



UNIVERSITY SYSTEM  
OF GEORGIA

# ANNUAL FINANCIAL REPORT

FISCAL YEAR

20  
20



# **UNIVERSITY SYSTEM OF GEORGIA**

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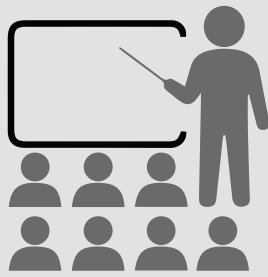
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# Introductory Section







**341,000+**  
students enrolled

**26** higher ed  
institutions



**157,770 JOBS**  
generated statewide

**\$18.5B**  
annual economic impact



**USG's impact on Georgia**





A record-high 341,000 students now enroll in the 26 public higher education institutions of the University System of Georgia, helping contribute to communities across the state. USG's economic impact is estimated at \$18.5 billion annually, and its institutions have generated more than 157,700

jobs across Georgia. At the same time, our faculty compete nationally for sponsored research dollars in excess of \$1 billion annually. And the system continues to improve student access and increase students' college attainment, fulfilling its core mission: **KNOWLEDGE.**



# Navigating the COVID-19 pandemic

Each of USG's 26 institutions plays a critically important role in raising education achievement levels in Georgia. The fundamental purpose of USG is to graduate more Georgians. A college degree improves not only quality of life but also the state's economic competitiveness.

As the COVID-19 pandemic unfolded, extensive preparations for Fall 2020 began in April. Institutions made a strong commitment to campus health and safety, while at the same time retaining a commitment to the value and importance to students of the on-campus experience.

USG's highest priority is for the health and safety of students, faculty and staff. We take that responsibility very seriously.

What hasn't changed is the focus on instruction and on supporting students so they continue to achieve their academic goals, graduate and join the workforce.

## A commitment to students

Faced with the extraordinary challenges of a global pandemic, USG made the decision in March to transition to online-only instruction for spring and, ultimately, summer semesters. Yet there are serious academic risks to students associated with constant online-only education.

Many of our students are first-generation, and many face financial challenges. More than 108,000 USG undergraduate students qualify for federal financial assistance under the Pell Grant program.

A substantial number come to us needing the kind of support that cannot be consistently provided through long-term, online-only education. Why does that matter?

National trends show low-income students are most likely to drop out or not enroll during the pandemic. Anecdotal reports suggest these students prefer the supportive environment of in-person classes, struggle at home to find a quiet place to study, and many lack access to reliable internet.

If our goal is to raise degree attainment, we must meet these challenges to provide the very support these students need to continue college. We believe students are responding to these efforts. Fall 2020 enrollment is the highest ever, with overall growth among African-American and Latino students, adult undergraduates and, importantly, first-year freshmen.











## Affordability

Affordability remains a paramount goal of the university system. The Board of Regents did not raise tuition for the current academic year and reduced students' costs systemwide.

Over the last five years, USG has limited tuition increases to an average of 0.9% annually, less than the rate of inflation — marking the third time in five years there has been no tuition increase. The decision allows USG to continue to offer some of the lowest tuition rates among peer public higher education systems.

Out of the 16 states that make up the Southern Regional Education Board, USG has the fourth-lowest in-state tuition and fees for undergraduates at four-year institutions.

Additionally, most mandatory fees were waived for the 2020 summer semester. Among other initiatives, the system has also maximized the use of online resources, including increased use of free or low-cost textbooks as an alternative to expensive traditional textbooks.

When they register, students can see whether a course section is available with a low-cost or no-cost textbook option.

In Spring 2020, no-cost and low-cost options throughout USG saved students \$27 million in that one semester alone, making us a leader in the nation.





## Know More. Borrow Less.

In addition to other affordability measures, USG has committed to a systemwide financial literacy initiative called “Know More. Borrow Less.”

Used at all 26 institutions, the program is designed to reduce student borrowing, increase their understanding of debt and provide them with timely, customized information about their student loans. This includes streamlining the federal student loan verification process, dramatically reducing time spent by students and schools grappling with red tape.

Additionally, USG has deployed automated and interactive debt notifications to students that more

precisely outline the amount a student currently owes, the expected monthly payment and interest cost, projections of future costs should they borrow more, and the estimated remaining loan eligibility. We have developed a digital financial aid offer letter that clearly articulates the cost of attendance, the financial aid offered and a recommended borrowing amount rather than just the maximum loan offered and next steps.

Finally, USG is continuing to leverage technology as a cost-saving measure, expanding the use of artificial intelligence services such as “chatbots” to quickly, accurately and consistently respond to student and parent questions 24/7.









## College completion

The number of USG students annually earning degrees has reached a record high in the system's 89-year history, having risen from about 54,800 degrees in 2011 to more than 70,800 degrees awarded in fiscal year 2020.

The numbers have gone up for nine consecutive years and reflect a more than 29% increase between 2011 and now. This year also saw the largest year-over-year increase since 2011, when USG joined Complete College America and re-focused system efforts on increasing education attainment in Georgia.

Our work to increase college completion continues with the systemwide, comprehensive effort to increase students' successful degree completion and on-time graduation known as the Momentum Approach. The first of its kind in the country, Momentum Approach starts the moment students step onto campus at any of USG's 26 institutions and find themselves immersed in a culture focused on successful degree completion and reducing time — and costs — toward graduation.

College students are more likely to graduate when they immediately pursue an area of academic interest, get help to stay on track and follow a clearly sequenced course of study. For our first-year students, this means passing English and math, taking nine hours in a field of interest and completing 30 course-hours total.

The effort also expands use of academic programs such as “degree pathways,” a campaign for fuller course loads, early-alert systems and corrective advising for when students need help staying on track. The program will continue scaling up to support students as they journey toward their degree.

Because of such initiatives, Georgia continues to be one of only three states with at least two institutions ranked among U.S. News & World Report's Top 15 public institutions in the nation.



## Efficiency

In 2017, USG began a systemwide initiative focused on improving administration through creating efficiencies, streamlining processes and finding ways to be more effective with resources.

Known as the Comprehensive Administrative Review, it has taken an in-depth look at all non-faculty administrative functions across USG.

The review has resulted in over \$112.9 million in redirected savings at all 26 institutions and the Uni-

versity System Office, generated through a variety of efforts including restructuring, elimination of approximately 837 positions, expense reduction and process improvement.

Redirected funds are now being used to advance USG's core priorities of degree attainment, student affordability and efficiency, including reducing online tuition, hiring additional faculty to enable students to take a full load of courses and providing additional resources toward student success programs.

## Economic innovation

With an economic impact of \$18.5 billion annually and a statewide impact, one of the top priorities for USG and its 26 institutions is to strengthen partnerships with Georgia-based businesses and address the critical need for a highly skilled workforce throughout our state.

We continue to increase degree offerings with the expansion of nexus degree programs, which give students the option of a shorter-term college credential in high-demand career areas, including cybersecurity, blockchain and film production. A nexus degree allows students and career professionals seeking to expand their skillsets and receive high-level, focused instruction and industry experience to fill the jobs that we, as a state, want to attract.

This effort includes core industry important to Georgia, such as the fast-growing financial technology (fintech) business sector. With 70 percent of all U.S. financial transactions routed through our state, and over 160 employers in this high-demand field currently located in Georgia, USG has embedded a statewide fintech core curriculum in a variety of four-year degrees at 23 of USG's 26 institutions that has been vetted by both the American Transaction Processors Coalition and companies affiliated with FinTech Atlanta.

This builds upon the success of USG's first-of-its-kind Georgia FinTech Academy, through which more than 1,900 college students have already taken at least one fintech course since September 2018.





## **MEMBERS OF THE BOARD OF REGENTS**

**W. Allen Gudenrath**  
*District: Eighth*

**Erin Hames**  
*District: At-Large*

**Samuel D. Holmes**  
*District: At-Large*

**Bárbara Rivera Holmes**  
*District: Second*

**C. Thomas Hopkins Jr., M.D.**  
*District: Third*

**James M. Hull (Vice Chair)**  
*District: At-Large*

**Cade Joiner**  
*District: At-Large*

**C. Everett Kennedy III**  
*District: Twelfth*

**Rachel B. Little**  
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**Lowery Houston May**  
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## **UNIVERSITY SYSTEM OF GEORGIA**

**Dr. Steve Wrigley**  
*Chancellor*

**Tracey Cook**  
*Treasurer*

**Edward Tate**  
*Secretary to the Board*



# **UNIVERSITY SYSTEM OF GEORGIA**





**BOARD OF REGENTS OF  
THE UNIVERSITY SYSTEM OF GEORGIA**

OFFICE OF STRATEGY & FISCAL AFFAIRS  
270 WASHINGTON STREET, S.W.  
ATLANTA, GEORGIA 30334

962-3233  
FAX (404) 962-3215

December 21, 2020

Chancellor Steve Wrigley  
Board of Regents  
University System of Georgia

Dear Chancellor Wrigley:

We are pleased to present to you the Annual Financial Report of the University System of Georgia for the year ended June 30, 2020. The report provides financial information about the University System of Georgia's operations during the year and describes its financial position at the end of the fiscal year.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal controls established for this purpose, the objective of which is to provide reasonable assurance that the financial statements are free of material misstatements. Further, the officers of the various institutions of the University System of Georgia and its affiliated organizations have assured us that every effort has been made to reflect accurately the information considered important to all concerned parties.

State law, Federal guidelines, bond covenants and the by-laws of the Board of Regents require that the accounting and financial records of the University System of Georgia be audited each year. The Georgia Department of Audits and Accounts has performed the audit for fiscal year 2020 and has issued an unmodified opinion, the most favorable outcome of the audit process. The State Auditor's report is located at the beginning of the financial section.

Management's discussion and analysis (MD&A) immediately follows the auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction therewith.

Respectfully submitted,

Tracey Cook  
Executive Vice Chancellor for Strategy and Fiscal Affairs/Treasurer  
Board of Regents of the University System of Georgia

*"Creating A More Educated Georgia"*  
[www.usg.edu](http://www.usg.edu)



# **UNIVERSITY SYSTEM OF GEORGIA**

# Financial Section







# UNIVERSITY SYSTEM OF GEORGIA



## DEPARTMENT OF AUDITS AND ACCOUNTS

270 Washington Street, S.W., Suite 4-101  
Atlanta, Georgia 30334-8400

**GREG S. GRIFFIN**  
STATE AUDITOR  
(404) 656-2174

### Independent Auditor's Report

The Honorable Brian P. Kemp, Governor of Georgia  
Members of the General Assembly of the State of Georgia  
Members of the Board of Regents of the University System of Georgia  
and  
Dr. Steve Wrigley, Chancellor  
University System of Georgia

#### **Report on the Financial Statements**

We have audited the accompanying financial statements of the business-type activities, aggregate discretely presented component units, and aggregate remaining fund information of the University System of Georgia (USG) as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the USG's basic financial statements as listed in the table of contents.

#### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

#### ***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the aggregate discretely presented component units. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the aggregate discretely presented component units, is based solely on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. The other auditors did not audit the aggregate discretely presented component units' financial statements, except for the Augusta University Foundation, Augusta University Research Institute Inc., AU Health Systems, Inc., Georgia State University Research Foundation, Inc., Georgia Tech Research Corporation, the University of Georgia Research Foundation, Inc., and the University System of Georgia Foundation, Inc. & Affiliates, in accordance with *Government Auditing Standards*.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the USG's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the USG's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### ***Opinions***

In our opinion, based on our audit and the reports of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities, aggregate discretely presented component units, and aggregate remaining fund information of the USG as of June 30, 2020, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Emphasis of Matter***

As discussed in Note 1, the financial statements of the USG are intended to present the financial position, the changes in financial position and, where applicable, cash flows of only those portions of the business-type activities, aggregate discretely presented component units and aggregate remaining fund information of the State of Georgia that are attributable to the transactions of the USG. They do not purport to, and do not, present fairly the financial position of the State of Georgia as of June 30, 2020, the changes in its financial position, or where applicable, its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

### ***Other Matters***

#### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and required supplementary information listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.



### *Supplementary and Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the USG's basic financial statements. The introductory section and accompanying supplementary information listed in the table of contents are presented for the purposes of additional analysis and are not required parts of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly we do not express an opinion or provide any assurance on them.

### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated December 21, 2020 on our consideration of the USG's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the USG's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the USG's internal control over financial reporting and compliance.

A copy of this report has been filed as a permanent record in the office of the State Auditor and made available to the press of the State, as provided for by Official Code of Georgia Annotated section 50-6-24.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Greg S. Griffin". The signature is fluid and cursive, with a horizontal line extending from the end.

Greg S. Griffin  
State Auditor

December 21, 2020



# **UNIVERSITY SYSTEM OF GEORGIA**

# UNIVERSITY SYSTEM OF GEORGIA

## Management's Discussion and Analysis

### Introduction

The University System of Georgia (USG)'s priority is to ensure more Georgians enter the workforce with a college credential, while also seeking to make college more affordable and accessible and the USG itself more cost-efficient on behalf of the State's students and communities. All 26 USG institutions continue to build on the "Momentum Year" program designed to help USG students in their crucial first year of college by guiding them on a path to achieve their educational goals, including successful degree completion and on-time graduation. Data from the National Student Clearinghouse Research Center shows that Georgia exceeds national averages for students completing their degrees within six years of enrolling. Despite unprecedented challenges from the COVID-19 pandemic, the USG awarded a record 70,879 degrees in fiscal year 2020 - the most in the USG's 89-year history.

Headcount enrollment for the 26 institutions of the USG in Fall 2019 was 333,507, representing an increase of 1.5 percent (4,795 students) over the Fall 2018 enrollment of 328,712. Fall 2020 headcount enrollment reached an all-time high of 341,485 students, which represents a 2.4% (7,978 students) increase over Fall 2019 and extending USG's positive growth trend to seven consecutive years.

Tuition rates for the 2019-2020 academic year increased slightly. System-wide, depending on the type of institution, the increase translates to \$35 to \$125 per semester for a full-time, in-state undergraduate student, or 2.5 percent. For the 2020-2021 academic year, the Board did not increase tuition rates. The USG limited tuition increases among its institutions to an average 0.9% annually for the past five years, well below the rate of inflation. This is the third time in five years there has been no tuition increase across the USG.

The USG also entered a new phase of the ongoing Comprehensive Administrative Review at all 26 institutions as well as the University System Office (USO). This thorough assessment of how the USG is organized, its processes and its staffing levels resulted in \$112.9 million in savings from the USO and all 26 institutions, which have been redirected to advancing USG's core priorities of degree attainment, student affordability and efficiency. The redirected savings have been generated through a variety of efforts to include the elimination of over 837 filled and vacant positions.

USG institutions have pursued a mission of teaching, research and service while prioritizing health and safety and providing a safe on-campus learning experience for students. The result is record enrollment and more students earning degrees than ever before. As we rise above the challenges brought on by the pandemic, USG remains committed to helping Georgia succeed by being more affordable, more efficient and most of all, preparing more students for life and work with a college degree.

This discussion and analysis provides a summary of the financial position of the USG for the fiscal year ending June 30, 2020. It will provide the user with an overview of how the USG utilized its resources in pursuit of its primary goals of teaching, research and public service. The Board of Regents (Board) and Chancellor Steve Wrigley are charged with the leadership of the 26 institutions of the USG. The USG continues to prosper, as is demonstrated by the following information:

### State Resources

During the 2020 session, the General Assembly passed HB 792 to amend HB 31 and provide appropriations for the State Fiscal Year beginning July 1, 2019, and ending June 30, 2020. The USG total appropriation for fiscal year 2020 was \$2.56 billion:

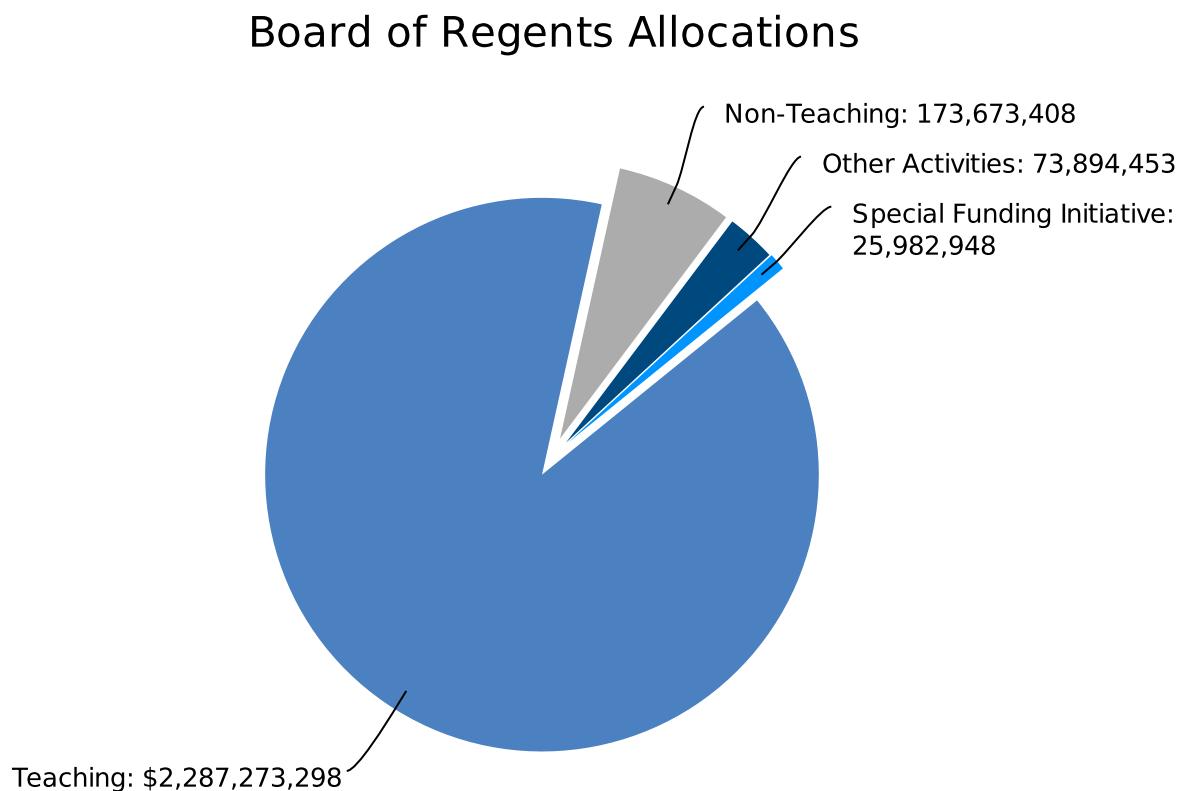
STATE APPROPRIATIONS AVAILABLE - GENERAL APPROPRIATIONS ACT OF 2020	
House Bill 31	
General State Funds	\$ 2,578,608,885
House Bill 792	
General State Funds	(17,784,778)
Total State Appropriations Per Appropriations Act - University System of Georgia	\$ 2,560,824,107



The following table presents the fiscal year 2020 allocations by the Board of Regents to the USG institutions:

ALLOCATIONS BY THE BOARD OF REGENTS		
Education and General		
Teaching	\$	2,287,273,298
Non-Teaching		173,673,408
Other Activities		
University System Office	\$	11,722,805
Rental Payments - GA Junior Military College		3,863,463
Rental Payments - GA Military Prep School		3,945,859
GA Public Telecommunications Commission		14,705,194
GA Public Libraries		39,657,132
Total Other Activities		73,894,453
Special Initiative Funding		25,982,948
Net State Appropriations Available to the University System of Georgia	\$	2,560,824,107

The following chart illustrates the Board of Regents allocations to Teaching, Non-Teaching, Other Activities and Special Funding Initiatives:



#### Overview of the Financial Statements and Financial Analysis

The USG is proud to present its consolidated financial statements for fiscal year 2020. These statements contain information from the 26 institutions of the USG, and the University System Office. These financial statements include: three business-type activity statements: Statement of Net Position, Statement of Revenues, Expenses and Changes in Net Position, and Statement of Cash Flows; Fiduciary Fund statements for the Early Retirement Plan - Augusta University, the USG Deferred Compensation Plan, the Board of Regents Retiree Health Benefit Fund, the Board of Regents Investment Pool Custodial Fund, and the Student Support Custodial Funds; and combining component unit financial statements for 25 discretely presented component units. These 25 organizations are

legally separate tax-exempt component units of the State of Georgia. The emphasis of discussions about these statements will be on current year USG data

The Notes to the Financial Statements follow the combining component unit financial statements, and contain essential information that serves both to support and clarify the information presented in the financial statements preceding them.

The Required Supplementary Information section contains additional information related to the Board of Regents Retiree Health Benefit Fund, the Early Retirement Plan - Augusta University, retirement plans for which the USG and its institutions participates and other post employment benefits as required by generally accepted accounting principles.

Finally, the Supplementary Information section includes selected information by USG institution, affiliated organizations and USG consolidated financial statements presented on a statutory/budget basis.

This discussion and analysis of the USG's consolidated financial statements provides an overview of its financial activities for the fiscal year. While audited financial statements for fiscal year 2019 are not presented with this report, condensed operations and financial position data will be presented in this section in order to illustrate comparative information.

### **Impact of the 2019 Novel Coronavirus (or "COVID-19")**

COVID-19 has adversely affected, and may continue to adversely affect, economic activity globally, nationally and locally. In March 2020, the World Health Organization declared the outbreak of COVID-19 a pandemic. The extent of the impact of the outbreak on the USG's operational and financial performance will depend on certain developments, including the duration and spread of the outbreak, impact on the USG's donors, employees, and vendors, and governmental, regulatory, and private sector responses. The full extent of the economic uncertainty caused by COVID-19 on the USG's consolidated financial statements in future periods is not yet determinable.

In March of 2020, the USG made a decision that all 26 institutions move to online instruction for the remainder of the spring and summer semesters. During this time, residence halls were closed, with minimal exceptions for students unable to return home, or who could not find housing elsewhere. While the residence halls were closed, the institutions did remain open with minimal staff physically on-site to ensure continuity of services. These changes due to COVID-19 necessitated refunding a prorated portion of housing, dining, and parking, among other fees, resulting in a decrease in auxiliary enterprise revenue for the fiscal year.

During fiscal year 2020, the USG was awarded federal Coronavirus Aid, Relief, and Economic Security (CARES) Act funds totaling \$282,625,297 to assist with higher education relief. Part A of federal CARES Act funds, \$124,872,726, were to be distributed directly to students as emergency financial aid grants as required under the federal program. Part B, totaling \$124,872,711, were primarily used to cover the cost of housing, dining, parking, and other refunds issued to students. Other CARES Act programs totaling \$32,879,860 were mostly used for student refunds, distance learning equipment, campus safety and operations, emergency financial aid grants to students, cost of providing additional technology hardware to students, and lost revenues due to COVID-19.

The USG believes in-person instruction maximizes the well-being and mental health of each student and is committed to maximizing safe in-person instruction; ensuring hybrid instruction includes a vast majority of in-person interactive instruction where appropriate and safe; promoting transparency in the modality of instruction prior to registration; and collecting data on the effectiveness of student engagement and face to face interaction with their instructors. In-person learning resumed for the Fall 2020 semester. The USG implemented contingency plans which include preparation of on-campus and off-campus space to be used for quarantine purposes, a robust COVID-19 testing strategy, and expanded healthcare service capacity. The USG also worked with various vendors, such as food service providers, to alter operations to facilitate social distancing and other safety protocols.

## Statement of Net Position

The Statement of Net Position presents the assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position of the USG as of the end of the fiscal year. The Statement of Net Position is a point of time financial statement. The purpose of the statement is to present to the reader a fiscal snapshot of the USG. The Statement of Net Position presents data concerning assets (property that we own and what we are owed by others), deferred outflows of resources (consumption of net position by the USG that is applicable to future reporting periods), liabilities (what we owe to others and have collected from others before we have provided the service), deferred inflows of resources (acquisition of net position by the USG that is applicable to future reporting periods), and net position. It is prepared under the accrual basis of accounting, which requires revenue and asset recognition when the service is provided, and expense and liability recognition when goods or services are received despite when cash is actually exchanged.

From the data presented, readers of the Statement of Net Position are able to determine the assets available to continue operations of the USG. They are also able to determine how much the USG owes vendors and investors. The difference between assets, deferred outflows of resources, liabilities, and deferred inflows of resources (net position) is one indicator of the USG's financial health when considered in conjunction with other nonfinancial conditions, such as facilities and environment.

Net position is divided into three major categories. The first category, net investment in capital assets, provides the USG's equity in property, plant and equipment owned. The next category is restricted, which is divided into two categories, non-expendable and expendable. Restricted, non-expendable net position consists solely of the USG's permanent endowment funds. The corpus of non-expendable, restricted resources is available only for investment purposes. Restricted, expendable resources are available for expenditure, however, expenditure of these resources is limited to time or purpose restrictions placed on the assets by the donor and/or external third parties. The final category is unrestricted resources, which are available to the USG for any lawful purpose.

The USG's financial position at June 30, 2020 is very strong, with total assets of \$13.24 billion, deferred outflows of \$1.40 billion, total liabilities of \$11.46 billion, deferred inflows of \$1.26 billion and net position of \$1.92 billion.

For fiscal year 2020, the USG implemented Governmental Accounting Standards Board (GASB) Statement No. 84 which requires the activity meeting certain criteria to now be reported within separate fiduciary funds within the Statement of Fiduciary Net Position and Statement of Changes in Fiduciary Net Position. This change increased cash and cash equivalents and decreased accounts receivable and deposits held for others related to custodial fund activity previously reported in the Statement of Net Position. Additional information regarding the restatement due to the new accounting pronouncement can be found in Note 1 in the Notes to Financial Statements.

### Assets and Deferred Outflows

Total assets and deferred outflows of the USG in fiscal year 2020 were approximately \$258.5 million more than those reported for fiscal year 2019. Most asset categories had marginal increases or decreases during the year. Cash and investments increased \$136.5 million due to strategic budgetary efforts along with a change in reporting due to the implementation of GASB Statement No. 84. Accounts receivable decreased \$84.5 million due to the timing of collections along with a change in reporting due to the implementation of GASB Statement No. 84. Prepaid items increased \$10.6 million due to funds paid to Georgia State Financing and Investment Commission for construction projects. Deferred outflows of resources increased \$158.8 million primarily due to the USG's proportionate share of changes of assumptions related to the TRS pension plan increasing \$273.9 million, a decrease in OPEB actuarially determined differences between expected and actual experience of \$60.0 million, a decrease of OPEB contributions subsequent to measurement date of \$57.6 million, and other net increases of \$2.5 million. Capital assets increased by \$43.0 million. See Capital Assets later within this section and Note 6 with in the Notes to the Financial Statements for more information on capital assets.

### Liabilities and Deferred Inflows

Total liabilities and deferred inflows for fiscal year 2020 were approximately \$371.7 million more than those reported for fiscal year 2019. The majority of the change is related to increases in net pension liability (\$471.0 million), net OPEB liability (\$60.8 million), compensated absences (\$30.2 million), and advances (\$11.4 million). These increases were offset by decreases in accounts payable (\$40.6 million), contracts and retainage payables (\$9.9 million), deposits held for others (\$86.3 million), and lease purchase obligations and notes payable (\$47.8 million).



Net pension liability increased \$471.0 million, which is primarily attributable to TRS's long-term assumed rate of return on assets (discount rate) decreasing from 7.50% to 7.25% and the assumed annual rate of inflation decreasing from 2.75% to 2.50%.

Net OPEB liability increased \$60.8 million. Net OPEB liability was expected to increase \$397.8 million due to normal plan operations and administrative expenses of \$0.5 million. These increases were offset by decreases due to assumption changes (\$129.2 million), actual experience being better than assumed (\$29.6 million), adoption of a tiered cost sharing approach to USG contributions for employees hired after January 1, 2013 and retired after January 1, 2018 (\$11.2 million), contributions more than expected (\$160.4 million), and investment earnings (\$7.1 million).

The net OPEB liability decrease due to changes in assumptions of \$129.2 million includes new retirement rates based on USG's experience over the past 3 years. The new retirement rates assume a 1 year later retirement compared to the prior year table and decreased the liability about \$324.9 million. The discount rate was lowered from 3.87% to 3.50%, which increased the liability \$304.7 million. The mortality table was changed to the most recent table for public sector employees, with mortality improvement scale MP-2018, which decreased the liability \$229.0 million primarily as a result of the future mortality improvement slowing with MP-2018. The expected claims costs were updated to reflect actual claims experience and trend rate was updated to reflect current estimates of the impact of the excise tax due to the updated claims assumption. The impact of the updated claims cost assumptions increased the liability \$120.0 million.

Compensated absences increased \$30.2 million as employees reduced the amount of leave taken during the last quarter of fiscal year 2020 due to the pandemic.

Advances increased \$11.4 million mostly due to federal CARES Act funds received in advance of eligibility requirements.

Accounts payable decreased \$40.6 million and contracts and retainage payables decreased \$9.9 million due to changes in operations in response to the pandemic. In addition, the State of Georgia asked state agencies, including the USG, to maximize surplus returned to the State. Many ordinary costs like travel, professional development, equipment purchases, and construction were either canceled or deferred as social distancing strategies and strategies to reduce spending were implemented.

Deposits held for other organizations decreased \$86.3 million due to changes in reporting with the implementation of GASB Statement No. 84. Most deposits held for other organizations are now reported as fiduciary net position in the Statement of Fiduciary Net Position. Deposits held for other organizations that remain in the Statement of Net Position result primarily from unclaimed property that is held in accordance with policies established by Georgia Department of Revenue.

Lease purchase obligations and notes payable decreased \$47.8 million. Additions to these debt items totaled \$80.5 million, of which \$73.4 million were related to the purchase of new capital assets, \$4.4 million were related to various debt refundings, and \$2.7 million were other adjustments to debt principal. Reductions totaled \$128.3 million, of which \$112.0 million was principal paid on capital debt, \$1.1 million was principal paid on non-capital debt, \$11.8 million were related to various debt refundings, and \$3.4 million were other adjustments to debt principal.

## Net Position

The combination of the increase in total assets and deferred outflows of \$258.5 million and the increase in total liabilities and deferred inflows of \$371.7 million yielded a net decrease in total net position of \$113.2 million or 5.57%. The following table summarizes the USG's assets, deferred outflows, liabilities, deferred inflows and net position as of June 30, 2020 and June 30, 2019.

CONDENSED STATEMENT OF NET POSITION	June 30, 2020	June 30, 2019 (1)	% Change
<b>ASSETS</b>			
Current Assets	\$ 2,553,028,484	\$ 2,471,187,616	3.31 %
Capital Assets, Net	10,223,868,912	10,180,886,037	0.42 %
Other Assets	464,775,983	489,893,475	(5.13)%
<b>TOTAL ASSETS</b>	<b>13,241,673,379</b>	<b>13,141,967,128</b>	<b>0.76 %</b>
<b>DEFERRED OUTFLOWS</b>	<b>1,401,429,812</b>	<b>1,242,647,053</b>	<b>12.78 %</b>
<b>LIABILITIES</b>			
Current Liabilities	824,007,285	929,281,944	(11.33)%
Non-Current Liabilities	10,635,140,082	10,144,248,555	4.84 %
<b>TOTAL LIABILITIES</b>	<b>11,459,147,367</b>	<b>11,073,530,499</b>	<b>3.48 %</b>
<b>DEFERRED INFLOWS</b>	<b>1,263,250,818</b>	<b>1,277,144,280</b>	<b>(1.09)%</b>
<b>NET POSITION</b>			
Net Investment in Capital Assets	7,127,418,774	7,029,370,125	1.39 %
Restricted, Non-Expendable	184,012,099	181,015,931	1.66 %
Restricted, Expendable	275,758,295	265,970,604	3.68 %
Unrestricted (Deficit)	(5,666,484,162)	(5,442,417,258)	(4.12)%
<b>TOTAL NET POSITION</b>	<b>\$ 1,920,705,006</b>	<b>\$ 2,033,939,402</b>	<b>(5.57)%</b>

(1) The amounts reported for fiscal year 2019 were not adjusted for the restatement of beginning net position. See Note 1 in the Notes to the Financial Statements for more information regarding the restatement.

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

The Statement of Revenues, Expenses and Changes in Net Position presents the revenues received and expenses incurred during the year. Activities are reported as either operating or non-operating. Changes in total net position as presented on the Statement of Net Position are based on the activity presented in the Statement of Revenues, Expenses and Changes in Net Position. The purpose of the statement is to present the revenues received by the USG, both operating and non-operating, and the expenses paid by the USG, operating and non-operating, and any other revenues, expenses, gains or losses received or spent by the USG.

Generally, operating revenues are received for providing goods and services to the various customers and constituencies of the USG. Operating expenses are those expenses paid to acquire or produce the goods and services provided in return for the operating revenues, and to carry out the mission of the USG. Non-operating revenues are revenues received for which goods and services are not provided. For example, state appropriations are non-operating because they are provided by the legislature to the USG without the legislature directly receiving commensurate goods or services for those revenues. State capital grants and gifts and other capital grants and gifts are considered neither operating nor non-operating revenues and are reported after "Income (loss) before other revenues, expenses, gains or losses".

Some highlights of the information presented on the Statement of Revenues, Expenses and Changes in Net Position are as follows:

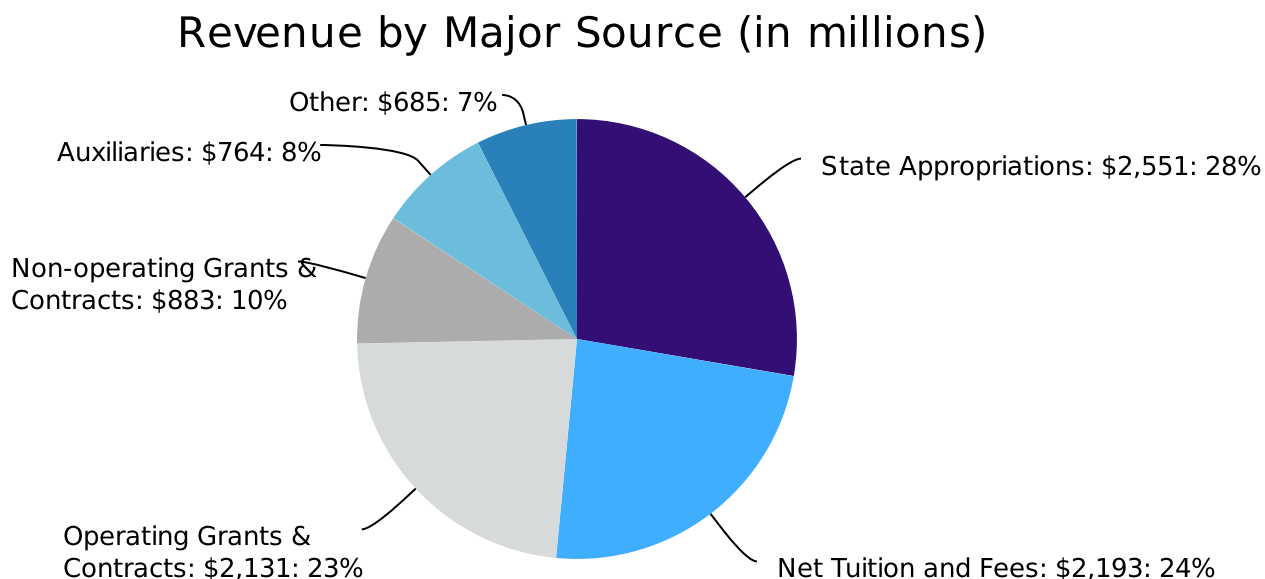
CONDENSED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION	June 30, 2020	June 30, 2019 (1)	% Change
Operating Revenue	\$ 5,523,217,967	\$ 5,532,092,809	(0.16)%
Operating Expense	9,171,234,039	8,623,637,908	6.35 %
Operating Income (Loss)	(3,648,016,072)	(3,091,545,099)	(18.00)%
Non-Operating Revenue and Expense	3,398,281,595	3,100,564,463	9.60 %
Income (Loss) before Other Revenues, Expenses, Gains, Losses and Special Items	(249,734,477)	9,019,364	2868.87 %
Other Revenues, Expenses, Gains, Losses	122,552,304	364,597,880	(66.39)%
Special Items	11,090,807	52,770,005	78.98 %
Change in Net Position	(116,091,366)	426,387,249	(127.23)%
Net Position at beginning of year, restated	2,036,796,372	1,607,552,153	26.70 %
Net Position at End of Year	\$ 1,920,705,006	\$ 2,033,939,402	(5.57)%

(1) The amounts reported for fiscal year 2019 were not adjusted for the restatement of beginning net position. See Note 1 in the Notes to the Financial Statements for more information regarding the restatement.

The Statement of Revenues, Expenses and Changes in Net Position reflects a challenging year as represented by a decrease in Change in Net Position for fiscal year 2020. The impacts of COVID-19 played a large role in the change in net position. Federal CARES Act funds received did not fully offset lost revenues incurred when USG institutions moved to online instruction during the fourth quarter of fiscal year 2020.

## Revenues

Revenue by major source is depicted by the following chart:





State appropriations consists of formula funded state general funds, special funding initiatives and State supported other organized activities appropriated by the General Assembly less prior year surplus (\$9.3 million) remitted back to the State. Special funding initiatives are state appropriations received for specific purposes. Some examples are Augusta University's Adrenal and Cancer Centers, the Georgia Film Academy, Abraham Baldwin Agricultural College's - Center for Rural Prosperity, Kennesaw State University's - Georgia Youth Science Technology Center, and Georgia College & State University's - Sandra Deal Center for Early Learning & Literacy. Other organized activities are specific programs of unique importance to the State. Examples include Cooperative Extension Service, Agricultural Experiment Station, and the Georgia Tech Research Institute.

Tuition and fees are net of scholarship allowances of \$638.6 million.

Operating grants and contracts are sponsored projects consisting mostly of research activities primarily at the USG's four research institutions (96.46%) - Augusta University, Georgia Institute of Technology, Georgia State University and University of Georgia.

Non-operating grants and contracts are non-exchange transactions consisting mostly of student financial aid and other institutional support including CARES Act funds.

Auxiliary enterprises are activities that exist to provide services directly or indirectly to students, faculty or staff, and for which a fee are charged that are related to, but not necessarily equal to, the cost of the services. Auxiliary enterprises are operated on a self-supporting basis, where the combination of fees and other revenues is sufficient to meet costs. These revenues include residence halls (\$272.2 million), bookstores (\$42.3 million), food services (\$160.0 million), parking & transportation (\$76.9 million), health services (\$58.3 million), intercollegiate athletics (\$121.5 million), and vending & other activities (\$32.6 million).

For the years ended June 30, 2020 and June 30, 2019, revenues by source were as follows:

REVENUES BY SOURCE	June 30, 2020	June 30, 2019 (1)	% Change
Tuition and Fees, net	\$ 2,192,707,819	\$ 2,108,520,037	3.99 %
Federal Appropriations	21,833,541	21,289,268	2.56 %
Grants and Contracts	2,130,544,460	1,993,029,057	6.90 %
Sales and Services	220,891,867	265,330,239	(16.75)%
Auxiliary Enterprises	763,728,105	932,353,737	(18.09)%
Other Operating Revenues	193,512,175	211,570,471	(8.54)%
<b>Total Operating Revenues</b>	<b>5,523,217,967</b>	<b>5,532,092,809</b>	<b>(0.16)%</b>
State Appropriations	2,551,358,929	2,434,474,803	4.80 %
Grants and Contracts	882,691,582	693,921,040	27.20 %
Gifts	67,463,780	75,353,258	(10.47)%
Investment Income	59,344,988	66,677,756	(11.00)%
<b>Total Non-operating Revenues</b>	<b>3,560,859,279</b>	<b>3,270,426,857</b>	<b>8.88 %</b>
State Capital Gifts and Grants	102,296,731	340,768,312	(69.98)%
Other Capital Gifts and Grants	19,292,017	22,529,209	(14.37)%
<b>Total Capital Gifts and Grants</b>	<b>121,588,748</b>	<b>363,297,521</b>	<b>(66.53)%</b>
Additions to Permanent and Term Endowments	963,556	1,300,359	(25.90)%
<b>Total Revenues</b>	<b>\$ 9,206,629,550</b>	<b>\$ 9,167,117,546</b>	<b>0.43 %</b>

(1) The amounts reported for fiscal year 2019 were not adjusted for the restatement of beginning net position. See Note 1 in the Notes to the Financial Statements for more information regarding the restatement.

Fiscal year 2020 total revenues were \$39.5 million more than fiscal year 2019 total revenues. Tuition and fees increased \$84.2 million (3.99%) due to the previously mentioned increase in tuition rate and enrollment. Operating grants and contracts increased \$137.5 million (6.90%) as we continue to see growth in our research activities primarily at the USG's four research institutions. State appropriations increased \$116.9 million (4.80%) mostly due to fiscal year 2019 increase in matriculation credit hours used in the State's formula funding calculation and increases to support merit-based pay adjustments. Non-operating grants and contracts increased \$188.8 million (27.20%) mostly due to Federal CARES Act funds received. The USG was awarded one time funding through

Federal CARES Act in the amount of \$282.6 million, of which \$215.0 million was recognized as revenue during fiscal year 2020.

Due to the effect of the pandemic, the USG experienced decreases in sales and services, auxiliary enterprises, and investment income. Auxiliary enterprises decreased \$168.6 million (18.09%) and sales and services decreased \$44.4 million (16.75%) due to the move to online instruction and reduced activities on campuses in response to the pandemic during the fourth quarter of fiscal year 2020. Investment income decreased \$7.3 million (11.00%) largely due to the impact of market conditions related to the pandemic.

Other operating revenues decreased \$18.1 million (8.54%) mostly due to nonrecurring transactions received in the prior year. The transactions were primarily related to guaranteed energy savings performance contract reimbursements and rebates received related to Georgia Institute of Technology's CODA development.

Capital gifts and grants decreased \$241.7 million (66.53%) primarily related to Georgia State Financing and Investment Commission (GSFIC) managed projects which are not transferred to the USG until completed. GSFIC transferred eleven completed projects totaling \$291.1 million to the USG in fiscal year 2019. In comparison, GSFIC only transferred one completed project totaling \$12.8 million to the USG in fiscal year 2020. This completed project was related to the renovation of Terrell and Kilpatrick Hall at Georgia College & State University.

## Expenses

For the years ended June 30, 2020 and June 30, 2019, expenses by functional classification were as follows:

EXPENSES BY FUNCTIONAL CLASSIFICATION	June 30, 2020	June 30, 2019 (1)	Increase/ (Decrease)	% Change
Instruction	\$ 2,201,888,980	\$ 2,017,527,382	\$ 184,361,598	9.14 %
Research	1,594,409,119	1,472,916,229	121,492,890	8.25 %
Public Service	464,237,291	442,630,398	21,606,893	4.88 %
Academic Support	705,893,590	664,965,638	40,927,952	6.15 %
Student Services	356,838,705	359,077,696	(2,238,991)	(0.62)%
Institutional Support	1,478,314,861	1,323,922,858	154,392,003	11.66 %
Plant Operations and Maintenance	771,910,294	783,172,411	(11,262,117)	(1.44)%
Scholarships and Fellowships	452,123,081	301,388,665	150,734,416	50.01 %
Auxiliary Enterprises	707,469,928	841,835,875	(134,365,947)	(15.96)%
Patient Care	438,148,190	416,200,756	21,947,434	5.27 %
<b>Total Operating Expenses</b>	<b>9,171,234,039</b>	<b>8,623,637,908</b>	<b>547,596,131</b>	<b>6.35 %</b>
Interest Expense	133,684,315	139,195,925	(5,511,610)	(3.96)%
Other Nonoperating Expense	28,893,369	30,666,469	(1,773,100)	(5.78)%
<b>Total Expenses</b>	<b>\$ 9,333,811,723</b>	<b>\$ 8,793,500,302</b>	<b>\$ 540,311,421</b>	<b>6.14 %</b>

(1) The amounts reported for fiscal year 2019 were not adjusted for the restatement of beginning net position. See Note 1 in the Notes to the Financial Statements for more information regarding the restatement.

Total operating expenses were \$9.2 billion in fiscal year 2020, an increase of \$547.6 million (6.35%) when compared with fiscal year 2019.

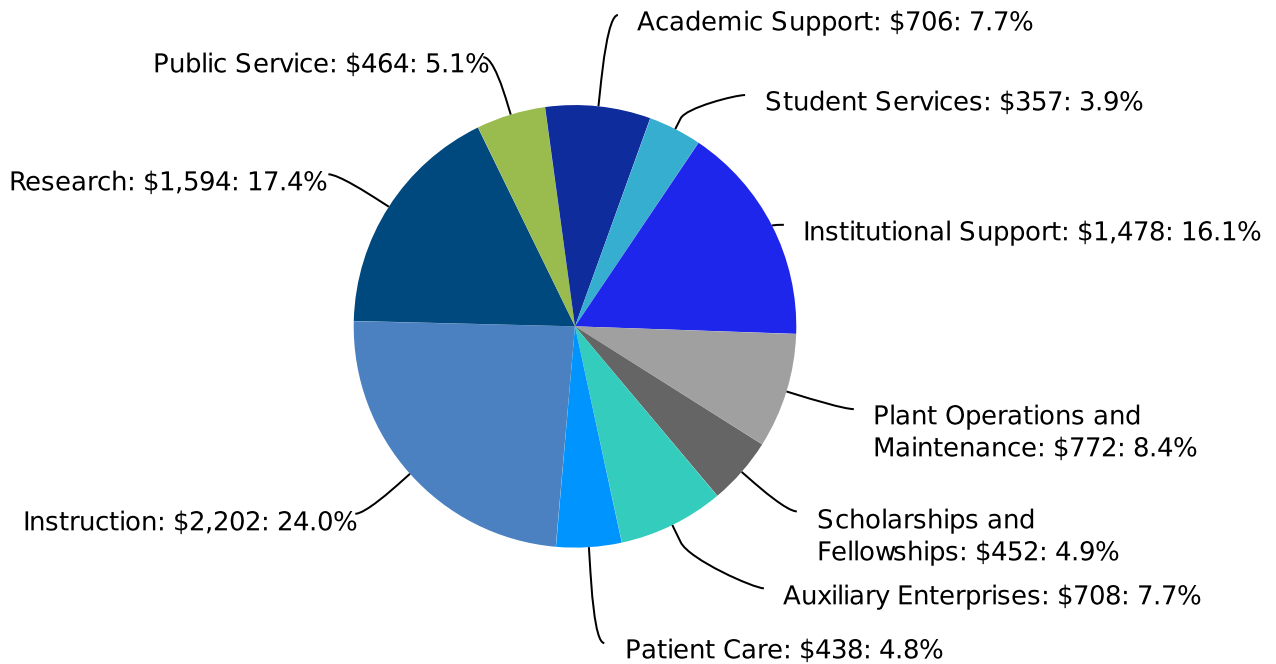
Pension expense increased \$279.5 million primarily related to the Teachers' Retirement System pension plan. For more information, see Note 14 in the Notes to the Financial Statements. Salary and benefit expenses increased \$248.4 million due to a combination of merit increases and additional faculty and staff, which supported increases in sponsored research and enrollment. These increases affected all operating expense functional classifications listed in the above table.

Scholarship and fellowship expense increased \$148.2 million primarily due to federal CARES Act funds that were to be distributed directly to students as emergency financial aid grants.

Auxiliary Enterprises and Plant Operations and Maintenance functions were primarily effected by decreases in supplies and other services (\$107.7 million) and travel (\$24.9 million). These decreases in expense were primarily due to strategies to reduce spending and reduced activities on campuses in response to the pandemic during the fourth quarter of fiscal year 2020.

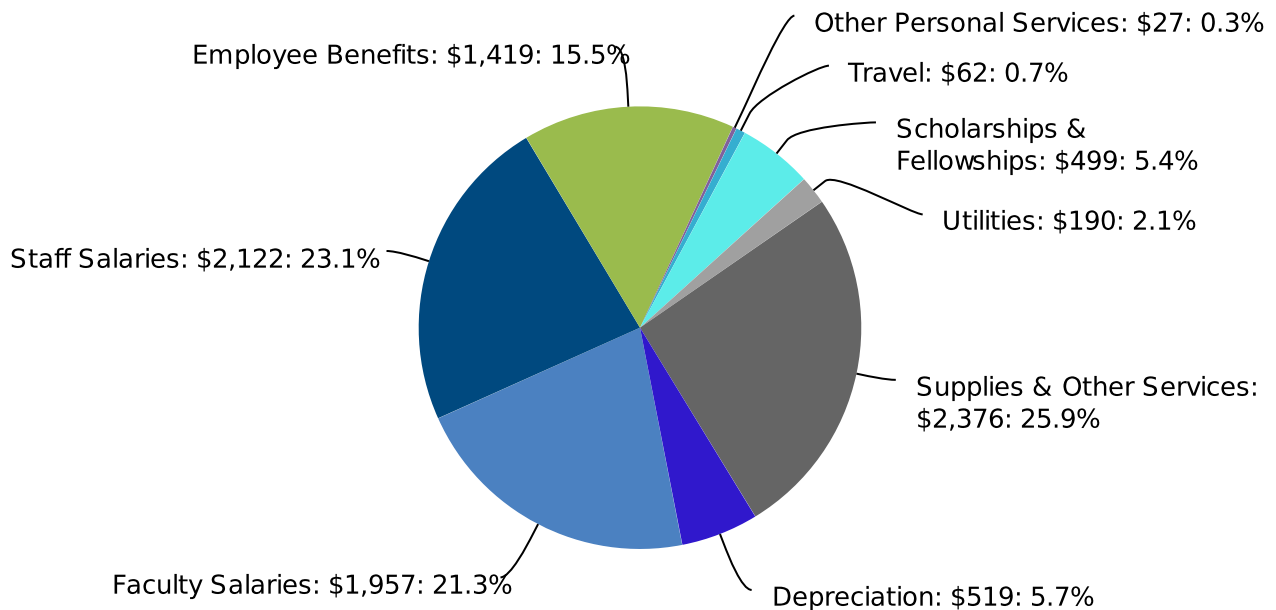
The following chart depicts the fiscal year 2020 operating expenses by functional classification.

## Operating Expenses by Functional Classification (in millions)



The following chart depicts the fiscal year 2020 operating expenses by natural classification.

## Operating Expenses by Natural Classification (in millions)





## Statement of Cash Flows

The Statement of Cash Flows presents detailed information about the cash activity of the USG during the year and is divided into five sections. The first section is concerned with operating cash flows and reflects the net cash used by the various operating activities of the USG. The second section is related to cash flows from non-capital financing activities, which reflects the cash received and spent for non-capital financing purposes. The third section summarizes cash flows from capital and related financing activities and contains cash used for the acquisition and construction of capital and related items. The fourth section is comprised of the cash flows from investing activities and includes the purchases, proceeds and interest received from investing activities. The fifth, and final, section reconciles the net cash used to the operating income or loss as reflected on the Statement of Revenues, Expenses and Changes in Net Position.

Cash flows for the years ended June 30, 2020 and 2019, condensed, were as follows:

<b>CONDENSED STATEMENT OF NET CASH FLOWS</b>		<b>June 30, 2020</b>	<b>June 30, 2019 (1)</b>
Cash and Cash Equivalents Provided (Used) by:			
Operating Activities		\$ (2,744,994,217)	\$ (2,503,201,212)
Non-Capital Financing Activities		3,451,075,955	3,133,143,121
Capital and Related Financing Activities		(624,632,998)	(612,019,643)
Investing Activities		110,384,215	62,849,158
<b>NET CHANGE IN CASH and CASH EQUIVALENTS</b>		<b>\$ 191,832,955</b>	<b>\$ 80,771,424</b>
Cash and Cash Equivalents, beginning of year, restated		1,702,068,910	1,570,161,439
<b>CASH and CASH EQUIVALENTS, end of year</b>		<b>\$ 1,893,901,865</b>	<b>\$ 1,650,932,863</b>

(1) The amounts reported for fiscal year 2019 were not adjusted for the restatement of beginning cash and cash equivalents. See Note 1 in the Notes to the Financial Statements for more information regarding the restatement.

## Capital Assets

Capital assets, net of accumulated depreciation, at June 30, 2020 and June 30, 2019 were as follows:

<b>CAPITAL ASSETS, net of accumulated depreciation</b>	<b>June 30, 2020</b>	<b>June 30, 2019 (1)</b>	<b>Increase (Decrease)</b>	<b>% Change</b>
Land	\$ 429,795,155	\$ 428,693,618	\$ 1,101,537	0.26 %
Capitalized Collections	55,763,568	55,188,954	574,614	1.04 %
Construction Work-in-Progress	232,278,843	197,273,705	35,005,138	17.74 %
Software Development-in-Progress	124,538	5,505,088	(5,380,550)	(97.74)%
Infrastructure	233,121,632	235,135,383	(2,013,751)	(0.86)%
Building and Building Improvements	8,336,370,821	8,369,075,255	(32,704,434)	(0.39)%
Facilities and Other Improvements	173,152,104	157,934,643	15,217,461	9.64 %
Equipment	485,295,156	472,303,642	12,991,514	2.75 %
Library Collections	165,803,445	166,496,000	(692,555)	(0.42)%
Capitalized Collections - Depreciable	4,757,106	4,757,089	17	0.00 %
Software	107,406,544	88,522,660	18,883,884	21.33 %
<b>Capital Assets, net of accumulated depreciation</b>	<b>\$ 10,223,868,912</b>	<b>\$ 10,180,886,037</b>	<b>\$ 42,982,875</b>	<b>0.42 %</b>

(1) The amounts reported for fiscal year 2019 were not adjusted for the restatement of beginning net position. See Note 1 in the Notes to the Financial Statements for more information regarding the restatement.

As shown above, capital assets, net of accumulated depreciation increased \$43.0 million during fiscal year 2020 when compared with fiscal year 2019.

Major building additions and improvements totaled \$281.4 million. These additions and improvements included the Dalney Street Office Building and Parking Deck at Georgia Institute of Technology, Terrell and Kilpatrick Hall Renovation at Georgia College and State University, Brumby Hall Renovation at the University of Georgia, equipping and renovating the Cyber Center Complex and Fine Arts building renovation at Augusta University, a

Student Center and Gym renovation at Georgia State University, and an Academic Building Renovation at Kennesaw State University.

For additional information concerning Capital Assets, see Notes 1, 6, 8, and 13 in the Notes to the Financial Statements.

### **Long-Term Liabilities**

The University System of Georgia had Long-Term Liabilities of \$3.1 billion of which \$289.4 million was reflected as a current liability at June 30, 2020. Included in Long-Term Liabilities are lease purchase obligations of \$2.8 billion.

For additional information concerning Long-Term Liabilities, see Note 8 in the Notes to the Financial Statements.

### **Notes to the Financial Statements**

The Notes to the Financial Statements are an integral part of the basic financial statements and communicate information essential for fair presentation. For example, the notes convey information concerning significant accounting policies used to prepare the financial statements, detailed information on cash and investments, receivables, capital assets, compensated absences, retirement and other post-employment benefits, capital leases and a report of operating expenses by function.

### **Retiree Health Benefit Fund**

The University System Office is the custodian of the Board of Regents Retiree Health Benefit Fund (Plan). The Plan was authorized pursuant to the Official Code of Georgia Annotated Section 47-21-21 for the purpose of accumulating funds necessary to meet employer costs of post-employment health insurance benefits. The Plan's OPEB liability for fiscal year 2020 was \$5.3 billion. The Plan's OPEB liability for fiscal year 2020 will be reflected on the USG's Statement of Net Position in fiscal year 2021 as allowed by GASB Statement No. 75.

The Plan is essentially funded as pay-as-you-go basis but has accumulated \$160 million in assets primarily due to the USG contributing significantly more than the benefit payments during fiscal years 2018 and 2019. For fiscal year 2020, the USG contributed \$8.0 million more than benefit payments and administrative expenses.

The Plan's net OPEB liability increased \$862.2 million during fiscal year 2020, from \$4.5 billion to \$5.3 billion primarily due to lowering the discount rate. The Plan's OPEB liability was expected to increase \$394.7 million due to normal plan operations and \$0.6 million due to administrative expenses. Plan assumption changes (primarily lowering the discount rate) increased the liability \$564.2 million and actual experience being worse than plan assumptions increased the liability \$94.9 million. These increases were offset \$192.2 million due to contributing more than expected (\$102.8 million), investment income (\$7.5 million) and the adoption of a tiered cost sharing approach to USG's HRA benefit for employees hired after January 1, 2013 and retired after January 1, 2018 (\$81.9 million).

The liability increased \$564.2 million due to changes in assumptions, including the removal of the excise tax, updated mortality projection scale, revised demographic assumptions based on the May 2020 experience study, and lowering the discount rate. The removal of the excise tax decreased the liability \$173.5 million. The mortality improvement scale was updated from MP-2018 to MP-2019 and decreased the liability \$19.2 million primarily as a result of the future mortality improvements slowing with MP-2019. The termination rates, spousal coverage percentage, spousal age difference, and participation assumptions were updated based on the USG's most recent experience study. The termination rates and spousal coverage assumptions were lowered and decreased the liability \$137.7 million and \$235.5 million, respectively. The spouse age assumption was lowered for male spouses and increased the liability by \$20.4 million. The participation assumption was increased from 80% to 85% and increased the liability by \$159.2 million. The expected claims costs were updated to reflect actual claims experience and decreased the liability \$178.8 million. The discount rate was lowered from 3.50% to 2.21% and increased the liability \$1.1 billion.

For additional information concerning the Retiree Health Benefit Fund, please refer to Note 15 and 17 in the Notes to Financial Statements.

### **Early Retirement Pension Plan Fund - Augusta University**

The Early Retirement Pension Plan (ERP) is a single-employer defined benefit pension plan administered by Augusta University. The plan was implemented by Augusta University as a means of manpower reduction and was approved by the Board of Regents of the University System of Georgia effective January 1, 2000.

For additional information concerning the Early Retirement Pension Fund, please refer to Note 14 in the Notes to Financial Statements.

**Affiliated Organizations**

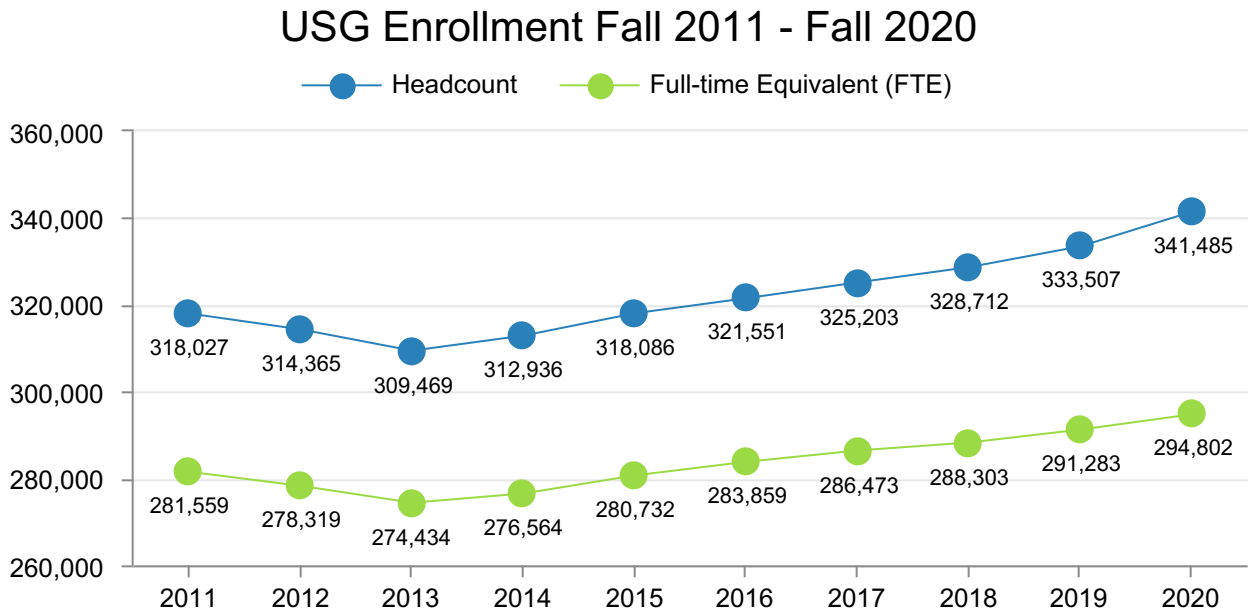
System-wide, there were 25 affiliated organizations that met one or more criteria for inclusion as component units of the State of Georgia in compliance with GASB Statement No. 14, as amended. These 25 affiliated organizations are included as component units in the University System of Georgia consolidated annual financial statements as they have been determined essential to the fair presentation to these departmental statements. All system-wide affiliated organizations including the 25 previously mentioned are included in the supplementary information section.

**Economic Outlook**

USG’s overarching mission is knowledge: to create it through research, transfer it through teaching and apply it through service. Just as knowledge drives innovation, innovation drives the economy. Why does this matter for Georgia? There is a direct relationship between knowledge, education attainment and economic competitiveness. An educated workforce is the No. 1 priority of businesses considering moving to Georgia, and the USG plays a key role in working with industry to fulfill the need for talent with high-priority skills. The most recent projections indicate that by 2025, over 60% of jobs in Georgia will require some form of postsecondary education. Only about 50% of the Georgia workforce meets this requirement. At the same time, during the recovery from the Great Recession, research has shown that of the 11.6 million jobs created, 99% of them - or 11.5 million jobs - went to workers with at least some postsecondary education; and about 70% of them went to workers with at least a bachelor’s degree. Thus, USG remains a vital link for Georgia’s economic success, both now and in the future.

The USG continues to see modest growth in enrollment. As mentioned previously, Fall 2020 headcount enrollment reached an all-time high of 341,485, which continues a seven-year trend of modest increases in student enrollment. This also marks the sixth consecutive year that enrollment continued to reach an all-time high in USG’s total student enrollment.

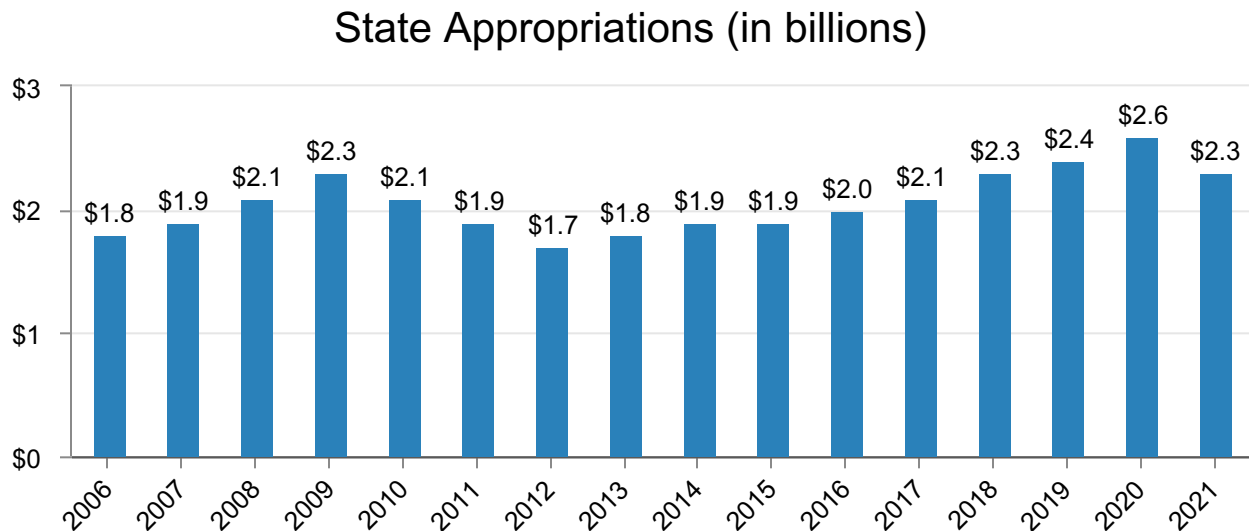
The following chart depicts headcount and full-time equivalent from Fall 2011 - Fall 2020.



There were no tuition increase for the 2020-2021 academic year. No increase in tuition allows USG to continue to offer some of the lowest tuition rates among peer public higher education systems. Out of the 16 states that make up the Southern Regional Education Board, USG has the fourth lowest in-state tuition and fees for undergraduates at four-year institutions. One of the USG’s top priorities is affordability, and that has never been more important than now for our students and their families during this pandemic.

The USG's economic position is closely tied to the State of Georgia. The impact of the pandemic has affected the State's economy. Due to a decline in state revenues in fiscal year 2020 and projected decline in fiscal year 2021, the state approved a 10% reduction to all state agencies, including the USG. House bill 793 set the USG's fiscal year 2021 state general fund allotment at \$2.3 billion, which decreased \$260.8 million from the previous fiscal year and reflects the 10% reduction.

The following chart depicts state general fund allotments from fiscal years 2006 to 2021.



The USG's fiscal year 2021 budget totaled \$9.4 billion as depicted in the following table:

	Resident Instruction	Other Organized Activities	Total
Education & General	\$ 7,109,075,143	\$ 1,012,801,466	\$ 8,121,876,609
Capital	109,994,209		109,994,209
Auxiliary Enterprises	1,029,745,945		1,029,745,945
Student Activities	125,617,248		125,617,248
<b>Total Fiscal Year 2021 Budget</b>	<b>\$ 8,374,432,545</b>	<b>\$ 1,012,801,466</b>	<b>\$ 9,387,234,011</b>

The State does not expect further across-the-board budget cuts in fiscal year 2021. As of November 2020, the State's net tax revenue collections totaled \$10.17 billion, for an increase of \$551.1 million (5.7%) compared to the same period last fiscal year.





# Financial Statements

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2020**

	University System of Georgia	Component Units
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash and Cash Equivalents	\$ 1,628,260,630	\$ 513,680,486
Cash and Cash Equivalents (Externally Restricted)	263,100,044	101,097,761
Short-term Investments	14,015,658	79,936,918
Short-term Investments (Externally Restricted)	755,430	215,971,147
Accounts Receivable, net		
Federal Financial Assistance	87,566,062	19,015,330
Affiliated Organizations	14,549,036	552,000
Component Units	287,193,413	—
Primary Government	—	10,123,067
Pledges and Contributions	—	93,617,144
Other	158,686,994	419,046,786
Notes Receivable, net	—	935,318
Due From Other Funds	—	—
Investment in Capital Leases - Primary Government	—	100,352,009
Investment in Capital Leases - Other	—	318,171
Inventories	21,477,010	24,102,526
Prepaid Items	75,371,465	37,797,215
Other Assets	2,052,742	2,259,310
Total Current Assets	2,553,028,484	1,618,805,188
<b>Non-Current Assets</b>		
Accounts Receivable, net		
Affiliated Organizations	990,440	—
Component Units	2,756,081	—
Pledges and Contributions	—	117,677,967
Other	27,368,399	42,103,874
Investments	101,681,768	758,602,566
Notes Receivable, net	28,757,196	—
Investment in Capital Leases - Primary Government	—	2,210,200,752
Investment in Capital Leases - Other	—	19,046,766
Other Assets	2,868,572	39,070,285
Non-current Cash (Externally Restricted)	2,541,191	219,341,273
Short-term Investments (Externally Restricted)	41,891	48,077,516
Investments (Externally Restricted)	297,770,445	3,160,876,961
Capital Assets, net	10,223,868,912	1,271,878,456
Total Non-Current Assets	10,688,644,895	7,886,876,416
<b>TOTAL ASSETS</b>	<b>13,241,673,379</b>	<b>9,505,681,604</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
	\$ 1,401,429,812	\$ 53,567,073

The notes to the financial statements are an integral part of this statement.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2020**

	University System of Georgia	Component Units
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accounts Payable	\$ 166,231,899	\$ 99,585,429
Salaries Payable	33,384,272	13,759,731
Benefits Payable	46,894,675	7,108
Contracts Payable	12,835,636	1,725,624
Retainage Payable	6,605,455	1,425,125
Interest Payable	2,052,958	41,106,810
Due to Affiliated Organizations	2,254,461	6,900
Due to Component Units	10,123,067	—
Due to Primary Government	—	287,193,413
Due to Other Funds	—	—
Advances (Including Tuition and Fees)	236,242,316	196,627,210
Deposits	7,960,369	10,993,824
Deposits Held for Other Organizations	1,227,061	57,202,460
Other Liabilities	8,819,176	7,043,015
Notes and Loans Payable	1,699,268	36,344,182
Lease Purchase Obligations - External	21,364,500	8,749,861
Lease Purchase Obligations - Component Units	100,352,009	—
Revenue Bonds and Notes Payable	—	190,713,299
Liabilities Under Split Interest Agreements	—	2,481,811
Pollution Remediation	1,265,989	—
Claims and Judgments	2,382,236	250,000
Compensated Absences	162,311,938	24,322,460
<b>Total Current Liabilities</b>	<b>824,007,285</b>	<b>979,538,262</b>
<b>Non-Current Liabilities</b>		
Due to Affiliated Organizations	—	299,718
Due to Primary Government	—	2,756,081
Due to Other Funds	—	641,380
Advances (Including Tuition and Fees)	6,129,733	13,986,640
Other Liabilities	—	32,513,792
Notes and Loans Payable	8,843,132	200,619,132
Lease Purchase Obligations - External	477,850,888	76,865,652
Lease Purchase Obligations - Component Units	2,210,200,752	—
Revenue Bonds and Notes Payable	—	3,194,002,646
Liabilities Under Split Interest Agreements	—	26,938,953
Interest Rate Swap	—	43,944,946
Claims and Judgments	1,102,829	353,932
Compensated Absences	99,268,663	165,911
Net Other Post Employment Benefits Liability	4,471,567,995	6,641,329
Net Pension Liability	3,360,176,090	—
<b>Total Non-Current Liabilities</b>	<b>10,635,140,082</b>	<b>3,599,730,112</b>
<b>TOTAL LIABILITIES</b>	<b>11,459,147,367</b>	<b>4,579,268,374</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>	<b>\$ 1,263,250,818</b>	<b>\$ 18,104,267</b>

The notes to the financial statements are an integral part of this statement.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2020**

	University System of Georgia	Component Units
<b>NET POSITION</b>		
Net Investment in Capital Assets	\$ 7,127,418,774	\$ 347,399,931
Restricted for:		
Nonexpendable	184,012,099	2,471,590,305
Expendable	275,758,295	1,152,698,792
Unrestricted (Deficit)	(5,666,484,162)	990,187,008
<b>TOTAL NET POSITION</b>	<b>\$ 1,920,705,006</b>	<b>\$ 4,961,876,036</b>

The notes to the financial statements are an integral part of this statement.



**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**

	University System of Georgia	Component Units
<b>OPERATING REVENUES</b>		
Student Tuition and Fees	\$ 2,831,340,895	\$ —
Scholarship Allowance	(638,633,076)	—
Federal Appropriations	21,833,541	—
Grants and Contracts		
Federal	1,145,525,877	1,126,856,108
State	339,958,387	58,192,726
Other	645,060,196	142,180,827
Sales and Services	220,891,867	319,385,362
Patient Services		873,371,423
Rents and Royalties	8,887,920	219,573,119
Auxiliary Enterprises		
Residence Halls	272,202,342	—
Bookstore	42,277,808	—
Food Services	159,971,632	—
Parking/Transportation	76,850,772	—
Health Services	58,286,120	—
Intercollegiate Athletics	121,491,348	—
Other Organizations	32,648,083	—
Gifts and Contributions	—	173,172,566
Endowment Income	—	113,894,208
Other Operating Revenues	184,624,255	8,728,389
Total Operating Revenues	5,523,217,967	3,035,354,728
<b>OPERATING EXPENSES</b>		
Faculty Salaries	1,957,345,662	3,119,349
Staff Salaries	2,121,912,234	372,324,638
Employee Benefits	1,419,076,828	85,188,513
Other Personal Services	26,793,448	189,931,540
Travel	62,054,159	18,080,931
Scholarships and Fellowships	498,623,573	37,808,380
Utilities	190,164,899	8,608,151
Supplies and Other Services	2,376,180,421	2,167,628,283
Depreciation	519,082,815	70,362,644
Total Operating Expenses	9,171,234,039	2,953,052,429
Operating Income (Loss)	\$ (3,648,016,072)	\$ 82,302,299

The notes to the financial statements are an integral part of this statement.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**

	University System of Georgia	Component Units
<b>NONOPERATING REVENUES (EXPENSES)</b>		
State Appropriations	\$ 2,551,358,929	\$ 32,500,563
Grants and Contracts		
Federal	778,941,007	50,843,764
State	10,408,587	3,409,250
Other	93,341,988	—
Gifts	67,463,780	27,240,143
Investment Income	59,344,988	(43,165,734)
Interest Expense	(133,684,315)	(140,840,216)
Other Nonoperating Revenues (Expenses)	(28,893,369)	(29,287,543)
Net Nonoperating Revenues	3,398,281,595	(99,299,773)
Income (Loss) Before Other Revenues, Expenses, Gains, or Losses	(249,734,477)	(16,997,474)
Capital Grants and Gifts		
Federal	1,101,706	—
State	102,296,731	—
Other	18,190,311	21,258,158
Additions to Permanent and Term Endowments	963,556	80,941,958
Special Items	11,090,807	(1,376,773)
Total Other Revenues, Expenses, Gains or Losses	133,643,111	100,823,343
Change in Net Position	(116,091,366)	83,825,869
Net Position, Beginning of Year, As Originally Reported	2,033,939,402	4,878,050,167
Prior Year Adjustments	2,856,970	—
Net Position, Beginning of Year, Restated	2,036,796,372	4,878,050,167
Net Position, End of Year	<u>\$ 1,920,705,006</u>	<u>\$ 4,961,876,036</u>

The notes to the financial statements are an integral part of this statement.

