



Foundation

**FLORIDA GULF COAST UNIVERSITY
FOUNDATION, INC.**

FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION

As of and for the Years Ended June 30, 2024 and 2023

And Reports of Independent Auditor

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**REPORT OF INDEPENDENT AUDITOR ON INTERNAL CONTROL OVER
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INDEPENDENT AUDITORS' REPORT

To the Board of Directors,
Florida Gulf Coast University Foundation, Inc.:

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of the Florida Gulf Coast University Foundation, Inc. (the "Foundation"), a direct support organization and component unit of Florida Gulf Coast University, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Foundation's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Foundation as of June 30, 2024, and the changes in its financial position and cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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* (GAS), issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Foundation 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 opinion.

Other Matter

The financial statements of the Foundation for the year ended June 30, 2023, were audited by another auditor who expressed an unmodified opinion on those statements on October 27, 2023.

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 Foundation's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' 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 auditors' report that includes our opinion. 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 GAS 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 GAS, 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 Foundation'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 Foundation'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 management's discussion and analysis, as listed in the table of contents, 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 auditing standards generally accepted in the United States of America, 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.

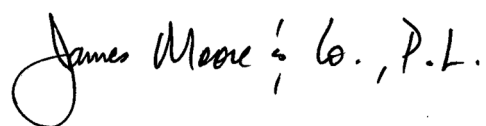
Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Foundation's basic financial statements. The supplementary information as listed in the table of contents is presented for 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 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 auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 25, 2024, on our consideration of the Foundation'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 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 Foundation's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "James Moore & Co., P.L." The signature is written in a cursive style with a large initial 'J'.

Gainesville, Florida
October 25, 2024

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC. MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2024 AND 2023

Florida Gulf Coast University Foundation, Inc. (the "Foundation") is a direct support organization and component unit of Florida Gulf Coast University (a governmental agency) (the "University"). The Foundation accounts for its transactions in accordance with the pronouncements issued by the Governmental Accounting Standards Board ("GASB").

The Foundation reports as a special-purpose government engaged only in business type activities. The financial statements are prepared on the accrual basis of accounting. The statements are a presentation of 1) assets and liabilities as current and noncurrent, deferred inflows of resources and net position; 2) revenues and expenses as operating and non-operating and endowment contributions; and 3) the use of the direct and indirect methods for statement of cash flows.

The unaudited management discussion and analysis ("MD&A") is a narrative that relays management's insights into the Foundation's performance. The objective of the MD&A is to focus on current activities, resulting changes, and currently known facts to provide the reader with an overall summary of the accompanying financial statements. It should be read in conjunction with the basic financial statements and accompanying notes.

The financial statements include the following:

- 1) Basic financial statements –
 - a) Statements of Net Position
 - b) Statements of Revenues, Expenses, and Changes in Net Position
 - c) Statements of Cash Flows
 - d) Notes to the Financial Statements and,
- 2) Supplementary Schedules to the financial statements

Financial Highlights

Financial Position

2024

Total Assets were \$206.1 million, an increase of \$20.4 million (11.0%) from 2023. This was mainly due to a \$26.1 million increase in investments along with a \$5.9 million decrease in capital assets and pledges receivable.

2023

Total Assets were \$185.7 million, an increase of \$21.0 million (12.7%) from 2022. This was mainly due to \$12.2 million increase in investments along with an \$11.7 million increase in cash and cash equivalents.

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC.
MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2024 AND 2023

Foundation Scholarships

2024

The Foundation paid scholarships during the fiscal year 2024 totaling approximately \$6.3 million, an increase of 7.6% from fiscal year 2023's \$5.9 million. It also represents a new high for Foundation scholarships awarded within a fiscal year.

2023

The Foundation paid scholarships during the fiscal year 2023 totaling approximately \$5.9 million, an increase of 4.0% from fiscal year 2022's \$5.7 million. It also represents a new high for Foundation scholarships awarded within a fiscal year.

Major Gifts

The 2011 legislature suspended the Major Gifts Matching Program effective July 1, 2011. The program may be restarted after \$200 million of the backlog for programs have been matched. Existing eligible donations remain eligible for future matching funds. The Foundation's existing request to the state of Florida for matching gifts is \$11.8 million as of June 30, 2024 and 2023.

The following sections in the MD&A include an analysis of the three basic financial statements listed on the previous page.

Statements of Net Position

The purpose of the statements of net position is to present the reader with a look at the Foundation's financial condition as of the end of the fiscal year.

In reading the statements of net position, the reader will be able to determine the Foundation's ability to continue operations; how much it owes to vendors and other lending institutions; and provide a snapshot of the assets and their availability for spending by the Foundation.

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC.
MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2024 AND 2023

Condensed Summary of Net Position
(in thousands of dollars)

	2024	2023	2022	2024-2023	
				Increase (Decrease)	Change
Assets					
Current assets	\$ 46,210	\$ 46,676	\$ 34,012	(466)	-1.0%
Noncurrent assets	159,905	139,023	130,706	20,882	15.0%
Total Assets	<u>\$206,115</u>	<u>\$185,699</u>	<u>\$164,718</u>	20,416	11.0%
Liabilities					
Current liabilities	\$ 635	\$ 361	\$ 557	274	75.9%
Noncurrent liabilities	595	561	558	34	6.1%
Total Liabilities	<u>\$ 1,230</u>	<u>\$ 922</u>	<u>\$ 1,115</u>	308	33.4%
Deferred Inflows of Resources	<u>\$ 1,702</u>	<u>\$ 1,457</u>	<u>\$ 1,373</u>	245	16.8%
Net Position					
Net investment in capital assets	\$ 50	\$ 3,975	\$ -	(3,925)	-98.7%
Restricted by donors- expendable	84,931	70,019	57,703	14,912	21.3%
Permanent endowments- nonexpendable	103,837	95,629	92,023	8,208	8.6%
Unrestricted	14,365	13,697	12,504	668	4.9%
Total Net Position	<u>\$203,183</u>	<u>\$183,320</u>	<u>\$162,230</u>	19,863	10.8%

The 2024 and 2023 statements of net position are presented on page 12 of the basic financial statements. For the fiscal year ended June 30, 2024, the total net position increased \$19.9 million (10.8%). This year's activity included the following:

Assets

2024

Current assets decreased by \$466,000 (-1.0%) as a result of \$4 million in long-term certificates of deposit classified as noncurrent investments instead of cash and cash equivalents.

Noncurrent assets increased by \$20.9 million (15.0%). Investments increased by \$26.1 million (19.9%) due to positive market returns. The Foundation's investment pool had a one-year return of positive 12.9% on June 30, 2024.

2023

Current assets increased by \$12.7 million (37.2%). Cash and cash equivalents increased by approximately \$11.7 million. The cash position in the Foundation's investment pool on June 30, 2023 was \$1.3 million, approximately 3.2% more than on June 30, 2022.

Noncurrent assets also increased by \$8.3 million (6.4%). Investments increased by \$12.2 million (10.2%) due to positive market returns. The Foundation's investment pool had a one-year return of negative 11.1% on June 30, 2023.

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC.
MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2024 AND 2023

Liabilities

2024

Current liabilities increased by approximately \$274,000 (75.9%) mainly due to approximately 95.8% increase in Accounts payable on June 30, 2024.

Noncurrent liabilities increased by approximately \$34,000 (6.1%) due to an increase in future planned gift annuity payments offset by a new gift annuity obligation added in fiscal year 2024.

2023

Current liabilities decreased by approximately \$196,000 (-35.2%) mainly due to approximately 35.3% decrease in Accounts payable on June 30, 2023.

Noncurrent liabilities increased by approximately \$3,000 (0.6%) due to an increase in future planned gift annuity payments offset by a new gift annuity obligation added in fiscal year 2023.

Deferred Inflows of Resources

2024

Deferred inflows of resources for gift annuities increased by approximately \$245,000 (16.8%) due to positive earnings on the gift annuity investment along with two new gift annuities in fiscal year ending June 30, 2024.

2023

Deferred inflows of resources for gift annuities increased by approximately \$84,000 (6.1%) due to positive earnings on the gift annuity investment along with a new gift annuity in fiscal year ending June 30, 2023.

Net Position

The net position section of the statements of net position provides three classifications:

- 1) The net investment in capital assets reflects the Foundation's capital assets net of accumulated amortization.
- 2) The restricted net position is listed in two categories:
 - a) The restricted by donors category represents amounts which are available for spending in accordance with the donor's specified criteria and,
 - b) The permanent endowments category represents the Foundation's restricted nonexpendable funds, which are required to be held in perpetuity.
- 3) The unrestricted net position is the amount available to the Foundation for any purpose in support of its mission.

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC.
MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2024 AND 2023

2024

The net position on June 30, 2024, increased to \$203.2 million, which is 10.8% more than the \$183.3 million in 2023.

The change in net position equals the excess of funds and pledges received over the amounts expended and amortized. For fiscal year 2024, the statements of revenues, expenses, and changes in net position reflects a \$19.9 million increase in net position (10.8%).

2023

The net position on June 30, 2023, increased to \$183.3 million, which is 13.0% more than the \$162.2 million in 2022.

The change in net position equals the excess funds and pledges received over the amounts expended and amortized. For fiscal year 2023, the statements of revenues, expenses, and changes in net position reflects a \$21.1 million increase in net position (13.0%).

