

**THE CITADEL, THE MILITARY COLLEGE
OF SOUTH CAROLINA
INTERCOLLEGIATE ATHLETICS PROGRAM**

AGREED-UPON PROCEDURES

Year Ended June 30, 2017

*And Independent Accountant's Report on Applying
Agreed-Upon Procedures*

**THE CITADEL, THE MILITARY COLLEGE OF SOUTH CAROLINA
INTERCOLLEGIATE ATHLETICS DEPARTMENT
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Independent Accountant’s Report on Applying Agreed-Upon Procedures

Lt. Gen. John W. Rosa, President
The Citadel, The Military College of South Carolina
Charleston, South Carolina

We have performed the procedures enumerated below, which were agreed to by the management of The Citadel, The Military College of South Carolina (the “College”) solely to assist you in evaluating whether the Statement of Revenues and Expenses of the Intercollegiate Athletics Program of The Citadel, The Military College of South Carolina is in compliance with the National Collegiate Athletic Association (“NCAA”) Bylaw 3.2.4.15.1 for the year ended June 30, 2017. The College’s management is responsible for compliance with NCAA Bylaw 3.2.4.15.1 This engagement to apply agreed-upon procedures was performed in accordance with standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the College’s management. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose. Materiality for the purposes of this report has been determined to be \$10,000.

Agreed-Upon Procedures for Revenues

1. We obtained from management the Statement of Revenues and Expenses, Intercollegiate Athletics Program (the “Statement”) for the year ended June 30, 2017. We tested the mathematical accuracy of the Statement, traced the individual revenue line items to management’s worksheets and compared the amounts on management’s worksheets to the College’s general ledger. If a specific reporting category was less than 4% of total revenues, no procedures were required for that specific category. We also compared each major revenue account greater than 10% of total revenues to prior year amounts, and obtained an understanding of any variation greater than 10% as follows:
 - Ticket sales revenue increased \$224,971 or 13% during the year ended June 30, 2017, because the College hosted a December 2016 playoff game after a successful football season. The gate revenue collected from this game totaled \$221,949 which accounts for a majority of the increase in ticket sales revenue.
2. We compared and agreed five operating revenue receipts to supporting schedules provided by the College. This selection includes the selections obtained for testing in procedure 10.

Description	Reference Number	Amount
1. NCAA Distribution	F0009024	\$ 108,276
2. NCAA Distribution	F0008939	490,190
3. Southern Conference Distribution	F0008300	87,028
4. NCAA Distribution	F0008156	194,834
5. NCAA Distribution	F0008114	106,148

No exceptions were noted as a result of these procedures.

3. We compared and recalculated total revenues related to ticket sales, complimentary tickets provided, and unsold tickets during the year ended June 30, 2017 to the total ticket revenue reported on the Statement and related attendance figures.

No exceptions were noted as a result of these procedures.

4. We recalculated the amount of student fees for the year ended June 30, 2017 based on enrollment reports and athletic fees for each term. We also obtained and documented an understanding of the College's methodology for allocating student fees to Intercollegiate Athletics Programs. We also tied the calculation to student fee totals.

No exceptions were noted as a result of these procedures.

5. Direct state or other governmental support revenues were less than 4% of total revenues.

No procedures were required for this specific category.

6. We obtained, recalculated, and traced to the general ledger, supporting detail for direct institutional support, and recalculated totals.

As a result of these procedures, we found one exception related to waived student tuition and fees, which is included in direct institutional support. We had a variance of \$12,777 between our recalculated waived student tuition and fees amount and the waived student tuition and fees amount in the general ledger.

7. Revenues from guarantees were less than 4% of total revenues.

No procedures were required for this specific category.

8. We obtained the detailed listing of contributions and compared the total to the Statement. We noted one contribution in the amount of \$1,550,000 that was greater than 10% of all contributions received by the Intercollegiate Athletics Program. We confirmed that amount of the contribution with The Brigadier Foundation and agreed the amount confirmed by The Brigadier Foundation to supporting documentation, reviewed for reasonableness, and recalculated totals.

No exceptions were noted as a result of these procedures.

9. In-kind contributions revenue was less than 4% of total revenues.

No procedures were required for this specific category.

