

**MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING**  
**A Component Unit of the State of Mississippi**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2024 and 2023**

	<u>2024</u>	<u>2023</u>	<u>2022</u>
Unpaid claim liability at beginning of year	\$ 29,780	\$ 29,862	\$ 31,350
Incurred claims:			
Insured events of the current	6,005	5,485	6,845
Decrease in provisions for			
insured events of prior years	<u>(5,182)</u>	<u>(2,793)</u>	<u>(5,683)</u>
Total incurred claims	<u>823</u>	<u>2,692</u>	<u>1,162</u>
Payments:			
Attributable to insured events of the current year	10	26	26
Attributable to insured events of the prior year	<u>2,571</u>	<u>2,748</u>	<u>2,624</u>
Total payments	<u>2,581</u>	<u>2,774</u>	<u>2,650</u>
Unpaid claim liability at end of year	<u>\$ 28,022</u>	<u>\$ 29,780</u>	<u>\$ 29,862</u>

At June 30, 2024 and 2023, unpaid claims of \$28.0 million and \$29.8 million, respectively, are presented at their nominal value.

**Note 23**

**Subsequent Events**

In February 2024, the IHL Board approved the issuance of \$245 million UMEBC bonds through the University of Mississippi Educational Building Corporation to help finance capital improvements on the main campus in Oxford, MS, including women's athletic facilities and student housing. Due to increased project costs on the planned student housing facility, it is uncertain when the UMEBC Series 2024 bonds will be issued. The University is reevaluating the various options for student housing projects.

In February 2024, the IHL Board approved the issuance of \$35 million SMEBC bonds through the University of Southern Mississippi Educational Building Corporation to finance the construction and renovation of athletic facilities. The University is evaluating the future timing of the issuance of these bonds.

**Note 24**

**Significant Disclosures for the Discretely Presented Component Unit of the IHL System – Mississippi State University Foundation, Inc.**

**(a) Nature of Organization**

Mississippi State University Foundation, Inc. (MSUF) is a not-for-profit entity established to solicit and manage funds for the benefit of MSU. MSUF also manages funds for affiliates of the University, including Mississippi State University Alumni Association, Inc. and The Bulldog Club, Inc.

**(b) Significant Accounting Policies**

*Basis of Accounting*

The MSUF consolidated financial statements include the foundation; Maroon Air, LLC; 109 Muldrow Properties, LLC; DG South, LLC; West Side Fund I, LLC; and the Mississippi State Investment Pool in which the foundation has a controlling financial interest. The consolidated financial statements, which are presented on the accrual basis of accounting, have been prepared to present balances and transactions according to the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

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Net assets with donor restrictions – net assets subject to donor-imposed stipulations that may or will be met either by actions of MSUF and/or the passage of time. Net assets in this class include unconditional gifts for restricted purposes and donor-restricted endowment funds.

Generally, the donor of these assets permits the foundation to use all or part of the income earned on related investments for general or specific purposes in support of the university.

Net assets without donor restrictions – net assets that represent resources generated from operations or that are not subject to donor-imposed stipulations. Net assets without donor restrictions include contributions designated to a particular college or unit for which the use or purpose is unrestricted.

Revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulations or by law. Expirations of restrictions on net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as reclassifications between the applicable classes of net assets.

Contributions, including unconditional promises to give, are recognized as revenues in the period received. Conditional promises to give are not recognized until they become unconditional, that is, when the conditions on which they depend are substantially met. Contributions of assets other than cash are recorded at their estimated fair value. Contributions of intellectual property are based on its estimated fair value, considering the characteristics specific to the assets and estimated usage during the term of the agreement. Contributed goods and services are recorded as revenues and expenses in the consolidated statements of activities at estimated fair value.

*Use of Estimates*

The preparation of consolidated financial statements in conformity with U.S. generally accepted accounting principles 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 expenditures during the reporting period. Actual results could differ from those estimates.

MSUF's investments are invested in various types of investment securities and in various companies within various markets. Investment securities are exposed to several risks, such as interest rate, market and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in MSUF's consolidated financial statements.

*Investments*

The overall investment objective of MSUF is to invest its assets in a prudent manner that will achieve a long-term rate of return sufficient to fund donor-designated directives and maintain the inflation-adjusted impact of each donor restricted fund. Beginning July 1, 2017, investment decisions have been delegated to Cerity Partners OCIO LLC (previously Agility, the former Outsourced Chief Investment Officer-related business of Perella Weinberg Partners Capital Management LP, which merged into Cerity Partners OCIO effective June 1, 2024), Cerity Partners OCIO executes investment decisions in accordance with the foundation's approved investment policy.

Investments are reported at estimated fair value. If an investment is held directly by MSUF and an active market with quoted prices exists, the market price of an identical security is used as reported fair value. Reported fair values for shares in mutual funds registered with the U.S. Securities and Exchange Commission are based on share prices reported by the funds as of the last business day of the fiscal year. Fixed income securities are based on quoted market prices or other observable inputs such as quoted prices for similar assets or inputs corroborated by observable market data. MSUF's interests in alternative investment funds are generally reported at the net asset value (NAV) reported by the fund managers, which is used as a practical expedient to estimate the fair value of interest therein, unless it is probable that all or a portion of the investment will be sold for an amount different from NAV. As of June 30, 2024 and 2023, MSUF had no plans or intentions to sell investments at amounts different from

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NAV. Properties held for investment are reported at estimated fair value based on periodic appraisals conducted by third-party appraisers who utilize the cost, sales comparison and income capitalization approaches to estimate the fair value of the investments. MSUF considers recent comparables, among other things, to adjust for any changes in fair value between the most recent appraisal date and year-end.

*Mississippi State Investment Pool*

MSUF, MSU, MSU Alumni Association, Inc., and The Bulldog Club, Inc. are participants in a joint venture, the Mississippi State Investment Pool (MSIP), whereby investable assets are pooled for investment purposes. The MSUF is the investment pool's managing member and maintains separate accounts for each participant. Investment income, gains and losses, and expenses of the MSIP are allocated to each participant based on their share of ownership of the MSIP. Due to MSUF's controlling financial interest in the MSIP of approximately 93% and 92% as of June 30, 2024 and 2023, the foundation has consolidated the MSIP, reflecting the noncontrolling interests of the other participants in its consolidated financial statements.

**(c) Pledges Receivable, Net**

All unconditional promises to give are recorded at their estimated realizable value on a discounted basis using rates commensurate with the risks involved. Allowance is made for uncollectible pledges based upon management's judgment and analysis of specific accounts, past collection experience, and other relevant factors.

Pledges receivable, net, are summarized as follows at June 30, 2024 and 2023:

	<b>2024</b>	<b>2023</b>
Unconditional promises expected to be collected in:		
One year	\$ 12,187,936	\$ 11,979,691
two to five years	36,102,614	133,096,163
More than five years	9,330,591	17,943,348
	57,621,141	163,019,202
Present value discounts (rates ranging from 0.3% to 5.0%)	(7,839,561)	(18,791,077)
	49,781,580	144,228,125
Allowances for uncollectible pledges	(981,337)	(928,150)
	<u>\$ 48,800,243</u>	<u>\$ 143,299,975</u>

**(d) Investments**

Investments are summarized as follows as of June 30, 2024 and 2023:

	<b>2024</b>	<b>2023</b>
Short-term investments	\$ 2,372,898	\$ 9,706,527
Agility Comprehensive Solutions Fund	718,035,772	539,529,880
Global fixed income	4,273,180	4,308,808
Global equities	9,529,496	9,414,879
Real assets	64,959,760	65,076,407
Absolute return strategies	36,972	30,020
Private capital	23,348,137	26,260,831
Contributed properties held for investment	35,840,879	32,143,644
Cash-surrender value of life insurance	2,934,607	3,025,775
	<u>\$ 861,331,701</u>	<u>\$ 689,496,771</u>

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During 2024 and 2023, the MSIP held a limited partnership interest in the Agility Comprehensive Solutions Fund LP, a Delaware limited partnership (the Fund). Cerity Partners Agility Comprehensive Solutions Fund GP LP serves as general partner of the Fund.

The Fund invests in five broad asset classes with the following approximate allocation percentages at June 30, 2024 and 2023, respectively: global equities, 61% and 61%; absolute return strategies, 8% and 8%; global fixed income, 10% and 9%; real assets, 9% and 9%; and private capital, 12% and 13%.

MSUF has entered into various split interest agreements, including charitable remainder unitrusts and charitable gift annuities, whereby MSUF serves as trustee. The assets held under these split interest agreements are included in investments at June 30, 2024 and 2023 with a fair value of \$14.1 million and \$14.0 million, respectively.

The following schedule summarizes net investment income in the consolidated statement of activities for the years ended June 30, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Dividends and interest, net of expenses	\$ 4,322,921	\$ 3,518,244
Net realized and unrealized gains	<u>75,588,190</u>	<u>58,984,892</u>
	<u>\$ 79,911,111</u>	<u>\$ 62,503,136</u>

#### **Fair Value Measurements**

ASC Topic 820, *Fair Value Measurements*, establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to measurements involving significant unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are as follows:

- Level 1: Unadjusted quoted prices in active markets for identical assets or liabilities that are observable at the measurement date.
- Level 2: Significant observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities, quoted prices in markets that are not active, or other inputs that are observable or can be corroborated by observable market data; and
- Level 3: Significant unobservable inputs for the asset or liability that reflects the reporting entity's own estimates about the assumptions that market participants would use in pricing the asset or liability. These assumptions are based on audited financial statements provided by the general partner of the investment combined with additional third-party due diligence.

The level in the fair value hierarchy within which a fair value measurement in its entirety falls is based on the lowest level input that is significant to the fair value measurement in its entirety. In accordance with Subtopic 820-10, certain investments that are measured at fair value using the NAV per share (or its equivalent) as a practical expedient have not been classified in the fair value hierarchy. The fair value amounts presented in the fair value hierarchy table are intended to permit reconciliation of the fair value hierarchy to the amounts presented in the accompanying statement of financial position.

The following table summarizes MSUF's financial instruments by major category in the fair value hierarchy as of June 30, 2024 and 2023:

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	2024				
	Level 1	Level 2	Level 3	Investments at NAV	Total
Short-term investments	\$ 2,372,898	—	—	—	2,372,898
Agility-Comprehensive Solutions Fund (1)	—	—	—	718,035,772	718,035,772
Global fixed income:					
Interest-rate sensitive	4,273,180	—	—	—	4,273,180
Global equities:					
Domestic	9,529,496	—	—	—	9,529,496
Real assets:					
Real estate funds (2)	—	—	—	2,877,763	2,877,763
Natural resources (3)	—	—	—	16,668,492	16,668,492
Direct real estate (7)	—	—	45,413,505	—	45,413,505
Total real assets	—	—	45,413,505	19,546,255	64,959,760
Absolute return strategies (4)	—	—	—	36,972	36,972
Private capital (2)	—	—	—	23,348,137	23,348,137
Contributed properties held for investment (5)	—	—	35,840,879	—	35,840,879
Cash surrender value of life insurance (6)	—	2,934,607	—	—	2,934,607
Total investments	<u>\$ 16,175,574</u>	<u>2,934,607</u>	<u>81,254,384</u>	<u>760,967,136</u>	<u>861,331,701</u>
Present value of amounts due from externally managed trusts	—	—	60,183,393	—	60,183,393
	2023				
	Level 1	Level 2	Level 3	Investments at NAV	Total
Short-term investments	\$ 9,706,527	—	—	—	9,706,527
Agility-Comprehensive Solutions Fund (1)	—	—	—	539,529,880	539,529,880
Global fixed income:					
Interest-rate sensitive	4,308,808	—	—	—	4,308,808
Global equities:					
Domestic	9,414,879	—	—	—	9,414,879
Real assets:					
Real estate funds (2)	—	—	—	5,207,134	5,207,134
Natural resources (3)	—	—	—	16,229,053	16,229,053
Direct real estate (7)	—	—	43,640,220	—	43,640,220
Total real assets	—	—	43,640,220	21,436,187	65,076,407
Absolute return strategies (4)	—	—	—	30,020	30,020
Private capital (2)	—	—	—	26,260,831	26,260,831
Contributed properties held for investment (5)	—	—	32,143,644	—	32,143,644
Cash surrender value of life insurance (6)	—	3,025,775	—	—	3,025,775
Total investments	<u>\$ 23,430,214</u>	<u>3,025,775</u>	<u>75,783,864</u>	<u>587,256,918</u>	<u>689,496,771</u>
Present value of amounts due from externally managed trusts	—	—	56,102,682	—	56,102,682

(1) The master fund's terms allow for 5-day notice withdrawals at any month-end totaling up to 10% of its account balance at the fund's previous fiscal yearend, (plus any capital contributions to the fund during the current year). In addition, the MSIP may make withdrawals from its capital account, of up to 100% of its Agility Global Equities, Agility Fixed Income, and Agility Real Asset holdings, as well as 25% of its Agility Absolute Return holdings, as of any fiscal quarter end, with at least one quarter's prior written notice to the general partner. Further, approximately \$108.1 million and \$86.4 million of MSIP's investment in the Fund is considered illiquid

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at June 30, 2024 and 2023, respectively, with up to a 10-year lockup period and 1-3 year extensions. Agility is a global fund that invests in a multitude of industries.

- (2) These funds have initial 10-year terms or 12-year terms, unless extended or dissolved sooner in accordance with the limited partnership agreements. Future commitments to these funds approximate \$6,379,000 and \$6,610,000 at June 30, 2024 and 2023. Private capital and real estate funds are generally made through limited partnerships. Under the terms of such agreements, the MSIP may be required to provide additional funding when capital or liquidity calls are made by fund managers. These partnerships have a limited existence, and they may provide for annual extensions for the purpose of disposing portfolio positions and returning capital to investors. However, depending on market conditions, the inability to execute the fund's strategy, or other factors, a manager may extend the terms of a fund beyond its originally anticipated existence or may wind the fund down prematurely. The MSUF cannot anticipate such changes because they generally arise from unforeseeable events, but should they occur they could reduce liquidity or originally anticipated investment returns. Accordingly, the timing and amount of future capital or liquidity calls in any particular future year are uncertain. The funds make direct and indirect investments in real estate and private capital in the United States.
- (3) The MSIP invests in three natural resource investments at both June 30, 2024 and 2023, which have terms ending in 2024, 2026 and 2027. Investments with lockup periods are subject to one or more one to two-year extensions. Future commitments to these funds approximate \$1,325,000 and \$1,891,200 at June 30, 2024 and 2023, respectively. The funds invest primarily in the oil and gas sector in North America.
- (4) Generally, MSIP's investments in absolute return strategies (or hedge funds) allow early redemption for specified fees. The terms and conditions upon which an investor may redeem an investment vary, usually with the majority requiring 60 days to 12 months' notice after the initial lock up period, which may be from one to three years. At June 30, 2024 and 2023, the MSUF had no absolute return strategy investments for which an otherwise redeemable investment was not redeemable.
- (5) Bulldog Forest properties totaling approximately \$32,914,000 and \$28,800,000 at June 30, 2024 and 2023, respectively, may be held in perpetuity or liquidated at the Foundation's discretion. Other properties are for immediate sale.
- (6) The Foundation currently has no plans to surrender these policies prior to maturity, but cash would be realized in a minimal amount of time if an insurance policy is canceled.
- (7) The MSIP invests in direct real estate through its ownership of all outstanding stock of West Side Funds, Inc. This corporation is the owner of three hotels located in Starkville, MS in close proximity to the MSU campus.

