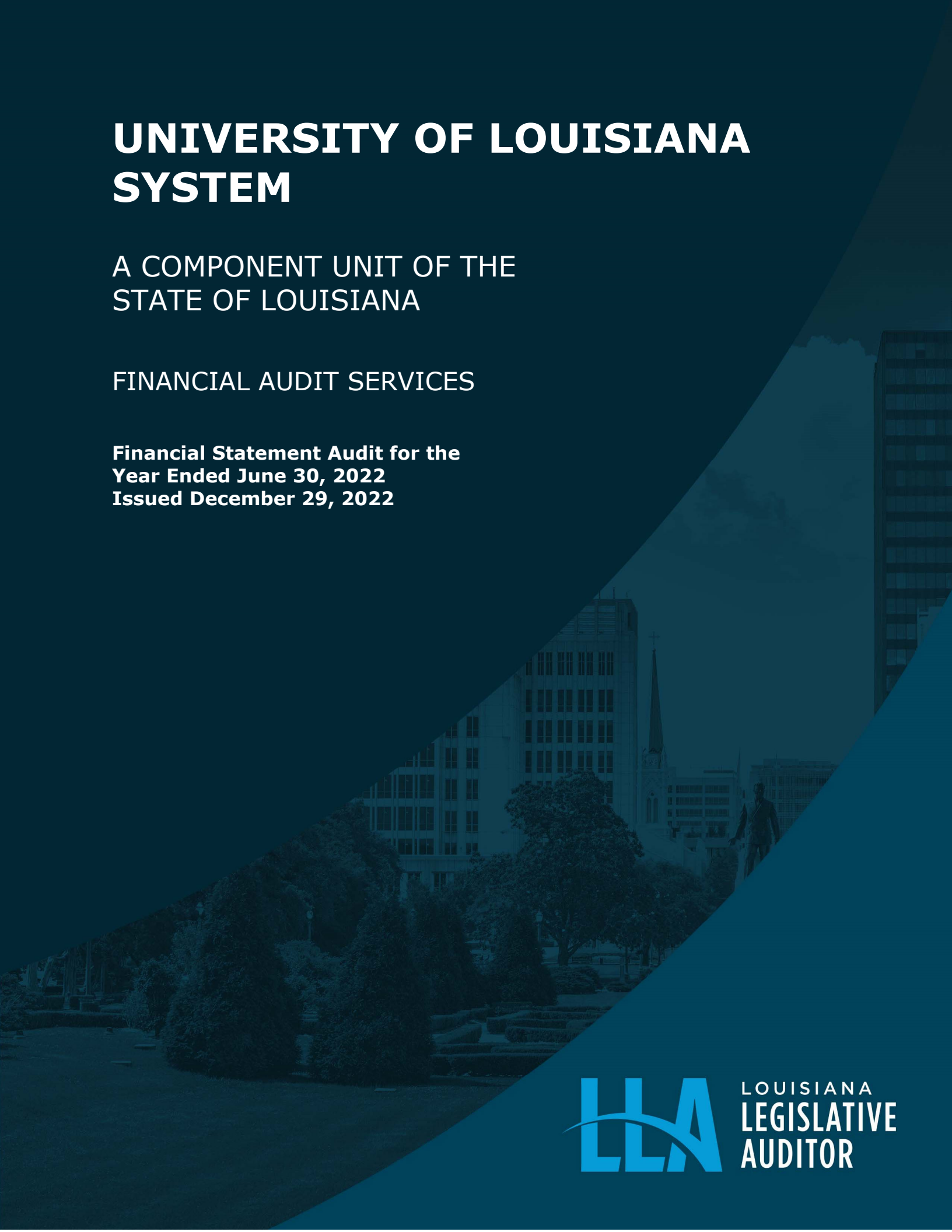
UNIVERSITY OF LOUISIANA SYSTEM

A COMPONENT UNIT OF THE
STATE OF LOUISIANA

FINANCIAL AUDIT SERVICES

Financial Statement Audit for the
Year Ended June 30, 2022
Issued December 29, 2022



LOUISIANA LEGISLATIVE AUDITOR

UNIVERSITY OF LOUISIANA SYSTEM
1201 NORTH THIRD STREET, SUITE 7-300
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Under the provisions of state law, this report is a public document. A copy of this report has been submitted to the Governor, to the Attorney General, and to other public officials as required by state law. A copy of this report is available for public inspection at the Baton Rouge office of the Louisiana Legislative Auditor.

One copy of this public document was produced at an approximate cost of $3.25. This document is produced by the Louisiana Legislative Auditor, State of Louisiana, Post Office Box 94397, Baton Rouge, Louisiana 70804-9397 in accordance with Louisiana Revised Statute (R.S.) 24:513. This material was produced in accordance with the standards for printing by state agencies established pursuant to R.S. 43:31.

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

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LOUISIANA LEGISLATIVE AUDITOR

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

December 28, 2022

Independent Auditor's Report

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA
Baton Rouge, Louisiana

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the business-type activities and the discretely presented component unit of the University of Louisiana System (System), a component unit of the state of Louisiana, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the System's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the reports of other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and the discretely presented component unit of the System as of June 30, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Innovative Student Facilities, Inc.; Cowboy Facilities, Inc.; NSU Facilities Corporation; University Facilities, Inc.; Ragin' Cajun Facilities, Inc.; University of Louisiana at Monroe Facilities, Inc.; and University of New Orleans Research and Technology Foundation, Inc., which are nonprofit corporations included as blended component units in the basic financial statements which represent 29.8%, 25.9%, 6.1%, and 5.4%, respectively of total assets, total liabilities, total revenues, and total expenses of the System. We also did not audit the financial statements of the University of Louisiana at Lafayette Foundation, Inc., which is a discretely presented component unit included in the basic financial statements of the System. Those statements were audited by other auditors whose reports have been furnished to us, and our opinions, insofar as they relate to the amounts included for the Innovative Student Facilities, Inc.; Cowboy Facilities, Inc.; NSU Facilities Corporation; University Facilities, Inc.; Ragin' Cajun Facilities, Inc.; University of Louisiana at Monroe Facilities, Inc.; and University of New Orleans Research and Technology Foundation, Inc., are based solely on the reports of the other auditors.

Basis for Opinions

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

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

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the System's ability to continue as a going concern for 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 judgment made by a reasonable user based on the financial statements.

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the System's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the System's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages viii through xv, the Schedule of the System's Proportionate Share of the Net Pension Liability on page 82, the Schedule of System's Employer Contributions on page 85, and the Schedule of the System's Proportionate Share of the Total Collective OPEB Liability on page 88 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and

other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the System's basic financial statements. The accompanying supplementary information combining financial schedules on pages 92 through 105, for the year ended June 30, 2022, are presented for the purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from, and relates directly to, the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended June 30, 2022, and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, based on our audit, the procedures performed as described above, and the reports of other auditors, the supplementary information combining financial schedules for the fiscal year ended June 30, 2022, are fairly stated, in all material respects, in relation to the basic financial statements as a whole for the year ended June 30, 2022.

We also previously audited, in accordance with GAAS, the basic financial statements of the System as of and for the year ended June 30, 2021 (not presented herein), and have issued our report thereon dated December 29, 2021, which contained unmodified opinions on the respective financial statements of the business-type activities. The combining financial schedules on pages 106 through 119 for the year ended June 30, 2021, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from, and relate directly to, the underlying accounting and other records used to prepare the 2021 financial statements. The combining financial schedules were subjected to the auditing procedures applied in the audit of the 2021 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures, in accordance with GAAS. In our opinion, based on our audit, the procedures performed as described above, and the reports of other auditors, the supplementary information combining financial schedules for the fiscal year ended June 30, 2021, are fairly stated, in all material respects, in relation to the basic financial statements as a whole for the year ended June 30, 2021.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 28, 2022, on our consideration of the System's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the System's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the System's internal control over financial reporting and compliance.

Respectfully submitted,

Michael J. "Mike" Waguespack, CPA
Legislative Auditor

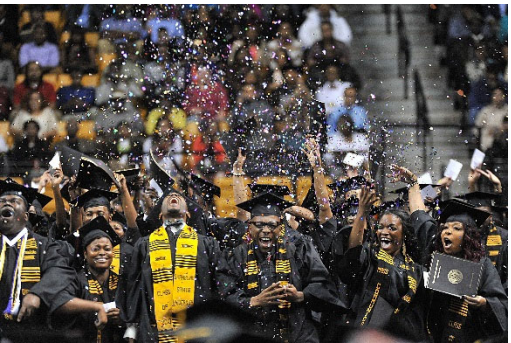
LA:CR:RR:EFS:aa

ULS2022

UNIVERSITY OF LOUISIANA SYSTEM

FOR YOUR FUTURE. FOR OUR FUTURE.

MANAGEMENT'S DISCUSSION AND ANALYSIS



INTRODUCTION

This section of the University of Louisiana System's (System) annual financial report presents a discussion and analysis of the System's financial performance during the fiscal year that ended June 30, 2022. Please read this section in conjunction with the System's financial statements, which follow this section. The System is comprised of the following entities:

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

FINANCIAL HIGHLIGHTS

The System's net position overall changed from ($73) million (restated) to $21 million, an approximate 128.8% increase from June 30, 2021, to June 30, 2022. Total revenues exceeded expenses by $94 million, which represents a $155 million decrease from the fiscal year ended June 30, 2021. Net tuition and fees decreased by $34 million, which was caused by lower student enrollment. State appropriations increased by $92 million or 49.5%. In the prior year, State appropriations were reduced and partially replaced by Higher Education Emergency Relief Funds (HEERF) funds, and in the current year, the State appropriations were restored. Also, in 2022, additional State appropriations were provided for formula adjustments, faculty pay increases, mandated cost increases, and additional one-time appropriations were provided. Other nonoperating revenue decreased by $188 million or 36.2%, as in 2021 the Historically Black Colleges and Universities (HBCU) Loan Forgiveness Program eliminated significant debt at Grambling State University and hurricane insurance recovery funds were provided to McNeese State University. These decreases were offset by an increase in HEERF funds received in 2022. In addition, capital appropriations decreased by $95 million or 81.9% primarily because in 2021 McNeese received significantly more funds for storm related re-construction.

The System's operating revenues increased by approximately 5.5% to $954 million from June 30, 2021, to June 30, 2022, primarily from increases in state and federal grants, auxiliary enterprise revenues, offset by decreases in tuition revenue. Operating expenses decreased by approximately 1.6% to $1.46 billion for the year ended June 30, 2022.

Nonoperating revenues (expenses) fluctuate depending upon levels of State appropriations, interest earnings/expense, and other nonoperating revenue. The change in nonoperating revenues minus nonoperating expenses amounted to $560 million in 2022 from $694 million in 2021 and is attributable to decreases in Higher Education Emergency Relief Funds, investment loss in 2022 compared to investment income 2021, and debt relief provided by the HBCU Loan Forgiveness Program during 2021 and insurance recoveries received during 2021.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

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

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

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

liabilities associated with the operation of the System are included in the Statement of Net Position.

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

FINANCIAL ANALYSIS

Net Position

The System's total net position at June 30, 2022, increased by approximately $94 million, a 128.8% increase from June 30, 2021 (Table A-1). Total assets decreased 1.6% to $2.74 billion, and total liabilities decreased by 16.9% to $2.6 billion.

Table A-1
University of Louisiana System
Comparative Statement of Net Position
As of June 30, 2022 and June 30, 2021
(in millions of dollars)

	2022	(Restated) 2021	Variance	Percent Variance
Assets:				
Current and other assets	$934	$1,019	($85)	(8.3%)
Capital assets	1,802	1,761	41	2.3%
Total assets	2,736	2,780	(44)	(1.6%)
Deferred outflows:				
Deferred outflows related to pensions	219	369	(150)	(40.7%)
Deferred outflows related to other postemployment benefits (OPEB)	153	91	62	68.1%
Total deferred outflows	372	460	(88)	(19.1%)
Liabilities:				
Current liabilities	231	217	14	6.5%
Noncurrent liabilities	2,371	2,916	(545)	(18.7%)
Total liabilities	2,602	3,133	(531)	(16.9%)
Deferred inflows:				
Deferred inflows related to leases	20	20	NONE	NONE
Deferred inflows related to pensions	388	38	350	921.1%
Deferred inflows related to OPEB	77	122	(45)	(36.9%)
Total deferred inflows	485	180	305	169.4%
Net position:				
Net investment in capital assets	1,155	1,111	44	4.0%
Restricted	503	544	(41)	(7.5%)
Unrestricted	(1,637)	(1,728)	91	5.3%
Total net position	$21	($73)	$94	128.8%

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

Significant *Statement of Net Position* changes from 2021 include the following:

- Current and other assets decreased primarily from decreases in investments, amounts due from federal government, and cash, offset by an increase in amounts due from state treasury.

- Capital assets increased from construction-in-progress and purchases of capital assets offset by current-year depreciation, transfers, and retirements.

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

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

- Net investment in capital assets increased primarily from capital construction-in- progress and bond principal payments offset by current year depreciation.

- Unrestricted net position increased due to a decrease in operating losses between years.

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

Changes in Net Position

The change in net position at June 30, 2022, is approximately $155 million, or 62.2% lower than at June 30, 2021. The changes in net position are detailed in Table A-2; educational and general expenses are detailed in Table A-3.

The System's total operating revenues increased by 5.5% to approximately $954 million, and total operating expenses decreased by 1.6% to approximately $1.46 billion. The change in operating revenues is primarily the result of increases in State and Federal grants and contracts and auxiliary enterprise revenues offset by decreases in net student tuition revenues. Nonoperating revenues decreased by 12.5% most significantly by reduced Higher Education Emergency Relief Funds, investment earnings, debt forgiveness, and insurance recoveries, which were offset by increased in State appropriations of 49.5%.

Table A-2
University of Louisiana System
Comparative Statement of Changes in Revenues, Expenses, and Net Position
For the Fiscal Years Ended June 30, 2022, and June 30, 2021
(in millions of dollars)

	2022	(Restated) 2021	Variance	Percent Variance
Operating revenues:				
Student tuition and fees, net	$521	$555	($34)	(6.1%)
Auxiliary	191	152	39	25.7%
Other	242	197	45	22.8%
Total operating revenues	954	904	50	5.5%
Nonoperating revenues:				
State appropriations	278	186	92	49.5%
Gifts	26	21	5	23.8%
Other	331	519	(188)	(36.2%)
Total nonoperating revenues	635	726	(91)	(12.5%)
Other revenues:				
Capital appropriations	21	116	(95)	(81.9%)
Capital grants and gifts	14	12	2	16.7%
Additions to permanent endowments	1	2	(1)	(50.0%)
Total other revenues	36	130	(94)	(72.3%)
Total revenues	1,625	1,760	(135)	(7.7%)
Operating expenses:				
Educational and general	1,233	1,274	(41)	(3.2%)
Other	223	205	18	8.8%
Total operating expenses	1,456	1,479	(23)	(1.6%)
Other nonoperating expenses, net	75	32	43	134.4%
Total expenses	1,531	1,511	20	1.3%
Change in net position	94	249	(155)	(62.2%)
Net position, beginning of the year	(73)	(322)	249	77.3%
Total net position	$21	($73)	$94	128.8%

Table A-3
University of Louisiana System
Comparative Schedule of Educational and General Expenses
For the Fiscal Years Ended June 30, 2022, and June 30, 2021
(in millions of dollars)

	2022	2021	Variance	Percent Variance
Instruction	$386	$420	($34)	(8.1%)
Research	119	106	13	12.3%
Public service	39	39	NONE	NONE
Academic support	90	94	(4)	(4.3%)
Student services	77	74	3	4.1%
Institutional support	149	171	(22)	(12.9%)
Operations and plant maintenance	112	100	12	12.0%
Depreciation	89	140	(51)	(36.4%)
Scholarships and fellowships	172	130	42	32.3%
Total	$1,233	$1,274	($41)	(3.2%)

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

As of June 30, 2022, and 2021, the System's capital assets, at cost, totaled approximately $3.70 billion and $3.59 billion (restated), respectively. Net of accumulated depreciation, the System's capital assets at June 30, 2022, total approximately $1.80 billion. This amount represents a net increase (including additions and disposals, net of depreciation) of approximately $41 million, or 2.3%, from June 30, 2021. The increase resulted from storm related damage re-construction and purchases of capital assets, offset by current-year depreciation, transfers, and retirements.

Debt Administration

The System had bonds totaling $664 million, net of bond discounts, premiums, deferred amounts on debt refunding, and issuance costs outstanding at June 30, 2022, compared to $683 million at June 30, 2021.

Bond activity during the fiscal year ended June 30, 2022, follows:

- McNeese State University blended component unit, Cowboy Facilities Corporation issued $22.3 million of refinancing bonds.
- University of Louisiana at Lafayette's blended component unit, Ragin Cajun Facilities Corporation issued $50.5 million of refinancing bonds.
- The University of Louisiana at Monroe's blended component unit, ULM Facilities Corporation, drew down $5 million of Series 2020 revenue bonds.
- The University of New Orleans drew down $5 million of Series 2020 revenue bonds.

CURRENTLY-KNOWN FACTS, DECISIONS, OR CONDITIONS

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

- Changes in current enrollment
- Changes in state appropriations
- Changes in the System's proportionate share of the net pension liability and the total collective OPEB liability
- Depletion of HEERF funding
- Hurricane damage reconstruction

CONTACTING UNIVERSITY OF LOUISIANA SYSTEM'S FINANCIAL MANAGEMENT

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

UNIVERSITY OF LOUISIANA SYSTEM

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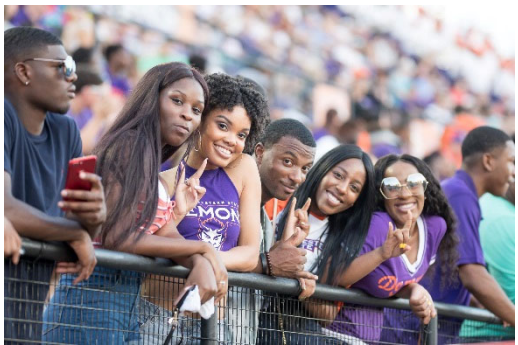
BASIC FINANCIAL STATEMENTS:
UNIVERSITY OF LOUISIANA SYSTEM



UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Statement of Net Position
June 30, 2022

ASSETS	
Current assets:	
Cash and cash equivalents (note 2)	$235,591,523
Investments (note 3)	18,677,460
Receivables, net (note 4)	157,463,680
Due from state treasury	18,720,476
Due from federal government	29,755,096
Inventories	2,436,460
Prepaid expenses and advances	13,307,263
Notes receivable	1,357,730
Lease Receivable	1,507,968
Other current assets	384,060
Total current assets	479,201,716
Noncurrent assets:	
Restricted assets:	
Cash and cash equivalents (note 2)	135,082,365
Investments (note 3)	290,732,167
Receivables, net (note 4)	1,386,452
Notes receivable, net	9,156,979
Investments (note 3)	32,379
Lease Receivable	18,618,637
Capital assets, net (note 5)	1,801,804,583
Other noncurrent assets	254,502
Total noncurrent assets	2,257,068,064
Total assets	2,736,269,780
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows relating to pensions (note 8)	219,107,042
Deferred outflows relating to other postemployment benefits (OPEB)(note 10)	152,472,643
Total deferred outflows of resources	$371,579,685

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

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA
Statement of Net Position
June 30, 2022

LIABILITIES	
Current liabilities:	
Accounts payable and accrued liabilities (note 6)	$89,362,332
Due to state treasury	5,952
Due to federal government	354
Unearned revenues	59,501,963
Amounts held in custody for others	11,422,876
Compensated absences payable (notes 7 and 12)	5,269,420
Lease obligations (notes 11 and 12)	1,777,235
Notes payable (note 12)	797,351
Contracts payable	1,143,092
Bonds payable (note 12)	25,926,742
OPEB liability (note 10)	30,945,000
Other current liabilities	4,677,389
Total current liabilities	230,829,706
Noncurrent liabilities:	
Unearned revenues	1,187,610
Compensated absences payable (notes 7 and 12)	48,081,506
Lease obligations (notes 11 and 12)	5,426,072
Notes payable (note 12)	3,193,372
Bonds payable (note 12)	638,130,589
Net pension liability (note 8)	636,709,585
Total OPEB liability (note 10)	1,031,722,562
Other noncurrent liabilities	6,283,148
Total noncurrent liabilities	2,370,734,444
Total liabilities	2,601,564,150
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows relating to leases	19,820,257
Deferred inflows relating to pensions (note 8)	387,966,213
Deferred inflows relating to OPEB (note 10)	76,945,563
Total deferred inflows of resources	484,732,033
NET POSITION	
Net investment in capital assets	1,155,355,171
Restricted for:	
Nonexpendable (note 17)	212,347,608
Expendable (note 17)	291,222,242
Unrestricted	(1,637,371,739)
Total net position	$21,553,282

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

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Statement of Revenues, Expenses, and Changes in Net Position
For the Fiscal Year Ended June 30, 2022

OPERATING REVENUES	
Student tuition and fees (net of scholarship allowances of $198,807,874)	$520,954,257
Federal grants and contracts	95,404,071
State and local grants and contracts	71,476,962
Nongovernmental grants and contracts	34,097,632
Sales and services of educational departments	10,750,868
Auxiliary enterprise revenues (net of scholarship allowances of $24,690,554 including revenues used as security for revenue bonds)	190,841,616
Other operating revenues	30,533,154
Total operating revenues	954,058,560
OPERATING EXPENSES	
Educational and general:	
Instruction	386,444,705
Research	119,430,718
Public service	39,489,910
Academic support	89,470,519
Student services	76,606,435
Institutional support	149,242,949
Operations and maintenance of plant	111,503,568
Depreciation	89,191,711
Scholarships and fellowships	172,125,321
Auxiliary enterprises	221,115,202
Other operating expenses	1,388,015
Total operating expenses	1,456,009,053
OPERATING LOSS	($501,950,493)

(Continued)

The accompanying notes are an integral part of this statement.

STATEMENT B

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA
Statement of Revenues, Expenses, and Changes in Net Position
For the Fiscal Year Ended June 30, 2022

NONOPERATING REVENUES (Expenses)	
State appropriations	$277,681,997
Gifts	26,461,480
Federal nonoperating revenues	310,257,170
Investment loss, net	(46,051,227)
Interest expense	(25,213,638)
Payments to or on behalf of the university	678,657
Loss on sale/exchange of capital assets	(1,210,465)
Impairment gain related to leased assets	3,880
Insurance recoveries	14,071,459
Other nonoperating revenues	5,729,415
Net nonoperating revenues	562,408,728
INCOME BEFORE OTHER REVENUES AND EXPENSES	60,458,235
Capital appropriations	21,464,538
Capital grants and gifts	13,585,076
Additions to permanent endowments	1,480,000
Other expenses, net	(2,096,193)
CHANGE IN NET POSITION	94,891,656
NET POSITION - BEGINNING OF YEAR, Restated (note 16)	(73,338,374)
NET POSITION - END OF YEAR	$21,553,282

(Concluded)

The accompanying notes are an integral part of this statement.

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Statement of Cash Flows
For the Fiscal Year Ended June 30, 2022

CASH FLOWS FROM OPERATING ACTIVITIES:	
Tuition and fees	$511,164,698
Grants and contracts	247,865,044
Sales and services of educational departments	8,360,435
Auxiliary enterprise receipts	182,002,534
Payments for employee compensation	(620,285,703)
Payments for benefits	(256,085,309)
Payments for utilities	(46,843,797)
Payments for supplies and services	(358,819,543)
Payments for scholarships and fellowships	(191,801,641)
Loans to students	(708,083)
Collection of loans to students	2,370,145
Other receipts	23,065,129
Net cash used by operating activities	(499,716,091)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:	
State appropriations	259,407,049
Gifts and grants for other than capital purposes	35,087,170
Pell Grant receipts	136,551,340
Private gifts for endowment purposes	880,000
TOPS receipts	153,222,952
TOPS disbursements	(153,190,923)
CARES Act receipts	185,126,992
Direct lending receipts	315,951,167
Direct lending disbursements	(316,069,140)
Other sources	8,987,281
Net cash provided by noncapital financing sources	625,953,888
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:	
Proceeds from capital debt	90,170,831
Capital grants and gifts received	6,686,002
Proceeds from sale of capital assets	2,050,000
Purchases of capital assets	(103,832,240)
Principal paid on capital debt	(110,210,653)
Interest paid on capital debt	(25,640,425)
Principal paid on leases	(3,321,512)
Interest paid on leases	(102,797)
Proceeds from leases (principal only)	1,108,045
Interest received from leases	169,931
Other uses	(2,726,846)
Net cash used by capital financing activities	($145,649,664)

(Continued)

The accompanying notes are an integral part of this statement.

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA
Statement of Cash Flows
For the Fiscal Year Ended June 30, 2022

CASH FLOWS FROM INVESTING ACTIVITIES:	
Proceeds from sales and maturities of investments	$15,917,889
Interest received on investments	7,082,293
Purchases of investments	(5,814,321)
Net cash provided by investing activities	17,185,861
NET DECREASE IN CASH AND CASH EQUIVALENTS	(2,226,006)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	372,899,894
CASH AND CASH EQUIVALENTS AT END OF YEAR	$370,673,888
RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES:	
Operating loss	($501,950,493)
Adjustments to reconcile operating loss to net cash used by operating activities:	
Depreciation expense	89,191,711
Retirement contributions paid by third parties	3,631,124
Amortization of bond issuance costs	93,749
Changes in assets, deferred outflows, liabilities, and deferred inflows:	
(Increase) Decrease in accounts receivable, net	18,768,370
(Increase) Decrease in inventories	728,438
(Increase) Decrease in prepaid expenses and advances	(744,483)
(Increase) Decrease in notes receivable	1,260,716
(Increase) Decrease in other assets	357,479
(Increase) Decrease in deferred outflows related to pensions	149,939,574
(Increase) Decrease in deferred outflows related to OPEB	(61,078,598)
Increase (Decrease) in accounts payable and accrued liabilties	7,968,351
Increase (Decrease) in unearned revenue	3,208,930
Increase (Decrease) in amounts held in custody for others	(42,206)
Increase (Decrease) in compensated absences	(505,882)
Increase (Decrease) in net pension liability	(621,509,385)
Increase (Decrease) in total OPEB liability	105,567,244
Increase (Decrease) in other liabilities	1,117,281
Increase (Decrease) in deferred inflows related to pensions	349,332,513
Increase (Decrease) in deferred inflows related to OPEB	(45,050,524)
Net cash used by operating activities	($499,716,091)

(Continued)

The accompanying statements are an integral part of this statement.

STATEMENT C

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA
Statement of Cash Flows
For the Fiscal Year Ended June 30, 2022

RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET POSITION:	
Cash and cash equivalents classified as current assets	$235,591,523
Cash and cash equivalents classified as noncurrent assets	135,082,365
Total cash and cash equivalents	$370,673,888

NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES:	
Capital appropriations	$21,464,538
Change in fair market value of investments	($58,621,895)
Private gifts for endowment purposes	$980,000
Capital gifts and grants	$6,828,756
Capital assets acquired through leases, notes, and accounts payable	$2,245,916
Disposition of capital assets	($1,257,384)
Other	$4,996,775

(Concluded)

The accompanying notes are an integral part of this statement.