10. We obtained and recalculated a detailed schedule of NCAA distributions and compared the amounts to the amounts recorded in the general ledger. We selected five distributions received by the College and obtained supporting documentation to gain an understanding of the relevant terms and conditions. We compared the contract revenue amounts to the amounts recorded in the general ledger.

Item Description	Reference Number	Amount
1. NCAA Distribution	F0009024	\$ 108,276
2. NCAA Distribution	F0008939	490,190
3. Southern Conference Distribution of NCAA funds	F0008300	87,028
4. NCAA Distribution	F0008156	194,834
5. NCAA Distribution	F0008114	106,148

No exceptions were noted as a result of these procedures.

11. Conference distributions revenue was less than 4% of total revenues.

No procedures were required for this specific category.

12. Program sales, concessions, novelty sales, and parking revenues were less than 4% of total revenues.

No procedures were required for this specific category.

13. Royalties, advertisements, and sponsorships revenues were less than 4% of total revenues.

No procedures were required for this specific category.

14. Other revenue was less than 4% of total revenues.

No procedures were required for this specific category.

Agreed-Upon Procedures for Expenses

15. We tested the mathematical accuracy of the Statement, traced the individual expense line items to management's worksheets, and compared the amounts on management's worksheets to the College's general ledger. If a specific reporting category was less than 4% of total expenses, no procedures were required for that specific category. We also compared each major expense account over 10% of total expenses to prior year amounts. We noted no variations greater than 10%.

16. We compared and agreed 20 expenses to supporting schedules provided by the College.

	<u>Payee</u>	<u>Reference Number</u>	<u>Disbursement Amount</u>
1.	Hilton Hotels	S0104905	\$ 15,473
2.	Kelly Tours Inc.	I0079859	18,990
3.	Abbott Bus Lines Inc.	I0085233	29,694
4.	Bogart's Restaurant	S0111214	792
5.	JetBlue	S0104886	3,862
6.	Adidas America Inc.	I0078782	29,042
7.	Scott's Sports LLC	I0081357	8,335
8.	Sportsmans Shop Inc.	I0088108	2,441
9.	ALterG Inc.	I0089674	94,925
10.	Aramark	I0079284	26,082
11.	GCA Services Group	UP007717	108,546
12.	Club charges	J0021810	75,480
13.	Suite charges	J0021810	54,240
14.	East Side stands capital project	810830	396,278
15.	Overhead allocation	N/A	507,574
16.	SC Department of Revenue	I0084936	11,633
17.	Murray Sand Company Inc.	I0089454	2,695
18.	Sports Medicine estimate FY 17	J0019456	31,998
19.	Adorama Inc.	S0108760	4,592
20.	DC Training Concepts	S0100750	2,100

No exceptions were noted as a result of these procedures.

17. We selected 29 athletic students from the listing of institutional student aid recipients during the year ended June 30, 2017. We obtained individual student account details for each selection and compared total aid allocated from the related aid award letter to the student's account. For each student selected, we also ensured their information was reported accurately in either the NCAA's Compliance Assistant software (the "Software") or entered directly into the NCAA Membership Financial Reporting System (the "System") using the following criteria:

- a. The equivalency value for each student-athlete in all sports, including head-count sports, needs to be converted to a full-time equivalency value. The full time equivalency value is calculated using the athletic grant amount reported on the squad list as the numerator and the full grant amount is the total cost for tuition, fees, books, and room and board for an academic year as the denominator. If using the Software, this equivalency value should already be calculated on the squad list labeled "Rev. Dist. Equivalency Award".
- b. A student-athlete can only be included in one report.
- c. All equivalency calculations should be rounded to two decimal places. The Software and the on-line summary form will automatically round to two decimal places.
- d. The full grant amount should always be the full cost of tuition for an academic year, not semester. The "Period of Award" column on the Software squad list can identify those student-athletes receiving aid for a particular semester.
- e. If a sport is discontinued and the grant(s) are still being honored by the institution, the grant(s) are included in the student-athlete aid for revenue distribution purposes.
- f. Student-athletes receiving athletic aid who have exhausted their athletic eligibility or are inactive due to medical reasons should be included in the student-athlete aid total and correctly noted on the squad list.
- g. Only athletic aid awarded in sports in which the NCAA conducts championship competitions, emerging sports for women, and football should be included in the calculations.
- h. If a selected student received a Pell Grant, ensure value of grant is not included in the calculation of equivalencies or the total dollar amount of student athletic aid expense for the institution.
- i. If a selected student received a Pell Grant, ensure the student's grant was included in the total number and total value of Pell Grants reported for Revenue Distribution purposes in the NCAA Membership Financial Reporting System.

