

EASTERN ILLINOIS UNIVERSITY ALUMNI ASSOCIATION, INC.
(A COMPONENT UNIT OF EASTERN ILLINOIS UNIVERSITY)

FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2023 AND 2022



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INDEPENDENT AUDITORS' REPORT

Board of Directors
Eastern Illinois University Alumni Association, Inc.
Charleston, Illinois

Report on the Financial Statements

Opinion

We have audited the accompanying financial statements of Eastern Illinois University Alumni Association, Inc., which comprise the statements of financial position as of June 30, 2023 and 2022, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Eastern Illinois University Alumni Association, Inc., as of June 30, 2023 and 2022, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

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 Eastern Illinois University Alumni Association, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *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:

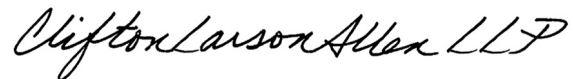
- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, 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 Eastern Illinois University Alumni Association, Inc.'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 Eastern Illinois University Alumni Association, Inc.'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.

Board of Directors
Eastern Illinois University Alumni Association, Inc.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 25, 2023, on our consideration of Eastern Illinois University Alumni Association, Inc.'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 Eastern Illinois University Alumni Association, Inc.'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 Eastern Illinois University Alumni Association, Inc.'s internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Peoria, Illinois
October 25, 2023



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Board of Directors
Eastern Illinois University Alumni Association, Inc.
Charleston, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Eastern Illinois University Alumni Association, Inc. which comprise the statements of financial position as of June 30, 2023, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated October 25, 2023.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Eastern Illinois University Alumni Association, Inc.'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 opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Eastern Illinois University Alumni Association, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of Eastern Illinois University Alumni Association, Inc.'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 may exist that have not been identified.

Report on Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



CliftonLarsonAllen LLP

Peoria, Illinois
October 25, 2023

EASTERN ILLINOIS UNIVERSITY ALUMNI ASSOCIATION, INC.
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2023 AND 2022

	2023	2022
ASSETS		
CURRENT ASSETS		
Cash and Cash Equivalents	\$ 157,988	\$ 154,402
Investments	2,328,360	2,135,231
Accounts Receivable	7,370	6,755
Prepaid Expenses	3,749	3,072
Total Current Assets	2,497,467	2,299,460
NONCURRENT ASSETS		
Accounts Receivable, Noncurrent Portion	11,440	11,610
Property and Equipment, Net of Accumulated Depreciation	154,568	159,723
Total Noncurrent Assets	166,008	171,333
Total Assets	2,663,475	2,470,793
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts Payable	\$ 10,792	\$ 400
Deferred Revenue	28,461	25,873
Total Liabilities	39,253	26,273
NET ASSETS		
Without Donor Restrictions	2,624,222	2,444,520
Total Net Assets	2,624,222	2,444,520
Total Liabilities and Net Assets	\$ 2,663,475	\$ 2,470,793

See accompanying Notes to Financial Statements.

EASTERN ILLINOIS UNIVERSITY ALUMNI ASSOCIATION, INC.
STATEMENTS OF ACTIVITIES
YEARS ENDED JUNE 30, 2023 AND 2022

	Without Donor Restrictions	
	2023	2022
REVENUE, SUPPORT, AND GAINS		
Contributions	\$ 4,419	\$ 2,872
Membership Dues	83,997	77,699
Royalties	11,000	10,000
Investment Income, Net of Fees	55,066	59,381
Realized Gain on Investments	50,141	17,364
Unrealized Gain (Loss) on Investments	93,272	(482,457)
Service Contract With University	85,930	77,100
Other Operating Income	2,761	620
Total Revenue, Support, and Gains	386,586	(237,421)
EXPENSES		
Program Services	156,516	145,828
Management and General	50,368	54,995
Total Expenses	206,884	200,823
CHANGE IN NET ASSETS	179,702	(438,244)
Net Assets - Beginning of Year	2,444,520	2,882,764
NET ASSETS - END OF YEAR	\$ 2,624,222	\$ 2,444,520

See accompanying Notes to Financial Statements.