UNIVERSITY OF LOUISIANA SYSTEM

FOR YOUR FUTURE. FOR OUR FUTURE.

BASIC FINANCIAL STATEMENTS: COMPONENT UNIT

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

UNIVERSITY OF LOUISIANA AT LAFAYETTE FOUNDATION, INC. (COMPONENT UNIT)
Statement of Financial Position, June 30, 2022

ASSETS	
Cash and cash equivalents (note 2)	$16,689,127
Cash - restricted for collateral (note 2)	369,000
Investments (note 3)	201,942,421
Accrued interest receivable	149,500
Accounts receivable	1,676,265
Contributions receivable, net	30,650,251
Prepaid expenses	288,260
Fixed assets, net (note 5)	11,927,468
Other assets	1,366,175
Total assets	$265,058,467
LIABILITIES	
Accounts payable and accruals	$1,539,715
Accrued expenses	4,801,497
Amounts held in custody for others	42,467,139
Notes payable (note 12)	286,054
Other liablities	3,466,666
Total liabilities	52,561,071
NET ASSETS	
Without donor restrictions (note 17)	15,204,598
With donor restrictions (note 17)	197,292,798
Total net assets	212,497,396
Total liabilities and net assets	$265,058,467

The accompanying notes are an integral part of this statement.

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

UNIVERSITY OF LOUISIANA AT LAFAYETTE FOUNDATION, INC. (COMPONENT UNIT)
Statement of Activities
For the Year Ended June 30, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues, gains, losses, and other support			
Contributions	$179,292	$22,357,124	$22,536,416
Contributions - artwork and other property	112,143		112,143
Interest and dividends	132,368	(360,603)	(228,235)
Gains and losses on investments:			
Realized	136,995	9,070,423	9,207,418
Unrealized	(1,462,838)	(26,766,000)	(28,228,838)
Other income	1,154,374	3,157,563	4,311,937
Loss on disposal of fixed assets and artwork	(790)		(790)
Net assets released from restrictions:			
Satisfaction of purpose restrictions	25,133,736	(25,133,736)	
Transfers between net asset classifications	(373,437)	373,437	
Total revenues, gains, losses, and other support	25,011,843	(17,301,792)	7,710,051
Expenses			
Grants paid to benefit University of Louisiana at Lafayette for:			
Projects specified by donors	21,021,572		21,021,572
Fundraising:			
Salaries and benefits	360,073		360,073
Other expenses	346,470		346,470
Supporting services:			
Salaries and benefits	1,751,778		1,751,778
Insurance	105,923		105,923
Office operations	962,298		962,298
Travel	34,789		34,789
Professional services	350,551		350,551
Dues and subscriptions	86,924		86,924
Meetings and development	12,691		12,691
Interest	14,384		14,384
Depreciation	303,751		303,751
Bad debt expense	855,594		855,594
Total Expenses	$26,206,798	NONE	$26,206,798

(Continued)

The accompanying notes are an integral part of this statement.

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA
UNIVERSITY OF LOUISIANA AT LAFAYETTE
FOUNDATION, INC. (COMPONENT UNIT)
Statement of Activities
For the Year Ended June 30, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
Change in net assets	($1,194,955)	($17,301,792)	($18,496,747)
Net assets at beginning of year	16,399,553	214,594,590	230,994,143
Net assets at end of year	$15,204,598	$197,292,798	$212,497,396

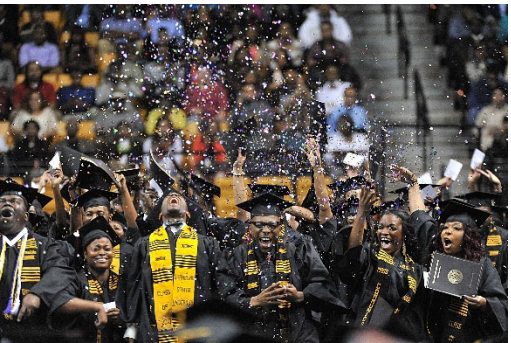
(Concluded)

The accompanying notes are an integral part of this statement.

UNIVERSITY OF LOUISIANA SYSTEM

FOR YOUR FUTURE. FOR OUR FUTURE.

BASIC FINANCIAL STATEMENTS:
NOTES TO THE FINANCIAL STATEMENTS



INTRODUCTION

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

The System is comprised of nine universities located in nine cities as follows: Grambling State University at Grambling; Louisiana Tech University at Ruston; McNeese State University at Lake Charles; Nicholls State University at Thibodaux; Northwestern State University at Natchitoches; Southeastern Louisiana University at Hammond; University of Louisiana at Lafayette; University of Louisiana at Monroe; and University of New Orleans. The universities had approximately 85,985 students enrolled during the fall semester of the 2021/2022 academic year and employed approximately 10,706 employees.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF PRESENTATION

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

B. REPORTING ENTITY

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

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

Blended Component Units

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

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

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

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

unit's total outstanding debt, including leases, is expected to be repaid entirely or almost entirely with the resources of its primary government.

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

- Black and Gold Facilities, Inc., c/o Dr. Edwin Litolff, Grambling State University, P.O. Box 4287, Grambling, Louisiana 71245
- Innovative Student Facilities, Inc., c/o Mrs. Lisa Cole, Louisiana Tech University, P.O. Box 7924, Ruston, Louisiana 71272
- Cowboy Facilities, Inc., c/o Ms. Mona White, McNeese State University, 4205 Ryan Street, Lake Charles, Louisiana 70605
- NSU Facilities Corporation, c/o Mr. Terry Braud Jr., Nicholls State University, P.O. Box 2003, Thibodaux, Louisiana 70310
- University Facilities, Inc., c/o Mr. Sam Domiano, Southeastern Louisiana University, SLU Box 10709, Hammond, Louisiana 70402
- Ragin' Cajun Facilities, Inc., c/o Mrs. Debbie Calais, University of Louisiana at Lafayette, P.O. Box 42651, Lafayette, Louisiana 70504
- University of Louisiana at Monroe Facilities, Inc., c/o Dr. William Graves, University of Louisiana at Monroe, 700 University Avenue, Monroe, Louisiana 71209
- University of New Orleans Research and Technology Foundation, Inc., c/o Mr. Andrew Pitman, University of New Orleans Research and Technology Foundation, 2021 Lakeshore Drive, Suite 420, New Orleans, Louisiana 70122

Discretely-presented Component Unit

The University of Louisiana at Lafayette Foundation, Inc. (Foundation) is a legally-separate, tax-exempt organization and is reported within the System as a discrete component unit.

The Foundation acts primarily as a fundraising organization to supplement the resources available to the University of Louisiana at Lafayette (ULL) in support of its programs. Although ULL does not control the timing or amount of receipts from the Foundation, the

majority of resources or income the Foundation holds and invests is restricted to the activities of ULL by the donors. Because these restricted resources held by the Foundation can only be used by or for the benefit of ULL, the Foundation is considered a component unit of ULL and is discretely presented in the financial statements.

During the year ended June 30, 2022, the Foundation made distributions of $21,021,572, on behalf of ULL for unrestricted purposes.

To obtain the Foundation's latest audit report, write to:

- University of Louisiana at Lafayette Foundation, Inc., c/o Mrs. Debbie Calais, University of Louisiana at Lafayette, P.O. Box 42651, Lafayette, Louisiana 70504

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

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

C. BASIS OF ACCOUNTING

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

are recorded when an obligation has been incurred. All significant intra-system transactions have been eliminated.

Discrete Component Unit

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

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

D. BUDGET PRACTICES

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

E. CASH AND CASH EQUIVALENTS AND INVESTMENTS

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

The System follows R.S. 49:327 as applicable to institutions of higher education in establishing investment policy. R.S. 49:327 authorizes the System to invest funds in direct U.S. Treasury obligations, U.S. government agency obligations, direct security repurchase agreements, reverse direct

repurchase agreements, investment grade commercial paper, investment grade corporate notes and bonds, and money market funds.

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

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

F. NONCURRENT RESTRICTED ASSETS

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

G. CAPITAL ASSETS

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

vehicles, printers, computers, and other equipment. Amortization is calculated using the straight-line method over the shorter of the lease term or the useful life of the leased assets.

H. UNEARNED REVENUES

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

I. COMPENSATED ABSENCES

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

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

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

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

J. NONCURRENT LIABILITIES

Noncurrent liabilities include principal amounts of revenue bonds payable, notes payable, and lease obligations with contractual maturities greater than one year; amounts for accrued compensated absences; the System's proportionate shares of the LASERS and Teachers' Retirement System of Louisiana (TRSL) actuarially accrued net pension liability; the System's

proportionate shares of the Office of Group Benefits' (OGB) and LSU Health Plan's actuarially accrued liabilities for other postemployment benefits (OPEB); and other liabilities that will not be paid within the next fiscal year.

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

K. NET POSITION

The System's net position is classified as follows:

(1) Net Investment in Capital Assets

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

(2) Restricted Net Position – Expendable

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

(3) Restricted Net Position – Nonexpendable

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

(4) Unrestricted Net Position

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

discretion of the governing board to meet current expenses and for any purpose.

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

L. CLASSIFICATION OF REVENUES AND EXPENSES

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

(1) Operating Revenue

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

(2) Nonoperating revenue

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

(3) Operating expenses

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

(4) Nonoperating expenses

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

M. SCHOLARSHIP DISCOUNTS AND ALLOWANCES

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

N. USE OF ESTIMATES

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

O. ADOPTION OF NEW ACCOUNTING PRINCIPLES

In June 2017, the GASB issued Statement No. 87, *Leases*, effective for fiscal years beginning after December 15, 2019. In fiscal year 2020, the System adopted GASB Statement No. 95, *Postponement of Effective Dates of Certain Authoritative Guidance*, which postponed the effective dates of Statement No. 87 to fiscal year 2022. This statement establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use asset, and a lessor is required to recognize a lease receivable and deferred inflow of resources. The adoption of this statement had a significant impact on the System's financial statements and note disclosures.

In June 2018, the GASB issued Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*, effective for fiscal years beginning after December 15, 2019. In fiscal year 2020, the System adopted GASB Statement No. 95, Postponement of *Effective Dates of Certain Authoritative Guidance*, which postponed the effective dates of Statement No. 89 to fiscal year 2022. The objectives of this statement are to both enhance the relevance and comparability of information about capital assets and the cost of borrowing and to simplify accounting for interest costs incurred before the end of a construction period. The adoption of this statement does not have a significant impact on the financial statements and will be applied prospectively.

In January 2020, the GASB issued Statement No. 92, *Omnibus 2020*, effective for fiscal years beginning after June 15, 2020. In fiscal year 2020, the System adopted GASB Statement No. 95, *Postponement of Effective Dates of Certain Authoritative Guidance*, which postponed the effective dates of Statement No. 92 to fiscal year 2022. The objective of this statement is to enhance comparability in accounting and financial reporting and improve the consistency of authoritative literature by focusing on practice issues that have been identified during the implementation of various GASB Statements. The adoption of this statement does not impact System's the financial statements.

In March 2020, the GASB issued Statement No. 93, *Replacement of Interbank Offered Rates*, effective for years beginning after June 15, 2020. In fiscal year

2020, the System adopted GASB Statement No. 95, *Postponement of Effective Dates of Certain Authoritative Guidance*, which postponed the effective dates of Statement No. 93 to fiscal year 2022. This statement establishes accounting and financial reporting requirements related to the replacement of Interbank Offered Rates in hedging derivative instruments and leases. This statement also identifies appropriate benchmark interest rates for hedging derivative instruments. The adoption of this statement does not significantly impact the System's financial statements.

In October 2021, the GASB issued Statement No. 98, *The Annual Comprehensive Financial Report*, effective for fiscal years ending after December 15, 2021. This statement establishes a new designation of the acronym for state and local government annual financial statements, the Annual Comprehensive Financial Report (ACFR). The adoption of this statement resulted in changes to the naming convention used throughout the report, but has no impact on the financial information provided.

The System implemented GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting for Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*, issued by the Government Accounting Standards Board. The adoption of this standard had no impact on the System's financial statements or notes to the financial statements.

In April 2022, the GASB issued Statement No. 99, *Omnibus 2022*, effective for certain elements of the requirement upon issuance. The objectives of this statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation. The adoption of this statement does not have a significant impact on the financial statements.

2. CASH AND CASH EQUIVALENTS

At June 30, 2022, the System has cash and cash equivalents (book balances) of $370,673,888 as follows:

Demand deposits	$213,156,600
Certificates of deposit	22,168,970
Money market funds	18,194,665
Short-term investments	42,702,184
Petty cash	206,428
Blended component unit cash	74,245,041
Total	$370,673,888

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

As of June 30, 2022, $127,738 of the System's bank balance totaling $361,392,056 was uninsured and uncollateralized and, therefore, exposed to custodial credit risk.

The disclosure requirements in GASB Statement No. 40, *Deposit and Investment Risk Disclosures*, are not applicable to the Foundation's cash and cash equivalents, which totaled $17,058,127 at June 30, 2022, as shown on the Statement of Financial Position (Statement D).

3. INVESTMENTS

At June 30, 2022, the System reported investments totaling $352,144,190, which includes $259,682,356 held by the universities' foundations. Total investments also include $42,702,184 of short-term investments that are reported on the Statement of Net Position as current cash equivalents.

Fair Value Measurements

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

(1) Level 1

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

(2) Level 2

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

(3) Level 3

Valuations are determined by using the best information available under the circumstances and might include the government's own data. In developing unobservable inputs, a government may begin with its own

data but should adjust those data if (a) reasonably available information indicates that other market participants would use different data, or (b) there is something particular to the government that is not available to other market participants.

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

Fair values of investments measured on a recurring basis at June 30, 2022, follow:

		Fair Market Value			
	Totals	Quoted Prices in Active Markets for Identical Assets Level 1	Other Observable Inputs Level 2	Significant Unobservable Inputs Level 3	Investments Measured at Net Asset Value
U.S. government securities:					
U.S. Treasury Notes	$1,956,914		$1,956,914		
Common and preferred stock	9,873,755	$9,873,755			
Mutual funds	16,007,296	16,007,296			
Money market funds	342,958		342,958		
Louisiana Asset Management Pool (LAMP)	42,702,184		42,702,184		
Investments held by foundations:					
U.S. government securities:					
U.S. Treasury Notes	7,159,921	1,908,760	5,251,161		
Government National Mortgage Association	674,501		674,501		
Federal Home Loan Mortgage Corporation	2,412,765		2,412,765		
Federal National Mortgage Association	2,082,795		2,082,795		
Federal Home Loan Bank	1,341,367		1,341,367		
Other fixed income securities	786,765	297,668	489,097		
Mutual funds	75,214,381	69,002,964	6,211,417		
Money market accounts	7,241,837	6,334,308	907,529		
Equity funds	4,578,336	4,578,336			
Common and preferred stock	49,886,941	49,886,941			
Corporate bonds/obligations	19,236,769		19,236,769		
Other	190,549	186,936	3,613		
Hedge funds and other alternatives:					
Unit investment trusts and limited partnerships	13,425,313				$13,425,313
Equity - long/short	11,516,018				11,516,018
Distressed opportunity	387,806				387,806
Multi-strategy	16,370,346				16,370,346
Other credit	14,639,085				14,639,085
Private equities	9,247,353				9,247,353
Other hedge funds	815,929				815,929
Subtotal	308,091,884	$158,076,964	$83,613,070	$0	$66,401,850
Not categorized	44,052,306				
Total	$352,144,190				

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

Investments not categorized totaling $44,052,306 represent the System's investments held in external investment pools, which GASB Statement No. 72 excludes from the fair value disclosures, and investments held by the System's blended component units reported under FASB ASC §958.

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

Hedge Funds and Other Alternative Investments Measured at Net Asset Value

Following is a summary of the fair value and unfunded commitments for the hedge funds and alternative investments that are held by foundations for four of the System's universities and included in investments measured at net asset value above, as of June 30, 2022:

	Fair Value	Unfunded Commitments
Alternative investment:		
Unit investment trusts and limited partnerships	$13,425,313	
Hedge funds:		
Equity long/short	11,516,018	
Distressed opportunity	387,806	
Multi-strategy	16,370,346	
Other credit	14,639,085	
Private equities	9,247,353	$1,218,085
Other	815,929	
Totals	$66,401,850	$1,218,085

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

University of Louisiana at Lafayette (ULL)

As of June 30, 2022, the ULL Foundation held investments in ULL's endowment funds totaling $110,122,035, of which $61,978,841 was invested in hedge funds and alternative investments. The table below summarizes the terms of the hedge fund investments with respect to lockup periods, redemption frequencies, and notice periods for the hedge fund and alternative investments:

	Lockup Period	Redemption Frequency (if Currently Eligible)	Redemption Notice Period
Equity - long/short	0-18 months	Monthly, quarterly	30 - 45 days
Private equities	4-13 years	Annual, manager discretion	0 - 90 days
Other credit	0-10+ years	Daily, quarterly, manager discretion	0-60 days
Multi-strategy	0-25 months	Monthly, quarterly, annual	5-90 days

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

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

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

Multi-strategy investments consist of investments in various funds. The funds primarily invest in other funds that use a variety of different investment strategies

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

McNeese State University (McNeese)

As of June 30, 2022, the McNeese State University Foundation held investments in McNeese's endowment funds totaling $18,915,693, of which $1,251,237 was invested in a multi-strategy, multi-manager program designed to achieve an optimal balance of upside return potential and downside protection, offering a diversified strategy protecting and preserving the University's capital and a hedged equity strategy providing long-term capital growth.

Nicholls State University (Nicholls)

As of June 30, 2022, the Nicholls State University Foundation held investments in Nicholls's endowment funds totaling $15,009,412, of which $632,799 and $619,141 are invested in global equity long/short funds and multi-strategy hedge funds, respectively.

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

The multi-strategy funds are invested in the Hatteras Core Alternatives TEI Fund, L.P. This fund has no lockup period; carries a redemption frequency with anticipated quarterly tender offers at the discretion of the board of directors, subject to an early

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

Investments in these two funds have no unfunded commitments.

University of Louisiana at Monroe (ULM)

As of June 30, 2022, the University of Louisiana at Monroe Foundation held investments in ULM's endowment funds totaling $37,328,263 of which $1,919,832 was invested in hedge fund and other alternative investments as follows:

	Fair Value
Equity long/short	$673,861
Distressed opportunity	387,806
Multi-strategy	42,236
Other credit	0
Other	815,929
Total	$1,919,832

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

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. State law as applicable to institutions of higher education does not address interest rate risk. In addition, individual System universities do not have policies to limit interest rate risk. The System's fixed-income investments and maturities at June 30, 2022, follow:

Type of Investment	Investments	Totals	Investment Maturities in Years: Less Than 1 Year	1-5 Years	6-10 Years	11-20 Years	Over 20 Years
U.S. government securities:							
U.S. Treasury Notes	0.56%	$1,956,914	$647,773	$1,309,141			
Common and preferred stock	2.80%	9,873,755					
Mutual funds	4.55%	16,007,296					
Money market funds	0.10%	342,958					
Louisiana Asset Management Pool (LAMP)	12.13%	42,702,184					
Investments held by foundations:							
External investment pools	6.38%	22,473,579					
U.S. government securities:							
U.S. Treasury Notes	2.03%	7,159,921	533,531	4,979,853	$1,623,716		$22,821
Government National Mortgage Association	0.19%	674,501		3,622	208,614	$121,385	340,880
Federal Home Loan Mortgage Corporation	0.69%	2,412,765		325,981	922,289	229,227	935,268
Federal National Mortgage Association	0.59%	2,082,795		196,327	349,926	307,972	1,228,570
Federal Home Loan Bank	0.38%	1,341,367	463,891	877,475			
Other fixed income securities	0.22%	786,765	153,124	633,641			
Mutual funds	21.36%	75,214,381	23,793,342	573,883	1,346,999		
Money market funds	2.06%	7,241,837	194,503				
Equity funds	1.30%	4,578,336					
Common and preferred stock	14.17%	49,886,941					
Corporate bonds/obligations	5.46%	19,236,769	1,146,080	8,268,329	6,722,692	968,542	1,190,376
Unit investment trusts and limited partnerships	3.81%	13,425,313					
Hedge funds and other alternatives	15.04%	52,976,537	1,919,832				
Other	0.05%	190,549					
Held by blended component units	6.13%	21,578,727					
Totals	100.00%	$352,144,190	$28,852,076	$17,168,252	$11,174,236	$1,627,126	$3,717,915

Custodial Credit Risk

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

Concentration of Credit Risk

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

Of the $259,682,356 reported as investments held by foundations, the amounts held by the discretely presented component unit (the ULL Foundation) total $110,122,035.

Credit Risk

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

Investments held by the UNO Foundation, a private foundation, in an external investment pool are managed in accordance with the terms outlined in a management agreement executed between the University of New Orleans (UNO) and the UNO Foundation. UNO is a voluntary participant. This investment totaling $22,473,579 has no credit quality rating.

Rating Agency	Rating	Totals
Standard & Poor's	AAA	$3,011,534
Standard & Poor's	AA+	11,503,963
Standard & Poor's	AA	1,309,208
Standard & Poor's	AA-	638,770
Standard & Poor's	A+	1,770,755
Standard & Poor's	A	2,076,474
Standard & Poor's	A-	3,084,575
Standard & Poor's	AAAm	42,702,184
Standard & Poor's	BBB+	2,755,527
Standard & Poor's	BBB	2,013,758
Standard & Poor's	BBB-	812,569
Moody's	Aaa	2,169,249
Moody's	Aa1	62,806
Moody's	Aa2	116,979
Moody's	Aa3	122,319
Moody's	A1	307,782
Moody's	A2	234,312
Moody's	A3	529,195
Moody's	Baa1	243,771
Moody's	Baa2	364,772
Moody's	Baa3	227,514
Unrated		276,086,174
Totals		$352,144,190

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

The ULL Foundation's investments totaling $201,942,421 as shown on Statement D at June 30, 2022, follow:

Type of Investment	
Certificates of deposit	$829,918
Equities	12,140,626
Mutual and exchange traded funds	62,042,157
Hedge funds and alternative investments	101,173,649
Unit investment trusts and limited partnerships	25,743,951
Derivative assets	12,120
Total	$201,942,421

4. RECEIVABLES

Receivables, net of an allowance for doubtful accounts, at June 30, 2022, reported on the Statement of Net Position are composed of the following:

Type	Accounts Receivable	Allowance for Doubtful Accounts	Net Accounts Receivable	Restricted Portion
Student tuition and fees	$66,499,563	($24,439,245)	$42,060,318	$535,069
Auxiliary enterprises	18,855,743	(5,038,249)	13,817,494	88,892
Contributions and gifts	9,684,115		9,684,115	
Federal, state, and private grants and contracts	66,794,670	(30,340)	66,764,330	750,695
Insurance recoveries	13,660,453		13,660,453	
Other	12,928,288	(64,866)	12,863,422	11,796
Total	$188,422,832	($29,572,700)	$158,850,132	$1,386,452

5. CHANGES IN CAPITAL ASSETS

Changes in capital assets for the fiscal year ended June 30, 2022, follow:

University of Louisiana System

Description	Beginning Balance	Prior Period Adjustment	Restated Beginning Balance	Additions	Transfers	Retirements	Ending Balance
Capital assets not being depreciated:							
Land	$100,734,387		$100,734,387	$1,701,428		($731,655)	$101,704,160
Land improvements	7,978,485		7,978,485				7,978,485
Capitalized collections	321,621		321,621				321,621
Livestock	32,300		32,300	5,200		(1,200)	36,300
Software development in progress							0
Construction-in-progress	146,467,203		146,467,203	102,052,377	($36,959,755)	(6,520,659)	205,039,166
Other	233,110		233,110				233,110
Right-to-Use Land		$256,613	256,613			(38,017)	218,596
Right-to-Use Land Improvements							0
Right-to-Use Other							0
Total assets not being depreciated	255,767,106	256,613	256,023,719	103,759,005	(36,959,755)	(7,291,531)	315,531,438
Capital assets being depreciated/amortized:							
Infrastructure	33,673,430		33,673,430				33,673,430
Land improvements	123,717,522		123,717,522	2,129,122	4,068,807		129,915,451
Buildings	2,640,009,617		2,640,009,617	17,905,503	32,890,948	(12,462,989)	2,678,343,079
Equipment (including library books)	511,851,833	(5,727,326)	506,124,507	14,088,663		(6,363,830)	513,849,340
Software (internally generated and purchased)	18,620,398		18,620,398				18,620,398
Right-to-Use Infrastructure							0
Right-to-Use Land improvements		499,128	499,128				499,128
Right-to-Use Buildings		1,264,487	1,264,487	321,932			1,586,419
Right-to-Use Equipment (including library books)		6,699,124	6,699,124	1,102,280			7,801,404
Total capital assets being depreciated	3,327,872,800	2,735,413	3,330,608,213	35,547,500	36,959,755	(18,826,819)	3,384,288,649
Less accumulated depreciation:							
Infrastructure	(16,135,031)		(16,135,031)	(839,522)			(16,974,553)
Land improvements	(59,514,770)		(59,514,770)	(5,385,669)			(64,900,439)
Buildings	(1,303,142,146)		(1,303,142,146)	(63,496,721)		9,590,894	(1,357,047,973)
Equipment	(430,669,321)	3,414,989	(427,254,332)	(17,811,809)		7,478,341	(437,587,800)
Software (internally generated and purchased)	(18,612,064)		(18,612,064)	(8,334)			(18,620,398)
Less accumulated amortization:							
Right-to-Use Infrastructure							0
Right-to-Use Land improvements				(12,685)			(12,685)
Right-to-Use Buildings				(202,034)			(202,034)
Right-to-Use Equipment (including library books)		(1,234,685)	(1,234,685)	(1,434,937)			(2,669,622)
Total accumulated depreciation	(1,828,073,332)	2,180,304	(1,825,893,028)	(89,191,711)	NONE	17,069,235	(1,898,015,504)
Total capital assets, net	$1,755,566,574	$5,172,330	$1,760,738,904	$50,114,794	$0	($9,049,115)	$1,801,804,583

ULL Foundation

	Beginning Balance	Prior Period Adjustment	Restated Beginning Balance	Additions	Retirements	Ending Balance
Capital assets not being depreciated:						
Real estate	$2,536,444		$2,536,444			$2,536,444
Art and collectibles	3,037,894		3,037,894	$110,543		3,148,437
Construction-in-progress						0
Total assets not being depreciated	5,574,338	NONE	5,574,338	110,543	NONE	5,684,881
Capital assets being depreciated:						
Buildings	11,150,716		11,150,716	23,103		11,173,819
Vehicles, furniture, and equipment	861,135		861,135	16,342		877,477
Software (internally generated/purcha	76,703		76,703			76,703
Total assets being depreciated	12,088,554	NONE	12,088,554	39,445	NONE	12,127,999
Less accumulated depreciation	(5,581,662)		(5,581,662)	(303,750)		(5,885,412)
Total capital assets, net	$12,081,230	NONE	$12,081,230	($153,762)	NONE	$11,927,468

The capital asset disclosure for the ULL Foundation has been adjusted to reflect the classifications of the assets as presented in the audited financial statements of the ULL Foundation.