Statements of Revenues, Expenses, and Changes in Net Position

The purpose of the statements of revenues, expenses, and changes in net position is to provide the details of the Foundation's operating and nonoperating activities for the fiscal year. This includes the revenues displayed by major source (net of discounts), expenditures, and gains and losses received by the Foundation.

The statements of revenues, expenses, and changes in net position include the following categories:

- Operating revenues are revenues received from donors (i.e., contributions, etc.) and services provided (i.e., special events, etc.) to various customers and constituents of the Foundation.
- Operating expenses are detailed by expense type, which include program fees, scholarships, University support, and general administrative expenses.
- Operating income (loss) represents the amount of current year revenue less expenses and does not include nonoperating revenue.
- Nonoperating revenue (expense) is received from sources for which no service is provided by the Foundation (i.e., investments).
- Endowment contributions are received for permanent endowments from external sources.
- The change in net position is the result of the current year's excess revenues over expenses, which is also the change in total net position on the statements of net position.

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC.
MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2024 AND 2023

Condensed Summary of Revenues, Expenses, and Changes in Net Position
(in thousands of dollars)

	2024	2023	2022	2024-2023	
				Increase (Decrease)	Change
Operating Revenues					
Contributions	\$ 19,067	\$ 22,341	\$ 18,741	\$ (3,274)	-14.7%
Other income	3,955	3,282	3,109	673	20.5%
Total Operating Revenues	<u>23,022</u>	<u>25,623</u>	<u>21,850</u>	(2,601)	-10.2%
Less Operating Expenses	30,760	22,130	20,761	8,630	39.0%
Operating Income (Loss)	<u>(7,738)</u>	<u>3,493</u>	<u>1,089</u>	(11,231)	321.5%
Nonoperating Revenues					
Interest earnings	1,711	764	85	947	124.0%
Gain on sale of land holdings	534	623	-	(89)	-14.3%
Investment gains	17,448	13,096	(17,133)	4,352	33.2%
Nonoperating Revenues (Expenses)	<u>19,693</u>	<u>14,483</u>	<u>(17,048)</u>	5,210	-36.0%
Income before endowment contributions	<u>11,955</u>	<u>17,976</u>	<u>(15,959)</u>	(6,021)	-33.5%
Endowment Contributions					
Contributions to endowments	7,908	3,114	3,901	4,794	153.9%
Increase (Decrease) in Net Position	<u>19,863</u>	<u>21,090</u>	<u>(12,058)</u>	(1,227)	-5.8%
Net position, beginning of the year	<u>183,320</u>	<u>162,230</u>	<u>174,288</u>	21,090	13.0%
Net position, end of the year	<u>\$ 203,183</u>	<u>\$ 183,320</u>	<u>\$ 162,230</u>	19,863	10.8%

The 2024 and 2023 statements of revenues, expenses, and changes in net position are on page 13 of the basic financial statements. The statements' highlights are as follows:

Operating Revenues

2024

Contributions decreased by \$3.3 million (-14.7%) compared to 2023. This was mainly due to sizable one-time scholarship donations recognized in 2023. Unrestricted and restricted gifts are classified as contributions whereas endowed gifts are classified as increases to the permanent endowment.

Other income increased by approximately \$673,000 (20.5%).

2023

Contributions increased by \$3.6 million (19.2%) compared to 2022. This was mainly due to sizable new scholarship donations. Unrestricted and restricted gifts are classified as contributions whereas endowed gifts are classified as increases to permanent endowment.

Other income increased by approximately \$173,000 (5.5%).

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC.

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2024 AND 2023

Operating Expenses

2024

The Foundation assisted the University in providing program services including salaries, scholarships, operating expenses, and equipment in the amount of \$30.8 million. This represented a 39.0% increase from 2023.

The Foundation disbursed \$6.3 million for scholarships in 2024. This amount is a 7.6% increase from 2023 and represents the largest total Foundation scholarships awarded within a fiscal year.

The Foundation also provided direct University support of \$17.2 million. This represented a 72.6% increase compared to 2023.

2023

The Foundation assisted the University in providing program services including salaries, scholarships, operating expenses, and equipment in the amount of \$22.1 million. This represented a 6.5% increase from 2022.

The Foundation disbursed \$5.9 million for scholarships in 2023. This amount is a 4.0% increase from 2022 and represents the largest total Foundation scholarships awarded within a fiscal year.

Nonoperating Revenue and Expense

2024

Nonoperating revenues increased by \$5.2 million mainly due to investment gains of \$17.4 million in 2024. The Foundation also recognized interest earnings of approximately \$1.7 million in 2024, a 124.1% increase compared to 2023.

2023

Nonoperating revenues, excluding expenses, increased by \$31.5 million mainly due to sizable investment gains of \$13.1 million in 2023 compared to investment losses of \$17.1 million in 2022. The Foundation also had interest earnings of approximately \$764,000 in 2023, a 791.2% increase compared to 2022.

Endowments

2024

Contributions to endowments that will benefit the University's faculty, staff, and students increased by \$4.8 million compared to 2023. During 2024, the Foundation received major endowed gifts for the benefit of a variety of university programs including Arts related programming by WGCU and the Institute on Positive Aging. The Foundation also received endowed gifts for many scholarships including a \$900,000 gift for the benefit of students majoring in science.

2023

Contributions to endowments decreased by approximately \$787,000 compared to 2022. During 2023, the Foundation received major endowed gifts for the benefit of a variety of university programs including the Bower School of Music and the Arts, the Department of Construction Management, and the Department of Journalism. The Foundation also received a \$100,000 endowed gift for the School of Resort & Hospitality Management scholarships. The Foundation also received many contributions under \$100,000 to endowments for the purpose of scholarships and programs that will benefit the University's faculty, staff, and students.

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC.
MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2024 AND 2023

Statements of Cash Flows

The statements of cash flows display the cash provided and used for operating, investing activities, noncapital financing, and capital and related financing.

Operating activities include funds received (i.e., from private donors, fees, matching programs, etc.) and payments (i.e., for programs, scholarships, University support, etc.) made for the Foundation's operations.

Investing activities represent funds used to purchase investments and associated investment earnings.

Noncapital financing includes endowment contributions and interest paid on debt.

Capital and related financing activities include outflows of cash for debt service, capital expenses, and other notes payable and receivable.

Economic Outlook

Florida Gulf Coast University continues to experience growth, both in terms of enrollment and new state funding. On the first day of classes for the academic year 2024-2025 there were 16,522 students enrolled at Florida Gulf Coast University. This is in line with the 16,169 recorded on the first day of classes for 2023-2024 academic year. University housing occupancy is at 100% along with a waiting list resulting in increased tuition and auxiliary revenues. For fiscal year 2025, Florida Gulf Coast University has received state appropriations of \$21 million for general operations, of which \$11 million is recurring, \$2.3 million for the nursing program and \$2.8 million non-recurring for the exclusive purpose of attending to faculty recruitment and retention. These investments by the state of Florida in addition to locally sourced revenue will enhance the student experience and operations overall in the coming year. The number of alumni is now over 48,300 worldwide.

The Foundation has no knowledge of any current facts, decisions, or conditions that are expected to have a significant effect on the financial position or its results of operations during the next fiscal year.

Management believes the Foundation's overall position is strong. The Foundation has sufficient funds to cover its obligations.

Request for Information

This financial report is designed to provide the reader an overview of the Foundation. Questions regarding any information provided in this report should be directed to: Chief Financial Officer, Florida Gulf Coast University Foundation, Inc., 10501 FGCU Blvd. South, Fort Myers, Florida 33965, (239) 745-4365.

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC.
STATEMENTS OF NET POSITION

JUNE 30, 2024 AND 2023

	<u>2024</u>	<u>2023</u>
ASSETS		
Current Assets:		
Cash and cash equivalents	\$ 43,921,793	\$ 44,416,774
Prepaid expenses	-	48,215
Pledges receivable	1,904,243	2,211,626
Due from the University	384,000	-
Total Current Assets	<u>46,210,036</u>	<u>46,676,615</u>
Noncurrent Assets:		
Investments	157,252,882	131,176,382
Pledges receivable, net of current portion	1,658,815	3,279,467
Surrender value of insurance policy	447,371	383,670
Due from the University, net of current portion	495,793	-
Land held for investments	-	207,900
Capital assets not being depreciated	-	3,887,500
Right to use lease assets, net	50,350	87,670
Total Noncurrent Assets	<u>159,905,211</u>	<u>139,022,589</u>
Total Assets	<u>\$ 206,115,247</u>	<u>\$ 185,699,204</u>
LIABILITIES		
Current Liabilities:		
Accounts payable	\$ 468,093	\$ 239,020
Unearned revenue	32,000	-
Gift annuities payable	134,910	122,147
Total Current Liabilities	<u>635,003</u>	<u>361,167</u>
Noncurrent Liabilities:		
Gift annuities payable, net of current portion	595,148	561,043
Total Noncurrent Liabilities	<u>595,148</u>	<u>561,043</u>
Total Liabilities	<u>\$ 1,230,151</u>	<u>\$ 922,210</u>
DEFERRED INFLOWS OF RESOURCES		
Gift annuities	\$ 1,701,796	\$ 1,457,312
NET POSITION		
Net investment in capital assets	\$ 50,350	\$ 3,975,170
Restricted:		
Expendable	84,931,109	70,018,681
Nonexpendable endowments	103,836,772	95,628,690
Unrestricted	14,365,069	13,697,141
Total Net Position	<u>\$ 203,183,300</u>	<u>\$ 183,319,682</u>

