

DEMONS UNLIMITED FOUNDATION

**ANNUAL FINANCIAL REPORT
JUNE 30, 2024**

Demons Unlimited Foundation
Annual Financial Report
June 30, 2024

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T | C | B | T
THOMAS, CUNNINGHAM, BROADWAY & TODTENBIER
Certified Public Accountants

Eddie G. Johnson, CPA - A Professional Corporation (1927-1996)

Mark D. Thomas, CPA - A Professional Corporation
Roger M. Cunningham, CPA - LLC
Jessica H. Broadway, CPA - A Professional Corporation
Ryan E. Todtenbier, CPA - A Professional Corporation

321 Bienville Street
Natchitoches, Louisiana 71457
(318) 352-3652
Fax (318) 352-4447

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Demons Unlimited Foundation

Opinion

We have audited the accompanying financial statements of the Demons Unlimited Foundation (a nonprofit organization), which comprise the statement of financial position as of June 30, 2024, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Demons Unlimited Foundation as of June 30, 2024, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Foundation's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Audit Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

Other Matters

Other Information

We have previously audited the Demons Unlimited Foundation's financial statements for the year ended June 30, 2023, and we expressed an unmodified opinion on those audited financial statements in our report dated November 8, 2023. In our opinion, the summarized information as of and for the year ended June 30, 2023, presented herein for comparative purposes, is consistent, in material respects, with the audited financial statements from which it has been derived.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 29, 2024, on our consideration of Demons Unlimited Foundation'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 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 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 Demons Unlimited Foundation's internal control over financial reporting and compliance.

Report on Other Legal and Regulatory Requirements

In accordance with the requirements of the National Collegiate Athletic Association (NCAA), Bylaw 20.2.4.17.1, we have issued a report dated October 29, 2024, on the results of our agreed-upon procedures performed in accordance with attestation standards established by the American Institute of Certified Public Accountants and the standards applicable to attestation engagements contained in *Government Auditing Standards*. The purpose of that report is solely to describe the scope of testing performed on those compliance areas identified in the NCAA's Bylaw 20.2.4.17.1 agreed-upon procedures, and the results of that testing, and not to provide an opinion on control or compliance.

Thomas, Cunningham, Broadway & Todtenbier, CPA's

Thomas, Cunningham, Broadway & Todtenbier
Certified Public Accountants

October 29, 2024
Natchitoches, Louisiana

FINANCIAL STATEMENTS

Demons Unlimited Foundation
Statement of Financial Position
For the Year Ended June 30, 2024
(With Comparative Totals for 2023)

	<u>2024</u>	<u>2023</u>
Assets-		
Current Assets:		
Cash & Cash Equivalents	\$ 578,106	\$ 469,996
Investments	2,694,154	2,414,299
Contributions Receivable	101,577	198,540
Other Receivables	21,520	15,094
Cash Advances	<u>52,734</u>	<u>52,734</u>
Total Assets	<u>\$3,448,091</u>	<u>\$3,150,663</u>
Liabilities and Net Assets-		
Current Liabilities:		
Accounts Payable and Accruals	\$ 216,045	\$ 194,388
Current Portion of Long-Term Debt	<u>17,390</u>	<u>0</u>
Total Current Liabilities	\$ 233,435	\$ 194,388
Long-Term Debt, Net of Current Portion	<u>82,610</u>	<u>0</u>
Total Liabilities	<u>\$ 316,045</u>	<u>\$ 194,388</u>
Net Assets-		
Without Donor Restrictions	\$ 591,337	\$ 272,205
With Donor Restrictions (Note 14)	<u>2,540,709</u>	<u>2,684,070</u>
Total Net Assets	<u>\$3,132,046</u>	<u>\$2,956,275</u>
Total Liabilities and Net Assets	<u>\$3,448,091</u>	<u>\$3,150,663</u>

See independent auditors' report and notes to the financial statements.

Demons Unlimited Foundation
Statement of Activities
For the Year Ended June 30, 2024
(With Comparative Totals for 2023)

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>2024 Total</u>	<u>2023 Total</u>
PUBLIC SUPPORT AND REVENUES:				
Contributions	\$ 364,890	\$ 425,664	\$ 790,554	\$ 926,732
Contributions of Nonfinancial Assets	138,937	0	138,937	234,195
Fundraising	369,220	255,334	624,554	842,524
Investment Return, net	320,719	0	320,719	186,253
Other	90,637	127,468	218,105	209,177
Net Assets Released from Restrictions for Satisfactions of Program Restrictions	<u>951,827</u>	<u>(951,827)</u>	<u>0</u>	<u>0</u>
Total Public Support and Revenues	<u>\$2,236,230</u>	<u>\$ (143,361)</u>	<u>\$2,092,869</u>	<u>\$2,398,881</u>
EXPENSES:				
Program Services-				
Facilities	\$ 164,630	\$ 0	\$ 164,630	\$ 27,042
Scholarships	0	0	0	142,437
Team Programs	818,620	0	818,620	1,326,112
Supporting Services-				
Fundraising	152,635	0	152,635	56,888
Management and General	<u>781,213</u>	<u>0</u>	<u>781,213</u>	<u>711,949</u>
Total Expenses	<u>\$1,917,098</u>	<u>\$ 0</u>	<u>\$1,917,098</u>	<u>\$2,264,428</u>
Change in Net Assets	\$ 319,132	\$ (143,361)	\$ 175,771	\$ 134,453
Net Assets, Beginning of Year	<u>272,205</u>	<u>2,684,070</u>	<u>2,956,275</u>	<u>2,821,822</u>
Net Assets, End of Year	<u>\$ 591,337</u>	<u>\$2,540,709</u>	<u>\$3,132,046</u>	<u>\$2,956,275</u>

See independent auditors' report and notes to the financial statements.

