

IOWA STATE
UNIVERSITY

Financial Report

For the fiscal year ended June 30, 2024



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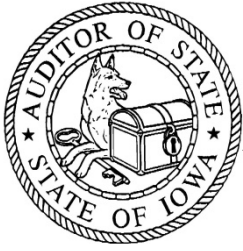
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OFFICE OF AUDITOR OF STATE
STATE OF IOWA

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Auditor of State

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Independent Auditor's Report

To the Members of the Board of Regents, State of Iowa:

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the business type activities and the fiduciary activities of Iowa State University of Science and Technology, Ames, Iowa (Iowa State University) and its discretely presented component unit as of and for the years ended June 30, 2024 and 2023, and the related Notes to Financial Statements, which collectively comprise Iowa State University's basic financial statements listed in the table of contents.

In our opinion, based on our audit and the reports of the 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 fiduciary activities of Iowa State University and its discretely presented component unit as of June 30, 2024 and 2023, and the respective changes in financial position, and where applicable, cash flows thereof for the years ended June 30, 2024 and 2023 in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the discretely presented component unit, the Iowa State University Foundation, the Iowa State University Achievement Fund and the Original University Foundation (the "Foundation"), discussed in Note 1, which represent 100% of the assets, net position and revenues of the discretely presented component unit. We also did not audit the financial statements of the blended component units, Iowa State University Research Foundation, Incorporated and Iowa State University Veterinary Services Corporation, discussed in Note 1, which represent 1.7% and 0.3%, respectively, of the assets and 0.3% and 0.5%, respectively, of the revenues of the University. Those financial statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to those financial statements, is 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 and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of Financial Statements section of our report. We are required to be independent of Iowa State University and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions. The financial statements of the Iowa State University Research Foundation and the Iowa State University Veterinary Services Corporation were not audited in accordance with Government Auditing Standards.

Emphasis of Matters

As discussed in Note 1, the financial statements of Iowa State University are intended to present the financial position, and the changes in financial position and cash flows, of only that portion of the financial reporting entity of the State of Iowa that is attributable to the transactions of Iowa State University. They do not purport to, and do not, present fairly the financial position of the State of Iowa as of June 30, 2024 and 2023 and the changes in financial position and its cash flows for the years ended June 30, 2024 and 2023 in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified in respect to this matter.

As discussed in Note 10 to the financial statements, Iowa State University adopted new accounting guidance related to Governmental Accounting Standards Board Statement No. 100, Accounting Changes and Error Corrections. Our opinion is 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 Iowa State University'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.

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 judgement 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 judgement 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 Iowa State University'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 judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about Iowa State University'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 Management's Discussion and Analysis, the Schedule of the University's Proportionate Share of the Net Pension Liability, the Schedule of University Contributions and the Schedule of Changes in the University's Total OPEB Liability, Related Ratios and Notes on pages 7 through 14 and 63 through 65 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.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, our report on Iowa State University'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 will be issued under separate cover. 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 Iowa State University'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 Iowa State University's internal control over financial reporting and compliance.



Brian R. Brustkern, CPA
Deputy of Auditor of State

December 20, 2024

INTRODUCTION

The following Management's Discussion and Analysis (MD&A) provides an overview of the financial position and activities of Iowa State University (Iowa State) for the fiscal year ended June 30, 2024, along with comparative data for the fiscal years ended June 30, 2023 and 2022. Readers are encouraged to consider this information in conjunction with Iowa State's financial statements and related notes to the financial statements that follow.

Iowa State is a public, land-grant university established in 1858 by the legislature of the State of Iowa, based on the ideals that higher education should be accessible to all and teach a variety of subjects. Ten schools and colleges with 100 majors serve an enrollment of over 30,000. Iowa State is located in Ames, with a population of over 65,000 and is known for worldwide excellence in science and technology, discovery, and innovation.

USING THE FINANCIAL STATEMENTS

This financial report includes three financial statements: the Statement of Net Position; the Statement of Revenues, Expenses, and Changes in Net Position; and the Statement of Cash Flows. The financial statements are prepared in accordance with Governmental Accounting Standards Board (GASB) principles, which establish standards for external financial reporting for public colleges and universities, and require that financial statements focus on the university as a whole.

Fiduciary activity is presented in the Statement of Fiduciary Net Position and the Statement of Changes in Fiduciary Net Position. These statements can be found after the main financial statements. A discussion of the fiduciary net position and activity is not included in this MD&A.

The financial statements encompass Iowa State and its discretely presented component units: the Iowa State University Foundation, Iowa State University Achievement Fund, and the Original University Foundation (herein collectively referred to as the Foundation). This MD&A excludes the discretely presented component units. The Foundation's financial statements can be found immediately following the fiduciary financial statements.

FINANCIAL HIGHLIGHTS

Iowa State University experienced financial growth in fiscal year 2024, building upon the financial stability achieved in fiscal year 2023.

With the strategic initiatives launched at the beginning of fiscal year 2023 now underway, Iowa State began to see the outcomes of these projects in fiscal year 2024. Of more than 70 strategic initiative project proposals submitted, 19 were funded and drove progress throughout the year. Interdisciplinary research teams were developed to grow Iowa State's external funding portfolio and Iowa State's Extension and Outreach team began their exploration of virtual learning preferences to accommodate the diverse needs of students. Our employees continued to advance Iowa State by leveraging their exceptional knowledge, background, and innovative thinking.

GASB Statement No. 100 *Accounting Changes and Error Corrections* was implemented in fiscal year 2024. Iowa State discovered errors in the reporting of restricted unearned revenue, notes receivable, interest receivable, accounts payable, and construction costs for a rented building. The effects of the restatements can be seen in the summary of the Statement of Revenues, Expenses, and Changes in Net Position on page 9.

Statement of Net Position

The following Statement of Net Position presents the financial position at the end of the fiscal year and includes all assets, liabilities, deferred outflows of resources, and deferred inflows of resources, with the difference reported as net position. Net position is one financial indicator of the current financial condition.

	June 30, 2024	June 30, 2023 (as restated)	June 30, 2022 (as restated)
Current assets	\$ 201,708,224	\$ 247,174,108	\$ 280,517,945
Capital assets	1,729,742,847	1,679,478,938	1,643,199,042
Other non-current assets	753,087,203	723,605,001	761,929,250
Total assets	<u>2,684,538,274</u>	<u>2,650,258,047</u>	<u>2,685,646,237</u>
Deferred outflows of resources	<u>60,423,717</u>	<u>45,221,963</u>	<u>36,622,227</u>
Current liabilities	180,920,531	195,332,053	195,291,529
Non-current liabilities	581,564,405	581,675,512	582,900,347
Total liabilities	<u>762,484,936</u>	<u>777,007,565</u>	<u>778,191,876</u>
Deferred inflows of resources	<u>10,792,720</u>	<u>28,783,909</u>	<u>78,175,804</u>
Total net position	<u>\$ 1,971,684,335</u>	<u>\$ 1,889,688,536</u>	<u>\$ 1,865,900,784</u>

Total assets as of June 30, 2024 are \$2.68 billion, which is \$34.3 million more than the prior year. Net capital assets comprise \$1.73 billion of the total assets, a \$50.3 million increase from June 30, 2023. Total liabilities are \$762.5 million at June 30, 2024, a decrease of \$14.5 million compared to the prior fiscal year.

The following presents the components of net position:

	June 30, 2024	June 30, 2023 (as restated)	June 30, 2022 (as restated)
Net investment in capital assets	\$ 1,264,170,776	\$ 1,181,741,417	\$ 1,104,992,087
Restricted, non-expendable	30,015,712	29,401,468	28,959,984
Restricted, expendable	121,390,884	115,324,636	116,456,184
Unrestricted	556,106,963	563,221,015	615,492,529
Total net position	<u>\$ 1,971,684,335</u>	<u>\$ 1,889,688,536</u>	<u>\$ 1,865,900,784</u>

Net position increased \$82.00 million, or 4.34%, which, in general, indicates that financial condition has improved. The largest portion of net position (64.12%) is net investment in capital assets, which includes land, buildings, infrastructure, land improvements, equipment, right-to-use lease assets, and intangible assets, offset by the related debt. The restricted portion of net position (7.68%) is divided into expendable and non-expendable. The use of expendable restricted net position is determined by external entities that have placed restrictions on the assets. Non-expendable restricted net position is also restricted by external entities, but may never be spent. Iowa State's non-expendable restricted net position is the principal portion of endowments required to remain intact.



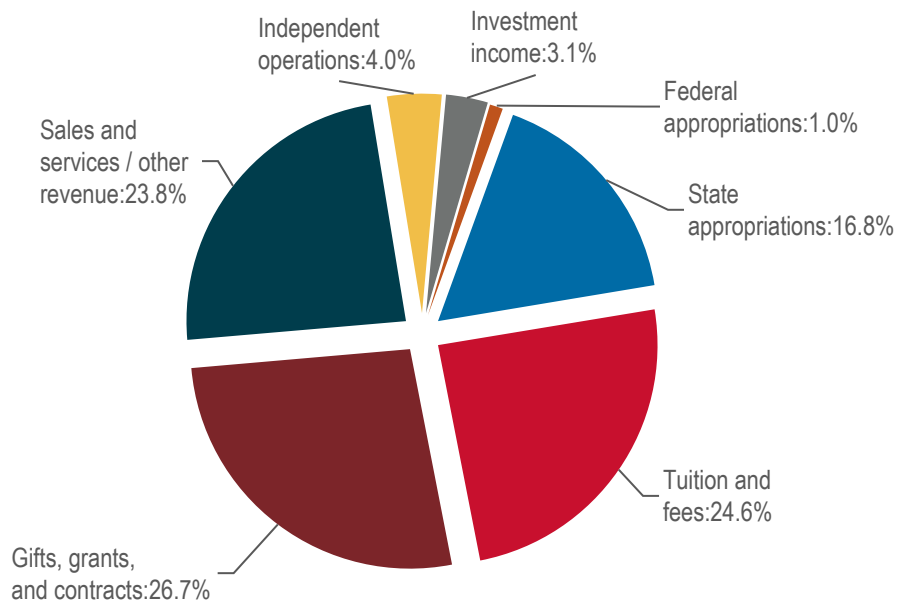
Statement of Revenues, Expenses, and Changes in Net Position

Changes in total net position are based on the activity presented in the Statement of Revenues, Expenses, and Changes in Net Position. The purpose of this statement is to present operating and non-operating revenues and expenses. Public universities such as Iowa State, generally report an operating loss since the financial reporting model classifies state appropriations as non-operating revenue. Although changes in net position over time assist in determining whether financial health is improving, other non-financial factors, such as enrollment and the ability to attract and retain qualified faculty and staff, can also help determine the overall health. The following summarizes the Statement of Revenues, Expenses, and Changes in Net Position:

	June 30, 2024	June 30, 2023 (as restated)	June 30, 2022 (as restated)
Operating revenue	\$ 1,086,801,043	\$ 1,010,778,960	\$ 1,055,938,086
Operating expense	1,461,686,519	1,388,422,074	1,314,837,433
Operating loss	<u>(374,885,476)</u>	<u>(377,643,114)</u>	<u>(258,899,347)</u>
Non-operating revenue	<u>380,539,262</u>	<u>335,794,967</u>	<u>275,853,657</u>
Income (loss) before other net revenue	5,653,786	(41,848,147)	16,954,310
Other net revenue	<u>76,342,013</u>	<u>65,635,899</u>	<u>53,615,853</u>
Change in net position	81,995,799	23,787,752	70,570,163
Net position, beginning of year	1,870,487,489	1,841,836,511	1,789,737,159
Restatement of net position	19,201,047	24,064,273	5,593,462
Net position, beginning of year, as restated	<u>1,889,688,536</u>	<u>1,865,900,784</u>	<u>1,795,330,621</u>
Net position, end of year	<u>\$ 1,971,684,335</u>	<u>\$ 1,889,688,536</u>	<u>\$ 1,865,900,784</u>

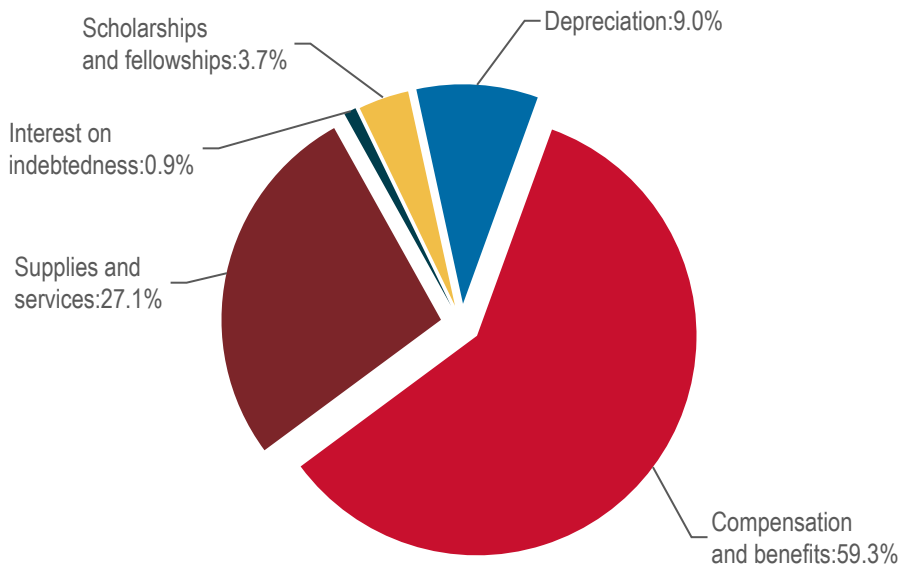
Revenues

Operating revenues increased \$76.02 million (7.5%) from the prior year due to increased tuition and fees, driven by higher enrollment, and increased grant revenue, attributed to an increasing research portfolio. The major components of all revenue are shown in the following chart:



Expenses

Operating expenses increased \$73.26 million (5.3%) from fiscal year 2023, mostly from increased salaries and benefits. Total expenses increased 5.1% and are broken out in the following chart:



Statement of Cash Flows

The primary purpose of the Statement of Cash Flows is to provide information about the cash receipts and disbursements for the fiscal year. This statement also aids in the assessment of the ability to generate future net cash flows, meet obligations as they come due, and assess needs for external financing. The Statement of Cash Flows categorizes inflows and outflows as operating, non-capital financing, capital and related financing, and investing activities.

The overall cash balance increased 1.96% in fiscal year 2024. Investment activity funded additional capital investments and operational needs decreased.

A summary of the cash flows for the fiscal years ended June 30 is as follows:

	June 30, 2024	June 30, 2023 (as restated)	June 30, 2022 (as restated)
Cash provided by (used for):			
Operating activities	\$ (255,733,207)	\$ (260,513,467)	\$ (186,030,046)
Non-capital financing activities	339,060,190	321,532,080	323,204,712
Capital and related financing activities	(177,984,643)	(157,913,299)	(70,005,102)
Investing activities	96,820,497	76,619,960	(98,563,833)
Net increase (decrease) in cash	<u>2,162,837</u>	<u>(20,274,726)</u>	<u>(31,394,269)</u>
Cash and cash equivalents, beginning of year	110,358,467	130,633,193	162,027,462
Cash and cash equivalents, end of year	<u>\$ 112,521,304</u>	<u>\$ 110,358,467</u>	<u>\$ 130,633,193</u>

CAPITAL ASSETS

At June 30, 2024, Iowa State had \$3.81 billion in capital assets, with accumulated depreciation and amortization of \$2.08 billion. Depreciation and amortization expense for the fiscal year is \$132.3 million. The following shows capital assets, net of depreciation and amortization, as of June 30:

	June 30, 2024	June 30, 2023 (as restated)	June 30, 2022 (as restated)
Non-depreciable / non-amortizable:			
Land and land improvements	\$ 27,103,294	\$ 27,103,829	\$ 26,827,396
Construction in progress	121,423,485	96,109,990	109,299,052
Intangible assets in development	58,277,295	44,226,480	16,409,927
Depreciable / amortizable (net):			
Buildings	1,109,000,627	1,104,150,439	1,077,103,662
Land improvements	46,272,059	40,597,138	34,437,902
Infrastructure	144,272,582	136,380,768	131,293,300
Equipment & library materials	169,877,764	166,754,223	166,399,397
Intangible assets	14,352,688	19,303,464	24,721,091
Right-to-use lease assets	13,942,121	14,798,406	16,223,283
Right-to-use subscription assets	25,220,932	30,054,201	40,484,032
Total capital assets	<u>\$ 1,729,742,847</u>	<u>\$ 1,679,478,938</u>	<u>\$ 1,643,199,042</u>

Capital Appropriations, Grants, and Contracts

Capital appropriations from the State of Iowa have traditionally been a significant source of funding for construction of new buildings, as well as major renovations. Most of the \$27.45 million in capital appropriations for fiscal year 2024 represents funding appropriated for the Veterinary Diagnostic Laboratory.

Capital gifts and grant revenue consists primarily of private gifts for major building projects. Major projects using the \$48.89 million received in fiscal year 2024 include the the Curtiss Farm Feed Mill and Grain Science Complex and the Therkildsen Industrial Engineering Building.

DEBT ADMINISTRATION

Outstanding debt at June 30 decreased \$25.20 million from 2024 to 2023. Two new bonds were issued during the year, one of which was a refunding bond.

	June 30, 2024	June 30, 2023	June 30, 2022 (as restated)
Academic building bonds	\$ 85,113,272	\$ 93,095,188	\$ 100,862,105
Enterprise fund bonds	348,876,477	363,982,771	388,267,198
Leases payable	14,940,640	15,512,107	16,725,891
Financed installment purchases	5,504,624	4,277,424	5,311,319
Subscription-based IT arrangements	27,870,695	30,633,878	38,098,310
Total long-term debt	<u>\$ 482,305,708</u>	<u>\$ 507,501,368</u>	<u>\$ 549,264,823</u>



ECONOMIC OUTLOOK

The nation's GDP increased by 1.6% in the first quarter of 2024 and was followed by a 3.0% increase in the second quarter. In March, the Revenue Estimating Conference (REC) projected the state of Iowa's net general fund revenues to decrease by 2.2% by the end of fiscal year 2024. The REC forecasts an increase of 0.7% for fiscal year 2025. For fiscal year 2025, Iowa State has been allocated \$178.4 million in general education operating appropriations and other directed operating appropriations of \$60.9 million. Capital appropriations for fiscal year 2024 were \$18 million to support completion of Phase 2 of the Veterinary Diagnostic Lab.