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

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC.
STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

FOR THE YEARS ENDED JUNE 30, 2024 AND 2023

	2024	2023
Operating Revenues:		
Contributions	\$ 19,066,759	\$ 22,340,707
Other income	3,955,482	3,281,707
Total Operating Revenues	23,022,241	25,622,414
Operating Expenses:		
Program fees	5,009,357	4,748,884
Scholarships	6,326,386	5,877,459
University support	17,202,816	9,967,358
General and administrative expense	2,221,255	1,536,133
Total Operating Expenses	30,759,814	22,129,834
Operating Income (Loss)	(7,737,573)	3,492,580
Nonoperating Revenues:		
Interest earnings	1,711,564	763,715
Gain on sale of land holdings	533,983	623,065
Investment gains	17,447,888	13,096,351
Totaling Nonoperating Revenues	19,693,435	14,483,131
Income before endowment contributions	11,955,862	17,975,711
Endowment Contributions:		
Contributions to endowments	7,907,756	3,113,751
Change in net position	19,863,618	21,089,462
Net position, beginning of year	183,319,682	162,230,220
Net position, end of year	\$ 203,183,300	\$ 183,319,682

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

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC.
STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED JUNE 30, 2024 AND 2023

	2024	2023
Cash flows from operating activities:		
Received from private donors	\$ 20,994,794	\$ 21,004,171
Received from other sources	3,107,689	3,251,557
Payments to the University for programs	(24,613,739)	(20,567,554)
Payments to suppliers for goods and services	(1,652,615)	(1,592,837)
Net cash from (used by) operating activities	<u>(2,163,871)</u>	<u>2,095,337</u>
Cash flows from investing activities:		
Proceeds from sales and maturities of investments	21,993,868	16,021,190
Purchases of investments	(32,457,834)	(19,071,683)
Investment earnings received	3,483,217	4,663,606
Proceeds from sale of land holdings	741,883	4,890,395
Net cash from (used by) investing activities	<u>(6,238,866)</u>	<u>6,503,508</u>
Cash flows from noncapital financing activities:		
Endowment contributions	7,907,756	3,113,751
Net cash flows from noncapital related financing activities	<u>7,907,756</u>	<u>3,113,751</u>
Net change in cash and cash equivalents	(494,981)	11,712,596
Cash and cash equivalents, beginning of year	44,416,774	32,704,178
Cash and cash equivalents, end of year	<u>\$ 43,921,793</u>	<u>\$ 44,416,774</u>
Supplemental disclosures of noncash related investing activities:		
Net change in unrealized gain (loss)	<u>\$ 15,676,235</u>	<u>\$ 9,196,460</u>

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

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC.
STATEMENTS OF CASH FLOWS (CONTINUED)

FOR THE YEARS ENDED JUNE 30, 2024 AND 2023

	<u>2024</u>	<u>2023</u>
Reconciliation of operating income (loss) to net cash from (used by) operating activities:		
Operating income (loss)	\$ (7,737,573)	\$ 3,492,580
Adjustments to reconcile operating income (loss) to net cash flows from (used by) operating activities:		
Change in allowance and present value discount of contributions and annuities	(181,876)	(521,059)
Deferred inflow of resources related to gift annuities	244,484	116,832
Land held for investments	-	84,239
Amortization	37,320	24,336
Transfer of land to the University	3,887,500	-
Effect of changes in operating assets and liabilities:		
Accounts receivable	-	1,850
Due from the University	(879,793)	-
Prepaid expenses	48,215	21,724
Pledges receivable	2,191,568	(815,477)
Accounts payable	229,073	(130,157)
University support payable	-	(35,525)
Gift annuity payable	(34,789)	(112,006)
Unearned revenue	32,000	(32,000)
Net cash from (used by) operating activities	<u>\$ (2,163,871)</u>	<u>\$ 2,095,337</u>

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

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC.
NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

Note 1 — Nature of organization and summary of significant accounting policies

Nature of Organization – The Florida Gulf Coast University Foundation, Inc. (the “Foundation”) was incorporated on April 21, 1993 as a Florida not-for-profit foundation under the provisions of Chapter 617 of the Florida Statutes. The Foundation is a direct support organization as certified by the Board of Regents on June 14, 1993. The Foundation was established to encourage, solicit, collect, receive, and administer gifts and bequests of property and funds for scientific, educational, and charitable purposes, for the advancement of Florida Gulf Coast University (the “University”) and its objectives.

Reporting Entity – The Foundation is considered a discrete component unit of the University due to the University’s budgetary oversight responsibility and due to the Foundation’s significant operational and financial relationships with the University. Management has determined no entities are required to be reported as component units of the Foundation.

Basis of Presentation and Accounting – The financial statements of the Foundation have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Government Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

For financial reporting purposes, the difference between assets and deferred outflows of resources (none in the current year) less liabilities and deferred inflows of resources is called net position. Net position is comprised of three components: net investment in capital assets, restricted, and unrestricted. These components are defined as follows:

- *Net Investment in Capital Assets* – Consists of capital assets, net of accumulated depreciation/amortization and reduced by the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- *Restricted* – Includes funds *Restricted by donors – Expendable, Nonexpendable endowments*
 - *Expendable* – Includes funds whose use by the Foundation is subject to donor-imposed stipulations that can be fulfilled by actions of the Foundation pursuant to those stipulations or that expire by passage of time.
 - *Nonexpendable Endowments* – Includes funds subject to donor-imposed stipulations that they be maintained permanently by the Foundation to use all or part of the related investment return for general or specific purposes in support of the University.
- *Unrestricted* – Consists of funds that do not meet the definition of “restricted”.

The financial statements of the Foundation have been prepared using the economic resources measurement focus and the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recognized when they are incurred.

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC.
NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

Note 1 — Nature of organization and summary of significant accounting policies (continued)

When unrestricted and restricted resources are available, the Foundation's practice is to apply restricted resources first, then unrestricted resources as needed. When internally committed unrestricted resources and restricted resources are available, the Foundation's practice is to first apply internally designated unrestricted resources, then restricted resources, and finally unrestricted resources as needed.

Cash and Cash Equivalents – For purposes of the statements of cash flows, the Foundation considers cash on hand, cash on deposit, money market mutual funds, and all highly-liquid debt instruments purchased with an original maturity of three months or less to be cash and cash equivalents.

Pledges Receivable – Pledge receivables are recorded at estimated present value at the date of the gift, less an appropriate reserve for uncollectible amounts. Amounts expected to be received after one year are discounted using the appropriate risk-free rate. The Foundation does not require collateral in relation to these receivables. Endowment pledges are not recognized until all time requirements have been met which generally occurs when resources are received.

Fair Value Measurement – Investments, surrender value of insurance policy and land held for investment are reported at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value determinations, other than those measured using the net asset value ("NAV") as a practical expedient, are made based upon a hierarchy that prioritizes the inputs to valuation techniques. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements):

Level 1 – Inputs are unadjusted quoted prices for identical assets or liabilities in active markets that the Foundation has the ability to access.

Level 2 – Inputs include quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in inactive markets; inputs other than quoted prices that are observable for the asset or liability; inputs that are derived principally from or corroborated by observable market data by correlation or other means. If the asset or liability has a specific (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 – Inputs to the valuation methodology are unobservable inputs in situations where there is little or no market activity for the asset or liability, and the reporting entity makes estimates and assumptions related to the pricing of the asset or liability including assumptions regarding risk.

The asset's or liability's fair value measurement level within the fair value hierarchy, is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Realized and unrealized gains and losses are reflected in the statements of revenues, expenses, and changes in net position.

Investments – The Foundation's investment policy allows for investments in domestic equities, international equities, fixed income, and alternatives. For fixed income instruments, the Foundation's investment policy allows for investment in domestic, global, U.S. inflation protected, U.S. high yield emerging market bonds, short-term bonds, multi-sector bond, unconstrained bond, and cash equivalents. For alternatives instruments, the Foundation's investment policy allows for private equity, absolute return (hedge funds), real assets, and commodities.

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC.
NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

Note 1 — Nature of organization and summary of significant accounting policies (continued)

Capital Assets – Land holdings are capitalized at cost if purchased or at acquisition value at the time of contribution. Prepaid leases are capitalized at cost and amortized over the life of the lease period using a straight-line method.

Land Held for Investment – Land held for investment is recorded at estimated fair value.

Unearned Revenue – Unearned revenue results from the Foundation receiving payment in the period before the performance time has occurred.

Gift Annuity Payable – The Foundation is obligated under charitable gift annuity agreements. The obligations were calculated based on actuarial assumptions and the fair values at the dates of receipt. The Foundation has recorded an annuity payable equal to the present value of the total anticipated future payments to the beneficiaries.

Deferred Inflows of Resources – In addition to liabilities, the statements of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net assets that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. The Foundation has one item that meets the criterion for this category related to gift annuity payments. This amount is deferred and recognized as an inflow of resources in the period the amount becomes available.