Demons Unlimited Foundation
Statement of Functional Expenses
For the Year Ended June 30, 2024

	Program Services				Supporting Services			2024 Total
	Facilities	Scholar- ships	Team Programs	Total Program Services	Fund- raising	Management and General	Total Supporting Services	
EXPENSES:								
Equipment Purchases for NSU	\$ 15,600	\$0	\$ 27,410	\$ 43,010	\$ 0	\$ 8,025	\$ 8,025	\$ 51,035
Marketing & promotions	0	0	12,475	12,475	58,212	46,427	104,639	117,114
Materials & supplies	129,506	0	397,113	526,619	7,457	143,494	150,951	677,570
Professional Services	19,524	0	21,378	40,902	30,700	43,399	74,099	115,001
Scholarships	0	0	0	0	0	0	0	0
Salaries & benefits transfers to NSU	0	0	59,751	59,751	0	354,088	354,088	413,839
Travel	0	0	204,158	204,158	0	71,893	71,893	276,051
Other Program Services	0	0	82,755	82,755	17,295	111,038	128,333	211,088
Fundraising	0	0	13,580	13,580	38,971	0	38,971	52,551
Administrative	0	0	0	0	0	2,849	2,849	2,849
Total Expenses	\$164,630	\$0	\$818,620	\$983,250	\$152,635	\$781,213	\$933,848	\$1,917,098

Comparative Totals for the Year Ended June 30, 2023

	Program Services				Supporting Services			2023 Total
	Facilities	Scholar- ships	Team Programs	Total Program Services	Fund- raising	Management and General	Total Supporting Services	
EXPENSES:								
Equipment Purchases for NSU	\$ 17,950	\$ 0	\$ 18,154	\$ 36,104	\$ 0	\$ 0	\$ 0	\$ 36,104
Marketing & promotions	0	0	40,442	40,442	9,039	315,708	324,747	365,189
Materials & supplies	0	0	497,070	497,070	0	66,745	66,745	563,815
Professional Services	0	0	50,316	50,316	5,666	26,804	32,470	82,786
Scholarships	0	142,437	0	142,437	0	0	0	142,437
Salaries & benefits transfers to NSU	0	0	356,532	356,532	0	44,300	44,300	400,832
Travel	0	0	265,574	265,574	0	91,593	91,593	357,167
Other Program Services	9,092	0	89,103	98,195	17,109	158,447	175,556	273,751
Fundraising	0	0	8,921	8,921	25,074	0	25,074	33,995
Administrative	0	0	0	0	0	8,352	8,352	8,352
Total Expenses	\$ 27,042	\$142,437	\$1,326,112	\$1,495,591	\$56,888	\$711,949	\$768,837	\$2,264,428

See independent auditors' report and notes to the financial statements.

Demons Unlimited Foundation
Statement of Cash Flows
For the Year Ended June 30, 2024
(With Comparative Totals for 2023)

	<u>2024</u>	<u>2023</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Contributions received for operations	\$ 1,866,852	\$ 1,946,834
Interest and dividends received	2,261	4,712
Cash paid for supporting services	<u>(1,901,867)</u>	<u>(2,132,231)</u>
Net Cash Used by Operating Activities	\$ <u>(32,754)</u>	\$ <u>(180,685)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of Investments	\$ (353,511)	\$ (449,593)
Proceeds from sales and maturities of investments, net of fees	216,048	124,034
Earnings withdrawn from Investments	<u>123,452</u>	<u>74,457</u>
Net Cash Used by Investing Activities	\$ <u>(14,011)</u>	\$ <u>(251,102)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Loan Proceeds	\$ 100,000	\$ 0
Contributions restricted for endowment purposes	54,875	63,045
Principal payments on notes payable	<u>0</u>	<u>(402,340)</u>
Net Cash Provided (Used) by Financing Activities	\$ <u>154,875</u>	\$ <u>(339,295)</u>
Net Increase (Decrease) in Cash	\$ 108,110	\$ (771,082)
Cash at Beginning of Year	<u>469,996</u>	<u>1,241,078</u>
Cash at End of Year	\$ <u>578,106</u>	\$ <u>469,996</u>

SUPPLEMENTAL DISCLOSURE

There were no cash payments for interest during the year ended June 30, 2024. Cash payments for interest during the year ended June 30, 2023 totaled \$9,092.

NOTES TO FINANCIAL STATEMENTS

Demons Unlimited Foundation
Notes to Financial Statements
June 30, 2024

Introduction

Demons Unlimited Foundation (the Foundation) was incorporated under Title 12, Chapter 2, Section 201 et seq. and R.S. 17:3390 of the laws of the State of Louisiana as a non-profit organization on October 17, 2013. The organization began operations on July 1, 2013, as the successor to the Northwestern State University Athletic Association, which previously operated under the auspices of the Northwestern State University Foundation.

The primary objectives of the Foundation are: (1) to promote the educational, athletic and cultural welfare of Northwestern State University (the University) and its Athletic Department, its athletic programs and teams that compete in intercollegiate athletic games or competitions, (2) to develop, expand and improve the University's facilities and resources so as to provide broader educational and athletic advantages and opportunities for its students, athletes, and the general public, (3) to solicit and accept funds of all kinds for the purpose of providing scholarships and activities in research or other benefits for the University's athletic programs, and (4) to exercise all powers and authority for the accomplishments of the objectives and purpose of the corporation. The Foundation is governed by a board of directors comprised of thirty-two volunteer members.

Although established to support the University and its athletic program, the Foundation is separate and distinct from the University in law and in fact. As a nonprofit corporation established to support a Louisiana public higher education institution and meeting criteria established in Louisiana R.S. 17:3390B(1)-(3), the Foundation may not be deemed an agent for the University and the Foundation funds are considered private.

The Foundation is required to comply with the provisions set forth in the Affiliation Agreement entered into with the University on June 25, 2013.

1. Summary of Significant Accounting Policies:

The accounting and reporting policies of the Foundation conform to generally accepted accounting principles as applicable to non-profit organizations and are applied on a consistent basis between periods.