The following table presents MSUF's activities for the years ended June 30, 2024 and 2023 for contributed properties held for investments classified as Level 3:

	<u>2024</u>	<u>2023</u>
Balance, beginning of year	\$ 32,143,644	30,339,389
Acquisitions	670,000	829,855
Dispositions	(1,050,570)	(154,676)
Net realized and unrealized gains	4,077,805	1,129,076
Balance, end of year	<u>\$ 35,840,879</u>	<u>32,143,644</u>

For the years ended June 30, 2024 and 2023, the changes in present value of amounts due from externally managed trusts classified as Level 3 are as follows:

	<u>2024</u>	<u>2023</u>
Balance, beginning of year	\$ 56,102,682	54,819,357
Change in valuation	4,080,711	1,283,325
Balance, end of year	<u>\$ 60,183,393</u>	<u>56,102,682</u>

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For the years ended June 30, 2024 and 2023, the changes in direct real estate classified as Level 3 are as follows:

	<u>2024</u>	<u>2023</u>
Balance, beginning of year	\$ 43,640,220	—
Acquisitions	—	36,750,000
Dispositions	—	—
Net realized and unrealized gains	1,773,285	6,890,220
Balance, end of year	<u>\$ 45,413,505</u>	<u>43,640,220</u>

**(e) Net Assets Without Donor Restrictions**

Net assets attributable to the foundation without donor restrictions as of June 30, 2024 and 2023 are as follows:

	<u>2024</u>	<u>2023</u>
Spendable funds	\$ 24,819,318	\$ 28,716,699
Quasi-endowment funds	26,134,246	22,008,466
Net investment in land, buildings and equipment	28,567,370	23,123,709
	<u>\$ 79,520,934</u>	<u>\$ 73,848,874</u>

Quasi-endowment funds are those funds held by the Foundation to function as endowments for the benefit of MSU.

**(f) Net Assets With Donor Restrictions**

Net assets with donor restrictions are restricted for the following purposes as of June 30, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Subject to expenditure for specified purpose:		
General college support	\$ 35,534,961	\$ 28,483,329
Student financial aid	29,652,012	23,464,227
Research	445,049	395,319
Faculty and staff support	2,573,314	2,532,406
Facilities	2,566,359	902,110
Other	2,248,206	2,827,580
	<u>73,019,901</u>	<u>58,604,971</u>
Subject to the passage of time and specified purpose:		
Charitable remainder trusts, cash surrender value of life insurance, gift annuities and other	12,545,991	12,086,126
Pledges receivable restricted by donors	24,764,691	24,053,632
	<u>37,310,682</u>	<u>36,139,758</u>

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Donor restricted endowments subject to spending policy and appropriation to support the following purposes (including net accumulated earnings of approximately \$124,671,000 and \$95,700,000 at June 30, 2024 and 2023, (respectively):

Subject to endowment spending policy and appropriation:

General college support	161,072,662	142,446,749
Student financial aid	388,403,855	268,982,634
Research	18,235,364	17,252,583
Faculty and staff support	77,736,593	67,296,132
Facilities	8,671,382	8,270,248
Other	8,978,744	8,535,407
	<u>663,098,600</u>	<u>512,783,753</u>
Charitable remainder trusts, gift annuities and other	57,441,023	53,610,457
Pledges receivable restricted to endowment by donors	<u>24,035,552</u>	<u>119,246,343</u>
	<u>\$ 854,905,758</u>	<u>\$ 780,385,282</u>

**(g) Endowment Funds**

The State of Mississippi adopted the UPMIFA effective July 1, 2012. The foundation's board of directors has determined its donor agreements provide for the preservation of the fair value of the original gift as of the date of the gift. As a result, the foundation segregates within the net asset class with donor restrictions, the original gift amount and amounts required to be retained by donor separate from the portion subject to appropriation.

Endowment net asset composition by type of fund as of June 30, 2024 and 2023 is as follows:

	<b>2024</b>		
	<b>Without donor restrictions</b>	<b>With donor restrictions</b>	<b>Total</b>
Donor restricted endowment funds	\$ —	663,098,600	663,098,600
Board-designated funds	26,134,246	—	26,134,246
Total	<u>\$ 26,134,246</u>	<u>663,098,600</u>	<u>689,232,846</u>

  

	<b>2023</b>		
	<b>Without donor restrictions</b>	<b>With donor restrictions</b>	<b>Total</b>
Donor restricted endowment funds	\$ —	512,783,753	512,783,753
Board-designated funds	22,008,466	—	22,008,466
Total	<u>\$ 22,008,466</u>	<u>512,783,753</u>	<u>534,792,219</u>



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Changes in endowment net assets for the fiscal years ended June 30, 2024 and 2023 is as follows:

	<b>Without donor restrictions</b>	<b>With donor restrictions</b>	<b>Total</b>
Endowment net assets, June 30, 2022	\$ 22,341,847	472,454,399	494,796,246
Investment returns (loss), net	(290,316)	37,188,351	36,898,035
Contributions	4,200	18,075,539	18,079,739
Appropriation of endowment assets for expenditure	(781,680)	(15,345,586)	(16,127,266)
Other	734,415	411,050	1,145,465
Endowment net assets, June 30, 2023	\$ 22,008,466	512,783,753	534,792,219
Investment returns (loss), net	4,063,409	43,855,761	47,919,170
Contributions	2,000	118,722,816	118,724,816
Appropriation of endowment assets for expenditure	(1,473,957)	(13,719,423)	(15,193,380)
Other	1,534,328	1,455,693	2,990,021
Endowment net assets, June 30, 2024	<u>\$ 26,134,246</u>	<u>663,098,600</u>	<u>689,232,846</u>

**(h) Funds with Deficiencies**

As a result of market declines for certain recently established endowments, the fair value of certain donor-restricted endowments was less than the historical cost value (original gift/book value) of such funds (underwater) by \$576,003 and \$1,774,315 at June 30, 2024 and 2023, respectively. These endowments had an original gift value of approximately \$17.6 million and \$29.1 million at June 30, 2024 and 2023, respectively.

**Note 25**

**Significant Disclosures for the Discretely Presented Component Unit of the IHL System – University of Mississippi Foundation**

**(a) Nature of Organization**

The University of Mississippi Foundation (UMF) is a nonprofit, nonstock corporation formed for the benefit of The University of Mississippi (UM). UMF promotes, encourages, and assists educational, scientific, literary, research, and service activities of UM and its affiliates.

**(b) Significant Accounting Policies**

*Basis of Accounting*

The UMF financial statements are presented on the accrual basis of accounting and have been prepared to present balances and transactions according to the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes therein are classified and recorded as follows:

Net assets with donor restrictions – consist of contributions that have been restricted by the donor for specific purposes or are time restricted, including contributions that the donor stipulate the resources be maintained in perpetuity, but permit UMF to use or expend part or all of the income derived from the donated assets for either specified or unspecified purposes.

Net assets without donor restrictions – represents funds that are available for support of the operations of UMF and that are not subject to donor stipulation.

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Revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. UMF considers donor contributions to the various university schools and departments to be included in net assets with donor restrictions as those university units have authority over expenditures. Expenses are reported as decreases in net assets without donor restrictions. When a donor restriction expires or the stated purpose is accomplished, net assets are reclassified as applicable in the statements of activities as net assets released from restriction.

Board-designated net assets are net assets without donor restrictions that are used only for the specific purpose passed by board resolution. Changes to designations require a subsequent board resolution. The President/CEO and other staff of UMF may not change the purpose of any board-designated funds without the consent of the board. These net assets are designated for providing a general operating fund reserve and charitable gift annuity reserve.

*Use of Estimates*

The UMF prepares its financial statements in accordance with U.S. generally accepted accounting principles, which require that management make estimates and assumptions that affect the reported amounts of assets and liabilities and revenues and expenses. Such estimates include the present value discount rates applied to the pledges receivable and liabilities under remainder trusts, allowance for uncollectible pledges, fair market values of certain investments including real estate, partnership and member interests and depreciation of property and equipment. Actual results could differ significantly from those estimates.

UMF's investments are primarily invested in various types of investment securities within many financial markets. Investment securities are exposed to several risks, such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in the fair value of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the financial statements.

*Investments*

Investments are recorded at fair value. The fair values of all investments other than real estate and partnership and membership interests (which includes pooled investment funds) are based on quoted market prices and other observable inputs such as quoted prices for similar assets, quoted prices in inactive markets or inputs corroborated by observable market data. UMF's partnership and member interests are generally reported at the net asset value (NAV) reported by the fund managers, which is used as a practical expedient to estimate the fair value of the foundation's interest therein, unless it is probable that all or a portion of the investment will be sold for an amount different from NAV. As of June 30, 2023, UMF had no plans or intentions to sell investments at amounts different from NAV. UMF's real estate investments are initially recognized at fair value based on appraised values at the date of receipt and are subsequently carried at fair value. Both realized and unrealized gains and losses are classified in the accompanying statements of activities based on restrictions put in place by the donor.

**(c) Pledges Receivable, Net**

UMF obtains pledges through fund-raising projects in support of various activities. All pledges are classified as net assets with donor restrictions. A summary of pledges receivable as of June 30, 2024 and 2023 is as follows:

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	<u>2024</u>	<u>2023</u>
Unconditional promises expected to be collected in:		
One year	\$ 19,164,604	\$ 15,861,646
Two to five years	37,542,621	37,512,398
More than five years	38,882,528	39,710,145
	<u>95,589,753</u>	<u>93,084,189</u>
Present value discounts (rates ranging from 0.73% to 4.31%)	<u>(14,329,340)</u>	<u>(12,562,884)</u>
	81,260,413	80,521,305
Allowances for uncollectible pledges	<u>(3,622,968)</u>	<u>(3,179,935)</u>
	<u>\$ 77,637,445</u>	<u>\$ 77,341,370</u>

**(d) Investments**

Investments, aggregated by investment strategy, consist of the following at June 30, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Investment strategy:		
Fixed income:		
U.S. government securities	\$ 11,641,942	\$ 16,115,756
Corporate bonds	45,204,602	37,731,221
Other fixed income securities	27,654,072	26,875,188
Total fixed income	<u>84,500,616</u>	<u>80,722,165</u>
Equities:		
Common stocks	46,575,641	36,412,732
International common stock funds	924,380	688,484
Mutual funds	173,119,943	88,120,146
Total equities	<u>220,619,964</u>	<u>125,221,362</u>
Real estate owned	1,549,117	7,880,416
Other short-term investments	41,553,114	34,434,420
Pooled investment funds, at NAV	366,248,901	408,852,088
Total investments	<u>\$ 714,471,712</u>	<u>\$ 657,110,451</u>

The following schedule summarizes net investment income in the statement of activities for the years ended June 30, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Dividends and interest, net of expenses	\$ 14,278,718	\$ 9,196,365
Net realized and unrealized gains	48,465,858	25,887,029
	<u>\$ 62,744,576</u>	<u>\$ 35,083,394</u>

**Fair Value Measurements**

ASC Topic 820, *Fair Value Measurements*, establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active

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markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to measurements involving significant unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are as follows:

- Level 1: Unadjusted quoted prices in active markets for identical assets or liabilities that are observable at the measurement date.
- Level 2: Significant observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities, quoted prices in markets that are not active, or other inputs that are observable or can be corroborated by observable market data; and
- Level 3: Significant unobservable inputs for the asset or liability that reflects the reporting entity's own estimates about the assumptions that market participants would use in pricing the asset or liability. These assumptions are based on audited financial statements provided by the general partner of the investment combined with additional third-party due diligence.

The level in the fair value hierarchy within which a fair value measurement in its entirety falls is based on the lowest level input that is significant to the fair value measurement in its entirety. In accordance with Subtopic 820-10, certain investments that are measured at fair value using the NAV per share (or its equivalent) as a practical expedient have not been classified in the fair value hierarchy. The fair value amounts presented in the fair value hierarchy table are intended to permit reconciliation of the fair value hierarchy to the amounts presented in the accompanying statement of financial position.

The following table presents the financial assets of UMF carried at fair value by level within the valuation hierarchy as of June 30, 2024 and 2023:

<b>2024</b>				
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Investment strategy:				
Fixed income:				
U.S. Government securities	\$ —	11,641,942	—	11,641,942
Corporate bonds	—	45,204,602	—	45,204,602
Other fixed income securities	20,295,782	7,358,290	—	27,654,072
Total fixed income	20,295,782	64,204,834	—	84,500,616
Equities:				
Common stock	46,575,641	—	—	46,575,641
International common stock funds:	924,380	—	—	924,380
Mutual funds	173,119,943	—	—	173,119,943
Total equities	220,619,964	—	—	220,619,964
Real estate owned	—	—	1,549,117	1,549,117
Other short-term investments	41,553,114	—	—	41,553,114
	<u>\$ 282,468,860</u>	<u>64,204,834</u>	<u>1,549,117</u>	348,222,811
Pooled investment funds, at NAV				366,248,901
Total investments				<u>\$ 714,471,712</u>
Beneficial interest in trusts	\$ 4,740,693	6,517,782	—	11,258,475

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	2023			
	Level 1	Level 2	Level 3	Total
Investment strategy:				
Fixed income:				
U.S. Government securities	\$ —	16,115,756	—	16,115,756
Corporate bonds	—	37,731,221	—	37,731,221
Other fixed income securities	22,934,262	3,940,926	—	26,875,188
Total fixed income	22,934,262	57,787,903	—	80,722,165
Equities:				
Common stock	36,412,732	—	—	36,412,732
International common stock funds:	688,484	—	—	688,484
Mutual funds	88,120,146	—	—	88,120,146
Total equities	125,221,362	—	—	125,221,362
Real estate owned	—	—	7,880,416	7,880,416
Other short-term investments	34,434,420	—	—	34,434,420
	<u>\$ 182,590,044</u>	<u>57,787,903</u>	<u>7,880,416</u>	248,258,363
Pooled investment funds, at NAV				408,852,088
Total investments				<u>\$ 657,110,451</u>
Beneficial interest in trusts	\$ 4,266,695	6,039,482	—	10,306,177

The table below represents a summary of the investments whose net asset value approximates fair value and the related unfunded commitments and redemption restrictions associated with each major category at June 30, 2024:

Investment	Fair Value	Unfunded Commitments	Redemption frequency (if eligible)	Redemption notice period	Expected life span of investment
Pooled investment funds, at NAV:					
Diversifying strategies	\$ 20,180,913	—	Semiannually	60 days	Indefinite
Event driven	18,237	—	Quarterly	60 days	Indefinite
Fixed income	29,886,628	—	Daily	5 days	Indefinite
Global equity	80,501,322	—	Various	None	Indefinite
Global equity-long only	17,541,138	—	Quarterly	90 days	Indefinite
Long/short equity fund	11,291,910	—	Quarterly	60 days	Indefinite
Natural resource private fund	8,134,830	13,801	No redemption feature	None	10 years
Relative value	19,330,960	—	Quarterly	65 days	Indefinite
Other	506,285	—	No redemption feature	None	Indefinite
Venture capital and private equity	178,856,678	86,265,347	No redemption feature	None	7 years to indefinite
	<u>\$ 366,248,901</u>				
Real estate:					
Real estate owned	\$ 1,549,117		No redemption feature	None	Indefinite

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**(e) Net Assets With Donor Restrictions**

Net assets with donor restrictions at June 30, 2024 and 2023 were restricted for the following purposes:

	<u>2024</u>	<u>2023</u>
Spendable:		
Academic and program support	\$ 253,696,022	\$ 226,587,420
Scholarship support	94,164,183	78,918,048
Faculty support	49,142,889	39,114,683
Library support	13,758,893	26,874,359
Total	<u>\$ 410,761,987</u>	<u>\$ 371,494,510</u>
Endowment:		
Academic and program support	\$ 80,895,421	\$ 80,356,981
Scholarship support	152,761,035	147,320,595
Faculty support	94,117,333	85,205,548
Library support	22,912,340	14,554,594
Total	<u>350,686,129</u>	<u>327,437,718</u>
Total net assets with donor restrictions	<u><u>\$ 761,448,116</u></u>	<u><u>\$ 698,932,228</u></u>

**(f) Endowment Funds**

The State of Mississippi adopted the UPMIFA effective July 1, 2012. The foundation's board of directors has determined its donor agreements provide for the preservation of the fair value of the original gift as of the date of the gift. As a result, the foundation segregates within the net asset class with donor restrictions, the original gift amount and amounts required to be retained by donor separate from the portion subject to appropriation.