EASTERN ILLINOIS UNIVERSITY ALUMNI ASSOCIATION, INC.
STATEMENTS OF FUNCTIONAL EXPENSES
YEARS ENDED JUNE 30 2023 AND 2022

	2023		
	Program Services	Management and General	Total
Scholarship Awards	\$ 10,000	\$ -	\$ 10,000
Gifts/Grants to the University	16,833	-	16,833
Personnel Services	67,153	22,571	89,724
Printing	20,454	49	20,503
Postage, Telephone, and Supplies	4,960	1,151	6,111
Professional Fees	-	11,235	11,235
Meetings and Travel	29,498	9,727	39,225
Insurance	1,987	2,047	4,034
Bank Fees	-	1,002	1,002
Building Repairs and Maintenance	547	1,765	2,312
Depreciation	5,084	821	5,905
	<u>\$ 156,516</u>	<u>\$ 50,368</u>	<u>\$ 206,884</u>
Total Expenses by Function			
Functional Expense Percentage	<u>75.7%</u>	<u>24.3%</u>	<u>100.0%</u>

	2022		
	Program Services	Management and General	Total
Scholarship Awards	\$ 8,500	\$ -	\$ 8,500
Gifts/Grants to the University	23,198	-	23,198
Personnel Services	49,413	29,744	79,157
Printing	23,656	270	23,926
Postage, Telephone, and Supplies	8,656	1,639	10,295
Professional Fees	-	10,119	10,119
Meetings and Travel	26,204	7,025	33,229
Insurance	1,616	2,124	3,740
Bank Fees	-	693	693
Building Repairs and Maintenance	-	2,999	2,999
Depreciation	4,585	382	4,967
	<u>\$ 145,828</u>	<u>\$ 54,995</u>	<u>\$ 200,823</u>
Total Expenses by Function			
Functional Expense Percentage	<u>72.6%</u>	<u>27.4%</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

EASTERN ILLINOIS UNIVERSITY ALUMNI ASSOCIATION, INC.
STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2023 AND 2022

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Membership Dues	\$ 86,140	\$ 80,900
Gifts	4,419	2,872
Royalties	11,000	10,000
Other Receipts	2,761	620
Payments of Scholarships and Grants/Awards to Others	(26,833)	(31,698)
Payments to Supplies and Vendors	(78,501)	(92,998)
Net Cash Used by Operating Activities	(1,014)	(30,304)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest on Investments	55,066	59,381
Proceeds from Investments Sold	956,229	581,344
Purchase of Investments	(1,005,945)	(627,808)
Purchase of Property and Equipment	(750)	(27,376)
Net Cash Provided (Used) by Investing Activities	4,600	(14,459)
NET CHANGE IN CASH AND CASH EQUIVALENTS	3,586	(44,763)
Cash and Cash Equivalents - Beginning of Year	154,402	199,165
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 157,988	\$ 154,402
RECONCILIATION OF CHANGE IN NET ASSETS TO NET CASH USED BY OPERATING ACTIVITIES		
Change in Net Assets	\$ 179,702	\$ (438,244)
Adjustments to Reconcile Change in Net Assets to Net Cash Used by Operating Activities:		
Depreciation	5,905	4,967
Realized Gain on Sale of Investments	(50,141)	(17,364)
Unrealized (Gain) Loss on Investments	(93,272)	482,457
Investment Income, Net of Fees	(55,066)	(59,381)
Change in Assets and Liabilities:		
Accounts Receivable	(445)	2,135
Prepaid Expenses	(677)	(2,380)
Accounts Payable	10,392	(3,560)
Deferred Revenue	2,588	1,066
Net Cash Used by Operating Activities	\$ (1,014)	\$ (30,304)

See accompanying Notes to Financial Statements.

EASTERN ILLINOIS UNIVERSITY ALUMNI ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

The Eastern Illinois University Alumni Association, Inc. (the Association), located in Charleston, Illinois, was incorporated under the laws of the state of Illinois as a nonprofit organization. The primary function of the Association is to support and foster the overall mission of the Eastern Illinois University by inspiring the loyalty and commitment of all alumni. The Association is supported primarily through membership dues, royalty income, and the service contract with Eastern Illinois University.

Financial Reporting Entity

The Association is a component unit of Eastern Illinois University, and the Association's financial statements are also included as part of Eastern Illinois University's financial statements and the State of Illinois Annual Comprehensive Financial Report.

Basis of Presentation

The financial statement presentation follows Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958 *Not-for-Profit Entities*. Under FASB ASC 958, the Association is required to report information regarding its financial position and activities according to two classes of net assets: without donor restrictions and with donor restrictions. Net assets with donor restrictions can be temporary in nature, which includes contributed net assets for which donor-imposed time and/or purpose restrictions have not been met. Other donor-imposed restrictions are permanent in nature, which includes contributed net assets which require, by donor restriction, that the corpus be invested in perpetuity and only the income be made available for program operations in accordance with donor restrictions. For the years ended June 30, 2023 and 2022, no net assets with donor restrictions existed.

