

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

FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021



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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, 2022 and 2021, 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, 2022 and 2021, 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:

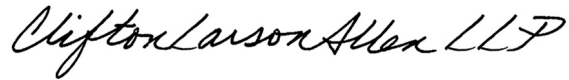
- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, 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 28, 2022, 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 28, 2022



**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 statement of financial position as of June 30, 2022, 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 28, 2022.

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.

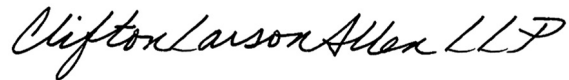
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not 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 28, 2022

EASTERN ILLINOIS UNIVERSITY ALUMNI ASSOCIATION, INC.
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2022 AND 2021

	2022	2021
ASSETS		
CURRENT ASSETS		
Cash and Cash Equivalents	\$ 154,402	\$ 199,165
Investments	2,135,231	2,553,860
Accounts Receivable	6,755	6,710
Prepaid Expenses	3,072	692
Total Current Assets	2,299,460	2,760,427
NONCURRENT ASSETS		
Accounts Receivable, Noncurrent Portion	11,610	13,790
Property and Equipment, Net of Accumulated Depreciation	159,723	137,314
Total Noncurrent Assets	171,333	151,104
Total Assets	\$ 2,470,793	\$ 2,911,531
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts Payable	\$ 400	\$ 3,960
Deferred Revenue	25,873	24,807
Total Liabilities	26,273	28,767
NET ASSETS		
Without Donor Restrictions	2,444,520	2,882,764
Total Net Assets	2,444,520	2,882,764
Total Liabilities and Net Assets	\$ 2,470,793	\$ 2,911,531

See accompanying Notes to Financial Statements.

EASTERN ILLINOIS UNIVERSITY ALUMNI ASSOCIATION, INC.
STATEMENTS OF ACTIVITIES
YEARS ENDED JUNE 30, 2022 AND 2021

	Without Donor Restrictions	
	2022	2021
REVENUE, SUPPORT, AND GAINS		
Contributions	\$ 2,872	\$ 2,075
Membership Dues	77,699	71,835
Royalties	10,000	20,000
Investment Income, Net of Fees	59,381	62,079
Realized Gain on Investments	17,364	26,754
Unrealized Gain (Loss) on Investments	(482,457)	445,429
Service Contract With University	77,100	153,634
Other Operating Income	620	-
Total Revenue, Support, and Gains	(237,421)	781,806
EXPENSES		
Program Services	145,828	250,719
Management and General	54,995	65,384
Total Expenses	200,823	316,103
CHANGE IN NET ASSETS	(438,244)	465,703
Net Assets - Beginning of Year	2,882,764	2,417,061
NET ASSETS - END OF YEAR	\$ 2,444,520	\$ 2,882,764

See accompanying Notes to Financial Statements.

EASTERN ILLINOIS UNIVERSITY ALUMNI ASSOCIATION, INC.
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 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	<u>\$ 145,828</u>	<u>\$ 54,995</u>	<u>\$ 200,823</u>
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.
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2021

	Program Services	Management and General	Total
Scholarship Awards	\$ 5,000	\$ -	\$ 5,000
Gifts/Grants to the University	77,870	-	77,870
Personnel Services	109,619	45,515	155,134
Printing	16,254	92	16,346
Postage, Telephone, and Supplies	8,828	785	9,613
Professional Fees	-	10,675	10,675
Meetings and Travel	17,064	20	17,084
Insurance	1,617	2,312	3,929
Bank Fees	-	548	548
Building Repairs and Maintenance	10,171	4,766	14,937
Depreciation	4,296	671	4,967
	<u>\$ 250,719</u>	<u>\$ 65,384</u>	<u>\$ 316,103</u>
Total Expenses by Function			
Functional Expense Percentage	<u>79.3%</u>	<u>20.7%</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, 2022 AND 2021

	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES		
Membership Dues	\$ 80,900	\$ 68,664
Gifts	2,872	2,075
Royalties	10,000	20,000
Other Receipts	620	-
Payments of Scholarships and Grants/Awards to Others	(31,698)	(82,870)
Payments to Supplies and Vendors	(92,998)	(78,673)
Net Cash Used by Operating Activities	(30,304)	(70,804)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest on Investments	59,381	62,079
Proceeds from Investments Sold	581,344	413,891
Purchase of Investments	(627,808)	(274,220)
Purchase of Property and Equipment	(27,376)	-
Net Cash Provided (Used) by Investing Activities	(14,459)	201,750
NET CHANGE IN CASH AND CASH EQUIVALENTS	(44,763)	130,946
Cash and Cash Equivalents - Beginning of Year	199,165	68,219
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 154,402	\$ 199,165
RECONCILIATION OF CHANGE IN NET ASSETS TO NET CASH USED BY OPERATING ACTIVITIES		
Change in Net Assets	\$ (438,244)	\$ 465,703
Adjustments to Reconcile Change in Net Assets to Net Cash Used by Operating Activities:		
Depreciation	4,967	4,967
Realized Gain on Sale of Investments	(17,364)	(26,754)
Unrealized (Gain) Loss on Investments	482,457	(445,429)
Investment Income, Net of Fees	(59,381)	(62,079)
Change in Assets and Liabilities:		
Accounts Receivable	2,135	(5,851)
Prepaid Expenses	(2,380)	203
Accounts Payable	(3,560)	(4,244)
Deferred Revenue	1,066	2,680
Net Cash Used by Operating Activities	\$ (30,304)	\$ (70,804)

See accompanying Notes to Financial Statements.