Endowment net asset composition by type of fund as of June 30, 2024 and 2023 is as follows:

	<u>2024</u>		
	<u>Without donor restrictions</u>	<u>With donor restrictions</u>	<u>Total</u>
Donor-restricted endowment funds:			
Original donor-restricted gift amount and amounts required to be retained by donor	\$ —	350,686,129	350,686,129
Portion subject to appropriation	—	172,175,850	172,175,850
Board-designated quasi endowment	<u>23,506,008</u>	<u>—</u>	<u>23,506,008</u>
Total endowment funds	<u><u>\$ 23,506,008</u></u>	<u><u>522,861,979</u></u>	<u><u>546,367,987</u></u>

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	<b>2023</b>		
	<b>Without donor restrictions</b>	<b>With donor restrictions</b>	<b>Total</b>
Donor-restricted endowment funds:			
Original donor-restricted gift amount and amounts required to be retained by donor	\$ —	327,437,718	327,437,718
Portion subject to appropriation	—	140,224,636	140,224,636
Board-designated quasi endowment	19,453,666	—	19,453,666
Total endowment funds	<u>\$ 19,453,666</u>	<u>467,662,354</u>	<u>487,116,020</u>

Changes in endowment net assets for the years ended June 30, 2024 and 2023 is as follows:

	<b>Without donor restrictions</b>	<b>With donor restrictions</b>	<b>Total</b>
Endowment net assets, June 30, 2022	\$ 17,963,593	424,984,721	442,948,314
Contributions and transfers to endowment	2,674	33,090,388	33,093,062
Appropriation of expenditures	(6,802)	(14,353,002)	(14,359,804)
Investment return:			
Investment income	611,675	9,792,979	10,404,654
Net appreciation	<u>882,526</u>	<u>14,147,268</u>	<u>15,029,794</u>
Endowment net assets, June 30, 2023	\$ 19,453,666	467,662,354	487,116,020
Contributions and transfers to endowment	2,314,060	23,178,396	25,492,456
Appropriation of expenditures	(270,518)	(14,434,151)	(14,704,669)
Investment return:			
Investment income	705,170	36,213,832	36,919,002
Net appreciation	<u>1,303,630</u>	<u>10,241,548</u>	<u>11,545,178</u>
Endowment net assets, June 30, 2024	<u>\$ 23,506,008</u>	<u>522,861,979</u>	<u>546,367,987</u>

**(g) Funds with Deficiencies**

When unfavorable market fluctuations cause the fair value of certain donor-restricted endowments to be less than the historical cost (original gift/book value) of such funds, the fund is considered to be underwater, and this deficiency is recorded in net assets with donor restrictions. As of June 30, 2024, there were no endowments with a fair value below the amount of the gifts made to the endowment. As of June 30, 2023, endowments with a fair value below the amount of the gifts made to the endowment totaled \$7,884,000. The donor gifts to these endowments total \$8,135,000 for an underwater amount of \$251,000.

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**Note 26**

**Significant Disclosures for the Discretely Presented Component Unit of the IHL System – University of Southern Mississippi Foundation**

**(a) Nature of Organization**

The University of Southern Mississippi Foundation (USMF) is a nonprofit entity organized under the laws of the State of Mississippi to provide support to the University of Southern Mississippi (USM) and its students. USMF depends on the university to provide the staff and facilities for its operations.

Foundation Aviation Holdings, LLC was formed by the USMF in October 2008 as a single member limited liability company. The USMF's consolidated financial statements include the accounts of Foundation Aviation Holdings, LLC.

**(b) Significant Accounting Policies**

*Basis of Accounting*

The USMF consolidated financial statements are presented on the accrual basis of accounting and have been prepared to present balances and transactions according to the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes therein are classified and recorded as follows:

Net assets without donor restrictions – net assets available for use in general operations and not subject to donor or grantor restrictions. The governing board has designated, from net assets without donor restrictions, net assets for an operating reserve and board-designated endowment.

Net assets with donor restrictions – net assets subject to donor or certain grantor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Gifts of long-lived assets and gifts of cash restricted for the acquisition of long-lived assets are recognized as restricted revenue when received and release from restrictions when the assets are placed in service. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless the use of the underlying net asset is restricted by explicit donor stipulations or by law. Expirations of restrictions on net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as net assets released from restrictions.

Contributions, including unconditional promises to give, are recognized as revenues in the period received. Conditional promises to give are not recognized until they become unconditional, that is, when the conditions on which they depend are substantially met. Contributions of assets other than cash are recorded at their estimated fair value as of the date of the gift. Contributions to be received after one year are discounted at a rate commensurate with the risks involved. Amortization of the discount is recorded as contribution revenue and recognized in accordance with donor-imposed restrictions, if any, on the contributions. Allowance is made for uncollectible contributions based upon management's judgment and analysis of the creditworthiness of the donors, past collection experience and other relevant factors.

Income and realized and unrealized gains (losses) on investments of restricted net assets are reported as follows:

- as increases (decreases) in net assets with donor restrictions that are perpetual in nature if the terms of the gift or the foundation's interpretation of relevant state law requires that they be added to the principal of a donor-restricted endowment fund;
- as increases (decreases) in net assets with donor restrictions that are temporary in nature in all other cases and released from restriction when appropriated for expenditure in accordance with donor agreements.



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*Use of Estimates*

The USMF prepares its consolidated financial statements in accordance with U.S. generally accepted accounting principles, which require that management make estimates and assumptions that affect the reported amounts of assets and liabilities and revenues and expenses. Actual results could differ significantly from those estimates.

USMF's investments are held in various types of investment securities across a variety of markets. Investment securities are exposed to several risks, such as interest rate, market and credit risks. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the financial statements.

*Investments*

Investments in equity securities with readily determinable fair values and all investments in debt securities are recorded at fair value. Hedge funds, real estate investment funds and private equity funds are reported at the net asset value (NAV) reported by the fund managers, which is used as a practical expedient to estimate the fair value of the foundation's interest therein, unless it is probable that all or a portion of the investment will be sold for an amount different from NAV. At June 30, 2024 and 2023, USMF had no plans or intentions to sell investments at amounts different from NAV. Other investments, which consist primarily of donated assets and real estate for which the foundation is the owner and beneficiary are recorded at cost. Transactions are accounted for on a trade date basis.

**(c) Pledges Receivable, Net**

Pledges receivable, net, are summarized as follows at June 30, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Unconditional promises expected to be collected in:		
Less than one year	\$ 2,974,772	\$ 1,853,498
One year to five years	4,777,331	2,068,111
More than five years	<u>—</u>	<u>19,558</u>
	7,752,103	3,941,167
Present value discounts (rates ranging from 0.29% to 4.33%)	<u>(364,955)</u>	<u>(134,653)</u>
	7,387,148	3,806,514
Allowances for uncollectible pledges	<u>(331,600)</u>	<u>(302,650)</u>
	<u>\$ 7,055,548</u>	<u>\$ 3,503,864</u>

**(d) Investments**

Investments, aggregated by investment strategy, consist of the following at June 30, 2024 and 2023:

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	<u>2024</u>	<u>2023</u>
Fixed income	\$ 40,543,991	\$ 34,400,571
Equities:		
Mutual and common stock funds	81,096,868	71,076,292
Alternative investments:		
Hedge funds	27,547,223	23,905,361
Real estate investment funds	5,396,925	5,759,484
Private equity funds	11,081,547	7,592,628
Total alternative investments	44,025,695	37,257,473
Cash and cash equivalents	31,664	162
Investments held at cost	56,532	224,497
Total investments	<u>\$ 165,754,750</u>	<u>\$ 142,958,995</u>

The following schedule summarizes net investment income in the consolidated statement of activities for the year ended June 30, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Dividends and interest, net of expenses	\$ 2,841,182	\$ 2,513,724
Net realized and unrealized gains	14,687,052	7,709,195
	<u>\$ 17,528,234</u>	<u>\$ 10,222,919</u>

#### **Fair Value Measurements**

ASC Topic 820, *Fair Value Measurements*, establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to measurements involving significant unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are as follows:

- Level 1: Unadjusted quoted prices in active markets for identical assets or liabilities that are observable at the measurement date.
- Level 2: Significant observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities, quoted prices in markets that are not active, or other inputs that are observable or can be corroborated by observable market data; and
- Level 3: Significant unobservable inputs for the asset or liability that reflects the reporting entity's own estimates about the assumptions that market participants would use in pricing the asset or liability. These assumptions are based on audited financial statements provided by the general partner of the investment combined with additional third-party due diligence.

The level in the fair value hierarchy within which a fair value measurement in its entirety falls is based on the lowest level input that is significant to the fair value measurement in its entirety. In accordance with Subtopic 820-10, certain investments that are measured at fair value using the NAV per share (or its equivalent) as a practical expedient have not been classified in the fair value hierarchy. The fair value amounts presented in the fair value hierarchy table are intended to permit reconciliation of the fair value hierarchy to the amounts presented in the accompanying consolidated statements of financial position.

The following table presents USMF's financial assets carried at fair value by level within the valuation hierarchy as of June 30, 2024 and 2023:

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<b>2024</b>				
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Fixed income:				
Mutual funds	\$ 40,543,991	—	—	40,543,991
Equities:				
Mutual and common stock	81,096,868	—	—	81,096,868
Total investments at fair value	<u>\$ 121,640,859</u>	<u>—</u>	<u>—</u>	121,640,859
Investments measured at NAV or equivalent				44,025,695
Cash and cash equivalents				31,664
Other investments held at cost				<u>56,532</u>
Total investments				<u>\$ 165,754,750</u>
Amounts due from externally managed trusts	\$ —	—	13,397,807	13,397,807
<b>2023</b>				
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Fixed income:				
Mutual funds	\$ 34,400,571	—	—	34,400,571
Equities:				
Mutual and common stock	71,076,292	—	—	71,076,292
Total investments at fair value	<u>\$ 105,476,863</u>	<u>—</u>	<u>—</u>	105,476,863
Investments measured at NAV or equivalent				37,257,473
Cash and cash equivalents				162
Other investments held at cost				<u>224,497</u>
Total investments				<u>\$ 142,958,995</u>
Amounts due from externally managed trusts	\$ —	—	11,967,432	11,967,432

For the years ended June 30, 2024 and 2023, the changes in present value of amounts due from externally managed trusts classified as Level 3 are as follows:

	<u>Amounts due from Externally Managed Trusts</u>
Balance as of June 30, 2022	\$ 10,266,352
Change in value	1,726,080
Distributions	<u>(25,000)</u>
Balance as of June 30, 2023	\$ 11,967,432
Change in value	1,465,375
Distributions	<u>(35,000)</u>
Balance as of June 30, 2024	<u>\$ 13,397,807</u>

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The following is a summary of the investments whose net asset value approximates fair value and the related unfunded commitments and redemption restrictions associated with each major category at June 30, 2024 and 2023:

<b>2024</b>				
Investment	Net Asset Value	Unfunded Commitments	Redemption frequency	Redemption notice
Hedge funds	\$ 27,547,223	—	Quarterly	Various
Real estate investment funds	5,396,925	—	Quarterly	95 days
Private equity	11,081,547	13,242,281	None	None
Total	<u>\$ 44,025,695</u>			

  

<b>2023</b>				
Investment	Net Asset Value	Unfunded Commitments	Redemption frequency	Redemption notice
Hedge funds	\$ 23,905,361	—	Quarterly	Various
Real estate investment funds	5,759,484	—	Quarterly	95 days
Private equity	7,592,628	10,077,696	None	None
Total	<u>\$ 37,257,473</u>			

**(e) Net Assets with Donor Restrictions**

Net assets with donor restrictions consisted of the following at June 30, 2024 and 2023:

	<b>2024</b>	<b>2023</b>
Subject to expenditure for specified purpose:		
Student financial aid	\$ 2,367,656	\$ 2,172,910
Academic divisions	2,907,327	2,922,143
Research	584,648	552,275
Operations and maintenance of plant	6,562,025	1,107,408
Library	56,540	128,382
Athletics	422,373	454,425
Faculty and staff support	40,480	53,316
Other restricted purposes	7,605,479	7,611,995
Total	<u>20,546,528</u>	<u>15,002,854</u>
Not subject to expenditure for specified purpose:		
Amounts due from externally managed trusts	88,886	80,015
Investments - Restricted for student trading	108,564	—
Total	<u>197,450</u>	<u>80,015</u>
Endowments:		
Original donor-restricted gift amount and amounts required to be maintained in perpetuity by donor:		
Student financial aid	62,617,878	58,568,219
Academic divisions	5,560,235	5,308,070
Research	827,334	801,980
Operations and maintenance of plant	5,688,732	5,681,427

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	<u>2024</u>	<u>2023</u>
Library	3,088,073	3,084,769
Faculty and staff support	17,606,215	11,531,520
Other restricted purposes	6,059,816	5,955,931
Total	<u>101,450,307</u>	<u>90,933,939</u>
Subject to foundation endowment spending policy and appropriation:		
Student financial aid	20,341,847	15,880,899
Academic divisions	2,108,205	1,614,529
Research	180,693	102,153
Operations and maintenance of plant	1,404,894	986,184
Library	919,378	706,096
Faculty and staff support	4,524,604	3,044,406
Other restricted purposes	3,476,407	2,869,266
Total	<u>32,956,028</u>	<u>25,203,533</u>
Sub-Total endowments	134,406,335	116,137,472
Endowment not subject to spending policy or appropriations:		
Externally managed perpetual trust	3,879,489	3,456,130
Total endowments	<u>138,285,824</u>	<u>119,593,602</u>
Not subject to spending policy or appropriation -		
Restricted to endowment:		
Pledges and other receivables, net	2,368,428	2,507,996
Amounts due from externally managed trusts	9,429,432	8,431,287
Gift annuities	(6,781)	5,834
Cash surrender value of life insurance	2,217,095	2,195,944
Investments held at cost	—	167,965
Total	<u>14,008,174</u>	<u>13,309,026</u>
Total net assets with donor restrictions	<u><u>\$ 173,037,976</u></u>	<u><u>\$ 147,985,497</u></u>

**(f) Endowment Funds**

The State of Mississippi adopted the UPMIFA effective July 1, 2012. The foundation's board of directors has determined its donor agreements provide for the preservation of the fair value of the original gift as of the date of the gift. As a result, the foundation segregates within the net asset class with donor restrictions, the original gift amount and amounts required to be retained by donor separate from the portion subject to appropriation.

Endowment net asset composition by type of fund as of June 30, 2024 and 2023 is as follows:

**MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING**  
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**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2024 and 2023**

	<b>2024</b>		
	<b>Without donor restrictions</b>	<b>With donor restrictions</b>	<b>Total</b>
Board designated endowment funds	\$ 9,040,287	—	9,040,287
Donor-restricted funds functioning as endowments	5,823,356	7,097,035	12,920,391
Donor-restricted endowment funds:			
Original donor-restricted gift amount and amounts required to be maintained in perpetuity by donor	—	101,448,283	101,448,283
Accumulated investment gains	—	25,858,993	25,858,993
Sub-total	14,863,643	134,404,311	149,267,954
Externally managed perpetual trust	—	3,879,489	3,879,489
Total	<u>\$ 14,863,643</u>	<u>138,283,800</u>	<u>153,147,443</u>
	<b>2023</b>		
	<b>Without donor restrictions</b>	<b>With donor restrictions</b>	<b>Total</b>
Board designated endowment funds	\$ 9,190,508	—	9,190,508
Donor-restricted funds functioning as endowments	4,737,745	7,380,105	12,117,850
Donor-restricted endowment funds:			
Original donor-restricted gift amount and amounts required to be maintained in perpetuity by donor	—	90,931,916	90,931,916
Accumulated investment gains	—	17,823,428	17,823,428
Sub-total	13,928,253	116,135,449	130,063,702
Externally managed perpetual trust	—	3,456,130	3,456,130
Total	<u>\$ 13,928,253</u>	<u>119,591,579</u>	<u>133,519,832</u>

During the years ended June 30, 2024 and 2023, the foundation had the following endowment related activities:

	<b>Without donor restrictions</b>	<b>With donor restrictions</b>	<b>Total</b>
Endowment net assets, June 30, 2022	\$ 12,058,780	108,744,890	120,803,670
Net investment gain	1,258,503	6,549,055	7,807,558
Contributions	39,731	5,291,023	5,330,754
Change in restrictions by donors	—	(16,801)	(16,801)
Other	571,239	(4,432,718)	(3,861,479)
Endowment net assets, June 30, 2023	\$ 13,928,253	116,135,449	130,063,702
Externally managed perpetual trust	—	3,456,130	3,456,130
Total	<u>\$ 13,928,253</u>	<u>119,591,579</u>	<u>133,519,832</u>

**MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING**  
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**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2024 and 2023**

	<b>Without donor restrictions</b>	<b>With donor restrictions</b>	<b>Total</b>
Endowment net assets, June 30, 2023	\$ 13,928,253	116,135,449	130,063,702
Net investment gain	2,028,284	12,143,002	14,171,286
Contributions	29,635	10,248,682	10,278,317
Change in restrictions by donors	(14,021)	(33,164)	(47,185)
Other	(1,108,508)	(4,089,658)	(5,198,166)
Endowment net assets, June 30, 2024	\$ 14,863,643	134,404,311	149,267,954
Externally managed perpetual trust	—	3,879,489	3,879,489
Total	<u>\$ 14,863,643</u>	<u>138,283,800</u>	<u>153,147,443</u>

**(g) Funds with Deficiencies**

When unfavorable market fluctuations cause the fair value of certain donor-restricted endowments to be less than the historical cost (original gift/book value) of such funds, the fund is considered to be underwater, and this deficiency is recorded in net assets with donor restrictions. At June 30, 2024, there were no underwater funds. At June 30, 2023, 26 funds were underwater with an original gift value of \$3.1 million, fair value of \$3.0 million and deficiencies of \$84,191, \$8,857 of which is reported in net assets without donor restrictions and \$75,334 of which is reported in net assets with donor restrictions.