The following is a summary of certain significant accounting policies and practices:

A. Basis of Presentation - The Foundation has adopted FASB Financial Accounting Standards Update 2016-14, *Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities*. Under FASB ASU 2016-14, the Foundation is required to report information regarding its financial position and activities according to the following net asset classifications:

- Net assets without donor restrictions - Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the organization. These net assets may be used at the discretion of the Foundation's management and the board of directors. The revenues received and expenses incurred in conducting the mission of the Foundation are included in this category. The Foundation has determined that any donor-imposed restrictions for current or developing programs and activities are generally met within the operating cycle of the Foundation; therefore, the Foundation's policy is to record these net assets as without donor restrictions.

Demons Unlimited Foundation
Notes to Financial Statements
June 30, 2024

- Net assets with donor restrictions - Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Foundation or by the passage of time. Other donor restrictions are perpetual in nature, whereby, the donor has stipulated the funds be maintained in perpetuity.

Donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the Statement of Activities.

- B. Basis of Accounting - The accompanying financial statements of the Foundation have been prepared in conformity with generally accepted accounting principles (GAAP) utilizing the accrual basis of accounting. Revenues are recognized when they become measurable and available as net current assets. Expenditures are generally recognized when they are incurred.
- C. Use of Estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.
- D. Endowment Funds - The Foundation classifies as net assets with donor restrictions (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. Expenditures from endowed funds are based on donor or other legally imposed restrictions being satisfied. These restrictions are reviewed by management.
- E. Income Taxes - Demons Unlimited Foundation is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as “other than private foundation”. Therefore, no provision for income taxes has been made in the financial statements, but the Foundation is required to file an annual information tax return. The Foundation’s Form 990, *Return of Organization Exempt from Income Tax*, remains subject to examination by the Internal Revenue Service, generally for three years after filing.
- F. Revenue Recognition – The Foundation has adopted the requirements of FASB ASU No. 2018-08, *Not-for-Profit Entities (Topic 958): Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*. The ASU clarifies and improves the guidance for contributions received and contributions made, and provides guidance to organizations on how to account for transactions as contributions or exchange transactions. In addition, it clarifies whether a contribution is conditional.

The Foundation receives private funding in the form of contributions from various individuals and entities. Contributions of cash and other assets are reported as (1) without donor restrictions if they are received without donor restrictions, or (2) with donor restrictions if they are received with donor restrictions. Contributions of donated non-cash assets are recorded at their fair values in the period received. Unconditional promises to give are recognized as revenue in the period received. Promises to give are recorded at net realizable value if they are expected to be collected in one year and at fair value if they are expected to be collected in more than one year. Conditional promises to give are recognized when the conditions on which they depend are substantially met.

Demons Unlimited Foundation
Notes to Financial Statements
June 30, 2024

G. Allowances for Uncollectible Receivables

The Foundation uses the allowance method to determine uncollectible receivables. The allowance is based on prior year experience and management's analysis of specific promises made. At June 30, 2024, there was no allowance.

- H. Investments - The Foundation has established prudent investment and spending policies with the objective of maintaining the purchasing power of its endowed assets in perpetuity and to provide a stable level of support to the beneficiaries. The investments are invested in a wide range of asset classes including equities, fixed income, alternative investments, and cash. All investments are pooled to maximize investment efficiency with separate general ledger accounts being maintained for each Endowment and Non-Endowment account. The asset allocations are reviewed annually by the Investment Committee and discussed with the Investment Managers.

Investments are reported at fair value in the statement of financial position, which is determined using quoted market price of identical or similar securities. Investments consist of stocks, mutual and exchange-traded funds, and certificates of deposit. Donated investments are recorded at fair market value at the date of receipt, which is then treated as cost. Realized and unrealized gains and losses on investments, interest and dividends are reflected in the statement of activities within the appropriate net asset category.

- I. Cash and Cash Equivalents - Cash and cash equivalents are considered to include cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. For the purposes of the statement of cash flows, cash includes amounts in demand deposits, interest-bearing deposits, and money market accounts.
- J. Property, Plant and Equipment - Property, plant and equipment utilized by the Foundation are generally not recorded on the financial statements of the Foundation, as these assets are owned by Northwestern State University of Louisiana. For the year ended June 30, 2024, the Foundation owned no property, plant or equipment.
- K. Functional Allocation of Expenses - Functional expenses are allocated between program services and supporting services. Supporting services include fundraising and general and administrative activities. General and administrative expenses include those expenses that are not directly identifiable with any other specific function, but provide for the overall support and direction of the Foundation.
- L. Recent Accounting Pronouncements - In 2016, the FASB issued ASU 2016-13, *Financial Instruments-Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments* (ASU 2016-13), which requires an allowance for credit losses to reflect management's current estimate of credit losses that are expected to occur over the remaining life of a financial asset. ASU 2016-13 is effective for fiscal years beginning after December 15, 2022, including interim periods within those financial years. The adoption of this new standard did not have any material effect on the Foundation's financial statements.
- M. Advertising - The Foundation's policy is to expense advertising costs as the costs are incurred.

Demons Unlimited Foundation
Notes to Financial Statements
June 30, 2024

2. Asset Liquidity:

The Foundation regularly monitors the availability of resources required to meet its operating needs and other contractual commitments, while investing available funds in accordance with the Foundation's investment policy. For purposes of analyzing resources available to meet general expenditures over a twelve-month period, the Foundation considers all expenditures related to its regular, recurring, and ongoing program service activities as well as the conduct of services undertaken to support those activities to be general expenditures. The Foundation anticipates revenues to be sufficient to meet its general expenditure needs.

As of June 30, 2024, the following financial assets could be made readily available within one year of the statement of financial position date to meet general expenditures:

Cash and cash equivalents	\$ 578,106
Receivables	123,097
Advances	52,734
Investments	<u>2,694,154</u>
Total financial assets, period end	\$ 3,448,091
Less, those unavailable for general expenditures within one year, due to:	
Donor restrictions for endowments and special projects	<u>(2,540,709)</u>
Financial assets available to meet cash needs for general expenditures within one year	\$ <u>907,382</u>

As part of its liquidity management, the Foundation has a policy to structure its financial assets to be made available as general expenditures, liabilities, and other obligations become due.

