Program, the Microforms Collection, and the Ernest J. Gaines Center. In addition, the University of Louisiana at Monroe maintains the Thomas Gilhula War Collection, the Friends of the Library of Louisiana Collection of parish histories, the James A. Noe Collection, the Otto E. Pressman Collection, an African Artifacts collection, a geosciences collection, an herbarium collection, and various artifacts in the Natural History Museum.

The System universities generally do not capitalize collections of works of art or historical treasures either because they do not have any or because they meet the following criteria for exclusion from capitalization in accordance with the requirements of GASB Statement No. 34: (1) held for public exhibition, education, or research in furtherance of public service rather than financial gain; (2) protected, kept unencumbered, cared for, or preserved; and (3) subject to an organizational policy that requires the proceeds from sales of the items to be used to acquire other items for the collection.

6. PAYABLES

Payables and accrued expenses at June 30, 2024, are summarized in the following:

Account Name	
Vendor payables	$58,351,359
Accrued salaries and payroll deductions	46,005,435
Accrued interest	3,892,417
Other	945,003
Total payables	$109,194,214

7. COMPENSATED ABSENCES

At June 30, 2024, employees of the University have accumulated vested annual, sick, and compensatory leave, the total balance of which is recorded in the accompanying financial statements and is summarized as follows:

Leave Type	Leave Balance
Annual	$30,990,805
Sick	22,996,016
Compensatory	1,148,054
Total compensated absences	$55,134,875

8. PENSION LIABILITY

The System is a participating employer in two state public employee retirement systems, the Louisiana State Employees' Retirement System (LASERS) and the Teachers' Retirement System of Louisiana (TRSL). Both systems have separate boards of trustees and administer cost-sharing, multiple-employer defined benefit pension plans, including classes of employees with different benefits and contribution rates (sub-plans). Article X, Section 29(F) of the Louisiana Constitution of 1974 assigns the authority to establish and amend benefit provisions of all sub-plans administered by these systems to the State Legislature. LASERS and TRSL each issue public reports that include financial statements and required supplementary information. Copies of these reports may be obtained at www.lasersonline.org and www.trsl.org, respectively.

TRSL also administers an optional retirement plan (ORP), which was created by R.S. 11:921-931 for academic and administrative employees of public institutions of higher education and is considered a defined contribution plan (see note 9 below). A portion of the employer contributions for ORP plan members is dedicated to the unfunded accrued liability of the TRSL defined benefit plan.

General Information about the Pension Plans

Plan Descriptions/Benefits Provided

Louisiana State Employees' Retirement System

LASERS administers a plan to provide retirement, disability, and survivor benefits to eligible state employees and their beneficiaries as defined in R.S. 11:411-417. The age and years of creditable service (service) required for a member to receive retirement benefits are established by R.S. 11:441 and vary depending on the member's hire date, employer, and job classification. The computation of retirement benefits is defined in R.S. 11:444. Act 992 of the 2010 Regular Legislative Session closed existing sub-plans for members hired before January 1, 2011, and created new sub-plans for regular members, hazardous duty members, and judges. Act 226 of the 2014 Regular Legislative Session established new retirement eligibility for members of LASERS hired on or after July 1, 2015, excluding hazardous duty plan members.

The substantial majority of the System's members are regular plan members. Regular plan members hired prior to July 1, 2006, may retire with full benefits at any age upon completing 30 years of service, at age 55 upon completing 25 years of service, and at age 60 upon completing 10 years of service. Regular plan members hired from July 1, 2006, through June 30, 2015, may retire with full benefits at age 60 upon completing 5 years of service. Regular plan members hired on or after July 1, 2015, may retire with full benefits at age 62 upon completing 5 years of service. Additionally, all members may choose to retire with 20 years of service at any age, with an actuarially reduced benefit.

The basic annual retirement benefit for regular plan members is equal to 2.5% of average compensation multiplied by the number of years of service, generally not to exceed 100% of average compensation. Average compensation for regular plan members is defined in R.S. 11:403 as the member's average annual earned compensation for the highest 36 consecutive months of employment for members employed prior to July 1, 2006, or the highest 60 consecutive months of employment for members employed on or after that date. A member leaving service before attaining minimum retirement eligibility but after completing certain minimum service requirements, generally 10 years, becomes eligible for a benefit provided the member lives to the minimum service retirement age and does not withdraw the accumulated contributions. The minimum service requirement for benefits varies depending upon the member's employer and service classification.

Eligibility requirements and benefit computations for disability benefits are provided for in R.S. 11:461. Generally, active plan members with 10 or more years of credited service who become disabled may receive a maximum disability retirement benefit equivalent to the regular retirement formula without reduction by reason of age. Upon reaching retirement age, the disability retiree may receive a regular retirement benefit by making application to the LASERS Board of Trustees.

Provisions for survivor benefits are provided for in R.S. 11:471-478. Under these statutes, the deceased member, hired before January 1, 2011, who was in state service at the time of death must have a minimum of five years of service, at least two of which were earned immediately prior to death, or who had a minimum of 20 years of service regardless of when earned in order for a benefit to be paid to a minor or handicapped child. Benefits are payable to an unmarried child until age 18 or age 23 if the child remains a full-time student.

The minimum service requirement is 10 years for a surviving spouse with no minor children, and benefits are to be paid for life to the spouse or qualified handicapped child. The deceased member, hired on or after January 1, 2011, must have a minimum of five years of service credit regardless of when earned in order for a benefit to be paid to a minor child. The minimum service credits for a surviving spouse include active service at the time of death and a minimum of 10 years of service credit with two years being earned immediately prior to death, or a minimum of 20 years regardless of when earned. In addition, the deceased member's spouse must have been married for at least one year before death.

Teachers' Retirement System of Louisiana

TRSL administers a plan to provide retirement, disability, and survivor benefits to employees who meet the legal definition of a "teacher" as provided for in R.S. 11:701. The age and years of creditable service (service) required for a member to receive retirement benefits are established by R.S. 11:761 and vary depending on the member's hire date. The calculation of retirement benefits is defined in R.S. 11:768. Statutory changes closed existing sub-plans, and created new sub-plans for members hired on or after January 1, 2011.

Most of the System's TRSL members are participants in the Regular Plan. In the regular plan, eligibility for retirement is determined by the date the member joined TRSL. Members hired prior to January 1, 2011, are eligible to receive retirement benefits (1) at the age of 60 with five years of service; (2) at the age of 55 with at least 25 years of service; or (3) at any age with at least 30 years of service. Members hired between January 1, 2011, and June 30, 2015, are eligible to retire at age 60 with five years of service. Members hired on or after July 1, 2015, are eligible to retire at age 62 with five years of service. All regular plan members are eligible to retire at any age with 20 years of service and a reduced benefit if the member is hired on or after July 1, 1999. Retirement benefits for regular plan members are calculated by applying a percentage ranging from 2% to 2.5% of final average compensation multiplied by years of creditable service. Average compensation is defined in R.S. 11:701 as the member's average annual earned compensation for the highest 36 consecutive months of employment for members employed prior to January 1, 2011, or the highest 60 consecutive months of employment for members employed on or after that date.

Under R.S. 11:778 and 11:779, members who have suffered a qualified disability are eligible for disability benefits if they were employed prior to January 1, 2011, and attained at least five years of service, or if they were employed on or after January 1, 2011, and attained at least 10 years of service. Members employed prior to January 1, 2011, receive disability benefits equal to 2.5% of average compensation multiplied by the years of service, but not more than 50% of their average compensation subject to statutory minimums. Members employed on or after January 1, 2011, receive disability benefits equivalent to the regular retirement formula without reduction by reason of age.

Survivor benefits are provided for in R.S. 11:762. In order for survivor benefits to be paid to a surviving spouse with a minor child, the deceased member must have been in state service at the time of death and must have a minimum of five years of service, at least two of which were earned immediately prior to death, or must have had a minimum of 20 years of service regardless of when earned.

The minimum service credit requirement is 10 years for a surviving spouse with no minor children and the surviving spouse must have been married to the deceased for at least one year prior to death. Surviving spouse with minor child benefits are equal to the greater of (a) 50% of the benefit to which the member would have been entitled if retired on the date of death using a factor of 2.5% regardless of years of service or age, or (b) $600 per month. Surviving spouse without minor child benefits are equal to the greater of (a) the Option 2 equivalent of the benefit calculated at the 2.5% benefit factor for all creditable service, or (b) $600 per month. Benefits are payable to an unmarried child until age 21, or age 23 if the child remains a full-time student. Benefits are paid for life to a qualified unmarried handicapped child. Benefits are paid for life to a surviving spouse unless the deceased active member was not eligible for retirement at the time of death and the surviving spouse remarries before the age of 55.

Deferred Retirement Option Plan

Both LASERS and TRSL have established a Deferred Retirement Option Plan (DROP). When members enter DROP, their statuses change from active member to retiree even though they continue to work and draw their salaries for a period up to three years. The election is irrevocable once participation begins. During participation, benefits otherwise payable are fixed and deposited in an individual's DROP account. Upon leaving DROP and terminating employment, members must choose among available alternatives for the distribution of benefits that have accumulated in their accounts.

Members eligible to retire and who do not choose to participate in DROP may elect to receive at the time of retirement an initial lump-sum benefit option in an amount of up to 36 months of benefits, with an actuarial reduction of their future benefits.

Cost of Living Adjustments

As fully described in Title 11 of the Louisiana Revised Statutes, LASERS and TRSL allow the payment of cost of living adjustments, or COLAs, that are funded through investment earnings when recommended by the board of trustees and approved by the Legislature. Both LASERS and TRSL have established an Experience Account to fund permanent benefit increases for retirees. The projected benefit payments do not include provisions for potential future increases not yet authorized by the Board of Trustees as these ad hoc COLAs are deemed not to be substantively automatic.

Contributions

Article X, Section 29(E)(2)(a) of the Louisiana Constitution of 1974 assigns the Legislature the authority to determine employee contributions. Employer contributions are actuarially determined using statutorily established methods on an annual basis and are constitutionally required to cover the employer's portion of the normal cost and provide for the amortization of the unfunded accrued liability. Employer contributions are adopted by the Legislature annually upon recommendation of the Public Retirement Systems' Actuarial Committee. Each LASERS and TRSL sub-plan pays a separate actuarially determined-employer contribution rate. However, all assets of the pension plan are used for the payment of benefits for all classes of members, regardless of the sub-plan membership. For those members participating in the TRSL ORP (the defined contribution plan), a portion of the employer contributions is used to fund the TRSL defined benefit plan's unfunded accrued liability.

Employer contributions to LASERS for fiscal year 2024 were $31,288,670 with active regular plan member contributions ranging from 7.5% to 8%, and employer contributions of 41.3% of covered payroll. Nonemployer contributing entity contributions to LASERS, pursuant to various legislative acts, totaled $11,930,004 and were recognized as revenue in fiscal year 2024 by the System. Employer defined benefit plan contributions to TRSL for fiscal year 2024 were $109,689,800, with active regular plan member contributions of 8%, and employer contributions of 23.3% and 20.16% for the defined benefit plan and ORP employees, respectively. Non-employer contributing entity contributions to TRSL, which are comprised of ad valorem tax revenues, totaled $3,379,755 and were recognized as revenue in fiscal year 2024 by the System.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2024, the System reported liabilities of $212,071,125 and $740,701,030 under LASERS and TRSL, respectively, for its proportionate share of the net pension liability (NPL). The NPL for LASERS and TRSL was measured as of June 30, 2023, and the total pension liabilities used to calculate the NPL were determined by actuarial valuations as of that date. The System's proportions of the NPL were based on projections of the System's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined. The System's projected contribution effort was calculated by multiplying the eligible annual compensation of active members in the Plan as of June 30, 2023, by the fiscal year 2024 employer actuarially required contribution rates.

As of June 30, 2023, the most recent measurement date, the System's proportions and the changes in proportion from the prior measurement date were 3.1683%, a decrease of 0.14146% for LASERS, and 8.19415%, a decrease of 0.04239% for TRSL.

For the year ended June 30, 2024, the System recognized a pension expense of $23,867,469 for LASERS and a pension expense of $84,983,187 for TRSL for a total pension expense of $108,850,656.

The System reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows			Deferred Inflows		
	LASERS	TRSL	Totals	LASERS	TRSL	Totals
Differences between expected and actual experience	$4,590,714	$34,785,380	$39,376,094		$42,051	$42,051
Changes in assumptions		33,406,767	33,406,767		24,152,562	24,152,562
Net difference between projected and actual earnings on pension plan investments	1,212,366	50,703,626	51,915,992			
Changes in proportion and differences between employer contributions and proportionate share of contributions	163,098	10,154,397	10,317,495	$4,804,423	30,385,357	35,189,780
Employer contributions subsequent to the measurement date	31,288,670	109,689,800	140,978,470			
Total	$37,254,848	$238,739,970	$275,994,818	$4,804,423	$54,579,970	$59,384,393

Deferred outflows of resources related to pensions resulting from the System's contributions subsequent to the measurement date will be recognized as a reduction of the LASERS and TRSL NPL in the year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal year ending June 30,	LASERS	TRSL	Total
2025	$1,155,448	$10,009,801	$11,165,249
2026	($7,658,624)	($15,556,917)	($23,215,541)
2027	$10,445,150	$77,430,046	$87,875,196
2028	($2,780,218)	$2,587,269	($192,949)

Actuarial Assumptions

The total pension liability for LASERS and TRSL in the June 30, 2023, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurements:

	LASERS	TRSL
Valuation Date	June 30, 2023	June 30, 2023
Actuarial Cost Method	Entry Age Normal	Entry Age Normal
Amortization Approach	Closed	Closed
Expected Remaining Service Lives	2 years	5 years
Investment Rate of Return (discount rate)	7.25% per annum, net of investment expense	7.25% per annum, net of investment expense
Inflation Rate	2.3% per annum	2.4% per annum
Mortality Rates	General active members: RP-2014 Blue Collar Employee tables, adjusted by 0.978 for males and 1.144 for females General retiree/inactive members (males): RP-2014 Blue Collar Healthy Annuitant table, adjusted by 1.280 General retiree/inactive members (females): RP-2014 White Collar Healthy Annuitant table, adjusted by 1.417 Mortality assumptions for non-disabled members include improvement projected using the MP-2018 Generational Improvement Scale, applied on a fully generational basis. Disabled retiree members: RP-2000 Disabled Retiree Mortality Table, adjusted by 1.009 for males and 1.043 for females, with no projection for improvement	Active members: Pub2010T-Below Median Employee (amount weighted) tables, adjusted by 0.965 for males and by 0.942 for females. Non-disabled retiree/inactive members: Pub2010T-Below Median Retiree (amount weighted) tables, adjusted by 1.173 for males and by 1.258 for females. Disabled retiree members: Pub2010T-Disability (amount weighted) tables, adjusted by 1.043 for males and by 1.092 for females. Contginent survivor mortality - Pub2010T-Below Median-Contingent Survivor (amount weighted) tables, adjusted by 1.079 for males and by 0.919 for females Mortality base tables were adjusted from 2010 to 2019 with continued future mortality improvement using the MP-2021 improvement table on a fully generational basis.
Termination, Disability, Retirement	Termination, disability, and retirement assumptions were projected based on a five year (2014-2018) experience study of the plan's members.	Termination, disability, and retirement assumptions were projected based on a five year (2018 - 2022) experience study of the plan's members
Projected Salary Increases	Salary increases were projected based on a 2014-2018 experience study of the plan's members. All salary growth assumptions were reduced by 0.20%, effective July 1, 2020. The projected salary increase for regular plan members ranges from 3.0% to 12.8% depending on duration of service.	Salary assumptions were projected based on a 2018 - 2022 experience study of the plan's members. The projected salary increase for regular plan members ranges from 2.41% to 4.85% depending on duration of service.
Cost of Living Adjustments	Not substantively automatic	Not substantively automatic

The projected benefit payments do not include provisions for potential future increases not yet authorized by the LASERS and TRSL Boards of Trustees as these ad hoc COLAs were deemed not to be substantively automatic. However, the LASERS and TRSL assumptions include an adjustment to recognize that investment earnings will be allocated to the experience account to fund potential future increases. Beginning July 1, 2024, both plans have a new funding component, the Account Funding Contribution (AFC) that will be used to fund future permanent benefit increases (PBIs) in accordance with Act 184 of 2023 (see below for more information).

Changes in assumptions for the LASERS June 30, 2023 valuation follow:

- Act 397 of 2023 provided a supplemental appropriation of $349,741,962 to LASERS to be applied to the Initial Unfunded Accrued Liability (IUAL), which is a component of the Original Amortization Base (OAB).
- As noted above, Act 184 of 2023 provides a new mechanism for funding future COLAs via an AFC rate paid directly by employers and changes the granting and eligibility criteria for COLAS funded by the new mechanism. The Act provides that the experience account funding mechanism will end and the account will close in the fiscal year in which the OAB is paid off.
- The following provisions of Act 95 of 2016 will be implemented as certain triggers are met:
  - The net remaining liability of the OAB and Experience Account Allocation Base (EAAB) shall be re-amortized after application of the hurdle payments in fiscal year 2025 and in every fifth year thereafter, until funded ratio reaches 80%
  - Changes the amortization period for most actuarial changes, gains, or losses from 30 years to 20 years once the funded ratio reaches 70%

Changes in assumptions for the TRSL June 30, 2023 valuation follow:

- Act 397 of 2023 provided a supplemental appropriation of $50,663,234 to TRSL to be applied to the IUAL, which is a component of the OAB
- As noted above, Act 184 of 2023 provides a new mechanism for funding future COLAs
- Act 95 of 2016 provides that the net remaining liability of the OAB and EAAB shall be re-amortized after application of the hurdle payments in fiscal year 2025 and in every fifth fiscal year thereafter until the system is 80% funded
- The demographic and salary assumptions used in the valuation were adopted by the TRSL Board of Trustees following the most recent experience study, effective July 1, 2023. The study was based on an observation period of July 1, 2017 to June 30, 2022.

- The mortality assumptions for active, non-disabled retirees and disabled retirees were revised effective June 30, 2023 based on the most recent experience study. The disability, retirement, and termination assumptions were also revised based on the most recent experience study.

- The TRSL Board of Trustees increased the inflation assumption from 2.3% to 2.4%.

For LASERS and TRSL, the long-term expected rate of return for each plan was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.3% (LASERS) and 2.4% (TRSL) and an adjustment for the effect of rebalancing/diversification. The resulting expected long-term rate of return is 8.19% and 8.72%, for LASERS and TRSL, respectively. The target allocation and best estimates of arithmetic/geometric real rates of return as of June 30, 2023, for each major asset class are summarized for each plan in the following table:

	LASERS (Geometric)		TRSL (Arithmetic)	
	Target Allocation	Long-term Expected Real Rate of Return	Target Allocation	Long-term Expected Real Rate of Return
Cash	0.00%	0.80%		
Domestic equity	34.00%	4.45%	22.50%	4.55%
International equity	18.00%	5.44%	11.50%	5.01%
Domestic fixed income	3.00%	2.04%	8.00%	2.20%
International fixed income	17.00%	5.33%	6.00%	(0.29%)
Alternative investments	28.00%	8.19%		
Other alternative investments:				
Private equity			37.00%	8.24%
Other private assets			15.00%	4.32%
Total	100.00%	5.75%	100.00%	

Discount Rate

The discount rate used to measure the total pension liability was 7.25% for LASERS and TRSL. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that employer contributions from participating employers will be made at the actuarially determine rates approved by the Public Retirement Systems' Actuarial Committee taking into consideration the recommendations of the respective pension systems' actuaries. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Proportionate Share of the NPL to Changes in the Discount Rate

The following presents the System's proportionate share of the NPL for LASERS and TRSL using the current discount rate as well as what the System's proportionate share of the NPL would be if it were calculated using a discount rate that is one percentage-point lower or one percentage-point higher than the current rate:

	1.0% Decrease	Current Discount Rate	1.0% Increase
	(6.25%)	(7.25%)	(8.25%)
LASERS	$277,689,637	$212,071,125	$156,478,380

	1.0% Decrease	Current Discount Rate	1.0% Increase
	(6.25%)	(7.25%)	(8.25%)
TRSL	$1,049,230,090	$740,701,030	$481,129,688

Pension Plan Fiduciary Net Position

Detailed information about LASERS and TRSL fiduciary net position is available in the separately issued financial reports at www.lasersonline.org and www.trsl.org, respectively.

Payables to the Pension Plan

At June 30, 2024, the System had $2,558,614 and $8,873,734 payable to LASERS and TRSL, respectively, for the June 2024 employee and employer legally required contributions.

9. OPTIONAL RETIREMENT SYSTEM

TRSL administers an optional retirement plan (ORP), which was created by R.S. 11:921-931 for academic and administrative employees of public institutions of higher education. The purpose of the optional retirement plan is to provide retirement and death benefits to the participants while affording the maximum portability of these benefits to the participants.

The optional retirement plan is a defined contribution plan that provides for full and immediate vesting of all contributions remitted to the participating companies on behalf of the participants. Eligible employees make an irrevocable election to participate in the optional retirement plan rather than TRSL and purchase retirement and death benefits through fixed and/or variable annuity contracts provided by designated companies. Benefits payable to participants are not the obligation of the State of Louisiana or TRSL. Such benefits and other rights of the ORP are the liability and responsibility solely of the designated company or companies to whom contributions have been made.

R.S. 11:927 sets the contribution requirements of the ORP plan members and the employer. Each plan member shall contribute monthly to ORP an amount equal to the contribution rates established for the regular retirement plan of TRSL as disclosed in note 8. Each higher education board created by Article VIII of the Constitution of Louisiana is required to establish, by resolution, the portion of the employer contribution to be transferred to the ORP participants' accounts (transfer amount). In addition, the employer contribution rate for amounts credited to the ORP participants must be the greater of: (1) the employer normal cost contribution for the TRSL Regular Plan; or (2) 6.2%.

Employer ORP contributions to TRSL for fiscal year 2024 totaled $50,508,743, which represents pension expense for the system. Employee contributions totaled $15,317,171. The active member and employer contribution rates were 8% and 6.2%, respectively, with an additional employer contribution of 20.16% made to the TRSL defined benefit plan described in note 8 above.

10. POSTEMPLOYMENT HEALTH CARE AND LIFE INSURANCE BENEFITS

GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, promulgates the accounting and financial reporting requirements by employers who offer other postemployment benefits (OPEB) besides pensions. Both medical coverage plans and life insurance plans are subject to the provisions of this statement.

The System provides certain continuing health care and life insurance benefits for its retired employees, offering them the opportunity to participate in one of two medical coverage plans - the state's Office of Group Benefits (OGB), which offers a life insurance plan, and the Louisiana State University (LSU) System Health Plan (LSU Health Plan). The LSU Health Plan is offered only to retired employees of the University of New Orleans (UNO) who were participating in the plan as of June 30, 2012. Substantially, all System employees become eligible for these benefits if they reach normal retirement age while working for the System.

The plans are not administered as formal trusts; therefore, there are no assets accumulated in trusts that meet the criteria of paragraph 4 of GASB Statement No. 75 to pay future OPEB obligations. The plans are financed on a pay-as-you-go basis. The pay-as-you-go expense is the net expected cost of providing retiree benefits and includes all expected claims and related expenses offset by retiree contributions – contributions to the plans are generally made at about the same time and in about the same amount as benefit payments become due. The plans do not issue publicly available financial statements; however, the entities are included in the Louisiana Annual Comprehensive Financial Report (ACFR), a copy of which may be obtained from the Division of Administration's Office of Statewide Reporting and Accounting Policy's website at www.doa.la.gov/osrap.

Information about these two plans is presented below.

Plan Descriptions

State OGB Plan

System employees voluntarily participate in the state of Louisiana's health insurance plan. OGB provides medical, prescription drug, and life insurance benefits to eligible retirees, disabled retirees, and their beneficiaries through premium subsidies. Participants are eligible for retiree benefits if they meet the retirement eligibility as defined in their applicable retirement systems (LASERS and TRSL); or they retire from a participating employer that meets the qualifications in Louisiana Administrative Code 32:3.301; and they must be covered by the active medical plan immediately prior to retirement. The postemployment benefits plan is a multiple-employer defined benefit plan. R.S. 42:801-883 provide the authority to establish and amend benefit provisions of the plan.