Income Taxes – The Foundation is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code as an organization described in Section 501(c)(3). However, the Foundation is subject to income tax on unrelated business income. The Foundation is classified as an organization operated for the benefit of a college or university owned or operated by a governmental unit described in Section 170(b)(1)(A)(iv).

Operating and Nonoperating Activities – The Foundation's operating income includes all revenues and expenses associated with the Foundation's daily activities in support of the University's programs. Interest and net investment earnings are excluded from operating income and classified as nonoperating revenues. Contributions received for endowments are also excluded from operating and nonoperating activities and are classified as endowment contributions.

Revenue Recognition – Contributions are recognized as increases in net position when pledged provided all eligibility requirements have been met, with the exception of pledges to the endowment which are recognized when received. Assets donated to the Foundation are recorded at their estimated acquisition value at the date of donation. Real estate donated for the advancement of the University is reported as Land Holdings pending sale or transfer to the University. Revenues associated with irrevocable split-interest agreements, like charitable gift annuities, are recognized when the resources become applicable to the reporting period.

Estimates – The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures of assets, liabilities, and deferred inflow of resources, 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.

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC.
NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

Note 1 — Nature of organization and summary of significant accounting policies (continued)

Reclassifications – Certain prior year line items on the Statements of Net Position, Statements of Revenues, Expenses, and Changes in Net Position, and Statements of Cash Flows were reclassified to conform to the current year's presentation. These reclassifications had no impact on previously reported net position or change in net position.

Subsequent Events – Management has evaluated subsequent events through October 25, 2024, in connection with the preparation of these financial statements, which is the date the financial statements were available to be issued.

Note 2 — Cash, cash equivalents, and investments

Deposits – Custodial credit risk is the risk that in the event of a bank failure, the Foundation's deposits may not be returned to it. The Foundation's policy regarding custodial credit risk is to hold non-invested cash in a financial institution covered by the Federal Deposit Insurance Corporation ("FDIC") not exceeding the limit of FDIC coverage. Non-invested cash in excess of FDIC coverage will be held in a certified Qualified Public Depository (QPD) as identified by the Florida Security for Public Deposits Act, Chapter 280, Florida Statute. On June 30, 2024 and 2023, the bank balances totaled \$35,122,601 and \$32,949,065, respectively. Of the bank balance, \$501,545 and \$275,769, respectively, were covered by FDIC with the remainder collateralized under the Florida Security for Public Deposits Act. The Foundation also had cash held on deposit with investment managers on June 30, 2024 and 2023, totaling \$2,496,005 and \$1,272,621, respectively, of which \$719,401 and \$725,253, respectively, were covered by the Securities Investor Protection Corporation.

The Foundation has an account with the State Treasury Special Purpose Investment Account ("SPIA"). This account represents ownership of a share of the Florida Treasury Investment Pool, not the underlying securities. On June 30, 2024 and 2023, the Florida Treasury Investment Pool carried a credit rating of AA-f by Standard & Poor's, had an effective duration of 3.23 and 3.02 years, respectively. On June 30, 2024 and 2023, the Foundation had cash equivalents of \$6,519,695 and \$6,333,606, respectively, with the SPIA.

Designated Cash – Starting July 2010, the Foundation's board decided to annually designate a portion of unrestricted cash to a scholarship reserve. The scholarship reserve will be determined and approved as part of the annual operating budget. This reserve will be used at the Foundation's discretion to support endowed scholarships that are unable to fund their annual allotment. On June 30, 2024 and 2023, the scholarship reserve was \$2,992,100 and \$2,774,580, respectively.

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC.
NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

Note 2 — Cash, cash equivalents, and investments (continued)

Investments consist of the following on June 30, 2024:

	Fair Value Measurements Using			
		Quoted Prices in Active markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments by fair value level				
Equity Investments				
U.S. Equities	\$ 31,441,240	\$ 31,441,240	\$ -	\$ -
Mutual Funds				
U.S. Portfolio	39,027,200	39,027,200	-	-
International Equities	39,420,910	39,420,910	-	-
Fixed Income	23,321,568	23,321,568	-	-
	<u>101,769,678</u>	<u>101,769,678</u>	<u>-</u>	<u>-</u>
Fixed Income Investments				
Asset-Backed Securities	185,331	-	185,331	-
Mortgage-Backed Securities	543,121	-	543,121	-
Corporate Bonds	7,479,044	-	7,479,044	-
Government Obligations	3,720,565	-	3,720,565	-
Municipal Bonds	5,377,407	-	5,377,407	-
U.S. Treasury Notes	2,038,562	2,038,562	-	-
	<u>19,344,030</u>	<u>2,038,562</u>	<u>17,305,468</u>	<u>-</u>
Certificates of Deposit	4,000,000	-	4,000,000	-
Total investments by fair value level	<u>\$ 156,554,948</u>	<u>\$ 135,249,480</u>	<u>\$ 21,305,468</u>	<u>\$ -</u>
Investments measured at net asset value (NAV) or its equivalent				
Other Investments				
Real Assets	6,546			
Surrender value of insurance policy	447,371			
Private Equity	691,388			
	<u>1,145,305</u>			
Total investments measured at the NAV or its equivalent	<u>1,145,305</u>			
Total Investments measured at fair value	<u>\$ 157,700,253</u>			

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC.
NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

Note 2 — Cash, cash equivalents, and investments (continued)

Investments consist of the following on June 30, 2023:

	Fair Value Measurements Using			
	Quoted Prices in Active markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	
Investments by fair value level				
Equity Investments				
U.S. Equities	\$ 15,353,956	\$ 15,353,956	\$ -	\$ -
Mutual Funds				
U.S. Portfolio	42,366,018	42,366,018	-	-
International Equities	34,700,767	34,700,767	-	-
Fixed Income	19,920,857	19,920,857	-	-
	<u>96,987,642</u>	<u>96,987,642</u>	<u>-</u>	<u>-</u>
Fixed Income Investments				
Mortgage-Backed Securities	812,987	-	812,987	-
Corporate Bonds	7,101,022	-	7,101,022	-
Government Obligations	2,943,735	-	2,943,735	-
Municipal Bonds	5,109,726	-	5,109,726	-
U.S. Treasury Notes	2,050,079	2,050,079	-	-
	<u>18,017,549</u>	<u>2,050,079</u>	<u>15,967,470</u>	<u>-</u>
Land held for investment	207,900	-	-	207,900
Total investments by fair value level	<u>\$ 130,567,047</u>	<u>\$ 114,391,677</u>	<u>\$ 15,967,470</u>	<u>\$ 207,900</u>
Investments measured at net asset value (NAV) or its equivalent				
Other Investments				
Real Assets	6,393			
Surrender value of insurance policy	383,670			
Private Equity	810,842			
	<u>1,200,905</u>			
Total investments measured at NAV or its equivalent	<u>1,200,905</u>			
Total Investments measured at fair value	<u>\$ 131,767,952</u>			

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC.
NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

Note 2 — Cash, cash equivalents, and investments (continued)

Fair Value Measurement – Debt and equity securities classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Debt securities classified as Level 2 of the fair value hierarchy are valued using quoted prices for similar assets in active markets.

Other information for investments measured at NAV or its equivalent follows:

June 30, 2024				
	Fair Value	Unfunded Commitments	Redemption Frequency (if Currently Eligible)	Redemption Notice Period
Real Assets	\$ 6,546	\$ 90,000	Not available	NA
Surrender value of insurance policy	447,371	-	Not available	NA
Private Equity	691,388	130,850	Not available	NA
Total investments measured at NAV or its equivalent	<u>\$ 1,145,305</u>	<u>\$ 220,850</u>		

June 30, 2023				
	Fair Value	Unfunded Commitments	Redemption Frequency (if Currently Eligible)	Redemption Notice Period
Real Assets	\$ 6,393	\$ 90,000	Not available	NA
Surrender value of insurance policy	383,670	-	Not available	NA
Private Equity	810,842	130,850	Not available	NA
Total investments measured at NAV or its equivalent	<u>\$ 1,200,905</u>	<u>\$ 220,850</u>		

Real Assets – This investment is in a partnership that invests in a diversified portfolio of private equity and real assets investment funds (underlying funds or private investment funds), which in turn have been established to invest in a broad range of private equity, real estate, energy, and other hard asset-oriented investments.

Surrender Value of Life Insurance – These instruments are valued using the cash value provided by the administrator of the policy. NAV is based on the value of the underlying assets owned by the policy, minus its liabilities. NAV is excluded from the valuation hierarchy.

Private Equity – The investment within this segment invests in private equity funds in the venture capital, buyout, and capital restructuring sectors.

Custodial Credit Risk – The Foundation utilizes the services of an investment advisor and several investment managers to manage its portfolio.

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Foundation will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party.

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC.
NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

Note 2 — Cash, cash equivalents, and investments (continued)

On June 30, 2024 and 2023, the Foundation's collective investment fund investments were uninsured and unregistered, with securities held by the counterparty's trust department or agent in the Foundation's name.

The investments in mutual funds are not categorized as to custodial risk as they are not evidenced by securities that exist in physical or book entry form. These mutual funds are not rated by a nationally statistical rating organization.

There were no losses during the period due to default by counterparties to investment transactions.

Interest Rate Risk – Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment.