# UNIVERSITY SYSTEM OF GEORGIA

## STATEMENT OF CASH FLOWS

### FOR FISCAL YEAR ENDED JUNE 30, 2020

	University System of Georgia
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Payments from Customers	\$ 3,359,194,522
Federal Appropriations	21,833,541
Grants and Contracts (Exchange)	2,132,040,040
Payments to Suppliers	(3,665,587,501)
Payments to Employees	(4,102,871,076)
Payments for Scholarships and Fellowships	(498,591,919)
Loans Issued to Students	(14,428,058)
Collection of Loans from Students	18,809,231
Other Receipts	4,669,685
Other Payments	(62,682)
Net Cash Used by Operating Activities	(2,744,994,217)
<b>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES</b>	
State Appropriations	2,551,358,929
Gifts and Grants Received for Other Than Capital Purposes	913,270,923
Other Noncapital Financing Receipts	8,696,762
Other Noncapital Financing Payments	(22,250,659)
Net Cash Flows Provided by Non-capital Financing Activities	3,451,075,955
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>	
Capital Gifts and Grants Received	94,232,655
Proceeds from Sale of Capital Assets	21,344,378
Purchases of Capital Assets	(492,151,397)
Principal Paid on Capital Debt and Leases	(111,958,580)
Interest Paid on Capital Debt and Leases	(136,100,054)
Net Cash Used by Capital and Related Financing Activities	(624,632,998)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Proceeds from Sales and Maturities of Investments	1,176,591,379
Investment Income	57,788,403
Purchase of Investments	(1,123,995,567)
Net Cash Provided by Investing Activities	110,384,215
Net Increase in Cash and Cash Equivalents	191,832,955
Cash and Cash Equivalents - Beginning of Year, Restated	1,702,068,910
Cash and Cash Equivalents - End of Year	\$ 1,893,901,865

The notes to the financial statements are an integral part of this statement.

# UNIVERSITY SYSTEM OF GEORGIA

## STATEMENT OF CASH FLOWS

### FOR FISCAL YEAR ENDED JUNE 30, 2020

#### University System of Georgia

#### RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES:

Operating Loss	\$ (3,648,016,072)
Adjustments to Reconcile Net Operating Loss to Net Cash Used by Operating Activities	
Depreciation	519,082,815
Operating Expenses Related to Noncash Gifts	3,770,064
Change in Assets and Liabilities:	
Receivables, net	19,578,002
Inventories	663,402
Prepaid Items	(7,653,687)
Other Assets	(367,117)
Notes Receivable, Net	4,736,005
Accounts Payable	(43,573,580)
Salaries Payable	3,516,713
Benefits Payable	(1,081,174)
Contracts Payable	(352,093)
Retainage Payable	491,554
Deposits	(6,097,265)
Advances (Including Tuition and Fees)	(10,727,296)
Other Liabilities	102,092
Deposits Held for Others	884,025
Compensated Absences	30,177,104
Due to Affiliated Organizations	(755,971)
Pollution Remediation	119,548
Claims and Judgments	(2,378,631)
Net Pension Liability	471,041,108
Other Post-Employment Benefit Liability	60,816,895
Change in Deferred Outflows and Inflows of Resources:	
Deferred Outflows of Resources	(160,641,769)
Deferred Inflows of Resources	21,671,111
Net Cash Used by Operating Activities	\$ (2,744,994,217)

The notes to the financial statements are an integral part of this statement.



# UNIVERSITY SYSTEM OF GEORGIA

## STATEMENT OF CASH FLOWS

### FOR FISCAL YEAR ENDED JUNE 30, 2020

University System of Georgia

#### NON-CASH INVESTING, NON-CAPITAL FINANCING, AND CAPITAL AND RELATED FINANCING TRANSACTIONS

##### Noncapital Financing Activities Noncash Items:

##### Noncapital Gifts

\$ 3,770,064

Current Year Accruals Related to Non-operating Non-capital Grants and Gifts. Non-operating Non-capital Grants and Gifts Receivables increased \$22,855,241 during the fiscal year.

\$ 40,455,922

Amortization of Non-capital Financing Activities Advances and Deferred Inflows. Non-capital Financing Activities Advances and Deferred Inflows decreased \$11,189,305 during the fiscal year.

\$ 16,925,702

##### Other Noncapital Financing Activities Noncash Items

\$ 33,387

##### Capital Financing Activities Noncash Items:

Current Year Accruals Related to Capital Financing Activities. Capital Grants and Gifts Receivables increased \$4,310,155 during the fiscal year.

\$ 17,744,901

Gift of Capital Assets, which includes Capital Grants of \$14,996,229, Service Concession Arrangements of \$287,118, and Special Items of \$11,090,807.

\$ 26,374,154

Gain (Loss) on Disposal of Capital Assets, which includes disposal of Construction Work-in-Progress of \$1,618,550.

\$ (26,245,925)

Accrual of Capital Asset Related Payables. Capital Asset related Payables decreased \$5,765,356 during the fiscal year.

\$ 16,369,958

Capital Assets Acquired Through Prepaid Capital. Prepaid Capital Assets increased \$8,723,348 during the fiscal year.

\$ 5,998,842

Capital Assets Acquired by Incurring Capital Lease Obligations

\$ 73,414,920

Deferred Gain (Loss) due to Debt Refundings

\$ 7,411,618

Amortization of Deferred Gain (Loss) of Capital Debt Refunded

\$ 2,159,581

Early Extinguishment of Capital Debt

\$ 21,082

Amortization of Capital Financing Activities Advances and Deferred Inflows

\$ 8,701,477

Accrual of Capital Financing Interest Payable. Capital Financing Interest Payable decreased \$227,216 during the fiscal year.

\$ 2,052,958

Other Capital Financing Activities Noncash Items

\$ 5,721,646

##### Investing Activities Noncash Items:

Unrealized Gain (Loss) on Investments

\$ 1,556,585

The notes to the financial statements are an integral part of this statement.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF FIDUCIARY NET POSITION**  
**JUNE 30, 2020**

	Pension and Other Post Employment Benefit Trust Funds					
	Early Retirement Plan - Augusta University	Deferred Compensation Fund	Retiree Health Benefit Fund	Custodial Funds		
				Investment Pool	Student Support	Total
ASSETS						
Cash and Cash Equivalents	\$ 5,892,546	\$ 232,781	\$ 13,928,636	\$ 7,849,686	\$ —	\$ 27,903,649
Investments						
Mutual Bond Funds	25,415,643	915,144	—	—	—	26,330,787
Equity Mutual Funds - Domestic	39,167,386	1,633,693	—	—	—	40,801,079
Equity Mutual Funds - International	—	96,070	—	—	—	96,070
Equity Securities - Domestic	34,666,696	—	—	—	—	34,666,696
Guaranteed Investment Contracts	—	130,762	—	—	—	130,762
Pooled Investment	—	—	151,590,351	58,278,199	—	209,868,550
Other Investments	—	91,413	—	—	—	91,413
Receivables						
Due From Affiliated Organizations	—	—	—	—	22,692	22,692
Other	—	—	324,649	—	79,113,910	79,438,559
Prepaid Items	—	—	55,338	—	—	55,338
Total Assets	105,142,271	3,099,863	165,898,974	66,127,885	79,136,602	419,405,595
LIABILITIES						
Cash Overdraft	—	—	—	—	62,972,396	62,972,396
Accounts Payable	—	—	—	—	1,813,536	1,813,536
Benefits Payable	—	—	5,921,267	—	—	5,921,267
Advances	—	—	—	—	3,653,035	3,653,035
Deposits Held for Other Organizations	—	—	—	—	413,473	413,473
Other Liabilities	—	—	—	—	1,130	1,130
Total Liabilities	—	—	5,921,267	—	68,853,570	74,774,837
NET POSITION						
Restricted for:						
Pension Benefits	105,142,271	—	—	—	—	105,142,271
Other Employment Benefits	—	3,099,863	—	—	—	3,099,863
Other Postemployment Benefits	—	—	159,977,707	—	—	159,977,707
Pool Participants	—	—	—	66,127,885	—	66,127,885
Individuals, Organizations, and Other Governments	—	—	—	—	10,283,032	10,283,032
Total Net Position	\$ 105,142,271	\$ 3,099,863	\$ 159,977,707	\$ 66,127,885	\$ 10,283,032	\$ 344,630,758

The notes to the financial statements are an integral part of this statement.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**

	Pension and Other Post Employment Benefit Trust Funds					
	Early Retirement	Deferred		Custodial Funds		
	Plan - Augusta	Compensation	Retiree Health	Investment	Student	
	University	Fund	Benefit Fund	Pool	Support	Total
ADDITIONS						
Contributions						
Employer	\$ 11,474,114	\$ 798,918	\$ 102,792,000	\$ —	\$ —	\$ 115,065,032
Pool Participant Deposits	—	—	—	7,594,382	—	7,594,382
Federal Financial Aid	—	—	—	—	1,336,305,349	1,336,305,349
State Financial Aid	—	—	—	—	739,174,953	739,174,953
Other Financial Aid	—	—	—	—	124,830,282	124,830,282
Clubs and Other Organizations Fund Raising	—	—	—	—	11,214,612	11,214,612
Public-Private Partnership Passthrough	—	—	—	—	66,894,528	66,894,528
Investment Income						
Dividends and Interest	2,160,769	181,211	4,809,529	1,331,134	1,119	8,483,762
Net Appreciation in Investments						
Reported at Fair Value	545,597	(29,653)	2,914,745	(820,924)	339	2,610,104
Less: Investment Expense	(166,699)	(2,428)	(197,118)	(83,240)	(161)	(449,646)
Total Additions	14,013,781	948,048	110,319,156	8,021,352	2,278,421,021	2,411,723,358
DEDUCTIONS						
Benefits	14,247,377	—	89,012,971	—	—	103,260,348
Premium Expense	—	—	5,197,649	—	—	5,197,649
Withdrawal	—	2,286,285	—	—	—	2,286,285
Administrative Expense	—	—	585,257	—	—	585,257
Pool Participant Withdrawals	—	—	—	2,964,716	—	2,964,716
Scholarships and Other Student Support	—	—	—	—	2,202,641,021	2,202,641,021
Student Organizations Support	—	—	—	—	11,772,428	11,772,428
Public-Private Partnership Passthrough	—	—	—	—	73,633,254	73,633,254
Other Payments	—	—	—	—	75,203	75,203
Total Deductions	14,247,377	2,286,285	94,795,877	2,964,716	2,288,121,906	2,402,416,161
Change in Net Position for						
Pension and Other Employee Benefits	(233,596)	(1,338,237)	15,523,279	—	—	13,951,446
Pool Participants	—	—	—	5,056,636	—	5,056,636
Other Purposes	—	—	—	—	(9,700,885)	(9,700,885)
Net Position, Beginning of Year						
Net Position, Beginning of Year, As Originally Reported	105,375,867	4,438,100	144,454,428	—	—	254,268,395
Prior Year Adjustments	—	—	—	61,071,249	19,983,917	81,055,166
Net Position, Beginning of Year, Restated	105,375,867	4,438,100	144,454,428	61,071,249	19,983,917	335,323,561
Net Position, End of Year	\$ 105,142,271	\$ 3,099,863	\$ 159,977,707	\$ 66,127,885	\$ 10,283,032	\$ 344,630,758

The notes to the financial statements are an integral part of this statement.

**UNIVERSITY SYSTEM OF GEORGIA**  
**COMBINING STATEMENT OF NET POSITION**  
**COMPONENT UNITS**  
**JUNE 30, 2020**

	Augusta University Foundation, Inc.	Augusta University Research Institute, Inc.	AU Health Systems, Inc.	Georgia Advanced Technology Ventures, Inc.	Georgia College & State University Foundation, Inc.	Georgia Gwinnett College Foundation Inc.
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and Cash Equivalents	\$ 6,746,512	\$ 6,924,938	\$ 154,768,143	\$ 21,737,027	\$ 3,562,763	\$ 1,182,633
Cash and Cash Equivalents (Externally Restricted)	3,576,198	—	1,235,936	812,083	—	—
Short-term Investments	1,572,604	—	41,537,543	—	—	—
Short-term Investments (Externally Restricted)	654,000	—	10,492,062	—	—	—
Accounts Receivable, net						
Federal Financial Assistance	—	5,336,106	—	—	—	—
Affiliated Organizations	—	—	—	—	—	—
Component Units	—	—	—	—	—	—
Primary Government (Institution)	—	—	1,793,501	—	—	3,146
Pledges and Contributions	118,069	—	—	117,474	813,412	106,160
Other	13,625	—	153,631,623	75,299	8,975	7,755
Notes Receivable, net	—	—	—	17,318	—	—
Due From Other Funds	—	—	—	—	—	—
Investment in Capital Leases - Primary Government	2,081,162	—	1,255,961	1,396,944	3,124,138	12,399,560
Investment in Capital Leases - Other	—	—	—	(81,733)	—	—
Inventories	—	—	24,102,526	—	—	—
Prepaid Items	18,279	—	18,222,540	7,492	12,702	—
Other Assets	—	—	—	613,310	—	—
Total Current Assets	14,780,449	12,261,044	407,039,835	24,695,214	7,521,990	13,699,254
<b>Non-Current Assets</b>						
Accounts Receivable, net						
Component Units	—	—	—	—	—	—
Pledges and Contributions	140,260	—	—	551,414	506,689	16,817
Other	—	—	28,179,803	—	—	—
Investments	1,405,698	4,993,727	119,499,299	15,000	10,840,527	11,305,953
Investment in Capital Leases - Primary Government	27,429,148	—	20,036,901	61,859,458	76,431,399	143,936,668
Investment in Capital Leases - Other	—	—	—	16,178,840	—	—
Other Assets	204,387	—	5,377,889	329,012	50,241	9,943
Non-current Cash (Externally Restricted)	—	69,973	—	1,197,335	—	9,107,515
Short-term Investments (Externally Restricted)	—	—	—	—	—	—
Investments (Externally Restricted)	27,578,729	—	4,731,380	—	41,633,399	—
Capital Assets, net	—	—	254,671,703	82,546,755	2,815,779	8,936,377
Total Non-Current Assets	56,758,222	5,063,700	432,496,975	162,677,814	132,278,034	173,313,273
<b>TOTAL ASSETS</b>	<b>71,538,671</b>	<b>17,324,744</b>	<b>839,536,810</b>	<b>187,373,028</b>	<b>139,800,024</b>	<b>187,012,527</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
	\$ —	\$ —	\$ 3,698,961	\$ —	\$ —	\$ —

The notes to the financial statements are an integral part of this statement.



**UNIVERSITY SYSTEM OF GEORGIA**  
**COMBINING STATEMENT OF NET POSITION**  
**COMPONENT UNITS**  
**JUNE 30, 2020**

	Augusta University Foundation, Inc.	Augusta University Research Institute, Inc.	AU Health Systems, Inc.	Georgia Advanced Technology Ventures, Inc.	Georgia College & State University Foundation, Inc.	Georgia Gwinnett College Foundation Inc.
<b>LIABILITIES</b>						
<b>Current Liabilities</b>						
Accounts Payable	\$ 419,500	\$ 1,132,336	\$ 81,614,361	\$ 1,048,277	\$ 1,290,872	\$ 3,708,568
Salaries Payable	—	—	10,850,685	—	—	—
Benefits Payable	—	—	—	—	—	—
Contracts Payable	—	—	—	—	—	—
Retainage Payable	—	—	—	—	—	—
Interest Payable	—	—	—	—	—	—
Due to Affiliated Organizations	—	—	—	—	400	—
Due to Component Units	—	—	(52,640)	—	—	—
Due to Primary Government	95,512	5,529,314	67,309,697	424,210	179,851	26,934
Due to Other Funds	—	—	—	—	—	—
Advances (Including Tuition and Fees)	926,899	—	67,792,963	2,180,219	—	443,867
Deposits	—	—	—	177,228	—	—
Deposits Held for Other Organizations	—	—	—	—	3,865,869	—
Other Liabilities	—	21,130	5,565,149	292,476	—	—
Notes and Loans Payable	—	—	—	280,550	48,350	130,771
Lease Purchase Obligations - External	—	—	5,924,708	2,101,701	—	—
Revenue Bond/Mortgage Payable	1,075,000	—	5,330,000	1,105,000	3,310,000	4,460,000
Liabilities Under Split Interest Agreements	—	—	—	—	—	—
Claims and Judgments	—	—	—	—	—	—
Compensated Absences	—	—	23,599,910	—	—	—
Total Current Liabilities	2,516,911	6,682,780	267,934,833	7,609,661	8,695,342	8,770,140
<b>Non-Current Liabilities</b>						
Due to Affiliated Organizations	—	—	—	—	—	—
Due to Component Units	—	—	—	—	—	—
Due to Primary Government	—	—	—	—	1,474,681	—
Due to Other Funds	—	—	—	—	—	—
Advances (Including Tuition and Fees)	5,889,291	—	—	4,331,675	—	—
Other Liabilities	—	—	19,228,538	323,870	—	—
Notes and Loans Payable	—	—	—	6,041,527	—	1,908,913
Lease Purchase Obligations - External	—	—	24,661,163	48,802,206	—	—
Revenue Bonds/Mortgage Payable	20,870,463	—	202,385,455	59,200,504	86,137,047	157,033,558
Liabilities Under Split Interest Agreements	—	—	—	—	735,685	—
Interest Rate Swap	—	—	28,181,020	—	6,714,882	—
Claims and Judgments	—	—	—	—	—	—
Net Other Post Employment Benefits Liability	—	—	6,641,329	—	—	—
Total Non-Current Liabilities	26,759,754	—	281,097,505	118,699,782	95,062,295	158,942,471
<b>TOTAL LIABILITIES</b>	<b>29,276,665</b>	<b>6,682,780</b>	<b>549,032,338</b>	<b>126,309,443</b>	<b>103,757,637</b>	<b>167,712,611</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
	—	—	872,879	—	—	—
<b>NET POSITION</b>						
Net Investment in Capital Assets	—	—	54,305,828	26,093,896	2,815,779	8,262,388
Restricted for:						
Nonexpendable	19,855,144	—	—	—	22,509,389	2,582,727
Expendable	18,434,320	69,973	16,459,378	7,098,749	8,975,337	1,040,014
Unrestricted (Deficit)	3,972,542	10,571,991	222,565,348	27,870,940	1,741,882	7,414,787
<b>TOTAL NET POSITION</b>	<b>\$ 42,262,006</b>	<b>\$ 10,641,964</b>	<b>\$ 293,330,554</b>	<b>\$ 61,063,585</b>	<b>\$ 36,042,387</b>	<b>\$ 19,299,916</b>

The notes to the financial statements are an integral part of this statement.

**UNIVERSITY SYSTEM OF GEORGIA**  
**COMBINING STATEMENT OF NET POSITION**  
**COMPONENT UNITS**  
**JUNE 30, 2020**

	Georgia Health Sciences Foundation, Inc.	Georgia Southern University Housing Foundation, Inc.	Georgia State University Athletic Association, Inc.	Georgia State University Foundation, Inc.	Georgia State University Research Foundation, Inc.	Georgia Tech Athletic Association
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and Cash Equivalents	\$ 255,811	\$ 4,383,703	\$ 2,283,318	\$ 5,944,158	\$ 7,107,902	\$ 2,753,576
Cash and Cash Equivalents (Externally Restricted)	—	—	—	8,023,859	5,857,368	—
Short-term Investments	2,725,663	5,208,414	—	—	—	—
Short-term Investments (Externally Restricted)	10,894,655	—	—	—	—	87,179,950
Accounts Receivable, net						
Federal Financial Assistance	—	—	—	—	13,679,224	—
Affiliated Organizations	—	—	—	—	—	—
Component Units	—	—	—	—	—	—
Primary Government (Institution)	—	—	894,975	—	2,451,482	—
Pledges and Contributions	1,047,472	—	71,917	3,841,340	—	15,177,413
Other	—	1,186,662	474,554	790,995	3,568,430	9,142,419
Notes Receivable, net	—	—	—	—	—	—
Due From Other Funds	—	—	—	—	—	—
Investment in Capital Leases - Primary Government	—	9,732,378	—	3,831,718	2,544,826	—
Investment in Capital Leases - Other	—	—	—	—	—	—
Inventories	—	—	—	—	—	—
Prepaid Items	181,625	73,755	218,475	—	17,139,468	608,729
Other Assets	—	—	—	—	—	—
Total Current Assets	15,105,226	20,584,912	3,943,239	22,432,070	52,348,700	114,862,087
<b>Non-Current Assets</b>						
Accounts Receivable, net						
Component Units	—	—	—	—	—	—
Pledges and Contributions	595,072	—	4,663,143	6,552,191	—	15,063,786
Other	—	—	—	—	72,000	—
Investments	—	—	3,614,850	27,899,786	14,139,108	—
Investment in Capital Leases - Primary Government	—	194,062,867	—	110,083,369	65,074,274	—
Investment in Capital Leases - Other	—	—	—	—	—	—
Other Assets	—	—	—	6,287,895	—	722,612
Non-current Cash (Externally Restricted)	—	50,640,720	—	—	—	—
Short-term Investments (Externally Restricted)	—	—	—	—	—	44,375,549
Investments (Externally Restricted)	5,088,842	—	—	213,200,240	—	110,095,282
Capital Assets, net	2,295,000	2,560,419	474,725	14,606,183	7,561,438	169,262,105
Total Non-Current Assets	7,978,914	247,264,006	8,752,718	378,629,664	86,846,820	339,519,334
<b>TOTAL ASSETS</b>	<b>23,084,140</b>	<b>267,848,918</b>	<b>12,695,957</b>	<b>401,061,734</b>	<b>139,195,520</b>	<b>454,381,421</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
	\$ —	\$ —	\$ —	\$ —	\$ 7,518,505	\$ 13,385,934

The notes to the financial statements are an integral part of this statement.

**UNIVERSITY SYSTEM OF GEORGIA**  
**COMBINING STATEMENT OF NET POSITION**  
**COMPONENT UNITS**  
**JUNE 30, 2020**

	Georgia Health Sciences Foundation, Inc.	Georgia Southern University Housing Foundation, Inc.	Georgia State University Athletic Association, Inc.	Georgia State University Foundation, Inc.	Georgia State University Research Foundation, Inc.	Georgia Tech Athletic Association
<b>LIABILITIES</b>						
<b>Current Liabilities</b>						
Accounts Payable	\$ 63,110	\$ 3,711,487	\$ 55,753	\$ 3,778,333	\$ 1,993,594	\$ 5,670,650
Salaries Payable	—	—	18,206	—	—	—
Benefits Payable	—	—	7,108	—	—	—
Contracts Payable	—	—	—	—	—	—
Retainage Payable	—	—	—	—	—	—
Interest Payable	—	—	—	—	—	—
Due to Affiliated Organizations	—	—	—	—	—	—
Due to Component Units	52,640	—	—	—	—	—
Due to Primary Government	3,917	948,795	1,235,563	—	18,898,646	6,839,483
Due to Other Funds	—	—	—	—	—	—
Advances (Including Tuition and Fees)	299,144	6,226	155,612	1,265,757	—	1,935,688
Deposits	—	—	—	—	—	10,575,154
Deposits Held for Other Organizations	—	—	—	2,373,921	—	—
Other Liabilities	—	—	—	1,140,403	—	—
Notes and Loans Payable	—	—	—	—	—	12,950,959
Lease Purchase Obligations - External	—	—	16,511	—	—	278,788
Revenue Bond/Mortgage Payable	—	8,760,000	—	4,440,000	2,425,000	82,390,000
Liabilities Under Split Interest Agreements	1,625	—	—	—	—	—
Claims and Judgments	—	—	—	—	—	250,000
Compensated Absences	—	—	271,550	—	—	—
Total Current Liabilities	420,436	13,426,508	1,760,303	12,998,414	23,317,240	120,890,722
<b>Non-Current Liabilities</b>						
Due to Affiliated Organizations	—	—	—	—	—	—
Due to Component Units	—	—	—	—	—	—
Due to Primary Government	—	1,281,400	—	—	—	—
Due to Other Funds	—	—	—	—	—	—
Advances (Including Tuition and Fees)	—	56,553	—	—	—	—
Other Liabilities	—	10,558	—	3,269,896	—	—
Notes and Loans Payable	—	—	—	—	—	12,237,152
Lease Purchase Obligations - External	—	—	6,184	—	—	557,576
Revenue Bonds/Mortgage Payable	—	216,804,088	—	119,180,582	75,508,591	272,490,112
Liabilities Under Split Interest Agreements	7,841	—	—	1,153,932	—	—
Interest Rate Swap	—	—	—	—	—	—
Claims and Judgments	—	—	—	—	—	353,932
Compensated Absences	—	—	165,911	—	—	—
Total Non-Current Liabilities	7,841	218,152,599	172,095	123,604,410	75,508,591	285,638,772
<b>TOTAL LIABILITIES</b>	<b>428,277</b>	<b>231,579,107</b>	<b>1,932,398</b>	<b>136,602,824</b>	<b>98,825,831</b>	<b>406,529,494</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
	—	—	—	—	17,231,388	—
<b>NET POSITION</b>						
Net Investment in Capital Assets	2,295,000	2,560,419	452,030	14,606,183	7,561,438	(55,643,050)
Restricted for:						
Nonexpendable	2,963,300	—	—	133,701,642	1,550,000	46,799,715
Expendable	14,241,242	35,258,934	7,265,713	89,892,109	7,262,810	90,434,229
Unrestricted (Deficit)	3,156,321	(1,549,542)	3,045,816	26,258,976	14,282,558	(20,353,033)
<b>TOTAL NET POSITION</b>	<b>\$ 22,655,863</b>	<b>\$ 36,269,811</b>	<b>\$ 10,763,559</b>	<b>\$ 264,458,910</b>	<b>\$ 30,656,806</b>	<b>\$ 61,237,861</b>

The notes to the financial statements are an integral part of this statement.

**UNIVERSITY SYSTEM OF GEORGIA**  
**COMBINING STATEMENT OF NET POSITION**  
**COMPONENT UNITS**  
**JUNE 30, 2020**

	Georgia Tech Facilities, Inc.	Georgia Tech Foundation, Inc.	Georgia Tech Research Corporation	Kennesaw State University Foundation, Inc.	Medical College of Georgia Foundation	Middle Georgia State University Real Estate Foundation, Inc.
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and Cash Equivalents	\$ 11,368,181	\$ 17,655,000	\$ 139,275,464	\$ 24,694,203	\$ 1,124,178	\$ 1,362,026
Cash and Cash Equivalents (Externally Restricted)	10,424,856	11,792,000	—	—	89,941	—
Short-term Investments	—	—	—	10,220,514	—	—
Short-term Investments (Externally Restricted)	—	—	—	—	—	—
Accounts Receivable, net						
Federal Financial Assistance	—	—	—	—	—	—
Affiliated Organizations	—	552,000	—	—	—	—
Component Units	643,000	—	—	—	—	—
Primary Government (Institution)	45,379	3,331,000	—	320,705	1,047	—
Pledges and Contributions	—	36,860,000	—	6,859,857	729,707	—
Other	363,014	20,141,000	168,258,325	252,292	—	119,743
Notes Receivable, net	—	918,000	—	—	—	—
Due From Other Funds	—	—	—	—	—	—
Investment in Capital Leases - Primary Government	10,926,055	10,078,000	—	9,437,839	—	827,356
Investment in Capital Leases - Other	—	—	399,904	—	—	—
Inventories	—	—	—	—	—	—
Prepaid Items	278,781	—	84,224	71,349	—	7,275
Other Assets	—	1,646,000	—	—	—	—
Total Current Assets	<u>34,049,266</u>	<u>102,973,000</u>	<u>308,017,917</u>	<u>51,856,759</u>	<u>1,944,873</u>	<u>2,316,400</u>
<b>Non-Current Assets</b>						
Accounts Receivable, net						
Component Units	4,805,000	—	—	—	—	—
Pledges and Contributions	—	36,301,000	—	3,324,007	737,374	—
Other	61,483	13,774,000	—	—	16,588	—
Investments	—	392,220,000	62	19,778,127	34,770,396	—
Investment in Capital Leases - Primary Government	226,781,701	106,795,000	—	201,896,481	—	30,847,952
Investment in Capital Leases - Other	—	—	2,866,772	—	—	—
Other Assets	3,100,000	19,038,000	—	—	203,000	—
Non-current Cash (Externally Restricted)	84,374,337	—	—	48,721,726	—	—
Short-term Investments (Externally Restricted)	—	—	—	—	—	3,701,967
Investments (Externally Restricted)	—	1,501,569,000	—	44,500,352	219,895,602	—
Capital Assets, net	<u>57,307,414</u>	<u>148,242,000</u>	<u>899,551</u>	<u>81,546,571</u>	<u>15,758,076</u>	<u>989,605</u>
Total Non-Current Assets	<u>376,429,935</u>	<u>2,217,939,000</u>	<u>3,766,385</u>	<u>399,767,264</u>	<u>271,381,036</u>	<u>35,539,524</u>
<b>TOTAL ASSETS</b>	<u>410,479,201</u>	<u>2,320,912,000</u>	<u>311,784,302</u>	<u>451,624,023</u>	<u>273,325,909</u>	<u>37,855,924</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —

The notes to the financial statements are an integral part of this statement.



**UNIVERSITY SYSTEM OF GEORGIA**  
**COMBINING STATEMENT OF NET POSITION**  
**COMPONENT UNITS**  
**JUNE 30, 2020**

	Georgia Tech Facilities, Inc.	Georgia Tech Foundation, Inc.	Georgia Tech Research Corporation	Kennesaw State University Foundation, Inc.	Medical College of Georgia Foundation	Middle Georgia State University Real Estate Foundation, Inc.
<b>LIABILITIES</b>						
<b>Current Liabilities</b>						
Accounts Payable	\$ 6,945,210	\$ 5,550,000	\$ —	\$ 8,612,164	\$ 304,388	\$ 736,891
Salaries Payable	—	—	—	—	—	—
Benefits Payable	—	—	—	—	—	—
Contracts Payable	—	—	—	—	—	—
Retainage Payable	1,425,125	—	—	—	—	—
Interest Payable	—	—	—	—	—	—
Due to Affiliated Organizations	—	—	—	—	—	—
Due to Component Units	—	643,000	—	—	—	—
Due to Primary Government	170,315	8,791,000	103,326,748	795,654	450,368	—
Due to Other Funds	—	—	—	—	—	—
Advances (Including Tuition and Fees)	1,280,531	15,844,000	67,868,142	357,491	—	—
Deposits	—	218,000	—	23,442	—	—
Deposits Held for Other Organizations	—	—	54,749,382	79,157	—	—
Other Liabilities	—	—	—	—	23,857	—
Notes and Loans Payable	—	19,048,000	—	—	80,149	—
Lease Purchase Obligations - External	—	—	428,153	—	—	—
Revenue Bond/Mortgage Payable	11,579,000	13,165,000	—	13,320,000	—	830,000
Liabilities Under Split Interest Agreements	—	1,646,000	—	550	—	—
Claims and Judgments	—	—	—	—	—	—
Compensated Absences	—	451,000	—	—	—	—
Total Current Liabilities	21,400,181	65,356,000	226,372,425	23,188,458	858,762	1,566,891
<b>Non-Current Liabilities</b>						
Due to Affiliated Organizations	—	300,000	—	—	—	—
Due to Component Units	—	114,900,000	—	—	—	—
Due to Primary Government	—	—	—	—	—	—
Due to Other Funds	—	—	—	—	—	—
Advances (Including Tuition and Fees)	7,915,923	—	—	—	—	—
Other Liabilities	—	9,433,000	—	—	—	—
Notes and Loans Payable	—	69,487,000	—	1,560,000	10,839,792	—
Lease Purchase Obligations - External	—	—	2,838,523	—	—	—
Revenue Bonds/Mortgage Payable	339,435,361	243,728,000	—	331,797,804	—	30,324,480
Liabilities Under Split Interest Agreements	—	16,403,000	—	1,715	814,400	—
Interest Rate Swap	—	—	—	—	—	—
Claims and Judgments	—	—	—	—	—	—
Net Other Post Employment Benefits Liability	—	—	—	—	—	—
Total Non-Current Liabilities	347,351,284	454,251,000	2,838,523	333,359,519	11,654,192	30,324,480
<b>TOTAL LIABILITIES</b>	<b>368,751,465</b>	<b>519,607,000</b>	<b>229,210,948</b>	<b>356,547,977</b>	<b>12,512,954</b>	<b>31,891,371</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
	—	—	—	—	—	—
<b>NET POSITION</b>						
Net Investment in Capital Assets	23,448,362	(9,748,000)	899,551	(31,403,940)	5,018,470	989,605
Restricted for:						
Nonexpendable	—	1,393,639,000	—	48,656,483	135,902,804	—
Expendable	7,937,599	205,489,000	—	30,960,562	86,254,407	—
Unrestricted (Deficit)	10,341,775	211,925,000	81,673,803	46,862,941	33,637,274	4,974,948
<b>TOTAL NET POSITION</b>	<b>\$ 41,727,736</b>	<b>\$ 1,801,305,000</b>	<b>\$ 82,573,354</b>	<b>\$ 95,076,046</b>	<b>\$ 260,812,955</b>	<b>\$ 5,964,553</b>

The notes to the financial statements are an integral part of this statement.

**UNIVERSITY SYSTEM OF GEORGIA**  
**COMBINING STATEMENT OF NET POSITION**  
**COMPONENT UNITS**  
**JUNE 30, 2020**

	University of Georgia Athletic Association, Inc.	University of Georgia Foundation	University of Georgia Research Foundation, Inc.	University of North Georgia Real Estate Foundation, Inc.	UWG Real Estate Foundation, Inc.	University System of Georgia Foundation, Inc.
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and Cash Equivalents	\$ 60,047,599	\$ 5,015,111	\$ 28,672,198	\$ 2,444,269	\$ 1,212,355	\$ 868,771
Cash and Cash Equivalents (Externally Restricted)	—	29,787,516	—	4,968,116	5,374,595	19,155,293
Short-term Investments	—	17,972,812	—	—	699,368	—
Short-term Investments (Externally Restricted)	—	106,750,480	—	—	—	—
Accounts Receivable, net						
Federal Financial Assistance	—	—	—	—	—	—
Affiliated Organizations	—	—	—	—	—	—
Component Units	58,884	—	—	—	—	—
Primary Government (Institution)	35,451	—	1,093,936	—	—	—
Pledges and Contributions	—	32,071,873	—	—	—	537,510
Other	1,934,714	2,174,115	56,903,246	—	—	—
Notes Receivable, net	—	—	—	—	—	—
Due From Other Funds	—	—	—	—	—	—
Investment in Capital Leases - Primary Government	—	—	9,280,360	4,425,916	3,130,283	13,674,378
Investment in Capital Leases - Other	—	—	—	—	—	—
Inventories	—	—	—	—	—	—
Prepaid Items	297,229	135,353	246,544	177,725	—	—
Other Assets	—	—	—	—	—	—
Total Current Assets	<u>62,373,877</u>	<u>193,907,260</u>	<u>96,196,284</u>	<u>12,016,026</u>	<u>10,416,601</u>	<u>34,235,952</u>
<b>Non-Current Assets</b>						
Accounts Receivable, net						
Component Units	—	—	—	—	—	—
Pledges and Contributions	—	48,892,624	—	—	—	333,590
Other	—	—	—	—	—	—
Investments	49,827,507	183,185,166	50,751,857	2,100,000	260,214	5,366,599
Investment in Capital Leases - Primary Government	—	—	218,433,467	119,124,106	108,162,094	361,785,460
Investment in Capital Leases - Other	—	—	—	—	—	—
Other Assets	247,930	2,678,425	820,951	—	—	—
Non-current Cash (Externally Restricted)	—	—	—	5,592,227	3,584,449	16,052,991
Short-term Investments (Externally Restricted)	—	—	—	—	—	—
Investments (Externally Restricted)	—	975,366,142	5,765,025	—	—	—
Capital Assets, net	<u>335,278,406</u>	<u>33,896,491</u>	<u>30,216,291</u>	<u>3,393,144</u>	<u>—</u>	<u>18,393,085</u>
Total Non-Current Assets	<u>385,353,843</u>	<u>1,244,018,848</u>	<u>305,987,591</u>	<u>130,209,477</u>	<u>112,006,757</u>	<u>401,931,725</u>
<b>TOTAL ASSETS</b>	<u>447,727,720</u>	<u>1,437,926,108</u>	<u>402,183,875</u>	<u>142,225,503</u>	<u>122,423,358</u>	<u>436,167,677</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
	\$ 13,653,582	\$ —	\$ 15,310,091	\$ —	\$ —	\$ —

The notes to the financial statements are an integral part of this statement.

**UNIVERSITY SYSTEM OF GEORGIA**  
**COMBINING STATEMENT OF NET POSITION**  
**COMPONENT UNITS**  
**JUNE 30, 2020**

	University of Georgia Athletic Association, Inc.	University of Georgia Foundation	University of Georgia Research Foundation, Inc.	University of North Georgia Real Estate Foundation, Inc.	UWG Real Estate Foundation, Inc.	University System of Georgia Foundation, Inc.
<b>LIABILITIES</b>						
<b>Current Liabilities</b>						
Accounts Payable	\$ 2,712,386	\$ 148,243	\$ 1,821,177	\$ 2,482,253	\$ 1,011,482	\$ 3,459,926
Salaries Payable	2,890,840	—	—	—	—	—
Benefits Payable	—	—	—	—	—	—
Contracts Payable	—	—	—	—	—	1,725,624
Retainage Payable	—	—	—	—	—	—
Interest Payable	—	—	—	—	—	—
Due to Affiliated Organizations	—	—	6,500	—	—	—
Due to Component Units	—	58,884	—	—	—	—
Due to Primary Government	7,851,616	5,396,788	58,766,557	—	—	—
Due to Other Funds	—	—	—	—	—	—
Advances (Including Tuition and Fees)	33,780,208	817,234	2,145,936	365,385	—	—
Deposits	—	—	—	—	—	—
Deposits Held for Other Organizations	—	56,220,840	—	—	—	—
Other Liabilities	—	—	—	—	—	—
Notes and Loans Payable	—	537,821	—	405,000	—	2,862,582
Lease Purchase Obligations - External	—	—	—	—	—	—
Revenue Bond/Mortgage Payable	5,785,000	—	10,575,000	3,304,299	3,460,000	10,945,000
Liabilities Under Split Interest Agreements	—	833,636	—	—	—	—
Claims and Judgments	—	—	—	—	—	—
Compensated Absences	—	—	—	—	—	—
Total Current Liabilities	53,020,050	64,013,446	73,315,170	6,556,937	4,471,482	18,993,132
<b>Non-Current Liabilities</b>						
Due to Affiliated Organizations	—	—	—	—	—	—
Due to Component Units	—	—	—	—	—	—
Due to Primary Government	—	—	—	—	—	—
Due to Other Funds	—	641,380	—	—	—	—
Advances (Including Tuition and Fees)	—	—	1,682,489	—	—	—
Other Liabilities	247,930	—	—	—	—	—
Notes and Loans Payable	1,000	13,958,821	14,041,222	405,000	—	70,138,705
Lease Purchase Obligations - External	—	—	—	—	—	—
Revenue Bonds/Mortgage Payable	82,389,961	—	225,602,559	121,584,289	111,350,982	336,114,126
Liabilities Under Split Interest Agreements	—	7,822,380	—	—	—	—
Interest Rate Swap	5,065,455	3,983,589	—	—	—	—
Claims and Judgments	—	—	—	—	—	—
Net Other Post Employment Benefits Liability	—	—	—	—	—	—
Total Non-Current Liabilities	87,704,346	26,406,170	241,326,270	121,989,289	111,350,982	406,252,831
<b>TOTAL LIABILITIES</b>	<b>140,724,396</b>	<b>90,419,616</b>	<b>314,641,440</b>	<b>128,546,226</b>	<b>115,822,464</b>	<b>425,245,963</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
	—	—	—	—	—	—
<b>NET POSITION</b>						
Net Investment in Capital Assets	255,690,572	19,399,849	16,175,069	3,393,144	—	—
Restricted for:						
Nonexpendable	—	662,819,852	—	—	—	610,249
Expendable	—	524,012,221	—	—	—	1,612,195
Unrestricted (Deficit)	64,966,334	141,274,570	86,677,457	10,286,133	6,600,894	8,699,270
<b>TOTAL NET POSITION</b>	<b>\$ 320,656,906</b>	<b>\$ 1,347,506,492</b>	<b>\$ 102,852,526</b>	<b>\$ 13,679,277</b>	<b>\$ 6,600,894</b>	<b>\$ 10,921,714</b>

The notes to the financial statements are an integral part of this statement.

**UNIVERSITY SYSTEM OF GEORGIA**  
**COMBINING STATEMENT OF NET POSITION**  
**COMPONENT UNITS**  
**JUNE 30, 2020**

	VSU Auxiliary Services Real Estate Foundation, Inc.	Elimination/ Consolidation Entries	Total
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and Cash Equivalents	\$ 2,290,647	\$ —	\$ 513,680,486
Cash and Cash Equivalents (Externally Restricted)	—	—	101,097,761
Short-term Investments	—	—	79,936,918
Short-term Investments (Externally Restricted)	—	—	215,971,147
Accounts Receivable, net			
Federal Financial Assistance	—	—	19,015,330
Affiliated Organizations	—	—	552,000
Component Units	—	(701,884)	—
Primary Government (Institution)	—	152,445	10,123,067
Pledges and Contributions	—	(4,735,060)	93,617,144
Other	—	—	419,046,786
Notes Receivable, net	—	—	935,318
Due From Other Funds	—	—	—
Investment in Capital Leases - Primary Government	5,334,029	(3,128,894)	100,352,009
Investment in Capital Leases - Other	—	—	318,171
Inventories	—	—	24,102,526
Prepaid Items	15,670	—	37,797,215
Other Assets	—	—	2,259,310
Total Current Assets	<u>7,640,346</u>	<u>(8,413,393)</u>	<u>1,618,805,188</u>
<b>Non-Current Assets</b>			
Accounts Receivable, net			
Component Units	—	(4,805,000)	—
Pledges and Contributions	—	—	117,677,967
Other	—	—	42,103,874
Investments	—	(173,371,310)	758,602,566
Investment in Capital Leases - Primary Government	155,076,250	(17,615,843)	2,210,200,752
Investment in Capital Leases - Other	—	1,154	19,046,766
Other Assets	—	—	39,070,285
Non-current Cash (Externally Restricted)	—	—	219,341,273
Short-term Investments (Externally Restricted)	—	—	48,077,516
Investments (Externally Restricted)	11,452,968	—	3,160,876,961
Capital Assets, net	<u>227,338</u>	<u>—</u>	<u>1,271,878,456</u>
Total Non-Current Assets	<u>166,756,556</u>	<u>(195,790,999)</u>	<u>7,886,876,416</u>
<b>TOTAL ASSETS</b>	<u>174,396,902</u>	<u>(204,204,392)</u>	<u>9,505,681,604</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 53,567,073</u>

The notes to the financial statements are an integral part of this statement.



**UNIVERSITY SYSTEM OF GEORGIA**  
**COMBINING STATEMENT OF NET POSITION**  
**COMPONENT UNITS**  
**JUNE 30, 2020**

	VSU Auxiliary Services Real Estate Foundation	Elimination/ Consolidation Entries	Total
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Accounts Payable	\$ 2,421,278	\$ (41,106,810)	\$ 99,585,429
Salaries Payable	—	—	13,759,731
Benefits Payable	—	—	7,108
Contracts Payable	—	—	1,725,624
Retainage Payable	—	—	1,425,125
Interest Payable	—	41,106,810	41,106,810
Due to Affiliated Organizations	—	—	6,900
Due to Component Units	—	(701,884)	—
Due to Primary Government	—	152,445	287,193,413
Due to Other Funds	—	—	—
Advances (Including Tuition and Fees)	—	(838,092)	196,627,210
Deposits	—	—	10,993,824
Deposits Held for Other Organizations	—	(60,086,709)	57,202,460
Other Liabilities	—	—	7,043,015
Notes and Loans Payable	—	—	36,344,182
Lease Purchase Obligations - External	—	—	8,749,861
Revenue Bond/Mortgage Payable	4,455,000	—	190,713,299
Liabilities Under Split Interest Agreements	—	—	2,481,811
Claims and Judgments	—	—	250,000
Compensated Absences	—	—	24,322,460
Total Current Liabilities	6,876,278	(61,474,240)	979,538,262
<b>Non-Current Liabilities</b>			
Due to Affiliated Organizations	—	(282)	299,718
Due to Component Units	—	(114,900,000)	—
Due to Primary Government	—	—	2,756,081
Due to Other Funds	—	—	641,380
Advances (Including Tuition and Fees)	—	(5,889,291)	13,986,640
Other Liabilities	—	—	32,513,792
Notes and Loans Payable	—	—	200,619,132
Lease Purchase Obligations - External	—	—	76,865,652
Revenue Bonds/Mortgage Payable	162,064,684	—	3,194,002,646
Liabilities Under Split Interest Agreements	—	—	26,938,953
Interest Rate Swap	—	—	43,944,946
Claims and Judgments	—	—	353,932
Compensated Absences	—	—	165,911
Net Other Post Employment Benefits Liability	—	—	6,641,329
Total Non-Current Liabilities	162,064,684	(120,789,573)	3,599,730,112
<b>TOTAL LIABILITIES</b>	168,940,962	(182,263,813)	4,579,268,374
<b>DEFERRED INFLOWS OF RESOURCES</b>			
	—	—	18,104,267
<b>NET POSITION</b>			
Net Investment in Capital Assets	227,338	—	347,399,931
Restricted for:			
Nonexpendable	—	—	2,471,590,305
Expendable	—	—	1,152,698,792
Unrestricted (Deficit)	5,228,602	(21,940,579)	990,187,008
<b>TOTAL NET POSITION</b>	\$ 5,455,940	\$ (21,940,579)	\$ 4,961,876,036

The notes to the financial statements are an integral part of this statement.

**UNIVERSITY SYSTEM OF GEORGIA**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**COMPONENT UNITS**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**

	Augusta University Foundation, Inc.	Augusta University Research Institute, Inc.	AU Health Systems, Inc.	Georgia Advanced Technology Ventures, Inc.	Georgia College & State University Foundation, Inc.	Georgia Gwinnett College Foundation Inc.
<b>OPERATING REVENUES</b>						
Grants and Contracts						
Federal	\$ —	\$ 56,968,099	\$ —	\$ —	\$ —	\$ —
State	—	—	—	—	—	—
Other	19,042	8,835,961	—	26,493	—	—
Sales and Services	457,141	—	81,867,386	225,001	—	46,842
Patient Services			873,371,423			
Rents and Royalties	181,717	262,883	759,990	17,095,134	4,674,693	8,184,047
Gifts and Contributions	4,741,765	396,506	—	332,200	1,768,623	1,247,984
Endowment Income	221,984	—	—	—	1,185,117	—
Other Operating Revenues	—	—	—	461,684	113,455	340,678
Total Operating Revenues	5,621,649	66,463,449	955,998,799	18,140,512	7,741,888	9,819,551
<b>OPERATING EXPENSES</b>						
Faculty Salaries	123,935	—	—	—	—	89,549
Staff Salaries	1,023,389	—	329,232,345	460,699	512,296	321,076
Employee Benefits	388,779	—	80,331,825	—	—	—
Other Personal Services	123,879	—	188,508,837	—	—	—
Travel	75,793	—	472,285	—	28,986	8,787
Scholarships and Fellowships	582,463	—	—	—	935,747	271,482
Utilities	—	—	4,310,773	26,215	641	—
Supplies and Other Services	694,854	65,937,568	398,985,931	7,488,948	1,724,425	1,633,650
Depreciation	—	—	36,433,863	2,613,343	—	457
Total Operating Expenses	3,013,092	65,937,568	1,038,275,859	10,589,205	3,202,095	2,325,001
Operating Income (Loss)	\$ 2,608,557	\$ 525,881	\$ (82,277,060)	\$ 7,551,307	\$ 4,539,793	\$ 7,494,550

The notes to the financial statements are an integral part of this statement.

**UNIVERSITY SYSTEM OF GEORGIA**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**COMPONENT UNITS**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**

	Augusta University Foundation, Inc.	Augusta University Research Institute, Inc.	AU Health Systems, Inc.	Georgia Advanced Technology Ventures, Inc.	Georgia College & State University Foundation, Inc.	Georgia Gwinnett College Foundation Inc.
<b>NONOPERATING REVENUES (EXPENSES)</b>						
State Appropriations	\$ —	\$ —	\$ 32,500,563	\$ —	\$ —	\$ —
Grants and Contracts						
Federal	—	—	50,843,764	—	—	—
State	—	—	3,409,250	—	—	—
Gifts	—	—	—	—	—	—
Investment Income	1,053,133	247,993	7,344,788	267,721	(1,381,500)	336,752
Interest Expense	(1,630,430)	—	(9,989,003)	(5,346,181)	(3,847,162)	(5,778,277)
Other Nonoperating Revenues (Expenses)	—	—	(8,531,438)	—	—	—
Net Nonoperating Revenues	(577,297)	247,993	75,577,924	(5,078,460)	(5,228,662)	(5,441,525)
Income (Loss) Before Other Revenues, Expenses, Gains, or Losses	2,031,260	773,874	(6,699,136)	2,472,847	(688,869)	2,053,025
Capital Grants and Gifts						
Other	—	—	1,935,771	—	—	—
Additions to Permanent and Term Endowments	340,700	—	—	—	1,448,671	67,921
Special Item	—	—	—	—	—	—
Total Other Revenues, Expenses, Gains or Losses	340,700	—	1,935,771	—	1,448,671	67,921
Change in Net Position	2,371,960	773,874	(4,763,365)	2,472,847	759,802	2,120,946
Net Position, Beginning of Year	39,890,046	9,868,090	298,093,919	58,590,738	35,282,585	17,178,970
Net Position, End of Year	<u>\$ 42,262,006</u>	<u>\$ 10,641,964</u>	<u>\$ 293,330,554</u>	<u>\$ 61,063,585</u>	<u>\$ 36,042,387</u>	<u>\$ 19,299,916</u>

The notes to the financial statements are an integral part of this statement.

**UNIVERSITY SYSTEM OF GEORGIA**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**COMPONENT UNITS**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**

	Georgia Health Sciences Foundation, Inc.	Georgia Southern University Housing Foundation, Inc.	Georgia State University Athletic Association, Inc.	Georgia State University Foundation, Inc.	Georgia State University Research Foundation, Inc.	Georgia Tech Athletic Association
<b>OPERATING REVENUES</b>						
Grants and Contracts						
Federal	\$ —	\$ —	\$ —	\$ —	\$ 79,272,112	\$ —
State	—	—	—	—	1,790,899	—
Other	268,317	—	—	—	22,181,873	—
Sales and Services	477,045	—	20,375,077	—	—	55,367,226
Patient Services						
Rents and Royalties	12,300	10,570,294	364,230	17,038,547	3,075,309	8,421,556
Gifts and Contributions	7,499,515	—	10,472,603	15,202,614	—	4,113,453
Endowment Income	5,696	—	—	7,239,715	—	—
Other Operating Revenues	—	3,575,624	1,235,174	1,102,442	—	—
Total Operating Revenues	8,262,873	14,145,918	32,447,084	40,583,318	106,320,193	67,902,235
<b>OPERATING EXPENSES</b>						
Faculty Salaries	291,954	—	—	—	—	—
Staff Salaries	1,293,927	—	9,161,661	2,732,237	—	—
Employee Benefits	490,135	—	2,907,497	—	—	—
Other Personal Services	172,648	351,005	—	—	—	—
Travel	110,172	—	1,084,712	717,542	21,809	5,279,519
Scholarships and Fellowships	1,189,019	—	7,815,632	7,718,200	—	12,039,648
Utilities	—	—	292,131	—	4,824	—
Supplies and Other Services	4,510,675	2,734,385	12,668,229	21,471,835	101,637,977	60,956,573
Depreciation	—	—	129,584	665,798	713,170	8,097,781
Total Operating Expenses	8,058,530	3,085,390	34,059,446	33,305,612	102,377,780	86,373,521
Operating Income (Loss)	\$ 204,343	\$ 11,060,528	\$ (1,612,362)	\$ 7,277,706	\$ 3,942,413	\$ (18,471,286)

The notes to the financial statements are an integral part of this statement.

**UNIVERSITY SYSTEM OF GEORGIA**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**COMPONENT UNITS**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**

	Georgia Health Sciences Foundation, Inc.	Georgia Southern University Housing Foundation, Inc.	Georgia State University Athletic Association, Inc.	Georgia State University Foundation, Inc.	Georgia State University Research Foundation, Inc.	Georgia Tech Athletic Association
<b>NONOPERATING REVENUES (EXPENSES)</b>						
State Appropriations	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Grants and Contracts						
Federal	—	—	—	—	—	—
State	—	—	—	—	—	—
Gifts	—	—	—	—	—	—
Investment Income	415,681	419,073	56,514	(7,641,636)	550,233	1,782,364
Interest Expense	—	(8,041,555)	—	(3,580,884)	(2,555,086)	(16,759,684)
Other Nonoperating Revenues (Expenses)	—	—	—	—	413,315	(137,400)
<b>Net Nonoperating Revenues</b>	<b>415,681</b>	<b>(7,622,482)</b>	<b>56,514</b>	<b>(11,222,520)</b>	<b>(1,591,538)</b>	<b>(15,114,720)</b>
<b>Income (Loss) Before Other Revenues, Expenses, Gains, or Losses</b>	<b>620,024</b>	<b>3,438,046</b>	<b>(1,555,848)</b>	<b>(3,944,814)</b>	<b>2,350,875</b>	<b>(33,586,006)</b>
<b>Capital Grants and Gifts</b>						
Other	—	—	—	—	—	19,322,387
Additions to Permanent and Term Endowments	215,261	—	—	—	—	3,423,787
Special Item	—	—	—	—	—	—
<b>Total Other Revenues, Expenses, Gains or Losses</b>	<b>215,261</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>22,746,174</b>
<b>Change in Net Position</b>	<b>835,285</b>	<b>3,438,046</b>	<b>(1,555,848)</b>	<b>(3,944,814)</b>	<b>2,350,875</b>	<b>(10,839,832)</b>
<b>Net Position, Beginning of Year</b>	<b>21,820,578</b>	<b>32,831,765</b>	<b>12,319,407</b>	<b>268,403,724</b>	<b>28,305,931</b>	<b>72,077,693</b>
<b>Net Position, End of Year</b>	<b>\$ 22,655,863</b>	<b>\$ 36,269,811</b>	<b>\$ 10,763,559</b>	<b>\$ 264,458,910</b>	<b>\$ 30,656,806</b>	<b>\$ 61,237,861</b>

The notes to the financial statements are an integral part of this statement.



**UNIVERSITY SYSTEM OF GEORGIA**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**COMPONENT UNITS**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**

	Georgia Tech Facilities, Inc.	Georgia Tech Foundation, Inc.	Georgia Tech Research Corporation	Kennesaw State University Foundation, Inc.	Medical College of Georgia Foundation	Middle Georgia State University Real Estate Foundation, Inc.
<b>OPERATING REVENUES</b>						
Grants and Contracts						
Federal	\$ —	\$ —	\$ 793,564,796	\$ —	\$ —	\$ —
State	—	—	19,925,037	—	—	—
Other	—	—	79,096,484	—	—	—
Sales and Services	363,056	10,000	—	356,260	—	—
Patient Services						
Rents and Royalties	13,880,706	30,074,000	13,384,167	37,150,736	37,170	1,749,644
Gifts and Contributions	—	40,544,000	—	16,360,620	916,581	—
Endowment Income	—	60,735,000	—	1,262,788	7,366,198	—
Other Operating Revenues	22,831	—	—	—	734,250	—
Total Operating Revenues	14,266,593	131,363,000	905,970,484	55,130,404	9,054,199	1,749,644
<b>OPERATING EXPENSES</b>						
Faculty Salaries	—	—	—	—	2,613,911	—
Staff Salaries	—	2,835,000	—	1,659,782	1,450,776	—
Employee Benefits	—	683,000	—	—	—	—
Other Personal Services	—	89,000	—	31,753	654,418	—
Travel	—	12,000	86,720	184,523	151,940	—
Scholarships and Fellowships	—	—	—	2,681,983	3,187,951	—
Utilities	193,750	942,000	—	2,810,616	27,201	—
Supplies and Other Services	2,286,339	89,817,000	896,153,532	14,089,962	2,975,381	60,438
Depreciation	736,943	3,031,000	254,948	5,092,671	126,510	25,206
Total Operating Expenses	3,217,032	97,409,000	896,495,200	26,551,290	11,188,088	85,644
Operating Income (Loss)	\$ 11,049,561	\$ 33,954,000	\$ 9,475,284	\$ 28,579,114	\$ (2,133,889)	\$ 1,664,000

The notes to the financial statements are an integral part of this statement.

**UNIVERSITY SYSTEM OF GEORGIA**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**COMPONENT UNITS**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**

	Georgia Tech Facilities, Inc.	Georgia Tech Foundation, Inc.	Georgia Tech Research Corporation	Kennesaw State University Foundation, Inc.	Medical College of Georgia Foundation	Middle Georgia State University Real Estate Foundation, Inc.
<b>NONOPERATING REVENUES (EXPENSES)</b>						
State Appropriations	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Grants and Contracts						
Federal	—	—	—	—	—	—
State	—	—	—	—	—	—
Gifts	—	—	—	—	—	—
Investment Income	456,577	(33,016,000)	369,613	1,283,131	(3,869,028)	45,543
Interest Expense	(10,123,422)	(12,978,000)	—	(12,991,755)	4,220	(1,437,378)
Other Nonoperating Revenues (Expenses)	(38,846)	—	(303,642)	(5,330,726)	—	—
<b>Net Nonoperating Revenues</b>	<b>(9,705,691)</b>	<b>(45,994,000)</b>	<b>65,971</b>	<b>(17,039,350)</b>	<b>(3,864,808)</b>	<b>(1,391,835)</b>
<b>Income (Loss) Before Other Revenues, Expenses, Gains, or Losses</b>	<b>1,343,870</b>	<b>(12,040,000)</b>	<b>9,541,255</b>	<b>11,539,764</b>	<b>(5,998,697)</b>	<b>272,165</b>
<b>Capital Grants and Gifts</b>						
Other	—	—	—	—	—	—
Additions to Permanent and Term Endowments	—	31,382,000	—	—	2,802,015	—
Special Item	—	—	—	—	—	—
<b>Total Other Revenues, Expenses, Gains or Losses</b>	<b>—</b>	<b>31,382,000</b>	<b>—</b>	<b>—</b>	<b>2,802,015</b>	<b>—</b>
<b>Change in Net Position</b>	<b>1,343,870</b>	<b>19,342,000</b>	<b>9,541,255</b>	<b>11,539,764</b>	<b>(3,196,682)</b>	<b>272,165</b>
<b>Net Position, Beginning of Year</b>	<b>40,383,866</b>	<b>1,781,963,000</b>	<b>73,032,099</b>	<b>83,536,282</b>	<b>264,009,637</b>	<b>5,692,388</b>
<b>Net Position, End of Year</b>	<b>\$ 41,727,736</b>	<b>\$ 1,801,305,000</b>	<b>\$ 82,573,354</b>	<b>\$ 95,076,046</b>	<b>\$ 260,812,955</b>	<b>\$ 5,964,553</b>

The notes to the financial statements are an integral part of this statement.

**UNIVERSITY SYSTEM OF GEORGIA**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**COMPONENT UNITS**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**

	University of Georgia Athletic Association, Inc.	University of Georgia Foundation	University of Georgia Research Foundation, Inc.	University of North Georgia Real Estate Foundation, Inc.	UWG Real Estate Foundation, Inc.	University System of Georgia Foundation, Inc.
<b>OPERATING REVENUES</b>						
Grants and Contracts						
Federal	\$ —	\$ —	\$ 197,051,101	\$ —	\$ —	\$ —
State	—	—	36,476,790	—	—	—
Other	—	—	31,752,657	—	—	—
Sales and Services	151,404,446	7,815,832	—	—	—	620,050
Patient Services						
Rents and Royalties	—	695,966	26,063,022	6,365,214	6,066,613	4,976,607
Gifts and Contributions	—	68,756,040	—	161,615	—	1,646,198
Endowment Income	—	35,877,710	—	—	—	—
Other Operating Revenues	—	—	—	58,586	—	—
Total Operating Revenues	151,404,446	113,145,548	291,343,570	6,585,415	6,066,613	7,242,855
<b>OPERATING EXPENSES</b>						
Faculty Salaries	—	—	—	—	—	—
Staff Salaries	16,915,635	4,167,954	—	113,723	—	444,138
Employee Benefits	387,277	—	—	—	—	—
Other Personal Services	—	—	—	—	—	—
Travel	9,671,035	128,613	—	—	—	46,495
Scholarships and Fellowships	—	100,550	—	—	—	1,285,705
Utilities	—	—	—	—	—	—
Supplies and Other Services	102,217,398	97,613,361	278,464,572	1,082,376	511,099	1,697,586
Depreciation	10,935,591	1,239,072	114,323	152,384	—	—
Total Operating Expenses	140,126,936	103,249,550	278,578,895	1,348,483	511,099	3,473,924
Operating Income (Loss)	\$ 11,277,510	\$ 9,895,998	\$ 12,764,675	\$ 5,236,932	\$ 5,555,514	\$ 3,768,931

The notes to the financial statements are an integral part of this statement.

**UNIVERSITY SYSTEM OF GEORGIA**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**COMPONENT UNITS**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**

	University of Georgia Athletic Association, Inc.	University of Georgia Foundation	University of Georgia Research Foundation, Inc.	University of North Georgia Real Estate Foundation, Inc.	UWG Real Estate Foundation, Inc.	University System of Georgia Foundation, Inc.
<b>NONOPERATING REVENUES (EXPENSES)</b>						
State Appropriations	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Grants and Contracts						
Federal	—	—	—	—	—	—
State	—	—	—	—	—	—
Gifts	27,240,143	—	—	—	—	—
Investment Income	697,734	(18,053,632)	2,137,404	2,102,477	132,332	456,014
Interest Expense	(4,051,795)	(2,269,285)	(9,762,811)	(3,916,692)	(4,842,314)	(13,388,936)
Other Nonoperating Revenues (Expenses)	(4,538,467)	1,117,013	(106,769)	—	—	(8,911,362)
<b>Net Nonoperating Revenues</b>	<b>19,347,615</b>	<b>(19,205,904)</b>	<b>(7,732,176)</b>	<b>(1,814,215)</b>	<b>(4,709,982)</b>	<b>(21,844,284)</b>
<b>Income (Loss) Before Other Revenues, Expenses, Gains, or Losses</b>	<b>30,625,125</b>	<b>(9,309,906)</b>	<b>5,032,499</b>	<b>3,422,717</b>	<b>845,532</b>	<b>(18,075,353)</b>
Capital Grants and Gifts						
Other	—	—	—	—	—	—
Additions to Permanent and Term Endowments	—	26,570,257	—	—	—	14,691,346
Special Item	—	—	(1,376,773)	—	—	—
<b>Total Other Revenues, Expenses, Gains or Losses</b>	<b>—</b>	<b>26,570,257</b>	<b>(1,376,773)</b>	<b>—</b>	<b>—</b>	<b>14,691,346</b>
<b>Change in Net Position</b>	<b>30,625,125</b>	<b>17,260,351</b>	<b>3,655,726</b>	<b>3,422,717</b>	<b>845,532</b>	<b>(3,384,007)</b>
<b>Net Position, Beginning of Year</b>	<b>290,031,781</b>	<b>1,330,246,141</b>	<b>99,196,800</b>	<b>10,256,560</b>	<b>5,755,362</b>	<b>14,305,721</b>
<b>Net Position, End of Year</b>	<b>\$ 320,656,906</b>	<b>\$ 1,347,506,492</b>	<b>\$ 102,852,526</b>	<b>\$ 13,679,277</b>	<b>\$ 6,600,894</b>	<b>\$ 10,921,714</b>

The notes to the financial statements are an integral part of this statement.

**UNIVERSITY SYSTEM OF GEORGIA**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**COMPONENT UNITS**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**

	VSU Auxiliary Services Real Estate Foundation	Elimination/ Consolidation Entries	Total
<b>OPERATING REVENUES</b>			
Grants and Contracts			
Federal	\$ —	\$ —	\$ 1,126,856,108
State	—	—	58,192,726
Other	—	—	142,180,827
Sales and Services	—	—	319,385,362
Patient Services	—	—	873,371,423
Rents and Royalties	6,053,054	2,435,520	219,573,119
Gifts and Contributions	102,831	(1,090,582)	173,172,566
Endowment Income	—	—	113,894,208
Other Operating Revenues	1,083,665	—	8,728,389
Total Operating Revenues	7,239,550	1,344,938	3,035,354,728
<b>OPERATING EXPENSES</b>			
Faculty Salaries	—	—	3,119,349
Staff Salaries	—	—	372,324,638
Employee Benefits	—	—	85,188,513
Other Personal Services	—	—	189,931,540
Travel	—	—	18,080,931
Scholarships and Fellowships	—	—	37,808,380
Utilities	—	—	8,608,151
Supplies and Other Services	1,833,717	(1,619,528)	2,167,628,283
Depreciation	—	—	70,362,644
Total Operating Expenses	1,833,717	(1,619,528)	2,953,052,429
Operating Income (Loss)	\$ 5,405,833	\$ 2,964,466	\$ 82,302,299

The notes to the financial statements are an integral part of this statement.



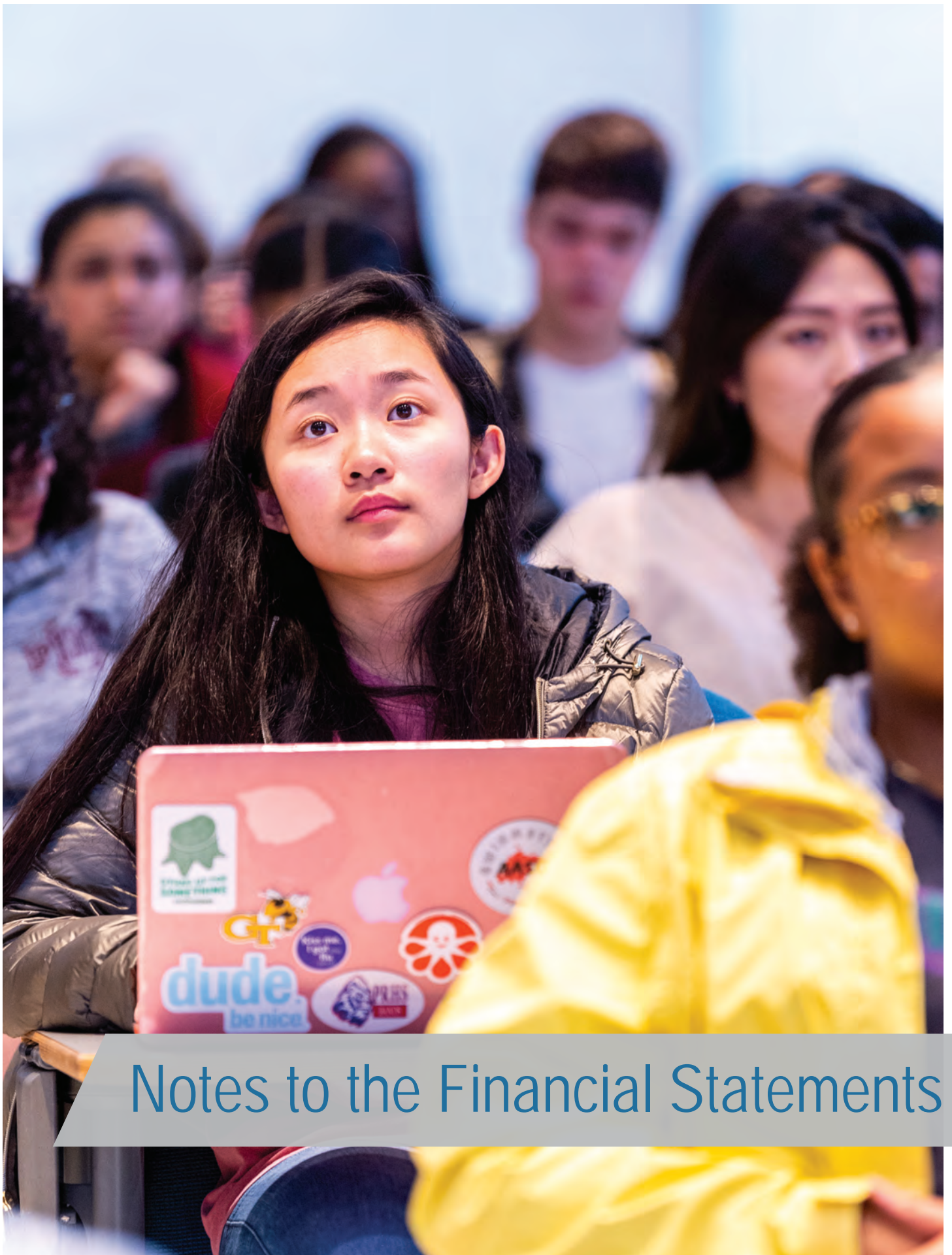
**UNIVERSITY SYSTEM OF GEORGIA**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**COMPONENT UNITS**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**

	VSU Auxiliary Services Real Estate Foundation	Elimination/ Consolidation Entries	Total
<b>NONOPERATING REVENUES (EXPENSES)</b>			
State Appropriations	\$ —	\$ —	\$ 32,500,563
Grants and Contracts			
Federal	—	—	50,843,764
State	—	—	3,409,250
Gifts	—	—	27,240,143
Investment Income	215,454	425,531	(43,165,734)
Interest Expense	(7,553,786)	—	(140,840,216)
Other Nonoperating Revenues (Expenses)	(2,919,221)	—	(29,287,543)
Net Nonoperating Revenues	(10,257,553)	425,531	(99,299,773)
Income (Loss) Before Other Revenues, Expenses, Gains, or Losses	(4,851,720)	3,389,997	(16,997,474)
Capital Grants and Gifts			
Other	—	—	21,258,158
Additions to Permanent and Term Endowments	—	—	80,941,958
Special Item	—	—	(1,376,773)
Total Other Revenues, Expenses, Gains or Losses	—	—	100,823,343
Change in Net Position	(4,851,720)	3,389,997	83,825,869
Net Position, Beginning of Year	10,307,660	(25,330,576)	4,878,050,167
Net Position, End of Year	\$ 5,455,940	\$ (21,940,579)	\$ 4,961,876,036

The notes to the financial statements are an integral part of this statement.



# **UNIVERSITY SYSTEM OF GEORGIA**



# Notes to the Financial Statements

# UNIVERSITY SYSTEM OF GEORGIA

## NOTES TO THE FINANCIAL STATEMENTS

### JUNE 30, 2020

#### **Note 1 Summary of Significant Accounting Policies**

##### **Nature of Operations**

The University System of Georgia (USG) serves Georgia and national communities by providing its students with academic instruction that advances fundamental knowledge and by disseminating knowledge to the people of Georgia, the nation, and throughout the world.

##### **Reporting Entity**

The USG, an organizational unit of the State of Georgia (primary government) (State), is comprised of twenty-six (26) State-supported member institutions of higher education in Georgia, the University System Office (USO), the Georgia Archives and the Georgia Public Library System. The USO is the custodian of the Board of Regents Retiree Health Benefit Fiduciary Fund, Deferred Compensation Plan Fiduciary Fund, and the Board of Regents Investment Pool. Augusta University, an organizational unit of the USG, is the custodian of the Early Retirement Plan Fiduciary Fund.

The Board of Regents of the University System of Georgia (Board) has constitutional authority to govern, control and manage the USG. The Board was created in 1931 as a part of a reorganization of Georgia's state government. With this act, public higher education in Georgia was unified for the first time under a single governing and management authority. The governor appoints members to the Board, who each serve seven years; regents may be reappointed to subsequent terms by a sitting governor. Regents donate their time and expertise to serve the State through their governance of the USG: the positions are voluntary ones without financial remuneration. Today, the Board is composed of 19 members, five of whom are appointed from the state-at-large, and one from each of the 14 congressional districts. The Board elects a chancellor who serves as its chief executive officer and the chief administrative officer of the USG.

The USG does not have the right to sue/be sued without recourse to the State. The USG's property is the property of the State and subject to all the limitations and restrictions imposed upon other property of the State by the Constitution and laws of the State. The USG is not legally separate from the State. Accordingly, the USG is included within the State's basic financial statements as part of the primary government as defined in Section 2100 of the Governmental Accounting Standards Board (GASB) Codification of Governmental Accounting and Financial Reporting Standards.

The accompanying basic financial statements are intended to supplement the State's Comprehensive Annual Financial Report (CAFR) by presenting the financial position and changes in financial position and cash flows of only that portion of the business-type activities of the State that is attributable to the transactions of the USG. In addition, certain discretely presented component units of the State, as discussed below, have been included since they have been determined to be essential to the fair presentation to these departmental financial statements. These financial statements do not purport to, and do not, present fairly the financial position of the State as of June 30, 2020, the changes in its financial position or its cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

The accompanying basic financial statements should be read in conjunction with the State's CAFR. The most recent State of Georgia CAFR can be obtained through the State Accounting Office, 200 Piedmont Avenue, Suite 1604 (West Tower), Atlanta, Georgia 30334 or online at [sao.georgia.gov/comprehensive-annual-financial-reports](http://sao.georgia.gov/comprehensive-annual-financial-reports).

##### **Discretely Presented Component Units**

The below organizations are legally separate, tax-exempt component units of the State. Although the State (primary government) is not fiscally accountable for these entities, it has been determined that the nature and significance of the relationship between the primary government and the below organizations is such that exclusion from these departmental financial statements would render them misleading. The below organizations met the requirements for discrete presentation as defined by GASB Codification Sections 2100 and 2600. Each of the below organization's fiscal year ends on June 30 each year, except for VSU Auxiliary Services Real Estate Foundation, Inc. VSU Auxiliary Services Real Estate Foundation, Inc.'s fiscal year ends December 31 each year.

Separately issued financial statements are available from the following addresses.