LSU Health Plan

The System offers eligible UNO retirees and their beneficiaries the opportunity to participate in comprehensive health and preventive care coverage under the LSU Health Plan that gives members a consumer-driven health care approach to pay routine health expenses and provides coverage for major healthcare expenses. The LSU Health Plan is defined as a single-employer defined benefit health care plan. Within the LSU Health Plan, members have a choice of selecting between two options. The LSU System selects claim and pharmaceutical administrators to manage the program through a formal request for proposal process. The LSU Health Plan's benefit provisions are established by or may be amended under the authority of R.S. 42:851.

Funding Policy

State OGB Plan

The contribution requirements of plan members and the System are established and may be amended by R.S. 42:802, 42:821, and 42:851. Employees do not contribute to their postemployment benefit costs until they become retirees and begin receiving those benefits. They contribute to the cost of retiree health care based on a service schedule. Contribution amounts vary depending on what health care provider is selected from the plan and if the member has Medicare coverage. OGB offers retirees four self-insured healthcare plans and one fully insured plan through Vantage Medical HMO. The Vantage HMO and Vantage Medicare Advantage plans termed effective December 31, 2023. Effective January 1, 2024, no fully insured health plan is available to Non-Medicare Retirees. In addition, retired employees who have Medicare Part A and Part B coverage also have access to several OGB Medicare Advantage plans and an Individual Market Exchange plan that provides monthly health reimbursement arrangement credits.

Employees who were active plan participants before January 1, 2002, and continue medical participation until retirement, pay approximately 25% of the cost of coverage (except single retirees under age 65 pay approximately 25% of the active employee cost).

Employees who begin participation or rejoin the plan on or after January 1, 2002, pay a percentage of the total premiums contributed by the employer based on the following schedule:

Participation	Employer Contribution Percentage	Employee Contribution Percentage
Under 10 years	19%	81%
10 - 14 years	38%	62%
15 - 19 years	56%	44%
20+ years	75%	25%

All members who retire on or after July 1, 1997, must have Medicare Parts A and B to qualify for reduced premium rates.

In addition to healthcare benefits, retirees may elect to receive life insurance benefits. Basic and supplemental life insurance is available for the individual retiree and spouses of retirees, subject to maximum values. The employer pays approximately 50% of the individual retiree's premium. The retiree is responsible for 100% of the premiums for spousal coverage. Effective January 1, 2018, the total monthly premium for retirees varies according to age group.

LSU System Health Plan

Plan rates are actuarially determined and approved by the LSU Health Plan Benefits Oversight Committee. Plan rates are in effect for one year, and members have the opportunity to switch health plans during the annual enrollment period, which usually occurs in October. Employer contributions are based on plan premiums and the employer contribution percentage. These percentages are identical to the OGB percentages above.

OPEB Obligation

At June 30, 2024, the System reported an OPEB liability totaling $848,044,589 for its proportionate share of the total collective OPEB liability. The System's proportionate share of the total collective LSU Health plan's OPEB liability at June 30, 2024, totaling $6,468,548 was determined by an actuarial valuation as of January 1, 2024 (valuation date). The OGB and LSU Health plans' total collective OPEB liabilities were measured as of July 1, 2023 and June 30, 2024, respectively.

The System's proportionate share percentage is based on the employer's individual OPEB actuarial accrued liability in relation to the total OPEB liability for all participating entities included in the State of Louisiana reporting entity.

At June 30, 2024, the System's proportion of the OGB liability was 11.7731%, representing an increase of 0.1737% in the System's proportion. At June 30, 2024, the System's proportion of the LSU Health Plan liability was 0.7610%, which represents a decrease of 0.056 % from the June 30, 2023 proportion of the liability, as adjusted.

Actuarial Methods and Assumptions

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing the benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in the actuarially accrued liability consistent with the long-term perspective of the calculations.

A summary of the actuarial assumptions follows:

	State OGB Plan	LSU System Health Plan
Actuarial valuation date	July 1, 2023	January 1, 2024
Actuarial cost method	Entry Age Normal, based on a level percentage of pay. Service Costs are attributed through all assumed ages of exit from active service. For current DROP participants, assumed exit from active service is the date at which DROP ends.	Entry Age Normal, based on a level percentage of projected salary.
Estimated remaining service lives	4.5	6.3
Inflation rate (consumer price index)	2.4%	3.0%
Salary increase rate	Consistent with pension plans disclosed in note 8	Consistent with pension plans disclosed in note 8
Discount rate[1]	4.13%	3.93%
Mortality rates - non-disabled	Consistent with pension plans disclosed in note 8	Pub-2010 headcount weighted with generational scale MP-2021, applied specifically for teachers, general and safety personnel. TRSL employees had a mortality adjustment using the standard PUB-2010 teachers' mortality with adjustments depending on an employee's status and gender.
Mortality rates - disabled	Consistent with pension plans disclosed in note 8	Pub-2010 headcount weighted disabled mortality rates with generational scale MP-2021, applied specifically for teachers, general and safety personnel.
Termination and Retirement Tables	Consistent with pension plans disclosed in note 8	Consistent with pension plans disclosed in note 8

[1]The discount rate for the OGB Plan is based on the June 30, 2023, Standard & Poors 20-year municipal bond index rate. The LSU Health Plan discount rate is based on the Bond Buyer 20-Bond GO Index.

Participation Rates

The percentage of employees and their dependents eligible for early retiree benefits that will participate in the retiree medical plan is outlined in the table below. Active participants who have been covered continuously under the medical plan since before January 1, 2002 are assumed to participate at a rate of 88%. This rate assumes that a one-time irrevocable election to participate is made at the time of retirement.

Years of Service	Participation %
Under 10 years	33%
10 - 14 years	60%
15 - 19 years	80%
20+ years	88%

Future retirees are assumed to participate in the life insurance benefit at a 36% rate and elect a total of $45,000 in basic and supplemental life insurance coverage, before any age reductions. Spouses are assumed to elect $2,000 of coverage.

Changes in Assumptions

Changes of assumptions and other inputs for OGB follow:

- A change in the discount rate from 4.09% as of July 1, 2022, to 4.13% as of July 1, 2023, which decreased the plan's liability.

- Life insurance premium rates were updated, resulting in a decrease in the plan's liability.

- The Vantage Medical Home HMO and Vantage MA HMO plans were no longer offered after December 31, 2023, which decreased the plan's liability.

- The OGB valuation relies upon the pension plans covering the same participants for the mortality, retirement, termination, disability, and salary scale assumptions. Baseline per capita costs and medical plan election percentages were updated to reflect 2023 claims and enrollment. Plan claims and premiums increased less than expected, which decreased the plan's liability.

- Three of the associated pension systems, Teachers' Retirement System of Louisiana (TRSL), Louisiana School Employees' Retirement System (LSERS), and Louisiana State Police Retirement System (LSPRS) adopted new assumptions in the June 30, 2023 valuation based on updated experience studies. As a result, the mortality, retirement, termination, disability, and salary increase rates for the TRSL, LSERS, and LSPRS groups were updated to be consistent with the pension valuation assumptions. Additionally, all TRSL assumptions that were based on the Regular plan assumptions only have been updated to vary by sub-plan as applicable (Regular, Higher Ed, and Lunch).

- The baseline trend was updated to more accurately reflect the current medical cost environment. Pre Medicare trend has been revised to 7.0% for the first two years trending down 25 basis points per year to an ultimate rate of 4.5%. Medicare trend has been revised to 6.5% for the first two years trending down 25 basis points per year to an ultimate rate of 4.5%.

- The Medicare trend was further adjusted to reflect the impact of certain provisions of the Inflation Reduction Act ("IRA").

Changes of assumptions and other inputs for the LSU Health Plan follow:

- A change in the discount rate from 3.65% as of June 30, 2023, to 3.93% as of June 30, 2024.

- The trend rates were updated to an initial rate of 7.75% (6.75% for Post-65) grading down to an ultimate rate of 4.0%. The initial rate and the grade down period is extended to account for recent inflationary pressures and price increases over the next couple of years.

- The retirement, termination, and salary rates were updated to the 2023 Teachers' Retirement System of Louisiana Actuarial Valuation and the 2023 Louisiana State Employees' Retirement System Actuarial Valuation.

Health Care Cost Trend Rates

OGB's healthcare cost trend rates were developed using the National Health Care Trend Survey, and the ultimate trend was developed using a building block approach that considers Consumer Price Index, Gross Domestic Product, and technology growth. The OGB healthcare cost trend rates follow:

Year	Pre-Medicare	Medicare	Medicare (reflecting IRA)
2023-2024	7.00%	6.50%	6.50%
2024-2025	7.00%	6.50%	13.00%
2025-2026	6.75%	6.25%	12.00%
2026-2027	6.50%	6.00%	4.35%
2027-2028	6.25%	5.75%	4.35%
2028-2029	6.00%	5.50%	4.35%
2029-2030	5.75%	5.25%	4.35%
2030-2031	5.50%	5.00%	4.35%
2031-2032	5.25%	4.75%	4.35%
2032-2033	5.00%	4.50%	4.35%
2033-2034	4.75%	4.50%	4.43%
2034+	4.50%	4.50%	4.50%

The LSU Health Plan's healthcare cost trend rates are as follows (rates are applied on a select and ultimate basis with the select trend reduced 0.30% each year through 2033, and 0.10% thereafter until reaching the ultimate trend rate):

Benefit	Select	Ultimate
Pre-Medicare Medical and Rx Benefits	7.75%	4.00%
Medicare Benefits	6.75%	4.00%
Stop Loss Fees	7.75%	4.00%
Administrative Fees	4.00%	4.00%

Proportionate Shares of the OPEB Liability Based on Changes in the Discount Rate

The following schedule presents the sensitivity of the System's proportionate share of the total collective OPEB liability based on changes in the discount rate that are one percentage point lower and one percentage point higher than the current rates:

Proportionate Share of Total Collective OPEB Liability Based on Changes in the Discount Rate

	1.0% Decrease	Current Rate	1.0% Increase
OGB Plan:			
Discount Rate	3.13%	4.13%	5.13%
Proportionate Share of Total	$976,477,438	$841,576,041	$733,570,696
LSU Health Plan:			
Discount Rate	2.93%	3.93%	4.93%
Proportionate Share of Total	$7,790,567	$6,468,548	$5,448,393

Proportionate Shares of the OPEB Liability Based on Changes in the Healthcare Cost Trend Rates

The following schedule presents the sensitivity of the System's proportionate share of the total collective OPEB liability based on changes in the healthcare cost trend rate that are one percentage point lower and one percentage point higher than the current rates:

		1.0% Decrease	Current Rate	1.0% Increase
	Pre-Medicare Rates	6.00% decreasing to 3.5%	7.00% decreasing to 4.5%	8.00% decreasing to 5.5%
	Medicare Rates	5.5% decreasing to 3.5%	6.5% decreasing to 4.5%	7.5% decreasing to 5.5%
	Medicare (reflecting IRA) rates	varies from 12.00% to 3.35%	varies from 13.00% to 4.35%	varies from 14.00% to 5.35%
OGB Plan:		$730,450,154	$841,576,041	$982,197,153
	Pre-Medicare Rates	6.75% decreasing to 3.0%	7.75% decreasing to 4.0%	8.75% decreasing to 5.0%
	Medicare Rates	5.75% decreasing to 3.0%	6.75% decreasing to 4.0%	7.75% decreasing to 5.0%
LSU Health Plan:		$5,374,573	$6,468,548	$7,887,629

Per Capita Health Care Claim Costs

The OGB expected per capita costs for the self-insured plans administered by Blue Cross/Blue Shield were based on medical and prescription drug claims and enrollement for retired participants for the period January 1, 2022 through December 31, 2023. The claims experience was trended to the valuation date. Per capita costs for the fully insured HMO and Medicare Advantage plans were based on calendar year 2024 premiums adjusted to the valuation date using the Medicare trend reflecting IRA assumption above. In addition, per capita costs were adjusted for expected age-related differences in morbidity applicable to retirees, except for costs for the Via Benefits HRA plan, which provides a flat monthly subsidy.

For the LSU Health Plan, the expected retiree claim costs were developed using 24 months of historical claim experience through January 2024. For Option 3, per capita claim costs are developed by applying age adjustments to the current fully insured premiums. A blend of both active and retiree data was utilized and age adjusted.

OPEB Expense (Benefit) and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended June 30, 2024, the System recognized an OPEB expense totaling $7,438,956, comprised of $8,069,980 of expense for OGB offset by ($631,024) of a benefit for the LSU Health Plan. The System reported deferred outflows of resources and deferred inflows of resources related to OPEB as follows:

	Deferred Outflows			Deferred Inflows		
	OGB	LSU Health	Totals	OGB	LSU Health	Totals
Changes in employer's proportionate share of total OPEB liability	$23,197,482		$23,197,482	$5,702,108		$5,702,108
Difference between proportionate share of employer benefit payments and actual benefit payments	651,605		651,605	6,581,147		6,581,147
Differences between expected and actual experience	16,984,376		16,984,376		$1,389,094	1,389,094
Changes in assumptions	53,054,293	$1,104,664	54,158,957	176,007,013	2,710,040	178,717,053
Employer contributions subsequent to the measurement date	34,050,322		34,050,322			
Total	$127,938,078	$1,104,664	$129,042,742	$188,290,268	$4,099,134	$192,389,402

Deferred outflows of resources related to OPEB from the System's benefit payments subsequent to the measurement date will be recognized as a reduction of the total collective OPEB liability in the year ending June 30, 2025. Because the LSU Health Plan's measurement date was June 30, 2024, there are no deferred outflows for System benefit payments at June 30, 2024, for the LSU Health Plan. Other amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in OPEB expense (benefit) as follows:

Fiscal year ending June 30,	OGB	LSU Health	Total
2025	($31,373,545)	($772,088)	($32,145,633)
2026	(45,236,319)	(822,622)	(46,058,941)
2027	(22,854,793)	(693,185)	(23,547,978)
2028	5,062,145	(666,544)	4,395,601
2029		(34,530)	(34,530)
2030		(5,501)	(5,501)
Total	($94,402,512)	($2,994,470)	($97,396,982)

11. LEASE OBLIGATIONS

Lessee Leases

The System's lessee leasing arrangements consist primarily of leasing property and equipment for providing aviation education to students, leasing telephone, television, internet and radio equipment, and leasing office space and property for providing educational and other services to students. Leases, as a lessee, are included in intangible right-to-use assets and lease obligations on the Statement of Net Position. An intangible right-to-use asset represents the System's right to use an underlying asset for the lease term. Lease obligations represent the System's liability to make lease payments arising from the lease agreement. Intangible right-to-use assets and lease obligations are recognized based on the present value of lease payments over the lease term, where the initial term exceeds 12 months.

Variable payments are based on future performance or usage and are not included in the measurement of the lease liability. For FY24, the System made variable payments on its leases totaling $23,603. For FY24, the system had no residual value guarantee payments, termination penalties or other expenses related to its leases.

As disclosed in Note 5, the System has a total of $12,440,407 (gross not considering accumulated amortization) right-to-use, or leased assets (not including leased intangible assets which are disclosed in Note 25). The right-to-use assets are amortized using a straight-line basis over the shorter of the lease term or useful life of the underlying asset.

Following is a schedule of principal and interest requirements to maturity, for the University's lease liability:

Fiscal Year Ending June 30,	Principal	Interest	Total
2025	$2,111,730	$76,658	$2,188,388
2026	1,901,577	52,985	1,954,562
2027	1,587,122	29,711	1,616,833
2028	581,317	16,254	597,571
2029	119,343	13,247	132,590
2030-2034	269,002	48,190	317,192
2035-2039	62,675	36,228	98,903
2040-2044	47,603	32,942	80,545
2045-2049	76,177	28,594	104,771
2050-2054	114,439	21,845	136,284
Thereafter	221,038	12,941	233,979
Total Lease Liability	$7,092,023	$369,595	$7,461,618

Lessor Leases

The System's lessor leasing arrangements consist primarily of leasing property for providing an accredited internship program with a hotel and restaurants to students, leasing property for office space, and leasing building rooftops for cellular towers and solar panels. Income arising from leases as a lessor is included as a receivable and deferred inflow of resources at the commencement of the lease and revenue is recognized on a straight-line basis over the lease term.

The University of Louisiana Monroe Facilities, Inc. (a blended component unit of University of Louisiana Monroe) is reported under FASB accounting standards, the requirements of which differ from the requirements of GASB Statement No. 87, *Leases.* Lumen Technologies donated a facility to University of Louisiana Monroe Facilities, Inc, then entered into an agreement whereby Lumen Technologies leases back approximately 52,000 square feet of office space within the donated property. The leaseback agreement is for an initial three-year term, with extension options for two additional one-year terms. The agreement notes a monthly base rent of $92,246.

The following is a schedule of the System's lease related revenues for the year ended June 30, 2024:

Lease Revenue	$1,621,558
Interest Revenue	284,168
Other lease related revenues	NONE
Total FY24 Lease Revenues:	$1,905,726

Variable revenues are based on future performance or usage and are not included in the measurement of the lease receivable or deferred inflows. The following is a schedule of the System's other lease related revenues for the year ended June 30, 2024:

Variable Revenues	$557,668
Residual Value Guarantees	NONE
Termination Penalties	NONE
Other	NONE
Total FY24 Variable and Other Revenues	$557,668

12. LONG-TERM LIABILITIES

Following are summaries of bond and other long-term debt transactions of the System for the year ended June 30, 2024:

University of Louisiana System

	Beginning Balance	Adjustments	Restated Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within One Year
Bonds and Notes Payable:							
Notes payable	$3,296,099		$3,296,099		($820,296)	$2,475,803	$808,384
Publicly offered	472,539,053		472,539,053	$25,324,652	(17,838,525)	480,025,180	17,328,433
Direct borrowing/placements	164,604,817		164,604,817	1,455,048	(12,334,823)	153,725,042	12,439,836
Total bonds payable	637,143,870		637,143,870	26,779,700	(30,173,348)	633,750,222	29,768,269
Total bonds and notes payable	640,439,969	None	640,439,969	26,779,700	(30,993,644)	636,226,025	30,576,653
Other liabilities:*							
Accrued compensated absences payable	53,736,208		53,736,208	13,314,895	(11,916,228)	55,134,875	6,275,107
Lease obligations	9,096,516		9,096,516	1,377,190	(3,381,683)	7,092,023	2,111,729
Subscription obligations	16,818,214	($573,465)	16,244,749	8,280,958	(12,573,445)	11,952,262	5,738,328
Total other liabilities	79,650,938	(573,465)	79,077,473	22,973,043	(27,871,356)	74,179,160	14,125,164
Total	$720,090,907	($573,465)	$719,517,442	$49,752,743	($58,865,000)	$710,405,185	$44,701,817

* See notes 8 and 10 for the required disclosures related to changes in the net pension and total OPEB liabilities.

University of Louisiana at Lafayette Foundation

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within One Year
Notes payable	$260,027	NONE	($27,276)	$232,751	$28,651

Details of all debt outstanding at June 30, 2024, are as follows:

Bonds Payable - Publicly Offered

Issue	Date of Issue	Original Issue	Beginning Principal Outstanding	Issued (Redeemed)	Ending Principal Outstanding	Maturities	Interest Rates	Interest Outstanding at Fiscal Year End
Louisiana Tech University								
Innovative Student Facilities, Inc. (blended component unit):								
Louisiana Local Government Environmental								
Facilities and Community Development Authority:								
Student Housing and Related								
Refunding Bonds Series 2013	June 6, 2013	$19,065,000	$11,640,000	($940,000)	$10,700,000	2034	3.0-5.0%	$2,253,957
Student Housing and Related Facilities								
Refunding Bonds Series 2015	December 29, 2015	43,020,000	33,935,000	(1,550,000)	32,385,000	2038	3.0-5.0%	11,932,750
Student Housing Series 2016 A	August 16, 2016	36,695,000	33,700,000	(625,000)	33,075,000	2047	2.25-4.0%	17,634,475
Student Housing Series 2020	May 28, 2020	49,145,000	48,305,000	(880,000)	47,425,000	2051	3.0-5.0%	29,789,530
McNeese State University								
Cowboy Facilities, Inc. (blended component unit):								
Louisiana Local Government Environmental								
Facilities and Community Development Authority:								
Student Parking - Series 2021 Refunding Bonds	December 16, 2021	11,020,000	10,265,000	(385,000)	9,880,000	2042	3.0-4.0%	3,206,450
Student Housing - Series 2022 Refunding Bonds	February 9, 2022	11,250,000	9,665,000	(800,000)	8,865,000	2033	3.0-4.0%	1,868,200
University Student Union Building Bonds Series 2024	May 8, 2024	12,840,000		12,840,000	12,840,000	2054	4.0-5.0%	10,681,910
Nicholls State University								
NSU Facilities Corporation (blended component unit):								
Louisiana Local Government Environmental								
Facilities and Community Development Authority:								
Student Self-Assessed Fees - Series 2021	March 11, 2021	8,415,000	7,900,000	(280,000)	7,620,000	2041	4.00%	3,066,800
Southeastern Louisiana University								
University Facilities, Inc. (blended component unit):								
Intermodal Parking - Series 2007 A and B	March 14, 2007	8,035,000	2,795,000	(265,000)	2,530,000	2037	4.0 - 4.375%	530,819
Student Housing - Series 2013 Refunding Bonds	November 13, 2013	40,910,000	12,505,000	(3,935,000)	8,570,000	2027	4.00 - 5.25%	371,287
Housing Project - Series 2017 Revenue Bonds	June 6, 2017	35,465,000	35,465,000		35,465,000	2048	5.00%	18,348,125
Student Housing - Series 2019 Refunding Bonds	February 7, 2019	11,960,000	11,960,000		11,960,000	2035	4.00 - 5.00%	3,690,375
LCDA Revenue Refunding Bonds Series 2020	November 24, 2020	20,535,000	19,100,000	(740,000)	18,360,000	2041	2.00-4.00%	6,939,400
University of Louisiana at Lafayette								
Ragin' Cajun Facilities, Inc. (blended component unit):								
Lafayette Public Trust Financing Authority:								
Housing and Parking Project								
Refunding Bonds Series 2012	October 30, 2012	14,740,000	9,455,000	(775,000)	8,680,000	2033	3.63 - 5.0%	1,538,142
Louisiana Local Government Environmental								
Facilities and Community Development Authority:								
Ragin' Cajun Facilities, Inc. -								
Cajundome Project Series 2015	August 18, 2015	18,500,000	18,500,000		18,500,000	2045	3.5 - 4.125%	10,401,924
Revenue Refunding Bonds - Student								
Housing and Parking - Series 2017	April 19, 2017	95,945,000	88,265,000	(3,015,000)	85,250,000	2042	3.5 - 5.0%	38,555,713
Housing and Parking Project Series 2018	May 23, 2018	47,410,000	47,410,000		47,410,000	2049	5.00%	50,846,875
Student Union and University Facilities Project								
Series 2021 Refunding 2010	September 23, 2021	14,550,000	14,025,000	(545,000)	13,480,000	2041	4.00%	4,962,400
Lewis Street Parking Garage Project								
Series 2021 Refunding 2013	September 23, 2021	18,550,000	18,005,000	(560,000)	17,445,000	2044	4.00%	7,725,050
Athletic Facilities Project								
Series 2021 Refunding 2013	September 23, 2021	17,380,000	16,870,000	(525,000)	16,345,000	2044	4.00%	7,233,850
University of Louisiana at Lafayette Facilities Project								
Series 2023A Tax Exempt	October 31, 2023	11,335,000		11,335,000	11,335,000	2049	4.75 - 5.13%	9,922,370
University of Louisiana at Lafayette Facilities Project								
Series 2023B Taxable	October 31, 2023	2,705,000		2,705,000	2,705,000	2032	5.63 - 6.25%	670,370
Total		549,470,000	449,765,000	11,060,000	460,825,000			
Discounts			(363,831)	(223,669)	(587,500)			
Premiums			33,597,534	(2,497,880)	31,099,654			
Deferred loss on refunding			(467,915)	103,205	(364,710)			
Bond issuance costs			(9,991,735)	(955,529)	(10,947,264)			
Total		$549,470,000	$472,539,053	$7,486,127	$480,025,180			$242,170,772