We recalculated the athletic student aid for each sport and overall.

	<u>ID</u>	<u>Sport</u>	<u>Amount</u>
1.	10602643	Baseball	\$ 22,337
2.	10613643	Women's Volleyball	50,727
3.	10571080	Women's Soccer	34,318
4.	10561832	Women's Soccer	10,968
5.	10597455	Football	24,529
6.	10582262	Women's Volleyball	43,709
7.	10596257	Football	20,687
8.	10558716	Women's Track	35,505
9.	10602476	Football	46,757
10.	10576446	Football	48,613
11.	10531744	Women's Golf	42,819
12.	10578217	Athletics Administration	22,146
13.	10616378	Women's Soccer	31,435
14.	10613538	Baseball	48,106
15.	10613449	Men's Tennis	14,675
16.	10530996	Football	21,497
17.	10623251	Women's Soccer	18,735
18.	10616226	Men's Track	19,566
19.	10558589	Men's Basketball	43,226

	<u>ID</u>	<u>Sport</u>	<u>Amount</u>
20.	10565560	Women's Volleyball	\$ 52,001
21.	10525587	Women's Volleyball	32,800
22.	10616320	Football	51,204
23.	10532777	Women's Golf	47,971
24.	10565694	Women's Rifle	5,568
25.	10522423	Wrestling	26,910
26.	10616001	Football	47,831
27.	10531554	Men's Basketball	42,782
28.	10580694	Football	49,009
29.	10616726	Football	50,403

We found one exception as a result of these procedures. One athletic student had a reported athletic grant of \$0 with an equivalency award of 0.00 in the System. Per the student account detail, the athletic student received an athletic grant of \$18,735.

18. Guarantees expense was less than 4% of total expenses.

No procedures were required for this specific category.

19. We obtained and inspected a listing of coaches employed by the College during the year ended June 30, 2017. We selected five coaches, including football and men's basketball, and compared and agreed the financial terms and conditions of each selection to the related coaching salaries, benefits, and bonuses recorded by the College in the Statement during the year ended June 30, 2017. We also obtained and inspected respective payroll summary registers for each selection and compared the amounts reported to the related salaries, benefits, and bonuses paid to the expense reported by the College. We also compared and agreed the totals recorded to any employment contracts executed for the coaches selected.

	<u>Employee</u>	<u>Sport</u>	<u>Position</u>
1.	Brent Thompson	Football	Head Coach
2.	Duggar Baucom	Men's Basketball	Head Coach
3.	Tony Skole	Baseball	Head Coach
4.	Lou Conte	Football	Offensive Coordinator/QBs/B-Backs
5.	Daniel Willis	Baseball	Assistant Head Coach

No exceptions were noted as a result of these procedures.

20. We obtained and inspected a listing of support staff/administrative salaries, benefits, and bonuses paid by the College during the year ended June 30, 2017. We selected five support staff/administrative employees and compared and agreed the financial terms and conditions of each selection to the related support staff/administrative salaries, benefits, and bonuses paid by the College recorded in the Statement during the year ended June 30, 2017. We also obtained and inspected respective payroll summary registers for each selection and compared the amounts reported to the related salaries, benefits, and bonuses paid to the expense reported by the College.

	<u>Employee</u>	<u>Department</u>	<u>Position</u>
1.	Jim Senter	Administration	Athletic Director
2.	Michael Keeney	Administration	Associate Athletic Director for Budget & Finance
3.	Danielle Dillahey	Marketing & Promotions	Assistant Athletic Director for Marketing & Promotions

Employee	Department	Position
4. Geoff Von Dollen	Administration	Senior Associate Athletic Director for Operations
5. Robby Bennet	Facilities & Operations	Assistant Athletic Director for Facilities & Operations

No exceptions were noted as a result of these procedures.

21. Recruiting expense was less than 4% of total expenses.

No procedures were required for this specific category.

22. We obtained an understanding of the College's team travel policies. We compared and agreed the policies to existing institutional and NCAA-related policies.

No exceptions were noted as a result of these procedures.