3. Cash and Cash Equivalents:

At June 30, 2024, the Foundation had cash and cash equivalents (book balances) as follows:

Interest bearing demand deposit accounts	\$550,615
Money market accounts	<u>27,491</u>
Total	<u>\$578,106</u>

The cash and cash equivalents of the Foundation are subject to the following risk:

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the account holder will not be able to recover its deposits. The Foundation maintains deposit accounts with two local financial institutions. The balances at each of these financial institutions are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. At times throughout the year, the Foundation may maintain certain bank accounts in excess of federally insured limits, which is a concentration of credit risk. The risk is mitigated by maintaining deposits in only well capitalized financial institutions. The Foundation has not experienced any losses and does not believe that significant credit risk exists as a result of this practice.

Demons Unlimited Foundation
Notes to Financial Statements
June 30, 2024

3. Cash and Cash Equivalents (continued):

As of June 30, 2024, the Foundation had \$496,523 (bank balances) in the demand deposit checking accounts, of which \$255,345 were insured by FDIC and \$241,178 were unsecured. The Foundation also maintained unsecured money market holdings as part of its managed investment accounts totaling \$27,491 at June 30, 2024.

4. Receivables and Other Assets:

At June 30, 2024, the Foundation had other assets considered to be receivables within one year as follows:

Contributions Receivable	\$101,577
Credit Card Receivables	25,291
Cash Advances	<u>48,963</u>
Total	<u>\$175,831</u>

5. Investments:

At June 30, 2024, the Foundation had investments summarized as follows:

	<u>Cost Basis</u>	<u>Unrealized Gains/(Losses)</u>	<u>Fair Value</u>
Mutual Funds, Publicly Traded Funds and Interval Funds	\$2,307,868	\$386,286	\$2,694,154

Total endowment donations for the year ended June 30, 2024, were \$54,845 and are included in the Statement of Activities under public support and revenues (contributions). Of the current year endowment contributions, \$9,248 were not transferred to the investment account as of year end. Funds transferred to the investment brokerage account during the current year totaled \$65,477.

Investment return included in the Statement of Activities was comprised of the following for the year ended June 30, 2024:

Appreciation of Investment	\$246,251
Interest earned on Investments	94,539
Investment Fees	<u>(20,071)</u>
Total Investment Return, net	<u>\$320,719</u>

Interest Rate Risk –

This is the risk that changes in market rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value is to changes in market interest rates. The Foundation does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, as a means of offsetting exposure to interest rate risk, the Foundation diversifies its investments by security type and institution.

Demons Unlimited Foundation
Notes to Financial Statements
June 30, 2024

5. Investments (continued):

Credit Risk –

Generally, credit risk is the risk that the issuer of a debt type investment will not fulfil its obligation to the holder of the investment. United States government securities or obligations explicitly guaranteed by the U. S. government are not considered to have credit risk exposure. The Foundation's investments comply with Louisiana Statutes (LSA R.S. 33:2955). Under state law, the Foundation may deposit funds with a fiscal agent organized under the laws of Louisiana, the laws of any other state in the union, or the laws of the United States. The Foundation may invest in United States bonds, treasury notes and bills, government-backed agency securities, or certificates and time deposits of state banks organized under Louisiana law and national banks organized under Louisiana law and national banks having principal offices in Louisiana.

Return Objectives and Risk Parameters –

The primary objective of the program assets is to be a source of funds provided through return on the invested capital for current and future support of the program. Implicit in this objective is the financial goal of preserving and enhancing the inflation-adjusted earning and purchasing power of the Foundation's assets. The long-term objective of the investment of the Foundation's assets is to attain an average annual return of at least 5% of assets over time. To achieve investment objectives, the Foundation's assets are invested solely in the interest of the Foundation and Foundation beneficiaries. The Foundation assets are managed following basic fiduciary responsibilities and obligations. The Foundation's assets are invested in a diversified portfolio of marketable assets, with initial recommendations and allocations shown in Appendix A of the Investment Policy Statement dated January 2, 2014, which is modeled on the parameters of Act 856 of the 2006 Regular Session of the Louisiana Legislature.

Strategies Employed for Achieving Objectives –

To satisfy its long-term rate-of-return objectives, the Foundation relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (investment and dividends). Although the policy recognizes the importance of preserving capital, it also must reflect that varying degrees of investment risk are generally regarded with increased returns that compensate for additional risk. Additionally, risk greater than that of stable, long-term low-risk securities will be required to preserve the purchasing power of the Fund.

Spending Policy and How the Investment Objectives Relate to Spending Policy –

It is recognized that in order to preserve the purchasing power of the Foundation's assets, the long-term average spending should be no greater than the long-term real return of the Fund. Annual spending of up to 5% of the market value of the Foundation's assets may be made from the earnings of the investment endowments. The Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- (1) The duration and preservation of the fund
- (2) The purposes of the Foundation and the donor-restricted endowment fund
- (3) General economic conditions
- (4) The possible effect of inflation and deflation
- (5) The expected total return from income and the appreciation of investments
- (6) Other resources of the Foundation
- (7) The investment policies of the Foundation

Demons Unlimited Foundation
Notes to Financial Statements
June 30, 2024

6. Fair Value of Financial Instruments:

The Foundation has adopted FASB Accounting Standards Codification Topic 820, “Fair Value Measurements”. Topic 820 requires disclosures that stratify balance sheet amounts measured at fair value based on the inputs used to derive fair value measurements. These strata include:

Level 1 valuations, where the valuation is based on quoted market prices for identical assets or liabilities traded in active markets (which include exchanges and over-the-counter markets with sufficient volume).

Level 2 valuations, where the valuation is based on quoted market prices for similar instruments traded in active markets, quoted prices for identical or similar instruments in markets that are not active and model-based valuation techniques for which all significant assumptions are observable in the market.