Iowa State is dedicated to innovation. This is shown internally through the ongoing introduction of improved workstreams and software. The rollout of WorkCyte phase II, which includes Workday Student and Workday Receivables, continued throughout fiscal year 2024. Fiscal year 2024 marks the first year Iowa State students utilized Workday to register for classes. This second phase of the Workday implementation also involves an academic planning component, allowing faculty and staff to utilize Workday to monitor progress toward degree completion. Iowa State expects to see continued operational efficiencies as this phase continues to go live.

Iowa State saw a \$14.1 million increase in external funding from fiscal year 2023, bringing the total for fiscal year 2024 to \$544.6 million. Setting the record for the third year in a row, Iowa State researchers attracted \$346.2 million in external research funding, which included \$236.3 million from federal sources and non-federal funding of \$110 million. These funds support research and innovation to drive economic growth. Researchers continue to excel at transferring their research to the marketplace. Iowa State ranks #64 on the top 100 universities worldwide for U.S. utility patents.

Iowa State is globally acknowledged for its U.S. utility patents and continues to earn national acclaim as a leader in innovation and entrepreneurship. The Association of Public and Land-Grant Universities awarded Iowa State the 2023 Connections Award. This award recognizes an institution making strong, meaningful connections across talent, innovation, and place. The announcement draws special attention to the BioCentury Research Farm, Digital Ag Innovation Lab, and specific programs such as the Venturing Mentoring Service and The Debbie and Jerry Ivy College of Business Sales Forum. In The Princeton Review's 2024 survey of the top undergraduate entrepreneurship programs, Iowa State ranks number 12 overall and number five in the Midwest. The Princeton Review rankings are based on data collected from 300 public and private universities. Iowa State continues to gain a reputation as one of the best colleges in the U.S. The 2025 Wall Street Journal College Rankings has Iowa State at 119 out of 500 institutions.

Iowa State continues to grow this culture of innovation and entrepreneurship through the marketing campaign Innovate at Iowa State and through entrepreneurial programs like CyBiz, CyStarters, Startup Factory, and Start Something. These programs are designed to support students with hands-on experience to turn their innovative ideas into successful ventures. The Student Innovation Center provides a space where students can bring their ideas to life. This space provides access for students to design, fabricate, test, and demonstrate ideas; everything from food science to lunar mining and digital gaming to solar-powered vehicles.

The Small Business Development Centers, operated by Iowa State, have established partnerships and connections to allow access to resources for Iowans interested in starting or growing a business. Last year, they counseled more than 4,595 entrepreneurs and business owners in all 99 Iowa counties, resulting in the creation of more than 1,773 jobs and nearly \$138.6 million in increased sales. The Center for Industrial Research and Service (CIRAS) also works with businesses in all 99 counties in Iowa. As a solution-oriented organization, CIRAS was created to improve the quality of life in Iowa by helping businesses navigate workforce challenges. Their client-reported statewide impact over the past five years was \$3.1 billion dollars and 38,000 jobs were created or retained.

The Iowa State University Research Park (ISURP) is a significant economic driver and innovation hub. ISURP is home to 2,000 tenant employees in over 100 companies or organizations, contributing substantially to the local and state economy. The ISURP's statewide impact is highlighted by the Iowa State University Research Foundation, Inc. (ISURF) ranking 42nd on the "Top 100 U.S. Universities Granted Utility Patents in 2023" list published by the National Academy of Inventors.

The latest effort in a long-standing partnership between ISURP and Alliant Energy is the Alliant Energy Innovation Lab, a new multi-tenant collaboration space. Announced in March 2023, this facility will contain space for companies engaged in collaborative work with the Digital Agriculture Innovation team. This research team boasts more than 70 patents and 32 products sold globally that impact agriculture daily and bring in significant external investments, creating more than 300 central Iowa-based jobs. The new Alliant Energy Agriculture Innovation Lab will allow extended space and collaboration for this team.

Iowa State and the state's other public institutions rank #3 among all state public university systems nationwide for highest student return on investment. As the state's only land-grant university, Iowa State opens its doors to provide a high-quality education to all eligible students at an affordable price. Iowa State started fiscal year 2024 with a fall 2023 enrollment of 30,177, including students from all 99 Iowa counties, all 50 states, and 116 countries. Iowa State is proud to have 60.6% of students majoring in a STEM field. New first-year student enrollment has increased 16% over the last five years, with 5,906 new direct-from-high-school students enrolling for fall 2024. The rising numbers highlight the strong interest students have in the academic experiences offered at Iowa State.

Demand is exceptionally high for Iowa State graduates, with 95% of graduates landing a job in their field or continuing their education within six months of getting their degree and 46.6% of bachelor's degree recipients pursuing their careers in Iowa.

CONTACTING IOWA STATE'S FINANCIAL MANAGEMENT

This financial report is designed to provide users with a general overview of Iowa State's finances and to demonstrate the accountability for the funds received. Questions regarding this report or requests for additional financial information should be directed to the Controller's Department, Iowa State University, 1350 Beardshear Hall, 515 Morrill Road, Ames, IA 50011-1004.



STATEMENT OF NET POSITION*As of June 30, 2024 and 2023*

Assets	2024	2023 (as restated)
Current assets:		
Cash and cash equivalents	\$ 32,470,742	\$ 29,993,447
Investments	30,096,922	88,864,115
Accounts receivable, net	43,945,035	46,420,315
Due from government agencies	66,406,818	50,443,156
Interest receivable	634,777	727,059
Notes receivable, net	461,966	493,980
Inventories	16,657,813	16,768,614
Prepaid expenses	11,034,151	13,463,422
Total current assets	<u>201,708,224</u>	<u>247,174,108</u>
Non-current assets:		
Cash and cash equivalents	80,050,562	80,365,020
Investments	617,829,288	607,534,376
Accounts receivable, net	21,332,529	7,888,560
Notes receivable, net	17,660,429	16,716,293
Prepaid expenses	16,214,395	11,100,752
Capital assets, net	<u>1,729,742,847</u>	<u>1,679,478,938</u>
Total non-current assets	<u>2,482,830,050</u>	<u>2,403,083,939</u>
Total assets	<u>2,684,538,274</u>	<u>2,650,258,047</u>
Deferred outflows of resources:		
OPEB-related deferred outflows	19,865,180	16,233,206
Pension-related deferred outflows	34,244,819	21,964,137
Unamortized loss from refunding of debt	6,313,718	7,024,620
Total deferred outflows of resources	<u>60,423,717</u>	<u>45,221,963</u>
Total assets and deferred outflows of resources	<u>2,744,961,991</u>	<u>2,695,480,010</u>

continued on next page

STATEMENT OF NET POSITION (CONTINUED)*As of June 30, 2024 and 2023*

Liabilities	2024	2023 (as restated)
Current liabilities:		
Accounts payable	\$ 44,975,363	\$ 44,627,815
Salaries, wages, and related liabilities	14,285,290	13,636,275
Unpaid claims and contingent liabilities	10,288,000	9,208,000
Unearned revenue	33,003,165	51,954,528
Interest payable	6,089,569	6,564,637
Long-term debt, current portion	44,305,694	43,109,540
Other long-term liabilities, current portion	27,973,450	26,231,258
Total current liabilities	<u>180,920,531</u>	<u>195,332,053</u>
Non-current liabilities:		
Accounts payable	41,939	—
Long-term debt, non-current portion	438,000,014	464,391,828
Other long-term liabilities, non-current portion	143,522,452	117,283,684
Total non-current liabilities	<u>581,564,405</u>	<u>581,675,512</u>
Total liabilities	<u>762,484,936</u>	<u>777,007,565</u>
Deferred inflows of resources:		
OPEB-related deferred inflows	7,686,208	21,242,698
Pension-related deferred inflows	377,233	4,988,492
Lease-related deferred inflows	2,073,945	2,222,305
Unamortized gain from refunding of debt	655,334	330,414
Total deferred inflows of resources	<u>10,792,720</u>	<u>28,783,909</u>
Total liabilities and deferred inflows of resources	<u>773,277,656</u>	<u>805,791,474</u>
Net position		
Net investment in capital assets	1,264,170,776	1,181,741,417
Restricted, non-expendable:		
Permanent endowment	30,015,712	29,401,468
Restricted, expendable:		
Student loans	8,474,133	9,263,547
Scholarships, research, and educational purposes	4,174,338	3,971,074
Reserve for debt service	79,225,125	84,467,018
Capital projects	29,517,288	17,622,997
Unrestricted	556,106,963	563,221,015
Total net position	<u>\$ 1,971,684,335</u>	<u>\$ 1,889,688,536</u>

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION*For the fiscal years ended June 30, 2024 and 2023*

	2024	2023 (as restated)
Operating revenues:		
Tuition and fees, net of scholarship allowances of \$167,071,043 and \$155,184,951 for fiscal years ended June 30, 2024 and 2023, respectively	\$ 382,143,546	\$ 363,467,428
Federal appropriations	15,567,426	17,546,063
Federal grants and contracts	184,780,374	176,665,766
State and local government grants and contracts	17,286,386	15,116,053
Non-governmental grants and contracts	55,411,580	36,293,574
Sales and services of educational activities	108,955,072	101,957,368
Auxiliary enterprises, net of scholarship allowances of \$7,251,305 and \$7,184,194 for fiscal years ended June 30, 2024 and 2023, respectively	240,810,976	226,238,918
Independent operations	62,605,107	59,188,217
Other operating revenues	19,240,576	14,305,573
Total operating revenues	<u>1,086,801,043</u>	<u>1,010,778,960</u>
Operating expenses:		
Instruction	295,180,736	276,328,146
Research	202,007,540	187,419,749
Public service	84,039,867	74,914,464
Academic support	246,222,359	243,996,049
Student services	47,784,248	45,156,522
Institutional support	64,725,562	59,006,507
Operation and maintenance of plant	83,255,405	78,660,360
Scholarships and fellowships	55,225,961	51,955,368
Auxiliary enterprises	188,322,391	182,734,251
Independent operations	62,624,063	57,678,653
Depreciation and amortization	132,298,387	130,572,005
Total operating expenses	<u>1,461,686,519</u>	<u>1,388,422,074</u>
Operating loss	<u>(374,885,476)</u>	<u>(377,643,114)</u>
Non-operating revenue (expense):		
State appropriations	234,653,974	231,480,793
Federal grants and contracts	25,564,495	24,210,549
Non-federal gifts, grants, and contracts	83,979,531	65,954,563
Investment income	48,255,935	21,249,504
Interest on indebtedness	(13,646,302)	(15,448,515)
Gain (loss) on disposal of capital assets	(1,153,147)	406,654
Other non-operating revenue	2,884,776	7,941,419
Total non-operating revenue	<u>380,539,262</u>	<u>335,794,967</u>
Gain (loss) before other revenue	<u>5,653,786</u>	<u>(41,848,147)</u>
Capital appropriations	27,450,738	40,493,024
Capital gifts, grants, and contracts	48,891,275	25,142,875
Total other revenue	<u>76,342,013</u>	<u>65,635,899</u>
Change in net position	81,995,799	23,787,752
Net position, beginning of year	1,870,487,489	1,841,836,511
Restatement of net position	19,201,047	24,064,273
Net position, beginning of year, as restated	<u>1,889,688,536</u>	<u>1,865,900,784</u>
Net position, end of year	<u>\$ 1,971,684,335</u>	<u>\$ 1,889,688,536</u>

STATEMENT OF CASH FLOWS*For the fiscal years ended June 30, 2024 and 2023*

	2024	2023 (as restated)
Cash flows from operating activities:		
Tuition and fees	\$ 381,538,293	\$ 365,496,908
Federal appropriations	16,015,236	16,585,281
Grants and contracts	264,249,589	230,712,571
Sales of educational activities	108,756,477	87,736,889
Sales and services of auxiliary enterprises	236,315,312	229,615,528
Payments for auxiliary enterprises	(189,590,562)	(181,674,988)
Receipts of independent operations	60,162,551	57,649,435
Payments for independent operations	(60,894,737)	(57,013,516)
Collections of loans from students	2,933,259	3,651,967
Payments for salaries and benefits	(746,593,197)	(712,821,021)
Payments for goods and services	(286,897,469)	(262,767,069)
Scholarship payments	(56,841,427)	(47,695,241)
Loans issued to students	(4,127,108)	(2,184,566)
Other operating receipts	19,240,576	12,194,355
Net cash used for operating activities	<u>(255,733,207)</u>	<u>(260,513,467)</u>
Cash flows from non-capital financing activities:		
State appropriations	234,653,974	231,480,793
Non-capital gifts, grants, and contracts	104,408,039	90,165,112
Direct lending receipts	129,558,655	129,100,683
Direct lending payments	(129,560,478)	(129,214,508)
Net cash provided by non-capital financing activities	<u>339,060,190</u>	<u>321,532,080</u>
Cash flows from capital and related financing activities:		
Capital appropriations received	11,805,680	40,907,643
Capital gifts and grants received	12,467,976	17,096,110
Proceeds from capital and refunding debt	30,121,985	—
Proceeds from sale of capital assets	3,252,436	1,571,878
Acquisition and construction of capital assets	(161,999,624)	(168,160,224)
Principal paid on capital debt	(60,732,333)	(42,024,151)
Interest paid on capital debt	(15,787,362)	(15,359,799)
Other capital and related financing sources	2,886,599	8,055,244
Net cash used for capital and related financing activities	<u>(177,984,643)</u>	<u>(157,913,299)</u>
Cash flows from investing activities:		
Interest and dividends received on investments	27,053,238	16,666,447
Proceeds from sales of investments	393,106,438	248,999,191
Purchases of investments	(323,339,179)	(189,045,678)
Net cash provided by investing activities	<u>96,820,497</u>	<u>76,619,960</u>
Net change in cash and cash equivalents	<u>2,162,837</u>	<u>(20,274,726)</u>
Cash and cash equivalents, beginning of year	110,358,467	130,633,193
Cash and cash equivalents, end of year	<u>\$ 112,521,304</u>	<u>\$ 110,358,467</u>

STATEMENT OF CASH FLOWS (CONTINUED)*For the fiscal years ended June 30, 2024 and 2023*

	2024	2023 (as restated)
Reconciliation of operating loss to net cash used by operating activities		
Operating loss	\$ (374,885,476)	\$ (377,643,114)
Adjustments to reconcile operating loss to net cash used by operating activities:		
Depreciation & amortization	132,298,387	130,572,005
Changes in assets, liabilities, deferred outflows, and deferred inflows:		
Accounts receivable and due from government agencies	(1,916,867)	(6,244,697)
Inventories	110,801	(199,335)
Prepaid expenses	(2,684,372)	1,633,183
Notes receivable	(912,122)	67,401
Deferred outflows of resources	(15,912,656)	(9,308,936)
Accounts payable	(2,267,582)	12,634,123
Salaries, wages, and related liabilities	649,015	(5,559,841)
Unearned revenue	122,815	196,474
Compensated absences	1,412,567	2,167,096
Other post-employment benefits obligation	13,892,488	4,630,430
Pension liability	14,404,016	39,375,532
Deferred compensation liability	(246,384)	382,950
Refundable advances of student loans	(1,481,727)	(2,111,218)
Deferred inflows of resources	(18,316,109)	(51,105,520)
Net cash used for operating activities	<u>\$ (255,733,207)</u>	<u>\$ (260,513,467)</u>
Non-cash investing, capital, and financing activities		
Capital gifts in-kind	\$ 13,114,683	\$ —
Assets acquired by incurring lease obligations	638,018	3,215,867
Assets acquired by subscription-based IT arrangements	7,478,484	2,069,024
Assets acquired by financed installment purchases	2,293,381	—
Net unrealized gain (loss) on investments	21,294,978	4,357,529
Total non-cash investing, capital, and financing activities	<u>\$ 44,819,544</u>	<u>\$ 9,642,420</u>
Reconciliation of cash and cash equivalents to the statement of net position		
Cash and cash equivalents classified as current assets	\$ 32,470,742	\$ 29,993,447
Cash and cash equivalents classified as non-current assets	80,050,562	80,365,020
Total cash and cash equivalents	<u>\$ 112,521,304</u>	<u>\$ 110,358,467</u>

STATEMENT OF FIDUCIARY NET POSITION*For the fiscal years ended June 30, 2024 and 2023*

Assets	2024	2023
Current assets:		
Cash and cash equivalents	\$ 13,326,668	\$ 10,114,279
Accounts receivable, net	880,973	3,984,343
Other assets	43,311	24,651
Total current assets	<u>14,250,952</u>	<u>14,123,273</u>
Non-current assets:		
Cash and cash equivalents	38,539	20,218
Investments	51,775,909	50,711,778
Other assets	—	1,620
Total non-current assets	<u>51,814,448</u>	<u>50,733,616</u>
Total assets	<u>\$ 66,065,400</u>	<u>\$ 64,856,889</u>
Liabilities		
Current liabilities:		
Accounts payable	\$ 1,064,598	\$ 1,182,955
Salaries, wages, and related liabilities	278,696	486,561
Other liabilities	—	1,935,428
Total current liabilities	<u>1,343,294</u>	<u>3,604,944</u>
Non-current liabilities:		
Other liabilities	279,763	295,787
Total non-current liabilities	<u>279,763</u>	<u>295,787</u>
Total liabilities	<u>1,623,057</u>	<u>3,900,731</u>
Net position		
Restricted for individuals, organizations, and other governments	64,442,343	60,956,158
Total liabilities and net position	<u>\$ 66,065,400</u>	<u>\$ 64,856,889</u>

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION*For the fiscal years ended June 30, 2024 and 2023*

	2024	2023
Additions:		
Investment income	\$ 3,014,705	\$ 618,204
Other additions	76,203,183	70,544,503
Total additions	<u>79,217,888</u>	<u>71,162,707</u>
Deductions:		
Student aid	51,160,169	48,494,440
Salary and benefits	8,499,833	8,212,968
Supplies and services	14,529,561	17,885,705
Other deductions	1,542,140	783,030
Total deductions	<u>75,731,703</u>	<u>75,376,143</u>
Change in net position	<u>3,486,185</u>	<u>(4,213,436)</u>
Net position, beginning of year	<u>60,956,158</u>	<u>65,169,594</u>
Net position, end of year	<u>\$ 64,442,343</u>	<u>\$ 60,956,158</u>