- Augusta University Foundation, Inc. and Subsidiaries, 1120 15th Street, FI-1049, Augusta, GA, 30912
- Augusta University Research Institute, Inc., 1120 15th Street, AA 311, Richmond, Augusta, GA, 30912-4810
- AU Health Systems, Inc. d/b/a AU Health System, 1120 15th Street. FY139, Augusta, GA 30912
- Georgia Advanced Technology Ventures, Inc. and Subsidiaries, 221 Uncle Heinie Way, Lyman Hall Building, Suite 305, Atlanta, GA, 30332-0257 or found at [gatv.gatech.edu/financial-statements](http://gatv.gatech.edu/financial-statements)
- Georgia College & State University Foundation, Inc. and Subsidiaries, 231 W Hancock St., CBX 96, Milledgeville, GA, 30161
- Georgia Gwinnett College Foundation, Inc., 1000 University Center Lane, Lawrenceville, GA, 30043
- Georgia Health Sciences Foundation, Inc., 1120 15<sup>th</sup> Street, AD-1104, Augusta, GA 30912
- Georgia Southern University Housing Foundation, Inc. and Subsidiaries, P.O. Box 8053, Statesboro, GA 30460
- Georgia State University Athletic Association, Inc., 755 Hank Aaron Dr., Atlanta, Georgia, 30315
- Georgia State University Foundation, Inc., Attn: Dale Palmer, GSU Foundation, One Park Place South, Suite 533, Atlanta, GA 30303
- Georgia State University Research Foundation, Inc., 100 Auburn Avenue, Suite 315, Fulton, Atlanta, GA, 30303
- Georgia Tech Athletic Association, 150 Bobby Dodd Way, NW, Atlanta, GA 30332-0455 or found at [fin-services.gatech.edu/affiliated-organization-financial-statements](http://fin-services.gatech.edu/affiliated-organization-financial-statements)
- Georgia Tech Facilities, Inc., 221 Uncle Heinie Way, NW, Lyman Hall Building, Suite 325, Atlanta GA 30332-0257 or found at [gtfi.gatech.edu/financial-statements](http://gtfi.gatech.edu/financial-statements)
- Georgia Tech Foundation, Inc., 760 Spring Street, NW, Suite 400, Atlanta, GA 30308 or found at [gtf.gatech.edu/financial-statements](http://gtf.gatech.edu/financial-statements)
- Georgia Tech Research Corporation, 926 Dalney Street, NW, Atlanta, GA 30332-0415 or found at [gtrc.gatech.edu/gtrc/documents/financial-information](http://gtrc.gatech.edu/gtrc/documents/financial-information)
- Kennesaw State University Foundation, Inc., 3391 Town Point Drive, Suite 4530/Mail drop 9101, Kennesaw, GA 30144
- Medical College of Georgia Foundation, Inc., 720 St. Sebastian Way, Augusta, GA 30901
- Middle Georgia State University Real Estate Foundation, Inc. and Subsidiaries, 100 University Pkwy, Macon, GA 31206
- University of Georgia Athletic Association, Inc., 456 E. Broad Street, Room 225, Athens, GA 30602
- The University of Georgia Foundation, One Press Place, Suite 101, Athens, GA 30602
- University of Georgia Research Foundation, Inc. and Subsidiaries, 456 E. Broad Street, Athens, GA 30602-1536
- University of North Georgia Real Estate Foundation, Inc. and Subsidiaries, 80 College Circle, Price Memorial Rm 110B, Dahlonega, GA 30597
- University System of Georgia Foundation, Inc. and Affiliates, 270 Washington Street, SW Suite 7002, Atlanta, Ga 30334
- UWG Real Estate Foundation, Inc., 1601 Maple St, Carrollton, GA 30118
- VSU Auxiliary Services Real Estate Foundation, Inc., 1500 N. Patterson St, Valdosta, GA 31698

See Component Unit Note for additional information related to discretely presented component units.



### Fiduciary Component Units

GAAP requires fiduciary component units to be reported as fiduciary funds of the USG rather than as discrete component units. The USG's two fiduciary component units are the Retiree Health Benefit Fund and the Augusta University Early Retirement Pension Plan.

The University System Office is the custodian of the Board of Regents Retiree Health Benefit Fund. This fund was authorized pursuant to the Official Code of Georgia Annotated Section §47-21-21 for the purpose of accumulating funds necessary to meet employer costs of post-employment health insurance benefits.

Augusta University Early Retirement Pension Plan (ERP) is a single-employer defined benefit pension plan administered by Augusta University. The plan was implemented by Augusta University as a means of manpower reduction and was approved by the Board of Regents of the University System of Georgia effective January 1, 2000.

### **Basis of Accounting and Financial Statement Presentation**

The financial statements have been prepared in accordance with generally accepted accounting principles (GAAP) as prescribed by the GASB and are presented as required by these standards to provide a comprehensive, entity-wide perspective of the USG's assets, deferred outflows of resources, liabilities, deferred inflows of resources, net position, revenues, expenses, changes in net position and cash flows.

The USG's business-type activities and fiduciary fund financial statements have been presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis, revenues are recognized when earned, and expenses are recorded when an obligation has been incurred. Grants and similar items are recognized as revenues in the fiscal year in which eligibility requirements imposed by the provider have been met. All significant intra-fund transactions have been eliminated.

The USG reports the following fiduciary funds:

Pension and Other Post Employment Benefit Trust Funds - Accounts for the activities of the Early Retirement Plan, the Board of Regents Retiree Health Benefit Fund and the Deferred Compensation Fund.

Custodial Funds - Accounts for activities resulting from the USG acting as an agent or fiduciary for various governments, companies, clubs, or individuals for student support. Custodial funds also account for activities of the Board of Regents Pooled Investment Program held for affiliate organizations.

### **New Accounting Pronouncements**

For fiscal year 2020, the USG adopted GASB Statement No. 84, *Fiduciary Activities*. This Statement improves guidance regarding the identification and reporting of fiduciary activities. This Statement requires activity meeting certain criteria to be reported in a fiduciary fund within a statement of fiduciary net position and a statement of changes in fiduciary net position. The adoption of this Statement resulted in the restatement of the July 1, 2019 fiduciary net position for custodial fiduciary funds.

For fiscal year 2020, the USG adopted GASB Statement No. 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*. The objective of this Statement is to provide temporary relief to governments and other stakeholders in light of the COVID-19 pandemic. That objective is accomplished by postponing the effective dates of certain provisions in Statements and Implementation Guides that first became effective or are scheduled to become effective for periods beginning after June 15, 2018, and later. The adoption of this Statement does not have a significant impact on the USG's financial statements.

### **Cash and Cash Equivalents**

Cash and cash equivalents consist of petty cash, demand deposits and time deposits in authorized financial institutions, and cash management pools that have the general characteristics of demand deposit accounts. This includes the State Investment Pool (Georgia Fund 1) and the Board of Regents Short-Term Investment Pool. Cash and Cash Equivalents that cannot be used to pay current liabilities are classified as non-current assets in the Statement of Net Position. Cash and Cash Equivalents restricted as to purpose or use by a third party are reported as externally restricted.

**Short-Term Investments**

Short-Term Investments consist of investments of 90 days - 13 months. These include certificates of deposits or other time-restricted investments with original maturities of three months or more when purchased. Funds are not readily available and there is a penalty for early withdrawal. Short-term investments that cannot be used to pay current liabilities are classified as non-current assets in the Statement of Net Position. Short-term investments restricted as to purpose or use by a third party are reported as externally restricted.

**Investments**

Investments include financial instruments with terms in excess of 13 months, certain other securities for the production of revenue, land, and other real estate held as investments by endowments. The USG accounts for its investments at fair value. Changes in the fair value of investments are reported as a component of investment income in the Statement of Revenues, Expenses, and Changes in Net Position. The Board of Regents Legal Fund, the Board of Regents Balanced Income Fund, the Board of Regents Total Return Fund, the Board of Regents Diversified Fund, and the Board of Regents Diversified Fund for Foundations are included as investments. Investments that cannot be used to pay current liabilities are classified as non-current assets in the Statement of Net Position. Investments restricted as to purpose or use by a third party are reported as externally restricted.

**Accounts Receivable**

Accounts receivable consists of tuition and fees charged to students and auxiliary enterprise services provided to students, faculty and staff, the majority of whom reside in the State of Georgia. Accounts receivable also includes amounts due from federal, state and local governments, or private sources, in connection with reimbursement of allowable expenditures made pursuant to the USG's grants and contracts. Accounts receivable are recorded net of estimated uncollectible amounts.

**Inventories**

Consumable supplies are carried at the lower of cost or market on the first-in, first-out ("FIFO") basis. Resale inventories are valued at cost using the average-cost basis.

**Prepaid Items**

Payments made to vendors and state and local government organizations for services that will benefit periods beyond June 30, 2020 are recorded as prepaid items.

**Capital Assets**

Capital assets are recorded at cost at the date of acquisition, or fair market value at the date of donation in the case of gifts. For equipment, the USG's capitalization policy includes all items with a unit cost of \$5,000 or more, and an estimated useful life of greater than one year. Renovations to buildings, infrastructure, and land improvements that exceed \$100,000 and/or significantly increase the value or extend the useful life of the structure are capitalized. Routine repairs and maintenance are charged to operating expense in the year in which the expense was incurred.

Depreciation, which also includes amortization of intangible assets such as water, timber, and mineral rights, easements, patents, trademarks, and copyrights, as well as software, is computed using the straight-line method over the estimated useful lives of the assets, generally 40 to 60 years for buildings, 20 to 25 years for infrastructure and land improvements, 10 years for library books, and 3 to 20 years for equipment. Residual values will generally be 10% of historical costs for infrastructure, buildings and building improvements, and facilities and other improvements.

To fully understand plant additions for the USG, it is necessary to look at the activities of the Georgia State Financing and Investment Commission (GSFIC) - an organization that is external to the USG. GSFIC issues bonds for and on behalf of the State of Georgia, pursuant to powers granted to it in the Constitution of the State of Georgia and the Act creating the GSFIC. The bonds so issued constitute direct and general obligations of the State of Georgia, to the payment of which the full faith, credit and taxing power of the State are pledged.

For projects managed by GSFIC, GSFIC retains construction in progress in its accounting records throughout the construction period and transfers the entire project to the institutional unit of the USG when complete. For projects managed by institutions of the USG, the institutions retain construction in progress on their books and are reimbursed by GSFIC.

**Capital Liability Reserve Fund**

The Capital Liability Reserve Fund (Fund) was established by the Board of Regents to protect the fiscal integrity of the USG to maintain the strongest possible credit ratings associated with Public Private Venture (PPV) projects and to ensure that the Board of Regents can effectively support its long-term capital lease obligations. All USG institutions participating in the PPV program finance the Fund. The Fund serves as a pooled reserve that is managed by the Board of Regents. The Fund shall only be used to address significant shortfalls and only insofar as a requesting USG institution is unable to make the required PPV capital lease payment to the designated affiliated organization. The Fund will continue as long as USG institutions have rental obligations under the PPV program and at the conclusion of the program, funds will be returned to each participating institution. See Note 10 for additional information.

**Deferred Outflows of Resources**

Deferred outflows of resources consist of the consumption of net position that is applicable to a future reporting period.

**Deposits**

Deposits represent good faith deposits from students to reserve housing assignments, meal plans or other auxiliary services.

**Advances**

Advances include amounts received for tuition and fees and certain auxiliary activities prior to the end of the fiscal year but related to the subsequent accounting period. Advances also include amounts received from grant and contract sponsors that have not yet been earned. Fiduciary fund advances includes student support received prior to eligibility requirements being met.

**Deposits Held for Other Organizations**

Deposits held for others result primarily from unclaimed property that is held in accordance with policies established by Georgia Department of Revenue.

**Claims and Judgments**

An estimated loss from claims and judgments is recognized when information available prior to issuance of the financial statements indicates it is probable that an asset has been impaired or a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

**Pollution Remediation Obligations**

Pollution remediation obligations are recorded when the USG knows that a site is polluted and one or more obligating events have occurred. The amount recorded is an estimate of the current value of potential outlays for cleanup, calculated using the "expected cash flows" measurement technique.

**Compensated Absences**

Employee vacation pay is accrued at the end of the fiscal year for financial statement purposes. The liability and expense incurred are recorded at the end of the fiscal year as compensated absences in the Statement of Net Position, and as a component of compensation and benefit expense in the Statements of Revenues, Expenses, and Changes in Net Position.

**Non-current Liabilities**

Non-current liabilities include: (1) liabilities that will not be paid within the next fiscal year; (2) capital lease obligations with contractual maturities greater than one year; and (3) other liabilities that, although payable within one year, are to be paid from funds that are classified as non-current assets.

**Deferred Inflows of Resources**

Deferred inflows of resources consist of the acquisition of net position that is applicable to a future reporting period.

**Other Post-Employment Benefit (OPEB)**

The net OPEB liability represents the USG's proportionate share of the difference between the total OPEB liability and the fiduciary net position or the fair value of the plan assets as of a given measurement date. For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position have been determined on the same basis as they are reported by the Board of Regents Retiree Health

Benefit Plan and the State Employees' Assurance Department Retired and Vested Inactive Members Trust Fund. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

### **Pensions and Net Pension Liability**

The net pension liability represents the USG's proportionate share of the difference between the total pension liability as a result of the exchange for employee services for compensation and the fiduciary net position or the fair value of the plan assets as of a given measurement date.

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the pension plans' fiduciary net position, additions to/deductions from the plans fiduciary net position have been determined on the same basis as they are reported by Teachers Retirement System of Georgia, Employees' Retirement System of Georgia, and Augusta University Early Retirement Pension Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

### **Service Concession Arrangements**

Service concession agreements are arrangements between a government (transferor, one of our institutions) and a third party (operator) in which all of the following criteria are met:

- a) The institution conveys to the operator the right and obligation to provide public services through the use and operation of a capital asset in exchange for significant consideration. Significant consideration could be in the form of up-front payments, installment payments, a new facility or improvements to existing facility.
- b) The operator collects and is compensated by fees from third parties.
- c) The institution has the ability to modify or approve what services the operator is required to provide, to whom services are provided, and prices or rates that can be charged for those services.
- d) The institution is entitled to significant residual interest in the service utility of the asset at the end of the arrangement.

### **Net Position**

The USG's net position is classified as follows:

Net investment in capital assets represents the USG's total investment in capital assets, net of outstanding debt obligations related to those capital assets. To the extent debt has been incurred but not yet expended for capital assets, such amounts are not included as a component of net investment in capital assets. The term "debt obligations" as used in this definition does not include debt of the GSFIC as discussed previously in Note 1 - Capital Assets section.

Restricted - nonexpendable net position includes endowments and similar type funds in which donors or other outside sources have stipulated, as a condition of the gift instrument, that the principal is to be maintained inviolate and in perpetuity, and invested for the purpose of producing present and future income, which may either be expended or added to principal. For institution-controlled, donor-restricted endowments, the by-laws of the Board of Regents of the University System of Georgia permits each individual institution to use prudent judgment in the spending of current realized and unrealized endowment appreciation. Donor-restricted endowment appreciation is periodically transferred to restricted - expendable accounts for expenditure as specified by the purpose of the endowment. Each institution maintains pertinent information related to each endowment fund including donor; amount and date of donation; restrictions by the source of limitations; limitations on investments, etc.

Restricted - expendable net position includes resources in which the USG is legally or contractually obligated to spend resources in accordance with restrictions by external third parties.

Unrestricted net position represents resources derived from student tuition and fees, state appropriations, and sales and services of educational departments and auxiliary enterprises. These resources are used for transactions relating to the educational and general operations of the USG, and may be used at the discretion of the governing board or management to meet current expenses for those purposes, except for unobligated state appropriations (surplus). Unobligated state appropriations must be refunded to the Office of the State Treasurer. These resources

also include auxiliary enterprises, which are substantially self-supporting activities that provide services for students, faculty and staff.

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

### Income Taxes

As a political subdivision of the State of Georgia which has been delegated the right to exercise part of the sovereign power of the State, the USG is not subject to federal income tax.

### Classification of Revenues and Expenses

The Statement of Revenues, Expenses and Changes in Net Position classifies fiscal year activity as operating and nonoperating according to the following criteria:

- Operating revenue includes activities that have the characteristics of exchange transactions, such as (1) student tuition and fees, net of scholarship allowances, (2) certain federal, state and local grants and contracts, and (3) sales and services.
- Nonoperating revenue includes activities that have the characteristics of non-exchange transactions, such as gifts and contributions, and other revenue sources that are defined as non-operating revenue by GASB Statements No. 9, *Reporting Cash Flows of Proprietary and Non-expendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting*, and No. 34, *Basic Financial Statements— and Management's Discussion and Analysis—for State and Local Governments*, such as state appropriations and investment income.
- Operating expense includes activities that have the characteristics of exchange transactions.
- Nonoperating expense includes activities that have the characteristics of non-exchange transactions, such as capital financing costs and costs related to investment activity.

### Scholarship Allowances

Scholarship allowances are the difference between the stated charge for goods and services provided by the USG, and the amount that is paid by students and/or third parties making payments on the students' behalf. Certain governmental grants, such as Pell grants, and other Federal, state or nongovernmental programs are recorded as either operating or non-operating revenues in the USG's financial statements. To the extent that revenues from such programs are used to satisfy tuition and fees and other student charges, the USG has recorded contra revenue for scholarship allowances.

### Restatement of Prior Year Net Position

The USG made the following restatements:

	Business-type Activities	Fiduciary Funds	
		Investment Pool	Student Support
Net position, beginning of year, as originally reported	\$ 2,033,939,402	\$ —	\$ —
Changes in accounting policies and principles			
Adoption of GASB Statement No. 84	—	61,071,249	19,983,917
Correction of prior year errors			
Deposits held for other organizations	2,905,656	—	—
Accounts receivable	(266,408)	—	—
Capital assets	3,714,784	—	—
Deferred inflow of resources	(3,497,062)	—	—
Net position, beginning of year, restated	<u>\$ 2,036,796,372</u>	<u>\$ 61,071,249</u>	<u>\$ 19,983,917</u>



#### Changes in Accounting Principles

USG made prior period adjustments due to the adoption of GASB Statement No. 84, which required the restatement of the June 30, 2019 business type activities, cash and cash equivalents, and fiduciary fund net position. The result is an increase in fiduciary net position at July 1, 2019 of \$81,055,166 reported on the Statement of Changes in Fiduciary Net Position and an increase in cash and cash equivalents at July 1, 2019 of \$51,136,047 reported on the Statement of Cash Flows. This change is in accordance with generally accepted accounting principles.

#### Correction of Prior Year Errors

Business-type activity balances reported at June 30, 2019 were misstated across multiple account balances as listed in the above table. Beginning net position has been increased by \$2,856,970 to reflect correction of prior year amounts. This change is in accordance with generally accepted accounting principles.

#### **Special Items**

Significant transactions or other events within the control of management that are either unusual in nature or infrequent in occurrence are considered special items. Special Items for the year ended June 30, 2020 were as follows:

	Capital Asset Transfers
Augusta University	\$ 5,928,881
Georgia Southern University	1,972,951
University of North Georgia	3,188,975
Totals	<u>\$ 11,090,807</u>

#### Augusta University

The Georgia Technology Authority transferred additional building improvements and equipment for the two buildings known as the Hull McKnight and Schaffer MacCartney Buildings which were erected in fiscal year 2019 on the Cyber Complex site located at 1 Eleventh Street, Augusta, Richmond County, Georgia. The building improvements and equipment transferred as part of an ongoing project in fiscal year 2020, had a reported net book value of \$5,928,881.

#### Georgia Southern University

Georgia Southern University received land and buildings, located in Savannah, from the Georgia Bureau of Investigations. The net book value for these assets was \$1,972,951 at the time of the transfer.

#### University of North Georgia

The Technical College System of Georgia transferred the Oakwood campus of Lanier Technical College to the University of North Georgia. This transfer included land, a building, other improvements, and equipment with a reported net book value of \$3,188,975.

## Note 2 Deposits and Investments

Cash and cash equivalents and investments as of June 30, 2020 are classified in the accompanying Statement of Net Position and Statement of Fiduciary Net Position as follows:

### Statement of Net Position

#### Current

Cash and Cash Equivalents	\$	1,628,260,630
Cash and Cash Equivalents (Externally Restricted)		263,100,044
Short-term Investments		14,015,658
Short-term Investments (Externally Restricted)		755,430

#### Noncurrent

Investments		101,681,768
Non-current Cash (Externally Restricted)		2,541,191
Short-term Investments (Externally Restricted)		41,891
Investments (Externally Restricted)		297,770,445

### Statement of Fiduciary Net Position

Cash and Cash Equivalents		(35,068,747)
Investments		311,985,357
	\$	<u>2,585,083,667</u>

Cash on hand, deposits, and investments as of June 30, 2020 consist of the following:

Cash on Hand	\$	1,143,452
Deposits with Financial Institutions		795,189,974
Investments		1,908,838,860
Pooled Assets Held on Behalf of Component Units		(120,088,619)
	\$	<u>2,585,083,667</u>

### A. Deposits with Financial Institutions

Deposits include certificates of deposits and demand deposit accounts, including certain interest bearing demand deposit accounts. The custodial credit risk for deposits is the risk that in the event of a bank failure, the USG's deposits may not be recovered. Funds belonging to the State of Georgia (and thus the USG) cannot be placed in a depository paying interest longer than ten days without the depository providing a surety bond to the State. In lieu of a surety bond, the depository may pledge as collateral any one or more of the following securities as enumerated in the Official Code of Georgia Annotated (O.C.G.A.) § 50-17-59:

1. Bonds, bills, notes, certificates of indebtedness, or other direct obligations of the United States or of the State of Georgia.
2. Bonds, bills, notes, certificates of indebtedness or other obligations of the counties or municipalities of the State of Georgia.
3. Bonds of any public authority created by the laws of the State of Georgia, providing that the statute that created the authority authorized the use of the bonds for this purpose.
4. Industrial revenue bonds and bonds of development authorities created by the laws of the State of Georgia.

5. Bonds, bills, certificates of indebtedness, notes or other obligations of a subsidiary corporation of the United States government, which are fully guaranteed by the United States government both as to principal and interest and debt obligations issued by the Federal Land Bank, the Federal Home Loan Bank, the Federal Intermediate Credit Bank, the Central Bank for Cooperatives, the Farm Credit Banks, the Federal Home Loan Mortgage Association and the Federal National Mortgage Association.
6. Letters of credit issued by a Federal Home Loan Bank.
7. Guarantee or insurance of accounts provided by the Federal Deposit Insurance Corporation.

The USG participates in the State's Secure Deposit Program (SDP), a multi-bank pledging pool. The SDP requires participating banks that accept public deposits in Georgia to operate under the policy and procedures of the program. The Georgia Office of State Treasurer (OST) sets the collateral requirements and pledging level for each covered depository. There are four tiers of collateralization levels specifying percentages of eligible securities to secure covered deposits: 25%, 50%, 75%, and 110%. The SDP also provides for collateral levels to be increased to amount of up to 125% if economic or financial conditions warrants. The program lists the type of eligible collateral. The OST approves authorized custodians.

In accordance with the SDP, if a covered depository defaults, losses to public depositors are first satisfied with any applicable insurance, followed by demands of payment under any letters of credit or sale of the covered depository's collateral. If necessary, any remaining losses are to be satisfied by assessments made against the other participating covered depositories. Therefore, for disclosure purposes, all deposits of the SDP are considered to be fully collateralized.

At June 30, 2020, the bank balances of the USG's deposits totaled \$825,844,408. This balance includes deposits in fiduciary funds as these balances are not separable from the holdings of the USG. Of these deposits, \$5,126,042 were exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$	155,199
Uninsured and collateralized with securities held by the pledging financial institution		—
Uninsured and collateralized with securities held by the pledging financial institution's trust departments or agents, but not in the Institution's name		4,970,843
		<hr/>
Total deposits exposed to custodial credit risk	\$	<u>5,126,042</u>

#### Foreign Currency Risk

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment or a deposit. The USG has a formal policy for managing exposure to foreign currency credit risk by requiring a maximum balance in a single foreign account of \$100,000 U.S. currency. The USG's exposure to foreign currency risk derives from deposits in foreign banks for operations of studies abroad programs. The deposits are uninsured and uncollateralized in the amount of \$84,207 as follows:

Program	Institution	Currency	U.S. Value
UGA - Oxford Program	Barclay's	British Pound	\$ 43,071
UGA Cortona Art Program	Banca CR Firenze	European Euro	41,136
			<hr/>
			<u>\$ 84,207</u>

#### **B. Investments**

The USG maintains an investment policy which fosters sound and prudent judgment in the management of assets to ensure safety of capital consistent with the fiduciary responsibility it has to the citizens of Georgia and which conforms to Board of Regents investment policy. All investments are consistent with donor intent, Board of Regents policy and applicable Federal and State laws.

GASB Statement No. 72, *Fair Value Measurements and Application*, which requires fair value measurement be classified and disclosed in one of the following three categories ("Fair Value Hierarchy"):

Level 1 - Quoted prices are available in active markets for identical investments as of the reporting date.

Level 2 - Pricing inputs are observable for the investments, either directly or indirectly, as of the reporting date, but are not the same as those used in Level 1; inputs include comparable market transactions, pricing of similar instruments, values reported by the administrator, and pricing expectations based on internal modeling. Fair value is determined through the use of models or other valuation methodologies.

Level 3 - Pricing inputs are unobservable for the investment and include situations where there is little, if any, market activity for the investments.

The following table summarizes the valuation of the USG's investments measured at fair value on a recurring basis as of June 30, 2020.

	Fair Value	Fair Value Hierarchy		
		Level 1	Level 2	Level 3
Investment type:				
Debt Securities				
U.S. Treasuries	\$ 200,385,838	\$ 200,385,838	\$ —	\$ —
U.S. Agencies				
Explicitly Guaranteed	187,199,321	—	187,199,321	—
Implicitly Guaranteed	306,241,641	—	306,241,641	—
Corporate Debt	193,094,575	11,383	193,083,192	—
Guaranteed Investment Contracts	130,762	—	—	130,762
Money Market Mutual Funds	23,775,909	23,775,909	—	—
Municipal Obligations	1,061,400	1,061,400	—	—
Mutual Bond Funds	217,995,263	217,995,263	—	—
Other Investments				
Equity Mutual Funds - Domestic	213,955,599	213,955,599	—	—
Equity Mutual Funds - International	800,219	800,219	—	—
Equity Securities - Domestic	138,130,646	138,130,640	—	6
Equity Securities - International	355,785	118,595	237,190	—
Real Estate Held for Investment Purposes	6,353,154	—	—	6,353,154
Real Estate Investment Trusts	299,871	299,871	—	—
Other	265,548	265,548	—	—
	1,490,045,531	<u>\$ 796,800,265</u>	<u>\$ 686,761,344</u>	<u>\$ 6,483,922</u>
Investment Pools				
Office of the State Treasurer				
Georgia Fund 1	418,793,329			
Total Investments	<u>\$ 1,908,838,860</u>			

Investments classified in Level 1 are valued using prices quoted in active markets for those securities.

Investments classified in Level 2 are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

Investments classified in Level 3 includes funds that invest primarily in U.S. commercial real estate and guaranteed investment contracts. The fair values of real estate investments in this category have been estimated using the net asset value of the USG's ownership interest in partners' capital. Real estate investments are less liquid and,

generally, cannot be redeemed with the funds through normal redemption procedures. Distributions from real estate investment funds will be received as the underlying investments of a fund are liquidated. Guaranteed investment contracts are valued by discounting the related cash flows based on current yields of similar instruments with comparable durations considering the credit worthiness of the issuer.

The USG holds positions in the Georgia Fund 1 investment pool managed by the Georgia Office of the State Treasurer. The unit of account is each share held, and the value of the position would be the fair value of the pool's share price multiplied by the number of shares held. The USG does not "look through" the pool to report a pro rata share of the pool's investments, receivables, and payables.

#### Board of Regents Pooled Investment Program

The USG serves as fiscal agent for various units of the University System of Georgia, component units and affiliated organizations. The USG pools the monies of these organizations with the USG's monies for investment purposes. The investment pool is not registered with the SEC as an investment company. The fair value of the investments is determined daily. The pool does not issue shares. Each participant is allocated a pro rata share of each pooled investment fund balance at fair value along with a pro rata share of the pooled fund's investment returns.

The USG maintains investment policy guidelines for each pooled investment fund that is offered to qualified participants. These policies are intended to foster the sound and prudent responsibility each institution has to the citizens of Georgia and which conforms to the Board of Regents investment policy. All investments must be consistent with donor intent, Board of Regents policy, and applicable Federal and State laws. Units of the University System of Georgia and their affiliated organizations may participate in the pooled investment fund program. The overall character of the pooled fund portfolio should be one of above average quality, possessing at most an average degree of investment risk.

Condensed financial information for the Board of Regents Pooled Investment Program is as follows:

#### Statement of Net Position - June 30, 2020

<u>Assets</u>	
Pooled Investments*	\$ 1,182,518,770
Receivables	2,282,015
	<u>\$ 1,184,800,785</u>
<u>Distribution of Net Position</u>	
USG Business-type Activities	\$ 836,808,716
Fiduciary Funds	
Retiree Health Benefit Fund	161,775,565
Investment Pool	66,127,885
Discretely Presented Component Units	120,088,619
	<u>\$ 1,184,800,785</u>

\* Pooled investments in the short-term fund are reported as cash and cash equivalents on the Statements of Net Position and Statement of Fiduciary Net Position, except for \$4,298,267, \$10,894,655, and \$5,957,786 for discretely presented component units reported as short-term investments, restricted short-term investments, and investments, respectively.

#### Statement of Changes in Net Position - June 30, 2020

Market Value Plus Accrued Income on July 1, 2019	\$ 1,064,232,172
Receipts	177,231,033
Disbursements	
Administrative Expenses	(1,105,521)
Distributions	(89,650,480)
Investment Results	
Income Collected and Accrued	26,068,328
Realized Gain/Loss on Assets Sold	3,256,200
Change in Unrealized Gain/Loss	7,133,091
Amortization (Short-Term Fund)	(2,364,038)
Market Value Plus Accrued Income on June 30, 2020	<u>\$ 1,184,800,785</u>

The Board of Regents' pooled investment fund options are described below.

1. Short-Term Fund

The Short-Term Fund is available to both University System of Georgia institutions and their affiliated organizations. The fund provides a current return and stability of principal while affording a means of overnight liquidity for projected cash needs. Investments are in securities allowed under O.C.G.A. § 50-17-59 and 50-17-63. The average maturities of investments in this fund will typically range between daily and three years, and the fund will typically have an overall average duration of  $\frac{3}{4}$  - 1 year. The overall character of the portfolio is of Agency quality, possessing a minimal degree of financial risk. The market value of the Short-Term Fund at June 30, 2020 was \$685,797,116, of which 100% was invested in debt securities. The Effective Duration of the Fund is 0.98 years.

2. Legal Fund

The Legal Fund is available to both University System of Georgia institutions and their affiliated organizations. The fund provides an opportunity for greater return and modest principal growth to the extent possible with the securities allowed under O.C.G.A. § 50-17-59 and 50-17-63. The average maturities of investments in this fund will typically range between three and five years, with a maximum of thirty years for any individual investment. The overall character of the portfolio is Agency quality, possessing a minimal degree of financial risk. The market value of the Legal Fund at June 30, 2020 was \$18,717,150, of which 100% is invested in debt securities. The Effective Duration of the Fund is 1.89 years.

3. Balanced Income Fund

The Balanced Income Fund is available to both University System of Georgia institutions and their affiliated organizations. The fund is designed to be a vehicle to invest funds that are not subject to the state regulations concerning investing in equities. This pool is appropriate for investing longer term funds that require a more conservative investment strategy. Permitted investments in the fund are domestic US equities, domestic investment grade fixed income, and cash equivalents.

The equity allocation shall range between 20% and 40%, with a target of 30% of the total portfolio. The fixed income (bond) portion of the portfolio shall range between 60% and 80%, with a target of 70% of the total portfolio. Cash reserves and excess income are invested at all times in the highest quality par stable (A1, P1) institutional money market mutual funds, or other high-quality short-term instruments. The market value of the Balanced Income Fund at June 30, 2020 was \$175,341,138, of which 71% is invested in debt securities. The Effective Duration of the Fund is 5.78 years

4. Total Return Fund

The Total Return Fund is available to both University System of Georgia institutions and their affiliated organizations. The fund is another pool designed to be a vehicle to invest funds that are not subject to state regulations concerning investing in equities. This pool offers greater overall equity exposure and is appropriate for investing longer term funds such as endowments. Permitted investments in the fund are domestic US equities, domestic investment grade fixed income, and cash equivalents.

The equity allocation shall range between 60% and 80%, with a target of 70% of the total portfolio. The fixed income (bond) portion of the portfolio shall range between 20% and 40%, with a target of 30% of the total portfolio. Cash reserves and excess income are invested at all times in the highest quality par stable (A1, P1) institutional money market mutual funds, or other high-quality short-term instruments. The market value of the Total Return Fund at June 30, 2020 was \$15,523,821, of which 30% is invested in debt securities. The Effective Duration of the Fund is 5.62 years.

5. Diversified Fund

The Diversified Fund is available to both University System of Georgia institutions and their affiliated organizations. The fund is designed to provide improved return characteristics with reduced volatility through greater diversification. This pool is appropriate for investing longer term funds such as endowments. Permitted investments in the fund may include domestic, international and emerging market equities, domestic fixed income and global fixed income.

The equity allocation shall range between 60% and 80% of the portfolio, with a target of 70% of the total portfolio. The fixed income (bond) portion of the portfolio shall range between 20% and 40%, with a target of 30% of the total portfolio. Cash reserves and excess income are invested at all times in the highest quality



par stable (A1, P1) institutional money market mutual funds, or other high-quality short-term instruments. The market value of the Diversified Fund at June 30, 2020 was \$216,812,253, of which 30% is invested in debt securities. The Effective Duration of the Fund is 5.73 years.

6. Diversified Fund for Foundations

The Diversified Fund for Foundations is available only to University System of Georgia affiliated organizations. Like the Diversified Fund, the fund is designed to provide improved return characteristics with reduced volatility through greater diversification and is appropriate for investing longer term funds such as endowments. Investments in the fund may include domestic, international and emerging market equities, domestic and global investment grade and non-investment grade fixed income and liquid alternative investments.

The equity allocation shall range between 40% and 75% of the portfolio, with a target of 65% of the total portfolio. The fixed income (bond) portion of the portfolio shall range between 10% and 40% of the portfolio, with a target of 20% of the total portfolio. The alternatives portion of the portfolio shall range between 0% and 30% of the portfolio, with a target of 15% of the total portfolio. Cash reserves and invested income are invested at all times in the highest quality par stable (A1, P1) institutional money market funds, or other high-quality short-term instruments. The market value of the Diversified Fund for Foundations at June 30, 2020 was \$72,609,307, of which 20% is invested in debt securities. The Effective Duration of the Fund is 5.11 years.

Office of the State Treasurer Investment Pool

The Georgia Fund 1 Investment Pool, managed by the Office of the State Treasurer, is not registered with the Securities and Exchange Commission as an investment company, and the State does not consider Georgia Fund 1 to be a 2a7-like pool. This investment is valued at the pool's share price, \$1 per share. The Georgia Fund 1 Investment Pool is an AAAs rated investment pool by Standard and Poor's. The Weighted Average Maturity of the Fund is 38 days.

### Interest Rate Risk

Interest rate risk is the risk that changes in interest rates of debt investments will adversely affect the fair value of an investment. The USG's policy for managing interest rate risk attempts to match investments with expected cash requirements. The following table presents the interest rate risk for the USG's debt investment at June 30, 2020, utilizing effective duration distribution methods:

	Fair Value	Less Than 3 Months	4-12 Months	1-5 Years	6-10 Years	More Than 10 Years
Investment type:						
Debt Securities						
U.S. Treasuries	\$ 200,385,838	\$ 194,700,014	\$ 46,149	\$ 3,803,209	\$ 1,836,466	\$ —
U.S. Agencies						
Explicitly Guaranteed	187,199,321	9,652,398	21,168,050	128,485,112	—	27,893,761
Implicitly Guaranteed	306,241,641	27,692,342	82,249,877	151,806,534	19,991,806	24,501,082
Corporate Debt	193,094,575	33,803,462	75,459,475	83,502,712	328,926	—
Guaranteed Investment Contracts	130,762	—	—	—	—	130,762
Money Market Mutual Funds	23,775,909	23,775,909	—	—	—	—
Municipal Obligations	1,061,400	10,000	170,988	218,274	636,797	25,341
Mutual Bond Funds	217,995,263	2,774,815	—	33,484,501	93,470,033	88,265,914
	1,129,884,709	<u>\$ 292,408,940</u>	<u>\$ 179,094,539</u>	<u>\$ 401,300,342</u>	<u>\$ 116,264,028</u>	<u>\$ 140,816,860</u>
Other Investments						
Equity Mutual Funds - Domestic	213,955,599					
Equity Mutual Funds - International	800,219					
Equity Securities - Domestic	138,130,646					
Equity Securities - International	355,785					
Real Estate Held for Investment Purposes	6,353,154					
Real Estate Investment Trusts	299,871					
Other	265,548					
Investment Pools						
Office of the State Treasurer						
Georgia Fund 1	<u>418,793,329</u>					
Total Investments	<u>\$1,908,838,860</u>					

### Custodial Credit Risk

Custodial credit risk for investments is the risk that, in the event of a failure of the counterparty to a transaction, the USG will not be able to recover the value of the investment or collateral securities that are in the possession of an outside party. The USG's policy for managing custodial credit risk is:

1. The USG has appointed a federally regulated banking institution as custodian. The custodian performs its duties to the standards of professional custodian and is liable to the USG for claims, losses, liabilities and expenses arising from its failure to exercise ordinary care, its willful misconduct, or its failure to otherwise act in accordance with the contract.
2. All securities transactions are to be settled on a delivery vs. payment basis through an approved depository institution such as the Depository Trust Company or the Federal Reserve.
3. Repurchase agreements are to be collateralized by United States Treasury securities at 102% of the market value of the investment at all times.

At June 30, 2020, \$6,408,736 was uninsured and held by the investment's counterparty's trust department or agent, but not in the USG's name. Of this balance, \$222,175 is related to the Deferred Compensation Fiduciary Fund.

### Credit Quality Risk

Credit quality risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The USG's policy for managing credit quality risk is contained in the investment policy guidelines for the various pooled investment funds, colleges, universities, and foundations:

1. In the Short-Term Fund and Legal Fund, all debt issues must be eligible investments under O.C.G.A § 50-17-59 and 50-17-63. Other investment portfolios of debt securities funds also must meet the eligible investment criteria under the same code section.
2. In the Balanced Income Fund, Total Return Fund, and Diversified Fund, total fixed income portfolios should have an average credit quality rating of at least A. Overnight investments shall be limited to high quality institutional money market mutual funds rated A1, P1 or other high quality short-term debt instruments rated at least AA+.
3. In the Diversified Fund for Foundations, fixed income investments include investment grade and high yield domestic bonds, dollar-and non-dollar denominated global bonds, and emerging market bonds. Overnight investments shall be limited to high quality institutional money market mutual funds rated A1, P1 or other high quality short-term debt instruments rated at least AA+.

The investments subject to credit quality risk are reflected below:

	Fair Value	AAA	AA	A	BBB	B	Unrated
Related Debt Investments							
U. S. Agency Securities	\$ 306,241,641	\$ 306,132,156	\$ 109,485	\$ —	\$ —	\$ —	\$ —
Corporate Debt	193,094,575	2,368,856	1,135,647	189,274,801	303,888	—	11,383
Guaranteed Investment Contracts	130,762	—	—	—	—	—	130,762
Money Market Mutual Fund	23,775,909	22,246,341	—	—	—	—	1,529,568
Municipal Obligation	1,061,400	220,623	629,832	210,945	—	—	—
Mutual Bond Fund	217,995,263	418,245	32,791	—	33,455	17,097	217,493,675
	<u>\$ 742,299,550</u>	<u>\$ 331,386,221</u>	<u>\$ 1,907,755</u>	<u>\$ 189,485,746</u>	<u>\$ 337,343</u>	<u>\$ 17,097</u>	<u>\$ 219,165,388</u>

The Early Retirement Plan Fiduciary Fund has \$25,415,643 in unrated mutual bond funds, \$3,995,671 in AAA rated money market mutual funds, and \$1,528,093 in unrated money market mutual fund.

The Deferred Compensation Fiduciary Fund has \$915,144 in unrated mutual bond funds, \$232,781 in AAA rated money market mutual funds, and \$130,762 in unrated guarantees investment contracts.

The Retiree Health Benefit Fiduciary Fund has \$98,356,228 in unrated mutual bond funds, \$8,861,243 in AAA rated money market mutual funds, \$3,372,528 in AAA rated U.S. agency securities, and \$2,323,942 in A rated corporate debt.

Investment Pool Custodial Fund has \$11,783,749 in unrated mutual bond funds, \$1,660,326 in AAA rated money market mutual funds, \$2,599,189 in AAA rated U.S. agency securities, and \$1,791,048 in A rated corporate debt.

### Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The USG's policy requires diversification of investments to reduce overall portfolio risk while maintaining market rates of return.

At June 30, 2020, approximately 10.47%, 9.30%, 8.99%, 6.03% and 5.24% of business-type activity and fiduciary fund investments were investments in U.S. Treasuries, Government National Mortgage Assn. notes and pools, Federal National Mortgage Assoc. notes and pools, Federal Home Loan Corp Pool, and the Vanguard Institutional Index Fund, respectively.

Approximately 27.24%, 12.03%, 11.72, 7.61%, 7.51%, 7.39% and 5.17% of Deferred Compensation Fiduciary Fund investments were invested in Fidelity Contrafund Fund, Fidelity U.S. Bond Index Fund, Fidelity Strategic Income Fund, Vanguard Institutional Target Retirement 2025 Fund, Fidelity Institutional Money Market Government Institutional Portfolio, Fidelity Low Priced Stock Fund, and Vanguard Total Bond Market Index Fund Institutional Shares.

Approximately 16.85%, 16.55%, and 5.13% of Investment Pool Custodial Fund investments were invested in iShares Russell 3000 ETF, Vanguard Institutional Index Fund, and iShares Core Total U.S. Aggregate Bond ETF, respectively.

See Note 14 - Retirement Plans for concentration of credit risk for the Early Retirement Plan. See Note 17 - Post-Employment Benefits Other Than Pension Benefits for concentration of credit risk for the Retiree Health Benefit Fund.

### Note 3 Accounts Receivable

Accounts receivable consisted of the following at June 30, 2020:

	Business-type Activities	Fiduciary Fund
Student Tuition and Fees	\$ 61,619,845	\$ 1,214,496
Auxiliary Enterprises and Other Operating Activities	63,611,783	—
Federal Financial Assistance	87,566,062	11,260,358
Georgia Student Finance Commission	—	62,042,127
Georgia State Financing and Investment Commission	21,963,506	—
Due from Affiliated Organizations	15,539,476	22,692
Due from Component Units	289,949,494	—
Other	100,778,133	4,945,695
	<u>641,028,299</u>	<u>79,485,368</u>
Less: Allowance for Doubtful Accounts	<u>61,917,874</u>	<u>24,117</u>
Net Accounts Receivable	<u>\$ 579,110,425</u>	<u>\$ 79,461,251</u>

### Note 4 Inventories

Inventories consisted of the following at June 30, 2020:

Consumable Supplies	\$ 6,867,003
Merchandise for Resale	<u>14,610,007</u>
Total	<u>\$ 21,477,010</u>

### Note 5 Notes and Loans Receivable

The Federal Perkins Loan Program (the Program) comprises substantially all of the loans receivable at June 30, 2020. The Program provides for cancellation of a loan at rates of 10% to 30% per year up to a maximum of 100% if the participant complies with certain provisions. The Federal government reimburses the USG for amounts canceled under these provisions. As the USG determines that loans are uncollectible and not eligible for reimbursement by the federal government, the loans are written off and assigned to the U.S. Department of Education. The USG has provided an allowance for uncollectible loans, which, in management's opinion, is sufficient to absorb loans that will ultimately be written off. At June 30, 2020, the allowance for uncollectible loans was \$2,509,158.

## Note 6 Capital Assets

Changes in capital assets for the year ended June 30, 2020 are shown below:

	(Restated) Balance July 1, 2019	Special Item and Other Transfers	Additions	Reductions	Balance June 30, 2020
Capital Assets, Not Being Depreciated:					
Land	\$ 428,693,618	\$ 1,903,681	\$ 1,340,373	\$ 2,142,517	\$ 429,795,155
Capitalized Collections	55,188,954	—	1,013,334	438,720	55,763,568
Construction Work-in-Progress	197,273,705	—	226,876,325	191,871,187	232,278,843
Software Development-in-Progress	5,505,088	—	124,538	5,505,088	124,538
Total Capital Assets Not Being Depreciated	686,661,365	1,903,681	229,354,570	199,957,512	717,962,104
Capital Assets, Being Depreciated/Amortized:					
Infrastructure	388,400,542	—	13,614,934	2,684,626	399,330,850
Building and Building Improvements	12,756,345,535	20,598,233	281,383,923	1,681,742	13,056,645,949
Facilities and Other Improvements	298,312,493	1,633,938	27,004,574	200,110	326,750,895
Equipment	1,797,699,141	227,882	155,122,958	94,793,777	1,858,256,204
Library Collections	959,866,716	—	31,500,633	5,964,943	985,402,406
Capitalized Collections	6,585,365	—	159,520	—	6,744,885
Software	128,546,771	—	31,122,637	994,254	158,675,154
Total Capital Assets Being Depreciated/Amortized	16,335,756,563	22,460,053	539,909,179	106,319,452	16,791,806,343
Less: Accumulated Depreciation/Amortization					
Infrastructure	153,265,159	—	15,628,685	2,684,626	166,209,218
Building and Building Improvements	4,384,101,006	11,628,148	325,329,057	783,083	4,720,275,128
Facilities and Other Improvements	140,377,850	1,577,515	11,823,524	180,098	153,598,791
Equipment	1,325,395,499	67,264	121,239,164	73,740,879	1,372,961,048
Library Collections	792,825,206	—	32,738,698	5,964,943	819,598,961
Capitalized Collections	1,828,276	—	159,503	—	1,987,779
Software	40,024,111	—	12,164,184	919,685	51,268,610
Total Accumulated Depreciation/Amortization	6,837,817,107	13,272,927	519,082,815	84,273,314	7,285,899,535
Total Capital Assets, Being Depreciated/Amortized, Net	9,497,939,456	9,187,126	20,826,364	22,046,138	9,505,906,808
Capital Assets, net	\$ 10,184,600,821	\$ 11,090,807	\$ 250,180,934	\$ 222,003,650	\$ 10,223,868,912

The USG has received and transferred capital assets to various other entities within the State's reporting entity. The USG has reported these transactions as special items on the Statement of Revenues, Expenses and Changes in Net Position. See Note 1 - Special Items for additional information related to these transactions.

For projects managed by GSFIC, GSFIC retains construction-in-progress on its books throughout the construction period and transfers the entire project to the USG when complete. For projects managed by the USG, the USG retains construction-in-progress on its books and is reimbursed by GSFIC. For the year ended June 30, 2020, GSFIC transferred completed GSFIC managed capital projects valued at \$12,827,683 to the USG. In addition, at June 30, 2020, GSFIC had construction in progress of approximately \$166,333,630 for incomplete GSFIC managed projects for the USG.

## Note 7 Advances (Including Tuition and Fees)

Business-type activities advances, including tuition and fees, consisted of the following at June 30, 2020:

	Current Liabilities	Non-Current Liabilities
Prepaid Tuition and Fees	\$ 124,174,784	
Research	65,336,178	3,029,733
Other - Advances	46,731,354	\$ 3,100,000
Totals	<u>\$ 236,242,316</u>	<u>\$ 6,129,733</u>

Fiduciary fund advances in the amount of \$3,653,035 consist of student support received prior to eligibility requirements being met.

## Note 8 Long-Term Liabilities

Changes in long-term liability for the year ended June 30, 2020 was as follows:

	Balance July 1, 2019	Additions	Reductions	Balance June 30, 2020	Current Portion
Lease Purchase Obligations	\$ 2,855,371,358	\$ 80,529,692	\$ 126,132,901	\$ 2,809,768,149	\$ 121,716,509
Other Liabilities					
Compensated Absences	231,403,499	181,472,893	151,295,791	261,580,601	162,311,938
Notes and Loans Payable	12,760,937	—	2,218,537	10,542,400	1,699,268
Claims and Judgments	5,863,696	—	2,378,631	3,485,065	2,382,236
Pollution Remediation	1,146,441	979,605	860,057	1,265,989	1,265,989
Total	<u>251,174,573</u>	<u>182,452,498</u>	<u>156,753,016</u>	<u>276,874,055</u>	<u>167,659,431</u>
Total Long-Term Liabilities	<u>\$ 3,106,545,931</u>	<u>\$ 262,982,190</u>	<u>\$ 282,885,917</u>	<u>\$ 3,086,642,204</u>	<u>\$ 289,375,940</u>

### Notes and Loans Payable

The USG entered into a notes payable to secure Energy Performance Contracts. The interest rate for these notes vary between 2.00% to 2.64% and matures during fiscal year 2031. Notes and loan principal and interest payments related to capital financing activities for fiscal year 2020 were \$1,141,335 and \$258,653, respectively. Notes and loan principal and interest payments related to non-capital financing activities for fiscal year 2020 were \$1,077,202 and \$43,842, respectively. Below is the annual debt service related to the outstanding notes payable at June 30, 2020.

	Principal	Interest
Year Ending June 30:		
2021	\$ 1,699,268	\$ 239,095
2022	1,737,535	200,828
2023	1,776,677	161,686
2024	1,204,896	123,203
2025	615,212	102,622
2026 through 2030	3,330,529	258,646
2031 through 2035	178,283	1,174
	<u>\$ 10,542,400</u>	<u>\$ 1,087,254</u>



## Pollution Remediation

Pollution remediation obligations reflect estimates that have the potential to change due to such items as price increases or reductions, new technology, or changes in applicable laws or regulations.

USG institutions are responsible for pollution remediation at all institutional sites including, but not limited to ground contamination, storage/treatment/disposal of hazardous materials, and asbestos abatement. Pollution remediation obligations reflect estimates that have the potential to change due to such items as price increases or reductions, new technology, or changes in applicable laws or regulations. USG has recorded a liability related to pollution remediation at sites located on Georgia Southern University campuses and Georgia Institute of Technology campuses in the amounts of \$388,689 and \$509,916, respectively. There are no expected recoveries that have reduced this liability.

The University of Georgia is responsible for pollution remediation at the Milledge Avenue landfill site. USG has recorded a liability related to this pollution remediation in the amount of \$286,384. The liability was determined using a five-year budget estimated provided by Brown and Caldwell. The University of Georgia does not anticipate any changes to the expected remediation outlay. There are no expected recoveries that have reduced this liability.

## Note 9 Deferred Outflows and Inflows of Resources

Deferred outflows and inflows of resources reported on the Statement of Net Position as of June 30, 2020, consisted of the following:

### Deferred Outflows of Resources

Deferred Loss on Debt Refunding	\$ 35,953,929
Deferred Loss on Defined Benefit Pension Plans (See Note 14)	1,014,560,916
Deferred Loss on OPEB Plan (See Note 17)	350,914,967
<b>Total Deferred Outflows of Resources</b>	<b>\$ 1,401,429,812</b>

### Deferred Inflows of Resources

Deferred Gain on Debt Refunding	\$ 70,430,714
Unavailable Revenues	10,750,361
Deferred Service Concession Arrangements	535,491,049
Deferred Gain on Defined Benefit Pension Plans (See Note 14)	117,043,214
Deferred Gain on OPEB Plan (See Note 17)	529,535,480
<b>Total Deferred Inflows of Resources</b>	<b>\$ 1,263,250,818</b>

### Deferred Loss/Gain on Debt Refunding

Unamortized deferred gain or loss on debt refunding is related to changes in the provisions of various leases that resulted from a refunding by the lessor of tax-exempt debt in which a portion of the perceived economic advantages of the refunding were passed through to various units of the USG.

### Unavailable Revenues

Resources from certain non-exchange transactions received before time requirements are met, but after all other eligibility requirements have been met, are reported as a deferred inflow of resources.

## **Service Concessions Arrangements**

### **Kennesaw State University (KSU)**

At June 30, 2020, Kennesaw State University (KSU) was a participant in four Service Concession Arrangements.

In August 2001, KSU entered into an agreement with Kennesaw State University Foundation, Inc. (KSUF) whereby KSUF will operate and collect revenues for housing operations from students. KSUF is required to operate the residence hall ("University Place") in accordance with a contractual agreement between the two parties. Under the terms of the agreement, KSU received no funds upfront from KSUF, but will take full ownership of the residence hall at the end of the operating agreement in August 2037.

In August 2003, KSU entered into an agreement with KSUF whereby KSUF will operate and collect revenues for housing operations from students. KSUF is required to operate the housing ("University Village") in accordance with a contractual agreement between the parties. Under the terms of the agreement, KSU received no funds upfront from KSUF, but will take full ownership of the housing at the end of the operating agreement in July 2036.

In August 2007, KSU entered into an agreement with KSUF whereby KSUF will operate and collect revenues for housing operations from students. KSUF is required to operate the housing ("University Suites") in accordance with a contractual agreement between the parties. Under the terms of the agreement, KSU received no funds upfront from KSUF, but will take full ownership of the housing at the end of the operating agreement in September 2038.

In July 2017, KSU entered into a lease agreement with a food service provider whereby the vendor will operate a restaurant in accordance with a contractual agreement between the two parties. Under the terms of the agreement, KSU received no funds upfront, but will take full ownership of the equipment and lease improvements at the end of the operating agreement in June 2027.

For fiscal year 2020, the KSU increased beginning deferred inflows by \$3,497,062 related to the re-evaluation of service concession arrangements with the KSUF. The agreement terms were revised which reduced annual and accumulated amortization.

At June 30, 2020, the KSU reports the three housing residences and one retail space as capital assets with a net carrying value of \$57,450,821. For fiscal year 2020, the KSU reported a remaining deferred inflows of resources of \$57,450,821 and amortized revenue of \$3,630,113.

### **Georgia Gwinnett College (GGC)**

On May 13, 2014, GGC entered into an agreement with Aramark Education Services, LLC (Aramark), whereby Aramark will operate food services operations from service participants. The agreement is renewable for each year for ten years.

Aramark is required to operate the food service facilities in accordance with the contractual agreement. The contract includes a period fixed fee ("Annual Fixed Fee") payable to Aramark in the amount of \$5.3 million per operating year. In the event that the amount paid to or retained by Aramark is less than the Annual Fixed Fee of \$5.3 million, then GGC shall remit the amount equivalent to the difference of the Annual Fixed Fee minus Actual Operating Retainage. In the event that the actual operation year retainage is greater than 199.9% (upper threshold amount) of the Annual Fixed Fee, then Aramark shall remit the difference of the Annual Fixed Fee minus the upper threshold amount to GGC. If the actual operation year retainage is more than the Annual Fixed Fee but less than the 199.9% of the Annual Fixed Fee, then neither party shall owe anything to the other. GGC and Aramark will review the annual Fixed Fee prior to the commencement of each Operating Year and a revised Annual Fixed Fee shall be set forth in a written supplemental contract.

Under the terms of the contract Aramark committed a lump sum upfront payment of \$360,000. The amortized revenue recorded related to the lump sum payment in fiscal year 2020 was \$36,000 and the remaining deferred inflow was \$144,000.

Under terms of the original agreement Aramark also committed \$5,250,000 in dining facility renovations. In fiscal year 2017, the contract amendment called for a return of outstanding unamortized amounts of \$1,615,483 and for a reduction of \$704,805 to deferred inflows for uncollected funds. The amortized revenue recorded in fiscal year 2020 for the remaining construction commitment was \$326,438 leaving a deferred inflow balance of \$1,305,753.

For Fiscal Year 2020, GGC reported a total remaining Deferred Inflow of Resources of \$1,449,753 related to the service concession arrangement.

#### University System Office (USO)

During fiscal year ended June 30, 2015, the Board of Regents of the University System of Georgia (BOR) entered into a Service Concession Arrangement (SCA) with Corvias Campus Living-USG, LLC, whereby Corvias Campus Living-USG, LLC, manages, maintains and operates certain existing student housing resources on the campuses of nine institutions: Abraham Baldwin Agricultural College; Armstrong State University; Augusta University; College of Coastal Georgia; Columbus State University; Dalton State College; East Georgia State College; Georgia State University; and the University of North Georgia.

Pursuant to the contractual stipulations of this SCA, whereby the BOR and Corvias Campus Living-USG, LLC, are the "parties" participating in this agreement, as of May 14, 2015, the institutions noted above transferred the housing resources covered by this SCA, along with associated capital lease obligations to the University System Office in fiscal year 2015 through Special Item Transfer. In accordance with the SCA, in May 2015, Corvias Campus Living-USG, LLC, provided \$311,561,781 which the BOR used to retire the capital lease obligations transferred to the University System Office.

On February 23, 2018, the SCA contractual agreement with Corvias Campus Living-USG, LLC, was amended. While performance measures and the operating agreement remain intact, the term of the agreement changed. The SCA, which was originally for 65 years (780 months) to end in June 2080, will now end on June 30, 2055. This contract modification accelerates the amortization of the Deferred Inflows.

For the \$311,561,781 that was originally received from Corvias Campus Living-USG, LLC, in fiscal year 2015, \$7,992,330 was amortized at June 30, 2020, leaving a remaining Deferred Inflow of Resources balance of \$279,731,551 at year end.

In addition to the existing student housing arrangement, Corvias Campus Living-USG, LLC designs and constructs authorized new housing projects that, once constructed, are similarly managed, maintained and operated on seven of the nine campuses with existing student housing resources. Two of these projects were completed in fiscal year 2016 and their fair market values were capitalized increasing Capital Assets by \$23,110,655. In fiscal year 2017, five additional housing projects were completed and their fair market values were capitalized increasing Capital Assets by \$154,415,645. A Deferred Inflow of Resources was recorded as the offset to the Capital Asset additions. The Deferred Inflows associated with these projects are being amortized over the remaining life of the SCA in accordance with the term revision noted above. At June 30, 2020, the University System Office amortized \$4,636,064 of Deferred Inflows related to these seven projects, leaving a remaining Deferred Inflow of Resources balance of \$162,262,249 at year end.

Also, as part of this SCA, and beginning in fiscal year 2016, the University System Office receives \$8,000,000 in Ground Rent and \$500,000 in Supplemental Capital Repair and Replacement funds each year for the next ten years, with each amount escalating by 3% annually. The University System Office recorded Accounts Receivable and Deferred Inflow of Resources in the amount of \$73,232,489 representing the present value of this revenue stream based on the agreement terms and will amortize the Deferred Inflows over a ten-year period. For the year ended June 30, 2020, the University System Office amortized \$7,389,686 and recognized \$2,177,139 in associated interest income, leaving a Deferred Inflow balance of \$34,596,675 as of June 30, 2020.

The University System Office also receives retained services funds each year as a percentage of gross revenues for that year.

The University System Office has no reportable future obligation for these services.

## Note 10 Net Position

The breakdown of business type activity net position for the USG fund at June 30, 2020 is as follows:

### NET POSITION

Net Investment in Capital Assets	\$ 7,127,418,774
Restricted for	
Nonexpendable	
Permanent Endowment	184,012,099
Expendable	
Sponsored and Other Organized Activities	157,049,003
Federal Loans	25,179,418
Institutional Loans	28,866,995
Quasi-Endowments	52,223,237
Capital Projects	12,439,642
Sub-Total	275,758,295
Unrestricted	
Auxiliary Enterprises	209,449,271
Reserve for Encumbrances	371,818,637
Reserve for Inventory	4,148,329
Capital Liability Reserve Fund	20,087,709
Health Insurance Reserve	141,077,504
Other Unrestricted	(6,413,065,612)
Sub-Total	(5,666,484,162)
Total Net Position	\$ 1,920,705,006

Other unrestricted net position is reduced by \$4,650,188,508 related to the recording of net OPEB liability, deferred outflow on OPEB plans, and deferred inflows on OPEB plans. Other unrestricted net position is also reduced by \$2,462,658,388 related to the recording of net pension liability, deferred outflow on defined benefit pension plans, and deferred inflow on defined benefit pension plans. These OPEB and pension balances are mostly funded through state appropriation and student tuition and fees that are subject to State surplus rules which prevents the accumulation of budgetary fund balance. Therefore, the USG is statutorily unable to maintain accumulated net position to offset these OPEB and pension balances.

## Note 11 Endowments

### Donor Restricted Endowments

Investments of the USG's endowment funds are pooled, unless required to be separately invested by the donor. For USG controlled, donor-restricted endowments, where the donor has not provided specific instructions, the Board of Regents permits Institutions to develop policies for authorizing and spending realized and unrealized endowment income and appreciation as they determine to be prudent. Realized and unrealized appreciation in excess of the amount budgeted for current spending is retained by the endowments. Current year net appreciation on endowment investments available for authorization for expenditure was \$3,742,677 and is reflected as expendable restricted net position.

For endowment funds where the donor has not provided specific instructions, investment return of the USG's endowment funds is predicated on the total return concept. Annual payouts from the USG's endowment funds are based on a spending policy which limits spending between 3.0% and 6.0% of endowment principal market value.

To the extent that the total return for the current year exceeds the payout, the excess is added to principal. If current year earnings do not meet the payout requirements, the USG uses accumulated income and appreciation from restricted expendable net asset endowment balances to make up the difference.

For endowment funds where the donor has not provided specific instructions and the USG member institution has determined not to utilize the total return concept, investment return of the USG's endowment funds is predicated under classical trust doctrines. Unless the donor has stipulated otherwise, capital gains and losses are accounted for as part of the endowment principal and are not available for expenditure.

For the current year, the USG did not incur investment losses that exceeded the related endowment's available accumulated income and net appreciation.

## Note 12 Significant Commitments

See the Net Position note for amounts reserved for outstanding encumbrances at June 30, 2020. In addition to these encumbrances, the USG had other significant unearned outstanding construction or renovation contracts in the amount of \$33,449,527 executed as of June 30, 2020. This amount is not reflected in the accompanying basic financial statements.

## Note 13 Leases

### Lease Obligations

The USG is obligated under various capital and operating lease agreements for the acquisition or use of real property and equipment.

#### Capital Leases

The USG acquires certain real property and equipment through multi-year capital leases with varying terms and options. In accordance with O.C.G.A. § 50-5-64, these agreements shall terminate absolutely and without further obligation at the close of the fiscal year in which it was executed and at the close of each succeeding fiscal year for which it may be renewed. These agreements may be renewed only by a positive action taken by the USG. In addition, these agreements shall terminate if the State does not provide adequate funding, but that is considered a remote possibility. The USG's principal and interest payments related to capital leases for fiscal year 2020 were \$110,817,245 and \$135,841,401, respectively. Interest rates range from 0.61% - 23.56%.

The USG has \$2,310,552,761 in outstanding lease obligations due to component units. The USG has \$329,354,768 in outstanding lease obligations due to affiliated organizations and other related party organizations.

The following is a summary of the carrying values of assets held under capital lease at June 30, 2020:

Description	Gross Amount	Less: Accumulated Depreciation	Net, Assets Held Under Capital Lease at June 30, 2020	Outstanding Balances per Lease Schedules at June 30, 2020
	( + )	( - )	( = )	
Leased Land and Land Improvements	\$ 55,878,328	\$ —	\$ 55,878,328	\$ 41,985,614
Leased Infrastructure	39,705,000	17,748,135	21,956,865	32,595,442
Leased Equipment	30,810,764	13,914,823	16,895,941	15,893,261
Leased Buildings and Building Improvements	3,461,533,956	1,166,667,691	2,294,866,265	2,714,753,141
Leased Facilities and Other Improvements	6,457,961	3,269,470	3,188,491	4,540,691
Total Assets Held Under Capital Lease	<u>\$ 3,594,386,009</u>	<u>\$ 1,201,600,119</u>	<u>\$ 2,392,785,890</u>	<u>\$ 2,809,768,149</u>

Certain capital leases provide for renewal and/or purchase options. Generally purchase options at bargain prices of one dollar are exercisable at the expiration of the lease terms.

### Operating Leases

The USG leases land, facilities, office and computer equipment, and other assets. Some of these leases are considered for accounting purposes to be operating leases. Although lease terms vary, many leases are subject to appropriation from the General Assembly to continue the obligation. Other leases generally contain provisions that, at the expiration date of the original term of the lease, the USG has the option of renewing the lease on a year-to-year basis. Leases renewed yearly for a specified time period, i.e. lease expires at 12 months and must be renewed for the next year, may not meet the qualification as an operating lease. The USG's operating lease expense for fiscal year 2020 was \$62,176,245 which includes payments to related parties of \$24,017,059. The USG is obligated to pay these related parties a total of \$25,759,353 in the next fiscal year.

Future commitments for capital leases and for non-cancellable operating leases having remaining terms in excess of one year as of June 30, 2020, are as follows:

	Real Property and Equipment	
	Capital Leases	Operating Leases
Year Ending June 30:		
2021	\$ 267,635,917	\$ 58,356,025
2022	272,016,860	41,147,038
2023	265,438,640	39,351,036
2024	264,626,669	33,694,260
2025	263,247,379	29,297,288
2026 through 2030	1,299,444,312	132,028,956
2031 through 2035	1,043,878,723	58,014,915
2036 through 2040	683,698,438	3,749,957
2041 through 2045	121,457,510	821,531
2046 through 2050	31,180,458	861,427
2051 through 2055	1,547,700	—
Total minimum lease payments	4,514,172,606	<u>\$ 397,322,433</u>
Less: Interest	1,349,383,803	
Less: Executory costs	355,020,654	
Principal Outstanding	<u>\$ 2,809,768,149</u>	

### Operating Lease Revenue

The USG leases certain facilities for use by others for terms varying from 1 to 10 years. The leases are accounted for as operating leases; revenue for services provided and for use of facilities are recorded when earned.

Total revenues from rental of facilities were \$1,302,780 for the fiscal year ended June 30, 2020. Minimum future revenues and rentals to be received under operating leases as of June 30, 2020, are as follows:

	Real Property Operating Leases
Year Ending June 30:	
2021	\$ 2,821,134
2022	3,258,034
2023	3,320,677
2024	2,985,978
2025	2,357,667
2026 through 2030	<u>3,489,286</u>
Total Minimum Lease Revenues	<u>\$ 18,232,776</u>



## Note 14 Retirement Plans

The USG participates in various retirement plans administered by the State of Georgia under two major retirement systems: Teachers Retirement System of Georgia (TRS) and Employees' Retirement System of Georgia (ERS). These two systems issue separate publicly available financial reports that include the applicable financial statements and required supplementary information. The reports may be obtained from the respective administrative offices.

The USG also provides two other retirement plans - the Augusta University Early Retirement Pension Plan and the Regents Retirement Plan.

The significant retirement plans that the USG participates in are described below. More detailed information can be found in the plan agreements and related legislation. Each plan, including benefit and contribution provisions, was established and can be amended by State law.

### A. Teachers Retirement System of Georgia and Employees' Retirement System of Georgia

#### General Information about the Teachers Retirement System

##### Plan description

All teachers of the USG as defined in O.C.G.A. § 47-3-60 are provided a pension through the Teachers Retirement System of Georgia (TRS). TRS, a cost-sharing multiple-employer defined benefit pension plan, is administered by the TRS Board of Trustees (TRS Board). Title 47 of the O.C.G.A. assigns the authority to establish and amend the benefit provisions to the State Legislature. TRS issues a publicly available financial report that can be obtained at [trsga.com/publications](https://trsga.com/publications).

##### Benefits Provided

TRS provides service retirement, disability retirement, and death benefits. Normal retirement benefits are determined as 2% of the average of the employee's two highest paid consecutive years of service, multiplied by the number of years of creditable service up to 40 years. An employee is eligible for normal service retirement after 30 years of creditable service, regardless of age, or after 10 years of service and attainment of age 60. Ten years of service is required for disability and death benefits eligibility. Disability benefits are based on the employee's creditable service and compensation up to the time of disability. Death benefits equal the amount that would be payable to the employee's beneficiary had the employee retired on the date of death. Death benefits are based on the employee's creditable service and compensation up to the date of death.

##### Contributions

Per Title 47 of the O.C.G.A., contribution requirements of active employees and participating employers, as actuarially determined, are established and may be amended by the TRS Board. Contributions are expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Employees were required to contribute 6% of their annual pay during fiscal year 2020. USG's contractually required contribution rate for the year ended June 30, 2020 was 21.14% of the USG's annual payroll. The USG's contributions to TRS totaled \$413,414,639 for the year ended June 30, 2020.

#### General Information about the Employees' Retirement System

##### Plan description

ERS is a cost-sharing multiple-employer defined benefit pension plan established by the Georgia General Assembly during the 1949 Legislative Session for the purpose of providing retirement allowances for employees of the State of Georgia and its political subdivisions. ERS is directed by a Board of Trustees. Title 47 of the O.C.G.A. assigns the authority to establish and amend the benefit provisions to the State Legislature. ERS issues a publicly available financial report that can be obtained at [ers.ga.gov/financials](https://ers.ga.gov/financials).

##### Benefits provided

The ERS Plan supports three benefit tiers: Old Plan, New Plan, and Georgia State Employees' Pension and Savings Plan (GSEPS). Employees under the old plan started membership prior to July 1, 1982 and are subject to plan provisions in effect prior to July 1, 1982. Members hired on or after July 1, 1982 but prior to January 1, 2009 are new plan members subject to modified plan provisions. Effective January 1, 2009, new state employees and

rehired state employees who did not retain membership rights under the Old or New Plans are members of GSEPS. ERS members hired prior to January 1, 2009 also have the option to irrevocably change their membership to GSEPS.

Under the old plan, the new plan, and GSEPS, a member may retire and receive normal retirement benefits after completion of 10 years of creditable service and attainment of age 60 or 30 years of creditable service regardless of age. Additionally, there are some provisions allowing for early retirement after 25 years of creditable service for members under age 60.

Retirement benefits paid to members are based upon the monthly average of the member's highest 24 consecutive calendar months, multiplied by the number of years of creditable service, multiplied by the applicable benefit factor. Annually, postretirement cost-of-living adjustments may also be made to members' benefits, provided the members were hired prior to July 1, 2009. The normal retirement pension is payable monthly for life; however, options are available for distribution of the member's monthly pension, at reduced rates, to a designated beneficiary upon the member's death. Death and disability benefits are also available through ERS.

#### Contributions

Member contributions under the old plan are 4% of annual compensation, up to \$4,200, plus 6% of annual compensation in excess of \$4,200. Under the old plan, the State pays member contributions in excess of 1.25% of annual compensation. Under the old plan, these State contributions are included in the members' accounts for refund purposes and are used in the computation of the members' earnable compensation for the purpose of computing retirement benefits. Member contributions under the new plan and GSEPS are 1.25% of annual compensation. The required contribution rate for the year ended June 30, 2020 was 24.66% of annual covered payroll for old and new plan members and 21.64% for GSEPS members. USG's contributions to ERS totaled \$3,258,317 for the year ended June 30, 2020. Contributions are expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

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

At June 30, 2020, the USG reported a liability for its proportionate share of the net pension liability for TRS and ERS. The net pension liability was measured as of June 30, 2019. The total pension liability used to calculate the net pension liability was based on an actuarial valuation as of June 30, 2018. An expected total pension liability as of June 30, 2019 was determined using standard roll-forward techniques. The USG's proportion of the net pension liability was based on contributions to TRS and ERS during the fiscal year ended June 30, 2019. At June 30, 2019, the USG's TRS proportion was 15.342644%, which was an increase of 0.111330% from its proportion measured as of June 30, 2018. At June 30, 2019, the USG's ERS proportion was 0.515220%, which was an increase of 0.012986% from its proportion measured as of June 30, 2018.

For the year ended June 30, 2020, the USG recognized pension expense of \$597,022,967 for TRS and \$5,687,730 for ERS. At June 30, 2020, the USG reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	TRS		ERS	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 185,953,154	\$ 978,094	\$ 708,044	\$ —
Changes of assumptions	316,590,089	—	374,209	—
Net difference between projected and actual earnings on pension plan investments	—	78,561,242	—	661,799
Changes in proportion and differences between contributions and proportionate share of contributions	90,534,273	36,036,059	1,455,492	806,020
Contributions subsequent to the measurement date	413,414,639	—	3,258,317	—
Total	<u>\$ 1,006,492,155</u>	<u>\$ 115,575,395</u>	<u>\$ 5,796,062</u>	<u>\$ 1,467,819</u>

The USG's contributions subsequent to the measurement date are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ending June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30:	TRS	ERS
2021	\$ 201,950,438	\$ 1,534,868
2022	\$ 47,121,183	\$ (422,303)
2023	\$ 115,417,468	\$ (130,373)
2024	\$ 113,013,032	\$ 87,734

### Actuarial assumptions

The total pension liability as of June 30, 2019 was determined by an actuarial valuation as of June 30, 2018 using the following actuarial assumptions, applied to all periods included in the measurement:

#### Teachers Retirement System

Inflation	2.50%
Salary increases	3.00% - 8.75%, average, including inflation
Investment rate of return	7.25%, net of pension plan investment expense, including inflation
Post-retirement benefit increases	1.50% semi-annually

Post-retirement mortality rates were based on the RP-2000 White Collar Mortality Table with future mortality improvement projected to 2025 with the Society of Actuaries' projection scale BB (set forward one year for males) for service retirements and dependent beneficiaries. The RP-2000 Disabled Mortality Table with future mortality improvement projected to 2025 with Society of Actuaries' projection scale BB (set forward two years for males and four years for females) was used for death after disability retirement. Rates of mortality in active service were based on the RP-2000 Employee Mortality Table projected to 2025 with projection scale BB.

The actuarial assumptions used in the June 30, 2018 valuation were based on the results of an actuarial experience study for the period July 1, 2009 – June 30, 2014, with the exception of the long-term assumed rate of return.

#### Employees' Retirement System

Inflation	2.75%
Salary increases	3.25 – 7.00%, including inflation
Investment rate of return	7.30%, net of pension plan investment expense, including inflation

Post-retirement mortality rates were based on the RP-2000 Combined Mortality Table with future mortality improvement projected to 2025 with the Society of Actuaries' projection scale BB and set forward 2 years for both males and females for service retirements and dependent beneficiaries. The RP-2000 Disabled Mortality Table with future mortality improvement projected to 2025 with Society of Actuaries' projection scale BB and set back 7 years for males and set forward 3 years for females was used for death after disability retirement. There is a margin for future mortality improvement in the tables used by the System. Based on the results of the most recent experience study adopted by the Board on December 17, 2015, the numbers of expected future deaths are 9–12% less than the actual number of deaths that occurred during the study period for service retirements and beneficiaries and for disability retirements. Rates of mortality in active service were based on the RP-2000 Employee Mortality Table projected to 2025 with projection scale BB.

The actuarial assumptions used in the June 30, 2018 valuation were based on the results of an actuarial experience study for the period July 1, 2009 – June 30, 2014 with the exception of the assumed investment rate of return.