23. We obtained a detail of total equipment, uniforms, and supplies expense reported on the Statement. From this detail, we selected five expenses and obtained supporting documentation to validate the existence of the transaction and accuracy of recording.

Payee	Reference Number	Disbursement Amount
1. Adidas America Inc.	I0078782	\$ 29,042
2. Scott's Sports LLC	I0081357	8,335
3. Sportsmans Shop Inc.	I0088108	2,441
4. Sportsmans Shop Inc.	I0079412	11,631
5. Aramark	I0079284	26,082

No exceptions were noted as a result of these procedures.

24. Game expense was less than 4% of total expenses.

No procedures were required for this specific category.

25. Fundraising, marketing, and promotion expense was less than 4% of total expenses.

No procedures were required for this specific category.

26. We obtained and recalculated a listing of athletic facilities debt service schedules, lease payments, and rental fees. We agreed the payments to supporting debt financing agreements. We also compared the amounts recorded to the Statement. We compared the total of facility payments to supporting debt financing agreements.

No exceptions were noted as a result of these procedures.

27. We obtained details for direct overhead and administrative expense reported on the Statement. From this detail we selected five expenses and obtained supporting documentation to validate the existence of the transaction and accuracy of recording.

Payee	Reference Number	Disbursement Amount
1. GCA Services Group	UP007717	\$ 108,546
2. Club charges	J0021810	75,480
3. Suite charges	J0021810	54,240
4. East Side stands capital project	810830	396,278
5. Overhead allocation	N/A	507,574

No exceptions were noted as a result of these procedures.

28. Medical expenses and medical insurance expense was less than 4% of total expenses.

No procedures were required for this specific category.

29. Membership and dues expenses group was less than 4% of total expenses.

No procedures were required for this specific category.

30. We obtained details for \$124,508 or 14% of other expense reported on the Statement. From this detail we selected five expenses and obtained supporting documentation to validate the existence of the transaction and accuracy of recording.

	<u>Payee</u>	<u>Reference Number</u>	<u>Disbursement Amount</u>
1.	SC Department of Revenue	I0084936	\$ 11,632.76
2.	Murray Sand Company Inc.	I0089454	2,695.40
3.	Sports Medicine estimate FY 17	J0019456	31,998.14
4.	Adorama Inc.	S0108760	4,592.00
5.	DC Training Concepts	S0100750	2,100.00

No exceptions were noted as a result of these procedures.

Additional Agreed-Upon Procedures

31. We compared and agreed the sports sponsored reported in the NCAA Membership Financial Reporting System to the squad lists of the College.

No exceptions were noted as a result of these procedures.

32. We obtained the College's Sports Sponsorship and Demographic Forms Report for the reporting year. We reviewed it to validate that the countable sports reported by the institution meet the minimum requirements set forth in Bylaw 20.9.6.3 for the number of contests and number of participants in each contest that is counted toward meeting the minimum contest requirement. Once the countable sports were confirmed, we reviewed it to ensure the College had properly reported the sports as countable for revenue distribution purposes within the NCAA Membership Financial Reporting System.

No exceptions were noted as a result of these procedures.

33. For Pell Grants, we agreed the total number of Division I student-athletes who, during the academic year, received a Pell Grant award (e.g. Pell Grant recipients on Full Grant-in-Aid, Pell Grant recipients on Partial Grants-in-Aid and Pell Grant recipients with no Grants-in-Aid) and the total value of these Pell Grants reported in the NCAA Membership Financial Reporting System to a report, generated out of the institution's financial aid records, of all student-athlete Pell Grants.

No exceptions were noted as a result of these procedures.

Agreed-Upon Procedures for Other Reporting Items

34. We obtained a repayment schedule for all outstanding intercollegiate athletics debt during the year ended June 30, 2017 and recalculated annual maturities (consisting of principal and interest) provided in the schedules. We agreed the total annual maturities and total outstanding athletic related debt to supporting documentation and the College's general ledger.

No exceptions were noted as a result of these procedures.

35. We agreed the total outstanding institutional debt at June 30, 2017 to supporting documentation and the College's audited financial statements.

No exceptions were noted as a result of these procedures.

36. We obtained a schedule of all athletics dedicated endowments maintained by athletics and the College at June 30, 2017. We agreed the fair market value in the schedule to the general ledger.

No exceptions were noted as a result of these procedures.