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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Cash and Cash Equivalents

For purposes of the statements of cash flows, the Association considers all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash equivalents.

Investments

Investments are comprised of mutual funds. Unrealized gains and losses are included in the change in net assets.

The Association follows FASB ASC 820-10 *Fair Value Measurements*, which provides a framework for measuring fair value under accounting principles generally accepted in the United States of America. FASB ASC 820-10 defines fair value as the exchange price that would be received for an asset or paid to transfer a liability in an orderly transaction between market participants on the measurement date.

EASTERN ILLINOIS UNIVERSITY ALUMNI ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Investments (Continued)

FASB ASC 820-10 requires that valuation techniques maximize the use of observable inputs and minimize the use of unobservable inputs. FASB ASC 820-10 also establishes a fair value hierarchy, which prioritizes the valuation inputs into three broad levels as described below.

Level 1 – Inputs to the valuation methodology derived from unadjusted quoted prices for identical assets or liabilities in active markets.

Level 2 – Other observable inputs including quoted prices for similar assets or liabilities in active or inactive markets, and inputs that are principally derived from or corroborated by observable market data by correlation or other means.

Level 3 – Inputs to the valuation methodology which are unobservable and significant to the fair value measurements. These inputs are only used when Level 1 or Level 2 inputs are not available.

Accounts Receivable

The Association records uncollateralized amounts owed on installment membership as receivables. It has adjusted these receivables for all known uncollectible accounts and no allowance for bad debts is considered necessary at June 30, 2023 and 2022.

Revenue Recognition

Revenue from contracts with customers is recognized when the services are performed in an amount that reflects the consideration expected to be received in exchange for these services.

The timing of revenue recognition, billings, and cash collections can result in receivables, contract assets, and contract liabilities. Accounts receivable are recorded when the right to consideration becomes unconditional and are presented separately in the statements of financial position. Accounts receivable were \$18,810, \$18,365, and \$20,500 as of June 30, 2023, 2022, and 2021, respectively. The Association does not have significant contract assets as of June 30, 2023, 2022, and 2021. Contract liabilities, which relate to amounts that are received as of June 30, 2023, 2022, and 2021, prior to a portion of the membership period, were \$28,461, \$25,873, and \$24,807, respectively, and are included in deferred revenue on the statements of financial position.

The following describes the Association's significant revenue streams:

Contributions

Contributions received are recognized as net assets without or with donor restrictions, depending on the absence or existence and nature of any donor-imposed restrictions.

EASTERN ILLINOIS UNIVERSITY ALUMNI ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition (Continued)

Royalties

The Association receives royalty revenue annually based on an annual contract that allows USI Affinity to use the Association's name in promoting it to the Association members. The revenue amount is based on competition and is a constantly changing environment and is recorded when received.

Service Contract with University

The Association has an agreement with Eastern Illinois University (University) to coordinate the University's alumni activities. The University provides the Association with in-kind services in an amount not to exceed the Association's cost of coordinating these activities.

Membership Dues

Membership revenue is recognized during the time when the membership term falls. The remaining membership revenue is deferred and then recognized in the fiscal year for which that period of the membership term falls.

Income Taxes

The Association is a nonprofit corporation and is exempt from income taxes under Section 501(c)3 of the Internal Revenue Code and has been determined not to be a private foundation.

Accounting for Uncertain Tax Positions

The Association accounts for uncertainty in income taxes in accordance with FASB ASC 740-10 *Accounting for Uncertainty in Income Taxes*. FASB ASC 740-10 provides guidance for the financial statement recognition, measurement and disclosure of tax positions when it is more likely than not that the positions will be sustained upon examination of tax authorities.

The Association files informational returns in the U.S. federal jurisdiction and the State of Illinois. The Association's federal and state informational returns are subject to possible examination by the regulatory authorities until the related statutes of limitations on those information returns have expired. In general, both the federal informational return and state informational return have three-year statutes of limitations. The Association is not currently subject to an examination of the Association's informational returns by these regulatory authorities. As of June 30, 2023, the Association has no unrecognized tax benefits.