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

COMBINED STATEMENTS OF FINANCIAL POSITION*As of June 30, 2024 and 2023*

	2024	2023
Assets		
Cash and cash equivalents	\$ 5,185,647	\$ 18,813,769
Receivables:		
Pledges, net	76,889,553	91,316,206
Estates	8,501,473	7,063,255
Funds held in trust by others	66,825,183	69,448,103
Due from related organizations	3,176,960	21,944,327
Investments:		
Pooled investments	1,727,070,699	1,599,387,954
Other marketable securities	42,432,346	38,571,477
Real estate and other investments	16,476,967	18,827,773
Property and equipment, net	2,985,642	3,188,006
Other assets	6,388,382	6,461,935
Total assets	<u>\$ 1,955,932,852</u>	<u>\$ 1,875,022,805</u>
Liabilities		
Accounts payable and accrued expenses	\$ 1,705,531	\$ 1,481,431
Due to related organizations	24,975,609	16,367,366
Other long-term liabilities	985,734	909,829
Split-interest agreement obligations	21,337,956	20,038,259
Total liabilities	<u>49,004,830</u>	<u>38,796,885</u>
Net assets		
Without donor restrictions	101,219,245	92,831,446
With donor restrictions	1,805,708,777	1,743,394,474
Total net assets	<u>1,906,928,022</u>	<u>1,836,225,920</u>
Total liabilities and net assets	<u>\$ 1,955,932,852</u>	<u>\$ 1,875,022,805</u>

COMBINED STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS*For the fiscal years ended June 30, 2024 and 2023*

	Without Donor Restrictions	With Donor Restrictions	2024	2023
Revenues, Gains, and Other Support				
Contributions	\$ 4,254,831	\$ 102,071,432	\$ 106,326,263	\$ 108,350,890
Investment return:				
Pooled investments	33,266,259	119,591,208	152,857,467	89,998,613
Other investments	(701,317)	4,047,948	3,346,631	7,921,288
Fundraising service revenue	2,500,000	—	2,500,000	2,500,000
Return on funds held in trust by others	—	406,357	406,357	300,009
Other	269	1,987,710	1,987,979	2,070,684
Net assets released from restrictions	163,701,097	(163,701,097)	—	—
Total revenues, gains, and other support	203,021,139	64,403,558	267,424,697	211,141,484
Expenses				
Program	165,625,651	—	165,625,651	119,331,142
Operating:				
Fundraising	21,921,012	—	21,921,012	19,040,450
Administrative	7,086,677	—	7,086,677	6,521,342
Change in value of split-interest	—	2,089,255	2,089,255	(483,842)
Total expenses	194,633,340	2,089,255	196,722,595	144,409,092
Change in net assets	8,387,799	62,314,303	70,702,102	66,732,392
Net assets, beginning of year	92,831,446	1,743,394,474	1,836,225,920	1,769,493,528
Net assets, end of year	<u>\$ 101,219,245</u>	<u>\$ 1,805,708,777</u>	<u>\$ 1,906,928,022</u>	<u>\$ 1,836,225,920</u>

NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING

A. Organization

Iowa State University of Science and Technology (Iowa State), located in Ames, Iowa, is a land-grant institution owned and operated by the State of Iowa, under the governance of the Board of Regents, State of Iowa (Iowa Board of Regents). The Iowa Board of Regents is appointed by the Governor and confirmed by the State Senate. Because the Iowa Board of Regents holds the corporate powers, Iowa State is not deemed to be legally separate. Accordingly, for financial reporting purposes, Iowa State is included in the financial report of the State of Iowa, the primary government, as required by accounting principles generally accepted in the United States of America (GAAP). Iowa State is classified as a state instrumentality under Internal Revenue Code (IRC) Section 115 and is exempt from federal income taxes. Certain activities may be subject to taxation as unrelated business income under IRC Sections 511 to 514.

Iowa State offers courses of study leading to degrees at the undergraduate, graduate, and post-graduate levels. Degrees are available from seven colleges: Agriculture and Life Sciences, Business, Design, Engineering, Human Sciences, Liberal Arts and Sciences, and Veterinary Medicine. Other major operating units of Iowa State are: Agriculture and Home Economics Experiment Station, Extension and Outreach, and the Ames Laboratory, a U.S. Department of Energy sponsored independent operation. The campus consists of approximately 1,819 acres. In addition, farms and other properties, which are stocked and equipped for teaching and research purposes, total approximately 10,278 acres.

B. Basis of Presentation

These financial statements have been prepared in accordance with GAAP, as prescribed by the Governmental Accounting Standards Board (GASB). The presentation required by GASB provides a comprehensive, entity-wide perspective of the assets, deferred outflows of resources, liabilities, deferred inflows of resources, net position, revenues, expenses, changes in net position, and cash flows.

Iowa State reports as a special-purpose government engaged primarily in business-type activities, as defined by GASB. Accordingly, these financial statements have been presented using the economic resources measurement focus and the accrual basis of accounting. Revenues are recognized when earned, expenses are recorded when an obligation has been incurred, and all significant intra-agency transactions have been eliminated.

Iowa State reports fiduciary activities as custodial funds as defined by GASB Statement No. 84, *Fiduciary Activities*. Accordingly, the custodial funds are reported in the Statement of Fiduciary Net Position and the Statement of Changes in Fiduciary Net Position, and have been prepared on the accrual basis of accounting.

C. Reporting Entity

As required by GAAP, and as prescribed by GASB, these financial statements present the financial position and financial activities of the primary government and certain other entities for which the nature and significance of their relationship with Iowa State are such that exclusion would cause the financial statements to be misleading or incomplete. The GASB classification of these entities for financial reporting purposes does not affect their respective legal or organizational relationships to Iowa State.

1. Blended Component Units

The following entities are legally separate from Iowa State, but are so intertwined that they are, in substance, part of Iowa State. Accordingly, they are blended into the financial statements.

Iowa State University Research Foundation, Inc. (ISURF) is organized as a corporation to assist in securing protection for intellectual property, such as patents and copyrights, resulting from research, writing, and other projects of members of the Iowa State community. The financial statements of this entity have been audited by other independent auditors, and their report may be obtained from the Iowa State Division of Operations and Finance. The revenues of this organization are included in other operating revenues, and expenses are included in the institutional support classification in the Statement of Revenues, Expenses, and Changes in Net Position.

Iowa State University Veterinary Services Corporation (ISUVSC) was organized as a corporation to support and promote the welfare and mission of Iowa State and of its faculty, staff, residents, graduates, students, and former students, particularly as related to the Iowa State College of Veterinary Medicine. The financial statements of this corporation have been audited by other independent auditors, and their report may be obtained from the Iowa State Division of Operations and Finance. The revenues of this corporation are included in other operating revenues, and expenses are included primarily in the academic support classification in the Statement of Revenues, Expenses, and Changes in Net Position.

Miller Endowment, Incorporated (Miller) was established in 1995, pursuant to the will and codicil of F. Wendell Miller. The will and codicil appointed the presidents of Iowa State and the State University of Iowa (SUI) as co-executors of the Miller Estate and co-trustees of the Miller Endowment Trust, a charitable trust, and further directed that the two universities be equal beneficiaries of the income from said trust. The will and codicil also directed the trustees to have the right and discretion to create a charitable corporation, Miller Endowment, Incorporated, to own, administer, and control the affairs and property of the trust. This corporation has been organized under Chapter 504A of the Code of Iowa and Section 501(c)(3) of the IRC. During fiscal year 1998, the assets of the trust were officially transferred to Miller Endowment, Incorporated. Since the net revenues and assets of the corporation are solely for the equal benefit of the two universities, one half of the value of the corporation's transactions has been blended into Iowa State's operations. SUI's portion of the endowment is reported as part of the fiduciary funds. For investment management purposes, all Iowa State assets of the trust are pooled with the endowment funds.

Condensed financial information for the blended component units, before the elimination of certain related party transactions, as of and for the year ended June 30, 2024 is as follows:

Condensed Statement of Net Position

	ISURF	ISUVSC	Miller
Current assets	\$ 4,614,950	\$ 914,128	\$ —
Non-current assets	41,233,751	7,486,368	17,213,793
Total assets	<u>45,848,701</u>	<u>8,400,496</u>	<u>17,213,793</u>
Deferred outflows of resources	—	238,025	—
Current liabilities	2,162,920	869,628	581
Non-current liabilities	—	2,990,184	—
Total liabilities	<u>2,162,920</u>	<u>3,859,812</u>	<u>581</u>
Net position	<u>\$ 43,685,781</u>	<u>\$ 4,778,709</u>	<u>\$ 17,213,212</u>

Condensed Statement of Revenues, Expenses, and Changes in Net Position

	ISURF	ISUVSC	Miller
Operating revenues	\$ 4,037,917	\$ 7,133,950	\$ —
Operating expenses	5,846,193	6,353,673	—
Net operating income (loss)	(1,808,276)	780,277	—
Non-operating revenue (expense)	2,394,499	(106,678)	1,033,516
Change in net position	586,223	673,599	1,033,516
Net position, beginning of year	43,099,558	4,105,110	16,179,696
Net position, end of year	<u>\$ 43,685,781</u>	<u>\$ 4,778,709</u>	<u>\$ 17,213,212</u>

2. Discretely Presented Component Unit

The Foundation comprises a legally separate, tax-exempt component unit of Iowa State. The combined financial statements of the Foundation's organizations are presented in these financial statements because the organizations have a common Board of Directors, common management, and the common objective to promote the welfare of Iowa State and its faculty, graduates, students, and former students. The mission of the Foundation is to secure and manage private gifts that support Iowa State's aspiration to become the nation's best land-grant university. The Foundation strives to maximize the interest, involvement and, ultimately, enduring commitment of donors, and to manage donated assets for the benefit of Iowa State in accordance with donors' wishes.

Although Iowa State does not control the Foundation or the timing or amount of receipts from the Foundation, the majority of resources, or income thereon, the Foundation holds and invests are restricted to the activities of Iowa State by the donors. Because these restricted resources held by the Foundation can only be used by, or for the benefit of, Iowa State and its faculty, graduates, students, and former students, the Foundation is considered a component unit and is discretely presented in the financial statements. During the fiscal years ended June 30, 2024 and 2023, the Foundation distributed and expended \$165,625,651 and \$119,331,142, respectively, on behalf of Iowa State for both restricted and unrestricted purposes as follows:

	2024	2023
Scholarships, loan funds, and awards	\$ 58,771,767	\$ 47,677,258
Faculty and staff support	14,550,234	12,441,307
College and administrative support	22,492,742	17,761,343
Capital improvements	61,798,296	41,203,233
Gifts in kind	8,012,612	248,001
Total program support	<u>\$ 165,625,651</u>	<u>\$ 119,331,142</u>

The Foundation is a non-profit organization that reports under Financial Accounting Standards Board (FASB) standards, including Accounting Standards Codification 958, *Not-for-Profit Entities*. As such, certain revenue recognition criteria and presentation features are different from those of GASB. No modifications have been made to the Foundation's financial information in Iowa State's financial reporting entity for these differences.

Although Iowa State is the exclusive beneficiary of the Foundation, the Foundation is independent of Iowa State in all respects. The Foundation is not a subsidiary or affiliate of Iowa State, and is not directly or indirectly controlled by Iowa State. Moreover, the assets of the Foundation are the exclusive property of the Foundation

and do not belong to Iowa State. Iowa State is not accountable for, and does not have ownership of, any of the financial and capital resources of the Foundation. Iowa State does not have the power or authority to mortgage, pledge, or encumber the assets of the Foundation. The Board of Directors of the Foundation is entitled to make all decisions regarding the business and affairs of the Foundation, including, without limitation, distributions made to Iowa State. Third parties dealing with Iowa State should not rely upon the financial statements of the Foundation for any purpose without consideration of all of the foregoing conditions and limitations.

Complete financial statements for the Foundation can be obtained from the Foundation at 2505 University Boulevard, Ames, IA 50010-2230 or from the Foundation's website at www.foundation.iastate.edu.

D. Cash and Cash Equivalents

For purposes of the Statement of Net Position and the Statement of Cash Flows, cash and cash equivalents are reported in accordance with Iowa Board of Regents policy, Chapter 2.2 section 4.C.ix.a. The policy states investments purchased by the Regent institutions through Board-authorized brokerage firms that meet the definition of cash equivalents, investments with original purchase dates to maturity of three months or less, shall be reported on the audited financial statements of the Regent institutions as cash equivalents.

E. Investments

Investments are reported in accordance with Iowa Board of Regents policy, Chapter 2.2, section 4. The policy states that, to appropriately reflect the Board's overall investment strategy and as outlined in GASB Statement No. 9, *Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting*, paragraph 11, the Board sets forth that all funds held by external investment managers, as defined in section 2.2.4.C.iv of the Board's investment policy, shall be reported on the audited financial statements of the Regent institutions as investments.

In accordance with the Iowa Board of Regents investment policy, Iowa State considers all funds held by external investment managers, regardless of maturity, to be investments. Investments are reported at fair value in accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, and GASB Statement No. 72, *Fair Value Measurement and Application*. Changes in unrealized gain or loss on the carrying value of the investments are reported as a component of investment income in the Statement of Revenues, Expenses, and Changes in Net Position.

Investments of the Foundation are carried at fair value based on values provided by an external investment manager and quoted market values. Other investments include certain equity and alternative investments whose fair values are measured using the practical expedient. The practical expedient allows for the use of net asset value (NAV) as estimated by management utilizing information provided by the respective funds' general manager and investment managers in the absence of readily determinable fair market values.

F. Inventories

Inventories consist of supplies, merchandise, grain, and livestock for resale, teaching, and research purposes. Inventories of supplies and merchandise are valued at the lower of cost (primarily weighted average) or market. Inventories of livestock and grain are reported at year-end market value.

G. Prepaid Expenses

Prepaid expenses include prepaid rent expense for office space at the Iowa State University Research Park (ISURP). Iowa State was appropriated \$12 million from the State of Iowa to reimburse ISURP for the construction of a Hub Square Facility in exchange for office space at the facility for the 20-year period beginning July 1, 2016. Accordingly, Iowa State recognized prepaid rent expense while the ISURP recognized an equal amount of unearned revenue in the amount of \$7.2 million as of June 30, 2024.

H. Capital Assets

Capital assets are recorded at cost at the date of acquisition. Donated capital assets are recorded at acquisition value, which is the price that would have been paid to acquire a capital asset with equivalent service potential. For equipment, the capitalization policy includes all items with a unit cost of \$5,000 or more and an estimated useful life of greater than one year. Intangible assets with a cost of \$500,000 or more are capitalized. Renovations to buildings, infrastructure, and land improvements that significantly increase the value or extend the useful life of the asset are capitalized. Routine repairs and maintenance are charged to operating expense in the year in which the expense was incurred.

Right-to-use lease assets are recognized at the commencement date based on the initial measurement of the lease liability, plus any payments made to the lessor at or before the commencement of the lease term and certain direct costs. A capitalization threshold of \$50,000 is used when recognizing lease assets.

Subscription-based information technology arrangements are recognized at the commencement date based on the initial measurement of liability, plus any subscription payments made at or before the commencement of the subscription term and certain direct costs. A capitalization threshold of \$500,000 is used when recognizing these assets.

Depreciation and amortization are calculated using the straight-line method over the estimated useful lives of the assets, including right-to-use assets, generally 20 to 50 years for buildings, 10 to 30 years for infrastructure and land improvements, 2 to 20 years for equipment, 10 years for library collections, and 4 to 15 years for intangible assets.

I. Unearned Revenue

Unearned revenue includes items such as advance ticket sales, summer tuition not earned during the current year, and amounts received from grants and contracts that have not yet been earned.

J. Compensated Absences

Employee compensated absences are accrued when earned under the provisions of Chapters 70A and 262 of the Code of Iowa. Accrued vacation is paid at 100% of the employee's hourly rate upon retirement, death, or termination and, with certain exceptions, accrued sick leave is paid at 100% of the employee's hourly rate to a maximum of \$2,000 upon retirement. The liability for accrued compensated absences reported in the Statement of Net Position is based on current rates of pay.

K. Non-Current Liabilities

Non-current liabilities include principal amounts of revenue bonds payable, leases payable, subscription-based information technology arrangements, and financed installment purchases with contractual maturities greater than one year, as well as estimated amounts for accrued compensated absences, refundable advances on student loans, pension liability, other post-employment benefits (OPEB) liability, and other liabilities that will not be paid within the next fiscal year.

L. Leases

Iowa State determines if an arrangement is or contains a lease at inception, including both leases where it is obligated as a lessee and leases for which it is a lessor.

Leases in which Iowa State is a lessee are included in the right-to-use lease assets and liabilities on the Statement of Net Position. These assets and liabilities are initially recognized based on the present value of the future minimum lease payments over the lease term at commencement date discounted using the stated interest rate or Iowa State's estimated incremental borrowing rate. Options to extend or terminate a lease are included in the amount recognized to the extent that Iowa State is reasonably certain to exercise those options. Amortization expense for right-to-use

assets is recognized on a straight-line basis over the lease term. Variable lease payments based on a predetermined rate or index, such as the consumer price index, are initially measured using the index or rate in effect at lease commencement.

Lessor arrangements are included in receivables and deferred inflows of resources on the Statement of Net Position. Rental revenue arising from leases in which Iowa State is a lessor is included in other non-operating revenue on the Statement of Revenues, Expenses, and Changes in Net Position. Lease receivable is amortized using Iowa State's stated rate of interest or estimated incremental interest rate. Deferred inflows of resources are recognized on a straight-line basis of the lease term.

Short-term leases with an initial lease term of 12 months or less are not included on the Statement of Net Position. Iowa State recognizes lessee and lessor short-term lease payments as outflows or inflows of resources, respectively, based on the payment provisions of the lease contract.

M. Subscription-Based Information Technology Arrangements (SBITA)

Iowa State enters into contracts that convey control of the right to use information technology software. Iowa State recognizes a subscription liability and intangible right-to-use asset in the financial statements for liabilities with an initial value of \$500,000 or more.