Level 3 valuations, where the valuation is generated from model-based techniques that use significant assumptions not observable in the market, but observable based on Foundation-specific data. These unobservable assumptions reflect the Foundation’s own estimates for assumptions that market participants would use in pricing the asset or liability. Valuation techniques typically include option pricing models, discounted cash flow models and similar techniques, but may also include the use of market prices of assets or liabilities that are not directly comparable to the subject asset or liability.

Fair values of assets measured on a recurring basis at June 30, 2024 are as follows:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Fair Value</u>
Mutual Funds, Publicly Traded Funds and Interval Funds	\$2,694,154	\$0	\$0	\$2,694,154

7. Accounts Payable and Other Accruals:

At June 30, 2024, the Foundation had accounts payable and other accrued liabilities as follows:

Accounts Payable to Vendors	\$ 58,753
Due to NSU Athletics	120,139
Tickets due to NSU	15,257
Credit Card Payable	<u>21,896</u>
Total	<u>\$216,045</u>

Demons Unlimited Foundation
Notes to Financial Statements
June 30, 2024

8. Contributed Nonfinancial Assets:

For financial years ending on June 30, 2024 and 2023, contributed nonfinancial assets recognized within the statements of activities include:

	<u>2024</u>	<u>2023</u>
Athletic Uniforms	\$ 5,000	\$131,050
Team Meals	42,500	46,500
Housing	32,104	0
Professional Services	5,945	21,645
Maintenance Services	2,100	0
Athletic Equipment, Non-Clothing	0	35,000
Athletic Auction Items	<u>51,288</u>	<u>0</u>
	<u>\$138,937</u>	<u>\$234,195</u>

Contributed materials and supplies received by the Foundation are recorded as in-kind contribution revenue with a corresponding increase in related expenses. Donated meals and athletic uniforms are valued based upon estimates of the fair market value or wholesale value that would be received selling similar products in the United States. All donated meals and uniforms were utilized by the Foundation's athletic programs. There were no donor-imposed restrictions associated with the donated items.

Contributed services, including marketing, advertising, maintenance, and other operating services received by the Foundation are valued based on the estimates of the current fair market value of similar services. All of these donated services were utilized by the Foundation's athletic programs. There were no donor-imposed restrictions associated with the donated services.

Contributions of non-clothing athletic equipment are valued based on the fair market value of similar products in the United States. All of these donated items were utilized by the Foundation's athletic programs. There were no donor-imposed restrictions associated with these items.

The Foundation also receives in-kind contributions related to special events and fundraising campaigns. It is the policy of the Foundation to sell all of these contributed items at the scholarship/athletic auction and other fundraising events. These items are valued according to the actual cash proceeds received at the auction or event.

9. Compensation Paid to Board Members:

The members of the Board of Directors serve as volunteers and receive no compensation.

Demons Unlimited Foundation
Notes to Financial Statements
June 30, 2024

10. Long-Term Debt:

The following is a summary of debt transactions for the year ended June 30, 2024:

The Foundation executed a Promissory Note with Exchange Bank and Trust Company on April 11, 2024, to secure funds for foundation expenses and improvements to the softball facility at the University. The amount of the note was \$100,000 with an interest rate of 7.0%. The loan is to be repaid in four annual installments of \$24,390 beginning April 11, 2024, and a final payment of \$22,786 due on April 11, 2029.

Changes in long-term debt for the year ending June 30, 2024, are as follows:

	<u>Balance</u> <u>June 30, 2023</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2024</u>	<u>Amount Due</u> <u>in one Year</u>
Notes Payable - Exchange Bank	\$0	\$100,000	\$0	\$100,000	\$17,390.64

No principal or interest payments were made in the current year.

11. Lease Commitments:

At June 30, 2024, the Foundation was not obligated under any capital or operating lease commitments.

12. Litigation:

At June 30, 2024, there was no outstanding litigation against the Demons Unlimited Foundation.

13. Underwater Endowments:

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor requires the Foundation to retain as a fund of perpetual duration. As of June 30, 2024, no deficiencies existed in the donor-restricted endowment funds, which all combined have an original gift value of \$2,307,868, and a current value of \$2,694,154. Deficiencies usually result from unfavorable market fluctuations that occur over the life of the endowment. The Foundation withdrew \$123,452 of investment earnings in the current year.

The Foundation has a policy that permits spending from underwater endowment funds depending on the degree to which the fund is underwater, unless otherwise precluded by donor intent or relevant laws and regulations.

Demons Unlimited Foundation
Notes to Financial Statements
June 30, 2024

14. Net Assets with Donor Restrictions:

At June 30, 2024, net assets with donor restrictions are restricted to the following:

	Special Projects	Endowments for Scholarships	Total
Balance at June 30, 2023	\$ 431,077	\$ 2,252,993	\$ 2,684,070
Contributions	16,664	54,875	71,539
Fundraising	-	-	-
Investment Income	-	-	-
Other income/(expense)	(185,152)	-	(185,152)
Released from restriction	(29,748)	-	(29,748)
Balance at June 30, 2024	<u>\$ 232,841</u>	<u>\$ 2,307,868</u>	<u>\$ 2,540,709</u>

At June 30, 2024, the portion of donor-restricted net assets consisting of endowments primarily established to support University athletic scholarships totaled \$2,307,868. Other donor-restricted net assets included \$232,841 restricted for special projects.

During the year ended June 30, 2024, net assets with donor restrictions were released from restrictions by incurring expenses satisfying the restrictions specified by donors as follows:

Equipment purchases	\$ 43,011
Marketing and promotions	63,763
Materials and supplies	407,875
Professional services	37,972
Scholarships	0
Transfers to NSU	59,751
Travel	243,122
Other program services expenses	82,755
Fundraising	<u>13,578</u>
Total Restrictions Released	<u>\$951,827</u>

15. Risk Management/Contingencies:

Investments are made by diversified investment managers whose performance is monitored by the Foundation's executive committee. Although the fair values of investments are subject to fluctuation on a year-to-year basis, the Foundation believes that the investment policies and guidelines are prudent for the long-term welfare of the Foundation. The Foundation believes concentration risk in the portfolio as it relates to credit, geography, and industry is mitigated by the investment policies of the Foundation and diversified approach taken by the investment managers.