Capitalized Collections

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

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

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

6. PAYABLES

Payables and accrued expenses at June 30, 2022, are summarized in the following:

Account Name	
Vendor payables	$37,527,667
Accrued salaries and payroll deductions	45,143,485
Accrued interest	4,132,988
Other	2,558,192
Total payables	$89,362,332

7. COMPENSATED ABSENCES

At June 30, 2022, employees of the System have accumulated vested annual, sick, and compensatory leave, the total balance of which is recorded in the accompanying financial statements and is summarized as follows:

Leave Type	Leave Balance
Annual	$30,112,384
Sick	22,173,562
Compensatory	1,064,980
Total compensated absences	$53,350,926

8. PENSION LIABILITY

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

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

General Information about the Pension Plans

Plan Descriptions/Benefits Provided

Louisiana State Employees' Retirement System

LASERS administers a plan to provide retirement, disability, and survivor benefits to eligible state employees and their beneficiaries as defined in R.S. 11:411-417. The age and years of creditable service (service) required for a member to receive retirement benefits are established by R.S. 11:441 and vary depending on the member's hire date, employer, and job classification. The computation of retirement benefits is defined in R.S. 11:444. Act 992 of the 2010 Regular Legislative Session

closed existing sub-plans for members hired before January 1, 2011, and created new sub-plans for regular members, hazardous duty members, and judges. Act 226 of the 2014 Regular Legislative Session established new retirement eligibility for members of LASERS hired on or after July 1, 2015, excluding hazardous duty plan members.

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

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

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

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

The minimum service requirement is 10 years for a surviving spouse with no minor children, and benefits are to be paid for life to the spouse or qualified handicapped child. The deceased member, hired on or after January 1, 2011, must have a minimum of five years of service credit regardless of when earned in order for a benefit to be paid to a minor child. The minimum service credits for a surviving

spouse include active service at the time of death and a minimum of 10 years of service credit with two years being earned immediately prior to death, or a minimum of 20 years regardless of when earned. In addition, the deceased member's spouse must have been married for at least one year before death.

Teachers' Retirement System of Louisiana

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

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

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

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

The minimum service credit requirement is 10 years for a surviving spouse with no minor children. Surviving spouse benefits are equal to 50% of the benefit to which the member would have been entitled if retired on the date of death using a factor of 2.5% regardless of the years of service or age, or $600 per month, whichever is greater. Benefits are payable to an unmarried child until age 21, or age 23 if the child remains a full-time student. Benefits are paid for life to a qualified handicapped child. Benefits are paid for life to a surviving spouse unless the deceased active member has less than 20 years of creditable service and the surviving spouse remarries before the age of 55.

Deferred Retirement Option Plan

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

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

Cost of Living Adjustments

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

Contributions

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

those members participating in the TRSL ORP (the defined contribution plan), a portion of the employer contributions is used to fund the TRSL defined benefit plan's unfunded accrued liability.

Employer contributions to LASERS for fiscal year 2022 were $27,876,807 with active regular plan member contributions ranging from 7.5% to 8%, and employer contributions of 39.5%. Employer defined benefit plan contributions to TRSL for fiscal year 2022 were $106,286,109, with active regular plan member contributions of 8%, and employer contributions of 24.5% and 21.47% for the defined benefit plan and ORP employees, respectively. Non-employer contributing entity contributions to TRSL, which are comprised of ad valorem tax revenues, totaled $3,631,124, and were recognized as revenue in fiscal year 2022 by the System.

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

At June 30, 2022, the System reported liabilities of $187,456,828 and $449,252,757 under LASERS and TRSL, respectively, for its proportionate share of the net pension liability (NPL). The NPL for LASERS and TRSL was measured as of June 30, 2021, and the total pension liabilities used to calculate the NPL were determined by actuarial valuations as of that date. The System's proportions of the NPL were based on projections of the System's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined.

As of June 30, 2021, the most recent measurement date, the System's proportions and the changes in proportion from the prior measurement date were 3.40584%, a decrease of 0.18147% for LASERS, and 8.41493%, a decrease of 0.22912% for TRSL.

For the year ended June 30, 2022, the System recognized a pension benefit of $553,674 for LASERS and a pension expense of $16,110,416 for TRSL for a total net pension expense of $15,556,742.

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

	Deferred Outflows			Deferred Inflows		
	LASERS	TRSL	Totals	LASERS	TRSL	Totals
Differences between expected and actual experience	$185,132	$2,294,527	$2,479,659		$6,792,969	$6,792,969
Changes in assumptions	4,591,578	43,731,361	48,322,939			
Net difference between projected and actual earnings on pension plan investments				$43,715,639	303,258,600	346,974,239
Changes in proportion and differences between employer contributions and proportionate share of contributions	219,953	33,921,575	34,141,528	6,455,379	27,743,626	34,199,005
Employer contributions subsequent to the measurement date	27,876,807	106,286,109	134,162,916			
Total	$32,873,470	$186,233,572	$219,107,042	$50,171,018	$337,795,195	$387,966,213

Deferred outflows of resources related to pensions resulting from the System's contributions subsequent to the measurement date will be recognized as a reduction of the LASERS and TRSL NPL in the year ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal year ending June 30,	LASERS	TRSL	Total
2023	($9,045,132)	($43,686,951)	($52,732,083)
2024	($6,736,328)	($49,706,109)	($56,442,437)
2025	($9,931,792)	($69,076,929)	($79,008,721)
2026	($19,461,103)	($95,377,743)	($114,838,846)

Actuarial Assumptions

The total pension liability for LASERS and TRSL in the June 30, 2021, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurements:

	LASERS	TRSL
Valuation Date	June 30, 2021	June 30, 2021
Actuarial Cost Method	Entry Age Normal	Entry Age Normal
Amortization Approach	Closed	Closed
Expected Remaining Service Lives	2 years	5 years
Investment Rate of Return (discount rate)	7.4% per annum, net of investment expense	7.4% per annum, net of investment expense
Inflation Rate	2.3% per annum	2.3% per annum
Mortality Rates	General active members: RP-2014 Blue Collar Employee tables, adjusted by 0.978 for males and 1.144 for females General retiree/inactive members (males): RP-2014 Blue Collar Healthy Annuitant table, adjusted by 1.280 General retiree/inactive members (females): RP-2014 White Collar Healthy Annuitant table, adjusted by 1.417 Mortality assumptions for non-disabled members include improvement projected using the MP-2018 Generational Improvement Scale, applied on a fully generational basis. Disabled retiree members: RP-2000 Disabled Retiree Mortality Table, adjusted by 1.009 for males and 1.043 for females, with no projection for improvement	Active members: 'RP-2014 White Collar Employee tables, adjusted by 1.010 for males and by 0.997 for females. Non-disabled retiree/inactive members: RP-2014 White Collar Healthy Annuitant tables, adjusted by 1.366 for males and by 1.189 for females Disabled retiree members: RP-2014 Disability tables, adjusted by 1.111 for males and by 1.134 for females Mortality base tables were adjusted from 2014 to 2018 using the MP-2017 generational improvement table, with continued future mortality improvement projected using the MP-2017 generational mortality improvement tables.
Termination, Disability, Retirement	Termination, disability, and retirement assumptions were projected based on a five year (2014-2018) experience study of the plan's members.	Termination, disability, and retirement assumptions were projected based on a five year (2013-2017) experience study of the plan's members
Projected Salary Increases	Salary increases were projected based on a 2014-2018 experience study of the plan's members. All salary growth assumptions were reduced by 0.20%, effective July 1, 2020.	Salary increases were projected based on a 2013-2017 experience study of the System's members. The projected salary increase for regular plan members ranges from 3.1% to 4.6% depending on duration of service.
Cost of Living Adjustments	Not substantively automatic	Not substantively automatic

The projected benefit payments do not include provisions for potential future increases not yet authorized by the LASERS and TRSL Boards of Trustees as these ad hoc COLAs were deemed not to be substantively automatic. However, the LASERS and TRSL assumptions include an adjustment to recognize that investment earnings will be allocated to the experience account to fund potential future increases.

In fiscal year 2022, the LASERS and TRSL Boards adopted additional reductions to the discount rate and a 7.25% rate was used to determine the projected actuarially required contribution rates for the 2022/2023 fiscal year.

Changes in assumptions for the LASERS June 30, 2021 valuation follow:

- The LASERS Board reduced the discount rate from 7.55% to 7.4% for the June 30, 2021 valuation.
- Act 95 of 2016 requires re-amortization of the Original Amortization Base with level-dollar payments to 2029 when such re-amortization results in annual payments that are not more than the next annual payment otherwise required under prior law. This criterion was met after allocating legislative appropriations and investment experience gains to this schedule. The schedule was re-amortized with level dollar payments to be paid off 2029.
- Act 37 of 2021 provided a monthly benefit increase to retirees that on June 30, 2021 have attained age 60, have 30 or more years of service, have been retired 15 or more years, receive a monthly benefit less than $1,450, and have not participated in DROP or the Initial Benefit Option. The benefit increase is the lessor of $300 per month or the amount needed to increase the monthly benefit to $1,450.

Changes in assumptions for the TRSL June 30, 2021 valuation follow:

- The TRSL Board reduced the discount rate from 7.45% to 7.4% for the June 30, 2021 valuation.

For LASERS and TRSL, the long-term expected rate of return for each plan was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.3% and an adjustment for the effect of rebalancing/ diversification. The resulting expected long-term rate of return is 7.61%, and 7.87%, for LASERS and TRSL, respectively. The target allocation and best estimates of arithmetic/geometric real rates of return as of June 30, 2021, for each major asset class are summarized for each plan in the following table:

	LASERS (Geometric)		TRSL (Arithmetic)	
	Target Allocation	Long-term Expected Real Rate of Return	Target Allocation	Long-term Expected Real Rate of Return
Cash	1.00%	(0.29%)		
Domestic equity	31.00%	4.09%	27.00%	4.21%
International equity	23.00%	5.12%	19.00%	5.23%
Domestic fixed income	3.00%	0.49%	13.00%	0.44%
International fixed income	18.00%	3.94%	5.50%	0.56%
Alternative investments	24.00%	6.93%		
Other alternative investments:				
Private equity			25.50%	8.48%
Other private assets			10.00%	4.27%
Total	100.00%	5.81%	100.00%	

Discount Rate

The discount rate used to measure the total pension liability was 7.4% for LASERS and TRSL. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that employer contributions from participating employers will be made at the actuarially determine rates approved by the Public Retirement Systems' Actuarial Committee taking into consideration the recommendations of the respective pension systems' actuaries. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

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

	1.0% Decrease	Current Discount Rate	1.0% Increase
	(6.4%)	(7.4%)	(8.4%)
LASERS	$253,989,842	$187,456,828	$130,845,615

	1.0% Decrease	Current Discount Rate	1.0% Increase
	(6.4%)	(7.4%)	(8.4%)
TRSL	$743,467,761	$449,252,757	$201,786,995

Pension Plan Fiduciary Net Position

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

Payables to the Pension Plan

At June 30, 2022, the System had $2,524,547 and $8,329,433 payable to LASERS and TRSL, respectively, for the June 2022 employee and employer legally required contributions.

9. OPTIONAL RETIREMENT SYSTEM

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

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

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

Employer ORP contributions to TRSL for fiscal year 2022 totaled $54,027,062, which represents pension expense for the system. Employee contributions totaled $15,635,206. The active member and employer contribution rates were 8% and 6.2%, respectively, with an additional employer contribution of 21.47% made to the TRSL defined benefit plan described in note 8 above.

10. POSTEMPLOYMENT HEALTH CARE AND LIFE INSURANCE BENEFITS

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

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

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

Information about these two plans is presented below.

Plan Descriptions

State OGB Plan

System employees voluntarily participate in the State of Louisiana's health insurance plan. OGB provides medical, prescription drug, and life insurance benefits to eligible retirees, disabled retirees, and their beneficiaries through premium subsidies. Participants are eligible for retiree benefits if they meet the retirement eligibility as defined in their applicable retirement systems (LASERS and TRSL); or they retire from a participating employer that meets the qualifications in Louisiana Administrative Code 32:3.303; and they must be covered by the active medical plan immediately prior to retirement. The postemployment benefits plan is a multiple-employer defined benefit plan. R.S. 42:801-883 provide the authority to establish and amend benefit provisions of the plan.

LSU Health Plan

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

Funding Policy

State OGB Plan

The contribution requirements of plan members and the System are established and may be amended by R.S. 42:801, 42:821, and 42:851. Employees do not contribute to their postemployment benefit costs until they become retirees and begin receiving those benefits. They contribute to the cost of retiree health care based on a service schedule. Contribution amounts vary depending on what health care provider is selected from the plan and if the member has Medicare coverage. OGB offers four self-insured healthcare plans and one fully insured plan for both active and retired employees. In addition, retired employees who have Medicare Part A and Part B coverage also have access to several OGB Medicare Advantage plans and an Individual Market Exchange plan that provides monthly health reimbursement arrangement credits.

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

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

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

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

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

LSU System Health Plan

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

OPEB Obligation

At June 30, 2022, the System reported an OPEB liability totaling $1,062,667,562 for its proportionate share of the total collective OPEB liability. The System's proportionate share of the total collective LSU Health plan's OPEB liability at June 30, 2022, totaling $8,638,387, was determined by an actuarial valuation as of February 2022 (valuation date). The OGB and LSU Health plans' total collective OPEB liabilities were measured as of July 1, 2021 and June 30, 2022, respectively.

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

At June 30, 2022, the System's proportion of the OGB liability was 11.5110%, representing an increase of 0.1426% in the System's proportion. At June 30, 2022, the System's proportion of the LSU Health Plan liability was 1.0573%, which represents an increase of 0.0200% from the June 30, 2021 proportion of the liability.

Actuarial Methods and Assumptions

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

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

A summary of the actuarial assumptions follows:

	State OGB Plan	LSU System Health Plan
Actuarial valuation date	July 1, 2021	February 2022
Actuarial cost method	Entry Age Normal, based on a level percentage of pay. Service Costs are attributed through all assumed ages of exit from active service. For current DROP participants, assumed exit from active service is the date at which DROP ends.	Entry Age Normal, based on a level percentage of projected salary.
Estimated remaining service lives	4.5	6.8
Inflation rate (consumer price index)	2.4%	3.0%
Salary increase rate	Consistent with pension plans disclosed in note 8	Consistent with pension plans disclosed in note 8
Discount rate[1]	2.18%	3.54%
Mortality rates - non-disabled	Consistent with pension plans disclosed in note 8	Pub-2010 headcount weighted with generational scale MP-2021, applied specifically for teachers, general and safety personnel.
Mortality rates - disabled	Consistent with pension plans disclosed in note 8	Pub-2010 headcount weighted disabled mortality rates with generational scale MP-2021, applied specifically for teachers, general and safety personnel.
Termination and Retirement Tables	Consistent with pension plans disclosed in note 8	Consistent with pension plans disclosed in note 8

[1]The discount rate for the OGB Plan is based on the June 30, 2021, Standard & Poors 20-year municipal bond index rate. The LSU Health Plan discount rate is based on the Bond Buyer 20-Bond GO Index.

Participation Rates

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

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

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

Changes in Assumptions

Changes of assumptions and other inputs for OGB follow:

- A change in the discount rate from 2.66% as of July 1, 2020, to 2.18% as of July 1, 2021.
- The OGB valuation relies upon the pension plans covering the same participants for the retirement, termination, disability, and salary scale assumptions. Baseline per capita costs were adjusted to reflect 2021 claims and enrollment.
- Plan claims and premiums increased less than had been expected, and the estimate of future savings from Employer Group Waiver Plans that manage Medicare benefits was increased based on recent experience.
- Medical plan election percentages were updated based on the coverage elections of recent retirees.
- The healthcare cost trend rate assumption was revised based on updated National Health Care Trend Survey information.
- An adjustment was made to employers' actual benefit payments for the year ending June 30, 2021 for excluded agencies

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

- A change in the discount rate from 2.16% as of June 30, 2021, to 3.54% as of June 30, 2022.
- Trend rates were reset based on current Healthcare Analytics, as disclosed in the table below
- The salary increase rates were updated to match the pension plan valuations
- Participation rates were updated based on 5 years of historical update information, and broken out by members years of service to properly allocate subsidies based on subsidy eligibility.
- The mortality projection scale was updated from MP-2019 to MP-2021

Health Care Cost Trend Rates

OGB's healthcare cost trend rates were developed using the National Health Care Trend Survey, and the ultimate trend was developed using a building block approach

that considers Consumer Price Index, Gross Domestic Product, and technology growth. The OGB healthcare cost trend rates follow:

Year	Medical and Drug Pre-65	Medical and Drug Post-65
2021-2022	7.00%	5.50%
2022-2023	7.00%	5.50%
2023-2024	6.75%	5.40%
2024-2025	6.50%	5.30%
2025-2026	6.25%	5.20%
2026-2027	6.00%	5.10%
2027-2028	5.75%	5.00%
2028-2029	5.50%	4.90%
2029-2030	5.25%	4.80%
2030-2031	5.00%	4.70%
2031-2032	4.75%	4.60%
2032+	4.50%	4.50%

The LSU Health Plan's healthcare cost trend rates follow (rates are applied on a select and ultimate basis with the select trend reduced 0.25% each year until reaching the ultimate trend):

Benefit	Select	Ultimate
Pre-65 Medical and Drug	7.00%	4.00%
Post-Medicare	6.00%	4.00%
Stop Loss Fees	7.00%	4.00%
Administrative Fees	4.00%	4.00%

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

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

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

	1.0% Decrease	Current Rate	1.0% Increase
OGB Plan:			
Discount Rate	1.18%	2.18%	3.18%
Proportionate Share of Total	$1,244,933,182	$1,054,029,175	$903,948,879
LSU Health Plan:			
Discount Rate	2.54%	3.54%	4.54%
Proportionate Share of Total	$10,553,026	$8,638,387	$7,181,917

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

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

		1.0% Decrease	Current Rate	1.0% Increase
	Pre-65 Rates	6.00% decreasing to 3.5%	7.00% decreasing to 4.5%	8.00% decreasing to 5.5%
	Post-65 Rates	4.50% decreasing to 3.5%	5.50% decreasing to 4.5%	6.50% decreasing to 5.5%
OGB Plan:		$895,723,082	$1,054,029,175	$1,260,023,077
	Pre-65 Rates	6.0% decreasing to 3.0%	7.0% decreasing to 4.0%	8.0% decreasing to 5.0%
	Post-65 Rates	5.0% decreasing to 3.0%	6.0% decreasing to 4.0%	7.0% decreasing to 5.0%
LSU Health Plan:		$7,088,194	$8,638,387	$10,676,091

Per Capita Health Care Claim Costs

The OGB expected per capita costs for the self-insured plans administered by Blue Cross/Blue Shield were based on prescription drug claims for retired participants for the period January 1, 2020, through December 31, 2021, and medical claims for retired participants for the period January 1, 2019, through December 31, 2019, and from January 1, 2021 through December 31, 2021. The claims experience was trended to the valuation date. Per capita costs for the fully insured HMO and Medicare Advantage plans were based on calendar year 2022 premiums adjusted to the valuation date using the trend assumptions above. In addition, per capita costs were adjusted for expected age-related differences in morbidity applicable to retirees, except for costs for the Via Benefits HRA plan, which provides a flat monthly subsidy.

For the LSU Health Plan, the expected annual claim costs were developed using 24 months of historical claim experience through June 2022 for Option 1 (primarily for future retirees under 65 without Medicare coverage). An underwriting adjustment to account for the estimated impact of COVID-19 was made to account for the overall decrease in claims during 2020 for Option 1. For Option 3, per capita claim costs are developed by applying age adjustments to the current fully insured premiums. A blend of both active and retiree data was utilized and age adjusted.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended June 30, 2022, the System recognized OPEB expense totaling $31,577,986, comprised of $34,972,825 of expense for OGB and ($3,394,839) of a benefit for the LSU Health Plan. The System reported deferred outflows of resources and deferred inflows of resources related to OPEB as follows:

	Deferred Outflows			Deferred Inflows		
	OGB	LSU Health	Totals	OGB	LSU Health	Totals
Changes in employer's proportionate share of total OPEB liability	$18,482,313		$18,482,313	$15,725,543		$15,725,543
Difference between proportionate share of employer benefit payments and actual benefit payments	640,340		640,340	7,241,074		7,241,074
Differences between expected and actual experience	21,170,121	$1,186,805	22,356,926	611,846	$2,139,389	2,751,235
Changes in assumptions	77,439,759	1,959,949	79,399,708	47,119,328	4,108,383	51,227,711
Employer contributions subsequent to the measurement date	31,593,356		31,593,356			
Total	$149,325,889	$3,146,754	$152,472,643	$70,697,791	$6,247,772	$76,945,563

Deferred outflows of resources related to OPEB from the System's benefit payments subsequent to the measurement date will be recognized as a reduction of the total collective OPEB liability in the year ending June 30, 2023. Because the LSU Health Plan's measurement date was June 30, 2022, there are no deferred outflows for System benefit payments at June 30, 2022, for the LSU Health Plan. Other amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in OPEB expense as follows:

Fiscal year ending June 30,	OGB	LSU Health	Total
2023	($2,066,298)	($562,385)	($2,628,683)
2024	$14,814,540	($536,517)	$14,278,023
2025	$23,903,597	($530,782)	$23,372,815
2026	$10,382,903	($581,319)	$9,801,584
2027		($451,882)	($451,882)
2028		($438,133)	($438,133)

11. LEASE OBLIGATIONS

Lessee Leases

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

Variable payments are based on future performance or usage and are not included in the measurement of the lease liability. For FY22, the System made variable payments on its leases totaling $726,555 related to usage of leased copiers. For FY22, the system had no residual value guarantee payments, termination penalties or other expenses related to its leases.

As disclosed in Note 5, the University has a total of $10,105,547 (gross not considering accumulated amortization) right-to-use, or leased assets. The right-to-use assets are amortized using a straight-line basis over the shorter of the lease term or useful life of the underlying asset.

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

Fiscal Year Ending June 30,	Principal	Interest	Total
2023	$1,777,235	$95,563	$1,872,798
2024	1,803,819	77,960	1,881,779
2025	982,916	59,808	1,042,724
2026	882,082	41,709	923,791
2027	610,374	23,573	633,947
2028-2032	589,648	53,931	643,579
2033-2037	85,217	36,137	121,354
2038-2042	38,352	34,152	72,504
2043-2047	63,727	30,583	94,310
2048-2052	97,798	24,880	122,678
Thereafter	272,139	20,684	292,823
Total Lease Liability	$7,203,307	$498,980	$7,702,287

Lessor Leases

The System's lessor leasing arrangements consist primarily of leasing property for the purpose of constructing a medical school and establishing a college of medicine, leasing office space and property for providing an on-campus medical clinic and other purposes, and leasing building rooftops for cellular towers and solar panels. Income arising from leases as a lessor is included as a receivable and deferred inflow of resources at the commencement of the lease and revenue is recognized on a straight line basis over the lease term.

The following is a schedule of the System's lease related revenues for the year ended June 30, 2022:

Lease Revenue	$1,465,080
Interest Revenue	269,838
Other lease related revenues	NONE
Total FY22 Lease Revenues:	$1,734,918

Variable revenues are based on future performance or usage and are not included in the measurement of the lease receivable or deferred inflows. The following is a

schedule of the System's other lease related revenues for the year ended June 30, 2022:

Variable Revenues	$464,498
Residual Value Guarantees	NONE
Termination Penalties	NONE
Other	NONE
Total FY22 Variable and Other Revenues	$464,498

12. LONG-TERM LIABILITIES

Following are summaries of bond and other long-term debt transactions of the System for the year ended June 30, 2022:

University of Louisiana System

	Beginning Balance	Adjustments	Restated Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within One Year
Bonds and Notes Payable:							
Notes payable	$5,205,205		$5,205,205	$332,864	($1,547,346)	$3,990,723	$797,351
Publicly offered	537,088,831		537,088,831	82,364,583	(99,374,927)	520,078,487	16,998,023
Direct borrowing/placements	145,637,000		145,637,000	9,774,443	(11,432,599)	143,978,844	8,928,719
Total bonds payable	682,725,831		682,725,831	92,139,026	(110,807,526)	664,057,331	25,926,742
Total bonds and notes payat	687,931,036		687,931,036	92,471,890	(112,354,872)	668,048,054	26,724,093
Other liabilities:*							
Accrued compensated absences payable	53,856,807		53,856,807	$10,339,386	(10,845,267)	53,350,926	5,269,420
Lease obligations	4,635,122	$4,624,218	9,259,340	1,284,857	(3,340,890)	7,203,307	1,777,235
Total other liabilities	58,491,929	4,624,218	63,116,147	11,624,243	(14,186,157)	60,554,233	7,046,655
Total	$746,422,965	$4,624,218	$751,047,183	$104,096,133	($126,541,029)	$728,602,287	$33,770,748

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

University of Louisiana at Lafayette Foundation

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within One Year
Notes payable	$530,584	NONE	($244,530)	$286,054	$26,027

Details of all debt outstanding at June 30, 2022, are as follows:

Bonds Payable - Publicly Offered

Issue	Date of Issue	Original Issue	Beginning Principal Outstanding	Issued (Redeemed)	Ending Principal Outstanding	Maturities	Interest Rates	Interest Outstanding at Fiscal Year End
Louisiana Tech University								
Innovative Student Facilities, Inc. (blended component unit):								
Louisiana Local Government Environmental								
Facilities and Community Development Authority:								
Student Housing and Related								
Refunding Bonds - Series 2013	June 6, 2013	$ 19,065,000	$ 13,415,000	($875,000)	$ 12,540,000	2034	3.00 - 5.00%	$ 3,142,845
Student Housing and Related Facilities								
Refunding Bonds - Series 2015	December 29, 2015	43,020,000	36,840,000	(1425,000)	35,415,000	2038	3.00 - 5.00%	15,116,400
Student Housing - Series 2016 A	August 16, 2016	36,695,000	34,890,000	(585,000)	34,305,000	2047	2.25 - 4.00%	20,101,225
Student Housing - Series 2020	May 28, 2020	49,145,000	49,145,000		49,145,000	2051	3.00 - 5.00%	33,789,906
McNeese State University								
Cowboy Facilities, Inc. (blended component unit):								
Calcasieu Parish Trust Authority:								
University Student Lease Revenue								
Bonds - Series 2011	December 7, 2011	18,655,000	12,175,000	(12,175,000)				
Louisiana Local Government Environmental								
Facilities and Community Development Authority								
University Student Parking Bonds - Series 2011	December 28, 2011	13,850,000	11,395,000	(11,395,000)				
Student Parking - Series 2021Refunding Bonds	December 16, 2021	11,020,000		10,640,000	10,640,000	2042	3.0 - 4.0%	3,904,400
Student Housing - Series 2022 Refunding Bonds	February 9, 2022	11,250,000		10,435,000	10,435,000	2033	3.0 - 4.0%	2,672,200
Nicholls State University								
NSU Facilities Corporation (blended component unit):								
Louisiana Local Government Environmental								
Facilities and Community Development Authority:								
Student Self-Assessed Fees - Series 2021	March 11, 2021	8,415,000	8,415,000	(240,000)	8,175,000	2041	4.00%	3,698,700
Southeastern Louisiana University								
University Facilities, Inc. (blended component unit):								
Intermodal Parking - Series 2007 A and B	March 14, 2007	8,035,000	3,295,000	(245,000)	3,050,000	2037	4.00 - 4.375%	777,464
Student Housing - Series 2013 Refunding Bonds	November 13, 2013	40,910,000	19,865,000	(3,585,000)	16,280,000	2027	4.00 - 5.25%	1,450,656
Housing Project - Series 2017 Revenue Bonds	June 6, 2017	35,465,000	35,465,000		35,465,000	2048	5.00%	21,894,625
Student Housing - Series 2019 Refunding Bonds	February 7, 2019	11,960,000	11,960,000		11,960,000	2035	4.00 - 5.00%	4,718,875
LCDA Revenue Refunding Bonds Series 2020	November 24, 2020	20,535,000	20,535,000	(710,000)	19,825,000	2041	2.00-4.00%	8,448,750
University of Louisiana at Lafayette								
Ragin' Cajun Facilities, Inc. (blended component unit):								
Lafayette Public Trust Financing Authority:								
Student Union and University Facilities								
Project - Series 2010	November 15, 2010	22,200,000	17,580,000	(17,580,000)				
Housing and Parking Project								
Refunding Bonds Series 2012	October 30, 2012	14,740,000	10,910,000	(715,000)	10,195,000	2033	3.00 - 5.00%	2,305,442
Louisiana Local Government Environmental								
Facilities and Community Development Authority -								
Lewis Street Parking Garage Project, Series 2013	November 21, 2013	25,205,000	22,055,000	(22,055,000)				
Athletic Facilities Project Series 2013	November 26, 2013	23,605,000	20,650,000	(20,650,000)				
Ragin' Cajun Facilities, Inc. -								
Cajundome Project, Series 2015	August 18, 2015	18,500,000	18,500,000		18,500,000	2045	3.50 - 4.125%	11,885,111
Revenue Refunding Bonds - Student								
Housing and Parking Project - Series 2017	April 19, 2017	95,945,000	93,945,000	(2,780,000)	91,165,000	2042	3.00 - 5.00%	46,743,325
Housing and Parking Project - Series 2018	May 23, 2018	47,410,000	47,410,000		47,410,000	2049	5.00%	55,587,875
Student Union and University Facilities Project								
Series 2021Refunding 2010	September 23, 2021	14,550,000		14,550,000	14,550,000	2041	3.0 - 4.0%	6,065,175
Lewis Street Parking Garage Project								
Series 2021Refunding 2013	September 23, 2021	18,550,000		18,550,000	18,550,000	2044	3.0 - 4.0%	9,130,104
Athletic Facilities Project								
Series 2021Refunding 2013	September 23, 2021	17,380,000		17,380,000	17,380,000	2044	3.0 - 4.0%	8,550,329
University of New Orleans								
UNO Research and Technology Foundation:*								
Louisiana Public Facilities Authority								
Revenue Refunding Bonds Series 2014	August 28,2014	36,000,000	31,105,000	(1220,000)	29,885,000	2036	3.00% - 5.00%	11,080,250
Total		662,105,000	519,550,000	(24,680,000)	494,870,000			
Discounts			(779,323)	384,927	(394,396)			
Premiums			29,784,435	7,547,542	37,331,977			
Deferred loss on refunding			(61,052)	(514,233)	(575,285)			
Bond issuance costs			(11,405,229)	251,420	(11,153,809)			
Total		$662,105,000	$537,088,831	($17,010,344)	$520,078,487			$271,063,657

*For the year ended December 31, 2021

Bonds Payable – Direct Borrowings/Placements

Issue	Date of Issue	Original Issue	Beginning Principal Outstanding	Issued (Redeemed)	Ending Principal Outstanding	Maturities	Interest Rates	Interest Outstanding at Fiscal Year End
Grambling State University								
Future and Advance Project Funding Bonds:								
Series 2016-5 (see footnote 1below)	November 30, 2016	$8,000,000	$980,067	($980,067)				
Louisiana Tech University								
Revenue Refunding Bonds - Series 2012	October 24, 2012	3,975,000	440,000	(440,000)				
Innovative Student Facilities, Inc. (blended component unit):								
Louisiana Local Government Environmental								
Facilities and Community Development Authority:								
University Athletic and Related Facilities								
Series 2014	April 10, 2014	9,000,000	7,375,000	(275,000)	$7,100,000	2039	4.48%	$3,194,464
Student Housing Bonds - Series 2016 B	June 7, 2016	4,000,000	4,000,000		4,000,000	2047	4.50%	3,444,300
McNeese State University								
Field House - Series 2009	August 6, 2009	6,000,000	3,270,000	(310,000)	2,960,000	2030	3.93%	489,089
Nicholls State University								
NSU Facilities Corporation (blended component unit):								
Louisiana Local Government Environmental								
Facilities and Community Development Authority:								
Student Revenue Housing - Series 2007 B	August 23, 2007	32,380,000	32,380,000	0	32,380,000	2039	4.49%	15,490,845
Streets and Parking Revenue Bonds -								
Series 2016 A	February 16, 2016	1,975,000	885,000	(215,000)	670,000	2025	2.30%	30,935
Cafeteria and Student Union Revenue Bonds -								
Series 2016 B	February 16, 2016	4,000,000	2,665,000	(255,000)	2,410,000	2030	3.71%	419,044
Student Housing Revenue Refunding Bonds -								
Series 2017	December 1, 2017	10,605,000	4,835,000	(1,565,000)	3,270,000	2024	2.86%	140,998
Northwestern State University								
Wellness, Recreation, and Activity								
Center Bonds - Series 2011	October 25, 2011	4,500,000	1,240,000	(400,000)	840,000	2024	3.8%	48,260
University of Louisiana at Lafayette								
Ragin' Cajun Facilities, Inc. (blended component unit):								
Louisiana Local Government Environmental								
Facilities and Community Development Authority -								
Baseball Stadium Project - Series 2017	September 27, 2017	10,145,000	8,650,000	(535,000)	8,115,000	2034	3.50%	1,750,656
Cajundome Refunding Lease, Revenue Bonds								
Series 2016	August 2, 2016	11,005,000	7,980,000	(810,000)	7,170,000	2030	2.47%	661,466
Cajundome Project, Series 2019	July 10, 2019	2,600,000	2,445,000	(160,000)	2,285,000	2034	2.91%	401,022
University of Louisiana at Monroe								
ULM Facilities, Inc. (blended component unit):								
Louisiana Local Government Environmental								
Facilities and Community Development Authority:								
Student Housing, Infirmary, and Student Center:								
Revenue Bonds Series 2004 A & A-T	June 30, 2004	35,210,000	24,735,000	(1,095,000)	23,640,000	2035	1.57%	2,912,323
Revenue Bonds Series 2004 C & C-T	December 8, 2004	33,680,000	23,570,000	(1,000,000)	22,570,000	2036	1.65%	2,780,504
Revenue and Refunding Bonds - Series 2014								
Stadium and Scoreboard	June 30, 2014	1,845,000	615,000	(200,000)	415,000	2024	2.92%	13,965
Revenue Refunding Bonds, Student Center -								
Series 2014	July 9, 2014	1,645,000	885,000	(135,000)	750,000	2027	3.14%	61,358
Revenue Bonds, Student Center - Series 2016	March 8, 2016	6,000,000	4,900,000	(250,000)	4,650,000	2036	2.62%	985,775
Revenue Bonds - Series 2017	June 14, 2017	4,000,000	2,530,000	(395,000)	2,135,000	2027	2.75%	179,300
Revenue Bonds - Series 2018	August 1, 2018	2,000,000	1,390,000	(210,000)	1,180,000	2027	3.56%	128,872
Revenue Bonds - Series 2020	December 1, 2020	5,500,000	550,000	4,340,000	4,890,000	2035	3.07%	1,115,484
University of New Orleans								
Revenue Bonds - Series 2012	August 22, 2012	9,700,000	4,950,000	(650,000)	4,300,000	2028	2.99%	396,773
Revenue Bonds Series 2015	February 27, 2015	2,990,000	2,940,000	(15,000)	2,925,000	2031	3.47%	749,605
Revenue Bonds Series 2015 B	May 29, 2015	3,580,000	1,767,000	(334,000)	1,433,000	2026	2.90%	105,388
Revenue Bonds Series 2020	December 18, 2020	7,830,000	2,830,000	4,180,000	7,010,000	2031	2.55%	803,283
Total		222,165,000	148,807,067	(1,709,067)	147,098,000			
Bond issuance costs and insurance costs			(3,170,067)	50,911	(3,119,156)			
Total		$222,165,000	$145,637,000	($1,658,156)	$143,978,844			$36,303,709

[1]On November 30, 2016, Grambling State University entered into an agreement with Rice Financial Products Company whereby the University obtained funding through the Rice Capital Access Program. In accordance with this agreement, the University was granted a line of credit totaling $8,000,000 (Series 2016-5 bonds) to provide funding for the construction of its new natatorium. As of June 30, 2022, the University had drawn $8,000,000 from the line of credit, which is reported as bonds payable in the direct borrowings/placements above. The remaining available balance totals $0. Additionally, the bonds have been fully paid off and there are no remaining principal or interest requirements as of June 30, 2022.

On December 18, 2020, the System issued revenue draw down bonds (Series 2020) in a principal amount not to exceed $7,830,000 on behalf of the University of New Orleans to finance the purchase and implementation of an Enterprise Resource Planning system for the University of New Orleans. As of June 30, 2022, the University of New Orleans had drawn $7,830,000 in bond proceeds, which is reported as bonds payable. The remaining balance available is $0. Interest payments began June 1, 2021 and principal payments began December 1, 2021. The bonds mature in fiscal year 2031.

On December 1, 2020, the Louisiana Local Government Environmental Facilities and Community Development Authority (the Authority) issued the Series 2020 Revenue Bonds to the University of Louisiana Monroe Facilities, Inc. (a blended component unit of the University of Louisiana at Monroe) to provide funding for the Student Hub Project. In accordance with the agreement, the Series 2020 Bonds are draw down bonds and the total loaned amount is not to exceed $5,500,000. As of June 30, 2022, ULM Facilities, Inc. had drawn $5,500,000 from the available line of credit, which is reported as bonds payable in the direct borrowings/placements above. The remaining available balance totals $0. Principal and interest payments began on June 1, 2021 and the bonds mature in fiscal year 2035.

On December 16, 2021, the Louisiana Local Government Environmental Facilities and Community Development Authority issued $11,020,000 of nontaxable University Student Parking Revenue Refunding Bonds Series 2021 to the Cowboy Facilities, Inc. (a blended component unit of McNeese State University). The purpose of this issue was to provide monies to refund the University Student Parking Lease Series 2011 bond, fund a deposit to a debt service fund, and pay the costs of issuance of the Series 2021 Bonds. Additional information on the refunding series can be found in Note 13.

In February 9, 2022, the Louisiana Local Government Environmental Facilities and Community Development Authority issued $11,250,000 of nontaxable University Student Housing Revenue Refunding Bonds Series 2022 to the Cowboy Facilities, Inc. (a blended component unit of McNeese State University). The purpose of this issue was to provide monies to refund the University Student Housing Lease Series 2011 bond. Additional information on the refunding series can be found in Note 13.

On September 23, 2021, the Louisiana Local Government Environmental Facilities and Community Development Authority issued $14,550,000 of revenue refunding bonds to the Ragin' Cajun Facilities, Inc. (a blended component unit of the University of Louisiana at Lafayette). The purpose of this issue was to refund the Series 2010 Student Union Revenue Bonds. Additional information on the refunding series can be found in Note 13.

On September 23, 2021, the Louisiana Local Government Environmental Facilities and Community Development Authority issued $18,550,000 of revenue refunding bonds to the Ragin' Cajun Facilities, Inc. (a blended component unit of the University of Louisiana at Lafayette). The purpose of this issue was to refund the Series 2013

Lewis Street Parking Revenue Bonds. Additional information on the refunding series can be found in Note 13.

On September 23, 2021, the Louisiana Local Government Environmental Facilities and Community Development Authority issued $17,380,000 of revenue refunding bonds to the Ragin' Cajun Facilities, Inc. (a blended component unit of the University of Louisiana at Lafayette). The purpose of this issue was to refund the Series 2013 Athletic Facilities Revenue Bonds. Additional information on the refunding series can be found in Note 13.

The annual requirements to amortize all System bonds outstanding at June 30, 2022, follow:

	Publicly Offered		Direct Placements/Borrowings	
	Principal	Interest	Principal	Interest
2023	$16,550,000	$21,222,659	$9,003,000	$4,416,547
2024	17,265,000	20,527,393	11,315,500	4,076,447
2025	18,050,000	19,770,730	10,890,083	3,772,600
2026	18,935,000	18,957,557	10,936,500	3,538,559
2027	19,560,000	18,115,907	10,917,500	3,213,167
2028-2032	112,470,000	76,214,187	50,414,584	11,320,548
2033-2037	106,660,000	51,432,331	34,312,500	4,739,975
2038-2042	88,125,000	30,182,972	7,488,333	1,013,240
2043-2047	69,870,000	13,231,702	1,820,000	212,626
2048-2052	27,385,000	1,408,219		
Sub-total	494,870,000	271,063,657	147,098,000	36,303,709
Unamortized Discount/ Premium/Issuance Costs	25,208,487		(3,119,156)	
Total	$520,078,487	$271,063,657	$143,978,844	$36,303,709

Following is a summary of the debt service reserve requirements of the various bond issues outstanding at June 30, 2022:

Bond Issue	Reserves Available	Reserve Requirement	Excess/ (Deficiency)
Publicly Offered:			
Louisiana Tech University			
Innovative Student Facilities, Inc., Revenue Bonds 2013	$684,484	$684,484	NONE
McNeese State University			
Cowboy Facilities, Inc.			
Student Parking - Series 2021 Refunding Bonds	730,415	730,150	$265
Student Housing - Series 2022 Refunding Bonds	1,125,360	1,125,000	360
Nicholls State University			
NSU Facilities, Inc.			
Revenue Bonds 2021	598,694	598,500	194
Southeastern Louisiana University			
University Facilities, Inc.			
Revenue Bonds 2007	402,628	386,138	16,490
Revenue Bonds 2013	2,137,544	2,045,500	92,044
Total publicly offered	5,679,125	5,569,772	109,353
Direct Placements/Borrowings:			
McNeese State University			
McNeese State University Field House Project, Series 2009	442,884	434,563	8,321
Nicholls State University			
NSU Facilities, Inc.			
Revenue Bonds, Series 2017	3,282,372	3,275,945	6,427
University of New Orleans			
Series 2020 Revenue Bonds	785,336	783,000	2,336
Total direct placements/borrowings	4,510,592	4,493,508	17,084
Total reserves	$10,189,717	$10,063,280	$126,437

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

Bond Issue	Guaranteed Payment Not to Exceed
Publicly Offered Bonds:	
Louisiana Tech University	
Innovative Student Facilities, Inc.:	
Revenue Refunding Bonds - Series 2015	$3,308,150
Revenue Bonds - Series 2016 A	$2,583,015
Revenue Bonds - Series 2020	$2,862,513
Southeastern Louisiana University	
University Facilities, Inc.	
Housing Project - Series 2017 Revenue Bonds	$4,532,875
Student Housing - Series 2019 Refunding Bonds	$2,254,200
Revenue Refunding Bonds- Series 2020	$1,484,100
University of Louisiana at Lafayette	
Ragin' Cajun Facilites, Inc.:	
Refunding Bonds - Series 2012	$1,171,344
Cajundome Project - Series 2015	$1,527,385
Housing and Parking Project Refunding Bonds - Series 2017	$7,121,575
Housing Project Bonds - Series 2018	$4,642,070
Student Union/University Series - 2021 Refunding 2010	$1,096,500
Lewis Street Parking Garage Project Series - 2021 Ref 2013	$1,272,300
Athletic Facilities Project - Series 2021 Refunding 2013	$1,190,600
University of New Orleans (UNO)	
UNO Research and Technology Foundation:	
Revenue Refunding Bonds - Series 2014	$3,037,050
Direct Placement Bonds:	
University of Louisiana at Lafayette	
Ragin' Cajun Facilites, Inc.:	
Cajundome Refunding Lease Revenue Bonds - Series 2016	$1,020,325
University of New Orleans (UNO)	
Revenue Bonds Series 2012	$784,236
Revenue Bonds Series 2015	$997,003
Revenue Bonds Series 2015 B	$384,846

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

Notes Payable - University of Louisiana System

	Date of Issue	Original Issue	Beginning Principal Outstanding	Issued (Redeemed)	Ending Principal Outstanding	Maturities	Interest Rates	Interest Outstanding at Fiscal Year End
Grambling State University								
U.S. Department of Education	May 1, 1993	$3,500,000	$425,066	($425,066)				
Louisiana Tech University								
LA Dept of Revenue Flex Fund 2020A	April 23, 2020	1,200,755	773,794	136,581	$910,375	2030	2.00%	$78,867
LA Dept of Revenue Flex Fund 2020B	April 24, 2020	529,840	439,517	($50,640)	388,877	2030	2.00%	32,724
University of Louisiana at Lafayette								
MidSouth Bank 1	September 18, 2015	1,300,000	624,789	(136,445)	488,344	2026	4.45%	37,698
University of New Orleans								
UNO Research and Technology Foundation:*								
LPFA	October 19, 1999	1,500,000	518,679	(138,798)	379,881	2025	0%	
Whitney Bank	April 19, 2001	7,350,000	2,158,178	(333,898)	1,824,280	2027	4.10%	192,616
SBA PPP Loan	April 16, 2020	266,913	266,913	(266,913)				
Total		15,647,508	5,206,936	(1,215,179)	3,991,757			
Note issuance costs			(1,731)	697	(1,034)			
Total		$15,647,508	$5,205,205	($1,214,482)	$3,990,723			$341,905

*Fiscal year ended December 31, 2021

The University of Louisiana at Lafayette Foundation, Inc. had the following outstanding note payable at June 30, 2022:

Note	Date of Issue	Original Issue	Beginning Principal Outstanding	Issued (Redeemed)	Ending Principal Outstanding	Maturities	Interest Rates	Interest Outstanding at Fiscal Year End
University of Louisiana at Lafayette Foundation, Inc.								
U.S. Department of Education	June 9, 2011	$500,000	$310,829	($24,775)	$286,054	2031	4.75%	$67,080
CARES Act Paycheck Protection Program Loan	March 24, 2021	199,900	219,755	(219,755)	0			
Total		$699,900	$530,584	($244,530)	$286,054			$67,080

The annual requirements to amortize all System notes outstanding at June 30, 2022, follow:

	Principal	Interest
2023	$797,351	$114,348
2024	820,641	89,702
2025	808,383	64,151
2026	608,612	39,232
2027	517,218	18,834
2028-2032	439,552	15,638
Sub-total	3,991,757	341,905
Unamortized Discount/ Premium/Issuance Costs	(1,034)	
Total	$3,990,723	$341,905

The annual requirements to amortize notes outstanding for the University of Louisiana at Lafayette Foundation, Inc. at June 30, 2022 follow:

	Principal	Interest
2023	$26,027	$13,207
2024	27,276	11,958
2025	28,651	10,582
2026	30,062	9,172
2027	31,542	7,691
2028-2032	142,496	14,470
Total	$286,054	$67,080

13. REFUNDING OF BONDS

For the year ended June 30, 2022, the System had the following:

McNeese State University

In December 2021, the Louisiana Local Government Environmental Facilities and Community Development Authority issued $11,020,000 of nontaxable University Student Parking Revenue Refunding Bonds Series 2021. The purpose of this issue was to provide monies to refund the University Student Parking Lease Series 2011 bond, fund a deposit to a debt service fund, and pay the costs of issuance of the Series 2021 Bonds. In order to refund the bond, a portion of the proceeds of the new issue $1,394,124, were deposited in the Debt Service and Maintenance Reserve Funds. The refunding resulted in reducing the total debt service payments by almost $3,139,316 and gave Cowboy Facilities, Inc. an economic gain of $2,395,323.

In February 2022, the Louisiana Local Government Environmental Facilities and Community Development Authority issued $11,250,000 of nontaxable University Student Housing Revenue Refunding Bonds Series 2022. The purpose of this issue was to provide monies to refund the University Student Housing Lease Series 2011 bond. The remaining proceeds of the Series 2022 Bonds were used to fund a Debt Service Reserve Fund in the amount of $1,125,000 and pay the costs of issuance. The refunding resulted in reducing the total debt service payments by almost $1,898,724 and gave Cowboy Facilities, Inc. an economic gain of $1,476,673.

University of Louisiana at Lafayette

Series 2021 Student Union/University Refunding Bonds

In September 2021, $17,580,000 of outstanding Series 2010 Student Union Revenue Bonds were refunded with the Series 2021 Student Union Refunding Revenue Bonds in the amount of $14,550,000 and were issued at a premium of $2,501,768. The refunding bonds carry rates of 3% and 4% with an average rate at issuance of 3.99%. Bond costs of $422,560 were incurred in connection of the issuance of the refunding

bonds. Unamortized bond discounts and costs of $577,140 on the Series 2010 bonds were written off as of the refunding date and included in the loss on refunding in the 2022 statement of activities. The final maturity on the refunding bonds is October 1, 2040 and remain the same as the original issue.

Series 2021 Athletics Facilities Refunding Bonds

In September 2021, the outstanding $20,650,000 of Series 2013 Athletics Complex Revenue Bonds were refunded with the Series 2021 Athletics Complex Refunding Revenue Bonds in the amount of $17,380,000 and were issued at a premium of $2,813,435. The refunding bonds carry rates of 3% and 4% with an average rate at issuance of 3.99%. Bond costs of $541,438 were incurred in connection of the issuance of the refunding bonds. Unamortized bond discounts and costs of $460,514 on the Series 2013 bonds were written off as of the refunding date and included in the loss on refunding in the 2022 statement of activities. The final maturities on the refunding bonds are October 1, 2043, which remain the same as the original issue.

Series 2021 Parking Garage Refunding Bonds

In September 2021, the outstanding $22,055,000 of Series 2013 Parking Revenue Bonds for the East Lewis Street Parking Garage were refunded with the Series 2021 Parking Refunding Revenue Bonds in the amount of $18,550,000 and were issued at a premium of $3,003,334. The refunding bonds carry rates of 3% and 4% with an average rate at issuance of 3.99%. Bond costs of $568,131 were incurred in connection of the issuance of the refunding bonds. Unamortized bond discounts and costs of $507,649 on the Series 2013 bonds were written off as of the refunding date and included in the loss on refunding in the 2022 statement of activities. The final maturities on the refunding bonds is October 1, 2043, which are the same as the original issue.

The three bond series were refunded in the aggregate amount of $60,285,000, as notated above, with the issuance of refunding bonds in the aggregate amount of $50,480,000. The write off of unamortized bond costs and bond discounts on the bonds refunding resulted in a loss in refunding of $1,545,303. The net present value of savings for the three refunded issues in the current fiscal year is $14,529,935. The annual decrease in the resulting debt service payments from the issuance of the refunding bonds is an average reduction of approximately $904,000 in principal and interest payments per year through 2041, with an average annual decrease of approximately $619,000 in the three years thereafter. Maturities for the refunded bonds are identical to the original issues they replaced.

14. INTEREST RATE SWAP AGREEMENT

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

amendment of GASB Statement No. 53, and GASB Statement No. 93, *Replacement of Interbank Offered Rates*.

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

Objective of the Swap: In order to hedge interest rate exposure on the Bonds at the request of the Corporation, the Authority entered into an interest rate swap (the "Swap") with Morgan Keegan Financial Products, Inc. (the "Original Provider"). The Swap was originally effective as of August 15, 2007, and was subsequently amended on June 20, 2008, as more fully described in the Master Agreement, Schedule to the Master Agreement, Replacement Transaction Agreement and Confirmation dated August 15, 2007 and the Amended Confirmation dated June 20, 2008 (the "Original Swap Documents"). In connection with the remarketing of the Bonds, and pursuant to the terms of the Replacement Transaction Agreement, the Original Provider has assigned its rights under the Original Swap Documents to Duetsche Bank AG, New York Branch (the "Replacement Provider") and the Original Swap Documents were amended pursuant to an Amended and Restated Confirmation (the "Amended and Restated Confirmation" and, together with the Original Swap Documents, the "Swap Documents") between the Authority and the Replacement Provider.

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

Terms: Under the amended terms of the Swap since December 9, 2017, the Authority pays a fixed rate of 5.622%, and the Replacement Provider pays a variable rate equal to 70% of the one-month London Interbank Offered Rate (LIBOR) plus 1.50% beginning January 2, 2018, through June 1, 2039, all as more fully described in the Swap Documents

LIBOR Phase Out: As a result of widespread market manipulation by banks which provide quotes for determining the LIBOR index, LIBOR is being phased out and will not be quoted beyond June 30, 2023. In response, the Federal Reserve Board and the Federal Reserve Bank of New York created the Alternative Reference Rate Committee, which in 2017 announced that the Secured Overnight Financing Rate

(SOFR) had been chosen as the recommended but not mandatory primary replacement index for LIBOR. Both the Swap and the Bonds have variable interest rates based on LIBOR. As of June 30, 2022, the Authority has not yet determined the replacement index for the Swap with the Replacement Provider nor the replacement index for the Bonds with the Bondholder.

Fair Value: The fair value of the Swap as of June 30, 2022, which is not reported in the financial statements, was $5,766,000 in favor of the Replacement Provider. The fair value was provided by Sisung Securities Corporation.

Credit Risk: Credit risk is the risk that the counterparty will not fulfill its obligations. At June 30, 2022, the Authority is not exposed to credit risk because the Swap has a negative fair value. However, should interest rates change and the fair value of the Swap becomes positive, the Authority would be exposed to credit risk in the amount of the Swap's fair value.

Basis Risk: Basis risk is the risk that arises when variable interest rates on a Swap and the associated debt are based on different indexes. Under the Swap, the floating rate paid to the Authority by the Replacement Provider is based on the same floating rate index as the Bonds (70% of one-month LIBOR). Therefore, the Authority is not presently exposed to basis risk on the Swap. As part of the phase out of LIBOR, it is possible that the replacement index for the Bonds could be different than the replacement index for the Swap, which would result in basis risk for the Authority. As of June 30, 2022, the Corporation expects to seek to use the same replacement index for the Swap and the Bonds, thereby removing any basis risk, and to direct the Authority to enter into such documents necessary for the implementation thereof. However, the Corporation cannot provide any assurances as to the timing of implementing such replacement index for the Swap or the Bonds, nor the willingness of the Bondholder and the Replacement Provider to voluntarily agree to using the same index. During any time period, temporary or permanent, that the underlying index for the Swap is different than the underlying index for the Bonds, the Authority would be subject to basis risk.

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

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

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

15. REVENUE USED AS SECURITY FOR REVENUE BONDS

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

Louisiana Tech University

Refunding Revenue Bonds Series 2012

Revenue pledged for this bond is the University's utility charge revenue. The bonds were issued for the installation of a turbine generation system. The original principal on the bonds totaled $3,975,000, and the debt secured by the pledge is $0 as of June 30, 2022. The remaining principal and interest were paid in full on April 1, 2022. For the year ended June 30, 2022, the requirements for principal and interest were $440,000 and $9,020, respectively. The amount of pledged revenues recognized for fiscal year 2022 totaled $1,963,685.