At the commencement of the subscription term, Iowa State initially measures the subscription liability at the present value of payments expected to be made during the subscription term. Subsequently, the subscription liability is reduced by the principal portion of subscription payments made. The right-to-use subscription asset is initially measured as the sum of the initial subscription liability, adjusted for subscription payments made at or before the subscription commencement date, plus capitalization implementation costs, and less any incentives received from the SBITA vendor at or before the commencement of the subscription term. Subsequently, the right-to-use subscription asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to subscription arrangements include how Iowa State determines the discount rate it uses to discount the expected subscription payments to present value, subscription term, and subscription payments.

- Iowa State uses the interest rate charged by the vendor as the discount rate. When the interest rate charged by the vendor is not provided, the estimated incremental borrowing rate is used as the discount rate.
- The subscription term includes the non-cancellable period of the subscription. Subscription payments included in the measurement of the subscription liability are composed of fixed payments.

Changes in circumstances that would require a remeasurement of its subscription is monitored, and the subscription liability and right-to-use subscription asset will be remeasured if certain changes occur that are expected to significantly affect the amount of the subscription liability.

Right-to-use subscription assets are reported with other capital assets and subscription liabilities are reported with long-term debt on the statement of net position.

N. Net Pension Liability

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 the Iowa Public Employees' Retirement System (IPERS) and additions to and deductions from IPERS's fiduciary net position have been determined on the same basis as they are reported by IPERS. For this purpose, benefit payments, including refunds of employee contributions, are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

O. Total OPEB Liability

For purposes of measuring the total OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information is determined based on Iowa State's actuary report. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms.

P. Refundable Advances on Student Loans

Refundable advances on student loans consist of federal capital contributions from the Perkins Federal Loan program. The federal capital contributions are refundable to the United States government if the loan program is terminated.

Q. Deferred Outflows of Resources and Deferred Inflows of Resources

Deferred outflows of resources and deferred inflows of resources consist of the following:

- 1. OPEB.** Deferred outflows of resources and deferred inflows of resources represent items that are not recognized in OPEB expense, and consist of differences between expected and actual experience of the OPEB plan and changes in assumptions.
- 2. Pension.** Deferred outflows of resources consist of unrecognized items not yet charged to pension expense and contributions by Iowa State after the measurement date but before the end of the reporting period. Deferred inflows of resources consist of the unamortized portion of the net difference between projected and actual earnings on pension plan investments and unrecognized items not yet credited to pension expense.
- 3. Lease receivables.** Deferred inflows of resources consist of lease revenue to be received over the life of the lease.
- 4. Unamortized bond refunding gains and losses.** Bond refunding losses and gains, which will be recognized over the life of the bonds, are the difference between the reacquisition price of the new debt and the net carrying amount of the debt being refunded. Deferred outflows of resources consist of unamortized losses resulting from the refunding of bonds. Deferred inflows of resources consist of unamortized gains resulting from the refunding of bonds.

R. Net Position

Net position is classified as follows:

- 1. Net investment in capital assets.** Capital assets, net of accumulated depreciation, amortization, and outstanding debt attributable to the acquisition, construction, or improvement of those assets.
- 2. Restricted, non-expendable.** Net position subject to externally imposed restrictions in which the donors or other outside sources have stipulated the principal is to be maintained inviolate and retained in perpetuity and invested for the purpose of producing income which will either be expended or added to principal.
- 3. Restricted, expendable.** Net position subject to externally imposed restrictions on use of resources, either legally or contractually.
- 4. Unrestricted.** Net position not subject to externally imposed restrictions and that may be used to meet current obligations for any purpose or designated for specific purposes by action of management or the Iowa Board of Regents.

S. Operating Revenues and Expenses

Operating revenues and expenses reported in the Statement of Revenues, Expenses, and Changes in Net Position are those that generally result from exchange transactions such as payments received for providing services and

payments made for services or goods received. Nearly all of the expenses are from exchange transactions. Certain significant revenue streams relied upon for operations are recorded as non-operating revenues, as defined by GASB Statement No. 35, including state appropriations, gifts, and investment income.

T. Revenue Pledged for Debt Service

Tuition and fees are pledged as security for academic building, Memorial Union, and recreational system facilities revenue bonds. Auxiliary enterprise revenues are pledged as security for athletic facilities, dormitory, Memorial Union, recreational system facilities, and utility system revenue bonds.

U. Auxiliary Enterprise Revenues

Auxiliary enterprise revenues primarily represent revenues generated by the athletic department, University Book Store, Iowa State Center, Memorial Union, parking system, recreation services, regulated materials handling facility, Reiman Gardens, residence department, Iowa State dining, student health center, telecommunications system, and utility system.

V. Bond Discounts and Premiums

Bond discounts and premiums are deferred and amortized over the life of the bonds.

W. Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

NOTE 2 – CASH, CASH EQUIVALENTS, AND INVESTMENTS

A. Cash and Cash Equivalents

A summary of the book and bank balances for cash and cash equivalents at June 30, is as follows:

	<u>2024</u>	<u>2023</u>
Book balance:		
Non-fiduciary	\$ 112,521,304	\$ 110,358,467
Fiduciary	13,365,207	10,134,497
Total	<u>\$ 125,886,511</u>	<u>\$ 120,492,964</u>
Bank balance:		
Covered by FDIC insurance or state sinking	\$ 33,661,941	\$ 91,178,539
Uninsured and uncollateralized	66,538,925	38,843,505
Total bank balance	<u>\$ 100,200,866</u>	<u>\$ 130,022,044</u>

B. Investments

In accordance with the Code of Iowa and the Iowa Board of Regent's policy, Iowa State's operating portfolio may be invested in obligations of the U.S. government or its agencies, certain highly-rated commercial paper, highly-rated corporate bonds, certain limited-maturity, zero-coupon securities, fully-insured or collateralized certificates of deposits and savings, eligible bankers acceptances of 180 days or less, certain repurchase agreements, high quality money market funds, and highly-rated guaranteed investment contracts. The endowment portfolio may invest in all of

the above as well as certain listed investment grade securities, certain shares of investment companies, and new issues of investment grade common stock.

For donor-restricted endowments, Chapter 540A of the Code of Iowa permits the appropriation of an amount of realized and unrealized endowment appreciation as Iowa State determines to be prudent pursuant to a consideration of long-and short-term needs, its present and anticipated financial requirements, expected total return on its investments, price level trends, and general economic conditions. Iowa State's policy is to retain the realized and unrealized appreciation with the endowment pursuant to the spending rules. Iowa State's spending policy is 5.5%, which includes a 1.25% administrative fee of a three-year moving average market value. Net appreciation of endowment funds, which totaled \$4,174,338 and \$3,971,074 at June 30, 2024 and 2023, respectively, is available to meet the spending rate distribution and is recorded in restricted expendable net position.

Investments for the discretely presented component unit are not subject to GASB disclosure requirements. These amounts are \$1.79 billion and \$1.66 billion as of June 30, 2024 and 2023, respectively.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. This risk is managed within the portfolio using the effective duration method, which is widely used in the management of fixed income portfolios in that it quantifies to a much greater degree the risk of interest rate changes.

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations to the investor. Iowa State reduces exposure to this risk by following the operating and endowment portfolio benchmarks as established by the Iowa Board of Regents.

Custodial credit risk is the risk that, in the event of the failure of a counterparty to a transaction, the investor will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. Of the \$647.9 million investments at June 30, 2024, \$2,193,049 of pooled funds are held by the Foundation, not in Iowa State's name.

Concentration of credit risk is the risk of loss that may be attributed to the magnitude of the investor's investment in a single issuer. Iowa State reduces exposure to this risk by complying with the Iowa Board of Regent's investment policy, which requires that, except for U.S. Government securities, no more than five percent of the investment portfolio shall be invested in securities of a single issuer.

There are no issuers that represented five percent or more of total operating portfolio assets for fiscal years 2024 and 2023.



As of June 30, 2024, the effective duration, credit quality ratings, and fair value of investments are as follows:

	Effective duration (years)	Credit Quality Rating										Total fair value
		Treasury / Agency	AAA	AA	A	BBB	BB	B	CCC & below	Not rated		
Fixed income:												
U.S. government treasuries	0.29	\$ 25,150,272	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 25,150,272
U.S. government agencies	0.07	4,946,650	—	—	—	—	—	—	—	—	—	4,946,650
Short-term mutual funds	4.53	122,432,061	22,144,801	10,855,793	43,326,864	50,451,970	19,187,875	24,102,417	3,383,929	2,559,638	298,445,348	
Long-term mutual funds	4.55	8,661,033	1,591,453	5,537,392	3,532,386	5,766,792	7,659,516	10,641,454	1,758,525	977,437	46,125,988	
												374,668,258
Equity and other:												
Common stock		—	—	—	—	—	—	—	—	—	—	5,188,254
Mutual funds		—	—	—	—	—	—	—	—	—	—	145,115,388
Private equity		—	—	—	—	—	—	—	—	—	—	70,471,894
Foundation pooled funds		—	—	—	—	—	—	—	—	—	—	2,193,049
Real estate		—	—	—	—	—	—	—	—	—	—	47,844,102
Money market		—	—	—	—	—	—	—	—	—	—	54,221,174
Total investments		<u>\$161,190,016</u>	<u>\$ 23,736,254</u>	<u>\$ 16,393,185</u>	<u>\$ 46,859,250</u>	<u>\$ 56,218,762</u>	<u>\$ 26,847,391</u>	<u>\$ 34,743,871</u>	<u>\$ 5,142,454</u>	<u>\$ 3,537,075</u>		699,702,119
Less fiduciary funds												(51,775,909)
Total University investments												<u>\$647,926,210</u>

As of June 30, 2023, the effective duration, credit quality ratings, and fair value of investments are as follows:

	Effective duration (years)	Credit Quality Rating										Total fair value
		Treasury / Agency	AAA	AA	A	BBB	BB	B	CCC & below	Not rated		
Fixed income:												
U.S. government treasuries	0.15	\$ 69,236,114	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 69,236,114
U.S. government agencies	0.57	19,628,000	—	—	—	—	—	—	—	—	—	19,628,000
Short-term mutual funds	5.05	124,442,107	22,924,384	11,536,698	38,441,798	43,835,801	18,471,001	20,605,491	2,520,134	1,801,147	284,578,561	
Long-term mutual funds	4.76	8,056,228	6,156,510	1,365,338	3,799,020	5,766,573	8,253,080	9,624,581	1,420,860	620,842	45,063,032	
												418,505,707
Equity and other:												
Common stock		—	—	—	—	—	—	—	—	—	—	5,679,714
Mutual funds		—	—	—	—	—	—	—	—	—	—	132,401,524
Private equity		—	—	—	—	—	—	—	—	—	—	66,632,089
Foundation pooled funds		—	—	—	—	—	—	—	—	—	—	2,083,880
Real estate		—	—	—	—	—	—	—	—	—	—	51,847,943
Money market		—	—	—	—	—	—	—	—	—	—	69,959,412
Total investments		<u>\$221,362,449</u>	<u>\$ 29,080,894</u>	<u>\$ 12,902,036</u>	<u>\$ 42,240,818</u>	<u>\$ 49,602,374</u>	<u>\$ 26,724,081</u>	<u>\$ 30,230,072</u>	<u>\$ 3,940,994</u>	<u>\$ 2,421,989</u>		747,110,269
Less fiduciary funds												(50,711,778)
Total University investments												<u>\$696,398,491</u>

Fair Value Measurement is a framework for measuring fair value in accordance with GAAP and presents expanded disclosures about fair value measurements. Specifically, all financial instruments reported at fair value are classified based on the inputs used to determine the values as follows:

Level 1 - Valuation is based upon quoted prices for identical instruments traded in active markets.

Level 2 - Valuation is based upon quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in markets that are not active, and model-based valuation techniques for which all significant assumptions are observable in the market.

Level 3 - Valuation is generated from model-based techniques that use significant assumptions non-observable in the market. These unobservable assumptions reflect our own estimates of assumptions that market participants would use in pricing the asset. Valuation techniques include use of option-pricing models, discounted cash flow models, and similar techniques.

Investments that do not have a readily determinable fair value are reported using Net Asset Value (NAV) per share. The NAV per share is provided by the fund manager and reviewed by Iowa State staff.

The classifications or levels by investment category as of June 30, 2024 and 2023 are shown below:

	June 30, 2024				
	Level 1	Level 2	Level 3	NAV	Total
Fixed income:					
U.S. government treasuries	\$ 25,150,272	\$ —	\$ —	\$ —	\$ 25,150,272
U.S. government agencies	—	4,946,650	—	—	4,946,650
Short-term mutual funds	161,873,468	—	—	136,571,880	298,445,348
Long-term mutual funds	—	—	—	46,125,988	46,125,988
Equity and other:					
Common stock	5,188,254	—	—	—	5,188,254
Mutual funds	96,027,833	—	—	49,087,555	145,115,388
Private equity - limited partnerships	—	—	—	70,471,894	70,471,894
Foundation pooled funds	223,691	184,216	26,317	1,758,825	2,193,049
Real estate	—	—	—	47,844,102	47,844,102
Money market ¹	—	—	—	—	54,221,174
Total investments	<u>\$ 288,463,518</u>	<u>\$ 5,130,866</u>	<u>\$ 26,317</u>	<u>\$ 351,860,244</u>	<u>\$ 699,702,119</u>

Investments Measured at NAV	Fair Value	Unfunded Commitments	Redemption Frequency (if Currently Eligible)	Redemption Notice Period
Fixed income: ²				
Short-term mutual funds	\$ 136,571,880	\$ —	monthly	5 days
Long-term mutual funds	46,125,988	—	daily/quarterly	5-60 days
Equity and other:				
Mutual funds ³	49,087,555	—	daily/monthly	2-30 days
Private equity - limited partnerships ⁴	70,471,894	46,037,041	n/a	n/a
Foundation pooled funds	1,758,825	—	n/a	n/a
Real asset funds ⁵	47,844,102	1,117,107	n/a	n/a
Total investments	<u>\$ 351,860,244</u>	<u>\$ 47,154,148</u>		

	June 30, 2023				
	Level 1	Level 2	Level 3	NAV	Total
Fixed income:					
U.S. government treasuries	\$ 69,236,114	\$ —	\$ —	\$ —	\$ 69,236,114
U.S. government agencies	—	19,628,000	—	—	19,628,000
Short-term mutual funds	156,113,922	—	—	128,464,639	284,578,561
Long-term mutual funds	—	—	—	45,063,032	45,063,032
Equity and other:					
Common stock	5,679,714	—	—	—	5,679,714
Mutual funds	83,736,648	—	—	48,664,876	132,401,524
Private equity - limited partnerships	—	—	—	66,632,089	66,632,089
Foundation pooled funds	237,292	167,627	28,805	1,650,156	2,083,880
Real estate	—	—	—	51,847,943	51,847,943
Money market ¹	—	—	—	—	69,959,412
Total investments	<u>\$ 315,003,690</u>	<u>\$ 19,795,627</u>	<u>\$ 28,805</u>	<u>\$ 342,322,735</u>	<u>\$ 747,110,269</u>

Investments Measured at NAV	Fair Value	Unfunded Commitments	Redemption Frequency (if Currently Eligible)	Redemption Notice Period
Fixed income: ²				
Short-term mutual funds	\$ 128,464,639	\$ —	monthly	5 days
Long-term mutual funds	45,063,032	—	daily/quarterly	5-60 days
Equity and other:				
Mutual funds ³	48,664,876	—	daily/monthly	2-30 days
Private equity - limited partnerships ⁴	66,632,089	52,325,576	n/a	n/a
Foundation pooled funds	1,650,156	—	n/a	n/a
Real asset funds ⁵	51,847,943	1,125,107	n/a	n/a
Total investments	<u>\$ 342,322,735</u>	<u>\$ 53,450,683</u>		

¹ Money market funds—In accordance with Iowa Board of Regents policy, a minimum of 40% of the endowment pool must be held in liquid investments.

² Fixed income mutual funds includes investments in mutual funds holding assets that provide stability, generate income, and diversify market risk.

³ Equity mutual funds includes investments in global equities including both developed and emerging markets.

⁴ Private equity includes private equity funds that invest in strategies such as venture capital, leveraged buyouts, and mezzanine debt. Capital is committed during the investment period of each fund, typically four years, after which point capital commitments stop. Iowa State's interest in the non-redeemable funds is considered illiquid in that distributions from liquidation of the underlying assets of the fund are at the discretion of the general partner according to the terms of the limited partnership agreement. Funds are typically liquidated over a period of five to ten years and include a mechanism to extend the length of the partnership for two to three years with approval from the limited partners.

⁵ Real assets includes investments in private real estate and natural resource equities funds. Capital is committed during the investment period of each fund, typically four years, after which point capital commitments stop. Iowa State's interest in the non-redeemable funds is considered illiquid in the distributions from the liquidation of the underlying assets of the fund are at the discretion of the general partner per the terms of the limited partnership agreement. Funds are typically liquidated over a period of five to ten years and include a mechanism to extend the length of the partnership with approval from the limited partners.