As of June 30, 2024, the maturities of the Foundation's fixed income investments were as follows:

	2024				
	Market Value	Investment Maturities			
		Less Than 1yr	1 - 5 years	5 - 10 years	Over 10 years
Investment Type:					
Mortgage-backed securities	\$ 543,121	\$ 3,181	\$ 236,863	\$ 303,077	\$ -
Corporate bonds	7,479,044	877,076	4,352,677	2,181,783	67,508
Government obligations	3,720,565	1,086,649	1,750,290	883,626	-
Asset-backed securities	185,331	-	-	185,331	-
Municipal bonds	5,377,407	870,194	1,925,468	2,581,745	-
U.S. treasury notes	2,038,562	-	1,945,874	92,688	-
	\$ 19,344,030	\$ 2,837,100	\$ 10,211,172	\$ 6,228,250	\$ 67,508

As of June 30, 2023, the maturities of the Foundation's fixed income investments were as follows:

	2023				
	Market Value	Investment Maturities			
		Less Than 1yr	1 - 5 years	5 - 10 years	Over 10 years
Investment Type:					
Mortgage-backed securities	\$ 812,987	\$ 568	\$ 409,632	\$ 402,787	\$ -
Corporate bonds	7,101,022	1,369,032	3,824,446	1,855,561	51,983
Government obligations	2,943,735	811,690	1,075,137	1,056,908	-
Municipal bonds	5,109,726	622,826	2,246,442	2,240,458	-
U.S. treasury notes	2,050,079	-	2,050,079	-	-
	\$ 18,017,549	\$ 2,804,116	\$ 9,605,736	\$ 5,555,714	\$ 51,983

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC.
NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

Note 2 — Cash, cash equivalents, and investments (continued)

Credit Risk – Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Foundation’s investment policy manages credit risk by limiting:

- A maximum equity holding of 5% in any single company as a percentage of cost of the total equity portfolio.
- A maximum equity holding of 15% in a single non-U.S. country as a percentage of market value of total equity portfolio.
- A maximum fixed income of 5% holdings in a single corporate issuer (excluding U.S. government and agencies) as a percentage of cost to total fixed income portfolio.

As of June 30, 2024 and 2023, the Foundation’s fixed income investments were rated as follows:

2024			
Rating	Number	Fair Value	% Bond Holdings
AAA	27	\$ 4,421,020	22.85%
AA	54	7,319,455	37.84%
A	50	6,816,958	35.24%
BBB	4	786,597	4.07%
		<u>\$ 19,344,030</u>	
2023			
Rating	Number	Fair Value	% Bond Holdings
AAA	52	\$ 6,500,295	36.08%
AA	26	4,999,092	27.75%
A	58	5,919,506	32.85%
BBB	4	598,656	3.32%
		<u>\$ 18,017,549</u>	

Concentration of Credit Risk – The concentration of credit risk is the risk of loss that may be caused by the Foundation’s investment in a single issuer. The Foundation’s policy requires a maximum equity holding of 5% in any single company as a percentage at cost of the total equity portfolio, a maximum equity holding of 15% in a single non-U.S. country as a percentage at market value of total equity portfolio and a maximum fixed income of 5% holdings in a single corporate issuer (excluding U.S. government and agencies) as a percentage at cost of total fixed income portfolio.

Foreign Currency Risk – Foreign currency risk is the risk that changes in exchange rates could adversely affect the fair value of an investment or deposit. The Foundation does not have any foreign currency risk as all investments are denominated in U.S. dollars.

Land held for investment – On January 19, 2017, the Foundation reacquired ownership of 215 acres of mining land that was originally donated to the Foundation in 1994 and subsequently sold to a third party. On September 8, 2023, the Foundation sold the land held for investments for \$750,000 and recognized a gain of \$533,983.

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC.
NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

Note 2 — Cash, cash equivalents, and investments (continued)

Other Information – For management control, investments are pooled. Gains, losses, and investment income from the pool are allocated quarterly to the funds that participate in the pool based upon each fund’s average quarterly balance.

Note 3 — Endowments

The Endowment Fund account balances (including cash balances) subject to the administrative fees are comprised as follows at June 30:

	2024	2023
Eminent Scholars Program	\$ 16,757,568	\$ 15,614,179
Major Gifts Program	51,090,411	47,388,380
Other Endowment	70,950,628	58,313,642
	<u>\$ 138,798,607</u>	<u>\$ 121,316,201</u>

The Foundation authorizes expenditures for the uses and purposes for which endowment funds were established.

The Foundation’s general spending calculation for eligible endowments is 4.0% of the average market balances on December 31 for each of the immediately preceding three years. The following displays the total ending endowment balances for nonexpendable endowments or donor-restricted endowments on June 30:

	2024	2023
Total endowment balance	\$ 138,798,607	\$ 121,316,201
Less: appreciation portion deemed restricted expendable	34,961,835	25,687,511
Permanently restricted nonexpendable balance	<u>\$ 103,836,772</u>	<u>\$ 95,628,690</u>

Note 4 — Pledges receivable

Present value of the June 30, 2024 pledges receivable was calculated using the U.S. Treasury risk free discount rate of 5.1% along with an allowance for doubtful amounts based on historical collection rates. Pledges receivable expected to be collected are as follows:

2025	\$ 1,904,243
2026	736,963
2027	552,729
Thereafter	369,123
Total pledges receivable	<u>\$ 3,563,058</u>

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC.
NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

Note 4 — Pledges receivable (continued)

Pledges receivable, net, are summarized as follows at June 30:

	<u>2024</u>	<u>2023</u>
Total pledges receivable	\$ 3,818,638	\$ 6,035,498
Less allowance for doubtful amounts	(6,610)	(21,173)
Less discount on future payments	(248,970)	(523,232)
Pledges receivable, net	<u>\$ 3,563,058</u>	<u>\$ 5,491,093</u>

Note 5 — Due from the State of Florida – Matching Gifts Program

The State University System Trust Fund for Major Gifts provides the opportunity for state universities to receive and match private gifts to endow: a) scholarships and fellowships, b) faculty positions such as eminent scholar chairs and professorships, and c) funds for library holdings and acquisitions. Based on the gift received, which must equal or exceed \$100,000, the Foundation is eligible to receive 50% through 100% matching funds.

State matching pledges receivables are recorded when a donor commitment is fulfilled and matching funds have been appropriated by the State of Florida. As of June 30, 2024 and 2023, the Foundation submitted matching funds requests totaling \$11,752,281 to the State of Florida. Due to the State of Florida's current economic conditions, the legislature did not appropriate the matching funds for these requests. Therefore, the \$11,752,281 has not been recorded in the financial statements. Although the State of Florida has not eliminated the matching gifts programs, it is currently unknown as to when the state will appropriate the matching funds.

Note 6 — Capital assets

Land holdings activity for the years ended June 30 were as follows:

	<u>2024</u>			
	<u>Balance</u>		<u>Balance</u>	
	<u>June 30, 2023</u>	<u>Increase</u>	<u>Decrease</u>	<u>June 30, 2024</u>
Land Holdings	\$ 3,887,500	\$ -	\$ 3,887,500	\$ -

	<u>2023</u>			
	<u>Balance</u>		<u>Balance</u>	
	<u>June 30, 2022</u>	<u>Increase</u>	<u>Decrease</u>	<u>June 30, 2023</u>
Land Holdings	\$ 8,242,500	\$ -	\$ 4,355,000	\$ 3,887,500

On July 5, 2007, the Foundation executed a bargain purchase for waterfront property in Bonita Springs. The property, valued at \$3,887,500, was purchased for \$2,870,000, resulting in a donation of \$1,017,500. On June 28, 2024 the property was transferred to the University and is the home of the Florida Gulf Coast University Vester Marine Science and Environmental Education Center.

On May 27, 2014, the Foundation received land valued at \$7,700,000, located north of the University's main campus. In fiscal year ended June 30, 2021, management obtained an appraisal of the land to begin the process of selling the land. On June 30, 2022, the carrying value of this land holding was \$4,355,000. On December 8, 2022, the Foundation sold that land holding and recognized a \$623,065 gain on sale of land holdings, which is included in the accompanying statements of revenue, expenses and changes in net position.

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC.
NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

Note 6 — Capital assets (continued)

In 2023 the Foundation prepaid five auto leases on behalf of the University's Athletics department. Each purchase is recorded separately and amortized individually using a straight-line method over the three-year life of the prepaid period. On June 30, 2024 and 2023, the right to use lease assets, net were \$50,350 and \$87,670, respectively. The amortization is included in the Program fees line on the Schedule of Revenues, Expenses and Changes in Net Position. The accumulated amortization in fiscal year ending June 30, 2024 and 2023, was \$61,656 and \$24,336, respectively.

	2024			
	Balance	Increase	Decrease	Balance
	June 30, 2023			June 30, 2024
Right to use lease assets, net	\$ 87,670	\$ -	\$ 37,320	\$ 50,350

	2023			
	Balance	Increase	Decrease	Balance
	June 30, 2022			June 30, 2023
Right to use lease assets, net	\$ -	\$ 112,006	\$ 24,336	\$ 87,670

Note 7 — Annuities payable

The Foundation manages charitable gift annuities. These annuities are irrevocable split-interest agreements where the Foundation is the remainder interest beneficiary that makes quarterly distributions to the annuitant. The assets are recorded at the fair value of resources received; the liability is the present value of future payments to annuitants; the deferred inflow of resources is the difference between the asset and the liability.