McNeese State University

McNeese State University Field House Revenue Bonds Series 2009

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

The original principal on the bonds totaled $6,000,000, and the debt secured by the pledge is $2,960,000. The approximate remaining amount of the pledge is $3,449,089 at June 30, 2022, representing principal and interest totaling $2,960,000 and $489,089 respectively. The revenues are pledged for the period July 2009 through June 2030. For the year ended June 30, 2022, the requirements for principal

and interest were $310,000 and $122,420, respectively. Pledged revenues recognized for the period totaled $1,276,765.

Northwestern State University

Wellness, Recreation, and Activity Center Bonds, Series 2011

Specific pledged revenue for this bond is student self-assessed fees approved for the project by the students of the University in the amount of $75 per semester. The original principal on the bonds totaled $4,500,000, and the approximate remaining amount of the pledge is $888,260 at June 30, 2022, representing principal and interest totaling $840,000 and $48,260, respectively. The term of commitment was 25 years beginning in October 1999 and ending in April 2024. The general purpose for the debt secured by the pledge was the planning, acquisition, construction, and equipping of the university's Student Wellness, Recreation, and Activity Center. The dedicated revenues are pledged 100% annually up to the current amount due for principal and interest. For the year ended June 30, 2022, the requirements for principal and interest were $400,000 and $47,120, respectively. The amount of pledged revenues recognized for fiscal year 2022 totaled $1,233,043.

University of New Orleans

Revenue Bond Series 2012, Recreation and Wellness Center

Revenue pledged for these bonds includes per semester student charges and other fees imposed on users of the fitness center. The original principal on the bonds totaled $9,700,000, and the bonds were issued for refunding of Series 1998 bonds and the construction of the student fitness center. The debt secured by the pledge is $5,485,061. The approximate remaining amount of the pledge is $4,696,773 at June 30, 2022, representing principal and interest totaling $4,300,000 and $396,773, respectively. The term of commitment is August 2012 through October 2027. For the year ended June 30, 2022, the requirements for principal and interest were $650,000 and $138,288, respectively. The amount of pledged revenues recognized during the period totaled $1,091,402. These revenues are also pledged for the Series 2015 Recreation and Wellness Center bonds.

Revenue Bond Series 2015, Recreation and Wellness Center

Revenue pledged for these bonds includes per semester student charges and other fees imposed on users of the fitness center. The original principal on the bonds totaled $2,990,000, and the bonds were issued to refund the Series 1998 bonds, originally issued for the construction of the student fitness center. The debt secured by the pledge is $3,791,363. The approximate remaining amount of the pledge is $3,674,605 at June 30, 2022, representing principal and interest totaling $2,925,000 and $749,605, respectively. The term of commitment is February 2015 through October 2030. For the year ended June 30, 2022, the requirements for principal and interest were $15,000 and $101,758, respectively. The amount of pledged revenues

recognized for the fiscal year 2022 totaled $1,091,402. These revenues are also pledged for the Series 2012 Recreation and Wellness Center bonds

Revenue Bonds Series 2015, Auxiliaries

Revenue pledged for these bonds includes student housing, food and vending services, the student union, and other miscellaneous auxiliaries. The original principal on the bonds was $3,580,000, and the bonds were issued for refunding of the auxiliary portion of the Series 2004B bonds. The debt secured by the pledge is $1,923,629. The approximate remaining amount of the pledge is $1,538,388 at June 30, 2022, representing principal and interest totaling $1,433,000 and $105,388, respectively. The term of commitment is May 2015 through May 2026. For the year ended June 30, 2022, the requirements for principal and interest payments were $334,000 and $51,243, respectively. The amount of pledged revenues recognized for the fiscal year 2022 totaled $10,510,189.

Revenue Bonds Series 2020, ERP Software

Revenue pledged for these bonds includes Facilities Use Maintenance Fund, Building Use Fees, and Student Health Services Fees. The total principal drawn on the bonds was $7,830,000, and the bonds were issued for the acquisition of a cloud-based enterprise resource planning software; and providing for other matters in connection therewith. The debt secured by the pledge is $8,711,335. The approximate remaining amount of the pledge is $7,813,283 at June 30, 2022, representing principal and interest totaling $7,010,000 and $803,283, respectively. The term of commitment is December 2020 through December 2030. For the year ended June 30, 2022, the requirements for principal and interest payments were $820,000 and $78,051, respectively. The amount of pledged revenues recognized for the fiscal year 2022 totaled $2,475,953.

16. RESTATEMENT OF BEGINNING NET POSITION

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

Net Position at June 30, 2021		($73,600,451)
Capital Assets:		
Grambling State University	1,100,490	
Louisiana Tech University	2,280,027	
University of Louisiana at Lafayette	480,221	
University of Louisiana at Monroe	1,204,119	
Net Capital Asset Restatement		5,064,857
Lease Obligation:		
Grambling State University	(2,335,175)	
Louisiana Tech University	(502,233)	
University of Louisiana at Lafayette	(480,221)	
University of Louisiana at Monroe	(1,199,107)	
Net Lease Obligation Restatement		(4,516,736)
Other Liabilities:		
University of Louisiana at Monroe		(5,012)
Revenues:		
University of Louisiana at Monroe		(281,032)
Deferred Inflows Related to Leases:		
Louisiana Tech University	(47,867)	
McNeese State University	(1,701,169)	
Nicholls State University	(1,522,510)	
University of Louisiana at Lafayette	(5,120,560)	
University of Louisiana at Monroe	(9,380,160)	
University of New Orleans	(3,201,989)	
Net Deferred Inflows Restatement		(20,974,255)
Lease Receivable:		
Louisiana Tech University	47,867	
McNeese State University	1,701,169	
Nicholls State University	1,522,510	
University of Louisiana at Lafayette	5,120,560	
University of Louisiana at Monroe	9,380,160	
University of New Orleans	3,201,989	
Net Lease Receivable Restatement		20,974,255
Net position at June 30, 2021, restated		($73,338,374)

The restatements increased the System's beginning net position to ($73,338,374). The System made prior period adjustments due to the adoption of GASB Statement No. 87. Under this statement, a lessee is required to recognize a lease obligation and an intangible right-to-use asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. Had GASB Statement No. 87 been implemented during fiscal year 2021, and these changes totaling $262,077 had been included in the June 30, 2021, Statement of Revenues, Expenses, and Changes in Net Position, the previously reported change in net position totaling $248,796,942 would have totaled $249,059,019.

17. RESTRICTED NET POSITION

University of Louisiana System

The System's has restricted expendable net position at June 30, 2022, follows:

Account Title	Amount
Endowments	$90,084,211
Student Fees	91,984,292
Student Loan Fund	14,244,427
Auxiliary Enterprises	14,088,602
Grants and Contracts	19,160,778
Maintenance Reserves	14,212,432
Capital Construction/Plant Projects	22,923,578
Debt Service/Retirement of Indebtedness	3,974,950
Scholarships	6,176,841
Other	6,757,787
Gifts - Restricted by Donors	5,586,250
WRAC Fund	2,028,094
Total expendable	$291,222,242

Of the total restricted net position reported on Statement A for the year ended June 30, 2022, $56,033,866 was restricted by enabling legislation.

The System's restricted nonexpendable net position totaling $212,347,608 as of June 30, 2022, was comprised entirely of endowment funds.

Donor Restricted Endowments

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

At June 30, 2022, the System reported restricted-expendable net appreciation of endowments totaling $90,084,211, of which $81,340,667 may be spent for restricted purposes. The System limits endowment spending to the income earned in a given year for purposes specified by donors. The donated portion of the endowments is reported in restricted net position - nonexpendable in the Statement of Net Position; the endowment income is reported in restricted net position - expendable.

University of Louisiana at Lafayette Foundation, Inc.

The ULL Foundation reported its net assets as follows:

Without donor restrictions	$15,204,598
With donor restrictions	197,292,798
Total net assets	$212,497,396

18. CONDENSED FINANCIAL INFORMATION

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

Statement of Net Position

	Black and Gold Facilities, Inc.	Innovative Student Facilities, Inc.	Cowboy Facilities, Inc.	NSU Facilities Corporation
Assets:				
Current assets	$53,476	$13,944	$1,145,000	$527,229
Capital assets	334,029	149,195,415	24,986,546	36,371,520
Other assets		16,103,818	4,055,845	8,716,571
Total assets	$387,505	$165,313,177	$30,187,391	$45,615,320
Liabilities:				
Current liabilities		$6,810,153	$1,332,766	$2,611,396
Long-term liabilities		144,578,974	20,253,046	54,885,787
Total liabilities	NONE	$151,389,127	$21,585,812	$57,497,183
Net Position:				
Net investment in capital assets	$334,029	$8,263,781	$4,733,500	($6,118,185)
Restricted net position - expendable			3,868,079	4,842,126
Unrestricted net position	53,476	5,660,269		(10,605,804)
Total net position	$387,505	$13,924,050	$8,601,579	($11,881,863)

	University Facilities, Inc.	Ragin' Cajun Facilities, Inc.	University of Louisiana at Monroe Facilities, Inc.	University of New Orleans Research and Technology Foundation, Inc.*
Assets:				
Current assets	$25,517,056	$2,481	$15,694,915	$20,811,228
Capital assets	111,147,161	253,386,617	61,462,220	38,489,969
Other assets	2,901,267	10,161,642	4,883,080	28,709,662
Total assets	$139,565,484	$263,550,740	$82,040,215	$88,010,859
Liabilities:				
Current liabilities	$6,930,035	$10,123,948	$6,567,162	$3,944,430
Long-term liabilities	86,178,368	242,615,781	56,052,813	31,488,034
Total liabilities	$93,108,403	$252,739,729	$62,619,975	$35,432,464
Net Position:				
Net investment in capital assets	$23,370,460	$4,606,365	$6,230,359	$36,285,808
Restricted net position - expendable	10,553,022	8,734,025		
Unrestricted net position	12,533,599	(2,529,379)	13,189,881	16,292,587
Total net position	$46,457,081	$10,811,011	$19,420,240	$52,578,395

*Fiscal year ended December 31, 2021

Statement of Revenues, Expenses, and Changes in Net Position

	Black and Gold Facilities, Inc.	Innovative Student Facilities, Inc.	Cowboy Facilities, Inc.	NSU Facilities Corporation
Operating revenues		$9,540,318	$4,733,549	$5,946,137
Operating expenses			(1,501,716)	(65,800)
Depreciation expense		(3,826,518)	(1,086,108)	(3,648,031)
Net operating income	NONE	5,713,800	2,145,725	2,232,306
Nonoperating revenues (expenses):				
Investment income		28,501	8,000	2,843
Interest expense		(5,724,919)	(1,097,359)	(2,440,547)
Other (net)	$29,002	(962,134)	7,117,157	4,902,000
Capital contributions/additions to permanent and term endowments		2,573,177		
Changes in net position	29,002	1,628,425	8,173,523	4,696,602
Net position beginning of the year	358,503	12,295,625	428,056	(16,578,465)
Net position end of the year	$387,505	$13,924,050	$8,601,579	($11,881,863)

	University Facilities, Inc.	Ragin' Cajun Facilities, Inc.	University of Louisiana at Monroe Facilities, Inc.	University of New Orleans Research and Technology Foundation, Inc.*
Operating revenues	$18,089,974	$13,610,393	$15,007,700	$10,141,871
Operating expenses	(10,424,282)	(522,943)	(1,836,711)	(6,155,626)
Depreciation expense	(4,146,110)	(13,189,885)	(3,040,124)	(2,541,615)
Net operating income	3,519,582	(102,435)	10,130,865	1,444,630
Nonoperating revenues (expenses):				
Investment income	20,339	5,460	4,987	(94,102)
Interest expense	(3,275,574)	(9,889,189)	(1,185,024)	(1,244,360)
Other (net)		1,044,237	(3,525,819)	(533,181)
Capital contributions/additions to permanent and term endowments		5,953,942		
Changes in net position	264,347	(2,987,985)	5,425,009	(427,013)
Net position beginning of the year	46,192,734	13,798,996	13,995,231	53,005,408
Net position end of the year	$46,457,081	$10,811,011	$19,420,240	$52,578,395

*Fiscal year ended December 31, 2021

Statement of Cash Flows

	Black and Gold Facilities, Inc.	Innovative Student Facilities, Inc.	Cowboy Facilities, Inc.	NSU Facilities Corporation
Net cash flows provided (used) by:				
Operating activities		$9,510,494	$3,262,853	$3,036,506
Noncapital financing	$29,002		7,160,217	
Capital and related financing		(28,996,371)	(11,480,108)	(2,275,000)
Investing activities		28,501	8,000	
Net increase (decrease) in cash	29,002	(19,457,376)	(1,049,038)	761,506
Cash, beginning of the year	24,474	35,461,354	6,249,883	7,955,065
Cash, end of the year	$53,476	$16,003,978	$5,200,845	$8,716,571

	University Facilities, Inc.	Ragin' Cajun Facilities, Inc.	University of Louisiana at Monroe Facilities, Inc.	University of New Orleans Research and Technology Foundation, Inc.*
Net cash flows provided (used) by:				
Operating activities	$8,426,688	$10,777,080	$13,399,115	$3,280,939
Noncapital financing				(656,496)
Capital and related financing	(8,819,267)	(10,130,100)	(9,058,556)	(1,986,367)
Investing activities	386,547		4,987	284,241
Net increase (decrease) in cash	(6,032)	646,980	4,345,546	922,317
Cash, beginning of the year	201,974	9,514,662	15,775,571	4,928,292
Cash, end of the year	$195,942	$10,161,642	$20,121,117	$5,850,609

*Fiscal year ended December 31, 2021

19. FUNCTIONAL VERSUS NATURAL CLASSIFICATION OF EXPENSES

Function	Employee Compensation	Benefits	Utilities	Supplies and Services	Scholarships and Fellowships	Depreciation	Totals
Instruction	$283,682,490	$62,620,310	$71,590	$39,266,383	$803,932		$386,444,705
Research	64,092,894	7,886,589	2,507,508	44,029,208	914,519		119,430,718
Public Service	24,834,501	5,579,065	100,496	8,965,044	10,804		39,489,910
Academic Support	50,401,520	11,858,642	288,559	26,810,748	111,050		89,470,519
Student Services	37,828,438	8,633,627	236,658	22,886,438	7,021,274		76,606,435
Institutional Support	76,255,176	17,770,006	805,567	52,322,606	2,089,594		149,242,949
Operations and Maintenance of Plant	23,422,797	6,708,587	31,936,391	49,426,288	9,505		111,503,568
Depreciation						$89,191,711	89,191,711
Scholarships and Fellowships	303,132	480,635		386,090	170,955,464		172,125,321
Auxiliary Enterprises	63,202,010	11,629,546	13,117,262	121,163,729	12,002,655		221,115,202
Other	633,532	(157,368)		911,851			1,388,015
Total operating expenses	$624,656,490	$133,009,639	$49,064,031	$366,168,385	$193,918,797	$89,191,711	$1,456,009,053

20. CONTINGENT LIABILITIES AND RISK MANAGEMENT

Losses arising from judgments, claims, and similar contingencies such as guaranty of mortgage loans on sorority and fraternity houses are considered State liabilities and are paid upon appropriation by the Legislature and not the System. The System only incurred claims and/or litigation cost totaling $6,450 in the current year on a claim that has been settled. Therefore, the System, through its respective universities' legal advisors, estimates that other potential claims not covered by insurance would not materially affect the financial statements. Other losses of the System arising from judgments, claims, and similar contingencies are paid through the state's self-insurance fund operated by the Office of Risk Management, the agency responsible for the state's risk management program, or by appropriation from the state's General Fund. The Office of Risk Management insures all of these lawsuits.

21. ON-BEHALF PAYMENTS FOR SALARIES AND FRINGE BENEFITS

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

The amount of on-behalf payments for salaries and fringe benefits included in the accompanying financial statements for the fiscal year ended June 30, 2022, was $5,999.996, which includes $3,631,124 for contributions to the TRSL pension plan from non-employer contributing entities.

22. FOUNDATIONS AND OTHER RELATED ENTITIES

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

Grambling University Athletic Foundation
Grambling University Foundation, Inc.
Louisiana Tech University Foundation
Louisiana Tech University Alumni Association
McNeese State University Foundation
McNeese State University Alumni Association
Nicholls State University Foundation
Nicholls Alumni Federation
Northwestern State University Foundation
Demons Unlimited Foundation

Lion Athletic Association
Southeastern Louisiana University Foundation
Southeastern Louisiana University Alumni Association, Inc.
The University of Louisiana at Lafayette Alumni Association
The University of Louisiana at Monroe Foundation
The University of Louisiana at Monroe Athletic Scholarship Foundation
The University of Louisiana at Monroe Alumni Association
University of New Orleans Foundation, Inc.
University of New Orleans Alumni Association
University of Louisiana System Foundation

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

23. DEFERRED COMPENSATION PLAN

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

24. COOPERATIVE ENDEAVOR AGREEMENTS

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

General

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

Obligations

The CEA provides that the University or its assignee will exclusively operate the facility during the term of the CEA. In exchange, the University may contribute up to $7,000,000 towards the construction of the facility on a cost-reimbursable basis. As of June 30, 2022, the University has reimbursed $541,298 to the City of Bossier City for the facility's construction.

Nicholls State University/Lafourche Parish Government

Nicholls State has entered into several cooperative endeavor agreements with the Lafourche Parish Government as follows:

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

In May of 2021, an agreement was signed by which the parish would budget $200,000 to assist the university with the cost of maintaining a bridge on the Nicholls Farm. This agreement will provide benefit to the residents of the parish by making areas of the farm accessible for the pursuit of cost saving coastal restoration opportunities.

In June of 2021, an agreement was signed with the Lafourche Parish Council, Office of Community Action whereby they will provide tuition assistance for qualified residents of the parish, up to $2,500, under a federal grant expiring September 30, 2022.

In August of 2021, an agreement was signed by which the parish would budget $200,000 to assist the university with the costs of maintaining the John L Guidry Stadium. This agreement will provide sporting events to area schools, and viewing opportunities to parish residents. Guidry Stadium is the home of Colonel football, the Manning Passing Academy, and numerous high school games, with an estimated $2,000,000 impact to the parish.

In 2017, Nicholls entered into an agreement with the Friends of Bayou Lafourche, a non-profit entity which raises awareness and revitalization of the bayou by means of education and informational outreach, as well as recreational and beautification opportunities along the bayou. The two parties collaborated to establish a program for 7.25 acres of land along Bayou Lafourche owned by the university. A plan was developed for the property with an emphasis on faculty, staff, student and public recreation. Improvements were completed in the current year and donated to the university.

Northwestern State University/Natchitoches Parish Regional Center

The University has entered into a cooperative endeavor agreement with Natchitoches Parish Regional Center to provide medical services to students participating in any program, game, practice or other scheduled event for the sum of $630,000 for the period of July 1, 2019, through June 30, 2022. The University's payments total $630,000 through June 30, 2022.

Northwestern State University/City of Natchitoches

The University has entered into a cooperative endeavor agreement with the City of Natchitoches providing for the sharing of one (1) percent sales tax in the Natchitoches Economic Development District C effective January 1, 2020. The City

agrees that it will transfer on a quarterly basis 40% of the fund generated by the sales tax. The University agrees that it will utilize the funds to attract and promote recreation and sporting events for its campus and the City of Natchitoches. The University's receipts total $341,138 through June 30, 2022.

Southeastern Louisiana University/Livingston Parish School Board

General

In October 2017, Southeastern Louisiana University (University) accepted from the Southeastern Educational Foundation, which is a subsidiary of the Southeastern Louisiana University Foundation (Foundation), its leasehold estate, authority, sublease and all other rights to the Livingston Parish Literacy and Technology Center (Livingston Center) pursuant to the terms of the Livingston Educational Public Benefit Agreement dated June 18, 2002. The construction and operation of the 39,000 square foot Livingston Center stems from a collaboration between the University and the Livingston Parish School Board (School Board) and was funded through a $4.5 million 1999 settlement grant to the Foundation from the United States District Court for the Western District of Louisiana. Since its completion, the facility has been utilized by the parties for education programming, including collegiate credit courses and non-credit courses and other programming provided by the University.

Obligations

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

University of Louisiana at Lafayette/CGI Federal, Inc.

General

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

Obligations

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

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

University of Louisiana at Lafayette/Louisiana Department of Economic Development

General

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

Obligations

Using the LED grant funds together with its own resources, the University will engage in activities reasonably aimed at achieving the project goals and objectives, including increasing enrollment and degree completion goals. Project costs will include additional faculty, faculty incentives and supplements, a facilitator/development position, lab facilities, equipment, scholarships, and other costs in furtherance of the project. Through June 30, 2022, project payments totaling $1,278,935 were paid.

University of Louisiana at Lafayette/Project Chimps

General

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

Obligations

To assist Project Chimps in providing lifetime care, the University agrees to make one-time payments to Project Chimps upon the transfer of each chimpanzee to the sanctuary. At the very most, the University's obligation to pay Project Chimps would be approximately $4.3 million. Using unrestricted endowment payments for the project, the University has made payments totaling $698,000 through June 30, 2022.

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

General

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

Obligations

Using the Lafayette City-Parish Consolidated Government funding together with revenue earned from museum operations, the University will engage in activities reasonably aimed at supporting its mission of actualizing its core value of intellectual curiosity, pursuing knowledge and appreciating its inherent value, and enhancing research opportunities for faculty and students. Costs to operate the museum will include personnel costs, ticketing software, utilities above $12,500 monthly allowance, equipment and building maintenance, trash pickup and website administration. Through June 30, 2022, project payments totaling $12,276 were paid.

University of Louisiana at Monroe/Provident Group-ULM Properties, LLC

General

On May 1, 2019, the University of Louisiana at Monroe (University), and Provident Group – ULM Properties, LLC (Provident) entered into a cooperative endeavor agreement (Agreement) under which Provident will provide a purpose-built student housing facility containing approximately 372 beds [including the buildings, furniture, fixtures, and equipment along with the associated site development and various related amenities and improvements (Project)] on its campus in Monroe, Louisiana. Provident will finance the project with the issuance of $26,285,000 Louisiana Local Government Environmental Facilities and Community Development Authority student housing revenue bonds.

The University is leasing the land on which the Project will be constructed pursuant to a Ground Lease Agreement. Any portion of the housing charges that may be collected by the University from residents of the Project shall, pending transfer to Provident or to the Trustee on behalf of Provident, be held by the University in trust for, and as agent of, Provident and shall not constitute property of the University.

Obligations

Provident will fund all costs associated with the student housing facility. No System, University, or other State funds will be used to fund the costs to construct and operate the housing facility. In addition, after all debt service payments have been made, and if the Project's annual financial statements, audit report, and supporting calculations result in a fixed charges coverage ratio of at least 1.20, the Trustee shall transfer all amounts remaining in a surplus fund (established in accordance with the Agreement) to the University as specified in a written invoice approved by the University and Provident.

University of New Orleans/Avondale Maritime Technology Center of excellence

General

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

Obligations

The Foundation has equipped the facility and leased such equipment to Avondale. Avondale agreed that it will use the facility for the design and construction of vessels pursuant to the Navy LPD-17 contract and other contracts. Furthermore, Avondale agrees that it will provide support to the UNO School of Naval Architecture and Marine

Engineering by providing a right-of-use of space to UNO constituting 21,000 square feet in the Facility subleased by Avondale from the Foundation.

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

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

At the expiration of the lease, the facilities and all furniture, fixtures, equipment, and furnishings permanently affixed to the facilities shall become the property of the University, which is recorded in property and equipment in the Statement of Financial Position, with a remaining net book value of $5,091,138 as of December 31, 2021.

25. SUBSEQUENT EVENTS

To upgrade its energy management infrastructure and make it more efficient, the University of New Orleans anticipates leasing a portion of its energy management facilities to the University of New Orleans Research & Technology Foundation, which will then sub-lease the facilities to Orleans Sustainable Energy Partners, LLC (OSEP), an affiliated special purpose entity of Louisiana Energy Partners, LLC (LAEP), a joint venture created by Bernhard, LLC and Johnson Controls, Inc. The leases are expected to have a term of 25 to 30 years. This public-private partnership will require OSEP to make considerable capital investments to improve the UNO energy producing facilities. OSEP will use the improved facilities to provide thermal services to UNO, and OSEP will charge UNO for the thermal services and for the capital investments. This transaction will require an opt-in, through an Adoption Agreement, into an existing cooperative endeavor agreement between the state of Louisiana and LAEP. The project will require the parties to enter into other agreements as well, including a Thermal Services Agreement, a Facility Optimization Service Agreement, and other ancillary agreements. The improvements are expected to generate sufficient energy savings to make the arrangement at least budget neutral to UNO. At its December 6, 2022 Board meeting, the University of Louisiana System Board of Supervisors approved the University of New Orleans' request to authorize the president of UNO to sign all the necessary agreements for the project.

UNIVERSITY OF LOUISIANA SYSTEM

FOR YOUR FUTURE. FOR OUR FUTURE.

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES

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

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

Schedule of System's Employer Contributions

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

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

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

Schedule 1

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Schedule of the System's Proportionate Share of the Net Pension Liability
Fiscal Year Ended June 30, 2022

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

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

This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

(Continued)

Schedule 1

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA
Schedule of the System's Proportionate Share of the Net Pension Liability
Fiscal Year Ended June 30, 2022

Notes to Required Supplementary Information

Changes of Benefit Terms and Assumptions for LASERS include:

2015

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

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

2017

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

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

2018

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

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

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

2019

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

2020

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

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

2021

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

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

2022

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

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

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

(Continued)

Schedule 1

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA
Schedule of the System's Proportionate Share of the Net Pension Liability
Fiscal Year Ended June 30, 2022

Notes to Required Supplementary Information

Changes of Benefit Terms and Assumptions for TRSL include:

2015

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

2016

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

2017

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

2018

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

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

2019

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

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

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

2020

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

2021

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

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

2022

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

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

(Concluded)

Schedule 2

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Schedule of System's Employer Contributions
Fiscal Year Ended June 30, 2022

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

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

This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

(Continued)

Schedule 2

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA
Schedule of the System's Employer Contributions
Fiscal Year Ended June 30, 2022

Notes to Required Supplementary Information

Changes of Benefit Terms and Assumptions for LASERS include:

2015

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

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

2017

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

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

2018

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

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

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

2019

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

2020

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

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

2021

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

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

2022

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

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

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

(Continued)

UNIVERSITY OF LOUISIANA SYSTEM **Schedule 2**
STATE OF LOUISIANA
Schedule of the System's Employer Contributions
Fiscal Year Ended June 30, 2022

Notes to Required Supplementary Information

Changes of Benefit Terms and Assumptions for TRSL include:

2015

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

2016

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

2017

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

2018

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

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

2019

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

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

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

2020

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

2021

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

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

2022

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

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

(Concluded)

Schedule 3

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Schedule of the System's Proportionate Share of the Total Collective OPEB Liability
Fiscal Year Ended June 30, 2022

Fiscal Year	System's Proportion of the Total Collective OPEB Liability	System's Proportionate Share of the Total Collective OPEB Liability	System's Covered-Employee Payroll	System's Proportionate Share of the Total Collective Liability as a Percentage of the Covered Payroll
Office of Group Benefits:				
2017	11.4227%	$1,036,402,180	$409,932,985	253%
2018	11.4227%	$992,744,345	$411,139,494	241%
2019	11.4799%	$979,957,444	$445,995,246	220%
2020	11.5829%	$894,468,858	$466,338,854	192%
2021	11.3684%	$941,840,399	$478,292,007	197%
2022	11.5110%	$1,054,029,175	$478,611,915	220%
LSU Health Plan				
2017	1.6953%	$17,110,633	NONE	NONE
2018	1.6066%	$15,674,996	NONE	NONE
2019	1.5146%	$16,558,072	NONE	NONE
2020	1.0853%	$15,217,784	NONE	NONE
2021	1.0373%	$15,259,919	NONE	NONE
2022	1.0573%	$8,638,387	NONE	NONE

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

(Continued)

Schedule 3

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Schedule of the System's Proportionate Share of the Total Collective OPEB Liability
Fiscal Year Ended June 30, 2022

Notes to Required Supplementary Information

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

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

2018

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

2019

B. A change in the discount rate from 3.13% to 2.98%

C. Baseline per capita costs were updated to reflect 2018 claims. Enrollment and retiree contributions were updated based on 2019 premiums. The impact of the High Cost Excise Tax was revised to reflect updated plan premiums.