EASTERN ILLINOIS UNIVERSITY ALUMNI ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

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 Comprehensive Annual 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, 2022 and 2021, 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, 2022 AND 2021

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, 2022 and 2021.

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 \$18,365, \$20,500, and \$14,649 as of June 30, 2022, 2021, and 2020, respectively. The Association does not have significant contract assets as of June 30, 2022 and 2021. Contract liabilities, which relate to amounts that are received as of June 30, 2022, 2021, and 2022 prior to a portion of the membership period, were \$25,873, \$24,807, and \$22,127, 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, 2022 AND 2021

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, 2022, the Association has no unrecognized tax benefits.

EASTERN ILLINOIS UNIVERSITY ALUMNI ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

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 \$500 or more and for land, buildings, and improvements its capitalization policy is \$5,000 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

During the year ended June 30, 2022, the Association adopted Accounting Standards Update (ASU) 2020-07, *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*. The new guidance requires nonprofit entities to present contributed nonfinancial assets as a separate line item in the statement of activities, apart from contributions of cash or other financial assets. The standard also increases the disclosure requirements around contributed nonfinancial assets, including disaggregating by category the types of contributed nonfinancial assets a nonprofit entity has received. Adoption of this standard did not have a significant impact on the financial statements.

Subsequent Events

Management has considered subsequent events occurring through October 28, 2022, which is the date these financial statements were available to be issued. Management believes no such events require any additional disclosures.

EASTERN ILLINOIS UNIVERSITY ALUMNI ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE 2 CONCENTRATION OF CREDIT RISK

At June 30, 2022 and 2021, the carrying amount of the Association's cash deposits was \$154,402 and \$199,165, 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, 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>
 <u>June 30, 2021</u>			
Equity Mutual Funds	\$ 1,076,934	\$ 1,604,009	\$ 1,604,009
Bond Mutual Funds	911,291	949,851	949,851
Total Investments	<u>\$ 1,988,225</u>	<u>\$ 2,553,860</u>	<u>\$ 2,553,860</u>

The following schedule summarized the investment return and its classification in the statements of activities for the years ended June 30, 2022 and 2021:

	<u>Without Donor Restrictions</u>	
	<u>2022</u>	<u>2021</u>
Investment Income	\$ 72,822	\$ 75,158
Investment Fees	(13,441)	(13,079)
Realized Gains	17,364	26,754
Unrealized Gains (Losses)	(482,457)	445,429
Total Investment Return	<u>\$ (405,712)</u>	<u>\$ 534,262</u>

EASTERN ILLINOIS UNIVERSITY ALUMNI ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE 4 LIQUIDITY

The Association had \$2,296,388 and \$2,759,735 of financial assets available within one year of the balance sheet as of June 30, 2022 and 2021, 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:

	<u>2022</u>	<u>2021</u>
Cash and Cash Equivalents	\$ 154,402	\$ 199,165
Accounts Receivable, Current Portion	6,755	6,710
Short-Term Investments	<u>2,135,231</u>	<u>2,553,860</u>
Total	<u>\$ 2,296,388</u>	<u>\$ 2,759,735</u>

NOTE 5 PROPERTY AND EQUIPMENT

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

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

EASTERN ILLINOIS UNIVERSITY ALUMNI ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE 5 PROPERTY AND EQUIPMENT (CONTINUED)

Property and equipment at June 30, 2021, 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	-	-	244,492
Total Property and Equipment Being Depreciated	244,492	-	-	244,492
Less: Accumulated Depreciation for:				
Buildings and Improvements	135,568	4,967	-	140,535
Total Accumulated Depreciation	135,568	4,967	-	140,535
Property and Equipment Being Depreciated, Net	108,924	(4,967)	-	103,957
Total Property and Equipment, Net	<u>\$ 142,281</u>	<u>\$ (4,967)</u>	<u>\$ -</u>	<u>\$ 137,314</u>

Depreciation expense for the year ended June 30, 2021, was \$4,967.

NOTE 6 SIGNIFICANT TRANSACTIONS WITH THE PRIMARY GOVERNMENT

During the years ended June 30, 2022 and 2021, 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 2022 and 2021 contracts with the University, the Association incurred \$123,723 and \$162,469, respectively, in total paid expenses, which include gifts/grants without donor restrictions of \$31,698 and \$82,870 respectively, paid to the University. In addition, the University provided in-kind support in the form of personnel and office space valued at \$77,100 and \$153,634 for the years ended June 30, 2022 and 2021, 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:

	2022	2021
Personnel	\$ 76,278	\$ 152,254
Office Space	822	1,380
Total	<u>\$ 77,100</u>	<u>\$ 153,634</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, 2022 AND 2021

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 \$55,750 and \$51,510 for the years ended June 30, 2022 and 2021, 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 2022 and 2021. In fiscal years 2022 and 2021, the Association received \$10,000 and \$20,000, respectively, in royalties from USI Affinity.



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