37. We agreed the total fair market value of the College's endowments at June 30, 2017 to the general ledger.

No exceptions were noted as a result of these procedures.

38. We obtained a schedule of athletics related capital expenditures made by athletics and the College during the year ended June 30, 2107. We also obtained the general ledger detail and compared it to the total capital expenditures reported noting 1 capital expenditures made by athletics. We selected this one transaction to validate existence of transaction and accuracy of recording and recalculated totals.

<u>Payee</u>	<u>Reference Number</u>	<u>Disbursement Amount</u>
1. AlterG Inc.	10089674	\$ 94,925

No exceptions were noted as a result of these procedures.

We were not engaged to, and did not perform, an audit; the objective of which would be the expression of an opinion on the Statement of Revenues and Expenses of the Intercollegiate Athletics Program of The Citadel, The Military College of South Carolina in the statements of revenues and expenses (unaudited) or on compliance with NCAA Bylaw 3.2.4.15.1 for the year ended June 30, 2017. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the management of The Citadel, The Military College of South Carolina and is not intended to be, and should not be, used by anyone other than this specified party.

Cherry Bekaert LP

Greenville, South Carolina
January 16, 2018

THE CITADEL, THE MILITARY COLLEGE OF SOUTH CAROLINA
INTERCOLLEGIATE ATHLETICS PROGRAM
STATEMENT OF REVENUES AND EXPENSES (UNAUDITED)

YEAR ENDED JUNE 30, 2017

	<u>Football</u>	<u>Men's Basketball</u>	<u>Other Sports</u>	<u>Nonprogram Specific</u>	<u>Total</u>
Operating Revenues:					
Ticket sales	\$ 1,835,216	\$ 68,564	\$ 86,014	\$ -	\$ 1,989,794
Direct State or other governmental support	-	-	-	350,000	350,000
Student fees	1,660,553	722,948	1,614,034	2,862,737	6,860,272
Direct institutional support	1,487,395	320,432	1,526,370	249,407	3,583,604
Guarantees	400,025	275,000	1,000	-	676,025
Contributions	806,427	188,050	926,659	13,246	1,934,382
Inkind contributions	-	-	5,503	45,000	50,503
NCAA distributions	9,750	-	6,944	925,178	941,872
Conference distributions	-	-	-	213,801	213,801
Program sales, concessions, novelty sales, and parking	285,858	-	3,771	-	289,629
Royalties, advertisements, and sponsorships	11,835	3,190	32,930	534,704	582,659
Other revenue	5,180	5,916	76,774	49,765	137,635
Total Operating Revenues	<u>6,502,239</u>	<u>1,584,100</u>	<u>4,279,999</u>	<u>5,243,838</u>	<u>17,610,176</u>
Operating Expenses:					
Athletics student aid	2,416,217	520,529	2,479,528	405,153	5,821,427
Guarantees	29,000	13,924	12,000	-	54,924
Coaching salaries and benefits	1,238,490	539,196	1,203,795	-	2,981,481
Support staff/administrative salaries and benefits	-	-	-	2,135,115	2,135,115
Recruiting	153,281	35,856	52,000	-	241,137
Team travel	247,957	171,937	422,357	-	842,251
Equipment, uniforms, and supplies	358,062	60,696	254,280	15,580	688,618
Game expenses	290,488	92,717	103,440	-	486,645
Fundraising, marketing, and promotion	9,163	3,368	6,591	300,014	319,136
Athletic facilities debt service	-	-	-	1,334,068	1,334,068
Direct overhead and administrative expenses	231,520	1,128	23,646	1,280,238	1,536,532
Medical expenses and medical insurance	15,831	3,362	8,311	99,515	127,019
Memberships and dues	3,421	13,610	3,326	32,840	53,197
Other operating expenses	137,557	33,733	162,595	533,393	867,278
Total Operating Expenses	<u>5,130,987</u>	<u>1,490,056</u>	<u>4,731,869</u>	<u>6,135,916</u>	<u>17,488,828</u>
Excess (Deficiency) of Operating Revenues over Expenses	<u>\$ 1,371,252</u>	<u>\$ 94,044</u>	<u>\$ (451,870)</u>	<u>\$ (892,078)</u>	<u>\$ 121,348</u>

THE CITADEL, THE MILITARY COLLEGE OF SOUTH CAROLINA
INTERCOLLEGIATE ATHLETICS PROGRAM
SELECTED NOTES TO STATEMENT OF REVENUES AND EXPENSES (UNAUDITED)

YEAR ENDED JUNE 30, 2017

Note 1—Basis of presentation

The Statement of Revenues and Expenses of The Citadel, The Military College of South Carolina's (the "College") Intercollegiate Athletics Program was prepared on the accrual basis of accounting modified to omit depreciation expense and pledges which are not considered allocated until cash is received.