EASTERN ILLINOIS UNIVERSITY ALUMNI ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property and Equipment

Property and equipment are recorded at cost at the date of acquisition, or fair value at the date of donation in the case of gifts. For equipment, the Association's capitalization policy includes all items with a unit cost of \$5,000 or more and for land, buildings, and improvements its capitalization policy is \$25,000 or more. Renovations to buildings and equipment that significantly increase the value or extend the useful life of the asset are capitalized. Routine repairs and maintenance are charged to operating expense in the year in which the expense was incurred. Depreciation is computed using the straight-line method over the estimated useful lives of the assets, generally 50 years for buildings, 15 to 25 years for land improvements and building improvements, and 4 to 7 years for equipment.

Impairment of Long-Lived Assets

The Association reviews long-lived assets for impairment whenever events or changes in circumstances indicate the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to future undiscounted net cash flows expected to be generated by the asset. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the assets exceeds the fair value of the assets. Assets to be disposed of are reported at the lower of carrying amount or fair value less costs to sell.

Functional Expense Allocation

The financial statements report certain categories of expenses that are attributable to program or supporting functions of the Association. The Association uses a percentage of time spent on the direct conduct or supervision of programs that fulfill the Association's mission compared to the time spent on administrative duties to allocate salaries. Depreciation and insurance expenses are allocated based on the percentage of the employee's time spent on the direct conduct or supervision of program services. All other program and supporting service allocations are determined by management on an equitable basis.

Change in Accounting Principle

In February 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update 2016-02, *Leases (ASC 842)*. The new standard increases transparency and comparability among organizations by requiring the recognition of right-of-use (ROU) assets and lease liabilities on the balance sheet. Most prominent of the changes in the standard is the recognition of ROU assets and lease liabilities by lessees for those leases classified as operating leases. Under the standard, disclosures are required to meet the objective of enabling users of financial statements to assess the amount, timing, and uncertainty of cash flows arising from leases.

The Association adopted the requirements of the lease guidance effective July 1, 2022, and has elected to apply the provisions of this standard to the beginning of the period of adoption, with certain practical expedients available. The Association has determined that it has no leases, therefore the adoption of this standard did not have an impact on the financial statements.

EASTERN ILLINOIS UNIVERSITY ALUMNI ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Subsequent Events

Management has considered subsequent events occurring through October 25, 2023, which is the date these financial statements were available to be issued. Management believes no such events require any additional disclosures.

NOTE 2 CONCENTRATION OF CREDIT RISK

At June 30, 2023 and 2022, the carrying amount of the Association's cash deposits was \$157,988 and \$154,402, respectively. The cash deposits are held with the Eastern Illinois University, with the majority of the cash balances being held with The Illinois Funds. Investments in The Illinois Funds, a money market pool created by the Illinois State Legislature under the control of the Illinois State Treasurer, is reported at \$1 per share value, which equals the Association's fair value of the pool.

NOTE 3 INVESTMENTS

The Association's Board of Directors takes oversight of the Association's investment policy. Investments shown below were measured at fair value as described in Note 1. The policy is structured to provide guidance to external managers as they strive to meet the Association's goals. They seek to limit the overall level of risk commensurate with the chosen policy asset allocation. The Association has no legal or contractual restrictions on the type of investments it purchases. On the statements of activities, investment income is netted with investment fees.

	<u>Cost</u>	<u>Fair Value</u>	<u>Level 1</u>
<u>June 30, 2023</u>			
Equity Mutual Funds	\$ 1,199,735	\$ 1,469,524	\$ 1,469,524
Bond Mutual Funds	926,686	858,836	858,836
Total Investments	<u>\$ 2,126,421</u>	<u>\$ 2,328,360</u>	<u>\$ 2,328,360</u>
<u>June 30, 2022</u>			
Equity Mutual Funds	\$ 1,293,778	\$ 1,454,043	\$ 1,454,043
Bond Mutual Funds	733,140	681,188	681,188
Total Investments	<u>\$ 2,026,918</u>	<u>\$ 2,135,231</u>	<u>\$ 2,135,231</u>

The following schedule summarized the investment return and its classification in the statements of activities for the years ended June 30, 2023 and 2022:

	<u>Without Donor Restrictions</u>	
	<u>2023</u>	<u>2022</u>
Investment Income	\$ 67,219	\$ 72,822
Investment Fees	(12,153)	(13,441)
Realized Gains	50,141	17,364
Unrealized Gains (Losses)	93,272	(482,457)
Total Investment Return	<u>\$ 198,479</u>	<u>\$ (405,712)</u>

EASTERN ILLINOIS UNIVERSITY ALUMNI ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 4 LIQUIDITY

The Association had \$2,493,718 and \$2,296,388 of financial assets available within one year of the statement of financial position as of June 30, 2023 and 2022, respectively. None of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year of the balance sheet date. The Association invests cash in excess of daily requirements in various short-term investments.