## **REQUIRED SUPPLEMENTARY INFORMATION**



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**MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING**  
**A Component Unit of the State of Mississippi**  
**Required Supplementary Information (Unaudited)**

Schedule of Proportionate Share of the Net Pension Liability of  
the Mississippi Public Employees' Retirement System  
June 30, 2024

Employer	Proportionate share of the net pension liability (%)	Proportionate share of the net pension liability (\$)	Estimated Covered-employee payroll provided by PERS	Proportionate share of the net pension liability as a percentage of its covered- employee payroll	PERS fiduciary net position as a percentage of the total pension liability
Alcorn State University:					
2015	0.47 %	\$ 56,758,259	\$ 28,572,870	199.00 %	67.00 %
2016	0.46	71,034,832	28,709,073	247.43	61.70
2017	0.46	82,196,659	29,437,759	279.22	57.47
2018	0.46	75,934,194	29,303,410	259.13	61.49
2019	0.45	75,156,617	28,855,149	260.46	62.54
2020	0.43	75,787,222	28,057,270	270.12	61.59
2021	0.42	80,909,069	27,829,874	290.73	58.97
2022	0.38	55,460,320	24,948,845	222.30	70.44
2023	0.35	71,695,816	23,979,075	298.99	59.93
2024	0.33	83,259,969	24,538,914	339.30	55.70
Delta State University:					
2015	0.28	33,537,396	16,883,175	199.00	67.00
2016	0.27	42,181,402	17,047,771	247.43	61.70
2017	0.26	47,229,076	16,914,533	279.22	57.47
2018	0.27	44,338,880	17,110,610	259.13	61.49
2019	0.27	44,872,460	17,228,044	260.46	62.54
2020	0.27	48,336,405	17,894,673	270.12	61.59
2021	0.26	51,106,285	17,578,764	290.73	58.97
2022	0.27	39,435,132	17,739,908	222.30	70.44
2023	0.27	56,240,562	18,809,977	298.99	59.93
2024	0.27	67,805,076	19,983,948	339.30	55.70
Jackson State University:					
2015	0.83	100,387,620	50,536,476	199.00	67.00
2016	0.85	130,840,285	52,898,190	247.43	61.70
2017	0.87	155,284,587	55,613,333	279.22	57.47
2018	0.91	152,074,130	58,686,216	259.13	61.49
2019	0.77	128,859,771	49,473,594	260.46	62.54
2020	0.72	126,401,212	46,795,130	270.12	61.59
2021	0.68	131,957,542	45,388,753	290.73	58.97
2022	0.67	99,198,952	44,624,684	222.30	70.44
2023	0.69	141,575,643	47,350,782	298.99	59.93
2024	0.66	166,516,916	49,076,937	339.30	55.70
Mississippi State University:					
2015	3.11	377,668,592	190,123,441	199.00	67.00
2016	3.15	487,619,653	197,073,543	247.43	61.70
2017	3.22	575,770,041	206,205,213	279.22	57.47

**MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING**  
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Schedule of Proportionate Share of the Net Pension Liability of  
the Mississippi Public Employees' Retirement System  
June 30, 2024

Employer	Proportionate share of the net pension liability (%)	Proportionate share of the net pension liability (\$)	Estimated Covered-employee payroll provided by PERS	Proportionate share of the net pension liability as a percentage of its covered- employee payroll	PERS fiduciary net position as a percentage of the total pension liability
2018	3.16 %	\$ 525,651,937	\$ 202,851,879	259.13 %	61.49 %
2019	3.11	517,960,848	198,862,565	260.46	62.54
2020	3.17	558,213,479	206,656,819	270.12	61.59
2021	3.22	623,650,981	214,514,000	290.73	58.97
2022	3.28	484,398,386	217,906,787	222.30	70.44
2023	3.26	671,443,515	224,568,115	298.99	59.93
2024	3.30	830,851,179	244,873,805	339.30	55.70
Mississippi University for Women:					
2015	0.22	27,087,951	13,636,438	199.00	67.00
2016	0.23	35,499,410	14,347,232	247.43	61.70
2017	0.23	41,584,769	14,893,092	279.22	57.47
2018	0.24	39,274,129	15,156,095	259.13	61.49
2019	0.23	38,566,359	14,806,921	260.46	62.54
2020	0.22	39,373,621	14,576,551	270.12	61.59
2021	0.23	43,996,647	15,133,299	290.73	58.97
2022	0.23	33,515,640	15,077,023	222.30	70.44
2023	0.23	47,621,034	15,927,126	298.99	59.93
2024	0.23	58,315,739	17,187,190	339.30	55.70
Mississippi Valley State University:					
2015	0.26	31,120,964	15,666,711	199.00	67.00
2016	0.24	37,755,185	15,258,908	247.43	61.70
2017	0.25	44,719,677	16,015,822	279.22	57.47
2018	0.25	41,999,298	16,207,752	259.13	61.49
2019	0.25	42,303,133	16,241,594	260.46	62.54
2020	0.25	44,196,596	16,362,070	270.12	61.59
2021	0.25	47,700,781	16,407,391	290.73	58.97
2022	0.23	33,636,869	15,131,557	222.30	70.44
2023	0.22	45,483,661	15,212,270	298.99	59.93
2024	0.21	52,616,337	15,507,425	339.30	55.70
University of Mississippi:					
2015	1.85	224,435,474	112,983,803	199.00	67.00
2016	1.86	287,872,551	116,344,946	247.43	61.70
2017	1.87	333,566,560	119,462,908	279.22	57.47
2018	1.92	319,127,442	123,152,978	259.13	61.49
2019	1.96	325,309,886	124,897,390	260.46	62.54
2020	1.93	339,244,839	125,592,222	270.12	61.59
2021	1.91	370,390,153	127,401,184	290.73	58.97
2022	1.89	279,700,687	125,823,454	222.30	70.44

**MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING**  
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Schedule of Proportionate Share of the Net Pension Liability of  
the Mississippi Public Employees' Retirement System  
June 30, 2024

Employer	Proportionate share of the net pension liability (%)	Proportionate share of the net pension liability (\$)	Estimated Covered-employee payroll provided by PERS	Proportionate share of the net pension liability as a percentage of its covered- employee payroll	PERS fiduciary net position as a percentage of the total pension liability
2023	1.92 %	\$ 395,825,863	\$ 132,386,218	298.99 %	59.93 %
2024	2.00	503,754,374	148,469,730	339.30	55.70
University of Southern Miss:					
2015	1.35	163,430,215	82,272,965	199.00	67.00
2016	1.32	204,738,145	82,745,841	247.43	61.70
2017	1.31	233,764,776	83,720,083	279.22	57.47
2018	1.34	222,060,208	85,694,216	259.13	61.49
2019	1.35	224,453,669	86,175,302	260.46	62.54
2020	1.31	231,330,127	85,640,978	270.12	61.59
2021	1.31	253,087,895	87,053,333	290.73	58.97
2022	1.30	191,741,041	86,254,776	222.30	70.44
2023	1.29	264,972,272	88,621,489	298.99	59.93
2024	1.26	315,956,570	93,120,753	339.30	55.70
University Medical Center:					
2015	6.76	821,435,313	413,521,568	199.00	67.00
2016	7.04	1,087,561,173	439,542,508	247.43	61.70
2017	7.22	1,288,831,062	461,579,562	279.22	57.47
2018	7.30	1,212,970,916	468,091,930	259.13	61.49
2019	7.41	1,232,363,510	473,145,740	260.46	62.54
2020	7.73	1,360,163,256	503,547,517	270.12	61.59
2021	7.74	1,498,101,899	515,294,356	290.73	58.97
2022	7.50	1,108,966,743	498,869,086	222.30	70.44
2023	7.35	1,512,260,832	505,784,264	298.99	59.93
2024	7.26	1,826,554,940	538,334,023	339.30	55.70
Executive Office:					
2015	0.10	13,082,977	6,586,146	199.00	67.00
2016	0.11	16,593,427	6,706,305	247.43	61.70
2017	0.11	20,018,666	7,169,448	279.22	57.47
2018	0.10	18,081,464	6,977,734	259.13	61.49
2019	0.11	17,819,021	6,841,321	260.46	62.54
2020	0.11	18,717,421	6,929,397	270.12	61.59
2021	0.10	20,183,265	6,942,333	290.73	58.97
2022	0.10	14,717,078	6,620,483	222.30	70.44
2023	0.10	20,904,852	6,991,747	298.99	59.93
2024	0.10	25,377,284	7,479,356	339.30	55.70
MS Commission for Volunteer Service					
2015	0.01	1,092,239	549,848	199.00	67.00
2016	0.01	1,231,115	503,886	247.43	61.70

**MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING**  
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Schedule of Proportionate Share of the Net Pension Liability of  
the Mississippi Public Employees' Retirement System  
June 30, 2024

Employer	Proportionate share of the net pension liability (%)	Proportionate share of the net pension liability (\$)	Estimated Covered-employee payroll provided by PERS	Proportionate share of the net pension liability as a percentage of its covered- employee payroll	PERS fiduciary net position as a percentage of the total pension liability
2017	0.01 %	\$ 1,586,388	\$ 568,146	279.22 %	57.47 %
2018	0.01	1,649,603	636,590	259.13	61.49
2019	0.01	1,652,816	634,570	260.46	62.54
2020	0.01	1,750,782	648,159	270.12	61.59
2021	0.01	1,925,718	662,379	290.73	58.97
2022	0.01	1,385,339	623,195	222.30	70.44
2023	0.01	1,851,627	619,287	298.99	59.93
2024	0.01	2,224,993	655,764	339.30	55.70
2015 Totals	15.24 %	\$ 1,850,037,000	\$ 931,333,441	199.00 %	67.00 %
2016 Totals	15.54 %	\$ 2,402,927,178	\$ 971,178,203	247.43 %	61.70 %
2017 Totals	15.81 %	\$ 2,824,552,261	\$ 1,011,579,899	279.22 %	57.47 %
2018 Totals	15.96 %	\$ 2,653,162,201	\$ 1,023,869,410	259.13 %	61.49 %
2019 Totals	15.93 %	\$ 2,649,318,090	\$ 1,017,162,190	260.46 %	62.54 %
2020 Totals	16.16 %	\$ 2,843,514,960	\$ 1,052,700,786	270.12 %	61.59 %
2021 Totals	16.13 %	\$ 3,123,010,235	\$ 1,074,205,666	290.73 %	58.97 %
2022 Totals	15.85 %	\$ 2,342,156,187	\$ 1,053,619,798	222.30 %	70.44 %
2023 Totals	15.69 %	\$ 3,229,875,677	\$ 1,080,250,350	298.99 %	59.93 %
2024 Totals	15.64 %	\$ 3,933,233,377	\$ 1,159,227,845	339.30 %	55.70 %

**MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING**  
**A Component Unit of the State of Mississippi**  
**Required Supplementary Information (Unaudited)**

Schedule of Proportionate Share of Contributions to the  
Mississippi Public Employees' Retirement System  
June 30, 2024

Employer		Proportionate share of contributions	Required contributions	Contribution deficiency (excess)	Actual Covered- employee payroll	Contribution as a percentage of covered- employee payroll
Alcorn State University:						
2015	\$	4,487,694	4,487,694	—	28,493,295	15.75 %
2016		4,578,969	4,578,969	—	29,072,819	15.75
2017		4,612,758	4,612,758	—	29,287,352	15.75
2018		4,445,215	4,445,215	—	28,223,587	15.75
2019		4,363,103	4,363,103	—	27,702,241	15.75
2020		4,789,190	4,789,190	—	27,524,080	17.40
2021		4,286,010	4,286,010	—	24,632,241	17.40
2022		4,124,495	4,124,495	—	23,703,994	17.40
2023		4,249,407	4,249,407	—	24,421,879	17.40
2024		4,668,323	4,668,323	—	26,829,443	17.40
Delta State University:						
2015		2,664,943	2,664,943	—	16,920,273	15.75
2016		2,629,908	2,629,908	—	16,697,829	15.75
2017		2,650,434	2,650,434	—	16,828,152	15.75
2018		2,379,412	2,379,412	—	15,107,378	15.75
2019		2,725,784	2,725,784	—	17,306,565	15.75
2020		2,970,686	2,970,686	—	17,072,908	17.40
2021		3,051,947	3,051,947	—	17,539,925	17.40
2022		3,238,902	3,238,902	—	18,614,379	17.40
2023		3,441,325	3,441,325	—	19,777,730	17.40
2024		3,304,392	3,304,392	—	18,990,759	17.40
Jackson State University:						
2015		8,271,356	8,271,356	—	52,516,546	15.75
2016		8,653,220	8,653,220	—	54,941,079	15.75
2017		8,714,352	8,714,352	—	55,329,219	15.75
2018		8,294,334	8,294,334	—	52,662,438	15.75
2019		7,274,360	7,274,360	—	46,186,413	15.75
2020		7,808,898	7,808,898	—	44,878,724	17.40
2021		7,674,848	7,674,848	—	44,108,322	17.40
2022		8,153,424	8,153,424	—	46,858,759	17.40
2023		8,449,058	8,449,058	—	48,557,805	17.40
2024		9,014,219	9,014,219	—	51,805,856	17.40
Mississippi State University:						
2015		30,812,946	30,812,946	—	195,637,752	15.75
2016		32,082,720	32,082,720	—	203,699,810	15.75
2017		32,311,407	32,311,407	—	205,151,790	15.75
2018		31,045,339	31,045,339	—	197,113,263	15.75
2019		32,163,084	32,163,084	—	204,210,057	15.75

**MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING**  
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**Required Supplementary Information (Unaudited)**

Schedule of Proportionate Share of Contributions to the  
Mississippi Public Employees' Retirement System  
June 30, 2024

Employer	Proportionate share of contributions	Required contributions	Contribution deficiency (excess)	Actual Covered- employee payroll	Contribution as a percentage of covered- employee payroll
2020	\$ 36,670,189	36,670,189	—	210,748,213	17.40 %
2021	37,491,151	37,491,151	—	215,466,385	17.40
2022	38,656,800	38,656,800	—	222,165,517	17.40
2023	42,179,640	42,179,640	—	242,411,724	17.40
2024	44,843,297	44,843,297	—	257,720,098	17.40
Mississippi University for Women:					
2015	2,243,470	2,243,470	—	14,244,254	15.75
2016	2,316,938	2,316,938	—	14,710,717	15.75
2017	2,333,680	2,333,680	—	14,817,016	15.75
2018	2,311,505	2,311,505	—	14,676,222	15.75
2019	2,267,113	2,267,113	—	14,394,367	15.75
2020	2,605,550	2,605,550	—	14,974,425	17.40
2021	2,593,446	2,593,446	—	14,904,862	17.40
2022	2,742,395	2,742,395	—	15,760,891	17.40
2023	2,960,187	2,960,187	—	17,012,569	17.40
2024	3,015,215	3,015,215	—	17,328,822	17.40
Mississippi Valley State University:					
2015	2,384,644	2,384,644	—	15,140,597	15.75
2016	2,491,943	2,491,943	—	15,821,860	15.75
2017	2,509,604	2,509,604	—	15,933,994	15.75
2018	2,536,037	2,536,037	—	16,101,822	15.75
2019	2,545,552	2,545,552	—	16,162,235	15.75
2020	2,823,856	2,823,856	—	16,229,057	17.40
2021	2,595,820	2,595,820	—	14,918,506	17.40
2022	2,617,906	2,617,906	—	15,045,437	17.40
2023	2,674,807	2,674,807	—	15,372,454	17.40
2024	2,752,581	2,752,581	—	15,819,431	17.40
University of Mississippi:					
2015	18,189,943	18,189,943	—	115,491,702	15.75
2016	18,587,600	18,587,600	—	118,016,508	15.75
2017	18,719,288	18,719,288	—	118,852,622	15.75
2018	19,505,230	19,505,230	—	123,842,730	15.75
2019	19,541,619	19,541,619	—	124,073,771	15.75
2020	21,929,628	21,929,628	—	126,032,345	17.40
2021	21,641,091	21,641,091	—	124,374,086	17.40
2022	22,793,811	22,793,811	—	130,998,914	17.40
2023	25,581,184	25,581,184	—	147,018,299	17.40
2024	28,509,128	28,509,128	—	163,845,563	17.40

**MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING**  
**A Component Unit of the State of Mississippi**  
**Required Supplementary Information (Unaudited)**

Schedule of Proportionate Share of Contributions to the  
Mississippi Public Employees' Retirement System  
June 30, 2024

Employer		Proportionate share of contributions	Required contributions	Contribution deficiency (excess)	Actual Covered-employee payroll	Contribution as a percentage of covered- employee payroll
University of Southern Miss:						
2015	\$	12,934,612	12,934,612	—	82,124,521	15.75 %
2016		13,009,957	13,009,957	—	82,602,902	15.75
2017		13,118,547	13,118,547	—	83,292,362	15.75
2018		13,456,220	13,456,220	—	85,436,317	15.75
2019		13,321,459	13,321,459	—	84,580,692	15.75
2020		13,777,396	13,777,396	—	79,180,437	17.40
2021		14,836,009	14,836,009	—	85,264,420	17.40
2022		15,254,661	15,254,661	—	87,670,466	17.40
2023		16,033,951	16,033,951	—	92,149,144	17.40
2024		16,323,484	16,323,484	—	93,813,126	17.40
University Medical Center:						
2015		68,736,092	68,736,092	—	436,419,632	15.75
2016		71,818,771	71,818,771	—	455,992,197	15.75
2017		72,327,391	72,327,391	—	459,221,530	15.75
2018		73,927,567	73,927,567	—	469,381,378	15.75
2019		78,391,851	78,391,851	—	497,726,038	15.75
2020		88,706,272	88,706,272	—	509,806,161	17.40
2021		85,783,197	85,783,197	—	493,006,879	17.40
2022		87,049,388	87,049,388	—	500,283,839	17.40
2023		92,705,250	92,705,250	—	532,788,793	17.40
2024		91,100,768	91,100,768	—	523,567,632	17.40
Executive Office:						
2015		1,048,459	1,048,459	—	6,656,883	15.75
2016		959,854	959,854	—	6,094,311	15.75
2017		1,123,420	1,123,420	—	7,132,825	15.75
2018		1,068,031	1,068,031	—	6,781,148	15.75
2019		1,078,124	1,078,124	—	6,845,232	15.75
2020		1,194,824	1,194,824	—	6,866,805	17.40
2021		1,138,221	1,138,221	—	6,541,500	17.40
2022		1,203,862	1,203,862	—	6,918,747	17.40
2023		1,288,072	1,288,072	—	7,402,713	17.40
2024		1,282,462	1,282,462	—	7,370,471	17.40
MS Commission for Volunteer Service:						
2015		78,708	78,708	—	499,733	15.75
2016		88,482	88,482	—	561,790	15.75
2017		89,025	89,025	—	565,238	15.75
2018		99,080	99,080	—	629,080	15.75
2019		100,856	100,856	—	640,356	15.75



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Schedule of Proportionate Share of Contributions to the  
Mississippi Public Employees' Retirement System  
June 30, 2024

Employer	Proportionate share of contributions	Required contributions	Contribution deficiency (excess)	Actual Covered-employee payroll	Contribution as a percentage of covered- employee payroll
2020	\$ 114,024	114,024	—	655,310	17.40 %
2021	107,124	107,124	—	615,655	17.40
2022	106,561	106,561	—	612,420	17.40
2023	112,921	112,921	—	648,971	17.40
2024	105,934	105,934	—	608,816	17.40
2015 Totals	<u>\$ 151,852,867</u>	<u>151,852,867</u>	<u>—</u>	<u>964,145,187</u>	<u>15.75 %</u>
2016 Totals	<u>\$ 157,218,362</u>	<u>157,218,362</u>	<u>—</u>	<u>998,211,822</u>	<u>15.75 %</u>
2017 Totals	<u>\$ 158,509,906</u>	<u>158,509,906</u>	<u>—</u>	<u>1,006,412,102</u>	<u>15.75 %</u>
2018 Totals	<u>\$ 159,067,970</u>	<u>159,067,970</u>	<u>—</u>	<u>1,009,955,364</u>	<u>15.75 %</u>
2019 Totals	<u>\$ 163,772,905</u>	<u>163,772,905</u>	<u>—</u>	<u>1,039,827,967</u>	<u>15.75 %</u>
2020 Totals	<u>\$ 183,390,513</u>	<u>183,390,513</u>	<u>—</u>	<u>1,053,968,466</u>	<u>17.40 %</u>
2021 Totals	<u>\$ 181,198,864</u>	<u>181,198,864</u>	<u>—</u>	<u>1,041,372,782</u>	<u>17.40 %</u>
2022 Totals	<u>\$ 185,942,205</u>	<u>185,942,205</u>	<u>—</u>	<u>1,068,633,363</u>	<u>17.40 %</u>
2023 Totals	<u>\$ 199,675,802</u>	<u>199,675,802</u>	<u>—</u>	<u>1,147,562,081</u>	<u>17.40 %</u>
2024 Totals	<u>\$ 204,919,803</u>	<u>204,919,803</u>	<u>—</u>	<u>1,177,700,017</u>	<u>17.40 %</u>

**MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING**  
**A Component Unit of the State of Mississippi**  
**Required Supplementary Information (Unaudited)**

Schedule of Proportionate Share of the Net OPEB Liability of the  
Mississippi State and School Employees' Life and Health Insurance Plan  
June 30, 2024

<u>Employer</u>	<u>Proportionate share of the net OPEB liability (%)</u>	<u>Proportionate share of the net OPEB liability (\$)</u>	<u>Covered-employee payroll</u>	<u>Proportionate share of the net OPEB liability as a percentage of its covered- employee payroll</u>	<u>Plan fiduciary net position as a percentage of the total OPEB liability</u>
Alcorn State University:					
2018	0.58 %	\$ 4,553,690	\$ 26,074,744	17.46 %	0.00 %
2019	0.57	4,425,422	25,875,362	17.10	0.00
2020	0.56	4,718,847	25,466,787	18.53	0.00
2021	0.55	4,285,131	26,537,344	16.15	0.00
2022	0.49	3,180,116	23,295,570	13.54	0.00
2023	0.48	2,351,215	23,586,989	10.03	0.00
2024	0.46	2,526,540	24,481,430	10.40	0.00
Delta State University:					
2018	0.41	3,212,943	18,397,530	17.46	0.00
2019	0.42	3,268,272	19,109,522	17.10	0.00
2020	0.42	3,556,677	19,194,756	18.53	0.00
2021	0.41	3,181,438	19,702,296	16.15	0.00
2022	0.41	2,661,875	19,492,212	13.54	0.00
2023	0.42	2,068,551	20,638,615	10.03	0.00
2024	0.40	2,234,156	21,288,200	10.40	0.00
Jackson State University:					
2018	1.01	7,923,756	45,371,973	17.46	0.00
2019	0.93	7,183,715	42,003,040	17.10	0.00
2020	0.87	7,374,236	39,797,448	18.53	0.00
2021	0.82	6,385,068	39,542,017	16.15	0.00
2022	0.82	5,253,081	38,984,424	13.54	0.00
2023	0.83	4,109,674	40,785,835	10.03	0.00
2024	0.81	4,505,290	43,108,605	10.40	0.00
Mississippi State University:					
2018	3.85	30,245,677	173,188,825	17.46	0.00
2019	3.84	29,735,714	173,864,154	17.10	0.00
2020	3.90	33,054,895	178,391,432	18.53	0.00
2021	3.98	31,009,098	192,035,910	16.15	0.00
2022	4.15	26,742,421	197,299,217	13.54	0.00
2023	4.17	20,546,848	204,911,965	10.03	0.00
2024	4.29	23,746,723	228,315,945	10.40	0.00
Mississippi University for Women:					
2018	0.30	2,342,410	13,412,798	17.46	0.00
2019	0.31	2,364,085	13,822,757	17.10	0.00
2020	0.30	2,567,364	13,855,612	18.53	0.00

**MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING**  
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Schedule of Proportionate Share of the Net OPEB Liability of the  
Mississippi State and School Employees' Life and Health Insurance Plan  
June 30, 2024

Employer	Proportionate share of the net OPEB liability (%)	Proportionate share of the net OPEB liability (\$)	Covered-employee payroll	Proportionate share of the net OPEB liability as a percentage of its covered- employee payroll	Plan fiduciary net position as a percentage of the total OPEB liability
2021	0.31	\$ 2,421,117	\$ 14,993,708	16.15	0.00 %
2022	0.32	2,037,630	15,213,434	13.54	0.00
2023	0.32	1,592,366	15,724,659	10.03	0.00
2024	0.34	1,851,477	18,094,970	10.40	0.00
Mississippi Valley State					
University:					
2018	0.40	3,175,395	18,182,528	17.46	0.00
2019	0.40	3,080,141	18,009,522	17.10	0.00
2020	0.39	3,314,930	17,890,090	18.53	0.00
2021	0.37	2,917,487	18,067,671	16.15	0.00
2022	0.35	2,243,749	16,639,693	13.54	0.00
2023	0.34	1,609,889	16,707,450	10.03	0.00
2024	0.32	1,774,082	17,030,560	10.40	0.00
University of Mississippi:					
2018	2.52	19,806,214	113,411,739	17.46	0.00
2019	2.62	20,248,697	118,393,742	17.10	0.00
2020	2.63	22,349,145	120,614,392	18.53	0.00
2021	2.67	20,806,654	128,853,307	16.15	0.00
2022	2.65	17,066,623	125,986,247	13.54	0.00
2023	2.68	13,202,158	131,694,021	10.03	0.00
2024	2.81	15,565,136	149,549,605	10.40	0.00
University of Southern					
Mississippi:					
2018	1.79	14,037,705	80,380,864	17.46	0.00
2019	1.82	14,044,422	82,117,466	17.10	0.00
2020	1.80	15,274,063	82,431,424	18.53	0.00
2021	1.80	13,981,862	86,588,121	16.15	0.00
2022	1.79	11,548,533	85,100,144	13.54	0.00
2023	1.81	8,920,294	88,942,604	10.03	0.00
2024	1.83	10,126,798	97,393,515	10.40	0.00
University of Mississippi					
Medical Center:					
2018	7.35	57,663,711	330,186,370	17.46	0.00
2019	7.34	56,789,549	332,047,403	17.10	0.00
2020	7.60	64,529,186	348,252,627	18.53	0.00
2021	7.76	60,353,305	373,761,386	16.15	0.00
2022	7.46	47,990,300	354,663,171	13.54	0.00

**MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING**  
**A Component Unit of the State of Mississippi**  
**Required Supplementary Information (Unaudited)**

Schedule of Proportionate Share of the Net OPEB Liability of the  
Mississippi State and School Employees' Life and Health Insurance Plan  
June 30, 2024

Employer	Proportionate share of the net OPEB liability (%)	Proportionate share of the net OPEB liability (\$)	Covered-employee payroll	Proportionate share of the net OPEB liability as a percentage of its covered- employee payroll	Plan fiduciary net position as a percentage of the total OPEB liability
2023	7.15 %	\$ 35,246,134	\$ 351,347,854	10.03	0.00 %
2024	7.27	40,228,560	386,913,035	10.40	0.00
Executive Office:					
2018	0.09	712,832	4,081,723	17.46	0.00
2019	0.09	691,744	4,044,610	17.10	0.00
2020	0.09	759,685	4,099,885	18.53	0.00
2021	0.08	661,048	4,093,796	16.15	0.00
2022	0.09	547,687	4,278,778	13.54	0.00
2023	0.09	441,900	4,422,560	10.03	0.00
2024	0.09	497,053	4,789,845	10.40	0.00
2018 Totals	18.31 %	\$ 143,674,333	\$ 822,689,094	17.46 %	0.00 %
2019 Totals	18.34 %	\$ 141,831,761	\$ 829,287,578	17.10 %	0.00 %
2020 Totals	18.56 %	\$ 157,499,028	\$ 849,994,451	18.53 %	0.00 %
2021 Totals	18.76 %	\$ 146,002,208	\$ 904,175,557	16.15 %	0.00 %
2022 Totals	18.53 %	\$ 119,272,015	\$ 880,952,889	13.54 %	0.00 %
2023 Totals	18.29 %	\$ 90,089,029	\$ 898,762,552	10.03 %	0.00 %
2024 Totals	18.62 %	\$ 103,055,815	\$ 990,965,710	10.40 %	0.00 %

See accompanying independent auditors' report.

**MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING**

**A Component Unit of the State of Mississippi**

**Required Supplementary Information (Unaudited)**

Schedule of Proportionate Share of Employer Contributions to the  
Mississippi State and School Employees' Life and Health Insurance Plan  
June 30, 2024

Employer	Contractually required contribution	Contributions in relation to the contractually required contribution	Contribution deficiency (excess)	Covered- employee payroll	Contributions as a percentage of covered- employee payroll
Alcorn State University:					
2018	\$ 253,468	179,174	74,294	26,074,744	0.69 %
2019	269,284	197,080	72,204	25,875,362	0.76
2020	258,131	189,145	68,986	25,466,787	0.74
2021	274,109	170,891	103,218	26,537,344	0.64
2022	288,561	126,734	161,827	23,295,570	0.54
2023	232,090	96,374	135,715	23,586,989	0.41
2024	181,806	111,619	70,187	24,481,430	0.46
Delta State University:					
2018	178,839	126,420	52,420	18,397,530	0.69
2019	198,872	145,548	53,324	19,109,522	0.76
2020	194,558	142,562	51,996	19,194,756	0.74
2021	203,509	126,876	76,633	19,702,296	0.64
2022	241,449	106,042	135,407	19,492,212	0.54
2023	203,078	84,328	118,751	20,638,615	0.41
2024	158,092	97,060	61,032	21,288,200	0.46
Jackson State University:					
2018	441,053	311,776	129,277	45,371,973	0.69
2019	437,124	319,917	117,207	42,003,040	0.76
2020	403,386	295,581	107,806	39,797,448	0.74
2021	408,437	254,637	153,800	39,542,017	0.64
2022	482,898	212,085	270,813	38,984,424	0.54
2023	401,322	166,647	234,674	40,785,835	0.41
2024	320,136	196,547	123,590	43,108,605	0.46
Mississippi State University:					
2018	1,683,539	1,190,076	493,462	173,188,825	0.69
2019	1,809,398	1,324,240	485,159	173,864,154	0.76
2020	1,808,173	1,324,937	483,236	178,391,432	0.74
2021	1,983,574	1,236,645	746,928	192,035,910	0.64
2022	2,443,935	1,073,356	1,370,579	197,299,217	0.54
2023	2,016,278	837,253	1,179,026	204,911,965	0.41
2024	1,695,537	1,040,969	654,568	228,315,945	0.46
Mississippi University for Women:					
2018	130,383	92,167	38,217	13,412,798	0.69
2019	143,853	105,281	38,572	13,822,757	0.76
2020	140,440	102,907	37,533	13,855,612	0.74
2021	154,873	96,554	58,318	14,993,708	0.64
2022	188,448	82,765	105,683	15,213,434	0.54

**MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING**  
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Schedule of Proportionate Share of Employer Contributions to the  
Mississippi State and School Employees' Life and Health Insurance Plan  
June 30, 2024