The long-term expected rate of return on TRS and ERS pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected nominal returns, net of pension plan investment expense and the assumed rate of inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target

allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset class	TRS target allocation	ERS target allocation	Long-term expected real rate of return*
Fixed income	30.00 %	30.00 %	(0.10)%
Domestic large equities	51.00 %	46.20 %	8.90 %
Domestic small equities	1.50 %	1.30 %	13.20 %
International developed market equities	12.40 %	12.40 %	8.90 %
International emerging market equities	5.10 %	5.10 %	10.90 %
Alternatives	— %	5.00 %	12.00 %
Total	100.00 %	100.00 %	

\* Rates shown are net of inflation

### Discount rate

The discount rate used to measure the total TRS and ERS pension liability was 7.25% and 7.30%, respectively. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer and State of Georgia contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the TRS and ERS pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

### Sensitivity of the Institute's proportionate share of the net pension liability to changes in the discount rate:

The following presents the USG's proportionate share of the net pension liability calculated using the above discount rates, as well as what the USG's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

#### Teachers Retirement System:

	1% Decrease 6.25%	Current discount rate 7.25%	1% Increase 8.25%
Proportionate share of the net pension liability	<u>\$ 5,355,377,811</u>	<u>\$ 3,299,083,324</u>	<u>\$ 1,608,078,626</u>

#### Employees' Retirement System:

	1% Decrease 6.30%	Current discount rate 7.30%	1% Increase 8.30%
Proportionate share of the net pension liability	<u>\$ 30,213,429</u>	<u>\$ 21,260,714</u>	<u>\$ 13,628,672</u>

### Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in the separately issued TRS and ERS financial reports which are publically available at [trsga.com/publications](https://trsga.com/publications) and [ers.ga.gov/financials](https://ers.ga.gov/financials), respectively.

## B. Early Retirement Pension Plan

### Plan Description

Augusta University Early Retirement Pension Plan (ERP) is a single-employer defined benefit pension plan administered by Augusta University. The plan was derived by Augusta University as a means of workforce reduction and was approved by the Board of Regents of the University System of Georgia (BOR) effective January 1, 2000.

The plan was designed to provide eligible participants additional benefits above the amounts payable through Teachers Retirement System of Georgia (TRS). The plan was designed to allow vested employees aged 55 or employees of any age with 25 years of creditable service to retire without penalties as applied by the TRS for early retirement.

The plan would allow for all participants to retire as if they were vested and aged 60 or had attained 30 years of creditable service. Any member who opted into the Optional Retirement Plan aged 55 with 10 years of service by June 30, 2000 was also eligible to participate in the plan.

The plan is closed to new entrants. There were no active plan participants. As of January 1, 2020, plan participants consisted of the following:

**Inactive Plan Participants:**

Retirees and Beneficiaries Currently Receiving Benefits	595
Terminated Employees Entitled to Deferred Benefits	0
Disabled Employees Entitled to Deferred Benefits	0
	<hr/>
Total	<hr/> <hr/> 595

**Benefits Provided**

TRS provides a benefit equal to 2.0% of the participant's average annual compensation during the two consecutive years of creditable service which produce the highest such average, multiplied by the number of years of creditable service, limited to 40 years. If the participant has less than 30 years of creditable service and has not attained age 60 at the time of retirement, the benefit will be reduced by the lesser of 1/12 of 7% for each month that retirement precedes age 60 or 7% for each year or fraction of a year by which the participant has less than 30 years of creditable service at the time of retirement. In addition, a one-time 3% increase is applied to the first \$37,500 of the participant's benefit at retirement.

The ERP provides the additional benefits that would have been payable under TRS based on the following adjustments:

- Age of the participant was increased five years
- Participant's creditable service was increased five years
- Participant's annual rate of earnings as of August 1, 1999 was projected five years into the future with 3% increases each year

ERP benefits will be increased 3% a year as a cost-of-living adjustment (COLA): 1.5% on each January 1 and July 1. The ERP provided COLA's for both the ERP and TRS benefits until actual eligibility for a COLA through TRS occurred. Since that time, the ERP has provided COLA's only on the portion of the benefit paid by the ERP, and TRS has provided COLA's under the terms of the TRS plan.

The ERP does not issue a standalone report.

**Funding Policy**

The fund sources that provided for an employee's salary, as of December 31, 1999, would be responsible for funding the annuity to provide for retiree benefits. There is no additional cost to the employee/retiree, USG, or State of Georgia for this plan. Contributions are made to the plan based on the actuarial valuation of the plan. Employer contributions to the plan for fiscal year 2020 were \$11,474,114, which includes \$5,214,998 contributed to the plan by affiliated organizations on-behalf of Augusta University.

Since this plan was not pre-funded, Augusta University's approach is to collect and deposit as much into the ERP fund in the earlier years as is possible, thereby, realizing a greater return on investment. Effective January 1, 2016, the period to amortize the unfunded accrued liability was extended 2 years. With this change, the plan should be fully funded by June 30, 2025. The funding policy is reasonable and in compliance with minimum funding requirements set forth in Code Section 47-20-10 of the Public Retirement Systems Standards Law.

### Investments

Augusta University maintains an investment policy which fosters sound and prudent judgment in the management of assets to ensure safety of capital consistent with the fiduciary responsibility of the institution to the citizens of Georgia and which conforms to the USG investment policy. All investments are consistent with USG policy and applicable Federal and state laws.

Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price. Augusta University's Investment Policy and Guidelines for managing concentration of credit risk requires that stocks and debt issues be diversified. Augusta University also relies upon the concentration of credit risk policy of the individual investment vehicles related to plan assets. More than 5% of the Pension Plan's Investments are in iShares Core Total U.S. Aggregate Bond Exchange-traded Fund (ETF), VanGuard Institutional Index Fund, and Vanguard Total Stock Market ETF. These investments are 9.42%, 24.22%, and 23.55% respectively of the Plan's total investments.

For the fiscal year ended June 30, 2020, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 2.43%.

### Net Pension Liability (NPL)

The components of the net pension liability at June 30, 2020 were as follows:

Total pension liability	\$ 144,974,323
Plan fiduciary net position	<u>(105,142,271)</u>
Net pension liability	<u><u>\$ 39,832,052</u></u>

Plan Fiduciary Net Position as a percentage of total pension liability is 72.52%.

### Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of January 1, 2020 with the results rolled forward to the June 30, 2020 measurement date using the following actuarial assumptions, applied to all periods included in the measurement: (a) rate of return of 7.25% per annum, compounded annually (b) inflation of 2.50% per annum, compounding annually, and (c) cost of living increases of 3% per annum, compounded annually.

To better recognize current and future mortality improvements, assumptions were updated to the most recent Mortality Improvement Scale published by the Society of Actuaries MP-2019 rather than the previously used MP-2018. The effect was a decrease in liabilities and annual pension expense. To better reflect current capital market expectations, assumptions were updated to 7.25% discount rate rather than the previously used 7.50%. The effect was an increase in liabilities and annual pension expense. There were no other changes in plan provisions or actuarial assumptions and methods since the prior report.

The projection of cash flows used to determine the discount rate of 7.25% per annum, compounded annually assumes that employer contributions will be made at rates equal to the actuarially determined contribution rates. Based on that assumption, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The long-term expected rate of return on pension plan investments was established with the January 1, 2020 valuation. A blend of future capital market projections and historical market returns was used in a building-block method in which a best-estimate of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These best-estimates are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of geometric real rates of return for each major asset class included in the pension plan's target asset allocation are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return*	Weighted Real Return
Domestic Equity	80.00%	5.50%	4.40 %
Fixed income	20.00%	1.75%	0.35 %
Portfolio Real Return			4.75 %
Assumed Inflation			2.50 %
Long-Term Expected Rate of Return			7.25 %

\*Rates shown are net of inflation.

*Sensitivity of Net Pension Liability to Changes in the Discount Rate*

The following represents the net pension liability calculated using the stated discount rate, as well as what the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease 6.25%	Current discount rate 7.25%	1% Increase 8.25%
Net pension liability	\$ 50,986,586	\$ 39,832,052	\$ 30,037,240

*Schedule of Changes in Net Pension Liability*

For the year ended June 30, 2020, Augusta University recognized net pension liability of \$39,832,052 calculated as follows:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balance, June 30, 2019	\$ 146,605,709	\$ 105,375,867	\$ 41,229,842
Interest	10,461,152	—	10,461,152
Experience losses (gains)	393,469	—	393,469
Changes of assumptions	1,761,370	—	1,761,370
Contributions - employer	—	11,474,114	(11,474,114)
Net investment income	—	2,539,667	(2,539,667)
Benefit payments	(14,247,377)	(14,247,377)	—
Net Change	(1,631,386)	(233,596)	(1,397,790)
Balance, June 30, 2020	\$ 144,974,323	\$ 105,142,271	\$ 39,832,052

AU Health Systems, Inc. and Augusta University Research Institute, Inc. contributed \$5,214,998 to the plan on behalf of Augusta University.



### Schedule of Changes in Pension Expense

For the year ended June 30, 2020, Augusta University recognized pension expense of \$5,304,052 from the following sources:

	Pension Expense
Interest	\$ 10,461,152
Projected investment income	(7,799,193)
Recognition of experience (gain)/loss	393,469
Recognition of changes in assumptions	1,761,370
Investment losses (gains)	487,254
Pension expense	<u>\$ 5,304,052</u>

### Deferred Outflows/Inflows of Resources

At June 30, 2020, Augusta University reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual earnings on pension plan investments	\$ 2,272,699	\$ —

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30:

2021	\$ (378,948)
2022	\$ 543,885
2023	\$ 1,055,856
2024	\$ 1,051,906

## **C. Defined Contribution Plan**

### **Regents Retirement Plan**

#### Plan Description

The Regents Retirement Plan, a single-employer defined contribution plan, is an optional retirement plan that was created/established by the Georgia General Assembly in O.C.G.A. § 47-21-1 et.seq. and administered by the Board of Regents of the University System of Georgia (Board). O.C.G.A. § 47-3-68(a) defines who may participate in the Regents Retirement Plan. An “eligible university system employee” is a faculty member or all exempt full and partial benefit eligible employees, as designated by the regulations of the Board. Under the Regents Retirement Plan, a plan participant may purchase annuity contracts from three approved vendors (VALIC, Fidelity, and TIAA-CREF) for the purpose of receiving retirement and death benefits. Benefits depend solely on amounts contributed to the plan plus investment earnings. Benefits are payable to participating employees or their beneficiaries in accordance with the terms of the annuity contracts.

#### Funding Policy

The institutions of the USG make monthly employer contributions to the Regents Retirement Plan on behalf of participants at rates determined by the Board. The Board reviews the contribution amount every three (3) years. For fiscal year 2020, the employer contribution was 9.24% for the participating employee's earnable compensation. Employees contribute 6.00% of their earnable compensation. Amounts attributable to all plan contributions are fully vested and non-forfeitable at all times.

The USG and the covered employees made the required contributions of \$137,753,676 (9.24%) and \$89,712,827 (6.00%), respectively.

VALIC, Fidelity, and TIAA-CREF have separately issued financial reports which may be obtained through their respective corporate offices.

## Note 15 Risk Management

The USG offers its employees and retirees under the age of 65 access to three self insured healthcare plan options and one fully insured plan option. For the USG's Plan Year 2020, the following self-insured health care options were available: Blue Choice HMO plan, (Blue Cross and Blue Shield of Georgia) Consumer Choice HSA plan, and the (Blue Cross and Blue Shield of Georgia) Comprehensive Care plan.

The USG's participating employees and eligible retirees pay premiums into the plan fund to access benefits coverage. All units of the USG share the risk of loss for claims associated with these plans. The plan fund is considered to be a self-sustaining risk fund. The USG has contracted with Blue Cross and Blue Shield of Georgia, a wholly owned subsidiary of Anthem, Inc., to serve as the claims administrator for the self-insured healthcare plan options. In addition to the self-insured healthcare plan options offered to the employees and eligible retirees of the USG, a fully insured HMO healthcare plan option also is offered through Kaiser Permanente. The Comprehensive Care plan has a carved-out prescription drug plan administered through CVS Caremark. Pharmacy drug claims are processed in accordance with guidelines established for the Board of Regents' Prescription Drug Benefit Program. Generally, claims are submitted by participating pharmacies directly to CVS Caremark for verification, processing and payment. CVS Caremark maintains an eligibility file based on information furnished by Blue Cross and Blue Shield of Georgia on behalf of the various organizational units of the University System of Georgia. The self-insured dental plan is administered through Delta Dental.

Retirees age 65 and older participate in a secondary healthcare coverage for Medicare-eligible retirees and dependents provided through a retiree health care exchange option. The USG makes contributions to a health reimbursement account, which can be used by the retiree to pay premiums and out-of-pocket healthcare-related expenses.

A reconciliation of total estimated claims liabilities for employees and retirees for the fiscal years ended June 30, 2020, and June 30, 2019 is shown below:

	June 30, 2020	June 30, 2019
Active Employees:		
Unpaid Claims and Claim Adjustments	\$ 45,014,583	\$ 33,467,179
Incurred Claims and Claim Adjustments Expenses -		
Provisions for Insured Events of the Current Year	423,783,537	434,268,398
Payments - Claims and Claim Adjustments Attributable		
To Insured Events of the Current Year and Prior Years	421,903,445	422,720,994
Unpaid Claims and Claim Adjustments	<u>\$ 46,894,675</u>	<u>\$ 45,014,583</u>
Retirees:		
Unpaid Claims and Claim Adjustments	\$ 6,420,703	\$ 4,631,431
Incurred Claims and Claim Adjustments Expenses -		
Provisions for Insured Events of the Current Year	89,012,971	94,056,257
Payments - Claims and Claim Adjustments Attributable		
To Insured Events of the Current Year and Prior Years	89,512,407	92,266,985
Unpaid Claims and Claim Adjustments	<u>\$ 5,921,267</u>	<u>\$ 6,420,703</u>

The Department of Administrative Services (DOAS) has the responsibility for the State of Georgia of making and carrying out decisions that will minimize the adverse effects of accidental losses that involve State government assets. The State believes it is more economical to manage its risks internally and set aside assets for claim settlement. Accordingly, DOAS processes claims for risk of loss to which the State is exposed, including general liability, property and casualty, workers' compensation, unemployment compensation, and law enforcement officers'

indemnification. Limited amounts of commercial insurance are purchased applicable to property, employee and automobile liability, fidelity and certain other risks.

The USG is part of the State of Georgia reporting entity, and as such, is covered by the State of Georgia risk management program administered by DOAS. Premiums for the risk management program are charged to the various state organizations by DOAS to provide claims servicing and claims payment.

A self-insured program of professional liability for its employees was established by the Board of Regents of the University System of Georgia under powers authorized by the O.C.G.A § 45-9-1.

The program insures the employees to the extent that they are not immune from liability against personal liability for damages arising out of the performance of their duties or in any way connected therewith. The program is administered by DOAS as a Self-Insurance Fund.

## **Note 16 Contingencies**

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. This could result in refunds to the grantor agency for any expenditure disallowed under grant terms. The amount of expenditures which may be disallowed by the grantor cannot be determined at this time although the Institution expects such amounts, if any, to be immaterial to its overall financial position.

Litigation, claims and assessments filed against the USG, if any, are generally considered to be actions against the State of Georgia. Accordingly, significant litigation, claims and assessments pending against the State of Georgia are disclosed in the State of Georgia Comprehensive Annual Financial Report for the fiscal year ended June 30, 2020.

During December of fiscal year 2020, a novel strain of coronavirus (COVID-19) surfaced. The spread of COVID-19 around the world and in the U.S. during 2020 has caused significant volatility in the global financial markets, including those in the U.S. There is continued uncertainty as to the breadth and duration of this pandemic and the resultant market disruption. Mandates from state and local authorities have required periodic temporary closure and/or limited operations of certain schools, businesses and other facilities and organizations. While such closures and limitations on movement, both globally and in the U.S., are expected to be temporary, the potential continued spread of COVID-19 and its impact on social interaction, economic activity and financial markets could adversely affect the USG's operations and financial position.

## **Note 17 Post-Employment Benefits Other Than Pension Benefits**

The USG provides two other post-employment benefit plans - the Board of Regents Retiree Health Benefit Plan and the State Employees' Assurance Department Retired and Vested Inactive Members Plan.

### **Board of Regents Retiree Health Benefit Plan**

#### **A. Plan Description and Funding Policy**

The Board of Regents Retiree Health Benefit Plan (Plan) is a single-employer, defined-benefit healthcare plan administered by the University System Office, an organizational unit of the USG. The Plan's board is the Board of Regents of the University System of Georgia (Board) that is comprised of nineteen members, all appointed by the Governor (five from state-at-large and one from each of the state's fourteen congressional districts). The Plan was authorized pursuant to OCGA § 47-21-21 for the purpose of accumulating funds necessary to meet employer costs of retiree post-employment health insurance benefits.

Pursuant to the general powers conferred by the OCGA § 20-3-31, the USG has established group health and life insurance programs for regular employees of the USG. It is the policy of the USG to permit employees of the USG eligible for retirement or who become permanently and totally disabled to continue as members of the group health and life insurance programs. The USG offers its employees and retirees under the age of 65 access to three self-insured healthcare plan options and one fully insured plan option. For the USG's Plan Year 2020, the following self-insured health care options were available: Blue Choice HMO plan, (Blue Cross and Blue Shield of Georgia) Consumer Choice HSA plan, and the (Blue Cross and Blue Shield of Georgia) Comprehensive Care plan. The USG offers a self-insured dental plan administered by Delta Dental.

Retirees age 65 and older participate in a secondary healthcare coverage for Medicare-eligible retirees and dependents provided through a retiree health care exchange option. The USG makes contributions to the retirees' health reimbursement account, which can be used by the retiree to pay premiums and out-of-pocket healthcare related expenses.

Membership of the Plan consisted of the following:

	June 30, 2020	June 30, 2019
Active Employees	48,739	48,661
Retirees or Beneficiaries Receiving Benefits	20,427	19,826
Retirees or Beneficiaries Eligible But Not Receiving Benefits	—	—
Total	69,166	68,487

The contribution requirements of plan members and the employer are established and may be amended by the Board. The Plan is substantially funded on a "pay-as-you-go" basis; however, amounts above the pay-as-you-go basis may be contributed annually, either by specific appropriation or by Board designation.

Organizational units of the University System of Georgia pay the employer portion for group insurance for eligible retirees. The employer portion of health insurance for its eligible retirees is based on rates that are established annually by the Board for the upcoming plan year. For the 2020 plan year, the employer rate was approximately 84% of the total contributions available to cover health insurance cost for eligible retirees and the retiree rate was approximately 16%. For employees hired on or after January 1, 2013 and retirees after January 1, 2018, the amount the USG contributes is tied to years of service, which ranges from 0% to 100%. With regard to life insurance, the employer covers the total premium cost for \$25,000 of basic life insurance. If an individual elects to have supplemental, and/or, dependent life insurance coverage, such costs are borne entirely by the retiree.

For fiscal year 2020, the University System of Georgia contributed \$102,792,000 to the plan for current premiums or claims.

## **B. Plan Investments**

The Plan's investments are segregated for OPEB in the Board of Regents' Short Term and Balanced Income pooled investment funds.

The Short Term Fund provides a current return and stability of principal while affording means of overnight liquidity for projected cash needs. Investments are in securities allowed under O.C.G.A. 50-17-59 and 50-17-63. The market value of the Plan's net asset value in the Short Term Fund at June 30, 2020 was \$10,185,214. This balance is included in cash and cash equivalents on the Statement of Fiduciary Net Position.

The Balanced Income Fund is designed to be a vehicle to invest funds that are not subject to the state regulations concerning investing in equities. This pool is appropriate for investing longer term funds that require a more conservative investment strategy. Permitted investments in the fund are domestic US equities, domestic investment grade fixed income, and cash equivalents. The market value of the Plan's net asset value in the Balanced Income Fund at June 30, 2020 was \$151,590,351. This balance is reported as investments on the Statement of Fiduciary Net Position.

The equity allocation shall range between 20% and 40%, with a target of 30% of the total portfolio. The fixed income (bond) portion of the portfolio shall range between 60% and 80%, with a target of 70% of the total portfolio. Cash reserves and excess income are invested at all times in the highest quality par stable (A1, P1) institutional money market mutual funds, or other high quality short term instruments.

The following table summarizes the adopted asset allocation policy as of June 30, 2020:

Asset Class	Target Allocation
Fixed Income	70%
Equity Allocation	30%

At June 30, 2020, approximately 26.41%, 26.00%, 9.26%, 9.13%, 8.36%, 5.48% and 5.19% of the Plan's investments were investments in Western Asset Core Bond Fund, iShares Core Total U.S. Aggregate Bond ETF, iShares Russell 3000 ETF, Vanguard Institutional Index Fund, Vanguard Mortgage Backed Securities Index Fund, Federated Money Market Obligations TR, and Eaton Vance Atlanta Capital SMID Fund, respectively. These investments represent 26.71%, 26.29%, 9.37%, 9.23%, 8.46%, 5.54% and 5.24%, respectively, of the Plan's fiduciary net position.

For the year ended June 30, 2020, the annual money-weighted rate of return on investments, net of investment expense, was 5.27%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

### C. Plan Net OPEB Liability under GASB 74

For defined benefit OPEB plans that are administered through trusts that meet the specified criteria, GASB 74 requires the net OPEB liability to be measured as the total OPEB liability, less the amount of the OPEB plan's fiduciary net position. The total OPEB liability is actuarially determined.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trends. Actuarially determined amounts are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress with multi-year trend information is presented as required supplementary information following the notes to the financial statements.

The multi-year trend schedules indicate whether the actuarial values of plan assets are increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

The components of the net OPEB liability at June 30, 2020, were as follows:

	2020
Total OPEB Liability	\$ 5,493,696,972
Plan Fiduciary Net Position	(159,977,707)
Net OPEB Liability	<u>\$ 5,333,719,265</u>

Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	2.91 %
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### Discount Rate

The last year in which projected benefit payments are due from the Plan is 2117.

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of geometric real rates of return for each major asset class included in the target asset allocation as of June 30, 2020 are summarized in the following table:

Asset Class	Expected Nominal Rate of Return	Long-term Expected Real Rate of Return
Fixed Income	2.10 %	— %
Equity Allocation	6.70 %	4.51 %
Total Portfolio	3.75 %	1.61 %

\* Rates shown are net of the 2.10% assumed rate inflation.

The Plan's projected fiduciary net position at the end of 2023 is \$0, based on the valuation completed for the fiscal year ending June 30, 2020. As such, the Plan's fiduciary net position was not projected to be available to make all projected future benefit payments for current Plan members. The projected "depletion date" when projected benefits are not covered by projected assets is 2023. Therefore, the long-term expected rate of return on Plan investments of 3.75% per annum was not applied to all periods of projected benefit payments to determine the total OPEB liability as of June 30, 2020, pursuant to paragraph 48 of GASB Statement No. 74. Instead, a yield or index rate for a 20 year, tax-exempt general obligation municipal bond with an average rating of AA or higher was used. This rate was determined to be 2.21% from the Bond Buyers GO 20-Bond Municipal Bond Index.

In projecting the Plan's fiduciary net position, the following assumptions were made:

1. Projected total contributions are simply the pay as you go costs of the plan. Because the current contribution policy is not designed to pre-fund the plan, the unfunded liability is not expected to be paid off at any point in the future.
2. Assumed contributions are based on the contribution policy.
3. Projected benefit payments have been determined in accordance with Paragraphs 30-35 of GASB Statement No. 74, and are based on the closed group of active, retired members and beneficiaries as of June 30, 2020. Benefit payments are assumed to be paid mid-year.
4. Administrative expenses are \$0.6 million for 2021 and are assumed to increase annually with inflation. Expenses are assumed to be paid mid-year.
5. Projected investment earnings are based on the assumed investment rate of return of 3.75% per annum.

### Sensitivity of the net OPEB liability to changes in the discount rate

The following presents the net OPEB liability, as well as what the net OPEB liability would be if it were calculated using a discount rate that is 1% lower (1.21%) or 1% higher (3.21%) than the current discount rate (2.21%):

	1% Decrease 1.21%	Current Rate 2.21%	1% Increase 3.21%
Net OPEB Liability	\$ 6,502,284,097	\$ 5,333,719,265	\$ 4,398,497,506

Sensitivity of the net OPEB liability to changes in the healthcare cost trend rates

The following presents the net OPEB liability, as well as what the net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1% lower or 1% higher than the current healthcare cost trend rates:

	1% Decrease	Current Rate	1% Increase
Net OPEB Liability	<u>\$ 4,422,483,821</u>	<u>\$ 5,333,719,265</u>	<u>\$ 6,489,162,343</u>
Pre-Medicare Eligible	5.7% decreasing to 3.5%	6.7% decreasing to 4.5%	7.7% decreasing to 5.5%
Medicare Eligible	3.5%	4.5%	5.5%

Actuarial Methods and Assumptions

The "Further Consolidated Appropriations Act, 2020" signed into law on December 20, 2019 included a permanent repeal of the excise tax on high-cost plans originally imposed by the Affordable Care Act in 2010. The impact of this change was included as a change in assumption which decreased the net OPEB liability by about \$173.5 million.

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



Additional information as of the latest actuarial valuation is as follows:

Valuation Date	May 1, 2020. Update procedures were used to roll forward the total OPEB liability to June 30, 2020.
Cost Method	Entry Age Normal
Amortization Method	Closed amortization period for initial unfunded and subsequent actuarial gains/losses.
Asset Method	Fair Value
Interest Discounting and Salary Growth	Interest Rate as of 6/30/2020 2.21% from Bond Buyers GO 20-Bond Municipal Bond Index Interest Rate as of 6/30/2019 3.50% from Bond Buyers GO 20-Bond Municipal Bond Index Long-term Rate of Return 3.75% General Inflation 2.10% Salary Increase 4.00%
Mortality Rates	Pub-2010 for Teachers (headcount weighted) projected with scale MP-2019
Healthcare Cost Trend	
Pre-Medicare Eligible	6.7%
Medicare Eligible	4.5%
Ultimate Trend Rate	
Pre-Medicare Eligible	4.5%
Medicare Eligible	4.5%
Year Ultimate Trend is Reached	Fiscal Year 2031 for Pre-Medicare Eligible, Fiscal Year 2020 for Medicare Eligible
Experience Study	Economic and demographic assumptions are based on the results of the most recent actuarial experience study over the Plan, which covered a three-year period ending June 30, 2019. All other assumptions are based on the results of the most recent actuarial experience study of the Teachers Retirement System of Georgia, which covered the five year period ending June 30, 2014.

#### Changes in Assumptions Since Prior Valuation

The financial accounting valuation reflects the following assumption changes:

- Expected claims costs were updated to reflect actual claims experience.
- Trend rate schedule was updated to remove excise tax adjustment.
- Mortality improvement scale was updated from MP-2018 to MP-2019.
- The discount rate was updated from 3.50% as of June 30, 2019 to 2.21% as of June 30, 2020.
- The withdrawal rates were updated to better reflect anticipated future experience as the result of an assumption study.
- The coverage election assumption was updated to better reflect anticipated future experience as the result of an assumption study.
- The spousal coverage assumption was updated to better reflect anticipated future experience as the result of an assumption study.
- The spousal age difference assumption was updated to reflect anticipated future experience as the result of an assumption study.

#### Plan Changes

HRA cost sharing for employees hired on or after January 1, 2013 and retiring after January 1, 2018 is based on a policy that ties years of service to the amount the USG contributes based on 22-tiers ranging from 100% for employees retiring with 30 years of service to 21% for employees retiring with 10 years of service.

#### **D. USG's Net OPEB Liability, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB under GASB 75**

The USG's net OPEB liability was measured as of June 30, 2019. The total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of May 1, 2019 with roll-forward procedures performed to update the total liability to June 30, 2019. The USG's net OPEB liability was actuarially determined based on employer contributions during the fiscal year ended June 30, 2019. At June 30, 2019, the USG's net OPEB liability related to the Plan was \$4,471,567,995, which was an increase of \$60,816,896 from the liability measured as of June 30, 2018.

For the year ended June 30, 2020, the USG recognized OPEB expense of \$315,572,884. At June 30, 2020, the USG reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 248,010,055	\$ 25,517,989
Changes of assumptions	—	502,328,968
Net difference between projected and actual earnings on OPEB plan investments	—	1,174,693
Contributions subsequent to the measurement date	102,792,000	—
Total	<u>\$ 350,802,055</u>	<u>\$ 529,021,650</u>

The USG's contributions subsequent to the measurement date are reported as deferred outflows of resources and will be recognized as a reduction of the net OPEB liability in the year ending June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30:

2021	\$	(66,788,008)
2022	\$	(66,788,008)
2023	\$	(64,936,869)
2024	\$	(29,344,107)
2025	\$	(27,610,015)
Thereafter	\$	(25,544,588)

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trends. Actuarially determined amounts are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress with multi-year trend information is presented as required supplementary information following the notes to the financial statements.

The multi-year trend schedules indicate whether the actuarial values of plan assets are increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

The components of the net OPEB liability at June 30, 2019, were as follows:

Total OPEB Liability	\$ 4,616,022,423
Plan Fiduciary Net Position	(144,454,428)
Net OPEB Liability	<u>\$ 4,471,567,995</u>

Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	3.13 %
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The changes in net OPEB liability at June 30, 2019, were as follows:

<u>Total OPEB Liability</u>	
Service Cost	\$ 217,647,848
Interest	180,172,887
Changes of Benefit Terms	(11,210,551)
Differences Between Expected and Actual Experience	(29,667,255)
Changes of Assumptions	(129,153,450)
Benefit Payments/Refunds	(98,563,146)
Net Change in Total OPEB Liability	129,226,333
Total OPEB Liability - Beginning	4,486,796,090
Total OPEB Liability - Ending (a)	<u>\$ 4,616,022,423</u>
<u>Plan Fiduciary Net Position</u>	
Contributions - Employer	\$ 160,383,000
Net Investment Income	7,126,020
Administrative Expense	(536,437)
Benefit Payments/Refunds	(98,563,146)
Net Change in Plan Fiduciary Net Position	68,409,437
Plan Fiduciary Net Position - Beginning	76,044,991
Plan Fiduciary Net Position - Ending (b)	<u>\$ 144,454,428</u>
Net OPEB Liability Ending (a - b)	<u>\$ 4,471,567,995</u>

#### Discount Rate

The last year in which projected benefit payments are due from the Plan is 2118.

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of geometric real rates of return for each major asset class included in the target asset allocation as of June 30, 2019 are summarized in the following table:

Asset Class	Target Allocation	Expected Nominal Rate of Return	Long-term Expected Real Rate of Return
Fixed Income	70%	3.61 %	1.09 %
Equity Allocation	30%	7.07 %	4.46 %
Total Portfolio	100%	4.96 %	2.40 %

Rates shown are net of the 2.50% assumed rate inflation.

The Plan's projected fiduciary net position at the end of 2023 is \$0, based on the valuation completed for the fiscal year ending June 30, 2019. As such, the Plan's fiduciary net position was not projected to be available to make all projected future benefit payments for current Plan members. The projected "depletion date" when projected benefits are not covered by projected assets is 2023. Therefore, the long-term expected rate of return on Plan investments of 4.50% per annum was not applied to all periods of projected benefit payments to determine the total OPEB liability as of June 30, 2019, pursuant to paragraph 48 of GASB Statement No. 74. Instead, a yield or index rate for a 20 year, tax-exempt general obligation municipal bond with an average rating of AA or higher was used. This rate was determined to be 3.50% from the Bond Buyers Index.

In projecting the Plan's fiduciary net position, the following assumptions were made:

1. Projected total contributions are simply the pay as you go costs of the plan. Because the current contribution policy is not designed to pre-fund the plan, the unfunded liability is not expected to be paid off at any point in the future.
2. Assumed contributions are based on the contribution policy.
3. Projected benefit payments have been determined in accordance with Paragraphs 30-35 of GASB Statement No. 75, and are based on the closed group of active, retired members and beneficiaries as of June 30, 2019. benefit payments are assumed to be paid mid-year.
4. Administrative expenses are \$0.5 million for 2020. Expenses are assumed to be paid mid-year.
5. Projected investment earnings are based on the assumed investment rate of return of 4.50% per annum.

Sensitivity of the net OPEB liability to changes in the discount rate

The following presents the net OPEB liability, as well as what the net OPEB liability would be if it were calculated using a discount rate that is 1% lower (2.50%) or 1% higher (4.50%) than the current discount rate (3.50%):

	1% Decrease 2.50%	Current Rate 3.50%	1% Increase 4.50%
Net OPEB Liability	\$ 5,293,080,202	\$ 4,471,567,995	\$ 3,786,696,694

Sensitivity of the net OPEB liability to changes in the healthcare cost trend rates

The following presents the net OPEB liability, as well as what the net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1% lower or 1% higher than the current healthcare cost trend rates:

	1% Decrease	Current Rate	1% Increase
Net OPEB Liability	\$ 3,749,464,451	\$ 4,471,567,995	\$ 5,376,308,315
Pre-Medicare Eligible	5.9% decreasing to 3.5%	6.9% decreasing to 4.5%	7.9% decreasing to 5.5%
Medicare Eligible	3.5%	4.5%	5.5%

Actuarial Methods and Assumptions

The impact of the Affordable Care Act (ACA) was addressed in the valuations for the Regents Plan. While the impact of certain provisions [such as the excise tax on high-value health insurance plans beginning in 2020 (if applicable), mandated benefits and participation changes due to the individual mandate] should be recognized in the determination of liabilities, overall future plan costs and the resulting liabilities are driven by amounts employers and retirees can afford (i.e., trend). The trend assumption forecasts the anticipated increase to initial per capita costs, taking into account health care cost inflation, increases in benefit utilization, plan changes, government-mandated benefits, and technological advances. Given the uncertainty regarding the ACA's implementation (e.g., the impact of excise tax on high-value health insurance plans, changes in participation resulting from the implementation of state based health insurance exchanges), continued monitoring of the ACA's impact on the Plan's liability will be required.

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

actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

Additional information as of the latest actuarial valuation is as follows:

Valuation Date	May 1, 2019. Update procedures were used to roll forward the total OPEB liability to June 30, 2019.
Cost Method	Entry Age Normal
Amortization Method	Closed amortization period for initial unfunded and subsequent actuarial gains/losses.
Asset Method	Fair Value
Interest Discounting and Salary Growth	Interest Rate as of 6/30/2019 3.50% from Bond Buyers Index GO 20-Bond Municipal Bond Index Interest Rate as of 6/30/2018 3.87% from Bond Buyers Index GO 20-Bond Municipal Bond Index Long-term Rate of Return 4.50% General Inflation 2.50% Salary Increase 4.00%
Mortality Rates	Healthy: Pub-2010 for Teachers (as appropriate) headcount weighted project with scale MP-2018  Disabled: Pub-2010 Disabled Mortality for Teachers (as appropriate) headcount weighted project with scale MP-2018
Initial Healthcare Cost Trend	
Pre-Medicare Eligible	6.9%
Medicare Eligible	4.5%
Ultimate Trend Rate	
Pre-Medicare Eligible	4.5%
Medicare Eligible	4.5%
Year Ultimate Trend is Reached	Fiscal Year 2031 for Pre-Medicare Eligible, Fiscal Year 2020 for Medicare Eligible
Experience Study	Economic and demographic assumptions are based on the results of the most recent actuarial experience study over the Plan, which covered a three-year period ending June 30, 2019. All other assumptions are based on the results of the most recent actuarial experience study of the Teacher's Retirement System of Georgia, which covered the five year period ending June 30, 2014.

#### Changes in Assumptions Since Prior Valuation

Expected claims costs were updated to reflect actual claims experience. Trend rate schedule was updated to reflect current estimates of the impact of the Excise Tax, due to the updated claims assumption. Mortality rates were changed from the RP-2014 White Collar Mortality Table with Generational Improvements by Scale MP-2014 to Pub-2010 for Teachers (as appropriate) headcount weighted projected with MP-2018. Retirement rates were updated from the rates developed for the Teacher's Retirement System to rates based on actual experience. The discount rate was updated from 3.87% to 3.50% as of June 30, 2019.

#### Plan changes:

The USG adopted a tiered cost sharing approach to USG contributions for employees hired after January 1, 2013 and retired after January 1, 2018.

## **State Employees' Assurance Department Retired and Vested Inactive Members Plan**

### **A. Plan Description and Funding Policy**

State Employees' Assurance Department Retired and Vested Inactive Members Plan (SEAD-OPEB) was created in 2007 by the Georgia General Assembly to amend Title 47 of the O.C.G.A., relating to retirement, so as to establish a fund for the provision of term life insurance to retired and vested inactive members of the Employees' Retirement System of Georgia (ERS), the Legislative Retirement System (LRS), and the Georgia Judicial Retirement System (GJRS). The plan is a cost-sharing multiple-employer defined benefit other postemployment benefit plan as defined in GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans other than OPEB Plans*. The SEAD-OPEB trust fund accumulates the premiums received from the aforementioned retirement plans, including interest earned on deposits and investments of such payments.

Benefits provided:

The amount of insurance for a retiree with creditable service prior to April 1, 1964 is the full amount of insurance in effect on the date of retirement. The amount of insurance for a service retiree with no creditable service prior to April 1, 1964 is 70% of the amount of insurance in effect at age 60 or at termination, if earlier. Life insurance proceeds are paid in a lump sum to the beneficiary upon death of the retiree.

Contributions:

Georgia law provides that employee contributions to the plan shall be in an amount established by the Board of Trustees not to exceed one-half of 1% of the member's earnable compensation. There were no employer contributions required for the fiscal year ended June 30, 2020.

**B. OPEB Asset, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB under GASB 75**

At June 30, 2020, the USG reported an asset of \$2,868,572 for its proportionate share of the net OPEB asset, which is reported as other assets on the Statement of Net Position. The net OPEB asset was measured as of June 30, 2019. The total OPEB asset used to calculate the net OPEB asset was based on an actuarial valuation as of June 30, 2018. An expected total OPEB asset as of June 30, 2019 was determined using standard roll-forward techniques. The USG's proportion of the net OPEB asset was based on actual member salaries reported to the SEAD-OPEB plan during the fiscal year ended June 30, 2019. At June 30 2019, the USG's proportion was 1.014470%, which was an increase of .090216% from its proportion measured as of June 30, 2018.

For the year ended June 30, 2020, the USG recognized OPEB expense of (\$481,712). At June 30, 2020, the USG reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 14,579	\$ —
Changes of assumptions	58,078	—
Net difference between projected and actual earnings on OPEB plan investments	—	263,569
Changes in proportion and differences between contributions and proportionate share of contributions	40,255	250,261
Total	<u>\$ 112,912</u>	<u>\$ 513,830</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30:		
2020	\$	(220,035)
2021	\$	(168,791)
2022	\$	(24,995)
2023	\$	12,903

Actuarial assumptions:

The total OPEB asset as of June 30, 2019 was determined by an actuarial valuation as of June 30, 2018 using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75%
Salary increases	3.25 – 7.00%, including inflation
Investment rate of return	7.30%, net of OPEB plan investment expense, including inflation
Healthcare cost trend rate	N/A

Postretirement mortality rates were based on the RP-2000 Combined Mortality Table with future mortality improvement projected to 2025 with the Society of Actuaries' projection scale BB and set forward 2 years for both males and females for service retirements and dependent beneficiaries. There is a margin for future mortality improvement in the tables used by the plan.

The actuarial assumptions used in the June 30, 2018 valuation were based on the results of an actuarial experience study for the period July 1, 2009 - June 30, 2014, with the exception of investment rate of return.

The long-term expected rate of return on OPEB plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected nominal returns, net of plan investment expense and the assumed rate of inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset class	Target allocation	Long-term expected real rate of return*
Fixed income	30.00 %	(0.10)%
Domestic large equities	46.20 %	8.90 %
Domestic small equities	1.30 %	13.20 %
International developed market equities	12.40 %	8.90 %
International emerging market equities	5.10 %	10.90 %
Alternatives	5.00 %	12.00 %
Total	100.00 %	

\* Rates shown are net of the 2.75% assumed rate of inflation

Discount rate:

The discount rate used to measure the total OPEB asset was 7.30%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer and State of Georgia contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB asset.

Sensitivity of the Employer's proportionate share of the net OPEB asset to changes in the discount rate:

The following presents the USG's proportionate share of the net OPEB asset calculated using the discount rate of 7.30%, as well as what the USG's proportionate share of the net OPEB asset would be if it were calculated using a discount rate that is 1-percentage-point lower (6.30%) or 1-percentage-point higher (8.30%) than the current rate:

	1% Decrease 6.3%	Current Rate 7.3%	1% Increase 8.3%
Net OPEB Asset	\$ 1,587,353	\$ 2,868,572	\$ 3,921,449

OPEB plan fiduciary net position:

Detailed information about the OPEB plan's fiduciary net position is available in the separately issued ERS comprehensive annual financial report which is publicly available at [ers.ga.gov/financials](https://ers.ga.gov/financials).

## Note 18 Operating Expenses with Functional Classifications

Business-type activity operating expenses by functional classification for fiscal year 2020 are shown below:

Functional Classification	Natural Classification				
	Faculty Salaries	Staff Salaries	Employee Benefits	Other Personal Services	Travel
Instruction	\$ 1,089,288,520	\$ 315,067,009	\$ 511,453,609	\$ 3,148,022	\$ 15,500,088
Research	546,552,376	310,118,549	220,660,197	1,786,552	25,438,216
Public Service	75,139,379	125,512,246	69,765,830	1,486,504	4,984,033
Academic Support	93,900,416	272,078,947	114,873,333	1,252,251	4,708,648
Student Services	6,953,259	187,597,896	58,027,615	444,681	3,502,159
Institutional Support	32,207,830	362,375,074	246,371,973	11,103,244	4,800,725
Plant Operations and Maintenance	1,500,215	207,475,024	78,476,195	330,703	567,751
Scholarships and Fellowships	11,879	151,872	184,070	909,786	5,718
Auxiliary Enterprises	5,461,350	211,881,092	68,720,167	2,823,506	2,126,532
Patient Care	106,330,438	129,654,525	50,543,839	3,508,199	420,289
Total Operating Expenses	\$ 1,957,345,662	\$ 2,121,912,234	\$ 1,419,076,828	\$ 26,793,448	\$ 62,054,159

Functional Classification	Natural Classification				
	Scholarships and Fellowships	Utilities	Supplies and Other Services	Depreciation/Amortization	Total Operating Expenses
Instruction	\$ 10,369,601	\$ 5,689,683	\$ 178,038,986	\$ 73,333,462	\$ 2,201,888,980
Research	4,588,119	6,697,422	382,016,480	96,551,208	1,594,409,119
Public Service	507,151	3,162,547	173,674,616	10,004,985	464,237,291
Academic Support	890,670	4,384,098	155,025,618	58,779,609	705,893,590
Student Services	3,213,114	3,038,745	68,195,379	25,865,857	356,838,705
Institutional Support	2,572,215	9,704,587	768,910,855	40,268,358	1,478,314,861
Plant Operations and Maintenance	336	115,727,167	271,497,702	96,335,201	771,910,294
Scholarships and Fellowships	448,442,417	—	2,417,339	—	452,123,081
Auxiliary Enterprises	28,039,950	41,636,867	228,847,543	117,932,921	707,469,928
Patient Care	—	123,783	147,555,903	11,214	438,148,190
Total Operating Expenses	\$ 498,623,573	\$ 190,164,899	\$ 2,376,180,421	\$ 519,082,815	\$ 9,171,234,039



## Note 19 Subsequent Event

### Georgia Gwinnett College

On June 29, 2020, the University System of Georgia on behalf of Georgia Gwinnett College committed to the option to purchasing improved real property in the form of a parking lot. The purchase price is \$462,000 and the closing occurred on August 7, 2020.

Effective July 1, 2020, the University System of Georgia on behalf of Georgia Gwinnett College entered into an agreement with Aladdin Food Management Services, LLC (Aladdin), whereby Aladdin will operate food services operations from service participants. The agreement is renewable for each year for five years. Aladdin is required to operate the food service facilities in accordance with the contractual agreement. The contract includes an investment of \$1,313,172 to pay off the prior capital investment. Aladdin will bill GGC \$104.74 per each meal plan participant with a 7 or 5 residential meal plan as of November 1, 2020 and March 1, 2021.

Aladdin will invest an amount equal to 1% of gross sales less meal plan sales plus \$152.45 per meal plan participant with 7 or 5 residential meal plan as of November 1 and March 1 of each year ('annual investment'). Aladdin will submit to GGC for approval a proposed budget on the use of the annual investment. The annual investment amount will be used to cover the cost of equipment repairs and replacement, food service venues refresh, signage, digital menu boards, lighting and cabinetry upgrades, and new small wares as needed. Any remaining funds at the end of each contract year will rollover to the next contract year for refreshing program use.

### Georgia Institute of Technology

In April 2019, the Board of Regents of the University System of Georgia (BOR) entered into a rental agreement with Georgia Tech Facilities, Inc., a component unit, for the Campus Center. The Campus Center is a student center complex comprised of a student center, pavilion, exhibition hall, and café. The existing Fred B. Wenn Student Center will undergo related improvements as part of the Campus Center project. This collection of buildings will be a central point of resources, gathering, entertainment and restoration for the Georgia Tech Community. The lease term is for thirty-one years. Total estimated rental payments will be \$203,997,229 over the lease period. Semi-annual rental payments will include base rent and a repair and replacement contribution. Rental payments will begin fiscal year 2021 with total rental payments expected to equal \$1,613,472. The capital lease liability and capital asset will be recorded on the USG's books once construction is complete and the certificate of occupancy is issued.

### Kennesaw State University

On September, 1, 2020, Kennesaw State University (KSU) entered into an agreement with Kennesaw State University Foundation, Inc. (KSUF) where KSUF would renovate and improve a student housing facility (Howell Hall). This facility will be leased to KSU for a 30-year period through June 30, 2052 with lease payments totaling \$20,505,809. At the end of the lease, the ownership of the student housing facility will transfer to KSU. On September 1, 2020, Kennesaw State University Foundation, Inc. entered into a promissory note agreement to repay \$9,625,000 Series 2020C bonds issued by the Development Authority of Cobb County. The proceeds of the bonds will be used for the purpose of financing the cost of renovating and improving Howell Hall, a student housing facility located on the Marietta campus of Kennesaw State University, fund capitalized interest for the Series 2020C Bonds and paying all or a portion of the costs of issuing the Series 2020 Bonds.

On December 17, 2020, Kennesaw State University (KSU) entered into an agreement with Kennesaw State University Foundation, Inc. (KSUF) where KSUF would construct and equip a student housing facility. This new facility will be leased to KSU for a 30-year period through June 30, 2052 with lease payments totaling \$65,324,517. At the end of the lease, the ownership of the student housing facility will transfer to KSU. On December 17, 2020, Kennesaw State University Foundation, Inc. entered into a promissory note agreement to repay \$35,360,000 Series 2020 bonds issued by the Development Authority of Cobb County. The proceeds of the bonds will be used for the purpose of (i) financing the cost of acquiring, constructing and equipping a student housing facility consisting of approximately 508 beds to be located on the Kennesaw campus of Kennesaw State University, (ii) fund capitalized interest for the Series 2020 Bonds and (iii) paying all or a portion of the costs of issuing the Series 2020 Bonds.

### University of Georgia

On December 9, 2020, University of Georgia (UGA) entered into an agreement with UGA Real Estate Foundation, Inc. (UGAREF) a component unit of University of Georgia Research Foundation, Inc. where UGAREF would construct and equip a student housing facility. This new facility will be leased to UGA for a 30 year period through June 30, 2052 with lease payments totaling \$79,279,988. On December 9, 2020, UGAREF entered into a promissory note agreement to repay \$38,970,000 Series 2020 bonds issued by the Athens Housing Authority. The proceeds of the bonds will be used for the purpose of (a) financing the cost of the acquisition, construction and

equipping of certain buildings, structures, equipment and related real and personal property to be used as a student housing facility consisting of approximately 527 beds and related amenities to be located on the campus of the UGA in Athens-Clarke County, Georgia, (b) pay capitalized interest on the Series 2020 Bonds and certain annual fees during construction of the facility and for approximately six months thereafter and (c) pay the cost of issuing the Series 2020 Bonds.

## **Note 20 Component Units**

Related organizations promote, support, and assist the USG in its role in accordance with stated system needs and goals. Together, they add significantly to the USG assets and revenues for programs and services, and ultimately enhance the USG's performance of its mission.

The USG has twenty-five related organizations that are considered component units of the State of Georgia and, thus, are required to be reported in the USG's financial statements. Although the USG is not fiscally accountable for these entities, it has been determined that the nature and significance of the relationship between the USG and these organizations is such that exclusion from the USG's financial statements would render them misleading. An annual audit of each component unit's financial statements is conducted by independent accounting firms. The twenty-five organizations included in this presentation are described below:

### **AU Health Systems, Inc.**

AU Health System, Inc. (AUHS) located in Augusta, Georgia, is a legally separate, tax-exempt organization that was incorporated under the laws of the State of Georgia as a non-profit corporation on June 1, 2010. The AUHS was established to promote the health sciences education missions and other tax-exempt functions and purposes of Augusta University (AU), AU Medical Associates, Inc. (AUMA), AU Medical Center, Inc. (AUMC), Roosevelt Warm Springs Rehabilitation & Specialty Hospitals, Inc. (RWSH), and other cooperating organizations and entities with AU.

AU Health System, Inc. was organized to achieve joint coordination and strategic planning among Augusta University (AU), AU Medical Center, Inc. (AUMC), AU Medical Associates, Inc. (AUMA), and other affiliated entities, including the educational activities of Augusta University and the Medical College of Georgia (MCG), one of nine colleges within Augusta University. On the main campus in Augusta, Georgia, the Augusta University Health Sciences Campus, AUHS manages AUMC's 478-licensed bed tertiary and quaternary academic medical center, the 154-licensed bed Children's Hospital of Georgia, the clinical arm of the Georgia Cancer Center, and certain outpatient sites (collectively, the Medical Center). The Medical Center serves as the academic teaching and research center for MCG and other Augusta University health professional schools, notably the School of Nursing and the School of Allied Health Professionals.

### **Augusta University Foundation, Inc.**

Augusta University Foundation, Inc. (AUF) is a private nonprofit corporation organized for the purpose of establishing and administering an endowment fund for the benefit of Augusta University (the "University"), a unit of the University System of Georgia, and to the University's students, faculty, and staff. Substantially all donations are received from alumni and contributors in the Augusta, Georgia area. The AUF acts primarily as a fund-raising organization to supplement the resources that are available to the University in support of its programs. During the year ended June 30, 2020, the AUF distributed approximately \$1,286,002 to the University in support of capital outlay projects, scholarships, and other supporting activities.

The consolidated financial statements of AUF have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. The Foundation is the single member of the following limited liability companies: 1) ASU Jaguar Student Housing I, LLC, which is a limited liability company organized for the purpose of constructing and holding an apartment complex for the benefit of students attending Augusta University; 2) ASU Jaguar Student Center, LLC, which is a limited liability company organized for the purpose of constructing and holding the student center property located on the campus of the University for the benefit of its students.

AUF reports under FASB standards. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. For external financial reporting purposes in these financial statements, the FASB reports were reclassified to the GASB presentation.

**Augusta University Research Institute, Inc.**

Augusta University Research Institute (AURI) is a legally separate, tax-exempt component unit of the State of Georgia reporting entity. AURI serves to enhance the research mission of Augusta University by securing sponsored research funding and by providing funding of special research initiatives. During the year ended June 30, 2020, AURI distributed approximately \$65,496,954 to Augusta University for research contracts.

**Georgia Advanced Technology Ventures, Inc.**

Georgia Advanced Technology Ventures (GATV) is a legally separate, not-for-profit corporation under the laws of the state of Georgia and a supporting organization of the Georgia Institute of Technology (the Institute) focused on technology, commercialization, economic development and relevant real estate development. GATV provides support for technology transfer and economic development activities, including the Institute's Advanced Technology Development Center (ATDC) incubator facilities and services to ATDC-affiliated companies.

For the year ended June 30, 2020, GATV distributed approximately \$755,000 to the Institute for supporting activities. Georgia Tech is obligated under various operating lease agreements with GATV, a related party, in the amount of \$63,256,400.

GATV reports under FASB standards. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. The FASB audited financial statements were reclassified to the GASB presentation for these financial statements.

**Georgia College & State University Foundation, Inc.**

The Georgia College & State University Foundation (GC&SUF) is a private nonprofit organization that reports under FASB standards. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. The FASB reports were reclassified to the GASB presentation for external financial reporting purposes in these financial statements.

The GC&SUF acts primarily as a fund-raising organization to supplement the resources that are available to the Georgia College & State University in support of its programs. During the year ended June 30, 2020, the GC&SUF distributed approximately \$828,000 to Georgia College & State University in support of capital outlay projects, scholarships and other supporting activities.

**Georgia Gwinnett College Foundation, Inc.**

Georgia Gwinnett College Foundation, Inc. (GGCF) was established on May 8, 2006 to serve as an advocate for Georgia Gwinnett College, a unit of the USG. GGCF's primary objective is to receive, invest, account for, and allocate private gifts and contributions in support of the Georgia Gwinnett College. Support and revenue is generated primarily through individual and corporate pledge and contributions.

GGCF is a private nonprofit organization that reports under FASB standards. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. The FASB reports were reclassified to the GASB presentation for external financial reporting purposes in these financial statements.

**Georgia Health Sciences Foundation, Inc.**

Georgia Health Sciences Foundation, Inc. (GHSF) was established to contribute to the long-term enhancement of Augusta University ("AU") and to provide assistance to AU and Augusta University Medical Center, Inc. ("AUMC") in their development and fundraising activities. The Foundation is supported primarily through contributions from individuals, corporations, and other nonprofit foundations. The primary purpose of the fundraising efforts of the Foundation are to support scholarships at AU, and capital projects and other non-recurring projects at AU and AUMC. The Foundation also receives and manages an endowment for the benefit of AU and AUMC. During the year ended June 30, 2020, the GHSF distributed approximately \$3,715,108 to Augusta University in support of capital outlay projects, scholarships, and other supporting activities.

Georgia Health Sciences Foundation, Inc. is a private nonprofit organization that reports under FASB standards. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. The FASB reports were reclassified to the GASB presentation for external financial reporting purposes in these financial statements.

**Georgia Southern University Housing Foundation, Inc.**

The Georgia Southern University Housing Foundation, Inc. and Subsidiaries (GSUHF) is a legally separate, tax-exempt affiliated organization which supports Georgia Southern University (GS). GSUHF acts primarily as an organization whose purpose is to acquire, construct or improve student housing and other student facilities that are available to GS in support of its programs.

The GSUHF is a private nonprofit organization that reports under FASB standards. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. The FASB reports were reclassified to the GASB presentation for external financial reporting purposes in these financial statements.

**Georgia State University Athletic Association, Inc.**

The Georgia State University Athletic Association, Inc. (GSUAA) administers Georgia State University's intercollegiate athletics program, including fund-raising to support scholarships. During the year ended June 30, 2020, the GSUAA distributed approximately \$18,353,650 to Georgia State University for athletic scholarship support and other payments that were either expense reimbursements or support for Georgia State University's intercollegiate athletics program.

The GSUAA reports under FASB standards. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. The FASB reports were reclassified to the GASB presentation for external financial reporting purposes in these financial statements.

**Georgia State University Foundation, Inc.**

Georgia State University Foundation, Inc. and Subsidiaries (GSUF) acts primarily as a fund-raising organization to supplement the resources that are available to Georgia State University in support of its programs. During the year ended June 30, 2020, GSUF distributed approximately \$18,820,376 to Georgia State University in support of capital outlay projects, scholarships and other supporting activities.

GSUF is a private nonprofit organization that reports under FASB standards. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. The FASB reports were reclassified to the GASB presentation for external financial reporting purposes in these financial statements.

**Georgia State University Research Foundation Inc.**

Georgia State University Research Foundation (GSURF) is a legally separate, tax-exempt component unit of Georgia State University (GSU) and was established to contribute to the scientific, literary, educational, and charitable functions of GSU in securing gifts, contributions, and grants from individuals, private organizations, and public agencies, and in obtaining contracts with such individuals or entities for the performance of sponsored research, development, or other programs by the various colleges, schools, departments or other units of GSU.

Most of the research grants awarded to GSURF are subcontracted to GSU, which is responsible for the fiscal administration of the grants. During the year ended June 30, 2020, GSURF distributed approximately \$98,460,116 to GSU for research contracts.

**Georgia Tech Athletic Association**

The Georgia Tech Athletic Association (GTAA) is a legally separate not-for-profit corporation under the laws of the state of Georgia. The primary purpose of the GTAA is to promote the educational programs of the Georgia Institute of Technology through student body participation in healthful exercises, recreations, athletic games and contests, as well as fundraising to support scholarships. The GTAA's mission is to inspire and empower student-athletes to be champions of academics, competition and life while emphasizing the four core values of excellence, innovation, teamwork and character. The GTAA reports under GASB standards.

For the year ended June 30, 2020, the GTAA distributed \$45.7 million to the Georgia Institute of Technology for athletic scholarships and other supporting activities.

**Georgia Tech Facilities, Inc.**

The Georgia Tech Facilities, Inc. (GTFI) is a legally separate, not-for-profit corporation under the laws of the state of Georgia. The purpose of GTFI is to construct buildings and other facilities as may be appropriate to meet the needs and goals of the Georgia Institute of Technology. Funding for construction is obtained from contributions or financing with debt service funded by support from various sources. During the year ended June 30, 2020, GTFI distributed approximately \$290,000 to the Georgia Institute of Technology for supporting activities. The Georgia Institute of Technology is obligated under various capital lease agreements with the GTFI, a related party, in the amount of \$228,307,757.

GTFI reports under FASB standards. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. The FASB audited financial statements were reclassified to the GASB presentation for these financial statements.

**Georgia Tech Foundation, Inc.**

The Georgia Tech Foundation (GTF) is a legally separate, not-for-profit corporation under the laws of the state of Georgia. The purposes of the Foundation are to promote higher education in the state of Georgia, to raise and receive funds for the support and enhancement of the Georgia Institute of Technology (GT), and to aid GT in its development as a leading educational institution. For the year ended June 30, 2020, the GTF distributed \$75.3 million to GT in support of capital outlay projects, scholarships and other supporting activities. The GT is obligated under various capital lease agreements with the GTF, a related party, in the amount of \$102,856,801.

The Foundation reports under FASB standards. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. The FASB audited financial statements were reclassified to the GASB presentation for these financial statements.

**Georgia Tech Research Corporation**

The Georgia Tech Research Corporation (GTRC) is a legally separate, not-for-profit corporation under the laws of the state of Georgia. The GTRC is organized and operated primarily for the purpose of soliciting grants and contracts for research or services to be performed by or in conjunction with Georgia Institute of Technology (GT). During the year ended June 30, 2020, the GTRC distributed \$893 million to GT for research contracts. The GTRC reports under GASB standards.

**Kennesaw State University Foundation, Inc.**

The Kennesaw State University Foundation (KSUF) is a private nonprofit organization that reports under FASB standards. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. The FASB reports were reclassified to the GASB presentation for external financial reporting purposes in these financial statements.

KSUF acts primarily as a fund-raising organization to supplement the resources that are available to Kennesaw State University (KSU) in support of its programs. During the year ended June 30, 2020, KSUF distributed approximately \$6,195,324 to KSU in support of capital outlay projects, scholarships and other supporting activities.

**Medical College of Georgia Foundation Inc.**

Medical College of Georgia Foundation, Inc. (MCGF) receives and administers funds for the support of the Medical College of Georgia, the Augusta University Health Sciences campus, and the Augusta University Health System, and manages investments and distributed funds in accordance with donor instructions and board of director's intentions for gifts. MCGF provides support for faculty chairs, research, scholarships, and other institutional programs. During the year ended June 30, 2020, MCGF paid approximately \$6,208,243 to Augusta University and its affiliates in support of students and university programs. MCGF paid approximately \$876,889 to non-affiliated organizations on behalf of Augusta University.

MCGF is a nonprofit corporation incorporated under the laws of the State of Georgia in 1954. MCGF presents its financial statements in accordance with Financial Accounting Standards Board (FASB) ASC, Financial Statements of Not-for-Profit Organizations. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. The FASB reports were reclassified to the GASB presentation for external financial reporting purposes in these financial statements.

**Middle Georgia State University Real Estate Foundation, Inc.**

The Middle Georgia State University Real Estate Foundation (MGAREF) is a nonprofit corporation originally incorporated on August 31, 1973 for the purpose of promoting, in various ways, the cause for higher education, expanding educational opportunities, supporting athletic programs, and acquiring and administering funds to be used to award scholarships and create endowments for the benefit of students and faculty of Middle Georgia State University (MGA). MGAREF was restructured on February 25, 2013 to acquire, construct, supervise, administer and manage assets and properties, real and personal that are held and used exclusively for the benefit of MGA.

MGAREF is a private nonprofit organization that reports under FASB standards. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. The FASB reports were reclassified to the GASB presentation for external financial reporting purposes in these financial statements.

**University of Georgia Athletic Association, Inc.**

The University of Georgia Athletic Association, Inc. (UGAAA) is a legally separate, tax-exempt component unit of the State of Georgia. The UGAAA was organized in 1928 as a not-for-profit corporation to promote intercollegiate athletic sports representing the University of Georgia (UGA). During the year ended June 30, 2020, the UGAAA made payments to UGA for services such as food services, parking services, health services, tuition, gas, electricity, security, and golf course maintenance. These payments totaled \$56.1 million.

**University of Georgia Foundation**

The University of Georgia Foundation (UGAF) is a not for profit foundation that was chartered in 1937 to receive and administer contributions for the support of the academic programs of the University of Georgia (UGA). During the year ended June 30, 2020, UGAF distributed \$61.4 million to UGA for both restricted and unrestricted purposes.

UGAF reports under FASB standards. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. The FASB reports were reclassified to the GASB presentation for external financial reporting purposes in these financial statements.

**University of Georgia Research Foundation, Inc.**

The University of Georgia Research Foundation (UGARF) is a legally separate, tax-exempt affiliated organization of the University of Georgia (UGA). The UGARF serves to enhance the research mission of UGA by securing sponsored research funding and by providing funding of special research initiatives. All UGA intellectual property developed through these research programs is managed by the UGARF. The seventeen-member board of the UGARF consists of designated UGA personnel, appointees of several UGA constituent groups, and individuals selected by the UGARF. All sponsored research awards are subcontracted to UGA, and other resources and related income are used to benefit the teaching, research, and outreach missions of UGA. During the year ended June 30, 2020, the UGARF distributed \$260.6 million to UGA for research contracts, \$3.4 million to UGA for restricted license and royalties, and \$3.8 million to UGA for both restricted and unrestricted support.

The UGARF includes one component unit, the UGA Real Estate Foundation, Inc. (UGAREF). The UGARF is the sole corporate member of the UGAREF, and its activities are included in the financial statements using a blended presentation. The UGAREF manages and improves various real estate assets for the benefit of UGA. The UGAREF may also provide support to the Board of Regents of the University System of Georgia and its affiliated institutions.

**University of North Georgia Real Estate Foundation, Inc.**

The University of North Georgia Real Estate Foundation, Inc. and Subsidiaries (UNGREF), is a nonprofit foundation exempt from federal and state income taxes under Internal Revenue Code Section 501(c)(3). The purpose of the UNGREF is to serve the needs and interest of the University of North Georgia (UNG) and to benefit and promote the well-being of its administration, faculty, staff, student body, and the people and communities served by UNG; and to acquire, lease, receive, accept, develop, manage, encumber, assign, sell, transfer and convey real property to be administered exclusively for charitable purposes for the benefit of UNG.

UNGREF reports under FASB standards. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. The FASB reports were reclassified to the GASB presentation for external financial reporting purposes in these financial statements.

**UWG Real Estate Foundation, Inc.**

UWG Real Estate Foundation, Inc. (UWGREF) is a legally separate, tax-exempt component unit of the University of West Georgia (UWG). The UWGREF constructs research and auxiliary buildings and facilities for use by UWG. The nine-member board of the UWGREF is self-perpetuating and consists of graduates and friends of UWG. Although UWG does not control the timing or amount of receipts from the UWGREF, the majority of resources or income thereon that the UWGREF holds and invests is restricted to real estate activities of UWG. During the year ended June 30, 2020, the UWGREF distributed approximately \$412,986 to UWG in support of capital outlay projects, scholarships and other supporting activities.

UWGREF reports under FASB standards. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. The FASB reports were reclassified to the GASB presentation for external financial reporting purposes in these financial statements.

**University System of Georgia Foundation, Inc.**

The University System of Georgia Foundation, Inc. (USGF) is a nonprofit foundation exempt from federal and state income taxes under Internal Revenue Code Section 501(c)(3), and was formed on August 10, 1995. The USGF was organized and operates under the laws of the State of Georgia to serve the needs and interests of the University System of Georgia (USG).

The USGF is a cooperative organization of the USG. Its mission is to advance the USG, as a whole, consistent with the priorities determined by the USGF Board of Trustees. The USGF's support comes primarily from contributions and grants from individuals and corporations and leasing activities within the USG. The USGF has four primary goals, which are: to cultivate private support for scholarships for students to attend USG institutions, to serve as the administrative center for private grants awarded to USG office staff in "Research and Development (R&D) Centers" that feature the strategic priorities of the Board of Regents and that involve multiple USG institutions, to provide support to the Office of the Chancellor of the USG, and to facilitate financing of capital improvement projects at USG institutions.

USGF reports under FASB standards. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. The FASB reports were reclassified to the GASB presentation for external financial reporting purposes in these financial statements.

**VSU Auxiliary Services Real Estate Foundation, Inc.**

The VSU Auxiliary Services Real Estate Foundation, Inc. (VSUREF) was organized to support Valdosta State University (VSU) in its mission to provide excellent higher education to its constituencies, and to provide broad advice, consultation and support to the President of VSU. The VSUREF's primary efforts are directed toward developing VSU's facilities and infrastructure as identified in the strategic planning process and the master plan of VSU. In addition, the VSUREF may provide such services as administration of assets, advice, consultation and support to the Board of Regents and the colleges and universities of the University System of Georgia and their affiliated support organizations. The VSUREF's primary source of revenue are lease payments, and repairs and maintenance and other fees received from the Board of Regents.

The VSU Auxiliary Services Real Estate Foundation, Inc (VSUREF) is a private nonprofit organization that reports under FASB standards. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. The FASB reports were reclassified to the GASB presentation for external financial reporting purposes in these financial statements. The VSUREF's fiscal year is January 1 through December 31.

**Elimination and Consolidation Entries**

As part of the consolidation process, the USG makes certain adjustments to component unit balances to present the information in a comparable and consistent manner, eliminate duplicated transactions, eliminate intra-component unit assets and liabilities, and correct departures from GAAP. These adjustments are summarized below:

- GTF uses different capital lease implicit interest rates than GT. An adjustment was made to report these leases consistently between component units and the USG. This adjustment decreased investments in capital leases (\$14.0 million), decreased beginning net position (\$16.4 million), and increased revenues (\$2.4 million).

- AUF grosses up investments in capital leases for interest to be received in future periods. All other component units report investments in capital leases net of interest to be received in future periods. An adjustment was made to net AUF's interest to be received in future periods with investments in capital leases. This adjustment decreased investments in capital leases (\$6.7 million) and advances (\$6.7 million).
- GSUAA reports pledge receivables that are also reported by GSUF. An adjustment was made to eliminate these duplicative transactions. This adjustment decreased pledges receivable (\$4.7 million), investments (\$3.6 million), beginning net position (\$8.9 million), revenues (\$1.0 million), and expenses (\$1.6 million).
- Some component units hold investments on behalf of other component units. An adjustment was made to eliminate duplicative investment balances. This adjustment decreased investments (\$170.2 million) and liabilities (\$170.2 million).
- An adjustment was made to eliminate intra-component unit receivables and payables in the amount of \$5.4 million.
- An adjustment was made to record investment income for the Board of Regents Pooled Investment Program omitted by various component units. This adjustment increased investments (\$425.5 thousand) and investment income (\$425.5 thousand).
- Other reclassifications were made to move \$41.1 million from accounts payable to interest payable for consistent reporting with the State's CAFR.

### Selected Financial Disclosures

Combined component unit's endowments are comprised of the following amounts at June 30, 2020:

	Without Donor Restriction	With Donor Restriction	Total
Beginning Balance Originally Reported	\$ 288,557,870	\$ 2,848,457,796	\$ 3,137,015,666
Adjustment to Beginning Balance	(203,658)		(203,658)
Beginning Balance, Restated	288,354,212	2,848,457,796	3,136,812,008
Contributions	4,616,380	96,993,491	101,609,871
Net realized and unrealized gains	3,419,022	33,965,696	37,384,718
Appropriation of endowment assets for expenditure	(8,427,025)	(111,088,129)	(119,515,154)
Transfers to comply with donor intent	(168,230)	(915,742)	(1,083,972)
Other	6,978,221	2,561,082	9,539,303
Ending	<u>\$ 294,772,580</u>	<u>\$ 2,869,974,194</u>	<u>\$ 3,164,746,774</u>

The ending balance is reported on the Statement of Net Position as follows:

#### Net Position

Restricted for:			
Nonexpendable	\$ —	\$ 2,356,477,864	\$ 2,356,477,864
Expendable	(8,277)	513,496,330	513,488,053
Unrestricted	294,780,857	—	294,780,857
Total Net Position	<u>\$ 294,772,580</u>	<u>\$ 2,869,974,194</u>	<u>\$ 3,164,746,774</u>



Combined component unit's investments are comprised of the following amounts at June 30, 2020:

Investment type	Fair Value	Fair Value Hierarchy			
		Level 1	Level 2	Level 3	NAV
Debt Securities					
U.S. Treasuries	\$ 128,164,742	\$ 95,782,564	\$ 32,382,178	\$ —	\$ —
U.S. Agencies					
Explicitly Guaranteed	2,130,973	—	2,130,973	—	—
Implicitly Guaranteed	149,214,348	135,148,274	14,066,074	—	—
Bond Securities	168,327,405	145,367,102	21,924,303	—	1,036,000
Corporate Debt	102,742,010	23,750,979	78,991,031	—	—
General Obligation Bonds	18,429,074	18,429,074	—	—	—
Money Market Mutual Funds	133,792,529	133,309,486	126,648	—	356,395
Municipal Obligations	11,785,006	—	11,785,006	—	—
Mutual Bond Funds	100,432,874	59,144,949	41,287,925	—	—
Certificates of Deposits	1,000,000	1,000,000	—	—	—
Repurchase Agreements	60,307,963	26,110,702	34,197,261	—	—
Other Investments					
Equity Mutual Funds - Domestic	213,588,993	213,027,332	561,661	—	—
Equity Mutual Funds - International	361,249,688	314,226,085	7,581,873	—	39,441,730
Equity Securities - Domestic	386,344,389	385,980,389	—	—	364,000
Equity Securities - International	406,175,517	389,920,517	—	—	16,255,000
Hedge Funds	658,733,962	—	—	—	658,733,962
Hedge Fund Limited Partnerships	280,518,615	—	—	—	280,518,615
Private Equities	357,936,000	—	—	—	357,936,000
Private Equity Limited Partnerships	392,763,687	—	—	—	392,763,687
Natural Resources	62,453,703	—	—	—	62,453,703
Real Estate Held for Investment Purposes	69,802,700	—	—	69,802,700	—
Real Estate Investment Trusts	78,384,083	34,564,880	—	—	43,819,203
Other	113,844,485	(894,573)	13,243,872	16,940,091	84,555,095
Total Investments	\$ 4,258,122,746	\$ 1,974,867,760	\$ 258,278,805	\$ 86,742,791	\$ 1,938,233,390
Investment Pools					
Board of Regents (Held by USG)					
Short-Term Fund	82,533,142				
Legal Fund	555,641				
Balanced Income Fund	11,958,016				
Total Return Fund	154,754				
Diversified Fund	1,455,702				
Diversified Fund for Foundations	23,431,364				
Total Investments	\$ 4,378,211,365				

Component unit investments of \$114,746,257 are reported as cash and cash equivalents on the Statement of Net Position.