C. *Foundation Investments*

The Foundation's investments are as follows:

	2024	2023
Pooled investments:		
Equity	\$ 744,007,023	\$ 615,953,152
Fixed income	370,669,127	328,520,672
Hedge funds	161,767,279	186,842,740
Private equity	330,188,295	326,399,118
Real estate	50,498,589	44,240,197
Natural resources / commodities	37,464,907	61,412,261
Cash and cash equivalents	33,475,479	37,019,814
Accrued manager fees	(1,000,000)	(1,000,000)
Total pooled investments	<u>1,727,070,699</u>	<u>1,599,387,954</u>
Other marketable securities:		
Fixed income	11,532,175	10,276,499
Equity	29,537,468	27,167,118
Cash and cash equivalents	1,362,703	1,127,860
Total marketable securities	<u>42,432,346</u>	<u>38,571,477</u>
Real estate and other investments:		
Real estate	16,435,516	18,718,212
Notes receivable from affiliated entities	41,451	109,561
Total real estate and other investments	<u>16,476,967</u>	<u>18,827,773</u>
Total investments	<u>\$ 1,785,980,012</u>	<u>\$ 1,656,787,204</u>

NOTE 3 – RECEIVABLES

A. Accounts Receivable

Accounts receivable is shown net of allowances for doubtful accounts in the accompanying Statement of Net Position. Accounts receivable consist of the following as of June 30:

	<u>2024</u>	<u>2023</u>
Accounts receivable	\$ 69,075,182	\$ 55,356,057
Allowance for doubtful accounts	(3,797,618)	(1,047,182)
Accounts receivable, net	<u>\$ 65,277,564</u>	<u>\$ 54,308,875</u>

B. Due from Government Agencies

Due from government agencies consist of the following as of June 30:

	<u>2024</u>	<u>2023</u>
Due from federal agencies	\$ 40,899,827	\$ 42,401,096
Due from state agencies	25,436,060	8,021,677
Due from local agencies	70,931	20,383
Total due from governmental agencies	<u>\$ 66,406,818</u>	<u>\$ 50,443,156</u>

C. Notes Receivable

Notes receivable is shown net of allowances for doubtful accounts in the accompanying Statement of Net Position. Notes receivable consist of the following as of June 30:

	<u>2024</u>	<u>2023</u>
Student loan receivables	\$ 10,307,649	\$ 10,726,836
Split-dollar loan receivable	8,100,000	6,900,000
Allowance for doubtful accounts	(285,254)	(416,563)
Notes receivable, net	<u>\$ 18,122,395</u>	<u>\$ 17,210,273</u>

D. Lessor Arrangements

Iowa State leases land and buildings to external parties. Lease receivables and deferred inflows of resources are recorded based on the present value of expected receipts over the term of the leases. The expected receipts are discounted using the interest rate charged on the lease or using Iowa State's incremental borrowing rate. Variable payments are excluded from the valuations, unless they are fixed in substance. During the fiscal years ended June 30, 2024 and 2023, Iowa State recognized revenues related to lease agreements totaling \$471,507 and \$493,359, respectively. Future minimum lease payments to be received under lessor agreements are as follows:

For the year ending June 30,	Principal	Interest
2025	\$ 368,405	\$ 90,769
2026	386,731	74,808
2027	275,153	59,999
2028	223,092	50,158
2029	235,798	40,035
2030-2034	739,667	56,698
	<u>\$ 2,228,846</u>	<u>\$ 372,467</u>

E. Pledges Receivable (Foundation)

The components of net pledges receivable as of June 30 are as follows:

	2024	2023
Gross pledges receivable	\$ 86,937,703	\$ 100,194,322
Allowance for uncollectible pledges	(2,428,364)	(1,571,761)
Discount to present value	(7,619,786)	(7,306,355)
Pledges receivable, net	<u>\$ 76,889,553</u>	<u>\$ 91,316,206</u>

The Foundation estimates payments on pledges receivable as of June 30 will be received as follows:

	2024
2025	\$ 29,180,733
2026	18,716,681
2027	16,655,536
2028	8,416,127
2029	7,697,001
Thereafter	6,271,625
	<u>\$ 86,937,703</u>

In addition, the Foundation has received notification of deferred gifts totaling approximately \$740 million and \$761 million as of June 30, 2024 and 2023, respectively, primarily in the form of revocable wills.

NOTE 4 – CAPITAL ASSETS

Capital assets activity for the year ended June 30, 2024, is summarized as follows:

	July 1, 2023 (as restated)	Additions	Transfers	Deductions	June 30, 2024
Non-depreciable/non-amortizable:					
Land	\$ 21,077,622	\$ —	\$ —	\$ (535)	\$ 21,077,087
Land improvements	6,026,207	—	—	—	6,026,207
Construction in progress	96,109,990	121,077,582	(94,327,967)	(1,436,120)	121,423,485
Intangible assets in development	44,226,480	14,050,815	—	—	58,277,295
Total non-depreciable/non-amortizable capital assets	<u>167,440,299</u>	<u>135,128,397</u>	<u>(94,327,967)</u>	<u>(1,436,655)</u>	<u>206,804,074</u>
Depreciable/Amortizable:					
Buildings	2,264,164,249	13,625,851	62,525,177	(403,454)	2,339,911,823
Land improvements	76,042,535	—	9,659,495	—	85,702,030
Infrastructure	368,369,163	—	18,233,315	—	386,602,478
Equipment	386,056,929	28,614,974	3,909,980	(16,932,780)	401,649,103
Library	269,758,955	1,973,047	—	(426,296)	271,305,706
Intangible assets	45,131,718	—	—	(1)	45,131,717
Right-to-use asset - equipment	549,339	525,643	—	(263,105)	811,877
Right-to-use asset - buildings	17,912,416	70,243	—	(207,391)	17,775,268
Right-to-use asset - land	543,606	42,132	—	—	585,738
Right-to-use asset - subscriptions	54,229,048	7,478,484	—	(4,516,860)	57,190,672
Total depreciable/amortizable capital assets	<u>3,482,757,958</u>	<u>52,330,374</u>	<u>94,327,967</u>	<u>(22,749,887)</u>	<u>3,606,666,412</u>
Accumulated depreciation/amortization:					
Buildings	1,160,013,810	71,157,281	—	(259,895)	1,230,911,196
Land improvements	35,445,397	3,984,574	—	—	39,429,971
Infrastructure	231,988,395	10,341,501	—	—	242,329,896
Equipment	248,711,103	20,960,453	—	(13,616,517)	256,055,039
Library	240,350,558	7,097,744	—	(426,296)	247,022,006
Intangible assets	25,828,254	4,950,775	—	—	30,779,029
Right-to-use asset - equipment	256,943	185,879	—	(263,106)	179,716
Right-to-use asset - buildings	3,604,230	1,296,943	—	(207,391)	4,693,782
Right-to-use asset - land	345,782	11,482	—	—	357,264
Right-to-use asset - subscriptions	24,174,847	12,311,755	—	(4,516,862)	31,969,740
Total accumulated depreciation/amortization	<u>1,970,719,319</u>	<u>132,298,387</u>	<u>—</u>	<u>(19,290,067)</u>	<u>2,083,727,639</u>
Net depreciable/amortizable capital assets	<u>1,512,038,639</u>	<u>(79,968,013)</u>	<u>94,327,967</u>	<u>(3,459,820)</u>	<u>1,522,938,773</u>
Total net capital assets	<u>\$1,679,478,938</u>	<u>\$ 55,160,384</u>	<u>\$ —</u>	<u>\$ (4,896,475)</u>	<u>\$1,729,742,847</u>

Capital assets activity for the year ended June 30, 2023, is summarized as follows:

	July 1, 2022 (as restated)	Additions	Transfers	Deductions	June 30, 2023 (as restated)
Non-depreciable/non-amortizable:					
Land	\$ 20,801,189	\$ 336,933	\$ —	\$ (60,500)	\$ 21,077,622
Land improvements	6,026,207	—	—	—	6,026,207
Construction in progress	109,299,052	114,466,179	(127,655,241)	—	96,109,990
Intangible assets in development	16,409,927	27,816,553	—	—	44,226,480
Total non-depreciable/non-amortizable capital assets	<u>152,536,375</u>	<u>142,619,665</u>	<u>(127,655,241)</u>	<u>(60,500)</u>	<u>167,440,299</u>
Depreciable/Amortizable:					
Buildings	2,168,388,142	—	96,660,532	(884,425)	2,264,164,249
Land improvements	66,237,768	—	9,804,767	—	76,042,535
Infrastructure	353,065,925	—	15,303,238	—	368,369,163
Equipment	365,960,574	22,465,884	5,886,704	(8,256,233)	386,056,929
Library	268,941,746	1,132,646	—	(315,437)	269,758,955
Intangible assets	45,131,718	—	—	—	45,131,718
Right-to-use asset - equipment	469,118	274,585	—	(194,364)	549,339
Right-to-use asset - buildings	15,313,700	2,941,282	—	(342,566)	17,912,416
Right-to-use asset - land	3,761,457	—	—	(3,217,851)	543,606
Right-to-use asset - subscriptions	52,160,024	2,069,024	—	—	54,229,048
Total depreciable/amortizable capital assets	<u>3,339,430,172</u>	<u>28,883,421</u>	<u>127,655,241</u>	<u>(13,210,876)</u>	<u>3,482,757,958</u>
Accumulated depreciation/amortization:					
Buildings	1,091,284,480	69,351,014	—	(621,684)	1,160,013,810
Land improvements	31,799,866	3,645,531	—	—	35,445,397
Infrastructure	221,772,625	10,215,770	—	—	231,988,395
Equipment	234,846,796	21,011,284	—	(7,146,977)	248,711,103
Library	233,656,127	7,009,037	—	(314,606)	240,350,558
Intangible assets	20,410,627	5,417,627	—	—	25,828,254
Right-to-use asset - equipment	278,652	172,655	—	(194,364)	256,943
Right-to-use asset - buildings	2,706,746	1,240,044	—	(342,560)	3,604,230
Right-to-use asset - land	335,594	10,188	—	—	345,782
Right-to-use asset - subscriptions	11,675,992	12,498,855	—	—	24,174,847
Total accumulated depreciation/amortization	<u>1,848,767,505</u>	<u>130,572,005</u>	<u>—</u>	<u>(8,620,191)</u>	<u>1,970,719,319</u>
Net depreciable/amortizable capital assets	<u>1,490,662,667</u>	<u>(101,688,584)</u>	<u>127,655,241</u>	<u>(4,590,685)</u>	<u>1,512,038,639</u>
Total net capital assets	<u>\$1,643,199,042</u>	<u>\$ 40,931,081</u>	<u>\$ —</u>	<u>\$ (4,651,185)</u>	<u>\$1,679,478,938</u>

NOTE 5 – LONG-TERM LIABILITIES

Long-term liability activity for the years ended June 30 is summarized as follows:

	7/1/2023	Additions	Deductions	6/30/2024	Current Portion
Long-term debt:					
Bonds payable	\$ 457,077,959	\$ 27,926,830	\$ (51,015,041)	\$ 433,989,749	\$ 33,285,000
Leases payable	15,512,107	638,018	(1,209,485)	14,940,640	1,288,760
Subscription-based IT arrangements	30,633,878	7,478,484	(10,241,667)	27,870,695	8,540,160
Financed installment purchases	4,277,424	2,293,381	(1,066,181)	5,504,624	1,191,774
Total long-term debt	507,501,368	38,336,713	(63,532,374)	482,305,708	44,305,694
Other long-term liabilities:					
Compensated absences	45,016,403	25,325,383	(23,912,816)	46,428,970	23,170,125
Refundable advances on student loans	6,894,392	—	(1,481,727)	5,412,665	—
Deferred compensation	746,496	613,391	(859,775)	500,112	80,000
Net pension liability	39,821,138	14,404,016	—	54,225,154	—
Other post-employment benefits liability	51,036,513	19,583,128	(5,690,640)	64,929,001	4,723,325
Total other long-term liabilities	143,514,942	59,925,918	(31,944,958)	171,495,902	27,973,450
Total long-term liabilities	\$ 651,016,310	\$ 98,262,631	\$ (95,477,332)	\$ 653,801,610	\$ 72,279,144

	July 1, 2022 (as restated)	Additions	Deductions	6/30/2023	Current Portion
Long-term debt:					
Bonds payable	\$ 489,129,303	\$ 62,071	\$ (32,113,415)	\$ 457,077,959	\$ 32,175,000
Leases payable	16,725,891	1,572,461	(2,786,245)	15,512,107	1,133,498
Subscription-based IT arrangements	38,098,310	2,069,024	(9,533,456)	30,633,878	8,734,864
Financed installment purchases	5,311,319	—	(1,033,895)	4,277,424	1,066,178
Total long-term debt	549,264,823	3,703,556	(45,467,011)	507,501,368	43,109,540
Other long-term liabilities:					
Compensated absences	42,849,307	24,585,117	(22,418,021)	45,016,403	21,280,639
Refundable advances on student loans	9,005,610	—	(2,111,218)	6,894,392	—
Deferred compensation	363,546	382,950	—	746,496	—
Net pension liability	445,606	39,375,532	—	39,821,138	—
Other post-employment benefits liability	46,406,083	16,851,153	(12,220,723)	51,036,513	4,950,619
Total other long-term liabilities	99,070,152	81,194,752	(36,749,962)	143,514,942	26,231,258
Total long-term liabilities	\$ 648,334,975	\$ 84,898,308	\$ (82,216,973)	\$ 651,016,310	\$ 69,340,798

A. Bonds Payable

Outstanding long-term revenue bond indebtedness at June 30, consist of the following:

	Interest Rates (%)	Fiscal Year Maturity Date Range	2024 Amount Outstanding	2023 Amount Outstanding
Academic building	2.000 - 5.000	2025 - 2036	\$ 80,740,000	\$ 88,235,000
Plus: unamortized premium			4,373,272	4,860,188
Athletic facilities	2.000 - 5.000	2025 - 2041	106,070,000	110,325,000
Less: unamortized discount			(64,685)	(71,872)
Plus: unamortized premium			5,969,902	6,374,817
Dormitory	1.500 - 5.000	2025 - 2036	92,200,000	103,760,000
Less: unamortized discount			(321,442)	(362,574)
Plus: unamortized premium			2,373,247	3,038,733
ISU Facilities Corporation	3.000 - 5.250	2025 - 2045	43,420,000	32,345,000
Less: unamortized discount			(32,711)	—
Plus: unamortized premium			454,809	480,076
Memorial Union	2.000 - 5.000	2025 - 2043	18,985,000	20,495,000
Less: unamortized discount			(82,515)	(96,267)
Plus: unamortized premium			774,423	817,447
Recreational system facilities	2.000 - 3.000	2025 - 2038	35,950,000	37,900,000
Plus: unamortized premium			888,563	956,913
Utility system	2.000 - 5.000	2025 - 2037	40,375,000	46,765,000
Plus: unamortized premium			1,916,886	1,255,498
Total bonds payable			<u>\$ 433,989,749</u>	<u>\$ 457,077,959</u>

Debt service requirements to maturity, as of June 30, 2024, are as follows:

For the year ending June 30,	Principal	Interest	Total
2025	\$ 33,285,000	\$ 13,053,258	\$ 46,338,258
2026	34,040,000	11,917,911	45,957,911
2027	34,550,000	10,700,225	45,250,225
2028	34,655,000	9,461,276	44,116,276
2029	31,590,000	8,265,519	39,855,519
2030-2034	140,140,000	26,746,963	166,886,963
2035-2039	82,540,000	8,920,119	91,460,119
2040-2044	25,990,000	1,722,994	27,712,994
2045-2049	950,000	24,937	974,937
Less: unamortized discount	(501,353)	—	(501,353)
Plus: unamortized premium	16,751,102	—	16,751,102
Total bonds payable	<u>\$ 433,989,749</u>	<u>\$ 90,813,202</u>	<u>\$ 524,802,951</u>

In March 2024, Iowa State issued \$12,280,000 of ISU Facilities Corporation Taxable Revenue Bonds, Series 2024. The bond proceeds will be used to finance the cost of renovation of the Scheman Building on Iowa State's campus.

Also in March 2024, Iowa State issued \$13,850,000 of Utility System Revenue Refunding Bonds, Series I.S.U. 2024 to refund \$16,040,000 of Utility System Revenue Bonds, Series I.S.U. 2013A. The current refunding of these bonds permitted Iowa State to realize an economic gain (the difference between the present values of the debt service payments on the old and new debt) of \$1,212,450 and will reduce future aggregate debt service payments over the next ten years by \$1,979,359.

B. Leases Payable

The schedule of principal and interest payments for leases is as follows:

For the year ending June 30,	Principal	Interest
2025	\$ 1,288,760	\$ 847,445
2026	1,341,188	774,360
2027	1,301,100	701,139
2028	955,770	638,301
2029	851,861	585,578
2030-2034	1,573,420	2,528,325
2035-2039	1,179,237	2,151,460
2040-2044	1,337,385	1,768,426
2045-2049	1,687,510	1,312,490
2050-2054	2,292,107	707,893
2055-2059	1,132,302	67,697
	\$ 14,940,640	\$ 12,083,114

C. Subscription-Based Information Technology Arrangements

The schedule of principal and interest payments for subscription-based information technology arrangements is as follows:

For the year ending June 30,	Principal	Interest
2025	\$ 8,540,160	\$ 1,060,601
2026	5,157,163	755,333
2027	3,542,868	527,819
2028	3,375,319	367,141
2029	2,482,730	237,844
2030-2034	4,772,455	163,639
	\$ 27,870,695	\$ 3,112,377

D. Financed Installment Purchases

The schedule of principal and interest payments for financed installment purchases is as follows:

For the year ending June 30,	Principal	Interest	Total
2025	\$ 1,191,774	\$ 181,138	\$ 1,372,912
2026	1,240,727	201,628	1,442,355
2027	1,230,220	151,086	1,381,306
2028	200,420	109,167	309,587
2029	212,811	96,775	309,586
2030-2034	1,278,462	269,471	1,547,933
2035-2039	150,210	4,574	154,784
Total	<u>\$ 5,504,624</u>	<u>\$ 1,013,839</u>	<u>\$ 6,518,463</u>

NOTE 6 – RETIREMENT PROGRAMS

A. Teachers Insurance and Annuity Association (TIAA)

Iowa State contributes to the Teachers Insurance and Annuity Association (TIAA) retirement program, a defined contribution plan administered by TIAA. The defined contribution retirement plan provides individual annuities for each plan participant. The Iowa Board of Regents establishes and amends the plan's provisions and contribution requirements. As required by the Iowa Board of Regent's policy, all eligible employees must participate in a retirement plan from the date they are employed.

Contributions made by the employer fully vest after the completion of three years of employment; employee contributions vest immediately. As specified by the contract with TIAA, each employee contributes three and one-third percent of the first \$4,800 of earnings, and five percent on the balance of earnings through the fifth year of employment. Iowa State contributes six and two-thirds of the first \$4,800 of earnings, and ten percent on earnings above \$4,800, through the fifth year of employment. Upon completion of five years of service, the participant contributes five percent and Iowa State contributes ten percent on all earnings.

Iowa State's required and actual contributions total \$44,879,604 and \$44,534,788 for the fiscal years ended June 30, 2024 and 2023, respectively. The employee required and actual contributions total \$22,190,623 and \$21,618,783. Payables to the defined contribution pension plan total \$3,655,378 and \$3,583,694 for legally required employer contributions and \$1,818,359 and \$1,749,297 for legally required employee contributions, which had been withheld from employee wages but not yet remitted to TIAA as of June 30, 2024 and 2023, respectively.