Demons Unlimited Foundation
Notes to Financial Statements
June 30, 2024

16. Affiliation Agreement:

The purpose of the Foundation is to receive, hold, invest, and administer property and to make expenditures to support programs and activities designed to advance, promote, or otherwise benefit Northwestern State University and its Athletic Program. Because of the close association of the Foundation with the University, an affiliation agreement was originally entered into by both parties on June 25, 2013. The agreement is valid until such a time as one of the parties terminates the agreement with 90 days written notice.

17. Related Party Transactions:

Pursuant to the affiliation agreement between the Foundation and Northwestern State University, the University provides certain personnel services and usage of space and equipment for Foundation operations. The estimated value of these personnel services for the year ended June 30, 2024 was \$122,477. The fair value of the usage of space and equipment cannot be objectively determined. In return, the Foundation provides, solicits and manages funds for the benefit of the University.

18. Comparative Totals for Prior Year:

The financial statements include certain prior year summarized comparative information in total. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Foundation's financial statements for the year ended June 30, 2023, from which the summarized information was derived.

19. Subsequent Events:

Management has evaluated subsequent events through October 29, 2024, the date which the financial statements were available to be issued. There were no events that required additional disclosure in the financial statements.

OTHER REPORTS/SCHEDULES

T | C | B | T
THOMAS, CUNNINGHAM, BROADWAY & TODTENBIER
Certified Public Accountants

Eddie G. Johnson, CPA - A Professional Corporation (1927-1996)

Mark D. Thomas, CPA - A Professional Corporation
Roger M. Cunningham, CPA, LLC
Jessica H. Broadway, CPA - A Professional Corporation
Ryan E. Todtenbier, CPA - A Professional Corporation

321 Bienville Street
Natchitoches, Louisiana 71457
(318) 352-3652
Fax (318) 352-4447

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

To the Board of Directors of
Demons Unlimited Foundation

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Demons Unlimited Foundation (a nonprofit organization), which comprise the statement of financial position as of June 30, 2024, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated October 29, 2024.

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

Thomas, Cunningham, Broadway & Todtenbier, CPA's

Thomas, Cunningham, Broadway & Todtenbier
Certified Public Accountants

October 29, 2024
Natchitoches, Louisiana

Demons Unlimited Foundation
Schedule of Audit Findings
For the Year Ended June 30, 2024

A. Summary of Audit Results

1. The auditors' report expresses an unmodified opinion on the basic financial statements of Demons Unlimited Foundation for the year ended June 30, 2024.
2. No material weaknesses relating to the audit of the financial statements were identified.
3. No instances of noncompliance material to the financial statements of Demons Unlimited Foundation were disclosed during the audit.
4. Demons Unlimited Foundation was not subject to a federal single audit for the year ended June 30, 2024.

B. Financial Statement Findings

None identified.

C. Prior Year Findings

None identified.

AGREED UPON PROCEDURES

T | C | B | T
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321 Bienville Street
Natchitoches, Louisiana 71457
(318) 352-3652
Fax (318) 352-4447

**INDEPENDENT ACCOUNTANTS' REPORT ON
APPLICATION OF AGREED-UPON PROCEDURES**

To the Board of Directors
Demons Unlimited Foundation
Athletic Fieldhouse
468 Caspari Street
Natchitoches, LA 71497

We have performed the procedures enumerated below on the accompanying National Collegiate Athletic Association (NCAA) Statement of Revenue and Expenses of the Demons Unlimited Foundation, for the year ended June 30, 2024. The management of Demons Unlimited Foundation is responsible for the statement and its compliance with the NCAA reporting requirements.

Demons Unlimited Foundation has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of complying with the provisions of NCAA Bylaws 20.2.4.17 and 20.2.4.17.1, with regard to the reporting of revenue and expenses required in NCAA financial reporting information. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and the associated findings are as follows:

Agreed-Upon Procedures for Affiliated and Outside Organizations

1. Obtain the NCAA Statement of Revenues and Expenses for the Demons Unlimited Foundation for the year ending June 30, 2024. Agree the amounts reported in the Statement to the Foundation's general ledger. The Statement of Revenues and Expenses is included and made a part of this agreed-upon procedures report.

Revenues, expenses and other items reported on the SRE materially agreed to the amounts reported in the Foundation's general ledger. Immaterial differences were discussed with Athletics management and adjusted as needed on the final SRE included as Appendix A and made a part of this report.

2. Review the audited financial statements of the Foundation for the year ending June 30, 2024, to ascertain any corrective action in response to comments concerning the Foundation's internal control structure, if any.

No internal control findings were identified in the audited financial statements of the Foundation for the year ending June 30, 2024. No prior year findings were reported.

Agreed-Upon Procedures for Revenues

3. Compare and agree a sample of operating revenue categories reported in the organization's statement during the reporting period to supporting schedules provided by the organization.

This procedure was performed on the following revenue categories, with the noted results.

- **Contributions-**

Compare and agree a sample of operating revenue receipts obtained from the above operating revenue schedule to adequate supporting documentation.

Contribution revenue of \$1,130,692 was agreed to the supporting schedule provided by the Foundation, noting no variance. A sample of 32 items was selected from the schedule and vouched to supporting documentation, with no exceptions noted. We searched for contributions by any organization, agency or individual (e.g., contributions by corporate sponsors) that constituted 10 percent or more of all contributions received during the reporting period. None were identified.

- **In-Kind Contributions-**

Compare and agree a sample of operating revenue receipts obtained from the above operating revenue schedule to adequate supporting documentation.

No exceptions were noted as a result of this procedure.

- **NCAA Distributions-**

Compare and agree a sample of operating revenue receipts obtained from the above operating revenue schedule to adequate supporting documentation.

No exceptions were noted as a result of this procedure.