Combined amounts due to component units related to direct financing lease activity as of June 30, 2020 is as follows:

	Total	Due from USG Institutions	Due from Other Parties
Year Ending June 30:			
2021	\$ 199,722,878	\$ 198,247,265	\$ 1,475,613
2022	206,426,507	204,305,283	2,121,224
2023	200,541,746	198,424,572	2,117,174
2024	200,871,269	198,758,532	2,112,737
2025	201,970,269	199,861,676	2,108,593
Thereafter	2,705,562,247	2,443,754,720	261,807,527
Total minimum lease payments to be received	3,715,094,916	3,443,352,048	271,742,868
Unearned Income	(1,385,177,218)	(1,132,799,287)	(252,377,931)
Net Investment in Direct Financing Lease	<u>\$ 2,329,917,698</u>	<u>\$ 2,310,552,761</u>	<u>\$ 19,364,937</u>

Combined component unit's capital assets are comprised of the following amounts at June 30, 2020:

	Total
Capital Assets, Not Being Depreciated:	
Land	\$ 211,260,144
Capitalized Collections	7,996,707
Construction Work-in-Progress	101,715,037
Software Development-in-Progress	3,623,967
Total Capital Assets Not Being Depreciated	<u>324,595,855</u>
Capital Assets, Being Depreciated/Amortized:	
Infrastructure	4,281,099
Building and Building Improvements	1,018,548,151
Facilities and Other Improvements	258,211,313
Equipment	340,643,626
Capital Leases	66,936,210
Patents, Trademarks, and Copyrights	160,000
Software	38,783,818
Total Capital Assets being Depreciated/Amortized	<u>1,727,564,217</u>
Less Total Accumulated Depreciation/Amortization	<u>780,281,616</u>
Total Capital Assets being Depreciated/Amortized, Net	<u>947,282,601</u>
Capital Assets, Net	<u>\$ 1,271,878,456</u>

Combined component unit's long-term liabilities are comprised of the following amounts at June 30, 2020:

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts due within One Year
Claims and Judgments	\$ 1,580,624	\$ —	\$ 976,692	\$ 603,932	\$ 250,000
Compensated Absences	21,341,066	7,820,689	4,673,384	24,488,371	24,322,460
Lease Purchase Obligation (Capital Lease)	83,549,890	13,699,537	11,633,914	85,615,513	8,749,861
Liabilities under Split Interest Agreement	28,920,037	2,668,000	2,167,273	29,420,764	2,481,811
Notes and Loans Payable	277,004,283	72,270,619	110,496,690	238,778,212	36,344,182
Note (Discount)/Cost of Issuance	(1,937,790)	(23,212)	(146,104)	(1,814,898)	—
Interest Rate Swap	37,493,371	11,306,354	4,854,779	43,944,946	—
Net Other Post Employment Benefits Liability	6,758,623	1,046,540	1,163,834	6,641,329	—
Revenue/Mortgage Bonds Payable	3,152,016,394	409,154,188	344,213,556	3,216,957,026	190,713,299
Bond - Premium	193,316,607	45,059,940	24,229,845	214,146,702	—
Bond - (Discount)/Cost of Issuance	(50,663,019)	(1,623,788)	(5,899,024)	(46,387,783)	—
Total Long Term Liabilities	<u>\$ 3,749,380,086</u>	<u>\$ 561,378,867</u>	<u>\$ 498,364,839</u>	<u>\$ 3,812,394,114</u>	<u>\$ 262,861,613</u>

Combined component unit's capital lease obligations are comprised of the following amounts at June 30, 2020:

Year ending June 30:	
2021	\$ 13,172,243
2022	12,506,863
2023	11,415,376
2024	9,939,603
2025	9,096,039
2026 through 2030	35,093,143
2031 through 2035	22,713,607
Total minimum lease payments	113,936,874
Less: Interest	28,321,361
Principal Outstanding	<u>\$ 85,615,513</u>

Combined component unit's notes and loans are comprised of the following amounts at June 30, 2020:

	Principal	Interest	Total
Year ending June 30:			
2021	\$ 36,344,182	\$ 8,044,425	\$ 44,388,607
2022	19,671,453	7,522,772	27,194,225
2023	7,938,794	7,049,814	14,988,608
2024	63,087,767	5,841,978	68,929,745
2025	6,990,048	4,091,144	11,081,192
2026 through 2030	52,460,005	15,589,848	68,049,853
2031 through 2035	26,945,869	7,728,743	34,674,612
2036 through 2040	21,069,477	4,184,557	25,254,034
2041 through 2045	4,270,617	1,177,226	5,447,843
	238,778,212	61,230,507	300,008,719
Note Discount/Cost of Issuance	(1,814,898)	—	(1,814,898)
Total	<u>\$ 236,963,314</u>	<u>\$ 61,230,507</u>	<u>\$ 298,193,821</u>

Combined component unit's bonds payable are comprised of the following amounts at June 30, 2020:

	Principal	Interest	Total
Year ending June 30:			
2021	\$ 190,713,299	\$ 129,956,867	\$ 320,670,166
2022	145,418,558	126,298,821	271,717,379
2023	119,261,152	121,230,453	240,491,605
2024	127,634,017	115,905,839	243,539,856
2025	135,887,000	110,162,909	246,049,909
2026 through 2030	767,873,000	454,614,177	1,222,487,177
2031 through 2035	758,195,000	282,873,780	1,041,068,780
2036 through 2040	610,095,000	138,827,375	748,922,375
2041 through 2045	196,780,000	48,435,678	245,215,678
2046 through 2050	155,350,000	18,545,341	173,895,341
2051 through 2055	9,750,000	660,668	10,410,668
	3,216,957,026	1,547,511,908	4,764,468,934
Bond Premium	214,146,702	—	214,146,702
Bond Discount/Cost of Issuance	(46,387,783)	—	(46,387,783)
Total	<u>\$ 3,384,715,945</u>	<u>\$ 1,547,511,908</u>	<u>\$ 4,932,227,853</u>

# Required Supplementary Information



**UNIVERSITY SYSTEM OF GEORGIA  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF CONTRIBUTIONS  
DEFINED BENEFIT PENSION PLANS  
FOR THE LAST TEN YEARS**

	Year Ended	Actuarially Determined Contribution (a)	Contributions in Relation to the Actuarially Determined Contribution (b)	Contribution Deficiency (Excess) (a-b)	Covered Payroll (c)	Contributions as a Percentage of Covered Payroll (b/c)
Early Retirement Plan	June 30, 2020	\$ 11,474,114	\$ 11,474,114	\$ —	N/A	N/A
	June 30, 2019	\$ 11,521,141	\$ 13,084,672	\$ (1,563,531)	N/A	N/A
	June 30, 2018	\$ 11,767,714	\$ 13,084,672	\$ (1,316,958)	N/A	N/A
	June 30, 2017	\$ 12,107,903	\$ 13,084,672	\$ (976,769)	N/A	N/A
	June 30, 2016	\$ 12,760,669	\$ 13,084,672	\$ (324,003)	N/A	N/A
	June 30, 2015	\$ 12,996,582	\$ 13,084,672	\$ (88,090)	N/A	N/A
	June 30, 2014	\$ 13,045,051	\$ 13,084,672	\$ (39,621)	N/A	N/A
	June 30, 2013	\$ 13,055,907	\$ 13,225,850	\$ (169,943)	N/A	N/A
	June 30, 2012	\$ 12,861,601	\$ 13,225,850	\$ (364,249)	N/A	N/A
	June 30, 2011	\$ 12,973,559	\$ 13,225,850	\$ (252,291)	N/A	N/A
Employees' Retirement System	June 30, 2020	\$ 3,258,317	\$ 3,258,317	\$ —	\$ 13,138,687	24.80%
	June 30, 2019	\$ 3,537,809	\$ 3,537,809	\$ —	\$ 13,094,926	27.02%
	June 30, 2018	\$ 3,201,803	\$ 3,201,803	\$ —	\$ 12,768,728	25.08%
	June 30, 2017	\$ 2,963,115	\$ 2,963,115	\$ —	\$ 11,464,596	25.85%
	June 30, 2016	\$ 2,674,110	\$ 2,674,110	\$ —	\$ 10,285,916	26.00%
	June 30, 2015	\$ 2,094,605	\$ 2,094,605	\$ —	\$ 9,219,622	22.72%
	June 30, 2014	\$ 1,631,633	\$ 1,631,633	\$ —	\$ 8,690,850	18.77%
	June 30, 2013	\$ 1,238,577	\$ 1,238,577	\$ —	\$ 8,312,597	14.90%
	June 30, 2012	\$ 896,604	\$ 896,604	\$ —	\$ 7,701,668	11.64%
	June 30, 2011	\$ 709,947	\$ 709,947	\$ —	\$ 6,819,856	10.41%
Teachers Retirement System	June 30, 2020	\$ 413,414,639	\$ 413,414,639	\$ —	\$ 1,953,490,339	21.16%
	June 30, 2019	\$ 391,455,859	\$ 391,455,859	\$ —	\$ 1,866,677,068	20.97%
	June 30, 2018	\$ 303,975,717	\$ 303,975,717	\$ —	\$ 1,806,029,773	16.83%
	June 30, 2017	\$ 246,086,468	\$ 246,086,468	\$ —	\$ 1,724,389,667	14.27%
	June 30, 2016	\$ 232,397,988	\$ 232,397,988	\$ —	\$ 1,626,552,148	14.29%
	June 30, 2015	\$ 203,874,344	\$ 203,874,344	\$ —	\$ 1,542,770,677	13.21%
	June 30, 2014	\$ 181,383,954	\$ 181,383,954	\$ —	\$ 1,477,068,029	12.28%
	June 30, 2013	\$ 164,293,969	\$ 164,293,969	\$ —	\$ 1,439,912,086	11.41%
	June 30, 2012	\$ 148,193,749	\$ 148,193,749	\$ —	\$ 1,441,573,434	10.28%
	June 30, 2011	\$ 143,479,549	\$ 143,479,549	\$ —	\$ 1,395,715,457	10.28%

**UNIVERSITY SYSTEM OF GEORGIA  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
MULTIPLE EMPLOYER DEFINED BENEFIT PENSION PLANS  
FOR THE LAST SIX FISCAL YEARS\***

	Year Ended	Proportion of the Net Pension Liability	Proportionate Share of the Net Pension Liability	Covered Payroll	Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
Employees' Retirement System	June 30, 2020	0.515220 %	\$ 21,260,714	\$ 13,094,926	162.36 %	76.74 %
	June 30, 2019	0.502234 %	\$ 20,647,007	\$ 12,768,728	161.70 %	76.68 %
	June 30, 2018	0.465664 %	\$ 18,912,176	\$ 11,464,596	164.96 %	76.33 %
	June 30, 2017	0.439281 %	\$ 20,881,541	\$ 10,285,916	203.01 %	72.34 %
	June 30, 2016	0.400000 %	\$ 16,237,112	\$ 9,219,622	176.11 %	76.20 %
	June 30, 2015	0.390000 %	\$ 14,722,566	\$ 8,690,850	169.40 %	77.99 %
Teachers Retirement System	June 30, 2020	15.342644 %	\$ 3,299,083,324	\$ 1,866,677,068	176.74 %	78.56 %
	June 30, 2019	15.231314 %	\$ 2,827,258,134	\$ 1,806,029,773	156.55 %	80.27 %
	June 30, 2018	15.047800 %	\$ 2,796,679,979	\$ 1,724,389,667	162.18 %	79.33 %
	June 30, 2017	14.868689 %	\$ 3,067,576,327	\$ 1,626,552,148	188.59 %	76.06 %
	June 30, 2016	14.740000 %	\$ 2,243,998,382	\$ 1,542,770,677	145.45 %	81.44 %
	June 30, 2015	14.520000 %	\$ 1,835,025,616	\$ 1,477,068,029	124.23 %	84.03 %

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

**UNIVERSITY SYSTEM OF GEORGIA  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF EMPLOYERS' AND NONEMPLOYERS' NET PENSION LIABILITY  
EARLY RETIREMENT PLAN - AUGUSTA UNIVERSITY  
SINGLE EMPLOYER DEFINED BENEFIT PENSION PLAN  
FOR THE LAST SEVEN FISCAL YEARS\***

	2020	2019	2018	2017	2016	2015	2014
Total Pension Liability	\$144,974,323	\$146,605,709	\$148,863,688	\$149,152,995	\$151,817,059	\$143,780,226	\$145,384,819
Plan Fiduciary Net Position	(105,142,271)	(105,375,867)	(99,022,119)	(90,408,065)	(80,322,348)	(79,125,737)	(76,193,610)
Net Pension Liability	<u>\$39,832,052</u>	<u>\$41,229,842</u>	<u>\$49,841,569</u>	<u>\$58,744,930</u>	<u>\$71,494,711</u>	<u>\$64,654,489</u>	<u>\$69,191,209</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	72.52 %	71.88 %	66.52 %	60.61 %	52.91 %	55.03 %	52.41 %
Covered Payroll	— %	— %	— %	— %	— %	— %	— %
Employers' and Nonemployers' Net Pension Liability as a Percentage of Covered Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A

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



**UNIVERSITY SYSTEM OF GEORGIA  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF CHANGES IN NET PENSION LIABILITY  
EARLY RETIREMENT PLAN - AUGUSTA UNIVERSITY  
SINGLE EMPLOYER DEFINED BENEFIT PENSION PLAN  
FOR THE LAST SEVEN FISCAL YEARS\***

	2020	2019	2018	2017	2016	2015	2014
<u>Total Pension Liability</u>							
Interest	\$ 10,461,152	\$ 10,636,036	\$ 10,669,543	\$ 10,875,630	\$ 10,278,138	\$ 10,405,981	\$ 10,607,438
Differences Between Expected and Actual Experience	393,469	1,581,985	664,493	77,619	1,349,554	1,266,248	(127,876)
Changes of Assumptions	1,761,370	(376,246)	2,161,493	—	9,885,919	—	—
Benefit Payments/ Refunds	<u>(14,247,377)</u>	<u>(14,099,754)</u>	<u>(13,784,836)</u>	<u>(13,617,313)</u>	<u>(13,476,778)</u>	<u>(13,276,822)</u>	<u>(13,054,512)</u>
Net Change in Total Pension Liability	(1,631,386)	(2,257,979)	(289,307)	(2,664,064)	8,036,833	(1,604,593)	(2,574,950)
Total Pension Liability - Beginning	<u>146,605,709</u>	<u>148,863,688</u>	<u>149,152,995</u>	<u>151,817,059</u>	<u>143,780,226</u>	<u>145,384,819</u>	<u>147,959,769</u>
Total Pension Liability - Ending (a)	<u>\$ 144,974,323</u>	<u>\$ 146,605,709</u>	<u>\$ 148,863,688</u>	<u>\$ 149,152,995</u>	<u>\$ 151,817,059</u>	<u>\$ 143,780,226</u>	<u>\$ 145,384,819</u>
<u>Plan Fiduciary Net Position</u>							
Contributions - Employer	\$ 11,474,114	\$ 13,084,672	\$ 13,084,672	\$ 13,084,672	\$ 13,084,672	\$ 13,084,672	\$ 13,084,672
Net Investment Income	2,539,667	7,368,830	9,314,218	10,618,358	1,588,717	3,124,277	11,727,751
Benefit Payments/ Refunds	<u>(14,247,377)</u>	<u>(14,099,754)</u>	<u>(13,784,836)</u>	<u>(13,617,313)</u>	<u>(13,476,778)</u>	<u>(13,276,822)</u>	<u>(13,054,512)</u>
Net Change in Plan Fiduciary Net Position	(233,596)	6,353,748	8,614,054	10,085,717	1,196,611	2,932,127	11,757,911
Plan Fiduciary Net Position - Beginning	<u>105,375,867</u>	<u>99,022,119</u>	<u>90,408,065</u>	<u>80,322,348</u>	<u>79,125,737</u>	<u>76,193,610</u>	<u>64,435,699</u>
Plan Fiduciary Net Position - Ending (b)	<u>\$ 105,142,271</u>	<u>\$ 105,375,867</u>	<u>\$ 99,022,119</u>	<u>\$ 90,408,065</u>	<u>\$ 80,322,348</u>	<u>\$ 79,125,737</u>	<u>\$ 76,193,610</u>
Net Pension Liability Ending (a - b)	<u>\$ 39,832,052</u>	<u>\$ 41,229,842</u>	<u>\$ 49,841,569</u>	<u>\$ 58,744,930</u>	<u>\$ 71,494,711</u>	<u>\$ 64,654,489</u>	<u>\$ 69,191,209</u>

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

**UNIVERSITY SYSTEM OF GEORGIA  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF INVESTMENT RETURNS  
EARLY RETIREMENT PLAN - AUGUSTA UNIVERSITY  
SINGLE EMPLOYER DEFINED BENEFIT PENSION PLAN  
FOR THE LAST SEVEN FISCAL YEARS\***

	2020	2019	2018	2017	2016	2015	2014
Annual Money-Weighted Rate of Return, Net of Investment Expense	2.43 %	7.53 %	10.42 %	13.39 %	2.02 %	4.13 %	18.35 %

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

**UNIVERSITY SYSTEM OF GEORGIA  
REQUIRED SUPPLEMENTARY INFORMATION  
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION  
DEFINED BENEFIT PENSION PLANS  
METHODS AND ASSUMPTIONS  
FOR FISCAL YEAR ENDED JUNE 30, 2020**

Changes of assumptions

Early Retirement Plan:

The expectation of retired life mortality was updated to the most recent scale published by the Society of Actuaries to better recognize current and future mortality improvements. The discount rate was lowered from 7.50% to 7.25% to better reflect current capital market expectations.

Employees' Retirement System:

Changes of assumptions: On December 17, 2015, the Board adopted recommended changes to the economic and demographic assumptions utilized by the System. Primary among the changes were the updates to rates of mortality, retirement, disability, withdrawal and salary increases.

On March 15, 2018, the Board adopted a new funding policy. Because of this new funding policy, the assumed investment rate of return was reduced from 7.50% to 7.40% for June 30, 2017 actuarial valuation. In addition, based on the Board's new funding policy, the assumed investment rate of return was further reduced by 0.10% from 7.40% to 7.30% as of the June 30, 2018 Measurement Date.

Teachers Retirement System:

Changes of assumptions: In 2010 and later, the expectation of retired life mortality was changed to the RP-2000 Mortality Tables rather than the 1994 Group Annuity Mortality Table, which was used prior to 2010. In 2010, rates of withdrawal, retirement, disability and mortality were adjusted to more closely reflect actual experience. In 2010, assumed rates of salary increase were adjusted to more closely reflect actual and anticipated experience.

On November 18, 2015, the Board adopted recommended changes to the economic and demographic assumptions utilized by the System. Primary among the changes were the updates to rates of mortality, retirement, disability, withdrawal and salary increases. The expectation of retired life mortality was changed to RP-2000 White Collar Mortality Table with future mortality improvement projected to 2025 with the Society of Actuaries' projection scale BB (set forward one year for males).

On May 15, 2019, the Board adopted and recommended changes from the smoothed valuation interest rate methodology that has been in effect since June 30, 2009, to a constant interest rate method. In conjunction with the methodology, the long-term assumed rate of return in assets (discount rate) has been changed from 7.50% to 7.25%, and the assumed annual rate of inflation has been reduced from 2.75% to 2.50%.

Changes of benefit terms

Employees' Retirement System:

Two one-time 2% payments were granted to certain retirees and beneficiaries effective July 2018 and January 2019.

**UNIVERSITY SYSTEM OF GEORGIA  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF CONTRIBUTIONS  
DEFINED BENEFIT OPEB PLAN - BOARD OF REGENTS RETIREE HEALTH BENEFIT PLAN  
FOR THE LAST TEN YEARS  
(Dollars in thousands)**

Year Ended	Actuarially Determined Contribution (a)	Contributions in Relation to the Actuarially Determined Contribution (b)	Contribution Deficiency (Excess) (a-b)	Covered Employee Payroll (c)	Contributions as a Percentage of Covered Employee Payroll (b/c)
6/30/2020	\$ 417,744	\$ 102,792	\$ 314,952	\$ 3,622,124	2.84 %
6/30/2019	\$ 484,599	\$ 160,383	\$ 324,216	\$ 3,375,246	4.75 %
6/30/2018	\$ 467,338	\$ 158,420	\$ 308,918	\$ 3,218,771	4.92 %
6/30/2017	\$ 349,859	\$ 99,584	\$ 250,275	\$ 3,122,694	3.19 %
6/30/2016	\$ 295,192	\$ 111,814	\$ 183,378	\$ 3,087,013	3.62 %
6/30/2015	\$ 442,359	\$ 129,823	\$ 312,536	\$ 2,608,757	4.98 %
6/30/2014	\$ 403,314	\$ 120,926	\$ 282,388	\$ 2,594,800	4.66 %
6/30/2013	\$ 362,426	\$ 83,414	\$ 279,012	\$ 2,466,314	3.38 %
6/30/2012	\$ 345,298	\$ 88,836	\$ 256,462	\$ 2,526,212	3.52 %
6/30/2011	\$ 411,516	\$ 80,262	\$ 331,254	\$ 2,432,367	3.30 %

Notes to Schedule

Valuation Date	May 1, 2020. Update procedures were used to roll forward the total OPEB liability to June 30, 2020.
Cost Method	Entry Age Normal
Amortization Method	Closed amortization period for initial unfunded and subsequent actuarial gains/losses.
Asset Method	Fair Value
Investment Rate of Return	3.75%, net of OPEB plan investment expense, including inflation of 2.1%
Salary Increases	4.0%
Mortality Rates	Pub-2010 for Teachers (headcount weighted) projected with scale MP-2019
Healthcare Cost Trend	Pre-Medicare Eligible: 6.7% to 4.5% reached 2031; Medicare Eligible: 4.5% reached 2020
Experience Study	Economic and demographic assumptions are based on the results of the most recent actuarial experience study over the Plan, which covered a three-year period ending June 30, 2019. All other assumptions are based on the results of the most recent actuarial experience study of the Teachers Retirement System of Georgia, which covered the five year period ending June 30, 2014.

Changes in Assumptions Since Prior Valuation:

- Expected claims costs were updated to reflect actual claims experience.
- Trend rate schedule was updated to remove excise tax adjustment.
- Mortality improvement scale was updated from MP-2018 to MP-2019.
- The discount rate was updated from 3.50% as of June 30, 2019 to 2.21% as of June 30, 2020.
- The withdrawal rates were updated to better reflect anticipated future experience as the result of an assumption study.
- The coverage election assumption was updated to better reflect anticipated future experience as the result of an assumption study.
- The spousal coverage assumption was updated to better reflect anticipated future experience as the result of an assumption study.
- The spousal age difference assumption was updated to reflect anticipated future experience as the result of an assumption study.

Plan Changes:

HRA cost sharing for employees hired on or after January 1, 2013 and retiring after January 1, 2018 is based on a policy that ties years of service to the amount the USG contributes based on 22-tiers ranging from 100% for employees retiring with 30 years of service to 21% for employees retiring with 10 years of service.

**UNIVERSITY SYSTEM OF GEORGIA  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF CONTRIBUTIONS  
DEFINED BENEFIT OPEB PLAN - STATE EMPLOYERS' ASSURANCE DEPARTMENT RETIRED AND VESTED  
INACTIVE MEMBERS PLAN  
FOR THE LAST THREE YEARS\*  
(Dollars in thousands)**

Year Ended	Contractually Required Contribution (a)	Contributions in Relation to the Contractually Required Contribution (b)	Contribution Deficiency (Excess) (a-b)	Covered Payroll (c)	Contributions as a Percentage of Covered Payroll (b/c)
6/30/2020	\$ —	\$ —	\$ —	\$ 13,139	—%
6/30/2019	\$ —	\$ —	\$ —	\$ 13,095	—%
6/30/2018	\$ —	\$ —	\$ —	\$ 12,769	—%

Actuarial Cost Method: Entry Age; Amortization Method: Level percent, open; Remaining Amortization Period: Dollar Infinite; Asset Valuation Method: Fair Value of Assets; Inflation: 2.75%; Salary Increases: 3.25%-7.00% ERS, 4.50% GJRS; Investment Rate of Return: 7.30%, Including Inflation; Cost of Living Adjustment: N/A.

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

**UNIVERSITY SYSTEM OF GEORGIA  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF PROPORTIONATE SHARE OF THE NET OPEB ASSET  
COST SHARING MULTIPLE EMPLOYER DEFINED BENEFIT OPEB PLAN  
FOR THE LAST THREE FISCAL YEARS\***

	Year Ended	Proportion of the Net OPEB Asset	Proportionate Share of the Net OPEB Asset	Covered Payroll	Proportionate Share of the Net OPEB Asset as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB Asset
State Employees' Assurance Department Retired and Vested Inactive Members Plan	6/30/2020	1.014470 %	\$ 2,868,572	\$ 13,094,926	21.91 %	129.73 %
	6/30/2019	0.924253 %	\$ 2,501,455	\$ 12,768,728	19.59 %	129.46 %
	6/30/2018	0.786570 %	\$ 2,044,332	\$ 11,454,514	17.85 %	130.17 %

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

**UNIVERSITY SYSTEM OF GEORGIA  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF CHANGES IN NET OPEB LIABILITY  
BOARD OF REGENTS RETIREE HEALTH BENEFIT PLAN  
SINGLE EMPLOYER DEFINED BENEFIT OPEB PLAN  
FOR THE LAST FOUR FISCAL YEARS\***

	2020	2019	2018	2017
<u>Total OPEB Liability</u>				
Service Cost	226,809,211	217,647,848	\$ 236,916,639	\$ 211,512,614
Interest	167,864,600	180,172,887	158,222,522	124,612,066
Changes in Benefit Terms	(81,916,693)	(11,210,551)		
Differences Between Expected and Actual Experience	94,947,695	(29,667,255)	264,729,331	123,090,290
Changes of Assumptions	564,180,356	(129,153,450)	(310,106,837)	(347,330,873)
Benefit Payments/Refunds	(94,210,620)	(98,563,146)	(90,548,660)	(89,653,306)
Net Change in Total OPEB Liability	877,674,549	129,226,333	259,212,995	22,230,791
Total OPEB Liability - Beginning	4,616,022,423	4,486,796,090	4,227,583,095	4,205,352,304
Total OPEB Liability - Ending (a)	<u>5,493,696,972</u>	<u>4,616,022,423</u>	<u>\$4,486,796,090</u>	<u>\$4,227,583,095</u>
<u>Plan Fiduciary Net Position</u>				
Contributions - Employer	102,792,000	160,383,000	\$ 158,419,937	\$ 99,583,903
Net Investment Income	7,527,156	7,126,020	801,316	72,961
Administrative Expense	(585,257)	(536,437)	(484,825)	(5,044,837)
Benefit Payments/Refunds	(94,210,620)	(98,563,146)	(90,548,660)	(89,653,306)
Net Change in Plan Fiduciary Net Position	15,523,279	68,409,437	68,187,768	4,958,721
Plan Fiduciary Net Position - Beginning	144,454,428	76,044,991	7,857,223	2,898,502
Plan Fiduciary Net Position - Ending (b)	<u>159,977,707</u>	<u>144,454,428</u>	<u>\$ 76,044,991</u>	<u>\$ 7,857,223</u>
Net OPEB Liability Ending (a - b)	<u>5,333,719,265</u>	<u>4,471,567,995</u>	<u>\$4,410,751,099</u>	<u>\$4,219,725,872</u>

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

**UNIVERSITY SYSTEM OF GEORGIA  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF NET OPEB LIABILITY  
BOARD OF REGENTS RETIREE HEALTH BENEFIT PLAN  
SINGLE EMPLOYER DEFINED BENEFIT OPEB PLAN  
FOR THE LAST FOUR FISCAL YEARS\***

	2020	2019	2018	2017
Total OPEB Liability	\$5,493,696,972	\$4,616,022,423	\$ 4,486,796,090	\$ 4,227,583,095
Plan Fiduciary Net Position	159,977,707	144,454,428	76,044,991	7,857,223
Net OPEB Liability	<u>\$5,333,719,265</u>	<u>\$4,471,567,995</u>	<u>\$ 4,410,751,099</u>	<u>\$ 4,219,725,872</u>
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	2.91 %	3.13 %	1.69%	0.19%
Covered Employee Payroll	\$3,622,123,946	\$3,375,246,297	\$ 3,218,771,744	\$ 3,122,694,102
Net OPEB Liability as a Percentage of Covered Employee Payroll	147.25%	132.48%	137.03%	135.13%

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



**UNIVERSITY SYSTEM OF GEORGIA**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**SCHEDULE OF INVESTMENT RETURNS**  
**BOARD OF REGENTS RETIREE HEALTH BENEFIT PLAN**  
**SINGLE EMPLOYER DEFINED BENEFIT OPEB PLAN**  
**FOR THE LAST FOUR FISCAL YEARS\***

	2020	2019	2018	2017
Annual Money-Weighted Rate of Return, Net of Investment Expense	5.27 %	7.99 %	2.85 %	0.99 %

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

**UNIVERSITY SYSTEM OF GEORGIA  
REQUIRED SUPPLEMENTARY INFORMATION  
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION  
DEFINED BENEFIT OPEB PLANS  
METHODS AND ASSUMPTIONS  
FOR FISCAL YEAR ENDED JUNE 30, 2020**

**Board of Regents Retiree Health Benefit Plan**

*Changes in Assumptions Since Prior Valuation*

- Expected claims costs were updated to reflect actual claims experience.
- Trend rate schedule was updated to remove excise tax adjustment.
- Mortality improvement scale was updated from MP-2018 to MP-2019.
- The discount rate was updated from 3.50% as of June 30, 2019 to 2.21% as of June 30, 2020.
- The withdrawal rates were updated to better reflect anticipated future experience as the result of an assumption study.
- The coverage election assumption was updated to better reflect anticipated future experience as the result of an assumption study.
- The spousal coverage assumption was updated to better reflect anticipated future experience as the result of an assumption study.
- The spousal age difference assumption was updated to reflect anticipated future experience as the result of an assumption study.

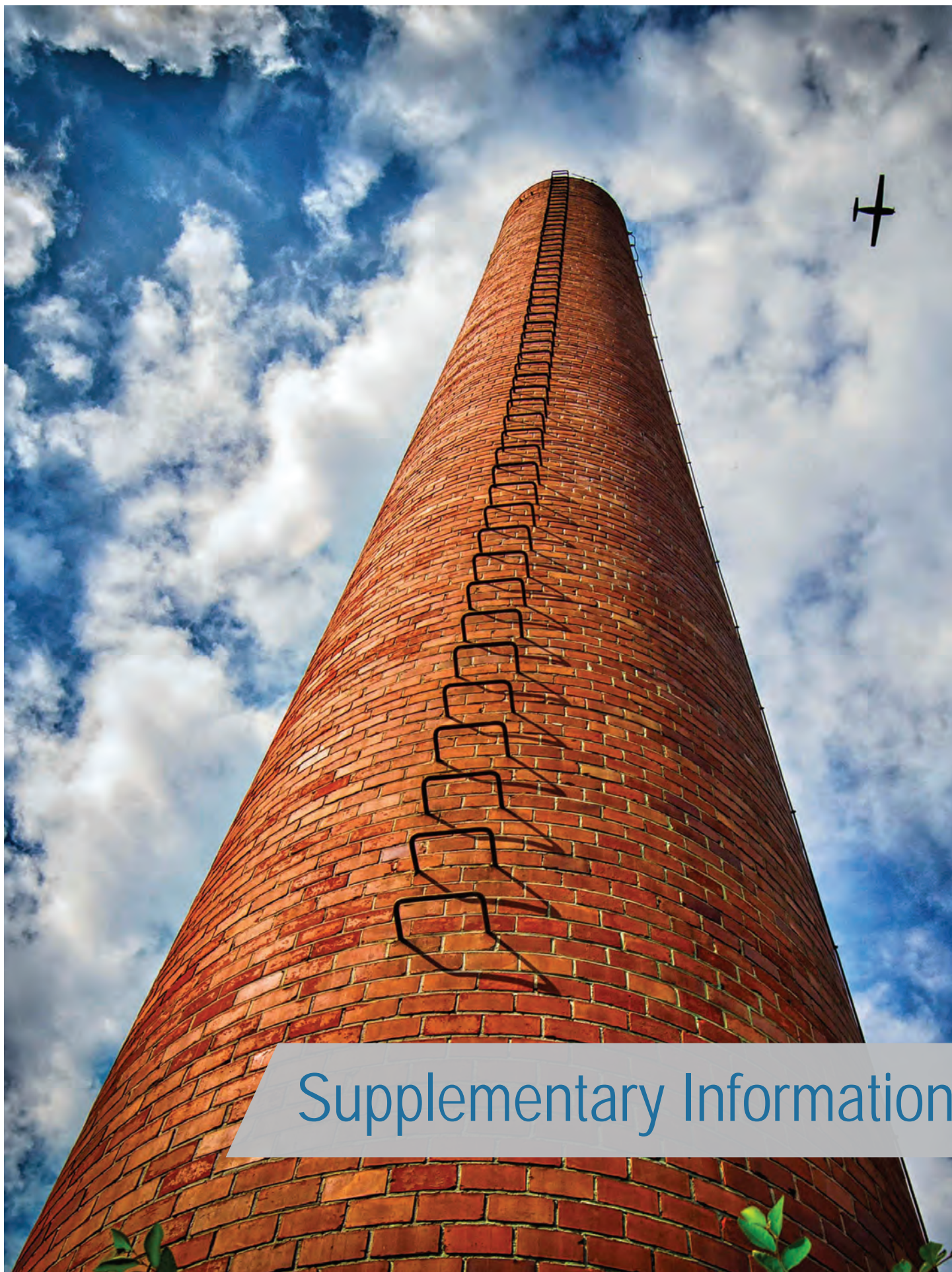
*Plan Changes:*

HRA cost sharing for employees hired on or after January 1, 2013 and retiring after January 1, 2018 is based on a policy that ties years of service to the amount the USG contributes based on 22-tiers ranging from 100% for employees retiring with 30 years of service to 21% for employees retiring with 10 years of service.

**State Employees' Assurance Department Retired and Vested Inactive Members Plan**

*Changes in Assumptions Since Prior Valuation*

On March 15, 2018, the Board adopted a new funding policy. Because of this new funding policy, the assumed investment rate of return was reduced from 7.50% to 7.40% for the June 30, 2017 actuarial valuation. In addition, based on the Board's new funding policy, the assumed investment rate of return was further reduced by 0.10% from 7.40% to 7.30% as of the June 30, 2018 Measurement Date.



Supplementary Information

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	Abraham Baldwin Agricultural College	Albany State University	Atlanta Metropolitan State College	Augusta University
<b>ASSETS</b>				
<b>Current Assets</b>				
Cash and Cash Equivalents	\$ 13,754,460	\$ 2,589,565	\$ 2,863,695	\$ 63,279,574
Cash and Cash Equivalents (Externally Restricted)	304,513	3,909,186	104,371	22,233,384
Short-term Investments	1,619,185	—	—	—
Short-term Investments (Externally Restricted)	—	—	—	—
Accounts Receivable, net	—	—	—	—
Federal Financial Assistance	352,318	2,635,790	710,066	9,301,035
Affiliated Organizations	62,764	45,912	1,647	564,627
Component Units	—	—	—	73,541,253
Other	855,911	2,701,210	297,801	14,472,684
Notes Receivable, net	—	—	—	—
Inventories	306,869	—	—	565,416
Prepaid Items	24,045	220,557	—	12,895,376
Other Assets	—	—	—	—
Total Current Assets	17,280,065	12,102,220	3,977,580	196,853,349
<b>Non-Current Assets</b>				
Accounts Receivable, net	—	—	—	—
Affiliated Organizations	—	—	—	—
Component Units	—	—	—	—
Due From USO - Capital Liability Reserve Fund	—	801,382	69,628	197,730
Other	—	—	—	—
Investments	—	—	—	31,593,326
Notes Receivable, net	111,326	58,272	—	1,692,880
Non-current Cash (Externally Restricted)	1,588	—	—	—
Short-term Investments (Externally Restricted)	—	—	—	—
Investments (Externally Restricted)	2,066,055	—	—	13,325,921
Capital Assets, net	56,644,733	202,734,860	40,876,667	673,925,919
Total Non-Current Assets	58,823,702	203,594,514	40,946,295	720,735,776
<b>TOTAL ASSETS</b>	<b>76,103,767</b>	<b>215,696,734</b>	<b>44,923,875</b>	<b>917,589,125</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
	\$ 10,548,588	\$ 17,319,676	\$ 4,978,939	\$ 153,990,747

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	Abraham Baldwin Agricultural College	Albany State University	Atlanta Metropolitan State College	Augusta University
<b>LIABILITIES</b>				
<b>Current Liabilities</b>				
Accounts Payable	\$ 744,357	\$ 1,055,025	\$ 324,971	\$ 21,380,532
Salaries Payable	256,127	401,627	201,186	3,626,798
Benefits Payable	90,548	136,150	14,366	116,579
Contracts Payable	—	61,580	—	146,167
Retainage Payable	—	40,153	—	255,126
Interest Payable (Added for SAO)	—	—	—	—
Due to Affiliated Organizations	—	—	—	134,403
Due to Component Units	—	—	—	1,946,993
Due to USO - Capital Liability Reserve Fund	—	—	—	—
Advances (Including Tuition and Fees)	615,469	5,165,707	468,358	34,822,017
Deposits	156,300	306,919	4,536	672
Deposits Held for Other Organizations	—	3,238	4,890	167,960
Other Liabilities	—	—	287,523	—
Notes and Loans Payable	—	—	—	—
Lease Purchase Obligations - External	5,987	3,359,241	223,170	1,092,063
Lease Purchase Obligations - Component Units	—	—	—	2,499,031
Pollution Remediation	—	—	—	—
Claims and Judgments	—	2,016,244	365,992	—
Compensated Absences	906,550	1,850,655	447,061	22,143,702
Total Current Liabilities	2,775,338	14,396,539	2,342,053	88,332,043
<b>Non-Current Liabilities</b>				
Advances (Including Tuition and Fees)	—	—	—	—
Notes and Loans Payable	—	—	—	—
Lease Purchase Obligations - External	—	93,278,694	9,042,563	1,342,992
Lease Purchase Obligations - Component Units	—	—	—	41,576,758
Claims and Judgments	—	825,926	276,903	—
Compensated Absences	637,146	789,115	118,103	24,766,995
Net Other Post Employment Benefits Liability	40,985,497	61,527,211	16,050,559	521,431,154
Net Pension Liability	26,600,354	45,696,855	13,892,467	412,325,702
Total Non-Current Liabilities	68,222,997	202,117,801	39,380,595	1,001,443,601
<b>TOTAL LIABILITIES</b>	<b>70,998,335</b>	<b>216,514,340</b>	<b>41,722,648</b>	<b>1,089,775,644</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
	\$ 11,980,928	\$ 28,989,090	\$ 6,695,820	\$ 84,049,297



**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	Abraham Baldwin Agricultural College	Albany State University	Atlanta Metropolitan State College	Augusta University
<b>NET POSITION</b>				
Net Investment in Capital Assets	\$ 56,638,746	\$ 103,466,964	\$ 31,610,934	\$ 628,740,197
Restricted for:				
Nonexpendable	1,985,669		—	2,628,560
Expendable	877,338	84,310	3,460	32,527,141
Capital Projects	—	—	—	—
Higher Education	—	—	—	—
Endowment	—	—	—	—
Unrestricted (Deficit)	(55,828,661)	(116,038,294)	(30,130,048)	(766,140,967)
<b>TOTAL NET POSITION</b>	<u>\$ 3,673,092</u>	<u>\$ (12,487,020)</u>	<u>\$ 1,484,346</u>	<u>\$ (102,245,069)</u>

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	Clayton State University	College of Coastal Georgia	Columbus State University	Dalton State College
<b>ASSETS</b>				
<b>Current Assets</b>				
Cash and Cash Equivalents	\$ 11,114,431	\$ 7,328,289	\$ 17,637,978	\$ 9,941,903
Cash and Cash Equivalents (Externally Restricted)	319,692	8,025	630,572	64,848
Short-term Investments	—	—	—	—
Short-term Investments (Externally Restricted)	—	—	—	—
Accounts Receivable, net				
Federal Financial Assistance	897,119	31,111	4,266,630	644,110
Affiliated Organizations	950,821	189,343	759,792	46,167
Component Units	—	—	—	—
Other	1,329,818	676,880	2,334,782	1,008,683
Notes Receivable, net	—	—	—	—
Inventories	7,214	35,620	—	8,323
Prepaid Items	160,633	110,248	228,241	98,436
Other Assets	—	—	—	—
Total Current Assets	<u>14,779,728</u>	<u>8,379,516</u>	<u>25,857,995</u>	<u>11,812,470</u>
<b>Non-Current Assets</b>				
Accounts Receivable, net				
Affiliated Organizations	990,440	—	—	—
Component Units	—	—	—	—
Due From USO - Capital Liability Reserve Fund	578,205	77,550	259,144	46,314
Other	—	—	—	—
Investments	—	—	2,301,376	—
Notes Receivable, net	6,188	—	664,224	—
Non-current Cash (Externally Restricted)	—	—	—	—
Short-term Investments (Externally Restricted)	—	—	—	—
Investments (Externally Restricted)	—	154,452	3,323,665	—
Capital Assets, net	<u>117,671,797</u>	<u>63,558,740</u>	<u>118,683,315</u>	<u>56,725,651</u>
Total Non-Current Assets	<u>119,246,630</u>	<u>63,790,742</u>	<u>125,231,724</u>	<u>56,771,965</u>
<b>TOTAL ASSETS</b>	<u>134,026,358</u>	<u>72,170,258</u>	<u>151,089,719</u>	<u>68,584,435</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
	\$ 15,887,014	\$ 7,360,139	\$ 20,975,898	\$ 7,990,144

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	Clayton State University	College of Coastal Georgia	Columbus State University	Dalton State College
<b>LIABILITIES</b>				
<b>Current Liabilities</b>				
Accounts Payable	\$ 2,296,414	\$ 754,043	\$ 3,164,318	\$ 800,045
Salaries Payable	365,050	210,098	401,959	165,288
Benefits Payable	125,902	63,295	189,668	125,615
Contracts Payable	—	38,142	84,448	12,354
Retainage Payable	—	—	8,577	25,497
Interest Payable (Added for SAO)	—	—	—	—
Due to Affiliated Organizations	4,000	—	—	—
Due to Component Units	—	—	—	—
Due to USO - Capital Liability Reserve Fund	—	—	—	—
Advances (Including Tuition and Fees)	1,725,042	502,332	3,801,206	278,329
Deposits	75,854	7,923	700	13,939
Deposits Held for Other Organizations	49,519	8,606	17,551	5,671
Other Liabilities	19,116	87	5,262	—
Notes and Loans Payable	—	—	—	—
Lease Purchase Obligations - External	—	278,974	204,517	—
Lease Purchase Obligations - Component Units	2,317,770	—	1,613,790	152,077
Pollution Remediation	—	—	—	—
Claims and Judgments	—	—	—	—
Compensated Absences	1,692,089	513,763	1,954,269	633,706
Total Current Liabilities	8,670,756	2,377,263	11,446,265	2,212,521
<b>Non-Current Liabilities</b>				
Advances (Including Tuition and Fees)	—	—	—	—
Notes and Loans Payable	—	—	—	—
Lease Purchase Obligations - External	—	9,158,837	—	—
Lease Purchase Obligations - Component Units	61,303,637	—	35,227,995	5,542,436
Claims and Judgments	—	—	—	—
Compensated Absences	754,622	335,573	1,215,972	310,758
Net Other Post Employment Benefits Liability	54,822,094	22,289,827	72,915,221	33,114,063
Net Pension Liability	37,613,154	14,875,603	51,403,839	18,945,380
Total Non-Current Liabilities	154,493,507	46,659,840	160,763,027	57,912,637
<b>TOTAL LIABILITIES</b>	<b>163,164,263</b>	<b>49,037,103</b>	<b>172,209,292</b>	<b>60,125,158</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
	\$ 18,297,135	\$ 4,591,846	\$ 14,856,639	\$ 6,598,282



**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	Clayton State University	College of Coastal Georgia	Columbus State University	Dalton State College
<b>NET POSITION</b>				
Net Investment in Capital Assets	\$ 44,959,003	\$ 52,930,489	\$ 79,412,154	\$ 50,511,541
Restricted for:				
Nonexpendable	1,650,680	68,879	2,203,716	—
Expendable	2,987	93,598	4,034,634	30,904
Capital Projects	—	—	—	—
Higher Education	—	—	—	—
Endowment	—	—	—	—
Unrestricted (Deficit)	(78,160,696)	(27,191,518)	(100,650,818)	(40,691,306)
<b>TOTAL NET POSITION</b>	<u>\$ (31,548,026)</u>	<u>\$ 25,901,448</u>	<u>\$ (15,000,314)</u>	<u>\$ 9,851,139</u>

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	East Georgia State College	Fort Valley State University	Georgia College & State University	Georgia Gwinnett College
<b>ASSETS</b>				
<b>Current Assets</b>				
Cash and Cash Equivalents	\$ 3,094,834	\$ 7,817,693	\$ 25,356,980	\$ 43,816,309
Cash and Cash Equivalents (Externally Restricted)	120,276	2,210,044	1,035,264	286,728
Short-term Investments	—	—	—	—
Short-term Investments (Externally Restricted)	—	—	—	—
Accounts Receivable, net				
Federal Financial Assistance	1,655,234	3,064,702	373,316	3,917,458
Affiliated Organizations	5,576	1,401,885	9,557	—
Component Units	—	—	179,851	26,934
Other	555,432	1,837,166	1,442,111	551,637
Notes Receivable, net	—	—	—	—
Inventories	15,298	—	223,226	—
Prepaid Items	5,778	9,204	937,462	456,250
Other Assets	—	—	—	—
Total Current Assets	<u>5,452,428</u>	<u>16,340,694</u>	<u>29,557,767</u>	<u>49,055,316</u>
<b>Non-Current Assets</b>				
Accounts Receivable, net				
Affiliated Organizations	—	—	—	—
Component Units	—	—	1,474,681	—
Due From USO - Capital Liability Reserve Fund	—	650,273	1,081,967	1,013,537
Other	—	—	—	—
Investments	—	83,647	3,422,381	—
Notes Receivable, net	—	545,490	—	—
Non-current Cash (Externally Restricted)	—	—	174,135	—
Short-term Investments (Externally Restricted)	—	—	—	—
Investments (Externally Restricted)	43,999	—	5,371,940	—
Capital Assets, net	<u>30,170,756</u>	<u>139,774,922</u>	<u>187,658,958</u>	<u>233,568,835</u>
Total Non-Current Assets	<u>30,214,755</u>	<u>141,054,332</u>	<u>199,184,062</u>	<u>234,582,372</u>
<b>TOTAL ASSETS</b>	<u>35,667,183</u>	<u>157,395,026</u>	<u>228,741,829</u>	<u>283,637,688</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
	\$ 5,238,306	\$ 16,069,208	\$ 26,491,835	\$ 47,556,778

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	East Georgia State College	Fort Valley State University	Georgia College & State University	Georgia Gwinnett College
<b>LIABILITIES</b>				
<b>Current Liabilities</b>				
Accounts Payable	\$ 239,335	\$ 1,538,081	\$ 3,407,053	\$ 1,953,818
Salaries Payable	167,634	246,847	422,296	748,832
Benefits Payable	48,886	81,005	227,934	774,172
Contracts Payable	116,689	—	531,599	—
Retainage Payable	78,959	27,581	142,396	—
Interest Payable (Added for SAO)	—	—	—	—
Due to Affiliated Organizations	—	—	—	—
Due to Component Units	—	—	—	3,146
Due to USO - Capital Liability Reserve Fund	—	241,421	—	—
Advances (Including Tuition and Fees)	413,039	1,049,402	2,304,616	1,626,859
Deposits	—	72	311,905	94,102
Deposits Held for Other Organizations	—	—	3,766	80,380
Other Liabilities	—	96,308	705,176	66,166
Notes and Loans Payable	—	—	—	—
Lease Purchase Obligations - External	—	—	821,085	1,273,556
Lease Purchase Obligations - Component Units	—	2,477,838	3,124,137	5,482,104
Pollution Remediation	—	—	—	—
Claims and Judgments	—	—	—	—
Compensated Absences	381,677	1,310,501	2,543,730	1,516,566
Total Current Liabilities	1,446,219	7,069,056	14,545,693	13,619,701
<b>Non-Current Liabilities</b>				
Advances (Including Tuition and Fees)	—	—	—	—
Notes and Loans Payable	—	—	—	—
Lease Purchase Obligations - External	—	—	28,243,460	2,047,351
Lease Purchase Obligations - Component Units	—	70,104,170	76,431,399	150,852,970
Claims and Judgments	—	—	—	—
Compensated Absences	258,956	950,129	853,760	758,696
Net Other Post Employment Benefits Liability	18,190,428	45,696,787	88,278,769	68,415,348
Net Pension Liability	12,373,731	36,100,245	62,553,001	53,603,539
Total Non-Current Liabilities	30,823,115	152,851,331	256,360,389	275,677,904
<b>TOTAL LIABILITIES</b>	<b>32,269,334</b>	<b>159,920,387</b>	<b>270,906,082</b>	<b>289,297,605</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
	\$ 3,384,330	\$ 11,078,862	\$ 18,953,196	\$ 10,837,676

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	East Georgia State College	Fort Valley State University	Georgia College & State University	Georgia Gwinnett College
<b>NET POSITION</b>				
Net Investment in Capital Assets	\$ 29,980,681	\$ 64,273,697	\$ 77,711,236	\$ 92,299,912
Restricted for:				
Nonexpendable	37,100		4,680,881	—
Expendable	31,886	2,680,298	1,904,805	286,728
Capital Projects	—	—	—	—
Higher Education	—	—	—	—
Endowment	—	—	—	—
Unrestricted (Deficit)	(24,797,842)	(64,489,010)	(118,922,536)	(61,527,455)
<b>TOTAL NET POSITION</b>	<u>\$ 5,251,825</u>	<u>\$ 2,464,985</u>	<u>\$ (34,625,614)</u>	<u>\$ 31,059,185</u>

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	Georgia Highlands College	Georgia Institute of Technology	Georgia Southern University	Georgia Southwestern University
<b>ASSETS</b>				
<b>Current Assets</b>				
Cash and Cash Equivalents	\$ 4,988,108	\$ 247,260,982	\$ 67,139,569	\$ 7,067,415
Cash and Cash Equivalents (Externally Restricted)	48,086	133,978,154	1,331,467	610,953
Short-term Investments	—	—	—	—
Short-term Investments (Externally Restricted)	—	—	—	534,506
Accounts Receivable, net				
Federal Financial Assistance	1,745,753	5,938,645	15,181,157	605,923
Affiliated Organizations	2,384	4,209,968	3,199,903	451,463
Component Units	—	119,551,756	948,795	—
Other	1,412,434	24,365,439	2,533,901	941,151
Notes Receivable, net	—	—	—	—
Inventories	—	1,677,149	3,963,884	441,367
Prepaid Items	67,372	24,129,213	502,822	16,341
Other Assets	—	—	—	—
Total Current Assets	8,264,137	561,111,306	94,801,498	10,669,119
<b>Non-Current Assets</b>				
Accounts Receivable, net				
Affiliated Organizations	—	—	—	—
Component Units	—	—	1,281,400	—
Due From USO - Capital Liability Reserve Fund	115,505	2,762,562	1,970,305	267,598
Other	—	—	—	—
Investments	—	—	4,620,664	330,282
Notes Receivable, net	—	10,211,278	990,882	9,771
Non-current Cash (Externally Restricted)	—	174,392	—	—
Short-term Investments (Externally Restricted)	—	—	—	—
Investments (Externally Restricted)	43,516	85,075,157	5,830,035	—
Capital Assets, net	66,564,143	2,138,222,415	647,428,634	77,608,948
Total Non-Current Assets	66,723,164	2,236,445,804	662,121,920	78,216,599
<b>TOTAL ASSETS</b>	<b>74,987,301</b>	<b>2,797,557,110</b>	<b>756,923,418</b>	<b>88,885,718</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
	\$ 9,949,389	\$ 248,665,097	\$ 68,301,835	\$ 8,571,738

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	Georgia Highlands College	Georgia Institute of Technology	Georgia Southern University	Georgia Southwestern University
<b>LIABILITIES</b>				
<b>Current Liabilities</b>				
Accounts Payable	\$ 839,461	\$ 71,597,636	\$ 9,014,850	\$ 909,079
Salaries Payable	126,255	5,509,756	1,943,659	375,169
Benefits Payable	74,856	2,677,850	757,600	91,919
Contracts Payable	—	2,951,265	592,110	1,900
Retainage Payable	68,454	2,331,642	155,563	222,799
Interest Payable (Added for SAO)	—	—	—	—
Due to Affiliated Organizations	—	331,526	877,619	—
Due to Component Units	—	3,376,379	—	—
Due to USO - Capital Liability Reserve Fund	—	—	—	—
Advances (Including Tuition and Fees)	1,177,894	23,096,271	8,109,621	2,061,325
Deposits	160	1,731,236	399,928	27,045
Deposits Held for Other Organizations	62,651	—	55,380	228
Other Liabilities	49,540	4,896	4,657	—
Notes and Loans Payable	—	1,699,268	163,052	—
Lease Purchase Obligations - External	425,812	7,218,744	904,031	1,241,780
Lease Purchase Obligations - Component Units	—	20,116,199	9,732,378	—
Pollution Remediation	—	590,916	388,689	—
Claims and Judgments	—	—	—	—
Compensated Absences	804,816	41,210,185	7,215,505	676,227
Total Current Liabilities	3,629,899	184,443,769	40,314,642	5,607,471
<b>Non-Current Liabilities</b>				
Advances (Including Tuition and Fees)	—	6,129,733	—	—
Notes and Loans Payable	—	8,843,132	645,671	—
Lease Purchase Obligations - External	14,501,236	99,177,796	19,567,929	31,031,354
Lease Purchase Obligations - Component Units	—	383,704,759	194,062,867	—
Claims and Judgments	—	—	—	—
Compensated Absences	322,612	21,219,058	2,686,479	291,627
Net Other Post Employment Benefits Liability	30,181,564	686,328,093	280,155,182	31,445,318
Net Pension Liability	23,349,612	535,204,921	163,697,563	16,279,093
Total Non-Current Liabilities	68,355,024	1,740,607,492	660,815,691	79,047,392
<b>TOTAL LIABILITIES</b>	<b>71,984,923</b>	<b>1,925,051,261</b>	<b>701,130,333</b>	<b>84,654,863</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
	\$ 5,077,829	\$ 94,863,024	\$ 55,337,295	\$ 6,236,469

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	Georgia Highlands College	Georgia Institute of Technology	Georgia Southern University	Georgia Southwestern University
<b>NET POSITION</b>				
Net Investment in Capital Assets	\$ 51,568,642	\$ 1,606,259,990	\$ 415,234,468	\$ 44,104,029
Restricted for:				
Nonexpendable	43,516	70,499,912	6,222,432	534,506
Expendable	48,086	26,243,327	4,518,933	393,273
Capital Projects	—	—	—	—
Higher Education	—	—	—	—
Endowment	—	—	—	—
Unrestricted (Deficit)	(43,786,306)	(676,695,307)	(357,218,208)	(38,465,684)
<b>TOTAL NET POSITION</b>	<u>\$ 7,873,938</u>	<u>\$ 1,026,307,922</u>	<u>\$ 68,757,625</u>	<u>\$ 6,566,124</u>

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	Georgia State University	Gordon State College	Kennesaw State University	Middle Georgia State University
<b>ASSETS</b>				
<b>Current Assets</b>				
Cash and Cash Equivalents	\$ 271,029,401	\$ 9,617,213	\$ 143,683,407	\$ 10,695,108
Cash and Cash Equivalents (Externally Restricted)	18,473,824	40,298	261,933	—
Short-term Investments	—	—	—	—
Short-term Investments (Externally Restricted)	—	—	—	—
Accounts Receivable, net				
Federal Financial Assistance	532,103	3,398,179	5,559,702	401,301
Affiliated Organizations	—	10,973	1,901,849	39,239
Component Units	20,134,209	—	795,654	—
Other	20,526,082	821,287	5,286,342	2,267,244
Notes Receivable, net	—	—	—	—
Inventories	160,996	285,040	4,113,894	758,420
Prepaid Items	23,082,541	95,145	5,998,247	184,603
Other Assets	—	—	—	—
Total Current Assets	353,939,156	14,268,135	167,601,028	14,345,915
<b>Non-Current Assets</b>				
Accounts Receivable, net				
Affiliated Organizations	—	—	—	—
Component Units	—	—	—	—
Due From USO - Capital Liability Reserve Fund	1,414,211	355,149	1,998,603	715,528
Other	—	—	—	—
Investments	—	—	260,766	2,092,964
Notes Receivable, net	3,036,504	—	451,218	—
Non-current Cash (Externally Restricted)	10,479	—	—	—
Short-term Investments (Externally Restricted)	—	—	—	—
Investments (Externally Restricted)	129,996	—	5,051,429	79,777
Capital Assets, net	968,211,970	78,074,538	633,124,950	202,635,819
Total Non-Current Assets	972,803,160	78,429,687	640,886,966	205,524,088
<b>TOTAL ASSETS</b>	<b>1,326,742,316</b>	<b>92,697,822</b>	<b>808,487,994</b>	<b>219,870,003</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
	\$ 139,949,570	\$ 7,698,809	\$ 111,554,226	\$ 18,142,106



**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	Georgia State University	Gordon State College	Kennesaw State University	Middle Georgia State University
<b>LIABILITIES</b>				
<b>Current Liabilities</b>				
Accounts Payable	\$ 13,628,907	\$ 895,135	\$ 12,696,934	\$ 1,113,214
Salaries Payable	3,324,761	161,959	1,548,115	485,253
Benefits Payable	7,872,380	77,939	818,882	91,657
Contracts Payable	1,672,838	32,910	201,294	—
Retainage Payable	517,135	124,591	548,892	—
Interest Payable (Added for SAO)	—	—	—	—
Due to Affiliated Organizations	292,251	—	524,462	—
Due to Component Units	3,346,457	—	320,705	—
Due to USO - Capital Liability Reserve Fund	—	—	—	—
Advances (Including Tuition and Fees)	52,111,857	417,278	24,291,172	1,995,357
Deposits	261,050	96,251	57,710	1,089,131
Deposits Held for Other Organizations	—	46,078	170,891	47,534
Other Liabilities	1,139,738	1,219	283,759	—
Notes and Loans Payable	—	—	—	—
Lease Purchase Obligations - External	2,350,025	—	1,558,293	—
Lease Purchase Obligations - Component Units	6,376,543	1,499,273	9,438,015	2,921,584
Pollution Remediation	—	—	—	—
Claims and Judgments	—	—	—	—
Compensated Absences	15,289,973	608,289	9,500,346	1,584,462
Total Current Liabilities	108,183,915	3,960,922	61,959,470	9,328,192
<b>Non-Current Liabilities</b>				
Advances (Including Tuition and Fees)	—	—	—	—
Notes and Loans Payable	—	—	—	—
Lease Purchase Obligations - External	28,926,522	—	47,151,444	—
Lease Purchase Obligations - Component Units	175,157,644	34,480,333	201,896,286	78,567,960
Claims and Judgments	—	—	—	—
Compensated Absences	9,341,833	165,150	3,395,188	932,455
Net Other Post Employment Benefits Liability	456,442,592	23,433,699	277,155,654	61,355,994
Net Pension Liability	358,352,516	19,761,865	213,684,597	46,145,086
Total Non-Current Liabilities	1,028,221,107	77,841,047	743,283,169	187,001,495
<b>TOTAL LIABILITIES</b>	<b>1,136,405,022</b>	<b>81,801,969</b>	<b>805,242,639</b>	<b>196,329,687</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
	\$ 86,196,207	\$ 5,607,198	\$ 97,662,198	\$ 16,088,618

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	Georgia State University	Gordon State College	Kennesaw State University	Middle Georgia State University
<b>NET POSITION</b>				
Net Investment in Capital Assets	\$ 739,804,761	\$ 40,408,889	\$ 313,409,249	\$ 116,088,499
Restricted for:				
Nonexpendable	116,742		4,977,272	32,329
Expendable	22,337,971	40,298	2,433,417	47,448
Capital Projects	—	—	—	—
Higher Education	—	—	—	—
Endowment	—	—	—	—
Unrestricted (Deficit)	(518,168,817)	(27,461,723)	(303,682,555)	(90,574,472)
<b>TOTAL NET POSITION</b>	<u>\$ 244,090,657</u>	<u>\$ 12,987,464</u>	<u>\$ 17,137,383</u>	<u>\$ 25,593,804</u>

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	Savannah State University	South Georgia State College	University of Georgia	University of North Georgia
<b>ASSETS</b>				
<b>Current Assets</b>				
Cash and Cash Equivalents	\$ 1,436,563	\$ 5,034,857	\$ 283,220,845	\$ 40,448,953
Cash and Cash Equivalents (Externally Restricted)	4,678,469	49,656	62,398,317	1,267,508
Short-term Investments	—	—	10,424,688	1,971,785
Short-term Investments (Externally Restricted)	—	—	220,924	—
Accounts Receivable, net				
Federal Financial Assistance	2,693,883	16,462	7,443,037	9,351,577
Affiliated Organizations	—	171,119	—	159,022
Component Units	—	—	72,014,961	—
Other	1,886,258	541,588	25,476,678	3,962,346
Notes Receivable, net	—	—	—	—
Inventories	66,970	238,518	5,907,364	1,541,411
Prepaid Items	59,070	383,951	2,775,640	22,366
Other Assets	—	—	—	—
Total Current Assets	10,821,213	6,436,151	469,882,454	58,724,968
<b>Non-Current Assets</b>				
Accounts Receivable, net				
Affiliated Organizations	—	—	—	—
Component Units	—	—	—	—
Due From USO - Capital Liability Reserve Fund	844,039	266,644	1,552,532	862,527
Other	—	—	—	—
Investments	—	83,610	51,460,242	5,425,571
Notes Receivable, net	666,706	49,273	6,109,811	1,339,472
Non-current Cash (Externally Restricted)	226,340	—	—	1,077,258
Short-term Investments (Externally Restricted)	41,891	—	—	—
Investments (Externally Restricted)	9,846,680	439,162	145,687,739	1,690,262
Capital Assets, net	149,452,513	46,077,554	1,969,874,940	278,349,899
Total Non-Current Assets	161,078,169	46,916,243	2,174,685,264	288,744,989
<b>TOTAL ASSETS</b>	<b>171,899,382</b>	<b>53,352,394</b>	<b>2,644,567,718</b>	<b>347,469,957</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
	\$ 13,849,303	\$ 6,515,003	\$ 318,828,990	\$ 72,958,411

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	Savannah State University	South Georgia State College	University of Georgia	University of North Georgia
<b>LIABILITIES</b>				
<b>Current Liabilities</b>				
Accounts Payable	\$ 2,850,888	\$ 605,292	\$ 21,079,848	\$ 3,633,254
Salaries Payable	172,123	157,736	9,659,728	892,168
Benefits Payable	145,394	44,705	1,631,416	456,322
Contracts Payable	—	57,837	6,065,563	—
Retainage Payable	—	23,750	1,217,123	536,798
Interest Payable (Added for SAO)	—	—	—	—
Due to Affiliated Organizations	—	—	—	90,200
Due to Component Units	—	—	1,129,387	—
Due to USO - Capital Liability Reserve Fund	—	199,983	—	—
Advances (Including Tuition and Fees)	2,753,938	659,816	46,941,911	6,815,621
Deposits	—	48,554	1,582,031	1,073,317
Deposits Held for Other Organizations	11,194	—	300,158	113,266
Other Liabilities	2,337	104,646	5,937,310	1,067
Notes and Loans Payable	—	—	—	—
Lease Purchase Obligations - External	3,023,126	—	18,703	—
Lease Purchase Obligations - Component Units	—	1,077,149	9,280,361	4,533,067
Pollution Remediation	—	—	286,384	—
Claims and Judgments	—	—	—	—
Compensated Absences	1,185,984	366,863	36,465,553	2,378,562
Total Current Liabilities	10,144,984	3,346,331	141,595,476	20,523,642
<b>Non-Current Liabilities</b>				
Advances (Including Tuition and Fees)	—	—	—	—
Notes and Loans Payable	—	—	—	—
Lease Purchase Obligations - External	84,728,379	—	22,709	—
Lease Purchase Obligations - Component Units	—	32,169,104	218,433,467	123,298,626
Claims and Judgments	—	—	—	—
Compensated Absences	660,332	210,780	18,760,097	4,017,987
Net Other Post Employment Benefits Liability	47,574,532	18,771,598	1,067,308,683	148,427,484
Net Pension Liability	37,508,457	12,120,640	805,533,395	120,058,926
Total Non-Current Liabilities	170,471,700	63,272,122	2,110,058,351	395,803,023
<b>TOTAL LIABILITIES</b>	180,616,684	66,618,453	2,251,653,827	416,326,665
<b>DEFERRED INFLOWS OF RESOURCES</b>				
	\$ 17,736,357	\$ 3,578,434	\$ 162,145,015	\$ 22,279,463

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	Savannah State University	South Georgia State College	University of Georgia	University of North Georgia
<b>NET POSITION</b>				
Net Investment in Capital Assets	\$ 56,168,821	\$ 13,870,216	\$ 1,734,837,014	\$ 154,307,832
Restricted for:				
Nonexpendable	10,114,911	311,627	66,551,346	3,031,091
Expendable	3,203,831	264,243	147,865,445	3,121,380
Capital Projects	—	—	—	—
Higher Education	—	—	—	—
Endowment	—	—	—	—
Unrestricted (Deficit)	(82,091,919)	(24,775,576)	(1,399,655,939)	(178,638,063)
<b>TOTAL NET POSITION</b>	<u>\$ (12,604,356)</u>	<u>\$ (10,329,490)</u>	<u>\$ 549,597,866</u>	<u>\$ (18,177,760)</u>

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	University of West Georgia	Valdosta State University	University System Office
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and Cash Equivalents	\$ 49,793,158	\$ 49,383,047	\$ 208,733,881
Cash and Cash Equivalents (Externally Restricted)	2,009,035	327,061	6,398,380
Short-term Investments	—		
Short-term Investments (Externally Restricted)	—		—
Accounts Receivable, net			
Federal Financial Assistance	2,832,037	3,251,440	765,974
Affiliated Organizations	28,745	296,521	39,759
Component Units	—		—
Other	4,115,860	1,708,484	82,339,751
Notes Receivable, net	—		163,052
Inventories	1,002,926	17,708	139,397
Prepaid Items	2,014,864	—	893,060
Other Assets	—		2,052,742
Total Current Assets	61,796,625	54,984,261	301,525,996
<b>Non-Current Assets</b>			
Accounts Receivable, net			
Affiliated Organizations	—		—
Component Units	—		—
Due From USO - Capital Liability Reserve Fund	1,376,057	1,252,123	—
Other	—		27,368,399
Investments	—	—	—
Notes Receivable, net	2,800,982	12,919	645,671
Non-current Cash (Externally Restricted)	841,365	35,634	—
Short-term Investments (Externally Restricted)	—		—
Investments (Externally Restricted)	—	8,964,828	10,645,832
Capital Assets, net	300,508,219	280,034,156	465,705,062
Total Non-Current Assets	305,526,623	290,299,660	504,364,964
<b>TOTAL ASSETS</b>	<b>367,323,248</b>	<b>345,283,921</b>	<b>805,890,960</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
	\$ 55,324,998	\$ 27,922,250	\$ 24,368,283

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	University of West Georgia	Valdosta State University	University System Office
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Accounts Payable	\$ 5,990,893	\$ 2,455,970	\$ 11,950,781
Salaries Payable	843,652	694,117	276,079
Benefits Payable	1,221,895	886,576	46,977,850
Contracts Payable	126,186		142,754
Retainage Payable	79,971	200,448	—
Interest Payable (Added for SAO)	—	—	—
Due to Affiliated Organizations	—		—
Due to Component Units	—		—
Due to USO - Capital Liability Reserve Fund	—		—
Advances (Including Tuition and Fees)	6,078,443	4,190,032	2,769,404
Deposits	—	621,034	—
Deposits Held for Other Organizations	58,236	19,864	—
Other Liabilities	37,678	42,802	29,891
Notes and Loans Payable	—		—
Lease Purchase Obligations - External	2,209,232	653,307	2,693,951
Lease Purchase Obligations - Component Units	3,261,225	6,258,372	—
Pollution Remediation	—		—
Claims and Judgments	—		—
Compensated Absences	3,372,640	2,579,912	3,178,352
Total Current Liabilities	23,280,051	18,602,434	68,019,062
<b>Non-Current Liabilities</b>			
Advances (Including Tuition and Fees)	—		—
Notes and Loans Payable	—		—
Lease Purchase Obligations - External	37,443,989	3,529,366	31,685,201
Lease Purchase Obligations - Component Units	112,442,178	151,919,230	—
Claims and Judgments	—		—
Compensated Absences	1,719,674	1,644,469	2,151,097
Net Other Post Employment Benefits Liability	141,005,844	109,290,532	48,974,267
Net Pension Liability	97,343,963	64,778,033	60,373,552
Total Non-Current Liabilities	389,955,648	331,161,630	143,184,117
<b>TOTAL LIABILITIES</b>	413,235,699	349,764,064	211,203,179
<b>DEFERRED INFLOWS OF RESOURCES</b>	\$ 22,721,229	\$ 26,082,039	\$ 486,784,230

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	University of West Georgia	Valdosta State University	University System Office
<b>NET POSITION</b>			
Net Investment in Capital Assets	\$ 144,268,820	\$ 115,921,042	\$ 267,822,225
Restricted for:			
Nonexpendable	—	4,708,887	3,612,043
Expendable	4,477,040	4,631,555	13,573,959
Capital Projects	—	—	—
Higher Education	—	—	—
Endowment	—	—	—
Unrestricted (Deficit)	(162,054,542)	(127,901,416)	(152,736,393)
<b>TOTAL NET POSITION</b>	<u><u>\$ (13,308,682)</u></u>	<u><u>\$ (2,639,932)</u></u>	<u><u>\$ 132,271,834</u></u>



**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	Preliminary Total	Elimination/ Consolidation Entries	Consolidated Total
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and Cash Equivalents	\$ 1,608,128,218	\$ 20,132,412	\$ 1,628,260,630
Cash and Cash Equivalents (Externally Restricted)	263,100,044	—	263,100,044
Short-term Investments	14,015,658	—	14,015,658
Short-term Investments (Externally Restricted)	755,430	—	755,430
Accounts Receivable, net			
Federal Financial Assistance	87,566,062	—	87,566,062
Affiliated Organizations	14,549,036	—	14,549,036
Component Units	287,193,413	—	287,193,413
Other	206,248,960	(47,561,966)	158,686,994
Notes Receivable, net	163,052	(163,052)	—
Inventories	21,477,010	—	21,477,010
Prepaid Items	75,371,465	—	75,371,465
Other Assets	2,052,742	—	2,052,742
Total Current Assets	2,580,621,090	(27,592,606)	2,553,028,484
<b>Non-Current Assets</b>			
Accounts Receivable, net			
Affiliated Organizations	990,440	—	990,440
Component Units	2,756,081	—	2,756,081
Due From USO - Capital Liability Reserve Fund	20,529,113	(20,529,113)	—
Other	27,368,399	—	27,368,399
Investments	101,674,829	6,939	101,681,768
Notes Receivable, net	29,402,867	(645,671)	28,757,196
Other Assets	—	2,868,572	2,868,572
Non-current Cash (Externally Restricted)	2,541,191	—	2,541,191
Short-term Investments (Externally Restricted)	41,891	—	41,891
Investments (Externally Restricted)	297,770,445	—	297,770,445
Capital Assets, net	10,223,868,913	(1)	10,223,868,912
Total Non-Current Assets	10,706,944,169	(18,299,274)	10,688,644,895
<b>TOTAL ASSETS</b>	<b>13,287,565,259</b>	<b>(45,891,880)</b>	<b>13,241,673,379</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
	\$ 1,467,036,178	\$ (65,606,366)	\$ 1,401,429,812

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	Preliminary Total	Elimination/ Consolidation Entries	Consolidated Total
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Accounts Payable	\$ 196,920,134	\$ (30,688,235)	\$ 166,231,899
Salaries Payable	33,384,272	—	33,384,272
Benefits Payable	65,821,361	(18,926,686)	46,894,675
Contracts Payable	12,835,636	—	12,835,636
Retainage Payable	6,605,455	—	6,605,455
Interest Payable (Added for SAO)	—	2,052,958	2,052,958
Due to Affiliated Organizations	2,254,461	—	2,254,461
Due to Component Units	10,123,067	—	10,123,067
Due to USO - Capital Liability Reserve Fund	441,404	(441,404)	—
Advances (Including Tuition and Fees)	236,242,316	—	236,242,316
Deposits	7,960,369	—	7,960,369
Deposits Held for Other Organizations	1,227,061	—	1,227,061
Other Liabilities	8,819,178	(2)	8,819,176
Notes and Loans Payable	1,862,320	(163,052)	1,699,268
Lease Purchase Obligations - External	29,555,597	(8,191,097)	21,364,500
Lease Purchase Obligations - Component Units	92,160,913	8,191,096	100,352,009
Pollution Remediation	1,265,989	—	1,265,989
Claims and Judgments	2,382,236	—	2,382,236
Compensated Absences	162,311,938	—	162,311,938
Total Current Liabilities	872,173,707	(48,166,422)	824,007,285
<b>Non-Current Liabilities</b>			
Advances (Including Tuition and Fees)	6,129,733	—	6,129,733
Notes and Loans Payable	9,488,803	(645,671)	8,843,132
Lease Purchase Obligations - External	540,879,822	(63,028,934)	477,850,888
Lease Purchase Obligations - Component Units	2,147,171,819	63,028,933	2,210,200,752
Claims and Judgments	1,102,829	—	1,102,829
Compensated Absences	99,268,663	—	99,268,663
Net Other Post Employment Benefits Liability	4,471,567,994	1	4,471,567,995
Net Pension Liability	3,360,176,089	1	3,360,176,090
Total Non-Current Liabilities	10,635,785,752	(645,670)	10,635,140,082
<b>TOTAL LIABILITIES</b>	<b>11,507,959,459</b>	<b>(48,812,092)</b>	<b>11,459,147,367</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
	\$ 1,328,737,604	\$ (65,486,786)	\$ 1,263,250,818

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	Preliminary Total	Elimination/ Consolidation Entries	Consolidated Total
<b>NET POSITION</b>			
Net Investment in Capital Assets	\$ 7,126,610,051	\$ 808,723	\$ 7,127,418,774
Restricted for:			
Nonexpendable	184,012,099	—	184,012,099
Expendable	275,758,295	(275,758,295)	—
Capital Projects	—	12,439,642	12,439,642
Higher Education	—	52,223,237	52,223,237
Endowment	—	211,095,416	211,095,416
Unrestricted (Deficit)	(5,668,476,071)	1,991,909	(5,666,484,162)
<b>TOTAL NET POSITION</b>	<u>\$ 1,917,904,374</u>	<u>\$ 2,800,632</u>	<u>\$ 1,920,705,006</u>

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION BY INSTITUTION**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**  
**(Unaudited)**