Employer	Contractually required contribution	Contributions in relation to the contractually required contribution	Contribution deficiency (excess)	Covered- employee payroll	Contributions as a percentage of covered- employee payroll
2023	\$ 154,726	64,250	90,477	15,724,659	0.41 %
2024	134,378	82,501	51,877	18,094,970	0.46
Mississippi Valley State University:					
2018	176,749	124,942	51,807	18,182,528	0.69
2019	187,424	137,170	50,255	18,009,522	0.76
2020	181,334	132,872	48,462	17,890,090	0.74
2021	186,624	116,350	70,275	18,067,671	0.64
2022	206,115	90,524	115,591	16,639,693	0.54
2023	164,397	68,265	96,132	16,707,450	0.41
2024	126,474	77,648	48,826	17,030,560	0.46
University of Mississippi:					
2018	1,102,456	779,315	323,141	113,411,739	0.69
2019	1,232,120	901,748	330,371	118,393,742	0.76
2020	1,222,546	895,819	326,727	120,614,392	0.74
2021	1,330,949	829,771	501,178	128,853,307	0.64
2022	1,560,585	685,396	875,189	125,986,247	0.54
2023	1,295,834	538,090	757,743	131,694,021	0.41
2024	1,110,596	681,847	428,750	149,549,605	0.46
University of Southern Mississippi:					
2018	781,368	552,341	229,027	80,380,864	0.69
2019	854,594	625,449	229,144	82,117,466	0.76
2020	835,524	612,229	223,295	82,431,424	0.74
2021	894,384	557,598	336,787	86,588,121	0.64
2022	1,054,131	462,966	591,165	85,100,144	0.54
2023	875,171	363,412	511,759	88,942,604	0.41
2024	723,271	444,050	279,221	97,393,515	0.46
University of Mississippi Medical Center:					
2018	3,209,684	2,268,893	940,791	330,186,370	0.69
2019	3,455,606	2,529,046	926,561	332,047,403	0.76
2020	3,529,884	2,586,518	943,366	348,252,627	0.74
2021	3,860,649	2,406,895	1,453,754	373,761,386	0.64
2022	4,393,194	1,929,454	2,463,740	354,663,171	0.54
2023	3,457,168	1,435,577	2,021,591	351,347,854	0.41
2024	2,873,322	1,764,066	1,109,257	386,913,035	0.46

**MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING**  
**A Component Unit of the State of Mississippi**  
**Required Supplementary Information (Unaudited)**

Schedule of Proportionate Share of Employer Contributions to the  
Mississippi State and School Employees' Life and Health Insurance Plan  
June 30, 2024

Employer	Contractually required contribution	Contributions in relation to the contractually required contribution	Contribution deficiency (excess)	Covered- employee payroll	Contributions as a percentage of covered- employee payroll
Executive Office:					
2018	\$ 39,678	28,048	11,630	4,081,724	0.69 %
2019	42,092	30,806	11,286	4,044,612	0.76
2020	41,556	30,450	11,106	4,099,885	0.74
2021	42,286	26,363	15,923	4,093,796	0.64
2022	53,001	23,278	29,723	4,278,778	0.54
2023	43,517	18,070	25,447	4,422,560	0.41
2024	35,571	21,839	13,732	4,789,845	0.46
2018 Totals	<u>\$ 7,997,218</u>	<u>5,653,152</u>	<u>2,344,066</u>	<u>822,689,094</u>	<u>0.69 %</u>
2019 Totals	<u>\$ 8,630,368</u>	<u>6,316,285</u>	<u>2,314,083</u>	<u>829,287,578</u>	<u>0.76 %</u>
2020 Totals	<u>\$ 8,615,532</u>	<u>6,313,021</u>	<u>2,302,512</u>	<u>849,994,451</u>	<u>0.74 %</u>
2021 Totals	<u>\$ 9,339,393</u>	<u>5,822,581</u>	<u>3,516,812</u>	<u>904,175,557</u>	<u>0.64 %</u>
2022 Totals	<u>\$ 10,912,317</u>	<u>4,792,599</u>	<u>6,119,718</u>	<u>880,952,889</u>	<u>0.54 %</u>
2023 Totals	<u>\$ 8,843,581</u>	<u>3,672,266</u>	<u>5,171,315</u>	<u>898,762,552</u>	<u>0.41 %</u>
2024 Totals	<u>\$ 7,359,183</u>	<u>4,518,143</u>	<u>2,841,040</u>	<u>990,965,710</u>	<u>0.46 %</u>

See accompanying independent auditors' report.

**MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING**  
**A Component Unit of the State of Mississippi**  
**Notes to Required Supplementary Information (Unaudited)**  
**June 30, 2024 and 2023**

**1. Net pension liability**

**(a) Schedule of Proportionate Share of the Net Pension Liability**

This schedule presents historical trend information about the IHL System's proportionate share of the net pension liability for its employees who participate in the PERS. The net pension liability is measured as the total pension liability less the amount of the fiduciary net position of the plan. Trend information will be accumulated to display a ten-year presentation.

**(b) Schedule of Proportionate Share of Contributions to the PERS defined benefit plan**

The required contributions and percentage of those contributions actually made are presented in the schedule. Trend information will be accumulated to display a ten-year presentation.

**(c) Changes of Assumptions and in Benefit Provisions (pension plan)**

*Changes of assumptions:*

**2024**

- The investment rate of return assumption was changed from 7.55% to 7.00%;
- The assumed load for administrative expenses was decreased from 0.28% to 0.26% of payroll;
- Withdrawal rates, disability rates and service retirement rates were adjusted to reflect actual experience more closely;
- The percentage of participants assumed to receive a deferred benefit upon attaining the eligibility requirements for retirement was increased from 60% to 65%;
- For married members, the number of years that a male is assumed to be older than his spouse was changed from 3 years to 2 years;
- The assumed amount of unused sick leave at retirement was increased from 0.50 years to 0.55 years; and
- The assumed average number of years of military service that participants will have at retirement was decreased from 0.25 years to 0.20 years.

**2023**

- There were no changes of assumptions.

**2022**

- The expectation of retired life mortality was changed to the PubS.H-2010(B) Retiree Table with the following adjustments:
  - For males, 95% of male rates up to age 60, 110% for ages 61 to 75, and 101% for ages above 77;
  - For females, 84% of the female rates up to age 72, 100% for ages above 76; and
  - Projection scale MP-2020 will be used to project future improvements in life expectancy generationally.
- The expectation of disabled mortality was changed to PubG.H-2010 Disabled Table for disabled retirees with the following adjustments:
  - For males, 134% of male rates at all ages;
  - For females, 121% of female rates at all ages; and
  - Projection scale MP-2020 will be used to project future improvements in life expectancy generationally.
- The expectation of contingent annuitant mortality was based on the PubS.H-2010(B) Contingent Annuitant Table with the following adjustments:
  - For males, 97% of male rates at all ages;
  - For females, 110% of female rates at all ages;
  - Projection scale MP-2020 will be used to project future improvements in life expectancy generationally.
- The price inflation assumption was reduced from 2.75% to 2.40%;



**MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING**  
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- The wage inflation assumption was reduced from 3.00% to 2.65%;
- The investment rate of return assumption was changed from 7.75% to 7.55%;
- The assumed load for administrative expenses was increased from 0.25% to 0.28% of payroll;
- Withdrawal rates, pre-retirement mortality rates, disability rates and service retirement rates were also adjusted to reflect actual experience more closely;
- The percentage of active member disabilities assumed to be in the line of duty was increased from 9% to 12%; and
- The percentage of active member deaths assumed to be in the line of duty was decreased from 6% to 4%.

**2020**

- The expectation of retired life mortality was changed to the PubS.H-2010(B) Retiree Table with the following adjustments:
  - For males, 112% of male rates from ages 18 to 75 scaled down to 105% for ages 80 to 119;
  - For females, 85% of the female rates from ages 18 to 65 scaled up to 102% for ages 75 to 119; and
  - Projection scale MP-2018 will be used to project future improvements in life expectancy generationally.
- The expectation of disabled mortality was changed to PubT.H-2010 Disabled Retiree Table for disabled retirees with the following adjustments:
  - For males, 137% of male rates at all ages;
  - For females, 115% of female rates at all ages; and
  - Projection scale MP-2018 will be used to project future improvements in life expectancy generationally.
- The price inflation assumption was reduced from 3.00% to 2.75%;
- The wage inflation assumption was reduced from 3.25% to 3.00%;
- Withdrawal rates, pre-retirement mortality rates, and service retirement rates were also adjusted to more closely reflect actual experience; and
- The percentage of active member disabilities assumed to be in the line of duty was increased from 7% to 9%.

**2018**

- The expectation of retired life mortality was changed to the RP-2014 Healthy Annuitant Blue Collar Mortality Table projected with Scale BB to 2022;
- The wage inflation assumption was reduced from 3.75% to 3.25%;
- Withdrawal rates, pre-retirement mortality rates, disability rates and service retirement rates were also adjusted to more closely reflect actual experience; and
- The percentage of active member disabilities assumed to be in the line of duty was increased from 6% to 7%.

**2017**

- The assumed rate of interest credited to employee contributions was changed from 3.50% to 2.00%.

**2016**

- The expectation of retired life mortality was changed to the RP-2014 Healthy Annuitant Blue Collar Table projected to 2016 using Scale BB rather than the RP-2000 Mortality Table, which was used prior to 2016;
- The expectation of disabled mortality was changed to the RP-2014 Disabled Retiree Table, rather than the RP-2000 Disabled Mortality Table, which was used prior to 2016;
- Withdrawal rates, pre-retirement mortality rates, disability rates and service retirement rates were also adjusted to more closely reflect actual experience;
- Assumed rates of salary increase were adjusted to more closely reflect actual and anticipated experience; and
- The price inflation and investment rate of return assumptions were changed from 3.50% to 3.00% and 8.00% to 7.75%, respectively.

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*Change in benefit provisions:*

**2018 - 2024**

- There were no changes in benefit provisions.

**2017**

- Effective July 1, 2016, the interest rate on employee contributions shall be calculated based on the money market rate as published by the Wall Street Journal on December 31 of each preceding year with a minimum rate of one percent and a maximum rate of five percent.

**2. Net OPEB liability**

**(a) Schedule of Proportionate Share of the Net OPEB Liability**

This schedule presents historical trend information about the IHL System's proportionate share of the net OPEB liability for its employees who participate in the State and School Employees' Life and Health Insurance Plan. The net OPEB liability is measured as the total OPEB liability less the amount of the fiduciary net position of the plan. Trend information will be accumulated to display a ten-year presentation.

**(b) Schedule of Proportionate Share of Employer Contributions to the State and School Employees' Life and Health Insurance Plan**

The required contributions and percentage of those contributions actually made are presented in the schedule. Trend information will be accumulated to display a ten-year presentation.

**(c) Changes of Assumptions and to Benefit Terms (OPEB plan)**

*Changes of assumptions:*

**2024**

- The SEIR was changed from 3.37% for the prior measurement date to 3.66% to the current measurement date. Withdrawal rates, disability rates, service retirement rates and salary merit rates were adjusted to reflect actual experience more closely.

**2023**

- The SEIR was changed from 2.13% for the prior measurement date to 3.37% to the current measurement date.

**2022**

- The SEIR was changed from 2.19% for the prior measurement date to 2.13% to the current measurement date.

**2021**

- The SEIR was changed from 3.50% for the prior measurement date to 2.19% to the current measurement date.

**2020**

- The SEIR was changed from 3.89% for the prior measurement date to 3.50% to the current measurement date.

**2019**

- The SEIR was changed from 3.56% for the prior measurement date to 3.89% to the current measurement date.

*Changes to benefit terms:*

**2024**

- The schedule of monthly retiree contributions was increased as of January 1, 2024. In addition, the medical deductible was increased for the Base Family coverage beginning January 1, 2024.

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**2023**

- The schedule of monthly retiree contributions was increased as of January 1, 2023. In addition, the in-network medical deductible was increased for the Select coverage beginning January 1, 2023.

**2022**

- The schedule of monthly retiree contributions was increased as of January 1, 2022. In addition, the in-network medical deductible was increased for the Select coverage beginning January 1, 2022.

**2021**

- The schedule of monthly retiree contributions was increased as of January 1, 2021. In addition, the deductibles and coinsurance maximums were increased for Select coverage, and the coinsurance maximums were increased for the Base Coverage beginning January 1, 2021.

## **COMBINING SUPPLEMENTARY INFORMATION**

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**MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING**  
**A Component Unit of the State of Mississippi**  
Combining Statement of Net Position Information  
June 30, 2024

	Akorn State University	Delta State University	Jackson State University	Mississippi State University	Mississippi University for Women	Mississippi Valley State University	University of Mississippi	University of Southern Mississippi	University of Mississippi Medical Center	IHL Board Office	MCVS	Elimination entries	Total
<b>Assets</b>													
Current assets:													
Cash and cash equivalents	\$ 69,871,208	5,606,812	59,332,892	262,884,493	5,400,293	36,479,870	40,397,389	120,725,223	104,156,177	12,141,592	(865,464)	—	716,130,485
Short-term investments	3,594,768	360,208	—	32,422,304	—	2,091,281	246,420,983	8,009,733	205,215,576	24,728,303	412,530	—	523,255,686
Accounts receivable, net	18,065,258	6,210,237	42,779,776	126,347,788	5,277,522	6,978,309	70,464,135	37,068,837	201,031,785	4,474,984	1,534,901	(2,993,582)	517,189,950
Student notes receivable, net	681,646	556,726	—	1,442,952	1,462	—	6,655,567	1,355,023	958,667	714,311	—	—	12,366,354
Inventories	295,601	407,771	422,815	2,862,299	—	411,032	1,203,898	205,802	38,407,720	1,083,388	—	—	45,300,326
Prepaid expenses	—	—	6,036,366	5,213,071	284,079	100,906	3,331,331	7,097,111	14,501,694	59,078	—	—	36,623,636
Other current assets	—	—	—	15,000,950	—	—	—	—	3,499,792	—	—	—	5,000,742
Total current assets	92,508,481	13,141,754	108,521,849	432,673,857	10,963,356	46,061,398	368,473,303	174,461,729	567,771,411	43,201,656	1,081,967	(2,993,582)	1,855,867,179
Noncurrent assets:													
Restricted cash and cash equivalents	2,338,213	(300,605)	60,284	73,978,445	322,818	—	9,504,177	10,525,468	147,574,656	—	—	—	244,003,456
Restricted investments	1,058,330	—	—	—	—	552,340	—	—	54,670,003	—	—	—	56,280,673
Endowments investments	19,787,828	—	60,978,291	53,570,145	4,052,827	4,273,893	111,519,542	11,036,275	112,192,994	19,500,364	—	—	396,912,159
Other long-term investments	—	—	—	65,592,801	9,966,120	1,372,335	322,334,270	51,257,601	256,672,648	49,837,157	267,446	—	757,300,378
Student notes receivable, net	—	483,398	1,231,441	15,736,177	16,817	—	26,652,795	5,595,865	2,863,037	11,622,108	—	—	64,201,638
Beneficial interest in irrevocable trust	—	—	—	—	—	—	—	—	47,374,211	—	—	—	47,374,211
Capital assets, net	161,956,860	133,685,944	249,466,622	1,354,467,489	126,649,291	108,704,227	1,270,273,753	583,727,823	984,552,956	4,316,552	2,392	—	4,977,803,909
Other noncurrent assets	—	1,144,730	87,030	24,847,166	—	115,382	18,963,848	1,285,693	2,842,094	—	—	(1,578,984)	47,706,959
Total noncurrent assets	185,141,231	135,013,467	311,823,668	1,588,192,223	141,007,873	115,018,177	1,759,248,385	663,428,725	1,608,742,599	85,276,181	269,838	(1,578,984)	6,591,583,383
Total assets	277,649,712	148,155,221	420,345,517	2,020,866,080	151,971,229	161,079,575	2,127,721,688	837,890,454	2,176,514,010	128,477,837	1,351,805	(4,572,566)	8,447,450,562
Deferred outflows of resources	24,333,306	16,496,662	45,870,472	222,061,919	14,729,336	12,829,462	138,078,910	84,858,011	447,091,549	6,076,707	509,952	—	1,012,936,286
Total assets and deferred outflows of resources	\$ 301,983,018	164,651,883	466,215,989	2,242,927,999	166,700,565	173,909,037	2,265,800,598	922,748,465	2,623,605,559	134,554,544	1,861,757	(4,572,566)	9,460,386,848

**MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING**  
**A Component Unit of the State of Mississippi**  
Combining Statement of Net Position Information  
June 30, 2024

	Liabilities										IHL Board Office	MCVS	Elimination entries	Total
	Alcorn State University	Delta State University	Jackson State University	Mississippi State University	Mississippi University for Women	Mississippi Valley State University	University of Mississippi	University of Southern Mississippi	University of Mississippi Medical Center					
Current liabilities:														
Accounts payable and accrued liabilities	\$ 5,887,855	5,210,550	19,421,750	52,653,075	2,946,664	2,632,162	64,192,856	25,975,788	168,885,796	2,911,947	366,663	—	—	351,085,106
Unearned revenues	3,097,340	1,610,623	23,170,540	1,313,524	1,313,524	1,335,520	72,028,647	17,372,730	29,452,050	—	—	—	—	163,745,299
Accrued leave liabilities – current portion	573,449	389,076	434,276	3,036,022	52,532	278,047	2,143,000	1,306,602	6,565,625	32,502	14,896	—	—	14,826,027
Long-term liabilities – current portion	1,754,546	639,811	6,623,928	16,614,844	255,835	747,284	25,157,934	9,625,988	45,855,739	7,085,630	—	—	(2,993,582)	111,367,957
Other current liabilities	995,040	—	—	—	336,917	94,481	118,022	42,604	95,062,268	361,459	—	—	—	97,010,791
Total current liabilities	12,308,230	7,850,060	40,844,279	95,474,481	4,905,472	5,087,494	163,640,459	54,323,712	345,821,478	10,391,538	381,559	—	(2,993,582)	738,035,180
Noncurrent liabilities:														
Accrued leave liabilities	2,625,445	1,167,228	5,597,331	25,866,210	1,260,766	1,144,395	20,908,590	10,571,594	63,583,304	814,659	39,279	—	—	133,578,801
Deposits refundable	675,779	108,996	452,201	52,274	—	31,474	95,900	2,806	—	—	—	—	—	1,419,430
Long-term liabilities	39,442,005	9,900,469	78,818,334	357,715,833	273,184	13,489,535	262,793,194	131,546,165	529,177,117	24,946,389	—	—	(1,578,984)	1,446,613,241
Net pension liability	83,259,969	67,805,076	166,516,916	830,851,179	58,315,739	52,616,337	503,754,374	315,956,570	1,826,554,940	25,377,284	2,224,993	—	—	3,933,233,377
Net OPEB liability	2,526,540	2,234,156	4,505,290	23,746,723	1,851,477	1,774,082	15,565,136	10,126,798	40,228,560	497,053	—	—	—	103,055,815
Other long-term liabilities	—	—	1,912,787	2,438,586	249,466	—	4,928,100	13,841,064	1,390,689	—	—	—	—	24,760,692
Total noncurrent liabilities	128,529,738	81,305,925	257,802,859	1,240,670,805	61,950,632	69,055,823	808,045,294	482,044,997	2,460,934,610	51,635,385	2,264,272	—	(1,578,984)	5,642,661,356
Total liabilities	140,837,968	89,155,985	298,647,138	1,336,145,286	66,856,104	74,143,317	971,685,753	536,368,709	2,806,756,088	62,026,923	2,645,831	—	(4,572,566)	6,380,696,536
Deferred inflows of resources	7,693,783	2,097,376	4,519,792	26,514,723	667,530	3,850,528	14,155,045	10,665,662	100,526,629	323,342	74,988	—	—	171,089,398
Total liabilities and deferred inflows of resources	\$ 148,531,751	91,253,361	303,166,930	1,362,660,009	67,523,634	77,993,845	985,840,798	547,034,371	2,907,282,717	62,350,265	2,720,819	—	(4,572,566)	6,551,785,934
Net Position														
Net investment in capital assets	\$ 124,129,372	123,420,944	177,919,933	1,058,690,528	126,115,369	94,540,572	979,223,198	448,233,725	543,747,571	3,788,900	2,392	—	—	3,679,812,504
Restricted for:														
Nonexpendable:														
Scholarship and fellowships	—	—	11,736,063	2,604,705	872,481	2,063,758	9,106,074	6,069,090	—	915,320	—	—	—	33,367,491
Research	—	—	—	5,014,148	—	—	285,531	—	—	—	—	—	—	5,299,679
Other purposes	18,184,059	—	37,966,402	8,315,120	286,659	—	45,449,132	—	32,522,759	19,645,012	—	—	—	162,369,143
Expendable:														
Scholarships and fellowships	—	—	11,031,578	2,011,824	472,039	1,288,151	9,114,422	1,898,038	5,173,644	18,609,353	—	—	—	49,599,049
Research	—	—	—	39,349,843	—	—	11,638,354	—	55,082,764	—	—	—	—	106,070,961
Capital projects	—	—	1,791,934	20,097,082	2,180,422	766,858	6,443,267	—	—	—	—	—	—	31,279,563
Debt service	—	—	16,929	(849,597)	—	483,319	—	10,312,442	38,634,586	—	—	—	—	48,597,679
Loans	553,657	—	337,551	17,239,695	44,024	—	34,432,816	3,635,092	7,604,404	—	—	—	—	63,847,239
Other purposes	—	—	—	1,508,807	—	1,191,394	25,925,392	9,060,859	109,711,954	37,016,049	1,016,902	—	—	185,431,357
Unrestricted	10,584,179	(50,022,422)	(77,751,331)	(273,714,165)	(30,794,063)	(4,418,860)	158,341,614	(103,495,152)	(1,076,154,840)	(7,770,355)	(1,878,356)	—	—	(1,457,073,751)
Total net position	\$ 153,451,267	73,398,522	163,049,059	880,267,990	99,176,931	95,915,192	1,279,959,800	375,714,094	(283,677,158)	72,204,279	(859,062)	—	—	2,908,600,914

See accompanying independent auditors' report.

**MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING**

**A Component Unit of the State of Mississippi**

Combining Statement of Revenues, Expenses and Changes in Net Position Information  
Year ended June 30, 2024

	Alcorn State University	Delta State University	Jackson State University	Mississippi State University	Mississippi University for Women	Mississippi Valley State University	University of Mississippi	University of Southern Mississippi	University of Mississippi Medical Center	IHL Board Office	MCVS	Elimination entries	Total
Operating revenues:													
Tuition and fees	\$ 21,346,969 (11,172,182)	24,772,192 (3,248,289)	62,241,314 (15,778,700)	360,467,130 (131,756,859)	18,194,769 (6,074,273)	11,137,675 (10,306,455)	450,547,094 (146,237,416)	140,513,704 (53,138,833)	50,992,914 (7,451,323)	—	—	—	1,140,213,761 (385,164,330)
Scholarship allowances	(249,236)	(209,288)	(1,768,480)	(3,944,870)	(232,070)	216,317	(170,915)	(2,301,131)	—	—	—	—	(8,659,673)
Bad debt expense	9,925,551	21,314,615	44,694,134	224,765,401	11,888,426	1,047,537	304,138,763	85,073,740	43,541,591	—	—	—	746,389,758
Net tuition and fees	—	—	—	14,525,612	—	—	—	—	—	—	—	—	14,525,612
Federal appropriations	27,373,882	4,492,460	41,096,069	202,986,539	114,336	6,876,875	71,077,431	67,770,697	83,403,607	2,737,214	3,619,359	(40,368,274)	471,180,195
Federal grants and contracts	189,939	3,440,413	3,361,926	48,640,539	7,237,070	18,923	15,705,611	12,898,746	9,886,991	150,000	—	(37,982,928)	63,547,230
State grants and contracts	560,263	4,932,157	2,380,100	14,020,517	3,527,482	—	38,844,917	15,018,300	20,714,411	555,956	—	—	100,554,103
Nongovernmental grants and contracts	1,060,422	1,086,305	2,137,379	68,354,896	1,299,453	2,694,743	8,482,124	2,301,659	1,143,351	4,817,133	—	(4,092,810)	89,284,655
Sales and services of educational departments	—	—	—	—	—	—	—	—	—	—	—	—	—
Auxiliary enterprises:													
Student housing	10,646,269	3,341,314	13,712,316	36,905,714	2,348,843	3,842,632	38,427,710	21,464,972	—	—	—	—	130,689,770
Food services	6,524,744	3,233,542	11,986,598	3,502,052	1,772,562	3,093,805	6,053,072	3,389,970	—	—	—	—	39,556,345
Bookstore	239,424	193,866	—	1,077,131	79,940	684,055	788,867	491,605	1,956,630	—	—	—	5,511,518
Athletics	—	—	—	74,033,400	—	—	95,348,095	13,987,364	—	—	—	—	183,368,859
Other auxiliary revenues	645,796	858,475	1,677,746	12,297,796	201,077	1,138,368	16,347,180	6,126,706	759,221	2,176,460	—	—	42,228,825
Less auxiliary enterprise scholarship allowances	(2,969,821)	—	(7,935,624)	(13,975,758)	(1,394,880)	—	(11,857,088)	(5,025,000)	—	—	—	—	(43,158,171)
Interest earned on loans to students	—	4,962	—	136,381	—	—	523,781	—	420,575	—	—	—	1,085,699
Patient care revenues	—	—	—	—	—	—	—	—	1,581,873,502	—	—	—	1,581,873,502
Other operating revenues	5,237,503	59,716	12,577,816	8,740,903	96,374	2,275,493	12,665,413	6,345,787	142,530,563	14,120,820	11,829	(11,612,260)	193,049,957
Total operating revenues	59,433,972	42,957,825	125,688,460	696,011,123	271,70,683	21,672,431	596,545,876	229,844,546	1,886,230,442	24,557,583	3,631,188	(94,056,272)	3,619,687,857
Operating expenses:													
Salaries and wages	34,303,295	28,500,490	73,658,014	429,941,473	24,000,952	19,556,228	310,046,363	159,808,946	950,613,992	7,463,086	616,491	—	2,038,509,330
Fringe benefits	13,256,098	14,834,410	33,358,197	230,985,671	12,885,777	8,955,213	131,117,594	79,649,503	368,956,093	4,274,208	324,695	—	898,597,459
Travel	3,994,055	1,452,431	6,664,577	18,766,571	1,249,448	1,950,708	19,250,565	8,133,645	4,982,415	116,524	86,626	—	66,647,565
Contractual services	28,811,665	15,209,064	51,113,769	201,176,258	7,091,517	12,842,436	109,568,851	72,807,367	265,641,949	21,235,728	3,666,155	(56,073,344)	733,091,415
Utilities	3,758,707	2,498,504	5,074,507	19,131,677	3,346,184	2,318,620	20,290,466	11,238,516	18,160,551	731,668	—	—	86,549,400
Scholarships and fellowships	7,749,241	9,337,199	13,830,177	58,774,981	6,023,576	1,746,555	68,413,650	22,354,289	9,597,414	53,945,377	—	(37,982,928)	213,789,531
Commodities	6,795,672	2,888,014	4,420,852	4,683,814	3,368,985	3,510,238	47,712,154	17,054,852	438,736,960	379,478	125,226	—	529,676,245
Depreciation and amortization	4,872,992	5,031,214	9,084,316	50,694,975	2,822,879	3,043,025	45,831,107	19,954,073	75,726,182	345,787	—	—	217,406,550
Other operating expenses	—	26,862	4,866,315	—	—	—	2,172,883	—	2,103,038	64,465	12,034	—	9,245,597
Total operating expenses	103,541,725	79,778,188	202,070,724	1,014,155,420	60,789,318	53,923,023	754,403,633	391,001,191	2,134,518,594	88,556,321	4,831,227	(94,056,272)	4,793,513,092
Operating loss	(44,107,753)	(36,820,363)	(76,382,264)	(318,144,297)	(33,618,635)	(32,250,592)	(157,857,757)	(161,156,645)	(248,288,152)	(63,998,738)	(1,200,039)	—	(1,173,825,235)



**MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING**  
**A Component Unit of the State of Mississippi**

Combining Statement of Revenues, Expenses and Changes in Net Position Information  
Year ended June 30, 2024

	Alcorn State University	Delta State University	Jackson State University	Mississippi State University	Mississippi University for Women	Mississippi Valley State University	University of Mississippi	University of Southern Mississippi	University of Mississippi Medical Center	IHL Board Office	MCVS	Elimination entries	Total
Nonoperating revenue (expenses):													
State appropriations	\$ 32,095,292	26,421,136	50,069,962	245,317,631	18,488,214	17,177,446	111,586,640	109,425,621	194,127,865	61,970,573	1,098,413	—	867,778,793
Gifts and grants	12,192,731	5,559,134	21,445,830	113,472,180	5,498,580	11,385,458	42,543,074	33,769,725	11,918,608	—	—	—	257,785,320
Investment income, net of investment expense	1,657,775	291,104	7,417,964	24,220,382	496,056	560,252	38,869,827	9,265,915	34,555,505	(2,520,749)	(44,039)	(127,612)	114,642,380
Interest expense on capital assets-related debt	(964,212)	(452,892)	(2,833,001)	(12,686,569)	(25,263)	(515,495)	(10,076,541)	(5,365,232)	(18,703,888)	(16,037)	—	127,612	(51,511,518)
Other nonoperating revenues	—	1,833,796	2,111,878	339,871	660,038	—	544,200	—	—	—	—	—	5,489,783
Other nonoperating expenses	—	—	(3,738,835)	(1,044,061)	(1,171,623)	(4,806)	(192,17)	—	—	(4,831,299)	—	—	(10,809,841)
Total net nonoperating revenue	44,981,586	33,652,278	74,473,798	369,619,434	23,946,002	28,602,855	183,447,983	147,096,029	221,898,090	54,602,488	1,054,374	—	1,183,374,917
Income (loss) before other revenues, expenses, gains and losses	873,833	(3,168,085)	(1,908,466)	51,475,137	(9,672,633)	(3,647,737)	25,590,226	(14,060,616)	(26,390,062)	(9,396,250)	(145,665)	—	9,549,682
Capital grants and gifts	—	—	—	7,235,692	—	—	23,163,740	4,273,983	71,99,807	—	—	—	41,873,222
State appropriations restricted for capital purposes	5,688,837	3,801,774	4,114,155	19,197,620	3,074,794	4,612,645	24,698,233	5,411,762	525,934	4,898,498	—	—	76,024,252
Additions to permanent endowments	—	—	—	—	196,450	275,985	7,348	—	1,613,105	—	—	—	2,092,888
Other additions	—	—	—	—	—	—	215,352	531,721	—	7,644,707	61,186	—	8,452,966
Other deletions	—	—	—	(1,442,065)	(673,410)	—	(776,035)	(482,803)	(521,883)	—	—	—	(3,896,196)
Change in net position	6,562,670	633,689	2,205,689	76,466,384	(7,074,799)	1,240,893	72,898,864	(4,325,953)	(17,573,099)	3,146,955	(84,479)	—	134,096,814
Net position, beginning of the year	146,888,597	72,764,833	1,60,843,370	803,801,606	106,251,730	94,674,299	1,207,060,936	380,040,047	(266,104,059)	69,057,324	(774,583)	—	2,774,504,100
Net position, end of the year	153,451,267	73,398,522	1,63,049,059	880,267,990	99,176,931	95,915,192	1,279,959,800	375,714,094	(283,677,158)	72,204,279	(859,062)	—	2,908,600,914

See accompanying independent auditors' report.

**MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING**  
**A Component Unit of the State of Mississippi**  
Combining Statement of Cash Flows Information  
Year ended June 30, 2024

	Alcorn State University	Delta State University	Jackson State University	Mississippi State University	Mississippi University for Women	Mississippi Valley University	University of Mississippi	University of Southern Mississippi	University of Mississippi Medical Center	IHL Board Office	MCVS	Elimination entries	Total
Operating activities:													
Tuition and fees	\$ 8828,717	22,459,890	45,530,638	230,774,262	11,109,444	(2,985,474)	302,709,787	84,479,368	41,496,591	—	—	—	744,403,223
Grants and contracts	35,450,637	13,186,677	50,909,242	250,395,628	11,467,823	12,383,568	120,957,754	95,687,742	124,882,330	3,443,170	2,940,822	(78,351,202)	643,354,191
Sales and services of educational departments	1,060,422	1,086,305	144,172	67,057,102	1,299,453	2,694,813	7,997,916	2,301,659	1,143,351	4,300,128	—	(4,092,810)	84,992,511
Payments to suppliers	(40,066,991)	(19,453,843)	(76,174,237)	(228,331,258)	(11,632,411)	(17,377,291)	(159,806,366)	(91,495,110)	(683,612,899)	(17,806,072)	(3,840,529)	56,073,344	(1,293,523,663)
Payments to employees for salaries and benefits	(45,304,526)	(37,682,638)	(96,521,347)	(588,131,338)	(31,775,008)	(2,662,756)	(396,432,868)	(217,816,582)	(1,182,480,128)	(9,940,139)	(814,021)	—	(2,633,520,351)
Payments for utilities	(3,758,707)	(2,498,504)	(5,074,507)	(19,131,677)	(3,346,184)	(2,318,620)	(20,279,246)	(11,238,516)	(17,447,436)	(731,668)	—	—	(85,825,065)
Payment for scholarships and fellowships	(7,749,241)	(9,337,199)	(13,328,572)	(58,774,980)	(6,023,576)	(1,746,555)	(68,417,192)	(22,354,289)	(8,885,271)	(53,945,377)	—	37,982,928	(212,579,324)
Loans issued to students	—	(492,810)	—	(2,513,220)	—	—	(4,331,989)	—	(1,941,387)	(605,608)	—	—	(9,885,014)
Collections of loans from students	19,143	55,101	—	1,284,906	153,664	—	2,111,848	2,576,284	558,378	1,641,847	—	—	8,401,171
Federal loan program receipts	12,428,954	11,135,487	58,150,067	1,355,214,37	9,142,029	9,200,080	110,187,531	65,937,952	44,635,325	—	—	—	456,338,862
Federal loan program disbursements	(12,014,026)	(11,862,018)	(58,150,067)	(1,357,552,48)	(9,142,029)	(9,200,080)	(110,187,531)	(67,763,171)	(41,292,152)	—	—	—	(455,366,322)
Auxiliary enterprise charges:													
Student housing	7,676,448	3,338,489	9,478,075	36,183,730	1,553,883	3,842,632	26,207,573	21,464,972	—	—	—	—	109,745,802
Food services	6,524,744	3,184,158	7,411,961	3,495,016	1,172,642	3,093,805	6,210,277	3,389,970	—	—	—	—	34,482,573
Bookstore	(40,787)	193,866	—	1,056,474	79,940	684,055	788,867	491,605	1,386,121	—	—	—	4,640,141
Athletics	—	—	—	75,003,246	—	—	99,647,649	8,962,364	—	—	—	—	183,613,259
Other auxiliary enterprises	644,154	953,162	1,847,746	(300,609)	201,077	1,138,368	17,482,143	6,126,706	759,220	2,125,408	—	—	30,977,375
Patient care services	—	—	—	—	—	—	—	—	1,579,060,350	—	—	—	1,579,060,350
Interest earned on loans to students	—	—	—	—	—	—	523,781	—	420,575	172,713	—	—	1,117,069
Other receipts	7,387,287	296,019	12,367,243	21,874,484	50,809	1,786,018	14,233,634	8,375,696	143,515,004	13,948,107	11,829	(11,612,260)	212,235,870
Other payments	—	111,199	—	—	—	—	(19,626,170)	—	(2,103,038)	(131,664)	(12,034)	—	(21,761,707)
Net cash provided by (used in) operating activities	(28,913,772)	(25,326,659)	(63,409,586)	(210,292,045)	(25,688,444)	(25,424,437)	(70,022,602)	(110,873,350)	94,934	(57,529,155)	(1,713,933)	—	(619,099,049)
Noncapital financing activities:													
State appropriations	32,095,292	26,421,136	48,905,233	229,954,481	17,716,793	17,177,446	114,062,117	107,295,875	194,738,951	61,080,507	1,098,413	—	850,546,244
Gifts and grants for other than capital purposes	12,192,731	5,559,134	21,445,830	100,108,974	6,870,478	11,385,458	39,508,684	33,769,725	11,918,608	—	—	—	242,759,622
Private gifts for endowment purposes	—	—	—	—	—	237,107	440,929	—	1,613,105	—	—	—	2,291,141
Other sources	—	—	635,255	(224,464)	3,886,225	—	109,759	531,721	624,009	12,508,713	61,186	—	18,356,868
Other uses	—	—	—	—	(1,845,033)	—	52,324	(482,806)	—	(4,831,299)	—	—	(7,331,278)
Net cash provided by noncapital financing activities	44,288,023	31,980,270	70,986,318	329,838,991	26,628,463	28,800,011	154,173,813	141,114,515	208,894,673	68,757,921	1,159,599	—	1,106,622,597

Net cash provided by (used in) operating activities

Noncapital financing activities:

State appropriations

Gifts and grants for other than capital purposes

Private gifts for endowment purposes

Other sources

Other uses

Net cash provided by noncapital financing activities

**MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING**  
**A Component Unit of the State of Mississippi**  
Combining Statement of Cash Flows Information  
Year ended June 30, 2024

	Alcorn State University	Delta State University	Jackson State University	Mississippi State University	Mississippi University for Women	Mississippi Valley University	University of Mississippi	University of Southern Mississippi	University of Mississippi Medical Center	IHL Board Office	MCYS	Elimination entries	Total
Capital and related financing activities:													
Proceeds from Capital Debt	\$ —	27,113	—	142,575,181	—	—	—	—	—	—	—	—	142,602,294
Cash Paid for Capital Assets	(6,786,318)	(9,163,640)	(87,757)	(150,711,677)	(40,720)	(389,278)	(81,484,734)	(20,461,370)	(81,059,686)	(30,757)	—	—	(350,215,937)
Capital Appropriations Received	5,688,837	3,801,774	—	9,212,955	(3,434,720)	—	24,698,233	5,411,762	483,522	—	—	—	45,862,363
Capital Grants and Contracts Received	—	—	—	7,330,889	—	—	24,537,649	4,273,983	7,194,421	—	—	(4,943,538)	38,393,404
Proceeds from Sales of Capital Assets	—	(27,113)	—	—	—	—	53,365	—	314,567	—	—	—	340,819
Principal Paid on Capital Debt, Leases & Subscriptions	(1,453,454)	(795,015)	(5,908,017)	(79,027,226)	(354,196)	(581,263)	(15,011,107)	(9,544,277)	(47,406,427)	(286,300)	—	4,900,679	(155,366,603)
Interest Paid on Capital Debt, Leases & Subscriptions	(1,669,122)	(455,162)	(2,618,366)	(12,299,165)	—	(506,787)	(9,043,092)	(5,365,232)	(18,281,069)	(16,037)	—	170,471	(50,083,561)
Other Source	—	1,880,996	1,880,064	3,628,492	408,085	—	52,228	—	—	—	—	—	7,849,865
Other Uses	(192,512)	—	—	—	—	—	(2,036,001)	—	—	—	—	—	(2,228,513)
Net cash used in capital and related financing activities	(4,412,569)	(4,731,047)	(6,634,076)	(79,290,551)	(3,421,551)	(1,477,328)	(58,233,459)	(25,685,134)	(138,754,672)	(333,094)	—	127,612	(322,845,869)
Investing activities:													
Proceeds from Sales and Maturities of Investments	601,945	—	—	22,602,042	800,000	1,749,598	142,221,396	—	346,244,742	12,955,063	64,100	—	527,238,886
Interest Received on Investments	2,135,064	282,300	7,414,748	17,345,172	277,339	948,417	20,393,432	4,407,168	27,971,316	(2,595,199)	(61,188)	(127,612)	78,390,957
Purchases of Investments	(1,600,174)	—	(6,895,449)	(24,442,821)	(1,170,088)	(2,613,993)	(209,051,678)	—	(381,034,085)	(21,279,507)	(88,133)	—	(648,175,928)
Net cash provided by (used in) investing activities	1,136,835	282,300	519,299	15,504,393	(92,749)	84,022	(46,436,850)	4,407,168	(6,818,027)	(10,919,643)	(85,221)	(127,612)	(42,546,085)
Net increase (decrease) in cash and cash equivalents	12,098,517	2,204,864	1,461,955	55,760,788	(2,574,281)	1,982,268	(20,519,098)	8,963,199	63,416,908	(23,971)	(639,555)	—	122,131,594
Cash and cash equivalents - beginning of year	60,110,904	3,101,343	57,931,221	281,102,150	8,297,392	34,497,602	70,420,664	122,287,492	188,313,925	12,165,563	(225,909)	—	838,002,347
Cash and cash equivalents - end of year	72,209,421	5,306,207	59,393,176	336,862,938	5,723,111	36,479,870	49,901,566	131,250,691	251,730,833	12,141,592	(865,464)	—	960,133,941

**MISSISSIPPI INSTITUTIONS OF HIGHER LEARNING**  
**A Component Unit of the State of Mississippi**  
Combining Statement of Cash Flows Information  
Year ended June 30, 2024

	Alcorn State University	Delta State University	Jackson State University	Mississippi State University	Mississippi University for Women	Mississippi Valley State University	University of Mississippi	University of Southern Mississippi	University of Mississippi Medical Center	IHL Board Office	MCVS	Elimination entries	Total
Reconciliation of operating loss to net cash used in operating activities:													
Operating loss	\$ (44,107,753)	(36,820,363)	(76,382,264)	(318,144,297)	(33,618,635)	(32,250,592)	(157,857,757)	(161,156,645)	(248,288,152)	(63,998,738)	(1,200,039)	—	(117,3825,235)
Adjustment to reconcile operating loss to net cash used in operating activities:													
Depreciation and amortization expense	4,872,992	5,031,214	9,084,316	50,694,975	2,822,879	3,043,025	45,831,107	19,954,073	75,726,182	345,787	—	—	217,406,550
Actuarial change in self-insured claims expense	—	—	—	—	—	—	—	—	2,581,334	7,637,950	—	—	10,219,284
Provision for uncollectible accounts receivable	249,236	209,288	1,768,480	3,944,786	—	(216,317)	282,653	—	121,210,187	(67,199)	—	—	127,381,114
Other	—	—	—	—	—	3,213,069	—	—	—	—	—	—	3,213,069
Changes in assets and liabilities:													
(Increase) decrease in assets:													
Receivables, net	6,616,892	188,128	(4,328,157)	(11,358,829)	(77,884)	3,356,615	240,469	1,981,912	(137,908,744)	468,182	(678,537)	—	(141,499,953)
Inventories	(18,329)	—	(99,280)	(16,192)	—	32,377	137,948	1,795	(1,104,945)	(205,737)	—	—	(1,272,363)
Prepaid expenses	—	—	(6,023,815)	727,898	(90,254)	77,836	(348,222)	(308,442)	4,176,927	(9,910)	—	—	(1,997,982)
Loans to students	19,143	(442,671)	—	—	—	—	(2,319,891)	—	218,240	—	—	—	(2,525,179)
Deferred outflows of resources	(8,291,294)	(6,095,361)	(16,099,048)	(90,129,961)	(5,826,999)	(5,215,504)	(67,353,406)	(31,165,127)	(181,640,100)	(2,545,670)	(209,516)	—	(414,571,986)
Other assets	151,838	—	—	(13,514)	—	—	—	(1,429,543)	5,054,599	—	—	—	3,763,380
Increase (decrease) in liabilities:													
Accounts payable and accrued liabilities	142,934	408,862	(5,136,878)	(87,676)	88,383	(547,218)	(2,289,685)	4,043,373	34,774,576	1,210,749	37,478	—	32,644,898
Unearned revenue	169,741	225,687	6,793,029	(7,654,988)	(89,731)	(2,179,794)	1,850,881	2,029,962	(304,007)	—	—	—	840,780
Deposits refundable	(1,642)	(2,825)	—	—	—	6,850	—	(60)	—	—	—	—	2,323
Accrued leave liability	313,536	58,965	553,272	1,567,709	164,154	31,102	3,119,592	56,473	1,840,286	(24,449)	(11,305)	—	7,669,335
Net pension liability	11,564,153	11,564,514	24,941,273	159,407,664	10,694,705	7,132,676	107,928,511	50,984,298	314,294,108	4,472,432	373,366	—	703,357,700
Net OPEB liability	175,325	165,605	395,616	3,199,875	259,111	164,193	2,362,978	1,206,504	4,982,426	55,153	—	—	12,966,786
Deferred inflows of resources	(1,758,011)	182,298	1,500,934	(2,443,009)	(179,250)	(661,688)	(1,407,780)	1,636,308	(12,296,336)	(160,311)	(25,380)	—	(15,016,705)
Other liabilities	987,467	—	(377,064)	—	165,077	(1,993,073)	—	1,291,769	16,778,353	(4,707,394)	—	—	12,145,135
Total adjustments	15,193,981	11,493,704	12,972,678	107,852,252	7,930,191	6,826,155	87,835,155	50,283,295	248,383,086	6,469,583	(513,894)	—	554,726,186
Net cash used in operating activities	\$ (28,913,772)	(25,326,659)	(63,409,586)	(210,292,045)	(25,688,444)	(25,424,437)	(70,022,602)	(110,873,350)	94,934	(57,529,155)	(1,713,933)	—	(619,099,049)
Noncash capital related financing and investing activities:													
Gifts and contributions of capital assets	—	—	—	—	—	—	704,521	—	5,386	—	—	—	709,907
Net unrealized gain (loss) on investments	(477,289)	8,804	3,216	6,875,210	218,717	(388,165)	18,476,395	4,858,747	6,584,189	74,450	17,149	—	36,251,423
Right-to-use assets acquired under lease obligations	—	—	—	4,032,643	226,387	3,369	23,691,715	78,025	16,786,660	8,970	—	—	44,827,769
Assets acquired under subscription-based information technology arrangements	—	—	80,031	2,879,203	127,809	175,279	3,960,375	4,330,451	14,817,771	278,231	—	—	26,649,150

See accompanying independent auditors' report.

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## **REPORT ON INTERNAL CONTROL AND COMPLIANCE**

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## **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* – Independent Auditor’s Report**

Board of Trustees  
Mississippi Institutions of Higher Learning  
Jackson, Mississippi

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 (*Government Auditing Standards*), the financial statements of the business-type activities and the aggregate discretely presented component units of the Mississippi Institutions of Higher Learning (the IHL System), a Component Unit of the State of Mississippi, as of and for the year ended June 30, 2024 and the related notes to the financial statements, which collectively comprise the IHL System’s basic financial statements, and have issued our report thereon dated January 10, 2025.

Our report includes a reference to other auditors who audited the financial statements of the Mississippi State University Foundation, Inc., the University of Mississippi Foundation, the University of Southern Mississippi Foundation, the State Institutions of Higher Learning Self-Insured Workers’ Compensation Fund, and the State Institutions of Higher Learning Tort Liability Fund, as described in our report on IHL System’s financial statements. The financial statements of the Mississippi State University Foundation, Inc., the University of Mississippi Foundation, the University of Southern Mississippi Foundation, the State Institutions of Higher Learning Self-Insured Workers’ Compensation Fund, and the State Institutions of Higher Learning Tort Liability Fund were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or compliance and other matters associated with the Mississippi State University Foundation, Inc., the University of Mississippi Foundation, the University of Southern Mississippi Foundation, the State Institutions of Higher Learning Self-Insured Workers’ Compensation Fund, and the State Institutions of Higher Learning Tort Liability Fund or that are reported on separately by those auditors who audited the financial statements of the Mississippi State University Foundation, Inc., the University of Mississippi Foundation, the University of Southern Mississippi Foundation, the State Institutions of Higher Learning Self-Insured Workers’ Compensation Fund, and the State Institutions of Higher Learning Tort Liability Fund.

### **Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the IHL System’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 the IHL System’s internal control. Accordingly, we do not express an opinion on the effectiveness of the IHL System’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 IHL System's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

## **Report on Compliance and Other Matters**

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

## ***Purpose of This Report***

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the IHL System'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 IHL System's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

**Forvis Mazars, LLP**

**Jackson, Mississippi  
January 10, 2025**