On June 30, 2024 and 2023, the deferred inflows of resources related to gift annuities were \$1,701,796 and \$1,457,312, respectively.

A summary of changes in annuities payable is as follows:

	June 30, 2023	Increase	Decrease	June 30, 2024	Current Portion
	Annuities payable	\$ 683,190	\$ 88,504	\$ 41,636	\$ 730,058

	June 30, 2022	Increase	Decrease	June 30, 2023	Current Portion
	Annuities payable	\$ 678,364	\$ 9,099	\$ 4,273	\$ 683,190

Note 8 — Related party transactions

The Foundation maintains a portion of its investments with Northern Trust Bank. A Foundation board member was an officer of Northern Trust Bank during the fiscal years ended June 30, 2024 and 2023. The Foundation's investments managed by Northern Trust Bank on June 30, 2024 and 2023, totaled \$11,544 and \$14,567, respectively.

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC.
NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

Note 8 — Related party transactions (continued)

The Foundation maintains a portion of its fixed income investments with Wasmer, Schroeder & Company, Inc. A Foundation board member was an officer of Wasmer, Schroeder & Company, Inc. during the fiscal years ended June 30, 2024 and 2023. The Foundation's investments managed by Wasmer, Schroeder & Company, Inc. on June 30, 2024 and 2023 totaled \$14,370,283 and \$13,592,791, respectively.

On June 28, 2024, the Foundation transferred the Vester Marine Science and Environmental Education Center property, with a book value of \$3,887,500, to the University. At the same time the Foundation and the University entered into an agreement where the University will reimburse the Foundation at \$32,000 per month for balance on the initial purchase of the property and 50% of the property's net restoration costs due to damages from Hurricane Ian. On June 30, 2024, the total amount due from the University to the Foundation was \$879,793.

Note 9 — Risk management

The Foundation is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; and natural disasters. The Foundation carries commercial insurance for the risks of loss. There were no significant reductions in insurance coverage from the prior year, and there have been no settlements that exceed the Foundation's insurance coverage during the past three years.

Note 10 — Contingencies

The Foundation participates in state assisted grant programs that are subject to review and audit by the grantor agencies. Entitlement to these resources is generally conditional upon compliance with the terms and conditions of the grant agreements and applicable state regulations. Any disallowance resulting from a regulatory audit may become a liability of the Foundation. Liabilities, if any, from such audits, if any, will be recorded when the amounts of such liabilities become reasonably determinable.

SUPPLEMENTARY INFORMATION

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC.
EMINENT SCHOLARS PROGRAM - SCHEDULES OF RECEIPTS, EXPENDITURES, AND
ENDOWMENT BALANCES

FOR THE YEARS ENDED JUNE 30, 2024 AND 2023

	Beginning Corpus July 1, 2023	Beginning Balance July 1, 2023	Cash Contributions/ State Match Received	Investment Gains (Losses)	Expenditures	Ending Corpus June 30, 2024	Ending Balance June 30, 2024
Alico Endowed Chairs	\$ 2,105,512	\$ 4,179,129	-	\$ 460,916	\$ 176,500	\$ 2,105,512	\$ 4,463,545
Backe Endowed Chair	1,000,001	1,383,782	-	150,246	58,700	1,000,001	1,475,328
Davis Endowed Chair	1,067,270	1,561,664	-	170,106	66,100	1,067,270	1,665,670
Moorings Park Endowed Chair	1,020,000	1,549,857	-	170,676	65,600	1,020,000	1,654,933
Southwest Florida Nursing Endowed Chair	1,144,768	2,988,252	-	331,831	45,395	1,144,768	3,274,688
Sproul Endowed Chair	600,000	838,364	-	93,237	35,100	600,000	896,501
Uncommon Friends Endowed Chair	1,021,000	1,398,602	-	153,999	57,100	1,021,000	1,495,501
Whitaker Endowed Chair	1,022,000	1,714,529	-	189,273	72,400	1,022,000	1,831,402
	<u>\$ 8,980,551</u>	<u>\$ 15,614,179</u>	<u>\$ -</u>	<u>\$ 1,720,284</u>	<u>\$ 576,895</u>	<u>\$ 8,980,551</u>	<u>\$ 16,757,568</u>

	Beginning Corpus July 1, 2022	Beginning Balance July 1, 2022	Cash Contributions/ State Match Received	Investment Gains (Losses)	Expenditures	Ending Corpus June 30, 2023	Ending Balance June 30, 2023
Alico Endowed Chairs	\$ 2,105,512	\$ 3,993,639	\$ -	\$ 362,990	\$ 177,500	\$ 2,105,512	\$ 4,179,129
Backe Endowed Chair	1,000,001	1,316,749	-	121,556	54,523	1,000,001	1,383,782
Davis Endowed Chair	1,067,270	1,493,158	-	134,906	66,400	1,067,270	1,561,664
Moorings Park Endowed Chair	1,020,000	1,481,575	-	134,182	65,900	1,020,000	1,549,857
Southwest Florida Nursing Endowed Chair	1,144,768	2,753,816	-	258,361	23,925	1,144,768	2,988,252
Sproul Endowed Chair	600,000	802,227	-	71,737	35,600	600,000	838,364
Uncommon Friends Endowed Chair	1,020,000	1,336,149	1,000	120,853	59,400	1,021,000	1,398,602
Whitaker Endowed Chair	1,022,000	1,639,116	-	148,113	72,700	1,022,000	1,714,529
	<u>\$ 8,979,551</u>	<u>\$ 14,816,429</u>	<u>\$ 1,000</u>	<u>\$ 1,352,698</u>	<u>\$ 555,948</u>	<u>\$ 8,980,551</u>	<u>\$ 15,614,179</u>

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC.
MAJOR GIFTS PROGRAM - SCHEDULES OF RECEIPTS, EXPENDITURES, AND
ENDOWMENT BALANCES

FOR THE YEAR ENDED JUNE 30, 2024

Name of Major Gift	Beginning	Beginning	Cash		Expenditures	Ending	Ending
	Corpus	Balance	Contributions/ State Match	Investment		Corpus	Balance
	July 1, 2023	July 1, 2023	Received	Gains (Losses)		June 30, 2024	June 30, 2024
Abernathy Kiwanis	\$ 100,000	\$ 120,662	\$ -	\$ 13,177	\$ 5,200	\$ 100,000	\$ 128,639
Alico	1,362,550	1,749,688	-	195,180	77,000	1,362,550	1,867,868
ASQ Aviation	100,000	153,300	-	16,739	6,500	100,000	163,539
BB&T	600,000	758,987	-	83,583	20,538	600,000	822,032
BCCDLM	226,000	275,303	-	30,093	11,800	226,000	293,596
Belcher/Oliff	169,639	208,325	1,000	22,652	8,700	170,639	223,277
Benson	260,911	338,790	-	37,030	14,600	260,911	361,220
Blue Shield of Florida	150,000	184,408	-	20,143	7,900	150,000	196,651
Bower Music Fund	558,940	744,279	-	80,211	31,400	558,940	793,090
Bower Music/Art Excellence	5,029,703	6,132,619	(1,000)	669,737	258,400	5,028,703	6,542,956
Campbell	175,000	219,302	-	23,781	9,400	175,000	233,683
Cobb	225,000	282,208	-	30,728	12,100	225,000	300,836
Collier	382,000	569,861	-	61,842	24,300	382,000	607,403
Conner #2	2,707,000	3,272,277	-	360,697	139,900	2,707,000	3,493,074
Conservancy	1,006,079	1,324,017	-	146,565	50,800	1,006,079	1,419,782
Edith Potter Deats	214,043	495,151	-	54,953	4,450	214,043	545,654
Embassy	150,082	221,259	-	24,660	1,100	150,082	244,819
Faith	606,070	755,916	-	82,531	32,200	606,070	806,247
Fifth Third	100,000	127,631	-	14,037	5,500	100,000	136,168
Golden Apple	150,000	264,237	-	29,351	2,400	150,000	291,188
Gralnick	387,500	476,037	-	52,200	20,300	387,500	507,937
Hilliard	150,000	196,492	-	20,910	8,400	150,000	209,002
Honors	221,693	341,248	-	36,836	14,500	221,693	363,584
Howard	700,000	880,831	-	98,334	31,608	700,000	947,557
Johnson	225,034	273,711	-	29,811	10,850	225,034	292,672
Kelly	4,580,886	5,853,175	-	638,431	249,600	4,580,886	6,242,006
Keys	150,000	188,151	-	20,401	8,100	150,000	200,452
Kleman	200,000	249,522	-	27,399	10,700	200,000	266,221
Kuss	173,334	224,546	-	24,844	4,700	173,334	244,690
Lester	58,750	71,383	-	7,790	3,100	58,750	76,073
Liebert #1	227,159	311,121	-	34,021	13,300	227,159	331,842
Liebert #2	90,911	114,449	-	12,557	4,900	90,911	122,106
Lucas	4,008,052	5,077,800	-	552,172	214,100	4,008,052	5,415,872
Lutgert	150,000	257,004	-	28,070	10,800	150,000	274,274
Lutgert College Of Business	853,992	1,139,148	-	125,702	46,079	853,992	1,218,771
Manchester	4,001,000	4,833,201	-	530,976	206,300	4,001,000	5,157,877
Manhattan	240,000	310,571	-	34,086	13,300	240,000	331,357
Meftah	1,035,500	1,136,715	-	125,914	35,100	1,035,500	1,227,529
Moorings Park	176,724	223,965	-	24,982	9,600	176,724	239,347
Nason	100,000	125,872	-	13,874	5,400	100,000	134,346
Northern Trust	150,000	254,076	-	27,749	10,700	150,000	271,125
O'Bannon	216,588	280,251	-	29,539	11,900	216,588	297,890
Oulton	368,611	469,832	290,718	91,786	20,100	659,329	832,236
Perry	242,350	296,238	-	32,501	12,600	242,350	316,139
Rockin' Christmas	100,400	125,522	-	13,831	5,400	100,400	133,953
Rogaski	150,000	185,194	-	20,086	7,900	150,000	197,380
Schoen Foundation	955,276	1,105,778	100,000	129,869	42,400	1,055,276	1,293,247
Siebert	317,411	391,018	-	42,407	16,700	317,411	416,725
Slocum	105,000	132,116	-	14,417	5,700	105,000	140,833
Stranahan	209,545	302,478	-	32,582	12,900	209,545	322,160
Sulick	150,050	192,144	-	20,838	8,200	150,050	204,782
SWFL Wine & Food	150,000	188,754	-	20,548	8,000	150,000	201,302
Tier Electric	100,000	120,863	-	13,187	5,200	100,000	128,850
Vitelli	1,273,006	1,520,580	-	166,198	56,050	1,273,006	1,630,728
von Arx	250,000	374,184	-	39,466	15,700	250,000	397,950
W. Thomas Howard	188,249	331,542	-	35,123	13,800	188,249	352,865
Wells Fargo	150,000	183,119	-	19,547	7,800	150,000	194,866
Williams	100,000	131,035	-	14,616	5,313	100,000	140,338
Zepcevski	250,000	320,494	-	35,011	13,700	250,000	341,805
	<u>\$ 37,430,038</u>	<u>\$ 47,388,380</u>	<u>\$ 390,718</u>	<u>\$ 5,236,301</u>	<u>\$ 1,924,988</u>	<u>\$ 37,820,756</u>	<u>\$ 51,090,411</u>