	Abraham Baldwin Agricultural College	Albany State University	Atlanta Metropolitan State College	Augusta University
<b>OPERATING REVENUES</b>				
Student Tuition and Fees (net)	\$ 12,017,329	\$ 18,575,472	\$ 2,671,794	\$ 100,539,902
Scholarship Allowance	—	—	—	—
Federal Appropriations	—	—	—	—
Grants and Contracts				
Federal	171,376	17,195,588	2,497,528	67,296,556
State	—	656,112	31,360	272,448,290
Other	—	1,294,061	170,231	249,812,478
Sales and Services	341,958	570,339	23,326	22,783,254
Rents and Royalties	152,963	—	76,369	2,090,812
Auxiliary Enterprises				
Residence Halls	2,461,783	8,877,433	—	4,674,824
Bookstore	2,234,498	131,268	70,257	1,410,210
Food Services	2,625,401	5,467,142	30,384	1,948,751
Parking/Transportation	173,013	355,155	—	5,881,348
Health Services	403,756	421,850	—	2,671,889
Intercollegiate Athletics	528,235	1,794,127	(35,277)	3,026,602
Other Organizations	476,474	486,062	10,500	3,825,106
Other Operating Revenues	230,633	2,010,067	179,160	15,413
Total Operating Revenues	21,817,419	57,834,676	5,725,632	738,425,435
<b>OPERATING EXPENSES</b>				
Faculty Salaries	9,744,922	17,854,462	2,824,944	241,038,922
Staff Salaries	13,047,825	23,720,288	6,045,063	258,637,429
Employee Benefits	11,063,193	16,410,422	4,399,399	205,547,228
Other Personal Services	290,055	480,895	124,710	4,572,511
Travel	306,899	448,556	66,314	3,413,020
Scholarships and Fellowships	8,626,045	12,592,730	3,564,441	13,438,832
Utilities	1,392,151	3,910,397	809,427	11,578,482
Supplies and Other Services	16,870,757	22,459,600	3,212,952	271,386,692
Depreciation	3,125,475	9,614,149	1,237,124	34,013,103
Total Operating Expenses	64,467,322	107,491,499	22,284,374	1,043,626,219
Operating Income (Loss)	\$ (42,649,903)	\$ (49,656,823)	\$ (16,558,742)	\$ (305,200,784)

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION BY INSTITUTION**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**  
**(Unaudited)**

	Abraham Baldwin Agricultural College	Albany State University	Atlanta Metropolitan State College	Augusta University
<b>NONOPERATING REVENUES (EXPENSES)</b>				
State Appropriations	\$ 25,525,409	\$ 28,963,188	\$ 9,964,069	\$ 245,803,223
Grants and Contracts				
Federal	12,842,353	20,077,455	6,671,215	16,529,985
State	147,976	—	—	—
Other	483,276	—	—	4,465,494
Gifts	794,321	1,077,881	320,636	11,592,485
Investment Income	151,202	26,383	—	1,934,647
Interest Expense	(3,209)	(5,014,049)	(549,204)	(1,830,960)
Other Nonoperating Revenues (Expenses)	(15,723)	291,251	—	(913,021)
Net Nonoperating Revenues	39,925,605	45,422,109	16,406,716	277,581,853
Income (Loss) Before Other Revenues, Expenses, Gains, or Losses	(2,724,298)	(4,234,714)	(152,026)	(27,618,931)
Capital Grants and Gifts				
Federal	—	—	—	—
State	—	—	18,138	8,162,271
Other	82,800	—	3,213	—
Additions to Permanent and Term Endowments	—	—	—	—
Special Item	—	—	—	3,874,183
Total Other Revenues, Expenses, Gains or Losses	82,800	—	21,351	12,036,454
Change in Net Position	(2,641,498)	(4,234,714)	(130,675)	(15,582,477)
Net Position, Beginning of Year, Restated	6,314,590	(8,252,306)	1,615,021	(86,662,592)
Net Position, End of Year	<u>\$ 3,673,092</u>	<u>\$ (12,487,020)</u>	<u>\$ 1,484,346</u>	<u>\$ (102,245,069)</u>

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION BY INSTITUTION**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**  
**(Unaudited)**

	Clayton State University	College of Coastal Georgia	Columbus State University	Dalton State College
<b>OPERATING REVENUES</b>				
Student Tuition and Fees (net)	\$ 25,872,298	\$ 6,933,473	\$ 38,840,240	\$ 8,643,070
Scholarship Allowance	—	—	—	—
Federal Appropriations	—	—	—	—
Grants and Contracts				
Federal	1,583,941	20,042	1,858,373	272,200
State	111,960	—	155,852	146,808
Other	212,458	—	66,803	1,131,994
Sales and Services	1,520,798	3,289	3,050,467	2,150
Rents and Royalties	7,887	10,089	45,593	—
Auxiliary Enterprises				
Residence Halls	5,206,755	860,862	4,966,979	571,635
Bookstore	533,787	108,205	193,195	99,443
Food Services	1,266,428	1,581,385	3,894,463	740,903
Parking/Transportation	378,936	—	1,230,140	531,883
Health Services	519,489	—	609,226	197,135
Intercollegiate Athletics	1,820,814	1,073,959	2,174,989	1,028,871
Other Organizations	324,679	882,777	251,606	327,300
Other Operating Revenues	1,048,965	86,521	450,255	448,218
Total Operating Revenues	40,409,195	11,560,602	57,788,181	14,141,610
<b>OPERATING EXPENSES</b>				
Faculty Salaries	21,347,779	8,747,100	27,225,490	11,835,787
Staff Salaries	22,144,569	9,353,211	30,937,676	9,357,690
Employee Benefits	19,588,048	8,373,383	26,454,884	10,445,352
Other Personal Services	533,054	101,067	298,385	214,041
Travel	327,015	168,866	689,102	197,659
Scholarships and Fellowships	12,426,344	4,223,692	10,985,996	8,390,561
Utilities	2,341,374	926,442	4,606,945	630,468
Supplies and Other Services	14,158,654	7,671,717	28,907,931	9,328,840
Depreciation	5,784,499	2,820,608	4,972,511	2,232,022
Total Operating Expenses	98,651,336	42,386,086	135,078,920	52,632,420
Operating Income (Loss)	\$ (58,242,141)	\$ (30,825,484)	\$ (77,290,739)	\$ (38,490,810)

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION BY INSTITUTION**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**  
**(Unaudited)**

	Clayton State University	College of Coastal Georgia	Columbus State University	Dalton State College
<b>NONOPERATING REVENUES (EXPENSES)</b>				
State Appropriations	\$ 28,227,234	\$ 17,676,758	\$ 45,546,523	\$ 19,114,453
Grants and Contracts				
Federal	23,114,270	9,564,595	19,425,972	15,450,151
State	—	54,146	—	—
Other	700,069	1,079,271	4,621,174	—
Gifts	—	296,905	878,438	702,053
Investment Income	118,167	18,203	118,393	7,849
Interest Expense	(2,797,916)	(311,392)	(1,646,560)	(330,551)
Other Nonoperating Revenues (Expenses)	—	(3,441)	(15,462)	(9,608)
Net Nonoperating Revenues	49,361,824	28,375,045	68,928,478	34,934,347
Income (Loss) Before Other Revenues, Expenses, Gains, or Losses	(8,880,317)	(2,450,439)	(8,362,261)	(3,556,463)
Capital Grants and Gifts				
Federal	—	—	—	—
State	317,893	846,283	5,745,392	3,754,134
Other	—	—	—	5,800
Additions to Permanent and Term Endowments	—	—	—	—
Special Item	—	—	—	—
Total Other Revenues, Expenses, Gains or Losses	317,893	846,283	5,745,392	3,759,934
Change in Net Position	(8,562,424)	(1,604,156)	(2,616,869)	203,471
Net Position, Beginning of Year, Restated	(22,985,602)	27,505,604	(12,383,445)	9,647,668
Net Position, End of Year	<u>\$ (31,548,026)</u>	<u>\$ 25,901,448</u>	<u>\$ (15,000,314)</u>	<u>\$ 9,851,139</u>

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION BY INSTITUTION**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**  
**(Unaudited)**

	East Georgia State College	Fort Valley State University	Georgia College & State University	Georgia Gwinnett College
<b>OPERATING REVENUES</b>				
Student Tuition and Fees (net)	\$ 3,325,502	\$ 9,106,732	\$ 59,947,932	\$ 40,417,717
Scholarship Allowance	—	—	—	—
Federal Appropriations	—	6,505,897	—	—
Grants and Contracts				
Federal	72,374	512,096	490,229	337,932
State	119,206	41,129	805,772	200,147
Other	3,000	76,932	10,275	165,549
Sales and Services	94,171	238,149	2,149,649	235,240
Rents and Royalties	2,893	184,834	76,771	5,410
Auxiliary Enterprises				
Residence Halls	678,455	6,134,010	12,709,593	7,327,421
Bookstore	55,173	20,857	979,757	465,632
Food Services	958,069	3,938,315	6,115,083	310,795
Parking/Transportation	156,066	135,020	1,253,512	2,057,086
Health Services	55,415	330,488	—	943,770
Intercollegiate Athletics	505,125	1,315,037	1,849,601	3,732,672
Other Organizations	3,427	1,075,388	272,536	180,435
Other Operating Revenues	236,698	555,259	401,723	385,592
Total Operating Revenues	6,265,574	30,170,143	87,062,433	56,765,398
<b>OPERATING EXPENSES</b>				
Faculty Salaries	5,419,407	10,168,097	30,307,802	42,797,125
Staff Salaries	5,771,115	20,628,057	34,497,267	25,111,435
Employee Benefits	5,975,350	15,980,511	32,816,972	30,786,446
Other Personal Services	97,390	362,917	275,510	520,558
Travel	95,730	732,477	804,810	532,054
Scholarships and Fellowships	5,485,328	8,171,806	5,609,199	21,972,292
Utilities	629,076	3,728,352	2,980,727	2,431,066
Supplies and Other Services	5,281,013	20,629,735	31,591,057	22,197,637
Depreciation	938,890	7,212,615	10,128,529	8,628,624
Total Operating Expenses	29,693,299	87,614,567	149,011,873	154,977,237
Operating Income (Loss)	\$ (23,427,725)	\$ (57,444,424)	\$ (61,949,440)	\$ (98,211,839)



**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION BY INSTITUTION**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**  
**(Unaudited)**

	East Georgia State College	Fort Valley State University	Georgia College & State University	Georgia Gwinnett College
<b>NONOPERATING REVENUES (EXPENSES)</b>				
State Appropriations	\$ 10,123,680	\$ 24,251,666	\$ 43,385,510	\$ 59,715,596
Grants and Contracts				
Federal	10,295,620	29,555,832	11,716,887	42,529,300
State	95,651	741	160,237	—
Other	322,676	1,659,841	1,536,125	231,885
Gifts	623,286	1,150,114	702,578	109,338
Investment Income	26,502	9,758	267,718	323,623
Interest Expense	(32)	(3,058,959)	(5,248,224)	(8,423,082)
Other Nonoperating Revenues (Expenses)	(53)	79,213	(383,349)	(13,725)
Net Nonoperating Revenues	21,487,330	53,648,206	52,137,482	94,472,935
Income (Loss) Before Other Revenues, Expenses, Gains, or Losses	(1,940,395)	(3,796,218)	(9,811,958)	(3,738,904)
Capital Grants and Gifts				
Federal	—	1,101,706	—	—
State	3,352,982	3,730,950	14,242,128	75,416
Other	—	—	255,970	314,254
Additions to Permanent and Term Endowments	—	—	374,372	—
Special Item	—	—	—	—
Total Other Revenues, Expenses, Gains or Losses	3,352,982	4,832,656	14,872,470	389,670
Change in Net Position	1,412,587	1,036,438	5,060,512	(3,349,234)
Net Position, Beginning of Year, Restated	3,839,238	1,428,547	(39,686,126)	34,408,419
Net Position, End of Year	\$ 5,251,825	\$ 2,464,985	\$ (34,625,614)	\$ 31,059,185

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION BY INSTITUTION**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**  
**(Unaudited)**

	Georgia Highlands College	Georgia Institute of Technology	Georgia Southern University	Georgia Southwestern University
<b>OPERATING REVENUES</b>				
Student Tuition and Fees (net)	\$ 11,212,291	\$ 426,887,568	\$ 139,525,235	\$ 11,652,237
Scholarship Allowance	—	—	—	—
Federal Appropriations	—	—	—	—
Grants and Contracts				
Federal	388,179	742,169,121	4,810,636	590,080
State	131,010	21,456,031	791,797	273,971
Other	258,765	235,769,969	9,039,836	4,645,216
Sales and Services	265,240	39,522,880	3,080,834	268,914
Rents and Royalties	158,357	2,729,603	353,486	15,112
Auxiliary Enterprises				
Residence Halls	—	66,033,330	23,853,591	3,100,579
Bookstore	96,473	1,848,979	7,420,907	814,849
Food Services	52,058	6,462,107	17,989,845	2,022,051
Parking/Transportation	86,455	17,054,716	3,878,253	67,883
Health Services	—	11,841,656	3,939,900	316,968
Intercollegiate Athletics	1,017,526	—	16,304,448	960,160
Other Organizations	225,471	1,585,685	201,561	370,464
Other Operating Revenues	733,098	5,832,859	2,668,837	219,796
Total Operating Revenues	14,624,923	1,579,194,504	233,859,166	25,318,280
<b>OPERATING EXPENSES</b>				
Faculty Salaries	11,241,611	489,717,264	91,041,350	10,210,428
Staff Salaries	9,823,309	421,045,911	113,864,925	9,690,227
Employee Benefits	10,267,807	317,802,172	93,742,884	10,186,765
Other Personal Services	208,044	3,849,543	1,484,014	104,254
Travel	209,634	22,844,301	2,493,808	287,783
Scholarships and Fellowships	7,800,353	44,543,244	36,909,226	4,238,245
Utilities	1,452,330	32,428,415	14,292,378	1,625,923
Supplies and Other Services	9,259,093	509,890,325	86,710,602	12,651,982
Depreciation	2,100,697	107,839,242	32,818,504	3,412,786
Total Operating Expenses	52,362,878	1,949,960,417	473,357,691	52,408,393
Operating Income (Loss)	\$ (37,737,955)	\$ (370,765,913)	\$ (239,498,525)	\$ (27,090,113)

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION BY INSTITUTION**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**  
**(Unaudited)**

	Georgia Highlands College	Georgia Institute of Technology	Georgia Southern University	Georgia Southwestern University
<b>NONOPERATING REVENUES (EXPENSES)</b>				
State Appropriations	\$ 20,387,263	\$ 352,634,527	\$ 142,222,525	\$ 16,166,779
Grants and Contracts				
Federal	13,926,344	15,604,262	67,099,873	6,975,383
State	—	—	—	—
Other	—	—	28,425	—
Gifts	300,846	1,961,573	9,441,391	1,395,649
Investment Income	3,330	28,777,713	1,224,077	137,482
Interest Expense	(800,614)	(24,913,791)	(10,204,652)	(1,364,643)
Other Nonoperating Revenues (Expenses)	(20,000)	(3,088,023)	(968,077)	4,397
Net Nonoperating Revenues	33,797,169	370,976,261	208,843,562	23,315,047
Income (Loss) Before Other Revenues, Expenses, Gains, or Losses	(3,940,786)	210,348	(30,654,963)	(3,775,066)
Capital Grants and Gifts				
Federal	—	—	—	—
State	1,115,842	9,603,933	3,660,504	1,216,725
Other	—	4,266,891	156,392	777,815
Additions to Permanent and Term Endowments	—	416,832	—	—
Special Item	—	—	1,972,951	—
Total Other Revenues, Expenses, Gains or Losses	1,115,842	14,287,656	5,789,847	1,994,540
Change in Net Position	(2,824,944)	14,498,004	(24,865,116)	(1,780,526)
Net Position, Beginning of Year, Restated	10,698,882	1,011,809,918	93,622,741	8,346,650
Net Position, End of Year	<u>\$ 7,873,938</u>	<u>\$ 1,026,307,922</u>	<u>\$ 68,757,625</u>	<u>\$ 6,566,124</u>

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION BY INSTITUTION**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**  
**(Unaudited)**

	Georgia State University	Gordon State College	Kennesaw State University	Middle Georgia State University
<b>OPERATING REVENUES</b>				
Student Tuition and Fees (net)	\$ 316,560,606	\$ 5,845,710	\$ 210,446,160	\$ 24,257,160
Scholarship Allowance	—	—	—	—
Federal Appropriations			—	—
Grants and Contracts				
Federal	105,056,889	1,380	1,915,699	208,893
State	12,374,227	223,921	1,141,966	157,454
Other	60,305,265	273,506	11,101,067	5,490
Sales and Services	20,739,969	81,593	12,722,983	637,247
Rents and Royalties	275,780	60,562	733,825	221,517
Auxiliary Enterprises				
Residence Halls	15,807,798	4,074,844	13,975,152	7,823,485
Bookstore	1,041,623	1,044,903	10,513,220	2,447,455
Food Services	14,450,808	2,023,985	19,069,213	3,508,031
Parking/Transportation	7,082,861	54,277	8,232,788	172,749
Health Services	3,363,064	93,887	3,241,984	182,180
Intercollegiate Athletics	15,403,381	422,823	11,806,989	1,166,992
Other Organizations	5,282,689	64,538	5,523,853	518,498
Other Operating Revenues	3,999,437	260,862	863,337	1,053,391
Total Operating Revenues	581,744,397	14,526,791	311,288,236	42,360,542
<b>OPERATING EXPENSES</b>				
Faculty Salaries	216,667,087	8,611,917	130,467,419	23,830,492
Staff Salaries	264,119,588	6,453,509	120,321,584	20,723,642
Employee Benefits	184,454,268	8,244,099	116,759,943	21,192,655
Other Personal Services	3,248,932	237,439	1,757,720	313,107
Travel	5,403,295	97,205	2,676,024	386,088
Scholarships and Fellowships	92,566,204	5,293,783	44,728,975	12,876,141
Utilities	19,303,536	1,479,073	12,692,802	3,177,818
Supplies and Other Services	174,772,850	7,427,008	109,362,007	21,647,815
Depreciation	55,508,339	3,439,661	31,690,345	7,521,353
Total Operating Expenses	1,016,044,099	41,283,694	570,456,819	111,669,111
Operating Income (Loss)	\$ (434,299,702)	\$ (26,756,903)	\$ (259,168,583)	\$ (69,308,569)

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION BY INSTITUTION**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**  
**(Unaudited)**

	Georgia State University	Gordon State College	Kennesaw State University	Middle Georgia State University
<b>NONOPERATING REVENUES (EXPENSES)</b>				
State Appropriations	\$ 285,218,303	\$ 13,778,339	\$ 162,264,538	\$ 36,902,006
Grants and Contracts				
Federal	139,627,132	12,030,465	79,555,175	24,254,523
State	—		92,149	859,795
Other	4,447,802		3,934,525	901,278
Gifts	20,032	461,670	5,750,005	1,250,961
Investment Income	5,151,913	180,208	1,981,016	290,835
Interest Expense	(11,522,007)	(1,496,562)	(13,654,027)	(3,320,519)
Other Nonoperating Revenues (Expenses)	(658,457)	(1,086)	(866,281)	(375)
Net Nonoperating Revenues	422,284,718	24,953,034	239,057,100	61,138,504
Income (Loss) Before Other Revenues, Expenses, Gains, or Losses	(12,014,984)	(1,803,869)	(20,111,483)	(8,170,065)
Capital Grants and Gifts				
Federal	—		—	—
State	10,976,355	1,374,949	5,356,356	—
Other	889,082	150,000	3,930,945	—
Additions to Permanent and Term Endowments	—		—	—
Special Item	—		(1,068,640)	—
Total Other Revenues, Expenses, Gains or Losses	11,865,437	1,524,949	8,218,661	—
Change in Net Position	(149,547)	(278,920)	(11,892,822)	(8,170,065)
Net Position, Beginning of Year, Restated	244,240,204	13,266,384	29,030,205	33,763,869
Net Position, End of Year	<u>\$ 244,090,657</u>	<u>\$ 12,987,464</u>	<u>\$ 17,137,383</u>	<u>\$ 25,593,804</u>

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION BY INSTITUTION**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**  
**(Unaudited)**

	Savannah State University	South Georgia State College	University of Georgia	University of North Georgia
<b>OPERATING REVENUES</b>				
Student Tuition and Fees (net)	\$ 11,688,972	\$ 2,746,017	\$ 484,075,097	\$ 79,636,999
Scholarship Allowance	—	—	—	—
Federal Appropriations	—	—	15,327,644	—
Grants and Contracts				
Federal	9,705,535	30,835	192,909,657	—
State	133,672	25,750	29,875,853	—
Other	1,594,915	—	65,679,668	—
Sales and Services	1,040,233	18,586	92,838,975	2,260,348
Rents and Royalties	28,663	7,055	1,130,131	46,053
Auxiliary Enterprises				
Residence Halls	10,412,337	1,125,831	45,354,215	10,105,523
Bookstore	117,113	683,808	3,371,894	3,609,486
Food Services	5,094,100	687,801	36,087,214	7,512,844
Parking/Transportation	480,371	3,760	17,178,775	4,901,581
Health Services	401,238	—	22,650,483	1,338,153
Intercollegiate Athletics	1,975,926	371,117	40,996,991	3,070,835
Other Organizations	42,005	63,200	9,568,522	76,678
Other Operating Revenues	(247,320)	191,709	10,370,874	2,428,184
Total Operating Revenues	42,467,760	5,955,469	1,067,415,993	114,986,684
<b>OPERATING EXPENSES</b>				
Faculty Salaries	13,526,005	5,290,903	385,551,051	57,951,522
Staff Salaries	17,463,908	5,687,114	476,522,921	58,977,525
Employee Benefits	15,641,127	5,579,112	395,877,944	63,956,065
Other Personal Services	168,305	322,489	2,572,541	537,189
Travel	321,326	214,546	14,909,014	1,302,390
Scholarships and Fellowships	9,525,102	4,653,997	58,111,391	22,224,467
Utilities	3,922,585	1,329,237	41,094,014	5,047,516
Supplies and Other Services	22,219,478	4,343,124	284,618,408	42,786,396
Depreciation	7,655,744	2,456,361	102,623,470	16,348,751
Total Operating Expenses	90,443,580	29,876,883	1,761,880,754	269,131,821
Operating Income (Loss)	\$ (47,975,820)	\$ (23,921,414)	\$ (694,464,761)	\$ (154,145,137)

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION BY INSTITUTION**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**  
**(Unaudited)**

	Savannah State University	South Georgia State College	University of Georgia	University of North Georgia
<b>NONOPERATING REVENUES (EXPENSES)</b>				
State Appropriations	\$ 24,837,997	\$ 12,177,196	\$ 528,907,494	\$ 86,637,234
Grants and Contracts				
Federal	20,931,603	8,797,442	54,348,728	43,364,000
State	—	—	8,100,707	465,329
Other	1,294,950	166,119	45,069,486	3,782,223
Gifts	1,298,932	169,100	22,518,101	2,953,761
Investment Income	1,060,750	15,292	10,584,914	567,229
Interest Expense	(4,109,670)	(1,365,778)	(11,543,032)	(5,370,451)
Other Nonoperating Revenues (Expenses)	(547,185)	(5,181)	(6,783,980)	(23,829)
Net Nonoperating Revenues	44,767,377	19,954,190	651,202,418	132,375,496
Income (Loss) Before Other Revenues, Expenses, Gains, or Losses	(3,208,443)	(3,967,224)	(43,262,343)	(21,769,641)
Capital Grants and Gifts				
Federal	—	—	—	—
State	3,654,576	760,635	19,425,624	2,096,676
Other	—	—	841,095	663,042
Additions to Permanent and Term Endowments	—	—	171,059	—
Special Item	—	—	—	3,188,975
Total Other Revenues, Expenses, Gains or Losses	3,654,576	760,635	20,437,778	5,948,693
Change in Net Position	446,133	(3,206,589)	(22,824,565)	(15,820,948)
Net Position, Beginning of Year, Restated	(13,050,489)	(7,122,901)	572,422,431	(2,356,812)
Net Position, End of Year	<u>\$ (12,604,356)</u>	<u>\$ (10,329,490)</u>	<u>\$ 549,597,866</u>	<u>\$ (18,177,760)</u>

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION BY INSTITUTION**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**  
**(Unaudited)**

	University of West Georgia	Valdosta State University	University System Office
<b>OPERATING REVENUES</b>			
Student Tuition and Fees (net)	\$ 79,974,865	\$ 60,696,891	\$ 610,550
Scholarship Allowance	—	—	—
Federal Appropriations	—	—	—
Grants and Contracts			
Federal	1,451,417	1,281,780	188,584
State	521,853	161,496	—
Other	1,770,690	1,816,532	1,453,718
Sales and Services	435,497	704,308	59,239,201
Rents and Royalties	13,563	665,161	7,911
Auxiliary Enterprises			
Residence Halls	14,299,557	10,975,371	10,601,024
Bookstore	1,644,022	1,320,794	—
Food Services	8,111,262	8,023,194	—
Parking/Transportation	1,265,621	4,238,523	—
Health Services	2,110,491	2,653,098	—
Intercollegiate Athletics	6,255,867	2,923,538	—
Other Organizations	560,410	448,219	—
Other Operating Revenues	2,325,542	709,050	497,947,683
Total Operating Revenues	120,740,657	96,617,955	570,048,671
<b>OPERATING EXPENSES</b>			
Faculty Salaries	46,102,048	37,810,510	14,218
Staff Salaries	57,461,038	35,086,633	45,418,775
Employee Benefits	56,404,877	33,012,977	24,356,887
Other Personal Services	661,331	2,225,653	1,231,794
Travel	1,208,990	851,965	1,065,288
Scholarships and Fellowships	15,887,842	23,436,435	340,902
Utilities	4,110,137	4,872,958	7,371,270
Supplies and Other Services	44,923,848	29,267,241	662,808,645
Depreciation	15,809,021	16,556,774	22,593,618
Total Operating Expenses	242,569,132	183,121,146	765,201,397
Operating Income (Loss)	\$ (121,828,475)	\$ (86,503,191)	\$ (195,152,726)



**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION BY INSTITUTION**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**  
**(Unaudited)**

	University of West Georgia	Valdosta State University	University System Office
<b>NONOPERATING REVENUES (EXPENSES)</b>			
State Appropriations	\$ 67,449,485	\$ 51,584,515	\$ 191,893,420
Grants and Contracts			
Federal	32,454,991	33,805,242	8,392,209
State	—	76,313	355,543
Other	—	133,848	18,483,521
Gifts	553,841	1,014,655	125,228
Investment Income	901,947	447,851	5,017,224
Interest Expense	(7,329,019)	(6,076,461)	(1,449,830)
Other Nonoperating Revenues (Expenses)	(99,655)	3,985	(13,787,065)
Net Nonoperating Revenues	93,931,590	80,989,948	209,030,250
Income (Loss) Before Other Revenues, Expenses, Gains, or Losses	(27,896,885)	(5,513,243)	13,877,524
Capital Grants and Gifts			
Federal	—	—	—
State	1,629,807	2,979,943	41,437
Other	364,875	852,073	4,636,064
Additions to Permanent and Term Endowments	—	1,293	—
Special Item	—	—	—
Total Other Revenues, Expenses, Gains or Losses	1,994,682	3,833,309	4,677,501
Change in Net Position	(25,902,203)	(1,679,934)	18,555,025
Net Position, Beginning of Year, Restated	12,593,521	(959,998)	113,716,809
Net Position, End of Year	<u>\$ (13,308,682)</u>	<u>\$ (2,639,932)</u>	<u>\$ 132,271,834</u>

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION BY INSTITUTION**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**  
**(Unaudited)**

	Preliminary Total	Elimination/ Consolidation Entries	Consolidated Total
<b>OPERATING REVENUES</b>			
Student Tuition and Fees (net)	\$ 2,192,707,819	\$ 638,633,076	\$ 2,831,340,895
Scholarship Allowance	—	(638,633,076)	(638,633,076)
Federal Appropriations	21,833,541	—	21,833,541
Grants and Contracts			
Federal	1,153,016,920	(7,491,043)	1,145,525,877
State	341,985,637	(2,027,250)	339,958,387
Other	646,658,418	(1,598,222)	645,060,196
Sales and Services	264,869,598	(43,977,731)	220,891,867
Rents and Royalties	9,100,400	(212,480)	8,887,920
Auxiliary Enterprises			
Residence Halls	292,012,387	(19,810,045)	272,202,342
Bookstore	42,277,808	—	42,277,808
Food Services	159,971,632	—	159,971,632
Parking/Transportation	76,850,772	—	76,850,772
Health Services	58,286,120	—	58,286,120
Intercollegiate Athletics	121,491,348	—	121,491,348
Other Organizations	32,648,083	—	32,648,083
Other Operating Revenues	535,405,843	(350,781,588)	184,624,255
Total Operating Revenues	5,949,116,326	(425,898,359)	5,523,217,967
<b>OPERATING EXPENSES</b>			
Faculty Salaries	1,957,345,662	—	1,957,345,662
Staff Salaries	2,121,912,234	—	2,121,912,234
Employee Benefits	1,745,320,770	(326,243,942)	1,419,076,828
Other Personal Services	26,793,448	—	26,793,448
Travel	62,054,159	—	62,054,159
Scholarships and Fellowships	498,623,573	—	498,623,573
Utilities	190,164,899	—	190,164,899
Supplies and Other Services	2,476,385,407	(100,204,986)	2,376,180,421
Depreciation	519,082,815	—	519,082,815
Total Operating Expenses	9,597,682,967	(426,448,928)	9,171,234,039
Operating Income (Loss)	\$ (3,648,566,641)	\$ 550,569	\$ (3,648,016,072)

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION BY INSTITUTION**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**  
**(Unaudited)**

	Preliminary Total	Elimination/ Consolidation Entries	Consolidated Total
<b>NONOPERATING REVENUES (EXPENSES)</b>			
State Appropriations	\$ 2,551,358,930	\$ (1)	\$ 2,551,358,929
Grants and Contracts			
Federal	778,941,007	—	778,941,007
State	10,408,587	—	10,408,587
Other	93,341,988	—	93,341,988
Gifts	67,463,780	—	67,463,780
Investment Income	59,344,226	762	59,344,988
Interest Expense	(133,735,194)	50,879	(133,684,315)
Other Nonoperating Revenues (Expenses)	(27,824,730)	(1,068,639)	(28,893,369)
Net Nonoperating Revenues	3,399,298,594	(1,016,999)	3,398,281,595
Income (Loss) Before Other Revenues, Expenses, Gains, or Losses	(249,268,047)	(466,430)	(249,734,477)
Capital Grants and Gifts			
Federal	1,101,706	—	1,101,706
State	104,138,949	1,842,218	102,296,731
Other	18,190,311	—	18,190,311
Additions to Permanent and Term Endowments	963,556	—	963,556
Special Item	7,967,469	(3,123,338)	11,090,807
Total Other Revenues, Expenses, Gains or Losses	132,361,991	(1,281,120)	133,643,111
Change in Net Position	(116,906,056)	814,690	(116,091,366)
Net Position, Beginning of Year, Restated	2,034,810,430	1,985,942	2,036,796,372
Net Position, End of Year	\$ 1,917,904,374	\$ 2,800,632	\$ 1,920,705,006

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF FIDUCIARY NET POSITION - STUDENT SUPPORT BY INSTITUTION**  
**(Unaudited)**  
**JUNE 30, 2020**

	Abraham Baldwin Agricultural College	Albany State University	Atlanta Metropolitan State College	Augusta University
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 143,593	\$ 51,437	210,147	\$ —
Investments	—	—	—	—
Receivables				
Due From Component Units	—	—	—	—
Due From Affiliated Organizations	—	—	—	—
Other	423,362	374,079	146,454	2,425,407
<b>Total Assets</b>	<b>566,955</b>	<b>425,516</b>	<b>356,601</b>	<b>2,425,407</b>
<b>LIABILITIES</b>				
Cash Overdraft	—	—	—	608,375
Accounts Payable	47,838	174,272	—	1,281,365
Benefits Payable	—	—	—	—
Due to Component Units	—	—	—	—
Advances	—	—	—	—
Deposits held for other organizations	13,602	39,533	87,365	9,664
Other Liabilities	—	—	—	—
<b>Total Liabilities</b>	<b>61,440</b>	<b>213,805</b>	<b>87,365</b>	<b>1,899,404</b>
<b>NET POSITION</b>				
Restricted for:				
Individuals, Organizations, and Other Governments	\$ 505,515	\$ 211,711	\$ 269,236	\$ 526,003

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF FIDUCIARY NET POSITION - STUDENT SUPPORT BY INSTITUTION**  
**(Unaudited)**  
**JUNE 30, 2020**

	Clayton State University	College of Coastal Georgia	Columbus State University	Dalton State College
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 2,299,651	\$ 191,759	\$ —	\$ —
Investments	—	—	—	—
Receivables				
Due From Component Units	—	—	—	—
Due From Affiliated Organizations	—	—	—	—
Other	823,598	146,667	2,460,333	605,124
<b>Total Assets</b>	<b>3,123,249</b>	<b>338,426</b>	<b>2,460,333</b>	<b>605,124</b>
<b>LIABILITIES</b>				
Cash Overdraft	—	—	2,119,832	456,708
Accounts Payable	2,505	19,098	32	—
Benefits Payable	—	—	—	—
Due to Component Units	—	—	—	—
Advances	3,049,986	—	—	—
Deposits held for other organizations	4,564	—	46,639	33,319
Other Liabilities	—	—	—	—
<b>Total Liabilities</b>	<b>3,057,055</b>	<b>19,098</b>	<b>2,166,503</b>	<b>490,027</b>
<b>NET POSITION</b>				
Restricted for:				
Individuals, Organizations, and Other Governments	\$ 66,194	\$ 319,328	\$ 293,830	\$ 115,097

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF FIDUCIARY NET POSITION - STUDENT SUPPORT BY INSTITUTION**  
**(Unaudited)**  
**JUNE 30, 2020**

	East Georgia State College	Fort Valley State University	Georgia College & State University	Georgia Gwinnett College
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ —	\$ —	\$ —	\$ —
Investments	—	—	—	—
Receivables				
Due From Component Units	—	—	—	—
Due From Affiliated Organizations	—	—	—	—
Other	406,678	677,897	2,541,824	90,823
<b>Total Assets</b>	<b>406,678</b>	<b>677,897</b>	<b>2,541,824</b>	<b>90,823</b>
<b>LIABILITIES</b>				
Cash Overdraft	363,150	463,009	2,039,956	18,764
Accounts Payable	1,235	25,966	—	—
Benefits Payable	—	—	—	—
Due to Component Units	—	—	—	—
Advances	—	—	—	—
Deposits held for other organizations	6,105	—	212	—
Other Liabilities	—	1,130	—	—
<b>Total Liabilities</b>	<b>370,490</b>	<b>490,105</b>	<b>2,040,168</b>	<b>18,764</b>
<b>NET POSITION</b>				
Restricted for:				
Individuals, Organizations, and Other Governments	\$ 36,188	\$ 187,792	\$ 501,656	\$ 72,059

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF FIDUCIARY NET POSITION - STUDENT SUPPORT BY INSTITUTION**  
**(Unaudited)**  
**JUNE 30, 2020**

	Georgia Highlands College	Georgia Institute of Technology	Georgia Southern University	Georgia Southwestern University
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ —	\$ —	\$ —	\$ —
Investments	—	—	14,500	—
Receivables				
Due From Component Units	—	—	—	—
Due From Affiliated Organizations	—	—	—	—
Other	571,033	9,174,396	6,332,083	527,171
<b>Total Assets</b>	<b>571,033</b>	<b>9,174,396</b>	<b>6,346,583</b>	<b>527,171</b>
<b>LIABILITIES</b>				
Cash Overdraft	538,907	7,935,880	4,418,247	474,151
Accounts Payable	55	795	104,264	7,778
Benefits Payable	—	—	—	—
Due to Component Units	—	—	—	—
Advances	—	—	12,015	—
Deposits held for other organizations	—	—	16,939	12,560
Other Liabilities	—	—	—	—
<b>Total Liabilities</b>	<b>538,962</b>	<b>7,936,675</b>	<b>4,551,465</b>	<b>494,489</b>
<b>NET POSITION</b>				
Restricted for:				
Individuals, Organizations, and Other Governments	\$ 32,071	\$ 1,237,721	\$ 1,795,118	\$ 32,682

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF FIDUCIARY NET POSITION - STUDENT SUPPORT BY INSTITUTION**  
**(Unaudited)**  
**JUNE 30, 2020**

	Georgia State University	Gordon State College	Kennesaw State University	Middle Georgia State University
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ —	\$ —	\$ —	\$ —
Investments	—	—	—	—
Receivables				
Due From Component Units	—	—	—	—
Due From Affiliated Organizations	2,880	—	—	—
Other	10,397,755	1,294,135	8,419,311	700,013
<b>Total Assets</b>	<b>10,400,635</b>	<b>1,294,135</b>	<b>8,419,311</b>	<b>700,013</b>
<b>LIABILITIES</b>				
Cash Overdraft	9,831,715	1,030,785	7,803,346	418,799
Accounts Payable	824	978	—	—
Benefits Payable	—	—	—	—
Due to Component Units	—	—	—	—
Advances	—	—	591,034	—
Deposits held for other organizations	—	5,987	—	—
Other Liabilities	—	—	—	—
<b>Total Liabilities</b>	<b>9,832,539</b>	<b>1,037,750</b>	<b>8,394,380</b>	<b>418,799</b>
<b>NET POSITION</b>				
Restricted for:				
Individuals, Organizations, and Other Governments	\$ 568,096	\$ 256,385	\$ 24,931	\$ 281,214



**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF FIDUCIARY NET POSITION - STUDENT SUPPORT BY INSTITUTION**  
**(Unaudited)**  
**JUNE 30, 2020**

	Savannah State University	South Georgia State College	University of Georgia	University of North Georgia
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ —	\$ —	\$ —	\$ —
Investments	—	—	—	—
Receivables				
Due From Component Units	—	—	—	—
Due From Affiliated Organizations	—	—	—	19,812
Other	1,988,376	470,623	16,142,278	3,553,170
<b>Total Assets</b>	<b>1,988,376</b>	<b>470,623</b>	<b>16,142,278</b>	<b>3,572,982</b>
<b>LIABILITIES</b>				
Cash Overdraft	957,813	452,071	14,446,699	3,367,143
Accounts Payable	41,508	110	—	—
Benefits Payable	—	—	—	—
Due to Component Units	—	—	—	—
Advances	—	—	—	—
Deposits held for other organizations	134,369	—	2,615	—
Other Liabilities	—	—	—	—
<b>Total Liabilities</b>	<b>1,133,690</b>	<b>452,181</b>	<b>14,449,314</b>	<b>3,367,143</b>
<b>NET POSITION</b>				
Restricted for:				
Individuals, Organizations, and Other Governments	\$ 854,686	\$ 18,442	\$ 1,692,964	\$ 205,839

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF FIDUCIARY NET POSITION - STUDENT SUPPORT BY INSTITUTION**  
**(Unaudited)**  
**JUNE 30, 2020**

	University of West Georgia	Valdosta State University	University System Office
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ —	\$ —	\$ 20,180,709
Investments	—	—	—
Receivables			
Due From Component Units	—	—	—
Due From Affiliated Organizations	—	—	—
Other	2,769,353	5,594,278	499,092
<b>Total Assets</b>	<b>2,769,353</b>	<b>5,594,278</b>	<b>20,679,801</b>
<b>LIABILITIES</b>			
Cash Overdraft	2,597,518	5,574,412	—
Accounts Payable	70,791	19,866	14,256
Benefits Payable	—	—	—
Due to Component Units	—	—	—
Advances	—	—	—
Deposits held for other organizations	—	—	20,588,315
Other Liabilities	—	—	—
<b>Total Liabilities</b>	<b>2,668,309</b>	<b>5,594,278</b>	<b>20,602,571</b>
<b>NET POSITION</b>			
Restricted for:			
Individuals, Organizations, and Other Governments	\$ 101,044	\$ —	\$ 77,230

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF FIDUCIARY NET POSITION - STUDENT SUPPORT BY INSTITUTION**  
**(Unaudited)**  
**JUNE 30, 2020**

	Preliminary Total	Elimination/ Consolidation Entries	Consolidated Total
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 23,077,296	\$ (23,077,296)	\$ —
Investments	14,500	(14,500)	—
Receivables		—	—
Due From Affiliated Organizations	22,692	—	22,692
Other	79,555,313	(441,403)	79,113,910
<b>Total Assets</b>	<b>102,669,801</b>	<b>(23,533,199)</b>	<b>79,136,602</b>
<b>LIABILITIES</b>			
Cash Overdraft	65,917,280	(2,944,884)	62,972,396
Accounts Payable	1,813,536	—	1,813,536
Advances	3,653,035	—	3,653,035
Deposits held for other organizations	21,001,788	(20,588,315)	413,473
Other Liabilities	1,130	—	1,130
<b>Total Liabilities</b>	<b>92,386,769</b>	<b>(23,533,199)</b>	<b>68,853,570</b>
<b>NET POSITION</b>			
Restricted for:			
Individuals, Organizations, and Other Governments	\$ 10,283,032	\$ —	\$ 10,283,032

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - STUDENT SUPPORT BY**  
**INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	Abraham Baldwin Agricultural College	Albany State University	Atlanta Metropolitan State College	Augusta University
<b>ADDITIONS</b>				
Investment Income:				
Dividends and Interest	\$ —	\$ —	\$ —	\$ —
Net Appreciation in Investments Reported at Fair Value				
Less: Investment Expense	—	—	—	—
Federal Financial Aid	9,526,075	36,371,254	3,782,933	94,009,485
State Financial Aid	3,906,443	5,209,160	513,914	17,211,509
Other Financial Aid	1,298,912	2,978,429	193,815	2,926,311
Clubs and Other Organizations Fund Raising	314,892	362,070	23,234	2,792,742
Public-Private Partnership Passthrough	7,690,154	—	—	5,294,176
<b>Total Additions</b>	<b>22,736,476</b>	<b>44,920,913</b>	<b>4,513,896</b>	<b>122,234,223</b>
<b>DEDUCTIONS</b>				
Scholarships and Other Student Support	14,878,293	44,323,886	4,466,000	114,366,375
Student Organizations Support	325,374	530,095	29,333	3,097,688
Public-Private Partnership Passthrough	7,682,942	—	—	5,318,138
Other Payments	—	—	—	—
<b>Total Deductions</b>	<b>22,886,609</b>	<b>44,853,981</b>	<b>4,495,333</b>	<b>122,782,201</b>
Net Increase (Decrease) in Fiduciary Net Position	(150,133)	66,932	18,563	(547,978)
Net Position, Beginning of Year				
Net Position, Beginning of Year, As Originally Reported	—	—	—	—
Prior Year Adjustments	655,648	144,779	250,673	1,073,981
Net Position, Beginning of Year	655,648	144,779	250,673	1,073,981
Net Position, End of Year	\$ 505,515	\$ 211,711	\$ 269,236	\$ 526,003

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - STUDENT SUPPORT BY**  
**INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	Clayton State University	College of Coastal Georgia	Columbus State University	Dalton State College
<b>ADDITIONS</b>				
Investment Income:				
Dividends and Interest	\$ —	\$ —	\$ —	\$ —
Net Appreciation in Investments Reported at Fair Value				
Less: Investment Expense	—	—	—	—
Federal Financial Aid	35,334,952	7,820,051	38,754,232	5,461,383
State Financial Aid	7,635,796	3,109,821	10,810,462	5,353,837
Other Financial Aid	1,137,460	448,420	4,427,695	461,114
Clubs and Other Organizations Fund Raising	246,125	5,196	83,683	4,682
Public-Private Partnership Passthrough	—	3,513,514	3,244,206	846,970
<b>Total Additions</b>	<b>44,354,333</b>	<b>14,897,002</b>	<b>57,320,278</b>	<b>12,127,986</b>
<b>DEDUCTIONS</b>				
Scholarships and Other Student Support	44,184,329	11,343,293	53,925,611	11,266,349
Student Organizations Support	287,724	3,779	121,130	29,498
Public-Private Partnership Passthrough	—	3,494,798	5,649,740	861,922
Other Payments	—	—	—	—
<b>Total Deductions</b>	<b>44,472,053</b>	<b>14,841,870</b>	<b>59,696,481</b>	<b>12,157,769</b>
Net Increase (Decrease) in Fiduciary Net Position	(117,720)	55,132	(2,376,203)	(29,783)
Net Position, Beginning of Year				
Net Position, Beginning of Year, As Originally Reported	—	—	—	—
Prior Year Adjustments	183,914	264,196	2,670,033	144,880
Net Position, Beginning of Year	183,914	264,196	2,670,033	144,880
Net Position, End of Year	\$ 66,194	\$ 319,328	\$ 293,830	\$ 115,097

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - STUDENT SUPPORT BY**  
**INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	East Georgia State College	Fort Valley State University	Georgia College & State University	Georgia Gwinnett College
<b>ADDITIONS</b>				
Investment Income:				
Dividends and Interest	\$ —	\$ —	\$ —	\$ —
Net Appreciation in Investments Reported at Fair Value				
Less: Investment Expense	—	—	—	—
Federal Financial Aid	6,517,244	25,020,380	31,241,502	33,171,377
State Financial Aid	1,644,738	2,989,726	30,656,221	12,425,549
Other Financial Aid	235,042	1,109,052	3,951,370	1,808,453
Clubs and Other Organizations Fund Raising	23,368	199,436	280,839	(3,507)
Public-Private Partnership Passthrough	2,854,709	—	—	—
<b>Total Additions</b>	<b>11,275,101</b>	<b>29,318,594</b>	<b>66,129,932</b>	<b>47,401,872</b>
<b>DEDUCTIONS</b>				
Scholarships and Other Student Support	8,406,426	29,090,289	65,889,561	47,419,175
Student Organizations Support	24,599	203,962	282,824	163,677
Public-Private Partnership Passthrough	2,835,748	—	—	—
Other Payments	5	—	—	—
<b>Total Deductions</b>	<b>11,266,778</b>	<b>29,294,251</b>	<b>66,172,385</b>	<b>47,582,852</b>
Net Increase (Decrease) in Fiduciary Net Position	8,323	24,343	(42,453)	(180,980)
Net Position, Beginning of Year				
Net Position, Beginning of Year, As Originally Reported	—	—	—	—
Prior Year Adjustments	27,865	163,449	544,109	253,039
Net Position, Beginning of Year	27,865	163,449	544,109	253,039
Net Position, End of Year	\$ 36,188	\$ 187,792	\$ 501,656	\$ 72,059

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - STUDENT SUPPORT BY**  
**INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	Georgia Highlands College	Georgia Institute of Technology	Georgia Southern University	Georgia Southwestern University
<b>ADDITIONS</b>				
Investment Income:				
Dividends and Interest	\$ —	\$ —	\$ —	\$ —
Net Appreciation in Investments Reported at Fair Value				
Less: Investment Expense	—	—	—	—
Federal Financial Aid	7,965,723	72,659,472	116,858,388	13,389,593
State Financial Aid	3,234,315	79,994,195	50,162,033	4,179,951
Other Financial Aid	162,487	21,965,881	14,542,760	963,510
Clubs and Other Organizations Fund Raising	56,250	472,763	1,674,379	361,179
Public-Private Partnership Passthrough	—	—	5,523,412	—
<b>Total Additions</b>	<b>11,418,775</b>	<b>175,092,311</b>	<b>188,760,972</b>	<b>18,894,233</b>
<b>DEDUCTIONS</b>				
Scholarships and Other Student Support	11,355,598	175,108,886	182,498,726	18,214,851
Student Organizations Support	130,781	590,085	838,306	404,802
Public-Private Partnership Passthrough	—	—	5,638,879	—
Other Payments	—	—	—	—
<b>Total Deductions</b>	<b>11,486,379</b>	<b>175,698,971</b>	<b>188,975,911</b>	<b>18,619,653</b>
Net Increase (Decrease) in Fiduciary Net Position	(67,604)	(606,660)	(214,939)	274,580
Net Position, Beginning of Year				
Net Position, Beginning of Year, As Originally Reported	—	—	—	—
Prior Year Adjustments	99,675	1,844,381	2,010,057	(241,898)
Net Position, Beginning of Year	99,675	1,844,381	2,010,057	(241,898)
Net Position, End of Year	\$ 32,071	\$ 1,237,721	\$ 1,795,118	\$ 32,682

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - STUDENT SUPPORT BY**  
**INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	Georgia State University	Gordon State College	Kennesaw State University	Middle Georgia State University
<b>ADDITIONS</b>				
Investment Income:				
Dividends and Interest	\$ —	\$ —	\$ —	\$ —
Net Appreciation in Investments Reported at Fair Value				
Less: Investment Expense	—	—	—	—
Federal Financial Aid	224,644,943	10,509,806	144,227,470	31,542,811
State Financial Aid	129,047,847	3,238,725	76,504,301	7,032,688
Other Financial Aid	17,679,562	1,219,186	12,948,766	3,062,978
Clubs and Other Organizations Fund Raising	2,317,546	—	11,461	57,117
Public-Private Partnership Passthrough	34,881,312	—	—	—
<b>Total Additions</b>	<b>408,571,210</b>	<b>14,967,717</b>	<b>233,691,998</b>	<b>41,695,594</b>
<b>DEDUCTIONS</b>				
Scholarships and Other Student Support	372,024,726	15,004,457	233,605,339	41,593,157
Student Organizations Support	2,315,071	—	8,931	85,706
Public-Private Partnership Passthrough	36,204,571	—	—	—
Other Payments	—	—	75,198	—
<b>Total Deductions</b>	<b>410,544,368</b>	<b>15,004,457</b>	<b>233,689,468</b>	<b>41,678,863</b>
Net Increase (Decrease) in Fiduciary Net Position	(1,973,158)	(36,740)	2,530	16,731
Net Position, Beginning of Year				
Net Position, Beginning of Year, As Originally Reported	—	—	—	—
Prior Year Adjustments	2,541,254	293,125	22,401	264,483
Net Position, Beginning of Year	2,541,254	293,125	22,401	264,483
Net Position, End of Year	\$ 568,096	\$ 256,385	\$ 24,931	\$ 281,214



**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - STUDENT SUPPORT BY**  
**INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	Savannah State University	South Georgia State College	University of Georgia	University of North Georgia
<b>ADDITIONS</b>				
Investment Income:				
Dividends and Interest	\$ —	\$ —	\$ —	\$ —
Net Appreciation in Investments Reported at Fair Value				
Less: Investment Expense	—	—	—	—
Federal Financial Aid	27,478,282	5,472,670	167,778,348	39,786,323
State Financial Aid	4,855,546	2,175,584	199,996,737	41,617,172
Other Financial Aid	2,540,219	161,671	20,881,235	5,808,854
Clubs and Other Organizations Fund Raising	126,762	—	133,526	151,133
Public-Private Partnership Passthrough	—	—	—	3,046,075
<b>Total Additions</b>	<b>35,000,809</b>	<b>7,809,925</b>	<b>388,789,846</b>	<b>90,409,557</b>
<b>DEDUCTIONS</b>				
Scholarships and Other Student Support	34,863,744	7,835,117	389,232,958	87,191,730
Student Organizations Support	141,373	—	474,116	150,802
Public-Private Partnership Passthrough	—	—	—	5,979,476
Other Payments	—	—	—	—
<b>Total Deductions</b>	<b>35,005,117</b>	<b>7,835,117</b>	<b>389,707,074</b>	<b>93,322,008</b>
Net Increase (Decrease) in Fiduciary Net Position	(4,308)	(25,192)	(917,228)	(2,912,451)
Net Position, Beginning of Year				
Net Position, Beginning of Year, As Originally Reported	—	—	—	—
Prior Year Adjustments	858,994	43,634	2,610,192	3,118,290
Net Position, Beginning of Year	858,994	43,634	2,610,192	3,118,290
Net Position, End of Year	\$ 854,686	\$ 18,442	\$ 1,692,964	\$ 205,839

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - STUDENT SUPPORT BY**  
**INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	University of West Georgia	Valdosta State University	University System Office
<b>ADDITIONS</b>			
Investment Income:			
Dividends and Interest	\$ —	\$ —	\$ 1,119
Net Appreciation in Investments Reported at Fair Value	—	—	339
Less: Investment Expense	—	—	(161)
Federal Financial Aid	70,241,289	76,739,363	—
State Financial Aid	21,139,747	14,528,936	—
Other Financial Aid	1,917,100	—	—
Clubs and Other Organizations Fund Raising	22,267	1,497,469	—
Public-Private Partnership Passthrough	—	—	67,593,616
<b>Total Additions</b>	<b>93,320,403</b>	<b>92,765,768</b>	<b>67,594,913</b>
<b>DEDUCTIONS</b>			
Scholarships and Other Student Support	93,283,846	91,268,299	—
Student Organizations Support	35,303	1,497,469	—
Public-Private Partnership Passthrough	—	—	67,560,656
Other Payments	—	—	—
<b>Total Deductions</b>	<b>93,319,149</b>	<b>92,765,768</b>	<b>67,560,656</b>
Net Increase (Decrease) in Fiduciary Net Position	1,254	—	34,257
Net Position, Beginning of Year			
Net Position, Beginning of Year, As Originally Reported	—	—	—
Prior Year Adjustments	99,790	—	42,973
Net Position, Beginning of Year	99,790	—	42,973
Net Position, End of Year	\$ 101,044	\$ —	\$ 77,230

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - STUDENT SUPPORT BY**  
**INSTITUTION (Unaudited)**  
**JUNE 30, 2020**

	Preliminary Total	Elimination/ Consolidation Entries	Consolidated Total
<b>ADDITIONS</b>			
Investment Income:			
Dividends and Interest	\$ 1,119	\$ —	\$ 1,119
Net Appreciation in Investments Reported at Fair Value	339	—	339
Less: Investment Expense	(161)	—	(161)
Federal Financial Aid	1,336,305,349	—	1,336,305,349
State Financial Aid	739,174,953	—	739,174,953
Other Financial Aid	124,830,282	—	124,830,282
Clubs and Other Organizations Fund Raising	11,214,612	—	11,214,612
Public-Private Partnership Passthrough	134,488,144	(67,593,616)	66,894,528
<b>Total Additions</b>	<b>2,346,014,637</b>	<b>(67,593,616)</b>	<b>2,278,421,021</b>
<b>DEDUCTIONS</b>			
Scholarships and Other Student Support	2,202,641,021	—	2,202,641,021
Student Organizations Support	11,772,428	—	11,772,428
Public-Private Partnership Passthrough	141,226,870	(67,593,616)	73,633,254
Other Payments	75,203	—	75,203
<b>Total Deductions</b>	<b>2,355,715,522</b>	<b>(67,593,616)</b>	<b>2,288,121,906</b>
Net Increase (Decrease) in Fiduciary Net Position	(9,700,885)	—	(9,700,885)
Net Position, Beginning of Year			
Net Position, Beginning of Year, As Originally Reported	—	—	—
Prior Year Adjustments	19,983,917	—	19,983,917
Net Position, Beginning of Year	19,983,917	—	19,983,917
Net Position, End of Year	\$ 10,283,032	\$ —	\$ 10,283,032

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY AFFILIATED ORGANIZATION (Unaudited)**  
**JUNE 30, 2020**

	Abraham Baldwin Agricultural College Foundation, Inc. & Subsidiaries	Albany State University Foundation, Inc.	Armstrong State University Foundation, Inc.	Atlanta Metropolitan State College Foundation, Inc.
<b>ASSETS</b>				
<b>Current Assets</b>				
Cash and Cash Equivalents	\$ 3,840,117	\$ 2,037,898	\$ 469,047	\$ 335,661
Cash and Cash Equivalents (Externally Restricted)	—	2,268,818	—	636,328
Short-term Investments	—	—	—	—
Short-term Investments (Externally Restricted)	—	—	—	—
Accounts Receivable, net				
Federal Financial Assistance	—	—	—	—
State General Appropriations	—	—	—	—
Margin Allocation Funds	—	—	—	—
Related Parties	—	—	—	—
Pledges and Contributions	200,000	75,924	274,425	—
Other	—	—	—	—
Notes Receivable, net	—	—	—	—
Due From Other Funds	—	—	—	—
Investment in Capital Leases	—	960,120	—	223,170
Inventories	—	—	—	—
Prepaid Items	—	—	—	—
Other Assets	—	—	—	—
Total Current Assets	<u>4,040,117</u>	<u>5,342,760</u>	<u>743,472</u>	<u>1,195,159</u>
<b>Non-Current Assets</b>				
Accounts Receivable, net				
Related Parties	—	—	—	—
Due From USO - Capital Liability Reserve Fund	—	—	—	—
Due From Institution - Capital Liability Reserve Fund	—	—	—	—
Pledges and Contributions	395,059	179,500	522,034	—
Other	—	—	—	—
Investments	23,171,157	3,084,545	15,137,961	416,885
Notes Receivable, net	—	—	—	—
Due From Other Funds	—	—	—	—
Investment in Capital Leases	—	32,823,509	—	9,042,603
Other Assets	253,624	—	—	—
Non-current Cash (Externally Restricted)	—	4,994,447	—	—
Short-term Investments (Externally Restricted)	—	—	—	—
Investments (Externally Restricted)	—	—	—	50,300
Capital Assets, net	<u>7,642,680</u>	<u>—</u>	<u>—</u>	<u>—</u>
Total Non-Current Assets	<u>31,462,520</u>	<u>41,082,001</u>	<u>15,659,995</u>	<u>9,509,788</u>
<b>TOTAL ASSETS</b>	<u>35,502,637</u>	<u>46,424,761</u>	<u>16,403,467</u>	<u>10,704,947</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY AFFILIATED ORGANIZATION (Unaudited)**  
**JUNE 30, 2020**

	Abraham Baldwin Agricultural College Foundation, Inc. & Subsidiaries	Albany State University Foundation, Inc.	Armstrong State University Foundation, Inc.	Atlanta Metropolitan State College Foundation, Inc.
<b>LIABILITIES</b>				
<b>Current Liabilities</b>				
Accounts Payable	\$ 74,901	\$ 976,320	\$ 52,430	\$ —
Salaries Payable	—	—	—	—
Benefits Payable	—	—	—	—
Contracts Payable	—	—	—	—
Retainage Payable	—	—	—	—
Due to Related Parties	—	12,367	2,460	—
Due to Other Funds	—	—	—	—
Due to USO - Capital Liability Reserve Fund	—	—	—	—
Advances (Including Tuition and Fees)	—	—	—	—
Deposits	—	—	—	—
Deposits Held for Other Organizations	—	—	—	—
Other Liabilities	—	—	—	—
Notes and Loans Payable	2,392,287	—	—	—
Lease Purchase Obligations	—	—	—	—
Revenue Bonds and Notes Payable	—	1,090,000	—	300,000
Liabilities Under Split Interest Agreements	—	—	—	—
Interest Rate Swap	—	—	—	—
Pollution Remediation	—	—	—	—
Claims and Judgments	—	—	—	—
Compensated Absences	—	—	—	—
Total Current Liabilities	2,467,188	2,078,687	54,890	300,000
<b>Non-Current Liabilities</b>				
Due to Related Parties	—	—	—	—
Due to Other Funds	—	—	—	—
Due to USO - Capital Liability Reserve Fund	—	—	—	—
Advances (Including Tuition and Fees)	—	—	—	—
Other Liabilities	—	—	—	—
Notes and Loans Payable	41,048	—	—	—
Lease Purchase Obligations	—	—	—	—
Revenue Bonds and Notes Payable	—	35,884,632	—	9,316,004
Liabilities Under Split Interest Agreements	—	—	—	—
Interest Rate Swap	—	—	—	—
Pollution Remediation	—	—	—	—
Claims and Judgments	—	—	—	—
Compensated Absences	—	—	—	—
Net Other Post Employment Benefits Liability	—	—	—	—
Net Pension Liability	—	—	—	—
Total Non-Current Liabilities	41,048	35,884,632	—	9,316,004
<b>TOTAL LIABILITIES</b>	<b>2,508,236</b>	<b>37,963,319</b>	<b>54,890</b>	<b>9,616,004</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
	—	—	—	—
<b>NET POSITION</b>				
Net Investment in Capital Assets	5,282,680	—	—	—
Restricted for:				
Nonexpendable	10,837,948	2,089,095	7,958,971	50,300
Expendable	6,868,793	1,504,389	7,648,888	702,982
Unrestricted	10,004,980	4,867,958	740,718	335,661
<b>TOTAL NET POSITION</b>	<b>\$ 32,994,401</b>	<b>\$ 8,461,442</b>	<b>\$ 16,348,577</b>	<b>\$ 1,088,943</b>

See Notes to Statement of Net Position and Statement of Revenues, Expenses and Changes in Net Position by Affiliated Organization.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY AFFILIATED ORGANIZATION (Unaudited)**  
**JUNE 30, 2020**

	AU Health System Inc	Augusta University Foundation, Inc.	Augusta University Research Institute, Inc.	Augusta University College of Dental Medicine Faculty Practice Group d/b/a AU Dental Faculty Practice Group	Bainbridge State College Foundation	Clayton State University Foundation, Inc.
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and Cash Equivalents	\$ 154,768,143	\$ 6,746,512	\$ 6,924,938	\$ 2,017,196	\$ 21,522	\$ 2,772,758
Cash and Cash Equivalents (Externally Restricted)	1,235,936	3,576,198	—	—	—	6,002,530
Short-term Investments	41,537,543	1,572,604	—	16,505,138	—	—
Short-term Investments (Externally Restricted)	10,492,062	654,000	—	—	—	3,407,479
Accounts Receivable, net						
Federal Financial Assistance	—	—	5,336,106	—	—	—
State General Appropriations	—	—	—	—	—	—
Margin Allocation Funds	—	—	—	—	—	—
Related Parties	1,793,501	—	—	134,840	—	—
Pledges and Contributions	—	118,069	—	—	—	142,127
Other	153,631,623	13,625	—	5,161	—	66,293
Notes Receivable, net	—	—	—	—	—	—
Due From Other Funds	—	—	—	—	—	—
Investment in Capital Leases	1,255,961	2,081,162	—	—	—	—
Inventories	24,102,526	—	—	—	—	—
Prepaid Items	18,222,540	18,279	—	—	—	11,101
Other Assets	—	—	—	—	—	—
Total Current Assets	<u>407,039,835</u>	<u>14,780,449</u>	<u>12,261,044</u>	<u>18,662,335</u>	<u>21,522</u>	<u>12,402,288</u>
<b>Non-Current Assets</b>						
Accounts Receivable, net						
Related Parties	—	—	—	—	—	—
Due From USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Due From Institution - Capital Liability Reserve Fund	—	—	—	—	—	—
Pledges and Contributions	—	140,260	—	—	—	50,866
Other	28,179,803	—	—	—	—	—
Investments	119,499,299	1,405,698	4,993,727	—	2,369,878	9,041,368
Notes Receivable, net	—	—	—	—	—	—
Due From Other Funds	—	—	—	—	—	—
Investment in Capital Leases	20,036,901	27,429,148	—	—	—	52,721,598
Other Assets	5,377,889	204,387	—	—	—	—
Non-current Cash (Externally Restricted)	—	—	69,973	—	—	—
Short-term Investments (Externally Restricted)	—	—	—	—	—	—
Investments (Externally Restricted)	4,731,380	27,578,729	—	—	—	1,708,869
Capital Assets, net	254,671,703	—	—	—	—	6,974,043
Total Non-Current Assets	<u>432,496,975</u>	<u>56,758,222</u>	<u>5,063,700</u>	<u>—</u>	<u>2,369,878</u>	<u>70,496,744</u>
<b>TOTAL ASSETS</b>	<u>839,536,810</u>	<u>71,538,671</u>	<u>17,324,744</u>	<u>18,662,335</u>	<u>2,391,400</u>	<u>82,899,032</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
	\$ 3,698,961	\$ —	\$ —	\$ —	\$ —	\$ —

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY AFFILIATED ORGANIZATION (Unaudited)**  
**JUNE 30, 2020**

	AU Health System Inc	Augusta University Foundation, Inc.	Augusta University Research Institute, Inc.	Augusta University College of Dental Medicine Faculty Practice Group d/b/a AU Dental Faculty Practice Group	Bainbridge State College Foundation	Clayton State University Foundation, Inc.
<b>LIABILITIES</b>						
<b>Current Liabilities</b>						
Accounts Payable	\$ 81,614,361	\$ 419,500	\$ 1,132,336	\$ 14,895,857	\$ —	\$ 1,385,542
Salaries Payable	10,850,685	—	—	—	—	—
Benefits Payable	—	—	—	—	—	—
Contracts Payable	—	—	—	—	—	—
Retainage Payable	—	—	—	—	—	—
Due to Related Parties	67,257,057	95,512	5,529,314	564,627	—	—
Due to Other Funds	—	—	—	—	—	—
Due to USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Advances (Including Tuition and Fees)	67,792,963	926,899	—	—	—	—
Deposits	—	—	—	—	—	—
Deposits Held for Other Organizations	—	—	—	—	—	—
Other Liabilities	5,565,149	—	21,130	—	—	—
Notes and Loans Payable	—	—	—	—	—	261,407
Lease Purchase Obligations	5,924,708	—	—	—	—	—
Revenue Bonds and Notes Payable	5,330,000	1,075,000	—	—	—	1,790,000
Liabilities Under Split Interest Agreements	—	—	—	—	—	—
Interest Rate Swap	—	—	—	—	—	—
Pollution Remediation	—	—	—	—	—	—
Claims and Judgments	—	—	—	—	—	—
Compensated Absences	23,599,910	—	—	—	—	—
<b>Total Current Liabilities</b>	<b>267,934,833</b>	<b>2,516,911</b>	<b>6,682,780</b>	<b>15,460,484</b>	<b>—</b>	<b>3,436,949</b>
<b>Non-Current Liabilities</b>						
Due to Related Parties	—	—	—	—	—	1,708,869
Due to Other Funds	—	—	—	—	—	—
Due to USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Advances (Including Tuition and Fees)	—	5,889,291	—	—	—	—
Other Liabilities	19,228,538	—	—	—	—	—
Notes and Loans Payable	—	—	—	—	—	3,420,892
Lease Purchase Obligations	24,661,163	—	—	—	—	—
Revenue Bonds and Notes Payable	202,385,455	20,870,463	—	—	—	60,344,120
Liabilities Under Split Interest Agreements	—	—	—	—	—	—
Interest Rate Swap	28,181,020	—	—	—	—	—
Pollution Remediation	—	—	—	—	—	—
Claims and Judgments	—	—	—	—	—	—
Compensated Absences	—	—	—	—	—	—
Net Other Post Employment Benefits Liability	6,641,329	—	—	—	—	—
Net Pension Liability	—	—	—	—	—	—
<b>Total Non-Current Liabilities</b>	<b>281,097,505</b>	<b>26,759,754</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>65,473,881</b>
<b>TOTAL LIABILITIES</b>	<b>549,032,338</b>	<b>29,276,665</b>	<b>6,682,780</b>	<b>15,460,484</b>	<b>—</b>	<b>68,910,830</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>	<b>872,879</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
<b>NET POSITION</b>						
Net Investment in Capital Assets	54,305,828	—	—	—	—	6,974,043
Restricted for:						
Nonexpendable	—	19,855,144	—	—	—	5,518,091
Expendable	16,459,378	18,434,320	69,973	—	2,391,400	8,634,512
Unrestricted	222,565,348	3,972,542	10,571,991	3,201,851	—	(7,138,444)
<b>TOTAL NET POSITION</b>	<b>\$ 293,330,554</b>	<b>\$ 42,262,006</b>	<b>\$ 10,641,964</b>	<b>\$ 3,201,851</b>	<b>\$ 2,391,400</b>	<b>\$ 13,988,202</b>

See Notes to Statement of Net Position and Statement of Revenues, Expenses and Changes in Net Position by Affiliated Organization.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY AFFILIATED ORGANIZATION (Unaudited)**  
**JUNE 30, 2020**

	College of Coastal Georgia Foundation, Inc.	Columbus State University Alumni Association, Inc.	Columbus State University Athletic Fund, Inc.	Columbus State University Foundation, Inc.	Columbus State University Research & Service Foundation	Dalton State College Athletic Club
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and Cash Equivalents	\$ 1,155,133	\$ 28,737	\$ 62,694	\$ 1,526,479	13,808	\$ —
Cash and Cash Equivalents (Externally Restricted)	—	6,914	132,584	5,211,523	—	—
Short-term Investments	1,508,926	50,407	—	—	—	—
Short-term Investments (Externally Restricted)	10,384,255	—	—	—	—	—
Accounts Receivable, net						
Federal Financial Assistance	—	—	—	—	—	—
State General Appropriations	—	—	—	—	—	—
Margin Allocation Funds	—	—	—	—	—	—
Related Parties	—	—	—	1,370,288	—	—
Pledges and Contributions	54,143	—	7,054	5,710,970	—	—
Other	—	—	—	22,547	—	—
Notes Receivable, net	—	—	—	—	—	—
Due From Other Funds	—	—	—	—	—	—
Investment in Capital Leases	—	—	—	—	—	—
Inventories	—	3,860	—	4,656	—	—
Prepaid Items	677	6,350	2,944	173,502	—	—
Other Assets	—	—	—	—	—	—
Total Current Assets	13,103,134	96,268	205,276	14,019,965	13,808	—
<b>Non-Current Assets</b>						
Accounts Receivable, net						
Related Parties	—	254,833	—	—	—	—
Due From USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Due From Institution - Capital Liability Reserve Fund	—	—	—	—	—	—
Pledges and Contributions	40,956	—	—	14,756,429	—	—
Other	—	—	—	—	—	—
Investments	1,454,783	—	2,558,155	72,468,027	—	—
Notes Receivable, net	—	—	—	—	—	—
Due From Other Funds	—	—	—	—	—	—
Investment in Capital Leases	—	—	—	—	—	—
Other Assets	—	—	—	—	—	—
Non-current Cash (Externally Restricted)	—	—	—	—	—	—
Short-term Investments (Externally Restricted)	—	—	—	—	—	—
Investments (Externally Restricted)	2,072,846	—	—	—	—	—
Capital Assets, net	1,703,984	—	—	22,933,778	—	—
Total Non-Current Assets	5,272,569	254,833	2,558,155	110,158,234	—	—
<b>TOTAL ASSETS</b>	18,375,703	351,101	2,763,431	124,178,199	13,808	—
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —



**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY AFFILIATED ORGANIZATION (Unaudited)**  
**JUNE 30, 2020**

	College of Coastal Georgia Foundation, Inc.	Columbus State University Alumni Association, Inc.	Columbus State University Athletic Fund, Inc.	Columbus State University Foundation, Inc.	Columbus State University Research & Service Foundation	Dalton State College Athletic Club
<b>LIABILITIES</b>						
<b>Current Liabilities</b>						
Accounts Payable	\$ —	\$ 7,299	\$ 12,150	\$ 340,806		\$ —
Salaries Payable	—	—	—	—		—
Benefits Payable	—	—	—	—	—	—
Contracts Payable	—	—	—	—	—	—
Retainage Payable	—	—	—	—	—	—
Due to Related Parties	299,048	514	—	9,123,092	—	—
Due to Other Funds	—	—	—	—	—	—
Due to USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Advances (Including Tuition and Fees)	—	3,045	—	—	—	—
Deposits	—	—	—	—	—	—
Deposits Held for Other Organizations	—	—	—	—	11,304	—
Other Liabilities	—	—	—	—	—	—
Notes and Loans Payable	—	—	—	—	—	—
Lease Purchase Obligations	—	—	—	—	—	—
Revenue Bonds and Notes Payable	—	—	—	—	—	—
Liabilities Under Split Interest Agreements	2,674	—	—	80,928	—	—
Interest Rate Swap	—	—	—	—	—	—
Pollution Remediation	—	—	—	—	—	—
Claims and Judgments	—	—	—	—	—	—
Compensated Absences	—	—	—	—	—	—
Total Current Liabilities	301,722	10,858	12,150	9,544,826	11,304	—
<b>Non-Current Liabilities</b>						
Due to Related Parties	—	—	—	3,131,201	—	—
Due to Other Funds	—	—	—	—	—	—
Due to USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Advances (Including Tuition and Fees)	—	—	—	—	—	—
Other Liabilities	—	—	—	—	—	—
Notes and Loans Payable	—	—	—	—	—	—
Lease Purchase Obligations	—	—	—	—	—	—
Revenue Bonds and Notes Payable	—	—	—	—	—	—
Liabilities Under Split Interest Agreements	8,708	—	—	926,445	—	—
Interest Rate Swap	—	—	—	—	—	—
Pollution Remediation	—	—	—	—	—	—
Claims and Judgments	—	—	—	—	—	—
Compensated Absences	—	—	—	—	—	—
Net Other Post Employment Benefits Liability	—	—	—	—	—	—
Net Pension Liability	—	—	—	—	—	—
Total Non-Current Liabilities	8,708	—	—	4,057,646	—	—
<b>TOTAL LIABILITIES</b>	<b>310,430</b>	<b>10,858</b>	<b>12,150</b>	<b>13,602,472</b>	<b>11,304</b>	<b>—</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
	—	—	—	—	—	—
<b>NET POSITION</b>						
Net Investment in Capital Assets	1,703,984	—	—	22,933,778	—	—
Restricted for:						
Nonexpendable	7,434,790	—	1,365,633	51,654,902	—	—
Expendable	6,531,237	119,430	1,335,295	55,740,724	—	—
Unrestricted	2,395,262	220,813	50,353	(19,753,677)	2,504	—
<b>TOTAL NET POSITION</b>	<b>\$ 18,065,273</b>	<b>\$ 340,243</b>	<b>\$ 2,751,281</b>	<b>\$ 110,575,727</b>	<b>\$ 2,504</b>	<b>\$ —</b>

See Notes to Statement of Net Position and Statement of Revenues, Expenses and Changes in Net Position by Affiliated Organization.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY AFFILIATED ORGANIZATION (Unaudited)**  
**JUNE 30, 2020**