Bonds Payable – Direct Borrowings/Placements

Issue	Date of Issue	Original Issue	Beginning Principal Outstanding	Issued (Redeemed)	Ending Principal Outstanding	Maturities	Interest Rates	Interest Outstanding at Fiscal Year End
Louisiana Tech University								
Innovative Student Facilities, Inc. (blended component unit):								
Louisiana Local Government Environmental								
Facilities and Community Development Authority:								
University Athletic and Related Facilities								
Series 2014	April 10, 2014	$9,000,000	$6,815,000	($300,000)	$6,515,000	2039	4.48%	$2,571,072
Student Housing Bonds - Series 2016 B	June 7, 2016	4,000,000	4,000,000		4,000,000	2047	4.50%	3,084,300
McNeese State University								
Field House - Series 2009	August 6, 2009	6,000,000	2,640,000	(335,000)	2,305,000	2030	3.93%	281,880
Nicholls State University								
NSU Facilities Corporation (blended component unit):								
Louisiana Local Government Environmental								
Facilities and Community Development Authority:								
Student Revenue Housing - Series 2007 B	August 23, 2007	32,380,000	32,380,000		32,380,000	2039	4.49%	12,495,695
Streets and Parking Revenue Bonds -								
Series 2016 A	February 16, 2016	1,975,000	450,000	(225,000)	225,000	2025	2.30%	5,175
Cafeteria and Student Union Revenue Bonds -								
Series 2016 B	February 16, 2016	4,000,000	2,145,000	(275,000)	1,870,000	2030	3.71%	250,054
Student Housing Revenue Refunding Bonds -								
Series 2017	December 1, 2017	10,605,000	1,660,000	(1,660,000)		2024	2.86%	
Northwestern State University								
Wellness, Recreation, and Activity								
Center Bonds - Series 2011	October 25, 2011	4,500,000	430,000	(430,000)		2024	3.8%	
University of Louisiana at Lafayette								
Ragin' Cajun Facilities, Inc. (blended component unit):								
Louisiana Local Government Environmental								
Facilities and Community Development Authority -								
Baseball Stadium Project - Series 2017	September 27, 2017	10,145,000	7,560,000	(575,000)	6,985,000	2034	3.50%	1,231,694
Cajundome Refunding Lease, Revenue Bonds								
Series 2016	August 2, 2016	11,005,000	6,335,000	(855,000)	5,480,000	2030	2.47%	362,678
Cajundome Project, Series 2019	July 10, 2019	2,600,000	2,125,000	(165,000)	1,960,000	2034	2.91%	280,573
University of Louisiana at Monroe								
ULM Facilities, Inc. (blended component unit):								
Louisiana Local Government Environmental								
Facilities and Community Development Authority:								
Student Housing, Infirmary, and Student Center:								
Revenue Bonds Series 2004 A & A-T	June 30, 2004	35,210,000	23,065,000	(1,680,000)	21,385,000	2035	1.57%	1,910,158
Revenue Bonds Series 2004 C & C-T	December 8, 2004	33,680,000	22,120,000	(1,300,000)	20,820,000	2036	1.65%	2,351,244
Revenue and Refunding Bonds - Series 2014								
Stadium and Scoreboard	June 30, 2014	1,845,000	210,000	(210,000)		2024	2.92%	0
Revenue Refunding Bonds, Student Center -								
Series 2014	July 9, 2014	1,645,000	610,000	(145,000)	465,000	2027	3.14%	22,544
Revenue Bonds, Student Center - Series 2016	March 8, 2016	6,000,000	4,390,000	(270,000)	4,120,000	2036	2.62%	748,927
Revenue Bonds - Series 2017	June 14, 2017	4,000,000	1,730,000	(415,000)	1,315,000	2027	2.75%	73,013
Revenue Bonds - Series 2018	August 1, 2018	2,000,000	960,000	(230,000)	730,000	2027	3.56%	52,688
Revenue Bonds - Series 2020	December 1, 2020	5,500,000	4,580,000	(320,000)	4,260,000	2035	3.07%	824,756
Revenue and Refunding Bonds - Series 2023	August 30, 2023	1,550,000		1,550,000	1,550,000	2039	4.80%	624,095
University of New Orleans								
Revenue Bonds - Series 2012	August 22, 2012	9,700,000	3,635,000	(685,000)	2,950,000	2028	2.99%	179,699
Revenue Bonds Series 2015	February 27, 2015	2,990,000	2,910,000	(15,000)	2,895,000	2031	3.47%	547,653
Revenue Bonds Series 2015 B	May 29, 2015	3,580,000	1,090,000	(353,000)	737,000	2026	2.90%	32,219
Revenue Bonds Series 2020	December 18, 2020	7,830,000	6,255,000	(725,000)	5,530,000	2031	2.55%	507,832
UNO Research and Technology Foundation*								
(blended component unit):								
Revenue Refunding Bonds Series 2022	September 8, 2022	29,820,000	29,820,000	(1,560,000)	28,260,000	2036	2.96%-3.63%	5,527,010
Total		241,560,000	167,915,000	(11,178,000)	156,737,000			
Bond issuance costs and insurance costs			(3,310,183)	298,225	(3,011,958)			
Total		$241,560,000	$164,604,817	($10,879,775)	$153,725,042			$33,964,959

*Fiscal year ended December 31, 2023

On May 8, 2024, Cowboy Facilities, Inc., (a blended component unit of McNeese State University) issued $12,840,000 of Louisiana Local Government Environmental Facilities and Community Development Authority University Student Union Building – Series 2024 revenue bonds to construct a new student union.

On August 30, 2023, the Louisiana Local Government Environmental Facilities and Community Development Authority issued $1,550,000 of revenue refunding bonds to the ULM Facilities, Inc. (a blended component unit of the University of Louisiana at Monroe) to finance a new Athletic Scoreboard project and pay bond issuance costs.

On October 31, 2023, Ragin Cajun Facilities, Inc., (a blended component unit of the University of Louisiana at Lafayette) issued $11,335,000 of Louisiana Local Government Environmental Facilities and Community Development Authority – Series 2023A Tax Exempt revenue bonds and $2,705,000 of Louisiana Local Government Environmental Facilities and Community Development Authority – Series 2023B Taxable revenue bonds for financing the design, development, equipping, renovation, reconstruction and/or construction of additional premium seating in the University's football stadium and related facilities.

The annual requirements to amortize all System bonds outstanding at June 30, 2024, follow:

	Publicly Offered		Direct Placements/Borrowings	
	Principal	Interest	Principal	Interest
2025	$17,045,000	$19,752,666	$12,600,000	$4,753,303
2026	17,725,000	19,096,066	12,940,000	4,366,846
2027	18,260,000	18,295,236	13,030,000	3,978,879
2028	19,135,000	17,426,107	12,618,000	3,591,109
2029	20,000,000	16,553,458	13,203,000	3,206,082
2030-2034	105,540,000	68,703,539	59,711,000	10,428,813
2035-2039	98,605,000	46,445,670	29,900,000	3,118,489
2040-2044	86,910,000	26,238,667	1,590,000	442,575
2045-2049	68,615,000	8,975,097	1,145,000	78,863
2050-2054	8,990,000	684,266		
Sub-total	460,825,000	242,170,772	156,737,000	33,964,959
Unamortized Discount/ Premium/Issuance Costs	19,200,180		(3,011,958)	
Total	$480,025,180	$242,170,772	$153,725,042	$33,964,959

Following is a summary of the debt service reserve requirements of the various bond issues outstanding at June 30, 2024:

Bond Issue	Reserves Available	Reserve Requirement	Excess/ (Deficiency)
Publicly Offered:			
Louisiana Tech University			
Innovative Student Facilities, Inc., Revenue Bonds 2013	$684,484	$684,484	NONE
McNeese State University			
Cowboy Facilities, Inc.			
Student Parking - Series 2021 Refunding Bonds	739,302	730,150	$9,152
Student Housing - Series 2022 Refunding Bonds	1,129,735	1,125,000	4,735
Nicholls State University			
NSU Facilities, Inc.			
Revenue Bonds 2021	647,148	598,500	48,648
Southeastern Louisiana University			
University Facilities, Inc.			
Revenue Bonds 2007	436,077	386,138	49,939
Revenue Bonds 2013	2,315,122	2,045,500	269,622
Total publicly offered	5,951,868	5,569,772	382,096
Direct Placements/Borrowings:			
McNeese State University			
McNeese State University Field House Project, Series 2009	452,288	434,563	17,725
Nicholls State University			
NSU Facilities, Inc.			
Revenue Bonds, Series 2017	3,548,018	3,275,945	272,073
University of New Orleans			
Series 2020 Revenue Bonds	861,185	783,000	78,185
Total direct placements/borrowings	4,861,491	4,493,508	367,983
Total reserves	$10,813,359	$10,063,280	$750,079

In addition to the debt reserves above, as permitted by the universities' and/or their respective facility corporations' bond indentures, the universities and/or their respective facility corporations obtained surety bonds that meet the definition as reserve fund investments and guarantee payments to fund reserve requirements as follows:

Bond Issue	Guaranteed Payment Not to Exceed
Publicly Offered Bonds:	
Louisiana Tech University	
Innovative Student Facilities, Inc.:	
Revenue Refunding Bonds - Series 2015	$3,308,150
Revenue Bonds - Series 2016 A	$2,583,015
Revenue Bonds - Series 2020	$2,862,513
McNeese State University	
Student Union Series 2024 Revenue Bonds	$3,475,000
Southeastern Louisiana University	
University Facilities, Inc.	
Housing Project - Series 2017 Revenue Bonds	$4,532,875
Student Housing - Series 2019 Refunding Bonds	$2,254,200
Revenue Refunding Bonds- Series 2020	$1,484,100
University of Louisiana at Lafayette	
Ragin' Cajun Facilites, Inc.:	
Refunding Bonds - Series 2012	$1,171,344
Cajundome Project - Series 2015	$1,527,385
Housing and Parking Project Refunding Bonds - Series 2017	$7,121,575
Housing Project Bonds - Series 2018	$4,642,070
Student Union/University Series - 2021 Refunding 2010	$1,096,500
Lewis Street Parking Garage Project Series - 2021 Ref 2013	$1,272,300
Athletic Facilities Project - Series 2021 Refunding 2013	$1,190,600
Facilities Project - Series 2023A Tax-Exempt	$994,731
Facilities Project - Series 2023B Taxable	$428,125
Direct Placement Bonds:	
University of Louisiana at Lafayette	
Ragin' Cajun Facilites, Inc.:	
Cajundome Refunding Lease Revenue Bonds - Series 2016	$1,020,325
University of New Orleans (UNO)	
Revenue Bonds Series 2012	$784,236
Revenue Bonds Series 2015	$997,003
Revenue Bonds Series 2015 B	$384,846
UNO Research and Technology Foundation*	
Revenue Refunding Bonds Series 2022	$2,899,310

* Fiscal year ended December 31, 2023

The bond indentures for both the publicly offered and direct placement bonds include events of default in which all bond principal and accrued interest may become immediately due and payable.

Notes Payable - University of Louisiana System

	Date of Issue	Original Issue	Beginning Principal Outstanding	Issued (Redeemed)	Ending Principal Outstanding	Maturities	Interest Rates	Interest Outstanding at Fiscal Year End
Louisiana Tech University								
LA Dept of Revenue Flex Fund 2020A	April 23, 2020	$1,200,775	$855,875	($117,800)	$738,075	2030	2.00%	$52,208
LA Dept of Revenue Flex Fund 2020B	April 23, 2020	529,840	377,800	(52,000)	325,800	2030	2.00%	23,036
University of Louisiana at Lafayette								
MidSouth Bank 1	September 18, 2015	1,300,000	345,625	(149,250)	196,375	2026	4.45%	6,000
University of New Orleans								
UNO Research and Technology Foundation:*								
LPFA	October 19, 1999	1,500,000	241,083	(138,799)	102,284	2025	0%	
Whitney Bank	April 19, 2001	7,350,000	1,476,226	(362,793)	1,113,433	2027	4.10%	68,876
Total		11,880,615	3,296,609	(820,642)	2,475,967			
Note issuance costs			(510)	346	(164)			
Total		$11,880,615	$3,296,099	($820,296)	$2,475,803			$150,120

*Fiscal year ended December 31, 2023

The University of Louisiana at Lafayette Foundation, Inc. had the following outstanding note payable at June 30, 2024:

Note	Date of Issue	Original Issue	Beginning Principal Outstanding	Issued (Redeemed)	Ending Principal Outstanding	Maturities	Interest Rates	Interest Outstanding at Fiscal Year End
University of Louisiana at Lafayette Foundation, Inc.								
U.S. Department of Education	June 9, 2011	$500,000	$260,027	($27,276)	$232,751	2031	4.75%	$41,915
Total		$500,000	$260,027	($27,276)	$232,751			$41,915

The annual requirements to amortize all System notes outstanding at June 30, 2024, follow:

	Principal	Interest
2025	$808,384	$66,194
2026	608,600	41,277
2027	517,208	20,879
2028	177,975	10,835
2029	180,800	7,275
2030-2034	183,000	3,660
Sub-total	2,475,967	150,120
Unamortized Discount/ Premium/Issuance Costs	(164)	
Total	$2,475,803	$150,120

The annual requirements to amortize notes outstanding for the University of Louisiana at Lafayette Foundation, Inc. at June 30, 2024 follow:

	Principal	Interest
2025	$28,651	$10,582
2026	30,062	9,172
2027	31,542	7,691
2028	33,079	6,154
2029	34,724	4,510
2030-2034	74,693	3,806
Total	$232,751	$41,915

13. REFUNDING OF BONDS

On August 30, 2023, the Louisiana Local Government Environmental Facilities and Community Development Authority issued $1,550,000 in Revenue and Refunding Bonds (Series 2023 Athletic Improvements Project). The proceeds of the bond issue were loaned to ULM Facilities, Inc (a blended component unit of the University of Louisiana at Monroe) to refund the remaining principal balance of the Series 2014 Revenue and Refunding Bonds, to finance a new Athletic Scoreboard project, and to pay bond issuance costs. The bonds carry a rate of 4.80% per annum and mature on July 1, 2038.

14. INTEREST RATE SWAP AGREEMENT

The NSU Facilities Corporation (a blended component unit of Nicholls State University) is reported under FASB accounting standards, the requirements of which differ from the requirements of GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments* and GASB Statement No. 64, *Derivative Instruments: Application of Hedge Accounting Termination Provisions - an amendment of GASB Statement No. 53*.

The Louisiana Local Government Environmental Facilities and Community Development Authority (the "Authority") issued its $32,380,000 Revenue Bonds (Nicholls State University Student Housing / NSU Facilities Corporation Project) Series 2007B Bonds (the "2007B Bonds"), the proceeds of which were loaned to the NSU Facilities Corporation (the "Corporation"). The 2007B Bonds were issued as variable rate securities and bear interest at the variable rate in effect from time to time. On December 8, 2017, the 2007B Bonds were remarketed from a variable rate demand bond secured by the existing Assured Guaranty bond insurance and a liquidity facility provided by Regions Bank in the form of a stand-by bond purchase agreement confirmed by a Federal Home Loan Bank-Atlanta letter of credit ("Liquidity Facility") to a bond secured by the existing Assured Guaranty bond insurance directly purchased by Regions Capital Advantage, Inc. (the "Bondholder"). The necessity of this remarketing was due the termination of the Liquidity Facility securing the 2007B Bonds.

Objective of the Swap: In order to hedge interest rate exposure on the 2007B Bonds at the request of the Corporation, the Authority entered into an interest rate swap (the "Swap") with Morgan Keegan Financial Products, Inc. (the "Original Provider"). The

Swap was originally effective as of August 15, 2007, and was subsequently amended on June 20, 2008, as more fully described in the Master Agreement, Schedule to the Master Agreement, Replacement Transaction Agreement and Confirmation dated August 15, 2007, and the Amended Confirmation dated June 20, 2008 (the "Original Swap Documents"). In connection with the remarketing of the 2007B Bonds, and pursuant to the terms of the Replacement Transaction Agreement, the Original Provider has assigned its rights under the Original Swap Documents to Deutsche Bank AG, New York Branch (the "Replacement Provider") and the Original Swap Documents were amended pursuant to an Amended and Restated Confirmation (the "Amended and Restated Confirmation" and, together with the Original Swap Documents, the "Swap Documents") between the Authority and the Replacement Provider.

Corporation Liable For Swap Payments: The Corporation is liable to the Authority to make Swap payments and 2007B Bond debt service payments pursuant to the terms of the transaction documents. Any amounts owed by the Authority to the Replacement Provider of the Swap are obligations of the Corporation.

Terms: Under the amended terms of the Swap since July 1, 2023, the Authority pays a fixed rate of 5.622%, and the Replacement Provider pays a variable rate equal to (i) 70% of the sum of the Secured Overnight Financing Rate (SOFR) plus 0.11448% plus (ii) 1.50% through June 1, 2039, all as more fully described in the Swap Documents.

Fair Value: The fair value of the Swap as of June 30, 2024, which is not reported in the financial statements, was approximately $2,758,000 in favor of the Replacement Provider. The fair value was provided by Sisung Securities Corporation.

Credit Risk: Credit risk is the risk that the counterparty will not fulfill its obligations. At June 30, 2024, the Authority is not exposed to credit risk because the Swap has a negative fair value. However, should interest rates change and the fair value of the Swap becomes positive, the Authority would be exposed to credit risk in the amount of the Swap's fair value.

Basis Risk: Basis risk is the risk that arises when variable interest rates on a Swap and the associated debt are based on different indexes. Under the Swap, the floating rate paid to the Authority by the Replacement Provider is based on the same floating rate benchmark index as the 2007B Bonds (70% of the sum of SOFR plus 0.11448%). Therefore, the Authority is not exposed to basis risk on the Swap.

Termination Risk: The Authority or the Replacement Provider may terminate the Swap if the other party fails to perform under the terms of the contract. The Swap may be terminated if either party fails to make payment when due; breaches the Swap Documents; made or repeated or deemed to have made or repeated a misrepresentation; bankrupts; or merges without assumption or commits an illegality. If the Swap is terminated, the variable-rate bond would no longer carry a synthetic interest rate. Also, if at the time of termination the Swap has a negative fair value, the Authority would be liable to the Replacement Provider for a payment equal to the Swap's fair value.

Rollover Risk: Rollover risk is the risk that the Swap does not extend to the maturity of the associated debt. The Authority is not exposed to rollover risk because the Swap terminates in conjunction with the maturity of the associated bond. The Swap terminates on June 1, 2039, and the 2007B Bonds mature on June 1, 2039.

Interest Rate Risk: Interest rate risk is the risk that the interest rate will change over some interval while the 2007B Bonds are outstanding. The Authority has entered into this fixed rate Swap agreement to mitigate interest risk associated with the underlying variable rate 2007B Bonds.

15. REVENUE USED AS SECURITY FOR REVENUE BONDS

Pledged revenues are specific revenues that have been formally committed to directly collateralize or secure debt of the pledging government.

McNeese State University

McNeese State University Field House Revenue Bonds Series 2009

The pledged revenues for this bond include (1) a university student self-assessed fee in the amount of $10 per semester obligated and dedicated to the Field House Project and the maintenance and operations; (2) the entirety of the university's portion of the monies in the Calcasieu Parish Higher Education Improvement Fund from the 1% hotel motel occupancy tax; (3) revenues received by the university's athletic department budget from a $2 increase in ticket sales that began with the 2008 football season, the total dedication not to exceed $100,000 annually from the university's budget; and (4) all funds and accounts held pursuant to the Bond Resolution, except any fund created to hold monies pending rebate to the United States for payment of costs of issuance of bonds. Pledged revenues shall not include funds appropriated to the board or the university by the State Legislature from time to time. The debt secured by the revenues pledged was for renovation and expansion of the university's athletic field house, including adding a second floor to the facility, funding a debt service reserve fund, funding a maintenance reserve fund, and paying the costs of issuance of the bonds.

The original principal on the bonds totaled $6,000,000, and the debt secured by the pledge is $2,305,000. The approximate remaining amount of the pledge is $2,586,880 at June 30, 2024, representing principal and interest totaling $2,305,000 and $281,880, respectively. The revenues are pledged for the period August 2009 through June 2030. For the year ended June 30, 2024, the requirements for principal and interest were $335,000 and $97,169, respectively. Pledged revenues recognized for the period totaled $2,021,494.

Northwestern State University

Wellness, Recreation, and Activity Center Bonds, Series 2011

Specific pledged revenue for this bond is student self-assessed fees approved for the project by the students of the University in the amount of $75 per semester. The original principal on the bonds totaled $4,500,000, and the approximate remaining amount of the pledge is $0 at June 30, 2024. The term of commitment was 25 years beginning in October 1999 and ending in April 2024. The general purpose for the debt secured by the pledge was the planning, acquisition, construction, and equipping of the university's Student Wellness, Recreation, and Activity Center. The dedicated revenues are pledged 100% annually up to the current amount due for principal and interest. For the year ended June 30, 2024, the requirements for principal and interest were $430,000 and $16,340, respectively. The amount of pledged revenues recognized for fiscal year 2024 totaled $1,063,261.

University of New Orleans

Revenue Bond Series 2012, Recreation and Wellness Center

Revenue pledged for these bonds includes per semester student charges and other fees imposed on users of the fitness center. The original principal on the bonds totaled $9,700,000, and the bonds was issued for refunding of Series 1998 bonds and the construction of the student fitness center. The debt secured by the pledge is $3,913,145. The approximate remaining amount of the pledge is $3,129,699 at June 30, 2024, representing principal and interest totaling $2,950,000 and $179,699, respectively. The term of commitment is August 2012 through October 2027. For the year ended June 30, 2024, the requirements for principal and interest were $685,000 and $98,446, respectively. The amount of pledged revenues recognized during the period totaled $1,173,221. These revenues are also pledged for the Series 2015 Recreation and Wellness Center bonds.

Revenue Bond Series 2015, Recreation and Wellness Center

Revenue pledged for these bonds includes per semester student charges and other fees imposed on users of the fitness center. The original principal on the bonds totaled $2,990,000, and the bonds were issued to refund the Series 1998 bonds, originally issued for the construction of the student fitness center. The debt secured by the pledge is $3,558,370. The approximate remaining amount of the pledge is $3,442,653 at June 30, 2024, representing principal and interest totaling $2,895,000 and $547,653, respectively. The term of commitment is February 2015 through October 2030. For the year ended June 30, 2024, the requirements for principal and interest were $15,000 and $100,717, respectively. The amount of pledged revenues recognized for the fiscal year 2024 totaled $1,173,221. These revenues are also pledged for the Series 2012 Recreation and Wellness Center bonds.

Revenue Bonds Series 2015, Auxiliaries

Revenue pledged for these bonds includes student housing, food and vending services, the student union, and other miscellaneous auxiliaries. The original principal on the bonds was $3,580,000, and the bonds were issued for refunding of the auxiliary portion of the Series 2004B bonds. The debt secured by the pledge is $1,153,829. The approximate remaining amount of the pledge is $769,219 at June 30, 2024, representing principal and interest totaling $737,000 and $32,219, respectively. The term of commitment is May 2015 through May 2026. For the year ended June 30, 2024, the requirements for principal and interest payments were $353,000 and $31,610, respectively. The amount of pledged revenues recognized for the fiscal year 2024 totaled $11,462,842

Revenue Bonds Series 2020, ERP Software

Revenue pledged for these bonds includes Facilities Use Maintenance Fund, Building Use Fees, and Student Health Services Fees. The total principal drawn on the bonds was $7,830,000, and the bonds were issued for the acquisition of a cloud-based enterprise resource planning software; and providing for other matters in connection therewith. The debt secured by the pledge is $6,913,091. The approximate remaining amount of the pledge is $6,037,832 at June 30, 2024, representing principal and interest totaling $5,530,000 and $507,832, respectively. The term of commitment is December 2020 through December 2030. For the year ended June 30, 2024, the requirements for principal and interest payments were $725,000 and $150,259, respectively. The amount of pledged revenues recognized for the fiscal year 2024 totaled $2,090,506.