The Association's financial assets available within one year of the balance sheet date for general expenditure are as follows:

	2023	2022
Cash and Cash Equivalents	\$ 157,988	\$ 154,402
Accounts Receivable, Current Portion	7,370	6,755
Short-Term Investments	2,328,360	2,135,231
Total	<u>\$ 2,493,718</u>	<u>\$ 2,296,388</u>

NOTE 5 PROPERTY AND EQUIPMENT

Property and equipment at June 30, 2023, was as follows:

	Beginning of Year	Additions	Disposals	End of Year
Property and Equipment Not Being Depreciated:				
Land	\$ 33,357	\$ -	\$ -	\$ 33,357
Other Depreciable Property and Equipment:				
Buildings and Improvements	271,868	750	-	272,618
Total Property and Equipment Being Depreciated	271,868	750	-	272,618
Less: Accumulated Depreciation for:				
Buildings and Improvements	145,502	5,905	-	151,407
Total Accumulated Depreciation	145,502	5,905	-	151,407
Property and Equipment Being Depreciated, Net	126,366	(5,155)	-	121,211
Total Property and Equipment, Net	<u>\$ 159,723</u>	<u>\$ (5,155)</u>	<u>\$ -</u>	<u>\$ 154,568</u>

Depreciation expense for the year ended June 30, 2023 was \$5,905.

EASTERN ILLINOIS UNIVERSITY ALUMNI ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 5 PROPERTY AND EQUIPMENT (CONTINUED)

Property and equipment at June 30, 2022, was as follows:

	Beginning of Year	Additions	Disposals	End of Year
Property and Equipment Not Being Depreciated:				
Land	\$ 33,357	\$ -	\$ -	\$ 33,357
Other Depreciable Property and Equipment:				
Buildings and Improvements	244,492	27,376	-	271,868
Total Property and Equipment Being Depreciated	244,492	27,376	-	271,868
Less: Accumulated Depreciation for:				
Buildings and Improvements	140,535	4,967	-	145,502
Total Accumulated Depreciation	140,535	4,967	-	145,502
Property and Equipment Being Depreciated, Net	103,957	22,409	-	126,366
Total Property and Equipment, Net	<u>\$ 137,314</u>	<u>\$ 22,409</u>	<u>\$ -</u>	<u>\$ 159,723</u>

Depreciation expense for the year ended June 30, 2022, was \$4,967.

NOTE 6 SIGNIFICANT TRANSACTIONS WITH THE PRIMARY GOVERNMENT

During the years ended June 30, 2023 and 2022, the Association had an agreement with Eastern Illinois University (University) to coordinate the University's alumni activities. The University agreed to provide the Association with money or in-kind services in an amount not to exceed the Association's cost of coordinating these activities. The Association has also agreed to pay the University for all facilities, services, and resources used. The payment is to be either in the form of money or its equivalent in services or resources.

In fulfilling its fiscal years 2023 and 2022 contracts with the University, the Association incurred \$120,954 and \$123,723, respectively, in total paid expenses, which include gifts/grants without donor restrictions of \$26,833 and \$31,698 respectively, paid to the University. In addition, the University provided in-kind support in the form of personnel and office space valued at \$85,930 and \$77,100 for the years ended June 30, 2023 and 2022, respectively. This information is shown as revenue under the caption of Service Contract with the University, and expenses are allocated between Program Service and Management and General captions on the statements of activities. The in-kind support was as follows for the years ended June 30:

	2023	2022
Personnel	\$ 84,712	\$ 76,278
Office Space	1,218	822
Total	<u>\$ 85,930</u>	<u>\$ 77,100</u>

The value of the personnel services is calculated based on the University employees' salaries and the allocation of time spent completing Association activities. The value of the office space is calculated based upon the Association's allocated use of University buildings.

EASTERN ILLINOIS UNIVERSITY ALUMNI ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 6 SIGNIFICANT TRANSACTIONS WITH THE PRIMARY GOVERNMENT (CONTINUED)

In addition, the Association provided the use of its facilities at no charge to the University for both years. The value of the facilities was \$52,390 and \$55,750 for the years ended June 30, 2023 and 2022, respectively. The value of the facilities is not reflected in the financial statements.

NOTE 7 ROYALTIES

The Association has an agreement with an insurance company to provide products to alumni during fiscal years 2023 and 2022. In fiscal years 2023 and 2022, the Association received \$11,000 and \$10,000, respectively, in royalties from USI Affinity.



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