	Dalton State College Foundation, Inc.	Darton Boosters, Inc.	Darton State College Foundation, Inc.	East Georgia State College Foundation, Inc.	Fort Valley State University Foundation, Inc.	Foundation Properties, Inc.
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and Cash Equivalents	\$ 1,410,276	\$ 1,901	\$ 695,555	\$ 61,182	\$ 5,004,318	\$ 7,260,262
Cash and Cash Equivalents (Externally Restricted)	—	—	—	—	—	—
Short-term Investments	7,233,918	—	—	—	926,469	—
Short-term Investments (Externally Restricted)	—	—	—	1,124,838	—	—
Accounts Receivable, net						
Federal Financial Assistance	—	—	—	—	—	—
State General Appropriations	—	—	—	—	—	—
Margin Allocation Funds	—	—	—	—	—	—
Related Parties	—	—	—	—	—	1,714,659
Pledges and Contributions	1,309,839	—	—	409,281	—	—
Other	—	—	—	—	1,179,350	110,016
Notes Receivable, net	—	—	—	—	10,000	—
Due From Other Funds	—	—	—	—	—	—
Investment in Capital Leases	—	508,055	—	—	—	—
Inventories	—	—	—	—	—	—
Prepaid Items	25,529	—	—	—	—	30,007
Other Assets	—	—	—	—	—	2,119
Total Current Assets	9,979,562	509,956	695,555	1,595,301	7,120,137	9,117,063
<b>Non-Current Assets</b>						
Accounts Receivable, net						
Related Parties	—	—	—	—	—	1,260,397
Due From USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Due From Institution - Capital Liability Reserve Fund	—	—	—	—	—	—
Pledges and Contributions	4,190,661	—	19,272	200,000	—	—
Other	—	—	—	—	17,057,986	—
Investments	4,672,635	—	4,142,100	—	8,269,761	4,274,660
Notes Receivable, net	—	—	—	—	—	—
Due From Other Funds	—	—	—	—	—	—
Investment in Capital Leases	—	20,317,988	—	—	—	—
Other Assets	—	318,749	—	—	41,439	—
Non-current Cash (Externally Restricted)	—	1,994,256	—	—	—	755,037
Short-term Investments (Externally Restricted)	16,570,048	—	—	—	—	—
Investments (Externally Restricted)	—	—	—	—	1,433,313	—
Capital Assets, net	4,051,162	—	401,976	700,884	1,340,392	97,231,625
Total Non-Current Assets	29,484,506	22,630,993	4,563,348	900,884	28,142,891	103,521,719
<b>TOTAL ASSETS</b>	<b>39,464,068</b>	<b>23,140,949</b>	<b>5,258,903</b>	<b>2,496,185</b>	<b>35,263,028</b>	<b>112,638,782</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY AFFILIATED ORGANIZATION (Unaudited)**  
**JUNE 30, 2020**

	Dalton State College Foundation, Inc.	Darton Boosters, Inc.	Darton State College Foundation, Inc.	East Georgia State College Foundation, Inc.	Fort Valley State University Foundation, Inc.	Foundation Properties, Inc.
<b>LIABILITIES</b>						
<b>Current Liabilities</b>						
Accounts Payable	\$ 200,747	\$ —	\$ —	\$ 7,123	\$ 173,951	\$ 423,163
Salaries Payable	—	—	—	—	—	—
Benefits Payable	—	—	—	—	—	—
Contracts Payable	—	—	—	—	—	—
Retainage Payable	—	—	—	—	—	—
Due to Related Parties	—	—	—	—	—	39,545,818
Due to Other Funds	—	—	—	—	—	—
Due to USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Advances (Including Tuition and Fees)	—	10,022	—	—	—	29,613
Deposits	—	—	—	—	—	—
Deposits Held for Other Organizations	—	—	—	—	—	—
Other Liabilities	—	—	—	—	—	194,166
Notes and Loans Payable	—	—	—	—	17,065	1,000,000
Lease Purchase Obligations	—	—	—	—	—	—
Revenue Bonds and Notes Payable	—	550,000	—	—	485,000	2,085,654
Liabilities Under Split Interest Agreements	—	—	—	—	—	—
Interest Rate Swap	—	—	—	—	—	—
Pollution Remediation	—	—	—	—	—	—
Claims and Judgments	—	—	—	—	—	—
Compensated Absences	—	—	—	—	—	—
Total Current Liabilities	200,747	560,022	—	7,123	676,016	43,278,414
<b>Non-Current Liabilities</b>						
Due to Related Parties	—	—	—	—	760,860	—
Due to Other Funds	—	—	—	—	—	—
Due to USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Advances (Including Tuition and Fees)	—	—	—	—	—	—
Other Liabilities	—	—	—	—	—	—
Notes and Loans Payable	—	—	—	—	200,717	7,119,400
Lease Purchase Obligations	—	—	—	—	—	—
Revenue Bonds and Notes Payable	—	19,354,812	—	—	17,752,336	36,609,575
Liabilities Under Split Interest Agreements	—	—	—	—	—	—
Interest Rate Swap	—	—	—	—	—	—
Pollution Remediation	—	—	—	—	—	—
Claims and Judgments	—	—	—	—	—	—
Compensated Absences	—	—	—	—	—	—
Net Other Post Employment Benefits Liability	—	—	—	—	—	—
Net Pension Liability	—	—	—	—	—	—
Total Non-Current Liabilities	—	19,354,812	—	—	18,713,913	43,728,975
<b>TOTAL LIABILITIES</b>	<b>200,747</b>	<b>19,914,834</b>	<b>—</b>	<b>7,123</b>	<b>19,389,929</b>	<b>87,007,389</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
	—	—	—	—	—	—
<b>NET POSITION</b>						
Net Investment in Capital Assets	4,051,162	—	401,976	700,884	2,448,377	51,258,686
Restricted for:						
Nonexpendable	16,570,048	—	1,363,799	239,705	—	1,455,447
Expendable	5,918,502	—	539,624	1,480,568	11,157,395	—
Unrestricted	12,723,609	3,226,115	2,953,504	67,905	2,267,327	(27,082,740)
<b>TOTAL NET POSITION</b>	<b>\$ 39,263,321</b>	<b>\$ 3,226,115</b>	<b>\$ 5,258,903</b>	<b>\$ 2,489,062</b>	<b>\$ 15,873,099</b>	<b>\$ 25,631,393</b>

See Notes to Statement of Net Position and Statement of Revenues, Expenses and Changes in Net Position by Affiliated Organization.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY AFFILIATED ORGANIZATION (Unaudited)**  
**JUNE 30, 2020**

	Georgia Advanced Technology Ventures, Inc.	Georgia College & State University Alumni Association, Inc.	Georgia College & State University Foundation	Georgia Gwinnett College Foundation, Inc.	Georgia Health Sciences Foundation, Inc.	Georgia Highlands College Foundation, Inc.
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and Cash Equivalents	\$ 21,737,027	\$ 448,857	\$ 3,562,763	\$ 1,182,633	\$ 255,811	\$ 772,921
Cash and Cash Equivalents (Externally Restricted)	812,083	—	—	—	—	1,053,767
Short-term Investments	—	—	—	—	2,725,663	—
Short-term Investments (Externally Restricted)	—	—	—	—	10,894,655	—
Accounts Receivable, net						
Federal Financial Assistance	—	—	—	—	—	—
State General Appropriations	—	—	—	—	—	—
Margin Allocation Funds	—	—	—	—	—	—
Related Parties	—	400	—	3,146	—	—
Pledges and Contributions	117,474	4,254	813,412	106,160	1,047,472	5,000
Other	75,299	—	8,975	7,755	—	—
Notes Receivable, net	17,318	—	—	—	—	—
Due From Other Funds	—	—	—	—	—	—
Investment in Capital Leases	1,315,211	—	3,124,138	12,399,560	—	366,001
Inventories	—	8,111	—	—	—	—
Prepaid Items	7,492	—	12,702	—	181,625	—
Other Assets	613,310	—	—	—	—	—
Total Current Assets	24,695,214	461,622	7,521,990	13,699,254	15,105,226	2,197,689
<b>Non-Current Assets</b>						
Accounts Receivable, net						
Related Parties	—	—	—	—	—	—
Due From USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Due From Institution - Capital Liability Reserve Fund	—	—	—	—	—	—
Pledges and Contributions	551,414	3,500	506,689	16,817	595,072	—
Other	—	—	—	—	—	—
Investments	15,000	8,217,599	10,840,527	11,305,953	—	2,726,112
Notes Receivable, net	—	—	—	—	—	—
Due From Other Funds	—	—	—	—	—	—
Investment in Capital Leases	78,038,298	—	76,431,399	143,936,668	—	14,987,828
Other Assets	329,012	4,500	50,241	9,943	—	—
Non-current Cash (Externally Restricted)	1,197,335	—	—	9,107,515	—	616,944
Short-term Investments (Externally Restricted)	—	—	—	—	—	—
Investments (Externally Restricted)	—	—	41,633,399	—	5,088,842	—
Capital Assets, net	82,546,755	—	2,815,779	8,936,377	2,295,000	580
Total Non-Current Assets	162,677,814	8,225,599	132,278,034	173,313,273	7,978,914	18,331,464
<b>TOTAL ASSETS</b>	<b>187,373,028</b>	<b>8,687,221</b>	<b>139,800,024</b>	<b>187,012,527</b>	<b>23,084,140</b>	<b>20,529,153</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY AFFILIATED ORGANIZATION (Unaudited)**  
**JUNE 30, 2020**

	Georgia Advanced Technology Ventures, Inc.	Georgia College & State University Alumni Association, Inc.	Georgia College & State University Foundation	Georgia Gwinnett College Foundation, Inc.	Georgia Health Sciences Foundation, Inc.	Georgia Highlands College Foundation, Inc.
<b>LIABILITIES</b>						
<b>Current Liabilities</b>						
Accounts Payable	\$ 1,048,277	\$ —	\$ 1,290,872	\$ 3,708,568	\$ 63,110	\$ 29,369
Salaries Payable	—	—	—	—	—	—
Benefits Payable	—	—	—	—	—	—
Contracts Payable	—	—	—	—	—	—
Retainage Payable	—	—	—	—	—	—
Due to Related Parties	424,210	8,565	180,251	26,934	56,557	—
Due to Other Funds	—	—	—	—	—	—
Due to USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Advances (Including Tuition and Fees)	2,180,219	—	—	443,867	299,144	—
Deposits	177,228	—	—	—	—	—
Deposits Held for Other Organizations	—	—	3,865,869	—	—	—
Other Liabilities	292,476	—	—	—	—	—
Notes and Loans Payable	280,550	—	48,350	130,771	—	—
Lease Purchase Obligations	2,101,701	—	—	—	—	—
Revenue Bonds and Notes Payable	1,105,000	—	3,310,000	4,460,000	—	475,000
Liabilities Under Split Interest Agreements	—	—	—	—	1,625	—
Interest Rate Swap	—	—	—	—	—	—
Pollution Remediation	—	—	—	—	—	—
Claims and Judgments	—	—	—	—	—	—
Compensated Absences	—	—	—	—	—	—
Total Current Liabilities	7,609,661	8,565	8,695,342	8,770,140	420,436	504,369
<b>Non-Current Liabilities</b>						
Due to Related Parties	—	—	1,474,681	—	—	—
Due to Other Funds	—	—	—	—	—	—
Due to USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Advances (Including Tuition and Fees)	4,331,675	—	—	—	—	—
Other Liabilities	323,870	—	—	—	—	—
Notes and Loans Payable	6,041,527	—	—	1,908,913	—	—
Lease Purchase Obligations	48,802,206	—	—	—	—	—
Revenue Bonds and Notes Payable	59,200,504	—	86,137,047	157,033,558	—	14,926,741
Liabilities Under Split Interest Agreements	—	—	735,685	—	7,841	—
Interest Rate Swap	—	—	6,714,882	—	—	—
Pollution Remediation	—	—	—	—	—	—
Claims and Judgments	—	—	—	—	—	—
Compensated Absences	—	—	—	—	—	—
Net Other Post Employment Benefits Liability	—	—	—	—	—	—
Net Pension Liability	—	—	—	—	—	—
Total Non-Current Liabilities	118,699,782	—	95,062,295	158,942,471	7,841	14,926,741
<b>TOTAL LIABILITIES</b>	<b>126,309,443</b>	<b>8,565</b>	<b>103,757,637</b>	<b>167,712,611</b>	<b>428,277</b>	<b>15,431,110</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
	—	—	—	—	—	—
<b>NET POSITION</b>						
Net Investment in Capital Assets	26,093,896	—	2,815,779	8,262,388	2,295,000	580
Restricted for:						
Nonexpendable	—	5,587,207	22,509,389	2,582,727	2,963,300	1,511,322
Expendable	7,098,749	2,315,984	8,975,337	1,040,014	14,241,242	1,749,147
Unrestricted	27,870,940	775,465	1,741,882	7,414,787	3,156,321	1,836,994
<b>TOTAL NET POSITION</b>	<b>\$ 61,063,585</b>	<b>\$ 8,678,656</b>	<b>\$ 36,042,387</b>	<b>\$ 19,299,916</b>	<b>\$ 22,655,863</b>	<b>\$ 5,098,043</b>

See Notes to Statement of Net Position and Statement of Revenues, Expenses and Changes in Net Position by Affiliated Organization.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY AFFILIATED ORGANIZATION (Unaudited)**  
**JUNE 30, 2020**

	Georgia Southern University Athletic Foundation, Inc.	Georgia Southern University Foundation, Inc.	Georgia Southern Housing Foundation, Inc.	Georgia Southern University Research & Service Foundation, Inc.	Georgia Southwestern State University Foundation, Inc.	Georgia State University Alumni Association, Inc.
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and Cash Equivalents	\$ 5,662,898	\$ 386,817	\$ 4,383,703	\$ 5,589,316	\$ 23,842	\$ 361,199
Cash and Cash Equivalents (Externally Restricted)	1,810,757	—	—	—	4,419,200	—
Short-term Investments	—	—	5,208,414	—	—	—
Short-term Investments (Externally Restricted)	—	—	—	—	—	—
Accounts Receivable, net						
Federal Financial Assistance	—	—	—	858,634	—	—
State General Appropriations	—	—	—	465,465	—	—
Margin Allocation Funds	—	—	—	—	—	—
Related Parties	877,178	433	—	8	—	—
Pledges and Contributions	2,085,903	1,887,139	—	—	1,088,910	—
Other	43,000	40,145	1,186,662	989,156	—	47,593
Notes Receivable, net	—	—	—	—	—	—
Due From Other Funds	—	—	—	—	—	—
Investment in Capital Leases	448,687	—	9,732,378	—	—	—
Inventories	—	—	—	329,763	—	—
Prepaid Items	3,916	—	73,755	41,265	5,170	40,306
Other Assets	—	—	—	—	—	—
Total Current Assets	10,932,339	2,314,534	20,584,912	8,273,607	5,537,122	449,098
<b>Non-Current Assets</b>						
Accounts Receivable, net						
Related Parties	—	—	—	—	—	—
Due From USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Due From Institution - Capital Liability Reserve Fund	—	—	—	—	—	—
Pledges and Contributions	1,163,448	2,063,320	—	—	—	—
Other	—	—	—	—	—	—
Investments	2,236,024	81,011,060	—	—	31,734,784	1,630,741
Notes Receivable, net	—	—	—	—	—	—
Due From Other Funds	—	—	—	—	—	—
Investment in Capital Leases	19,029,498	—	194,062,867	—	—	—
Other Assets	22,345	2,311,548	—	—	13,854	25,633
Non-current Cash (Externally Restricted)	—	—	50,640,720	—	—	—
Short-term Investments (Externally Restricted)	—	—	—	—	—	—
Investments (Externally Restricted)	—	—	—	—	—	—
Capital Assets, net	2,302,187	1,575,753	2,560,419	—	159,848	2,598
Total Non-Current Assets	24,753,502	86,961,681	247,264,006	—	31,908,486	1,658,972
<b>TOTAL ASSETS</b>	<b>35,685,841</b>	<b>89,276,215</b>	<b>267,848,918</b>	<b>8,273,607</b>	<b>37,445,608</b>	<b>2,108,070</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY AFFILIATED ORGANIZATION (Unaudited)**  
**JUNE 30, 2020**

	Georgia Southern University Athletic Foundation, Inc.	Georgia Southern University Foundation, Inc.	Georgia Southern Housing Foundation, Inc.	Georgia Southern University Research & Service Foundation, Inc.	Georgia Southwestern State University Foundation, Inc.	Georgia State University Alumni Association, Inc.
<b>LIABILITIES</b>						
<b>Current Liabilities</b>						
Accounts Payable	\$ 465,205	\$ 75,580	\$ 3,711,487	\$ 30,959	\$ 183,993	\$ 4,335
Salaries Payable	—	—	—	—	—	—
Benefits Payable	—	—	—	—	—	—
Contracts Payable	—	—	—	—	13,250	—
Retainage Payable	—	—	—	—	—	—
Due to Related Parties	368,796	171,494	948,795	2,659,614	—	988
Due to Other Funds	—	—	—	—	—	—
Due to USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Advances (Including Tuition and Fees)	325,822	—	6,226	1,414,042	48,200	13,353
Deposits	—	—	—	—	—	—
Deposits Held for Other Organizations	—	—	—	746,387	—	—
Other Liabilities	—	—	—	—	—	—
Notes and Loans Payable	39,229	—	—	—	49,039	—
Lease Purchase Obligations	—	—	—	—	—	—
Revenue Bonds and Notes Payable	570,000	—	8,760,000	—	—	—
Liabilities Under Split Interest Agreements	—	13,299	—	—	—	—
Interest Rate Swap	—	—	—	—	—	—
Pollution Remediation	—	—	—	—	—	—
Claims and Judgments	—	—	—	—	—	—
Compensated Absences	—	—	—	—	—	—
Total Current Liabilities	1,769,052	260,373	13,426,508	4,851,002	294,482	18,676
<b>Non-Current Liabilities</b>						
Due to Related Parties	—	—	1,281,400	—	—	—
Due to Other Funds	—	—	—	—	—	—
Due to USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Advances (Including Tuition and Fees)	—	—	56,553	—	—	—
Other Liabilities	(336,637)	—	10,558	—	—	—
Notes and Loans Payable	—	—	—	—	550,961	—
Lease Purchase Obligations	—	—	—	—	—	—
Revenue Bonds and Notes Payable	19,917,390	—	216,804,088	—	—	—
Liabilities Under Split Interest Agreements	—	64,481	—	—	—	—
Interest Rate Swap	—	—	—	—	—	—
Pollution Remediation	—	—	—	—	—	—
Claims and Judgments	—	—	—	—	—	—
Compensated Absences	—	—	—	—	—	—
Net Other Post Employment Benefits Liability	—	—	—	—	—	—
Net Pension Liability	—	—	—	—	—	—
Total Non-Current Liabilities	19,580,753	64,481	218,152,599	—	550,961	—
<b>TOTAL LIABILITIES</b>	<b>21,349,805</b>	<b>324,854</b>	<b>231,579,107</b>	<b>4,851,002</b>	<b>845,443</b>	<b>18,676</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
	—	—	—	—	—	—
<b>NET POSITION</b>						
Net Investment in Capital Assets	2,262,958	1,575,753	2,560,419	—	159,848	2,598
Restricted for:						
Nonexpendable	1,502,095	52,111,897	—	—	—	—
Expendable	5,839,270	31,410,454	35,258,934	—	26,565,664	39,939
Unrestricted	4,731,713	3,853,257	(1,549,542)	3,422,605	9,874,653	2,046,857
<b>TOTAL NET POSITION</b>	<b>\$ 14,336,036</b>	<b>\$ 88,951,361</b>	<b>\$ 36,269,811</b>	<b>\$ 3,422,605</b>	<b>\$ 36,600,165</b>	<b>\$ 2,089,394</b>

See Notes to Statement of Net Position and Statement of Revenues, Expenses and Changes in Net Position by Affiliated Organization.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY AFFILIATED ORGANIZATION (Unaudited)**  
**JUNE 30, 2020**

	Georgia State University Athletic Association, Inc.	Georgia State University Foundation, Inc.	Georgia State University Research Foundation Inc. and Affiliates	Georgia Tech Alumni Association	Georgia Tech Athletic Association	Georgia Tech Facilities, Inc.
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and Cash Equivalents	\$ 2,283,318	\$ 5,944,158	\$ 7,107,902	\$ 1,397,896	\$ 2,753,576	\$ 11,368,181
Cash and Cash Equivalents (Externally Restricted)	—	8,023,859	5,857,368	—	—	10,424,856
Short-term Investments	—	—	—	—	—	—
Short-term Investments (Externally Restricted)	—	—	—	—	87,179,950	—
Accounts Receivable, net						
Federal Financial Assistance	—	—	13,679,224	—	—	—
State General Appropriations	—	—	—	—	—	—
Margin Allocation Funds	—	—	—	—	—	—
Related Parties	894,975	—	2,451,482	—	—	688,379
Pledges and Contributions	71,917	3,841,340	—	—	15,177,413	—
Other	474,554	790,995	3,568,430	77,711	9,142,419	363,014
Notes Receivable, net	—	—	—	—	—	—
Due From Other Funds	—	—	—	—	—	—
Investment in Capital Leases	—	3,831,718	2,544,826	—	—	10,926,055
Inventories	—	—	—	14,742	—	—
Prepaid Items	218,475	—	17,139,468	24,760	608,729	278,781
Other Assets	—	—	—	—	—	—
Total Current Assets	<u>3,943,239</u>	<u>22,432,070</u>	<u>52,348,700</u>	<u>1,515,109</u>	<u>114,862,087</u>	<u>34,049,266</u>
<b>Non-Current Assets</b>						
Accounts Receivable, net						
Related Parties	—	—	—	—	—	4,805,000
Due From USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Due From Institution - Capital Liability Reserve Fund	—	—	—	—	—	—
Pledges and Contributions	4,663,143	6,552,191	—	—	15,063,786	—
Other	—	—	72,000	—	—	61,483
Investments	3,614,850	27,899,786	14,139,108	296,272	—	—
Notes Receivable, net	—	—	—	—	—	—
Due From Other Funds	—	—	—	—	—	—
Investment in Capital Leases	—	110,083,369	65,074,274	—	—	226,781,701
Other Assets	—	6,287,895	—	—	722,612	3,100,000
Non-current Cash (Externally Restricted)	—	—	—	—	—	84,374,337
Short-term Investments (Externally Restricted)	—	—	—	—	44,375,549	—
Investments (Externally Restricted)	—	213,200,240	—	—	110,095,282	—
Capital Assets, net	<u>474,725</u>	<u>14,606,183</u>	<u>7,561,438</u>	<u>312,563</u>	<u>169,262,105</u>	<u>57,307,414</u>
Total Non-Current Assets	<u>8,752,718</u>	<u>378,629,664</u>	<u>86,846,820</u>	<u>608,835</u>	<u>339,519,334</u>	<u>376,429,935</u>
<b>TOTAL ASSETS</b>	<u>12,695,957</u>	<u>401,061,734</u>	<u>139,195,520</u>	<u>2,123,944</u>	<u>454,381,421</u>	<u>410,479,201</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
	\$ —	\$ —	\$ 7,518,505	\$ —	\$ 13,385,934	\$ —



**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY AFFILIATED ORGANIZATION (Unaudited)**  
**JUNE 30, 2020**

	Georgia State University Athletic Association, Inc.	Georgia State University Foundation, Inc.	Georgia State University Research Foundation Inc. and Affiliates	Georgia Tech Alumni Association	Georgia Tech Athletic Association	Georgia Tech Facilities, Inc.
<b>LIABILITIES</b>						
<b>Current Liabilities</b>						
Accounts Payable	\$ 55,753	\$ 3,778,333	\$ 1,993,594	\$ 116,504	\$ 5,670,650	\$ 6,945,210
Salaries Payable	18,206	—	—	—	—	—
Benefits Payable	7,108	—	—	75,892	—	—
Contracts Payable	—	—	—	—	—	—
Retainage Payable	—	—	—	—	—	1,425,125
Due to Related Parties	1,235,563	—	18,898,646	559,339	6,839,483	170,315
Due to Other Funds	—	—	—	—	—	—
Due to USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Advances (Including Tuition and Fees)	155,612	1,265,757	—	106,258	1,935,688	1,280,531
Deposits	—	—	—	—	10,575,154	—
Deposits Held for Other Organizations	—	2,373,921	—	82,079	—	—
Other Liabilities	—	1,140,403	—	—	—	—
Notes and Loans Payable	—	—	—	—	12,950,959	—
Lease Purchase Obligations	16,511	—	—	—	278,788	—
Revenue Bonds and Notes Payable	—	4,440,000	2,425,000	—	82,390,000	11,579,000
Liabilities Under Split Interest Agreements	—	—	—	—	—	—
Interest Rate Swap	—	—	—	—	—	—
Pollution Remediation	—	—	—	—	—	—
Claims and Judgments	—	—	—	—	250,000	—
Compensated Absences	271,550	—	—	230,336	—	—
Total Current Liabilities	1,760,303	12,998,414	23,317,240	1,170,408	120,890,722	21,400,181
<b>Non-Current Liabilities</b>						
Due to Related Parties	—	—	—	—	—	—
Due to Other Funds	—	—	—	—	—	—
Due to USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Advances (Including Tuition and Fees)	—	—	—	—	—	7,915,923
Other Liabilities	—	3,269,896	—	—	—	—
Notes and Loans Payable	—	—	—	—	12,237,152	—
Lease Purchase Obligations	6,184	—	—	—	557,576	—
Revenue Bonds and Notes Payable	—	119,180,582	75,508,591	—	272,490,112	339,435,361
Liabilities Under Split Interest Agreements	—	1,153,932	—	—	—	—
Interest Rate Swap	—	—	—	—	—	—
Pollution Remediation	—	—	—	—	—	—
Claims and Judgments	—	—	—	—	353,932	—
Compensated Absences	165,911	—	—	—	—	—
Net Other Post Employment Benefits Liability	—	—	—	—	—	—
Net Pension Liability	—	—	—	—	—	—
Total Non-Current Liabilities	172,095	123,604,410	75,508,591	—	285,638,772	347,351,284
<b>TOTAL LIABILITIES</b>	<b>1,932,398</b>	<b>136,602,824</b>	<b>98,825,831</b>	<b>1,170,408</b>	<b>406,529,494</b>	<b>368,751,465</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
	—	—	17,231,388	—	—	—
<b>NET POSITION</b>						
Net Investment in Capital Assets	452,030	14,606,183	7,561,438	312,563	(55,643,050)	23,448,362
Restricted for:						
Nonexpendable	—	133,701,642	1,550,000	—	46,799,715	—
Expendable	7,265,713	89,892,109	7,262,810	—	90,434,229	7,937,599
Unrestricted	3,045,816	26,258,976	14,282,558	640,973	(20,353,033)	10,341,775
<b>TOTAL NET POSITION</b>	<b>\$ 10,763,559</b>	<b>\$ 264,458,910</b>	<b>\$ 30,656,806</b>	<b>\$ 953,536</b>	<b>\$ 61,237,861</b>	<b>\$ 41,727,736</b>

See Notes to Statement of Net Position and Statement of Revenues, Expenses and Changes in Net Position by Affiliated Organization.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY AFFILIATED ORGANIZATION (Unaudited)**  
**JUNE 30, 2020**

	Georgia Tech Foundation, Inc.	Georgia Tech Global, Inc.	Georgia Tech Research Corporation	Global Center for Medical Innovation, Inc.	Gordon State College Foundation, Inc. & Subsidiaries	IgniteHQ
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and Cash Equivalents	\$ 17,655,000	\$ 82,297	\$ 139,275,464	\$ 2,528,262	\$ 91,000	\$ 316,214
Cash and Cash Equivalents (Externally Restricted)	11,792,000	—	—	—	117,357	—
Short-term Investments	—	—	—	—	—	—
Short-term Investments (Externally Restricted)	—	—	—	—	—	—
Accounts Receivable, net	—	—	—	—	—	—
Federal Financial Assistance	—	—	—	—	—	—
State General Appropriations	—	—	—	—	—	—
Margin Allocation Funds	—	—	—	—	—	—
Related Parties	3,883,000	—	—	331,526	—	—
Pledges and Contributions	36,860,000	—	—	—	5,000	—
Other	20,141,000	2,500	168,258,325	5,541,116	—	—
Notes Receivable, net	918,000	—	—	—	—	—
Due From Other Funds	—	—	—	—	—	—
Investment in Capital Leases	10,078,000	—	399,904	—	307,527	—
Inventories	—	—	—	64,700	—	—
Prepaid Items	—	—	84,224	61,268	—	—
Other Assets	1,646,000	—	—	—	—	—
Total Current Assets	102,973,000	84,797	308,017,917	8,526,872	520,884	316,214
<b>Non-Current Assets</b>						
Accounts Receivable, net	—	—	—	—	—	—
Related Parties	—	—	—	—	—	—
Due From USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Due From Institution - Capital Liability Reserve Fund	—	—	—	—	—	—
Pledges and Contributions	36,301,000	—	—	—	20,000	—
Other	13,774,000	—	—	—	—	—
Investments	392,220,000	—	62	—	13,081,685	—
Notes Receivable, net	—	—	—	—	—	—
Due From Other Funds	—	—	—	—	—	—
Investment in Capital Leases	106,795,000	—	2,866,772	—	12,058,762	—
Other Assets	19,038,000	—	—	37,161	—	—
Non-current Cash (Externally Restricted)	—	—	—	—	1,256,545	—
Short-term Investments (Externally Restricted)	—	—	—	—	—	—
Investments (Externally Restricted)	1,501,569,000	—	—	—	—	—
Capital Assets, net	148,242,000	—	899,551	7,510,757	—	—
Total Non-Current Assets	2,217,939,000	—	3,766,385	7,547,918	26,416,992	—
<b>TOTAL ASSETS</b>	<b>2,320,912,000</b>	<b>84,797</b>	<b>311,784,302</b>	<b>16,074,790</b>	<b>26,937,876</b>	<b>316,214</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
	\$ —	—	\$ —	\$ —	\$ —	\$ —

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY AFFILIATED ORGANIZATION (Unaudited)**  
**JUNE 30, 2020**

	Georgia Tech Foundation, Inc.	Georgia Tech Global, Inc.	Georgia Tech Research Corporation	Global Center for Medical Innovation	Gordon State College Foundation, Inc. & Subsidiaries	IgniteHQ
<b>LIABILITIES</b>						
<b>Current Liabilities</b>						
Accounts Payable	\$ 5,550,000	\$ 8,597	\$ —	\$ 2,131,585	\$ 332,410	\$ —
Salaries Payable	—	—	—	—	—	—
Benefits Payable	—	—	—	—	—	—
Contracts Payable	—	—	—	—	—	—
Retainage Payable	—	—	—	—	—	—
Due to Related Parties	9,434,000	—	103,326,748	4,421,231	—	—
Due to Other Funds	—	—	—	—	—	—
Due to USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Advances (Including Tuition and Fees)	15,844,000	—	67,868,142	421,578	—	—
Deposits	218,000	—	—	—	—	—
Deposits Held for Other Organizations	—	—	54,749,382	—	—	—
Other Liabilities	—	—	—	—	—	—
Notes and Loans Payable	19,048,000	—	—	—	—	—
Lease Purchase Obligations	—	—	428,153	—	—	—
Revenue Bonds and Notes Payable	13,165,000	—	—	—	290,000	—
Liabilities Under Split Interest Agreements	1,646,000	—	—	—	—	—
Interest Rate Swap	—	—	—	—	—	—
Pollution Remediation	—	—	—	—	—	—
Claims and Judgments	—	—	—	—	—	—
Compensated Absences	451,000	—	—	—	—	—
Total Current Liabilities	65,356,000	8,597	226,372,425	6,974,394	622,410	—
<b>Non-Current Liabilities</b>						
Due to Related Parties	115,200,000	—	—	165,000	—	3,299
Due to Other Funds	—	—	—	—	—	—
Due to USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Advances (Including Tuition and Fees)	—	—	—	—	—	—
Other Liabilities	9,433,000	—	—	296,140	—	—
Notes and Loans Payable	69,487,000	—	—	—	—	—
Lease Purchase Obligations	—	—	2,838,523	—	—	—
Revenue Bonds and Notes Payable	243,728,000	—	—	—	10,862,746	—
Liabilities Under Split Interest Agreements	16,403,000	—	—	—	—	—
Interest Rate Swap	—	—	—	—	—	—
Pollution Remediation	—	—	—	—	—	—
Claims and Judgments	—	—	—	—	—	—
Compensated Absences	—	—	—	—	—	—
Net Other Post Employment Benefits Liability	—	—	—	—	—	—
Net Pension Liability	—	—	—	—	—	—
Total Non-Current Liabilities	454,251,000	—	2,838,523	461,140	10,862,746	4,199
<b>TOTAL LIABILITIES</b>	<b>519,607,000</b>	<b>8,597</b>	<b>229,210,948</b>	<b>7,435,534</b>	<b>11,485,156</b>	<b>4,199</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
	—	—	—	—	—	—
<b>NET POSITION</b>						
Net Investment in Capital Assets	(9,748,000)	—	899,551	7,510,757	—	—
Restricted for:						
Nonexpendable	1,393,639,000	—	—	—	3,604,622	—
Expendable	205,489,000	12,236	—	1,263,905	1,461,424	—
Unrestricted	211,925,000	63,964	81,673,803	(135,406)	10,386,674	312,015
<b>TOTAL NET POSITION</b>	<b>\$ 1,801,305,000</b>	<b>\$ 76,200</b>	<b>\$ 82,573,354</b>	<b>\$ 8,639,256</b>	<b>\$ 15,452,720</b>	<b>\$ 312,015</b>

See Notes to Statement of Net Position and Statement of Revenues, Expenses and Changes in Net Position by Affiliated Organization.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY AFFILIATED ORGANIZATION (Unaudited)**  
**JUNE 30, 2020**

	James M. Dye Foundation, Inc.	Kennesaw State University Alumni Association, Inc.	Kennesaw State University Athletic Association, Inc.	Kennesaw State University Foundation, Inc.	Kennesaw State University Research & Service Foundation, Inc.	Medical College of Georgia Foundation
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and Cash Equivalents	\$ 180,729	\$ 330,907	\$ 3,455,285	\$ 24,694,203	\$ 2,704,059	\$ 1,124,178
Cash and Cash Equivalents (Externally Restricted)	—	—	—	—	—	89,941
Short-term Investments	—	—	—	10,220,514	1,783,762	—
Short-term Investments (Externally Restricted)	2,540,772	—	—	—	—	—
Accounts Receivable, net						
Federal Financial Assistance	—	—	—	—	268,384	—
State General Appropriations	—	—	—	—	—	—
Margin Allocation Funds	—	—	—	—	—	—
Related Parties	—	—	515,136	320,705	7,726	1,047
Pledges and Contributions	—	—	—	6,859,857	—	729,707
Other	267	119	635,562	252,292	—	—
Notes Receivable, net	—	—	—	—	—	—
Due From Other Funds	—	—	—	—	—	—
Investment in Capital Leases	—	—	—	9,437,839	—	—
Inventories	—	—	265,568	—	—	—
Prepaid Items	564	—	49,938	71,349	1,164	—
Other Assets	—	—	—	—	—	—
Total Current Assets	<u>2,722,332</u>	<u>331,026</u>	<u>4,921,489</u>	<u>51,856,759</u>	<u>4,765,095</u>	<u>1,944,873</u>
<b>Non-Current Assets</b>						
Accounts Receivable, net						
Related Parties	—	—	—	—	—	—
Due From USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Due From Institution - Capital Liability Reserve Fund	—	—	—	—	—	—
Pledges and Contributions	—	—	—	3,324,007	—	737,374
Other	—	—	—	—	—	16,588
Investments	—	21,163	—	19,778,127	—	34,770,396
Notes Receivable, net	—	—	—	—	—	—
Due From Other Funds	—	—	—	—	—	—
Investment in Capital Leases	—	—	—	201,896,481	—	—
Other Assets	—	—	—	—	—	203,000
Non-current Cash (Externally Restricted)	—	—	—	48,721,726	—	—
Short-term Investments (Externally Restricted)	—	—	—	—	—	—
Investments (Externally Restricted)	—	57,996	—	44,500,352	—	219,895,602
Capital Assets, net	—	—	1,458,856	81,546,571	—	15,758,076
Total Non-Current Assets	<u>—</u>	<u>79,159</u>	<u>1,458,856</u>	<u>399,767,264</u>	<u>—</u>	<u>271,381,036</u>
<b>TOTAL ASSETS</b>	<u>2,722,332</u>	<u>410,185</u>	<u>6,380,345</u>	<u>451,624,023</u>	<u>4,765,095</u>	<u>273,325,909</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY AFFILIATED ORGANIZATION (Unaudited)**  
**JUNE 30, 2020**

	James M. Dye Foundation, Inc.	Kennesaw State University Alumni Association, Inc.	Kennesaw State University Athletic Association, Inc.	Kennesaw State University Foundation, Inc.	Kennesaw State University Research & Service Foundation, Inc.	Medical College of Georgia Foundation
<b>LIABILITIES</b>						
<b>Current Liabilities</b>						
Accounts Payable	\$ 13,365	\$ —	\$ 80,868	\$ 8,612,164	\$ 88,985	\$ 304,388
Salaries Payable	—	—	—	—	—	—
Benefits Payable	—	—	—	—	—	—
Contracts Payable	—	—	—	—	—	—
Retainage Payable	—	—	—	—	—	—
Due to Related Parties	—	—	56,878	795,654	1,844,084	450,368
Due to Other Funds	—	—	—	—	—	—
Due to USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Advances (Including Tuition and Fees)	—	—	498,084	357,491	1,299,018	—
Deposits	—	—	—	23,442	—	—
Deposits Held for Other Organizations	—	—	—	79,157	—	—
Other Liabilities	—	—	—	—	—	23,857
Notes and Loans Payable	—	—	—	—	—	80,149
Lease Purchase Obligations	—	—	—	—	—	—
Revenue Bonds and Notes Payable	—	—	—	13,320,000	—	—
Liabilities Under Split Interest Agreements	—	—	—	550	—	—
Interest Rate Swap	—	—	—	—	—	—
Pollution Remediation	—	—	—	—	—	—
Claims and Judgments	—	—	—	—	—	—
Compensated Absences	—	—	—	—	—	—
Total Current Liabilities	13,365	—	635,830	23,188,458	3,232,087	858,762
<b>Non-Current Liabilities</b>						
Due to Related Parties	—	—	—	—	—	—
Due to Other Funds	—	—	—	—	—	—
Due to USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Advances (Including Tuition and Fees)	—	—	308,334	—	—	—
Other Liabilities	—	—	—	—	—	—
Notes and Loans Payable	—	—	—	1,560,000	—	10,839,792
Lease Purchase Obligations	—	—	—	—	—	—
Revenue Bonds and Notes Payable	—	—	—	331,797,804	—	—
Liabilities Under Split Interest Agreements	—	—	—	1,715	—	814,400
Interest Rate Swap	—	—	—	—	—	—
Pollution Remediation	—	—	—	—	—	—
Claims and Judgments	—	—	—	—	—	—
Compensated Absences	—	—	—	—	—	—
Net Other Post Employment Benefits Liability	—	—	—	—	—	—
Net Pension Liability	—	—	—	—	—	—
Total Non-Current Liabilities	—	—	308,334	333,359,519	—	11,654,192
<b>TOTAL LIABILITIES</b>	<b>13,365</b>	<b>—</b>	<b>944,164</b>	<b>356,547,977</b>	<b>3,232,087</b>	<b>12,512,954</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
	—	—	—	—	—	—
<b>NET POSITION</b>						
Net Investment in Capital Assets	—	—	1,458,856	(31,403,940)	—	5,018,470
Restricted for:						
Nonexpendable	1,382,359	57,996	—	48,656,483	—	135,902,804
Expendable	1,169,457	—	3,011,676	30,960,562	515,933	86,254,407
Unrestricted	157,151	352,189	965,649	46,862,941	1,017,075	33,637,274
<b>TOTAL NET POSITION</b>	<b>\$ 2,708,967</b>	<b>\$ 410,185</b>	<b>\$ 5,436,181</b>	<b>\$ 95,076,046</b>	<b>\$ 1,533,008</b>	<b>\$ 260,812,955</b>

See Notes to Statement of Net Position and Statement of Revenues, Expenses and Changes in Net Position by Affiliated Organization.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY AFFILIATED ORGANIZATION (Unaudited)**  
**JUNE 30, 2020**

	Middle Georgia State University Foundation, Inc. & Subsidiaries	Middle Georgia State University Real Estate Foundation, Inc.	Savannah State University Foundation, Inc. & Subsidiaries	South Georgia State College Foundation, Inc. & Subsidiaries	Southern Polytechnic Applied Research Corporation	University of Georgia Athletic Association, Inc.
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and Cash Equivalents	\$ 889,439	\$ 1,362,026	\$ 865,882	\$ 535,027	\$ —	\$ 60,047,599
Cash and Cash Equivalents (Externally Restricted)	2,741,208	—	—	—	—	—
Short-term Investments	—	—	223,026	—	—	—
Short-term Investments (Externally Restricted)	721,697	—	—	4,562,468	—	—
Accounts Receivable, net						
Federal Financial Assistance	—	—	—	—	—	—
State General Appropriations	—	—	—	—	—	—
Margin Allocation Funds	—	—	—	—	—	—
Related Parties	—	—	—	—	—	94,335
Pledges and Contributions	528,036	—	—	—	—	—
Other	—	119,743	226,336	7,202	—	1,934,714
Notes Receivable, net	—	—	—	—	—	—
Due From Other Funds	—	—	—	—	—	—
Investment in Capital Leases	—	827,356	2,638,404	—	—	—
Inventories	—	—	—	—	—	—
Prepaid Items	31,782	7,275	3,803	—	—	297,229
Other Assets	—	—	—	—	—	—
Total Current Assets	4,912,162	2,316,400	3,957,451	5,104,697	—	62,373,877
<b>Non-Current Assets</b>						
Accounts Receivable, net						
Related Parties	—	—	—	—	—	—
Due From USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Due From Institution - Capital Liability Reserve Fund	—	—	—	—	—	—
Pledges and Contributions	1,134,212	—	—	—	—	—
Other	—	—	—	—	—	—
Investments	12,573,295	—	—	—	—	49,827,507
Notes Receivable, net	—	—	—	—	—	—
Due From Other Funds	—	—	—	—	—	—
Investment in Capital Leases	—	30,847,952	72,360,934	—	—	—
Other Assets	74,785	—	—	—	—	247,930
Non-current Cash (Externally Restricted)	126,507	—	5,661,952	—	—	—
Short-term Investments (Externally Restricted)	—	3,701,967	—	—	—	—
Investments (Externally Restricted)	—	—	—	—	—	—
Capital Assets, net	182,058	989,605	150,000	330,395	—	335,278,406
Total Non-Current Assets	14,090,857	35,539,524	78,172,886	330,395	—	385,353,843
<b>TOTAL ASSETS</b>	<b>19,003,019</b>	<b>37,855,924</b>	<b>82,130,337</b>	<b>5,435,092</b>	<b>—</b>	<b>447,727,720</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 13,653,582

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY AFFILIATED ORGANIZATION (Unaudited)**  
**JUNE 30, 2020**

	Middle Georgia State University Foundation, Inc. & Subsidiaries	Middle Georgia State University Real Estate Foundation, Inc.	Savannah State University Foundation, Inc. & Subsidiaries	South Georgia State College Foundation, Inc. & Subsidiaries	Southern Polytechnic Applied Research Corporation	University of Georgia Athletic Association, Inc.
<b>LIABILITIES</b>						
<b>Current Liabilities</b>						
Accounts Payable	\$ 1,040,151	\$ 736,891	\$ 309,303	\$ 153,157	\$ —	\$ 2,712,386
Salaries Payable	—	—	—	—	—	2,890,840
Benefits Payable	—	—	—	—	—	—
Contracts Payable	—	—	—	—	—	—
Retainage Payable	—	—	—	—	—	—
Due to Related Parties	—	—	—	—	—	7,851,616
Due to Other Funds	—	—	—	—	—	—
Due to USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Advances (Including Tuition and Fees)	—	—	112,164	—	—	33,780,208
Deposits	—	—	—	—	—	—
Deposits Held for Other Organizations	299,052	—	—	—	—	—
Other Liabilities	—	—	12,026,878	—	—	—
Notes and Loans Payable	—	—	368,948	—	—	—
Lease Purchase Obligations	—	—	—	—	—	—
Revenue Bonds and Notes Payable	—	830,000	2,585,000	—	—	5,785,000
Liabilities Under Split Interest Agreements	—	—	—	—	—	—
Interest Rate Swap	—	—	—	—	—	—
Pollution Remediation	—	—	—	—	—	—
Claims and Judgments	—	—	—	—	—	—
Compensated Absences	—	—	—	—	—	—
Total Current Liabilities	1,339,203	1,566,891	15,402,293	153,157	—	53,020,050
<b>Non-Current Liabilities</b>						
Due to Related Parties	—	—	—	—	—	—
Due to Other Funds	—	—	—	—	—	—
Due to USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Advances (Including Tuition and Fees)	—	—	—	—	—	—
Other Liabilities	5,000	—	—	—	—	247,930
Notes and Loans Payable	—	—	777,370	—	—	1,000
Lease Purchase Obligations	—	—	—	—	—	—
Revenue Bonds and Notes Payable	—	30,324,480	66,303,590	—	—	82,389,961
Liabilities Under Split Interest Agreements	—	—	—	—	—	—
Interest Rate Swap	—	—	—	—	—	5,065,455
Pollution Remediation	—	—	—	—	—	—
Claims and Judgments	—	—	—	—	—	—
Compensated Absences	—	—	—	—	—	—
Net Other Post Employment Benefits Liability	—	—	—	—	—	—
Net Pension Liability	—	—	—	—	—	—
Total Non-Current Liabilities	5,000	30,324,480	67,080,960	—	—	87,704,346
<b>TOTAL LIABILITIES</b>	<b>1,344,203</b>	<b>31,891,371</b>	<b>82,483,253</b>	<b>153,157</b>	<b>—</b>	<b>140,724,396</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
	—	—	—	—	—	—
<b>NET POSITION</b>						
Net Investment in Capital Assets	182,058	989,605	150,000	330,395	—	255,690,572
Restricted for:						
Nonexpendable	9,634,392	—	110,000	2,908,790	—	—
Expendable	7,094,955	—	188,106	1,655,518	—	—
Unrestricted	747,411	4,974,948	(801,022)	387,232	—	64,966,334
<b>TOTAL NET POSITION</b>	<b>\$ 17,658,816</b>	<b>\$ 5,964,553</b>	<b>\$ (352,916)</b>	<b>\$ 5,281,935</b>	<b>\$ —</b>	<b>\$ 320,656,906</b>

See Notes to Statement of Net Position and Statement of Revenues, Expenses and Changes in Net Position by Affiliated Organization.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY AFFILIATED ORGANIZATION (Unaudited)**  
**JUNE 30, 2020**

	University of Georgia Foundation	University of Georgia Research Foundation, Inc.	University of North Georgia Foundation - Dahlonega, Inc.	University of North Georgia Real Estate Foundation, Inc.	University of West Georgia Athletic Foundation, Inc.	University of West Georgia Foundation, Inc.
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and Cash Equivalents	\$ 5,015,111	\$ 28,672,198	\$ (322,212)	\$ 2,444,269	\$ 69,507	\$ 1,099,664
Cash and Cash Equivalents (Externally Restricted)	29,787,516	—	1,255,990	4,968,116	179,910	5,450,687
Short-term Investments	17,972,812	—	—	—	678,688	—
Short-term Investments (Externally Restricted)	106,750,480	—	—	—	—	—
Accounts Receivable, net						
Federal Financial Assistance	—	—	—	—	—	—
State General Appropriations	—	—	—	—	—	—
Margin Allocation Funds	—	—	—	—	—	—
Related Parties	—	1,093,936	—	—	—	345
Pledges and Contributions	32,071,873	—	5,923,909	—	23,980	2,343,152
Other	2,174,115	56,903,246	141,273	—	—	14,310
Notes Receivable, net	—	—	—	—	—	—
Due From Other Funds	—	—	—	—	—	—
Investment in Capital Leases	—	9,280,360	—	4,425,916	—	2,111,149
Inventories	—	—	—	—	—	—
Prepaid Items	135,353	246,544	—	177,725	4,473	83,428
Other Assets	—	—	—	—	—	—
Total Current Assets	193,907,260	96,196,284	6,998,960	12,016,026	956,558	11,102,735
<b>Non-Current Assets</b>						
Accounts Receivable, net						
Related Parties	—	—	—	—	—	—
Due From USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Due From Institution - Capital Liability Reserve Fund	—	—	—	—	—	—
Pledges and Contributions	48,892,624	—	5,051,665	—	43,338	2,750,232
Other	—	—	—	—	—	—
Investments	183,185,166	50,751,857	73,447,058	2,100,000	—	31,111,832
Notes Receivable, net	—	—	—	—	—	—
Due From Other Funds	—	—	—	—	—	—
Investment in Capital Leases	—	218,433,467	—	119,124,106	—	34,675,710
Other Assets	2,678,425	820,951	109,277	—	—	852,958
Non-current Cash (Externally Restricted)	—	—	—	5,592,227	—	5,821,382
Short-term Investments (Externally Restricted)	—	—	—	—	—	—
Investments (Externally Restricted)	975,366,142	5,765,025	—	—	—	—
Capital Assets, net	33,896,491	30,216,291	—	3,393,144	—	329,514
Total Non-Current Assets	1,244,018,848	305,987,591	78,608,000	130,209,477	43,338	75,541,628
<b>TOTAL ASSETS</b>	<b>1,437,926,108</b>	<b>402,183,875</b>	<b>85,606,960</b>	<b>142,225,503</b>	<b>999,896</b>	<b>86,644,363</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
	\$ —	\$ 15,310,091	\$ —	\$ —	\$ —	\$ —



**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY AFFILIATED ORGANIZATION (Unaudited)**  
**JUNE 30, 2020**

	University of Georgia Foundation	University of Georgia Research Foundation, Inc.	University of North Georgia Foundation - Dahlonega, Inc.	University of North Georgia Real Estate Foundation, Inc.	University of West Georgia Athletic Foundation, Inc.	University of West Georgia Foundation, Inc.
<b>LIABILITIES</b>						
<b>Current Liabilities</b>						
Accounts Payable	\$ 148,243	\$ 1,821,177	\$ 3,707	\$ 2,482,253	\$ 9,322	\$ 992,868
Salaries Payable	—	—	—	—	—	—
Benefits Payable	—	—	—	—	—	—
Contracts Payable	—	—	—	—	—	—
Retainage Payable	—	—	—	—	—	—
Due to Related Parties	5,455,672	58,773,057	170,532	—	345	—
Due to Other Funds	—	—	—	—	—	—
Due to USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Advances (Including Tuition and Fees)	817,234	2,145,936	344,125	365,385	1,986	4,200
Deposits	—	—	—	—	—	—
Deposits Held for Other Organizations	56,220,840	—	—	—	—	678,688
Other Liabilities	—	—	—	—	—	—
Notes and Loans Payable	537,821	—	—	405,000	—	—
Lease Purchase Obligations	—	—	—	—	—	—
Revenue Bonds and Notes Payable	—	10,575,000	—	3,304,299	—	1,730,000
Liabilities Under Split Interest Agreements	833,636	—	—	—	—	—
Interest Rate Swap	—	—	—	—	—	—
Pollution Remediation	—	—	—	—	—	—
Claims and Judgments	—	—	—	—	—	—
Compensated Absences	—	—	—	—	—	—
Total Current Liabilities	64,013,446	73,315,170	518,364	6,556,937	11,653	3,405,756
<b>Non-Current Liabilities</b>						
Due to Related Parties	—	—	—	—	—	—
Due to Other Funds	641,380	—	—	—	—	—
Due to USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Advances (Including Tuition and Fees)	—	1,682,489	—	—	—	—
Other Liabilities	—	—	—	—	—	—
Notes and Loans Payable	13,958,821	14,041,222	—	405,000	—	—
Lease Purchase Obligations	—	—	—	—	—	228,172
Revenue Bonds and Notes Payable	—	225,602,559	—	121,584,289	—	36,527,894
Liabilities Under Split Interest Agreements	7,822,380	—	10,181	—	—	91,819
Interest Rate Swap	3,983,589	—	—	—	—	—
Pollution Remediation	—	—	—	—	—	—
Claims and Judgments	—	—	—	—	—	—
Compensated Absences	—	—	—	—	—	—
Net Other Post Employment Benefits Liability	—	—	—	—	—	—
Net Pension Liability	—	—	—	—	—	—
Total Non-Current Liabilities	26,406,170	241,326,270	10,181	121,989,289	—	36,847,885
<b>TOTAL LIABILITIES</b>	<b>90,419,616</b>	<b>314,641,440</b>	<b>528,545</b>	<b>128,546,226</b>	<b>11,653</b>	<b>40,253,641</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
	—	—	—	—	—	—
<b>NET POSITION</b>						
Net Investment in Capital Assets	19,399,849	16,175,069	—	3,393,144	—	132,000
Restricted for:						
Nonexpendable	662,819,852	—	31,136,480	—	—	23,785,749
Expendable	524,012,221	—	46,234,439	—	915,020	15,666,146
Unrestricted	141,274,570	86,677,457	7,707,496	10,286,133	73,223	6,806,827
<b>TOTAL NET POSITION</b>	<b>\$ 1,347,506,492</b>	<b>\$ 102,852,526</b>	<b>\$ 85,078,415</b>	<b>\$ 13,679,277</b>	<b>\$ 988,243</b>	<b>\$ 46,390,722</b>

See Notes to Statement of Net Position and Statement of Revenues, Expenses and Changes in Net Position by Affiliated Organization.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY AFFILIATED ORGANIZATION (Unaudited)**  
**JUNE 30, 2020**

	University of West Georgia Real Estate Foundation, Inc.	University System of Georgia Foundation, Inc. & Affiliates	Valdosta State University Auxiliary Services Real Estate Foundation	Valdosta State University Foundation, Inc.	Walter & Emilie Spivey Foundation	Total All CU's & Affiliated Organizations
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and Cash Equivalents	\$ 1,212,355	\$ 868,771	\$ 2,290,647	\$ 5,208,348	\$ 10,438	\$ 575,083,622
Cash and Cash Equivalents (Externally Restricted)	5,374,595	19,155,293	—	—	—	132,385,334
Short-term Investments	699,368	—	—	—	—	108,847,252
Short-term Investments (Externally Restricted)	—	—	—	—	—	238,712,656
Accounts Receivable, net						
Federal Financial Assistance	—	—	—	—	—	20,142,348
State General Appropriations	—	—	—	—	—	465,465
Margin Allocation Funds	—	—	—	—	—	—
Related Parties	—	—	—	261,963	—	16,439,008
Pledges and Contributions	—	537,510	—	905,957	—	121,337,207
Other	—	—	—	—	—	428,196,443
Notes Receivable, net	—	—	—	—	—	945,318
Due From Other Funds	—	—	—	—	—	—
Investment in Capital Leases	3,130,283	13,674,378	5,334,029	—	—	111,362,187
Inventories	—	—	—	—	—	24,793,926
Prepaid Items	—	—	15,670	26,512	—	38,425,674
Other Assets	—	—	—	—	—	2,261,429
<b>Total Current Assets</b>	<b>10,416,601</b>	<b>34,235,952</b>	<b>7,640,346</b>	<b>6,402,780</b>	<b>10,438</b>	<b>1,819,397,869</b>
<b>Non-Current Assets</b>						
Accounts Receivable, net						
Related Parties	—	—	—	—	—	6,320,230
Due From USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Due From Institution - Capital Liability Reserve Fund	—	—	—	—	—	—
Pledges and Contributions	—	333,590	—	—	—	150,262,459
Other	—	—	—	—	—	59,161,860
Investments	260,214	5,366,599	—	51,131,331	7,139,805	1,399,394,552
Notes Receivable, net	—	—	—	—	—	—
Due From Other Funds	—	—	—	—	—	—
Investment in Capital Leases	108,162,094	361,785,460	155,076,250	—	—	2,514,880,637
Other Assets	—	—	—	627,966	—	43,764,124
Non-current Cash (Externally Restricted)	3,584,449	16,052,991	—	—	—	240,568,343
Short-term Investments (Externally Restricted)	—	—	—	—	—	64,647,564
Investments (Externally Restricted)	—	—	11,452,968	—	—	3,166,200,285
Capital Assets, net	—	18,393,085	227,338	6,888,792	269,567	1,436,332,448
<b>Total Non-Current Assets</b>	<b>112,006,757</b>	<b>401,931,725</b>	<b>166,756,556</b>	<b>58,648,089</b>	<b>7,409,372</b>	<b>9,081,532,502</b>
<b>TOTAL ASSETS</b>	<b>122,423,358</b>	<b>436,167,677</b>	<b>174,396,902</b>	<b>65,050,869</b>	<b>7,419,810</b>	<b>10,900,930,371</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 53,567,073

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF NET POSITION BY AFFILIATED ORGANIZATION (Unaudited)**  
**JUNE 30, 2020**

	University of West Georgia Real Estate Foundation, Inc.	University System of Georgia Foundation, Inc. & Affiliates	Valdosta State University Auxiliary Services Real Estate Foundation	Valdosta State University Foundation, Inc.	Walter & Emilie Spivey Foundation	Total All CU's & Affiliated Organizations
<b>LIABILITIES</b>						
<b>Current Liabilities</b>						
Accounts Payable	\$ 1,011,482	\$ 3,459,926	\$ 2,421,278	\$ 118,984	\$ 5,650	\$ 165,437,425
Salaries Payable	—	—	—	—	—	13,759,731
Benefits Payable	—	—	—	—	—	83,000
Contracts Payable	—	1,725,624	—	—	—	1,738,874
Retainage Payable	—	—	—	—	—	1,425,125
Due to Related Parties	—	—	—	121,458	—	347,681,002
Due to Other Funds	—	—	—	—	—	—
Due to USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Advances (Including Tuition and Fees)	—	—	—	—	—	202,096,812
Deposits	—	—	—	—	—	10,993,824
Deposits Held for Other Organizations	—	—	—	—	—	119,106,679
Other Liabilities	—	—	—	324,650	—	19,588,709
Notes and Loans Payable	—	2,862,582	—	—	—	40,472,157
Lease Purchase Obligations	—	—	—	—	—	8,749,861
Revenue Bonds and Notes Payable	3,460,000	10,945,000	4,455,000	—	—	202,663,953
Liabilities Under Split Interest Agreements	—	—	—	—	—	2,578,712
Interest Rate Swap	—	—	—	—	—	—
Pollution Remediation	—	—	—	—	—	—
Claims and Judgments	—	—	—	—	—	250,000
Compensated Absences	—	—	—	—	—	24,552,796
Total Current Liabilities	4,471,482	18,993,132	6,876,278	565,092	5,650	1,161,178,660
<b>Non-Current Liabilities</b>						
Due to Related Parties	—	—	—	—	—	123,725,310
Due to Other Funds	—	—	—	—	—	641,380
Due to USO - Capital Liability Reserve Fund	—	—	—	—	—	—
Advances (Including Tuition and Fees)	—	—	—	—	—	20,184,265
Other Liabilities	—	—	—	2,545	—	32,481,740
Notes and Loans Payable	—	70,138,705	—	961,903	—	213,691,423
Lease Purchase Obligations	—	—	—	—	—	77,093,824
Revenue Bonds and Notes Payable	111,350,982	336,114,126	162,064,684	3,110,634	—	3,524,913,120
Liabilities Under Split Interest Agreements	—	—	—	96,021	—	28,136,608
Interest Rate Swap	—	—	—	—	—	43,944,946
Pollution Remediation	—	—	—	—	—	—
Claims and Judgments	—	—	—	—	—	353,932
Compensated Absences	—	—	—	—	—	165,911
Net Other Post Employment Benefits Liability	—	—	—	—	—	6,641,329
Net Pension Liability	—	—	—	—	—	—
Total Non-Current Liabilities	111,350,982	406,252,831	162,064,684	4,171,103	—	4,071,973,788
<b>TOTAL LIABILITIES</b>	<b>115,822,464</b>	<b>425,245,963</b>	<b>168,940,962</b>	<b>4,736,195</b>	<b>5,650</b>	<b>5,233,152,448</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
	—	—	—	—	—	18,104,267
<b>NET POSITION</b>						
Net Investment in Capital Assets	—	—	227,338	2,816,255	269,567	460,319,689
Restricted for:						
Nonexpendable	—	610,249	—	—	—	2,711,461,943
Expendable	—	1,612,195	—	57,396,498	—	1,467,778,302
Unrestricted	6,600,894	8,699,270	5,228,602	101,921	7,144,593	1,063,680,795
<b>TOTAL NET POSITION</b>	<b>\$ 6,600,894</b>	<b>\$ 10,921,714</b>	<b>\$ 5,455,940</b>	<b>\$ 60,314,674</b>	<b>\$ 7,414,160</b>	<b>\$ 5,703,240,729</b>

See Notes to Statement of Net Position and Statement of Revenues, Expenses and Changes in Net Position by Affiliated Organization.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**BY AFFILIATED ORGANIZATION (Unaudited)**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**

	Abraham Baldwin Agricultural College Foundation, Inc. & Subsidiaries	Albany State University Foundation, Inc.	Armstrong State University Foundation, Inc.	Atlanta Metropolitan State College Foundation, Inc.
<b>OPERATING REVENUES</b>				
Grants and Contracts				
Federal	\$ —	\$ —	\$ —	\$ —
State	—	—	—	—
Other	—	—	—	—
Sales and Services	188,134	—	—	594,786
Patient Services				
Rents and Royalties	227,805	2,298,618	—	—
Auxiliary Enterprises	—	—	—	—
Food Services	—	—	—	—
Health Services	—	—	—	—
Intercollegiate Athletics	—	—	—	—
Gifts and Contributions	1,563,369	1,186,473	1,505,113	145,448
Endowment Income	222,781	14,539	—	—
Other Operating Revenues	54,273	16,114	—	—
Total Operating Revenues	2,256,362	3,515,744	1,505,113	740,234
<b>OPERATING EXPENSES</b>				
Salaries	428,960	429,486	398,382	—
Employee Benefits	23,663	—	—	—
Other Personal Services	211,479	—	—	—
Travel	34,222	10,802	2,373	—
Scholarships and Fellowships	673,647	311,217	410,928	151,765
Utilities	12,767	—	—	—
Supplies and Other Services	863,464	826,091	170,032	89,755
Depreciation	96,814	596	—	—
Total Operating Expenses	2,345,016	1,578,192	981,715	241,520
Operating Income (Loss)	(88,654)	1,937,552	523,398	498,714
<b>NONOPERATING REVENUES (EXPENSES)</b>				
State Appropriations	—	—	—	—
Grants and Contracts				
Federal	—	—	—	—
State	—	—	—	—
Other	—	—	—	—
Gifts	—	—	—	—
Investment Income	406,306	47,774	1,005,145	3,475
Interest Expense	(56,055)	(1,816,095)	—	(426,967)
Other Nonoperating Revenues (Expenses)	—	—	—	—
Net Nonoperating Revenues	350,251	(1,768,321)	1,005,145	(423,492)
Income (Loss) Before Other Revenues, Expenses, Gains, or Losses	261,597	169,231	1,528,543	75,222
Capital Grants and Gifts				
Federal	—	—	—	—
State	—	—	—	—
Other	—	—	—	—
Additions to Permanent and Term Endowments	503,801	50,364	—	—
Special Item	—	—	—	—
Total Other Revenues, Expenses, Gains or Losses	503,801	50,364	—	—
Change in Net Position	765,398	219,595	1,528,543	75,222
Net Position, Beginning of Year, Restated	32,229,003	8,241,847	14,820,034	1,013,721
Net Position-End of Year	\$ 32,994,401	\$ 8,461,442	\$ 16,348,577	\$ 1,088,943

See Notes to Statement of Net Position and Statement of Revenues, Expenses and Changes in Net Position by Affiliated Organization.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**BY AFFILIATED ORGANIZATION (Unaudited)**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**

	AU Health System Inc	Augusta University Foundation, Inc.	Augusta University Research Institute, Inc.	Augusta University College of Dental Medicine Faculty Practice Group d/b/a AU Dental Faculty Practice Group	Bainbridge State College Foundation	Clayton State University Foundation, Inc.
<b>OPERATING REVENUES</b>						
Grants and Contracts						
Federal	\$ —	\$ —	\$ 56,968,099	\$ —	\$ —	\$ —
State						
Other		19,042	8,835,961			
Sales and Services	81,867,386	457,141		9,999,299		
Patient Services	873,371,423					
Rents and Royalties	759,990	181,717	262,883			967,286
Auxiliary Enterprises						
Food Services						
Health Services	—					
Intercollegiate Athletics						
Gifts and Contributions		4,741,765	396,506		253,828	5,343,412
Endowment Income		221,984				
Other Operating Revenues						42,751
<b>Total Operating Revenues</b>	<b>955,998,799</b>	<b>5,621,649</b>	<b>66,463,449</b>	<b>9,999,299</b>	<b>253,828</b>	<b>6,353,449</b>
<b>OPERATING EXPENSES</b>						
Salaries	329,232,345	1,147,324	—	2,983,158	—	—
Employee Benefits	80,331,825	388,779	—	101,234	—	—
Other Personal Services	188,508,837	123,879	—	—	—	—
Travel	472,285	75,793	—	8,759	—	62,858
Scholarships and Fellowships	—	582,463	—	—	—	679,607
Utilities	4,310,773	—	—	—	—	—
Supplies and Other Services	398,985,931	694,854	65,937,568	7,626,679	154,068	1,414,474
Depreciation	36,433,863	—	—	—	—	334,693
<b>Total Operating Expenses</b>	<b>1,038,275,859</b>	<b>3,013,092</b>	<b>65,937,568</b>	<b>10,719,830</b>	<b>154,068</b>	<b>2,491,632</b>
<b>Operating Income (Loss)</b>	<b>(82,277,060)</b>	<b>2,608,557</b>	<b>525,881</b>	<b>(720,531)</b>	<b>99,760</b>	<b>3,861,817</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>						
State Appropriations	32,500,563	—	—	—	—	—
Grants and Contracts						
Federal	50,843,764	—	—	—	—	—
State	3,409,250	—	—	—	—	—
Other	—	—	—	—	—	—
Gifts	—	—	—	—	—	—
Investment Income	7,344,788	1,053,133	247,993	1,016,890	—	3,067,583
Interest Expense	(9,989,003)	(1,630,430)	—	—	28,291	(2,898,591)
Other Nonoperating Revenues (Expenses)	(8,531,438)	—	—	—	—	(1,030,000)
<b>Net Nonoperating Revenues</b>	<b>75,577,924</b>	<b>(577,297)</b>	<b>247,993</b>	<b>1,016,890</b>	<b>28,291</b>	<b>(861,008)</b>
<b>Income (Loss) Before Other Revenues, Expenses, Gains, or Losses</b>	<b>(6,699,136)</b>	<b>2,031,260</b>	<b>773,874</b>	<b>296,359</b>	<b>128,051</b>	<b>3,000,809</b>
Capital Grants and Gifts						
Federal	—	—	—	—	—	—
State	—	—	—	—	—	—
Other	1,935,771	—	—	—	—	—
Additions to Permanent and Term Endowments	—	340,700	—	—	—	—
Special Item	—	—	—	—	—	—
<b>Total Other Revenues, Expenses, Gains or Losses</b>	<b>1,935,771</b>	<b>340,700</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
<b>Change in Net Position</b>	<b>(4,763,365)</b>	<b>2,371,960</b>	<b>773,874</b>	<b>296,359</b>	<b>128,051</b>	<b>3,000,809</b>
<b>Net Position, Beginning of Year, Restated</b>	<b>298,093,919</b>	<b>39,890,046</b>	<b>9,868,090</b>	<b>2,905,492</b>	<b>2,263,349</b>	<b>10,987,393</b>
<b>Net Position-End of Year</b>	<b>\$ 293,330,554</b>	<b>\$ 42,262,006</b>	<b>\$ 10,641,964</b>	<b>\$ 3,201,851</b>	<b>\$ 2,391,400</b>	<b>\$ 13,988,202</b>

See Notes to Statement of Net Position and Statement of Revenues, Expenses and Changes in Net Position by Affiliated Organization.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**BY AFFILIATED ORGANIZATION (Unaudited)**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**

	College of Coastal Georgia Foundation, Inc.	Columbus State University Alumni Association, Inc.	Columbus State University Athletic Fund, Inc.	Columbus State University Foundation, Inc.	Columbus State University Research & Service Foundation	Dalton State College Athletic Club
<b>OPERATING REVENUES</b>						
Grants and Contracts						
Federal	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
State	—	—	—	—	—	—
Other	—	—	—	—	—	—
Sales and Services	—	8,295	45,453	1,115,401	—	—
Patient Services	—	—	—	—	—	—
Rents and Royalties	40,000	—	—	138,796	—	—
Auxiliary Enterprises						
Food Services	—	—	—	—	—	—
Health Services	—	—	—	—	—	—
Intercollegiate Athletics	—	—	—	—	—	—
Gifts and Contributions	813,657	53,550	91,325	4,857,150	—	—
Endowment Income	336,084	—	—	3,144,947	—	—
Other Operating Revenues	21,905	2,716	6,396	114,592	—	—
Total Operating Revenues	1,211,646	64,561	143,174	9,370,886	—	—
<b>OPERATING EXPENSES</b>						
Salaries	96,148	5,340	—	1,718,895	—	—
Employee Benefits	15,496	—	—	—	—	—
Other Personal Services	—	—	—	—	—	—
Travel	23,293	—	47	398,938	—	—
Scholarships and Fellowships	800,160	6,200	114,826	2,220,963	—	—
Utilities	—	—	—	—	—	—
Supplies and Other Services	478,554	116,985	109,440	3,678,821	—	2,110
Depreciation	42,614	—	—	15,385	—	—
Total Operating Expenses	1,456,265	128,525	224,313	8,033,002	—	2,110
Operating Income (Loss)	(244,619)	(63,964)	(81,139)	1,337,884	—	(2,110)
<b>NONOPERATING REVENUES (EXPENSES)</b>						
State Appropriations	—	—	—	—	—	—
Grants and Contracts						
Federal	—	—	—	—	—	—
State	—	—	—	—	—	—
Other	—	—	—	—	—	—
Gifts	—	—	—	—	—	—
Investment Income	1,780,596	8,568	(7,997)	79,712	—	—
Interest Expense	(548)	—	—	—	—	—
Other Nonoperating Revenues (Expenses)	—	—	—	—	—	—
Net Nonoperating Revenues	1,780,048	8,568	(7,997)	79,712	—	—
Income (Loss) Before Other Revenues, Expenses, Gains, or Losses	1,535,429	(55,396)	(89,136)	1,417,596	—	(2,110)
Capital Grants and Gifts						
Federal	—	—	—	—	—	—
State	—	—	—	—	—	—
Other	—	—	—	—	—	—
Additions to Permanent and Term Endowments	159,670	—	1,000	3,834,408	—	—
Special Item	—	—	—	—	—	(1,144,026)
Total Other Revenues, Expenses, Gains or Losses	159,670	—	1,000	3,834,408	—	(1,144,026)
Change in Net Position	1,695,099	(55,396)	(88,136)	5,252,004	—	(1,146,136)
Net Position, Beginning of Year, Restated	16,370,174	395,639	2,839,417	105,323,723	2,504	1,146,136
Net Position-End of Year	\$ 18,065,273	\$ 340,243	\$ 2,751,281	\$ 110,575,727	\$ 2,504	\$ —

See Notes to Statement of Net Position and Statement of Revenues, Expenses and Changes in Net Position by Affiliated Organization.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**BY AFFILIATED ORGANIZATION (Unaudited)**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**

	Dalton State College Foundation, Inc.	Darton Boosters, Inc.	Darton State College Foundation, Inc.	East Georgia State College Foundation, Inc.	Fort Valley State University Foundation, Inc.	Foundation Properties, Inc.
<b>OPERATING REVENUES</b>						
Grants and Contracts						
Federal	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
State	—	—	—	—	—	—
Other	—	—	—	—	—	—
Sales and Services	—	—	—	—	—	—
Patient Services	—	—	—	—	—	—
Rents and Royalties	—	1,817,014	24,000	—	1,270,572	5,926,208
Auxiliary Enterprises						
Food Services	—	—	—	—	—	—
Health Services	—	—	—	—	—	—
Intercollegiate Athletics	—	—	—	—	—	—
Gifts and Contributions	377,256	—	82,474	294,818	1,805,221	465,162
Endowment Income	—	—	—	—	—	—
Other Operating Revenues	20,708	—	18,005	24,353	—	3,117
Total Operating Revenues	<u>397,964</u>	<u>1,817,014</u>	<u>124,479</u>	<u>319,171</u>	<u>3,075,793</u>	<u>6,394,487</u>
<b>OPERATING EXPENSES</b>						
Salaries	248,046	—	—	—	—	193,412
Employee Benefits	—	—	—	—	—	95,096
Other Personal Services	—	—	—	—	—	—
Travel	—	—	—	5,870	103,222	—
Scholarships and Fellowships	581,865	—	57,146	324,288	804,189	—
Utilities	—	—	—	4,943	—	29,693
Supplies and Other Services	560,369	28,501	88,734	165,782	791,448	852,849
Depreciation	58,664	—	5,319	8,957	38,190	2,235,818
Total Operating Expenses	<u>1,448,944</u>	<u>28,501</u>	<u>151,199</u>	<u>509,840</u>	<u>1,737,049</u>	<u>3,406,868</u>
Operating Income (Loss)	<u>(1,050,980)</u>	<u>1,788,513</u>	<u>(26,720)</u>	<u>(190,669)</u>	<u>1,338,744</u>	<u>2,987,619</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>						
State Appropriations	—	—	—	—	—	—
Grants and Contracts						
Federal	—	—	—	—	—	—
State	—	—	—	—	—	—
Other	—	—	—	—	—	—
Gifts	—	—	—	—	—	—
Investment Income	4,239,479	25,532	41,338	26,652	691,395	242,194
Interest Expense	(11,912)	(1,633,380)	—	—	(715,851)	(2,038,105)
Other Nonoperating Revenues (Expenses)	—	—	—	—	—	—
Net Nonoperating Revenues	<u>4,227,567</u>	<u>(1,607,848)</u>	<u>41,338</u>	<u>26,652</u>	<u>(24,456)</u>	<u>(1,795,911)</u>
Income (Loss) Before Other Revenues, Expenses, Gains, or Losses	<u>3,176,587</u>	<u>180,665</u>	<u>14,618</u>	<u>(164,017)</u>	<u>1,314,288</u>	<u>1,191,708</u>
Capital Grants and Gifts						
Federal	—	—	—	—	—	—
State	—	—	—	—	—	—
Other	—	—	—	—	—	—
Additions to Permanent and Term Endowments	2,823,803	—	—	—	—	—
Special Item	1,144,026	—	—	—	—	—
Total Other Revenues, Expenses, Gains or Losses	<u>3,967,829</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Change in Net Position	<u>7,144,416</u>	<u>180,665</u>	<u>14,618</u>	<u>(164,017)</u>	<u>1,314,288</u>	<u>1,191,708</u>
Net Position, Beginning of Year, Restated	<u>32,118,905</u>	<u>3,045,450</u>	<u>5,244,285</u>	<u>2,653,079</u>	<u>14,558,811</u>	<u>24,439,685</u>
Net Position-End of Year	<u>\$ 39,263,321</u>	<u>\$ 3,226,115</u>	<u>\$ 5,258,903</u>	<u>\$ 2,489,062</u>	<u>\$ 15,873,099</u>	<u>\$ 25,631,393</u>

See Notes to Statement of Net Position and Statement of Revenues, Expenses and Changes in Net Position by Affiliated Organization.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**BY AFFILIATED ORGANIZATION (Unaudited)**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**

	Georgia Advanced Technology Ventures, Inc.	Georgia College & State University Alumni Association, Inc.	Georgia College & State University Foundation	Georgia Gwinnett College Foundation, Inc.	Georgia Health Sciences Foundation, Inc.	Georgia Highlands College Foundation, Inc.
<b>OPERATING REVENUES</b>						
Grants and Contracts						
Federal	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
State	—	—	—	—	—	—
Other	26,493	—	—	—	268,317	—
Sales and Services	225,001	—	—	46,842	477,045	—
Patient Services	—	—	—	—	—	—
Rents and Royalties	17,095,134	—	4,674,693	8,184,047	12,300	1,009,619
Auxiliary Enterprises						
Food Services	—	—	—	—	—	—
Health Services	—	—	—	—	—	—
Intercollegiate Athletics	—	—	—	—	—	—
Gifts and Contributions	332,200	113,709	1,768,623	1,247,984	7,499,515	315,251
Endowment Income	—	451,707	1,185,117	—	5,696	60,104
Other Operating Revenues	461,684	54,715	113,455	340,678	—	120
Total Operating Revenues	18,140,512	620,131	7,741,888	9,819,551	8,262,873	1,385,094
<b>OPERATING EXPENSES</b>						
Salaries	460,699	110,221	512,296	410,625	1,585,881	83,596
Employee Benefits	—	—	—	—	490,135	—
Other Personal Services	—	—	—	—	172,648	—
Travel	—	676	28,986	8,787	110,172	—
Scholarships and Fellowships	—	210,370	935,747	271,482	1,189,019	132,018
Utilities	26,215	—	641	—	—	—
Supplies and Other Services	7,488,948	323,518	1,724,425	1,633,650	4,510,675	212,710
Depreciation	2,613,343	—	—	457	—	155
Total Operating Expenses	10,589,205	644,785	3,202,095	2,325,001	8,058,530	428,479
Operating Income (Loss)	7,551,307	(24,654)	4,539,793	7,494,550	204,343	956,615
<b>NONOPERATING REVENUES (EXPENSES)</b>						
State Appropriations	—	—	—	—	—	—
Grants and Contracts						
Federal	—	—	—	—	—	—
State	—	—	—	—	—	—
Other	—	—	—	—	—	—
Gifts	—	—	—	—	—	—
Investment Income	267,721	(427,883)	(1,381,500)	336,752	415,681	(71,277)
Interest Expense	(5,346,181)	—	(3,847,162)	(5,778,277)	—	(813,034)
Other Nonoperating Revenues (Expenses)	—	—	—	—	—	—
Net Nonoperating Revenues	(5,078,460)	(427,883)	(5,228,662)	(5,441,525)	415,681	(884,311)
Income (Loss) Before Other Revenues, Expenses, Gains, or Losses	2,472,847	(452,537)	(688,869)	2,053,025	620,024	72,304
Capital Grants and Gifts						
Federal	—	—	—	—	—	—
State	—	—	—	—	—	—
Other	—	—	—	—	—	—
Additions to Permanent and Term Endowments	—	43,086	1,448,671	67,921	215,261	571,281
Special Item	—	—	—	—	—	—
Total Other Revenues, Expenses, Gains or Losses	—	43,086	1,448,671	67,921	215,261	571,281
Change in Net Position	2,472,847	(409,451)	759,802	2,120,946	835,285	643,585
Net Position, Beginning of Year, Restated	58,590,738	9,088,107	35,282,585	17,178,970	21,820,578	4,454,458
Net Position-End of Year	\$ 61,063,585	\$ 8,678,656	\$ 36,042,387	\$ 19,299,916	\$ 22,655,863	\$ 5,098,043

See Notes to Statement of Net Position and Statement of Revenues, Expenses and Changes in Net Position by Affiliated Organization.