- **Program, Novelty, Parking and Concession-**

Compare and agree a sample of operating revenue receipts obtained from the above operating revenue schedule to adequate supporting documentation.

We compared and agreed a sample of 8 items, with no material exceptions noted as a result of this procedure.

- **Sports Camp Revenues-**

Compare and agree a sample of operating revenue receipts obtained from the above operating revenue schedule to adequate supporting documentation.

No exceptions were noted as a result of this procedure.

- **Endowment and Investment Income-**

Compare and agree a sample of operating revenue receipts obtained from the above operating revenue schedule to adequate supporting documentation.

No exceptions were noted as a result of this procedure.

- **Other Operating Revenue-**

Compare and agree a sample of operating revenue receipts obtained from the above operating revenue schedule to adequate supporting documentation.

No material exceptions were noted as a result of this procedure.

Agreed-Upon Procedures for Expenses

4. Compare and agree each operating expense category reported in the organization's statement during the reporting period to supporting schedules provided by the organization.

This procedure was performed on the following expense categories, with the noted results.

- **Athletic Student Aid-**

Compare and agree a sample of operating expenses obtained from the above operating expense supporting schedule to adequate supporting documentation.

There were no Athletic Student Aid expenses recorded in the current year.

- **Guarantees-**

Compare and agree a sample of operating expenses obtained from the above operating expense supporting schedule to adequate supporting documentation.

No exceptions were noted as a result of this procedure.

- **Coaching Salaries, Benefits and Bonuses Paid by the University-**

Compare and agree a sample of operating expenses obtained from the above operating expense supporting schedule to adequate supporting documentation.

We noted improper classification between supplemental pay to coaches and staff on the schedules provided by the Foundation. The amounts were vouched to supporting documentation from the University and the schedule and statement were corrected.

- **Support Staff Salaries, Benefits and Bonuses Paid by the University-**

Compare and agree a sample of operating expenses obtained from the above operating expense supporting schedule to adequate supporting documentation.

No exceptions were noted as a result of this procedure.

- **Recruiting-**

Compare and agree a sample of operating expenses obtained from the above operating expense supporting schedule to adequate supporting documentation.

We selected a sample of five items. No material exceptions were noted as a result of this procedure.

- **Team Travel Expenses-**

Compare and agree a sample of operating expenses obtained from the above operating expense supporting schedule to adequate supporting documentation.

We selected a sample of three items. No material exceptions were noted as a result of this procedure.

- **Sports Equipment, Uniforms and Supplies-**

Compare and agree a sample of operating expenses obtained from the above operating expense supporting schedule to adequate supporting documentation.

We selected a sample of nine items. No material exceptions were noted as a result of this procedure.

- **Game Expenses-**

Compare and agree a sample of operating expenses obtained from the above operating expense supporting schedule to adequate supporting documentation.

We selected a sample of seven items. No exceptions were noted as a result of this procedure.

- **Fundraising, Marketing and Promotion Expenses-**

Compare and agree a sample of operating expenses obtained from the above operating expense supporting schedule to adequate supporting documentation.

We selected a sample of eight items. No material exceptions were noted as a result of this procedure.

- **Sports Camp Expenses-**

Compare and agree a sample of operating expenses obtained from the above operating expense supporting schedule to adequate supporting documentation.

We selected a sample of two items. No exceptions were noted as a result of this procedure.

- **Athletic Facilities, Debt Service, Leases and Rental Fees-**

Compare and agree a sample of operating expenses obtained from the above operating expense supporting schedule to adequate supporting documentation.

We selected a sample of three items. No exceptions were noted as a result of this procedure.

- **Direct Overhead and Administrative Expenses-**

Compare and agree a sample of operating expenses obtained from the above operating expense supporting schedule to adequate supporting documentation.

We selected a sample of three items. No material exceptions were noted as a result of this procedure.

- **Medical Expenses and Insurance-**

Compare and agree a sample of operating expenses obtained from the above operating expense supporting schedule to adequate supporting documentation.

We selected a sample of one item. No exceptions were noted as a result of this procedure.

- **Memberships and Dues-**

Compare and agree a sample of operating expenses obtained from the above operating expense supporting schedule to adequate supporting documentation.

We selected a sample of one item. No material exceptions were noted as a result of this procedure.

- **Student-Athlete Meals (non-travel)-**

Compare and agree a sample of operating expenses obtained from the above operating expense supporting schedule to adequate supporting documentation.

We selected a sample of six items. No material exceptions were noted as a result of this procedure.

- **Other Operating Expenses-**

Compare and agree a sample of operating expenses obtained from the above operating expense supporting schedule to adequate supporting documentation.

We selected a sample of six items. No material exceptions were noted as a result of this procedure.

Other Agreed Upon Procedures

5. Directly confirm the cash balances recorded at the end of the reporting period by the organization and review the related year-end bank reconciliations.

We found no exceptions as a result of this procedure.

6. Obtain and inspect the minutes of the Foundation's governing body during the year ended June 30, 2024.

As a result of these procedures, we noted two meetings of the Foundation's board during the year ended June 30, 2024.

7. Select a sample of financial transactions discussed in the minutes and compare and agree each selection to the Foundation's accounting records, as applicable.

We found no exceptions as a result of this procedure.

8. Obtain documentation of the internal controls in place surrounding revenues and expenses related to the Foundation.

We made inquiries of the Foundation's management relating to the procedures and internal accounting controls, including departmental organization, control consciousness of staff, competency of personnel, adequate safeguarding and control of records, and procedures for handling of receipts. We documented our understanding of these internal controls.