B. Iowa Public Employees' Retirement System (IPERS)

Plan Description. IPERS membership is mandatory for employees, except for those covered by another retirement system. Employees are provided with pensions through a cost-sharing, multiple-employer, defined benefit pension plan administered by IPERS. IPERS issues a stand-alone financial report, which is available to the public by mail at P.O. Box 9117, Des Moines, Iowa 50306-9117 or at www.ipers.org.

IPERS benefits are established under Iowa Code Chapter 97B and the administrative rules thereunder. Chapter 97B and the administrative rules are the official plan documents. The following brief description is provided for general informational purposes only. Refer to the plan documents for more information.

Pension Benefits. A Regular member may retire at normal retirement age and receive monthly benefits without an early-retirement reduction. Normal retirement age is 65, any time after reaching age 62 with 20 or more years of

covered employment, or when the member's years of service plus the member's age at the last birthday equals or exceeds 88, whichever comes first. These qualifications must be met on the member's first month of entitlement to benefits. Members cannot begin receiving retirement benefits before age 55. The formula used to calculate a Regular member's monthly IPERS benefit includes:

- A multiplier based on years of service.
- The member's highest five-year average salary, except members with service before June 30, 2012, will use the highest three-year average salary as of that date if it is greater than the highest five-year average salary.

If a member retires before normal retirement age, the member's monthly retirement benefit will be permanently reduced by an early-retirement reduction. The early-retirement reduction is calculated differently for service earned before and after July 1, 2012. For service earned before July 1, 2012, the reduction is 0.25% for each month the member receives benefits before the member's earliest normal retirement age. For service earned on or after July 1, 2012, the reduction is 0.50% for each month the member receives benefits before age 65.

Protection Occupation members may retire at normal retirement age, which is generally age 55. Members may also retire any time after reaching age 50 with 22 or more years of covered employment. The formula used to calculate a Protection Occupation member's monthly IPERS benefit includes a multiplier based on years of service and the member's highest three-year average salary.

Generally, once a member selects a benefit option, a monthly benefit is calculated and remains the same for the rest of the member's lifetime. However, to combat the effects of inflation, retirees who began receiving benefits prior to July 1990 receive a guaranteed dividend with their regular November benefit payments.

Disability and Death Benefits. A vested member who is awarded federal Social Security disability or Railroad Retirement disability benefits is eligible to claim IPERS benefits regardless of age. Disability benefits are not reduced for early retirement. If a member dies before retirement, the member's beneficiary will receive a lifetime annuity or a lump-sum payment equal to the present actuarial value of the member's accrued benefit or calculated with a set formula, whichever is greater. When a member dies after retirement, death benefits depend on the benefit option the member selected at retirement.

Contributions. Contribution rates are established by IPERS following the annual actuarial valuation, which applies the IPERS Contribution Rate Funding Policy and Actuarial Amortization Method. State statute limits the amount rates can increase or decrease each year to one percentage point. IPERS Contribution Rate Funding Policy requires the actuarial contribution rate be determined using the entry age normal actuarial cost method and the actuarial assumptions and methods approved by the IPERS Investment Board. The actuarial contribution rate covers normal cost plus the unfunded actuarial liability payment based on a 30-year amortization period. The payment to amortize the unfunded actuarial liability is determined as a level percentage of payroll based on the Actuarial Amortization Method adopted by the Investment Board.

In fiscal years 2024 and 2023, pursuant to the required rate, Regular members contributed 6.29% and Iowa State contributed 9.44% of covered payroll. Protection Occupation members contributed 6.21% and Iowa State contributed 9.31% of covered payroll for fiscal years 2024 and 2023, respectively.

Iowa State's contributions to IPERS for the fiscal years ended June 30, 2024 and 2023 are \$11,913,574 and \$10,141,608, respectively.

Net Pension Liability, Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions.

Iowa State’s share of IPERS net pension liability (NPL) at June 30, 2024 and 2023, is \$54,225,154 and \$39,821,138, respectively. The NPL is measured as of June 30, 2023 and 2022, respectively, and the total pension liability used to calculate the net pension liability is determined by an actuarial valuation as of those dates. Iowa State’s proportion of the net pension liability is based on Iowa State’s share of contributions to IPERS relative to the contributions of all IPERS participating employers. At June 30, 2023, Iowa State’s proportion is 1.201355%, which is an increase of 0.147369% from its proportion measured as of June 30, 2022.

For the fiscal years ended June 30, 2024 and 2023, the University recognized pension expense of \$9,425,650 and \$3,504,455, respectively.

Deferred outflows of resources and deferred inflows of resources related to pensions are from the following sources as of June 30:

	2024		2023	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 4,822,795	\$ 223,901	\$ 1,882,028	\$ 550,167
Changes in assumptions	—	66,326	34,070	64,871
Net differences between projected and actual earnings on pension plan investments	5,119,478	—	—	4,363,121
Changes in proportion and differences between ISU contributions and proportionate share of contributions	12,388,972	87,006	9,906,431	10,333
ISU contributions subsequent to the measurement date	11,913,574	—	10,141,608	—
Total	<u>\$ 34,244,819</u>	<u>\$ 377,233</u>	<u>\$ 21,964,137</u>	<u>\$ 4,988,492</u>

\$11,913,574 and \$10,141,608 reported as deferred outflows of resources related to pensions resulting from Iowa State contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal years ending June 30, 2025 and 2024, respectively. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

	2024	2023
2024	\$ —	\$ (467,952)
2025	2,858,684	(69,961)
2026	(705,347)	(3,239,244)
2027	15,064,690	10,131,227
2028	3,918,382	479,967
2029	817,603	—
Total	<u>\$ 21,954,012</u>	<u>\$ 6,834,037</u>

There are no non-employer contributing entities to IPERS.

Actuarial Assumptions. The total pension liability in the June 30, 2023 actuarial valuation is determined using the following actuarial assumptions applied to all periods included in the measurement.

Rate of inflation	2.60% per annum
Rates of salary increase	3.25% to 16.25% average, depending on years of service
Long-term investment rate of return	7.00% compounded annually, net of expenses
Wage growth	3.25% per annum, based on 2.60% inflation assumption and 0.65% real wage inflation

The actuarial assumptions used in the June 30, 2023 valuation are based on the results of a quadrennial experience study covering the period of July 1, 2017 through June 30, 2021.

Mortality rates used in the 2023 valuation were based on the PubG-2010 mortality tables with mortality improvements modeled using Scale MP-2021.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates (expected returns, net of pension plan investment expense 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.

The target allocation and best estimates of geometric real rates of return for each major asset class are shown in the following table:

Asset Class	2024		2023	
	Asset Allocation	Long-Term Expected Real Rate of Return	Asset Allocation	Long-Term Expected Real Rate of Return
Domestic equity	21.00 %	4.56 %	22.00 %	3.57 %
International equity	16.50	6.22	17.50	4.79
Global smart beta equity	5.00	5.22	6.00	4.16
Core plus fixed income	23.00	2.69	20.00	1.66
Public credit	3.00	4.38	4.00	3.77
Cash	1.00	1.59	1.00	0.77
Private equity	17.00	10.44	13.00	7.57
Private real assets	9.00	3.88	8.50	3.55
Private credit	4.50	4.60	8.00	3.63
	<u>100.00 %</u>		<u>100.00 %</u>	

Discount Rate. The discount rate used to measure the total pension liability was 7.00% for fiscal years 2024 and 2023. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the contractually required rates, which are set by the Contribution Rate Funding Policy and derived from the actuarial valuation. Based on those assumptions, IPERS's fiduciary net position is projected to be available to make all projected future benefit payments of current plan members. Therefore, the actuarial assumed investment return is applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of Iowa State’s Proportionate Share of the Net Pension Liability to Changes in the Discount

Rate. The following presents Iowa State’s proportionate share of the NPL calculated using the discount rate, as well as what the proportionate share of the NPL would be if it were calculated using a discount rate one percent lower or higher than the current rate:

	1% Decrease (6.00%)	Discount Rate (7.00%)	1% Increase (8.00%)
ISU's proportionate share of the overall plan NPL - 2024	\$ 116,445,502	\$ 54,225,154	\$ 2,083,095
ISU's proportionate share of the overall plan NPL - 2023	74,905,584	39,821,138	8,904,199

IPERS’s Fiduciary Net Position. Detailed information about IPERS’s fiduciary net position is available in the separately-issued IPERS financial report which is available on IPERS’s website at www.ipers.org.

Payables to IPERS. The following amounts are due to IPERS for legally required employer and employee contributions as of June 30:

	2024	2023
Legally required employer contributions	\$ 1,022,725	\$ 886,468
Legally required employee contributions	681,466	590,674
	<u>\$ 1,704,191</u>	<u>\$ 1,477,142</u>

C. *Phased Retirement Programs*

Phased Retirement (Effective July 1, 2017)

This phased retirement program was approved by the Iowa Board of Regents effective July 1, 2017 and replaces the phased program approved in 1982.

Eligibility. Faculty, P&S, and merit system employees employed by the Iowa Board of Regents for a period of 15 consecutive years and who had attained age 57 are eligible to request and negotiate with their department a schedule of phasing into retirement, not to exceed two years. Requests for admission into the program are not guaranteed and must receive approval from the appropriate administrative office of the institution by which they are employed.

Schedule of Phasing. An employee may reduce from full time to no less than a half-time appointment either directly or via a stepped schedule. The maximum phasing period will be two years with full retirement required at the end of the specified phasing period. If a two-year phasing period is agreed upon, the employee may not hold greater than a 65 percent appointment in the first year. For phasing periods of one year or less, or after the completion of the first year of a two-year phasing period, the appointment cannot exceed 50 percent. The phasing period will be set by agreement between the department and the employee. Once phased retirement is initiated, staff members may not return to full-time appointment.

The following benefits are applicable during participation in this program:

- a. **Compensation.** In the first year of a two-year phasing period, the salary received will reflect the reduced responsibilities plus, at the discretion of the institution, an additional ten percent of the budgeted salary, had the person worked full time. In the only or last year following the initiation of phased retirement, the employee’s salary will be proportional to the budgeted salary had the person worked full time.
- b. **Benefits.** During the phased retirement period, employer and employee contributions will continue for life insurance, health and dental insurance, disability insurance, and defined contribution retirement at the same levels that would have prevailed had the employee continued a full time appointment. As mandated by law, FICA, defined benefit retirement, Federal Employees Retirement System, Civil Service Retirement System, and

Civil Service Retirement System Offset contributions will be based on the employee's actual salary paid. Accrual of vacation and sick leave will be based on the percentage of appointment. An employee participating in this program will be allowed access to their defined contribution retirement account to assist in supplementing the loss of income that occurs when participating in this program.

As of June 30, 2024 and 2023, there were 28 and 30 employees participating in the program, respectively.

D. Retirement Incentive Programs

1. Retirement Incentive Program (2021)

This retirement incentive program was approved by the Iowa Board of Regents effective August 3, 2020 and ended June 30, 2021.

Eligibility. Eligible employees are faculty, P&S, and merit system employees employed by the Iowa Board of Regents that meet the rule of 70, combining age and continuous length of service, and are at least 60 years of age at the time of retirement. Employees agreed to fully retire no later than June 30, 2021.

Incentive Choices. Participants chose from the following options:

- Receive two years of employer retirement contributions as well as the employer and employee portions of health and dental coverage up to the self and spouse/partner level. Health and dental coverage require five years of continuous participation in Iowa State's medical and dental plans prior to retirement.
- Receive three years of retirement contributions.
- Receive three years of health and dental coverage, as explained above.

Employees approved for this program may not be rehired at Iowa State during the incentive period they chose. Any exception to this clause requires an employee to repay the value of incentives received.

There were 20 and 105 employees participating in the program as of June 30, 2024 and 2023, respectively.

2. Specialized Retirement Incentive Program (2023)

This retirement incentive program was approved by the Iowa Board of Regents in the April 2022 meeting. Employees could apply for the option from October 3, 2022 to December 2, 2022.

Eligibility. Eligible employees must meet the entirety of the following criteria:

- Have a tenured primary academic appointment in the College of Liberal Arts and Sciences (LAS) or in the College of Agriculture and Life Sciences (CALS) provided the CALS faculty member's appointment resides in a dually administered department with LAS,
- Have a medical benefits eligible appointment with Iowa State,
- Have a continuous service and age that is equal to 70 and be at least 60 years of age at the time of retirement,
- Have not already communicated and received approval to retire or resign prior to the announcement of the program, and
- Must not already be participating in another Iowa State retirement program.

Employees agreed to fully retire no later than June 30, 2023.

Incentive Choices. Participants chose from the following options:

- Receive two years of employer retirement contributions as well as the employer and employee portions of health and dental coverage up to the self and spouse/partner level. Health and dental coverage require five years of continuous participation in Iowa State's medical and dental plans prior to retirement.

- Receive three years of retirement contributions.

There were 17 employees participating in the program as of June 30, 2024 and 2023.

NOTE 7 – TOTAL OTHER POST-EMPLOYMENT BENEFITS (OPEB) LIABILITY

Plan Description. Iowa State operates a single-employer benefit plan which provides medical, dental, and life insurance benefits for faculty and staff and their spouses. Retired participants must be age 55 or older at retirement. Group insurance benefits are established under Iowa Code Chapter 509A.13. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

OPEB Benefits. Employees that are eligible to participate in the group health plan are eligible to continue health care benefits upon retirement. Retirees under age 65 pay the same premium for the medical, prescription drug, and dental benefits as active employees, which results in an implicit rate subsidy and an OPEB liability.

Total OPEB Liability. Total OPEB liability of \$64,929,001 reported for fiscal year 2024 was measured as of January 1, 2024, and was determined by an actuarial valuation as of January 1, 2024, with no adjustments to get to the January 1, 2024 measurement date. The actuarial valuation was based on 6,980 active employees and 3,941 retirees.

Total OPEB liability of \$51,036,513 reported for fiscal year 2023 was measured as of January 1, 2023, and was determined by an actuarial valuation as of January 1, 2022, with results actuarially projected on a no gain/no loss basis to get to the January 1, 2023 measurement date. The actuarial valuation was based on 6,465 active employees and 4,044 retirees.

Actuarial Assumptions. The total OPEB liability in the actuarial valuation was determined using the following actuarial assumptions and the entry age normal actuarial cost method, applied to all periods included in the measurement:

Rate of inflation (effective 01/01/24)	2.60% per annum
Rates of payroll growth (effective 01/01/24)	3.25% general wage inflation plus salary merit increases for school employees
Health care cost trend rate pre-65 (effective 01/01/24)	8.00% initial rate, decreasing to an ultimate rate of 4.50%
Health care cost trend rate post-65 (effective 01/01/24)	6.5% initial rate, decreasing to an ultimate rate of 4.50%

Discount Rate. The discount rate used to measure the total OPEB liability was 4.00%, which was selected from a range of indices, where the range was given as the spread between the lowest and highest rate shown. The indices included were the Bond Buyer 20-Bond GO Index, Fidelity GO AA-20 years, and the S&P Municipal Bond 20-Year High Grade Rate Index.

Mortality rates were from the SOA Pub-2010 General Headcount Weighted Mortality Table fully generational using Scale MP-2021 for active employees and healthy retirees. Surviving spouse rates were from the SOA Pub-2010 Contingent Survivor Headcount Weighted Mortality Table fully generational using Scale MP-2021. Disabled retiree rates were from the SOA Pub-2010 Non-Safety Disabled Retiree Headcount Weighted Mortality Table fully generational using Scale MP-2021.

The actuarial assumptions used in the January 1, 2024 valuation were based on the results of an actuarial experience study completed as of July 2014.

Changes in the Total OPEB Liability. The changes in the total OPEB liability as of June 30 are as follows:

	2024	2023
Total OPEB liability, beginning of year	\$ 51,036,513	\$ 46,406,083
Changes for the year:		
Service cost	3,519,569	3,726,363
Interest	2,230,027	1,070,691
Change in assumptions	4,306,256	(7,099,879)
Differences between expected and actual experience	9,527,276	12,054,099
Benefit payments	(5,690,640)	(5,120,844)
Net change	13,892,488	4,630,430
Total OPEB liability, end of year	\$ 64,929,001	\$ 51,036,513

Changes in assumptions reflect a change in the discount rate from 4.31% in fiscal year 2023 to 4.00% in fiscal year 2024.

Sensitivity of Total OPEB Liability to Changes in the Discount Rate. The following presents the total OPEB liability, as well as what the total OPEB liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current discount rate:

	2024		
	1% Decrease (3.00%)	Discount Rate (4.00%)	1% Increase (5.00%)
Total OPEB liability	\$ 69,519,843	\$ 64,929,001	\$ 60,668,266
	2023		
	1% Decrease (3.31%)	Discount Rate (4.31%)	1% Increase (5.31%)
Total OPEB liability	\$ 54,348,897	\$ 51,036,513	\$ 47,971,020

Sensitivity of Total OPEB Liability to Changes in the Healthcare Cost Trend Rates. The following presents the total OPEB liability, as well as what the total OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1% lower or 1% higher than the current healthcare cost trend rate:

	2024		
	1% Decrease (7.00% decreasing to an ultimate rate of 3.50%)	Healthcare Cost Trend Rate (8.00% decreasing to an ultimate rate of 4.50%)	1% Increase (9.00% decreasing to an ultimate rate of 5.50%)
Total OPEB liability	\$ 59,234,647	\$ 64,929,001	\$ 71,543,634
	2023		
	1% Decrease (6.00% decreasing to an ultimate rate of 3.50%)	Healthcare Cost Trend Rate (7.00% decreasing to an ultimate rate of 4.50%)	1% Increase (8.00% decreasing to an ultimate rate of 5.50%)
Total OPEB liability	\$ 46,952,935	\$ 51,036,513	\$ 55,772,943

OPEB Expense, Deferred Outflows (Inflows) of Resources Related to OPEB. OPEB expense (reduction) is \$1,911,007 and \$(2,499,923) for the fiscal years ended June 30, 2024 and 2023, respectively. At June 30, deferred outflows (inflows) of resources related to OPEB are as follows:

	2024		2023	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 13,703,532	\$ 4,136,269	\$ 10,542,111	\$ 15,284,498
Changes in assumptions	3,799,985	3,549,939	2,845,775	5,958,200
Contributions subsequent to measurement date	2,361,663	—	2,845,320	—
Total	<u>\$ 19,865,180</u>	<u>\$ 7,686,208</u>	<u>\$ 16,233,206</u>	<u>\$ 21,242,698</u>

\$2,361,663 reported as deferred outflows of resources resulting from Iowa State contributions subsequent to the measurement date will be recognized as a reduction of net OPEB liability in the fiscal year ending June 30, 2025. Other amounts reported as deferred outflows (inflows) of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal year ending June 30,	
2025	\$ 1,661,988
2026	4,696,938
2027	3,458,383
Total	<u>\$ 9,817,309</u>



NOTE 8 – COMMITMENTS AND RISK MANAGEMENT

A. Commitments

At June 30, 2024 and 2023, outstanding construction contract commitments were \$124,382,754 and \$95,426,395, respectively.