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC.
MAJOR GIFTS PROGRAM - SCHEDULES OF RECEIPTS, EXPENDITURES, AND
ENDOWMENT BALANCES

FOR THE YEAR ENDED JUNE 30, 2023

Name of Major Gift	Beginning	Beginning	Cash		Expenditures	Ending	Ending
	Corpus	Balance	Contributions/ State Match	Investment		Corpus	Balance
	July 1, 2022	July 1, 2022	Received	Gains (Losses)		June 30, 2023	June 30, 2023
Abernathy Kiwanis	\$ 100,000	\$ 115,285	\$ -	\$ 10,677	\$ 5,300	\$ 100,000	\$ 120,662
Alico	1,362,550	1,661,714	-	154,826	66,852	1,362,550	1,749,688
ASQ Aviation	100,000	146,658	-	13,242	6,600	100,000	153,300
BB&T	600,000	725,721	-	65,566	32,300	600,000	758,987
BCCDLM	226,000	262,686	-	24,517	11,900	226,000	275,303
Belcher/Oliff	168,639	198,150	1,000	18,075	8,900	169,639	208,325
Benson	260,911	323,340	-	30,150	14,700	260,911	338,790
Blue Shield of Florida	150,000	176,023	-	16,385	8,000	150,000	184,408
Bower Music Fund	558,940	711,284	-	64,295	31,300	558,940	744,279
Bower Music/Art Excellence	5,028,703	5,859,064	1,000	532,855	260,300	5,029,703	6,132,619
Campbell	175,000	209,403	-	19,399	9,500	175,000	219,302
Cobb	225,000	269,487	-	24,921	12,200	225,000	282,208
Collier	382,000	543,966	-	50,495	24,600	382,000	569,861
Conner #2	2,707,000	3,123,187	-	290,490	141,400	2,707,000	3,272,277
Conservancy	1,006,079	1,265,741	-	114,376	56,100	1,006,079	1,324,017
Edith Potter Deats	214,043	458,924	-	42,927	6,700	214,043	495,151
Embassy	150,082	203,463	-	19,096	1,300	150,082	221,259
Faith	606,070	721,561	-	66,855	32,500	606,070	755,916
Fifth Third	100,000	121,794	-	11,337	5,500	100,000	127,631
Golden Apple	150,000	244,898	-	22,939	3,600	150,000	264,237
Gralnick	387,500	454,529	-	42,108	20,600	387,500	476,037
Hilliard	150,000	187,547	-	17,345	8,400	150,000	196,492
Honors	221,363	325,941	330	29,477	14,500	221,693	341,248
Howard	700,000	841,089	-	77,842	38,100	700,000	880,831
Johnson	225,034	261,303	-	24,208	11,800	225,034	273,711
Kelly	4,580,886	5,586,776	-	518,999	252,600	4,580,886	5,853,175
Keys	150,000	179,741	-	16,610	8,200	150,000	188,151
Kleman	200,000	238,250	-	22,072	10,800	200,000	249,522
Kuss	173,334	209,635	-	19,611	4,700	173,334	224,546
Lester	58,750	68,316	-	6,167	3,100	58,750	71,383
Liebert #1	227,159	297,465	-	26,956	13,300	227,159	311,121
Liebert #2	90,911	109,322	-	10,127	5,000	90,911	114,449
Lucas	4,008,052	4,851,856	-	441,444	215,500	4,008,052	5,077,800
Lutgert	150,000	245,041	-	22,663	10,700	150,000	257,004
Lutgert College Of Business	853,992	1,066,866	-	99,372	27,090	853,992	1,139,148
Manchester	4,001,000	4,612,793	-	429,008	208,600	4,001,000	4,833,201
Manhattan	240,000	296,600	-	27,371	13,400	240,000	310,571
Meftah	1,035,500	1,072,730	-	99,885	35,900	1,035,500	1,136,715
Moorings Park	176,724	213,737	-	19,928	9,700	176,724	223,965
Nason	100,000	120,235	-	11,137	5,500	100,000	125,872
Northern Trust	150,000	242,265	-	22,411	10,600	150,000	254,076
O'Bannon	216,588	268,040	-	24,211	12,000	216,588	280,251
Oulton	368,611	448,383	-	41,749	20,300	368,611	469,832
Perry	242,350	282,740	-	26,198	12,700	242,350	296,238
Rockin' Christmas	100,400	119,820	-	11,102	5,400	100,400	125,522
Rogaski	150,000	176,812	-	16,382	8,000	150,000	185,194
Schoen Foundation	855,276	942,992	100,000	98,621	35,835	955,276	1,105,778
Siebert	317,411	373,331	-	34,587	16,900	317,411	391,018
Slocum	105,000	126,154	-	11,762	5,800	105,000	132,116
Stranahan	209,545	288,778	-	26,800	13,100	209,545	302,478
Sulick	150,050	183,449	-	16,995	8,300	150,050	192,144
SWFL Wine & Food	150,000	180,161	-	16,693	8,100	150,000	188,754
Tier Electric	100,000	115,314	-	10,749	5,200	100,000	120,863
Vitelli	1,273,006	1,451,604	-	134,376	65,400	1,273,006	1,520,580
von Arx	250,000	358,560	-	31,524	15,900	250,000	374,184
W. Thomas Howard	188,249	315,923	-	29,219	13,600	188,249	331,542
Wells Fargo	150,000	174,822	-	16,197	7,900	150,000	183,119
Williams	100,000	125,144	-	11,591	5,700	100,000	131,035
Zepcevski	250,000	306,042	-	28,352	13,900	250,000	320,494
	<u>\$ 37,327,708</u>	<u>\$ 45,062,455</u>	<u>\$ 102,330</u>	<u>\$ 4,165,272</u>	<u>\$ 1,941,677</u>	<u>\$ 37,430,038</u>	<u>\$ 47,388,380</u>

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC.
STATEMENT OF NET POSITION BY ACCOUNT TYPE

JUNE 30, 2024

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Endowment</u>	<u>Total</u>
ASSETS				
Current Assets:				
Cash and cash equivalents	\$ 5,571,704	\$ 36,159,695	\$ 2,190,394	\$ 43,921,793
Pledges receivable	-	1,904,243	-	1,904,243
Due from the University	384,000	-	-	384,000
Total Current Assets	<u>5,955,704</u>	<u>38,063,938</u>	<u>2,190,394</u>	<u>46,210,036</u>
Noncurrent Assets:				
Investments	8,033,709	12,610,960	136,608,213	157,252,882
Pledges receivable, net of current portion	-	1,658,815	-	1,658,815
Surrender value of insurance policy	-	447,371	-	447,371
Due from the University, net of current portion	495,793	-	-	495,793
Right of use lease assets, net	50,350	-	-	50,350
Total Noncurrent Assets	<u>8,579,852</u>	<u>14,717,146</u>	<u>136,608,213</u>	<u>159,905,211</u>
Total Assets	<u>\$ 14,535,556</u>	<u>\$ 52,781,084</u>	<u>\$ 138,798,607</u>	<u>\$ 206,115,247</u>
LIABILITIES				
Current Liabilities				
Accounts payable	\$ 88,137	\$ 379,956	\$ -	\$ 468,093
Unearned revenue	32,000	-	-	32,000
Gift annuities payable	-	134,910	-	134,910
Total Current Liabilities	<u>120,137</u>	<u>514,866</u>	<u>-</u>	<u>635,003</u>
Noncurrent Liabilities				
Gift annuities payable, net of current portion	-	595,148	-	595,148
Total Noncurrent Liabilities	<u>-</u>	<u>595,148</u>	<u>-</u>	<u>595,148</u>
Total Liabilities	<u>\$ 120,137</u>	<u>\$ 1,110,014</u>	<u>\$ -</u>	<u>\$ 1,230,151</u>
DEFERRED INFLOWS OF RESOURCES				
Gift annuities	<u>\$ -</u>	<u>\$ 1,701,796</u>	<u>\$ -</u>	<u>\$ 1,701,796</u>
NET POSITION				
Net investment in capital assets	\$ 50,350	\$ -	\$ -	\$ 50,350
Restricted :				
Expendable	-	49,969,274	34,961,835	84,931,109
Nonexpendable endowment	-	-	103,836,772	103,836,772
Unrestricted	14,365,069	-	-	14,365,069
Total Net Position	<u>\$ 14,415,419</u>	<u>\$ 49,969,274</u>	<u>\$ 138,798,607</u>	<u>\$ 203,183,300</u>