We were engaged by the Demons Unlimited Foundation to perform this agreed-upon procedures engagement and conducted our engagement in accordance with the attestation standards established by the AICPA. We were not engaged to and did not conduct an examination or review engagement, the objective of which would be the expression of an opinion on the compliance of the accompanying NCAA Statement of Revenue and Expenses of Demons Unlimited Foundation for the year ended June 30, 2024. According, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of Demons Unlimited Foundation and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

Thomas, Cunningham, Broadway + Todtenbier, CPA's

Thomas, Cunningham, Broadway & Todtenbier, CPA's

October 29, 2024

Natchitoches, Louisiana

DEMONS UNLIMITED FOUNDATION
NCAA STATEMENT OF REVENUES AND EXPENSES
FOR THE YEAR ENDED JUNE 30, 2024

	Football	Men's Basketball	Women's Basketball	Other Sports	Non- program Specific	Total
REVENUES:						
<u>Operating Revenues</u>						
Ticket Sales	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Direct State/Govt Support	0	0	0	0	0	0
Student Fees	0	0	0	0	0	0
Direct Institutional Support	0	0	0	0	0	0
Less transfers to University	0	0	0	0	0	0
Indirect Institutional Support	0	0	0	0	0	0
Guarantees	0	0	0	0	0	0
Contributions	128,766	14,040	42,137	371,196	574,553	1,130,692
In-Kind Contributions	0	0	0	0	138,137	138,137
Compensation/Benefits paid by 3rd Pty	0	0	0	0	0	0
Media Rights	0	0	0	0	0	0
NCAA Distributions	0	0	0	0	127,000	127,000
Conference Distributions	0	0	0	0	0	0
Program Sales, Concessions, Novelty Sales and Parking	0	0	0	0	0	0
Royalties, Advertisements and Sponsorships	0	0	0	0	285,509	285,509
Sports Camp Revenues	0	0	18,828	4,070	300	23,198
Endowment and Investment Income	0	0	0	0	340,790	340,790
Other Operating Revenue	0	0	0	0	67,614	67,614
Football Bowl Revenue	0	0	0	0	0	0
Total Operating Revenues	\$128,766	\$ 14,040	\$ 60,965	\$375,266	\$1,533,903	\$2,112,940

EXPENSES:

<u>Operating Expenses</u>						
Athletics Student Aid	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Guarantees	0	0	0	779	0	779
Coaching Salaries, Benefits and Bonuses paid by the University and Related Entities	35,934	12,086	21,985	49,964	293,895	413,864
Coaching Other Compensation & Benefits paid by 3 rd Party	0	0	0	0	0	0
Support Staff/Administrative Salaries, Benefits and Bonuses paid by the University and Related Entities	0	0	0	0	0	0
Support Staff/Administrative Other Compensation & Benefits Paid by 3 rd Party	0	0	0	0	0	0
Severance Payments	0	0	0	0	0	0
Recruiting	17,653	5,828	3,083	55,878	50,007	132,449
Team Travel	51	1,402	38,796	103,210	0	143,459
Sports Equipment, Uniform and Supplies	135,081	3,894	10,530	169,041	2,306	320,852
Game Expenses	12,723	3,288	3,081	7,537	14,931	41,560
Fund Raising, Marketing and Promotion	13,719	0	5,604	34,348	140,680	194,351

(Continued on next page)

DEMONS UNLIMITED FOUNDATION
NCAA STATEMENT OF REVENUES AND EXPENSES (continued)
FOR THE YEAR ENDED JUNE 30, 2024

	Football	Men's Basketball	Women's Basketball	Other Sports	Non- program Specific	Total
Sports Camp Expenses	\$ 0	\$ 0	\$ 11,525	\$ 280	\$ 0	\$ 11,805
Spirit Groups	0	0	0	0	0	0
Athletic Facilities, Debt Service, Leases & Rental Fees	0	0	0	14,148	5,376	19,524
Direct Overhead & Admin Expenses	1,215	420	0	153,331	47,712	202,678
Indirect Institutional Support	0	0	0	0	0	0
Medical Expenses and Medical Insurance	4,819	0	0	478	35,910	41,207
Memberships and Dues	175	750	0	3,281	3,150	7,356
Student Athlete Meals (non-travel)	7,972	8,164	3,113	27,260	48,327	94,836
Other Operating Expenses	41,629	16,019	5,152	45,636	152,977	261,413
Football Bowl Expenses	0	0	0	0	0	0
Football Bowl Expenses- Coaching Compensation	0	0	0	0	0	0
Total Operating Expenses	\$ 270,971	\$ 51,851	\$ 102,869	\$ 665,171	\$ 795,271	\$1,886,133
EXCESS(DEFICIENCY) OF REVENUES OVER (UNDER) EXPENSES	<u>\$(142,205)</u>	<u>\$(37,811)</u>	<u>\$(41,904)</u>	<u>\$(289,905)</u>	<u>\$ 738,632</u>	<u>\$ 226,807</u>

Reconciliation of NCAA Statement of Revenues & Expenses
to Statement of Activities:

Deficiency of Revenues over Expenses as stated in NCAA Statement	\$226,807
Less: Capital Outlay Expenditures shown in Statement of Activities, but not reported in NCAA Statement of Revenues & Expenses	<u>(51,036)</u>
Change in Net Assets for period ending June 30, 2024 as stated in Statement of Activities	<u>\$175,771</u>

DEMONS UNLIMITED FOUNDATION
NOTES TO NCAA STATEMENT OF REVENUES AND EXPENSES
FOR THE YEAR ENDED JUNE 30, 2024

1. Summary of Significant Accounting Policies:

The accompanying Schedule of Revenues and Expenses has been prepared on the accrual basis of accounting.

2. Contributions:

We identified no organization, agency, or individual that contributed 10 percent or more of all contributions received during the year ended June 30, 2024.

3. Capitalization of Assets:

All capital assets acquired by Demons Unlimited Foundation become the property of Northwestern State University of Louisiana. As such, the Foundation has no policy for depreciating assets nor estimating the useful lives of assets.

Capital outlay expenses incurred during the year ended June 30, 2024 included \$51,036 for equipment and facility renovations.

4. Long-Term Liabilities:

The following is a summary of debt transactions for the year ended June 30, 2024:

	<u>Balance</u> <u>June 30, 2023</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2024</u>	<u>Amount Due</u> <u>in one Year</u>
Notes Payable - Exchange Bank	\$0	\$100,000	\$0	\$100,000	\$17,390