D. OGB relies on the demographic assumptions for the Louisiana State Police Retirement System, Louisiana School Employees' Retirement System, and TRSL. These retirement systems performed experience studies and adopted new assumptions for the June 30, 2018, valuation. OGB updated its demographic assumptions to reflect these updated assumptions.

E. The percentage of future retirees assumed to elect medical coverage was modified based on recent plan experience.

F. The valuation model was refined to incorporate available census information, including: an adjustment to liabilities to reflect the deferral of benefit commencement and the years of service accrual that occur between the Deferred Retirement Option Program (DROP) entry date and the DROP end date; and reflection of available OGB participation service for employees who transfer between pension plans.

2020

G. A change in the discount rate from 2.98% to 2.79%.

H. Baseline per capita costs were updated to reflect 2019 claims, and enrollment and retire contributions were updated based on 2020 premiums. Plan claims and premiums increased less than had been expected. In addition, the estimate of future employer group waiver plan (EGWP) savings was increased based on an analysis of recent EGWP experience.

I. Life insurance contributions were updated based on updates for 2020 monthly premium rates.

J. The impact of the High Cost Excise Tax was removed - the tax was repealed in December 2019.

K. OGB relies upon the demographic assumptions used in the June 30, 2019 actuarial valuations for the four statewide retirement systems. LASERS performed a recent experience study and adopted new assumptions for the June 30, 2019, valuation.

2021

L. A change in the discount rate from 2.79% to 2.66%.

M. The baseline per capita costs were updated to reflect 2020 claims and enrollment for prescription drug costs and retiree contributions were updated based on 2021 premiums. The 2020 medical claims and enrollment experience was not included in the projection of expected 2021 plan costs due to the COVID-19 pandemic which resulted in 2020 medical claims experience which is not reflective of what is expected in future years.

N. Salary increase rate assumption for LASERS and TRSL pension plan members was updated consistent with the June 30, 2020, LASERS and TRSL pension valuations.

O. Medical participation rates, life participation rates, the age difference between future retirees and their spouses, Medicare eligibility rates, and medical plan elections percentages have all been updated based on a review of OPEB experience from July 1, 2017 through June 30, 2020.

2022

P. A change in the discount rate from 2.66% as of July 1, 2020, to 2.18% as of July 1, 2021.

Q. The OGB valuation relies upon the pension plans covering the same participants for the retirement, termination, disability, and salary scale assumptions. Baseline per capita costs were adjusted to reflect 2021 claims and enrollment.

R. Plan claims and premiums increased less than had been expected, and the estimate of future savings from Employer Group Waiver Plans that manage Medicare benefits was increased based on recent experience.

S. Medical plan election percentages were updated based on the coverage elections of recent retirees.

T. The healthcare cost trend rate assumption was revised based on updated National Health Care Trend Survey information.

U. An adjustment was made to employers' actual benefit payments for the year ending June 30, 2021 for excluded agencies.

(Continued)

Schedule 3

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Schedule of the System's Proportionate Share of the Total Collective OPEB Liability
Fiscal Year Ended June 30, 2022

Notes to Required Supplementary Information

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

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

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

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

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

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

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

(Concluded)

UNIVERSITY OF LOUISIANA SYSTEM

FOR YOUR FUTURE. FOR OUR FUTURE.

SUPPLEMENTAL INFORMATION SCHEDULES

**Combining Schedule of Net Position, by University,
for the year ended June 30, 2022**

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

**Combining Schedule of Revenues, Expenses, and
Changes in Net Position, by University,
for the year ended June 30, 2022**

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

**Combining Schedule of Cash Flows, by University,
for the year ended June 30, 2022**

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

**Combining Schedule of Net Position, by University,
for the year ended June 30, 2021**

Schedule 7 presents the current and long-term portions of assets and liabilities and net position for each university.

**Combining Schedule of Revenues, Expenses, and
Changes in Net Position, by University,
for the year ended June 30, 2021**

Schedule 8 presents information showing how the net position of each university changed as a result of current year operations.

**Combining Schedule of Cash Flows, by University,
for the year ended June 30, 2021**

Schedule 9 presents information showing how each university's cash changed as a result of current year operations.

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Combining Schedule of Net Position, by University
June 30, 2022

	GRAMBLING STATE UNIVERSITY	LOUISIANA TECH UNIVERSITY	MCNEESE STATE UNIVERSITY	NICHOLLS STATE UNIVERSITY	NORTHWESTERN STATE UNIVERSITY	SOUTHEASTERN LOUISIANA UNIVERSITY
ASSETS						
Current assets:						
Cash and cash equivalents	$12,772,294	$30,746,490	$56,888,969	$10,150,709	$52,685,547	$34,177,720
Investments						6,169,569
Receivables (net)	5,098,934	6,242,524	14,479,451	6,080,786	8,707,193	14,437,048
Due from state treasury	150,000	5,100,000	6,051,976	1,500,000		2,500,000
Due from federal government	7,327,220	4,134,463	768,862	1,567,110	107,193	9,503,466
Inventories	269,013	494,087	335,892		303,030	601,137
Prepaid expenses and advances	487,480	3,211,596	239,516	1,074,414	634,258	763,235
Notes receivable (net)			117,385			168,711
Lease receivable		23,968	71,735	179,110		
Other current assets	250,270	9,076			22,178	
Total current assets	26,355,211	49,962,204	78,953,786	20,552,129	62,459,399	68,320,886
Noncurrent assets:						
Restricted:						
Cash and cash equivalents	29,012,943	22,476,448	9,772,484	14,768,013	3,063,345	9,610,866
Investments	9,793,633	36,489,446	18,915,693	17,309,284	15,997,401	22,302,833
Accounts receivable (net)				763,404	126,564	
Notes Receivables (net)	341		142,196		367,022	140,218
Investments						
Lease receivable			1,679,862	951,802		
Capital assets (net)	125,831,376	339,732,469	218,581,095	91,607,715	49,468,108	203,123,715
Other noncurrent assets		99,840				
Total noncurrent assets	164,638,293	398,798,203	249,091,330	125,400,218	69,022,440	235,177,632
Total assets	190,993,504	448,760,407	328,045,116	145,952,347	131,481,839	303,498,518
Deferred outflows of Resources:						
Deferred outflows related to pensions	11,924,168	25,749,695	12,290,024	17,376,646	19,085,907	30,066,207
Deferred outflows related to other postemployment benefits (OPEB)	7,396,962	16,427,475	11,627,037	13,043,270	14,947,024	21,833,660
Total deferred outflows of resources	19,321,130	42,177,170	23,917,061	30,419,916	34,032,931	51,899,867
LIABILITIES						
Current liabilities:						
Accounts payable and accruals	7,727,465	8,910,712	5,050,093	4,728,680	7,846,590	7,673,410
Due to state treasury						5,952
Due to federal government						
Unearned revenues	592,269	7,618,756	2,504,930	1,557,702	4,007,230	6,892,146
Amounts held in custody for others	3,648,692	1,315,809	562,520	432,255	1,827	2,954,724
Compensated absences payable	374,264	501,110	538,787	380,793	560,036	593,088
Lease obligations	791,554	698,357		26,832		
Notes payable		167,800				
Contracts payable						
Bonds payable		4,387,777	1,465,000	2,370,000	410,000	4,755,000
OPEB liability	2,100,000	4,200,000	2,600,000	3,000,000	2,400,000	3,800,000
Other current liabilities	1,683,061					
Total current liabilities	16,917,305	27,800,321	12,721,330	12,496,262	15,225,683	26,674,320

(Continued)

	UNIVERSITY OF LOUISIANA AT LAFAYETTE	UNIVERSITY OF LOUISIANA AT MONROE	UNIVERSITY OF NEW ORLEANS	BOARD	TOTAL SYSTEM
ASSETS					
Current assets:					
Cash and cash equivalents	$3,622,867	$18,533,902	$13,954,450	$2,058,575	$235,591,523
Investments			12,507,891		18,677,460
Receivables (net)	64,966,145	6,683,562	30,768,037		157,463,680
Due from state treasury	450,000	468,500	2,500,000		18,720,476
Due from federal government	232,046	6,114,736			29,755,096
Inventories	54,576	235,305	143,420		2,436,460
Prepaid expenses and advances	3,522,728	1,326,182	2,047,854		13,307,263
Notes receivable (net)	524,779	341,924	204,931		1,357,730
Lease receivable	542,983	225,291	464,881		1,507,968
Other current assets	2,481		100,055		384,060
Total current assets	73,918,605	33,929,402	62,691,519	2,058,575	479,201,716
Noncurrent assets:					
Restricted:					
Cash and cash equivalents	29,402,903	7,537,335	9,438,028		135,082,365
Investments	110,122,035	37,328,263	22,473,579		290,732,167
Accounts receivable (net)		496,484			1,386,452
Notes Receivables (net)	4,679,526	1,490,818	2,336,858		9,156,979
Investments			32,379		32,379
Lease receivable	4,546,915	9,173,140	2,266,918		18,618,637
Capital assets (net)	439,261,948	145,925,632	188,258,289	14,236	1,801,804,583
Other noncurrent assets			154,662		254,502
Total noncurrent assets	588,013,327	201,951,672	224,960,713	14,236	2,257,068,064
Total assets	661,931,932	235,881,074	287,652,232	2,072,811	2,736,269,780
Deferred outflows of Resources:					
Deferred outflows related to pensions	52,657,725	21,655,967	27,286,335	1,014,368	219,107,042
Deferred outflows related to other postemployment benefits (OPEB)	33,765,217	13,741,278	19,126,642	564,078	152,472,643
Total deferred outflows of resources	86,422,942	35,397,245	46,412,977	1,578,446	371,579,685
LIABILITIES					
Current liabilities:					
Accounts payable and accruals	23,338,668	9,927,636	13,183,269	975,809	89,362,332
Due to state treasury					5,952
Due to federal government	354				354
Unearned revenues	24,067,222	5,259,738	7,001,970		59,501,963
Amounts held in custody for others	1,715,297	173,903	617,849		11,422,876
Compensated absences payable	1,027,016	771,898	478,524	43,904	5,269,420
Lease obligations	134,644	125,848			1,777,235
Notes payable	142,707		486,844		797,351
Contracts payable		1,143,092			1,143,092
Bonds payable	6,770,000	2,496,374	3,272,591		25,926,742
OPEB liability	5,400,000	3,300,000	4,100,000	45,000	30,945,000
Other current liabilities	2,653,189	341,139			4,677,389
Total current liabilities	65,249,097	23,539,628	29,141,047	1,064,713	230,829,706

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Combining Schedule of Net Position, by University
June 30, 2022

	GRAMBLING STATE UNIVERSITY	LOUISIANA TECH UNIVERSITY	MCNEESE STATE UNIVERSITY	NICHOLLS STATE UNIVERSITY	NORTHWESTERN STATE UNIVERSITY	SOUTHEASTERN LOUISIANA UNIVERSITY
LIABILITIES (CONT.)						
Noncurrent liabilities:						
Unearned revenues				$390,404		
Compensated absences payable	$3,843,551	$4,566,515	$2,621,672	3,590,953	$3,888,712	$7,484,306
Lease obligations	1,022,686	2,865,776		53,896		
Notes payable		1,131,452				
Bonds payable		143,447,522	22,893,046	43,994,150	430,000	86,178,368
Net pension liability	35,268,081	76,845,017	40,054,879	46,928,881	57,529,211	90,444,635
OPEB liability	50,299,503	124,441,846	79,436,624	91,289,847	91,549,388	152,143,628
Other noncurrent liabilities				5,889,857	47,885	
Total noncurrent liabilities	90,433,821	353,298,128	145,006,221	192,137,988	153,445,196	336,250,937
Total liabilities	107,351,126	381,098,449	157,727,551	204,634,250	168,670,879	362,925,257
DEFFERED INFLOWS OF RESOURCES						
Deferred inflows related to leases		23,934	1,733,104	1,091,316		
Deferred inflows related to pensions	21,803,928	45,848,448	25,196,029	26,158,094	34,239,618	50,637,327
Deferred inflows related to OPEB	6,744,268	8,000,754	4,941,935	4,822,555	6,855,888	10,492,246
Total deferred inflows of resources	28,548,196	53,873,136	31,871,068	32,071,965	41,095,506	61,129,573
NET POSITION						
Net investment in capital assets	125,831,376	195,089,280	196,535,618	49,118,010	48,628,108	115,347,014
Restricted for:						
Nonexpendable	8,181,377	34,540,408	13,800,000	16,282,197	13,005,352	13,754,027
Expendable	22,288,122	21,441,300	42,316,610	13,410,141	22,999,307	43,163,944
Unrestricted	(81,885,563)	(195,104,996)	(90,288,670)	(139,144,300)	(128,884,382)	(240,921,430)
TOTAL NET POSITION	$74,415,312	$55,965,992	$162,363,558	($60,333,952)	($44,251,615)	($68,656,445)

(Concluded)

	UNIVERSITY OF LOUISIANA AT LAFAYETTE	UNIVERSITY OF LOUISIANA AT MONROE	UNIVERSITY OF NEW ORLEANS	BOARD	TOTAL SYSTEM
LIABILITIES (CONT.)					
Noncurrent liabilities:					
Unearned revenues			$797,206		$1,187,610
Compensated absences payable	$12,400,051	$3,274,270	5,971,662	$439,814	48,081,506
Lease obligations	496,563	987,151			5,426,072
Notes payable	344,603		1,717,317		3,193,372
Bonds payable	242,271,178	56,052,813	42,863,512		638,130,589
Net pension liability	154,316,614	63,197,796	69,423,022	2,701,449	636,709,585
OPEB liability	217,915,243	103,075,684	118,400,550	3,170,249	1,031,722,562
Other noncurrent liabilities			345,406		6,283,148
Total noncurrent liabilities	627,744,252	226,587,714	239,518,675	6,311,512	2,370,734,444
Total liabilities	692,993,349	250,127,342	268,659,722	7,376,225	2,601,564,150
DEFFERED INFLOWS OF RESOURCES					
Deferred inflows related to leases	5,032,441	9,237,412	2,702,050		19,820,257
Deferred inflows related to pensions	91,527,433	39,025,203	51,917,359	1,612,774	387,966,213
Deferred inflows related to OPEB	13,061,090	6,472,296	15,312,561	241,970	76,945,563
Total deferred inflows of resources	109,620,964	54,734,911	69,931,970	1,854,744	484,732,033
NET POSITION					
Net investment in capital assets	189,850,489	89,580,772	145,360,268	14,236	1,155,355,171
Restricted for:					
Nonexpendable	57,515,000	31,890,288	23,378,959		212,347,608
Expendable	93,858,233	14,262,720	17,481,865		291,222,242
Unrestricted	(395,483,161)	(169,317,714)	(190,747,575)	(5,593,948)	(1,637,371,739)
TOTAL NET POSITION	($54,259,439)	($33,583,934)	($4,526,483)	($5,579,712)	$21,553,282

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Combining Schedule of Revenues, Expenses, and Changes in Net Position, by University
For the Fiscal Year Ended June 30, 2022

	GRAMBLING STATE UNIVERSITY	LOUISIANA TECH UNIVERSITY	MCNEESE STATE UNIVERSITY	NICHOLLS STATE UNIVERSITY	NORTHWESTERN STATE UNIVERSITY	SOUTHEASTERN LOUISIANA UNIVERSITY
OPERATING REVENUES						
Student tuition and fees (net of scholarship allowances of $198,807,874)	$24,337,078	$75,220,305	$39,468,070	$35,589,122	$50,031,720	$68,987,206
Federal grants and contracts	8,143,397	7,036,887	1,364,953	123,952	1,798,242	11,908,506
State and local grants and contracts	1,029,523	3,834,227	7,353,895	2,395,120	7,352,906	5,906,502
Nongovernmental grants and contracts	1,448	1,038,621	388,876	263,480	1,906,681	118,052
Sales and services of educational departments	1,757,643	1,628,174	432,241	116,015	4,396,628	827,414
Auxiliary enterprise revenues (net of scholarship allowances of $24,690,554 including revenues used as security for revenue bonds)	27,587,642	32,565,590	10,403,122	19,384,141	3,181,730	20,986,135
Other operating revenues	736,601	1,597,916	2,077,468	1,511,311	2,245,556	1,661,640
Total operating revenues	63,593,332	122,921,720	61,488,625	59,383,141	70,913,463	110,395,455
OPERATING EXPENSES						
Educational and general:						
Instruction	18,180,697	45,369,275	26,749,672	29,212,057	43,118,954	59,702,915
Research	561,526	18,370,557	789,312	1,064,440	188,759	1,340,396
Public service	389,979	157,112	624,059	1,735,848	855,027	6,494,871
Academic support	3,109,071	13,110,391	8,401,565	6,645,663	11,818,800	12,971,513
Student services	5,842,437	5,518,784	5,091,690	11,933,844	7,820,959	10,633,346
Institutional support	25,109,588	12,369,899	7,131,479	10,456,766	11,108,129	13,864,503
Operations and maintenance of plant	5,579,792	13,488,655	8,675,701	7,991,532	9,301,420	17,454,491
Depreciation	7,782,125	13,518,840	5,286,401	6,375,263	3,886,967	9,933,682
Scholarships and fellowships	21,816,690	21,670,414	15,299,076	7,273,268	20,799,302	33,201,624
Auxiliary enterprises	29,298,285	41,088,781	14,738,038	14,662,913	9,905,811	17,147,519
Other operating expenses		(138,294)	424,834	158,709	(166,006)	(111,729)
Total operating expenses	117,670,190	184,524,414	93,211,827	97,510,303	118,638,122	182,633,131
OPERATING LOSS	(54,076,858)	(61,602,694)	(31,723,202)	(38,127,162)	(47,724,659)	(72,237,676)
NONOPERATING REVENUES (Expenses)						
State appropriations	16,118,408	42,077,739	25,469,128	17,450,030	24,166,697	33,568,885
Gifts	728,134	6,212,471	968,457	642,041		1,059,941
Federal nonoperating revenues	46,285,406	28,424,588	24,079,152	27,686,467	32,968,814	49,547,588
Investment gain (loss), net	(1,590,090)	(7,724,029)	(4,865,019)	(2,918,744)	(2,965,038)	583,135
Interest expense	(18,768)	(5,824,952)	(1,200,051)	(2,370,141)	(47,120)	(3,281,542)
Payments to or on behalf of the university				678,657		
Loss on disposal of capital assets	(993,251)			(137,899)		
Impairment gain related to leased assets				3,880		
Insurance recoveries		977,162	8,530,647	543,682		3,126,761
Other nonoperating revenues (expenses)	(1,593,969)	2,176,805	276,874	3,268,783	3,107,887	(7,238,429)
Net nonoperating revenues	58,935,870	66,319,784	53,259,188	44,846,756	57,231,240	77,366,339

(Continued)

	UNIVERSITY OF LOUISIANA AT LAFAYETTE	UNIVERSITY OF LOUISIANA AT MONROE	UNIVERSITY OF NEW ORLEANS	BOARD	TOTAL SYSTEM
OPERATING REVENUES					
Student tuition and fees (net of scholarship allowances of $198,807,874)	$129,411,805	$52,246,508	$45,662,443		$520,954,257
Federal grants and contracts	55,368,669	3,334,844	6,324,621		95,404,071
State and local grants and contracts	9,634,173	9,320,626	24,649,990		71,476,962
Nongovernmental grants and contracts	25,652,763	639,106	4,088,605		34,097,632
Sales and services of educational departments	169,830	581,533	841,390		10,750,868
Auxiliary enterprise revenues (net of scholarship allowances of $24,690,554 including revenues used as security for revenue bonds)	46,096,250	16,036,260	14,600,746		190,841,616
Other operating revenues	5,693,775	1,077,597	11,158,818	$2,772,472	30,533,154
Total operating revenues	272,027,265	83,236,474	107,326,613	2,772,472	954,058,560
OPERATING EXPENSES					
Educational and general:					
Instruction	92,936,181	38,167,469	33,007,485		386,444,705
Research	75,102,453	6,578,310	15,434,965		119,430,718
Public service	5,895,213	5,115,328	18,222,473		39,489,910
Academic support	18,142,841	6,019,236	9,251,439		89,470,519
Student services	13,641,578	8,693,776	7,430,021		76,606,435
Institutional support	35,463,039	14,110,328	15,089,964	4,539,254	149,242,949
Operations and maintenance of plant	17,486,795	11,622,011	19,903,171		111,503,568
Depreciation	24,908,335	7,580,570	9,913,334	6,194	89,191,711
Scholarships and fellowships	30,938,707	13,772,501	7,353,739		172,125,321
Auxiliary enterprises	51,217,408	24,461,147	18,595,300		221,115,202
Other operating expenses	70,276	125,599	1,024,626		1,388,015
Total operating expenses	365,802,826	136,246,275	155,226,517	4,545,448	1,456,009,053
OPERATING LOSS	(93,775,561)	(53,009,801)	(47,899,904)	(1,772,976)	(501,950,493)
NONOPERATING REVENUES (Expenses)					
State appropriations	56,918,597	30,380,944	29,746,564	1,785,005	277,681,997
Gifts	6,355,728	6,356,903	4,137,805		26,461,480
Federal nonoperating revenues	46,552,233	26,862,833	27,850,089		310,257,170
Investment gain (loss), net	(18,969,000)	(4,599,938)	(3,028,791)	26,287	(46,051,227)
Interest expense	(9,827,950)	(1,063,829)	(1,579,285)		(25,213,638)
Payments to or on behalf of the university					678,657
Loss on disposal of capital assets		(79,315)			(1,210,465)
Impairment gain related to leased assets					3,880
Insurance recoveries	731,552		161,655		14,071,459
Other nonoperating revenues (expenses)	3,212,117	1,463,796	1,043,163	12,388	5,729,415
Net nonoperating revenues	84,973,277	59,321,394	58,331,200	1,823,680	562,408,728

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Combining Schedule of Revenues, Expenses, and Changes in Net Position, by University
For the Fiscal Year Ended June 30, 2022

	GRAMBLING STATE UNIVERSITY	LOUISIANA TECH UNIVERSITY	MCNEESE STATE UNIVERSITY	NICHOLLS STATE UNIVERSITY	NORTHWESTERN STATE UNIVERSITY	SOUTHEASTERN LOUISIANA UNIVERSITY
INCOME (LOSS) BEFORE OTHER REVENUES AND EXPENSES	$4,859,012	$4,717,090	$21,535,986	$6,719,594	$9,506,581	$5,128,663
Capital appropriations	384,163	2,784,067	11,262,472	929,183	371,407	756,512
Capital grants and gifts	1,968,973	1,549,171	562,141	1,108,940	49,780	7,120
Additions to permanent endowments		600,000		100,000	100,000	300,000
Other revenues (expenses), net		(2,096,216)				
CHANGE IN NET POSITION	7,212,148	7,554,112	33,360,599	8,857,717	10,027,768	6,192,295
NET POSITION - BEGINNING OF YEAR (Restated)	67,203,164	48,411,880	129,002,959	(69,191,669)	(54,279,383)	(74,848,740)
NET POSITION - END OF YEAR	$74,415,312	$55,965,992	$162,363,558	($60,333,952)	($44,251,615)	($68,656,445)

(Concluded)

	UNIVERSITY OF LOUISIANA AT LAFAYETTE	UNIVERSITY OF LOUISIANA AT MONROE	UNIVERSITY OF NEW ORLEANS	BOARD	TOTAL SYSTEM
INCOME (LOSS) BEFORE OTHER REVENUES AND EXPENSES	($8,802,284)	$6,311,593	$10,431,296	$50,704	$60,458,235
Capital appropriations	4,771,005	202,181	3,548		21,464,538
Capital grants and gifts	7,160,025	1,143,767	35,159		13,585,076
Additions to permanent endowments	100,000		280,000		1,480,000
Other revenues (expenses), net			23		(2,096,193)
CHANGE IN NET POSITION	3,228,746	7,657,541	10,750,026	50,704	94,891,656
NET POSITION - BEGINNING OF YEAR (Restated)	(57,488,185)	(41,241,475)	(15,276,509)	(5,630,416)	(73,338,374)
NET POSITION - END OF YEAR	($54,259,439)	($33,583,934)	($4,526,483)	($5,579,712)	$21,553,282

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Combining Schedule of Cash Flows, by University
For the Fiscal Year Ended June 30, 2022

	GRAMBLING STATE UNIVERSITY	LOUISIANA TECH UNIVERSITY	MCNEESE STATE UNIVERSITY	NICHOLLS STATE UNIVERSITY	NORTHWESTERN STATE UNIVERSITY	SOUTHEASTERN LOUISIANA UNIVERSITY
CASH FLOWS FROM OPERATING ACTIVITIES:						
Tuition and fees	$24,381,803	$75,258,773	$38,832,483	$35,224,788	$44,640,222	$69,802,791
Grants and contracts	8,808,951	11,059,797	59,131,664	3,624,949	12,802,426	25,728,966
Sales and services of educational departments	1,790,022	1,627,542	432,241	(99,856)	4,396,628	(916,304)
Auxiliary enterprise receipts	27,559,862	32,153,068	9,659,397	19,419,930	3,002,404	17,067,305
Payments for employee compensation	(33,440,584)	(75,691,224)	(37,947,911)	(41,622,731)	(53,743,192)	(78,205,994)
Payments for benefits	(13,377,909)	(31,366,167)	(16,773,794)	(17,672,531)	(21,884,136)	(38,596,143)
Payments for utilities	(2,629,830)	(7,981,136)	(3,107,643)	(3,708,500)	(2,861,827)	(4,067,942)
Payments for supplies and services	(38,594,898)	(43,632,355)	(21,547,895)	(19,431,215)	(23,238,662)	(36,265,746)
Payments for scholarships and fellowships	(27,025,546)	(24,307,369)	(18,988,760)	(15,489,329)	(20,799,302)	(28,682,265)
Loans to students						
Collection of loans to students			54,861		73,292	460,114
Other receipts (payments)	1,054,334	1,588,028	2,008,361	(1,070,920)	1,259,457	(2,600,604)
Net cash provided (used) by operating activities	(51,473,795)	(61,291,043)	11,753,004	(40,825,415)	(56,352,690)	(76,275,822)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:						
State appropriations	16,027,013	37,023,648	19,488,682	15,976,024	24,197,021	31,116,938
Gifts and grants for other than capital purposes	3,537,320	6,554,717	968,457	642,041		1,059,941
Pell grant receipts	18,429,826	9,957,824	9,541,480	10,094,293	17,135,742	21,751,708
Private gifts for endowment purposes				100,000	100,000	300,000
Taylor Opportunity Program for Students receipts	1,378,727	28,553,385	12,566,527	15,015,078	10,970,507	24,773,167
Taylor Opportunity Program for Students disbursements	(1,378,727)	(28,561,890)	(12,566,527)	(15,001,243)	(10,970,507)	(25,184,677)
CARES Act Receipts	25,016,056	18,054,701	14,537,672	18,356,732	15,833,072	27,200,540
Direct lending receipts	55,519,087	31,374,743	16,010,491	20,963,789	38,495,078	35,682,377
Direct lending disbursements	(55,519,087)	(32,157,791)	(16,010,491)	(20,963,789)	(38,495,078)	(35,283,079)
Other receipts (payments)	(2,877,369)	2,126,209	8530647		2,805,870	(3,760,443)
Net cash provided by noncapital financing sources	60,132,846	72,925,546	53,066,938	45,182,925	60,071,705	77,656,472
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:						
Proceeds from capital debt		491,099	22,638,881			
Capital gifts and grants received	823,473					
Proceeds from sale of capital assets				2,050,000		
Purchases of capital assets	(1,227,004)	(24,488,217)	(55,115,196)	(698,757)	(1,467,152)	(2,085,887)
Principal paid on capital debt	(1,486,416)	(3,790,640)	(24,232,776)	(2,275,000)	(400,000)	(5,197,681)
Interest paid on capital debt	(17,003)	(6,015,694)	(1,310,131)	(2,419,632)	(47,120)	(3,281,542)
Principal paid on leases	(1,955,939)	(686,791)		(26,754)		(545,000)
Interest paid on leases	(1,765)	(83,290)		(276)		
Proceeds from leases (principal only)		24,000	80,214	272,543		
Interest received from leases			25,471	14,385		
Other receipts (payments)		(789,736)		(782,464)		
Net cash used by capital financing activities	(3,864,654)	(35,339,269)	(57,913,537)	(3,865,955)	(1,914,272)	(11,110,110)