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC.
STATEMENT OF NET POSITION BY ACCOUNT TYPE

JUNE 30, 2023

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Endowment</u>	<u>Total</u>
ASSETS				
Current Assets:				
Cash and cash equivalents	\$ 11,191,963	\$ 32,098,543	\$ 1,126,268	\$ 44,416,774
Prepaid expenses	48,215	-	-	48,215
Pledges receivable	-	2,211,626	-	2,211,626
Interfund loan receivable	276,724	(276,724)	-	-
Total Current Assets	<u>11,516,902</u>	<u>34,033,445</u>	<u>1,126,268</u>	<u>46,676,615</u>
Noncurrent Assets:				
Investments	2,036,726	8,949,723	120,189,933	131,176,382
Pledges receivable, net of current portion	-	3,279,467	-	3,279,467
Surrender value of insurance policy	-	383,670	-	383,670
Land held for investments	207,900	-	-	207,900
Capital assets not being depreciated	-	3,887,500	-	3,887,500
Right of use lease assets, net	87,670	-	-	87,670
Total Noncurrent Assets	<u>2,332,296</u>	<u>16,500,360</u>	<u>120,189,933</u>	<u>139,022,589</u>
Total Assets	<u>\$ 13,849,198</u>	<u>\$ 50,533,805</u>	<u>\$ 121,316,201</u>	<u>\$ 185,699,204</u>
LIABILITIES				
Current Liabilities				
Accounts payable	\$ 64,387	\$ 174,633	\$ -	\$ 239,020
Gift annuities payable	-	122,147	-	122,147
Total Current Liabilities	<u>64,387</u>	<u>296,780</u>	<u>-</u>	<u>361,167</u>
Noncurrent Liabilities				
Gift annuities payable, net of current portion	-	561,043	-	561,043
Total Noncurrent Liabilities	<u>-</u>	<u>561,043</u>	<u>-</u>	<u>561,043</u>
Total Liabilities	<u>\$ 64,387</u>	<u>\$ 857,823</u>	<u>\$ -</u>	<u>\$ 922,210</u>
DEFERRED INFLOWS OF RESOURCES				
Gift annuities	\$ -	\$ 1,457,312	\$ -	\$ 1,457,312
NET POSITION				
Net investment in capital assets	\$ 87,670	\$ 3,887,500	\$ -	\$ 3,975,170
Restricted :				
Expendable	-	44,331,170	25,687,511	70,018,681
Nonexpendable endowment	-	-	95,628,690	95,628,690
Unrestricted	13,697,141	-	-	13,697,141
Total Net Position	<u>\$ 13,784,811</u>	<u>\$ 48,218,670</u>	<u>\$ 121,316,201</u>	<u>\$ 183,319,682</u>

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC.
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION BY ACCOUNT TYPE

YEAR ENDED JUNE 30, 2024

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Endowment</u>	<u>Total</u>
Operating Revenues:				
Contributions	\$ 337,884	\$ 18,728,875	\$ -	\$ 19,066,759
Other income	<u>1,517,854</u>	<u>2,437,628</u>	<u>-</u>	<u>3,955,482</u>
Total Operating Revenues	<u>1,855,738</u>	<u>21,166,503</u>	<u>-</u>	<u>23,022,241</u>
Operating Expenses:				
Program services				
Program fees	136,893	4,872,464	-	5,009,357
Scholarships	4,250	6,322,136	-	6,326,386
University support	3,175,899	14,026,917	-	17,202,816
General and administrative expenses	<u>2,221,255</u>	<u>-</u>	<u>-</u>	<u>2,221,255</u>
Total Operating Expenses	<u>5,538,297</u>	<u>25,221,517</u>	<u>-</u>	<u>30,759,814</u>
Operating Loss	<u>(3,682,559)</u>	<u>(4,055,014)</u>	<u>-</u>	<u>(7,737,573)</u>
Nonoperating Revenues:				
Interest earnings	1,526,876	184,688	-	1,711,564
Gain on sale of land holdings	533,983	-	-	533,983
Investment gains	<u>347,676</u>	<u>1,133,499</u>	<u>15,966,713</u>	<u>17,447,888</u>
Total Nonoperating Revenues	<u>2,408,535</u>	<u>1,318,187</u>	<u>15,966,713</u>	<u>19,693,435</u>
Income (loss) before endowment contributions	<u>(1,274,024)</u>	<u>(2,736,827)</u>	<u>15,966,713</u>	<u>11,955,862</u>
Endowment Contributions:				
Contributions to endowments	<u>-</u>	<u>-</u>	<u>7,907,756</u>	<u>7,907,756</u>
Change in net position	<u>(1,274,024)</u>	<u>(2,736,827)</u>	<u>23,874,469</u>	<u>19,863,618</u>
Transfers	1,904,632	4,487,431	(6,392,063)	-
Net position, beginning of year	<u>13,784,811</u>	<u>48,218,670</u>	<u>121,316,201</u>	<u>183,319,682</u>
Net position, end of year	<u>\$ 14,415,419</u>	<u>\$ 49,969,274</u>	<u>\$ 138,798,607</u>	<u>\$ 203,183,300</u>

FLORIDA GULF COAST UNIVERSITY FOUNDATION, INC.

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION BY ACCOUNT TYPE

YEAR ENDED JUNE 30, 2023

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Endowment</u>	<u>Total</u>
Operating Revenues:				
Contributions	\$ 480,904	\$ 21,859,803	\$ -	\$ 22,340,707
Other income	874,298	2,407,409	-	3,281,707
Total Operating Revenues	<u>1,355,202</u>	<u>24,267,212</u>	<u>-</u>	<u>25,622,414</u>
Operating Expenses:				
Program services				
Program fees	218,506	4,530,378	-	4,748,884
Scholarships	21,000	5,856,459	-	5,877,459
University support	1,596,439	8,370,919	-	9,967,358
General and administrative expenses	1,536,133	-	-	1,536,133
Total Operating Expenses	<u>3,372,078</u>	<u>18,757,756</u>	<u>-</u>	<u>22,129,834</u>
Operating Income (Loss)	<u>(2,016,876)</u>	<u>5,509,456</u>	<u>-</u>	<u>3,492,580</u>
Nonoperating Revenues:				
Interest earnings	682,326	81,389	-	763,715
Gain on sale of land holdings	623,065	-	-	623,065
Investment gains	113,444	701,619	12,281,288	13,096,351
Total Nonoperating Revenues	<u>1,418,835</u>	<u>783,008</u>	<u>12,281,288</u>	<u>14,483,131</u>
Income (loss) before endowment contributions	<u>(598,041)</u>	<u>6,292,464</u>	<u>12,281,288</u>	<u>17,975,711</u>
Endowment Contributions:				
Contributions to endowments	-	-	3,113,751	3,113,751
Change in net position	<u>(598,041)</u>	<u>6,292,464</u>	<u>15,395,039</u>	<u>21,089,462</u>
Transfers	1,879,180	4,036,646	(5,915,826)	-
Net position, beginning of year	<u>12,503,672</u>	<u>37,889,560</u>	<u>111,836,988</u>	<u>162,230,220</u>
Net position, end of year	<u>\$ 13,784,811</u>	<u>\$ 48,218,670</u>	<u>\$ 121,316,201</u>	<u>\$ 183,319,682</u>

INDEPENDENT AUDITORS' 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

To the Board of Directors,
Florida Gulf Coast University Foundation, Inc.:

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, the financial statements of the Florida Gulf Coast University Foundation, Inc. (the "Foundation") as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Foundation's basic financial statements, and have issued our report thereon dated October 25, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Foundation'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 Foundation's internal control. Accordingly, we do not express an opinion on the effectiveness of the Foundation'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 Foundation'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.

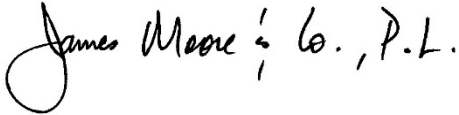
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

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 Foundation's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Foundation's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "James Moore & Co., P.L.". The signature is written in a cursive style with a large, looped initial "J".

Gainesville, Florida
October 25, 2024