B. Risk Management

Iowa State has elected to self insure, or internally assume, certain potential losses where management believes it is more economical to manage these risks internally. The exposure and management of various risks are delineated below.

1. Employee Health and Dental Benefits

Iowa State self insures its medical and dental plans for all employees. The medical plan includes reinsurance programs that are set at \$500,000 for the individual stop-loss and 125% for the aggregate stop-loss. A stop-loss provision is not necessary for the dental plans, as these programs have annual benefit limitations.

The following schedule presents the changes in claims liabilities for self-funded medical and dental insurance. The claims liabilities are calculated in accordance with Actuarial Standard of Practice No. 5 and based on data provided by Iowa State and the health plan vendors.

	2024	2023
Unpaid claims and liabilities, beginning of year	\$ 9,208,000	\$ 9,236,000
Claims incurred and contingent liabilities accrued during year	131,726,709	126,716,287
Payments on claims during year	(130,646,709)	(126,744,287)
Unpaid claims and liabilities, end of year	<u>\$ 10,288,000</u>	<u>\$ 9,208,000</u>

2. Employee Workers' Compensation and Unemployment Insurance

The State of Iowa self insures, on behalf of Iowa State, for losses related to workers' compensation and unemployment claims on state supported employees. The Iowa Department of Administrative Services (DAS) administers both programs. At the beginning of the fiscal year, DAS calculates an annual workers' compensation premium to be paid in monthly increments for eligible employees. The confirmed unemployment claims for eligible employees are billed quarterly. Iowa State annually establishes federally-approved fringe benefit rates based on prior year's actual costs. The workers' compensation and unemployment costs are components of the established fringe benefit rates billed to departments. Any over/under costs are picked up by the fringe pool.

3. Employee Medical and Dependent Care Flexible Spending Programs

Eligible employees have an option to participate in two flexible spending programs, and maximums and carryforwards are applied on a calendar year basis. The Medical Flexible Spending Program (Med FSA) allows employees to have a maximum pre-tax deduction of \$3,200 (calendar year 2024) and \$3,050 (calendar year 2023) to cover qualified uninsured medical, dental, and vision claims. Federal regulations mandate that any Med FSA claims must be incurred by December 31 to be eligible for reimbursement, except for the carryover provision. Iowa State has adopted both a carryover provision and a 120-day run-out period, which allows an employee to request reimbursement for prior year incurred claims for a period up to 120 days (April 30) of the succeeding year. The carryover provision is \$640 and \$610 for calendar years 2024 and 2023, respectively. Amounts unclaimed beyond these program requirements are forfeited. The Dependent Care Assistance Program (DCAP) allows employees to have an annual maximum pre-tax deduction of \$5,000 for qualified dependent care expenses. For calendar years 2024 and 2023, Iowa State has allowed reimbursement for claims incurred in the calendar year to extend to March 15 for the DCAP. The DCAP also provides a 120-day filing extension period in the subsequent year for reimbursable claims incurred in the previous year. The Med FSA program carries an

element of self-insurance risk, as required by Federal law. Iowa State deducts one twelfth of the annually elected amount from an employee's pay each month. If the employee terminates before the end of the calendar year, Iowa State is at risk for the difference between the employee's total allowable reimbursed claims and the total amount deducted in the employee's pay. Iowa State, by Federal law, cannot seek restitution for this difference. The same risk does not apply to the DCAP, as an employee cannot claim more than the total amount deducted from the employee's pay. Unclaimed employee contributions are maintained in a separate account, which has carried a surplus balance since inception of the program due to contributions exceeding claims each year. This surplus balance is used to fund the administrative costs of the program.

4. General Liability

The State of Iowa maintains an employee fidelity bond whereby the first \$250,000 of losses is the responsibility of Iowa State. Losses between \$250,000 and \$2,000,000 are insured. Iowa State also maintains an employee blanket bond to cover losses up to \$5,000,000.

The State of Iowa self insures, on behalf of Iowa State, losses related to tort claims. The Iowa Board of Regents entered into a 28E agreement with the Department of Management, the State Appeal Board, and the Attorney General for resolution of tort claims of \$5,000 or less. Iowa State is authorized to approve individual claims up to \$5,000, but not to exceed \$100,000 in aggregate per year. Tort claims settled in excess of \$5,000 must be unanimously approved by all members of the State Appeal Board, the Attorney General, and the District Court of the State of Iowa for Polk County. Tort claims may be paid from the State's General Fund without limit.

5. Motor Vehicle Insurance

The Iowa Board of Regents's institutions cooperatively self insure for liability losses related to motor vehicles up to \$250,000. Each Iowa Board of Regents's institution is required to pay a predetermined monthly premium for each vehicle into the cooperative insurance program. Losses in excess of \$250,000 are self-insured by the State as provided in Chapter 669 of the Code of Iowa. Iowa State self insures its vehicles for physical damage. In addition to liability coverage, the insurance program also self insures for comprehensive and collision damage.

6. Property Insurance

The State of Iowa self insures, on behalf of Iowa State, property deemed general university property, which is exclusive of property belonging to self-supporting enterprises. A contingency fund exists under Section 29C.20 of the Code of Iowa to request compensation for loss or damage to state property (including general university property). The Code of Iowa states that claims in excess of \$5,000 may be submitted to the Executive Council for consideration. Iowa State purchases catastrophic commercial property insurance, including earthquake and flood coverage, for its General Fund buildings with a \$2,000,000 per incident deductible for all covered perils, with the exception of wind and hail. The commercial insurance program also includes coverage for enterprise facilities such as the residence system, athletics, power plant, etc., with deductibles ranging from \$50,000 to \$1,000,000 per occurrence for covered perils, with the exception of wind and hail. Iowa State's wind and hail deductible for both General Fund and enterprise properties is 1% of Iowa State's total insured value of all impacted properties, with a minimum deductible of \$5,000,000 and maximum deductible of \$10,000,000 per occurrence.

7. Business Interruption and Extra Expense Insurance

Iowa State self insures for business interruption losses of its general mission revenues, such as tuition and fees, etc. Commercial insurance is purchased to cover business interruption losses for self-supporting enterprises, such as the athletic department, recreation services, residence department, and the University Book Store.

8. Insurance Settlements

There are no settlements exceeding insurance coverage in any of the past three fiscal years.

NOTE 9 – OPERATING EXPENSES BY FUNCTION

The following is a summary of operating expenses by functional classification for the fiscal years ended June 30:

	2024			
	Compensation & Benefits	Supplies & Services	Other	Total
Instruction	\$ 261,787,879	\$ 33,392,858	\$ —	\$ 295,180,736
Research	127,658,950	74,348,590	—	202,007,540
Public service	56,378,137	27,661,730	—	84,039,867
Academic support	170,260,705	75,961,654	—	246,222,359
Student services	29,832,696	17,951,552	—	47,784,248
Institutional support	50,699,897	14,025,665	—	64,725,562
Operation & maintenance	44,518,805	38,736,600	—	83,255,405
Scholarships & fellowships	—	—	55,225,961	55,225,961
Auxiliary	99,289,263	89,033,128	—	188,322,391
Independent operations	34,520,710	28,103,353	—	62,624,063
Depreciation/amortization	—	—	132,298,387	132,298,387
	<u>\$ 874,947,041</u>	<u>\$ 399,215,130</u>	<u>\$ 187,524,348</u>	<u>\$ 1,461,686,519</u>

	2023			
	Compensation & Benefits	Supplies & Services	Other	Total
Instruction	\$ 248,735,009	\$ 27,593,137	\$ —	\$ 276,328,146
Research	121,926,003	65,493,746	—	187,419,749
Public service	52,678,253	22,236,211	—	74,914,464
Academic support	165,161,755	78,834,294	—	243,996,049
Student services	28,546,990	16,609,532	—	45,156,522
Institutional support	39,443,385	19,563,122	—	59,006,507
Operation & maintenance	37,401,979	41,258,381	—	78,660,360
Scholarships & fellowships	—	—	51,955,368	51,955,368
Auxiliary	92,650,133	90,084,118	—	182,734,251
Independent operations	31,031,218	26,647,435	—	57,678,653
Depreciation/amortization	—	—	130,572,005	130,572,005
	<u>\$ 817,574,725</u>	<u>\$ 388,319,976</u>	<u>\$ 182,527,373</u>	<u>\$ 1,388,422,074</u>

NOTE 10 – RESTATEMENT OF PRIOR PERIODS

During fiscal year 2024, Iowa State determined that the following items were not stated correctly in fiscal year 2023 due to errors:

- Restricted unearned revenue was not calculated correctly. As a result, unearned revenue was overstated by \$19,201,047.
- Current notes receivable was incorrectly classified as non-current. As a result, current notes receivable was understated and non-current notes receivable was overstated by \$493,980.
- A portion of interest receivable was classified as non-current, when it should have all been current. Non-current interest receivable was overstated and current interest receivable was understated by \$107,410.
- A portion of accounts payable was incorrectly classified as non-current. As a result, non-current accounts payable was overstated and current accounts payable was understated by \$8,122,627.
- Construction costs for a building that will be rented were classified as construction in progress, when they should have been prepaid rent. As a result, capital assets was overstated and non-current prepaid expenses was understated by \$3,000,000.
- \$9,893,024 of tuition replacement for academic bond debt service was more appropriately classified as capital appropriations, as opposed to state appropriations in prior years.

Following the implementation of GASB 100, Iowa State restated all fiscal years presented. Restated fiscal year 2023 information is as follows:

	June 30, 2023 (as previously reported)	Error Corrections	June 30, 2023 (as restated)
Current assets	\$ 246,572,718	\$ 601,390	\$ 247,174,108
Capital assets	1,682,478,938	(3,000,000)	1,679,478,938
Other non-current assets	721,206,391	2,398,610	723,605,001
Total assets	<u>2,650,258,047</u>	<u>—</u>	<u>2,650,258,047</u>
Deferred outflows of resources	45,221,963	—	45,221,963
Total assets and deferred outflows of resources	<u>2,695,480,010</u>	<u>—</u>	<u>2,695,480,010</u>
Current liabilities	206,410,473	(11,078,420)	195,332,053
Non-current liabilities	589,798,139	(8,122,627)	581,675,512
Total liabilities	<u>796,208,612</u>	<u>(19,201,047)</u>	<u>777,007,565</u>
Deferred inflows of resources	28,783,909	—	28,783,909
Total liabilities and deferred inflows of resources	<u>824,992,521</u>	<u>(19,201,047)</u>	<u>805,791,474</u>
Net investment in capital assets	1,184,741,417	(3,000,000)	1,181,741,417
Restricted, non-expendable	29,401,468	—	29,401,468
Restricted, expendable	115,324,636	—	115,324,636
Unrestricted	541,019,968	22,201,047	563,221,015
Total net position	<u>1,870,487,489</u>	<u>19,201,047</u>	<u>1,889,688,536</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 2,695,480,010</u>	<u>\$ —</u>	<u>\$ 2,695,480,010</u>

NOTE 11 – SEGMENT INFORMATION

A segment represents identifiable activities for which one or more revenue bonds or other revenue-backed debt is outstanding. Investors in Academic Building Revenue Bonds rely on pledged tuition and fee revenue for repayment. Investors in bonds of all other bond enterprises rely solely on the revenue generated from the individual activities for repayment. The segments are described as follows:

A. Academic Building Revenue Bonds

The academic building revenue bonds were issued to construct and renovate academic buildings. Revenues pledged for these issues are gross student fees and institutional income.

B. Athletic Facilities Revenue Bonds

The athletic facilities revenue bonds were issued to construct and equip intercollegiate athletic facilities. Revenues pledged for these issues are net revenues of the athletic facilities system.

C. Dormitory Revenue Bonds

The dormitory revenue bonds were issued to build various residence halls, suites, and apartments. Revenues pledged for these issues are the net rents, profits, and income from the Department of Residence facilities.

D. ISU Facilities Corporation Revenue Bonds

The ISU Facilities Corporation revenue bonds were issued to provide financial assistance to Iowa State for the acquisition and construction of facilities for the benefit of Iowa State. The bonds are payable solely from the lease payments paid for the facilities. Upon repayment of the bonds, ownership of the acquired facilities transfers to Iowa State.

E. Memorial Union Revenue Bonds

The Memorial Union revenue bonds were issued to improve, remodel, repair, and construct additions to the Memorial Union building and parking facility, and to refund the outstanding Memorial Union Series 2000 Notes. Revenues pledged for this issue are the net revenues of the Memorial Union and student building fees.

F. Recreational System Facilities Revenue Bonds

The recreational system facilities revenue bonds were issued to construct, furnish and equip new recreational building space and to complete other improvements to recreational facilities. Revenues pledged for this issue are the net revenues of the recreational facilities system.

G. Utility System Revenue Bonds

The utility system revenue bonds were issued to construct, improve, and equip various components of the utility system. Revenues pledged for this issue are the net revenues of the utility system, utility system student fees, and interest on investments.

Fund Accounting. In order to ensure the observance of limitations and restrictions placed on the use of available resources, the accounts are maintained in accordance with the principles of fund accounting. Each fund provides a separate set of self-balancing accounts that comprises its assets, liabilities, deferred outflows of resources, deferred inflows of resources, net position, revenues, and expenses. Fund accounting is the procedure by which resources for various purposes are classified, for accounting and reporting purposes, into funds according to the activities or objectives specified. Iowa State has set up accounts that are consistent with the flow of funds per requirements of the bond covenants.

Transfers. After meeting certain requirements specified in the bond agreements, the balance of net receipts may be transferred for general operations. However, all such monies that have been transferred shall be returned, if necessary, to satisfy the requirements of the bond indentures.

Insurance. Iowa State maintains property and business interruption insurance coverage on various bonded enterprise facilities per requirements of the bond covenants.

Restatements. Certain amounts in the prior year Academic Building Revenue Bonds, Athletic Facilities Revenue Bonds, Memorial Union Revenue Bonds, and the Recreational System Facilities Revenue Bonds were restated due to errors.



IOWA STATE UNIVERSITY | **BOND SEGMENT REPORTING**.....As of and for the fiscal year ended June 30, 2024

	Academic Building Revenue Bonds	Athletic Facilities Revenue Bonds	Dormitory Revenue Bonds	ISU Facilities Corporation Revenue Bonds	Memorial Union Revenue Bonds	Recreational System Facilities Revenue Bonds	Utility System Revenue Bonds
Condensed Statement of Net Position							
Assets							
Current assets	\$ 8,922,688	\$ 18,525,828	\$ 16,340,720	\$ 13,144,077	\$ 1,909,577	\$ 2,790,419	\$ 390,677
Non-current assets	9,873,709	8,983,608	53,417,285	2,186,250	16,896,181	13,998,524	25,708,511
Capital assets	76,728,354	101,387,856	210,243,341	67,378,426	31,072,869	35,663,906	116,812,643
Total assets	95,524,751	128,897,292	280,001,346	82,708,753	49,878,627	52,452,849	142,911,831
Deferred outflows of resources	2,758,588	1,053,223	220,042	—	338,824	1,918,107	24,934
Liabilities							
Current liabilities	8,944,508	18,520,844	16,483,748	1,712,159	2,241,287	3,078,753	6,360,283
Non-current liabilities	77,426,847	107,250,217	82,281,805	42,602,098	18,140,272	34,808,562	38,236,886
Total liabilities	86,371,355	125,771,061	98,765,553	44,314,257	20,381,559	37,887,315	44,597,169
Deferred inflows of resources	54,231	—	213,838	—	—	—	601,103
Net position							
Net investment in capital assets	(5,680,560)	(9,534,138)	115,997,740	23,536,329	11,734,785	743,451	73,944,587
Restricted	17,657,012	13,713,592	26,608,592	3,426,250	4,537,388	5,865,250	9,483,152
Unrestricted	(118,699)	—	38,635,665	11,431,917	13,563,719	9,874,940	14,310,754
Total net position	\$ 11,857,753	\$ 4,179,454	\$ 181,241,997	\$ 38,394,496	\$ 29,835,892	\$ 16,483,641	\$ 97,738,493

Condensed Statement of Revenues, Expenses, and Changes in Net Position

Operating revenues	\$ 387,969,174	\$ 24,530,433	\$ 97,435,389	\$ —	\$ 4,037,535	\$ 10,892,136	\$ 43,709,911
Operating expenses	—	(2,623,076)	(75,661,873)	—	(1,173,634)	(7,228,205)	(33,575,078)
Depreciation expense	(3,759,943)	(5,049,312)	(11,219,309)	(3,449,217)	(2,134,051)	(2,733,180)	(6,017,510)
Net operating income (loss)	384,209,231	16,858,045	10,554,207	(3,449,217)	729,850	930,751	4,117,323
Non-operating revenues (expenses)	(1,834,699)	(1,749,327)	2,938,962	(923,572)	(5,012)	(609,016)	(903,539)
Other revenues (expenses) and transfers	(378,516,731)	(15,083,939)	(1,059,998)	2,553,360	1,737,882	(251,347)	(1,292,436)
Change in net position	3,857,801	24,779	12,433,171	(1,819,429)	2,462,720	70,388	1,921,348
Beginning net position	7,999,952	4,154,675	168,808,826	40,213,925	27,373,172	16,413,253	95,817,145
Ending net position	\$ 11,857,753	\$ 4,179,454	\$ 181,241,997	\$ 38,394,496	\$ 29,835,892	\$ 16,483,641	\$ 97,738,493

Condensed Statement of Cash Flows

Net cash and cash equivalents provided by (used for)