16. RESTATEMENT OF BEGINNING NET POSITION

The beginning net position as reflected on Statement B for the System has been restated to reflect the following changes:

	Beginning Balances as Previously Reported	Restatements	Beginning Balances as Restated
By Statement of Net Position Line:			
Current Investments	$19,397,980	$7,396,506	$26,794,486
Capital Assets, net	1,858,492,269	14,578,677	1,873,070,946
Accounts Receivables, net	160,867,108	(1,827,661)	159,039,447
Accounts payable and accrued liabilities	(98,085,713)	(2,748,951)	(100,834,664)
Subscription Obligation - current	(7,980,234)	573,465	(7,406,769)
Other Liabilities - current	(4,909,361)	11,469	(4,897,892)
P3 Receivable	10,296,615	(10,296,615)	
P3 Deferred Inflow	(10,296,615)	(6,789,862)	(17,086,477)
Unearned revenues - current	(68,118,684)	1,815,920	(66,302,764)
By Net Position Line:			
Unrestricted net position	(1,639,008,962)	(647,501)	(1,639,656,463)
Restricted - expendable	309,718,744	(526,238)	309,192,506
Net investment in capital assets	1,206,373,612	3,886,687	1,210,260,299

The restatements above are related to error corrections, and they increased the System's beginning net position to $102,623,875. Had the error corrections totaling

$2,712,948 affecting fiscal year 2023 been included in the June 30, 2023 Statement of Revenues, Expenses, and Changes in Net Position, the previously reported change in net position of $80,129,424 would have totaled $82,842,372. See below for additional detail on the restatements made by university.

Grambling State University

Several building units were booked with useful lives less than the ULS policy of 40 years, resulting in an over-depreciation of $6,902,442. The adjustment brings all of Grambling's buildings in line with ULS policy. Also, miscoding of an employee benefit has resulted in the understatement of expenses and accounts payable of $2,773,420.

McNeese State University

McNeese State University restated beginning net position by $1,196,508. The restatement is the result of an exclusion of depreciation expenses in fiscal year 2023 in the amount of $708,372 and the reduction in the cost of an asset of $89,926, and the exclusion of construction in progress addition in fiscal years 2022 and 2023 in the amount of $1,994,806.

Northwestern State University

Northwestern State University's restatement did not increase or decrease overall net position. The restatement is to record a building as a P3 asset and P3 deferred inflow in the amount of $7,201,727. The building should have been included in NSU's financial statements when GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements* was implemented in FY23.

Southeastern Louisiana University

During fiscal year 2024, Southeastern Louisiana University determined that both short-term and long-term Investments related to University Facilities Inc., a blended component unit, should be reclassified as short-term and long-term Cash on the Statement of Net Position. As a result, short-term and long-term Investments were overstated, and Cash was understated, for the fiscal year ended June 30, 2023. Cash and Cash Equivalents were restated at the beginning of the year by $8,619,715 on the Statement of Cash Flows. The University has reclassified UFI Investments to be reflected as Cash for fiscal year 2024. The reclassification and correction of the prior year classification did not result in a restatement of beginning net position.

University of Louisiana at Lafayette

During fiscal year 2024, an overall analysis of grant funds discovered errors mainly due to erroneous setup in the ERP system and conversion from the legacy system. The correction of the errors resulted in an overstatement of grant receivables of $2,366,627, an overstatement of unearned revenues of $1,815,920, and an overstatement of grant payables of $24,469 for the fiscal year ended June 30, 2023.

University of Louisiana at Monroe

The university recorded a prior-period adjustment to remove a building that had been completely impaired by a fire during fiscal year 2023. The net book value of the building was $142,800 at June 30, 2023. Buildings were reduced by $204,000, and accumulated depreciation was reduced by $61,200. Insurance proceeds that are expected to be received to cover the cost of replacing the building total $538,966, which is the amount that receivables were restated.

The university recorded a prior period adjustment to remove a Subscription-Based Information Technology Arrangement (SBITA) that should not have been included in the fiscal year 2023 financial statements. This agreement had been replaced with another agreement, and both agreements were reported in fiscal year 2023, when only the new agreement should have been reported. Because of this adjustment, capital assets were reduced by a net of $579,200. The Right-to-Use Intangible Asset was reduced by $1,158,399 and the accumulated amortization was reduced by $579,199. The subscription obligation liability was reduced by $573,465 and accrued interest payable was reduced by $11,469.

University of New Orleans

The University of New Orleans included its public-private partnership related to upgrading its energy management infrastructure in the System's fiscal year 2023 financial statements. The restatement to beginning net position was made to increase current investments $7,396,506, reduce P3 receivable $10,296,615, and decrease P3 deferred inflow balances by $411,865 for that partnership.

17. RESTRICTED NET POSITION

University of Louisiana System

The System's restricted expendable net position at June 30, 2024, follows:

Account Title	Amount
Endowments	$113,513,763
Student Fees	80,984,345
Student Loan Fund	10,695,858
Auxiliary Enterprises	13,857,479
Grants and Contracts	41,519,252
Maintenance Reserves	15,353,064
Capital Construction/Plant Projects	16,125,146
Debt Service/Retirement of Indebtedness	4,137,798
Scholarships	7,991,387
Other	5,996,267
Mineral Lease	19,036,725
Gifts - Restricted by Donors	12,016,250
WRAC Fund	865,688
Total expendable	$342,093,022

Of the total restricted net position reported on Statement A for the year ended June 30, 2024, $66,507,270 was restricted by enabling legislation.

The System's restricted nonexpendable net position totaling $232,242,465 as of June 30, 2024, was comprised entirely of endowment funds.

Donor Restricted Endowments

If a donor has not provided specific instructions, state law permits the System to authorize expenditure of the net appreciation (realized and unrealized) of the investments of endowment funds. Any net appreciation that is spent is required to be spent for the purposes for which the endowment was established.

At June 30, 2024, the System reported restricted-expendable net appreciation of endowments totaling $113,513,763, of which $101,563,029 may be spent for restricted purposes. The System limits endowment spending to the income earned in a given year for purposes specified by donors. The donated portion of the endowments is reported in restricted net position - nonexpendable in the Statement of Net Position; the endowment income is reported in restricted net position - expendable.

University of Louisiana at Lafayette Foundation, Inc.

The ULL Foundation reported its net assets as follows:

Without donor restrictions	$17,829,763
With donor restrictions	210,900,415
Total net assets	$228,730,178

University New Orleans Foundation

The UNO Foundation reported its net assets as follows:

Without donor restrictions	$9,908,973
With donor restrictions	85,713,266
Total net assets	$95,622,239

18. CONDENSED FINANCIAL INFORMATION

Following is condensed financial information for the System's eight blended component units.

Statement of Net Position

	Black and Gold Facilities, Inc.	Innovative Student Facilities, Inc.	Cowboy Facilities, Inc.	NSU Facilities Corporation
Assets:				
Current assets	$159,741	$9,076	$1,525,000	$539,011
Capital assets	334,029	148,167,521	25,218,359	29,921,532
Other assets		7,649,624	24,194,133	10,746,142
Total assets	$493,770	$155,826,221	$50,937,492	$41,206,685
Liabilities:				
Current liabilities	$94,904	$6,485,838	$1,816,096	$2,850,668
Long-term liabilities		135,003,941	30,056,295	46,411,959
Total liabilities	$94,904	$141,489,779	$31,872,391	$49,262,627
Net Position:				
Net investment in capital assets	$334,029	$9,076,556	($4,837,936)	($7,981,149)
Restricted net position - expendable			23,903,037	6,871,697
Unrestricted net position	64,837	5,259,886		(6,946,490)
Total net position	$398,866	$14,336,442	$19,065,101	($8,055,942)

	University Facilities, Inc.	Ragin' Cajun Facilities, Inc.	University of Louisiana at Monroe Facilities, Inc.	University of New Orleans Research and Technology Foundation, Inc.*
Assets:				
Current assets	$21,369,941	$25,311	$5,829,694	$21,811,172
Capital assets	103,403,758	251,522,227	79,740,462	34,142,842
Other assets	2,751,203	21,504,507	3,513,143	26,868,612
Total assets	$127,524,902	$273,052,045	$89,083,299	$82,822,626
Liabilities:				
Current liabilities	$7,108,245	$14,044,578	$5,218,287	$4,187,730
Long-term liabilities	74,884,824	238,588,887	48,636,418	27,048,409
Total liabilities	$81,993,069	$252,633,465	$53,854,705	$31,236,139
Net Position:				
Net investment in capital assets	$26,259,507	$14,027,461	$26,830,935	$32,927,125
Restricted net position - expendable	8,794,712	8,688,108		
Unrestricted net position	10,477,614	(2,296,989)	8,397,659	18,659,362
Total net position	$45,531,833	$20,418,580	$35,228,594	$51,586,487

*Fiscal year ended December 31, 2023

Statement of Revenues, Expenses, and Changes in Net Position

	Black and Gold Facilities, Inc.	Innovative Student Facilities, Inc.	Cowboy Facilities, Inc.	NSU Facilities Corporation
Operating revenues	$2,305,508	$11,475,552	$15,799,595	$5,905,615
Operating expenses	(2,294,147)		(3,895,015)	(324,174)
Depreciation expense		(5,280,979)	(1,265,111)	(3,056,277)
Net operating income	11,361	6,194,573	10,639,469	2,525,164
Nonoperating revenues (expenses):				
Investment income		334,396	310,153	551,315
Interest expense		(5,366,328)	(758,867)	(2,248,002)
Other (net)		(1,674,905)	(39,861)	834,000
Changes in net position	11,361	(512,264)	10,150,894	1,662,477
Net position beginning of the year	387,505	14,848,706	8,914,207	(9,718,419)
Net position end of the year	$398,866	$14,336,442	$19,065,101	($8,055,942)

	University Facilities, Inc.	Ragin' Cajun Facilities, Inc.	University of Louisiana at Monroe Facilities, Inc.	University of New Orleans Research and Technology Foundation, Inc.*
Operating revenues	$19,148,049	$16,044,792	$11,973,621	$10,350,422
Operating expenses	(9,580,456)	(1,360,552)	(4,987,172)	(7,522,561)
Depreciation expense	(4,171,826)	(13,354,114)	(4,176,921)	(2,543,398)
Net operating income	5,395,767	1,330,126	2,809,528	284,463
Nonoperating revenues (expenses):				
Investment income	1,212,478	368,460	315,715	1,933,817
Interest expense	(2,931,989)	(8,955,060)	(1,108,538)	(1,110,574)
Other (net)		1,364,662	(5,538,649)	
Capital contributions/additions to permanent and term endowments		16,976,230		
Changes in net position	3,676,256	11,084,418	(3,521,944)	1,107,706
Net position beginning of the year	41,855,577	9,334,162	38,750,538	50,478,781
Net position end of the year	$45,531,833	$20,418,580	$35,228,594	$51,586,487

*Fiscal year ended December 31, 2023

Statement of Cash Flows

	Black and Gold Facilities, Inc.	Innovative Student Facilities, Inc.	Cowboy Facilities, Inc.	NSU Facilities Corporation
Net cash flows provided (used) by:				
Operating activities	$3,452	$11,961,042	$11,904,580	$5,396,632
Noncapital financing				
Capital and related financing	102,813	(12,835,392)	8,590,753	(4,918,790)
Investing activities		334,396	310,153	543,641
Net increase (decrease) in cash	106,265	(539,954)	20,805,486	1,021,483
Cash, beginning of the year	53,476	8,107,890	4,913,647	9,724,659
Cash, end of the year	$159,741	$7,567,936	$25,719,133	$10,746,142

	University Facilities, Inc.	Ragin' Cajun Facilities, Inc.	University of Louisiana at Monroe Facilities, Inc.	University of New Orleans Research and Technology Foundation, Inc.*
Net cash flows provided (used) by:				
Operating activities	$7,605,796	$24,877,787	$2,330,564	$2,315,873
Noncapital financing				34,135
Capital and related financing	(8,653,768)	(15,360,457)	(6,427,405)	(2,061,585)
Investing activities	1,050,126		315,714	(373,768)
Net increase (decrease) in cash	2,154	9,517,330	(3,781,127)	(85,345)
Cash, beginning of the year	201,738	11,987,177	12,383,386	1,945,536
Cash, end of the year	$203,892	$21,504,507	$8,602,259	$1,860,191

*Fiscal year ended December 31, 2023

19. FUNCTIONAL VERSUS NATURAL CLASSIFICATION OF EXPENSES

Function	Employee Compensation	Benefits	Utilities	Supplies and Services	Scholarships and Fellowships	Depreciation	Totals
Instruction	$295,442,019	$89,297,236	$195,911	$37,304,253	$408,331		$422,647,750
Research	67,490,700	17,540,112	2,115,585	48,460,928	1,454,919		137,062,244
Public Service	32,191,082	10,572,787	70,877	11,463,952			54,298,698
Academic Support	55,054,516	19,277,236	231,975	27,280,250	378,008		102,221,985
Student Services	41,607,902	12,810,855	285,222	27,349,642	334,975		82,388,596
Institutional Support	81,776,110	25,651,506	2,986,348	43,060,593	1,142,140		154,616,697
Operations and Maintenance of Plant	24,841,446	14,186,901	28,456,272	58,390,297	11,489		125,886,405
Depreciation						$109,633,189	109,633,189
Scholarships and Fellowships	254,756	470,087		121,315	94,801,970		95,648,128
Auxiliary Enterprises	70,024,353	18,446,101	14,912,886	145,446,023	11,215,747		260,045,110
Other	695,455	1,522,868		3,264,908			5,483,231
Total operating expenses	$669,378,339	$209,775,689	$49,255,076	$402,142,161	$109,747,579	$109,633,189	$1,549,932,033

20. CONTINGENT LIABILITIES AND RISK MANAGEMENT

Losses arising from judgments, claims, and similar contingencies such as guaranty of mortgage loans on sorority and fraternity houses are considered state liabilities and are paid upon appropriation by the Legislature and not the System. The System only incurred claims and/or litigation cost totaling $10,765 in the current year. Therefore, the System, through its respective universities' legal advisors, estimates that other potential claims not covered by insurance would not materially affect the financial statements. Other losses of the System arising from judgments, claims, and similar contingencies are paid through the state's self-insurance fund operated by the Office of Risk Management, the agency responsible for the state's risk management program, or by appropriation from the state's General Fund. The Office of Risk Management insures all of these lawsuits.

21. ON-BEHALF PAYMENTS FOR SALARIES AND FRINGE BENEFITS

On-behalf payments for salaries and fringe benefits are direct payments made by one entity to a third-party recipient for the employees of another legally separate entity. On-behalf payments include pension plan contributions, employee health and life insurance premiums, and salary supplements or stipends. For example, a nongovernmental fundraising foundation affiliated with a governmental university may supplement salaries of certain university employees. Those payments constitute on-behalf payments for purposes of reporting by the System.

The amount of on-behalf payments for salaries and fringe benefits included in the accompanying financial statements for the fiscal year ended June 30, 2024, was $18,436,557, which includes $15,309,759 for contributions to the TRSL and LASERS pension plans from non-employer contributing entities.

During the fiscal year ended June 30, 2024, the System recognized $11,930,004 for legislative acts contributions that were paid by the state to cover the LASERS unfunded accrued pension liability.

22. FOUNDATIONS AND OTHER RELATED ENTITIES

The accompanying financial statements do not include the accounts of the following foundations and other related entities:

Grambling University Foundation, Inc.
Grambling University National Alumni Association
Louisiana Tech University Foundation
Louisiana Tech University Alumni Association
McNeese State University Foundation
McNeese State University Alumni Association
Nicholls State University Foundation
Nicholls Alumni Federation
PRO NSU Inc.
Northwestern State University Foundation
Demons Unlimited Foundation
Lion Athletic Association
Institute for Global and Domestic Development, Inc.
Southeastern Louisiana University Foundation
Southeastern Louisiana University Alumni Association, Inc.
The University of Louisiana at Lafayette Alumni Association
The University of Louisiana at Monroe Foundation
The University of Louisiana at Monroe Athletic Scholarship Foundation
The University of Louisiana at Monroe Alumni Association
University of New Orleans Alumni Association
University of Louisiana System Foundation

These entities are separate corporations whose financial statements are subject to audits by other independent certified public accountants.

23. DEFERRED COMPENSATION PLAN

Certain employees of the System participate in the Louisiana Public Employees' Deferred Compensation Plan adopted under the provisions of the Internal Revenue Code Section 457. Complete disclosures relating to the Plan are included in the separately issued audit report for the Plan, available on the Internet at www.lla.la.gov.

24. COOPERATIVE ENDEAVOR AGREEMENTS

Louisiana Tech University/City of Bossier City and Parish of Bossier

General

In January 2022, the University entered into a Cooperative Endeavor Agreement (CEA) with the City of Bossier City and the Parish of Bossier whereby the University is granted a lease to certain property in Bossier comprising approximately 3.289 acres for an initial term of thirty (30) years with two automatic ten- (10) year renewal terms. The property is within the National Cyber Research Park, and the 78,000-square-foot facility known as the Louisiana Technical Research Institute was completed in fiscal year 2023-2024.

Obligations

The CEA provides that the University or its assignee will exclusively operate the facility during the term of the CEA. In exchange, the University may contribute up to $7,000,000 towards the construction of the facility on a cost-reimbursable basis. As of June 30, 2024, the University reimbursed $5,584,638 to the City of Bossier City for the facility's construction since the inception of the CEA. The CEA also allows the University to assign its interest in the facility to an affiliated entity due to the specialized and secure nature of the work intended to take place therein. The University made this assignment to its affiliate, the Louisiana Tech Applied Research Corporation, which now manages and is financially responsible for the facility.

Nicholls State University/Lafourche Parish Government

Nicholls State has entered into several cooperative endeavor agreements as follows:

In May of 2021, an agreement was signed by which the Lafourche Parish Government would budget $30,000 to assist the university with the cost of hosting an E Sports Summer Camp for the youth of Lafourche Parish. The camp will provide recreational opportunities to the residents of the parish. The camp was held during the summer of 2021. The agreement extends through December of 2023, and additional camps are planned.

In March of 2023, an agreement was signed with the Lafourche Parish Government, Office of Community Action whereby they will provide tuition assistance for qualified residents of the parish, up to $2,500, under a federal grant expiring September 30, 2024.

In September of 2023, an agreement was signed with the Lafourche Parish Government to provide funding not to exceed $37,500 to be used partially for salary, fringe benefits, and travel for full-time business consultants in the Louisiana Small Business Development Center of the University whose consultations will provide technical assistance to small businesses and citizens wishing to start or expand a small business in Lafourche parish and further promote economic development in the parish. This agreement terminated on December 31, 2023.

Nicholls State University/Ascension Parish Government

In August 2022, Nicholls entered into an agreement with the Ascension Parish Government to provide consulting services for an Early Learning Center in Donaldsonville, LA and to develop an early childhood education program to serve infants through age 2-year-old children. The original agreement was amended to continue through June 30, 2025.

Nicholls State University/Greater Lafourche Port Commission

In December of 2023, an agreement was signed with the Greater Lafourche Port Commission (the Port), whereby they will provide $50,000 ($20,000 in December 2023 and $30,000 in December 2024) towards the repair and replacement of the camp that Nicholls leases in Port Fourchon that is used by Nicholls employees and students for coastal research. Nicholls will collaborate with the Port on implementing research and development initiatives at the Coastal Campus which will assist future industrial and environmental development of Port Fourchon.

Northwestern State University/Natchitoches Parish Regional Center

The University has entered into a cooperative endeavor agreement with Natchitoches Parish Regional Center to provide medical services to students participating in any program, game, practice or other scheduled event for the sum of $630,000 for the period of July 1, 2019, through June 30, 2022. After the initial term, this agreement shall automatically renew for two (2) years effective July 1, 2022. The University's payments total $1,050,000 through June 30, 2024.

Northwestern State University/City of Natchitoches

The University has entered into a cooperative endeavor agreement with the City of Natchitoches providing for the sharing of one (1) percent sales tax in the Natchitoches Economic Development District C effective January 1, 2020. The City agrees that it will transfer on a quarterly basis 40% of the funds generated by the sales tax. The University agrees that it will utilize the funds to attract and promote recreation and sporting events for its campus and the City of Natchitoches. The University's receipts total $725,207 through June 30, 2024.

Southeastern Louisiana University/Livingston Parish School Board

General

In October 2017, Southeastern Louisiana University (University) accepted from the Southeastern Educational Foundation, which is a subsidiary of the Southeastern Louisiana University Foundation (Foundation), its leasehold estate, authority, sublease and all other rights to the Livingston Parish Literacy and Technology Center (Livingston Center) pursuant to the terms of the Livingston Educational Public Benefit Agreement dated June 18, 2002. The construction and operation of the 39,000-square-foot Livingston Center stems from a collaboration between the University and the Livingston

Parish School Board (School Board) and was funded through a $4.5 million 1999 settlement grant to the Foundation from the United States District Court for the Western District of Louisiana. Since its completion, the facility has been utilized by the parties for education programming, including collegiate credit courses and non-credit courses and other programming provided by the University.

Obligations

Pursuant to the cooperative endeavor agreement, the facility is maintained and operated in accordance with guidelines jointly developed by the parties in accordance with the Court Order, with the University serving as a critical operational participant. The Foundation held a leasehold estate in the facility, while the School Board owns the land on which the facility was constructed. Pursuant to the original terms, at the termination of the agreement on June 18, 2027, full ownership of the building reverts to the School Board.

University of Louisiana at Lafayette/CGI Federal, Inc.

General

In August 2014, the Ragin' Cajun Facilities Corporation (RCFI) entered into a cooperative endeavor agreement (CEA) with: the State of Louisiana (State), the Louisiana Department of Economic Development (LED), the University of Louisiana at Lafayette (University), the Lafayette Economic Development Authority (Authority), and CGI Federal, Inc. (CGI), to induce CGI to relocate to Lafayette, Louisiana, to establish and operate an information technology center of excellence. The other parties to the CEA agreed to provide an operational cost grant, a facility cost grant, a land lease grant, a University grant, and other considerations.

Obligations

Pursuant to the CEA, RCFI is a party to the facility cost grant portion of the facility agreement, which provides for a grant of $13.1 million for facility cost reimbursements by the State through LED. As part of the agreement, RCFI will own and operate the facility throughout the term of the agreement and lease the facility to CGI at a cost of $7 per square foot per year for the first 10 years, with provisions for two five-year extensions. The University will lease the facility site to RCFI at $1 per year during the construction phase and for the term of the facility lease agreement. The University reserves the right to take ownership of the facility at any time, subject to the lease, and RCFI shall convey ownership of the facility to the University within 60 days of a written request from the University.

The CGI facility was completed during the fiscal year ended June 30, 2017. The University funded the construction costs of $13.5 million incurred by RCFI as a funding mechanism until the costs were reimbursed by the state.

University of Louisiana at Lafayette/Louisiana Department of Economic Development

General

In July 2014, the University entered into a CEA with the state and LED for 10 years providing a grant of $4.5 million to the University for expansion of the School of Computing and Informatics (SCI) and other informatics-related initiatives, including the development of the pipeline between the University and the South Louisiana Community College, as well as potential recruitment efforts with high schools in the region, to substantially increase the number of annual graduates in computer science and related fields, in support of CGI's workforce needs, growth of the software development industry, and job creation in the state.

Obligations

Using the LED grant funds together with its own resources, the University will engage in activities reasonably aimed at achieving the project goals and objectives, including increasing enrollment and degree completion goals. Project costs will include additional faculty, faculty incentives and supplements, a facilitator/development position, lab facilities, equipment, scholarships, and other costs in furtherance of the project. Through June 30, 2024, project payments totaling $2,814,342 were paid.