(Continued)

	UNIVERSITY OF LOUISIANA AT LAFAYETTE	UNIVERSITY OF LOUISIANA AT MONROE	UNIVERSITY OF NEW ORLEANS	BOARD	TOTAL SYSTEM
CASH FLOWS FROM OPERATING ACTIVITIES:					
Tuition and fees	$127,821,214	$52,203,960	$42,998,664		$511,164,698
Grants and contracts	77,081,953	12,989,204	36,637,134		247,865,044
Sales and services of educational departments	169,830	581,533	378,799		8,360,435
Auxiliary enterprise receipts	43,862,436	16,159,513	13,118,619		182,002,534
Payments for employee compensation	(162,971,735)	(60,946,201)	(73,665,165)	($2,050,966)	(620,285,703)
Payments for benefits	(58,286,130)	(28,493,113)	(28,844,665)	(790,721)	(256,085,309)
Payments for utilities	(8,878,257)	(5,463,008)	(8,145,654)		(46,843,797)
Payments for supplies and services	(102,355,660)	(32,322,554)	(40,290,526)	(1,140,032)	(358,819,543)
Payments for scholarships and fellowships	(34,877,744)	(13,772,501)	(7,858,825)		(191,801,641)
Loans to students	(683,436)	(24,647)			(708,083)
Collection of loans to students	1,140,594	492,094	149,190		2,370,145
Other receipts (payments)	5,947,163	781,745	11,390,217	2,707,348	23,065,129
Net cash provided (used) by operating activities	(112,029,772)	(57,813,975)	(54,132,212)	(1,274,371)	(499,716,091)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:					
State appropriations	56,530,496	29,956,253	27,305,969	1,785,005	259,407,049
Gifts and grants for other than capital purposes	12,861,685	6,481,963	2,981,046		35,087,170
Pell grant receipts	25,379,502	12,175,224	12,085,741		136,551,340
Private gifts for endowment purposes	100,000		280,000		880,000
Taylor Opportunity Program for Students receipts	34,108,443	15,008,617	10,848,501		153,222,952
Taylor Opportunity Program for Students disbursements	(34,018,287)	(15,101,028)	(10,408,037)		(153,190,923)
CARES Act Receipts	32,608,786	17,755,085	15,764,348		185,126,992
Direct lending receipts	56,380,901	39,118,625	22,406,076		315,951,167
Direct lending disbursements	(56,350,934)	(38,912,093)	(22,376,798)		(316,069,140)
Other receipts (payments)	877,344	739,735	22,365	522,923	8,987,281
Net cash provided by noncapital financing sources	128,477,936	67,222,381	58,909,211	2,307,928	625,953,888
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:					
Proceeds from capital debt	57,266,408	4,774,443	5,000,000		90,170,831
Capital gifts and grants received	5,862,529				6,686,002
Proceeds from sale of capital assets					2,050,000
Purchases of capital assets	(6,791,551)	(10,192,295)	(1,766,181)		(103,832,240)
Principal paid on capital debt	(65,421,444)	(3,895,000)	(3,511,696)		(110,210,653)
Interest paid on capital debt	(9,453,239)	(1,235,257)	(1,860,807)		(25,640,425)
Principal paid on leases	(14,680)	(92,348)			(3,321,512)
Interest paid on leases	(3,376)	(14,090)			(102,797)
Proceeds from leases (principal only)	50,039	154,055	527,194		1,108,045
Interest received from leases	64,874	44,717	20,484		169,931
Other receipts (payments)	(1,403,706)	(34,105)	283,165		(2,726,846)
Net cash used by capital financing activities	(19,844,146)	(10,489,880)	(1,307,841)		(145,649,664)

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Combining Schedule of Cash Flows, by University
For the Fiscal Year Ended June 30, 2022

	GRAMBLING STATE UNIVERSITY	LOUISIANA TECH UNIVERSITY	MCNEESE STATE UNIVERSITY	NICHOLLS STATE UNIVERSITY	NORTHWESTERN STATE UNIVERSITY	SOUTHEASTERN LOUISIANA UNIVERSITY
CASH FLOWS FROM INVESTING ACTIVITIES:						
Proceeds (losses) from sales and maturities of investments	$6,418,931		($3,787,735)	$4,286,726	$967,440	$4,295,722
Interest received on investments	708,181	$126,042	(1,077,284)	13,533	203,631	4,247,367
Purchases of investments	(2,359,846)		6,175,621	(3,575,660)		(3,903,936)
Net cash provided (used) by investing activities	4,767,266	126,042	1,310,602	724,599	1,171,071	4,639,153
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	9,561,663	(23,578,724)	8,217,007	1,216,154	2,975,814	(5,090,307)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	32,223,574	76,801,662	58,444,446	23,702,568	52,773,078	48,878,893
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	$41,785,237	$53,222,938	$66,661,453	$24,918,722	$55,748,892	$43,788,586
RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:						
Operating loss	($54,076,858)	($61,602,694)	($31,723,202)	($38,127,162)	($47,724,659)	($72,237,676)
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:						
Depreciation expense	7,782,125	13,518,840	5,286,401	6,375,263	3,886,967	9,933,682
Nonemployer contributing entity revenue	200,029	434,461	239,720	257,969	312,005	475,228
Amortization of bond issuance costs				56,298		
Changes in assets, deferred outflows, liabilities and deferred inflows:						
(Increase) decrease in accounts receivable, net	405,197	(415,264)	48,725,697	(1,215,056)	(3,140,781)	571,556
(Increase) decrease in inventories	(77,141)	(29,750)	(67,206)		9,222	141,352
(Increase) decrease in prepaid expenses and advances		6,646	(44,347)	149,502	(186,094)	(255,930)
(Increase) decrease in notes receivable, net			256,497		73,292	
(Increase) decrease in other assets			(18,493)	(39,596)	1,589	460,114
(Increase) decrease in deferred outflows related to pensions	7,910,310	17,090,672	9,620,676	10,365,566	13,246,385	20,613,034
(Increase) decrease in deferred outflows related to OPEB	(2,506,539)	(6,105,540)	(4,705,720)	(5,360,683)	(6,014,451)	(9,453,964)
Increase (decrease) in accounts payable and accrued liabilities	1,304,505	722,518	176,299	455,861	1,286,308	(1,968,404)
Increase (decrease) in unearned revenue	(721,290)	(957,437)	106,992	(661,781)	(864,523)	109,274
Increase (decrease) in amounts held in custody for others	317,733	105,061	(181,016)	43,215	(29,181)	(219,360)
Increase (decrease) in compensated absences	(182,054)	(139,400)	(312,540)	(51,372)	(304,955)	150,107
Increase (decrease) in net pension liability	(32,385,772)	(69,924,386)	(43,483,466)	(42,769,953)	(55,137,123)	(81,079,310)
Increase (decrease) in OPEB liability	3,091,752	11,354,497	8,818,727	9,857,144	11,659,352	17,889,713
Increase (decrease) in other liabilities	1,370,924			80,728	(20,640)	
Increase (decrease) in deferred inflows related to pensions	18,671,083	40,301,945	23,242,018	24,066,579	31,016,572	45,508,425
Increase (decrease) in deferred inflows related to OPEB	(2,577,799)	(5,651,212)	(4,184,033)	(4,307,937)	(4,421,975)	(6,913,663)
Net cash provided (used) by operating activities	($51,473,795)	($61,291,043)	$11,753,004	($40,825,415)	($56,352,690)	($76,275,822)
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET POSITION:						
Cash and cash equivalents classified as current assets	$12,772,294	$30,746,490	$56,888,969	$10,150,709	$52,685,547	$34,177,720
Cash and cash equivalents classified as noncurrent assets	29,012,943	22,476,448	9,772,484	14,768,013	3,063,345	9,610,866
Cash and cash equivalents at the end of the year	$41,785,237	$53,222,938	$66,661,453	$24,918,722	$55,748,892	$43,788,586

(Continued)

	UNIVERSITY OF LOUISIANA AT LAFAYETTE	UNIVERSITY OF LOUISIANA AT MONROE	UNIVERSITY OF NEW ORLEANS	BOARD	TOTAL SYSTEM
CASH FLOWS FROM INVESTING ACTIVITIES:					
Proceeds (losses) from sales and maturities of investments	$3,106,860	$397,516	$232,429		$15,917,889
Interest received on investments	840,980	1,571,577	421,979	$26,287	7,082,293
Purchases of investments		(2,150,500)			(5,814,321)
Net cash provided (used) by investing activities	3,947,840	(181,407)	654,408	26,287	17,185,861
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	551,858	(1,262,881)	4,123,566	1,059,844	(2,226,006)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	32,473,912	27,334,118	19,268,912	998,731	372,899,894
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	$33,025,770	$26,071,237	$23,392,478	$2,058,575	$370,673,888
RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES:					
Operating loss	($93,775,561)	($53,009,801)	($47,899,904)	($1,772,976)	($501,950,493)
Adjustments to reconcile operating loss to net cash used by operating activities:					
Depreciation expense	24,908,335	7,580,570	9,913,334	6,194	89,191,711
Nonemployer contributing entity revenue	871,259	363,371	464,694	12,388	3,631,124
Amortization of bond issuance costs			37,451		93,749
Changes in assets, deferred outflows, liabilities and deferred inflows:					
(Increase) decrease in accounts receivable, net	(23,498,862)	(90,359)	(2,573,758)		18,768,370
(Increase) decrease in inventories	784,728	(12,175)	(20,592)		728,438
(Increase) decrease in prepaid expenses and advances	221,474	(135,530)	(500,204)		(744,483)
(Increase) decrease in notes receivable, net	449,336	332,401	149,190		1,260,716
(Increase) decrease in other assets			(46,135)		357,479
(Increase) decrease in deferred outflows related to pensions	37,588,783	13,699,570	19,064,173	740,405	149,939,574
(Increase) decrease in deferred outflows related to OPEB	(13,902,113)	(5,410,264)	(7,627,362)	8,038	(61,078,598)
Increase (decrease) in accounts payable and accrued liabilities	1,585,133	952,659	3,234,605	218,867	7,968,351
Increase (decrease) in unearned revenue	5,824,082	(183,944)	557,557		3,208,930
Increase (decrease) in amounts held in custody for others	59,068	2,060	(139,786)		(42,206)
Increase (decrease) in compensated absences	60,276	125,599	132,487	15,970	(505,882)
Increase (decrease) in net pension liability	(155,747,554)	(60,065,503)	(78,640,998)	(2,275,320)	(621,509,385)
Increase (decrease) in OPEB liability	26,826,902	9,782,340	5,991,254	295,563	105,567,244
Increase (decrease) in other liabilities		(46,818)	(266,913)		1,117,281
Increase (decrease) in deferred inflows related to pensions	84,610,421	33,430,114	46,891,231	1,594,125	349,332,513
Increase (decrease) in deferred inflows related to OPEB	(8,895,479)	(5,128,265)	(2,852,536)	(117,625)	(45,050,524)
Net cash provided (used) by operating activities	($112,029,772)	($57,813,975)	($54,132,212)	($1,274,371)	($499,716,091)
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET POSITION:					
Cash and cash equivalents classified as current assets	$3,622,867	$18,533,902	$13,954,450	$2,058,575	$235,591,523
Cash and cash equivalents classified as noncurrent assets	29,402,903	7,537,335	9,438,028		135,082,365
Cash and cash equivalents at the end of the year	$33,025,770	$26,071,237	$23,392,478	$2,058,575	$370,673,888

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Combining Schedule of Cash Flows, by University
For the Fiscal Year Ended June 30, 2022

	GRAMBLING STATE UNIVERSITY	LOUISIANA TECH UNIVERSITY	MCNEESE STATE UNIVERSITY	NICHOLLS STATE UNIVERSITY	NORTHWESTERN STATE UNIVERSITY	SOUTHEASTERN LOUISIANA UNIVERSITY
SCHEDULE OF NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES:						
Capital appropriations	$384,163	$2,784,067	$11,262,472	$929,183	$371,407	$756,512
Change in fair market value of investments	($1,832,550)	($7,850,315)	($2,552,064)	($5,183,505)	($2,974,145)	($3,664,232)
Private gifts for endowment purposes		$600,000		$100,000		
Capital gifts and grants	$1,145,500	$1,549,171	$562,141	$1,108,940	$49,780	$7,120
Capital assets acquired through leases, notes, and accounts payable		$1,102,280				
Disposition of capital assets	($993,251)	($28,816)		($137,899)	($1,200)	$231,114
Other	$3,968,611	$703,027				

(Concluded)

	UNIVERSITY OF LOUISIANA AT LAFAYETTE	UNIVERSITY OF LOUISIANA AT MONROE	UNIVERSITY OF NEW ORLEANS	BOARD	TOTAL SYSTEM
SCHEDULE OF NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES:					
Capital appropriations	$4,771,005	$202,181	$3,548		$21,464,538
Change in fair market value of investments	($24,624,341)	($6,219,826)	($3,720,917)		($58,621,895)
Private gifts for endowment purposes			$280,000		$980,000
Capital gifts and grants	$1,297,496	$1,143,767	($35,159)		$6,828,756
Capital assets acquired through leases, notes, and accounts payable		$1,158,336	($14,700)		$2,245,916
Disposition of capital assets	($248,017)	($79,315)			($1,257,384)
Other	$325,137				$4,996,775

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Combining Schedule of Net Position, by University
June 30, 2021

	GRAMBLING STATE UNIVERSITY	LOUISIANA TECH UNIVERSITY	MCNEESE STATE UNIVERSITY	NICHOLLS STATE UNIVERSITY	NORTHWESTERN STATE UNIVERSITY	SOUTHEASTERN LOUISIANA UNIVERSITY
ASSETS						
Current assets:						
Cash and cash equivalents	$11,552,152	$32,774,212	$47,488,059	$11,835,586	$49,567,543	$35,071,082
Investments						7,629,661
Receivables (net)	6,040,808	5,991,695	56,050,777	4,916,843	3,957,122	10,261,065
Due from state treasury	58,605	110,922	71,530	62,806	73,269	116,104
Due from federal government	6,760,205	3,406,418	7,823,233	3,353,957	1,733,483	14,170,742
Inventories	191,872	464,337	268,686		312,252	742,489
Prepaid expenses and advances	487,480	3,072,749	195,169	1,223,916	448,164	507,305
Notes receivable (net)			301,211			215,096
Other current assets	250,270	9,076			23,767	
Total current assets	25,341,392	45,829,409	112,198,665	21,393,108	56,115,600	68,713,544
Noncurrent assets:						
Restricted:						
Cash and cash equivalents	20,671,422	44,027,450	10,956,387	11,866,982	3,205,535	13,807,811
Investments	16,150,989	43,739,761	25,091,314	20,492,789	20,133,510	24,898,758
Receivables (net)			100,000	362,638	66,619	
Notes receivable (net)	341		214,867		440,314	553,947
Investments						
Capital assets (net)	129,584,941	322,031,846	156,927,687	97,326,514	51,476,724	210,438,992
Other noncurrent assets		108,916				
Total noncurrent assets	166,407,693	409,907,973	193,290,255	130,048,923	75,322,702	249,699,508
Total assets	191,749,085	455,737,382	305,488,920	151,442,031	131,438,302	318,413,052
DEFFERED OUTFLOWS OF RESOURCES						
Deferred outflows related to pensions	19,181,828	42,840,367	21,910,700	27,756,382	32,332,292	50,679,241
Deferred outflows related to other postemployment benefits (OPEB)	4,890,423	10,321,935	6,921,317	7,682,587	8,932,573	12,379,696
Total deferred outflows of resources	24,072,251	53,162,302	28,832,017	35,438,969	41,264,865	63,058,937
LIABILITIES						
Current liabilities:						
Accounts payable and accruals	6,422,960	8,445,311	4,958,403	4,301,335	6,560,282	9,643,873
Due to state treasury						3,894
Unearned revenues	1,313,559	8,577,093	2,397,938	2,160,288	4,871,753	6,782,872
Amounts held in custody for others	3,330,959	1,199,442	743,536	389,040	31,008	3,174,084
Compensated absences payable	259,583	423,831	449,094	343,125	374,662	489,159
Capital lease obligations	287,004	408,644				545,000
Notes payable	166,240	165,640				
Contracts payable						
Bonds payable	35,571	3,877,778	1,440,000	2,275,000	400,000	4,540,000
OPEB liability	2,000,000	4,200,000	2,600,000	3,000,000	2,400,000	3,900,000
Other current liabilities	312,137					
Total current liabilities	14,128,013	27,297,739	12,588,971	12,468,788	14,637,705	29,078,882

(Continued)

	UNIVERSITY OF LOUISIANA AT LAFAYETTE	UNIVERSITY OF LOUISIANA AT MONROE	UNIVERSITY OF NEW ORLEANS	BOARD	TOTAL SYSTEM
ASSETS					
Current assets:					
Cash and cash equivalents	$4,526,780	$14,221,207	$14,235,464	$998,731	$222,270,816
Investments			12,631,667		20,261,328
Receivables (net)	42,474,405	6,207,592	24,717,386		160,617,693
Due from state treasury	149,559	105,850	143,531		892,176
Due from federal government	13,082,997	9,499,809	3,597,137		63,427,981
Inventories	839,304	223,130	122,828		3,164,898
Prepaid expenses and advances	3,744,202	1,190,652	1,447,759		12,317,396
Notes receivable (net)	528,154	373,792	269,804		1,688,057
Other current assets	113		97,187		380,413
Total current assets	65,345,514	31,822,032	57,262,763	998,731	485,020,758
Noncurrent assets:					
Restricted:					
Cash and cash equivalents	27,947,132	13,112,911	5,033,448		150,629,078
Investments	133,041,244	41,746,794	26,075,307		351,370,466
Receivables (net)		589,582			1,118,839
Notes receivable (net)	5,125,487	1,643,845	2,421,175		10,399,976
Investments			33,177		33,177
Capital assets (net)	451,693,187	139,684,819	196,381,434	20,430	1,755,566,574
Other noncurrent assets			231,993		340,909
Total noncurrent assets	617,807,050	196,777,951	230,176,534	20,430	2,269,459,019
Total assets	683,152,564	228,599,983	287,439,297	1,019,161	2,754,479,777
DEFFERED OUTFLOWS OF RESOURCES					
Deferred outflows related to pensions	90,438,757	35,355,537	46,350,508	1,754,773	368,600,385
Deferred outflows related to other postemployment benefits (OPEB)	19,863,104	8,331,014	11,499,280	572,116	91,394,045
Total deferred outflows of resources	110,301,861	43,686,551	57,849,788	2,326,889	459,994,430
LIABILITIES					
Current liabilities:					
Accounts payable and accruals	22,035,361	8,970,487	9,965,099	234,019	81,537,130
Due to state treasury					3,894
Unearned revenues	18,576,475	5,150,225	6,221,772		56,051,975
Amounts held in custody for others	1,569,902	171,843	757,635		11,367,449
Compensated absences payable	884,907	806,423	438,242	42,840	4,511,866
Capital lease obligations					1,240,648
Notes payable	136,424		739,609		1,207,913
Contracts payable		19,781			19,781
Bonds payable	6,670,000	3,830,194	3,230,452		26,298,995
OPEB liability	5,400,000	3,300,000	3,900,000	46,000	30,746,000
Other current liabilities	2,922,769	387,957	867,770		4,490,633
Total current liabilities	58,195,838	22,636,910	26,120,579	322,859	217,476,284

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Combining Schedule of Net Position, by University
June 30, 2021

	GRAMBLING STATE UNIVERSITY	LOUISIANA TECH UNIVERSITY	MCNEESE STATE UNIVERSITY	NICHOLLS STATE UNIVERSITY	NORTHWESTERN STATE UNIVERSITY	SOUTHEASTERN LOUISIANA UNIVERSITY
LIABILITIES (CONT.)						
Noncurrent liabilities:						
Unearned revenues				$449,599		
Compensated absences payable	$4,140,286	$4,783,194	$3,023,905	3,679,993	$4,379,041	$7,438,127
Capital lease obligations	1,148,000	2,246,474				
Notes payable	258,826	1,047,671				
Bonds payable	944,496	147,835,299	24,468,881	46,307,852	840,000	91,591,049
Net pension liability	67,653,853	146,769,403	83,538,345	89,698,834	112,666,334	171,523,945
OPEB liability	47,307,751	113,087,349	70,617,897	81,432,703	79,890,036	134,153,915
Other noncurrent liabilities				10,798,723	68,525	
Total noncurrent liabilities	121,453,212	415,769,390	181,649,028	232,367,704	197,843,936	404,707,036
Total liabilities	135,581,225	443,067,129	194,237,999	244,836,492	212,481,641	433,785,918
DEFFERED INFLOWS OF RESOURCES						
Deferred inflows related to pensions	2,480,195	5,546,503	1,954,011	2,105,685	3,223,046	5,128,902
Deferred inflows related to OPEB	9,322,067	13,651,966	9,125,968	9,130,492	11,277,863	17,405,909
Total deferred inflows of resources	11,802,262	19,198,469	11,079,979	11,236,177	14,500,909	22,534,811
NET POSITION						
Net investment in capital assets	128,286,720	193,357,450	133,696,974	52,618,107	50,236,724	116,966,636
Restricted for:						
Nonexpendable	8,081,377	33,949,068	13,800,000	19,382,189	12,905,352	13,389,865
Expendable	23,491,244	22,781,004	42,752,194	12,916,776	24,342,361	50,370,523
Unrestricted	(91,421,492)	(203,453,436)	(61,246,209)	(154,108,741)	(141,763,820)	(255,575,764)
TOTAL NET POSITION	$68,437,849	$46,634,086	$129,002,959	($69,191,669)	($54,279,383)	($74,848,740)

(Concluded)

	UNIVERSITY OF LOUISIANA AT LAFAYETTE	UNIVERSITY OF LOUISIANA AT MONROE	UNIVERSITY OF NEW ORLEANS	BOARD	TOTAL SYSTEM
LIABILITIES (CONT.)					
Noncurrent liabilities:					
Unearned revenues			$1,298,899		$1,748,498
Compensated absences payable	$12,481,884	$3,114,146	5,879,457	$424,908	49,344,941
Capital lease obligations					3,394,474
Notes payable	486,634		2,204,161		3,997,292
Bonds payable	249,559,915	53,743,628	41,135,716		656,426,836
Net pension liability	310,064,168	123,263,299	148,064,020	4,976,769	1,258,218,970
OPEB liability	191,088,341	93,293,344	112,609,296	2,873,686	926,354,318
Other noncurrent liabilities			62,241		10,929,489
Total noncurrent liabilities	763,680,942	273,414,417	311,253,790	8,275,363	2,910,414,818
Total liabilities	821,876,780	296,051,327	337,374,369	8,598,222	3,127,891,102
DEFFERED INFLOWS OF RESOURCES					
Deferred inflows related to pensions	7,109,261	5,595,089	5,026,128	18,649	38,187,469
Deferred inflows related to OPEB	21,956,569	11,600,561	18,165,097	359,595	121,996,087
Total deferred inflows of resources	29,065,830	17,195,650	23,191,225	378,244	160,183,556
NET POSITION					
Net investment in capital assets	200,084,183	82,119,681	149,071,496	20,430	1,106,458,401
Restricted for:					
Nonexpendable	57,415,000	37,071,171	26,726,119		222,720,141
Expendable	107,446,719	19,524,893	17,208,575		320,834,289
Unrestricted	(422,434,087)	(179,676,188)	(208,282,699)	(5,650,846)	(1,723,613,282)
TOTAL NET POSITION	($57,488,185)	($40,960,443)	($15,276,509)	($5,630,416)	($73,600,451)

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Combining Schedule of Revenues, Expenses, and Changes in Net Position, by University
For the Fiscal Year Ended June 30, 2021