**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**BY AFFILIATED ORGANIZATION (Unaudited)**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**

	Georgia Southern University Athletic Foundation, Inc.	Georgia Southern University Foundation, Inc.	Georgia Southern Housing Foundation, Inc.	Georgia Southern University Research & Service Foundation, Inc.	Georgia Southwestern State University Foundation, Inc.	Georgia State University Alumni Association, Inc.
<b>OPERATING REVENUES</b>						
Grants and Contracts						
Federal	\$ —	\$ —	\$ —	\$ 4,868,244	\$ —	\$ —
State	—	—	—	865,392	—	—
Other	—	—	—	1,242,796	—	—
Sales and Services	—	—	—	4,891,186	294,311	423,874
Patient Services	—	—	—	—	—	—
Rents and Royalties	1,325,383	—	10,570,294	—	—	—
Auxiliary Enterprises						
Food Services	—	—	—	—	—	—
Health Services	—	—	—	—	—	—
Intercollegiate Athletics	—	—	—	—	—	—
Gifts and Contributions	4,234,810	8,759,258	—	—	2,477,789	291,875
Endowment Income	(19,699)	(451,357)	—	—	—	—
Other Operating Revenues	276,703	356,622	3,575,624	5,646	56,745	50,847
Total Operating Revenues	<u>5,817,197</u>	<u>8,664,523</u>	<u>14,145,918</u>	<u>11,873,264</u>	<u>2,828,845</u>	<u>766,596</u>
<b>OPERATING EXPENSES</b>						
Salaries	862,482	3,836,612	—	—	173,775	147,410
Employee Benefits	—	34,550	—	—	25,048	—
Other Personal Services	554,276	877,734	351,005	127,520	797,852	—
Travel	—	417,921	—	1,435	93,174	14,035
Scholarships and Fellowships	1,152,413	3,120,756	—	—	1,050,234	47,369
Utilities	—	—	—	—	911	—
Supplies and Other Services	1,476,458	3,585,118	2,734,385	11,558,814	3,683,665	437,754
Depreciation	207,959	41,215	—	—	829	3,892
Total Operating Expenses	<u>4,253,588</u>	<u>11,913,906</u>	<u>3,085,390</u>	<u>11,687,769</u>	<u>5,825,488</u>	<u>650,460</u>
Operating Income (Loss)	<u>1,563,609</u>	<u>(3,249,383)</u>	<u>11,060,528</u>	<u>185,495</u>	<u>(2,996,643)</u>	<u>116,136</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>						
State Appropriations	—	—	—	—	—	—
Grants and Contracts						
Federal	—	—	—	—	—	—
State	—	—	—	—	—	—
Other	—	—	—	—	—	—
Gifts	—	—	—	—	—	—
Investment Income	41,337	(87,854)	419,073	4,562	1,038,585	(24,777)
Interest Expense	(835,600)	(5,882)	(8,041,555)	—	—	—
Other Nonoperating Revenues (Expenses)	—	16,348,577	—	—	—	—
Net Nonoperating Revenues	<u>(794,263)</u>	<u>16,254,841</u>	<u>(7,622,482)</u>	<u>4,562</u>	<u>1,038,585</u>	<u>(24,777)</u>
Income (Loss) Before Other Revenues, Expenses, Gains, or Losses	<u>769,346</u>	<u>13,005,458</u>	<u>3,438,046</u>	<u>190,057</u>	<u>(1,958,058)</u>	<u>91,359</u>
Capital Grants and Gifts						
Federal	—	—	—	—	—	—
State	—	—	—	—	—	—
Other	—	—	—	—	—	—
Additions to Permanent and Term Endowments	62,228	805,106	—	—	—	—
Special Item	—	—	—	—	—	—
Total Other Revenues, Expenses, Gains or Losses	<u>62,228</u>	<u>805,106</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Change in Net Position	<u>831,574</u>	<u>13,810,564</u>	<u>3,438,046</u>	<u>190,057</u>	<u>(1,958,058)</u>	<u>91,359</u>
Net Position, Beginning of Year, Restated	<u>13,504,462</u>	<u>75,140,797</u>	<u>32,831,765</u>	<u>3,232,548</u>	<u>38,558,223</u>	<u>1,998,035</u>
Net Position-End of Year	<u>\$ 14,336,036</u>	<u>\$ 88,951,361</u>	<u>\$ 36,269,811</u>	<u>\$ 3,422,605</u>	<u>\$ 36,600,165</u>	<u>\$ 2,089,394</u>

See Notes to Statement of Net Position and Statement of Revenues, Expenses and Changes in Net Position by Affiliated Organization.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**BY AFFILIATED ORGANIZATION (Unaudited)**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**

	Georgia State University Athletic Association, Inc.	Georgia State University Foundation, Inc.	Georgia State University Research Foundation Inc. and Affiliates	Georgia Tech Alumni Association	Georgia Tech Athletic Association	Georgia Tech Facilities, Inc.
<b>OPERATING REVENUES</b>						
Grants and Contracts						
Federal	\$ —	\$ —	\$ 79,272,112	\$ —	\$ —	\$ —
State	—	—	1,790,899	—	—	—
Other	—	—	22,181,873	—	—	—
Sales and Services	20,375,077	—	—	4,670	55,367,226	363,056
Patient Services	—	—	—	—	—	—
Rents and Royalties	364,230	17,038,547	3,075,309	280,046	8,421,556	13,880,706
Auxiliary Enterprises						
Food Services	—	—	—	—	—	—
Health Services	—	—	—	—	—	—
Intercollegiate Athletics	—	—	—	—	—	—
Gifts and Contributions	10,472,603	15,202,614	—	6,224,278	4,113,453	—
Endowment Income	—	7,239,715	—	—	—	—
Other Operating Revenues	1,235,174	1,102,442	—	298,634	—	22,831
Total Operating Revenues	<u>32,447,084</u>	<u>40,583,318</u>	<u>106,320,193</u>	<u>6,807,628</u>	<u>67,902,235</u>	<u>14,266,593</u>
<b>OPERATING EXPENSES</b>						
Salaries	9,161,661	2,732,237	—	3,860,900	—	—
Employee Benefits	2,907,497	—	—	698,066	—	—
Other Personal Services	—	—	—	—	—	—
Travel	1,084,712	717,542	21,809	72,942	5,279,519	—
Scholarships and Fellowships	7,815,632	7,718,200	—	6,125	12,039,648	—
Utilities	292,131	—	4,824	—	—	193,750
Supplies and Other Services	12,668,229	21,471,835	101,637,977	1,665,897	60,956,573	2,286,339
Depreciation	129,584	665,798	713,170	77,042	8,097,781	736,943
Total Operating Expenses	<u>34,059,446</u>	<u>33,305,612</u>	<u>102,377,780</u>	<u>6,380,972</u>	<u>86,373,521</u>	<u>3,217,032</u>
Operating Income (Loss)	<u>(1,612,362)</u>	<u>7,277,706</u>	<u>3,942,413</u>	<u>426,656</u>	<u>(18,471,286)</u>	<u>11,049,561</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>						
State Appropriations	—	—	—	—	—	—
Grants and Contracts						
Federal	—	—	—	—	—	—
State	—	—	—	—	—	—
Other	—	—	—	—	—	—
Gifts	—	—	—	—	—	—
Investment Income	56,514	(7,641,636)	550,233	5,598	1,782,364	456,577
Interest Expense	—	(3,580,884)	(2,555,086)	—	(16,759,684)	(10,123,422)
Other Nonoperating Revenues (Expenses)	—	—	413,315	—	(137,400)	(38,846)
Net Nonoperating Revenues	<u>56,514</u>	<u>(11,222,520)</u>	<u>(1,591,538)</u>	<u>5,598</u>	<u>(15,114,720)</u>	<u>(9,705,691)</u>
Income (Loss) Before Other Revenues, Expenses, Gains, or Losses	<u>(1,555,848)</u>	<u>(3,944,814)</u>	<u>2,350,875</u>	<u>432,254</u>	<u>(33,586,006)</u>	<u>1,343,870</u>
Capital Grants and Gifts						
Federal	—	—	—	—	—	—
State	—	—	—	—	—	—
Other	—	—	—	—	19,322,387	—
Additions to Permanent and Term Endowments	—	—	—	—	3,423,787	—
Special Item	—	—	—	—	—	—
Total Other Revenues, Expenses, Gains or Losses	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>22,746,174</u>	<u>—</u>
Change in Net Position	<u>(1,555,848)</u>	<u>(3,944,814)</u>	<u>2,350,875</u>	<u>432,254</u>	<u>(10,839,832)</u>	<u>1,343,870</u>
Net Position, Beginning of Year, Restated	<u>12,319,407</u>	<u>268,403,724</u>	<u>28,305,931</u>	<u>521,282</u>	<u>72,077,693</u>	<u>40,383,866</u>
Net Position-End of Year	<u>\$ 10,763,559</u>	<u>\$ 264,458,910</u>	<u>\$ 30,656,806</u>	<u>\$ 953,536</u>	<u>\$ 61,237,861</u>	<u>\$ 41,727,736</u>

See Notes to Statement of Net Position and Statement of Revenues, Expenses and Changes in Net Position by Affiliated Organization.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**BY AFFILIATED ORGANIZATION (Unaudited)**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**

	Georgia Tech Foundation, Inc.	Georgia Tech Global, Inc.	Georgia Tech Research Corporation	Global Center for Medical Innovation, Inc.	Gordon State College Foundation, Inc. & Subsidiaries	IgniteHQ
<b>OPERATING REVENUES</b>						
Grants and Contracts						
Federal	\$ —		\$ 793,564,796	\$ —	\$ —	—
State	—		19,925,037	—	—	191,362
Other	—		79,096,484	—	—	352,334
Sales and Services	10,000		—	13,305,932	—	124,147
Patient Services	—	—	—	—	—	—
Rents and Royalties	30,074,000		13,384,167	—	621,031	—
Auxiliary Enterprises						
Food Services	—		—	—	—	—
Intercollegiate Athletics	—		—	—	—	—
Gifts and Contributions	40,544,000	68,261	—	2,231,072	542,211	—
Endowment Income	60,735,000		—	—	520,675	—
Other Operating Revenues	—		—	—	—	—
Total Operating Revenues	131,363,000	68,261	905,970,484	15,537,004	1,683,917	667,843
<b>OPERATING EXPENSES</b>						
Salaries	2,835,000	—	—	3,627,254	169,543	185,678
Employee Benefits	683,000		—	1,142,711	—	34,001
Other Personal Services	89,000	49,929	—	349,853	—	—
Travel	12,000		86,720	125,474	—	—
Scholarships and Fellowships	—		—	—	322,919	—
Utilities	942,000		—	271,788	—	—
Supplies and Other Services	89,817,000	36,343	896,153,532	7,745,269	(243,583)	363,988
Depreciation	3,031,000		254,948	869,730	—	78,914
Total Operating Expenses	97,409,000	86,272	896,495,200	14,132,079	248,879	662,581
Operating Income (Loss)	33,954,000	(18,011)	9,475,284	1,404,925	1,435,038	5,262
<b>NONOPERATING REVENUES (EXPENSES)</b>						
State Appropriations	—		—	—	—	—
Grants and Contracts						
Federal	—		—	—	—	—
State	—		—	—	—	—
Other	—		—	—	—	—
Gifts	—		—	—	—	—
Investment Income	(33,016,000)		369,613	4,325	1,796,958	—
Interest Expense	(12,978,000)		—	(1,856)	(1,066,530)	—
Other Nonoperating Revenues (Expenses)	—	(10,195)	(303,642)	—	—	(177,780)
Net Nonoperating Revenues	(45,994,000)	(10,195)	65,971	2,469	730,428	(177,780)
Income (Loss) Before Other Revenues, Expenses, Gains, or Losses	(12,040,000)	(28,206)	9,541,255	1,407,394	2,165,466	(172,518)
Capital Grants and Gifts						
Federal	—		—	—	—	—
State	—		—	—	—	—
Other	—		—	—	—	—
Additions to Permanent and Term Endowments	31,382,000		—	—	—	—
Special Item	—		—	—	—	—
Total Other Revenues, Expenses, Gains or Losses	31,382,000	—	—	—	—	—
Change in Net Position	19,342,000	(28,206)	9,541,255	1,407,394	2,165,466	(172,518)
Net Position, Beginning of Year, Restated	1,781,963,000	104,406	73,032,099	7,231,862	13,287,254	484,533
Net Position-End of Year	\$ 1,801,305,000	\$ 76,200	\$ 82,573,354	\$ 8,639,256	\$ 15,452,720	\$ 312,015

See Notes to Statement of Net Position and Statement of Revenues, Expenses and Changes in Net Position by Affiliated Organization.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**BY AFFILIATED ORGANIZATION (Unaudited)**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**

	James M. Dye Foundation, Inc.	Kennesaw State University Alumni Association, Inc.	Kennesaw State University Athletic Association, Inc.	Kennesaw State University Foundation, Inc.	Kennesaw State University Research & Service Foundation, Inc.	Medical College of Georgia Foundation
<b>OPERATING REVENUES</b>						
Grants and Contracts						
Federal	\$ —	\$ —	\$ —	\$ —	\$ 4,148,849	\$ —
State	—	—	—	—	405,089	—
Other	—	—	429,586	—	1,593,459	—
Sales and Services	—	—	2,691,517	356,260	302,826	—
Patient Services	—	—	—	—	—	—
Rents and Royalties	—	—	—	37,150,736	195,206	37,170
Auxiliary Enterprises						
Food Services	—	—	—	—	—	—
Health Services	—	—	—	—	—	—
Intercollegiate Athletics	—	—	—	—	—	—
Gifts and Contributions	62,551	—	6,415,665	16,360,620	432,656	916,581
Endowment Income	—	(360)	—	1,262,788	—	7,366,198
Other Operating Revenues	—	42,500	814,799	—	16,329	734,250
Total Operating Revenues	62,551	42,140	10,351,567	55,130,404	7,094,414	9,054,199
<b>OPERATING EXPENSES</b>						
Salaries	—	148,552	1,770,119	1,659,782	3,592,052	4,064,687
Employee Benefits	—	—	—	—	—	—
Other Personal Services	—	—	—	31,753	2,821,699	654,418
Travel	—	—	594,193	184,523	196,269	151,940
Scholarships and Fellowships	63,069	18,091	1,268,736	2,681,983	—	3,187,951
Utilities	—	—	—	2,810,616	—	27,201
Supplies and Other Services	—	60,349	7,064,812	14,089,962	1,496,321	2,975,381
Depreciation	—	—	274,446	5,092,671	—	126,510
Total Operating Expenses	63,069	226,992	10,972,306	26,551,290	8,106,341	11,188,088
Operating Income (Loss)	(518)	(184,852)	(620,739)	28,579,114	(1,011,927)	(2,133,889)
<b>NONOPERATING REVENUES (EXPENSES)</b>						
State Appropriations	—	—	—	—	—	—
Grants and Contracts						
Federal	—	—	—	—	—	—
State	—	—	—	—	—	—
Other	—	—	—	—	—	—
Gifts	—	187,147	—	—	—	—
Investment Income	95,904	3,818	41,498	1,283,131	67,145	(3,869,028)
Interest Expense	—	—	(10,197)	(12,991,755)	—	4,220
Other Nonoperating Revenues (Expenses)	—	—	—	(5,330,726)	—	—
Net Nonoperating Revenues	95,904	190,965	31,301	(17,039,350)	67,145	(3,864,808)
Income (Loss) Before Other Revenues, Expenses, Gains, or Losses	95,386	6,113	(589,438)	11,539,764	(944,782)	(5,998,697)
Capital Grants and Gifts						
Federal	—	—	—	—	—	—
State	—	—	—	—	—	—
Other	—	—	—	—	—	—
Additions to Permanent and Term Endowments	—	—	—	—	—	2,802,015
Special Item	—	—	—	—	—	—
Total Other Revenues, Expenses, Gains or Losses	—	—	—	—	—	2,802,015
Change in Net Position	95,386	6,113	(589,438)	11,539,764	(944,782)	(3,196,682)
Net Position, Beginning of Year, Restated	2,613,581	404,072	6,025,619	83,536,282	2,477,790	264,009,637
Net Position-End of Year	\$ 2,708,967	\$ 410,185	\$ 5,436,181	\$ 95,076,046	\$ 1,533,008	\$ 260,812,955

See Notes to Statement of Net Position and Statement of Revenues, Expenses and Changes in Net Position by Affiliated Organization.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**BY AFFILIATED ORGANIZATION (Unaudited)**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**

	Middle Georgia State University Foundation, Inc. & Subsidiaries	Middle Georgia State University Real Estate Foundation, Inc.	Savannah State University Foundation, Inc. & Subsidiaries	South Georgia State College Foundation, Inc. & Subsidiaries	Southern Polytechnic Applied Research Corporation	University of Georgia Athletic Association, Inc.
<b>OPERATING REVENUES</b>						
Grants and Contracts						
Federal	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
State	—	—	—	—	—	—
Other	—	—	—	—	—	—
Sales and Services	—	—	—	—	—	151,404,446
Patient Services	—	—	—	—	—	—
Rents and Royalties	—	1,749,644	4,804,342	—	—	—
Auxiliary Enterprises						
Food Services	—	—	—	—	—	—
Health Services	—	—	—	—	—	—
Intercollegiate Athletics	—	—	—	—	—	—
Gifts and Contributions	3,759,593	—	170,963	175,183	—	—
Endowment Income	—	—	(242)	—	—	—
Other Operating Revenues	125,155	—	—	—	—	—
Total Operating Revenues	<u>3,884,748</u>	<u>1,749,644</u>	<u>4,975,063</u>	<u>175,183</u>	<u>—</u>	<u>151,404,446</u>
<b>OPERATING EXPENSES</b>						
Salaries	—	—	—	—	—	16,915,635
Employee Benefits	—	—	—	—	—	387,277
Other Personal Services	—	—	—	—	—	—
Travel	31,111	—	—	—	—	9,671,035
Scholarships and Fellowships	392,373	—	247,131	246,697	—	—
Utilities	—	—	—	—	—	—
Supplies and Other Services	1,935,739	60,438	555,138	—	15,970	102,217,398
Depreciation	23,242	25,206	—	—	—	10,935,591
Total Operating Expenses	<u>2,382,465</u>	<u>85,644</u>	<u>802,269</u>	<u>246,697</u>	<u>15,970</u>	<u>140,126,936</u>
Operating Income (Loss)	<u>1,502,283</u>	<u>1,664,000</u>	<u>4,172,794</u>	<u>(71,514)</u>	<u>(15,970)</u>	<u>11,277,510</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>						
State Appropriations	—	—	—	—	—	—
Grants and Contracts						
Federal	—	—	—	—	—	—
State	—	—	—	—	—	—
Other	—	—	—	—	—	—
Gifts	—	—	—	—	—	27,240,143
Investment Income	2,001,689	45,543	24	98,715	—	697,734
Interest Expense	—	(1,437,378)	(6,921,124)	(91,552)	—	(4,051,795)
Other Nonoperating Revenues (Expenses)	—	—	—	—	—	(4,538,467)
Net Nonoperating Revenues	<u>2,001,689</u>	<u>(1,391,835)</u>	<u>(6,921,100)</u>	<u>7,163</u>	<u>—</u>	<u>19,347,615</u>
Income (Loss) Before Other Revenues, Expenses, Gains, or Losses	<u>3,503,972</u>	<u>272,165</u>	<u>(2,748,306)</u>	<u>(64,351)</u>	<u>(15,970)</u>	<u>30,625,125</u>
Capital Grants and Gifts						
Federal	—	—	—	—	—	—
State	—	—	—	—	—	—
Other	—	—	—	—	—	—
Additions to Permanent and Term Endowments	221,756	—	—	—	—	—
Special Item	—	—	—	—	—	—
Total Other Revenues, Expenses, Gains or Losses	<u>221,756</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Change in Net Position	<u>3,725,728</u>	<u>272,165</u>	<u>(2,748,306)</u>	<u>(64,351)</u>	<u>(15,970)</u>	<u>30,625,125</u>
Net Position, Beginning of Year, Restated	<u>13,933,088</u>	<u>5,692,388</u>	<u>2,395,390</u>	<u>5,346,286</u>	<u>15,970</u>	<u>290,031,781</u>
Net Position-End of Year	<u>\$ 17,658,816</u>	<u>\$ 5,964,553</u>	<u>\$ (352,916)</u>	<u>\$ 5,281,935</u>	<u>\$ —</u>	<u>\$ 320,656,906</u>

See Notes to Statement of Net Position and Statement of Revenues, Expenses and Changes in Net Position by Affiliated Organization.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**BY AFFILIATED ORGANIZATION (Unaudited)**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**

	University of Georgia Foundation	University of Georgia Research Foundation, Inc.	University of North Georgia Foundation - Dahlonega, Inc.	University of North Georgia Real Estate Foundation, Inc.	University of West Georgia Athletic Foundation, Inc.	University of West Georgia Foundation, Inc.
<b>OPERATING REVENUES</b>						
Grants and Contracts						
Federal	\$ —	\$ 197,051,101	\$ —	\$ —	\$ —	\$ —
State	—	36,476,790	—	—	—	—
Other	—	31,752,657	—	—	—	—
Sales and Services	7,815,832	—	—	—	178,445	8,926
Patient Services	—	—	—	—	—	—
Rents and Royalties	695,966	26,063,022	48,333	6,365,214	—	2,019,583
Auxiliary Enterprises						
Food Services	—	—	—	—	—	—
Health Services	—	—	—	—	—	—
Intercollegiate Athletics	—	—	—	—	—	—
Gifts and Contributions	68,756,040	—	15,172,148	161,615	1,037,292	2,869,027
Endowment Income	35,877,710	—	2,615,200	—	—	784,346
Other Operating Revenues	—	—	—	58,586	19,440	—
Total Operating Revenues	113,145,548	291,343,570	17,835,681	6,585,415	1,235,177	5,681,882
<b>OPERATING EXPENSES</b>						
Salaries	4,167,954	—	579,739	113,723	415,690	1,594,271
Employee Benefits	—	—	—	—	—	—
Other Personal Services	—	—	—	—	—	—
Travel	128,613	—	337,603	—	113,110	82,374
Scholarships and Fellowships	100,550	—	3,246,490	—	72,000	1,337,343
Utilities	—	—	1,963,072	—	—	—
Supplies and Other Services	97,613,361	278,464,572	22,255	1,082,376	958,192	6,895,374
Depreciation	1,239,072	114,323	22,511	152,384	—	65,838
Total Operating Expenses	103,249,550	278,578,895	6,171,670	1,348,483	1,558,992	9,975,200
Operating Income (Loss)	9,895,998	12,764,675	11,664,011	5,236,932	(323,815)	(4,293,318)
<b>NONOPERATING REVENUES (EXPENSES)</b>						
State Appropriations	—	—	—	—	—	—
Grants and Contracts						
Federal	—	—	—	—	—	—
State	—	—	—	—	—	—
Other	—	—	—	—	—	—
Gifts	—	—	—	—	—	—
Investment Income	(18,053,632)	2,137,404	(746,350)	2,102,477	(5,195)	(506,669)
Interest Expense	(2,269,285)	(9,762,811)	—	(3,916,692)	—	(2,155,452)
Other Nonoperating Revenues (Expenses)	1,117,013	(106,769)	—	—	—	(160,000)
Net Nonoperating Revenues	(19,205,904)	(7,732,176)	(746,350)	(1,814,215)	(5,195)	(2,822,121)
Income (Loss) Before Other Revenues, Expenses, Gains, or Losses	(9,309,906)	5,032,499	10,917,661	3,422,717	(329,010)	(7,115,439)
Capital Grants and Gifts						
Federal	—	—	—	—	—	—
State	—	—	—	—	—	—
Other	—	—	—	—	—	—
Additions to Permanent and Term Endowments	26,570,257	—	591,872	—	—	788,340
Special Item	—	(1,376,773)	—	—	—	—
Total Other Revenues, Expenses, Gains or Losses	26,570,257	(1,376,773)	591,872	—	—	788,340
Change in Net Position	17,260,351	3,655,726	11,509,533	3,422,717	(329,010)	(6,327,099)
Net Position, Beginning of Year, Restated	1,330,246,141	99,196,800	73,568,882	10,256,560	1,317,253	52,717,821
Net Position-End of Year	\$ 1,347,506,492	\$ 102,852,526	\$ 85,078,415	\$ 13,679,277	\$ 988,243	\$ 46,390,722

See Notes to Statement of Net Position and Statement of Revenues, Expenses and Changes in Net Position by Affiliated Organization.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**BY AFFILIATED ORGANIZATION (Unaudited)**  
**FOR FISCAL YEAR ENDED JUNE 30, 2020**

	University of West Georgia Real Estate Foundation, Inc.	University System of Georgia Foundation, Inc. & Affiliates	Valdosta State University Auxiliary Services Real Estate Foundation	Valdosta State University Foundation, Inc.	Walter & Emilie Spivey Foundation	Total All CU's & Affiliated Organizations
<b>OPERATING REVENUES</b>						
Grants and Contracts						
Federal	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 1,135,873,201
State	—	—	—	—	—	59,654,569
Other	—	—	—	—	—	145,799,002
Sales and Services	—	620,050	—	612,942	—	354,175,506
Patient Services	—	—	—	—	—	873,371,423
Rents and Royalties	6,066,613	4,976,607	6,053,054	523,926	—	240,675,367
Auxiliary Enterprises						
Food Services	—	—	—	—	—	—
Health Services	—	—	—	—	—	—
Intercollegiate Athletics	—	—	—	—	—	—
Gifts and Contributions	—	1,646,198	102,831	6,705,157	—	255,160,153
Endowment Income	—	—	—	—	—	121,572,933
Other Operating Revenues	—	—	1,083,665	67,277	266	11,239,117
Total Operating Revenues	6,066,613	7,242,855	7,239,550	7,909,302	266	3,197,521,271
<b>OPERATING EXPENSES</b>						
Salaries	—	444,138	—	—	9,000	403,112,708
Employee Benefits	—	—	—	—	—	87,358,378
Other Personal Services	—	—	—	55,647	—	195,777,529
Travel	—	46,495	—	131,227.83	—	20,942,860
Scholarships and Fellowships	—	1,285,705	—	1,641,972	48,690	59,569,977
Utilities	—	—	—	1,762	—	10,893,087
Supplies and Other Services	511,099	1,697,586	1,833,717	2,931,699.52	295,882	2,240,343,650
Depreciation	—	—	—	217,974	—	75,083,441
Total Operating Expenses	511,099	3,473,924	1,833,717	4,980,282.35	353,572	3,093,081,629
Operating Income (Loss)	5,555,514	3,768,931	5,405,833	2,929,019.65	(353,306)	104,439,642
<b>NONOPERATING REVENUES (EXPENSES)</b>						
State Appropriations	—	—	—	—	—	32,500,563
Grants and Contracts						
Federal	—	—	—	—	—	50,843,764
State	—	—	—	—	—	3,409,250
Other	—	—	—	—	—	—
Gifts	—	—	—	—	—	27,427,290
Investment Income	132,332	456,014	215,454	8,623,407	1,186,548	(17,776,515)
Interest Expense	(4,842,314)	(13,388,936)	(7,553,786)	(173,870)	—	(162,484,526)
Other Nonoperating Revenues (Expenses)	—	(8,911,362)	(2,919,221)	—	—	(14,316,941)
Net Nonoperating Revenues	(4,709,982)	(21,844,284)	(10,257,553)	8,449,537	1,186,548	(80,397,115)
Income (Loss) Before Other Revenues, Expenses, Gains, or Losses	845,532	(18,075,353)	(4,851,720)	11,378,556.65	833,242	24,042,527
Capital Grants and Gifts						
Federal	—	—	—	—	—	—
State	—	—	—	—	—	—
Other	—	—	—	—	—	21,258,158
Additions to Permanent and Term Endowments	—	14,691,346	—	—	—	91,398,673
Special Item	—	—	—	—	—	(1,376,773)
Total Other Revenues, Expenses, Gains or Losses	—	14,691,346	—	—	—	111,280,058
Change in Net Position	845,532	(3,384,007)	(4,851,720)	11,378,556.65	833,242	135,322,585
Net Position, Beginning of Year, Restated	5,755,362	14,305,721	10,307,660	48,936,117	6,580,918	5,567,918,144
Net Position-End of Year	\$ 6,600,894	\$ 10,921,714	\$ 5,455,940	\$ 60,314,674	\$ 7,414,160	\$ 5,703,240,729

See Notes to Statement of Net Position and Statement of Revenues, Expenses and Changes in Net Position by Affiliated Organization.

**UNIVERSITY SYSTEM OF GEORGIA  
NOTES TO STATEMENT OF NET POSITION AND STATEMENT  
OF REVENUES, EXPENSES AND CHANGES IN NET POSITION  
BY AFFILIATED ORGANIZATION (Unaudited)  
FOR FISCAL YEAR ENDED JUNE 30, 2020**

Fiscal Year End for a few of the affiliated organizations differ from the June 30, 2020 Year End.

The following organizations have a Fiscal Year End of July 31, 2019:

Columbus State University Alumni Association, Inc.  
Columbus State University Athletic Fund, Inc.  
Columbus State University Foundation, Inc.  
Columbus State University Research & Service Foundation, Inc.  
Foundation Properties, Inc.

The following organizations have a Fiscal Year End of December 31, 2019:

College of Coastal Georgia Foundation, Inc.  
Dalton State College Foundation, Inc.  
Gordon State College Foundation, Inc. & Subsidiaries  
Middle Georgia State University Foundation, Inc. & Subsidiaries  
Valdosta State University Foundation, Inc.  
VSU Auxiliary Services Real Estate Foundation, Inc.  
Walter & Emilie Spivey Foundation

The following organization has a Fiscal Year End of March 31, 2020:

Dalton State College Athletic Club (Dissolved July 16, 2019)

As of the release of this report, financial statements were not available for the following organizations. Balances from a prior year are reported as indicated below.

Bainbridge State College Foundation reported fiscal year 2018 balances.

Fort Valley State University Foundation, Inc. reported fiscal year 2019 balances.

Southern Polytechnic Applied Research Corporation (Dissolved July 9, 2019) reported fiscal year 2016 balances.

The balances for Georgia Tech Panama Foundation, a discretely presented component unit of Georgia Tech Global, Inc., were not available at the time that this report was issued due to the global pandemic.



**UNIVERSITY SYSTEM OF GEORGIA**  
**BALANCE SHEET (NON-GAAP BASIS)**  
**BUDGET FUNDS**  
**JUNE 30, 2020**  
**(Unaudited)**

ASSETS

Cash and Cash Equivalents	\$	929,916,628.84
Investments		64,798,109.30
Accounts Receivable		
Federal Financial Assistance		128,076,715.24
Other		403,797,904.38
Prepaid Expenditures		17,876,517.69
Inventories		5,876,775.46
Other Assets		11,482,791.26
		<hr/>
Total Assets	\$	<u><u>1,561,825,442.17</u></u>

LIABILITIES AND FUND EQUITY

Liabilities

Accounts Payable	\$	94,792,704.05
Encumbrances Payable		334,000,937.87
Salaries Payable		24,060,134.46
Deferred Revenue		241,673,103.77
Other Liabilities		11,097,930.77
		<hr/>
Total Liabilities		<u>705,624,810.92</u>

Fund Balances

Reserved		
Department Sales and Services		163,881,233.87
Indirect Cost Recoveries		249,429,510.97
Technology Fees		46,784,940.30
Restricted/Sponsored Funds		190,715,230.90
Uncollectible Accounts Receivable		44,106,149.44
Inventories		2,870,570.90
Tuition Carry - Forward		62,174,986.51
Property Reserves		22,168,457.65
Unreserved		
Surplus		74,069,550.71
		<hr/>
Total Fund Balances		<u>856,200,631.25</u>
		<hr/>
Total Liabilities and Fund Balances	\$	<u><u>1,561,825,442.17</u></u>

Actual amounts were prepared on a prescribed basis of accounting that demonstrates compliance with budgetary statutes and regulations of the State of Georgia, which is a special purpose framework.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF FUNDS AVAILABLE AND EXPENDITURES COMPARED TO BUDGET**  
**BY PROGRAM AND FUNDING SOURCE (Unaudited)**  
**BUDGET FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Original Appropriation	Amended Appropriation	Final Budget	Funds Available Compared to Budget	
				Current Year Revenues	Prior Year Reserve Carry-Over
Agricultural Experiment Station					
State Appropriation					
State General Funds	\$ 47,454,193.00	\$ 45,818,324.00	\$ 45,818,324.00	\$ 45,818,324.00	\$ —
Other Funds	37,552,919.00	44,552,919.00	64,380,819.00	60,726,735.95	57,929,823.69
Total Agricultural Experiment Station	85,007,112.00	90,371,243.00	110,199,143.00	106,545,059.95	57,929,823.69
Athens and Tifton Veterinary Laboratories Contract					
Other Funds	6,704,688.00	7,100,000.00	7,204,250.00	7,557,074.59	1,127,993.36
Cooperative Extension Service					
State Appropriation					
State General Funds	44,205,415.00	42,437,198.00	42,437,198.00	42,437,198.00	—
Other Funds	31,333,929.00	34,333,929.00	37,670,619.00	28,633,162.19	9,344,555.67
Total Cooperative Extension Service	75,539,344.00	76,771,127.00	80,107,817.00	71,070,360.19	9,344,555.67
Enterprise Innovation Institute					
State Appropriation					
State General Funds	19,991,671.00	19,106,171.00	19,106,171.00	19,106,171.00	—
Other Funds	14,400,000.00	17,400,000.00	18,324,210.00	12,667,358.97	9,344,555.67
Total Enterprise Innovation Institute	34,391,671.00	36,506,171.00	37,430,381.00	31,773,529.97	9,344,555.67
Forestry Cooperative Extension					
State Appropriation					
State General Funds	1,014,238.00	973,668.00	973,668.00	973,668.00	—
Other Funds	575,988.00	606,988.00	934,409.00	883,914.39	286,454.21
Total Forestry Cooperative Extension	1,590,226.00	1,580,656.00	1,908,077.00	1,857,582.39	286,454.21
Forestry Research					
State Appropriation					
State General Funds	3,015,025.00	2,894,424.00	2,894,424.00	2,894,424.00	—
Other Funds	11,219,877.00	11,485,243.00	12,628,042.00	11,625,486.49	2,803,125.15
Total Forestry Research	14,234,902.00	14,379,667.00	15,522,466.00	14,519,910.49	2,803,125.15
Georgia Archives					
State Appropriation					
State General Funds	4,782,377.00	4,669,595.00	4,669,595.00	4,669,595.00	—
Other Funds	1,178,807.00	1,151,189.00	1,116,916.00	1,072,277.24	737,846.71
Total Georgia Archives	\$ 5,961,184.00	\$ 5,820,784.00	\$ 5,786,511.00	\$ 5,741,872.24	\$ 737,846.71

Actual amounts were prepared on a prescribed basis of accounting that demonstrates compliance with budgetary statutes and regulations of the State of Georgia, which is a special purpose framework.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF FUNDS AVAILABLE AND EXPENDITURES COMPARED TO BUDGET**  
**BY PROGRAM AND FUNDING SOURCE (Unaudited)**  
**BUDGET FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Funds Available Compared to Budget			Expenditures Compared to Budget		Excess (Deficiency)
	Program Transfers	Total	Variance	Current Year	Variance	of Funds Available
	or Adjustments	Funds Available	Positive (Negative)	Actual	Positive (Negative)	Over/(Under) Expenditures
Agricultural Experiment Station						
State Appropriation						
State General Funds	\$ —	\$ 45,818,324.00	\$ —	\$ 45,818,324.00	\$ —	\$ —
Other Funds	—	88,656,559.64	24,275,740.64	60,780,310.09	3,600,508.91	27,876,249.55
Total Agricultural Experiment Station	—	134,474,883.64	24,275,740.64	106,598,634.09	3,600,508.91	27,876,249.55
Athens and Tifton Veterinary Laboratories Contract						
Other Funds	—	8,685,067.95	1,480,817.95	7,102,031.08	102,218.92	1,583,036.87
Cooperative Extension Service						
State Appropriation						
State General Funds	—	42,437,198.00	—	42,437,198.00	—	—
Other Funds	—	37,977,717.86	307,098.86	31,276,031.78	6,394,587.22	6,701,686.08
Total Cooperative Extension Service	—	80,414,915.86	307,098.86	73,713,229.78	6,394,587.22	6,701,686.08
Enterprise Innovation Institute						
State Appropriation						
State General Funds	—	19,106,171.00	—	19,106,153.76	17.24	17.24
Other Funds	—	32,697,193.61	(4,733,187.39)	31,408,476.78	6,021,904.22	1,288,716.83
Total Enterprise Innovation Institute	—	32,697,193.61	(4,733,187.39)	31,408,476.78	6,021,904.22	1,288,716.83
Forestry Cooperative Extension						
State Appropriation						
State General Funds	—	973,668.00	—	973,668.00	—	—
Other Funds	—	1,170,368.60	235,959.60	803,659.10	130,749.90	366,709.50
Total Forestry Cooperative Extension	—	2,144,036.60	235,959.60	1,777,327.10	130,749.90	366,709.50
Forestry Research						
State Appropriation						
State General Funds	—	2,894,424.00	—	2,894,424.00	—	—
Other Funds	—	14,428,611.64	1,800,569.64	11,653,128.63	974,913.37	2,775,483.01
Total Forestry Research	—	17,323,035.64	1,800,569.64	14,547,552.63	974,913.37	2,775,483.01
Georgia Archives						
State Appropriation						
State General Funds	—	4,669,595.00	—	4,539,553.34	130,041.66	130,041.66
Other Funds	—	1,814,124.84	697,208.84	961,733.50	155,182.50	852,391.34
Total Georgia Archives	\$ —	\$ 6,483,719.84	\$ 697,208.84	\$ 5,501,286.84	\$ 285,224.16	\$ 982,433.00

Actual amounts were prepared on a prescribed basis of accounting that demonstrates compliance with budgetary statutes and regulations of the State of Georgia, which is a special purpose framework.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF FUNDS AVAILABLE AND EXPENDITURES COMPARED TO BUDGET**  
**BY PROGRAM AND FUNDING SOURCE (Unaudited)**  
**BUDGET FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Original Appropriation	Amended Appropriation	Final Budget	Funds Available Compared to Budget	
				Current Year Revenues	Prior Year Reserve Carry-Over
Georgia Cyber Innovation and Training Center					
State General Funds	\$ 5,942,767.00	\$ 5,571,954.00	\$ 5,571,954.00	\$ 5,363,207.00	- \$ —
Other Funds	—	772,982.00	2,499,136.00	1,859,091.30	- —
Total Georgia Cyber Innovation and Training Center	5,942,767.00	6,344,936.00	8,071,090.00	7,222,298.30	- —
Georgia Research Alliance					
State General Funds	5,134,350.00	4,928,976.00	4,928,976.00	4,928,976.00	- —
Georgia Tech Research Institute					
State Appropriation					
State General Funds	6,099,156.00	5,855,190.00	5,855,190.00	5,855,190.00	- —
Federal Funds -COVID19					
Federal Funds Not Itemized-COVID	—	—	817,264.00	410,485.18	- —
Other Funds	477,980,336.00	506,980,336.00	579,526,080.00	549,884,404.15	- 3,508,559.25
Total Georgia Tech Research Institute	484,079,492.00	512,835,526.00	586,198,534.00	556,150,079.33	- 3,508,559.25
Marine Institute					
State Appropriation					
State General Funds	1,029,410.00	988,234.00	988,234.00	988,234.00	- —
Other Funds	486,281.00	486,281.00	792,157.00	489,534.26	- 723,928.66
Total Marine Institute	1,515,691.00	1,474,515.00	1,780,391.00	1,477,768.26	- 723,928.66
Marine Resources Extension Center					
State Appropriation					
State General Funds	1,579,867.00	1,516,672.00	1,516,672.00	1,516,672.00	- —
Other Funds	1,345,529.00	1,345,529.00	1,937,197.00	1,723,022.01	- 300,129.82
Total Marine Resources Extension Center	2,925,396.00	2,862,201.00	3,453,869.00	3,239,694.01	- 300,129.82
Medical College of Georgia Hospital and Clinics					
State Appropriation					
State General Funds	32,555,858.00	32,500,565.00	32,500,565.00	32,500,565.00	- —
Public Libraries					
State Appropriation					
State General Funds	40,044,380.00	39,657,132.00	39,657,132.00	39,657,132.00	- —
Other Funds	4,415,201.00	4,758,088.00	5,140,161.00	4,734,484.54	- —
Total Public Libraries	44,459,581.00	44,415,220.00	44,797,293.00	44,391,616.54	- —
Public Service/Special Funding Initiatives					
State Appropriation					
State General Funds	27,253,512.00	25,982,948.00	25,982,948.00	25,982,948.00	- —
State Funds - Prior Year Carry-Over					
State General Funds - Prior Year	—	—	672,567.00	—	- 672,567.08
Total Public Service/Special Funding Initiatives	\$ 27,253,512.00	\$ 25,982,948.00	\$ 26,655,515.00	\$ 25,982,948.00	\$ 672,567.08

Actual amounts were prepared on a prescribed basis of accounting that demonstrates compliance with budgetary statutes and regulations of the State of Georgia, which is a special purpose framework.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF FUNDS AVAILABLE AND EXPENDITURES COMPARED TO BUDGET**  
**BY PROGRAM AND FUNDING SOURCE (Unaudited)**  
**BUDGET FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Funds Available Compared to Budget			Expenditures Compared to Budget		Excess (Deficiency)
	Program Transfers or Adjustments	Total Funds Available	Variance Positive (Negative)	Current Year Actual	Variance Positive (Negative)	of Funds Available Over/(Under) Expenditures
Georgia Cyber Innovation and Training Center						
State General Funds	\$ —	\$ 5,363,207.00	\$ (208,747.00)	\$ 5,330,868.99	\$ 241,085.01	\$ 32,338.01
Other Funds	—	1,859,091.30	(640,044.70)	1,065,062.82	1,434,073.18	794,028.48
Total Georgia Cyber Innovation and Training Center	—	7,222,298.30	(848,791.70)	6,395,931.81	1,675,158.19	826,366.49
Georgia Research Alliance						
State General Funds	—	4,928,976.00	—	4,928,976.00	—	—
Georgia Tech Research Institute						
State Appropriation						
State General Funds	—	5,855,190.00	—	5,855,190.00	—	—
Federal Funds- COVID19						
Federal Funds Not Itemized-COVID		410,485.18	(406,778.82)	410,485.18	406,778.82	—
Other Funds	—	553,392,963.40	(26,133,116.60)	549,230,785.30	30,295,294.70	4,162,178.10
Total Georgia Tech Research Institute	—	559,658,638.58	(26,539,895.42)	555,496,460.48	30,702,073.52	4,162,178.10
Marine Institute						
State Appropriation						
State General Funds	—	988,234.00	—	988,234.00	—	—
Other Funds	—	1,213,462.92	421,305.92	594,294.02	197,862.98	619,168.90
Total Marine Institute	—	2,201,696.92	421,305.92	1,582,528.02	197,862.98	619,168.90
Marine Resources Extension Center						
State Appropriation						
State General Funds	—	1,516,672.00	—	1,516,672.00	—	—
Other Funds	—	2,023,151.83	85,954.83	1,787,245.95	149,951.05	235,905.88
Total Marine Resources Extension Center	—	3,539,823.83	85,954.83	3,303,917.95	149,951.05	235,905.88
Medical College of Georgia Hospital and Clinics						
State Appropriation						
State General Funds	—	32,500,565.00	—	32,500,565.00	—	—
Public Libraries						
State Appropriation						
State General Funds	—	39,657,132.00	—	39,230,254.59	426,877.41	426,877.41
Other Funds	—	4,734,484.54	(405,676.46)	4,734,484.54	405,676.46	—
Total Public Libraries	—	44,391,616.54	(405,676.46)	43,964,739.13	832,553.87	426,877.41
Public Service/Special Funding Initiatives						
State Appropriation						
State General Funds	—	25,982,948.00	—	22,942,069.93	3,040,878.07	3,040,878.07
State Funds - Prior Year Carry-Over						
State General Funds - Prior Year	—	672,567.08	0.08	672,567.00	—	0.08
Total Public Service/Special Funding Initiatives	\$ —	\$ 26,655,515.08	\$ 0.08	\$ 23,614,636.93	\$ 3,040,878.07	\$ 3,040,878.15

Actual amounts were prepared on a prescribed basis of accounting that demonstrates compliance with budgetary statutes and regulations of the State of Georgia, which is a special purpose framework.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF FUNDS AVAILABLE AND EXPENDITURES COMPARED TO BUDGET**  
**BY PROGRAM AND FUNDING SOURCE (Unaudited)**  
**BUDGET FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Original Appropriation	Amended Appropriation	Final Budget	Funds Available Compared to Budget	
				Current Year Revenues	Prior Year Reserve Carry-Over
Regents Central Office					
State Appropriation					
State General Funds	\$ 12,466,667.00	\$ 11,722,805.00	\$ 11,722,805.00	\$ 11,722,805.00	\$ —
Other Funds	—	—	380,571.00	240,249.43	5,615,638.57
Total Regents Central Office	12,327,579.00	12,375,327.00	12,831,341.00	13,634,125.08	4,712,648.49
Skidaway Institute of Oceanography					
State Appropriation					
State General Funds	1,547,118.00	1,485,233.00	1,485,233.00	1,485,233.00	—
Other Funds	3,900,620.00	3,700,620.00	4,302,400.00	3,672,536.55	1,567,948.68
Total Skidaway Institute of Oceanography	5,447,738.00	5,185,853.00	5,787,633.00	5,157,769.55	1,567,948.68
Teaching					
State Appropriation					
State General Funds	2,296,261,553.00	2,287,273,298.00	2,287,273,298.00	2,287,273,298.00	—
Federal Funds-COVID19					
Federal Funds Not Itemized - COVID	—	—	269,318,390.00	226,769,151.53	
Other Funds	5,026,603,600.00	5,243,904,151.00	5,851,651,492.00	5,205,082,719.82	579,111,976.56
Total Teaching	7,011,218,216.00	7,182,332,437.00	7,910,062,530.00	7,252,606,568.99	579,111,976.56
Veterinary Medicine Experiment Station					
State Appropriation					
State General Funds	4,671,769.00	4,457,398.00	4,457,398.00	4,457,398.00	—
Veterinary Medicine Teaching Hospital					
State Appropriation					
State General Funds	489,381.00	469,806.00	469,806.00	469,806.00	—
Other Funds	19,800,000.00	22,000,000.00	21,000,000.00	21,333,263.83	3,912,071.20
Total Veterinary Medicine Teaching Hospital	20,289,381.00	22,469,806.00	21,469,806.00	21,803,069.83	3,912,071.20
Agencies Attached for Administrative Purposes					
Payments to Georgia Military College Junior Military College					
State Appropriation					
State General Funds	4,014,412.00	3,863,463.00	3,863,463.00	3,863,463.00	—
Payments to Georgia Military College Preparatory School					
State Appropriation					
State General Funds	3,747,460.00	3,945,859.00	3,945,859.00	3,945,859.00	—
Payments to Georgia Public Telecommunications Commission					
State Appropriation					
State General Funds	15,308,306.00	14,705,194.00	14,705,194.00	14,705,194.00	—
Budget Unit Totals	\$ 8,216,106,660.00	\$ 8,461,402,362.00	\$ 9,441,120,787.00	\$ 8,699,980,312.42	\$ 638,570,283.14

Actual amounts were prepared on a prescribed basis of accounting that demonstrates compliance with budgetary statutes and regulations of the State of Georgia, which is a special purpose framework.

**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF FUNDS AVAILABLE AND EXPENDITURES COMPARED TO BUDGET**  
**BY PROGRAM AND FUNDING SOURCE (Unaudited)**  
**BUDGET FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Funds Available Compared to Budget			Expenditures Compared to Budget		Excess (Deficiency)
	Program Transfers or Adjustments	Total Funds Available	Variance Positive (Negative)	Current Year Actual	Variance Positive (Negative)	of Funds Available Over/(Under) Expenditures
Regents Central Office						
State Appropriation						
State General Funds	\$ —	\$ 11,722,805.00	\$ —	\$ 11,193,695.72	\$ 529,109.28	\$ 529,109.28
Other Funds	—	5,855,888.00	5,475,317.00	340,901.92	39,669.08	5,514,986.08
Total Regents Central Office	—	17,578,693.00	5,475,317.00	11,534,597.64	568,778.36	6,044,095.36
Skidaway Institute of Oceanography						
State Appropriation						
State General Funds	—	1,485,233.00	—	1,485,233.00	—	—
Other Funds	—	5,240,485.23	938,085.23	2,971,064.91	1,331,335.09	2,269,420.32
Total Skidaway Institute of Oceanography	—	6,725,718.23	938,085.23	4,456,297.91	1,331,335.09	2,269,420.32
Teaching						
State Appropriation						
State General Funds	—	2,287,273,298.00	—	2,249,123,074.35	38,150,223.65	38,150,223.65
Federal Funds - COVID19						
Federal Funds Not Itemized - COVID	(172,742.56)	226,596,408.97	(42,721,981.03)	226,596,408.97	42,721,981.03	—
Other Funds	172,742.56	5,784,367,438.94	(67,284,053.06)	5,071,585,235.02	780,066,256.98	712,782,203.92
Total Teaching	—	8,298,237,145.91	(110,006,034.09)	7,547,304,718.34	860,938,461.66	750,932,427.57
Veterinary Medicine Experiment Station						
State Appropriation						
State General Funds	—	4,457,398.00	—	4,457,398.00	—	—
Veterinary Medicine Teaching Hospital						
State Appropriation						
State General Funds	—	469,806.00	—	469,806.00	—	—
Other Funds	—	25,245,335.03	4,245,335.03	20,434,961.79	565,038.21	4,810,373.24
Total Veterinary Medicine Teaching Hospital	—	25,715,141.03	4,245,335.03	20,904,767.79	565,038.21	4,810,373.24
Agencies Attached for Administrative Purposes						
Payments to Georgia Military College Junior Military College						
State Appropriation						
State General Funds	—	3,863,463.00	—	3,863,463.00	—	—
Payments to Georgia Military College Preparatory School						
State Appropriation						
State General Funds	—	3,945,859.00	—	3,945,859.00	—	—
Payments to Georgia Public Telecommunications Commission						
State Appropriation						
State General Funds	—	14,705,194.00	—	14,705,194.00	—	—
Budget Unit Totals	\$ —	\$ 9,338,550,595.56	\$ (102,570,191.44)	\$ 8,523,608,589.30	\$ 917,512,197.70	\$ 814,942,006.26

Actual amounts were prepared on a prescribed basis of accounting that demonstrates compliance with budgetary statutes and regulations of the State of Georgia, which is a special purpose framework.

**UNIVERSITY SYSTEM OF GEORGIA  
STATEMENT OF CHANGES TO FUND BALANCE  
BY PROGRAM AND FUNDING SOURCE (Unaudited)  
BUDGET FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Beginning Fund Balance/(Deficit) July 1	Fund Balance Carried Over from Prior Year as Funds Available	Return of Fiscal Year 2019 Surplus	Prior Year Adjustments	Other Adjustments
Agricultural Experiment Station					
State Appropriation					
State General Funds	\$ 99,212.69	\$ —	\$ (99,212.69)	\$ 51,671.50	\$ —
Other Funds	27,933,702.09	(27,929,823.69)	(3,878.40)	39,490.64	—
Total Agricultural Experiment Station	28,032,914.78	(27,929,823.69)	(103,091.09)	91,162.14	—
Athens and Tifton Veterinary Laboratories Contract					
Other Funds	1,127,993.36	(1,127,993.36)	—	6,213.83	—
Cooperative Extension Service					
State Appropriation					
State General Funds	110,725.82	—	(110,725.82)	79,517.83	—
Other Funds	9,346,600.94	(9,344,555.67)	(2,045.27)	176,889.52	—
Total Cooperative Extension Service	9,457,326.76	(9,344,555.67)	(112,771.09)	256,407.35	—
Enterprise Innovation Institute					
State Appropriation					
State General Funds	—	—	—	47.38	—
Other Funds	923,663.64	(923,663.64)	—	—	(1,123.88)
Total Enterprise Innovation Institute	923,663.64	(923,663.64)	—	47.38	(1,123.88)
Forestry Cooperative Extension					
State Appropriation					
State General Funds	2,269.50	—	(2,269.50)	471.75	—
Other Funds	286,454.21	(286,454.21)	—	5,155.09	—
Total Forestry Cooperative Extension	288,723.71	(286,454.21)	(2,269.50)	5,626.84	—
Forestry Research					
State Appropriation					
State General Funds	863.92	—	(863.92)	2,522.59	—
Other Funds	2,803,816.28	(2,803,125.15)	(691.13)	4,028.24	—
Total Forestry Research	2,804,680.20	(2,803,125.15)	(1,555.05)	6,550.83	—
Georgia Archives					
State Appropriation					
State General Funds	487.74	—	(487.74)	6,809.79	—
Other Funds	767,623.63	(741,847.60)	(25,776.03)	—	(18,892.17)
Total Georgia Archives	768,111.37	(741,847.60)	(26,263.77)	6,809.79	(18,892.17)
Georgia Cyber Innovation and Training Center					
State General Funds	535,040.59	—	(535,040.59)	740.22	—
Other Funds	—	—	—	—	—
Total Georgia Cyber Innovation and Training Center	\$ 535,040.59	\$ —	\$ (535,040.59)	\$ 740.22	\$ —

Actual amounts were prepared on a prescribed basis of accounting that demonstrates compliance with budgetary statutes and regulations of the State of Georgia, which is a special purpose framework.



**UNIVERSITY SYSTEM OF GEORGIA**  
**STATEMENT OF CHANGES TO FUND BALANCE**  
**BY PROGRAM AND FUNDING SOURCE (Unaudited)**  
**BUDGET FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Early Return of Fiscal Year 2020 Surplus	Excess (Deficiency) of Funds Available Over/(Under) Expenditures	Ending Fund Balance/(Deficit) June 30	Analysis of Ending Fund Balance		
				Reserved	Surplus/(Deficit)	Total
Agricultural Experiment Station						
State Appropriation						
State General Funds	\$ —	\$ —	\$ 51,671.50	\$ —	\$ 51,671.50	\$ 51,671.50
Other Funds	—	27,876,249.55	27,915,740.19	27,912,702.71	3,037.48	27,915,740.19
Total Agricultural Experiment Station	—	27,876,249.55	27,967,411.69	27,912,702.71	54,708.98	27,967,411.69
Athens and Tifton Veterinary Laboratories Contract						
Other Funds	—	1,583,036.87	1,589,250.70	1,589,250.70	—	1,589,250.70
Cooperative Extension Service						
State Appropriation						
State General Funds	—	—	79,517.83	—	79,517.83	79,517.83
Other Funds	—	6,701,686.08	6,878,575.60	6,876,249.04	2,326.56	6,878,575.60
Total Cooperative Extension Service	—	6,701,686.08	6,958,093.43	6,876,249.04	81,844.39	6,958,093.43
Enterprise Innovation Institute						
State Appropriation						
State General Funds	—	17.24	64.62	—	64.62	64.62
Other Funds	—	1,288,699.59	1,287,575.71	1,287,575.71	—	1,287,575.71
Total Enterprise Innovation Institute	—	1,288,716.83	1,287,640.33	1,287,575.71	64.62	1,287,640.33
Forestry Cooperative Extension						
State Appropriation						
State General Funds	—	—	471.75	—	471.75	471.75
Other Funds	—	366,709.50	371,864.59	371,864.59	—	371,864.59
Total Forestry Cooperative Extension	—	366,709.50	372,336.34	371,864.59	471.75	372,336.34
Forestry Research						
State Appropriation						
State General Funds	—	—	2,522.59	—	2,522.59	2,522.59
Other Funds	—	2,775,483.01	2,779,511.25	2,779,383.67	127.58	2,779,511.25
Total Forestry Research	—	2,775,483.01	2,782,033.84	2,779,383.67	2,650.17	2,782,033.84
Georgia Archives						
State Appropriation						
State General Funds	—	130,041.66	136,851.45	—	136,851.45	136,851.45
Other Funds	—	852,391.34	833,499.17	830,364.17	3,135.00	833,499.17
Total Georgia Archives	—	982,433.00	970,350.62	830,364.17	139,986.45	970,350.62
Georgia Cyber Innovation and Training Center						
State General Funds	—	32,338.01	33,078.23	—	33,078.23	33,078.23
Other Funds	—	794,028.48	794,028.48	794,028.48	—	794,028.48
Total Georgia Cyber Innovation and Training Center	\$ —	\$ 826,366.49	\$ 827,106.71	\$ 794,028.48	\$ 33,078.23	\$ 827,106.71

Actual amounts were prepared on a prescribed basis of accounting that demonstrates compliance with budgetary statutes and regulations of the State of Georgia, which is a special purpose framework.

**UNIVERSITY SYSTEM OF GEORGIA  
STATEMENT OF CHANGES TO FUND BALANCE  
BY PROGRAM AND FUNDING SOURCE (Unaudited)  
BUDGET FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Beginning Fund Balance/(Deficit) July 1	Fund Balance Carried Over from Prior Year as Funds Available	Return of Fiscal Year 2019 Surplus	Prior Year Adjustments	Other Adjustments
Georgia Research Alliance					
State General Funds	\$ —	\$ —	\$ —	\$ —	\$ —
Georgia Tech Research Institute					
State Appropriation					
State General Funds	657.29	—	(657.29)	3,352.50	—
Federal Funds - COVID19					
Federal Funds Not Itemized - COVID	—	—	—	—	—
Other Funds	3,508,559.25	(3,508,559.25)	—	—	—
Total Georgia Tech Research Institute	3,509,216.54	(3,508,559.25)	(657.29)	3,352.50	—
Marine Institute					
State Appropriation					
State General Funds	—	—	—	—	—
Other Funds	723,928.66	(723,928.66)	—	1,618.71	—
Total Marine Institute	723,928.66	(723,928.66)	—	1,618.71	—
Marine Resources Extension Center					
State Appropriation					
State General Funds	2,000.90	—	(2,000.90)	14,311.36	—
Other Funds	300,326.32	(300,129.82)	(196.50)	(422.18)	—
Total Marine Resources Extension Center	302,327.22	(300,129.82)	(2,197.40)	13,889.18	—
Medical College of Georgia Hospital and Clinics					
State Appropriation					
State General Funds	—	—	—	—	—
Public Libraries					
State Appropriation					
State General Funds	139,800.58	—	(139,800.58)	187,459.13	—
Other Funds	—	—	—	—	—
Total Public Libraries	139,800.58	—	(139,800.58)	187,459.13	—
Public Service/Special Funding Initiatives					
State Appropriation					
State General Funds	4,217,403.69	—	(4,217,403.69)	230,089.30	—
State Funds - Prior Year Carry-Over					
State General Funds - Prior Year	672,567.08	(672,567.08)	—	—	—
Total Public Service/Special Funding Initiatives	4,889,970.77	(672,567.08)	(4,217,403.69)	230,089.30	—
Regents Central Office					
State Appropriation					
State General Funds	11,646.39	—	(11,646.39)	26,867.26	—
Other Funds	5,615,638.57	(5,615,638.57)	—	—	—
Total Regents Central Office	\$ 5,627,284.96	\$ (5,615,638.57)	\$ (11,646.39)	\$ 26,867.26	\$ —

Actual amounts were prepared on a prescribed basis of accounting that demonstrates compliance with budgetary statutes and regulations of the State of Georgia, which is a special purpose framework.

**UNIVERSITY SYSTEM OF GEORGIA  
STATEMENT OF CHANGES TO FUND BALANCE  
BY PROGRAM AND FUNDING SOURCE (Unaudited)  
BUDGET FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Early Return of Fiscal Year 2020	Excess (Deficiency) of Funds Available Over/(Under)	Ending Fund Balance/(Deficit)	Analysis of Ending Fund Balance		
	Surplus	Expenditures	June 30	Reserved	Surplus/(Deficit)	Total
Georgia Research Alliance						
State General Funds	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Georgia Tech Research Institute						
State Appropriation						
State General Funds	—	—	3,352.50	—	3,352.50	3,352.50
Federal Funds-COVID19						
Federal Funds Not Itemized - COVID	—	—	—	—	—	—
Other Funds	—	4,162,178.10	4,162,178.10	4,162,178.10	—	4,162,178.10
Total Georgia Tech Research Institute	—	4,162,178.10	4,165,530.60	4,162,178.10	3,352.50	4,165,530.60
Marine Institute						
State Appropriation						
State General Funds	—	—	—	—	—	—
Other Funds	—	619,168.90	620,787.61	620,787.61	—	620,787.61
Total Marine Institute	—	619,168.90	620,787.61	620,787.61	—	620,787.61
Marine Resources Extension Center						
State Appropriation						
State General Funds	—	—	14,311.36	—	14,311.36	14,311.36
Other Funds	—	235,905.88	235,483.70	235,483.49	0.21	235,483.70
Total Marine Resources Extension Center	—	235,905.88	249,795.06	235,483.49	14,311.57	249,795.06
Medical College of Georgia Hospital and Clinics						
State Appropriation						
State General Funds	—	—	—	—	—	—
Public Libraries						
State Appropriation						
State General Funds	—	426,877.41	614,336.54	—	614,336.54	614,336.54
Other Funds	—	—	—	—	—	—
Total Public Libraries	—	426,877.41	614,336.54	—	614,336.54	614,336.54
Public Service/Special Funding Initiatives						
State Appropriation						
State General Funds	—	3,040,878.07	3,270,967.37	—	3,270,967.37	3,270,967.37
State Funds - Prior Year Carry-Over						
State General Funds - Prior Year	—	0.08	0.08	—	0.08	0.08
Total Public Service/Special Funding Initiatives	—	3,040,878.15	3,270,967.45	—	3,270,967.45	3,270,967.45
Regents Central Office						
State Appropriation						
State General Funds	—	529,109.28	555,976.54	—	555,976.54	555,976.54
Other Funds	—	5,514,986.08	5,514,986.08	5,514,986.08	—	5,514,986.08
Total Regents Central Office	\$ —	\$ 6,044,095.36	\$ 6,070,962.62	\$ 5,514,986.08	\$ 555,976.54	\$ 6,070,962.62

Actual amounts were prepared on a prescribed basis of accounting that demonstrates compliance with budgetary statutes and regulations of the State of Georgia, which is a special purpose framework.

**UNIVERSITY SYSTEM OF GEORGIA  
STATEMENT OF CHANGES TO FUND BALANCE  
BY PROGRAM AND FUNDING SOURCE (Unaudited)  
BUDGET FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Beginning Fund Balance/(Deficit) July 1	Fund Balance Carried Over from Prior Year as Funds Available	Return of Fiscal Year 2019 Surplus	Prior Year Adjustments	Other Adjustments
Skidaway Institute of Oceanography					
State Appropriation					
State General Funds	\$ 19.30	\$ —	\$ (19.30)	\$ 546.82	\$ —
Other Funds	1,567,948.68	(1,567,948.68)	—	1,902.80	—
Total Skidaway Institute of Oceanography	1,567,967.98	(1,567,948.68)	(19.30)	2,449.62	—
Teaching					
State Appropriation					
State General Funds	2,771,212.15	—	(2,771,212.15)	2,278,293.31	(164,702.50)
Federal Funds - COVID19					
Federal Funds Not Itemized - COVID					
Other Funds	580,437,845.16	(579,111,976.56)	(1,325,868.60)	6,309,186.42	(15,065,828.86)
Total Teaching	583,209,057.31	(579,111,976.56)	(4,097,080.75)	8,587,479.73	(15,230,531.36)
Veterinary Medicine Experiment Station					
State Appropriation					
State General Funds	6,634.66	—	(6,634.66)	1,739.20	—
Veterinary Medicine Teaching Hospital					
State Appropriation					
State General Funds	—	—	—	—	—
Other Funds	3,912,071.20	(3,912,071.20)	—	103,949.05	—
Total Veterinary Medicine Teaching Hospital	3,912,071.20	(3,912,071.20)	—	(16,457.34)	—
Agencies Attached for Administrative Purposes					
Payments to Georgia Military College Junior Military College					
State Appropriation					
State General Funds	—	—	—	—	—
Payments to Georgia Military College Preparatory School					
State Appropriation					
State General Funds	—	—	—	—	—
Payments to Georgia Public Telecommunications Commission					
State Appropriation					
State General Funds	—	—	—	—	—
Total Operating Activity	647,826,714.29	(638,570,283.14)	(9,256,431.15)	9,532,452.06	(15,250,547.41)

Actual amounts were prepared on a prescribed basis of accounting that demonstrates compliance with budgetary statutes and regulations of the State of Georgia, which is a special purpose framework.

**UNIVERSITY SYSTEM OF GEORGIA  
STATEMENT OF CHANGES TO FUND BALANCE  
BY PROGRAM AND FUNDING SOURCE (Unaudited)  
BUDGET FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Early Return of Fiscal Year 2020 Surplus	Excess (Deficiency) of Funds Available Over/(Under) Expenditures	Ending Fund Balance/(Deficit) June 30	Analysis of Ending Fund Balance		
				Reserved	Surplus/(Deficit)	Total
Skidaway Institute of Oceanography						
State Appropriation						
State General Funds	\$ —	\$ —	\$ 546.82	\$ —	\$ 546.82	\$ 546.82
Other Funds	—	2,269,420.32	2,271,323.12	2,271,323.12	—	2,271,323.12
Total Skidaway Institute of Oceanography	—	2,269,420.32	2,271,869.94	2,271,323.12	546.82	2,271,869.94
Teaching						
State Appropriation						
State General Funds	—	38,150,223.65	40,263,814.46	—	40,263,814.46	40,263,814.46
Federal Funds - COVID19						
Federal Funds Not Itemized - COVID	—	—	—	—	—	—
Other Funds	—	712,782,203.92	704,025,561.48	674,993,860.44	29,031,701.04	704,025,561.48
Total Teaching	(2,769,824.97)	583,314,607.30	583,209,057.31	579,111,976.56	4,097,080.75	583,209,057.31
Veterinary Medicine Experiment Station						
State Appropriation						
State General Funds	—	—	1,739.20	—	1,739.20	1,739.20
Veterinary Medicine Teaching Hospital						
State Appropriation						
State General Funds	—	—	—	—	—	—
Other Funds	—	4,810,373.24	4,914,322.29	4,914,322.29	—	4,914,322.29
Total Veterinary Medicine Teaching Hospital	—	4,810,373.24	4,914,322.29	4,914,322.29	—	4,914,322.29
Agencies Attached for Administrative Purposes						
Payments to Georgia Military College Junior Military College						
State Appropriation						
State General Funds	—	—	—	—	—	—
Payments to Georgia Military College Preparatory School						
State Appropriation						
State General Funds	—	—	—	—	—	—
Payments to Georgia Public Telecommunications Commission						
State Appropriation						
State General Funds	—	—	—	—	—	—
Total Operating Activity	—	814,942,006.26	809,223,910.91	735,154,360.20	74,069,550.71	809,223,910.91

Actual amounts were prepared on a prescribed basis of accounting that demonstrates compliance with budgetary statutes and regulations of the State of Georgia, which is a special purpose framework.

UNIVERSITY SYSTEM OF GEORGIA  
STATEMENT OF CHANGES TO FUND BALANCE  
BY PROGRAM AND FUNDING SOURCE (Unaudited)  
BUDGET FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Beginning Fund Balance/(Deficit) July 1	Fund Balance Carried Over from Prior Year as Funds Available	Return of Fiscal Year 2019 Surplus	Prior Year Adjustments	Other Adjustments
Prior Year Reserve					
Not Available for Expenditure					
Inventories	2,689,227.11	—	—	—	181,343.79
Other Reserves	29,036,945.82	—	—	—	15,069,203.62
Budget Unit Totals	<u>\$ 679,552,887.22</u>	<u>\$ (638,570,283.14)</u>	<u>\$ (9,256,431.15)</u>	<u>\$ 9,532,452.06</u>	<u>\$ —</u>

Actual amounts were prepared on a prescribed basis of accounting that demonstrates compliance with budgetary statutes and regulations of the State of Georgia, which is a special purpose framework.

**UNIVERSITY SYSTEM OF GEORGIA  
STATEMENT OF CHANGES TO FUND BALANCE  
BY PROGRAM AND FUNDING SOURCE (Unaudited)  
BUDGET FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Early Return of Fiscal Year 2020 Surplus	Excess (Deficiency) of Funds Available Over/(Under) Expenditures	Ending Fund Balance/(Deficit) June 30	Analysis of Ending Fund Balance		
				Reserved	Surplus/(Deficit)	Total
Prior Year Reserve						
Not Available for Expenditure						
Inventories	—	—	2,870,570.90	2,870,570.90	—	2,870,570.90
Other Reserves	—	—	44,106,149.44	44,106,149.44	—	44,106,149.44
Budget Unit Totals	<u>\$ —</u>	<u>\$ 814,942,006.26</u>	<u>\$ 856,200,631.25</u>	<u>\$ 782,131,080.54</u>	<u>\$ 74,069,550.71</u>	<u>\$ 856,200,631.25</u>

**Summary of Ending Fund Balance**

**Reserved**

Department Sales and Services	\$ 163,881,233.87	\$ —	\$ 163,881,233.87
Indirect Cost Recoveries	249,429,510.97	—	249,429,510.97
Technology Fees	46,784,940.30	—	46,784,940.30
Restricted/Sponsored Funds	190,715,230.90	—	190,715,230.90
Uncollectible Accounts Receivable	44,106,149.44	—	44,106,149.44
Inventories	2,870,570.90	—	2,870,570.90
Tuition Carry - Forward	62,174,986.51	—	62,174,986.51
Property Reserves	22,168,457.65	—	22,168,457.65

**Unreserved, Undesignated**

Surplus	—	74,069,550.71	74,069,550.71
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Total Ending Fund Balance - June 30	<u>\$ 782,131,080.54</u>	<u>\$ 74,069,550.71</u>	<u>\$ 856,200,631.25</u>
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Actual amounts were prepared on a prescribed basis of accounting that demonstrates compliance with budgetary statutes and regulations of the State of Georgia, which is a special purpose framework.

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### ***University System of Georgia Highlights:***

Courtesy of University System of Georgia Communications and Governmental Affairs

### ***Photography:***

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