University of Louisiana at Lafayette/Project Chimps

General

In December 2015, the University entered into a CEA with Project Chimps, Inc. (Project Chimps), a nonprofit corporation established under the laws of the State of Oregon dedicated to and created for the purpose of providing permanent non-research sanctuary for the lifelong care of chimpanzees. The University's New Iberia Research Center (NIRC) is the nation's largest non-human primate research center, involved in conducting biomedical research aimed at promoting human health and animal welfare, and houses the nation's largest colony of chimpanzees within a biomedical research setting. The University currently bears the cost of providing lifetime care and maintenance for retired chimpanzees. Project Chimps desires to undertake the cost to provide sanctuary for the retired chimpanzees. The University will transfer ownership, rights, and obligations of the chimpanzees to Project Chimps, thus providing relief for the University's costs associated with the chimpanzees. The term of the agreement is five years or until removal of all the chimpanzees from the NIRC.

Obligations

To assist Project Chimps in providing lifetime care, the University agrees to make one-time payments to Project Chimps upon the transfer of each chimpanzee to the sanctuary. At the very most, the University's obligation to pay Project Chimps would be approximately $4.3 million. Using unrestricted endowment payments for the project, the University has made payments totaling $698,000 through June 30, 2024.

University of Louisiana at Lafayette/Lafayette City-Parish Consolidated Government

General

In February 2022, the University entered into a CEA with the Lafayette City-Parish Consolidated Government for 5 years providing funding of $450,000 to the University to operate their property as a museum for servicing the educational needs of University's students and the Lafayette Parish community. The term of the agreement is for five years.

Obligations

Using the Lafayette City-Parish Consolidated Government funding together with revenue earned from museum operations, the University will engage in activities reasonably aimed at supporting its mission of actualizing its core value of intellectual curiosity, pursuing knowledge and appreciating its inherent value, and enhancing research opportunities for faculty and students. Costs to operate the museum will include personnel costs, ticketing software, utilities above $12,500 monthly allowance, equipment and building maintenance, trash pickup and website administration. Through June 30, 2024, project payments totaling $720,687 were paid.

University of Louisiana at Lafayette/Iberia Economic Development Authority

General

In November 2022, the University entered into a Cooperative Endeavor Agreement between the State of Louisiana, The Board of Supervisors for the University of Louisiana System on behalf of the University of Louisiana at Lafayette ("University") and the Louisiana Department of Economic Development ("LED"). The purpose of the Agreement is to provide funding for two projects that involve facilities for the New Iberia Research Center ("NIRC"), the BSL-3 Lab and Animal Housing and the Iberia BioInnovation Accelerator GMP CDMO. In 2024, additional funding was appropriated and the proposed level of funding for the two facilities is currently at $34,600,000 and $55,400,000, respectively, through General Obligation Bonds and fund provided from the Capital Outlay Savings Fund.

NIRC is affiliated with the University as comprehensive research institution with an in-house public-health-funded research program as well as collaborative relationships with private companies and academic partnerships. The BSL-3 Facility is a Biosafety Level 3 laboratory and animal housing facility that will enable research, educational, and other activities requiring such level of biological safety to expand NIRC's research capabilities.

The BioInnovation Accelerator CDMO Project involves the construction of the initial component of a bioinnovation accelerator complex to be owned and operated by the University, and consisting of a Good Manufacturing Practices Contract Drug Manufacturing Organization Facility ("CDMO") and a bioinnovation accelerator facility. The CDMO Facility includes a biopharmaceutical manufacturing facility for drugs tested and developed at NIRC and elsewhere, and it will enable NIRC and its collaborators and partners to manufacture needed drugs more quickly and reduce reliance on foreign manufacturing. The CDMO Facility also includes an office building for business incubation of bioinnovation firms to be recruited and developed by the University, leveraging the drug manufacturing facility, the BSL-3 Facility and other assets and expertise of NIRC. The CDMO Facility will be modular, such that future components for bioinnovation acceleration can be added to the complex as additional funding is procured.

The parties intend to construct the BSL-3 Facility through the University and Ragin' Cajun Facilities, Inc. on property owned by the University and leased to RCFI for this purpose. The parties further intend to construct the CDMO Facility through RCFI on property leased by the University for 99 years from the Iberia Economic Development Authority and subleased by the University to RCFI for this purpose. RCFI is to terminate the lease and sublease upon completion of construction of the respective Facilities, and for the University to own and to operate or provide for the operation of the Facilities after this termination.

Obligations

At June 30, 2024, both projects are in the early planning stages, and the RCFI incurred $691,885 on the BSL-3 facility and $20,415 on the CDMO facility. The RCFI has received $495,667 in capital grants and gifts.

University of Louisiana at Lafayette/Louisiana Department of Natural Resources

General

In September 2023, the University entered into a CEA with the state and Louisiana Department of Natural Resources (LDNR) for three years providing a grant of $1,000,000 to the University to create a regional clean hydrogen hub (HALO Hub consortium), to support the decarbonization of certain industrial activities in Louisiana mitigating Louisiana's current contribution to climate change, to create a low carbon fuel and feedstock for both manufacturing and transportation use, to create good paying jobs, and to lead to increased investment in Louisiana.

Obligations

Using the LDNR grant funds together with $100,000 of its own resources, the University will engage in activities reasonably aimed at achieving the project goals and objectives. Project costs will include contractor payments services for consultants and contractors supporting the HALO Hub consortium and other costs in furtherance of the project. No project costs had been incurred at June 30, 2024.

University of Louisiana at Lafayette/Pfizer

General

In June 2023, the RCFI and Pfizer, Inc. entered into a Cooperative Endeavor Agreement for the latter to provide funding in the amount of $1,500,000 toward the cost of furniture, fixtures, and equipment necessary to operate the BSL-3 Facility referred to above. RCFI received the full award in the 2024 fiscal year. The funds are to be used by the completion date of December 31, 2026, if not extended, or returned to Pfizer. NIRC and Pfizer entered into a Master Scientific Services and Supply Agreement; whereby, Pfizer reserves the right to reserve sufficient capacity for the purpose of one or more vaccine studies at the BSL-3 Facility for the initial five years the Facility is operational.

Obligations

No project costs had been incurred at June 30, 2024.

University of Louisiana at Lafayette/ University of Louisiana at Lafayette Foundation

General

In October 2023, a Cooperative Endeavor Agreement was executed between RCFI, the Board of Supervisors for the University of Louisiana System, on behalf of the University of Louisiana at Lafayette and the University of Louisiana at Lafayette Foundation (the "ULLF"). The intent of the agreement was to cause the design, development, equipping, renovation, reconstruction and/or construction of the University's football stadium including but not limited to luxury suites, loge boxes, a stadium club and club-level seating, public seating and related facilities on the campus of the University and to set forth the various duties and obligations of the parties related to the construction and financing of the Stadium Project.

To facilitate the construction of the Stadium Project, the Board will lease portions of the University's existing football stadium to RCFI, and RCFI will contract for the design, development, and construction of the Project and will lease the completed Project back to the Board. In order to finance a portion of the Project, RCFI will cause the issuance and sale of Louisiana Local Government Environmental Facilities and Community Development Authority Revenue Bonds (RCFI – ULL Facilities Project Series 2024A and 2024B with face amounts of $11,335,000 and $2,705,000, respectively). ULL will pay rental revenues to RCFI in an amount sufficient to service the debt service requirements on the bond obligations. Additionally, as part of the agreement, RCFI made an equity contribution to fund a portion of the Project in the amount of $881,092.

The University of Louisiana at Lafayette Foundation has secured construction and permanent financing in the amount of $41,500,000 with a lead bank and other participating banks to be contributed to RCFI for construction of the Stadium Project to be repaid through pledged contributions for the additional funding for the project. Through June 30, 2024, RCFI has recorded contributions from ULLF in the amount of

$11,658,784. These contributions were funded by donations received and draws against the line of credit.

Obligations

The hard and soft costs for the Stadium Project is estimated at $65 million, with an anticipated completion date prior to the 2025 football season. Costs paid and accrued through June 30, 2024 is $19,594,354, including demolition costs of the existing section of the stadium to be renovated.

University of New Orleans/Avondale Maritime Technology Center of Excellence

General

Avondale, a subsidiary of Huntington-Ingalls, donated certain property to the University of New Orleans (University), which is leased to the University of New Orleans Research and Technology Foundation (Foundation) pursuant to the terms of a ground lease. A ship design facility (facility), including a laboratory and support area for the UNO School of Naval Architecture and Marine Engineering, has been built on such property by the Foundation and is subleased to Avondale.

Obligations

The Foundation has equipped the facility and leased such equipment to Avondale. Avondale agreed that it will use the facility for the design and construction of vessels pursuant to the Navy LPD-17 contract and other contracts. Furthermore, Avondale agrees that it will provide support to the UNO School of Naval Architecture and Marine Engineering by providing a right-of-use of space to UNO constituting 21,000 square feet in the Facility subleased by Avondale from the Foundation.

On May 16, 1997, the University entered into a nontransferable ground lease agreement with the Foundation. The terms of the lease agreement provide that the University will lease a tract of approximately 4.57 acres of land that is located in Jefferson Parish to the Foundation that will in turn develop, construct, maintain, operate, manage, and lease improvements on such land for the purpose set forth in the Cooperative Endeavor Agreement. The lease agreement is for a term of 50 years.

On May 16, 1997, the Foundation and Avondale entered into a sublease agreement, for a term of 50 years which expires in 2047, which provides for Avondale to lease from the Foundation the land located in Jefferson Parish together with the facilities to be constructed on the land, the facility equipment and the right of uninterrupted access to and from all streets and roads adjoining the land. This property is subject to the ground lease between the University and the Foundation mentioned above.

At the expiration of the lease, the facilities and all furniture, fixtures, equipment, and furnishings permanently affixed to the facilities shall become the property of the University, which is recorded in property and equipment in the Statement of Financial Position, with a remaining net book value of $4,435,708 as of December 31, 2023.

25. SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS (SBITAS)

The System's subscription-based information technology arrangements (SBITAs) consist primarily of cloud-based enterprise resource systems and other supplemental software. SBITAs are included in intangible right-to-use assets and SBITAs obligations on the Statement of Net Position. An intangible right-to-use asset represents the System's right to use an underlying asset for the SBITA term. SBITA obligations represent the System's liability to make payments arising from the SBITA agreement. Intangible right-to-use assets and SBITA obligations are recognized based on the present value of the subscription payments over the SBITA term, where the initial term exceeds 12 months.

Variable payments are based on future performance or usage and are not included in the measurement of the lease liability. For FY24, the System had the following outflows of resources (expenses) related to SBITAs that were not previously included in the measurement of the SBITA liability reported in the Statement of Net Position:

Variable Payments	$226,359
Other	2,795
Total	$229,154

As disclosed in Note 5, the System has a total of $40,845,247 (gross not considering accumulated amortization) right-to-use, or intangible SBITA assets, that are capitalized in accordance with policy.

Following is a schedule of principal and interest requirements to maturity, for the System's SBITA liability:

Fiscal Year Ending June 30,	Principal	Interest	Total
2025	$5,738,328	$134,578	$5,872,906
2026	4,739,918	73,559	4,813,477
2027	512,981	29,563	542,544
2028	405,338	20,735	426,073
2029	133,821	13,892	147,713
2030-2034	421,876	21,267	443,143
Total SBITA Liability	$11,952,262	$293,594	$12,245,856

26. RELATED PARTY TRANSACTIONS

Louisiana Tech University

Procurement transactions

In June 2023, the University awarded the bid for airplane maintenance for the aircraft utilized in Professional Aviation flight program. The effective date was July 1, 2023. Requests for bids were advertised and also sent directly to six qualified vendors. Ruston Aviation, Inc. was the successful bidder. In November 2021, the University also awarded a bid for the mandatory airplane engine replacement. Requests for bids were advertised and also sent directly to five qualified vendors. Ruston Aviation, Inc. was the successful bidder on this contract that ended December 31, 2023. The total expenses for fiscal year 2023-2024 for the airplane maintenance totaled $1,575,269 and are included in the University's financial statements as instructional expenses. There were no expenses in fiscal year 2023-2024 for the airplane engine replacement bid. Ruston Aviation, Inc. is owned by an immediate family member of one of the University of Louisiana System Board of Supervisors.

Grant-related transactions

Since fiscal year 2021-2022, the University and Betaflix, Inc. have been engaged in sponsored research activity. Specifically, the research activity includes developing educational tools for both governmental and civilian workforce training using artificial intelligence and machine learning; developing and implementing medical training software to be accessed through a virtual reality headset at rural health care facilities; and developing and implementing 3D and VR science education materials to be used by middle schools in Louisiana and Mississippi. There are four agreements between the University and Betaflix. The two sponsored research agreements total $139,990 for the contract periods and the two subcontract research agreements total $2,642,908 for the contract periods. These contracts and subcontracts were entered into in accordance with University policy and University of Office of Sponsored Projects procedures. The revenues for the sponsored research agreements totaled $71,316 for fiscal year 2023-2024 and are included in the University's financial statements as nongovernmental grant and contract revenues. The expenditures for the two subcontract research agreements totaled $1,220,060 for 2023-2024 and are included in the University's financial statements as research expenditures. BetaFlix, Inc is owned by an immediate family member of one of the University of Louisiana System Board of Supervisors.

Lease transaction

In 2017, Louisiana Tech University entered a lease/purchase arrangement with Somid Resources, LLC for the option to purchase of 12 aircraft for the University's Professional Aviation flight program. The lease purchase was bid in accordance with procurement regulations and approved by the required state agencies as part of the procurement process. The lease is a ten-year municipal lease purchase. The original amount of the lease was $4,543,322 with a 3.25-3.75% interest rate. The annual payments total $491,933. In accordance with GASB Statement No. 87, the assets and the lease obligation are reported in the University's financial statements. As of June 30, 2024, the Right-Of-Use Asset totals $2,658,223 and the lease liability totals $1,388,530. Somid Resources LLC is owned by an immediate family member of one of the University of Louisiana System Board of Supervisors.

Northwestern University

In 2020, Northwestern State University entered an agriculture lease arrangement with Marlan Anderson for the lease of 3 tracts of land with a total of 366.98 acres of the University's Crow Property. The lease was bid in accordance with procurement regulations and approved by the required state agencies as part of the procurement process. The lease is a five-year lease that commenced on May 16, 2020, and may be extended for one five-year term. The amount of the lease is $15,100 per year. The assets and the rental payments are reported in the University's financial statement. Marlan Anderson is an immediate family member of one of the University's employees.

27. PUBLIC-PRIVATE AND PUBLIC-PUBLIC PARTNERSHIPS (PPPs)

Louisiana Tech University/Tech Point II, LLC

Louisiana Tech University (University) entered into a public-private partnership arrangement with Tech Pointe II, LLC (Operator) in October 2019. Under the terms of the agreement, the Operator developed, designed, constructed, and equipped the Tech Pointe II facility in the University's Research Park known as the Enterprise Campus. The operator will lease space within the Tech Pointe II facility to qualified tenants during the period of the agreement. The agreement has an initial term of 30 years with automatic renewals for two consecutive 10-year renewal periods. In exchange for transfer of ownership of the facility at the end of the agreement, the University conveys to the Operator the right to lease space in the facility and collect and retain the lease revenues. Because the useful life of the facility is 40 years and the carrying value of the facility at the end of the arrangement is $0, the University has not recognized a receivable and deferred inflow of resources for this arrangement.

Northwestern University/Provident Group

Northwestern State University (University) entered into a public-private partnership arrangement with Housing Partnership II, LTD, in 1994 and Provident Group – NSU Properties, LLC in 2004 (Operators) in which the Operators designed, built, financed, and for 40 years will operate a student housing facility (University Columns and University Place, respectively). In exchange for transfer of ownership of the housing facility at the end of the 40 years, the University conveys to the Operators the right to operate the housing facility and to set, collect, and retain student rental revenues. Because the useful life of the facility is 40 years and the carrying value of the facility at the end of the arrangement is $0, the University has not recognized a receivable and deferred inflow of resources for this arrangement.

Northwestern University/Varnado

In 2017 the University entered into a public-private partnership arrangement with– NSU Varnado, LLC (Operator) in which the Operator will develop, construct, renovate, maintain, and for 38 years will operate a student housing facility (Varnado Hall). In exchange for improvements to the facility, the University conveys to the Operator the right to operate the housing facility and to set, collect, and retain student rental revenues. As disclosed in Note 16, the University recognized a prior period adjustment to capitalize the housing facility improvements and the related deferred inflow of resources. At June 30, 2024, the improvements had a book value of $6,983,493. The deferred inflows will be amortized over the 38-year term of the agreement.

University of Louisiana at Monroe/Provident Group

During 2019, the University of Louisiana at Monroe (University) entered into a public-private partnership arrangement with Provident Group – ULM Properties, LLC (Provident), under which Provident designed, built, financed, and for 40 years will operate a student housing facility (Warhawk Village). In exchange for transfer of ownership of the housing facility at the end of the 40 years, the University conveys to Provident the right to operate the housing facility and to set, collect, and retain student rental revenues. Because the useful life of the facility is 40 years and the carrying value of the facility at the end of the arrangement is $0, the university has not recognized a receivable and deferred inflow of resources for this arrangement

University of New Orleans/Orleans Sustainable Energy Partners, LLC

To upgrade its energy management infrastructure and make it more efficient, the University of New Orleans (UNO) leased a portion of its energy management facilities to the University of New Orleans Research & Technology Foundation, which will then sub-lease the facilities to Orleans Sustainable Energy Partners, LLC (OSEP), an affiliated special purpose entity of Louisiana Energy Partners, LLC (LAEP), a joint venture created by Bernhard, LLC and Johnson Controls, Inc.

This public-private partnership requires OSEP to make considerable capital investments to improve the UNO energy producing facilities. OSEP will use the improved facilities to provide thermal services to UNO, and OSEP will charge UNO for the thermal services and for the capital investments. This transaction required an opt-in, through an Adoption Agreement, into an existing cooperative endeavor agreement between the state of Louisiana and LAEP. The project required the parties to enter into other agreements as well, including a Thermal Services Agreement, a Facility Optimization Service Agreement, and other ancillary agreements. The improvements are expected to generate sufficient energy savings to make the arrangement at least budget neutral to UNO. The agreement became effective February 28, 2023.

UNO continues to recognize its existing infrastructure as a capital asset with a book value of $93,919,799. A receivable and a deferred inflow of resources was reported in the fiscal year 2023 statement of net position to account for the $10,296,615 prepayment made from LAEP to UNO Research & Technology Energy Holdings. As disclosed in Note 16, a prior-period adjustment was made to reclassify the receivable as an investment and to correct the investment amount for a cash withdrawal that was made during fiscal year 2023 and for the associated management and investment fees, and to correct the deferred inflow of resources balance as of June 30, 2023. UNO continues to amortize the deferred inflows over the 25 year life of the agreement. The balance of the prepayment from UNO R&T Energy Holdings is $2,510,277 at June 30, 2024.

28. SUBSEQUENT EVENTS

Nicholls State University has identified the following subsequent events: The Refunding of the Series 2007B Bonds and Termination of the Interest Rate Swap on October 3, 2024. See below for more details.

Prior Bonds and Swap: As of June 30, 2024 the NSU Facilities Corporation (Corporation) was an obligor with respect to (i) the Louisiana Local Government Environmental Facilities and Community Development Authority (the "Authority") $32,380,000 Revenue Bonds (Nicholls State University Student Housing / NSU Facilities Corporation Project) Series 2007B Bonds (the "2007B Bonds") owned by Regions Capital Advantage, Inc (the "Bondholder") and (ii) an associated interest rate swap (the "Swap") with Deutsche Bank AG (the "Replacement Provider"), both maturing on June 1, 2039 (the "Maturity Date"). See Note 14 for a further description of the 2007B Bonds and the Swap.

Prior Bonds Tender Option: Since December 8, 2017, the 2007B Bonds were subject to tender by the Bondholder on June 1, 2024, and each five years thereafter. On each tender date the Bondholder would have the right to tender the 2007B Bonds or offer to continue holding the 2007B Bonds at a new variable interest rate until the next tender date. The Bondholder granted a temporary deferral of the June 1, 2024, tender and offered to continue holding the Series 2007B Bonds at a higher variable rate through the next tender date of June 1, 2029. The Corporation declined the Bondholder's offer and instead elected to redeem the 2007B Bonds and terminate the Swap (together, the "Transaction").

Refunding of Prior Bonds: On October 3, 2024 (the "Refunding Date"), the Authority issued $32,860,000 Revenue Bonds (Nicholls State University Student Housing/NSU Facilities Corporation Project) Series 2024 (the "2024 Bonds"), the proceeds of which were loaned to the Corporation to effect the refunding of the 2007B Bonds. As of the Refunding Date the 2007B Bonds were redeemed in full and are no longer outstanding. The 2024 Bonds were issued in a direct purchase by the Bondholder as fixed rate bonds bearing interest at 5.22% through the Maturity Date.

Termination of Prior Swap: Upon the redemption of the variable rate 2007B Bonds and the issuance of the fixed rate 2024 Bonds on the Refunding Date, the Authority was no longer exposed to variable interest rate risk and simultaneously terminated the Swap at the Corporation's direction. The Authority paid the Replacement Provider a termination fee of $3,839,500 based on the fair value of the Swap, funds for which were provided by the Corporation.

Effect of Refunding and Termination of Swap: Assuming in the absence of the Transaction that (i) the 2007B Bonds and the Swap would remain outstanding until the Maturity Date, and (ii) the variable interest rate on the 2007B Bonds offered by the Bondholder as of the June 1, 2024, tender date would thereafter remain unchanged until the Maturity Date, then the Transaction provided present value economic savings of $50,388. The 2024 Bonds bear interest at a fixed rate through maturity and the Authority is no longer subject to the tender risk previously associated with the 2007B Bonds.

29. IMPACT OF DECLINING ENROLLMENT AT THE UNIVERSITY OF NEW ORLEANS AND MANAGEMENT'S PLAN

For several years, the University of New Orleans has been experiencing considerable enrollment declines and related declines in self-generated revenue and the State Funding Formula. During this period of enrollment decline, UNO experienced Hurricane Katrina, the transfer from the LSU System to the UL System, and the Covid-19 pandemic. The University did not reduce its expenditures sufficiently during this period to match the revenue declines, causing budget deficits and depletion of institutional cash reserves. The lack of cash reserves has caused cash flow concerns, and UNO is now delaying and prioritizing paying its outstanding bills to preserve its cash balances. To address outstanding bills, UNO is negotiating payment plans with vendors to pay vendors over time. UNO has begun implementing measures to reduce its expenditures to address the deficits, has reduced departmental budgets, eliminated staff positions, and has restricted the filling of employee vacancies. UNO has also created and will implement a structural re-organization, reducing administrative positions, effective January 1, 2025. UNO is planning additional expenditure reduction measures during spring 2025 through the end of the fiscal year and beyond.

In addition to UNO taking the previously-listed actions to strengthen its financial position, the University of Louisiana System has the authority and ability to secure/provide additional resources to assist UNO during this re-organization/re-structuring process. Fall enrollment, although still down overall, saw an increase in first-time freshmen and transfer students. Additionally, expected enrollment for the Spring 2025 semester and applications for Fall 2025 provide a positive outlook for a rebound in enrollment.

University of Louisiana System

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Required Supplementary Information Schedules

Schedule of the System's Proportionate Share of the Net Pension Liability

Schedule 1 is required supplementary information that presents certain specific data regarding the proportionate share of the net pension liability.

Schedule of the System's Employer Contributions to Pension Plans

Schedule 2 is required supplementary information that presents required employer contributions to the retirement systems, as well as covered payroll amounts.

Schedule of the System's Proportionate Share of the Total Collective Other Postemployment Benefits (OPEB) Liability

Schedule 3 presents certain specific data for the System's share of the total collective OPEB liability.