	GRAMBLING STATE UNIVERSITY	LOUISIANA TECH UNIVERSITY	MCNEESE STATE UNIVERSITY	NICHOLLS STATE UNIVERSITY	NORTHWESTERN STATE UNIVERSITY	SOUTHEASTERN LOUISIANA UNIVERSITY
OPERATING REVENUES						
Student tuition and fees (net of scholarship allowances of $209,736,692)	$27,408,604	$75,587,517	$37,767,564	$37,763,169	$60,535,496	$67,736,637
Federal grants and contracts	6,829,825	8,095,112	698,861	1,220,001	1,494,671	10,163,689
State and local grants and contracts	859,738	3,280,837	2,480,179	1,559,453	6,657,716	4,154,390
Nongovernmental grants and contracts	968	976,309	332,677	245,149	1,959,382	307,344
Sales and services of educational departments	1,916,566	1,552,484	420,533	103,993	3,860,076	725,904
Auxiliary enterprise revenues (net of scholarship allowances of $23,334,912 including revenues used as security for revenue bonds)	26,810,912	24,882,445	3,959,766	18,466,837	2,881,287	16,265,956
Other operating revenues	1,112,980	1,094,644	1,286,764	1,901,555	3,135,548	1,840,360
Total operating revenues	64,939,593	115,469,348	46,946,344	61,260,157	80,524,176	101,194,280
OPERATING EXPENSES						
Educational and general:						
Instruction	19,222,902	46,441,549	28,843,583	31,062,518	45,169,265	69,830,439
Research	502,188	19,996,384	776,051	1,016,467	214,854	970,978
Public service	11,376	155,643	798,168	1,615,856	1,007,692	6,004,765
Academic support	4,275,408	13,526,044	9,172,271	7,542,591	10,698,766	11,344,491
Student services	4,539,457	5,578,763	5,264,738	7,529,026	8,492,367	10,099,622
Institutional support	27,710,534	13,027,820	9,643,807	10,177,934	20,278,336	14,619,191
Operations and maintenance of plant	6,200,875	9,957,196	7,950,804	8,651,452	7,558,556	15,337,293
Depreciation	6,623,724	13,819,477	56,756,953	6,235,268	4,016,761	10,103,511
Scholarships and fellowships	15,746,490	15,263,130	6,584,985	7,700,939	23,144,981	16,452,085
Auxiliary enterprises	22,484,257	36,425,632	16,098,872	14,339,750	10,052,574	12,839,772
Other operating expenses	24,064	1,942,710	(168,701)	333,879	451,608	505,311
Total operating expenses	107,341,275	176,134,348	141,721,531	96,205,680	131,085,760	168,107,458
OPERATING LOSS	(42,401,682)	(60,665,000)	(94,775,187)	(34,945,523)	(50,561,584)	(66,913,178)
NONOPERATING REVENUES (Expenses)						
State appropriations	11,536,170	22,314,221	14,642,745	11,900,620	17,595,530	23,826,675
Gifts	936,889	8,150,818	2,143,382	704,978		1,054,564
Federal nonoperating revenues	34,438,567	25,460,027	23,901,466	16,664,117	33,951,054	39,703,737
Investment income, net	5,743,541	6,670,688	6,000,763	2,619,173	5,143,162	540,769
Interest expense	(1,610,035)	(5,921,569)	(1,332,244)	(2,324,945)	(61,750)	(3,774,515)
Payments to or on behalf of the university				618,829		
Loss on disposal of capital assets						
Forgiveness of loans	90,072,671					
Insurance recoveries			52,580,957			
Other nonoperating revenues (expenses)	310,607	2,427,017	4,982,952	2,426,301	315,611	2,393,681
Net nonoperating revenues	141,428,410	59,101,202	102,920,021	32,609,073	56,943,607	63,744,911

(Continued)

	UNIVERSITY OF LOUISIANA AT LAFAYETTE	UNIVERSITY OF LOUISIANA AT MONROE	UNIVERSITY OF NEW ORLEANS	BOARD	TOTAL SYSTEM
OPERATING REVENUES					
Student tuition and fees (net of scholarship allowances of $209,736,692)	$137,064,397	$55,070,510	$56,287,920		$555,221,814
Federal grants and contracts	32,252,295	3,423,437	6,385,946		70,563,837
State and local grants and contracts	6,152,482	7,676,380	23,372,107		56,193,282
Nongovernmental grants and contracts	22,506,495	802,452	6,957,583		34,088,359
Sales and services of educational departments	133,221	269,404	377,616		9,359,797
Auxiliary enterprise revenues (net of scholarship allowances of $23,334,912 including revenues used as security for revenue bonds)	33,687,536	12,981,746	11,898,455		151,834,940
Other operating revenues	2,040,695	1,003,600	10,011,520	$2,848,230	26,275,896
Total operating revenues	233,837,121	81,227,529	115,291,147	2,848,230	903,537,925
OPERATING EXPENSES					
Educational and general:					
Instruction	103,945,362	35,247,177	40,524,772		420,287,567
Research	61,477,952	6,127,694	14,683,929		105,766,497
Public service	5,925,383	5,475,276	18,551,583		39,545,742
Academic support	20,039,988	6,222,750	10,786,500		93,608,809
Student services	15,015,962	7,882,377	9,393,728		73,796,040
Institutional support	37,214,538	19,693,867	15,187,138	3,477,551	171,030,716
Operations and maintenance of plant	16,290,734	11,055,772	16,763,784		99,766,466
Depreciation	24,664,193	7,555,848	10,243,716	6,194	140,025,645
Scholarships and fellowships	21,969,880	11,959,205	11,269,750		130,091,445
Auxiliary enterprises	48,671,861	22,987,718	15,901,337		199,801,773
Other operating expenses	535,199	141,203	1,079,535		4,844,808
Total operating expenses	355,751,052	134,348,887	164,385,772	3,483,745	1,478,565,508
OPERATING LOSS	(121,913,931)	(53,121,358)	(49,094,625)	(635,515)	(575,027,583)
NONOPERATING REVENUES (Expenses)					
State appropriations	40,902,381	23,598,628	18,240,668	1,001,967	185,559,605
Gifts	5,492,050	1,800,991	684,391		20,968,063
Federal nonoperating revenues	65,085,878	27,454,079	20,313,423		286,972,348
Investment income, net	29,525,692	8,629,551	5,883,524	13,315	70,770,178
Interest expense	(11,114,998)	(1,750,395)	(1,634,562)		(29,525,013)
Payments to or on behalf of the university					618,829
Loss on disposal of capital assets		(103,121)			(103,121)
Forgiveness of loans					90,072,671
Insurance recoveries					52,580,957
Other nonoperating revenues (expenses)	4,354,908	809,779	308,337	13,621	18,342,814
Net nonoperating revenues	134,245,911	60,439,512	43,795,781	1,028,903	696,257,331

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Combining Schedule of Revenues, Expenses, and Changes in Net Position, by University
For the Fiscal Year Ended June 30, 2021

	GRAMBLING STATE UNIVERSITY	LOUISIANA TECH UNIVERSITY	MCNEESE STATE UNIVERSITY	NICHOLLS STATE UNIVERSITY	NORTHWESTERN STATE UNIVERSITY	SOUTHEASTERN LOUISIANA UNIVERSITY
INCOME (LOSS) BEFORE OTHER REVENUES AND EXPENSES	$99,026,728	($1,563,798)	$8,144,834	($2,336,450)	$6,382,023	($3,168,267)
Capital appropriations	8,570,046	36,221,620	60,972,529	3,829,826	354,496	1,525,417
Capital grants and gifts	4,810,903	1,900,003	2,265,876	9,233	22,408	1,084,336
Additions to permanent endowments		400,000	100,000			345,770
Other revenues (expenses), net		(2,086,892)				
CHANGE IN NET POSITION	112,407,677	34,870,933	71,483,239	1,502,609	6,758,927	(212,744)
NET POSITION - BEGINNING OF YEAR (Restated)	(43,969,828)	11,763,153	57,519,720	(70,694,278)	(61,038,310)	(74,635,996)
NET POSITION - END OF YEAR	$68,437,849	$46,634,086	$129,002,959	($69,191,669)	($54,279,383)	($74,848,740)

(Concluded)

	UNIVERSITY OF LOUISIANA AT LAFAYETTE	UNIVERSITY OF LOUISIANA AT MONROE	UNIVERSITY OF NEW ORLEANS	BOARD	TOTAL SYSTEM
INCOME (LOSS) BEFORE OTHER REVENUES AND EXPENSES	$12,331,980	$7,318,154	($5,298,844)	$393,388	$121,229,748
Capital appropriations	2,035,903	919,685	1,066,735		115,496,257
Capital grants and gifts	1,883,096	184,976	11,223		12,172,054
Additions to permanent endowments	900,000		240,000		1,985,770
Other revenues (expenses), net			5		(2,086,887)
CHANGE IN NET POSITION	17,150,979	8,422,815	(3,980,881)	393,388	248,796,942
NET POSITION - BEGINNING OF YEAR (Restated)	(74,639,164)	(49,383,258)	(11,295,628)	(6,023,804)	(322,397,393)
NET POSITION - END OF YEAR	($57,488,185)	($40,960,443)	($15,276,509)	($5,630,416)	($73,600,451)

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Combining Schedule of Cash Flows, by University
For the Fiscal Year Ended June 30, 2021

	GRAMBLING STATE UNIVERSITY	LOUISIANA TECH UNIVERSITY	MCNEESE STATE UNIVERSITY	NICHOLLS STATE UNIVERSITY	NORTHWESTERN STATE UNIVERSITY	SOUTHEASTERN LOUISIANA UNIVERSITY
CASH FLOWS FROM OPERATING ACTIVITIES:						
Tuition and fees	$26,090,725	$74,892,245	$38,302,898	$38,027,422	$55,933,614	$67,142,286
Grants and contracts	6,074,472	12,284,349	(56,524,096)	2,897,915	10,405,806	9,427,247
Sales and services of educational departments	1,916,566	1,539,956	420,533	84,992	3,860,076	271,023
Auxiliary enterprise receipts	31,189,237	24,904,151	3,987,912	18,282,421	2,881,287	16,670,949
Payments for employee compensation	(31,506,749)	(73,403,949)	(38,321,472)	(41,566,225)	(51,412,531)	(77,825,609)
Payments for benefits	(12,839,638)	(30,881,439)	(17,176,167)	(16,252,846)	(21,447,488)	(33,555,622)
Payments for utilities	(3,101,739)	(6,031,696)	(2,202,297)	(3,196,816)	(2,035,900)	(4,766,206)
Payments for supplies and services	(40,778,609)	(34,623,524)	(17,864,583)	(16,561,799)	(19,899,973)	(31,758,279)
Payments for scholarships and fellowships	(15,746,490)	(17,633,549)	(10,171,945)	(11,472,929)	(23,144,981)	(10,284,197)
Loans to students						
Collection of loans to students		2,242	51,483		117,088	490,386
Other receipts	1,679,582	1,322,872	1,266,685	1,245,664	2,163,643	1,922,701
Net cash used by operating activities	(37,022,643)	(47,628,342)	(98,231,049)	(28,512,201)	(42,579,359)	(62,265,321)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:						
State appropriations	14,753,394	28,903,207	19,568,290	15,003,829	21,375,397	29,106,399
Gifts and grants for other than capital purposes	1,876,862	8,604,097	2,143,382	704,978		1,054,564
Pell grant receipts	18,865,820	9,827,946	11,081,875	11,431,676	18,824,155	23,387,504
Private gifts for endowment purposes			100,000			345,770
Taylor Opportunity Program for Students receipts	1,431,420	27,719,907	13,897,171	14,676,039	12,291,190	27,538,574
Taylor Opportunity Program for Students disbursements	(1,431,420)	(27,754,455)	(13,897,171)	(14,676,039)	(12,291,190)	(27,488,802)
CARES Act Receipts	10,694,501	16,558,143	12,819,591	3,051,547	15,126,899	16,139,288
Direct lending receipts	57,969,229	34,703,277	19,325,371	24,718,947	42,870,260	40,725,085
Direct lending disbursements	(57,969,229)	(34,352,345)	(19,325,371)	(24,529,733)	(42,870,260)	(41,112,523)
Other receipts (payments)	92,738,168	1,612,563	57,370,343	(164,754)		2,111,207
Net cash provided by noncapital financing sources	138,928,745	65,822,340	103,083,481	30,216,490	55,326,451	71,807,066
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:						
Proceeds from capital debt		1,137,293		9,250,680		23,332,834
Capital appropriations received						
Capital gifts and grants received						
Proceeds from sale of capital assets		602,000				
Purchases of capital assets	(1,829,170)	(24,017,846)	(2,490,834)	(2,449,142)	(1,523,217)	(1,260,883)
Principal paid on capital debt and leases	(89,611,041)	(4,098,757)	(1,323,010)	(10,758,514)	(385,000)	(31,654,058)
Interest paid on capital debt and leases	(1,610,035)	(5,878,702)	(1,341,102)	(2,656,934)	(61,750)	(1,826,270)
Deposits with trustees				1,733,620		
Other receipts (payments)		(419,005)		49,322		(851,583)
Net cash used by capital financing activities	(93,050,246)	(32,675,017)	(5,154,946)	(4,830,968)	(1,969,967)	(12,259,960)

(Continued)

	UNIVERSITY OF LOUISIANA AT LAFAYETTE	UNIVERSITY OF LOUISIANA AT MONROE	UNIVERSITY OF NEW ORLEANS	BOARD	TOTAL SYSTEM
CASH FLOWS FROM OPERATING ACTIVITIES:					
Tuition and fees	$137,256,975	$55,720,790	$54,834,705		$548,201,660
Grants and contracts	57,762,951	7,610,231	38,176,284		88,115,159
Sales and services of educational departments	133,221	269,404	(456,376)		8,039,395
Auxiliary enterprise receipts	34,166,727	12,775,993	10,441,347		155,300,024
Payments for employee compensation	(160,997,477)	(50,936,548)	(70,761,383)	($1,997,220)	(598,729,163)
Payments for benefits	(58,722,821)	(25,453,274)	(29,484,612)	(780,849)	(246,594,756)
Payments for utilities	(7,125,036)	(4,469,125)	(7,372,508)		(40,301,323)
Payments for supplies and services	(73,622,925)	(37,456,863)	(36,154,029)	(674,017)	(309,394,601)
Payments for scholarships and fellowships	(26,087,124)	(12,043,177)	(11,298,017)		(137,882,409)
Loans to students	(597,209)	(349,488)			(946,697)
Collection of loans to students	1,087,992	770,597	247,448		2,767,236
Other receipts	2,150,683	560,556	11,324,188	2,864,327	26,500,901
Net cash used by operating activities	(94,594,043)	(53,000,904)	(40,502,953)	(587,759)	(504,924,574)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:					
State appropriations	49,422,867	28,935,770	27,006,989	1,001,967	235,078,109
Gifts and grants for other than capital purposes	5,799,975	2,575,287	1,547,693		24,306,838
Pell grant receipts	23,763,529	12,433,059	13,252,248		142,867,812
Private gifts for endowment purposes	900,000		240,000		1,585,770
Taylor Opportunity Program for Students receipts	36,856,283	15,665,435	10,514,920		160,590,939
Taylor Opportunity Program for Students disbursements	(36,839,176)	(15,731,721)	(11,273,632)		(161,383,606)
CARES Act Receipts	33,262,809	11,392,512	7,061,175		126,106,465
Direct lending receipts	58,196,013	41,750,356	24,558,266		344,816,804
Direct lending disbursements	(58,204,524)	(41,750,356)	(24,500,813)		(344,615,154)
Other receipts (payments)	795,553	(524,418)	(113,638)		153,825,024
Net cash provided by noncapital financing sources	113,953,329	54,745,924	48,293,208	1,001,967	683,179,001
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:					
Proceeds from capital debt		442,258	2,704,739		36,867,804
Capital appropriations received	58,000				58,000
Capital gifts and grants received	996,863				996,863
Proceeds from sale of capital assets					602,000
Purchases of capital assets	(8,832,109)	(883,655)	(2,149,186)		(45,436,042)
Principal paid on capital debt and leases	(6,550,594)	(3,773,169)	(2,576,303)		(150,730,446)
Interest paid on capital debt and leases	(11,445,375)	(1,770,793)	(1,883,131)		(28,474,092)
Deposits with trustees					1,733,620
Other receipts (payments)		(11,000)	36,931		(1,195,335)
Net cash used by capital financing activities	(25,773,215)	(5,996,359)	(3,866,950)		(185,577,628)

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Combining Schedule of Cash Flows, by University
For the Fiscal Year Ended June 30, 2021

	GRAMBLING STATE UNIVERSITY	LOUISIANA TECH UNIVERSITY	MCNEESE STATE UNIVERSITY	NICHOLLS STATE UNIVERSITY	NORTHWESTERN STATE UNIVERSITY	SOUTHEASTERN LOUISIANA UNIVERSITY
CASH FLOWS FROM INVESTING ACTIVITIES:						
Proceeds from sales and maturities of investments	$3,782,889		$5,568,318	$5,813,495	$591,705	$7,196,404
Interest received on investments	3,425,809	$94,012	432,445	321,944	179,833	(3,640,624)
Purchases of investments	(8,744,769)		(5,304,386)	(5,713,720)	(1,300,000)	(5,379,350)
Net cash provided (used) by investing activities	(1,536,071)	94,012	696,377	421,719	(528,462)	(1,823,570)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	7,319,785	(14,387,007)	393,863	(2,704,960)	10,248,663	(4,541,785)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	24,903,789	91,188,669	58,050,583	26,407,528	42,524,415	53,420,678
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	$32,223,574	$76,801,662	$58,444,446	$23,702,568	$52,773,078	$48,878,893
RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES:						
Operating loss	($42,401,682)	($60,665,000)	($94,775,187)	($34,945,523)	($50,561,584)	($66,913,178)
Adjustments to reconcile operating loss to net cash used by operating activities:						
Depreciation expense	6,623,724	13,819,477	56,756,953	6,235,268	4,016,761	10,103,511
Nonemployer contributing entity revenue	451,868	436,783	249,264	253,998	322,611	478,297
Amortization of bond issuance costs				291,419		
Loss on refinancing				(411,486)		
Changes in assets, deferred outflows, liabilities and deferred inflows						
(Increase) decrease in accounts receivable, net	1,024,182	(283,570)	(59,056,273)	(566,521)	3,480,655	(7,791,555)
(Increase) decrease in inventories	234,175	45,470	977,271		13,514	24,499
(Increase) decrease in prepaid expenses and advances		169,938	388,629	1,560,353	(178,025)	724,677
(Increase) decrease in notes receivable, net		1,361,204	75,558		117,088	
(Increase) decrease in other assets	(250,000)	129,978			(4,550)	490,386
(Increase) decrease in deferred outflows related to pensions	(4,315,315)	(7,817,176)	(5,406,423)	(8,440,662)	(6,198,078)	(11,720,259)
(Increase) decrease in deferred outflows related to OPEB	(2,011,133)	(4,328,076)	(2,616,785)	(3,075,843)	(2,146,963)	(4,208,032)
Increase (decrease) in accounts payable and accrued liabilities	8,419	656,491	324,529	303,076	(56,933)	1,688,815
Increase (decrease) in unearned revenue	670,205	(504,660)	(468,421)	(58,928)	1,186,070	635,698
Increase (decrease) in amounts held in custody for others	566,602	230,613	158,484	(68,269)	(4,335)	(141,942)
Increase (decrease) in compensated absences	122,065	43,249	(193,003)	67,547	233,906	(602,206)
Increase (decrease) in net pension liability	5,866,429	11,276,585	8,016,219	12,185,840	9,750,997	18,518,430
Increase (decrease) in OPEB liability	(442,385)	6,214,746	3,639,679	5,191,841	3,379,507	7,086,087
Increase (decrease) in other liabilities	(600,912)			120,434	(35,576)	
Increase (decrease) in deferred inflows related to pensions	(1,873,297)	(2,798,320)	(2,776,451)	(2,590,280)	(2,908,354)	(4,579,336)
Increase (decrease) in deferred inflows related to OPEB	(695,588)	(5,616,074)	(3,525,092)	(4,564,465)	(2,986,070)	(6,059,213)
Net cash used by operating activities	($37,022,643)	($47,628,342)	($98,231,049)	($28,512,201)	($42,579,359)	($62,265,321)
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET POSITION:						
Cash and cash equivalents classified as current assets	$11,552,152	$32,774,212	$47,488,059	$11,835,586	$49,567,543	$35,071,082
Cash and cash equivalents classified as noncurrent assets	20,671,422	44,027,450	10,956,387	11,866,982	3,205,535	13,807,811
Cash and cash equivalents at the end of the year	$32,223,574	$76,801,662	$58,444,446	$23,702,568	$52,773,078	$48,878,893

(Continued)

	UNIVERSITY OF LOUISIANA AT LAFAYETTE	UNIVERSITY OF LOUISIANA AT MONROE	UNIVERSITY OF NEW ORLEANS	BOARD	TOTAL SYSTEM
CASH FLOWS FROM INVESTING ACTIVITIES:					
Proceeds from sales and maturities of investments	$2,251,424	$7,203,250	$1,709,834		$34,117,319
Interest received on investments	1,013,668	835,902	524,725	$13,315	3,201,029
Purchases of investments		(7,555,498)			(33,997,723)
Net cash provided (used) by investing activities	3,265,092	483,654	2,234,559	13,315	3,320,625
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(3,148,837)	(3,767,685)	6,157,864	427,523	(4,002,576)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	35,622,749	31,101,803	13,111,048	571,208	376,902,470
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	$32,473,912	$27,334,118	$19,268,912	$998,731	$372,899,894
RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES:					
Operating loss	($121,913,931)	($53,121,358)	($49,094,625)	($635,515)	($575,027,583)
Adjustments to reconcile operating loss to net cash used by operating activities:					
Depreciation expense	24,664,193	7,555,848	10,243,716	6,194	140,025,645
Nonemployer contributing entity revenue	894,920	368,282	506,222	13,621	3,975,866
Amortization of bond issuance costs			37,451		328,870
Loss on refinancing					(411,486)
Changes in assets, deferred outflows, liabilities and deferred inflows:					
(Increase) decrease in accounts receivable, net	(6,065,901)	(6,057,747)	156,144	167,725	(74,992,861)
(Increase) decrease in inventories	515,166	(104)	13,334		1,823,325
(Increase) decrease in prepaid expenses and advances	(760,736)	(157,598)	(885,379)		861,859
(Increase) decrease in notes receivable, net	508,417	1,574,628	247,448		3,884,343
(Increase) decrease in other assets			(39,967)		325,847
(Increase) decrease in deferred outflows related to pensions	(15,470,849)	(7,075,301)	(4,947,932)	(258,396)	(71,650,391)
(Increase) decrease in deferred outflows related to OPEB	(8,019,018)	(3,514,436)	(3,172,215)	(200,250)	(33,292,751)
Increase (decrease) in accounts payable and accrued liabilities	3,946,903	311,620	294,167	(80,575)	7,396,512
Increase (decrease) in unearned revenue	3,455,840	537,242	(714,029)		4,739,017
Increase (decrease) in amounts held in custody for others	83,853	2,619	(51,359)		776,266
Increase (decrease) in compensated absences	525,189	141,202	120,715	(38,152)	420,512
Increase (decrease) in net pension liability	27,876,604	7,884,132	13,713,601	530,575	115,619,412
Increase (decrease) in OPEB liability	15,439,936	4,978,566	1,504,175	421,523	47,413,675
Increase (decrease) in other liabilities		54,613	(785)		(462,226)
Increase (decrease) in deferred inflows related to pensions	(9,782,375)	(1,726,062)	(5,920,273)	(396,155)	(35,350,903)
Increase (decrease) in deferred inflows related to OPEB	(10,492,254)	(4,757,050)	(2,513,362)	(118,354)	(41,327,522)
Net cash used by operating activities	($94,594,043)	($53,000,904)	($40,502,953)	($587,759)	($504,924,574)
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET POSITION:					
Cash and cash equivalents classified as current assets	$4,526,780	$14,221,207	$14,235,464	$998,731	$222,270,816
Cash and cash equivalents classified as noncurrent assets	27,947,132	13,112,911	5,033,448		150,629,078
Cash and cash equivalents at the end of the year	$32,473,912	$27,334,118	$19,268,912	$998,731	$372,899,894

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA

Combining Schedule of Cash Flows, by University
For the Fiscal Year Ended June 30, 2021

	GRAMBLING STATE UNIVERSITY	LOUISIANA TECH UNIVERSITY	MCNEESE STATE UNIVERSITY	NICHOLLS STATE UNIVERSITY	NORTHWESTERN STATE UNIVERSITY	SOUTHEASTERN LOUISIANA UNIVERSITY
SCHEDULE OF NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES:						
Capital appropriations	$8,570,046	$36,221,620	$60,972,529	$3,829,826	$354,496	$1,525,417
Change in fair market value of investments	($2,317,732)	$6,563,915	$5,777,938	$2,197,454	$5,134,126	$3,161,998
Private gifts for endowment purposes		$400,000				
Capital gifts and grants	$4,810,903	$1,768,940	$2,265,876	$9,233	$22,408	$1,084,336
Capital assets acquired through capital leases and notes payable	$947,991					
Disposition of capital assets		($10,703)			($7,000)	
Retirement contributions paid by third parties	$205,989	$436,783	$249,264	$253,998	$322,611	$478,297
Other	($1,208,062)	$103,261				

(Concluded)

	UNIVERSITY OF LOUISIANA AT LAFAYETTE	UNIVERSITY OF LOUISIANA AT MONROE	UNIVERSITY OF NEW ORLEANS	BOARD	TOTAL SYSTEM
SCHEDULE OF NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES:					
Capital appropriations	$1,977,903	$919,685	$1,066,735		$115,438,257
Change in fair market value of investments	$26,997,232	$6,972,716	$3,029,226		$57,516,873
Private gifts for endowment purposes					$400,000
Capital gifts and grants	$886,233	$184,976	($11,223)		$11,021,682
Capital assets acquired through capital leases and notes payable			$3,622		$951,613
Disposition of capital assets		($103,121)			($120,824)
Retirement contributions paid by third parties	$894,920	$368,282	$506,222	$13,621	$3,729,987
Other	$265,966				($838,835)

OTHER REPORT REQUIRED BY *GOVERNMENT AUDITING STANDARDS*

Exhibit A

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

LOUISIANA LEGISLATIVE AUDITOR

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

December 28, 2022

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

Independent Auditor's Report

UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA
Baton Rouge, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the business-type activities and discretely presented component unit of the University of Louisiana System (System), a component unit of the state of Louisiana, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the System's basic financial statements, and have issued our report thereon dated December 28, 2022. Our report includes a reference to other auditors who audited the financial statements of the Innovative Student Facilities, Inc.; Cowboy Facilities, Inc.; NSU Facilities Corporation; University Facilities, Inc.; Ragin' Cajun Facilities, Inc.; University of Louisiana at Monroe Facilities, Inc.; and University of New Orleans Research and Technology Foundation, Inc., which are nonprofit corporations included as blended component units in the basic financial statements of the System. Other auditors also audited the financial statements of the University of Louisiana at Lafayette Foundation, Inc., which is a discretely presented component unit in the basic financial statements of the System as described in our report on the System's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. The financial statements of the NSU Facilities Corporation and University Facilities, Inc., were not audited in accordance with *Government Auditing Standards,* and accordingly, this report does not include reporting on internal control over financial reporting or compliance and other matters associated with the NSU Facilities Corporation and University Facilities, Inc., or that are reported on separately by those auditors who audited the financial statements of the NSU Facilities Corporation and University Facilities, Inc.

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Other Reports

Other external auditors audited the Innovative Student Facilities, Inc.; Cowboy Facilities, Inc.; NSU Facilities Corporation; University Facilities, Inc.; Ragin' Cajun Facilities, Inc.; University of Louisiana at Monroe Facilities, Inc.; and University of New Orleans Research and Technology Foundation, Inc., which are blended component units included in the System's basic financial statements for the year ended June 30, 2022. In addition, other external auditors audited the University of Louisiana at Lafayette Foundation, Inc. which is a discretely presented component

unit included in the basic financial statements of the System. To obtain copies of those reports, refer to note 1-B to the basic financial statements for mailing addresses.

As a part of our audit of the System's basic financial statements for the year ended June 30, 2022, we performed certain procedures on the following campuses within the System: Louisiana Tech University, McNeese State University, Southeastern Louisiana University, University of Louisiana at Lafayette, University of Louisiana at Monroe, and University of New Orleans. When issued, our reports relating to those universities will contain compliance and internal control findings, where applicable. Management's responses will also be included in those reports. Management's responses are not audited. Copies of issued reports are available for public inspection at the Baton Rouge office of the Legislative Auditor, and can also be found on the Internet at www.lla.la.gov.

Purpose of This Report

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

Respectfully submitted,

Michael J. "Mike" Waguespack, CPA
Legislative Auditor

LA:CR:RR:EFS:aa

ULS 2022