Note 2—Contributions

The College received a contribution totaling \$1,550,000 from a related party organization that constituted 10% or more of all contributions received by the Intercollegiate Athletic Program during the year ended June 30, 2017. Contributions are donations that are restricted for financial aid for student athletes and for the support of specific intercollegiate athletic programs.

Note 3—Gifts restricted for plant acquisitions and improvements

During the year ended June 30, 2017, there were no gifts to the athletics department that were restricted for plant acquisitions and improvements.

Note 4—Gifts to the endowment and pledges receivable

During the year ended June 30, 2017, gifts that were added to the athletics endowment funds totaled \$22,258. In addition, gross pledges receivable to support athletics was \$23,869 at June 30, 2017. Such amounts are not included in the accompanying Statement of Revenues and Expenses.

Note 5—Direct institutional support

The College provided \$3,583,604 of direct institutional support to the Intercollegiate Athletic Program during the year ended June 30, 2017. This total was composed of transfers from non-athletic auxiliary of \$1,100,000, transfers from unrestricted gift funds of \$300,000, transfers from The Citadel Alumni Association of \$50,000, and waived student tuition and fees of \$2,133,604.

Note 6—Contract with outside vendor

On November 17, 2016, the College entered into an exclusive supplier contract with a soft drink vendor that provided for annual funding up to \$347,000 the year ended June 30, 2017. Such funding is restricted for specific purposes within the athletics department, including capital expenditures. The contract started on December 31, 2016 and ends on June 30, 2022.

Note 7—Facility service charges

Service charges are allocated to athletics buildings based on facility service personnel time spent or square footage and are included in the direct overhead and administrative expenses line item in the Statement of Revenues and Expenses.

THE CITADEL, THE MILITARY COLLEGE OF SOUTH CAROLINA
INTERCOLLEGIATE ATHLETICS PROGRAM
SELECTED NOTES TO STATEMENT OF REVENUES AND EXPENSES (UNAUDITED)

YEAR ENDED JUNE 30, 2017

Note 8—Capital assets

Capital assets are stated at cost at the date of acquisition or fair value at the date of donation in the case of gifts. The Citadel follows capitalization guidelines established by the State of South Carolina. All land is capitalized, regardless of cost. Qualifying improvements that rest in or on the land itself are recorded as depreciable land improvements. Major additions and renovations and other improvements that add to the usable space, prepare existing buildings for new uses, or extend the useful life of an existing building are capitalized. The College capitalizes movable personal property with a unit value in excess of \$5,000 and a useful life in excess of two years and depreciable land improvements, buildings and improvements, and intangible assets costing in excess of \$100,000. Routine repairs and maintenance and library materials, except individual items costing in excess of \$5,000, are charged to operating expenses in the year in which the expense was incurred.

Depreciation is computed using the straight-line method over the estimated useful lives of the assets, generally 15 to 50 years for buildings and improvements and land improvements and 2 to 25 years for machinery, equipment, and vehicles. A full year of depreciation is taken the year the asset is placed in service and no depreciation is taken in the year of disposition. Depreciation expense is not included in the Statement of Revenues and Expenses.

The Citadel capitalizes as a component of construction in progress interest cost in excess of earnings on debt associated with the capital projects; therefore, asset values in capital assets include such interest costs. There was no capitalized interest for any athletics or non-athletics capital projects in 2017.

Note 9—Capital expenditures

The Citadel incurred one athletics capital expenditures in the amount of \$94,925 during 2017.

Note 10—Deferred inflows of resources

The Citadel had no deferred inflows of resources during 2017.

Note 11—Long-term liabilities

The total annual debt service for the year ended June 30, 2017 is \$1,334,068 for athletic facilities. The total debt outstanding at June 30, 2017 was \$11,196,004 for athletic facilities. Total institutional debt at June 30, 2017 was \$21,001,004.