Schedule 1

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Schedule of the System's Proportionate Share of the Net Pension Liability
Fiscal Year Ended June 30, 2024

Fiscal Year*	System's Proportion of the Net Pension Liability (Asset)	System's Proportionate Share of the Net Pension Liability (Asset)	System's Covered Payroll	System's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
Louisiana State Employees' Retirement System					
2015	4.31059%	$269,536,391	$83,429,752	323%	65.0%
2016	4.12766%	$280,742,848	$80,240,614	350%	62.7%
2017	4.05290%	$318,256,150	$77,646,503	410%	57.7%
2018	4.04925%	$285,019,953	$76,144,048	374%	62.5%
2019	3.93262%	$268,222,275	$75,131,857	357%	64.3%
2020	3.80576%	$275,723,868	$76,758,505	359%	62.9%
2021	3.58731%	$296,694,662	$75,571,023	393%	58.0%
2022	3.40584%	$187,456,828	$73,803,804	254%	72.8%
2023	3.30976%	$250,209,159	$70,323,868	356%	63.7%
2024	3.16830%	$212,071,125	$72,121,310	294%	68.4%
Teachers Retirement System of Louisiana					
2015	7.42707%	$759,154,018	$356,854,834	213%	63.7%
2016	7.46121%	$802,250,525	$360,842,983	222%	62.5%
2017	7.54949%	$886,080,065	$369,791,054	240%	59.9%
2018	7.82500%	$802,209,384	$379,818,842	211%	65.6%
2019	8.19433%	$805,340,481	$408,252,960	197%	68.2%
2020	8.73459%	$866,875,690	$430,608,131	201%	68.6%
2021	8.64403%	$961,524,308	$444,876,168	216%	65.6%
2022	8.41493%	$449,252,757	$446,511,353	101%	83.9%
2023	8.23654%	$786,365,140	$459,614,029	171%	72.4%
2024	8.19415%	$740,701,030	$483,206,030	153%	74.3%

*Amounts presented were determined as of the measurement date (previous fiscal year end).

(Continued)

Schedule 1

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA
Schedule of the System's Proportionate Share of the Net Pension Liability
Fiscal Year Ended June 30, 2024

Notes to Required Supplementary Information

Changes of Benefit Terms and Assumptions for LASERS include:

2015

A. A 1.5% COLA, effective July 1, 2014, provided by Act 102 of the 2014 Louisiana Regular Legislative Session.

B. Improved benefits for certain members employed by the Office of Adult Probation and Parole within the Department of Public Safety and Corrections as established by Act 852 of 2014.

2017

C. A 1.5% COLA, effective July 1, 2016, provided by Acts 93 and 512 of the 2016 Louisiana Regular Legislative Session.

D. Added benefits for members of the Harbor Police Retirement System which was merged with LASERS effective July 1, 2015, by Act 648 of 2014.

2018

E. Effective July 1, 2017, the LASERS board adopted a plan to gradually reduce the discount rate in 0.05% increments, and the discount rate was reduced from 7.75% to 7.70% for the June 30, 2017, valuation. A 7.65% discount rate was used to determine the projected contribution requirements for the fiscal year ending June 30, 2019.

F. The inflation assumption, a component of the salary increase assumption, was reduced from 3.0% to 2.75%, effective July 1, 2017. Therefore, all salary increase assumptions decreased by 0.25%.

G. Per Act 94 of 2016 the projected contribution requirements for the fiscal year ending June 30, 2019, include direct funding of admistrative expenses, rather than a reduction in the assumed rate of return.

2019

H. The discount rate used for the June 30, 2018, valuation was 7.65%, and a 7.60% discount rate was used to determine the projected contribution requirements for the fiscal year ending June 30, 2020.

2020

I. LASERS changed the average remaining service lives from three to two years, when rounded to the next higher whole number.

J. The LASERS termination, disability, and retirement assumptions and methods were updated based on experience study for the fiscal years July 1, 2013, through June 30, 2018.

2021

K. The discount rate used for the June 30, 2020, valuation was 7.55%. The discount rate used to determine the projected contribution requirements for FY2021/2022 was reduced beyond the original plan to 7.40%.

L. The inflation assumption was reduced from 2.5% to 2.3% and all salary increase assumptions were reduced by 0.2%, effective July 1, 2020.

2022

M. The discount rate used for the June 30, 2021 valuation was 7.4%. The discount rate used to determine the projected contribution requirements for FY2022/2023 was reduced to 7.25%.

N. Act 95 of 2016 requires re-amortization of the OAB with level-dollar payments to 2029 when such re-amortization results in annual payments that are not more than the next annual payment otherwise required under prior law. This criterion was met after allocating legislative appropriations and investment experience gains to this schedule. The schedule was re-amortized with level dollar payments to be paid off in 2029.

O. Act 37 of 2021 provided a monthly benefit increase to retirees that on June 30, 2021 have attained age 60, have 30 or more years of service, have been retired 15 or more years, receive a monthly benefit less than $1,450, and have not participated in DROP or the Initial Benefit Option. The benefit increase is the lessor of $300 per month or the amount needed to increase the monthly benefit to $1,450.

2023

P. The discount rate used for the June 30, 2022 valuation was 7.25% and was also used to determine the projected contribution requirements for FY2023/2024.

Q. Act 170 of 2022 provided a supplemental appropriation of $21,831,939 to LASERS, which includes State surplus funds and litter fines, to be applied to the Initial Unfunded Accrued Liability (IUAL), which is a component of the Original Amortization Base (OAB).

R. Act 656 of 2022 provided a one-time supplemental payment equal to the lesser of the retiree's or beneficiary's monthly benefit, or $2,000. Eligibility is based on the current statutory COLA eligibility requirements. The increase in accrued liability includes the present value of the payment and is offset by funds disbursed from the Experience Account.

(Continued)

Schedule 1

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA
Schedule of the System's Proportionate Share of the Net Pension Liability
Fiscal Year Ended June 30, 2024

Notes to Required Supplementary Information

Changes of Benefit Terms and Assumptions for LASERS include (continued from previous page):

2024

S. Act 397 of 2023 provided a supplemental appropriation of $349,741,962 to LASERS to be applied to the IUAL, which is a component of the OAB.

T. Act 184 of 2023 provides a new mechanism for funding future COLAs via an Account Funding Rate (AFC) rate paid directly by employers and changes the granting and eligibility criteria for COLAS funded by the new mechanism.

Changes of Benefit Terms and Assumptions for TRSL include:

2015

A. A 1.5% COLA, effective July 1, 2014, provided by Act 204 of the 2014 Louisiana Regular Legislative Session.

2016

B. Members whose first employment makes them eligible for membership in a Louisiana state retirement system on or after July 1, 2015, may retire with a 2.5% benefit factor after attaining age 62 with at least five years of service credit and are eligibible for an actuarially reduced benefit with 20 years of service at any age.

2017

C. A 1.5% COLA, effective July 1, 2016, provided by Acts 93 and 512 of the 2016 Louisiana Regular Legislative Session.

2018

D. Effective July 1, 2017, the TRSL board adopted a plan to gradually reduce the discount rate in 0.05% increments, and the discount rate was reduced from 7.75% to 7.70% for the June 30, 2017, valuation and to 7.65% for the June 30, 2018 valuation.

E. Per Act 94 of 2016 the projected contribution requirements for the fiscal year ending June 30, 2019, include direct funding of admistrative expenses, rather than a reduction in the assumed rate of return.

2019

F. The discount rate used to determine the projected contributions for the fiscal year ended June 30, 2019, was 7.65%.

G. Demographic, mortality, and salary increase assumptions were updated beginning with the June 30, 2018 valuation to reflect the results of the most recent experience study observed for the period July 1, 2012 - June 30, 2017.

H. On November 1, 2018, the TRSL board accelerated the discount rate reduction plan by one year, using a 7.55% rate to determine the projected contribution requirements for the fiscal year ending June 30, 2020.

2020

I. TRSL reduced the discount rate from 7.65% to 7.55%.

2021

J. TRSL reduced the discount rate from 7.55% to 7.45%.

K. The inflation rate assumption was reduced from 2.5% to 2.3% and all salary increase assumptions were reduced by 0.2% effective July 1, 2020.

2022

L. The discount rate for the June 30, 2021 valuation was reduced from 7.45% to 7.40%. This change was anticipated in the determination of the projected contribution requirements for FY 2021/2022. The Board adopted a further reduction in the discount rate to 7.25% for purposes of determining the projected contribution requirements for FY 2022/2023.

M. Two triggers set by Act 95 of 2016 were met on June 30, 2021. Since the funded ratio reached 70%, the amortization period for changes in assumptions, experience losses, and most experience gains reduced from 30 years to 20 years. Also, the OAB was re-amortized with level-dollar payments to 2029 since this re-amortization resulted in annual payments which are less than the FY 2021/2022 payments that would have been required without the re-amortization.

2023

N. TRSL reduced the discount rate from 7.4% to 7.25%.

O. Act 170 of 2022 provided a supplemental appropriation of $48,092,612 to TRSL to be applied to the IUAL, which is a component of the OAB.

P. Act 657 of 2022 grants a 2% permanent benefit increase, payable July 1, 2022, to eligible TRSL retirees, beneficiaries and survivors calculated on the first $68,396 of their annual benefit.

Q. Act 95 of 2016 provides that the net remaining liability of the OAB and EAAB shall be re-amortized after application of the hurdle payments in fiscal year 2025 and in every fifth fiscal year thereafter until the system is 80% funded.

(Continued)

Schedule 1

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA
Schedule of the System's Proportionate Share of the Net Pension Liability
Fiscal Year Ended June 30, 2024

Notes to Required Supplementary Information

Changes of Benefit Terms and Assumptions for TRSL include (continued from previous page):

2024

R. Act 397 of 2023 provided a supplemental appropriation of $50,663,234 to TRSL to be applied to the IUAL, which is a component of the OAB.

S. As noted above under LASERS, Act 184 of 2023 provides a new mechanism for funding future COLAs.

T. The demographic and salary assumptions used in the valuation were adopted by the TRSL Board of Trustees following the most recent experience study, effective July 1, 2023. The study was based on an observation period of July 1, 2017 to June 30, 2022.

U. The mortality assumptions for active, non-disabled retirees and disabled retirees were revised effective June 30, 2023 based on the most recent experience study. The disability, retirement, and termination assumptions were also revised based on the most recent experience study.

V. The TRSL Board of Trustees increased the inflation assumption from 2.3% to 2.4%.

(Concluded)

Schedule 2

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Schedule of the System's Employer Contributions
Fiscal Year Ended June 30, 2024

Fiscal Year*	(a) Statutorily Required Contribution	(b) Contributions in Relation to the Statutorily Required Contribution	(a-b) Contribution Deficiency (Excess)	System's Covered Payroll	Contributions as a Percentage of Covered Payroll
Louisiana State Employees' Retirement System					
2015	$29,253,345	$29,253,345	NONE	$80,240,614	36.5%
2016	$28,723,881	$28,723,881	NONE	$77,646,503	37.0%
2017	$27,183,531	$27,183,531	NONE	$76,144,048	35.7%
2018	$28,494,661	$28,494,661	NONE	$75,131,857	37.9%
2019	$29,163,225	$29,163,225	NONE	$76,758,505	38.0%
2020	$30,798,791	$30,798,791	NONE	$75,571,023	40.8%
2021	$29,499,060	$29,499,060	NONE	$73,803,804	40.0%
2022	$27,876,807	$27,876,807	NONE	$70,323,868	39.6%
2023	$29,270,180	$29,270,180	NONE	$72,121,310	40.6%
2024	$31,288,670	$31,288,670	NONE	$75,255,693	41.6%
Teachers Retirement System of Louisiana					
2015	$88,336,007	$88,336,007	NONE	$360,842,983	24.5%
2016	$87,173,106	$87,173,106	NONE	$369,791,054	23.6%
2017	$87,011,542	$87,011,542	NONE	$379,818,842	22.9%
2018	$97,474,077	$97,474,077	NONE	$408,252,960	23.9%
2019	$102,632,466	$102,632,466	NONE	$430,608,131	23.8%
2020	$106,252,899	$106,252,899	NONE	$444,876,168	23.9%
2021	$105,504,704	$105,504,704	NONE	$446,511,353	23.6%
2022	$106,286,109	$106,286,109	NONE	$459,614,029	23.1%
2023	$109,994,478	$109,994,478	NONE	$483,206,030	22.8%
2024	$109,689,800	$109,689,800	NONE	$497,844,649	22.0%

*Amounts presented were determined as of the end of the fiscal year.

Schedule 2

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Schedule of the System's Employer Contributions
Fiscal Year Ended June 30, 2024

Notes to Required Supplementary Information

Changes of Benefit Terms and Assumptions for LASERS include:

2015

A. A 1.5% COLA, effective July 1, 2014, provided by Act 102 of the 2014 Louisiana Regular Legislative Session.

B. Improved benefits for certain members employed by the Office of Adult Probation and Parole within the Department of Public Safety and Corrections as established by Act 852 of 2014.

2017

C. A 1.5% COLA, effective July 1, 2016, provided by Acts 93 and 512 of the 2016 Louisiana Regular Legislative Session.

D. Added benefits for members of the Harbor Police Retirement System which was merged with LASERS effective July 1, 2015, by Act 648 of 2014.

2018

E. Effective July 1, 2017, the LASERS board adopted a plan to gradually reduce the discount rate in 0.05% increments, and the discount rate was reduced from 7.75% to 7.70% for the June 30, 2017, valuation. A 7.65% discount rate was used to determine the projected contribution requirements for the fiscal year ending June 30, 2019.

F. The inflation assumption, a component of the salary increase assumption, was reduced from 3.0% to 2.75%, effective July 1, 2017. Therefore, all salary increase assumptions decreased by 0.25%.

G. Per Act 94 of 2016 the projected contribution requirements for the fiscal year ending June 30, 2019, include direct funding of admistrative expenses, rather than a reduction in the assumed rate of return.

2019

H. The discount rate used for the June 30, 2018, valuation was 7.65%, and a 7.60% discount rate was used to determine the projected contribution requirements for the fiscal year ending June 30, 2020.

2020

I. LASERS changed the average remaining service lives from three to two years, when rounded to the next higher whole number.

J. The LASERS termination, disability, and retirement assumptions and methods were updated based on experience study for the fiscal years July 1, 2013, through June 30, 2018.

2021

K. The discount rate used for the June 30, 2020, valuation was 7.55%. The discount rate used to determine the projected contribution requirements for FY2021/2022 was reduced beyond the original plan to 7.40%.

L. The inflation assumption was reduced from 2.5% to 2.3% and all salary increase assumptions were reduced by 0.2%, effective July 1, 2020.

2022

M. The discount rate used for the June 30, 2021 valuation was 7.4%. The discount rate used to determine the projected contribution requirements for FY2022/2023 was reduced to 7.25%.

N. Act 95 of 2016 requires re-amortization of the OAB with level-dollar payments to 2029 when such re-amortization results in annual payments that are not more than the next annual payment otherwise required under prior law. This criterion was met after allocating legislative appropriations and investment experience gains to this schedule. The schedule was re-amortized with level dollar payments to be paid off in 2029.

O. Act 37 of 2021 provided a monthly benefit increase to retirees that on June 30, 2021 have attained age 60, have 30 or more years of service, have been retired 15 or more years, receive a monthly benefit less than $1,450, and have not participated in DROP or the Initial Benefit Option. The benefit increase is the lessor of $300 per month or the amount needed to increase the monthly benefit to $1,450.

2023

P. The discount rate used for the June 30, 2022 valuation was 7.25% and was also used to determine the projected contribution requirements for FY2023/2024.

Q. Act 170 of 2022 provided a supplemental appropriation of $21,831,939 to LASERS, which includes State surplus funds and litter fines, to be applied to the Initial Unfunded Accrued Liability (IUAL), which is a component of the Original Amortization Base (OAB).

R. Act 656 of 2022 provided a one-time supplemental payment equal to the lesser of the retiree's or beneficiary's monthly benefit, or $2,000. Eligibility is based on the current statutory COLA eligibility requirements. The increase in accrued liability includes the present value of the payment and is offset by funds disbursed from the Experience Account.

(Continued)

Schedule 2

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Schedule of the System's Employer Contributions
Fiscal Year Ended June 30, 2024

Notes to Required Supplementary Information

Changes of Benefit Terms and Assumptions for LASERS include(continued from previous page):

2024

S. Act 397 of 2023 provided a supplemental appropriation of $349,741,962 to LASERS to be applied to the IUAL, which is a component of the OAB.

T. Act 184 of 2023 provides a new mechanism for funding future COLAs via an Account Funding Rate (AFC) rate paid directly by employers and changes the granting and eligibility criteria for COLAS funded by the new mechanism.

Changes of Benefit Terms and Assumptions for TRSL include:

2015

A. A 1.5% COLA, effective July 1, 2014, provided by Act 204 of the 2014 Louisiana Regular Legislative Session.

2016

B. Members whose first employment makes them eligible for membership in a Louisiana state retirement system on or after July 1, 2015, may retire with a 2.5% benefit factor after attaining age 62 with at least five years of service credit and are eligibile for an actuarially reduced benefit with 20 years of service at any age.

2017

C. A 1.5% COLA, effective July 1, 2016, provided by Acts 93 and 512 of the 2016 Louisiana Regular Legislative Session.

2018

D. Effective July 1, 2017, the TRSL board adopted a plan to gradually reduce the discount rate in 0.05% increments, and the discount rate was reduced from 7.75% to 7.70% for the June 30, 2017, valuation and to 7.65% for the June 30, 2018 valuation.

E. Per Act 94 of 2016 the projected contribution requirements for the fiscal year ending June 30, 2019, include direct funding of admistrative expenses, rather than a reduction in the assumed rate of return.

2019

F. The discount rate used to determine the projected contributions for the fiscal year ended June 30, 2019, was 7.65%.

G. Demographic, mortality, and salary increase assumptions were updated beginning with the June 30, 2018 valuation to reflect the results of the most recent experience study observed for the period July 1, 2012 - June 30, 2017.

H. On November 1, 2018, the TRSL board accelerated the discount rate reduction plan by one year, using a 7.55% rate to determine the projected contribution requirements for the fiscal year ending June 30, 2020.

2020

I. TRSL reduced the discount rate from 7.65% to 7.55%.

2021

J. TRSL reduced the discount rate from 7.55% to 7.45%.

K. The inflation rate assumption was reduced from 2.5% to 2.3% and all salary increase assumptions were reduced by 0.2% effective July 1, 2020.

2022

L. The discount rate for the June 30, 2021 valuation was reduced from 7.45% to 7.40%. This change was anticipated in the determination of the projected contribution requirements for FY 2021/2022. The Board adopted a further reduction in the discount rate to 7.25% for purposes of determining the projected contribution requirements for FY 2022/2023.

M. Two triggers set by Act 95 of 2016 were met on June 30, 2021. Since the funded ratio reached 70%, the amortization period for changes in assumptions, experience losses, and most experience gains reduced from 30 years to 20 years. Also, the OAB was re-amortized with level-dollar payments to 2029 since this re-amortization resulted in annual payments which are less than the FY 2021/2022 payments that would have been required without the re-amortization.

2023

N. TRSL reduced the discount rate from 7.4% to 7.25%.

O. Act 170 of 2022 provided a supplemental appropriation of $48,092,612 to TRSL to be applied to the IUAL, which is a component of the OAB.

P. Act 657 of 2022 grants a 2% permanent benefit increase, payable July 1, 2022, to eligible TRSL retirees, beneficiaries and survivors calculated on the first $68,396 of their annual benefit.

Q. Act 95 of 2016 provides that the net remaining liability of the OAB and EAAB shall be re-amortized after application of the hurdle payments in fiscal year 2025 and in every fifth fiscal year thereafter until the system is 80% funded.

(Continued)

Schedule 2

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Schedule of the System's Employer Contributions
Fiscal Year Ended June 30, 2024

Notes to Required Supplementary Information

Changes of Benefit Terms and Assumptions for TRSL include (continued from previous page):

2024

R. Act 397 of 2023 provided a supplemental appropriation of $50,663,234 to TRSL to be applied to the IUAL, which is a component of the OAB

S. As noted above under LASERS, Act 184 of 2023 provides a new mechanism for funding future COLAs

T. The demographic and salary assumptions used in the valuation were adopted by the TRSL Board of Trustees following the most recent experience study, effective July 1, 2023. The study was based on an observation period of July 1, 2017 to June 30, 2022.

U. The mortality assumptions for active, non-disabled retirees and disabled retirees were revised effective June 30, 2023 based on the most recent experience study. The disability, retirement, and termination assumptions were also revised based on the most recent experience study.

V. The TRSL Board of Trustees increased the inflation assumption from 2.3% to 2.4%.

(Concluded)

Schedule 3

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Schedule of the System's Proportionate Share of the Total Collective OPEB Liability
Fiscal Year Ended June 30, 2024

Fiscal Year	System's Proportion of the Total Collective OPEB Liability	System's Proportionate Share of the Total Collective OPEB Liability	System's Covered-Employee Payroll	System's Proportionate Share of the Total Collective Liability as a Percentage of the Covered Payroll
Office of Group Benefits:				
2017	11.4227%	$1,036,402,180	$409,932,985	253%
2018	11.4227%	$992,744,345	$411,139,494	241%
2019	11.4799%	$979,957,444	$436,519,294	224%
2020	11.5829%	$894,468,858	$458,001,767	195%
2021	11.3684%	$941,840,399	$468,252,775	201%
2022	11.5110%	$1,054,029,175	$471,057,727	224%
2023	11.5994%	$782,797,638	$477,785,266	164%
2024	11.7731%	$841,576,041	$493,181,217	171%
LSU Health Plan				
2017	1.6953%	$17,110,633	NONE	NONE
2018	1.6066%	$15,674,996	NONE	NONE
2019	1.5146%	$16,558,072	NONE	NONE
2020	1.0853%	$15,217,784	NONE	NONE
2021	1.0373%	$15,259,919	NONE	NONE
2022	0.8818%	$7,204,488	NONE	NONE
2023	0.8167%	$6,828,113	NONE	NONE
2024	0.7610%	$6,468,548	NONE	NONE

The amounts presented for each fiscal year were determined on the measurement dates. The schedule is intended to show information for 10 years. Additional years will be presented as they become available.

Schedule 3

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Schedule of the System's Proportionate Share of the Total Collective OPEB Liability
Fiscal Year Ended June 30, 2024

Notes to Required Supplementary Information

There are no assets accumulated in a trust that meets the requirements in paragraph 4 of GASB Statement 75 to pay related benefits.

Changes of benefit terms and assumptions for the Office of Group Benefits (OGB) include:

2018
A. A change in the discount rate from 2.71% to 3.13%.

2019
B. A change in the discount rate from 3.13% to 2.98%
C. Baseline per capita costs were updated to reflect 2018 claims. Enrollment and retiree contributions were updated based on 2019 premiums. The impact of the High Cost Excise Tax was revised to reflect updated plan premiums.
D. OGB relies on the demographic assumptions for the Louisiana State Police Retirement System, Louisiana School Employees' Retirement System, and TRSL. These retirement systems performed experience studies and adopted new assumptions for the June 30, 2018, valuation. OGB updated its demographic assumptions to reflect these updated assumptions.
E. The percentage of future retirees assumed to elect medical coverage was modified based on recent plan experience.
F. The valuation model was refined to incorporate available census information, including: an adjustment to liabilities to reflect the deferral of benefit commencement and the years of service accrual that occur between the Deferred Retirement Option Program (DROP) entry date and the DROP end date; and reflection of available OGB participation service for employees who transfer between pension plans.

2020
G. A change in the discount rate from 2.98% to 2.79%.
H. Baseline per capita costs were updated to reflect 2019 claims, and enrollment and retire contributions were updated based on 2020 premiums. Plan claims and premiums increased less than had been expected. In addition, the estimate of future employer group waiver plan (EGWP) savings was increased based on an analysis of recent EGWP experience.
I. Life insurance contributions were updated based on updates for 2020 monthly premium rates.
J. The impact of the High Cost Excise Tax was removed - the tax was repealed in December 2019.
K. OGB relies upon the demographic assumptions used in the June 30, 2019 actuarial valuations for the four statewide retirement systems. LASERS performed a recent experience study and adopted new assumptions for the June 30, 2019, valuation.