Operating activities	\$ 387,969,174	\$ 21,687,012	\$ 20,564,077	\$ —	\$ 2,828,030	\$ 3,815,882	\$ 10,207,300
Capital and related financing activities	(388,604,734)	(22,766,453)	(21,852,201)	11,167,728	(7,232,151)	(3,305,890)	(12,992,129)
Investing activities	(6,077,065)	7,932,608	30,355,835	2,466,721	2,056,976	3,764,178	2,594,665
Net increase (decrease)	(6,712,625)	6,853,167	29,067,711	13,634,449	(2,347,145)	4,274,170	(190,164)
Beginning cash and cash equivalents	18,824,889	18,732,349	21,889,204	1,695,878	20,474,034	12,496,785	24,819,556
Ending cash and cash equivalents	\$ 12,112,264	\$ 25,585,516	\$ 50,956,915	\$ 15,330,327	\$ 18,126,889	\$ 16,770,955	\$ 24,629,392

IOWA STATE UNIVERSITY | **BOND SEGMENT REPORTING**.....As of and for the fiscal year ended June 30, 2024

	Academic Building Revenue Bonds	Athletic Facilities Revenue Bonds	Dormitory Revenue Bonds	ISU Facilities Corporation Revenue Bonds	Memorial Union Revenue Bonds	Recreational System Facilities Revenue Bonds	Utility System Revenue Bonds
Debt Service Coverage							
Required debt service coverage percentage	n/a	125%	135%	n/a	120%	125%	120%
Actual debt service coverage percentage	n/a	287%	195%	n/a	685%	463%	189%
Percentage of Revenue Pledged							
Annual debt service	\$ 10,174,015	\$ 8,065,889	\$ 15,202,033	\$ 2,184,319	\$ 2,115,955	\$ 3,108,500	\$ 5,672,831
Net pledged revenue	388,431,521	23,163,696	29,623,081	n/a	14,502,983	14,401,128	10,717,517
Annual debt service / net pledged revenue	3%	35%	51%	n/a	15%	22%	53%
Revenue Bonds Payable							
Beginning balance	\$ 93,095,188	\$ 116,627,945	\$ 106,436,159	\$ 32,825,076	\$ 21,216,180	\$ 38,856,913	\$ 48,020,498
Additions	—	7,187	41,132	12,281,722	13,752	—	15,583,037
Deductions	(7,981,916)	(4,659,915)	(12,225,486)	(1,264,700)	(1,553,024)	(2,018,350)	(21,311,649)
Ending balance	<u>\$ 85,113,272</u>	<u>\$ 111,975,217</u>	<u>\$ 94,251,805</u>	<u>\$ 43,842,098</u>	<u>\$ 19,676,908</u>	<u>\$ 36,838,563</u>	<u>\$ 42,291,886</u>
Debt Service Requirements							
Semi-annual maturity	Jan & Jul 1st	Jan & Jul 1st	Jan & Jul 1st	Jan & Jul 1st	Jan & Jul 1st	Jan & Jul 1st	May & Nov 1st
2025	\$ 10,061,303	\$ 7,970,689	\$ 14,978,736	\$ 2,673,354	\$ 2,092,393	\$ 3,078,050	\$ 5,483,733
2026	10,213,765	8,544,439	14,453,736	2,952,531	2,093,890	3,086,100	4,613,450
2027	10,207,159	8,541,779	13,546,444	3,154,056	2,092,212	3,092,050	4,616,525
2028	10,607,257	8,531,819	12,486,694	3,153,506	2,086,225	3,100,825	4,149,950
2029	7,942,837	8,534,231	10,881,325	3,150,756	2,086,725	3,107,350	4,152,294
2030-2034	32,970,094	42,949,534	32,489,319	15,737,466	6,149,600	15,735,525	20,855,425
2035-2039	11,526,775	34,933,400	8,064,213	15,704,513	3,327,925	12,915,950	4,987,344
2040-2044	—	11,550,906	—	13,510,275	2,651,813	—	—
2045-2049	—	—	—	974,938	—	—	—
Unamortized premium (discount)	4,373,273	5,905,217	2,051,805	422,098	691,907	888,562	1,916,886
Total	<u>\$ 97,902,463</u>	<u>\$ 137,462,014</u>	<u>\$ 108,952,272</u>	<u>\$ 61,433,493</u>	<u>\$ 23,272,690</u>	<u>\$ 45,004,412</u>	<u>\$ 50,775,607</u>
Commitments							
Contract commitments	\$ —	\$ 2,293,381	\$ 7,472,590	\$ 5,403,883	\$ 385,658	\$ —	\$ 24,036

	Academic Building Revenue Bonds (as restated)	Athletic Facilities Revenue Bonds (as restated)	Dormitory Revenue Bonds	ISU Facilities Corporation Revenue Bonds	Memorial Union Revenue Bonds (as restated)	Recreational System Facilities Revenue Bonds (as restated)	Utility System Revenue Bonds
Condensed Statement of Net Position							
Assets							
Current assets	\$ 8,834,116	\$ 18,393,040	\$ 16,415,471	\$ 1,756,715	\$ 5,730,021	\$ 2,662,096	\$ 407,904
Non-current assets	10,088,992	8,886,970	51,426,844	2,192,979	16,908,501	13,084,151	27,863,473
Capital assets	80,488,297	106,437,169	212,262,903	69,579,541	26,351,134	38,401,594	117,982,211
Total assets	99,411,405	133,717,179	280,105,218	73,529,235	48,989,656	54,147,841	146,253,588
Deferred outflows of resources	3,091,951	1,165,657	279,212	—	395,294	2,065,654	26,852
Liabilities							
Current liabilities	8,830,907	18,355,216	16,637,172	1,695,234	2,305,600	2,893,329	6,446,964
Non-current liabilities	85,600,189	112,372,945	94,876,159	31,620,076	19,706,178	36,906,913	43,820,498
Total liabilities	94,431,096	130,728,161	111,513,331	33,315,310	22,011,778	39,800,242	50,267,462
Deferred inflows of resources	72,308	—	62,273	—	—	—	195,833
Net position							
Net investment in capital assets	(9,587,248)	(9,025,119)	106,043,683	36,754,465	9,362,978	1,610,334	69,792,732
Restricted	17,682,210	13,179,794	26,805,920	3,397,979	8,282,445	5,814,500	10,081,315
Unrestricted	(95,010)	—	35,959,223	61,481	9,727,749	8,988,419	15,943,098
Total net position	\$ 7,999,952	\$ 4,154,675	\$ 168,808,826	\$ 40,213,925	\$ 27,373,172	\$ 16,413,253	\$ 95,817,145
Condensed Statement of Revenues, Expenses, and Changes in Net Position							
Operating revenues	\$ 365,996,826	\$ 24,635,859	\$ 88,771,323	\$ —	\$ 4,822,949	\$ 10,669,879	\$ 42,675,311
Operating expenses	—	(4,981,080)	(64,675,431)	—	(2,424,424)	(6,829,401)	(35,665,835)
Depreciation expense	(3,759,943)	(5,049,312)	(10,907,540)	(3,449,217)	(2,075,294)	(2,728,731)	(5,813,829)
Net operating income (loss)	362,236,883	14,605,467	13,188,352	(3,449,217)	323,231	1,111,747	1,195,647
Non-operating revenues (expenses)	(2,354,395)	(2,614,288)	(1,733,064)	(887,532)	(7,785,290)	(968,146)	(750,221)
Other revenues (expenses) and transfers	(356,034,227)	(12,256,267)	487,165	2,186,978	(8,329,580)	98,617	3,882,757
Change in net position	3,848,261	(265,088)	11,942,453	(2,149,771)	(15,791,639)	242,218	4,328,183
Beginning net position	4,151,691	4,419,763	156,866,373	42,363,696	43,164,811	16,171,035	91,488,962
Ending net position	\$ 7,999,952	\$ 4,154,675	\$ 168,808,826	\$ 40,213,925	\$ 27,373,172	\$ 16,413,253	\$ 95,817,145
Condensed Statement of Cash Flows							
Net cash and cash equivalents provided by (used for)							
Operating activities	\$ 316,423,447	\$ 17,552,446	\$ 24,279,697	\$ —	\$ 2,337,418	\$ (6,166,552)	\$ 8,265,009
Capital and related financing activities	(316,541,188)	(32,327,128)	(18,810,767)	11,327	(1,095,189)	6,924,042	(9,019,580)
Investing activities	78,121	618,433	(17,616,178)	(2,179,915)	(325,543)	183,130	2,962,353
Net increase (decrease)	(39,620)	(14,156,249)	(12,147,248)	(2,168,588)	916,686	940,620	2,207,782
Beginning cash and cash equivalents	18,864,509	32,888,598	34,036,452	3,864,466	19,557,348	11,556,165	22,611,774
Ending cash and cash equivalents	\$ 18,824,889	\$ 18,732,349	\$ 21,889,204	\$ 1,695,878	\$ 20,474,034	\$ 12,496,785	\$ 24,819,556

IOWA STATE UNIVERSITY | **BOND SEGMENT REPORTING**As of and for the fiscal year ended June 30, 2023

	Academic Building Revenue Bonds (as restated)	Athletic Facilities Revenue Bonds (as restated)	Dormitory Revenue Bonds	ISU Facilities Corporation Revenue Bonds	Memorial Union Revenue Bonds (as restated)	Recreational System Facilities Revenue Bonds (as restated)	Utility System Revenue Bonds
Debt Service Coverage							
Required debt service coverage percentage	n/a	125%	135%	n/a	120%	125%	120%
Actual debt service coverage percentage	n/a	260%	203%	n/a	533%	428%	131%
Percentage of Revenue Pledged							
Annual debt service	\$ 10,166,815	\$ 7,763,939	\$ 15,217,042	\$ 2,185,469	\$ 2,118,868	\$ 3,087,000	\$ 5,676,506
Net pledged revenue	366,168,015	20,171,006	30,898,281	n/a	11,303,370	13,197,842	7,463,535
Annual debt service / net pledged revenue	3%	38%	49%	n/a	19%	23%	76%
Revenue Bonds Payable							
Beginning balance	\$ 100,862,105	\$ 121,110,673	\$ 117,295,513	\$ 34,020,343	\$ 22,400,450	\$ 40,800,264	\$ 52,259,955
Additions	—	7,187	41,131	—	13,753	—	—
Deductions	(7,766,917)	(4,489,915)	(10,900,485)	(1,195,267)	(1,198,023)	(1,943,351)	(4,239,457)
Ending balance	<u>\$ 93,095,188</u>	<u>\$ 116,627,945</u>	<u>\$ 106,436,159</u>	<u>\$ 32,825,076</u>	<u>\$ 21,216,180</u>	<u>\$ 38,856,913</u>	<u>\$ 48,020,498</u>
Debt Service Requirements							
Semi-annual maturity	Jan & Jul 1st	Jan & Jul 1st	Jan & Jul 1st	Jan & Jul 1st	Jan & Jul 1st	Jan & Jul 1st	May & Nov 1st
2025	\$ 10,060,415	\$ 7,679,914	\$ 15,004,537	\$ 2,167,394	\$ 2,097,412	\$ 3,057,750	\$ 5,672,831
2026	10,061,303	7,970,689	14,978,736	2,165,718	2,092,393	3,078,050	5,669,006
2027	10,213,765	8,544,438	14,453,736	2,162,994	2,093,890	3,086,100	4,802,006
2028	10,207,159	8,541,778	13,546,444	2,164,144	2,092,212	3,092,050	4,802,682
2029	10,607,257	8,531,819	12,486,694	2,164,094	2,086,225	3,100,825	4,339,406
2030-2034	35,193,031	42,855,013	37,132,019	10,806,669	7,573,650	15,676,375	21,747,059
2035-2039	17,246,675	37,789,959	14,302,838	10,784,893	3,325,525	16,082,450	9,369,269
2040-2044	—	17,323,101	—	10,766,953	3,316,887	—	—
Unamortized premium (discount)	4,860,188	6,302,945	2,676,159	480,076	721,180	956,913	1,255,498
Total	<u>\$ 108,449,793</u>	<u>\$ 145,539,656</u>	<u>\$ 124,581,163</u>	<u>\$ 43,662,935</u>	<u>\$ 25,399,374</u>	<u>\$ 48,130,513</u>	<u>\$ 57,657,757</u>
Commitments							
Contract commitments	\$ —	\$ —	\$ 4,836,092	\$ —	\$ 337,337	\$ 116,429	\$ 390,987

*Schedule of Iowa State's Proportionate Share of the Net Pension Liability
IPERS Last Ten Fiscal Years* (in thousands)*

Fiscal Year Ended June 30,	Proportion of Net Pension Liability (%)	Proportionate Share of Net Pension Liability	Covered - Employee Payroll	Net Pension Liability as a Percentage of Covered Payroll	IPERS's Net Position as a Percentage of Total Pension Liability
2024	1.2013553 %	\$ 54,225	\$ 107,473	50.45%	90.13%
2023	1.0539856	39,821	86,765	45.90	91.41
2022	(0.1290763)	446	74,382	0.60	100.81
2021	0.8536364	59,966	68,475	87.57	82.90
2020	0.7763471	44,956	60,222	74.65	85.45
2019	0.7036281	44,527	53,586	83.09	83.62
2018	0.6359800	42,364	48,181	87.93	82.21
2017	0.5636620	35,473	40,575	87.43	81.82
2016	0.4983429	24,621	34,132	72.13	85.19
2015	0.4065184	16,122	26,573	60.67	87.61

* In accordance with GASB Statement No. 68, the amounts presented for each fiscal year are determined as of June 30 of the preceding year.

See Note 6B in the accompanying Notes to Financial Statements for the IPERS plan description, pension benefits, disability and death benefits, contributions, net pension liability, pension expense, deferred outflows of resources and deferred inflows of resources related to pensions, actuarial assumptions, discount rate, and sensitivity of Iowa State's proportionate share of the net pension liability to changes in the discount rate.

*Schedule of Iowa State Contributions
IPERS Last Ten Fiscal Years (in thousands)*

Fiscal Year Ended June 30,	Statutorily Required Contribution	Actual Employer Contributions	Contribution Deficiency (Excess)	Covered - Employee Payroll	Contributions as a Percentage of Covered Payroll
2024	\$ 11,914	\$ 11,914	\$ —	\$ 126,322	9.43%
2023	10,142	10,142	—	107,473	9.44
2022	8,174	8,174	—	86,765	9.42
2021	7,044	7,044	—	74,382	9.47
2020	6,487	6,487	—	68,475	9.47
2019	5,685	5,685	—	60,222	9.44
2018	4,785	4,785	—	53,586	8.93
2017	4,303	4,303	—	48,181	8.93
2016	3,623	3,623	—	40,575	8.93
2015	3,048	3,048	—	34,132	8.93

Changes of benefit terms

There is no significant change in benefit terms.

Changes of actuarial assumptions and methods

The 2022 valuation implemented the following refinements after a quadrennial experience study:

- Changed mortality assumptions to the PubG-2010 mortality tables with mortality improvements modeled using Scale MP-2021
- Adjusted retirement rates for Regular members
- Lowered disability rates for Regular members
- Adjusted termination rates for all membership groups

The 2018 valuation implemented the following refinements as a result of a demographic assumption study dated June 28, 2018:

- Changed mortality assumptions to the RP-2014 mortality tables with mortality improvements modeled using Scale MP-2017.
- Modified retirement rates
- Lowered disability rates
- Adjusted the probability of a vested Regular member electing to receive a deferred benefit
- Adjusted the merit component of the salary increase assumption

The 2017 valuation implemented the following refinements as a result of an experience study dated March 24, 2017:

- Decreased the inflation assumption from 3.00% to 2.60%
- Decreased the assumed rate of interest on member accounts from 3.75% to 3.50% per year
- Decreased the discount rate from 7.50% to 7.00%
- Decreased the wage and payroll growth assumption from 4.00% to 3.25%

REQUIRED SUPPLEMENTARY INFORMATION – OPEB LIABILITY

*Schedule of Changes in Total OPEB Liability
Last Seven Fiscal Years*

	2024	2023	2022	2021	2020	2019	2018
Service cost	\$ 3,519,569	\$ 3,726,363	\$ 3,880,976	\$ 5,469,963	\$ 6,714,060	\$ 7,334,817	\$ 6,463,924
Interest	2,230,027	1,070,691	942,682	2,051,751	3,381,614	3,083,501	2,868,094
Change in benefit terms	–	–	–	–	465	–	–
Change in assumptions	4,306,256	(7,099,879)	780,822	3,243,442	2,250,539	(3,799,740)	6,260,277
Differences between expected and actual experience	9,527,276	12,054,099	2,124,101	(22,902,131)	(24,817,609)	(7,718,584)	3,076,383
Benefit payments	(5,690,640)	(5,120,844)	(3,795,439)	(5,669,092)	(5,571,337)	(5,712,799)	(4,653,958)
Net change in OPEB liability	\$ 13,892,488	\$ 4,630,430	\$ 3,933,142	\$ (17,806,067)	\$ (18,042,268)	\$ (6,812,805)	\$ 14,014,720
Total OPEB liability, beginning of year	\$ 51,036,513	\$ 46,406,083	\$ 42,472,941	\$ 60,279,008	\$ 78,321,276	\$ 85,134,081	\$ 71,119,361
Total OPEB liability, end of year	\$ 64,929,001	\$ 51,036,513	\$ 46,406,083	\$ 42,472,941	\$ 60,279,008	\$ 78,321,276	\$ 85,134,081
Covered-employee payroll	\$ 546,969,235	\$ 522,985,947	\$ 476,624,887	\$ 462,526,658	\$ 465,055,346	\$ 457,650,972	\$ 443,245,493
Total OPEB liability as a percentage of covered-employee payroll	11.87%	9.76%	9.74%	9.18%	12.96%	17.11%	19.21%
Discount rate	4.00%	4.31%	2.25%	2.12%	3.26%	4.11%	3.44%

Notes to the Schedule of Changes in Total OPEB Liability

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB No. 75.

Changes in Benefit Terms. There are no significant changes in benefit terms.

Changes in Assumptions. Changes in assumptions and other inputs reflect the effects of changes in the discount rate each period. The discount rates used each period can be seen in the chart above.

GASB No. 75 requires ten years of information to be presented in this table. However, until a full ten-year trend is compiled, Iowa State will present information for those years for which information is available.



IOWA STATE UNIVERSITY CONTROLLER'S DEPARTMENT

FINANCIAL ACCOUNTING AND REPORTING STAFF

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Controller

Tina Cowles,
Associate Controller

Danielle Kuhl,
Manager of Financial Reporting

Joe Golwitzer,
Manager of Financial Systems

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