2021
L. A change in the discount rate from 2.79% to 2.66%.
M. The baseline per capita costs were updated to reflect 2020 claims and enrollment for prescription drug costs and retiree contributions were updated based on 2021 premiums. The 2020 medical claims and enrollment experience was not included in the projection of expected 2021 plan costs due to the COVID-19 pandemic which resulted in 2020 medical claims experience which is not reflective of what is expected in future years.
N. Salary increase rate assumption for LASERS and TRSL pension plan members was updated consistent with the June 30, 2020, LASERS and TRSL pension valuations.
O. Medical participation rates, life participation rates, the age difference between future retirees and their spouses, Medicare eligibility rates, and medical plan elections percentages have all been updated based on a review of OPEB experience from July 1, 2017 through June 30, 2020.

2022
P. A change in the discount rate from 2.66% as of July 1, 2020, to 2.18% as of July 1, 2021.
Q. The OGB valuation relies upon the pension plans covering the same participants for the retirement, termination, disability, and salary scale assumptions. Baseline per capita costs were adjusted to reflect 2021 claims and enrollment
R. Plan claims and premiums increased less than had been expected, and the estimate of future savings from Employer Group Waiver Plans that manage Medicare benefits was increased based on recent experience.
S. Medical plan election percentages were updated based on the coverage elections of recent retirees.
T. The healthcare cost trend rate assumption was revised based on updated National Health Care Trend Survey information.
U. An adjustment was made to employers’ actual benefit payments for the year ending June 30, 2021 for excluded agencies.

(Continued)

Schedule 3

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Schedule of the System's Proportionate Share of the Total Collective OPEB Liability
Fiscal Year Ended June 30, 2024

Notes to Required Supplementary Information

There are no assets accumulated in a trust that meets the requirements in paragraph 4 of GASB Statement 75 to pay related benefits.

Changes of benefit terms and assumptions for the Office of Group Benefits (OGB) includes:

2023

V. A change in the discount rate from 2.18% as of July 1, 2021, to 4.09% as of July 1, 2022, which decreased the plan's liability.

W. The OGB valuation relies upon the pension plans covering the same participants for the mortality, retirement, termination, disability, and salary scale assumptions. Baseline per capita costs and medical plan election percentages were updated to reflect 2022 claims and enrollment. Plan claims and premiums increased less than expected, which decreased the plan's liability.

X. Life insurance premium rates were updated, resulting in a decrease in the plan's liability.

Y. An adjustment was made to employers' actual benefit payments for the year ending June 30, 2022 for excluded agencies.

2024

Z. A change in the discount rate from 4.09% as of July 1, 2022, to 4.13% as of July 1, 2023, which decreased the plan's liability.

AA. Life insurance premium rates were updated, resulting in a decrease in the plan's liability.

BB. The Vantage Medical Home HMO and Vantage MA HMO plans were no longer offered after December 31, 2023, which decreased the plan's liability.

CC. The OGB valuation relies upon the pension plans covering the same participants for the mortality, retirement, termination, disability, and salary scale assumptions. Baseline per capita costs and medical plan election percentages were updated to reflect 2023 claims and enrollment. Plan claims and premiums increased less than expected, which decreased the plan's liability.

DD. Three of the associated pension systems, Teachers' Retirement System of Louisiana (TRSL), Louisiana School Employees' Retirement System (LSERS), and Louisiana State Police Retirement System (LSPRS) adopted new assumptions in the June 30, 2023 valuation based on updated experience studies. As a result, the mortality, retirement, termination, disability, and salary increase rates for the TRSL, LSERS, and LSPRS groups were updated to be consistent with the pension valuation assumptions. Additionally, all TRSL assumptions that were based on the Regular plan assumptions only have been updated to vary by sub-plan as applicable (Regular, Higher Ed, and Lunch).

EE. The baseline trend was updated to more accurately reflect the current medical cost environment. Pre Medicare trend has been revised to 7.0% for the first two years trending down 25 basis points per year to an ultimate rate of 4.5%. Medicare trend has been revised to 6.5% for the first two years trending down 25 basis points per year to an ultimate rate of 4.5%.

FF. The Medicare trend was further adjusted to reflect the impact of certain provisions of the Inflation Reduction Act ("IRA").

(continued)

Schedule 3

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Schedule of the System's Proportionate Share of the Total Collective OPEB Liability
Fiscal Year Ended June 30, 2024

Notes to Required Supplementary Information

There are no assets accumulated in a trust that meets the requirements in paragraph 4 of GASB Statement 75 to pay related benefits.

Changes of benefit terms and assumptions for the LSU Health Plan include:

2018
- A. A change in the discount rate from 3.58% to 3.90%.
- B. A transition from the Projected Unit Credit cost method to the Entry Age Normal cost method.
- C. Updated plan design changes as of January 1, 2018.
- D. Updated claim costs for the expected retiree health costs.
- E. Census changes since the last valuation.

2019
- F. A change in the discount rate from 3.90% to 3.50%.

2020
- G. A change in the discount rate from 3.50% to 2.21%.
- H. The retirement rates were updated to the most recent rates from the LASERS and TRSL actuarial valuations.
- I. The mortality assumption was updated from the RP-2014 table with generational scale MP-2018 to the Pub-2010 mortality table with generational scale MP-2019 to reflect the Society of Actuaries' recent mortality study.

2021
- J. A change in the discount rate from 2.21% to 2.16%.

2022
- K. A change in the discount rate from 2.16% to 3.54%
- L. Trend rates were reset based on current Healthcare Analytics
- M. The salary increase rates were updated to match the pension plan valuations
- N. Participation rates were updated based on 5 years of historical update information, and broken out by members years of service to properly allocate subsidies based on subsidy eligibility.
- O. The mortality projection scale was updated from MP-2019 to MP-2021

2023
- P. A change in the discount rate from 3.54% to 3.65%.

2024
- Q. A change in the discount rate from 3.65% as of June 30, 2023, to 3.93% as of June 30, 2024.
- R. The trend rates were updated to an initial rate of 7.75% (6.75% for Post-65) grading down to an ultimate rate of 4.0%. The initial rate and the grade down period is extended to account for recent inflationary pressures and price increases over the next couple of years.
- S. The retirement, termination, and salary rates were updated to the 2023 Teachers' Retirement System of Louisiana Actuarial Valuation and the 2023 Louisiana State Employees' Retirement System Actuarial Valuation.

(Concluded)

Combining Schedule of Net Position, by University, for the year ended June 30, 2024

Schedule 4 presents the current and long-term portions of assets and liabilities and net position for each university.

Combining Schedule of Revenues, Expenses, and Changes in Net Position, by University, for the year ended June 30, 2024

Schedule 5 presents information showing how the net position of each university changed as a result of current year operations.

Combining Schedule of Cash Flows, by University, for the year ended June 30, 2024

Schedule 6 presents information showing how each university's cash changed as a result of current year operations.

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Combining Schedule of Net Position, by University
June 30, 2024

	GRAMBLING STATE UNIVERSITY	LOUISIANA TECH UNIVERSITY	MCNEESE STATE UNIVERSITY	NICHOLLS STATE UNIVERSITY	NORTHWESTERN STATE UNIVERSITY	SOUTHEASTERN LOUISIANA UNIVERSITY
ASSETS						
Current assets:						
Cash and cash equivalents	$39,143,342	$13,626,813	$50,654,792	$7,118,783	$59,225,387	$33,959,440
Investments						
Receivables (net)	9,507,386	7,541,500	6,325,296	7,108,996	8,706,025	16,329,218
Due from state treasury	1,470,482	931,421	1,483,558	1,814,123	803,164	892,900
Due from federal government	10,283,035	3,667,899	1,090,201	108,047	49,350	8,124,676
Inventories	241,144	441,931	363,718		316,082	442,959
Prepaid expenses and advances	482,802	3,038,254	305,430	1,108,033	4,445,068	835,728
Notes receivable (net)						72,560
Lease receivable			74,670	208,915		
Other current assets	270	9,076			20,101	
Total current assets	61,128,461	29,256,894	60,297,665	17,466,897	73,565,177	60,657,481
Noncurrent assets:						
Restricted:						
Cash and cash equivalents	6,440,964	12,465,895	35,335,436	14,023,993	2,573,725	11,808,400
Investments	11,556,577	42,577,819	20,920,613	17,690,334	18,258,099	23,025,877
Receivables (net)				1,201,284	93,565	
Notes receivables (net)	342				233,585	64,105
Investments						
Lease receivable			1,533,668	704,607		
Capital assets (net)	139,919,005	336,078,342	238,946,494	102,789,799	66,932,663	216,993,898
Other noncurrent assets		81,688				
Total noncurrent assets	157,916,888	391,203,744	296,736,211	136,410,017	88,091,637	251,892,280
Total assets	219,045,349	420,460,638	357,033,876	153,876,914	161,656,814	312,549,761
Deferred outflows of Resources:						
Deferred outflows related to pensions	16,352,487	34,663,980	15,688,777	19,059,763	23,341,071	35,770,485
Deferred outflows related to other postemployment benefits (OPEB)	5,690,360	15,821,296	11,454,436	10,808,657	10,719,760	19,075,311
Total deferred outflows of resources	22,042,847	50,485,276	27,143,213	29,868,420	34,060,831	54,845,796
LIABILITIES						
Current liabilities:						
Accounts payable and accruals	8,048,978	10,124,112	5,089,660	3,846,063	6,033,677	9,928,202
Due to state treasury	8,931		1,050			3,917
Due to federal government						
Unearned revenues	6,068,278	10,446,396	2,917,498	1,771,083	4,648,133	8,997,629
Amounts held in custody for others	2,819,208	1,618,504	639,825	227,505	1,797	2,259,915
Compensated absences payable	474,703	599,408	371,434	416,437	695,400	863,763
Lease obligations	973,987	587,666		26,987		115,349
Subscription obligations	556,945	838,445	1,103,885	274,817		1,418,701
Notes payable		171,900				
Bonds payable		4,762,778	1,875,000	2,575,000		5,150,000
OPEB liability	2,000,000	4,600,000	3,000,000	3,300,000	3,100,000	4,500,000
Other current liabilities	1,412,414					
Total current liabilities	22,363,444	33,749,209	14,998,352	12,437,892	14,479,007	33,237,476

(Continued)

	UNIVERSITY OF LOUISIANA AT LAFAYETTE	UNIVERSITY OF LOUISIANA AT MONROE	UNIVERSITY OF NEW ORLEANS	BOARD	TOTAL SYSTEM
ASSETS					
Current assets:					
Cash and cash equivalents	$1,286,013	$4,542,099	$3,019,052	$4,099,268	$216,674,989
Investments			18,585,160		18,585,160
Receivables (net)	53,842,090	7,437,856	37,322,012		154,120,379
Due from state treasury	967,007	920,186	3,817,940		13,100,781
Due from federal government	109,786	924,986			24,357,980
Inventories	62,568	196,560	99,569		2,164,531
Prepaid expenses and advances	4,441,340	1,431,571	1,216,494		17,304,720
Notes receivable (net)	975,791	124,198	125,852		1,298,401
Lease receivable	520,084	127,932	492,453		1,424,054
Other current assets	29,243		125,212		183,902
Total current assets	62,233,922	15,705,388	64,803,744	4,099,268	449,214,897
Noncurrent assets:					
Restricted:					
Cash and cash equivalents	33,454,071	3,989,950	3,845,516		123,937,950
Investments	121,088,608	45,223,585	26,843,691		327,185,203
Receivables (net)		473,770			1,768,619
Notes receivables (net)	1,862,326	975,503	2,129,544		5,265,405
Investments			32,703		32,703
Lease receivable	5,304,789	8,786,814	2,011,669		18,341,547
Capital assets (net)	469,020,516	160,040,621	179,451,659	1,854	1,910,174,851
Other noncurrent assets			253,612		335,300
Total noncurrent assets	630,730,310	219,490,243	214,568,394	1,854	2,387,041,578
Total assets	692,964,232	235,195,631	279,372,138	4,101,122	2,836,256,475
Deferred outflows of Resources:					
Deferred outflows related to pensions	67,711,795	28,563,053	33,715,545	1,127,862	275,994,818
Deferred outflows related to other postemployment benefits (OPEB)	24,925,757	11,285,726	18,998,459	262,980	129,042,742
Total deferred outflows of resources	92,637,552	39,848,779	52,714,004	1,390,842	405,037,560
LIABILITIES					
Current liabilities:					
Accounts payable and accruals	31,441,466	9,334,581	25,218,036	129,439	109,194,214
Due to state treasury					13,898
Due to federal government	355				355
Unearned revenues	18,193,257	6,129,885	7,660,006		66,832,165
Amounts held in custody for others	1,541,683	296,816	918,498		10,323,751
Compensated absences payable	1,052,801	1,006,729	716,211	78,221	6,275,107
Lease obligations	270,937	136,803			2,111,729
Subscription obligations	846,449		699,086		5,738,328
Notes payable	156,158		480,326		808,384
Bonds payable	7,550,000	4,428,195	3,427,296		29,768,269
OPEB liability	5,900,000	3,700,000	4,270,000	44,000	34,414,000
Other current liabilities	2,712,586	264,560			4,389,560
Total current liabilities	69,665,692	25,297,569	43,389,459	251,660	269,869,760

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Combining Schedule of Net Position, by University
June 30, 2024

	GRAMBLING STATE UNIVERSITY	LOUISIANA TECH UNIVERSITY	MCNEESE STATE UNIVERSITY	NICHOLLS STATE UNIVERSITY	NORTHWESTERN STATE UNIVERSITY	SOUTHEASTERN LOUISIANA UNIVERSITY
LIABILITIES (CONT.)						
Noncurrent liabilities:						
Unearned revenues				$268,461		
Compensated absences payable	$3,977,774	$5,117,321	$2,986,617	3,797,897	$3,569,297	$7,557,385
Lease obligations	1,839,576	1,564,523				195,568
Subscription obligations	364,731	665,283	1,133,625	576,608		1,277,739
Notes payable		891,975				
Bonds payable		134,111,965	32,011,295	39,202,126		74,884,824
Net pension liability	53,727,615	116,221,474	54,514,514	65,838,074	82,188,495	129,446,415
OPEB liability	38,118,170	99,002,131	63,770,315	71,517,209	70,570,060	120,803,518
Other noncurrent liabilities				2,868,125	7,650	
Total noncurrent liabilities	98,027,866	357,574,672	154,416,366	184,068,500	156,335,502	334,165,449
Total liabilities	120,391,310	391,323,881	169,414,718	196,506,392	170,814,509	367,402,925
DEFERRED INFLOWS OF RESOURCES						
Deferred inflows related to leases			1,561,336	853,852		
Deferred inflows related to P3					6,983,493	
Deferred inflows related to pensions	3,411,436	7,336,052	6,352,584	5,332,395	4,763,307	6,858,704
Deferred inflows related to OPEB	10,396,714	22,206,217	14,170,563	15,800,104	16,526,663	28,508,703
Total deferred inflows of resources	13,808,150	29,542,269	22,084,483	21,986,351	28,273,463	35,367,407
NET POSITION						
Net investment in capital assets	136,117,368	193,179,706	217,806,006	64,008,706	59,949,170	136,823,359
Restricted for:						
Nonexpendable	10,566,229	36,294,336	14,200,000	16,615,150	13,545,175	14,392,433
Expendable	28,425,293	23,703,641	49,784,429	15,589,615	42,105,237	49,532,102
Unrestricted	(68,220,154)	(203,097,919)	(89,112,547)	(130,960,880)	(118,969,909)	(236,122,669)
TOTAL NET POSITION	$106,888,736	$50,079,764	$192,677,888	($34,747,409)	($3,370,327)	($35,374,775)

(Concluded)

	UNIVERSITY OF LOUISIANA AT LAFAYETTE	UNIVERSITY OF LOUISIANA AT MONROE	UNIVERSITY OF NEW ORLEANS	BOARD	TOTAL SYSTEM
LIABILITIES (CONT.)					
Noncurrent liabilities:					
Unearned revenues			$25,527		$293,988
Compensated absences payable	$14,141,773	$2,876,326	4,417,503	$417,875	48,859,768
Lease obligations	663,531	717,096			4,980,294
Subscription obligations	1,687,259		508,689		6,213,934
Notes payable	40,053		735,391		1,667,419
Bonds payable	238,548,834	48,636,418	36,586,491		603,981,953
Net pension liability	237,055,146	96,694,630	112,898,513	4,187,279	952,772,155
OPEB liability	169,431,183	79,976,006	98,130,234	2,311,763	813,630,589
Other noncurrent liabilities			1,331,713		4,207,488
Total noncurrent liabilities	661,567,779	228,900,476	254,634,061	6,916,917	2,436,607,588
Total liabilities	731,233,471	254,198,045	298,023,520	7,168,577	2,706,477,348
DEFERRED INFLOWS OF RESOURCES					
Deferred inflows related to leases	5,727,838	8,659,651	2,459,392		19,262,069
Deferred inflows related to P3			6,655,396		13,638,889
Deferred inflows related to pensions	10,526,034	6,295,107	8,189,215	319,559	59,384,393
Deferred inflows related to OPEB	40,648,041	18,018,192	25,384,289	729,916	192,389,402
Total deferred inflows of resources	56,901,913	32,972,950	42,688,292	1,049,475	284,674,753
NET POSITION					
Net investment in capital assets	228,057,576	106,277,197	137,797,380	1,854	1,280,018,322
Restricted for:					
Nonexpendable	59,515,000	39,365,071	27,749,071		232,242,465
Expendable	117,270,856	8,503,458	7,178,391		342,093,022
Unrestricted	(407,377,032)	(166,272,311)	(181,350,512)	(2,727,942)	(1,604,211,875)
TOTAL NET POSITION	($2,533,600)	($12,126,585)	($8,625,670)	($2,726,088)	$250,141,934

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Combining Schedule of Revenues, Expenses, and Changes in Net Position, by University
For the Fiscal Year Ended June 30, 2024

	GRAMBLING STATE UNIVERSITY	LOUISIANA TECH UNIVERSITY	MCNEESE STATE UNIVERSITY	NICHOLLS STATE UNIVERSITY	NORTHWESTERN STATE UNIVERSITY	SOUTHEASTERN LOUISIANA UNIVERSITY
OPERATING REVENUES						
Student tuition and fees (net of scholarship allowances of $230,438,566)	$23,437,663	$71,774,991	$31,545,819	$29,079,922	$35,556,304	$64,483,597
Federal grants and contracts	18,660,628	12,524,821	1,337,049	452,223	3,829,839	13,347,883
State and local grants and contracts	3,603,986	2,368,529	1,713,059	5,104,101	5,653,263	2,678,504
Nongovernmental grants and contracts	286,078	859,857	268,242	670,998	2,491,715	2,734,163
Sales and services of educational departments	3,095,753	1,684,137	503,529	207,445	5,677,035	869,324
Auxiliary enterprise revenues (net of scholarship allowances of $30,457,127 including revenues used as security for revenue bonds)	26,070,987	38,497,336	11,396,968	19,669,442	7,330,119	22,630,132
Other operating revenues	4,509,063	4,827,721	2,364,534	1,692,718	5,452,693	4,598,052
Total operating revenues	79,664,158	132,537,392	49,129,200	56,876,849	65,990,968	111,341,655
OPERATING EXPENSES						
Educational and general:						
Instruction	20,741,043	52,065,265	29,718,498	28,294,599	43,922,880	63,263,680
Research	3,805,770	21,887,943	771,154	1,440,871	363,552	2,974,874
Public service	536,675	137,835	379,938	3,410,725	959,338	7,485,560
Academic support	4,694,914	13,540,311	6,463,209	6,971,205	13,580,116	16,898,452
Student services	7,322,878	6,138,942	5,350,667	5,261,121	8,065,769	12,443,007
Institutional support	22,976,182	13,456,595	7,980,898	8,826,972	10,527,385	16,022,077
Operations and maintenance of plant	5,381,812	14,840,432	12,452,305	8,310,614	7,433,132	17,242,541
Depreciation/amortization	6,911,533	18,979,230	8,951,209	6,631,405	3,782,947	14,623,871
Scholarships and fellowships	12,758,500	14,085,213	3,829,992	6,327,026	14,765,017	18,553,646
Auxiliary enterprises	30,954,760	51,065,813	20,026,703	15,733,281	11,973,014	16,752,058
Other operating expenses		365,252	1,194,658	318,812	(53,040)	1,117,508
Total operating expenses	116,084,067	206,562,831	97,119,231	91,526,631	115,320,110	187,377,274
OPERATING LOSS	(36,419,909)	(74,025,439)	(47,990,031)	(34,649,782)	(49,329,142)	(76,035,619)
NONOPERATING REVENUES (Expenses)						
State appropriations	19,711,994	39,709,351	27,058,100	23,005,581	30,181,635	40,115,835
Gifts	766,512	16,128,707	1,413,344	666,279		1,895,631
Federal nonoperating revenues	25,157,879	13,156,096	11,630,298	11,637,516	16,261,864	25,973,469
Net investment income	4,230,101	3,583,517	5,275,245	1,078,057	4,256,678	3,947,387
Interest expense	(939)	(5,435,403)	(871,653)	(2,241,587)	(16,340)	(2,965,178)
Payments to or on behalf of the university				923,645		
Gain (loss) on sale/exchange of capital assets				2,211,721		
Insurance recoveries		194,341				2,245,467
Other nonoperating revenues (expenses)	3,191,148	8,573,841	5,003,809	6,149,743	10,460,349	11,469,575
Net nonoperating revenues	53,056,695	75,910,450	49,509,143	43,430,955	61,144,186	82,682,186

(Continued)

	UNIVERSITY OF LOUISIANA AT LAFAYETTE	UNIVERSITY OF LOUISIANA AT MONROE	UNIVERSITY OF NEW ORLEANS	BOARD	TOTAL SYSTEM
OPERATING REVENUES					
Student tuition and fees (net of scholarship allowances of $230,438,566)	$119,196,193	$46,224,216	$35,721,695		$457,020,400
Federal grants and contracts	45,071,114	3,488,093	7,706,641		106,418,291
State and local grants and contracts	18,668,470	7,785,560	35,796,685		83,372,157
Nongovernmental grants and contracts	30,164,062	505,444	3,596,818		41,577,377
Sales and services of educational departments	310,830	334,414	289,469		12,971,936
Auxiliary enterprise revenues (net of scholarship allowances of $30,457,127 including revenues used as security for revenue bonds)	49,922,638	21,145,065	17,661,265		214,323,952
Other operating revenues	9,900,245	982,519	15,555,711	$5,019,102	54,902,358
Total operating revenues	273,233,552	80,465,311	116,328,284	5,019,102	970,586,471
OPERATING EXPENSES					
Educational and general:					
Instruction	104,481,700	42,609,993	37,550,092		422,647,750
Research	85,236,789	5,973,936	14,607,355		137,062,244
Public service	7,139,706	5,652,902	28,596,019		54,298,698
Academic support	22,505,670	7,080,331	10,487,777		102,221,985
Student services	19,191,844	9,700,832	8,913,536		82,388,596
Institutional support	38,884,350	15,511,646	13,539,162	6,891,430	154,616,697
Operations and maintenance of plant	25,346,145	11,904,803	22,974,621		125,886,405
Depreciation/amortization	29,114,106	9,723,229	10,909,468	6,191	109,633,189
Scholarships and fellowships	16,255,906	4,393,100	4,679,728		95,648,128
Auxiliary enterprises	64,130,046	28,413,174	20,996,261		260,045,110
Other operating expenses	690,277	3,556	1,846,208		5,483,231
Total operating expenses	412,976,539	140,967,502	175,100,227	6,897,621	1,549,932,033
OPERATING LOSS	(139,742,987)	(60,502,191)	(58,771,943)	(1,878,519)	(579,345,562)
NONOPERATING REVENUES (Expenses)					
State appropriations	95,256,683	36,014,980	34,159,792	4,372,588	349,586,539
Gifts	5,928,803	1,199,198	2,840,911		30,839,385
Federal nonoperating revenues	32,754,009	12,988,370	13,539,049		163,098,550
Net investment income	11,300,607	6,268,677	7,152,285	976,802	48,069,356
Interest expense	(8,955,060)	(1,131,255)	(1,477,196)		(23,094,611)
Payments to or on behalf of the university					923,645
Gain (loss) on sale/exchange of capital assets		(486,648)			1,725,073
Insurance recoveries	429,071	21,632			2,890,511
Other nonoperating revenues (expenses)	9,413,550	5,959,478	5,418,362	103,886	65,743,741
Net nonoperating revenues	146,127,663	60,834,432	61,633,203	5,453,276	639,782,189

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Combining Schedule of Revenues, Expenses, and Changes in Net Position, by University For the Fiscal Year Ended June 30, 2024

	GRAMBLING STATE UNIVERSITY	LOUISIANA TECH UNIVERSITY	MCNEESE STATE UNIVERSITY	NICHOLLS STATE UNIVERSITY	NORTHWESTERN STATE UNIVERSITY	SOUTHEASTERN LOUISIANA UNIVERSITY
INCOME BEFORE OTHER REVENUES AND EXPENSES	$16,636,786	$1,885,011	$1,519,112	$8,781,173	$11,815,044	$6,646,567
Capital appropriations	485,232	3,154,560	11,682,382	12,043,542	13,890,496	12,903,425
Capital grants and gifts		2,019,477	631,049	69,184	84,516	1,340
Additions to permanent endowments	1,560,000	200,000	300,000		300,000	300,000
Other revenues (expenses), net		(2,315,784)				
CHANGE IN NET POSITION	18,682,018	4,943,264	14,132,543	20,893,899	26,090,056	19,851,332
NET POSITION - BEGINNING OF YEAR (Restated)	88,206,718	45,136,500	178,545,345	(55,641,308)	(29,460,383)	(55,226,107)
NET POSITION - END OF YEAR	$106,888,736	$50,079,764	$192,677,888	($34,747,409)	($3,370,327)	($35,374,775)

(Concluded)

	UNIVERSITY OF LOUISIANA AT LAFAYETTE	UNIVERSITY OF LOUISIANA AT MONROE	UNIVERSITY OF NEW ORLEANS	BOARD	TOTAL SYSTEM
INCOME BEFORE OTHER REVENUES AND EXPENSES	$6,384,676	$332,241	$2,861,260	$3,574,757	$60,436,627
Capital appropriations	7,159,825	2,296,724	100,553		63,716,739
Capital grants and gifts	18,955,425	656,222	30,107		22,447,320
Additions to permanent endowments	300,000		280,000		3,240,000
Other revenues (expenses), net			(6,843)		(2,322,627)
CHANGE IN NET POSITION	32,799,926	3,285,187	3,265,077	3,574,757	147,518,059
NET POSITION - BEGINNING OF YEAR (Restated)	(35,333,526)	(15,411,772)	(11,890,747)	(6,300,845)	102,623,875
NET POSITION - END OF YEAR	($2,533,600)	($12,126,585)	($8,625,670)	($2,726,088)	$250,141,934

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Combining Schedule of Cash Flows, by University
For the Fiscal Year Ended June 30, 2024

	GRAMBLING STATE UNIVERSITY	LOUISIANA TECH UNIVERSITY	MCNEESE STATE UNIVERSITY	NICHOLLS STATE UNIVERSITY	NORTHWESTERN STATE UNIVERSITY	SOUTHEASTERN LOUISIANA UNIVERSITY
CASH FLOWS FROM OPERATING ACTIVITIES:						
Tuition and fees	$22,482,204	$71,354,089	$31,632,682	$28,954,011	$34,283,051	$64,628,132
Grants and contracts	16,877,806	21,134,489	6,941,673	6,172,660	12,751,272	21,517,394
Sales and services of educational departments	3,095,753	1,680,014	503,529	549,882	5,677,035	547,157
Auxiliary enterprise receipts	25,953,049	38,099,108	11,807,331	18,861,683	7,107,753	20,983,793
Payments for employee compensation	(38,574,366)	(81,993,472)	(38,819,945)	(41,259,241)	(52,256,101)	(85,819,578)
Payments for benefits	(14,207,602)	(33,325,955)	(16,397,521)	(19,191,047)	(21,790,216)	(38,369,484)
Payments for utilities	(4,060,501)	(7,556,563)	(2,852,307)	(3,725,670)	(1,855,466)	(3,518,045)
Payments for supplies and services	(43,727,177)	(52,749,555)	(26,625,355)	(18,423,579)	(31,106,808)	(45,151,336)
Payments for scholarships and fellowships	(17,245,090)	(16,719,929)	(8,272,415)	(6,982,322)	(14,765,017)	(11,564,140)
Loans to students						
Collection of loans to students			110,665		49,359	106,191
Other receipts	4,441,705	5,119,100	2,333,068	1,804,568	4,794,629	6,171,444
Net cash used by operating activities	(44,964,219)	(54,958,674)	(39,638,595)	(33,239,055)	(57,110,509)	(70,468,472)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:						
State appropriations	18,567,990	39,111,952	25,914,085	21,659,045	29,703,143	39,572,564
Gifts and grants for other than capital purposes	4,902,929	20,576,003	5,471,953	3,489,369	4459621	9,333,714
Pell grant receipts	20,478,896	12,766,453	11,630,298	11,703,269	16,261,864	25,318,388
Private gifts for endowment purposes	1,560,000		300,000		300,000	300,000
Taylor Opportunity Program for Students receipts	880,746	26,601,429	9,658,896	10,495,087	8,606,120	23,010,506
Taylor Opportunity Program for Students disbursements	(880,746)	(26,786,322)	(9,658,896)	(10,499,754)	(8,606,120)	(22,882,503)
CARES Act Receipts	2,519,792					180,851
Direct lending receipts	51,803,486	31,175,535	15,532,006	20,121,641	32,054,863	37,962,154
Direct lending disbursements	(51,803,486)	(30,828,704)	(15,532,006)	(20,121,641)	(32,054,863)	(37,964,382)
Other receipts (payments)	(143,636)	4,005,432	73637	2,236,922	4,795,432	4,380,426
Net cash provided by noncapital financing sources	47,885,971	76,621,778	43,389,973	39,083,938	55,520,060	79,211,718
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:						
Proceeds from capital debt			12,601,503			
Capital gifts and grants received						
Proceeds from sale of capital assets		1,380,039		2,372,997		
Purchases of capital assets	(7,861,112)	(7,256,021)	(4,325,487)	(2,008,884)	(1,645,199)	(9,031,306)
Principal paid on capital debt		(4,499,800)	(1,603,295)	(2,440,000)	(430,000)	(5,533,980)
Interest paid on capital debt		(5,674,021)	(766,926)	(2,269,137)	(16,341)	(2,931,989)
Payments for right of use leased assets (include principal and interest)	(1,349,572)	(803,255)		(27,107)		(213,133)
Proceeds from leases (include principal and interest)			96,192	217,110		
Payments for SBITAs (include principal and interest)	(1,329,310)	(1,091,924)	(938,296)	(540,077)		(1,933,072)
Proceeds from P3 (include principal and interest)						
Deposits with trustees				147,993		
Other receipts (payments)		(1,144,876)				
Net cash provided (used) by capital financing activities	(10,539,994)	(19,089,858)	5,063,691	(4,547,105)	(2,091,540)	(19,643,480)

(Continued)

	UNIVERSITY OF LOUISIANA AT LAFAYETTE	UNIVERSITY OF LOUISIANA AT MONROE	UNIVERSITY OF NEW ORLEANS	BOARD	TOTAL SYSTEM
CASH FLOWS FROM OPERATING ACTIVITIES:					
Tuition and fees	$118,034,119	$47,814,862	$31,913,338		$451,096,488
Grants and contracts	98,055,049	11,430,882	45,161,616		240,042,841
Sales and services of educational departments	312,664	334,414	(604,868)		12,095,580
Auxiliary enterprise receipts	47,109,695	21,131,782	18,738,251		209,792,445
Payments for employee compensation	(184,469,252)	(64,633,692)	(80,044,515)	($2,370,397)	(670,240,559)
Payments for benefits	(61,438,372)	(30,389,554)	(30,498,297)	(912,827)	(266,520,875)
Payments for utilities	(9,958,626)	(5,462,619)	(8,408,925)		(47,398,722)
Payments for supplies and services	(118,854,961)	(30,411,967)	(38,714,587)	(3,648,045)	(409,413,370)
Payments for scholarships and fellowships	(19,862,706)	(4,601,407)	(3,924,087)		(103,937,113)
Loans to students	(627,855)	(90,869)			(718,724)
Collection of loans to students	1,964,279	238,562	133,778		2,602,834
Other receipts	10,128,044	308,780	14,546,814	4,596,557	54,244,709
Net cash used by operating activities	(119,607,922)	(54,330,826)	(51,701,482)	(2,334,712)	(528,354,466)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:					
State appropriations	94,740,048	35,438,544	30,781,975	4,372,588	339,861,934
Gifts and grants for other than capital purposes	12,689,801	5,452,602	5,918,604		72,294,596
Pell grant receipts	32,397,650	13,613,815	13,539,049		157,709,682
Private gifts for endowment purposes	300,000		280,000		3,040,000
Taylor Opportunity Program for Students receipts	31,825,592	12,501,154	7,717,379		131,296,909
Taylor Opportunity Program for Students disbursements	(31,900,120)	(12,458,101)	(7,711,627)		(131,384,189)
CARES Act Receipts	(144,926)				2,555,717
Direct lending receipts	58,538,376	39,964,002	18,375,071		305,527,134
Direct lending disbursements	(58,553,780)	(39,940,582)	(17,885,051)		(304,684,495)
Other receipts (payments)	(581,215)	(724,931)	775,183		14,817,250
Net cash provided by noncapital financing sources	139,311,426	53,846,503	51,790,583	4,372,588	591,034,538
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:					
Proceeds from capital debt	12,552,533	1,455,048			26,609,084
Capital gifts and grants received	16,976,230	524,985			17,501,215
Proceeds from sale of capital assets					3,753,036
Purchases of capital assets	(36,513,517)	(3,084,356)	(4,578,556)		(76,304,438)
Principal paid on capital debt	(7,164,250)	(4,570,000)	(3,839,592)		(30,080,917)
Interest paid on capital debt	(10,245,779)	(1,091,233)	(1,497,729)		(24,493,155)
Payments for right of use leased assets (include principal and interest)	(105,560)	(146,068)			(2,644,695)
Proceeds from leases (include principal and interest)	2,578,819	289,997	504,390		3,686,508
Payments for SBITAs (include principal and interest)	(2,445,208)	(1,147,363)	(739,659)		(10,164,909)
Proceeds from P3 (include principal and interest)			2,135,651		2,135,651
Deposits with trustees					147,993
Other receipts (payments)	1,097,113	434,532	316,206		702,975
Net cash provided (used) by capital financing activities	(23,269,619)	(7,334,458)	(7,699,289)		(89,151,652)

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Combining Schedule of Cash Flows, by University
For the Fiscal Year Ended June 30, 2024

	GRAMBLING STATE UNIVERSITY	LOUISIANA TECH UNIVERSITY	MCNEESE STATE UNIVERSITY	NICHOLLS STATE UNIVERSITY	NORTHWESTERN STATE UNIVERSITY	SOUTHEASTERN LOUISIANA UNIVERSITY
CASH FLOWS FROM INVESTING ACTIVITIES:						
Proceeds from sales and maturities of investments	$1,459,537		$1,193,876	$6,991,396	$731,716	$853,201
Interest received on investments	3,243,993	$1,037,637	4,081,369	1,162,919	2,325,041	2,963,861
Purchases of investments	(1,551,665)		(1,174,819)	(6,888,427)	(200,000)	(1,782,362)
Net cash provided by investing activities	3,151,865	1,037,637	4,100,426	1,265,888	2,856,757	2,034,700
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(4,466,377)	3,610,883	12,915,495	2,563,666	(825,232)	(8,865,534)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR (Restated)	50,050,683	22,481,825	73,074,733	18,579,110	62,624,344	54,633,374
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	$45,584,306	$26,092,708	$85,990,228	$21,142,776	$61,799,112	$45,767,840
RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES:						
Operating loss	($36,419,909)	($74,025,439)	($47,990,031)	($34,649,782)	($49,329,142)	($76,035,619)
Adjustments to reconcile operating loss to net cash used by operating activities:						
Depreciation/amortization expense	6,911,533	18,979,230	8,951,209	6,631,405	3,782,947	14,623,871
Retirement contributions paid by third parties	915,816	1,988,468	825,540	692,608	1,347,303	2,422,361
Amortization of bond issuance costs				166,679		
Changes in assets, deferred outflows, liabilities and deferred inflows:						
(Increase) decrease in accounts receivable, net	(8,215,175)	2,484,778	3,747,409	(784,562)	579,757	(2,047,270)
(Increase) decrease in inventories	72,432	82,929	(22,853)		3,698	182,721
(Increase) decrease in prepaid expenses and advances		19,554	(111,062)	104,571	(3,890,620)	(284,924)
(Increase) decrease in notes receivable, net			110,665		49,359	
(Increase) decrease in other assets				(215,694)	840	106,191
(Increase) decrease in deferred outflows related to pensions	89,229	(341,068)	694,692	3,019,755	1,812,990	3,369,572
(Increase) decrease in deferred outflows related to OPEB	637,345	(402,026)	(1,762,316)	1,394,994	1,004,771	(906,041)
Increase (decrease) in accounts payable and accrued liabilities	(2,434,754)	320,436	172,374	117,568	(7,681)	(1,685,477)
Increase (decrease) in unearned revenue	1,468,892	2,075,086	411,307	80,295	(1,144,848)	1,343,211
Increase (decrease) in amounts held in custody for others	(67,358)	244,583	50,353	(62,579)	(644)	(590,277)
Increase (decrease) in compensated absences	9,188	365,252	63,828	150,063	(151,098)	536,985
Increase (decrease) in net pension liability	(4,274,418)	(4,529,032)	(5,653,308)	(9,540,224)	(8,552,486)	(10,762,542)
Increase (decrease) in OPEB liability	1,346,396	7,413,084	6,304,724	4,124,070	4,136,845	9,704,807
Increase (decrease) in other liabilities	(509,240)				501,601	
Increase (decrease) in deferred inflows related to pensions	431,124	1,053,994	880,571	3,229,323	916,913	1,799,182
Increase (decrease) in deferred inflows related to OPEB	(4,925,320)	(10,688,503)	(6,311,697)	(7,697,545)	(8,171,014)	(12,245,223)
Net cash used by operating activities	($44,964,219)	($54,958,674)	($39,638,595)	($33,239,055)	($57,110,509)	($70,468,472)
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET POSITION:						
Cash and cash equivalents classified as current assets	$39,143,342	$13,626,813	$50,654,792	$7,118,783	$59,225,387	$33,959,440
Cash and cash equivalents classified as noncurrent assets	6,440,964	12,465,895	35,335,436	14,023,993	2,573,725	11,808,400
Cash and cash equivalents at the end of the year	$45,584,306	$26,092,708	$85,990,228	$21,142,776	$61,799,112	$45,767,840

(Continued)

	UNIVERSITY OF LOUISIANA AT LAFAYETTE	UNIVERSITY OF LOUISIANA AT MONROE	UNIVERSITY OF NEW ORLEANS	BOARD	TOTAL SYSTEM
CASH FLOWS FROM INVESTING ACTIVITIES:					
Proceeds from sales and maturities of investments	$1,761,029	$956,949	$7,645,041		$21,592,745
Interest received on investments	2,475,660	1,476,983	2,636,996	$976,802	22,381,261
Purchases of investments		(960,222)	(8,491,775)		(21,049,270)
Net cash provided by investing activities	4,236,689	1,473,710	1,790,262	976,802	22,924,736
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	670,574	(6,345,071)	(5,819,926)	3,014,678	(3,546,844)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR (Restated)	34,069,510	14,877,120	12,684,494	1,084,590	344,159,783
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	$34,740,084	$8,532,049	$6,864,568	$4,099,268	$340,612,939
RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES:					
Operating loss	($139,742,987)	($60,502,191)	($58,771,943)	($1,878,519)	($579,345,562)
Adjustments to reconcile operating loss to net cash used by operating activities:					
Depreciation/amortization expense	29,114,106	9,723,229	10,909,468	6,191	109,633,189
Retirement contributions paid by third parties	4,036,125	1,596,504	1,381,148	103,886	15,309,759
Amortization of bond issuance costs			30,704		197,383
Changes in assets, deferred outflows, liabilities and deferred inflows:					
(Increase) decrease in accounts receivable, net	5,816,929	554,094	(8,622,104)		(6,486,144)
(Increase) decrease in inventories	(3,806)	48,081	8,304		371,506
(Increase) decrease in prepaid expenses and advances	(138,625)	(222,686)	612,361		(3,911,431)
(Increase) decrease in notes receivable, net	1,335,501	628,933	133,778		2,258,236
(Increase) decrease in other assets			92,213		(16,450)
(Increase) decrease in deferred outflows related to pensions	2,717,050	3,082,791	2,469,117	182,403	17,096,531
(Increase) decrease in deferred outflows related to OPEB	1,353,910	201,635	311,636	53,573	1,887,481
Increase (decrease) in accounts payable and accrued liabilities	(890,240)	2,031,937	10,672,941	(317,529)	7,979,575
Increase (decrease) in unearned revenue	(4,988,927)	377,920	962,747		585,683
Increase (decrease) in amounts held in custody for others	38,161	(53,317)	(309,988)		(751,066)
Increase (decrease) in compensated absences	690,277	3,557	(259,649)	(15,792)	1,392,611
Increase (decrease) in net pension liability	(19,552,313)	(11,840,834)	(8,691,709)	(405,278)	(83,802,144)
Increase (decrease) in OPEB liability	12,118,975	5,195,012	7,405,174	169,751	57,918,838
Increase (decrease) in other liabilities		(94,534)	6,057		(96,116)
Increase (decrease) in deferred inflows related to pensions	5,706,039	3,598,991	1,096,721	40,425	18,753,283
Increase (decrease) in deferred inflows related to OPEB	(17,218,097)	(8,659,948)	(11,138,458)	(273,823)	(87,329,628)
Net cash used by operating activities	($119,607,922)	($54,330,826)	($51,701,482)	($2,334,712)	($528,354,466)
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET POSITION:					
Cash and cash equivalents classified as current assets	$1,286,013	$4,542,099	$3,019,052	$4,099,268	$216,674,989
Cash and cash equivalents classified as noncurrent assets	33,454,071	3,989,950	3,845,516		123,937,950
Cash and cash equivalents at the end of the year	$34,740,084	$8,532,049	$6,864,568	$4,099,268	$340,612,939

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Combining Schedule of Cash Flows, by University
For the Fiscal Year Ended June 30, 2024

	GRAMBLING STATE UNIVERSITY	LOUISIANA TECH UNIVERSITY	MCNEESE STATE UNIVERSITY	NICHOLLS STATE UNIVERSITY	NORTHWESTERN STATE UNIVERSITY	SOUTHEASTERN LOUISIANA UNIVERSITY
SCHEDULE OF NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES:						
Capital appropriations	$485,232	$3,154,560	$11,682,382	$12,043,542	$13,890,496	$12,903,425
Change in fair market value of investments	($986,108)	$2,545,830	$810,278	$188,030	($2,112,594)	$983,526
Private gifts for endowment purposes		$200,000				
Capital gifts and grants		$2,019,477	$631,049	$69,184	$84,516	$1,340
Capital assets acquired through leases, notes, and accounts payable	$2,225,733				$337,786	$2,116,526
Disposition of capital assets	$143,636	($1,297,015)		($164,239)	($7,500)	$51,598
Other	$217,195			($834,000)	($218,234)	

(Concluded)

	UNIVERSITY OF LOUISIANA AT LAFAYETTE	UNIVERSITY OF LOUISIANA AT MONROE	UNIVERSITY OF NEW ORLEANS	BOARD	TOTAL SYSTEM
SCHEDULE OF NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES:					
Capital appropriations	$7,159,825	$2,296,724	$100,553		$63,716,739
Change in fair market value of investments	$8,274,162	$3,926,424	$2,514,747		$16,144,295
Private gifts for endowment purposes			$280,000		$480,000
Capital gifts and grants	$1,979,195	$131,237	$30,107		$4,946,105
Capital assets acquired through leases, notes, and accounts payable	$448,196		$112,340		$5,240,581
Disposition of capital assets	($1,097,113)	($486,648)	($6,843)		($2,864,124)
Other	$869,933		$512,405		$547,299

OTHER REPORT REQUIRED BY *GOVERNMENT AUDITING STANDARDS*

Exhibit A

The following pages contain our report on internal control over financial reporting and on compliance with laws, regulations, and other matters as required by *Government Auditing Standards*, issued by the Comptroller General of the United States. The report is based solely on the audit of the financial statements and includes, where appropriate, any significant deficiencies and/or material weaknesses in internal control or compliance and other matters that would be material to the presented financial statements.

December 30, 2024

Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*

Independent Auditor's Report

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA
Baton Rouge, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the business-type activities and aggregate discretely presented component units of the University of Louisiana System (System), a component unit of the state of Louisiana, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the System's basic financial statements, and have issued our report thereon dated December 30, 2024. Our report includes a reference to other auditors who audited the financial statements of the Black and Gold Facilities, Inc.; Innovative Student Facilities, Inc.; Cowboy Facilities, Inc.; NSU Facilities Corporation; University Facilities, Inc.; Ragin' Cajun Facilities, Inc.; University of Louisiana at Monroe Facilities, Inc.; and University of New Orleans Research and Technology Foundation, Inc., which are nonprofit corporations included as blended component units in the basic financial statements of the System. Other auditors also audited the financial statements of the University of Louisiana at Lafayette Foundation, Inc. and the University of New Orleans Foundation, which are discretely presented component units in the basic financial statements of the System as described in our report on the System's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. The financial statements of the Black and Gold Facilities, Inc., NSU Facilities Corporation, and University Facilities, Inc., were not audited in accordance with *Government Auditing Standards,* and accordingly, this report does not include reporting on internal control over financial reporting or compliance and other matters associated with the Black and Gold Facilities, Inc., NSU Facilities Corporation, and University Facilities, Inc., or that are reported on separately by those auditors who audited the financial statements of the Black and Gold Facilities, Inc., NSU Facilities Corporation, and University Facilities, Inc.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the System's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the System's internal control. Accordingly, we do not express an opinion on the effectiveness of the System's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the System's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Other Reports

Other external auditors audited the Black and Gold Facilities, Inc.; Innovative Student Facilities, Inc.; Cowboy Facilities, Inc.; NSU Facilities Corporation; University Facilities, Inc.; Ragin' Cajun Facilities, Inc.; University of Louisiana at Monroe Facilities, Inc.; and University of New Orleans Research and Technology Foundation, Inc., which are blended component units included in the System's basic financial statements for the year ended June 30, 2024. In addition, other external auditors audited the University of Louisiana at Lafayette Foundation, Inc. and the University of New Orleans Foundation which are discretely presented component units included in the basic financial statements of the System. To obtain copies of those reports, refer to note 1-B to the basic financial statements for mailing addresses.

As a part of our audit of the System's basic financial statements for the year ended June 30, 2024, we performed certain procedures on the following campuses within the System: Louisiana Tech University, McNeese State University, Southeastern Louisiana University, University of Louisiana at Lafayette, University of Louisiana at Monroe, and University of New Orleans. When issued, our reports relating to those universities will contain compliance and internal control findings, where applicable. Management's responses will also be included in those reports. Management's responses are not audited. Copies of issued reports are available for public inspection at the Baton Rouge office of the Legislative Auditor, and can also be found on the Internet at www.lla.la.gov.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Respectfully submitted,

Michael J. "Mike" Waguespack, CPA
Legislative Auditor

LA:NM:RR:BQD:ch

ULS 2024